

**HUNTERDON CENTRAL
REGIONAL HIGH SCHOOL DISTRICT**

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

JUNE 30, 2020

**Responsibility of the Management of
Hunterdon Central Regional High School District
Hunterdon County, New Jersey**



**HUNTERDON CENTRAL
REGIONAL HIGH SCHOOL DISTRICT**

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2020

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Hunterdon Central Regional High School

"Performance Excellence for Everyone"



84 Route 31, Flemington, New Jersey 08822-1239
(908) 782-5727 FAX (908) 284-7314
Secretary

Jeffrey Moore, Ed.D. Superintendent
Gymlyn Corbin, Business Administrator / Board

January 19, 2021

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, 2020 is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Hunterdon Central Regional High School Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

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

The Comprehensive Annual Financial Report is presented in four sections:

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



National Blue Ribbon School of Excellence

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). 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 2019-2020 District Goals are two-pronged, based on both educational and financial directives. Educational goals are:

- To maintain compliance with all mandated programs and initiatives of New Jersey Department of Education.
- To continue to evaluate and implement programs in support of the academic experience for all students.
- To plan and provide the necessary resources for the faculty/staff and students in preparation for college/career as designated in the New Jersey State Student Learning Standards.
- To sustain and enhance District facilities for safety, academic experiences, activities, and environmental purposes through ongoing maintenance and long-range capital plan.

The District Goal focuses on fiscal responsibility:

- To offer the community a fiscally responsible and respectful 2020-2021 budget with a 2% New Jersey state cap by implementing strategies to balance District needs while mitigating expenses to minimize future budget tax levy increases.

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, Hunterdon County Vocational, or Somerset County Vocational School.

The District completed the 2019-2020 fiscal year with an average enrollment of 2,631 students, which is 115 students less than the previous year's enrollment. The following table details the changes in student enrollment over the last ten years:

<u>Fiscal Years</u>	<u>Student Enrollment (ADE)</u>	<u>Change</u>	<u>Percent Change</u>
2019-2020	2,631	- 115	(4.19)
2018-2019	2,746	- 110	(3.85)
2017-2018	2,856	- 130	(4.35)
2016-2017	2,986	+ 50	1.7
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)

ECONOMIC CONDITION AND OUTLOOK

Estimates of resident population for the District's five municipalities were 51,057 in 2018 and 51,085 in 2019. The most recent student census of sending districts shows enrollment declining by approximately 100 students per year for at least the next five years.

Total municipal tax ratables supporting the school district tax levy increased from \$8,646,592,319 in 2019 to \$8,704,001,023 in 2020. This reflects a 0.66% 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 are 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 re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance at June 30, 2020.

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. BKC, CPAs, PC, 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, 2020 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, 2019 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. Jeffrey Moore
Superintendent



Gymlyn Corbin
Business Administrator/Board Secretary

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

COMMUNICATIONS OFFICER
Nancy Tucker

SUPERINTENDENT
Dr. Jeffrey Moore

EXECUTIVE ASSISTANT
Karen Egan

HCTV Technicians

**BUSINESS ADMINISTRATOR/
BOARD SECRETARY**
Gymlyn Corbin

**DIRECTOR OF CURRICULUM &
INSTRUCTION**
Jessica Cangelosi-Hade

PRINCIPAL
Suzanne Cooley

MANAGER OF HUMAN RESOURCES
Shunda Williams

DIRECTOR OF SPECIAL SERVICES
Dr. Carol Webb

DEAN OF STUDENTS
Edward Brandt

Exhibit 1

Exhibit 2

Exhibit 3

Exhibit 4

Exhibit 5

Exhibit 6

Exhibit 0
2019-20 School Year

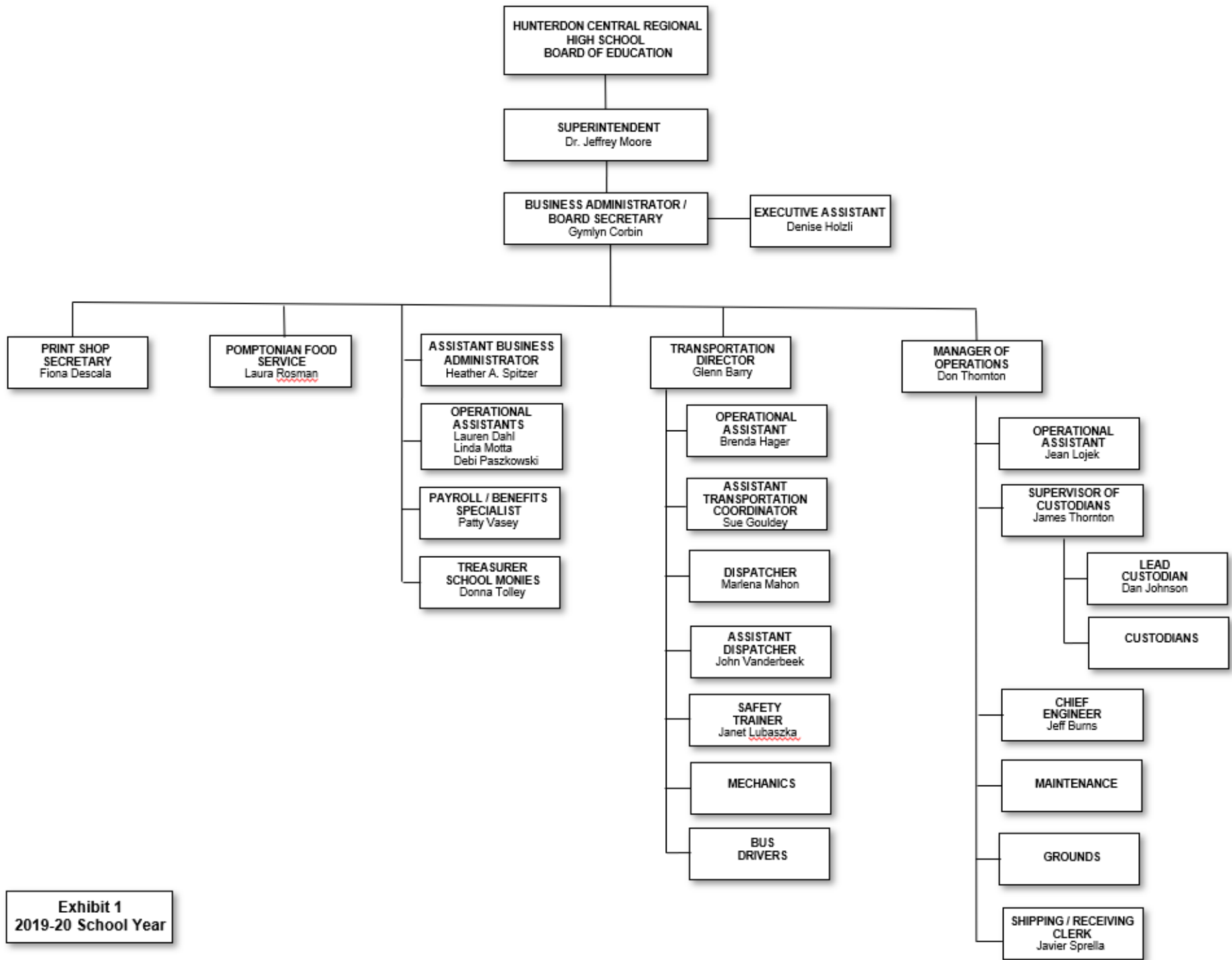


Exhibit 1
2019-20 School Year

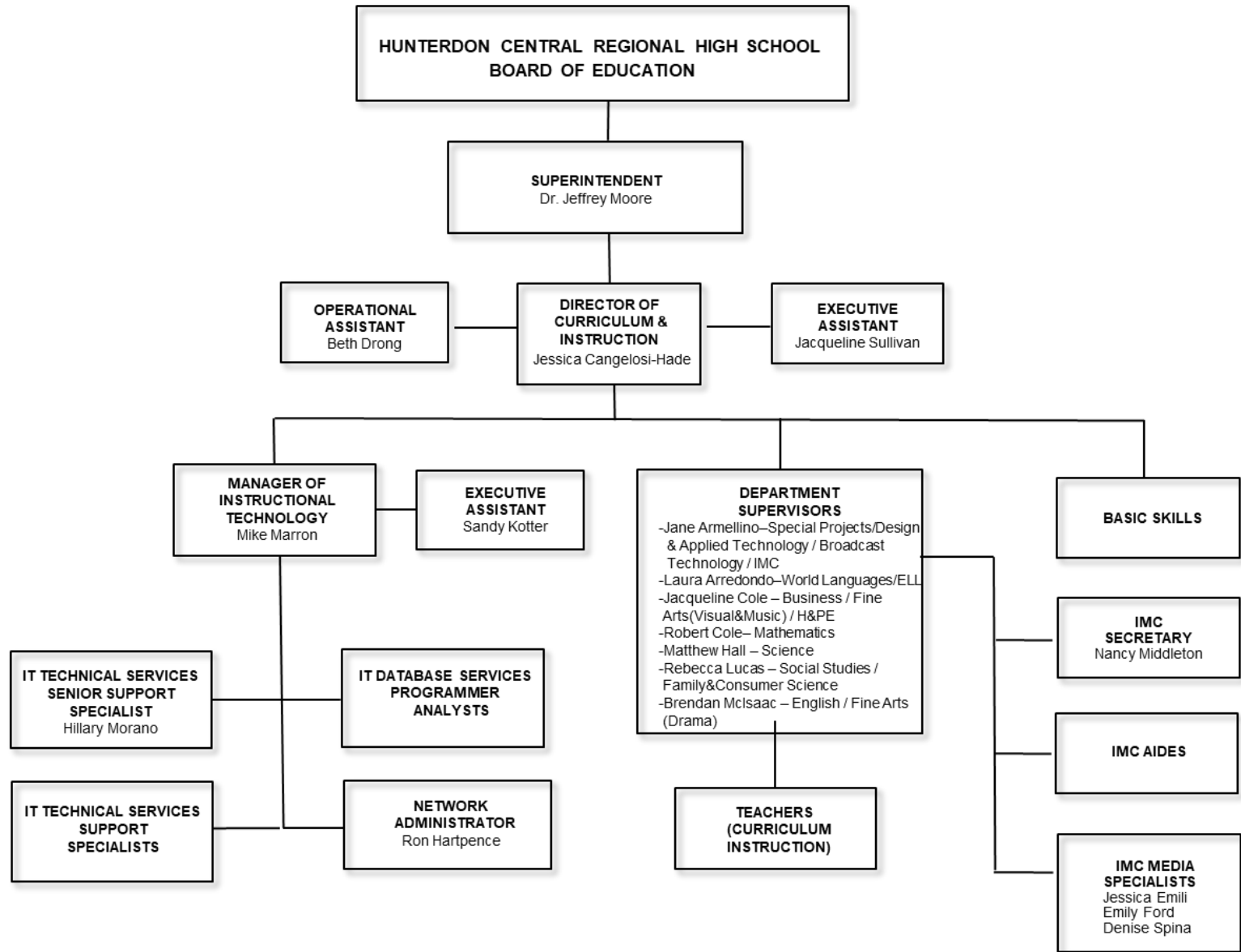


Exhibit 2
2019-20 School Year

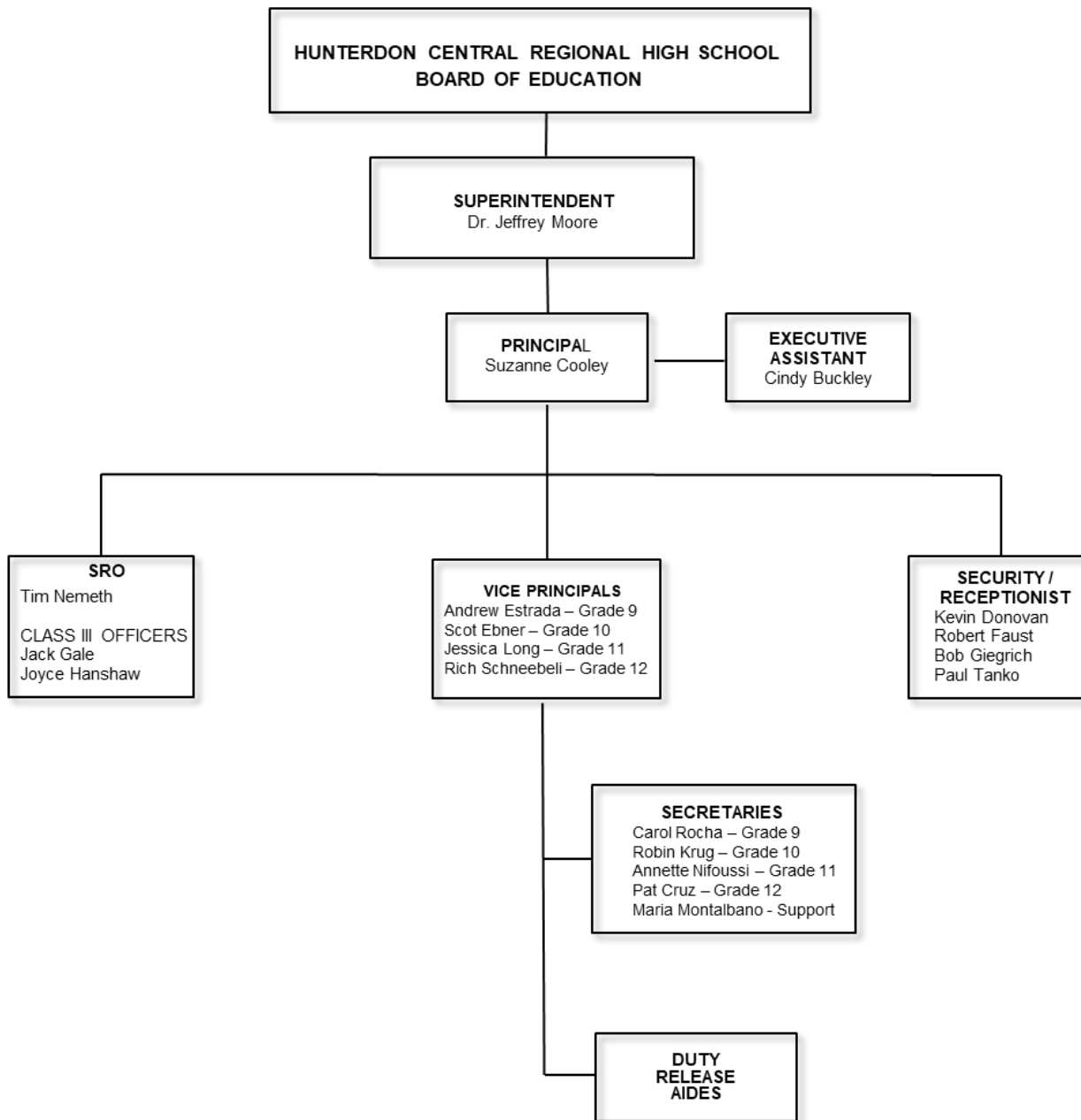


Exhibit 3
2019-20 School Year

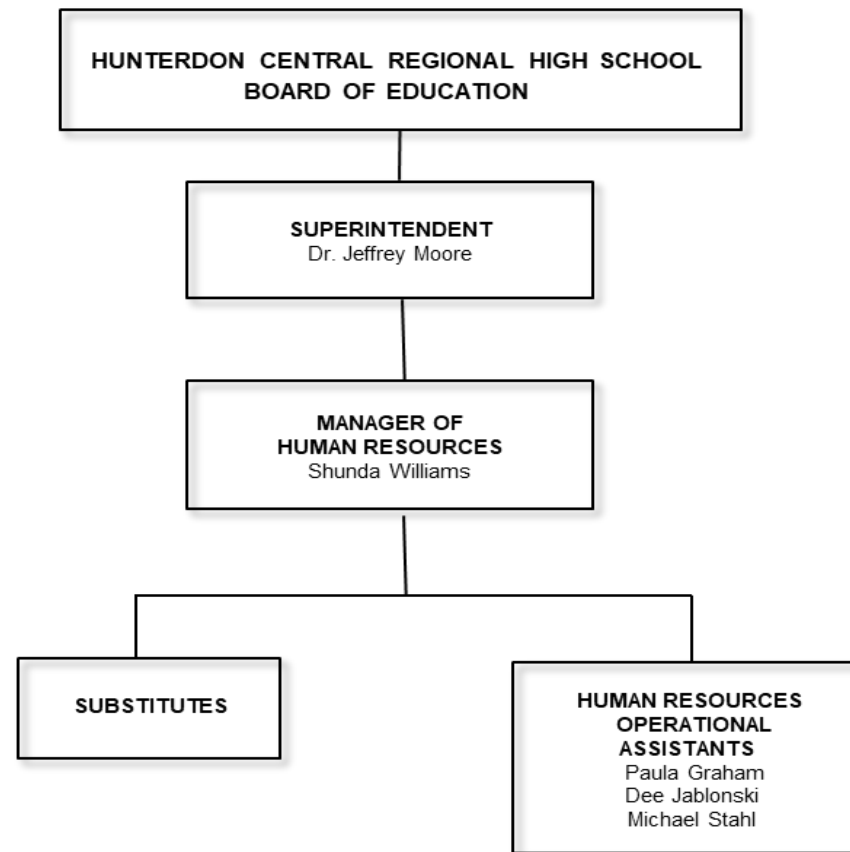


Exhibit 4
2019-20 School Year

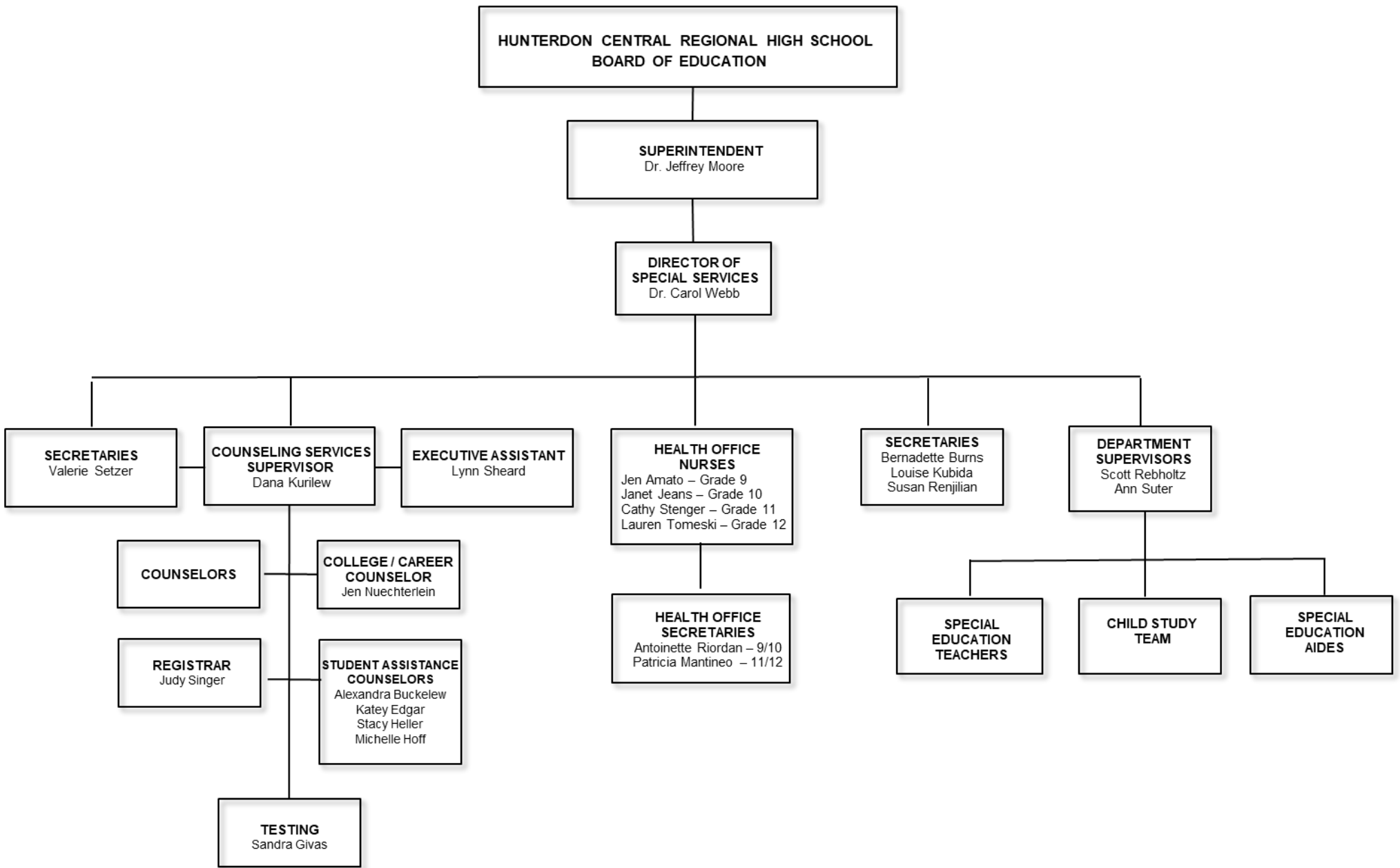


Exhibit 5
2019-20 School Year

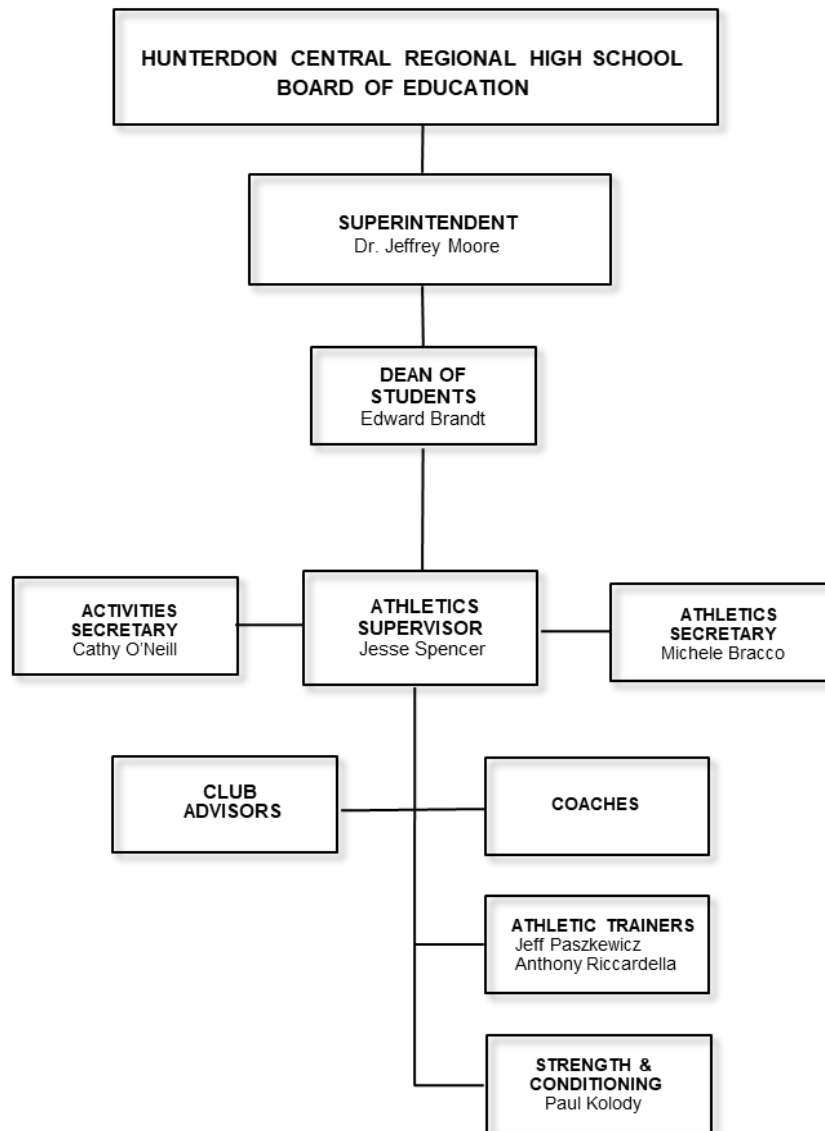


Exhibit 6
2019-20 School Year

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL
84 Route 31
Flemington, NJ 08822
June 30, 2020

Roster of Officials

<u>Members of the Board of Education</u>	<u>Term Expires</u>
<u>Readington Township:</u>	
Vincent Panico, President	2021
Jeffrey Charney	2022
Lisa Hughes	2020
<u>Raritan Township:</u>	
Bruce Davison	2020
Scott Nicol	2022
Robert Richard	2022
<u>Delaware Township:</u>	
Roseann Nguyen	2021
<u>East Amwell Township:</u>	
Michael Dendis	2020
<u>Flemington Borough:</u>	
Noelle O'Donnell, Vice President	2021

APPOINTED OFFICIALS

Dr. Jeffrey Moore, Superintendent
Gymlyn Corbin, Business Administrator/Board Secretary
Suzanne Cooley, Principal

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL
84 Route 31
Flemington, NJ 08822
June 30, 2020

Consultants and Advisors

AUDITOR

BKC, CPAs, PC
39 State Route 12, Ste 2
Flemington, NJ 08822

BOARD ATTORNEYS

Comegno Law Group, PC
521 Pleasant Valley Ave
Moorestown, NJ 08057

Cleary Giacobbe Alfieri Jacobs, LLC
169 Ramapo Valley Rd
Oakland, NJ 07436

Parker McCay
9000 Midlantic Drive, Suite 300
Mount Laurel, NJ 08054

Schenck Price Smith & King, LLP
220 Park Avenue
Florham Park, NJ 07932

Machado Law Group
1 Cleveland Place
Springfield, NJ 07092

BOND COUNSEL

Wilentz Goldman & Spitzer
90 Woodbridge Center Drive
Suite 900, Box 10
Woodbridge, NJ 07095-0958

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL
84 Route 31
Flemington, NJ 08822
June 30, 2020

Consultants and Advisors (continued)

OFFICIAL DEPOSITORY

The Provident Bank
30 Route 31
Flemington, NJ 08822

ARCHITECT

SSP Architectural Group, Inc
1011 Route 22 West
Suite 203
Bridgewater, NJ 08807

RISK MANAGER

Boynton & Boynton
21 Cedar Avenue
Fair Haven, NJ 07704

BENEFITS ADVISOR

Brown & Brown Benefits Advisor
24 Arnett Ave, Suite 110
Lambertville, NJ 08530



Certified Public Accountants, PC
www.bkc-cpa.com

Independent Auditors' Report

Honorable President and
Members of the Board of Education
Hunterdon Central Regional High School District
Flemington, 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, 2020, 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 an opinion 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 and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinion

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, 2020, 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 Schedules, Schedules Related to Accounting and Reporting for Pensions, and Schedules Related to Accounting and Reporting for Other Postemployment Employee Benefits 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 an opinion on the financial statements that collectively comprise the District's Basic Financial Statements. The introduction 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 relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America.

