

**SCHOOL DISTRICT OF  
HAMILTON TOWNSHIP**

**HAMILTON TOWNSHIP BOARD OF EDUCATION**  
Hamilton, New Jersey  
County of Mercer

**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**



**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**OF THE**

**HAMILTON TOWNSHIP BOARD OF EDUCATION**

**HAMILTON, NEW JERSEY**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

**Prepared by**

**Hamilton Township Board of Education  
Business Administrator's Office**



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**INTRODUCTORY SECTION**



# HAMILTON TOWNSHIP SCHOOLS

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Telephone (609) 631-4100 x3097  
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November 25, 2013

Honorable President and  
Members of the Board of Education  
Hamilton Township School District  
County of Mercer, New Jersey

Dear Board Members:

We are submitting the comprehensive annual financial report of the Hamilton Township School District for the fiscal year ended June 30, 2013. We are both relatively new to the District, and as such, we only have limited experience with the financial operations. As a consequence, we are uncertain of the extent to which this report fairly presents the District's financial position, the results of operations and cash flows in accordance with national and state standards. Additionally, the District is in the midst, although at the current time on the periphery, of an investigation conducted by the U.S. Attorney's Office, and as a result, the Federal Bureau of Investigation is in possession of many District documents and records which may impact the accuracy and completion of the financial information presented in this financial report. However, the District is responsible for the report's contents and has made every effort to ensure the accuracy and completeness of this presentation. An independent firm of certified public accountants audits this report.

The district has implemented Statement No. 34 of the Governmental Accounting Standards Board (GASB) entitled Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments. This standard, issued in June 1999, created a new reporting model of financial information and disclosure. This model required a significant departure from the previously used reporting model. The two main basic financial statements created by this standard, the Statement of Net Position and the Statement of Activities, do not contain numerous columns for various funds as was the design of past governmental financial statements. These two statements consolidate much of the information, which was contained in the fund based financial statements of the past, into statements which tend to answer the question: "Is the District better or worse off financially than it was in the previous year?" A comparison of net assets should help the reader in answering that question.

Also required as part of "Required Supplementary Information" by GASB Statement No. 34 is a "Management's Discussion and Analysis" (MD&A) which allows the district to

explain in layman's terms its financial position and results of operations of the past fiscal year. The MD&A provides comparative data for the prior year with respect to the Statement of Net Assets and the Statement of Activities. The comparative data allows the reader to assess changes in the financial position of the district.

This comprehensive annual financial report is presented in three sections: introductory, financial, and statistical. The introductory section includes this letter of transmittal, an organizational chart, a list of School Board Members and administrative personnel. The financial section includes the independent auditor's report, Management's Discussion and Analysis (MD&A), basic financial statements, supplemental information and the combining of individual fund schedules. The statistical section includes selected financial and demographic information, generally presented on a multi-year comparative basis. The statistical section has been expanded this year to include, where available, ten years of data.

Generally accepted accounting principles (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 conjunction with it. The MD&A of Hamilton Township School District can be found immediately following the report of the independent auditors.

**1) REPORTING ENTITY AND ITS SERVICES:** The Hamilton Township School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. The Hamilton Township Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels K through 12. These include regular and vocational as well as special education for handicapped youngsters. The District completed the 2012-13 fiscal year with an average daily enrollment of 12,085.2. The following details the changes in the student enrollment of the District over the last ten years.

#### Average Daily Enrollment

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2012-13	12,085.2	-1.96%
2011-12	12,327.4	-1.55%
2010-11	12,521.6	-1.49%
2009-10	12,711.5	-1.10%
2008-09	12,853.9	-0.0045%
2007-08	12,911.7	-1.51%
2006-07	13,110.8	-1.10%
2005-06	13,259.5	0.19%
2004-05	13,234.4	0.38%
2003-04	13,183.8	0.77%

## 2) MAJOR INITIATIVES

1. The development of the district's Five Year Strategic plan provided a blueprint for curricular improvement and new objectives and goals to enhance student learning and generate effective teaching practices. The NJQSAC monitoring process took place in 2012-2013 and the feedback facilitated a District Improvement Plan to be used as a complementary document to the Strategic Plan.
2. The curriculum section of the district's website was updated to reflect the Achieve NJ mandates. This initiative allows teachers and administrators to use and fully understand the specificity of the program.
3. Professional development was organized throughout the 2012-2013 school year to ensure the successful transition to the Danielson Framework for Teacher evaluation. The Multi-dimensional Principal Performance Rubric (MPPR) was started as the training for this new evaluation system. Fall, Spring and Summer professional development academies were organized and presented in 2012-2013 to enhance student learning.
4. Grants (i.e. Race to the Top, Title I and Perkins) were sought and approved. Partnerships with local colleges were facilitated for student and staff enrichment.
5. During the 2012-2013 school year through the efforts of the Department of Student Services and Programs, the district recouped \$1,181,556 in Extraordinary Aid.
6. During the 2012-2013 school year, a committee was formed consisting of child study members, preschool teachers and administrators who met to determine an appropriate state approved preschool curriculum. The curriculum was purchased and the preschool teachers received professional development to prepare for the initial use of the curriculum during the 2013-2014 school year.
7. During the 2012-2013 school year a pilot program was run to determine the effectiveness and need for a parent home component for students with autism. This initiative determined that the program is a needed component to accompany our special education classes and a home component will be developed and instituted in the 2013-2014 school year.
8. Using the LINK-IT Benchmark Testing Program data, the elementary child study members discussed the most appropriate and effective manner to instruct classified students in specific areas of educational need. From this initiative the need for an effective but informal evaluation system was determined to be needed to provide the necessary sequential elementary skills in LA/L. This sequential skills inventory will be developed and instituted during the 2013-2014 school year.
9. During the 2012-2013 school year, we reviewed the needs of the preschool programs and determined the need for a full day, integrated preschool program.

The program was determined to be developed to meet the needs of any student deemed in need of such a program.

10. During the 2012-2013 school year an additional autistic class was developed at the High School level to support the successful transition of students eligible for special education services from middle school to high school.
11. During the 2012-2013 school year professional staff from the Department of Student Services and Programs worked with two of our students who represented our school district as keynote speakers at the **Dare to Dream** Conference held in May 2013 at Mercer County Community College.
12. During the 2012-2013 school year, the Health Services Division of the Department of Student Services and Programs expanded concussion testing in all three high schools to include cheerleaders as athletes involved in interscholastic sports. This includes baseline and post-injury cognitive testing for all student athletes. Concussion procedures for all students (not just athletes) at all grade levels who suffered from a concussion were also implemented. The Health Services Division also worked with a committee to review services and procedures for addressing the needs of students who have food allergies. All coaches of diabetic athletes were trained to administer glucagon, in the absence of the school nurse, to these athletes as needed for severe hypoglycemia.
13. The Guidance Division of the Department of Student Services and Programs revised the Crisis Response Flow Chart, Suicide Ideation Form, Re-entry Forms and Release Forms and revised/updated the District Wide Community Resource Guide adding a section on Bereavement. The Crisis Manual was also reviewed and updated.
14. The Department of Student Services and Programs facilitated professional development this year for all counselors to teach them the newly adopted Danielson Evaluation Model as it pertains to counselors. Counselors were also kept abreast of the Danielson Teacher evaluation model.
15. The Guidance Division of the Department of Student Services and Programs collaborated with local community resources to keep our counselors abreast of the services which are available to their students and families. They established productive and positive relationships with the following resources: Family Support Organizations, Anchor House, Princeton House, CARES, Big Brothers, Big Sisters and PEI Kids.

3) **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 also is 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 management.

As part of the district's single audit described earlier, tests are made to determine the adequacy of the internal controls 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.

**(4) 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 municipality. 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 capital improvements accounted for in the capital projects fund. The original and final budget for the fiscal year is reflected 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, 2013.

**5) ACCOUNTING SYSTEM AND REPORTS:** The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The district has implemented GASB 34 for the fiscal year ended June 30, 2013 as explained in the Note to the Financial Statements.

**6) FINANCIAL INFORMATION AT FISCAL YEAR-END:** 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. The following schedule presents a summary of the general fund, special revenue fund, capital projects fund and debt service fund revenues for the fiscal year ended June 30, 2013 and the amount and percentage of increase in relation to prior year revenues.

Revenue	2012-13 Amount	Percent of Total	Increase (Decrease) from 2011-12	Percent of Increase (Decrease)
Local Sources	\$104,501,662	50.99%	\$ 7,482,608	7.71%
State Sources	93,275,651	45.52%	6,931,276	8.03%
Federal Sources	7,152,062	3.49%	136,636	1.95%
Total	204,929,375	100.00%	14,550,520	7.64%

The following schedule presents a summary of general fund, special revenue fund, capital projects fund and debt service fund expenditures for the fiscal year ended June 30, 2013 and the percentage of increases and decreases in relation to prior year amounts.

Expenditures	2013 Amount	Percent of Total	Percent of (Decrease) from 2011-12	Increase (Decrease)
<b>Current Expense:</b>				
Instruction	\$ 76,197,931	38.20%	\$2,590,564	3.52%
Undistributed	115,217,169	57.76%	5,987,050	5.48%
Subtotal	191,415,100	95.96%	8,577,614	4.69%
Capital Outlay	3,498,503	1.75%	2,681,680	328.31%
Special Schools	123,795	.06%	(11,592)	
<b>(8.56%)Debt Service:</b>				
Principal	2,910,000	1.46%	595,000	25.70%
Interest	1,522,228	.76%	(699,938)	(31.50)%
Total	8,054,526	4.04%	2,565,150	46.73%

7) **DEBT ADMINISTRATION:** On June 30, 2013, the District reported outstanding principal debt of \$44,925,000 of general obligation bonds and lease purchase agreements.

8) **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 2. 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.

9) **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.

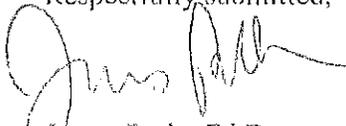
**10) OTHER INFORMATION:**

**Independent Audit** - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Holman Frenia Allison, P.C. was selected by the Board of Education. In addition to meeting the requirements set forth in the state statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1984 as amended and related OMB Circular A-133 and State OMB Circular 04-04. The auditor's report of the CAFR 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.

**II) ACKNOWLEDGMENTS:** We would like to express our appreciation to the members of the Hamilton Township 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 financial and accounting staff.

This letter of transmittal is submitted, with qualification, as outlined in the introductory paragraph and only reflects information that is currently known.

Respectfully submitted,



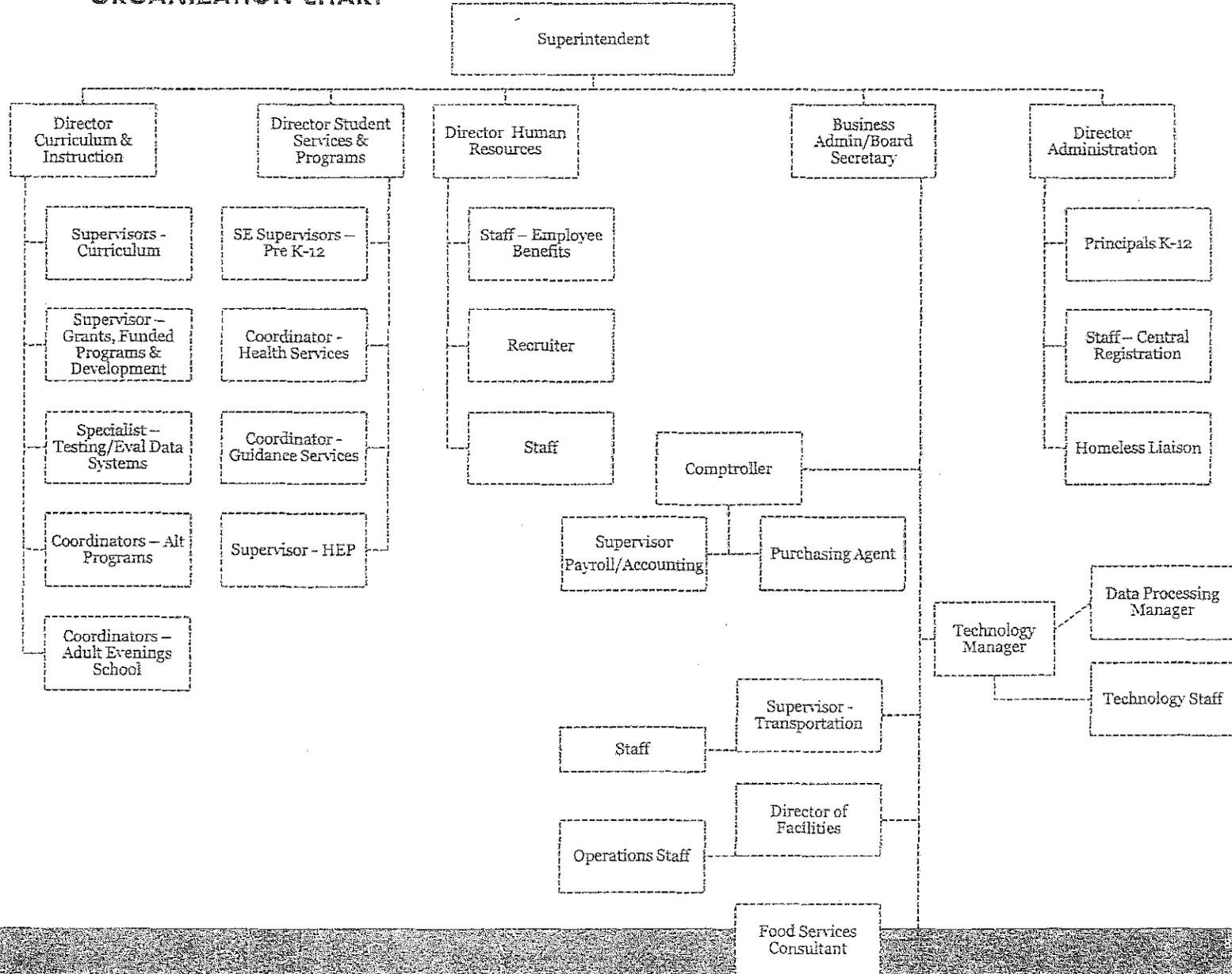
James Parla, Ed.D.  
Superintendent



Kurt Stumbaugh  
Interim Business Administrator



# HAMILTON TOWNSHIP SCHOOL DISTRICT ORGANIZATION CHART



8



**HAMILTON TOWNSHIP BOARD OF EDUCATION  
HAMILTON, NEW JERSEY  
MERCER COUNTY**

**ROSTER OF OFFICIALS  
JUNE 30, 2013**

<b>MEMBERS OF THE BOARD OF EDUCATION</b>	<b>TERM EXPIRES</b>
Jeff Hewitson, President	2013
Joseph Malagrino, Vice President	2014
Patricia DelGiudice	2014
Albert Gayzik	2015
William T. Harvey, Jr.	2013
Richard J. Kanka	2015
Stephanie Pratico	2014
Jennifer Riddell	2015
Dina Thornton	2013

**Other Officials**

Dr. James Parla, Superintendent

Peter Frascella, Assistant Business Administrator

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
HAMILTON, NEW JERSEY  
MERCER COUNTY**

**CONSULTANTS AND ADVISORS  
JUNE 30, 2013**

**AUDIT FIRM**

Holman Frenia Allison, P.C.  
Rodney R. Haines, CPA, RMA, PSA  
618 Stokes Road  
Medford, New Jersey 08055

**ATTORNEY**

Joseph F. Betley, Esq.  
Capehart Scatchard  
8000 Midlantic Drive, Suite 300 S  
Mount Laurel, NJ 08054

**DEPOSITORY**

The Bank of Princeton

**FINANCIAL SECTION**





HOLMAN | FRENIA  
ALLISON, P.C.

Certified Public Accountants & Consultants

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## INDEPENDENT AUDITOR'S REPORT

Honorable President and Members  
of the Board of Education  
Hamilton Township School District  
County of Mercer  
Hamilton, 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 Hamilton Township School District, County of Mercer, State of New Jersey, as of and for the fiscal year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the District'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 *Governmental Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey. 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 that 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 Board of Education of the Hamilton Township School District, County of Mercer, State of New Jersey, as of June 30, 2013, 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 on pages 14 through 23 and 58 through 71 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 Hamilton Township Board of Education's basic financial statements. The accompanying introductory section, comparative totals for June 30, 2012, and other supplementary information such as the combining and individual fund financial statements, long-term debt schedules and statistical information are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal and state financial assistance are presented for purposes of additional analysis as required by 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 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* respectively, and is also not a required part of the financial statements.

The combining and individual fund financial statements, long-term debt schedules and the accompanying schedule of expenditures of federal and state financial assistance 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 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 fund financial statements, long-term debt schedules and the accompanying schedule of expenditures of federal and state financial assistance are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The introductory section, comparative totals for June 30, 2012, and statistical information have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or provide any assurance on them.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated November 25, 2013 on our consideration of the Board of Education of the Hamilton Township School 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 Board of Education of the Hamilton Township School District's internal control over financial reporting and compliance.

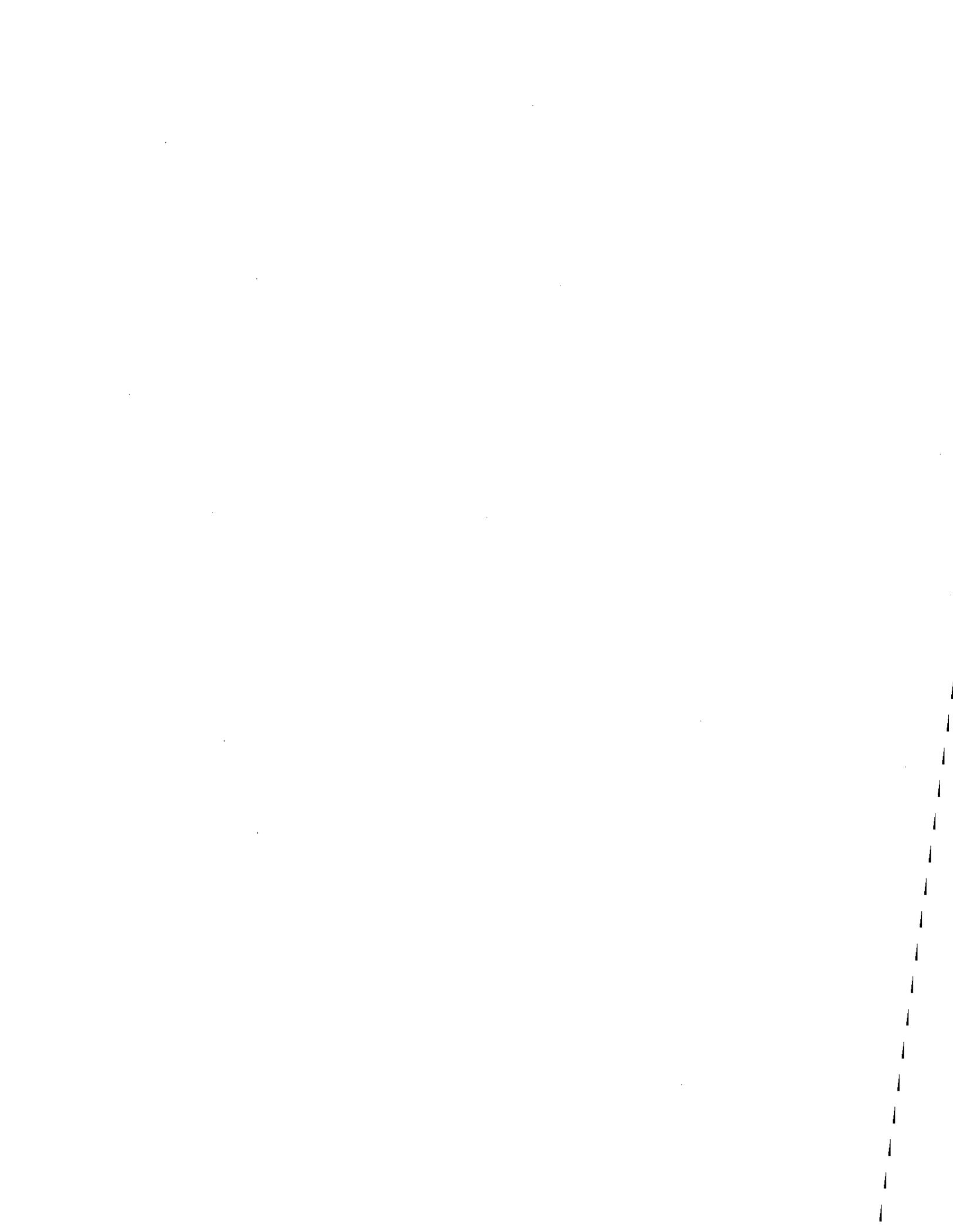
Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

A handwritten signature in black ink, appearing to read 'R. Haines', with a horizontal line extending to the right.

Rodney R. Haines  
Public School Accountant  
Certified Public Accountant  
No. 2198

Medford, New Jersey  
November 25, 2013



**REQUIRED SUPPLEMENTARY INFORMATION – PART I**

Management's Discussion and Analysis



**HAMILTON TOWNSHIP SCHOOL DISTRICT**  
**Hamilton, New Jersey**  
**Mercer County**

**MANAGEMENT DISCUSSION AND ANALYSIS (MD&A)**  
**June 30, 2013**

**UNAUDITED**

This section of the district's annual financial report presents a discussion and analysis of the district's financial performance during the fiscal year ending June 30, 2013. It should be read in conjunction with the transmittal letter at the front of this report and the district's financial statements, which immediately follow this section.

The Management's Discussion and Analysis (MD&A) is an element of the reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 Basic Financial Statement—and Management's Discussion and Analysis—for State and Local Governments issued June 1999 and amended by GASB Statement No. 37. Certain comparative information between the current year and the prior year is required to be presented in the MD&A. Since this is the seventh year of implementing the revised reporting model, comparative information from the previous year is available and is being reported as part of the MD&A.

**FINANCIAL HIGHLIGHTS**

The key financial highlights for the 2012-2013 fiscal year include the following:

Governmental funds reported a total fund balance of \$28,525,815 which is a 27.89% increase from last year's total governmental fund balance. The increase in total governmental fund balance was due to the positive variance of budgeted revenues and expenditures. The general or operating fund balance was reported at \$25,371,019 of which \$11,163,710 was appropriated toward the 2013-14 budget. Total spending for all governmental funds was \$199,469,626. Total revenues were \$204,929,375, resulting in an excess of revenues over expenditures of \$5,118,754 for the year. Revenues increased \$14,550,520 over last year and included \$100,427,713 in state and federal aid and \$100,604,315 in local taxes.

In total, net position of governmental activities increased \$9,980,008 which represents a 38.47% increase from fiscal year 2012. This increase was due primarily to a prior period adjustment and less spending of budget appropriations.

The Board realized a change in net position in the District's food service program in the amount of \$175,868, resulting in total net position of \$870,526 for the fiscal year ended June 30, 2013.

Fiscal Year 2012-13 represented the District's fifth year in a fully insured worker's compensation program. The change has resulted in continued savings over the five year period. In addition, sufficient fund balance is available to settle claims from the years of self-insurance.

The district negotiated an interest rate of 0.80%-1.70% on available cash to maintain stable interest earnings in the next fiscal year.

## OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts: management’s discussion and analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the district:

- The first two statements are district-wide financial statements that provide both short-term and long-term information about the district’s overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the district, reporting the district’s operations in more detail than the district-wide statements.
- The governmental funds statements tell how basic services such as regular and special education were financed in the short term as well as what remains for future spending.
- Proprietary funds statements offer short- and long-term financial information about the activities the district operated like businesses, such as food services.
- Fiduciary funds statements provide information about the financial relationship in which the district acts solely as a trustee or agent for the benefits of others.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the district’s budget for the year. Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

**Figure A-1**

### *Organization of the School District Annual Financial Report*

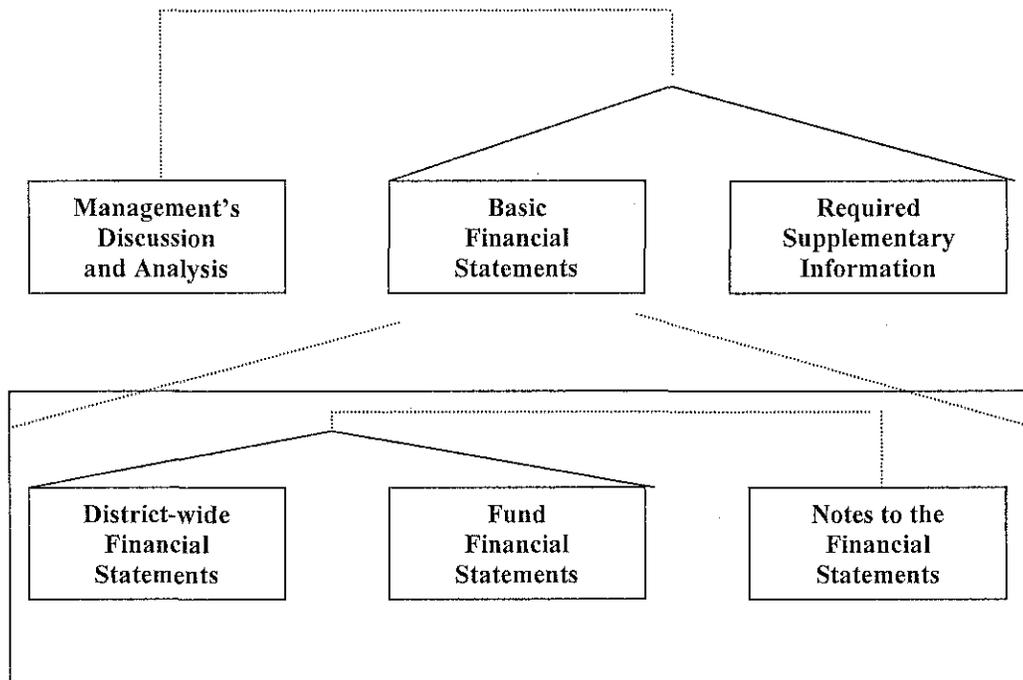


Figure A-2 summarizes the major features of the district’s financial statements, including the portion of the district’s activities they cover and the types of information they contain. The remainder of this overview section of management’s discussion and analysis highlights that structure and the contents of each of the statements.

Figure A-2 Major Features of the District-Wide and Fund Financial Statements				
	District-Wide Statements	Fund Financial Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire district (except fiduciary funds)	The activities of the district that are not proprietary or fiduciary, such as special education and building maintenance	Activities the district operates similar to private businesses: food services and adult education	Instances in which the district administers resources on behalf of someone else, such as scholarship programs and student activities monies
Required financial Statements	<ul style="list-style-type: none"> <li>•Statement of net assets</li> <li>•Statement of activities</li> </ul>	<ul style="list-style-type: none"> <li>•Balance Sheet</li> <li>•Statement of revenues, expenditures, and changes in fund balances</li> </ul>	<ul style="list-style-type: none"> <li>•Statement of net assets</li> <li>•Statement of cash flows</li> </ul>	<ul style="list-style-type: none"> <li>•Statement of fiduciary net assets</li> <li>•Statement of changes in fiduciary net assets</li> </ul>
Accounting Basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset / liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can
Type of inflow/out-flow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenues/expenses during the year, regardless of when cash is received or paid	All additions and deductions during the year, regardless of when cash is received or paid

**District-wide Statements**

The district-wide statements report information about the district as a whole using accounting methods similar to those used by private-sector companies. The statement of net assets includes all of the district’s assets and liabilities. All of the current year’s revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two district-wide statements report the district's net assets and how they have changed. Net position - the difference between the district's assets and liabilities - is one way to measure the district's financial health or position.

- Over time, increases or decreases in the district's net position are an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the district's overall health, you need to consider that the school district's goal is to provide services to students, not to generate profits as commercial entities do. One must consider many other non-financial factors, such as the quality of the education provided and the safety of the of the schools to assess the overall health of the district.

In the district-wide financial statements, the district's activities are divided into two categories:

- Governmental activities: Most of the district's basic services are included here, such as regular and special education, transportation, and administration. Property taxes and state formula aid finance most of these activities.
- Business-type activities: The district charges fees to help it cover the costs of certain services it provides. The district's adult education programs and food services are included here.

### **Fund Financial Statements**

The fund financial statements provide more detailed information about the district's funds, focusing on its most significant or "major" funds – not the district as a whole. Funds are accounting devices the district uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by state law and by bond covenants.
- The district establishes other funds to control and manage money for particular purposes (such as repaying its long-term debt) or to show that it is properly using certain revenues (such as federal grants).

The district has three kinds of funds:

- Governmental funds: Most of the district's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the district's programs. Because this information does not encompass the additional long-term focus of the district-wide statements, additional information at the bottom of the governmental funds statements explains the relationship (or differences) between them.
- Proprietary funds: Services for which the district charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the district-wide statements. The district's enterprise funds (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows. The district uses internal service funds (the other kind of proprietary fund) to report

activities that provide supplies and services for its other programs and activities. The district currently has one internal service fund, the workers' compensation fund.

- Fiduciary funds: The district is the trustee, or fiduciary, for assets that belong to others, such as the scholarship fund and the student activities funds. The district is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The district excludes these activities from the district-wide financial statements because it cannot use these assets to finance its operations.

### FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

The school district's Governmental Activities net position was \$35,919,601 at June 30, 2013 representing an increase of 38.47% over fiscal year 2012. This amount included an unrestricted amount of \$5,583,030. Restricted net position is reported separately to show legal constraints from debt covenants and enabling legislation that limit the school district's ability to use those assets for day-to-day operations. Our analysis below focuses on the net assets (Figure A-3) and change in net assets (Figure A-4) of the school district's governmental activities.

**Figure A-3  
Net Position**

	<b>Governmental Activities <u>2013</u></b>	<b>Governmental Activities <u>2012</u></b>	<b>% Increase/ (Decrease)</b>
<b>Assets</b>			
Current and other assets	\$34,569,712	\$25,506,117	35.53%
Capital assets	<u>53,869,460</u>	<u>53,089,386</u>	1.47%
<b>Total assets</b>	<u>88,439,172</u>	<u>78,595,503</u>	12.52%
<b>Liabilities</b>			
Current and other liabilities	2,793,944	2,762,043	1.15%
Long-term liabilities	<u>49,725,627</u>	<u>49,893,868</u>	(0.34%)
<b>Total liabilities</b>	<u>52,519,571</u>	<u>52,655,911</u>	(0.26%)
<b>Net Position</b>			
Net position invested in			
Capital assets net of debt	7,339,460	8,789,386	(16.50%)
Restricted	22,997,089	20,485,262	12.26%
Unrestricted	<u>5,583,052</u>	<u>3,335,055</u>	67.40%
<b>Total net position</b>	<u>\$35,919,601</u>	<u>\$25,939,593</u>	38.47%
<b>Total net position &amp; liabilities</b>	<u>\$88,439,172</u>	<u>\$78,595,503</u>	12.52%

The \$5,583,030 surplus in unrestricted net position of governmental activities represents the accumulated results of all past years' operations. This surplus includes cumulative compensated absences and vacation days for all employees in the amount of \$3,195,627 and \$729,884 in

accrued interest and unamortized bond premiums and Workers' Compensation claims payable in the amount of \$692,546. (The compensated absences amount would only be payable if all employees were to retire/resign at the same time.)

The results of this year's operations for the school district Governmental Activities as a whole are reported in the Statement of Activities. Figure A-4, below, takes the information from that Statement, rounds off the numbers, and rearranges them slightly so you can see our total revenues and expenses for the year.

**Figure A-4  
Changes in Net Position**

	<u>2013</u>	<u>2012</u>	<u>INCREASE/ (DECREASE) DOLLARS</u>
<b>Revenues:</b>			
Program revenue			
State grants & entitlements	\$8,383,109	\$13,417,236	\$(5,034,127)
General Revenue			
Local tax levy	100,604,315	95,477,834	5,126,481
Federal and State aid	92,070,736	79,942,565	12,128,171
Miscellaneous Revenues (Inc. Special items & Transfers)	<u>3,505,920</u>	<u>1,236,248</u>	<u>2,269,671</u>
Total General Revenues	<u>196,180,971</u>	<u>176,656,647</u>	<u>19,524,323</u>
<b>Total Revenues</b>	<u>\$204,564,080</u>	<u>\$190,073,883</u>	<u>\$14,490,197</u>
<b>Functions/Program Expenses:</b>			
<b>Instruction</b>			
Regular programs	57,945,423	57,542,173	403,250
Special programs	13,989,305	13,801,887	187,418
Other instructional programs	4,263,203	4,019,817	243,386
Student services	19,484,269	17,570,726	1,913,543
Tuition	11,427,609	12,325,903	(898,294)
<b>Instructional Staff Support</b>			
General administration and Business services	4,558,523	2,484,370	2,074,153
School administration	6,825,173	7,434,736	(609,563)
Plant services	14,020,550	14,500,756	(480,206)
Student transportation services	8,963,800	8,668,131	295,669
Unallocated benefits	50,015,952	46,651,663	3,364,289
Unallocated depreciation and amortization	2,602,431	1,069,061	1,533,370
Special Schools	123,795	135,387	(11,592)
Unallocated Compensated Absences	(38,241)	-	(38,241)
Amortization of Debt Issuance Costs	245,027	-	245,027
Interest on long-term debt	<u>1,259,791</u>	<u>2,117,376</u>	<u>(857,585)</u>

**Figure A-4**  
**Changes in Net Position (continued):**

<b>Total expenses</b>	<u>\$ 195,686,610</u>	<u>\$188,321,987</u>	<u>\$7,364,623</u>
<b>Increase/(decrease) net position</b>	<u><b>\$8,877,470</b></u>	<u><b>\$1,751,896</b></u>	<u><b>\$7,125,574</b></u>
<b>Governmental Activities</b>			

As reported in the Statement of Activities, the net cost of all our governmental activities this year was \$187,303,501. These costs were financed by \$100,604,315 in local property school taxes, \$92,070,736 in federal and state aid, and \$3,505,920 in miscellaneous revenues including interest, general entitlements, special items and transfers.

In Figure A-5, below, we have presented the cost of each of the school district's seven largest functions as listed below. Providing this information allows our citizens to consider the cost of each function in comparison to the benefits they believe are provided by the function.

**Figure A-5**

	<b>Governmental Activities</b>	<b>Governmental Activities</b>
	<b>Net Cost of</b>	<b>Net Cost of</b>
	<b>Services</b>	<b>Services</b>
	<b><u>2013</u></b>	<b><u>2012</u></b>
Regular programs instruction	\$53,193,754	\$57,542,173
Unallocated benefits	50,015,952	33,460,470
Student services	16,078,400	17,570,726
Plant services	14,020,550	14,500,756
Tuition	11,427,609	12,325,903
Special programs instruction	13,989,305	13,801,887
Pupil Transportation	8,963,800	8,668,131
All others	<u>19,614,131</u>	<u>17,034,703</u>
Total	<u><b>\$187,303,501</b></u>	<u><b>\$174,904,749</b></u>

This increase includes \$10,799,808 million in On-Behalf TPAF pension contributions and post retirement medical contributions paid by the State of New Jersey and an increase in funding workers' compensation claims and \$5,782,285 million in reimbursed TPAF social security contributions.

### **Financial Analysis of the District's Funds**

As we noted earlier, the school district uses funds to help it control and manage money for particular purposes. Looking at funds helps you consider whether the school district is being accountable for the resources provided to it, and also, gives more insight into the school district's overall financial health.

As the school district completed this year, our governmental funds reported a combined fund balance of \$28,525,815 which represents an increase of \$6,221,292 from last year. The primary reasons for the increase are:

1. Positive budget variances for 2012-2013
2. Additional non-budgeted state aid - Extraordinary Aid
3. Prior Period Audit Adjustment

### **General Fund Budgetary Highlights**

Over the course of the year, the school district revises its budget as it attempts to deal with unexpected changes in revenues and expenditures. Budget changes/transfers are approved by the Board of Education throughout the year. Although the district's projected budget for the general fund anticipated that revenues and expenditures would be roughly equal, the actual results for the year show a surplus.

Actual revenues reflect a positive variance of \$20,605,685. This is due primarily to two factors:

1. The State reimbursement in the amount of \$5.782 million for social security contributions and \$10.8 million on behalf of contributions for TPAF pension and post retirement medical. This is always a non-budgeted item that the State requires be included in the final audit.
2. Miscellaneous revenue in excess of projection.

Actual expenditures reflect a negative variance of \$1.591 million even though several budget lines show a positive variance. This again is primarily due to the State requirement to include social security contributions and on behalf of TPAF pension and post retirement medical benefits contributions in the audit.

## **CAPITAL ASSET AND DEBT ADMINISTRATION**

### **Capital Assets**

At June 30, 2013, the school district had \$114,046,932 invested in a broad range of capital assets, including land, buildings, building improvements, other improvements, construction in progress, vehicles, furniture and equipment. This amount represents a net increase (including additions, deductions and depreciation) of \$3,382,505 or 3.06% from fiscal year 2012.

**Figure A-6**  
**Capital Assets at Year-End**  
**(Rounded)**

	<b>Governmental Activities <u>2013</u></b>	<b>Governmental Activities <u>2012</u></b>
Land	1,248,202	1,248,202
Construction in Progress	3,162,877	417,809
Buildings and Improvements	55,026,591	55,026,591
Furniture, Equipment and Vehicles	6,570,145	6,019,985
Improvements Including Buildings	<u>48,039,117</u>	<u>47,951,840</u>
Total Capital Assets	<u>\$114,046,932</u>	<u>\$110,664,427</u>

This year's net additions are reported at \$3,382,505. The construction projects (construction in progress) have been completed and have been recorded within the appropriate Capital Fixed Asset category and depreciated accordingly.

