

Annual Comprehensive Financial Report

of the

Hamilton Township School District

County of Mercer

Hamilton, New Jersey

For the Fiscal Year Ended June 30, 2022

Prepared by

**Hamilton Township, Board of Education
Finance Department**

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INTRODUCTORY SECTION



HAMILTON TOWNSHIP SCHOOL DISTRICT

OFFICE OF THE SUPERINTENDENT OF SCHOOLS

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Scott R. Rocco, Ed. D.

Superintendent

March 6, 2023

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

Dear Board Members:

We are submitting the Comprehensive Annual Financial Report (CAFR) of the Hamilton Township School District for the fiscal year ended June 30, 2022. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (Board). 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 of the district. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

This Comprehensive Annual Financial Report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this letter of transmittal, the District's organizational chart and a list of principal officials. The financial section includes Management's Discussion & Analysis, the basic financial statements, required supplemental information and other supplemental information, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year comparative basis. The single audit section includes the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations. The District is required to undergo an annual single audit in conformity with the provisions of the 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 standards applicable to financial audits contained in Government Auditing Standards, issued by the State of New Jersey OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments*. Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, is included in the single audit section of this report.

1) REPORTING ENTITY AND ITS SERVICES: The Hamilton Township School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB). All funds and the government-wide financial statements of the District are included in this report. The Hamilton Township Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels pre-K through 12. These include regular and special education for handicapped students. The District sends its vocational students to county vocational schools, which are more suited to provide that type of educational program. The District completed the 2021-22 fiscal year with an average daily enrollment of 11,545. The following details the changes in the student enrollment of the District over the last ten years.

Average Daily Enrollment

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2021-22	11,544.6	+1.61%
2020-21	11,361.3	-1.63%
2019-20	11,549.7	+1.10%
2018-19	11,424.4	+0.05%
2017-18	11,419.1	-1.55%
2016-17	11,598.6	-0.64%
2015-16	11,673.1	-1.97%
2014-15	11,907.9	-1.32%
2013-14	12,067.1	-0.15%
2012-13	12,085.2	-1.96%

2) MAJOR INITIATIVES:

DISTRICT

The District continued implementation of a \$53 million bond referendum for security and life safety improvements, roof and window replacements, and ceiling and ADA upgrades districtwide. In addition, five two classroom modular units were installed at Alexander, Lalor, Robinson, Kuser and Wilson, secure vestibules installed at Steinert and Nottingham High Schools, roof replacement at Steinert Science Wing and Portable, bathroom and flooring upgrades at Nottingham and VAT replacement districtwide. Through the efforts of the Department of Student Services and Programs, the district recouped \$2,127,394 in Extraordinary Aid.

The following educational initiatives took place during the **2021-2022 School Year:**

English Language Arts

- New Middle English Language Arts Series (Grades. 6-8)
- Continued implementation of *Schoolwide Reading Series* – Grades 3-5
- Continued implementation of *Reading A-Z Program* – Grades K-5

- Continued implementation of Newsela, Noodle Tools, and Turnitin (Grades 6-12)
- Continued implementation of iReady Reading – Grades 1-5
- Professional Development (where applicable)

English as a Second Language

- Professional Development (where applicable)
- Curricular resources to support Newcomers
- Continued implementation of Ellevation program

Mathematics

- New Middle School Mathematics Series (Grades 6-8)
- Revised Curriculum (where applicable)
- Continuation of Algebra I Units of Study
- Professional Development (where applicable)
- Continued implementation of iReady Math – Grades 1-5
- Continued implementation of *Math Expressions* Series (K-5)
- New AP Computer Science, AP Statistics, Calculus Textbooks (9-12)

World Language

- New Spanish I Textbooks
- Continuation of Seal of Biliteracy (9-12)
- Continuation of Middlebury Spanish Program (K-5)
- Spanish Assemblies (K-5)
- Online curricular resources;
- Revised Curriculum (where applicable)
- Professional Development (where applicable)

Science/Applied Tech

- Revised Curriculum (where applicable)
- Professional Development (where applicable)
- Continuation of Mystery Science (K-5)
- Continued science/applied tech equipment enhancements (6-12)
- New textbooks for Anatomy and Physiology (9-12)

Social Studies

- Professional Development (where applicable)
- Grade 3 Tour of Hamilton

Fine & Performing Arts

- Revised Curriculum (where applicable)
- Professional Development (where applicable)
- Continued implementation of Smart Music Program
- Continued implementation of Quaver Music Program
- Continued implementation of FLEX Art Curriculum

- Continued instrument and art equipment rotation (6-12)

Health/Physical Education

- Continuation of CPR/AED Certification
- Professional Development (where applicable)

Assessment

- Continuation of PSAT 9, 10, 11
- Continued payment of students taking AP exam
- Continuation of CogAT – Grade 2

Technology

- Additional devices (K-12)

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

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

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

4) BUDGETARY CONTROLS: In addition to internal accounting controls, the district maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Education. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements which are accounted for in the capital projects fund. The original and final budget for the fiscal year is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance at June 30, 2022.

5) ACCOUNTING SYSTEM AND REPORTS: The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds, which is explained in the "Notes to the Financial Statements," Note 1: Summary of Significant Accounting Policies.

6) FINANCIAL INFORMATION AT FISCAL YEAR-END: As demonstrated by the various statements and schedules included in the financial section of this report, the district continues to meet its responsibility for sound financial management.

The following schedule presents a summary of the general fund, special revenue fund, capital projects fund and debt service fund revenues for the fiscal year ended June 30, 2022 and the amount and percentage of increase in relation to prior year revenues.

	Revenue	Percentage of Total	(Decrease)/ Increase From 2021	Percentage Decrease/ Increase
Local Sources	\$ 128,298,191	47.17%	\$ 1,853,464	1.44%
Intermediate Sources	\$ 512,099	0.19%	\$ 56,737	11.08%
State Sources	133,229,807	48.98%	17,756,723	13.33%
Federal Sources	<u>9,965,026</u>	<u>3.66%</u>	<u>(259,400)</u>	-2.60%
Total	<u>\$ 272,005,123</u>	<u>100.00%</u>	<u>\$ 19,407,524</u>	

The following schedule presents a summary of general fund, special revenue fund, capital projects fund and debt service fund expenditures for the fiscal year ended June 30, 2022 and the percentage of increases and decreases in relation to prior year amounts.

	Expenditure	Percentage of Total	(Decrease)/ Increase From 2021	Percentage Decrease/ Increase
Current Expenditures:				
Instruction	\$ 84,881,682	30.67%	\$ 4,310,098	5.08
Support Services & Undistributed Costs	162,983,436	58.90%	14,654,659	8.95
Special Revenue:				
Instruction	6,377,958	2.30%	(1,658,225)	-26.00
Support Services & Undistributed Costs	4,654,125	1.68%	1,010,827	21.72
Debt Service:				
Principal	5,820,000	2.10%	95,000	1.63
Interest	2,047,220	0.74%	(180,125)	-8.80
Capital Outlay	<u>9,962,409</u>	<u>3.60%</u>	<u>(8,877,937)</u>	-89.11
Total	<u>\$ 276,726,830</u>	<u>100.00%</u>	<u>\$ 9,354,297</u>	

7) **DEBT ADMINISTRATION:** On June 30, 2022, the District reported outstanding principal debt of \$61,600,000 of general obligation bonds.

8) **CASH MANAGEMENT:** The investment policy of the district is guided in large part by state statute as detailed in "Notes to the Financial Statements", Note 2. The district has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

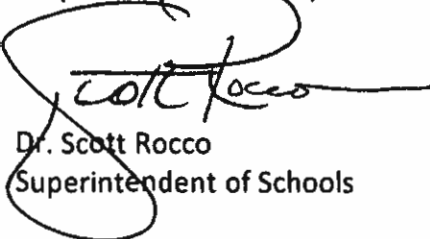
9) **RISK MANAGEMENT:** The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision hazard and theft insurance on property, contents and fidelity bonds.

10) **OTHER INFORMATION:**

Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The Board of Education selected the accounting firm of Suplee, Clooney & Company. In addition to meeting the requirements set forth in the state statutes, the audit also was designed to meet the requirements of the Single Audit Act and the related Uniform Guidance and New Jersey OMB's Circular 15-08. The auditor's report of the CAFR is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

11) **ACKNOWLEDGMENTS:** We would like to express our appreciation to the members of the Hamilton Township Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our business office staff.

Respectfully submitted,



Dr. Scott Rocco
Superintendent of Schools



Katherine Attwood
Katherine Attwood
School Business Administrator

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

**ROSTER OF OFFICIALS
June 30, 2022**

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Susan Lombardo, President	2023
Dina Thornton, Vice President	2022
Anthony Celentano	2024
Dr. Susan Ferrara	2024
Liam Z. Gonzales	2023
Christina V. Harvey	2023
Richard Kanka	2024
Pamela A. Kelly	2022
Dr. Jason McSheene	2022

Other Officials

Dr. Scott Rocco, Superintendent

Katherine Attwood, Business Administrator/Board Secretary

HAMILTON TOWNSHIP SCHOOL DISTRICT

CONSULTANTS AND ADVISORS

AUDIT FIRM

John Swisher, CPA, RMA, PSA
Suplee, Clooney & Company
308 East Broad Street
Westfield, New Jersey 07090

ATTORNEY

Patrick F. Carrigg, Esq.
Lenox, Socey, Formidoni, Giordano, Cooley, Lang & Casey
136 Franklin Corner Road
Lawrenceville, New Jersey 08648

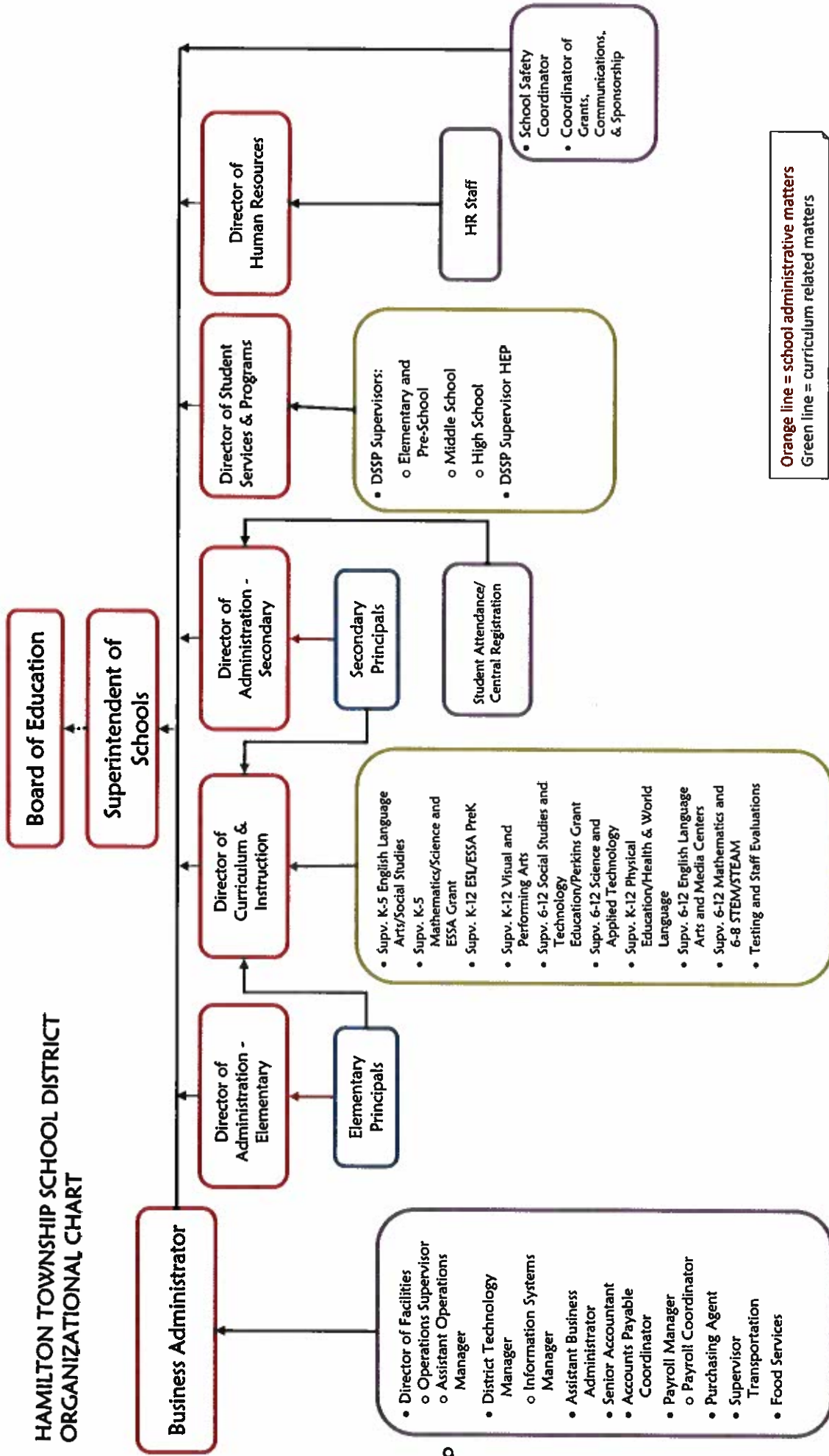
ARCHITECT

Scott Downie, AIA, LEEDap
Spiezle Architectural Group
1395 Yardville Hamilton Square Road
Suite 2A
Hamilton, New Jersey 08691

OFFICIAL DEPOSITORY

TD Bank
Mount Laurel, New Jersey

HAMILTON TOWNSHIP SCHOOL DISTRICT ORGANIZATIONAL CHART



Orange line = school administrative matters
Green line = curriculum related matters

FINANCIAL SECTION



SUPLEE, CLOONEY & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

308 East Broad Street, Westfield, New Jersey 07090-2122

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E-mail info@scnco.com

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Hamilton School District
County of Mercer
Hamilton, New Jersey 08690

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities and each major fund of the Hamilton School District, in the County of Mercer, State of New Jersey (the "District") as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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 and each major fund of the District as of June 30, 2022, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, audit requirements prescribed by the Division of Finance, Department of Education, State of New Jersey, 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 (the "Uniform Guidance") the audit requirements of State of New Jersey OMB Circular 15-08 "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid." and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards and provisions are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

SUPLEE, CLOONEY & COMPANY

Emphasis of Matter

As discussed in Note 1 to the basic financial statements, for the year ended June 30, 2022, the District adopted Governmental Accounting Standards Board Statement No. 87, Leases. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, the Uniform Guidance, the State of New Jersey OMB Circular 15-08 and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards the Uniform Guidance, the State of New Jersey OMB Circular 15-08 and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

SUPLEE, CLOONEY & COMPANY

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison information in Exhibit C-1 through C-3, the schedules related to accounting and reporting for pensions in Exhibit L-1 through L-4 and the schedules related to accounting and reporting for postretirement benefits other than pensions (OPEB) in Exhibits M-1 and M-2 are presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying supplementary information schedules and data such as the combining statements and individual fund financial statements, and the Schedules of Expenditures of Federal Awards and State Financial Assistance, as listed in the table of contents, as required by the Uniform Guidance, New Jersey's OMB Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid," and the State of New Jersey, Department of Education, Division of Finance, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 and the schedule of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

SUPLEE, CLOONEY & COMPANY

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated March 6, 2023, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on effectiveness of the District's 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.


CERTIFIED PUBLIC ACCOUNTANTS


PUBLIC SCHOOL ACCOUNTANT NO. 2389

March 6, 2023

REQUIRED SUPPLEMENTARY INFORMATION – PART I

MANAGEMENT'S DISCUSSION AND ANALYSIS

HAMILTON TOWNSHIP SCHOOL DISTRICT
Hamilton, New Jersey
Mercer County

MANAGEMENT DISCUSSION AND ANALYSIS (MD&A)
June 30, 2022

UNAUDITED

This section of the district's annual financial report presents a discussion and analysis of the district's financial performance during the fiscal year ending June 30, 2022. It should be read in conjunction with the transmittal letter at the front of this report and the district's financial statements, which immediately follow this section.

The Management's Discussion and Analysis (MD&A) is an element of the reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 Basic Financial Statement—and Management's Discussion and Analysis—for State and Local Governments. Certain comparative information between the current year and the prior year is required to be presented in the MD&A. In fiscal year 2022 the District implemented GASB Statement No. 87- Leases.

FINANCIAL HIGHLIGHTS

The key financial highlights for the 2021-2022 fiscal year include the following:

In the District-Wide statements, net position of governmental activities increased \$16,576,763 . This is in large part a result of a decrease in the District's GASB 68 pension expense.

The Board realized a positive change in net position in the District's food service program in the amount of \$1,135,184 resulting in total net position of \$2,808,445 for the fiscal year ended June 30, 2022.

Governmental funds reported a total fund balance of \$28,090,648 which is a 6.40% decrease from last year's total governmental fund balance. This decrease was, in large part, the result of the expenditures against the District's FY2018 Referendum. The general or operating fund balance was reported at \$21,073,765 of which \$5,000,000 was appropriated toward the 2022-23 budget. Total expenditures for all governmental funds were \$276,726,830. Total revenues, including the Other Financing Sources were \$274,805,124 resulting in a deficit of expenditures over revenues of \$1,921,706 for the year. Revenues and Other Financing Sources increased \$18,397,525 over last year. Included are \$143,194,833 in state and federal aid and \$125,021,733 in local taxes.

The district the district invested the bond proceeds and approved the interest earned to offset future debt payments on the issued bonds.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

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

Figure A-1

Organization of the School District Annual Financial Report

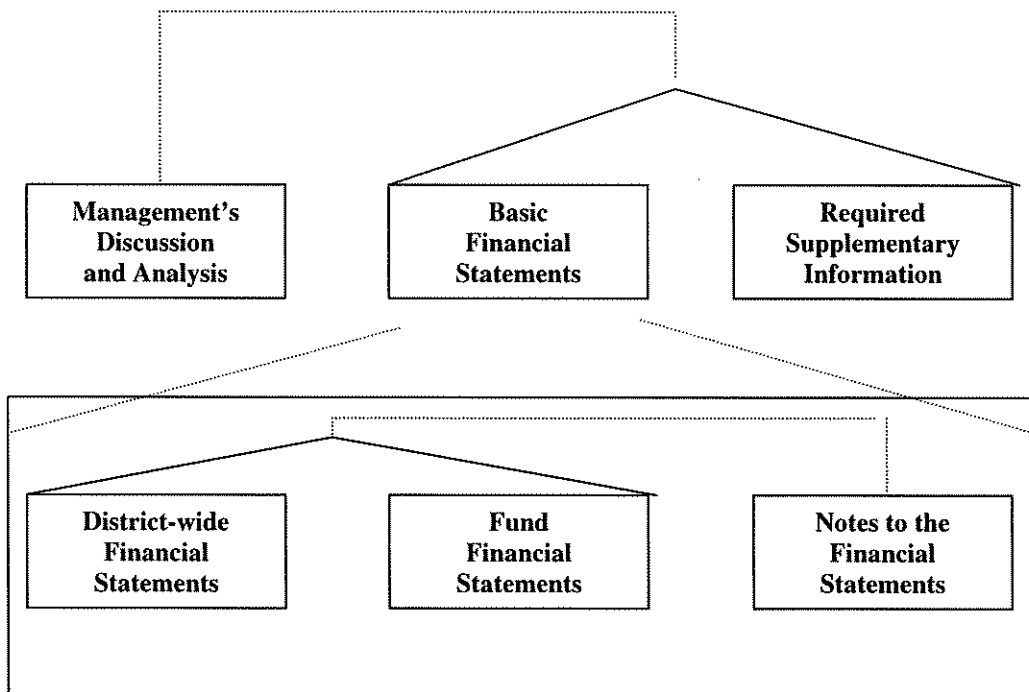


Figure A-2 summarizes the major features of the district’s financial statements, including the portion of the district’s activities they cover and the types of information they contain. The remainder of this overview section of management’s discussion and analysis highlights that structure and the contents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

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

District-wide Statements

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

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

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

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

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

Fund Financial Statements

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

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

The district has two kinds of funds:

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

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

The school district's Governmental Activities net position was a deficit \$13,564,311 at June 30, 2022. This amount included an unrestricted deficit amount of \$54,386,835. This large deficit is the result of the accrual of the District's share of the Net Pension Liability required by GASB 68 which reduced the unrestricted portion of Net Position by \$54,678,763. Restricted net position is reported separately to show legal constraints from debt covenants and enabling legislation that limit the school district's ability to use those assets for day-to-day operations. Our analysis below focuses on the net position (Figure A-3) and change in net position (Figure A-4) of the school district's governmental activities.

**Figure A-3
Net Position**

	2022			2021		
	Governmental Activities	Business Activities	Total	Governmental Activities	Business Activities	Total
ASSETS						
Current & Other Assets	\$39,757,093	\$4,237,177	\$43,994,270	\$35,666,083	\$2,547,765	\$38,213,848
Capital Assets	126,655,176	626,566	127,281,742	122,153,253	400,018	122,553,271
TOTAL ASSETS	166,412,269	4,863,743	171,276,012	157,819,336	2,947,783	160,767,119
DEFERRED OUTFLOWS OF RESOURCES:						
Loss on Refunding of Long Term Debt	489,659		489,659	720,086		720,086
Premium on Refunding of Long Term Debt	35,278		35,278	172,957		172,957
Pension Related	6,156,735		6,156,735	8,954,579		8,954,579
TOTAL DEFERRED OUTFLOWS	6,681,671		6,681,671	9,847,622		9,847,622
LIABILITIES						
Long-Term Liabilities	112,762,219		112,762,219	129,645,101		129,645,101
Other Liabilities	23,650,649	2,055,299	25,705,947	18,606,238	1,274,523	19,880,761
TOTAL LIABILITIES	136,412,868	2,055,299	138,468,166	148,251,339	1,274,523	149,525,862
DEFERRED INFLOWS OF RESOURCES:						
Pension Related	23,025,762		23,025,762	22,337,071		22,337,071
Gain on Refunding Bonds	91,000		91,000	91,000		91,000
TOTAL DEFERRED INFLOWS	23,116,762		23,116,762	22,428,071		22,428,071
NET POSITION						
Net investment in capital assets	49,926,728	626,566	50,553,294	41,991,353	400,018	42,391,371
Restricted	18,024,418		18,024,418	16,719,094		16,719,094
Unrestricted:						
Pension related (deficit)	(54,678,763)		(54,678,763)	(63,065,589)		(63,065,589)
Other	291,928	2,181,878	2,473,806	1,342,690	1,273,242	2,615,932
TOTAL NET POSITION	\$13,564,311	\$2,808,444	\$16,372,755	(\$3,012,452)	\$1,673,260	(\$1,339,192)

The unrestricted net position of governmental activities is broken into two elements. The deficit of \$54,678,763 represents the effect of the required accrual of the District's share of the Net Pension Liability the remainder of \$291,928 represents the accumulated results of all past years' operations.

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

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

	2022			2021		
	Governmental Activities	Business Activities	Total	Governmental Activities	Business Activities	Total
Revenues:						
Program Revenues:						
Operating Grants & Contributions	\$54,087,970	\$6,152,300	\$60,240,269	\$77,292,153	\$2,669,773	\$79,961,926
Charges for Services	616,658	75,437	692,095	214,927	11,764	226,691
General Revenues						
Property Taxes	125,021,733		125,021,733	123,713,423		123,713,423
Grants (includes State Aid) and Entitlements	84,809,707		84,809,707	77,012,706		77,012,706
Other Revenues	2,441,237	26,728	2,467,966	2,479,098		2,479,098
Cancellation of Prior Year Account Receivable						
Disposal of Capital Assets						
	266,977,305	6,254,465	273,231,770	280,712,307	2,681,537	283,393,844
Expenses:						
Instruction	155,141,859		155,141,859	170,046,287		170,046,287
Support Services & Undistributed Costs	88,707,230		88,707,230	98,722,868		98,722,868
Interest on Long-Term Debt	2,197,060		2,197,060	2,242,322		2,242,322
Unallocated Depreciation	4,354,392		4,354,392			
Business-Type		5,119,281	5,119,281		2,620,409	2,620,409
Total Expenses	250,400,542	5,119,281	255,519,822	271,011,477	2,620,409	273,631,886
Change in Net Position	16,576,763	1,135,184	17,711,948	9,700,830	61,128	9,761,958
Net Position July 1, (deficit)	(3,012,452)	1,673,260	(1,339,192)	(12,713,282)	1,612,132	(11,101,150)
Net Position June 30,	13,564,311	2,808,444	16,372,756	(3,012,452)	1,673,260	(1,339,192)

As reported in the Statement of Activities, expenditures for governmental activities this year totaled \$250,400,542. These costs were financed by \$125,021,733 in local property school taxes, \$54,087,970 in operating grants and federal and state aid, \$84,809,707 in Grants and Entitlements and \$2,441,237 in miscellaneous income.

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

Figure A-5

	Total Cost of Services <u>2022</u>	Total Cost of Services <u>2021</u>	Net Cost of Services <u>2022</u>	Net Cost of Services <u>2021</u>
Instruction	155,141,859	\$170,046,287	\$119,967,234	\$116,288,753
Support Services & Undistributed Costs	88,707,230	98,722,868	69,420,873	75,238,254
Interest on Long-Term Debt	2,197,060	2,242,322	1,953,414	1,977,390
Business-Type	5,119,281	2,620,409	(1,108,456)	(61,128)
Total Expenses	<u>\$255,519,822</u>	<u>\$273,631,886</u>	<u>\$194,587,458</u>	<u>\$193,443,269</u>

Financial Analysis of the District’s Funds

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

General Fund Budgetary Highlights

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

Actual revenues reflect a positive variance of \$48,079,866 This is due primarily to two factors:

1. The State reimbursement in the amount of \$6.6 million for social security contributions and \$39.7 million on behalf contributions for TPAF pension and post-retirement medical. This is always a non-budgeted item that the State requires to be included in the final audit.
2. Excess of \$1,327,394 in Extraordinary Aid.

Actual expenditures reflect a negative variance of \$38,555,112 million This again is primarily due to the State requirement to include behalf of TPAF pension and post-retirement medical benefits contributions in the audit.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2022, the school district had \$126,655,176 invested in a broad range governmental of capital assets, including land, buildings, building improvements, other improvements, construction in progress, vehicles, furniture and equipment. This amount represents a net increase (including additions, deductions and depreciation) of \$4,501,923 or 3.69% from fiscal year 2021. In addition, the school district had \$626,566.00 invested in business-type capital assets related to food service operations. These assets increased \$226,548 or 57% from fiscal year 2021.

Figure A-6

Net Investment in Capital Assets Governmental Activities		
	<u>2022</u>	<u>2021</u>
Land	\$1,248,202.00	\$1,248,202.00
Construction in Progress	44,097,775.89	53,624,812.16
Buildings & Improvements	78,271,007.00	64,182,124.00
Furniture, Equipment & Vehicles	3,038,190.88	3,098,115.00
	\$126,655,175.77	\$122,153,253.16
Net Investment in Capital Assets Business-Type Activities		
Construction in Progress	\$99,684.00	
Furniture, Equipment & Vehicles	526,882.00	\$400,018.00
	\$626,566.00	\$400,018.00

This year's net additions are reported at \$9,283,411 for governmental assets and \$278,458.00 for Business Type assets. Depreciation totaled \$4,781,923 for governmental activity and \$51,910 for business-type activity.

Long-Term Debt

At the end of this year, the school district has \$120,238,753 outstanding, as detailed below, versus \$138,310,259 last year – a net decrease of 8.63%. The great majority of the decrease is attributable to the Net Pension Liability which decreased \$12,174,265. This was in large part due to changes in the actuarial assumptions used to calculate the liability. The long-term debt consisted of the following:

	Balance June 30, <u>2022</u>	Balance June 30, <u>2021</u>
Bonds Payable	\$61,600,000	\$67,420,000
Unamortized Bond Premium	35,278	172,957
Compensated Absences	3,602,323	3,634,406
Installment Purchase Contracts	20,866,763	20,774,241
Net Pension Liability	34,134,389	46,308,654
	<hr/>	<hr/>
Balance June 30, 2022	<u>\$120,238,753</u>	<u>\$138,310,259</u>

The school district's general obligation bond rating continues to be AA. The state limits the amount of general obligation debt that cities can issue to 4.0% of the average state equalized assessed value of the taxable property within the school district's corporate limits. The school district's outstanding general obligation debt of \$61,600,000 is significantly below the statutorily-imposed limit.