In our opinion, the combining and individual 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 introduction 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 January 19, 2021 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 solely 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 the effectiveness of 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.



BKC, CPAs, PC



Michael Holk, CPA, PSA
NO. 20CS00265600

January 19, 2021
Flemington, New Jersey

REQUIRED SUPPLEMENTARY INFORMATION - PART I

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2020
Unaudited

The Hunterdon Central Regional High School District's (the School District) management's discussion and analysis is designed to provide an overview of the District's financial activities for the year ended June 30, 2020, 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 2020 are as follows:

- In total, net position increased \$3,860,319 which represents a 5.50% increase from fiscal year 2019.
- General revenues accounted for \$80,789,754 in revenue or 90.65% of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$8,334,729 or 9.35% to total revenues of \$89,124,483.
- Total assets of governmental activities increased by \$903,441 as cash and cash equivalents increased by \$2,207,469; receivables decreased by \$22,343 and capital assets decreased by \$1,281,685.
- The School District had \$84,726,956 in expenses; only \$8,334,729 of these expenses was offset by program specific charges for services, grants, or contributions. General revenues (primarily property taxes) of \$80,789,754 were adequate to provide for these programs.
- Among major funds, the general fund had \$69,549,533 in revenues and \$67,550,379 in expenditures. After accounting for other financing sources of \$211,625; the general fund's balance increased \$2,210,779 from fiscal year 2019. 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, 2020
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 2020?" 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 position 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
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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 statement 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 measure and report the operating results by measuring cash on hand and other assets that can easily 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.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
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The School District as a Whole

Table 1 provides a summary of the District's net position at June 30, 2020 with comparison to June 30, 2019.

Table 1
Net Position

	06/30/20	06/30/19	Variance	
			Dollars	%
Current & other assets	\$ 37,626,264	\$ 34,992,950	\$ 2,633,314	7.53%
Capital assets	66,420,568	67,723,368	(1,302,800)	-1.92%
Total assets	<u>104,046,832</u>	<u>102,716,318</u>	<u>1,330,514</u>	1.30%
Deferred pension activity	3,440,479	5,326,340	(1,885,861)	-35.41%
Total deferred outflow of resources	<u>3,440,479</u>	<u>5,326,340</u>	<u>(1,885,861)</u>	-35.41%
Long-term liabilities	25,411,036	30,119,493	(4,708,457)	-15.63%
Other liabilities	155,500	180,471	(24,971)	-13.84%
Total liabilities	<u>25,566,536</u>	<u>30,299,964</u>	<u>(4,733,428)</u>	-15.62%
Deferred pension activity	7,902,919	7,585,157	317,762	4.19%
Total deferred inflow of resources	<u>7,902,919</u>	<u>7,585,157</u>	<u>317,762</u>	4.19%
Net position				
Net investment in capital assets	62,275,568	61,613,368	662,200	1.07%
Restricted	23,247,861	21,664,495	1,583,366	7.31%
Unrestricted	(11,505,573)	(13,120,326)	1,614,753	12.31%
Total net position	<u>\$ 74,017,856</u>	<u>\$ 70,157,537</u>	<u>\$ 3,860,319</u>	5.50%

Total assets on a government-wide basis increased by \$1,330,514. Cash and cash equivalents increased by \$2,610,497, receivables and other assets increased by \$22,817 and capital assets decreased by \$1,302,800. 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 \$1,614,753.

The negative balance in unrestricted net assets 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.

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Table 2 provides a summary of the District's changes in net position in fiscal year ending June 30, 2020 with comparisons to June 30, 2019.

Table 2
Changes in Net Position

	Fiscal Year Ending		Variance	
	06/30/20	06/30/19	Dollars	%
Revenues				
Program revenues				
Charges for services	\$ 7,486,461	\$ 7,585,666	\$ (99,205)	-1.31%
Operating grants	848,268	897,009	(48,741)	-5.43%
General revenues				
Property taxes	56,140,756	54,798,485	1,342,271	2.45%
Unrestricted grants	23,708,376	25,945,251	(2,236,875)	-8.62%
Other	940,622	863,702	76,920	8.91%
Total revenues	<u>89,124,483</u>	<u>90,090,113</u>	<u>(965,630)</u>	1.07%
Program expenses				
Instruction				
Regular	34,496,773	35,895,920	(1,399,147)	-3.90%
Special	8,736,544	8,243,629	492,915	5.98%
Other	3,143,757	3,803,879	(660,122)	-17.35%
Support services				
Tuition	3,575,792	3,170,053	405,739	12.80%
Student & instructional staff	13,907,763	13,708,994	198,769	1.45%
General & business administration	2,844,358	2,802,100	42,258	1.51%
School administration	2,241,059	2,674,595	(433,536)	-16.21%
Maintenance	6,059,349	6,284,256	(224,907)	-3.58%
Transportation	8,562,245	9,168,833	(606,588)	-6.62%
Food service	948,492	1,344,526	(396,034)	-29.46%
Interest on long-term debt	210,824	262,391	(51,567)	-19.65%
Total expenses	<u>84,726,956</u>	<u>87,359,176</u>	<u>(2,632,220)</u>	-3.01%
Increases (decreases) before				
Special items & transfers	<u>4,397,527</u>	<u>2,730,937</u>	<u>1,666,590</u>	61.03%
Special items & transfers				
Gain/(loss) on disposal of assets	(15,946)	(51,811)	35,865	-69.22%
Refund of prior year revenue	(521,262)	(325,678)	(195,584)	60.05%
Total special items & transfers	<u>(537,208)</u>	<u>(377,489)</u>	<u>(159,719)</u>	42.31%
Increase (decrease) in net position	<u>\$ 3,860,319</u>	<u>\$ 2,353,448</u>	<u>\$ 1,506,871</u>	64.03%

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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 68.27% of the total revenues for governmental activities for the District of \$82,231,162 for the year ended June 30, 2020. Federal, State, and local grants accounted for another 29.68% of revenue, while charges for services provided .94% and miscellaneous/other were 1.11%.

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 and other financing uses exceeded revenues by \$74,118.
- Charges for services accounted for \$728,436 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 \$150,899.

Transportation Services

Transportation service revenues for other local education agencies (LEAs) in the State exceeded expenditures and other financing uses by \$484,237. Other financing uses were for a transfer out to the general fund of \$211,625 and a refund of prior year revenue to other LEAs of \$521,262.

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.

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Table 3 provides a summary of the School District's cost of governmental services in fiscal year ending June 30, 2020 with comparisons to June 30, 2019.

Table 3
Cost of Governmental Services

	Total Cost of Services		Net Cost of Services	
	06/30/20	06/30/19	06/30/20	06/30/19
Instruction	\$ 46,377,074	\$ 47,943,428	\$ 45,993,762	\$ 47,554,406
Support services				
Tuition	3,575,792	3,170,053	3,026,822	2,621,521
Student & instructional staff	13,907,763	13,708,994	13,779,475	13,551,176
General & business				
administration	2,844,358	2,802,100	2,828,555	2,799,500
School administration	2,241,059	2,674,595	2,241,059	2,674,595
Plant operations &				
maintenance	6,059,349	6,284,256	5,954,785	6,187,323
Pupil transportation	3,776,368	4,227,569	3,488,262	3,932,426
Interest on long-term debt	210,824	262,391	210,824	262,391
Total expenses	<u>\$ 78,992,587</u>	<u>81,073,386</u>	<u>\$ 77,523,544</u>	<u>\$ 79,583,338</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 \$72,413,805 and expenditures of \$70,414,754 and other financing sources of \$211,625. The net positive change in fund balance of \$2,210,676 for the year was most significant in the General fund with an increase of \$2,210,779. This can be attributed in large part to effective cost-cutting measures initiated by the District and excess revenues received.

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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 2020, the School District amended its general fund budget as needed. The School District uses program based budgeting, and the budgeting systems are designed to tightly control total program budgets and provide flexibility for program management. For the general fund, budgeted revenues were \$61,256,738 which was \$1,113,313 above original budgeted estimates of \$60,143,425. 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 \$2,187,405.

Capital Assets

At the end of fiscal year 2020, the District had \$66,420,568 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, 2020 with comparisons to June 30, 2019.

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

	06/30/20	06/30/19	Variance	
			Dollars	%
Land	\$ 475,000	\$ 475,000	\$ -	0.00%
Construction in progress	1,570,467	5,602,290	(4,031,823)	-71.97%
Land improvements	4,257,334	2,703,248	1,554,086	57.49%
Buildings & improvements	56,343,355	54,904,189	1,439,166	2.62%
Machinery & equipment	2,657,757	2,973,170	(315,413)	-10.61%
Vehicles	1,116,655	1,065,471	51,184	4.80%
Total	<u>\$ 66,420,568</u>	<u>\$ 67,723,368</u>	<u>\$ (1,302,800)</u>	-1.92%

Depreciation expense and asset disposals were more than capital additions in the current fiscal year by \$1,302,800. Additions to capital assets included a paving and drainage project as well as various building improvements.

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Debt and Long-term Liabilities

At June 30, 2020, the School District had \$25,411,036 in long-term liabilities. At June 30, 2020, the School District's overall legal debt limit was \$284,300,763 and the legal borrowing margin was \$280,155,783.

Table 5 provides a summary of the District's outstanding long-term liabilities at June 30, 2020 with comparisons to June 30, 2019.

Table 5
Long-Term Liabilities at Year-End

	06/30/20	06/30/19	Variance	
			Dollars	%
General obligation bonds payable	\$ 4,145,000	\$ 6,110,000	\$ (1,965,000)	-32.16%
Net pension liability	18,725,076	21,141,299	(2,416,223)	-11.43%
Unamortized bond premium	186,440	340,364	(153,924)	-45.22%
Compensated absences payable	2,354,520	2,527,830	(173,310)	-6.86%
	<u>\$ 25,411,036</u>	<u>\$ 30,119,493</u>	<u>\$ (4,708,457)</u>	<u>-15.63%</u>

For the Future

The Hunterdon Central Regional High School District is in excellent financial condition. The major concerns for the future are looming reductions in State aid, unanticipated expenses associated with opening during a pandemic, and the financial impact of the new Educators Health Plan. Other challenges included the 2% tax levy budget cap, downward student population trends, and the reliance placed on local property taxes for the majority of school funding. The District also manages increasing costs of staff salaries and health benefits, out-of-district tuition, and transportation.

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.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2020
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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, 2020

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and cash equivalents	\$ 12,203,157	\$ 1,386,245	\$ 13,589,402
Due from other funds	15,051	-	15,051
Receivables, net	699,114	34,002	733,116
Inventory	-	40,835	40,835
Restricted assets			
Capital reserve account - cash	20,145,426	-	20,145,426
Maintenance reserve account - cash	2,909,718	-	2,909,718
Emergency reserve account - cash	192,716	-	192,716
Capital assets, net			
Land and construction in progress	2,045,467	-	2,045,467
Other capital assets, net of depreciation	64,232,052	143,049	64,375,101
Total assets	<u>102,442,701</u>	<u>1,604,131</u>	<u>104,046,832</u>
Deferred outflows of resources			
Deferred amount on pension activity	3,440,479	-	3,440,479
Liabilities			
Accounts payable	35,690	2,380	38,070
Accrued interest	33,897	-	33,897
Payable to governments	2,191	9,971	12,162
Unearned revenue	30,487	40,884	71,371
Long-term liabilities			
Due within one year	2,419,991	-	2,419,991
Due beyond one year	22,991,045	-	22,991,045
Total liabilities	<u>25,513,301</u>	<u>53,235</u>	<u>25,566,536</u>
Deferred inflows of resources			
Deferred amount on pension liability	7,902,919	-	7,902,919
Net position			
Net investment in capital assets	62,132,519	143,049	62,275,568
Restricted for			
Debt service fund	1	-	1
Capital reserve fund	20,145,426	-	20,145,426
Maintenance reserve fund	2,909,718	-	2,909,718
Emergency reserve fund	192,716	-	192,716
Unrestricted	<u>(12,913,420)</u>	<u>1,407,847</u>	<u>(11,505,573)</u>
Total net position	<u>\$ 72,466,960</u>	<u>\$ 1,550,896</u>	<u>\$ 74,017,856</u>

See accompanying notes to financial statements.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Statement of Activities
For the Fiscal Year Ended June 30, 2020

Functions/Programs	Direct Expenses	Indirect Expenses Allocation	Program Revenues			Net (Expense) Revenue & Changes in Net Position		
			Charges for Services	Operating Grants & Contribution	Capital Grants & Contribution	Governmental Activities	Business-Type Activities	Total
Governmental activities								
Instruction								
Regular	\$ 17,073,447	\$ 17,423,326	\$ 208,108	\$ 6,308	\$ -	\$ (34,282,357)	\$ -	\$ (34,282,357)
Special education	3,887,880	3,994,296	5,588	-	-	(7,876,588)	-	(7,876,588)
Other special instruction	432,812	421,556	-	57,538	-	(796,830)	-	(796,830)
Other instruction	1,759,060	1,384,697	105,770	-	-	(3,037,987)	-	(3,037,987)
Support services								
Tuition	3,575,792	-	-	548,970	-	(3,026,822)	-	(3,026,822)
Students and instruction related services	7,231,487	6,676,276	54,535	73,753	-	(13,779,475)	-	(13,779,475)
General and business administration services	1,673,930	1,170,428	15,803	-	-	(2,828,555)	-	(2,828,555)
School administration services	1,196,921	1,044,138	-	-	-	(2,241,059)	-	(2,241,059)
Plant operations and maintenance	4,732,618	1,326,731	104,564	-	-	(5,954,785)	-	(5,954,785)
Pupil transportation	3,043,525	732,843	277,306	10,800	-	(3,488,262)	-	(3,488,262)
Interest on long-term debt	210,824	-	-	-	-	(210,824)	-	(210,824)
Total governmental activities	<u>44,818,296</u>	<u>34,174,291</u>	<u>771,674</u>	<u>697,369</u>	<u>-</u>	<u>(77,523,544)</u>	<u>-</u>	<u>(77,523,544)</u>
Business-type activities								
Food service	948,492	-	728,436	150,899	-	-	(69,157)	(69,157)
Transportation	4,785,877	-	5,986,351	-	-	-	1,200,474	1,200,474
Total business-type activities	<u>5,734,369</u>	<u>-</u>	<u>6,714,787</u>	<u>150,899</u>	<u>-</u>	<u>-</u>	<u>1,131,317</u>	<u>1,131,317</u>
Total primary government	<u>\$ 50,552,665</u>	<u>\$ 34,174,291</u>	<u>\$ 7,486,461</u>	<u>\$ 848,268</u>	<u>\$ -</u>	<u>(77,523,544)</u>	<u>1,131,317</u>	<u>(76,392,227)</u>
			General revenues, special items and transfers					
						53,973,853	-	53,973,853
						2,166,903	-	2,166,903
						23,708,376	-	23,708,376
						512,431	-	512,431
						400,556	27,635	428,191
						211,625	(211,625)	-
						-	(521,262)	(521,262)
						-	(15,946)	(15,946)
						<u>80,973,744</u>	<u>(721,198)</u>	<u>80,252,546</u>
						3,450,200	410,119	3,860,319
						69,016,760	1,140,777	70,157,537
						<u>\$ 72,466,960</u>	<u>\$ 1,550,896</u>	<u>\$ 74,017,856</u>

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
Governmental Funds
Balance Sheet
June 30, 2020

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Assets					
Cash and cash equivalents	\$ 12,172,239	\$ 30,917	\$ -	\$ 1	\$ 12,203,157
Due from other funds	15,051	-	-	-	15,051
Receivables from other governments					
State	625,624	292	-	-	625,916
Federal	-	10,825	-	-	10,825
Local	45,666	-	-	-	45,666
Other accounts receivables	13,609	3,098	-	-	16,707
Restricted cash and equivalents	23,247,860	-	-	-	23,247,860
Total assets	\$ 36,120,049	\$ 45,132	\$ -	\$ 1	\$ 36,165,182
Liabilities and fund balances					
Liabilities					
Payables to other governments					
State	\$ -	\$ 2,191	\$ -	\$ -	\$ 2,191
Accounts payable	23,236	12,454	-	-	35,690
Unearned revenue	-	30,487	-	-	30,487
Total liabilities	23,236	45,132	-	-	68,368

See accompanying notes to financial statements.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Governmental Funds
Balance Sheet (continued)
June 30, 2020

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Liabilities and fund balances (cont'd)					
Fund balances					
Restricted fund balance					
Excess surplus	\$ 3,820,000	\$ -	\$ -	\$ -	\$ 3,820,000
Excess surplus - designated for subsequent year's expenditures	3,876,034	-	-	-	3,876,034
Capital reserve account	20,145,426	-	-	-	20,145,426
Maintenance reserve account	2,909,718	-	-	-	2,909,718
Emergency reserve account	192,716	-	-	-	192,716
Committed fund balance					
Year-end encumbrances	3,949,732	-	-	-	3,949,732
Assigned fund balance					
Debt service - undesignated balance	-	-	-	1	1
Unassigned fund balance	1,203,187	-	-	-	1,203,187
Total fund balances	<u>36,096,813</u>	<u>-</u>	<u>-</u>	<u>1</u>	<u>36,096,814</u>
Total liabilities and fund balances	<u>\$ 36,120,049</u>	<u>\$ 45,132</u>	<u>\$ -</u>	<u>\$ 1</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 \$123,633,352 and the accumulated depreciation is \$57,355,833.	66,277,519
Long-term liabilities, including bonds payable are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(25,411,036)
Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.	(4,462,440)
Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.	<u>(33,897)</u>
Total net position of governmental activities	<u>\$ 72,466,960</u>

See accompanying notes to financial statements.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended June 30, 2020

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Revenues					
Local sources					
Local tax levy	\$ 53,973,853	\$ -	\$ -	\$ 2,166,903	\$ 56,140,756
Tuition - other LEAs within the state	164,561	-	-	-	164,561
Transportation fees	59,968	-	-	-	59,968
Interest earned on legal reserve funds	177,201	-	-	-	177,201
Interest on investments	335,230	-	-	-	335,230
Miscellaneous	571,052	23,706	-	-	594,758
Total local sources	<u>55,281,865</u>	<u>23,706</u>	<u>-</u>	<u>2,166,903</u>	<u>57,472,474</u>
State sources	14,235,903	731	-	-	14,236,634
Federal sources	31,765	672,932	-	-	704,697
Total revenues	<u>69,549,533</u>	<u>697,369</u>	<u>-</u>	<u>2,166,903</u>	<u>72,413,805</u>
Expenditures					
Current					
Instructional					
Regular instruction	17,023,592	6,308	-	-	17,029,900
Special education instruction	3,882,292	-	-	-	3,882,292
Other special instruction	375,274	57,538	-	-	432,812
Other instruction	1,748,990	-	-	-	1,748,990
Support service and undistributed costs					
Tuition	3,026,822	548,970	-	-	3,575,792
Student and instruction related services	7,147,624	67,169	-	-	7,214,793
General and business administrative services	1,658,127	-	-	-	1,658,127
School administrative services	1,196,921	-	-	-	1,196,921
Plant operations and maintenance	4,665,009	-	-	-	4,665,009
Pupil transportation	2,826,187	-	-	-	2,826,187
Unallocated benefits	20,967,432	6,584	-	-	20,974,016

See accompanying notes to financial statements.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances (continued)
For the Fiscal Year Ended June 30, 2020

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Expenditures (cont'd)					
Capital outlay	\$ 2,852,992	\$ 10,800	\$ -	\$ -	\$ 2,863,792
Debt service					
Principal	-	-	-	1,965,000	1,965,000
Interest and other charges	-	-	-	202,006	202,006
Interest on NJ SDA obligations	179,117	-	-	-	179,117
Total expenditures	<u>67,550,379</u>	<u>697,369</u>	<u>-</u>	<u>2,167,006</u>	<u>70,414,754</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,999,154</u>	<u>-</u>	<u>-</u>	<u>(103)</u>	<u>1,999,051</u>
Other financing sources (uses)					
Transfers in	<u>211,625</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>211,625</u>
Total other financing sources (uses)	<u>211,625</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>211,625</u>
Net change in fund balance	2,210,779	-	-	(103)	2,210,676
Fund balances, July 1	<u>33,886,034</u>	<u>-</u>	<u>-</u>	<u>104</u>	<u>33,886,138</u>
Fund balances, June 30	<u>\$ 36,096,813</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 36,096,814</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 to the Statement of Activities
For the Fiscal Year Ended June 30, 2020

Total net changes in fund balances - governmental funds (from B-2) \$ 2,210,676

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 depreciation exceeds capital outlays in the period:

Capital outlays	\$ 2,863,792	
Depreciation expense	<u>(4,145,477)</u>	(1,281,685)

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 Position and are not reported in the Statement of Activities:

Debt principal payments	1,965,000
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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.

212,600

Governmental funds report the effect of premiums when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities:

Amortization of bond premium	153,924
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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 to the Statement of Activities (continued)
For the Fiscal Year Ended June 30, 2020

In the Statement of Activities, interest on long-term debt is accrued regardless of when due. In the governmental funds interest is reported when due. The accrued interest is a reconciling item. \$ 16,375

In the Statement of Activities, compensated absences and 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. 173,310

Change in net position of governmental activities \$ 3,450,200

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Proprietary Funds
Combining Statement of Net Position
June 30, 2020

	Food Service Fund	Transportation Fund	Total
Assets			
Current assets			
Cash and cash equivalents	\$ 149,332	\$ 1,236,913	\$ 1,386,245
Receivables from other governments			
State	1,380	-	1,380
Federal	3,245	-	3,245
Local	9,681	183	9,864
Other accounts receivable	19,513	-	19,513
Inventory	40,835	-	40,835
Total current assets	<u>223,986</u>	<u>1,237,096</u>	<u>1,461,082</u>
Noncurrent assets			
Capital assets	970,108	-	970,108
Less: accumulated depreciation	827,059	-	827,059
Total noncurrent assets	<u>143,049</u>	<u>-</u>	<u>143,049</u>
Total assets	<u>367,035</u>	<u>1,237,096</u>	<u>1,604,131</u>
Liabilities			
Current liabilities			
Accounts payable	2,380	-	2,380
Unearned revenues - commodities	9,971	-	9,971
Unearned revenues - prepaid sales	40,884	-	40,884
Total current liabilities	<u>53,235</u>	<u>-</u>	<u>53,235</u>
Net position			
Net investment in capital assets	143,049	-	143,049
Unrestricted	170,751	1,237,096	1,407,847
Total net position	<u>\$ 313,800</u>	<u>\$ 1,237,096</u>	<u>\$ 1,550,896</u>

See accompanying notes to financial statements.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Proprietary Funds
Combining Statement of Revenues, Expenses, and Changes in Net Position
For the Fiscal Year Ended June 30, 2020

	Food Service Fund	Transportation Fund	Total
Operating revenues			
Charges for services			
Daily sales - reimbursable programs	\$ 227,915	\$ -	\$ 227,915
Daily sales - non-reimbursable programs	490,840	-	490,840
Satellite sales	9,681	-	9,681
Transportation fees from other LEA's	-	5,986,351	5,986,351
Total operating revenues	<u>728,436</u>	<u>5,986,351</u>	<u>6,714,787</u>
Operating expenses			
Cost of sales - reimbursable programs	181,153	-	181,153
Cost of sales - non-reimbursable programs	168,775	-	168,775
Commodity food costs	32,699	-	32,699
Salaries	335,478	1,217,393	1,552,871
Support services - employee benefits	62,073	1,033,169	1,095,242
Purchased professional/technical services	-	57,585	57,585
Purchased property services	16,628	-	16,628
Contracted services - transportation	-	1,978,416	1,978,416
Other purchased services			
Insurance	45,030	42,903	87,933
Management fee	52,720	27,165	79,885
Other purchased services	5,183	3,553	8,736
Supplies and materials	19,668	1,886	21,554
Transportation supplies (including gasoline)	-	103,498	103,498
Utilities	-	10,812	10,812
Acquisition of vehicles and other equipment	-	304,961	304,961
Depreciation	29,085	-	29,085
Miscellaneous expenditures	-	4,536	4,536
	<u>948,492</u>	<u>4,785,877</u>	<u>5,734,369</u>
Operating income (loss)	<u>(220,056)</u>	<u>1,200,474</u>	<u>980,418</u>
Non-operating revenues (expenses)			
State sources			
State school lunch program	5,091	-	5,091
Federal sources			
National school breakfast program	17,275	-	17,275
National school lunch program			
Cash assistance	95,834	-	95,834
Non cash assistance (commodities)	32,699	-	32,699
Miscellaneous	10,985	16,650	27,635
Total non-operating revenues (expenses)	<u>161,884</u>	<u>16,650</u>	<u>178,534</u>
Other financing sources (uses)			
Refund of prior year revenue	-	(521,262)	(521,262)
Loss on disposal of assets	(15,946)	-	(15,946)
Transfer out	-	(211,625)	(211,625)
Total other financing sources (uses)	<u>(15,946)</u>	<u>(732,887)</u>	<u>(748,833)</u>
Change in net position	(74,118)	484,237	410,119
Net position, beginning	<u>387,918</u>	<u>752,859</u>	<u>1,140,777</u>
Net position, ending	<u>\$ 313,800</u>	<u>\$ 1,237,096</u>	<u>\$ 1,550,896</u>

