ANNUAL COMPREHENSIVE FINANCIAL REPORT

JUNE 30, 2022

Responsibility of the Management of Hopewell Township School District Cumberland County, New Jersey



ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2022

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HOPEWELL CREST SCHOOL

122 Sewall Road, Bridgeton, New Jersey. 08032 (856) 451-9203

MRS. MEGHAN E. LAMMERSEN Superintendent/Principal MR. JOHN OGBIN
Vice Principal/Curriculum Coordinator

MRS. STEPHANIE KUNTZ
School Business Administrator

March 16, 2023

Honorable President and Members of the Board of Education Hopewell Township School District Cumberland County, New Jersey

Dear Board Members:

The annual comprehensive financial report of the Hopewell Township 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 Hopewell Township Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the district. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

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 general purpose of the financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards 2 CFR 200 and NJ Treasury Circular OMB 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments". Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations, as well as findings and recommendations, are included in the single audit section of this report.

1. REPORTING ENTITY AND ITS SERVICES: Hopewell Township School District is an independent reporting entity within the criteria adopted by the GASB as established by GASB Statement No. 14. All funds and account groups of the District are included in this report. The Hopewell Township Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels PreK 3 through 8. These include regular and special education for handicapped youngsters. The District completed the - fiscal year with an enrollment of 495.0 students, which is an decrease from the previous year's enrollment. The following details the changes in the student enrollment of the District over the last 10 years.

AVERAGE DAILY ENROLLMENT

Fiscal Year	Student Enrollment	Percent Change
2012-2013	508.4	(1.78)%
2013-2014	515.1	1.32 %
2014-2015	490.0	(4.87) %
2015-2016	494.1	.84 %
2016-2017	484.2	(2.00) %
2017-2018	478.3	(1.22)%
2018-2019	501.8	4.91 %
2019-2020	500.5	(.26) %
2020-2021	488.3	(2.43) %
2021-2022	490.4	.44 %

- 2. ECONOMIC CONDITION AND OUTLOOK: Hopewell Township, Cumberland County, has the potential for controlled economic development and expansion. Improvements to New Jersey Route 49 and the expansion of the public sewer system should invite small business investments. The school system continues to attract families who seek excellent educational experiences for their children.
- 3. INTERNAL ACCOUNTING CONTROLS: Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by Management.

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

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

4. BUDGETARY CONTROLS: In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The 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 reappropriation of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance at June 30, 2022.

- 5. ACCOUNTING SYSTEM AND REPORTS: The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds and account groups. These funds and account groups are explained in Notes to the Financial Statements, Note 1.
- 6. FINANCIAL INFORMATION AT FISCAL YEAR-END: As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.
- 7. DEBT ADMINISTRATION: At June 30, 2022, the District's outstanding debt issues included \$721,000 of general obligation bonds for additions and renovations to the Crest School and \$55,000 of general obligation bonds for land acquisition.
- 8. CASH MANAGEMENT: The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements", Note 2. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.
- 9. RISK MANAGEMENT: The Board carries various forms of insurance, including but not limited to, general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds.

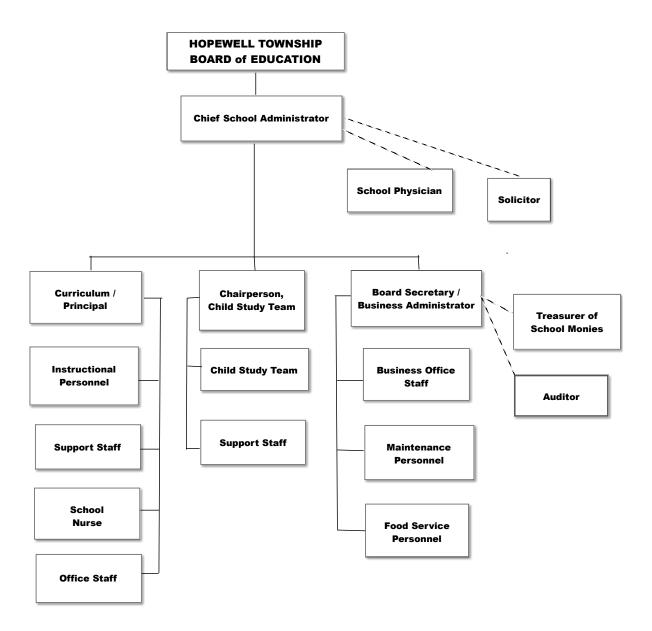
- 10. OTHER INFORMATION: Independent Audit State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of BKC, CPAs, PC, was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1984 and the Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards 2 CFR 200 and NJ Treasury Circular OMB 15-08. The auditor's report on the general-purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report. On June 30, 2009 pursuant to P.L. 2007, c.63 and A-4141, signed into law by Governor Corzine on June 30, 2009 the non-operating Shiloh Borough School District was eliminated. Under a plan submitted by the New Jersey Department of Education Assistant Commissioner for Field Services the Shiloh Borough School District was merged into the Hopewell Township School District
- 11. ACKNOWLEDGEMENTS: We would like to express our appreciation to the members of the Hopewell Township Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff.

Respectfully submitted,

Meghan Lammersen Superintendent/Principal Stephanie Kuntz

Business Administrator/Board Secretary

Hopewell Township School District Organizational Chart



HOPEWELL TOWNSHIP BOARD OF EDUCATION Roster of Officials June 30, 2022

Members of the Board of Education	Title	Term Expires
Kenneth Freitag	President	2022
Arthur Marchand	Vice President	2022
Ross Stanger	vice i resident	2022
Sharon Campbell		2023
Frank DeVita		2023
Christopher Krutzsch		2023
Michael DeRose		2024
John Hitchner		2024
Taylor Hitchner		2024
Other Officials	Title	
Meghan Lammersen	Superintendent/Principa	1
Stephanie Kuntz	Business Administrator/	Board Secretary
Neil Young	Treasurer of School Mo	nies
Alicia D'Anella	Solicitor	

HOPEWELL TOWNSHIP SCHOOL DISTRICT Consultants and Advisors June 30, 2022

ARCHITECT

Merighi Portadin Farrell Architects, LLC 1138 East Chestnut Avenue Vineland, NJ 08360

ATTORNEY

Parker McCay P.A 9000 Midlantic Dr. #300 Mt. Laurel Twp, NJ 08054

AUDIT FIRM

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

OFFICIAL DEPOSITORY

Newfield National Bank Southwest Boulevard Newfield, NJ 08344



Independent Auditors' Report

Honorable President and Members of the Board of Education Hopewell Township School District Bridgeton, New Jersey

Report on the Financial Statements

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 Hopewell Township School District (the District) in the County of Cumberland, as of and for the year ended June 30, 2022, and the related Notes to the Financial Statements, which collectively comprise the District's Basic Financial Statements as listed in the Table of Contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey. 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 audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, 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.

Auditors' 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 opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and Government Auditing Standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by Management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Budgetary Comparison Schedules, Schedules Related to Accounting and Reporting for Pensions, and Schedules Related to Accounting and Reporting for Other Postemployment Employee Benefits listed in the Table of Contents be presented to supplement the Basic Financial Statements. Such information is the responsibility of Management and, although not a part of the Basic Financial Statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the Basic Financial Statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of Management about the methods of preparing the information and comparing the information for consistency with Management's responses to our inquiries, the Basic Financial Statements, and other knowledge we obtained during our audit of the Basic Financial Statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the District's Basic Financial Statements. The Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* and Schedule of Expenditures of State Financial Assistance required by New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* are also presented for purposes of additional analysis not a required part of the Basic Financial Statements.

Such information is the responsibility of Management and were derived from and relates directly to the underlying accounting and other records used to prepare the Basic Financial Statements. 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 Schedule of Expenditures of Federal Awards, and Schedule of Expenditures of State Financial Assistance are fairly stated, in all material respects, in relation to the Basic Financial Statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the Introductory, Combining and Individual Non-Major Fund Financial Schedules and Statistical Sections but does not include the Basic Financial Statements and our auditor's report thereon. Our opinion 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 16, 2023, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to solely describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

BKC, CPAs, PC BKC, CPAs, PC

Michael Holk, CPA, PSA NO. 20CS00265600

March 16, 2023 Flemington, New Jersey

REQUIRED SUPPLEMENTARY INFORMATION - PART I

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

The discussion and analysis of Hopewell Township School District's (the District) financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2022. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for 2022 are as follows:

- In total, net position increased \$603,900 which represents a 6.69% increase from 2021.
- General revenues accounted for \$10,930,062 in revenue or 86.85% of all revenues. Program specific revenues in the form of charges for services, operating grants, and contributions accounted for \$1,655,030 or 13.15% to total revenues of \$12,585,092.
- Total assets of governmental activities increased by \$116,043, as cash and cash equivalents decreased by \$22,121, receivables and other assets increased by \$320,910, and capital assets decreased by \$182,746.
- The School District had \$11,981,192 in expenses; only \$1,655,030 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily property taxes) were \$10,930,062.
- Among major funds, the general fund had \$9,769,728 in revenues, \$9,456,402 in expenditures. The general fund's balance increased \$313,326 from 2021.

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 the reader can understand Hopewell Township School District as a financial whole, 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 whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School District's most significant funds with all other non-major funds presented in total in one column. In the case of Hopewell Township School District, the general fund is by far the most significant fund.

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

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during fiscal year 2022?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

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

Reporting the School District's Most Significant Funds

Fund Financial Statements

Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the general fund, special revenue fund, capital projects fund and debt service fund.

Governmental Funds

The School District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in the future years. These funds measure and report the operating results by measuring cash on hand and other assets that can be easily converted to cash. The governmental fund statements provide a detailed short-term view of the School District's general government operations and the basic services it provided.

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

Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the School District as a whole. Table 1 provides a summary of the School District's net position at June 30, 2022 compared to June 30, 2021.

Table 1 Net Position

	06/30/22			06/30/21		Variance		
						Dollars		
Assets								
Current & other assets	\$	3,019,438	\$	2,661,586	\$	357,852	13.45%	
Capital assets		9,089,805		9,274,426		(184,621)	-1.99%	
Total assets		12,109,243		11,936,012		173,231	1.45%	
Deferred outflows of resources								
Deferred amount on pension activity		168,912		292,449		(123,537)	-42.24%	
Total deferred outflows of resources		168,912		292,449		(123,537)	-42.24%	
Liabilities								
Long-term liabilities		1,579,005		2,268,676		(689,671)	-30.40%	
Other liabilities		507,253		505,106		2,147	0.43%	
Total liabilities		2,086,258		2,773,782		(687,524)	-24.79%	
Deferred inflows of resources								
Deferred amount on pension activity		560,189		426,871		133,318	31.23%	
Total deferred inflows of resources		560,189		426,871		133,318	31.23%	
Net position								
Net investment in capital assets		8,313,805		8,218,426		95,379	1.16%	
Restricted		1,519,943		1,425,968		93,975	6.59%	
Unrestricted		(202,040)		(616,586)		414,546	67.23%	
Total net position	\$	9,631,708	\$	9,027,808	\$	603,900	6.69%	

Total assets increased \$173,231. Cash and cash equivalents increased by \$42,097, receivables and other assets increased by \$315,755, and capital assets decreased by \$184,621. Unrestricted net position, the part of net position that can be used to finance day to day activities without constraints established by grants or legal requirements, of the School District increased by \$414,546.

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

The negative balance in unrestricted net position is the result of reporting required by GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, which allocates the proportionate share of the State's net pension liability for PERS to each contributing entity throughout the State.

Table 2 shows the changes in net position for the fiscal year ended June 30, 2022 compared to June 30, 2021.

Table 2
Changes in Net Position

						Variance			
		06/30/22	06/30/21		Dollars		Percent		
Revenues				_					
Program revenues									
Charges for services	\$	262,190	\$	181,882	\$	80,308	44.15%		
Operating grants and contributions		1,392,840		945,447		447,393	47.32%		
General revenues									
Property taxes		3,837,474		3,715,389		122,085	3.29%		
Grants and entitlements		6,762,823		7,394,744		(631,921)	-8.55%		
Other		329,765		223,934		105,831	47.26%		
Total revenues		12,585,092		12,461,396		123,696	0.99%		
Expenses									
Instruction									
Regular		5,507,869		5,739,894		(232,025)	-4.04%		
Special		1,565,263		1,927,665		(362,402)	-18.80%		
Other		130,233		42,920		87,313	203.43%		
Support services									
Tuition		263,509		84,033		179,476	213.58%		
Student & instructional related									
services		1,500,285		1,850,931		(350,646)	-18.94%		
General & business administration		575,469		655,239		(79,770)	-12.17%		
School administration		363,437		286,585		76,852	26.82%		
Maintenance		932,998		831,695		101,303	12.18%		
Transportation		563,224		440,505		122,719	27.86%		
Charter school		96,107		53,022		43,085	81.26%		
Food service		347,572		230,609		116,963	50.72%		
Child care		84,218		58,770		25,448	43.30%		
Interest on long-term debt		51,008		60,720	-	(9,712)	-15.99%		
Total expenses		11,981,192		12,262,588		(281,396)	-2.29%		
Increase (decrease) in net position	\$	603,900	\$	198,808	\$	405,092	203.76%		

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

Governmental Activities

Local property taxes made up 31.77% of revenues for governmental activities for the Hopewell Township School District for fiscal year 2022.

Instruction comprises 60.12% of district expenses. Support services expenses and interest on long term debt make up 39.88% of the expenses.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 provides a summary of the School District's cost of governmental services in fiscal year ending June 30, 2022 compared to June 30, 2021.

Table 3
Cost of Governmental Services

	Total Cost of Services					Net Cost o	of Services		
		06/30/22		06/30/21		06/30/22		06/30/21	
Instruction	\$	7,203,365	\$	7,710,479	\$	6,389,714	\$	7,102,341	
Support services									
Tuition		263,509		84,033		102,721		-	
Student & instructional staff		1,500,285		1,850,931		1,368,778		1,719,941	
General & business administration		575,469		655,239		575,469		655,239	
School administration		363,437		286,585		363,437		286,585	
Plant operations & maintenance		932,998		831,695		932,998		831,695	
Pupil transportation		563,224		440,505		518,804		396,790	
Charter school		96,107		53,022		96,107		53,022	
Food services		347,572		230,609		(85,788)		(4,219)	
Child care		84,218		58,770		12,914		33,145	
Interest on long-term debt		51,008		60,720		51,008		60,720	
Total expenses	\$	11,981,192	\$	12,262,588	\$	10,326,162	\$	11,135,259	

Instructional expenses include activities dealing directly with the teaching of pupils and the interaction between teacher and student.

Pupils and instructional staff include the activities involved with assisting staff with the content and process of teaching to students.

General administration, school administration, and business administration include expenses associated with administrative and financial supervision of the District.

Operation and maintenance of facilities activities involve keeping the school grounds, buildings and equipment in a safe and effective working condition.

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

Pupil transportation includes activities involved with the conveyance of students to and from school, as well as to and from school activities, as provided by state law.

Interest and fiscal charges involve the transactions associated with the payment of interest and other related charges to debt of the School District.

The dependence upon tax revenues is apparent. For all activities, general revenue support is 86.85%. The community, as a whole, is the primary support or funding source for the Hopewell Township School District.

The School District's Funds

Information about the School District's major funds starts in the section entitled Fund Financial Statements. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$11,037,403 and expenditures of \$10,760,194. The general fund had an increase in fund balance of \$313,326.

General Fund Budgeting Highlights

The School District's budget is prepared according to New Jersey law, and is based on accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund is the general fund.

The School District uses program-based budgeting. The budgeting systems are designed to tightly control total program budgets but provide the flexibility for program management.

For the general fund, budgetary basis revenue was \$7,780,199, \$360,303 above original budgeted estimates of \$7,419,896. This difference was due primarily to increased miscellaneous revenues and additional state aid.

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

Capital Assets

At the end of the fiscal year 2022, the School District had \$9,089,805 invested in land, building, furniture, equipment and vehicles. Table 4 shows June 30, 2022 balances compared to June 30, 2021.

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

						Variance	:
	(06/30/22	06/30/21		Dollars		Percent
Land	\$	257,900	\$	257,900	\$	-	0.00%
Construction in progress		11,409		12,330		(921)	-7.47%
Land improvements		1,160,669		1,229,958		(69,289)	-5.63%
Buildings & improvements		7,382,628		7,498,624		(115,996)	-1.55%
Furniture & equipment		277,199		275,614		1,585	0.58%
	\$	9,089,805	\$	9,274,426	\$	(184,621)	-1.99%

Overall capital assets decreased \$184,621 from fiscal year 2021 to fiscal year 2022. Increases in capital assets were offset by depreciation expenses for the year.

Long-term liabilities

At June 30, 2022, the School District had \$1,579,005 of outstanding long-term liabilities. This amount is detailed in Table 5 below for June 30, 2022 compared to June 30, 2021.

Table 5 Long-Term Liabilities at Year End

						Variance	ice	
	06/30/22		06/30/21		Dollars		Percent	
General obligation bonds payable	\$	776,000	\$	1,056,000	\$	(280,000)	-26.52%	
Compensated absences payable		197,073		212,260		(15,187)	-7.15%	
PERS net pension liability		605,932		1,000,416		(394,484)	-39.43%	
	\$	1,579,005	\$	2,268,676	\$	(689,671)	-30.40%	

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

For the Future

The District has committed itself to financial excellence. The School District plans to continue its sound fiscal management to meet the challenges of the future. The safety and security of our students, staff, parents and community is a priority for the district.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, kindly contact Stephanie Kuntz, School Business Administrator/Board Secretary at Hopewell Township School District, 122 Sewall Road, Bridgeton, NJ, 08032.

DISTRICT-WIDE FINANCIAL STATEMENTS

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

HOPEWELL TOWNSHIP SCHOOL DISTRICT Statement of Net Position June 30, 2022

	vernmental ctivities	iness-Type activities	Total
Assets			
Cash and cash equivalents	\$ 454,259	\$ 174,850	\$ 629,109
Receivables, net	840,143	25,735	865,878
Inventory	-	3,199	3,199
Restricted assets			
Capital reserve account - cash	792,535	-	792,535
Maintenance reserve - cash	477,477	-	477,477
Student activities - cash	42,831	-	42,831
Unemployment claims - cash	208,409	-	208,409
Capital assets, net			
Land	257,900	_	257,900
Construction in progress	11,409	_	11,409
Other capital assets, net of depreciation	8,717,864	102,632	8,820,496
Total assets	 11,802,827	306,416	12,109,243
Deferred outflows of resources	 168,912	 	168,912
Liabilities			
Accounts payable	104,079	240	104,319
Due to other governments	9,776	_	9,776
Accrued interest	10,706	_	10,706
Other current liabilities	53,182	_	53,182
Payroll deductions and			
withholdings payable	7,366	_	7,366
Unearned revenue	292,578	13,840	306,418
Unemployment compensation			
claims payable	15,486	_	15,486
Long-term liabilities			Ź
Due within one year	304,421	_	304,421
Due beyond one year	1,274,584	_	1,274,584
Total liabilities	 2,072,178	14,080	2,086,258
Deferred inflows of resources	560,189	_	560,189

HOPEWELL TOWNSHIP SCHOOL DISTRICT Statement of Net Position (continued) June 30, 2022

	_	overnmental Activities	siness-Type Activities	 Total
Net position		_	 _	 _
Net investment in capital assets	\$	8,211,173	\$ 102,632	\$ 8,313,805
Restricted for				
Capital reserve		792,535	-	792,535
Maintenance reserve		477,477	-	477,477
Student activities		41,302	-	41,302
Unemployment claims		202,798	-	202,798
Internal service fund		5,831	-	5,831
Unrestricted		(391,744)	 189,704	 (202,040)
Total net position	\$	9,339,372	\$ 292,336	\$ 9,631,708

Statement of Activities

For the Fiscal Year Ended June 30, 2022

				P	rogram Revenu	es	Net (Expense) Revenue & Changes in Net Position					
Functions/Programs	Direct Expenses	1		Operating Charges for Grants &		Capital Grants & Contribution	Governmental Activities	Business- Type Activities		Total		
Governmental activities												
Instruction												
Regular	\$ 2,880,703		2,627,166	\$ 151,188	\$ 446,543	\$ -	\$ (4,910,138)	\$ -	\$	(4,910,138)		
Special education	612,625		670,983	-	124,741	-	(1,158,867)	-		(1,158,867)		
Other special education	105,425		176,230	-	91,179	-	(190,476)	-		(190,476)		
Other instruction	42,936		87,297	-	-	-	(130,233)	-		(130,233)		
Support services												
Tuition	263,509		-	-	160,788	-	(102,721)	-		(102,721)		
Students & instruction related services	871,427		628,858	25,173	106,334	-	(1,368,778)	-		(1,368,778)		
General & business administration services	351,760		223,709	-	-	-	(575,469)	-		(575,469)		
School administration services	225,114		138,323	-	-	-	(363,437)	-		(363,437)		
Plant operations & maintenance	870,949		62,049	-	-	-	(932,998)	-		(932,998)		
Pupil transportation	563,224		=	-	44,420	-	(518,804)	-		(518,804)		
Charter schools	96,107		=	-	-	-	(96,107)	-		(96,107)		
Interest on long-term debt	51,008		-				(51,008)			(51,008)		
Total governmental activities	6,934,787		4,614,615	176,361	974,005		(10,399,036)	-		(10,399,036)		
Business-type activities												
Food service	347,572		-	14,525	418,835	-	-	85,788		85,788		
Child care	84,218		-	71,304	-	-	-	(12,914)		(12,914)		
Total business-type activities	431,790		=	85,829	418,835		-	72,874		72,874		
Total primary government	\$ 7,366,577	\$	4,614,615	\$ 262,190	\$ 1,392,840	\$ -	(10,399,036)	72,874		(10,326,162)		
		G	eneral revenue	s, special items	and transfers							
			Property taxes	s levied for gen	eral purposes		3,681,939	-		3,681,939		
			Property taxes	s levied for deb	t service		155,535	-		155,535		
			Federal and st	tate aid not restr	ricted		6,762,823	-		6,762,823		
			Investment ea	rnings			1,383	_		1,383		
			Miscellaneou				328,202	180		328,382		
			Total gener	al revenues, spe	ecial items and t	ransfers	10,929,882	180		10,930,062		
			Change in net				530,846	73,054		603,900		
			Net position -				8,808,526	219,282		9,027,808		
			Net position -	ending			\$ 9,339,372	\$ 292,336	\$	9,631,708		

See accompanying notes to financial statements.

FUND FINANCIAL STATEMENTS

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

Governmental Funds Balance Sheet June 30, 2022

	General Fund		Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds		
Assets								
Cash and cash equivalents	\$	448,428	\$ -	\$ -	\$ -	\$	448,428	
Due from other funds		59,134	-	-	-		59,134	
Receivables from other governments								
State		32,695	-	-	-		32,695	
Federal		-	406,282	-	-		406,282	
Local		377,034	-	-	-		377,034	
Other accounts receivables		24,132	-	-	-		24,132	
Restricted cash and cash equivalents		1,478,421	42,831	-	-		1,521,252	
Total assets	\$	2,419,844	\$ 449,113	\$ -	\$ 	\$	2,868,957	
Liabilities and fund balances								
Liabilities								
Accounts payable	\$	15,972	\$ 88,107	\$ -	\$ -	\$	104,079	
Due to other governments								
Federal		-	539	-	-		539	
Local		9,237	-	-	-		9,237	
Due to other funds		-	59,134	-	-		59,134	
Payroll deductions and								
withholdings payable		7,366	-	-	-		7,366	
Other current liabilities		53,182	-	-	-		53,182	
Unearned revenue		-	292,578	-	-		292,578	
Unemployment compensation								
claims payable		15,486	-	-	-		15,486	
Total liabilities		101,243	440,358	_			541,601	

Governmental Funds Balance Sheet (continued) June 30, 2022

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds			
Liabilities and fund balances								
Fund balances								
Restricted fund balance								
Excess surplus - designated for subsequent year's								
expenditures	\$ 561,962	\$ -	\$ -	\$ -	\$ 561,962			
Excess surplus - current year	221,603	Ψ -	Ψ -	Ψ -	221,603			
Capital reserve	792,535	_	_	_	792,535			
Maintenance reserve	477,477	_	-	-	477,477			
Student activities	-	41,302	-	-	41,302			
Unemployment claims	202,798	-	-	-	202,798			
Committed fund balance								
Year-end encumbrances	72,303	-	-	-	72,303			
Assigned fund balance								
Designated for subsequent								
year's expenditures	4,192	-	-	-	4,192			
Unassigned fund balance	(14,269)				(46,816)			
Total fund balances	2,318,601	8,755			2,327,356			
Total liabilities and fund balances	\$ 2,419,844	\$ 449,113	\$ -	\$ -				
Statement of Net Position (A-1) are di	fferent because:							
Capital assets used in government action and therefore are not reported in the is \$17,149,414 and the accumulated of	funds. The cost	of the assets	s		8,987,173			
Deferred outflows and inflows of resources are applicable to future periods and, therefore, are not reported in the funds.								
Internal service funds are used by the District to charge the costs of shared business services and curriculum coordinator. The assets and liabilities of the internal service funds are included with governmental activities.								
Long-term liabilities, including bonds payable and compensated absences are not due and payable in the current period and therefore are not reported as liabilities in the funds.								
Interest on long-term debt is not accru is recognized as an expenditure when	•	ntal funds, but r	ather		(10,706)			
Total net position of governmental act	tivities				\$ 9,339,372			

Governmental Funds

Statement of Revenues, Expenditures, and Changes in Fund Balances For the Fiscal Year Ended June 30, 2022

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Revenues		-			
Local sources					
Local tax levy	\$ 3,681,939	\$ -	\$ -	\$ 155,535	\$ 3,837,474
Tuition					
Individuals	35,101	-	_	-	35,101
Other LEAs within the state	116,087	-	_	-	116,087
Interest	1,383	-	_	-	1,383
Miscellaneous	328,202	90,268	-	-	418,470
Total local sources	4,162,712	90,268	-	155,535	4,408,515
State sources	5,590,112	362,287	-	112,962	6,065,361
Federal sources	16,904	546,623	-	_	563,527
Total revenues	9,769,728	999,178	-	268,497	11,037,403
Expenditures					
Current					
Instructional					
Regular instruction	2,493,009	387,694	-	-	2,880,703
Special education instruction	612,625	-	-	-	612,625
Other special instruction	44,246	61,179	_	-	105,425
Other instruction	42,936	-	-	-	42,936
Support service & undistributed					
costs					
Tuition	102,721	160,788	-	-	263,509
Student & instruction					
related services	751,958	119,469	-	-	871,427
General & business					
administrative services	351,760	-	-	-	351,760
School administrative					
services	225,114	-	-	-	225,114
Plant operations &					
maintenance	870,949	-	-	-	870,949
Pupil transportation	518,804	44,420	-	-	563,224
Unallocated benefits	3,106,674	212,849	-	-	3,319,523

