

**SCHOOL DISTRICT  
OF THE  
TOWNSHIP OF WESTFIELD**  
COUNTY OF UNION, NEW JERSEY



**ANNUAL COMPREHENSIVE  
FINANCIAL REPORT**

YEAR ENDED JUNE 30, 2024

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**ANNUAL COMPREHENSIVE FINANCIAL REPORT  
June 30, 2024**

**TABLE OF CONTENTS**

	<b>PAGE</b>
<b>INTRODUCTORY SECTION</b>	
Letter of Transmittal	1
Organizational Chart	5
Roster of Officials	6
Consultants	7
<b>FINANCIAL SECTION</b>	
<b>Independent Auditors' Report</b>	<b>8</b>
<b>Required Supplementary Information - Part I</b>	
Management's Discussion and Analysis	12
<b>Basic Financial Statements</b>	
A. Government-wide Financial Statements	
A - 1      Statement of Net Position	23
A - 2      Statement of Activities	24
B. Fund Financial Statements	
Governmental Funds:	
B - 1      Balance Sheet	25
B - 2      Statement of Revenues, Expenditures, and Change in Fund Balance	27
B - 3      Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	29
Proprietary Funds:	
B - 4      Statement of Net Position	30
B - 5      Statement of Revenues, Expenses, and Changes in Net Position	31
B - 6      Statement of Cash Flows	32
Fiduciary Funds:	
B - 7      Statement of Fiduciary Net Position	N/A
B - 8      Statement of Changes in Fiduciary Net Position	N/A
Notes to the Financial Statements	33

## Table of Contents

## PAGE

### FINANCIAL SECTION (continued)

#### Required Supplementary Information - Part II

Schedules and Note Related to Accounting and Reporting for Pensions (GASB 68):

L-1	Schedule of the District's Proportionate Share of the Net Pension Liability - Public Employees' Retirement System	68
L-2	Schedule of District Contributions - Public Employees' Retirement System	69
L-3	Schedule of State's Proportionate Share of the Net Pension Liability Associated with the District - Teachers' Pension and Annuity Fund	70
	Schedule Related to Accounting and Reporting for OPEB (GASB 75):	
M-1	Schedule of State's Proportionate Share of the OPEB Liability Associated with the District - State Health Benefit Local Education Retired Employees Plan	71

#### Required Supplementary Information - Part III

##### C. Budgetary Comparison Schedules

C - 1	Budgetary Comparison Schedule - General Fund	72
C - 1a	Combining Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	N/A
C - 2	Budgetary Comparison Schedule - Special Revenue Fund	85

##### Notes to the Required Supplementary Information - Part III

C - 3	Budgetary Comparison Schedule - Note to RSI	87
-------	---	----

#### Supplementary Information

##### D. School Based Budget Schedules

D - 1	Combining Statement of Net Position	N/A
D - 2	Blended Resource Fund - Schedule of Expenditures Allocated by Resource Type - Actual	N/A
D - 3	Blended Resource Fund - Schedule of Blended Expenditures - Budget and Actual	N/A

##### E. Special Revenue Fund:

E - 1	Combining Schedule of Revenues and Expenditures Special Revenue Fund - Budgetary Basis	88
E - 1a	Combining Schedule of Revenues and Expenditures Special Revenue Fund - Budgetary Basis	89
E - 1b	Combining Schedule of Revenues and Expenditures Special Revenue Fund - Budgetary Basis	90

##### F. Capital Projects Fund:

F - 1	Summary Statement of Project Expenditures	91
F - 2	Summary Schedule of Revenues, Expenditures, and Change in Fund Balance - Budgetary Basis	92
F - 2a	Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis - Kehler Field, High School and Elementary School Upgrades	93
F - 2b	Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis - SDA Alyssa's Law School Security Grant	94

## Table of Contents

## PAGE

### FINANCIAL SECTION (continued)

#### Supplementary Information (continued)

##### G. Proprietary Funds:

###### Enterprise Fund:

G - 1 Combining Statement of Net Position N/A

G - 2 Combining Statement of Revenues, Expenses and Changes  
in Net Position N/A

G - 3 Combining Statement of Cash Flows N/A

###### Internal Service Fund:

G - 4 Combining Statement of Net Position N/A

G - 5 Combining Statement of Revenues, Expenses and Changes  
in Net Position N/A

G - 6 Combining Statement of Cash Flows N/A

##### H. Fiduciary Funds:

H - 1 Combining Statement of Fiduciary Net Position N/A

H - 2 Combining Statement of Changes in Fiduciary  
in Net Position N/A

##### I. Long-Term Debt

I - 1 Schedule of Serial Bonds 95

I - 2 Schedule of Obligations under Leases N/A

I - 3 Budgetary Comparison Schedule - Debt Service Fund 96

I - 4 Schedule of Obligations under Subscription-Based  
Information Technology Arrangements N/A

### STATISTICAL SECTION - OTHER INFORMATION (UNAUDITED)

#### Financial Trends

J - 1 Net Position/Net Assets by Component 97

J - 2 Changes in Net Assets/Net Position 98

J - 3 Fund Balances, Governmental Funds 100

J - 4 Change in Fund Balances, Governmental Funds 101

J - 5 General Fund - Other Local Revenue by Source 102

#### Revenue Capacity

J - 6 Assessed Value and Actual Value of Taxable Property 103

J - 7 Direct and Overlapping Property Tax Rates 104

J - 8 Principal Property Taxpayers 105

J - 9 Property Tax Levies and Collections 106

#### Debt Capacity

J - 10 Ratios of Outstanding Debt by Type 107

J - 11 Ratios of Net General Bonded Debt Outstanding 108

J - 12 Direct and Overlapping Governmental Activities Debt 109

J - 13 Legal Debt Margin Information 110

#### Demographic and Economic Information

J - 14 Demographic and Economic Statistics 111

J - 15 Principal Employers 112

#### Operating Information

J - 16 Full-time Equivalent District Employees by Function/Program 113

J - 17 Operating Statistics 114

J - 18 School Building Information 115

J - 19 Schedule of Required Maintenance for School Facilities 116

J - 20 Insurance Schedule 117

## Table of Contents

## PAGE(S)

### Single Audit Section

K-1	Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	118
K-2	Report on Compliance for Each Major Federal and State Program and Report on Internal Control Over Compliance Required by the Uniform Guidance and New Jersey OMB Circular 15-08	120
K-3	Schedule of Expenditures of Federal Awards, Schedule A - Supplementary Information	123
K-4	Schedule of Expenditures of State Financial Assistance, Schedule B - Supplementary Information	124
K-5	Notes to the Schedules of Federal Awards and State Financial Assistance	125
K-6	Schedule of Findings and Questioned Costs	128
K-7	Summary Schedule of Prior Year Audit Findings	N/A

## **INTRODUCTORY SECTION**



# WESTFIELD PUBLIC SCHOOLS

*A Tradition of Excellence*

Raymond González  
Superintendent

302 Elm Street \* Westfield \* New Jersey \* 07090  
908-789-4414  
[www.westfieldnj12.org](http://www.westfieldnj12.org)

Patty Ramos  
Business Administrator/  
Board Secretary

January 15, 2025

Honorable President and  
Members of the Board of Education  
Town of Westfield School District  
County of Union, New Jersey

Dear Board Members and Constituents:

The annual comprehensive financial report ("ACFR") of the Township of Westfield School District (District) as of and for the fiscal year ended June 30, 2024, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the district management of the Board of Education (Board). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and government-wide statements of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The District has implemented Statement No. 34 of the Governmental Accounting Standards Board (GASB) entitled *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*. This standard, issued in June 1999, created the current reporting model of financial information and disclosure. The reader will notice that the two main basic financial statements created by this standard, the Statement of Net Position and the Statement of Activities, do not contain numerous columns for various funds that have been seen in past governmental financial statements. These two statements consolidate much of the information contained in fund based financial statements of the past into statements which tend to answer the question: "Is the District better or worse off financially than it was in the previous year?" A comparison of net position should help the reader in answering that question.

Also required as part of "Required Supplementary Information" by GASB Statement No. 34 is a "Management's Discussion and Analysis" (MD&A) which allows the District to explain in layman's terms its financial position and results of operations of the past fiscal year. Financial data is presented for both the current and immediately preceding school years to facilitate a meaningful analysis of the changes in financial position and operating results during this two year period.

The ACFR is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter and lists of principal officials and consultants and advisors and is unaudited. The financial section includes the general purpose financial statements and schedules, as well as the auditors' report thereon, and MD&A.

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 Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and NJ OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid Payments*. Information related to this single audit, including the auditors' report on internal control and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

1. Reporting Entity and its Services: The Town of Westfield School District is an independent reporting entity within the criteria adopted by the GASB. All funds and the Government-wide financial statements of the District are included in this report. The Town of Westfield 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 K through 12. These include regular, bilingual as well as special education for educationally handicapped youngsters.

The following details the changes in the student enrollment of the District over the last five years.

<u>Fiscal Year</u>	<u>Average Daily Student Enrollment</u>	<u>Percent Change</u>
2023-2024	5,832	-0.4%
2022-2023	5,875	0.8%
2021-2022	5,807	-2.1%
2020-2021	5,928	-4.6%
2019-2020	6,202	0.2%

2. Economic Condition and Outlook: The Town of Westfield is a stable community with a 2020 census population of 31,032. Its 6.7 square miles are basically residential in nature with 11 industrial acres; 336, commercial; 2,702, residential; and 79.96 acres for school buildings and fields. A sturdy Colonial heritage and strong commitment to education and voluntarism form the backbone of Westfield's citizens. According to the 2020 census, the median household income was \$170,798 and per capita income was \$81,933. The per capita income for the County of Union as reported in the 2020 census was \$41,576.

Property taxes provided 92% of the District's General Fund budgeted revenues for the 2023-24 school year. This percentage is consistent with prior years. Fluctuations in the percent of the budget supported by property taxes is largely due to fluctuations in state aid provided to the District.

The Town has been named a Main Street Community by the Office of Historic Preservation in Trenton, with town-wide efforts underway to revitalize the downtown area.

There is a cooperative, collegial spirit between the Westfield Mayor and Town Council and the elected Board of Education.

3. Major Initiatives: Initiatives and achievements in 2023-2024 by Westfield students and staff included the following:
  - Westfield High School Class of 2024 earned a 100% graduation rate.
  - 97% of Westfield High School graduates are pursuing a higher education.
  - 239 Westfield High School students were inducted into the National Honor Society.
  - 3 National Merit Finalist, 1 College-Sponsored Merit Scholar, 5 Merit Finalists, and 21 Commended Students in the 2024 National Merit Scholarship Program.
  - 102 AP Scholars with Distinction; 45 AP Scholars with Honor; 80 AP Scholars
  - 20 perfect SAT or ACT standardized test scores were earned by Westfield High School students.



- 97 Westfield High School students inducted into National Honor Societies for French, Spanish, Italian, and Chinese.
- 108 Westfield High School seniors attained the Seal of Biliteracy, an award granted to students who attain proficiency in two or more languages by high school graduation.
- For a 7th consecutive year, the Westfield Public School District was named one of the “Best Communities for Music Education” in the nation.
- 17 WHS student vocalists performed with 2024 All-State Mixed or Treble Chorus; 20 performed with regional choruses
- 4 WHS student musicians performed with the All-State WHS Band; 4 performed with regional bands
- 1 WHS student musician performed with the All-State Orchestra.
- Westfield High School Theatre Department received three Paper Mill Playhouse Rising Star Awards for its March 2023 production of "Sunday in the Park with George."
- 37 of our 2024 graduating student-athletes are participating at the collegiate level.
- In the 2023-2024 school year, Westfield athletic programs won 5 state, 8 section, 6 county, and 8 conference titles.
- The Boys Cross Country team competed in the Nike National meet in Oregon.
- Boys Cross Country coach Christopher Tafelski was selected by the U.S. Track and Field and Cross County Coaches Association as Coach of the Year for both cross country and track and field.
- Taking home State championships for the 2023-2024 season were Boys Cross Country, Boys Winter Track, Boys Swimming, Girls Swimming, Boys Lacrosse.
- Sectional champions in the 2023-2024 season were Boys and Girls Cross Country, Girls Volleyball, Boys Winter Track, Boys Swimming, Boys and Girls Spring Track, and Boys Lacrosse.
- WHS student journalism – Hi’s Eye – was named “Most Outstanding High School Weekly Newspaper” nationwide by the American Scholastic Press Association. Hi’s Eye Sports received first place recognition, while one Hi’s Eye reporter was one of four student journalists in the country to be recognized for “Outstanding Investigative Reporting.”
- Charitable fundraising efforts across Westfield Public Schools continued throughout the year with food drives, winter coat collections, holiday gift giving, and many other service-based initiatives.

4. Management's Responsibility for Financial Reporting: The management of the school district is responsible for the preparation of the financial statements included within the ACFR and for their integrity and objectivity. In order to enable the District to fulfill its obligation for accurate and fair financial reporting, management is also responsible for establishing and maintaining internal controls 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 system is designed to provide reasonable, but not absolute, assurance that these objectives are met.

The concept of reasonable assurance recognizes that: 1) the cost of a control should not exceed the benefits likely to be derived; and 2) the valuation of costs and benefits requires estimates and judgments by management.

As a recipient of federal awards 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 system, 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.

5. Budgetary Controls: In addition to internal 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. 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 reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as assigned fund balance at June 30, 2024.

6. 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 government-wide financial statements. These funds and the government-wide financial statements are explained in "Notes to the Financial Statements", Note 1.

7. Other Information:

A. Independent Audit: State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of PKF O'Connor Davies, LLP, 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 Uniform Guidance, and related grant guidance and State OMB Circular 15-08. The auditors' report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditors' reports related specifically to the single audit are included in the single audit section of this report.

8. Acknowledgments:


We would like to express our appreciation to the members of the Town of Westfield School Board for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff.

Respectfully submitted,



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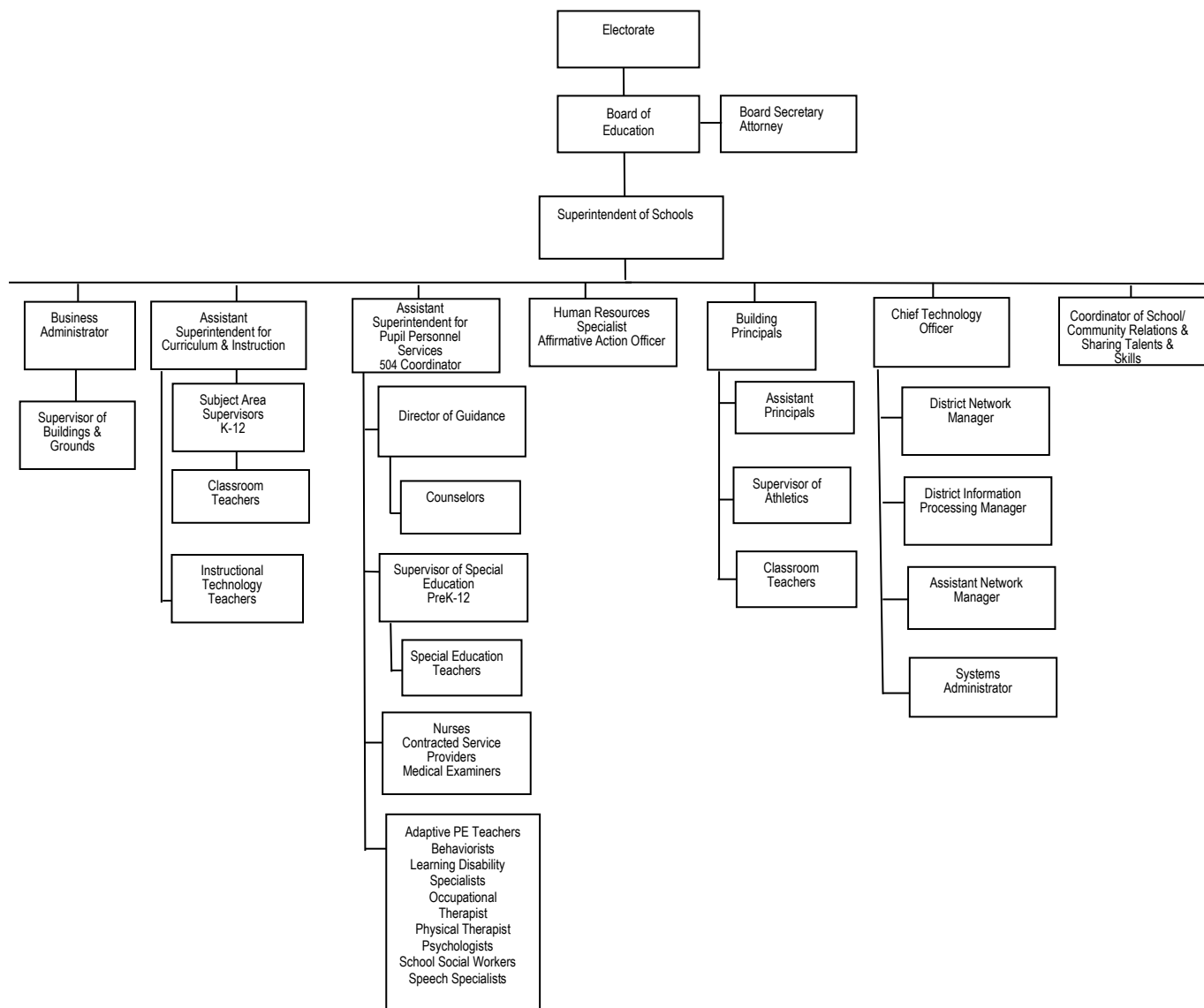
Raymond Gonzalez, Ed.D  
Superintendent



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Patty Ramos  
School Business Administrator/Board Secretary

## 1110 ORGANIZATIONAL CHART



Classroom Paraprofessionals report to Building Principal or designated Administrator  
Custodians report to Building Principals  
Maintenance and Elm Street Custodians report to Supervisor of Buildings and Grounds  
Secretaries report to Building Principals or designated Administrator  
Technicians report to Chief Technology Officer

Approved: November 6, 2007  
Revised: December 7, 2010  
Revised: August 28, 2012  
Revised: December 10, 2013  
Reviewed: December 11, 2014  
Revised: February 28, 2017  
Revised: March 27, 2018  
Revised: February 4, 2020

**WESTFIELD SCHOOL DISTRICT  
UNION COUNTY, NEW JERSEY**

**ROSTER OF OFFICIALS  
JUNE 30, 2024**

**Members of the Board of Education**

**Term Expires**

Robert Benacchio, President	2025
Sonal Patel, Vice President	2027
Julie Steinberg	2027
Kent Diamond	2026
Brendan Galligan	2026
Charles Gelinas	2026
Leila Morrelli	2027
Kristen Sonnek-Schmelz	2025
Mary Wickens	2025

**Other Officials**

Raymond Gonzalez, Ed.D., Superintendent of Schools  
Patricia Ramos, Business Administrator/Board Secretary

**WESTFIELD SCHOOL DISTRICT  
Consultants and Advisors**

**Architects**

FKA Architects  
306 Ramapo Valley Road  
Oakland, NJ 07436

**Audit Firm**

PKF O'Connor Davies, LLP  
20 Commerce Drive, Suite 301  
Cranford, NJ 07016

**Labor/General/Special Education Counsel**

Adams Gutierrez & Lattiboudere, LLC  
1037 Raymond Boulevard, Suite 900  
Newark, NJ 07102

Machado Law Group  
1 Cleveland Place  
Springfield, NJ 07081

**Bond Counsel**

McManimon, Scotland & Baumann, LLC  
75 Livingston Avenue  
Roseland, NJ 07068

**Financial Advisors**

Phoenix Advisors, LLC  
625 Farnsworth Avenue  
Bordentown, NJ 08505

**Official Depository**

Valley National Bank  
801 Central Avenue  
Westfield, NJ 07090

## **FINANCIAL SECTION**



## **Independent Auditors' Report**

**Honorable President and Members  
of the Board of Education  
Westfield School District  
Westfield, New Jersey  
County of Union**

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

#### ***Opinions***

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 Westfield School District (the "District"), as of and for the year ended June 30, 2024, 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 accompanying 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, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### **Basis for Opinions**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS); audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards and requirements are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### ***Responsibilities of Management for the Financial Statements***

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

PKF O'CONNOR DAVIES, LLP  
20 Commerce Drive, Suite 301, Cranford, NJ 07016 | Tel: 908.272.6200 | Fax: 908.272.2416 | [www.pkfod.com](http://www.pkfod.com)

PKF O'Connor Davies, LLP is a member firm of the PKF International Limited network of legally independent firms and does not accept any responsibility or liability for the actions or inactions on the part of any other individual member firm or firms.

**Honorable President and Members  
of the Board of Education  
Westfield School District**

*Page 2*

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 auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey 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 GAAS, the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey 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 judgement, 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.



**Honorable President and Members  
of the Board of Education  
Westfield School District**

*Page 3*

***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that management's discussion and analysis and the schedules included under Required Supplementary Information in the accompanying 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 GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual fund financial statements, long-term debt schedules, and the schedules of expenditures of federal awards and state financial assistance, 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 (Uniform Guidance) and New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, respectively, are presented for additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining and individual fund financial statements, long-term debt schedules and the schedules of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

***Other Information***

Management is responsible for the other information included in the Annual Comprehensive Annual Financial Report for the year ended June 30, 2024. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

**Honorable President and Members  
of the Board of Education  
Westfield School District**

*Page 4*

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 January 15, 2025 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the District's internal control over financial reporting and compliance.

*PKF O'Connor Davies, LLP*

Cranford, New Jersey  
January 15, 2025

*Scott A Clelland*

Scott A. Clelland, CPA  
Licensed Public School Accountant, No. 1049

**REQUIRED SUPPLEMENTARY  
INFORMATION**

**PART I**

**WESTFIELD SCHOOL DISTRICT**  
**Westfield, New Jersey**  
**Union County, New Jersey**

**MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)**  
**June 30, 2024**

This section of the district's annual comprehensive financial report presents a discussion and analysis of the district's financial performance during the fiscal year ending June 30, 2024. It should be read in conjunction with the transmittal letter at the front of this report and the district's financial statements, which immediately follow this section.

Management's Discussion and Analysis (MD&A) is Required Supplementary Information specified by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 *Basic Financial Statement—and Management's Discussion and Analysis—for State and Local Governments*. Certain comparative information between the current year and the prior year is presented in the MD&A.

**FINANCIAL HIGHLIGHTS**

The key financial highlights for the 2023-2024 fiscal year include the following:

Governmental funds reported a total fund balance of \$24,511,782, which is a \$3,203,273 increase from last year's total governmental fund balance. The majority of the increase was due to revenues that exceeded expenditures in the general fund in the current year. The general or operating fund balance was reported for GAAP purposes at \$23,311,057 which represents an increase of \$3,186,193 over the prior year. Of this total, \$512,983 of excess surplus will be appropriated toward the 2025-2026 budget, and an additional \$1,500,000 has been restricted for the 2024-2025 budget. There is a capital reserve with \$9,709,814 restricted for its use, a maintenance reserve with \$2,047,156 restricted for its use, and an emergency reserve with \$1,000,000 restricted for its use. \$440,839 has been restricted for unemployment compensation. \$4,514,313 of general fund balance was assigned to cover open purchase orders at year-end. The unassigned general fund balance is reported at \$3,585,952. General fund balance is below the maximum permitted under the Department of Education regulations based upon 2% of general fund expenditures, with specified modifications. Total spending for all governmental funds was \$158,078,598. Total revenues were \$161,281,871 resulting in an excess of revenues over expenditures of \$3,203,273 for the year.

## OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

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

**Figure A-1**

### ***Organization of the School District Annual Comprehensive Financial Report***

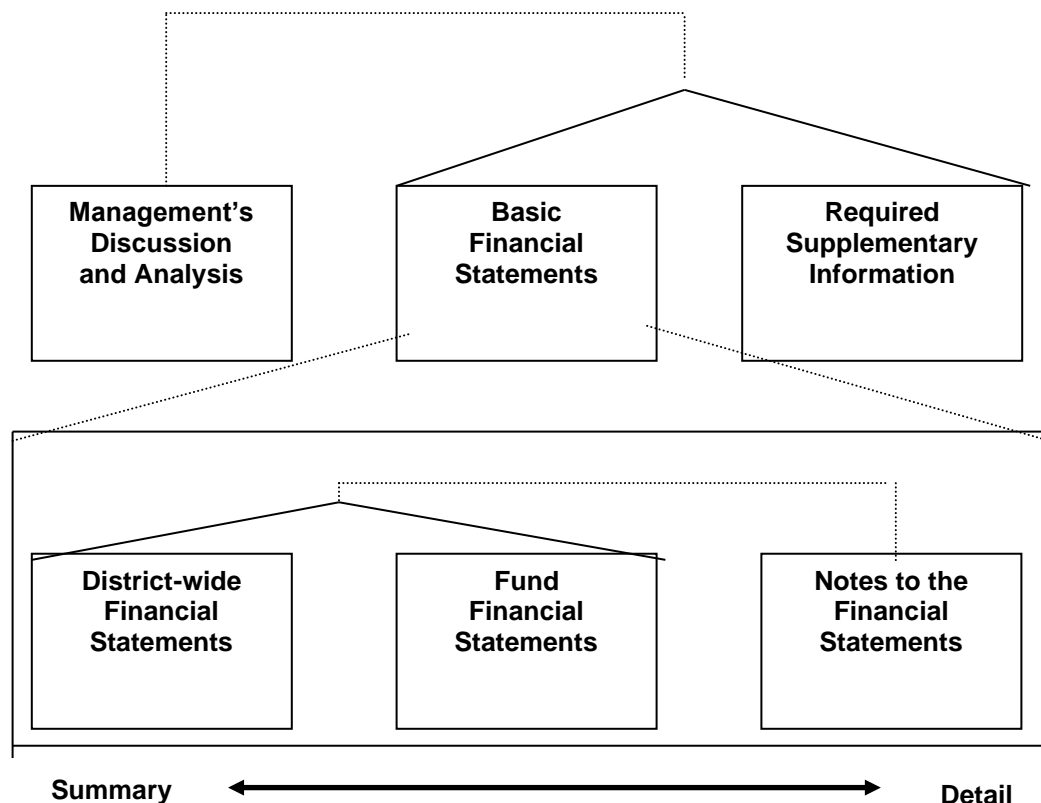


Figure A-2 summarizes the major features of the district's financial statements, including the portion of the district's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights that structure and contents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

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

## **District-wide Statements**

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

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

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

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

- Governmental activities: Most of the district's basic services are included here, such as regular and special education, transportation, and administration. Property taxes and state formula aid finance most of these activities.
- Business-type activities: The district charges fees to help it cover the costs of certain services it provides. The district's WRAP program and food services are included here. The district also has a non-major proprietary internal service fund.

## **Fund Financial Statements**

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

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

The district has two types of funds:

Governmental funds: Most of the district's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the district's programs. Because this information does not encompass the additional long-term focus of the district-wide statements, additional information at the bottom of the governmental funds statements explains the relationship (or differences) between them.

Proprietary funds: Services for which the district charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the district-wide statements. The district's enterprise funds (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows. The district uses internal service funds (the other kind of proprietary fund) to report activities that provide supplies and services for its other programs and activities. The district currently has one internal service fund, the health benefits self-insurance fund.

## **FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE**

The school district's Governmental Activities net position was \$52,378,984 at June 30, 2024. Of this amount, a deficit amount of \$14,128,116 was reported as unrestricted net position, primarily due to GASB Statement No. 68 accounting and reporting requirements for the PERS defined benefit pension systems and compensated absences. Restricted net positions are reported separately to show legal constraints from debt covenants and enabling legislation that limit the school district's ability to use those net assets for day-to-day operations. Our analysis below focuses on the net position (Figure A-3) and change in net position (Figure A-4) of the school district's governmental activities.



**Figure A - 3**  
**Net Position at June 30, 2024 and 2023**

	<b>Governmental Activities 2023</b>	<b>Governmental Activities 2024</b>	<b>Amount Difference</b>	<b>% Increase (Decrease)</b>
<b>Assets</b>				
Current and other assets	\$ 27,216,120	\$ 31,350,508	\$ 4,134,388	15.19%
Capital assets	<u>64,397,292</u>	<u>62,849,937</u>	<u>(1,547,355)</u>	-2.40%
Total Assets	<u>91,613,412</u>	<u>94,200,445</u>	<u>2,587,033</u>	2.82%
 Deferred Outflows of Resources	 <u>4,413,706</u>	 <u>2,988,482</u>	 <u>(1,425,224)</u>	 -32.29%
 <b>Liabilities</b>				
Current and other liabilities	10,523,330	11,463,840	940,510	8.94%
Long-term liabilities	<u>35,766,096</u>	<u>30,184,362</u>	<u>(5,581,734)</u>	-15.61%
Total Liabilities	<u>46,289,426</u>	<u>41,648,202</u>	<u>(4,641,224)</u>	-10.03%
 Deferred Inflow of Resources	 <u>3,358,546</u>	 <u>3,161,741</u>	 <u>(196,805)</u>	 -5.86%
 <b>Net Position</b>				
Net investment in capital assets	49,227,359	50,095,583	868,224	1.76%
Restricted	16,355,546	16,411,517	55,971	0.34%
Unrestricted (Deficit)	<u>(19,203,759)</u>	<u>(14,128,116)</u>	<u>5,075,643</u>	26.43%
Total Net Position	<u>\$ 46,379,146</u>	<u>\$ 52,378,984</u>	<u>\$ 5,999,838</u>	12.94%

The increase in current and other assets is attributed to an approximately \$3.68 million and \$500 thousand increase in cash and receivables from other governments, respectively, in the general fund which was driven by an increase in the fund balance as of year end. Deferred outflow of resources represents deferred pension costs associated with the District's net pension liability. Deferred inflows of resources represent the District's proportionate share of earnings and assumptions associated with the District's net pension liability. The deferred outflows of resources and deferred inflows of resources fluctuated based on actuarially provided calculations related to the net pension liability. The majority of the increase in current and other liabilities is attributed to an approximately \$913 thousand increase in the general fund accounts payable. Accounts payable fluctuate based on the timing of payments of bills lists before year end. The decrease in long-term liabilities is mainly attributable to a decrease in the net pension liability of \$2,873,817 as well as a decrease in bonds payable of \$2,375,000. In fiscal year 2024, the District did not issue any new debt and paid \$2,375,000 in principal maturities during the fiscal year. Unrestricted deficit increased this year as a result of the operations noted above, mainly attributed to the increase in current and other assets and receivables from other governments.

The results of this year's operations for the school district Governmental Activities and Business-type Activities are reported in the Statement of Activities (Exhibit A-2). Figure A-4, below, takes the information from that financial statement, rounds off the numbers, and rearranges them slightly so you can see the District's total revenues and expenses for the year.

**Figure A - 4**  
**Change in Net Position for the Year Ended June 30.**

	<b>Governmental Activities</b>		<b>Amount</b>	<b>Percentage</b>
	<b>2023</b>	<b>2024</b>	<b>Difference</b>	<b>Increase (Decrease)</b>
<b>Revenues:</b>				
Program revenue				
Charges for Services	\$ 1,293,139	\$ 1,692,472	\$ 399,333	30.88%
Operating Grants and Contributions	23,953,846	25,164,545	1,210,699	5.05%
General revenue				
Local tax levy	109,594,132	114,770,871	5,176,739	4.72%
Federal and state aid	7,250,508	9,396,619	2,146,111	29.60%
Miscellaneous revenues	\$1,671,206	2,186,352	515,146	30.82%
<b>Total revenues</b>	<b>143,762,831</b>	<b>153,210,859</b>	<b>9,448,028</b>	<b>6.57%</b>
<b>Function/program expense:</b>				
Instruction				
Regular programs	41,737,944	43,608,671	1,870,727	4.48%
Special programs	10,129,602	11,114,991	985,389	9.73%
Other instructional programs	1,957,264	2,026,541	69,277	3.54%
Support services				
Student services	17,214,133	19,012,528	1,798,395	10.45%
Tuition	8,091,422	7,880,318	(211,104)	-2.61%
General administration and business services	4,974,412	5,239,608	265,196	5.33%
School administration	3,748,509	3,812,896	64,387	1.72%
Plant services	6,569,404	7,658,105	1,088,701	16.57%
Pupil transportation	5,395,685	5,598,204	202,519	3.75%
Unallocated benefits	36,015,689	40,058,661	4,042,972	11.23%
Unallocated depreciation and amortization	766,456	871,363	104,907	13.69%
Interest on long-term debt	393,887	329,135	(64,752)	-16.44%
<b>Total expenses</b>	<b>136,994,407</b>	<b>147,211,021</b>	<b>10,216,614</b>	<b>7.46%</b>
<b>Increase (Decrease) in net position</b>	<b>\$ 6,768,424</b>	<b>\$ 5,999,838</b>	<b>\$ (768,586)</b>	<b>-11.36%</b>

**Figure A - 4**  
**Change in Net Position year ended June 30.**

	<b>Business-Type Activities</b>		<b>Amount</b>	<b>Percentage</b>
	<b>2023</b>	<b>2024</b>	<b>Difference</b>	<b>Increase (Decrease)</b>
<b>Revenues:</b>				
Program revenue				
Charges for services	\$ 2,186,920	\$ 2,211,892	\$ 24,972	1.14%
Miscellaneous revenues	57,150	111,559	54,409	95.20%
<b>Total revenues</b>	<b>2,244,070</b>	<b>2,323,451</b>	<b>79,381</b>	<b>3.54%</b>
<b>Expenses:</b>				
Food Service	1,547,626	1,851,070	303,444	19.61%
WRAP Program	334,399	401,449	67,050	20.05%
<b>Total expenses</b>	<b>1,882,025</b>	<b>2,252,519</b>	<b>370,494</b>	<b>19.69%</b>
<b>Increase (Decrease) in net position</b>	<b>\$ 362,045</b>	<b>\$ 70,932</b>	<b>\$ (291,113)</b>	<b>80.41%</b>

Governmental activities charges for services increased in fiscal year 2024 due to increased student activity revenues as student activity programs continuing a full year of operations in fiscal year 2024 after being negatively impacted a few years ago from the pandemic. The increase in governmental activities operating grants and contributions was mainly attributed to an increase in tuition earned and the unallocated benefits received during the current year in the District. The governmental activities state and federal aid increased as a result of an increase in the state categorical special education aid and an increase in state TPAF contributions in the current year. Governmental activities miscellaneous revenues increased due to increases in interest revenue. Governmental activities plant service expenses mainly increased due to increased capital outlay expenditures. Governmental activities interest on long-term debt decreased as no debt was issued in fiscal year 2024 and existing debt was paid down. Business-type activities miscellaneous revenues increased due to the increase in interest on deposits and the food service company profit guarantee. The business-type food service expenses increased in 2024 due to the increased need for cafeteria aides and related employee benefits.

In figure A-5 below, we have presented the cost of each of the school district's functions for the current year and prior year. Providing this information allows our citizens to consider the cost of each function in comparison to the benefits they believe are provided by each function.

**Figure A - 5**  
**Governmental Activities - Total Cost of Services**

			<b>Increase (Decrease)</b>	
	<b>2023</b>	<b>2024</b>	<b>\$</b>	<b>%</b>
<b>Function/program expense:</b>				
Instruction				
Regular programs	\$ 41,737,944	\$ 43,608,671	\$ 1,870,727	4.5%
Special programs	10,129,602	11,114,991	985,389	9.7%
Other Instructional programs	1,957,264	2,026,541	69,277	3.5%
Support services				
Student services	17,214,133	19,012,528	1,798,395	10.4%
Tuition	8,091,422	7,880,318	(211,104)	-2.6%
Instructional staff support				
General administration and business services	4,974,412	5,239,608	265,196	5.3%
School administration	3,748,509	3,812,896	64,387	1.7%
Plant services	6,569,404	7,658,105	1,088,701	16.6%
Student transportation	5,395,685	5,598,204	202,519	3.8%
Unallocated benefits	36,015,689	40,058,661	4,042,972	11.2%
Unallocated depreciation and amortization	766,456	871,363	104,907	13.7%
Interest expense	393,887	329,135	(64,752)	-16.4%
<b>Total</b>	<b>\$ 136,994,407</b>	<b>\$ 147,211,021</b>	<b>\$ 10,216,614</b>	<b>7.5%</b>

As noted above, plant service expenses mainly increased due to increased capital outlay during 2024. Pupil transportation costs increased in all categories, but the main increase was recognized in increased costs associated with special education transportation. Unallocated benefits increased due to increases in health benefit costs and an increase in the TPAF contribution expense recognized on behalf of the District. Interest on long-term debt decreased as no debt was issued in fiscal year 2024 and existing debt was paid down.

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

As the school district completed this year, our governmental funds reported a combined fund balance of \$24,511,782, which is an increase of \$3,203,273 from last year. This amount includes the general fund (increase of \$3,186,193), special revenue fund (increase of \$93,710) and capital projects fund (decrease of \$76,630). The primary reasons for the increase/decrease are:

1. Use of capital reserves to finance capital projects without the need for debt issuances.
2. Decreases in benefit expenses in 2024.

## General Fund Budgetary Highlights

Over the course of the year, the school district revises its budget as it attempts to deal with unexpected changes in revenues and expenditures. Budget changes/transfers are approved by the Board of Education throughout the year. Actual revenues reflect a positive variance of \$31.58 million. This is due primarily to the State reimbursement/on behalf payments in the amount of \$28.10 million for TPAF pension, post retirement and social security contributions. This is always a non-budgeted item that the State (and GAAP) require to be included in the financial statements.

Actual expenditures reflect a negative variance of \$25.02 million even though all budget categories show a positive variance. This again is primarily due to the State requirement to include TPAF pension, post retirement and social security contributions in the audit.

There were material budget transfers in and out of different accounts including the transfer out of health benefits of \$2,633,914 due to the lessened need to contribute to employee benefits and transfer out of tuition to other LEAs within the state of \$851,124 due to the reduced number of special education students sent to other districts. Alternatively, there were transfers in to various charge codes including capital outlay for \$1,502,510 for the increased need for required maintenance for school facilities and extra student support services for \$1,054,040 for increased need on professional and educational services.

## CAPITAL ASSETS AND DEBT ADMINISTRATION

### Capital Assets

At June 30, 2024, the school district governmental activities reported \$129,556,811 invested in a broad range of capital assets, including land, construction in progress, buildings, building improvements, other improvements, vehicles, furniture and equipment. This amount represents a net increase (including additions, trade-ins and retirements) of \$2,589,950 from the prior year. Figure A-6 details the composition of capital assets at June 30<sup>th</sup> of the current and prior year and the net changes for the current year.

**Figure A - 6**  
**Governmental Activity Capital Assets at Year-End June 30**

	<u>2023</u>	<u>2024</u>	<u>Increase</u>
Land	\$ 4,488,200	\$ 4,488,200	
Construction in Progress	10,891,205	12,097,210	\$ 1,206,005
Buildings and Improvements	94,077,550	95,006,295	928,745
Furniture, Equipment and Vehicles	17,509,906	17,965,106	455,200
<b>Total</b>	<u>\$ 126,966,861</u>	<u>\$ 129,556,811</u>	<u>\$ 2,589,950</u>

## Long-Term Liabilities

At the end of this year, the school district had \$12,500,000 in bonds (Type II debt) outstanding versus \$14,875,000 last year – a decrease of 19%. The summary of year-end long-term liabilities and changes for the 2023-2024 school year is as follows:

**Figure A - 7**  
**Outstanding Long-Term Liabilities at Year-End**

	<b>Governmental Activities</b>		<b>(Decrease)</b>
	<b>2023</b>	<b>2024</b>	
School Serial Bonds Payable	\$ 14,875,000	\$ 12,500,000	\$ (2,375,000)
Unamortized Premium on Bonds	369,620	294,545	(75,075)
Other Long Term Liabilities:			
Net Pension Liability	20,248,469	17,374,652	(2,873,817)
Compensated Absences Payable	3,140,409	2,979,883	(160,526)
<b>Total</b>	<b>\$ 38,633,498</b>	<b>\$ 33,149,080</b>	<b>\$ (5,484,418)</b>

## FACTORS AFFECTING THE DISTRICT'S FUTURE

- The largest expenditure in the school budget is for employee salaries and wages. The contract with the Westfield Association of Administrators and Supervisors expired on June 30, 2024. Negotiations with all employee associations will affect future budgets.
- The enrollment in the district is continuing to remain stable.
- The district maintains twelve facilities, ten of which are schools. The district continues to budget for capital improvements in accordance with the State approved Long Range Facilities Plan.

## CONTACTING THE SCHOOL DISTRICT'S FINANCIAL MANAGEMENT

Our financial report is designed to provide our citizens, taxpayers, parents, students, investors and creditors with a general overview of the school district's finances and to show the school district's accountability for the money it received. If you have questions about this report or wish to request additional financial information, contact Patty Ramos, Business Administrator/Board Secretary, at Westfield Board of Education, 302 Elm Street, Westfield, New Jersey 07090.

## **BASIC FINANCIAL STATEMENTS**

**GOVERNMENT-WIDE FINANCIAL STATEMENTS**  
**SECTION – A**



**WESTFIELD SCHOOL DISTRICT**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2024**

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
<b><u>ASSETS</u></b>			
Cash and Cash Equivalents	\$ 27,350,575	\$ 1,201,428	\$ 28,552,003
Other Receivables	319,824	62,708	382,532
Receivables from Other Governments	3,656,134		3,656,134
Inventory		27,857	27,857
Restricted Cash Held With Fiscal Agent	23,975		23,975
Capital Assets, Non-Depreciable	16,585,410		16,585,410
Capital Assets, Depreciable, Net	46,264,527	353,353	46,617,880
<b>Total Assets</b>	<b>94,200,445</b>	<b>1,645,346</b>	<b>95,845,791</b>
<b><u>DEFERRED OUTFLOWS OF RESOURCES</u></b>			
Pension Deferrals	2,948,292		2,948,292
Deferred Amount on Refinancing	40,190		40,190
<b>Total Deferred Outflows of Resources</b>	<b>2,988,482</b>		<b>2,988,482</b>
<b><u>LIABILITIES</u></b>			
Accounts Payable	2,494,201	91,669	2,585,870
Accrued Interest Payable	117,166		117,166
Accrued Liabilities	4,385,773		4,385,773
Payable to Other Governments	74,121		74,121
Payroll Deductions and Withholdings Payable	655,680		655,680
Unemployment Compensation Claims Payable	380,621		380,621
Unearned Revenue	391,560	162,807	554,367
Noncurrent Liabilities:			
Due Within One Year	2,964,718		2,964,718
Due Beyond One Year	12,809,710		12,809,710
Net Pension Liability	17,374,652		17,374,652
<b>Total Liabilities</b>	<b>41,648,202</b>	<b>254,476</b>	<b>41,902,678</b>
<b><u>DEFERRED INFLOW OF RESOURCES</u></b>			
Pension Deferrals	3,161,741		3,161,741
<b>Total Deferred Inflow of Resources</b>	<b>3,161,741</b>		<b>3,161,741</b>
<b><u>NET POSITION</u></b>			
Net investment in capital assets	50,095,583	353,353	50,448,936
Restricted for:			
Capital Reserve	9,709,814		9,709,814
Maintenance Reserve	2,047,156		2,047,156
Emergency Reserve	1,000,000		1,000,000
Capital Projects	465,866		465,866
Unemployment Compensation	440,839		440,839
Student Activities	734,859		734,859
Excess Surplus	2,012,983		2,012,983
Unrestricted (Deficit)	(14,128,116)	1,037,517	(13,090,599)
<b>Total Net Position</b>	<b>\$ 52,378,984</b>	<b>\$ 1,390,870</b>	<b>\$ 53,769,854</b>

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

**WESTFIELD SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2024**

Functions/Programs	EXPENSES	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGE IN NET POSITION		
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Governmental Activities:						
Instruction:						
Regular	\$ 43,608,671		\$ 2,377,518	\$ (41,231,153)		\$ (41,231,153)
Special Education	8,937,848			(8,937,848)		(8,937,848)
Other Special Instruction	2,177,143			(2,177,143)		(2,177,143)
Other Instruction	2,026,541			(2,026,541)		(2,026,541)
Support Services:						
Tuition	7,880,318	\$ 189,644	2,705,416	(4,985,258)		(4,985,258)
Student & Instruction Related Services	19,012,528	1,473,853	870,065	(16,668,610)		(16,668,610)
School Administrative Services	3,812,896			(3,812,896)		(3,812,896)
General and Business Administrative Services	5,239,608			(5,239,608)		(5,239,608)
Plant Operations and Maintenance	7,658,105		150,901	(7,507,204)		(7,507,204)
Pupil Transportation	5,598,204	28,975	778,929	(4,790,300)		(4,790,300)
Unallocated Benefits	40,058,661		18,281,716	(21,776,945)		(21,776,945)
Interest on Long-Term Debt	329,135			(329,135)		(329,135)
Unallocated Depreciation and Amortization	871,363			(871,363)		(871,363)
Total Governmental Activities	147,211,021	1,692,472	25,164,545	(120,354,004)		(120,354,004)
Business-Type Activities:						
Food Service	1,851,070	1,747,153			\$ (103,917)	(103,917)
WRAP Program	401,449	464,739			63,290	63,290
Total Business-Type Activities	2,252,519	2,211,892			(40,627)	(40,627)
Total Primary Government	\$ 149,463,540	\$ 3,904,364	\$ 25,164,545	(120,354,004)	(40,627)	(120,394,631)
General Revenues:						
Taxes:						
Taxes Levied for General Purposes, Net				112,832,744		112,832,744
Taxes Levied for Debt Service				1,938,127		1,938,127
Federal and State Aid Not Restricted				8,607,626		8,607,626
Federal and State Aid Restricted				788,993		788,993
Investment Earnings				1,758,276	48,851	1,807,127
Miscellaneous Income				428,076	62,708	490,784
Total General Revenues				126,353,842	111,559	126,465,401
Change in Net Position				5,999,838	70,932	6,070,770
Net Position—Beginning				46,379,146	1,319,938	47,699,084
Net Position—Ending				\$ 52,378,984	\$ 1,390,870	\$ 53,769,854

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

**FUND FINANCIAL STATEMENTS**  
**SECTION – B**

## **GOVERNMENTAL FUNDS**

**WESTFIELD SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2024**

Exhibit B-1  
Page 1 of 2

	<b>MAJOR FUNDS</b>			<b>TOTAL GOVERNMENTAL FUNDS</b>
	<b>GENERAL FUND</b>	<b>SPECIAL REVENUE FUND</b>	<b>CAPITAL PROJECTS FUND</b>	
<b><u>ASSETS</u></b>				
Cash and Cash Equivalents	\$ 21,718,992	\$ 741,814	\$ 465,866	\$ 22,926,672
Other Receivables	319,724			319,724
Interfund Receivable	225,000			225,000
Receivables from Other Governments	3,059,058	597,076		3,656,134
Restricted Cash and Cash Equivalents	23,975			23,975
<b>Total Assets</b>	<b>\$ 25,346,749</b>	<b>\$ 1,338,890</b>	<b>\$ 465,866</b>	<b>\$ 27,151,505</b>
<b><u>LIABILITIES AND FUND BALANCES</u></b>				
Liabilities:				
Accounts Payable	\$ 912,741			\$ 912,741
Intergovernmental Payable		\$ 74,121		74,121
Interfund Payable		225,000		225,000
Payroll Deductions and Withholdings Payable	655,680			655,680
Unemployment Compensation Claims Payable	380,621			380,621
Unearned Revenue	86,650	304,910		391,560
Total liabilities	2,035,692	604,031		2,639,723
Fund Balances:				
Restricted for:				
Capital Reserve	9,709,814			9,709,814
Maintenance Reserve	2,047,156			2,047,156
Emergency Reserve	1,000,000			1,000,000
Excess Surplus - Current Year	512,983			512,983
Excess Surplus - Designated for Subsequent Year's Expenditures	1,500,000			1,500,000
Unemployment Compensation	440,839			440,839
Student Activities		734,859		734,859
Assigned for:				
Other Purposes	4,514,313			4,514,313
Capital Projects Fund			\$ 465,866	465,866
Unassigned, Reported in: General Fund	3,585,952			3,585,952
Total Fund Balances	23,311,057	734,859	465,866	24,511,782
<b>Total Liabilities and Fund Balances</b>	<b>\$ 25,346,749</b>	<b>\$ 1,338,890</b>	<b>\$ 465,866</b>	<b>\$ 27,151,505</b>

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

**WESTFIELD SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2024**

Amounts reported for governmental activities in the statement of net position (A-1) are different because:

Total Governmental Fund Balances	\$ 24,511,782
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The carrying value of the assets is \$129,556,811, and the accumulated depreciation is \$66,706,874.	62,849,937
Long-term liabilities, including bonds (net of premiums and/or discounts), lease obligations, judgments payable and other obligations that are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(15,774,428)
Short-term liabilities, including accrued interest on long-term debt, are not due payable in the current period and therefore are not reported as liabilities in the funds.	(117,166)
Some liabilities, including net pension obligations, are not due and payable in the current period and therefore are not reported in the funds.	
Net Pension Liability	(17,374,652)
Accounts Payable - Pension Related	(1,581,460)
Deferred outflows and inflows or resources related to pension are applicable to future periods and therefore are not reported in the funds.	
Deferred Outflows of Resources Related to Pensions	2,948,292
Deferred Inflows of Resources Related to Pensions	(3,161,741)
The difference between the face amount of Refunded Bonds and the escrow deposit required to legally defease the Bonds is recorded as a decrease to fund balance in the governmental funds, but is carried on the statement of net position as a Deferred Outflow of Resources and amortized over the life of the Bonds. The Deferred Amount from Refunding is \$467,538 and accumulated amortization is \$427,348.	40,190
Internal service funds are used by the District to charge the costs of the District's self-insurance fund to the individual funds. The assets and liabilities of the internal service funds are included with governmental activities.	38,230
Net Position of Governmental Activities	\$ <u>52,378,984</u>

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

**WESTFIELD SCHOOL DISTRICT**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

**Exhibit B-2**  
**Page 1 of 2**

	<b>MAJOR FUNDS</b>				<b>TOTAL</b>
	<b>GENERAL FUND</b>	<b>SPECIAL REVENUE FUND</b>	<b>CAPITAL PROJECTS FUND</b>	<b>DEBT SERVICE FUND</b>	<b>GOVERNMENTAL FUNDS</b>
<b><u>REVENUES</u></b>					
Local Tax Levy	\$ 112,832,744			\$ 1,938,127	\$ 114,770,871
Tuition Charges	90,064				90,064
Tuition Charges from Other LEA's	99,580				99,580
Transportation	28,975				28,975
Other Restricted Miscellaneous Revenues	39,160				39,160
Miscellaneous	2,147,192				2,147,192
Local Sources		\$ 1,634,594			1,634,594
State Sources	38,408,385	534,350		788,993	39,731,728
Federal Sources	36,314	2,703,393			2,739,707
Total Revenues	<u>153,682,414</u>	<u>4,872,337</u>		<u>2,727,120</u>	<u>161,281,871</u>
<b><u>EXPENDITURES</u></b>					
Current:					
Regular Instruction	38,005,789	2,377,518			40,383,307
Special Education Instruction	8,937,848				8,937,848
Other Special Instruction	2,177,143				2,177,143
Other Instruction	2,026,541				2,026,541
Support Services and Undistributed Costs:					
Tuition	7,880,318				7,880,318
Student & Instruction Related Services	16,762,320	2,250,208			19,012,528
School Administrative Services	3,812,896				3,812,896
Other Administrative Services	5,239,608				5,239,608
Plant Operations and Maintenance	6,703,034				6,703,034
Pupil Transportation	5,598,204				5,598,204
Unallocated Benefits	21,937,471				21,937,471
On-behalf TPAF Social Security and Pension Contributions	28,097,559				28,097,559
Debt Service:					
Principal				2,375,000	2,375,000
Interest and Other Charges				352,120	352,120
Capital Outlay	<u>3,393,120</u>	<u>150,901</u>	<u>\$ 1,000</u>		<u>3,545,021</u>
Total Expenditures	<u>150,571,851</u>	<u>4,778,627</u>	<u>1,000</u>	<u>2,727,120</u>	<u>158,078,598</u>

**WESTFIELD SCHOOL DISTRICT**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

**Exhibit B-2**  
**Page 2 of 2**

	<b>MAJOR FUNDS</b>				<b>TOTAL</b>
	<b>GENERAL FUND</b>	<b>SPECIAL REVENUE FUND</b>	<b>CAPITAL PROJECTS FUND</b>	<b>DEBT SERVICE FUND</b>	<b>GOVERNMENTAL FUNDS</b>
Excess (Deficiency) of Revenues over Expenditures	\$ 3,110,563	\$ 93,710	\$ (1,000)	\$ -	\$ 3,203,273
<b><u>OTHER FINANCING SOURCES (USES)</u></b>					
Transfers in	75,630				75,630
Transfers out			(75,630)		(75,630)
Total Other Financing Sources and Uses	75,630	-	(75,630)	-	-
Net Change in Fund Balances	3,186,193	93,710	(76,630)	-	3,203,273
Fund Balance—Beginning	20,124,864	641,149	542,496	-	21,308,509
<b>Fund Balance—Ending</b>	<b>\$ 23,311,057</b>	<b>\$ 734,859</b>	<b>\$ 465,866</b>	<b>\$ -</b>	<b>\$ 24,511,782</b>

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



**WESTFIELD SCHOOL DISTRICT  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2024**

Total net change in fund balances - governmental funds (from B-2)	\$	3,203,273
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Amounts reported for governmental activities in the statement of activities (A-2) are different because:

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense exceeded capital outlays in the period.

Depreciation Expense	\$ (4,137,305)	
Capital Outlays	<u>2,589,950</u>	(1,547,355)

Repayment of bonds (long-term debt) principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.		2,375,000
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In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. When the accrued amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the accrued amount, the difference is an addition to the reconciliation (+).		22,985
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In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).		160,526
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Pension expenditures in the governmental funds are recognized when paid or payable from expendable available financial resources. In the statement of activities, pension costs are recognized on a full accrual basis utilizing actuarial valuations. The amount by which actuarially calculated pension expense exceeds the expenditure reported in the funds is a deduction.		1,744,831
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Governmental funds report the effect of premiums and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences.

Amortization of Premium on Bonds	75,075	
Amortization of Deferred Amount on Refinancing	<u>(34,497)</u>	<u>40,578</u>

Change in net position of governmental activities (A-2)	\$	<u><u>5,999,838</u></u>
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The accompanying Notes to Financial Statements are an integral part of this statement.

## **PROPRIETARY FUNDS**

**WESTFIELD SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
JUNE 30, 2024**

	<b>MAJOR FUNDS</b>			<b>NON-MAJOR FUND</b>
	<b>BUSINESS TYPE ACTIVITIES - ENTERPRISE FUNDS</b>			<b>INTERNAL SERVICE FUND</b>
	<b>FOOD SERVICE</b>	<b>WRAP PROGRAM</b>	<b>TOTALS</b>	<b>SELF INSURANCE FUND</b>
<b><u>ASSETS</u></b>				
Current assets:				
Cash and Cash Equivalents	\$ 876,576	\$ 324,852	\$ 1,201,428	\$ 4,423,903
Accounts Receivable	62,708		62,708	100
Inventory	27,857		27,857	
Total Current Assets	967,141	324,852	1,291,993	4,424,003
Noncurrent Assets:				
Furniture, Machinery & Equipment	950,468		950,468	
Less Accumulated Depreciation	(597,115)		(597,115)	
Total Noncurrent Assets	353,353		353,353	
Total Assets	1,320,494	324,852	1,645,346	4,424,003
<b><u>LIABILITIES</u></b>				
Current Liabilities:				
Accounts Payable	91,669		91,669	
Unearned Revenue	112,807	50,000	162,807	
Accrued Liability for Insurance Claims				4,385,773
Total Current Liabilities	204,476	50,000	254,476	4,385,773
<b><u>NET POSITION</u></b>				
Investment in Capital Assets	353,353		353,353	
Unrestricted	762,665	274,852	1,037,517	38,230
Total Net Position	\$ 1,116,018	\$ 274,852	\$ 1,390,870	\$ 38,230

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

**WESTFIELD SCHOOL DISTRICT  
COMBINING STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN NET POSITION  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2024**

	<b>MAJOR FUNDS</b>			<b>NON-MAJOR FUND</b>
	<b>BUSINESS TYPE ACTIVITIES - ENTERPRISE FUNDS</b>			<b>INTERNAL SERVICE FUND</b>
	<b>FOOD SERVICE</b>	<b>WRAP PROGRAM</b>	<b>TOTALS</b>	<b>SELF INSURANCE FUND</b>
<b><u>OPERATING REVENUES</u></b>				
Local Sources:				
Daily Sales - Non-Reimbursable Programs	\$ 1,747,153		\$ 1,747,153	
Charges for Services				\$ 18,489,492
Total Local Sources	1,747,153		1,747,153	18,489,492
Program Fees		\$ 464,739	464,739	
Total Operating Revenues	1,747,153	464,739	2,211,892	18,489,492
<b><u>OPERATING EXPENSES</u></b>				
Non-Program Cost of Sales	669,530		669,530	
Direct Labor	340,547	399,226	739,773	
Employee Benefits	152,419		152,419	18,489,492
Administrative Labor	230,817		230,817	
Supplies	17,952	2,223	20,175	
Office and Administrative	23,578		23,578	
Outside Services	18,404		18,404	
Management Fees	116,318		116,318	
Cafeteria Aides	248,000		248,000	
Depreciation	33,505		33,505	
Total Operating Expenses	1,851,070	401,449	2,252,519	18,489,492
Operating (Loss) Income	(103,917)	63,290	(40,627)	-
Non-Operating Revenues:				
Interest on Deposits	48,851		48,851	
Food Service Company Profit Guarantee	62,708		62,708	
Total Non-Operating Revenues	111,559		111,559	
Change in Net Position	7,642	63,290	70,932	-
Total Net Position Beginning	1,108,376	211,562	1,319,938	38,230
Total Net Position Ending	\$ 1,116,018	\$ 274,852	\$ 1,390,870	\$ 38,230

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

**WESTFIELD SCHOOL DISTRICT**  
**COMBINING STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

	<b>MAJOR FUNDS</b>			<b>NON-MAJOR FUND</b>
	<b>BUSINESS TYPE ACTIVITIES - ENTERPRISE FUNDS</b>			<b>INTERNAL SERVICE FUND</b>
	<b>FOOD SERVICE</b>	<b>WRAP PROGRAM</b>	<b>TOTALS</b>	<b>SELF INSURANCE FUND</b>
Cash Flows from Operating Activities:				
Receipts from Customers	\$ 1,717,232	\$ 465,899	\$ 2,183,131	
Payments for Employee Services	(723,783)	(399,226)	(1,123,009)	
Payments to Suppliers	(1,106,590)	(2,223)	(1,108,813)	
Receipts from Services Provided				\$ 18,489,392
Payments for Insurance				(18,489,492)
Net Cash (Used by) Provided by Operating Activities	(113,141)	64,450	(48,691)	(100)
Cash Flows from Investing Activities:				
Guarantee	62,708		62,708	
Interest on Deposits	48,851		48,851	
Net Cash Provided by Investing Activities	111,559		111,559	
Net (Decrease) Increase in Cash and Cash Equivalents	(1,582)	64,450	62,868	(100)
Cash and Cash Equivalents, July 1	878,158	260,402	1,138,560	4,423,903
Cash and Cash Equivalents, June 30	<u>\$ 876,576</u>	<u>\$ 324,852</u>	<u>\$ 1,201,428</u>	<u>\$ 4,423,803</u>
Reconciliation of Operating (Loss) Income to Net Cash (Used for) Provided by Operating Activities:				
Operating (Loss) Income	\$ (103,917)	\$ 63,290	\$ (40,627)	\$ -
Adjustments to Reconcile Operating (Loss) Income to Net Cash (Used in) Provided by Operating Activities:				
Depreciation	33,505		33,505	
(Increase) in Accounts Receivable	(38,814)		(38,814)	(100)
(Increase) in Inventory	(928)		(928)	
Increase in Unearned Revenue	13,541	1,160	14,701	
(Decrease) in Accounts Payable	(16,528)		(16,528)	
Net Cash (Used in) Provided by Operating Activities	<u>\$ (113,141)</u>	<u>\$ 64,450</u>	<u>\$ (48,691)</u>	<u>\$ (100)</u>

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

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Description of Government-Wide Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) of the Board of Education (Board) of the Westfield School District (District) report information on all activities of the primary government. Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees and charges to external customers for support. The District is not financially accountable for any legally separate component units, and no component units have been included in the government-wide financial statements.

The more significant of the Board's accounting policies are described below.

**B. Reporting Entity:**

The Westfield School District is a Type II district located in the County of Union, State of New Jersey, serving students domiciled in the Town of Westfield. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members elected to staggered three-year terms. The purpose of the District is to educate students in grades K-12. The Westfield School District had an average daily enrollment for the year ended June 30, 2024 of 5,832 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:

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

Based on the aforementioned criteria, the District has no component units. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

**C. Basis of Presentation – Government-Wide Financial Statements**

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the government's enterprise funds. Separate financial statements are provided for governmental funds and proprietary funds.

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**D. Basis of Presentation - Fund Financial Statements**

The fund financial statements provide information about the District's funds. Separate statements for each category – governmental and proprietary – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, with each displayed in a separate column. Any remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

The District reports the following major governmental funds:

**General Fund** - The General Fund is the general operating fund of the District. It 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 capital assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by board resolution.

Since the District's unemployment, flexible spending plan, and payroll agency funds do not meet the criteria defined by the GASB Statement No. 84, the unemployment compensation fund which is used to account for contributions from the District and employees and interest earned on the balance as well as payments to the State for reimbursement of unemployment claims and the flexible spending plan and payroll agency funds which are used to account for the assets that the District holds on behalf of others as their agent are reported in the general fund as governmental activities.

**Special Revenue Fund** - The Special Revenue Fund is used to account for the proceeds of specific revenue 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.

Since the District's student activity funds do not meet the criteria defined by GASB Statement No. 84, the student activities which is used to account for funds derived from athletic events or other activities of pupil organizations and to account for the accumulation of money to pay for student group activities are reported in the special revenue fund as governmental activities.

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**D. Basis of Presentation - Fund Financial Statements (Cont'd)**

**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. State Aid in the form of School Development Authority Grants under EFCFA are also financial resources of this fund.

**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.

The District reports the following proprietary funds:

**Food Service Fund** – The Food Service Enterprise Fund is used to account for the activities of the cafeteria operations of the District. The Food Service Fund is considered a major fund of the District.

**WRAP Program Fund** – The WRAP Program Enterprise Fund is used to account for the activities of the program's operations within the District.

The District reports the following non-major proprietary fund:

**Internal Service Fund (Self Insurance):** The self-insurance internal service non-major fund is used to account for the District's various insurance expenses and the funds reserved by the District to cover the self-insured limits of the various insurance policies of the District.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements, however, interfund services provided and used are not eliminated in the process of consolidation.

During the course of its normal operations, the District will have activity between funds (interfund activity) for various purposes. Any residual interfund balances at year end are reported as interfund accounts receivable/payable. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between funds included within governmental activities (the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, any interfund balances between business-type (enterprise) funds are eliminated so that only the net amount is included as internal balances in the business-type activities columns.

**E. Measurement Focus and Basis of Accounting**

The accounting and financial reporting treatment applied is determined by its measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured, such as current financial resources or economic resources. The basis of accounting refers to the timing of transactions or events for recognition in the financial statements.



**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**E. Measurement Focus and Basis of Accounting (Cont'd)**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the fiscal period that the taxes are levied by the municipality(s) within which the District is domiciled. Ad Valorem (Property) Taxes are susceptible to accrual and under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District recognizes the entire approved tax levy as revenue in the fiscal period for which they were levied.

The District is entitled to receive moneys under an established payment schedule and any unpaid amount is considered to be an "accounts receivable." Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. State categorical aid revenues are recognized as District revenue during the fiscal period in which they are appropriated. The governmental funds financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized when it becomes measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. 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 are generally recorded when a liability is incurred, as under accrual basis accounting. Exceptions to this general rule include debt service, for which interest and principal expenditures in the Debt Service Fund are recognized on their due dates, and expenditures relating to compensated absences, claims and judgments, which are recorded in the period when payment becomes due. General capital asset acquisitions are recorded as expenditures in the governmental funds and are not capitalized. The issuance of long-term debt for capital purposes and lease obligations incurred to acquire general capital assets are reported as "other financing sources."

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. Entitlements are recorded as revenue when all eligibility requirements, including timing of funding appropriations, are met, subject to the 60-day availability requirement for collection. Interest and tuition revenues are considered susceptible to accrual and have been recognized as revenues of the current fiscal period, subject to availability. Expenditure driven grant revenues are recorded as qualifying expenditures are incurred and all other eligibility requirements have been met, subject to availability requirements. All other revenue items are considered measurable and available only when cash is received by the District.

**F. Budgets/Budgetary Control**

Annual budgets are adopted for the general, special revenue and debt service funds using a regulatory basis of accounting which differs from generally accepted accounting principles in one material respect; Budgetary revenues for certain nonexchange state aid transactions are recognized for budgetary purposes in the fiscal period prior to the period in which the state recognizes expenditures/expenses.

The amounts of the adjustments needed to reconcile the budgetary basis to the GAAP based fund financial statements is set forth in the explanation of differences schedules which follow.

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**F. Budgets/Budgetary Control (Cont'd)**

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office for approval. Pursuant to changes in the Local District School Budget Law, statutorily conforming base budgets of Districts with annual school elections held in November (The District has chosen this option) are no longer required to be presented to the voters for approval on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue fund as described later. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year.

New Jersey statutes place limits on the Board's ability to increase budgeted expenditures through the appropriation of previously undesignated fund balance and requires the District to obtain additional approvals when budgetary transfers, measured using the advertised budgetary account totals rather than line-item totals, exceed certain thresholds. 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 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.

Appropriations in the general and debt service funds lapse at the end of the fiscal year even if they have related encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services. Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. While all appropriations and encumbrances lapse at year-end, valid outstanding encumbrances, for which the contracted performance is expected during the subsequent budget cycle, are legally restricted at year-end and are automatically re-appropriated and become part of the subsequent years' budget pursuant to state regulations.

Except for student activity funds, 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 statements. With the District's implementation of GASB Statement No. 84, federal, state, and local grants remain on the budgetary basis and student activities recognize revenue upon cash received and expenditures incurred when paid.

**G. 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 assigned

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**G. Encumbrances (Cont'd):**

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. At June 30, 2024, encumbered balances of grant funds amounted to \$172,472.

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.

**H. Cash, Cash Equivalents and Investments:**

Cash and cash equivalents include petty cash, change funds, cash in banks and all highly liquid investments with maturities of three months or less at the time of purchase and are stated at cost plus accrued interest. U.S. Treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased are stated at cost. All other investments are stated at fair value.

New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. New Jersey statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts.

Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A. 17:9-41 et. seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a 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 savings banks the deposits of which are federally insured. GUDPA was amended, effective July 1, 2010, by P.L. 2009, c. 326. The amendments provide a greater level of security protection for covered deposits by increasing collateralization requirements and revising the enforcement protocol to allow for timely response in the event that a member bank shows signs of stress.

Under the law, collateralization of GUDPA deposits up to 75% of New Jersey capital is based on a sliding scale that requires the minimum of 5% collateral for Well Capitalized institutions to a maximum of 120% collateral for Critically Undercapitalized institutions. All uninsured GUDPA deposits in excess of 75% of New Jersey capital require 100% collateral. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**I. Tuition Revenue**

Tuition revenues for the fiscal year 2023-2024 were based on contractual per pupil rates established by and between the sending and receiving districts. These rates are not subject to change except through amendatory contracts.

**J. Inventories and Prepaid Expenses:**

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

Inventories in the Proprietary Funds are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. The cost of such inventories is recorded as expenses when consumed rather than when purchased.

**K. Interfund Receivables/Payables:**

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

**L. Capital Assets:**

Capital assets are capitalized at historical cost, or estimated historical cost for assets where actual historical cost is not available. Donated assets are recorded as capital assets at their acquisition value at the date of donation. The District maintains a threshold level of \$2,000 or more for capitalizing capital assets. The system for accumulation of capital assets cost data does not provide the means for determining the percentage of assets valued at actual and those valued at estimated cost.

Capital assets are recorded in the Government-wide financial statements, but are not reported in the Fund financial statements. Capital assets are depreciated using the straight-line method over their estimated useful lives. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public school purpose by the District, no salvage value is taken into consideration for depreciation purposes.

Useful lives vary from 20 to 50 years for land improvements and buildings, and 5 to 15 years for equipment. Capital assets not being depreciated include land and construction in progress.

The District does not possess any material amounts of infrastructure capital assets, such as sidewalks and parking lots. Such items are considered to be part of the cost of buildings or other improvable property.

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

Food Service Fund:	
Equipment	5-20 Years

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**M. Compensated Absences:**

Compensated absences are those absences for which employees will be paid, such as vacation, sick leave, and sabbatical leave. A liability for compensated absences that are attributable to services already rendered, and that are not contingent on a specific event that is outside the control of the District and its employees, is accrued in the government-wide financial statements as the employees earn the rights to the benefits. Compensated absences that related to future services, or that are contingent on a specific event that is outside the control of the District and its employees, are accounted for in the period in which such services are rendered or in which such events take place. The School District reports compensated absences in accordance with the provisions of GASB No. 16, *"Accounting for Compensated Absences"*.

In the governmental funds, compensated absences that are expected to be liquidated with expendable available financial resources are reported as a fund liability and expenditure in the fund that will pay for the compensated absence. The noncurrent portion for governmental funds is maintained separately and is a reconciling item between the fund and government-wide presentations.

The District's compensated absences were recorded in the amount of \$2,979,883 at June 30, 2024 to conform with the financial procedures regarding the calculation of compensated absences.

Based upon existing personnel policies and collective bargaining agreements, employees are granted varying amounts of annual sick, personal and vacation leave. Sick leave may be accumulated for use in subsequent years and the right to a termination payment begins to vest with the employee after 10 years of service. Termination payments for unused sick pay are capped by bargaining unit. Accumulations of unused sick leave may be used only for illnesses in subsequent periods. The accumulation of unused vacation pay is limited by the provisions of existing personnel policies and collective bargaining agreements. Unused vacation pay is paid to employees upon separation from service at current daily pay rates. Changes in the value of compensated absences earned and unused is more fully detailed in Note 4.

**N. Deferred Outflows/Inflows of Resources:**

In addition to assets, the statement of financial position may report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net assets that applies to a future period(s) and will not be recorded as an outflow of resources (expenditure/expense) until that time. The District is reporting two items in this category; the deferred amount on refinancing and pension deferrals. A deferred charge on refunding results from the difference in the carrying value of the refunded debt and its reacquisition price. This amount is amortized over the shorter of the life of the refunded or refunding bonds. Deferred outflows for pension deferrals represent future outflows of resources resulting from changes in actuarial assumptions used in the valuation of the pension liability and changes in the District's proportionate share of the system-wide Net Pension Liability. Deferred outflows for subsequent pension payments reflects payments made by the District to the pension system subsequent to the date of the most recent actuarial valuation, which was July 1, 2023.

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**N. Deferred Outflows/Inflows of Resources (Cont'd):**

In addition to liabilities, the statement of financial position may report a separate section for deferred inflows of resources. This separate financial statement element represents the acquisition of net assets that applies to a future period(s) and will not be recorded as an inflow of resources (revenue) until that time. The District is reporting one pension related item in this category; pension deferrals.

**O. Pensions:**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the New Jersey Public Employees' Retirement System (PERS) and additions to/deductions from PERS fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**P. Other Post-Employment Benefits:**

Pursuant to State Statute, the State Health Benefits Local Education Retirees Employees Plan was established to oversee the funding and payment of post-employment medical benefits for eligible LEA employees. This plan is a multi-employer defined benefit OPEB Plan that is administered on a pay-as-you-go basis. No assets are accumulated in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75. The Plan is a "Special Funding Situation" as defined in GASB Statement No. 75 as the State of New Jersey is solely responsible for funding the Plan's obligations (net of employee contributions). Accordingly, no net OPEB liability is reported on the District's Statement of Net Position. In the Statement of Activities, the District reports an annual OPEB expense and a corresponding revenue, equal to the allocated expense of the District as reported by the State.

**Q. Unearned Revenue/Advances from Grantors:**

Unearned revenue represents cash advances received relating to services (expenditures/expenses) that will be provided in a subsequent fiscal period. Similarly, for expenditure-driven grants, amounts advanced to the District in excess of the amounts expended and earned are recorded as advances from grantors.