**Long-Term Debt**

At the end of this year, the school district has \$46,530,000 in bonds and capital leases outstanding versus \$46,660,000 last year – a decrease of 0.28%. Those long-term debt consisted of:

**Outstanding Debt, at Year-End**  
**(Rounded)**

	<b>Governmental Activities <u>2013</u></b>	<b>Governmental Activities <u>2012</u></b>
Lease purchase obligations	<u>\$1,605,000</u>	<u>\$ 2,360,000</u>
General obligation bonds (Guaranteed by the Township)	<u>\$44,925,000</u>	<u>\$44,300,000</u>

The school district's general obligation bond rating continues to be AA. The state limits the amount of general obligation debt that cities can issue to 4.0% of the average state equalized assessed value of the taxable property within the school district's corporate limits. The school district's outstanding general obligation debt of \$44,925,000 is significantly below the statutorily-imposed limit.

Other obligations include accrued vacation pay and sick leave. We present more detailed information about our long-term liabilities in the notes to the financial statement.

## **FACTORS AFFECTING THE DISTRICT'S FUTURE**

- Although the Hamilton Township School District continues to be highly efficient and financially stable, the overall status of the world and state economy could have an impact on the district's future budgets.
- The Hamilton Township School District will conduct its election in November. There is no vote required on the school budget if the election is held in November and the property tax levy does not increase by more than 2%. This should prove helpful to our district as voters have a track record of voting down school budgets in Hamilton.
- State Aid allocations have been volatile in Hamilton over the past five years. This makes the budgeting process difficult because the information comes late in the budgeting process and cannot be depended upon. We are hopeful this situation will stabilize or aid will increase. We continue to be \$12 million underfunded according to the Taxpayers' Comparative Spending Guide.
- Health benefit reforms have assisted in containing these costs for the future. However, these costs will continue to increase and be a major expense for this district.
- Salary increases appear to have been decreasing as well, but salaries statewide continue to grow incrementally and will be a major expense for the foreseeable future.
- The district has recently committed significant resources in order to improve the education program. We are hopeful this will translate in a measurable increase in student performance.
- The district has engaged in an Energy Savings Improvement Program that will eventually yield a significant amount of upgrades to our energy management system with no increase to the general fund budget. The hope is to begin to contain and stabilize wildly fluctuating utility costs.
- Salaries, benefits, student transportation, energy costs and private tuition continue to comprise nearly 90 percent of the entire budget.

## **CONTACTING THE SCHOOL DISTRICT'S FINANCIAL MANAGEMENT**

Our financial report is designed to provide our citizens, taxpayers, parents, students, investors and creditors with a general overview of the school district's finances and to show the school district's accountability for the money it received. If you have questions about this report or wish to request additional financial information, contact Mr. Kurt Stumbaugh, Interim Business Administrator, at Hamilton Township Board of Education, 90 Park Avenue, Hamilton, New Jersey 08690.

**BASIC FINANCIAL STATEMENTS**



A. District-Wide Financial Statements



**HAMILTON TOWNSHIP BOARD OF EDUCATION**  
**STATEMENT OF NET POSITION**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2013**  
**(With Comparative Totals for June 30, 2012)**

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTALS	
			JUNE 30, 2013	(MEMORANDUM ONLY) JUNE 30, 2012
Cash & Cash Equivalents	\$ 18,741,064	\$ 41,263	\$ 18,782,327	\$ 20,605,212
Receivables, Net	4,233,213	777,048	5,010,261	1,616,906
Receivables from Other Funds	-	-	-	651,678
Inventory	383,920	52,102	436,022	507,807
Restricted Cash & Cash Equivalents:				
Capital Reserve Account	6,941,849	-	6,941,849	2,005,037
Maintenance Reserve Account	700,000	-	700,000	700,000
Unamortized Issuance Costs on Refinancing	516,356	-	516,356	283,999
Unamortized Discount on Refinancing	105,745	-	105,745	115,791
Deferred Amount on Refinancing	2,947,565	-	2,947,565	481,658
Capital Assets, Net (Note 5)	53,869,460	212,811	54,082,271	53,224,632
<b>Total Assets</b>	<b>88,439,172</b>	<b>1,083,224</b>	<b>89,522,396</b>	<b>80,192,720</b>
<b>LIABILITIES</b>				
Accounts Payable	698,024	178,060	876,084	1,249,687
Accrued Interest Payable	444,309	-	444,309	706,746
Interfund Payable	642,702	-	642,702	812,524
Workers Compensation Claims Payable	692,546	-	692,546	692,546
Deferred Revenue	30,788	32,005	62,793	51,093
Other Current Liabilities	-	-	-	17,040
Noncurrent Liabilities (Note 7):				
Due Within One Year	3,005,000	-	3,005,000	2,385,000
Due Beyond One Year	46,720,627	2,633	46,723,260	47,511,501
Unamortized Premium on Refinancing	285,575	-	285,575	132,331
<b>Total Liabilities</b>	<b>52,519,571</b>	<b>212,698</b>	<b>52,732,269</b>	<b>53,558,468</b>
<b>NET POSITION</b>				
Invested in Capital Assets, Net of Related Debt	7,339,460	212,811	7,552,271	6,564,632
Restricted For:				
Debt Service	1,776,709	-	1,776,709	1,931,875
Capital Projects	933,778	-	933,778	2,044,606
Other Purposes	20,286,602	-	20,286,602	13,443,253
Unrestricted	5,583,052	657,715	6,240,767	2,649,886
<b>Total Net Position</b>	<b>\$ 35,919,601</b>	<b>\$ 870,526</b>	<b>\$ 36,790,127</b>	<b>\$ 26,634,252</b>

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

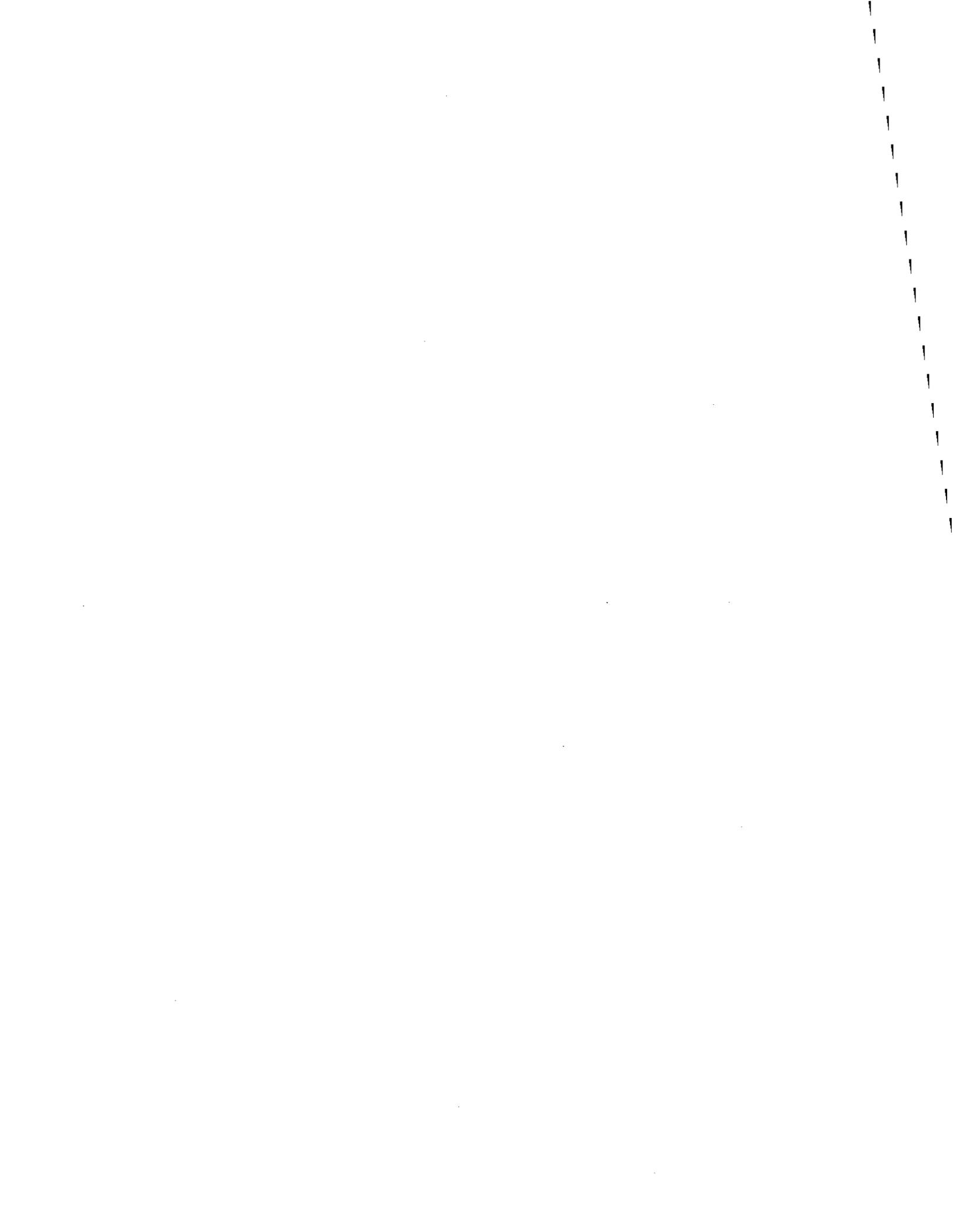
**HAMILTON TOWNSHIP BOARD OF EDUCATION  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013  
(With Comparative Totals for June 30, 2012)**

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION			
		CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTALS	
						(MEMORANDUM ONLY)	
						JUNE 30, 2013	JUNE 30, 2012
Governmental Activities:							
Instruction:							
Regular	\$ 58,078,633	\$ -	\$ 4,884,879	\$ (53,193,754)	\$ -	\$ (53,193,754)	\$ (57,542,173)
Special Education	13,989,305	-	-	(13,989,305)	-	(13,989,305)	(13,801,887)
Other Special Instruction	2,087,632	-	-	(2,087,632)	-	(2,087,632)	(1,997,707)
Other Instruction	1,703,016	-	-	(1,703,016)	-	(1,703,016)	(1,603,512)
Adult/Continuing Education Programs	472,555	-	-	(472,555)	-	(472,555)	(418,597)
Support Services & Undistributed Costs:							
Tuition	11,427,609	-	-	(11,427,609)	-	(11,427,609)	(12,325,903)
Student & Instruction Related							
Services	19,351,059	-	3,272,659	(16,078,400)	-	(16,078,400)	(17,570,726)
School Administrative Services	6,825,173	-	-	(6,825,173)	-	(6,825,173)	(7,434,736)
General Administrative Services	4,558,523	-	-	(4,558,523)	-	(4,558,523)	(2,484,370)
Plant Operations & Maintenance	14,020,550	-	-	(14,020,550)	-	(14,020,550)	(14,500,756)
Pupil Transportation	8,963,800	-	-	(8,963,800)	-	(8,963,800)	(8,668,131)
Unallocated Employee Benefits	50,015,952	-	-	(50,015,952)	-	(50,015,952)	(33,460,470)
Special Schools	123,795	-	-	(123,795)	-	(123,795)	(135,387)
Interest on Long-Term Debt	1,259,791	-	225,571	(1,034,220)	-	(1,034,220)	(1,891,333)
Unallocated Compensated Absences	(38,241)	-	-	38,241	-	38,241	-
Amortization of Debt Issuance Costs	245,027	-	-	(245,027)	-	(245,027)	-
Unallocated Depreciation & Amortization	2,602,431	-	-	(2,602,431)	-	(2,602,431)	(1,069,061)
<b>Total Governmental Activities</b>	<b>195,686,610</b>	<b>-</b>	<b>8,383,109</b>	<b>(187,303,501)</b>	<b>-</b>	<b>(187,303,501)</b>	<b>(174,904,749)</b>

HAMILTON TOWNSHIP BOARD OF EDUCATION  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013  
(With Comparative Totals for June 30, 2012)

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION			
		CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS (MEMORANDUM ONLY)	
						JUNE 30, 2013	JUNE 30, 2012
Business-Type Activities:							
Food Service	3,178,209	1,097,279	2,256,798	-	175,868	175,868	178,229
Total Business-Type Activities	3,178,209	1,097,279	2,256,798	-	175,868	175,868	178,229
Total Primary Government	\$ 198,864,819	\$ 1,097,279	\$ 10,639,907	(187,303,501)	175,868	(187,127,633)	(174,726,520)
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes, Net				96,839,447	-	96,839,447	94,940,634
Taxes Levied for Debt Service				3,764,868	-	3,764,868	537,200
Federal & State Aid Not Restricted				91,000,537	-	91,000,537	74,407,106
Federal & State Aid Restricted				1,070,199	-	1,070,199	5,535,459
Investment Earnings				-	-	-	397,105
Tuition Charges				128,791	-	128,791	-
Miscellaneous Income				3,742,424	-	3,742,424	1,145,364
Loss on Disposal of Assets				(24,300)	-	(24,300)	(39,497)
Transfers - Charter School				(340,995)	-	(340,995)	(265,474)
Total General Revenues, Special Items, Extraordinary Items & Transfers				196,180,971	-	196,180,971	176,657,897
Change In Net Position				8,877,470	175,868	9,053,338	1,931,377
Net Position - Beginning, As previously stated				25,939,593	694,658	26,634,251	24,702,877
Prior Period Adjustment				1,102,538	-	1,102,538	-
Net Position - Beginning, Restated				27,042,131	694,658	27,736,789	-
Net Position - Ending				\$ 35,919,601	\$ 870,526	\$ 36,790,127	\$ 26,634,254

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



## B. Fund Financial Statements



Governmental Funds



**HAMILTON TOWNSHIP BOARD OF EDUCATION  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
JUNE 30, 2013**

(With Comparative Totals for June 30, 2012)

ASSETS	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTALS	
					(MEMORANDUM ONLY)	
					JUNE 30, 2013	JUNE 30, 2012
Cash & Cash Equivalents	\$ 18,036,571	\$ -	\$ 586,375	\$ 2,221,018	\$ 20,843,964	\$ 20,514,110
Receivables, Net	-	-	-	-	-	23,302
Receivables from Other						
Governments	1,521,837	2,278,018	352,707	-	4,152,562	1,465,157
Other Receivables	80,651	-	-	-	80,651	1,029
Interfund Accounts Receivable	-	-	-	-	-	841
Inventory	383,920	-	-	-	383,920	424,961
Restricted Cash & Cash Equivalents	7,641,849	-	-	-	7,641,849	2,705,037
<b>Total Assets</b>	<b>\$ 27,664,828</b>	<b>\$ 2,278,018</b>	<b>\$ 939,082</b>	<b>\$ 2,221,018</b>	<b>\$ 33,102,946</b>	<b>\$ 25,134,437</b>
<b>LIABILITIES &amp; FUND BALANCES</b>						
<b>Liabilities:</b>						
Cash Deficit	\$ -	\$ 2,078,311	\$ -	\$ -	\$ 2,078,311	\$ -
Accounts Payable	590,822	58,338	-	-	649,160	974,561
Intergovernmental Accounts Payable	-	48,864	-	-	48,864	-
Interfund Payable	1,702,987	61,717	5,304	-	1,770,008	1,814,569
Other Current Liabilities	-	-	-	-	-	17,040
Deferred Revenue	-	30,788	-	-	30,788	23,744
<b>Total Liabilities</b>	<b>2,293,809</b>	<b>2,278,018</b>	<b>5,304</b>	<b>-</b>	<b>4,577,131</b>	<b>2,829,914</b>
<b>Fund Balances:</b>						
Nonspendable:						
Inventory	383,920	-	-	-	383,920	424,961
Restricted for:						
Capital Reserve	6,941,849	-	-	-	6,941,849	2,005,037
Maintenance Reserve	700,000	-	-	-	700,000	700,000
Excess Surplus - Current Year	6,252,505	-	-	-	6,252,505	6,008,328
Excess Surplus - Prior Year - Designated for Subsequent Year's Expenditures	6,008,328	-	-	-	6,008,328	5,304,927
Committed for:						
Capital Projects	-	-	933,778	-	933,778	2,845,991
Assigned to:						
Designated by the BOE for Subsequent Year's Expenditures	5,084,417	-	-	-	5,084,417	-
Capital Projects	-	-	-	-	-	14,941
Debt Service	-	-	-	2,221,018	2,221,018	2,638,621
Other Purposes	-	-	-	-	-	534,456
Unassigned						
Capital Projects	-	-	-	-	-	(816,325)
General Fund	-	-	-	-	-	2,643,586
<b>Total Fund Balances</b>	<b>25,371,019</b>	<b>-</b>	<b>933,778</b>	<b>2,221,018</b>	<b>28,525,815</b>	<b>22,304,523</b>
<b>Total Liabilities &amp; Fund Balances</b>	<b>\$ 27,664,828</b>	<b>\$ 2,278,018</b>	<b>\$ 939,082</b>	<b>\$ 2,221,018</b>		

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$114,046,932 and the accumulated depreciation is \$60,177,472.	53,869,460	53,089,386
Long-term liabilities, including bonds payable, and capital leases payable are not due and payable in the current period and therefore are not reported as liabilities in the funds (See Illustrative Note 7)	(49,725,627)	(49,893,868)
Short-term Liabilities, including accrued interest on long-term debt, are not due payable in the current period and therefore are not reported as liabilities in the funds.	(444,309)	(706,746)
Transactions related to a current refunding of a long-term debt, refinancing of lease agreement are not reported in the funds.		
Cost of issuance, net of amortization	516,356	283,999
Issuance discount, net of amortization	105,745	115,791
Issuance premium, net of amortization	(285,575)	(132,330)
Deferred amount on refunding, net of amortization	2,947,565	481,658
Transactions related to the Internal Service Fund - Workmans Comensation	410,171	397,180

Net Position of Governmental Activities \$ 35,919,601 \$ 25,939,593

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

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2013  
(With Comparative Totals for June 30, 2012)**

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTALS	
					(MEMORANDUM ONLY)	
					JUNE 30, 2013	JUNE 30, 2012
<b>Revenues:</b>						
Local Tax Levy	\$ 96,839,447	\$ -	\$ -	\$ 3,764,868	\$100,604,315	\$ 95,477,834
Tuition Charges	128,791	-	-	-	128,791	-
Miscellaneous	3,718,238	26,132	-	24,186	3,768,556	1,541,220
<b>Total Local Sources</b>	<b>100,686,476</b>	<b>26,132</b>	<b>-</b>	<b>3,789,054</b>	<b>104,501,662</b>	<b>97,019,054</b>
State Sources	90,686,980	1,292,901	1,070,199	225,571	93,275,651	86,344,375
Federal Sources	313,557	6,838,505	-	-	7,152,062	7,015,426
<b>Total Revenues</b>	<b>191,687,013</b>	<b>8,157,538</b>	<b>1,070,199</b>	<b>4,014,625</b>	<b>204,929,375</b>	<b>190,378,855</b>
<b>Expenditures:</b>						
<b>Current:</b>						
Regular Instruction	53,193,754	4,884,879	-	-	58,078,633	55,730,240
Special Education Instruction	13,989,305	-	-	-	13,989,305	13,857,310
Other Special Instruction	2,087,632	-	-	-	2,087,632	1,997,707
Other Instruction	1,703,016	-	-	-	1,703,016	1,603,512
Adult/Continuing Education	472,555	-	-	-	472,555	418,598
<b>Support Services &amp; Undistributed Costs:</b>						
Tuition	11,427,609	-	-	-	11,427,609	12,325,904
Student & Instruction Related Services	16,078,400	3,272,659	-	-	19,351,059	17,570,726
School Administrative Services	6,825,173	-	-	-	6,825,173	7,434,736
General Administrative Services	4,466,825	-	-	-	4,466,825	2,380,556
Plant Operations & Maintenance	14,020,550	-	-	-	14,020,550	14,288,584
Pupil Transportation	8,963,800	-	-	-	8,963,800	8,668,131
Unallocated Benefits	50,028,943	-	-	-	50,028,943	46,561,482
Special Schools	123,795	-	-	-	123,795	135,387
<b>Debt Service:</b>						
Principal	-	-	-	2,910,000	2,910,000	2,315,000
Interest & Other Charges	-	-	-	1,522,228	1,522,228	2,222,166
Capital Outlay	723,321	-	2,775,182	-	3,498,503	816,823
<b>Total Expenditures</b>	<b>184,104,678</b>	<b>8,157,538</b>	<b>2,775,182</b>	<b>4,432,228</b>	<b>199,469,626</b>	<b>188,326,862</b>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	7,582,335	-	(1,704,983)	(417,603)	5,459,749	2,051,993
<b>Other Financing Sources/(Uses):</b>						
Transfer to Charter Schools	(340,995)	-	-	-	(340,995)	-
Transfers In/(Out)	(594,155)	-	594,155	-	-	(265,474)
<b>Total Other Financing Sources &amp; Uses</b>	<b>(935,150)</b>	<b>-</b>	<b>594,155</b>	<b>-</b>	<b>(340,995)</b>	<b>(265,474)</b>
Net Change in Fund Balances	6,647,185	-	(1,110,828)	(417,603)	5,118,754	1,786,519
Fund Balances - July 1, as previously stated	17,621,296	-	2,044,606	2,638,621	22,304,523	20,518,004
Prior Period Adjustment	1,102,538	-	-	-	1,102,538	-
Fund Balances July 1, restated	18,723,834	-	2,044,606	2,638,621	23,407,061	-
<b>Fund Balances - June 30</b>	<b>\$ 25,371,019</b>	<b>\$ -</b>	<b>\$ 933,778</b>	<b>\$ 2,221,018</b>	<b>\$ 28,525,815</b>	<b>\$ 22,304,523</b>

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

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2013**

Total Net Change in Fund Balances - Governmental Funds (From B-2) \$ 5,118,754

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. This is the amount by which capital outlays exceeded depreciation in the period:

Depreciation Expense	\$	(2,602,431)	
Deletions		(24,300)	
Capital Outlay		3,406,805	780,074

Repayment of bond and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. 2,910,000

Proceeds from debt issues are a financing source in the governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net position.

Proceeds of long-term debt - Net	(28,265,000)
Bonds Refunded	25,485,000
Premiums, Costs of Issuance and Loss on Refundings	2,780,000

Amortization of losses on early extinguishments of debt and premiums from refunded debt issuances are recorded when incurred in the governmental funds but are accrued and expensed over time in the statement of activities. (245,027)

In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due.

Prior year		706,746	
Current Year		(444,309)	262,437

Internal Service Fund - Workers Compensation, Change in net position 12,991

Increase of compensated absences is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. 38,241

Change in Net Position of Governmental Activities \$ 8,877,470

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



## Proprietary Funds



**HAMILTON TOWNSHIP BOARD OF EDUCATION  
 PROPRIETARY FUNDS  
 STATEMENT OF NET POSITION  
 FOR THE YEAR ENDED JUNE 30, 2013  
 (With Comparative Totals for June 30, 2012)**

ASSETS	BUSINESS-TYPE	GOVERNMENTAL	TOTALS	
	ACTIVITIES - ENTERPRISE FUNDS		ACTIVITIES	(MEMORANDUM ONLY)
	FOOD SERVICE	INTERNAL SERVICE FUND	JUNE 30, 2013	JUNE 30, 2012
<b>Current Assets:</b>				
Cash & Cash Equivalents	\$ 41,263	\$ -	\$ 41,263	\$ 91,102
Accounts Receivable	149,545	-	149,545	127,418
Interfund Receivable	627,503	1,127,306	1,754,809	1,652,882
Inventories	52,102	-	52,102	82,845
<b>Total Current Assets</b>	<b>870,413</b>	<b>1,127,306</b>	<b>1,997,719</b>	<b>1,954,247</b>
<b>Noncurrent Assets:</b>				
Furniture, Machinery & Equipment	399,342	-	399,342	276,749
Less: Accumulated Depreciation	(186,531)	-	(186,531)	(141,503)
<b>Total Noncurrent Assets</b>	<b>212,811</b>	<b>-</b>	<b>212,811</b>	<b>135,246</b>
<b>Total Assets</b>	<b>1,083,224</b>	<b>1,127,306</b>	<b>2,210,530</b>	<b>2,089,493</b>
<b>LIABILITIES</b>				
<b>Current Liabilities:</b>				
Cash Deficit	-	24,589	24,589	-
Accounts Payable	178,060	-	178,060	275,126
Claims Payable	-	692,546	692,546	692,546
Deferred Revenue	32,005	-	32,005	27,349
<b>Noncurrent Liabilities:</b>				
Compensated Absences	2,633	-	2,633	2,633
<b>Total Liabilities</b>	<b>212,698</b>	<b>717,135</b>	<b>929,833</b>	<b>997,654</b>
<b>NET POSITION</b>				
Invested in Capital Assets, Net of Related Debt	212,811	-	212,811	135,246
Unrestricted	657,715	410,171	1,067,886	956,593
<b>Total Net Position</b>	<b>\$ 870,526</b>	<b>\$ 410,171</b>	<b>\$ 1,280,697</b>	<b>\$ 1,091,839</b>

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

**HAMILTON TOWNSHIP BOARD OF EDUCATION**  
**PROPRIETARY FUNDS**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION**  
**FOR THE YEAR ENDED JUNE 30, 2013**  
**(With Comparative Totals for June 30, 2012)**

	BUSINESS-TYPE ACTIVITIES -		TOTALS	
	ENTERPRISE FUNDS	GOVERNMENTAL ACTIVITIES	(MEMORANDUM ONLY)	
	FOOD SERVICE	INTERNAL SERVICE FUND	JUNE 30, 2013	JUNE 30, 2012
Operating Revenues:				
Charges for Services:				
Daily Sales - Reimbursable Programs	\$ 583,957	\$ -	\$ 583,957	\$ 771,561
Daily Sales Nonreimbursable Programs	513,322	-	513,322	544,885
<b>Total Operating Revenues</b>	<b>1,097,279</b>	<b>-</b>	<b>1,097,279</b>	<b>1,316,446</b>
Operating Expenses:				
Cost of Sales	1,485,421	-	1,485,421	1,384,631
Salaries	1,120,113	-	1,120,113	1,194,042
Employee Benefits	101,560	-	101,560	74,605
Management & Consultant Fees	227,391	-	227,391	240,321
Insurance	-	112,270	112,270	133,689
Direct Expenses	88,815	-	88,815	-
General Supplies	109,881	-	109,881	168,976
Depreciation	45,028	-	45,028	19,676
<b>Total Operating Expenses</b>	<b>3,178,209</b>	<b>112,270</b>	<b>3,290,479</b>	<b>3,215,940</b>
<b>Operating Income/(Loss)</b>	<b>(2,080,930)</b>	<b>(112,270)</b>	<b>(2,193,200)</b>	<b>(1,899,494)</b>
Nonoperating Revenues (Expenses):				
State Sources:				
State School Lunch/Breakfast Program	39,927	-	39,927	41,189
Federal Sources:				
National School Lunch Program	1,588,365	-	1,588,365	1,524,516
National School Breakfast Program	261,615	-	261,615	229,693
Food Distribution Program	243,091	-	243,091	148,636
Interest & Investment Revenue	1,207	-	1,207	1,249
Gain on Fixed Asset Valuation	122,593	-	122,593	-
<b>Total Nonoperating Revenues/(Expenses)</b>	<b>2,256,798</b>	<b>-</b>	<b>2,256,798</b>	<b>1,945,283</b>
<b>Change in Net Position</b>	<b>175,868</b>	<b>(112,270)</b>	<b>63,598</b>	<b>45,789</b>
Transfer in/(out)	-	125,261	125,261	29,875
<b>Total Net Position - Beginning</b>	<b>694,658</b>	<b>397,180</b>	<b>1,091,838</b>	<b>1,016,175</b>
<b>Total Net Position - Ending</b>	<b>\$ 870,526</b>	<b>\$ 410,171</b>	<b>\$ 1,280,697</b>	<b>\$ 1,091,839</b>

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

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
PROPRIETARY FUNDS  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2013  
(With Comparative Totals for June 30, 2012)**

	BUSINESS-TYPE ACTIVITIES -		TOTALS	
	ENTERPRISE FUNDS FOOD SERVICE	GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUND	JUNE 30, 2013	JUNE 30, 2012
<b>Cash Flows From Operating Activities:</b>				
Receipts from Customers	\$ 1,121,178	\$ -	\$ 1,121,178	\$ 1,319,086
Payments to Employees	(1,120,113)	-	(1,120,113)	(1,708,766)
Payments for Employee Benefits	(101,560)	(112,270)	(213,830)	(119,756)
Payments to Suppliers	(1,977,831)	-	(1,977,831)	(1,194,533)
<b>Net Cash Provided/(Used) by Operating Activities</b>	<b>(2,078,326)</b>	<b>(112,270)</b>	<b>(2,190,596)</b>	<b>(1,703,969)</b>
<b>Cash Flows From Capital Financing Activities:</b>				
Purchase of Capital Assets	-	-	-	(122,561)
<b>Net Cash Provided/(Used) by Capital Financing Activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(122,561)</b>
<b>Cash Flows From Noncapital Financing Activities:</b>				
Federal and State Sources	2,114,961	-	2,114,961	1,772,943
Contribution from Other Funds	-	-	-	71,424
<b>Net Cash Provided/(Used) by Noncapital Financing Activities</b>	<b>2,114,961</b>	<b>-</b>	<b>2,114,961</b>	<b>1,844,367</b>
<b>Cash Flows From Investing Activities:</b>				
Interest & Dividends	1,207	-	1,207	1,249
<b>Net Cash Provided/(Used) by Investing Activities</b>	<b>1,207</b>	<b>-</b>	<b>1,207</b>	<b>1,249</b>
<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents</b>				
Balances - Beginning of Year	37,842	(112,270)	(74,428)	19,086
Balances - End of Year	3,421	87,681	91,102	72,016
	<b>\$ 41,263</b>	<b>\$ (24,589)</b>	<b>\$ 16,674</b>	<b>\$ 91,102</b>

**Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:**

Operating Income/(Loss)	\$ (2,080,930)	\$ (112,270)	\$(2,193,200)	\$ (1,899,495)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:				
Food Distribution Program	-	-	-	19,676
Depreciation & Net Amortization	45,028	-	45,028	148,636
(Increase)/Decrease in Inventories	30,743	-	30,743	(15,664)
Increase/(Decrease) in Other Claims Payable	-	-	-	88,540
Increase/(Decrease) in Accounts Payable	(97,066)	-	(97,066)	121,864
Increase/(Decrease) in Compensated Absences	-	-	-	(492)
Increase/(Decrease) in Deferred Revenues	4,656	-	4,656	15,664
Increase/(Decrease) in Interfunds Receivable	23,333	-	23,333	(187,300)
Increase/(Decrease) in Accounts Receivable	(4,090)	-	(4,090)	4,602
<b>Total Adjustments</b>	<b>2,604</b>	<b>-</b>	<b>2,604</b>	<b>195,526</b>
<b>Net Cash Provided/(Used) by Operating Activities</b>	<b>\$ (2,078,326)</b>	<b>\$ (112,270)</b>	<b>\$(2,190,596)</b>	<b>\$ (1,703,969)</b>

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



Fiduciary Fund



**HAMILTON TOWNSHIP BOARD OF EDUCATION  
FIDUCIARY FUNDS  
STATEMENT OF NET POSITION  
JUNE 30, 2013  
(With Comparative Totals for June 30, 2012)**

ASSETS	PRIVATE PURPOSE				TOTALS	
	UNEMPLOYMENT COMPENSATION TRUST	SCHOLARSHIP FUND	AGENCY		JUNE 30, 2013	JUNE 30, 2012
			PAYROLL FUND	STUDENT ACTIVITY		(MEMORANDUM ONLY)
Cash & Cash Equivalents	\$ 2,199,449	\$ 10,385	\$ 871,293	\$ 605,372	\$ 3,686,499	\$ 3,476,537
Investments at Fair Value:						
Certificates of Deposit	-	189,292	-	-	189,292	196,393
Other Receivable	-	639	-	-	639	2,669
Interfunds Receivable	2,701	89,553	87,170	-	179,424	221,221
<b>Total Assets</b>	<b>2,202,150</b>	<b>289,869</b>	<b>958,463</b>	<b>605,372</b>	<b>4,055,854</b>	<b>3,896,820</b>
<b>LIABILITIES</b>						
Accounts Payable	17,552	-	-	605,372	622,924	742,213
Interfunds Payable	87,169	-	77,056	-	164,225	841
Payroll Deductions & Withholdings	-	-	881,407	-	881,407	889,547
<b>Total Liabilities</b>	<b>104,721</b>	<b>-</b>	<b>958,463</b>	<b>605,372</b>	<b>1,668,556</b>	<b>1,632,602</b>
<b>NET POSITION</b>						
Held in Reserve for						
Unemployment Claims	2,097,429	-	-	-	2,097,429	2,061,105
Reserved for Scholarships	-	289,869	-	-	289,869	203,114
<b>Total Net Position</b>	<b>\$ 2,097,429</b>	<b>\$ 289,869</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,387,298</b>	<b>\$ 2,264,219</b>

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

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
FIDUCIARY FUNDS  
STATEMENT OF CHANGES IN NET POSITION  
JUNE 30, 2013  
(With Comparative Totals for June 30, 2012)**

ADDITIONS	PRIVATE PURPOSE		TOTALS	
	UNEMPLOYMENT COMPENSATION TRUST	SCHOLARSHIP FUND	JUNE 30, 2013	(MEMORANDUM ONLY) JUNE 30, 2012
Contributions:				
Plan Members	\$ 283,130	\$ -	\$ 283,130	\$ 186,621
Other	2,701	95,400	98,101	5,293
Investment Earnings:				
Interest	16,709	905	17,614	30,617
Total Additions	302,540	96,305	398,845	222,530
DEDUCTIONS				
Unemployment Claims	266,216	-	266,216	334,877
Scholarships Awarded	-	9,550	9,550	9,000
Total Deductions	266,216	9,550	275,766	343,877
Change in Net Position	36,324	86,755	123,079	(121,347)
Net Position - Beginning of the Year	2,061,105	203,114	2,264,219	2,385,566
Net Position - End of the Year	\$ 2,097,429	\$ 289,869	\$ 2,387,298	\$ 2,264,219

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

**HAMILTON TOWNSHIP  
BOARD OF EDUCATION**

**NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2013**



**HAMILTON TOWNSHIP BOARD OF EDUCATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

**Note 1: Summary of Significant Accounting Policies**

The accompanying financial statements of the Hamilton Township Board of Education have been prepared in conformity with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB). In June 1999 the GASB issued Statement 34 *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*. This statement established new financial reporting requirements for state and local governmental entities throughout the United States. It also required new information and restructured much of the information that governments have presented in the past. Comparability with reports issued in prior years is affected.

The District implemented these standards for the fiscal year-ending June 30, 2003, with the implementation of GASB Statement 34; the District has prepared required supplementary information titled *Management’s Discussion and Analysis*, which precedes the basic financial statements.

Other GASB Statements are required to be implemented in conjunction with GASB Statement 34. The District has implemented the following GASB Statements in the current fiscal year: Statement 63 – *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*.

In March 2012, the GASB issued Statement No. 65, *Items Previously Reported as Assets and Liabilities*. GASB Statement No. 65 reclassifies, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. This Statement also provides other financial reporting guidance related to the impact of the financial statement elements deferred outflows of resources and deferred inflows of resources, such as changes in the determination of the major fund calculations and limiting the use of the term deferred in financial statement presentations. The provisions of this Statement are effective for financial statements for periods beginning after December 15, 2012. Management is currently evaluating the impact of the adoption of this Statement but it is expected to have a material impact on the financial statements for the year ended June 30, 2014.

The accompanying financial statements present the financial position of the District and the various funds and fund types, the results of operations of the District and the various funds and fund types, and the cash flows of the proprietary funds. The financial statements are presented as of June 30, 2013 and for the year then ended with comparative totals as of and for the year ended June 30, 2012 (Memorandum Only).

**A. Reporting Entity:**

The Hamilton Township Board of Education is a Type II district located in the County of Mercer, 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 appointed to three-year terms. These terms are staggered so that three members’ terms expire each year. The District provides a full range of educational services appropriate to grade levels K through 12. The Hamilton Township Board of Education has an approximate enrollment at June 30, 2013 of 12,354 students.

**HAMILTON TOWNSHIP BOARD OF EDUCATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

**Note 1: Summary of Significant Accounting Policies (continued):**

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:

- ◆ the organization is legally separate (can sue or be sued in their own name)
- ◆ the District holds the corporate powers of the organization
- ◆ the District appoints a voting majority of the organization's board
- ◆ the District is able to impose its will on the organization
- ◆ the organization has the potential to impose a financial benefit/burden on the District
- ◆ there is a fiscal dependency by the organization on the District

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

**B. District-Wide and Fund Financial Statements:**

The district-wide financial statements (the statement of net position and the statement of activities) report information of all of the nonfiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these district-wide statements. District activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment or component unit are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function, segment, or component unit. Program revenues include charges to customers who purchase, use or directly benefit from goods or services provided by a given function, segment or component unit. Program revenues also include grants and contributions that are restricted to meeting the operational or capital requirements of a particular function, segment, or component unit. Taxes and other items not properly included among program revenues are reported instead as general revenues. The District does not allocate general government (indirect) expenses to other functions.

Net position are restricted when constraints placed on them are either externally imposed or are imposed by constitutional provisions or enabling legislation. Internally imposed designations of resources are not presented as restricted net assets. When both restricted and unrestricted resources are available for use, generally it is the District's policy to use restricted resources first, and then unrestricted resources as they are needed.

Separate financial statements are provided for governmental funds, proprietary funds, fiduciary funds and similar component units, and major component units. However, the fiduciary funds are not included in the district-wide statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2013**

**Note 1: Summary of Significant Accounting Policies (continued):**

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

**District-Wide Financial Statements** – The governmental fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. 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** – The 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 year-end. Principal revenue sources considered susceptible to accrual include federal and state grants, interest on investments, tuition and transportation. Other revenues are considered to be measurable and available only when cash is received by the state.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

**D. Fund Accounting:**

The accounts of the Hamilton Township Board of Education are maintained in accordance with the principles of fund accounting to ensure observance of limitations and restrictions on the resources available. The principles of fund accounting require that resources be classified for accounting and reporting purposes into funds or account groups in accordance with activities or objectives specified for the resources. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources. The various funds and accounts are grouped, in the financial statements in this report, into seven fund types within three broad fund categories and two account groups as follows:

**Governmental Funds**

**General Fund** - The general fund is the general operating fund of the Hamilton Township Board of Education 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 sub-fund.