Governmental Funds

Statement of Revenues, Expenditures, and Changes in Fund Balances (continued) For the Fiscal Year Ended June 30, 2022

	General Fund		Special Revenue Fund			Capital Projects Fund		Debt Service Fund	Go	Total overnmental Funds
Expenditures (cont'd)		_								
Capital outlay	\$	222,317	\$	- 1	\$	-	\$	-	\$	222,317
Charter schools		96,107		-		-		-		96,107
Debt service										
Principal		-		-		-		280,000		280,000
Interest & other charges		17,182	-		-		37,393			54,575
Total expenditures	9,456,402			986,399		-		317,393		10,760,194
Excess (deficit) of revenues over (under) expenditures		313,326		12,779		-		(48,896)		277,209
Other financing sources (uses) Operating transfers in (out)		-		-		(48,896)		48,896		-
Total other financing sources (uses)		-		-		(48,896)		48,896		-
Net change in fund balance		313,326		12,779		(48,896)				277,209
Fund balances, July 1		2,005,275		(4,024)		48,896				2,050,147
Fund balances, June 30	\$	2,318,601	\$	8,755	\$		\$		\$	2,327,356

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 changes in fund balances - Governmental fund (from B-2)		\$ 277,209
Amounts reported for governmental activities in the Statement of Activities (A-2) are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expenses. This is the amount by which depreciation exceeds capital outlays in the period: Capital outlays Depreciation expense	\$ 222,317 (405,063)	(182,746)
Repayment of debt principal and leases are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position and are not reported in the Statement of Activities: Debt principal payments	280,000	280,000
In the Statement of Activities, interest on long-term debt is accrued regardless of when due. In the governmental funds interest is reported when due. The accrued interest is a reconciling item.		3,567
Governmental funds report district pension contributions as expenditures. However, in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense.		137,629
In the Statement of Activities, compensated absences and early retirement benefits are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation; when the paid amount exceeds the earned amount, the difference is an addition to the reconciliation.		15,187
Change in net position of governmental activities		\$ 530,846

Proprietary Funds Combining Statement of Net Position June 30, 2022

			_	Governmental Activities - Internal Service Funds						
	Enterprise Funds							funds		
		Food		Child			Curriculum			 1
		Service	_	Care	_	Total	Coc	ordinator		Total
Assets										
Current assets										
Cash and cash equivalents	\$	116,998	\$	57,852	\$	174,850	\$	5,831	\$	5,831
Accounts receivable - other		-		7,697		7,697		-		-
Receivables from other governments										
State		266		-		266		-		-
Federal		17,772		-		17,772		-		-
Inventory		3,199		-		3,199		_		_
Total current assets		138,235		65,549		203,784		5,831		5,831
Noncurrent assets										
Capital assets		235,154		_		235,154		_		_
Less: accumulated depreciation		132,522		_		132,522		_		_
Total noncurrent assets		102,632				102,632		-		
Total assets		240,867		65,549		306,416		5,831		5,831
Liabilities										
Current liabilities										
Accounts payable		204		36		240		_		_
Unearned revenues - commodities		1,072		_		1,072		_		_
Unearned revenues - prepaid sales		414		12,354		12,768		_		_
Total liabilities		1,690		12,390		14,080		-		
Net position										
Invested in capital assets, net of related debt		102,632		_		102,632		_		_
Unrestricted		136,545		53,159		189,704		5,831	_	5,831
Total net position	\$	239,177	\$	53,159	\$	292,336	\$	5,831	\$	5,831

HOPEWELL TOWNSHIP SCHOOL DISTRICT

Proprietary Funds

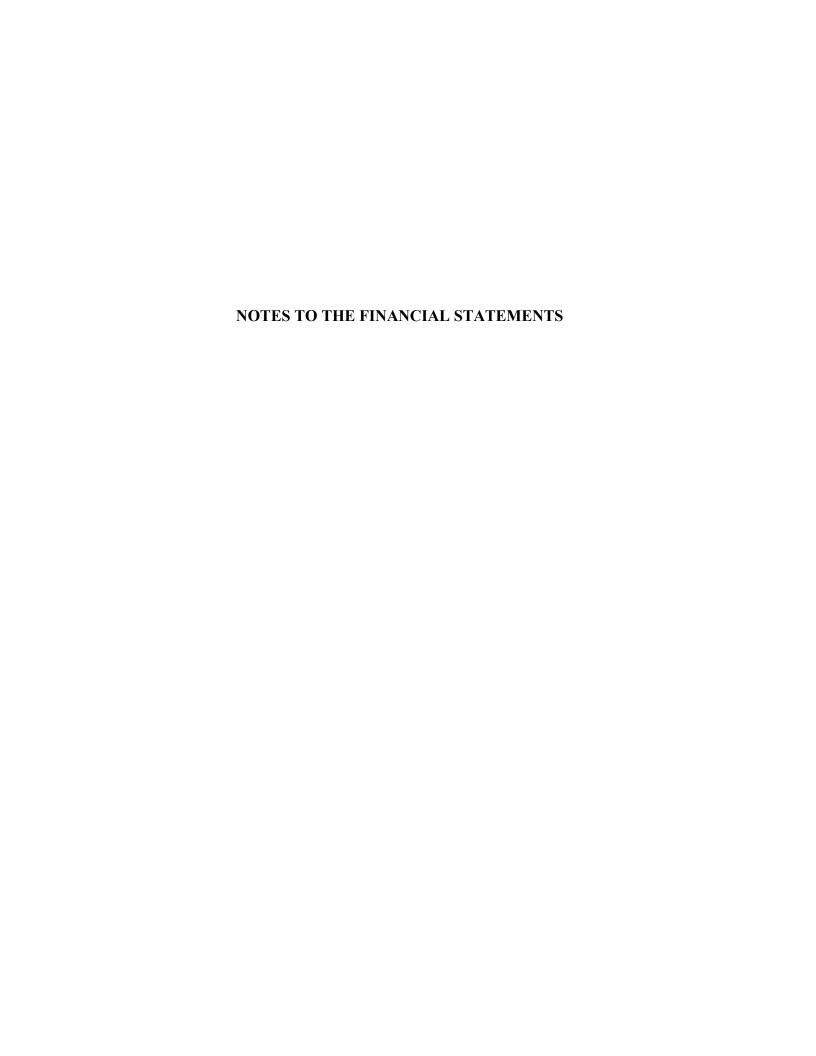
Combining Statement of Revenues, Expenses, and Changes in Net Position For the Fiscal Year Ended June 30, 2022

		Enterprise Fund	Governmental Activities - Internal Service Funds		
	Food	Child		Curriculum	
	Service	Care	Total	Coordinator	Total
Operating revenues					
Charges for services					
Daily sales - non-reimbursable programs	\$ 14,525	\$ -	\$ 14,525	\$ -	\$ -
Fees for services	-	71,304	71,304	-	-
Total operating revenues	14,525	71,304	85,829		
Operating expenses					
Cost of sales - reimbursable programs	100,694	_	100,694	_	_
Cost of sales - non-reimbursable programs	27,453	_	27,453	_	_
Commodity food costs	24,442	_	24,442	_	_
Salaries	100,638	74,448	175,086	_	_
Supports services - employee benefits	14,025	7 1, 1 10	14,025	_	_
Purchased professional/technical services	1,723	_	1,723	_	_
Purchased property services	11,123		11,123		
Other purchased services	11,123	_	11,123	_	_
Insurance	3,009	_	3,009	_	_
Management fee	31,200	_	31,200	_	_
Supplies and materials	16,026	8,856	24,882	_	_
Depreciation	12,225	-	12,225	_	_
Miscellaneous expenditures	5,014	914	5,928	_	_
Total operating expenses	347,572	84,218	431,790		
Operating income (loss)	(333,047)	(12,914)	(345,961)		
, ,					
Non-operating revenues (expenses) State sources					
	(742		(742		
State school lunch program	6,742	-	6,742	-	-
Federal sources					
National school breakfast program	07.010		07.012		
Cash assistance	97,912	-	97,912	-	-
National school lunch program	200 407		200 407		
Cash assistance	288,497	-	288,497	-	-
Non-cash assistance (commodities)	24,442	-	24,442	-	-
P-EBT administrative	1,242	-	1,242	-	-
Other sources	100		100		
Miscellaneous	180		180		
Total non-operating revenues (expenses)	419,015		419,015		
Change in net position	85,968	(12,914)	73,054	-	-
Net position, beginning	153,209	66,073	219,282	5,831	5,831
Net position, ending	\$ 239,177	\$ 53,159	\$ 292,336	\$ 5,831	\$ 5,831

HOPEWELL TOWNSHIP SCHOOL DISTRICT

Proprietary Funds Combining Statement of Cash Flows For the Fiscal Year Ended June 30, 2022

	Enterprise Funds					Governmental Activities - Internal Service Funds				
	Food Service		Child Care		Total		Curriculum Coordinator		Total	
Cash flows from operating activities Receipts from customers Payments to Food Service Management Co. Payments to employees Payments to vendors (net) Net cash provided by (used for) operating activities	\$	18,142 (297,139) - (25,005)	\$	72,350 - (74,448) (9,771) (11,869)	\$	90,492 (297,139) (74,448) (34,776)	\$	- - - -	\$	- - - -
Cash flows from non-capital financing activities State sources Federal sources Miscellaneous Net cash provided by (used for) non-capital financing activities	_	7,591 382,668 180 390,439		- - - -	_	7,591 382,668 180 390,439		- - - -		- - -
Cash flows from capital financing activities Acquisition of equipment Net cash provided by (used for) capital financing activities		(10,350)		<u>-</u>		(10,350)		<u>-</u> -		<u> </u>
Net increase (decrease) in cash and cash equivalents		76,087		(11,869)		64,218		-		
Cash and cash equivalents, beginning		40,911		69,721		110,632		5,831		5,831
Cash and cash equivalents, ending	\$	116,998	\$	57,852	\$	174,850	\$	5,831	\$	5,831
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities Operating income (loss) Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities	\$	(333,047)	\$	(12,914)	\$	(345,961)	\$	-	\$	-
Depreciation Federal food donation program (Increase) decrease in accounts receivable Increase (decrease) in accounts payable (Increase) decrease in inventory Increase (decrease) in unearned revenue		12,225 24,442 4,849 (14,639) 4,413 (2,245)		27 (1) - 1,019		12,225 24,442 4,876 (14,640) 4,413 (1,226)		- - - - -		- - - - -
Net cash provided by (used for) operating activities	\$	(304,002)	\$	(11,869)	\$	(315,871)	\$		\$	



Note 1 - <u>Summary of significant accounting policies</u>

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

The basic financial statements include:

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

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

A. Reporting entity

The District is a Type II District located in the County of Cumberland, State of New Jersey. As a Type II District, the school district functions independently through a Board of Education. The Board is comprised of nine members elected to three-year-terms. The purpose of the District is to educate students in Grades K-8. The District serves the Township of Hopewell and Borough of Shiloh. The District had an approximate enrollment at June 30, 2022 of 498 students.

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

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

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

Note 1 - Summary of significant accounting policies (continued)

B. Government-wide and fund financial statements

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

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

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

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

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

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

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

Note 1 - Summary of significant accounting policies (continued)

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

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

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

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

The District reports the following major governmental funds:

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

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

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

Note 1 - Summary of significant accounting policies (continued)

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

As a result of implementing GASB Statement No. 84, *Fiduciary Activities*, amounts maintained for unemployment claims and payroll withholdings for employee salary deductions are included in the general fund. Amounts maintained for unemployment claims are used to account for the portion of employee deductions for unemployment compensation required to be deposited and accumulated for future unemployment claims under the Benefit Reimbursement Method.

Special Revenue Fund - The District accounts for the proceeds of specific revenue sources from State and Federal Government (other than major capital projects, debt service or the enterprise funds) and local appropriations that are legally restricted to expenditures for specified purposes in the special revenue fund. As a result of implementing GASB Statement No. 84, Fiduciary Activities, amounts maintained for student activities and private purpose scholarships are included in the special revenue fund. The amounts are considered to be restricted and available to use for specific expenditures. Amounts maintained for student activities are derived from athletic events or other activities of pupil organizations and accumulated for payment of student group activities

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

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

Additionally, the District reports the following fund types:

Proprietary fund types

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

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

Note 1 - Summary of significant accounting policies (continued)

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

The District's enterprise fund is comprised of the food service fund and the school-aged childcare (SACC) fund.

Internal Service Fund - The internal service fund is utilized to charge costs for certain activities to individual funds or other governmental entities.

The District's internal service fund is comprised of the curriculum coordinator. The curriculum coordinator and business services were inactive during the year.

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

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

Equipment 12 - 20 years

Fiduciary fund types

The District does not have funds that meet the criteria of a fiduciary fund as defined by GASB Statement No. 84, Fiduciary Activities.

D. Budgets/budgetary control

Annual appropriated budgets are prepared in the Spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the County office and, if necessary, are voted upon at the annual school election in November. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line-item accounts within each fund. Line-item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum Chart of Accounts referenced in N.J.A.C. 6:23-16.2(f)1. All budget amendments must be approved by School Board Resolution.

Note 1 - Summary of significant accounting policies (continued)

D. Budgets/budgetary control (continued)

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

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

E. Encumbrances

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

Open encumbrances in the special revenue fund for which the District has received advances are reflected in the balance sheet as unearned revenues at fiscal year-end.

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

F. Tuition receivable

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

G. Tuition payable

Tuition charges for the fiscal year 2021-2022 are based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

H. Short-term interfund receivable and payables

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

Note 1 - Summary of significant accounting policies (continued)

I. Inventories and prepaid items

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

Enterprise fund inventories are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. The commodities inventory value at balance sheet date is reported as unearned revenue as title does not pass to the school district until the commodities are used. Prepaid items in the enterprise fund represent payments made to vendors for services that will benefit periods beyond June 30, 2022.

J. Capital assets

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

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

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

Assets	Years
Buildings	50
Building improvements & portable classroom	20 - 50
Land improvements	20
Furniture	20
Maintenance equipment	15
Musical instruments	10
Athletic equipment	10
Audio visual equipment	10
Office equipment	5 - 10
Computer equipment	5 - 10

K. Compensated absences

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

Note 1 - Summary of significant accounting policies (continued)

K. Compensated absences (continued)

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

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

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

L. Unearned revenue

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

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

M. Long-term obligations

In the government-wide financial statements and in internal service fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method which approximates the effective interest method.

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

Note 1 - Summary of significant accounting policies (continued)

N. Net position

Net position represents the difference between the sum of assets and deferred outflows of resources, and the sum of liabilities and deferred inflows of resources. Net position is classified into the following three components:

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

The school district applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

O. Fund balances - governmental funds

In the fund financial statements, governmental funds report the following classifications of fund balance:

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

Note 1 - Summary of significant accounting policies (continued)

O. Fund balances - governmental funds (continued)

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

P. Use of estimates

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

Q. Allocation of indirect expenses

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

R. Deferred outflows/inflows of resources

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

Note 2 - <u>Tax assessments and property taxes</u>

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

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

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

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

Note 3 - Deposits and cash equivalents and investments

Cash and cash equivalents include petty cash, change funds, and cash in banks. As of June 30, 2022, the District had no investments.

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

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.

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

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

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

As of June 30, 2022, the District's bank balances were exposed to custodial credit risk as follows:

Insured by the FDIC	\$ 250,000
Insured by GUDPA	2,149,181
Total bank balances	\$ 2,399,181

Deposits at June 30, 2022 appear in the financial statements as summarized below:

Unrestricted cash Governmental funds, Balance Sheet Enterprise funds, Statement of Net Position Internal service funds, Statement of Net Positior Restricted cash Governmental funds, Balance Sheet Total cash See I. See	Cash		\$ 2,150,361
Governmental funds, Balance Sheet Enterprise funds, Statement of Net Position Internal service funds, Statement of Net Positior Restricted cash Governmental funds, Balance Sheet B-1 \$ 448,428 174,850 B-4 5,831 Restricted cash B-1 1,521,252		Ref.	
Enterprise funds, Statement of Net Position B-4 174,850 Internal service funds, Statement of Net Positior B-4 5,831 Restricted cash Governmental funds, Balance Sheet B-1 1,521,252	Unrestricted cash		
Internal service funds, Statement of Net Positior B-4 5,831 Restricted cash Governmental funds, Balance Sheet B-1 1,521,252	Governmental funds, Balance Sheet	B-1	\$ 448,428
Restricted cash Governmental funds, Balance Sheet B-1 1,521,252	Enterprise funds, Statement of Net Position	B-4	174,850
Governmental funds, Balance Sheet B-1 1,521,252	Internal service funds, Statement of Net Position	B-4	5,831
· · · · · · · · · · · · · · · · · · ·	Restricted cash		
Total cash \$ 2,150,361	Governmental funds, Balance Sheet	B-1	 1,521,252
+ -,,	Total cash		\$ 2,150,361

Note 4 - <u>Capital assets</u> Capital asset activity for the fiscal year ended June 30, 2022 is as follows:

]	Beginning Balance	Iı	ncreases	D	ecreases		Ending Balance
Governmental activities								
Capital assets, not being depreciated or amortized								
Land	\$	257,900	\$	_	\$	-	\$	257,900
Construction in	·		·		•		•	•
progress Total		12,330		160,023		160,944		11,409
Total		270,230	-	160,023		160,944		269,309
Capital assets, being depreciated or amortized								
Land improvements Building &		1,724,387		-		-		1,724,387
improvements Furniture &		14,315,413		186,499		-	1	4,501,912
equipment		617,067		36,739		<u>-</u>		653,806
Total		16,656,867		223,238		<u>-</u>	1	6,880,105
Accumulated depreciation or amortization								
Land improvements Building &		494,429		69,289		-		563,718
improvements		6,816,789		302,495		-		7,119,284
Furniture & equipment		445,960		33,279		-		479,239
Total		7,757,178	-	405,063		-		8,162,241
Total capital assets, being depreciated or amortized, net		8,899,689		(181,825)		<u>-</u>		8,717,864
Transfers		-		(160,944)		(160,944)		
Governmental activities capital assets, net	\$	9,169,919	\$	(182,746)	\$		\$	8,987,173
		Beginning Balance	I	ncreases	D	ecreases		Ending Balance
Business type activities Furniture & equipment Less: accumulated	\$	224,804	\$	10,350	\$	-	\$	235,154
depreciation or amortization		120,297		12,225				132,522
Business type activities capital assets, net	\$	104,507	\$	(1,875)	\$		\$	102,632

Note 4 - Capital assets (continued)

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

Instruction	
Regular	\$ 228,643
Special education	48,625
Other special instruction	8,368
Other instruction	3,408
Support services	
Student & instruction	69,166
General & business administration	27,920
School administration	17,867
Plant maintenance	1,066
Total depreciation expense, governmental activities	\$ 405,063

Note 5 - Long-term debt

Long-term liability activity for the year ended June 30, 2022 is as follows:

		Beginning Balance	Addi	tions	Re	eductions		Ending Balance		e Within ne Year
Governmental activities										
General obligation bonds payable	\$	1,056,000	\$	_	\$	280,000	\$	776,000	\$	285,000
Compensated	Ψ	1,050,000	Ψ		Ψ	200,000	Ψ	770,000	Ψ	203,000
absences payable		212,260		-		15,187		197,073		19,421
PERS net pension liability		1,000,416		_		394,484		605,932		_
Total governmental		1,000,110				371,101		003,752	-	_
activities long-term liabilities	e	2.269.676	\$		e	(00 (71	e	1 570 005	¢	204 421
naomnes	<u> </u>	2,268,676	2		<u> </u>	689,671		1,579,005		304,421

Payments on the general obligation bonds are made in the debt service fund from property taxes and state aid. The other long-term debts are paid in the current expenditures budget of the District's general fund.

The annual requirements to amortize all general obligation bonds outstanding as of June 30, 2022, including interest payments are listed as follows:

Fiscal Year Ended June 30,	Principal		I	nterest	Total		
2023	\$	285,000	\$	26,940	\$	311,940	
2024		250,000		15,676		265,676	
2025		241,000		5,182		246,182	
Total	\$	776,000	\$	47,798	\$	823,798	

Note 5 - <u>Long-term debt (continued)</u>

General Obligation Bonds - General obligation school building bonds payable at June 30, 2022, with their outstanding balances are comprised of the following individual issues:

\$2,821,000 - 2009 refunding school bonds, interest at 3.00% to 4.30%, due in annual installments beginning September 1, 2010 to September 1, 2024.

\$ 721,000

\$375,000 - 2015 refunding school bonds, interest at 2.25%, due in annual installments beginning July 1, 2015 to July 1, 2023.

\$ 776,000

Total

The general obligation bonded debt of the District is limited by state law to 3% of the average equalized assessed values of the total taxable property in the District for the past three years. The legal debt limit at June 30, 2022 is \$10,851,303. General obligation debt at June 30, 2022 is \$776,000, resulting in a legal debt margin of \$10,075,303.

Note 6 - <u>Pension plans</u>

Description of systems

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

A. Public employees' retirement systems (PERS)

Plan description

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

The vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death and disability benefits. All benefits vest after 10 years of service.

The following represents the membership tiers for PERS:

Note 6 - <u>Pension plans (continued)</u>

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

Plan description (continued)

Tier	Member Eligibility
1	Enrolled prior to July 1, 2007
2	Enrolled on or after July 1, 2007 and prior to November 2, 2008
3	Enrolled on or after November 2, 2008 and prior to May 22, 2010
4	Enrolled on or after May 22, 2010 and prior to June 28, 2011
5	Enrolled on or after June 28, 2011

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

Allocation methodology and reconciliation to financial statements

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

To facilitate the separate (sub) actuarial valuations, the Division maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages presented for each group in the schedule of employer and nonemployer allocations are applied to amounts presented in the schedule of pension amounts by employer and nonemployer. The allocation percentages for each group as of June 30, 2021 measurement date are based on the ratio of each employer's contributions to total employer contributions of the group for the fiscal year ended June 30, 2021 measurement date.

Note 6 - Pension plan (continued)

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

Allocation methodology and reconciliation to financial statements (continued)

GASB Statement No. 68, Accounting and Financial Reporting for Pensions, requires participating employers in PERS to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources, and collective pension expense. The employer and nonemployer allocation percentages presented in the schedule of employer and nonemployer allocations and applied to amounts presented in the schedule of pension amounts by employer and nonemployer are based on the ratio of the contributions of an individual employer to the total contributions to PERS during the measurement period July 1, 2020 through June 30, 2021. Employer and nonemployer allocation percentages have been rounded for presentation purposes; therefore, amounts presented in the schedule of pension amounts by employer and nonemployer may result in immaterial differences. Contributions from employers are recognized when due, based on statutory requirements.

Contributions

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for non-contributory group insurance benefits is based on actual claims paid. For State fiscal year 2021, the State's pension contribution was less than the actuarial determined amount.

The employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, PL 2009 provided an option for 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.

The District's contractually required contribution rate for the year ended June 30, 2022 was 14.25% of the District's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

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

Note 6 - <u>Pension plan (continued)</u>

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

Collective net pension liability and actuarial information

The District's proportionate share of the net pension liability for PERS as of measurement date June 30, 2021:

Net pension liability \$ 605,932 Proportionate share \$.0051148638%

Plan fiduciary net position as a percentage of the total pension liability

70.33%

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 (based on years of service)

Through 2026 1.65% - 4 15% Thereafter 2.65% - 5.15%

Investment rate of return 7.00%

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

Note 6 - <u>Pension plan (continued)</u>

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

Long-term expected rate of return

In accordance with state statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2021 measurement date) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the Board of Trustees, and the Actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2021 are summarized in the following table:

		Long-Term
	Target	Expected Rate
Asset Class	Allocations	of Return
U.S. equity	27.00%	8.09%
Non-U.S. developed markets 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 mitigation 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 will be based on 100% of actuarially determined contributions for the local employers. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

Note 6 - <u>Pension plan (continued)</u>

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

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

The following presents the collective net pension liability of the District as of June 30, 2021, measurement date, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1% point lower or 1% point higher than the current rate:

District's proportionate share of the net pension liability

At current discount rate (7.00%)	\$ 605,932
At a 1% lower rate (6.00%)	833,953
At a 1% higher rate (8.00%)	424,365

Collective deferred outflows of resources and deferred inflows of resources

At the June 30, 2021 measurement date, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	D	eferred		Γ	Deferred
	O	utflows		1	Inflows
	of Resources		s of Resou		Resources
Differences between expected and actual experience	\$	9,556		\$	4,338
Changes of assumptions		3,156			215,716
Net difference between projected and actual earnings					
on pension plan investments		-			159,618
Changes in proportion and differences between district					
contributions and proportionate share of contributions		96,299			180,517
District contributions subsequent to the measurement					
date		59,901			
Total	\$	168,912		\$	560,189

The amount reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (i.e., for the school year ended June 30, 2022, the Plan measurement date is June 30, 2021) of \$59,901 will be recognized as a reduction of the net pension liability in the year ended June 30, 2022.

