

**Readington Township School District  
2021-2022  
ACFR Financial Facts**

**REVENUES**

ACFR Exhibit B-2 (On - behalf payments excluded)

	21/22	20/21	Increase (Decrease)	% Change	12/13	Increase (Decrease)	% Change
Local							
Tax levy							
General	\$ 30,842,108	\$ 30,237,361	\$ 604,747	2.00%	\$ 26,586,701	\$ 4,255,407	16.01%
Debt service	1,905,521	2,041,923	(136,402)	-6.68%	2,194,238	(288,717)	-13.16%
Tuition	86,029	44,934	41,095	91.46%	70,290	15,739	22.39%
Transportation	4,800	460	4,340	943.48%	3,976	824	20.72%
Interest & other misc.	92,013	64,311	27,702	43.08%	173,771	(81,758)	-47.05%
Student activity	111,224	23,195	88,029	379.52%	148,809	(37,585)	-25.26%
State Aid							
General	2,452,311	2,239,687	212,624	9.49%	1,471,393	980,918	66.67%
Special revenue	33,632	-	33,632	**	1,924	31,708	1648.02%
Capital projects	-	24,722	(24,722)	**	-	-	**
Debt service	7,133	7,115	18	0.25%	7,774	(641)	-8.25%
Federal Aid							
General	20,723	14,774	5,949	40.27%	-	20,723	**
Special revenue	635,174	618,115	17,059	2.76%	519,018	116,156	22.38%
Total revenues	\$ 36,190,668	\$ 35,316,597	\$ 874,071	2.47%	\$ 31,177,894	\$ 5,012,774	16.08%



**Revenues**

For the year ended June 30, 2022, the District had an increase in revenues of \$874.1K compared to the prior year.

- 1) COVID-19 restrictions are easing, resulting in increases in
  - a) Receiving tuition
  - b) Miscellaneous income (primarily building use)
- 2) State aid non- recurring revenue received for
  - a) Security grant in general fund for \$78,551 in 2021/2022
  - b) Capital and emergent needs grant in special revenue fund for \$33,632 in 2021/2022
  - c) Capital grant for a security project in capital projects fund for \$24,722 in 2020/2021

Overall, revenues, compared to ten years ago, increased \$5.0M.

**EXPENDITURES**

ACFR Exhibit B-2 (On - behalf payments excluded)

	21/22	20/21	Increase (Decrease)	% Change	12/13	Increase (Decrease)	% Change
Instruction	\$ 14,257,830	\$ 13,686,419	\$ 571,411	4.18%	\$ 13,424,711	\$ 833,119	6.21%
Support services							
Tuition	675,274	762,399	(87,125)	-11.43%	614,482	60,792	9.89%
Students & instruction related services	4,608,605	4,182,386	426,219	10.19%	3,498,271	1,110,334	31.74%
Administrative *	2,417,443	2,406,624	10,819	0.45%	2,203,523	213,920	9.71%
Plant operations & maintenance	2,788,312	2,578,424	209,888	8.14%	2,178,294	610,018	28.00%
Pupil transportation	1,494,894	1,312,660	182,234	13.88%	1,818,183	(323,289)	-17.78%
Employee benefits	5,750,706	5,491,209	259,497	4.73%	4,453,804	1,296,902	29.12%
Total operating expenditures	31,993,064	30,420,121	1,572,943	5.17%	28,191,268	3,801,796	13.49%
Student activity	99,002	30,731	68,271	222.16%	163,999	(64,997)	-39.63%
Capital outlay	1,807,265	2,098,425	(291,160)	-13.88%	321,860	1,485,405	461.51%
Debt service principal	1,620,000	1,565,000	55,000	3.51%	1,230,786	389,214	31.62%
Debt service interest	494,599	551,849	(57,250)	-10.37%	1,041,089	(546,490)	-52.49%
Total expenditures	\$ 36,013,930	\$ 34,666,126	\$ 1,347,804	3.89%	\$ 30,949,002	\$ 5,064,928	16.37%



**Expenditures**

For the year ended June 30, 2022, the District had an increase in expenditures of \$1.3M compared to the prior year.

- 1) The increase in students & instruction-related expenditures is largely affected by increased salaries for nurses, therapists and one to one aides.
- 2) The increase in transportation costs is attributable to routing requirements and an increase in fuel costs.
- 3) The decrease in capital outlay is the result of less bus acquisitions compared to last year.

Overall, expenditures, compared to ten years ago, increased \$5.1M.

\* Includes General Administration and School Administration

\*\* Undefined

**Readington Township School District**  
**2021-2022**  
**ACFR Financial Facts**

**FUND BALANCE**

(budgetary basis, Exhibit C-1)

	21/22	20/21	12/13
Restricted			
Capital reserve	\$ 5,113,320	\$ 4,731,169	\$ 3,806,381
Emergency reserve	225,042	125,000	205,596
Maintenance reserve	887,036	745,946	378,299
Excess surplus	800,000	815,000	702,390
Excess surplus - designated for subsequent year's expenditures	815,000	825,000	693,541
Committed			
Encumbrances	214,110	423,159	372,039
Assigned			
Designated for subsequent year's expenditures	-	84,555	36,715
Unassigned			
Unrestricted	1,110,628	1,096,655	573,099
Total general fund balance	\$ 9,165,136	\$ 8,846,484	\$ 6,768,060
Increase (Decrease) in general fund balance	\$ 318,652		\$ 2,397,076