**R. Net Position Flow Assumption (Government-Wide and Proprietary Fund Financial Statements)**

Periodically, the District may fund outlays for a particular purpose from both restricted resources, such as bond referendum proceeds and/or grant proceeds, and unrestricted resources. To determine the amounts of net position-restricted and unrestricted that should be reported in the government-wide and proprietary fund financial statements, a flow assumption must be made to establish the order in which resources are considered to be applied. In the absence of specific grant compliance requirements to the contrary, the District policy is to utilize all amounts of available restricted net position prior to applying unrestricted net position to fund acquisition costs.

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**S. Fund Balance Flow Assumption (Governmental Fund Financial Statements)**

Periodically, the District may fund outlays for a particular purpose from both restricted resources and unrestricted resources (the total of the committed, assigned and unassigned fund balance). To determine the amounts to report as restricted, committed, assigned and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made to establish the order in which resources are considered to be applied. In the absence of specific grant compliance requirements to the contrary, the District policy is to utilize all amounts of available restricted fund balance prior to applying any component of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance, with unassigned fund balance applied last.

**T. Fund Balance Policies:**

Fund balance of the governmental funds is reported in various categories based upon the nature of any limitations requiring the use of resources for specific purposes. The District itself can establish limitations on the use of resources through actions to transfer amounts to legally restricted reserve accounts (capital, maintenance and emergency reserves), or actions to commit or assign fund balance.

The committed fund balance includes amounts that can only be used for the specific purposes determined by a formal action of the Board of Education. Commitments of fund balance remain in place until the committed fund balance is fully depleted or an amendatory action is taken by the Board of Education.

Assignments of fund balance are made by the Board of Education for specific purposes that do not meet the criteria to be classified as committed. The Board of Education also assigns fund balance when it appropriates unassigned fund balance to bridge a gap between estimated revenue and appropriations in the subsequent year budget. Unlike commitments, assignments are generally temporary in nature, and additional actions of the Board are generally not required to remove an assignment, whereas an action of the Board is essential to the modification or elimination of an unexpended committed fund balance.

**U. Government-Wide Financial Statement Classifications**

1. Program Revenues – Amounts reported as program revenues include a) charges to customers or applicants who purchase, use or benefit from goods services or privileges provided by a given function or segment and b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.
2. General Revenues – all taxes, including those designated for specific purposes such as debt service, are reported as general revenues. All other resources, including internally dedicated resources, unrestricted entitlements, and investment income are reported as general revenues.
3. Capital Assets – In the statement of net position, capital assets are reported, net of accumulated depreciation as assets of the governmental activities and business-type activities.
4. Long-term Debt – In the statement of net position, long-term debt is reported as a component of long-term liabilities of the governmental activities and business-type activities.

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

5. Net Investment in Capital Assets – In the statement of Net Position, the net undepreciated value of capital assets, less the value of outstanding debt issued to purchase acquire or build those capital assets, is reported as Net Investment in Capital Assets as a component of net position for the governmental activities and business-type activities.

**V. Proprietary Fund Operating and Nonoperating Revenues and Expenses**

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and products in connection with the primary purpose or function for which the fund was established. The District's Food Service proprietary fund reports operating revenues from the sales of lunches and a la carte items, and operating expenses include the costs of sales (food, supplies and labor), administrative costs and depreciation on capital assets. The District's WRAP program proprietary fund accounts for all revenues and expenditures for the after school enrichment programs similar to a private business enterprise.

**W. Reconciliation of Government-Wide and Fund Financial Statements**

**Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-Wide Statement of Net Position**

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and net position – governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that long-term liabilities, including bonds payable, net of unamortized premiums and discounts and compensated absences payable are not due and payable in the current period and therefore are not reported in the funds.

The details of this \$15,774,428 difference are as follows:

Bonds payable	\$ 12,500,000
Premium on bonds	294,545
Compensated absences	<u>2,979,883</u>
Net adjustment to reduce fund balance-total governmental funds to arrive at net position – governmental activities	<u>\$ 15,774,428</u>

**X. Estimates**

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



**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS**

State statutes set forth deposit requirements and investments that may be purchased by local units and the District deposits and invests its funds pursuant to statutory requirements, its policies and an adopted cash management plan.

**Deposits**

New Jersey statutes permit the deposit of public funds in institutions located in New Jersey that are insured by the Federal Deposit Insurance Corporation (FDIC), New Jersey's Governmental Unit Deposit Protection Act, by any other agencies of the United States that insures deposits or the State of New Jersey Cash Management Fund. The New Jersey Governmental Deposit Protection Act requires all banks doing business in the State of New Jersey to maintain collateral in the amount of 5% of the average public deposits and deposit these amounts with the Federal Reserve Bank for all deposits not covered by the FDIC.

Cash on deposit is partially insured by federal deposit insurance in the amount of \$250,000 in each depository. Balances above the federal deposit insurance amount are insured by the Government Unit Deposit Protection Act (GUDPA), N.J.S.A. 17:9-41, et seq., which insures all New Jersey governmental units' deposits in excess of the federal deposit insurance maximums.

Based upon GASB criteria, the District considers cash and cash equivalents to include petty cash, change funds, demand deposits, money market accounts and short-term investments and are either any direct and general obligation of the United States of America or certificates of deposit issued by any bank, savings and bank or national banking association if qualified to serve as a depository for public funds under the provisions of the Governmental Unit Depository Protection Act.

The Westfield School District had the following depository accounts. All deposits are carried at cost plus accrued interest. The government does not have a deposit policy.

<u>Depository Account</u>	<u>Bank Balance</u>
Insured—FDIC	\$ 250,000
NJGUDPA (N.J.S.A. 17:9-41)	29,780,177
Uninsured	<u>2,003,752</u>
Total	<u>\$ 32,033,929</u>

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the board's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk. Operating cash accounts are held in the District's name by several commercial banking institutions. At June 30, 2024, the carrying amount of the District's deposits was \$28,575,978 and the bank balance was \$32,033,929. Of the bank balance, \$250,000 of the District's cash deposits on June 30, 2024 was covered by federal depository insurance. The New Jersey Governmental Unit Deposit Protection Act (GUDPA) covered the bank balance of \$29,780,177. \$1,979,777 held in the District agency accounts was not covered by GUDPA.

As of June 30, 2024, based upon the insured balances as provided by FDIC and NJGUDPA coverage, \$2,003,752 of the District's bank balance of \$32,033,929 was considered exposed to custodial risk. (See Note 1-H relating to statutory mitigations of custodial risk in the event of a bank failure.)

**Concentration of Credit Risk** – The District places no limit on the amount the District may invest in any one issuer.

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 3. CAPITAL ASSETS**

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and net position governmental activities as reported in the Government-wide statement of net position. One item of that reconciliation that explains that capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. An addition to the fund balance – total governmental funds is made to reflect the carrying value of the District's capital assets at year-end in the Government-wide financial statements, which consisted of:

Total Capital Assets	\$ 129,556,811
Less: Accumulated Depreciation	<u>(66,706,874)</u>
Governmental Activities Capital Assets, Net	<u><u>\$ 62,849,937</u></u>

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements/ Transfers</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets That Are Not Being Depreciated:				
Land	\$ 4,488,200			\$ 4,488,200
Construction in Progress	<u>10,891,205</u>	<u>\$ 1,662,937</u>	<u>\$ (456,932)</u>	<u>12,097,210</u>
Total Capital Assets Not Being Depreciated	<u>15,379,405</u>	<u>1,662,937</u>	<u>(456,932)</u>	<u>16,585,410</u>
Capital Assets Being Depreciated:				
Building and Building Improvements	94,077,550	471,813	456,932	95,006,295
Machinery, Equipment, Furniture & Vehicles	<u>17,509,906</u>	<u>455,200</u>		<u>17,965,106</u>
Total Capital Assets Being Depreciated	<u>111,587,456</u>	<u>927,013</u>	<u>456,932</u>	<u>112,971,401</u>
Less Accumulated Depreciation For:				
Building and Building Improvements	(47,626,710)	(3,600,499)		(51,227,209)
Equipment, Furniture, and Vehicles	<u>(14,942,859)</u>	<u>(536,806)</u>		<u>(15,479,665)</u>
Total Accumulated Depreciation	<u>(62,569,569)</u>	<u>(4,137,305)</u>		<u>(66,706,874)</u>
Governmental Activities Capital Assets, Net	<u>\$ 64,397,292</u>	<u>\$ (1,547,355)</u>	<u>\$ -</u>	<u>\$ 62,849,937</u>
Business-type Activities				
Equipment	\$ 955,118	\$ 76,459	\$ (81,109)	\$ 950,468
Less Accumulated Depreciation for:				
Equipment	<u>(563,610)</u>	<u>(33,505)</u>		<u>(597,115)</u>
Business-type Activities Capital Assets, Net	<u>\$ 391,508</u>	<u>\$ 42,954</u>	<u>\$ (81,109)</u>	<u>\$ 353,353</u>

\* Depreciation expense was charged to governmental functions as follows:

Instruction - Regular	\$ (3,265,942)
Unallocated	<u>(871,363)</u>
Total Deprecation Expense	<u><u>\$ (4,137,305)</u></u>

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 4. LONG-TERM LIABILITIES**

During the year ended June 30, 2024, the following changes occurred to long-term liabilities:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
<b>Governmental Activities:</b>					
Bonds Payable:					
General Obligation Debt	\$ 14,875,000		\$ 2,375,000	\$ 12,500,000	\$ 2,400,000
Total Bonds Payable	<u>14,875,000</u>		<u>2,375,000</u>	<u>12,500,000</u>	<u>2,400,000</u>
Other Liabilities:					
Compensated Absences Payable	3,140,409	\$ 286,600	447,126	2,979,883	493,657
Total Other Liabilities	<u>3,140,409</u>	<u>286,600</u>	<u>447,126</u>	<u>2,979,883</u>	<u>493,657</u>
Net Pension Liability	20,248,469		2,873,817	17,374,652	
Unamortized Bond Premium	<u>369,620</u>		<u>75,075</u>	<u>294,545</u>	<u>71,061</u>
Total Liabilities	<u>\$ 38,633,498</u>	<u>\$ 286,600</u>	<u>\$ 5,771,018</u>	<u>\$ 33,149,080</u>	<u>\$ 2,964,718</u>

- A. Bonds Payable – Bonds are authorized in accordance with State law by voters of the District through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the District are general obligation bonds. Bonds payable at June 30, 2024 consisted of the following issues and amounts:
- a. 2013 School Bonds, originally issued August 1, 2013 in the amount of \$6,916,000. The outstanding balance of this issue at June 30, 2024 was \$2,300,000, which is payable in annual installments of \$460,000 due August 1, 2024 through August 1, 2028 at an interest rate of 3.000%.
  - b. 2014 School Bonds, originally issued July 10, 2014 in the amount of \$3,200,000. The outstanding balance of this issue at June 30, 2024 was \$350,000, with the final installment of \$350,000 due August 1, 2024.
  - c. Refunding School Bonds, Series 2015A, originally issued March 24, 2015 in the amount of \$5,700,000. The outstanding balance of this issue at June 30, 2024 was \$2,550,000, which is payable in annual installments ranging from \$630,000 to \$640,000 due October 1, 2024 through October 1, 2027 at interest rates ranging from 2.400% to 4.000%.
  - d. School Bonds, Series 2016B, originally issued July 13, 2016 in the amount of \$12,600,000. The outstanding balance of this issue at June 30, 2024 was \$7,300,000 which is payable in annual installments ranging from \$850,000 to \$950,000 due August 1, 2024 through August 1, 2031 at interest rates ranging from 2.000% to 2.500%.

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 4. LONG-TERM LIABILITIES (CONT'D)**

Principal and interest due on bonds outstanding is as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 2,400,000	\$ 286,125	\$ 2,686,125
2026	2,050,000	223,570	2,273,570
2027	2,050,000	165,170	2,215,170
2028	1,990,000	112,510	2,102,510
2029	1,360,000	73,150	1,433,150
2030-2032	2,650,000	89,125	2,739,125
	<u>\$ 12,500,000</u>	<u>\$ 949,650</u>	<u>\$ 13,449,650</u>

Bonds Authorized but not Issued (ABNI) – At June 30, 2024, the District had no authorized but unissued bond authorizations.

**NOTE 5. PENSION PLANS**

**Description of Systems**

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

**Teachers' Pension and Annuity Fund**

The Teachers' Pension and Annuity Fund was established in January 1955 under the provisions of N.J.S.A. 18A:66 to provide coverage including post-retirement health care to substantially all full time public school employees in the State. Membership is mandatory for such employees and vesting occurs after 10 years of service for pension benefits and 25 years for health care coverage. Age eligibility and benefit provisions were affected by Chapters 92 and 103, P.L. 2007, Chapter 89, P.L. 2008, Chapter 1, P.L. 2010, and Chapter 78, P.L. 2011. Members are classified into one of five tiers dependent upon the date of their enrollment. Tier 1, 2 and 3 members are eligible to retire at age 60, 60, and 62, respectively with an annual benefit generally determined to be 1/55<sup>th</sup> of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of credited service. Tier 4 and 5 members are eligible to retire at age 62 and 65, respectively, with an annual benefit generally determined to be 1/60<sup>th</sup> of the average annual compensation for the highest five fiscal years' compensation for each year of membership during years of credited service. Anyone who retires early and is under their respective tier's retirement age receives retirement benefits as calculated in the above mentioned formulas but at a reduced rate in accordance with applicable New Jersey Statute based upon their tier.

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 5. PENSION PLANS (CONT'D)**

**Public Employee's Retirement System**

The Public Employees' Retirement System was established in January 1955 under the provisions of N.J.S.A. 43:15A to provide coverage including post-retirement health care to substantially all full time employees of the State or any county, municipality, school Board or public agency provided the employee is not a member of another State-administered retirement system. Age eligibility and benefit provisions were affected by Chapters 92 and 103, P.L. 2007, Chapter 89, P.L. 2008, Chapter 1, P.L. 2010, and Chapter 78, P.L. 2011. Members are classified into one of five tiers dependent upon the date of their enrollment. Tier 1, 2 and 3 members are eligible to retire at age 60, 60, and 62, respectively with an annual benefit generally determined to be 1/55<sup>th</sup> of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of credited service. Tier 4 and 5 members are eligible to retire at age 62 and 65, respectively with an annual benefit generally determined to be 1/60<sup>th</sup> of the average annual compensation for the highest five fiscal years' compensation for each year of membership during years of credited service. Anyone who retires early and is under their respective tier's retirement age receives retirement benefits as calculated in the above mentioned formulas but at a reduced rate in accordance with applicable New Jersey Statute based upon their tier.

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

**Funding Policy**

The contribution policy is set by New Jersey State Statutes and contributions are required by active members and contributing members. Plan member and employer contributions may be amended by State of New Jersey legislation. Employee contribution rates for TPAF and PERS are 7.5% of employees' annual compensation. Employers are required to contribute at an actuarially determined rate in both the TPAF and PERS. The actuarially determined contribution includes funding for noncontributory death benefits and post-retirement medical premiums. Under current statute the District is a non-contributing employer of the TPAF.

During the year ended June 30, 2024, the State of New Jersey contributed \$24,053,380 to the TPAF for on-behalf medical, non-contributory insurance and pension and post-retirement medical benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$4,044,179 during the year ended June 30, 2024 for the employer's share of social security contributions for TPAF members as calculated on their base salaries.

The District's actuarially determined contributions to PERS for each of the years ended June 30, 2024, 2023, and 2022 were \$1,603,224, \$1,691,979, and \$1,479,740, respectively.

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 5. PENSION PLANS (CONT'D)**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of PERS and additions to/deductions from PERS fiduciary net position have been determined on the same basis as they are reported by PERS. For the purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

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

**Public Employee's Retirement System (PERS)**

At June 30, 2024, the District reported a liability of \$17,374,652 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation July 1, 2022, which was rolled forward to June 30, 2023. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts, actuarially determined. At June 30, 2023, the District's proportion was 0.1199544558 percent, which was a decrease of 0.0142179921 percent from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the District recognized full accrual pension expense of \$123,627 in the government-wide financial statements. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Changes of assumptions	\$ 38,169	\$ 1,052,978
Net difference between projected and actual earnings on pension plan investments	80,010	
Changes in proportion	1,081,837	2,037,741
Difference between expected and actual experience	166,123	71,022
District contributions subsequent to the measurement date	1,582,153	
	<u>\$ 2,948,292</u>	<u>\$ 3,161,741</u>

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 5. PENSION PLANS (CONT'D)**

\$1,582,153 is reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

**Year ended June 30:**

2025	\$	(1,074,470)
2026		(727,161)
2027		594,946
2028		(557,537)
2029		(31,380)
	\$	<u>(1,795,602)</u>

*Actuarial Assumptions*

The collective total pension liability for the June 30, 2023 measurement date was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. This actuarial valuation used the following actuarial assumptions:

Inflation rate:	
Price	2.75%
Wage	3.25%
Salary increases:	2.75 - 6.55%
	based on years of service

The actuarial assumptions used in the July 1, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

*Mortality Rates*

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 5. PENSION PLANS (CONT'D)**

*Long-Term Rate of Return*

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pension 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 expecting future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2023 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Equity	28.00%	8.98%
Non-U.S. Developed Market Equity	12.75%	9.22%
International Small Cap Equity	1.25%	9.22%
Emerging Markets Equity	5.50%	11.13%
Private Equity	13.00%	12.50%
Real Assets	8.00%	8.58%
Real Estate	3.00%	8.40%
High Yield	4.50%	6.97%
Private Credit	8.00%	9.20%
Investment Grade Credit	7.00%	5.19%
Cash Equivalents	2.00%	3.31%
U.S. Treasuries	4.00%	3.31%
Risk Mitigation Strategies	3.00%	6.21%
	<u>100.00%</u>	

*Discount rate*

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.



**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 5. PENSION PLANS (CONT'D)**

*Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate*

The following presents the District's proportionate share of the net pension liability as of June 30, 2023 calculated using the discount rate as disclosed above as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	<b>At 1% Decrease (6.00%)</b>	<b>At Current Discount Rate (7.00%)</b>	<b>At 1% Increase (8.00%)</b>
District's proportionate share of the net pension liability	\$ 22,618,100	\$ 17,374,652	\$ 12,911,784

*Pension Plan Fiduciary Net Position*

Detailed information about the pension plan's fiduciary net position is available in the separately issued financial report for the State of New Jersey Public Employees Retirement System.

*Additional Information*

Collective balances of the Local Group at June 30, 2023 are as follows:

Deferred outflows of resources	\$ 1,080,204,730
Deferred inflows of resources	1,780,216,457
Net pension liability	14,606,489,066
 District's proportion	 0.1199544558%

Collective pension expense for the Local Group for the measurement period ended June 30, 2023 is \$79,181,803.

The average of the expected remaining service lives of all employees that are provided with pension through the pension plan (active and inactive employees) determined at July 1, 2023, 2022, 2021, 2020, 2019, 2018, and 2017 is 5.08, 5.04, 5.13, 5.16, 5.21, 5.63, and 5.48 years, respectively.

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

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 5. PENSION PLANS (CONT'D)**

The State's proportionate share of the TPAF net pension liability associated with the District as of June 30, 2023 was \$228,284,402. The District's proportionate share was \$0. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. The State's proportionate share of the net pension liability associated with the District was based on a projection of the State's long-term contributions to the pension plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2023, the State's proportionate share of the TPAF net pension liability associated with the District was 0.4473299235 percent, which was an increase of 0.0020976446 percent from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the District recognized on-behalf pension expense and revenue in the government-wide financial statements of \$10,759,361 for contributions incurred by the State.

*Actuarial assumptions*

The total pension liability for the June 30, 2023 measurement date was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. The actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

Inflation rate:	
Price	2.75%
Wage	3.25%
Salary increases:	2.75 - 4.25%
	based on years of service

*Mortality Rates*

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, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

*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, 2023) is determined by the State Treasurer, after consultation with the Directors of the

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 5. PENSION PLANS (CONT'D)**

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, 2023 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Equity	28.00%	8.98%
Non-U.S. Developed Market Equity	12.75%	9.22%
International Small Cap Equity	1.25%	9.22%
Emerging Market Equity	5.50%	11.13%
Private Equity	13.00%	12.50%
Real Assets	8.00%	8.58%
Real Estate	3.00%	8.40%
High Yield	4.50%	6.97%
Private Credit	8.00%	9.20%
Investment Grade Credit	7.00%	5.19%
Cash Equivalents	2.00%	3.31%
U.S. Treasuries	4.00%	3.31%
Risk Mitigation Strategies	3.00%	6.21%
	<u>100.00%</u>	

*Discount Rate*

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on 100% of the actuarially determined contributions for the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

*Sensitivity of the State's proportionate share of the net pension liability associated with the District to changes in the discount rate*

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 5. PENSION PLANS (CONT'D)**

The following presents the State's proportionate share of the net pension liability associated with the District as of June 30, 2023 calculated using the discount rate as disclosed above as well as what the State's proportionate share of the net pension liability associated with the District would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	<b>At 1% Decrease (6.00%)</b>	<b>At Current Discount Rate (7.00%)</b>	<b>At 1% Increase (8.00%)</b>
State's proportionate share of the net pension liability associated with the District	\$ 269,188,735	\$ 228,284,402	\$ 193,833,231

*Pension plan fiduciary net position*

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

**Additional Information**

Collective balances of the Local Group at June 30, 2023 are as follows:

Deferred outflows of resources	\$ 2,498,730,891
Deferred inflows of resources	14,719,080,314
Net pension liability	51,032,669,551
 District's proportion	 0.4473299235%

Collective pension expense of the Local Group for the plan for the measurement period ended June 30, 2023 is \$1,292,291,943. The average of the expected remaining service lives of all employees that are provided with pension through the pension plan (active and inactive employees) determined at July 1, 2023, 2022, 2021, 2020, 2019, 2018, 2017, and 2016 is 7.93, 7.83, 7.93, 7.99, 8.04, 8.29, 8.30, and 8.30 years, respectively.

**C: DEFINED CONTRIBUTION RETIREMENT PLAN**

The Defined Contribution Retirement Plan (DCRP) is a multiple employer defined contribution plan as defined in GASB Statement No. 68. The Plan is administered by The New Jersey Division of Pensions and Benefits (Division). The more significant aspects of the DCRP are as follows:

*Plan Membership and Contributing Employers-* Enrollment in the DCRP is required for state or local officials, elected or appointed on or after July 1, 2007; employees enrolled in TPAF or PERS on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits; employees otherwise eligible to enroll in TPAF or PERS on or after November 2, 2008, who do not earn the minimum annual salary for tier 3 enrollment but who earn salary of at least \$5,000 annually; and employees otherwise eligible to enroll in TPAF or PERS after May 21, 2010, who do not work the minimum number of hours per week required for tier 4 or tier 5 enrollment, but who earn salary of at least \$5,000 annually.

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 5. PENSION PLANS (CONT'D)**

*Contribution Requirement and Benefit Provisions* - State and local government employers contribute 3% of the employee's base salary. Active members contribute 5.5% of base salary. Eligible members are provided with a defined contribution retirement plan intended to qualify for favorable Federal income tax treatment under IRC Section 401(a), a noncontributory group life insurance plan and a noncontributory group disability benefit plan. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employee contributions shall immediately become and shall at all times remain fully vested and non-forfeitable. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employer contributions shall be vested and non-forfeitable on the date the participant commences the second year of employment or upon his or her attainment of age 65, while employed by an employer, whichever occurs first.

For the year ended June 30, 2024, the Board's total payroll for all employees was \$72,387,675. Total DCRP covered payroll was \$1,547,436. Covered payroll refers to all compensation paid by the Board to active employees covered by the Plan. Board and employee contributions to the DCRP for the year ended June 30, 2023 was \$46,423 and \$85,109, respectively.

**NOTE 6. POST-RETIREMENT BENEFITS**

*General Information about the OPEB Plan*

**State Health Benefit State Retired Employees Plan:**

Pension and Other Postemployment Benefits (OPEB) Obligations in Fiscal Year 2023 the State funded the various defined benefit pension systems at 108 percent of the full actuarially determined contributions. Employer contributions to the pension plans are calculated per the requirements of the governing State statutes using generally accepted actuarial procedures and practices. The actuarial funding method used to determine the State's contribution is a matter of State law. Any change to the funding method requires the approval of the State Legislature and the Governor. The amount the State actually contributes to the pension plans may differ from the actuarially determined contributions of the pension plans because the State's contribution to the pension plans is subject to the appropriation of the State Legislature and actions by the Governor. GASB Statement No. 68, Accounting and Financial Reporting for Pensions, requires participating employers to recognize their proportionate share of the collective net pension liability. Under the new statement, the calculation of the pension liability was changed to a more conservative methodology and each employer was allocated a proportional share of the pension plans' net pension liability.

