

**HIGH POINT REGIONAL  
HIGH SCHOOL DISTRICT**

**High Point Regional High School District  
Sussex, New Jersey**

**Annual Comprehensive Financial Report  
For the Fiscal Year Ended June 30, 2022**

**Annual Comprehensive  
Financial Report**

**of the**

**High Point Regional  
High School District**

**Sussex, New Jersey**

**For the Fiscal Year Ended June 30, 2022**

**Prepared by**

**High Point Regional High School  
For the Fiscal Year Ended June 30, 2022**

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INTRODUCTORY SECTION  
(UNAUDITED)

# HIGH POINT REGIONAL HIGH SCHOOL

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Superintendent  
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James Minkewicz  
Business Administrator/Board Secretary  
Phone 973-875-7205  
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October 24, 2022

The Honorable President and Members of  
The Board of Education of  
High Point Regional High School District  
Sussex, New Jersey

Dear Board Members:

The annual comprehensive financial report of the High Point Regional High School District (the "District") for the fiscal year ended June 30, 2022, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (the "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.

The annual comprehensive financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the management's discussion and analysis, the basic financial statements and notes providing an overview of the District's financial position and operating results and supplementary schedules providing detailed budgetary information. The statistical section includes selected financial and demographic information, financial trends and fiscal capacity, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*; and the New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Information related to this single audit, including the auditors' reports on internal control 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 High Point Regional High School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board ("GASB") in codification section 2100. All funds of the District are included in this report. The High Point Regional High School constitutes the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels 9 through 12 for the students residing in the Borough of Branchville, Township of Frankford, Township of Lafayette, Borough of Sussex, Township of Wantage, and Township of Montague. These include regular, vocational as well as special education for handicapped youngsters. The District completed the 2021-2022 fiscal year with an average daily enrollment of 801 students, which is a decrease of 23 students from the previous year's average daily enrollment.

2) ECONOMIC CONDITION AND OUTLOOK: The communities comprising the High Point Regional High School District continue to reflect the economic condition experienced by the county over the past several years. Our student population is reflective of a community in which population numbers have steadily declined over the past decade.

The High Point Regional High School District currently covers 123.45 square miles and occupies 23.4% of northern Sussex County New Jersey. The grade 9-12 high school and adjacent administrative offices are housed in Wantage Township.

The District is governed by a nine member Board of Education which was formed in December 1963; members are elected to serve three year terms. The school building opened for students in grades 9-12 in September 1966. High Point Regional High School has completed two building additions in 1975 and 1991.

3) MAJOR INITIATIVES: High Point Regional High School continues to focus on a vision of student-centered individualized teaching and learning, with a central focus on student, social and emotional wellbeing. The district will be updating a research-based Multi-Tiered System of Supports (MTSS) and Response-to-Intervention (RTI) program so as to both focus more intently upon social and emotional learning while also incorporating a revised vision of Positive Behavioral Intervention and Supports to manage nascent COVID related student behavioral regression. By reducing curricular instructional levels, we have increased equity and access to the most rigorous curriculum for all students. Utilizing curriculum maps, our faculty are able to identify gaps in our instruction so as to align and integrate the New Jersey Student Learning Standards through our use of Professional Learning Communities that meet daily via embedded scheduling practices. High Point remains a Bring-Your-Own-Device (BYOD) district, while also having moved to a 1-to-1 chromebook district during the 2020-21 school year.

During the 2022-23 school year, High Point continues to implement the utilization of benchmark assessments in mathematics and English/Language Arts to identify the need for modifications, support and enrichment; a continuation of implementing a systematic approach to providing students pathways to career success, including the implementation of internships and an expanding school to work curriculum as well as a continued focus on increasing student writing and staff feedback. We have also invested human and material resources in establishing a more robust and appropriate transition program for our students with special needs.

Finally, as stated above, our focus for this upcoming school year will be on student culture and staff accountability in partnering with administration to ensure student social and emotional wellbeing, as well as providing for staff social and emotional wellbeing. We will more fully incorporate our partnership with Tri-County Behavioral Care so as to provide on-site clinical mental health support for all students, especially those with difficulties obtaining such support on their own.

4) INTERNAL ACCOUNTING CONTROLS: Management of the District is responsible for establishing and maintaining an internal control system designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control system 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 awards, the District also is responsible for ensuring that an adequate internal control system is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control system is also subject to periodic evaluation by the District's management.

As part of the District's single audit described earlier, tests are made to determine the adequacy of the internal control system, including that portion related to federal and state award programs, as well as to determine that the District has complied with applicable laws, regulations, contracts and grants.

5) 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 a vote of 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 accounted for in the capital projects fund. The final budget amount as amended 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 re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as restrictions, commitments and/or assignments of fund balance at June 30, 2022.

6) ACCOUNTING SYSTEM AND REPORTS: The District's accounting records reflect generally accepted accounting principles, as promulgated by the GASB. The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Basic Financial Statements", Note 1.

7) CASH MANAGEMENT: The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Basic Financial Statements", Note 3. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

8) RISK MANAGEMENT: The Board carries various forms of insurance, including, but not limited to, general liability, excess liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds. A schedule of insurance coverage is found on J-20.

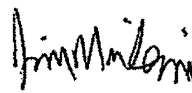
9) OTHER INFORMATION: State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Nisivoccia LLP, CPAs, was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*; and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditors' report on the basic financial statements and specific required supplementary information is included in the financial section of this report. The auditors' reports related specifically to the single audit and *Government Auditing Standards* are included in the single audit section of this report.

10) ACKNOWLEDGMENTS: We would like to express our appreciation to the members of the High Point Regional High School District Board 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 the financial and accounting staff.

Respectfully submitted,

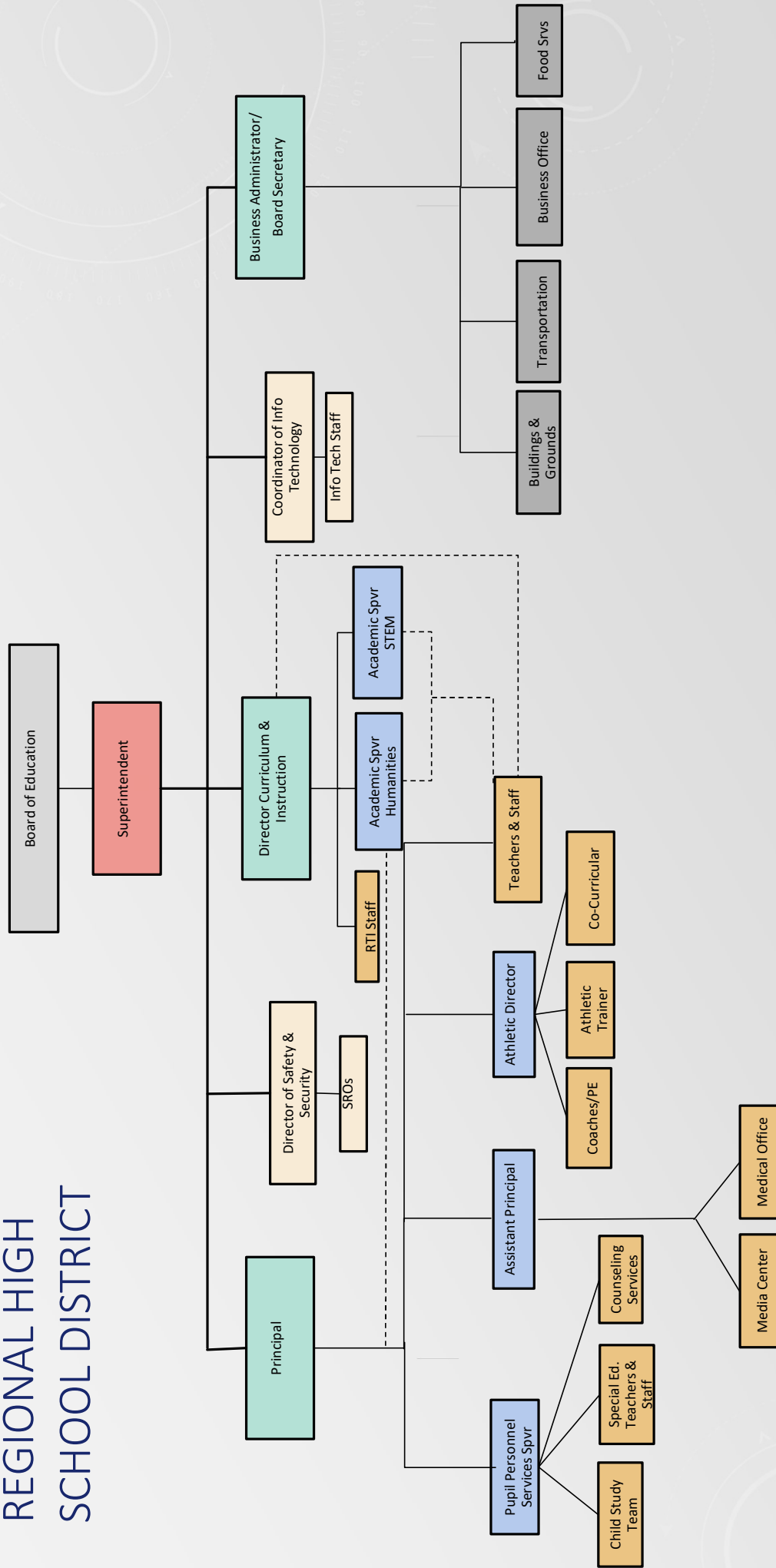


Scott D. Ripley  
Superintendent and Chief School Administrator



Jim Minkewicz  
Business Administrator/Board Secretary

# HIGH POINT REGIONAL HIGH SCHOOL DISTRICT



**HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
ROSTER OF OFFICIALS  
JUNE 30, 2022**

<u>Members of the Board of Education</u>		<u>Term Expires</u>
Wayne Dunn, President	Wantage Township	12/2023
Spencer Arnold, Vice President	Wantage Township	12/2022
Jill Ireland	Branchville Township	12/2024
Elisabeth Schuman	Wantage Township	12/2022
Lee Ann Smith	Wantage Township	12/2022
Richard Klien	Borough of Sussex	12/2023
Joseph Corazza	Frankford Township	12/2023
Joseph Conforth	Lafayette Township	12/2024
Gayle Tidona	Frankford Township	12/2024

Other Officers

Scott D. Ripley	Superintendent / Chief School Administrator
Tina Palecek	Business Administrator/Board Secretary (through 5/10/22)
William Sabo	Interim Business Administrator/Board Secretary (from 5/10/22 through 6/30/22)
James Minkewicz	Business Administrator/Board Secretary (from 6/30/22)
Michelle LaStarza	Treasurer (through 12/31/21)
Ernest Turner	Treasurer (from 12/31/21)

**HIGH POINT REGIONAL HIGH SCHOOL DISTRICT**  
**Consultants and Advisors**

**Audit Firm**

Nisivoccia LLP, CPAs  
Mount Arlington Corporate Center  
200 Valley Road, Suite 300  
Mount Arlington, NJ 07856  
and  
Lawrence Business Park  
11 Lawrence Road  
Newton, NJ 07860  
and  
1140 Route 22 East, Suite 203  
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**Attorney**

Busch Law Group LLC  
450 Main Street  
Metuchen, NJ 08840

**Official Depository**

Provident Bank  
399 Route 23  
Franklin, NJ 07416

**Architect**

EI Associates  
8 Ridgedale Avenue  
Cedar Knolls, NJ 07927



FINANCIAL SECTION

## Independent Auditors' Report

The Honorable President and Members  
of the Board of Education  
High Point Regional School District  
County of Sussex, NJ

### **Report on the Audit of the Financial Statements**

#### ***Qualified Opinion***

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the High Point Regional High School District (the “District”), in the County of Sussex, as of and for the fiscal 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, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of the District, as of June 30, 2022, and the changes in financial position, and cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Qualified Opinion***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the “Office”) 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 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 qualified audit opinion.

#### ***Matter Giving Rise to Qualified Opinion***

The District’s note disclosure on postemployment benefits other than pensions (OPEB) contains the June 30, 2020 information and not the June 30, 2021 information as the report for Governmental Accounting Standards Board (“GASB”) Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, for the State of New Jersey State Health Benefits Local Education Retired Employees Plan (“SHBP”) has not been released by the Division of Pensions and Benefits, Department of the Treasury, State of New Jersey, as of the date of this report. In our opinion, disclosure of this information is required by accounting principles generally accepted in the United States of America.

***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 GAAS, *Government Auditing Standards* and audit requirements prescribed by the Office 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 GAAS, *Government Auditing Standards* and audit requirements prescribed by the Office, 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.

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, which follows this report, the pension and post-retirement schedules in Exhibits L-1 through L-5 and the related notes, and the budgetary comparison information in Exhibits C-1 through C-3 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, are 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 the schedules of expenditures of federal and state awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*; and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, 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 accompanying supplementary information schedules and the schedules of expenditures of federal and state awards 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.

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.

The Honorable President and Members  
of the Board of Education  
High Point Regional School District  
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**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated October 24, 2022 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 solely 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 the 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 District's internal control over financial reporting and compliance.

October 24, 2022  
Mount Arlington, New Jersey

*Nisivoccia LLP*  
NISIVOCCIA LLP

*Valerie A. Dolan*

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Valerie A. Dolan  
Licensed Public School Accountant #2526  
Certified Public Accountant

REQUIRED SUPPLEMENTARY INFORMATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS

## Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2022

This section of High Point Regional High School District's annual financial report presents its discussion and analysis of the District's financial performance during the fiscal year ending June 30, 2022. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follow this section.

### Using this Annual Comprehensive Financial Report (ACFR)

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

The Statement of Net Position and Statement of Activities provide information about the activities of the entire District, presenting both an aggregate view of the District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements show how services were financed in the short-term as well as what remains for future spending. The fund financial statements present all funds of the District. The General Fund is by far the most significant fund.

### 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 operates like a business, such as food service, adult school, school store and transportation services.
- *Notes to Basic Financial Statements*: Provide additional information essential to a full understanding of the district-wide and fund financial statements.

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 relate to one another.

**Figure A-1  
Organization of School District's Financial Report**

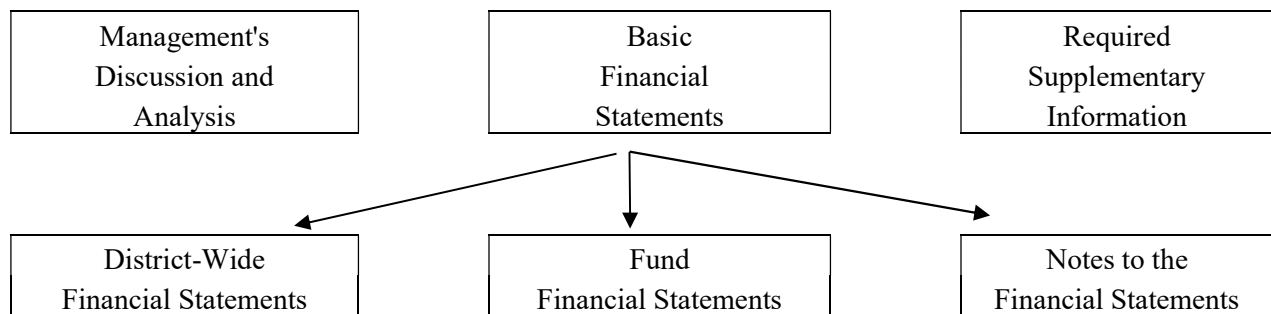


Figure A-2 summarizes the major features of the District’s financial statements, including the portion of the District’s activities they cover and the types of information they contain. The remainder of this overview section of management’s discussion and analysis highlights that structure and contents 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, adult school, school store and transportation services
Required Financial Statements	<ul style="list-style-type: none"> <li>• Statement of net position</li> <li>• Statement of activities</li> </ul>	<ul style="list-style-type: none"> <li>• Balance sheet</li> <li>• Statement of revenue, expenditures, and changes in fund balances</li> </ul>	<ul style="list-style-type: none"> <li>• Statement of net position</li> <li>• Statement of revenue, expenses, and changes in net position</li> <li>• Statement of cash flows</li> </ul>
Accounting Basis and Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus
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, lease assets, or long-term liabilities included	All assets and liabilities, both financial and capital, short-term and long-term
Type of Inflow/Outflow Information	All revenue and expenses during the year, regardless of when cash is received or paid	Revenue 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 revenue and 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 position includes all of the District's assets, deferred inflows and outflows and liabilities. All of the current year's revenue 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 position* and how they have changed. Net position – the difference between the District's assets, deferred inflows and outflows 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 additional nonfinancial factors such as changes in the District's property tax base and the condition of school buildings and other facilities.

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 food service, adult school, school store and transportation 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 debts) or to show that it is properly using certain revenue (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 difference) 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. *Internal service funds* (the other kind of proprietary fund) report activities that provide supplies and services for its other programs and activities. The District does not utilize internal service funds.

*Notes to the Basic Financial Statements:* The notes provide information that is essential to a full understanding of the data provided in the District-wide and fund financial statements. The notes to the basic financial statements can be found immediately following the fund financial statements.

### Financial Analysis of the District as a Whole

*Net Position.* The Statement of Net Position provides the perspective of the School District as a whole. Net position may serve over time as a useful indicator of a school’s financial position.

The District’s financial position is the product of financial transactions including the net results of activities, the acquisition of capital assets, and the depreciation of capital assets.

**Figure A-3**

#### Condensed Statement of Net Position

	Governmental Activities		Business-Type Activities		Total School District		Percentage Change
	2021/22	2020/21	2021/22	(Restated) 2020/21	2021/22	(Restated) 2020/21	
Current and							
Other Assets	\$ 4,515,368	\$ 3,727,208	\$ 528,249	\$ 354,248	\$ 5,043,617	\$ 4,081,456	
Capital Assets, Net	3,950,079	3,914,837	133,435	103,633	4,083,514	4,018,470	
Total Assets	8,465,447	7,642,045	661,684	457,881	9,127,131	8,099,926	11.25%
Deferred Outflows of Resources	390,686	718,872			390,686	718,872	-84.00%
Other Liabilities	409,627	434,901	3,690	7,604	413,317	442,505	
Long-term Liabilities	4,564,371	6,263,295	20,725	40,698	4,585,096	6,303,993	
Total Liabilities	4,973,998	6,698,196	24,415	48,302	4,998,413	6,746,498	-34.97%
Deferred Inflows of Resources	2,751,643	2,569,887			2,751,643	2,569,887	6.61%
Net Investment in Capital Assets	3,390,043	3,260,067	112,710	62,935	3,502,753	3,323,002	
Restricted	3,172,844	2,284,663			3,172,844	2,284,663	
Unrestricted/(Deficit)	(5,432,395)	(6,451,896)	524,559	346,644	(4,907,836)	(6,105,252)	
Total Net Position/ (Deficit)	\$ 1,130,492	\$ (907,166)	\$ 637,269	\$ 409,579	\$ 1,767,761	\$ (497,587)	128.15%

*Changes in Net Position.* The District’s *combined* net position was \$1,767,761 on June 30, 2022, \$2,265,348 more than it was the year before. (See Figure A-3). The net position of the governmental activities and business-type activities increased \$2,037,658 and increased \$227,690 respectively (See Figure A-4).

**Figure A-4**

**Changes in Net Position from Operating Results**

	Governmental Activities		Business-Type Activities		Total School District		%
	2021/22	2020/21	2021/22	2020/21	2021/22	2020/21	Change
<b>Revenue:</b>							
<b>Program Revenue:</b>							
Charges for Services	\$ 1,081,788	\$ 1,314,806	\$ 1,332,674	\$ 907,623	\$ 2,414,462	\$ 2,222,429	
Operating Grants & Contributions	9,534,286	10,522,628	340,453	97,966	9,874,739	10,620,594	
<b>General Revenue:</b>							
Property Taxes	16,904,342	16,572,883			16,904,342	16,572,883	
Other	28,798	43,263	48	33	28,846	43,296	
<b>Total Revenue</b>	<b>27,549,214</b>	<b>28,453,580</b>	<b>1,673,175</b>	<b>1,005,622</b>	<b>29,222,389</b>	<b>29,459,202</b>	<b>-0.81%</b>
<b>Expenses:</b>							
Instruction	15,008,409	15,657,362			15,008,409	15,657,362	
Pupil and Instruction Services	4,604,842	4,668,884			4,604,842	4,668,884	
Administrative and Business	1,620,999	1,657,365			1,620,999	1,657,365	
Maintenance and Operations	1,991,504	1,949,149			1,991,504	1,949,149	
Transportation	2,244,435	1,945,649			2,244,435	1,945,649	
Other		4,496	1,486,852	1,003,333	1,486,852	1,007,829	
<b>Total Expenses</b>	<b>25,470,189</b>	<b>25,882,905</b>	<b>1,486,852</b>	<b>1,003,333</b>	<b>26,957,041</b>	<b>26,886,238</b>	<b>0.26%</b>
Transfers	(41,367)		41,367				
	(41,367)		41,367				
<b>Increase in Net Position</b>	<b>\$ 2,037,658</b>	<b>\$ 2,570,675</b>	<b>\$ 227,690</b>	<b>\$ 2,289</b>	<b>\$ 2,265,348</b>	<b>\$ 2,572,964</b>	<b>-13.58%</b>

***Governmental Activities***

The financial position of the District is improving significantly. However, maintaining existing programs with a decreasing regular pupil enrollment and the provision of a multitude of special programs and services for disabled pupils has placed great demands on the District’s resources.

Careful management of expenses remains essential for the District to sustain its financial health. The significant cost savings action implemented during the year was:

- Increased use of federal funds for tuition and related service costs.

Figure A-5 presents the cost of six major District activities: instruction, pupil and instructional services, administration and business, maintenance and operations, transportation, and other. The table also shows each activity's net cost (total cost less fees generated by the activities and intergovernmental aid provided for specific programs).

The net cost shows the financial burden placed on the District's taxpayers by each of these functions:

**Figure A-5**  
**Net Cost of Governmental Activities**

	Total Cost of Services		Net Cost of Services	
	2021/22	2020/2021	2021/22	2020/2021
Instruction	\$ 15,008,409	\$ 15,657,362	\$ 5,659,584	\$ 4,963,092
Pupil and Instruction Services	4,604,842	4,668,884	4,334,464	4,542,419
Administrative and Business	1,620,999	1,657,365	1,441,932	1,405,646
Maintenance and Operations	1,991,504	1,949,149	1,934,154	1,949,149
Transportation	2,244,435	1,945,649	1,483,981	1,180,669
Other		4,496		4,496
	<u>\$ 25,470,189</u>	<u>\$ 25,882,905</u>	<u>\$ 14,854,115</u>	<u>\$ 14,045,471</u>

***Business-Type Activities***

Net position from the District's business-type activities increased by \$227,690. (Refer to Figure A-4). The increase is mainly due to the increase in government meal reimbursements and satellite sales for Montague School District.

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

To maintain a stable financial position, the District must continue to practice sound fiscal management, including but not limited to cost containment practices, seeking out all available efficiencies and a continual evaluation of all offered services and programs.

**General Fund Budgetary Highlights**

Over the course of the year, the District revised the annual operating budget several times. These budget amendments were made up of changes made within budgetary line items for changes in school-based needs for programs, supplies and equipment.

## Capital Asset and Long-term Liabilities

**Figure A-6**  
**Capital Assets (Net of Depreciation)**

	Government Activities		Business-Type Activities		Total School District		Percentage Change
	2021/22	2020/21	2021/22	(Restated) 2020/21	2021/22	(Restated) 2020/21	
Land	\$ 50,000	\$ 50,000			\$ 50,000	\$ 50,000	
Construction in Progress		32,970				32,970	
Land Improvements	205,525	236,487			205,525	236,487	
Buildings, and Building and Site Improvements	3,269,312	3,200,914			3,269,312	3,200,914	
Furniture, Machinery, and Equipment	425,242	394,466	\$ 133,435	\$ 103,633	558,677	498,099	
Total Capital Assets - (Net of Depreciation)	<u>\$ 3,950,079</u>	<u>\$ 3,914,837</u>	<u>\$ 133,435</u>	<u>\$ 103,633</u>	<u>\$ 4,083,514</u>	<u>\$ 4,018,470</u>	-1.59%

During the year the District made capital purchases of \$425,202 and disposed assets with a carrying value of \$37,379. The depreciation factored into the governmental-type activities totaled \$307,608 and into the business-type activities totaled \$15,171. (More detailed information about the District's capital assets is presented in Note 6 to the financial statements.)

### *Long-term Liabilities*

At year-end, the District had no general obligation bonds outstanding at year end as shown in Figure A-7. (More detailed information about the District's long-term liabilities is presented in Note 8 to the financial statements.)

**Figure A-7**

### Outstanding Long-Term Liabilities

	Total School District		Percentage Change
	2021/22	2020/21	
Financed Purchases Payable	\$ 580,761	\$ 695,468	
Net Pension Liability	3,065,015	4,596,390	
Other Long Term Liabilities	939,320	1,012,135	
	<u>\$ 4,585,096</u>	<u>\$ 6,303,993</u>	-37.49%

## **Factors Bearing on the District's Future Revenue/Expense Changes**

- The most significant factor bearing on the District's future is the continuation of the state aid reductions, which is anticipated through fiscal 2024. This seven-year reduction has had a negative impact on our ability to sufficiently address necessary buildings and grounds infrastructure updates, academic programmatic needs based upon the impact of COVID and necessity of investing in social and emotional learning and student and staff wellness, and security measures.
- High Point Regional continues to reduce staff, generally through retirements, due to diminishing student enrollment and resources.
- Reserve accounts remain sufficiently robust, but must be considered as emergency accounts, as our ability to replenish is questionable, at best. It is anticipated that the tax levy shall rise at the 2% cap limit each year, for the foreseeable future. However, overall general fund budgets continue to drop significantly, indicating fiscal responsibility, necessitated, however, by diminishing enrollment and state resource allocations.
- The District anticipates a long-term continuation of the send-receive relationship with Montague, thereby, ensuring continued revenue resources, as well as enhanced student enrollment numbers.