See accompanying notes to financial statements.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Proprietary Funds
Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 2020

	Food Service Fund	Transportation Fund	Total
Cash flows from operating activities			
Receipts from services provided (net)	\$ 736,055	\$ 5,986,710	\$ 6,722,765
Payments to employees	(41,613)	(1,217,393)	(1,259,006)
Payments for employee benefits	(3,183)	(1,033,169)	(1,036,352)
Payments to Food Service Management Co.	(856,454)	-	(856,454)
Payments to vendors (net)	(28,138)	(2,535,315)	(2,563,453)
Net cash provided by (used for) operating activities	<u>(193,333)</u>	<u>1,200,833</u>	<u>1,007,500</u>
Cash flows from non-capital financing activities			
State sources	4,096	-	4,096
Federal sources	120,600	-	120,600
Miscellaneous	10,984	16,650	27,634
General fund interfund activity	-	(211,625)	(211,625)
Refund of prior year revenue	-	(521,262)	(521,262)
Net cash provided by (used for) non-capital financing activities	<u>135,680</u>	<u>(716,237)</u>	<u>(580,557)</u>
Cash flows from capital and related financing activities			
Acquisition of capital assets	<u>(23,915)</u>	<u>-</u>	<u>(23,915)</u>
Net cash provided by (used for) capital and related financing activities	<u>(23,915)</u>	<u>-</u>	<u>(23,915)</u>
Net increase (decrease) in cash and cash equivalents	(81,568)	484,596	403,028
Cash and cash equivalents, beginning	<u>230,900</u>	<u>752,317</u>	<u>983,217</u>
Cash and cash equivalents, ending	<u>\$ 149,332</u>	<u>\$ 1,236,913</u>	<u>\$ 1,386,245</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities			
Operating income (loss)	\$ (220,056)	\$ 1,200,474	\$ 980,418
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities			
Depreciation	29,085	-	29,085
Federal food donation program	32,699	-	32,699
(Increase) decrease in receivable from other governments	(9,681)	359	(9,322)
(Increase) decrease in accounts receivable	(19,513)	-	(19,513)
(Increase) decrease in inventory	(22,821)	-	(22,821)
Increase (decrease) in accounts payable	(6,692)	-	(6,692)
Increase (decrease) in unearned revenues	23,646	-	23,646
Net cash provided by (used for) operating activities	<u>\$ (193,333)</u>	<u>\$ 1,200,833</u>	<u>\$ 1,007,500</u>

See accompanying notes to financial statements.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Fiduciary Funds
Statement of Net Position
June 30, 2020

	<u>Unemployment Compensation Fund</u>	<u>Private Purpose Scholarship Fund</u>	<u>Agency Funds</u>
Assets			
Cash and cash equivalents	\$ 582,230	\$ 242,946	\$ 958,756
Due from other funds	16,940	-	-
Due from local governments	-	-	14,528
Other receivables	-	-	523
Total assets	<u>\$ 599,170</u>	<u>\$ 242,946</u>	<u>\$ 973,807</u>
Liabilities			
Accounts payable	\$ 92,992	\$ -	\$ -
Due to other funds	-	-	31,991
Due to student groups	-	-	773,903
Payroll deductions and withholdings	-	-	167,913
Total liabilities	<u>92,992</u>	<u>-</u>	<u>\$ 973,807</u>
Net position			
Held in trust for unemployment claims and other purposes	506,178	-	-
Reserve for scholarship funds	-	242,946	-
Total net position	<u>\$ 506,178</u>	<u>\$ 242,946</u>	<u>\$ -</u>

See accompanying notes to financial statements.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Fiduciary Funds
Statement of Changes in Net Position
For the Fiscal Year Ended June 30, 2020

	<u>Unemployment Compensation Fund</u>	<u>Private Purpose Scholarship Fund</u>
Additions		
Contributions		
Plan members	\$ 55,493	\$ -
Other	-	46,041
Investment earnings		
Interest	3,892	2,303
Total additions	<u>59,385</u>	<u>48,344</u>
Deductions		
Unemployment claims	125,401	-
Scholarships awarded	-	46,732
Other	1,110	-
Total deductions	<u>126,511</u>	<u>46,732</u>
Change in net position	(67,126)	1,612
Net position, beginning of the year	<u>573,304</u>	<u>241,334</u>
Net position, end of the year	<u><u>\$ 506,178</u></u>	<u><u>\$ 242,946</u></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 Hunterdon Central Regional High School District (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to local Governmental Units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the District are described below.

The basic financial statements include:

A Management's Discussion and Analysis (MD&A) providing an analysis of the Districts over-all 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, 2020 of 2,676 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 Activities) 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 postemployment 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 State Statute, a municipality is required to remit to its school district the entire property tax balance, in the amount voted upon or certified prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive moneys under the established payment schedule and the unpaid amount is considered to be 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 resource's 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
Building improvements	45 Years

Fiduciary Fund types

Trust and Agency Funds - This fund is 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. 6:23-16.2(f)1. All budget amendments must be approved by School Board Resolution.

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

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

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 are 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 and 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, 2020.

J. Capital assets

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

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

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 1 - Summary of significant accounting policies (continued)
J. Capital assets (continued)

<u>Assets</u>	<u>Years</u>
Buildings	40
Building improvements & portable classroom	20 - 40
Land improvements	15 - 20
Furniture	20
Musical instruments	15
Athletic equipment	10 - 15
Maintenance equipment	10 - 15
Audio visual equipment	7 - 10
Office equipment	5 - 10
Computer equipment	5 - 10
Vehicles	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.

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.

N. Net position

Net position represents the difference between the sum of assets and deferred outflows of resources, and the sum of liabilities and deferred inflows of resources. In the government-wide financial statements, net position is classified into the following three components:

- *Net investment in Capital Assets* - This component represents capital assets, less accumulated depreciation and net of outstanding balances of borrowings used for the acquisition, construction, or improvement of those assets.
- *Restricted* - Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.
- *Unrestricted* - Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 1 - Summary of significant accounting policies (continued)

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

P. Use of estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and the accompanying notes. Actual results could differ from those estimates

Q. 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 1 - Summary of significant accounting policies (continued)

R. Deferred outflows/inflows of resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. Currently, the District has one item that qualifies for reporting in this category, deferred amount on pension activity. In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The District has one item that qualifies for reporting in this category, deferred amount on pension activity.

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 collecting 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.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 2 - Tax assessments and property taxes (continued)

School taxes are guaranteed, as to amount of collection, by the collecting 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 investments

Cash, cash equivalents and investments - Cash and cash equivalents include petty cash, change funds and cash on deposit with public depositories. All certificates of deposit are recorded as cash and cash equivalents regardless of the date of maturity. As of June 30, 2020, the District had no investments.

New Jersey Governmental Units are required by N.J.S.A. 40A:5-14 to deposit public funds in a bank or trust company having its place of business in the State of New Jersey and organized under the laws of the United States or of the State of New Jersey or in the New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of investments which may be purchased by New Jersey Governmental Units. In addition, other state statutes permit investments in obligations issued by local authorities and other state agencies. The State of New Jersey does not place any limit on the amount that the District may invest with any one issuer.

N.J.S.A. 17:9-41 et. seq. establishes the requirements for the security of deposits of Governmental Units. The statute requires that no Governmental Unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Act. Public depositories include savings and loan institutions, banks (both state and national banks) and saving banks the deposits of which are federally insured.

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.

Custodial credit risk is the risk that, in the event of a bank failure, the District's deposits might not be recovered. The District does not have a policy for custodial credit risk. New Jersey statutes require that cash be deposited only in New Jersey based banking institutions that participate in the New Jersey Governmental Unit Deposit Protection Act (GUDPA) or in qualified investments established in New Jersey Statutes 40A:5-15.1(a) that are treated as cash equivalents. Under the act, the first \$250,000 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the District in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds, employee's salary withholdings, or funds that may pass to the District relative to the happening of a future condition.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 3 - Deposits and investments (continued)

As of June 30, 2020, the District's bank balances of \$39,751,207 were exposed to custodial credit risk as follows:

Insured by the FDIC	\$ 500,000
Insured by GUDPA	<u>39,251,207</u>
Total	<u>\$ 39,751,207</u>

Deposits at June 30, 2020 appear in the financial statements as summarized below:

Cash and cash equivalents		<u>\$ 38,621,194</u>																								
<table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 70%;"></th> <th style="width: 10%; text-align: center;"><u>Ref.</u></th> <th style="width: 20%;"></th> </tr> </thead> <tbody> <tr> <td colspan="3">Unrestricted cash</td> </tr> <tr> <td style="padding-left: 20px;">Governmental funds, Balance Sheet</td> <td style="text-align: center;">B-1</td> <td style="text-align: right;">\$ 12,203,157</td> </tr> <tr> <td style="padding-left: 20px;">Enterprise funds, Statement of Net Position</td> <td style="text-align: center;">B-4</td> <td style="text-align: right;">1,386,245</td> </tr> <tr> <td style="padding-left: 20px;">Fiduciary funds, Statement of Net Position</td> <td style="text-align: center;">B-7</td> <td style="text-align: right;">1,783,932</td> </tr> <tr> <td colspan="3">Restricted cash</td> </tr> <tr> <td style="padding-left: 20px;">Governmental funds, Balance Sheet</td> <td style="text-align: center;">B-1</td> <td style="text-align: right;"><u>23,247,860</u></td> </tr> <tr> <td style="padding-left: 40px;">Total cash</td> <td></td> <td style="text-align: right;"><u>\$ 38,621,194</u></td> </tr> </tbody> </table>				<u>Ref.</u>		Unrestricted cash			Governmental funds, Balance Sheet	B-1	\$ 12,203,157	Enterprise funds, Statement of Net Position	B-4	1,386,245	Fiduciary funds, Statement of Net Position	B-7	1,783,932	Restricted cash			Governmental funds, Balance Sheet	B-1	<u>23,247,860</u>	Total cash		<u>\$ 38,621,194</u>
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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, 2020 is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities				
Capital assets, not being depreciated				
Land	\$ 475,000	\$ -	\$ -	\$ 475,000
Construction in progress	5,602,290	2,424,982	6,456,805	1,570,467
Total	<u>6,077,290</u>	<u>2,424,982</u>	<u>6,456,805</u>	<u>2,045,467</u>
Capital assets, being depreciated				
Land improvements	8,005,077	1,935,870	-	9,940,947
Building & improvements	97,104,293	4,525,743	-	101,630,036
Vehicles	3,166,492	294,881	208,101	3,253,272
Furniture & equipment	6,624,509	139,121	-	6,763,630
Total	<u>114,900,371</u>	<u>6,895,615</u>	<u>208,101</u>	<u>121,587,885</u>
Accumulated depreciation				
Land improvements	5,301,829	381,784	-	5,683,613
Building & improvements	42,200,104	3,090,083	-	45,290,187
Vehicles	2,101,021	243,697	208,101	2,136,617
Furniture & equipment	3,815,503	429,913	-	4,245,416
Total	<u>53,418,457</u>	<u>4,145,477</u>	<u>208,101</u>	<u>57,355,833</u>
Total capital assets, being depreciated, net	<u>61,481,914</u>	<u>2,750,138</u>	<u>-</u>	<u>64,232,052</u>
Transfer	-	(6,456,805)	(6,456,805)	-
Governmental activities capital assets, net	<u>\$ 67,559,204</u>	<u>\$ (1,281,685)</u>	<u>\$ -</u>	<u>\$ 66,277,519</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	\$ 975,743	\$ 23,916	\$ 33,057	\$ 966,602
Building improvements	3,506	-	-	3,506
Less: accumulated depreciation	(815,085)	(29,085)	(17,111)	(827,059)
Business type activities capital assets, net	<u>\$ 164,164</u>	<u>\$ (5,169)</u>	<u>\$ 15,946</u>	<u>\$ 143,049</u>

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

Instruction	
Regular	\$ 1,896,460
Special education	432,335
Other special instruction	48,198
Co-curricular activities	383,427
Support services	
Student & instruction	803,444
General & business administration	184,650
School administration	133,290
Plant & maintenance	22,691
Transportation	240,982
Total depreciation expense, governmental activities	<u>\$ 4,145,477</u>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 5 - Long-term debt

Long-term liability activity for the year ended June 30, 2020 is as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities					
General obligation bonds payable	\$ 6,110,000	\$ -	\$ 1,965,000	\$ 4,145,000	\$ 2,035,000
Unamortized bond premium	340,364	-	153,924	186,440	153,924
PERS net pension liability	21,141,299	-	2,416,223	18,725,076	-
Compensated absences payable	<u>2,527,830</u>	<u>104,653</u>	<u>277,963</u>	<u>2,354,520</u>	<u>231,067</u>
Total governmental activities long-term liabilities	<u>\$ 30,119,493</u>	<u>\$ 104,653</u>	<u>\$ 4,813,110</u>	<u>\$ 25,411,036</u>	<u>\$ 2,419,991</u>

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, 2020 including interest payments are listed as follows:

<u>Fiscal Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 2,035,000	\$ 123,553	\$ 2,158,553
2022	2,110,000	42,200	2,152,200
Total	<u>\$ 4,145,000</u>	<u>\$ 165,753</u>	<u>\$ 4,310,753</u>

General Obligation Bonds - General obligation school building bonds payable at June 30, 2020, with their outstanding balances are comprised of the following individual issues:

\$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>\$ 4,145,000</u>
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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, 2020 is \$284,300,783. General obligation debt at June 30, 2020 is \$4,145,000, resulting in a legal debt margin of \$280,155,783.

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 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 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.

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.

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 10 years of service.

The following represents the membership tiers for PERS:

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

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plans (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 and non-employer allocations are applied to amounts presented in the schedules of pension amounts by employer and non-employer. The allocation percentages for each group as of June 30, 2019 are based on the ratio of each employer's contributions to the group for the fiscal year ended June 30, 2019 measurement date. In accordance with Generally Accepted Accounting Principles, measurement for PERS pension in the District's financial statements is based upon the most recent available information which is for the state fiscal year ended June 30, 2019 measurement date.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plans (continued)

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

Allocation methodology and reconciliation to financial statements (continued)

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. The employer and nonemployer allocation percentages presented in the schedule of employer and nonemployer allocations and applied to amounts presented in the schedule of pension amounts by employer and nonemployer are based on the ratio of the contributions of an individual employer to the total contributions to PERS during the measurement period July 1, 2018 through June 30, 2019. Employer and nonemployer allocation percentages have been rounded for presentation purposes; therefore, amounts presented in the schedule of pension amounts by employer and nonemployer may result in immaterial differences. Contributions from employers are recognized when due, based on statutory requirements.

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 the State fiscal year 2019, 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 the 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.

The District's contractually required contribution rate for the year ended June 30, 2020 was 13.25% of the District's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

The contribution rate was 7.50% of base salary effective July 1, 2018.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plans (continued)

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

Collective net pension liability and actuarial information

The District's proportionate share of the net pension liability for PERS as of the measurement date June 30, 2019:

Net pension liability	\$ 18,725,076
Proportionate share	0.1039214918%

Plan fiduciary net position as a percentage of the total pension liability	56.27%
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The total pension liability for the June 30, 2019 measurement date was determined by an actuarial valuation as of July 1, 2018, which was rolled forward to June 30, 2019. This actuarial valuation used the following actuarial assumptions:

Inflation rate	2.75%
Wage	3.25%

Salary increases (based on years of service)	
Through 2026	2.00% - 6.00%
Thereafter	3.00% - 7.00%

Investment rate of return	7.00%
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Preretirement mortality rates were based on the Pub-10 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 generational basis. Mortality improvement is based on Scale MP-2019

The actuarial assumptions used in the July 1, 2018 valuation were based on the results of an actuarial experience study for the period July 1, 2014 to June 30, 2018.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plans (continued)

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

Long-term expected rate of return

In accordance with state statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2019 measurement date) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the Board of Trustees, and the Actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2019 measurement date are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocations</u>	<u>Long-Term Expected Rate of Return</u>
Risk mitigation strategies	3.00%	4.67%
Cash equivalents	5.00%	2.00%
U.S. Treasuries	5.00%	2.68%
Investment grade credit	10.00%	4.25%
High yield	2.00%	5.37%
Private credit	6.00%	7.92%
Real assets	2.50%	9.31%
Real estate	7.50%	8.33%
U.S. equity	28.00%	8.26%
Non-U.S. developed markets equity	12.50%	9.00%
Emerging markets equity	6.50%	11.37%
Private equity	12.00%	10.85%

Discount rate

The discount rate used to measure the total pension liability was 6.28% as of June 30, 2019. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00%, and a municipal bond rate of 3.50% as of June 30, 2019, 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 based on 100% of actuarially determined contributions for the local employers.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plans (continued)

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

Discount rate (continued)

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 2057. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2057 and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

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

The following presents the District's proportionate share of the collective net pension liability of as of June 30, 2019 measurement date, 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:

District's proportionate share of the net pension liability

At current discount rate (6.28%)	\$ 18,725,076
At a 1% lower rate (5.28%)	23,817,360
At a 1% higher rate (7.28%)	14,674,137

Collective deferred outflows of resources and deferred inflows of resources

At the June 30, 2019 measurement date, 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	\$ 336,091	\$ 82,719
Changes of assumptions	1,869,768	6,499,415
Net difference between projected and actual earnings on pension plan investments	-	295,583
Changes in proportion and differences between District contributions and proportionate share of contributions	223,770	1,025,202
District contributions subsequent to the measurement date	1,010,850	-
Total	<u>\$ 3,440,479</u>	<u>\$ 7,902,919</u>

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, 2020, the plan measurement date is June 30, 2019) of \$1,010,850 will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2020.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plans (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 fiscal year ended June 30, 2019 measurement date:

	<u>Beginning Balance</u>	<u>Net Change in Activity</u>	<u>Ending Balance</u>
Deferred outflows of resources			
Differences between expected and actual experience	\$ 403,168	\$ (67,077)	\$ 336,091
Changes of assumptions	3,483,736	(1,613,968)	1,869,768
Deferred inflows of resources			
Differences between expected and actual experience	(109,011)	26,292	(82,719)
Changes of assumptions	(6,759,863)	260,448	(6,499,415)
Difference between projected and actual earnings on pension plan investments	(198,306)	(97,277)	(295,583)
Net of deferred outflows	<u>\$ (3,180,276)</u>	<u>\$ (1,491,582)</u>	<u>\$ (4,671,858)</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:

State Fiscal Year Ending June 30,

2020	\$ (540,695)
2021	(1,754,004)
2022	(1,566,223)
2023	(735,423)
2024	(75,513)
Total	<u>\$ (4,671,858)</u>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plans (continued)

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

Pension expense

For the fiscal year ended June 30, 2020, the District recognized net pension expense of \$798,252, which represents the District's proportionate share of allocable plan pension expense of \$868,129 plus other adjustments to the net pension liability of \$57,169, less the net amortization of deferred amounts from changes in proportion of \$127,046. 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 fiscal year ending June 30, 2019 measurement date are as follows:

Service cost	\$	721,172
Interest on total pension liability		2,137,485
Member contributions		(496,724)
Administrative expense		13,157
Expected investment return net of investment expense		(1,326,292)
Pension expense related to specific liabilities of individual employers		(6,212)
Recognition of deferred inflows/outflows of resources		
Amortization of assumption changes or inputs		160,926
Amortization of expected versus actual experience		(491,851)
Amortization of projected versus actual investment earnings on pension plan investments		156,468
Pension expense	\$	868,129

B. Teachers' pension and annuity fund (TPAF)

Plan description

The State of New Jersey, Teachers' Pension and Annuity Fund (TPAF) is a 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.

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. 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 plans (continued)

B. Teachers' pension and annuity fund (TPAF)

Plan description

The following represents the membership Tiers for TPAF:

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 with 25 years or more of service credit before age 62, and tier 5 before age 65 with 30 years or more of service credit. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the retirement age for his/her respective tier. 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.

Contributions

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 the State fiscal year 2019, the State's pension contribution was less than the actuarial determined amount.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plans (continued)

B. Teachers' pension and annuity fund (TPAF) (continued)

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. In addition, each local participating employer must recognize pension expense associated with the employer as well as revenue in an amount equal to the non-employer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer.

During the state fiscal year ending June 30, 2019, the State of New Jersey contributed \$4,133,766 to the TPAF for normal pension benefits on behalf of the District.

The contribution rate was 7.50% of base salary effective July 1, 2018.

Collective net pension liability and actuarial information

The District's proportionate share of the net pension liability for TPAF for fiscal year ended June 30, 2019 measurement date is as follows:

District proportionate share of net pension liability	\$	172,725,957
Less: State proportionate share of net pension liability		46,550,801
Net pension liability	\$	126,175,156
 Proportionate share		 0.2055942893%
 Plan fiduciary net position as a percentage of the total pension liability		 26.95%

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plans (continued)

B. Teachers' pension and annuity fund (TPAF) (continued)

Actuarial assumptions

The total pension liability for the June 30, 2019 measurement date was determined by an actuarial valuation as of July 1, 2018, which was rolled forward to June 30, 2019. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation rate	
Price	2.75%
Wage	3.25%
Salary increases (based on years of service)	
Through 2026	1.55 - 4.55%
Thereafter	2.75 - 5.65%
Investment rate of return	7.00%

Pre-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Employee mortality table with a 93.9% adjustment for males and 85.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability mortality rates were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2019.

The actuarial assumptions used in the July 1, 2018 valuation were based on the results of an actuarial experience study for the period July 1, 2015 to June 30, 2018.

Long-term expected rate of return

In accordance with state statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2019 measurement date) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the Board of Trustees, and the Actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2019 measurement date are summarized in the following table:

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plans (continued)
B. Teachers' pension and annuity fund (TPAF) (continued)
Long-term expected rate of return (continued)

Asset Class	Target Allocations	Long-Term Expected Rate of Return
Risk mitigation strategies	3.00%	4.67%
Cash equivalents	5.00%	2.00%
U.S. Treasuries	5.00%	2.68%
Investment grade credit	10.00%	4.25%
High yield	2.00%	5.37%
Private credit	6.00%	7.92%
Real assets	2.50%	9.31%
Real estate	7.50%	8.33%
U.S. equity	28.00%	8.26%
Non-U.S. developed markets equity	12.50%	9.00%
Emerging markets equity	6.50%	11.37%
Private equity	12.00%	10.85%

Discount rate

The discount rate used to measure the total pension liability was 5.60% as of June 30, 2019. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00% and a municipal bond rate of 3.50% as of June 30, 2019 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 based on 70% of the actuarially determined contributions for the State. 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 2054. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2054 and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

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

The following presents the net pension liability of the State as of June 30, 2019 measurement date calculated using the discount rate as disclosed above as well as what the State's 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:

District's proportionate share of the net pension liability

At current discount rate (5.60%)	\$ 126,175,156
At a 1% lower rate (4.60%)	148,788,436
At a 1% higher rate (6.60%)	107,413,274

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plans (continued)

B. Teachers' pension and annuity fund (TPAF) (continued)

Pension expense

The components of allocable pension expense, which exclude pension expense related to specific liabilities of individual employers, for the District for the fiscal year ended June 30, 2019 measurement date are as follows:

Service cost	\$	3,860,133
Interest on total pension liability		8,617,593
Member contributions		(1,735,480)
Administrative expense		28,555
Expected investment return net of investment expense		(3,164,443)
Pension expense related to specific liabilities of individual employers		(616)
Recognition of deferred inflows/outflows of resources		
Amortization of assumption changes or inputs		365,545
Amortization of expected versus actual experience		(1,223,767)
Amortization of projected versus actual investment earnings on pension plan investments		694,628
Pension expense	\$	7,442,148

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 (\$8,400 in 2020) but who earn salary of at least \$5,000 annually are eligible to participate. The Program Administrator, Prudential Financial, makes information regarding the program available on its New Jersey Defined Contribution Program Web Site: www.prudential.com/njdcrp.

Contribution rates for DCRP provide for employee contributions of 5.50% of annual contractual compensation as defined. The District's contribution to the DCRP for fiscal year 2020 was \$23,629.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plans (continued)

D. Other pension plan information

During the fiscal year ended June 30, 2020, the State of New Jersey contributed \$1,762,300 to the TPAF for postretirement medical benefits, \$83,646 for noncontributory insurance premiums, \$3,386 for long-term disability insurance and \$4,666,723 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 \$1,634,366 during the fiscal year ended June 30, 2020 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 Statement 68.

Note 7 - Postretirement benefits

The State of New Jersey provides employer-paid coverage to members of the TPAF who retire from a board of education or county college with 25 years of service or on a disability retirement. Under the provision of Chapter 126, P.L. 1992, the State also provides employer-paid coverage to members of PERS and Alternative Benefits Program (ABP) who retire from a board of education or county college with 25 years of service or on a disability retirement if the member's employer does not provide this coverage. Certain local participating employers also provide post-retirement medical coverage to their employees. Retirees who are not eligible for employer paid health coverage at retirement can continue in the program if their employer participates in this program or if they are participating in the health benefits plan of their former employer and are enrolled in Medicare Parts A and B by paying the cost of the insurance for themselves and their covered dependents. In fiscal year 2019, the State paid PRM benefits for 153,893 State and local retirees.

The State funds postretirement medical benefits on a pay-as-you-go basis, which means that the State does not pre-fund, or otherwise establish a reserve or other pool of assets against the PRM expenses that the State may incur in future years. For fiscal year 2019, the State contributed \$1.908 billion to pay for pay-as-you-go PRM benefit costs incurred by covered retirees. The State's pay-as-you-go contributions have remained consistent with fiscal year 2019 amounts. The State has appropriated 1.612 billion in fiscal year 2020 as the State's contribution to fund pay-as-you-go PRM costs.