**Fund Balance**

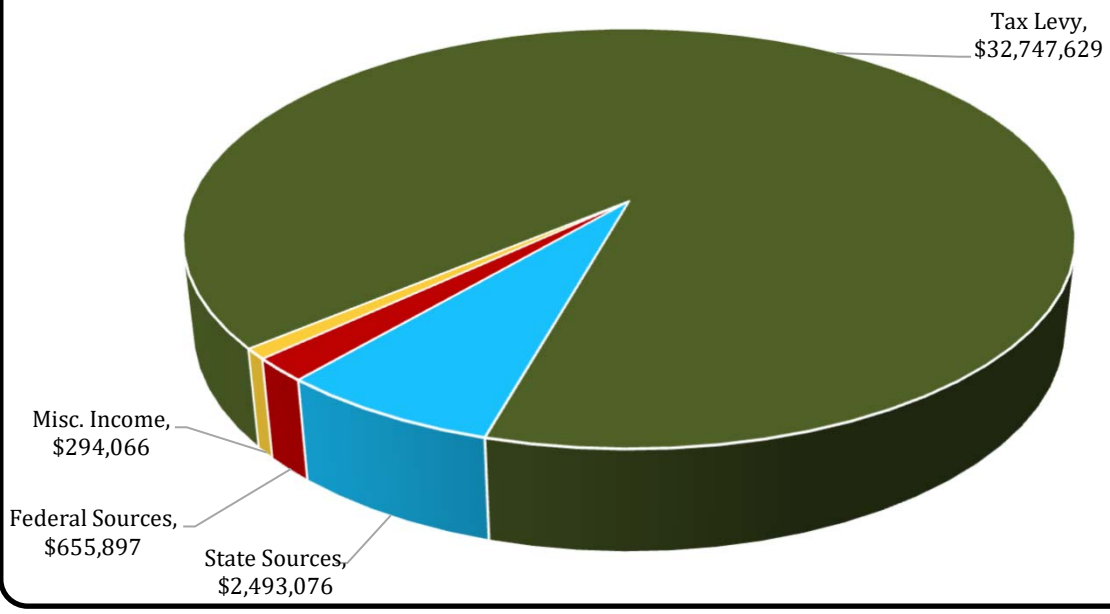
- ◆ For the year ended June 30, 2022, the District had an increase in the General Fund of \$318.7K compared to the prior year. Most of this increase is reflected in the balance for Capital Reserve which had a net increase of \$382.2K.
- ◆ Fund balance for encumbrances was the most significant decrease at \$209k.
- ◆ The net increase to capital, maintenance, and emergency expense reserves was \$623,283.
- ◆ Overall, the total general fund balance, compared to ten years ago, increased \$2.4M.



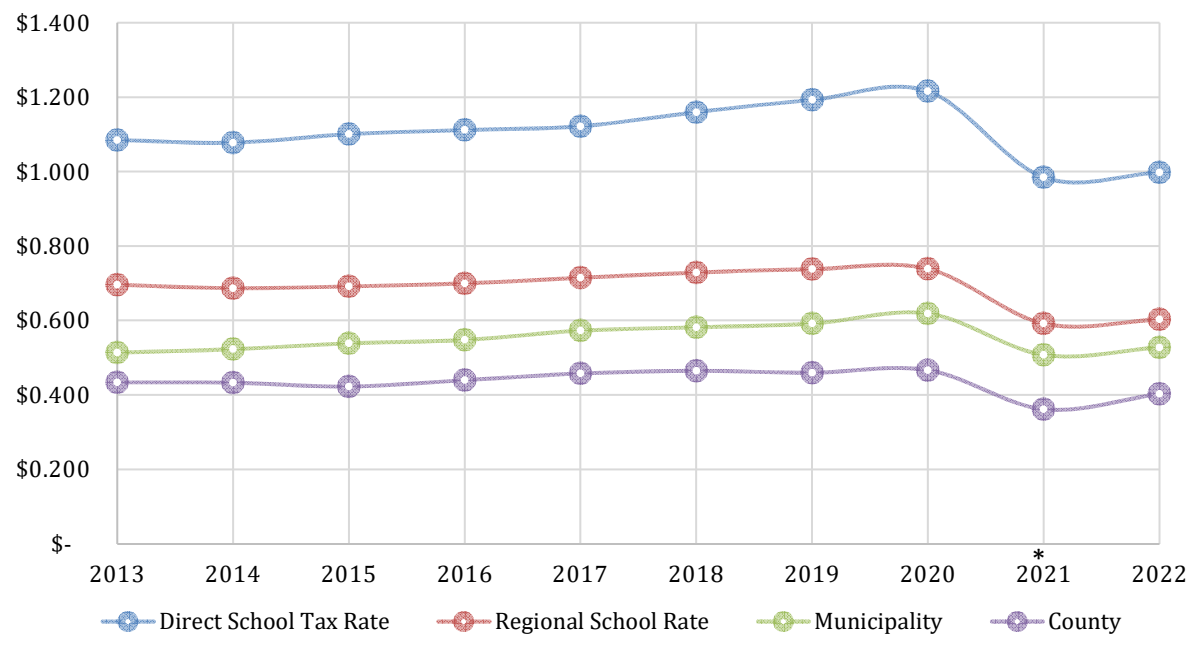
**Enrollment**

- ◆ Average daily enrollment 10 years ago was 1763.
- ◆ Average daily enrollment in the current year was 1367.
- ◆ This resulted in a decrease of 22% in the last 10 years.