**HAMILTON TOWNSHIP BOARD OF EDUCATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

**Note 1: Summary of Significant Accounting Policies (continued):**

**D. Fund Accounting (continued):**

As required by the New Jersey Department of Education Hamilton Township Board of Education includes budgeted Capital Outlay in this fund. Generally accepted accounting principles (GAAP) 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, interest earnings 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 Special Revenue Fund is used to account for the proceeds of specific revenue 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.

**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).

**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.

**Internal Service Fund** – Internal service funds are cost accounting and distribution entities, and are intended to "break even" annually and/or over a period of years. The use of an internal service fund does not provide additional revenue or expenses to the district but acts as a means to document the sharing of the costs.

**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** - The enterprise fund is used to account for the operations that are financed and operated in a manner similar to a private business enterprise. The costs of providing goods or services are financed 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.

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2013**

**Note 1: Summary of Significant Accounting Policies (continued):**

**D. Fund Accounting (continued):**

The District's Enterprise Fund is comprised of the Food Service.

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

Food Service Fund:	
Equipment	10 Years

**Fiduciary Fund**

Fiduciary funds are used to account for assets held by a governmental entity for other parties (either as trustee or as an agent) and that cannot be used to finance the governmental entity's own operating programs which includes private purpose trust funds and agency funds

Private Purpose Trust Funds are used to account for the principal and income for trust arrangements that benefit individuals, private organizations, or other governments. The District currently maintains an Unemployment Trust Fund and a Scholarship Fund as a private purpose trust.

Agency Funds are assets held by a governmental entity (either as trustee or as an agent) for other parties that cannot be used to finance the governmental entity's own operating programs. The District currently maintains Payroll funds and Student Activity Funds as Agency Funds.

**E. Basis of Accounting:**

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds and private purpose trust funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities

**HAMILTON TOWNSHIP BOARD OF EDUCATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

**Note 1: Summary of Significant Accounting Policies (continued):**

**E. Basis of Accounting (continued):**

generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net position.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net position) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net position.

The modified accrual basis of accounting is used for measuring financial position and operating results of all governmental fund types, private purpose trust funds and agency funds. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. State equalization monies are recognized as revenue during the period in which they are appropriated. A one-year availability period is used for revenue recognition for all other governmental fund revenues. Expenditures are recognized in the accounting period in which the fund liability is incurred, except for principal and interest on general long-term debt which are recorded when due.

In its accounting and financial reporting, the Hamilton Township Board of Education follows the pronouncements of the Governmental Accounting Standards Board (GASB) and the pronouncements of the Financial Accounting Standards Board (FASB) and its predecessor organizations issued on or before November 30, 1989, unless they conflict with or contradict GASB pronouncements. The Hamilton Township Board of Education's proprietary funds have elected not to apply the standards issued by FASB after November 30, 1989.

The accrual basis of accounting is used for measuring financial position and operating results of proprietary fund types and private purpose trust funds. Under this method, revenues are recognized in the accounting period in which they are earned and expenses are recognized when they are incurred.

**F. Budgets/Budgetary Control:**

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. Effective January 17, 2012, P.L.2011 c.202 eliminated the annual voter referendum on budgets which met the statutory tax levy cap limitations and the board of education members are elected at the November general election. 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

**HAMILTON TOWNSHIP BOARD OF EDUCATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

**Note 1: Summary of Significant Accounting Policies (continued):**

**F. Budgets/Budgetary Control (continued):**

established pursuant to the minimum chart of accounts referenced in *N.J.A.C.6A:23-1.2*. All budget amendments must be approved by School Board resolution.

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.

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.

The budget, as detailed on Exhibit C-1, includes all amendments to the adopted budget, if any.

**G. 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 Hamilton Township Board of Education has received advances are reflected in the balance sheet as deferred 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.

**H. Cash & Cash Equivalents:**

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. U.S. Treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased are stated at cost.

New Jersey School Districts are limited as to the types of investments and types of financial institutions they may invest in. *N.J.S.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

**HAMILTON TOWNSHIP BOARD OF EDUCATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

**Note 1: Summary of Significant Accounting Policies (continued):**

**H. Cash & Cash Equivalents (continued):**

Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from loss of funds on deposit with a failed banking institution in New Jersey.

*N.J.S.A.17:9-41* et. 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 savings 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.

**I. Tuition Receivable/Payable**

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.

These adjustments are recorded upon certification by the State Board of Education, which is normally two years following the contract year. The cumulative adjustments through June 30, 2013, which have not been recorded, are not determinable.

The tuition rate adjustment for the year 2010-2011 has been established and the District has billed/paid the school boards that have adjustments.

**J. Inventories & Prepaid Expenses**

Inventories are valued at cost, which approximates market. The costs are determined on a first-in, first-out method.

The cost of inventories in governmental fund types is recorded as expenditures when purchased rather than when consumed.

Prepaid expenses, which benefit future periods, other than those recorded in the enterprise funds, are recorded as expenditure during the year of purchase. Prepaid expenses in the enterprise fund represent payments made to vendors for services that will benefit periods beyond June 30, 2013.

**K. Short-Term Interfund Receivables/Payables**

Short-term interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the Hamilton Township Board of Education and that are due within one year.

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2013**

**Note 1: Summary of Significant Accounting Policies (continued):**

**L. Capital Assets**

General fixed assets acquired or constructed during the year are reported in the applicable governmental or business-type activities columns in the district-wide financial statements. Fixed assets are defined by the District as assets, which have a cost in excess of \$2,000 at the date of acquisition and a useful life of one year or more. Donated fixed assets are valued at their estimated fair market value on the date received. The general fixed assets acquired or constructed were valued by an independent appraisal company. General fixed assets, such as land and buildings, are valued at the historical cost basis and through estimated procedures performed by an independent appraisal company, respectively.

General fixed assets are reflected as expenditures in the applicable governmental funds. Depreciation expense is recorded in the district-wide financial statements as well as the proprietary fund. Capital assets are depreciated on the straight-line method over the assets' estimated useful life. There is no depreciation recorded for land and construction in progress. Generally estimated useful lives are as follows:

Machinery & Equipment	3 – 20 Years
Building & Other Improvements	7 – 60 Years

**M. Accrued Salaries and Wages**

District employees, who provide services to the District over the ten-month academic year and extended eleven-month calendar, do not have the option to have their salaries disbursed during the entire twelve-month year. Therefore, there is no accrual as of June 30, 2013 for such salaries.

**N. Compensated Absences**

Compensated absences are those absences for which employees will be paid, such as vacation, sick leave and sabbatical leave. A liability for compensated absences that are attributable to services already rendered, and that are not contingent on a specific event that is outside the control of the District and its employees, is accrued as the employees earn the rights to the benefits. Compensated absences that relate to future services, or that are contingent on a specific event that is outside the control of the District and its employees, are accounted for in the period in which such services are rendered or in which such events take place.

In the District-Wide financial statements, under governmental activities, compensated absences are reported as an expenditure and noncurrent liabilities.

**O. Unearned Revenue**

Deferred revenue in the general and special revenue fund represents cash, which has been received but not yet earned.

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2013**

**Note 1: Summary of Significant Accounting Policies (continued):**

**P. Long-term Obligations**

In district-wide financial statements, under governmental activities, long-term debt is recognized as a liability in the general fund as debt is incurred.

**Q. Fund Balance**

In accordance with Government Accounting Standards Board 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the Hamilton Township Board of Education classifies governmental fund balances as follows:

- Non-spendable – includes fund balance amounts that cannot be spent either because it is not in spendable form or because legal or contractual constraints.
- Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by external parties, constitutional provision or enabling legislation.
- Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority and does not lapse at year-end.
- Assigned – includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund Balance may be assigned by the Business Administrator.
- Unassigned – includes balance within the General Fund which has not been classified within the above mentioned categories and negative fund balances in other governmental funds.

The Hamilton Township Board of Education uses restricted/committed amounts to be spent first when both restricted and unrestricted fund balance is available, unless prohibited by law or regulation. Additionally, the Hamilton Township Board of Education would first use committed, then assigned and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

**R. Management's Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

**S. Subsequent Events**

Hamilton Township Board of Education has evaluated subsequent events occurring after June 30, 2013 through the date of November 25, 2013, which is the date the financial statements were available to be issued.

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2013**

**Note 2: Cash & Cash Equivalents**

The District is governed by the deposit limitations of New Jersey state law. The Deposits held at June 30, 2013 and reported at fair value are as follows:

Type	Carrying Value
<b>Deposits</b>	
Demand Deposits	<u>\$ 30,299,967</u>
Total Deposits	<u><u>\$ 30,299,967</u></u>
<b>The District's Cash and Cash Equivalents are Reported as Follows:</b>	
Government Activities	\$ 26,382,913
Business-Type Activities	41,263
Fiduciary Funds	<u>3,875,791</u>
Total Cash and Cash Equivalents	<u><u>\$ 30,299,967</u></u>

**Custodial Credit Risk** – Custodial credit risk is the risk that, in the event of a bank failure, the Board’s deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA is a supplemental insurance program set forth by the New Jersey Legislature to protect the deposits of local governmental agencies. The program is administered by the Commissioner of the New Jersey Department of Banking and Insurance. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity funds or funds that may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2013, the District’s bank balance of \$34,969,040 was exposed to custodial credit risk as follows:

Insured Under FDIC	\$ 250,000
Collateralized in the District’s Name	
Under GUDPA (See Note 3)	30,242,363
Uninsured	<u>4,476,677</u>
Total	<u><u>\$34,969,040</u></u>

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2013**

**Note 3: Reserve Accounts**

**A. Capital Reserve Account**

Hamilton Township Board of Education established a Capital Reserve Account on September 27, 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. There is a balance of \$6,941,849 at June 30, 2013.

Funds placed in the capital reserve account are restricted to capital projects in the District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes by transfer by Board resolution at year-end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A district may also appropriated 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 *N.J.S.A. 19:60-2*. Pursuant to *N.J.A.C. 6:23A-14.1(g)*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The activity of the capital reserve for the July 1, 2012 to June 30, 2013 fiscal year is as follows:

Beginning Balance, July 1, 2012	\$2,005,037
Increase per Resolution	3,500,000
Increase per Budget	2,000,000
Interest Earned	30,967
Transfer to Capital Projects	<u>(594,155)</u>
Ending Balance, June 30, 2013	<u>\$6,941,849</u>

**B. Maintenance Reserve Account**

Hamilton Township Board of Education established a Maintenance Reserve Account the accumulation of Funds for use as maintenance expenditures in subsequent fiscal years. The Maintenance Reserve Account is maintained in the general fund and its activity is included in the general fund annual budget. There is a balance of \$700,000 at June 30, 2013.

The maintenance reserve account is used to accumulate funds for the required maintenance of a facility in accordance with the EFCFA (*N.J.S.A. 18A:7G-9*) as amended by P.L. 2004, c. 73 (S1701). Districts may only increase the balance in the maintenance reserve account by appropriating funds in the annual general fund budget certified for taxes (*N.J.A.C. 6A:23A-14.2*) or by deposit of any unanticipated

revenue or unexpended line-item appropriation by board resolution at year end. The board resolution for deposit at year end into a maintenance reserve account must be made between June 1 and June 30 of the budget year. EFCFA requires that upon District completion of a school facilities project, the district must submit a plan for the maintenance of that facility. Auditors and District staff should refer to the regulations, *N.J.A.C. 6A:26A*, for further guidance. A separate line is provided in the AUDSUM for this reserve account.

**HAMILTON TOWNSHIP BOARD OF EDUCATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

**Note 3: Reserve Accounts (continued):**

**B. Maintenance Reserve Account (continued):**

The activity of the maintenance reserve for the July 1, 2012 to June 30, 2013 fiscal year is as follows:

Beginning Balance, July 1, 2012	\$700,000
Increase per Resolution	-
Interest Earned	-
Withdrawals	_____(-)
Ending Balance, June 30, 2013	<u>\$700,000</u>

**Note 4. Accounts Receivable**

Accounts receivable at June 30, 2013 consisted of accounts and intergovernmental grants. All receivables are considered collectible in full due to the stable condition of state programs and the current fiscal year guarantee of federal funds. Accounts receivable as of fiscal year end for the School District's individual major and fiduciary funds, in the aggregate, are as follows:

	General <u>Fund</u>	Special Revenue <u>Fund</u>	Capital Projects <u>Fund</u>	Proprietary <u>Funds</u>	Fiduciary <u>Funds</u>	<u>Total</u>
Intergovernmental	\$ 1,521,837	\$ 2,278,018	\$ 352,707	\$ 149,545	\$ -	\$ 4,302,107
Other	<u>80,561</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>639</u>	<u>81,200</u>
Total	<u>\$ 1,602,398</u>	<u>\$ 2,278,018</u>	<u>\$ 352,707</u>	<u>\$ 149,545</u>	<u>\$ 639</u>	<u>\$ 4,383,307</u>

**Note 5. Fixed Assets**

The following schedule is a summarization of the general fixed assets by source for the fiscal year ended June 30, 2013.

**HAMILTON TOWNSHIP BOARD OF EDUCATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

**Note 5. Fixed Assets (continued):**

	June 30, 2012	Additions	Deletions	Transfers/ Adjustments	June 30, 2013
<b>Governmental Activities:</b>					
Capital assets that are not being depreciated:					
Land	\$ 1,248,202	\$ -	\$ -	\$ -	\$ 1,248,202
Construction in progress	417,809	2,745,068	-	-	3,162,877
Total capital assets not being depreciated	1,666,011	2,745,068	-	-	4,411,079
Capital assets being depreciated:					
Buildings/Other Improvements	47,951,840	87,277	-	-	48,039,117
Buildings	55,026,591	-	-	-	55,026,591
Machinery, Equipment	-	-	-	-	-
Furniture and Vehicles	6,019,985	574,460	(24,300)	-	6,570,145
Historical cost	108,998,416	661,737	(24,300)	-	109,635,853
Less: accumulated depreciation:					
Buildings/Other Improvements	(12,604,940)	(1,344,633)	-	27,776	(13,921,797)
Buildings	(40,384,202)	(965,145)	-	-	(41,349,347)
Machinery, Equipment	-	-	-	-	-
Furniture and Vehicles	(4,585,899)	(313,761)	21,108	(27,776)	(4,906,328)
Total accumulated depreciation	(57,575,041)	(2,623,539)	21,108	-	(60,177,472)
Total capital assets being depreciated, net	51,423,375	(1,961,802)	(3,192)	-	49,458,381
Governmental activities capital assets, net	\$ 53,089,386	\$ 783,266	\$ (3,192)	\$ -	\$ 53,869,460

	June 30, 2012	Additions	Transfers/ Adjustments	June 30, 2013
<b>Business-Type Activities:</b>				
Capital assets being depreciated:				
Machinery & Equipment	\$ 276,749	\$ 23,343	\$ 99,250	\$ 399,342
Less: accumulated depreciation:				
Equipment	(141,503)	(36,757)	(8,271)	(186,531)
Business-type activities capital assets, net	\$ 135,246	\$ (13,414)	\$ 90,979	\$ 212,811

**Note 6. Interfund Receivables and Payables**

The following interfund balances remained on the balance sheet at June 30, 2013:

**HAMILTON TOWNSHIP BOARD OF EDUCATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

**Note 6. Interfund Receivables and Payables**

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ -	\$ 1,702,987
Special Revenue Fund	-	61,717
Capital Projects Fund	-	5,304
Enterprise Fund	627,503	-
Internal Service Fund	1,127,306	-
Fiduciary Funds	<u>179,424</u>	<u>164,225</u>
	<u>\$ 1,934,233</u>	<u>\$ 1,934,233</u>

Purpose of interfunds is for short-term borrowings.

**Note 7: Long-Term Obligations**

During the fiscal year ended June 30, 2013 the following changes occurred in liabilities reported in the long-term debt:

	June 30, 2012	Issued/ Increases	Retired/ Decreases	June 30, 2013	Due Within One Year
Governmental Activities:					
Compensated Absences Payable	\$ 3,233,868	\$ -	\$ (38,241)	\$ 3,195,627	\$ -
Capital Lease Payable	2,360,000	-	(755,000)	1,605,000	785,000
Bonds Payable	44,300,000	28,265,000	(27,640,000)	44,925,000	2,220,000
Total	<u>\$ 49,893,868</u>	<u>\$ 28,265,000</u>	<u>\$ (28,433,241)</u>	<u>\$ 49,725,627</u>	<u>\$ 3,005,000</u>
Business-Type Activities:					
Compensated Absences Payable	\$ 2,633	\$ -	\$ -	\$ 2,633	\$ -
Total	<u>\$ 2,633</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,633</u>	<u>\$ -</u>

**A. Bonds Payable**

Bonds are authorized in accordance with State Law by the voters of the District through referendums. All bonds are returned in serial installments within the statutory period of usefulness. Bonds issued by the District are general obligation bonds. At June 30, 2013, bonds payable consisted of the following individual issues:

Purpose	Maturities	Interest Rate	Balance
2004 - Early Retirement Funding	8/15/13-14	4.74%-4.85%	\$ 1,350,000
2007 - Refunding Bond Issue	2/15/15-22	4.00%	9,995,000
2009 - Refunding Bond Issue	8/15/13-16	2.50%-4.00%	5,315,000
2012 - Refunding Bond Issue	8/15/13-24	0.40%-2.63%	<u>28,265,000</u>
Total			<u>\$44,925,000</u>

Principal and Interest due on the outstanding bonds is as follows:

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2013**

**Note 7: Long-Term Obligations (continued):**

**A. Bonds Payable (continued):**

Year-ending June 30,	Principal	Interest	Total
2014	\$ 2,220,000	\$ 1,145,959	\$ 3,365,959
2015	2,330,000	1,075,179	3,405,179
2016	3,950,000	996,776	4,946,776
2017	4,150,000	921,445	5,071,445
2018	4,185,000	846,958	5,031,958
2019-2023	21,775,000	2,471,703	24,246,703
2024-2027	6,315,000	42,000	6,357,000
Total	\$ 44,925,000	\$ 7,500,020	\$ 52,425,020

**B. 2004 Early Retirement Incentive Program (ERIP)**

The District by resolution authorized the issuance of \$29,105,000 School District Refunding Bonds, Series 2004 to retire the present value of the Board's liability for the 2004 ERI Program.

Pursuant to the Bond Resolution the Board has established a Sinking/Reserve Fund for proceeds of the refunding bonds not remitted to the Division in order to satisfy the estimated liabilities. As at June 30, 2013, the Board reflects \$1,350,000 in the Sinking/Reserve Fund as reported within the Debt Service Fund which is the remaining balance of this outstanding issue which will be completed in the 14-15 fiscal year.

The Bond Resolution sets forth the requirements of the Sinking/Reserve Fund.

**C. Bonds Authorized but not Issued** – As of June 30, 2013, the District had not bonds or notes authorized but not issued.

**D. Deferred Bond Issuance Cost**

In governmental funds, bond issuance costs and the loss or gain on refinancing are recognized in the current period. For district-wide financial statements, premiums, debt issuance and refinancing costs are amortized over the life of the original issue or refunding issue, whichever is larger. The cost associated with the 2012 Refunding Issue was \$294,270, the premium was \$192,990 and the loss on the Refunding was \$2,678,702. Amortized premiums, costs and loss for the 2012-2013 school year were \$8,301, 12,657, and \$115,214 respectively. Amortized premiums, discounts, costs, and loss on refunding for the 2012-2013 school year for all refunding issues was \$39,746, \$10,046, 61,914, and 212,813 respectively.

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2013**

**Note 7: Long-Term Obligations (continued):**

**E. Obligations Under Capital Leases**

The District participated in the following lease purchase agreements for the construction and improvements of school facilities and additions to schools, equipping of school facilities and the acquisition of computers and equipment. The following are schedules of the future minimum lease payments under the capital leases and the net minimum lease payments at June 30, 2013:

1993 M.C.I.A. Lease Purchase Agreement, as Refinanced September 2003 – 2003 Refunding Series:

Year-ending June 30,	Amount
2014	\$ 833,711
2015	<u>836,400</u>
Total Minimum Lease Payments	1,670,111
Less: Amount Representing Interest	<u>( 65,111)</u>
Present Value of Lease Payments	<u>\$1,605,000</u>

**F. Operating Leases**

The District has commitments to lease building space and office equipment under operating leases. Total operating lease payments made during the year ended June 30, 2013 were \$236,842. Future minimum lease payments are as follows:

Year-ending June 30,	Amount
2014	<u>\$ 206,019.27</u>
Total Future Minimum Lease Payments	<u>\$ 206,019.27</u>

**Note 8: Pension Plans**

**Plan Descriptions** - All required employees of the District are covered by either the Public Employees' Retirement System or the Teachers' Pension and Annuity Fund which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial

**Note 8: Pension Plans (continued):**

report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey, 08625.

**Teachers' Pension and Annuity Fund (TPAF)** - The Teachers' Pension and Annuity Fund was established in January 1955, under the provisions of *N.J.S.A. 18A:66* to provide retirement benefits, death, disability and medical benefits to certain qualified members. The Teachers' Pension and Annuity Fund is considered a cost-sharing multiple-employer plan with a special funding situation, as under current

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2013**

**Note 8: Pension Plans (continued):**

statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related noncontributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners and employees of the Department of Education who have titles that are unclassified, professional and certified.

**Public Employees' Retirement System (PERS)** - The Public Employees' Retirement System (PERS) was established in January 1955 under the provisions of *N.J.S.A.43:15A* to provide retirement, death, disability and medical benefits to certain qualified members. The Public Employees' Retirement System is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district, or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state or local jurisdiction.

**Vesting and Benefit Provisions** - The vesting and benefit provisions of PERS are set by *N.J.S.A.43:15A* and *43.3B* and *N.J.S.A.18A:6C* for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 55 and are generally determined to be 1/55 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age. The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System.

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.

Chapter 78, P.L. 2011 changed this for employees enrolled after June 28, 2011. See Significant Legislation below.

**Significant Legislation** – During the year ended June 30, 1997, legislation was enacted (Chapter 114, P.L. 1997) authorizing the New Jersey Economic Development Authority to issue bonds, notes or other obligations for the purpose of financing, in full or in part, the State of New Jersey's portion of the unfunded accrued liability under the State of New Jersey retirement systems. Additional legislation enacted during the year ended June 30, 1997 (Chapter 115, P.L. 1997) changed the asset valuation method from market related value to full-market value. This legislation also contained a provision to reduce the employee contribution rate by ½ of 1% to 4.5% for calendar years 1998 and 1999, and to allow for a reduction in the employee's rate after calendar year 1999, providing excess valuation assets are available. The legislation also provided that the District's normal contributions to the Fund may be reduced based on the revaluation of assets. Due to recognition of the bond proceeds and the change in asset valuation method as a result of enactment of Chapters 114 and 115, all unfunded accrued liabilities were eliminated, except for the unfunded liability for local early retirement incentive benefits; accordingly, the pension costs for TPAF and PERS were reduced.

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2013**

**Note 8: Pension Plans (continued):**

New Legislation signed by the Acting Governor (Chapter 133, Public Laws 2001) changed the formula for calculating retirement benefits for all current and future non-veteran retirees from N/60 to N/55 (a 9.09% increase). This legislation, signed June 29, 2001, provides that all members of the TPAF and the PERS will have their pensions calculated on the basis of years of credit divided by 55. It also provides that all current retirees will have their original pension recalculated under the N/55 formula. Starting February 1, 2002, pension cost of living adjustments will be based on the new original pension.

Effective June 28, 2011, Chapter 78, P.L. 2011 reformed various pension and health benefits provisions. Employees hired after June 28, 2011 and enrolled in PERS will be enrolled in a new tier, Tier 5. Full retirement for Tier 5 PERS members will be age 65 and 30 years of service.

All cost of living adjustments are frozen until the pension fund reaches a “target funded ratio”.

Chapter 78 also requires all covered employees to contribute a prescribed percentage towards their health costs.

**Contribution Requirements** – The contribution policy is set by *N.J.S.A.43:15A*, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and *N.J.S.A.18:66*, and requires contributions by active members and contributing employers Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 6.5%, effective October 1, 2011, of employees’ annual compensation, as defined. The rate will increase over the next seven years to 7.5%. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for cost-of-living adjustments, noncontributory death benefits and post-retirement medical premiums. Under current statute the District is a noncontributing employer of the TPAF.

**Three-Year Trend Information for PERS**

<b>Year Funding</b>	<b>Annual Pension Cost (APC)</b>	<b>Percentage of APC Contributed</b>	<b>Net Pension Obligation</b>
6/30/13	\$2,132,517	100%	\$ -0-
6/30/12	2,282,595	100%	-0-
6/30/11	2,206,786	100%	-0-

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

<b>Year Funding</b>	<b>Annual Pension/Medical Cost</b>	<b>Percentage of Cost Contributed</b>	<b>Net Pension/Medical Obligation</b>
6/30/13	\$10,799,808	100%	\$ -0-
6/30/12	7,505,630	100%	-0-
6/30/11	5,263,038	100%	-0-

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2013**

**Note 8: Pension Plans (continued):**

During the year ended June 30, 2013 the State of New Jersey contributed \$10,799,808 to the TPAF for normal post-retirement benefits on behalf of the District. Also in accordance with *N.J.S.A. 18A:66-66* the State of New Jersey reimbursed the District \$5,782,285 for the year ended June 30, 2013 for the employer's share of social security contributions for TPAF members as calculated on their base salaries. This amount has been included in the basic financial statements, and the combining and individual fund and account group statements and schedules as a revenue and expenditure in accordance with GASB 27.

**Note 9: Post-Retirement Benefits**

Chapter 384 of Public Laws 1987 and Chapter 6 of Public Laws 1990 required Teachers' Pensions and Annuity Fund (TPAF) and the Public Employees' Retirement System (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. P.L. 2007, c.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, 2012, there were 97,661 retirees eligible for post-retirement medical benefits. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c.62. Funding of post-retirement medical premiums changed from a prefunding basis to a pay-as-you-go basis beginning in Fiscal Year 1994.

The State is also responsible for the cost attributable to P.L. 1992, c.126, which provides free health benefits to members of PERS and the Alternate Benefit Program who retired from a board of education or county college with 25 years of service. The State paid \$146.6 million toward Chapter 126 benefits for 16,618 eligible retired members in Fiscal Year 2012.

**Note 10: 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. A complete schedule of insurance coverage can be found in the Statistical Section of this Comprehensive Annual Financial Report.

**New Jersey Unemployment Compensation Insurance** – The District has elected to fund their New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan the District is required to reimburse the New Jersey 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 School District contributions, reimbursements to the State for benefits paid and the ending balance of the School District's expendable trust fund for the current and previous two years:

Fiscal Year	District Contributions	Employee/ Contributions		
		& Interest Earned	Amount Reimbursed	Ending Balance
2012-2013	None	\$299,839	\$266,216	\$2,097,429
2011-2012	None	214,866	334,877	2,061,105
2010-2011	None	268,087	932,268	2,181,116

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2013**

**Note 11: Contingent Liabilities**

The District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2013 may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

**Note 12: Economic Dependency**

The District receives a substantial amount of its support from federal and state governments. A significant reduction in the level of support, if this were to occur, could have an effect on the District's programs and activities.

**Note 13: Fund Balance Disclosures**

**General Fund** – Of the \$25,371,019 General Fund fund balance at June 30, 2013, \$6,941,849 has been restricted for the capital reserve account; \$700,000 has been restricted for the maintenance reserve account; \$6,252,505 has been restricted for the excess surplus-current year; \$6,008,328 has been restricted for excess surplus-prior year-designated for subsequent year's expenditures; \$383,920 is non-spendable for inventory; and \$5,084,417 is assigned as designated for subsequent year's expenditures.

**Capital Projects Fund** – All of the \$933,778 Capital Projects Fund fund balance at June 30, 2013 is committed.

**Debt Service Fund** – All of the \$2,221,018 Debt Service Fund fund balance at June 30, 2013 is assigned.

**Note 14: Transfers to Capital Outlay**

During the year ending June 30, 2013, the District transferred \$149,238 to the capital outlay accounts.

**Note 15: 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, permits 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:

IDS Life Insurance Co.	Fidelity Group	Pacific Life Select
The Copeland Companies	Great West	Prudential
Equitable	Minnesota Mutual's Multi Option	Valic
MFS/Sun Life	Lincoln Benefit Life Insurance Co.	

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2013**

**Note 16: Compensated Absences**

The District accounts for compensated absences (e.g., unused vacation, sick leave) as directed by Governmental Accounting Standards Board Statement No. 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 vacation and sick leave in varying amounts under the District's personnel policies. In the event of termination, an employee is reimbursed for accumulated vacation. Sick leave benefits provide for specified dollar amount per sick day accumulated and begin vesting with the employee after one year of service.

The liability for vested compensated absences of the governmental fund types is recorded in the statement of net position under governmental activities. The current portion of the compensated absence balance is not considered material to the applicable funds total liabilities, and is therefore not shown separately from the long-term liability balance of compensated absences. The amount at June 30, 2013 is \$3,195,627.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2013, a liability existed for compensated absences in the Food Service Fund in the amount of \$2,633.

**Note 17: Calculation of Excess Surplus**

The designation for Restricted Fund Balance – Excess Surplus is a required calculation pursuant to *N.J.S.A.18A:7F-7*, as amended. 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 District has excess fund balance of \$6,252,505 at June 30, 2013.

**Note 18. Prior Period Adjustment**

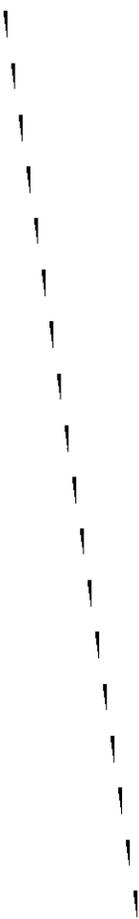
It was determined that a prior period adjustment was needed to include \$1,102,538 of Extraordinary Aid in the GAAP based financial statements fund balance as of July 1, 2013 which was incorrectly excluded in the prior year audit report. This amount was received in July of 2013 and was recognized in budgetary fund balance, and as Extraordinary Aid is recognizable in GAAP accounting, should have also been included in the GAAP financial statements.

General Fund fund balance as of	
July 1, 2013, as previously state	\$17,621,296
Prior Period Adjustment	<u>1,102,538</u>
General Fund fund balance as of	
July 1, 2013, restated	<u>\$18,723,834</u>

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2013**

**Note 19. Pending Litigation**

The Hamilton Township Board of Education has numerous pending and threatened litigation matters. All matters in litigation are matters that are subject to insurance coverage provided by various insurance policies for indemnification and defense costs and none of the matters are believed to have an adverse impact on or threaten the financial integrity of the Hamilton Township Board of Education.



**REQUIRED SUPPLEMENTARY INFORMATION**



### C. Budgetary Comparison Schedules



HAMILTON TOWNSHIP BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2013 AND 2012

ACCOUNT NUMBERS	JUNE 30, 2013				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
<b>Revenues:</b>											
<b>Local Sources:</b>											
Local Tax Levy	10-1210	\$ 96,839,447	\$ -	\$ 96,839,447	\$ 96,839,447	\$ -	\$ 94,940,634	\$ -	\$ 94,940,634	\$ 94,940,634	\$ -
Tuition	10-1320	25,785	-	25,785	128,791	103,006	13,907	-	13,907	64,275	50,368
Interest Earned on Capital Reserve Funds	10-1511	30,000	-	30,000	30,967	967	30,000	-	30,000	3,595	(26,405)
Other Restricted Miscellaneous Revenues	10-1512	-	-	-	-	-	481,813	101,448	583,261	592,907	9,646
GED Testing	10-1991	6,610	-	6,610	13,275	6,665	6,610	-	6,610	12,730	6,120
Unrestricted Miscellaneous Revenues	10-1xxx	1,111,759	-	1,111,759	3,673,996	2,562,237	1,117,280	-	1,117,280	822,062	(295,218)
<b>Total Local Sources</b>		<b>98,013,601</b>	<b>-</b>	<b>98,013,601</b>	<b>100,686,476</b>	<b>2,672,875</b>	<b>96,590,244</b>	<b>101,448</b>	<b>96,691,692</b>	<b>96,436,204</b>	<b>(255,488)</b>
<b>State Sources:</b>											
Special Education Categorical Aid	10-3132	7,518,475	-	7,518,475	7,518,475	-	7,164,360	-	7,164,360	7,164,360	-
Equalization Aid	10-3176	64,444,823	-	64,444,823	64,444,823	-	61,993,691	297,168	62,290,859	63,654,789	1,363,930
Security Aid	10-3177	513,159	-	513,159	513,159	-	-	127,832	127,832	127,832	-
Transportation Aid	10-3121	694,458	-	694,458	694,458	-	-	-	-	-	-
Nonpublic Transportation Aid	10-3120	-	-	-	41,244	41,244	-	-	-	40,559	40,559
Extraordinary Special Education Aid	10-3131	-	-	-	1,181,556	1,181,556	-	-	-	1,102,538	1,102,538
Other State Aid		-	-	-	-	-	-	-	-	1,762	1,762
Anti Bullying Aid		-	-	-	-	-	-	-	-	2,843	2,843
<b>Nonbudgeted:</b>											
On-Behalf TPAF Post Retirement Medical Contributions		-	-	-	5,731,254	5,731,254	-	-	-	5,012,281	5,012,281
On-Behalf TPAF Pension Contributions		-	-	-	5,068,554	5,068,554	-	-	-	2,493,349	2,493,349
Reimbursed TPAF Social Security		-	-	-	5,782,285	5,782,285	-	-	-	5,685,563	5,685,563
<b>Total State Sources</b>		<b>73,170,915</b>	<b>-</b>	<b>73,170,915</b>	<b>90,975,808</b>	<b>17,804,893</b>	<b>69,158,051</b>	<b>425,000</b>	<b>69,583,051</b>	<b>85,285,876</b>	<b>15,702,825</b>
<b>Federal Sources:</b>											
SEMI Program	10-4200	179,131	-	179,131	307,048	127,917	187,844	-	187,844	199,166	11,322
Education Jobs Fund Program	18-4522	-	6,509	6,509	6,509	-	2,528,751	79,221	2,607,972	2,607,972	-
<b>Total Federal Sources</b>		<b>179,131</b>	<b>6,509</b>	<b>185,640</b>	<b>313,557</b>	<b>127,917</b>	<b>2,716,595</b>	<b>79,221</b>	<b>2,795,816</b>	<b>2,807,138</b>	<b>11,322</b>
<b>Total Revenues</b>		<b>171,363,647</b>	<b>6,509</b>	<b>171,370,156</b>	<b>191,975,841</b>	<b>20,605,685</b>	<b>168,464,890</b>	<b>605,669</b>	<b>169,070,559</b>	<b>184,529,218</b>	<b>15,458,659</b>
<b>Expenditures:</b>											
<b>Current Expense:</b>											
<b>Instruction - Regular Programs:</b>											
<b>Salaries of Teachers:</b>											
Preschool/Kindergarten	11-110-100-101	2,619,535	-	2,619,535	2,402,041	217,494	2,424,273	-	2,424,273	2,382,374	41,899
Grades 1 - 5	11-120-100-101	17,604,144	(232,767)	17,371,377	17,043,111	328,266	17,908,690	(65,000)	17,843,690	16,953,929	889,761
Grades 6 - 8	11-130-100-101	12,450,390	(64,656)	12,385,734	11,885,305	500,429	11,843,580	(10,000)	11,833,580	11,418,529	415,051
Grades 9 - 12	11-140-100-101	17,481,722	(134,656)	17,347,066	17,251,827	95,239	17,277,797	(39,512)	17,238,285	16,915,210	323,075

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HAMILTON TOWNSHIP BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2013 AND 2012

	ACCOUNT NUMBERS	JUNE 30, 2013				POSITIVE/ (NEGATIVE)	JUNE 30, 2012				POSITIVE/ (NEGATIVE)
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL
Expenditures (continued):											
Current Expense (continued):											
Regular Programs - Home Instruction:											
Salaries of Teachers	11-150-100-101	410,070	-	410,070	341,434	68,636	404,713	-	404,713	356,964	47,749
Regular Programs - Undistributed Instruction:											
Other Salaries for Instruction	11-190-100-106	1,087,486	-	1,087,486	1,084,230	3,256	1,006,009	-	1,006,009	979,907	26,102
Purchased Professional -											
Educational Services	11-190-100-320	233,149	50,881	284,030	142,004	142,026	171,639	238,464	410,103	391,307	18,797
Other Purchased Services (400-500)	11-190-100-500	294,835	-	294,835	254,175	40,660	294,835	-	294,835	294,835	-
General Supplies	11-190-100-610	2,128,377	658,748	2,787,125	2,269,659	517,466	2,323,567	49,903	2,373,470	2,286,993	86,477
Textbooks	11-190-100-640	522,193	214,380	736,573	519,968	216,605	610,522	(134)	610,388	607,911	2,477
Total Regular Programs - Instruction		54,831,901	491,930	55,323,831	53,193,754	2,130,077	54,265,625	173,721	54,439,346	52,587,959	1,851,387
Special Education:											
Learning and/or Language Disabilities:											
Salaries of Teachers	11-204-100-101	2,714,247	(385,284)	2,328,963	2,176,614	152,349	2,613,521	-	2,613,521	2,591,702	21,819
Other Salaries for Instruction	11-204-100-106	539,431	-	539,431	517,032	22,399	562,990	-	562,990	505,793	57,197
General Supplies	11-204-100-610	20,788	-	20,788	20,311	477	17,788	-	17,788	17,047	741
Textbooks	11-204-100-640	6,800	-	6,800	6,664	136	9,800	-	9,800	9,626	174
Total Learning and/or Language Disabilities		3,281,266	(385,284)	2,895,982	2,720,621	175,361	3,204,099	-	3,204,099	3,124,168	79,931
Visual Impairments:											
Purchased Professional -											
Educational Services	11-206-100-320	37,500	-	37,500	-	37,500	37,721	-	37,721	26,200	11,521
Total Visual Impairments		37,500	-	37,500	-	37,500	37,721	-	37,721	26,200	11,521
Auditory Impairments:											
Salaries of Teachers	11-207-100-101	-	52,179	52,179	52,179	-	-	-	-	-	-
General Supplies	11-207-100-610	11,850	-	11,850	8,041	3,809	-	-	-	-	-
Textbooks	11-207-100-640	4,000	-	4,000	85	3,915	-	-	-	-	-
Total Auditory Impairments		15,850	52,179	68,029	60,305	7,724	-	-	-	-	-
Behavioral Disabilities:											
Salaries of Teachers	11-209-100-101	1,325,363	55,292	1,380,655	1,344,886	35,769	1,364,615	-	1,364,615	1,297,064	67,551
Other Salaries for Instruction	11-209-100-106	335,796	560	336,356	336,356	-	332,222	-	332,222	332,011	211
General Supplies	11-209-100-610	9,567	-	9,567	8,641	926	8,312	-	8,312	7,867	445
Textbooks	11-209-100-640	3,629	-	3,629	3,054	575	3,004	-	3,004	2,410	594
Total Behavioral Disabilities		1,674,355	55,852	1,730,207	1,692,937	37,270	1,708,153	-	1,708,153	1,639,352	68,801

