

**HUNTERDON CENTRAL
REGIONAL HIGH SCHOOL
BOARD OF EDUCATION**

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

For The Fiscal Year Ended June 30, 2016

**Prepared by
Hunterdon Central Regional High School District
Department of Administration**

**HUNTERDON CENTRAL REGIONAL HIGH SCHOOL
BOARD OF EDUCATION**

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2016

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Hunterdon Central Regional High School



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November 28, 2016

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

Dear Board Members:

The Comprehensive Annual Financial Report (CAFR) of the Hunterdon Central Regional High School District for the fiscal year ended June 30, 2016 is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Hunterdon Central Regional High School Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

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



National Blue Ribbon School of Excellence

The Comprehensive Annual Financial Report is presented in four sections:

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

The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and State Treasury OMB Circular Letter 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid." Information related to this single audit, including the auditor's report on the internal control structure, compliance with applicable laws and regulations, and findings and recommendations are included in the single audit section of this report.

DESCRIPTION OF THE DISTRICT

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

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

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

DISTRICT GOALS

The 2016-16 District Goals are two-pronged, based on both educational and financial directives. Educational goals include:

- Manage resources to support staff in the delivery of student-focused programs and services.
- Support the needs of all students including at-risk and special education students.
- Sustain and enhance facilities for academic, activities, and environmental purposes through ongoing maintenance and long-range capital plan.
- Provide a safe, secure learning environment for students and staff.

Goals focusing on fiscal responsibility include:

- Implement strategies to balance needs while mitigating expenses to minimize future budget tax levy increases.
- Continuously identify additional revenue sources and shared services opportunities.
- Facilitate a bottom-up budgeting approach based on prior year's departmental budgets and targeted funding of extraordinary requests for the 10th consecutive year.
- Limit tax levy increase to less than the New Jersey State Cap of 2%.

The District provides a full range of educational services for students in grade levels 9 through 12. These include regular as well as special education. Those students who have a desire for vocational training attend Hunterdon County Polytech or Somerset County Vocational School.

The District completed the 2015-2016 fiscal year with an average enrollment of 2,936 students, which is 12 students more than the previous year's enrollment. The following table details the changes in student enrollment over the last ten years:

<u>Fiscal Years</u>	<u>Student Enrollment (ADE)</u>	<u>Change</u>	<u>Percent Change</u>
2015-2016	2,936	+ 12	0.4
2014-2015	2,924	- 4	(0.1)
2013-2014	2,927	- 39	(1.3)
2012-2013	2,966	+ 68	2.4
2011-2012	2,898	- 13	(0.4)
2010-2011	2,911	- 75	(2.5)
2009-2010	2,986	+ 5	0.2
2008-2009	2,981	- 46	(1.5)
2007-2008	3,027	+134	4.6
2006-2007	2,893	+ 91	3.3

ECONOMIC CONDITION AND OUTLOOK

Estimates of resident population for the District's five municipalities were 51,272 in 2014 and 51,029 in 2015. The most recent student census of sending districts shows enrollment holding at around 3,000 students until 2018-2019, when enrollments are expected to begin to decline.

Total municipal tax ratables supporting the school district tax levy increased from \$8,501,534,040 in 2015 to \$8,504,751,156 in 2016. This reflects a 0.04% increase in existing property values.

FACILITIES

The Board of Education strives to provide a safe, pleasant learning environment for students. A student and staff identification card system is in place. All buildings require card access for entry. A video surveillance system is in place at strategic locations around the campus. The District has a five-year Long-Range Facility Plan and a Maintenance Plan that are updated on an annual basis.

INTERNAL ACCOUNTING CONTROLS

Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse, and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally-accepted accounting principles (GAAP).

The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

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

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

BUDGETARY CONTROLS

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

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance at June 30, 2016.

ACCOUNTING SYSTEM AND REPORTS

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

INDEPENDENT AUDIT

State statutes require an annual audit by independent certified public accountants or registered municipal accountants. Bedard, Kurowicki and Company, CPA's, P.C., a licensed certified public accounting firm, audited the District's financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2016 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts

and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the District's financial statements for the fiscal year ended June 30, 2016 are fairly represented in conformity with GAAP. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and New Jersey OMB Circular Letter 15-08.

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

CASH MANAGEMENT

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

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

RISK MANAGEMENT

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

ACKNOWLEDGEMENTS

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

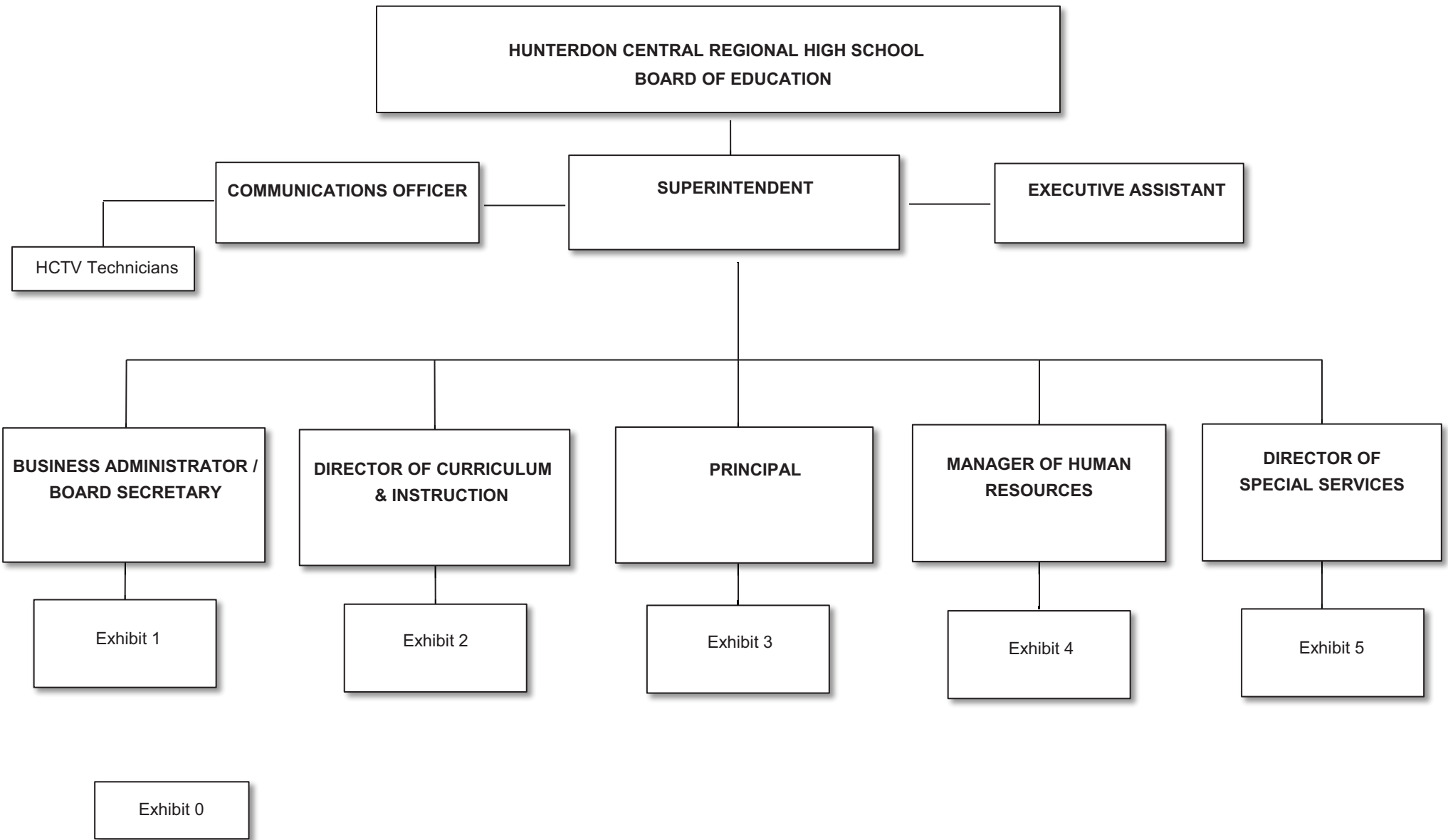
Respectfully submitted,



Dr. Johanna Ruberto
Interim Superintendent



Gymlyn Corbin
Business Administrator/
Board Secretary



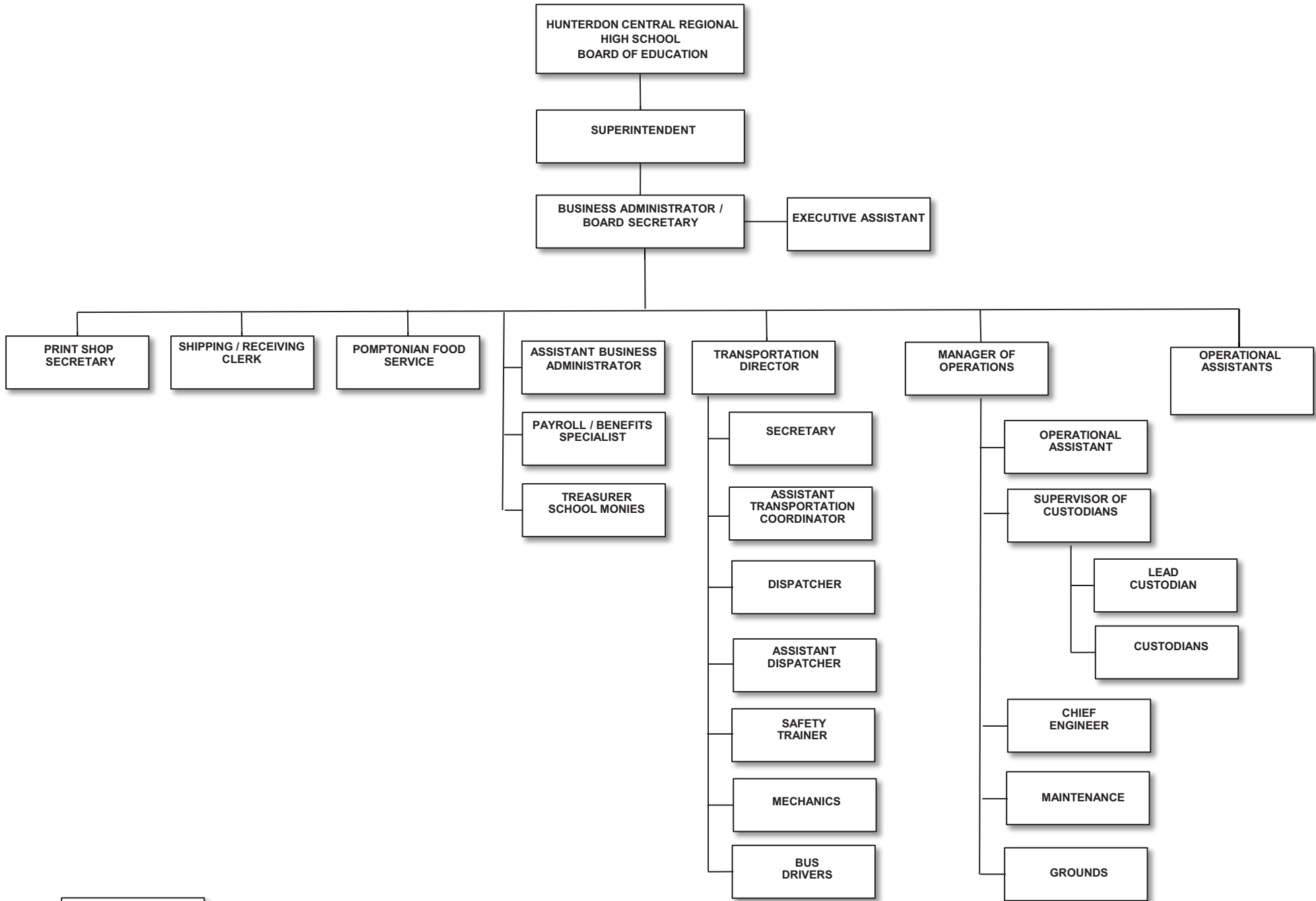


Exhibit 1

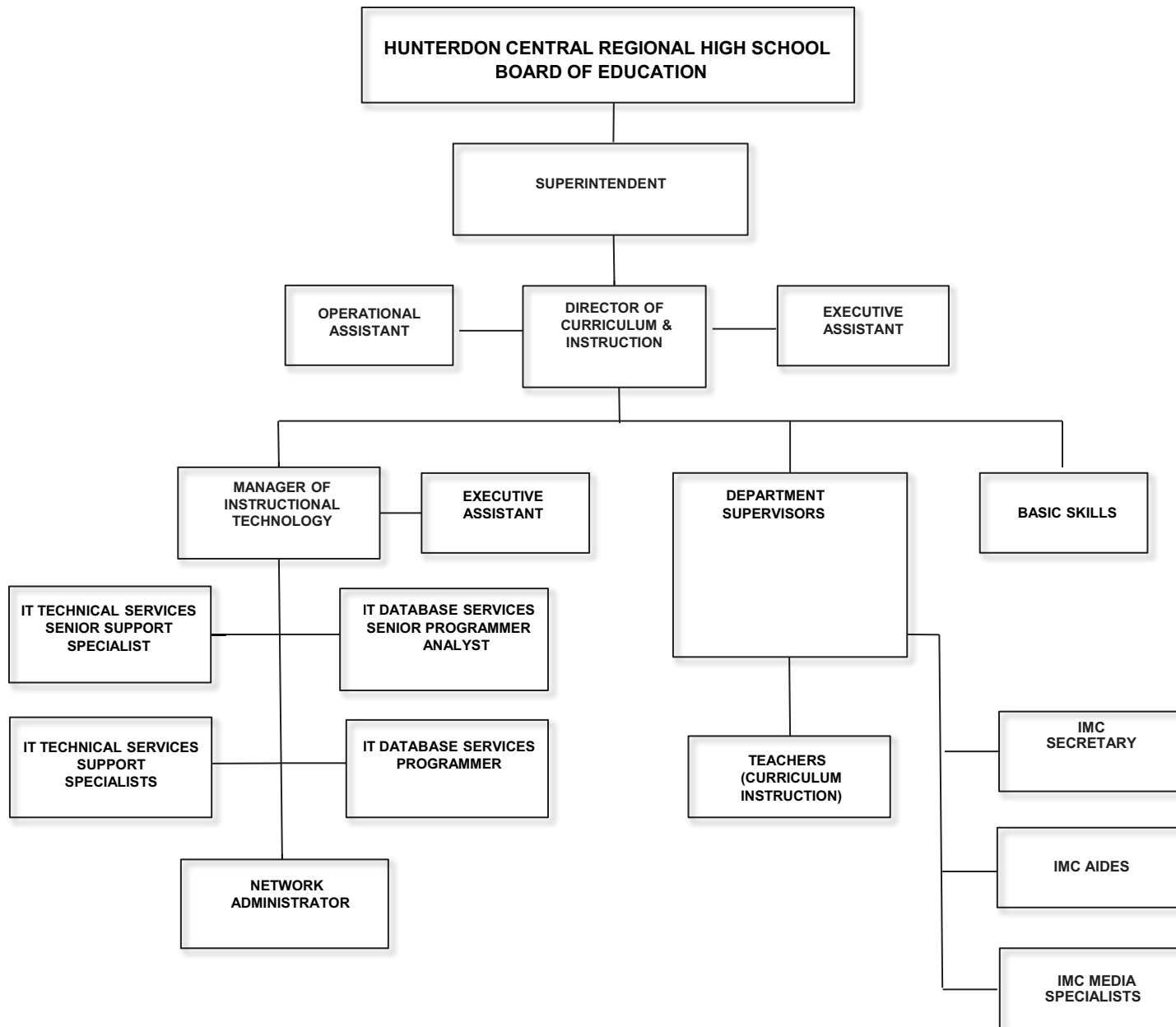


Exhibit 2

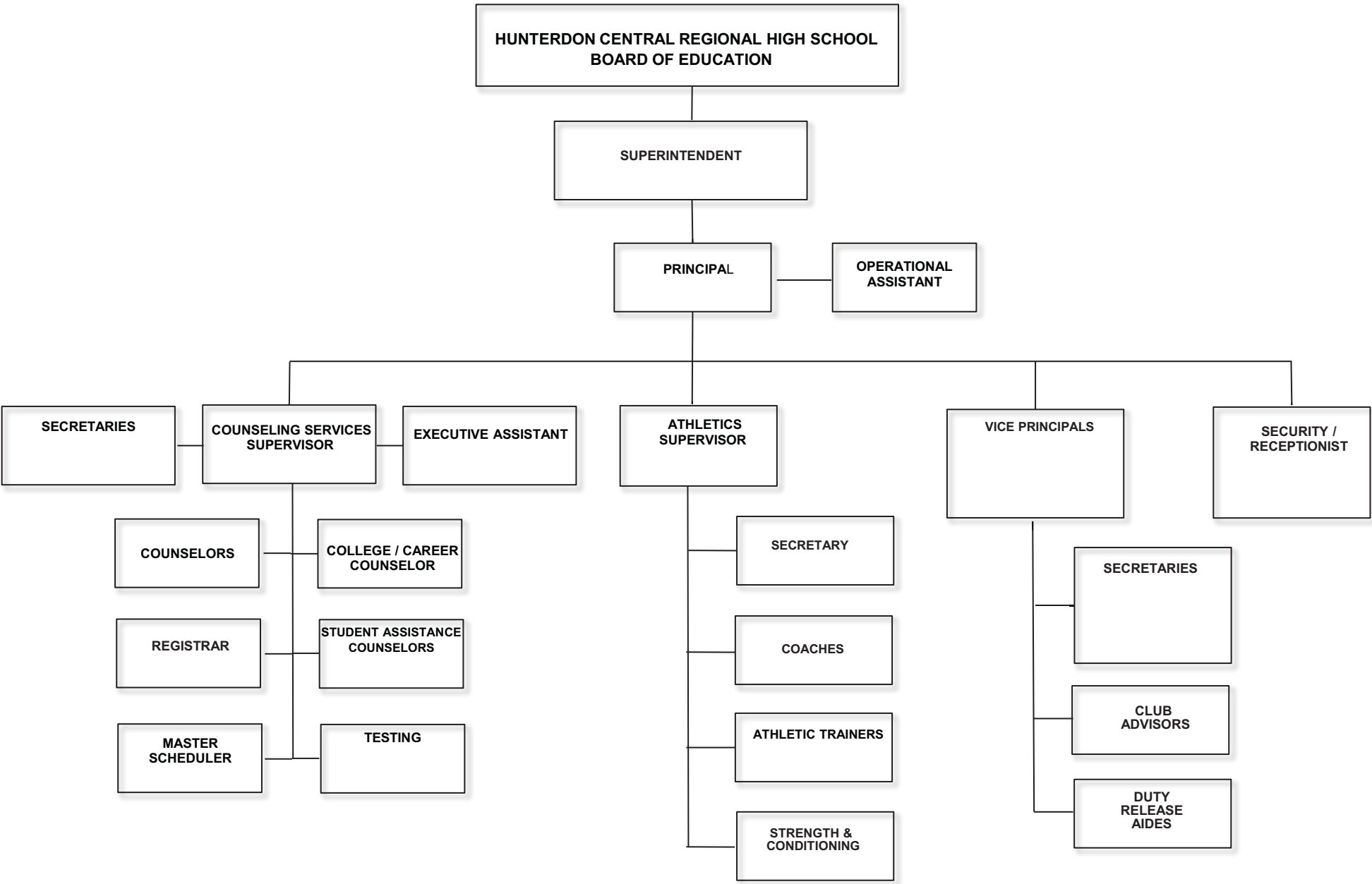


Exhibit 3

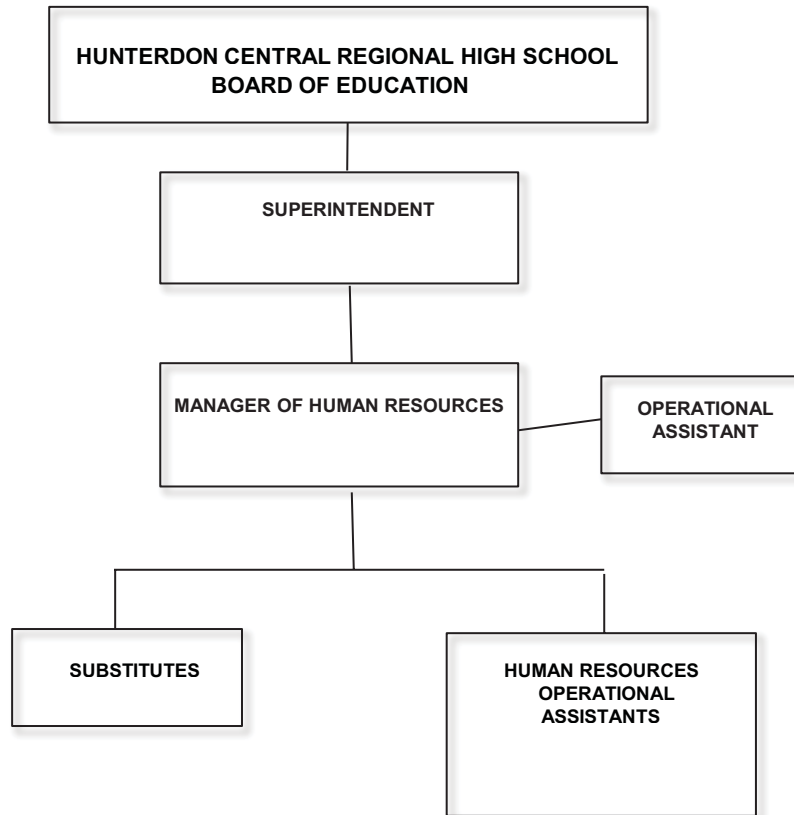


Exhibit 4

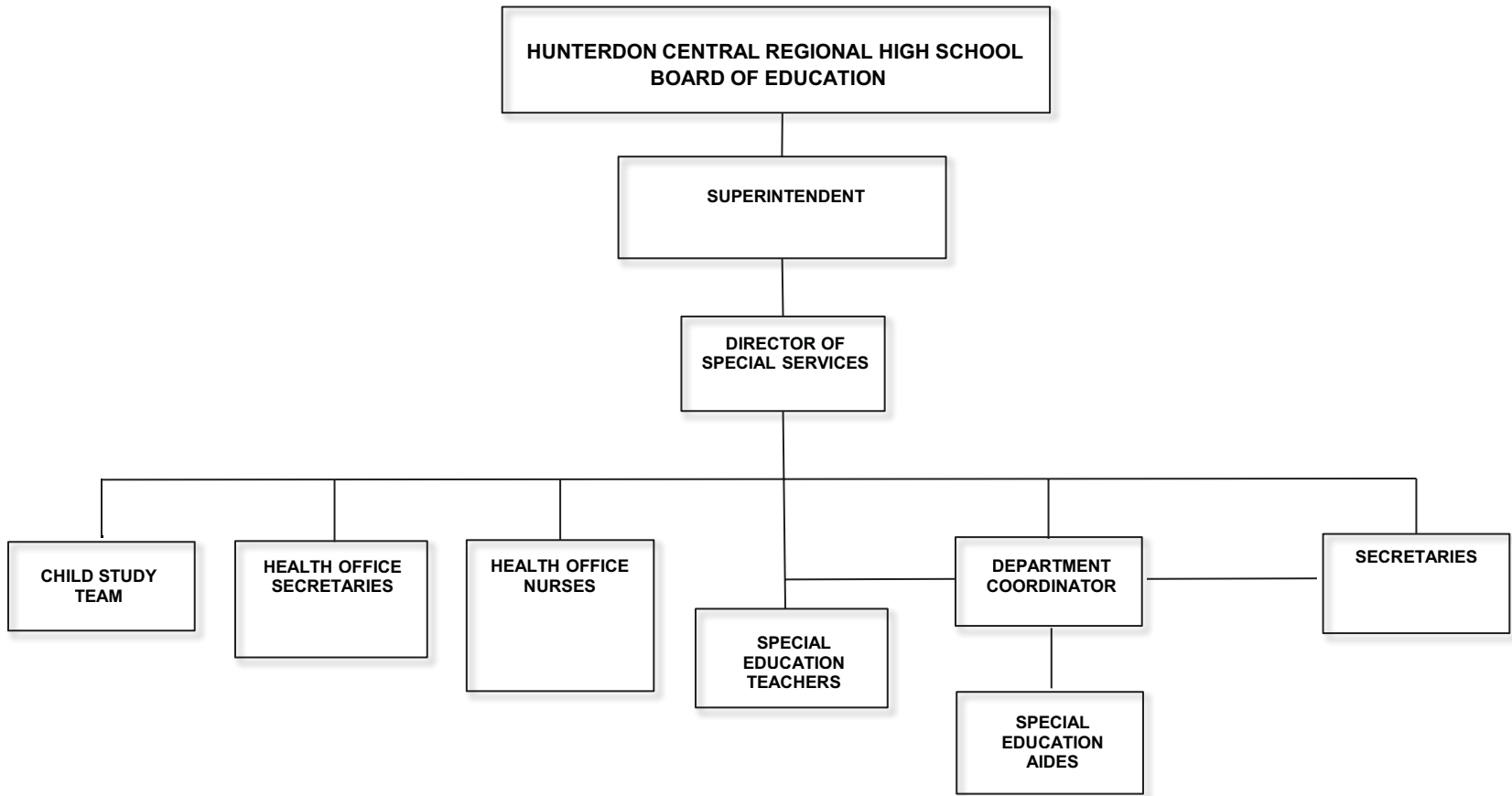


Exhibit 5

**HUNTERDON CENTRAL REGIONAL HIGH SCHOOL
ROSTER OF OFFICIALS**

Members of the Board of Education Term Expires

Raritan Township:

Kathryn Raborn, Vice President	2017
Patrick Dugan	2016
John Cannizzaro	2016

Readington Township:

Deborah Labbadia, President	2017
Vincent Panico	2018
Lori Blutfield	2016

Delaware Township:

Karen Palestini Falk	2018
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East Amwell Township:

Jim Davidson	2017
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Flemington Borough:

Robert McNally	2018
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APPOINTED OFFICIALS

Christina Steffner, Superintendent

Gymlyn Corbin, Business Administrator/Board Secretary

Suzanne Cooley, Principal

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL
CONSULTANTS AND ADVISORS

AUDITOR

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HUNTERDON CENTRAL REGIONAL HIGH SCHOOL
CONSULTANTS AND ADVISORS

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BROWN & BROWN BENEFITS ADVISOR
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LAMBERTVILLE, NJ 08530



Bedard, Kurowicki & Co.
Certified Public Accountants, PC
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Independent Auditors' Report

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

Report on the Financial Statements

We have audited the accompanying financial statements of the Governmental Activities, the Business-type Activities, each major fund, and the aggregate remaining fund information of the Hunterdon Central Regional High School District, (the District) in the County of Hunterdon, the State of New Jersey, as of and for the year ended June 30, 2016, 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 do to fraud or error.

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Hunterdon Central Regional High School District, as of June 30, 2016, 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, Schedule of the District's Proportionate Share of Net Pension Liability, and Schedule of the District's Pension Contributions, as listed in the Table of Contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual non-major fund financial statements and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards and Schedule of State Awards required by New Jersey Department of the Treasury OMB 15-08 is also not a required part of the basic financial statements.

The combining and individual non-major fund financial statements, Schedule of Expenditures of Federal Awards, and Schedule of Expenditures of State Financial Assistance are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America.


In our opinion, the combining and individual non-major fund financial statements, Schedule of Expenditures of Federal Awards, and Schedule of Expenditures of State Financial Assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated November 28, 2016, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the District's internal control over financial reporting and compliance.

Bedard, Kurowicki & Co.
BEDARD, KUROWICKI & CO., CPA'S, PC


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

November 28, 2016
Flemington, New Jersey

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2016
Unaudited

The Hunterdon Central Regional High School District's (the "District") management's discussion and analysis is designed to provide an overview of the District's financial activities for the year ended June 30, 2016, identify changes in the District's financial position, identify any material deviations from the financial plan (the approved budget), and identify individual fund issues or concerns.

Financial Highlights

Key financial highlights for fiscal year 2016 are as follows:

- In total, net position increased \$3,086,072 which represents a 4.68 percent increase from fiscal year 2015.
- General revenues accounted for \$71,745,903 in revenue or 90.84 percent of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$7,239,082 or 9.16 percent to total revenues of \$78,984,985.
- Total assets of governmental activities increased by \$742,478 as cash and cash equivalents increased by \$2,170,306; receivables decreased by \$420,231 and capital assets decreased by \$1,007,597.
- The School District had \$75,790,869 in expenses; only \$7,239,082 of these expenses was offset by program specific charges for services, grants, or contributions. General revenues (primarily property taxes) of \$71,745,903 were adequate to provide for these programs.
- Among major funds, the General fund had \$62,068,626 in revenues and \$59,181,641 in expenditures. After accounting for other financing sources of \$184,716; the General fund's balance increased \$3,071,701 from fiscal year 2015. This increase was anticipated by the District and was the result of effective cost-cutting measures and revenues received in excess of anticipated amounts.

Using this Generally Accepted Accounting Principles Report (GAAP)

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2016
Unaudited

The Statement of Net Position and Statement of Activities provide information about the activities of the whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For Governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending.

The fund financial statements also look at the School District's most significant funds with all other non-major funds presented in total in one column. In the case of Hunterdon Central Regional High School District, the General fund is by far the most significant fund.

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during fiscal year 2016?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the School District's net position and changes in those assets. This change in net position is important because it tells the reader that, for the School District as a whole, the financial positions of the School District has improved or diminished. The causes of this change may be the result of many factors, some financial, and some not. No financial factors include the School District's property tax base, current laws in New Jersey restricting revenue growth, facility condition, required educational programs and other factors.

In the Statement of Net Position and the Statement of Activities, the School District reports governmental activities. Governmental activities are the activities where most of the School District's programs and services are reported including, but not limited to, instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2016
Unaudited

Reporting the School District's Most Significant Funds

Fund Financial Statements

Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major Governmental funds are the General fund, Special Revenue fund, Capital Project fund and Debt Service fund.

Governmental Funds

The School District's activities are reported in Governmental funds, which focus on how much money flows into and out of those funds and the balances left at year-end available for spending in the future years. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The Governmental fund statements provide a detailed short-term view of the School District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and Governmental funds is reconciled in the financial statements.