## **Contacting the District's Financial Management**

This financial report is designed to provide the District's citizens, taxpayers, customers and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Board of Education Office, High Point Regional High School District, 299 Pidgeon Hill Road, Sussex, New Jersey.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS



HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
JUNE 30, 2022

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 1,676,648	\$ 397,170	\$ 2,073,818
Receivables from Federal Government	22,413	19,571	41,984
Receivables from State Government	559,625	378	560,003
Receivables from Other Governments	354,793	171,652	526,445
Tax Levy Receivable	196,086		196,086
Internal Balances	76,211	(76,211)	
Other Receivables	1,500		1,500
Inventory		15,689	15,689
Restricted Cash and Cash Equivalents	1,628,092		1,628,092
Capital Assets:			
Land	50,000		50,000
Depreciable Buildings and Building Improvements, Site and Land Improvements, Furniture, Machinery and Equipment	3,900,079	133,435	4,033,514
Total Assets	<u>8,465,447</u>	<u>661,684</u>	<u>9,127,131</u>
<b>DEFERRED OUTFLOW OF RESOURCES</b>			
Deferred Outflows - Pension	390,686		390,686
Total Deferred Outflows of Resources	<u>390,686</u>		<u>390,686</u>
<b>LIABILITIES</b>			
Accounts Payable	406,759	86	406,845
Unearned Revenue	2,868	3,604	6,472
Noncurrent Liabilities:			
Due Within One Year	190,776	20,725	211,501
Due Beyond One Year	4,373,595		4,373,595
Total Liabilities	<u>4,973,998</u>	<u>24,415</u>	<u>4,998,413</u>
<b>DEFERRED INFLOWS OF RESOURCES:</b>			
Deferred Inflows - Pensions	2,751,643		2,751,643
Total Deferred Inflows of Resources	<u>2,751,643</u>		<u>2,751,643</u>

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
JUNE 30, 2022

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
NET POSITION			
Net Investment in Capital Assets	\$ 3,390,043	\$ 112,710	\$ 3,502,753
Restricted for:			
Capital Reserve	1,232,981		1,232,981
Maintenance Reserve	200,937		200,937
Excess Surplus	1,544,752		1,544,752
Scholarships	51,932		51,932
Student Activities	142,242		142,242
Unrestricted/(Deficit)	<u>(5,432,395)</u>	<u>524,559</u>	<u>(4,907,836)</u>
Total Net Position	<u>\$ 1,130,492</u>	<u>\$ 637,269</u>	<u>\$ 1,767,761</u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE  
AN INTEGRAL PART OF THIS STATEMENT

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

<u>Functions/Programs</u>	<u>Program Revenue</u>			<u>Net (Expense) Revenue and Changes in Net Position</u>		
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Governmental Activities:						
Instruction:						
Regular	\$ 11,186,337	\$ 1,081,788	\$ 6,130,961	\$ (3,973,588)	\$	\$ (3,973,588)
Special Education	2,782,737		2,136,076	(646,661)		(646,661)
School-Sponsored/Other Instruction	1,039,335			(1,039,335)		(1,039,335)
Support services:						
Tuition	1,865,002			(1,865,002)		(1,865,002)
Student & Instruction Related Services	2,739,840		270,378	(2,469,462)		(2,469,462)
General Administrative Services	514,643			(514,643)		(514,643)
School Administrative Services	743,802		179,067	(564,735)		(564,735)
Central Services	334,018			(334,018)		(334,018)
Administrative Technology Information	28,536			(28,536)		(28,536)
Plant Operations and Maintenance	1,991,504		57,350	(1,934,154)		(1,934,154)
Pupil Transportation	2,244,435		760,454	(1,483,981)		(1,483,981)
Total Governmental Activities	25,470,189	1,081,788	9,534,286	(14,854,115)	\$ -0-	(14,854,115)

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Functions/Programs	Program Revenue		Net (Expense) Revenue and Changes in Net Positions			
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Business Type Activities:						
Food Service	\$ 539,027	\$ 358,235	\$ 340,453		\$ 159,661	\$ 159,661
Adult School	3,652	8,779			5,127	5,127
School Store	21,380	22,271			891	891
Transportation Services	922,793	943,389			20,596	20,596
Total Business-Type Activities	1,486,852	1,332,674	340,453		186,275	186,275
Total Primary Government	\$ 26,957,041	\$ 2,414,462	\$ 9,874,739	\$ (14,854,115)	186,275	(14,667,840)
General Revenues and Transfers:						
Taxes:						
Property Taxes, Levied for General Purposes, Net				16,904,342		16,904,342
Unrestricted Federal Aid				11,160		11,160
Interest Earnings				978	\$ 48	1,026
Miscellaneous Income				16,660		16,660
Transfers				(41,367)	41,367	
Total General Revenues and Transfers				16,891,773	41,415	16,933,188
Change in Net Position				2,037,658	227,690	2,265,348
Net Position/(Deficit) - Beginning, Restated				(907,166)	409,579	(497,587)
Net Position - Ending				\$ 1,130,492	\$ 637,269	\$ 1,767,761

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

FUND FINANCIAL STATEMENTS

HIGH POINT REGIONAL HIGH SCHOOL DISTRICTBALANCE SHEETGOVERNMENTAL FUNDSJUNE 30, 2022

	General Fund	Special Revenue Fund	Total Governmental Funds
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 1,676,648		\$ 1,676,648
Tax Levy Receivable	196,086		196,086
Receivables From Federal Government		\$ 22,413	22,413
Receivables From State Government	559,625		559,625
Receivables From Other Governments	354,793		354,793
Interfund Receivable	85,987		85,987
Other Receivable		1,500	1,500
Restricted Cash and Cash Equivalents	1,433,918	194,174	1,628,092
Total Assets	<u>\$ 4,307,057</u>	<u>\$ 218,087</u>	<u>\$ 4,525,144</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts Payable	\$ 70,490	\$ 11,269	\$ 81,759
Interfund Payable		9,776	9,776
Unearned Revenue		2,868	2,868
Total Liabilities	<u>70,490</u>	<u>23,913</u>	<u>94,403</u>
Fund Balances:			
Restricted for:			
Capital Reserve Account	1,232,981		1,232,981
Maintenance Reserve Account	200,937		200,937
Excess Surplus 2022-2023	526,939		526,939
Excess Surplus 2023-2024	1,017,813		1,017,813
Scholarships		51,932	51,932
Student Activities		142,242	142,242
Assigned to:			
Year-End Encumbrances	412,902		412,902
Designated for Subsequent Year's Expenditures	105,370		105,370
Unassigned	739,625		739,625
Total Fund Balances	<u>4,236,567</u>	<u>194,174</u>	<u>4,430,741</u>
Total Liabilities and Fund Balances	<u>\$ 4,307,057</u>	<u>\$ 218,087</u>	

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2022

Amounts Reported for Governmental Activities in the Statement of Net Position (A-1) are Different Because:

Total Fund Balances from previous page	\$ 4,430,741
Capital assets used in Governmental Activities are not financial resources and therefore are not reported in the funds.	3,950,079
Other long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(1,499,356)
The Net Pension Liability for PERS is not due and payable in the current period and is not reported in the Governmental Funds.	(3,065,015)
Certain amounts related to the Net Pension Liability are deferred and amortized in the Statement of Activities and are not reported in the Governmental Funds:	
Deferred Outflows for Pensions	65,686
Deferred Inflows for Pensions	<u>(2,751,643)</u>
Net Position/(Deficit) of Governmental Activities	<u>\$ 1,130,492</u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE  
AN INTEGRAL PART OF THIS STATEMENT

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	General Fund	Special Revenue Fund	Total Governmental Funds
REVENUE:			
Local Sources:			
Local Tax Levy	\$ 16,904,342		\$ 16,904,342
Tuition from Other LEAs within State	1,081,788		1,081,788
Interest Earned on Investment	979		979
Restricted Miscellaneous		\$ 271,878	271,878
Unrestricted Miscellaneous	16,659		16,659
Total - Local Sources	18,003,768	271,878	18,275,646
State Sources	9,683,695	24,554	9,708,249
Federal Sources	11,160	573,660	584,820
Total Revenue	27,698,623	870,092	28,568,715
EXPENDITURES:			
Current:			
Regular Instruction	6,261,480	329,664	6,591,144
Special Education Instruction	1,498,163	242,839	1,741,002
School-Sponsored/Cocurricular Instruction	923,875		923,875
Support Services and Undistributed Costs:			
Tuition	1,865,002		1,865,002
Student & Instruction Related Services	2,518,564	250,989	2,769,553
General Administrative Services	444,608		444,608
School Administrative Services	444,841		444,841
Central Services	327,226		327,226
Administrative Information Technology	28,536		28,536
Plant Operations and Maintenance	2,039,075		2,039,075
Pupil Transportation	1,990,953		1,990,953
Unallocated Benefits	8,163,206		8,163,206
Capital Outlay	357,379	27,211	384,590
Total Expenditures	26,862,908	850,703	27,713,611
Excess/(Deficiency) of Revenue over/(under) Expenditures	835,715	19,389	855,104
OTHER FINANCING SOURCES/(USES):			
Transfers to Food Service Fund	(41,367)		(41,367)
Total Other Financing Sources/(Uses)	(41,367)		(41,367)
Net Change in Fund Balances	794,348	19,389	813,737
Fund Balance - July 1	3,442,219	174,785	3,617,004
Fund Balance - June 30	\$ 4,236,567	\$ 194,174	\$ 4,430,741

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE  
AN INTEGRAL PART OF THIS STATEMENT



HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Total Net Change in Fund Balances - Governmental Funds (from B-2)	\$ 813,737
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 and deletions differ from depreciation.	
Depreciation expense	\$ (307,608)
Capital Asset Deletions with Carrying Value	(37,379)
Capital outlays	<u>380,229</u>
	35,242

In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).

The net pension liability reported in the statement of activities does not require the use of current financial resources and is not reported as an expenditure in the Governmental Funds:

Change in Net Pension Liability	1,531,375
Change in Deferred Outflows	(328,489)
Change in Deferred Inflows	<u>(181,756)</u>
	1,021,130

Repayment of financed purchases payable 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.

Change in Net Position of Governmental Activities (Exhibit A-2)	\$ <u>94,734</u>
	<u>\$ 2,037,658</u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
JUNE 30, 2022

	<u>Major Funds</u>		<u>Non-Major Funds</u>	<u>Totals</u>
	<u>Food Service Fund</u>	<u>Transportation Services</u>		
<u>ASSETS:</u>				
Current Assets:				
Cash and Cash Equivalents	\$ 156,058	\$ 219,201	\$ 21,911	\$ 397,170
Accounts Receivable:				
State	378			378
Federal	19,571			19,571
Intergovernmental - Other	57,796	113,856		171,652
Inventories	6,711		8,978	15,689
Total Current Assets	<u>240,514</u>	<u>333,057</u>	<u>30,889</u>	<u>604,460</u>
Non-Current Assets:				
Capital Assets	369,067	100,000		469,067
Less: Accumulated Depreciation	<u>(316,882)</u>	<u>(18,750)</u>		<u>(335,632)</u>
Total Non-Current Assets	<u>52,185</u>	<u>81,250</u>		<u>133,435</u>
Total Assets	<u>292,699</u>	<u>414,307</u>	<u>30,889</u>	<u>737,895</u>
<u>LIABILITIES:</u>				
Current Liabilities:				
Accounts Payable - Vendors	86			86
Interfund Payable - General Fund	76,211			76,211
Unearned Revenue - Prepaid Sales	2,753			2,753
Unearned Revenue - Donated Commodities	851			851
Total Current Liabilities	<u>79,901</u>			<u>79,901</u>
Non-Current Liabilities:				
Financed Purchases Payable:				
Due Within One Year		20,725		20,725
Total Non-Current Liabilities		<u>20,725</u>		<u>20,725</u>
Total Liabilities	<u>79,901</u>	<u>20,725</u>		<u>100,626</u>
<u>NET POSITION:</u>				
Net Investment in Capital Assets	52,185	60,525		112,710
Unrestricted	<u>160,613</u>	<u>333,057</u>	<u>30,889</u>	<u>524,559</u>
Total Net Position	<u>\$ 212,798</u>	<u>\$ 393,582</u>	<u>\$ 30,889</u>	<u>\$ 637,269</u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS  
ARE AN INTEGRAL PART OF THIS STATEMENT

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Major Funds		Non-Major Funds	Totals
	Food Service Fund	Transportation Services		
Operating Revenue:				
Local Sources:				
Daily Sales - Non Reimbursable Programs	\$ 121,519			\$ 121,519
Satellite Sales	236,716			236,716
Program Fees		\$ 943,389	\$ 31,050	974,439
Total Operating Revenue	358,235	943,389	31,050	1,332,674
Operating Expenses:				
Cost of Sales - Reimbursable Programs	139,442			139,442
Cost of Sales - Non Reimbursable Programs	157,264			157,264
Salaries & Payroll Taxes	162,870	53,613		216,483
Other Purchased Services		855,146		855,146
Financed Purchase Interest		1,534		1,534
Management Fee	20,600			20,600
Depreciation Expense	2,671	12,500		15,171
Other Miscellaneous Expenses	56,180		25,032	81,212
Total Operating Expenses	539,027	922,793	25,032	1,486,852
Operating Income/(Loss)	(180,792)	20,596	6,018	(154,178)
Non-Operating Revenue:				
Local Sources:				
Interest Income	48			48
State Sources:				
COVID-19 - Seamless Summer Option	6,295			6,295
Federal Sources:				
COVID-19 - Seamless Summer Option - Lunch	267,585			267,585
Food Distribution Program	22,865			22,865
COVID-19 - Seamless Summer Option - Breakfast	37,343			37,343
COVID-19 - Operational Costs Reimbursement Program	5,123			5,123
COVID-19 - P-EBT Cost Reimbursement	1,242			1,242
Total Non-Operating Revenue	340,501			340,501
Net Income/(Loss) before Transfer	159,709	20,596	6,018	186,323
Transfer from General Fund - Capital Contribution	41,367			41,367
Change in Net Position	201,076	20,596	6,018	227,690
Net Position - Beginning of Year - Restated	11,722	372,986	24,871	409,579
Net Position - End of Year	\$ 212,798	\$ 393,582	\$ 30,889	\$ 637,269

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS  
ARE AN INTEGRAL PART OF THIS STATEMENT

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Major Funds		Non-Major Funds	Totals
	Food Service Fund	Transportation Services		
Cash Flows from Operating Activities:				
Receipts from Customers	\$ 300,439	\$ 999,016	\$ 31,050	\$ 1,330,505
Payments to Employees	(162,870)			(162,870)
Payments to Food Service Vendor	(298,688)			(298,688)
Payments to Suppliers	(56,180)	(910,293)	(22,217)	(988,690)
Net Cash Provided by/(Used for) Operating Activities	(217,299)	88,723	8,833	(119,743)
Cash Flows from Noncapital Financing Activities:				
Cash Received from Federal and State Sources	314,858			314,858
Current Year Interfund Returned - General Fund	17,116			17,116
Net Cash Provided by Noncapital Financing Activities	331,974			331,974
Cash Flows from Capital Financing Activities:				
Purchase of Equipment	(3,606)			(3,606)
Financed Purchase Principal Payment		(19,973)		(19,973)
Net Cash (Used for) Capital Financing Activities	(3,606)	(19,973)		(23,579)
Cash Flows from Investing Activities:				
Investment Income	48			48
Net Cash Flows Provided by Investing Activities:	48			48
Net Increase/(Decrease) in Cash and Cash Equivalents	111,117	68,750	8,833	188,700
Cash and Cash Equivalents, July 1	44,941	150,451	13,078	208,470
Cash and Cash Equivalents, June 30	\$ 156,058	\$ 219,201	\$ 21,911	\$ 397,170

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Major Funds			Totals
	Food Service Fund	Transportation Services	Non-Major Funds	
Reconciliation of Operating Income/(Loss) to Net Cash Provided by/(Used for)				
Operating Activities:				
Operating Income/(Loss)	\$ (180,792)	\$ 20,596	\$ 6,018	\$ (154,178)
Adjustment to Reconcile Operating Income/(Loss) to Cash Provided by/(Used for) Operating Activities:				
Federal Food Distribution Program	22,865			22,865
Depreciation	2,671	12,500		15,171
Changes in Assets and Liabilities:				
(Increase)/Decrease in Accounts Receivable	(57,796)	55,627		(2,169)
(Increase)/Decrease in Inventory	(333)		2,815	2,482
Increase in Accounts Payable	86			86
(Decrease) in Unearned Revenue - Prepaid Sales	(2,076)			(2,076)
(Decrease) in Unearned Revenue - Donated Commodities	(1,924)			(1,924)
Net Cash Provided by/(Used for) Operating Activities	<u>\$ (217,299)</u>	<u>\$ 88,723</u>	<u>\$ 8,833</u>	<u>\$ (119,743)</u>

Noncash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A. donated commodities through the Food Distribution Program valued at \$20,941 and utilized commodities valued at \$22,865. The Transportation Services Fund paid down \$19,973 of financed purchases payable.

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Board of Education (the "Board") of High Point Regional High School District (the "District") have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government 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 Board's accounting policies are described below.

A. Reporting Entity:

The Board is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board consists of elected officials and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District.

Governmental Accounting Standards Board ("GASB") Codification Section 2100, "Defining the Financial Reporting Entity" establishes standards to determine whether a governmental component unit should be included in the financial reporting entity. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with a primary government are such that exclusion would cause the reporting entity's financial statements to be misleading. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. A legally separate, tax-exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents. (2) The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate 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. 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.

B. Basis of Presentation:

District-Wide Financial Statements:

The statement of net position and the statement of activities present financial information about the District's governmental and business type activities. These statements include the financial activities of the overall government in its entirety, except those that are fiduciary. Eliminations have been made to minimize the double counting of internal transactions. These statements distinguish between the governmental and business type activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenue and other nonexchange transactions. Business type activities are financed in part by fees charged to external parties.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

B. Basis of Presentation: (Cont'd)

The statement of activities presents a comparison between direct expenses and program revenue for business-type activities and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Indirect expenses are allocated to the functions using an appropriate allocation method or association with the specific function. Indirect expenses include health benefits, employer's share of payroll taxes, compensated absences and tuition reimbursements. Program revenue includes (a) 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 requirements of a particular program. Revenue that is not classified as program revenue, including all taxes, is presented as general revenue. The comparison of direct expenses with program revenue identifies the extent to which each government function or business segment is self-financing or draws from the general revenue of the District.

Fund Financial Statements: During the fiscal year, the School District segregates transactions related to certain School 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, including its fiduciary funds. Separate statements for each fund category – *governmental, proprietary, and fiduciary*- are presented. 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 believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models.

The District reports the following governmental funds:

General Fund: The General Fund is the general operating fund of the District and is used to account for and report all expendable financial resources not accounted for and reported in another fund. Included are certain expenditures for vehicles and movable instructional or noninstructional equipment which are classified in the capital outlay subfund.

As required by the NJDOE, the District includes budgeted capital outlay in this fund. GAAP, as it pertains to governmental entities, states 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 revenue. 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 current expense by Board resolution.

Special Revenue Fund: The Special Revenue Fund is used to account for the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. Thus, the Special Revenue Fund is used to account for the proceeds of specific revenue from State and Federal Governments (other than major capital projects, debt service or the enterprise funds) and local appropriations that are legally restricted or committed to expenditures for specified purposes.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

B. Basis of Presentation: (Cont'd)

Capital Projects Fund: The Capital Projects Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of major capital facilities and other capital assets or lease assets (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, funds appropriated from the General Fund, and from aid provided by the state to offset the cost of approved capital projects.

Debt Service Fund: The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for principal and interest.

The District reports the following proprietary fund:

Enterprise Fund: The Enterprise Funds account for all revenue and expenses pertaining to the Board's cafeteria program, school store, adult school and transportation program. The enterprise funds are 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 or other customers on a continuing basis are financed or recovered primarily through user charges.

C. Measurement Focus and Basis of Accounting:

The district-wide financial statements and the proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Non-exchange transactions, in which the District gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenue is recognized when measurable and available. The District considers all revenue reported in the governmental funds to be available if the revenue is collected within sixty days after the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured. Capital asset or lease asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under financed purchases are reported as other financing sources.



HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

C. Measurement Focus and Basis of Accounting: (Cont'd)

It is the District's policy, that when an expenditure is incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, to apply restricted resources first followed by unrestricted resources. Similarly, within unrestricted fund balance, it is the District's policy to apply committed resources first followed by assigned resources and then unassigned resources when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Under the terms of grant agreements, the District may fund certain programs by a combination of specific cost-reimbursement grants, categorical block grants and general revenue. Therefore, when program expenses are incurred, both restricted and unrestricted net position may be available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, followed by general revenue.

D. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budget for the fiscal year ended June 30, 2022 was submitted to the County office and was approved by a vote of the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. Budget amendments/transfers are made by School Board resolution. All budgetary 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).

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

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

The General Fund budgetary revenue differs from GAAP revenue due to a difference in recognition of the last two state aid payments for the current year. Since the State is recording the last two state aid payments in the subsequent fiscal year, the District cannot recognize these payments on the GAAP financial statements.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

D. Budgets/Budgetary Control: (Cont'd)

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

	General Fund	Special Revenue Fund
Sources/Inflows of Resources		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$ 27,619,840	\$ 863,854
Differences - Budget to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognizes Encumbrances as Expenditures, and Revenue while the GAAP Basis does not.		6,238
Prior Year State Aid Payments Recognized for GAAP Statements, not Recognized for Budgetary Purposes	488,018	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	(409,235)	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	\$ 27,698,623	\$ 870,092
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 26,862,908	\$ 844,465
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.		6,238
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	\$ 26,862,908	\$ 850,703

E. Cash and Cash Equivalents and Investments:

Cash and cash equivalents include petty cash, change funds, amounts in deposits, and short-term investments with original maturities of three months or less.

The District generally records investments at fair value and records the unrealized gains and losses as part of investment income. Fair value is the price that would be received to sell an investment in an orderly transaction between market participants at the measurement date. The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

E. Cash and Cash Equivalents and Investments: (Cont'd)

New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. New Jersey Statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts. Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey.

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

F. Interfund Transactions:

Transfers between governmental and business-type activities on the District-wide statements are reported in the same manner as general revenues. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in the enterprise fund. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

On fund financial statements, short-term interfund loans are classified as interfund receivables/payables. These amounts are eliminated in the statement of net position, except for amounts due between governmental and business-type activities or governmental and agency funds, which are presented as internal balances.

G. Allowance for Uncollectible Amounts:

No allowance for uncollectible accounts has been recorded as all amounts are considered collectible.

H. Encumbrances:

Under encumbrance accounting purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve a portion of the applicable appropriation. Open encumbrances in governmental funds other than the special revenue fund are reported as restricted, committed, and/or 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 revenue 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.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

I. Short-Term Interfund Receivable/Payable:

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

J. Inventories and Prepaid Expenses:

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

Enterprise fund inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method. Prepaid expenses in the enterprise fund represent payments made to vendors for services that will benefit periods beyond June 30, 2022.

K. Capital Assets:

During the year ended June 30, 1994, the District established a formal system of accounting for its capital assets. Capital assets acquired or constructed subsequent to June 30, 1994, are recorded at historical cost including ancillary charges necessary to place the asset into service. Capital assets acquired or constructed prior to the establishment of the formal system are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. Donated capital assets are valued at acquisition cost. The cost of normal maintenance and repairs is not capitalized. The District does not possess any infrastructure. Capital assets have been reviewed for impairment.

The capitalization threshold (the dollar value above which asset acquisitions are added to the capital asset accounts) is \$2,000. The depreciation method is straight-line. The estimated useful lives of capital assets reported in the district-wide statements and proprietary funds are as follows:

	<u>Estimated Useful Life</u>
Buildings and Building Improvements	50 years
Land and Site Improvements	20 years
Furniture, Machinery, and Equipment	10 to 15 years
Computer and Related Technology	5 years
Vehicles	8 years

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets are not capitalized and related depreciation is not reported in the fund financial statements.

L. Lease Assets

Intangible right-to-use lease assets are assets which the District leases for a term of more than one year. The value of leases are determined by the net present value of the leases at the District's incremental borrowing rate at the time of the lease agreement, amortized over the term of the agreement.

M. Unearned Revenue:

Unearned revenue in the special revenue fund represents cash which has been received but not yet earned. See Note 1(D) regarding the special revenue fund.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

N. Long Term Liabilities:

In the District-wide and enterprise fund statements of net position, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or enterprise funds. Bond premiums and discounts, are reported as deferred charges and amortized over the term of the related debt using the straight-line method of amortization. In the fund financial statements the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

O. Accrued Salaries and Wages:

The District does not allow employees who provide services over the ten-month academic year the option to have their salaries evenly distributed during the entire twelve-month year, therefore, there are no accrued salaries and wages as of June 30, 2022.

P. Compensated Absences:

The District accounts for compensated absences (e.g., unused vacation, sick leave) as directed by GASB. 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. In the event of termination, an employee is reimbursed for accumulated vacation. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after fifteen years of service.

In the district-wide *Statement of Net Position*, the liabilities whose average maturities are greater than one year should be reported in two components – the amount due within one year and the amount due in more than one year.

Q. Lease Payable

In the district-wide financial statements, leases payable are reported as liabilities in the Statement of Net Position. In the governmental fund financial statements, the present value of lease payments is reported as other financing sources.

R. Fund Balance Appropriated:

General Fund: Of the \$4,236,567 General Fund fund balance at June 30, 2022, \$1,232,981 is restricted in the capital reserve account; \$200,937 is restricted in the maintenance reserve; \$1,017,813 is restricted for current fiscal year excess surplus in accordance with N.J.S.A 18A:7F-7 as amended by P.L. 2004, C.73 (S1701) and will be appropriated and included as anticipated revenue for the fiscal year ended June 30, 2024; \$526,939 is restricted for prior year fiscal year excess surplus in accordance with N.J.S.A 18A:7F-7 as amended by P.L. 2004, C.73 (S1701) and has been appropriated and included as anticipated revenue for the fiscal year ended June 30, 2023; \$412,902 is assigned fund balances for year-end encumbrances; \$105,370 is assigned and has been appropriated and included as anticipated revenue for the fiscal year ending June 30, 2023 and \$739,625 is unassigned which is \$409,235 less than reported on a GAAP basis due to the final two state aid payments not being recognized as of June 30, 2023.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

R. Fund Balance Appropriated: (Cont'd)

Special Revenue Fund: Of the \$194,174 Special Revenue fund balance at June 30, 2022 is \$51,932 is restricted for Scholarships and \$142,242 is restricted for Student Activities.

Calculation of Excess Surplus: In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, C.73 (S1701) the designation for 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 restrict General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The District had an excess surplus at June 30, 2022 as noted above.

The District's fund balance in the General Fund is less on a GAAP basis than the budgetary basis by \$409,235 in unassigned fund balance, as reported in the fund statements (modified accrual basis). P.L. 2003, C.97 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the related state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the last two state aid payments in the subsequent fiscal year, the school district cannot recognize these last two state aid payments on the GAAP financial statements until the year the State records the payable. The excess surplus calculation is calculated using the fund balance reported on the Budgetary Comparison Schedule, including the final two state aid payments and not the fund balance reported on the fund statement which excludes the last two state aid payments.

S. Net Position:

Net Position is the difference between (a) assets and deferred outflows of resources and (b) liabilities and deferred inflows of resources. This Statement provides guidance for reporting net position within a framework that includes deferred outflows of resources and deferred inflows of resources, in addition to assets and liabilities.

A deferred outflow of resources is a consumption of net position by the District that is applicable to a future reporting period. A deferred inflow of resources is an acquisition of net position by the District that is applicable to a future reporting period. The District had deferred inflows and outflows of resources at June 30, 2022 related to pensions.

Net position is displayed in three components - net investment in capital assets; restricted and unrestricted.

The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, lease assets, net of accumulated amortization reduced by the outstanding balances of borrowings that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt also would be included in this component of net position.