FACTORS AFFECTING THE DISTRICT'S FUTURE

- Although the Hamilton Township School District continues to be highly efficient and financially stable, the overall status of the world and state economy could have an impact on the district's future budgets.
- The Hamilton Township School District will conduct its election in November. There is no vote required on the school budget if the election is held in November and the property tax levy does not increase by more than 2%.
- State Aid allocations have been volatile in Hamilton over the past five years. This makes the budgeting process difficult because the information comes late in the budgeting process and cannot be depended upon. We are hopeful this situation will stabilize and aid will continue to increase.
- Health benefit reforms have assisted in containing the health costs. However, these costs will continue to increase and be a major expense for this district.
- Salary increases continue to grow incrementally and will be a major expense for the foreseeable future.
- The district continues to commit significant resources in order to improve the district's buildings, infrastructure and education program. We are hopeful this will translate in a measurable increase in student performance.
- Salaries, benefits, student transportation, energy costs and private tuition continue to comprise nearly 90 percent of the entire budget.

CONTACTING THE SCHOOL DISTRICT'S FINANCIAL MANAGEMENT

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

BASIC FINANCIAL STATEMENTS

The basic financial statements provide a financial overview of the District's operations. These financial statements present the financial position and operating results of all funds as of June 30, 2022

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.

HAMILTON TOWNSHIP SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2022

	<u>GOVERNMENTAL</u> <u>ACTIVITIES</u>	<u>BUSINESS-TYPE</u> <u>ACTIVITIES</u>	<u>TOTAL</u>
ASSETS:			
Cash and cash equivalents	\$12,211,664	\$3,674,483	\$15,886,147
Receivables, net	10,286,812	432,553	10,719,365
Inventory		130,141	130,141
Interfunds	801,425		801,425
Restricted assets:			
Cash and cash equivalents	14,341,697		14,341,697
Cash with fiscal agents	2,115,495		2,115,495
Capital assets:			
Land and Construction in progress	45,345,978		45,345,978
Other Capital Assets net of depreciation	81,309,198	626,566	81,935,764
Total Assets	<u>166,412,269</u>	<u>4,863,743</u>	<u>171,276,012</u>
DEFERRED OUTFLOWS OF RESOURCES:			
Related to pensions	6,156,735		6,156,735
Related to loss on refunding bonds	489,659		489,659
Related to premium on refunding bonds	35,278		35,278
Total Deferred Outflow of Resources	<u>6,681,671</u>		<u>6,681,671</u>
LIABILITIES:			
Accounts payable	11,356,251	45,502	11,401,753
Interfunds payable		801,424	801,424
Payroll deductions payable	65,983		65,983
State unemployment insurance payable	329,648		329,648
Payable to state government	280,577		280,577
Payable to federal government	1,113		1,113
Unearned revenue	3,308,220	1,042,332	4,350,552
Accrued Interest Payable	832,322		832,322
Accrued Liability for Insurance Claims		166,041	166,041
Noncurrent liabilities:			
Due within one year:			
Bonds and installment purchases payable	7,476,535		7,476,535
Due beyond one year:			
Net Pension Liability	34,134,389		34,134,389
Compensated absences payable	3,602,324		3,602,324
Bonds and installment purchases payable	75,025,506		75,025,506
Total liabilities	<u>136,412,868</u>	<u>2,055,299</u>	<u>138,468,166</u>
DEFERRED INFLOWS OF RESOURCES:			
Related to pensions	23,025,762		23,025,762
Gain on Refunding Bonds	91,000		91,000
Total Deferred Inflow of Resources	<u>23,116,762</u>		<u>23,116,762</u>
NET POSITION:			
Net investment in capital assets	49,926,728	626,566	50,553,294
Restricted for:			
Capital projects and Capital Reserve	13,591,118		13,591,118
Debt service fund	452,858		452,858
Other purposes	3,980,442		3,980,442
Unrestricted (deficit)	<u>(54,386,835)</u>	<u>2,181,878</u>	<u>(52,204,957)</u>
Total net position	<u>\$13,564,311</u>	<u>\$2,808,444</u>	<u>\$16,372,755</u>

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

HAMILTON TOWNSHIP SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
JUNE 30, 2022

Functions/Programs	Indirect Cost Allocation		Programs Revenues		Net (Expense) Revenue and Changes in Net Position		
	Expenses		Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:							
Instruction:							
Regular	\$ 52,440,184	\$ 38,679,607	\$ 19,029,744		\$ (72,090,047)	\$ (72,090,047)	
Special	24,955,173	27,719,788	13,742,549		(38,932,411)	(38,932,411)	
Other Instruction	6,541,892	4,805,215	2,402,331		(8,944,776)	(8,944,776)	
Support services:							
Tuition	14,344,074	(14,344,074)		11,130,563	(27,251,062)	(27,251,062)	
Student and instruction related services	26,181,918	12,816,365		65,444	(1,162,094)	(1,162,094)	
General administrative services	1,169,480	58,078		3,061,411	(13,673,945)	(13,673,945)	
School administrative services	10,605,089	6,130,267		672,761	(2,723,986)	(2,723,986)	
Central service/Admin information technology	2,572,223	824,524		2,162,259	(12,494,525)	(12,494,525)	
Plant operations and maintenance	11,865,954	2,790,830		1,577,260	(12,115,261)	(12,115,261)	
Pupil transportation	13,486,882	205,640			(1,953,414)	(1,953,414)	
Unallocated benefits	79,259,145	(79,259,145)		243,646	(4,354,392)	(4,354,392)	
Interest on Long-Term Debt	2,197,060				(195,695,914)	(195,695,914)	
Unallocated depreciation	4,781,488	(427,096)					
Total governmental activities	250,400,542	616,658	54,087,970				
Business-type activities							
Food Service	5,119,281		75,437	6,152,300		1,108,456	1,108,456
Total business-type activities	5,119,281		75,437	6,152,300		1,108,456	1,108,456
Total primary government	\$ 255,519,822	\$ 692,095	\$ 60,240,269		\$ (195,695,914)	\$ (194,587,458)	
General Revenues:							
Taxes:							
Property taxes, levied for general purposes, net					\$ 118,541,862	\$ 118,541,862	
Taxes levied for debt service					6,479,871	6,479,871	
Federal and state aid not restricted					82,580,786	82,580,786	
Federal and state aid restricted					2,228,921	2,228,921	
Miscellaneous income					2,441,237	2,487,968	
Total general revenues and special items					212,272,677	212,299,405	
Change in Net Position					16,576,763	17,711,948	
Net Position - beginning (deficit)					(3,012,452)	(1,339,193)	
Net Position ending					13,564,311	16,372,755	

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

MAJOR FUND FINANCIAL STATEMENTS

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

HAMILTON TOWNSHIP SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2022

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL GOVERNMENTAL FUNDS
ASSETS:					
Cash and cash equivalents	\$ 7,356,420	\$ 185,543	\$ 3,763,015	\$ 906,686	\$ 12,211,664
Cash with fiscal agents			2,115,495		2,115,495
Receivables from other governments	2,649,860	6,985,745	575,707		10,211,312
Other receivables	75,084	416			75,500
Interfund Accounts Receivable	1,898,901	68,079	48,195		2,015,175
Restricted cash and cash equivalents	14,341,697				14,341,697
Total assets	\$ 26,321,962	\$ 7,239,783	\$ 6,502,412	\$ 906,686	\$ 40,970,843
LIABILITIES AND FUND BALANCES:					
Liabilities:					
Accounts payable	4,744,189	2,921,882	14,833		7,680,904
Payroll deductions payable	65,983				65,983
State unemployment insurance payable	329,648				329,648
Payable to state government		280,577			280,577
Payable to federal government		1,113			1,113
Interfund payables	24,138	40,899	1,147,923	790	1,213,750
Unearned revenue	84,239	3,223,981			3,308,220
Total liabilities	5,248,197	6,468,452	1,162,756	790	12,880,195
Fund balances:					
Restricted:					
Capital reserve account	13,591,118				13,591,118
Maintenance reserve account	750,579				750,579
State unemployment insurance	2,458,532				2,458,532
Student activities		578,561			578,561
Scholarships		192,770			192,770
Capital Projects			3,867,047		3,867,047
Debt Service				452,858	452,858
Committed for:					
For Encumbrances			1,472,609		1,472,609
Assigned:					
Designated for Subsequent Year's Expenditures	5,000,000			453,038	5,453,038
Unassigned	(726,464)				(726,464)
Total fund balances	21,073,765	771,331	5,339,656	905,896	28,090,648
Total liabilities and fund balances	\$ 26,321,962	\$ 7,239,783	\$ 6,502,412	\$ 906,686	\$ 40,970,843

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

TOWNSHIP OF HAMILTON SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2022

Total Fund Balances (Brought Forward)	,\$	28,090,648
Amounts Reported for Governmental Activities in the Statement of Net Position (A-1) are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		
Cost of Assets	,\$ 219,999,933	
Accumulated Depreciation	<u>(93,344,758)</u>	126,655,176
Long term liabilities, including bonds payable, and other related amounts that are not due and payable in the current period and therefore are not reported as liabilities in the funds.		
Net Pension Liability	(34,134,389)	
Compensated Absences	(3,602,324)	
Bonds Payable	(61,600,000)	
Deferred Amount on Gain on Refunding Bonds	(35,278)	
Installment purchase contracts	<u>(20,866,762.73)</u>	(120,238,754)
Deferred Outflows and Inflows of resources are applicable to future periods and therefore are not reported in the funds.		
Pensions:		
Deferred Outflows		
Pension related	6,156,735	
Loss on Refunding Bonds	489,659	
Premium on Refunding Bonds	<u>35,278</u>	6,681,671
Deferred Inflows:		
Pension related	(23,025,762)	
Gain on Refunding Bonds	<u>(91,000)</u>	(23,116,762)
Certain liabilities are not due and payable in the current period and therefore, are not reported in the governmental funds.		
Accounts Payable - Pension Related	(3,675,347)	
Accrued Interest Payable	<u>(832,322)</u>	<u>(4,507,669)</u>
Net Position of Governmental Activities	\$	<u>13,564,311</u>

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

HAMILTON TOWNSHIP BOARD OF EDUCATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL GOVERNMENTAL FUNDS
REVENUES:					
Local sources:					
Local tax levy	\$ 118,541,862			\$ 6,479,871	\$ 125,021,733
Tuition from Individuals	117,250				117,250
Tuition from Other LEAs Within the State	80,771				80,771
Transportation Fees From Individuals	44,314				44,314
Transportation Fees From Other LEAs	3,643				3,643
Interest Earned on Capital Reserve	26,010				26,010
Interest Earned on Maintenance Reserve	816				816
Interest on Investments	393,042		5,393		398,435
Restricted miscellaneous revenue	4,479				4,479
Unrestricted miscellaneous revenue	1,873,473	727,267			2,600,740
Total - local sources	121,085,660	727,267	5,393	6,479,871	128,298,191
Intermediate Sources:					
PILOT Payments to School District	512,099				512,099
Total Intermediate Sources	512,099				512,099
State sources	130,279,157	1,358,898	654,652	937,100	133,229,807
Federal sources	138,293	9,826,733			9,965,026
Total revenues	252,015,210	11,912,898	660,045	7,416,971	272,005,124
EXPENDITURES:					
Current expense:					
Regular instruction	57,709,251				57,709,251
Special instruction	20,124,199	6,377,958			26,502,157
Other Instruction	7,048,232				7,048,232
Support services:					
Tuition	14,344,074				14,344,074
Student & instruction related services	22,890,070	4,654,125			27,544,195
General administrative services	3,859,736				3,859,736
School administrative services	8,677,361				8,677,361
Central service/Admin information technology	3,756,789				3,756,789
Plant operations and maintenance	16,443,610				16,443,610
Pupil transportation	13,720,569				13,720,569
Unallocated benefits	79,291,227				79,291,227
Debt Service:					
Principal				5,820,000	5,820,000
Interest				2,047,220	2,047,220
Capital outlay	4,051,246	849,917	5,061,246		9,962,409
Total expenditures	251,916,364	11,882,000	5,061,246	7,867,220	276,726,830
Excess (deficiency) of revenues over (under) expenditures	98,846	30,898	(4,401,201)	(450,249)	(4,721,706)
Other financing sources (uses):					
Transfers In/out	9,539		(462,577)	453,038	
Installment Purchase Proceeds			2,800,000		2,800,000
Total other financing sources/(uses)	9,539		2,337,423	453,038	2,800,000
Net change in fund balances	108,385	30,898	(2,063,778)	2,789	(1,921,706)
Fund balances, July 1, 2021	\$ 20,965,380	\$ 740,433	\$ 7,403,434	\$ 903,107	\$ 30,012,354
Fund balances, June 30, 2022	\$ 21,073,765	\$ 771,331	\$ 5,339,656	\$ 905,896	\$ 28,090,648

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

HAMILTON TOWNSHIP 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, 2022

Total net change in fund balances - governmental funds (from B-2)	\$	(1,921,706)
Amounts reported for governmental activities in the statement of activities (A-2) are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period.		
Depreciation expense		(4,781,488)
Capital outlays	\$ 9,962,409	
Less: Capital Outlays not capitalized	<u>(678,999)</u>	9,283,410
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.		
Bonds Paid by Budget		5,820,000
Proceeds from debt issues are a financing source in governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net position.		
Installment purchase proceeds - Current Year		(2,800,000)
Repayment of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.		
Payment of installment purchase contracts payable		2,707,479
In the statement of activities, interest on long-term debt is accrued, regardless of when due. In governmental funds, interest is reported when due. The accrued interest is an addition in the reconciliation.		
		80,588
Governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.		
		(230,428)
District pension contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the Statement of Net Position because the reported net pension liability is measured a year before the District's report date. Pension expense, which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the Statement of Activities.		
District pension contributions	\$ 3,376,211	
Add: Pension benefit	<u>5,010,615</u>	8,386,826
In the statement of activities, certain expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-). When the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).		
		<u>32,082</u>
Change in net position of governmental activities (A-2)	\$	<u>16,576,763</u>

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

OTHER FUNDS

HAMILTON TOWNSHIP SCHOOL DISTRICT
COMBINING STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2022

	<u>BUSINESS-TYPE ACTIVITIES</u>	<u>GOVERNMENTAL ACTIVITIES</u>
	<u>ENTERPRISE FUND</u>	<u>INTERNAL SERVICE FUND</u>
	<u>FOOD SERVICE FUND</u>	<u>WORKERS'</u>
		<u>COMPENSATION FUND</u>
ASSETS:		
Current assets:		
Cash and cash equivalents	\$2,707,018	\$967,465
Accounts receivable		
State	7,318	
Federal	388,567	
Other	36,668	
Inventories	130,141	
	<hr/>	<hr/>
Total current assets	3,269,712	967,465
	<hr/>	<hr/>
Noncurrent assets:		
Furniture, machinery and equipment	1,548,434	
Less accumulated depreciation	(921,868)	
	<hr/>	<hr/>
Total noncurrent assets	626,566	
	<hr/>	<hr/>
Total assets	3,896,278	967,465
	<hr/>	<hr/>
LIABILITIES:		
Current liabilities:		
Interfund payable		801,424
Accounts payable	45,502	
Unearned revenue	1,042,332	
Accrued liability for insurance claims		166,041
	<hr/>	<hr/>
Total liabilities	1,087,833	967,465
	<hr/>	<hr/>
NET POSITION:		
Net investment in capital assets	626,566	
Unrestricted	2,181,878	
	<hr/>	<hr/>
Total net position	<u>\$2,808,444</u>	<u>967,465</u>

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

HAMILTON TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>BUSINESS-TYPE ACTIVITIES</u>	<u>GOVERNMENTAL ACTIVITIES</u>
	<u>ENTERPRISE FUND</u>	<u>INTERNAL SERVICE FUND</u>
	<u>FOOD SERVICE FUND</u>	<u>WORKERS'</u>
	<u>SCHOOL NUTRITION</u>	<u>COMPENSATION FUND</u>
OPERATING REVENUES:		
Charges for services:		
Daily sales - non-reimbursable programs	\$75,437	
Total operating revenues	<u>75,437</u>	
OPERATING EXPENSES:		
Salaries	1,350,624	
Employee benefits	302,834	
Management and consultant fees	254,397	
Insurance	47,817	
Other Purchased Services	51,756	
Supplies and materials	335,365	
Equipment	480,643	
Depreciation	51,910	
Miscellaneous	341,045	
Cost of sales - reimbursable	1,899,210	
Cost of sales - non-reimbursable	3,680	
Total operating expenses	<u>5,119,281</u>	
Operating income (loss)	<u>(5,043,843)</u>	
NONOPERATING REVENUES (EXPENSES):		
State sources		
State school lunch program	118,959	
Federal sources:		
National school lunch program	4,748,516	
National school breakfast program	906,425	
Healthy Hunger-Free Kids Act		
Fresh Fruit and Vegetable	52,570	
Special Milk	1,000	
Pandemic Electronic Benefit Transfer - Administrative Costs	6,198	
Food Distribution Program	314,956	
Interest & Investment Revenue	3,676	
Miscellaneous-prior year payables canceled	26,728	
Total Nonoperating Revenues/(Expenses)	<u>6,179,028</u>	
Excess (deficiency) of revenues over (under) expenditures	1,135,184	
Other financing sources (uses):		
Claims Cancelled		\$242,328
Transfers In/out		<u>(242,328)</u>
Total other financing sources (uses)		
Net change in net position	1,135,184	
Total net position - beginning	<u>1,673,260</u>	
Total net position - ending	<u><u>\$2,808,444</u></u>	

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

HAMILTON TOWNSHIP SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS - ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>BUSINESS-TYPE ACTIVITIES</u> <u>ENTERPRISE FUND</u> <u>FOOD SERVICE FUND</u>	<u>GOVERNMENTAL ACTIVITIES</u> <u>INTERNAL SERVICE FUND</u> <u>WORKERS'</u> <u>COMPENSATION FUND</u>
Cash flows from operating activities:		
Receipts from customers, net	\$80,630	
Payments for employees and benefits	(1,350,624)	
Payments to vendors	(2,651,972)	
Cash Payments for Employee Benefits - Net		(\$10,348)
Net cash provided by (used for) operating activities	(3,921,965)	(10,348)
Cash flows from noncapital financing activities:		
Federal and State sources	5,689,181	
Transfers to other funds	26,729	10,000
Net cash provided by noncapital financing activities	5,715,911	10,000
Cash Flows From Investing Activities:		
Interest on Deposits	3,676	
Net Cash Provided/(Used) by Investing Activities	3,676	
Net increase (decrease) in cash and cash equivalents	1,519,164	(348)
Cash and cash equivalents, July 1, 2021	1,187,854	967,814
Cash and cash equivalents, June 30, 2022	\$2,707,018	\$967,466
Reconciliation of operating income (loss) to net cash provided (used) by operating activities		
Operating income (loss)	(\$5,043,843)	
Adjustments to reconciling operating income (loss) to net cash provided by (used for) operating activities:		
Depreciation	51,910	
Federal commodities	314,956	
(Increase) decrease in inventories	(30,808)	
(Increase) decrease in other accounts receivable	4,697	
Increase (decrease) in accounts payable	801,786	
Increase (decrease) in unearned revenue	(20,663)	
Increase (decrease) in claims payable		(10,348)
Total Adjustments	1,121,878	(10,348)
Net cash provided by (used for) operating activities	(\$3,921,965)	(\$10,348)

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

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Township of Hamilton School District (the "District") have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to 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 of the District's accounting policies are described below:

Reporting Entity

The Township of Hamilton School District is a Type II District located in Mercer County, New Jersey. The School District is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board of Education of the Hamilton School District, comprised of nine elected individuals, is the primary governing authority of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District.

The primary criterion for including activities within the District's reporting entity, are set forth in Statement No. 39 of the Governmental Accounting Standards Board entitled "*Determining Whether Certain Organizations are Component Units*" (GASB 39), as codified in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards.

Organizations that are legally separate, tax-exempt entities and meet *all* of the following criteria should be discretely presented as component units. These criteria are:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government
2. The primary government, or its component unit, is entitled to, or has the ability to otherwise access, a majority of the economic resources of the organization
3. The economic resources received or held by an *individual organization* that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Reporting Entity (Continued)

The combined financial statements include all funds of the District over which the Board exercises operating control. The operations of the District include elementary schools, middle schools and high schools, located in the Township of Hamilton. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

Basis of Presentation

The District's basic financial statements consist of District-wide statements, including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

District-wide Statements: The statement of net position and the statement of activities display information about the District as a whole. These statements include the financial activities of the overall District.. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish generally between the governmental and business-type activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of net position presents the financial condition of the governmental and business-type activities of the District at fiscal year end. The statement of activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirement of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function or business segment is self-financing or draws from the general revenues of the District.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation (Continued)

Fund Financial Statements: During the fiscal year, the District segregates transactions related to certain District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. The fund financial statements provide information about the District's funds.. Separate statements are presented for each fund category- governmental, and proprietary. The New Jersey Department of Education (NJDOE) has elected to require New Jersey districts to treat each governmental fund as a major fund in accordance with the option noted in GASB No. 34, paragraph 76. The NJDOE as the oversight entity believes that the presentation of all funds as major is important for the public interest and to promote consistency among District financial reporting models.

Governmental Funds

General Fund The general fund is the general operating fund of the District and is used to account for all expendable 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 Statement Department of Education, the District includes budgeted capital outlay in this fund. U.S. 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 capital 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 the current expense by Board resolution; in certain instances approval by the County Superintendent of Schools may also be required.

Special Revenue Fund The special revenue fund is used to account for the proceeds of specific revenue sources from State and Federal Government (other than those for major capital projects, debt service or proprietary funds) and local appropriations that are legally restricted to expenditures for specified purposes.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Governmental Funds (Continued)

Capital Projects Funds 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 debt issued to finance major property acquisition, construction and improvement programs.

Proprietary Funds

Enterprise Fund The enterprise fund accounts for all revenues and expenses pertaining to the District's Food Service program operations. This 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.

Internal Service Fund This internal service fund is used in order to account for any run-off claims related to the District's Workers' Compensation self-insurance program which was discontinued June 30, 2005.

Basis of Accounting-Measurement Focus

Basis of accounting determines when transactions are recorded in the financial records and reported in the financial statements.

District-wide and Proprietary Fund Financial Statements: The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation for expenses versus expenditures. Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes 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.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Accounting-Measurement Focus (Continued)

The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". Revenue from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied. Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transactions can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds from the issuance of long-term debt and acquisitions under installment purchase contracts are reported as other financing sources.

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 for approval. In accordance with P.L. 2011, c. 202, which became effective January 17, 2012, the District elected to move the April 2013 school Board election to the date of the November general election thereby eliminating the vote on the annual base budget. 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. 6A:23-2.2(f)1. Expenditures may not legally exceed budgeted appropriations at the line item level. All budget amendments and transfers must be approved by School Board resolution. Budget amendments during the year ended June 30, 2022 totaled \$390,600.00.

All budget amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Budgets/Budgetary Control (Continued)

Appropriations, except remaining project appropriations, encumbrances, and unexpended grant appropriations, lapse at the end of each fiscal year. The capital projects fund presents the remaining project appropriations compared to current year expenditures. Formal budgetary integration into the accounting system is employed as a management control device during the fiscal year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles (GAAP) with the exception of the legally mandated (NJSA 18A:22-44.2) revenue recognition of one or more deferred State Aid payments for budgetary purposes only due to the State deferral of such payments into the subsequent budget year and the accounting treatment of encumbrances in the special revenue fund as described 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 recognized 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 records.

Encumbrance Accounting

Under encumbrance accounting purchase orders, contracts and other commitments for the expenditures 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 assigned 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.

Interfunds

Interfund receivables and payables arise from transactions between particular funds and are considered short term in duration. The interfund transactions are recorded by all funds affected in the period in which the transactions are executed and are part of the district's available spendable resources.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Inventories and Prepaid Expenses

Inventories of materials and supplies held for consumption in the governmental funds are recorded as expenditures at the time of purchase and year end balances are not reported in the financial statements.

Inventories of food and/or supplies in the food service fund are recorded at cost on a first-in, first-out basis or, in the case of Food Distribution Commodities, at stated value which approximates market.

Prepaid expenses which benefit future periods, other than those recorded in the enterprise fund, are recorded as expenditures in the year of purchase.

Capital Assets

The District has an established formal system of accounting for its capital assets. Capital Assets used for governmental purposes, which include land, buildings and improvements and furniture and equipment, are only reported in the district- wide financial statements. The District generally defines capital assets as assets with an initial cost of \$2,000.00 or more and an estimated useful life in excess of one year. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their estimated fair market value on the date received. 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.

The District has implemented GASB 72 The objective of this Statement is to improve financial reporting by clarifying the definition of fair value for financial reporting purposes, establishing general principles for measuring fair value, providing additional fair value application guidance, and enhancing disclosures about fair value measurements. These improvements are based in part on the concepts and definitions established in Concepts Statement No. 6, Measurement of Elements of Financial Statements, and other relevant literature.

Capital assets are depreciated in the district-wide statements using the straight-line method over the following estimated useful lives:

	<u>Estimated Life</u>
School Buildings	50
Building Improvements	20
Electrical/Plumbing	30
Vehicles	8
Office and Computer Equipment	10
Instructional Equipment	10
Grounds Equipment	15

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Compensated Absences

The District accounts for compensated absences (e.g., unused vacation, sick leave) as directed by Governmental Accounting Standards Board Statement No. 16 (GASB 16), "Accounting for Compensated Absences." A liability for compensated absences attributable to services already rendered and not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to the benefits.

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy and/or collective bargaining unit contracts. Upon termination, employees are paid for accrued vacation. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after four years of service.

The liability for compensated absences was accrued using the termination payment method, whereby the liability is calculated based on the amount of sick leave and vacation days that are expected to become eligible for payment upon termination. The District estimates its accrued compensated absences liability based on the accumulated sick and vacation days at the balance sheet date by those employees who are currently eligible to receive termination payments.

For the district-wide statements, the current portion is the amount estimated to be used in the following year. For the governmental funds in the fund financial statements, a liability is reported only for to the extent of the amount actually due at year end as a result of employee resignations/retirements. Compensated absences are a reconciling item between the fund level and district-wide presentations.

Fund Equity

Fund balance restrictions are used to indicate that portion of the fund balance that is not available for expenditures or is legally segregated for a specific future use. Designation of portions of the fund balances are established to indicate tentative plans for financial utilization in a future period. The unassigned fund balances represent the amount available for future budgetary operations.

Unearned Revenue

Unearned revenue in the special revenue and proprietary funds represents funds which have been received but not yet earned. A corresponding accounts receivable has also been established for any open encumbrances at year end which is an allowable practice under generally accepted accounting principles.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported on the district-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, contractually required pension contributions and compensated absences that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Long term debt is recognized as a liability on the fund financial statements when due.

Net Position

Net Position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. 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. The District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net positions are available.

Fund Balance Restrictions

GASB Statement 54, "Fund Balance Reporting and Governmental Fund Type Definitions" modifies fund balance reporting and clarifies fund type definitions. This Statement aims to enhance the usefulness of fund balance information by providing clearer fund balance clarifications that can be applied more consistently.

Under the standard, in the fund financial statements, governmental funds report the following classifications of fund balance:

Nonspendable – includes amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact. The District reports Inventory as Nonspendable Fund Balance

Restricted – includes amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision or enabling legislation. The District reports the State Unemployment Insurance, Capital Reserve, Maintenance Reserve, State Unemployment Insurance, Student Activities and Excess Surplus as Restricted Fund Balance.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Balance Restrictions (Continued)

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. The District reports Encumbrances and Designated for Subsequent Years Expenditures as Assigned Fund Balance.

Unassigned - is the residual classification for the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. The general fund should be the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

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

Revenues Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, “available” means within sixty days of the fiscal year end.

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenues Exchange and Non-exchange Transactions (Continued)

Revenue from property taxes is recognized in the period in which the income is earned. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the District must provide local resources to be used for a specific purpose; and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On the modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered both measurable and available at fiscal year end: property taxes available as an advance, interest, and tuition.

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise fund. For the District, these revenues are sales in the Enterprise Funds. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the enterprise fund.

Allocation of Indirect Expenses

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses are allocated to functions but are reported separately in the Statement of Activities. Employee benefits, including the employer's share of social security, workers compensation, and medical and dental benefits, were allocated based on salaries of the program. Depreciation expense, where practicable, is specifically identified by function and is included in the indirect expense column of the Statement of Activities. Depreciation expense that could not be attributed to a specific function is considered an indirect expense and is reported separately on the Statement of Activities.