The School District as a Whole

Table 1 provides a summary of the District's net position at June 30, 2016 with comparison to June 30, 2015.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2016
Unaudited

Table 1
Net Position

	6/30/16	6/30/15	Variance	
			Dollars	%
ASSETS				
Current & other assets	\$ 33,812,450	\$ 31,796,977	\$ 2,015,473	6.34
Capital assets	73,499,163	74,505,744	(1,006,581)	(1.35)
Total assets	<u>107,311,613</u>	<u>106,302,721</u>	<u>1,008,892</u>	0.95
Deferred pension expenses	4,437,677	1,496,911	2,940,766	196.46
Total deferred outflow of resources	<u>4,437,677</u>	<u>1,496,911</u>	<u>2,940,766</u>	196.46
LIABILITIES				
Long-term liabilities	40,796,508	37,865,934	2,930,574	7.74
Other liabilities	1,425,146	2,681,483	(1,256,337)	(46.85)
Total liabilities	<u>42,221,654</u>	<u>40,547,417</u>	<u>1,674,237</u>	4.13
Deferred pension adjustments	471,848	1,282,499	(810,651)	(63.21)
Total deferred inflow of resources	<u>471,848</u>	<u>1,282,499</u>	<u>(810,651)</u>	(63.21)
NET POSITION				
Net investment in capital assets	62,094,163	61,435,744	658,419	1.07
Restricted	20,121,443	18,440,464	1,680,979	9.12
Unrestricted	(13,159,818)	(13,906,492)	746,674	(5.37)
Total net position	<u>\$ 69,055,788</u>	<u>\$ 65,969,716</u>	<u>\$ 3,086,072</u>	4.68

Total assets on a government-wide basis increased by \$1,008,892. Cash and cash equivalents increased by \$2,445,400; receivables decreased by \$428,357; capital assets decreased by \$1,006,581 and other assets decreased by \$1,570. Unrestricted net position; the part of net position that can be used to finance day to day activities without constraints established by grants or legal requirements, of the School District increased by \$746,674. This increase was anticipated by the Board of Education and was the result of effective cost-cutting measures implemented by the District.

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

Table 2 provides a summary of the District's changes in net position in fiscal year ending June 30, 2016 with comparisons to June 30, 2015.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2016
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Table 2
Changes in Net Position

	6/30/16	6/30/15	Variance	
			Dollars	%
Revenues				
Program revenues				
Charges for services	\$ 6,290,776	\$ 6,274,024	\$ 16,752	0.27
Operating grants	948,306	920,291	28,015	3.04
Capital grants	-	822,934	(822,934)	(100.00)
General revenues				
Property taxes	51,845,622	51,174,260	671,362	1.31
Unrestricted grants	19,344,908	16,560,967	2,783,941	16.81
Other	555,373	563,729	(8,356)	(1.48)
Total revenues	<u>78,984,985</u>	<u>76,316,205</u>	<u>2,668,780</u>	3.50
Program expenses				
Instruction				
Regular	29,334,074	27,473,363	1,860,711	6.77
Special	6,387,430	5,928,151	459,279	7.75
Other	3,262,123	3,103,175	158,948	5.12
Support services				
Tuition	4,039,271	3,438,697	600,574	17.47
Student & instructional staff	12,483,286	11,356,019	1,127,267	9.93
General & business administration	2,738,783	2,448,540	290,243	11.85
School administration	2,067,027	1,891,316	175,711	9.29
Maintenance	5,653,396	5,583,179	70,217	1.26
Transportation	7,847,598	7,676,096	171,502	2.23
Food service	1,333,793	1,388,675	(54,882)	(3.95)
Interest on long-term debt	644,088	747,342	(103,254)	(13.82)
Total expenses	<u>75,790,869</u>	<u>71,034,553</u>	<u>4,756,316</u>	6.70
Increases (decreases) before				
Special items	<u>3,194,116</u>	<u>5,281,652</u>	<u>(2,087,536)</u>	(39.52)
Special items				
Gain (loss) on disposal of assets	3,000	57,617	(54,617)	(94.79)
FEMA Unrestricted Aid	-	85,768	(85,768)	(100.00)
Refund of prior year revenue	(111,044)	(232,544)	121,500	(52.25)
Total special items	<u>(108,044)</u>	<u>(89,159)</u>	<u>(18,885)</u>	21.18
Increase (decrease) in net position	<u>\$ 3,086,072</u>	<u>\$ 5,192,493</u>	<u>\$(2,106,421)</u>	(40.57)

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
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For the Fiscal Year Ended June 30, 2016
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Governmental Activities

New Jersey P.L. 2011, Chapter 202, which eliminated the annual school budget vote when within the tax levy cap and allowed school board member elections to be moved to the general election in November, was implemented by the District in fiscal year 2013. Local property taxes made up 70.8% of the total revenues for governmental activities for the District of \$73,243,185 for the year ended June 30, 2016. Federal, State, and local grants accounted for another 26.4% of revenue, while charges for services provided 2.1% and miscellaneous/other were 0.7%.

Business-Type Activities

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

Food Service

- Food service expenditures exceeded revenues by \$696.
- Charges for services represent \$1,157,225 of revenue. These charges are the amounts paid by patrons for daily food services.
- Federal and State reimbursement for meals, including payments for free and reduced breakfasts and lunches and donated commodities, was \$175,872.

Transportation Services

Transportation service revenues for other local education agencies in the State exceeded expenditures by \$476,753. Other financing uses were for a transfer out to the General Fund of \$181,716 and a refund of prior year revenue to other LEA's of \$111,044.

The Statement of Activities shows the cost of the program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
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Table 3 provides a summary of the School District's cost of governmental services in fiscal year ending June 30, 2016 with comparisons to June 30, 2015.

Table 3
Cost of Governmental Services

	Total Cost of Services		Net Cost of Services	
	6/30/16	6/30/15	6/30/16	6/30/15
Instruction	\$ 38,983,627	\$ 36,504,689	\$ 38,470,977	\$ 35,564,805
Support services				
Tuition	4,039,271	3,438,697	3,508,415	2,937,513
Student & instructional staff	12,483,286	11,356,019	12,395,955	11,033,914
General & business				
administration	2,738,783	2,448,540	2,708,553	2,364,129
School administration	2,067,027	1,891,316	2,067,027	1,861,386
Plant operations & maintenance	5,653,396	5,583,179	5,557,481	5,346,271
Pupil transportation	3,915,648	3,479,336	3,671,670	3,381,901
Interest on long-term debt	644,088	747,342	644,088	747,342
Total expenses	<u>\$ 70,525,126</u>	<u>\$ 65,449,118</u>	<u>\$ 69,024,166</u>	<u>\$ 63,237,261</u>

Instruction expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and student. Pupil and instructional staff costs include the activities involved with assisting staff with content and the process of teaching to students. General administration, school administration and business include expenses associated with administrative and financial supervision of the District. Operation and maintenance of facility activities involve keeping the school grounds, buildings and equipment in an effective working condition. Pupil transportation includes activities involved with the conveyance of students, to and from school as well as to and from school activities, as prescribed by state law. Interest on long-term debt involves the transactions associated with the payment of interest and other related charges to debt of the School District.

The School District's Funds

School District's major funds are accounted for using the modified accrual basis of accounting. All Governmental funds had total revenues of \$65,118,859 and expenditures of \$62,231,653 and other financing sources of \$184,716. The net positive change in fund balance for the year was most significant in the General fund, an increase of \$3,071,701. This can be attributed in large part to effective cost-cutting measures initiated by the District and excess revenues received.

General Fund Budgetary Highlights

The School District's budget is prepared according to New Jersey law, and is based on accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund is the General fund. During the course of the fiscal year 2016, the School District amended its General fund budget as needed. The School District uses program based budgeting, and the

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
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budgeting systems are designed to tightly control total program budgets and provide flexibility for program management. For the General fund, budgeted revenues were \$56,852,670 which was \$1,387,957 above original budgeted estimates of \$55,464,713. This difference was due primarily to realized tuition, miscellaneous and state aid revenues in excess of original budgets. The General fund revenues and other financing sources of the School District were more than expenditures and other financing uses by \$3,086,008.

Capital Assets

At the end of fiscal year 2016, the District had \$73,499,163 invested in land, buildings, furniture, equipment, and vehicles.

Table 4 provides a summary of the School District's capital assets net of depreciation at June 30, 2016 with comparisons to June 30, 2015.

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

	6/30/16	6/30/15	Variance	
			Dollars	%
Land	\$ 475,000	\$ 475,000	\$ -	0.00
Construction in progress	4,206,557	3,154,920	1,051,637	33.33
Land improvements	3,121,975	2,973,080	148,895	5.01
Buildings & improvements	63,732,250	65,745,256	(2,013,006)	(3.06)
Machinery & equipment	1,142,774	1,104,685	38,089	3.45
Vehicles	820,607	1,052,803	(232,196)	(22.06)
Total	<u>\$ 73,499,163</u>	<u>\$ 74,505,744</u>	<u>\$ (1,006,581)</u>	<u>(1.35)</u>

Capital additions were less than depreciation expense and asset disposals in the current fiscal year by \$1,006,581. Additions to capital assets included the completion of the lighting upgrades to the exterior building and parking lots and upgrades to the wireless network system.

At June 30, 2016, the School District had \$40,796,508 in long-term liabilities. At June 30, 2016, the School District's overall legal debt limit was \$272,384,814 and the legal borrowing margin was \$260,694,814.

Table 5 provides a summary of the District's outstanding long-term liabilities at June 30, 2016 with comparisons to June 30, 2015.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
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Table 5
Long-Term Liabilities at Year-end

	6/30/16	6/30/15	Variance	
			Dollars	%
2003 ERIP Pension Bonds	\$ 285,000	\$ 415,000	\$ (130,000)	(31.33)
2011 Refunding Bonds for '04 Issue	11,405,000	13,070,000	(1,665,000)	(12.74)
Net Pension liability	24,241,790	19,832,774	4,409,016	22.23
Unamortized bond premium	808,412	968,613	(160,201)	(16.54)
Compensated absences	4,056,306	3,579,547	476,759	13.32
	<u>\$ 40,796,508</u>	<u>\$ 37,865,934</u>	<u>\$ 2,930,574</u>	7.74

For the Future

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

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

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

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, 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 receives. If you have any questions about this report or need additional information, contact Gymlyn Corbin, School Business Administrator/Board Secretary at Hunterdon Central Regional High School, 84 Route 31, Flemington, New Jersey 08822. Please visit our website at www.hcrhs.org.

DISTRICT-WIDE FINANCIAL STATEMENTS

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Statement of Net Position
June 30, 2016

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and cash equivalents	\$ 11,698,455	\$ 1,294,637	\$ 12,993,092
Receivables, net	1,137,079	7,067	1,144,146
Inventory	-	30,619	30,619
Restricted assets			
Cash & cash equivalents	12,644,593	-	12,644,593
Investments	7,000,000	-	7,000,000
Capital assets, net (Note 4)			
Land and construction in progress	4,206,557	-	4,206,557
Other capital assets, net of depreciation	69,113,317	179,289	69,292,606
Total assets	105,800,001	1,511,612	107,311,613
Deferred outflows of resources			
Deferred amount on pension activity	4,437,677	-	4,437,677
Liabilities			
Accounts payable	548,341	19,614	567,955
Accrued interest	133,962	-	133,962
Payable to local governments	-	651,758	651,758
Unearned revenue	41,745	29,726	71,471
Long-term liabilities (Note 5)			
Due within one year	2,385,813	-	2,385,813
Due beyond one year	38,410,695	-	38,410,695
Total liabilities	41,520,556	701,098	42,221,654
Deferred inflows of resources			
Deferred amount on pension liability	471,848	-	471,848
Net position			
Net investment in capital assets	61,914,874	179,289	62,094,163
Restricted for			
Capital projects fund	610,138	-	610,138
Debt service fund	413	-	413
Legal reserves	19,510,892	-	19,510,892
Unrestricted	(13,791,043)	631,225	(13,159,818)
Total net position	\$ 68,245,274	\$ 810,514	\$ 69,055,788

See accompanying notes to financial statements.

FUND FINANCIAL STATEMENTS

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Balance Sheet
Governmental Funds
June 30, 2016

	General Fund	Special Revenue Fund	Capital Project Fund	Debt Service Fund	Total Governmental Funds
Assets					
Cash & cash equivalents	\$ 11,664,872	\$ 33,170	\$ -	\$ 413	\$ 11,698,455
Due from other funds	21,916	-	-	-	21,916
Receivables from other governments					
State	543,290	-	531,078	-	1,074,368
Federal	5,429	12,797	-	-	18,226
Local	22,569	-	-	-	22,569
Restricted cash & equivalents	12,510,892	-	133,701	-	12,644,593
Restricted investments	7,000,000	-	-	-	7,000,000
Total assets	\$ 31,768,968	\$ 45,967	\$ 664,779	\$ 413	\$ 32,480,127
Liabilities and fund balances					
Liabilities					
Accounts payable	\$ 489,478	\$ 4,222	\$ 54,641	\$ -	\$ 548,341
Unearned revenue	-	41,745	-	-	41,745
Total liabilities	489,478	45,967	54,641	-	590,086

See accompanying notes to financial statements.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Balance Sheet (continued)
Governmental Funds
June 30, 2016

	General Fund	Special Revenue Fund	Capital Project Fund	Debt Service Fund	Total Governmental Funds
Liabilities and fund balances (cont'd)					
Fund balances					
Restricted fund balance					
Excess surplus	\$ 3,986,862	\$ -	\$ -	\$ -	\$ 3,986,862
Excess surplus - designated for subsequent year's expenditures	3,964,834	-	-	-	3,964,834
Capital projects	-	-	610,138	-	610,138
Committed fund balance					
Capital reserve account	16,046,681	-	-	-	16,046,681
Maintenance reserve account	2,871,211	-	-	-	2,871,211
Emergency reserve account	593,000	-	-	-	593,000
Assigned fund balance					
Year-end encumbrances	2,782,649	-	-	-	2,782,649
Designated for subsequent year's expenditures	-	-	-	96	96
Debt service - undesignated balance	-	-	-	317	317
Unassigned fund balance	1,034,253	-	-	-	1,034,253
Total fund balances	<u>31,279,490</u>	<u>-</u>	<u>610,138</u>	<u>413</u>	<u>31,890,041</u>
Total liabilities and fund balances	<u>\$ 31,768,968</u>	<u>\$ 45,967</u>	<u>\$ 664,779</u>	<u>\$ 413</u>	

Amounts reported for governmental activities in the Statement of Net Position (A-1) are different because:

Capital assets used in government activities are not financial resources and therefore are not reported in the funds. The cost of assets is \$108,192,943 and the accumulated depreciation is \$34,873,069.	73,319,874
Long-term liabilities, including bonds payable are not due & payable in the current period & therefore are not reported as liabilities in the funds.	(40,796,508)
Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.	3,965,829
Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.	<u>(133,962)</u>
Total net position of governmental activities	<u>\$ 68,245,274</u>

See accompanying notes to financial statements.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2016

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Revenues					
Local sources					
Local tax levy	\$ 49,568,121	\$ -	\$ -	\$ 2,277,501	\$ 51,845,622
Tuition - individuals	176,781	-	-	-	176,781
Transportation fees	65,315	-	-	-	65,315
Interest earned on legal reserve funds	27,658	-	-	-	27,658
Interest on investments	95,150	-	-	-	95,150
Miscellaneous	533,298	68,538	-	298	602,134
Total	50,466,323	68,538	-	2,277,799	52,812,660
State sources	11,512,966	2,663	-	-	11,515,629
Federal sources	89,337	701,233	-	-	790,570
Total revenues	62,068,626	772,434	-	2,277,799	65,118,859
Expenditures					
Current					
Instructional					
Regular instruction	16,101,895	43,100	-	-	16,144,995
Special education instruction	3,474,898	40,000	-	-	3,514,898
Other special instruction	179,082	56,486	-	-	235,568
Other instruction	1,789,476	-	-	-	1,789,476
Support service & undistributed costs					
Tuition	3,508,415	530,856	-	-	4,039,271
Student & instruction related services	6,774,725	49,670	-	-	6,824,395
General & business administrative services	1,812,202	-	-	-	1,812,202
School administrative services	1,162,703	-	-	-	1,162,703
Plant operations & maintenance	4,550,529	-	-	-	4,550,529
Pupil transportation	2,981,497	-	-	-	2,981,497
Unallocated benefits	14,883,485	2,322	-	-	14,885,807

See accompanying notes to financial statements.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balances (continued)
Governmental Funds
For the Fiscal Year Ended June 30, 2016

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Expenditures (cont'd)					
Capital outlay	\$ 1,783,617	\$ 50,000	\$ -	\$ -	\$ 1,833,617
Debt service					
Principal	-	-	-	1,795,000	1,795,000
Interest & other charges	-	-	-	482,578	482,578
Interest on NJ SDA obligations	179,117	-	-	-	179,117
Total expenditures	<u>59,181,641</u>	<u>772,434</u>	<u>-</u>	<u>2,277,578</u>	<u>62,231,653</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,886,985</u>	<u>-</u>	<u>-</u>	<u>221</u>	<u>2,887,206</u>
Other financing sources (uses)					
Proceeds from disposition of capital assets	3,000	-	-	-	3,000
Transfers in	181,716	-	-	-	181,716
Total other financing sources (uses)	<u>184,716</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>184,716</u>
Net change in fund balance	3,071,701	-	-	221	3,071,922
Fund balances, July 1	<u>28,207,789</u>	<u>-</u>	<u>610,138</u>	<u>192</u>	<u>28,818,119</u>
Fund balances, June 30	<u>\$ 31,279,490</u>	<u>\$ -</u>	<u>\$ 610,138</u>	<u>\$ 413</u>	<u>\$ 31,890,041</u>

See accompanying notes to financial statements.

**HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds
For the Fiscal Year Ended June 30, 2016**

Total net changes in fund balances - Governmental funds (from B-2) \$ 3,071,922

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

Capital outlays	\$ 1,833,617	
Depreciation expense	<u>(2,841,214)</u>	(1,007,597)

Repayment of debt principal and capital leases are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and are not reported in the statement of activities:

Debt principal payments		1,795,000
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Governmental funds report district pension contributions as expenditures. However in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense.

(657,599)

Governmental funds report the effect of bond issue premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities:

Amortization of bond premium		160,201
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See accompanying notes to financial statements.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds (continued)
For the Fiscal Year Ended June 30, 2016

In the Statement of Activities, interest on long-term debt is accrued regardless of when due. In the governmental funds interest is reported when due. The accrued interest is a reconciling item.	\$ 17,607
In the Statement of Activities, compensated absences & early retirement benefits are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation; when the paid amount exceeds the earned amount, the difference is an addition to the reconciliation.	<u>(476,759)</u>
Change in net position of governmental activities	<u><u>\$ 2,902,775</u></u>

See accompanying notes to financial statements.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Combining Statement of Fund Net Position
Proprietary Funds
June 30, 2016

	Food Service Fund	Transportation Fund	Total
ASSETS			
Current assets			
Cash and cash equivalents	\$ 144,825	\$ 1,149,812	\$ 1,294,637
Receivables from other governments			
State	230	-	230
Federal	6,837	-	6,837
Inventory	30,619	-	30,619
Total current assets	<u>182,511</u>	<u>1,149,812</u>	<u>1,332,323</u>
Noncurrent assets			
Capital assets	912,039	-	912,039
Less: accumulated depreciation	732,750	-	732,750
Total noncurrent assets	<u>179,289</u>	<u>-</u>	<u>179,289</u>
Total assets	<u>361,800</u>	<u>1,149,812</u>	<u>1,511,612</u>
LIABILITIES			
Current liabilities			
Accounts payable	3,453	16,161	19,614
Payable to local governments	-	651,758	651,758
Unearned revenues	29,726	-	29,726
Total current liabilities	<u>33,179</u>	<u>667,919</u>	<u>701,098</u>
NET POSITION			
Net investment in capital assets	179,289	-	179,289
Unrestricted	149,332	481,893	631,225
Total net position	<u>\$ 328,621</u>	<u>\$ 481,893</u>	<u>\$ 810,514</u>

See accompanying notes to financial statements.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Fiscal Year Ended June 30, 2016

	Food Service Fund	Transportation Fund	Total
Operating revenues			
Charges for services			
Daily sales - reimbursable programs	\$ 353,745	\$ -	\$ 353,745
Daily sales - non-reimbursable programs	803,480	-	803,480
Transportation fees from other LEA's	-	4,405,025	4,405,025
Total operating revenues	<u>1,157,225</u>	<u>4,405,025</u>	<u>5,562,250</u>
Operating expenses			
Cost of sales - reimbursable programs	212,877	-	212,877
Cost of sales - non-reimbursable programs	396,961	-	396,961
Salaries	434,996	1,253,758	1,688,754
Employee benefits	146,585	761,850	908,435
Other purchased professional and technical services	-	28,376	28,376
Purchased property services	22,243	17,912	40,155
Contracted services - transportation	-	1,658,312	1,658,312
Insurance	4,714	49,041	53,755
Management fee	52,196	14,490	66,686
Other purchased services	5,520	3,950	9,470
General supplies	34,449	4,971	39,420
Transportation supplies (including gasoline)	-	108,812	108,812
Utilities	-	10,978	10,978
Acquisition of vehicles and other equipment	-	12,925	12,925
Depreciation	23,252	-	23,252
Miscellaneous	-	6,575	6,575
Total operating expenses	<u>1,333,793</u>	<u>3,931,950</u>	<u>5,265,743</u>
Operating income (loss)	<u>(176,568)</u>	<u>473,075</u>	<u>296,507</u>
Non-operating revenues (expenses)			
State sources			
State school lunch program	4,999	-	4,999
Federal sources			
National school breakfast program	17,260	-	17,260
National school lunch program			
Cash assistance	115,505	-	115,505
Non cash assistance (commodities)	38,108	-	38,108
Miscellaneous	-	3,678	3,678
Total non-operating revenues (expenses)	<u>175,872</u>	<u>3,678</u>	<u>179,550</u>
Other financing sources (uses)			
Transfer out to the general fund	-	(181,716)	(181,716)
Refund of prior year revenue	-	(111,044)	(111,044)
Total other financing sources (uses)	<u>-</u>	<u>(292,760)</u>	<u>(292,760)</u>
Change in net position	(696)	183,993	183,297
Net position, beginning	<u>329,317</u>	<u>297,900</u>	<u>627,217</u>
Net position, ending	<u>\$ 328,621</u>	<u>\$ 481,893</u>	<u>\$ 810,514</u>

See accompanying notes to financial statements.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Combining Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2016

	Food Service Fund	Transportation Fund	Total
Cash flows from operating activities			
Receipts from services provided (net)	\$ 1,160,348	\$ 4,405,025	\$ 5,565,373
Payments to employees	(43,017)	(1,253,758)	(1,296,775)
Payments for employee benefits	(3,291)	(761,850)	(765,141)
Payments to Food Service Management Co.	(1,209,007)	-	(1,209,007)
Payments to vendors (net)	(23,445)	(1,820,730)	(1,844,175)
Net cash provided by (used for) operating activities	<u>(118,412)</u>	<u>568,687</u>	<u>450,275</u>
Cash flows from non-capital financing activities			
State sources	5,204	-	5,204
Federal sources	132,965	-	132,965
Miscellaneous	-	3,678	3,678
Refund of prior year revenue	-	(292,760)	(292,760)
Net cash provided by (used for) non-capital financing activities	<u>138,169</u>	<u>(289,082)</u>	<u>(150,913)</u>
Cash flows from capital and related financing activities			
Acquisition of capital assets	(24,268)	-	(24,268)
Net cash provided by (used for) capital and related financing activities	<u>(24,268)</u>	<u>-</u>	<u>(24,268)</u>
Net increase (decrease) in cash and cash equivalents	(4,511)	279,605	275,094
Cash and cash equivalents, beginning	<u>149,336</u>	<u>870,207</u>	<u>1,019,543</u>
Cash and cash equivalents, ending	<u>\$ 144,825</u>	<u>\$ 1,149,812</u>	<u>\$ 1,294,637</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities			
Operating income (loss)	\$ (176,568)	\$ 473,075	\$ 296,507
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities			
Depreciation	23,252	-	23,252
Federal food donation program	38,108	-	38,108
(Increase) decrease in accounts receivable	-	7,721	7,721
(Increase) decrease in inventory	1,570	-	1,570
Increase (decrease) in accounts payable	(8,828)	15,702	6,874
Increase (decrease) in payable to local governments - current year revenue	-	72,189	72,189
Increase (decrease) in unearned revenues	4,054	-	4,054
Net cash provided by (used for) operating activities	<u>\$ (118,412)</u>	<u>\$ 568,687</u>	<u>\$ 450,275</u>

See accompanying notes to financial statements.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Statement of Fiduciary Net Position
June 30, 2016

	Unemployment Compensation Fund	Private Purpose Scholarship Fund	Agency Funds
ASSETS			
Cash and cash equivalents	\$ 523,795	\$ 252,369	\$ 837,121
Due from other funds	53,762	-	-
Due from federal governments	-	-	12,841
Due from state governments	7,417	-	-
Due from local governments	-	-	6,836
Accounts receivable - other	-	-	1,636
Total assets	<u>\$ 584,974</u>	<u>\$ 252,369</u>	<u>\$ 858,434</u>
LIABILITIES			
Accounts payable	\$ 645	\$ -	\$ -
Due to other funds	-	-	75,678
Unearned revenue	-	-	185
Due to student groups	-	-	676,419
Payroll deductions and withholdings	-	-	106,152
Total liabilities	<u>645</u>	<u>-</u>	<u>\$ 858,434</u>
NET POSITION			
Held in trust for unemployment claims and other purposes	584,329	-	
Reserve for scholarship funds	-	252,369	
Total net position	<u>\$ 584,329</u>	<u>\$ 252,369</u>	

See accompanying notes to financial statements.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended June 30, 2016

	Unemployment Compensation Fund	Private Purpose Scholarship Fund
	<u> </u>	<u> </u>
Additions		
Contributions		
Plan members	\$ 53,762	\$ -
Other	-	42,533
Investment earnings		
Interest	1,232	-
Total additions	<u>54,994</u>	<u>42,533</u>
Deductions		
Unemployment claims	15,196	-
Scholarships awarded	-	79,025
Total deductions	<u>15,196</u>	<u>79,025</u>
Change in net position	39,798	(36,492)
Net position, beginning of the year	<u>544,531</u>	<u>288,861</u>
Net position, end of the year	<u>\$ 584,329</u>	<u>\$ 252,369</u>

See accompanying notes to financial statements.

NOTES TO FINANCIAL STATEMENTS

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 1 - Summary of significant accounting policies

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

The basic financial statements include:

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

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

A. Reporting entity

The District is a Type II district located in the County of Hunterdon, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members elected to three year terms. The purpose of the District is to educate students in Grades 9 to 12. The District serves the communities of Delaware Township, East Amwell Township, Borough of Flemington, Raritan Township, and Readington Township (the constituent districts) The District had an approximate enrollment at June 30, 2016 of 3,029 students.

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

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

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 1 - Summary of significant accounting policies (continued)

B. Government-wide and fund financial statements

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

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

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

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

C. Measurement focus, basis of accounting, and financial statement presentation

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

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 1 - Summary of significant accounting policies (continued)

C. Measurement focus, basis of accounting, and financial statement presentation (continued)

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

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

Proprietary Funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a Proprietary Fund's principal ongoing operations.

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

The District reports the following major Governmental Funds:

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

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

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 1 - Summary of significant accounting policies (continued)

C. Measurement focus, basis of accounting, and financial statement presentation (continued)

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

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

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

Additionally, the District reports the following fund types:

Proprietary fund types

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

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

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

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 1 - Summary of significant accounting policies (continued)

C. Measurement focus, basis of accounting, and financial statement presentation (continued)

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

Equipment	12 Years
Light trucks & vehicles	4 Years
Heavy trucks & vehicles	6 Years

Fiduciary fund types

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

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

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

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

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

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 1 - Summary of significant accounting policies (continued)

D. Budgets/budgetary control

Annual appropriated budgets are prepared in the Spring of each year for the General, Special Revenue, and Debt Service Funds. The budgets are submitted to the County office and, if necessary, are voted upon at the annual school election in November. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line-item accounts within each fund. Line-item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum Chart of Accounts referenced in N.J.A.C. 6:20-2A.2(m)1. All budget amendments must be approved by School Board resolution. Budget amendments during the year ended June 30, 2016 were insignificant.

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

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

E. Encumbrances

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

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

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 1 - Summary of significant accounting policies (continued)

F. Tuition receivable

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

G. Tuition payable

Tuition charges for the fiscal years 2015-2016 and 2014-2015 were based on rates established by the receiving District. These rates are subject to change when the actual costs have been determined.

H. Short-term interfund receivable/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 District and that are due within one year.

I. Inventories and prepaid items

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

Enterprise Fund inventories are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. The commodities inventory value at balance sheet date is reported as unearned revenue as title does not pass to the School District until the commodities are used. Prepaid items in the Enterprise Fund represent payments made to vendors for services that will benefit periods beyond June 30, 2016.

J. Capital assets

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

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 1 - Summary of significant accounting policies (continued)

J. Capital assets (continued)

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

Assets	Years
Buildings	45
Building improvements & portable classroom	20 - 45
Land improvements	20
Furniture	20
Maintenance equipment	15
Musical instruments	10
Athletic equipment	10
Audio visual equipment	10
Office equipment	5 - 10
Computer equipment	5 - 10
Vehicles	6 - 8

K. Compensated absences

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

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

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

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 1 - Summary of significant accounting policies (continued)

L. Unearned revenue

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

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

M. Long-term obligations

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

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 1 - Summary of significant accounting policies (continued)

N. Fund balances - Governmental funds

In the fund financial statements, Governmental Funds report the following classifications of fund balance:

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

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

O. Comparative data/reclassifications

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

P. Allocation of indirect expenses

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 2 - Tax assessments and property taxes

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

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

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

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

School taxes are guaranteed as to amount of collection by the municipality, the collection agency, and are transmitted to the School District in accordance with the Schedule of Tax Installments as certified by the School District's Board of Education on an annual basis.