The following presents a summary of changes in the collective deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts) for the fiscal year ended June 30, 2021 measurement date:

Note 6 - <u>Pension plan (continued)</u>

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

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

	eginning Balance	et Change Activity	` <u></u>	Ending	g Balance
Deferred outflows of resources					
Differences between expected and					
actual experience	\$ 18,216	\$ (8,660)	\$		9,556
Changes of assumptions					
Difference between projected and actual	32,455	(29,299)			3,156
earnings on pension plan investments	34,195	(34,195)			_
Deferred inflows of resources					
Differences between expected and					
actual experience	(3,538)	(800)			(4,338)
Changes of assumptions	(418,884)	203,168			(215,716)
Difference between projected and actual		,			, ,
earnings on pension plan investments	_	 (159,618)			(159,618)
Net of deferred outflows	\$ (337,556)	\$ (29,404)	\$		(366,960)

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

Fiscal Year Ended June 30,	
2022	\$ (142,974)
2023	(102,083)
2024	(69,603)
2025	(52,321)
2026	21
Total	\$ (366,960)

Pension expense (benefit)

For the fiscal year ended June 30, 2022, the District recognized net pension expense (benefit) of \$(77,728), which represents the District's proportionate share of allocable plan pension expense (benefit) of \$(82,746), plus the net amortization of deferred amounts from changes in proportion of \$(2,192), plus other adjustments to the net pension liability of \$7,210. The components of allocable pension expense, which exclude amounts attributable to employer paid member contributions and pension expense related to specific liabilities of individual employers, for the District for the fiscal year ended June 30, 2021 measurement date are as follows:

Note 6 - <u>Pension plan (continued)</u>

A. Public employees' retirement systems (PERS) (continued)	
Pension expense (continued)	
Service cost	\$ 35,683
Interest on total pension liability	140,224
Benefit changes	-
Member contributions	(29,031)
Administrative expense	508
Expected investment return net of investment expense	(76,500)
Pension expense related to specific liabilities of individual employers	(358)
Recognition (amortization) of deferred inflows/outflows of resources	
Differences between projected and actual experience	3,929
Changes of assumptions	(106,440)
Difference between projected and actual investment earnings on	
pension plan investments	 (50,761)
Pension expense (benefit)	\$ (82,746)

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

Plan description

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

The vesting and benefit provisions are set by N.J.S.A. 18A:66. TPAF provides retirement, death and disability benefits. All benefits vest after ten years of service. 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:

<u>Tier</u>	Member Eligibility
1	Enrolled prior to July 1, 2007
2	Enrolled on or after July 1, 2007 and prior to November 2, 2008
3	Enrolled on or after November 2, 2008 and prior to May 22, 2010
4	Enrolled on or after May 22, 2010 and prior to June 28, 2011
5	Enrolled on or after June 28, 2011

Note 6 - Pension plan (continued)

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

Plan description (continued)

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

Contributions

The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For the State fiscal year 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. However, the Notes to the Financial Statements of the local participating employers must disclose the portion of the non-employer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employer as well as revenue in an amount equal to the non-employer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer.

During the State fiscal year ended June 30, 2021, the State of New Jersey contributed \$926,822 to the TPAF for normal pension benefits on behalf of the District.

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

Note 6 - Pension plan (continued)

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

Collective net pension liability and actuarial information

The District's proportionate share of the net pension liability for TPAF for fiscal year ended June 30, 2021 measurement date is as follows:

District proportionate share of net pension liability	\$ 23,580,265
Less: State proportionate share of net pension liability	 8,375,713
Net pension liability	\$ 15,204,552

Proportionate share .0316266080%

Plan fiduciary net position as a percentage of the total pension liability

35.52%

Actuarial assumptions

The total pension liability for the June 30, 2021 measurement date was determined by an actuarial valuation as of July 1, 2019, 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 (based on age)	
2011 - 2026	1.55 - 4.45%
Thereafter	2.75 - 5.65%
Investment rate of return	7.00%

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

Note 6 - Pension plan (continued)

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

Long-term expected rate of return

In accordance with state statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2021) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the Board of Trustees, and the Actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2021 measurement date are summarized in the following table:

Asset Class	Target Allocations	Long-Term Expected Rate of Return
U.S. equity	27.00%	8.09%
Non-U.S. developed markets 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 mitigation 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 will be based on 100% of the actuarially determined contributions for the State. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make 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 after that date in determining the total pension liability.

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

The following presents the collective net pension liability of the District as of June 30, 2021 measurement date, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1% point lower or 1% point higher than the current rate:

Note 6 - Pension plan

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

District's proportionate share of the net pension liability

At current discount rate (7.00%)	\$ 15,204,551
At a 1% lower rate (6.00%)	17,989,524
At a 1% higher rate (8.00%)	12,865,349

Pension expense

The components of the contractually required contribution, which exclude amounts related to specific liabilities of individual employers, for the District for the fiscal year ended June 30, 2021 measurement date are as follows:

Service cost	\$ 555,424
Interest on total pension liability	1,482,309
Benefit changes	-
Member contributions	(278,945)
Administrative expense	2,854
Expected investment return net of investment expense	(460,530)
Pension expense related to specific liabilities of individual employers	(127)
Recognition (amortization) of deferred inflows/outflows of resources	
Differences between projected and actual experience	63,722
Changes of assumptions	(712,392)
Difference between projected and actual investment earnings on	
pension plan investments	(294,545)
Pension expense	\$ 357,770

C. Defined contribution retirement program

The Defined Contribution Retirement Program (DCRP) was established under the provisions Ch. 92, PL 2007 and expanded under the provisions of Ch. 89, PL 2008 and Ch. 1, PL 2010 to provide eligible members with a tax sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Employees eligible to enroll in the program include the following: First, employees enrolled in the Public Employees Retirement System (PERS) or Teachers Pension and Annuity Fund (TPAF) on or after July 1, 2007 who earn salary in excess of maximum compensation limits. Also, employees otherwise eligible to enroll in the TPAF and PERS who do not earn the minimum salary (\$8,400 in 2022) but who earn salary of at least \$5,000 annually are eligible to participate. The Program Administrator, Prudential Financial, makes information regarding the program available on its New Jersey Defined Contribution Program Web Site: www.prudential.com/njdcrp.

Contribution rates for DCRP provide for employee contributions of 5.50% of annual contractual compensation as defined. The District's contribution to the DCRP for fiscal year ended 2022 was \$6,186.

Note 6 - Pension plan

D. Other pension plan information

During the fiscal year ended June 30, 2022, the State of New Jersey contributed \$323,916 to the TPAF for postretirement medical benefits, \$19,288 for non-contributory insurance premiums, \$438 for long-term disability insurance, and \$1,367,101 for normal costs and accrued liability costs on behalf of the Board. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$282,155 during the year ended June 30, 2022 for the employer's share of Social Security contributions for TPAF members calculated on their base salaries. These amounts have been included in the financial statements and the combining and individual fund and account group statements and schedules as revenues and expenditures in accordance with GASB Statement No. 68.

Note 7 - Postretirement benefits

The State Health Benefit State Retired Employees Plan (State Retired OPEB Plan) is a single-employer defined benefit OPEB plan with a special funding situation. The State Retired OPEB Plan is administered on a pay-as-you-go basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75. The State Retired OPEB Plan covers the State, State colleges and universities, the Palisades Interstate Park Commission, and the New Jersey Building Authority (referred to collectively as the employers) for which the State is legally obligated to pay for benefits. The State Retired OPEB Plan is treated as a cost-sharing multiple employer plan with a special funding situation for allocating the total OPEB liability and related OPEB amounts since each employer mentioned above is required to issue stand-alone financial statements. The State Retired OPEB Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and the covered dependents of the employees. The State also offers dental care to retirees, however, since dental benefits are completely paid for by the retirees, there is no OPEB liability for these benefits.

In accordance with N.J.S.A. 52:14-17.32, the State is required to pay the premiums or periodic charges for health benefits of State employees who retire with 25 years or more of service credit in, or retires on a disability pension from, one or more of the following plans: the Judicial Retirement System (JRS), the State Police Retirement System (SPRS), the Teachers' Pension and Annuity Fund (TPAF), the Public Employees' Retirement System (PERS), the Police and Firemen's Retirement System (PFRS), and the Alternate Benefit Program (ABP). In addition, N.J.S.A. 52:14-17.26 provides that for purposes of the State Retired OPEB Plan, an employee of Rutgers, the State University of New Jersey, and New Jersey Institute of Technology shall be deemed to be an employee of the State. Further, P.L.1966, c.302, addresses the other State colleges and universities, whereas while these institutions were provided autonomy from the State, their employees retained any and all rights to health benefits within the State Retired OPEB Plan and are therefore classified as State employees.

Note 7 - <u>Postretirement benefits (continued)</u>

The State Health Benefit Local Education Retired Employees Plan (Local Education Retired OPEB Plan) is a multiple-employer defined benefit OPEB plan with a special funding situation. The Local Education Retired OPEB Plan is administered on a pay-as-you-go basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75. The Local Education Retired OPEB Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and the covered dependents of local education employees. The State also offers dental care to retirees, however, since dental benefits are completely paid for by the retirees, there is no OPEB liability for these benefits.

The employer contributions for the participating local education employers are legally required to be funded by the State in accordance with N.J.S.A. 52:14-17.32f. According to this law, 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: TPAF, PERS, PFRS, or ABP.

Pursuant to P.L.2011, c.78, future retirees eligible for postemployment medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree's annual retirement benefit and level of coverage.

The State is legally required to pay for the OPEB benefit coverage for the participating local education employers. Therefore, these employers are considered to be in a special funding situation as defined by GASB Statement No. 75 and the State is treated as a non-employer contributing entity. The State, as a non-employer contributing entity, reported a Fiscal Year 2021 total OPEB liability of \$60,007,650,970 for this special funding situation.

Additional information on Pensions and OPEB can be accessed at https://www.state.nj.us/treasury/taxation/payments-notices.shtml.

Total OPEB liability

The State, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The District's proportionate share percentage determined under Paragraphs 193 and 203 through 205 of GASB Statement No. 75 is zero percent. Accordingly, the District did not recognize any portion of the collective net OPEB liability on the Statement of Net Position. Accordingly, the following OPEB liability note information is reported at the State's level and is not specific to the District.

Note 7 - <u>Postretirement benefits (continued)</u>

Total OPEB liability (continued)

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

For purposes of reporting required GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, the District's proportionate share of allocable OPEB liability and employer OPEB expense and related revenue as of June 30, 2020 measurement date is as follows:

State's proportionate share of the OPEB liability	\$ 60,007,650,970
District's proportionate share of the State's OPEB liability	23,723,658
Employer OPEB expense and related revenue	685,075
Allocable proportionate percentage	0.0395343887%

Changes in the total OPEB liability

	Total OPEB Liability		
Total OPEB liability at June 30, 2020	\$	27,404,723	
Service cost		916,990	
Interest cost		615,417	
Change of benefit terms		(25,251)	
Differences between expected and actual experiences		(4,742,583)	
Changes of assumptions		23,405	
Member contributions		15,733	
Gross benefit payments		(484,776)	
Total OPEB liability at June 30, 2021	\$	23,723,658	

There were no changes of the benefit terms from June 30, 2020 to June 30, 2021.

Changes of assumptions and other inputs reflect a change in the discount rate from 2.21% as of the June 30, 2020 plan measurement date to 2.16% as of the June 30, 2021 plan measurement date.

Note 7 - Postretirement benefits (continued)

Changes in the total OPEB liability (continued)

The total non-employer OPEB liability as of June 30, 2021 was determined by an actuarial valuation as of June 30, 2020, which was rolled forward to June 30, 2021. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation rate 2.50%

	TPAF	PERS
	(based on years	(based on years
Salary increases	of service)	of services)
Through 2026	1.55% - 4.45%	2.00% - 6.00%
Thereafter	2.75% - 5.65%	3.00% - 7.00%

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

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

Health care trend assumptions

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

Note 7 - <u>Postretirement benefits (continued)</u>

Discount rate

The discount rate for June 30, 2020 was 2.16%. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

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

The following presents the total non-employer OPEB liability as of June 30, 2021 measurement date, using the District's allocable proportionate percentage, calculated using the discount rate as disclosed above as well as what the total non-employer OPEB liability would be if it was calculated using a discount rate that is 1% point lower or 1% point higher than the current rate:

Total OPEB Liability (school retirees)

At current discount rate (2.16%)	\$ 23,723,658
At a 1% lower rate (1.16%)	28,417,218
At a 1% higher rate (3.16%)	20,027,761

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

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

Total OPEB Liability (school retirees)

Healthcare cost trend rate	\$ 23,723,658
At a 1% lower rate (1% decrease)	19,204,378
At a 1% higher rate (1% increase)	29,792,717

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

For the fiscal year ended June 30, 2021, the District recognized OPEB expense of \$685,075 determined by the State as the total OPEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASB Statement No. 75 and in which there is a special funding situation.

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

Note 8 - Inventory

Inventory in the food service fund as of June 30, 2022 consisted of the following:

Food	\$ 1,217
Supplies	1,982
Total	\$ 3,199

Note 9 - <u>Deferred compensation</u>

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:

Lincoln Investment Planning	AIG/Sunamerica
Valic	Prudential
New York Life	ING
GWN Marketing, Inc.	

Note 10 - <u>Interfund receivables and payables</u>

The composition of interfund balances as of June 30, 2022 is as follows:

	Receivable		Payable		
General fund	\$	59,134	\$	-	
Special Revenue fund		-		59,134	
Total	\$	59,134	\$	59,134	

The balance due from the revenue fund to the general fund of \$59,134 represents a loan as a result of cash flow issues relating to the delayed receipt of grant revenues.

Note 11 - Contingent liabilities

Grantor agencies

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

Note 12 - Risk management

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

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

Note 13 - Risk management (continued)

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

			In	terest	En	nployee	Am	ount		ing Balance ailable for
Fiscal Year	Ot	her			± •		Reimbursed		Claims	
riscai i eai	Oi.	1161	Earnings		Contrib.		Keimbursed		Ciallis	
2021 - 2022	\$	-	\$	103	\$	8,185	\$	-	\$	218,284
2020 - 2021		4,673		144		7,301		-		209,996
2019 - 2020		-		205		7,766		19,963		197,878

Note 14 - Legal reserve accounts

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

Funds placed in the capital reserve account are restricted to capital projects in the District's approved Long-Range Facilities Plan (LRFP) and updated annually in the Quality Single Accountability Continuum (QSAC). Upon submission of the LRFP to the Department of Education, a District may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes. A District may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time 561or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to NJAC 6A:26-9.1(d)1, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

Notes to the Financial Statements

Note 14 - <u>Legal reserve accounts (continued)</u>

Districts are allowed as per N.J.S.A. 18A:7F-41(a) and 41(b) to deposit to the legal reserves by Board Resolution during the month of June for any unanticipated revenue and/or unexpended line-item appropriation amounts. Pursuant to this state statute, the District deposited \$300,000 to their capital reserve account and \$100,000 to their maintenance reserve account by Board Resolution in June 2022 as summarized in the following schedule. The following schedule is a summarization of the legal reserve accounts for the current year:

								Return			
Reserve	Be	ginning	I	District	Int	erest	1	Unused			Ending
Type	В	alance		Contrib.	Ear	nings	Withdrawal		Withdrawal		 Balance
Capital	\$	661,805	\$	300,000	\$	53	\$	130,677	\$	300,000	\$ 792,535
Maintenance		477,477		100,000		-		-		100,000	477,477
Total	\$ 1	1,139,282	\$	400,000	\$	53	\$	130,677	\$	400,000	\$ 1,270,012

Note 15 - Fund balances

As described in Note 1 (O), fund balance may be restricted, committed or assigned. An analysis of the general fund balance on June 30, 2022 is as follows:

Restricted

Restricted	
Excess surplus - Designated for subsequent year's expenditures. Amount appropriated in the succeeding year's budget to reduce tax	
requirements.	\$ 561,962
Excess surplus - Represents amount in excess of allowable percentage of	\$ 501,702
expenditures. In accordance with State statute, the excess surplus is	
designated for utilization in succeeding year's budgets.	221,603
Capital reserve account - Represents funds restricted to capital projects	221,003
in the Districts long range facilities plan.	792,535
Maintenance reserve account - Represents funds accumulated for the	192,333
required maintenance of a facility in accordance with the EFCFA	
(N.J.S.A.18A:76-9).	477,477
Unemployment - Represents funds accumulated for future	4//,4//
unemployment claims.	202,798
Committed	202,798
Year-end encumbrance - Represents fund balance committed for	
purchase orders that have been issued but goods or services were not	
received as of June 30.	72,303
Assigned	72,303
Designated for subsequent year's expenditures - represents amount	
appropriated in the succeeding year's budget to reduce tax	
requirements.	4,192
Unassigned	4,132
Undesignated - Represents fund balance which has not been restricted or	
designated.	331,232
Total fund balance - Budgetary basis (Exhibit C-1)	2,664,102
Last state aid payments not recognized on GAAP basis	(345,501)
Total fund balance - GAAP basis (Exhibit B-1)	\$ 2,318,601

HOPEWELL TOWNSHIP SCHOOL DISTRICT Notes to the Financial Statements

Note 16 - <u>Calculation of excess surplus</u>

In accordance with N.J.S.A. 18A:7F-7, as amended by PL 2004, Ch. 73 (S1701), the designation for Reserved Fund Balance-Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve general fund balance at the fiscal year end of June 30, if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2022 is \$221,603.

Note 17 - Recent accounting pronouncements not yet effective

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

In June 2022, GASB issued Statement No. 101, *Compensated Absences*. This statement is effective for reporting periods beginning after December 15, 2023. The District is evaluating the effect of the pronouncement on financial reporting.

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

Note 18 - Deficit balance in unrestricted net position

The District is reporting a deficit balance in unrestricted net position for governmental activities as of June 30, 2022 of (\$391,744) on Schedule A-1 Statement of Net Position. The deficit balance is the result of reporting required by GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, which allocates the proportionate share of the State's net pension liability for PERS to each contributing entity throughout the state.

Note 19 - Deficit fund balance in the general fund

The District has a deficit fund balance of (\$14,269) in the general fund as of June 30, 2022 as reported in the fund statements. PL 2005, Chapter 97 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last state aid payment 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 inter-governmental transactions, GASB Statement No. 33 requires the recognition (revenue, expenditure, asset and 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 state aid payment in the subsequent fiscal year, the school district cannot recognize the last state aid payment on the GAAP financial statements until the year the state records the payable. Due to the timing difference of recording the last state aid payment, the general fund balance deficit does not alone indicate that the District is facing financial difficulties.

HOPEWELL TOWNSHIP SCHOOL DISTRICT Notes to the Financial Statements

Note 20 - Deficit fund balance in the special revenue fund

The District has a deficit fund balance of (\$32,547) in the special revenue fund as of June 30, 2022 as reported in the fund statements. PL 2005, Chapter 97 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last state aid payment 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 inter-governmental transactions, GASB Statement No. 33 requires the recognition (revenue, expenditure, asset and 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 state aid payment in the subsequent fiscal year, the school district cannot recognize the last state aid payment on the GAAP financial statements until the year the state records the payable. Due to the timing difference of recording the last state aid payment, the special revenue fund balance deficit does not alone indicate that the District is facing financial difficulties.

Note 21 - Risks and uncertainties

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

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

Note 22 - Subsequent events

The District has evaluated subsequent events through March 16, 2023, which is the date the financial statements were available to be issued and no additional items were noted for disclosure.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

BUDGETARY COMPARISON SCHEDULES

General Fund

Budgetary Comparison Schedule For the Fiscal Year Ended June 30, 2022

				Unaudited				Variance
		Original		Budget		Final	-	Final
		Budget		Transfers		Budget	Actual	to Actual
Revenue								
Local sources								
Local tax levy	\$ 3	3,681,939	\$	-	\$	3,681,939	\$ 3,681,939	\$ -
Tuition from individuals		33,115		-		33,115	35,101	1,986
Tuition from other LEAs within the state		54,356		-		54,356	116,087	61,731
Unrestricted miscellaneous revenues		68,106		-		68,106	329,429	261,323
Interest earned on maintenance reserve		250		-		250	-	(250)
Interest earned on capital reserve funds		250		-		250	53	(197)
Other restricted miscellaneous revenues		-		-		-	103	103
Total	3	3,838,016		-	_	3,838,016	4,162,712	 324,696
State sources								
Categorical transportation aid		197,184		_		197,184	197,184	_
Extraordinary aid		-		_		-	28,635	28,635
Categorical special education aid		279,437		_		279,437	279,437	20,033
Equalization aid	2	2,822,480		_		2,822,480	2,822,480	_
Categorical security aid	-	89,617		_		89,617	89,617	_
Adjustment aid		179,170		_		179,170	179,170	_
Other state aid		177,170		_		177,170	4,060	4,060
TPAF Pension (on-behalf)		_		_		_	1,367,101	1,367,101
TPAF Non-contributory insurance		_		_		_	19,288	19,288
TPAF Social Security (reimbursed)		_		_		_	282,155	282,155
TPAF Postretirement benefits							323,916	323,916
TPAF Long-term disability insurance		-		-		-	438	438
Total	3	3,567,888		<u> </u>	_	3,567,888	5,593,481	 2,025,593
Federal Sources								
Medicaid reimbursement		13,992				13,992	16,904	2,912
Total		13,992	_		_	13,992	16,904	 2,912
Total		13,992		-		13,992	10,904	 2,912
Total revenues	\$ 7	7,419,896	\$	<u>-</u>	\$	7,419,896	\$ 9,773,097	\$ 2,353,201
Expenditures								
Current								
Instruction - regular program								
Salaries of teachers								
Kindergarten	\$	180,291	\$	(21,478)	\$	158,813	\$ 158,813	\$ _
Grades 1-5	1	1,283,033		(103,084)		1,179,949	1,179,949	_
Grades 6-8		865,305		88,531		953,836	953,836	_
Home instruction								
Salaries of teacher		5,200		(2,506)		2,694	2,694	-
Other purchased services		-		3,286		3,286	3,286	-
Regular programs - undistributed instruction				-		•		
Other salaries for instruction		19,000		(16,288)		2,712	2,712	-
Other purchased services		18,000		(5,612)		12,388	10,824	1,564
General supplies		173,651		(60,299)		113,352	112,034	1,318
Textbooks		18,000		(18,000)		-	-	-
Other objects		4,000		6,344		10,344	3,766	6,578
Total	2	2,566,480		(129,106)	_	2,437,374	2,427,914	 9,460

See independent auditors' report.