In accordance with the provisions of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, the State is required to quantify and disclose its obligations to pay Other Postemployment Benefits (OPEB) to retired plan members. This new standard supersedes the previously issued guidance, GASB Statement No. 45, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, effective for fiscal year 2018. The State is now required to accrue a liability in all instances where statutory language names the State as the legal obligor for benefit payments. The fiscal year 2019 total State OPEB liability to provide these benefits is \$76.0 billion, a decrease of \$14.5 billion or 16 percent from the \$90.5 billion liability recorded in fiscal year 2018.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 7 - Postretirement benefits (continued)

The School Employees Health Benefits Program (SEHBP) Act is found in New Jersey Statutes Annotated, Title 52, Article 17.25 et. seq. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code.

No assets are accumulated in a trust that meets the criteria in Paragraph 4 of GASB Statement No. 75.

Total OPEB liability

The State, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The District's proportionate share percentage determined under Paragraphs 193 and 203 through 205 of GASB Statement No. 75 is zero percent. Accordingly, the District did not recognize any portion of the collective net OPEB liability on the Statement of Net Position. Accordingly, the following OPEB liability note information is reported at the State's level and is not specific to the District. Note that actual numbers will be published in the NJ State CAFR at <https://www.nj.gov/treasury/omb/cafr.shtml>.

Under a special funding situation, the State, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. Accordingly, the District did not recognize any portion of the collective net OPEB liability on the Statement of Net Position. Therefore, the following OPEB liability note information is reported at the State's level and is not accrued by the District.

For purposes of reporting required GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, the District's proportionate share of allocable OPEB liability and employer OPEB expense and related revenue as of June 30, 2019 measurement date is as follows:

State's proportionate share of the OPEB liability	\$	41,729,081,045
District's proportionate share of the State's OPEB liability		89,977,346
Employer OPEB expense and related revenue		1,998,560
Allocable proportionate percentage		0.2156226395%

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 7 - Postretirement benefits (continued)
Changes in the total OPEB liability

	Total OPEB Liability
Total OPEB liability at June 30, 2018	\$ 99,417,053
Service cost	3,554,116
Interest cost	3,933,615
Change of benefit terms	-
Differences between expected and actual experiences	(15,588,846)
Changes of assumptions	1,341,570
Member contributions	81,874
Gross benefit payments	(2,762,036)
Total OPEB liability at June 30, 2019	\$ 89,977,346

There were no changes of the benefit terms from June 30, 2018 to June 30, 2019.

Changes of assumptions and other inputs reflect a change in the discount rate from 3.87% as of June 30, 2018 to 3.50% as of June 30, 2019.

The total non-employer OPEB liability as of June 30, 2019 was determined by an actuarial valuation as of June 30, 2018, which was rolled forward to June 30, 2019. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation rate	2.50%	
	TPAF	PERS
	(based on years of service)	(based on years of service)
Salary increases		
Through 2026	1.55% - 3.05%	2.00% - 6.00%
Thereafter	1.55% - 3.05%	3.00% - 7.00%

Preretirement mortality rates were based on the Pub-2010 Healthy “Teachers” (TPAF/ABP) and “General” (PERS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019. Postretirement mortality rates were based on the Pub-2010 “General” classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019. Disability mortality was based on the Pub-2010 “General” classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 7 - Postretirement benefits (continued)

Changes in the total OPEB liability (continued)

The actuarial assumptions used in the June 30, 2018 valuation were based on the results of actuarial experience studies for the periods July 1, 2015 - June 30, 2018 and July 1, 2014 - June 30, 2018 for TPAF and PERS, respectively.

Health care trend assumptions

For Pre-Medicare medical benefits, the trend rate is initially 5.7% and decreases to a 4.5% long-term trend rate after eight years. For post-65 medical benefits, the actual fully insured Medicare Advantage trend rate for fiscal year 2020 are reflected. The assumed post-65 medical trend is 4.5% for all future years. For prescription drug benefits, the initial trend rate is 7.5% and decreases to a 4.5% long-term trend rate after eight years. For the Medicare Part B reimbursement, the trend rate is 5.0%.

Discount rate

The discount rate for June 30, 2019 was 3.50%. This represents the municipal bond return rate as chosen by the Division. The source is 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. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Sensitivity of the total OPEB liability to changes in the discount rates

The following presents the total non-employer OPEB liability as of June 30, 2019 measurement date, using the District's allocable proportionate percentage, calculated using the discount rate as disclosed above as well as what the total non-employer OPEB liability would be if it was calculated using a discount rate that is 1% point lower or 1% point higher than the current rate:

Total OPEB Liability (school retirees)

At current discount rate (3.50%)	\$ 89,977,346
At a 1% lower rate (2.50%)	106,298,802
At a 1% higher rate (4.50%)	77,012,476

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates

The following presents the total non-employer OPEB liability, as well as what the total non-employer OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

Total OPEB Liability (school retirees)

Healthcare cost trend rate	\$ 89,977,346
At a 1% lower rate (1% decrease)	74,137,323
At a 1% higher rate (1% increase)	110,946,284

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 7 - Postretirement benefits (continued)

OPEB expense and deferred outflows of resources and deferred inflows of resources related to OPEB

For the year ended June 30, 2019, the District recognized OPEB expense of \$1,998,560 determined by the State as the total OPEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in Paragraph 4 of GASB Statement No. 75 and in which there is a special funding situation.

In accordance with GASB Statement No. 75, the District's proportionate share of school retirees OPEB is zero, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources.

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:

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

Note 9 - Interfund receivables and payables

The composition of interfund balances as of June 30, 2020 is as follows:

Fund	Receivable Fund	Payable Fund
General fund	\$ 15,051	\$ -
Miscellaneous agency fund	-	15,051
Unemployment compensation fund	16,940	-
Payroll agency fund	-	16,940
Total	\$ 31,991	\$ 31,991

The balance due from the miscellaneous agency fund to the general fund of \$15,051 represents a loan from the general fund 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 \$16,940 represents employee withholdings for the unemployment trust not yet transferred at year-end.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 10 - Inventory

Inventory in the food service fund as of June 30, 2020 consisted of the following:

Food	\$	32,761
Supplies		8,074
Total		40,835

Note 11 - Contingent liabilities

Litigation

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 District.

Grantor agencies

Amounts received or receivable from grantor agencies could be subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the District expects such amount, if any, to be immaterial.

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:

Fiscal Year	Receivable Canceled	Interest Earnings	Employee Deposits	Amount Reimbursed	Ending Balance
2019 - 2020	\$ -	\$ 3,892	\$ 55,493	\$ (126,511)	\$ 506,178
2018 - 2019	-	3,547	55,552	(62,135)	573,304
2017 - 2018	-	3,139	54,435	(56,302)	576,340

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 13 - 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 District’s approved Long-Range Facilities Plan (LRFP) and updated annually in the Quality Accountability Continuum (QSAC). 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) and 41(b) to deposit to the 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 \$3,798,425 to their capital reserve account and \$219,802 to their maintenance reserve account by Board Resolution in June 2020.

The following schedule is a summarization of the reserve accounts for the current fiscal year:

Reserve Type	Beginning Balance	District Contribution	Interest Earnings	Withdrawals Net of Return	Ending Balance
Capital	\$ 18,540,773	\$ 3,798,425	\$ 177,201	2,370,973	\$ 20,145,426
Maintenance	2,909,718	219,802	-	219,802	2,909,718
Emergency	213,900	-	-	21,184	192,716
Total	<u>\$ 21,664,391</u>	<u>\$ 4,018,227</u>	<u>\$ 177,201</u>	<u>\$ 2,611,959</u>	<u>\$ 23,247,860</u>

The June 30, 2020 LRFP balance of local support costs of uncompleted capital projects exceeded the amount in capital reserve.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 14 - Fund balance - general fund

As described in Note 1 (O) fund balance may be restricted, committed or assigned. An analysis of the general fund balance on June 30, 2020 is as follows:

Restricted

Excess surplus - Designated for subsequent year's expenditures.

Amount appropriated in the succeeding year's budget to reduce tax requirements.	\$ 3,876,034
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Excess surplus - Represents amount in excess of allowable percentage of expenditures. In accordance with state statute, the excess surplus is designated for utilization in succeeding year's budgets.	3,820,000
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Capital reserve account - Represents funds restricted to capital projects in the Districts long range facilities plan.	20,145,426
--	------------

Maintenance reserve account - Represents funds restricted for required maintenance of school facilities.	2,909,718
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Emergency reserve account - Represents funds restricted to finance unanticipated general fund expenditures required for a thorough and efficient education.	192,716
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Committed

Year-end encumbrance - Represents fund balance assigned for purchase orders that have been issued but goods or services were not received as of June 30.	3,949,732
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Unassigned

Undesignated - Represents fund balance which has not been restricted or designated.	1,730,710
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Total fund balance - Budgetary basis (Exhibit C-1)	36,624,336
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Last state aid payments not recognized on GAAP basis	(527,523)
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Total fund balance - GAAP basis (Exhibit B-1)	\$ 36,096,813
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Note 15 - Calculation of excess surplus

In accordance with N.J.S.A. 18A:7F-7, as amended by PL 2004, Ch. 73 (S1701), the designation for Reserved Fund Balance - Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve general fund, fund balance at the fiscal year end of June 30, if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2020 is \$3,820,000.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 16 - Recent accounting pronouncements not yet effective

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

In June 2017, the Governmental Accounting Standards Board (GASB) issued Statement No. 87, *Leases*. This statement is effective for reporting periods beginning after June 15, 2021 as amended by GASB Statement No. 95. The District is evaluating the effect of the pronouncement on financial reporting.

In January 2017, the Governmental Accounting Standards Board (GASB) issued Statement No. 84, *Fiduciary Activities*. This statement is effective for reporting periods beginning after December 15, 2019 as amended by GASB Statement No. 95. The District is evaluating the effect of the pronouncement on financial reporting.

In May 2020, the Governmental Accounting Standards Board (GASB) issued Statement No. 96, *Subscription-Based Information Technology Arrangements*. This statement is effective for reporting periods beginning after June 15, 2022. The District is evaluating the effect of the pronouncement on financial reporting.

Note 17 - Deficit balance in unrestricted net position

The District is reporting a deficit balance in unrestricted net position for governmental activities as of June 30, 2020 of (\$12,913,420) on Schedule A-1 Statement of Net Position. The deficit balance 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.

Note 18 - Risks and uncertainties

On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus originating in Wuhan, China (The "COVID-19 outbreak") and the risks to the international community as a virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally.

The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the District's financial condition, liquidity, and future results of operations.

Note 19 - Subsequent events

The District has evaluated subsequent events through January 19, 2021, which is the date the financial statements were available to be issued and no additional items were noted for disclosure.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

BUDGETARY COMPARISON SCHEDULES

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2020

	Unaudited			Actual	Variance
	Original Budget	Budget Transfers	Final Budget		Final to Actual
Revenue					
Local sources					
Local tax levy	\$ 53,973,853	\$ -	\$ 53,973,853	\$ 53,973,853	\$ -
Tuition from other LEAs within the state	-	-	-	164,561	164,561
Transportation fees from individuals	6,789	-	6,789	9,000	2,211
Transportation fees from other LEAs	-	-	-	50,968	50,968
Rents and royalties	28,000	-	28,000	36,955	8,955
Sale of property	20,000	-	20,000	59,005	39,005
Unrestricted miscellaneous revenues	517,000	-	517,000	691,322	174,322
Interest earned on maintenance reserve	7,100	-	7,100	-	(7,100)
Interest earned on capital reserve funds	50,000	-	50,000	177,201	127,201
Total	54,602,742	-	54,602,742	55,162,865	560,123
State sources					
School choice aid	247,860	-	247,860	247,860	-
Categorical transportation aid	326,420	-	326,420	326,420	-
Extraordinary aid	-	-	-	545,091	545,091
Categorical special education aid	1,840,406	-	1,840,406	1,840,406	-
Equalization aid	3,053,948	-	3,053,948	3,053,948	-
Categorical security aid	48,383	-	48,383	48,383	-
TPAF Pension (on-behalf)	-	-	-	4,750,369	4,750,369
TPAF Social Security (reimbursed)	-	-	-	1,634,366	1,634,366
TPAF Postretirement benefits	-	-	-	1,762,300	1,762,300
TPAF Long-term disability insurance	-	-	-	3,386	3,386
Total	5,517,017	-	5,517,017	14,212,529	8,695,512
Federal sources					
Medicaid reimbursement	23,666	-	23,666	31,765	8,099
Total	23,666	-	23,666	31,765	8,099
Total revenues	\$ 60,143,425	\$ -	\$ 60,143,425	\$ 69,407,159	\$ 9,263,734
Expenditures					
Current					
Instruction - regular program					
Salaries of teachers					
Grades 9-12	\$ 15,809,640	\$ (286,059)	\$ 15,523,581	\$ 15,251,525	\$ 272,056
Home instruction					
Salaries of teacher	49,600	-	49,600	46,840	2,760
Purchased professional - educational services	48,000	-	48,000	23,808	24,192
Other purchased services	3,000	-	3,000	1,776	1,224
Regular programs - undistributed instruction					
Other salaries for instruction	325,072	50,246	375,318	371,705	3,613
Purchased technical services	10,000	-	10,000	8,620	1,380
Other purchased services	440,098	8,125	448,223	371,722	76,501
General supplies	1,112,434	(40,303)	1,072,131	867,183	204,948
Textbooks	59,195	18,070	77,265	76,428	837
Other objects	22,185	(3,092)	19,093	3,985	15,108
Total	17,879,224	(253,013)	17,626,211	17,023,592	602,619

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule (continued)
For the Fiscal Year Ended June 30, 2020

	Unaudited			Actual	Variance
	Original Budget	Budget Transfers	Final Budget		Final to Actual
Expenditures (cont'd)					
Special education					
Behavioral disabilities					
Salaries of teachers	\$ 139,238	\$ (83)	\$ 139,155	\$ 136,155	\$ 3,000
Other salaries for instruction	53,719	(3,027)	50,692	50,692	-
Other purchased services	5,800	-	5,800	2,415	3,385
General supplies	1,000	-	1,000	-	1,000
Other objects	500	-	500	-	500
Total	200,257	(3,110)	197,147	189,262	7,885
Resource room/resource center					
Salaries of teachers	2,926,963	(61,011)	2,865,952	2,863,162	2,790
Other salaries for instruction	807,311	35,711	843,022	631,513	211,509
Other purchased services	6,500	1,728	8,228	7,695	533
General supplies	36,300	8,951	45,251	45,248	3
Textbooks	3,000	(3,000)	-	-	-
Other objects	700	(388)	312	300	12
Total	3,780,774	(18,009)	3,762,765	3,547,918	214,847
Autism					
Salaries of teachers	70,711	(9,176)	61,535	61,535	-
Other salaries for instruction	52,219	19,039	71,258	65,680	5,578
General supplies	6,000	-	6,000	4,352	1,648
Total	128,930	9,863	138,793	131,567	7,226
Home instruction					
Salaries of teachers	18,500	-	18,500	5,240	13,260
Purchased professional - educational services	18,500	-	18,500	7,874	10,626
Other purchased services	3,000	-	3,000	431	2,569
Total	40,000	-	40,000	13,545	26,455
Total special education	4,149,961	(11,256)	4,138,705	3,882,292	256,413
Basic skills/remedial					
Salaries of teachers	35,000	(1,209)	33,791	21,526	12,265
Other salaries for instruction	26,550	30	26,580	26,580	-
Other purchased services	150	-	150	-	150
General supplies	500	-	500	-	500
Total	62,200	(1,179)	61,021	48,106	12,915
Bilingual education - instruction					
Salaries of teachers	286,132	11,492	297,624	297,624	-
Other salaries for instruction	25,078	(58)	25,020	25,020	-
Other purchased services	9,400	(5,900)	3,500	-	3,500
General supplies	6,173	(3,351)	2,822	1,618	1,204
Textbooks	2,547	351	2,898	2,898	-
Other objects	500	500	1,000	8	992
Total	329,830	3,034	332,864	327,168	5,696

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule (continued)
For the Fiscal Year Ended June 30, 2020

	Unaudited			Actual	Variance
	Original Budget	Budget Transfers	Final Budget		Final to Actual
Expenditures (cont'd)					
School-sponsored co/extra curricular activities - instruction					
Salaries	\$ 305,000	\$ 36,768	\$ 341,768	\$ 296,608	\$ 45,160
Supplies and materials	18,000	5,000	23,000	12,201	10,799
Other objects	14,000	(5,000)	9,000	3,265	5,735
Total	337,000	36,768	373,768	312,074	61,694
School-sponsored athletics - instruction					
Salaries	1,140,445	4,095	1,144,540	1,092,948	51,592
Purchased services	294,093	(19,820)	274,273	238,539	35,734
Supplies and materials	107,740	(3,980)	103,760	92,776	10,984
Other objects	11,450	2,515	13,965	12,653	1,312
Total	1,553,728	(17,190)	1,536,538	1,436,916	99,622
Total instruction regular	\$ 24,311,943	\$ (242,836)	\$ 24,069,107	\$ 23,030,148	\$ 1,038,959
Undistributed expenditures					
Undistributed expenditures - instruction					
Tuition to other LEAs within the state - regular	\$ -	\$ 9,607	\$ 9,607	\$ 9,607	\$ -
Tuition to other LEAs within the state - special	522,340	(72,199)	450,141	266,525	183,616
Tuition to county vocational school district - regular	951,350	-	951,350	810,560	140,790
Tuition to county vocational school district - special	352,920	-	352,920	336,724	16,196
Tuition to priv. school for the disabled w/i state	1,705,040	46,002	1,751,042	1,217,642	533,400
Tuition - state facilities	39,872	-	39,872	39,872	-
Tuition - other	458,251	(5,609)	452,642	345,892	106,750
Total	4,029,773	(22,199)	4,007,574	3,026,822	980,752
Undistributed expenditures - attendance & social work					
Other purchased services	9,000	-	9,000	6,877	2,123
Total	9,000	-	9,000	6,877	2,123
Undistributed expenditures - health services					
Salaries	378,213	(7,404)	370,809	365,253	5,556
Purchased professional and technical services	203,010	19,405	222,415	157,236	65,179
Other purchased services	8,950	(4,000)	4,950	2,152	2,798
Supplies and materials	20,700	4,449	25,149	23,021	2,128
Total	610,873	12,450	623,323	547,662	75,661
Undistributed expenditures - speech, ot, pt & related services					
Salaries	126,888	(248)	126,640	119,240	7,400
Purchased professional - educational services	55,000	-	55,000	43,919	11,081
Supplies and materials	750	-	750	720	30
Total	182,638	(248)	182,390	163,879	18,511
Undistributed expend - other supp. service stds. - extra service					
Salaries	350,365	75,862	426,227	393,845	32,382
Purchased professional - educational services	279,340	(6,000)	273,340	160,292	113,048
Supplies and materials	-	4,986	4,986	4,869	117
Total	629,705	74,848	704,553	559,006	145,547

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule (continued)
For the Fiscal Year Ended June 30, 2020

	Unaudited			Actual	Variance Final to Actual
	Original Budget	Budget Transfers	Final Budget		
Expenditures (cont'd)					
Undistributed expenditures - guidance					
Salaries of other professional staff	\$ 1,705,890	\$ 9,196	\$ 1,715,086	\$ 1,688,422	\$ 26,664
Salaries of secretarial and clerical assistants	225,964	(56,150)	169,814	166,014	3,800
Unused vacation payment to terminated/retired staff	5,043	-	5,043	5,043	-
Purchased professional - educational services	3,200	(2,751)	449	120	329
Other purchased services	30,083	(1,550)	28,533	14,612	13,921
Supplies and materials	24,100	9,371	33,471	23,008	10,463
Other objects	4,400	-	4,400	2,357	2,043
Total	1,998,680	(41,884)	1,956,796	1,899,576	57,220
Undistributed expenditures - child study teams					
Salaries of other professional staff	1,394,142	(558)	1,393,584	1,324,545	69,039
Salaries of secretarial and clerical assistants	166,040	(1,580)	164,460	164,460	-
Other purchased professional & technical services	14,000	(2,500)	11,500	3,655	7,845
Other purchased services	13,366	(928)	12,438	3,169	9,269
Supplies and materials	20,599	1,486	22,085	21,116	969
Other objects	4,400	-	4,400	3,122	1,278
Total	1,612,547	(4,080)	1,608,467	1,520,067	88,400
Undistributed expenditures - improvement of inst. service					
Salaries of supervisor of instruction	1,140,645	(46,791)	1,093,854	1,057,296	36,558
Salaries of secretarial & clerical assist	117,343	(285)	117,058	117,058	-
Unused vacation payment to terminated/retired staff	26,633	-	26,633	26,633	-
Other purchased services	53,823	(1,560)	52,263	37,834	14,429
Supplies and materials	1,500	-	1,500	520	980
Other objects	10,400	1,000	11,400	9,315	2,085
Total	1,350,344	(47,636)	1,302,708	1,248,656	54,052
Undistributed expenditures - edu. media service/sch. library					
Salaries	910,235	(13,226)	897,009	891,859	5,150
Salaries of technology coordinators	98,837	(496)	98,341	98,341	-
Unused vacation payment to terminated/retired staff	-	12,728	12,728	-	12,728
Other purchased services	61,850	4,410	66,260	56,381	9,879
Supplies and materials	44,435	-	44,435	42,351	2,084
Other objects	1,200	-	1,200	652	548
Total	1,116,557	3,416	1,119,973	1,089,584	30,389
Undistributed expenditures - instructional staff training services					
Salaries of other professional staff	51,487	(1)	51,486	32,567	18,919
Other purchased services	24,000	71,750	95,750	79,750	16,000
Total	75,487	71,749	147,236	112,317	34,919

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule (continued)
For the Fiscal Year Ended June 30, 2020

	Unaudited			Actual	Variance
	Original Budget	Budget Transfers	Final Budget		Final to Actual
Expenditures (cont'd)					
Undistributed expend. - support service - general admin.					
Salaries	\$ 411,991	\$ -	\$ 411,991	\$ 382,210	\$ 29,781
Legal services	200,000	-	200,000	128,033	71,967
Audit fees	72,500	-	72,500	27,500	45,000
Architectural/engineering services	-	4,500	4,500	4,500	-
Other purchased professional services	37,000	-	37,000	6,885	30,115
Communications/telephone	65,000	-	65,000	63,608	1,392
BOE other purchased services	4,000	-	4,000	1,542	2,458
Miscellaneous purchased services	146,935	-	146,935	122,321	24,614
General supplies	2,000	2,753	4,753	4,229	524
BOE in-house training/meeting supplies	5,000	(2,123)	2,877	2,877	-
Judgments against the school district	30,000	96,288	126,288	13,360	112,928
Miscellaneous expenditures	13,065	-	13,065	12,362	703
BOE membership dues and fees	28,000	(630)	27,370	25,657	1,713
Total	1,015,491	100,788	1,116,279	795,084	321,195
Undistributed expend. - support service - school admin.					
Salaries of principals/assistant principals	876,208	(17,884)	858,324	684,420	173,904
Salaries of other professional staff	-	45,792	45,792	45,792	-
Salaries of secretarial and clerical assistants	375,566	(35,980)	339,586	324,719	14,867
Unused vacation payment to terminated/retired staff	12,618	16,074	28,692	25,234	3,458
Purchased professional and technical services	4,000	-	4,000	1,849	2,151
Other purchased services	19,265	-	19,265	6,450	12,815
Supplies and materials	9,000	-	9,000	1,857	7,143
Other objects	9,400	-	9,400	3,905	5,495
Total	1,306,057	8,002	1,314,059	1,094,226	219,833
Undistributed expenditures - central services					
Salaries	807,381	(6,962)	800,419	796,339	4,080
Unused vacation payment to terminated/retired staff	-	12,169	12,169	4,064	8,105
Purchased technical services	53,000	-	53,000	44,800	8,200
Miscellaneous purchased services	16,900	5,000	21,900	4,581	17,319
Supplies and materials	8,084	15,462	23,546	7,449	16,097
Other objects	6,000	6,500	12,500	5,810	6,690
Total	891,365	32,169	923,534	863,043	60,491
Undistributed expenditures - admin. info. technology					
Salaries	98,837	-	98,837	98,341	496
Other purchased services	3,500	-	3,500	222	3,278
Supplies and materials	8,000	-	8,000	4,132	3,868
Total	110,337	-	110,337	102,695	7,642
Undistributed expend. - required maint. for school facilities					
Salaries	502,599	2,125	504,724	489,907	14,817
Cleaning, repair, and maintenance services	682,563	180,429	862,992	564,957	298,035
General supplies	115,260	1	115,261	97,345	17,916
Total	1,300,422	182,555	1,482,977	1,152,209	330,768

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule (continued)
For the Fiscal Year Ended June 30, 2020