The restricted component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.

The unrestricted component of net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

T. Deficit in Net Position:

There is a \$5,432,395 deficit in unrestricted net position for the governmental activities at June 30, 2022. This deficit is primarily a result of the net pension liability and related deferred inflows and outflows and compensated absences payable.

This deficit does not indicate that the District is facing financial difficulties and is permitted practice under generally accepted accounting principles.

U. Fund Balance Restrictions, Commitments and Assignments:

The restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. The committed fund balance classification includes amounts that can be used only for the specific purposes determined for a formal action of the District's highest level of decision-making authority. Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. Unassigned fund balance is the residual classification for the District's General Fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classifications should be used only to report a deficit balance resulting from overspending for specific purposes for which amounts has been restricted, committed or assigned. Fund balance restrictions have been established for a capital reserve, a maintenance reserve, excess surplus, scholarships and student activities (including athletics).

The District Board of Education has the responsibility to formally commit resources for specific purposes through a motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body. The Board of Education must also utilize a formal motion, or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body in order to remove or change the commitment of resources. The District has no committed resources at June 30, 2022.

The assignment of resources is generally made by the District Board of Education through a motion or a resolution passed by a majority of the Members of the Board of Education. These resources are intended to be used for a specific purpose. The process is not as restrictive as the commitment of resources and the Board of Education may allow an official of the District to assign resources through policies adopted by the Board of Education. The District has assigned resources for year-end encumbrances and fund balance designated for subsequent year's expenditures in the General Fund at June 30, 2022.

V. Revenue - 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.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

V. Revenue - Exchange and Non-exchange Transactions: (Cont'd)

Non-exchange transactions, in which the School 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. 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 School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School 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 to be both measurable and available at fiscal year-end: property taxes, interest and tuition.

W. Operating Revenue and Expenses:

Operating revenue are those revenues that are generated directly from the primary activity of the respective Enterprise Fund. For the School District, these revenues are sales for food service and program fees for other Enterprise Funds. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the respective Enterprise Fund.

X. Management Estimates:

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

Y. Pensions:

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 State of New Jersey Public Employees' Retirement System (PERS) and the State of New Jersey Teachers' Pension and Annuity Fund (TPAF) and additions to/deductions from the PERS's and TPAF's net position have been determined on the same basis as they are reported by the PERS and the TPAF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Pension Plan investments are reported at fair value.

NOTE 2. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL FUND STATEMENTS AND DISTRICT-WIDE STATEMENTS

Due to the differences in the measurement focus and basis of accounting used on the government fund statements and district-wide statements, certain financial transactions are treated differently. The basic financial statements contain a full reconciliation of these items.



HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash and cash equivalents include petty cash, change funds, amounts in deposits, and short-term investments with original maturities of three months or less.

The Board classifies certificates of deposit which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

GASB requires disclosure of the level of custodial credit risk assumed by the District in its cash, cash equivalents and investments, if those items are uninsured or unregistered. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned.

Interest Rate Risk - In accordance with its cash management plan, the District ensures that any deposit or investment matures within the time period that approximates the prospective need for the funds, deposited or invested, so that there is not a risk to the market value of such deposits or investments.

Credit Risk - The District limits its investments to those authorized in its cash management plan which are those permitted under state statute as detailed on the following two pages.

Custodial Credit Risk – The District's policy with respect to custodial credit risk requires that the District ensures that District funds are only deposited in financial institutions in which NJ school districts are permitted to invest their funds.

Deposits:

New Jersey statutes require that school districts deposit public funds in public depositories located in New Jersey which are insured by the Federal Deposit Insurance Corporation, the Federal Savings and Loan Insurance Corporation, or by any other agency of the United States that insures deposits made in public depositories. School districts are also permitted to deposit public funds in the State of New Jersey Cash Management Fund.

New Jersey statutes require public depositories to maintain collateral for deposits of public funds that exceed depository insurance limits as follows:

The market value of the collateral must equal at least 5% of the average daily balance of collected public funds on deposit.

In addition to the above collateral requirement, if the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least equal to 100% of the amount exceeding 75%.

All collateral must be deposited with the Federal Reserve Bank of New York, the Federal Reserve Bank of Philadelphia, the Federal Home Loan Bank of New York, or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

Investments:

New Jersey statutes permit the Board to purchase the following types 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;
- (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;
- (4) Bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located.
- (5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law", P.L. 1983, c.313 (C.40A:5A-1 et seq.). Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by local units;
- (6) Local government investment pools;
- (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 a. or are bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the requirements of the "Local Authorities Fiscal Control Law," P.L. 1983, c. 313 (C.40A:5A-1 et seq.). ;
  - (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.17:9-41);
  - (e) a master repurchase agreement providing for the custody and security of collateral is executed; or

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

Investments: (Cont'd)

- (9) Deposit of funds in accordance with the following conditions:
- (a) The funds are initially invested through a public depository as defined in section 1 of P.L. 1970, c. 236 (C.17:9-41) designated by the school district;
  - (b) The designated public depository arranges for the deposit of the funds in deposit accounts in one or more federally insured banks, savings banks or savings and loan associations or credit unions for the account of the school district;
  - (c) 100 percent of the principal and accrued interest of each deposit is insured by the Federal Deposit Insurance Corporation or the National Credit Union Share Insurance Fund;
  - (d) The designated public depository acts as custodian for the school district with respect to these deposits; and
  - (e) On the same date that the school district's funds are deposited pursuant to subparagraph (b) of this paragraph, the designated public depository receives an amount of deposits from customers of other financial institutions, wherever located, equal to the amounts of funds initially invested by the school district through the designated public depository.

As of June 30, 2022, cash and cash equivalents of the District consisted of the following:

	Cash and Cash Equivalents	Restricted Cash and Cash Equivalents Capital, Maintenance, Scholarship, and Student Activity Reserve Accounts	Total
Checking and Savings Accounts	\$ 2,073,818	\$ 1,628,092	\$ 3,701,910
	\$ 2,073,818	\$ 1,628,092	\$ 3,701,910

During the period ended June 30, 2022, the District did not hold any investments. The carrying amount of the Board's cash and cash equivalents at June 30, 2022, was \$3,701,910 and the bank balance was \$5,527,294.

NOTE 4. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by Board resolution on October 9, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 4. CAPITAL RESERVE ACCOUNT (Cont'd)

Funds placed in the capital reserve account are restricted to capital projects in the District’s approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to *N.J.S.A.* 19:60-2. Pursuant to N.J.A.C. 6:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Beginning Balance, July 1, 2021	\$ 1,232,139
Increased by:	
Interest Earned	842
Ending Balance, June 30, 2022	\$ 1,232,981

The balance in the capital reserve account at June 30, 2022 did not exceed the balance of local support costs of the uncompleted capital projects in the District’s approved Long Range Facilities Plan (“LRFP”).

NOTE 5. MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account was established by Board resolution for the accumulation of funds for use as maintenance expenditures for subsequent fiscal years. These funds may be used for specific activities necessary for the purpose of keeping a school facility open and safe for use or in its original condition, and for keeping its constituent buildings systems fully and efficiently functional and for keeping their warranties valid but cannot be used for routine or capital maintenance. The purpose of the reserve is to provide funds for anticipated expenditures required to maintain a building.

Pursuant to N.J.A.C. 6A:26A-4.2 funds may be deposited into the maintenance reserve account at any time by board resolution to meet the required maintenance of the District by transferring unassigned general fund balance or by transferring excess unassigned general fund balance that is anticipated to be deposited during the current year in the advertised recapitulation of balances of the subsequent year’s budget that is certified for taxes. Funds may be withdrawn for the maintenance reserve account and appropriated into the required maintenance account lines at budget time or any time during the year by Board resolution for use on required maintenance activities by school facility as reported in the comprehensive maintenance plan. Funds withdrawn from the maintenance reserve account are restricted to required maintenance appropriations and may not be transferred to any other line item account. In any year that maintenance reserve account funds are withdrawn, unexpended required maintenance appropriations, up to the amount of maintenance reserve account funds withdrawn, shall be restored to the maintenance reserve account at year-end. At no time, shall the maintenance reserve account have a balance that exceeds four percent of the replacement cost of the current year of the district’s school facilities. If the account exceeds this maximum amount at June 30, the excess shall be restricted in the subsequent year’s budget. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 5. MAINTENANCE RESERVE ACCOUNT (Cont'd)

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

Beginning Balance, July 1, 2021	\$ 350,800
Increased by:	
Interest Earned	137
Decreased by:	
Withdrawal by Resolution	(150,000)
Ending Balance, June 30, 2022	<u>\$ 200,937</u>

NOTE 6. CAPITAL ASSETS

Capital asset balances and activity for the year ended June 30, 2022 were as follows:

	(Restated) Beginning Balance	Increases	Adjustments/ Decreases	Ending Balance
Governmental Activities:				
Capital Assets not Being Depreciated:				
Land	\$ 50,000			\$ 50,000
Construction in Progress	32,970		\$ (32,970)	
Total Capital Assets Not Being Depreciated	<u>82,970</u>		<u>(32,970)</u>	<u>50,000</u>
Capital Assets Being Depreciated:				
Land Improvements	1,017,683		6,235	1,023,918
Buildings, Building Improvements and Site Improvements	12,208,020	\$ 266,398	(5,450)	12,468,968
Machinery and Equipment	4,202,938	113,831	(140,042)	4,176,727
Total Capital Assets Being Depreciated	<u>17,428,641</u>	<u>380,229</u>	<u>(139,257)</u>	<u>17,669,613</u>
Governmental Activities Capital Assets	<u>17,511,611</u>	<u>380,229</u>	<u>(172,227)</u>	<u>17,719,613</u>
Less Accumulated Depreciation for:				
Land Improvements	(781,196)	(37,041)	(156)	(818,393)
Buildings, Building Improvements and Site Improvements	(9,007,106)	(192,347)	(203)	(9,199,656)
Machinery and Equipment	(3,808,472)	(78,220)	135,207	(3,751,485)
	<u>(13,596,774)</u>	<u>(307,608)</u>	<u>134,848</u>	<u>(13,769,534)</u>
Governmental Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 3,914,837</u>	<u>\$ 72,621</u>	<u>\$ (37,379)</u>	<u>\$ 3,950,079</u>

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 6. CAPITAL ASSETS (Cont'd)

	(Restated) Beginning Balance	Increases	Adjustments/ Decreases	Ending Balance
Business Type Activities:				
Capital Assets Being Depreciated:				
Furniture and Equipment	\$ 424,094	\$ 44,973		\$ 469,067
Less Accumulated Depreciation	(320,461)	(15,171)		(335,632)
Business Type Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 103,633</u>	<u>\$ 29,802</u>	<u>\$ -0-</u>	<u>\$ 133,435</u>

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	\$ 59,816
Other Special Instruction	99,186
General Administration	275
School Administration	563
Plant Operation and Maintenance	10,595
Pupil Transportation	<u>137,173</u>
Total Depreciation Expense	<u>\$ 307,608</u>

NOTE 7. TRANSFER TO CAPITAL OUTLAY

During the year ended June 30, 2022, the District made transfers to capital outlay accounts in the amount of \$4,883 for other purchased professional and technical services for which the required county superintendent approval was received.

NOTE 8. LONG-TERM LIABILITIES

During the fiscal year ended June 30, 2022, the following changes occurred in liabilities reported in the district-wide financial statements:

	Balance 6/30/2021	Accrued	Retired	Balance 6/30/2022	Due Within One Year
Finance Purchases Payable:					
Governmental Funds	\$ 654,770		\$ 94,734	\$ 560,036	\$ 96,844
Proprietary Funds	40,698		19,973	20,725	20,725
Net Pension Liability	4,596,390		1,531,375	3,065,015	
Compensated Absences Payable	1,012,135	\$ 48,330	121,145	939,320	93,932
	<u>\$ 6,303,993</u>	<u>\$ 48,330</u>	<u>\$ 1,767,227</u>	<u>\$ 4,585,096</u>	<u>\$ 211,501</u>

A. Serial Bonds Payable:

The District had no serial bonds payable at June 30, 2022.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 8. LONG-TERM LIABILITIES (Cont'd)

B. Bonds and Notes Authorized but not Issued:

The District had no bonds and notes authorized but not issued at June 30, 2022.

C. Financed Purchases Payable:

The District has a financed purchase agreement for equipment under an energy savings improvement program totaling \$1,327,620 of which \$767,584 had been amortized as of June 30, 2022. The financed purchase agreement is for a term of fourteen years. The District is financing a bus totaling \$100,000 of which \$79,275 had been amortized as of June 30, 2022. The financed purchase agreement is for a term of five years. The following is a schedule of the future minimum financed purchase payments under the financed purchase agreements, and the present value of the net minimum financed purchases payments at June 30, 2022.

<u>Year</u>	<u>Governmental Funds</u>	<u>Proprietary Funds</u>	<u>Total</u>
2023	\$ 108,715	\$ 21,507	\$ 130,222
2024	108,715		108,715
2025	108,715		108,715
2026	108,715		108,715
2027	108,715		108,715
2028	54,358		54,358
	<u>597,933</u>	<u>21,507</u>	<u>619,440</u>
Less: Amount representing interest	(37,897)	(781)	(38,678)
Present value of net minimum lease payments	<u>\$ 560,036</u>	<u>\$ 20,726</u>	<u>\$ 580,762</u>

The General Fund will be used to liquidate the energy savings improvement program financed purchase for which the current portion of this financed purchase payable is \$96,844 and the long-term portion is \$463,192. The Transportation Services Enterprise Fund will be used to liquidate the bus financed purchase for which the current portion of this financed purchase payable is \$20,725 and the long-term portion is \$0.

D. Compensated Absences:

The liability for compensated absences of the governmental fund types is recorded in the current and long-term liabilities. The current portion of the compensated absences balance of the governmental funds is \$93,932 and is separated from the long-term liability balance of compensated absences of \$845,388. Compensated absences will be liquidated through the General Fund.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2022, no liability existed for compensated absences in the Enterprise Funds.

E. Net Pension Liability:

The Public Employees' Retirement System's (PERS) net pension liability of the governmental fund types is recorded in the current and long-term liabilities and will be liquidated by the General Fund. The current portion of the net pension liability at June 30, 2022 is \$-0- and the long-term portion is \$3,065,015. See Note 9 for further information on the PERS.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

(Continued)

NOTE 9. PENSION PLANS

Substantially all of the Board’s employees participate in one of the two contributory, defined benefit public employee retirement systems: the Public Employee’s Retirement System (PERS) of New Jersey; or the Teachers’ Pension and Annuity Fund (TPAF); or the Defined Contribution Retirement Program (DCRP), a tax-qualified defined contribution money purchase pension plan under the Internal Revenue Code (IRC) 401(a).

A. Public Employees’ Retirement System (PERS)

Plan Description

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

Benefits Provided

The vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service. The following represents the membership tiers for PERS:

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

Service retirement benefits of 1/55<sup>th</sup> of final average salary for each year of service credit is available to Tiers 1 and 2 members upon reaching age 60 and to Tier 3 members upon reaching age 62. Service retirement benefits of 1/60<sup>th</sup> of final average salary for each year of service credit is available to Tier 4 members upon reaching age 62 and to Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to Tiers 3 and 4 with 25 or more years of service credit before age 62 and Tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a members retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 50 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Contributions

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing members. The local employers’ contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years, beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. District contributions to PERS amounted to \$303,000 for fiscal year 2022.

The employee contribution rate was 7.50% effective July 1, 2018.



HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2022, the District reported a liability of \$3,065,015 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 0.026%, which was a decrease of 0.002% from its proportion measured as of June 30, 2020.

For the fiscal year ended June 30, 2022, the District recognized pension benefit of \$718,129. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	5.48		\$ 129,528
	2018	5.63		242,838
	2019	5.21		214,225
	2020	5.16		504,574
	2021	5.13	\$ 15,963	
			<u>15,963</u>	<u>1,091,165</u>
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2018	5.00		23,943
	2019	5.00		(7,725)
	2020	5.00		(174,105)
	2021	5.00		965,293
				<u>807,406</u>
Difference Between Expected and Actual Experience	2017	5.48	3,852	
	2018	5.63		9,246
	2019	5.21	16,376	
	2020	5.16	28,111	
	2021	5.13		12,696
			<u>48,339</u>	<u>21,942</u>
Changes in Proportion	2017	5.48	1,384	
	2018	5.63		10,455
	2019	5.21		223,476
	2020	5.16		191,042
	2021	5.13		406,157
			<u>1,384</u>	<u>831,130</u>
Contribution Subsequent to Measurement Date	2021	1.00	325,000	
			<u>\$ 390,686</u>	<u>\$ 2,751,643</u>

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

Amounts reported as deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts including changes in proportion and the District contribution subsequent to the measurement date) related to pensions will be recognized in pension benefit as follows:

Fiscal Year Ending June 30,	Total
2022	\$ (723,210)
2023	(516,370)
2024	(352,077)
2025	(264,657)
2026	103
	\$ (1,856,211)

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:

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 a 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-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, 2014 to June 30, 2018.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on pension 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 PERS' target asset allocation as of June 30, 2021 are summarized in the following table:

<u>Asset 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 Markets Equity	5.50%	10.96%
Private Equity	13.00%	11.30%
Real Assets	3.00%	7.40%
Real Estate	8.00%	9.15%
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 Management Strategies	3.00%	3.35%

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 made based upon 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 in determining the total pension liability.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the District's proportionate share of the collective net pension liability as of June 30, 2021 calculated using the discount rate as disclosed below, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2021		
	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the Net Pension Liability	\$ 4,176,239	\$ 3,065,015	\$ 2,125,120

Pension plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS financial statements.

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description

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

Benefits Provided

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

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

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Benefits Provided (Cont'd)

Service retirement benefits of 1/55<sup>th</sup> of final average salary for each year of service credit is available to Tiers 1 and 2 members upon reaching age 60 and to Tier 3 members upon reaching age 62. Service retirement benefits of 1/60<sup>th</sup> of final average salary for each year of service credit is available to Tier 4 members upon reaching age 62 and to Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to Tiers 3 and 4 before age 62 with 25 or more years of service credit and Tier 5 before age 65 with 30 or more years of service credit. Benefits are reduced by a fraction of a percent for each month that a members retires prior to the retirement age for his/her respective tier. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Contributions

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing members. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which included the employer portion of the normal cost and an amortization of the unfunded accrued liability. For fiscal year 2021, the State's pension contribution was less than the actuarial determined amount.

Special Funding Situation

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a non-employer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers, such as the District. 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. In addition, each local participating employer must recognize pension expense associated with the employer as well as revenue in an amount equal to the nonemployer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer. During the fiscal year ended 2022, the State of New Jersey contributed \$3,427,021 to the TPAF for normal pension benefits on behalf of the District, which is more than the contractually required contribution of \$999,406.

The employee contribution rate was 7.50% effective July 1, 2018.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2022, the State's proportionate share of the net pension liability associated with the District was \$42,472,894. 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.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

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 0.0883%, which was an increase of 0.0001% from its proportion measured as of June 30, 2020.

District's Proportionate Share of the Net Pension Liability	\$ -0-
State's Proportionate Share of the Net Pension Liability Associated with the District	<u>42,472,894</u>
Total	<u>\$ 42,472,894</u>

For the fiscal year ended June 30, 2022, the State recognized pension expense on behalf of the District in the amount of \$999,406 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2022 financial statements.

The State reported collective deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts) related to pensions from the following sources:

	<u>Year of</u>	<u>Amortization</u>	<u>Deferred</u>	<u>Deferred</u>
	<u>Deferral</u>	<u>Period</u>	<u>Outflows of</u>	<u>Inflows of</u>
		<u>in Years</u>	<u>Resources</u>	<u>Resources</u>
Changes in Assumptions	2014	8.50	\$ 153,774,925	
	2015	8.30	926,219,611	
	2016	8.30	3,000,278,784	
	2017	8.30		\$ 5,282,196,290
	2018	8.29		3,527,661,165
	2019	8.04		2,510,940,613
	2020	7.99	1,209,286,241	
	2021	7.93		<u>12,903,483,645</u>
			<u>5,289,559,561</u>	<u>24,224,281,713</u>
Difference Between Expected and Actual Experience	2014	8.50		1,464,605
	2015	8.30	57,204,429	
	2016	8.30		37,311,034
	2017	8.30	93,981,436	
	2018	8.29	618,845,893	
	2019	8.04		97,553,990
	2020	7.99		6,444,940
	2021	7.93	171,234,070	
			<u>941,265,828</u>	<u>142,774,569</u>
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2018	5.00		96,030,373
	2019	5.00		(72,441,385)
	2020	5.00		(724,186,621)
	2021	5.00		3,554,633,811
			<u>2,854,036,178</u>	<u>2,854,036,178</u>
			<u>\$ 6,230,825,389</u>	<u>\$ 27,221,092,460</u>

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

Amounts reported by the State as collective deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense excluding that attributable to employer-paid members contributions as follows:

Fiscal Year Ending June 30,	Total
2022	\$ (2,914,282,899)
2023	(3,500,098,875)
2024	(4,665,036,366)
2025	(4,192,375,542)
2026	(2,350,648,872)
Thereafter	(3,367,824,517)
	\$ (20,990,267,071)

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	2.00 – 5.65% based on years of service
Investment Rate of Return	7.00%

Pre-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Employee mortality table with a 93.9% adjustment for males and 85.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and a 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.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on pension 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>Asset 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 Markets Equity	5.50%	10.96%
Private Equity	13.00%	11.30%
Real Estate	8.00%	9.15%
Real Assets	3.00%	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 Management Strategies	3.00%	3.35%

Discount Rate – TPAF

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 made based on 100% of the actuarially determined contributions for the State. Based on those assumptions, the pension 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 pension plan investments was applied to all projected benefit payments in determining the total pension liability.



HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the State's proportionate share of the net pension liability associated with the District as of June 30, 2021 calculated using the discount rate as disclosed above, as well as what the State's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2021		
	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Total Net Pension Liability	\$ 50,252,546	\$ 42,472,894	\$ 35,938,496

Pension Plan Fiduciary Net Position - TPAF

Detailed information about the TPAF's fiduciary net position is available in the separately issued TPAF financial statements.

C. Defined Contribution Retirement Program (DCRP)

Prudential Financial jointly administers the DCRP investments with the NJ Division of Pensions and Benefits. If an employee is ineligible to enroll in the PERS or TPAF, the employee may be eligible to enroll in the DCRP. DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting is immediate upon enrollment for members of the DCRP.

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

Employers are required to contribute at an actuarially determined rate. Employee contributions are based on percentages of 5.50% for DCRP of employees' annual compensation, as defined. The DCRP was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 and expanded under the provisions of Chapter 89, P.L. 2008. Employee contributions for DCRP are matched by a 3% employer contribution.

For DCRP, the District recognized pension expense of \$8,342 for the fiscal year ended June 30, 2022. Employee contributions to DCRP amounted to \$10,879 for the fiscal year ended June 30, 2022.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

The High Point Regional High School District is a member of the School Alliance Insurance Fund (the “Fund”). This public entity risk management pool provides general liability, property and automobile coverage and workers’ compensation for its members. A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report. The Fund is a risk-sharing public entity risk pool that is an insured and self-administered group of school boards established for the purpose of providing low-cost insurance for its respective members in order to keep local property taxes to a minimum. Each member appoints an official to represent their respective entity for the purpose of creating a governing body from which officers for the Fund are elected.

As a member of this Fund, the District could be subject to supplemental assessments in the event of deficiencies. If the assets of the Fund were to be exhausted, members would become responsible for their respective shares of the Fund’s liabilities. The Fund can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided among the members in the same ratio as their individual assessment related to the total assessment of the membership body. In accordance Governmental Accounting Standards Board, these distributions are used to reduce the amount recorded for membership expense in the year in which the distribution is declared.

The June 30, 2022 audit report for the Fund is not available as of the date of this report. Selected, summarized financial information for the Fund as of June 30, 2021 is as follows:

	School Alliance Insurance Fund
Total Assets	\$ 52,863,732
Net Position	\$ 20,991,515
Total Revenue	\$ 42,696,854
Total Expenses	\$ 42,245,248
Change in Net Position	\$ 451,606
Member Dividends	\$ -0-

Financial statements for the Fund are available at the Fund’s Executive Director’s Office:

Public Entity Group Administrative Services  
51 Everett Drive  
Suite B-40  
West Windsor, NJ 08550

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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(Continued)

NOTE 10. RISK MANAGEMENT (Cont'd)

Health Benefits

The Board is a member of the Schools Health Insurance Fund (“HIF”). The HIF provides its members with Health Benefit coverage. The HIF is a risk-sharing pool that is both an insured and self-administered group of school districts established for the purpose of providing low-cost insurance coverage for their members in order to keep local property taxes at a minimum. Each member appoints an official to represent their respective district for the purpose of creating a governing body from which officers for the HIF are elected.

As a member of HIF, the District could be subject to supplemental assessments in the event of deficiencies. If the assets of HIF were to be exhausted, members would become responsible for their respective shares of the HIF’s liabilities.

HIF can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided amongst the members in the same ratio as their individual assessment relates to the total assessment of the membership body. In accordance with the Governmental Accounting Standards Board, these distributions are used to reduce the amount recorded for membership expense in the year in which the distribution was declared.

The June 30, 2022 audit report is not available as of the date of this report. Selected summarized financial information for HIF as of June 30, 2021 is as follows:

	<u>School Health Insurance Fund</u>
Total Assets	\$ 169,411,417
Net Position	\$ 115,748,222
Total Revenue	\$ 350,712,938
Total Expenses	\$ 336,487,290
Change in Net Position	\$ 14,225,648
Members Dividends	\$ 9,878,926

Financial Statements for HIF are available at PERMA’s Executive Director’s Office:

PERMA Risk Management Services  
9 Campus Drive  
Suite 216  
Parsippany, NJ 07054

New Jersey Unemployment Compensation Insurance

The District has elected to fund its New Jersey Unemployment Compensation Insurance under the “Contributory Method”. Under this plan, the District is required to remit employee withholdings to the State on a quarterly basis. All of the District’s claims are paid by the State.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 11. INTERFUND RECEIVABLES AND PAYABLES

The District had interfunds as of June 30, 2021 are as follows:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 85,987	
Special Revenue Fund		\$ 9,776
Enterprise Fund - Food Service		76,211
	<u>\$ 85,987</u>	<u>\$ 85,987</u>

The interfund between the General Fund and the Special Revenue Fund is due to a deficit in cash and cash equivalents in the Special Revenue Fund. The deficit is due to the timing between expenditure and reimbursement of federal grant funds from the State. The interfund between the General Fund and Enterprise Fund is for subsidy reimbursement funds not turned over by June 30, 2022.