Readington Township School District  
 2021-22 Revenue  
 (Exhibit J-4, excluding on-behalf payments)

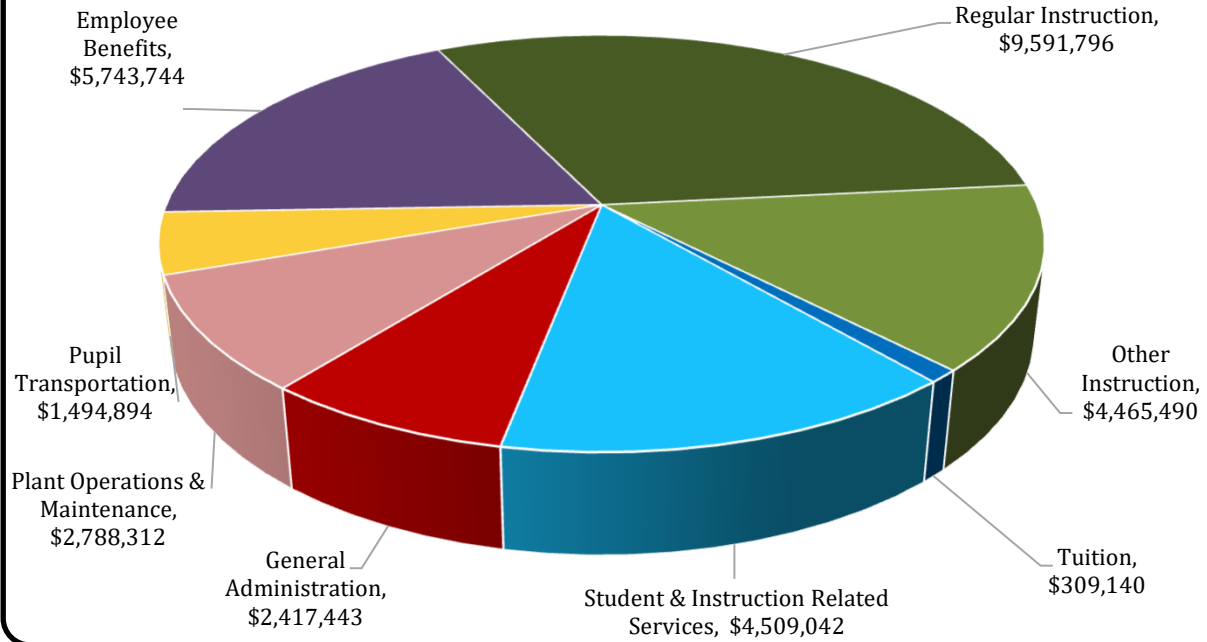


Readington Township School District  
 Ten Year Property Tax Rates  
 (Rate Per \$100 of Assessed Value)  
 (Exhibit J-7)