Extraordinary and Special Items

Extraordinary items are transactions or events that are unusual in nature and infrequent of occurrence. Special items are transactions or events that are within control of management and are either unusual in nature or infrequent in occurrence. Neither of these types of transactions occurred during the fiscal year.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Management Estimates

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

Accounting and Financial Reporting for Pensions

In the District-Wide Financial Statements for purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the District's proportionate share of the New Jersey Public Employees Retirement System ("PERS") and the Teachers' Pension and Annuity Fund ("TPAF") and the additions to/deductions from these retirement systems' fiduciary net position have been determined on the same basis as they were reported by PERS and TPAF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

In the Governmental Fund Financial Statements the year end Net pension liability is not required to be reflected. Pension related revenues and expenditures are reflected based on amounts that are normally expected to be liquidated with available financial resources for required pension contributions. Expenditures for PERS are recognized based upon billings made by the State of New Jersey due April 1st of each fiscal year. TPAF contributions are paid on the District's behalf by the State of New Jersey. The Governmental Fund Financial Statements reflects both a revenue and expenses for this pension contribution.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial 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 three items that qualify for reporting in this category, deferred amounts from refunding debt and deferred items that are pension related.

In addition to liabilities, the statement of financial 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 a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Currently, the District has two items that qualify for reporting in this category, deferred amounts from refunding debt and deferred items that are related to pensions.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Leases

Lease receivables are measured at the present value of the lease payments expected to be received during the lease term. The District may receive variable lease payments that are dependent upon the lessee's revenue. The variable payments are recorded as an inflow of resources in the period the payment is received. The deferred inflow of resources is recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable. The deferred inflow of resources is amortized in a systematic and rational manner over the lease term.

Lease liabilities represent obligations to make lease payments arising from the lease. Lease liabilities are recognized at the commencement date based on the present value of the expected lease payments over the lease term, less any lease incentives. Interest expense is recognized ratably over the contract term. The lease term may include options to extend or terminate the lease when it is reasonably certain that the option will be exercised. Payments for short-term leases with a term of 12 months or less are expensed as incurred and these leases are not included as lease liabilities or right-to-use assets on the statements of net position.

Right to Use Assets

Right to use assets are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made prior to the lease term, less incentives, and plus ancillary charges necessary to place the lease into service. The right to use assets are amortized in a systematic and rational manner over the life of the related lease.

Recently Adopted Accounting Pronouncements

Beginning with the year ended June 30, 2022, the District implemented GASB Statement 87, Leases. GASB Statement 87 establishes criteria for accounting and financial reporting for leases. It creates a single model for lease accounting and requires recognition of certain lease assets and liabilities for leases that were previously classified as operating leases. A lessee is required to recognize a lease liability and an intangible right to use asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS

The Board considers petty cash, change funds, cash in banks, and short term investments with original maturities of three months or less as cash and cash equivalents. Investments are stated at cost, which approximates market.

Deposits

New Jersey statutes permit the deposit of public funds in public depositories which are located in New Jersey and which meet the requirements of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA requires a bank that accepts public funds to be a public depository. A public depository is defined as a state bank, a national bank, or a savings bank, which is located in the State of New Jersey, the deposits of which are insured by the Federal Deposit Insurance Corporation. The statutes also require public depositories to maintain collateral for deposits of public funds that exceed certain insurance limits. Each depository participating in the GUDPA system must pledge collateral equal to 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of 75% of its capital funds. No collateral is required for amounts covered by FDIC insurance. The collateral which may be pledged to support these deposits includes obligations of the State and federal governments, insured securities and other collateral approved by the Department. When the capital position of the depository deteriorates or the depository takes an unusually large amount of public deposits, the Department of Banking and Insurance requires additional collateral to be pledged. Under (GUDPA), if a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of the deposits to the governmental unit

The Township of Hamilton School District had the following cash and cash equivalents at June 30, 2022:

<u>Fund Type</u>	<u>Amount</u>
Cash in Bank:	
Governmental Funds	\$ 35,675,520
Proprietary Funds	2,733,503
Total Cash in Bank	\$ <u>38,409,023</u>
Less: Reconciling Items	<u>(6,065,682)</u>
Reconciled Balance	\$ <u><u>32,343,341</u></u>

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

Deposits

Custodial Credit Risk - Deposits - Custodial credit risk is the risk that in the event of a bank failure, the deposits may not be returned. The District does not have a specific deposit policy for custodial credit risk other than those policies that adhere to the requirements of statute. As of June 30, 2022, based upon the coverage provided by FDIC and NJGUDPA, no amount of the bank balance was exposed to custodial credit risk. Of the cash on balance in the bank of \$38,409,023, \$682,993 was covered by Federal Depository Insurance; \$35,606,069 was covered under the provisions of NJGUDPA; \$4,466 was held in escrow with fiscal agents and \$2,115,495 was on deposit with the New Jersey Assets Rebate Management (NJARM).

Investments

The types of investments which may be purchased by the District are strictly limited by the express authority of the N.J.S.A. 18A:20-37 Education, Administration of School Districts. Permitted investments include any of the following type of securities:

1. Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
2. Government money market mutual funds which are purchased from an investment company or investment trust which is registered with the Securities and Exchange Commission under the "Investment Company Act of 1940," 15 U.S.C. 80a1 et seq., and operated in accordance with 17 C.F.R. § 270.2a7 and which portfolio is limited to U.S. Government securities that meet the definition of an eligible security pursuant to 17 C.F.R. § 270.2a7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 18A:2037. These funds are also required to be rated by a nationally recognized statistical rating organization.
3. Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

Investments (Continued)

4. Bonds or other obligations of the Local Unit or bonds or other obligations of school districts of which the Local Unit is a part or within which the school district is located.
5. Bonds or other obligations, having a maturity date not more than 397 days from date of purchase, approved by the Division of Investment of the Department of Treasury for investment by School Districts;
6. Local government investment pools that are fully invested in U.S. Government securities that meet the definition of eligible security pursuant to 17 C.F.R. § 270a7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 18A:2037. This type of investment is also required to be rated in the highest category by a nationally recognized statistical rating organization.
7. Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 C. 52:18A-90.4); or
8. Agreements for the repurchase of fully collateralized securities if:
 - a. the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection;
 - b. the custody of collateral is transferred to a third party;
 - c. the maturity of the agreement is not more than 30 days;
 - d. the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 C. 17:1941); and
 - e. a master repurchase agreement providing for the custody and security of collateral is executed.

As of June 30, 2022, the District has \$2,115,495 on deposit with NJARM. Based upon the limitations set forth by New Jersey Statutes 40A:5-15.1, and existing investment practices of NJARM, the District is generally not exposed to credit risks and interest rate risks for its investments, nor is it exposed to foreign currency risk for its deposits and investments.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 3: CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2022, was as follows:

	<u>Beginning</u> <u>Balance</u>	<u>Additions</u>	<u>Deletions &</u> <u>Transfers</u>	<u>Ending</u> <u>Balance</u>
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$1,248,202			\$1,248,202
Construction in Progress	53,624,812	4,936,157	(14,463,193)	44,097,776
Total Capital Assets not being depreciated	<u>54,873,014</u>	<u>4,936,157</u>	<u>(14,463,193)</u>	<u>45,345,978</u>
Buildings & Building Improvements	139,806,376	3,853,661		143,660,037
Machinery & Equipment	15,930,106	493,593	14,570,220	30,993,919
Totals at historical cost	<u>155,736,482</u>	<u>4,347,254</u>	<u>14,570,220</u>	<u>174,653,955</u>
Gross Assets (Memo only)	<u>210,609,496</u>	<u>9,283,411</u>	<u>107,027</u>	<u>219,999,933</u>
Less: Accumulated Depreciation				
Buildings & Building Improvements	(75,624,252)	(4,227,971)		(79,852,223)
Machinery & Equipment	(12,831,991)	(553,517)	107,027	(13,492,535)
Total Depreciation	<u>(88,456,243)</u>	<u>(4,781,488)</u>	<u>107,027</u>	<u>(93,344,758)</u>
Total capital assets being depreciated, net of depreciation	<u>67,280,239</u>	<u>(434,234)</u>	<u>14,463,193</u>	<u>81,309,197</u>
Total Governmental Activities (net)	<u>\$122,153,253</u>	<u>\$4,501,923</u>		<u>\$126,655,175</u>

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 3: CAPITAL ASSETS (CONTINUED)

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions & Transfers</u>	<u>Ending Balance</u>
Business-Type Activities:				
Capital assets not being depreciated:				
Construction in Progress	<u> </u>	\$99,684.00	<u> </u>	<u>\$99,684.00</u>
Total Capital Assets not being depreciated	<u> </u>	<u>99,684.00</u>	<u> </u>	<u>99,684.00</u>
 Machinery & Equipment	 <u>\$1,269,976</u>	 <u>\$178,774</u>	 <u> </u>	 <u>\$1,448,750</u>
Totals at historical cost	<u>1,269,976</u>	<u>178,774</u>	<u> </u>	<u>1,448,750</u>
 Less: Accumulated Depreciation				
Machinery & Equipment	<u>(869,958)</u>	<u>(51,910)</u>	<u> </u>	<u>(921,868)</u>
Total Depreciation	<u>(869,958)</u>	<u>(51,910)</u>	<u> </u>	<u>(921,868)</u>
 Total Business-Type Activities (net)	 <u>\$400,018</u>	 <u>\$226,548</u>	 <u> </u>	 <u>\$626,566</u>

Depreciation expense was charged to functional expenses areas of the District for Governmental Activities as follows:

Instruction:	
Regular	(\$61,505)
Support services:	
Student & Instruction Related Services	(107,392)
General Administrative Services	(11,933)
School administrative services	(29,650)
Plant Operations & Maintenance	(189,534)
Pupil transportation	(27,082)
Direct Expense of various functions	<u>(4,354,392)</u>
	<u><u>(\$4,781,488)</u></u>

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 4: LONG-TERM LIABILITIES

Bonds are issued by the District pursuant to the provisions of Title 18A, Education, of the New Jersey Statutes and are required to be approved by the voters of the municipality through referendum. The proceeds of bonds are recorded in the Capital Projects Fund and are restricted to the use for which they were approved in the bond referendum. All bonds are retired in annual installments within the statutory period of usefulness

School Bonds issued by the District are entitled to and benefit from the provision of the New Jersey School Board Reserve Act P.L. 1980 c.72. Basically, funds are held by the State of New Jersey within its State Fund for the Support of Free Public Schools as a school bond reserve pledged by law to secure payment of principal and interest due on such bonds in the event of the inability of the issuer to make payments.

The following is a summary of transactions that affect long-term liabilities for the year ended June 30, 2022:

	Balance June 30, <u>2021</u>	<u>Additions</u>	<u>Reductions</u>	Balance June 30, <u>2022</u>	Amounts due Within <u>one year</u>
Bonds Payable	\$67,420,000		\$5,820,000	\$61,600,000	\$4,840,000
Unamortized Bond Premium	172,958		137,679	35,278	16,601
Compensated Absences	3,634,406		32,083	3,602,323	
Installment Purchase					
Contracts Payable	20,774,241	2,800,000	2,707,478	20,866,763	2,619,933
Net Pension Liability	46,308,654		12,174,265	34,134,389	
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Totals	<u>\$138,310,259</u>	<u>\$2,800,000</u>	<u>\$20,871,505</u>	<u>\$120,238,753</u>	<u>\$7,476,534</u>

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 4: LONG-TERM LIABILITIES (CONTINUED)

Debt Service Requirements:

The annual requirements to amortize all debt outstanding as of June 30, 2022, including interest payments on issued debt, are as follows:

Fiscal Year	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
<u>June 30,</u> FY2023	\$4,840,000	\$1,850,160	\$6,690,160
FY2024	4,980,000	1,721,288	6,701,288
FY2025	5,065,000	1,584,400	6,649,400
FY2026	1,905,000	1,485,850	3,390,850
FY2027	2,020,000	1,426,975	3,446,975
FY2028	2,020,000	1,366,375	3,386,375
FY2029	2,020,000	1,305,775	3,325,775
FY2030	2,020,000	1,245,175	3,265,175
FY2031	2,020,000	1,184,575	3,204,575
FY2032	2,020,000	1,123,975	3,143,975
FY2033	2,020,000	1,063,375	3,083,375
FY2034	2,020,000	1,002,775	3,022,775
FY2035	2,020,000	942,175	2,962,175
FY2036	2,040,000	880,000	2,920,000
FY2037	2,040,000	816,250	2,856,250
FY2038	2,040,000	752,500	2,792,500
FY2039	2,040,000	687,475	2,727,475
FY2040	2,040,000	621,175	2,661,175
FY2041	2,040,000	554,875	2,594,875
FY2042	2,050,000	488,413	2,538,413
FY2043	2,050,000	420,506	2,470,506
FY2044	2,050,000	351,319	2,401,319
FY2045	2,060,000	281,963	2,341,963
FY2046	2,060,000	206,000	2,266,000
FY2047	2,060,000	123,600	2,183,600
FY2048	2,060,000	41,200	2,101,200
	<u>\$61,600,000</u>	<u>\$23,528,148</u>	<u>\$85,128,148</u>

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 4: LONG-TERM LIABILITIES (CONTINUED)

General obligation school and refunding bonds payable with their outstanding balances are comprised of the following individual issues:

<u>Issue</u>	<u>Amount Outstanding June 30, 2022</u>
\$28,275,000.00 in Refunding School Bonds dated December 4, 2012, due in remaining annual installments ranging between \$3,040,000.00 and \$3,200,000.00 beginning August 15, 2022 and ending August 15, 2024 with interest from 2.30% to 2.63%	\$9,355,000
\$55,393,000.00 in School Bonds dated December 28, 2017, due in remaining annual installments ranging between \$1,800,000.00 and \$2,060,000.00 beginning December 15, 2022 and ending December 15, 2047 with interest from 3.00% to 4.00%	\$52,245,000
	\$61,600,000

Refunding School Bonds

2006 Refunding

The district issued \$87,650,000.00 in Refunding School bonds to advance refund \$83,425,000.00 of the districts previously issued and outstanding school bonds. The reacquisition price exceeded the net carrying amount by \$4,225,000.00. This amount is being amortized over the remaining life of the refunded debt, which is shorter than the life of the new debt issued. The current year portion charged to the Statement of Activities was \$230,426 leaving a balance of \$489,659. which is reflected on the Statement of Net Position as a Deferred Outflow. Under the escrow agreement, the escrow is irrevocably pledged to the payment of principal and interest on the refunded bonds. As a result, the \$83,425,000.00 of the refunded obligations are considered to be defeased and the liability for those bonds has been removed from the financial statements.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 4: LONG-TERM LIABILITIES (CONTINUED)

Bonds Authorized But Not Issued

As of June 30, 2022, the District had no Bonds Authorized but not issued.

Installment Purchase Contracts Payable

The District is contracting technology equipment and energy improvements totaling \$32,536,000 under installment purchase contracts. These contracts are for terms of five years, with the exception of the Energy Saving Improvement Program which carries a term of 15 years. The following is a schedule of the future minimum contract payments and the present value of the net minimum contract payments at June 30, 2022:

<u>Year Ended</u>	<u>Principal</u>	<u>Interest Due</u>	<u>Total</u>
FY 2023	2,619,933.19	454,042.22	3,073,975.41
FY 2024	2,309,709.38	430,343.29	2,740,052.67
FY 2025	2,380,909.39	385,165.28	2,766,074.67
FY 2026	1,983,410.72	338,248.29	2,321,659.01
FY 2027	1,729,117.14	294,372.13	2,023,489.27
FY2028-FY2032	5,860,975.57	964,823.87	6,825,799.44
FY2033-FY2035	3,982,707.34	192,466.53	4,175,173.87
	<u>20,866,762.73</u>	<u>3,059,461.61</u>	<u>30,752,023.78</u>

NOTE 5: PENSION PLANS

Description of Plans All required employees of the District are covered by the Public Employees' Retirement System, the Teachers' Pension and Annuity Fund or the Defined Contribution Retirement Program which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of each system will be assumed by the State of New Jersey should the system terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for each of the above systems. These reports may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625 or on line at www.state.nj.us/treasury/pensions.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 5: PENSION PLANS (CONTINUED)

Teachers' Pension and Annuity Fund (TPAF) The Teachers' Pension and Annuity Fund was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The Teachers' Pension and Annuity Fund is considered a cost-sharing multiple employer plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

Public Employees' Retirement System (PERS) The Public Employees' Retirement System (PERS) was established as of January 1, 1955 under the provision of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. The Public Employees' Retirement System is a cost-sharing multiple employer plan. Membership is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district, or public agency, provided the employee is not required to be a member of another state administered retirement system or other state or local jurisdiction.

Defined Contribution Retirement Program (DCRP) The Defined Contribution Retirement Program (DCRP) was established under the provision of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 to provide coverage elected and certain appointed officials, effective July 1, 2007. Membership is mandatory for such individuals with vesting occurring after one year of membership.

Significant Legislation

Effective June 28, 2011, P.L. 2011, c. 78 enacted certain changes in the operations and benefit provisions of the TPAF and the PERS systems.

As a result of these changes new members of TPAF and PERS, hired on or after June 28, 2011, will need 30 years of creditable service and have attained the age of 65 for receipt of the early retirement benefit without a reduction of 1/4 of 1% for each month that the member is under age 65. New members will be eligible for a service retirement benefit at age 65.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 5: PENSION PLANS (CONTINUED)

Funding Changes

Under the new legislation, the methodology for calculating the unfunded accrued liability payment portion of the employer's annual pension contribution to the PERS, and TPAF. The unfunded actuarial accrued liability (UAAL) will be amortized for each plan over an open-ended 30 year period and paid in level dollars. Beginning with the July 1, 2019 actuarial valuation (July 1, 2018 for PFRS), the UAAL will be amortized over a closed 30 year period until the remaining period reaches 20, when the amortization period will revert to an open-ended 20 year period.

COLA Suspension

The payment of automatic cost-of-living adjustment to current and future retirees and beneficiaries are suspended until reactivated as permitted by this law.

Vesting and Benefit Provisions The vesting and benefit provisions of PERS are set by N.J.S.A. 43:15A and 43.3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after ten years of service, except for post-retirement healthcare benefits that vest after 25 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.

Contribution Requirements The contribution policy is set by N.J.S.A. 43:15A and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. As of April 1, 2018 employee contributions rates were increased to 7.50%

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 5: PENSION PLANS (CONTINUED)

Contribution Requirements (Continued)

Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Under current statute the District is a non-contributing employer of TPAF (i.e. the State of new Jersey makes the employer contribution on behalf of public school districts.

Three Year Trend Information for PERS

<u>Year Ended June 30,</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
2022	\$3,374,443.00	100%	\$3,374,443.00
2021	\$3,106,530.00	100%	\$3,106,530.00
2020	\$2,706,922.00	100%	\$2,706,922.00

Three Year Trend Information for TPAF (On-behalf Contribution)

<u>Year Ended June 30,</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
2022	\$31,753,517.00	100%	-0-
2021	\$21,892,995.00	100%	-0-
2020	\$17,010,984.00	100%	-0-

In accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District for the years ended June 30, 2022, 2021 and 2020 \$6,653,551, \$6,372,236 and \$6,294,503 respectively for the employer's share of social security contributions for TPAF members, as calculated on their base salaries.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68

Public Employees Retirement System (PERS)

At June 30, 2022, the District reported a liability of \$34,134,389.00 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2020, which was rolled forward to June 30, 2021. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2021, the District's proportion was 0.2881390359 percent, which was an increase of 0.0041655233 percent from its proportion measured as of June 30, 2020.

For the year ended June 30, 2022, the District recognized pension benefit of \$5,010,615.00 in the district-wide financial statements. This pension benefit was based on the pension plans June 30, 2021 measurement date.

At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between expected and actual experience	\$ 538,343.00	\$ 244,362.00
Changes of assumptions		12,152,064.00
Net difference between projected and actual earnings on pension plan investments	177,772.00	8,991,895.00
Changes in proportion and differences between District contributions and proportionate share of contributions	1,765,273.00	1,637,441.00
District contributions subsequent to the measurement date	<u>3,675,347.00</u>	
	<u>\$ 6,156,735.00</u>	<u>\$ 23,025,762.00</u>

The \$3,675,347.00 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, 2022, the plan measurement date is June 30, 2021) will be recognized as a reduction of the net pension liability in the year ended June 30, 2023.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Public Employees Retirement System (PERS) (Continued)

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30,	<u>Amount</u>
2022	(\$8,028,662.60)
2023	(5,725,133.60)
2024	(3,895,430.60)
2025	(2,921,857.60)
2026	26,710.40
	<u>(\$20,544,374.00)</u>

Actuarial Assumptions

The total pension liability for the June 30, 2021 measurement date was determined by an actuarial valuation as of July 1, 2020, which rolled forward to June 30, 2021. These actuarial valuations used the following assumptions:

Inflation rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	2.00%-6.00%
	Based on Years of Service
Thereafter	3.00%-7.00%
	Based on Years of Service
Investment Rate of Return	7.00%

Pre-retirement mortality rates were based on the Pub-2010 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 on a generational basis. Mortality improvement is based on Scale MP-2020.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Public Employees Retirement System (PERS) (Continued)

Actuarial Assumptions (Continued)

The actuarial assumptions used in the July 1, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2014 to June 30, 2018.

Long-Term Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2021) 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 rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2021 are summarized in the following table:

<u>Assets Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	8.09%
Non-U.S. Developed Market Equity	13.50%	8.71%
Emerging Market Equity	5.50%	10.96%
Private Equity	13.00%	11.30%
Real Estate Assets	3.00%	9.15%
Real Estate	8.00%	7.40%
High Yield	2.00%	3.75%
Private Credit	8.00%	7.60%
Investment Grade Credit	8.00%	1.68%
Cash Equivalents	4.00%	0.50%
U.S. Treasuries	5.00%	0.95%
Risk Mitigation Strategies	3.00%	3.35%

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Public Employees Retirement System (PERS) (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2021. 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 and the nonemployer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers.

Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine 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 net pension liability as of June 30, 2021, 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-percentage point lower or 1-percentage-point higher than the current rate:

	1% Decrease <u>6.00%</u>	At Current Discount Rate <u>7.00%</u>	1% Increase <u>8.00%</u>
District's proportionate share of the pension liability	\$46,484,115.00	\$34,134,389.00	\$23,653,895.00

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Public Employees Retirement System (PERS). The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 by visiting <http://www.state.nj.us/treasury/pensions>.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Teachers Pensions and Annuity Fund (TPAF)

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 nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer.

The portion of the TPAF Net Pension Liability that was associated with the District recognized at June 30, 2022 was as follows:

Net Pension Liability:	
Districts proportionate share	-0-
State's proportionate share associated with the District	<u>\$362,075,595</u>
	<u>\$362,075,595</u>

The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2020 which was rolled forward to June 30, 2021. The net pension liability associated with the District was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts and the State, actuarially determined. At June 30, 2021, the proportion of the TPAF net pension liability associated with the District was .7755592375% which was a decrease of .0224148285 percent from its proportion measured as of June 30, 2020.

For the year ended June 30, 2022, the District recognized on-behalf pension expense and revenue of \$8,519,798.00 in the government-wide financial statements for contributions provided by the State. This pension expense and revenue was based on the pension plans June 30, 2021 measurement date.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Teachers Pensions and Annuity Fund (TPAF) (Continued)

Actuarial Assumptions

The total pension liability for the June 30, 2021 measurement date was determined by an actuarial valuation as of July 1, 2020, which was rolled forward to June 30, 2021. 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:	
Through 2026	1.55%-4.45%
	Based on Years of Service
Thereafter	2.75%-5.65%
	Based on Years of Service
Investment Rate of Return	7.00%

Mortality Rate

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-2021.

The actuarial assumptions used in the July 1, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2015 to June 30, 2018.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Teachers Pensions and Annuity Fund (TPAF) (Continued)

Actuarial Assumptions (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, 2021) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries.

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, 2021 are summarized in the following table:

<u>Assets Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	8.09%
Non-U.S. Developed Market Equity	13.50%	8.71%
Emerging Market Equity	5.50%	10.96%
Private Equity	13.00%	11.30%
Real Estate Assets	3.00%	9.15%
Real Estate	8.00%	7.40%
High Yield	2.00%	3.75%
Private Credit	8.00%	7.60%
Investment Grade Credit	8.00%	1.68%
Cash Equivalents	4.00%	0.50%
U.S. Treasuries	5.00%	0.95%
Risk Mitigation Strategies	3.00%	3.35%

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Teachers Pensions and Annuity Fund (TPAF) (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2021. 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 the actuarially determined contributions for the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

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

Because the District's proportionate share of the net pension liability is zero, consideration of potential changes in the discount rate is not applicable to the District.

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Teachers Public and Annuity Fund (TPAF). The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 by visiting <http://www.state.nj.us/treasury/pensions>

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75

Plan Description and Benefits Provided

The State Health Benefit Local Education Retired Employees Plan is a multiple-employer defined benefit OPEB plan, which is administered on a pay-as-you-go basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The State Health Benefit Local Education Retired Employees Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

The employer contributions for the participating local education employers are legally required to be funded by the State of New Jersey in accordance with N.J.S.A 52:14-17.32f. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 75 and the State is treated as a nonemployer contributing entity. According to N.J.S.A 52:14-17.32f, the State provides employer-paid coverage to employees who retire from a board of education or county college with 25 years or more of service credit in, or retires on a disability pension from, one or more of the following plans: the Teachers' Pension and Annuity Fund (TPAF), the Public Employees' Retirement System (PERS), the Police and Firemen Retirement System (PFRS), or the Alternate Benefit Program (ABP). Pursuant to Chapter 78, P.L. 2011, future retirees eligible for postretirement medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree's annual retirement benefit and level of coverage.

Employees Covered by Benefit Terms

The State Health Benefit Local Education Retired Employees Plan Membership covered by the benefit terms consisted of the following:

Active Plan Members	213,901
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	150,427
Inactive Plan Members or Beneficiaries Not Yet Receiving Benefits	<u>- 0 -</u>
Total Plan Members	<u>364,328</u>

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)
Total Non-Employer OPEB Liability

The portion of the total Non-Employer OPEB Liability that was associated with the District at June 30, 2022 was as follows:

Total OPEB Liability:	
District's Proportionate Share	\$-0-
State's Proportionate Share associated with the District	<u>520,956,931</u>
	<u><u>\$520,956,931</u></u>

The total Non-Employer OPEB liability as of June 30, 2021 was determined by an actuarial valuation as of June 30, 2020, which was rolled forward to June 30, 2021.

The total Non-Employer OPEB liability was determined separately based on actual data of the District.

For the year ended June 30, 2022, the District recognized on-behalf post-employment expense and revenue of \$26,177,473.00 in the government-wide financial statements for contributions provided by the State. This expense and revenue was based on the plans June 30, 2021 measurement date.

At June 30, 2021, the District's proportion was .8681508484 percent, which was a decrease of .0078844275 from its proportion measured as of June 30, 2020. The State, a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS, TPAF/ABP and PFRS participants. The District's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Consequently, the District did not recognize any portion of the collective Non-Employer OPEB liability on the Statement of Net Position.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)

Actuarial Assumptions and Other Inputs

The total Non-Employer OPEB liability that was associated with the District as of June 30, 2021 was determined by an actuarial valuation as of June 30, 2020, which was rolled forward to June 30, 2021. 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:

	<u>June 30, 2021</u>		
	<u>TPAF/ABP</u>	<u>PERS</u>	<u>PFRS</u>
Inflation – 2.5%			
Salary Increases			
Through 2026	1.55-4.45%*	2.00-6.00%*	3.25-15.25%*
Thereafter	2.75-5.65%*	3.00-7.00%*	Not Applicable

*- Based on Years of Service

Preretirement mortality rates were based on the Pub-2010 Healthy "Teachers" (TPAF/ABP), "General" (PERS), and "Safety" (PFRS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. 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-2021. 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-2021 for current disabled retirees. Future disabled retirees was based on the Pub-2010 "Safety" (PFRS), "General" (PERS), and "Teachers" (TPAF/ABP) classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021.

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of actuarial experience studies for the periods July 1, 2015— June 30, 2018, July 1, 2014 — June 30, 2018, and July 1, 2013 - June 30, 2018 for TPAF, PERS and PFRS, respectively.

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 5.65% and decreases to a 4.50% long-term trend rate after seven years. For post-65 medical benefits, the actual fully insured Medicare Advantage trend rates for fiscal year 2022 through 2023 are reflected. For PPO the trend is initially 5.74% in fiscal year 2024, increasing to 12.93% in fiscal year 2025 and decreases to 4.50% after 11 years. For HMO the trend is initially 6.01% in fiscal year 2024, increasing to 15.23% in fiscal year 2025 and decreases to 4.5% after 11 years. For prescription drug benefits, the initial trend rate is 6.75% and decreases to a 4.50% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)

Actuarial Assumptions and Other Inputs (Continued)

Discount Rate

The discount rate for June 30, 2021 and June 30, 2020 was 2.16% and 2.21% respectively. 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.

Changes in the Total Non-Employer OPEB Liability

Shown below are details regarding The Total OPEB non-employer Liability associated with the District for the measurement period from June 30, 2020 to June 30, 2021.