General Fund

Principal Budget Transfers Budget Budget Budget Transfers Budget Actual Final Budget Transfers Budget Actual					Unaudited					,	Variance
Special education Spec			Original		Budget		Final	•			Final
Command Comm			Budget		Transfers		Budget		Actual		o Actual
Salaries of teachers Salaries of teachers	Expenditures (cont'd)										
Salaries of teachers \$194,50 \$(96,272) \$8,278 \$98,278 \$0.00 Other salaries for instruction 248,130 \$(217,196) 30,934 30,934 3 Textbooks 1,000 \$(1,000) \$1.00											
Other salaries for instruction 248,130 (217,196) 30,934 30,934	Learning and/or language disabilities										
General supplies 6,003 (5,543) 460 460 1-7 Textbooks 1,000 (1,000) 1-2 1-2 -3 Total 449,683 (320,011) 129,672 129,672 1-3 Multiple disabilities Salaries of teachers 65,040 65,040 65,040 65,040 -5 Other salaries for instruction 155,052 155,052 155,052 155,052 -5 General supplies - 2,789 2,789 2,789 2,789 2,789 -7 Total - 222,881 222,800 2 2,000 <t< td=""><td>Salaries of teachers</td><td>\$</td><td>194,550</td><td>\$</td><td>(96,272)</td><td>\$</td><td>98,278</td><td>\$</td><td>98,278</td><td>\$</td><td>-</td></t<>	Salaries of teachers	\$	194,550	\$	(96,272)	\$	98,278	\$	98,278	\$	-
Textbooks			248,130		(217,196)		30,934		30,934		-
Total 449,683 (320,011) 129,672 129,672	General supplies		6,003				460		460		-
Multiple disabilities 65,040 65,040 6,040 2,00	Textbooks						-		-		-
Salaries of teachers 65,040 65,040 65,040 7 65,040 65,040 65,040 7 155,052 25,050 250	Total	_	449,683		(320,011)		129,672		129,672		-
Other salaries for instruction - 155,052 155,052 1-55,052 2,050 1-55,052 2,050 2,000 2,	Multiple disabilities										
General supplies - 2,789 2,789 2,789 2,789 2,789 1 2 1	Salaries of teachers		-		65,040		65,040		65,040		-
Total	Other salaries for instruction		-		155,052		155,052		155,052		-
Resource room/resource center Salaries of teachers 377,395 (117,323) 260,072 260,072 - 2,000 - 2,000 - 2,000 - 2,000 - 2,000 - 500 - 500 - 500 - 500 - 500 - 500 - 2,000 - 2,000 - 2,000 - 2,000 - 2,000 - 2,000 - 2,500 - - 2,500 - - 2,500 - - 2,500 - - 2,500 - - 2,500 - - 2,500 - - 2,500 - - 2,500 - - - 2,500 - - - 2,500 -	General supplies		-		2,789		2,789		2,789		-
Salaries of teachers 377,395 (117,323) 260,072 260,072 2.000 General supplies 2,000 - 2,000 - 500 - 500 - 500 Textbooks 500 - 101,000 - 2,000 - 500 - 500 Total 379,895 (117,323) 262,572 260,072 2,500 Total special education 829,578 (214,453) 615,125 612,625 2,500 Basic skills/remedial Salaries of teachers 41,954 1,000 42,954 42,954 - 5 General supplies 2,000 (708) 1,292 1,292 - 5 Total 43,954 292 44,246 44,246 - 5 School-sponsored co/extra curricular activities - instruction Salaries 40,000 - 40,000 26,672 13,328 Total 21,852 - 21,852 16,264 5,588 Total instruction regular 3,501,864 3,43,267 3,158,597 3,127,721 3,087	Total		-		222,881		222,881		222,881		-
General supplies 2,000 - 2,000 - 500 - 500 Textbooks 500 - 500 - 500 Total 379,895 (117,323) 262,572 260,072 2,500 Total special education 829,578 (214,453) 615,125 612,625 2,500 Basic skills/remedial 41,954 1,000 42,954 42,954 - 42,954 - 42,954 - 42,954 - 42,954 - 42,954 - 44,246 7,000 - 7,000	Resource room/resource center										
Textbooks 500 - 500 - 500 Total 379,895 (117,323) 262,572 260,072 2,500 Total special education 829,578 (214,453) 615,125 612,625 2,500 Basic skills/remedial \$3 arries of teachers 41,954 1,000 42,954 42,954 - - General supplies 2,000 (708) 1,292 1,292 - - Total 43,954 292 44,246 44,246 - - School-sponsored co/extra curricular activities - instruction 40,000 - 40,000 26,672 13,328 Total 40,000 - 40,000 26,672 13,328 School-sponsored athletics - instruction 21,852 - 21,852 16,264 5,588 Total 21,852 - 21,852 16,264 5,588 Total instruction regular \$3,501,864 (343,267) \$3,158,597 \$3,127,721 \$30,876 Undistributed expenditu	Salaries of teachers		377,395		(117,323)		260,072		260,072		_
Textbooks 500 - 500 - 500 Total 379,895 (117,323) 262,572 260,072 2,500 Total special education 829,578 (214,453) 615,125 612,625 2,500 Basic skills/remedial \$3 arries of teachers 41,954 1,000 42,954 42,954 - - General supplies 2,000 (708) 1,292 1,292 - - Total 43,954 292 44,246 44,246 - - School-sponsored co/extra curricular activities - instruction 40,000 - 40,000 26,672 13,328 Total 40,000 - 40,000 26,672 13,328 School-sponsored athletics - instruction 21,852 - 21,852 16,264 5,588 Total 21,852 - 21,852 16,264 5,588 Total instruction regular \$3,501,864 (343,267) \$3,158,597 \$3,127,721 \$30,876 Undistributed expenditu	General supplies		2,000		-		2,000		_		2,000
Total special education 829,578 (214,453) 615,125 612,625 2,500 Basic skills/remedial 3alaries of teachers 41,954 1,000 42,954 42,954 - General supplies 2,000 (708) 1,292 1,292 - Total 43,954 292 44,246 44,246 - School-sponsored co/extra curricular activities - instruction 40,000 - 40,000 26,672 13,328 Total 40,000 - 40,000 26,672 13,328 School-sponsored athletics - instruction 21,852 - 21,852 16,264 5,588 Total 21,852 - 21,852 16,264 5,588 Total instruction regular \$3,501,864 (343,267) \$3,158,597 \$3,127,721 \$30,876 Undistributed expenditures Undistributed expenditures - instruction 102,721 \$102,721 \$102,721 \$102,721 \$5,000,721 \$5,000,721 \$5,000,721 \$5,000,721 \$5,000,721 \$5,000,721 \$5,000,721			500		-		500		-		500
Basic skills/remedial Salaries of teachers 41,954 1,000 42,954 42,954 - General supplies 2,000 (708) 1,292 1,292 - Total 43,954 292 44,246 44,246 - School-sponsored co/extra curricular activities - instruction 40,000 - 40,000 26,672 13,328 Total 40,000 - 40,000 26,672 13,328 School-sponsored athletics - instruction 3 21,852 - 21,852 16,264 5,588 Total 21,852 - 21,852 16,264 5,588 Total instruction regular \$3,501,864 (343,267) \$3,158,597 \$3,127,721 \$30,876 Undistributed expenditures Undistributed expenditures - instruction 102,721 \$102,721 \$102,721 \$102,721 \$	Total		379,895		(117,323)		262,572		260,072		2,500
Salaries of teachers 41,954 1,000 42,954 42,954 - General supplies 2,000 (708) 1,292 1,292 - Total 43,954 292 44,246 44,246 - School-sponsored co/extra curricular activities - instruction 40,000 - 40,000 26,672 13,328 Total 40,000 - 40,000 26,672 13,328 School-sponsored athletics - instruction 21,852 - 21,852 16,264 5,588 Total 21,852 - 21,852 16,264 5,588 Total instruction regular \$3,501,864 (343,267) \$3,158,597 \$3,127,721 \$30,876 Undistributed expenditures - \$102,721 \$102,721 \$102,721 \$102,721 \$	Total special education	_	829,578		(214,453)		615,125		612,625		2,500
General supplies 2,000 (708) 1,292 1,292 - Total 43,954 292 44,246 44,246 - School-sponsored co/extra curricular activities - instruction 40,000 - 40,000 26,672 13,328 Total 40,000 - 40,000 26,672 13,328 School-sponsored athletics - instruction 31,328 - 21,852 - 21,852 16,264 5,588 Total 21,852 - 21,852 16,264 5,588 Total instruction regular \$3,501,864 (343,267) \$3,158,597 \$3,127,721 \$30,876 Undistributed expenditures Undistributed expenditures - instruction - 102,721 \$102,721 \$102,721 \$ -	Basic skills/remedial										
Total 43,954 292 44,246 44,246 - School-sponsored co/extra curricular activities - instruction 40,000 - 40,000 26,672 13,328 Total 40,000 - 40,000 26,672 13,328 School-sponsored athletics - instruction Salaries 21,852 - 21,852 16,264 5,588 Total 21,852 - 21,852 16,264 5,588 Total instruction regular \$ 3,501,864 \$ (343,267) \$ 3,158,597 \$ 3,127,721 \$ 30,876 Undistributed expenditures Undistributed expenditures - instruction \$ 102,721 \$ 102,721 \$ 102,721 \$ 102,721 \$ -	Salaries of teachers		41,954		1,000		42,954		42,954		-
School-sponsored co/extra curricular activities - instruction Salaries 40,000 - 40,000 26,672 13,328 Total 40,000 - 40,000 26,672 13,328 School-sponsored athletics - instruction 21,852 - 21,852 16,264 5,588 Total 21,852 - 21,852 16,264 5,588 Total instruction regular \$ 3,501,864 \$ (343,267) \$ 3,158,597 \$ 3,127,721 \$ 30,876 Undistributed expenditures Undistributed expenditures - instruction Tuition to other LEAs within the state - special - \$ 102,721 \$ 102,721 \$ 102,721 \$ -	General supplies		2,000		(708)		1,292		1,292		-
Salaries 40,000 - 40,000 26,672 13,328 Total 40,000 - 40,000 26,672 13,328 School-sponsored athletics - instruction 21,852 - 21,852 16,264 5,588 Total 21,852 - 21,852 16,264 5,588 Total instruction regular \$3,501,864 (343,267) \$3,158,597 \$3,127,721 \$30,876 Undistributed expenditures Undistributed expenditures - instruction - \$102,721 \$102,721 \$102,721 \$- Tuition to other LEAs within the state - special \$- \$102,721 \$102,721 \$102,721 \$-	Total		43,954		292		44,246		44,246		-
Total 40,000 - 40,000 26,672 13,328 School-sponsored athletics - instruction 21,852 - 21,852 16,264 5,588 Total 21,852 - 21,852 16,264 5,588 Total instruction regular \$ 3,501,864 \$ (343,267) \$ 3,158,597 \$ 3,127,721 \$ 30,876 Undistributed expenditures Undistributed expenditures - instruction Tuition to other LEAs within the state - special \$ - \$ 102,721 \$ 102,721 \$ 102,721 \$ -	School-sponsored co/extra curricular activities - instruction										
School-sponsored athletics - instruction Salaries 21,852 - 21,852 16,264 5,588 Total 21,852 - 21,852 16,264 5,588 Total instruction regular \$ 3,501,864 \$ (343,267) \$ 3,158,597 \$ 3,127,721 \$ 30,876 Undistributed expenditures Undistributed expenditures - instruction Tuition to other LEAs within the state - special \$ - \$ 102,721 \$ 102,721 \$ 102,721 \$ -	Salaries		40,000		-		40,000		26,672		13,328
Salaries 21,852 - 21,852 16,264 5,588 Total 21,852 - 21,852 16,264 5,588 Total instruction regular \$3,501,864 (343,267) \$3,158,597 \$3,127,721 \$30,876 Undistributed expenditures Undistributed expenditures - instruction Tuition to other LEAs within the state - special \$- \$102,721 \$102,721 \$102,721 \$-	Total	_	40,000		-		40,000		26,672		13,328
Total 21,852 - 21,852 16,264 5,588 Total instruction regular Undistributed expenditures Undistributed expenditures - instruction Tuition to other LEAs within the state - special \$ - \$ 102,721 \$ 102,721 \$ 102,721 \$ - -	School-sponsored athletics - instruction										
Total 21,852 - 21,852 16,264 5,588 Total instruction regular Undistributed expenditures Undistributed expenditures - instruction Tuition to other LEAs within the state - special \$ - \$ 102,721 \$ 102,721 \$ 102,721 \$ - -	Salaries		21,852	_			21,852		16,264	_	5,588
Undistributed expenditures Undistributed expenditures - instruction Tuition to other LEAs within the state - special \$ - \$ 102,721 \$ 102,721 \$ -	Total	_	21,852		-		21,852		16,264		5,588
Undistributed expenditures - instruction Tuition to other LEAs within the state - special \$\frac{\\$}{\}\$ - \$\frac{\\$}{\}\$ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \	Total instruction regular	\$	3,501,864	\$	(343,267)	\$	3,158,597	\$	3,127,721	\$	30,876
Undistributed expenditures - instruction Tuition to other LEAs within the state - special \$\frac{\\$}{\}\$ - \$\frac{\\$}{\}\$ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \	Undistributed expenditures										
Tuition to other LEAs within the state - special \$ - \\$ 102,721 \\$ 102,721 \\$ 102,721 \\$ -											
<u> </u>		\$	-	\$	102,721	\$	102,721	\$	102,721	\$	_
	1		-		102,721	_				_	-

General Fund

		Unaudited			Variance
	Original	Budget	Final	-	Final
	Budget	Transfers	Budget	Actual	to Actual
penditures (cont'd)					
Undistributed expenditures - attendance & social work					
salaries	\$ 2,517	\$ -	\$ 2,517	\$ 2,480	\$ 37
Total	2,517	-	2,517	2,480	37
Undistributed expenditures - health services					
Salaries	84,495	157	84,652	84,652	-
Purchased professional and technical services	4,000	2,220	6,220	5,720	500
Other purchased services	100	-	100	-	100
Supplies and materials	3,300	(262)	3,038	433	2,605
Other objects	1,000		1,000	-	1,000
Total	92,895	2,115	95,010	90,805	4,205
Undistributed expenditures - speech, ot, pt & related services					
Salaries	86,609	887	87,496	87,496	-
Purchased professional - educational services	85,000	(11,237)	73,763	73,763	
Supplies and materials	1,128	128	1,256	1,228	28
Total	172,737	(10,222)	162,515	162,487	2
Undistributed expenditures - guidance					
Salaries of other professional staff	71,268	-	71,268	67,004	4,264
Other purchased services	100	-	100	-	100
Supplies and materials	1,500		1,500	1,300	200
Total	72,868	-	72,868	68,304	4,564
Undistributed expenditures - child study teams					
Salaries of other professional staff	270,223	(30,509)	239,714	158,109	81,605
Salaries of secretarial and clerical assistants	51,904	2,808	54,712	54,712	
Other purchased professional & technical services	8,000	385	8,385	8,385	
Other purchased services	9,000	(4,000)	5,000	1,691	3,309
Supplies and materials	3,000	-	3,000	1,865	1,133
Other objects	800	787	1,587	1,587	
Total	342,927	(30,529)	312,398	226,349	86,049
Undistributed expenditures - improvement of inst. service					
Salaries of supervisor of instruction	86,234	-	86,234	86,234	
Salaries of secretarial & clerical assist	-	32,164	32,164	32,069	95
Purchased professional - educational services	2,000	(304)	1,696	1,696	
Other purchased services	3,000	(2,346)	654	500	154
Supplies and materials	1,800	(1,255)	545	67	478
Total	93,034	28,259	121,293	120,566	727
Undistributed expenditures - edu. media service/sch. library					
Salaries	45,946	-	45,946	45,222	724
Other purchased services	25,000	9,712	34,712	34,712	
Supplies and materials	3,000	(1,307)	1,693	1,033	660
Total	73,946	8,405	82,351	80,967	1,384

General Fund

				Unaudited					Variance
	0	riginal		Budget	Final	-			Final
	E	Budget		Transfers	Budget		Actual		to Actual
Expenditures (cont'd)									
Undistributed expend support service - general admin.									
Salaries	\$	66,906	\$	3,882	\$ 70,788	\$	69,231	\$	1,557
Legal services		50,000		-	50,000		27,855		22,145
Audit fees		23,000		(500)	22,500		20,500		2,000
Architectural/engineering services		2,000		8,635	10,635		2,010		8,625
Communications/telephone		31,000		(8,135)	22,865		17,831		5,034
BOE other purchased services		600		-	600		-		600
Miscellaneous purch services		10,000		-	10,000		8,239		1,761
General supplies		3,056		-	3,056		2,155		901
BOE in-house training/meeting supplies		500		600	1,100		1,090		10
Judgments against the school district		40,000		(40,000)	-		-		-
Miscellaneous expenditures		4,000		-	4,000		3,639		361
BOE membership dues and fees		6,000		(600)	5,400		4,864		536
Total		237,062		(36,118)	200,944		157,414	_	43,530
Undistributed expend support service - school admin.									
Salaries of principals/assistant principals		81,906		37,503	119,409		119,409		-
Salaries of secretarial and clerical assistants		55,566		(10,312)	45,254		35,627		9,627
Other purchased services		3,249		1,001	4,250		3,354		896
Supplies and materials		3,500		5,415	8,915		8,177		738
Other objects		3,732		3,741	7,473		6,741		732
Total		147,953		37,348	185,301		173,308		11,993
Undistributed expenditures - central services									
Salaries		167,287		19	167,306		164,913		2,393
Miscellaneous purchased services		36,500		(543)	35,957		23,410		12,547
Supplies and materials		5,499		-	5,499		4,958		541
Other objects		1,065		-	1,065		1,065		_
Total		210,351		(524)	209,827		194,346	_	15,481
Undistributed expenditures - admin. info. technology									
Purchased technical services		50,282		1,524	51,806		51,806		_
Total		50,282		1,524	51,806		51,806		-
Undistributed expenditures - required maint. for school facilities									
Cleaning, repair, and maintenance services		141,116		61,716	202,832		159,162		43,670
General supplies		30,800		3,759	34,559		29,015		5,544
Other objects		39,000		(39,000)	37,337		29,013		J,J 44
Total		210,916	_	26,475	 237,391		188,177	_	49,214
10(4)		210,910		20,473	 237,391		100,1//		47,214

General Fund

				Unaudited		Varianc			
		Original		Budget	Final			Final	
		Budget		Transfers	Budget		Actual	to Ac	tual
Expenditures (cont'd)									
Undistributed expenditures - custodial services									
Salaries	\$	225,750	\$	(9,035)	\$ 216,715	\$	216,715	\$	-
Purchased professional and technical services		4,400		(2,285)	2,115		-		2,115
Cleaning, repair, and maintenance service		127,762		5,194	132,956		109,821	2	3,135
Other purchased property services		-		39,194	39,194		39,194		-
Insurance		63,746		5,014	68,760		68,760		-
Miscellaneous purchased services		700		-	700		483		217
General supplies		43,084		27,073	70,157		70,157		-
Energy (natural gas)		25,000		(5,999)	19,001		14,263		4,738
Energy (electricity)		157,336		(10,346)	146,990		139,499		7,491
Other objects		617		-	617		389		228
Total	_	648,395		48,810	697,205		659,281	3	7,924
Undistributed expenditures - care and upkeep of grounds									
Salaries		8,000		-	8,000		4,402		3,598
Cleaning, repair, and maintenance service		20,000		1,000	21,000		18,265		2,735
General supplies		2,000		(1,000)	1,000		824		176
Total		30,000		-	30,000		23,491		6,509
Undistributed expenditures - student transportation service									
Contract service-aid in lieu pymts non-public schools		9,000		7,000	16,000		15,000		1,000
Contract serv-aid in lieu pymts-charter school students		5,000		-	5,000		5,000		_
Contract serv-aid in lieu pymtschoice school students		6,000		(5,105)	895		895		-
Contr service (oth. than between home & school) - vend.		· -		4,413	4,413		4,413		_
Contract service (between home & school) - joint agreements		320,883		(5,710)	315,173		315,173		_
Contract service (sp ed stds) - joint agreements		170,000		8,323	178,323		178,323		_
Total	_	510,883	_	8,921	519,804	_	518,804		1,000
Unallocated benefits - employee benefits									
Social Security contributions		70,000		18,814	88,814		87,447		1,367
Other retirement contributions - PERS		70,000		(5,000)	65,000		59,901		5,099
Other retirement contributions - regular		· -		17,677	17,677		3,607	1	4,070
Workmen's compensation		77,000		(9,387)	67,613		67,613		_
Health benefits		862,625		19,292	881,917		871,967		9,950
Tuition reimbursement		15,000		,>-	15,000		12,770		2,230
Other employee benefits		10,496		3,708	14,204		10,471		3,733
Total		1,105,121	_	45,104	1,150,225		1,113,776		6,449

General Fund

Parameter Para				Unaudited					Variance
Properties (control)			Original	Budget	Final	•			Final
One-behalf TPAF Pension contribution \$ \$ \$ \$ \$1,367,10 \$1,408,10 One-behalf TPAF Noncontributory insurance 0 0 233,91 (323,01) One-behalf TPAF Postcritement medical benefits 0 0 233,91 (323,01) One-behalf TPAF Social Security contribution 0 0 0 1,922,88 (328,05) Total undistributed expenditures \$ 4,001,887 \$ 232,289 \$ 2,502,00 \$ (1,992,898) Total current \$ 7,503,751 \$ 1,992,89 \$ (1,693,804) \$ (1,992,898) \$ (1,992,898) \$ (1,992,898) \$ (1,992,898) \$ (1,992,898) \$ (1,992,898) \$ (1,992,898) \$ (1,992,898) \$ (1,992,898) \$ (1,992,898) \$ (1,992,898) \$ (1,992,898) \$ (1,992,898) \$ (1,992,898) \$ (1,992,898) \$ (1,992,898) \$ (1,992,898) \$ (1,992,898) \$		_	Budget	 Transfers	 Budget		Actual	_	to Actual
On-behalf TPAF Non-centribution insurance	•								
Compone Ministrice 1997		\$	-	\$ -	\$ -	\$		\$	
Company Comp			-	-	-				
Capital outlay			-	-	-				
Total undistributed expenditures \$ 4,001,887 \$ 232,289 \$ 4,231,70 \$ 5,927,90 \$ (1,693,804) Total current \$ 7,503,751 \$ (110,978) \$ 7,392,773 \$ 9,055,701 \$ (1,693,804) Capital outlay Equipment \$ 20,887 \$ 32,996 \$ 32,996 \$ 32,996 \$ 32,996 \$ 32,996 \$ 3,742 <td< td=""><td></td><td></td><td>-</td><td>-</td><td>-</td><td></td><td></td><td></td><td></td></td<>			-	-	-				
Total undistributed expenditures	·	_	-	 -	 -				
Total current S 7,503,751 S 10,078 S 7,392,773 S 9,055,701 S 1,662,928	Total		-	 -	 -	_	1,992,898	_	(1,992,898)
Capital outlay Equipment S 20,888 \$ 32,998 \$ 32,989 \$ 32,989 \$ 32,989 \$ 32,989	Total undistributed expenditures	\$	4,001,887	\$ 232,289	\$ 4,234,176	\$	5,927,980	\$	(1,693,804)
Equipment \$ 12,109 \$ 20,887 \$ 32,996	Total current	\$	7,503,751	\$ (110,978)	\$ 7,392,773	\$	9,055,701	\$	(1,662,928)
Equipment \$ 12,109 \$ 20,887 \$ 32,996	Capital outlay								
Grades 6-8 Special education - instruction Special education - instruction in Multiple disabilities \$12,109 \$20,887 \$32,996 \$32,996 \$3,742									
Multiple disabilities 3,742 3,742 3,742 3,742 3,742 3,742 10 <td></td> <td>\$</td> <td>12,109</td> <td>\$ 20,887</td> <td>\$ 32,996</td> <td>\$</td> <td>32,996</td> <td>\$</td> <td>_</td>		\$	12,109	\$ 20,887	\$ 32,996	\$	32,996	\$	_
Multiple disabilities 3,742 3,742 3,742 3,742 3,742 3,742 10 <td>Special education - instruction</td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td>	Special education - instruction								
Undistributed Undistributed expenditures - custodial services Total equipment - 25,556 25,556 25,556 -	•		-	3,742	3,742		3,742		_
Total equipment 12,109 50,185 62,294 62,294 - Facilities acquisition and construction service Total facilities acquisition and constructions services 18,948 18,948 18,948 18,948 148,602 Assessment for debt service on SDA funding 17,182 - 17,182 17,182 17,182 17,182 17,182 - 148,602 Total facilities acquisition and construction service 17,182 308,625 325,807 177,05 148,602 Total capital outlay \$ 29,291 \$ 358,810 \$ 388,101 \$ 239,499 \$ 148,602 Transfer of funds to charter schools \$ 43,939 \$ 52,168 \$ 96,107 \$ 96,107 \$ - Excess (deficiency) of revenues over (under) expenditures \$ 7,576,981 \$ 300,000 \$ 7,876,981 \$ 9,391,307 \$ (1,514,326) Other financing sources (uses) \$ (55,955) \$ 300,000 \$ 7,876,981 \$ 381,790 \$ 838,875 Operating transfer out \$ (55,955) \$ (55,955) \$ (55,955) \$ (65,095) \$ (65,095) \$ (65,095) \$ (65,095) \$ (65,095)				ŕ	ŕ		ŕ		
Total equipment 12,109 50,185 62,294 62,294 - Facilities acquisition and construction service Total facilities acquisition and constructions services 18,948 18,948 18,948 18,948 148,602 Assessment for debt service on SDA funding 17,182 - 17,182 17,182 17,182 17,182 17,182 - 148,602 Total facilities acquisition and construction service 17,182 308,625 325,807 177,05 148,602 Total capital outlay \$ 29,291 \$ 358,810 \$ 388,101 \$ 239,499 \$ 148,602 Transfer of funds to charter schools \$ 43,939 \$ 52,168 \$ 96,107 \$ 96,107 \$ - Excess (deficiency) of revenues over (under) expenditures \$ 7,576,981 \$ 300,000 \$ 7,876,981 \$ 9,391,307 \$ (1,514,326) Other financing sources (uses) \$ (55,955) \$ 300,000 \$ 7,876,981 \$ 381,790 \$ 838,875 Operating transfer out \$ (55,955) \$ (55,955) \$ (55,955) \$ (65,095) \$ (65,095) \$ (65,095) \$ (65,095) \$ (65,095)	Undistributed expenditures - custodial services		-	25,556	25,556		25,556		_
Architectural/engineering services - 18,948 </td <td>*</td> <td></td> <td>12,109</td> <td>50,185</td> <td></td> <td></td> <td></td> <td></td> <td></td>	*		12,109	50,185					
Architectural/engineering services - 18,948 </td <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td>									
Construction services 1289,677 289,677 289,677 141,075 148,602 Assessment for debt service on SDA funding Total facilities acquisition and construction service 17,182 - 17,182 17,182 - 17,182 - 18,002									
Assessment for debt service on SDA funding 17,182 - 17,182 17,182 - 17,182 17,182 - 18,000 Total facilities acquisition and construction service 17,182 308,625 325,807 177,205 148,602 Total capital outlay \$ 29,291 \$ 358,810 \$ 388,101 \$ 239,499 \$ 148,602 Transfer of funds to charter schools \$ 43,939 \$ 52,168 \$ 96,107 \$ 96,107 \$ - Total expenditures \$ 7,576,981 \$ 300,000 \$ 7,876,981 \$ 9,391,307 \$ (15,14,326) Excess (deficiency) of revenues over (under) expenditures \$ (157,085) \$ (300,000) \$ (457,085) \$ 381,790 \$ 838,875 Oberating transfer out Transfer to special revenue fund - preschool programs \$ (65,095) - \$ (65,095) \$ (65,095) - \$ - Capital reserve - transfer to capital projects fund \$ (300,000) 300,000 \$ - - \$ - - \$ - Total other financing sources (uses) \$ (365,095) 300,000 \$ (65,095) \$ (65,095) - \$ - - \$ - - \$ - - \$ - - \$ - - \$ - - \$ -			-		*				-
Total facilities acquisition and construction service 17,182 308,625 325,807 177,205 148,602 Total capital outlay \$ 29,291 \$ 358,810 \$ 388,101 \$ 239,499 \$ 148,602 Transfer of funds to charter schools \$ 43,939 \$ 52,168 \$ 96,107 \$ 96,107 \$ - Total expenditures \$ 7,576,981 \$ 300,000 \$ 7,876,981 \$ 9,391,307 \$ (1,514,326) Excess (deficiency) of revenues over (under) expenditures \$ (157,085) \$ (300,000) \$ (457,085) \$ 381,790 \$ 838,875 Other financing sources (uses) Operating transfer out \$ (65,095) \$			-	289,677					148,602
Total capital outlay \$\frac{2}{2},2921\$ \$\frac{3}{2},358,810\$ \$\frac{3}{2},388,101\$ \$\frac{2}{2},294,99\$ \$\frac{1}{2},486,002\$ Transfer of funds to charter schools \$\frac{4}{3},939\$ \$\frac{5}{2},168\$ \$\frac{9}{6},107\$ \$\frac{9}{6},107\$ \$\frac{9}{6},107\$ \$\frac{1}{6},017\$ \$	_			 -					
Transfer of funds to charter schools \$ 43,939 \$ 52,168 \$ 96,107 \$ 96,107 \$ - Total expenditures \$ 7,576,981 \$ 300,000 \$ 7,876,981 \$ 9,391,307 \$ (1,514,326) Excess (deficiency) of revenues over (under) expenditures \$ (157,085) \$ (300,000) \$ (457,085) \$ 381,790 \$ 838,875 Other financing sources (uses) Operating transfer out Transfer to special revenue fund - preschool programs Capital reserve - transfer to capital projects fund (300,000) 300,000 Total other financing sources (uses) (365,095) 300,000 (65,095) (65,095) Excess (deficiency) of revenues & other financing sources over (under) expenditures & other financing uses (522,180) - (522,180) 316,695 838,875 Fund balances, July 1 2,347,407 - 2,347,407 2,347,407 -	Total facilities acquisition and construction service	_	17,182	 308,625	 325,807		177,205	_	148,602
Total expenditures \$ 7,576,981 \$ 300,000 \$ 7,876,981 \$ 9,391,307 \$ (1,514,326) Excess (deficiency) of revenues over (under) expenditures \$ (157,085) \$ (300,000) \$ (457,085) \$ 381,790 \$ 838,875 Other financing sources (uses) Operating transfer out \$ (65,095) - (65,095) (65,095) - Transfer to special revenue fund - preschool programs Capital reserve - transfer to capital projects fund (300,000) 300,000 - - - - Total other financing sources (uses) (365,095) 300,000 (65,095) (65,095) - <td>Total capital outlay</td> <td>\$</td> <td>29,291</td> <td>\$ 358,810</td> <td>\$ 388,101</td> <td>\$</td> <td>239,499</td> <td>\$</td> <td>148,602</td>	Total capital outlay	\$	29,291	\$ 358,810	\$ 388,101	\$	239,499	\$	148,602
Excess (deficiency) of revenues over (under) expenditures \$ (157,085) \$ (300,000) \$ (457,085) \$ 381,790 \$ 838,875 Other financing sources (uses) Operating transfer out Transfer to special revenue fund - preschool programs Capital reserve - transfer to capital projects fund (300,000) 300,000 Total other financing sources (uses) Excess (deficiency) of revenues & other financing sources over (under) expenditures & other financing uses (522,180) - (522,180) 316,695 838,875 Fund balances, July 1 2,347,407 - 2,347,407 2,347,407 -	Transfer of funds to charter schools	\$	43,939	\$ 52,168	\$ 96,107	\$	96,107	\$	
Other financing sources (uses) Operating transfer out Transfer to special revenue fund - preschool programs Capital reserve - transfer to capital projects fund Total other financing sources (uses) Excess (deficiency) of revenues & other financing sources over (under) expenditures & other financing uses (522,180) 2,347,407 2,347,407 2,347,407 - C65,095) (65,095)	Total expenditures	\$	7,576,981	\$ 300,000	\$ 7,876,981	\$	9,391,307	\$	(1,514,326)
Operating transfer out (65,095) - (65,095) (65,095) - Capital reserve - transfer to capital projects fund (300,000) 300,000 - - Total other financing sources (uses) (365,095) 300,000 (65,095) (65,095) - Excess (deficiency) of revenues & other financing sources over (under) expenditures & other financing uses (522,180) - (522,180) 316,695 838,875 Fund balances, July 1 2,347,407 - 2,347,407 2,347,407 -	Excess (deficiency) of revenues over (under) expenditures	\$	(157,085)	\$ (300,000)	\$ (457,085)	\$	381,790	\$	838,875
Transfer to special revenue fund - preschool programs (65,095) - (65,095) (65,095) - Capital reserve - transfer to capital projects fund (300,000) 300,000									
Capital reserve - transfer to capital projects fund (300,000) 300,000 - - - Total other financing sources (uses) (365,095) 300,000 (65,095) (65,095) - Excess (deficiency) of revenues & other financing sources over (under) expenditures & other financing uses (522,180) - (522,180) 316,695 838,875 Fund balances, July 1 2,347,407 - 2,347,407 2,347,407 -			(65,095)	_	(65,095)		(65,095)		_
Total other financing sources (uses) (365,095) 300,000 (65,095) - Excess (deficiency) of revenues & other financing sources over (under) expenditures & other financing uses (522,180) - (522,180) 316,695 838,875 Fund balances, July 1 2,347,407 - 2,347,407 2,347,407 -				300,000	-		-		_
over (under) expenditures & other financing uses (522,180) - (522,180) 316,695 838,875 Fund balances, July 1 2,347,407 - 2,347,407 2,347,407					(65,095)		(65,095)		-
over (under) expenditures & other financing uses (522,180) - (522,180) 316,695 838,875 Fund balances, July 1 2,347,407 - 2,347,407 2,347,407	Evenes (deficiency) of revenues & other factories course								
	•		(522,180)	-	(522,180)		316,695		838,875
	Fund balances, July 1		2,347,407	-	2,347,407		2,347,407		-
	Fund balances, June 30	\$	1,825,227	\$ -	\$	\$		\$	838,875