The State's share of the net pension liability, based on a measurement date of June 30, 2022, which is required to be recorded on the financial statements, is \$75.1 billion. The Fiscal Year 2023 projected aggregate State contribution to the pension plans of \$6.8 billion represents 104 percent of the actuarially determined contribution. The State provides post-retirement medical (PRM) benefits for certain State and other retired employees meeting the service credit eligibility requirements. In Fiscal Year 2022, the State paid PRM benefits for 161,238 State and local retirees. The State funds the post-retirement medical benefits on a "pay-as-you-go" basis, which means that the State does not pre-fund, or otherwise establish a reserve or other pool of assets against the PRM expenses that the State may incur in future years. For Fiscal Year 2022, the State contributed \$1.9 billion to pay for "pay-as-you-go" PRM benefit costs incurred by covered populations, a slight increase from \$1.8 billion in Fiscal Year

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 6. POST-RETIREMENT BENEFITS**

2021. The State has appropriated \$2.1 billion in Fiscal Year 2023 as the State's contribution to fund increases in prescription drugs and medical claims costs.

In accordance with the provisions of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, the State is required to quantify and disclose its obligations to pay Other Postemployment Benefits (OPEB) to retired plan members. The State is required to accrue a liability in all instances where statutory language names the State as the legal obligor for benefit payments. The Fiscal Year 2022 State OPEB liability to provide these benefits is \$88.9 billion, a decrease of \$12.7 billion, or 12.5 percent from the \$101.6 billion liability recorded in Fiscal Year 2021. Additional information on Pensions and OPEB can be accessed on the Division of Pensions & Benefits Financial Reports webpage: <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

*Total OPEB Liability*

The Nonemployer OPEB liability from the State of New Jersey's plan is \$52,361,668,239.

*Changes in Total Non-employer OPEB Liability*

Below represents the changes in the District's total OPEB liability for the year ended June 30, 2023:

Balance at June 30, 2022	\$ 199,196,806
Increased by:	
Service cost	8,493,372
Interest cost	7,294,971
Changes of assumptions	417,494
Member contributions	186,944
Differences between expected and actual experience	<u>(2,770,035)</u>
	212,819,552
Decreased by:	
Benefit payments	<u>5,686,549</u>
Balance at June 30, 2023	<u><u>\$ 207,133,003</u></u>

*Employees covered by benefit terms*

The following employees were covered by the benefit terms:

<u>Local Education</u>	<u>June 30, 2023</u>
Active Plan Members	217,212
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	152,383
Inactive Plan Members Entitled to but Not Yet Receiving Benefits	<u>-</u>
Total Plan Members	<u><u>369,595</u></u>

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 6. POST-RETIREMENT BENEFITS (CONT'D)**

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 GASBS No. 75 is zero percent. Accordingly, the District did not recognize any portion of the collective total OPEB liability on the Statement of Net Position. The State's proportionate share of the total OPEB liability associated with the District as of June 30, 2023 was \$207,133,003. Additional information can be obtained from the State of New Jersey's annual comprehensive financial report.

*Actuarial assumptions and other inputs*

The total non-employer OPEB liability as of June 30, 2023 was determined by an actuarial valuation as of June 30, 2022, which was rolled forward to June 30, 2023 and included in the June 30, 2023 audited financial statements of the State Health Benefit Local Education Retired Employees Plan. The actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

	<b><u>TPAF/ABP</u></b>	<b><u>PERS</u></b>
Salary Increases Through 2026:	2.75% to 4.25%	2.75% to 6.55%
	based on years of service	based on years of service

*Mortality Rates*

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 "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 July 1, 2022 valuation were based on the results of the TPAF and PERS experience studies prepared for July 1, 2018 to June 30, 2021.

*Discount Rate*

The discount rate used to measure the total OPEB liability was 3.65%. 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.

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 6. POST-RETIREMENT BENEFITS (CONT'D)**

*Health Care Trend Assumptions*

For pre-Medicare medical benefits, the trend rate is initially 6.50% and decreases to a 4.50% long-term trend rate after nine years. For post-65 medical benefits PPO, the trend was (1.99%) in fiscal year 2023, increasing to 13.80% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO the trend is initially (3.54%) in fiscal year 2023, increasing to 17.40% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 9.50% and decreases to a 4.50% long-term trend rate after eight years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

*The following represents sensitivity of total non-employer OPEB liability to changes in the discount rate and health care cost rate*

The following presents the total non-employer OPEB liability associated with the District as of June 30, 2023 calculated using a discount rate as disclosed above as well as what the total non-employer OPEB liability would be if it was calculated using a discount rate that is 1-percentage-point lower (2.65%) or 1-percentage-point higher (4.65%) than the current rate:

	<u>1% Decrease (2.65%)</u>	<u>At Current Discount Rate (3.65%)</u>	<u>1% Increase (4.65%)</u>
Net OPEB Liability (Allocable to the District and the responsibility of the State)	\$ 242,827,886	\$ 207,133,003	\$ 178,474,156

The following presents the total non-employer OPEB liability associated with the District as of June 30, 2023 calculated using a healthcare cost trend rate as disclosed above as well as what the total non-employer OPEB liability would be if it was calculated using a healthcare trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rate:

	<u>1% Decrease</u>	<u>Current Healthcare Cost Trend Rates</u>	<u>1% Increase</u>
Net OPEB Liability (Allocable to the District and the responsibility of the State)	\$ 171,952,327	\$ 207,133,003	\$ 253,167,009



**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 6. POST-RETIREMENT BENEFITS (CONT'D)**

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

For the year ended June 30, 2023, the District recognized on-behalf OPEB expense and revenue in the government-wide financial statements of \$6,659,072 for OPEB expenses incurred by the State. Collective balances of the Local Education Group at June 30, 2023 are as follows:

Deferred outflows of resources	\$	17,347,811,894
Deferred inflows of resources	\$	30,503,688,706
Collective OPEB expense	\$	1,389,124,126
District's Proportion		0.48%

*Special Funding Situation*

The employer contributions for local participating employers are legally required to be funded by the State, therefore, the District records an expense and corresponding revenue for its respective share of total OPEB expense and revenue attributable to the State of New Jersey.

**NOTE 7. COMPENSATED ABSENCES**

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policies. In the event of termination, an employee is reimbursed for accumulated vacation. Sick leave benefits provide for ordinary sick pay and accumulate for use in future years. Upon the attainment of specified years of service or upon reaching normal retirement age, employees become eligible to receive compensation for unused accumulated sick leave. The specific terms for eligibility and compensation are governed by the various collective bargaining agreements and employment contracts.

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 7. COMPENSATED ABSENCES (CONT'D)**

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

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. The District has contracted with a private management company to provide food services. Personnel involved in cafeteria operations are employees of the management company and, accordingly, the District has no liability for vested compensated absences in its proprietary fund.

Statement No. 16 of the Governmental Accounting Standards Board (GASB 16) established the specific standards for the recognition of liabilities for compensated absences. GASB 16 established the following recognition and measurement criteria:

Vacation Leave - Vacation leave and other compensated absences with similar characteristics should be accrued as a liability as the benefits are earned by the employees if both of the following conditions are met:

- a. The employees' rights to receive compensation are attributable to services already rendered, and
- b. It is probable that the employer will compensate the employees for the benefits through paid time off or some other means, such as cash payments at termination or retirement.

The above criteria were utilized by the Board in the determination of the reported liability for compensated absences relating to vacation leave.

Sick Leave - A liability should be accrued for sick leave and other compensated absences with similar characteristics using one of the following termination approaches:

- a. A liability should be accrued as the benefits are earned by employees if it is probable that the employer will compensate the employees for the benefits through cash payments conditioned on the employees' termination or retirement (the Termination Payment Method), or
- b. A liability should be accrued based on the sick leave accumulated at the balance sheet date by those employees who currently are eligible to receive termination payments, as well as other employees who are expected to become eligible in the future to receive such payments (the Vesting Method).

Under either of the above methods, payment "caps" or reduced pay rates would be factored into the liability calculation.

The amount of \$2,979,883 presented in the Government-wide financial statements as compensated absences payable reflects accruals utilizing the Vesting Method and includes amounts for each employee eligible for a termination payment currently and those who will become eligible within the next five years. Employees who separate from service prior to attaining eligibility are not entitled to termination payments. Accrued vacations are negligible and were not included in calculations of the total value of compensated absences payable.

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 8. DEFERRED COMPENSATION**

The Board offers its employees a choice of various deferred compensation plans created in accordance with Internal Revenue Code Section 403(b). The plans, which are administered by third parties who are authorized by the Board and selected by each participant individually, permits participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency.

**NOTE 9. 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 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. During the school year ended June 30, 2024, the District was a member of the New Jersey Schools Insurance Group (the "Group"). The Group provides workers' compensation, property, liability errors and omissions and crime coverages to its members through self-insured risk pooling and reinsurance policy coverage to reduce exposure to large losses. Additional information relating to the Group is available from its Executive Director at 6000 Midlantic Drive, Mount Laurel, NJ 08054 or at the Group's webpage [www.njsig.org](http://www.njsig.org).

**Employee Health Benefit/Prescription** - The District operates a self-insurance program for health and prescription coverages. For the year ended June 30, 2024, the Board has incurred costs totaling \$18,489,492 for health and prescription benefits for all employees. In addition, the Board has provided for incurred but not reported "IBNR" as calculated in the amount of \$1,717,400 and an aggregate stop loss corridor of \$2,668,373 for the year ended June 30, 2024.

Changes in the incurred but not reported claims liability amount in the fiscal years 2024, 2023 and 2022 were:

	<b>Beginning of Year Liability</b>	<b>Current Year Claims and Changes in Estimates</b>	<b>Claim Payments</b>	<b>Balance at End of Year</b>
2023-24	\$ 4,389,903	\$ 18,485,362	\$ 18,489,492	\$ 4,385,773
2022-23	4,423,903	18,310,872	18,344,872	4,389,903
2021-22	3,351,406	20,551,121	19,478,624	4,423,903

**NOTE 10. INTERFUND RECEIVABLES AND PAYABLES**

The following interfund balances remained on the balance sheet at June 30, 2024:

<b><u>Fund</u></b>	<b><u>Interfund Receivable</u></b>	<b><u>Interfund Payable</u></b>
General Fund	\$ 225,000	
Special Revenue Fund		\$ 225,000
Total	<u>\$ 225,000</u>	<u>\$ 225,000</u>

All interfunds are expected to be liquidated with one year.

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 11. NEW JERSEY UNEMPLOYMENT COMPENSATION INSURANCE**

The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State.

**NOTE 12. TRANSFERS**

The following presents a reconciliation of transfers during the 2024 fiscal year:

	<u>In</u>	<u>Out</u>
General Fund	\$ 75,630	
Capital Projects		\$ 75,630
	<u>\$ 75,630</u>	<u>\$ 75,630</u>

\$75,630 was Board of Education approved transfers from the general fund capital reserve to the capital projects fund to fund future capital projects.

**NOTE 13. FUND BALANCE APPROPRIATED**

**General Fund (Exhibit B-1)** - Of the \$23,311,057 General Fund balance at June 30, 2024, \$4,514,313 is assigned for other purposes; \$1,500,000 of prior years excess surplus has been appropriated and included as anticipated revenue for the year ending June 30, 2025; \$512,983 has been restricted for excess surplus for the year ending June 30, 2024, \$2,047,156 has been restricted for the Maintenance Reserve Account; \$9,709,814 has been restricted for the Capital Reserve Account; \$1,000,000 for Emergency Reserve; \$440,839 for Unemployment Compensation and \$3,585,952 is unassigned.

**Special Revenue Fund (Exhibit B-1)** - All of the \$734,859 of Special Revenue Fund fund balance at June 30, 2024, 734,859 is restricted for student activities.

**Capital Projects Fund (Exhibit B-1)** - All of the \$465,866 of Capital Projects Fund fund balance at June 30, 2024 is assigned for Capital Projects Expenditures for authorized projects.

**NOTE 14. CALCULATION OF EXCESS SURPLUS**

In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, c.73 (S1701), the designation for Reserved Fund Balance -- Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. Based upon the reduction in the maximum undesignated surplus permitted as a result of the enactment of S1701, the District had excess surplus restricted for subsequent year's expenditures generated from the June 30, 2024 fiscal year in the amount of \$512,983.

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 15. CAPITAL RESERVE ACCOUNT**

A capital reserve account was established by the District by inclusion of \$1.00 on October 3, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget. 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 Assurance Annual Report (QAAR). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes.

A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6:23A-5.1 (d) 7, the balance in the account cannot at any time exceed the local support costs of uncompleted projects in its approved LRFP.

The activity of the capital reserve for July 1, 2023 to June 30, 2024 school year is as follows:

Beginning balance, July 1, 2023	\$ 9,891,768
Deposit:	
June 2024 Deposit	4,700,000
Capital Projects Amount not spent and returned	75,630
Capital Outlay Amount not spent and returned	<u>842,416</u>
Total Deposits	<u>5,618,046</u>
Withdrawals	
Approved by board resolutions	<u>5,800,000</u>
Total Withdrawals	<u>5,800,000</u>
Ending Balance, June 30, 2024	<u>\$ 9,709,814</u>

**NOTE 16. MAINTENANCE RESERVE ACCOUNT**

A maintenance reserve account was established through a Board resolution by the District in the amount of \$2,200,000 in the 2010-2011 school year for the accumulation of funds for the required maintenance of a facility in accordance with N.J.S.A. 18A:7G-9 as amended by P.L. 2004, c. 73 (S1701).

The activity of the maintenance reserve for July 1, 2023 to June 30, 2024 school year is as follows:

Beginning balance, July 1, 2023	\$ 2,090,267
Deposit:	
Return of unspent funds	3,986
Approved by board resolutions	<u>900,000</u>
Total Deposits	<u>903,986</u>
Withdrawals	
Approved by board resolutions	<u>947,097</u>
Total Withdrawals	<u>947,097</u>
Ending Balance, June 30, 2024	<u>\$ 2,047,156</u>

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 17. EMERGENCY RESERVE ACCOUNT**

An emergency reserve account was established through a Board resolution by the District in the amount of \$1,000,000 in the 2017-2018 school year.

The activity of the emergency reserve for July 1, 2023 to June 30, 2024 school year is as follows:

Beginning balance, July 1, 2023	<u>\$ 1,000,000</u>
Ending Balance, June 30, 2024	<u>\$ 1,000,000</u>

**NOTE 18. UNEMPLOYMENT RESERVE ACCOUNT**

An unemployment reserve account was established by the District by transferring \$371,881 to an unemployment reserve from the unemployment fund in 2021 to fund future unemployment claims billed by the state. This reserve was established in the general fund in 2021 resulting from the implementation of Governmental Accounting Standards Board Statement No. 84, which required the District to record these funds as governmental activities. At June 30, 2024, the Unemployment Compensation reserve balance is \$440,839.

**NOTE 19. TAX ABATEMENTS**

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

For a local school district board of education or board of school estimate that has elected to raise their minimum tax levy using the required local share provisions at N.J.S.A. 18A:7F-5(b), the loss of revenue resulting from the municipality or county having entered into a tax abatement agreement is indeterminate due to the complex nature of the calculation of required local share performed by the New Jersey Department of Education based upon district property value and wealth.

The Town of Westfield reported no tax abatements for calendar years 2023 or 2024 in its "User Friendly Budgets," which are required to be filed with the Division of Local Government Services, in the Department of Community Affairs, State of New Jersey, on an annual basis.

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 20. CONTINGENT LIABILITIES**

The District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2024 may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

The District is involved in several claims and lawsuits incidental to its operation, which are generally defended through the Board's insurance carriers. Certain claims are in their discovery stage and the potential financial exposure to the Board, if any, cannot currently be ascertained.

During fiscal year 2024, the New Jersey Department of Labor has been delayed in issuing bills to New Jersey governmental units and as such the District has not been billed for any quarters during the fiscal year. Unemployment claims for the fiscal year cannot be estimated, however, it is expected that the Federal Government through the CARES act will reimburse the State of New Jersey between 50 and 75 percent of all claims incurred. Since the District has not received a bill related to fiscal year 2024, and the amounts due are not known, no provision has been made in the District's financial statements for any liability.

**NOTE 21. SUBSEQUENT EVENTS**

Management has reviewed and evaluated all events and transactions from June 30, 2024 through January 15, 2025, the date that the financial statements were available for issuance and the effects of those that provide additional pertinent information about conditions that existed at the statement of net position date, have been recognized in the accompanying financial statements.

**NOTE 22. RECENTLY ISSUED ACCOUNTING PRONOUNCEMENTS**

The GASB issued Statement No. 101, *Compensated Absences* in June 2022. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The requirements of this Statement are effective for periods beginning after December 15, 2023, and all reporting periods thereafter. Earlier application is encouraged. Management has not determined the impact of the Statement on the financial statements.

The GASB issued Statement No. 102, *Certain Risk Disclosures* in January 2024. The objective of this Statement is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. The requirements of this Statement are effective for periods beginning after June 15, 2024, and all reporting periods thereafter. Management has not determined the impact of the Statement on the financial statements.

The GASB issued Statement No. 103, *Financial Reporting Model Improvements* in April 2024. The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a

**WESTFIELD SCHOOL DISTRICT  
COUNTY OF UNION, NEW JERSEY**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 22. RECENTLY ISSUED ACCOUNTING PRONOUNCEMENTS (CONT'D)**

government's accountability. The requirements of this Statement are effective for periods beginning after June 15, 2025, and all reporting periods thereafter. Management has not determined the impact of the Statement on the financial statements.

The GASB issued Statement No. 104, *Disclosure of Certain Capital Assets* in September 2024. The objective of this Statement is to provide users of government financial statements with essential information about certain types of capital assets including lease assets, intangible right-to-use assets, subscription assets, other intangible assets and assets held for sale. The requirements of this Statement are effective for periods beginning after June 15, 2025, and all reporting periods thereafter. Management has not determined the impact of the Statement on the financial statements.



**REQUIRED SUPPLEMENTARY  
INFORMATION  
PART II**

**SCHEDULES RELATED TO ACCOUNTING AND  
REPORTING FOR PENSIONS (GASB 68)  
SECTION – L**

(Section numbering as per N.J. Department of Education Audit Program)

**Westfield School District**  
**Schedule of the District's Proportionate Share of the Net Pension Liability**  
**Public Employees' Retirement System**  
**Required Supplementary Information**  
**Last Ten Fiscal Years**

	2024	2023	2022	2021	2020	Year Ended June 30, 2019	2018	2017	2016	2015
District's proportion of the net pension liability (asset) - Local Group	0.1199544558%	0.1341724479%	0.1263529587%	0.1278384349%	0.1245189916%	0.122689485%	0.120931697%	0.131258639%	0.129135621%	0.124742721%
District's proportionate share of the net pension liability (asset)	\$ 17,374,652	\$ 20,248,469	\$ 14,968,402	\$ 20,847,106	\$ 22,436,433	\$ 24,156,948	\$ 28,150,966	\$ 38,875,044	\$ 28,988,359	\$ 23,355,249
District's covered-employee payroll	\$ 9,219,883	\$ 9,337,258	\$ 9,492,238	\$ 9,220,819	\$ 9,098,895	\$ 8,668,982	\$ 8,486,779	\$ 8,296,182	\$ 8,812,161	\$ 8,635,918
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	188.45%	216.86%	157.69%	226.09%	246.58%	278.66%	331.70%	468.59%	328.96%	270.44%
Plan fiduciary net position as a percentage of the total pension liability - Local Group	39.41%	40.47%	35.63%	42.51%	44.09%	53.60%	48.10%	40.14%	47.93%	48.62%

The amounts presented for each fiscal year were determined as of the previous fiscal year-end.

Notes to Required Supplementary Information

Benefit Changes

There were none.

Changes of Assumptions

There were none.

**Westfield School District**  
**Schedule of District Contributions**  
**Public Employees' Retirement System**  
**Required Supplementary Information**  
**Last Ten Fiscal Years**

	Year Ended June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 1,603,224	\$ 1,691,979	\$ 1,479,740	\$ 1,398,490	\$ 1,211,203	\$ 1,269,432	\$ 1,120,303	\$ 1,166,083	\$ 1,110,220	\$ 1,028,361
Contributions in relation to the contractually required contribution	(1,603,224)	(1,691,979)	(1,479,740)	(1,398,490)	(1,211,203)	(1,269,432)	(1,120,303)	(1,166,083)	(1,110,220)	(1,028,361)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 9,068,415	\$ 9,219,883	\$ 9,337,258	\$ 9,492,238	\$ 9,220,819	\$ 9,098,895	\$ 8,668,982	\$ 8,486,779	\$ 8,296,182	\$ 8,812,161
Contributions as a percentage of covered-employee payroll	17.68%	18.35%	15.85%	14.73%	13.14%	13.95%	12.92%	13.74%	13.38%	11.67%

The amounts presented for each fiscal year were determined as of the previous fiscal year-end.

**Westfield School District**  
**Schedule of the State's Proportionate Share of the Net Pension Liability Associated With the District**  
**Teachers' Pension and Annuity Fund**  
**Required Supplementary Information**  
**Last Ten Fiscal Years**

	2024	2023	2022	2021	2020	Year Ended June 30, 2019	2018	2017	2016	2015
State's proportion of the net pension liability (asset) associated with the District - Local Group	0.447329924%	0.445232279%	0.444782968%	0.446499124%	0.457250754%	0.4465238057%	0.4503615479%	0.4490997116%	0.4569592579%	0.4503467692%
District's proportionate share of the net pension liability (asset)										
State's proportionate share of the net pension liability (asset) associated with the District	\$ 228,284,402	\$ 229,714,993	\$ 213,830,251	\$ 294,014,300	\$ 280,619,104	\$ 284,068,854	\$ 303,649,995	\$ 353,290,428	\$ 323,678,183	\$ 240,695,691
Total proportionate share of the net pension liability (asset) associated with the District	<u>\$ 228,284,402</u>	<u>\$ 229,714,993</u>	<u>\$ 213,830,251</u>	<u>\$ 294,014,300</u>	<u>\$ 280,619,104</u>	<u>\$ 284,068,854</u>	<u>\$ 303,649,995</u>	<u>\$ 353,290,428</u>	<u>\$ 323,678,183</u>	<u>\$ 240,695,691</u>
Plan fiduciary net position as a percentage of the total pension liability	32.29%	32.29%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%

The amounts presented for each fiscal year were determined as of the previous fiscal year-end.

Covered payroll information is not presented since the Teachers' Pension and Annuity Fund is a special funding situation in which the District does not make contributions to this plan.

Notes to Required Supplementary Information

Benefit Changes

There were none.

Changes of Assumptions

There were none.