HAMILTON TOWNSHIP BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2013 AND 2012

ACCOUNT NUMBERS	JUNE 30, 2013				POSITIVE/ (NEGATIVE)	JUNE 30, 2012				POSITIVE/ (NEGATIVE)	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	
Multiple Disabilities:											
Salaries of Teachers	11-212-100-101	1,668,305	(130,690)	1,537,615	1,397,367	140,248	1,593,477	-	1,593,477	1,555,657	37,820
Other Salaries for Instruction	11-212-100-106	407,655	-	407,655	326,549	81,106	482,857	-	482,857	402,479	80,378
General Supplies	11-212-100-610	8,966	-	8,966	8,642	324	9,238	-	9,238	8,474	764
Textbooks	11-212-100-640	6,100	-	6,100	5,973	127	5,900	-	5,900	5,489	411
Total Multiple Disabilities		2,091,026	(130,690)	1,960,336	1,738,531	221,805	2,091,472	-	2,091,472	1,972,099	119,374
Resource Room/Resource Center:											
Salaries of Teachers	11-213-100-101	5,525,525	243,567	5,769,092	5,769,092	-	5,284,101	-	5,284,101	5,250,796	33,305
Other Salaries for Instruction	11-213-100-106	306,667	-	306,667	287,609	19,058	330,492	-	330,492	303,762	26,730
General Supplies	11-213-100-610	68,378	-	68,378	66,137	2,241	66,378	-	66,378	62,631	3,747
Textbooks	11-213-100-640	10,000	-	10,000	9,914	86	12,000	-	12,000	11,754	246
Total Resource Room		5,910,570	243,567	6,154,137	6,132,752	21,385	5,692,971	-	5,692,971	5,628,943	64,028
Autism:											
Salaries of Teachers	11-214-100-101	382,203	53,042	435,245	435,245	-	330,040	-	330,040	330,040	-
Other Salaries for Instruction	11-214-100-106	111,134	13,620	124,754	124,754	-	109,784	-	109,784	109,014	770
General Supplies	11-214-100-610	18,218	-	18,218	17,338	880	15,618	-	15,618	13,689	1,929
Textbooks	11-214-100-640	8,000	-	8,000	5,262	2,738	4,000	-	4,000	3,979	21
Total Autism		519,555	66,662	586,217	582,599	3,618	459,442	-	459,442	456,722	2,720
Preschool Disabilities - Part-Time:											
Salaries of Teachers	11-215-100-101	497,161	(140,612)	356,549	345,018	11,531	490,789	-	490,789	490,789	-
Other Salaries for Instruction	11-215-100-106	406,044	(111,546)	294,498	288,003	6,495	447,058	-	447,058	402,817	44,241
Purchased Professional - Educational Services	11-215-100-320	206,750	(49,000)	157,750	106,024	51,726	210,450	-	210,450	112,472	97,978
General Supplies	11-215-100-600	4,578	(1,000)	3,578	3,210	368	4,027	-	4,027	3,748	279
Total Preschool Disabilities - Part-Time		1,114,533	(302,158)	812,375	742,255	70,120	1,152,324	-	1,152,324	1,009,826	142,498
Preschool Disabilities - Full-Time:											
Salaries of Teachers	11-216-100-101	-	190,000	190,000	190,000	-	-	-	-	-	-
Other Salaries for Instruction	11-216-100-106	-	106,000	106,000	105,234	766	-	-	-	-	-
Purchased Professional - Educational Services	11-216-100-320	-	43,000	43,000	23,115	19,885	-	-	-	-	-
General Supplies	11-216-100-600	-	1,000	1,000	956	44	-	-	-	-	-
Total Preschool Disabilities - Full-Time		-	340,000	340,000	319,305	20,695	-	-	-	-	-
Total Special Education		14,644,655	(59,872)	14,584,783	13,989,305	595,478	14,346,182	-	14,346,182	13,857,310	488,873

HAMILTON TOWNSHIP BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2013 AND 2012

ACCOUNT NUMBERS	JUNE 30, 2013				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Instruction:											
Basic Skills/Remedial:											
Salaries of Teachers	11-230-100-101	1,397,638	11,256	1,408,894	1,408,894	-	1,435,166	-	1,435,166	1,400,718	34,448
Other Salaries for Instruction	11-230-100-106	6,120	-	6,120	1,390	4,730	6,120	-	6,120	1,098	5,022
Total Basic Skills/Remedial		1,403,758	11,256	1,415,014	1,410,284	4,730	1,441,286	-	1,441,286	1,401,816	39,470
Bilingual Education - Instruction:											
Salaries of Teachers	11-240-100-101	666,590	17,267	683,857	677,348	6,509	656,467	-	656,467	595,891	60,576
Total Bilingual Education - Instruction		666,590	17,267	683,857	677,348	6,509	656,467	-	656,467	595,891	60,576
School Sponsored Cocurricular Activities:											
Salaries	11-401-100-100	521,916	-	521,916	500,552	21,364	479,926	10,000	489,926	489,664	262
Other Objects	11-401-100-800	31,086	-	31,086	21,537	9,549	30,751	-	30,751	23,507	7,244
Total School Sponsored Cocurricular Activities		553,002	-	553,002	522,089	30,913	510,677	10,000	520,677	513,171	7,506
School Sponsored Athletics:											
Salaries	11-402-100-100	748,190	-	748,190	733,343	14,847	740,782	(15,404)	725,378	725,378	-
Other Objects	11-402-100-800	405,274	53,892	459,166	423,854	35,312	340,997	(1,217)	339,780	339,779	1
Total School Sponsored Athletics		1,153,464	53,892	1,207,356	1,157,197	50,159	1,081,779	(16,621)	1,065,158	1,065,157	1
Other Instructional Programs:											
Salaries	11-4xx-100-100	7,200	-	7,200	-	7,200	7,200	-	7,200	-	7,200
Purchased Services (300-500 Series)	11-4xx-330-500	24,440	-	24,440	20,134	4,306	21,662	-	21,662	20,558	1,104
Supplies and Materials	11-4xx-100-600	5,177	-	5,177	3,596	1,581	5,177	-	5,177	4,625	552
Total Instructional Programs - Instruction		36,817	-	36,817	23,730	13,087	34,039	-	34,039	25,184	8,855
Alternative Education Program:											
Salaries of Teachers	11-423-100-101	92,480	28,617	121,097	121,097	-	92,774	18,336	111,110	111,109	1
Other Salaries of Instruction	11-423-100-106	30,000	24,896	54,896	54,896	-	30,000	11,176	41,176	41,176	-
General Supplies	11-423-100-610	6,317	-	6,317	2,813	3,504	6,200	-	6,200	6,200	-
Textbooks	11-423-100-640	2,225	-	2,225	2,115	110	3,225	-	3,225	480	2,745
Total Alternative Education Program		131,022	53,513	184,535	180,921	3,614	132,199	29,512	161,711	158,965	2,746
Alternative Education Program - Support Services:											
Salaries	11-423-200-100	105,148	-	105,148	101,283	3,865	96,735	-	96,735	63,128	33,607
Purchased Services (300-500 Series)	11-423-200-500	30,200	-	30,200	180	30,020	30,200	-	30,200	194	30,006
Supplies and Materials	11-423-200-600	6,600	-	6,600	1,538	5,062	13,836	-	13,836	4,147	9,689
Total Alternative Education Program - Support Services		141,948	-	141,948	103,001	38,947	140,771	-	140,771	67,470	73,301

HAMILTON TOWNSHIP BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2013 AND 2012

	ACCOUNT NUMBERS	JUNE 30, 2013				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Community Service Programs/Operations:											
Salaries	11-800-330-100	118,989	-	118,989	115,511	3,478	118,141	-	118,141	110,672	7,469
Purchased Services (300-500 Series)	11-800-330-500	64,715	-	64,715	58,067	6,648	65,565	-	65,565	61,449	4,116
Supplies and Materials	11-800-330-600	3,635	-	3,635	1,791	1,844	3,635	-	3,635	2,701	934
Other Objects	11-800-330-800	33,000	-	33,000	13,264	19,736	33,000	-	33,000	17,341	15,659
Total Community Service Programs/Operations		220,339	-	220,339	188,633	31,706	220,341	-	220,341	192,162	28,179
Total - Instruction		4,306,940	135,928	4,442,868	4,263,203	179,665	4,217,559	22,891	4,240,450	4,019,817	220,632
Undistributed Expenditures:											
Instruction:											
Tuition to Other LEA's - Within State Regular	11-000-100-561	420,600	-	420,600	214,308	206,292	408,214	-	408,214	113,466	294,748
Tuition to Other LEA's - Within State Special	11-000-100-562	38,999	-	38,999	1,555	37,444	81,899	-	81,899	81,832	67
Tuition to County Vocational School District - Regular	11-000-100-563	175,000	1,000	176,000	176,000	-	-	-	-	-	-
Tuition to County Vocational School District - Special	11-000-100-564	70,000	-	70,000	62,300	7,700	-	-	-	-	-
Tuition to CSSD & Regional Day Schools	11-000-100-565	7,926,440	(71,031)	7,855,409	6,861,815	993,594	8,072,065	-	8,072,065	7,684,919	387,146
Tuition to Private School for the Disabled Within State	11-000-100-566	4,383,199	-	4,383,199	3,660,239	722,960	4,507,300	(50,110)	4,457,190	3,961,758	495,432
Tuition - State Facilities	11-000-100-568	300,000	-	300,000	165,192	134,808	300,000	-	300,000	108,630	191,370
Tuition - Other	11-000-100-569	380,000	-	380,000	286,200	93,800	380,000	-	380,000	375,298	4,702
Total Undistributed Expenditures - Instruction		13,694,238	(70,031)	13,624,207	11,427,609	2,196,598	13,749,478	(50,110)	13,699,368	12,325,903	1,373,465
Attendance & Social Work Services:											
Salaries	11-000-211-100	432,735	9,509	442,244	431,252	10,992	437,910	-	437,910	417,410	20,500
Purchased Professional & Technical Services	11-000-211-300	8,017	-	8,017	2,251	5,766	8,017	-	8,017	5,622	2,395
Other Purchased Services (400-500 Series)	11-000-211-500	800	-	800	792	8	400	400	800	792	8
Supplies and Materials	11-000-211-600	4,600	-	4,600	4,269	331	4,600	(400)	4,200	4,036	164
Total Attendance & Social Work Services		446,152	9,509	455,661	438,564	17,097	450,927	-	450,927	427,860	23,067
Health Services:											
Salaries	11-000-213-100	1,954,736	(27,749)	1,926,987	1,926,987	-	1,875,826	-	1,875,826	1,838,590	37,236
Purchased Professional & Technical Services	11-000-213-300	83,540	32,199	115,739	102,745	12,994	84,000	-	84,000	67,140	16,860
Supplies and Materials	11-000-213-600	45,330	-	45,330	44,134	1,196	41,870	-	41,870	40,829	1,041

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HAMILTON TOWNSHIP BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2013 AND 2012

ACCOUNT NUMBERS	JUNE 30, 2013				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Total Health Services	2,083,606	4,450	2,088,056	2,073,866	14,190	2,001,696	-	2,001,696	1,946,558	55,138
Other Support Services - Students - Related Services:										
Salaries 11-000-216-100	1,597,751	-	1,597,751	1,528,070	69,681	1,557,360	-	1,557,360	1,501,697	55,663
Supplies and Materials 11-000-216-600	15,450	-	15,450	14,970	480	10,710	-	10,710	10,709	1
Total Other Support Services - Students - Related Services	1,613,201	-	1,613,201	1,543,040	70,161	1,568,070	-	1,568,070	1,512,406	55,664
Other Support Services - Students - Extra Services:										
Salaries 11-000-217-100	660,051	-	660,051	660,051	-	566,823	-	566,823	551,567	15,256
Total Other Support Services - Students - Extra Services	660,051	-	660,051	660,051	-	566,823	-	566,823	551,567	15,256
Guidance:										
Salaries of Other Professional Staff 11-000-218-104	3,699,208	(38,889)	3,660,319	3,557,476	102,843	3,366,889	-	3,366,889	3,279,665	87,224
Salaries of Secretarial & Clerical Assistants 11-000-218-105	476,531	-	476,531	476,444	87	541,812	-	541,812	488,367	53,445
Purchased Professional - Educational Services 11-000-218-320	11,800	-	11,800	11,778	22	11,800	-	11,800	11,478	322
Other Purchased Services (400-500 Series) 11-000-218-500	4,000	-	4,000	478	3,522	4,500	-	4,500	3,609	891
Supplies & Materials 11-000-218-600	3,579	-	3,579	3,482	97	3,079	-	3,079	2,975	104
Other Objects 11-000-218-800	761	-	761	351	410	761	-	761	272	489
Total Guidance	4,195,879	(38,889)	4,156,990	4,050,009	106,981	3,928,841	-	3,928,841	3,786,368	142,473
Child Study Team:										
Salaries of Other Professional Staff 11-000-219-104	3,349,994	28,856	3,378,850	3,378,850	-	3,259,187	-	3,259,187	3,167,686	91,501
Salaries of Secretarial & Clerical Assistants 11-000-219-105	375,857	73,709	449,566	415,482	34,084	382,352	-	382,352	364,009	18,343
Purchased Professional - Educational Services 11-000-219-320	759,447	-	759,447	625,032	134,415	700,534	50,110	750,644	750,643	1
Other Purchased Professional & Technical Services 11-000-219-390	138,386	(50,000)	88,386	10,277	78,109	88,400	-	88,400	59,962	28,438
Miscellaneous Purchased Services 11-000-219-592	25	-	25	25	25	25	-	25	25	25
Supplies & Materials 11-000-219-600	59,382	13,116	72,498	57,244	15,254	55,338	-	55,338	53,881	1,457
Total Child Study Team	4,683,091	65,681	4,748,772	4,486,885	261,887	4,485,836	50,110	4,535,946	4,396,181	139,765
Improvement of Instruction Services:										
Salaries of Supervisors of Instruction 11-000-221-102	737,001	(8,000)	729,001	677,352	51,649	767,255	-	767,255	706,109	61,146
Salaries of Other Professional Staff 11-000-221-104	150,000	(65,000)	85,000		85,000	178,051	-	178,051	169,928	8,123

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	ACCOUNT NUMBERS	JUNE 30, 2013				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Improvement of Instruction Services (continued):											
Salaries of Secretarial & Clerical Assistants	11-000-221-105	338,032	(76,000)	262,032	258,163	3,869	343,052	-	343,052	322,745	20,307
Salaries of Facilitators, Math & Literacy Coaches	11-000-221-176	-	303,301	303,301	303,301	-	68,394	-	68,394	-	68,394
Other Purchased Professional & Technical Services	11-000-221-390	72,496	-	72,496	71,680	816	100,220	-	100,220	98,700	1,520
Other Purchased Services (400-500 Series)	11-000-221-590	8,317	273	8,590	6,187	2,403	9,314	-	9,314	3,384	5,930
Supplies and Materials	11-000-221-600	27,710	-	27,710	22,224	5,486	27,301	-	27,301	19,404	7,897
<b>Total Improvement of Instruction Services</b>		<b>1,333,556</b>	<b>154,574</b>	<b>1,488,130</b>	<b>1,338,907</b>	<b>149,223</b>	<b>1,493,587</b>	<b>-</b>	<b>1,493,587</b>	<b>1,320,269</b>	<b>173,318</b>
Educational Media Services/School Library:											
Salaries	11-000-222-100	1,037,301	-	1,037,301	983,616	53,685	1,066,437	-	1,066,437	1,017,772	48,665
Purchased Professional & Technical Services	11-000-222-300	170,600	93,473	264,073	264,073	-	158,000	-	158,000	64,527	93,473
Supplies and Materials	11-000-222-600	140,682	-	140,682	129,086	11,596	186,665	-	186,665	179,516	7,149
<b>Total Educational Media Services/School Library</b>		<b>1,348,583</b>	<b>93,473</b>	<b>1,442,056</b>	<b>1,376,775</b>	<b>65,281</b>	<b>1,411,102</b>	<b>-</b>	<b>1,411,102</b>	<b>1,261,816</b>	<b>149,287</b>
Instructional Staff Training Services:											
Salaries of Supervisors of Instruction	11-000-223-102	107,092	-	107,092	98,083	9,009	109,757	-	109,757	107,887	1,871
Salaries of Other Professional Staff	11-000-223-104	13,620	-	13,620	5,553	8,067	15,705	-	15,705	15,705	-
Purchased Professional - Educational Services	11-000-223-320	3,000	(273)	2,727	1,979	748	-	-	-	-	-
Other Purchased Services (400-500 Series)	11-000-223-500	-	13,575	13,575	-	13,575	-	-	-	-	-
Supplies and Materials	11-000-223-600	5,126	-	5,126	4,688	438	6,041	-	6,041	6,014	27
<b>Total Instructional Staff Training Services</b>		<b>128,838</b>	<b>13,302</b>	<b>142,140</b>	<b>110,303</b>	<b>31,837</b>	<b>131,503</b>	<b>-</b>	<b>131,503</b>	<b>129,605</b>	<b>1,898</b>
Support Services General Administration:											
Salaries	11-000-230-100	297,571	25,216	322,787	322,787	-	276,367	-	276,367	244,948	31,419
Legal Services	11-000-230-331	251,000	66,886	317,886	205,800	112,086	247,050	20,600	267,650	241,634	26,016
Audit Fees	11-000-230-332	52,500	80,455	132,955	132,955	-	52,000	-	52,000	52,000	-
Architect/Engineer Services	11-000-230-334	-	70,000	70,000	16,380	53,620	-	-	-	-	-
Other Purchased Professional Services	11-000-230-339	36,300	206,565	242,865	105,452	137,413	31,115	25,000	56,115	17,331	38,784
Communications/Telephone	11-000-230-530	276,896	44,989	321,885	217,539	104,346	268,900	-	268,900	202,675	66,225
BOE Other Purchased Services	11-000-230-585	65,500	(62,500)	3,000	1,835	1,165	71,245	(500)	70,745	20,030	50,715
Miscellaneous Purchased Services	11-000-230-590	2,520	805,000	807,520	601,722	205,798	4,700	1,000	5,700	4,807	894
General Supplies	11-000-230-610	12,200	-	12,200	11,273	927	11,700	(7,000)	4,700	3,015	1,685
BOE In-House Training/Meeting Supplies	11-000-230-630	9,036	145	9,181	7,975	1,206	4,535	7,200	11,735	10,740	995
BOE Membership Dues & Fees	11-000-230-895	35,000	(8,337)	26,663	26,663	-	33,000	(6,300)	26,700	26,663	37

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ACCOUNT NUMBERS	JUNE 30, 2013				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Total Support Services General Administration	1,038,523	1,228,419	2,266,942	1,650,381	616,561	1,000,612	40,000	1,040,612	823,842	216,769	
Support Services School Administration:											
Salaries of Principals & Assistant Principals	11-000-240-103	4,797,099	142,279	4,939,378	4,939,378	-	4,928,875	-	4,928,875	4,878,754	50,121
Salaries of Secretarial & Clerical Assistants	11-000-240-105	1,508,348	88,815	1,597,163	1,593,879	3,284	1,529,312	-	1,529,312	1,525,582	3,730
Purchased Professional & Technical Services	11-000-240-300	133,275	31,567	164,842	150,150	14,692	8,675	-	8,675	7,910	765
Other Purchased Services (400-500 Series)	11-000-240-500	170,757	-	170,757	106,876	63,881	170,540	-	170,540	164,697	5,843
Supplies & Materials	11-000-240-600	35,219	-	35,219	34,232	987	35,617	-	35,617	33,442	2,175
Other Objects	11-000-240-890	1,212	-	1,212	658	554	1,234	-	1,234	508	726
Total Support Services School Administration		6,645,910	262,661	6,908,571	6,825,173	83,398	6,674,253	-	6,674,253	6,610,894	63,359
Central Services:											
Salaries	11-000-251-100	1,383,393	111,821	1,495,214	1,491,655	3,559	1,413,875	-	1,413,875	1,340,247	73,628
Miscellaneous Purchased Services	11-000-251-592	137,100	7,000	144,100	96,541	47,559	138,947	(8,000)	130,947	88,543	42,403
Supplies & Materials	11-000-251-600	42,605	50,000	92,605	42,644	49,961	40,088	(2,000)	38,088	35,140	2,949
Miscellaneous Expenditures	11-000-251-890	74,490	-	74,490	59,813	14,677	74,490	-	74,490	72,375	2,115
Total Central Services		1,637,588	168,821	1,806,409	1,690,653	115,756	1,667,400	(10,000)	1,657,400	1,536,305	121,095
Administrative Information Technology:											
Salaries	11-000-252-100	774,229	-	774,229	770,980	3,249	704,934	-	704,934	693,179	11,755
Other Purchased Services (400-500 Series)	11-000-252-500	273,824	95,824	369,648	339,545	30,103	237,668	-	237,668	140,159	97,509
Supplies & Materials	11-000-252-600	23,000	3,071	26,071	15,266	10,805	21,000	-	21,000	10,913	10,087
Total Administrative Information Technology		1,071,053	98,895	1,169,948	1,125,791	44,157	963,602	-	963,602	844,252	119,350
Required Maintenance for School Facilities:											
Salaries	11-000-261-100	1,821,843	145,000	1,966,843	1,787,369	179,474	1,966,038	-	1,966,038	1,748,004	218,034
Cleaning, Repair & Maintenance Services	11-000-261-420	432,738	59,858	492,596	293,940	198,656	492,523	51,448	543,971	374,937	169,034
General Supplies	11-000-261-610	492,428	55,347	547,775	448,819	98,956	509,853	-	509,853	417,467	92,386
Other Objects	11-000-261-800	1,000	-	1,000	275	725	1,000	-	1,000	790	210
Total Allowable Maintenance For School Facilities		2,748,009	260,205	3,008,214	2,530,403	477,811	2,969,415	51,448	3,020,863	2,541,198	479,664

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	ACCOUNT NUMBERS	JUNE 30, 2013				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Other Operation & Maintenance of Plant Services:											
Salaries	11-000-262-100	5,450,385	(15,338)	5,435,047	5,353,024	82,023	5,206,470	-	5,206,470	5,189,160	17,310
Salaries of Non-Instructional Aides	11-000-262-107	582,755	48,884	631,639	640,148	(8,509)	586,226	-	586,226	576,055	10,171
Cleaning, Repair & Maintenance Services	11-000-262-420	1,112,531	86,686	1,199,217	959,208	240,009	1,298,142	-	1,298,142	865,294	432,848
Rental Land & Building	11-000-262-441	147,121	(30,000)	117,121	112,174	4,947	177,121	-	177,121	112,100	65,021
Other Purchased Property Services	11-000-262-490	405,794	16,349	422,143	304,800	117,343	430,794	-	430,794	338,681	92,113
Insurance	11-000-262-520	935,513	(753,735)	181,778	181,777	1	813,759	-	813,759	740,769	72,990
Miscellaneous Purchased Services	11-000-262-590	5,917	-	5,917	2,095	3,822	8,041	-	8,041	6,239	1,802
General Supplies	11-000-262-610	421,830	29,620	451,450	386,418	65,032	488,123	2,870	490,993	436,493	54,501
Energy (Natural Gas)	11-000-262-621	1,789,525	(787,885)	1,001,640	695,664	305,976	1,989,525	-	1,989,525	652,705	1,336,820
Energy (Electricity)	11-000-262-622	1,552,908	66,405	1,619,313	1,574,617	44,696	1,752,908	-	1,752,908	1,630,869	122,039
Other Objects	11-000-262-800	550	-	550	550	-	550	-	550	550	-
<b>Total Operation &amp; Maintenance of Plant Services</b>		<b>12,404,829</b>	<b>(1,339,014)</b>	<b>11,065,815</b>	<b>10,210,475</b>	<b>855,340</b>	<b>12,751,659</b>	<b>2,870</b>	<b>12,754,529</b>	<b>10,548,914</b>	<b>2,205,615</b>
Care & Upkeep of Grounds:											
Salaries	11-000-263-100	604,424	14,109	618,533	618,533	-	611,971	-	611,971	568,912	43,059
Cleaning, Repair & Maintenance Services	11-000-263-420	10,015	26,300	36,315	25,615	10,700	12,058	-	12,058	4,180	7,879
General Supplies	11-000-263-610	40,000	1,000	41,000	33,294	7,706	61,105	-	61,105	55,218	5,887
<b>Total Care &amp; Upkeep of Grounds</b>		<b>654,439</b>	<b>41,409</b>	<b>695,848</b>	<b>677,442</b>	<b>18,406</b>	<b>685,134</b>	<b>-</b>	<b>685,134</b>	<b>628,310</b>	<b>56,824</b>
Security:											
Salaries	11-000-266-100	381,385	7,543	388,928	388,928	-	380,108	-	380,108	369,825	10,283
Cleaning, Repair & Maintenance Services	11-000-266-420	106,000	-	106,000	105,614	386	110,000	-	110,000	104,897	5,103
Other Objects	11-000-266-800	102,740	8,169	110,909	107,688	3,221	106,880	-	106,880	95,439	11,441
<b>Total Security</b>		<b>590,125</b>	<b>15,712</b>	<b>605,837</b>	<b>602,230</b>	<b>3,607</b>	<b>596,988</b>	<b>-</b>	<b>596,988</b>	<b>570,161</b>	<b>26,827</b>
Student Transportation Services:											
Salaries of Non-Instructional Aides	11-000-270-107	10,823	-	10,823	7,399	3,424	10,823	-	10,823	5,268	5,555
Salaries for Pupil Transportation (Between Home & School) - Regular	11-000-270-160	160,535	10,356	170,891	170,890	1	160,370	-	160,370	160,326	44
Salaries for Pupil Transportation (Between Home & School) - Special Education	11-000-270-161	214,301	-	214,301	194,342	19,959	251,120	-	251,120	183,510	67,610
Other Purchased Professional & Technical Services	11-000-270-390	7,500	9,147	16,647	10,697	5,950	17,000	-	17,000	4,285	12,715
Contracted Services (Between Home & School) - Regular - Vendors	11-000-270-511	3,500,355	(9,147)	3,491,208	3,108,386	382,822	3,151,220	(10,646)	3,140,574	2,947,106	193,468

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	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Student Transportation Services (continued):											
Contracted Services (Other Than Between Home & School) - Regular - Vendors	11-000-270-512	368,735	26,373	395,108	374,742	20,366	363,726	10,646	374,372	374,371	1
Contracted Services (Between Home & School) - Special Education - Vendors	11-000-270-514	4,314,000	335	4,314,335	4,158,578	155,757	3,872,960	125,140	3,998,100	3,998,099	1
Contracted Services - ESC's & CTSA's - (Special Education Students)	11-000-270-518	1,450,268	-	1,450,268	737,686	712,582	1,450,268	(125,140)	1,325,128	761,109	564,019
Contracted Services - Aid in Lieu Nonpublic	11-000-270-503	205,656	-	205,656	154,460	51,196	275,122	-	275,122	168,241	106,881
Miscellaneous Purchased Services - Transportation	11-000-270-593	3,750	-	3,750	-	3,750	6,400	-	6,400	3,799	2,601
General Supplies	11-000-270-610	59,000	-	59,000	23,195	35,805	36,786	-	36,786	30,142	6,644
Transportation Supplies	11-000-270-615	35,000	-	35,000	22,573	12,427	81,500	-	81,500	31,159	50,341
Other Objects	11-000-270-800	1,350	114	1,464	852	612	2,100	-	2,100	717	1,383
<b>Total Student Transportation Services</b>		<b>10,331,273</b>	<b>37,178</b>	<b>10,368,451</b>	<b>8,963,800</b>	<b>1,404,651</b>	<b>9,679,395</b>	<b>-</b>	<b>9,679,395</b>	<b>8,668,131</b>	<b>1,011,264</b>
Unallocated Benefits Employee Benefits:											
Group Insurance	11-000-291-210	156,752	-	156,752	142,494	14,258	173,009	-	173,009	168,995	4,014
Social Security Contributions	11-000-291-220	2,424,040	(225,778)	2,198,262	2,198,262	-	2,107,861	-	2,107,861	1,839,030	268,831
Other Retirement Contributions	11-000-291-241	2,551,525	-	2,551,525	2,132,517	419,008	2,384,603	-	2,384,603	2,282,595	102,008
Workmen's Compensation	11-000-291-260	1,046,496	(26,777)	1,019,719	865,728	153,991	946,496	-	946,496	874,052	72,444
Health Benefits	11-000-291-270	31,099,787	(2,072,713)	29,027,074	26,579,718	2,447,356	30,948,800	(95,779)	30,853,021	27,756,261	3,096,760
Tuition Reimbursements	11-000-291-280	255,000	(2,690)	252,310	145,796	106,514	255,000	-	255,000	174,356	80,644
Other Employee Benefits	11-000-291-290	310,000	1,075,313	1,385,313	1,382,335	2,978	275,000	-	275,000	275,000	1
<b>Total Unallocated Benefits - Employee Benefits</b>		<b>37,843,600</b>	<b>(1,252,645)</b>	<b>36,590,955</b>	<b>33,446,850</b>	<b>3,144,105</b>	<b>37,090,769</b>	<b>(95,779)</b>	<b>36,994,990</b>	<b>33,370,290</b>	<b>3,624,700</b>
Nonbudgeted:											
On-Behalf TPAF Post Retirement Medical Contributions		-	-	-	5,731,254	(5,731,254)	-	-	-	5,012,281	(5,012,281)
On-Behalf TPAF Pension Contributions		-	-	-	5,068,554	(5,068,554)	-	-	-	2,493,349	(2,493,349)
Reimbursed TPAF Social Security		-	-	-	5,782,285	(5,782,285)	-	-	-	5,685,563	(5,685,563)
<b>Total Undistributed Expenditures</b>		<b>105,152,544</b>	<b>(246,290)</b>	<b>104,906,254</b>	<b>111,811,300</b>	<b>(6,905,046)</b>	<b>103,867,090</b>	<b>(11,461)</b>	<b>103,855,629</b>	<b>106,992,023</b>	<b>(3,136,394)</b>
<b>Total Expenditures - Current Expense</b>		<b>178,936,040</b>	<b>321,696</b>	<b>179,257,736</b>	<b>183,257,562</b>	<b>(3,999,826)</b>	<b>176,696,456</b>	<b>185,151</b>	<b>176,881,607</b>	<b>177,457,108</b>	<b>(575,502)</b>
Capital Outlay:											
Increase in Capital Reserve	10-604	2,000,000	-	2,000,000	-	2,000,000	-	-	-	-	-
Interest Deposit to Capital Reserve	10-604	30,000	-	30,000	-	30,000	30,000	-	30,000	-	30,000
Equipment:											
Grades 1-5	12-120-100-730	85,674	-	85,674	70,859	14,815	76,737	-	76,737	76,611	126
Grades 6-8	12-130-100-730	38,100	9,694	47,794	47,794	-	38,990	-	38,990	38,099	891
Grades 9-12	12-140-100-730	65,256	-	65,256	44,808	20,448	53,777	20,518	74,295	73,798	497

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	ACCOUNT NUMBERS	JUNE 30, 2013				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Capital Outlay (continued):											
Undistributed Expenditures:											
Support Services:											
Student Regular	12-000-210-730	17,000	-	17,000	16,822	178	20,500	-	20,500	20,039	461
Instructional Staff	12-000-220-730	27,810	-	27,810	27,810	-	27,935	-	27,935	27,790	145
Administrative Information Technology	12-000-252-730	263,500	(156,800)	106,700	96,947	9,753	542	-	542	542	-
Operation & Maintenance	12-000-262-730	83,837	116,344	200,181	88,601	111,580	89,371	-	89,371	62,746	26,625
Care & Upkeep of Grounds	12-000-263-730	113,473	12,000	125,473	78,000	47,473	75,294	-	75,294	75,294	-
Buses - Special	12-000-270-734	140,000	-	140,000	126,972	13,028	65,000	-	65,000	64,592	409
Total Equipment		2,864,650	(18,762)	2,845,888	598,613	2,247,275	478,146	20,518	498,664	439,511	59,153
Facilities Acquisition & Construction Services:											
Architectural/Engineering Services	12-000-400-334	-	43,000	43,000	33,010	9,990	-	-	-	-	-
Construction Services	12-000-400-450	-	125,000	125,000	-	125,000	-	-	-	-	-
Other Objects	12-000-400-800	-	-	-	-	-	65,950	-	65,950	65,950	-
Assessment for Debt Service on SDA Funding	12-000-400-896	91,698	-	91,698	91,698	-	-	-	-	-	-
Transfer to Capital Projects	12-000-400-932	-	-	-	-	-	-	-	-	-	-
Total Facilities Acquisition & Construction Services		91,698	168,000	259,698	124,708	134,990	65,950	-	65,950	65,950	-
Total Capital Outlay		2,956,348	149,238	3,105,586	723,321	2,382,265	544,096	20,518	564,614	505,461	59,153
Special Schools:											
Accredited Evening\Adult High School - Instruction:											
Salaries of Teachers	13-601-100-101	89,793	-	89,793	79,794	9,999	89,199	-	89,199	87,680	1,519
General Supplies	13-601-100-610	1,160	-	1,160	963	197	1,160	-	1,160	1,145	15
Textbooks	13-601-100-640	3,001	-	3,001	1,392	1,609	3,000	-	3,000	3,000	-
Total Accredited Evening\Adult High School Instruction		93,954	-	93,954	82,149	11,805	93,359	-	93,359	91,825	1,534
Accredited Evening\Adult High School - Instruction:											
Salaries of Teachers	13-601-200-101	27,228	-	27,228	24,057	3,171	27,228	-	27,228	25,641	1,587
Personal Services - Employee Benefits	13-601-200-200	8,624	-	8,624	-	8,624	7,420	-	7,420	-	7,420
Purchased Professional & Technical Services	13-601-200-300	12,900	-	12,900	10,870	2,030	12,900	-	12,900	8,710	4,190
Other Purchased Services (400-500 Series)	13-601-200-500	350	-	350	-	350	250	-	250	250	-
Supplies and Materials	13-601-200-600	500	-	500	500	-	2,399	-	2,399	2,399	-
Total Accredited Evening\Adult High School Instruction		49,602	-	49,602	35,427	14,175	50,197	-	50,197	37,000	13,197

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HAMILTON TOWNSHIP BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2013 AND 2012

ACCOUNT NUMBERS	JUNE 30, 2013				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
GED Test Centers Supplies and Materials	13-640-200-600	6,610	-	6,610	6,219	391	6,610	-	6,610	6,561	49
Total GED Test Centers		6,610	-	6,610	6,219	391	6,610	-	6,610	6,561	49
Total Special Schools		150,166	-	150,166	123,795	26,371	150,166	-	150,166	135,386	14,780
Total Expenditures		182,042,554	470,934	182,513,488	184,104,678	(1,591,190)	177,390,718	205,669	177,596,387	178,097,956	(501,569)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures		(10,678,907)	(464,425)	(11,143,332)	7,871,163	19,014,495	(8,925,828)	400,000	(8,525,828)	6,431,263	14,957,090
Other Financing Sources/(Uses):											
Transfers to Debt Service Fund - Capital Reserve		-	-	-	-	-	(3,150,000)	-	(3,150,000)	(3,150,000)	-
Transfer Capital Reserve to Capital Projects		-	(594,155)	(594,155)	(594,155)	-	-	-	-	(1,153,849)	(1,153,849)
Transfer of Capital Outlay to Capital Projects		-	-	-	-	-	-	(400,000)	(400,000)	(400,000)	-
Transfer of Funds - Charter School	10-100-100-560	(270,964)	(70,031)	(340,995)	(340,995)	-	(343,016)	-	(343,016)	(265,474)	77,542
Total Other Financing Sources/(Uses):		(270,964)	(664,186)	(935,150)	(935,150)	-	(3,493,016)	(400,000)	(3,893,016)	(4,969,323)	(1,076,307)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures After Other Financing Sources/(Uses)		(10,949,871)	(1,128,611)	(12,078,482)	6,936,013	19,014,495	(12,418,844)	-	(12,418,844)	1,461,939	13,880,783
Fund Balances, July 1		25,094,963	-	25,094,963	25,094,963	-	23,633,024	-	23,633,024	23,633,024	-
Fund Balances, June 30		\$ 14,145,092	\$(1,128,611)	\$ 13,016,481	\$ 32,030,976	\$ 19,014,495	\$ 11,214,180	\$ -	\$ 11,214,180	\$ 25,094,963	\$ 13,880,783