General Fund

		Unaudited				Variance	
	Original	Budget		Final			Final
	Budget	Transfers		Budget	Actual		to Actual
Recapitulation of excess (deficiency) of revenues							
over (under) expenditures							
Adjustment for prior year encumbrances	\$ (27,680)	\$ -	\$	(27,680)	\$ (27,680)	\$	-
Increase in capital reserve	-	300,000		300,000	300,000		-
Interest deposit to capital reserve	250	-		250	53		(197)
Withdrawal from capital reserve	(300,000)	-		(300,000)	(169,323)		130,677
Increase in maintenance reserve	-	100,000		100,000	100,000		-
Interest earned on maintenance reserve	250	-		250	-		(250)
Withdrawal from maintenance reserve	(100,000)	-		(100,000)	(100,000)		-
Interest earned on unemployment compensation	-	-		-	103		103
Budgeted fund balance	 (95,000)	(400,000)		(495,000)	213,542		708,542
Total	\$ (522,180)	\$ -	\$	(522,180)	\$ 316,695	\$	838,875
						_	
Recapitulation of fund balance							
Restricted fund balance							
Excess surplus - designated for subsequent							
year's expenditures					\$ 561,962		
Excess surplus - current year					221,600		
Capital reserve					792,535		
Maintenance reserve					477,477		
Unemployment compensation					202,798		
Committed fund balance							
Year-end encumbrances					72,303		
Assigned fund balance							
Designated for subsequent year's expenditures					4,192		
Unassigned fund balance					 331,235		
Fund balance per budgetary basis					2,664,102		
Reconciliation to governmental statements (GAAP)							
Last state aid payments not recognized on GAAP basis					 (345,501)		
Fund balance per governmental funds (GAAP)					\$ 2,318,601		

Special Revenue Fund

		Jnaudited				Variance		
	Original		Budget		Final			Final to
	Budget		Transfers		Budget		Actual	Actual
Revenues								
Federal sources	\$ 1,857,776	\$	-	\$	1,857,776	\$	535,199	\$ (1,322,577)
Local sources	20,000		-		20,000		90,268	70,268
State sources	 630,495				630,495	_	411,546	 (218,949)
Total revenues	\$ 2,508,271	\$		\$	2,508,271	\$	1,037,013	\$ (1,471,258)
Expenditures								
Instruction								
Salaries	\$ 1,088,197	\$	(23,000)	\$	1,065,197	\$	425,608	\$ 639,589
Purchased professional								
& technical services	145,889		(45,889)		100,000		-	100,000
Other purchased services	27,366		-		27,366		-	27,366
Supplies	298,973		(38,375)		260,598		23,241	237,357
Total	1,560,425		(107,264)		1,453,161		448,849	1,004,312
Support services								
Tuition	160,788		-		160,788		160,788	-
Salaries	93,348		-		93,348		24,772	68,576
Employee benefits	443,920		(1,760)		442,160		212,849	229,311
Purchased professional								
& technical services	101,917		70,889		172,806		55,058	117,748
Transportation	46,000		-		46,000		44,420	1,580
Other purchased services	31,847		25,913		57,760		3,445	54,315
Supplies	26		12,222		12,248		11,659	589
Student activities	20,000		-		20,000		13,135	6,865
Total	897,846		107,264		1,005,110		526,126	478,984
Capital								
Non-instructional Equipment	 50,000				50,000		50,000	 -
Total expenditures	\$ 2,508,271	\$		\$	2,508,271	\$	1,024,975	\$ 1,483,296

Special Revenue Fund

			Unaı	ıdited					V	⁷ ariance
	- C	Original		Budget		Final			F	Final to
]	Budget	Tran	sfers		Budget		Actual		Actual
Excess (deficiency) of revenues over (under) expenditures	\$	-	\$	-	\$	-	\$	12,038	\$	12,038
Fund balances, July 1		29,264				29,264		29,264		
Fund balances, June 30	\$	29,264	\$		\$	29,264	\$	41,302	\$	12,038
Recapitulation of fund balance Restricted fund balance Student activities Fund balance per budgetary basis							<u>\$</u>	41,302 41,302		

Notes to Required Supplementary Information Budget-to-GAAP Reconciliation For the Fiscal Year Ended June 30, 2022

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

		6	Special
	General	R	Revenue
Sources/Inflows of Resources	 Fund		Fund
Actual amounts (budgetary basis) "revenues" from the			
budgetary comparison schedules	\$ 9,773,097	\$ 1	1,037,013
Difference - Budget to GAAP			
Grant accounting budgetary basis differs from GAAP in that			
encumbrances are recognized as expenditures and the related			
revenue is recognized:			
Outstanding encumbrances prior year	-		11,424
Outstanding encumbrances current year	-		(50,000)
Difference - Budget to GAAP			
The last state aid payment is recognized as revenue for			
budgetary purposes, and differs from GAAP which does not			
recognize this revenue until the subsequent year when the			
State recognizes the related expenses (GASB 33):			
State aid receivable prior year	342,132		33,288
State aid receivable current year	(345,501)		(32,547)
Total revenues (GAAP basis)	\$ 9,769,728	\$	999,178

Notes to Required Supplementary Information Budget-to-GAAP Reconciliation (continued) For the Fiscal Year Ended June 30, 2022

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

			Special
	General]	Revenue
Uses/Outflows of Resources	 Fund		Fund
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	\$ 9,456,402	\$	1,024,975
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes:			
Outstanding encumbrances prior year	_		11,424
Outstanding encumbrances current year	 		(50,000)
Total expenditures (GAAP basis)	\$ 9,456,402	\$	986,399

REQUIRED SUPPLEMENTARY INFORMATION - PART III

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

Schedule of the District's Proportionate Share of the Net Pension Liability Public Employees Retirement System Last Ten Fiscal Years

,	District's proportion of the net pension liability (asset)				rict's covered	District's proportion of the net pension liability (asset) as a percentage of its	Plan fiduciary net position as as a percentage of the
	Percentage		Value	emp	loyee payroll	covered employee payroll	total pension liability
2013	0.0043772900%	\$	836,587		N/A	N/A	48.72%
2014	0.0044570100%		834,475		N/A	N/A	52.08%
2015	0.0050921700%		1,143,090	\$	357,938	319.35%	47.93%
2016	0.0052094550%		1,542,889		342,827	450.05%	40.14%
2017	0.0051338900%		1,195,087		390,582	305.98%	48.10%
2018	0.0056571100%		1,113,857		393,070	283.37%	53.60%
2019	0.0057461383%		1,035,367		439,765	235.44%	56.27%
2020	0.0061347435%		1,000,416		374,274	267.30%	58.32%
2021	0.0051148638%		605,932		372,624	162.61%	70.33%
2022	N/A		N/A		420,454	N/A	N/A

Schedule of District's Contributions Public Employees Retirement System Last Ten Fiscal Years

	Cor	ntractually	Contrib	utions in relation					Contribution	s as a
	required		to the contractually		Co	ntribution	Distr	ict's covered	percentage of	covered
	cor	ntribution	requir	ed contribution	defici	ency (excess)	emp	loyee payroll	employee p	ayroll
2013		N/A		N/A		N/A	'	N/A		N/A
2014	\$	32,982	\$	(32,982)	\$	-		N/A		N/A
2015		36,743		(36,743)		-	\$	357,938		10.27%
2016		43,779		(43,779)		-		342,827		12.77%
2017		46,280		(46,280)		-		390,582		11.85%
2018		47,560		(47,560)		-		393,070		12.10%
2019		56,504		(56,504)		-		439,765		12.85%
2020		55,893		(55,893)		-		374,274		14.93%
2021		67,111		(67,111)		-		372,624		18.01%
2022		59,901		(59,901)		-		420,454		14.25%

Schedule of the District's Proportionate Share of the Net Pension Liability Teacher's Pension and Annuity Fund Last Ten Fiscal Years

	Proportionate sh		sion liability State			Distr	rict's covered	District's proportion net pension liability (as a percentage of	(asset)	Plan fiduciary net position as as a percentage of the
	Percentage	Value	propor	tion	Total	emp	loyee payroll	covered employee pa	ayroll	total pension liability
2013	0.00%	\$ -	\$ 17,1	37,375	\$ 17,137,375		N/A		N/A	33.76%
2014	0.00%	-	16,1	54,778	16,154,778		N/A		N/A	33.64%
2015	0.00%	-	22,2	40,528	22,240,528	\$	3,495,758		0.00%	28.71%
2016	0.00%	-	27,7	29,244	27,729,244		3,490,672		0.00%	22.33%
2017	0.00%	-	23,2	99,063	23,299,063		3,649,797		0.00%	25.41%
2018	0.00%	-	21,8	394,173	21,894,173		3,460,481		0.00%	26.49%
2019	0.00%	-	21,3	66,124	21,366,124		3,491,841		0.00%	26.95%
2020	0.00%	-	21,1	92,709	21,192,709		3,659,917		0.00%	24.60%
2021	0.00%	-	15,2	204,551	15,204,551		3,744,189		0.00%	35.52%
2022	N/A	N/A		N/A	N/A		3,836,817		N/A	N/A

Schedule of District's Contributions Teacher's Pension and Annuity Fund Last Ten Fiscal Years

	Co	ntractually	Contribu	itions in relation				Contributions as a		
	required		required to the contractually		Contribution	Dist	rict's covered	percentage of covered		
	contribution		required contribution		deficiency (excess)	emp	oloyee payroll	employee payroll		
2013	\$	208,153	\$	(208,153)	\$ -		N/A	N/A		
2014		139,317		(139,317)	-		N/A	N/A		
2015		177,473		(177,473)	-	\$	3,495,758	5.08%		
2016		268,827		(268,827)	-		3,490,672	7.70%		
2017		375,099		(375,099)	-		3,649,797	10.28%		
2018		506,814		(506,814)	-		3,460,481	14.65%		
2019		684,722		(684,722)	-		3,491,841	19.61%		
2020		718,569		(718,569)	-		3,659,917	19.63%		
2021		729,296		(729,296)	-		3,744,189	19.48%		
2022		926,822		(926,822)	-		3,836,817	24.16%		

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

Schedule of the District's Proportionate Share of the Net Other Postemployment Employee Benefits Liability Last Ten Fiscal Years

Proportionate share of other postemployment District's proportion of the Plan fiduciary net position employee benefits liability (asset) other postemployment employee as a percentage of the liability (asset) as a percentage total other postemployment District's proportion State's District's covered of its covered employee payroll employee benefits liability Percentage Value proportion Total employee payroll 2013 N/A N/A N/A N/A N/A N/A N/A 2014 N/A N/A N/A N/A N/A N/A N/A N/A 2015 N/A N/A N/A N/A N/A N/A 2016 N/A N/A N/A N/A N/A N/A N/A 4,040,379 2017 0.00% \$ \$ 23,646,195 \$ 23,646,195 \$ 0.00% 0.00% 19,440,326 19,440,326 0.00% 0.00% 0.00% 2018 3,853,551 2019 0.00% 17,444,824 17,444,824 3,931,606 0.00% 0.00% 2020 0.00% 0.00% 27,404,723 27,404,723 4,034,191 0.00% 2021 0.00% 0.00% 23,723,658 23,723,658 4,116,813 0.00% 2022 N/A N/A N/A N/A N/A N/A N/A

Notes to the Required Supplementary Information - Part III (Unaudited) June 30, 2022

Note 1 - Special funding situation - TPAF and other postretirement benefits

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

Note 2 - Changes in assumptions - TPAF

The discount rate was 5.40% in State fiscal year 2020 and 7.00% in State fiscal year 2021. The inflation rate was 2.75% in State fiscal year 2020 and 2.75% in State fiscal year 2021.

Note 3 - <u>Changes in assumptions - PERS</u>

The discount rate was 7.00% in State fiscal year 2020 and 7.00% in State fiscal year 2021. The inflation rate was 2.75% for State fiscal year 2020 and 2.75% for State fiscal year 2021.

Note 4 - Changes in assumptions - other postretirement employee benefits

The other postretirement employee benefits discount rate decreased from 2.21% in State fiscal year 2020 to 2.16% in State fiscal year 2021. The inflation rate was 2.50% for State fiscal year 2020 and 2021.

Note 5 - Changes in healthcare trend assumptions - other postretirement employee benefits

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

Note 6 - <u>Changes in benefit term assumptions - other postretirement employee benefits</u> There was a decrease in liability from June 30, 2020 to June 30, 2021 due to employers adopting Chapter 44 provisions.

SPECIAL REVENUE FUND

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

Special Revenue Fund

Combining Schedule of Program Revenues and Expenditures - Budgetary Basis For the Fiscal Year Ended June 30, 2022

	Total Brought Forward	IDEA Basic	ESSA Title IA	ESSA Title IIA	CRRSA ESSER II	CRRSA Mental Health	Total
Revenues Federal sources Local sources State sources	\$ 72,107 90,268 411,546	\$ 160,788	\$ 91,179 - -	\$ 4,020 - -	\$ 200,275	\$ 6,830	\$ 535,199 90,268 411,546
Total revenues	\$ 573,921	\$ 160,788	\$ 91,179	\$ 4,020	\$ 200,275	\$ 6,830	\$ 1,037,013
Expenditures Instruction Salaries Supplies Total	\$ 229,673 23,241 252,914	\$ - -	\$ 61,179 - 61,179	\$ - -	\$ 134,756 - 134,756	\$ - -	\$ 425,608 23,241 448,849
Support services	· · · · · · · · · · · · · · · · · · ·						
Tuition Salaries Employee benefits	24,772 124,741	160,788	30,000	-	- - 58,108	-	160,788 24,772 212,849
Purchased professional & technical services Transportation	47,653 44,420	-	-	575	-	6,830	55,058 44,420
Other purchased services Supplies	4,248	-	-	3,445	7,411	- -	3,445 11,659
Student activities Total	13,135 258,969	160,788	30,000	4,020	65,519	6,830	13,135 526,126
Capital Outlay Non-instructional equipment Total	50,000		<u>-</u>	<u>-</u>		- -	50,000
Total expenditures	\$ 561,883	\$ 160,788	\$ 91,179	\$ 4,020	\$ 200,275	\$ 6,830	\$ 1,024,975
Excess (deficiency) of revenues over (under) expenditures	\$ 12,038	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,038
Fund balances, July 1	29,264						29,264
Fund balances, June 30	\$ 41,302	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 41,302

Special Revenue Fund

Combining Schedule of Program Revenues and Expenditures - Budgetary Basis (continued) For the Fiscal Year Ended June 30, 2022

	ARP Learning Acceleration		CARES Emergency Relief		REAP		Preschool Education		Student Activities		Total Carried Forward	
Revenues												
Federal sources	\$	46,764	\$	5,789	\$	19,554	\$	-	\$	-	\$	72,107
Local sources		-		-		-		65,095		25,173		90,268
State sources							_	411,546				411,546
Total revenues	\$	46,764	\$	5,789	\$	19,554	\$	476,641	\$	25,173	\$	573,921
Expenditures												
Instruction												
Salaries	\$	-	\$	-	\$	-	\$	229,673	\$	-	\$	229,673
Supplies		-		5,652		-		17,589		-		23,241
Total		-		5,652		-	_	247,262		-		252,914
Support services												
Tuition		_		_		_		_		_		_
Salaries		_		_		19,554		5,218		_		24,772
Employee benefits		-		-		-		124,741		-		124,741
Purchased professional												
& technical services		42,653		-		-		5,000		-		47,653
Transportation		-		-		-		44,420		-		44,420
Other purchased services		-		-		-		-		-		-
Supplies		4,111		137		-		-		-		4,248
Student activities		-		-		-		-		13,135		13,135
Total		46,764		137		19,554	_	179,379	_	13,135	_	258,969
Capital Outlay												
Non-instructional equipment		_		_		_		50,000		_		50,000
Total		-		-		-	_	50,000		-		50,000
Total expenditures	\$	46,764	\$	5,789	\$	19,554	\$	476,641	\$	13,135	\$	561,883
Excess (deficiency) of revenues over (under) expenditures	\$	-	\$	-	\$	-	\$	-	\$	12,038	\$	12,038
Fund balances, July 1										29,264		29,264
Fund balances, June 30	\$	-	\$	-	\$	-	\$	_	\$	41,302	\$	41,302

Special Revenue Fund

Schedule of Preschool Education Aid Expenditures - Budgetary Basis For the Fiscal Year Ended June 30, 2022

		Final			Variance Final to
	Budget			Actual	 Actual
Expenditures					
Instruction					
Salaries	\$	194,843	\$	177,526	\$ 17,317
Other salaries		68,998		52,147	16,851
Supplies		19,652		17,589	2,063
Total instruction		283,493		247,262	 36,231
Support services					
Salaries		64,283		-	64,283
Other salaries		29,065		5,218	23,847
Employee benefits		124,741		124,741	-
Purchased professional &					
educational services		5,000		5,000	-
Transportation - between home & school		44,000		44,000	-
Transportation - field trips		2,000		420	1,580
Other purchased services		2,000		-	 2,000
Total support services		271,089		179,379	 91,710
Capital					
Non-instructional Equipment		50,000		50,000	
Total expenditures	\$	604,582	\$	476,641	\$ 127,941

Special Revenue Fund

Schedule of Preschool Education Aid Expenditures - Budgetary Basis (continued) For the Fiscal Year Ended June 30, 2022

Calculation of Budget & Carryover

Total revised 2021 - 2022 Preschool education aid allocation	\$ 325,475
Add: actual ECPA/PEA carryover (June 30, 2021)	214,012
Add: budgeted transfer from general fund	65,095
Total preschool education aid funds available for 2021 - 2022 budget	604,582
Less: 2021 - 2022 budgeted preschool education aid	 (604,582)
Available and unbudgeted preschool education funds as of June 30, 2022	-
Add: 2021 - 2022 unexpended preschool education aid	127,941
Add: 2020 - 2021 unexpended preschool education aid not budgeted	
in the subsequent year	107,340
2021 - 2022 Actual carryover preschool education aid	\$ 235,281
2021 - 2022 Preschool education aid carryover budgeted for 2022 - 2023	\$

CAPITAL PROJECTS FUND

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

Capital Projects Fund Summary Schedule of Project Expenditures For the Fiscal Year Ended June 30, 2022

GAAP

					0.71	Of II II				
			Revised		Expenditu	res to	Date	Unexpended		
	Approval]	Budgetary		Prior	(Current	Appropriation		
Description	Date	Appropriations			Years		Year	06/30/22		
Solar heat & HVAC project		\$	2,821,375	\$	2,779,050	\$	42,325	\$	-	
Site improvements			339,595		335,318		4,277		-	
Parking lot			950,000		947,706		2,294			
		\$	4,110,970	\$	4,062,074	\$	48,896	\$		

Capital Projects Fund

Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance Budgetary Basis

For the Fiscal Year Ended June 30, 2022

Expenditures and other financing uses	
Transfer to debt service fund	\$ 48,896
Total expenditures	48,896
Excess (deficiency) of revenues and other financing sources over (under) expenditures & other financing uses	(48,896)
Fund balance - beginning	 48,896
Fund balance - ending	\$

Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status Budgetary Basis

Solar Heat & HVAC

For the Fiscal Year Ended June 30, 2022

	Prior	Current		Revised Authorized		
	Periods	Year	Totals	Cost		
Revenues and other financing sources						
Local sources						
Bond proceeds	\$ 2,821,000	\$ -	\$ 2,821,000	\$ 2,821,000		
Transfers in from capital reserve	375		375	375		
Total revenues	2,821,375		2,821,375	2,821,375		
Expenditures and other financing uses Purchased professional & technical services Construction	276,701 2,218,766	-	276,701 2,218,766	217,875 2,513,500		
Other	53,583	-	53,583	90,000		
Transfer to debt service fund	230,000	42,325	272,325			
Total expenditures	2,779,050	42,325	2,821,375	2,821,375		
Excess (deficiency) of revenues over (under) Expenditures	\$ 42,325	\$ (42,325)	\$ -	\$ -		

Additional Project Information

Project number	2270-060-09-1000		
Authorization date	2/9/2009		
Bond authorized	\$ 2,821,000		
Bonds issued	2,821,000		
Original authorized cost	2,821,375		
Additional authorized cost	-		
Revised authorized cost	2,821,375		
Percentage completion	100.00%		

Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status Budgetary Basis

Site Improvements

For the Fiscal Year Ended June 30, 2022

	Prior Periods		Current Year		Totals		Revised Authorized Cost	
Revenues and other financing sources								
Local sources								
Transfers in from capital reserve	\$	339,595	\$		\$	339,595	\$	339,595
Total revenues		339,595				339,595		339,595
Expenditures and other financing uses								
Purchased professional & technical services		74,958		-		74,958		79,235
Construction		260,360		-		260,360		260,360
Transfer to debt service fund		-		4,277		4,277		-
Total expenditures		335,318		4,277		339,595		339,595
Excess (deficiency) of revenues over (under) expenditures	\$	4,277	\$	(4,277)	\$	_	\$	-
		<u> </u>						
Additional Project Information	-							
Project number				N/A				
Authorization date				N/A				
Bond authorized				N/A				
Bonds issued				N/A				
Original authorized cost			\$	339,595				
Additional authorized cost				-				
Revised authorized cost				339,595				
Percentage completion				100.00%				

Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status Budgetary Basis

Parking Lot

For the Fiscal Year Ended June 30, 2022

Revenues and other financing sources	Prior Periods		Current Year		Totals		Revised Authorized Cost	
Local sources		0.50.000					Φ.	0.70.000
Transfers in from capital reserve	\$	950,000	\$		\$	950,000	\$	950,000
Total revenues		950,000				950,000		950,000
Expenditures and other financing uses								
Purchased professional & technical services		22,194		-		22,194		24,488
Construction		925,512		-		925,512		925,512
Transfer to debt service fund		-		2,294		2,294		-
Total expenditures		947,706		2,294		950,000		950,000
Excess (deficiency) of revenues over (under) expenditures	\$	2,294	\$	(2,294)	\$		\$	
Additional Project Information	_							
Project number	_			N/A				
Authorization date				N/A				
Bond authorized				N/A				
Bonds issued				N/A				
Original authorized cost			\$	950,000				
Additional authorized cost				-				
Revised authorized cost				950,000				
Percentage completion				100.00%				

PROPRIETARY FUND

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

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

FIDUCIARY FUNDS

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

(NOT APPLICABLE TO THIS REPORT)