**SCHEDULES RELATED TO ACCOUNTING AND  
REPORTING FOR OPEB (GASB 75)  
SECTION – M**

(Section numbering as per N.J. Department of Education Audit Program)

Westfield School District  
Schedule of the State's Proportionate Share of the OPEB Liability Associated With the District  
State Health Benefit Local Education Retired Employees Plan

Last Ten Fiscal Years\*

	Year Ended June 30, 2024	Year Ended June 30, 2023	Year Ended June 30, 2022	Year Ended June 30, 2021	Year Ended June 30, 2020	Year Ended June 30, 2019	Year Ended June 30, 2018
State's proportion of the OPEB Liability associated with the District -	0.40%	0.39%	0.39%	0.39%	0.38%	0.38%	0.38%
District's proportionate share of the OPEB liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the OPEB liability associated with the District	\$ 207,133,003	\$ 199,196,806	\$ 235,113,403	\$ 261,817,044	\$ 160,191,054	\$ 177,158,722	\$ 202,388,345
Total proportionate share of the OPEB liability associated with the District	<u>\$ 207,133,003</u>	<u>\$ 199,196,806</u>	<u>\$ 235,113,403</u>	<u>\$ 261,817,044</u>	<u>\$ 160,191,054</u>	<u>\$ 177,158,722</u>	<u>\$ 202,388,345</u>
Beginning Balance	\$ 199,196,806	\$ 235,113,403	\$ 261,817,044	\$ 160,191,054	\$ 177,158,722	\$ 202,388,345	\$ 218,359,164
Increased by:							
Service cost	8,493,372	10,994,510	12,543,142	6,885,785	6,698,508	7,420,085	8,971,309
Interest cost	7,294,971	5,278,935	6,099,089	5,771,007	7,023,820	7,429,997	6,415,030
Changes of assumptions	417,494		231,957	47,824,977	2,388,462		
Member contributions	186,944	167,747	155,924	138,153	145,765	163,724	172,614
Differences between expected and actual experience		6,307,482		45,564,087			
	<u>16,392,781</u>	<u>22,748,674</u>	<u>19,030,112</u>	<u>106,184,009</u>	<u>16,256,555</u>	<u>15,013,806</u>	<u>15,558,953</u>
Decreased by:							
Differences between expected and actual experiences	2,770,035		40,679,129		28,306,835	15,176,418	
Changes of assumptions		53,436,330				20,329,850	26,842,028
Changes of benefit terms			250,250				
Gross benefit payments	<u>5,686,549</u>	<u>5,228,941</u>	<u>4,804,374</u>	<u>4,558,019</u>	<u>4,917,388</u>	<u>4,737,161</u>	<u>4,687,744</u>
	<u>8,456,584</u>	<u>58,665,271</u>	<u>45,733,753</u>	<u>4,558,019</u>	<u>33,224,223</u>	<u>40,243,429</u>	<u>31,529,772</u>
Ending Balance	<u>\$ 207,133,003</u>	<u>\$ 199,196,806</u>	<u>\$ 235,113,403</u>	<u>\$ 261,817,044</u>	<u>\$ 160,191,054</u>	<u>\$ 177,158,722</u>	<u>\$ 202,388,345</u>
Covered employee payroll	\$ 65,836,673	\$ 62,072,720	\$ 61,276,579	\$ 59,819,378	\$ 59,148,038	\$ 58,203,496	\$ 53,013,600
Total OPEB liability as a percentage of covered employee payroll.	314.62%	320.91%	383.69%	437.68%	270.83%	304.38%	381.77%

\* The amounts presented for each fiscal year were determined as of the previous fiscal year-end.

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

Notes to Required Supplementary Information

Benefit Changes

There were none.

Changes of Assumptions

There were none.

**REQUIRED SUPPLEMENTARY INFORMATION**  
**PART III**



**BUDGETARY COMPARISON SCHEDULES**  
**SECTION – C**

**WESTFIELD SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	\$ 112,832,744		\$ 112,832,744	\$ 112,832,744	
Tuition from Individuals	80,000		80,000	90,064	\$ 10,064
Tuition from other LEAs				99,580	99,580
Transportation Fees from Individuals	30,000		30,000	28,975	(1,025)
Miscellaneous	671,684		671,684	2,147,192	1,475,508
Other Restricted Miscellaneous Revenue				39,160	39,160
<b>Total - Local Sources</b>	<b>113,614,428</b>		<b>113,614,428</b>	<b>115,237,715</b>	<b>1,623,287</b>
State Sources:					
Categorical Transportation Aid	626,070		626,070	626,070	
Extraordinary Aid	975,000		975,000	2,705,416	1,730,416
Categorical Special Education Aid	6,390,409		6,390,409	6,390,409	
Categorical Security Aid	532,620		532,620	532,620	
Non-Public Transportation Aid				152,859	152,859
State of New Jersey On-Behalf Contributions:					
TPAF Pension Contrib. (non-budgeted)				18,902,302	18,902,302
TPAF Post Retire Med. Contrib. (non-budgeted)				5,144,515	5,144,515
TPAF LTDI Premiums (non-budgeted)				6,563	6,563
TPAF Employer FICA Contrib. (non-budgeted)				4,044,179	4,044,179
<b>Total - State Sources</b>	<b>8,524,099</b>		<b>8,524,099</b>	<b>38,504,933</b>	<b>29,980,834</b>
Federal Sources:					
Medical Reimbursement	55,725		55,725	36,314	(19,411)
<b>Total - Federal Sources</b>	<b>55,725</b>		<b>55,725</b>	<b>36,314</b>	<b>(19,411)</b>
<b>Total Revenues</b>	<b>122,194,252</b>		<b>122,194,252</b>	<b>153,778,962</b>	<b>31,584,710</b>

**WESTFIELD SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>EXPENDITURES:</b>					
Current Expense:					
Regular Programs - Instruction:					
Salaries of Teachers:					
Preschool	\$ 246,722	\$ (197)	\$ 246,525	\$ 245,210	\$ 1,315
Kindergarten	607,835	5,325	613,160	609,134	4,026
Grades 1- 5	13,134,477	454,044	13,588,521	13,581,315	7,206
Grades 6- 8	9,770,821	25,400	9,796,221	9,790,427	5,794
Grades 9-12	11,901,701	(159,182)	11,742,519	11,728,791	13,728
Regular Programs - Home Instr.:					
Salaries of Teachers	133,154	(116,860)	16,294	14,771	1,523
Purchased Prof./Educational Services	80,500		80,500	64,101	16,399
Regular Programs - Undistrib. Instr.:					
Other Salaries for Instruction	120,165	(17,153)	103,012	100,957	2,055
Purchased Prof./Educational Services	2,350	950	3,300	3,250	50
Purchased Technical Services	286,300	6,711	293,011	292,361	650
Other Purchased Services (400-500 series)	392,342	(17,794)	374,548	306,933	67,615
General Supplies	958,405	286,483	1,244,888	1,122,880	122,008
Textbooks	190,108	(26,396)	163,712	144,828	18,884
Other Objects	1,275	(79)	1,196	831	365
Total Regular Programs - Instruction	37,826,155	441,252	38,267,407	38,005,789	261,618
Learning/Language Disabilities:					
Salaries of Teachers	455,628	262	455,890	447,436	8,454
Other Salaries for Instruction	113,939	2,362	116,301	110,858	5,443
Purchased Prof./Educational Services	7,037	(3,500)	3,537	400	3,137
General Supplies	8,590	13,137	21,727	20,698	1,029
Textbooks	335		335		335
Total Learning/Language Disabilities	585,529	12,261	597,790	579,392	18,398
Emotional Regulation Impairment:					
Salaries of Teachers	176,996	2,442	179,438	179,244	194
Other Salaries for Instruction	21,763	1,469	23,232	22,732	500
General Supplies	12,572	(6,401)	6,171	2,864	3,307
Total Emotional Regulation Impairment	211,331	(2,490)	208,841	204,840	4,001

**WESTFIELD SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>EXPENDITURES (CONT'D.):</b>					
Multiple Disabilities:					
Salaries of Teachers	\$ 82,444	\$ 14,904	\$ 97,348	\$ 83,208	\$ 14,140
Other Salaries for Instruction	31,002	(13,711)	17,291	13,882	3,409
General Supplies	1,867		1,867		1,867
Total Multiple Disabilities	115,313	1,193	116,506	97,090	19,416
Resource Room/Resource Center:					
Salaries of Teachers	7,117,993	(52,591)	7,065,402	7,054,839	10,563
Other Salaries for Instruction	293,151	(71,918)	221,233	215,710	5,523
Purchased Prof. Educational Serv.	335		335		335
General Supplies	34,921	(3,280)	31,641	17,550	14,091
Textbooks	3,432	(817)	2,615	1,222	1,393
Total Resource Room/Resource Center	7,449,832	(128,606)	7,321,226	7,289,321	31,905
Autism:					
Salaries of Teachers	316,510	(50,738)	265,772	263,359	2,413
Other Salaries for Instruction	221,678	(86,642)	135,036	128,076	6,960
General Supplies	8,576	519	9,095	4,330	4,765
Total Autism	546,764	(136,861)	409,903	395,765	14,138
Preschool Disabilities - Full-Time:					
Salaries of Teachers	258,297	68,148	326,445	326,445	
Other Salaries for Instruction	74,968	(25,575)	49,393	43,785	5,608
General Supplies	1,530		1,530	1,210	320
Total Preschool Disabilities - Full-Time	334,795	42,573	377,368	371,440	5,928
Total Special Education	9,243,564	(211,930)	9,031,634	8,937,848	93,786
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	1,635,530	56,529	1,692,059	1,688,568	3,491
General Supplies	5,050		5,050	1,590	3,460
Textbooks	200		200		200
Total Basic Skills/Remedial - Instruction	1,640,780	56,529	1,697,309	1,690,158	7,151

**WESTFIELD SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>EXPENDITURES (CONT'D.):</b>					
Bilingual Education - Instruction:					
Salaries of Teachers	\$ 463,752	\$ 26,185	\$ 489,937	\$ 486,985	\$ 2,952
Total Bilingual Education - Instruction	463,752	26,185	489,937	486,985	2,952
School - Sponsored Cocurricular & Extra Curric - Instr.					
Activities:					
Salaries	450,000	(18,724)	431,276	431,276	
Purchased Services (300-500 series)	23,500		23,500	9,314	14,186
Supplies and Materials	15,750	(5,638)	10,112	9,419	693
Other Objects	7,750	(5,978)	1,772	810	962
Total School - Sponsored Cocurricular Activities & Extra Curric. - Instr.	497,000	(30,340)	466,660	450,819	15,841
School - Sponsored Athletics:					
Salaries	1,227,246	(9,964)	1,217,282	1,205,737	11,545
Purchased Services (300-500 series)	81,150	(4,627)	76,523	70,077	6,446
Supplies and Materials	115,600	1,731	117,331	117,270	61
Other Objects	144,400	31,368	175,768	175,678	90
Total School - Sponsored Athletics	1,568,396	18,508	1,586,904	1,568,762	18,142
Summer School - Instruction					
Salaries	7,417		7,417	6,960	457
General Supplies	750		750		750
Purchased Services		1,295	1,295		1,295
Total - Summer School - Instruction	8,167	1,295	9,462	6,960	2,502
Total Instruction	51,247,814	301,499	51,549,313	51,147,321	401,992

**WESTFIELD SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>EXPENDITURES (CONT'D.):</b>					
Undistributed Expenditures:					
Instruction:					
Tuition to Other LEAs Within the State - Special	\$ 2,045,813	\$ (851,124)	\$ 1,194,689	\$ 1,193,403	\$ 1,286
Tuition to County Vocational School Dist. - Regular	632,000	(53,250)	578,750	578,750	
Tuition to County Vocational School Dist. - Special	22,000	(1,000)	21,000	21,000	
Tuition to Priv. Schools for the Disabled-W/I State	5,489,137	101,474	5,590,611	5,577,360	13,251
Tuition to Priv. Schools for the Disabled and Other LEAs- Special, Outside the State	447,994	31,808	479,802	476,048	3,754
Tuition - Other	55,584	(21,827)	33,757	33,757	
Total Undistrib. Expend. - Instruc.	8,692,528	(793,919)	7,898,609	7,880,318	18,291
Health Services:					
Salaries	1,316,107	2,331	1,318,438	1,316,182	2,256
Purchased Professional and Technical Services	189,196	148,240	337,436	294,280	43,156
Supplies and Materials	18,312	4,687	22,999	22,503	496
Other Objects	850		850	850	
Total Health Services	1,524,465	155,258	1,679,723	1,633,815	45,908
Speech, OT, PT & Related Services					
Salaries	2,320,540	(104,337)	2,216,203	2,216,203	
Purchased Professional/Educational Services	1,032,910	505,188	1,538,098	1,433,510	104,588
Supplies and Materials	24,349	3,600	27,949	27,651	298
Total Speech, OT, PT & Related Services	3,377,799	404,451	3,782,250	3,677,364	104,886
Other Support Services-Student Extra					
Salaries	2,096,028	(82,757)	2,013,271	2,013,000	271
Purchased Professional/Educational Services	407,411	1,136,797	1,544,208	1,538,039	6,169
Other Objects	2,315		2,315		2,315
Total Other Support Services-Student Extra	2,505,754	1,054,040	3,559,794	3,551,039	8,755

**WESTFIELD SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>EXPENDITURES (CONT'D.):</b>					
Other Support Services - Guidance					
Salaries of Other Professional Staff	\$ 2,698,468	\$ 17,549	\$ 2,716,017	\$ 2,715,706	\$ 311
Salaries of Secret. & Clerical Assts.	201,361	(18,719)	182,642	182,642	
Other Salaries	3,200	9,664	12,864	12,864	
Purchased Professional/Educational Services	28,055	(6,508)	21,547	7,522	14,025
Other Purchased Services (400-500 series)	6,350	(4,000)	2,350	901	1,449
Supplies and Materials	10,373	(1,250)	9,123	6,450	2,673
Other Objects	2,275	(2,275)			
Total Other Support Services - Students - Regular	2,950,082	(5,539)	2,944,543	2,926,085	18,458
Other Support Services - Child Study Teams					
Salaries of Other Professional Staff	1,939,816	14,107	1,953,923	1,932,595	21,328
Salaries of Secr. & Clerical Assts.	271,063	(11,518)	259,545	251,858	7,687
Purchased Professional/Educational Services	297,287	(93,863)	203,424	189,458	13,966
Other Purchased Services (400-500 series)	7,950	3,345	11,295	11,189	106
Residential Costs	79,378	1,916	81,294	81,294	
Supplies and Materials	24,668	5,000	29,668	29,642	26
Total Other Support Services - Students - Child Study Teams	2,620,162	(81,013)	2,539,149	2,496,036	43,113

**WESTFIELD SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>EXPENDITURES (CONT'D.):</b>					
Improv. of Instruction Services/Other Support Services - Instruc. Staff:					
Salaries of Supervisors of Instruction	\$ 1,073,073	\$ (94,934)	\$ 978,139	\$ 977,603	\$ 536
Salaries of Secr. and Clerical Assts.	122,890		122,890	112,021	10,869
Other Salaries	14,908	332	15,240	15,240	
Purchased Professional/Educational Services	70,236	16,510	86,746	81,065	5,681
Other Purchased Prof./Tech. Services	39,484	3,690	43,174	15,473	27,701
Supplies and Materials	48,967	5,542	54,509	51,832	2,677
Other Objects	15,067		15,067	13,612	1,455
<b>Total Improv. of Instruction Services/ Other Support Serv. - Instruc. Staff</b>	<b>1,384,625</b>	<b>(68,860)</b>	<b>1,315,765</b>	<b>1,266,846</b>	<b>48,919</b>
Educational Media Serv./School Library:					
Salaries	880,143	(560)	879,583	876,480	3,103
Salaries of Technology Coordinators	102,040	560	102,600	102,600	
Purch. Prof. and Tech. Serv.	63,985	10,907	74,892	72,041	2,851
Supplies and Materials	30,985	(12,530)	18,455	16,204	2,251
<b>Total Educa. Media Serv./School Library</b>	<b>1,077,153</b>	<b>(1,623)</b>	<b>1,075,530</b>	<b>1,067,325</b>	<b>8,205</b>
Instructional Staff Training Services:					
Salaries of Supervisors of Instruction	10,000	(4,650)	5,350	5,350	
Purchased Professional/Educational Services	36,905	20,305	57,210	34,481	22,729
Other Purchased Services (400-500 series)	36,900	(2,950)	33,950	9,777	24,173
Supplies and Materials	14,466	83,265	97,731	94,202	3,529
<b>Total Instr. Staff Training Serv.</b>	<b>98,271</b>	<b>95,970</b>	<b>194,241</b>	<b>143,810</b>	<b>50,431</b>



**WESTFIELD SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>EXPENDITURES (CONT'D.):</b>					
Support Serv. General Administration:					
Salaries	\$ 823,429	\$ (142)	\$ 823,287	\$ 820,727	\$ 2,560
Legal Services	300,000	69	300,069	291,057	9,012
Audit Fees	42,000	2,000	44,000	44,000	
Other Purch. Professional Services	33,000	209,837	242,837	234,952	7,885
Communications/Telephone	177,266	(60,641)	116,625	113,096	3,529
BOE Other Purchased Services	3,000	5,214	8,214	6,347	1,867
Misc. Purch. Serv. (400-500, exc. 530 & 585)	620,659	5,311	625,970	616,264	9,706
General Supplies	19,725	10,210	29,935	22,922	7,013
Misc. Expenditures	52,765	(26,230)	26,535	25,811	724
BOE Membership Dues and Fees	27,000	195	27,195	27,195	
Total Support Serv. General Administration	2,098,844	145,823	2,244,667	2,202,371	42,296
Support Serv. School Administration:					
Salaries of Principals/Asst. Principals	2,521,334	33,157	2,554,491	2,554,491	
Salaries of Secr. and Clerical Assts.	1,090,618	6,909	1,097,527	1,097,527	
Purch. Professional & Technical Serv.	13,150	2,623	15,773	12,678	3,095
Other Purchased Services (400-500 series)	54,373	3,847	58,220	22,509	35,711
Supplies and Materials	100,849	16,364	117,213	105,752	11,461
Other Objects	20,630	3,340	23,970	19,939	4,031
Total Support Serv. School Admin.	3,800,954	66,240	3,867,194	3,812,896	54,298

**WESTFIELD SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>EXPENDITURES (CONT'D.):</b>					
Central Services:					
Salaries	\$ 1,198,337	\$ (73,051)	\$ 1,125,286	\$ 1,121,959	\$ 3,327
Purch. Professional Services	11,000	311,420	322,420	252,606	69,814
Purch. Technical Services	99,296	(1,792)	97,504	85,044	12,460
Misc. Purchased Services (400-500 O/T 594)	50,289	(1,562)	48,727	18,485	30,242
Supplies and Materials	40,288	(4,454)	35,834	31,185	4,649
Miscellaneous Expenditures	19,264	19,608	38,872	38,872	
Total Central Services	1,418,474	250,169	1,668,643	1,548,151	120,492
Admin.Info Technology					
Salaries	830,909		830,909	828,072	2,837
Purch. Technical Serv.	576,649	(8,687)	567,962	567,962	
Other Purchased Services (400-500 series)	8,000	(389)	7,611	7,362	249
Supplies and Matierals	38,000	47,690	85,690	85,690	
Total Admin Info Technology	1,453,558	38,614	1,492,172	1,489,086	3,086
Required Maint for School Facilities:					
Salaries	851,523	(79,212)	772,311	764,299	8,012
Cleaning, Repair & Maint. Services	319,893	144,535	464,428	426,317	38,111
General Supplies	178,044	(85,727)	92,317	70,123	22,194
Other Objects	17,974	(500)	17,474	5,927	11,547
Total Required Maint for School Facilities	1,367,434	(20,904)	1,346,530	1,266,666	79,864

**WESTFIELD SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>EXPENDITURES (CONT'D.):</b>					
Custodial Services:					
Salaries	\$ 2,917,828	\$ 45,116	\$ 2,962,944	\$ 2,962,244	\$ 700
Salaries Non-Instructional Aides	271,181	(192,914)	78,267	74,006	4,261
Purch. Professional & Technical Serv.	50,561	(13,000)	37,561	36,791	770
Cleaning, Repair & Maint. Services	172,346	3,933	176,279	163,613	12,666
Rental of Land & Bldg. Other than Lease Pur Agrmt	2,040	170	2,210	2,203	7
Other Purchased Property Services	158,493	5,916	164,409	164,409	
Insurance	229,000	4,020	233,020	233,020	
General Supplies	317,485	8,423	325,908	318,221	7,687
Energy (Natural Gas)	444,292	(30,767)	413,525	372,915	40,610
Energy (Electricity)	668,548	(20,342)	648,206	633,433	14,773
Other Objects	1,780		1,780	125	1,655
Total Operation of Plant	5,233,554	(189,445)	5,044,109	4,960,980	83,129
Care & Upkeep Grounds					
Salaries	144,091	(15,556)	128,535	128,535	
Cleaning, Repair, and Maintenance Services	18,482	5,250	23,732	22,485	1,247
General Supplies	44,223	(12,177)	32,046	31,130	916
Total Care & Upkeep Grounds	206,796	(22,483)	184,313	182,150	2,163
Security					
Salaries	93,141	(6,944)	86,197	86,196	1
Purchased Professional and Technical Services	205,000	(26,481)	178,519	174,896	3,623
General Supplies	1,000	36,277	37,277	32,146	5,131
Total Security	299,141	2,852	301,993	293,238	8,755
Total Operation & Maint. Of Plant Serv.	7,106,925	(229,980)	6,876,945	6,703,034	173,911

**WESTFIELD SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>EXPENDITURES (CONT'D.):</b>					
Student Transportation Services:					
Salaries for Pupil Transportation(Between Home & School)		\$ 37,500	\$ 37,500	\$ 37,500	
Contracted Services (Between Home & School) - Vendors	\$ 500,000	15,023	515,023	514,306	\$ 717
Contracted Services (Other Than Between Home & School) - Vendors	408,000	(25,605)	382,395	341,601	40,794
Contracted Services (Special Ed. Students) - Vendors	630,000	130,903	760,903	737,005	23,898
Contracted Services (Regular Students) - ESCs & CTSA's	30,020	724	30,744	29,840	904
Contracted Services (Special Ed. Students) - ESCs & CTSA's	3,700,000	(164,554)	3,535,446	3,535,397	49
Contracted Services - Aid in Lieu of Payments - NonPublic Schools	383,250	22,486	405,736	402,555	3,181
Total Student Transportation Services	5,651,270	16,477	5,667,747	5,598,204	69,543
Unallocated Employee Benefits:					
Group Insurance	225,300	6,700	232,000	199,492	32,508
Social Security Contributions	1,171,241	(6,700)	1,164,541	1,026,406	138,135
Other Retirement Contributions - PERS	1,870,000		1,870,000	1,717,910	152,090
Workmen's Compensation	412,000	83,824	495,824	495,824	
Health Benefits	22,157,086	(2,633,914)	19,523,172	18,323,325	1,199,847
Tuition Reimbursements	172,365	1,995	174,360	92,049	82,311
Other Employee Benefits	387,066	(41,303)	345,763	82,465	263,298
Total Unallocated Employee Benefits	26,395,058	(2,589,398)	23,805,660	21,937,471	1,868,189
TPAF Pension Contrib. (non-budgeted)				18,902,302	(18,902,302)
TPAF Post Retire Med. Contrib. (non-budgeted)				5,144,515	(5,144,515)
TPAF LTDI Premiums (non-budgeted)				6,563	(6,563)
TPAF Employer FICA Contrib. (non-budgeted)				4,044,179	(4,044,179)
Total On-Behalf Benefits Contributions				28,097,559	(28,097,559)
Total Undistributed Expenditures	72,155,922	(1,543,290)	70,612,632	96,031,410	(25,418,778)
Total Operating Expenditures	123,403,736	(1,241,791)	122,161,945	147,178,731	(25,016,786)

**WESTFIELD SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>EXPENDITURES (CONT'D.):</b>					
CAPITAL OUTLAY:					
Undistributed Expenditures-Support Services:					
Instructional Staff		\$ 31,891	\$ 31,891	\$ 31,891	
School Administration		51,928	51,928	51,928	
Admin. Info. Tech.	\$ 242,500	380,847	623,347	599,984	\$ 23,363
Req. Maint. For School Facilities		1,502,510	1,502,510	743,842	758,668
Care and Upkeep of Grounds		130,618	130,618	36,813	93,805
School Buses - Regular		340,000	340,000		340,000
Architectural/Engineering Services		261,034	261,034	58,317	202,717
<b>Total Equipment</b>	<b>242,500</b>	<b>2,698,828</b>	<b>2,941,328</b>	<b>1,522,775</b>	<b>1,418,553</b>
Facilities Acquis. & Constr. Services:					
Construction Services	5,800,000	13,194	5,813,194	1,822,329	3,990,865
Assessment for Debt Service on SDA Funding	48,016		48,016	48,016	
<b>Total Facil. Acquis. &amp; Constr. Services</b>	<b>5,848,016</b>	<b>13,194</b>	<b>5,861,210</b>	<b>1,870,345</b>	<b>3,990,865</b>
<b>Total Capital Outlay</b>	<b>6,090,516</b>	<b>2,712,022</b>	<b>8,802,538</b>	<b>3,393,120</b>	<b>5,409,418</b>
<b>Total Expenditures</b>	<b>129,494,252</b>	<b>1,470,231</b>	<b>130,964,483</b>	<b>150,571,851</b>	<b>(19,607,368)</b>
(Deficiency) Excess of Revenues					
(Under) Over Expenditures	(7,300,000)	(1,470,231)	(8,770,231)	3,207,111	11,977,342