RECAPITULATION OF FUND BALANCE

Nonspendable Fund Balance:	
Inventory	\$ 383,920
Restricted Fund Balance:	
Reserve for Excess Surplus	6,252,505
Reserved Excess Surplus - Designated for Subsequent Year's Expenditures	6,008,328
Capital Reserve	6,941,849
Maintenance Reserve Account	700,000
Assigned Fund Balance:	
Year-End Encumbrances	2,003,857
Designated for Subsequent Year's Expenditures	5,155,382
Unassigned Fund Balance	4,585,135
Subtotal	32,030,976
Reconciliation to Governmental Fund Statements (GAAP):	
State Aid Payment Not Recognized on GAAP Basis:	
Delayed State Aid Payment	(6,659,957)
Fund Balance per Governmental Funds (GAAP)	\$ 25,371,019

**HAMILTON TOWNSHIP SCHOOL DISTRICT  
EDUCATION JOBS FUND PROGRAM -  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2013 AND 2012**

	ACCOUNT NUMBER	JUNE 30, 2013				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2012				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Revenues:											
Federal Sources:											
Education Jobs Fund	18-4522	\$ -	\$ 6,509	\$ 6,509	\$ 6,509	\$ -	\$ 2,528,751	\$ 79,221	\$ 2,607,972	\$ 2,607,972	\$ -
Total Federal Sources		-	6,509	6,509	6,509	-	2,528,751	79,221	2,607,972	2,607,972	-
Total Revenues		-	6,509	6,509	6,509	-	2,528,751	79,221	2,607,972	2,607,972	-
Expenditures:											
Education Jobs Fund:											
Bilingual Education - Instruction:											
Salaries of Teachers	18-240-100-101	-	6,509	6,509	6,509	-	-	-	-	-	-
Unallocated Benefits Employee Benefits:											
Health Benefits	18-000-291-270	-	-	-	-	-	2,528,751	79,221	2,607,972	2,607,972	-
Total Education Jobs Fund Expenditures		-	6,509	6,509	6,509	-	2,528,751	79,221	2,607,972	2,607,972	-
Total Expenditures		-	6,509	6,509	6,509	-	2,528,751	79,221	2,607,972	2,607,972	-
Excess/(Deficiency) of Revenues Over/(Under) Expenditures		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2013 AND 2012**

	JUNE 30, 2013				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2012				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
<b>REVENUES</b>										
Local Sources	\$ -	\$ 26,132	\$ 26,132	\$ 26,132	\$ -	\$ 43,629	\$ 43,629	\$ 21,743	\$ (21,886)	
State Sources	1,402,000	(109,099)	1,292,901	1,292,901	-	1,430,000	(26,255)	1,403,745	1,161,390	(242,355)
Federal Sources	5,670,000	1,328,610	6,998,610	6,998,610	-	5,423,000	2,530,418	7,953,418	4,210,361	(3,743,057)
<b>Total Revenues</b>	<b>7,072,000</b>	<b>1,245,643</b>	<b>8,317,643</b>	<b>8,317,643</b>	<b>-</b>	<b>6,853,000</b>	<b>2,547,793</b>	<b>9,400,793</b>	<b>5,393,494</b>	<b>(4,007,299)</b>
<b>EXPENDITURES:</b>										
<b>Instruction:</b>										
Salaries of Teachers	-	1,539,694	1,539,694	1,539,694	-	1,793,438	1,793,438	718,621	1,074,817	
Other Salaries for Instruction	-	1,063,982	1,063,982	1,063,982	-	1,369,653	1,369,653	1,090,741	278,912	
Other Purchased Services (400-500 Series)	5,670,000	(5,658,032)	11,968	11,968	-	6,340,000	(5,668,539)	671,461	139,045	532,416
Purchased Professional - Educational Services	-	1,942,002	1,942,002	1,942,002	-	1,191,987	1,191,987	953,317	238,670	
General Supplies	1,402,000	(1,015,074)	386,926	386,926	-	418,000	(149,792)	268,208	153,566	114,642
Textbooks	-	94,904	94,904	94,904	-	95,000	1,502	96,502	87,126	9,376
Other Objects	-	5,508	5,508	5,508	-	-	7,767	7,767	1,000	6,767
<b>Total Instruction</b>	<b>7,072,000</b>	<b>(2,027,016)</b>	<b>5,044,984</b>	<b>5,044,984</b>	<b>-</b>	<b>6,853,000</b>	<b>(1,453,984)</b>	<b>5,399,016</b>	<b>3,143,415</b>	<b>2,255,601</b>
<b>Support Services:</b>										
Salaries of Supervisors of Instruction	-	255,152	255,152	255,152	-	377,696	377,696	181,332	196,364	
Salaries of Other Professional Staff	-	846,412	846,412	846,412	-	986,051	986,051	744,335	241,715	
Salaries of Secretarial & Clerical Assistants	-	204,328	204,328	204,328	-	210,138	210,138	208,032	2,105	
Personal Services - Employee Benefits	-	930,888	930,888	930,888	-	671,809	671,809	340,396	331,413	
Purchased Professional - Educational Services	-	824,002	824,002	824,002	-	156,854	156,854	124,558	32,296	
Other Purchased Professional Services	-	68,127	68,127	68,127	-	57,784	57,784	5,095	52,689	
Purchased Professional & Technical Services	-	21,147	21,147	21,147	-	864,311	864,311	557,832	306,479	
Other Purchased Services (400-500 Series)	-	16,677	16,677	16,677	-	514,680	514,680	27,905	486,775	
Supplies & Materials	-	66,275	66,275	66,275	-	139,881	139,881	51,941	87,940	
Other Objects	-	39,651	39,651	39,651	-	741	741	946	(205)	
<b>Total Support Services</b>	<b>-</b>	<b>3,272,659</b>	<b>3,272,659</b>	<b>3,272,659</b>	<b>-</b>	<b>3,979,944</b>	<b>3,979,944</b>	<b>2,242,371</b>	<b>1,737,573</b>	
<b>Facilities Acquisitions &amp; Construction   Services:</b>										
Instructional Equipment	-	-	-	-	-	11,833	11,833	7,708	4,125	
Noninstructional Equipment	-	-	-	-	-	10,000	10,000	-	10,000	
<b>Total Facilities Acquisitions &amp;   Construction Services</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>21,833</b>	<b>21,833</b>	<b>7,708</b>	<b>14,125</b>	
<b>Total Expenditures</b>	<b>7,072,000</b>	<b>1,245,643</b>	<b>8,317,643</b>	<b>8,317,643</b>	<b>-</b>	<b>6,853,000</b>	<b>2,547,793</b>	<b>9,400,793</b>	<b>5,393,494</b>	<b>4,007,299</b>
<b>Excess/(Deficiency) of Revenues   Over/(Under) Expenditures &amp; Other   Financing Sources/(Uses)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**



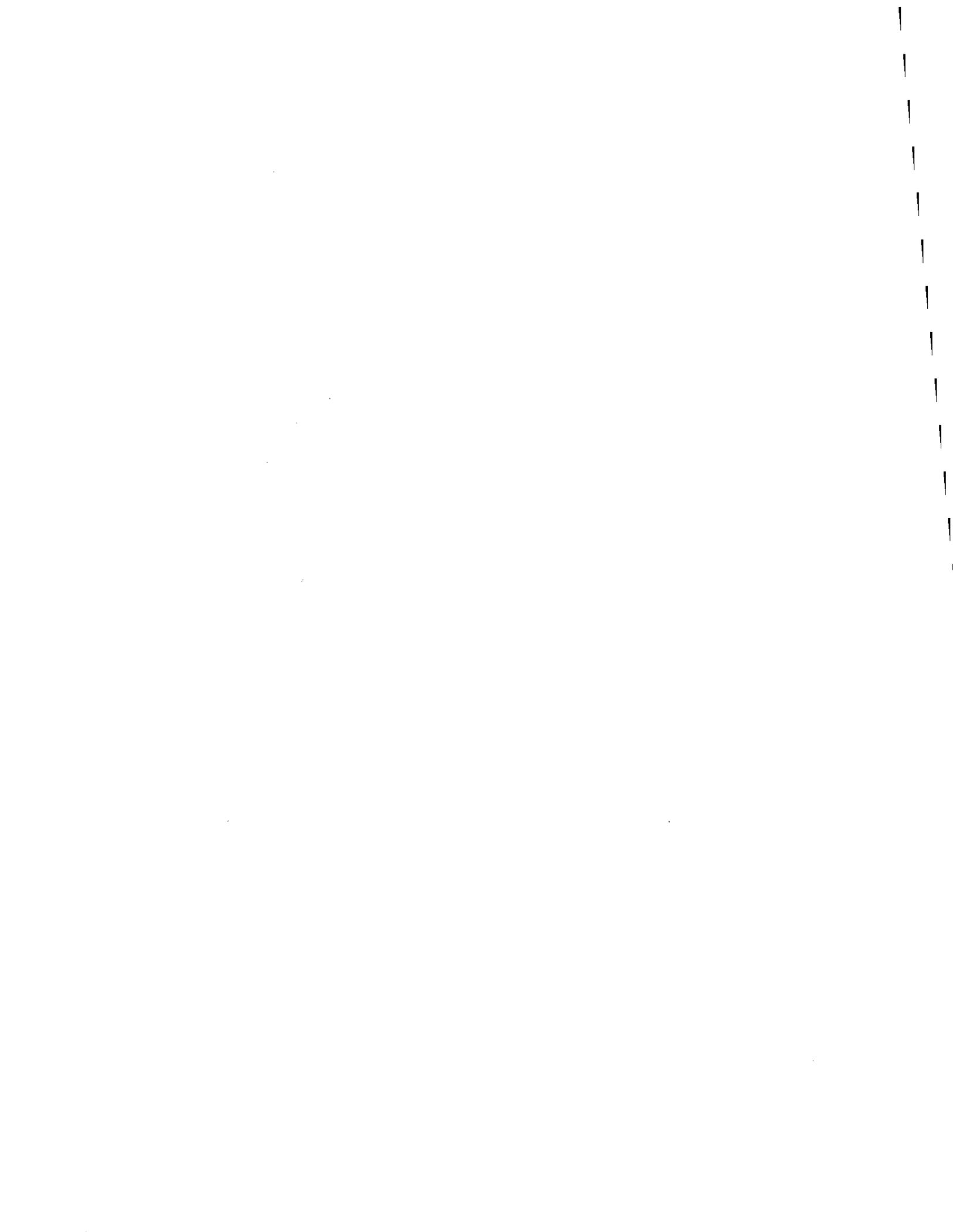
**HAMILTON TOWNSHIP BOARD OF EDUCATION  
 REQUIRED SUPPLEMENTARY INFORMATION  
 BUDGETARY COMPARISON SCHEDULE  
 NOTE TO RSI  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

**Note A - Explanation of Differences between Budgetary Inflows and Outflows and  
 GAAP Revenues and Expenditures**

	GENERAL FUND	SPECIAL REVENUE FUND
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
From the Budgetary Comparison Schedule (C-Series)	\$ 191,975,841	\$ 8,317,643
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Current Year	-	(276,176)
Prior Year	-	116,071
State aid revenue adjustment due to last two state aid payments not being recognized in accordance with GASB No. 33		
Current Year	(6,659,957)	-
Prior Year	6,371,129	-
	<u>\$ 191,687,013</u>	<u>\$ 8,157,538</u>
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)		
	<u>\$ 191,687,013</u>	<u>\$ 8,157,538</u>
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 184,104,678	\$ 8,317,643
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.		
Current Year	-	(276,176)
Prior Year	-	116,071
	<u>\$ 184,104,678</u>	<u>\$ 8,157,538</u>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)		
	<u>\$ 184,104,678</u>	<u>\$ 8,157,538</u>



**OTHER SUPPLEMENTARY INFORMATION**



D. School Based Budget Schedules

Not Applicable



E. Special Revenue Fund



**HAMILTON TOWNSHIP BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2013  
(With Comparative Totals for June 30, 2012)**

	TITLE I PART A	TITLE II PART A	TITLE III	I.D.E.A. PART B BASIC REGULAR	I.D.E.A. PART B PRE- SCHOOL	PERKINS GRANT
Revenues:						
Federal Sources	\$ 2,244,600	\$ 298,880	\$ 23,360	\$ 4,152,724	\$ 142,573	\$ 78,294
Total Revenues	<u>\$ 2,244,600</u>	<u>\$ 298,880</u>	<u>\$ 23,360</u>	<u>\$ 4,152,724</u>	<u>\$ 142,573</u>	<u>\$ 78,294</u>
Expenditures:						
Instruction:						
Salaries of Teachers	\$ 1,014,948	\$ 184,188	\$ 2,030	\$ 338,122	\$ -	\$ -
Other Salaries for Instruction	-	975	-	1,063,007	-	-
Purchased Professional - Educational Services	10,695	-	-	848,179	14,432	3,445
Other Purchased Services	-	-	-	11,968	-	-
General Supplies	180,988	2,472	7,014	87,124	23,375	74,849
Total Instruction	<u>1,206,631</u>	<u>187,635</u>	<u>9,044</u>	<u>2,348,400</u>	<u>37,807</u>	<u>78,294</u>
Support Services:						
Salaries of Supervisors of Instruction	50,648	-	-	204,504	-	-
Salaries of Other Professional Staff	230,584	-	-	539,874	75,954	-
Salaries of Secretarial & Clerical Assistants	1,698	-	-	202,630	-	-
Personal Services - Employee Benefits	494,145	29,408	1,725	386,278	19,332	-
Purchased Professional - Educational Services	154,702	30,900	10,200	462,124	9,480	-
Other Purchased Professional Services	33,211	25,507	2,391	5,099	-	-
Purchased Professional - Technical Services	19,516	-	-	-	-	-
Other Purchased Services	16,677	-	-	-	-	-
Supplies & Materials	5,995	25,430	-	325	-	-
Miscellaneous Expenditures	30,793	-	-	3,490	-	-
Total Support Services	<u>1,037,969</u>	<u>111,245</u>	<u>14,316</u>	<u>1,804,324</u>	<u>104,766</u>	<u>-</u>
Total Expenditures	<u>\$ 2,244,600</u>	<u>\$ 298,880</u>	<u>\$ 23,360</u>	<u>\$ 4,152,724</u>	<u>\$ 142,573</u>	<u>\$ 78,294</u>

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2013  
(With Comparative Totals for June 30, 2012)**

	RACE TO THE TOP	RIDER CONNECT	CORPORATE SPONSORSHIP PROGRAM	HAMILTON EDUCATION FOUNDATION	S.T.E.P.	TCNJ
<b>Revenues:</b>						
State Sources						
Federal Sources	\$ 58,179	\$ -	\$ -	\$ -	\$ -	\$ -
Local Sources	-	1,919	1,631	5,508	602	2,645
<b>Total Revenues</b>	<b>\$ 58,179</b>	<b>\$ 1,919</b>	<b>\$ 1,631</b>	<b>\$ 5,508</b>	<b>\$ 602</b>	<b>\$ 2,645</b>
<b>Expenditures:</b>						
<b>Instruction:</b>						
Salaries of Teachers	\$ -	\$ -	\$ -	\$ -	\$ 406	\$ -
General Supplies	-	-	-	-	-	2,645
Textbooks	-	-	-	-	-	-
Other Objects	-	-	-	5,508	-	-
<b>Total Instruction</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,508</b>	<b>406</b>	<b>2,645</b>
<b>Support Services:</b>						
Purchased Professional - Educational Services	23,850	-	-	-	-	-
Other Purchased Professional Services	-	1,919	-	-	-	-
Purchased Professional - Technical Services	-	-	1,631	-	-	-
Supplies & Materials	34,329	-	-	-	196	-
<b>Total Support Services</b>	<b>58,179</b>	<b>1,919</b>	<b>1,631</b>	<b>-</b>	<b>196</b>	<b>-</b>
<b>Total Expenditures</b>	<b>\$ 58,179</b>	<b>\$ 1,919</b>	<b>\$ 1,631</b>	<b>\$ 5,508</b>	<b>\$ 602</b>	<b>\$ 2,645</b>

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2013  
(With Comparative Totals for June 30, 2012)**

	GREENWOOD DONATION	HURRICANE SANDY	ROBINSON DONATION	NONPUBLIC NURSING	NONPUBLIC TEXTBOOKS	NEW JERSEY CH. 193 CORRECTIVE SPEECH
Revenues:						
State Sources	\$ -	\$ -	\$ -	\$ 132,746	\$ 94,904	\$ 171,864
Local Sources	129	5,368	8,330	-	-	-
<b>Total Revenues</b>	<b>\$ 129</b>	<b>\$ 5,368</b>	<b>\$ 8,330</b>	<b>\$ 132,746</b>	<b>\$ 94,904</b>	<b>\$ 171,864</b>
Expenditures:						
Instruction:						
Purchased Professional - Educational Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 171,864
General Supplies	129	-	8,330	-	-	-
Textbooks	-	-	-	-	94,904	-
<b>Total Instruction</b>	<b>129</b>	<b>-</b>	<b>8,330</b>	<b>-</b>	<b>94,904</b>	<b>171,864</b>
Support Services:						
Purchased Professional - Educational Services	-	-	-	132,746	-	-
Miscellaneous Expenditures	-	5,368	-	-	-	-
<b>Total Support Services</b>	<b>-</b>	<b>5,368</b>	<b>-</b>	<b>132,746</b>	<b>-</b>	<b>-</b>
<b>Total Expenditures</b>	<b>\$ 129</b>	<b>\$ 5,368</b>	<b>\$ 8,330</b>	<b>\$ 132,746</b>	<b>\$ 94,904</b>	<b>\$ 171,864</b>

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2013  
(With Comparative Totals for June 30, 2012)**

	NEW JERSEY AUXILIARY SERVICES CH. 193				
	ENGLISH AS A SECOND LANGUAGE	TRANSPOR- TATION	COMPENSATORY EDUCATION	SUPPLEMENTAL INSTRUCTION	EXAMINATION & CLASSIFICATION
Revenues:					
State Sources	\$ 10,743	\$ 122,154	\$ 410,339	\$ 151,257	\$ 165,486
Total Revenues	<u>\$10,743</u>	<u>122,154</u>	<u>410,339</u>	<u>151,257</u>	<u>165,486</u>
Expenditures:					
Instruction:					
Purchased Professional - Educational Services	\$ 10,743	\$ 122,154	\$ 410,339	\$ 151,257	\$ 165,486
Total Instruction	<u>10,743</u>	<u>122,154</u>	<u>410,339</u>	<u>151,257</u>	<u>165,486</u>
Total Expenditures	<u>\$ 10,743</u>	<u>\$ 122,154</u>	<u>\$ 410,339</u>	<u>\$ 151,257</u>	<u>\$ 165,486</u>

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2013  
(With Comparative Totals for June 30, 2012)**

	NEW JERSEY CH. 192 TECHNOLOGY	2013	2012
Revenues:			
State Sources	\$ 33,408	\$ 1,292,901	\$ 1,161,390
Federal Sources	-	6,998,610	4,210,361
Local Sources	-	26,132	21,743
	<hr/>	<hr/>	<hr/>
Total Revenues	\$ 33,408	\$ 8,317,643	\$ 5,393,494
	<hr/>	<hr/>	<hr/>
Expenditures:			
Instruction:			
Salaries of Teachers	\$ -	\$ 1,539,694	\$ 718,621
Other Salaries for Instruction	-	1,063,982	1,090,741
Purchased Professional - Educational Services	33,408	1,942,002	953,317
Other Purchased Services	-	11,968	139,045
General Supplies	-	386,926	153,566
Textbooks	-	94,904	87,126
Other Objects	-	5,508	6,767
	<hr/>	<hr/>	<hr/>
Total Instruction	33,408	5,044,984	3,142,415
	<hr/>	<hr/>	<hr/>
Support Services:			
Salaries of Supervisors of Instruction	-	255,152	181,332
Salaries of Other Professional Staff	-	846,412	744,335
Salaries of Secretarial & Clerical Assistants	-	204,328	208,032
Personal Services - Employee Benefits	-	930,888	340,396
Purchased Professional - Educational Services	-	824,002	124,558
Other Purchased Professional Services	-	68,127	5,095
Purchased Professional - Technical Services	-	21,147	557,832
Other Purchased Services	-	16,677	27,905
Supplies & Materials	-	66,275	51,941
Miscellaneous Expenditures	-	39,651	946
	<hr/>	<hr/>	<hr/>
Total Support Services	-	3,272,659	2,242,371
	<hr/>	<hr/>	<hr/>
Facilities Acquisitions & Construction Services:		-	-
Instructional Equipment	-	-	7,708
	<hr/>	<hr/>	<hr/>
Total Facilities Acquisitions & Construction Services	-	-	7,708
	<hr/>	<hr/>	<hr/>
Total Expenditures	\$ 33,408	\$ 8,317,643	\$ 5,392,494
	<hr/>	<hr/>	<hr/>



F. Capital Projects Fund



**HAMILTON TOWNSHIP BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT EXPENDITURES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

PROJECT TITLE/ISSUE	APPROPRIATIONS	EXPENDITURES TO DATE		UNEXPENDED BALANCE JUNE 30, 2013
		PRIOR YEARS	CURRENT YEAR	
Various Capital Improvements:				
Transfer from General Fund	\$ 4,520,530	\$ 1,405,725	\$ 2,408,277	\$ 706,528
Additional State School Building Aid - (ROD) Grants	2,639,730	2,639,730	-	-
Various Capital Improvements:				
2013 Transfer from Capital Reserve	594,155	-	366,905	227,250
Total	<u>\$ 7,754,415</u>	<u>\$ 4,045,455</u>	<u>\$ 2,775,182</u>	<u>\$ 933,778</u>

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE-BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

Revenues & Other Financing Sources:	
Transfer from Capital Reserve	\$ 594,155
	<hr/>
Total Revenues	594,155
	<hr/>
Expenditures & Other Financing Uses:	
Purchased Professional & Technical Services	154,606
Construction Services	2,620,576
Cancellation of SDA Grant Receivables	340,168
	<hr/>
Total Expenditures	3,115,350
	<hr/>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(2,521,195)
Fund Balance - Beginning	3,454,973
	<hr/>
Fund Balance - Ending	\$ 933,778
	<hr/> <hr/>

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS--BUDGETARY BASIS  
KISTHARDT ELEMENTARY SCHOOL - WINDOW REPLACEMENT PROJECT  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2013**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
<b>Revenues &amp; Other Financing Sources:</b>				
State Sources - ROD Grant	\$ 92,588	\$ -	\$ 92,588	\$ 92,588
Transfer from Capital Outlay	249,309	-	249,309	249,309
<b>Total Reserve</b>	<b>341,897</b>	<b>-</b>	<b>341,897</b>	<b>341,897</b>
<b>Expenditures &amp; Other Financing Uses:</b>				
Purchased Professional & Technical Services	20,799	-	20,799	20,799
Construction Services	196,085	-	196,085	196,085
Cancellation of Project	-	125,013	125,013	125,013
<b>Total Expenditures &amp; Other Financing Uses</b>	<b>216,884</b>	<b>125,013</b>	<b>341,897</b>	<b>341,897</b>
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 125,013	\$ (125,013)	\$ -	\$ -

**ADDITIONAL PROJECT INFORMATION**

Project Number	1950-150-09-1003
Grant Date	2009-2010
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 429,921
Additional Authorized Cost	
Revised Authorized Cost	\$ 341,897
Percentage of Original Authorized Cost	79.53%
Percentage Completion	100%
Original Target Completion Date	N/A
Revised Target Completion Date	2011-2012

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS--BUDGETARY BASIS  
KISTHARDT ELEMENTARY SCHOOL - PIPING REPLACEMENT PROJECT  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2013**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - ROD Grant	\$ 31,209	\$ -	\$ 31,209	\$ 31,209
Transfer from Capital Outlay	159,541	-	159,541	159,541
<b>Total Reserve</b>	<b>190,750</b>	<b>-</b>	<b>190,750</b>	<b>190,750</b>
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	8,301	-	8,301	8,301
Construction Services	70,285	-	70,285	70,285
Cancellation of Project	-	112,164	112,164	112,164
<b>Total Expenditures &amp; Other Financing Uses</b>	<b>78,586</b>	<b>112,164</b>	<b>190,750</b>	<b>190,750</b>
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 112,164	\$ (112,164)	\$ -	\$ -

**ADDITIONAL PROJECT INFORMATION**

Project Number	1950-150-09-1005
Grant Date	2009-2010
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 275,120
Additional Authorized Cost	
Revised Authorized Cost	\$ 190,750
Percentage of Original Authorized Cost	69.33%
Percentage Completion	100%
Original Target Completion Date	N/A
Revised Target Completion Date	2011-2012

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS--BUDGETARY BASIS  
KUSER ELEMENTARY SCHOOL - BOILER REPLACEMENT PROJECT  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2013**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - ROD Grant	\$ 194,026	\$ -	\$ 194,026	\$ 194,026
Transfer from Capital Outlay	267,824	-	267,824	267,824
Total Reserve	461,850	-	461,850	461,850
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	23,810	-	23,810	23,810
Construction Services	522,860	-	522,860	522,860
Cancellation of Project	-	(84,820)	(84,820)	(84,820)
Total Expenditures & Other Financing Uses	546,670	(84,820)	461,850	461,850
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ (84,820)	\$ 84,820	\$ -	\$ -

**ADDITIONAL PROJECT INFORMATION**

Project Number	1950-170-09-1009
Grant Date	2009-2010
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 461,850
Additional Authorized Cost	
Revised Authorized Cost	\$ 461,850
Percentage of Original Authorized Cost	100%
Percentage Completion	100%
Original Target Completion Date	N/A
Revised Target Completion Date	2011-2012

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS—BUDGETARY BASIS  
LALOR ELEMENTARY SCHOOL - TOILET ROOM RENOVATION PROJECT  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2013**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - ROD Grant	\$ 126,938	\$ -	\$ 126,938	\$ 126,938
Transfer from Capital Outlay	414,625	-	414,625	414,625
Total Reserve	541,563	-	541,563	541,563
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	40,280	-	40,280	40,280
Construction Services	263,463	-	263,463	263,463
Cancellation of Project	-	237,820	237,820	237,820
Total Expenditures & Other Financing Uses	303,743	237,820	541,563	541,563
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 237,820	\$ (237,820)	\$ -	\$ -

**ADDITIONAL PROJECT INFORMATION**

Project Number	1950-180-09-1010
Grant Date	2009-2010
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 715,000
Additional Authorized Cost	
Revised Authorized Cost	\$ 541,563
Percentage of Original Authorized Cost	75.74%
Percentage Completion	100%
Original Target Completion Date	N/A
Revised Target Completion Date	2010-2011

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS--BUDGETARY BASIS  
MCGILLIARD ELEMENTARY SCHOOL - WINDOW REPLACEMENT PROJECT  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2013**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - ROD Grant	\$ 176,640	\$ -	\$ 176,640	\$ 176,640
Transfer from Capital Outlay	371,087	-	371,087	371,087
<b>Total Reserve</b>	<b>547,727</b>	<b>-</b>	<b>547,727</b>	<b>547,727</b>
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	35,675	-	35,675	35,675
Construction Services	374,979	-	374,979	374,979
Cancellation of Project	-	137,073	137,073	137,073
<b>Total Expenditures &amp; Other Financing Uses</b>	<b>410,654</b>	<b>137,073</b>	<b>547,727</b>	<b>547,727</b>
-				
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 137,073	\$ (137,073)	\$ -	\$ -

**ADDITIONAL PROJECT INFORMATION**

Project Number	1950-200-09-1002
Grant Date	2009-2010
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 639,921
Additional Authorized Cost	
Revised Authorized Cost	\$ 547,727
Percentage of Original Authorized Cost	85.59%
Percentage Completion	100%
Original Target Completion Date	N/A
Revised Target Completion Date	2011-2012

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS--BUDGETARY BASIS  
MERCERVILLE ELEMENTARY SCHOOL - WINDOW REPLACEMENT PROJECT  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2013**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - ROD Grant	\$ 54,590	\$ -	\$ 54,590	\$ 54,590
Transfer from Capital Outlay	146,709	-	146,709	146,709
Total Reserve	201,299	-	201,299	201,299
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	14,324	-	14,324	14,324
Construction Services	124,947	-	124,947	124,947
Cancellation of Project	-	62,028	62,028	62,028
Total Expenditures & Other Financing Uses	139,271	62,028	201,299	201,299
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 62,028	\$ (62,028)	\$ -	\$ -

**ADDITIONAL PROJECT INFORMATION**

Project Number	1950-210-09-1001
Grant Date	2009-2010
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 252,992
Additional Authorized Cost	
Revised Authorized Cost	\$ 201,299
Percentage of Original Authorized Cost	79.57%
Percentage Completion	100%
Original Target Completion Date	N/A
Revised Target Completion Date	2011-2012

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS--BUDGETARY BASIS  
YARDVILLE HEIGHTS ELEMENTARY SCHOOL - BOILER REPLACEMENT PROJECT  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2013**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - ROD Grant	\$ 113,133	\$ -	\$ 113,133	\$ 113,133
Transfer from Capital Outlay	189,053	-	189,053	189,053
Total Reserve	302,186	-	302,186	302,186
Expenditures & Other Financing Uses:				
Transfer to Debt Service Fund	18,364	-	18,364	18,364
Construction Services	250,600	-	250,600	250,600
Cancellation of Project	-	33,222	33,222	33,222
Total Expenditures & Other Financing Uses	268,964	33,222	302,186	302,186
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 33,222	\$ (33,222)	\$ -	\$ -

**ADDITIONAL PROJECT INFORMATION**

Project Number	1950-270-09-1008
Grant Date	2009-2010
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 326,012
Additional Authorized Cost	
Revised Authorized Cost	\$ 302,186
Percentage of Original Authorized Cost	92.69%
Percentage Completion	100%
Original Target Completion Date	N/A
Revised Target Completion Date	2010-2011

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS--BUDGETARY BASIS  
HAMILTON HIGH SCHOOL NORTH - BOILER REPLACEMENT PROJECT  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2013**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - ROD Grant	\$ 107,076	\$ -	\$ 107,076	\$ 107,076
Transfer from Capital Outlay	147,804	-	147,804	147,804
<b>Total Reserve</b>	<b>254,880</b>	<b>-</b>	<b>254,880</b>	<b>254,880</b>
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	22,563	-	22,563	22,563
Construction Services	285,707	-	285,707	285,707
Cancellation of Project	-	(53,390)	(53,390)	(53,390)
<b>Total Expenditures &amp; Other Financing Uses</b>	<b>308,270</b>	<b>(53,390)</b>	<b>254,880</b>	<b>254,880</b>
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ (53,390)	\$ 53,390	\$ -	\$ -

**ADDITIONAL PROJECT INFORMATION**

Project Number	1950-055-09-1006
Grant Date	2009-2010
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 254,880
Additional Authorized Cost	
Revised Authorized Cost	\$ 254,880
Percentage Increase Over Original Authorized Cost	100%
Percentage Completion	100%
Original Target Completion Date	N/A
Revised Target Completion Date	2010-2011

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS--BUDGETARY BASIS  
HAMILTON HIGH SCHOOL WEST - BOILER REPLACEMENT PROJECT  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2013**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - ROD Grant	\$ 121,863	\$ -	\$ 121,863	\$ 121,863
Transfer from Capital Outlay	224,500	-	224,500	224,500
<b>Total Reserve</b>	<b>346,363</b>	<b>-</b>	<b>346,363</b>	<b>346,363</b>
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	20,505	-	20,505	20,505
Construction Services	270,600	-	270,600	270,600
Cancellation of Project	-	55,258	55,258	55,258
<b>Total Expenditures &amp; Other Financing Uses</b>	<b>291,105</b>	<b>55,258</b>	<b>346,363</b>	<b>346,363</b>
<b>Excess/(Deficiency) of Revenues Over/ (Under) Expenditures</b>	<b>\$ 55,258</b>	<b>\$ (55,258)</b>	<b>\$ -</b>	<b>\$ -</b>

**ADDITIONAL PROJECT INFORMATION**

Project Number	1950-060-09-1007
Grant Date	2009-2010
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 387,139
Additional Authorized Cost	
Revised Authorized Cost	\$ 346,363
Percentage Increase Over Original Authorized Cost	-11.77%
Percentage Completion	100%
Original Target Completion Date	N/A
Revised Target Completion Date	2011-2012

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS--BUDGETARY BASIS  
H.E.P. AT WILLEY SCHOOL - WINDOW REPLACEMENT PROJECT  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2013**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - ROD Grant	\$ 73,381	\$ (20,959)	\$ 52,422	\$ 52,422
Transfer from Capital Outlay	146,229	-	146,229	146,229
<b>Total Reserve</b>	<b>219,610</b>	<b>(20,959)</b>	<b>198,651</b>	<b>198,651</b>
Expenditures & Other Financing Uses:				
Purchased Professional & Technical				
Services	14,288	-	14,288	14,288
Construction Services	160,415	-	160,415	160,415
Cancellation of Project	-	10,691	10,691	10,691
<b>Total Expenditures &amp; Other Financing Uses</b>	<b>174,703</b>	<b>10,691</b>	<b>185,394</b>	<b>185,394</b>
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures				
	\$ 44,907	\$ (31,650)	\$ 13,257	\$ 13,257

**ADDITIONAL PROJECT INFORMATION**

Project Number	1950-X04-09-1004
Grant Date	2009-2010
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 252,165
Additional Authorized Cost	
Revised Authorized Cost	\$ 219,610
Percentage Decrease Over Original Authorized Cost	-14.82%
Percentage Completion	84%
Original Target Completion Date	N/A
Revised Target Completion Date	2011-2012

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS--BUDGETARY BASIS  
MORGAN ELEMENTARY SCHOOL - ROOF REPLACEMENT PROJECT  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2013**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - ROD Grant	\$ 276,777	\$ (58,541)	\$ 218,236	\$ 218,236
Transfers from Capital Reserve	388,223	-	388,223	388,223
Total Reserve	665,000	(58,541)	606,459	606,459
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	34,725	7,535	42,260	42,260
Construction Services	21,996	460,100	482,096	482,096
Total Expenditures & Other Financing Uses	56,721	467,635	524,356	524,356
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 608,279	\$ (526,176)	\$ 82,103	\$ 82,103

**ADDITIONAL PROJECT INFORMATION**

Project Number	1950-220-10-1004
Grant Date	2011-2012
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 665,000
Additional Authorized Cost	(58,541)
Revised Authorized Cost	\$ 606,459
Percentage of Original Authorized Cost	91.20%
Percentage Completion	86%
Original Target Completion Date	N/A
Revised Target Completion Date	2013-2014

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS--BUDGETARY BASIS  
YARDVILLE HEIGHTS ELEMENTARY SCHOOL - WINDOW REPLACEMENT PROJECT  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2013**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - ROD Grant	\$ 189,374	\$ -	\$ 189,374	\$ 189,374
Transfers from Capital Reserve	265,626	-	265,626	265,626
Total Reserve	455,000	-	455,000	455,000
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	25,761	5,060	30,821	30,821
Construction Services	248,897	124,961	373,858	373,858
Total Expenditures & Other Financing Uses	274,658	130,021	404,679	404,679
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 180,342	\$ (130,021)	\$ 50,321	\$ 50,321

**ADDITIONAL PROJECT INFORMATION**

Project Number	1950-220-10-1004
Grant Date	2011-2012
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 455,000
Additional Authorized Cost	
Revised Authorized Cost	\$ 455,000
Percentage of Original Authorized Cost	100.00%
Percentage Completion	89%
Original Target Completion Date	N/A
Revised Target Completion Date	2013-2014

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS--BUDGETARY BASIS  
GRICE MIDDLE SCHOOL - ROOF REPLACEMENT PROJECT  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2013**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - ROD Grant	\$ 647,200	\$ (61,250)	\$ 585,950	\$ 585,950
Authorized Transfer from Prior ROD Grants Local Balance	650,000	-	650,000	650,000
Transfer from Capital Outlay	277,019	-	277,019	277,019
Total Reserve	1,574,219	(61,250)	1,512,969	1,512,969
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	-	92,797	92,797	92,797
Construction Services	-	1,300,100	1,300,100	1,300,100
Total Expenditures & Other Financing Uses	-	1,392,897	1,392,897	1,392,897
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 1,574,219	\$ (1,454,147)	\$ 120,072	\$ 120,072

**ADDITIONAL PROJECT INFORMATION**

Project Number	1950-070-10-1002
Grant Date	2011-2012
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 1,574,219
Additional Authorized Cost	(61,250)
Revised Authorized Cost	\$ 1,512,969
Percentage of Original Authorized Cost	96.11%
Percentage Completion	92%
Original Target Completion Date	N/A
Revised Target Completion Date	2013-2014

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS—BUDGETARY BASIS  
ROBINSON ELEMENTARY SCHOOL - ROOF REPLACEMENT PROJECT  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2013**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - ROD Grant	\$ 434,935	\$ (199,418)	\$ 235,517	\$ 235,517
Transfers from Capital Reserve	500,000	-	500,000	500,000
Transfer from Capital Outlay	122,981	-	122,981	122,981
	<hr/>			
Total Reserve	1,057,916	(199,418)	858,498	858,498
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	-	49,214	49,214	49,214
Construction Services	-	368,510	368,510	368,510
	<hr/>			
Total Expenditures & Other Financing Uses	-	417,724	417,724	417,724
	<hr/>			
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 1,057,916	\$ (617,142)	\$ 440,774	\$ 440,774
	<hr/>			

**ADDITIONAL PROJECT INFORMATION**

Project Number	1950-225-10-1003
Grant Date	2011-2012
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 1,057,916
Additional Authorized Cost	(199,418)
Revised Authorized Cost	\$ 858,498
Percentage of Original Authorized Cost	81%
Percentage Completion	49%
Original Target Completion Date	N/A
Revised Target Completion Date	2013-2014

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS--BUDGETARY BASIS  
VARIOUS PROJECTS FUNDED BY CAPITAL RESERVE  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2013**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Transfer from Capital Reserve	\$ -	\$ 594,155	\$ 594,155	\$ 594,155
Total Reserve	-	594,155	594,155	594,155
Expenditures & Other Financing Uses:				
Construction Services	-	366,905	366,905	366,905
Total Expenditures & Other Financing Uses	-	366,905	366,905	366,905
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ -	\$ 227,250	\$ 227,250	\$ 227,250