NOTE 12. ACCOUNTS PAYABLE

Payables as of June 30, 2022, were:

	<u>Governmental Funds</u>		Total Governmental Funds	District Contribution Subsequent to Measurement Date	Total Governmental Activities	<u>Business-Type Activities</u>
	General Fund	Special Revenue Fund				Proprietary Funds
Vendors	\$ 14,685	\$ 11,269	\$ 25,954		\$ 25,954	\$ 86
Payroll Deductions and Withholdings State of New Jersey	55,805		55,805	\$ 325,000	55,805 325,000	
	<u>\$ 70,490</u>	<u>\$ 11,269</u>	<u>\$ 81,759</u>	<u>\$ 325,000</u>	<u>\$ 406,759</u>	<u>\$ 86</u>

NOTE 13. ECONOMIC DEPENDENCY

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

NOTE 14. DEFERRED COMPENSATION

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

VALIC	Lincoln National
Equitable Financial Companies	Siracusa Benefits
Metropolitan Life	

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

(Continued)

NOTE 15. TAX CALENDAR

Property taxes are levied as of January 1 on property values assessed as of the previous calendar year. The tax levy is divided into two billings. The first billing is an estimate of the current year's levy based on the prior year's taxes. The second billing reflects adjustments to the current year's actual levy. The final tax bill is usually mailed on or before June 14th, along with the first half estimated tax bills for the subsequent year. The first half estimated taxes are divided into two due dates, February 1 and May 1. The final tax bills are also divided into two due dates, August 1 and November 1. A ten-day grace period is usually granted before the taxes are considered delinquent and there is an imposition of interest charges. A penalty may be assessed for any unpaid taxes in excess of \$10,000 at December 31 of the current year. Unpaid taxes of the current and prior year may be placed in lien at a tax sale held after December 10. Taxes are collected by the constituent municipalities and are remitted to the regional school district on predetermined, agreed-upon schedules.

NOTE 16. CONTINGENT LIABILITIES

Grant Programs

The school district participates in state and federally assisted grant programs. The programs are subject to program compliance audits by grantors or their representatives. The school district is potentially liable for expenditures which may be disallowed pursuant to terms of these grant programs. Management is not aware of any material items of noncompliance which would result in the disallowance of program expenditures.

Litigation

The District is periodically involved in pending lawsuits. The District estimates that the potential claims against it resulting from such litigation and not covered by insurance would not materially affect the financial position of the District.

Encumbrances

At June 30, 2022, there were encumbrances as detailed below in the governmental funds.

General Fund	Special Revenue Fund	Total Governmental Funds
\$ 412,902	\$ -0-	\$ 412,902
\$ 412,902	\$ -0-	\$ 412,902

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

State Health Benefit Program Fund – Local Education Retired (including Prescription Drug Program Fund)

General Information about the OPEB Plan

Plan Description and Benefits Provided

The District is in a “special funding situation”, as described in GASB Statement No. 75, in that OPEB contributions and expenses are legally required to be made by and are the sole responsibility of the State of New Jersey, not the District.

The State of New Jersey reports a liability as a result of its statutory requirements to pay other post-employment (health) benefits for the State Health Benefit Local Education Retired Education Plan. The State Health Benefit Local Education Retired Employees Plan is a multiple-employer defined benefit OPEB plan that 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 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The State Health Benefits 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. 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 years or more 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.

The total nonemployer OPEB liability does not include certain other postemployment benefit obligations that are provided by the local education employers. The reporting of these benefits, is the responsibility of the individual education employers.

For additional information about the State Health Benefit Local Education Retired Education Plan, please refer to the Division’s annual financial statements which can be found at <https://www.state.nj.us/treasury/pensions/gasb-notices-opeb.shtml>.

Employees Covered by Benefit Terms

At June 30, 2019, the plan membership consisted of the following:

Inactive Plan Members or Beneficiaries Currently Receiving Benefit Payments	149,304
Active Plan Members	216,804
Total	366,108

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

Total Nonemployer OPEB Liability

The total nonemployer OPEB liability as of June 30, 2020 was determined by an actuarial valuation as of June 30, 2019, which was rolled forward to June 30, 2020.

Actuarial Assumptions and Other Inputs

The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

Inflation Rate	2.50%		
		TPAF/ABP	PERS
Salary Increases:			
Through 2026		1.55 - 4.45% based on service years	2.00 - 6.00% based on service years
Thereafter		1.55 - 4.45% based on service years	3.00 - 7.00% based on service years

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of actuarial experience studies for the periods July 1, 2015 - June 30, 2018 and July 1, 2014 – June 30, 2018 for TPAF and PERS, respectively.

Mortality Rates

Pre-retirement mortality rates were based on the Pub-2010 Healthy “Teachers” (TPAF/ABP), and “General” (PERS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2020. Post-retirement 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-2020. 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-2020.

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 5.6% and decreases to a 4.5% long term trend rate after seven years. For post-65 medical benefits, the actual fully-insured Medicare Advantage trend rate for fiscal year 2021 through 2022 are reflected. The assumed post-65 medical trend rate is 4.5% for all future years. For prescription drug benefits, the initial trend rate is 7.0% and decreases to a 4.5% long term rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.0%.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

Discount Rate

The discount rate for June 30, 2020 was 2.21%. This represents the municipal bond rate as chosen by the State of New Jersey Division of Pensions and Benefits. 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 State's Total OPEB Liability

	Total OPEB Liability
Balance at June 30, 2019	\$ 39,129,011
Changes for Year:	
Service Cost	1,316,846
Interest on the Total OPEB Liability	1,397,431
Differences Between Expected and Actual Experience	9,920,966
Changes of Assumptions	11,334,656
Gross Benefit Payments by the State	(1,080,264)
Contributions from Members	32,743
Net Changes in Total OPEB liability	22,922,378
Balance at June 30, 2020	\$ 62,051,389

Sensitivity of the Total Nonemployer OPEB Liability Attributable to the District to Changes in the Discount Rate

The following presents the total nonemployer OPEB Liability attributable to the District as of June 30, 2020, calculated using the discount rate as disclosed in this note, as well as what the total nonemployer OPEB liability attributable to the District would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2020		
	At 1% Decrease (1.21%)	At Discount Rate (2.21%)	At 1% Increase (3.21%)
Total OPEB Liability Attributable to the District	\$ 74,806,152	\$ 62,051,389	\$ 52,078,393



HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

Sensitivity of the Total Nonemployer OPEB Liability Attributable to the District to Changes in the Healthcare Trend Rate

The following presents the total nonemployer OPEB Liability attributable to the District as of June 30, 2020, calculated using the healthcare trend rate as disclosed in this note, as well as what the total nonemployer OPEB liability attributable to the District would be if it were calculated using a healthcare trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2020		
	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability Attributable to the District	\$ 50,089,974	\$ 62,051,389	\$ 76,294,776

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the fiscal year ended June 30, 2022, the District recognized OPEB expense of \$2,220,101 as determined by the State of New Jersey Division of Pensions and Benefits. This expense and the related offsetting revenue are for benefits provided by the State through a defined benefit OPEB plan that meets the criteria in GASB Codification Section P50, in which there is a special funding situation.

In accordance with GASB Codification Section P50, as the District's proportionate share of the OPEB liability is \$-0-, there is no recognition of the allocation of the proportionate share of the deferred inflows and outflows of resources. At June 30, 2020 the State had deferred outflows of resources and deferred inflows of resources related to OPEB associated with the District from the following sources:

	Year of Deferral	Original Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	9.54		\$ 3,765,800
	2018	9.51		3,314,615
	2019	9.29	\$ 446,775	
	2020	9.24	10,107,962	
				10,554,737
Differences Between Expected and Actual Experience	2018	9.51		3,133,343
	2019	9.29		5,258,564
	2020	9.24	9,421,017	
				9,421,017
Changes in Proportion	N/A	N/A		3,778,635
			\$ 19,975,754	\$ 19,250,957

N/A - Not Available

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Cont'd)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ending June 30,	Total
2021	\$ (39,752)
2022	(39,752)
2023	(39,751)
2024	(39,751)
2025	(39,751)
Thereafter	(4,304,675)
	\$ (4,503,432)

NOTE 18. PRIOR PERIOD ADJUSTMENT

The District made a prior year adjustment in the District Wide Financial Statements to record an adjustment to Business-type Activities.

	Balance June 30, 2021 as Previously Reported	Retroactive Adjustments	Balance June 30, 2021 as Restated
<u>Statement of Net Assets</u>			
<u>Business-type Activities:</u>			
Capital Assets:			
Depreciable Buildings and Building Improvements, Site & Land Improvements, Furniture, Machinery & Equipment	\$ 75,990	\$ 27,643	\$ 103,633
Total Assets	489,333	27,643	516,976
Net Position:			
Net Investment in Capital Assets	35,292	27,643	62,935
Total Net Position	381,936	27,643	409,579
<u>Proprietary Funds:</u>			
Capital Assets:			
Depreciable Buildings and Building Improvements, Site & Land Improvements, Furniture, Machinery & Equipment	75,990	27,643	103,633
Total Assets	489,333	27,643	516,976
Net Position:			
Net Investment in Capital Assets	35,292	27,643	62,935
Total Net Position	381,936	27,643	409,579

SCHEDULES OF REQUIRED  
SUPPLEMENTARY INFORMATION

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
PUBLIC EMPLOYEES RETIREMENT SYSTEM  
LAST EIGHT FISCAL YEARS

	Fiscal Year Ending June 30,							
	2015	2016	2017	2018	2019	2020	2021	2022
District's proportion of the net pension liability	3.0490780810%	0.0337620405%	0.0337620405%	0.0320574460%	0.0318973924%	0.0295715424%	0.0281859430%	0.0258727523%
District's proportionate share of the net pension liability	\$ 5,708,697	\$ 7,578,902	\$ 9,473,067	\$ 7,462,461	\$ 6,280,438	\$ 5,328,343	\$ 4,596,390	\$ 3,065,015
District's covered employee payroll	\$ 2,183,844	\$ 2,228,210	\$ 2,154,231	\$ 2,281,270	\$ 2,047,976	\$ 2,092,415	\$ 1,844,586	\$ 1,893,298
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	261.41%	340.13%	439.74%	327.12%	306.67%	254.65%	249.18%	161.89%
Plan fiduciary net position as a percentage of the total pension liability	52.08%	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%	70.33%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF DISTRICT CONTRIBUTIONS  
PUBLIC EMPLOYEES RETIREMENT SYSTEM  
LAST EIGHT FISCAL YEARS

	Fiscal Year Ending June 30,							
	2015	2016	2017	2018	2019	2020	2021	2022
Contractually required contribution	\$ 251,361	\$ 290,263	\$ 289,113	\$ 300,962	\$ 318,628	\$ 294,697	\$ 308,341	\$ 303,000
Contributions in relation to the contractually required contribution	<u>(251,361)</u>	<u>(290,263)</u>	<u>(289,113)</u>	<u>(300,962)</u>	<u>(318,628)</u>	<u>(294,697)</u>	<u>(308,341)</u>	<u>(303,000)</u>
Contribution deficiency/(excess)	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
District's covered employee payroll	\$ 2,228,210	\$ 2,154,231	\$ 2,281,270	\$ 2,047,976	\$ 2,092,415	\$ 1,844,586	\$ 1,893,298	\$ 1,909,731
Contributions as a percentage of covered employee payroll	11.28%	13.47%	12.67%	14.70%	15.23%	15.98%	16.29%	15.87%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
 REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF STATE'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY ASSOCIATED WITH THE DISTRICT  
 TEACHERS' PENSION AND ANNUITY FUND  
LAST EIGHT FISCAL YEARS

	Fiscal Year Ending June 30,							
	2015	2016	2017	2018	2019	2020	2021	2022
State's proportion of the net pension liability attributable to the District	0.0961169728%	0.0916826155%	0.0937156978%	0.0984414189%	0.0976366570%	0.0947416639%	0.0882866346%	0.0883468208%
State's proportionate share of the net pension liability attributable to the District	\$ 51,371,394	\$ 57,947,328	\$ 73,722,735	\$ 66,372,754	\$ 62,114,344	\$ 58,143,853	\$ 58,135,687	\$ 42,472,894
District's covered employee payroll	\$ 9,297,024	\$ 10,011,720	\$ 9,881,376	\$ 10,157,584	\$ 9,601,895	\$ 9,535,972	\$ 9,411,735	\$ 9,061,453
State's proportionate share of the net pension liability attributable to the District as a percentage of its covered employee payroll	552.56%	578.79%	746.08%	653.43%	646.90%	609.73%	617.69%	468.72%
Plan fiduciary net position as a percentage of the total pension liability	33.64%	28.71%	22.33%	25.41%	26.49%	26.95%	24.60%	35.52%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF STATE CONTRIBUTIONS  
TEACHERS' PENSION AND ANNUITY FUND  
LAST EIGHT FISCAL YEARS

	Fiscal Year Ending June 30,							
	2015	2016	2017	2018	2019	2020	2021	2022
Contractually required contribution	\$ 2,764,263	\$ 3,538,208	\$ 5,539,238	\$ 4,597,968	\$ 3,621,049	\$ 3,429,480	\$ 3,615,125	\$ 999,406
Contributions in relation to the contractually required contribution	<u>(495,670)</u>	<u>(750,324)</u>	<u>(1,068,556)</u>	<u>(1,437,843)</u>	<u>(1,863,338)</u>	<u>(1,936,463)</u>	<u>(2,568,135)</u>	<u>(3,427,021)</u>
Contribution deficiency/(excess)	<u>\$ 2,268,593</u>	<u>\$ 2,787,884</u>	<u>\$ 4,470,682</u>	<u>\$ 3,160,125</u>	<u>\$ 1,757,711</u>	<u>\$ 1,493,017</u>	<u>\$ 1,046,990</u>	<u>\$ (2,427,615)</u>
District's covered employee payroll	\$ 10,011,720	\$ 9,881,376	\$ 10,157,584	\$ 9,601,895	\$ 9,535,972	\$ 9,411,735	\$ 9,061,453	\$ 8,975,771
Contributions as a percentage of covered employee payroll	27.61%	7.59%	10.52%	14.97%	19.54%	20.57%	28.34%	38.18%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF CHANGES IN THE STATE'S PROPORTIONATE SHARE OF THE TOTAL OPEB LIABILITY  
ASSOCIATED WITH THE DISTRICT AND RELATED RATIOS  
LAST FOUR FISCAL YEARS

	Fiscal Year Ended June 30,		
	2017	2018	2019
Total OPEB Liability			2020
Service Cost	\$ 1,968,128	\$ 1,633,221	\$ 1,397,661
Interest Cost	1,678,317	1,941,237	1,774,186
Difference Between Expected and Actual Experience		(5,388,543)	(8,484,895)
Changes in Assumptions	(6,802,058)	(5,166,750)	583,417
Member Contributions	45,346	41,610	35,605
Gross Benefit Payments	(1,231,468)	(1,203,931)	(1,201,144)
Net Change in Total OPEB Liability	(4,341,735)	(8,143,156)	(5,895,170)
Total OPEB Liability - Beginning	57,509,072	53,167,337	45,024,181
Total OPEB Liability - Ending	\$ 53,167,337	\$ 45,024,181	\$ 39,129,011
District's Covered Employee Payroll *	\$ 12,239,930	\$ 12,035,607	\$ 12,438,854
Total OPEB Liability as a Percentage of Covered Employee Payroll	434.38%	374.09%	314.57%

\* - Covered payroll for the fiscal years ending June 30, 2017, June 30, 2018, June 30, 2019, and June 30, 2020 are based on the payroll on the June 30, 2016, June 30, 2017, June 30, 2018, and June 30, 2019 census data.

Note: This schedule does not contain ten years of information as GASB No. 75 was implemented during the fiscal year ended June 30, 2018.



HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were none.

Changes of Actuarial Assumptions

In the July 1, 2019 actuarial valuation the mortality improvement was based on Scale MP-2020 while in the July 1, 2020 actuarial valuation the mortality improvement was based on Scale MP-2021.

B. TEACHERS' PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Actuarial Assumptions

The discount rate changed from 5.40% as of June 30, 2020 to 7.00% as of June 30, 2021.

In the July 1, 2019 actuarial valuation the mortality improvement was based on Scale MP-2020 while in the July 1, 2020 actuarial valuation the mortality improvement was based on Scale MP-2021.

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEN PLAN

Benefit Changes

There were none.

Changes of Actuarial Assumptions

The discount rate for June 30, 2020 was 2.21%. The discount rate for June 30, 2019 was 3.50%, a change of -1.29%.

The mortality rates in the valuation as of June 30, 2020 were based on the following:

Pre-retirement mortality rates were based on the Pub-2010 Healthy "Teachers" (TPAF/ABP) and "General" (PERS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2020. Post-retirement 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-2020. 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-2020.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020  
(Continued)

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEN PLAN (Cont'd)

Changes of Actuarial Assumptions (Cont'd)

The mortality rates in the valuation as of June 30, 2019 were based on the following:

Pre-retirement 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-2019. Post-retirement mortality rates were based on the Pub-2010 "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019. Disability mortality was based on the Pub-2010 "General" classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019.

The health care trend rates in the valuation as of June 30, 2020 were based on the following:

For pre-Medicare medical benefits, the trend rate is initially 5.6% and decreases to a 4.5% long term trend rate after seven years. For post-65 medical benefits, the actual fully-insured Medicare Advantage trend rate for fiscal year 2021 through 2022 are reflected. The assumed post-65 medical trend rate is 4.5% for all future years. For prescription drug benefits, the initial trend rate is 7.0% and decreases to a 4.5% long term rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.0%.

The health care trend rates in the valuation as of June 30, 2019 were based on the following:

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

BUDGETARY COMPARISON SCHEDULES

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Transfers	Final Budget	Actual	to Actual
Revenues from Local Sources:					
Local Tax Levy	\$ 16,904,341		\$ 16,904,341	\$ 16,904,342	\$ 1
Tuition From Other LEAs Within the State	1,302,756		1,302,756	1,081,788	(220,968)
Transportation Fees From Other LEAs				815	815
Unrestricted Miscellaneous Revenues	35,000		35,000	15,844	(19,156)
Interest Earned on Maintenance Reserve	4		4	137	133
Interest Earned on Capital Reserve Funds	1,640		1,640	842	(798)
<b>Total Revenues from Local Sources</b>	<b>18,243,741</b>		<b>18,243,741</b>	<b>18,003,768</b>	<b>(239,973)</b>
Revenues from State Sources:					
School Choice Aid	48,920		48,920	48,920	
Categorical Transportation Aid	748,822		748,822	748,822	
Extraordinary Aid	225,000		225,000	485,320	260,320
Categorical Special Education Aid	702,032		702,032	702,032	
Equalization Aid	2,521,950		2,521,950	2,521,950	
Categorical Security Aid	86,130		86,130	86,130	
Securing Our Children Future Bond Act (Alyssa's Law)				57,350	57,350
Non-Public Transportation Aid				11,730	11,730
TPAF Pension Contributions (Non-Budgeted)				3,427,021	3,427,021
TPAF Non-Contributory Insurance (Non-Budgeted)				48,350	48,350
TPAF Long-Term Disability Insurance (Non-Budgeted)				509	509
TPAF Post Retirement Contributions (Non-Budgeted)				811,987	811,987
Reimbursed TPAF Social Security Contributions				654,791	654,791
<b>Total Revenues from State Sources</b>	<b>4,332,854</b>		<b>4,332,854</b>	<b>9,604,912</b>	<b>5,272,058</b>

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Transfers	Final Budget	Actual	to Actual
Revenues from Federal Sources:					
Medicaid Reimbursement	\$ 21,758		\$ 21,758	\$ 11,160	\$ (10,598)
Total Revenues from Federal Sources	<u>21,758</u>		<u>21,758</u>	<u>11,160</u>	<u>(10,598)</u>
<b>TOTAL REVENUE</b>	<b>22,598,353</b>		<b>22,598,353</b>	<b>27,619,840</b>	<b>5,021,487</b>
<b>GENERAL CURRENT EXPENSE</b>					
Regular Programs - Instruction:					
Grades 9-12 - Salaries of Teachers	5,757,186	\$ 58,952	5,816,138	5,770,476	45,662
Salaries of Teachers	25,000	330	25,330	22,300	3,030
Purchased Professional-Educational Services	2,060	5,810	7,870	7,070	800
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	10,000	2,500	12,500	12,177	323
Purchased Professional-Educational Services	53,731	(14,162)	39,569	36,149	3,420
Other Purchased Services (400-500 series)	66,500	(12,679)	53,821	43,576	10,245
General Supplies	388,292	(4,459)	383,833	330,602	53,231
Textbooks	33,992	(139)	33,853	30,326	3,527
Other Objects	11,236	861	12,097	8,804	3,293
Total Regular Programs - Instruction	<u>6,347,997</u>	<u>37,014</u>	<u>6,385,011</u>	<u>6,261,480</u>	<u>123,531</u>
Special Education - Instruction:					
Cognitive - Mild:					
Salaries of Teachers	88,521	(4,941)	83,580	82,580	1,000
Other Salaries for Instruction	111,985	7,621	119,606	119,556	50
Purchased Professional-Educational Services	1,331		1,331		1,331
General Supplies	3,500	(800)	2,700	2,416	284
Total Cognitive -Mild	<u>205,337</u>	<u>1,880</u>	<u>207,217</u>	<u>204,552</u>	<u>2,665</u>

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Transfers	Final Budget	Actual	to Actual
Learning and/or Language Disabilities:					
Salaries of Teachers	\$ 42,925	\$ 1,650	\$ 44,575	\$ 44,570	\$ 5
Other Salaries for Instruction	44,215	31,493	75,708	75,707	1
General Supplies	375		375	206	169
Total Learning and/or Language Disabilities	87,515	33,143	120,658	120,483	175
Multiple Disabilities:					
General Supplies	860	(532)	328		328
Total Multiple Disabilities	860	(532)	328		328
Resource Room/Resource Center:					
Salaries of Teachers	1,115,654	(78,292)	1,037,362	1,020,328	17,034
Other Salaries for Instruction	144,850	4,030	148,880	148,880	
General Supplies	4,000	1,507	5,507	3,920	1,587
Total Resource Room/Resource Center	1,264,504	(72,755)	1,191,749	1,173,128	18,621
TOTAL SPECIAL EDUCATION - INSTRUCTION	1,558,216	(38,264)	1,519,952	1,498,163	21,789
Bilingual Education - Instruction:					
General Supplies	300		300		300
Total Bilingual Education - Instruction	300		300		300
School-Spon. Cocurricular & Extracurricular Actvts. - Inst.:					
Salaries	140,955	8,137	149,092	149,092	
Supplies and Materials	27,757	(13,226)	14,531	8,828	5,703
Other Objects	8,000	15,687	23,687	23,537	150
Total School-Spon. Cocurricular & Extracurricular Actvts. - Inst.:	176,712	10,598	187,310	181,457	5,853

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Transfers	Final Budget	Actual	to Actual
School-Sponsored Athletics - Instruction:					
Salaries	\$ 619,594	\$ (861)	\$ 618,733	\$ 574,982	\$ 43,751
Purchased Services (300-500 series)	14,000	(12,700)	1,300	1,299	1
Supplies and Materials	86,794	(18,415)	68,379	63,569	4,810
Other Objects	35,372	22,071	57,443	44,307	13,136
Transfers to Cover Deficit (Agency Funds)	29,000	25,000	54,000	39,000	15,000
Total School-Sponsored Athletics - Instruction	784,760	15,095	799,855	723,157	76,698
Summer School - Instruction:					
Salaries of Teachers	12,000	7,261	19,261	19,261	
General Supplies	8,000	(8,000)			
Total Summer School - Instruction	20,000	(739)	19,261	19,261	
<b>TOTAL INSTRUCTION</b>	<b>8,887,985</b>	<b>23,704</b>	<b>8,911,689</b>	<b>8,683,518</b>	<b>228,171</b>
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State-Regular	22,066	(470)	21,596	21,596	
Tuition to Other LEAs Within the State-Special	477,449	(124,970)	352,479	259,454	93,025
Tuition to County Voc. School Dist.-Regular	308,028	(2,200)	305,828	276,882	28,946
Tuition to Priv. Sch. for the Handicap. W/I State	1,603,470	(49,947)	1,553,523	1,304,870	248,653
Tuition to Priv Sch Handicap & Oth LEAs-Spl,O/S St	121,813	(78,424)	43,389		43,389
Tuition - State Facilities		2,200	2,200	2,200	
Total Undistributed Expenditures - Instruction	2,532,826	(253,811)	2,279,015	1,865,002	414,013
Undistributed Expenditures - Health Services:					
Salaries	77,673	48,783	126,456	116,062	10,394
Purchased Professional and Technical Services	21,320		21,320	17,362	3,958
Supplies and Materials	2,850		2,850	1,533	1,317
Total Undist. Expenditures - Health Services	101,843	48,783	150,626	134,957	15,669

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Transfers	Final Budget	Actual	to Actual
Undist. Expend. - Speech, OT, PT, Related Svcs:					
Salaries	\$ 189,258	\$ (23,096)	\$ 166,162	\$ 166,162	
Purchased Professional - Educational Services	2,500	7,891	10,391	6,417	\$ 3,974
Supplies and Materials	385	(375)	10	10	
Total Undist. Expend. - Speech, OT, PT, Related Svcs	<u>192,143</u>	<u>(15,580)</u>	<u>176,563</u>	<u>172,579</u>	<u>3,984</u>
Undist.Expend.-Other Supp.Serv.Students-Extra.Serv.:					
Salaries		43,750	43,750	37,242	6,508
Total Undist. Expend. - Other Supp. Svcs. Students - Extra. Serv.		<u>43,750</u>	<u>43,750</u>	<u>37,242</u>	<u>6,508</u>
Undist.Expend.-Guidance:					
Salaries of Other Professional Staff	471,546	68,258	539,804	537,355	2,449
Salaries of Secretarial and Clerical Assistants	59,688	500	60,188	59,508	680
Other Purchased Services (400-500 series)	300	(200)	100	71	29
Supplies and Materials	2,700	(1,026)	1,674	94	1,580
Total Undist Expend. - Guidance	<u>534,234</u>	<u>67,532</u>	<u>601,766</u>	<u>597,028</u>	<u>4,738</u>
Undist. Expend.-Child Study Team:					
Salaries of Other Professional Staff	497,407	(23,147)	474,260	471,313	2,947
Salaries of Secretarial and Clerical Assistants	52,559		52,559	50,077	2,482
Unused Vacation Payment to Terminated/Retired Staff	1,139	4,467	5,606	5,105	501
Purchased Professional - Educational Services	46,163	54,773	100,936	85,315	15,621
Other Purchased Services (400-500 series)	1,300	1,000	1,000	147	853
Supplies and Materials	765	352	1,652	1,644	8
Other Objects		(125)	640	563	77
Total Undist Expend. - Child Study Team	<u>599,333</u>	<u>37,320</u>	<u>636,653</u>	<u>614,164</u>	<u>22,489</u>



HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Transfers	Final Budget	Actual	to Actual
Undist. Expend.-Improv. of Inst. Serv.:					
Salaries of Supervisors of Instruction	\$ 389,892	\$ (3,172)	\$ 386,720	\$ 369,158	\$ 17,562
Salaries of Secretarial and Clerical Assistants	59,544		59,544	57,008	2,536
Unused Vacation Payment to Terminated/Retired Staff	4,037	3,172	7,209	4,037	3,172
Other Purchased Services (400-500 series)		101	101	101	
Supplies and Materials	250	1,568	1,818	796	1,022
Other Objects	5,000		5,000	2,675	2,325
<b>Total Undist. Expend.-Improv. of Inst. Serv.</b>	<b>458,723</b>	<b>1,669</b>	<b>460,392</b>	<b>433,775</b>	<b>26,617</b>
Undist. Expend.-Edu. Media Serv./Sch. Library:					
Salaries	65,192	(250)	64,942	64,021	921
Salaries of Technology Coordinators	229,235	310	229,545	229,544	1
Other Purchased Services (400-500 series)	220,996	15,468	236,464	232,794	3,670
Supplies and Materials	3,000		3,000	1,602	1,398
<b>Total Undist Expend-Edu. Media Serv./Sch. Library</b>	<b>518,423</b>	<b>15,528</b>	<b>533,951</b>	<b>527,961</b>	<b>5,990</b>
Undist.Expend.-Instructional Staff Training Services:					
Other Purchased Services (400-500 series)		1,325	1,325	858	467
<b>Total Undist.Expend.-Instructional Staff Training Services</b>		<b>1,325</b>	<b>1,325</b>	<b>858</b>	<b>467</b>
Undist. Expend.-Support Serv.-Gen. Admin.:					
Salaries	272,158	2,495	274,653	270,523	4,130
Legal Services	65,000	3,109	68,109	33,861	34,248
Audit Fees	32,000	150	32,150	32,150	
Architectural/Engineering Services	7,800	(4,883)	2,917		2,917
Other Purchased Professional Services	2,545	50	2,595	2,595	
Communications / Telephone	25,000	12,186	37,186	32,850	4,336
BOE Other Purchased Services	5,575	(475)	5,100	3,164	1,936

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Transfers	Final Budget	Actual	to Actual
Undist. Expend.-Support Serv.-Gen. Admin.:					
Other Purch. Serv. (400-500 series other than 530 & 585)	\$ 36,745	\$ 18,585	\$ 55,330	\$ 44,079	\$ 11,251
General Supplies	4,654	(1,614)	3,040	2,968	72
BOE In-house training/ Meeting Supplies	1,900	(79)	1,821	1,820	1
Miscellaneous Expenditures	11,005	(1,402)	9,603	9,075	528
BOE Membership Dues and Fees	11,700	(34)	11,666	11,523	143
Total Undist. Expend.-Support Serv.-Gen. Admin.	476,082	28,088	504,170	444,608	59,562
Undist. Expend.-Support Serv.-School Admin.:					
Salaries of Principals/Assistant Principals/Prog Director	259,413	4,509	263,922	263,921	1
Salaries of Other Professional Staff	64,500	(6,803)	57,697	57,070	627
Salaries of Secretarial and Clerical Assistants	115,997		115,997	111,713	4,284
Unused Vacation Payment to Terminated/Retired Staff	1,047		1,047	1,047	
Other Purchased Services (400-500 series)	1,500		1,500	1,443	57
Supplies and Materials	7,451	100	7,551	6,736	815
Other Objects	6,000	(152)	5,848	2,911	2,937
Total Undist. Expend.-Support Serv.-School Adm.	455,908	(2,346)	453,562	444,841	8,721
Undist. Expend. - Central Services:					
Salaries	293,399	28,165	321,564	302,182	19,382
Purchased Professional Services	27,000	(8,016)	18,984	18,866	118
Purchased Technical Services	640		640	305	335
Miscellaneous Purchased Services (400-500 series other than 594)	2,000		2,000	1,386	614
Supplies and Materials	4,313	1,629	5,942	3,778	2,164
Interest on Lease Purchase Agreements	1,534	(1,534)			
Other Objects	1,440	(530)	910	709	201
Total Undist. Expend. - Central Services	330,326	19,714	350,040	327,226	22,814

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Transfers	Final Budget	Actual	to Actual
Undist. Expend. - Admin. Info. Technology:					
Purchased Technical Services	\$ 26,168		\$ 26,168	\$ 25,584	\$ 584
Other Purchased Services (400-500 series)		19	19	18	1
Supplies and Materials		2,934	2,934	2,934	
Total Undist. Expend. - Admin. Info. Technology	<u>26,168</u>	<u>2,953</u>	<u>29,121</u>	<u>28,536</u>	<u>585</u>
Undist. Expend.-Required Maintenance for School Facilities:					
Salaries	143,587	30,000	173,587	158,644	14,943
Cleaning, Repair, and Maintenance Services	165,778	(19,000)	146,778	104,599	42,179
General Supplies	50,325	(1,350)	48,975	28,767	20,208
Total Undist. Expend.- Required Maint. for School Facilities	<u>359,690</u>	<u>9,650</u>	<u>369,340</u>	<u>292,010</u>	<u>77,330</u>
Undist. Expend.-Custodial Services:					
Salaries	383,840	50,166	434,006	374,665	59,341
Purchased Professional and Technical Services	13,500	288	13,788	13,573	215
Cleaning, Repair, and Maintenance Services	81,853	(44,480)	37,373	28,625	8,748
Lease Purchase Pymts - Energy Savings Impr Prog	108,715		108,715	108,715	
Other Purchased Property Services	43,114	10,033	53,147	48,683	4,464
Insurance	255,591	9,879	265,470	265,466	4
General Supplies	73,242	(8,454)	64,788	56,550	8,238
Energy (Natural Gas)	348		348	206	142
Energy (Electricity)	317,510	(9,879)	307,631	189,615	118,016
Energy (Oil)	191,101	30,663	221,764	221,763	1
Other Objects		142	142	37	105
Total Undist. Expend.-Custodial Services	<u>1,468,814</u>	<u>38,358</u>	<u>1,507,172</u>	<u>1,307,898</u>	<u>199,274</u>

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Transfers	Final Budget	Actual	to Actual
Care and Upkeep of Grounds:					
Salaries	\$ 166,698	\$ 1,750	\$ 168,448	\$ 165,097	\$ 3,351
Purchased Professional and Technical Services	25,415	(461)	24,954	19,864	5,090
Cleaning, Repair, and Maintenance Services	11,650	32,047	43,697	10,197	33,500
General Supplies	30,000	1,925	31,925	28,180	3,745
Other Objects	1,925	(1,925)			
Total Care And Upkeep Of Grounds	<u>235,688</u>	<u>33,336</u>	<u>269,024</u>	<u>223,338</u>	<u>45,686</u>
Security:					
Salaries	128,277	75,394	203,671	203,670	1
Purchased Professional and Technical Services	6,000	4,302	10,302	10,284	18
Cleaning, Repair, and Maintenance Services	3,000	(2,958)	42		42
General Supplies	1,500	469	1,969	1,875	94
Other Objects	1,000	(512)	488		488
Total Security	<u>139,777</u>	<u>76,695</u>	<u>216,472</u>	<u>215,829</u>	<u>643</u>
Total Undist. Expend.-oper. And Maint. Of Plant Serv.	<u>2,203,969</u>	<u>158,039</u>	<u>2,362,008</u>	<u>2,039,075</u>	<u>322,933</u>
Undist. Expend.-Student Transportation Serv.:					
Salaries of Non-Instructional Aides	248,551	48,508	297,059	280,146	16,913
Cleaning, Repair, and Maint. Services	51,111	14,000	65,111	56,740	8,371
Rental Payments - School Buses	825		825		825
Contract. Serv. - Aid in Lieu of Payments-Nonpublic Studts	13,000	(1,700)	11,300	8,761	2,539
Contract. Serv.(Bet. Home & Sch.)-Vendors	538,186	116,155	654,341	640,662	13,679
Contract. Serv.(Oth. than Bet. Home & Sch.)-Vend.	87,655	30,242	117,897	78,173	39,724
Contract. Serv.(Bet. Home & Sch.)-Joint Agrmnts.	228,705	(14,000)	214,705	198,523	16,182
Contract. Serv.(Spl. Ed. Students)-Joint Agrmnts	952,646	(203,574)	749,072	662,632	86,440

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Transfers	Final Budget	Actual	to Actual
Undist. Expend.-Student Transportation Serv.:					
Misc. Purchased Serv. - Transportation	\$ 18,405	\$ 1,025	\$ 19,430	\$ 15,151	\$ 4,279
General Supplies	600		600	488	112
Transportation Supplies	63,100	(6,065)	57,035	48,742	8,293
Other Objects	1,050	185	1,235	935	300
Total Undist. Expend.-Student Trans. Serv.	<u>2,203,834</u>	<u>(15,224)</u>	<u>2,188,610</u>	<u>1,990,953</u>	<u>197,657</u>
<b>UNALLOCATED BENEFITS</b>					
Social Security Contributions	284,900	(4)	284,896	266,009	18,887
Other Retirement Contributions - PERS	324,697	(8,342)	316,355	303,000	13,355
Other Retirement Contributions - Regular		8,342	8,342	8,342	
Unemployment Compensation	57,851		57,851	33,615	24,236
Workers Compensation	206,213	(46,861)	159,352	157,318	2,034
Health Benefits	2,646,359	(143,167)	2,503,192	2,369,401	133,791
Tuition Reimbursement	52,533	(8,000)	44,533	37,056	7,477
Other Employee Benefits	40,000	15,652	55,652	15,379	40,273
Unused Sick Payment to Terminated/Retired Staff	45,000		45,000	30,428	14,572
TOTAL UNALLOCATED BENEFITS	<u>3,657,553</u>	<u>(182,380)</u>	<u>3,475,173</u>	<u>3,220,548</u>	<u>254,625</u>
<b>ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)</b>					
TPAF Pension Contributions (Non-Budgeted)				\$ 3,427,021	\$ (3,427,021)
TPAF Non-Contributory Insurance (Non-Budgeted)				48,350	(48,350)
TPAF Long-Term Disability Insurance (Non-Budgeted)				509	(509)
TPAF Post Retirement Contributions (Non-Budgeted)				811,987	(811,987)
Reimbursed TPAF Social Security Contributions				654,791	(654,791)
TOTAL ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)				<u>4,942,658</u>	<u>(4,942,658)</u>
<b>TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS</b>	<u>3,657,553</u>	<u>(182,380)</u>	<u>3,475,173</u>	<u>8,163,206</u>	<u>(4,688,033)</u>

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Transfers	Final Budget	Actual	to Actual
TOTAL UNDISTRIBUTED EXPENDITURES	\$ 14,291,365	\$ (44,640)	\$ 14,246,725	\$ 17,822,011	\$ (3,575,286)
TOTAL GENERAL CURRENT EXPENSE	23,179,350	(20,936)	23,158,414	26,505,529	(3,347,115)
CAPITAL OUTLAY					
Equipment	36,027		36,027	36,027	
Grades 9-12					
Undistributed:					
Undistributed Expenditures - Instruction	41,367	16,053	16,053	16,053	
Undist. Expend. - Required Maint for School Fac.	32,095	(41,367)	32,095	32,095	
Undist. Expend. - Custodial Services	109,489	(25,314)	84,175	84,175	
Total Equipment					
Facilities Acquisition and Construction Serv.:					
Other Purchased Prof. and Tech. Services	309,838	6,000	6,000	2,310	3,690
Construction Services	4,496	(1,117)	308,721	266,398	42,323
Assessment for Debt Service on SDA Funding	314,334	4,883	319,217	4,496	
Total Facilities Acquisition and Const. Serv.				273,204	46,013
TOTAL CAPITAL OUTLAY	423,823	(20,431)	403,392	357,379	46,013
TOTAL EXPENDITURES	23,603,173	(41,367)	23,561,806	26,862,908	(3,301,102)
Excess/(Deficit) of Revenues Over/(Under) Expenditures	(1,004,820)	41,367	(963,453)	756,932	1,720,385

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Original Budget</u>	<u>Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>to Actual</u>
Other Financing Sources/(Uses):					
Transfers to Food Service Fund - Capital Contribution	\$	(41,367)	\$ (41,367)	\$ (41,367)	
Total Other Financing Sources/(Uses)		(41,367)	(41,367)	(41,367)	
Excess/(Deficit) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	\$ (1,004,820)		(1,004,820)	715,565	\$ 1,720,385
Fund Balance, July 1	3,930,237		3,930,237	3,930,237	
Fund Balance, June 30	\$ 2,925,417	\$ -0-	\$ 2,925,417	\$ 4,645,802	(1,720,385)
<u>Recapitulation:</u>					
Restricted Fund Balance:				\$ 1,017,813	
Excess Surplus - Restricted For 2023-2024				526,939	
Excess Surplus - Restricted For 2022-2023				1,232,981	
Capital Reserve				200,937	
Maintenance Reserve				412,902	
Assigned Fund Balance:				105,370	
Year End Encumbrances				1,148,860	
Designated for Subsequent Year's Expenditures				4,645,802	
Unassigned Fund Balance				(409,235)	
Reconciliation to Governmental Funds Statement (GAAP):					
Last State Aid Payments not Recognized on GAAP basis				\$ 4,236,567	
Fund Balance per Governmental Funds (GAAP)				\$ 4,236,567	

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
SPECIAL REVENUE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>REVENUES:</b>					
Local Sources		\$ 275,246	\$ 275,246	\$ 271,878	\$ (3,368)
State Sources		24,554	24,554	24,554	
Federal Sources	\$ 225,823	531,346	757,169	567,422	(189,747)
<b>Total Revenues</b>	<b>225,823</b>	<b>831,146</b>	<b>1,056,969</b>	<b>863,854</b>	<b>(193,115)</b>
<b>EXPENDITURES:</b>					
<b>Instruction:</b>					
Salaries of Teachers		51,209	51,209	15,533	35,676
Other Salaries	50,232	931	51,163	50,731	432
Purchased Professional/Educational Services		10,540	10,540	3,540	7,000
Other Purchased Services	10,836	8,126	18,962	17,387	1,575
General Supplies		131,770	131,770	116,360	15,410
Scholarship		27,852	27,852	22,534	5,318
Student Activities		242,526	242,526	228,455	14,071
<b>Total Instruction</b>	<b>61,068</b>	<b>472,954</b>	<b>534,022</b>	<b>454,540</b>	<b>79,482</b>
<b>Support Services:</b>					
Salaries of Other Professional Staff		240	240	240	
Personal Service - Employee Benefits		18,209	18,209	16,926	1,283
Purchased Professional/Educational Services		19,704	19,704	2,163	17,541
Purchased Professional/Technical Services		6,320	6,320	60	6,260
Purchased Property Services		152,909	152,909	50,433	102,476
Other Purchased Services	155,321	133,013	288,334	287,189	1,145
Supplies and Materials		10,020	10,020	5,703	4,317
<b>Total Support Services</b>	<b>155,321</b>	<b>340,415</b>	<b>495,736</b>	<b>362,714</b>	<b>133,022</b>
<b>Facilities Acquisition and Construction Services:</b>					
Instructional Equipment	9,434	17,777	27,211	27,211	
<b>Total Facilities Acquisition and Construction Services</b>	<b>9,434</b>	<b>17,777</b>	<b>27,211</b>	<b>27,211</b>	
<b>Total Expenditures</b>	<b>\$ 225,823</b>	<b>\$ 831,146</b>	<b>\$ 1,056,969</b>	<b>\$ 844,465</b>	<b>\$ 212,504</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>\$ -0-</b>	<b>\$ -0-</b>	<b>\$ -0-</b>	<b>\$ 19,389</b>	<b>\$ 19,389</b>



HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
NOTE TO RSI  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

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

	General Fund	Special Revenue Fund
Sources/Inflows of Resources		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$ 27,619,840	\$ 863,854
Differences - Budget to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis recognizes Encumbrances as Revenue and Expenditures, whereas the GAAP Basis does not		6,238
Prior Year State Aid Payments Not Recognized for Budgetary Purposes, Recognized for GAAP Statements	488,018	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	(409,235)	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	\$ 27,698,623	\$ 870,092
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 26,862,908	\$ 844,465
Differences - Budget to GAAP		
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.		6,238
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	\$ 26,862,908	\$ 850,703

Annual appropriated budgets are prepared in the spring of each year for the General and Special Revenue Funds. The budget for the fiscal year ended June 30, 2022 was submitted to the County office and was approved by a vote of the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C.6:20-2A.2(m)l. Transfers of appropriations may be made by school board resolution at any time during the fiscal year. All budgetary 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).

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of the special revenue fund as noted below. Encumbrance accounting employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
NOTE TO RSI  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

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

The General Fund budgetary revenue differs from the GAAP revenue due to a difference in recognition of the last two state aid payments for the current year. Since the State is recording these state aid payments in the subsequent fiscal year, the District cannot recognize these payments on the GAAP financial statements.

SCHOOL LEVEL SCHEDULES  
(NOT APPLICABLE)

SPECIAL REVENUE FUND

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Local Grants	Scholarships	Student Activities	Emergent and Capital Maintenance Needs Grant
REVENUE:				
Local Sources	\$ 1,500	\$ 27,852	\$ 242,526	\$ 24,554
State Sources				
Federal Sources				
Total Revenue	\$ 1,500	\$ 27,852	\$ 242,526	\$ 24,554
EXPENDITURES:				
Instruction:				
Salaries of Teachers				
Other Salaries	1,500			
Purchased Professional/Educational Services				
Other Purchased Services				
General Supplies				
Scholarship		22,534		
Student Activities			228,455	
Total Instruction	1,500	22,534	228,455	
Support Services:				
Salaries of Other Professional Staff				
Personnel Service - Employee Benefits				
Purchased Professional - Educational Services				
Purchased Professional/Technical Services				
Purchased Property Services				24,554
Other Purchased Services				
Supplies and Materials				
Total Support Services				24,554
Facilities Acquisition:				
Instructional Equipment				
Total Facilities Acquisition				
Total Expenditures	\$ 1,500	\$ 22,534	\$ 228,455	\$ 24,554

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Elementary and Secondary Education Act		Coronavirus Relief Funds (CRF)
	Title I	Title IIA	Title IV
REVENUE:			
Local Sources			
State Sources	\$ 109,632	\$ 24,806	\$ 16,802
Federal Sources			777
Total Revenue	\$ 109,632	\$ 24,806	\$ 16,802
EXPENDITURES:			
Instruction:			
Salaries of Teachers	15,533		
Other Salaries	49,231		3,540
Purchased Professional/Educational Services			
Other Purchased Services	13,637		6,802
General Supplies			
Scholarship			
Student Activities			
Total Instruction	78,401		10,342
Support Services:			
Salaries of Other Professional Staff			
Personal Service - Employee Benefits	16,908		
Purchased Professional/Educational Services	2,163		
Purchased Professional/Technical Services			
Purchased Property Services	12,160	24,806	6,460
Other Purchased Services			
Supplies and Materials			777
Total Support Services	31,231	24,806	6,460
Facilities Acquisition:			
Instructional Equipment			
Total Facilities Acquisition			
Total Expenditures	\$ 109,632	\$ 24,806	\$ 16,802
			777

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>CARES -</u>	<u>IDEA Part B</u>	<u>Perkins</u>
	<u>Emergency</u>	<u>Basic</u>	<u>Vocational</u>
	<u>Relief Grant</u>	<u>ARP</u>	<u>Education</u>
REVENUE:			
Local Sources			
State Sources			
Federal Sources			
Total Revenue	\$ 25,268	\$ 204,478	\$ 29,593
	<u>\$ 25,268</u>	<u>\$ 204,478</u>	<u>\$ 29,593</u>
EXPENDITURES:			
Instruction:			
Salaries of Teachers			
Other Salaries			
Purchased Professional/Educational Services	17,387		
Other Purchased Services	3,050		1,200
General Supplies			
Scholarship			
Student Activities			
Total Instruction	<u>20,437</u>		<u>1,200</u>
Support Services:			
Salaries of Other Professional Staff			240
Personal Service - Employee Benefits			18
Purchased Professional/Educational Services			
Purchased Professional/Technical Services			
Purchased Property Services		204,478	924
Other Purchased Services	4,831		
Supplies and Materials	4,831		
Total Support Services		<u>204,478</u>	<u>1,182</u>
Facilities Acquisition:			
Instructional Equipment			27,211
Total Facilities Acquisition			<u>27,211</u>
Total Expenditures	<u>\$ 25,268</u>	<u>\$ 204,478</u>	<u>\$ 29,593</u>

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	CRRSA			
ESSER II	Accelerated Learning	Mental Health	Total	
REVENUE:				
Local Sources				\$ 271,878
State Sources	\$ 117,550	\$ 60	\$ 95	24,554
Federal Sources				567,422
<b>Total Revenue</b>	<b>\$ 117,550</b>	<b>\$ 60</b>	<b>\$ 95</b>	<b>\$ 863,854</b>
EXPENDITURES:				
Instruction:				
Salaries of Teachers				15,533
Other Salaries				50,731
Purchased Professional/Educational Services				3,540
Other Purchased Services	91,671			17,387
General Supplies				116,360
Scholarship				22,534
Student Activities				228,455
<b>Total Instruction</b>	<b>91,671</b>			<b>454,540</b>
Support Services:				
Salaries of Other Professional Staff				240
Personal Service - Employee Benefits				16,926
Purchased Professional/Educational Services				2,163
Purchased Professional/Technical Services		60		60
Purchased Property Services	25,879			50,433
Other Purchased Services			95	287,189
Supplies and Materials				5,703
<b>Total Support Services</b>	<b>25,879</b>	<b>60</b>	<b>95</b>	<b>362,714</b>
Facilities Acquisition:				
Instructional Equipment				27,211
<b>Total Facilities Acquisition</b>				<b>27,211</b>
<b>Total Expenditures</b>	<b>\$ 117,550</b>	<b>\$ 60</b>	<b>\$ 95</b>	<b>\$ 844,465</b>



CAPITAL PROJECTS FUND  
(NOT APPLICABLE)

PROPRIETARY FUNDS

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
ENTERPRISE FUNDS  
COMBINING STATEMENT OF NET POSITION  
JUNE 30, 2022

<u>ASSETS:</u>	Major Funds		Non-Major Funds		Totals
	Food Service Fund	Transportation Services	Adult School	School Store	
Current Assets:					
Cash and Cash Equivalents	\$ 156,058	\$ 219,201	\$ 9,233	\$ 12,678	\$ 397,170
Accounts Receivable:					
State	378				378
Federal	19,571				19,571
Intergovernmental - Other	57,796	113,856			171,652
Inventories	6,711			8,978	15,689
Total Current Assets	240,514	333,057	9,233	21,656	604,460
Non-Current Assets:					
Capital Assets	369,067	100,000			469,067
Less: Accumulated Depreciation	(316,882)	(18,750)			(335,632)
Total Non-Current Assets	52,185	81,250			133,435
Total Assets	292,699	414,307	9,233	21,656	737,895

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
ENTERPRISE FUNDS  
COMBINING STATEMENT OF NET POSITION  
JUNE 30, 2022

	Major Funds		Non-Major Funds		Totals
	Food Service Fund	Transportation Services	Adult School	School Store	
<u>LIABILITIES:</u>					
Current Liabilities:					
Accounts Payable - Vendors	\$ 86				\$ 86
Interfund Payable - General Fund	76,211				76,211
Unearned Revenue - Prepaid Sales	2,753				2,753
Unearned Revenue - Donated Commodities	851				851
<b>Total Current Liabilities</b>	<b>79,901</b>				<b>79,901</b>
Non-Current Liabilities:					
Due Within One Year		\$ 20,725			20,725
<b>Total Non-Current Liabilities</b>		<b>20,725</b>			<b>20,725</b>
<b>Total Liabilities</b>	<b>79,901</b>	<b>20,725</b>			<b>100,626</b>
<u>NET POSITION:</u>					
Net Investment in Capital Assets	52,185	60,525			112,710
Unrestricted	160,613	333,057	\$ 9,233	\$ 21,656	524,559
<b>Total Net Position</b>	<b>\$ 212,798</b>	<b>\$ 393,582</b>	<b>\$ 9,233</b>	<b>\$ 21,656</b>	<b>\$ 637,269</b>

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
ENTERPRISE FUNDS  
COMBINING STATEMENT OF REVENUE, EXPENSES  
AND CHANGES IN NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Major Funds		Non-Major Funds		
	Food Service Fund	Transportation Services	Adult School	School Store	Totals
Operating Revenue:					
Local Sources:					
Daily Sales - Non Reimbursable Programs	\$ 121,519				\$ 121,519
Satellite Sales	236,716				236,716
Program Fees		\$ 943,389	\$ 8,779	\$ 22,271	974,439
Total Operating Revenue	358,235	943,389	8,779	22,271	1,332,674
Operating Expenses:					
Cost of Sales - Reimbursable Programs	139,442				139,442
Cost of Sales - Non Reimbursable Programs	157,264				157,264
Salaries, Benefits & Payroll Taxes	162,870	53,613			216,483
Other Purchased Services		855,146			855,146
Financed Purchase Interest		1,534			1,534
Management Fee	20,600				20,600
Depreciation Expense	2,671	12,500			15,171
Other Miscellaneous Expenses	56,180			21,380	81,212
Total Operating Expenses	539,027	922,793	3,652	21,380	1,486,852
Operating Income/(Loss)	(180,792)	20,596	5,127	891	(154,178)

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
ENTERPRISE FUNDS  
COMBINING STATEMENT OF REVENUE, EXPENSES  
AND CHANGES IN NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Major Funds		Non-Major Funds		Totals
	Food Service Fund	Transportation Services	Adult School	School Store	
Non-Operating Revenue:					
Local Sources:					
Interest Income	\$ 48				\$ 48
State Sources:					
COVID-19 - Seamless Summer Option	6,295				6,295
Federal Sources:					
COVID-19 - Seamless Summer Option - Lunch	267,585				267,585
Food Distribution Program	22,865				22,865
COVID-19 - Seamless Summer Option - Breakfast	37,343				37,343
COVID-19 - Operational Costs Reimbursement Program	5,123				5,123
COVID-19 - P-EBT Cost Reimbursement	1,242				1,242
<b>Total Non-Operating Revenue</b>	<b>340,501</b>				<b>340,501</b>
Change in Net Position before Transfer	159,709	\$ 20,596	\$ 5,127	\$ 891	186,323
Transfer from General Fund - Capital Contribution	41,367				41,367
Change in Net Position	201,076	20,596	5,127	891	227,690
Net Position - Beginning of Year, Restated	11,722	372,986	4,106	20,765	409,579
Net Position - End of Year	\$ 212,798	\$ 393,582	\$ 9,233	\$ 21,656	\$ 637,269

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
ENTERPRISE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Major Funds		Non-Major Funds		Totals
	Food Service Fund	Transportation Services	Adult School	School Store	
Cash Flows from Operating Activities:					
Receipts from Customers	\$ 300,439	\$ 999,016	\$ 8,779	\$ 22,271	\$ 1,330,505
Payments to Employees	(162,870)				(162,870)
Payments to Food Service Vendor	(298,688)				(298,688)
Payments to Suppliers	(56,180)	(910,293)	(3,652)	(18,565)	(988,690)
Net Cash Provided by/(Used for) Operating Activities	(217,299)	88,723	5,127	3,706	(119,743)
Cash Flows from Noncapital Financing Activities:					
Cash Received from State Sources	6,546				6,546
Cash Received from Federal Sources	308,312				308,312
Current Year Interfund Returned - General Fund	17,116				17,116
Net Cash Provided by Noncapital Financing Activities	331,974				331,974
Cash Flows from Capital Financing Activities:					
Purchase of Equipment	(3,606)	(19,973)			(3,606)
Financed Purchase Principal Payment					(19,973)
Net Cash (Used for) Capital Financing Activities	(3,606)	(19,973)			(23,579)
Cash Flows from Investing Activities:					
Investment Income	48				48
Net Cash Flows Provided by Investing Activities:	48				48
Net Increase/(Decrease) in Cash and Cash Equivalents	111,117	68,750	5,127	3,706	188,700
Cash and Cash Equivalents, July 1	44,941	150,451	4,106	8,972	208,470
Cash and Cash Equivalents, June 30	\$ 156,058	\$ 219,201	\$ 9,233	\$ 12,678	\$ 397,170

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
ENTERPRISE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Major Funds		Non-Major Funds		Totals
	Food Service Fund	Transportation Services	Adult School	School Store	
Reconciliation of Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities:					
Operating Income/(Loss)	\$ (180,792)	\$ 20,596	\$ 5,127	\$ 891	\$ (154,178)
Adjustment to Reconcile Operating Income/(Loss) to Cash Provided by/(Used for) Operating Activities:					
Federal Food Distribution Program	22,865				22,865
Depreciation	2,671	12,500			15,171
Changes in Assets and Liabilities:					
(Increase)/Decrease in Accounts Receivable	(57,796)	55,627			(2,169)
(Increase)/Decrease in Inventory	(333)			2,815	2,482
Increase in Accounts Payable	86				86
(Decrease) in Unearned Revenue - Prepaid Sales	(2,076)				(2,076)
(Decrease) in Unearned Revenue - Donated Commodities	(1,924)				(1,924)
Net Cash Provided by/(Used for) Operating Activities	\$ (217,299)	\$ 88,723	\$ 5,127	\$ 3,706	\$ (119,743)

Noncash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A. donated commodities through the Food Distribution Program valued at \$20,941 and utilized commodities valued at \$22,865. The Transportation Services Fund paid down \$19,973 of financed purchases payable.