Note 3 - Deposits and cash equivalents and investments

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

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 3 - Deposits and cash equivalents and investments (continued)

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

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

Deposits at June 30, 2016 appear in the financial statements as summarized below:

Cash		\$	27,250,970
Investments			7,000,000
Total cash and investments			34,250,970
	<u>Ref.</u>		
Unrestricted cash			
Governmental Funds, Balance Sheet	B-1	\$	11,698,455
Enterprise Funds, Statement of Net Position	B-4		1,294,637
Fiduciary Funds, Statement of Net Position	B-7		1,613,285
Restricted cash and investments			
Governmental Funds, Balance Sheet	B-1		19,644,593
Total cash and investments			\$ 34,250,970

Deposits - The District's carrying amount of bank deposits at June 30, 2016 is \$34,250,970 and the bank balance is \$35,120,794. Of the bank balance, \$750,000 is covered by Federal Depository Insurance and \$34,370,794 is insured by GUDPA.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 3 - Deposits and cash equivalents and investments (continued)
GASB Statement No. 40 “Deposit and Investment Risk Disclosures” requires State and local governments to communicate key information about deposit and investment risks. Required disclosures are as follows:

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

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

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

Concentration of credit risk

The State of New Jersey does not place any limit on the amount that the District may invest with any one issuer. As of June 30, 2016, the District owned \$7,000,000 in investments composed entirely of certificate of deposits. The District invested \$5,500,000 with The Provident Bank and \$1,500,000 with First Bank.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 4 -

Capital assets

Capital asset activity for the fiscal year ended June 30, 2016 is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities				
Capital assets, not being depreciated				
Land	\$ 475,000	\$ -	\$ -	\$ 475,000
Construction in progress	3,154,920	1,663,506	611,869	4,206,557
Total	<u>3,629,920</u>	<u>1,663,506</u>	<u>611,869</u>	<u>4,681,557</u>
Capital assets, being depreciated				
Land improvements	5,821,973	444,938	-	6,266,911
Building & improvements	89,159,930	67,211	-	89,227,141
Furniture & equipment	4,840,579	269,831	2,000	5,108,410
Vehicles	2,997,277	-	88,353	2,908,924
Total	<u>102,819,759</u>	<u>781,980</u>	<u>90,353</u>	<u>103,511,386</u>
Accumulated depreciation				
Land improvements	2,848,893	296,043	-	3,144,936
Building & improvements	23,417,206	2,077,685	-	25,494,891
Furniture & equipment	3,911,635	235,290	2,000	4,144,925
Vehicles	1,944,474	232,196	88,353	2,088,317
Total	<u>32,122,208</u>	<u>2,841,214</u>	<u>90,353</u>	<u>34,873,069</u>
Total capital assets, being depreciated, net	<u>70,697,551</u>	<u>(2,059,234)</u>	<u>-</u>	<u>68,638,317</u>
Transfer	<u>-</u>	<u>(611,869)</u>	<u>(611,869)</u>	<u>-</u>
Governmental activities capital assets, net	<u>\$ 74,327,471</u>	<u>\$ (1,007,597)</u>	<u>\$ -</u>	<u>\$ 73,319,874</u>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 4 - Capital assets (continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Business type activities				
Furniture & equipment	\$ 884,265	\$ 24,268	\$ -	\$ 908,533
Building improvements	3,506	-	-	3,506
Accumulated depreciation	(709,498)	(23,252)	-	(732,750)
Business type activities capital assets, net	<u>\$ 178,273</u>	<u>\$ 1,016</u>	<u>\$ -</u>	<u>\$ 179,289</u>

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

Instruction	
Regular	\$ 1,193,980
Special education	259,939
Other special instruction	17,421
Co-curricular activities	342,781
Support services	
Student & instruction	504,688
General & business administration	134,019
School administration	85,986
Maintenance	50,536
Transportation	251,864
Total depreciation expense, governmental activities	<u>\$ 2,841,214</u>

Note 5 - Long-term debt

Long-term liability activity for the year ended June 30, 2016 is as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities					
General obligation bonds payable	\$ 13,070,000	\$ -	\$ 1,665,000	\$ 11,405,000	\$ 1,665,000
ERIP pension refunding bonds	415,000	-	130,000	285,000	140,000
Unamortized bond premium	968,613	-	160,201	808,412	160,200
PERS net pension liability	19,832,774	4,623,428	214,412	24,241,790	-
Compensated absences payable	3,579,547	740,749	263,990	4,056,306	420,613
Total governmental activities long-term liabilities	<u>\$ 37,865,934</u>	<u>\$ 5,364,177</u>	<u>\$ 2,433,603</u>	<u>\$ 40,796,508</u>	<u>\$ 2,385,813</u>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 5 - Long-term debt (continued)

Payments on the general obligation bonds are made in the Debt Service Fund from property taxes and State aid. The compensated absences liability is paid in the current expenditures budget of the District's General Fund and the other long-term debts are amortized over a determined period.

The annual requirements to amortize all general obligation bonds outstanding as of June 30, 2016 including interest payments are listed as follows:

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 1,805,000	\$ 426,016	\$ 2,231,016
2018	1,855,000	359,701	2,214,701
2019	1,920,000	279,707	2,199,707
2020	1,965,000	202,006	2,167,006
2021	2,035,000	123,553	2,158,553
2022	2,110,000	42,200	2,152,200
Total	<u>\$ 11,690,000</u>	<u>\$ 1,433,183</u>	<u>\$ 13,123,183</u>

General Obligation Bonds - General obligation school building bonds payable at June 30, 2016, with their outstanding balances are comprised of the following individual issues:

\$1,485,000 - 2003 ERIP pension refunding bonds, interest at 5.10%, due in annual installments beginning January 15, 2006 to January 15, 2018.	\$ 285,000
\$13,480,000 - 2011 general obligation refunding bonds, interest at 2.00% to 4.00%, due in annual installments beginning September 15, 2012 to September 15, 2021.	<u>11,405,000</u>
Totals	<u>\$ 11,690,000</u>

The general obligation bonded debt of the District is limited by State law to 3% of the average equalized assessed values of the total taxable property in the District for the past three years. The legal debt limit at June 30, 2016 is \$272,384,814. General obligation debt at June 30, 2016 is \$11,690,000, resulting in a legal debt margin of \$260,694,814.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 -

Pension plans

Description of systems

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

A. Public employees' retirement systems (PERS)

Plan description

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

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

The following represents the membership Tiers for PERS:

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plan (continued)

A. Public employees' retirement systems (PERS) (continued)

Plan description (continued)

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

Allocation methodology and reconciliation to financial statements

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

To facilitate the separate (sub) actuarial valuations, the Division maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages presented for each group in the Schedule of Employer Allocations, are applied to amounts presented in the Schedules of Pension Amounts by Employer. The allocation percentages for each group as of June 30, 2015, are based on the ratio of each employer's contributions to the group for the fiscal years ended June 30, 2015.

GASB Statement No. 68, Accounting and Financial Reporting for Pensions, requires participating employers in PERS to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense excluding that attributable to employer-paid member contributions. The employer allocation percentages presented in the Division's Schedule of Employer Allocations and applied to amounts presented in the Schedule of Pension Amounts by Employer are based on the ratio of the contributions as an individual employer to total contributions to the PERS during the years ended June 30, 2014 through June 30, 2015. Employer allocation percentages have been rounded for presentation purposes, therefore amounts presented in the Schedule of Pension Amounts by Employer may result in immaterial differences.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plan (continued)

A. Public employees' retirement systems (PERS) (continued)

Contributions

The contribution policy for PERS is set by N.J.S.A. 15A and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal years 2015, the State's pension contribution was less than the actuarial determined amount.

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

Collective net pension liability and actuarial information

Components of net pension liability

The components of the District's allocable share of the net pension liability for PERS as of June 30, 2015 and 2014 are as follows:

	<u>2015</u>	<u>2014</u>
Total pension liability	\$ 46,554,418	\$ 41,387,952
Plan fiduciary net position	<u>22,312,628</u>	<u>21,555,178</u>
Net pension liability	<u>\$ 24,241,790</u>	<u>\$ 19,832,774</u>
 Plan fiduciary net position as a percentage of the total pension liability	 47.93%	 52.08%

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plan (continued)

A. Public employees' retirement systems (PERS) (continued)

Collective net pension liability and actuarial information (continued)

Components of net pension liability (continued)

The total pension liability for the June 30, 2015 measurement date was determined by an actuarial valuation as of July 1, 2014, which was rolled forward to June 30, 2015. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation rate	3.04%
Salary increases (based on age)	
2012 - 2021	2.15% - 4.40%
Thereafter	3.15% - 5.40%
Investment rate of return	7.90%

Mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (setback 1 year for females) for service retirement and beneficiaries of former members with adjustments for mortality improvements from the base year of 2012 based on Projection Scale AA. The RP-2000 Disabled Mortality Tables (setback 3 years for males and 1 year for females) are used to value disabled retirees.

The actuarial assumptions used in the July 1, 2014 valuation were based on the results of an actuarial experience study for the period July 1, 2008 to June 30, 2011. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

Long-term expected rate of return

In accordance with State statute, the long-term expected rate of return on plan investments is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the Board of Trustees, and the Actuaries. Best estimates of arithmetic real rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2015 are summarized in the following table:

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plan (continued)
A. Public employees' retirement systems (PERS)
Long-term expected rate of return (continued)

Asset Class	Target Allocations	Long-Term Expected Rate of Return
Cash	5.00%	1.04%
U.S. Treasuries	1.75%	1.64%
Investment Grad Credit	10.00%	1.79%
Mortgages	2.10%	1.62%
High Yield Bonds	2.00%	4.03%
Inflation-Indexed Bonds	1.50%	3.25%
Broad U.S. Equities	27.25%	8.52%
Developed Foreign Equities	12.00%	6.88%
Emerging Market Equities	6.40%	10.00%
Private Equity	9.25%	12.41%
Hedge Funds/Absolute Return	12.00%	4.72%
Commodities	1.00%	5.32%
Global Debt ex U.S.	3.50%	-0.40%
REIT	4.25%	5.12%

Discount rate

The discount rate used to measure the total pension liability was 4.90% as of June 30, 2015. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.9%, and a municipal bond rate of 3.80% as of June 30, 2015, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the average of the last five years of contributions made in relation to the last five years of recommended contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2033. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2033, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plan (continued)

A. Public employees' retirement systems (PERS) (continued)

Sensitivity of the collective net pension liability to changes in the discount rate

The following presents the collective net pension liability of the District as of June 30, 2015 and 2014, respectively, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1% point lower or 1% point higher than the current rate:

	2015
At current discount rate (4.90%)	\$ 24,241,790
At a 1% lower rate (3.90%)	30,129,579
At a 1% higher rate (5.90%)	19,305,510
	2014
At current discount rate (5.39%)	\$ 19,832,774
At a 1% lower rate (4.39%)	24,950,305
At a 1% higher rate (6.39%)	15,535,351

Collective deferred outflows of resources and deferred inflows of resources

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 578,324	\$ -
Changes of assumptions	2,603,375	-
Net difference between projected and actual earnings on pension plan investments	-	389,761
Changes in proportion and differences between District contributions and proportionate share of contributions	327,546	82,087
District contributions subsequent to the measurement date	928,432	-
Total	\$ 4,437,677	\$ 471,848

The amount reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2016, the plan measurement date is June 30, 2015) of \$928,432 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plan (continued)

A. Public employees' retirement systems (PERS) (continued)

Collective deferred outflows of resources and deferred inflows of resources (continued)

The following presents a summary of changes in the collective deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts) for the year ended June 30, 2015:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Deferred outflows of resources				
Changes of assumptions	\$ 635,789	\$ 3,226,931	\$ 681,022	\$ 3,181,698
Deferred inflows of resources				
Difference between projected and actual earnings on pension plan investments	1,204,933	(642,423)	172,749	<u>389,761</u>
Net of deferred outflows/(inflows)				<u>\$ 2,791,937</u>

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

Year ending June 30,

2016	\$ 508,273
2017	508,273
2018	508,273
2019	809,507
2020	<u>457,611</u>
Total	<u>\$ 2,791,937</u>

Pension expense

For the year ended June 30, 2016, the District recognized net pension expense of \$1,586,031 which represents the District's proportionate share of allocable plan pension expense of \$1,590,259, plus the pension expense related to specific liabilities of individual employers of \$36,248, plus the net amortization of deferred amounts from changes in proportion of \$50,907, and less other adjustments to the net pension liability of \$91,383. The components of allocable pension expense, which exclude amounts attributable to employer paid member contributions and pension expense related to specific liabilities of individual employers, for the District for the year ending June 30, 2015 are as follows:

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 -

Pension plan (continued)

A. Public employees' retirement systems (PERS) (continued)

Pension expense (continued)

Service cost	\$	952,515
Interest on total pension liability		2,270,003
Member contributions		(526,892)
Administrative expense		17,701
Expected investment return net of investment expense		(1,621,922)
Pension expense related to specific liabilities of individual employers		(9,419)
Recognition of deferred inflows/outflows of resources		
Amortization of assumption changes or inputs		558,496
Amortization of expected versus actual experience		122,526
Amortization of projected versus actual investment earnings on pension plan investments		(172,749)
Pension expense	\$	1,590,259

B. Teacher's pension and annuity fund (TPAF)

Plan description

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

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plan (continued)
B. Teacher's pension and annuity fund (TPAF) (continued)
Plan description (continued)

The following represents the membership Tiers for TPAF:

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

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

Special funding situation

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 -

Pension plan (continued)

B. Teacher's pension and annuity fund (TPAF) (continued)

Special funding situation (continued)

For purposes of reporting required by GASB Statement No. 68, Accounting and Financial Reporting for Pensions, the District's proportionate share of allocable net pension liability, employer pension expense and related revenue, non-employer contributions and their allocable proportionate percentage for fiscal years ending June 30, 2015 and 2014 is as follows:

	2015	2014
Net pension liability	\$ 126,805,300	\$ 111,121,367
Employer pension expense and related revenue	7,742,605	5,979,373
Non-employer contribution	1,078,227	883,180
Allocable proportionate percentage	.2006277411%	.2079104471%

C. Defined contribution retirement program

The Defined Contribution Retirement Program (DCRP) was established under the provisions Ch. 92, PL 2007 and expanded under the provisions of Ch. 89, PL 2008 and Ch. 1, PL 2010 to provide eligible members with a tax sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Employees eligible to enroll in the program include the following: First, employees enrolled in the Public Employees Retirement System (PERS) or Teachers Pension and Annuity Fund (TPAF) on or after July 1, 2007 who earn salary in excess of maximum compensation limits. Also, employees otherwise eligible to enroll in the TPAF and PERS who do not earn the minimum salary (\$8,300 in 2016) but who earn salary of at least \$5,000 annually are eligible to participate. The program administrator, Prudential Financial, makes information regarding the program available on its New Jersey Defined Contribution Program Web Site: www.prudential.com/njdcprp.

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plan (continued)

C. Defined contribution retirement program (continued)

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

Contribution requirements

Three-year trend information for TPAF (paid on behalf of the District):

<u>Year Funding</u>	<u>TPAF Benefit Cost</u>	<u>Percentage of APC Contributed</u>
06/30/16	\$ 3,697,287	100%
06/30/15	2,806,577	100%
06/30/14	2,321,673	100%

Three-year trend information for PERS:

<u>Year Funding</u>	<u>Annual Pension Cost</u>	<u>Percentage of APC Contributed</u>
06/30/16	\$ 928,432	100%
06/30/15	873,262	100%
06/30/14	806,536	100%

During the year ended June 30, 2016, the State of New Jersey contributed \$2,009,586 to the TPAF for post-retirement medical benefits, \$80,081 for non-contributory insurance premiums and \$1,607,620 for normal costs and accrued liability costs on behalf of the Board. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$1,522,127 during the year ended June 30, 2016 for the employer's share of Social Security contributions for TPAF members calculated on their base salaries. These amounts have been included in the financial statements and the combining and individual fund and account group statements and schedules as revenues and expenditures in accordance with GASB 68.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 7 - Post-retirement benefits

Chapter 384 of PL 1987 and Ch. 6 of PL 1990 required TPAF and PERS, respectively, to fund post-retirement medical benefits for those State employees who retire after accumulating 25 years of credited service or on a disability retirement. PL 2007, Ch. 103 amended the law to eliminate the funding of post-retirement medical benefits through the TPAF and PERS. It created separate funds outside 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, 2015, there were 107,314 retirees eligible for post-retirement medical benefits, and the State contributed \$1.25 billion on their behalf. The cost of these benefits is funded through contributions by the State in accordance with Ch. 62, PL 1994. Funding of post-retirement medical premiums changed from a prefunding basis to a pay-as-you-go basis beginning the fiscal year 1994.

The State is also responsible for the cost attributable to Ch. 126, PL 1992, which provides free health benefits to members of PERS and the Alternate Benefit Program who retired from a Board of Education or County College with 25 years of service. In fiscal year 2015, the State paid \$214.1 million toward Ch. 126 benefits for 19,056 eligible retired members.

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

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

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 7 - Post-retirement benefits (continued)

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

Note 8 - Deferred compensation

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

- AXA Equitable Funds
- Equivest
- MetLife Resources
- Lincoln Investment Planning
- Ameriprise Financial Services Inc.
- Siracusa Benefits Programs
- Variable Annuity Life Insurance Co./ AIG

Note 9 - Interfund receivable and payables

The composition of interfund balances at June 30, 2016 is as follows:

Fund	Receivable Fund	Payable Fund
General Fund	\$ 21,916	\$ -
Unemployment compensation Fund	53,762	-
Miscellaneous agency Fund	-	6,651
Payroll agency Fund	-	69,027
	\$ 75,678	\$ 75,678

The District made interfund transfers of \$181,716 from the Transportation Fund to the General Fund representing a return of prior year surplus.

The balance due from the Miscellaneous Agency Fund to the General Fund represents a loan from the General Fund of \$6,651 due to cash flow issues related to the delayed receipt of reimbursements from local government agencies. The balance due from the Payroll Agency Fund to the Unemployment Compensation Fund of \$53,762 represents employee withholdings for the unemployment trust not yet transferred at year end. The balance due from the Payroll Agency Fund to the General Fund of \$15,265 represents an imprest balance of \$15,000 and canceled balances of \$265 due to the General Fund.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 10 - Inventory

Inventory in the Food Service Fund as of June 30, 2016 consisted of the following:

Food	\$	25,455
Supplies		5,164
Total	\$	30,619

Note 11 - Contingent liabilities

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

Note 12 - Risk management

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

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

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

<u>Fiscal Year</u>	<u>Interest Earnings</u>	<u>Employee Deposits</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2015 - 2016	\$ 1,232	\$ 53,762	\$ (15,196)	\$ 584,329
2014 - 2015	1,142	52,698	(60,979)	544,531
2013 - 2014	1,339	52,590	(78,930)	551,670

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 13 - Legal reserve accounts

A Capital Reserve Account was established by the District for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The Capital Reserve Account is maintained in the General Fund and its activity is included in the General Fund annual budget.

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

Districts are allowed as per N.J.S.A. 18A:7F-41(a) & 41(b) to deposit to the legal reserves by board resolution during the month of June for any unanticipated revenue and/or unexpended line-item appropriation amounts. Pursuant to this State statute, the District deposited \$3,460,000 to their Capital Reserve Account and \$242,430 to their Maintenance Reserve account by board resolution in June 2016 as summarized in the following schedule.

The following schedule is a summarization of the Legal Reserve Accounts for the current year:

Reserve Type	Beginning Balance	District Contrib.	Interest Earnings	Return Unused Withdrawal	Withdrawal	Ending Balance
Capital	\$ 14,365,923	\$ 3,460,000	\$ 27,657	\$ 271,656	\$ (2,078,555)	\$16,046,681
Maintenance	2,871,211	242,430	-	31,570	(274,000)	2,871,211
Emergency	593,000	-	-	-	-	593,000
Total	<u>\$17,830,134</u>	<u>\$ 3,702,430</u>	<u>\$ 27,657</u>	<u>\$ 303,226</u>	<u>\$ (2,352,555)</u>	<u>\$19,510,892</u>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 14 - Fund balances - Budgetary basis

As described in Note 1 N-Fund Equity (Fund Balance) may be restricted, committed or assigned. An analysis of the General Fund Balance on June 30, 2016 and 2015 is as follows:

	2015	2016
Restricted		
Excess surplus - represents amount in excess of allowable percentage. In accordance with State statute, the excess surplus is designated for utilization in succeeding year's budgets.	\$ 3,964,834	\$ 3,986,862
Excess surplus - Designated for subsequent year's expenditures - represents amount in excess of allowable percentage appropriated in the succeeding year's budget to reduce tax requirements.	4,367,991	3,964,834
Committed		
Capital reserve account - represents funds restricted to capital projects in the Districts long range facilities plan.	14,365,923	16,046,681
Emergency reserve - represents funds accumulated to finance unanticipated General Fund expenditures required for a thorough and efficient education	593,000	593,000
Maintenance reserve - represents funds accumulated for the required maintenance of a facility in accordance with the EFCFA (N.J.S.A. 18A:76-9).	2,871,211	2,871,211
Assigned		
Year-end encumbrance - represents fund balance committed for purchase orders that have been issued but goods or services were not received as of June 30,	1,008,700	2,782,649
Designated for subsequent year's expenditures - represents amounts appropriated in succeeding year's budget for additional aid not utilized in current year's budget	6,262	-
Unassigned		
Undesignated - represents fund balance which has not been restricted or designated.	1,527,118	1,545,810
Total fund balance	\$ 28,705,039	\$ 31,791,047

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 15 - Calculation of excess surplus

In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, Ch. 73 (S1701), the designation for Reserved Fund Balance - Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey School Districts are required to reserve General Fund, fund balance at the fiscal year end of June 30, if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2016 is \$3,986,862.

Note 16 - Subsequent events

The District has evaluated subsequent events through November 28, 2016 which is the date the financial statements were available to be issued and no additional items were noted for disclosure.

Note 17 - Recent accounting pronouncements not yet effective

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

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

In December 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 78 "*Pension's Provided through Certain Multiple-Employer Defined Benefit Pension Plans*". This statement, which is effective for reporting periods beginning December 15, 2015, is not expected to have a material impact on the District's financial reporting.

In December 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 79 "*Certain External Investment Pools and Pool Participants*". This statement, which is effective for reporting periods beginning December 15, 2015, is not expected to have a material impact on the District's financial reporting.

In January 2016, the Governmental Accounting Standards Board (GASB) issued Statement No. 80 "*Blending Requirements for Certain Component Units - an amendment of GASB Statement No. 14*". This statement, which is effective for reporting periods beginning June 15, 2016, is not expected to have a material impact on the District's financial reporting.

In March 2016, the Governmental Accounting Standards Board (GASB) issued Statement No. 81 "*Irrevocable Split-Interest Agreements*". This statement, which is effective for reporting periods after June 15, 2016, is not expected to have a material impact on the District's financial reporting.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

- Note 17 - Recent accounting pronouncements not yet effective (continued)
In March 2016, the Governmental Accounting Standards Board (GASB) issued Statement No. 82 "*Pension Issues - an amendment of GASB Statements No. 67 and No. 73*". This statement is effective for reporting periods beginning June 15, 2016, except for the requirements of paragraph 7 in a circumstance in which an employer's pension liability is measured as of a date other than the employer's most recent fiscal year-end. In that circumstance, the requirements of paragraph 7 are effective for that employer in the first reporting period in which the measurement date of the pension liability is on or after June 15, 2017. This statement is not expected to have a material impact on the District's financial reporting.
- Note 18 - Deficit balance in unrestricted net position
The District is reporting a deficit balance in unrestricted net position for governmental activities as of June 30, 2016 of \$13,791,043 on Schedule A-1 "Statement of Net Position". The deficit balance is not a negative reflection on the District's financial condition, but is the result of reporting required by GASB Statement No. 68 Accounting and Financial Reporting for Pensions which allocates the proportionate share of the State's net pension liability for PERS to each contributing entity throughout the State.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2016

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
Local sources					
Local tax levy	\$ 49,568,121	\$ -	\$ 49,568,121	\$ 49,568,121	\$ -
Tuition from other LEAs within the State	-	-	-	176,781	176,781
Transportation fees from individuals	-	-	-	13,100	13,100
Transportation fees from other LEAs	-	-	-	52,215	52,215
Rents and royalties	-	-	-	58,450	58,450
Sale of property	-	-	-	11,035	11,035
Unrestricted miscellaneous revenues	210,000	-	210,000	575,772	365,772
Total	49,778,121	-	49,778,121	50,455,474	677,353
State sources					
School choice aid	219,616	-	219,616	219,616	-
Categorical transportation aid	308,410	-	308,410	308,410	-
Extraordinary aid	-	-	-	449,131	449,131
Categorical special education aid	1,840,406	-	1,840,406	1,840,406	-
Equalization aid	3,185,863	-	3,185,863	3,185,863	-
Categorical security aid	48,383	-	48,383	48,383	-
Other State aid	59,760	-	59,760	256,050	196,290
TPAF Pension (on-behalf)	-	-	-	1,687,701	1,687,701
TPAF Social Security (reimbursed)	-	-	-	1,522,127	1,522,127
TPAF Post retirement benefits	-	-	-	2,009,586	2,009,586
Total	5,662,438	-	5,662,438	11,527,273	5,864,835
Federal sources					
Medicaid reimbursement	24,154	-	24,154	89,337	65,183
Total	24,154	-	24,154	89,337	65,183
Total revenues	\$ 55,464,713	\$ -	\$ 55,464,713	\$ 62,072,084	\$ 6,607,371
EXPENDITURES					
Current					
Instruction - regular program					
Salaries of teachers					
Grades 9-12	\$ 15,276,531	\$ (14,420)	\$ 15,262,111	\$ 14,382,731	\$ 879,380
Home instruction					
Salaries of teacher	30,840	-	30,840	28,480	2,360
Purchased professional - educational services	30,000	2,277	32,277	32,274	3
Other purchased services	3,000	3,028	6,028	965	5,063
Regular programs - undistributed instruction					
Other salaries for instruction	246,270	3,700	249,970	242,202	7,768
Unused vacation payment to terminated/retired staff	70,000	(66,768)	3,232	3,232	-
Purchased technical services	12,000	(305)	11,695	9,381	2,314
Other purchased services	445,050	(12,460)	432,590	340,772	91,818
General supplies	1,072,400	(5,282)	1,067,118	910,140	156,978
Textbooks	160,875	(2,475)	158,400	146,608	11,792
Other objects	44,730	(11,415)	33,315	5,110	28,205
Total	17,391,696	(104,120)	17,287,576	16,101,895	1,185,681

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2016

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (cont'd)					
Special education					
Behavioral disabilities					
Salaries of teachers	\$ 135,320	\$ (4,109)	\$ 131,211	\$ 127,433	\$ 3,778
Other salaries for instruction	50,130	4,374	54,504	52,913	1,591
Other purchased services	6,100	-	6,100	4,616	1,484
General supplies	3,000	-	3,000	940	2,060
Textbooks	500	-	500	-	500
Other objects	4,000	-	4,000	-	4,000
Total	<u>199,050</u>	<u>265</u>	<u>199,315</u>	<u>185,902</u>	<u>13,413</u>
Resource room/resource center					
Salaries of teachers	2,756,560	(28,605)	2,727,955	2,491,407	236,548
Other salaries for instruction	720,810	73,660	794,470	749,498	44,972
Other purchased services	7,100	(3,100)	4,000	2,333	1,667
General supplies	11,825	8,725	20,550	20,509	41
Textbooks	7,750	(3,200)	4,550	4,329	221
Other objects	4,850	(2,425)	2,425	320	2,105
Total	<u>3,508,895</u>	<u>45,055</u>	<u>3,553,950</u>	<u>3,268,396</u>	<u>285,554</u>
Home instruction					
Salaries of teachers	25,940	-	25,940	9,110	16,830
Purchased professional - educational services	29,000	(900)	28,100	7,682	20,418
Other purchased services	3,000	900	3,900	3,808	92
Total	<u>57,940</u>	<u>-</u>	<u>57,940</u>	<u>20,600</u>	<u>37,340</u>
Total special education	<u>3,765,885</u>	<u>45,320</u>	<u>3,811,205</u>	<u>3,474,898</u>	<u>336,307</u>
Basic skills/remedial					
Salaries of teachers	104,750	(3,680)	101,070	71,946	29,124
Other salaries for instruction	27,370	(320)	27,050	23,225	3,825
Other purchased services	150	-	150	-	150
General supplies	1,500	4,000	5,500	3,656	1,844
Textbooks	2,000	-	2,000	-	2,000
Total	<u>135,770</u>	<u>-</u>	<u>135,770</u>	<u>98,827</u>	<u>36,943</u>
Bilingual education - instruction					
Salaries of teachers	87,520	-	87,520	77,115	10,405
General supplies	4,000	-	4,000	3,035	965
Textbooks	3,000	-	3,000	-	3,000
Other objects	500	-	500	105	395
Total	<u>95,020</u>	<u>-</u>	<u>95,020</u>	<u>80,255</u>	<u>14,765</u>
School - sponsored co/extra curricular activities - instruction					
Salaries	286,140	-	286,140	251,918	34,222
Purchased services	-	1,500	1,500	1,500	-
Supplies and materials	18,000	2,409	20,409	17,719	2,690
Other objects	14,000	(3,909)	10,091	9,424	667
Total	<u>318,140</u>	<u>-</u>	<u>318,140</u>	<u>280,561</u>	<u>37,579</u>