**ADDITIONAL PROJECT INFORMATION**

PROJECT	ORIGINAL	REMAINING
High School West - Plumbing Project	\$ 213,500	\$ 213,500
Alex Elementary School - Paving Project	20,714	
Alex Elementary School - Roof Project	151,250	13,750
Greenwood Elementary School - Masonry Repair	103,485	
Lalor Elementary School - Chimney Repair	24,000	
Crocket Middle School - Intercom Replacement	22,786	
Grice Middle School - Paving Project	17,876	
Reynolds Middle School - Paving Project	40,544	
Project Number	N/A	
Grant Date	N/A	
Bond Authorization Date	N/A	
Bonds Authorized	N/A	
Bonds Issued	N/A	
Original Authorized Cost	\$ 594,155	
Additional Authorized Cost	-	
Revised Authorized Cost	\$ 594,155	
Percentage of Original Authorized Cost		100.00%
Percentage Completion		62%
Original Target Completion Date		N/A
Revised Target Completion Date		2013-2014



## G. Proprietary Funds



Enterprise Funds



**HAMILTON TOWNSHIP BOARD OF EDUCATION  
ENTERPRISE FUND  
COMBINING SCHEDULE OF NET POSITION  
AS OF JUNE 30, 2013  
(With Comparative Totals for June 30, 2012)**

ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	FOOD SERVICE	2013	2012
<b>Current Assets:</b>			
Cash & Cash Equivalents	\$ 41,263	\$ 41,263	\$ 3,421
Accounts Receivable:			
State	4,912	4,912	2,431
Federal	124,238	124,238	108,682
Other	20,395	20,395	16,305
Interfund Receivable	627,503	627,503	650,836
Inventories	52,102	52,102	82,845
Total Current Assets	870,413	870,413	864,520
<b>Noncurrent Assets:</b>			
Furniture, Machinery & Equipment	399,342	399,342	276,749
Less: Accumulated Depreciation	(186,531)	(186,531)	(141,503)
Total Noncurrent Assets	212,811	212,811	135,246
Total Assets	1,083,224	1,083,224	999,766
<b>LIABILITIES</b>			
<b>Current Liabilities:</b>			
Accounts Payable	178,060	178,060	275,126
Deferred Revenue	32,005	32,005	27,349
<b>Noncurrent Liabilities:</b>			
Compensated Absences	2,633	2,633	2,633
Total Liabilities	212,698	212,698	305,108
<b>NET POSITION</b>			
Invested in Capital Assets, Net of Related Debt	212,811	212,811	135,246
Unrestricted	657,715	657,715	559,412
Total Net Position	\$ 870,526	\$ 870,526	\$ 694,658

**HAMILTON TOWNSHIP BOARD OF EDUCATION**  
**ENTERPRISE FUND**  
**COMBINING SCHEDULE OF REVENUES, EXPENSES AND**  
**CHANGES IN FUND NET POSITION**  
**AS OF JUNE 30, 2013**  
**(With Comparative Totals for June 30, 2012)**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	FOOD SERVICE	2013	2012
Operating Revenues:			
Charges for Services:			
Daily Sales - Reimbursable Programs:			
School Lunch Program	\$ 583,957	\$ 583,957	\$ 771,561
Daily Sales Nonreimbursable Programs:			
School Lunch Program	513,322	513,322	544,885
Total Operating Revenues	<u>1,097,279</u>	<u>1,097,279</u>	<u>1,316,446</u>
Operating Expenses:			
Salaries	1,120,113	1,120,113	1,194,042
Employee Benefits	101,560	101,560	74,605
Management & Consultant Fees	227,391	227,391	240,321
Supplies & Materials	109,881	109,881	168,976
Depreciation	45,028	45,028	19,676
Cost of Sales	1,485,421	1,485,421	1,384,631
Direct Expense	88,815	88,815	-
Total Operating Expenses	<u>3,178,209</u>	<u>3,178,209</u>	<u>3,082,251</u>
Operating Income/(Loss)	<u>(2,080,930)</u>	<u>(2,080,930)</u>	<u>(1,765,805)</u>
Nonoperating Revenues (Expenses):			
State Sources:			
State School Lunch Program	39,927	39,927	41,189
Federal Sources:			
National School Lunch Program	1,588,365	1,588,365	1,524,516
National School Breakfast Program	261,615	261,615	229,693
Food Distribution Program	243,091	243,091	148,636
Interest & Investment Revenue	1,207	1,207	1,249
Gain on Appraisal of Fixed Assets	122,593	122,593	-
Total Nonoperating Revenues/(Expenses)	<u>2,256,798</u>	<u>2,256,798</u>	<u>1,945,283</u>
Change in Net Position	175,868	175,868	179,478
Total Net Position - Beginning	<u>694,658</u>	<u>694,658</u>	<u>515,180</u>
Total Net Position - Ending	<u>\$ 870,526</u>	<u>\$ 870,526</u>	<u>\$ 694,658</u>

**HAMILTON TOWNSHIP BOARD OF EDUCATION**  
**ENTERPRISE FUND**  
**COMBINING SCHEDULE OF CASH FLOWS**  
**AS OF JUNE 30, 2013**  
**(With Comparative Totals for June 30, 2012)**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	FOOD SERVICE	2013	2012
Cash Flows From Operating Activities:			
Receipts from Customers	\$ 1,121,178	\$ 1,121,178	\$ 1,319,086
Cash Payments to Suppliers for Goods & Services	(1,977,831)	(1,977,831)	(1,708,766)
Cash Payments for Employee Benefits	(101,560)	(101,560)	(74,605)
Cash Payments to Employees for Services	(1,120,113)	(1,120,113)	(1,194,534)
Net Cash Provided/(Used) by Operating Activities	<u>(2,078,326)</u>	<u>(2,078,326)</u>	<u>(1,658,819)</u>
Cash Flows from Noncapital Financing Activities:			
Cash Received from State & Federal Sources	2,114,961	2,114,961	1,772,943
Net Cash Flows from Noncapital Financing Activities	<u>2,114,961</u>	<u>2,114,961</u>	<u>1,772,943</u>
Cash Flows From Capital & Related Financing Activities:			
Acquisition of Capital Assets	-	-	(122,561)
Net Cash Flows From Capital & Related Financing Activities	<u>-</u>	<u>-</u>	<u>(122,561)</u>
Cash Flows From Investing Activities:			
Interest on Deposits	1,207	1,207	1,249
Net Cash Provided/(Used) by Investing Activities	<u>1,207</u>	<u>1,207</u>	<u>1,249</u>
Net Increase/(Decrease) in Cash & Cash Equivalents	37,842	37,842	(7,188)
Balances - Beginning of Year	3,421	3,421	10,610
Balances - End of Year	<u>\$ 41,263</u>	<u>\$ 41,263</u>	<u>\$ 3,421</u>

**Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:**

Operating Income/(Loss)	\$ (2,080,930)	\$ (2,080,930)	\$ (1,765,805)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:			
Depreciation & Net Amortization	45,028	45,028	19,676
Food Distribution Program	-	-	148,636
(Increase)/Decrease in Inventories	30,743	30,743	(15,664)
Increase/(Decrease) in Accounts Payable	(97,066)	(97,066)	121,864
Increase/(Decrease) in Compensated Absences Payable	-	-	(492)
Increase/(Decrease) in Deferred Revenues	4,656	4,656	15,664
(Increase)/Decrease in Interfunds Receivable	23,333	23,333	(187,300)
(Increase)/Decrease in Accounts Receivable	(4,090)	(4,090)	4,602
Total Adjustments	<u>2,604</u>	<u>2,604</u>	<u>106,986</u>
Net Cash Provided/(Used) by Operating Activities	<u>\$ (2,078,326)</u>	<u>\$ (2,078,326)</u>	<u>\$ (1,658,819)</u>



## Internal Service Fund



**HAMILTON TOWNSHIP BOARD OF EDUCATION  
INTERNAL SERVICE FUND  
COMBINING SCHEDULE OF NET POSITION  
AS OF JUNE 30, 2013  
(With Comparative Totals for June 30, 2012)**

ASSETS	WORKERS COMPENSATION	2013	2012
Current Assets:			
Cash & Cash Equivalents	\$ -	\$ -	\$ 87,681
Interfund Accounts Receivable	1,127,306	1,127,306	1,002,045
	<hr/>		
Total Assets	1,127,306	1,127,306	1,089,726
	<hr/>		
LIABILITIES			
Cash Deficit	24,589	24,589	
Clams Payable	692,546	692,546	692,546
	<hr/>		
Total Liabilities	717,135	717,135	692,546
	<hr/>		
NET POSITION			
Unrestricted	410,171	410,171	397,180
	<hr/>		
Total Net Position	\$ 410,171	\$ 410,171	\$ 397,180
	<hr/>		

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
INTERNAL SERVICE FUND  
COMBINING SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN FUND NET POSITION  
AS OF JUNE 30, 2013  
(With Comparative Totals for June 30, 2012)**

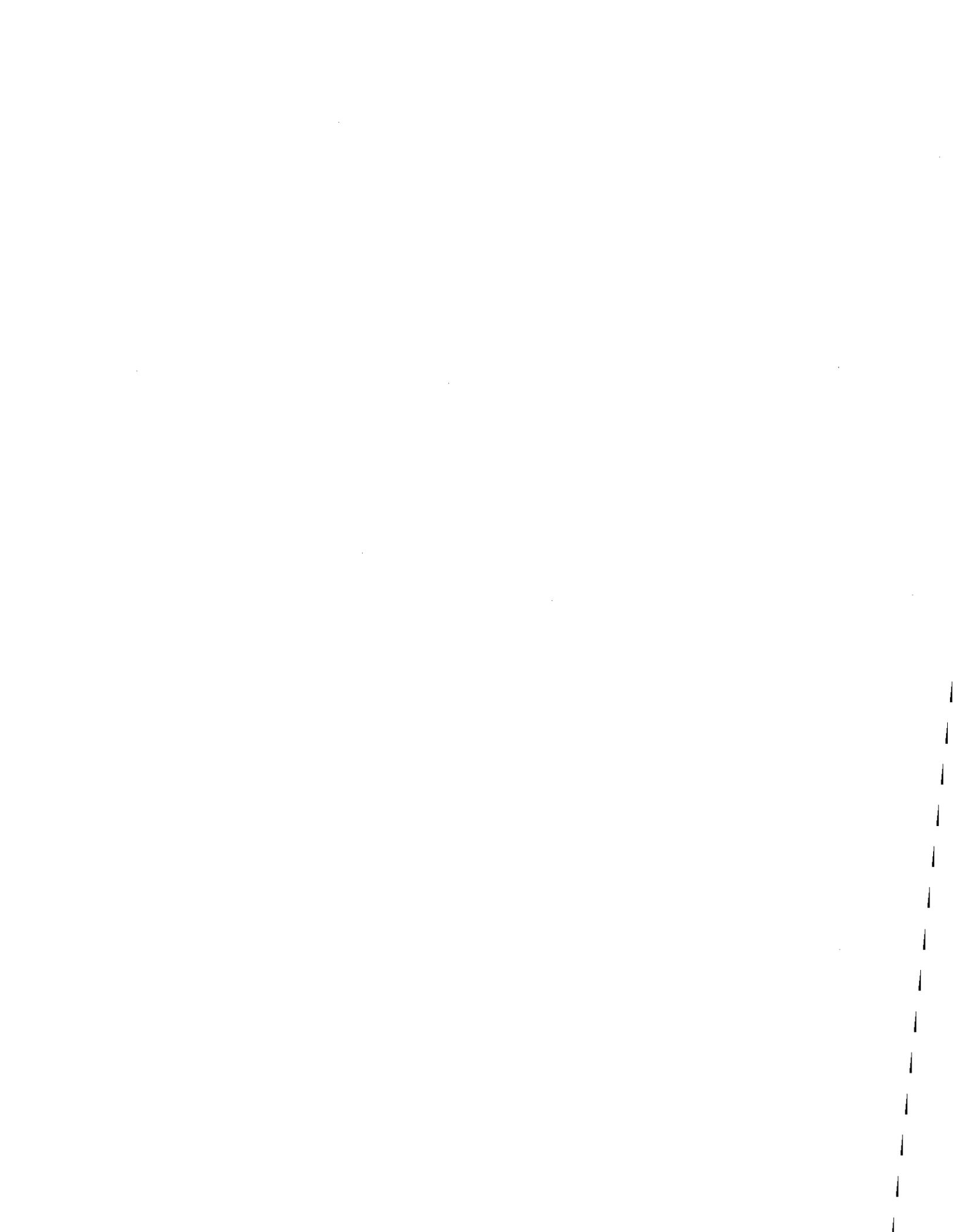
	WORKERS COMPENSATION	2013	2012
Operating Expenses:			
Workers Compensation Claims/Insurance	\$ 112,270	\$ 112,270	\$ 133,689
Total Operating Expenses	<u>112,270</u>	<u>112,270</u>	<u>133,689</u>
Operating Income/(Loss) Before Transfers	<u>(112,270)</u>	<u>(112,270)</u>	<u>(133,689)</u>
Transfers:			
In/(Out)	<u>125,261</u>	<u>125,261</u>	<u>29,875</u>
Total Transfers	<u>125,261</u>	<u>125,261</u>	<u>29,875</u>
Change in Net Position After Transfers	12,991	12,991	(103,814)
Total Net Position - Beginning	<u>397,180</u>	<u>397,180</u>	<u>500,994</u>
Total Net Position - Ending	<u>\$ 410,171</u>	<u>\$ 410,171</u>	<u>\$ 397,180</u>

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
INTERNAL SERVICE FUND  
COMBINING SCHEDULE OF CASH FLOWS  
AS OF JUNE 30, 2013  
(With Comparative Totals for June 30, 2012)**

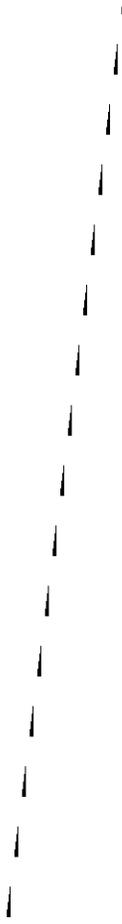
	WORKERS COMPENSATION	2013	2012
Cash Flows From Operating Activities:			
Cash Payments for Employee Benefits	\$ (112,270)	\$ (112,270)	\$ (45,149)
Net Cash Provided/(Used) by Operating Activities	<u>(112,270)</u>	<u>(112,270)</u>	<u>(45,149)</u>
Cash Flows from Noncapital Financing Activities:			
Operating Transfers from General Fund - Interfund	-	-	71,424
Net Cash Flows from Noncapital Financing Activities	<u>-</u>	<u>-</u>	<u>71,424</u>
Net Increase/(Decrease) in Cash & Cash Equivalents	(112,270)	(112,270)	26,275
Balances - Beginning of Year	<u>87,681</u>	<u>87,681</u>	<u>61,406</u>
Balances - End of Year	<u>\$ (24,589)</u>	<u>\$ (24,589)</u>	<u>\$ 87,681</u>

**Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:**

Operating Income/(Loss)	\$ (112,270)	\$ (112,270)	\$ (133,689)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:			
Changes in Assets & Liabilities:			
Increase/(Decrease) in Clams Payable	-	-	88,540
Total Adjustments	<u>-</u>	<u>-</u>	<u>88,540</u>
Net Cash Provided/(Used) by Operating Activities	<u>\$ (112,270)</u>	<u>\$ (112,270)</u>	<u>\$ (45,149)</u>



## H. Fiduciary Fund



**HAMILTON TOWNSHIP BOARD OF EDUCATION  
FIDUCIARY FUNDS  
COMBINING STATEMENT OF FIDUCIARY NET POSITION  
JUNE 30, 2013  
(With Comparative Totals for June 30, 2012)**

ASSETS	PRIVATE PURPOSE		AGENCY		2013	2012
	UNEMPLOYMENT COMPENSATION TRUST	SCHOLARSHIP	PAYROLL FUND	STUDENT ACTIVITY		
Cash & Cash Equivalents	\$ 2,199,449	\$ 10,385	\$ 871,293	\$ 605,372	\$ 3,686,499	\$ 3,476,537
Investments	-	189,292	-	-	189,292	196,393
Other Receivable	-	639	-	-	639	2,669
Interfund Receivable	2,701	89,553	87,170	-	179,424	221,221
<b>Total Assets</b>	<b>2,202,150</b>	<b>289,869</b>	<b>958,463</b>	<b>605,372</b>	<b>4,055,854</b>	<b>3,896,820</b>
<b>LIABILITIES</b>						
Payroll Deductions & Withholdings	-	-	881,407	-	881,407	889,547
Accounts Payable	17,552	-	-	-	17,552	125,959
Interfund Payable	87,169	-	77,056	-	164,225	841
Due to Student Groups	-	-	-	605,372	605,372	616,255
<b>Total Liabilities</b>	<b>104,721</b>	<b>-</b>	<b>958,463</b>	<b>605,372</b>	<b>1,668,556</b>	<b>1,632,601</b>
<b>NET POSITION</b>						
Held in Reserve for Unemployment Claims	2,097,429	-	-	-	2,097,429	2,061,105
Reserved for Scholarships	-	289,869	-	-	289,869	203,114
<b>Total Net Position</b>	<b>\$ 2,097,429</b>	<b>\$ 289,869</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,387,298</b>	<b>\$ 2,264,219</b>

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
FIDUCIARY FUNDS  
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FOR THE YEAR ENDED JUNE 30, 2013  
(With Comparative Totals for June 30, 2012)**

ADDITIONS	PRIVATE PURPOSE		2013	2012
	TRUST	SCHOLARSHIP		
Contributions:				
Plan Members	\$ 283,130	\$ -	\$ 283,130	\$ 186,621
Other	2,701	95,400	98,101	5,293
Interest Earned	16,709	905	17,614	30,617
Total Additions	302,540	96,305	398,845	222,530
DEDUCTIONS				
Unemployment Claims	266,216	-	266,216	334,877
Scholarships Awarded	-	9,550	9,550	9,000
Total Deductions	266,216	9,550	275,766	343,877
Change in Net Position	36,324	86,755	123,079	(121,347)
Net Position - Beginning of the Year	2,061,105	203,114	2,264,219	2,385,566
Net Position - End of the Year	\$ 2,097,429	\$ 289,869	\$ 2,387,298	\$ 2,264,219

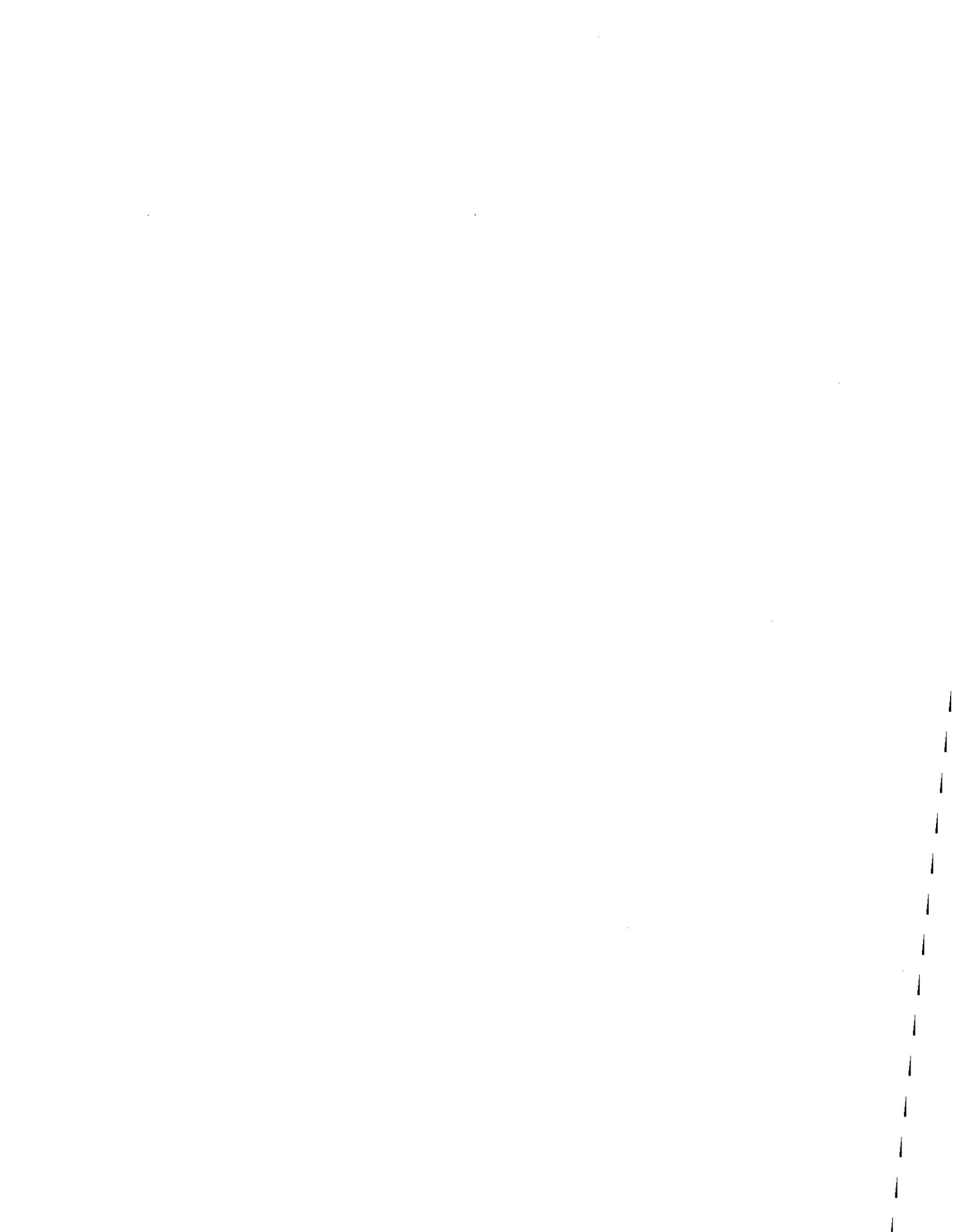
**HAMILTON TOWNSHIP BOARD OF EDUCATION  
STUDENT ACTIVITY AGENCY FUND  
SCHEDULE OF RECEIPTS AND DISBURSEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

SCHOOLS	BALANCE JULY 1, 2012	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2013
Elementary Schools				
Alexander	\$ 3,401	\$ 14,051	\$ 13,552	\$ 3,900
Greenwood	1,541	6,256	4,588	3,209
Kisthardt	2,078	13,648	13,140	2,586
Klockner	1,423	3,943	2,597	2,769
Kuser	3,202	7,675	5,161	5,716
Lalor	1,511	6,631	8,185	(43)
Langtree	2,684	7,475	5,920	4,239
McGalliard	6,150	6,090	5,113	7,127
Mercerville	10,545	14,445	13,247	11,743
Morgan	17,526	4,014	4,612	16,928
Robinson	5,847	22,880	21,870	6,857
Sayen	2,302	9,976	12,172	106
Sunnybrae	2,386	8,266	6,990	3,662
Yardville	12,177	13,401	18,524	7,054
Wilson	7,994	15,194	12,678	10,510
University Heights	7,246	7,020	6,942	7,324
Yardville Heights	5,640	19,905	21,595	3,950
<b>Total Elementary Schools</b>	<b>93,654</b>	<b>180,870</b>	<b>176,886</b>	<b>97,638</b>
Middle Schools:				
Albert E. Grice	53,650	124,453	110,271	67,832
Reynolds	36,881	126,888	124,047	39,722
Crockett	41,317	124,666	133,008	32,975
<b>Total Middle Schools</b>	<b>131,848</b>	<b>376,007</b>	<b>367,326</b>	<b>140,529</b>
High Schools:				
Hamilton H.S. - West	94,785	201,413	200,865	95,333
Hamilton H.S. - East	154,081	284,060	300,919	137,222
Hamilton H.S. - North	141,886	389,641	398,605	132,922
<b>Total High Schools</b>	<b>390,752</b>	<b>875,114</b>	<b>900,389</b>	<b>365,477</b>
Alternative School:				
Hamilton Educational Program		8,635	6,908	1,727
<b>Total Alternative School</b>		<b>8,635</b>	<b>6,908</b>	<b>1,727</b>
<b>Total All Schools</b>	<b>\$ 616,255</b>	<b>\$ 1,440,626</b>	<b>\$ 1,451,509</b>	<b>\$ 605,372</b>

EXHIBIT H-4

**PAYROLL AGENCY FUND  
SCHEDULE OF RECEIPTS AND DISBURSEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

ASSETS	BALANCE JULY 1, 2012	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2013
Cash & Cash Equivalents	\$ 788,327	\$ 116,562,140	\$ 116,479,174	\$ 871,293
Interfund Receivable	160,754	87,169	160,753	87,170
<b>Total Assets</b>	<b>\$949,081</b>	<b>116,649,309</b>	<b>116,639,927</b>	<b>958,463</b>
<b>LIABILITIES</b>				
Payroll Deductions & Withholdings	\$889,547	116,572,253	116,580,393	881,407
Interfund Payable	59,534	77,056	59,534	77,056
<b>Total Liabilities</b>	<b>\$ 949,081</b>	<b>\$ 116,649,309</b>	<b>\$ 116,639,927</b>	<b>\$ 958,463</b>



## I. Long-Term Debt



**HAMILTON TOWNSHIP BOARD OF EDUCATION  
LONG-TERM DEBT  
SCHEDULE OF SERIAL BONDS PAYABLE  
JUNE 30, 2013**

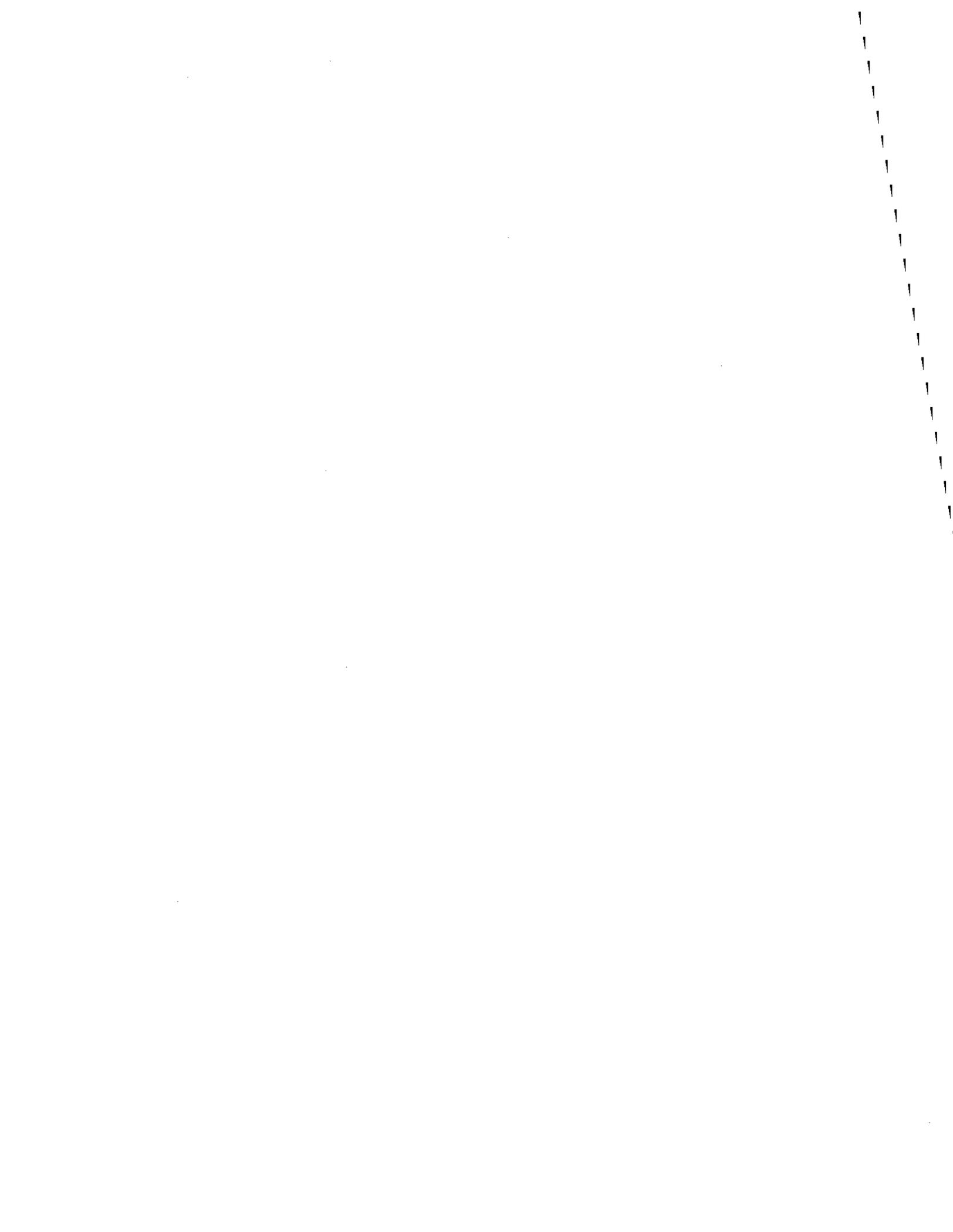
ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL PAYMENTS		INTEREST RATE	AMOUNT OUTSTANDING JUNE 30, 2012	ISSUED	RETIRED	REFUNDED	AMOUNT OUTSTANDING JUNE 30, 2013
			DATE	AMOUNT						
School District Refunding Bonds, Series 2004 Early Retirement Funding	11/15/2004	\$29,105,000	08/15/13	625,000	4.74%	\$ 27,800,000	\$ -	\$ 965,000	\$ 25,485,000	\$ 1,350,000
			08/15/14	725,000	4.85%					
School District Refunding Bonds Series 2007	03/30/2007	9,995,000	02/15/15	10,000	4.00%	9,995,000	-	-	-	9,995,000
			02/15/16	65,000	4.00%					
			02/15/17	560,000	4.00%					
			02/15/18	1,750,000	4.00%					
			02/15/19	1,860,000	4.00%					
			02/15/20	1,880,000	4.00%					
			02/15/21	1,945,000	4.00%					
02/15/22	1,925,000	4.00%								
School District Refunding Bonds Series 2009	02/03/2009	6,505,000	08/15/13	1,020,000	2.50%	6,505,000	-	1,190,000	-	5,315,000
			08/15/13	165,000	4.00%					
			08/15/14	605,000	2.6250%					
			08/15/14	575,000	4.00%					
			08/15/15	915,000	2.75%					
			08/15/15	765,000	4.00%					
			08/15/16	635,000	3.00%					
			08/15/16	635,000	4.00%					
School District Refunding Bonds Series 2012	12/04/2012	28,265,000	08/15/13	410,000	0.40%	-	28,265,000	-	-	28,265,000
			08/15/14	415,000	1.00%					
			08/15/15	2,205,000	1.00%					
			08/15/16	2,320,000	1.00%					
			08/15/17	2,435,000	1.50%					
			08/15/18	2,570,000	2.00%					
			08/15/19	2,715,000	2.00%					
			08/15/20	2,870,000	2.00%					
			08/15/21	2,970,000	2.00%					
			08/15/22	3,040,000	2.30%					
			08/15/23	3,115,000	2.50%					
			08/15/24	3,200,000	2.63%					
			Total							

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
LONG-TERM DEBT  
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES  
JUNE 30, 2013**

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL PAYMENTS		INTEREST RATE	AMOUNT OUTSTANDING	RETIRED	AMOUNT OUTSTANDING
			DATE	AMOUNT		JUNE 30, 2012		JUNE 30, 2013
1993 M.C.I.A. Lease Purchase General Improvements & Additions to Schools	12/15/1993	11,000,000	2013	785,000	2.60%	\$2,360,000	755,000	1,605,000
			2014	820,000	2.60%			
2003 Refunding Series	09/15/2003							
Total						<u>\$2,360,000</u>	<u>755,000</u>	<u>1,605,000</u>

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
DEBT SERVICE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2013 AND 2012**

	JUNE 30, 2013				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2012				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Revenues:										
Local Sources:										
Local Tax Levy	\$ 3,764,868	\$ -	\$ 3,764,868	\$ 3,764,868	\$ -	\$ 537,200	\$ -	\$ 537,200	\$ 537,200	\$ -
Miscellaneous	-	-	-	24,186	24,186	-	-	-	16,577	16,577
State Sources:										
Debt Service Aid Type II	225,571	-	225,571	225,571	-	226,043	-	226,043	226,043	-
<b>Total Revenues</b>	<b>3,990,439</b>	<b>-</b>	<b>3,990,439</b>	<b>4,014,625</b>	<b>24,186</b>	<b>763,243</b>	<b>-</b>	<b>763,243</b>	<b>779,820</b>	<b>16,577</b>
Expenditures:										
Regular Debt Service:										
Principal Payments Lease Purchase	755,000	-	755,000	755,000	-	730,000	-	730,000	730,000	-
Interest Payments Lease Purchase	78,590	-	78,590	78,582	8	105,333	-	105,333	105,299	34
Interest Payments Bonds	2,051,849	-	2,051,849	1,443,646	608,203	2,116,867	-	2,116,867	2,116,867	-
Redemption of Bond Principal	1,730,000	-	1,730,000	2,155,000	(425,000)	1,585,000	-	1,585,000	1,585,000	-
<b>Total Regular Debt Service</b>	<b>4,615,439</b>	<b>-</b>	<b>4,615,439</b>	<b>4,432,228</b>	<b>183,211</b>	<b>4,537,200</b>	<b>-</b>	<b>4,537,200</b>	<b>4,537,166</b>	<b>34</b>
<b>Total Expenditures</b>	<b>4,615,439</b>	<b>-</b>	<b>4,615,439</b>	<b>4,432,228</b>	<b>183,211</b>	<b>4,537,200</b>	<b>-</b>	<b>4,537,200</b>	<b>4,537,166</b>	<b>34</b>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(625,000)	-	(625,000)	(417,603)	207,397	(3,773,957)	-	(3,773,957)	(3,757,346)	16,611
Other Financing Sources/(Uses):										
Transfers from Capital Reserve General Fund	-	-	-	-	-	3,150,000	-	3,150,000	3,150,000	-
<b>Total Other Financing Sources/(Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,150,000</b>	<b>-</b>	<b>3,150,000</b>	<b>3,150,000</b>	<b>-</b>
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures After Other Financing Sources/(Uses)	(625,000)	-	(625,000)	(417,603)	207,397	(623,957)	-	(623,957)	(607,346)	16,611
Fund Balance, July 1	2,638,621	-	2,638,621	2,638,621	-	3,245,967	-	3,245,967	3,245,967	-
<b>Fund Balance, June 30</b>	<b>\$ 2,013,621</b>	<b>\$ -</b>	<b>\$ 2,013,621</b>	<b>\$ 2,221,018</b>	<b>\$ 207,397</b>	<b>\$ 2,622,010</b>	<b>\$ -</b>	<b>\$ 2,622,010</b>	<b>\$ 2,638,621</b>	<b>\$ 16,611</b>



**STATISTICAL SECTION (Unaudited)**



**HAMILTON TOWNSHIP BOARD OF EDUCATION**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
*(Accrual Basis of Accounting)*

	FISCAL YEAR ENDING JUNE 30,									
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Governmental Activities:										
Invested in Capital Assets,										
Net of Related Debt	\$ 7,339,460	\$ 34,978,504	\$ 35,384,820	\$ 34,848,436	\$ 33,573,626	\$ 32,151,606	\$ 30,815,078	\$ 29,373,782	\$ 23,602,973	\$ 16,786,204
Restricted	22,997,089	14,972,059	17,000,288	14,992,829	13,610,139	14,849,605	15,509,194	11,534,706	10,165,296	7,471,406
Unrestricted	5,583,052	(24,010,970)	(28,197,412)	(31,684,747)	(28,445,749)	(30,577,092)	(32,133,419)	(30,628,742)	(30,375,940)	(2,419,823)
<b>Total Governmental Activities</b>										
Net Position	\$ 35,919,601	\$ 25,939,593	\$ 24,187,696	\$ 18,156,518	\$ 18,738,016	\$ 16,424,119	\$ 14,190,853	\$ 10,279,746	\$ 3,392,329	\$ 21,837,787
Business-Type Activities:										
Invested in Capital Assets,										
Net of Related Debt	\$ 212,811	\$ 135,246	\$ 32,360	\$ 29,583	\$ 37,774	\$ 56,276	\$ 44,930	\$ 38,491	\$ 34,220	\$ 22,420
Unrestricted	657,715	559,412	482,821	411,081	106,122	33,332	34,361	(15,374)	(34,219)	34,688
<b>Total Business-Type Activities</b>										
Net Position	\$ 870,526	\$ 694,658	\$ 515,181	\$ 440,664	\$ 143,896	\$ 89,608	\$ 79,291	\$ 23,117	\$ 1	\$ 57,108
District-Wide:										
Invested in Capital Assets,										
Net of Related Debt	\$ 7,552,271	\$ 35,113,750	\$ 35,417,180	\$ 34,878,019	\$ 33,611,400	\$ 32,207,882	\$ 30,860,008	\$ 29,412,273	\$ 23,637,193	\$ 16,808,624
Restricted	22,997,089	14,972,059	17,000,288	14,992,829	13,610,139	14,849,605	15,509,194	11,534,706	10,165,296	7,471,406
Unrestricted	6,240,767	(23,451,558)	(27,714,591)	(31,273,666)	(28,339,627)	(30,543,760)	(32,099,058)	(30,644,116)	(30,410,159)	(2,385,135)
<b>Total District Net Position</b>	\$ 36,790,127	\$ 26,634,251	\$ 24,702,877	\$ 18,597,182	\$ 18,881,912	\$ 16,513,727	\$ 14,270,144	\$ 10,302,863	\$ 3,392,330	\$ 21,894,895