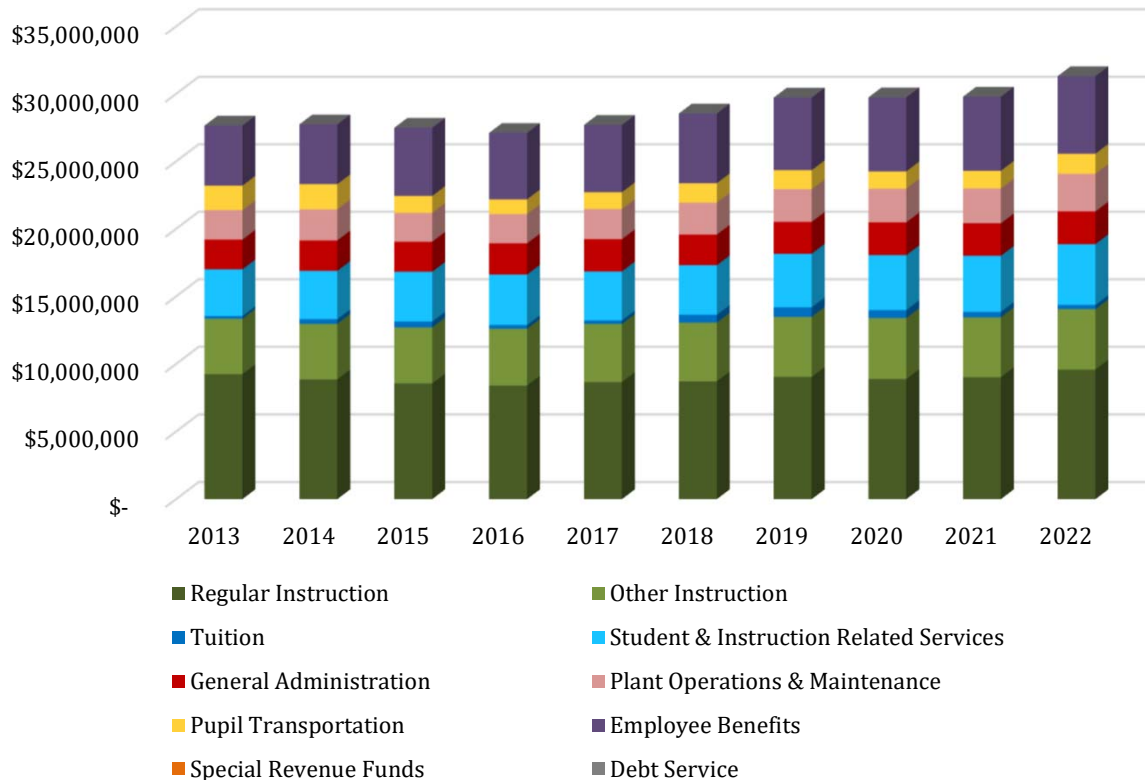


\*Revalued/Reassessed

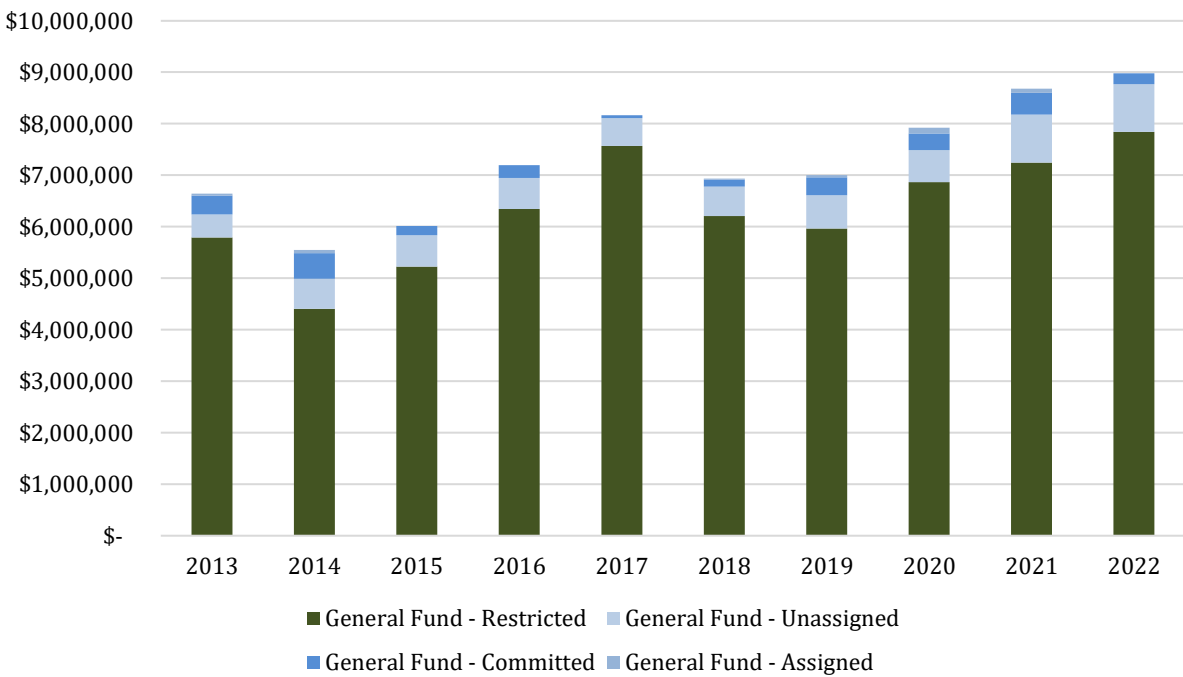
### Readington Township School District 2021-22 Expenditures (Exhibit J-4, excluding on-behalf payments)



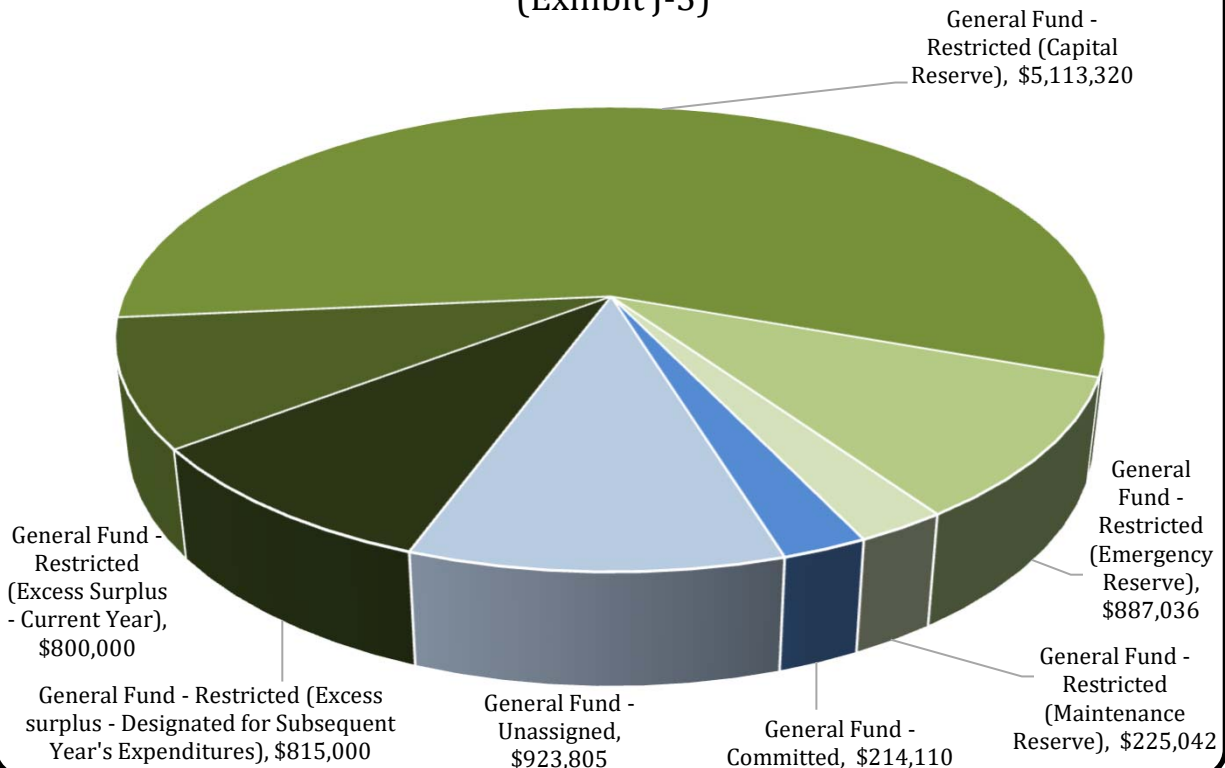
### Readington Township School District Ten Year Expenditure Comparison (Exhibit J-4, excluding on-behalf payments)