LONG-TERM DEBT SCHEDULES

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

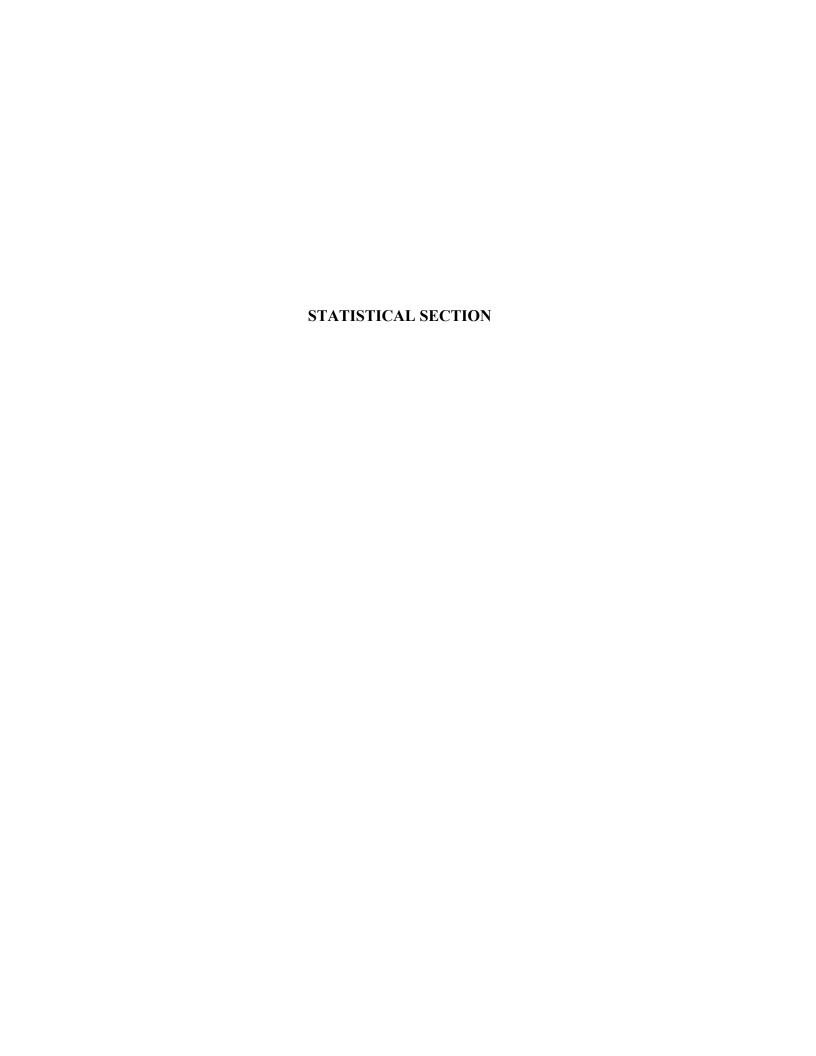
Long-Term Debt Schedule of Serial Bonds June 30, 2022

Issue	Date of Issue	Amount of Issue	Annual Date	Maturities Amount	Interest Rate	Balance 07/01/21	Issued	Retired	Balance 06/30/22
Issue	18846	01 18800	Date	Amount		07/01/21	188000	Retifed	00/30/22
Hopewell Crest School alterations and	07/07/00		00/01/05		4.4007				
improvements	07/02/09	\$ 2,821,000	09/01/22	\$ 230,000	4.10%	\$ 946,000	\$ -	\$ 225,000	\$ 721,000
			09/01/23	250,000	4.25%	=	-	-	-
			09/01/24	241,000	4.30%	-	-	-	-
Land acquisition	12/15/14	375,000	01/15/23	55,000	2.25%	110,000	<u> </u>	55,000	55,000
						\$ 1,056,000	\$ -	\$ 280,000	\$ 776,000

Debt Service Fund

Budgetary Comparison Schedule For the Fiscal Year Ended June 30, 2022

		Un	audited			Va	ariance
	Original	В	udget	Final		F	inal to
	 Budget	Tra	ansfers	Budget	Actual	Α	Actual
Revenues							
Local sources							
Local tax levy	\$ 155,535	\$	-	\$ 155,535	\$ 155,535	\$	-
State sources							
Debt service aid	112,962		-	112,962	112,962		-
Total revenues	268,497		-	268,497	268,497		-
Expenditures							
Regular debt service							
Interest on bonds	37,393		-	37,393	37,393		-
Redemption of principal	280,000		-	280,000	280,000		-
Total expenditures	317,393		-	317,393	317,393		-
Excess (deficiency) of							
revenues over (under)							
expenditures	(48,896)		-	(48,896)	(48,896)		-
Oth £ ()							
Other financing sources (uses) Transfers from Other Funds	40.006			40.006	49.906		
	 48,896			48,896	 48,896		
Total other financing sources (uses)	 48,896			48,896	48,896		
Net change in fund balance	-		-	-	-		-
Fund balance, July 1							
Fund balance, June 30	\$ -	\$	<u>-</u>	\$ 	\$ 	\$	<u>-</u>



HOPEWELL TOWNSHIP SCHOOL DISTRICT Statistical Section J Series

CONTENTS	PAGE
FINANCIAL TRENDS	
These schedules contain trend information to help the reader understand how the District's financial performance and wellbeing have changed over time.	J-1 to J-5
REVENUE CAPACITY	
These schedules contain trend information to help the reader assess the District's most significant local revenue sources, the property tax.	J-6 to J-9
DEBT CAPACITY	
These schedules contain trend information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	J-10 to J-13
DEMOGRAPHIC AND ECONOMIC INFORMATION	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	J-14 to J-15
OPERATING INFORMATION	
These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	J-16 to J-20
Sources: Unless otherwise noted, the information in these schedules are derived from the Annual Comprehensive Financial Reports (ACFR) for the relevant year.	
The District implemented GASB Statement No. 84 in the fiscal year ending June 30, 2021. Schedules presenting information relating to the implementation of GASB Statement No. 84 include information beginning in that year.	

Net Position by Component

Last Ten Fiscal Years (Accrual Basis of Accounting)

					Fiscal Year E	nded	June 30,				
	2013	2014	2015	2016	2017		2018	2019	2020	2021	2022
Government activities		· '							· '		
Net investment in capital assets	\$ 6,468,101	\$ 6,438,497	\$ 6,296,403	\$ 6,177,012	\$ 6,536,521	\$	6,736,119	\$ 7,121,960	\$ 8,067,857	\$ 8,113,919	\$ 8,211,173
Restricted	1,476,497	1,568,752	2,439,897	2,803,080	2,642,017		2,504,289	2,523,715	1,401,436	1,425,968	1,519,943
Unrestricted	(265,813)	(84,478)	(255,798)	(1,139,309)	(1,338,549)		(1,354,008)	(1,374,530)	(888,255)	(731,361)	(391,744)
Total governmental activities	\$ 7,678,785	\$ 7,922,771	\$ 8,480,502	\$ 7,840,783	\$ 7,839,989	\$	7,886,400	\$ 8,271,145	\$ 8,581,038	\$ 8,808,526	\$ 9,339,372
Business-type activities											
Net investment in capital assets	\$ 53,744	\$ 53,109	\$ 77,764	\$ 66,755	\$ 63,724	\$	71,642	\$ 77,609	\$ 92,352	\$ 104,507	\$ 102,632
Unrestricted	75,625	96,327	66,436	126,655	157,631		160,781	185,179	155,610	114,775	189,704
Total business-type activities	\$ 129,369	\$ 149,436	\$ 144,200	\$ 193,410	\$ 221,355	\$	232,423	\$ 262,788	\$ 247,962	\$ 219,282	\$ 292,336
District-wide											
Net investment in capital assets	\$ 6,521,845	\$ 6,491,606	\$ 6,374,167	\$ 6,243,767	\$ 6,600,245	\$	6,807,761	\$ 7,199,569	\$ 8,160,209	\$ 8,218,426	\$ 8,313,805
Restricted	1,476,497	1,568,752	2,439,897	2,803,080	2,642,017		2,504,289	2,523,715	1,401,436	1,425,968	1,519,943
Unrestricted	(190,188)	11,849	(189,362)	(1,012,654)	(1,180,918)		(1,193,227)	(1,189,351)	(732,645)	(616,586)	(202,040)
Total district-wide	\$ 7,808,154	\$ 8,072,207	\$ 8,624,702	\$ 8,034,193	\$ 8,061,344	\$	8,118,823	\$ 8,533,933	\$ 8,829,000	\$ 9,027,808	\$ 9,631,708

^{*} as restated

Changes in Net Position

Last Ten Fiscal Years (Accrual Basis of Accounting)

Fiscal Year Ended June 30, 2013 2014 2015 2016 2017 2018 2019 2020 2021 2022 Expenses Governmental activities Instruction Regular 2,576,806 2,678,503 \$ 2,554,514 \$ 2,577,743 \$ 2,576,906 2,640,790 \$ 2,465,114 \$ 5,005,449 5,739,894 5,507,869 843,754 895,195 874,128 910,526 1.099,114 1,655,983 Special education 838,490 945,751 1,257,305 1.283,608 Other special education 26,325 59,956 13,706 38,082 18,204 14,878 23,596 243,072 271,682 281,655 Other instruction 66,421 88,869 83,026 94,302 91,260 92,701 102,555 138,159 42,920 130,233 Support services 98,519 183,681 92,058 98,227 Tuition 63,750 60,647 55,085 150,586 84,033 263,509 Student & instruction 707,910 838,513 893,499 1,560,329 1,850,931 related services 676,662 691,540 733,725 778,456 1,500,285 General & business administrative services 343,044 339,146 356,042 335,315 372,243 403,930 446,322 549,304 655,239 575,469 167,214 152,571 159,916 154,631 138,793 132,546 135,934 286,585 363,437 School administration 254,188 Plant operations & 932,998 maintenance 663,959 693,012 689,352 731,179 703,984 778,729 763,775 828,186 831,695 Pupil transportation 394,344 431,103 425,661 520,748 440,541 538,917 444,958 536,518 440,505 563,224 Employee benefits* 1,790,339 1,684,436 1,770,005 2,956,700 3,968,116 4,426,182 3,381,492 Transfer to charter schools 887 17,438 53,022 96,107 Interest on long-term debt 130,469 127,336 119,834 111,735 103,193 89,239 80,295 71,579 60,720 51,008 Internal service 176,561 164,028 63.530 45.108 52,623 Total governmental activities expenses 8,019,296 8,008,317 7,850,639 9,337,199 10,190,954 10,969,595 9,987,504 10,612,113 11,973,209 11,549,402 Business-type activities 212,326 235,609 347,572 Food services 205,788 229,139 203,240 223,253 241,456 231,236 230,609 24,166 Child care 43,802 53,417 66,184 73,325 74,766 58,770 84,218 212,326 Total business-type activities 205,788 253,305 247,042 276,670 301,793 314,781 306,002 289,379 431,790 Total district expenses 8,231,622 \$ 8,214,105 \$ 8,103,944 \$ 9,584,241 \$ 10,467,624 \$ 11,271,388 \$ 10,302,285 \$ 10,918,115 \$ 12,262,588 \$ 11,981,192

^{*} Employee benefits allocated to functions starting in fiscal year June 30, 2020

Changes in Net Position (continued) Last Ten Fiscal Years (Accrual Basis of Accounting)

										Fiscal Year E	ndec	June 30,								
		2013		2014		2015		2016		2017		2018		2019		2020		2021		2022
Program revenues																				
Governmental activities																				
Charges for services	\$	330,867	\$	282,807	\$	222,068	\$	208,973	\$	69,689	\$	58,630	\$	145,349	\$	73,491	\$	114,633	\$	176,361
Operating grants & contributions		723,185		656,433		742,269		1,951,636		2,672,938		3,318,397		2,346,041		518,173		752,243		974,005
Total governmental activities		1,054,052		939,240		964,337		2,160,609	_	2,742,627		3,377,027		2,491,390		591,664		866,876		1,150,366
Duning and transport of the state of the sta																				
Business-type activities																				
Charges for services Food services		100 741		114 220		100.070		112 270		00.104		100 422		102 402		127.770		41.624		14.505
Child care		108,741		114,329		100,078		113,270		89,194		100,423		123,423		127,779		41,624		14,525
		114514		111,526		36,315 111,676		74,004		85,942		83,256		94,934		162 207		25,625		71,304
Operating grants & contributions		114,514 223,255		225,855		248,069		113,659 300,933		132,952 308,088		129,182 312,861		131,399 349,756		163,397		193,204 260,453		418,835 504,664
Total business-type activities		223,233		225,855		248,069		300,933		308,088		312,861		349,/36		291,176		260,453		304,664
Total district-wide program revenues	\$	1,277,307	\$	1,165,095	\$	1,212,406	\$	2,461,542	\$	3,050,715	\$	3,689,888	\$	2,841,146	\$	882,840	\$	1,127,329	\$	1,655,030
		_				_								_						_
Net (expense) revenues																				
Governmental activities	\$	(6,965,244)	\$	(7,069,077)	\$	(6,886,302)	\$	(7,176,590)	\$	(7,448,327)	\$	(7,592,568)	\$	(7,496,114)	\$ ((10,020,449)	\$	(11,106,333)	\$ (10,399,036)
Business-type activities		10,929		20,067		(5,236)		53,891		31,418		11,068		34,975		(14,826)		(28,926)		72,874
Total district-wide net expenses	\$	(6,954,315)	\$	(7,049,010)	\$	(6,891,538)	\$	(7,122,699)	\$	(7,416,909)	\$	(7,581,500)	\$	(7,461,139)	\$ ((10,035,275)	\$	(11,135,259)	\$ (10,326,162)
General revenues & other changes																				
in net position																				
Governmental activities																				
Property taxes levied for																				
general purposes	\$	3,156,810	\$	3,156,810	\$	3,274,440	\$	3,322,725	\$	3,389,179	\$	3,456,963	\$	3,522,875	\$	3,571,169	\$	3,609,744	\$	3,681,939
Taxes levied for debt service	Ψ	266,529	Ψ	275,873	Ψ	279,699	Ψ	321,586	Ψ	202,163	Ψ	198,842	Ψ	170,020	Ψ.	195,212	Ψ	105,645	Ψ	155,535
Unrestricted grants & contributions		3,719,258		3,837,076		3,818,517		3,882,550		3,771,975		3,889,976		4,094,136		6,205,915		7,394,744		6,762,823
Investment earnings		15,527		7,816		10,086		5,688		3,225		2,990		2,882		2,540		2,031		1,383
Miscellaneous income		49,700		59,280		61,291		119,356		86,615		90,208		92,284		128,481		221,657		328,202
Special item		.,,,,,,		27,200		01,271		117,500		00,012		,0,200		,2,20 .		120,101		221,007		320,202
Adjustment to carrying value of																				
fixed assets per appraisal		(7,751)		_		_		(308,859)		-		_		_		-		-		_
Total governmental activities		7,200,073		7,336,855		7,444,033		7,343,046		7,453,157	_	7,638,979		7,882,197		10,103,317		11,333,821		10,929,882

Changes in Net Position (continued) Last Ten Fiscal Years (Accrual Basis of Accounting)

										Fiscal Year E	nded	June 30,								
		2013		2014		2015		2016		2017		2018		2019		2020		2021		2022
General revenues & other changes in net position (cont'd) Business-type activities Adjustment to carrying value of fixed assets per appraisal	S	_	\$		\$	_	\$	(4,681)	\$		\$	_	\$	_	\$	_	\$	_	\$	
Miscellaneous Sale of equipment	Ψ	-	Ψ	-	Ψ	-	Ψ		Ψ	-	Ψ	-	Ψ	-	Ψ	-	Ψ	246	Ψ	180
Total business-type activities		-		-		-		(4,681)		-		-		-		-		246		180
Total district-wide	\$	7,200,073	\$	7,336,855	\$	7,444,033	\$	7,338,365	\$	7,453,157	\$	7,638,979	\$	7,882,197	\$	10,103,317	\$	11,334,067	\$	10,930,062
Change in net position Governmental activities Business-type activities	\$	234,829 10,929	\$	267,778 20,067	\$	557,731 (5,236)	\$	166,456 49,210	\$	4,830 31,418	\$	46,411 11,068	\$	386,083 34,975	\$	82,868 (14,826)	\$	227,488 (28,680)	\$	530,846 73,054
Total district	\$	245,758	\$	287,845	\$	552,495	\$	215,666	\$	36,248	\$	57,479	\$	421,058	\$	68,042	\$	198,808	\$	603,900

Fund Balances, Governmental Funds Last Ten Fiscal Years

(Modified Accrual Basis of Accounting)

										Fiscal Year E	nded	June 30,						
		2013		2014		2015		2016		2017		2018		2019		2020	2021	2022
General fund				"														
Restricted	\$	1,191,268	\$	1,296,375	\$	2,057,251	\$	2,152,346	\$	2,266,140	\$	1,667,781	\$	2,288,490	\$	1,735,378	\$ 1,931,973	\$ 2,256,375
Committed		1,898		3,806		15,184		24,549		45,019		16,444		36,303		18,825	27,680	72,303
Assigned		10,954		161,628		34,739		308,661		119,114		1,215		52,320		3,190	66,966	4,192
Unassigned		(60,408)		(50,881)		(82,591)		(64,078)		(89,369)		(83,636)		(98,236)		(96,642)	(21,344)	(14,269)
Total general fund	\$	1,143,712	\$	1,410,928	\$	2,024,583	\$	2,421,478	\$	2,340,904	\$	1,601,804	\$	2,278,877	\$	1,660,751	\$ 2,005,275	\$ 2,318,601
				;										i		*		
All other governmental funds																		
Restricted																		
Special revenue fund	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	(15,855)	\$ (4,024)	\$ 8,755
Capital projects fund		272,377		272,377		384,822		318,621		212,841		818,849		146,602		148,896	48,896	-
Debt service fund		-		_		-		(1,097)		(1,097)		-		-		-	-	-
Total all other governmental funds	\$	272,377	\$	272,377	\$	384,822	\$	317,524	\$	211,744	\$	818,849	\$	146,602	\$	133,041	\$ 44,872	\$ 8,755
	_		_		_		_		_		_		_		_		 	

^{*} as restated

Changes in Fund Balances, Governmental Funds

Last Ten Fiscal Years

(Modified Accrual Basis of Accounting)

					Fiscal Year F	Ended June 30,				
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Revenues		"								
Tax levy	\$ 3,423,339	\$ 3,432,683	\$ 3,554,139	\$ 3,644,311	\$ 3,591,342	\$ 3,655,805	\$ 3,692,895	\$ 3,766,381	\$ 3,715,389	\$ 3,837,474
Tuition charges	153,485	113,307	155,818	159,165	69,689	58,630	53,349	73,491	88,896	151,188
Interest earnings	15,527	7,816	10,086	5,688	3,225	2,990	2,882	2,540	2,031	1,383
Miscellaneous	49,700	59,280	436,291	119,356	86,615	90,208	92,284	130,582	298,606	418,470
State sources	4,147,525	4,188,112	4,261,945	4,421,253	4,501,894	4,658,791	5,070,136	5,075,998	5,470,202	6,065,361
Federal sources	294,919	305,397	298,841	337,167	245,242	345,619	291,387	322,661	410,315	563,527
Total revenues	8,084,495	8,106,595	8,717,120	8,686,940	8,498,007	8,812,043	9,202,933	9,371,653	9,985,439	11,037,403
Expenditures										
Instruction										
Regular instruction	2,423,718	2,518,041	2,392,986	2,436,269	2,432,329	2,494,417	2,303,931	2,526,854	2,444,717	2,493,009
Special education instruction	607,420		599,105	569,245	685,920	632,348	665,009	642,289	693,793	612,625
Other special instruction	59,956	13,706	38,082	18,204	14,878	26,325	23,596	49,647	50,771	44,246
Other instruction	66,421	88,869	83,026	94,302	91,260	92,701	102,555	78,975	39,069	42,936
Support services										
Tuition	98,519	63,750	60,647	183,681	92,058	55,085	98,227	22,582	-	102,721
Student & instructional										
related services	593,909	614,619	631,265	675,603	732,990	774,359	752,579	836,167	892,611	751,958
General administration	160,025	120,478	127,610	134,870	145,237	158,730	182,205	178,713	250,860	157,413
School administration services	136,597	143,647	149,983	126,336	109,877	103,271	103,697	137,992	150,647	225,114
Central services	152,401	163,406	173,753	172,150	198,090	215,925	231,880	215,207	233,863	194,347
Plant operations & maintenance	648,650	676,966	673,199	717,031	689,526	764,091	747,658	747,455	738,138	870,949
Pupil transportation	394,344	431,103	425,661	520,748	440,541	538,917	444,958	505,993	396,790	518,804
Employee benefits	1,030,392	1,038,833	986,011	930,499	1,099,260	1,061,032	976,137	1,067,795	1,065,892	1,113,776
On-behalf TPAF Pension &										
Social Security contributions	723,185	656,433	742,269	875,870	975,161	1,114,434	1,267,387	1,257,949	1,506,954	1,992,898
Transfer to charter schools	-	-	-	-	-	887	-	17,438	53,022	96,107
Capital outlay	35,579	38,504	25,591	22,451	40,691	97,112	146,409	110,115	165,345	222,317
Special revenue funds	286,545	301,090	233,703	311,376	217,420	326,933	542,431	525,211	766,149	986,399
Capital projects	63,190	-	262,555	136,149	275,780	177,416	335,318	947,706	-	-
Debt service										
Principal	250,000	270,000	285,000	331,000	355,000	235,000	245,000	250,000	275,000	280,000
Interest & other charges	119,799	111,599	102,750	101,559	88,343	75,055	66,243	74,313	64,700	54,575
Total expenditures	7,850,650	7,839,379	7,993,196	8,357,343	8,684,361	8,944,038	9,235,220	10,192,401	9,788,321	10,760,194

Changes in Fund Balances, Governmental Funds (continued) Last Ten Fiscal Years

(Modified Accrual Basis of Accounting)

]	Fiscal Year E	nded	June 30,				
	2013	2014	2015	2016		2017		2018	2019	2020	2021	2022
Excess (deficiency) of revenues over (under) expenditures	\$ 233,845	\$ 267,216	\$ 723,924	\$ 329,597	\$	(186,354)	\$	(131,995)	\$ (32,287)	\$ (820,748)	\$ 197,118	\$ 277,209
Other financing sources (uses) Transfers out Total other financing sources (uses)	 	 	 	 <u>-</u>		<u>-</u>		<u>-</u> .		 <u>-</u> .	 59,237 59,237	<u>-</u>
Net change in fund balances	\$ 233,845	\$ 267,216	\$ 723,924	\$ 329,597	\$	(186,354)	\$	(131,995)	\$ (32,287)	\$ (820,748)	\$ 256,355	\$ 277,209
Debt service as a percentage of non-capital expenditures	5.01%	5.14%	5.30%	5.57%		5.59%		3.71%	3.69%	3.68%	3.66%	3.28%

Source: District Records

Note: 1) Non-capital expenditures are total expenditures less capital outlay.

General Fund - Other Local Revenues by Source Last Ten Fiscal Years

(Modified Accrual Basis of Accounting)

Fiscal Year Ended June 30,

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Tuition	\$ 153,485	\$ 113,307	\$ 155,818	\$ 159,165	\$ 69,689	\$ 58,630	\$ 53,349	\$ 73,491	\$ 88,896	\$ 151,188
Interest income	15,527	7,816	10,086	5,688	3,225	2,990	2,882	2,540	2,031	1,383
E-rate	-	-	-	-	-	13,424	11,113	12,124	-	19,980
SREC	36,894	46,969	53,118	101,694	75,135	54,054	52,937	76,817	81,805	83,145
Prior year refunds	-	-	-	-	-	1,149	1,174	-	63,304	19,324
Donation	-	-	-	-	-	-	-	5,400	-	-
Health insurance dividend	-	-	-	-	-	-	-	-	63,708	191,108
Miscellaneous	9,782	12,311	 4,876	16,764	11,480	 19,803	25,874	34,991	12,840	14,645
Annual totals	\$ 215,688	\$ 180,403	\$ 223,898	\$ 283,311	\$ 159,529	\$ 150,050	\$ 147,329	\$ 205,363	\$ 312,584	\$ 480,773

Source: District Records

Assessed Value and Actual Value of Taxable Property All Constituent Districts Combined Last Ten Fiscal Years

							Fiscal Year E	ndir	ng June 30,					
	 2013	2014	2015		2016		2017		2018		2019	2020	2021	2022
Vacant land	 N/A	\$ 4,131,700	\$ 4,157,500	\$	4,150,400	\$	4,664,700	\$	4,630,500	\$	4,743,000	\$ 4,644,800	\$ 4,706,200	\$ 4,832,900
Residential	N/A	206,092,100	206,186,600		206,378,300		252,836,500		252,789,300		252,082,500	252,731,300	253,086,700	253,251,600
Farm regular	N/A	33,147,000	32,917,800		32,506,900		37,765,300		37,680,000		37,457,600	36,958,100	36,618,800	36,586,700
Q farm	N/A	7,131,000	7,129,100		7,127,100		8,537,900		8,430,000		8,399,100	8,397,800	8,617,700	8,587,000
Commercial	N/A	28,425,800	28,287,100		28,100,400		34,709,800		36,072,200		32,249,420	32,469,300	34,948,300	34,948,300
Apartment	 N/A	 415,400	 415,400	_	415,400	_	450,900	_	450,900		450,900	 450,900	 450,900	450,900
Total assessed value	279,692,800	279,343,000	279,093,500		278,678,500		338,965,100		340,052,900		335,382,520	335,652,200	338,428,600	338,657,400
Public utilities (a)	 740,024	717,920	728,072		733,943		866,404		814,904		810,662	 846,969	858,139	857,564
Net valuation taxable	\$ 280,432,824	\$ 280,060,920	\$ 279,821,572	\$	279,412,443	\$	339,831,504	\$	340,867,804	\$	336,193,182	\$ 336,499,169	\$ 339,286,739	\$ 339,514,964
Estimated actual county equalized value	\$ 376,664,250	\$ 369,603,569	\$ 335,257,507	\$	335,841,267	\$	346,747,944	\$	368,117,634	\$	368,832,112	\$ 363,464,163	\$ 364,162,007	\$ 363,846,161
Percentage of net valuation to estimated actual equalized value	 74.45%	75.77%	83.46%		83.20%		98.01%		92.60%	_	91.15%	 92.58%	 93.17%	93.31%

Source: Municipal Tax Assessor

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

Reassessment occurs when the County Board of Taxation requests Treasury to order a reassessment.

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

N/A Information not available

Assessed Value and Actual Value of Taxable Property (continued) By Constituent District - Township of Hopewell Last Ten Fiscal Years

					Fiscal Year E	nding June 30,				
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Vacant land	N/A	\$ 4,008,400	\$ 4,034,200	\$ 4,027,100	\$ 4,541,400	\$ 4,507,200	\$ 4,619,700	\$ 4,561,500	\$ 4,644,000	\$ 4,680,700
Residential	N/A	178,219,100	178,361,300	178,700,600	225,241,500	225,213,100	224,506,300	225,320,700	226,064,200	225,997,800
Farm regular	N/A	30,445,800	30,216,600	29,805,700	35,064,100	34,998,800	34,776,400	34,276,900	33,937,600	33,902,300
Q farm	N/A	6,708,100	6,706,200	6,704,200	8,115,000	8,008,100	7,977,200	7,974,700	8,163,900	8,138,600
Commercial	N/A	26,497,800	26,359,100	26,172,400	32,781,800	34,169,900	30,247,120	30,474,600	33,069,300	33,069,300
Apartment	N/A	415,400	415,400	415,400	450,900	450,900	450,900	450,900	450,900	450,900
Total assessed value	246,566,800	246,294,600	246,092,800	245,825,400	306,194,700	307,348,000	302,577,620	303,059,300	306,329,900	306,239,600
Public utilities (a)	590,924	593,061	603,420	597,575	730,385	678,641	674,399	710,689	719,461	735,009
Net valuation taxable	\$ 247,157,724	\$ 246,887,661	\$ 246,696,220	\$ 246,422,975	\$ 306,925,085	\$ 308,026,641	\$ 303,252,019	\$ 303,769,989	\$ 307,049,361	\$ 306,974,609
Estimated actual county equalized value	\$ 340,672,259	\$ 335,217,462	\$ 304,525,639	\$ 307,720,998	\$ 316,232,394	\$ 336,714,736	\$ 336,684,822	\$ 330,472,137	\$ 330,373,747	\$ 325,702,503
Percentage of net valuation to estimated actual equalized value	72.55%	73.65%	81.01%	80.08%	97.06%	91.48%	90.07%	91.92%	92.94%	94.25%
Total direct school tax rates (b)	\$ 1.286	\$ 1.338	\$ 1.366	\$ 1.327	\$ 1.094	\$ 1.096	\$ 1.127	\$ 1.106	\$ 1.143	\$ 1.176

Source: Municipal Tax Assessor

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

Reassessment occurs when the County Board of Taxation requests Treasury to order a reassessment.