FIDUCIARY ACTIVITIES  
(NOT APPLICABLE)

LONG-TERM DEBT

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
LONG-TERM DEBT  
SCHEDULE OF SERIAL BONDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOT APPLICABLE

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
LONG-TERM DEBT  
SCHEDULE OF OBLIGATIONS UNDER FINANCED PURCHASES

<u>Item</u>	<u>Interest Rate</u>	<u>Original Issue</u>	<u>Balance June 30, 2021</u>	<u>Matured</u>	<u>Balance June 30, 2022</u>
Energy Savings Equipment	1.075%	\$ 1,327,620	\$ 654,770	\$ 94,734	\$ 560,036
Bus	3.770%	100,000	40,698	19,973	20,725
			<u>\$ 695,468</u>	<u>\$ 114,707</u>	<u>\$ 580,761</u>
			Governmental Activities		\$ 560,036
			Business-Type Activities		20,725
					<u>\$ 580,761</u>

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
LONG-TERM DEBT  
SCHEDULE OF OBLIGATIONS UNDER LEASES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOT APPLICABLE

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
DEBT SERVICE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOT APPLICABLE

**STATISTICAL SECTION**  
**(UNAUDITED)**

This part of the District’s comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the District’s overall financial health.

**Contents**

	<b><u>Exhibit</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	J-1 thru J-5
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the factors affecting the District's ability to generate its property taxes.	J-6 thru J-9
<b>Debt Capacity</b> 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 thru J-13
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place and to help make comparisons over time and with other governments.	J-14 thru J-15
<b>Operating Information</b> These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the School provides and the activities it performs.	J-16 thru J-20

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS

UNAUDITED

(accrual basis of accounting)

June 30,

	2013	2014	2015	2016	2017	2018	2019	2020	(Restated) 2021	2022
<b>Governmental Activities</b>										
Net Investment in Capital Assets	\$ 4,538,503	\$ 5,122,169	\$ 6,435,416	\$ 6,944,055	\$ 4,037,258	\$ 3,776,813	\$ 3,677,092	\$ 3,468,837	\$ 3,260,067	\$ 3,390,043
Restricted	3,349,049	3,251,378	2,704,749	1,955,513	1,173,366	724,918	328,854	923,496	2,284,663	3,172,844
Unrestricted/(Deficit)	18,546	(6,004,806)	(6,914,660)	(6,728,563)	(7,406,890)	(7,242,497)	(8,124,176)	(7,870,174)	(6,451,896)	(5,432,395)
<b>Total Governmental Activities Net Position/(Deficit)</b>	<b>\$ 7,906,098</b>	<b>\$ 2,368,741</b>	<b>\$ 2,225,505</b>	<b>\$ 2,171,005</b>	<b>\$ (2,196,266)</b>	<b>\$ (2,740,766)</b>	<b>\$ (4,118,230)</b>	<b>\$ (3,477,841)</b>	<b>\$ (907,166)</b>	<b>\$ 1,130,492</b>
<b>Business-Type Activities</b>										
Net Investment in Capital Assets	\$ 9,599	\$ 27,265	\$ 26,936	\$ 26,607	\$ 6,645	\$ 3,412	\$ 7,846	\$ 26,523	\$ 62,935	\$ 112,710
Unrestricted	609,457	632,853	596,048	408,925	298,278	356,475	332,064	353,125	346,644	524,559
<b>Total Business-Type Activities Net Position</b>	<b>\$ 619,056</b>	<b>\$ 660,118</b>	<b>\$ 622,984</b>	<b>\$ 435,532</b>	<b>\$ 304,923</b>	<b>\$ 359,887</b>	<b>\$ 339,910</b>	<b>\$ 379,648</b>	<b>\$ 409,579</b>	<b>\$ 637,269</b>
<b>District-Wide</b>										
Net Investment in Capital Assets	\$ 4,548,102	\$ 5,149,434	\$ 6,462,352	\$ 6,970,662	\$ 4,043,903	\$ 3,780,225	\$ 3,684,938	\$ 3,495,360	\$ 3,323,002	\$ 3,502,753
Restricted	3,349,049	3,251,378	2,704,749	1,955,513	1,173,366	724,918	328,854	923,496	2,284,663	3,172,844
Unrestricted/(Deficit)	628,003	(5,371,953)	(6,318,612)	(6,319,638)	(7,108,612)	(6,886,022)	(7,792,112)	(7,517,049)	(6,105,252)	(4,907,836)
<b>Total District Net Position/(Deficit)</b>	<b>\$ 8,525,154</b>	<b>\$ 3,028,859</b>	<b>\$ 2,848,489</b>	<b>\$ 2,606,537</b>	<b>\$ (1,891,343)</b>	<b>\$ (2,380,879)</b>	<b>\$ (3,778,320)</b>	<b>\$ (3,098,193)</b>	<b>\$ (497,587)</b>	<b>\$ 1,767,761</b>

Source: School District Financial Reports



HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
CHANGES IN NET POSITION LAST TEN FISCAL YEARS

UNAUDITED  
(accrual basis of accounting)

	Fiscal Year Ending June 30									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Expenses</b>										
Governmental activities:										
Instruction										
Regular	\$ 10,509,989	\$ 10,363,494	\$ 11,520,175	\$ 12,906,396	\$ 15,029,523	\$ 13,581,093	\$ 13,650,532	\$ 11,624,322	\$ 12,542,588	\$ 11,186,337
Special Education	2,250,799	2,034,921	2,832,984	3,605,207	3,470,736	3,032,494	3,044,342	2,897,766	1,970,863	2,782,737
School Sponsored/Cocurricular Instruction	1,221,996	1,339,062	1,452,353	1,184,788	1,108,329	1,090,651	1,099,707	1,002,255	1,143,911	1,039,335
Other Special Instruction	266,655	261,685		1,209,433	301,535	266,342	240,641	180,743		
Support Services:										
Tuition	943,288	1,249,788	1,258,017	1,052,244	1,087,347	1,310,444	1,617,791	1,709,634	1,701,072	1,865,002
Student & Instruction Related Services	3,242,318	3,528,804	3,975,858	3,700,324	4,064,234	3,630,046	3,449,346	3,060,943	2,967,812	2,739,840
General Administrative Services	1,185,882	1,037,768	1,172,827	1,028,969	1,157,618	511,751	502,442	493,465	514,736	514,643
School Administrative Services	627,069	560,774	619,516	522,149	485,017	916,378	864,739	796,659	790,482	743,802
Central Services	433,361	444,486	454,485	415,685	438,096	438,325	428,373	367,533	347,882	334,018
Administrative Information Technology	34,705	59,367	45,554	39,043	30,687	22,034	24,697	24,756	4,265	28,536
Plant Operations And Maintenance	2,587,116	2,808,908	2,569,793	2,538,115	2,983,794	2,247,712	2,669,861	2,029,654	1,949,149	1,991,504
Pupil Transportation	1,742,693	1,972,685	1,936,193	1,799,896	1,911,202	1,908,858	1,973,655	1,998,400	1,945,649	2,244,435
Interest On Long-Term Debt	26,893	18,834	9,875	396						
Unallocated Depreciation						224,145				
Capital Outlay		4,496	36,399	29,968	35,661	11,593	211,590	4,496	4,496	
<b>Total Governmental Activities Expenses</b>	<b>25,072,764</b>	<b>25,680,576</b>	<b>27,884,029</b>	<b>28,966,303</b>	<b>32,103,779</b>	<b>29,191,866</b>	<b>29,777,716</b>	<b>26,190,626</b>	<b>25,882,905</b>	<b>25,470,189</b>
<b>Business-type activities:</b>										
Food Service	354,256	360,017	409,611	470,378	430,342	351,359	339,498	254,195	116,318	539,027
Transportation Services	692,528	760,481	23,000	27,594	1,077,985	955,971	1,193,826	1,086,923	884,316	922,793
Adult School	6,490	11,328	17,777	15,698	6,103	6,780	3,766	2,374	1,746	3,652
School Store	17,047	15,933	769,623	1,134,769	20,898	6,936	8,361	4,340	953	21,380
<b>Total Business-Type Activities Expense</b>	<b>1,070,321</b>	<b>1,147,759</b>	<b>1,220,011</b>	<b>1,648,439</b>	<b>1,535,328</b>	<b>1,321,046</b>	<b>1,545,451</b>	<b>1,347,832</b>	<b>1,003,333</b>	<b>1,486,852</b>
<b>Total District Expenses</b>	<b>26,143,085</b>	<b>26,828,335</b>	<b>29,104,040</b>	<b>30,614,742</b>	<b>33,639,107</b>	<b>30,512,912</b>	<b>31,323,167</b>	<b>27,538,458</b>	<b>26,886,238</b>	<b>26,957,041</b>
<b>Program Revenues</b>										
Governmental Activities:										
Charges For Services:										
Tuition	251,295	286,804	678,827	999,366	895,190	1,275,757	1,430,012	1,349,257	1,314,806	1,081,788
Operating Grants and Contributions	9,180,093	8,672,786	11,162,696	12,079,638	14,245,327	12,992,861	12,668,237	10,780,925	10,522,628	9,534,286
Capital Grants and Contributions				628,906						
<b>Total Governmental Activities Program Revenues</b>	<b>9,431,388</b>	<b>8,959,590</b>	<b>11,841,523</b>	<b>13,079,004</b>	<b>15,769,423</b>	<b>14,268,618</b>	<b>14,098,249</b>	<b>12,130,182</b>	<b>11,837,434</b>	<b>10,616,074</b>

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
CHANGES IN NET POSITION LAST TEN FISCAL YEARS

UNAUDITED  
(accrual basis of accounting)  
(Continued)

	Fiscal Year Ending June 30									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Business-Type Activities:</b>										
Charges for services										
Food Service	\$ 303,406	\$ 316,329	\$ 306,413	\$ 359,346	\$ 309,357	\$ 284,133	\$ 261,074	\$ 156,999	\$ 665	\$ 358,235
Transportation Services	718,763	772,975	770,362	998,543	1,015,575	1,003,619	1,179,068	1,128,506	906,208	943,389
Adult School	9,466	13,269	10,383	6,590	7,090	4,407	2,927	2,125	250	8,779
School Store	16,732	20,064	14,422	15,187	16,650	10,584	7,676	4,561	500	22,271
Operating Grants and Contributions										
Food Service	60,536	65,996	81,112	81,189	74,522	73,208	74,671	64,293	97,966	340,453
Total Business Type Activities Program Revenues	1,108,903	1,188,633	1,182,692	1,460,855	1,423,194	1,375,951	1,525,416	1,356,484	1,005,589	1,673,127
Total District Program Revenues	10,540,291	10,148,223	13,024,215	14,539,859	17,192,617	15,644,569	15,623,665	13,486,666	12,843,023	12,289,201
Net (Expense)/Revenue	(15,641,376)	(16,720,986)	(16,042,506)	(15,887,299)	(16,334,356)	(14,923,248)	(15,679,467)	(14,060,444)	(14,045,471)	(14,854,115)
Governmental Activities	38,582	40,874	(37,319)	(187,584)	(112,134)	54,905	(20,035)	8,652	2,256	186,275
Business-Type Activities	(15,602,794)	(16,680,112)	(16,079,825)	(16,074,883)	(16,446,490)	(14,868,343)	(15,699,502)	(14,051,792)	(14,043,215)	(14,667,840)
Total District-Wide Net Expense										
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	16,055,482	15,878,434	15,612,914	15,612,914	15,401,826	14,356,619	14,256,964	14,537,446	16,572,883	16,904,342
Property Taxes Levied for Debt Service, Net	195,391	192,538	194,000	194,749						
Federal and State Aid not Restricted	336,971			11,214	11,617	9,351	19,763	9,935	8,635	11,160
Investment Earnings	1,487	1,480	738	2,721	2,618	2,003	1,525	923	1,300	978
Miscellaneous Income	258,499	559,503	91,618	11,201	65,214	10,775	23,751	13,325	33,328	16,660
Transfers								(31,054)		(41,367)
Special Item - Cancellation of Prior Year Receivable								(20,720)		
Total Governmental Activities	16,847,830	16,631,955	15,899,270	15,832,799	15,481,275	14,378,748	14,302,003	14,509,855	16,616,146	16,891,773
Business-Type Activities:										
Investment Earnings	173	188	185	132	80	59	58	32	32	48
Transfers				5,388				31,054	31,054	41,367
Total Business-Type Activities	173	188	185	132	80	59	58	31,086	31,086	41,415
Total District-Wide	16,848,003	16,632,143	15,899,455	15,832,931	15,486,743	14,378,807	14,302,061	14,540,941	16,647,232	16,933,188
Change in Net Position										
Governmental Activities	1,206,454	(89,031)	(143,236)	(54,500)	(853,081)	(544,500)	(1,377,464)	449,411	2,570,675	2,037,658
Business-Type Activities	38,755	41,062	(37,134)	(187,452)	(106,666)	54,964	(19,977)	39,738	33,342	227,690
Total District	\$ 1,245,209	\$ (47,969)	\$ (180,370)	\$ (241,952)	\$ (959,747)	\$ (489,536)	\$ (1,397,441)	\$ 489,149	\$ 2,604,017	\$ 2,265,348

Source: School District Financial Reports

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
UNAUDITED  
*(modified accrual basis of accounting)*

	June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund										
Restricted	\$ 3,349,047	\$ 3,251,375	\$ 2,704,746	\$ 1,955,511	\$ 1,173,364	\$ 724,918	\$ 328,854	\$ 732,518	\$ 2,109,878	\$ 2,978,670
Assigned	800,235	326,794	6,752	701,377	387,133	802,220	(31,230)	150,619	856,465	518,272
Unassigned/(Deficit)									475,876	739,625
Total General Fund	\$ 4,149,282	\$ 3,578,169	\$ 2,711,498	\$ 2,656,888	\$ 1,560,497	\$ 1,527,138	\$ 297,624	\$ 883,137	\$ 3,442,219	\$ 4,236,567
All Other Governmental Funds										
Restricted	\$ 2	\$ 3	\$ 3	\$ 2	\$ 2			\$ 190,978	\$ 174,785	\$ 194,174
Unassigned/(Deficit)			(326,178)	(448,221)						
Total All Other Governmental Funds/(Deficit)	\$ 2	\$ 3	\$ 3	\$ 2	\$ 2	\$ -0-	\$ -0-	\$ 190,978	\$ 174,785	\$ 194,174
Total Fund Balances	\$ 4,149,284	\$ 3,578,172	\$ 2,711,501	\$ 2,656,890	\$ 1,560,499	\$ 1,527,138	\$ 297,624	\$ 1,074,115	\$ 3,617,004	\$ 4,430,741

Source: School District Financial Reports

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
UNAUDITED  
(modified accrual basis of accounting)

	Fiscal Year Ending June 30									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Revenues</b>										
Tax Levy	\$ 16,250,873	\$ 16,070,972	\$ 15,806,914	\$ 15,807,663	\$ 15,401,826	\$ 14,356,619	\$ 14,256,964	\$ 14,537,446	\$ 16,572,883	\$ 16,904,342
Tuition Charges	244,795	286,804	678,827	999,366	895,190	1,275,757	1,430,012	1,349,257	1,314,806	1,081,788
Interest Earnings	1,487	1,480	738	2,721	2,618				1,300	978
Miscellaneous	258,506	563,483	91,738	11,201	65,214	12,778	25,276	16,380	159,793	288,538
State Sources	9,138,769	8,345,837	8,563,950	8,942,705	10,054,614	9,514,688	9,764,351	9,350,570	9,455,670	9,708,249
Federal Sources	384,789	322,969	330,033	360,265	360,554	327,399	364,373	317,130	362,984	584,820
<b>Total Revenue</b>	<b>26,279,219</b>	<b>25,591,545</b>	<b>25,472,200</b>	<b>26,123,921</b>	<b>26,780,016</b>	<b>25,487,241</b>	<b>25,840,976</b>	<b>25,570,783</b>	<b>27,867,436</b>	<b>28,568,715</b>
<b>Expenditures</b>										
<b>Instruction</b>										
Regular Instruction	7,311,105	7,292,041	7,333,948	7,141,892	7,239,685	6,852,811	6,960,735	6,440,096	6,456,151	6,591,144
Special Education Instruction	1,597,565	1,402,857	1,840,101	2,120,461	1,826,498	1,612,789	1,673,196	1,781,383	1,743,939	1,741,002
School Sponsored/Cocurricular Instruction	818,387	942,888	942,668	983,365	1,007,388	978,951	983,737	893,518	888,496	923,875
Other Instruction	187,956	183,917								
<b>Support Services:</b>										
Tuition	943,288	1,249,788	1,258,017	1,052,244	1,087,347	1,310,444	1,617,791	1,709,634	1,701,072	1,865,002
Student & Instruction Related Services	2,371,675	2,628,171	2,642,584	2,858,031	2,993,720	2,768,836	2,700,561	2,519,073	2,523,342	2,769,553
General Administrative Services	813,807	729,378	731,483	633,283	646,730	446,470	440,177	429,287	440,903	444,608
School Administrative Services	505,865	450,452	412,650	459,224	409,997	530,458	462,437	475,778	427,712	444,841
Central Services	311,186	326,503	297,317	325,871	321,226	325,960	336,329	297,580	292,227	327,226
Administrative Information Technology	34,705	45,760	45,554	39,043	30,687	22,034	24,697	24,756	4,265	28,536
Plant Operations And Maintenance	2,003,759	2,458,425	2,033,876	2,275,447	2,626,618	2,107,812	2,567,095	1,896,913	1,850,921	2,039,075
Pupil Transportation	1,661,839	1,772,029	1,698,644	1,645,355	1,746,071	1,798,127	1,735,647	1,772,187	1,676,069	1,990,953
Employee Benefits	6,066,534	5,600,421	5,611,377	5,771,626	6,399,939	6,643,902	7,185,324	6,647,500	7,251,587	8,163,206
Capital Outlay	2,469,691	887,490	1,622,830	799,983	463,374	122,008	382,854	45,701	67,863	384,590
Debt Service:										
Principal	165,000	170,000	180,000	190,000						
Interest And Other Charges	30,391	22,537	14,000	4,750						
<b>Total Expenditures</b>	<b>27,292,753</b>	<b>26,162,657</b>	<b>26,665,049</b>	<b>26,300,575</b>	<b>26,799,280</b>	<b>25,520,602</b>	<b>27,070,580</b>	<b>24,933,406</b>	<b>25,324,547</b>	<b>27,713,611</b>
<b>Excess (Deficiency) Of Revenues Over (Under) Expenditures</b>	<b>(1,013,534)</b>	<b>(571,112)</b>	<b>(1,192,849)</b>	<b>(176,654)</b>	<b>(19,264)</b>	<b>(33,361)</b>	<b>(1,229,604)</b>	<b>637,377</b>	<b>2,542,889</b>	<b>855,104</b>

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS

UNAUDITED

*(modified accrual basis of accounting)*

	Fiscal Year Ending June 30									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Other Financing Sources (Uses)										
Capital Leases (non-budgeted)	\$ 1,327,620									
Transfers In	59,819		\$ 1,050,090			\$ 2				
Transfers Out	(59,819)		(1,050,090)			(2)		\$ (31,054)		\$ (41,367)
Cancellation of Prior Year Receivable								(20,720)		
Total Other Financing Sources (Uses)	\$ 1,327,620	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ (51,774)	\$ -0-	\$ (41,367)
Net Change In Fund Balances	\$ 314,086	\$ (571,112)	\$ (1,192,849)	\$ (176,654)	\$ (19,264)	\$ (33,361)	\$ (1,229,604)	\$ 585,603	\$ 2,542,889	\$ 813,737
Debt Service As A Percentage Of Noncapital Expenditures	0.79%	0.76%	0.77%	0.76%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Source: School District Financial Reports

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE  
LAST TEN FISCAL YEARS  
UNAUDITED  
*(modified accrual basis of accounting)*

Fiscal Year Ending June 30,	Tuition	Interest	Refunds	Transportation		Building Use	Student Operated Cafeteria		Miscellaneous	Total
				Fees						
2013	\$ 244,795	\$ 6,043	\$ 134,930	\$ 5,618	\$ 34,119	\$ 8,159	\$ 71,117	\$ 504,781		
2014	286,804	5,274	505,204	32,897		10,412	7,196	847,787		
2015	678,827	3,741	1,242	52,153		13,134	22,086	771,183		
2016	999,366	2,721					9,201	1,011,288		
2017	895,190	2,618	10,091			413	54,710	963,022		
2018	1,275,757	2,003					10,775	1,288,535		
2019	1,430,012	1,525					18,761	1,450,298		
2020	1,349,257	923					13,325	1,363,505		
2021	1,314,806	1,300					33,328	1,349,434		
2022	1,081,788	978					16,660	1,099,426		

Source: High Point Regional High School District District Records

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,  
LAST TEN YEARS  
UNAUDITED

Year Ended December 31,	Vacant Land		Residential	Farm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Total Direct School Tax Rate <sup>b</sup>	Estimated Actual (County Equalized Value)
	Land											
<u>Branchville Borough</u>												
2012	*	\$ 2,254,350	\$ 71,399,200	\$ 423,800	\$ 57,496,700		\$ 1,388,000	\$ 132,962,050	\$ 237,409	\$ 133,199,459	\$ 0.636	\$ 142,761,211
2013		2,254,350	71,576,400	418,300	57,609,100		1,388,000	133,251,650	206,820	133,458,470	0.606	148,310,732
2014		2,333,050	71,358,600	423,800	57,283,500		1,388,000	132,788,750	213,947	133,002,697	0.582	139,687,493
2015		2,254,350	71,333,600	423,800	57,167,000		1,388,000	132,566,750	247,390	132,814,140	0.583	127,085,808
2016		1,905,150	71,432,300	440,500	52,639,200		1,388,000	127,805,150	220,899	128,026,049	0.429	125,626,181
2017		1,905,150	71,055,300	434,000	53,816,100		1,388,000	128,598,550		128,598,550	0.423	142,122,836
2018		2,138,600	71,256,600	419,200	54,317,900		1,388,000	129,520,300		129,520,300	0.457	128,225,339
2019		2,079,800	70,629,100	440,600	53,922,900		1,388,000	128,460,400		128,460,400	0.557	135,726,065
2020		2,079,800	70,725,900	440,600	53,318,600		1,388,000	127,952,900		127,952,900	0.749	129,971,842
2021		2,038,800	70,749,600	440,000	53,318,600		1,388,000	127,935,000		127,935,000	0.662	130,475,818
<u>Frankford Township</u>												
2012		\$ 32,015,200	\$ 734,356,000	\$ 101,398,600	\$ 63,242,500	\$ 6,414,300	\$ 1,075,900	\$ 938,507,500	\$ 2,230,757	\$ 940,738,257	\$ 0.532	\$ 862,469,699
2013	*	18,976,800	559,837,200	72,998,200	60,275,700	5,529,600	880,200	721,747,200	2,033,198	723,780,398	0.706	792,810,574
2014		17,333,200	565,528,300	73,949,400	59,828,300	5,529,600	880,200	723,049,000	1,811,215	724,860,215	0.701	845,128,593
2015		17,180,700	570,042,100	74,134,500	59,064,500	5,529,600	841,700	726,793,100	2,183,338	728,976,438	0.601	825,685,795
2016		16,952,900	577,131,100	69,657,800	59,222,500	5,529,600	841,700	729,335,600	2,049,219	731,384,819	0.612	824,978,449
2017		16,848,200	578,350,100	70,077,500	59,117,800	5,529,600	859,800	730,783,000		730,783,000	0.584	807,870,623
2018		16,805,100	580,099,600	69,590,500	58,405,700	5,529,600	859,800	731,290,300		731,290,300	0.546	796,082,118
2019		16,548,600	581,811,500	69,774,000	59,727,200	5,529,600	859,800	734,250,700		734,250,700	0.547	817,998,506
2020		15,225,500	582,157,000	71,337,600	59,415,000	5,529,600	859,800	734,524,500		734,524,500	0.602	810,178,789
2021		14,932,800	586,217,400	71,950,500	59,662,900	5,529,600	859,800	739,153,000		739,153,000	0.641	808,345,192
<u>Lafayette Township</u>												
2012		\$ 8,661,800	\$ 292,547,500	\$ 67,325,300	\$ 45,772,600	\$ 23,929,500	\$ 438,236,700	\$ 596,007	\$ 596,007	\$ 438,832,307	\$ 0.560	\$ 414,089,316
2013	*	6,574,300	219,343,500	47,116,300	41,217,100	15,337,800	333,540,900	539,095	539,095	334,079,995	0.701	355,384,286
2014		6,746,400	219,287,600	49,051,500	41,203,100	15,337,800	331,626,400	494,830	494,830	331,212,230	0.693	373,817,248
2015		6,404,000	218,955,700	48,747,500	35,992,900	15,339,900	325,420,000	597,858	597,858	326,017,858	0.524	352,383,165
2016		6,715,300	220,130,800	47,955,900	39,293,100	14,459,900	328,555,000	588,015	588,015	329,143,015	0.542	348,586,224
2017		6,046,700	221,637,200	47,523,400	39,142,800	14,459,900	328,810,000	618,355	618,355	329,428,355	0.526	337,460,456
2018		5,724,800	223,146,500	46,427,700	38,980,400	14,459,900	328,739,300	639,396	639,396	329,378,696	0.529	343,097,932
2019		5,549,700	222,705,800	46,959,900	39,280,400	13,980,300	328,476,100	662,640	662,640	329,138,740	0.581	339,579,865
2020		5,402,500	223,578,000	47,229,100	39,131,000	13,980,300	329,320,900			329,320,900	0.756	361,084,199
2021		5,602,800	224,686,500	46,877,700	39,131,000	13,980,300	330,278,300			330,278,300	0.693	354,248,259