Balance at 6/30/20		\$594,039,193
Changes for the year:		
Service cost	\$25,744,768	
Interest	13,514,172	
Changes of Benefit Terms	(554,495)	
Differences between expected and actual experience	(102,000,780)	
Changes in assumptions or other inputs	513,964	
Membership Contributions	345,491	
Benefit payments - Net	(10,645,382)	
Net changes		(73,082,262)
Balance at 6/30/21		\$520,956,931

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)

Sensitivity of the Total Non-Employer OPEB Liability to Changes in the Discount Rate

The following presents the total Non-Employer OPEB liability associated with the District as of June 30, 2021, 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 -percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2021		
	<u>1.00%</u> <u>Decrease (1.16%)</u>	<u>At Discount</u> <u>Rate (2.16%)</u>	<u>1.00%</u> <u>Increase (3.16%)</u>
State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability associated with the District	\$624,024,621	\$520,956,931	\$439,797,312

Sensitivity of the Total Non-Employer OPEB Liability to Changes in Healthcare Trends

The following presents the total Non-Employer OPEB liability associated with the District as of June 30, 2021, calculated using the healthcare trend rate as disclosed above as well as what the total Non-Employer OPEB liability would be if it was calculated using a healthcare trend rate that is 1- percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2021		
	<u>1.00%</u> <u>Decrease</u>	<u>Healthcare Cost</u> <u>Trend Rate</u>	<u>1.00%</u> <u>Increase</u>
State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability associated with the District	\$421,716,328	\$520,956,931	\$654,229,726

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Non-Employer OPEB Liability

At June 30, 2021, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employee's Non-Employer OPEB Liability associated with the District from the following sources:

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between expected and actual experience	\$ 78,531,944	\$ 156,348,437
Changes of assumptions	88,373,737	55,893,824
Changes in proportion	<u>771,055</u>	<u>15,351,320</u>
	<u>\$ 167,676,736</u>	<u>\$ 227,593,581</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the State's proportionate share of the total Non-Employer OPEB Liability associated with the District will be recognized in OPEB expense as follows:

Measurement Period Ended	<u>Amount</u>
<u>June 30,</u>	
2022	(\$13,180,227)
2023	(\$13,180,227)
2024	(\$13,180,227)
2025	(\$13,180,227)
2026	(\$10,213,739)
Total Thereafter	<u>\$3,017,802</u>
	<u>(\$59,916,845)</u>

In accordance with GASBS 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 in the financial statements.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)

State Health Benefit Local Education Retired Employee Plan Information

The New Jersey Division of Pension and Benefits issues publicly available reports on the OPEB plan. Those reports may be obtained by writing to the Division of Pension and Benefits, PO Box 295, Trenton, NJ 08625-0295 or on their website at <http://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

NOTE 8: LITIGATION

The District's counsel advises that there is no litigation, pending litigation, claims, contingent liabilities, unasserted claims or assessments or statutory violations which involve the School District and which might materially affect the District's financial position.

A claim brought by various retirees of the Board, alleging that cash payments for prescription coverage for the retirees and their dependents had not been paid in 2013, 2014 and 2015, has been settled. As part of the settlement agreement there will be 10 payments of \$1.3 million with the first payment in the 2018-19 school year. Payments will be provided for in each future budget.

NOTE 9: CONTINGENCIES

The District receives financial assistance from the State of New Jersey and the U.S. Government in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. The State and Federal grants received and expended in the 2021-2022 fiscal year were subject to the Uniform Guidance and New Jersey OMB Circular 15-08 which mandates that grant revenues and expenditures be audited in conjunction with the District's annual audit if expenditures for federal or state programs exceed \$750,000.00 Findings and questioned costs, if any, relative to federal and state financial assistance programs are discussed in the Single Audit Section, Schedule of Findings and Questioned Costs. In addition, all grants and cost reimbursements are subject to financial and compliance audits by the grantors. The District's management does not believe any such audit would result in material amounts of disallowed costs.

NOTE 10: RISK MANAGEMENT

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

Property and Liability Insurance The District maintains insurance coverage covering each of those risks of loss. The administration believes such coverage is sufficient to preclude any significant uninsured losses to the District. Settled claims have not exceeded the insurance coverage in any of the past three fiscal years.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 10: RISK MANAGEMENT

Worker's Compensation Insurance

Effective July 1, 2006, the District obtained commercial insurance coverage for its Worker's Compensation Program. The applicable coverage's are set forth in the "Employers Liability Insurance Agreement"

Prior to this period and effective for the periods August 1, 1980 through June 30, 2005, the Board instituted a risk management program which combined risk retention and reinsurance coverage for claims relating to statutory worker's compensation. Expenditures for "run-off" claims from this program are accounted for through the District's Internal Service Fund.

The Board has engaged an outside claims service company to serve as administrator of the program. Loss reserves are established by the administrator for estimated benefits and expenses for reported claims.

Established reserves are subject to change as facts and circumstances relating to claims dictate, and no provision is made for estimated losses relating to claims incurred but not reported. At June 30, 2022 the District, based upon the plan administrator's estimate, has established a reserve for reported claims in the amount of \$166,041.

New Jersey Unemployment Compensation Insurance The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. Charges are applied to the Unemployment Compensation Claims Payable first, and any remaining charges are applied to the Unemployment Compensation budget appropriation. The District is billed quarterly for amounts due to the State. The following is a summary of District contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the District for the current and previous two years:

<u>Year Ended June 30,</u>	<u>Interest</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>	<u>Analysis of Balance 06/30/22</u>	
					<u>State Unemployment Insurance Payable</u>	<u>Restricted Fund Balance</u>
2022	\$4,479	\$604,154	\$436,635	\$2,788,180	329,648	2,458,532
2021	6,106	535,971	373,842	2,616,182	162,129	2,454,053
2020	35,582	457,383	272,730	2,447,947	N/A	N/A

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 11: COMPENSATED ABSENCES

The District accounts for compensated absences (e.g. unused vacation and sick leave) as directed by Governmental Accounting Standards Board Statement No. 16 (GASB 16), "Accounting for Compensated Absences". A liability for compensated absences attributable to services already rendered and not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to the benefits.

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy. Upon termination, employees are paid for accrued vacation. The District's policy permits employees to accumulate unused sick leave and carry forward the 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 vested compensated absences of the governmental fund types are recorded in the district - wide statement of net position. As of June 30, 2022, a liability existed for compensated absences for governmental fund-types in the district- wide statement of net position of \$3,602,324.

For additional descriptive information see Note 1, Summary of Significant Accounting Policies.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 12: FUND BALANCE

General Fund The table below reflects the District's Fund Balance at June 30, 2022 on both a GAAP (Exhibit B-1) and Budgetary (Exhibit C-1) basis including the required adjustment related to the last state aid payment which under GAAP is not recognized:

	<u>Budgetary</u> <u>Basis</u>	<u>Adjustment</u>	<u>GAAP</u> <u>Basis</u>
Restricted:			
Maintenance Reserve	\$ 750,579	\$	750,579
Capital Reserve	13,591,118		13,591,118
State Unemployment Insurance	2,458,532		2,458,532
Assigned:			
Designated for Subsequent Year's Expenditures	5,000,000		5,000,000
Encumbrances	1,352,224	(1,352,224)	
Unassigned	<u>5,585,233</u>	<u>(6,311,697)</u>	<u>(726,464)</u>
	<u>\$ 28,737,686</u>	<u>\$ (7,663,921)</u>	<u>\$ 21,073,765</u>

Debt Service Fund Debt Service Fund Balance at June 30, 2022 was \$905,896. \$453,038 is assigned for Subsequent years expenditure. The remaining \$452,858 is restricted for future debt service expenditures.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 13: CALCULATION OF EXCESS SURPLUS – BUDGETARY BASIS

Calculation of Excess Surplus In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2007, c73 (S1701), the Restricted 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 the District did not appropriate a required minimum amount as budgeted fund balance in the subsequent year's budget.

General Fund Expenditures:		
Fiscal Year Ended, June 30 2022		\$251,916,364
Less:		
Reimb. TPAF Social Security Contributions	\$6,653,551	
Reimb. TPAF Pension Contributions	<u>39,736,740</u>	
		<u>46,390,291</u>
Adjusted General Fund Expenditures		205,526,073
Excess Surplus Percentage		<u>4.00%</u>
		<u>8,221,043</u>
Increased by:		
Extraordinary Aid (unbudgeted)	1,327,394	
Non-Public Transportation Aid (unbudgeted)	<u>148,136</u>	
		<u>1,475,530</u>
Maximum Unreserved/Undesignated General Fund Balance		9,696,573
Actual Unassigned General Fund Balance		<u>5,585,233</u>
Excess Surplus		<u><u>-0-</u></u>

Based on the preceding calculation, as of June 30, 2022, the District has no Excess Surplus

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 14: INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances remained on the balance sheet at June 30, 2022:

<u>Fund</u>	<u>Interfund Balance</u>	
	<u>Receivable</u>	<u>Payable</u>
General Fund	\$ 1,898,901	\$ 24,138
Special Revenue Fund	68,079	40,899
Capital Projects Fund	48,195	1,147,923
Debt Service Fund		790
Enterprise Fund		801,424
	<u>\$ 2,015,175</u>	<u>\$ 2,015,174</u>

All balances resulted from the time lag between the dates that short-term loans were disbursed and payments between funds were received.

NOTE 15: CAPITAL RESERVE ACCOUNT

A capital reserve account has been established by the Township of Hamilton Board of Education 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). 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 or by transfer by Board resolution at year end (June 1 to June 30) of any unanticipated revenue or unexpended line item appropriations, or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained by either a separate proposal at budget time or by a special question at one of the four special election dates authorized by N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 15: CAPITAL RESERVE ACCOUNT (CONTINUED)

The activity of the capital reserve for the July 1, 2021 to June 30, 2022 fiscal year is as follows:

Balance, July 1, 2021 (Budgetary Basis)	\$	11,748,737.00
Interest Earnings		<u>26,010.00</u>
Deposits:		
By Board Resolution	\$	2,693,000.00
Unexpended Appropriations		<u>2,693,000.00</u>
		<u>14,467,747.00</u>
Withdrawals:		
Budgeted Withdrawal	\$	792,279.00
By Board Resolution		<u>84,350.00</u>
		<u>876,629.00</u>
Balance, June 30, 2022 (Budgetary Basis)	\$	<u><u>13,591,118.00</u></u>

NOTE 16: MAINTENANCE RESERVE ACCOUNT

In accordance with N.J.S.A. 18A:7G-13, a Maintenance reserve account was established by the District. The Maintenance reserve account is maintained in the general fund.

A district board of education or board of school estimate, as appropriate, may increase the balance in the maintenance reserve account by appropriating funds in the annual general fund budget certified for taxes.

A district board of education or board of school estimate, as appropriate, may by resolution withdraw such funds from the maintenance reserve account and appropriate into the required maintenance account lines at budget time or any time during the year for use on required maintenance activities for a school facility as reported in the comprehensive maintenance plan pursuant to N.J.A.C. 6A:26A-4.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 16: MAINTENANCE RESERVE ACCOUNT (CONTINUED)

The district board of education shall ensure that the maintenance reserve account balance does not, at any time, exceed four percent of the replacement cost of the school district's school facilities for the current year. If the account exceeds this maximum amount at June 30, the district board of education shall reserve and designate such excess in the subsequent year's budget.

At June 30, 2022, the balance of the Maintenance Reserve Account was within the statutory limitations. The activity of the maintenance reserve for the July 1, 2021 to June 30, 2022 fiscal year is as follows:

Balance, July 1, 2021 (Budgetary Basis)	\$	1,323,013
Interest Earnings		<u>816</u>
Deposits:		
By Board Resolution	\$ <u>133,000</u>	<u>133,000</u>
		1,456,829
Withdrawals:		
Budgeted Withdrawal	\$ 400,000	
By Board Resolution	<u>306,250</u>	<u>706,250</u>
Balance, June 30, 2022 (Budgetary Basis)	\$	<u><u>750,579</u></u>

NOTE 17: INVENTORY

Inventory in the Food Service Fund at June 30, 2022 consisted of the following:

Food and Supplies	<u>\$130,141.</u>
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The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Act Amendment of 1996) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of non-operating revenue in the financial statements.

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 18: DEFERRED COMPENSATION

The Board offers its employees a choice of the following deferred compensation plans created in accordance with Internal Revenue Code Sections 403(b) and 457. The plans, which are administered by the entities listed below, permits participants to defer a portion of their salary' until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency. The plan administrators are as follows:

Ameriprise	Metropolitan Life
Axa Equitable	Oppenheimer
Lincoln Investment	The Legend Group/NEA Valuebuilder
Mass Mutual (Hartford)	Thrivent .

NOTE 19: TAX ABATEMENTS

As defined by the Governmental Accounting Standards Board (GASB), a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential must be disclosed in these financial statements. If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district's local tax revenue because N.J.S.A. 54:4-75 and N.J.S.A. 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district.

The District has identified several agreements that have been entered into by Hamilton Township that require disclosure under this statement. The gross dollar amount, on an accrual basis, by which the District's property tax revenues were potentially reduced during the reporting period as a result of tax abatement agreements totaled \$2,065,815. It is important to note that the District Tax Levy is guaranteed to be paid in full by the municipalities and that the District collected its full tax levy for FY2022.

The property owner under the terms of these agreements are required to pay the municipalities an annual service charge in lieu of taxes. In certain cases, a portion of this fee is remitted to the school district. During FY2022 the District received \$512,099 under the terms of the agreements

Hamilton Township School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2022

NOTE 20: SUBSEQUENT EVENTS

The Board of Education has evaluated subsequent events occurring after the financial statement date through March 6, 2023 which is the date the financial statements were available to be issued. The District has determined that there are no material subsequent events that need to be disclosed.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

BUDGETARY COMPARISON SCHEDULES

HAMILTON TOWNSHIP SCHOOL DISTRICT
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
	\$	\$	\$	\$	\$
REVENUES:					
Local Sources:					
Local Tax Levy	118,541,862		118,541,862	118,541,862	(6,710)
Tuition from Individuals	123,960		123,960	117,250	(83,269)
Tuition from Other LEAs Within State	164,040		164,040	80,771	14,314
Transportation Fees From Individuals	30,000		30,000	44,314	(46,357)
Transportation Fees From Other LEAs	50,000		50,000	3,643	410,516
Unrestricted Miscellaneous Revenues	1,856,000		1,856,000	2,266,516	(7,484)
Interest Earned on Maintenance Reserve	8,300		8,300	816	(38,990)
Interest Earned on Capital Reserve Funds	65,000		65,000	26,010	4,479
Other Restricted Miscellaneous Revenues					246,496
Total Local Sources	120,839,162		120,839,162	121,065,660	
Intermediate Sources:					
PILOT Payments to School District	430,000		430,000	512,089	82,089
Total Intermediate Sources	430,000		430,000	512,089	
State Sources:					
Categorical Transportation Aid	1,446,373		1,446,373	1,446,373	1,327,394
Extraordinary Aid	800,000		800,000	2,127,394	
Categorical Special Education Aid	8,198,284		8,198,284	8,198,284	
Equalization Aid	72,061,770		72,061,770	72,061,770	
Categorical Security Aid	630,559		630,559	630,559	
Other State Aids	148,136		148,136	148,136	
On-behalf TPAF Contributions-non-budgeted				31,753,517	31,753,517
On-behalf TPAF N.C.G.I.-non-budgeted				447,998	447,998
Post Retirement Medical-non budgeted				7,523,575	7,523,575
Long Term Disability Insurance				11,650	11,650
Reimbursed TPAF Soc. Sec. Contribution-non-budgeted				6,653,551	6,653,551
Total State Sources	83,136,986		83,136,986	131,002,807	47,865,821
Federal Sources:					
Medicaid Reimbursement	252,846		252,846	138,293	(114,553)
Total Federal Sources	252,846		252,846	138,293	(114,553)
Total Revenues	204,658,994		204,658,994	252,738,860	48,079,866
EXPENDITURES:					
CURRENT EXPENSE:					
Kindergarten	2,707,234	32,475	2,739,709	2,739,709	
Grades 1-5	17,797,192	242,916	18,040,108	17,842,680	197,428
Grades 6-8	12,122,036	(242,035)	11,880,001	11,645,272	234,729
Grades 9-12	18,489,527	710,866	19,179,593	18,943,868	235,725
Salaries of teachers	225,000	195,310	420,310	420,310	
Purchased professional educational services	158,000	(62,667)	95,333	95,333	88,537
Other salaries for instruction	104,840	23,100	128,040	59,504	332,104
Purchased professional - educational services	1,585,106	3,014	1,588,120	1,256,016	16,053
Purchased technical services	52,425	789	53,214	37,171	143,675
Other purchased services (400 - 500 series)	2,710,742	191,381	2,902,123	2,758,249	339,877
General supplies	1,430,869	(100,506)	1,330,363	990,487	97,212
Textbooks	907,550	71,750	979,300	882,088	18,615
Other objects	39,300	17,880	57,180	38,565	18,615
Total regular programs	58,309,521	1,083,484	59,393,005	57,709,251	1,684,154

HAMILTON TOWNSHIP SCHOOL DISTRICT
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Instruction - Special Education:					
Learning and/or Language Disabilities:					
Salaries of Teachers	3,402,983	(31,992)	3,370,991	3,370,939	52
Other salaries for instruction	1,403,791	(114,558)	1,289,233	1,289,232	7,994
General Supplies	25,876	8,457	34,333	26,809	7,524
Total Learning and/or Language Disabilities	4,832,650	(138,094)	4,694,556	4,686,980	7,576
Auditory Disabilities:					
Salaries of Teachers	70,748	(70,748)			
Total Auditory Impairments	70,748	(70,748)			
Behavioral Disabilities:					
Salaries of Teachers	1,166,876	(62,035)	1,104,841	1,104,841	
Other Salaries for Instruction	874,939	(151,428)	723,511	723,511	
Purchased Professional-Educational Services	3,400	3,400	3,400	3,339	61
General Supplies	12,300	(1,333)	10,967	10,387	581
Other Objects		348	348		
Total Behavioral Disabilities	2,057,515	(214,447)	1,843,068	1,842,425	642
Multiple Disabilities:					
Salaries for Teachers	1,110,459	195,045	1,305,504	1,305,503	0
Other Salaries for Instruction	609,717	203,967	813,684	813,685	0
Purchased Prof. Educ Services		2,341	2,341	1,264	1,077
General Supplies	20,000	12,172	32,172	26,346	5,826
Total Multiple Disabilities	1,740,176	413,525	2,153,702	2,146,798	6,904
Resource Room / Resource Center:					
Salaries of Teachers	7,104,841	(7,913)	7,096,928	7,096,010	60,918
Other salaries for instruction	1,184,249	(56,763)	1,127,486	1,084,586	40,899
Purchased Professional-Educational Services	65,000	(12,600)	52,400	6,714	43,686
Purchased Technical Services	8,000	(8,000)			
General Supplies	68,565	(30,271)	38,294	26,160	12,134
Total Resource Room / Resource Center	8,430,655	(117,547)	8,313,108	8,155,470	157,638
Autism:					
Salaries of Teachers	1,076,548	(21,544)	1,055,005	1,055,004	0
Other Salaries for Instruction	944,138	(20,456)	923,682	917,382	6,300
General Supplies	21,000	14,717	35,717	30,812	4,905
Total Autism	2,041,686	(27,282)	2,014,404	2,003,198	11,205
Preschool Disabilities - Part - Time:					
Salaries of Teachers	326,807	38,102	364,909	360,615	4,295
Other Salaries for Instruction	362,320	(34,889)	327,431	330,822	16,609
General Supplies		1,222	1,222		
Total Preschool Disabilities - Part - Time	709,127	4,436	713,563	692,656	20,904
Preschool Disabilities - Full - Time:					
Salaries of Teachers	326,786	35,800	362,586	307,878	54,708
Other Salaries for Instruction	310,404	32,530	342,934	288,470	54,464
Supplies and Materials		324	324	321	3
Total Preschool Disabilities - Full - Time	637,190	68,654	705,854	596,669	109,185
Total Special Education	20,519,747	(81,494)	20,438,253	20,124,199	314,053

HAMILTON TOWNSHIP SCHOOL DISTRICT
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
	\$	\$	\$	\$	\$
Basic Skills / Remedial:					
Salaries of Teachers	2,844,500	18,102	2,862,602	2,662,995	199,607
General Supplies	2,800		2,800	798	2,002
Total Basic Skills / Remedial	2,847,300	18,102	2,865,402	2,663,793	201,610
Bilingual Education Instruction:					
Salaries of Teachers	1,341,259	2,790	1,344,049	1,278,992	65,057
General Supplies	5,000	0	5,000	4,178	822
Textbooks	16,600		16,600	16,325	275
Total Bilingual Education Instruction	1,362,859	2,790	1,365,649	1,299,495	66,154
School Sponsored Co-Curricular Activities:					
Salaries	701,198	(14,839)	686,359	649,801	36,458
Purchased Services (300-500 series)	19,084	(15,878)	3,206	1,934	1,271
Supplies and Materials	81,150	(4,343)	76,807	34,782	42,025
Other Objects	27,697	3,800	31,497	18,759	12,738
Total School Sponsored Co-Curricular Activities	829,129	(31,261)	797,868	705,376	92,492
School Sponsored Athletics:					
Salaries	1,536,528	132,810	1,669,338	1,669,339	
Purchased Services (300-500 Series)	14,250	(1,405)	12,845	9,639	3,206
Supplies and Materials	281,690	(59,031)	222,659	191,684	30,975
Other Objects	251,772	9,400	261,172	206,265	54,907
Total School Sponsored Athletics	2,064,240	81,774	2,146,014	2,076,907	69,107
Summer School Instruction:					
Salaries		42,049	42,049	42,049	
Total Summer School Instruction		42,049	42,049	42,049	
Total Summer School		42,049	42,049	42,049	
Instructional ALI ED Prog Instruction:					
Salaries of Teachers	120,000	65,024	185,024	185,024	
Total Instructional ALI ED Prog Instruction	120,000	65,024	185,024	185,024	
Instructional ALI ED Prog Support:					
Salaries	64,500	5,358	69,858	69,858	
Total Instructional ALI ED Prog Support	64,500	5,358	69,858	69,858	
Total Instructional ALI ED Program	184,500	70,382	254,882	254,882	
Other Instructional Programs Instruction:					
Salaries	4,000	(660)	3,340		3,340
Total Other Instructional Programs Instruction	4,000	(660)	3,340		3,340
Community Services Programs/Operation:					
Salaries	6,000		6,000	5,730	270
Other Objects	8,750		8,750	8,750	
Total Community Services Programs/Operation	14,750		14,750	5,730	9,020
Total Other Instructional Programs	7,326,778	183,177	7,509,955	7,048,232	461,723
Total - Instruction	86,156,446	1,185,167	87,341,612	84,881,682	2,459,929

HAMILTON TOWNSHIP SCHOOL DISTRICT
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Undistributed Expenditures:					
Instruction:					
Tuition to Other LEAs within the State - Regular	\$ 88,160	\$ 46,649	\$ 134,809	\$ 134,809	
Tuition to Other LEAs within the State - Special		498,436	498,436	498,436	
Tuition to County Vocational School District - Regular	865,170	141,587	1,006,757	1,006,757	
Tuition to County Vocational School District - Sp Ed	382,500	33,888	416,388	416,388	
Tuition to CSSD & Regional Day Schools	3,151,671	(160,783)	2,990,888	2,990,888	
Tuition to Private Schools for the Handicapped w/in State	4,743,467	(277,810)	4,465,657	4,465,657	
Tuition - State Facilities		84,244	84,244	84,244	
Tuition - Other	362,000	205,847	567,847	567,847	
Total Undistributed Expenditures - Instruction	9,677,212	487,834	10,165,046	10,165,046	
Attendance and Social Work Services:					
Salaries	367,128	10,535	377,663	365,058	12,604
Purchased Professional and Technical Services	107,784	(773)	107,011	81,452	25,559
Other Purchased Services (400-500 series)	6,120		6,120	3,375	2,745
Supplies and Materials	1,500		1,500	22	1,478
Total Attendance and Social Work Services	482,532	9,762	492,294	449,907	42,387
Health Services:					
Salaries	2,213,479	165,632	2,379,311	2,267,230	112,081
Purchased Professional and Technical Services	164,115	(5,845)	158,270	153,038	5,232
Other Purchased Services	1,250	(1,250)			
Supplies and Materials	30,515	(5,121)	25,394	23,406	1,988
Total Health Services	2,409,359	153,617	2,562,976	2,443,674	119,302
Other Support Services - Speech, OT, PT & Related Services:					
Salaries	2,147,050	188,166	2,335,216	2,267,390	67,826
Purchased Professional - Educational Services	1,126,970	265,769	1,392,739	1,387,528	5,211
Supplies and Materials	20,252	4,584	24,836	22,859	1,977
Total Other Support Services - Speech, OT, PT & Related Services	3,294,272	458,519	3,752,791	3,677,777	75,014
Other Support Services - Students - Extra Services					
Salaries	909,429	(46,311)	863,118	785,278	77,840
Purchased Professional - Educational Services	1,816,500	(430,160)	1,386,340	1,173,231	13,109
Total Other Support Services - Students - Extra Services	2,525,929	(476,471)	2,049,458	1,958,509	90,949

HAMILTON TOWNSHIP SCHOOL DISTRICT
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
	\$	\$	\$	\$	\$
Guidance:					
Salaries of Other Professional Staff	3,925,863	84,514	4,010,377	3,887,012	113,364
Salaries of Secretarial and Clerical Assistants	609,275	(39,183)	570,092	539,123	30,969
Other Salaries		2,756	2,756		
Unused Vacation Payment to Terminated/Retired Staff		5,727	5,727		
Purchased Professional - Educational Services	61,695	1,316	63,011	60,972	2,039
Supplies and Materials	13,846	(1,342)	12,504	7,980	4,524
Other Objects	5,820	1,353	7,173		1,263
Total Guidance	4,616,489	55,740	4,672,229	4,590,080	152,150
Child Study Teams:					
Salaries of Other Professional Staff	5,091,716	(270)	5,091,446	5,051,830	39,616
Salaries of Secretarial and Clerical Assistants	615,153	(39,816)	575,337	516,480	58,856
Salaries of ABA in Home Therapy		17,058	17,058	17,024	34
Unused Vac. Payment to Terminated/Retired Staff		34,120	34,120		
Purchased Professional Educational Services	888,423	8,273	896,696	891,708	4,988
Other Purchased Professional and Technical Svcs.	6,750	(5,005)	1,746		89
Other Purchased Services (400-500 series)	32,832	(2,602)	30,230	26,096	4,134
Supplies and Materials	27,000	8,798	35,798		
Other Objects	300	(300)			2
Total Child Study Teams	6,682,174	20,255	6,682,429	6,574,710	107,719
Improvement of Instruction Services					
Other Support Services - Instructional Staff:					
Summer Curriculum Development					
Salaries of Supervisors of Instruction	1,200,479	(36,259)	1,164,220	1,123,716	40,504
Salaries of Other Professional Staff	237,907	8,239	246,206	246,206	
Salaries of Secretarial and Clerical Assts.	229,165	(3,261)	225,904	196,283	29,621
Unused Vacation Payment to Terminated/Retired Staff		31,222	31,222		
Other Purchased Services (400-500)	3,488	4,000	7,488		
Supplies and materials	209,471	(66,571)	140,900	136,187	1,757
Total Improvement of Instruction Services / Other Support Services - Instructional Staff	1,880,510	(64,571)	1,815,939	1,739,343	76,596
Educational Media Services / School Library:					
Salaries	1,143,705	(4,754)	1,138,952	1,086,234	50,718
Purchased Professional and Technical Services	76,623	(903)	75,720	32,653	43,067
Supplies and materials	103,796	33,107	136,903	116,785	20,118
Total Educational Media Services / School Library	1,324,124	27,451	1,351,575	1,237,671	113,903
Instructional Staff Training Services:					
Salaries of Other Professional Staff	23,000		23,000	16,035	6,965
Other Purchased Professionals - Educational Svcs.	252,950		252,950	249,885	3,065
Other Purchased Services (400-500)	34,500		34,500	22,166	12,334
Supplies and materials	3,000	(878)	2,122	312	1,809
Total Instructional Staff Training Services	313,450	(878)	312,572	286,398	24,174