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

N/A Information not available

Assessed Value and Actual Value of Taxable Property (continued) By Constituent District - Borough of Shiloh Last Ten Fiscal Years

	Fiscal Year Ending June 30,																	
		2013		2014		2015		2016		2017		2018		2019		2020	2021	2022
Vacant land		N/A	\$	123,300	\$	123,300	\$	123,300	\$	123,300	\$	123,300	\$	123,300	\$	83,300	\$ 62,200	\$ 152,200
Residential		N/A		27,873,000		27,825,300		27,677,700		27,595,000		27,576,200		27,576,200		27,410,600	27,022,500	27,253,800
Farm regular		N/A		2,701,200		2,701,200		2,701,200		2,701,200		2,681,200		2,681,200		2,681,200	2,681,200	2,684,400
Q farm		N/A		422,900		422,900		422,900		422,900		421,900		421,900		423,100	453,800	448,400
Commercial		N/A		1,928,000		1,928,000		1,928,000		1,928,000		1,902,300		2,002,300		1,994,700	1,879,000	1,879,000
Total assessed value		33,126,000		33,048,400		33,000,700		32,853,100		32,770,400		32,704,900		32,804,900		32,592,900	32,098,700	32,417,800
Public utilities (a)		149,100		124,859		124,652		136,368		136,019		136,263		136,263		136,280	138,678	122,555
Net valuation taxable	\$	33,275,100	\$	33,173,259	\$	33,125,352	\$	32,989,468	\$	32,906,419	\$	32,841,163	\$	32,941,163	\$	32,729,180	\$ 32,237,378	\$ 32,540,355
Estimated actual county equalized value	\$	35,991,991	\$	34,386,107	\$	30,731,868	\$	28,120,269	\$	30,515,550	\$	31,402,898	\$	32,147,290	\$	32,992,026	\$ 33,788,260	\$ 38,143,658
Percentage of net valuation to estimated actual equalized value	_	92.45%		96.47%		107.79%		117.32%		107.83%		104.58%		102.47%	_	99.20%	95.41%	85.31%
Total direct school tax rates (b)	\$	0.770	\$	0.761	\$	0.835	\$	0.977	\$	0.915	\$	0.970	\$	1.062	\$	1.095	\$ 1.023	\$ 1.066

Source: Municipal Tax Assessor

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

Reassessment occurs when the County Board of Taxation requests Treasury to order a reassessment.

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

N/A Information not available

Direct and Overlapping Property Tax Rates By Constituent District - Township of Hopewell Last Ten Fiscal Years (Rate Per \$100 of Assessed Value)

			S								,	Total			
					General	(Fro	om J-6)	R	egional					D	irect &
	Assessment		Basic	Obli	igation Debt	Tota	l Direct	5	School		Overlapp	ing Ra	ates	Οve	erlapping
	Year	1	Rate (a)		ervice (b)	School	Tax Rate		Rate	Mun	icipality		County	Tax Rate	
2013			N/A		N/A	\$	1.286	\$	0.588	\$	0.241	\$	1.364	\$	3.479
2014			N/A		N/A		1.338		0.671		0.248		1.421		3.678
2015		\$	1.250	\$	0.116		1.366		0.652		0.274		1.372		3.664
2016			1.202		0.125		1.327		0.698		0.302		1.408		3.735
2017		*	1.028		0.066		1.094		0.597		0.248		1.201		3.140
2018			1.033		0.063		1.096		0.604		0.258		1.282		3.240
2019			1.071		0.056		1.127		0.605		0.281		1.339		3.352
2020			1.044		0.062		1.106		0.645		0.297		1.354		3.402
2021			1.109		0.034		1.143		0.580		0.307		1.336		3.366
2022			1.127		0.049		1.176		0.565		0.318		1.245		3.304

Sources: Municipal Tax Collector

Note:

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

- (a) The District's basic tax rate is calculated from the A4F Form which is submitted with the budget and the net valuation taxable.
- (b) Rates for debt service are based on each year's requirements.
 - * Revalued/Reassessed
- N/A Information not available

Direct and Overlapping Property Tax Rates (continued) By Constituent District - Borough of Shiloh Last Ten Fiscal Years (Rate Per \$100 of Assessed Value)

			S	chool l	District Direct	t Rate								,	Total
				(General	(Fro	m J-6)	R	egional					D:	irect &
	Assessment		Basic	Obli	gation Debt	Total	Direct	5	School		Overlapp	ing Ra	ates	Ove	erlapping
	Year	R	Rate (a)		ervice (b)	School	Tax Rate		Rate	Mun	icipality	County		Tax Rate	
2013			N/A		N/A	\$	0.770	\$	0.570	\$	0.317	\$	1.068	\$	2.725
2014			N/A		N/A		0.761		0.586		0.318		1.086		2.751
2015		\$	0.835	\$	-		0.835		0.506		0.318		1.032		2.691
2016			0.965		0.012		0.977		0.347		0.318		0.958		2.600
2017			0.901		0.014		0.915		0.363		0.318		1.080		2.676
2018			0.955		0.015		0.970		0.289		0.319		1.132		2.710
2019			1.055		0.007		1.062		0.283		0.320		1.177		2.842
2020			1.081		0.014		1.095		0.424		0.320		1.253		3.092
2021			1.009		0.014		1.023		0.538		0.325		1.301		3.187
2022			1.038		0.028		1.066		0.614		0.325		1.378		3.383

Sources: Municipal Tax Collector

Note:

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

- (a) The District's basic tax rate is calculated from the A4F Form which is submitted with the budget and the net valuation taxable.
- (b) Rates for debt service are based on each year's requirements.
- N/A Information not available

Principal Property Taxpayers By Constituent District - Township of Hopewell Current Year and Nine Years Ago

		2022			2013	
	Taxable		% of Total	Taxable		% of Total
	Assessed		District Net	Assessed		District Net
	Value	Rank	Assessed Value	Value	Rank	Assessed Value
LTC Management	\$ 8,596,900	1	2.80%	\$ -		
Cumberland Mutual Fire Insurance Co	6,377,400	2	2.08%	5,528,900	1	2.24%
Sunny Slope Farms of NJ	1,867,700	3	0.61%	1,758,300	2	0.71%
Bridgeton Shiloh Pike DG LLC	1,745,700	4	0.57%	-		-
FD Retail Properties. Dollar Tree	1,685,800	5	0.55%	-		-
ACM Realty LLC	1,496,400	6	0.49%	1,218,000	4	0.49%
Green Olive Properties	1,311,800	7	0.43%	-		-
Hopewell Amish Market LLC	1,157,700	8	0.38%	-		-
Blue Sterling Nursery LLC	863,800	9	0.28%	835,200	7	0.34%
Reeves Road Properties LLC	779,700	10	0.25%	-		-
Solovista LLC	-		-	1,256,200	3	0.51%
Individual Property Owner	-		-	1,014,200	5	0.41%
Individual Property Owner	-		-	924,200	6	0.37%
Cottages at Dutch Neck	-		-	793,600	8	0.32%
Individual Property Owner	-		-	770,800	9	0.31%
Individual Property Owner	-		-	604,600	10	0.24%
	\$ 25,882,900	- =	8.44%	\$ 14,704,000		5.94%

Source: Municipal Tax Assessor

Principal Property Taxpayers (continued) By Constituent District - Borough of Shiloh Current Year and Nine Years Ago

			2022		2013					
		Taxable		% of Total		Taxable		% of Total		
	1	Assessed		District Net		Assessed		District Net		
		Value	Rank	Assessed Value		Value	Rank	Assessed Value		
Sarju Realty LLC	\$	495,200	1	1.52%	\$	495,200	4	1.49%		
Clamar LLC		483,900	2	1.49%		=		-		
Purple Dragon Holdings LLC		403,200	3	1.24%		-		-		
Dewilde Farm Associates		382,600	4	1.18%		375,700	6	1.13%		
Individual Property Owner		340,600	5	1.05%		756,400	1	2.27%		
Individual Property Owner		339,600	6	1.04%		617,600	3	1.86%		
Individual Property Owner		329,900	7	1.01%		398,400	5	1.20%		
Individual Property Owner		289,800	8	0.89%		356,200	7	1.07%		
Individual Property Owner		283,300	9	0.87%		341,100	8	1.03%		
Individual Property Owner		281,200	10	0.86%		289,800	9	0.87%		
Solavista LLC		-		-		639,500	2	1.92%		
Individual Property Owner		-		-		283,300	10	0.85%		
	\$	3,629,300		11.15%	\$	4,553,200		13.69%		

Source: Municipal Tax Assessor

Property Tax Levies and Collections By Constituent District Last Ten Years

Collected within the Year

Taxes Levied for the Year of the Levy (a)

		Taxes Levie	a for the	e i eai	of the Levy (a)				
Fiscal Year Ending	T	ownship of	В	orough of		Total	Percentage		
June 30,		Hopewell		Shiloh		Amount	of Levy		
2013	\$	3,209,576	\$	213,763	\$	3,423,339	100.00%		
2014		3,176,756		255,927		3,432,683	100.00%		
2015		3,301,761		252,378		3,554,139	100.00%		
2016		3,367,862		276,449		3,644,311	100.00%		
2017		3,269,341		322,001		3,591,342	100.00%		
2018		3,354,764		301,041		3,655,805	100.00%		
2019		3,374,610		318,285		3,692,895	100.00%		
2020		3,416,669		349,712		3,766,381	100.00%		
2021		3,357,201		358,188		3,444,018	92.70%		
2022		3,507,730		329,744		3,828,783	99.77%		

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

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

HOPEWELL TOWNSHIP SCHOOL DISTRICT Ratios of Outstanding Debt by Type Last Ten Fiscal Years

Governmental Activities

Fiscal Year		General	Certif	icates			Во	nd	Bus	siness-Type		% (of		
Ending	Ol	bligation	o	f			Antici	pation	A	Activities	Total	Perso	nal	I	Per
June 30,		Bonds	Partici	pation	Leases		Notes (BANs)		Leases	District	Incom	e (a)	Cap	ita (a)
2013	\$	2,927,000	\$	_	\$	-	\$	-	\$	-	\$ 2,927,000	1	.71%	\$	578
2014		2,657,000		-		-		-		-	2,657,000	1	.55%		527
2015		2,747,000		-		-		-		-	2,747,000	1	.56%		546
2016		2,416,000		-		-		-		-	2,416,000	1	.34%		485
2017		2,061,000		-		-		-		-	2,061,000	1	.13%		418
2018		1,826,000		-		-		-		-	1,826,000	().98%		374
2019		1,581,000		-		-		-		-	1,581,000	(0.83%		326
2020		1,331,000		-		-		-		-	1,331,000	(0.67%		276
2021		1,056,000		-		-		-		-	1,056,000	().49%		222
2022		776,000		-		-		-		-	776,000		N/A		161

Notes: 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 area calculated using personal income and population for the prior calendar year.

N/A Information is not available

HOPEWELL TOWNSHIP SCHOOL DISTRICT Ratios of Net General Bonded Debt Outstanding Last Ten Fiscal Years

	General	Bonded Debt Out	standing	% of Actual	
Fiscal Year	General		Net General	Taxable	
Ending	Obligation		Bonded Debt	Value of	Per
June 30,	Bonds	Deductions	Outstanding	Property (a)	Capita (b)
2013	\$ 2,927,000	\$ -	\$ 2,927,000	1.04%	\$ 578
2014	2,657,000	-	2,657,000	0.95%	527
2015	2,747,000	-	2,747,000	0.98%	546
2016	2,416,000	-	2,416,000	0.86%	485
2017	2,061,000	-	2,061,000	0.61%	418
2018	1,826,000	-	1,826,000	0.54%	374
2019	1,581,000	-	1,581,000	0.47%	326
2020	1,331,000	-	1,331,000	0.40%	276
2021	1,056,000	-	1,056,000	0.31%	222
2022	776,000	-	776,000	0.23%	161

Notes: Details regarding the District's outstanding debt can be found in the Notes to the Financial Statements.

- (a) See Exhibit J-6 for property tax data.
- (b) Population data can be found in Exhibit J-14.

HOPEWELL TOWNSHIP SCHOOL DISTRICT Direct and Overlapping Governmental Activities Debt As of December 31, 2021

Governmental Unit	Debt Outstanding	Estimated % Applicable (a)	Estimated Share of Debt
Debt repaid with property taxes			
Municipality			
Township of Hopewell	\$ 841,225	100.00%	\$ 841,225
Borough of Shiloh	-	100.00%	-
Regional High School			
Township of Hopewell	3,882,000	19.27%	748,025
Borough of Shiloh	3,882,000	2.06%	80,014
County general obligation debt	96,213,842	4.11%	3,952,552
Subtotal, overlapping debt			5,621,816
School District direct debt			831,000
Total direct and overlapping debt			\$ 6,452,816

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

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

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

Legal Debt Margin Information Last Ten Fiscal Years

Legal Debt Margin Calculation for Fiscal Year 2022

								Equalized V	Valu	ation Basis
							202	21	\$	362,644,414
							202	20		360,241,475
							20	19		362,244,412
									\$	1,085,130,301
	Av	erage equalize	ed v	aluation of ta	xab	le property			\$	361,710,100
	De	bt limit (3.0%	of a	average equal	izat	ion value)		(a)	\$	10,851,303
	То	tal net debt ap	plic	able to limit						776,000
	Le	gal debt margi	in						\$	10,075,303
						Fiscal Year				
		2018		2019		2020		2021		2022
Debt limit	\$	10,557,539	\$	10,934,814	\$	11,014,317	\$	10,956,317	\$	10,851,303
Total net debt applicable		1,826,000		1,581,000		1,331,000		1,056,000		776,000
Legal debt margin	\$	8,731,539	\$	9,353,814	\$	9,683,317	\$	9,900,317	\$	10,075,303
Total net debt applicable to the limit as a percentage of debt limit		17.30%		14.46%		12.08%		9.64%		7.15%
						Fiscal Year				
		2013		2014		2015		2016		2017
Debt limit	\$	11,170,801	\$	10,997,066	\$	10,660,659	\$	10,392,231	\$	10,243,938
Total net debt applicable		2,927,000		2,657,000		2,747,000		2,416,000		2,061,000
Legal debt margin	\$	8,243,801	\$	8,340,066	\$	7,913,659	\$	7,976,231	\$	8,182,938
Total net debt applicable to the limit as a percentage of debt limit		26.20%		24.16%		25.77%		23.25%		20.12%

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

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

Demographic and Economic Statistics By Constituent District - Township of Hopewell Last Ten Fiscal Years

Year	Population (a)	Personal Income (b)	Per Capita Personal Income (c)	Unemployment Rate (d)
2013	4,553	\$ 153,804,893	\$ 33,781	7.6%
2014	4,534	154,065,320	33,980	6.8%
2015	4,521	158,108,412	34,972	6.3%
2016	4,476	162,577,272	36,322	5.4%
2017	4,429	164,315,900	37,100	4.3%
2018	4,384	168,139,552	38,353	4.9%
2019	4,360	171,993,280	39,448	3.7%
2020	4,341	179,400,507	41,327	7.4%
2021	4,280	194,731,440	45,498	5.7%
2022	4,385	N/A	N/A	N/A

Sources:

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

HOPEWELL TOWNSHIP SCHOOL DISTRICT Demographic and Economic Statistics (continued) By Constituent District - Borough of Shiloh Last Ten Fiscal Years

Year	Population (a)	Personal Income (b)	P	er Capita Personal come (c)	Unemployment Rate (d)
2013	514	\$ 17,363,434	\$	33,781	7.0%
2014	512	17,397,760		33,980	6.9%
2015	509	17,800,748		34,972	5.9%
2016	506	18,378,932		36,322	4.5%
2017	500	18,550,000		37,100	4.5%
2018	495	18,984,735		38,353	3.7%
2019	493	19,447,864		39,448	4.2%
2020	489	20,208,903		41,327	6.4%
2021	485	22,066,530		45,498	5.9%
2022	445	N/A		N/A	N/A

Sources:

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

Principal Employers Current Year and Nine Years Ago

2022	2		
Employer	Employees	Rank	Percentage of Total Municipal Employment
INFORMATION IS NOT AVAILABL	E FOR THIS SCHO	OL DISTI	RICT
2012	,		
2013)		Percentage of
			Total Municipal
Employer	Employees	Rank	Employment

INFORMATION IS NOT AVAILABLE FOR THIS SCHOOL DISTRICT

HOPEWELL TOWNSHIP SCHOOL DISTRICT Full Time Equivalent District Employees by Function/Program Last Ten Fiscal Years

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Function/Program										
Instruction										
Regular	28.5	28.5	28.5	30.0	30.0	29.0	29.0	30.0	30.0	30.0
Special education	10.0	10.0	10.0	7.0	7.5	6.5	6.5	7.0	7.5	7.5
Other special education	8.0	8.0	8.0	12.0	12.0	13.5	14.0	13.5	14.0	14.0
Other instruction	12.0	12.0	11.5	6.5	4.0	4.0	4.0	4.0	4.0	6.0
Support services										
Student and instruction										
related services	7.0	7.0	7.0	6.0	7.0	5.0	5.0	5.0	5.0	5.0
School administration services	3.5	3.5	3.5	3.0	3.5	3.5	3.5	3.5	3.5	3.5
Other administration services	3.0	3.0	3.0	2.5	2.0	2.5	2.5	2.5	2.5	2.5
Plant operations and										
maintenance	2.0	2.0	2.0	2.5	2.0	2.0	2.0	3.5	3.5	4.0
Total	74.0	74.0	73.5	69.5	68.0	66.0	66.5	69.0	70.0	72.5

Source: District Personnel Records

Operating Statistics Last Ten Fiscal Years

		Operating	Cost				Average Daily	Average Daily	% Change in	Student
Fiscal	June 30	Expenditures	Per	Percentage	Teaching	Teacher	Enrollment	Attendance	Average Daily	Attendance
Year	Enrollment	(a)	Pupil	Change	Staff (b)	Ratio	(ADE)(c)	(ADA)(c)	Enrollment	Percentage
2013	516	\$ 7,382,082	\$ 14,306	4.45%	44.4	1 to 11.62	508.4	486.0	-1.78%	95.59%
2014	518	7,419,276	14,323	0.12%	44.4	1 to 11.67	515.1	491.0	1.32%	95.32%
2015	493	7,317,300	14,842	3.62%	44.4	1 to 11.10	490.0	466.5	-4.87%	95.20%
2016	497	7,766,184	15,626	5.28%	43.5	1 to 11.43	494.1	468.3	0.84%	94.78%
2017	488	7,924,547	16,239	3.92%	41.5	1 to 11.76	484.2	458.0	-2.00%	94.59%
2018	479	8,359,455	17,452	7.47%	40.5	1 to 11.83	478.3	448.5	-1.22%	93.77%
2019	486	8,442,250	17,371	-0.46%	41.0	1 to 11.85	501.8	476.3	4.91%	94.92%
2020	494	8,810,267	17,835	2.67%	41.0	1 to 12.05	500.5	480.3	-0.27%	95.96%
2021	495	9,283,276	18,754	5.15%	42.0	1 to 11.79	488.3	432.2	-2.43%	88.51%
2022	498	10,203,302	20,489	9.25%	45.0	1 to 11.07	490.4	458.1	0.44%	93.41%

Source: District Records

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

School Building Information Last Ten Fiscal Years

District Building	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Hopewell Township Elementary School (1958)										
Square feet	83,475	83,475	83,475	83,475	83,475	83,475	83,475	83,475	83,475	83,745
Capacity (students)	709	709	709	709	709	709	709	709	709	709
Enrollment	514	518	515	497	488	479	486	494	495	484

Number of schools at June 30, 2022:

Elementary	1
Middle School	-
High School	-
Other	-

Source: District Facilities Office

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

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

HOPEWELL TOWNSHIP SCHOOL DISTRICT Schedule of Required Maintenance Last Ten Fiscal Years

Undistributed Expenditures - Required Maintenance for School Facilities

	District		
Fiscal Year Ending	Total		
2013	\$	176,592	
2014		125,702	
2015		137,526	
2016		123,393	
2017		112,592	
2018		155,886	
2019		155,207	
2020		154,013	
2021		151,959	
2022		188,177	
Total school facilities	\$	1,481,047	

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

Source: District Records

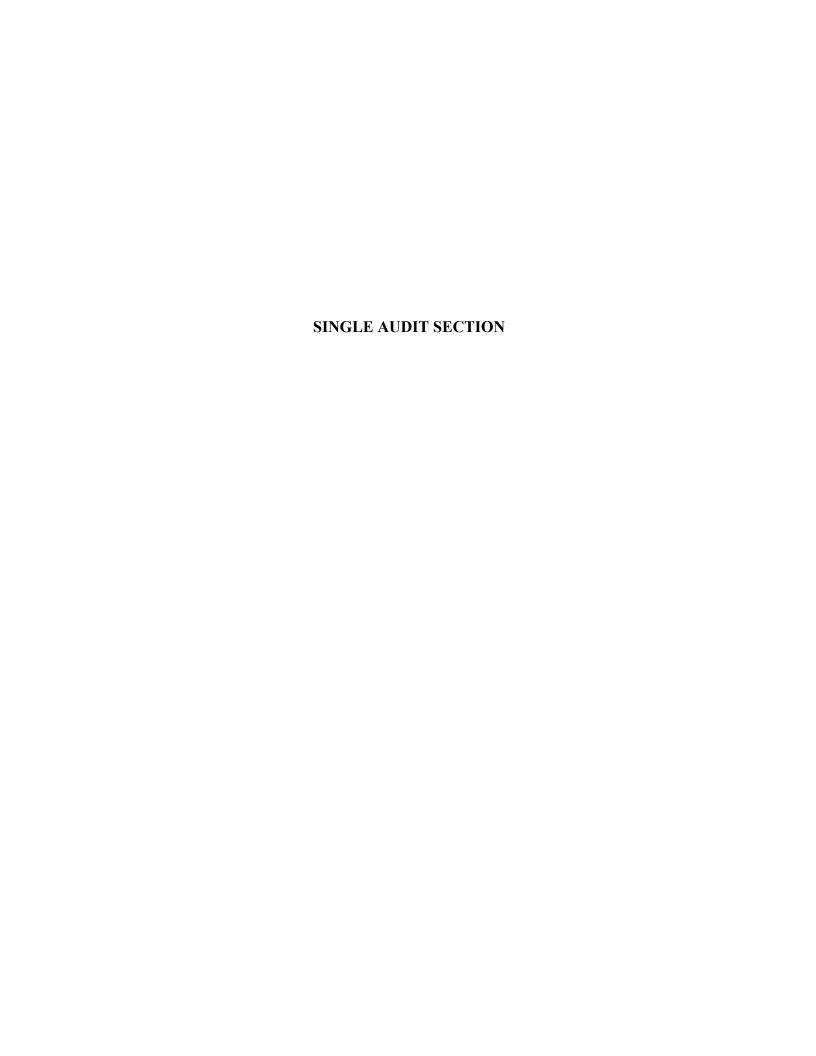
Insurance Schedule June 30, 2022 (Unaudited)

		Coverage		Deductible	
Commercial Package Policy - New Jersey Schools Insurance Group (NJSIG)					
Property	Φ.	24.521.552	Φ.	1 000	
Blanket building & contents	\$	24,531,753	\$	1,000	
Increase cost of construction		5,000,000		-	
Utility services		500,000		-	
Fire department service charge		5,000		-	
Lock replacement		25,000		=	
Fire protection device recharge		1,000		-	
Underground pipes		10,000		-	
Tree debris removal		5,000		1,000	
Personal effects and property of others		10,000		-	
Outdoor property		25,000		-	
Property in vehicles		10,000		500	
Property in transit		100,000		-	
Debris removal		250,000		-	
Utility services/direct damage		50,000		-	
Pollutant clean-up		90,000		-	
Spoilage		25,000		-	
Flood		1,015,000		25,000	
Earthquake		1,000,000		25,000	
Fungus, wet rot, dry rot, and bacteria		50,000		· -	
Comprehensive general liability					
General aggregate		3,000,000		_	
Occurrence limit		1,000,000		_	
Employee benefits liability		1,000,000		1,000	
Abuse/molestation		1,000,000			
Limited pollution coverage extension		100,000		_	
School district/educators legal liability		1,000,000		7,500	
Employment-related practices		1,000,000		5,000	
Cyber suite		1,000,000		10,000	
Crime		,,		-,	
Employee dishonesty/faithful performance		100,000		500	
Forgery		100,000		500	
Computer and funds transfer fraud		100,000		500	
Money & securities		25,000		500	
Electronic data processing		_2,000		200	
Hardware		200,000		250	
Media & computer programs		66,000		250	
rivata de compater programo		00,000		250	

Insurance Schedule (continued) June 30, 2022 (Unaudited)

	Coverage		Deductible	
Commercial Package Policy (NJSIG) (continued)				
Inland Marine				
Valuable papers	\$ 100,000	\$	500	
Signs	30,000		500	
Accounts receivable	50,000		-	
Fine arts	15,000		500	
Musical instruments	500,000		500	
Camera, projection machine	50,000		500	
Miscellaneous school equipment	500,000		500	
EDP hardware	100,000		500	
Data & media	10,000		500	
EDP extra expense	10,000		-	
Commercial auto policy	1,000,000		-	
Commercial umbrella coverage	4,000,000		10,000	
Worker's compensation (NJSIG)	3,000,000		-	
Basic student accident coverage (Berkley Life and Health Insurance)	1,000,000		-	
Catastrophic student accident coverage (United States Fire insurance)	2,500,000		25,000	
Surety bonds Treasurer (Selective Insurance Co. of America)	250,000		_	
Business administrator (Ohio Casualty Insurance Co.)	10,000		-	

Source: District Records



OTHER REPORTING REQUIRED BY GOVERNEMENT AUDITING STANDARDS - PART I



Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Honorable President and Members of the Board of Education Hopewell Township School District Bridgeton, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, and the aggregate remaining fund information of the Hopewell Township School District (the District) in the County of Cumberland, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated March 16, 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Hopewell Township School District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses 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 from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

BHC, CHOS, PC BKC, CPAS, PC

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

March 16, 2023 Flemington, New Jersey



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

Honorable President and Members of the Board of Education Hopewell Township School District Bridgeton, New Jersey

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited the Hopewell Township School District's (the District) compliance with the types of compliance requirements as subject to audit 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 year ended June 30, 2022. The District's major federal and state programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2022.