HAMILTON TOWNSHIP BOARD OF EDUCATION  
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)  
LAST TEN FISCAL YEARS

	FISCAL YEAR ENDING JUNE 30,									
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Expenses:										
Governmental Activities										
Instruction:										
Regular	\$ 58,078,633	\$ 57,542,173	\$ 56,644,936	\$ 58,734,661	\$ 57,509,025	\$ 56,688,007	\$ 53,224,161	\$ 51,161,304	\$ 49,538,158	\$ 49,377,919
Special Education	13,989,305	13,801,887	13,518,058	13,214,235	12,954,873	11,252,110	10,652,403	10,198,510	9,993,170	10,121,557
Other Special Education	2,087,632	1,997,707	2,656,243	2,666,035	2,070,034	1,737,794	1,852,167	1,703,274	1,621,186	1,607,440
Other Instruction	1,703,016	1,603,512	1,550,901	1,946,457	1,866,998	1,864,552	1,845,270	1,825,087	1,838,516	1,766,556
Adult & Continuing Education	472,555	418,597	380,526	395,249	182,346	116,425	124,595	109,049	92,741	94,576
Support Services:										
Tuition	11,427,609	12,325,903	11,986,301	14,278,138	14,434,346	15,465,302	15,467,314	15,030,278	14,396,901	13,520,354
Student & Instruction Related Services	19,351,059	17,570,726	17,720,805	18,665,884	18,005,643	18,200,292	16,504,115	14,853,345	14,528,837	15,893,055
School Administrative Services	6,825,173	6,610,894	7,476,233	7,838,009	6,605,251	6,431,418	6,097,117	5,983,031	5,859,067	5,623,179
General & Business Administration Services	4,558,523	3,308,212	2,667,510	2,878,525	3,539,334	2,454,945	3,507,882	3,079,386	2,782,182	3,577,646
Plant Operations & Maintenance	14,020,550	14,500,756	14,397,901	16,257,557	15,794,536	14,396,586	13,600,828	12,819,069	13,030,303	13,085,424
Pupil Transportation	8,963,800	8,668,131	8,152,631	9,406,726	9,365,011	8,993,008	8,071,672	7,434,113	7,572,744	7,071,836
Unallocated Employee Benefits	50,015,952	46,651,663	41,394,402	41,377,401	36,677,917	40,790,886	41,006,844	35,689,886	29,521,318	26,709,893
Special Schools	123,795	135,387	136,290	127,472	128,980	135,006	133,435	143,866	155,789	166,027
Interest on Long-Term Debt	1,259,791	2,117,376	2,290,847	2,398,863	2,699,135	2,669,484	2,766,469	2,828,229	2,449,291	1,535,244
Unallocated Compensated Absences	(38,241)	-	-	-	-	-	-	-	-	-
Amortization of Debt Issuance Costs	245,027	-	-	-	-	-	-	-	-	-
Unallocated Depreciation	2,602,431	1,069,061	1,050,649	1,180,997	1,236,364	1,209,475	1,301,129	1,038,848	1,283,987	2,502,534

HAMILTON TOWNSHIP BOARD OF EDUCATION  
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)  
LAST TEN FISCAL YEARS

	FISCAL YEAR ENDING JUNE 30,									
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Total Governmental Activities Expenses	195,686,610	188,321,987	182,024,233	191,366,209	183,069,792	182,405,290	176,155,401	163,897,275	154,664,190	152,653,240
Business-Type Activities:										
Food Service	3,178,209	3,082,251	2,995,544	3,299,836	3,500,514	3,349,290	3,216,693	3,273,564	3,286,221	3,305,621
Total Business-Type Activities Expense	3,178,209	3,082,251	2,995,544	3,299,836	3,500,514	3,349,290	3,216,693	3,273,564	3,286,221	3,305,621
Total District Expenses	\$ 198,864,819	\$ 191,404,238	\$ 185,019,777	\$ 194,666,045	\$ 186,570,306	\$ 185,754,580	\$ 179,372,093	\$ 167,170,840	\$ 157,950,411	\$ 155,958,862
Program Revenues:										
Governmental Activities:										
Grants & Contributions	\$ 8,157,538	\$ 13,191,193	\$ 10,949,173	\$ 10,771,333	\$ 10,347,742	\$ 16,328,458	\$ 16,394,651	\$ 10,787,250	\$ 9,097,546	\$ 8,913,610
Interest on Long-Term Debt	225,571	226,043	225,835	419,657	444,560	442,785	967,809	962,830	960,326	947,577
Total Governmental Activities Program Revenues	8,383,109	13,417,236	11,175,008	11,190,990	10,792,302	16,771,243	17,362,460	11,750,080	10,057,872	9,861,187
Business-Type Activities:										
Charges for Services:										
Food Service	1,097,279	1,316,446	1,280,184	1,431,676	1,622,650	1,552,572	1,661,839	1,521,783	1,650,058	1,768,138
Operating Grants & Contributions	2,256,798	1,944,034	1,788,587	1,805,361	1,571,294	1,413,593	1,260,620	1,574,496	1,383,347	1,393,996
Total Business Type Activities Program Revenues	3,354,077	3,260,480	3,068,771	3,237,037	3,193,944	2,966,165	2,922,459	3,096,279	3,033,405	3,162,133
Total District Program Revenues	\$ 11,737,186	\$ 16,677,716	\$ 14,243,779	\$ 14,428,027	\$ 13,986,246	\$ 19,737,407	\$ 20,284,919	\$ 14,846,359	\$ 13,091,277	\$ 13,023,320

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**HAMILTON TOWNSHIP BOARD OF EDUCATION  
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)  
LAST TEN FISCAL YEARS**

		FISCAL YEAR ENDING JUNE 30,									
		2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Net (Expense)/Revenue:											
Governmental Activities		\$ (187,303,501)	\$ (174,904,751)	\$ (170,849,225)	\$ (180,175,219)	\$ (172,277,490)	\$ (165,634,048)	\$ (158,792,941)	\$ (152,147,195)	\$ (144,606,318)	\$ (142,792,053)
Business-Type Activities		175,868	178,229	73,227	(62,799)	(306,571)	(383,126)	(294,234)	(177,285)	(252,816)	(143,488)
<b>Total District-Wide Net Expense</b>		<b>\$ (187,127,633)</b>	<b>\$ (174,726,522)</b>	<b>\$ (170,775,998)</b>	<b>\$ (180,238,018)</b>	<b>\$ (172,584,061)</b>	<b>\$ (166,017,173)</b>	<b>\$ (159,087,174)</b>	<b>\$ (152,324,480)</b>	<b>\$ (144,859,134)</b>	<b>\$ (142,935,541)</b>
General Revenues & Other Changes in Net Position:											
Governmental Activities:											
Property Taxes Levied for											
General Purposes, Net		\$ 96,839,447	\$ 94,940,634	\$ 94,940,634	\$ 92,579,869	\$ 92,579,869	\$ 92,579,869	\$ 91,928,223	\$ 85,763,231	\$ 82,707,819	\$ 78,596,953
Taxes Levied for Debt											
Service		3,764,868	537,200	1,840,961	3,795,070	3,553,676	4,360,177	4,474,401	4,327,433	3,146,800	2,158,743
Unrestricted Grants &											
Contributions		91,000,537	74,407,106	69,307,966	72,723,010	69,200,236	58,464,876	55,969,158	55,863,614	57,132,785	57,705,818
Restricted Grants &											
Contributions		1,070,199	5,535,459	9,538,769	9,660,142	7,983,778	10,279,585	8,334,987	8,515,304	7,640,275	7,492,616
Tuition Received		128,791				71,806	53,398	68,841	5,474	22,290	24,633
Investment Earnings			395,856	387,158	391,121	908,983	1,528,948	1,645,256	1,513,184	933,333	948,361
Miscellaneous Income		3,742,424	1,145,364	1,129,348	1,057,530	844,818	1,069,916	814,557	582,967	797,639	564,507
Special Item(s):											
Refund of Overpayment ERI											
Liability		-	-	-	-	-	-	-	3,330,857	-	-
Retirement ERI Liability		-	-	(199,704)	-	-	-	-	(186,779)	(24,736,584)	-
Transfer - Charter School/Disposal											
of Assets		(365,295)	(265,474)	(5,924)	(253,650)	(191,195)	(119,455)	(181,374)	(480,674)	(288,495)	(993,060)
Transfers - Business - Type											
Activities		-	(39,497)	(58,803)	(359,371)	(360,585)	(350,000)	(350,000)	(200,000)	(195,001)	(200,000)
<b>Total Governmental Activities</b>		<b>196,180,971</b>	<b>176,656,648</b>	<b>176,880,404</b>	<b>179,593,721</b>	<b>174,591,386</b>	<b>167,867,314</b>	<b>162,704,049</b>	<b>159,034,611</b>	<b>127,160,861</b>	<b>146,298,570</b>
Business-Type Activities:											
Investment Earnings		-	1,249	1,290	195	274	267	407	402	708	358
Miscellaneous Income		-	-	-	-	-	43,176	-	-	-	-
Transfers - Governmental Activities		-	-	-	359,371	360,585	350,000	350,000	200,000	195,001	200,000
<b>Total Business-Type Activities</b>		<b>-</b>	<b>1,249</b>	<b>1,290</b>	<b>359,566</b>	<b>360,859</b>	<b>393,442</b>	<b>350,407</b>	<b>200,402</b>	<b>195,709</b>	<b>200,358</b>
<b>Total District-Wide</b>		<b>\$ 196,180,971</b>	<b>\$ 176,657,896</b>	<b>\$ 176,881,694</b>	<b>\$ 179,953,287</b>	<b>\$ 174,952,246</b>	<b>\$ 168,260,756</b>	<b>\$ 163,054,457</b>	<b>\$ 159,235,013</b>	<b>\$ 127,356,570</b>	<b>\$ 146,498,928</b>
Change in Net Position:											
Governmental Activities		\$ 8,877,470	\$ 1,751,896	\$ 6,031,179	\$ (581,498)	\$ 2,313,896	\$ 2,233,266	\$ 3,911,108	\$ 6,887,416	\$ (17,445,457)	\$ 3,506,516
Business-Type Activities		175,868	179,478	74,517	296,767	54,289	10,317	56,174	23,117	(57,107)	56,870
<b>Total District</b>		<b>\$ 9,053,338</b>	<b>\$ 1,931,374</b>	<b>\$ 6,105,696</b>	<b>\$ (284,732)</b>	<b>\$ 2,368,185</b>	<b>\$ 2,243,583</b>	<b>\$ 3,967,282</b>	<b>\$ 6,910,532</b>	<b>\$ (17,502,564)</b>	<b>\$ 3,563,387</b>

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**HAMILTON TOWNSHIP BOARD OF EDUCATION  
FUND BALANCES AND GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(Modified Accrual Basis of Accounting)**

	FISCAL YEAR ENDING JUNE 30,									
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
<b>General Fund:</b>										
Nonspendable	\$ 383,920	\$ 424,961	\$ 475,122	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	19,902,682	14,018,292	10,923,504	-	-	-	-	-	-	-
Assigned	5,084,417	534,457	1,236,737	-	-	-	-	-	-	-
Unassigned	-	2,643,586	4,018,710	-	-	-	-	-	-	-
Reserved	-	-	-	10,712,690	9,448,647	10,517,383	6,601,549	3,644,233	677,488	1,058,365
Unreserved	-	-	-	532,731	4,203,946	1,991,395	3,940,629	4,067,657	5,851,659	3,029,465
<b>Total General Fund</b>	<b>\$25,371,019</b>	<b>\$ 17,621,296</b>	<b>\$ 16,654,073</b>	<b>\$ 11,245,421</b>	<b>\$ 13,652,593</b>	<b>\$ 12,508,778</b>	<b>\$ 10,542,178</b>	<b>\$ 7,711,890</b>	<b>\$ 6,529,147</b>	<b>\$ 4,087,830</b>
<b>All Other Governmental Funds:</b>										
Restricted	\$ -	\$ 2,638,621	\$ 3,245,967	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Committed	933,778	2,845,991	610,403	-	-	-	-	-	-	-
Assigned	2,221,018	14,941	7,562	-	-	-	-	-	-	-
Unassigned	-	(816,325)	-	-	-	-	-	-	-	-
Reserved - Debt Service Fund	-	-	-	3,222,575	3,859,823	4,095,687	4,610,691	5,184,005	2,310,219	-
Unreserved, Reported in:										
Special Revenue Fund	-	-	-	-	-	(128,671)	(53,496)	(43,667)	(45,180)	(44,118)
Capital Projects Fund	-	-	-	407,564	1,668	236,535	261,112	285,197	1,281,147	5,315,717
Debt Service Fund	-	-	-	650,000	300,000	595,000	845,024	331,212	846,441	97,324
<b>Total All Other Governmental Funds</b>	<b>\$ 3,154,796</b>	<b>\$ 4,683,228</b>	<b>\$ 3,863,932</b>	<b>\$ 4,280,139</b>	<b>\$ 4,161,491</b>	<b>\$ 4,798,551</b>	<b>\$ 5,663,331</b>	<b>\$ 5,756,746</b>	<b>\$ 4,392,627</b>	<b>\$ 5,368,923</b>

Source: District CAFR, Schedule B-1

**HAMILTON TOWNSHIP BOARD OF EDUCATION**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,**  
**LAST TEN FISCAL YEARS**  
*(Modified Accrual Basis of Accounting)*

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
<b>Revenues:</b>										
Tax Levy	\$ 100,604,315	\$ 95,477,834	\$ 96,781,595	\$ 96,374,939	\$ 96,133,545	\$ 96,940,046	\$ 96,402,624	\$ 90,090,664	\$ 85,854,619	\$ 80,755,696
Tuition Charges	128,791	-	-	-	71,806	53,398	68,841	5,474	22,290	24,633
Interest Earnings	-	395,856	387,158	391,121	908,983	1,528,948	1,645,256	1,513,184	933,333	948,361
Miscellaneous	3,768,556	1,145,364	1,129,348	1,057,530	844,818	1,069,916	814,557	580,737	797,639	564,507
State Sources	93,275,651	86,344,375	81,703,061	74,648,655	81,870,588	79,927,562	76,217,756	72,906,202	70,028,548	70,442,245
Federal Sources	7,152,062	7,015,426	8,318,682	18,925,487	6,105,729	6,054,141	5,448,849	3,222,796	4,802,384	4,617,375
<b>Total Revenue</b>	<b>204,929,375</b>	<b>190,378,855</b>	<b>188,319,843</b>	<b>191,397,731</b>	<b>185,935,469</b>	<b>185,574,011</b>	<b>180,597,883</b>	<b>168,319,057</b>	<b>162,438,813</b>	<b>157,352,817</b>
<b>Expenditures:</b>										
<b>Instruction:</b>										
Regular Instruction	58,078,633	55,730,240	55,069,044	57,013,683	55,727,630	54,745,182	51,356,884	49,855,993	48,070,385	49,100,936
Special Education Instruction	13,989,305	13,857,310	13,424,959	13,214,235	12,949,948	11,318,875	10,553,612	10,178,002	9,993,170	10,060,600
Other Special Instruction	2,087,632	1,997,707	2,656,243	2,666,035	2,070,034	1,737,794	1,852,167	1,703,274	1,621,186	1,607,440
Other Instruction	1,703,016	1,603,512	1,550,901	1,946,457	1,866,998	1,864,552	1,845,270	1,825,087	1,838,516	1,766,556
Adult/Continuing Education	472,555	418,597	380,526	395,249	182,346	116,425	124,595	109,049	92,741	94,576
<b>Support Services:</b>										
Tuition	11,427,609	12,325,903	11,986,301	14,278,138	14,434,346	15,465,302	15,467,314	15,030,278	14,396,901	13,520,354
Student & Instruction Related Services	19,351,059	17,570,726	17,720,805	18,665,884	18,005,643	18,200,292	16,504,115	14,853,345	14,528,837	15,893,055
General Administrative Services	4,466,825	3,204,399	2,447,729	2,472,249	3,368,313	2,215,974	3,507,882	2,859,981	2,998,140	3,510,103
School Administrative Services	6,825,173	6,610,894	7,476,233	7,838,009	6,605,251	6,431,418	6,097,117	5,983,031	5,859,067	5,623,179
Plant Operations & Maintenance	14,020,550	14,288,583	14,397,901	16,257,557	15,794,536	14,396,586	13,600,828	12,900,673	13,464,188	13,085,424
Pupil Transportation	8,963,800	8,668,131	8,152,631	9,406,726	9,365,011	8,993,008	8,071,672	7,434,113	7,572,744	7,071,836
Unallocated Benefits	50,028,943	46,561,482	42,431,071	39,998,011	36,564,207	40,943,900	40,790,058	33,668,091	29,448,608	26,519,905

**HAMILTON TOWNSHIP BOARD OF EDUCATION**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,**  
**LAST NINE FISCAL YEARS**  
*(Modified Accrual Basis of Accounting)*

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Special Schools	123,795	135,387	136,290	127,472	128,980	135,006	133,435	143,866	155,789	166,027
Capital Outlay	3,498,503	816,823	571,925	3,456,438	2,870,555	1,773,824	1,833,302	3,043,600	7,673,193	17,850,943
Debt Service:										
Principal	2,910,000	2,315,000	2,345,000	2,095,000	1,980,000	2,935,000	2,835,000	2,725,000	2,525,000	2,515,000
Interest & Other Charges	1,522,228	2,222,166	2,321,333	2,419,726	2,612,964	2,708,096	2,796,915	3,341,284	1,581,948	1,561,360
<b>Total Expenditures</b>	<b>199,469,626</b>	<b>188,326,862</b>	<b>183,068,893</b>	<b>192,250,868</b>	<b>184,526,762</b>	<b>183,981,234</b>	<b>177,370,166</b>	<b>165,654,667</b>	<b>161,820,413</b>	<b>169,947,294</b>
Excess (Deficiency) of Revenues Over/(Under) Expenditures	5,459,749	2,051,993	5,250,951	(853,136)	1,408,707	1,592,777	3,227,717	2,664,390	618,400	(12,594,477)
Other Financing Sources/(Uses):										
Capital Leases (Nonbudgeted)	-	-	-	-	-	-	-	-	-	859,000
Proceeds from Refunding	-	-	-	-	6,743,457	-	-	9,995,000	29,168,835	7,830,000
Payment to escrow Agent	-	-	-	(747)	(6,969,681)	-	-	(10,376,975)	(26,109,677)	(7,830,000)
Payment/Receipt ERI Liability Escrow	-	-	-	-	-	-	-	3,144,078	-	-
Transfers In	-	4,703,849	1,949,538	2,316,681	-	12,873	199,690	1,110,853	-	438,954
Transfers Out	(340,995)	(4,969,323)	(2,208,045)	(3,751,322)	(675,728)	(494,829)	(699,534)	(3,990,484)	(2,212,538)	(2,267,714)
<b>Total Other Financing Sources/ (Uses)</b>	<b>(340,995)</b>	<b>(265,474)</b>	<b>(258,507)</b>	<b>(1,435,388)</b>	<b>(901,952)</b>	<b>(481,956)</b>	<b>(499,844)</b>	<b>(117,528)</b>	<b>846,620</b>	<b>(969,760)</b>
<b>Net Change in Fund Balances</b>	<b>\$ 5,118,754</b>	<b>\$ 1,786,519</b>	<b>\$ 4,992,444</b>	<b>\$ (2,288,524)</b>	<b>\$ 506,755</b>	<b>\$ 1,110,821</b>	<b>\$ 2,727,873</b>	<b>\$ 2,546,862</b>	<b>\$ 1,465,020</b>	<b>\$ (13,564,237)</b>
Debt Service as a Percentage of Noncapital Expenditures	2.26%	2.42%	2.56%	2.39%	2.53%	3.10%	3.21%	3.73%	2.66%	2.68%

Source: District CAFR, Schedule B-2

**HAMILTON TOWNSHIP BOARD OF EDUCATION**  
**GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE**  
**LAST TEN FISCAL YEARS**  
*(Modified Accrual Basis of Accounting)*

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Interest on Investments & Deposits	\$ 230,428	\$ 395,856	\$ 387,158	\$ 391,121	\$ 853,762	\$ 1,528,948	\$ 1,524,052	\$ 1,494,971	\$ 933,333	\$ 948,361
Athletic Receipts	39,506	38,261	36,053	33,077	32,951	35,818	30,401	39,101	41,176	37,705
Children's Programs	-	-	-	-	-	-	-	-	330	1,285
Travel Program	-	5,915	4,750	11,380	15,087	21,952	28,640	19,587	16,178	25,657
Community Education	52,027	61,329	60,643	42,991	51,860	64,167	72,270	69,257	74,425	64,726
Summer Enrichment Program	-	-	-	-	-	-	-	4,618	-	14,722
Municipal Alliance Program	-	-	-	-	-	-	-	-	10,977	-
Facility Rental Fees	208,852	58,893	64,528	56,691	45,976	54,181	49,464	36,708	42,772	30,140
Transportation Fees	43,388	103,406	30,125	47,785	29,116	87,938	15,737	-	-	-
Energy Savings	-	-	-	-	-	-	-	108,091	128,845	144,389
Other Miscellaneous Revenues	2,387,000	447,634	419,261	286,179	219,021	324,284	322,760	264,741	262,162	137,586
Refund of Prior Year Expenditures	392,795	-	10,762	114,716	103,545	136,849	134,780	22,851	191,578	26,227
Tuition - Individuals & State	-	64,275	71,999	68,768	-	-	-	-	-	-
Payments in Lieu of Taxes	320,000	320,000	320,000	320,000	318,000	212,800	107,600	-	-	-

Source: District records

HAMILTON TOWNSHIP BOARD OF EDUCATION  
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY  
 LAST TEN FISCAL YEARS

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	PUBLIC UTILITIES	NET VALUATION TAXABLE	TAX EXEMPT PROPERTY	COUNTY EQUALIZED VALUE	TOTAL DIRECT SCHOOL TAX RATE
2013	\$ 48,771,459	\$3,859,025,150	\$ 13,327,250	\$ 1,999,226	\$ 958,686,350	\$ 98,337,900	\$ 159,106,700	\$5,139,254,035	\$ 18,516,361	\$5,157,770,396	\$ 475,285,481	\$8,312,838,274	1.95
2012	50,915,209	3,856,632,500	14,226,550	1,772,042	960,241,400	99,139,400	156,687,750	5,139,614,851	18,695,945	5,158,310,796	480,244,473	9,160,155,030	1.86
2011	52,441,009	3,856,470,550	14,348,350	1,745,202	972,705,800	91,370,800	150,129,200	5,139,210,911	17,779,026	5,156,989,937	481,345,473	9,825,524,148	1.86
2010	53,010,909	3,849,953,450	13,765,450	1,762,711	996,733,500	94,652,000	152,721,100	5,162,599,120	18,661,711	5,181,260,831	487,099,013	10,455,312,066	1.86
2009	67,175,459	3,848,536,560	14,173,550	3,013,176	981,648,650	96,414,400	156,514,000	5,167,475,795	15,953,486	5,183,429,281	487,394,013	10,444,604,711	1.86
2008	75,950,509	3,839,193,850	13,756,500	1,909,085	986,974,800	96,760,100	155,647,200	5,170,192,044	15,208,497	5,185,400,541	484,085,501	10,114,275,612	1.86
2007	67,692,359	3,816,408,000	13,718,250	2,171,145	958,845,904	98,156,400	155,900,800	5,112,892,858	15,731,428	5,128,624,286	479,988,665	9,361,748,161	1.88
2006	65,741,059	3,763,560,000	14,979,500	2,269,521	936,675,050	99,838,900	158,456,400	5,041,520,430	18,139,869	5,059,660,299	476,770,589	7,955,591,150	1.84
2005	81,689,609	3,715,915,750	15,224,000	2,266,940	874,110,250	97,721,900	156,379,434	4,943,307,883	20,768,203	4,964,076,086	473,213,322	7,048,773,081	1.77
2004	70,346,650	3,698,879,000	1,527,200	2,355,779	873,467,050	104,103,800	156,741,834	4,907,421,313	23,608,964	4,931,030,277	470,419,874	6,148,503,352	1.69

Source: Abstract of Ratables "Assessed Value by Classification"

\*Revaluation

**HAMILTON TOWNSHIP BOARD OF EDUCATION**  
**DIRECT AND OVERLAPPING PROPERTY TAX RATES**  
**LAST TEN FISCAL YEARS**  
*(Rate per \$100 of Assessed Value)*

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE			OVERLAPPING RATES		TOTAL DIRECT AND OVERLAPPING TAX RATE
	LOCAL SCHOOL	GENERAL OBLIGATION DEBT SERVICE	TOTAL DIRECT	TOWNSHIP OF HAMILTON	MERCER COUNTY	
2013	1.900	0.050	1.950	1.200	0.960	4.110
2012	1.840	0.020	1.860	1.200	0.94	4.000
2011	1.810	0.050	1.860	1.180	0.920	3.960
2010	1.790	0.070	1.860	1.170	0.980	4.010
2009	1.780	0.080	1.860	1.170	0.970	4.000
2008	1.780	0.080	1.860	1.190	0.910	3.960
2007	1.800	0.080	1.880	0.810	0.860	3.550
2006	1.750	0.090	1.840	0.770	0.810	3.420
2005	1.700	0.070	1.770	0.770	0.810	3.350
2004	1.630	0.060	1.690	0.790	0.700	3.180

Source: Abstract of Ratables, Breakdown of General Tax Rate

\*Revaluation

^Actual tax rate components were not available by the date of this report. Estimate used to issue tax bills pending final resolution is shown.

^Actual tax rate components were not available by the date of this report. No estimate was offered.

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
PRINCIPAL PROPERTY TAX PAYERS,  
CURRENT YEAR AND NINE YEARS AGO**

TAXPAYER	2013		% OF TOTAL DISTRICT NET ASSESSED VALUE
	TAXABLE ASSESSED VALUE	RANK	
JDN	\$ 52,282,883	1	1.01%
PSEG	35,108,100	2	0.68%
QB Partners	27,905,100	3	0.54%
Bell Atlantic	22,030,260	4	0.43%
Mitzen Farms	16,467,500	5	0.32%
Horizon Bus. Park	16,362,100	6	0.32%
Levin Properties	16,074,000	7	0.31%
Danch Farms	14,534,000	8	0.28%
Cabot Dr. Holdings	14,500,000	9	0.28%
EPT Hamilton	13,000,000	10	0.25%
Total	<u>\$ 228,263,943</u>		<u>4.42%</u>

TAXPAYER	2004		% OF TOTAL DISTRICT NET ASSESSED VALUE
	TAXABLE ASSESSED VALUE	RANK	
Bell Atlantic	\$ 25,911,700	1	0.58%
Quakerbridge Plaza	20,762,700	2	0.43%
Reckson Matrix	19,745,100	3	0.41%
Lamar/Independence	18,500,000	4	0.38%
AMC Theaters	17,396,000	5	0.36%
Nomura Asset Capital	15,539,000	6	0.32%
Congoleum Corp	11,977,900	7	0.25%
FWR Partners	11,663,000	8	0.24%
Mitzen Farms Assoc	11,460,300	9	0.24%
Levin Properties	11,231,900	10	0.23%
Total	<u>\$ 164,187,600</u>		<u>3.44%</u>

Source: Municipal Tax Assessor

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS IN SUBSEQUENT YEARS
		AMOUNT	PERCENTAGE OF LEVY	
2013	\$ 100,604,315	\$ 100,604,315	100.00%	-
2012	96,578,267	96,578,267	100.00%	-
2011	96,578,267	96,578,267	100.00%	-
2010	96,254,242	96,254,242	100.00%	-
2009	96,536,796	96,536,796	100.00%	-
2008	96,671,335	96,671,335	100.00%	-
2007	93,246,644	93,246,644	100.00%	-
2006	87,972,642	87,972,642	100.00%	-
2005	83,305,158	83,305,158	100.00%	-
2004	78,439,996	78,439,996	100.00%	-

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

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 20,	GOVERNMENTAL ACTIVITIES		TOTAL DISTRICT	PERCENTAGE OF PERSONAL INCOME	PER CAPITA PERSONAL INCOME
	GENERAL OBLIGATION BONDS	CAPITAL LEASES			
2013	\$ 44,925,000	\$ 1,605,000	\$ 46,530,000	N/A	N/A
2012	44,300,000	2,360,000	46,660,000	N/A	N/A
2011	45,885,000	3,090,000	48,975,000	1.014%	900
2010	47,525,000	3,795,000	51,320,000	1.104%	978
2009	48,940,000	4,475,000	53,415,000	1.158%	1,049
2008	50,225,000	5,140,000	55,365,000	1.140%	1,029
2007	52,515,000	5,959,547	58,474,547	1.238%	1,112
2006	53,130,000	8,589,486	61,719,486	1.372%	1,226
2005	53,607,900	11,647,288	65,255,188	1.600%	1,423
2004	24,947,900	14,738,088	39,685,988	1.004%	893

Source: District CAFR Schedules I-1 & I-2

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING			PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA PERSONAL INCOME
	GENERAL OBLIGATION BONDS	DEDUCTIONS	NET GENERAL BONDED DEBT OUTSTANDING		
2013	\$ 44,925,000	N/A	\$ 44,925,000	0.87%	N/A
2012	44,300,000	N/A	44,300,000	0.86%	N/A
2011	45,885,000	N/A	45,885,000	0.89%	519
2010	47,525,000	N/A	47,525,000	0.92%	525
2009	48,940,000	N/A	48,940,000	0.94%	541
2008	50,225,000	N/A	50,225,000	0.97%	556
2007	52,515,000	N/A	52,515,000	1.02%	584
2006	53,130,000	N/A	53,130,000	1.05%	594
2005	53,607,900	N/A	53,607,900	1.08%	602
2004	24,947,900	N/A	24,947,900	0.50%	280

EXHIBIT J-12

**RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF DECEMBER 31, 2012**

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE (a)	ESTIMATED SHARE OF OVERLAPPING DEBT
<b>Overlapping Debts:</b>			
Township of Hamilton	\$ 87,384,558	100.00%	\$87,384,558
County of Mercer - Township's Share	624,603,477	20.61%	128,718,297
Subtotal, Overlapping Debt			216,102,855
Hamilton Township School District Direct Debt	44,925,000		44,925,000
Total Direct & Overlapping Debt			<u>\$261,027,855</u>

Sources: Township of Hamilton, Statement of Indebtedness as of December 31, 2012  
Debt outstanding data provided by each governmental unit.

**NOTES:**

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 Hamilton Township. 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 government unit's taxable value that is within the District's boundaries and dividing it by each unit's total taxable value.

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS**

	FISCAL YEAR									
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Debt Limit	\$ 382,174,527	\$ 390,604,518	\$ 407,827,504	\$ 409,613,519	\$ 393,267,759	\$ 358,014,171	\$ 318,292,335	\$ 275,280,334	\$ 242,678,983	\$ 213,634,513
Total Net Debt Applicable to Limit	44,925,000	44,300,000	45,855,000	47,525,000	48,940,000	50,225,000	53,130,000	53,607,900	27,727,945	33,230,572
Legal Debt Margin	<u>\$ 337,249,527</u>	<u>\$ 346,304,518</u>	<u>\$ 361,972,504</u>	<u>\$ 362,088,519</u>	<u>\$ 344,327,759</u>	<u>\$ 307,789,171</u>	<u>\$ 265,162,335</u>	<u>\$ 221,672,434</u>	<u>\$ 214,951,038</u>	<u>\$ 180,403,941</u>
Total Net Debt Applicable to the Limit as a % of Debt Limit	11.76%	11.34%	11.24%	11.60%	12.44%	14.03%	16.69%	19.47%	11.43%	15.55%

**Legal Debt Margin Calculation for Fiscal Year 2012**

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	Equalized Valuation Basis
	2012     \$ 9,765,106,287
	2011     9,094,338,898
	2010     9,803,644,360
	<u>\$ 28,663,089,545</u>
Average Equalized Valuation of Taxable Property	<u>\$ 9,554,363,182</u>
Debt Limit (4 % of Average Equalized Valuation)	\$ 382,174,527
Net Bonded School Debt	<u>44,925,000</u>
Legal Debt Margin	<u>\$ 337,249,527</u>

**Source:** See J-10 for bonded debt of the district. Equalized Valuation Bases were obtained from the web site of the State of New Jersey, Department of the Treasury, Division of Taxation, Local Property Tax Statistical Section, Tables of Equalized Valuations.

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST NINE FISCAL YEARS**

YEAR	POPULATION(a)	PERSONAL INCOME (b)	PER CAPITA PERSONAL INCOME (c)	UNEMPLOYMENT RATE (d)
2012	88,794	N/A	N/A	8.00%
2011	88,673	4,827,801,485	54,445	7.98%
2010	88,570	4,649,570,720	52,496	7.90%
2009	90,605	4,613,244,180	50,916	7.60%
2008	90,279	4,856,829,642	53,798	2.40%
2007	89,803	4,721,482,528	52,576	1.90%
2006	89,331	4,497,815,850	50,350	2.20%
2005	88,898	4,077,662,362	45,869	2.30%
2004	88,992	3,953,558,592	44,426	2.90%

**Source:**

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 the personal income presented.

c Per Capital Data represents County of Mercer available through the Regional Economic Information System, Bureau of Economic Analysis, U.S. Department of Commerce (2011 estimated).

<sup>d</sup>Unemployment data provided by the NJ Dept of Labor and Workforce Development

**PRINCIPAL EMPLOYERS  
CURRENT YEAR AND NINE YEARS AGO**

EMPLOYERS	2013			2004		
	EMPLOYEES	RANK (OPTIONAL)	PERCENTAGE OF TOTAL EMPLOYMENT	EMPLOYEES (OPTIONAL)	RANK	PERCENTAGE OF TOTAL EMPLOYMENT
RWJUH @ Hamilton	1725	1	3.15%		N/A	
Verizon	645	2	1.18%		N/A	
Trane Company	602	3	1.10%		N/A	
Shop Rite	530	4	0.97%		N/A	
Conguleum Corp.	525	5	0.96%		N/A	
Genesis	510	6	0.93%		N/A	
AAA Mid-Atlantic	450	7	0.82%		N/A	
United Parcel Service	414	8	0.76%		N/A	
Capital Health	225	9	0.41%		N/A	
Acme Markets	210	10	0.38%		N/A	
	<u>5836</u>		<u>10.67%</u>			

**Source:** Township of Hamilton Economic Development Office.

**HAMILTON TOWNSHIP SCHOOL DISTRICT  
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS**

Function/Program	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
<b>Instruction:</b>										
Regular	763	771	750	805	803	802	793	756	764	774
Special Education	171	177	169	173	169	174	164	153	155	160
Other Special Education	75	74	73	78	76	74	74	64	68	61
<b>Support Services:</b>										
Student & Instruction Related Services	85	86	81	94	87	89	81	86	86	88
General Administration	3	3	3	3	3	3	3	3	3	3
School Administrative Services	41	43	41	42	42	42	42	42	41	41
Other Administrative Services	13	14	13	16	17	15	16	14	13	13
Central Services	6	6	6	7	7	7	7	7	7	7
Administrative Information Technology	125	134	129	132	134	130	124	124	120	125
Plant Operations & Maintenance	177	170	157	176	182	178	172	175	173	168
Pupil Transportation	7	7	8	9	9	9	8	8	7	7
Other Support Services	273	276	271	272	279	272	236	232	226	231
Food Service	-	2	7	30	36	36	38	42	45	61
<b>Total</b>	<b>1,739</b>	<b>1,763</b>	<b>1,708</b>	<b>1,837</b>	<b>1,844</b>	<b>1,831</b>	<b>1,758</b>	<b>1,706</b>	<b>1,708</b>	<b>1,739</b>

Source: District Personnel Records

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS**

SCHOOL YEAR	ENROLLMENT	OPERATING EXPENDITURES		COST PER PUPIL CHANGE	PERCENTAGE TEACHING STAFF (c)	PUPIL/TEACHER RATIO			AVERAGE DAILY ENROLLMENT (ADE) (d)	AVERAGE DAILY ATTENDANCE (ADA) (d)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
		(b)	PUPIL			ELEMENTARY SCHOOL	MIDDLE SCHOOL	HIGH SCHOOL				
	(a)											
2013	12,354	\$ 184,104,678	14,902	1.15%	934	13	12	13	12,085.2	11,399.1	-1.96%	92.27%
2012	12,454	183,489,327	14,733	2.85%	948	13	12	13	12,327.4	11,663.0	-1.55%	93.65%
2011	12,686	178,402,480	14,063	-3.52%	1,018	13	13	14	12,521.6	11,783.8	-1.49%	92.89%
2010	12,905	184,911,001	14,329	2.77%	978	13	13	13	12,711.5	11,956.3	-1.11%	92.65%
2009	13,068	179,933,797	13,769	2.18%	1,197	13	13	14	12,853.9	12,076.2	-0.45%	92.41%
2008	13,198	176,098,315	13,343	3.65%	1,229	13	13	14	12,911.7	12,180.9	-1.52%	94.20%
2007	13,425	169,904,949	12,656	8.53%	1,192	14	14	15	13,110.8	12,329.8	-1.12%	97.09%
2006	13,546	156,545,782	11,557	4.34%	1,159	13	13	15	13,259.5	12,486.3	0.19%	97.00%
2005	13,485	150,040,270	11,126	1.36%	1,173	13	13	13	13,234.4	12,455.8	0.38%	97.02%
2004	13,326	148,019,991	11,108	6.94%	1,204	13	13	14	13,183.8	12,339.3	0.78%	97.06%

**Sources:** District records

**Note:** Enrollment based on annual October District count.

a. Enrollment based on annual October District count.

b. Operating expenditures equal total expenditures less Debt service (Fund 40) and Capital outlay (Fund 30). Large increase in 2009-2010 due to Federal ARRA & Ed Jobs stimulus funding. New elementary school opened in Sept 2008.

c. Teaching staff includes only full-time equivalents of instructional certificated staff.