	Unaudited			Actual	Variance
	Original Budget	Budget Transfers	Final Budget		Final to Actual
Expenditures (cont'd)					
Undistributed expenditures - custodial services					
Salaries	\$ 1,489,064	\$ 70,270	\$ 1,559,334	\$ 1,471,493	\$ 87,841
Unused vacation payment to terminated/retired staff	-	413	413	413	-
Purchased professional and technical services	80,000	(64,463)	15,537	5,175	10,362
Cleaning, repair, and maintenance service	103,050	(7,703)	95,347	57,903	37,444
Other purchased property services	247,839	18,239	266,078	229,719	36,359
Insurance	203,700	(10,536)	193,164	192,441	723
Miscellaneous purchased services	4,000	-	4,000	-	4,000
General supplies	218,900	24,781	243,681	151,513	92,168
Energy (natural gas)	186,953	10,769	197,722	160,886	36,836
Energy (electricity)	806,543	(10,770)	795,773	697,532	98,241
Other objects	7,500	-	7,500	3,478	4,022
Total	3,347,549	31,000	3,378,549	2,970,553	407,996
Undistributed expenditures - care and upkeep of grounds					
Salaries	152,906	5,336	158,242	134,637	23,605
Cleaning, repair, and maintenance service	124,804	-	124,804	78,133	46,671
General supplies	43,800	(6,683)	37,117	14,011	23,106
Total	321,510	(1,347)	320,163	226,781	93,382
Undistributed expenditures - security					
Salaries	139,914	11,383	151,297	143,420	7,877
Purchased professional and technical services	200,100	2,415	202,515	159,050	43,465
Cleaning, repair, and maintenance service	32,400	(3,415)	28,985	4,219	24,766
General supplies	30,510	934	31,444	8,777	22,667
Other objects	500	-	500	-	500
Total	403,424	11,317	414,741	315,466	99,275
Undistributed expenditures - student transportation service					
Salaries of non-instructional aides	-	2,250	2,250	2,195	55
Salaries for pupil trans. (between home & school) - reg.	1,015,920	9,125	1,025,045	836,112	188,933
Salaries for pupil trans. (between home & school) - sp. ed.	280,051	-	280,051	171,402	108,649
Salaries for pupil trans. (other than between home & school)	20,375	-	20,375	1,156	19,219
Management fee - esc & ctsa trans. program	48,000	-	48,000	27,801	20,199
Other purchased professional and technical service	18,500	-	18,500	8,610	9,890
Cleaning, repair, & maint. services	31,950	-	31,950	-	31,950
Contract service-aid in lieu pymts - non-public schools	120,000	-	120,000	77,912	42,088
Contract service-aid in lieu pymts-choice school students	19,000	-	19,000	5,206	13,794
Contract service (between home & school) - vendors	979,500	-	979,500	762,740	216,760
Contract service (oth. than between home & school) - vend.	319,320	4,125	323,445	223,119	100,326
Contract service (between home & school) - joint agreements	-	4,829	4,829	-	4,829
Contract service (sp. ed. stds.) - vendors	170,000	(139,829)	30,171	12,213	17,958
Contract service (sp. ed. stds.) - joint agreements	12,000	-	12,000	-	12,000
Contract service (spl. ed. students) - escs & ctsas	950,000	-	950,000	503,334	446,666
Miscellaneous purchased services - transportation	87,798	135,000	222,798	156,570	66,228
General supplies	7,300	7,477	14,777	1,722	13,055
Transportation supplies	252,899	(45,912)	206,987	31,511	175,476
Other objects	7,500	-	7,500	4,584	2,916
Total	4,340,113	(22,935)	4,317,178	2,826,187	1,490,991

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule (continued)
For the Fiscal Year Ended June 30, 2020

	Unaudited			Actual	Variance
	Original Budget	Budget Transfers	Final Budget		Final to Actual
Expenditures (cont'd)					
Unallocated benefits - employee benefits					
Social Security contributions	\$ 894,148	\$ 92	\$ 894,240	\$ 779,708	\$ 114,532
Other retirement contributions - PERS	997,000	(3,000)	994,000	888,315	105,685
Other retirement contributions - regular	14,500	3,000	17,500	17,013	487
Workmen's compensation	227,000	-	227,000	216,608	10,392
Health benefits	12,045,723	(879,203)	11,166,520	9,949,656	1,216,864
Tuition reimbursement	249,971	25,000	274,971	247,104	27,867
Other employee benefits	88,000	429,910	517,910	493,170	24,740
Unused sick payment to terminated/retired staff	670,907	9,732	680,639	225,437	455,202
Total	<u>15,187,249</u>	<u>(414,469)</u>	<u>14,772,780</u>	<u>12,817,011</u>	<u>1,955,769</u>
On-behalf TPAF Pension contribution	-	-	-	4,750,369	(4,750,369)
On-behalf TPAF Postretirement medical benefits	-	-	-	1,762,300	(1,762,300)
On-behalf TPAF Long-term disability insurance	-	-	-	3,386	(3,386)
Reimbursed TPAF Social Security contribution	-	-	-	1,634,366	(1,634,366)
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,150,421</u>	<u>(8,150,421)</u>
Total undistributed expenditures	<u>\$ 39,839,121</u>	<u>\$ (26,504)</u>	<u>\$ 39,812,617</u>	<u>\$ 41,488,122</u>	<u>\$ (1,675,505)</u>
Total current	<u>\$ 64,151,064</u>	<u>\$ (269,340)</u>	<u>\$ 63,881,724</u>	<u>\$ 64,518,270</u>	<u>\$ (636,546)</u>
Capital outlay					
Equipment					
Grades 9-12	\$ 63,570	\$ 63,834	\$ 127,404	\$ 52,931	\$ 74,473
Vocational programs					
School-sponsored and other instructional programs	12,495	21,285	33,780	20,975	12,805
Undistributed					
Undistributed expend. - support service - related & extra.	-	5,330	5,330	2,950	2,380
Undistributed expend. - required maint. for school facilities	9,755	39,374	49,129	3,450	45,679
Undistributed expend. - custodial services	6,000	25,283	31,283	-	31,283
Undistributed expend. - care and upkeep of grounds	15,575	21,081	36,656	4,809	31,847
Undistributed expend. - security	48,734	-	48,734	48,734	-
Undistributed expend. student transportation	8,500	-	8,500	5,441	3,059
School buses - regular	176,000	(18,997)	157,003	157,003	-
School buses - special	125,000	57,432	182,432	142,517	39,915
Total equipment	<u>465,629</u>	<u>214,622</u>	<u>680,251</u>	<u>438,810</u>	<u>241,441</u>
Facilities acquisition and construction service					
Legal services	5,000	-	5,000	-	5,000
Architectural/engineering services	274,056	245,920	519,976	243,399	276,577
Construction services	7,122,490	(2,667,378)	4,455,112	2,051,783	2,403,329
Assessment for debt service on SDA funding	179,117	-	179,117	179,117	-
Total facilities acquisition and construction service	<u>7,580,663</u>	<u>(2,421,458)</u>	<u>5,159,205</u>	<u>2,474,299</u>	<u>2,684,906</u>
Total capital outlay	<u>\$ 8,046,292</u>	<u>\$ (2,206,836)</u>	<u>\$ 5,839,456</u>	<u>\$ 2,913,109</u>	<u>\$ 2,926,347</u>
Total expenditures	<u>\$ 72,197,356</u>	<u>\$ (2,476,176)</u>	<u>\$ 69,721,180</u>	<u>\$ 67,431,379</u>	<u>\$ 2,289,801</u>

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule (continued)
For the Fiscal Year Ended June 30, 2020

	Unaudited			Actual	Variance Final to Actual
	Original Budget	Budget Transfers	Final Budget		
Excess (deficiency) of revenues over (under) expenditures	\$ (12,053,931)	\$ 2,476,176	\$ (9,577,755)	\$ 1,975,780	\$ 11,553,535
Other financing sources (uses)					
Transfers from other funds	-	-	-	211,625	211,625
Transfer to fiduciary fund - board contribution	(20,000)	(352,000)	(372,000)	-	372,000
Total other financing sources (uses)	(20,000)	(352,000)	(372,000)	211,625	583,625
Excess (deficiency) of revenues & other financing sources over (under) expenditures & other financing uses	(12,073,931)	2,124,176	(9,949,755)	2,187,405	12,137,160
Fund balances, July 1	34,436,931	-	34,436,931	34,436,931	-
Fund balances, June 30	\$ 22,363,000	\$ 2,124,176	\$ 24,487,176	\$ 36,624,336	\$ 12,137,160
Recapitulation of excess (deficiency) of revenues over (under) expenditures					
Adjustment for prior year encumbrances	\$ (3,126,586)	\$ -	\$ (3,126,586)	\$ (3,126,586)	\$ -
Increase in capital reserve	-	3,798,425	3,798,425	3,798,425	-
Interest deposit to capital reserve	50,000	-	50,000	177,201	127,201
Withdrawal from capital reserve	(4,906,000)	2,535,027	(2,370,973)	(2,370,973)	-
Withdrawal from emergency Reserve	-	-	-	(21,184)	(21,184)
Increase in maintenance reserve	-	219,802	219,802	219,802	-
Interest earned on maintenance reserve	7,100	-	7,100	-	(7,100)
Withdrawal from maintenance reserve	-	(219,802)	(219,802)	(219,802)	-
Budgeted fund balance	(4,098,445)	(4,209,276)	(8,307,721)	3,730,522	12,038,243
Total	\$ (12,073,931)	\$ 2,124,176	\$ (9,949,755)	\$ 2,187,405	\$ 12,137,160
Recapitulation of fund balance					
Restricted fund balance					
Excess surplus - designated for subsequent year's expenditures				\$ 3,876,034	
Excess surplus - current year				3,820,000	
Capital reserve				20,145,426	
Emergency reserve				192,716	
Maintenance reserve				2,909,718	
Committed fund balance					
Year-end encumbrances				3,949,732	
Unassigned fund balance				1,730,710	
Fund balance per budgetary basis				36,624,336	
Reconciliation to governmental statements (GAAP)					
Last state aid payments not recognized on GAAP basis				(527,523)	
Fund balance per governmental funds (GAAP)				\$ 36,096,813	

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Budgetary Comparison Schedule
Special Revenue Fund
For the Fiscal Year Ended June 30, 2020

	Unaudited			Actual	Variance Final to Actual
	Original Budget	Budget Transfers	Final Budget		
Revenues					
Local sources	\$ 52,919	\$ -	\$ 52,919	\$ 22,431	\$ (30,488)
State sources	2,922	-	2,922	731	(2,191)
Federal sources	712,700	-	712,700	663,068	(49,632)
Total revenues	\$ 768,541	\$ -	\$ 768,541	\$ 686,230	\$ (82,311)
Expenditures					
Instruction					
Salaries	\$ 75,508	\$ 6,844	\$ 82,352	\$ 42,247	\$ 40,105
Other purchased services	6,434	4,891	11,325	6,792	4,533
Tuition	548,970	-	548,970	548,970	-
General supplies	44,836	(6,550)	38,286	13,033	25,253
Other objects	1,750	(1,000)	750	500	250
Total	677,498	4,185	681,683	611,542	70,141
Support services					
Salaries	38,432	4,215	42,647	36,647	6,000
Personal services - employee benefits	8,564	845	9,409	5,883	3,526
Other purchased services	21,747	(5,585)	16,162	13,520	2,642
Supplies & materials	11,500	(3,660)	7,840	7,838	2
Total	80,243	(4,185)	76,058	63,888	12,170
Capital outlay					
Instructional equipment	10,800	-	10,800	10,800	-
Total	10,800	-	10,800	10,800	-
Total expenditures	\$ 768,541	\$ -	\$ 768,541	\$ 686,230	\$ 82,311

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Required Supplementary Information
Budget-to-GAAP Reconciliation
For the Fiscal Year Ended June 30, 2020

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

Sources/Inflows of Resources	General Fund	Special Revenue Fund
Actual amounts (budgetary) "revenues" from the budgetary comparison schedules	\$ 69,407,159	\$ 686,230
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	119,000	-
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures and the related revenue is recognized:		
Outstanding encumbrances - prior year	-	11,139
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	550,897	-
State aid receivable current year	(527,523)	-
Total revenues (GAAP basis)	\$ 69,549,533	\$ 697,369
Uses/Outflows of Resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	\$ 67,431,379	\$ 686,230
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	119,000	-
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes:		
Outstanding encumbrances - prior year	-	11,139
Total expenditures (GAAP basis)	\$ 67,550,379	\$ 697,369

See independent auditors' report.

REQUIRED SUPPLEMENTARY INFORMATION - PART III

**SCHEDULES RELATED TO ACCOUNTING
AND REPORTING FOR PENSIONS (GASB 68) (UNAUDITED)**

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

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
District's proportion of the net pension liability (asset) - percentage	N/A	0.1039214918%	0.1073734600%	0.11100225044%	0.1086152086%	0.1079908869%	0.1059288304%	0.1065517934%	N/A	N/A
District's proportion of the net pension liability (asset) - value	N/A	\$ 18,725,076	\$ 21,141,299	\$ 25,611,480	\$ 32,168,709	\$ 24,241,790	\$ 19,832,774	\$ 20,364,165	N/A	N/A
District's covered employee payroll	\$ 7,629,173	7,563,894	7,318,713	7,315,031	7,420,679	7,439,392	7,383,978	7,163,447	N/A	N/A
District's proportionate share of the net pension liability (asset) as a percentage of its covered employee payroll	N/A	247.56%	288.87%	350.12%	433.50%	325.86%	268.59%	284.28%	N/A	N/A
Plan fiduciary net position as a percentage of the total pension liability	N/A	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%	48.72%	N/A	N/A

N/A - Information Not Available

See independent auditors' report.

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

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Contractually required contribution	\$ 1,010,850	\$ 1,068,019	\$ 1,019,241	\$ 964,922	\$ 928,432	\$ 873,262	\$ 802,846	\$ 806,536	\$ 883,792	\$ 863,212
Contributions in relation to the contractually required contribution	(1,010,850)	(1,068,019)	(1,019,241)	(964,922)	(928,432)	(873,262)	(802,846)	(806,536)	(883,792)	(863,212)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered employee payroll	\$ 7,629,173	\$ 7,563,894	\$ 7,318,713	\$ 7,315,031	\$ 7,420,679	\$ 7,439,392	\$ 7,383,978	\$ 7,163,447	\$ 7,167,189	\$ 7,312,609
Contributions as a percentage of covered employee payroll	13.25%	14.12%	13.93%	13.19%	12.51%	11.74%	10.87%	11.26%	12.33%	11.80%

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

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
District's proportion of the net pension liability (asset) - percentage	N/A	N/A	N/A	0.00%	0.00%	0.00%	0.00%	0.00%	N/A	N/A
District's proportion of the net pension liability (asset) - value	N/A	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	N/A	N/A
State's proportionate share of the net pension liability (asset) associated with the District	\$ -	\$ 126,175,156	\$ 131,787,096	\$ 142,921,233	\$ 165,824,239	\$ 126,805,300	\$ 111,121,367	\$ 108,878,283	N/A	N/A
Total	\$ -	\$ 126,175,156	\$ 131,787,096	\$ 142,921,233	\$ 165,824,239	\$ 126,805,300	\$ 111,121,367	\$ 108,878,283	\$ -	\$ -
District's covered employee payroll	\$ -	\$ 22,819,414	\$ 22,466,499	\$ 20,903,347	\$ 21,254,978	\$ 21,463,054	\$ 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%	0.00%	0.00%	0.00%	0.00%	N/A	N/A
Plan fiduciary net position as a percentage of the total pension liability	0.00%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%	N/A	N/A

N/A - Information Not Available

See independent auditors' report.

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

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Contractually required contribution	\$ 4,133,766	\$ 4,128,185	\$ 3,214,683	\$ 2,375,613	\$ 1,687,701	\$ 1,084,667	\$ 879,547	\$ 1,392,035	\$ 681,334	\$ 681,334
Contributions in relation to the contractually required contribution	(4,133,766)	(4,128,185)	(3,214,683)	(2,375,613)	(1,687,701)	(1,084,667)	(879,547)	(1,392,035)	(681,334)	(681,334)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered employee payroll	\$ 23,318,373	\$ 22,819,414	\$ 22,466,499	\$ 20,903,347	\$ 21,254,978	\$ 21,463,054	\$ 21,167,613	\$ 19,898,518	\$ 20,030,994	\$ 20,030,994
Contributions as a percentage of covered employee payroll	17.73%	18.09%	14.31%	11.36%	7.94%	5.05%	4.16%	7.00%	3.40%	3.40%

See independent auditors' report.

**SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR
OTHER POSTEMPLOYMENT EMPLOYEE BENEFITS (GASB 75) (UNAUDITED)**

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net Other
Postemployment Employee Benefits Liability
Last Ten Fiscal Years

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
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	89,977,346	99,417,053	115,868,340	N/A	N/A	N/A	N/A	N/A	N/A
Total	\$ -	\$ 89,977,346	\$ 99,417,053	\$ 115,868,340	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered employee payroll	N/A	\$ 30,383,308	\$ 29,785,212	\$ 28,218,378	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	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	N/A	0.00%	0.00%	0.00%	N/A	N/A	N/A	N/A	N/A	N/A

N/A - Information Not Available

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Required Supplementary Information - Part III
(Unaudited)
June 30, 2020

- Note 1 - Special funding situation - TPAF and other postretirement benefits
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 and other postretirement benefits (OPEB) 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 and OPEB 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 and for OPEB allocated to employers based upon covered payroll and adjusted by expected State Early Retirement Incentive contributions for the respective fiscal year.
- Note 2 - Changes in assumptions - TPAF
The discount rate was 4.86% in State fiscal year 2018 and 5.60% in State fiscal year 2019. The inflation rate was 2.25% for State fiscal years 2018 and 2.75% in State fiscal year 2019.
- Note 3 - Changes in assumptions - PERS
The discount rate was 5.66% in State fiscal year 2018 and 6.28% in State fiscal year 2019. The inflation rate was 2.25% for State fiscal year 2018 and 2.75% for State fiscal year 2019.
- Note 4 - Changes in assumptions - other postretirement employee benefits
The other postretirement employee benefits discount rate decreased from 3.87% in State fiscal year 2018 to 3.50% in State fiscal year 2019. The inflation rate was 2.50% for State fiscal year 2018 and 2019.
- Note 5 - Changes in healthcare trend assumptions - other postretirement employee benefits
For Pre-Medicare medical benefits, the trend rate is initially 5.7% and decreases to a 4.5% long-term trend rate after eight years. For post-65 medical benefits, the actual fully insured Medicare Advantage trend rate for fiscal year 2020 are reflected. The assumed post-65 medical trend is 4.5% for all future years. For prescription drug benefits, the initial trend rate is 7.5% and decreases to a 4.5% long-term trend rate after eight years. For the Medicare Part B reimbursement, the trend rate is 5.0%.
- Note 6 - Changes in benefit term assumptions - other postretirement employee benefits
There were no changes of the benefit terms from June 30, 2018 to June 30, 2019.

SPECIAL REVENUE FUND

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, 2020

	ESSA Title IA	ESSA Title IIA	ESSA Title III	ESSA Title IVA	IDEA Basic	NJ Non-public	Local Grants	Total
Revenues								
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 22,431	\$ 22,431
State sources	-	-	-	-	-	731	-	731
Federal sources	61,757	30,422	11,919	10,000	548,970	-	-	663,068
Total revenues	\$ 61,757	\$ 30,422	\$ 11,919	\$ 10,000	\$ 548,970	\$ 731	\$ 22,431	\$ 686,230
Expenditures								
Instruction								
Salaries	\$ 35,237	\$ -	\$ 7,010	\$ -	\$ -	\$ -	\$ -	\$ 42,247
Other purchased services	6,392	-	-	-	-	-	400	6,792
Tuition	-	-	-	-	548,970	-	-	548,970
General supplies	8,527	-	373	-	-	-	4,133	13,033
Other objects	-	-	-	-	-	-	500	500
Total	50,156	-	7,383	-	548,970	-	5,033	611,542
Support services								
Salaries	-	26,355	-	8,292	-	-	2,000	36,647
Personal services - employee benefits	2,696	2,017	536	634	-	-	-	5,883
Other purchased services	8,641	2,050	-	1,000	-	731	1,098	13,520
Supplies & materials	264	-	4,000	74	-	-	3,500	7,838
Total	11,601	30,422	4,536	10,000	-	731	6,598	63,888
Capital outlay								
Instructional equipment	-	-	-	-	-	-	10,800	10,800
Total	-	-	-	-	-	-	10,800	10,800
Total expenditures	\$ 61,757	\$ 30,422	\$ 11,919	\$ 10,000	\$ 548,970	\$ 731	\$ 22,431	\$ 686,230

See independent auditors' report.

CAPITAL PROJECTS FUND

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.

(NOT APPLICABLE TO THIS REPORT)

PROPRIETARY FUND

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.

See Statements B-4, B-5, and B-6

FIDUCIARY FUNDS

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
Fiduciary Funds
Combining Statement of Net Position
June 30, 2020

	Unemployment Compensation Fund	Private Purpose Scholarship Fund	Student Activity Agency Fund	Payroll Agency Fund	Miscellaneous Agency Fund	Total
Assets						
Cash and cash equivalents	\$ 582,230	\$ 242,946	\$ 773,903	\$ 184,853	\$ -	\$ 1,783,932
Due from interfund accounts receivable	16,940	-	-	-	-	16,940
Due from local governments	-	-	-	-	14,528	14,528
Other accounts receivable	-	-	-	-	523	523
Total assets	\$ 599,170	\$ 242,946	\$ 773,903	\$ 184,853	\$ 15,051	\$ 1,815,923
Liabilities						
Accounts payable	\$ 92,992	\$ -	\$ -	\$ -	\$ -	\$ 92,992
Due to other funds	-	-	-	16,940	15,051	31,991
Due to student groups	-	-	773,903	-	-	773,903
Payroll deductions and withholdings	-	-	-	167,913	-	167,913
Total liabilities	92,992	-	773,903	184,853	15,051	1,066,799
Net position						
Held in trust for unemployment claims	506,178	-	-	-	-	506,178
Reserve for scholarship funds	-	242,946	-	-	-	242,946
Total net position	\$ 506,178	\$ 242,946	\$ -	\$ -	\$ -	\$ 749,124

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Fiduciary Funds
Combining Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended June 30, 2020

	Unemployment Compensation Fund	Private Purpose Scholarship Fund	Total
Additions			
Contributions			
Employees	\$ 55,493	\$ -	\$ 55,493
Other	-	46,041	46,041
Investment earnings			
Interest	3,892	2,303	6,195
Total additions	<u>59,385</u>	<u>48,344</u>	<u>107,729</u>
Deductions			
Scholarships awarded	-	46,732	46,732
Other	1,110	-	1,110
Unemployment claims	125,401	-	125,401
Total deductions	<u>126,511</u>	<u>46,732</u>	<u>173,243</u>
Change in net position	(67,126)	1,612	(65,514)
Net position - beginning of the year	<u>573,304</u>	<u>241,334</u>	<u>814,638</u>
Net position - end of the year	<u>\$ 506,178</u>	<u>\$ 242,946</u>	<u>\$ 749,124</u>

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Fiduciary Funds
Student Activity Agency Fund Schedule of Receipts and Disbursements
For the Fiscal Year Ended June 30, 2020

	Balance 07/01/19	Additions	Reductions	Balance 06/30/20
Assets				
Cash and cash equivalents	\$ 764,244	\$ 718,735	\$ 709,076	\$ 773,903
Total assets	<u>\$ 764,244</u>	<u>\$ 718,735</u>	<u>\$ 709,076</u>	<u>\$ 773,903</u>
Liabilities				
Due to student groups				
Student activities	\$ 761,520	\$ 575,993	\$ 570,228	\$ 767,285
Athletic activities	2,724	142,742	138,848	6,618
Total liabilities	<u>\$ 764,244</u>	<u>\$ 718,735</u>	<u>\$ 709,076</u>	<u>\$ 773,903</u>

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Fiduciary Funds
Payroll Agency Fund Schedule of Receipts and Disbursements
For the Fiscal Year Ended June 30, 2020

	Balance 07/01/19	Additions	Reductions	Balance 06/30/20
Assets				
Cash and cash equivalents	\$ 140,267	\$ 39,203,060	\$ 39,158,474	\$ 184,853
Total assets	\$ 140,267	\$ 39,203,060	\$ 39,158,474	\$ 184,853
Liabilities				
Payroll deductions and withholdings	\$ 105,672	\$ 17,729,806	\$ 17,681,853	\$ 153,625
Due to other funds	22,513	50,817	56,390	16,940
Net payroll	12,082	21,422,437	21,420,231	14,288
Total liabilities	\$ 140,267	\$ 39,203,060	\$ 39,158,474	\$ 184,853

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, 2020

Issue	Date of Issue	Amount of Issue	Annual Maturities		Interest Rate	Balance 07/01/19	Issued	Retired	Balance 06/30/20
			Date	Amount					
2011 refunding bond									
Issue of 2004 bonds	12/20/11	\$ 13,480,000	09/15/20	\$ 825,000	4.00%	\$ 6,110,000	\$ -	\$ 1,965,000	\$ 4,145,000
			09/15/20	1,210,000	4.00%	-	-	-	-
			09/15/21	2,110,000	3.625%	-	-	-	-
						<u>\$ 6,110,000</u>	<u>\$ -</u>	<u>\$ 1,965,000</u>	<u>\$ 4,145,000</u>

See independent auditor's report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Debt Service Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2020

	Unaudited			Actual	Variance Final to Actual
	Original Budget	Budget Transfers	Final Budget		
Revenues					
Local sources					
Local tax levy	\$ 2,166,903	\$ -	\$ 2,166,903	\$ 2,166,903	\$ -
	<u>2,166,903</u>	<u>-</u>	<u>2,166,903</u>	<u>2,166,903</u>	<u>-</u>
Expenditures					
Interest on bonds	202,007	-	202,007	202,006	1
Redemption of principal - bonds	1,965,000	-	1,965,000	1,965,000	-
Total expenditures	<u>2,167,007</u>	<u>-</u>	<u>2,167,007</u>	<u>2,167,006</u>	<u>1</u>
Excess (deficiency) of revenues over (under) expenditures	(104)	-	(104)	(103)	1
Fund balance, July 1	<u>104</u>	<u>-</u>	<u>104</u>	<u>104</u>	<u>-</u>
Fund balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1</u>
Recapitulation of excess (deficiency) of revenue over (under) expenditures					
Budgeted fund balance	<u>\$ (104)</u>	<u>\$ -</u>	<u>\$ (104)</u>	<u>\$ (103)</u>	<u>\$ 1</u>

See independent auditors' report.