HAMILTON TOWNSHIP SCHOOL DISTRICT
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
	\$	\$	\$	\$	
Support Services General Administration:					
Salaries	363,663	193	363,856	287,224	66,632
Unused Vacation Payment to Terminated/Retired Staff	303,000	24,071	24,071	24,071	80,900
Legal Services	63,240	14,100	317,100	236,200	411,366
Audit Fees	191,708	1,760	65,000	65,000	30,792
Architectural/Engineering Services	108,800	714,232	905,940	494,574	70,587
Other Purchased Professional Services	263,080	61,650	139,658	139,658	3,460
Communications / Telephone	3,500	(11,000)	252,080	181,493	122,500
Board Travel Expense	912,850	146,305	1,059,155	936,655	5,993
Miscellaneous Expenditures	19,800	(1,152)	18,648	12,855	2,500
General Supplies	2,500	230,666	2,500	1,419,216	20,300
BOE In- House Training/ Meeting Supplies	1,208,820	1,439,516	1,439,516	25,387	1,466
Judgments against the District	7,350	19,504	26,854	27,563	1,437
Miscellaneous Expenditures	29,000	29,000	29,000	27,563	1,437
BOE Membership Dues and Fees	3,477,311	1,200,359	4,677,670	3,859,736	817,934
Total Support Services General Administration					
	5,756,191	(13,601)	5,752,590	5,735,456	17,134
	2,495,171	81,839	2,577,010	2,572,803	4,207
	15,700	6,493	22,193	19,256	2,937
	40,000	135,076	175,076	175,076	3,962
	10,648	(346)	10,301	6,338	22,401
	76,915	2,402	79,317	56,916	23,730
	104,820	(25,113)	79,707	55,977	7,119
	62,608	51	62,659	55,540	81,431
	5,572,053	186,739	8,758,852	8,677,361	160,600
Central Service:					
Salaries	1,747,809	35,245	1,783,154	1,622,554	1,808
Unused Vacation Payment to Terminated/Retired Staff	2,000	36,927	38,927	38,927	17,300
Purchased Professional Services	18,300	2,000	18,300	1,000	22,352
Other Purchase Professional Service	126,590	(11,597)	114,993	92,640	8,232
Misc. Purch Services (400-500)	15,900	35,583	51,483	43,252	2,265
Supplies and Materials	65,400	3,184	68,584	66,319	2,265
Miscellaneous Expenditures	1,975,999	101,442	2,077,441	1,864,884	212,557
Total Central Service					
	1,357,060	55,283	1,412,363	1,397,055	15,309
	306,700	3,813	3,813	3,813	7,224
	87,160	89,501	396,201	396,201	28,494
	50,767	(35,483)	51,677	44,454	51,026
	1,801,707	28,109	78,876	50,382	28,494
	1,801,707	141,224	1,942,931	1,891,905	51,026
Administrative Information Technology:					
Salaries	2,548,484	(82,371)	2,466,113	2,446,985	19,128
Unused Vacation Payment to Terminated/Retired Staff	1,457,807	(199,393)	1,258,414	824,391	434,023
Purchased Technical Services	434,964	349	435,313	387,419	47,894
Other Purchased Services	11,100	38,000	49,100	46,327	2,773
Supplies and Materials	11,100	(243,415)	4,453,555	3,705,272	504,668
Total Administrative Information Technology					
	2,548,484	(82,371)	2,466,113	2,446,985	19,128
	1,457,807	(199,393)	1,258,414	824,391	434,023
	434,964	349	435,313	387,419	47,894
	11,100	38,000	49,100	46,327	2,773
	11,100	(243,415)	4,453,555	3,705,272	504,668
Total Required Maintenance for School Facilities					
	2,548,484	(82,371)	2,466,113	2,446,985	19,128
	1,457,807	(199,393)	1,258,414	824,391	434,023
	434,964	349	435,313	387,419	47,894
	11,100	38,000	49,100	46,327	2,773
	11,100	(243,415)	4,453,555	3,705,272	504,668

HAMILTON TOWNSHIP SCHOOL DISTRICT
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Custodial Services:					
Salaries	\$ 6,604,344	\$ (146,916)	\$ 6,457,428	\$ 6,229,758	\$ 227,670
Unused Vacation Payment to Terminated/Retired Staff		10,625	10,625	10,625	
Purchased Professional and Technical Services	42,830	65,150	107,980	52,331	12,818
Cleaning, Repair and Maintenance Services	739,128	89,840	828,968	799,657	29,312
Rental of Land and Building	100,000		100,000	97,161	2,839
Lease Purchase Pymts- Energy Savings Impr Prog	1,139,972		1,139,972	1,139,972	
Other Purchased Property Services	388,700	(63,948)	324,752	291,976	32,776
Insurance	260,823	(10,456)	250,367	250,367	
Miscellaneous Purchased Services	7,500	2,350	9,850	7,176	2,674
General Supplies	405,080	(5,309)	399,771	332,148	67,623
Energy (Natural Gas)	873,438	1,131,343	2,004,781	1,027,041	1,043,303
Energy (Heat and Electricity)	1,492,654	(234,770)	1,257,884	1,055,664	192,220
Energy (Gasoline)	42,250	36,091	78,341	77,943	398
Other Objects	11,300		11,300	11,100	201
Total Custodial Services	12,098,019	(42,268)	12,055,751	11,382,918	672,833
Care and Upkeep of Grounds:					
Salaries	664,802	(62,287)	602,515	566,882	35,632
Unused Vacation Payment to Terminated/Retired Staff		7,118	7,118	7,118	
Cleaning, Repair And Maintenance	51,000	24,630	75,630	57,779	17,851
General Supplies	100,881	(4,630)	96,251	75,717	20,534
Total Care and Upkeep of Grounds	816,683	(35,199)	781,484	707,496	74,018
Security:					
Salaries	593,492	(104,620)	488,872	481,977	6,895
Purchased Professional and Technical Services	184,140	12,175	196,315	155,385	40,930
General Supplies	29,330	(2,485)	26,845	9,194	17,651
Other Objects	7,300	500	7,800	1,368	6,432
Total Security	814,262	(94,430)	719,832	647,923	71,909
Student Transportation Services:					
Salaries for Pupli Transportation (Between Home and School) - Regular	265,339	246	265,585	265,584	1
Salaries for Pupli Transportation (Between Home and School) - Special	317,971	9,164	327,135	327,135	0
Transportation- Other Purchased Prof & Tech	13,800	(459)	13,341	6,341	7,000
Cleaning, Repair and Maintenance Services	13,000	(5,300)	7,700	3,695	4,005
Rental Payments	43,000	14,600	57,600	57,600	
Contracted Services - Aid in Lieu Payments-NonPub Sch	500,000		500,000	450,183	49,817
Contracted Services (Between Home & School) - Vendors and School) - Vendors	3,525,000	34,641	3,559,641	3,559,641	0
Contract Services (Sp. Ed. Stds.) - Vendors	676,075	54,526	730,601	613,888	116,713
Contracted Svcs. (Spec. Ed. Studs) - Jointly Agree.	6,426,372	1,080,785	7,507,157	7,465,918	41,239
Contracted Svcs - (Spec. Ed. Stud) - ESCS & CTAs		68,737	68,737	67,238	1,499
Miscellaneous Purchased Services - Transportation	1,100,000	(154,771)	945,229	843,470	101,759
General Supplies	2,300	(1,400)	900	400	500
Transportation Supplies	33,000		33,000	1,862	638
Other Objects	2,265	31,791	34,056	57,125	7,666
Total Student Transportation Services	12,919,922	1,131,384	14,051,306	13,720,569	330,737

HAMILTON TOWNSHIP SCHOOL DISTRICT
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Unallocated Benefits - Employee Benefits:					
Group Insurance	\$ 145,000	\$ 25,858	\$ 170,858	\$ 144,481	\$ 26,377
Social Security Contributions	2,159,320	250,787	2,410,107	2,330,579	79,528
T.P.A.F. Contributions - ERIP	250	863	1,103	1,103	
Other Retirement Contributions - PERS	3,106,530	299,691	3,406,221	3,406,063	158
Workmen's Compensation	953,040	(96,477)	856,563	591,948	264,715
Health Benefits	30,048,347	(4,325,619)	25,722,728	25,029,860	693,868
Tuition Reimbursements	285,000	52,976	337,976	308,692	9,284
Unused sick payment	1,120,000	55,000	1,175,000	1,068,310	86,690
Total Unallocated Benefits - Employee Benefits	37,798,487	(3,736,931)	34,061,556	32,900,936	1,160,620
On-Behalf TPAF Contributions (Non-Budgeted):					
NCGI-non-budgeted				31,753,517	(31,753,517)
Post Retirement Medical-non budgeted				447,988	(447,988)
Reimbursed TPAF Social Security Contribution-non-budgeted				7,523,575	(7,523,575)
Long Term Disability Insurance				6,653,551	(6,653,551)
				11,650	(11,650)
Total TPAF Pension/Social Security				46,390,291	(46,390,291)
Total Undistributed Expenditures	117,914,059	(719,747)	117,194,312	158,804,408	(41,610,096)
General Current Expense:					
Interest Earned on Maintenance Reserve	8,300		8,300	8,300	
Total General Current Expense	8,300		8,300	8,300	
TOTAL EXPENDITURES - CURRENT EXPENSE	204,078,805	465,419	204,544,224	243,686,090	(39,141,866)
CAPITAL OUTLAY:					
Equipment:					
Grades 1-5		4,554	4,554	4,533	21
Grades 9-12 - Equipment	13,500	24,026	37,526	29,890	7,636
Multiple Disabilities		8,769	8,769	8,513	256
Cognitive - Severe		11,430	11,430	11,430	
Undistributed/Req. Maint. For Schools		27,922	27,922	21,651	6,271
Unidist. Expend. - Care and Upkeep of Grounds		8,369	8,369	6,306	2,063
Total Equipment	13,500	85,070	98,570	82,323	16,246
Facilities Acquisition and Construction Services:					
Construction services	4,049,661	278,600	4,328,261	3,822,753	505,508
Other Objects	146,170		146,170	146,170	
Assessment for Debt Service on SDA Funding	4,195,831	278,600	4,474,431	3,966,923	505,508
Total Facilities Acquisition and Construction Services	8,391,662	557,200	8,948,861	7,935,846	1,013,015
Interest Deposit to Capital Reserve	65,000		65,000	65,000	
TOTAL CAPITAL OUTLAY	4,274,331	363,670	4,638,001	4,051,246	586,755
Total Adult Education Local					
Transfer of funds to charter schools	4,617,517	(438,469)	4,179,028	4,179,028	
TOTAL EXPENDITURES	212,970,653	390,600	213,361,253	251,916,394	(38,555,112)

HAMILTON TOWNSHIP SCHOOL DISTRICT
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Excess (deficiency) of revenues over (under) expenditures	\$ (6,311,659)	\$ (390,600)	\$ (6,702,259)	\$ 822,485	\$ 9,524,754
Other financing sources (uses)				9,539	9,539
Transfers from Other Funds				9,539	9,539
Total other financing sources(uses)					
Excess of revenues and other financing sources over expenditures and other expenditures and other financing sources	(6,311,659)	(390,600)	(6,702,259)	832,035	9,534,293
Fund balances, July 1	27,905,652		27,905,652	27,905,652	
Fund balances, June 30	19,593,993	(390,600)	19,203,393	28,727,687	9,524,293

Recapitulation:
 Non-Spendable - Inventory
 Assigned - year-end encumbrances
 Restricted:
 Capital reserve
 Maintenance reserve
 State Unemployment Insurance
 Unassigned fund balance
 Assigned - designated for subsequent years expenditures
 Reconciliation to governmental funds statements (GAAP):
 Prior Year aid payment not recognized on GAAP basis
 Fund balance per governmental funds (GAAP)

HAMILTON TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL
REVENUES:					
State sources	\$ 1,558,901	\$ 426,555	\$ 1,985,456	\$ 1,695,896	(289,560)
Federal sources	28,779,581	2,310,402	31,089,983	12,558,973	(18,531,010)
Other sources	1,490,742	51,151	1,541,893	712,682	(829,211)
Total revenues	31,829,224	2,788,107	34,617,331	14,967,550	(19,649,780)
EXPENDITURES:					
Instruction:					
Salaries of teachers	3,548,921	(730,244)	2,818,677	1,247,325	1,571,352
Other salaries for instruction	337,254	(90,807)	246,447	155,533	90,914
Purchased professional services	6,436	90,211	96,647	56,957	39,690
Purchased professional - educational services	1,890,200	994,597	2,884,797	1,168,604	1,716,193
Purchased technical services		3,000	3,000		3,000
Other Purchased Services		6,900	6,900	6,900	
Telephone/Communications		50,330	50,330	11,469	38,861
Tuition	3,160,001	289,755	3,449,756	2,697,756	752,000
Travel	50,000	(50,000)			
Supplies and materials	1,466,387	185,448	1,651,835	1,041,600	610,235
Textbooks	68,000	18,149	86,149	67,316	18,833
Other Objects	792	284	1,076	311	765
Total instruction	10,527,991	767,624	11,295,615	6,453,772	4,841,843
Support services:					
Salares of program directors	732,598	991,489	1,724,087	718,508	1,005,579
Salaries of Other professional staff		6,400	6,400		6,400
Other Salaries		366,476	366,476	65,775	300,701
Personal services - employee benefits	615,963	327,989	943,952	644,482	299,470
Purchased professional services	79,902	1,958,551	2,038,453	1,410,886	627,567
Purchased professional - educational services	1,971,135	(1,125,027)	846,108	370,371	475,737
Purchased professional - technical services	15,558		15,558		15,558
Other Purchased Services	44,996	68,800	113,796	15,000	98,796
Contracted services(other than btw home & school - Vendors	158	2,500	2,658	158	2,500
Travel	381,458	(222,254)	159,204	36,454	122,751
Supplies and materials	1,479,534	135,575	1,615,109	993,303	621,806
Miscellaneous expenditures	1,360,000		1,360,000	589,156	770,844
Total support services	6,681,302	2,510,498	9,191,800	4,844,092	4,347,709
Facilities acquisition and construction services:					
Buildings	14,339,642	(492,371)	13,847,271	3,358,500	10,488,771
Instructional equipment		130	130		130
Non-Instructional equipment		2,226	2,226		2,226
Construction	280,289		280,289	280,289	
Total facilities acquisition and construction serv.	14,619,931	(490,015)	14,129,916	3,638,789	10,491,127
Total expenditures	31,829,224	2,788,107	34,617,331	14,936,653	19,680,678
Excess (deficiency) of revenues over (under) expenditures	-	-	-	30,898	(30,898)
Fund Balance, July 1				740,433	
Fund Balance, June 30			\$	771,331	

HAMILTON TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
BUDGET TO GAAP RECONCILIATION
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Note A - Explanation of difference between budgetary inflows and outflows and GAAP Revenues and Expenditures

	<u>GENERAL FUND</u>	<u>SPECIAL REVENUE FUND</u>
Sources/inflows of resources		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	\$252,738,860	\$14,967,550
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Add prior year encumbrances		74,742
Less current year encumbrances		(3,129,395)
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year	(7,663,921)	
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	6,940,271	
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	\$252,015,210	\$11,912,898
Uses/outflows of resources		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule.	\$251,916,364	\$14,936,653
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.		
Add prior year encumbrances		74,742
Less current year encumbrances		(3,129,395)
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	\$251,916,364	\$11,882,000

REQUIRED SUPPLEMENTARY INFORMATION - PART III

SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR PENSION (GASB 68)

HAMILTON TOWNSHIP SCHOOL DISTRICT
 SCHEDULE OF THE DISTRICTS PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 PUBLIC EMPLOYEES RETIREMENT SYSTEM
 LAST TEN YEARS

	Measurement Date Ending June 30, 2021	Measurement Date Ending June 30, 2020	Measurement Date Ending June 30, 2019	Measurement Date Ending June 30, 2018	Measurement Date Ending June 30, 2017	Measurement Date Ending June 30, 2016	Measurement Date Ending June 30, 2015	Measurement Date Ending June 30, 2014	Measurement Date Ending June 30, 2013
District's proportion of the net pension liability (asset)	0.2881390359%	0.2839735126%	0.2770048260%	0.2914616700%	0.2903429124%	0.3003493165%	0.2801148926%	0.2796626728%	0.2730809259%
District's proportionate share of the net pension liability (asset)	\$34,134,389	\$46,308,654	\$49,912,067	\$57,387,350	\$67,587,189	\$69,843,367	\$65,124,980	\$52,390,645	\$52,191,191
District's covered-employee payroll	21,131,337	21,019,464	20,031,559	19,590,657	20,287,601	19,844,925	18,447,795	19,754,726	19,395,974
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	161.53%	220.31%	249.17%	292.95%	333.15%	452.73%	353.02%	265.21%	269.08%
Plan fiduciary net position as a percentage of the total pension liability	70.39%	58.32%	56.27%	53.60%	48.10%	40.14%	47.92%	52.08%	48.72%

Note: This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is completed, governments should present information for those years for which information is available.

HAMILTON TOWNSHIP SCHOOL DISTRICT
 SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS
 PUBLIC EMPLOYEES RETIREMENT SYSTEM
 Last Ten Years

	Fiscal Year Ending June 30, 2022	Fiscal Year Ending June 30, 2021	Fiscal Year Ending June 30, 2020	Fiscal Year Ending June 30, 2019	Fiscal Year Ending June 30, 2018	Fiscal Year Ending June 30, 2017	Fiscal Year Ending June 30, 2016	Fiscal Year Ending June 30, 2015	Fiscal Year Ending June 30, 2014
Contractually required contribution	\$ 3,675,347	\$ 3,106,527	\$ 2,694,454	\$ 2,899,102	\$ 2,913,664	\$ 2,689,717	\$ 2,694,912	\$ 2,494,210	\$ 2,306,826
Contributions in relation to the contractually required contribution	3,675,347	3,106,527	2,694,454	2,899,102	2,913,664	2,689,717	2,694,912	2,494,210	2,306,826
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	21,866,185	21,131,337	21,019,464	20,031,559	19,590,657	20,287,601	19,844,925	18,447,735	19,754,726
Contributions as a percentage of covered-employee payroll	16.79%	14.70%	12.82%	14.47%	14.87%	13.26%	13.58%	13.52%	11.68%

Note: This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

HAMILTON TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS PENSION AND ANNUITY FUND
 LAST TEN YEARS

	Measurement Date Ending June 30, 2021	Measurement Date Ending June 30, 2020	Measurement Date Ending June 30, 2019	Measurement Date Ending June 30, 2018	Measurement Date Ending June 30, 2017	Measurement Date Ending June 30, 2016	Measurement Date Ending June 30, 2015	Measurement Date Ending June 30, 2014	Measurement Date Ending June 30, 2013
District's proportion of the net pension liability (asset)	0.7531444090%	0.7755592375%	0.7809615082%	0.7576567172%	0.7920642357%	0.7949697212%	0.7972858276%	0.7890660282%	0.7844176179%
State's proportionate share of the net pension liability (asset) associated with the District	\$362,075,595	\$510,696,426	\$479,283,449	\$462,004,929	\$534,038,268	\$625,373,799	\$503,918,690	\$421,730,111	\$396,438,495
District's covered-employee payroll	88,721,658	84,852,660	81,657,147	82,274,742	80,182,382	78,043,603	79,890,797	78,364,476	77,482,940
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	0%	0%	0%	0%	0%	0%	0%	0%	0%
State's Proportionate Share of the Total Net Pension Liability associated with the District as a percentage of the District's Covered-Employee Payroll	408.10%	601.86%	586.95%	565.85%	666.03%	801.31%	630.76%	538.16%	511.65%
Plan fiduciary net position as a percentage of the total pension liability	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%

Note: This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

HAMILTON TOWNSHIP SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION PART III
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS)

Change in benefit terms:

None

Change in assumptions:

The following assumptions were used in calculating the net pension liability in their respective accounting periods:

Measurement Date Ending <u>June 30,</u>	Discount <u>Rate</u>	Long-Term Expected Rate of <u>Return</u>	Actuarial Experience <u>Study Period</u>
2021	7.00%	7.00%	07/01/14-06/30/18
2020	7.00%	7.00%	07/01/14-06/30/18
2019	6.28%	7.00%	07/01/14-06/30/18
2018	5.66%	7.00%	07/01/11-06/30/14
2017	5.00%	7.00%	07/01/11-06/30/14
2016	3.98%	7.65%	07/01/11-06/30/14
2015	4.90%	7.90%	07/01/08-06/30/11
2014	5.39%	7.90%	07/01/08-06/30/11
2013	5.55%	7.90%	07/01/08-06/30/11

TEACHERS PENSION AND ANNUITY FUND (TPAF)

Change in benefit terms:

None

Change in assumptions:

The following assumptions were used in calculating the net pension liability in their respective accounting periods:

Measurement Date Ending <u>June 30,</u>	Discount <u>Rate</u>	Long-Term Expected Rate of <u>Return</u>	Actuarial Experience <u>Study Period</u>
2021	7.00%	7.00%	07/01/15-06/30/18
2020	5.40%	7.00%	07/01/15-06/30/18
2019	5.60%	7.00%	07/01/15-06/30/18
2018	4.86%	7.00%	07/01/12-06/30/15
2017	4.25%	7.00%	07/01/12-06/30/15
2016	3.22%	7.65%	07/01/12-06/30/15
2015	4.13%	7.90%	07/01/09-06/30/12
2014	4.68%	7.90%	07/01/09-06/30/12
2013	4.95%	7.90%	07/01/09-06/30/12

REQUIRED SUPPLEMENTARY INFORMATION - PART IV

**SCHEDULE RELATED TO ACCOUNTING AND REPORTING FOR POST-RETIREMENT BENEFITS
OTHER THAN PENSION (GASB 75)**

HAMILTON TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF CHANGES IN THE DISTRICT'S
TOTAL OPEB LIABILITY AND RELATED RATIOS
LAST TEN YEARS

	Measurement Date Ended June 30,			
	2021	2020	2019	2018
Total Non-Employer OPEB Liability - State's Proportionate Share of Total OPEB Liability Associated with the School District				
Balance at 6/30	\$594,039,193	\$364,885,924	\$412,156,727	\$482,816,104
Changes for the year:				
Service cost	25,744,768	13,935,449	13,548,164	15,662,557
Interest	13,514,172	13,084,763	16,266,463	17,656,754
Changes of benefit terms	(554,495)			
Differences between expected and actual experience	(102,000,780)	103,650,785	(71,657,025)	(46,041,618)
Changes in assumptions or other inputs	513,964	108,510,547	5,440,479	(47,297,047)
Membership Contributions	345,491	313,458	332,026	380,901
Benefit payments - Net	(10,645,382)	(10,341,733)	(11,200,910)	(11,020,924)
Net changes	<u>(73,082,262)</u>	<u>229,153,269</u>	<u>(47,270,803)</u>	<u>(70,659,377)</u>
Balance at 6/30	<u>\$520,956,931</u>	<u>\$594,039,193</u>	<u>\$364,885,924</u>	<u>\$412,156,727</u>
Covered Employee Payroll	109,852,995	105,872,124	101,688,706	101,865,399
District's Proportionate Share of the Total Non-Employer OPEB Liability as a percentage of the District's Covered Employee Payroll	-0-	-0-	-0-	-0-
State's Proportionate Share of the Total Non-Employer OPEB Liability associated with the District as a percentage of the District's Covered Employee Payroll	474.23%	561.09%	358.83%	404.61%
				475.45%

Note: Schedule is intended to show ten year trend. Additional years will be reported as they become available.

HAMILTON TOWNSHIP SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION PART IV
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Change in benefit terms:

The implementation of Chapter 44 Plan and contribution strategy affecting pre-Medicare future and current retirees and dependents who enroll in the New Jersey Educator Health Plan option upon retirement and were not grandfathered under Chapter 78 (fewer than 20 years of service as of July 1, 2011) is reflected for the Fiscal Year Ending June 30, 2022 as a Plan change.

Change in assumptions:

The following assumptions were used in calculating the net OPEB liability in their respective accounting periods:

Measurement Date Ending <u>June 30,</u>	Discount <u>Rate</u>
2021	2.16%
2020	2.21%
2019	3.50%
2018	3.87%

OTHER SUPPLEMENTARY INFORMATION

**SPECIAL REVENUE FUND
DETAIL STATEMENTS**

HAMILTON TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	TITLE I REALLOCATION	TITLE II A	TITLE II B	TITLE III E	TITLE III IMMIGRANT	TITLE IV	IDEA PART B	IDEA PART B - ARP	IDEA PRESCHOOL	IDEA PRESCHOOL ARP	CABLE PERKINS
REVENUES:											
State	\$ 1,843,337	\$ 166,643	\$ 3,499	\$ 68,082	\$ 36,803	\$ 108,909	\$ 3,801,654	\$ 483,854	\$ 18,609	\$ 13,091	\$ 58,243
Federal sources											
Local sources											
Total revenues	\$ 1,843,337	\$ 166,643	\$ 3,499	\$ 68,082	\$ 36,803	\$ 108,909	\$ 3,801,654	\$ 483,854	\$ 18,609	\$ 13,091	\$ 58,243
EXPENDITURES:											
Instruction:											
Salaries of teachers	\$ 570,476	\$ 59,253	\$	\$	\$ 1,320	\$	\$	\$	\$	\$	\$ 7,120
Other salaries for instruction	80,003					2,070					27,670
Purchased professional - technical services	25,098										
Purchased professional - educational services											
Contracted Services:											
Communication/telephone											
Tuition	135,320	3,499			34,083	46,258	2,697,756	177,534	17,304	8,776	4,261
Supplies and materials							322,649				
Textbooks											
Other Objects	814,838	59,253	3,499	68,082	35,493	48,308	3,020,405	177,534	17,304	8,776	39,050
Support services:											
Salaries of program directors	438,735	26,439									10,643
Salaries of Other professional staff											
Personnel services - employee benefits	475,637										
Purchased professional services	66,545	74,875		35,035	1,400	60,581	781,249	306,320		4,315	8,550
Purchased professional - educational services											
Purchased professional - technical services											
Other Purchased Services:	15,000										
Contracted Services:											
(btw home & school) - Vendors											
(other than btw home & school) - Vendors											
(other than btw home & school)-Grant Agreements											
Travel	8,200										
Supplies and materials	26,389	6,077							1,304		
Miscellaneous											
Total support services	1,028,500	107,391		68,082	1,400	60,581	781,249	306,320	1,304	4,315	19,193
Facilities acquisition and construction serv:											
Buildings											
Instructional equipment											
Non - instructional equipment											
Construction											
Total facilities acquisition and construction serv.											
Total expenditures	\$ 1,843,337	\$ 166,643	\$ 3,499	\$ 68,082	\$ 36,803	\$ 108,909	\$ 3,801,654	\$ 483,854	\$ 18,609	\$ 13,091	\$ 58,243
Excess (Deficiency) of Revenues	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Over (Under) Expenditures	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Fund Balance, July 1	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Fund Balance, June 30	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$

HAMILTON TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	CARES ACT	ARP CARES SUPPLEMENTAL	CRBSA ACT ESSER III	CRBSA ACT LEARNING ACCELERATION	CRBSA ACT MENTAL HEALTH SUPPORT	ARP ESSER III	ARP ESSER II MENTAL HEALTH SUPPORT STAFFING	NONPUBLIC TEACHERS	COMPENSATORY EDUCATION	ENGLISH AS SECOND LANGUAGE	NON-PUBLIC NJ CH 182	HOME INSTRUCTION
REVENUES:												
State sources	\$ 13,146	\$ 720,000	\$ 4,121,920	\$ 331,371	\$ 22,788	\$ 610,704	\$ 68,767	\$ 67,316	\$ 398,057	\$ 12,713	\$ 34,373	\$ 479
Federal sources												
Local sources												
Total revenues	\$ 13,146	\$ 720,000	\$ 4,121,920	\$ 331,371	\$ 22,788	\$ 610,704	\$ 68,767	\$ 67,316	\$ 398,057	\$ 12,713	\$ 34,373	\$ 479
EXPENDITURES:												
Instruction:												
Salaries of teachers			365,047	220,319								
Other salaries for instruction			75,530									
Salaries of program directors					14,883							
Salaries of Other professional staff				109,176								
Other Salaries			43,805		7,906					12,713		479
Personal services - employee benefits			161,240									
Purchased professional services				1,876			68,767					
Purchased professional - educational services												
Purchased professional - technical services												
Other Purchased Services												
Contracted Services:												
(low home & school) - Vendors												
(other than low home & school) - Vendors												
(other than low home & school)-Grant Agreements												
Tuition			14,729									
Supplies and materials			8,643									
Miscellaneous						610,704						
Total support services			557,350	111,052	22,788	610,704	68,767					
Facilities acquisition and construction serv:												
Buildings		720,000	2,638,500									
Instructional equipment												
Non - instructional equipment												
Construction												
Total facilities acquisition and construction serv.		720,000	2,638,500									
Total expenditures	\$ 13,146	\$ 720,000	\$ 4,121,920	\$ 331,371	\$ 22,788	\$ 610,704	\$ 68,767	\$ 67,316	\$ 398,057	\$ 12,713	\$ 34,373	\$ 479
Excess (Deficiency) of Revenues	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Over (Under) Expenditures												
Fund Balance, July 1												
Fund Balance, June 30												