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2016

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (cont'd)					
School-sponsored athletics - instruction					
Salaries	\$ 1,120,346	\$ (6,106)	\$ 1,114,240	\$ 1,079,217	\$ 35,023
Unused vacation payment to terminated/retired staff	-	12,647	12,647	-	12,647
Purchased services	287,213	(20,422)	266,791	259,950	6,841
Supplies and materials	107,740	9,505	117,245	115,010	2,235
Other objects	14,715	-	14,715	11,605	3,110
Total	1,530,014	(4,376)	1,525,638	1,465,782	59,856
Instructional alternative ed program - instruction					
Salaries of teachers	83,200	-	83,200	41,733	41,467
Other purchased services	8,000	(1,400)	6,600	-	6,600
General supplies	-	1,400	1,400	1,400	-
Total	91,200	-	91,200	43,133	48,067
Total instruction regular	\$ 23,327,725	\$ (63,176)	\$ 23,264,549	\$ 21,545,351	\$ 1,719,198
Undistributed expenditures					
Undistributed expenditures - instruction					
Tuition to other LEAs within the State - regular	\$ 30,050	\$ 2,700	\$ 32,750	\$ 32,747	\$ 3
Tuition to other LEAs within the State - special	245,390	(125,382)	120,008	116,447	3,561
Tuition to county vocational school district - regular	628,050	-	628,050	613,283	14,767
Tuition to county vocational school district - special	530,660	31,728	562,388	550,415	11,973
Tuition to cssd & regional day schools	278,780	1,377	280,157	280,157	-
Tuition to priv. school for the disabled w/i state	1,510,410	(105,505)	1,404,905	1,386,769	18,136
Tuition to priv. sch. disabled & other LEAs-spl, o/s State	120,300	105,500	225,800	153,098	72,702
Tuition - State facilities	64,612	-	64,612	64,612	-
Tuition - other	232,810	89,582	322,392	310,887	11,505
Total	3,641,062	-	3,641,062	3,508,415	132,647
Undistributed expenditures - attendance & social work					
Other purchased services	7,500	-	7,500	-	7,500
Total	7,500	-	7,500	-	7,500
Undistributed expenditures - health services					
Salaries	391,055	-	391,055	341,944	49,111
Purchased professional and technical services	38,100	-	38,100	32,057	6,043
Other purchased services	5,000	-	5,000	2,862	2,138
Supplies and materials	34,425	-	34,425	16,315	18,110
Total	468,580	-	468,580	393,178	75,402
Undistributed expenditures - speech, ot, pt & related services					
Salaries	172,940	-	172,940	163,373	9,567
Purchased professional - educational services	97,000	-	97,000	54,956	42,044
Supplies and materials	500	-	500	491	9
Total	270,440	-	270,440	218,820	51,620
Undistributed expend - other supp. service stds. - extra service					
Salaries	438,680	33,082	471,762	454,023	17,739
Purchased professional - educational services	4,000	(4,000)	-	-	-
Supplies and materials	-	4,000	4,000	4,000	-
Total	442,680	33,082	475,762	458,023	17,739

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2016

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (cont'd)					
Undistributed expenditures - guidance					
Salaries of other professional staff	\$ 1,658,932	\$ (11,466)	\$ 1,647,466	\$ 1,598,368	\$ 49,098
Salaries of secretarial and clerical assistants	280,510	9,466	289,976	272,753	17,223
Purchased professional - educational services	3,200	550	3,750	2,746	1,004
Other purchased services	33,400	-	33,400	15,195	18,205
Supplies and materials	20,260	350	20,610	8,090	12,520
Other objects	3,700	1,100	4,800	1,698	3,102
Total	<u>2,000,002</u>	<u>-</u>	<u>2,000,002</u>	<u>1,898,850</u>	<u>101,152</u>
Undistributed expenditures - child study teams					
Salaries of other professional staff	1,118,730	(14,041)	1,104,689	1,046,310	58,379
Salaries of secretarial and clerical assistants	218,200	-	218,200	208,621	9,579
Unused vacation payment to terminated/retired staff	-	14,041	14,041	-	14,041
Other purchased professional & technical services	16,000	-	16,000	13,600	2,400
Other purchased services	10,366	(10,366)	-	-	-
Miscellaneous purchased service	-	6,666	6,666	3,610	3,056
Supplies and materials	6,000	3,700	9,700	9,491	209
Other objects	2,400	-	2,400	1,933	467
Total	<u>1,371,696</u>	<u>-</u>	<u>1,371,696</u>	<u>1,283,565</u>	<u>88,131</u>
Undistributed expenditures - improvement of inst. service					
Salaries of supervisor of instruction	1,074,260	1,382	1,075,642	1,075,642	-
Salaries of secretarial & clerical assist	110,330	(2)	110,328	110,328	-
Unused vacation payment to terminated/retired staff	-	24,860	24,860	-	24,860
Other purchased services	28,231	-	28,231	14,305	13,926
Supplies and materials	2,150	-	2,150	1,743	407
Other objects	11,400	-	11,400	10,278	1,122
Total	<u>1,226,371</u>	<u>26,240</u>	<u>1,252,611</u>	<u>1,212,296</u>	<u>40,315</u>
Undistributed expenditures - edu. media service/sch. library					
Salaries	1,046,400	-	1,046,400	1,003,940	42,460
Salaries of technology coordinators	87,160	1,214	88,374	88,374	-
Unused vacation payment to terminated/retired staff	-	2,219	2,219	-	2,219
Other purchased services	63,550	(964)	62,586	57,942	4,644
Supplies and materials	44,735	-	44,735	42,757	1,978
Other objects	1,000	(250)	750	382	368
Total	<u>1,242,845</u>	<u>2,219</u>	<u>1,245,064</u>	<u>1,193,395</u>	<u>51,669</u>
Undistributed expenditures - instructional staff training services					
Salaries of other professional staff	168,930	(38,000)	130,930	102,075	28,855
Purchased professional - educational services	33,400	-	33,400	11,400	22,000
Other purchased services	4,000	-	4,000	60	3,940
Supplies and materials	9,100	-	9,100	3,063	6,037
Other objects	2,500	-	2,500	-	2,500
Total	<u>217,930</u>	<u>(38,000)</u>	<u>179,930</u>	<u>116,598</u>	<u>63,332</u>

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2016

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (cont'd)					
Undistributed expend. - support service - general admin.					
Salaries	\$ 358,720	\$ 25,680	\$ 384,400	\$ 384,400	\$ -
Unused vacation payment to terminated/retired staff	-	14,817	14,817	-	14,817
Legal services	199,430	(65,680)	133,750	121,222	12,528
Audit fees	40,000	-	40,000	40,000	-
Other purchased professional services	15,000	110,183	125,183	37,600	87,583
Communications/telephone	65,000	-	65,000	57,621	7,379
BOE other purchased services	4,000	-	4,000	1,543	2,457
Miscellaneous purchased services	196,100	-	196,100	141,677	54,423
General supplies	13,450	-	13,450	5,273	8,177
BOE in-house training/meeting supplies	3,500	3,000	6,500	5,189	1,311
Miscellaneous expenditures	10,000	-	10,000	5,018	4,982
BOE membership dues and fees	35,000	(3,000)	32,000	25,657	6,343
Total	<u>940,200</u>	<u>85,000</u>	<u>1,025,200</u>	<u>825,200</u>	<u>200,000</u>
Undistributed expend. - support service - school admin.					
Salaries of principals/assistant principals	800,460	8,259	808,719	808,719	-
Salaries of secretarial and clerical assistants	346,734	(5,767)	340,967	330,569	10,398
Purchased professional and technical services	4,000	-	4,000	3,605	395
Other purchased services	25,265	(2,492)	22,773	7,254	15,519
Supplies and materials	14,500	-	14,500	7,156	7,344
Other objects	17,500	-	17,500	5,400	12,100
Total	<u>1,208,459</u>	<u>-</u>	<u>1,208,459</u>	<u>1,162,703</u>	<u>45,756</u>
Undistributed expenditures - central services					
Salaries	801,790	2,655	804,445	800,649	3,796
Unused vacation payment to terminated/retired staff	-	9,824	9,824	9,824	-
Purchased technical services	62,500	(2,655)	59,845	45,722	14,123
Miscellaneous purchased services	11,900	-	11,900	8,008	3,892
Supplies and materials	18,500	-	18,500	15,156	3,344
Other objects	4,000	-	4,000	3,751	249
Total	<u>898,690</u>	<u>9,824</u>	<u>908,514</u>	<u>883,110</u>	<u>25,404</u>
Undistributed expenditures - admin. info. technology					
Salaries	87,160	1,214	88,374	88,374	-
Other purchased services	3,500	(1,214)	2,286	572	1,714
Supplies and materials	17,000	-	17,000	14,946	2,054
Total	<u>107,660</u>	<u>-</u>	<u>107,660</u>	<u>103,892</u>	<u>3,768</u>
Undistributed expend. - required maint. for school facilities					
Salaries	510,910	5,043	515,953	432,913	83,040
Cleaning, repair, and maintenance services	458,300	244,000	702,300	592,659	109,641
General supplies	108,800	30,000	138,800	111,127	27,673
Total	<u>1,078,010</u>	<u>279,043</u>	<u>1,357,053</u>	<u>1,136,699</u>	<u>220,354</u>

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2016

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (cont'd)					
Undistributed expenditures - custodial services					
Salaries	\$ 1,512,822	\$ 4,461	\$ 1,517,283	\$ 1,261,107	\$ 256,176
Unused vacation payment to terminated/retired staff	-	15,003	15,003	14,421	582
Purchased professional and technical services	57,320	-	57,320	39,159	18,161
Cleaning, repair, and maintenance service	103,050	(11,500)	91,550	69,472	22,078
Other purchased property services	253,082	11,500	264,582	258,078	6,504
Insurance	208,100	-	208,100	196,395	11,705
Miscellaneous purchased services	4,000	(2,232)	1,768	1,768	-
General supplies	193,900	2,232	196,132	180,221	15,911
Energy (natural gas)	449,055	-	449,055	133,333	315,722
Energy (electricity)	1,317,650	-	1,317,650	756,318	561,332
Other objects	7,500	-	7,500	3,814	3,686
Total	4,106,479	19,464	4,125,943	2,914,086	1,211,857
Undistributed expenditures - care and upkeep of grounds					
Salaries	143,553	2,501	146,054	116,479	29,575
Cleaning, repair, and maintenance service	210,055	(2,500)	207,555	122,458	85,097
General supplies	43,800	-	43,800	23,260	20,540
Total	397,408	1	397,409	262,197	135,212
Undistributed expenditures - security					
Salaries	182,410	(3,202)	179,208	140,150	39,058
Unused vacation payment to terminated/retired staff	-	3,202	3,202	-	3,202
Purchased professional and technical services	82,230	-	82,230	82,230	-
Cleaning, repair, and maintenance service	41,400	-	41,400	10,671	30,729
General supplies	8,500	-	8,500	4,496	4,004
Other objects	500	-	500	-	500
Total	315,040	-	315,040	237,547	77,493
Undistributed expenditures - student transportation service					
Salaries for pupil trans (between home & school) - reg.	933,776	(22,322)	911,454	733,791	177,663
Salaries for pupil trans (between home & school) - sp ed	215,000	18,153	233,153	230,695	2,458
Salaries for pupil trans (other than between home & school)	19,783	1,061	20,844	-	20,844
Unused vacation payment to terminated/retired staff	-	5,108	5,108	-	5,108
Management fee - esc & ctsa trans. program	33,000	2,070	35,070	32,491	2,579
Other purchased professional and technical service	17,500	(170)	17,330	8,626	8,704
Cleaning, repair, & maint. services	18,450	4,850	23,300	17,656	5,644
Contract service-aid in lieu pymts - non-public schools	119,340	(27,871)	91,469	73,058	18,411
Contract service-aid in lieu pymts - choice school students	8,840	4,971	13,811	13,810	1
Contract services (between home & school) - vendors	743,500	(6,809)	736,691	726,376	10,315
Contr service (oth. than between home & school) - vend	343,370	-	343,370	299,765	43,605
Contr service (between home & school) - joint agreements	2,000	(578)	1,422	1,422	-
Contract service (sp ed stds) - vendors	40,000	(20,914)	19,086	17,600	1,486
Contract service (sp ed stds) - joint agreements	52,000	(43,574)	8,426	8,426	-
Contract service (reg. students) - escs & ctsas	-	26,000	26,000	24,664	1,336
Contract service (spl. ed. students) - escs & ctsas	600,000	60,450	660,450	609,550	50,900
Miscellaneous purchased services - transportation	87,530	-	87,530	63,970	23,560
General supplies	8,500	-	8,500	4,521	3,979
Transportation supplies	270,400	-	270,400	108,501	161,899
Other objects	14,000	(4,850)	9,150	6,575	2,575
Total	3,526,989	(4,425)	3,522,564	2,981,497	541,067

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2016

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (cont'd)					
Unallocated benefits - employee benefits					
Social security contributions	\$ 879,967	\$ 58,394	\$ 938,361	\$ 813,758	\$ 124,603
Other retirement contributions - PERS	910,990	(58,394)	852,596	801,937	50,659
Other retirement contributions - regular	20,000	-	20,000	11,555	8,445
Workmen's compensation	233,070	-	233,070	229,981	3,089
Health benefits	9,465,920	(245,499)	9,220,421	7,318,573	1,901,848
Tuition reimbursement	215,000	-	215,000	162,172	52,828
Other employee benefits	609,407	(499,130)	110,277	108,343	1,934
Unused sick payment to terminated/retired staff	-	590,374	590,374	217,752	372,622
Total	<u>12,334,354</u>	<u>(154,255)</u>	<u>12,180,099</u>	<u>9,664,071</u>	<u>2,516,028</u>
On-behalf TPAF pension contribution	\$ -	\$ -	\$ -	\$ 1,687,701	\$ (1,687,701)
On-behalf TPAF post retirement medical benefits	-	-	-	2,009,586	(2,009,586)
Reimbursed TPAF social security contribution	-	-	-	1,522,127	(1,522,127)
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,219,414</u>	<u>(5,219,414)</u>
Total undistributed expenditures	<u>\$ 35,802,395</u>	<u>\$ 258,193</u>	<u>\$ 36,060,588</u>	<u>\$ 35,673,556</u>	<u>\$ 387,032</u>
Total current	<u>\$ 59,130,120</u>	<u>\$ 195,017</u>	<u>\$ 59,325,137</u>	<u>\$ 57,218,907</u>	<u>\$ 2,106,230</u>
Capital outlay					
Equipment					
Grades 9-12	\$ 75,500	\$ 70,183	\$ 145,683	\$ 83,766	\$ 61,917
Vocational programs					
School-sponsored and other instructional programs	9,500	4,376	13,876	5,571	8,305
Undistributed					
Undistributed expenditures - custodial services	15,000	-	15,000	7,000	8,000
Undistributed expenditures - care and upkeep of grounds	14,000	-	14,000	-	14,000
Undistributed expenditures - security	20,000	-	20,000	-	20,000
Undistributed expenditures student transportation	8,500	4,425	12,925	12,925	-
School buses - regular	135,000	16,552	151,552	-	151,552
School buses - special	75,000	(16,553)	58,447	-	58,447
Total equipment	<u>352,500</u>	<u>78,983</u>	<u>431,483</u>	<u>109,262</u>	<u>322,221</u>
Facilities acquisition and construction service					
Architectural/engineering services	305,467	(9,895)	295,572	25,698	269,874
Other purchased professional and technology services	-	7,300	7,300	7,265	35
Construction services	874,200	2,078,555	2,952,755	1,630,543	1,322,212
Assessment for debt service on SDA funding	179,117	-	179,117	179,117	-
Total facilities acquisition and construction service	<u>1,358,784</u>	<u>2,075,960</u>	<u>3,434,744</u>	<u>1,842,623</u>	<u>1,592,121</u>
Total capital outlay	<u>\$ 1,711,284</u>	<u>\$ 2,154,943</u>	<u>\$ 3,866,227</u>	<u>\$ 1,951,885</u>	<u>\$ 1,914,342</u>
Total expenditures	<u>\$ 60,841,404</u>	<u>\$ 2,349,960</u>	<u>\$ 63,191,364</u>	<u>\$ 59,170,792</u>	<u>\$ 4,020,572</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (5,376,691)</u>	<u>\$ (2,349,960)</u>	<u>\$ (7,726,651)</u>	<u>\$ 2,901,292</u>	<u>\$ 10,627,943</u>

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2016

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (cont'd)					
Other financing sources (uses)					
Proceeds from sale of capital assets	\$ -	\$ -	\$ -	\$ 3,000	\$ 3,000
Operating transfer in					
Transfers - transportation enterprise fund		-	-	181,716	181,716
Capital reserve - transfer to capital projects fund	(6,417,400)	-	(6,417,400)	-	6,417,400
Total other financing sources (uses)	<u>(6,417,400)</u>	<u>-</u>	<u>(6,417,400)</u>	<u>184,716</u>	<u>6,602,116</u>
Excess (deficiency) of revenues & other financing sources					
Over (under) expenditures & other financing uses	(11,794,091)	(2,349,960)	(14,144,051)	3,086,008	17,230,059
Fund balances, July 1	28,705,039	-	28,705,039	28,705,039	-
Fund balances, June 30	<u>\$ 16,910,948</u>	<u>\$ (2,349,960)</u>	<u>\$ 14,560,988</u>	<u>\$ 31,791,047</u>	<u>\$ 17,230,059</u>
Recapitulation of excess (deficiency) of revenues over (under) expenditures					
Adjustment for prior year encumbrances	\$ (1,008,700)	\$ -	\$ (1,008,700)	\$ (1,008,700)	\$ -
Increase in capital reserve	-	3,731,656	3,731,656	3,731,656	-
Interest deposit to capital reserve	-	-	-	27,657	27,657
Withdrawal from capital reserve	(6,417,400)	(2,078,555)	(8,495,955)	(2,078,555)	6,417,400
Increase in maintenance reserve	-	274,000	274,000	274,000	-
Withdrawal from maintenance reserve	-	(274,000)	(274,000)	(274,000)	-
Budgeted fund balance	(4,367,991)	(4,003,061)	(8,371,052)	2,413,950	10,785,002
Total	<u>\$ (11,794,091)</u>	<u>\$ (2,349,960)</u>	<u>\$ (14,144,051)</u>	<u>\$ 3,086,008</u>	<u>\$ 17,230,059</u>
Recapitulation of fund balance					
Restricted fund balance					
Excess surplus - designated for subsequent year's expenditures				\$ 3,964,834	
Excess surplus - current year				3,986,862	
Committed fund balance					
Capital reserve				16,046,681	
Emergency reserve				593,000	
Maintenance reserve				2,871,211	
Assigned fund balance					
Year-end encumbrances				2,782,649	
Unassigned fund balance				<u>1,545,810</u>	
Fund balance per budgetary basis				31,791,047	
Reconciliation to governmental statements (GAAP)					
Last State aid payments not recognized on GAAP basis				<u>(511,557)</u>	
Fund balance per governmental funds (GAAP)				<u>\$ 31,279,490</u>	

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Combining Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget And Actual
General Fund
For the Fiscal Year Ended June 30, 2016

(NOT APPLICABLE TO THIS REPORT)

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Budgetary Comparison Schedule
Special Revenue Fund
For the Fiscal Year Ended June 30, 2016

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues					
Local sources	\$ 110,283	\$ -	\$ 110,283	\$ 68,538	\$ (41,745)
State sources	2,663	-	2,663	2,663	-
Federal sources	704,114	-	704,114	701,233	(2,881)
Total revenues	\$ 817,060	\$ -	\$ 817,060	\$ 772,434	\$ (44,626)
Expenditures					
Instruction					
Salaries	\$ 29,386	\$ -	\$ 29,386	\$ 29,386	\$ -
Purchased professional & technical services	20,000	-	20,000	20,000	-
Other purchased services	555,456	(500)	554,956	554,956	-
General supplies	107,345	500	107,845	66,100	41,745
Total	712,187	-	712,187	670,442	41,745
Support services					
Salaries	974	-	974	974	-
Personal services - employee benefits	2,322	-	2,322	2,322	-
Other purchased services	46,977	(601)	46,376	43,495	2,881
Supplies & materials	4,600	601	5,201	5,201	-
Total	54,873	-	54,873	51,992	2,881
Facilities acquisition and construction services					
Instructional equipment	50,000	-	50,000	50,000	-
Total	50,000	-	50,000	50,000	-
Total expenditures	\$ 817,060	\$ -	\$ 817,060	\$ 772,434	\$ 44,626

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Required Supplementary Information
Budget-to-GAAP Reconciliation

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

<u>Sources/Inflows of Resources</u>	<u>General Fund</u>	<u>Special Revenue Fund</u>
Actual amounts (budgetary) "revenues" from the budgetary comparison schedules	\$ 62,072,084	\$ 772,434
Difference - budget to GAAP		
Donations of capital assets are not recognized for budgetary basis purposes but treated as revenues and additional expenditures for GAAP purposes	10,849	-
The last State aid payment is recognized as revenue for budgetary purposes, and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expenses (GASB 33) :		
State aid receivable prior year	497,250	-
State aid receivable current year	<u>(511,557)</u>	<u>-</u>
Total revenues (GAAP basis)	<u>\$ 62,068,626</u>	<u>\$ 772,434</u>
<u>Uses/Outflows of Resources</u>		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	\$ 59,170,792	\$ 772,434
Differences - budget to GAAP		
Donations of capital assets are not recognized for budgetary basis purposes but treated as revenues and additional expenditures for GAAP purposes	<u>10,849</u>	<u>-</u>
Total expenditures (GAAP basis)	<u>\$ 59,181,641</u>	<u>\$ 772,434</u>

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net Pension Liability - Teacher's Pension and Annuity Fund
Last Ten Fiscal Years

	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
District's proportion of the net pension liability (asset) - percentage	N/A	0.00%	0.00%	0.00%	N/A	N/A	N/A	N/A	N/A	N/A
District's proportion of the net pension liability (asset) - value	N/A	\$ -	\$ -	\$ -	N/A	N/A	N/A	N/A	N/A	N/A
State's proportionate share of the net pension liability (asset) associated with the District	N/A	126,805,300	111,121,367	108,878,283	N/A	N/A	N/A	N/A	N/A	N/A
Total	\$ -	\$ 126,805,300	\$ 111,121,367	\$ 108,878,283	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered employee payroll	\$ -	\$ 21,463,051	\$ 21,167,613	\$ 19,898,518	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's proportionate share of the net pension liability (asset) as a percentage of its covered employee payroll	N/A	0.00%	0.00%	0.00%	N/A	N/A	N/A	N/A	N/A	N/A
Plan fiduciary net position as a percentage of the total pension liability	0.00%	28.71%	33.64%	33.76%	N/A	N/A	N/A	N/A	N/A	N/A

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Schedule of District Contributions - Teacher's Pension and Annuity Fund
Last Ten Fiscal Years

	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Contractually required contribution	\$ 1,687,701	\$ 1,084,667	\$ 879,547	\$ 1,392,035	\$ 681,334	\$ 66,234	\$ 70,327	\$ 68,254	\$ 1,449,842	\$ 1,403,309
Contributions in relation to the contractually required contribution	(1,687,701)	(1,084,667)	(879,547)	(1,392,035)	(681,334)	(66,234)	(70,327)	(68,254)	(1,449,842)	(1,403,309)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered employee payroll	\$ 21,254,978	\$ 21,463,054	\$ 21,167,613	\$ 19,898,518	\$ 20,030,994	\$ 20,712,793	\$ 21,304,581	\$ 20,872,153	\$ 19,788,936	\$ 18,729,330
Contributions as a percentage of covered employee payroll	7.94%	5.05%	4.16%	7.00%	3.40%	0.32%	0.33%	0.33%	7.33%	7.49%

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net Pension Liability - Public Employees Retirement System
Last Ten Fiscal Years

	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
District's proportion of the net pension liability (asset) - percentage	N/A	0.1079908869%	0.1059288304%	0.1065517934%	N/A	N/A	N/A	N/A	N/A	N/A
District's proportion of the net pension liability (asset) - value	N/A	\$ 24,241,790	\$ 19,832,774	\$ 20,364,165	N/A	N/A	N/A	N/A	N/A	N/A
District's covered employee payroll	N/A	7,439,392	7,383,978	7,163,447	N/A	N/A	N/A	N/A	N/A	N/A
District's proportionate share of the net pension liability (asset) as a percentage of its covered employee payroll	N/A	325.86%	268.59%	284.28%	N/A	N/A	N/A	N/A	N/A	N/A
Plan fiduciary net position as a percentage of the total pension liability	N/A	47.93%	52.08%	48.72%	N/A	N/A	N/A	N/A	N/A	N/A

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Schedule of District Contributions - Public Employees Retirement System
Last Ten Fiscal Years

	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Contractually required contribution	\$ 928,432	\$ 873,262	\$ 802,846	\$ 806,536	\$ 883,792	\$ 863,212	\$ 647,871	\$ 541,539	\$ 392,160	\$ 212,814
Contributions in relation to the contractually required contribution	(928,432)	(873,262)	(802,846)	(806,536)	(883,792)	(863,212)	(647,871)	(541,539)	(392,160)	(212,814)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered employee payroll	\$ 7,420,679	\$ 7,439,392	\$ 7,383,978	\$ 7,163,447	\$ 7,167,189	\$ 7,312,609	\$ 7,943,221	\$ 7,695,279	\$ 7,049,832	\$ 6,478,273
Contributions as a percentage of covered employee payroll	12.51%	11.74%	10.87%	11.26%	12.33%	11.80%	8.16%	7.04%	5.56%	3.29%

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Required Supplementary Information - Part III
(Unaudited)
June 30, 2016

Note 1 - Special funding situation - TPAF

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

SPECIAL REVENUE FUND

DETAIL STATEMENTS

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues And Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2016

	NCLB Title IA	NCLB Title IIA	NCLB Title III	NCLB Title III Immigrant	IDEA Basic	NJ Non-public	NJ ETTC Stand 8	Local Grants	Total
Revenues									
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 68,538	\$ 68,538
State sources	-	-	-	-	-	1,615	1,048	-	2,663
Federal sources	58,734	43,314	24,562	3,767	570,856	-	-	-	701,233
Total revenues	<u>\$ 58,734</u>	<u>\$ 43,314</u>	<u>\$ 24,562</u>	<u>\$ 3,767</u>	<u>\$ 570,856</u>	<u>\$ 1,615</u>	<u>\$ 1,048</u>	<u>\$ 68,538</u>	<u>\$ 772,434</u>
Expenditures									
Instruction									
Salaries	\$ 29,386	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 29,386
Purchased professional & technical services	-	-	-	-	20,000	-	-	-	20,000
Other purchased services	24,100	-	-	-	530,856	-	-	-	554,956
General supplies	3,000	-	24,562	-	20,000	-	-	18,538	66,100
Total	<u>56,486</u>	<u>-</u>	<u>24,562</u>	<u>-</u>	<u>570,856</u>	<u>-</u>	<u>-</u>	<u>18,538</u>	<u>670,442</u>
Support services									
Salaries	-	-	-	-	-	-	974	-	974
Personal services - employee benefits	2,248	-	-	-	-	-	74	-	2,322
Other purchased services	-	39,314	-	2,566	-	1,615	-	-	43,495
Supplies & materials	-	4,000	-	1,201	-	-	-	-	5,201
Total	<u>2,248</u>	<u>43,314</u>	<u>-</u>	<u>3,767</u>	<u>-</u>	<u>1,615</u>	<u>1,048</u>	<u>-</u>	<u>51,992</u>
Facility acquisition and construction services									
Instructional equipment	-	-	-	-	-	-	-	50,000	50,000
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>50,000</u>	<u>50,000</u>
Total expenditures	<u>\$ 58,734</u>	<u>\$ 43,314</u>	<u>\$ 24,562</u>	<u>\$ 3,767</u>	<u>\$ 570,856</u>	<u>\$ 1,615</u>	<u>\$ 1,048</u>	<u>\$ 68,538</u>	<u>\$ 772,434</u>

See independent auditors' report.