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,  
LAST TEN YEARS  
UNAUDITED

Year Ended December 31,	Vacant Land		Residential	Farm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Total Direct School Tax Rate <sup>b</sup>	Estimated Actual (County Equalized Value)										
<u>Sussex Borough</u>																						
2012	\$	963,700	\$	53,339,500	\$	394,300	\$	16,533,600	\$	474,100	\$	6,896,000	\$	78,601,200	\$	505,353	\$	79,106,553	\$	0.918	\$	144,178,764
2013	*	1,732,400		81,631,500		640,100		25,708,300		721,600		16,707,400		127,162,800		662,927		127,825,727		0.592		132,158,837
2014		1,804,600		80,772,200		661,600		25,254,600		787,300		16,324,700		125,605,000		835,798		126,440,798		0.627		121,535,784
2015		1,838,400		80,688,700		661,600		24,735,400		787,300		16,190,200		124,901,600		1,107,571		126,009,171		0.653		124,451,895
2016		1,791,200		80,820,200		661,600		24,657,400		787,300		14,503,400		123,221,100				123,221,100		0.567		124,413,054
2017		1,791,200		80,740,000		661,600		26,734,600		787,300		14,484,100		125,198,800				125,198,800		0.449		130,280,646
2018		2,570,700		80,386,800		660,800		25,456,500		787,300		14,484,100		124,346,200				124,346,200		0.549		136,431,619
2019		2,250,900		80,462,800		662,200		25,350,100		787,300		14,484,100		123,997,400				123,997,400		0.542		127,638,746
2020		2,205,300		80,528,200		662,200		25,204,300		787,300		14,484,100		123,871,400				123,871,400		0.626		131,565,909
2021		2,203,800		80,808,900		660,900		25,188,500		787,300		14,484,100		124,133,500				124,133,500		0.640		133,284,831
<u>Wantage Township</u>																						
2012	\$	45,769,389	\$	1,065,045,000	\$	159,642,587	\$	114,754,935	\$	961,300	\$	5,822,300	\$	1,391,995,511	\$	3,587,726	\$	1,395,583,237	\$	0.512	\$	1,276,603,496
2013		42,071,360		1,057,651,000		150,677,900		114,525,205		961,300		5,822,300		1,379,386,858		3,447,661		1,382,834,519		0.514		1,212,594,551
2014	*	30,572,600		899,760,106		141,239,200		116,927,091		1,541,400		11,621,250		1,201,661,647		3,383,457		1,205,045,104		0.580		1,199,517,862
2015		30,651,700		899,500,006		141,212,300		116,927,091		1,541,400		11,621,250		1,201,453,747		3,805,642		1,205,259,389		0.637		1,200,996,055
2016		29,938,700		898,143,806		142,153,800		116,639,030		1,541,400		11,621,200		1,200,037,936				1,200,037,936		0.657		1,185,651,429
2017		29,631,300		899,354,006		141,686,252		114,342,284		1,541,400		11,621,200		1,198,176,442				1,198,176,442		0.605		1,169,093,206
2018		31,423,050		898,028,906		141,668,972		112,741,984		1,541,400		13,521,200		1,198,925,512				1,198,925,512		0.604		1,192,522,224
2019		32,050,650		897,450,506		141,496,072		112,958,834		1,541,400		15,896,200		1,201,393,662				1,201,393,662		0.601		1,279,831,695
2020		33,246,950		899,020,606		141,227,300		113,279,234		1,541,400		21,121,200		1,209,436,690				1,209,436,690		0.656		1,265,208,954
2021		32,576,400		902,816,300		141,168,800		108,002,700		1,541,400		21,121,200		1,207,226,800				1,207,226,800		0.682		1,287,351,865

\* Revaluation or Reassessment Year

Source: Municipal Tax Assessor

Note: Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation.

Reassessment occurs when 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



HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN YEARS  
UNAUDITED  
(rate per \$100 of assessed value)

Branchville Borough								
Year Ended December 31,	Direct Rate			Overlapping Rates			Total Direct and Overlapping Tax Rate	
	Basic Rate <sup>a</sup>	General Obligation Debt Service <sup>b</sup>	Total Direct	Municipality	Local School District	County		
2012	* \$ 0.628	\$ 0.008	\$ 0.636		\$ 0.894	\$ 0.499	\$ 2.029	
2013	0.599	0.007	0.606		0.942	0.550	2.098	
2014	0.575	0.007	0.582		0.953	0.548	2.083	
2015	0.576	0.007	0.583		0.865	0.491	1.939	
2016	0.429		0.429	\$ 0.169	1.006	0.493	2.097	
2017	0.423		0.423	0.135	1.022	0.630	2.210	
2018	0.457		0.457	0.134	0.972	0.575	2.138	
2019	0.557		0.557	0.143	0.882	0.593	2.175	
2020	0.749		0.749	0.142	0.805	0.594	2.290	
2021	0.662		0.662	0.152	0.954	0.598	2.366	

Frankford Township								
Year Ended December 31,	Direct Rate			Overlapping Rates			Total Direct and Overlapping Tax Rate	
	Basic Rate <sup>a</sup>	General Obligation Debt Service <sup>b</sup>	Total Direct	Municipality	Local School District	County		
2012	\$ 0.525	\$ 0.007	\$ 0.532	\$ 0.224	\$ 0.740	\$ 0.424	\$ 1.920	
2013	* 0.697	0.009	0.706	0.306	0.977	0.538	2.527	
2014	0.693	0.009	0.701	0.311	0.999	0.611	2.622	
2015	0.593	0.007	0.601	0.311	1.057	0.583	2.552	
2016	0.612		0.612	0.331	1.010	0.623	2.576	
2017	0.584		0.584	0.341	0.988	0.631	2.544	
2018	0.546		0.546	0.369	1.005	0.633	2.553	
2019	0.547		0.547	0.374	1.000	0.645	2.566	
2020	0.602		0.602	0.383	1.021	0.645	2.651	
2021	0.641		0.641	0.388	1.060	0.641	2.730	

\* Revaluation or Reassessment Year

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN YEARS  
UNAUDITED  
(rate per \$100 of assessed value)  
(Continued)

Lafayette Township								Total Direct and Overlapping Tax Rate
Year Ended December 31,	Direct Rate			Overlapping Rates				
	Basic Rate <sup>a</sup>	General Obligation Debt Service <sup>b</sup>	Total Direct	Municipality	Local School District	County		
2012	\$ 0.553	\$ 0.007	\$ 0.560	\$ 0.196	\$ 0.912	\$ 0.439	\$ 2.107	
2013	* 0.693	0.008	0.701	0.263	1.190	0.523	2.677	
2014	0.684	0.008	0.693	0.270	1.210	0.587	2.760	
2015	0.684	0.006	0.524	0.270	1.420	0.557	2.771	
2016	0.542		0.542	0.286	1.335	0.580	2.743	
2017	0.526		0.526	0.285	1.270	0.585	2.666	
2018	0.529		0.529	0.286	1.267	0.606	2.688	
2019	0.581		0.581	0.281	1.238	0.596	2.696	
2020	0.756		0.756	0.294	1.172	0.641	2.863	
2021	0.693		0.693	0.299	1.271	0.628	2.891	

Sussex Borough								Total Direct and Overlapping Tax Rate
Year Ended December 31,	Direct Rate			Overlapping Rates				
	Basic Rate <sup>a</sup>	General Obligation Debt Service <sup>b</sup>	Total Direct	Municipality	Local School District	County		
2012	\$ 0.907	\$ 0.011	\$ 0.918	\$ 1.005	\$ 1.814	\$ 0.849	\$ 4.586	
2013	* 0.585	0.007	0.592	0.668	1.161	0.509	2.930	
2014	0.618	0.008	0.627	0.673	1.116	0.501	2.917	
2015	0.618	0.008	0.653	0.673	1.102	0.509	2.937	
2016	0.567		0.567	0.752	1.298	0.558	3.175	
2017	0.449		0.449	0.758	1.387	0.596	3.190	
2018	0.549		0.549	0.782	1.308	0.626	3.265	
2019	0.542		0.542	0.797	1.285	0.597	3.221	
2020	0.626		0.626	0.801	1.210	0.621	3.258	
2021	0.640		0.640	0.825	1.287	0.629	3.381	

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN YEARS  
UNAUDITED  
(rate per \$100 of assessed value)  
(Continued)

Year Ended December 31,	Wantage Township							Total Direct and Overlapping Tax Rate
	Direct Rate			Overlapping Rates				
	Basic Rate <sup>a</sup>	General Obligation Debt Service <sup>b</sup>	Total Direct	Municipality	Local School District	County		
2011	\$ 0.487	\$ 0.005	\$ 0.492	\$ 0.245	\$ 0.906	\$ 0.409	\$ 2.052	
2012	0.506	0.007	0.513	0.240	0.962	0.428	2.143	
2013	0.508	0.006	0.514	0.245	0.978	0.431	2.168	
2014	* 0.573	0.007	0.580	0.280	1.141	0.519	2.520	
2015	0.630	0.008	0.637	0.280	1.137	0.513	2.567	
2016	0.657		0.657	0.300	1.170	0.546	2.673	
2017	0.605		0.605	0.294	1.159	0.557	2.615	
2018	0.604		0.604	0.299	1.126	0.575	2.604	
2019	0.601		0.601	0.303	1.160	0.617	2.681	
2020	0.656		0.656	0.308	1.191	0.612	2.767	
2021	0.682		0.682	0.313	1.310	0.625	2.930	

Source: Municipal Tax Collector and School Business Administrator

\* Revaluation or Reassessment Year

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

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.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAX PAYERS,  
CURRENT YEAR AND NINE YEARS AGO  
UNAUDITED

Branchville Borough

Taxpayer	2021		% of Total District Net Assessed Value
	Taxable Assessed Value		
Wantage Avenue Holding Company Inc	\$ 30,006,600		23.17%
Franklin Mutual Insurance Company	4,381,300		3.38%
Haubrich Enterprises, LLC	1,150,700		0.89%
Bode Apartment, LLC	1,021,100		0.79%
Individual Taxpayer #1	1,007,200		0.78%
Wantage Avenue Holding Company Inc	999,500		0.77%
FG Branchville Properties, LLC	990,800		0.76%
LAC Realty Corp.	925,500		0.71%
Emmet McWright, LLC	916,700		0.71%
RBMK Company	915,600		0.71%
Total	\$ 42,315,000		32.67%

Frankford Township

Taxpayer	2021		% of Total District Net Assessed Value
	Taxable Assessed Value		
129 Morris Turnpike Realty, Inc.	\$ 6,500,000		0.89%
Sussex County Farm & Horse Show	2,793,000		0.38%
Visions Federal Credit Union	2,419,600		0.33%
Branchville Manor c/o Kaplan Dev	2,362,900		0.32%
Corn Patch Realty, LLC	2,100,000		0.29%
Individual Taxpayer #1	1,987,500		0.27%
Skylands Stadium LLC	1,600,000		0.22%
Individual Taxpayer #2	1,579,300		0.22%
One to One, LLC	1,352,400		0.18%
Kymers Campground	1,346,900		0.18%
Total	\$ 24,041,600		3.29%

2012

Taxpayer	Taxable Assessed Value	% of Total District Net Assessed Value
N/A	N/A	N/A

2012

Taxpayer	Taxable Assessed Value	% of Total District Net Assessed Value
N/A	N/A	N/A

N/A - Not Available

Source: Municipal Tax Assessor

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAX PAYERS,  
CURRENT YEAR AND NINE YEARS AGO

UNAUDITED  
(Continued)

<u>Lafayette Township</u>		<u>Sussex Borough</u>	
2021		2021	
Taxpayer	Taxable Assessed Value	Taxpayer	Taxable Assessed Value
	% of Total District Net Assessed Value		% of Total District Net Assessed Value
205 Route 94 LLC	\$ 3,966,900	Alpine Village Apt LLC	\$ 7,506,000
BHR Ringwood Real Estate LLC	3,342,900	Jimkev Realty, LLC/JTS, Inc.	3,700,000
Durling Realty, LLC	2,200,000	MPT of Morris, LLC	2,100,000
Lafayette Village Associates, LLC	2,082,900	Franklin Sussex Realty, LLC	1,929,500
Carlwood Land Development, LLC	2,070,000	Individual Taxpayer #1	1,702,800
United Telephone Co of NJ	1,800,000	Sussex Plaza Realty LLC	1,170,600
34-38 Route 15 LAF C/O Lehigh Gas	1,785,600	Great Gorge Holdings, LLC	1,046,800
94 Associates, c/o Carson/Roberts	1,682,900	RBND, LLC	985,600
10 Millpond Drive, LLC	1,490,700	Munson Street Dev., LLC	894,200
Lafayette Holdings, LLC	1,440,400	Individual Taxpayer #2	883,700
Total	\$ 21,862,300	Total	\$ 21,919,200
	6.64%		17.66%

		2012	
Taxpayer	Taxable Assessed Value	Taxpayer	Taxable Assessed Value
	% of Total District Net Assessed Value		% of Total District Net Assessed Value
N/A	N/A	Alpine Village Apt LLC	\$ 9,266,800
		Wilson Manor Associates	3,969,500
		Franklin Sussex Realty, LLC	1,929,500
		Individual Taxpayer #1	1,852,400
		RBND, LLC	1,600,700
		Individual Taxpayer #2	1,209,100
		Sussex Plaza Realty LLC	1,170,000
		Sussex Creamery LLC	1,046,800
		Munson Street Dev., LLC	894,200
		JP Morgan Chase	859,300
Total	N/A	Total	\$ 23,798,300
			21.51%

N/A - Not Available

Source: Municipal Tax Assessor

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAX PAYERS,  
CURRENT YEAR AND NINE YEARS AGO

UNAUDITED  
(Continued)

Wantage Township

Taxpayer	2021		2012	
	Taxable Assessed Value	% of Total District Net Assessed Value	Taxpayer	Taxable Assessed Value
Wantage 2002 LLC	\$ 12,041,500	1.00%	N/A	N/A
Main Land Sussex Co	9,697,300	0.80%		
Tenneco, Inc	9,044,500	0.75%		
Regency Apartments	5,539,000	0.46%		
Space Farms, Inc.	4,676,600	0.39%		
PS, LLC	3,400,900	0.28%		
Ames Rubber Corp.	3,393,100	0.28%		
Sussex Rural Electric Corp	3,132,700	0.26%		
United Telephone Co. of NJ	3,113,073	0.26%		
Rolling Wantage, Inc.	3,026,400	0.25%		
<b>Total</b>	<b>\$ 57,065,073</b>	<b>4.73%</b>		

N/A - Not Available

Source: Municipal Tax Assessor

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST FOUR FISCAL YEARS  
UNAUDITED

Branchville Borough

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy <sup>a</sup>		Collections in Subsequent Years
		Amount	Percentage of Levy	
2019	\$ 591,336	\$ 591,336	100.00%	
2020	715,233	715,233	100.00%	
2021	958,554	958,554	100.00%	
2022	846,353	846,353	100.00%	

Frankford Township

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy <sup>a</sup>		Collections in Subsequent Years
		Amount	Percentage of Levy	
2019	\$ 3,995,325	\$ 3,995,325	100.00%	
2020	4,016,183	4,016,183	100.00%	
2021	4,418,499	4,418,499	100.00%	
2022	4,738,820	4,738,820	100.00%	

Lafayette Township

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy <sup>a</sup>		Collections in Subsequent Years
		Amount	Percentage of Levy	
2019	\$ 1,743,384	\$ 1,743,384	100.00%	
2020	1,913,870	1,913,870	100.00%	
2021	2,489,493	2,489,493	100.00%	
2022	2,288,759	2,098,029	91.67%	\$ 190,730

This schedule does not include ten years as required by GASB #44 as the information is not available.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST FOUR FISCAL YEARS  
UNAUDITED

Sussex Borough				
Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy <sup>a</sup>		Collections in Subsequent Years
		Amount	Percentage of Levy	
2019	\$ 682,750	\$ 682,750	100.00%	
2020	671,885	671,885	100.00%	
2021	775,551	775,551	100.00%	
2022	794,262	788,906	99.33%	\$ 5,356

Wantage Township				
Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy <sup>a</sup>		Collections in Subsequent Years
		Amount	Percentage of Levy	
2019	\$ 7,244,169	\$ 7,244,169	100.00%	
2020	7,220,276	7,220,276	100.00%	
2021	7,930,786	7,930,786	100.00%	
2022	8,236,148	8,236,148	100.00%	

This schedule does not include ten years as required by GASB #44 as the information is not available.

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

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



HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS  
UNAUDITED

Fiscal Year Ended June 30,	Governmental Activities				Bond		Business-Type Activities		Total District	Percentage of Personal Income <sup>a</sup>	Per Capita <sup>a</sup>
	General Obligation Bonds	Certificates of Participation	Finance Purchases/Leases	Finance Purchases/Leases	Anticipation Notes (BANs)	Finance Purchases/Leases					
2013	\$ 540,000	\$ -0-	\$ 1,327,620	\$ -0-	\$ -0-	\$ -0-	\$ -0-	1,867,620	0.17%	\$ 85.05	
2014	370,000	-0-	1,262,567	-0-	-0-	-0-	-0-	1,632,567	0.14%	74.59	
2015	190,000	-0-	1,181,370	-0-	-0-	-0-	-0-	1,371,370	0.11%	63.31	
2016	-0-	-0-	1,098,365	-0-	-0-	-0-	-0-	1,098,365	0.09%	51.04	
2017	-0-	-0-	1,013,511	-0-	-0-	-0-	-0-	1,013,511	0.04%	23.57	
2018	-0-	-0-	926,767	-0-	-0-	-0-	-0-	926,767	0.07%	43.41	
2019	-0-	-0-	838,091	-0-	-0-	-0-	-0-	838,091	0.06%	39.23	
2020	-0-	-0-	747,440	-0-	-0-	59,945	807,385	807,385	0.06%	37.94	
2021	-0-	-0-	654,769	-0-	-0-	40,699	695,468	695,468	0.05%	32.44	
2022	-0-	-0-	560,036	-0-	-0-	20,725	580,761	580,761	0.04%	27.05	

Source: School District Financial Reports

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.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS  
UNAUDITED

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value <sup>a</sup> of Property	Per Capita <sup>b</sup>
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2013	\$ 540,000	\$ -0-	\$ 540,000	0.02%	\$ 24.59
2014	370,000	-0-	370,000	0.01%	16.91
2015	190,000	-0-	190,000	0.01%	8.77
2016	-0-	-0-	-0-	0.00%	-0-
2017	-0-	-0-	-0-	0.00%	-0-
2018	-0-	-0-	-0-	0.00%	-0-
2019	-0-	-0-	-0-	0.00%	-0-
2020	-0-	-0-	-0-	0.00%	-0-
2021	-0-	-0-	-0-	0.00%	-0-
2022	-0-	-0-	-0-	0.00%	-0-

Source: School District Financial Reports

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. This ratio is calculated using valuation data for the prior calendar year.

b See Exhibit J-14 for population data. This ratio is calculated using population for the prior calendar year.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF DECEMBER 31, 2021  
UNAUDITED

	Borough of Branchville	Township of Frankford	Township of Lafayette	Borough of Sussex	Township of Wantage	High Point Regional High School District
Net Overlapping Debt of School District						
Municipal (100%)	\$ 879,423	\$ 660,990	\$ -0-	\$ 1,263,000	\$ 6,558,861	\$ 9,362,274
Local School (100%)	-0-	1,190,000	-0-	-0-	-0-	1,190,000
County of Sussex Share (1)	670,113	4,151,595	1,819,390	684,540	6,611,734	13,937,372
Total Direct and Overlapping Bonded Debt as of December 31, 2021						\$ 24,489,646

(1) Borough of Branchville - 0.77%  
 Township of Frankford - 4.63%  
 Township of Lafayette - 1.92%  
 Borough of Sussex - 0.72%  
 Township of Wantage - 7.24%

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

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

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

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS  
UNAUDITED

Legal Debt Margin Calculation for Fiscal Year 2022

	Borough of Branchville	Township of Frankford	Township of Lafayette	Borough of Sussex	Township of Wantage	Equalized Valuation Basis
2019	\$ 128,911,591	\$ 807,223,725	\$ 358,520,083	\$ 130,496,106	\$1,252,887,331	\$2,678,038,836
2020	129,062,840	800,746,212	351,575,638	131,778,085	1,285,950,760	2,699,113,535
2021	129,083,846	848,430,900	356,441,075	136,906,915	1,335,427,876	2,806,290,612
	<u>\$ 387,058,277</u>	<u>\$2,456,400,837</u>	<u>\$1,066,536,796</u>	<u>\$ 399,181,106</u>	<u>\$3,874,265,967</u>	<u>\$8,183,442,983</u>

Average Equalized Valuation of Taxable Property \$2,727,814,328

Debt Limit (3% of average equalization value) 81,834,430

Total Net Debt Applicable to Limit -0-

Legal Debt Margin \$ 81,834,430

	Fiscal Year				
	2013	2014	2015	2016	2017
Debt Limit	\$ 90,262,671	\$ 82,589,097	\$ 79,760,713	\$ 78,592,634	\$ 77,840,473
Total Net Debt Applicable to Limit	540,000	370,000	190,000	-0-	-0-
Legal Debt Margin	<u>\$ 94,342,494</u>	<u>\$ 93,705,069</u>	<u>\$ 89,722,671</u>	<u>\$ 82,219,097</u>	<u>\$ 79,570,713</u>
Total Net Debt Applicable to the Limit As a Percentage of Debt Limit	0.60%	0.45%	0.24%	0.00%	0.00%

	Fiscal Year				
	2018	2019	2020	2021	2022
Debt Limit	\$ 77,547,126	\$ 78,412,884	\$ 79,087,495	\$ 80,622,499	\$ 81,834,430
Total Net Debt Applicable to Limit	-0-	-0-	-0-	-0-	-0-
Legal Debt Margin	<u>\$ 79,570,713</u>	<u>\$ 77,547,126</u>	<u>\$ 78,412,884</u>	<u>\$ 80,622,499</u>	<u>\$ 81,834,430</u>
Total Net Debt Applicable to the Limit As a Percentage of Debt Limit	0.00%	0.00%	0.00%	0.00%	0.00%

a Limit set by NJSIA 18A:24-19 for a 9 through 12 district; other % limits would be applicable for other districts

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

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS  
UNAUDITED

<u>Year</u>	<u>Population <sup>a</sup></u>	<u>Personal Income</u>	<u>Sussex County Per Capita Personal Income <sup>b</sup></u>	<u>Unemployment Rate <sup>c</sup></u>
<u>Branchville Borough</u>				
2013	815	\$ 41,937,455	\$ 51,457	12.5%
2014	806	43,374,084	53,814	7.6%
2015	794	44,230,564	55,706	6.2%
2016	790	45,034,740	57,006	5.0%
2017	786	46,215,228	58,798	4.1%
2018	783	47,885,148	61,156	4.1%
2019	780	49,751,520	63,784	3.2%
2020	775	52,555,850	67,814	9.5%
2021	794	53,844,316 *	67,814 *	6.1%
2022	794 **	53,844,316 *	67,814 *	N/A
<u>Frankford Township</u>				
2013	5,464	\$ 281,161,048	\$ 51,457	8.0%
2014	5,443	292,909,602	53,814	7.0%
2015	5,392	300,366,752	55,706	5.9%
2016	5,361	305,609,166	57,006	5.0%
2017	5,345	314,275,310	58,798	4.8%
2018	5,325	325,655,700	61,156	4.6%
2019	5,311	338,756,824	63,784	3.6%
2020	5,274	357,651,036	67,814	8.8%
2021	5,362	363,618,668 *	67,814 *	5.6%
2022	5,362 **	363,618,668 *	67,814 *	N/A

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS

UNAUDITED

(Continued)

<u>Year</u>	<u>Population<sup>a</sup></u>	<u>Personal Income</u>	<u>Sussex County Per Capita Personal Income<sup>b</sup></u>	<u>Unemployment Rate<sup>c</sup></u>
<u>Lafayette Township</u>				
2013	2,439	\$ 125,503,623	\$ 51,457	10.90%
2014	2,446	131,629,044	53,814	6.2%
2015	2,420	134,808,520	55,706	4.8%
2016	2,402	136,928,412	57,006	4.6%
2017	23,964	1,409,035,272	58,798	3.8%
2018	2,379	145,490,124	61,156	3.9%
2019	2,367	150,976,728	63,784	3.0%
2020	2,352	159,498,528	67,814	8.8%
2021	2,381	161,465,134 *	67,814 *	5.4%
2022	2,381 **	161,465,134 *	67,814 *	N/A
<u>Sussex Borough</u>				
2013	2,080	\$ 107,030,560	\$ 51,457	10.10%
2014	2,059	110,803,026	53,814	7.9%
2015	2,036	113,417,416	55,706	6.9%
2016	2,022	115,266,132	57,006	5.7%
2017	2,010	118,183,980	58,798	5.8%
2018	2,002	122,434,312	61,156	5.3%
2019	1,991	126,993,944	63,784	4.9%
2020	1,979	134,203,906	67,814	10.2%
2021	2,034	137,933,676 *	67,814 *	7.5%
2022	2,034 **	137,933,676 *	67,814 *	N/A

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS

UNAUDITED

(Continued)

<u>Year</u>	<u>Population <sup>a</sup></u>	<u>Personal Income</u>	<u>Sussex County Per Capita Personal Income <sup>b</sup></u>	<u>Unemployment Rate <sup>c</sup></u>
<u>Wantage Township</u>				
2013	11,161	\$ 574,311,577	\$ 51,457	11.80%
2014	11,144	599,703,216	53,814	6.7%
2015	11,020	613,880,120	55,706	5.1%
2016	10,943	623,816,658	57,006	4.7%
2017	10,893	640,486,614	58,798	4.3%
2018	10,861	664,215,316	61,156	3.9%
2019	10,912	696,011,008	63,784	3.5%
2020	10,899	739,104,786	67,814	8.8%
2021	10,866	736,866,924 *	67,814 *	5.6%
2022	10,899 **	739,104,786 *	67,814 *	N/A

Source:

<sup>a</sup> Population information provided by the NJ Dept of Labor and Workforce Development

<sup>b</sup> Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of Economic Analysis.