STATISTICAL SECTION

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Statistical Section J Series

<u>CONTENTS</u>	<u>PAGE</u>
FINANCIAL TRENDS	
These schedules contain trend information to help the reader understand how the District's financial performance and well being have changed over time.	J-1 to J-6
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 are derived from the Comprehensive Annual Financial Reports (CAFR)	

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

	Fiscal Year Ended June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Government activities										
Net investment in capital assets	\$ 49,760,351	\$ 55,489,118	\$ 58,354,852	\$ 59,372,081	\$ 61,257,471	\$ 61,914,874	\$ 57,392,366	\$ 60,579,275	\$ 61,449,204	\$ 62,132,519
Restricted	8,668,367	9,369,252	10,863,507	14,798,976	18,440,464	20,121,443	18,138,506	20,933,046	21,664,495	23,247,861
Unrestricted	5,216,937	4,814,513	5,228,337	(14,114,960)	(14,355,436)	(13,791,043)	(12,948,330)	(14,615,491)	(14,096,939)	(12,913,420)
Total governmental activities	<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>	<u>\$ 62,582,542</u>	<u>\$ 66,896,830</u>	<u>\$ 69,016,760</u>	<u>\$ 72,466,960</u>
Business-type activities										
Net investment in capital assets	\$ 120,338	\$ 161,519	\$ 155,022	\$ 164,542	\$ 178,273	\$ 179,289	\$ 196,418	\$ 178,786	\$ 164,164	\$ 143,049
Unrestricted	605,463	669,906	732,976	556,584	448,944	631,225	658,503	728,473	976,613	1,407,847
Total business-type activities	<u>\$ 725,801</u>	<u>\$ 831,425</u>	<u>\$ 887,998</u>	<u>\$ 721,126</u>	<u>\$ 627,217</u>	<u>\$ 810,514</u>	<u>\$ 854,921</u>	<u>\$ 907,259</u>	<u>\$ 1,140,777</u>	<u>\$ 1,550,896</u>
District-wide										
Net investment in capital assets	\$ 49,880,689	\$ 55,650,637	\$ 58,509,874	\$ 59,536,623	\$ 61,435,744	\$ 62,094,163	\$ 57,588,784	\$ 60,758,061	\$ 61,613,368	\$ 62,275,568
Restricted	8,668,367	9,369,252	10,863,507	14,798,976	18,440,464	20,121,443	18,138,506	20,933,046	21,664,495	23,247,861
Unrestricted	5,822,400	5,484,419	5,961,313	(13,558,376)	(13,906,492)	(13,159,818)	(12,289,827)	(13,887,018)	(13,120,326)	(11,505,573)
Total district-wide	<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>	<u>\$ 63,437,463</u>	<u>\$ 67,804,089</u>	<u>\$ 70,157,537</u>	<u>\$ 74,017,856</u>

See independent auditors' report.

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

	Fiscal Year Ended June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Expenses										
Governmental activities										
Instruction										
Regular	\$ 21,896,193	\$ 22,339,587	\$ 23,335,032	\$ 23,215,452	\$ 27,473,363	\$ 29,334,074	\$ 34,192,908	\$ 36,986,943	\$ 35,895,920	\$ 34,496,773
Special education	4,736,187	4,747,920	4,983,711	5,257,315	5,928,151	6,387,430	7,715,730	8,217,604	8,243,629	7,882,176
Other special education	362,006	346,055	411,059	354,394	368,293	386,081	506,508	995,752	753,859	854,368
Other instruction	2,682,529	2,695,936	2,728,851	2,709,709	2,734,882	2,876,042	3,098,205	3,132,863	3,050,020	3,143,757
Support services										
Tuition	3,034,553	3,286,959	2,889,350	2,790,126	3,438,697	4,039,271	3,898,610	3,346,610	3,170,053	3,575,792
Student & instruction related services	9,501,036	9,742,068	10,108,132	9,753,842	11,356,019	12,483,286	13,852,467	14,534,466	13,708,994	13,907,763
General & business administrative services	2,238,676	2,314,521	2,247,391	2,308,834	2,448,540	2,738,783	2,926,256	2,819,513	2,802,100	2,844,358
School administration	1,822,003	1,839,132	1,898,687	1,903,051	1,891,316	2,067,027	2,501,683	2,864,671	2,674,595	2,241,059
Plant operations & maintenance	5,350,870	6,243,707	5,874,329	6,071,250	5,583,179	5,653,396	5,958,363	6,184,785	6,284,256	6,059,349
Pupil transportation	3,533,374	3,544,840	3,560,252	3,631,761	3,479,336	3,915,648	4,252,464	3,843,672	4,227,569	3,776,368
Interest on long-term debt	1,044,422	747,895	820,590	830,131	747,342	644,088	587,273	361,454	262,391	210,824
Total governmental activities expenses	56,201,849	57,848,620	58,857,384	58,825,865	65,449,118	70,525,126	79,490,467	83,288,333	81,073,386	78,992,587
Business-type activities										
Food services	1,443,696	1,454,786	1,417,656	1,415,928	1,388,675	1,333,793	1,354,262	1,329,143	1,344,526	948,492
Transportation	3,876,290	3,720,004	3,935,223	4,239,835	4,196,760	3,931,950	4,185,116	4,869,432	4,941,264	4,785,877
Other	162,521	163,170	103,928	94,047	-	-	-	-	-	-
Total business-type activities	5,482,507	5,337,960	5,456,807	5,749,810	5,585,435	5,265,743	5,539,378	6,198,575	6,285,790	5,734,369
Total district expenses	\$ 61,684,356	\$ 63,186,580	\$ 64,314,191	\$ 64,575,675	\$ 71,034,553	\$ 75,790,869	\$ 85,029,845	\$ 89,486,908	\$ 87,359,176	\$ 84,726,956

See independent auditors' report.

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

	Fiscal Year Ended June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Program revenues										
Governmental activities										
Charges for services										
Regular instruction	\$ 108,660	\$ 88,216	\$ 63,372	\$ 94,756	\$ 95,161	\$ 187,816	\$ 179,729	\$ 170,475	\$ 218,854	\$ 208,108
Special education	-	-	-	-	-	-	-	6,376	768	5,588
Other special instruction	2,765	-	-	-	-	-	-	-	-	-
Other instruction	141,380	142,530	135,450	145,088	130,135	133,000	141,275	141,183	131,624	105,770
Tuition	-	-	-	-	-	-	-	-	4,423	-
Student & instruction related services	40,160	4,300	52,929	38,426	38,900	37,587	35,750	54,358	38,668	54,535
General & business administrative services	31,954	38,810	39,505	42,137	39,500	30,230	26,960	26,145	2,600	15,803
Plant operations & maintenance	53,073	49,073	50,700	91,362	236,908	95,915	131,507	116,097	96,933	104,564
Pupil transportation	220,537	190,965	278,818	369,965	97,435	243,978	287,046	224,440	293,243	277,306
Operating grants & contributions	1,221,978	708,114	753,212	656,500	750,884	772,434	701,951	723,980	702,935	697,369
Capital grants & contributions	718,923	1,533,741	103,154	64,247	822,934	-	18,122	-	-	-
Total governmental activities	<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>	<u>1,522,340</u>	<u>1,463,054</u>	<u>1,490,048</u>	<u>1,469,043</u>
Business-type activities										
Charges for services										
Food service	1,292,093	1,327,540	1,271,339	1,242,792	1,197,862	1,157,225	1,196,224	1,120,389	1,134,186	728,436
Transportation	4,059,450	3,943,505	4,175,993	4,242,110	4,438,123	4,405,025	4,426,950	5,161,456	5,664,367	5,986,351
Information technology	104,000	104,000	104,000	104,000	-	-	-	-	-	-
Student information reporting	78,020	67,526	-	-	-	-	-	-	-	-
Operating grants & contributions	125,816	146,927	147,749	168,810	169,407	175,872	208,107	189,905	194,074	150,899
Total business-type activities	<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>	<u>5,831,281</u>	<u>6,471,750</u>	<u>6,992,627</u>	<u>6,865,686</u>
Total district - program revenues	<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>	<u>\$ 7,353,621</u>	<u>\$ 7,934,804</u>	<u>\$ 8,482,675</u>	<u>\$ 8,334,729</u>
Net (expense) revenues										
Governmental activities	\$ (53,662,419)	\$ (55,092,871)	\$ (57,380,244)	\$ (57,323,384)	\$ (63,237,261)	\$ (69,024,166)	\$ (77,968,127)	\$ (81,825,279)	\$ (79,583,338)	\$ (77,523,544)
Business-type activities	176,872	251,538	242,274	7,902	219,957	472,379	291,903	273,175	706,837	1,131,317
Total district-wide net expenses	<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>	<u>\$ (77,676,224)</u>	<u>\$ (81,552,104)</u>	<u>\$ (78,876,501)</u>	<u>\$ (76,392,227)</u>

See independent auditors' report.

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

	Fiscal Year Ended June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General revenues & other changes in net position										
Governmental activities										
Property taxes levied for general purposes, net	\$ 50,207,526	\$ 50,207,090	\$ 49,208,792	\$ 49,207,952	\$ 48,957,942	\$ 49,568,121	\$ 50,556,323	\$ 51,567,449	\$ 52,598,796	\$ 53,973,853
Taxes levied for debt service	2,419,447	2,399,606	2,302,489	2,281,202	2,216,318	2,277,501	2,230,921	2,214,386	2,199,689	2,166,903
Unrestricted grants & contributions	7,640,032	9,190,646	10,323,831	10,162,636	16,560,967	19,344,908	24,692,473	29,847,462	25,945,251	23,708,376
Investment earnings	150,157	116,791	112,930	91,955	101,851	122,808	145,938	287,977	430,356	512,431
Miscellaneous income	308,484	372,488	407,661	579,957	429,481	428,887	397,250	365,270	381,398	400,556
Transfers in (out)	160,054	(95,803)	103,875	120,773	113,719	181,716	174,935	171,773	199,589	211,625
Special items										
FEMA unrestricted aid	-	-	-	-	85,768	-	-	-	-	-
Payment to refunding bond agent	-	(1,083,130)	-	-	-	-	-	-	-	-
Gain (loss) on sale, trade in, or disposal of capital assets	(5,379)	12,411	9,882	49,629	57,617	3,000	-	(79,881)	(51,811)	-
Change in compensated absences liability	-	-	-	-	-	-	-	1,765,131	-	-
Total governmental activities	<u>60,880,321</u>	<u>61,120,099</u>	<u>62,469,460</u>	<u>62,494,104</u>	<u>68,523,663</u>	<u>71,926,941</u>	<u>78,197,840</u>	<u>86,139,567</u>	<u>81,703,268</u>	<u>80,973,744</u>
Business-type activities										
Miscellaneous income	2,203	10,790	-	10,095	32,397	3,678	12,734	22,642	51,948	27,635
Transfers in (out)	(160,054)	(104,197)	(103,875)	(120,773)	(113,719)	(181,716)	(174,935)	(171,773)	(199,589)	(211,625)
Special item										
Gain (loss) on capital assets	802	-	-	-	-	-	-	-	-	(15,946)
Sale of miscellaneous items	20,841	-	-	-	-	-	-	-	-	-
Refund of prior year revenue	(64,631)	(63,551)	(81,826)	(64,096)	(232,544)	(111,044)	(85,295)	(71,706)	(325,678)	(521,262)
Refund of prior year expenses	-	11,044	-	-	-	-	-	-	-	-
Total business-type activities	<u>(200,839)</u>	<u>(145,914)</u>	<u>(185,701)</u>	<u>(174,774)</u>	<u>(313,866)</u>	<u>(289,082)</u>	<u>(247,496)</u>	<u>(220,837)</u>	<u>(473,319)</u>	<u>(721,198)</u>
Total district-wide	<u>\$ 60,679,482</u>	<u>\$ 60,974,185</u>	<u>\$ 62,283,759</u>	<u>\$ 62,319,330</u>	<u>\$ 68,209,797</u>	<u>\$ 71,637,859</u>	<u>\$ 77,950,344</u>	<u>\$ 85,918,730</u>	<u>\$ 81,229,949</u>	<u>\$ 80,252,546</u>
Change in net position										
Governmental activities	\$ 7,217,902	\$ 6,027,228	\$ 5,089,216	\$ 5,170,720	\$ 5,286,402	\$ 2,902,775	\$ 229,713	\$ 4,314,288	\$ 2,119,930	\$ 3,450,200
Business-type activities	(23,967)	105,624	56,573	(166,872)	(93,909)	183,297	44,407	52,338	233,518	410,119
Total district	<u>\$ 7,193,935</u>	<u>\$ 6,132,852</u>	<u>\$ 5,145,789</u>	<u>\$ 5,003,848</u>	<u>\$ 5,192,493</u>	<u>\$ 3,086,072</u>	<u>\$ 274,120</u>	<u>\$ 4,366,626</u>	<u>\$ 2,353,448</u>	<u>\$ 3,860,319</u>

See independent auditors' report.

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

	Fiscal Year Ended June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General fund										
Restricted	\$ 12,571,932	\$ 16,962,669	\$ 19,895,166	\$ 21,918,045	\$ 26,162,959	\$ 27,462,588	\$ 26,048,880	\$ 28,955,217	\$ 29,638,870	\$ 30,943,894
Committed	275,018	536,989	823,710	930,508	1,008,700	2,782,649	5,266,636	2,600,543	3,126,586	3,949,732
Assigned	-	-	-	-	6,262	-	-	-	-	-
Unassigned	1,178,647	1,118,583	1,012,103	1,008,936	1,029,868	1,034,253	1,098,043	1,067,511	1,120,578	1,203,187
Total general fund	<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>	<u>\$ 32,413,559</u>	<u>\$ 32,623,271</u>	<u>\$ 33,886,034</u>	<u>\$ 36,096,813</u>
All other governmental funds										
Restricted, reported in										
Capital projects fund	\$ 4,086,485	\$ 1,000,284	\$ 199,384	\$ 1,834,539	\$ 610,138	\$ 610,138	\$ -	\$ -	\$ -	\$ -
Assigned, reported in										
Debt service fund	230	4,751	4,723	237	192	413	336	122	104	1
Total all other governmental funds	<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>	<u>\$ 336</u>	<u>\$ 122</u>	<u>\$ 104</u>	<u>\$ 1</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)

	Fiscal Year Ended June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Revenues										
Tax levy	\$ 52,626,973	\$ 52,606,696	\$ 51,511,281	\$ 51,489,154	\$ 51,174,260	\$ 51,845,622	\$ 52,787,244	\$ 53,781,835	\$ 54,798,485	\$ 56,140,756
Tuition charges	105,811	78,337	50,572	92,142	92,426	176,781	169,318	128,470	193,457	164,561
Transportation	123,472	104,794	178,709	356,256	86,461	65,315	57,463	48,101	58,581	59,968
Interest earnings	150,157	116,791	112,930	91,955	101,851	122,808	145,938	287,977	430,356	512,431
Miscellaneous	550,386	471,320	512,187	672,880	723,893	602,134	540,950	643,390	613,764	594,758
State sources	7,782,134	8,957,379	10,317,000	10,149,443	10,551,499	11,515,629	12,208,237	12,895,203	13,789,115	14,236,634
State sources - capital projects	718,923	1,533,741	103,154	64,247	822,934	-	18,122	-	-	-
Federal sources	1,038,925	908,593	694,666	653,671	704,747	790,570	687,981	710,439	695,512	704,697
Total revenues	63,096,781	64,777,651	63,480,499	63,569,748	64,258,071	65,118,859	66,615,253	68,495,415	70,579,270	72,413,805
Expenditures										
Instruction										
Regular instruction	15,414,427	15,364,502	15,481,946	15,983,720	16,238,906	16,101,895	16,666,923	16,552,638	16,804,511	17,023,592
Special education instruction	3,001,221	3,194,242	3,284,302	3,512,685	3,512,941	3,474,898	3,747,726	3,654,293	3,957,866	3,882,292
Other special instruction	226,393	234,537	230,215	200,617	176,698	179,082	222,053	411,435	363,753	375,274
School sponsored/Other instructional	1,753,452	1,771,171	1,771,115	1,746,394	1,765,952	1,789,476	1,751,917	1,736,800	1,736,937	1,748,990
Support services										
Tuition	2,503,027	2,805,480	2,359,641	2,302,473	2,937,513	3,508,415	3,347,649	2,789,738	2,621,521	3,026,822
Student & instruction related services	6,396,058	6,593,628	6,677,248	6,494,257	6,683,139	6,774,725	6,728,802	6,665,225	6,774,758	7,147,624
General administration	732,806	738,410	673,381	729,976	740,784	825,200	859,770	704,596	776,256	795,084
School administration services	1,243,620	1,206,558	1,247,396	1,269,811	1,145,064	1,162,703	1,222,158	1,226,322	1,242,502	1,094,226
Central services	823,827	854,771	842,080	857,377	874,539	883,110	853,063	816,314	847,798	863,043
Administrative information technology	100,133	77,633	86,812	76,650	102,928	103,892	98,389	98,218	106,787	102,695
Plant operations & maintenance	4,437,359	5,299,000	4,895,913	5,091,235	4,600,643	4,550,529	4,384,900	4,449,891	4,876,789	4,665,009
Pupil transportation	2,840,653	2,837,748	2,762,885	2,911,389	2,773,960	2,981,497	3,086,740	2,888,876	3,085,472	2,826,187
Employee benefits	9,632,156	9,091,053	9,217,675	9,402,449	9,133,980	9,664,071	10,779,594	11,075,045	12,225,577	12,817,011
On-behalf TPAF Pension & Social Security contribution	3,030,822	3,554,261	4,435,950	3,967,955	4,352,067	5,219,414	5,933,671	6,749,399	7,621,066	8,150,421
Capital outlay	494,602	2,255,004	3,934,512	2,024,350	1,121,996	1,783,617	3,470,913	5,521,203	3,451,685	2,852,992
Special revenue funds	1,221,978	708,114	753,212	656,500	750,884	772,434	701,951	723,980	702,935	697,369
Capital projects fund	2,390,687	4,106,430	132,950	198,192	2,047,335	-	-	-	-	-
Debt service										
Principal	1,570,000	1,780,000	1,660,000	1,710,000	1,720,000	1,795,000	1,805,000	1,855,000	1,920,000	1,965,000
Interest & other charges	1,059,075	782,477	835,213	847,621	764,221	661,695	605,115	538,717	458,824	381,123
Total expenditures	58,872,296	63,255,019	61,282,446	59,983,651	61,443,550	62,231,653	66,266,334	68,457,690	69,575,037	70,414,754

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)

	Fiscal Year Ended June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Excess (deficiency) of revenues over (under) expenditures	\$ 4,224,485	\$ 1,522,632	\$ 2,198,053	\$ 3,586,097	\$ 2,814,521	\$ 2,887,206	\$ 348,919	\$ 37,725	\$ 1,004,233	\$ 1,999,051
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	21,249	-	9,882	50,309	111,846	-	-	-	-	-
Proceeds from insurance claim/ trade-in of capital assets	-	16,043	-	-	-	3,000	-	-	58,923	-
Transfers in (out)	160,054	(95,803)	103,875	120,773	113,719	181,716	174,935	171,773	199,589	211,625
Total other financing sources (uses)	181,303	(11,668)	113,757	171,082	311,333	184,716	174,935	171,773	258,512	211,625
Net change in fund balances	<u>\$ 4,405,788</u>	<u>\$ 1,510,964</u>	<u>\$ 2,311,810</u>	<u>\$ 3,757,179</u>	<u>\$ 3,125,854</u>	<u>\$ 3,071,922</u>	<u>\$ 523,854</u>	<u>\$ 209,498</u>	<u>\$ 1,262,745</u>	<u>\$ 2,210,676</u>
Debt service as a percentage of non-capital expenditures	4.93%	4.72%	4.56%	4.63%	4.45%	4.24%	3.99%	3.95%	3.73%	3.60%

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)**

<u>Fiscal Year</u>	<u>Township of Delaware</u>	<u>Township of East Amwell</u>	<u>Borough of Flemington</u>	<u>Township of Raritan</u>	<u>Township of Readington</u>	<u>Totals</u>
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
2017	4,803,518	4,157,135	2,001,966	23,588,274	18,236,351	52,787,244
2018	4,752,863	4,246,317	1,914,136	23,947,113	18,921,406	53,781,835
2019	4,708,896	4,351,844	2,117,953	24,562,892	19,056,900	54,798,485
2020	4,293,628	4,534,001	2,358,118	25,558,382	19,396,627	56,140,756

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)

	Fiscal Year Ending June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Tuition	\$ 105,811	\$ 78,337	\$ 50,572	\$ 92,142	\$ 92,426	\$ 176,781	\$ 169,318	\$ 128,470	\$ 193,457	\$ 164,561
Interest income	150,157	116,791	112,930	91,955	101,851	122,808	145,937	287,977	430,356	512,431
Energy rebates	52,423	16,721	14,045	15,524	34,721	96,581	27,141	52,668	16,982	86,158
Student information management for other LEA's	-	-	8,434	-	-	-	-	-	-	-
E-rate rebates	40,449	35,582	35,115	29,516	43,141	44,122	74,513	44,442	129,746	19,597
Prior year										
Outstanding checks canceled	4,850	25	1,253	2,323	4,652	4,899	-	2,859	19,916	1,438
Accounts payable canceled	53,498	76,172	36,642	227,641	78,261	39,480	55,758	-	7,140	-
Refunds	30,946	62,339	75,821	97,087	193,792	31,995	65,952	36,252	93,093	23,607
Transportation administrative fees	-	-	18,000	-	-	-	-	-	-	-
Service fees	-	21,800	-	-	-	-	-	-	-	-
Sale of surplus equipment	-	-	-	-	-	-	-	71,924	24,980	59,005
Proceeds from sale of supplies	5,614	4,499	4,975	1,198	3,075	11,035	4,388	-	34,034	82
Shared service agreement fees	53,260	29,700	29,700	38,316	38,900	35,925	35,000	36,000	37,101	37,841
Co-curricular participation fees	130,875	136,350	135,450	134,660	118,350	133,000	134,900	133,800	124,100	95,700
Corporate advertising revenue	20,800	16,400	20,700	18,138	21,500	26,500	25,150	23,600	30,000	35,735
Donations	-	-	-	5,995	-	10,849	-	141,018	-	119,000
Insurance rebates	73,473	-	15,723	-	40,174	23,719	-	-	-	50,244
Joint transportation revenue	123,472	104,794	178,709	374,256	104,461	65,315	57,463	48,101	58,581	59,968
Building use rental income	41,974	37,395	48,050	67,640	52,550	58,450	65,640	49,165	40,899	36,955
Miscellaneous										
Account balances canceled	-	-	-	-	80	15,264	-	11,436	-	-
Refunds	-	-	-	-	-	-	-	-	24,152	5,154
Miscellaneous	1,273	1,549	2,902	820	465	1,479	1,897	4,671	1,255	536
Annual totals	<u>\$ 888,875</u>	<u>\$ 738,454</u>	<u>\$ 789,021</u>	<u>\$ 1,197,211</u>	<u>\$ 928,399</u>	<u>\$ 898,202</u>	<u>\$ 863,057</u>	<u>\$ 1,072,383</u>	<u>\$ 1,265,792</u>	<u>\$ 1,308,012</u>

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

	Fiscal Year Ending June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Vacant land	\$ 128,968,720	\$ 117,195,020	\$ 110,590,422	\$ 122,991,595	\$ 122,460,120	\$ 113,305,920	\$ 95,427,720	\$ 97,476,956	\$ 109,972,677	\$ 98,146,620
Residential	6,498,521,800	6,465,637,500	6,267,112,600	6,298,038,600	6,348,707,100	6,392,010,800	6,441,096,200	6,487,375,100	6,555,225,500	6,626,874,700
Farm regular	615,367,900	612,560,900	551,135,272	539,419,621	525,420,700	519,578,300	525,271,100	521,855,800	518,606,900	520,508,800
Farm qualified	18,710,762	18,421,692	18,821,097	18,643,007	18,593,684	19,055,140	19,026,783	19,276,674	18,810,995	19,022,495
Commercial	1,352,276,361	1,346,632,781	1,330,038,140	1,331,400,540	1,267,805,840	1,238,432,300	1,247,011,000	1,217,623,900	1,205,134,400	1,197,854,800
Industrial	163,735,396	165,442,196	171,214,796	167,602,596	161,132,496	162,469,796	162,910,000	164,171,800	167,246,400	167,256,400
Apartment	54,381,700	53,965,400	53,252,100	54,004,200	57,414,100	59,898,900	62,725,500	66,111,900	70,628,400	75,458,700
Total assessed value	8,831,962,639	8,779,855,489	8,502,164,427	8,532,100,159	8,501,534,040	8,504,751,156	8,553,468,303	8,573,892,130	8,645,625,272	8,705,122,515
Public utilities (a)	20,780,381	19,154,830	17,782,687	5,754,198	1,632,797	1,607,599	1,622,311	1,154,080	1,361,461	1,346,446
Net valuation taxable	\$ 8,852,743,020	\$ 8,799,010,319	\$ 8,519,947,114	\$ 8,537,854,357	\$ 8,503,166,837	\$ 8,506,358,755	\$ 8,555,090,614	\$ 8,575,046,210	\$ 8,646,986,733	\$ 8,706,468,961
Estimated actual county equalized value	\$ 10,008,085,528	\$ 9,561,085,552	\$ 9,303,139,610	\$ 9,012,382,855	\$ 8,974,211,531	\$ 9,237,817,533	\$ 9,445,680,620	\$ 9,401,797,992	\$ 9,530,150,635	\$ 9,652,876,327
Percentage of net valuation to estimated actual equalized value	88.46%	92.03%	91.58%	94.73%	94.75%	92.08%	90.57%	91.21%	90.73%	90.20%
Regional high school tax rate by constituent district (b):										
Delaware Township	\$ 0.55	\$ 0.56	\$ 0.64	\$ 0.67	\$ 0.69	\$ 0.60	\$ 0.60	\$ 0.59	\$ 0.54	\$ 0.60
East Am well Township	\$ 0.52	\$ 0.50	\$ 0.58	\$ 0.60	\$ 0.60	\$ 0.62	\$ 0.63	\$ 0.65	\$ 0.68	\$ 0.70
Flemington Borough	\$ 0.54	\$ 0.49	\$ 0.45	\$ 0.43	\$ 0.46	\$ 0.46	\$ 0.44	\$ 0.44	\$ 0.49	\$ 0.51
Raritan Township	\$ 0.55	\$ 0.55	\$ 0.55	\$ 0.55	\$ 0.55	\$ 0.58	\$ 0.59	\$ 0.60	\$ 0.61	\$ 0.63
Readington Township	\$ 0.71	\$ 0.69	\$ 0.70	\$ 0.69	\$ 0.69	\$ 0.70	\$ 0.72	\$ 0.73	\$ 0.74	\$ 0.74