CAPITAL PROJECTS FUND

DETAIL STATEMENTS

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Fund
Summary Schedule of Project Expenditures
For the Fiscal Year Ended June 30, 2016

Description	Approval Date	Revised Budgetary Appropriations	GAAP Expenditures to Date		Unexpended Appropriations 06/30/16
			Prior Years	Current Year	
11/12 Wing room 705 little theatre renovations	6/4/10	\$ 1,024,878	\$ 990,456	\$ -	\$ 34,422
11/12 Wing emergency generator replacement	6/4/10	744,069	638,043	-	106,026
Television studio renovations	6/4/10	575,056	553,694	-	21,362
11/12 Wing electrical power upgrades	6/17/14	663,063	314,408	-	348,655
Video camera system replacement	6/17/14	638,340	565,849	-	72,491
11/12 Wing roof replacement	6/17/14	<u>1,373,000</u>	<u>1,327,696</u>	<u>-</u>	<u>45,304</u>
		<u>\$ 5,018,406</u>	<u>\$ 4,390,146</u>	<u>\$ -</u>	<u>\$ 628,260</u>

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Fund
Summary Schedule of Revenues, Expenditures,
and Changes in Net Position - Budgetary Basis
For the Fiscal Year Ended June 30, 2016

Fund balance - beginning	<u>\$ 628,260</u>
Fund balance - ending	<u><u>\$ 628,260</u></u>

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance and Project Status
Budgetary Basis
Rod Phase 2 Projects
Grades 11/12 Wing Room 705 Little Theatre Renovations
For the Fiscal Year Ended June 30, 2016

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
Transfer from capital reserve	\$ 638,127	\$ -	\$ 638,127	\$ 638,127
State sources - NJ SDA ROD grant	386,751	-	386,751	386,751
Total revenues	<u>1,024,878</u>	<u>-</u>	<u>1,024,878</u>	<u>1,024,878</u>
Expenditures and other financing uses				
Purchased professional & technical services	84,822	-	84,822	84,822
Construction services	905,634	-	905,634	905,634
Return of unused local funding to general fund	-	-	-	34,422
Total expenditures	<u>990,456</u>	<u>-</u>	<u>990,456</u>	<u>1,024,878</u>
Excess (deficiency) of revenues over (under) Expenditures	<u>\$ 34,422</u>	<u>\$ -</u>	<u>\$ 34,422</u>	<u>\$ -</u>
Additional project information				
Project number		2300-050-09-1008		
Grant date		6/4/2010		
Bond authorized date		N/A		
Bonds authorized		N/A		
Bonds issued		N/A		
Original authorized cost		1,024,878		
Reduced authorized cost		-		
Revised authorized cost		1,024,878		
Percentage completion		97%		

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance and Project Status
Budgetary Basis
Rod Phase 2 Projects
Grades 11/12 Wing Emergency Generator Replacement
For the Fiscal Year Ended June 30, 2016

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
Transfer from capital reserve	\$ 488,852	\$ -	\$ 488,852	\$ 488,852
State sources - NJ SDA ROD grant	255,217	-	255,217	255,217
Total revenues	<u>744,069</u>	<u>-</u>	<u>744,069</u>	<u>744,069</u>
Expenditures and other financing uses				
Purchased professional & technical services	42,093	-	42,093	42,093
Construction services	595,950	-	595,950	595,950
Return of unused local funding to general fund	-	-	-	106,026
Total expenditures	<u>638,043</u>	<u>-</u>	<u>638,043</u>	<u>744,069</u>
Excess (deficiency) of revenues over (under) Expenditures	<u>\$ 106,026</u>	<u>\$ -</u>	<u>\$ 106,026</u>	<u>\$ -</u>
Additional project information				
Project number		2300-050-09-1013		
Grant date		6/4/2010		
Bond authorized date		N/A		
Bonds authorized		N/A		
Bonds issued		N/A		
Original authorized cost		785,420		
Reduced authorized cost		(41,351)		
Revised authorized cost		744,069		
Percentage completion		86%		

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance and Project Status
Budgetary Basis
Rod Phase 2 Projects
Television Studio Renovations
For the Fiscal Year Ended June 30, 2016

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
Transfer from capital reserve	\$ 358,034	\$ -	\$ 358,034	\$ 358,034
State sources - NJ SDA ROD grant	217,022	-	217,022	217,022
Total revenues	<u>575,056</u>	<u>-</u>	<u>575,056</u>	<u>575,056</u>
Expenditures and other financing uses				
Purchased professional & technical services	58,800	-	58,800	58,800
Construction services	494,894	-	494,894	494,894
Return of unused local funding to general fund	-	-	-	21,362
Total expenditures	<u>553,694</u>	<u>-</u>	<u>553,694</u>	<u>575,056</u>
Excess (deficiency) of revenues over (under) Expenditures	<u>\$ 21,362</u>	<u>\$ -</u>	<u>\$ 21,362</u>	<u>\$ -</u>
Additional project information				
Project number		2300-050-09-1016		
Grant date		6/4/2010		
Bond authorized date		N/A		
Bonds authorized		N/A		
Bonds issued		N/A		
Original authorized cost		575,056		
Reduced authorized cost		-		
Revised authorized cost		575,056		
Percentage completion		96%		

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance and Project Status
Budgetary Basis
Rod Phase 4 Projects
Grades 11/12 Wing Electrical Power Upgrades
For the Fiscal Year Ended June 30, 2016

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
Transfer from capital reserve	\$ 537,300	\$ -	\$ 537,300	\$ 537,300
State sources - NJ SDA ROD grant	125,763	-	125,763	125,763
Total revenues	<u>663,063</u>	<u>-</u>	<u>663,063</u>	<u>663,063</u>
Expenditures and other financing uses				
Purchased professional & technical services	52,663	-	52,663	62,900
Construction services	261,745	-	261,745	573,963
Fees and permits	-	-	-	26,200
Total expenditures	<u>314,408</u>	<u>-</u>	<u>314,408</u>	<u>663,063</u>
Excess (deficiency) of revenues over (under) Expenditures	<u>\$ 348,655</u>	<u>\$ -</u>	<u>\$ 348,655</u>	<u>\$ -</u>
Additional project information				
Project number		2300-050-14-1003		
Grant date		6/7/2014		
Bond authorized date		N/A		
Bonds authorized		N/A		
Bonds issued		N/A		
Original authorized cost		895,500		
Reduced authorized cost		(232,437)		
Revised authorized cost		663,063		
Percentage completion		47%		

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance and Project Status
Budgetary Basis
Rod Phase 4 Projects
Video Camera System Replacement
For the Fiscal Year Ended June 30, 2016

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
Transfer from capital reserve	\$ 408,000	\$ -	\$ 408,000	\$ 408,000
State sources - NJ SDA ROD grant	230,340	-	230,340	230,340
Total revenues	<u>638,340</u>	<u>-</u>	<u>638,340</u>	<u>638,340</u>
Expenditures and other financing uses				
Purchased professional & technical services	43,149	-	43,149	14,000
Construction services	522,700	-	522,700	618,340
Fees and permits	-	-	-	6,000
Total expenditures	<u>565,849</u>	<u>-</u>	<u>565,849</u>	<u>638,340</u>
Excess (deficiency) of revenues over (under) Expenditures	<u>\$ 72,491</u>	<u>\$ -</u>	<u>\$ 72,491</u>	<u>\$ -</u>
Additional project information				
Project number		2300-050-14-1013		
Grant date		6/7/2014		
Bond authorized date		N/A		
Bonds authorized		N/A		
Bonds issued		N/A		
Original authorized cost		680,000		
Reduced authorized cost		(41,660)		
Revised authorized cost		638,340		
Percentage completion		89%		

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HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance and Project Status
Budgetary Basis
Rod Phase 4 Projects
11/12 Wing Roof Replacement
For the Fiscal Year Ended June 30, 2016

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
Transfer from capital reserve	\$ 823,800	\$ -	\$ 823,800	\$ 823,800
State sources - NJ SDA ROD grant	549,200	-	549,200	549,200
Total revenues	<u>1,373,000</u>	<u>-</u>	<u>1,373,000</u>	<u>1,373,000</u>
Expenditures and other financing uses				
Purchased professional & technical services	77,986	-	77,986	86,500
Construction services	1,249,710	-	1,249,710	1,249,710
Fees and permits	-	-	-	36,790
Total expenditures	<u>1,327,696</u>	<u>-</u>	<u>1,327,696</u>	<u>1,373,000</u>
Excess (deficiency) of revenues over (under) Expenditures	<u>\$ 45,304</u>	<u>\$ -</u>	<u>\$ 45,304</u>	<u>\$ -</u>
Additional project information				
Project number		2300-050-14-1014		
Grant date		6/7/2014		
Bond authorized date		N/A		
Bonds authorized		N/A		
Bonds issued		N/A		
Original authorized cost		1,373,000		
Reduced authorized cost		-		
Revised authorized cost		1,373,000		
Percentage completion		97%		

See independent auditors' report.

PROPRIETARY FUND

DETAIL STATEMENTS

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Combining Statement of Fund Net Position
Enterprise Funds
June 30, 2016

	Food Service Fund	Transportation Fund	Total
Assets			
Current assets			
Cash and cash equivalents	\$ 144,825	\$ 1,149,812	\$ 1,294,637
Receivables from other governments			
State	230	-	230
Federal	6,837	-	6,837
Inventory	30,619	-	30,619
Total current assets	<u>182,511</u>	<u>1,149,812</u>	<u>1,332,323</u>
Noncurrent assets			
Capital assets	912,039	-	912,039
Less: accumulated depreciation	<u>732,750</u>	<u>-</u>	<u>732,750</u>
Total noncurrent assets	<u>179,289</u>	<u>-</u>	<u>179,289</u>
Total assets	<u>361,800</u>	<u>1,149,812</u>	<u>1,511,612</u>
Liabilities			
Current liabilities			
Accounts payable	3,453	16,161	19,614
Payable to local governments	-	651,758	651,758
Unearned revenues	<u>29,726</u>	<u>-</u>	<u>29,726</u>
Total liabilities	<u>33,179</u>	<u>667,919</u>	<u>701,098</u>
Net position			
Net investment in capital assets	179,289	-	179,289
Unrestricted	<u>149,332</u>	<u>481,893</u>	<u>631,225</u>
Total net position	<u>\$ 328,621</u>	<u>\$ 481,893</u>	<u>\$ 810,514</u>

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position
Enterprise Funds
For the Fiscal Year Ended June 30, 2016

	Food Service Fund	Transportation Fund	Total
Operating revenues			
Charges for services			
Daily sales - reimbursable programs	\$ 353,745	\$ -	\$ 353,745
Daily sales - non-reimbursable programs	803,480	-	803,480
Summer program fees	-	4,405,025	4,405,025
Total operating revenues	<u>1,157,225</u>	<u>4,405,025</u>	<u>5,562,250</u>
Operating expenses			
Cost of sales - reimbursable programs	212,877	-	212,877
Cost of sales - non-reimbursable programs	396,961	-	396,961
Salaries	434,996	1,253,758	1,688,754
Employee benefits	146,585	761,850	908,435
Other purchased professional and technical services	-	28,376	28,376
Purchased property services	22,243	17,912	40,155
Contracted services - transportation	-	1,658,312	1,658,312
Insurance	4,714	49,041	53,755
Management fee	52,196	14,490	66,686
Other purchased services	5,520	3,950	9,470
General supplies	34,449	4,971	39,420
Transportation supplies (including gasoline)	-	108,812	108,812
Utilities	-	10,978	10,978
Acquisition of vehicles and other equipment	-	12,925	12,925
Depreciation	23,252	-	23,252
Miscellaneous	-	6,575	6,575
Total operating expenses	<u>1,333,793</u>	<u>3,931,950</u>	<u>5,265,743</u>
Operating income (loss)	<u>(176,568)</u>	<u>473,075</u>	<u>296,507</u>
Non-operating revenues (expenses)			
State sources			
State school lunch program	4,999	-	4,999
Federal sources			
National school breakfast program	17,260	-	17,260
National school lunch program			
Cash assistance	115,505	-	115,505
Non cash assistance (commodities)	38,108	-	38,108
Miscellaneous	-	3,678	3,678
Total non-operating revenues (expenses)	<u>175,872</u>	<u>3,678</u>	<u>179,550</u>
Other financing sources (uses)			
Transfer out to the general fund	-	(181,716)	(181,716)
Refund of prior year revenue	-	(111,044)	(111,044)
Total other financing sources (uses)	<u>-</u>	<u>(292,760)</u>	<u>(292,760)</u>
Change in net position	(696)	183,993	183,297
Net position, beginning	<u>329,317</u>	<u>297,900</u>	<u>627,217</u>
Net position, ending	<u>\$ 328,621</u>	<u>\$ 481,893</u>	<u>\$ 810,514</u>

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Combining Statement of Cash Flows
Enterprise Funds
For the Fiscal Year Ended June 30, 2016

	Food Service Fund	Transportation Fund	Total
Cash flows from operating activities			
Receipts from services provided (net)	\$ 1,160,348	\$ 4,405,025	\$ 5,565,373
Payments to employees	(43,017)	(1,253,758)	(1,296,775)
Payments for employee benefits	(3,291)	(761,850)	(765,141)
Payments to Food Service Management Co.	(1,209,007)	-	(1,209,007)
Payments to vendors and customers (net)	(23,445)	(1,820,730)	(1,844,175)
Net cash provided by (used for) operating activities	<u>(118,412)</u>	<u>568,687</u>	<u>450,275</u>
Cash flows from non-capital financing activities			
State sources	5,204	-	5,204
Federal sources	132,965	-	132,965
Miscellaneous	-	3,678	3,678
Refund of prior year revenue	-	(292,760)	(292,760)
Net cash provided by (used for) non-capital financing activities	<u>138,169</u>	<u>(289,082)</u>	<u>(150,913)</u>
Cash flows from capital and related financing activities			
Acquisition of capital assets	(24,268)	-	(24,268)
Net cash provided by (used for) investing activities	<u>(24,268)</u>	<u>-</u>	<u>(24,268)</u>
Net increase (decrease) in cash and cash equivalents	(4,511)	279,605	275,094
Cash and cash equivalents, beginning	149,336	870,207	1,019,543
Cash and cash equivalents, ending	<u>\$ 144,825</u>	<u>\$ 1,149,812</u>	<u>\$ 1,294,637</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities			
Operating income (loss)	\$ (176,568)	\$ 473,075	\$ 296,507
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities			
Depreciation	23,252	-	23,252
Federal food donation program	38,108	-	38,108
(Increase) decrease in accounts receivable	-	7,721	7,721
(Increase) decrease in inventory	1,570	-	1,570
Increase (decrease) in accounts payable	(8,828)	15,702	6,874
Increase (decrease) in payable to local governments - current year revenue	-	72,189	72,189
Increase (decrease) in unearned revenues	4,054	-	4,054
Net cash provided by (used for) operating activities	<u>\$ (118,412)</u>	<u>\$ 568,687</u>	<u>\$ 450,275</u>

See independent auditors' report.

FIDUCIARY FUND

DETAIL STATEMENTS

Fiduciary funds are used to account for funds received by the School District as an agent for individuals, private organizations, other government and/or other funds.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Combining Schedule of Net Position
Fiduciary Funds
June 30, 2016

	Unemployment Compensation Fund	Private Purpose Scholarship Fund	Student Activity Agency Fund	Payroll Agency Fund	Miscellaneous Agency Fund	Total
Assets						
Cash and cash equivalents	\$ 523,795	\$ 252,369	\$ 676,419	\$ 160,702	\$ -	\$ 1,613,285
Due from other funds	53,762	-	-	-	-	53,762
Due from Federal government	-	-	-	12,841	-	12,841
Due from State governments	7,417	-	-	-	-	7,417
Due from local governments	-	-	-	-	6,836	6,836
Accounts receivable - other	-	-	-	1,636	-	1,636
Total assets	584,974	252,369	676,419	175,179	6,836	1,695,777
Liabilities						
Accounts payable	645	-	-	-	-	645
Due to other funds	-	-	-	69,027	6,651	75,678
Unearned revenue	-	-	-	-	185	185
Due to student groups	-	-	676,419	-	-	676,419
Payroll deductions & withholdings	-	-	-	106,152	-	106,152
Total liabilities	645	-	676,419	175,179	6,836	859,079
Net position						
Held in trust for unemployment claims	584,329	-	-	-	-	584,329
Reserve for scholarship funds	-	252,369	-	-	-	252,369
Total net position	584,329	252,369	-	-	-	836,698
Total liabilities and net position	\$ 584,974	\$ 252,369	\$ 676,419	\$ 175,179	\$ 6,836	\$ 1,695,777

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Combining Schedule of Changes in Fiduciary Net Position
For the Fiscal Year Ended June 30, 2016

	Unemployment Compensation Fund	Private Purpose Scholarship Fund	Total
Additions			
Contributions			
Employees	\$ 53,762	\$ -	\$ 53,762
Other	-	42,533	42,533
Investment earnings			
Interest	1,232	-	1,232
Total additions	<u>54,994</u>	<u>42,533</u>	<u>97,527</u>
Deductions			
Scholarships awarded	-	79,025	79,025
Unemployment claims	15,196	-	15,196
Total deductions	<u>15,196</u>	<u>79,025</u>	<u>94,221</u>
Change in net position	39,798	(36,492)	3,306
Net position - beginning of the year	<u>544,531</u>	<u>288,861</u>	<u>833,392</u>
Net position - end of the year	<u>\$ 584,329</u>	<u>\$ 252,369</u>	<u>\$ 836,698</u>

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Student Activity Agency Fund
Schedule of Receipts & Disbursements
For the Fiscal Year Ended June 30, 2016

	Balance 07/01/15	Additions	Deletions	Balance 06/30/16
Assets				
Cash and cash equivalents	\$ 680,730	\$ 949,125	\$ 953,436	\$ 676,419
Total assets	\$ 680,730	\$ 949,125	\$ 953,436	\$ 676,419
Liabilities				
Due to student groups				
Student activities	\$ 680,730	\$ 762,240	\$ 769,170	\$ 673,800
Athletic activities	-	186,885	184,266	2,619
Total liabilities	\$ 680,730	\$ 949,125	\$ 953,436	\$ 676,419

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Payroll Agency Fund
Schedule of Receipts & Disbursements
For the Fiscal Year Ended June 30, 2016

	Balance 07/01/15	Additions	Deletions	Balance 06/30/16
Assets				
Cash and cash equivalents	\$ 202,829	\$ 37,185,076	\$ 37,227,203	\$ 160,702
Due from Federal government	-	12,841	-	12,841
Accounts receivable - other	-	1,636	-	1,636
Total assets	\$ 202,829	\$ 37,199,553	\$ 37,227,203	\$ 175,179
Liabilities				
Payroll deductions and withholdings				
Due to other funds	\$ 105,288	\$ 15,000	\$ 51,261	\$ 69,027
Net payroll	431	20,679,138	20,678,649	920
Payroll agency	97,110	16,505,415	16,497,293	105,232
Total liabilities	\$ 202,829	\$ 37,199,553	\$ 37,227,203	\$ 175,179

See independent auditors' report.

LONG-TERM DEBT SCHEDULES

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Long-Term Debt
Schedule of Serial Bonds
For the Fiscal Year Ended June 30, 2016

Issue	Date of Issue	Amount of Issue	Annual Maturities		Interest Rate	Balance 7/1/15	Issued	Retired	Balance 6/30/16
			Date	Amount					
ERIP Pension Refunding Bonds	7/3/03	\$ 1,485,000	01/15/17	\$ 140,000	5.10%	\$ 415,000	\$ -	\$ 130,000	\$ 285,000
			01/15/18	145,000	-	-	-	-	-
2011 Refunding Bond Issue of 2004 Bonds	12/20/11	13,480,000	9/15/16	1,665,000	3.00%	-	-	-	-
			9/15/17	1,710,000	4.00%	-	-	-	-
			9/15/18	1,920,000	-	-	-	-	-
			9/15/19	1,965,000	-	-	-	-	-
			9/15/20	825,000	3.625%	-	-	-	-
			9/15/20	1,210,000	4.00%	-	-	-	-
			9/15/21	2,110,000	-	13,070,000	-	1,665,000	11,405,000
						<u>\$ 13,485,000</u>	<u>\$ -</u>	<u>\$ 1,795,000</u>	<u>\$ 11,690,000</u>

See independent auditor's report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Budgetary Comparison Schedule
Debt Service Fund
For the Fiscal Year Ended June 30, 2016

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues					
Local sources					
Local tax levy	\$ 2,277,501	\$ -	\$ 2,277,501	\$ 2,277,501	\$ -
Miscellaneous	-	-	-	298	298
Total revenues	<u>2,277,501</u>	<u>-</u>	<u>2,277,501</u>	<u>2,277,799</u>	<u>298</u>
Expenditures					
Interest on early retirement bonds	21,165	-	21,165	21,147	18
Interest on bonds	461,432	-	461,432	461,431	1
Redemption of principal - early retirement bonds	130,000	-	130,000	130,000	-
Redemption of principal - bonds	1,665,000	-	1,665,000	1,665,000	-
Total expenditures	<u>2,277,597</u>	<u>-</u>	<u>2,277,597</u>	<u>2,277,578</u>	<u>19</u>
Excess (deficiency) of revenues over (under) expenditures	(96)	-	(96)	221	317
Fund balance, July 1	<u>192</u>	<u>-</u>	<u>192</u>	<u>192</u>	<u>-</u>
Fund balance, June 30	<u>\$ 96</u>	<u>\$ -</u>	<u>\$ 96</u>	<u>\$ 413</u>	<u>\$ 317</u>
Recapitulation of excess (deficiency) of revenue Over (under) expenditures					
Budgeted fund balance	<u>\$ (96)</u>	<u>\$ -</u>	<u>\$ (96)</u>	<u>\$ 221</u>	<u>\$ 317</u>

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Statistical Section J Series

CONTENTS	PAGE
FINANCIAL TRENDS	
These schedules contain trend information to help the reader understand how the District's financial performance and well being have changed	J-1 to J-6
REVENUE CAPACITY	
These schedules contain trend information to help the reader assess the District's most significant local revenue sources, the property tax.	J-7 to J-10
DEBT CAPACITY	
These schedules contain trend information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	J-11 to J-14
DEMOGRAPHIC AND ECONOMIC INFORMATION	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	J-15 to J-16
OPERATING INFORMATION	
These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	J-17 to J-21

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Net Position by Component
Last Ten Fiscal Years (Accrual Basis of Accounting)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Government activities										
Net investment in capital assets	\$ 39,360,053	\$ 41,274,413	\$ 44,233,849	\$ 47,650,201	\$ 49,760,351	\$ 55,489,118	\$ 58,354,852	\$ 59,372,081	\$ 61,257,471	\$ 61,914,874
Restricted	2,525,019	1,887,480	4,236,497	4,890,892	8,668,367	9,369,252	10,863,507	14,798,976	18,440,464	20,121,443
Unrestricted	1,861,335	4,573,138	3,845,309	3,886,660	5,216,937	4,814,513	5,228,337	(14,114,960)	(14,355,436)	(13,791,043)
Total governmental activities	<u>\$ 43,746,407</u>	<u>\$ 47,735,031</u>	<u>\$ 52,315,655</u>	<u>\$ 56,427,753</u>	<u>\$ 63,645,655</u>	<u>\$ 69,672,883</u>	<u>\$ 74,446,696</u>	<u>\$ 60,056,097</u>	<u>\$ 65,342,499</u>	<u>\$ 68,245,274</u>
Business-type activities										
Net investment in capital assets	\$ 84,358	\$ 93,014	\$ 126,974	\$ 109,311	\$ 120,338	\$ 161,519	\$ 155,022	\$ 164,542	\$ 178,273	\$ 179,289
Unrestricted	486,888	541,898	552,366	640,457	605,463	669,906	732,976	556,584	448,944	631,225
Total business-type activities	<u>\$ 571,246</u>	<u>\$ 634,912</u>	<u>\$ 679,340</u>	<u>\$ 749,768</u>	<u>\$ 725,801</u>	<u>\$ 831,425</u>	<u>\$ 887,998</u>	<u>\$ 721,126</u>	<u>\$ 627,217</u>	<u>\$ 810,514</u>
District-wide										
Net investment in capital assets	\$ 39,444,411	\$ 41,367,427	\$ 44,360,823	\$ 47,759,512	\$ 49,880,689	\$ 55,650,637	\$ 58,509,874	\$ 59,536,623	\$ 61,435,744	\$ 62,094,163
Restricted	2,525,019	1,887,480	4,236,497	4,890,892	8,668,367	9,369,252	10,863,507	14,798,976	18,440,464	20,121,443
Unrestricted	2,348,223	5,115,036	4,397,675	4,527,117	5,822,400	5,484,419	5,961,313	(13,558,376)	(13,906,492)	(13,159,818)
Total district-wide	<u>\$ 44,317,653</u>	<u>\$ 48,369,943</u>	<u>\$ 52,994,995</u>	<u>\$ 57,177,521</u>	<u>\$ 64,371,456</u>	<u>\$ 70,504,308</u>	<u>\$ 75,334,694</u>	<u>\$ 60,777,223</u>	<u>\$ 65,969,716</u>	<u>\$ 69,055,788</u>

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Changes in Net Position
Last Ten Fiscal Years (Accrual Basis of Accounting)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Expenses										
Governmental activities										
Instruction										
Regular	\$ 21,888,672	\$ 22,291,390	\$ 22,266,798	\$ 22,248,073	\$ 21,896,193	\$ 22,339,587	\$ 23,335,032	\$ 23,215,452	\$ 27,473,363	\$ 29,334,074
Special education	4,106,774	4,246,191	4,260,156	4,448,511	4,736,187	4,747,920	4,983,711	5,257,315	5,928,151	6,387,430
Other special education	189,431	274,535	293,865	351,110	362,006	346,055	411,059	354,394	368,293	386,081
Other instruction	1,932,699	2,556,988	2,670,581	2,573,715	2,682,529	2,695,936	2,728,851	2,709,709	2,734,882	2,876,042
Support services										
Tuition	3,628,940	3,383,505	3,378,231	3,349,661	3,034,553	3,286,959	2,889,350	2,790,126	3,438,697	4,039,271
Student & instruction related services	8,724,568	9,374,937	9,420,375	9,657,555	9,501,036	9,742,068	10,108,132	9,753,842	11,356,019	12,483,286
General & business administrative services	2,485,293	2,748,512	2,429,937	2,475,729	2,238,676	2,314,521	2,247,391	2,308,834	2,448,540	2,738,783
School administration	1,917,961	1,833,655	1,758,790	1,748,998	1,822,003	1,839,132	1,898,687	1,903,051	1,891,316	2,067,027
Plant operations & maintenance	5,703,210	6,299,489	6,029,959	5,952,252	5,350,870	6,243,707	5,874,329	6,071,250	5,583,179	5,653,396
Pupil transportation	3,612,898	3,755,908	3,720,942	3,847,603	3,533,374	3,544,840	3,560,252	3,631,761	3,479,336	3,915,648
Interest on long-term debt	1,387,432	1,140,357	1,075,096	1,005,493	1,044,422	747,895	820,590	830,131	747,342	644,088
Total governmental activities expenses	<u>55,577,878</u>	<u>57,905,467</u>	<u>57,304,730</u>	<u>57,658,700</u>	<u>56,201,849</u>	<u>57,848,620</u>	<u>58,857,384</u>	<u>58,825,865</u>	<u>65,449,118</u>	<u>70,525,126</u>
Business-type activities										
Food services	1,472,050	1,578,865	1,653,090	1,474,356	1,443,696	1,454,786	1,417,656	1,415,928	1,388,675	1,333,793
Transportation	3,452,220	3,863,313	4,078,314	3,757,572	3,876,290	3,720,004	3,935,223	4,239,835	4,196,760	3,931,950
Other	-	-	-	56,185	162,521	163,170	103,928	94,047	-	-
Total business-type activities	<u>4,924,270</u>	<u>5,442,178</u>	<u>5,731,404</u>	<u>5,288,113</u>	<u>5,482,507</u>	<u>5,337,960</u>	<u>5,456,807</u>	<u>5,749,810</u>	<u>5,585,435</u>	<u>5,265,743</u>
Total district expenses	<u>\$ 60,502,148</u>	<u>\$ 63,347,645</u>	<u>\$ 63,036,134</u>	<u>\$ 62,946,813</u>	<u>\$ 61,684,356</u>	<u>\$ 63,186,580</u>	<u>\$ 64,314,191</u>	<u>\$ 64,575,675</u>	<u>\$ 71,034,553</u>	<u>\$ 75,790,869</u>

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Changes in Net Position (continued)
Last Ten Fiscal Years (Accrual Basis of Accounting)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Program revenues										
Governmental activities										
Charges for services										
Regular instruction	\$ 125,980	\$ 160,153	\$ 139,120	\$ 119,445	\$ 108,660	\$ 88,216	\$ 63,372	\$ 94,756	\$ 95,161	\$ 187,816
Other special instruction	-	-	-	15,756	2,765	-	-	-	-	-
Other instruction	6,958	7,445	9,075	7,600	141,380	142,530	135,450	145,088	130,135	133,000
Student & instruction related services	36,370	58,768	56,880	83,665	40,160	4,300	52,929	38,426	38,900	37,587
General & business administrative services	-	51,239	10,256	4,743	31,954	38,810	39,505	42,137	39,500	30,230
Plant operations & maintenance	14,565	24,877	25,607	46,642	53,073	49,073	50,700	91,362	236,908	95,915
Pupil transportation	2,690	6,089	71,055	162,490	220,537	190,965	278,818	369,965	97,435	243,978
Operating grants & contributions	630,940	618,060	669,206	962,305	1,221,978	708,114	753,212	656,500	750,884	772,434
Capital grants & contributions	1,794,521	73,478	582,833	923,946	718,923	1,533,741	103,154	64,247	822,934	-
Total governmental activities program revenues	<u>2,612,024</u>	<u>1,000,109</u>	<u>1,564,032</u>	<u>2,326,592</u>	<u>2,539,430</u>	<u>2,755,749</u>	<u>1,477,140</u>	<u>1,502,481</u>	<u>2,211,857</u>	<u>1,500,960</u>
Business-type activities										
Charges for services										
Food service	1,454,245	1,507,300	1,543,404	1,330,522	1,292,093	1,327,540	1,271,339	1,242,792	1,197,862	1,157,225
Transportation	3,667,820	3,911,302	4,130,081	3,944,106	4,059,450	3,943,505	4,175,993	4,242,110	4,438,123	4,405,025
Information technology	-	-	-	104,000	104,000	104,000	104,000	104,000	-	-
Student information reporting	-	-	-	-	78,020	67,526	-	-	-	-
Operating grants & contributions	50,868	85,712	102,229	127,569	125,816	146,927	147,749	168,810	169,407	175,872
Total business-type activities program revenues	<u>5,172,933</u>	<u>5,504,314</u>	<u>5,775,714</u>	<u>5,506,197</u>	<u>5,659,379</u>	<u>5,589,498</u>	<u>5,699,081</u>	<u>5,757,712</u>	<u>5,805,392</u>	<u>5,738,122</u>
Total district - program revenues	<u>\$ 7,784,957</u>	<u>\$ 6,504,423</u>	<u>\$ 7,339,746</u>	<u>\$ 7,832,789</u>	<u>\$ 8,198,809</u>	<u>\$ 8,345,247</u>	<u>\$ 7,176,221</u>	<u>\$ 7,260,193</u>	<u>\$ 8,017,249</u>	<u>\$ 7,239,082</u>
Net (expense) revenues										
Governmental activities	\$(52,965,854)	\$(56,905,358)	\$(55,740,698)	\$(55,332,108)	\$(53,662,419)	\$(55,092,871)	\$(57,380,244)	\$(57,323,384)	\$(63,237,261)	\$(69,024,166)
Business-type activities	248,663	62,136	44,310	218,084	176,872	251,538	242,274	7,902	219,957	472,379
Total district-wide net expenses	<u>\$(52,717,191)</u>	<u>\$(56,843,222)</u>	<u>\$(55,696,388)</u>	<u>\$(55,114,024)</u>	<u>\$(53,485,547)</u>	<u>\$(54,841,333)</u>	<u>\$(57,137,970)</u>	<u>\$(57,315,482)</u>	<u>\$(63,017,304)</u>	<u>\$(68,551,787)</u>