HAMILTON TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	SUPPLEMENTAL INSTRUCTION	NON-PUBLIC EXAMINATION AND CLASSIFICATION	CORRECTIVE SPEECH	NON-PUBLIC NURSING	NON-PUBLIC TECHNOLOGY	NON-PUBLIC SECURITY/LAID	NUSDA EMERGENCY PROGRAM	INFRASTRUCTURE GRANT	WATER	SNAP GRANT	STUDENT ACTIVITIES	SCHOLARSHIPS	OTHER LOCAL	TOTAL
REVENUES:	140,402 \$	180,142 \$	90,632 \$	155,223 \$	55,369 \$	213,066 \$	280,289 \$	7,835 \$	60,000 \$	616,658 \$	92,629 \$	1,695,896 \$		12,558,973 \$
State sources														712,682
Federal sources														14,867,550
Local sources														
Total revenues	140,402 \$	180,142 \$	90,632 \$	155,223 \$	55,369 \$	213,066 \$	280,289 \$	7,835 \$	60,000 \$	616,658 \$	92,629 \$	3,396 \$	52,629 \$	14,867,550
EXPENDITURES:														
Instruction:														
Salaries of teachers														1,247,325
Salaries of other professional staff														155,533
Other salaries for instruction			90,632										5,130	56,957
Purchased professional - technical services	140,402	180,142												1,198,894
Other Purchased Services														6,900
Contractual services														11,489
Tuition					55,369									2,697,756
Supplies and materials													25,709	1,041,600
Textbooks														67,316
Other Objects														311
Total instruction	140,402	180,142	90,632	155,223	55,369	213,066	280,289	7,835	60,000	616,658	92,629	3,396	31,400	6,453,772
Support services:														
Salaries of program directors														716,588
Salaries of other professional staff														65,775
Other salaries														644,482
Personal services - employee benefits														1,410,886
Purchased professional services				155,223									810	370,371
Purchased professional - educational services														15,000
Purchased professional - technical services														
Other Purchased Services														
Contracted Services:														
(low home & school) - Vendors														158
(other than low home & school) - Vendors														36,454
Travel														893,303
Supplies and materials														589,156
Miscellaneous														4,844,092
Total support services				155,223		213,066	280,289	7,835	36,390	577,156	12,000		57,080	893,303
Facilities acquisition and construction serv:														3,396,500
Buildings							280,289							280,289
Instructional equipment							280,289							3,038,789
Non - instructional equipment							280,289							14,936,653
Construction							280,289							14,936,653
Total facilities acquisition and construction serv.	140,402 \$	180,142 \$	90,632 \$	155,223 \$	55,369 \$	213,066 \$	280,289 \$	7,835 \$	60,000 \$	577,156 \$	12,000 \$		92,629 \$	14,936,653
Total expenditures	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Excess (Deficiency) of Revenues Over (Under) Expenditures														30,898
Fund Balance - July 1														740,433
Fund Balance - June 30														771,331

**CAPITAL PROJECTS FUND
DETAIL STATEMENTS**

HAMILTON TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2022

Revenues:		
State sources	\$	654,652
Interest		<u>5,393</u>
Total revenues		<u>660,045</u>
Expenditures and Other Financing Uses:		
Architectural Services		282,598
Equipment		1,407,260
Construction services		<u>515,375</u>
Total expenditures		<u>2,205,233</u>
Excess (deficiency) of revenues over (under) expenditures		(1,545,188)
Other financing sources (uses):		
Transfers out		(462,577)
Proceeds of Installment purchase contract		<u>2,800,000</u>
Total other financing sources (uses)		<u>2,337,423</u>
Net change in fund balance		792,235
Fund balance - beginning		<u>3,074,813</u>
Fund balance - ending	\$	<u><u>3,867,047</u></u>
Fund Balance - budgetary basis	\$	3,867,047
Current Year Encumbrances		<u>1,472,609</u>
Fund Balance - GAAP basis (B-1)	\$	<u><u>5,339,656</u></u>
Expenditures - budgetary basis	\$	2,205,233
Add: prior year encumbrances		<u>4,328,622</u>
		6,533,856
Less:		
Current year encumbrances		<u>1,472,609</u>
Expenditures - GAAP basis (B-2)	\$	<u><u>5,061,246</u></u>

HAMILTON TOWNSHIP SCHOOL DISTRICT
 CAPITAL PROJECTS FUND
 SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS
 RICHARD C. CROCKETT MIDDLE SCHOOL - ROOF REPLACEMENT PROJECT
 FOR THE YEAR ENDED JUNE 30, 2022

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
State Sources - ROD Grant	\$ 1,303,140	\$	1,303,140	\$ 1,303,140
Transfer from capital reserve	1,395,270		1,395,270	1,395,270
Total reserve	2,698,410		2,698,410	2,698,410
Expenditures and Other Financing Uses:				
Purchased professional and technical services	101,592		101,592	101,592
Construction services	2,268,525		2,268,525	2,596,818
Total expenditures and other financing uses	2,370,117		2,370,117	2,698,410
Excess (deficiency) of revenues over (under) expenditures	\$ 328,293	\$	328,293	\$

Additional project information:

Project Number	1950-083-14-1005
Grant Date	2014-2015
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$3,257,851
Additional Authorized Cost	-0-
Revised Authorized Cost	\$3,257,851
Percentage of Original Authorized Cost	100.00%
Percentage completion	98.00%
Original target completion date	2014-2015
Revised target completion date	2016-2017

HAMILTON TOWNSHIP SCHOOL DISTRICT
 CAPITAL PROJECTS FUND
 SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS
 2018 REFERENDUM
 FOR THE YEAR ENDED JUNE 30, 2022

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Bond proceeds	\$55,393,000.00		\$55,393,000.00	\$55,393,000.00
Total reserve	55,393,000.00		55,393,000.00	55,393,000.00
Expenditures and Other Financing Uses:				
Architectural Services	\$ 3,400,967	\$ 282,598	\$ 3,683,565	\$ 3,991,197
Purchased professional and technical services	1,165,715		1,165,715	1,165,715
Construction Services	49,434,103	168,011	49,602,114	50,226,088
Miscellaneous Expenditures	1,095		1,095	10,000
Total expenditures	54,000,784.97	450,609	54,452,489	55,393,000
Excess (deficiency) of revenues over (under) expenditures	\$ 1,392,215.03	\$ (450,609)	\$ 940,511	-

Additional project information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	9/26/2017
Bonds Authorized	\$55,393,658
Bonds Issued	\$55,393,000
Original Authorized Cost	\$55,393,000
Additional Authorized Cost	-0-
Revised Authorized Cost	\$55,393,000
Percentage of Original Authorized Cost	100.00%
Percentage completion	91.38%
Original target completion date	FY2020
Revised target completion date	FY2021

HAMILTON TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS
VARIOUS CAPITAL EQUIPMENT INSTALLMENT PURCHASES - FY2020
FOR THE YEAR ENDED JUNE 30, 2022

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Expenditures and Other Financing Uses:				
Purchased professional and technical services	\$ 20,122 \$	\$	20,122 \$	20,122
Equipment	2,179,818		2,179,818 \$	2,179,818
Total expenditures and other financing uses	2,199,940		2,199,940	2,199,940
Other financing sources				
Installment purchase contract proceeds	2,200,000	(60)	2,199,940	2,199,940
Other financing sources	2,200,000	(60)	2,199,940	2,199,940
Excess (deficiency) of revenues over (under) expenditures	\$ 60 \$	(60) \$	\$	\$

Additional project information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$2,200,000
Additional Authorized Cost	(60)
Revised Authorized Cost	\$2,199,940
Percentage of Original Authorized Cost	100.00%
Percentage completion	100.00%
Original target completion date	FY2020
Revised target completion date	FY2020

HAMILTON TOWNSHIP SCHOOL DISTRICT
 CAPITAL PROJECTS FUND
 SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS
 VARIOUS CAPITAL EQUIPMENT INSTALLMENT PURCHASES - FY2021
 FOR THE YEAR ENDED JUNE 30, 2022

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Expenditures and Other Financing Uses:				
Equipment	\$ 2,259,345	\$ 31,176	\$ 2,290,521	2,290,521
Total expenditures and other financing uses	2,259,345	31,176	2,290,521	2,290,521
Other financing sources				
Installment purchase contract proceeds	2,300,000	(9,479)	2,290,521	2,290,521
Other financing sources	2,300,000	(9,479)	2,290,521	2,290,521
Excess (deficiency) of revenues over (under) expenditures	\$ 40,655	\$ (40,655)	\$ 0	

Additional project information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$2,300,000
Additional Authorized Cost	(9,479)
Revised Authorized Cost	\$2,290,521
Percentage of Original Authorized Cost	100.00%
Percentage completion	100.00%
Original target completion date	FY2022
Revised target completion date	FY2022

HAMILTON TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS
VARIOUS CAPITAL EQUIPMENT INSTALLMENT PURCHASES - FY2022
FOR THE YEAR ENDED JUNE 30, 2022

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Expenditures and Other Financing Uses:				
Purchased professional and technical services	\$ 7,604	\$	7,604	7,604
Equipment	913,841	535,535	1,449,376	1,502,396
Total expenditures and other financing uses	921,445	535,535	1,456,980	1,510,000
Other financing sources				
Installment purchase contract proceeds	1,510,000		1,510,000	1,510,000
Other financing sources	1,510,000		1,510,000	1,510,000
Excess (deficiency) of revenues over (under) expenditures	\$ 588,555	\$ (535,535)	\$ 53,020	

Additional project information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$1,510,000
Additional Authorized Cost	-0-
Revised Authorized Cost	\$1,510,000
Percentage of Original Authorized Cost	100.00%
Percentage completion	96.49%
Original target completion date	FY2022
Revised target completion date	FY2023

HAMILTON TOWNSHIP SCHOOL DISTRICT
 CAPITAL PROJECTS FUND
 SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS
 VARIOUS CAPITAL EQUIPMENT INSTALLMENT PURCHASES - FY2023
 FOR THE YEAR ENDED JUNE 30, 2022

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Expenditures and Other Financing Uses:				
Equipment		533,262	533,262 \$	
Total expenditures and other financing uses		533,262	533,262	
Other financing sources				
Installment purchase contract proceeds		2,800,000	2,800,000	
Other financing sources		2,800,000	2,800,000	
Excess (deficiency) of revenues over (under) expenditures	\$	2,266,738 \$	2,266,738 \$	

Additional project information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$2,800,000
Additional Authorized Cost	-0-
Revised Authorized Cost	\$2,800,000
Percentage of Original Authorized Cost	100.00%
Percentage completion	19.05%
Original target completion date	FY2022
Revised target completion date	FY2023

HAMILTON TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS
SCHOOL SECURITY PROJECT
FOR THE YEAR ENDED JUNE 30, 2022

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
State Sources	\$	654,652.00	654,652.00	654,652.00
Total reserve		654,652.00	654,652.00	654,652.00
Expenditures and Other Financing Uses:				
Equipment		307,288	307,288	307,288
Construction		347,364	347,364	347,364
Total expenditures and other financing uses		654,652	654,652	654,652
Excess (deficiency) of revenues over (under) expenditures	\$	\$	\$	\$

Additional project information:

Project Number	22E00118
Grant Date	07/01/2021
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$654,652
Additional Authorized Cost	(64,333)
Revised Authorized Cost	\$590,319
Percentage of Original Authorized Cost	100.00%
Percentage completion	100.00%
Original target completion date	FY2022
Revised target completion date	FY2022

HAMILTON TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY STATEMENT OF PROJECT EXPENDITURES - BUDGETARY BASIS
AS OF JUNE 30, 2022

ISSUE/PROJECT TITLE	ORIGINAL DATE	APPROPRIATIONS	EXPENDITURES TO DATE		(MEMO ONLY) UNEXPENDED PROJECT BALANCE
			PRIOR YEAR	CURRENT YEAR	
Richard C. Crockett Middle School Roof Replacement	N/A	2,698,410	2,370,117		328,293
2018 Referendum	9/26/2017	55,393,000	54,001,880	450,609	940,511
Various Installment Purchase Contracts - FY2020	7/18/2019	2,199,940	2,199,940		
Various Installment Purchase Contracts - FY2021	7/31/2020	2,290,521	2,259,345	31,176	
Various Installment Purchase Contracts - FY2022	5/26/2021	1,510,000	921,445	535,535	53,020
Various Installment Purchase Contracts - FY2023	5/12/2022	2,800,000		533,262	2,266,738
School Security Project	7/1/2021	654,652		654,652	
Totals		<u>67,546,523</u>	<u>61,752,726</u>	<u>2,205,233</u>	<u>3,588,563</u>

PROPRIETARY FUND DETAIL STATEMENTS

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

FOOD SERVICES FUND: This fund provides for the operation of Food services within the school district.

INTERNAL SERVICE FUNDS: This funds accounts for the activity of the District's self-insurance workers' compensation claims activity

HAMILTON TOWNSHIP SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS - ENTERPRISE FUNDS
JUNE 30, 2022

		BUSINESS-TYPE ACTIVITIES ENTERPRISE FUND <u>FOOD SERVICE</u>
ASSETS:		
Current assets:		
Cash and cash equivalents	\$	2,707,018
Accounts receivable:		
State		7,318
Federal		388,567
Other		36,668
Inventories		<u>130,141</u>
Total current assets		<u>3,269,712</u>
Noncurrent assets:		
Furniture, machinery & equipment		1,548,434
Less accumulated depreciation		<u>(921,868)</u>
Total noncurrent assets		<u>626,566</u>
Total assets		<u>3,896,278</u>
LIABILITIES:		
Current liabilities:		
Accounts payable		45,502
Unearned revenue		<u>1,042,332</u>
Total liabilities		<u>1,087,833</u>
NET POSITION:		
Net investment in capital assets		626,566
Unrestricted		<u>2,181,878</u>
Total net position	\$	<u><u>2,808,444</u></u>

HAMILTON TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS - ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND FOOD SERVICE
OPERATING REVENUES:	
Charges for services:	
Daily sales - non-reimbursable programs	\$ 75,437
Total operating revenues	\$ 75,437
OPERATING EXPENSES:	
Salaries	1,350,624
Employee benefits	302,834
Management and consultant fees	254,397
Insurance	47,817
Other Purchased Services	51,756
Supplies and materials	335,365
Equipment	480,643
Depreciation	51,910
Miscellaneous	341,045
Cost of sales - reimbursable	1,899,210
Cost of sales - non-reimbursable	3,680
Total operating expenses	5,119,281
Operating income (loss)	(5,043,843)
Nonoperating Revenues (Expenses):	
State sources	
State school lunch program	118,959
Federal sources:	
National school lunch program	4,748,516
National school breakfast program	906,425
Fresh Fruit and Vegetable	52,570
Special Milk	1,000
Pandemic Electronic Benefit Transfer - Administrative Costs	6,198
Food Distribution Program	314,956
Interest & Investment Revenue	3,676
Miscellaneous-prior year payables canceled	26,728
Total nonoperating revenues (expenses)	\$ 6,179,028
Change in net position	1,135,184
Total net position - beginning	1,673,260
Total net position - ending	\$ 2,808,444

HAMILTON TOWNSHIP SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS - ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND FOOD SERVICE
Cash flows from operating activities:	
Receipts from customers, net	\$ 80,630
Cash Payments to Vendors for Goods & Services	(2,651,972)
Cash Payments for Employees' Salaries & Benefits	(1,350,624)
Net cash provided by (used for) operating activities	(3,921,965)
Cash flows from noncapital financing activities:	
Cash Received from State & Federal Sources	5,689,181
Operating subsidies and transfers to other funds	26,729
Net cash provided by noncapital financing activities	5,715,911
Cash flows from capital and related financing activities:	
Acquisition of Capital Assets	(278,458)
Net cash provided by (used for) capital and related financing activities	(278,458)
Cash Flows From Investing Activities:	
Interest on Deposits	3,676
Net Cash Provided/(Used) by Investing Activities	3,676
Net increase (decrease) in cash and cash equivalents	1,519,164
Balances - Beginning of Year	1,187,854
Balances - End of Year	\$ 2,707,018
Reconciliation of operating income (loss) to net cash provided (used) by operating activities	
Operating income (loss)	\$ (5,043,843)
Adjustments to reconciling operating income (loss) to net cash provided by (used for) operating activities:	
Depreciation and Amortization	51,910
Federal commodities	314,956
(Increase) decrease in inventories	(30,808)
(Increase) decrease in other accounts receivable	4,697
Increase (decrease) in accounts payable for operating purposes	801,786
Increase (decrease) in unearned revenue	(20,663)
Total Adjustments	1,121,878
Net cash provided by (used for) operating activities	\$ (3,921,965)

HAMILTON TOWNSHIP SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS - INTERNAL SERVICE FUNDS
JUNE 30, 2022

	<u>GOVERNMENTAL ACTIVITIES</u> <u>INTERNAL SERVICE FUND</u> <u>WORKERS'</u> <u>COMPENSATION FUND</u>
ASSETS:	
Current assets:	
Cash and cash equivalents	\$ 967,465
Total current assets	967,465
Total assets	967,465
LIABILITIES:	
Interfund payable	801,424
Claims payable	166,041
Total liabilities	\$ 967,465
NET POSITION:	
Unrestricted	-
Total net position	-

HAMILTON TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS - INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

GOVERNMENTAL ACTIVITIES
INTERNAL SERVICE FUND
WORKERS'
COMPENSATION FUND

Other financing sources (uses):		
Prior Year Claims	\$	242,328
Transfers out		(242,328)
		-
Total other financing sources (uses)		-
Net change in net position		-
Total net position - beginning		-
Total net position - ending		-

HAMILTON TOWNSHIP SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS - INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

GOVERNMENTAL ACTIVITIES
INTERNAL SERVICE FUND
WORKERS'
COMPENSATION FUND

Cash flows from operating activities:		
Cash Payments for Employee Benefits - Net	\$	(10,348)
Net cash provided by (used for) operating activities		(10,348)
Cash flows from noncapital financing activities:		
Operating subsidies and transfers to other funds		10,000
Net cash provided by noncapital financing activities		10,000
Net increase (decrease) in cash and cash equivalents		(348)
Balances - Beginning of Year		967,814
Balances - End of Year	\$	967,466
Reconciliation of operating income (loss) to net cash provided (used) by operating activities		
Operating income (loss)		-
Adjustments to reconciling operating income (loss) to net cash provided by (used for) operating activities:		
(Increase) decrease in claims payable	\$	(10,348)
Total Adjustments		(10,348)
Net cash provided by (used for) operating activities	\$	(10,348)

LONG-TERM LIABILITIES SCHEDULES

The Long-Term schedules are used to reflect the outstanding principal balances of the long-term liabilities of the District. This includes obligations under Serial Bonds and Installment Purchase Contracts

HAMILTON TOWNSHIP SCHOOL DISTRICT
 LONG-TERM DEBT
 SCHEDULE OF SERIAL BONDS
 JUNE 30, 2022

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL PAYMENTS		RATE OF INTEREST	BALANCE JUNE 30, 2021	RETIRED	BALANCE JUNE 30, 2022
			DATE	AMOUNT				
School District Refunding Bonds Series 2012	12/4/2012	\$ 28,275,000	08/15/22	3,040,000	2.30%			
			08/15/23	3,115,000	2.50%			
			08/15/24	3,200,000	2.63%			9,355,000
Refunding School Bonds Series 2015	11/20/2015	9,010,000				1,790,000		
School Bonds, 2017	12/28/2017	55,393,000	12/15/22	1,800,000	3.00%			
			12/15/23	1,865,000	3.00%			
			12/15/24	1,865,000	3.00%			
			12/15/25	1,905,000	3.00%			
			12/15/26	2,020,000	3.00%			
			12/15/27	2,020,000	3.00%			
			12/15/28	2,020,000	3.00%			
			12/15/29	2,020,000	3.00%			
			12/15/30	2,020,000	3.00%			
			12/15/31	2,020,000	3.00%			
			12/15/32	2,020,000	3.00%			
			12/15/33	2,020,000	3.00%			
			12/15/34	2,020,000	3.00%			
			12/15/35	2,040,000	3.125%			
			12/15/36	2,040,000	3.125%			
			12/15/37	2,040,000	3.125%			
			12/15/38	2,040,000	3.250%			
12/15/39	2,040,000	3.250%						
12/15/40	2,040,000	3.250%						
12/15/41	2,050,000	3.250%						
12/15/42	2,050,000	3.375%						
12/15/43	2,050,000	3.375%						
12/15/44	2,060,000	3.375%						
12/15/45	2,060,000	4.000%						
12/15/46	2,060,000	4.000%						
12/15/47	2,060,000	4.000%						
Total						\$ 53,305,000	\$ 1,060,000	\$ 52,245,000
						\$ 67,420,000	\$ 5,820,000	\$ 61,600,000

HAMILTON TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF OBLIGATIONS UNDER INSTALLMENT PURCHASE CONTRACTS
AS OF JUNE 30, 2022

SERIES	DATE OF ISSUE	AMOUNT OF ISSUE	INTEREST RATE	AMOUNT OUTSTANDING JUNE 30, 2021	ISSUED	RETIRED	AMOUNT OUTSTANDING JUNE 30, 2022
2015 ESIP	2/3/2015	18,962,000	2.710%	14,290,110 \$		757,809 \$	13,532,301
Technology and Equipment - FY2017	6/16/2017	2,964,000	1.640%	612,318		612,318	
Technology and Equipment - FY2019	7/12/2018	1,800,000	2.880%	749,595		369,439	380,156
Technology and Equipment - FY2020	7/18/2019	2,200,000	2.022%	1,774,561		214,088	1,560,473
Technology, Furniture and Equipment - FY2021	7/31/2020	2,300,000	1.006%	1,837,657		452,536	1,385,121
Technology and Equipment - FY2022	5/26/2021	1,510,000	1.110%	1,510,000		301,288	1,208,712
Technology, Furniture and Equipment - FY2023	5/12/2022	2,800,000	2.460%		2,800,000		2,800,000
	Total			20,774,241 \$	2,800,000 \$	2,707,478 \$	20,866,763

HAMILTON TOWNSHIP SCHOOL DISTRICT
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>BUDGET</u>	<u>BUDGET</u> <u>TRANSFERS</u>	<u>FINAL</u> <u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES:					
Local sources:					
Local tax levy	6,479,871 \$	\$	6,479,871 \$	6,479,871 \$	-
State sources:					
Debt service aid type II	937,100		937,100	937,100	-
Total revenues	<u>7,416,971</u>		<u>7,416,971</u>	<u>7,416,971</u>	<u>-</u>
EXPENDITURES:					
Regular debt service:					
Interest Payments Bonds	2,047,220		2,047,220	2,047,220	-
Redemption of Bond Principal	5,820,000		5,820,000	5,820,000	-
Total regular debt service-expenditures	<u>7,867,220</u>		<u>7,867,220</u>	<u>7,867,220</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(450,249)		(450,249)	(450,249)	-
Other financing sources:					
Transfers In				453,038	453,038
Total other financing sources:				<u>453,038</u>	<u>453,038</u>
Net change in fund balances	(450,249)		(450,249)	2,789	453,038
Fund balance, July 1	903,107		903,107	903,107	
Fund balance, June 30	<u>452,858 \$</u>	<u>\$</u>	<u>452,858 \$</u>	<u>905,896 \$</u>	<u>453,038</u>

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STATISTICAL SECTION - UNAUDITED

HAMILTON TOWNSHIP SCHOOL DISTRICT
STATISTICAL SECTION

<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-4
Revenue Capacity:	
These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.	J-5 to J-9
Debt Capacity:	
These schedules present 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-10 to J-13
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-14 to J-15
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-16 to J-20

Sources

Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports (ACFR) for the relevant year.

HAMILTON OF TOWNSHIP SCHOOL DISTRICT
NET POSITION BY COMPONENT
UNAUDITED

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Governmental activities										
Net investment in capital assets	\$49,926,727	\$41,991,352	\$27,133,967	\$33,955,889	\$31,447,415	\$26,309,244	\$22,531,140	\$20,196,914	\$1,377,077	\$7,339,460
Restricted	18,024,418	16,719,095	7,995,235	8,661,032	8,387,173	11,085,767	10,696,362	11,723,880	18,569,971	22,997,089
Unrestricted (deficit)	(54,386,835)	(61,722,899)	(59,245,450)	(65,637,942)	(62,061,242)	(59,384,965)	(48,035,273)	(46,956,222)	3,465,789	5,583,052
Total governmental activities net position	13,564,310	(3,012,452)	(24,116,248)	(23,021,021)	(22,226,654)	(21,989,954)	(14,807,771)	(15,035,428)	23,412,837	35,919,601
Business-type activities										
Net investment in capital assets	626,566	400,018	451,919	301,726	316,162	351,401	300,002	258,074	213,659	212,811
Unrestricted	2,181,878	1,273,242	1,159,390	972,073	1,130,048	982,351	1,029,015	878,641	641,299	657,715
Total business-type activities net position	2,808,444	1,673,260	1,611,309	1,273,799	1,446,210	1,333,752	1,329,017	1,136,715	854,958	870,526
District-wide										
Net investment in capital assets	50,553,293	42,391,370	27,585,886	34,257,615	31,763,577	26,660,645	22,831,142	20,454,988	1,590,736	7,552,271
Restricted	18,024,418	16,719,095	7,995,235	8,661,032	8,387,173	11,085,767	10,696,362	11,723,880	18,569,971	22,997,089
Unrestricted (deficit)	(52,204,957)	(60,449,857)	(58,086,060)	(64,665,869)	(60,931,194)	(58,402,614)	(47,006,258)	(46,077,581) a	4,107,088	6,240,767
Total district net position	\$16,372,754	(\$1,339,192)	(\$22,504,939)	(\$21,747,222)	(\$20,780,444)	(\$20,656,202)	(\$13,478,754)	(\$13,898,713)	\$24,267,795	\$36,790,127

Source: ACFR Schedule A-1
a - in FY2015 the District Implemented GASB 68

HAMILTON TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION
UNAUDITED

	2022	2021	2020	2019	2018	2017	2016 (a)	2015	2014	2013
EXPENSES										
Governmental activities										
Instruction:										
Regular	91,119,792	100,712,642	91,220,865	94,899,215	105,764,753	103,361,987	92,709,459	58,632,133	60,854,903	58,078,633
Special	52,674,961	57,276,540	49,983,080	48,816,944	45,435,850	45,486,546	41,453,048	14,551,457	14,321,087	13,989,305
Other instruction	11,347,107	12,057,105	11,191,219	10,623,478	11,678,503	10,874,967	9,480,370	4,843,440	4,692,904	4,263,203
Support services:										
Tuition	38,998,283	40,940,638	35,727,122	38,113,679	41,430,668	39,662,020	34,635,285	13,067,142	11,952,190	11,427,609
Student and instruction related services	16,735,356	17,481,740	14,476,399	15,492,005	16,415,653	16,062,104	13,880,742	7,207,052	20,294,216	19,351,059
School administrative services	4,624,296	6,578,077	7,035,330	7,590,349	8,691,973	7,509,331	6,440,639	5,066,329	6,661,153	6,895,173
General and business administrative services	14,656,784	19,227,929	17,644,151	19,750,550	21,912,193	24,085,418	21,548,995	15,475,436	5,406,001	4,558,523
Plant operations and maintenance	13,692,521	10,142,259	10,295,866	13,564,961	11,609,635	11,198,763	9,800,436	9,362,502	15,984,777	14,020,550
Pupil transportation							4,507	68,434,896	49,815,775	8,963,800
Unallocated Employee Benefits							153,449	122,412	115,947	123,795
Special Schools	2,197,060	2,242,322	2,418,381	3,543,291	1,893,942	1,243,324	1,200,529	1,501,509	1,449,546	1,259,791
Interest on Long-Term Debt								(452,388)	(355,399)	(38,241)
Unallocated Compensated Absences									2,535,407	245,027
Amortization of Debt Issuance Costs	4,354,392	4,352,225	4,140,357	3,453,312	4,460,254	3,521,532	3,547,882	677,208	2,535,407	2,602,431
Unallocated depreciation	250,400,542	271,011,477	244,132,760	255,847,805	269,283,424	263,006,093	234,855,342	219,050,247	202,842,898	195,686,610
Total governmental activities expenses	5,119,281	2,620,409	3,246,681	3,640,981	3,233,503	3,236,226	3,057,843	3,180,243	3,200,594	3,178,209
Business-type activities:										
Food Service	5,119,281	2,620,409	3,246,681	3,640,981	3,233,503	3,236,226	3,057,843	3,180,243	3,200,594	3,178,209
Total business-type activities expense	5,119,281	2,620,409	3,246,681	3,640,981	3,233,503	3,236,226	3,057,843	3,180,243	3,200,594	3,178,209
Total district expenses	255,519,822	273,631,886	247,379,441	259,488,786	272,516,927	266,242,319	237,913,185	222,230,490	206,043,492	196,864,819
PROGRAM REVENUES										
Governmental activities:										
Grants and contributions	54,087,970	77,292,153	49,734,052	59,630,374	78,330,202	68,389,102	52,512,774	42,526,203	7,821,185	8,157,538
Charges for Services	616,658	214,927						226,332	226,604	225,571
Interest on Long-Term Debt										
Total governmental activities program revenues	54,704,628	77,507,080	49,734,052	59,630,374	78,330,202	68,389,102	52,512,774	42,752,535	8,046,789	8,383,109