**WESTFIELD SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other Financing Sources					
Transfer in - Capital Reserve from Capital Projects Fund				\$ 75,630	\$ 75,630
Total Other Financing Sources				75,630	75,630
(Deficiency) Excess of Revenues and Other Financing Sources (Under) Over Expenditures	\$ (7,300,000)	\$ (1,470,231)	\$ (8,770,231)	3,282,741	12,052,972
Fund Balances, July 1	20,775,125		20,775,125	20,775,125	
Fund Balances, June 30	\$ 13,475,125	\$ (1,470,231)	\$ 12,004,894	\$ 24,057,866	\$ 12,052,972
<b>Recapitulation of (deficiency) excess of revenues (under) over expenditures and other financing sources (uses)</b>					
Budgeted fund balance	\$ (1,500,000)	\$	\$ (1,500,000)	\$ 10,527,935	\$ 12,027,935
Budgeted withdrawal from capital reserve	(5,800,000)		(5,800,000)	(5,800,000)	
Appropriations from maintenance reserve		(947,097)	(947,097)	(947,097)	
Cancellation of prior year encumbrances				25,037	25,037
Adjustment for prior year encumbrances		(523,134)	(523,134)	(523,134)	
Total	\$ (7,300,000)	\$ (1,470,231)	\$ (8,770,231)	\$ 3,282,741	\$ 12,052,972
<u>Recapitulation:</u>					
Restricted Fund Balance:					
Reserved Excess Surplus - Designated for Subsequent Year's Expenditures				\$ 1,500,000	
Emergency Reserve				1,000,000	
Maintenance Reserve				2,047,156	
Capital Reserve				9,709,814	
Unemployment Compensation				440,839	
Excess Surplus - Current Year				512,983	
Assigned Fund Balance:					
Year-end Encumbrances				4,514,313	
Unassigned Fund Balance				4,332,761	
				24,057,866	
<u>Reconciliation to Governmental Funds Statements (GAAP):</u>					
Delayed State Aid Payments not recognized on GAAP basis				(746,809)	
<b>Fund Balance per Governmental Funds (GAAP)</b>				<b>\$ 23,311,057</b>	

**WESTFIELD SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
SPECIAL REVENUE FUND (Budgetary Basis)  
FOR THE YEAR ENDED JUNE 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>REVENUES:</b>					
State Sources	\$ 609,690	\$ 156,229	\$ 765,919	\$ 534,350	\$ (231,569)
Federal Sources	2,690,134	545,000	3,235,134	2,689,260	(545,874)
Local Sources	292,974		292,974	1,634,594	1,341,620
<b>Total Revenues</b>	<b>3,592,798</b>	<b>701,229</b>	<b>4,294,027</b>	<b>4,858,204</b>	<b>564,177</b>
<b>EXPENDITURES:</b>					
Instruction					
Teacher Salaries	207,195		207,195	202,153	5,042
Other Salaries for Instruction	48,544		48,544	4,667	43,877
Tuition	1,550,168	545,000	2,095,168	2,070,962	24,206
Purchased Professional/Educational Services	6,580		6,580	579	6,001
Other Purchased Services	12,994		12,994		12,994
General Supplies	122,922		122,922	56,394	66,528
Textbooks	33,594		33,594	28,349	5,245
Instructional Equipment	73,793		73,793	13,449	60,344
Other Objects	2,966		2,966	965	2,001
<b>Total Instruction</b>	<b>2,058,756</b>	<b>545,000</b>	<b>2,603,756</b>	<b>2,377,518</b>	<b>226,238</b>
Support Services					
Personal Services Salaries	14,160		14,160	7,220	6,940
Salaries of Other Professional Staff	209,387		209,387	91,042	118,345
Salaries of Secr & Cler Assts	9,000		9,000		9,000
Other Salaries	98,018		98,018	96,988	1,030
Personal Services - Employee Benefits	204,426		204,426	24,594	179,832
Purchased Professional/Educational Services	266,816		266,816	174,818	91,998
Other Purchased Professional Services	153,566		153,566	62,474	91,092

**WESTFIELD SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
SPECIAL REVENUE FUND (Budgetary Basis)  
FOR THE YEAR ENDED JUNE 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
Support Services (Cont'd.)					
Contracted Services-Trans. (Other Than Between Home/School)	\$ 228,341		\$ 228,341	\$ 222,687	\$ 5,654
Travel	20,599		20,599	18,984	1,615
Supplies and Materials	259,369		259,369	150,666	108,703
Equipment	70,360		70,360	6,459	63,901
Student Activities				1,380,143	(1,380,143)
	<u>1,534,042</u>	<u>-</u>	<u>1,534,042</u>	<u>2,236,075</u>	<u>(702,033)</u>
Total Support Services					
	<u>1,534,042</u>	<u>-</u>	<u>1,534,042</u>	<u>2,236,075</u>	<u>(702,033)</u>
Facilities Acquisition and Construction Services:					
Construction Services		\$ 156,229	156,229	150,901	5,328
	<u>-</u>	<u>156,229</u>	<u>156,229</u>	<u>150,901</u>	<u>5,328</u>
Total Facilities Acquisition and Construction Services					
	<u>-</u>	<u>156,229</u>	<u>156,229</u>	<u>150,901</u>	<u>5,328</u>
Total Expenditures	<u>3,592,798</u>	<u>701,229</u>	<u>4,294,027</u>	<u>4,764,494</u>	<u>(470,467)</u>
Excess (Deficiency) of Revenues Over (Under)					
Expenditures and Other Financing Sources (Uses)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	93,710	<u>\$ 93,710</u>
Fund Balance, July 1				<u>641,149</u>	
Fund Balance, June 30				<u>\$ 734,859</u>	
Recapitulation:					
Restricted:					
Student Activities				<u>\$ 734,859</u>	
Total Fund Balance				<u>\$ 734,859</u>	



**WESTFIELD SCHOOL DISTRICT**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**BUDGETARY COMPARISON SCHEDULE**  
**NOTE TO RSI**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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

		General Fund		Special Revenue Fund
Sources/inflows of resources				
Actual amounts (budgetary basis) "revenue"				
from the budgetary comparison schedule	(C-1)	\$ 153,778,962	(C-2)	\$ 4,858,204
Difference - budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that				
encumbrances are recognized as expenditures, and the related				
revenue is recognized				
Prior year				186,605
Current year				(172,472)
State aid payment recognized for budgetary purposes,				
not recognized for GAAP statements (Net)		(96,548)		
<b>Total revenues as reported on the statement of revenues,</b>				
<b>expenditures and change in fund balances - governmental funds</b>	<b>(B-2)</b>	<b>\$ 153,682,414</b>	<b>(B-2)</b>	<b>\$ 4,872,337</b>
Uses/outflows of resources				
Actual amounts (budgetary basis) "total outflows" from the				
budgetary comparison schedule	(C-1)	\$ 150,571,851	(C-2)	\$ 4,764,494
Difference - budget to GAAP:				
Encumbrances for supplies and equipment ordered but				
not received are reported in the year the order is placed for				
budgetary purposes, but in the year the supplies are received				
for financial reporting purposes.				
Prior year				186,605
Current year				(172,472)
<b>Total expenditures as reported on the statement of revenues,</b>				
<b>expenditures, and changes in fund balances - governmental funds</b>	<b>(B-2)</b>	<b>\$ 150,571,851</b>	<b>(B-2)</b>	<b>\$ 4,778,627</b>

## **OTHER SUPPLEMENTARY INFORMATION**

**SPECIAL REVENUE FUND**

**SECTION – E**

**WESTFIELD SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES  
BUDGETARY BASIS  
FOR THE YEAR ENDED JUNE 30, 2024**

Exhibit E-1

	TOTAL BROUGHT FORWARD (EX. E-1a)	TOTAL BROUGHT FORWARD (EX. E-1b)	TITLE IIA PART A	TITLE III	TITLE III IMMIGRANT	I.D.E.A.		COVID-19 ESF ESSER III	COVID-19 ACSERS	TOTALS
						PART B BASIC	PRESCHOOL			
<b>REVENUES</b>										
State Sources	\$ 534,350									\$ 534,350
Federal Sources			\$ 66,891	\$ 11,027	\$ 8,144	\$ 1,681,287	\$ 66,931	\$ 108,809	\$ 746,171	2,689,260
Local Sources		\$ 1,634,594								1,634,594
<b>Total Revenues</b>	<b>534,350</b>	<b>1,634,594</b>	<b>66,891</b>	<b>11,027</b>	<b>8,144</b>	<b>1,681,287</b>	<b>66,931</b>	<b>108,809</b>	<b>746,171</b>	<b>4,858,204</b>
<b>EXPENDITURES</b>										
Instruction:										
Salaries of Teachers	102,053			2,160		83,000		14,940		202,153
Other Salaries for Instruc.		4,667								4,667
Tuition						1,533,945		7,558	529,459	2,070,962
Purchased Prof. - Educational Services		579								579
General Supplies		42,266			8,144			5,984		56,394
Textbooks	28,349									28,349
Instructional Equipment		13,449								13,449
Misc. Expenditures		100		865						965
<b>Total Instruction</b>	<b>130,402</b>	<b>61,061</b>		<b>3,025</b>	<b>8,144</b>	<b>1,616,945</b>		<b>28,482</b>	<b>529,459</b>	<b>2,377,518</b>
Support Services:										
Support Services Salaries	7,220									7,220
Salaries of Other Prof. Staff	78,315							12,727		91,042
Other Salaries			58,968				38,020			96,988
Personal Services - Empl. Benefits							24,333	261		24,594
Purch. Prof. - Educ. Services	23,681	31,991				64,342	4,578	50,226		174,818
Other Purch. Prof. Services	54,551		7,923							62,474
Contract Serv. - Trans. (Other Than Between Home & School)				5,975					216,712	222,687
Travel				2,027				16,957		18,984
Supplies and Materials	91,321	59,189						156		150,666
Equipment	6,459									6,459
Student Activities		1,380,143								1,380,143
<b>Total Support Services</b>	<b>261,547</b>	<b>1,471,323</b>	<b>66,891</b>	<b>8,002</b>		<b>64,342</b>	<b>66,931</b>	<b>80,327</b>	<b>216,712</b>	<b>2,236,075</b>
Facilities Acquis. & Const. Serv.:										
Construction Services	142,401	8,500								150,901
<b>Total Fac. Acquis. &amp; Const. Serv.</b>	<b>142,401</b>	<b>8,500</b>								<b>150,901</b>
<b>Total Expenditures</b>	<b>534,350</b>	<b>1,540,884</b>	<b>66,891</b>	<b>11,027</b>	<b>8,144</b>	<b>1,681,287</b>	<b>66,931</b>	<b>108,809</b>	<b>746,171</b>	<b>4,764,494</b>
Excess (Deficiency) of Revenues Over Expenditures	-	93,710	-	-	-	-	-	-	-	93,710
Fund Balance, July 1	-	641,149	-	-	-	-	-	-	-	641,149
Fund Balance, June 30	\$ -	\$ 734,859	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 734,859

**WESTFIELD SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES  
BUDGETARY BASIS  
FOR THE YEAR ENDED JUNE 30, 2024**

Exhibit E-1a

	SDA EMERGENT NEEDS	NONPUBLIC TEXTBOOKS	NONPUBLIC NURSING	NONPUBLIC TECHNOLOGY	NONPUBLIC SECURITY	N.J. NONPUBLIC AUXILIARY SERV. CH. 192 COMP. EDUCATION	HOME INSTRUCTION	N.J. NONPUBLIC HANDICAPPED SERV., CH. 193 SUPPL. INST.	EXAM. AND CLASS.	CORR. SPEECH	TOTAL CARRIED FORWARD
<b><u>REVENUES</u></b>											
State Sources	\$ 142,401	\$ 28,349	\$ 54,346	\$ 23,681	\$ 97,780	\$ 78,842	\$ 205	\$ 23,211	\$ 53,636	\$ 31,899	\$ 534,350
<b>Total Revenues</b>	<u>142,401</u>	<u>28,349</u>	<u>54,346</u>	<u>23,681</u>	<u>97,780</u>	<u>78,842</u>	<u>205</u>	<u>23,211</u>	<u>53,636</u>	<u>31,899</u>	<u>534,350</u>
<b><u>EXPENDITURES</u></b>											
Instruction:											
Salaries of Teachers						78,842		23,211			102,053
General Supplies											
Textbooks		<u>28,349</u>									<u>28,349</u>
Total Instruction		<u>28,349</u>				<u>78,842</u>		<u>23,211</u>			<u>130,402</u>
Support Services:											
Support Services Salaries									7,220		7,220
Salaries of Other Prof. Staff									46,416	31,899	78,315
Purch. Prof./Educational Serv.				23,681							23,681
Other Purch. Prof. Services			54,346				205				54,551
Supplies and Materials					91,321						91,321
Equipment					<u>6,459</u>						<u>6,459</u>
Total Support Services			<u>54,346</u>	<u>23,681</u>	<u>97,780</u>		<u>205</u>		<u>53,636</u>	<u>31,899</u>	<u>261,547</u>
Facilities Acquis. & Const. Serv.:											
Construction Services	<u>142,401</u>										<u>142,401</u>
Total Facil. Acquis. & Const. Serv.	<u>142,401</u>										<u>142,401</u>
Total Expenditures	<u>142,401</u>	<u>28,349</u>	<u>54,346</u>	<u>23,681</u>	<u>97,780</u>	<u>78,842</u>	<u>205</u>	<u>23,211</u>	<u>53,636</u>	<u>31,899</u>	<u>534,350</u>
Excess (Deficiency) of Revenues Over Expenditures	-	-	-	-	-	-	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-	-	-	-	-	-	-
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**WESTFIELD SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES  
BUDGETARY BASIS  
FOR THE YEAR ENDED JUNE 30, 2024**

	<u>LOCAL PROGRAMS</u>	<u>STUDENT ACTIVITY FUND</u>	<u>CARRIED FORWARD</u>
<b><u>REVENUES</u></b>			
Local Sources	\$ 160,741	\$ 1,473,853	\$ 1,634,594
<b>Total Revenues</b>	<u>160,741</u>	<u>1,473,853</u>	<u>1,634,594</u>
<b><u>EXPENDITURES</u></b>			
Instruction:			
Other Salaries for Instruction	4,667		4,667
Purchased Prof. - Educational Services	579		579
General Supplies	42,266		42,266
Instructional Equipment	13,449		13,449
Misc. Expenditures	<u>100</u>		<u>100</u>
Total Instruction	<u>61,061</u>		<u>61,061</u>
Support Services:			
Purch. Prof. Ed. Services	31,991		31,991
Supplies and Materials	59,189		59,189
Student Activities		<u>1,380,143</u>	<u>1,380,143</u>
Total Support Services	<u>91,180</u>	<u>1,380,143</u>	<u>1,471,323</u>
Facilities Acquis. & Const. Serv.:			
Construction Services	<u>8,500</u>		<u>8,500</u>
Total Facil. Acquis. & Const. Serv.	<u>8,500</u>	<u>-</u>	<u>8,500</u>
Total Expenditures	<u>160,741</u>	<u>1,380,143</u>	<u>1,540,884</u>
Excess (Deficiency) of Revenues Over Expenditures	-	93,710	93,710
Fund Balance, July 1	<u>-</u>	<u>641,149</u>	<u>641,149</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ 734,859</u>	<u>\$ 734,859</u>

**CAPITAL PROJECTS FUND**  
**SECTION – F**

**WESTFIELD SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT EXPENDITURES  
FOR THE YEAR ENDED JUNE 30, 2024**

<u>ISSUE/PROJECT TITLE</u>	<u>REVISED APPROPRIATION</u>	<u>EXPENDITURES TO DATE PRIOR YEARS</u>	<u>CURRENT YEAR</u>	<u>TRANSFERRED</u>	<u>UNEXPENDED BALANCE</u>
Kehler Field, High School and Elementary School Renovations	\$ 23,910,763	\$ 23,368,267	\$ 1,000	\$ 75,630	\$ 465,866
SDA Grant Alyssa's Law Security Funding	<u>353,018</u>	<u>353,018</u>			
<b>Total</b>	<u><u>\$ 24,263,781</u></u>	<u><u>\$ 23,721,285</u></u>	<u><u>\$ 1,000</u></u>	<u><u>\$ 75,630</u></u>	<u><u>\$ 465,866</u></u>



**WESTFIELD SCHOOL DISTRICT**  
**CAPITAL PROJECTS FUND**  
**SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGE IN FUND BALANCE - BUDGETARY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

Expenditures and Other Financing Uses	
Transfer out - Capital Reserve	\$ 75,630
Construction Services	<u>1,000</u>
Total expenditures and other financing uses	<u>76,630</u>
Deficiency of revenues under expenditures and other financing uses	(76,630)
Fund balance - beginning	<u>542,496</u>
Fund balance - ending	<u><u>\$ 465,866</u></u>

**WESTFIELD SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,  
AND PROJECT STATUS - BUDGETARY BASIS  
KEHLER FIELD, HIGH SCHOOL AND ELEMENTARY SCHOOL UPGRADES  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2024**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Transfer from Other Projects	\$ 76,621		\$ 76,621	\$ 76,621
Transfer from Capital Reserve	23,834,142		23,834,142	23,834,142
Total revenues	<u>23,910,763</u>		<u>23,910,763</u>	<u>23,910,763</u>
Expenditures and Other Financing Uses				
Transfer to capital reserve		\$ 75,630	75,630	
Purchased professional and technical services	1,548,033		1,548,033	670,834
Construction services	21,820,234	1,000	21,821,234	23,239,929
Total expenditures	<u>23,368,267</u>	<u>76,630</u>	<u>23,444,897</u>	<u>23,910,763</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>\$ 542,496</b>	<b>\$ (76,630)</b>	<b>\$ 465,866</b>	<b>\$ -</b>

## Additional project information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$3,770,972
Additional Authorized Cost	20,139,791
Revised Authorized Cost	\$23,910,763

## Percentage Increase over Original

Authorized Cost	534.07%
Percentage completion	98%
Original target completion date	2018
Revised target completions date	2025

**WESTFIELD SCHOOL DISTRICT**  
**CAPITAL PROJECTS FUND**  
**SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,**  
**AND PROJECT STATUS - BUDGETARY BASIS**  
**SDA ALYSSA'S LAW SCHOOL SECURITY GRANT**  
**FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2024**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources - SDA Alyssa's Law School Security Grant	\$ <u>353,018</u>		\$ <u>353,018</u>	\$ <u>353,018</u>
Total revenues	<u>353,018</u>		<u>353,018</u>	<u>353,018</u>
Expenditures and Other Financing Uses				
Construction services	<u>353,018</u>	\$ <u></u>	<u>353,018</u>	<u>353,018</u>
Total expenditures	<u>353,018</u>	<u></u>	<u>353,018</u>	<u>353,018</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Additional project information:				
Project Number	N/A			
Grant Date	7/1/2020			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$353,018			
Additional Authorized Cost				
Revised Authorized Cost	\$353,018			
Percentage Increase over Original				
Authorized Cost				
Percentage completion	100%			
Original target completion date	2023			
Revised target completions date	Completed			

**LONG-TERM DEBT**  
**SECTION – I**

**WESTFIELD SCHOOL DISTRICT  
LONG-TERM DEBT  
SCHEDULE OF SERIAL BONDS  
FOR THE YEAR ENDED JUNE 30, 2024**

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITIES		INTEREST RATE	BALANCE	RETIRED	BALANCE
			DATE	AMOUNT		JUNE 30, 2023		JUNE 30, 2024
School Bonds	8/1/2013	\$ 6,916,000	8/1/2024	\$ 460,000	3.000%			
			8/1/2025	460,000	3.000%			
			8/1/2026	460,000	3.000%			
			8/1/2027	460,000	3.000%			
			8/1/2028	460,000	3.000%	\$ 2,760,000	\$ 460,000	\$ 2,300,000
School Bonds	7/10/2014	3,200,000	8/1/2024	350,000	2.375%	700,000	350,000	350,000
Refunding School Bonds, Series 2015 A	3/24/2015	5,700,000	10/1/2024	640,000	4.000%			
			10/1/2025	640,000	4.000%			
			10/1/2026	640,000	4.000%			
			10/1/2027	630,000	2.400%	3,165,000	615,000	2,550,000
School Bonds, Series 2016 B	7/13/2016	12,600,000	8/1/2024	950,000	2.000%			
			8/1/2025	950,000	2.000%			
			8/1/2026	950,000	2.000%			
			8/1/2027	900,000	2.000%			
			8/1/2028	900,000	2.000%			
			8/1/2029	900,000	2.000%			
			8/1/2030	900,000	2.000%			
			8/1/2031	850,000	2.500%	8,250,000	950,000	7,300,000
						\$ 14,875,000	\$ 2,375,000	\$ 12,500,000
Total								

**WESTFIELD SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
DEBT SERVICE FUND  
FOR THE YEAR ENDED JUNE 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	\$ 1,938,127		\$ 1,938,127	\$ 1,938,127	
Total Local Sources	1,938,127		1,938,127	1,938,127	
State Aid - Debt Service	788,993		788,993	788,993	
Total Revenues	2,727,120		2,727,120	2,727,120	
<b>EXPENDITURES:</b>					
Regular Debt Service:					
Redemption of Bond Principal	2,375,000		2,375,000	2,375,000	
Bond Interest	352,120		352,120	352,120	
Total Regular Debt Service	2,727,120		2,727,120	2,727,120	
Total expenditures	2,727,120		2,727,120	2,727,120	
Net Change in Fund Balance	-		-	-	
Fund Balance, July 1	-	-	-	-	-
<b>Fund Balance, June 30</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**STATISTICAL SECTION**  
**SECTION – J**

**Statistical Section**  
**Unaudited**

**Contents**

**Financial Trends**

These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time.

**Revenue Capacity**

These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.

**Debt Capacity**

These schedules present information to help the reader assess the affordability of the district's current levels of outstanding debt and the district's ability to issue additional debt in the future.

**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.

**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.

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



**WESTFIELD SCHOOL DISTRICT**  
**Net Position By Components**  
**Last Ten Fiscal Years**  
**Unaudited**

**Exhibit J-1**

	June 30,									
						GASB No. 84 Restated	Restated			
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental activities										
Net investment in capital assets	\$ 14,113,937	\$ 17,621,502	\$ 11,130,655	\$ 20,065,255	\$ 26,976,612	\$ 35,862,718	\$ 38,549,770	\$ 49,006,289	\$ 49,227,329	\$ 50,095,583
Restricted	5,886,394	8,428,307	22,660,315	21,908,541	21,059,726	20,019,406	19,254,991	10,594,331	16,355,546	16,411,517
Unrestricted/(deficit)	(23,325,495)	(24,717,778)	(28,030,698)	(27,600,573)	(26,310,130)	(24,024,845)	(24,766,477)	(19,989,898)	(19,203,759)	(14,128,116)
Total governmental activities net position	<u>\$ (3,325,164)</u>	<u>\$ 1,332,031</u>	<u>\$ 5,760,272</u>	<u>\$ 14,373,224</u>	<u>\$ 21,726,208</u>	<u>\$ 31,857,279</u>	<u>\$ 33,038,284</u>	<u>\$ 39,610,722</u>	<u>\$ 46,379,116</u>	<u>\$ 52,378,984</u>
Business-type activities										
Invested in capital assets	\$ 24,616	\$ 18,277	\$ 322,433	\$ 459,157	\$ 316,024	\$ 351,873	\$ 325,553	\$ 299,674	\$ 391,508	\$ 353,353
Unrestricted	414,803	593,263	591,850	867,954	1,241,620	1,395,315	1,017,556	658,219	928,430	1,037,517
Total business-type activities net position	<u>\$ 439,419</u>	<u>\$ 611,540</u>	<u>\$ 914,283</u>	<u>\$ 1,327,111</u>	<u>\$ 1,557,645</u>	<u>\$ 1,747,188</u>	<u>\$ 1,343,109</u>	<u>\$ 957,893</u>	<u>\$ 1,319,938</u>	<u>\$ 1,390,870</u>
Government-wide										
Net investment in capital assets	\$ 14,138,553	\$ 17,639,779	\$ 11,453,088	\$ 20,524,413	\$ 27,292,636	\$ 36,214,591	\$ 38,875,323	\$ 49,305,963	\$ 49,618,837	\$ 50,448,936
Restricted	5,886,394	8,428,307	22,660,315	21,908,541	21,059,726	20,019,406	19,254,991	10,594,331	16,355,546	16,411,517
Unrestricted/(deficit)	(22,910,692)	(24,124,515)	(27,438,848)	(26,732,619)	(25,068,510)	(22,629,530)	(23,748,921)	(19,331,679)	(18,275,329)	(13,090,599)
Total district position	<u>\$ (2,885,745)</u>	<u>\$ 1,943,571</u>	<u>\$ 6,674,555</u>	<u>\$ 15,700,335</u>	<u>\$ 23,283,852</u>	<u>\$ 33,604,467</u>	<u>\$ 34,381,393</u>	<u>\$ 40,568,615</u>	<u>\$ 47,699,054</u>	<u>\$ 53,769,854</u>

Source: ACFR Schedule A-1.