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Changes in Net Position (continued)
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General revenues & other changes in net position										
Governmental activities										
Property taxes levied for general purposes, net	\$ 45,892,717	\$ 47,123,670	\$ 47,648,771	\$ 48,379,741	\$ 50,207,526	\$ 50,207,090	\$ 49,208,792	\$ 49,207,952	\$ 48,957,942	\$ 49,568,121
Taxes levied for debt service	2,593,563	2,367,936	2,365,493	2,399,399	2,419,447	2,399,606	2,302,489	2,281,202	2,216,318	2,277,501
Unrestricted grants & contributions	10,267,225	10,630,185	9,701,043	8,184,532	7,640,032	9,190,646	10,323,831	10,162,636	16,560,967	19,344,908
Investment earnings	857,784	527,089	388,837	297,338	150,157	116,791	112,930	91,955	101,851	122,808
Miscellaneous income	325,469	230,933	198,825	341,247	308,484	372,488	407,661	579,957	429,481	428,887
Transfers in (out)	-	-	-	(163,198)	160,054	(95,803)	103,875	120,773	113,719	181,716
Special item - FEMA unrestricted aid	-	-	-	-	-	-	-	-	85,768	-
Special item - payment to refunding bond agent	-	-	-	-	-	(1,083,130)	-	-	-	-
Special item - gain (loss) on sale, trade in, or disposal of capital assets	-	-	-	-	-	-	-	-	-	-
	23,500	14,169	18,353	5,147	(5,379)	12,411	9,882	49,629	57,617	3,000
Total governmental activities	59,960,258	60,893,982	60,321,322	59,444,206	60,880,321	61,120,099	62,469,460	62,494,104	68,523,663	71,926,941
Business-type activities										
Investment earnings	7,728	1,381	-	-	-	-	-	-	-	-
Miscellaneous income	183	149	118	-	2,203	10,790	-	10,095	32,397	3,678
Transfer in (out)	-	-	-	(86,802)	(160,054)	(104,197)	(103,875)	(120,773)	(113,719)	(181,716)
Special item - gain (loss) on capital assets	-	-	-	-	802	-	-	-	-	-
Special item - sale of miscellaneous items	-	-	-	-	20,841	-	-	-	-	-
Special item - refund of prior year revenue	-	-	-	(60,854)	(64,631)	(63,551)	(81,826)	(64,096)	(232,544)	(111,044)
Special item - refund of prior year expenses	-	-	-	-	-	11,044	-	-	-	-
Total business-type activities	7,911	1,530	118	(147,656)	(200,839)	(145,914)	(185,701)	(174,774)	(313,866)	(289,082)
Total district-wide	\$ 59,968,169	\$ 60,895,512	\$ 60,321,440	\$ 59,296,550	\$ 60,679,482	\$ 60,974,185	\$ 62,283,759	\$ 62,319,330	\$ 68,209,797	\$ 71,637,859
Change in net position										
Governmental activities	\$ 6,994,404	\$ 3,988,624	\$ 4,580,624	\$ 4,112,098	\$ 7,217,902	\$ 6,027,228	\$ 5,089,216	\$ 5,170,720	\$ 5,286,402	\$ 2,902,775
Business-type activities	256,574	63,666	44,428	70,428	(23,967)	105,624	56,573	(166,872)	(93,909)	183,297
Total district	\$ 7,250,978	\$ 4,052,290	\$ 4,625,052	\$ 4,182,526	\$ 7,193,935	\$ 6,132,852	\$ 5,145,789	\$ 5,003,848	\$ 5,192,493	\$ 3,086,072

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General fund										
Restricted	\$ 5,119,875	\$ 7,633,153	\$ 7,717,670	\$ 7,941,271	\$ 7,990,280	\$ 8,598,452	\$ 10,659,400	\$ 8,953,845	\$ 8,332,825	\$ 7,951,696
Committed	897,027	928,441	3,302,059	1,547,720	4,581,652	8,364,217	9,235,766	12,964,200	17,830,134	19,510,892
Assigned	403,638	734,095	198,387	131,845	275,018	536,989	823,710	930,508	1,014,962	2,782,649
Unassigned	883,242	918,108	640,897	636,481	1,178,647	1,118,583	1,012,103	1,008,936	1,029,868	1,034,253
Total general fund	<u>\$ 7,303,782</u>	<u>\$ 10,213,797</u>	<u>\$ 11,859,013</u>	<u>\$ 10,257,317</u>	<u>\$ 14,025,597</u>	<u>\$ 18,618,241</u>	<u>\$ 21,730,979</u>	<u>\$ 23,857,489</u>	<u>\$ 28,207,789</u>	<u>\$ 31,279,490</u>
All other governmental funds										
Restricted, reported in										
Capital projects fund	\$ 3,083,392	\$ 1,953,620	\$ 1,284,141	\$ 3,449,146	\$ 4,086,485	\$ 1,000,284	\$ 199,384	\$ 1,834,539	\$ 610,138	\$ 610,138
Assigned, reported in										
Debt service fund	11,027	11,083	57	61	230	4,751	4,723	237	192	413
Total all other governmental funds	<u>\$ 3,094,419</u>	<u>\$ 1,964,703</u>	<u>\$ 1,284,198</u>	<u>\$ 3,449,207</u>	<u>\$ 4,086,715</u>	<u>\$ 1,005,035</u>	<u>\$ 204,107</u>	<u>\$ 1,834,776</u>	<u>\$ 610,330</u>	<u>\$ 610,551</u>

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Revenues										
Tax levy	\$ 48,486,280	\$ 49,491,606	\$ 50,014,264	\$ 50,779,140	\$ 52,626,973	\$ 52,606,696	\$ 51,511,281	\$ 51,489,154	\$ 51,174,260	\$ 51,845,622
Tuition charges	118,860	147,370	132,521	132,715	105,811	78,337	50,572	92,142	92,426	176,781
Transportation	-	5,520	38,600	98,288	123,472	104,794	178,709	356,256	86,461	65,315
Interest earnings	857,784	527,089	388,837	297,338	150,157	116,791	112,930	91,955	101,851	122,808
Miscellaneous	348,287	370,179	328,477	463,865	550,386	471,320	512,187	672,880	723,893	602,134
State sources	10,275,476	10,637,117	9,701,043	7,590,161	7,782,134	8,957,379	10,317,000	10,149,443	10,551,499	11,515,629
State sources - capital projects	1,794,521	73,478	582,833	923,946	718,923	1,533,741	103,154	64,247	822,934	-
Federal sources	580,941	559,245	584,711	1,524,638	1,038,925	908,593	694,666	653,671	704,747	790,570
Total revenues	62,462,149	61,811,604	61,771,286	61,810,091	63,096,781	64,777,651	63,480,499	63,569,748	64,258,071	65,118,859
Expenditures										
Instruction										
Regular instruction	15,461,587	15,341,855	15,901,340	15,911,689	15,414,427	15,364,502	15,481,946	15,983,720	16,238,906	16,101,895
Special education instruction	2,812,265	2,866,877	2,994,640	3,001,159	3,001,221	3,194,242	3,284,302	3,512,685	3,512,941	3,474,898
Other special instruction	133,690	189,990	208,574	231,111	226,393	234,537	230,215	200,617	176,698	179,082
School sponsored/Other instructional	1,375,903	1,760,423	1,803,002	1,760,517	1,753,452	1,771,171	1,771,115	1,746,394	1,765,952	1,789,476
Support services										
Tuition	3,208,004	2,934,472	2,901,705	2,788,964	2,503,027	2,805,480	2,359,641	2,302,473	2,937,513	3,508,415
Student & inst related services	6,009,987	6,316,925	6,688,809	6,802,350	6,396,058	6,593,628	6,677,248	6,494,257	6,683,139	6,774,725
General administration	1,008,242	1,078,971	786,116	771,136	732,806	738,410	673,381	729,976	740,784	825,200
School administration services	1,343,966	1,255,763	1,228,680	1,217,880	1,243,620	1,206,558	1,247,396	1,269,811	1,145,064	1,162,703
Central services	765,640	733,120	792,491	870,464	823,827	854,771	842,080	857,377	874,539	883,110
Administrative information & technology	219,491	229,451	232,310	229,733	100,133	77,633	86,812	76,650	102,928	103,892
Plant operations & maintenance	4,874,047	5,344,249	5,061,073	5,016,650	4,437,359	5,299,000	4,895,913	5,091,235	4,600,643	4,550,529
Pupil transportation	3,116,359	3,234,895	3,100,479	3,131,417	2,840,653	2,837,748	2,762,885	2,911,389	2,773,960	2,981,497
Employee benefits	7,707,240	8,713,929	8,955,547	8,834,386	9,632,156	9,091,053	9,217,675	9,402,449	9,133,980	9,664,071
On-behalf TPAF pension & Social Security contribution	3,977,175	4,155,183	2,942,887	2,994,452	3,030,822	3,554,261	4,435,950	3,967,955	4,352,067	5,219,414
Capital outlay	1,264,613	1,291,445	1,987,018	475,334	494,602	2,255,004	3,934,512	2,024,350	1,121,996	1,783,617
Lease purchase agreement - principal	273,956	282,794	291,916	301,334	-	-	-	-	-	-
Special revenue funds	630,940	618,060	669,206	962,305	1,221,978	708,114	753,212	656,500	750,884	772,434
Capital projects fund	5,071,547	1,203,250	1,773,085	3,265,591	2,390,687	4,106,430	132,950	198,192	2,047,335	-
Debt service										
Principal	1,345,000	1,365,000	1,430,000	1,510,000	1,570,000	1,780,000	1,660,000	1,710,000	1,720,000	1,795,000
Interest & other charges	1,367,998	1,131,403	1,076,050	1,016,989	1,059,075	782,477	835,213	847,621	764,221	661,695
Total expenditures	61,967,650	60,048,055	60,824,928	61,093,461	58,872,296	63,255,019	61,282,446	59,983,651	61,443,550	62,231,653

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds (continued)
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Excess (deficiency) of revenues over (under) expenditures	\$ 494,499	\$ 1,763,549	\$ 946,358	\$ 716,630	\$ 4,224,485	\$ 1,522,632	\$ 2,198,053	\$ 3,586,097	\$ 2,814,521	\$ 2,887,206
Other financing sources (uses)										
FEMA aid for Hurricane Irene - unrestricted	-	-	-	-	-	-	-	-	85,768	-
Proceeds from refunding bond issue	-	-	-	-	-	13,480,000	-	-	-	-
Premium on bond issue	-	-	-	-	-	1,499,222	-	-	-	-
Payment to refunding bond escrow agent	-	-	-	-	-	(14,911,130)	-	-	-	-
Proceeds from sale of capital assets	-	2,250	-	9,881	21,249	-	9,882	50,309	111,846	-
Proceeds from insurance claim/Trade-in of capital assets	23,500	14,500	18,353	-	-	16,043	-	-	-	3,000
Transfers in (out)	-	-	-	(163,198)	160,054	(95,803)	103,875	120,773	113,719	181,716
Total other financing sources (uses)	23,500	16,750	18,353	(153,317)	181,303	(11,668)	113,757	171,082	311,333	184,716
Net change in fund balances	\$ 517,999	\$ 1,780,299	\$ 964,711	\$ 563,313	\$ 4,405,788	\$ 1,510,964	\$ 2,311,810	\$ 3,757,179	\$ 3,125,854	\$ 3,071,922
Debt service as a percentage of non-capital expenditures	5.67%	5.07%	5.16%	5.19%	4.93%	4.72%	4.56%	4.63%	4.45%	4.24%

Source: District records

NOTE: Non-capital expenditures are total expenditures less capital outlay, capital projects and debt service.

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Local Tax Levy by Constituent District
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

Fiscal Year	Township of Delaware	Township of East Amwell	Borough of Flemington	Township of Raritan	Township of Readington	Totals
2007	\$ 5,160,763	\$ 4,038,184	\$ 3,014,118	\$ 19,561,799	\$ 16,711,416	\$ 48,486,280
2008	5,327,092	3,595,806	2,619,494	20,400,332	17,548,882	49,491,606
2009	5,348,722	3,444,178	2,705,521	20,444,801	18,071,042	50,014,264
2010	5,256,929	3,681,970	2,377,581	20,591,635	18,871,025	50,779,140
2011	4,906,820	3,570,940	2,636,553	22,012,758	19,499,902	52,626,973
2012	4,974,378	4,090,335	2,374,973	21,736,702	19,430,308	52,606,696
2013	5,132,133	3,934,415	2,051,348	22,134,425	18,258,960	51,511,281
2014	5,011,929	3,925,596	1,780,040	22,156,077	18,615,512	51,489,154
2015	5,275,273	4,016,234	1,985,298	21,757,758	18,139,697	51,174,260
2016	5,445,579	3,969,478	2,082,063	22,344,693	18,003,809	51,845,622

Source: District records

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
General Fund - Other Local Revenues by Source
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Tuition	\$ 118,860	\$ 147,370	\$ 132,521	\$ 132,715	\$ 105,811	\$ 78,337	\$ 50,572	\$ 92,142	\$ 92,426	\$ 176,781
Interest income	585,483	496,321	388,837	297,338	150,157	116,791	112,930	91,955	101,851	122,808
Energy rebates	18,928	-	-	14,285	52,423	16,721	14,045	15,524	34,721	96,581
Student information management for other LEA's	36,370	55,730	55,740	83,665	-	-	8,434	-	-	-
E-rate rebates	-	47,266	41,976	41,473	40,449	35,582	35,115	29,516	43,141	44,122
Prior year										
Outstanding checks canceled	10,554	16,003	5,410	2,886	4,850	25	1,253	2,323	4,652	4,899
Accounts payable canceled	133,210	60,731	275	23,643	53,498	76,172	36,642	227,641	78,261	39,480
Refunds	92,298	68,826	82,141	40,698	30,946	62,339	75,821	97,087	193,792	31,995
Transportation administrative fees	-	34,000	-	-	-	-	18,000	-	-	-
Reimbursement - other LEA	-	-	-	122,800	-	-	-	-	-	-
Service fees	-	-	-	-	-	21,800	-	-	-	-
Sale of surplus equipment	3,141	5,390	2,561	1,871	-	-	-	-	-	-
Proceeds from sale of supplies	-	-	-	-	5,614	4,499	4,975	1,198	3,075	11,035
Shared service agreement fees	-	-	-	-	53,260	29,700	29,700	38,316	38,900	35,925
Co-curricular participation fees	-	-	-	-	130,875	136,350	135,450	134,660	118,350	133,000
Corporate advertising revenue	-	-	-	-	20,800	16,400	20,700	18,138	21,500	26,500
Early college program	-	7,752	-	-	-	-	-	-	-	-
Donations	-	-	30,230	-	-	-	-	5,995	-	10,849
Insurance rebates	-	-	-	36,271	73,473	-	15,723	-	40,174	23,719
Joint transportation revenue	-	5,520	38,600	98,288	123,472	104,794	178,709	374,256	104,461	65,315
Building use rental income	12,000	20,795	20,928	39,401	41,974	37,395	48,050	67,640	52,550	58,450
Miscellaneous										
Account balances canceled	-	-	-	-	-	-	-	-	80	15,264
Refunds	-	-	-	21,320	-	-	-	-	-	-
Miscellaneous	38	1,803	4,721	3,514	1,273	1,549	2,902	820	465	1,479
Annual totals	\$ 1,010,882	\$ 967,507	\$ 803,940	\$ 960,168	\$ 888,875	\$ 738,454	\$ 789,021	\$ 1,197,211	\$ 928,399	\$ 898,202

Source: District records

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Assessed Value and Actual Value of Taxable Property
All Constituent Districts
Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Vacant land	\$ 157,030,520	\$ 164,216,480	\$ 147,786,420	\$ 139,458,420	\$ 128,968,720	\$ 117,195,020	\$ 110,590,422	\$ 122,991,595	\$ 122,460,120	\$ 113,305,920
Residential	6,964,834,200	7,003,710,575	6,690,508,450	6,587,095,200	6,498,521,800	6,465,637,500	6,267,112,600	6,298,038,600	6,348,707,100	6,392,010,800
Farm regular	613,266,700	616,834,000	614,704,900	618,917,400	615,367,900	612,560,900	551,135,272	539,419,621	525,420,700	519,578,300
Farm qualified	20,164,594	19,558,557	19,778,557	19,191,944	18,710,762	18,421,692	18,821,097	18,643,007	18,593,684	19,055,140
Commercial	1,329,197,261	1,310,860,561	1,352,668,586	1,346,713,161	1,352,276,361	1,346,632,781	1,330,038,140	1,331,400,540	1,267,805,840	1,238,432,300
Industrial	146,806,900	178,098,200	175,798,800	163,509,596	163,735,396	165,442,196	171,214,796	167,602,596	161,132,496	162,469,796
Apartment	59,262,200	60,219,600	58,809,100	56,342,900	54,381,700	53,965,400	53,252,100	54,004,200	57,414,100	59,898,900
Total assessed value	9,290,562,375	9,353,497,973	9,060,054,813	8,931,228,621	8,831,962,639	8,779,855,489	8,502,164,427	8,532,100,159	8,501,534,040	8,504,751,156
Public utilities (a)	21,054,557	21,923,718	18,335,088	19,962,981	20,780,381	19,154,830	17,782,687	5,754,198	1,632,797	1,607,599
Net valuation taxable	\$ 9,311,616,932	\$ 9,375,421,691	\$ 9,078,389,901	\$ 8,951,191,602	\$ 8,852,743,020	\$ 8,799,010,319	\$ 8,519,947,114	\$ 8,537,854,357	\$ 8,503,166,837	\$ 8,506,358,755
Estimated actual county equalized value	\$ 10,954,168,363	\$ 10,747,642,534	\$ 10,342,783,008	\$ 10,310,574,599	\$ 10,008,085,528	\$ 9,561,085,552	\$ 9,303,139,610	\$ 9,012,382,855	\$ 8,974,211,531	\$ 9,237,817,533
Percentage of net valuation to estimated actual equalized value	85.01%	87.23%	87.78%	86.82%	88.46%	92.03%	91.58%	94.73%	94.75%	92.08%
Regional high school tax rate by constituent district (b):										
Delaware Township	\$ 0.60	\$ 0.60	\$ 0.58	\$ 0.54	\$ 0.55	\$ 0.56	\$ 0.64	\$ 0.67	\$ 0.69	\$ 0.60
East Amwell Township	\$ 0.46	\$ 0.44	\$ 0.47	\$ 0.45	\$ 0.52	\$ 0.50	\$ 0.58	\$ 0.60	\$ 0.60	\$ 0.62
Flemington Borough	\$ 0.54	\$ 0.49	\$ 0.48	\$ 0.52	\$ 0.54	\$ 0.49	\$ 0.45	\$ 0.43	\$ 0.46	\$ 0.46
Raritan Township	\$ 0.46	\$ 0.47	\$ 0.51	\$ 0.54	\$ 0.55	\$ 0.55	\$ 0.55	\$ 0.55	\$ 0.55	\$ 0.58
Readington Township	\$ 0.61	\$ 0.63	\$ 0.65	\$ 0.68	\$ 0.71	\$ 0.69	\$ 0.70	\$ 0.69	\$ 0.69	\$ 0.70

Source: Municipal tax assessor

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

- (a) Taxable value of machinery, implements and equipment of telephone and messenger system companies
- (b) Tax rates are per \$100

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Assessed Value and Actual Value of Taxable Property by Constituent District
Delaware Township
Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Vacant land	\$ 11,832,320	\$ 13,593,120	\$ 12,155,120	\$ 10,571,520	\$ 12,373,520	\$ 11,155,520	\$ 8,649,620	\$ 8,135,620	\$ 6,913,420	\$ 7,096,320
Residential	580,165,800	586,262,500	592,543,500	595,297,600	594,251,900	598,887,800	515,755,700	525,352,300	536,516,600	537,945,200
Farm regular	263,013,500	261,890,800	262,976,800	265,891,900	268,009,200	265,109,100	229,195,800	225,358,900	217,293,700	217,854,300
Farm qualified	6,573,000	6,567,900	6,368,300	6,310,000	6,259,300	6,207,200	6,632,300	6,516,700	6,486,910	6,454,510
Commercial	18,552,800	18,483,500	19,279,100	18,830,500	18,597,500	19,047,700	17,203,300	17,196,100	17,273,600	17,745,400
Industrial	8,724,800	8,742,900	8,742,900	8,742,900	8,742,900	8,740,600	7,270,600	7,270,600	7,270,600	7,270,600
Apartment	1,065,700	1,065,700	1,065,700	1,065,700	1,065,700	1,065,700	939,500	939,500	939,500	939,500
Total assessed value	889,927,920	896,606,420	903,131,420	906,710,120	909,300,020	910,213,620	785,646,820	790,769,720	792,694,330	795,305,830
Public utilities (a)	1,455,399	1,388,560	1,400,921	1,512,092	1,394,200	1,449,513	1,421,870	430,436	458,540	436,573
Net valuation taxable	\$ 891,383,319	\$ 897,994,980	\$ 904,532,341	\$ 908,222,212	\$ 910,694,220	\$ 911,663,133	\$ 787,068,690	\$ 791,200,156	\$ 793,152,870	\$ 795,742,403
Estimated actual county equalized value	\$ 1,045,979,504	\$ 1,043,088,417	\$ 1,003,974,575	\$ 1,014,206,825	\$ 984,321,465	\$ 957,931,211	\$ 897,256,328	\$ 886,498,774	\$ 881,280,967	\$ 918,023,077
Percentage of net valuation to estimated actual equalized value	85.22%	86.09%	90.10%	89.55%	92.52%	95.17%	87.72%	89.25%	90.00%	86.68%
Total regional high school tax rate (b)	\$ 0.60	\$ 0.60	\$ 0.58	\$ 0.54	\$ 0.55	\$ 0.56	\$ 0.64	\$ 0.67	\$ 0.69	\$ 0.60

*

Source: Municipal tax assessor

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

- (a) Taxable value of machinery, implements and equipment of telephone and messenger system companies
- (b) Tax rates are per \$100

* Revalued/Reassessed

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Assessed Value and Actual Value of Taxable Property by Constituent District
East Amwell Township
Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Vacant land	\$ 14,327,800	\$ 14,132,800	\$ 13,832,800	\$ 13,767,300	\$ 13,492,900	\$ 12,970,200	\$ 9,304,400	\$ 8,780,700	\$ 8,399,600	\$ 8,636,700
Residential	518,694,600	523,094,200	527,491,700	527,938,000	531,967,900	533,983,300	447,094,600	448,217,200	450,127,700	451,287,800
Farm regular	141,016,700	141,769,700	140,841,000	141,055,000	138,144,900	138,541,500	118,965,000	118,396,800	116,320,800	115,158,200
Farm qualified	5,014,720	5,287,057	5,528,620	5,544,700	5,264,900	4,983,300	4,982,900	4,985,500	4,972,000	4,986,275
Commercial	103,801,561	103,980,461	94,686,561	94,870,161	95,119,461	94,992,961	87,525,600	87,284,700	85,051,600	85,095,500
Apartment	2,188,600	2,188,600	2,188,600	2,142,700	2,142,700	2,142,700	2,262,200	2,262,200	2,262,200	2,262,200
Total assessed value	785,043,981	790,452,818	784,569,281	785,317,861	786,132,761	787,613,961	670,134,700	669,927,100	667,133,900	667,426,675
Public utilities (a)	1,263,700	1,272,179	1,261,509	2,216,404	1,831,762	1,837,274	1,757,313	876,506	916,552	913,321
Net valuation taxable	<u>\$ 786,307,681</u>	<u>\$ 791,724,997</u>	<u>\$ 785,830,790</u>	<u>\$ 787,534,265</u>	<u>\$ 787,964,523</u>	<u>\$ 789,451,235</u>	<u>\$ 671,892,013</u>	<u>\$ 670,803,606</u>	<u>\$ 668,050,452</u>	<u>\$ 668,339,996</u>
Estimated actual county equalized value	<u>\$ 849,173,621</u>	<u>\$ 843,679,175</u>	<u>\$ 808,335,681</u>	<u>\$ 810,804,349</u>	<u>\$ 809,164,636</u>	<u>\$ 785,298,888</u>	<u>\$ 754,125,900</u>	<u>\$ 726,528,329</u>	<u>\$ 726,220,732</u>	<u>\$ 731,145,385</u>
Percentage of net valuation to estimated actual equalized value	<u>92.60%</u>	<u>93.84%</u>	<u>97.22%</u>	<u>97.13%</u>	<u>97.38%</u>	<u>100.53%</u>	<u>89.10%</u>	<u>92.33%</u>	<u>91.99%</u>	<u>91.41%</u>
Total regional high school tax rate (b)	<u>\$ 0.46</u>	<u>\$ 0.44</u>	<u>\$ 0.47</u>	<u>\$ 0.45</u>	<u>\$ 0.52</u>	<u>\$ 0.50</u>	<u>\$ 0.58</u>	<u>\$ 0.60</u>	<u>\$ 0.60</u>	<u>\$ 0.62</u>

Source: Municipal tax assessor

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

- (a) Taxable value of machinery, implements and equipment of telephone and messenger system companies
- (b) Tax rates are per \$100

* Revalued/Reassessed

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Assessed Value and Actual Value of Taxable Property by Constituent District
Flemington Borough
Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Vacant land	\$ 4,926,100	\$ 5,010,500	\$ 4,500,000	\$ 3,902,700	\$ 3,769,700	\$ 3,138,500	\$ 2,725,700	\$ 2,725,700	\$ 2,670,400	\$ 2,743,600
Residential	258,214,800	258,907,500	241,033,400	216,142,600	210,592,400	210,453,900	205,135,900	209,921,500	213,974,000	217,771,700
Commercial	209,805,200	221,209,500	233,114,100	210,993,100	202,435,700	194,354,480	180,830,700	188,275,300	186,465,500	181,895,900
Industrial	3,257,100	3,365,000	3,351,100	3,223,000	3,097,000	2,777,000	2,557,700	2,687,700	1,871,200	1,871,200
Apartment	41,253,600	42,997,200	42,234,000	39,940,200	37,979,000	36,932,400	35,969,100	36,721,200	40,131,100	42,615,900
Total assessed value	517,456,800	531,489,700	524,232,600	474,201,600	457,873,800	447,656,280	427,219,100	440,331,400	445,112,200	446,898,300
Public utilities (a)	6,095,584	7,850,869	6,245,384	4,488,355	3,508,064	2,709,007	2,094,055	-	-	-
Net valuation taxable	\$ 523,552,384	\$ 539,340,569	\$ 530,477,984	\$ 478,689,955	\$ 461,381,864	\$ 450,365,287	\$ 429,313,155	\$ 440,331,400	\$ 445,112,200	\$ 446,898,300
Estimated actual county equalized value	\$ 553,262,585	\$ 562,398,925	\$ 577,485,286	\$ 550,363,341	\$ 520,704,269	\$ 473,628,721	\$ 461,765,994	\$ 450,328,697	\$ 470,023,442	\$ 470,122,344
	**	**	**	**	**	**	**	**	**	**
Percentage of net valuation to estimated actual equalized value	94.63%	95.90%	91.86%	86.98%	88.61%	95.09%	92.97%	97.78%	94.70%	95.06%
Total regional high school tax rate (b)	\$ 0.54	\$ 0.49	\$ 0.48	\$ 0.52	\$ 0.54	\$ 0.49	\$ 0.45	\$ 0.43	\$ 0.46	\$ 0.46
	**	**	**	**	**	**	**	**	**	**

Source: Municipal tax assessor

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

- (a) Taxable value of machinery, implements and equipment of telephone and messenger system companies
- (b) Tax rates are per \$100

* Revalued/Reassessed

** Revalued/reassessed-exemption(s) apply

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Assessed Value and Actual Value of Taxable Property by Constituent District
Raritan Township
Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Vacant land	\$ 89,912,800	\$ 96,565,800	\$ 83,602,300	\$ 76,421,100	\$ 71,362,300	\$ 64,626,500	\$ 54,240,100	\$ 66,809,275	\$ 68,935,700	\$ 63,634,700
Residential	3,470,510,000	3,484,001,475	3,174,796,750	3,075,441,300	3,086,291,900	3,097,354,300	3,109,189,600	3,106,721,300	3,124,946,400	3,148,815,000
Farm regular	74,428,500	74,711,900	69,474,000	71,113,900	72,385,500	70,919,000	69,609,900	67,392,100	65,361,100	63,259,700
Farm qualified	3,911,700	3,076,100	3,245,300	3,059,900	3,054,000	3,033,200	3,034,600	2,905,100	2,921,200	2,887,700
Commercial	517,905,600	514,729,300	551,130,525	587,488,500	599,594,100	602,906,740	611,756,940	609,384,640	612,089,040	610,793,500
Industrial	113,115,500	115,852,600	112,267,100	102,443,496	99,712,296	102,401,596	109,899,696	106,157,496	100,503,896	99,941,196
Apartment	12,686,700	12,686,700	12,039,400	12,000,400	12,000,400	12,713,200	12,713,200	12,713,200	12,713,200	12,713,200
Total assessed value	4,282,470,800	4,301,623,875	4,006,555,375	3,927,968,596	3,944,400,496	3,953,954,536	3,970,444,036	3,972,083,111	3,987,470,536	4,002,044,996
Public utilities (a)	6,991,505	6,484,948	5,255,322	7,164,889	7,750,312	8,313,709	8,154,192	-	-	-
Net valuation taxable	\$ 4,289,462,305	\$ 4,308,108,823	\$ 4,011,810,697	\$ 3,935,133,485	\$ 3,952,150,808	\$ 3,962,268,245	\$ 3,978,598,228	\$ 3,972,083,111	\$ 3,987,470,536	\$ 4,002,044,996
Estimated actual county equalized value	\$ 4,608,360,878	\$ 4,496,300,568	\$ 4,293,921,328	\$ 4,300,495,959	\$ 4,213,829,628	\$ 4,136,411,155	\$ 4,017,974,377	\$ 3,843,703,417	\$ 3,916,580,430	\$ 4,040,021,195
	*			*						
Percentage of net valuation to estimated actual equalized value	93.08%	95.81%	93.43%	91.50%	93.79%	95.79%	99.02%	103.34%	101.81%	99.06%
Total regional high school tax rate (b)	\$ 0.46	\$ 0.47	\$ 0.51	\$ 0.54	\$ 0.55	\$ 0.55	\$ 0.55	\$ 0.55	\$ 0.55	\$ 0.58
	*			*						

Source: Municipal tax assessor

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

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

(b) Tax rates are per \$100

* Revalued/Reassessed

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Assessed Value and Actual Value of Taxable Property by Constituent District
Readington Township
Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Vacant land	\$ 36,031,500	\$ 34,914,260	\$ 33,696,200	\$ 34,795,800	\$ 27,970,300	\$ 25,304,300	\$ 35,670,602	\$ 36,540,300	\$ 35,541,000	\$ 31,194,600
Residential	2,137,249,000	2,151,444,900	2,154,643,100	2,172,275,700	2,075,417,700	2,024,958,200	1,989,936,800	2,007,826,300	2,023,142,400	2,036,191,100
Farm regular	134,808,000	138,461,600	141,413,100	140,856,600	136,828,300	137,991,300	133,364,572	128,271,821	126,445,100	123,306,100
Farm qualified	4,665,174	4,627,500	4,636,337	4,277,344	4,132,562	4,197,992	4,171,297	4,235,707	4,213,574	4,726,655
Commercial	479,132,100	452,457,800	454,458,300	434,530,900	436,529,600	435,330,900	432,721,600	429,259,800	366,926,100	342,902,000
Industrial	21,709,500	50,137,700	51,437,700	49,100,200	52,183,200	51,523,000	51,486,800	51,486,800	51,486,800	53,386,800
Apartment	2,067,600	1,281,400	1,281,400	1,193,900	1,193,900	1,111,400	1,368,100	1,368,100	1,368,100	1,368,100
Total assessed value	2,815,662,874	2,833,325,160	2,841,566,137	2,837,030,444	2,734,255,562	2,680,417,092	2,648,719,771	2,658,988,828	2,609,123,074	2,593,075,355
Public utilities (a)	5,248,369	4,927,162	4,171,952	4,581,241	6,296,043	4,845,327	4,355,257	4,447,256	257,705	257,705
Net valuation taxable	\$ 2,820,911,243	\$ 2,838,252,322	\$ 2,845,738,089	\$ 2,841,611,685	\$ 2,740,551,605	\$ 2,685,262,419	\$ 2,653,075,028	\$ 2,663,436,084	\$ 2,609,380,779	\$ 2,593,333,060
Estimated actual county equalized value	\$ 3,897,391,775	\$ 3,802,175,449	\$ 3,659,066,138	\$ 3,634,704,125	\$ 3,480,065,530	\$ 3,207,815,577	\$ 3,172,017,011	\$ 3,105,323,638	\$ 2,980,105,960	\$ 3,078,505,532
Percentage of net valuation to estimated actual equalized value	72.38%	74.65%	77.77%	78.18%	78.75%	83.71%	83.64%	85.77%	87.56%	84.24%
Total regional high school tax rate (b)	\$ 0.61	\$ 0.63	\$ 0.65	\$ 0.68	\$ 0.71	\$ 0.69	\$ 0.70	\$ 0.69	\$ 0.69	\$ 0.70