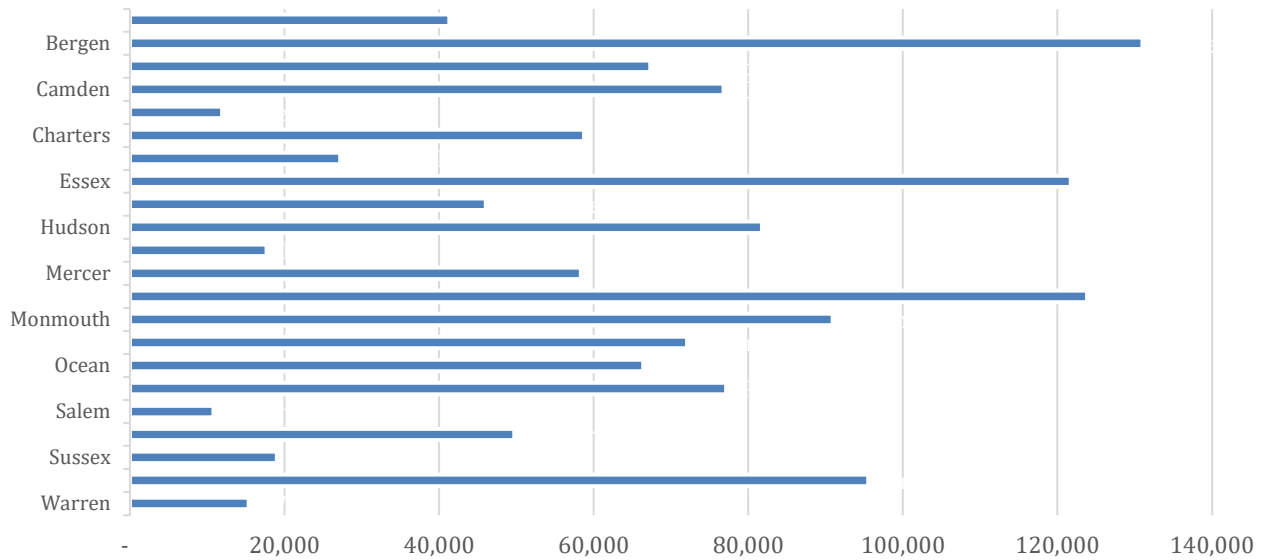
### Readington Township School District Ten Year Fund Balance Comparison - General Fund (Exhibit J-3)



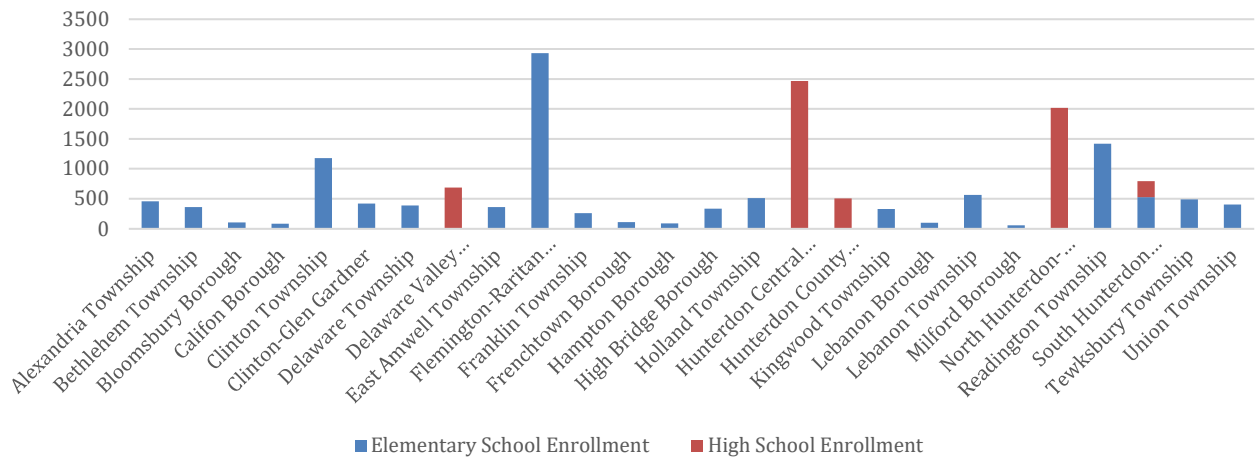
### Readington Township School District 2021-22 Fund Balances (Exhibit J-3)