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

	Fiscal Year Ending June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Vacant land	\$ 12,373,520	\$ 11,155,520	\$ 8,649,620	\$ 8,135,620	\$ 6,913,420	\$ 7,096,320	\$ 6,357,320	\$ 5,442,620	\$ 5,323,320	\$ 5,174,520
Residential	594,251,900	598,887,800	515,755,700	525,352,300	536,516,600	537,945,200	537,507,700	541,959,000	543,247,600	548,258,400
Farm regular	268,009,200	265,109,100	229,195,800	225,358,900	217,293,700	217,854,300	219,692,500	217,696,100	219,003,100	217,935,500
Farm qualified	6,259,300	6,207,200	6,632,300	6,516,700	6,486,910	6,454,510	6,501,710	6,414,610	6,389,910	6,355,310
Commercial	18,597,500	19,047,700	17,203,300	17,196,100	17,273,600	17,745,400	17,968,600	17,834,900	18,069,700	17,720,800
Industrial	8,742,900	8,740,600	7,270,600	7,270,600	7,270,600	7,270,600	7,270,600	7,270,600	7,270,600	7,270,600
Apartment	1,065,700	1,065,700	939,500	939,500	939,500	939,500	939,500	939,500	939,500	961,300
Total assessed value	909,300,020	910,213,620	785,646,820	790,769,720	792,694,330	795,305,830	796,237,930	797,557,330	800,243,730	803,676,430
Public utilities (a)	1,394,200	1,449,513	1,421,870	430,436	458,540	436,573	434,134	-	-	-
Net valuation taxable	\$ 910,694,220	\$ 911,663,133	\$ 787,068,690	\$ 791,200,156	\$ 793,152,870	\$ 795,742,403	\$ 796,672,064	\$ 797,557,330	\$ 800,243,730	\$ 803,676,430
Estimated actual county equalized value	\$ 984,321,465	\$ 957,931,211	\$ 897,256,328	\$ 886,498,774	\$ 881,280,967	\$ 918,023,077	\$ 882,054,987	\$ 872,792,000	\$ 861,310,655	\$ 876,801,691
Percentage of net valuation to estimated actual equalized value	92.52%	95.17%	87.72%	89.25%	90.00%	86.68%	90.32%	91.38%	92.91%	91.66%
Total regional high school tax rate	\$ 0.55	\$ 0.56	\$ 0.64	\$ 0.67	\$ 0.69	\$ 0.60	\$ 0.60	\$ 0.59	\$ 0.54	\$ 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

	Fiscal Year Ending June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Vacant land	\$ 13,492,900	\$ 12,970,200	\$ 9,304,400	\$ 8,780,700	\$ 8,399,600	\$ 8,636,700	\$ 8,836,200	\$ 8,851,500	\$ 8,498,100	\$ 8,702,100
Residential	531,967,900	533,983,300	447,094,600	448,217,200	450,127,700	451,287,800	453,019,600	453,517,900	455,785,800	454,885,900
Farm regular	138,144,900	138,541,500	118,965,000	118,396,800	116,320,800	115,158,200	115,304,600	117,668,200	116,318,100	118,510,700
Farm qualified	5,264,900	4,983,300	4,982,900	4,985,500	4,972,000	4,986,275	4,967,585	4,970,585	4,962,285	4,936,285
Commercial	95,119,461	94,992,961	87,525,600	87,284,700	85,051,600	85,095,500	86,788,800	87,088,800	80,723,700	80,427,400
Apartment	2,142,700	2,142,700	2,262,200	2,262,200	2,262,200	2,262,200	2,262,200	2,262,200	3,449,500	3,449,500
Total assessed value	786,132,761	787,613,961	670,134,700	669,927,100	667,133,900	667,426,675	671,178,985	674,359,185	669,737,485	670,911,885
Public utilities (a)	1,831,762	1,837,274	1,757,313	876,506	916,552	913,321	930,472	896,375	878,047	869,008
Net valuation taxable	\$ 787,964,523	\$ 789,451,235	\$ 671,892,013	\$ 670,803,606	\$ 668,050,452	\$ 668,339,996	\$ 672,109,457	\$ 675,255,560	\$ 670,615,532	\$ 671,780,893
Estimated actual county equalized value	\$ 809,164,636	\$ 785,298,888	\$ 754,125,900	\$ 726,528,329	\$ 726,220,732	\$ 731,145,385	\$ 722,154,783	\$ 735,798,347	\$ 752,486,010	\$ 763,908,225
Percentage of net valuation to estimated actual equalized value	97.38%	100.53%	89.10%	92.33%	91.99%	91.41%	93.07%	91.77%	89.12%	87.94%
Total regional high school tax rate	\$ 0.52	\$ 0.50	\$ 0.58	\$ 0.60	\$ 0.60	\$ 0.62	\$ 0.63	\$ 0.65	\$ 0.68	\$ 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

* 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

	Fiscal Year Ending June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Vacant land	\$ 3,769,700	\$ 3,138,500	\$ 2,725,700	\$ 2,725,700	\$ 2,670,400	\$ 2,743,600	\$ 2,839,400	\$ 3,309,600	\$ 2,336,600	\$ 2,141,100
Residential	210,592,400	210,453,900	205,135,900	209,921,500	213,974,000	217,771,700	220,991,100	226,032,500	228,716,600	232,640,700
Commercial	202,435,700	194,354,480	180,830,700	188,275,300	186,465,500	181,895,900	179,626,200	173,638,400	172,222,500	170,495,500
Industrial	3,097,000	2,777,000	2,557,700	2,687,700	1,871,200	1,871,200	1,871,200	1,833,500	1,845,000	1,855,000
Apartment	37,979,000	36,932,400	35,969,100	36,721,200	40,131,100	42,615,900	45,443,500	49,100,600	52,429,800	54,822,500
Total assessed value	457,873,800	447,656,280	427,219,100	440,331,400	445,112,200	446,898,300	450,771,400	453,914,600	457,550,500	461,954,800
Public utilities (a)	3,508,064	2,709,007	2,094,055	-	-	-	-	-	-	-
Net valuation taxable	\$ 461,381,864	\$ 450,365,287	\$ 429,313,155	\$ 440,331,400	\$ 445,112,200	\$ 446,898,300	\$ 450,771,400	\$ 453,914,600	\$ 457,550,500	\$ 461,954,800
Estimated actual county equalized value	\$ 520,704,269	\$ 473,628,721	\$ 461,765,994	\$ 450,328,697	\$ 470,023,442	\$ 470,122,344	\$ 452,218,499	\$ 447,162,447	\$ 453,199,782	\$ 463,344,835
	**	**	**	**	**	**	**	**	**	**
Percentage of net valuation to estimated actual equalized value	88.61%	95.09%	92.97%	97.78%	94.70%	95.06%	99.68%	101.51%	100.96%	99.70%
Total regional high school tax rate	\$ 0.54	\$ 0.49	\$ 0.45	\$ 0.43	\$ 0.46	\$ 0.46	\$ 0.44	\$ 0.44	\$ 0.49	\$ 0.51
	**	**	**	**	**	**	**	**	**	**

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

	Fiscal Year Ending June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Vacant land	\$ 71,362,300	\$ 64,626,500	\$ 54,240,100	\$ 66,809,275	\$ 68,935,700	\$ 63,634,700	\$ 51,373,300	\$ 55,928,400	\$ 73,780,700	\$ 64,085,700
Residential	3,086,291,900	3,097,354,300	3,109,189,600	3,106,721,300	3,124,946,400	3,148,815,000	3,171,053,600	3,189,821,800	3,231,535,200	3,280,483,500
Farm regular	72,385,500	70,919,000	69,609,900	67,392,100	65,361,100	63,259,700	65,031,600	64,705,300	64,535,600	64,291,900
Farm qualified	3,054,000	3,033,200	3,034,600	2,905,100	2,921,200	2,887,700	2,883,240	2,868,722	2,767,700	2,755,500
Commercial	599,594,100	602,906,740	611,756,940	609,384,640	612,089,040	610,793,500	620,335,100	615,661,800	614,566,500	611,238,700
Industrial	99,712,296	102,401,596	109,899,696	106,157,496	100,503,896	99,941,196	99,855,400	101,154,900	104,218,000	104,218,000
Apartment	12,000,400	12,713,200	12,713,200	12,713,200	12,713,200	12,713,200	12,713,200	12,713,200	12,713,200	12,713,200
Total assessed value	3,944,400,496	3,953,954,536	3,970,444,036	3,972,083,111	3,987,470,536	4,002,044,996	4,023,245,440	4,042,854,122	4,104,116,900	4,139,786,500
Public utilities (a)	7,750,312	8,313,709	8,154,192	-	-	-	-	-	-	-
Net valuation taxable	\$ 3,952,150,808	\$ 3,962,268,245	\$ 3,978,598,228	\$ 3,972,083,111	\$ 3,987,470,536	\$ 4,002,044,996	\$ 4,023,245,440	\$ 4,042,854,122	\$ 4,104,116,900	\$ 4,139,786,500
Estimated actual county equalized value	\$ 4,213,829,628	\$ 4,136,411,155	\$ 4,017,974,377	\$ 3,843,703,417	\$ 3,916,580,430	\$ 4,040,021,195	\$ 4,155,815,969	\$ 4,138,452,372	\$ 4,262,688,928	\$ 4,289,934,197
Percentage of net valuation to estimated actual equalized value	93.79%	95.79%	99.02%	103.34%	101.81%	99.06%	96.81%	97.69%	96.28%	96.50%
Total regional high school tax rate	\$ 0.55	\$ 0.55	\$ 0.55	\$ 0.55	\$ 0.55	\$ 0.58	\$ 0.59	\$ 0.60	\$ 0.61	\$ 0.63

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

	Fiscal Year Ending June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Vacant land	\$ 27,970,300	\$ 25,304,300	\$ 35,670,602	\$ 36,540,300	\$ 35,541,000	\$ 31,194,600	\$ 26,021,500	\$ 23,944,836	\$ 20,033,957	\$ 18,043,200
Residential	2,075,417,700	2,024,958,200	1,989,936,800	2,007,826,300	2,023,142,400	2,036,191,100	2,058,524,200	2,076,043,900	2,095,940,300	2,110,606,200
Farm regular	136,828,300	137,991,300	133,364,572	128,271,821	126,445,100	123,306,100	125,242,400	121,786,200	118,750,100	119,770,700
Farm qualified	4,132,562	4,197,992	4,171,297	4,235,707	4,213,574	4,726,655	4,674,248	5,022,757	4,691,100	4,975,400
Commercial	436,529,600	435,330,900	432,721,600	429,259,800	366,926,100	342,902,000	342,292,300	323,400,000	319,552,000	317,972,400
Industrial	52,183,200	51,523,000	51,486,800	51,486,800	51,486,800	53,386,800	53,912,800	53,912,800	53,912,800	53,912,800
Apartment	1,193,900	1,111,400	1,368,100	1,368,100	1,368,100	1,368,100	1,367,100	1,096,400	1,096,400	3,512,200
Total assessed value	2,734,255,562	2,680,417,092	2,648,719,771	2,658,988,828	2,609,123,074	2,593,075,355	2,612,034,548	2,605,206,893	2,613,976,657	2,628,792,900
Public utilities (a)	6,296,043	4,845,327	4,355,257	4,447,256	257,705	257,705	257,705	257,705	483,414	477,438
Net valuation taxable	\$ 2,740,551,605	\$ 2,685,262,419	\$ 2,653,075,028	\$ 2,663,436,084	\$ 2,609,380,779	\$ 2,593,333,060	\$ 2,612,292,253	\$ 2,605,464,598	\$ 2,614,460,071	\$ 2,629,270,338
Estimated actual county equalized value	\$ 3,480,065,530	\$ 3,207,815,577	\$ 3,172,017,011	\$ 3,105,323,638	\$ 2,980,105,960	\$ 3,078,505,532	\$ 3,233,436,382	\$ 3,207,592,826	\$ 3,200,465,260	\$ 3,258,887,379
Percentage of net valuation to estimated actual equalized value	78.75%	83.71%	83.64%	85.77%	87.56%	84.24%	80.79%	81.23%	81.69%	80.68%
Total regional high school tax rate	\$ 0.71	\$ 0.69	\$ 0.70	\$ 0.69	\$ 0.69	\$ 0.70	\$ 0.72	\$ 0.73	\$ 0.74	\$ 0.74

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	
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
2017	0.58	0.02	0.60	1.05	0.45	0.41	2.51
2018	0.57	0.02	0.59	1.07	0.48	0.41	2.55
2019	0.52	0.02	0.54	1.10	0.49	0.41	2.54
2020	0.58	0.02	0.60	1.09	0.48	0.41	2.58

Sources: Municipal Tax Collector

Note: N.J.S.A. 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	
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	0.23	0.41	0.04	2.36
2017	0.60	0.03	0.63	1.06	0.25	0.40	0.04	2.38
2018	0.62	0.03	0.65	1.06	0.24	0.41	0.04	2.40
2019	0.65	0.03	0.68	1.08	0.24	0.42	0.04	2.46
2020	0.67	0.03	0.70	1.12	0.24	0.43	0.04	2.53

Sources: Municipal Tax Collector

Note: N.J.S.A. 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		
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
2017	**	0.42	0.02	0.44	1.35	0.96	0.34	3.09
2018	**	0.42	0.02	0.44	1.31	0.96	0.35	3.06
2019	**	0.47	0.02	0.49	1.28	1.00	0.35	3.11
2020	**	0.49	0.02	0.51	1.31	1.01	0.35	3.18

Sources: Municipal Tax Collector

Note: N.J.S.A. 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-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	
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	0.37	2.41
2017	0.57	0.02	0.59	1.16	0.32	0.38	2.45
2018	0.58	0.02	0.60	1.19	0.31	0.39	2.49
2019	0.59	0.02	0.61	1.20	0.31	0.39	2.51
2020	0.61	0.02	0.63	1.24	0.31	0.39	2.57

Sources: Municipal Tax Collector

Note: N.J.S.A. 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	
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
2017	0.69	0.03	0.72	1.12	0.57	0.46	2.87
2018	0.70	0.03	0.73	1.16	0.58	0.47	2.94
2019	0.71	0.03	0.74	1.19	0.59	0.46	2.98
2020	0.71	0.03	0.74	1.22	0.62	0.46	3.04

Sources: Municipal Tax Collector

Note: N.J.S.A. 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.

See independent auditors' report.

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

	2020			2011		
	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	0.39%	3,752,100	2	0.41%
Holly Farm Partners	2,720,900	3	0.34%	3,125,000	3	0.34%
Sentinel Self Storage LLC	2,467,700	4	0.31%	-		-
Cane Poultry Farm Inc.	2,442,700	5	0.30%	3,044,500	4	0.33%
Individual Property Owner #1	2,222,000	6	0.28%	2,537,100	5	0.28%
Individual Property Owner #2	2,092,900	7	0.26%	2,322,000	6	0.25%
Individual Property Owner #3	1,921,900	8	0.24%	2,301,100	7	0.25%
Individual Property Owner #4	1,902,400	9	0.24%	2,257,600	8	0.25%
Individual Property Owner #5	1,788,800	10	0.22%	1,946,500	10	0.21%
Tulach Mhoir LLC	-		-	2,023,000	9	0.22%
	<u>\$ 24,159,500</u>		<u>3.01%</u>	<u>\$ 27,293,800</u>		<u>2.98%</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**

	2020			2011		
	Taxable Assessed	Rank	% of Total District Net Assessed Value	Taxable Assessed	Rank	% of Total District Net Assessed Value
	Value			Value		
Texas Eastern Transmission Corp	\$ 37,706,600	1	5.61%	\$ 42,282,000	1	5.37%
Algonquin Gas Trans c/o Duke Energy	6,536,100	2	0.97%	8,288,100	3	1.05%
The Ridge at Back Brook Road	5,347,200	3	0.80%	10,500,000	2	1.33%
Bosum/Neely Partnership	3,527,000	4	0.53%	2,991,100	4	0.38%
Individual Property Owner #1	2,678,000	5	0.40%	1,946,600	7	0.25%
Gaw Holdings	1,998,900	6	0.30%	-		-
Hunterdon Storage Inc.	1,781,000	7	0.27%	1,781,000	9	0.23%
Southwick Farm LLC	1,720,900	8	0.26%	2,263,600	6	0.29%
Jordan, Sidney & T/A Ifida Realty	1,511,900	9	0.23%	1,813,100	8	0.23%
Back Brook Farm LLC	1,468,800	10	0.22%	-		-
Buckeye Pipeline Inc.	-		-	2,639,700	5	0.34%
Individual Property Owner #2	-		-	1,770,400	10	0.22%
	<u>\$ 64,276,400</u>		<u>9.59%</u>	<u>\$ 76,275,600</u>		<u>9.69%</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

	2020			2011		
	Taxable Assessed	Rank	% of Total District Net Assessed Value	Taxable Assessed	Rank	% of Total District Net Assessed Value
	Value			Value		
Flemington Apartments LLC	\$ 19,284,800	1	4.17%	\$ 13,268,000	3	2.88%
Flemington South	17,706,000	2	3.83%	22,250,000	2	4.82%
Biltmore Realty Company	14,886,000	3	3.22%	10,350,000	4	2.24%
Flemington Fidelco	9,262,400	4	2.01%	6,440,000	7	1.40%
Hunterdon Shopping Center	7,955,000	5	1.72%	7,884,000	5	1.71%
Roho LLC	7,275,000	6	1.57%	7,400,000	6	1.60%
Hunterdon Mews LLC	4,860,000	7	1.05%	-		-
Acramal	4,740,000	8	1.03%	-		-
Flemington Center Urban Rental LLC	4,612,400	9	1.00%	-		-
John M Saums & Sons	4,299,000	10	0.93%	4,579,900	8	0.99%
Liberty Village	-		-	24,604,000	1	5.33%
Nikezi	-		-	4,579,000	9	0.99%
NJN Associates	-		-	3,720,000	10	0.81%
	<u>\$ 94,880,600</u>		<u>20.54%</u>	<u>\$ 105,074,900</u>		<u>22.77%</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

	2020			2011		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
	Flemington Fair Association	\$ 51,010,500	1	1.23%	\$ 58,891,400	1
Hunterdon Medical Center	35,808,400	2	0.86%	24,167,400	4	0.61%
Bedford Falls LLC	35,459,200	3	0.86%	30,670,200	3	0.78%
Reep- Rlt Flemington LLC	26,000,000	4	0.63%	-		-
Pulte Homes of NJ	24,854,900	5	0.60%	-		-
Johanna Foods, Inc.	23,654,700	6	0.57%	-		-
Clojo Circle LLC c/o Flem Retail	19,486,900	7	0.47%	19,486,900	5	0.49%
Raritan Village Shopping Center LLC	17,105,500	8	0.41%	14,108,000	10	0.36%
1200 Route 523 LLC	16,850,000	9	0.41%	-		-
M R Development Corp	14,883,100	10	0.36%	15,579,400	7	0.39%
Flemington Mall Ltd	-		-	30,675,300	2	0.78%
Equity Industrial Flemington LLC	-		-	17,000,000	6	0.43%
Foremost Realty LP	-		-	15,181,000	8	0.38%
FBS Partners III LP	-		-	14,800,000	9	0.37%
	<u>\$ 265,113,200</u>		<u>6.40%</u>	<u>\$ 240,559,600</u>		<u>6.08%</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

	2020			2011		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
	Union Science Technology Park Inc.	\$ 97,457,100	1	3.71%	\$ -	
Federal Insurance Co	55,507,800	2	2.11%	55,912,500	2	2.04%
Lamington River Farms	12,303,200	3	0.47%	14,529,400	3	0.53%
Individual Property Owner #1	9,898,600	4	0.38%	9,845,000	4	0.36%
Transcontinental Gas Pipeline	8,274,600	5	0.31%	8,274,600	5	0.30%
Whitehouse Mall	6,587,400	6	0.25%	6,587,400	7	0.24%
Somerville Associates	5,700,000	7	0.22%	5,700,000	8	0.21%
Salem Realty II LLC	5,540,000	8	0.21%	5,540,000	9	0.20%
Bishop & Bishop Land Partnership	5,539,700	9	0.21%	5,539,700	10	0.20%
Readington Farms Inc.	5,429,400	10	0.21%	-		-
Merck & Co	-		-	215,399,200	1	7.86%
Stanton Golf Properties	-		-	7,492,500	6	0.27%
	<u>\$ 212,237,800</u>		<u>8.07%</u>	<u>\$ 334,820,300</u>		<u>12.21%</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 Fiscal Years

Fiscal Year Ending June 30,	Taxes Levied for the Year	Collected within the Year of the Levy (a)	
		Amount	Percentage of Levy
2011	\$ 52,626,973	\$ 52,626,973	100.00%
2012	52,606,696	52,606,696	100.00%
2013	51,511,281	51,511,281	100.00%
2014	51,489,154	51,489,154	100.00%
2015	51,174,260	51,174,260	100.00%
2016	51,845,622	51,845,622	100.00%
2017	52,787,244	52,787,244	100.00%
2018	53,781,835	53,781,835	100.00%
2019	54,798,485	54,798,485	100.00%
2020	56,140,756	56,140,756	100.00%

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.

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

Fiscal Year Ending June 30,	Taxes Levied for the Year	Collected within the Year of the Levy (a)	
		Amount	Percentage of Levy
2011	\$ 4,906,820	\$ 4,906,820	100.00%
2012	4,974,378	4,974,378	100.00%
2013	5,132,133	5,132,133	100.00%
2014	5,011,929	5,011,929	100.00%
2015	5,275,273	5,275,273	100.00%
2016	5,445,579	5,445,579	100.00%
2017	4,803,518	4,803,518	100.00%
2018	4,752,863	4,752,863	100.00%
2019	4,708,896	4,708,896	100.00%
2020	4,293,628	4,293,628	100.00%

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 Fiscal Years

Fiscal Year Ending June 30,	Taxes Levied for the Year	Collected within the Year of the Levy (a)	
		Amount	Percentage of Levy
2011	\$ 3,570,940	\$ 3,570,940	100.00%
2012	4,090,335	4,090,335	100.00%
2013	3,934,415	3,934,415	100.00%
2014	3,925,596	3,925,596	100.00%
2015	4,016,234	4,016,234	100.00%
2016	3,969,478	3,969,478	100.00%
2017	4,157,135	4,157,135	100.00%
2018	4,246,317	4,246,317	100.00%
2019	4,351,844	4,351,844	100.00%
2020	4,534,001	4,534,001	100.00%

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 Fiscal Years

Fiscal Year Ending June 30,	Taxes Levied for the Year	Collected within the Year of the Levy (a)	
		Amount	Percentage of Levy
2011	\$ 2,636,553	\$ 2,636,553	100.00%
2012	2,374,973	2,374,973	100.00%
2013	2,051,348	2,051,348	100.00%
2014	1,780,040	1,780,040	100.00%
2015	1,985,298	1,985,298	100.00%
2016	2,082,063	2,082,063	100.00%
2017	2,001,966	2,001,966	100.00%
2018	1,914,136	1,914,136	100.00%
2019	2,117,953	2,117,953	100.00%
2020	2,358,118	2,358,118	100.00%

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 Fiscal Years

Fiscal Year Ending June 30,	Taxes Levied for the Year	Collected within the Year of the Levy (a)	
		Amount	Percentage of Levy
2011	\$ 22,012,758	\$ 22,012,758	100.00%
2012	21,736,702	21,736,702	100.00%
2013	22,134,425	22,134,425	100.00%
2014	22,156,077	22,156,077	100.00%
2015	21,757,758	21,757,758	100.00%
2016	22,344,693	22,344,693	100.00%
2017	23,588,274	23,588,274	100.00%
2018	23,947,113	23,947,113	100.00%
2019	24,562,892	24,562,892	100.00%
2020	25,558,382	25,558,382	100.00%

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 Fiscal Years

Fiscal Year Ending June 30,	Taxes Levied for the Year	Collected within the Year of the Levy (a)	
		Amount	Percentage of Levy
2011	\$ 19,499,902	\$ 19,499,902	100.00%
2012	19,430,308	19,430,308	100.00%
2013	18,258,960	18,258,960	100.00%
2014	18,615,512	18,615,512	100.00%
2015	18,139,697	18,139,697	100.00%
2016	18,003,809	18,003,809	100.00%
2017	18,236,351	18,236,351	100.00%
2018	18,921,406	18,921,406	100.00%
2019	19,056,900	19,056,900	100.00%
2020	19,396,627	19,396,627	100.00%

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				
2011	\$ 20,703,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 20,703,000	0.57%	\$ 402
2012	18,575,000	-	-	-	-	-	18,575,000	0.50%	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	0.28%	229
2017	9,885,000	-	-	-	-	-	9,885,000	0.23%	194
2018	8,030,000	-	-	-	-	-	8,030,000	0.19%	158
2019	6,110,000	-	-	-	-	-	6,110,000	0.13%	120
2020	4,145,000	-	-	-	-	-	4,145,000	N/A	81

Notes: 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

N/A Information is not available.