Source: Municipal tax assessor

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

- (a) Taxable value of machinery, implements and equipment of telephone and messenger system companies
- (b) Tax rates are per \$100

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates by Constituent District
Delaware Township
Last Ten Fiscal Years
(Rate Per \$100 of Assessed Value)

Assessment Year	School District Direct Rate			Overlapping Rates			Total Direct & Overlapping Tax Rate
	Basic Rate (a)	General Obligation Debt Service (b)	(From J-7) Total Regional High School Tax Rate	Direct School Tax Rate	Municipality	County	
2007	\$ 0.57	\$ 0.03	\$ 0.60	\$ 0.77	\$ 0.28	\$ 0.39	\$ 2.04
2008	0.57	0.03	0.60	0.78	0.29	0.39	2.06
2009	0.55	0.03	0.58	0.81	0.29	0.38	2.06
2010	0.52	0.02	0.54	0.84	0.30	0.39	2.07
2011	0.52	0.03	0.55	0.84	0.30	0.37	2.06
2012	0.53	0.03	0.56	0.85	0.32	0.37	2.10
2013	* 0.61	0.03	0.64	0.98	0.37	0.41	2.40
2014	0.64	0.03	0.67	0.97	0.41	0.41	2.46
2015	0.66	0.03	0.69	0.99	0.43	0.41	2.52
2016	0.57	0.03	0.60	1.02	0.44	0.43	2.49

Sources: Municipal tax collector

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

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

* Revalued/Reassessed

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates by Constituent District
East Amwell Township
Last Ten Fiscal Years
(Rate Per \$100 of Assessed Value)

Assessment Year	School District Direct Rate			Overlapping Rates				Total Direct & Overlapping Tax Rate
	Basic Rate (a)	General Obligation Debt Service (b)	(From J-7) Total Regional High School Tax Rate	Direct School Tax Rate	Municipality	County	Fire District	
2007	\$ 0.44	\$ 0.02	\$ 0.46	\$ 0.75	\$ 0.18	\$ 0.36	\$ 0.02	\$ 1.77
2008	0.42	0.02	0.44	0.78	0.18	0.35	0.02	1.77
2009	0.45	0.02	0.47	0.80	0.19	0.36	0.02	1.84
2010	0.43	0.02	0.45	0.82	0.19	0.35	0.03	1.84
2011	0.50	0.02	0.52	0.84	0.19	0.35	0.03	1.93
2012	0.48	0.02	0.50	0.84	0.19	0.35	0.03	1.91
2013	* 0.55	0.03	0.58	1.01	0.23	0.41	0.03	2.26
2014	0.57	0.03	0.60	1.03	0.22	0.40	0.03	2.28
2015	0.57	0.03	0.60	1.04	0.22	0.41	0.03	2.30
2016	0.59	0.03	0.62	1.06	0.24	0.41	0.04	2.36

Sources: Municipal tax collector

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

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

* Revalued/Reassessed

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates by Constituent District
Flemington Borough
Last Ten Fiscal Years
(Rate Per \$100 of Assessed Value)

Assessment Year	School District Direct Rate			Overlapping Rates			Total Direct & Overlapping Tax Rate
	Basic Rate (a)	General Obligation Debt Service (b)	(From J-7) Total Regional High School Tax Rate	Direct School Tax Rate	Municipality	County	
2007	* \$ 0.51	\$ 0.03	\$ 0.54	\$ 0.93	\$ 0.48	\$ 0.33	\$ 2.28
2008	* 0.47	0.02	0.49	0.89	0.49	0.32	2.19
2009	* 0.46	0.02	0.48	0.93	0.51	0.35	2.27
2010	* 0.50	0.02	0.52	1.11	0.58	0.37	2.58
2011	* 0.52	0.02	0.54	1.20	0.64	0.35	2.73
2012	* 0.47	0.02	0.49	1.20	0.69	0.34	2.72
2013	* 0.43	0.02	0.45	1.29	0.78	0.36	2.88
2014	* 0.41	0.02	0.43	1.30	0.89	0.35	2.97
2015	* 0.44	0.02	0.46	1.33	0.90	0.36	3.05
2016	* 0.44	0.02	0.46	1.38	0.94	0.36	3.14

Sources: Municipal tax collector

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

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* Revalued/Reassessed-exemption(s) apply

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates by Constituent District
Raritan Township
Last Ten Fiscal Years
(Rate Per \$100 of Assessed Value)

Assessment Year	School District Direct Rate			Overlapping Rates			Total Direct & Overlapping Tax Rate
	Basic Rate (a)	General Obligation Debt Service (b)	(From J-7) Total Regional High School Tax Rate	Direct School Tax Rate	Municipality	County	
2007 *	\$ 0.44	\$ 0.02	\$ 0.46	\$ 0.89	\$ 0.25	\$ 0.36	\$ 1.96
2008	0.45	0.02	0.47	0.92	0.25	0.35	1.99
2009	0.49	0.02	0.51	1.02	0.27	0.37	2.17
2010 *	0.52	0.02	0.54	1.05	0.29	0.38	2.26
2011	0.52	0.03	0.55	1.05	0.30	0.37	2.27
2012	0.53	0.02	0.55	1.07	0.30	0.37	2.29
2013	0.53	0.02	0.55	1.08	0.31	0.37	2.31
2014	0.53	0.02	0.55	1.09	0.31	0.36	2.31
2015	0.53	0.02	0.55	1.12	0.31	0.37	2.35
2016	0.56	0.02	0.58	1.14	0.32	0.38	2.41

Sources: Municipal tax collector

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

(a) The District's basic tax rate is calculated from the A4F form which is submitted with the budget and the net valuation taxable.

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

* Revalued/Reassessed

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates by Constituent District
Readington Township
Last Ten Fiscal Years
(Rate Per \$100 of Assessed Value)

Assessment Year	School District Direct Rate			Overlapping Rates			Total Direct & Overlapping Tax Rate
	Basic Rate (a)	General Obligation Debt Service (b)	(From J-7) Total Regional High School Tax Rate	Direct School Tax Rate	Municipality	County	
2007	\$ 0.58	\$ 0.03	\$ 0.61	\$ 1.05	\$ 0.37	\$ 0.46	\$ 2.49
2008	0.60	0.03	0.63	1.04	0.40	0.45	2.52
2009	0.62	0.03	0.65	1.04	0.44	0.44	2.57
2010	0.65	0.03	0.68	1.04	0.45	0.43	2.60
2011	0.68	0.03	0.71	1.08	0.45	0.43	2.67
2012	0.66	0.03	0.69	1.09	0.47	0.42	2.67
2013	0.67	0.03	0.70	1.09	0.51	0.43	2.73
2014	0.66	0.03	0.69	1.08	0.52	0.43	2.72
2015	0.66	0.03	0.69	1.10	0.54	0.42	2.75
2016	0.67	0.03	0.70	1.11	0.55	0.44	2.80

Sources: Municipal tax collector

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

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See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Principal Property Taxpayers by Constituent District
Delaware Township
Current Year and Nine Years Prior

	2016			2007		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
	Texas Eastern Transmission Corp	\$ 3,426,400	1	0.43%	\$ 3,984,900	1
Trap Rock Industries Inc.	3,173,800	2	0.40%	3,732,100	2	0.42%
Holly Farm Partners	2,720,900	3	0.34%	-	-	-
Sentinel Self Storage LLC	2,467,700	4	0.31%	-	-	-
Cane Poultry Farm Inc.	2,442,700	5	0.31%	3,028,600	3	0.34%
Individual Property Owner #1	2,222,000	6	0.28%	2,490,100	4	0.28%
Individual Property Owner #2	2,092,900	7	0.26%	2,380,400	5	0.28%
Individual Property Owner #3	1,921,900	8	0.24%	2,257,600	6	0.25%
Individual Property Owner #4	1,897,700	9	0.24%	1,946,500	8	0.22%
Individual Property Owner #5	1,788,800	10	0.22%	1,877,300	9	0.21%
Tulach Mhoir LLC	-		-	2,009,100	7	0.23%
Brook Hollow Farms of Sergeantsville LLC	-		-	1,634,500	10	0.18%
	<u>\$ 24,154,800</u>		<u>3.04%</u>	<u>\$ 25,341,100</u>		<u>2.86%</u>

Source: Municipal tax assessor

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Principal Property Taxpayers by Constituent District
East Amwell Township
Current Year and Nine Years Prior

	2016			2007		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
	Texas Eastern Transmission Corp	\$ 37,706,600	1	5.64%	\$ 42,282,000	1
The Ridge at Back Brook Road	10,500,000	2	1.57%	19,756,700	2	2.51%
Algonquin Gas Trans c/o Duke Energy	6,536,100	3	0.98%	8,288,100	3	1.05%
Bosum/Neely Partnership	3,527,000	4	0.53%	1,741,800	8	0.22%
Hunterdon Storage Inc.	1,781,000	5	0.27%	2,781,000	4	0.35%
Southwick Farm LLC	1,720,900	6	0.26%	-	-	-
Back Brook Farm LLC	1,708,300	7	0.26%	-	-	-
Ringoes TLC LLC	1,513,000	8	0.23%	1,700,000	9	0.22%
Jordan, Sidney & T/A Ifida Realty	1,511,900	9	0.23%	1,811,600	7	0.23%
Individual Property Owner #1	1,483,900	10	0.22%	1,947,700	6	0.25%
Buckeye Pipeline Inc.	-	-	-	2,636,700	5	0.34%
M and H Associates	-	-	-	1,467,400	10	0.19%
	<u>\$ 67,988,700</u>		<u>10.17%</u>	<u>\$ 84,413,000</u>		<u>10.74%</u>

Source: Municipal tax assessor

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Principal Property Taxpayers by Constituent District
Flemington Borough
Current Year and Nine Years Prior

	2016			2007		
	Taxable Assessed	Rank	% of Total District Net Assessed Value	Taxable Assessed	Rank	% of Total District Net Assessed Value
	Value			Value		
Flemington South	\$ 21,206,000	1	4.75%	\$ 7,510,800	5	1.44%
Liberty Village	15,559,000	2	3.48%	32,818,800	1	6.27%
Flemington Apartments LLC	14,830,000	3	3.32%	14,717,000	2	2.81%
Biltmore Realty Company	11,520,000	4	2.58%	11,160,000	3	2.13%
Hunterdon Shopping Center	7,687,000	5	1.72%	8,850,000	4	1.69%
Flemington Fidelco	7,168,000	6	1.60%	6,832,000	6	1.30%
Roho LLC	6,400,000	7	1.43%	6,000,000	7	1.15%
John M Saums & Sons	4,173,000	8	0.93%	5,095,000	8	0.97%
Hunterdon Mews LLC	3,630,000	9	0.81%	-		-
Acramal	3,516,000	10	0.79%	-		-
Flemington Glass Enterprises	-		-	4,440,000	9	0.85%
Flemington Circle Park Associates	-		-	4,279,000	10	0.82%
	<u>\$ 95,689,000</u>		<u>21.41%</u>	<u>\$ 101,702,600</u>		<u>19.43%</u>

Source: Municipal tax assessor

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Principal Property Taxpayers by Constituent District
Raritan Township
Current Year and Nine Years Prior

	2016			2007		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
	Flemington Fair Association	\$ 49,242,600	1	1.23%	\$ -	
Bedford Falls LLC	35,525,500	2	0.89%	-		-
Hunterdon Medical Center	31,953,700	3	0.80%	-		-
Flemington Mall Ltd	26,000,000	4	0.65%	34,100,600	1	0.80%
Johanna Foods, Inc.	19,891,600	5	0.50%	12,104,200	6	0.28%
Clojo Circle LLC c/o Flem Retail	19,486,900	6	0.49%	22,808,600	3	0.53%
Raritan Village Shopping Center LLC	16,799,200	7	0.42%	11,120,600	8	0.26%
Toll NJ LP	15,870,900	8	0.40%	-		-
M R Development Corp	15,615,000	9	0.39%	-		-
Foremost Realty LP	15,181,000	10	0.38%	-		-
Linque Flemington LLC	-		-	26,543,200	2	0.62%
Hunterdon Convalescent Center Inc.	-		-	15,181,100	4	0.36%
FBS Partners III, LP	-		-	15,174,700	5	0.35%
Hunterdon Medical Office Associates	-		-	11,865,400	7	0.28%
The Bedford Falls Land Company LLC	-		-	10,444,400	9	0.24%
Flemington Investor's LP	-		-	10,310,500	10	0.24%
	<u>\$ 245,566,400</u>		<u>6.14%</u>	<u>\$ 169,653,300</u>		<u>3.96%</u>

Source: Municipal tax assessor

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Principal Property Taxpayers by Constituent District
Readington Township
Current Year and Nine Years Prior

	2016			2007		
	Taxable Assessed	Rank	% of Total District Net Assessed Value	Taxable Assessed	Rank	% of Total District Net Assessed Value
	Value			Value		
Merck & Co	\$ 126,457,230	1	4.88%	\$ 228,751,804	1	8.11%
Federal Insurance Co	55,507,800	2	2.14%	63,235,000	2	2.24%
Toll NJ I LLC	15,944,414	3	0.61%	-		-
Lamington River Farms	12,203,270	4	0.47%	14,525,500	3	0.51%
Individual Property Owner #1	9,867,171	5	0.38%	-		-
Whitehouse Mall	8,274,600	6	0.32%	6,587,400	6	0.23%
Transcontinental Gas Pipeline	6,587,400	7	0.25%	8,334,400	4	0.30%
Somerville Associates	5,700,000	8	0.22%	5,700,000	7	0.20%
Salem Realty II LLC	5,540,000	9	0.21%	-		0.00%
Bishop & Bishop Land Partnership	5,539,700	10	0.21%	5,539,700	8	0.20%
Stanton Golf Properties	-		-	7,492,500	5	0.27%
Individual Property Owner #2	-		-	5,500,000	9	0.19%
Readington Farms Inc.	-		-	5,370,500	10	0.19%
	<u>\$ 251,621,585</u>		<u>9.70%</u>	<u>\$ 351,036,804</u>		<u>12.44%</u>

Source: Municipal tax assessor

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Property Tax Levies and Collections
All Constituent Districts
Last Ten Years

Year Ending December 31,	Taxes Levied for the Year	Collected within the Year of the Levy (a)	
		Amount	Percentage of Levy
2006	\$ 188,910,696	\$ 186,418,626	98.68%
2007	199,664,459	196,902,264	98.62%
2008	202,949,924	200,097,313	98.59%
2009	206,675,478	203,989,490	98.70%
2010	210,238,288	207,262,620	98.58%
2011	210,351,582	207,303,404	98.55%
2012	209,739,857	205,976,156	98.21%
2013	212,373,073	209,490,345	98.64%
2014	213,387,141	210,432,585	98.62%
2015	215,893,992	213,392,021	98.84%

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

- (a) School taxes are collected by the Municipal Tax Collector. Under New Jersey State statute, a municipality is required to remit to the School District the entire property tax balance, in the amount voted upon or certified prior to the end of the school year.

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Property Tax Levies and Collections
Delaware Township
Last Ten Years

Year Ending December 31,	Taxes Levied for the Year	Collected within the Year of the Levy (a)	
		Amount	Percentage of Levy
2006	\$ 16,943,988	\$ 16,706,439	98.60%
2007	18,370,000	18,160,970	98.86%
2008	18,647,744	18,435,074	98.86%
2009	18,706,104	18,466,104	98.72%
2010	18,887,078	18,422,195	97.54%
2011	18,850,610	18,465,116	97.96%
2012	19,188,246	18,796,219	97.96%
2013	19,004,642	18,649,706	98.13%
2014	19,547,863	19,186,609	98.15%
2015	20,039,700	19,764,316	98.63%

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

- (a) School taxes are collected by the Municipal Tax Collector. Under New Jersey State statute, a municipality is required to remit to the School District the entire property tax balance, in the amount voted upon or certified prior to the end of the school year.

See independent auditors' report.

**HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Property Tax Levies and Collections
East Amwell Township
Last Ten Years**

Year Ending December 31,	Taxes Levied for the Year	Collected within the Year of the Levy (a)	
		Amount	Percentage of Levy
2006	\$ 14,254,486	\$ 14,024,894	98.39%
2007	14,156,590	13,960,492	98.61%
2008	14,098,240	13,860,767	98.32%
2009	14,486,633	14,207,423	98.07%
2010	14,592,462	14,357,077	98.39%
2011	15,237,105	14,960,953	98.19%
2012	15,139,056	14,824,470	97.92%
2013	15,182,177	14,849,769	97.81%
2014	15,341,328	15,037,558	98.02%
2015	15,377,111	15,108,451	98.25%

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

- (a) School taxes are collected by the Municipal Tax Collector. Under New Jersey State statute, a municipality is required to remit to the School District the entire property tax balance, in the amount voted upon or certified prior to the end of the school year.

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Property Tax Levies and Collections
Flemington Borough
Last Ten Years

Year Ending December 31,	Taxes Levied for the Year	Collected within the Year of the Levy (a)	
		Amount	Percentage of Levy
2006	\$ 11,563,426	\$ 11,302,573	97.74%
2007	11,974,444	11,626,930	97.10%
2008	11,981,757	11,699,318	97.64%
2009	12,066,573	11,840,123	98.12%
2010	12,368,776	12,016,633	97.15%
2011	12,895,597	12,570,448	97.48%
2012	12,605,496	12,220,686	96.95%
2013	12,751,585	12,532,700	98.28%
2014	13,439,219	12,927,822	96.19%
2015	13,972,093	13,605,192	97.37%

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

- (a) School taxes are collected by the Municipal Tax Collector. Under New Jersey State statute, a municipality is required to remit to the School District the entire property tax balance, in the amount voted upon or certified prior to the end of the school year.

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Property Tax Levies and Collections
Raritan Township
Last Ten Years

Year Ending December 31,	Taxes Levied for the Year	Collected within the Year of the Levy (a)	
		Amount	Percentage of Levy
2006	\$ 78,698,986	\$ 77,885,732	98.97%
2007	84,531,460	83,567,051	98.86%
2008	86,218,138	85,203,207	98.82%
2009	87,838,814	86,999,863	99.04%
2010	90,012,565	89,150,832	99.04%
2011	89,947,971	88,787,651	98.71%
2012	90,985,865	89,365,597	98.22%
2013	92,777,393	91,768,547	98.91%
2014	92,413,832	91,492,345	99.00%
2015	94,274,701	93,444,937	99.12%

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

- (a) School taxes are collected by the Municipal Tax Collector. Under New Jersey State statute, a municipality is required to remit to the School District the entire property tax balance, in the amount voted upon or certified prior to the end of the school year.

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Property Tax Levies and Collections
Readington Township
Last Ten Years

Year Ending December 31,	Taxes Levied for the Year	Collected within the Year of the Levy (a)	
		Amount	Percentage of Levy
2006	\$ 67,449,810	\$ 66,498,988	98.59%
2007	70,631,965	69,586,821	98.52%
2008	72,004,045	70,898,947	98.47%
2009	73,577,354	72,475,977	98.50%
2010	74,377,407	73,315,883	98.57%
2011	73,420,299	72,519,236	98.77%
2012	71,821,194	70,769,184	98.54%
2013	72,657,276	71,689,623	98.67%
2014	72,644,899	71,788,251	98.82%
2015	72,230,387	71,469,125	98.95%

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

- (a) School taxes are collected by the Municipal Tax Collector. Under New Jersey State statute, a municipality is required to remit to the School District the entire property tax balance, in the amount voted upon or certified prior to the end of the school year.

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year Ending June 30,	Governmental Activities				Business-Type Activities		Total District	% of Personal Income (a)	Per Capita (a)
	General Obligation Bonds (b)	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases				
2007	\$ 26,578,000	\$ -	\$ 876,044	\$ -	\$ -	\$ 27,454,044	0.82%	\$ 527	
2008	25,213,000	-	593,250	-	-	25,806,250	0.73%	495	
2009	23,783,000	-	301,334	-	-	24,084,334	0.67%	461	
2010	22,273,000	-	-	-	-	22,273,000	0.66%	433	
2011	20,703,000	-	-	-	-	20,703,000	0.61%	402	
2012	18,575,000	-	-	-	-	18,575,000	0.52%	361	
2013	16,915,000	-	-	-	-	16,915,000	0.44%	330	
2014	15,205,000	-	-	-	-	15,205,000	0.40%	297	
2015	13,485,000	-	-	-	-	13,485,000	0.34%	264	
2016	11,690,000	-	-	-	-	11,690,000	N/A	229	

NOTES: (1) Details regarding the District's outstanding debt can be found in the notes to the financial statements.

- (a) See Exhibit J-15 for personal income and population data.
 These ratios are calculated using personal income and population for the prior calendar year.
- (b) Includes early retirement incentive plan (ERIP) funding

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year Ending June 30,	General Bonded Debt Outstanding			% of Actual Taxable Value of Property (a)	Per Capita (b)
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2007	\$ 26,578,000	\$ -	\$ 26,578,000	0.29%	\$ 511
2008	25,213,000	-	25,213,000	0.27%	484
2009	23,783,000	-	23,783,000	0.26%	455
2010	22,273,000	-	22,273,000	0.25%	433
2011	20,703,000	-	20,703,000	0.23%	402
2012	18,575,000	-	18,575,000	0.21%	361
2013	16,915,000	-	16,915,000	0.20%	330
2014	15,205,000	-	15,205,000	0.18%	297
2015	13,485,000	-	13,485,000	0.16%	264
2016	11,690,000	-	11,690,000	0.14%	229

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

- (a) See Exhibit J-7 for property tax data.
- (b) Population data can be found in Exhibit J-15.

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Direct and Overlapping Governmental Activities Debt
Delaware Township
As of December 31, 2015

	<u>Debt Outstanding</u>	<u>Estimated % Applicable (a)</u>	<u>Estimated Share of Overlapping Debt</u>
Governmental unit			
Debt repaid with property taxes			
Local School District	\$ 2,660,000	100.00	\$ 2,660,000
Regional High School	11,870,000	9.81	1,165,023
County general obligation debt	62,494,492	4.27	<u>2,668,701</u>
Subtotal, overlapping debt			6,493,723
Municipal direct debt			<u>8,650,021</u>
Total direct and overlapping debt			<u><u>\$ 15,143,744</u></u>

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

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

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

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Direct and Overlapping Governmental Activities Debt
East Amwell Township
As of December 31, 2015

	<u>Debt Outstanding</u>	<u>Estimated % Applicable (a)</u>	<u>Estimated Share of Overlapping Debt</u>
Governmental unit			
Debt repaid with property taxes			
Local School District	\$ 610,000	100.00	\$ 610,000
Regional High School	11,870,000	8.02	951,697
County general obligation debt	62,494,492	3.49	<u>2,180,038</u>
Subtotal, overlapping debt			3,741,735
Municipal direct debt			<u>4,779,809</u>
Total direct and overlapping debt			<u><u>\$ 8,521,544</u></u>

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

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

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

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Direct and Overlapping Governmental Activities Debt
Flemington Borough
As of December 31, 2015

	Debt Outstanding	Estimated % Applicable (a)	Estimated Share of Overlapping Debt
Governmental unit			
Debt repaid with property taxes			
Regional Grammar School	\$ 32,875,000	10.56	\$ 3,472,886
Regional High School	11,870,000	5.10	605,781
County general obligation debt	62,494,492	2.22	<u>1,387,653</u>
Subtotal, overlapping debt			5,466,320
Municipal direct debt			<u>6,570,125</u>
Total direct and overlapping debt			<u><u>\$ 12,036,445</u></u>

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

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

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

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Direct and Overlapping Governmental Activities Debt
Raritan Township
As of December 31, 2015

	Debt Outstanding	Estimated % Applicable (a)	Estimated Share of Overlapping Debt
Governmental unit			
Debt repaid with property taxes			
Regional Grammar School	\$ 32,875,000	89.44	\$ 29,402,114
Regional High School	11,870,000	43.21	5,128,654
County general obligation debt	62,494,492	18.80	11,748,133
Subtotal, overlapping debt			46,278,901
Municipal direct debt			17,783,325
Total direct and overlapping debt			\$ 64,062,226

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

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

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

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Direct and Overlapping Governmental Activities Debt
Readington Township
As of December 31, 2015

	Debt Outstanding	Estimated % Applicable (a)	Estimated Share of Overlapping Debt
Governmental unit			
Debt repaid with property taxes			
Local School District	\$ 20,295,000	100.00	\$ 20,295,000
Regional High School	11,870,000	33.86	4,018,845
County general obligation debt	62,494,492	14.73	9,205,910
Subtotal, overlapping debt			33,519,755
Municipal direct debt			56,554,349
Total direct and overlapping debt			\$ 90,074,104

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

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

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

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Legal Debt Margin Information
Last Ten Fiscal Years

Legal debt margin calculation for fiscal year 2016

	Equalized valuation basis	
	2015	\$ 9,236,765,199
	2014	9,017,580,887
	2013	8,984,135,308
		<u>\$ 27,238,481,394</u>
Average equalized valuation of taxable property		<u>\$ 9,079,493,798.00</u>
Debt limit (3.0% of average equalization value)		\$ 272,384,814
Total net debt applicable to limit		<u>11,690,000</u>
Legal debt margin		<u>\$ 260,694,814</u>

	Fiscal Year				
	2012	2013	2014	2015	2016
Debt limit	\$ 299,229,168	\$ 289,904,045	\$ 278,800,482	\$ 273,067,184	\$ 272,384,814
Total net debt applicable	<u>18,575,000</u>	<u>16,915,000</u>	<u>15,205,000</u>	<u>13,485,000</u>	<u>11,690,000</u>
Legal debt margin	<u>\$ 280,654,168</u>	<u>\$ 272,989,045</u>	<u>\$ 272,989,045</u>	<u>\$ 259,582,184</u>	<u>\$ 260,694,814</u>
Total net debt applicable to the limit as a percentage of debt limit	6.21%	5.83%	5.45%	4.94%	4.29%

	Fiscal Year				
	2007	2008	2009	2010	2011
Debt limit	\$ 269,701,831	\$ 295,956,463	\$ 312,080,910	\$ 314,021,085	\$ 309,486,620
Total net debt applicable	<u>26,996,275</u>	<u>25,631,275</u>	<u>24,201,275</u>	<u>22,691,275</u>	<u>20,703,000</u>
Legal debt margin	<u>\$ 242,705,556</u>	<u>\$ 270,325,188</u>	<u>\$ 287,879,635</u>	<u>\$ 291,329,810</u>	<u>\$ 288,783,620</u>
Total net debt applicable to the limit as a percentage of debt limit	10.01%	8.66%	7.75%	7.23%	6.69%

Source: Equalized valuation bases were obtained from the annual report of the State of New Jersey Department of Treasury, Division of Taxation.

(a) Limit set by N.J.S.A. 18A:24-19

See independent auditors' report.

**HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Demographic and Economic Statistics
All Constituent Districts
Last Ten Years**

Year	Population (a)	Personal Income (b)	County of Hunterdon Per Capita Personal Income (c)	Average Unemployment Rate (d)
2006	51,969	\$ 3,361,199,013	\$ 64,677	2.4%
2007	52,058	3,550,199,426	68,197	3.1%
2008	52,109	3,598,439,104	69,056	5.7%
2009	52,281	3,446,886,330	65,930	5.8%
2010	51,462	3,417,951,654	66,417	5.7%
2011	51,432	3,615,309,576	70,293	5.9%
2012	51,213	3,821,616,486	74,622	5.9%
2013	51,132	3,802,073,256	74,358	5.6%
2014	51,053	3,979,275,032	77,944	4.5%
2015	51,029	N/A	N/A	3.8%

Sources:

- (a) Population information provided by the NJ Dept. of Labor and Workforce
- (b) Personal income has been estimated based upon the municipal population and per capita personal income presented
- (c) Per capita personal income by county estimated based upon the 2010 census published by the U.S. Bureau of Economic Analysis.
- (d) Unemployment data provided by the NJ Dept. of Labor and Workforce Development

**HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Demographic and Economic Statistics
Delaware Township
Last Ten Years**

Year	Population (a)	Personal Income (b)	County of Hunterdon Per Capita Personal Income (c)	Unemployment Rate (d)
2006	4,679	\$ 302,623,683	\$ 64,677	1.9%
2007	4,704	320,798,688	68,197	2.5%
2008	4,705	324,908,480	69,056	4.5%
2009	4,708	310,398,440	65,930	4.6%
2010	4,559	302,795,103	66,417	4.5%
2011	4,537	318,919,341	70,293	4.7%
2012	4,518	337,142,196	74,622	4.7%
2013	4,514	335,652,012	74,358	3.9%
2014	4,508	351,371,552	77,944	3.9%
2015	4,491	N/A	N/A	3.3%

Sources:

- (a) Population information provided by the NJ Dept. of Labor and Workforce
- (b) Personal income has been estimated based upon the municipal population and per capita personal income presented
- (c) Per capita personal income by county estimated based upon the 2010 census published by the U.S. Bureau of Economic Analysis.
- (d) Unemployment data provided by the NJ Dept. of Labor and Workforce Development

**HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Demographic and Economic Statistics
East Amwell Township
Last Ten Years**

Year	Population (a)	Personal Income (b)	County of Hunterdon Per Capita Personal Income (c)	Unemployment Rate (d)
2006	4,507	\$ 291,499,239	\$ 64,677	2.9%
2007	4,498	306,750,106	68,197	3.8%
2008	4,482	309,508,992	69,056	6.8%
2009	4,485	295,696,050	65,930	7.0%
2010	4,011	266,398,587	66,417	6.9%
2011	3,992	280,609,656	70,293	7.1%
2012	3,973	296,473,206	74,622	7.1%
2013	3,957	294,234,606	74,358	7.2%
2014	3,944	307,411,136	77,944	4.6%
2015	3,925	N/A	N/A	3.9%

Sources:

- (a) Population information provided by the NJ Dept. of Labor and Workforce
- (b) Personal income has been estimated based upon the municipal population and per capita personal income presented
- (c) Per capita personal income by county estimated based upon the 2010 census published by the U.S. Bureau of Economic Analysis.
- (d) Unemployment data provided by the NJ Dept. of Labor and Workforce Development

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Demographic and Economic Statistics
Flemington Borough
Last Ten Years

Year	Population (a)	Personal Income (b)	County of Hunterdon Per Capita Personal Income (c)	Unemployment Rate (d)
2006	4,224	\$ 273,195,648	\$ 64,677	3.1%
2007	4,252	289,973,644	68,197	4.0%
2008	4,307	297,424,192	69,056	7.3%
2009	4,403	290,289,790	65,930	7.5%
2010	4,577	303,990,609	66,417	7.4%
2011	4,731	332,556,183	70,293	7.6%
2012	4,705	351,096,510	74,622	7.6%
2013	4,685	348,367,230	74,358	4.8%
2014	4,663	363,452,872	77,944	4.7%
2015	4,641	N/A	N/A	4.1%

Sources:

- (a) Population information provided by the NJ Dept. of Labor and Workforce
- (b) Personal income has been estimated based upon the municipal population and per capita personal income presented
- (c) Per capita personal income by county estimated based upon the 2010 census published by the U.S. Bureau of Economic Analysis.
- (d) Unemployment data provided by the NJ Dept. of Labor and Workforce Development

See independent auditors' report.

**HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Demographic and Economic Statistics
Raritan Township
Last Ten Years**

Year	Population (a)	Personal Income (b)	County of Hunterdon Per Capita Personal Income (c)	Unemployment Rate (d)
2006	22,445	\$ 1,451,675,265	\$ 64,677	1.5%
2007	22,504	1,534,705,288	68,197	2.0%
2008	22,474	1,551,964,544	69,056	3.7%
2009	22,516	1,484,479,880	65,930	3.8%
2010	22,190	1,473,793,230	66,417	3.7%
2011	22,123	1,555,092,039	70,293	3.8%
2012	22,053	1,645,638,966	74,622	3.8%
2013	22,020	1,637,363,160	74,358	5.8%
2014	22,018	1,716,170,992	77,944	4.7%
2015	22,041	N/A	N/A	3.9%

Sources:

- (a) Population information provided by the NJ Dept. of Labor and Workforce
- (b) Personal income has been estimated based upon the municipal population and per capita personal income presented
- (c) Per capita personal income by county estimated based upon the 2010 census published by the U.S. Bureau of Economic Analysis.
- (d) Unemployment data provided by the NJ Dept. of Labor and Workforce Development

**HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Demographic and Economic Statistics
Readington Township
Last Ten Years**

Year	Population (a)	Personal Income (b)	County of Hunterdon Per Capita Personal Income (c)	Unemployment Rate (d)
2006	16,114	\$ 1,042,205,178	\$ 64,677	2.5%
2007	16,100	1,097,971,700	68,197	3.3%
2008	16,141	1,114,632,896	69,056	6.0%
2009	16,169	1,066,022,170	65,930	6.2%
2010	16,125	1,070,974,125	66,417	6.1%
2011	16,049	1,128,132,357	70,293	6.3%
2012	15,964	1,191,265,608	74,622	6.3%
2013	15,956	1,186,456,248	74,358	6.3%
2014	15,920	1,240,868,480	77,944	4.7%
2015	15,931	N/A	N/A	3.9%

Sources:

- (a) Population information provided by the NJ Dept. of Labor and Workforce
- (b) Personal income has been estimated based upon the municipal population and per capita personal income presented
- (c) Per capita personal income by county estimated based upon the 2010 census published by the U.S. Bureau of Economic Analysis.
- (d) Unemployment data provided by the NJ Dept. of Labor and Workforce Development

**HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Principal Employers
Current Year and Nine Years Ago**

2016

<u>Employer</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Municipal Employment</u>
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INFORMATION IS NOT AVAILABLE FOR THIS SCHOOL DISTRICT

2007

<u>Employer</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Municipal Employment</u>
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INFORMATION IS NOT AVAILABLE FOR THIS SCHOOL DISTRICT

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Full Time Equivalent District Employees by Function/Program
Last Ten Fiscal Years

Function/Program	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Instruction										
Regular	218.0	221.5	221.9	215.5	210.0	208.7	210.0	208.7	209.0	207.5
Special education	77.0	82.0	85.0	75.5	78.0	78.0	82.6	82.6	80.7	85.5
Other special education	4.0	4.0	4.0	4.3	4.2	4.2	2.0	2.0	3.0	2.0
Other instruction	5.0	5.0	5.0	5.0	5.0	5.0	4.0	4.0	5.0	4.0
Support services										
Student and instruction related services	75.0	76.0	77.8	79.0	78.2	78.0	82.0	81.0	76.9	74.4
General administration	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
School administration services	14.0	14.0	14.0	14.0	14.0	14.0	14.0	14.0	14.0	13.0
Central services	10.0	10.0	11.0	12.8	11.8	11.8	11.8	11.8	11.8	12.0
Administrative information technology	2.0	2.0	2.0	2.0	1.0	1.0	1.0	1.0	1.0	1.0
Plant operations and maintenance	48.0	48.0	48.0	48.0	44.0	44.0	44.0	44.0	44.0	43.0
Pupil transportation	59.0	61.0	66.0	66.0	64.0	64.0	64.0	64.0	64.0	64.0
Total	515.0	526.5	537.7	525.1	513.2	511.7	518.4	516.1	512.4	509.4

Source: District personnel records

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Operating Statistics
Last Ten Fiscal Years

Fiscal Year	Enrollment	Operating Expenditures (a)	Cost Per Pupil	Percentage Change	Teaching Staff (b)	Teacher Ratio	Average Daily Enrollment (ADE) (c)	Average Daily Attendance (ADA) (c)	% Change in Average Daily Enrollment	Student Attendance Percentage
2007	2,994	\$ 52,644,536	\$ 17,583	1.29%	284	1 to 10.60	2,892.6	2,799.1	3.24%	96.77%
2008	3,042	54,774,163	18,006	2.40%	284	1 to 12.00	3,027.0	2,977.3	4.65%	98.36%
2009	3,092	54,266,859	17,551	-2.53%	287	1 to 12.00	2,981.4	2,889.0	-1.51%	96.90%
2010	3,121	54,524,213	17,470	-0.46%	282	1 to 12.30	2,986.1	2,941.9	0.16%	98.52%
2011	3,057	53,350,211	17,452	-0.10%	278	1 to 12.50	2,911.1	2,828.0	-2.51%	97.15%
2012	3,045	54,331,108	17,843	2.24%	275	1 to 12.50	2,897.6	2,857.8	-0.46%	98.63%
2013	3,012	54,719,771	18,167	1.82%	276	1 to 12.50	3,036.3	2,919.5	4.79%	96.15%
2014	2,932	55,203,488	18,828	3.64%	274	1 to 12.70	2,927.2	2,830.5	-3.59%	96.70%
2015	2,962	55,789,998	18,835	0.04%	273	1 to 12.60	2,923.6	2,826.2	-0.12%	96.67%
2016	3,029	57,991,341	19,145	1.65%	278	1 to 12.30	2,935.5	2,839.3	0.41%	96.72%

Source: District records

- (a) Operating expenditures equal total expenditures less debt service and capital outlay.
- (b) Teaching staff includes only full-time equivalents or certificated staff.
- (c) Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
School Building Information
Last Ten Fiscal Years

District Building	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
High School square footage										
100 level (1955/1962/2007)	144,828	144,828	144,828	144,828	144,828	144,828	144,828	144,828	144,828	144,828
200/300 level (1958/2007)	67,170	67,170	67,170	67,170	67,170	67,170	67,170	67,170	67,170	67,170
600 level (1971)	29,700	29,700	29,700	29,700	29,700	29,700	29,700	29,700	29,700	29,700
700 level (1971/1998)	32,345	32,345	32,345	32,345	32,345	32,345	32,345	32,345	32,345	32,345
Media center (1971/2007)	21,799	21,799	21,799	21,799	21,799	21,799	21,799	21,799	21,799	21,799
Music building (1971/2007)	12,681	12,681	12,681	12,681	12,681	12,681	12,681	12,681	12,681	12,681
Field house (1971/1998)	37,031	37,031	37,031	37,031	37,031	37,031	37,031	37,031	37,031	37,031
Communications building (1992)	6,750	6,750	6,750	6,750	6,750	6,750	6,750	6,750	6,750	6,750
Administrative wing (1996)	3,505	3,505	3,505	3,505	3,505	3,505	3,505	3,505	3,505	3,505
800/900 level (1998/2007)	119,020	119,020	119,020	119,020	119,020	119,020	119,020	119,020	119,020	119,020
Alternative education (2009)	-	-	3,476	3,476	3,476	3,476	3,476	3,476	3,476	3,476
Subtotal	<u>474,829</u>	<u>474,829</u>	<u>478,305</u>	<u>478,305</u>	<u>478,305</u>	<u>478,305</u>	<u>478,305</u>	<u>478,305</u>	<u>478,305</u>	<u>478,305</u>
Business office building	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000
Operations buildings	9,380	9,380	9,380	9,380	9,380	9,380	7,580	7,580	7,580	7,580
Operations storage building (2013)	-	-	-	-	-	-	-	2,640	2,640	2,640
Trailers	2,600	2,600	2,600	2,600	2,600	2,600	2,600	2,600	2,600	2,600
Transportation building (1977)	3,435	3,435	3,435	3,435	3,435	3,435	3,435	3,435	3,435	3,435
Transportation maint. garage (2010)	-	-	-	5,400	5,400	5,400	5,400	5,400	5,400	5,400
Subtotal	<u>17,415</u>	<u>17,415</u>	<u>17,415</u>	<u>22,815</u>	<u>22,815</u>	<u>22,815</u>	<u>21,015</u>	<u>23,655</u>	<u>23,655</u>	<u>23,655</u>
Total building square footage	492,244	492,244	495,720	501,120	501,120	501,120	499,320	501,960	501,960	501,960
Capacity (students)	3,120	3,120	3,170	3,170	3,170	3,170	3,170	3,170	3,170	3,170
Average daily Enrollment	2,892.6	3,027.0	2,981.4	2,986.1	2,911.1	2,897.6	3,036.3	2,927.2	2,923.6	2,935.5

Number of schools at June 30, 2016
 Senior high school - 1

Source: District facilities office

N/A = Not available

NOTE: Year of original construction is shown in parentheses. Increase in square footage and capacity are the result of renovations and additions. Enrollment is based on the annual October District count.

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Schedule of Required Maintenance
Last Ten Fiscal Years

Undistributed expenditures - Required maintenance for school facilities

<u>Fiscal Year Ending</u>	<u>District Wide Campus*</u>	<u>Total</u>
2007	\$ 1,126,642	\$ 1,126,642
2008	1,015,201	1,015,201
2009	1,094,536	1,094,536
2010	1,119,818	1,119,818
2011	917,152	917,152
2012	1,829,288	1,829,288
2013	1,517,389	1,517,389
2014	1,508,790	1,508,790
2015	1,029,045	1,029,045
2016	1,136,699	1,136,699
 Total school facilities	 <u><u>\$ 12,294,560</u></u>	 <u><u>\$ 12,294,560</u></u>

* School facilities as defined under EFCFA.
(NJAC 6A:26-1.2 and NJAC 6A:26A-1.3)

Source: District records

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Insurance Schedule
June 30, 2016
(Unaudited)

	<u>Coverage</u>	<u>Deductible</u>
Worker's Compensation - New Jersey Schools Insurance Group		
Injury per accident	\$ 2,000,000	\$ -
Disease per employee	2,000,000	-
Disease policy limit	2,000,000	-
School Package Policy -Utica National Insurance Group		
Property - Blanket building & contents	102,825,355	1,000
Comprehensive general liability	1,000,000	-
Blanket dishonesty bond	100,000	500
Excess Umbrella - Utica National Insurance Group		
Policy limit	10,000,000	10,000
Storage Tank Liability - ACE American Insurance Company:		
Policy limit	1,000,000	25,000
School Board Legal Liability Insurance - Utica National Insurance Group		
Policy limit (per occurrence)	1,000,000	7,500
Policy limit (aggregate)	3,000,000	-
Student Accident Insurance - Berkley Life and Health Insurance Company through BMI		
Policy limit	5,000,000	-
Broadcasters Liability - Federal Insurance Company		
Policy limit	2,000,000	5,000
Transportation Jointure Package Policy - New Jersey Schools Insurance Group		
Comprehensive General Liability	31,000,000	-
Public Employees' Faithful Performance -Selective Insurance Company		
Treasurer of School Monies Bond	328,000	-
Business Administrator's Bond	250,000	-
Commercial automobile - Utica National Insurance Group		
Policy limit	1,000,000	1,000

Source: District records

See independent auditors' report.



Bedard, Kurowicki & Co.
Certified Public Accountants, PC
www.bkc-cpa.com

Independent Auditors' 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
Hunterdon Central Regional High School District
County of Hunterdon, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States 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, and the aggregate remaining fund information of the Hunterdon Central Regional High School District, County of Hunterdon, the State of New Jersey, (the District), as of and for the year ended June 30, 2016, and the related Notes to the Financial Statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 28, 2016.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Hunterdon Central Regional High School District'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 the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

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


Compliance and Other Matters

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

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* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Bedard, Kurowicki & Co.
BEDARD, KUROWICKI & CO., CPA'S, PC


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

November 28, 2016
Flemington, New Jersey



Bedard, Kurowicki & Co.
Certified Public Accountants, PC
www.bkc-cpa.com

**Independent Auditors' Report on Compliance for Each Major Program
and on Internal Control Over Compliance Required by The Uniform Guidance and New Jersey
OMB Circular Letter 15-08**

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

Report on Compliance for Each Major Federal Program and State Program

We have audited the Hunterdon Central Regional High School District's (the District) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the New Jersey OMB Circular Letter 15-08 that could have a direct and material effect on each of the District's major federal and New Jersey programs for the year ended June 30, 2016. Hunterdon Central Regional High School District's major federal 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 federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal and New Jersey programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and New Jersey OMB Circular 15-08. Those standards, the Uniform Guidance and OMB Circular 15-08 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal and State Program

In our opinion, the Hunterdon Central Regional High School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and New Jersey programs for the year ended June 30, 2016.

Report on Internal Control over Compliance


Management of the Hunterdon Central Regional High School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and New Jersey OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Hunterdon Central Regional High School District'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 program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and New Jersey OMB Circular 15-08. Accordingly, this report is not suitable for any other purpose.

Bedard, Kurowicki & Co.
BEDARD, KUROWICKI & CO., CPA'S, PC


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

November 28, 2016
Flemington, New Jersey

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards - Schedule A
For the Fiscal Year Ended June 30, 2016

Grantor/Program Title	Federal CFDA Number	FAIN Number	Project Number	Program or Award Amount	Grant Period		Balance 06/30/15	Carryover Amount	Cash Received	Budgetary Expenditure	Adjust- ment	Repayment of Prior Year Balance	Balance June 30, 2016				
					From	To							Accounts Receivable	Deferred Revenue	Due to Grantor		
U.S. Departments of Education and Health & Human services																	
General fund																	
Medical asst. program - Cost settlement	93.778	1605NJ5MAP	N/A	\$ 49,530	07/01/11	06/30/12	\$ 107,460	\$ -	\$ -	\$ 49,530	\$ -	\$ 57,930	\$ -	\$ -	\$ -		
Medical asst. program - Cost settlement	93.778	1605NJ5MAP	N/A	7,021	07/01/12	06/30/13	7,021	-	-	7,021	-	-	-	-	-		
Medical assistance program	93.778	1605NJ5MAP	N/A	32,786	07/01/15	06/30/16	-	-	27,357	32,786	-	-	(5,429)	-	-		
Medical assistance program	93.778	1605NJ5MAP	N/A	81,763	07/01/14	06/30/15	(6,184)	-	6,184	-	-	-	-	-	-		
Total general fund							<u>108,297</u>	<u>-</u>	<u>33,541</u>	<u>89,337</u>	<u>-</u>	<u>57,930</u>	<u>(5,429)</u>	<u>-</u>	<u>-</u>		
U.S. Department of Education passed through State Department of Education																	
Special revenue fund																	
NCLB Title I A	84.010A	S010S150030	NCLB-2300-15	\$ 59,542	07/01/14	06/30/15	(23,766)	-	23,766	-	-	-	-	-	-		
NCLB Title I A	84.010A	S010S150030	NCLB-2300-16	58,734	07/01/15	06/30/16	-	-	56,541	58,734	-	-	(2,193)	-	-		
NCLB Title II A	84.367A	S367A150029	NCLB-2300-15	4,484	07/01/14	06/30/15	(15,539)	-	15,539	-	-	-	-	-	-		
NCLB Title II A	84.367A	S367A150029	NCLB-2300-16	43,314	07/01/15	06/30/16	-	-	34,279	43,314	-	-	(9,035)	-	-		
NCLB Title III	84.365A	S365A150030	NCLB-2300-15	16,879	07/01/14	06/30/15	(9,161)	-	9,161	-	-	-	-	-	-		
NCLB Title III	84.365A	S365A150030	NCLB-2300-16	24,562	07/01/15	06/30/16	-	-	24,424	24,562	-	-	(138)	-	-		
NCLB Title III Immigrant	84.365A	S365A150030	NCLB-2300-15	5,697	07/01/14	06/30/15	(2,644)	-	2,644	-	-	-	-	-	-		
NCLB Title III Immigrant	84.365A	S365A150030	NCLB-2300-16	6,648	07/01/15	06/30/16	-	-	2,336	3,767	-	-	(1,431)	-	-		
IDEA Basic	84.027	H027A150100	IDEA-2300-15	551,184	07/01/14	06/30/15	(2,542)	-	2,542	-	-	-	-	-	-		
IDEA Basic	84.027	H027A150100	IDEA-2300-16	570,856	07/01/15	06/30/16	-	-	570,856	570,856	-	-	-	-	-		
Total special revenue fund							<u>(53,652)</u>	<u>-</u>	<u>742,088</u>	<u>701,233</u>	<u>-</u>	<u>-</u>	<u>(12,797)</u>	<u>-</u>	<u>-</u>		
U.S. Department of Agriculture passed through State Department of Agriculture																	
Enterprise fund																	
Child nutrition cluster																	
National school lunch program cash assistance	10.555	1616NJ304N1099	N/A	112,699	07/01/14	06/30/15	(5,984)	-	5,984	-	-	-	-	-	-		
National school lunch program non-cash assistance (commodities)	10.555	1616NJ304N1099	N/A	36,641	07/01/14	06/30/15	2,983	-	-	2,983	-	-	-	-	-		
National school lunch program cash assistance	10.555	1616NJ304N1099	N/A	115,505	07/01/15	06/30/16	-	-	110,019	115,505	-	-	(5,486)	-	-		
National school lunch program non-cash assistance (commodities)	10.555	1616NJ304N1099	N/A	39,041	07/01/15	06/30/16	-	-	39,041	35,125	-	-	-	3,916	-		
School breakfast program	10.553	1616NJ304N1099	N/A	16,043	07/01/14	06/30/15	(1,053)	-	1,053	-	-	-	-	-	-		
School breakfast program	10.553	1616NJ304N1099	N/A	17,260	07/01/15	06/30/16	-	-	15,909	17,260	-	-	(1,351)	-	-		
Total enterprise fund							<u>(4,054)</u>	<u>-</u>	<u>172,006</u>	<u>170,873</u>	<u>-</u>	<u>-</u>	<u>(6,837)</u>	<u>3,916</u>	<u>-</u>		
Total Federal financial assistance							<u>\$ 50,591</u>	<u>\$ -</u>	<u>\$ 947,635</u>	<u>\$ 961,443</u>	<u>\$ -</u>	<u>\$ 57,930</u>	<u>\$ (25,063)</u>	<u>\$ 3,916</u>	<u>\$ -</u>		

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Schedule of Expenditures of State Financial Assistance - Schedule B
For the Fiscal Year Ended June 30, 2016

Grantor/Program Title	Project Number	Program or Award Amount	Grant Period		Balance June 30, 2015		Cash Received	Budgetary Expenditure	Adjustments	Balance June 30, 2016			Memo	
			From	To	Deferred Rev. (Accts. Rec)	Due to Grantor				Accounts Receivable	Deferred Revenue	Due to Grantor	Budgetary Receivable	Cumulative Expenditure
State Department of Education														
General fund														
Equalization aid	16-495-034-5120-078	\$ 3,185,863	07/01/15	06/30/16	\$ -	\$ -	\$ 2,898,045	\$ 3,185,863	\$ -	\$ -	\$ -	\$ -	\$ 287,818	\$ 3,185,863
Transportation aid	16-495-034-5120-014	308,410	07/01/15	06/30/16	-	-	280,547	308,410	-	-	-	-	27,863	308,410
Special education categorical aid	16-495-034-5120-089	1,840,406	07/01/15	06/30/16	-	-	1,674,140	1,840,406	-	-	-	-	166,266	1,840,406
Security aid	16-495-034-5120-084	48,383	07/01/15	06/30/16	-	-	44,012	48,383	-	-	-	-	4,371	48,383
School choice aid	16-495-034-5120-068	219,616	07/01/15	06/30/16	-	-	199,775	219,616	-	-	-	-	19,841	219,616
PARCC Readiness aid	16-495-034-5120-098	29,880	07/01/15	06/30/16	-	-	27,181	29,880	-	-	-	-	2,699	29,880
Per pupil growth aid	16-495-034-5120-097	29,880	07/01/15	06/30/16	-	-	27,181	29,880	-	-	-	-	2,699	29,880
Extraordinary aid	16-495-034-5120-044	449,131	07/01/15	06/30/16	-	-	-	449,131	-	(449,131)	-	-	-	449,131
Extraordinary aid	15-495-034-5120-044	467,164	07/01/14	06/30/15	(467,164)	-	467,164	-	-	-	-	-	-	467,164
Non-public transportation aid	15-495-034-5120-014	21,788	07/01/14	06/30/15	(21,788)	-	21,788	-	-	-	-	-	-	21,788
Non-public transportation aid	16-495-034-5120-014	17,651	07/01/15	06/30/16	-	-	-	17,651	-	(17,651)	-	-	-	17,651
Payment for institutionalized children unknown residence	16-495-034-5120-005	178,639	07/01/15	06/30/16	-	-	176,742	178,639	-	(1,897)	-	-	-	178,639
On behalf TPAF pension contribution - Post retirement medical	16-495-034-5094-001	2,009,586	07/01/15	06/30/16	-	-	2,009,586	2,009,586	-	-	-	-	-	2,009,586
On behalf TPAF pension contribution - Non-contributory insurance	16-495-034-5094-004	80,081	07/01/15	06/30/16	-	-	80,081	80,081	-	-	-	-	-	80,081
On behalf TPAF pension contribution - Teachers' pension & annuity fund	16-495-034-5094-002	1,607,620	07/01/15	06/30/16	-	-	1,607,620	1,607,620	-	-	-	-	-	1,607,620
Reimbursed TPAF Social Security contribution	16-495-034-5094-003	1,522,127	07/01/15	06/30/16	-	-	1,447,516	1,522,127	-	(74,611)	-	-	-	1,522,127
Reimbursed TPAF Social Security contribution	15-495-034-5094-003	1,545,490	07/01/14	06/30/15	(75,612)	-	75,612	-	-	-	-	-	-	1,545,490
Total general fund					(564,564)	-	11,036,990	11,527,273	-	(543,290)	-	-	511,557	13,561,715
Special revenue fund														
NJCCCS Standard 8 training	15-100-034-50-68-003	1,048	07/01/14	06/30/15	-	-	1,048	1,048	-	-	-	-	-	1,048
NJ Nonpublic aid														
Auxiliary services aid														
Compensatory education	16-100-034-5120-067	423	07/01/15	06/30/16	-	-	423	423	-	-	-	-	-	423
Handicapped services aid														
Examination & classification	16-100-034-5120-066	1,192	07/01/15	06/30/16	-	-	1,192	1,192	-	-	-	-	-	1,192
Total capital projects fund					-	-	2,663	2,663	-	-	-	-	-	2,663
NJ School development authority														
Capital projects fund														
11/12 Wing electrical power upgrades	2300-050-14-1003	125,763			(125,763)	-	125,763	-	-	-	-	-	-	125,763
Campus-wide video camera system replacement														
	2300-050-14-1013	230,340			(230,340)	-	230,340	-	-	-	-	-	-	230,340
11/12 Wing roof replacement	2300-050-14-1014	549,200			(549,200)	-	-	-	-	(549,200)	-	-	-	549,200
Total capital projects fund					(905,303)	-	356,103	-	-	(549,200)	-	-	-	905,303

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Schedule of Expenditures of State Financial Assistance - Schedule B (continued)
For the Fiscal Year Ended June 30, 2016

Grantor/Program Title	Project Number	Program or Award Amount	Grant Period		Balance June 30, 2015		Cash Received	Budgetary Expenditure	Adjustments	Balance June 30, 2016			Memo	
			From	To	Deferred Rev. (Accts. Rec)	Due to Grantor				Accounts Receivable	Deferred Revenue	Due to Grantor	Budgetary Receivable	Cumulative Expenditure
State Department of Agriculture														
Enterprise fund														
State school lunch program	16-100-010-3350-023	4,999	07/01/15	06/30/16	\$ -	\$ -	\$ 4,769	\$ 4,999	\$ -	\$ (230)	\$ -	\$ -	\$ -	\$ 4,999
State school lunch program	15-100-010-3350-023	5,383	07/01/14	06/30/15	(435)	-	435	-	-	-	-	-	-	5,383
Total enterprise fund					(435)	-	5,204	4,999	-	(230)	-	-	-	10,382
Total State financial assistance					\$ (1,470,302)	\$ -	\$ 11,400,960	11,534,935	\$ -	\$ (1,092,720)	\$ -	\$ -	\$ 511,557	\$ 14,480,063
Less: On behalf TPAF Pension system contributions								(3,697,287)						
Total for State financial assistance - major program determination								\$ 7,837,648						

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Schedule of Awards and Financial Assistance
June 30, 2016

Note 1 - General

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

Note 2 - Basis of accounting

The accompanying Schedules of Financial Assistance are presented using the budgetary basis of accounting with the exception of programs recorded in the Food Service Fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Notes 1 (C) and 1 (D) to the Board's financial statements.

Note 3 - Relationship of financial statements

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

The General Fund is presented in the accompanying Schedules on the Modified Accrual Basis with the exception of the revenue recognition of the last State aid payment in the current budget year, which is mandated pursuant to PL 2003, Ch. 97 (A3521). For GAAP purposes, that payment is not recognized until the subsequent budget year due to the State deferred and recording of the last State aid payment in the subsequent year. The Special Revenue Fund is presented in the accompanying Schedules on the Grant Accounting Budgetary Basis, which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$14,307) for the General Fund. See Exhibit C-3 for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the General Fund.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Schedule of Awards and Financial Assistance
June 30, 2016

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

	Local	Federal	State	Total
General Fund	\$ -	\$ 89,337	\$ 11,512,966	\$ 11,602,303
Special Revenue Fund	68,538	701,233	2,663	772,434
Food Service Fund	-	170,873	4,999	175,872
Total	\$ 68,538	\$ 961,443	\$ 11,520,628	\$ 12,550,609

Note 4 - Relationship to Federal and State financial reports

Amounts reported in the accompanying schedules agree with the amounts reported in the related Federal and State financial reports.

Note 5 - Other

Revenues and expenditures reported under the USDA Commodities Program represent current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the State on behalf of the District for the year ended June 30, 2016. TPAF Social Security Contribution represents the amount reimbursed by the State for the employer's share of Social Security contributions for TPAF members for the year ended June 30, 2016.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2016

Section I - Summary of Auditor's Results

Financial Statements

Type of Auditor's Report issued Unmodified

Internal Control Over Financial Reporting:

1. Were material weakness(es) identified? Yes X No

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

Any noncompliance material to the financial statements noted? Yes X No

Federal Awards

Internal Control Over Major Programs:

1. Were material weakness(es) identified? Yes X No

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

What was the type of Auditor's Report Issued on Compliance for Major Programs? Unmodified

Were any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance? Yes X No

Identification of Major Programs:

CFDA Numbers	Amount	Name of Federal Program
<u>84.027</u>	<u>570,856</u>	<u>IDEA Basic</u>

What was the dollar threshold used to distinguish between Type A and Type B programs? \$ 750,000

Did the auditee qualify as a low-risk auditee? X Yes No

**HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2016**

Section I - Summary of Auditor's Results (continued)

State Awards

What was the dollar threshold used to distinguish between
Type A and Type B programs? \$750,000

Did the auditee qualify as a low-risk auditee? X Yes No

What was the type of Auditor's Report Issued on Compliance
for Major Programs? Unmodified

Internal Control Over Major Programs:

1. Were material weakness(es) identified? Yes X No

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

Were any audit findings disclosed that are required to be
reported in accordance with NJ OMB Circular Letter 15-08? Yes X No

Identification of Major Programs:

<u>GMIS Numbers</u>	<u>Amount</u>	<u>Name of State Program</u>
<u>16-495-034-5120-078</u>	<u>\$ 3,185,863</u>	<u>Equalization Aid</u>
<u>16-495-034-5120-089</u>	<u>1,840,406</u>	<u>Special Education Aid</u>
<u>16-495-034-5094-003</u>	<u>1,522,127</u>	<u>Social Security Aid</u>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2016

Section II - Financial Statement Findings

There were no findings or questioned costs for the year ended June 30, 2016.

Section III - Federal Awards and State Financial Assistance Findings and Questioned Costs

There were no findings or questioned costs for the year ended June 30, 2016.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Summary Schedule of Prior Audit Findings
For the Fiscal Year Ended June 30, 2016

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Schedule of Prior Year Findings and Questioned Costs

There were no prior year findings or questioned costs.