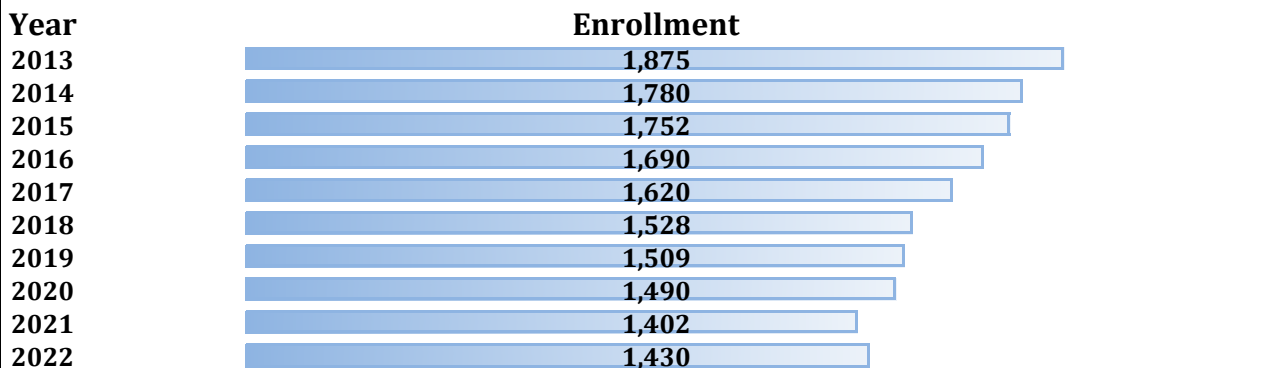
### NJ Enrollment by County 21-22



### Total Enrollment in Hunterdon County 21-22



### Readington Township School District Ten Year Enrollment (Exhibit J-17)



## Internal Factors

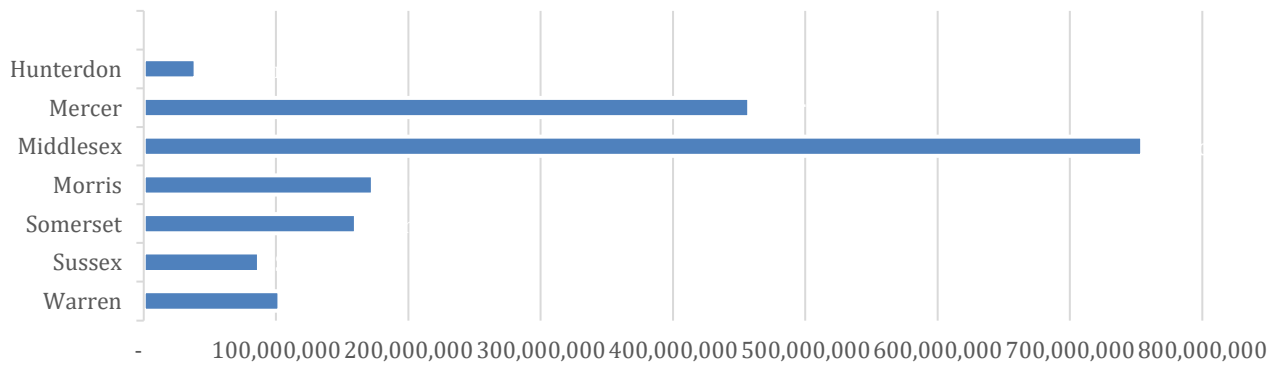
- Enrollment
- Student Classifications
- Transportation