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS**

<u>DISTRICT BUILDINGS</u>		2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Elementary Schools Alexander (1962)	Square Feet	31,997	31,997	31,997	31,997	31,997	31,997	31,997	31,997	31,997	31,997
	Student Capacity	245	245	245	245	245	245	245	245	245	245
	Enrollment	403	409	418	407	390	392	400	370	365	351
Greenwood (1917)	Square Feet	28,398	28,398	28,398	28,398	28,398	28,398	28,398	28,398	28,398	28,398
	Student Capacity	220	220	220	220	220	220	220	220	220	220
	Enrollment	224	221	216	225	238	231	231	232	248	250
Kisthardt (1951)	Square Feet	25,242	25,242	25,242	25,242	25,242	25,242	25,242	25,242	25,242	25,242
	Student Capacity	189	189	189	189	189	189	189	189	189	189
	Enrollment	225	208	234	247	273	236	240	235	253	233
Klockner (1908)	Square Feet	44,354	44,354	44,354	44,354	44,354	44,354	44,354	44,354	44,354	44,354
	Student Capacity	256	256	256	256	256	256	256	256	256	256
	Enrollment	286	266	253	266	265	269	239	247	246	235
Kuser (1908)	Square Feet	51,813	51,813	51,813	51,813	51,813	51,813	51,813	51,813	51,813	51,813
	Student Capacity	367	367	367	367	367	367	367	367	367	367
	Enrollment	418	390	375	354	342	349	345	366	336	347
Lalor (1926)	Square Feet	36,408	36,408	36,408	36,408	36,408	36,408	36,408	36,408	36,408	36,408
	Student Capacity	217	217	217	217	217	217	217	217	217	217
	Enrollment	299	286	290	283	264	258	246	274	266	270
Langtree (1966)	Square Feet	39,516	39,516	39,516	39,516	39,516	39,516	39,516	39,516	39,516	39,516
	Student Capacity	293	293	293	293	293	293	293	293	293	293
	Enrollment	378	388	399	425	383	390	398	374	346	328
McGalliard (1952)	Square Feet	29,444	29,444	29,444	29,444	29,444	29,444	29,444	29,444	29,444	29,444
	Student Capacity	226	226	226	226	226	226	226	226	226	226
	Enrollment	287	277	263	284	296	289	286	289	275	285
Mercerville (1911)	Square Feet	45,098	45,098	45,098	45,098	45,098	45,098	45,098	45,098	45,098	45,098
	Student Capacity	329	329	329	329	329	329	329	329	329	329
	Enrollment	399	415	423	408	395	393	396	384	369	361

**SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS**

<b><u>DISTRICT BUILDINGS</u></b>		<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>
Morgan (1957)	Square Feet	34,434	34,434	34,434	34,434	34,434	34,434	34,434	34,434	34,434	34,434
	Student Capacity	266	266	266	266	266	266	266	266	266	266
	Enrollment	415	397	392	418	396	406	414	380	373	356
Robinson (1962)	Square Feet	40,073	40,073	40,073	40,073	40,073	40,073	40,073	40,073	40,073	40,073
	Student Capacity	309	309	309	309	309	309	309	309	309	309
	Enrollment	453	447	444	432	432	430	430	408	387	373
Sayen (1955)	Square Feet	27,750	27,750	27,750	27,750	27,750	27,750	27,750	27,750	27,750	27,750
	Student Capacity	208	208	208	208	208	208	208	208	208	208
	Enrollment	296	292	276	277	289	292	295	301	301	296
Sunnybrae (1966)	Square Feet	31,778	31,778	31,778	31,778	31,778	31,778	31,778	31,778	31,778	31,778
	Student Capacity	244	244	244	244	244	244	244	244	244	244
	Enrollment	322	326	357	360	344	353	365	335	362	352
University Hgts. (1977)	Square Feet	39,333	39,333	39,333	39,333	39,333	39,333	39,333	39,333	39,333	39,333
	Student Capacity	299	299	299	299	299	299	299	299	299	299
	Enrollment	346	377	376	397	398	401	374	356	333	345
Wilson (1977)	Square Feet	39,333	39,333	39,333	39,333	39,333	39,333	39,333	39,333	39,333	39,333
	Student Capacity	307	307	307	307	307	307	307	307	307	307
	Enrollment	365	383	368	367	385	389	356	378	393	394
Yardville (1938)	Square Feet	35,370	35,370	35,370	35,370	35,370	35,370	35,370	35,370	35,370	35,370
	Student Capacity	254	254	254	254	254	254	254	254	254	254
	Enrollment	387	358	349	341	345	338	311	279	298	288
Yardville Hgts. (1917)	Square Feet	33,365	33,365	33,365	33,365	33,365	33,365	33,365	33,365	33,365	33,365
	Student Capacity	237	237	237	237	237	237	237	237	237	237
	Enrollment	258	256	272	276	289	276	273	269	265	260
Middle Schools											
Crockett (1989)	Square Feet	110,248	115,142	115,142	115,142	115,142	115,142	115,142	115,142	115,142	115,142
	Student Capacity	780	780	780	780	780	780	780	780	780	780
	Enrollment	1,000	1,002	1,005	961	914	917	923	892	903	892
Grice (1960)	Square Feet	106,130	114,128	114,128	114,128	114,128	114,128	114,128	114,128	114,128	114,128
	Student Capacity	796	796	796	796	796	796	796	796	796	796
	Enrollment	1,082	1,046	1,034	963	939	928	936	946	910	966

**SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS**

<b><u>DISTRICT BUILDINGS</u></b>		<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>
Reynolds (1960)	Square Feet	105,314	113,514	113,514	113,514	113,514	113,514	113,514	113,514	113,514	113,514
	Student Capacity	774	774	774	774	774	774	774	774	774	774
	Enrollment	1,202	1,211	1,227	1,201	1,202	1,147	1,106	1,107	1,100	1,076
High Schools											
Hamilton East (1967)	Square Feet	175,185	195,185	195,185	195,185	195,185	195,185	195,185	195,185	195,185	195,185
	Student Capacity	1,265	1,265	1,265	1,265	1,265	1,265	1,265	1,265	1,265	1,265
	Enrollment	1,529	1,622	1,612	1,698	1,706	1,610	1,595	1,548	1,503	1,431
Hamilton North (1953)	Square Feet	145,686	162,586	162,586	162,586	162,586	162,586	162,586	162,586	162,586	162,586
	Student Capacity	1,063	1,063	1,063	1,063	1,063	1,063	1,063	1,063	1,063	1,063
	Enrollment	1,310	1,340	1,448	1,462	1,437	1,473	1,380	1,387	1,326	1,313
Hamilton West (1929)	Square Feet	160,548	182,348	182,348	182,348	182,348	182,348	182,348	182,348	182,348	182,348
	Student Capacity	1,113	1,113	1,113	1,113	1,113	1,113	1,113	1,113	1,113	1,113
	Enrollment	1,281	1,351	1,392	1,441	1,450	1,373	1,366	1,329	1,296	1,275
Other Buildings											
Administration Building (1898)	Square Feet	25,515	25,515	25,515	25,515	25,515	25,515	25,515	25,515	25,515	25,515
	Student Capacity	n/a									
	Enrollment	n/a									
Hamilton Educational Program (HEP)	Square Feet	14,400	14,400	14,400	14,400	14,400	14,400	14,400	14,400	14,400	14,400
	Student Capacity	23	23	23	23	23	23	23	23	23	23
	Enrollment	62	58	62	53	53	58	57	61	51	56

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of additions. Enrollment is based on the annual October district count.

Source: District Records and Long Range Facility Plan

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
SCHEDULE OF REQUIRED MAINTENANCE  
LAST TEN FISCAL YEARS**

UNDISTRIBUTED EXPENDITURES - REQUIRED  
MAINTENANCE FOR SCHOOL FACILITIES

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	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Hamilton HS East - Steinert	\$ 326,928	\$ 328,323	\$ 366,539	\$ 381,597	\$ 432,310	\$ 371,449	\$ 303,378	\$ 296,398	\$ 660,044	\$ 157,723
Hamilton HS North - Nottingham	272,271	273,433	258,787	313,584	511,228	309,411	253,537	252,161	187,914	618,634
Hamilton HS West	305,420	306,723	292,657	364,475	384,372	347,019	284,413	277,153	565,170	985,132
Grice Middle	191,045	191,860	188,900	246,947	227,695	217,192	177,681	175,227	198,001	105,531
Reynolds Middle	190,033	190,844	191,623	227,615	211,050	216,024	178,302	173,466	558,663	105,955
Crockett Middle	192,817	193,639	190,963	213,960	228,406	219,122	179,852	172,525	134,067	139,599
Alexander Elementary	53,645	53,873	58,940	125,237	83,739	60,892	51,296	48,578	74,891	31,228
Wilson Elementary	65,790	66,071	67,922	79,292	80,697	74,853	62,044	59,530	61,177	135,095
Greenwood Elementary	47,572	47,775	49,314	72,006	64,308	54,043	45,332	44,488	62,325	33,661
Kisthardt Elementary	42,258	42,438	52,181	49,708	52,084	48,037	43,176	39,623	81,671	296,080
Klockner Elementary	74,394	74,712	81,566	90,855	120,970	84,408	70,825	66,880	53,085	38,339
Kuser Elementary	86,793	87,164	84,244	142,325	108,497	98,603	81,276	82,782	69,205	99,338
Lalor Elementary	60,983	61,243	64,729	75,865	77,924	69,287	58,018	59,140	58,649	77,327
Langtree Elementary	66,297	66,579	63,995	71,768	75,292	75,201	63,126	60,161	53,796	39,492
McGalliard Elementary	49,343	49,553	58,796	58,657	69,054	56,034	46,656	51,547	38,620	36,770
Mercerville Elementary	75,406	75,728	85,642	111,485	87,501	85,824	71,668	67,581	70,345	70,513
Morgan Elementary	57,693	57,939	60,912	88,014	69,293	65,530	54,568	54,070	68,844	34,383
Robinson Elementary	67,056	67,342	68,739	75,557	77,592	76,261	67,621	60,828	80,459	40,304
Sayen Elementary	46,559	46,758	56,997	74,095	71,638	52,810	46,994	43,295	36,086	71,391
Sunnybrae Elementary	53,138	53,365	56,507	61,190	62,928	60,475	51,117	49,171	37,339	30,411
University Heights Elementary	65,790	66,071	68,557	80,411	75,761	74,853	62,570	60,148	89,057	141,320
Yardville Elementary	59,211	59,464	59,362	85,718	89,586	67,312	62,930	53,636	50,133	47,590
Yardville Heights Elementary	55,922	56,160	53,566	96,538	80,464	63,496	52,986	51,952	42,258	28,408
Willey School	24,039	24,141	23,153	27,938	33,190	27,404	39,592	22,893	17,746	14,143
<b>Total School Facilities</b>	<b>\$ 2,530,403</b>	<b>\$ 2,541,198</b>	<b>\$ 2,604,591</b>	<b>\$ 3,214,837</b>	<b>\$ 3,375,579</b>	<b>\$ 2,875,540</b>	<b>\$ 2,408,958</b>	<b>\$ 2,323,233</b>	<b>\$ 3,349,545</b>	<b>\$ 3,378,367</b>

Source: District budget records for maintenance accounts; Annual M-1 Report

**HAMILTON TOWNSHIP SCHOOL DISTRICT  
INSURANCE SCHEDULE  
JUNE 30, 2013**

	<u>COVERAGE</u>	<u>DEDUCTIBLE</u>
School Package Policy (1):		
Property/Building & Contents	\$273,369,916	1,000
Comprehensive General Liability	2,000,000	1,000
Comprehensive Automobile Liability	1,000,000	1,000
Umbrella	15,000,000	N/A
Student Accident (2):	500,000	N/A
Surety Bonds (1):		
Treasurer of School Monies	640,000	N/A
Board Secretary	50,000	N/A
Interim Board Secretary (3)	50,000	N/A
Legal Liability/Errors & Omissions (3)	5,000,000	15,000

- (1) Selective Way Insurance Company  
(2) National Union Fire Insurance Company  
(3) New Jersey School Boards Insurance Group

Source: District Records



**SINGLE AUDIT SECTION**





EXHIBIT K-1

**INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Honorable President and Members  
of the Board of Education  
Hamilton Township School District  
County of Mercer  
Hamilton, 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 and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Hamilton Township Board of Education, as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise Hamilton Township Board of Education’s basic financial statements, and have issued our report thereon dated November 25, 2013 .

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Hamilton Township Board of Education's internal 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 Hamilton Township Board of Education’s internal control. Accordingly, we do not express an opinion on the effectiveness of Hamilton Township Board of Education’s internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies, and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

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 District’s financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs to be material weaknesses. Finding No’s: 2013-01, 2013-02, 2013-03, 2013-06, and 2013-08.

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. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs to be significant deficiencies. Findings No's: 2013-04, 2013-05 and 2013-07.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Hamilton Township 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 one instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey as Finding No: 2013-09.

### **Hamilton Township School District's Response to Findings**

Hamilton Township School District's response to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. Hamilton Township School District's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

### **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.

This report is intended for the information of the management of the Board of Education of the Hamilton Township School District, the New Jersey State Department of Education, other state and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.



Rodney R. Haines  
Public School Accountant  
Certified Public Accountant  
No. 2198

Medford, New Jersey  
November 25, 2013



HOLMAN | FRENIA  
ALLISON, P.C.

Certified Public Accountants & Consultants

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## EXHIBIT K-2

### INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A- 133 AND NEW JERSEY OMB CIRCULAR 04-04.

Honorable President and Members  
of the Board of Education  
Hamilton Township School District  
County of Mercer  
Hamilton, New Jersey

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

We have audited Hamilton Township Board of Education's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* and the *New Jersey Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the District's major federal and state programs for the year ended June 30, 2013. Hamilton Township 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 Hamilton Township 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; *OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organization*; *the New Jersey State Aid/Grant Compliance Supplement*; the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey; and New Jersey OMB's Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards, OMB Circular A-133 and New Jersey OMB's Circular 04-04, 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 Hamilton Township 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 or state program. However, our audit does not provide a legal determination of Hamilton Township Board of Education's compliance with those requirements.

## **Opinion on Each Major Federal or State Program**

In our opinion, Hamilton Township 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 or state programs for the year ended June 30, 2013.

## **Other Matters**

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and New Jersey OMB's Circular 04-04 and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2013-01, 2013-02, 2013-03, 2013-04, 2013-05, and 2013-06. Our opinion on each major federal and state program is not modified with respect to these matters.

Hamilton Township School District's response to the noncompliance findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. Hamilton Township School District's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

## **Report on Internal Control Over Compliance**

Management of Hamilton Township 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 Hamilton Township 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 or 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 or state program and to test and report on internal control over compliance in accordance with OMB Circular A-133 or New Jersey OMB's Circular 04-04, 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 Hamilton Township 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 or state 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.

**Purpose of this Report**

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 and New Jersey OMB's Circular 04-04. Accordingly, this report is not suitable for any other purpose.

This report is intended for the information of the management of the Board of Education of the Hamilton Township School District, the New Jersey State Department of Education, other state and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

A handwritten signature in black ink, appearing to read 'RRH', with a horizontal line extending to the right.

Rodney R. Haines  
Public School Accountant  
Certified Public Accountant  
No. 2198

Medford, New Jersey  
November 25, 2013

HAMILTON TOWNSHIP BOARD OF EDUCATION  
SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

FEDERAL GRANTOR PASS-THROUGH GRANTOR PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2012	CASH RECEIVED	BUDGETARY EXPENDITURES	DEFERRED REVENUE AT JUNE 30, 2013	(ACCOUNTS RECEIVABLE) JUNE 30, 2013	DUE TO GRANTOR JUNE 30, 2013
<b>U.S. DEPARTMENT OF AGRICULTURE PASSED- THROUGH STATE DEPARTMENT OF EDUCATION:</b>									
Food Distribution Program	10.550	\$243,091	7/1/12-6/30/13	\$ -	\$ 243,091	\$ (243,091)	\$ -	\$ -	\$ -
National School Lunch Program	10.555	1,524,516	7/1/11-6/30/12	(91,790)	91,790	-	-	-	-
National School Lunch Program	10.555	1,539,001	7/1/12-6/30/13	-	1,439,543	(1,539,001)	-	(99,458)	-
National School Breakfast Program	10.553	164,301	7/1/11-6/30/12	(16,892)	16,892	-	-	-	-
National School Breakfast Program	10.553	261,615	7/1/12-6/30/13	-	234,039	(255,984)	-	(21,945)	-
Healthy Hunger-Free Kids Act	10.551	40,597	7/1/12-6/30/13	-	37,762	(40,597)	-	(2,835)	-
Seamless Summer Option	10.555	14,398	7/1/12-6/30/13	-	14,398	(14,398)	-	-	-
Total U.S. Department of Agriculture				(108,682)	2,077,515	(2,093,071)	-	(124,238)	-
<b>U.S. DEPARTMENT OF EDUCATION PASSED- THROUGH STATE DEPARTMENT OF EDUCATION:</b>									
General Fund:									
Education Jobs Fund	84.410A	6,509	9/1/11-8/31/12	-	-	(6,509)	-	(6,509)	-
Medical Assistance Program	93.778	307,048	7/1/12-6/30/13	-	307,048	(307,048)	-	-	-
Total General Fund				-	307,048	(313,557)	-	(6,509)	-
Special Revenue Fund:									
Title I-ARRA	84.010	1,149,741	9/1/09-8/31/11	(56,740)	56,740	-	-	-	-
Title I	84.010	1,559,902	9/1/11-8/31/12	(192,117)	408,030	(215,913)	-	-	-
Title I	84.010	2,490,887	9/1/12-8/31/13	-	1,196,862	(2,028,687)	-	(831,825)	-
Title II A	84.367	340,281	9/1/11-8/31/12	(43,026)	332,990	(298,880)	-	(8,916)	-
Title II A	84.318	406,539	9/1/12-8/31/13	-	-	-	-	-	-
Title II D	84.367	3,189	9/1/11-8/31/12	1,808	-	-	1,808	-	-
Title III	84.264	62,336	9/1/11-8/31/12	(30,313)	66,193	(23,360)	12,520	-	-
I.D.E.A. Part B, Basic Regular	84.027	3,568,000	9/1/11-8/31/12	(433,093)	433,093	-	-	-	-
I.D.E.A. Part B, Basic Regular	84.027	5,276,050	9/1/12-8/31/13	-	2,586,503	(4,152,724)	-	(1,566,221)	-
I.D.E.A. Preschool	84.173	124,543	9/1/11-8/31/12	(8,761)	8,761	-	-	-	-
I.D.E.A. Preschool	84.173	214,492	9/1/13-8/31/13	-	132,051	(142,573)	-	(10,522)	-
Carl Perkins Grant	84.048	67,506	7/1/11-6/30/12	(19,721)	19,485	-	-	(236)	-
Carl Perkins Grant	84.048	78,294	7/1/12-6/30/13	-	-	(78,294)	-	(78,294)	-
Race to the Top	84.416	124,230	7/1/12-6/30/13	-	-	(58,179)	-	(58,179)	-
Total Special Revenue Fund				(781,963)	5,240,708	(6,998,610)	14,328	(2,554,193)	-
Total U.S. Department of Education				(781,963)	5,547,756	(7,312,167)	14,328	(2,560,702)	-
Total Federal Financial Assistance				\$ (890,645)	\$ 7,625,271	\$ (9,405,238)	\$ 14,328	\$ (2,684,940)	\$ -

HAMILTON TOWNSHIP BOARD OF EDUCATION  
SCHEDULE OF STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

STATE GRANTOR/ PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT			REPAYMENT OF PRIOR YEARS' BALANCES	(ACCOUNTS RECEIVABLE) JUNE 30, 2013	DUE TO GRANTOR JUNE 30, 2013	MEMO ONLY	
				JUNE 30, 2012	CASH RECEIVED	BUDGETARY EXPENDITURES				BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES
<b>State Department of Education:</b>											
<b>General Fund:</b>											
Special Education Categorical Aid	13-495-034-5120-089	7,518,475	7/1/12-6/30/13	\$ -	\$ 7,518,475	\$ (7,518,475)	\$ -	\$ -	\$ -	\$ 684,326	\$ 7,518,475
Equalization Aid	13-495-034-5120-078	64,444,823	7/1/12-6/30/13	-	64,444,823	(64,444,823)	-	-	-	5,865,715	64,444,823
Transportation Aid	13-495-034-5120-014	694,458	7/1/12-6/30/13	-	694,458	(694,458)	-	-	-	63,209	694,458
Security Aid	13-495-034-5120-084	513,159	7/1/12-6/30/13	-	513,159	(513,159)	-	-	-	46,707	513,159
Extraordinary Special Education Aid	13-100-034-5120-473	1,181,556	7/1/12-6/30/13	-	-	(1,181,556)	-	(1,181,556)	-	-	1,181,556
Extraordinary Special Education Aid	12-100-034-5120-473	1,102,538	7/1/11-6/30/12	(1,102,538)	1,102,538	-	-	-	-	-	-
Non-Public Transportation Aid	N/A	40,559	7/1/11-6/30/12	(40,559)	40,559	-	-	-	-	-	-
Non-Public Transportation Aid	N/A	41,244	7/1/12-6/30/13	-	-	(41,244)	-	(41,244)	-	-	41,244
Reimbursed TPAF Social Security Contributions (Nonbudgeted)	13-100-034-5095-002	5,782,285	7/1/12-6/30/13	-	5,489,757	(5,782,285)	-	(292,528)	-	-	5,782,285
Reimbursed TPAF Social Security Contributions (Nonbudgeted)	12-100-034-5095-002	5,686,135	7/1/11-6/30/12	(569,282)	569,282	-	-	-	-	-	-
On-Behalf TPAF Contributions	13-100-034-5095-001	10,799,808	7/1/12-6/30/13	-	10,799,808	(10,799,808)	-	-	-	-	10,799,808
<b>Total General Fund</b>				<b>(1,712,379)</b>	<b>91,172,859</b>	<b>(90,975,808)</b>	<b>-</b>	<b>(1,515,328)</b>	<b>-</b>	<b>6,659,957</b>	<b>90,975,808</b>
<b>Special Revenue Fund:</b>											
<b>New Jersey Nonpublic Aid:</b>											
Textbook Aid	12-100-034-5120-064	\$87,201	7/1/11-6/30/12	75	-	-	(75)	-	-	-	-
Textbook Aid	13-100-034-5120-064	95,641	7/1/12-6/30/13	-	95,641	(94,904)	-	737	-	-	94,904
Technology Aid	13-100-034-5120-064	35,374	7/1/12-6/30/13	-	35,374	(33,408)	-	1,966	-	-	33,408
<b>Auxiliary Services:</b>											
Compensatory Education	12-100-034-5120-067	490,291	7/1/11-6/30/12	119,077	-	-	(119,077)	-	-	-	-
Compensatory Education	13-100-034-5120-067	456,500	7/1/12-6/30/13	-	456,500	(410,339)	-	46,161	-	-	410,339
ESL	12-100-034-5120-067	14,655	7/1/11-6/30/12	4,286	-	-	(4,286)	-	-	-	-
ESL	13-100-034-5120-067	10,743	7/1/12-6/30/13	-	10,743	(10,743)	-	-	-	-	10,743
Transportation	13-100-034-5120-067	122,154	7/1/12-6/30/13	-	122,154	(122,154)	-	-	-	-	122,154
Home Instruction	12-100-034-5120-067	1,413	7/1/11-6/30/12	(1,413)	1,413	-	-	-	-	-	-
<b>Handicapped Services:</b>											
Supplemental Instruction	12-100-034-5120-066	154,334	7/1/11-6/30/12	28,782	-	-	(28,782)	-	-	-	-
Supplemental Instruction	13-100-034-5120-066	151,257	7/1/12-6/30/13	-	151,257	(151,257)	-	-	-	-	151,257
Examination & Classification	12-100-034-5120-066	208,340	7/1/11-6/30/12	48,676	-	-	(48,676)	-	-	-	-
Examination & Classification	13-100-034-5120-066	202,247	7/1/12-6/30/13	-	165,486	(165,486)	-	-	-	-	165,486
Corrective Speech	12-100-034-5120-066	203,781	7/1/11-6/30/12	51,001	-	-	(51,001)	-	-	-	-
Corrective Speech	13-100-034-5120-066	171,864	7/1/12-6/30/13	-	171,864	(171,864)	-	-	-	-	171,864
Nursing Services	13-100-034-5120-070	132,746	7/1/12-6/30/13	-	132,746	(132,746)	-	-	-	-	132,746
<b>Total Special Revenue Fund</b>				<b>250,484</b>	<b>1,343,178</b>	<b>(1,292,901)</b>	<b>(251,897)</b>	<b>-</b>	<b>48,864</b>	<b>-</b>	<b>1,292,901</b>
<b>Capital Projects Fund:</b>											
SDA Grants	1950-180-09-0QAA	1,208,118	7/1/12-6/30/13	-	855,411	(1,208,118)	-	(352,707)	-	-	1,208,118
<b>Total Capital Projects Fund</b>				<b>-</b>	<b>855,411</b>	<b>(1,208,118)</b>	<b>-</b>	<b>(352,707)</b>	<b>-</b>	<b>-</b>	<b>1,208,118</b>
<b>Debt Service Fund:</b>											
Debt Service Aid Type II	13-495-034-5120-075	225,571	7/1/12-6/30/13	-	225,571	(225,571)	-	-	-	-	225,571
<b>Total Debt Service Fund</b>				<b>-</b>	<b>225,571</b>	<b>(225,571)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>225,571</b>
<b>Enterprise Fund:</b>											
National School Lunch Program (State Share)	12-100-010-3350-023	41,189	7/1/11-6/30/12	(2,431)	2,431	-	-	-	-	-	-
National School Lunch Program (State Share)	13-100-010-3350-023	39,927	7/1/12-6/30/13	-	35,015	(39,927)	-	(4,912)	-	-	39,927
<b>Total Enterprise Fund</b>				<b>(2,431)</b>	<b>37,446</b>	<b>(39,927)</b>	<b>-</b>	<b>(4,912)</b>	<b>-</b>	<b>-</b>	<b>39,927</b>
<b>Total State Financial Assistance</b>				<b>\$ (1,464,326)</b>	<b>\$ 93,634,465</b>	<b>\$ (93,742,325)</b>	<b>\$ (251,897)</b>	<b>\$ (1,872,947)</b>	<b>\$ 48,864</b>	<b>\$ 6,659,957</b>	<b>\$ 93,742,325</b>
Less: On-Behalf TPAF Contributions											<u>\$ 10,799,808</u>
<b>Total State Financial Assistance Subject to State Single Audit</b>											<u>\$ (82,942,517)</u>

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**HAMILTON TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE SCHEDULES OF FINANCIAL ASSISTANCE  
FOR THE YEAR ENDED JUNE 30, 2013**

**1. General**

The accompanying schedules of expenditures of federal awards and state financial assistance include federal awards and state financial assistance programs of the Board of Education, Hamilton Township Board of Education. The Board of Education is defined in Note 1 to the District's basic financial statements. All Federal and State awards received directly from Federal and State agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

**2. Basis of Accounting**

The accompanying schedules of expenditures of awards and 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. This basis of accounting is described in Note 1 to the District's basic financial statements.

**3. Relationship to Basic Financial Statements**

The basic financial statements present the general fund and special revenue fund on a GAAP basis. Budgetary comparison statements or schedules (RSI) 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 *N.J.S.A.18A:22-44.2*. For GAAP purposes that payment is not recognized until the subsequent budget year due to the state deferral 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 special revenue fund also recognizes the last state aid payment in the current budget year, consistent with *N.J.S.A.18A:22-4.2*.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(288,828) for the general fund and \$(160,105) for the special revenue fund. See Note 1 for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the District's basic financial statements on a GAAP basis as presented as follows:

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE SCHEDULES OF FINANCIAL ASSISTANCE (continued)  
FOR THE YEAR ENDED JUNE 30, 2013**

**3. Relationship to Basic Financial Statements (continued):**

	State	Federal	Total
General Fund	\$ 90,686,980	\$ 313,557	\$ 91,000,537
Special Revenue Fund	1,292,901	6,838,505	8,131,406
Capital Projects Fund	1,070,199	-	1,070,199
Debt Service Fund	225,571	-	225,571
Food Service Fund	39,927	2,093,071	2,132,998
Total Financial Assistance	<u>\$ 93,315,578</u>	<u>\$ 9,245,133</u>	<u>\$ 102,560,711</u>

**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.

**5. Other**

Revenues and expenditures reported under the Food Distribution Program represents current year value received and 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, 2013 TPAF Social Security Contributions 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, 2013.

**Note 6. Federal and State Loans Outstanding**

The Hamilton Township Board of Education had no loan balance outstanding at June 30, 2013.

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
SCHEDULE OF FINDINGS & QUESTIONED COSTS  
For the Fiscal Year Ended June 30, 2013**

**Section I – Summary of Auditors’ Results**

**Financial Statements**

Type of auditor’s report issued:	<u>Unmodified</u>
Internal control over financial reporting:	
1) Material weakness(es) identified?	Yes
2) Control deficiencies identified that are not considered to be material weaknesses?	Yes
Noncompliance material to basic financial Statements noted?	None Noted

**Federal Awards**

Internal Control over major programs:	
1) Material weakness(es) identified?	None Reported
2) Control deficiencies identified that are not considered to be material weaknesses?	None Reported
Type of auditor’s report issued on compliance for major programs	<u>Unmodified</u>
Any audit findings disclosed that are required to be reported in accordance With Section .510(a) of Circular A-133	Yes

**Identification of major programs:**

<b>CFDA Number(s)</b>	<b>Name of Federal Program or Cluster</b>
84.410	Title I
10.553	School Breakfast Program
10.555	National School Lunch Program

Dollar threshold used to distinguish between type A and type B programs:	\$300,000
Auditee qualified as low-risk auditee?	Yes

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
SCHEDULE OF FINDINGS & QUESTIONED COSTS (continued):  
For the Fiscal Year Ended June 30, 2013**

**Section I – Summary of Auditor’s Results (continued)**

**State Awards**

Dollar threshold used to distinguish between type A and type B programs:	\$2,488,276
Auditee qualified as low-risk auditee?	No
Type of auditor’s report issued on compliance for major programs	<u>Unmodified</u>
Internal Control over major programs:	
1) Material weakness(es) identified?	None Reported
2) Control deficiencies identified that are not considered To be material weaknesses?	None Reported
Any audit findings disclosed that are required to be reported in accordance With NJ OMB Circular Letter 04-04	Yes

**Identification of major programs:**

GMIS Number(s)	Name of State Program
495-034-5120-078	Equalization Aid
495-034-5120-089	Special Education Categorical Aid
495-034-5120-084	Security Aid
495-034-5095-001	On-Behalf TPAF Social Security
1950-180-09-0QAA	School Development Authority Grants

**Section II – Financial Statement Findings**

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements and abuse related to the financial statements for which *Government Auditing Standards* requires reporting in a Circular A-133 audit.

**Finding 2013-01:**

**Criteria or Specific Requirement:**

District capital projects are tracked by project to ensure project expenditures do not exceeding funding sources.

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
SCHEDULE OF FINDINGS & QUESTIONED COSTS (continued):  
For the Fiscal Year Ended June 30, 2013**

**Section I – Summary of Auditor’s Results (continued)**

**Finding 2013-01 (continued)::**

**Condition:**

It was noted during our audit of the District’s capital projects fund that capital projects are not being properly maintained and tracked in the District’s accounting software. In addition, several projects were over-expended and various projects have over-stated School Development Authority awards and receivable balances.

**Context:**

A lack of internal control exists over the monitoring of school capital projects.

**Effect:**

Insufficient monitoring of capital projects can lead to over-expended and/or over-funded projects.

**Cause:**

Insufficient internal controls and procedures related to monitoring District capital projects.

**Recommendation:**

That the District properly account for all capital projects in the District’s accounting software and that all open projects be analyzed and adjusted to an accurate balance.

**Views of Responsible Officials and Planned Corrective Actions:**

The District agrees with this finding and will correct it accordingly.

**Finding 2013-02:**

**Criteria or Specific Requirement:**

District capital assets are to be recorded at historical cost when purchased and depreciated over the applicable period. In addition, when items are removed from service they should be deleted from the District’s capital asset register.

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
SCHEDULE OF FINDINGS & QUESTIONED COSTS  
For the Fiscal Year Ended June 30, 2013**

**Section I – Summary of Auditor’s Results (continued)**

**Finding 2013-02 (continued):**

**Condition:**

It was noted during our audit that the District is not properly tracking capital assets and failed to reconcile capital outlay expenditures during the 2013 fiscal year to the additions in the District’s capital asset register.

**Context:**

A lack of internal control exists over the recording and tracking of District capital assets.

**Effect:**

Insufficient tracking of capital assets can lead to misstatements in the financial statements and misappropriation of District assets.

**Cause:**

Insufficient internal controls and procedures related to the recording and tracking of additions and changes in capital assets.

**Recommendation:**

That the District obtain an independent appraisal and implement internal controls to ensure the proper recording and monitoring of District capital assets.

**Views of Responsible Officials and Planned Corrective Actions:**

The District agrees with this finding and will correct it accordingly.

**Finding 2013-03:**

**Criteria or Specific Requirement:**

It is essential that the District complete timely and accurate bank reconciliations for all existing accounts.

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
SCHEDULE OF FINDINGS & QUESTIONED COSTS (continued):  
For the Fiscal Year Ended June 30, 2013**

**Section I – Summary of Auditor’s Results (continued)**

**Finding 2013-03 (continued)::**

**Condition:**

It was noted during our audit that the bank reconciliations of the District were not completed in a timely manner. In addition, reconciling differences between the Treasurer and the District were not being properly researched with the appropriate adjustments made.

**Context:**

A lack of internal control exists over the reconciliation of District bank accounts.

**Effect:**

Untimely and/or inaccurate bank reconciliations can lead to the misstatement of cash in the District’s financial statements.

**Cause:**

Insufficient internal controls and procedures related to the reconciliation of District bank accounts.

**Recommendation:**

That the District complete and maintain timely and accurate bank reconciliations.

**Views of Responsible Officials and Planned Corrective Actions:**

The District agrees with this finding and will correct it accordingly.

**Finding 2013-06:**

**Criteria or Specific Requirement:**

Capital asset purchases are to follow New Jersey Public School Contracts Law, specifically N.J.A.C.5:34-4.4(b), and should be capitalized and depreciated in the District’s financial statements.

**Condition:**

It was noted during our audit of food service that the food service management company improperly purchased a walk-in freezer, sometime during the 2009-2010 school year, on-behalf of the District which is prohibited by N.J.A.C.5:34-4.4(b) (Public School Contracts Law). In addition, the freezer was never properly capitalized in the District’s accounting records.

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
SCHEDULE OF FINDINGS & QUESTIONED COSTS (continued):  
For the Fiscal Year Ended June 30, 2013**

**Section I – Summary of Auditor’s Results (continued)**

**Finding 2013-06 (continued)::**

**Context:**

The District’s lack of understanding of New Jersey Public School Contracts Law N.J.A.C.5:34-4.4(b) as well as a lack of understanding of the proper accounting for capital assets.

**Effect:**

The District’s lack of understanding can lead to the violation of New Jersey Public School Contracts Law as well as misstated financial statements.

**Cause:**

Insufficient knowledge and monitoring by District officials.

**Recommendation:**

That the District purchase all capital items in accordance NJ Public School Contracts Law and properly capitalize the assets in the financial statements.

**Views of Responsible Officials and Planned Corrective Actions:**

The District agrees with this finding and will correct it accordingly.

**Finding 2013-07:**

**Criteria or Specific Requirement:**

Proper internal controls should be in place surrounding student activity funds.

**Condition:**

During our audit of student activity funds the following internal control issues were noted:

- Deposits related to student activities were not properly supported to ensure amount deposited agrees to amount collected from students.
- Purchases are being made from student funds that do not appear to be a student activity including teaching supplies and chairs.
- Student activity bank reconciliations are not being properly performed at various schools. The standard reconciliation form being used by most schools is incorrectly referring to outstanding checks as accounts payable.

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
SCHEDULE OF FINDINGS & QUESTIONED COSTS (continued):  
For the Fiscal Year Ended June 30, 2013**

**Section I – Summary of Auditor’s Results (continued)**

**Finding 2013-07 (continued)::**

**Context:**

The District’s lack of control over the monitoring and use of student activities.

**Effect:**

Insufficient internal controls over student activities can lead to the misappropriation and/or misuse of student activity funds.

**Cause:**

Insufficient knowledge and monitoring by District officials.

**Recommendation:**

That the District implement standard internal controls procedures for deposits, expenditures and monthly reconciliations across all schools.

**Views of Responsible Officials and Planned Corrective Actions:**

The District agrees with this finding and will correct it accordingly.

**Finding 2013-08:**

**Criteria or Specific Requirement:**

All accounts of the District should be properly reconciled and reported in the District’s financial statements.

**Condition:**

It was noted during our audit that the bank account for the Hamilton Education Program is not being reconciled or reported in the District’s financial statements.

**Context:**

A lack of control over the funds of the District.

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
SCHEDULE OF FINDINGS & QUESTIONED COSTS (continued):  
For the Fiscal Year Ended June 30, 2013**

**Section I – Summary of Auditor’s Results (continued)**

**Finding 2013-08 (continued)::**

**Effect:**

Insufficient internal controls over all funds of the District can lead to the misappropriation of assets as well as the misstatement of the District financial statements.

**Cause:**

Insufficient knowledge and monitoring by District officials.

**Recommendation:**

That the District properly reconcile the Hamilton Education Program bank account and implement internal controls to ensure all accounts of the District are being properly reported in the District’s financial statements.

**Views of Responsible Officials and Planned Corrective Actions:**

The District agrees with this finding and will correct it accordingly.

**Section III – Federal Awards & State Financial Assistance Finding & Questioned Costs**

This section identifies audit findings required to be reported by section .510(a) of Circular A-133 and New Jersey OMB’s Circular Letter 04-04.

No Current Year Findings

**HAMILTON TOWNSHIP BOARD OF EDUCATION  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT  
For the Fiscal Year Ended June 30, 2013**

This section identifies the status of prior-year findings related to the basic financial statements and federal and state awards that are required to be reported in accordance with Chapter 6.12 of Government Auditing Standards, U.S. OMB Circular A-133 (section .315 (a)(b)) and New Jersey OMB's Circular 04-04.

No Prior Year Findings