HAMILTON TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION
UNAUDITED

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
PROGRAM REVENUES										
Business-type activities:										
Charges for services	\$75,437	\$11,764	\$807,580	\$1,068,626	\$954,345	\$864,848	\$801,625	\$966,675	\$1,010,070	\$1,087,279
Food Service	6,152,300	2,669,773	2,678,518	2,375,741	2,381,049	2,370,372	2,339,220	2,495,325	2,174,956	2,256,798
Operating grants and contributions	6,227,737	2,681,597	3,485,098	3,444,367	3,335,394	3,235,220	3,240,845	3,462,000	3,185,026	3,354,077
Total business type activities program revenues	60,932,364	80,188,617	53,220,150	63,074,741	81,665,996	71,624,322	55,753,619	46,214,535	11,231,815	11,737,186
Total district program revenues										
NET (EXPENSE)/REVENUE										
Governmental activities	(195,695,914)	(193,504,397)	(194,398,708)	(196,217,432)	(190,953,222)	(194,616,991)	(182,342,568)	(176,297,712)	(194,796,109)	(187,303,501)
Business-type activities	1,108,456	61,128	239,417	(196,614)	101,891	(1,006)	189,002	281,757	(15,568)	175,868
Total district-wide net expense	<u>(194,587,458)</u>	<u>(193,443,269)</u>	<u>(194,159,291)</u>	<u>(196,414,045)</u>	<u>(190,851,331)</u>	<u>(194,617,997)</u>	<u>(182,159,566)</u>	<u>(176,015,955)</u>	<u>(194,811,677)</u>	<u>(187,127,633)</u>
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION										
Governmental activities:										
Property taxes levied for general purposes, net	118,541,862	116,801,519	113,961,826	110,834,993	108,661,758	106,214,572	102,608,694	100,597,740	98,625,236	96,839,447
Taxes levied for debt service	6,479,871	6,911,904	6,702,070	6,758,825	4,813,836	4,851,045	4,933,368	3,807,850	1,960,445	3,764,868
Unrestricted Grants and Contributions	82,550,786	76,344,925	75,262,389	74,579,618	74,495,125	74,372,884	74,016,975	77,264,566	89,645,931	91,000,537
Restricted Grants and Contributions	2,228,921	667,781	667,297	504,998	226,360	119,253	209,103			1,070,199
Tuition Received	2,441,237	2,479,098	4,911,011	2,744,631	2,814,923	1,647,104	2,451,537	1,710,596	1,675,500	28,791
Miscellaneous income					(45,207)	(11,488)				3,742,424
Special item(s):					(250,371)					
Prior Year Accounts Receivable Cancelled										
Transfer - Charter School/Disposal of Assets										
Total governmental activities	212,272,677	203,205,227	201,504,593	195,423,065	190,716,524	187,293,370	184,220,677	190,040,708	(9,076,754)	196,080,971
Business-type activities:										
Investment Earnings	26,728		98,093	24,203	10,567	5,741	8,248			
Miscellaneous income	26,728		98,093	24,203	10,567	5,741	8,248			
Total business-type activities	212,299,405	203,205,227	201,602,686	195,447,268	190,727,091	187,299,111	184,228,925	190,040,708	182,830,358	196,080,971
Total district-wide										
CHANGE IN NET POSITION										
Governmental activities	16,576,763	9,700,830	7,105,865	(794,367)	(296,698)	(7,323,621)	1,878,109	13,742,996	(11,965,751)	8,777,470
Business-type activities	1,135,184	61,128	337,510	(172,411)	112,458	4,735	191,250	281,757	(15,568)	175,868
Total district	<u>\$17,711,948</u>	<u>\$9,761,958</u>	<u>\$7,443,395</u>	<u>(\$966,778)</u>	<u>(\$124,240)</u>	<u>(\$7,318,886)</u>	<u>\$2,069,359</u>	<u>\$14,024,753</u>	<u>(\$11,981,319)</u>	<u>\$8,953,338</u>

Source: ACFR Schedule A-2

HAMILTON TOWNSHIP SCHOOL DISTRICT
 FUND BALANCES - GOVERNMENTAL FUNDS
 UNAUDITED

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General Fund										
Nonspendable			\$250,489.67	\$196,549.00	\$228,815.00	\$260,752.77	\$264,171.00	\$348,053.00	\$391,296.00	\$383,920.00
Restricted	16,800,229	15,525,803	11,142,975	8,370,228	9,051,248	8,634,303	9,891,211	11,765,420	13,098,902	19,902,682
Assigned	5,000,000	5,019,206	4,548,555	4,156,882	6,105,211	6,000,000	10,202,470	5,151,055	4,496,311	5,084,417
Unassigned	(726,464)	420,371						3,057,395	621,815	
Total general fund	21,073,765	20,965,381	15,942,019	12,723,659	15,385,274	14,895,056	20,357,852	20,321,923	18,608,324	25,371,019
All Other Governmental Funds										
Restricted	5,091,236	4,267,923	6,940,053	22,364,472	36,566,136	4,833,425	3,115,696	19,451,577	5,278,189	933,778
Committed	1,472,609	4,328,622	14,900,308	16,063,885	18,235,245	1,839,484	6,349,697	13,408	679,635	2,221,018
Assigned	453,038	450,429	94,255						220,805	
Unassigned										
Total all other governmental funds	\$7,016,883	\$9,046,975	\$21,934,616	\$38,428,357	\$54,801,381	\$6,672,909	\$9,465,393	\$19,464,985	\$6,178,629	\$3,154,796

HAMILTON TOWNSHIP SCHOOL DISTRICT
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
UNAUDITED

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Revenue										
Tax levy	\$125,021,733	\$123,713,423	\$120,663,686	\$117,563,818	\$113,475,684	\$111,105,617	\$107,545,062	\$104,405,590	\$100,585,681	\$100,585,681
Tuition charges	\$196,021	121,334	181,873	140,204	104,615	82,201	84,020	148,365	81,018	81,018
Interest earnings on cap. and maint. reserve	\$26,826	27,006	112,217	130,375	70,823	61,186	41,537			
Transportation Fees from Individuals	\$44,314	5,176	37,065	127,402				23,474		
Transportation Fees From Other LEAs	\$3,643	24,328	12,207							
P.L.O.T Payments to School District	512,099	455,362	438,674							
Miscellaneous - Unrestricted	2,999,175	2,546,755	4,185,884							
Miscellaneous - Restricted	4,479	6,106								
State sources	133,229,807	115,473,084	108,764,470	107,048,121	101,263,463	98,666,802	95,225,398	95,304,382	90,889,352	90,889,352
Federal sources	9,985,026	10,224,426	6,871,261	5,910,989	6,190,606	6,046,490	6,352,294	6,046,840	6,797,994	6,797,994
Total revenue	272,005,124	252,597,599	241,277,547	233,347,746	223,792,940	217,662,594	211,612,791	207,750,657	200,034,919	200,034,919
Expenditures										
Instruction										
Regular instruction	57,709,251	55,006,269	54,810,460	55,149,558	54,308,021	54,178,780	53,707,870	59,282,133	60,854,903	58,078,633
Special education instruction	26,502,157	27,148,200	25,275,415	23,473,962	22,766,300	22,253,095	21,939,443	14,551,457	14,321,087	13,989,305
Other Special Instruction	3,963,288	3,893,502	3,782,772	3,565,300	3,468,033	3,065,035	3,023,156	2,415,155	2,087,632	2,267,632
Other instruction	2,782,284	2,292,322	2,822,529	2,192,196	2,182,857	2,202,541	1,945,145	1,912,608	1,878,879	1,703,016
Adult/Continuing Education	302,661	227,475	241,295	289,657	349,414	380,975	509,309	515,677	546,798	472,555
Support Services:										
Tuition	14,344,074	13,492,788	12,387,581	11,772,567	10,017,715	10,989,290	10,999,527	13,067,142	11,952,180	11,427,609
Student and instruction related services	27,544,195	25,280,402	23,610,717	23,822,063	22,666,529	21,977,840	20,987,167	20,561,119	20,294,216	19,351,059
General administrative services	3,859,796	3,370,277	3,540,250	3,532,185	3,490,111	2,336,424	2,307,287	5,066,329	5,406,001	4,466,825
School administrative services	8,677,361	8,213,684	7,805,496	7,990,575	7,671,941	7,639,289	7,399,526	7,207,052	6,881,153	6,825,173
Central Services/Adm Technology	3,796,789	3,956,616	3,429,885	3,438,704	3,354,387	3,328,594	3,161,485	15,517,465	15,073,490	14,020,550
Plant operations and maintenance	16,443,610	16,039,729	15,028,026	15,504,825	16,170,335	16,172,482	16,722,482	9,362,502	9,055,391	8,963,800
Pupil transportation	13,720,569	9,921,891	10,074,834	13,256,794	10,820,190	10,820,190	9,670,549	50,080,151	48,762,088	50,028,948
Unallocated benefits	79,291,227	72,069,689	64,991,418	63,786,008	58,907,800	60,277,657	51,640,114	122,412	115,947	123,795
Special schools							106,894			
Capital Outlay	9,962,409	18,840,346	21,540,828	18,740,468	9,009,963	9,763,188	15,286,160	9,272,756	2,269,305	3,498,503
Cost of Issuance							102,378			
Debt service:										
Principal	5,820,000	5,725,000	5,473,000	4,265,000	4,025,000	4,000,000	3,650,000	3,150,000	3,005,000	2,910,000
Interest and other charges	2,047,220	2,227,345	2,400,765	3,377,153	886,658	951,045	899,054	1,081,579	1,194,854	1,522,228
Total expenditures	276,726,830	267,372,534	255,975,271	253,960,042	230,316,879	230,354,266	223,757,545	213,175,537	203,746,329	199,469,626
Excess (Deficiency) of revenues over (under) expenditures	(4,721,707)	(14,774,935)	(15,697,724)	(20,612,296)	(6,523,938)	(12,691,672)	(12,144,754)	(5,424,870)	(3,711,410)	565,293
Other Financing sources (uses)										
Installment purchase contracts (non-budgeted)										
Proceeds from Refunding	2,800,000	3,810,000	2,200,000	1,800,000	4,484,000	4,484,000	2,500,000	22,027,000		
Payment to escrow Agent							10,220,778			
Change in Investment		(101,199)					(10,118,400)			
Bond Proceeds					55,383,000					
Accounts Receivable Cancelled					(250,371)		(47,609)			
Total other financing sources (uses)	2,800,000	3,708,801	2,200,000	1,800,000	55,142,629	4,436,391	2,602,378	21,104,460	(707,087)	(340,595)
Net change in fund balances	(\$1,921,707)	(\$11,066,134)	(\$13,487,724)	(\$19,812,296)	\$48,618,691	(\$8,255,281)	(\$9,542,376)	\$15,679,590	(\$4,418,497)	\$224,298
Debt service as a percentage of noncapital expenditures	3.04%	3.31%	3.46%	3.36%	2.27%	2.30%	2.38%	2.13%	2.13%	2.32%

Source: ACFR Schedule B-2

HAMILTON TOWNSHIP SCHOOL DISTRICT
 GENERAL FUND OTHER LOCAL REVENUE BY SOURCE
 UNAUDITED

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Interest on Investments & Deposits \$	31,617.96	62,620.00	288,558.00	262,667.00	200,923.00	206,586.00	237,018.00	262,404.00	302,161.00	230,428.00
Athletic Receipts	22,644.00		50,245.00	41,319.00	51,973.25	48,079.00	45,468.00	46,388.00	44,636.00	39,506.00
Facility Rental Fees	161,619.26	21,757.00	152,375.00	201,814.00	183,102.50	193,320.00	193,458.00	158,803.00	172,720.00	208,852.00
Transportation Fees					148,190.31	58,436.00	792.00	24,074.00	53,977.00	43,388.00
Other Miscellaneous Revenues	1,464,838.98	1,614,307.00	1,197,685.00	856,857.00	70,086.53	334,705.00	588,855.00	329,394.00	393,855.00	2,439,027.00
Refund of Prior Year Expenditures	72,889.26	229,786.00	456,052.00	149,599.00	198,041.00	238,401.00	820,425.00	384,655.00	604,659.00	392,795.00
Tuition - Individuals & State						74,546.00	145,544.00	148,365.00		
Payments in Lieu of Taxes	157,234.44	19,746.00	188,747.35	416,577.00	399,586.29	381,470.00	320,000.00	320,000.00		320,000.00
ESIP Incentives		5,083.00	128,811.84	76,124.00	254,489.70					
E-Rate				214,521.71	528,500.48					
COVID Reimbursement	360,150.20	128,821.00								
	<u>\$ 2,270,994.10</u>	<u>\$ 2,082,120.00</u>	<u>\$ 2,462,474.19</u>	<u>\$ 2,219,478.71</u>	<u>\$ 2,034,895.06</u>	<u>\$ 1,535,543.00</u>	<u>\$ 2,351,560.00</u>	<u>\$ 1,674,073.00</u>	<u>\$ 1,572,008.00</u>	<u>\$ 3,673,996.00</u>

Source: District Records

HAMILTON TOWNSHIP SCHOOL DISTRICT
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
 UNAUDITED

Year Ended December 31	Vacant Land	Residential	Farm Prop.	CEARM	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities (a)	Net Valuation Taxable	Tax Exempt Property	Est Actual (County Equalized Value)	Total Direct School Tax Rate (b)	Ratio to True Value
2021	\$74,373,800	\$6,279,382,400	\$17,689,900	\$1,651,400	\$1,646,898,650	\$286,919,400	\$368,563,400	\$8,657,418,950	\$27,571,359	\$8,684,990,309	\$828,658,100	\$9,287,753,993	\$1,432	93.41%
2020	74,983,200	6,274,331,860	17,997,000	1,629,400	1,653,933,530	272,536,000	362,988,300	8,658,399,290	27,032,855	8,685,431,945	821,979,000	9,215,832,854	1,407	94.24%
2019	77,232,300	6,264,636,280	18,492,200	1,705,700	1,645,555,430	240,420,100	353,902,300	8,601,944,310	27,035,685	8,628,979,995	840,296,900	9,120,000,072	1,381	94.62%
2018	78,463,500	6,233,102,980	18,308,900	2,364,600	1,607,280,480	204,889,500	345,477,300	8,482,887,260	27,164,069	8,517,051,329	840,523,600	8,812,303,649	1,357	96.65%
2017	79,265,400	6,225,112,790	18,323,400	1,593,100	1,590,421,780	221,089,500	346,912,400	8,482,781,310	27,366,795	8,510,088,105	838,942,800	8,727,476,700	1,320	97.51%
2016	73,380,600	6,210,308,480	18,225,800	1,695,700	1,608,628,730	162,490,300	352,100,700	8,425,761,310 (c)	27,704,237	8,454,465,547	839,470,200	8,653,833,044	1,291	97.70%
2015	50,937,959	3,874,408,400	13,271,850	1,543,765	955,126,700	93,188,700	181,056,100	5,149,535,474	16,005,511	5,165,540,985	477,993,411	8,499,589,488	2,052	59.28%
2014	48,363,059	3,866,022,600	13,307,150	1,710,726	955,339,960	98,057,000	167,141,200	5,149,941,715	16,960,925	5,166,902,640	477,640,881	8,476,394,368	1,980	60.95%
2013	48,771,459	3,859,025,150	13,327,250	1,999,226	958,686,350	98,337,900	155,106,700	5,139,254,005	18,516,361	5,157,770,396	475,285,481	8,312,638,274	1,950	62.05%
2012	50,915,209	3,856,632,500	14,226,550	1,772,042	960,241,400	99,139,400	155,687,750	5,139,614,851	18,695,945	5,158,310,796	480,244,473	9,160,155,030	1,860	56.31%

Source: District records Tax list summary & 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 ordered by the County Board of Taxation
 (a): Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies
 (b): Tax rates are per \$100
 (c) Revaluation

HAMILTON TOWNSHIP SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
UNAUDITED

Fiscal Year Ended <u>June 30,</u>	Township of Hamilton Board of Education			Overlapping Rates		Total Direct and Overlapping Tax Rate
	<u>Local School</u>	<u>General Obligation Debt Service (b)</u>	<u>Total Direct</u>	<u>Township of Hamilton</u>	<u>Mercer County</u>	
2022	\$1.356	\$0.074	\$1.430	\$1.191	\$0.630	\$3.251
2021	1.352	0.080	1.432	1.190	0.641	3.263
2020	1.329	0.078	1.407	0.857	0.639	2.903
2019	1.302	0.079	1.381	0.810	0.644	2.835
2018	1.299	0.058	1.357	0.823	0.638	2.818
2017	1.259	0.061	1.320	0.802	0.630	2.752
2016*	1.232	0.059	1.291	0.794	0.619	2.704
2015	2.052	0.000	2.052	1.322	0.975	4.349
2014	1.984	0.000	1.984	1.318	0.979	4.281
2013	1.950	0.000	1.950	1.200	0.960	4.110

* - Revaluation

Source: District Records and Municipal Tax Collector
(Rates are per \$100 of assessed value)

NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy. The levy when added to other components of the district's net budget may not exceed the prebudget year net budget by more than the spending growth limitation calculated as follows: the prebudget 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.

HAMILTON TOWNSHIP SCHOOL DISTRICT
 PRINCIPAL PROPERTY TAX PAYERS - CURRENT YEAR AND NINE YEARS AGO
 UNAUDITED

Taxpayer	2022			2013		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
JDN REAL ESTATE	\$91,583,950.00	1	1.04%	\$52,282,883.00	1	1.01%
QUAKERBRIDGE PARTNERS LLC	45,018,000.00	2	0.51%	27,905,100.00	3	0.54%
INSPIRED SENIOR LIVING OF HAM.	42,281,000.00	3	0.48%			
HAMILTON STATION APTS	41,196,700.00	4	0.47%			
RAR2-401 CABOT DRIVE	38,004,500.00	5	0.43%	14,500,000.00	9	0.28%
RECKSON MATRIX	36,257,300.00	6	0.41%			
MREIC TRENTON NJ LLC	32,600,000.00	7	0.37%			
LEVIN PROPERTIES LP	31,416,900.00	8	0.36%	16,074,000.00	7	0.31%
HAMILTON MONTAGE LLC	31,301,800.00	9	0.36%			
BELL ATLANTIC	29,883,600.00	10	0.34%			
PSE&G				22,030,260.00	4	0.43%
MITZEN FARMS				35,108,100.00	2	0.68%
HORIZON BUS PARK				16,467,500.00	5	0.32%
DANCH FARMS				16,362,100.00	6	0.32%
EPT HAMILTON				14,534,000.00	8	0.28%
				13,000,000.00	10	0.25%
Total	\$419,543,750.00		4.785%	\$228,263,943.00		4.425%

Source: Municipal Tax Assessor

HAMILTON TOWNSHIP SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
UNAUDITED

<u>Fiscal Year</u> <u>Ended</u> <u>June 30,</u>	<u>Taxes Levied</u> <u>for the</u> <u>Fiscal Year</u>	<u>Collected within the Fiscal Year of the Levy (a)</u>		<u>Collections in</u> <u>Subsequent Years</u>
		<u>Amount</u>	<u>Percentage</u> <u>of Levy</u>	
2022	\$125,021,733.00	\$125,021,733.00	100.00%	0.00
2021	123,713,423.00	123,713,423.00	100.00%	0.00
2020	120,663,896.00	120,663,896.00	100.00%	0.00
2019	117,593,818.00	117,593,818.00	100.00%	0.00
2018	113,475,694.00	113,475,694.00	100.00%	0.00
2017	111,165,617.00	111,165,617.00	100.00%	0.00
2016	107,543,062.00	107,543,062.00	100.00%	0.00
2015	104,405,590.00	104,405,590.00	100.00%	0.00
2014	100,585,681.00	100,585,681.00	100.00%	0.00
2013	100,604,315.00	100,604,315.00	100.00%	0.00

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

Note: 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 is the amount voted upon or certified prior to the end of the school year.

HAMILTON TOWNSHIP SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
UNAUDITED

Fiscal Year Ended <u>June 30,</u>	Governmental Activities		Total District	Percentage of Personal Income (a)	Per Capita (a)
	General Obligation Bonds (b)	Installment Purchases			
2022	\$61,600,000	\$20,866,762	\$82,466,762	N/A	N/A
2021	67,420,000	20,774,241	88,194,241	N/A	962.77
2020	73,145,000	19,736,865	92,881,865	1.443%	1,017.03
2019	78,618,000	20,309,872	98,927,872	1.583%	1,136.25
2018	82,883,000	21,634,656	104,517,656	1.722%	1,193.78
2017	31,515,000	25,351,439	56,866,439	0.962%	638.39
2016	35,515,000	23,492,432	59,007,432	1.048%	662.69
2015	40,375,000	21,377,000	61,752,000	1.108%	692.37
2014	42,705,000	820,000	43,525,000	0.798%	487.09
2013	17,285,000	850,000	18,135,000	0.352%	203.01

Source: District ACFR Schedules I-1, I-2

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

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

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

N/A - Not available

HAMILTON TOWNSHIP SCHOOL DISTRICT
RATIOS OF NET BONDED DEBT OUTSTANDING
UNAUDITED

Fiscal Year Ended <u>June 30,</u>	General Bonded Debt Outstanding		Net General Bonded Debt <u>Outstanding</u>	Percentage of Actual Taxable Value (a) of <u>Property</u>	<u>Per Capita (b)</u>
	General Obligation <u>Bonds</u>	<u>Deductions</u>			
2022	\$61,600,000	N/A	61,600,000	N/A	N/A
2021	67,420,000	N/A	67,420,000	0.776%	736
2020	73,145,000	N/A	73,145,000	0.842%	843
2019	78,618,000	N/A	78,618,000	0.911%	903
2018	82,883,000	N/A	82,883,000	0.973%	946
2017	31,515,000	N/A	31,515,000	0.370%	354
2016	35,515,000	N/A	35,515,000	0.420%	(c) 399
2015	40,375,000	N/A	40,375,000	0.780%	453
2014	42,705,000	N/A	42,705,000	0.830%	478
2013	17,285,000	N/A	17,285,000	0.340%	193
2012	44,300,000	N/A	44,300,000	0.340%	498

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

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

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

(c) Revaluation

N/A - Not available

HAMILTON TOWNSHIP SCHOOL DISTRICT
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2021
UNAUDITED

<u>Governmental Unit</u>	<u>Gross Debt Outstanding</u>	<u>Estimated Percentage Applicable (a)</u>	<u>Estimated Share of Overlapping Debt</u>
Overlapping Debts:			
Township of Hamilton	\$86,108,158.00	100.00%	\$86,108,158.00
County of Mercer - Township's Share	651,120,540.00	19.81%	128,983,029.41
Subtotal, overlapping debt			<u>215,091,187.41</u>
Hamilton School District Direct Debt			<u>63,690,000.00</u>
Total direct and overlapping debt			<u>\$278,781,187.41</u>

Source: Township of Hamilton, Statement of Indebtedness as of December 31, 2021
Debt outstanding data provided by each governmental unit.

(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.

HAMILTON TOWNSHIP SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
UNAUDITED

Legal Debt Margin Calculation for Fiscal 2020:

Equalized Valuation Basis

Calendar Year

2021	\$9,503,204,116.00
2020	9,235,625,909.00
2019	9,092,964,387.00
	<u>\$27,831,794,412.00</u>

Average Equalized Valuation of Taxable Property

	\$9,277,264,804.00
--	--------------------

Debt Limit (4% of average equalization value)

	371,090,592.16
--	----------------

Net Bonded School Debt

	63,690,000.00
--	---------------

Legal Debt Margin

	<u>\$307,400,592.16</u>
--	-------------------------

	Fiscal Year Ending June 30,								
	2021	2020	2019	2018	2017	2016	2015		
Debt Limit	\$371,090,592.16	\$363,062,790.04	\$358,473,987.16	\$350,249,579.44	\$344,682,446.39	\$228,596,944.68	\$387,159,906.00	\$382,174,527.00	\$390,604,518.00
Total Net Debt Applicable To Limit	63,690,000.00	71,330,000.00	74,870,000.00	78,618,000.00	84,473,000.00	37,255,000.00	40,375,000.00	42,705,000.00	44,300,000.00
Legal Debt Margin	<u>\$307,400,592.16</u>	<u>\$291,732,790.04</u>	<u>\$281,603,987.16</u>	<u>\$271,631,579.44</u>	<u>\$260,209,446.39</u>	<u>\$191,341,944.68</u>	<u>\$326,784,906.00</u>	<u>\$324,454,906.00</u>	<u>\$346,304,518.00</u>
Total Net Debt Applicable to the Limit as a % of Debt Limit	17.16%	19.65%	21.00%	22.45%	24.51%	16.30%	11.00%	11.63%	11.76%

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 for a K through 12 district; other % limits would be applicable for other district types.

HAMILTON TOWNSHIP SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
UNAUDITED

<u>Year</u>	<u>Population (a)</u>	<u>Personal Income (b)</u>	<u>Per Capita Personal Income (c)</u>	<u>Unemployment Rate (d)</u>
2021	91,605	N/A	N/A	5.20%
2020	86,722	6,436,333,396	74,218	8.20%
2019	87,065	6,250,396,350	71,790	3.00%
2018	87,552	6,071,205,888	69,344	3.60%
2017	89,078	5,909,701,754	66,343	4.00%
2016	89,042	5,631,639,374	63,247	4.10%
2015	89,189	5,575,026,012	62,508	4.70%
2014	89,357	5,454,887,422	61,046	6.60%
2013	89,329	5,147,315,638	57,622	8.00%
2012	88,980	5,240,655,060	58,897	7.98%

Source:

- (a) Population information provided by the NJ Dept. of Labor and Workforce Development.
- (b) Personal income has been estimated based upon the municipal population and per capita personal income presented.
- (c) Per capita personal income by municipality estimated based upon the 2020 Census published by the US Bureau of Economic Analysis.
- (d) Unemployment data provided by the NJ Dept. of Labor and Workforce Development.

HAMILTON TOWNSHIP SCHOOL DISTRICT
 PRINCIPAL EMPLOYERS - CURRENT YEAR AND NINE YEARS AGO
 UNAUDITED

<u>Employer</u>	2022			2013		
	<u># of Employees</u>	<u>Rank (Optional)</u>	<u>Percentage of Total Employment</u>	<u># of Employees</u>	<u>Rank (Optional)</u>	<u>Percentage of Total Employment</u>
Trane Company	1,100	1	2.06%	602	3	1.10%
Robert Wood Johnson Hamilton	1,000	2	1.87%	1,725	1	3.15%
UPS	850	3	1.59%	414	8	0.76%
Fed-Ex	800	4	1.50%			
Verizon	560	5	1.05%	645	2	1.18%
Genesis	545	6	1.02%	510	6	0.93%
ShopRite	475	7	0.89%	530	4	0.97%
Walmart	450	8	0.84%			
AAA Mid Atlantic	295	9	0.55%	450	7	0.82%
Home Depot	200	10	0.37%			
Conguleum				525	5	0.96%
Capital Health				225	9	0.41%
Acme Markets				210	10	0.38%
	<u>6,275</u>		<u>11.76%</u>	<u>5,836</u>		<u>10.66%</u>

Source: Township of Hamilton Economic Development Office

HAMILTON TOWNSHIP SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
UNAUDITED

Function/Program	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Instruction:										
Regular	741	759	764	770	767	735	784	794	803	763
Special education	346	372	360	355	341	187	226	182	181	171
Other Special Education	75	76	78	75	75	74	74	74	63	75
Support Services:										
Student and instruction related services	111	116	119	112	106	94	89	89	90	85
General administrative services	2	2	2	3	3	3	3	3	3	3
School administrative services	102	108	113	113	113	109	92	118	99	41
Other administrative services	37	39	39	40	43	49	62	50	60	13
Central services	22	24	24	24	24	23	23	24	24	6
Administration information technology	17	18	17	17	17	17	20	18	18	125
Plant operations and maintenance	170	171	167	170	170	157	166	166	168	177
Pupil transportation	12	12	12	12	10	10	10	10	11	7
Other support services	21	18	18	18	18	206	173	237	245	273
Food Service	2	2	2	1	1	1	1	1	1	1
Total	1,658	1,717	1,715	1,710	1,688	1,665	1,723	1,766	1,766	1,739

Source: District Personnel Records

HAMILTON TOWNSHIP SCHOOL DISTRICT
OPERATING STATISTICS
 UNAUDITED

Fiscal Year	Enrollment	Operating Expenditures (a)	Cost Per Pupil	% Change	Teaching Staff (b)	Teacher/Pupil Ratio			Average Daily Enrollment (c)	Average Daily Attendance (c)	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	High School				
2022	11,365	\$258,897,201.44	\$22,780.22	7.07%	1,162	1:12	1:12	1:12	11,544	10,741	-0.05%	93.04%
2021	11,308	240,579,843.02	21,275.19	10.48%	1,119	1:12	1:12	1:12	11,550	11,159	1.10%	96.61%
2020	11,817	227,560,678.17	19,257.06	-1.40%	973	1:12	1:12	1:12	11,424	10,823	0.00%	94.74%
2019	11,653	227,577,421.20	19,529.51	-3.45%	970	1:12	1:12	1:12	11,424	10,823	-1.17%	94.74%
2018	11,614	227,840,088.33	19,617.71	8.37%	928	1:12	1:12	1:12	11,559	10,722	-0.34%	92.76%
2017	11,662	215,640,033.00	18,490.83	6.62%	960	1:12	1:12	1:12	11,599	10,925	-0.64%	94.19%
2016	11,683	203,519,953.06	17,420.18	6.05%	975	1:12	1:12	1:12	11,673	11,025	-1.97%	94.45%
2015	11,988	199,661,202.00	16,655.09	2.98%	976	1:12	1:12	1:12	11,908	11,278	-1.32%	94.71%
2014	12,354	197,277,370.00	15,968.70	3.83%	984	1:12	1:12	1:13	12,067	11,500	-0.15%	95.30%
2013	12,454	191,538,895.00	15,379.71	6.63%	934	1:13	1:12	1:13	12,085	11,399	-1.96%	94.32%

Sources: District records

Note: Enrollment based on annual October district count.