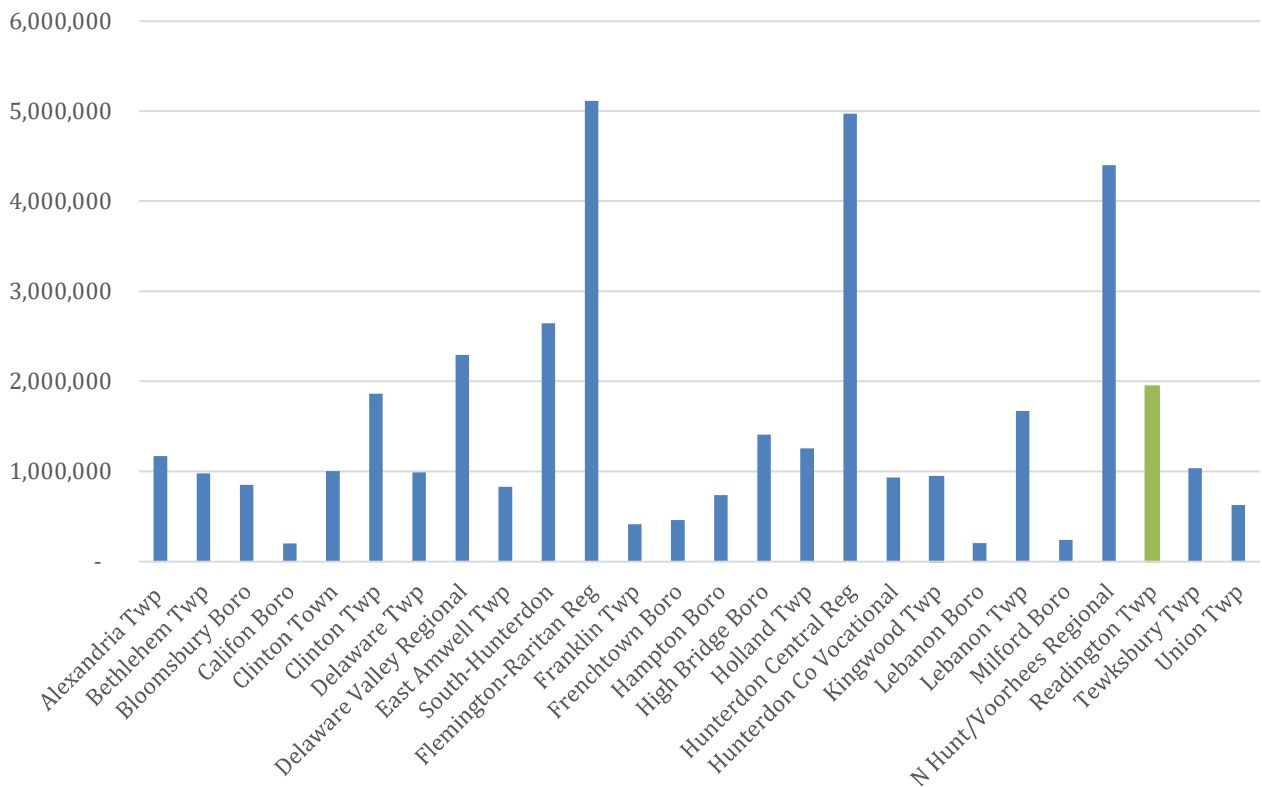
## External Factors

- Who lives in the municipality?
- Property Values
- Median Income

### NJ State Aid by County 21-22



### Hunterdon County State Aid by District 21-22



**READINGTON TOWNSHIP SCHOOL DISTRICT  
SURPLUS ANALYSIS-COMPARISON BY YEAR  
06/30/2022**

	Y/E 6/30/2013	Y/E 6/30/2014	Y/E 6/30/2015	Y/E 6/30/2016	Y/E 6/30/2017	Y/E 6/30/2018	Y/E 6/30/2019	Y/E 6/30/2020	Y/E 6/30/2021	YE 6/30/2022
<b>TOTAL</b>	<u>6,768,060.09</u>	<u>5,669,966.27</u>	<u>6,144,543.95</u>	<u>7,324,387.44</u>	<u>8,295,390.42</u>	<u>7,066,289.01</u>	<u>7,146,562.35</u>	<u>8,078,641.39</u>	<u>8,846,483.84</u>	<u>9,165,134.94</u>
<b>DETAIL</b>										
<b>SUBSEQUENT BUDGET:</b>										
EXCESS SURPLUS	693,541.00	702,390.00	757,442.00	849,104.00	847,265.00	889,993.00	884,325.00	848,893.53	825,000.00	815,000.00
UNRESERVED-TAXPAYER RELIEF	36,715.00	56,696.00	0.00	0.00	0.00	19,169.00	43,876.00	112,870.47	84,555.00	
<b>TOTAL SUBSEQUENT BUDGET</b>	<u>730,256.00</u>	<u>759,086.00</u>	<u>757,442.00</u>	<u>849,104.00</u>	<u>847,265.00</u>	<u>909,162.00</u>	<u>928,201.00</u>	<u>961,764.00</u>	<u>909,555.00</u>	<u>815,000.00</u>
ENCUMBRANCES	372,039.01	499,975.26	182,693.17	250,268.06	60,613.82	137,866.09	346,015.94	320,711.31	423,159.28	214,110.17
<b>CAPITAL RESERVE</b>										
AVAILABLE AFTER WITHDRAWAL	3,806,380.80	2,359,743.38	2,640,229.66	3,764,912.15	2,959,978.08	2,425,302.97	2,391,020.96	2,949,487.41	3,351,168.85	3,663,319.97
WITHDRAWAL NEXT YEAR'S BUDGET			404,662.00	302,478.00	2,293,734.00	1,305,000.00	1,050,000.00	1,357,718.00	1,380,000.00	1,450,000.00
<b>MAINTENANCE RESERVE</b>										
AVAILABLE AFTER WITHDRAWAL	378,298.72	378,298.72	367,178.72	367,178.72	327,178.72	367,178.72	362,178.72	616,903.26	530,945.71	637,035.69
WITHDRAWAL NEXT YEAR'S BUDGET					40,000.00	120,000.00	205,000.00	190,000.00	215,000.00	250,000.00
<b>EMERGENCY RESERVE</b>										
AVAILABLE AFTER WITHDRAWAL	205,595.81	206,326.58	207,059.93	207,739.34	178,826.02	210,967.23	22,282.20	52,017.41	125,000.00	225,042.14
WITHDRAWAL NEXT YEAR'S BUDGET					30,000.00	0.00	200,000.00	22,282.00	0.00	
EXCESS SURPLUS	702,390.75	757,442.33	849,104.47	847,265.17	889,992.78	884,325.00	848,893.53	825,000.00	815,000.00	800,000.00
UNRESTRICTED FREE SURPLUS	<u>573,099.00</u>	<u>709,094.00</u>	<u>736,174.00</u>	<u>735,442.00</u>	<u>667,802.00</u>	<u>706,487.00</u>	<u>792,970.00</u>	<u>782,758.00</u>	<u>1,096,655.00</u>	<u>1,110,626.97</u>
	<u>6,768,060.09</u>	<u>5,669,966.27</u>	<u>6,144,543.95</u>	<u>7,324,387.44</u>	<u>8,295,390.42</u>	<u>7,066,289.01</u>	<u>7,146,562.35</u>	<u>8,078,641.39</u>	<u>8,846,483.84</u>	<u>9,165,134.94</u>
<b>MAX ALLOWABLE FREE SURPLUS</b>										
EXPENDITURES	27,960,389	29,572,659	28,054,929	27,800,676	28,333,323	30,655,807	31,024,418	31,034,530	31,962,021	33,194,939
X ALLOWABLE %	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
	<u>559,208.00</u>	<u>591,453.00</u>	<u>561,099.00</u>	<u>556,014.00</u>	<u>566,666.00</u>	<u>613,116.00</u>	<u>620,488.00</u>	<u>620,691.00</u>	<u>639,240.00</u>	<u>663,899.00</u>
ADD : NJ AID > BUDGETED AMT										
EXTRAORDINARY AID		103,950.00	163,633.00	178,558.00	89,386.00	69,828.00	149,182.00	162,080.00	440,015.00	426,429.00
N.P. TRANSPORTATION AID	13,891.00	13,691.00	11,442.00	870.00	11,750.00	23,543.00	23,300.00	0.00	17,400.00	20,300.00
<b>TOTAL MAXIMUM FREE SURPLUS</b>	<u>573,099.00</u>	<u>709,094.00</u>	<u>736,174.00</u>	<u>735,442.00</u>	<u>667,802.00</u>	<u>706,487.00</u>	<u>792,970.00</u>	<u>782,771.00</u>	<u>1,096,655.00</u>	<u>1,110,628.00</u>
FREE SURPLUS % OF EXPENDITURES	2.05%	2.40%	2.62% #	2.65% #	2.36% #	2.30%	2.56%	2.52%	3.43%	3.35%