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

\* - Latest Sussex County per capita personal income available (2020) was used for calculation purposes.

\*\* - Latest population data available (2021) was used for calculation purposes.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
PRINCIPAL EMPLOYERS, COUNTY OF SUSSEX  
CURRENT YEAR AND NINE YEARS AGO  
UNAUDITED

	2021		2012	
	Employer	Employees	Employer	Employees
				Percentage of Total Employment
Selective Insurance Group Inc.		1,000-4,999	Crystal Springs Golf and Spa Resort	2,000
Crystal Springs Resort		1,000-4,999	Newton Memorial Hospital	1,200
Newton Medical Center		500-999	Selective Insurance	900
Sussex County Offices		500-999	County of Sussex	830
Thorlabs		500-999	Mountain Creek Resort	800
Mountain Creek Resort		500-999	Ames Rubber Corp	445
Shop Rite		250-499	Shop Rite (Ronetco)	301
Sussex County Community College		250-499	Andover Subacute & Rehab Center	300
United Methodist Community Bristol Glen		250-499	Sussex County Community College	300
Andover Subacute & Rehab Center		100-249	SCARC, Inc.	287
		<u>4,850-15,740</u>	Total	<u>7,363</u>
				<u>8.82%</u>
Total Employment - Sussex County		<u>76,170</u>	Total Employment	<u>83,502</u>

Source: County of Sussex



HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS  
(UNAUDITED)

<u>Function/Program</u>	<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>
Instruction										
Regular	79.0	79.0	79.0	79.0	72.5	62.3	64.4	64.4	77.0	59.0
Special Education	19.5	17.5	17.5	17.0	19.7	18.6	16.4	16.6	13.0	20.0
Support Services:										
Student and Instruction Related Services	29.0	28.0	28.0	30.0	32.4	30.0	29.5	28.5	28.5	24.0
General Administrative Services	3.0	3.0	3.0	3.0	2.1	3.0	3.0	3.0	3.0	2.0
School Administrative Services	9.5	9.5	9.5	8.0	6.5	5.5	4.5	4.5	4.5	4.0
Business and Other Support Services	4.0	4.0	4.0	4.0	3.6	3.6	3.6	3.6	3.6	3.9
Plant Operations and Maintenance	16.0	13.0	13.0	13.0	15.4	13.0	13.3	14.6	13.0	14.0
Pupil Transportation	6.0	6.0	6.0	5.0	5.8	5.6	6.3	5.0	5.0	6.1
<b>Total</b>	<b>166</b>	<b>160</b>	<b>160</b>	<b>159</b>	<b>158</b>	<b>142</b>	<b>141</b>	<b>140</b>	<b>148</b>	<b>133</b>

Source: District Personnel Records

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
OPERATING STATISTICS,  
LAST TEN FISCAL YEARS  
UNAUDITED

Fiscal Year	Enrollment	Operating Expenditures <sup>a</sup>	Cost Per Pupil <sup>d</sup>	Percentage Change	Teaching Staff <sup>b</sup>	Pupil/Teacher Ratio		Average Daily Enrollment (ADE) <sup>c</sup>	Average Daily Attendance (ADA) <sup>c</sup>	% Change in Average Daily Enrollment	Student Attendance Percentage
						High School	School				
2013	1,014	\$ 24,627,671	\$ 24,288	13.56%	104	1:10	1:10	1,011	973	-7.75%	95.93%
2014	1,007	25,082,630	24,908	2.56%	96	1:10	1:10	1,007	971	-0.17%	96.43%
2015	1,009	24,848,219	24,627	-1.13%	96	1:10	1:10	1,001	938	-3.40%	92.96%
2016	996	25,305,842	25,407	3.17%	95	1:10	1:10	983	929	-0.96%	93.27%
2017	980	26,335,906	26,873	5.77%	94	1:10	1:10	910	851	-8.40%	86.84%
2018	912	25,398,594	27,849	3.63%	81	1:11	1:11	899	842	-1.06%	92.32%
2019	889	26,687,726	30,020	7.79%	80	1:11	1:11	877	831	-1.31%	93.48%
2020	841	24,887,705	29,593	-1.42%	83	1:10	1:10	859	825	-0.72%	98.10%
2021	861	25,256,684	29,334	-0.87%	90	1:10	1:10	824	787	-4.61%	91.41%
2022	804	27,329,021	33,991	15.88%	79	1:11	1:11	801	744	-5.46%	92.54%

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).
- d The cost per pupil calculated above is the sum of the operating expenditures divided by enrollment. This cost per pupil may be different from other cost per pupil calculations.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS  
UNAUDITED

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<u>District Building</u>										
High Point Regional High School										
Square Feet	251,800	251,800	251,800	251,800	251,800	251,800	251,800	251,800	251,800	251,800
Capacity (students)	1,227	1,227	1,227	1,227	1,227	1,227	1,227	1,227	1,227	1,227
Enrollment	1,014	1,007	1,009	996	980	912	889	841	861	804

Source: High Point Regional High School District records

Note: Enrollment is based on the annual October district count.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF REQUIRED MAINTENANCE  
LAST TEN FISCAL YEARS  
(UNAUDITED)

Undistributed Expenditures - Required  
 Maintenance For School Facilities  
 11-000-261-xxx

Fiscal Year Ended June 30,	High School	*	Total
2013	\$ 429,663	\$	429,663
2014	484,001		484,001
2015	301,694		301,694
2016	676,723		676,723
2017	820,804		820,804
2018	366,794		366,794
2019	739,578		739,578
2020	266,275		266,275
2021	265,733		265,733
2022	292,010		292,010

\* School facilities as defined under EFCFA.  
 (N.J.A.C. 6A:26-1.2 and N.J.A.C. 6A:26A-1.3)

Source: High Point Regional High School District records

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
INSURANCE SCHEDULE  
JUNE 30, 2022  
UNAUDITED

	<u>Coverage</u>		<u>Deductible</u>
School Package Policy: School Alliance Insurance Fund	\$ 500,000,000	Occurrence	
Building & Personal Property			\$ 2,500
Inland Marine - Auto Physical Damage			1,000
General Liability Including Auto, Employee Benefits Each Occurrence	5,000,000		
General Aggregate Product / Completed Ops	Agreed upon based on membership.		
Personal Injury			
Fire Damage	2,500,000		
Medical Expenses (excluding students taking part in athletics)	10,000		
Automobile Coverage Combined Single Limit Hired / Non-owned			
Environmental Impairment Liability	1,000,000/25,000,000	Fund Aggregate	10,000
	100,000	Fungi & Legionella	100,000
Crime Coverage	50,000	Inside/ Out	1,000
Blanket Dishonesty Bond	500,000		1,000
Boiler & Machinery	100,000,000		2,500
Excess Liability (AL/GL/SLPL)	5,000,000		
School Board Legal (SLPL)	5,000,000		10,000
Cyber Liability	2,000,000	Per Occurrence/Agg	
Workers Compensation	Statutory		
Employer's Liability	2,000,000		
Supplemental Indemnity	Statutory		
Bond for School Administrator	290,000	Selective Insurance	
Bond for Treasurer of School Monies	290,000	Selective Insurance	
Student Accident / Bollinger	All Students and Athletes		

Source: District records

SINGLE AUDIT SECTION



Mount Arlington, NJ  
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Report on Internal Control over Financial Reporting  
 and on Compliance and Other Matters Based on an Audit of Financial Statements  
 Performed in Accordance with *Government Auditing Standards*

Independent Auditors' Report

The Honorable President and Members  
 of the Board of Education  
 High Point Regional School District  
 County of Sussex, New Jersey

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 the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Office"), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the High Point Regional High School District, in the County of Sussex (the "District") as of and for the fiscal 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 October 24, 2022. That report included a qualified opinion on the financial statements as the District's note disclosure on postemployment benefits other than pensions (OPEB) contains the June 30, 2020 information and not the June 30, 2021 information as the report for Governmental Accounting Standards Board ("GASB") Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, for the State of New Jersey State Health Benefits Local Education Retired Employees Plan ("SHBP") has not been released by the Division of Pensions and Benefits, Department of the Treasury, State of New Jersey, as of the date of this report. In our opinion, disclosure of this information is required by accounting principles generally accepted in the United States of America.

**Report on 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 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.

The Honorable President and Members  
of the Board of Education  
High Point Regional School District  
Page 2

Our consideration of the 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 or significant deficiencies may exist that were not identified.

### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District's financial statements are free of 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*.

### **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 result 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.

October 24, 2022  
Mount Arlington, New Jersey

*Nisivoccia LLP*  
NISIVOCCIA LLP

*Valerie A. Dolan*

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Valerie A. Dolan  
Licensed Public School Accountant #2526  
Certified Public Accountant





Mount Arlington, NJ  
 Newton, NJ  
 Bridgewater, NJ

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Independent Member  
 BKR International

Report on Compliance For Each Major Federal and State Program;  
 Report on Internal Control Over Compliance Required by the Uniform Guidance and NJOMB 15-08

Independent Auditors' Report

The Honorable President and Members  
 of the Board of Education  
 High Point Regional School District  
 County of Sussex, New Jersey

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

***Opinion on Each Major Federal and State Program***

We have audited the Board of Education of High Point Regional High School (the "District's") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the District's major federal and state programs for the fiscal year ended June 30, 2022. The District's major federal and state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the fiscal year ended June 30, 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 (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. Our responsibilities under those standards, the Uniform Guidance and New Jersey's OMB Circular 15-08 are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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.

The Honorable President and Members  
of the Board of Education  
High Point Regional School District  
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### ***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.

### ***Auditors' 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 GAAS, *Government Auditing Standards*, the Uniform Guidance and New Jersey's OMB Circular 15-08 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 and state program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance and New Jersey's OMB Circular 15-08, 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 New Jersey's OMB Circular 15-08, 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.

### **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.

The Honorable President and Members  
of the Board of Education  
High Point Regional School District  
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*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 or New Jersey's OMB Circular 15-08. Accordingly, this report is not suitable for any other purpose.

October 24, 2022  
Mount Arlington, New Jersey

*Nisivoccia LLP*  
NISIVOCCIA LLP

*Valerie A. Dolan*

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Valerie A. Dolan  
Licensed Public School Accountant #2526  
Certified Public Accountant

**HIGH POINT REGIONAL HIGH SCHOOL DISTRICT**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Federal Grantor/Pass Through Grantor Program Title/Cluster Title	Assistance Listing Number	Grant or State Project Number	Grant Period	Award Amount	Balance 6/30/21		Cash Received	Budgetary Expenditures	Budgetary Accounts Receivable	Balance 6/30/2022		Amounts Paid to Subrecipients
					Budgetary Accounts Receivable	Budgetary Unearned Revenue				Budgetary Accounts Receivable	Budgetary Unearned Revenue	
<b>General Fund:</b>												
U.S. Department of Education Passed-through State Department of Education:												
Medicaid Cluster:	93.778	N/A	7/1/21 - 6/30/22	\$ 11,160			\$ 11,160	\$ (11,160)				
Medicaid Assistance Program							11,160	(11,160)				
Total U.S. Department of Education/General Fund/Medicaid Cluster												
<b>Enterprise Fund:</b>												
U.S. Department of Agriculture Passed-through State Department of Agriculture:												
Child Nutrition Cluster:	10.555	N/A	7/1/20 - 6/30/21	7,631				(2,775)				
Federal Food Distribution Program	10.555	N/A	7/1/21 - 6/30/22	20,941			20,941	(20,090)		\$ 851		
COVID19 - Emergency Operational Cost Reimbursement Program	10.555	N/A	7/1/21 - 6/30/22	5,123			5,123	(5,123)				
COVID19 - Seamless Summer Option - Breakfast	10.553	N/A	7/1/20 - 6/30/21	22,867	\$ (1,293)		1,293					
COVID19 - Seamless Summer Option - Breakfast	10.553	N/A	7/1/21 - 6/30/22	37,343			34,184	(37,343)	\$ (3,159)			
COVID19 - Seamless Summer Option - Lunch	10.555	N/A	7/1/20 - 6/30/21	65,489	(15,297)		15,297	(267,585)	(16,412)			
COVID19 - Seamless Summer Option - Lunch	10.555	N/A	7/1/21 - 6/30/22	267,585	(16,590)		328,011	(332,916)	(19,571)			
Total U.S. Department of Agriculture/Child Nutrition Cluster												
COVID19 - Pandemic Electronic Benefit Transfer Program	10.649	N/A	7/1/21 - 6/30/22	1,242			1,242	(1,242)				
Total Enterprise Fund												
<b>Special Revenue Fund:</b>												
U.S. Department of Treasury - Passed-through State Department of Education:												
COVID19 - Coronavirus Relief Fund	21.019	N/A	3/1/2020-12/30/2020	35,744				(777)				
Total U.S. Department of Treasury												
<b>U.S. Department of Education</b>												
Passed-through State Department of Education:												
Education Stabilization Fund:	84.425D	CARES216520	3/1/20-9/30/22	55,835			7,734	(25,268)				
COVID 19 - CARES Emergency Relief	84.425D	S425D200027	3/1/20-9/30/23	228,555			115,347	(117,550)	(2,203)			
COVID 19 - CRRSA ESSER II	84.425D	S425D200027	3/1/20-9/30/23	25,000			95	(95)				
COVID 19 - CRRSA Mental Health	84.425D	S425D200027	3/1/20-9/30/23	45,000			60	(60)				
COVID 19 - CRRSA Accelerated Learning												
Subtotal Education Stabilization Fund							123,236	(142,973)	(2,203)			
<b>Elementary and Secondary Education Act:</b>												
Title I	84.010A	ESEA-2165-21	7/1/20 - 9/30/21	69,693	(31,252)		69,693	(38,441)				
Title I	84.010A	ESEA-2165-22	7/1/21 - 9/30/22	71,644			50,981	(71,191)	(20,210)			
Subtotal Title I							120,674	(109,632)	(20,210)			
Title IIA	84.278A	ESEA-2165-21	7/1/20 - 9/30/21	15,725	(7,677)		15,725	(8,048)				
Title IIA	84.278A	ESEA-2165-22	7/1/21 - 9/30/22	16,758			16,758	(16,758)				
Subtotal Title IIA							32,483	(24,806)				
Title IV	84.186	ESEA-2165-21	7/1/20 - 9/30/21	10,000	(180)		10,000	(6,802)		\$ 3,018		
Title IV	84.186	ESEA-2165-22	7/1/21 - 9/30/22	10,000			10,000	(10,000)				
Subtotal Title IV							20,000	(16,802)				
Subtotal Elementary and Secondary Education Act							173,157	(151,240)	(20,210)			

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

Federal Grantor/Pass Through Grantor Program Title/Cluster Title	Assistance Listing Number	Grant or State Project Number	Grant Period	Award Amount	Balance 6/30/21		Cash Received	Budgetary Expenditures	Balance 6/30/2022		Amounts Paid to Subrecipients
					Budgetary Accounts Receivable	Budgetary Unearned Revenue			Budgetary Accounts Receivable	Budgetary Unearned Revenue	
U.S. Department of Education (Cont'd)											
Passed-through State Department of Education:											
Perkins Vocational Education - Basic Grants	84.048A	PERK 2165-21	7/1/20 - 6/30/21	\$ 26,327	\$ (26,327)	\$ 26,327	\$ (29,593)				
Perkins Vocational Education - Basic Grants	84.048A	PERK 2165-22	7/1/21 - 6/30/22	29,593	(26,327)	29,593	(29,593)				
Subtotal Perkins Vocational Education Grant						55,920					
Special Education Cluster:											
I.D.E.A. Part B, Basic	84.027	FT-2165-22	7/1/21 - 9/30/22	204,478		204,478	(204,478)				
I.D.E.A. Part B, Basic - American Rescue Plan	84.027X	N/A	7/1/21 - 9/30/22	38,361		38,361	(38,361)				
Subtotal Special Education Cluster						242,839	(242,839)				
Total U.S. Department of Education						595,152	(566,645)	\$ (22,413)	\$ 3,018		
Total Special Revenue Fund						595,152	(567,422)	(22,413)	3,018		
Total Federal Financial Awards						\$ 935,565	\$ (912,740)	\$ (41,984)	\$ 851	\$ 3,018	\$ -0-

N/A - Not Available

SEE ACCOMPANYING NOTES TO SCHEDULES OF FEDERAL AND STATE AWARDS

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF STATE AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance (Accounts Receivable) 6/30/2021	Cash Received	Budgetary Expenditures	Balance 6/30/2022		MEMO	
							GAAP (Accounts Receivable)	Budgetary Unearned Revenue	Budgetary Receivable	Cumulative Total Expenditures
NJ Department of Education:										
Equalization Aid	21-495-034-5120-078	7/1/20 - 6/30/21	\$ 3,333,742	\$ (331,681)	\$ 331,681	\$ (2,521,950)			\$ (251,243)	2,521,950
Special Education Aid	21-495-034-5120-089	7/1/20 - 6/30/21	702,032	(69,847)	69,847	(702,032)			(69,938)	702,032
Security Aid	21-495-034-5120-084	7/1/20 - 6/30/21	86,130	(8,569)	8,569	(86,130)			(8,580)	86,130
School Choice Aid	21-495-034-5120-068	7/1/20 - 6/30/21	34,361	(3,419)	3,419	(48,920)			(4,874)	48,920
Transportation Aid	21-495-034-5120-014	7/1/20 - 6/30/21	748,822	(74,502)	74,502	(748,822)			(74,600)	748,822
Non-Public Transportation	21-495-034-5120-014	7/1/20 - 6/30/21	15,660	(15,660)	15,660				(11,730)	11,730
Extraordinary Aid	21-495-034-5120-044	7/1/20 - 6/30/21	343,659	(343,659)	343,659				(485,320)	485,320
Reimbursed TPAF Social Security Contributions	21-495-034-5094-003	7/1/20 - 6/30/21	650,375	(63,908)	63,908				(62,575)	654,791
Equalization Aid	22-495-034-5120-078	7/1/21 - 6/30/22	2,521,950		2,270,707	\$ (2,521,950)			\$ (251,243)	2,521,950
Special Education Aid	22-495-034-5120-089	7/1/21 - 6/30/22	702,032		632,094	(702,032)			(69,938)	702,032
Security Aid	22-495-034-5120-084	7/1/21 - 6/30/22	86,130		77,550	(86,130)			(8,580)	86,130
School Choice Aid	22-495-034-5120-068	7/1/21 - 6/30/22	48,920		44,046	(48,920)			(4,874)	48,920
Transportation Aid	22-495-034-5120-014	7/1/21 - 6/30/22	748,822		674,222	(748,822)			(74,600)	748,822
Non-Public Transportation	22-495-034-5120-014	7/1/21 - 6/30/22	11,730					\$ (11,730)	(11,730)	11,730
Extraordinary Aid	22-495-034-5120-044	7/1/21 - 6/30/22	485,320			(485,320)			(485,320)	485,320
Reimbursed TPAF Social Security Contributions	22-495-034-5094-003	7/1/21 - 6/30/22	654,791		592,216	(654,791)			(62,575)	654,791
TPAF Pension Contributions (Non-Budgeted)	22-495-034-5094-002	7/1/21 - 6/30/22	3,427,021		3,427,021	(3,427,021)				3,427,021
TPAF Post Retirement Contributions (On-Behalf - Non-Budgeted)	22-495-034-5094-001	7/1/21 - 6/30/22	811,987		811,987	(811,987)				811,987
TPAF Non-Contributory Insurance (On-Behalf - Non-Budgeted)	22-495-034-5094-004	7/1/21 - 6/30/22	48,350		48,350	(48,350)				48,350
TPAF Long Term Disability Insurance (On-Behalf - Non-Budgeted)	22-495-034-5094-004	7/1/21 - 6/30/22	509		509	(509)				509
				(911,245)	9,489,947	(9,547,562)		(559,625)	(968,860)	15,462,343
NJ Schools Development Authority:										
Securing Our Children's Future Bond Act:										
Alyssa's Law Security Grant		4/1/20-6/30/24	57,350		57,350	(57,350)				57,350
Total General Fund				(911,245)	9,547,297	(9,604,912)		(559,625)	(968,860)	15,519,693
Special Revenue Fund:										
Emergent and Capital Maintenance Needs Grant										
		7/1/21 - 6/30/22	24,554		24,554	(24,554)				24,554
Total Special Revenue Fund										24,554
Enterprise Fund:										
COVID19 - Seamless Summer Option	21-100-034-5120-122	7/1/20 - 6/30/21	3,584	(629)	629					3,584
COVID19 - Seamless Summer Option	22-100-034-5120-122	7/1/21 - 6/30/22	6,295		5,917	(6,295)		(378)	(378)	6,295
Total Enterprise Fund				(629)	6,546	(6,295)		(378)	(378)	6,295
Total State Awards				(911,874)	9,578,397	(9,635,761)		(560,003)	(969,238)	15,550,542
Less: State Awards Not Subject to Single Audit Major Program Determination										
On-Behalf TPAF Pension System Contributions:										
On-Behalf TPAF Post Retirement Contributions	22-495-034-5094-001	7/1/21 - 6/30/22	\$ 3,427,021		\$ 3,427,021					3,427,021
On-Behalf TPAF Pension Contributions	22-495-034-5094-002	7/1/21 - 6/30/22	811,987		811,987					811,987
On-Behalf TPAF Non-Contributory Insurance	22-495-034-5094-004	7/1/21 - 6/30/22	48,350		48,350					48,350
On-Behalf TPAF Long-Term Disability Insurance	22-495-034-5094-004	7/1/21 - 6/30/22	509		509					509
Subtotal - On-Behalf TPAF Contributions			4,287,867		4,287,867					4,287,867
Total State Awards Subject to Single Audit Determination										\$ (5,347,894)

SEE ACCOMPANYING NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 1. BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal and state awards include federal and state grant activity of the Board of Education, High Point Regional High School District under programs of the federal and state governments for the fiscal year ended June 30, 2022. The information in these schedules is presented in accordance with the requirements of the Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (“Uniform Guidance”) and New Jersey’s OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Because the schedules present only a selected portion of the operations of the District, they are not intended to and do not present the financial position, changes in net position or cash flows of the District.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the accompanying schedules of expenditures of federal and state awards are reported on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented on the accrual basis of accounting. These bases of accounting are described in Note 1 to the District’s basic financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts, if any, shown on the Schedules represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

NOTE 3. INDIRECT COST RATE

The District has not elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last two state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes these payments are not recognized until the subsequent budget year due to the state deferral and recording of the last two state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$78,783 for the general fund and \$6,238 for special revenue fund. See Note 1D for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (Cont'd)

Revenue from federal and state awards are reported in the Board's basic financial statements on a GAAP basis as presented below:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 11,160	\$ 9,683,695	\$ 9,694,855
Special Revenue Fund	573,660	24,554	598,214
Food Service Fund	334,158	6,295	340,453
	<u>\$ 918,978</u>	<u>\$ 9,714,544</u>	<u>\$ 10,633,522</u>

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

NOTE 5. OTHER

TPAF Social Security contributions represent the amount reimbursed by the State for the employers' share of social security contributions for TPAF members for the year ended June 30, 2022. Revenues and expenditures reported under the Food Distribution program represent current year value received and current year distributions, respectively.



HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Summary of Auditors' Results:

- The Independent Auditors' Report expresses a qualified opinion on the financial statements as the District's note disclosure on postemployment benefits other than pensions (OPEB) contains the June 30, 2020 information and not the June 30, 2021 information as the report for Governmental Accounting Standards Board ("GASB") Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, for the State of New Jersey State Health Benefits Local Education Retired Employees Plan ("SHBP") has not been released by the Division of Pensions and Benefits, Department of the Treasury, State of New Jersey, as of the date of this report. In our opinion, disclosure of this information is required by accounting principles generally accepted in the United States of America.
- There were no material weaknesses or significant deficiencies disclosed during the audit of the financial statements as reported in the *Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards*.
- No instances of noncompliance material to the financial statements of the District which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
- There were no material weaknesses or significant deficiencies in internal control over major federal and state programs disclosed during the audit as reported in the *Independent Auditors' Report on Compliance For Each Major Federal and State Program; Report on Internal Control Over Compliance* Required by the Uniform Guidance and NJ OMB 15-08.
- The auditor's report on compliance for the major federal and state programs for the District expresses an unmodified opinion on all major federal and state programs.
- The audit did not disclose any audit findings which are required to be reported in accordance with New Jersey's OMB Circular 15-08 or 2 CFR 200.516(a) of the Uniform Guidance.
- The District's programs tested as major federal and state programs for the current fiscal year consisted of the following:

	Assistance Listing/ State Grant Number	Grant Period	Award Amount	Budgetary Expenditures
<u>Federal:</u>				
Special Education Cluster:				
IDEA Part B, Basic	84.027	7/1/21-9/30/22	\$ 204,478	\$ 204,478
IDEA Part B, Basic - American Rescue Plan	84.027X	7/1/21-9/30/22	38,361	38,361
Child Nutrition Cluster:				
Federal Food Distribution Program	10.555	7/1/20-6/30/21	7,631	2,775
Federal Food Distribution Program	10.555	7/1/21-6/30/22	20,941	20,090
COVID 19 -				
Emergency Operational Costs Reimbursement Program	10.555	7/1/21-6/30/22	5,123	5,123
Seamless Summer Option - Lunch	10.555	7/1/21-6/30/22	37,343	37,343
Seamless Summer Option - Breakfast	10.553	7/1/21-6/30/22	267,585	267,585

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

(Continued)

Summary of Auditors' Results: (Cont'd)

	<u>Assistance Listing/ State Grant Number</u>	<u>Grant Period</u>	<u>Award Amount</u>	<u>Budgetary Expenditures</u>
<u>State:</u>				
Equalization Aid	22-495-034-5120-078	7/1/21-6/30/22	2,521,950	2,521,950
Special Education Aid	22-495-034-5120-089	7/1/21-6/30/22	702,032	702,032
Security Aid	22-495-034-5120-084	7/1/21-6/30/22	86,130	86,130
School Choice Aid	22-495-034-5120-068	7/1/21-6/30/22	48,920	48,920

- The threshold used for distinguishing between Type A and Type B for federal and state programs was \$750,000.
- The District was determined to be a “low-risk auditee” for state programs.
- The District was determined not to be a “low-risk auditee” for federal programs.

Findings Relating to the Financial Statements which are required to be Reported in Accordance with Generally Accepted Government Auditing Standards:

- The audit did not disclose any findings required to be reported under Generally Accepted Government Auditing Standards.

Findings and Questioned Costs for Federal Awards:

- The audit did not disclose any findings required for federal awards as defined in 2 CFR 200.516(a) of the Uniform Guidance.

Findings and Questioned Costs for State Awards:

- The audit did not disclose any findings or questioned costs for state awards as defined in 2 CFR 200.516(a) of the Uniform Guidance and New Jersey’s OMB Circular 15-08.

HIGH POINT REGIONAL HIGH SCHOOL DISTRICT  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2022

Status of Prior Year Findings:

There were no findings in the prior year.