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

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

(c) Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

HAMILTON TOWNSHIP SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
UNAUDITED

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<u>District Buildings</u>										
Elementary School(s):										
Alexander (1962)	31,997	31,997	31,977	31,977	31,977	31,977	31,977	31,977	31,977	31,977
Square Feet	245	245	360	360	351	351	351	351	351	351
Capacity (students)	351	318	313	318	317	333	344	346	337	352
Enrollment										
Greenwood (1917)	28,398	28,398	28,398	26,948	26,948	26,948	26,948	26,948	26,948	26,948
Square Feet	220	220	240	240	227	227	227	227	227	227
Capacity (students)	250	258	269	258	233	243	247	242	240	234
Enrollment										
Kisthardt (1951)	25,242	25,242	25,242	25,242	25,242	25,242	25,242	25,242	25,242	25,242
Square Feet	189	189	252	252	245	245	245	245	245	245
Capacity (students)	233	233	222	223	213	234	233	236	223	230
Enrollment										
Klockner (1908)	44,354	44,354	44,354	44,354	44,354	44,354	44,354	44,354	44,354	44,354
Square Feet	256	256	251	251	254	254	254	254	254	254
Capacity (students)	235	248	267	248	260	260	262	243	233	237
Enrollment										
Kuser (1908)	51,813	51,813	51,813	51,813	51,813	51,813	51,813	51,813	51,813	51,813
Square Feet	367	367	351	351	404	404	404	404	404	404
Capacity (students)	347	381	433	433	402	387	387	388	385	397
Enrollment										
Lalor (1926)	36,408	36,408	36,408	36,408	36,408	36,408	36,408	36,408	36,408	36,408
Square Feet	217	217	262	262	242	242	242	242	242	242
Capacity (students)	270	282	276	282	242	249	262	258	246	315
Enrollment										
Langtree (1966)	39,516	39,516	39,516	39,516	39,516	39,516	39,516	39,516	39,516	39,516
Square Feet	293	293	360	360	392	392	392	392	392	392
Capacity (students)	328	388	311	388	371	385	403	404	388	388
Enrollment										
McGalliard (1952)	29,444	29,444	29,444	29,444	29,444	29,444	29,444	29,444	29,444	29,444
Square Feet	226	226	262	262	277	277	277	277	277	277
Capacity (students)	285	277	267	277	270	273	278	278	262	251
Enrollment										
Mercerville (1911)	45,098	45,098	45,098	45,098	45,098	45,098	45,098	45,098	45,098	45,098
Square Feet	329	329	384	384	385	385	385	385	385	385
Capacity (students)	361	389	371	389	312	331	346	348	316	332
Enrollment										
Morgan (1957)	34,434	34,434	34,434	34,434	34,434	34,434	34,434	34,434	34,434	34,434
Square Feet	352	352	390	390	386	386	386	386	386	386
Capacity (students)	356	356	345	356	311	312	304	311	287	276
Enrollment										

TOWNSHIP OF HAMILTON SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
UNAUDITED

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Robinson (1962)										
Square Feet	40,073	40,073	40,073	40,073	40,073	40,073	40,073	40,073	40,073	40,073
Capacity (students)	309	382	382	382	381	381	381	381	381	381
Enrollment	373	365	351	365	373	383	409	415	383	401
Sayen (1955)										
Square Feet	27,750	27,750	27,750	27,750	27,750	27,750	27,750	27,750	27,750	27,750
Capacity (students)	208	208	270	270	250	250	250	250	250	250
Enrollment	296	281	269	281	273	288	275	274	264	260
Sunnybrae (1966)										
Square Feet	31,778	31,778	31,778	31,778	31,778	31,778	31,778	31,778	31,778	31,778
Capacity (students)	244	244	371	371	353	353	353	353	353	353
Enrollment	352	342	315	342	316	317	321	328	313	276
University Hgts. (1977)										
Square Feet	39,333	39,333	39,333	39,333	39,333	39,333	39,333	39,333	39,333	39,333
Capacity (students)	299	299	361	361	347	347	347	347	347	347
Enrollment	345	317	297	317	312	317	340	343	311	338
Wilson (1977)										
Square Feet	39,333	39,333	39,333	39,333	39,333	39,333	39,333	39,333	39,333	39,333
Capacity (students)	307	307	447	447	387	387	387	387	387	387
Enrollment	394	419	448	419	437	436	410	410	422	415
Yardville (1938)										
Square Feet	35,370	35,370	35,370	35,370	35,370	35,370	35,370	35,370	35,370	35,370
Capacity (students)	254	254	291	291	304	304	304	304	304	304
Enrollment	288	280	278	280	284	282	293	301	285	299
Yardville Hgts. (1917)										
Square Feet	33,365	33,365	33,365	33,365	33,365	33,365	33,365	33,365	33,365	33,365
Capacity (students)	237	237	262	262	261	261	261	261	261	261
Enrollment	260	241	234	241	262	263	291	289	275	262
Middle School(s):										
Crockett (1988)										
Square Feet	115,142	115,142	115,142	115,142	115,142	115,142	115,142	115,142	115,142	115,142
Capacity (students)	780	780	696	696	944	944	944	944	944	944
Enrollment	892	831	819	831	794	795	785	783	822	831
Grice (1960)										
Square Feet	114,128	114,128	114,128	114,128	114,128	114,128	114,128	114,128	114,128	114,128
Capacity (students)	796	796	716	716	988	988	988	988	988	988
Enrollment	966	918	916	918	881	891	895	895	943	943
Reynolds (1960)										
Square Feet	113,514	113,514	113,514	113,514	113,514	113,514	113,514	113,514	113,514	113,514
Capacity (students)	774	774	737	737	979	979	979	979	979	979
Enrollment	1,076	1,029	1,025	1,029	908	893	955	952	940	914

TOWNSHIP OF HAMILTON SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
UNAUDITED

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
High School(s):										
Hamilton East (1967)	195,185	195,185	195,185	195,185	195,185	195,185	195,185	195,185	195,185	195,185
Square Feet	1,265	1,265	1,453	1,453	1,313	1,313	1,313	1,313	1,313	1,313
Capacity (students)	1,431	1,345	1,303	1,345	1,251	1,204	1,359	1,308	1,392	1,336
Enrollment	Hamilton North (1953)									
Hamilton North (1953)	162,586	162,586	162,586	162,586	162,586	162,586	162,586	162,586	162,586	162,586
Square Feet	1063	1063	1303	1303	1172	1172	1172	1,172	1,172	1,172
Capacity (students)	1,313	1,316	1,352	1,316	1,240	1,038	1,054	1,009	1,002	890
Enrollment	Hamilton West (1929)									
Hamilton West (1929)	182,348	182,348	182,348	182,348	182,348	182,348	182,348	182,348	182,348	182,348
Square Feet	1113	1113	1292	1292	1256	1256	1256	1,256	1,256	1,256
Capacity (students)	1,275	1,270	1,219	1,219	1,233	1,159	1,246	1,206	1,260	1,188
Enrollment	Other Buildings:									
Administration Building (1898)	25,515	25,515	25,515	25,515	25,515	25,515	25,515	25,515	25,515	25,515
Square Feet	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Capacity (students)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	Hamilton Educational Program (HEP)									
Hamilton Educational Program (HEP)	14,400	14,400	14,400	14,400	14,400	14,400	14,400	14,400	14,400	14,400
Square Feet	23	23	23	23	23	23	23	23	23	23
Capacity (students)	56	52	61	52	37	35	35	38	24	24
Enrollment										

Source: District records and Long Range Facility Plan
 Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of additions. Enrollment is based on the annual October district count.

HAMILTON TOWNSHIP SCHOOL DISTRICT
 SCHEDULE OF REQUIRED MAINTENANCE
 UNAUDITED

Undistributed expenditures - Required maintenance for school facilities - 11-000-261-XXX

School Facilities * Project (#s)	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
HAMILTON HS East - Steiner	\$479,089	\$459,842	\$413,492	\$443,778	\$417,017	\$417,384	\$501,056	\$389,297	\$391,885	\$326,928
HAMILTON HS North - Nottingham	393,074	383,041	344,432	369,660	347,369	347,674	417,372	324,279	326,434	272,271
HAMILTON HS West	447,580	429,599	386,297	414,591	389,591	389,933	468,103	363,694	366,112	305,420
Grice Middle	280,132	268,878	241,776	259,484	243,837	244,051	292,976	227,629	229,142	191,045
Reynolds Middle	278,625	267,431	240,475	258,088	242,525	242,738	291,400	226,404	227,909	190,033
Crockett Middle	282,621	271,267	243,924	261,790	246,003	246,220	295,579	229,651	231,178	182,817
Alexander Elementary	78,538	75,383	67,784	72,749	68,362	68,422	82,139	63,818	64,242	53,645
Wilson Elementary	96,544	92,666	83,326	89,429	84,036	84,110	100,971	78,450	78,971	65,790
Greenwood Elementary	86,145	83,488	57,088	61,270	57,575	57,626	69,178	53,748	54,105	47,572
Kishardt Elementary	61,957	59,468	53,474	57,391	53,930	53,978	64,798	50,345	50,680	42,268
Klockner Elementary	108,869	104,495	93,962	100,844	94,763	94,847	113,860	86,464	89,052	74,394
Kuser Elementary	127,177	122,068	109,764	117,803	110,700	110,797	133,008	103,341	104,028	86,793
Lalor Elementary	89,365	85,775	77,129	82,778	77,866	77,855	93,462	72,616	73,099	60,983
Langtree Elementary	96,994	93,097	83,713	89,845	84,427	84,501	101,441	78,615	79,399	66,297
McGalliard Elementary	72,271	69,368	62,376	66,945	62,908	62,963	75,565	58,726	59,117	49,343
Mercerville Elementary	110,695	106,248	95,538	102,536	96,353	96,438	115,770	89,948	90,546	75,406
Morgan Elementary	84,520	81,124	72,947	78,290	73,569	73,634	88,395	68,679	69,135	57,693
Robinson Elementary	98,361	94,409	84,893	91,111	85,617	85,692	102,871	79,925	80,457	67,066
Sayen Elementary	68,113	65,377	58,787	63,093	59,288	59,341	71,237	55,348	55,715	46,559
Sunnybrae Elementary	78,000	74,867	67,321	72,251	67,894	67,954	81,577	63,381	63,803	53,138
University Heights Elementary	96,544	92,666	83,326	89,429	84,036	84,110	100,971	78,450	78,971	65,790
Yardville Elementary	86,817	83,329	74,930	80,418	75,569	75,635	90,798	70,546	71,015	59,211
Yardville Heights Elementary	81,896	78,606	70,683	75,860	71,285	71,348	85,651	66,547	66,989	55,922
Willey School	35,345	33,925	30,506	32,740	30,766	30,793	36,966	28,721	28,914	24,039
Total School Facilities	\$3,705,272	\$3,556,418	\$3,197,945	\$3,432,173	\$3,225,206	\$3,228,043	\$3,875,166	\$3,010,822	\$3,030,838	\$2,530,403

* - 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

HAMILTON TOWNSHIP SCHOOL DISTRICT
INSURANCE SCHEDULE
UNAUDITED

	<u>COVERAGE</u>	<u>DEDUCTIBLE</u>
School Package Policy (1):		
Property/building and contents	\$314,856,500	\$5,000
Comprehensive general liability	3,000,000	1,000
Comprehensive auto liability	1,000,000	1,000
Umbrella:	15,000,000	n/a
Student accident (2):	500,000	n/a
Volunteer Insurance(3)	5,000	250
Surety Bonds (4)		
Board Secretary	750,000	n/a
Board Treasurer	750,000	n/a
Legal Liability/Errors and Omissions (5)	5,000,000	25,000
Environmental liability (6)	2,000,000	25,000
Crime (4)	500,000	5,000
Cyber Security (5)	1,000,000	100,000

(1) Utica

(2) Chartis

(3) AIG

(4) Selective

(5) NJ School Boards Insurance Group

(6) AXA XL

(7) Beazley

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SINGLE AUDIT SECTION



SUPLEE, CLOONEY & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

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

Honorable President and Members
of the Board of Education
Hamilton School District
County of Mercer
Hamilton, New Jersey 08690

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and incompliance with audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities and each major fund of the Hamilton School District (the "District") as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated March 6, 2023.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing 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 Hamilton School 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 District'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.

SUPLEE, CLOONEY & COMPANY

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 financial statements. 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 District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.


CERTIFIED PUBLIC ACCOUNTANTS


PUBLIC SCHOOL ACCOUNTANT NO. 2389

March 6, 2023



SUPLEE, CLOONEY & COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND
STATE FINANCIAL ASSISTANCE PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND NEW JERSEY OMB CIRCULAR
15-08**

Honorable President and Members
of the Board of Education
Hamilton School District
County of Mercer
Hamilton, New Jersey 08527

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited Township of Hamilton School District, County of Mercer, State of New Jersey (the "District") compliance with the types of compliance requirements identified as subject to audit in the Federal *OMB Compliance Supplement* and the *New Jersey OMB State Grant Compliance Supplement* that could have a direct and material effect on each of the District's major federal and state programs for the year ended June 30, 2022. 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.

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 year ended June 30, 2022.

Basis for Opinion on Each Major Federal and State Program

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 *New Jersey OMB State Grant Compliance Supplement*. Our responsibilities under those standards, the Uniform Guidance and the New Jersey OMB State Grant Compliance Supplement are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

SUPLEE, CLOONEY & COMPANY

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal and state program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's federal and state programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, Government Auditing Standards, the Uniform Guidance and the New Jersey OMB State Grant Compliance Supplement will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal or state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, Government Auditing Standards, the Uniform Guidance and New Jersey OMB State Grant Compliance Supplement, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and the New Jersey OMB State Grant Compliance Supplement, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

SUPLEE, CLOONEY & COMPANY

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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 the New Jersey OMB State Grant Compliance Supplement. Accordingly, this report is not suitable for any other purpose.



CERTIFIED PUBLIC ACCOUNTANTS



PUBLIC SCHOOL ACCOUNTANT NO. 2389

March 6, 2023

HAMILTON TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

GENERAL FUNDS	STATE GRANT/PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	EROM	GRANT PERIOD TO	AWARD AMOUNT	BALANCE, JUNE 30, 2021		DUE TO GRANTEE	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENTS OF PRIOR YEARS BALANCES		BALANCE, JUNE 30, 2022		BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES	
						UNRECORDED RECEIPTS	UNRECORDED GRANTS				(ACCOUNTS RECEIVABLE)	UNRECORDED REVENUE	GRANDS				
Equitation Aid	21-495-004-5120-008		07/01/2020	06/30/2021	\$85,184,892			\$5,595,479									\$85,184,892
Categorical Special Education Aid	21-495-004-5120-014		07/01/2020	06/30/2021	8,198,284			(757,972)									8,198,284
Equitation Aid	21-495-004-5120-008		07/01/2021	06/30/2022	72,681,770			6,705,719									72,681,770
Categorical Special Education Aid	22-495-004-5120-008		07/01/2021	06/30/2022	18,168,294			753,008									18,168,294
Categorical Security Aid	22-495-004-5120-084		07/01/2021	06/30/2022	630,659			58,832									630,659
Total State Aid - Public Schools					148,864,819			710,122									148,864,819
Categorical Transportation Aid	21-495-004-5120-014		07/01/2020	06/30/2021	1,446,373			(130,101)									1,446,373
Categorical Transportation Aid	21-495-004-5120-014		07/01/2021	06/30/2022	1,446,373			1,311,745									1,446,373
Extraordinary Aid	21-495-004-5120-044		07/01/2020	06/30/2021	2,026,986			(2,026,986)									2,026,986
Extraordinary Aid	21-495-004-5120-044		07/01/2021	06/30/2022	2,127,394			(2,127,394)									2,127,394
Non-Public Transportation Aid	21-100-004-5120-068		07/01/2021	06/30/2021	152,633			(152,633)									152,633
Non-Public Transportation Aid	21-100-004-5120-068		07/01/2021	06/30/2022	148,136			(148,136)									148,136
On-behalf TPAF Pension	22-495-004-5084-002		07/01/2021	06/30/2022	31,753,517			(31,753,517)									31,753,517
On-behalf TPAF non-contributory insurance	22-495-004-5084-004		07/01/2021	06/30/2022	447,998			(447,998)									447,998
On-behalf TPAF post-retirement medical	22-495-004-5084-001		07/01/2021	06/30/2022	7,523,575			(7,523,575)									7,523,575
On-behalf TPAF Long-Term Disability Insurance (non-bad)	22-495-004-5084-004		07/01/2021	06/30/2022	11,650			(11,650)									11,650
On-behalf TPAF Long-Term Disability Insurance (non-bad)	22-495-004-5084-002		07/01/2021	06/30/2022	6,853,551			(6,853,551)									6,853,551
Reimbursed TPAF Social Security Contributions	22-495-004-5085-002		07/01/2021	06/30/2022	6,054,610			(6,054,610)									6,054,610
Total General Funds					130,373,208			(131,502,897)									10,267,197
Special Revenue Funds								723,649									211,081,132
Non-Public Tuition	21-100-004-5120-064		07/01/2020	06/30/2021	87,175			(8,479)									78,696
Non-Public Tuition	21-100-004-5120-064		07/01/2021	06/30/2022	86,148	8,079		64,148									174,844
Non-Public Core Ed	22-100-004-5120-067		07/01/2021	06/30/2022	568,253	214,292		515,985									1,088,540
Non-Public Core Ed	21-100-004-5120-067		07/01/2020	06/30/2021	515,085	9,656		(9,656)									1,088,540
Non-Public ESL	21-100-004-5120-067		07/01/2020	06/30/2021	20,098			20,098									40,196
Non-Public ESL	21-100-004-5120-067		07/01/2021	06/30/2022	467	(467)		467									81,360
Non-Public Home Instruction	21-100-004-5120-067		07/01/2021	06/30/2022	479			(479)									163,000
Non-Public Home Instruction	21-100-004-5120-068		07/01/2021	06/30/2022	54,974	17,036		72,089									135,084
Non-Public Transportation	22-100-004-5120-068		07/01/2021	06/30/2022	72,389	35,081		169,991									242,380
Non-Public Transportation	21-100-004-5120-068		07/01/2020	06/30/2021	178,085			(178,085)									464,465
Non-Public Supplemental Instruction	21-100-004-5120-066		07/01/2021	06/30/2022	169,991	50,321		230,362									400,353
Non-Public Supplemental Instruction	21-100-004-5120-066		07/01/2020	06/30/2021	230,362			(230,362)									170,000
Non-Public Examination & Classification	21-100-004-5120-066		07/01/2021	06/30/2022	116,659	24,038		188,462									364,121
Non-Public Examination & Classification	21-100-004-5120-066		07/01/2020	06/30/2021	146,186			(146,186)									217,935
Non-Public Corrective Speech	21-100-004-5120-066		07/01/2021	06/30/2022	112,995	12,807		125,802									243,737
Non-Public Corrective Speech	21-100-004-5120-070		07/01/2020	06/30/2021	146,186			(146,186)									100,000
Non-Public Corrective Speech	21-100-004-5120-070		07/01/2021	06/30/2022	158,369			158,369									258,369
Non-Public Technology Aid	22-100-004-5120-084		07/01/2021	06/30/2022	58,884	60,097		58,884									118,981
Non-Public Technology Aid	21-100-004-5120-084		07/01/2020	06/30/2021	269,775			(269,775)									388,760
Non-Public Security Aid	22-100-004-5120-589		07/01/2021	06/30/2022	247,450			247,450									494,900
Non-Public Security Aid	21-100-004-5120-589		07/01/2020	06/30/2021	280,289			(280,289)									515,111
SDA Emergent Needs	22-100-004-5120-518		07/01/2021	06/30/2022	16,812			16,812									33,624
State Grant Grant	N/A				60,000												60,000
SNAP	N/A				60,000												60,000
Total Special Revenue Funds					1,382,616	440,110		1,382,616									2,825,342
Capital Projects Fund																	
School Security Project	22-588-004-5120-001		07/01/2020	06/30/2022	654,652			654,652									654,652
School Security Project	22-588-004-5120-001		07/01/2021	06/30/2022	654,652			654,652									1,309,304
Debt Service Fund																	
Debt Service Aid Type II	22-100-004-5120-126		07/01/2021	06/30/2022	946,187			946,187									946,187
Total Debt Service Fund					946,187			946,187									946,187
Enterprise Fund																	
National School Lunch Program (State Share)	21-100-004-5120-122		07/01/2020	06/30/2021	65,819	(10,315)		10,315									55,504
National School Lunch Program (State Share)	22-100-004-5120-122		07/01/2021	06/30/2022	118,959	(10,315)		121,555									277,059
Total Enterprise Fund					284,778	(20,630)		232,170									284,778
Total State Financial Assistance					\$ 2,507,570	440,110		\$ 2,507,570									\$ 3,157,917
On-behalf TPAF Pension																	\$ 1,753,517
On-behalf TPAF non-contributory insurance																	\$ 447,998
On-behalf TPAF post-retirement medical																	\$ 7,523,575
On-behalf TPAF Long-Term Disability Insurance (non-bad)																	\$ 11,650
On-behalf TPAF Long-Term Disability Insurance (non-bad)																	\$ 6,853,551
Total State Financial Assistance Subject to Single Audit					\$ 3,157,917			\$ 3,157,917									\$ 3,157,917

See accompanying notes to schedule of financial assistance.

Hamilton Township School District
Notes to the Schedules of Expenditures of Federal Awards
and State Financial Assistance
Year Ended June 30, 2022

NOTE 1: GENERAL

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state activity of the Hamilton Township School District ("the District"). The District is defined in Note 1 to the basic financial statements. All federal and state awards received directly from the federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

NOTE 2: BASIS OF ACCOUNTING

The accompanying schedules of expenditures of federal awards and state financial assistance are presented on the budgetary basis of accounting with the exceptions of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 of the District's basic financial statements. The information in this schedule is presented in accordance with the requirements of 2 CFR 200 *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"), Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The District has elected not to use the 10 percent *de minimis* indirect cost rate as allowed under the Uniform Guidance.

NOTE 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

The basic financial statements present the general fund and special revenue fund on a GAAP basis. Budgetary comparison statements or schedule (RSI) are presented for the general fund and special revenue fund to demonstrate finance-regulated 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 deferred state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP accounting purposes, those payments are not recognized until the subsequent budget year due to the state deferral and recording of the state aid payments in the subsequent year.

Hamilton Township School District
Notes to the Schedules of Expenditures of Federal Awards
and State Financial Assistance
Year Ended June 30, 2022

NOTE 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONTINUED)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$723,650 for the general fund and \$3,069,237 for the special revenue fund. See the notes to the required supplementary information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Federal awards and state financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$138,293	\$130,279,157	\$130,417,450
Special Revenue Fund	9,826,733	1,358,898	11,185,631
Capital Projects Fund		654,652	654,652
Debt Service Fund		937,100	937,100
Food Service Fund	6,029,665	118,959	6,148,624
	<u>15,994,691</u>	<u>133,348,766</u>	<u>149,343,457</u>
GAAP Adjustments			
General Fund		723,650	723,650
Special Revenue Fund	2,732,240	336,998	3,069,237
	<u>2,732,240</u>	<u>336,998</u>	<u>3,069,237</u>
Total Awards & Financial Assistance	<u>\$18,726,930</u>	<u>\$134,409,414</u>	<u>\$153,136,344</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 in the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF pension contributions, non-contributory life insurance, long-term disability and post retirement contributions represents the amount paid by the state on behalf of the district for the year ended June 30, 2022. TPAF Social Security contributions represent the amount reimbursed by the state for the employer's share of Social Security contributions for TPAF members for the year ended June 30, 2022.

Hamilton Township School District
Mercer County, New Jersey

Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2022

Section I – Summary of Auditor’s Results

Financial Statements

- | | | |
|-----|--|------------|
| (1) | Type of Auditor’s Report Issued: | Unmodified |
| (2) | Internal Control Over Financial Reporting: | |
| | (a) Material weakness(es) identified? | No |
| | (b) Significant deficiencies identified that are not considered to be material weaknesses? | No |
| (3) | Noncompliance material to the basic financial statements noted during the audit? | No |

Federal Program(s)

- | | | |
|-----|--|------------|
| (1) | Internal Control Over Major Federal Programs: | |
| | (a) Material weaknesses identified? | No |
| | (b) Significant deficiencies identified that are not considered to be material weaknesses? | No |
| (2) | Type of Auditor’s Report issued on compliance for major federal program(s)? | Unmodified |
| (3) | Any audit findings disclosed that are required to be reported in accordance with section 2 CFR 200.516(a) of OMB Uniform Guidance? | No |
| (4) | Identification of Major Federal Program(s): | |

<u>Program</u>	<u>AL</u>
National School Lunch Program	10.555
School Breakfast Program	10.553
Special Milk Program	10.556
Fresh Fruits and Vegetables	10.582
Food Distribution Program	10.565
CARES - ESSERF	84.425D
CRRSA - ESSER II	84.425D
CRRSA - Learn Acceleration	84.425D
CRRSA Mental Health Support & Services	84.425D
ARP – ESSER	84.425U
ARP - ESSER- Mental Health	84.425U
ARP CARES Supplemental	84.425D

Hamilton Township School District
Mercer County, New Jersey

Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2022

Section I – Summary of Auditor’s Results (Continued)

Federal Program(s) (Continued)

- (5) Program Threshold Determination:
Type A Federal Program Threshold > \$750,000.00
Type B Federal Program Threshold <= \$750,000.00
- (6) Auditee qualified as a low-risk auditee under OMB Circular Uniform Guidance? Yes

State Program(s)

- (1) Internal Control Over Major State Programs:
- (a) Material weakness(es) identified? No
- (b) Significant deficiencies identified that are not considered to be material weaknesses? No
- (2) Type of Auditor’s Report issued on compliance for major state program(s)? Unmodified
- (3) Any audit findings disclosed that are required to be reported in accordance with N.J. OMB Circular 15-08? No
- (4) Identification of Major State Program(s):

<u>Program Title</u>	<u>Project Number</u>
State Aid Public Cluster	
Equalization Aid	495-034-5120-078
Categorical Special Education Aid	495-034-5120-089
Categorical Security Aid	495-034-5120-084
Extraordinary Aid	495-034-5120-044
Reimbursed TPAF Social Security Contributions	495-034-5095-002

- (5) Program Threshold Determination:
Type A State Program Threshold > \$2,840,180.00
Type B State Program Threshold <= \$2,840,180.00
- (6) Auditee qualified as a low-risk auditee under OMB Circular 15-08? Yes

Hamilton Township School District
Mercer County, New Jersey

Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2022

Section II – Financial Statement Audit – Reported Findings Under Government Auditing Standards

Internal Control Findings – None Reported

Compliance Findings – None Reported

Section III – Findings and Questioned Costs Relative to Major Federal and State Programs

Federal Programs – None Reported

State Programs – None Reported

Hamilton Township School District
Mercer County, New Jersey

Schedule of Prior Year Audit Findings

Not Applicable