**READINGTON TOWNSHIP SCHOOL DISTRICT**  
**Assessed Value and Actual Value of Taxable Property**  
**Last Ten Fiscal Years**

	Fiscal Year Ended June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Vacant land	\$ 35,670,602	\$ 36,540,300	\$ 35,541,000	\$ 31,194,600	\$ 26,021,500	\$ 23,944,836	\$ 20,033,957	\$ 18,043,200	\$ 19,277,900	\$ 17,487,300
Residential	1,989,936,800	2,007,826,300	2,023,142,400	2,036,191,100	2,058,524,200	2,076,043,900	2,095,940,300	2,110,606,200	2,648,491,100	2,651,788,600
Farm regular	133,364,572	128,271,821	126,445,100	123,306,100	125,242,400	121,786,200	118,750,100	119,770,700	139,494,700	138,695,600
Q farm	4,171,297	4,235,707	4,213,574	4,726,655	4,674,248	5,022,757	4,691,100	4,975,400	4,648,900	4,728,700
Commercial	432,721,600	429,259,800	366,926,100	342,902,000	342,292,300	323,400,000	319,550,000	317,972,400	412,302,300	412,961,800
Industrial	51,486,800	51,486,800	51,486,800	53,386,800	53,912,800	53,912,800	53,912,800	53,912,800	81,410,200	83,360,200
Apartment	1,368,100	1,368,100	1,368,100	1,368,100	1,367,100	1,096,400	1,096,400	3,512,200	1,815,000	1,815,000
<b>Total assessed value</b>	<b>2,648,719,771</b>	<b>2,658,988,828</b>	<b>2,609,123,074</b>	<b>2,593,075,355</b>	<b>2,612,034,548</b>	<b>2,605,206,893</b>	<b>2,613,974,657</b>	<b>2,628,792,900</b>	<b>3,307,440,100</b>	<b>3,310,837,200</b>
Public utilities (a)	4,355,257	4,447,256	257,705	257,705	257,705	257,705	483,414	477,438	592,163	592,163
<b>Net valuation taxable</b>	<b>\$ 2,653,075,028</b>	<b>\$ 2,663,436,084</b>	<b>\$ 2,609,380,779</b>	<b>\$ 2,593,333,060</b>	<b>\$ 2,612,292,253</b>	<b>\$ 2,605,464,598</b>	<b>\$ 2,614,458,071</b>	<b>\$ 2,629,270,338</b>	<b>\$ 3,308,032,263</b>	<b>\$ 3,311,429,363</b>
Estimated actual county equalized value	\$ 3,172,017,011	\$ 3,105,323,638	\$ 2,980,105,960	\$ 3,078,505,532	\$ 3,233,436,382	\$ 3,207,910,119	\$ 3,200,465,260	\$ 3,258,887,379	\$ 3,180,517,266	\$ 3,538,986,174
Percentage of net valuation to estimated actual equalized value	83.64%	85.77%	87.56%	84.24%	80.79%	81.22%	81.69%	80.68%	104.01%	93.57%
<b>Total direct school tax rate (b)</b>	<b>\$ 1.085</b>	<b>\$ 1.078</b>	<b>\$ 1.101</b>	<b>\$ 1.112</b>	<b>\$ 1.122</b>	<b>\$ 1.160</b>	<b>\$ 1.193</b>	<b>\$ 1.216</b>	<b>\$ 0.985</b>	<b>\$ 0.998</b>

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.

\* Revaluation; Limited exemptions and abatement;

See independent auditors' report.

**READINGTON TOWNSHIP SCHOOL DISTRICT**  
**Direct and Overlapping Property Tax Rates**  
**Last Ten Fiscal Years**  
**(Rate Per \$100 of Assessed Value)**

Assessment Year	School District Direct Rate			Regional School Rate	Overlapping Rates		Total Direct & Overlapping Tax Rate
	Basic	General	(From J-6)		Municipality	County	
	Rate (a)	Obligation Debt Service (b)	Total Direct School Tax Rate				
2013	\$ 1.002	\$ 0.083	\$ 1.085	\$ 0.696	\$ 0.514	\$ 0.434	\$ 2.729
2014	0.996	0.082	1.078	0.687	0.523	0.433	2.721
2015	1.020	0.081	1.101	0.692	0.539	0.423	2.755
2016	1.033	0.079	1.112	0.700	0.548	0.440	2.800
2017	1.040	0.082	1.122	0.715	0.573	0.458	2.868
2018	1.077	0.083	1.160	0.729	0.582	0.465	2.936
2019	1.113	0.080	1.193	0.738	0.592	0.460	2.983
2020	1.139	0.077	1.216	0.739	0.619	0.467	3.041
2021	* 0.923	0.062	0.985	0.592	0.508	0.362	2.447
2022	0.940	0.058	0.998	0.603	0.528	0.403	2.532

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.

\* Revaluation; Limited exemptions and abatements

See independent auditors' report.