Basis for Opinion on Each Major Federal and State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, and New Jersey OMB's Circulars 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid.* Our responsibilities under those standards 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.

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance, and the New Jersey OMB's Circulars 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 generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance, and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, and New Jersey OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design
 and perform audit procedures responsive to those risks. Such procedures include examining, on a
 test basis, evidence regarding the District's compliance with the compliance requirements referred
 to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and the New Jersey OMB's Circulars 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 and 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 and state program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal and state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

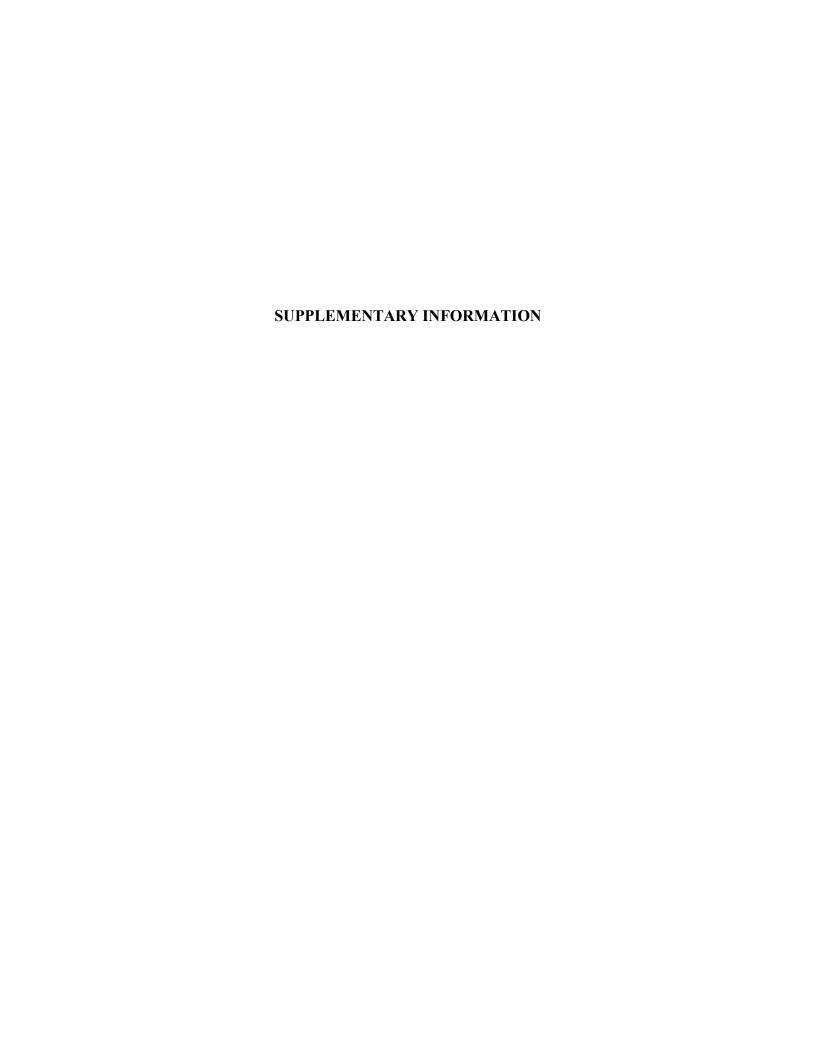
The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and the New Jersey OMB Circular 15-08. Accordingly, this report is not suitable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

BHC, CHOS, PC BKC, CPAS, PC

MU

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

March 16, 2023 Flemington, New Jersey



HOPEWELL TOWNSHIP SCHOOL DISTRICT Schedule of Expenditures of Federal Awards, Schedule A For the Fiscal Year Ended June 30, 2022

	Federal CFDA	FAIN	Project	Program or Award		rant riod	(Acct Rec)	e 30, 2021 Carryover	Cash	Budgetary	Adjust-	Repayment of Prior Year	Balan Accounts	Deferred	Due to
Grantor/Program Title	Number	Number	Number	Amount	From	То	Def Revenue	Amount	Received	Expenditure	ment	Balance	Receivable	Revenue	Grantor
U.S. Department of Health and Human Services passed through State Department of Education General Fund Medical Assistance Program (SEMI Cluster)	93.778	2005NJ5MAP	N/A	\$ 16,904	07/01/21	06/30/22	<u>s</u> -	\$ -	\$ 16,904	\$ 16,904	<u>\$</u> -	. \$ -	\$ -	\$ -	\$ -
U.S. Department of Education passed through State Department of Education Special Revenue Fund Special education cluster (IDEA)															
IDEA Basic	84.027A	H027A200100	IDEA-1376-21	120,606	07/01/20	06/30/21	(72,113)	(41,472)	113,585	_	_	_	_	_	_
IDEA Basic	84.027A	H027A210100	IDEA-1376-22	119,316	07/01/21	06/30/22	-	41,472	64,178	160,788	_	_	(55,138)	_	_
IDEA Preschool	84.173A	H173A200114	IDEA-1376-21	1,558	07/01/20	06/30/21	(893)	_	893	-	-		-		_
IDEA Preschool	84.173A	H173A210114	IDEA-1376-22	1,639	07/01/21	06/30/22		-	-	-	-	-	-	_	-
Total special education cluster (IDEA)							(73,006)	_	178,656	160,788		-	(55,138)		
Title I A	84.010A	S010A190030	ESSA-1376-20	116,523	07/01/19	06/30/20	-	-	-	-	539	-	_	_	539
Title I A	84.010A	S010A200030	ESSA-1376-21	115,982	07/01/20	06/30/21	(65,661)	(4,410)	65,660	-	1	-	(4,410)	_	-
Title I A	84.010A	S010A210030	ESSA-1376-22	107,270	07/01/21	06/30/22	-	4,410	-	91,179	-	-	(86,769)	-	-
Title II A	84.367A	S367A190029	ESSA-1376-20	20,542	07/01/19	06/30/20	(9,693)	-	9,693	-	-	-	_	_	-
Title II A	84.367A	S367A200029	ESSA-1376-21	17,710	07/01/20	06/30/21	(1,814)	(4,020)	1,814	-	-	-	(4,020)	-	-
Title II A	84.367A	S367A210029	ESSA-1376-22	15,523	07/01/21	06/30/22	-	4,020	374	4,020	(374)	-	-	-	-
REAP	84.358	S358B200030	N/A	34,338	07/01/20	06/30/21	(4,746)	-	4,746	-	-	-	-	-	-
REAP	84.358	S358B210030	N/A	32,556	07/01/21	06/30/22	-	-	17,478	19,554	-	-	(2,076)	-	-
COVID-19															
Cares Emergency Relief	84.425	S425D200027	CARES-1376-22	5,789	03/13/20	09/30/22	-	-	5,789	5,789	-	-	-	-	-
CRRSA - ESSER II	84.425D	S425D210027	CRRSA-1376-23	381,487	03/13/20	09/30/23	-	-	-	200,275	-	-	(200,275)	-	-
CRRSA - Mental Health	84.425D	S425D210027	CRRSA-1376-23	45,000	03/13/20	09/30/23	-	-	-	6,830	-	-	(6,830)	-	-
ARP - ESSER															
Accelerated Learning Coach and															
Educator Support	84.425U	S425U210027	ESSER-1376-24	50,000	03/13/20	09/30/24				46,764			(46,764)		
Total Special Revenue Fund							(154,920)		284,210	535,199	166		(406,282)		539

Schedule of Expenditures of Federal Awards, Schedule A (continued) For the Fiscal Year Ended June 30, 2022

	Federal			Program	G	rant	Balance Jur	ne 30, 2021				Repayment	Balan	ce June 30, 20)22
	CFDA	FAIN	Project	or Award	Pe	riod	(Acct Rec)	Carryover	Cash	Budgetary	Adjust-	of Prior Year	Accounts	Deferred	Due to
Grantor/Program Title	Number	Number	Number	Amount	From	To	Def Revenue	Amount	Received	Expenditure	ment	Balance	Receivable	Revenue	Grantor
U.S. Department of Agriculture passed															
through State Department of Agriculture															
Enterprise Fund															
Child Nutrition Cluster															
National School Lunch Program															
Non-Cash Assistance (Commodities)	10.555	211NJ304N1099	N/A	\$ 9,178	10/01/20	09/30/21	\$ 1,882	\$ -	\$ -	\$ 1,882	\$ -	\$ -	\$ -	\$ -	\$ -
Non-Cash Assistance (Commodities)	10.555	221NJ304N1099	N/A	23,632	10/01/21	09/30/22	-	-	23,632	22,560	-	-	-	1,072	-
Cash Assistance	10.555	211NJ304N1099	N/A	109,788	10/01/20	09/30/21	(8,072)	-	8,072	-	-	-	-	-	-
Cash Assistance	10.555	221NJ304N1099	N/A	288,497	10/01/21	09/30/22	-	-	276,922	288,497	-	-	(11,575)	-	-
National School Breakfast Program															
Cash Assistance	10.553	211NJ304N1099	N/A	68,060	10/01/20	09/30/21	(4,717)	-	4,717	-	-	-	-	-	-
Cash Assistance	10.553	221NJ304N1099	N/A	97,912	10/01/21	09/30/22			91,715	97,912			(6,197)		
Total child nutrition cluster							(10,907)		405,058	410,851	-		(17,772)	1,072	
P-EBT Administrative	10.649	2022225900941	N/A	1,242	07/01/21	06/30/22	-	-	1,242	1,242	-	-	-	-	-
Total Enterprise Fund							(10,907)		406,300	412,093	-		(17,772)	1,072	
Total Federal Awards							\$ (165,827)	\$ -	\$ 707,414	\$ 964,196	\$ 166	\$ -	\$ (424,054)	\$ 1,072	\$ 539

HOPEWELL TOWNSHIP SCHOOL DISTRICT Schedule of Expenditures of State Financial Assistance, Schedule B For the Fiscal Year Ended June 30, 2022

State Department of Education General Fund Special Education Aid 22-495-034-5120-014 \$197,184 \$07/01/21 \$06/30/22 \$ - \$ - \$ 178,089 \$197,184 \$ - \$ - \$ - \$ - \$ - \$ 19,095 \$ Special Education Aid 22-495-034-5120-089 279,437 07/01/21 06/30/22 252,377 279,437 27,060 Equalization Aid 22-495-034-5120-089 2,822,480 07/01/21 06/30/22 2,549,162 2,822,480 273,318 Adjustment Aid 22-495-034-5120-085 179,170 07/01/21 06/30/22 161,820 179,170 17,350 173,50 173		Memo			e 30, 2022	nce June	Balar				e 30, 2021	Balance Jun	ant	Gra	Program		
State Department of Education General Fund Transportation Aid 22-495-034-5120-014 \$ 197,184 07/01/21 06/30/22 \$ - \$ - \$ 178,089 \$ 197,184 \$ - \$ - \$ - \$ - \$ 19,095 \$ \$ Special Education Categorical Aid 22-495-034-5120-089 279,437 07/01/21 06/30/22 252,377 279,437 270,60 Equalization Aid 22-495-034-5120-078 2,822,480 07/01/21 06/30/22 2,549,162 2,822,480 273,318 Adjustment Aid 22-495-034-5120-085 179,170 07/01/21 06/30/22 161,820 179,170 17,350	umulative	Cur	Budgetary	ue to	rred	Deferr	Accounts	Adjust-	Budgetary	Cash	Due to	Deferred Rev.	riod	Per	or Award	Project	
General Fund Transportation Aid 22-495-034-5120-014 \$ 197,184 07/01/21 06/30/22 \$ - \$ 178,089 \$ 197,184 \$ - \$ - \$ - \$ 19,095 \$ Special Education Categorical Aid 22-495-034-5120-089 279,437 07/01/21 06/30/22 252,377 279,437 270,60 Equalization Aid 22-495-034-5120-078 2,822,480 07/01/21 06/30/22 2,549,162 2,822,480 273,318 Adjustment Aid 22-495-034-5120-085 179,170 07/01/21 06/30/22 161,820 179,170 17,350	penditure	Exp	Receivable	antor	enue (Reven	Receivable	ments	Expenditure	Received	Grantor	(Accts. Rec)	То	From	Amount	Number	Grantor/Program Title
General Fund Transportation Aid 22-495-034-5120-014 \$ 197,184 \$ 07/01/21 \$ 06/30/22 \$ - \$ 178,089 \$ 197,184 \$ - \$ - \$ - \$ 19,095 \$ Special Education Categorical Aid 22-495-034-5120-089 \$ 279,437 \$ 07/01/21 \$ 06/30/22 \$ - \$ - \$ 252,377 \$ 279,437 \$ - \$ - \$ - \$ - \$ 270,607 \$ Equalization Aid 22-495-034-5120-078 \$ 22,495-034-5120-078 \$ 28,2480 \$ 07/01/21 \$ 06/30/22 \$ - \$ - \$ 2,549,162 \$ 2,822,480 \$ - \$ - \$ - \$ - \$ - \$ - \$ 17,350 \$ - \$																	State Department of Education
Special Education Categorical Aid 22-495-034-5120-089 279,437 07/01/21 06/30/22 - - 252,377 279,437 - - - - 27,060 Equalization Aid 22-495-034-5120-078 2,822,480 07/01/21 06/30/22 - - 2,549,162 2,822,480 - - - - 273,318 Adjustment Aid 22-495-034-5120-085 179,170 07/01/21 06/30/22 - - 161,820 179,170 - - - - 17,350																	
Equalization Aid 22-495-034-5120-078 2,822,480 07/01/21 06/30/22 2,549,162 2,822,480 273,318 Adjustment Aid 22-495-034-5120-085 179,170 07/01/21 06/30/22 161,820 179,170 17,350	197,184	\$	\$ 19,095	-	- \$	\$	\$ -	\$ -	\$ 197,184	\$ 178,089	\$ -	\$ -	06/30/22	07/01/21	\$ 197,184	22-495-034-5120-014	Transportation Aid
Adjustment Aid 22-495-034-5120-085 179,170 07/01/21 06/30/22 161,820 179,170 17,350	279,437		27,060	-	-		-	-	279,437	252,377	-	-	06/30/22	07/01/21	279,437	22-495-034-5120-089	Special Education Categorical Aid
	2,822,480	2	273,318	-	-		-	-	2,822,480	2,549,162	-	-	06/30/22	07/01/21	2,822,480	22-495-034-5120-078	Equalization Aid
Security Aid 22.405.034.5120.084 90.617 07/01/21 06/30/22 - 80.030 90.617 9.679	179,170		17,350	-	-		-	-	179,170	161,820	-	-	06/30/22	07/01/21	179,170	22-495-034-5120-085	Adjustment Aid
$\frac{24^{-1}}{2} \frac{120^{-1}}{2} 120$	89,617		8,678	-	-		-	-	89,617	80,939	-	-	06/30/22	07/01/21	89,617	22-495-034-5120-084	Security Aid
Extraordinary Special Education Costs Aid 21-495-034-5120-044 26,701 07/01/20 06/30/21 (26,701) - 26,701	26,701		-	-	-		-	-	-	26,701	-	(26,701)	06/30/21	07/01/20	26,701	21-495-034-5120-044	Extraordinary Special Education Costs Aid
Extraordinary Special Education Costs Aid 22-495-034-5120-044 28,635 07/01/21 06/30/22 28,635 - (28,635)	28,635		-	-	-		(28,635)	-	28,635	-	-	· · · ·	06/30/22	07/01/21	28,635	22-495-034-5120-044	Extraordinary Special Education Costs Aid
Non-Public Transportation Aid 21-495-034-5120-014 6,380 07/01/20 06/30/21 (6,380) - 6,380	6,380		-	-	-		-	-	-	6,380	-	(6,380)	06/30/21	07/01/20	6,380	21-495-034-5120-014	Non-Public Transportation Aid
Non-Public Transportation Aid 22-495-034-5120-014 4,060 07/01/21 06/30/22 4,060 - (4,060)	4,060		-	-	-		(4,060)	-	4,060	-	-	-	06/30/22	07/01/21	4,060	22-495-034-5120-014	Non-Public Transportation Aid
Reimbursed TPAF Social Security																	Reimbursed TPAF Social Security
Contribution 22-495-034-5094-003 282,155 07/01/21 06/30/22 282,155 282,155	282,155		-	-	-		-	-	282,155	282,155	-	-	06/30/22	07/01/21	282,155	22-495-034-5094-003	Contribution
On Behalf TPAF Pension Contribution -																	On Behalf TPAF Pension Contribution -
Teacher's Pension & Annuity Fund 22-495-034-5094-002 1,367,101 07/01/21 06/30/22 1,367,101 1,367,101	1,367,101	1	-	-	-		-	-	1,367,101	1,367,101	-	-	06/30/22	07/01/21	1,367,101	22-495-034-5094-002	Teacher's Pension & Annuity Fund
On Behalf TPAF Pension Contribution -																	On Behalf TPAF Pension Contribution -
Non-Contributory Insurance 22-495-034-5094-004 19.288 07/01/21 06/30/22 19.288 19.288	19,288		-	-	-		-	-	19,288	19,288	-	-	06/30/22	07/01/21	19,288	22-495-034-5094-004	Non-Contributory Insurance
On Behalf TPAF Pension Contribution -									<i>'</i>						· ·		On Behalf TPAF Pension Contribution -
Long-Term Disability Insurance 22-495-034-5094-004 438 07/01/21 06/30/22 438 438	438		_	_	-		_	_	438	438	_	_	06/30/22	07/01/21	438	22-495-034-5094-004	Long-Term Disability Insurance
On Behalf TPAF Pension Contribution -																	
Post Retirement Medical 22-495-034-5094-001 323,916 07/01/21 06/30/22 323,916 323,916	323,916		_	_	-		_	_	323,916	323,916	_	_	06/30/22	07/01/21	323,916	22-495-034-5094-001	Post Retirement Medical
Total General Fund (33.081) - 5.248.366 5.593.481 - (32.695) 345.501	5,626,562		345,501				(32,695)					(33,081)					Total General Fund
	-,,		0.0,000				(=-,)		-,-,-,	-,,		(00,000)					
Special Revenue Fund																	Special Revenue Fund
NJ Preschool Aid 20-495-034-5120-086 441.510 07/01/19 06/30/20 214.012 214.012	441,510		_	_	_		_	_	214.012	_	_	214.012	06/30/20	07/01/19	441.510	20-495-034-5120-086	
NJ Preschool Aid 21-495-034-5120-086 332,878 07/01/20 06/30/21 107.340 107.340	225,538		_	_	340	107.3	_	_	,	_	_	/-			,		
N Preschool Aid 22-495-034-5120-086 325,475 07/01/21 06/30/22 292,928 197,534 127,941 - 32,547	197,534		32 547	_	,	, .	_	_	197 534	292 928	_	-					
Total Special Revenue Fund 321,352 - 292,928 411,546 235,281 - 32,547	864,582	- —										221 252	00/30/22	0,,01,21	323,173	22 193 03 1 3120 000	
Total Special Revenue Fund 253,261 - 32,547	804,382		32,347	-	,201	233,2	-	-	411,540	292,928	-	321,332					Total Special Revenue Fund
Debt Service Fund																	Debt Service Fund
	112,962																
Total Debt Service Fund - 112,962 112,962			-	-	-		_	_	112,962	112,962	-	_	06/30/22	07/01/21	112,962	22-495-034-5120-017	Debt Service Aid - State Support

Schedule of Expenditures of State Financial Assistance, Schedule B (continued) For the Fiscal Year Ended June 30, 2022

		Program Grant			Balance June 30, 2021							Balar	Memo					
	Project	O	r Award	Per	riod	Deferred Rev.	Du	e to	Cash	Budgetary	Adjus	t-	Accounts	Deferred	Due to	Budgetary	Cur	nulative
Grantor/Program Title	Number	A	Amount	From	To	(Accts. Rec)	Gra	ntor	Received	Expenditure	ment	s	Receivable	Revenue	Grantor	Receivable	Exp	enditure
State Department of Agriculture Enterprise Fund										-								
National School Lunch Program (St. Share)	22-100-010-3350-023	\$	6,742	07/01/21	06/30/22	\$ -	\$	-	\$ 6,476	\$ 6,742	\$	- \$	(266)	\$ -	\$ -	\$ -	\$	6,742
National School Lunch Program (St. Share)	21-100-010-3350-023		5,867	07/01/20	06/30/21	(1,115)		-	1,115				-					5,867
Total Enterprise Fund						(1,115)			7,591	6,742			(266)	-				12,609
Total State Financial Assistance Less: On Behalf TPAF Pension System Contrib	nutions					\$ 287,156	\$	<u> </u>	\$ 5,661,847	6,124,731	\$	<u>-</u> §	(32,961)	\$235,281	\$ -	\$ 378,048	\$ 6	,616,715
On Behalf TPAF Pension Contribution -	outions																	
Teachers' Pension & Annuity Fund On Behalf TPAF Pension Contribution -	22-495-034-5094-002									1,367,101								
Non-Contributory Insurance On Behalf TPAF Pension Contribution -	22-495-034-5094-004									19,288								
Postretirement Medical On Behalf TPAF Pension Contribution -	22-495-034-5094-001									323,916								
Long-Term Disability Insurance	22-495-034-5094-004									438	_							
Total For State Financial Assistance - Major Prog	ram Determination									\$ 4,413,988	- =							

Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance For the Fiscal Year Ended June 30, 2022

Note 1 - General

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

Note 2 - Basis of accounting

The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance are presented using the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Notes 1 (C) and 1 (D) to the District's basic financial statements.

Note 3 - Relationship of financial statements

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(3,369) for the general fund and \$(37,835) for the special revenue fund. See Exhibit C-3 for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds.

Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance For the Fiscal Year Ended June 30, 2022

Note 3 - Relationship of financial statement (continued)

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

	Federal		 State	 Total		
General fund	\$	16,904	\$ 5,590,112	\$ 5,607,016		
Special revenue fund		546,623	362,287	908,910		
Debt service fund		-	112,962	112,962		
Food service fund		412,093	 6,742	 418,835		
Total awards and						
financial assistance	\$	975,620	\$ 6,072,103	\$ 7,047,723		

Note 4 - Relationship to federal and state financial reports

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

Note 5 - Other

Revenues and expenditures reported under the USDA Commodities Program represent current year distributions respectively. The amount reported as TPAF Pension contributions represents the amount paid by the state on behalf of the District for the fiscal year ended June 30, 2022. TPAF Social Security contribution represents the amount reimbursed by the state for the employer's share of Social Security contributions for TPAF members for the fiscal year ended June 30, 2022.

Note 6 - Adjustments on the Schedule of Federal Awards

On the Schedule A; the adjustments of \$539 for the ESSA Title I A program for fiscal year 2020 and \$(374) for the ESSA Title II A program for the fiscal year 2022 represent adjustments to activity to correspond to board financial reports.

Note 7 - Indirect Costs

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

OTHER REPORTING REQUIRED BY GOVERNMENT AUDITING STANDARDS - PART II

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

Section I - Summary of Auditor's Results

Financial Statements						
Type of auditor's report issued	Unmodifie	d				
Internal Control Over Financial Reporting		Yes	V. No.			
1. Were material weakness(es) identifi	1 es	X No				
2. Were significant deficiencies identifi	Yes	X None reported				
Noncompliance material to basic financial statements noted?	Yes	X No				
Federal Awards						
Internal Control Over Major Programs: 1. Were material weakness(es) identifi	Yes	X No				
2. Were significant deficiencies identif	Yes	X None reported				
What was the type of auditor's report i major programs?	Unmodified					
Were any audit findings disclosed that a in accordance with 2 CFR 200 Section	Yes	X No				
Identification of Major Programs:						
CFDA Number(s)	Name of Federal Program or Cluster					
10.553 and 10.555	211NJ304N1099	Child Nutritie	on Cluster			
What was the dollar threshold used to of A and Type B programs?	listinguish between Type	\$750,000				
Did the auditee qualify as a low-risk auditee	Yes	X No				

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

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

State Awards							
What was the dollar threshold used to distingui A and Type B programs?	\$750,000						
Did the auditee qualify as a low-risk auditee?		X Yes	No				
Internal Control Over Major Programs:1. Were material weakness(es) identified?2. Were there significant deficiencies identi considered to be material weaknesses?	fied that are not	Yes	X No X None reported				
What was the type of auditor's report issued o major programs?	n compliance for	Unmodifie	ed				
Were any audit findings disclosed that are requi in accordance with NJ OMB Circular Letter 15	-	Yes	X No				
Identification of Major Programs:							
State Grant/Project Numbers	Na	ame of State	Program				
	State Aid Publ	ic Cluster:					
22-495-034-5120-089	Special Edu	cation Categ	gorical Aid				
22-495-034-5120-084	Security Aia						
22-495-034-5120-085	Adjustment						
22-495-034-5120-078	Equalization						

HOPEWELL TOWNSHIP SCHOOL DISTRICT Schedule of Findings and Questioned Costs - Section II and III For the Fiscal Year Ended June 30, 2022

Section II - Financial Statement Findings

There were no findings or questioned costs for the fiscal year ended June 30, 2022.

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

There were no findings or questioned costs for the fiscal year ended June 30, 2022.

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HOPEWELL TOWNSHIP SCHOOL DISTRICT Summary Schedule of Prior Year Audit Findings and Questioned Costs as Prepared by Management For the Fiscal Year Ended June 30, 2022

Status of Prior Year Findings

There were no findings or questioned costs for the fiscal year ended June 30, 2022.