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 (c)	Deductions	Net General Bonded Debt Outstanding		
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
2017	9,885,000	-	9,885,000	0.12%	194
2018	8,030,000	-	8,030,000	0.09%	158
2019	6,110,000	-	6,110,000	0.07%	120
2020	4,145,000	-	4,145,000	0.05%	81

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.
- (c) Includes early retirement incentive plan (ERIP) funding

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Direct and Overlapping Governmental Activities Debt
As of December 31, 2019

	Debt Outstanding	Estimated % Applicable (a)	Estimated Share of Debt
Governmental unit overlapping debt			
Debt repaid with property taxes			
Local or Regional School			
Township of Delaware	\$ 3,865,000	100.00%	\$ 3,865,000
Township of East Amwell	3,205,000	100.00%	3,205,000
Borough of Flemington	24,715,000	9.77%	2,414,760
Township of Raritan	24,715,000	90.23%	22,300,240
Township of Readington	12,925,000	100.00%	12,925,000
Municipality			
Township of Delaware	9,076,850	100.00%	9,076,850
Township of East Amwell	2,733,470	100.00%	2,733,470
Borough of Flemington	8,116,212	100.00%	8,116,212
Township of Raritan	14,771,582	100.00%	14,771,582
Township of Readington	60,234,484	100.00%	60,234,484
County general obligation debt	85,870,478	43.81%	37,616,466
Subtotal - overlapping debt			<u>177,259,064</u>
School District direct debt			
Regional High School			
Township of Delaware	4,145,000	9.16%	379,482
Township of East Amwell	4,145,000	7.92%	328,129
Borough of Flemington	4,145,000	4.79%	198,454
Township of Raritan	4,145,000	44.22%	1,832,719
Township of Readington	4,145,000	33.93%	1,406,216
Total direct and overlapping debt			<u><u>\$ 181,404,064</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
Legal Debt Margin Information
Last Ten Fiscal Years

Legal Debt Margin Calculation for Fiscal Year 2020

	Equalized Valuation Basis	
	2019	\$ 9,590,791,982
	2018	9,455,274,272
	2017	9,384,012,078
		<u>\$ 28,430,078,332</u>
Average equalized valuation of taxable property		<u>\$ 9,476,692,777</u>
Debt limit (3.0% of average equalization value)		\$ 284,300,783
Total net debt applicable to limit		<u>4,145,000</u>
Legal debt margin		<u>\$ 280,155,783</u>

	Fiscal Year				
	2016	2017	2018	2019	2020
Debt limit	\$ 272,384,814	\$ 276,480,870	\$ 280,145,182	\$ 282,330,273	\$ 284,300,783
Total net debt applicable	11,690,000	9,885,000	8,030,000	6,110,000	4,145,000
Legal debt margin	<u>\$ 260,694,814</u>	<u>\$ 266,595,870</u>	<u>\$ 272,115,182</u>	<u>\$ 276,220,273</u>	<u>\$ 280,155,783</u>
Total net debt applicable to the limit as a percentage of debt limit	4.29%	3.58%	2.87%	2.16%	1.46%

	Fiscal Year				
	2011	2012	2013	2014	2015
Debt limit	\$ 309,486,620	\$ 299,229,168	\$ 289,904,045	\$ 278,800,482	\$ 273,067,184
Total net debt applicable	20,703,000	18,575,000	16,915,000	15,205,000	13,485,000
Legal debt margin	<u>\$ 288,783,620</u>	<u>\$ 280,654,168</u>	<u>\$ 272,989,045</u>	<u>\$ 263,595,482</u>	<u>\$ 259,582,184</u>
Total net debt applicable to the limit as a percentage of debt limit	6.69%	6.21%	5.83%	5.45%	4.94%

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

(a) Limit set by 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)
2011	51,456	\$ 3,702,001,920	\$ 71,945	5.9%
2012	51,229	3,854,367,502	75,238	5.9%
2013	51,161	3,840,502,787	75,067	5.6%
2014	51,044	4,014,712,688	78,652	4.5%
2015	50,991	4,133,177,487	81,057	3.8%
2016	50,843	4,252,762,735	83,645	3.6%
2017	50,951	4,328,695,058	84,958	3.4%
2018	51,057	4,575,217,770	89,610	3.0%
2019	51,085	N/A	N/A	2.5%
2020	N/A	N/A	N/A	N/A

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

N/A - Information is not available.

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)
2011	4,544	\$ 326,918,080	\$ 71,945	4.7%
2012	4,524	340,376,712	75,238	4.7%
2013	4,521	339,377,907	75,067	3.9%
2014	4,512	354,877,824	78,652	3.9%
2015	4,492	364,108,044	81,057	3.3%
2016	4,463	373,307,635	83,645	3.4%
2017	4,463	379,167,554	84,958	2.8%
2018	4,444	398,226,840	89,610	2.4%
2019	4,425	N/A	N/A	2.3%
2020	N/A	N/A	N/A	N/A

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

N/A - Information is not available.

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)
2011	3,968	\$ 285,477,760	\$ 71,945	7.1%
2012	3,950	297,190,100	75,238	7.1%
2013	3,935	295,388,645	75,067	7.2%
2014	3,919	308,237,188	78,652	4.6%
2015	3,897	315,879,129	81,057	3.9%
2016	3,900	326,215,500	83,645	3.3%
2017	3,905	331,760,990	84,958	3.1%
2018	3,882	347,866,020	89,610	3.1%
2019	3,858	N/A	N/A	2.3%
2020	N/A	N/A	N/A	N/A

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

N/A - Information is not available.

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)
2011	4,738	\$ 340,875,410	\$ 71,945	7.6%
2012	4,709	354,295,742	75,238	7.6%
2013	4,693	352,289,431	75,067	4.8%
2014	4,666	366,990,232	78,652	4.7%
2015	4,643	376,347,651	81,057	4.1%
2016	4,618	386,272,610	83,645	3.8%
2017	4,608	391,486,464	84,958	3.9%
2018	4,595	411,757,950	89,610	3.5%
2019	4,577	N/A	N/A	2.7%
2020	N/A	N/A	N/A	N/A

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

N/A - Information is not available.

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)
2011	22,153	\$ 1,593,797,585	\$ 71,945	3.8%
2012	22,080	1,661,255,040	75,238	3.8%
2013	22,052	1,655,377,484	75,067	5.8%
2014	22,034	1,733,018,168	78,652	4.7%
2015	22,045	1,786,901,565	81,057	3.9%
2016	21,976	1,838,182,520	83,645	3.6%
2017	22,052	1,873,493,816	84,958	3.5%
2018	22,264	1,995,077,040	89,610	3.0%
2019	22,382	N/A	N/A	2.6%
2020	N/A	N/A	N/A	N/A

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

N/A - Information is not available.

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)
2011	16,053	\$ 1,154,933,085	\$ 71,945	6.3%
2012	15,966	1,201,249,908	75,238	6.3%
2013	15,960	1,198,069,320	75,067	6.3%
2014	15,913	1,251,589,276	78,652	4.7%
2015	15,914	1,289,941,098	81,057	3.9%
2016	15,886	1,328,784,470	83,645	3.7%
2017	15,923	1,352,786,234	84,958	3.7%
2018	15,872	1,422,289,920	89,610	3.2%
2019	15,843	N/A	N/A	2.7%
2020	N/A	N/A	N/A	N/A

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

N/A - Information is not available.

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

2020

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

2011

Employer	Employees	Rank	Percentage of Total Municipal Employment
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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	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Instruction										
Regular	210.0	208.7	210.0	208.7	209.0	207.5	206.5	202.9	201.5	198.3
Special education	78.0	78.0	82.6	82.6	80.7	85.5	86.5	93.5	92.6	91.8
Other special education	4.2	4.2	2.0	2.0	3.0	2.0	2.0	3.0	4.0	4.0
Other instruction	5.0	5.0	4.0	4.0	5.0	4.0	4.0	3.0	3.0	3.0
Support services										
Student and instruction related services	78.2	78.0	82.0	81.0	76.9	74.4	78.4	80.0	78.0	80.0
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	13.0	13.0	13.0	13.0	11.0
Central services	11.8	11.8	11.8	11.8	11.8	12.0	11.8	11.0	11.0	11.0
Administrative information technology	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Plant operations and maintenance	44.0	44.0	44.0	44.0	44.0	43.0	43.0	40.0	39.0	39.0
Pupil transportation	64.0	64.0	64.0	64.0	64.0	64.0	62.0	55.0	55.0	59.0
Total	<u>513.2</u>	<u>511.7</u>	<u>518.4</u>	<u>516.1</u>	<u>512.4</u>	<u>509.4</u>	<u>511.2</u>	<u>505.4</u>	<u>501.1</u>	<u>501.1</u>

Source: District Personnel Records

See independent auditors' report.

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

Fiscal Year	June 30 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
2011	3,057	\$ 53,357,932	\$ 17,454	-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	2.23%	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%
2017	2,961	60,385,306	20,394	6.52%	279	1 to 12.20	2,986.4	2,872.7	1.73%	96.19%
2018	2,903	60,542,770	20,855	2.26%	282	1 to 10.29	2,856.1	2,751.8	-4.36%	96.35%
2019	2,796	63,744,528	22,798	9.32%	280	1 to 9.99	2,745.7	2,646.4	-3.87%	96.38%
2020	2,676	65,215,639	24,371	6.90%	283	1 to 9.46	2,631.0	2,569.1	-4.18%	97.65%

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.

See independent auditors' report.

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

District Building	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Square Feet										
High school										
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
Fitness Center (2018)	-	-	-	-	-	-	-	6,732	6,732	6,732
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	3,476	3,476
Subtotal	478,305	478,305	478,305	478,305	478,305	478,305	478,305	485,037	485,037	485,037
Business office building										
Operations buildings	9,380	9,380	7,580	7,580	7,580	7,580	7,580	7,580	7,580	7,580
Operations storage building (2013)	-	-	-	2,640	2,640	2,640	2,640	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	5,400	5,400	5,400
Subtotal	22,815	22,815	21,015	23,655	23,655	23,655	23,655	23,655	23,655	23,655
Total square feet	501,120	501,120	499,320	501,960	501,960	501,960	501,960	508,692	508,692	508,692
Capacity (students)	3,170	3,170	3,170	3,170	3,170	3,170	3,170	3,170	3,170	3,170
Average daily enrollment	2,911.1	2,897.6	3,036.3	2,927.2	2,923.6	2,935.5	2,986.4	2,856.1	2,745.7	2,631.0
Number of schools at June 30, 2020:										
High school	1									

Source: District Facilities Office

Note: Year of original construction is shown in parentheses. Increase in square footage and capacity are the result of renovations and additions.

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Schedule of Required Maintenance Expenditures by School Facility
Last Ten Fiscal Years

Undistributed expenditures - Required maintenance for school facilities

<u>Fiscal Year Ending</u>	District Wide <u>Campus</u>	<u>Total</u>
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
2017	1,039,715	1,039,715
2018	1,078,697	1,078,697
2019	1,301,640	1,301,640
2020	1,152,209	1,152,209
Total school facilities	<u>\$ 12,510,624</u>	<u>\$ 12,510,624</u>

Note: School Facilities as Defined Under EFCFA.
(N.J.A.C. 6A:26-1.2 and N.J.A.C. 6A:26A-1.3)

Source: District Records

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Insurance Schedule
June 30, 2020
(Unaudited)

	<u>Coverage</u>	<u>Deductible</u>
Worker's Compensation - New Jersey Schools Insurance Group		
Injury per Accident	\$ 3,000,000	\$ -
Disease per employee	3,000,000	-
Disease Policy Limit	3,000,000	-
School Package Policy - Utica National Insurance Group		
Property - Blanket Building & Contents	112,714,568	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	15,000
Policy Limit (aggregate)	2,000,000	-
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	-
Auto Liability	31,000,000	-
Public Employees' Faithful Performance - Selective Insurance Company		
Treasurer of School Monies Bond	360,000	-
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.

SINGLE AUDIT SECTION



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
Flemington, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, 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 fiscal year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated January 19, 2021.

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.



BKC, CPAs, PC



Michael A. Holk, CPA, PSA
NO. 20CS00265600

January 19, 2021
Flemington, New Jersey



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 15-08-OMB**

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

Report on Compliance for Each Major Federal 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 New Jersey OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid* that could have a direct and material effect on each of the District's major federal and state programs for the year ended June 30, 2020. The District's major federal and state programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with federal and state statutes, regulations, and the terms and conditions of its federal and state awards applicable to its state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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 the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey; and New Jersey OMB Circular 15-08. Those standards, the Uniform Guidance and the 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 and state 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 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 state programs for the fiscal year ended June 30, 2020.

Report on Internal Control Over Compliance

Management of the 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 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 or state program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal and state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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



BKC, CPAs, PC



Michael A. Holk, CPA, PSA
NO. 20CS00265600

January 19, 2021
Flemington, New Jersey

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards, Schedule A
For the Fiscal Year Ended June 30, 2020

Grantor/Program Title	Federal CFDA Number	FAIN Number	Project Number	Program or Award Amount	Grant Period		Balance 06/30/2019	Carryover Amount	Cash Received	Budgetary Expenditure	Adjust- ment	Repayment of Prior Year Balance	Balance 06/30/2020		Due to Grantor
					From	To							Accounts Receivable	Deferred Revenue	
U.S. Departments of Education and Health & Human Services															
General Fund															
Medical Assistance Program	93.778	2005NJ5MAP	N/A	\$ 31,765	07/01/19	06/30/20	\$ -	\$ -	\$ 31,765	\$ 31,765	\$ -	\$ -	\$ -	\$ -	\$ -
Total General Fund							-	-	31,765	31,765	-	-	-	-	-
U.S. Department of Education passed through State Department of Education															
Special Revenue Fund															
ESSA Title I A	84.010A	S010A190030	ESSA-2300-20	61,757	07/01/19	06/30/20	-	-	55,765	61,757	-	-	(5,992)	-	-
ESSA Title I A	84.010A	S010A180030	ESSA-2300-19	65,475	07/01/18	06/30/19	(17,320)	-	17,320	-	-	-	-	-	-
ESSA Title II A	84.367A	S367A190029	ESSA-2300-20	30,422	07/01/19	06/30/20	-	-	29,852	30,422	-	-	(570)	-	-
ESSA Title II A	84.367A	S367A180029	ESSA-2300-19	34,868	07/01/18	06/30/19	(8,328)	-	8,328	-	-	-	-	-	-
ESSA Title III	84.365A	S365A190030	ESSA-2300-20	11,919	07/01/19	06/30/20	-	-	8,581	11,919	-	-	(3,338)	-	-
ESSA Title III	84.365A	S365A180030	ESSA-2300-19	13,019	07/01/18	06/30/19	(1,452)	-	1,452	-	-	-	-	-	-
ESSA Title III Immigrant	84.365A	S365A180030	ESSA-2300-19	5,037	07/01/18	06/30/19	(231)	-	231	-	-	-	-	-	-
ESSA Title IV	84.424	S424A190031	ESSA-2300-20	10,000	07/01/19	06/30/20	-	-	9,075	10,000	-	-	(925)	-	-
ESSA Title IV	84.424	S424A180031	ESSA-2300-19	10,000	07/01/18	06/30/19	(2,370)	-	2,370	-	-	-	-	-	-
IDEA Basic	84.027	H027A190100	IDEA-2300-20	548,970	07/01/19	06/30/20	-	-	548,970	548,970	-	-	-	-	-
CARES Act	84.425D	S425D200027	ESSER-2300-20	49,633	03/13/20	09/30/22	-	-	-	-	-	-	-	-	-
Total Special Revenue Fund							(29,701)	-	681,944	663,068	-	-	(10,825)	-	-
U.S. Department of Agriculture passed through State Department of Agriculture															
Enterprise Fund															
Child Nutrition Cluster															
National School Lunch Program															
Cash Assistance	10.555	201NJ304N1099	N/A	95,834	10/01/19	09/30/20	-	-	93,711	95,834	-	-	(2,123)	-	-
National School Lunch Program															
Cash Assistance	10.555	191NJ304N1099	N/A	121,407	10/01/18	09/30/19	(8,551)	-	8,551	-	-	-	-	-	-
National School Lunch Program															
Non-Cash Assistance (Commodities)	10.555	201NJ304N1099	N/A	39,046	10/01/19	09/30/20	-	-	39,046	29,075	-	-	-	9,971	-
National School Lunch Program															
Non-Cash Assistance (Commodities)	10.555	191NJ304N1099	N/A	42,993	10/01/18	09/30/19	3,624	-	-	3,624	-	-	-	-	-
School Breakfast Program	10.553	201NJ304N1099	N/A	17,275	10/01/19	09/30/20	-	-	16,153	17,275	-	-	(1,122)	-	-
School Breakfast Program	10.553	191NJ304N1099	N/A	22,298	10/01/18	09/30/19	(2,185)	-	2,185	-	-	-	-	-	-
Total Child Nutrition Cluster and Enterprise Fund							(7,112)	-	159,646	145,808	-	-	(3,245)	9,971	-
Total Federal Awards							\$ (36,813)	\$ -	\$ 873,355	\$ 840,641	\$ -	\$ -	\$ (14,070)	\$ 9,971	\$ -

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, 2020

Grantor/Program Title	Project Number	Program or Award Amount	Grant Period		Balance June 30, 2019		Cash Received	Budgetary Expenditure	Repayment of Prior Year Balances	Balance June 30, 2020			Memo	
			From	To	Unearned (Accts. Rec)	Due to Grantor				Accounts Receivable	Deferred Revenue	Due to Grantor	Budgetary Receivable	Cumulative Expenditure
State Department of Education														
General Fund														
Equalization Aid	20-495-034-5120-078	\$ 3,053,948	07/01/19	06/30/20	\$ -	\$ -	\$ 2,761,937	\$ 3,053,948	\$ -	\$ -	\$ -	\$ -	\$ 292,011	\$ 3,053,948
Transportation Aid	20-495-034-5120-014	326,420	07/01/19	06/30/20	-	-	295,209	326,420	-	-	-	-	31,211	326,420
Special Education Categorical Aid	20-495-034-5120-089	1,840,406	07/01/19	06/30/20	-	-	1,664,431	1,840,406	-	-	-	-	175,975	1,840,406
Security Aid	20-495-034-5120-084	48,383	07/01/19	06/30/20	-	-	43,757	48,383	-	-	-	-	4,626	48,383
School Choice Aid	20-495-034-5120-068	247,860	07/01/19	06/30/20	-	-	224,160	247,860	-	-	-	-	23,700	247,860
Extraordinary Aid	20-495-034-5120-044	545,091	07/01/19	06/30/20	-	-	-	545,091	-	(545,091)	-	-	-	545,091
Extraordinary Aid	19-495-034-5120-044	450,315	07/01/18	06/30/19	(450,315)	-	450,315	-	-	-	-	-	-	450,315
Non-Public Transportation Aid	19-495-034-5120-014	41,310	07/01/18	06/30/19	(41,310)	-	41,310	-	-	-	-	-	-	41,310
On-Behalf TPAF Pension Contribution - Postretirement Medical	20-495-034-5094-001	1,762,300	07/01/19	06/30/20	-	-	1,762,300	1,762,300	-	-	-	-	-	1,762,300
On-Behalf TPAF Pension Contribution - Non-Contributory Insurance	20-495-034-5094-004	83,646	07/01/19	06/30/20	-	-	83,646	83,646	-	-	-	-	-	83,646
On-Behalf TPAF Pension Contribution - Long-Term Disability Insurance	20-495-034-5094-004	3,386	07/01/19	06/30/20	-	-	3,386	3,386	-	-	-	-	-	3,386
On-Behalf TPAF Pension Contribution - Teachers' Pension & Annuity Fund	20-495-034-5094-002	4,666,723	07/01/19	06/30/20	-	-	4,666,723	4,666,723	-	-	-	-	-	4,666,723
Reimbursed TPAF Social Security Contribution	20-495-034-5094-003	1,634,366	07/01/19	06/30/20	-	-	1,553,833	1,634,366	-	(80,533)	-	-	-	1,634,366
Reimbursed TPAF Social Security Contribution	19-495-034-5094-003	1,616,671	07/01/18	06/30/19	(78,896)	-	78,896	-	-	-	-	-	-	1,616,671
Total General Fund					(570,521)	-	13,629,903	14,212,529	-	(625,624)	-	-	527,523	16,320,825
Special Revenue Fund														
NJ Nonpublic Aid														
Compensatory Education	19-100-034-5120-067	846	07/01/18	06/30/19	-	846	-	-	846	-	-	-	-	-
Compensatory Education	20-100-034-5120-067	1,622	07/01/19	06/30/20	-	-	1,460	731	-	(162)	-	891	-	731
Examination And Classification	19-100-034-5120-067	365	07/01/18	06/30/19	-	365	-	-	365	-	-	-	-	-
Examination And Classification	20-100-034-5120-067	1,300	07/01/19	06/30/20	-	-	1,170	-	-	(130)	-	1,300	-	-
Nonpublic Textbook Aid	19-100-034-5120-064	107	07/01/18	06/30/19	-	107	-	-	107	-	-	-	-	-
Nonpublic Technology Initiative Aid	19-100-034-5120-373	72	07/01/18	06/30/19	-	72	-	-	72	-	-	-	-	-
Nonpublic Nursing Aid	19-100-034-5120-070	194	07/01/18	06/30/19	-	194	-	-	194	-	-	-	-	-
Total Special Revenue Fund					-	1,584	2,630	731	1,584	(292)	-	2,191	-	731

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, 2020

Grantor/Program Title	Project Number	Program or Award Amount	Grant Period		Balance June 30, 2019		Cash Received	Budgetary Expenditure	Repayment of Prior Year Balances	Balance June 30, 2020			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	20-100-010-3350-023	\$ 5,091	07/01/19	06/30/20	\$ -	\$ -	\$ 3,711	\$ 5,091	\$ -	\$ (1,380)	\$ -	\$ -	\$ -	\$ 5,091
State School Lunch Program	19-100-010-3350-023	5,676	07/01/18	06/30/19	(385)	-	385	-	-	-	-	-	-	5,676
Total Enterprise Fund					(385)	-	4,096	5,091	-	(1,380)	-	-	-	10,767
Total State Financial Assistance					<u>\$ (570,906)</u>	<u>\$ 1,584</u>	<u>\$ 13,636,629</u>	14,218,351	<u>\$ 1,584</u>	<u>\$ (627,296)</u>	<u>\$ -</u>	<u>\$ 2,191</u>	<u>\$ 527,523</u>	<u>\$ 16,332,323</u>
Less: On-Behalf TPAF Pension System Contributions														
On-Behalf TPAF Pension Contribution -														
Teachers' Pension & Annuity Fund	20-495-034-5094-002							4,666,723						
On-Behalf TPAF Pension Contribution -														
Non-Contributory Insurance	20-495-034-5094-004							83,646						
On-Behalf TPAF Pension Contribution -														
Postretirement Medical	20-495-034-5094-001							1,762,300						
On-Behalf TPAF Pension Contribution -														
Long-Term Disability Insurance	20-495-034-5094-004							3,386						
Total for State Financial Assistance - Major Program Determination								<u>\$ 7,702,296</u>						

See independent auditors' report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance
For the Fiscal Year Ended June 30, 2020

Note 1 - General

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

Note 2 - Basis of accounting

The accompanying Schedules of Expenditures of Federal Awards and State 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 District's basic financial statements.

Note 3 - Relationship of financial statements

The basic 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 one or more deferred June state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes payments are not recognized until the subsequent budget year due to the state deferral and recording of the one or more June state aid payments in the subsequent year. The special revenue fund is presented in the accompanying Schedules on the Budgetary Basis which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$23,374 for the general fund and \$11,139 for the special revenue fund. See Exhibit C-3 for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance
For the Fiscal Year Ended June 30, 2020

Note 3 - Relationship of financial statements (continued)

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

	Local	Federal	State	Total
General fund	\$ -	\$ 31,765	\$ 14,235,903	\$ 14,267,668
Special revenue fund	23,706	672,932	731	697,369
Food service fund	-	145,808	5,091	150,899
Total awards and financial assistance	<u>\$ 23,706</u>	<u>\$ 850,505</u>	<u>\$ 14,241,725</u>	<u>\$ 15,115,936</u>

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, 2020. 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, 2020.

Note 6 - Indirect costs

The District has elected not to utilize the 10% de minimis indirect cost rate.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Schedule of Findings and Questioned Costs - Section I
For the Fiscal Year Ended June 30, 2020

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 No
- 2. Were significant deficiencies identified? Yes None reported

Noncompliance material to basic financial statements noted?

Yes No

Federal Awards

Internal Control Over Major Programs:

- 1. Were material weakness(es) identified? Yes No
- 2. Were significant deficiencies identified? Yes None reported

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 2 CFR 200 Section .516(a)?

Yes No

Identification of Major Programs:

CFDA Number(s)	FEIN Number(s)	Name of Federal Program or Cluster
<u>84.027</u>	<u>H027A190100</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?

Yes No

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Schedule of Findings and Questioned Costs - Section I
For the Fiscal Year Ended June 30, 2020

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? Yes No

Internal Control Over Major Programs:

1. Were material weakness(es) identified? Yes No
2. Were there significant deficiencies identified that are not considered to be material weaknesses? Yes None reported

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 NJ OMB Circular Letter 15-08 as applicable? Yes No

Identification of Major Programs:

<u>State Grant/Project Numbers</u>	<u>Name of State Program</u>
	<i>State Aid Public Cluster:</i>
<u>20-495-034-5120-089</u>	<u>Special Education Categorical Aid</u>
<u>20-495-034-5120-078</u>	<u>Equalization Aid</u>
<u>20-495-034-5120-084</u>	<u>Security Aid</u>
<u>20-495-034-5120-068</u>	<u>School Choice Aid</u>
<u> </u>	<u> </u>
<u> </u>	<u> </u>

**HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Schedule of Findings and Questioned Costs - Section II and III
For the Fiscal Year Ended June 30, 2020**

Section II - Financial Statement Findings

There were no findings or questioned costs for the year ended June 30, 2020.

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, 2020.

**HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT
Summary Schedule of Prior Year Audit Findings
and Questioned Costs as Prepared by Management
For the Fiscal Year Ended June 30, 2020**

Status of Prior Year Findings

There were no prior year audit findings.