**WESTFIELD SCHOOL DISTRICT**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
**Unaudited**

**Exhibit J-2**

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>EXPENSES</b>										
Governmental Activities										
Instruction										
Regular	\$ 32,170,882	\$ 33,945,264	\$ 34,753,267	\$ 36,122,785	\$ 37,571,944	\$ 36,944,281	\$ 40,657,247	\$ 42,558,356	\$ 41,737,944	\$ 43,608,671
Special Education	8,152,638	7,980,420	8,190,781	8,361,149	9,766,996	10,011,544	8,566,376	8,470,692	8,713,862	8,937,848
Other Special Instruction	2,155,957	1,081,477	1,184,559	1,140,743	1,178,793	1,301,154	1,309,471	1,290,348	1,415,740	2,177,143
Other Instruction	1,675,043	1,567,029	1,627,761	1,643,247	1,763,297	1,815,169	1,745,647	1,898,069	1,957,264	2,026,541
Support Services										
Tuition	6,686,758	6,688,650	6,570,330	6,640,145	5,139,929	5,597,633	6,237,009	6,543,325	8,091,422	7,880,318
Student & Instruction Related Services	11,684,484	12,153,419	12,458,158	13,283,367	14,151,973	14,170,552	15,634,183	16,711,229	17,214,133	19,012,528
School Administrative Services	3,575,510	3,472,539	3,613,535	3,423,415	3,420,531	3,512,032	3,620,413	3,677,432	3,748,509	3,812,896
General & Business Administrative Services	3,689,079	4,013,438	4,552,751	4,066,604	4,141,012	4,487,540	4,605,815	4,824,423	4,974,412	5,239,608
Plant Operations and Maintenance	5,954,354	5,943,911	6,029,301	5,972,184	6,152,407	6,232,723	5,706,850	6,729,444	6,569,404	7,658,105
Pupil Transportation	2,505,294	2,550,903	2,618,167	2,746,357	3,171,761	2,949,490	3,167,718	4,175,908	5,395,685	5,598,204
Unallocated Benefits	26,417,254	26,368,820	52,176,028	53,851,627	47,488,977	38,579,855	55,552,717	42,020,905	36,015,689	40,058,661
Interest on Long-Term Debt	808,442	952,171	758,829	733,389	744,088	629,941	520,872	454,881	393,887	329,135
Unallocated Depreciation & Amortization	1,255,944	1,771,245	705,067	390,741	632,123	575,603	665,701	739,749	766,456	871,363
Total Governmental Activities	<u>106,731,639</u>	<u>108,489,286</u>	<u>135,238,535</u>	<u>138,375,754</u>	<u>135,323,832</u>	<u>126,807,517</u>	<u>147,990,019</u>	<u>140,094,741</u>	<u>136,994,407</u>	<u>147,211,021</u>
Business-Type Activities:										
Food Service	1,161,518	1,189,123	1,231,331	1,307,660	1,348,600	953,918	186,471	1,244,348	1,547,626	1,851,070
Child Care	197,980	485,571	480,757	523,935	512,422	404,657	396,738	322,967	334,399	401,449
Total Business-Type Activities	<u>1,359,498</u>	<u>1,674,695</u>	<u>1,712,088</u>	<u>1,831,594</u>	<u>1,861,022</u>	<u>1,358,575</u>	<u>583,209</u>	<u>1,567,315</u>	<u>1,882,025</u>	<u>2,252,519</u>
Total Primary Government Expenses	<u>\$ 108,091,137</u>	<u>\$ 110,163,981</u>	<u>\$ 136,950,623</u>	<u>\$ 140,207,348</u>	<u>\$ 137,184,854</u>	<u>\$ 128,166,092</u>	<u>\$ 148,573,228</u>	<u>\$ 141,662,056</u>	<u>\$ 138,876,432</u>	<u>\$ 149,463,540</u>
<b>Program Revenues</b>										
Governmental Activities										
Charges for Services										
Instruction (Tuition)	210,478	162,071	77,540	67,437	101,757	37,005	44,542	69,571	137,424	189,644
Pupil Transportation								23,100	28,160	28,975
Business and Other Support Services								887,482	1,127,555	1,473,853
Operating Grants and Contributions	9,210,875	11,209,759	34,156,080	40,360,685	32,625,857	24,396,372	40,939,510	30,485,269	23,953,846	25,164,545
Interest on Long-Term Debt	306,218	245,926	774,814							
Total Governmental Activities Program Revenues	<u>9,727,570</u>	<u>11,617,757</u>	<u>35,008,434</u>	<u>40,428,122</u>	<u>32,727,614</u>	<u>24,433,377</u>	<u>40,984,052</u>	<u>31,465,422</u>	<u>25,246,985</u>	<u>26,857,017</u>
Business-Type Activities										
Charges for Services										
Food Service	1,226,149	1,314,583	1,410,190	1,482,337	1,568,419	1,059,004	10,752	1,340,827	1,691,580	1,747,153
Child Care	278,053	430,003	494,800	640,605	526,400	459,900	161,709	335,500	495,340	464,739
Operating Grants and Contributions	80,768	99,531	104,733	107,996	89,447	5,435				
Total Business-Type Activities Program Revenues	<u>1,584,970</u>	<u>1,844,117</u>	<u>2,009,723</u>	<u>2,230,938</u>	<u>2,184,266</u>	<u>1,524,339</u>	<u>172,461</u>	<u>1,676,327</u>	<u>2,186,920</u>	<u>2,211,892</u>
Total District Program Revenues	<u>\$ 11,312,540</u>	<u>\$ 13,461,874</u>	<u>\$ 37,018,157</u>	<u>\$ 42,659,060</u>	<u>\$ 34,911,879</u>	<u>\$ 25,957,716</u>	<u>\$ 41,156,513</u>	<u>\$ 33,141,749</u>	<u>\$ 27,433,905</u>	<u>\$ 29,068,909</u>
<b>Net (Expense)/Revenue</b>										
Governmental Activities	\$ (97,004,069)	\$ (96,871,530)	\$ (100,230,101)	\$ (97,947,632)	\$ (102,596,218)	\$ (102,374,140)	\$ (107,005,967)	\$ (108,629,319)	\$ (111,747,422)	\$ (120,354,004)
Business-Type Activities	225,471	169,422	297,635	399,344	323,244	165,764	(410,748)	109,012	304,895	(40,627)
Total District-Wide Net Expense	<u>\$ (96,778,598)</u>	<u>\$ (96,702,107)</u>	<u>\$ (99,932,466)</u>	<u>\$ (97,548,289)</u>	<u>\$ (102,272,974)</u>	<u>\$ (102,208,376)</u>	<u>\$ (107,416,715)</u>	<u>\$ (108,520,307)</u>	<u>\$ (111,442,527)</u>	<u>\$ (120,394,631)</u>

**WESTFIELD SCHOOL DISTRICT**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
**Unaudited**

**Exhibit J-2**  
**(continued)**

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>General Revenues and Other Changes in Net Position</b>										
Governmental Activities										
Property Taxes, Levied for General Purposes, Net	\$ 88,967,333	\$ 91,791,272	\$ 94,193,247	\$ 96,710,506	\$ 98,644,716	\$ 101,420,397	\$ 103,448,805	\$ 105,517,781	\$ 107,628,137	\$ 112,832,744
Taxes Levied for Debt Service	2,848,413	3,201,836	2,685,543	3,459,971	3,289,272	3,329,393	2,701,644	2,666,148	1,965,995	1,938,127
Unrestricted Grants and Contributions	4,180,857	4,354,644	4,886,435	3,236,885	5,240,839	4,478,011	3,960,336	4,881,729	6,421,465	8,607,626
Restricted Grants and Contributions	2,212,314	2,163,177	2,174,893	988,965	322,393	410,349	833,695	1,161,522	829,043	788,993
Investment earnings	41,146	58,023	167,841	21,542	911,216	571,427	192,273	154,855	1,248,112	1,758,276
Miscellaneous Income	688,620	619,234	550,383	2,165,431	1,580,941	1,344,144	961,714	319,722	423,094	428,076
Transfers				(22,716)	(40,175)	(30,866)	(1,988,606)	500,000		
Total Governmental Activities	98,938,682	102,188,187	104,658,342	106,560,584	109,949,202	111,522,855	110,109,861	115,201,757	118,515,846	126,353,842
Business-Type Activities										
Miscellaneous Income	1,684	2,700	5,108		27,652	23,780	6,668	5,772	57,150	111,559
Transfers				13,485	(120,362)			(500,000)		
Total Business-Type Activities	1,684	2,700	5,108	13,485	(92,711)	23,780	6,668	(494,228)	57,150	111,559
Total Primary Government	\$ 98,940,366	\$ 102,190,887	\$ 104,663,450	\$ 106,574,069	\$ 109,856,491	\$ 111,546,635	\$ 110,116,529	\$ 114,707,529	\$ 118,572,996	\$ 126,465,401
<b>Change in Net Position</b>										
Governmental Activities	\$ 1,934,614	\$ 5,316,657	\$ 4,428,241	\$ 8,612,952	\$ 7,352,984	\$ 9,148,715	\$ 3,103,894	\$ 6,572,438	\$ 6,768,424	\$ 5,999,838
Business-Type Activities	227,155	172,122	302,742	412,828	230,533	189,544	(404,080)	(385,216)	362,045	70,932
Total District	\$ 2,161,769	\$ 5,488,779	\$ 4,730,984	\$ 9,025,780	\$ 7,583,517	\$ 9,338,259	\$ 2,699,814	\$ 6,187,222	\$ 7,130,469	\$ 6,070,770

Source: ACFR Schedule A-2.

**WESTFIELD SCHOOL DISTRICT**  
**FUND BALANCES, GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
*(modified accrual basis of accounting)*  
**Unaudited**

**Exhibit J-3**

	June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Fund										
Restricted:	\$ 4,807,697	\$ 9,041,326	\$ 14,861,873	\$ 16,566,982	\$ 13,549,452	\$ 18,860,064	\$ 10,486,404	\$ 7,772,574	\$ 15,171,901	\$ 15,210,792
Committed:	722,022	510,251	430,764	1,021,507	393,297	1,394,601	1,259,798	546,376	523,134	
Assigned:	3,041		163,799	105,935	357,639	1,009,492	246,682	1,000,000	1,211,813	4,514,313
Unassigned:	654,598	653,439	652,507	812,931	2,349,996	2,133,501	4,117,248	5,836,065	3,218,016	3,585,952
Total General Fund	<u>\$ 6,187,358</u>	<u>\$10,205,016</u>	<u>\$ 16,108,943</u>	<u>\$ 18,507,355</u>	<u>\$ 16,650,384</u>	<u>\$ 23,397,658</u>	<u>\$ 16,110,132</u>	<u>\$ 15,155,015</u>	<u>\$ 20,124,864</u>	<u>\$ 23,311,057</u>
All Other Governmental Funds										
Restricted:										
Student Activities							\$ 575,747	\$ 635,619	\$ 641,149	\$ 734,859
Assigned, Reported In:										
Capital Projects Fund	\$ 353,633	\$ (1,147,567)	\$ 7,313,383	\$ 5,192,415	\$ 7,668,196	\$ 1,177,544	8,116,976	2,186,138	542,496	465,866
Debt Service Fund	<u>2</u>	<u>24,297</u>	<u>54,295</u>	<u>54,296</u>	<u>123,735</u>	<u>123,735</u>	<u>75,864</u>			
Total All Other Governmental Funds	<u>\$ 353,634</u>	<u>\$ (1,123,270)</u>	<u>\$ 7,367,678</u>	<u>\$ 5,246,711</u>	<u>\$ 7,791,931</u>	<u>\$ 1,301,279</u>	<u>\$ 8,768,587</u>	<u>\$ 2,821,757</u>	<u>\$ 1,183,645</u>	<u>\$ 1,200,725</u>

Source: ACFR Schedule B-1.

**WESTFIELD SCHOOL DISTRICT**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
*(modified accrual basis of accounting)*  
**Unaudited**

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Revenues</b>										
Tax levy	\$ 91,815,746	\$ 94,993,108	\$ 96,878,790	\$ 100,170,477	\$ 101,933,988	\$ 104,749,790	\$ 106,150,449	\$ 108,183,929	\$ 109,594,132	\$ 114,770,871
Tuition charges	210,478	162,071	77,540	67,437	101,757	37,005	44,542	69,571	137,424	189,644
Miscellaneous	729,765	864,554	983,213	2,380,787	2,492,157	1,977,914	1,340,942	1,582,819	3,031,913	3,849,921
State sources	14,270,874	16,116,374	18,518,748	20,114,412	24,584,827	23,946,661	28,605,095	36,384,769	37,516,973	39,731,728
Federal sources	2,196,857	1,669,836	1,729,306	1,762,026	1,803,964	1,757,887	2,560,040	3,648,554	3,298,232	2,739,707
Total revenue	109,223,720	113,805,944	118,187,597	124,495,139	130,916,693	132,469,258	138,701,068	149,869,642	153,578,674	161,281,871
<b>Expenditures</b>										
Instruction										
Regular Instruction	32,170,882	33,945,264	33,231,684	34,218,969	35,028,570	34,465,074	37,737,269	39,486,566	38,512,580	40,383,307
Special education instruction	8,152,638	7,980,420	8,190,781	8,354,649	9,766,996	10,021,974	8,508,910	8,470,692	8,713,862	8,937,848
Other special instruction	2,155,957	1,081,477	1,184,559	1,133,696	1,178,793	1,301,154	1,309,471	1,290,348	1,415,740	2,177,143
Other instruction	1,675,043	1,567,029	1,627,762	1,643,247	1,763,297	1,815,169	1,745,647	1,898,069	1,957,264	2,026,541
Support Services:										
Tuition	6,686,758	6,688,650	6,570,330	6,662,861	5,180,104	5,628,499	6,294,475	6,543,325	8,091,422	7,880,318
Student & inst. related services	11,684,484	12,153,419	12,458,158	13,325,341	14,134,781	14,138,354	15,634,183	16,711,229	17,214,133	19,012,528
General administration	3,575,510	3,472,539	3,613,535	3,437,646	3,430,924	3,512,032	3,620,413	3,677,432	3,748,509	3,812,896
School administrative services	3,689,079	3,932,882	3,822,747	4,066,604	4,139,435	4,470,032	4,605,815	4,824,423	4,974,412	5,239,608
Plant operations and maintenance	5,954,354	5,943,911	6,029,301	5,978,362	6,150,307	6,222,552	5,679,056	6,540,019	6,925,080	6,703,034
Pupil transportation	2,505,294	2,550,903	2,618,167	2,746,357	3,171,761	2,949,490	3,167,718	4,175,908	5,395,685	5,598,204
Employee benefits	26,389,347	25,200,825	27,621,203	30,408,685	35,483,009	35,066,593	41,941,168	49,605,239	48,136,338	50,035,030
Capital outlay	5,155,835	3,324,404	6,304,593	7,986,155	6,684,991	8,513,202	3,611,836	10,468,093	2,396,604	3,545,021
Debt service:										
Principal	2,236,000	2,585,000	2,750,000	3,381,000	3,435,000	3,500,000	3,116,000	3,100,000	2,350,000	2,375,000
Interest and other charges	918,631	838,467	650,359	874,121	680,475	608,513	543,073	480,245	415,308	352,120
Total expenditures	112,949,812	111,265,190	116,673,180	124,217,694	130,228,444	132,212,636	137,515,034	157,271,588	150,246,937	158,078,598
Excess (Deficiency) of revenues over (under) expenditures	(3,726,093)	2,540,753	1,514,417	277,444	688,249	256,622	1,186,034	(7,401,946)	3,331,737	3,203,273
<b>Other Financing sources (uses)</b>										
Proceeds from borrowing	6,331,360		12,600,000							
Proceeds from refunding	3,474,143		6,675,000							
Premium/Discount on Bonds Issued			320,415							
Payments to escrow agent	(6,239,243)		(6,714,957)							
Transfers in	522,017	341,140	280,859	3,694,351	7,354,924	685,825	9,249,214	3,458,401	91,026	75,630
Transfers out	(522,017)	(341,140)	(280,859)	(3,694,351)	(7,354,924)	(685,825)	(11,237,820)	(2,958,401)	(91,026)	(75,630)
Total other financing sources (uses)	3,566,260	-	12,880,458	-	-	-	(1,988,606)	500,000	-	-
Net change in fund balances	\$ (159,833)	\$ 2,540,753	\$ 14,394,875	\$ 277,444	\$ 688,249	\$ 256,622	\$ (802,572)	\$ (6,901,946)	\$ 3,331,737	\$ 3,203,273
Debt service as a percentage of noncapital expenditures	2.93%	3.17%	3.08%	3.66%	3.33%	3.32%	2.73%	2.44%	1.87%	1.76%

**Source: District records**

Note: Noncapital expenditures are total expenditures less capital outlay.

**WESTFIELD SCHOOL DISTRICT  
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE  
LAST TEN FISCAL YEARS  
UNAUDITED**

**Exhibit J-5**

*(modified accrual basis of accounting)*

	<u>Gate Receipts</u>	<u>Student Activities</u>	<u>Rentals</u>	<u>Interest on Deposits</u>	<u>Miscellaneous</u>	<u>Annual Totals</u>
<u>Fiscal Year Ending June 30,</u>						
2015	\$ 12,654	\$ 145,874		\$ 41,146	\$ 225,219	\$ 424,893
2016	30,876	152,063	\$ 143,262	58,023	296,034	680,257
2017	18,766			167,841	531,617	718,224
2018	21,542	221,026	170,605	584,385	1,189,415	2,186,973
2019	12,831	339,734	113,610	911,216	1,114,766	2,492,157
2020	32,099	163,561	96,500	571,427	461,991	1,325,579
2021	1,891	142,355		192,273	438,368	774,887
2022	14,457	172,558	17,931	154,855	111,313	471,114
2023	32,308	215,085	76,954	1,248,112	72,412	1,644,871
2024	12,132	171,565	142,464	1,758,276	62,755	2,147,192

Source: District records (Exhibit B-2).

**WESTFIELD SCHOOL DISTRICT**  
**ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN FISCAL YEARS**  
**Unaudited**

Exhibit J-6

Fiscal Year Ended June 30,	Vacant Land	Residential	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Less: Tax- Exempt Property	Public Utilities <sup>a</sup>	Net Valuation Taxable	Total Direct School Tax Rate <sup>b</sup>	Estimated Actual (County Equalized Value) <sup>c</sup>
2015	\$ 12,119,800	\$ 1,647,855,600	\$4,200	\$164,116,600	\$ 1,341,600	\$ 19,074,100	\$ 1,844,511,900		\$ 1,505,114	\$1,846,017,014	\$ 5.146	\$ 7,256,875,671
2016	13,486,700	1,652,471,400	4,200	162,612,000	1,341,600	19,074,100	1,848,990,000		1,598,256	1,850,588,256	5.235	7,526,933,842
2017	13,579,600	1,660,423,900	4,200	160,853,100	1,341,600	19,074,100	1,855,276,500		1,584,072	1,856,860,572	5.395	7,686,424,696
2018	13,162,700	1,673,761,100	4,200	157,854,800	1,441,600	20,306,100	1,866,530,500		1,564,090	1,868,094,590	5.457	7,777,752,094
2019	57,049,700	7,312,278,400	5,900	748,327,100	5,819,200	124,288,300	8,247,768,600		6,569,291	8,254,337,891	1.270	8,101,346,600
2020	66,169,800	7,307,388,600	5,900	753,423,800	5,819,200	119,874,800	8,252,682,100		6,668,594	8,259,350,694	1.286	8,116,615,626
2021	47,404,400	7,391,810,800	5,900	757,543,900	5,819,200	120,130,000	8,322,714,200		7,040,677	8,329,754,877	1.299	8,514,363,789
2022	24,125,700	7,480,524,800	5,900	755,730,800	5,819,200	144,543,400	8,410,749,800	\$ 1,524,880	6,912,903	8,416,137,823	1.303	9,166,366,819
2023	23,016,300	7,546,289,200	5,900	746,657,300	5,274,300	139,137,400	8,460,380,400	1,143,660	6,785,495	8,466,022,235	1.356	9,901,951,001
2024	22,485,500	7,625,316,600	5,900	736,674,800	5,274,300	144,946,000	8,534,703,100	762,440	6,350,441	8,540,291,101	1.398	10,786,065,167

Source: District records Tax list summary & Municipal Tax Assessor.

**Note:** Real property is required to be assessed at some percentage of true value (fair or market value) established by each County Board of Taxation.  
Property values for 2019 and subsequent periods reflect a revaluation of taxable properties. Revaluation occurs when authorized by the Governing Body or ordered by the County Board of Taxation

<sup>a</sup> Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies

<sup>b</sup> Tax rates are per \$100

<sup>c</sup> Union County Abstract of Ratables, when available. Or other local sources

N/A - Not Available.

**WESTFIELD SCHOOL DISTRICT**  
**DIRECT AND OVERLAPPING PROPERTY TAX RATES**  
**LAST TEN FISCAL YEARS**  
**Unaudited**  
*(rate per \$100 of assessed value)*

**Exhibit J-7**

<u>Year Ended Dec.</u> <u>31</u>	<u>Total Direct School</u> <u>Tax Rate</u>	<u>Town of</u> <u>Westfield</u>	<u>Union County</u>	<u>Total Tax</u> <u>Rate**</u>
2015	\$ 4.966	\$ 1.548	\$ 2.043	\$ 8.557
2016	5.146	1.577	2.126	8.849
2017	5.235	1.604	2.190	9.029
2018	5.395	1.627	2.224	9.246
2019	5.457	1.636	2.204	9.297
2020	1.270	0.371	0.509	2.150
2021	1.286	0.379	0.493	2.158
2022	1.299	0.386	0.478	2.163
2023	1.303	0.393	0.464	2.160
2024	1.356	0.403	0.447	2.206

\*\*Excludes Special Improvement District Taxes which are levied against properties situated within this district.

**Note:** 2019 and subsequent tax rate reflect a 2019 revaluation of real property. See "J-6" for char

Union County - Includes County Open Space Recreation & Historic Preservation for years 2004 and subsequent.

Source(s): District Records, Municipal Tax Collector and the Abstract of Ratables - Union County.

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



**WESTFIELD SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAXPAYERS  
CURRENT AND TEN YEARS AGO  
Unaudited**

**Exhibit J-8**

Taxpayer	2024		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
WYCHWOOD GARDENS	\$ 38,991,400	1	0.46%
ECHO LAKE COUNTRY CLUB	26,863,900	2	0.32%
LT WESTFIELD LLC	24,862,300	3	0.29%
EAST COAST DUNCAN HILL, LLC	23,504,700	4	0.28%
WEILL, MAURICE	19,781,600	5	0.23%
WESTFIELD PROPERTY OWNER, LLC	19,500,000	6	0.23%
WESTFIELD MERIDIAN LLP	17,057,900	7	0.20%
SZR WESTFIELD ASSISTED LIVING	16,849,400	8	0.20%
ERNSTOFF, ROBERT	16,474,400	9	0.19%
BENTLEY WESTFIELD, LLC	14,000,000	10	0.17%
TOTAL	\$ <u>217,885,600</u>		<u>2.58%</u>

SOURCE(S): MUNICIPAL TAX ASSESSOR

N/A - Not Available.

**WESTFIELD SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS,  
LAST TEN FISCAL YEARS  
Unaudited**

**Exhibit J-9**

Fiscal Year Ended Dec. 31,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of	
2015	\$ 91,815,746	\$ 91,815,746	100.00%	N/A
2016	94,993,108	94,993,108	100.00%	N/A
2017	96,878,790	96,878,790	100.00%	N/A
2018	100,170,477	100,170,477	100.00%	N/A
2019	101,933,988	101,933,988	100.00%	N/A
2020	104,749,790	104,749,790	100.00%	N/A
2021	106,150,449	106,150,449	100.00%	N/A
2022	108,183,929	108,183,929	100.00%	N/A
2023	109,594,132	109,594,132	100.00%	N/A
2024	114,770,871	114,770,871	100.00%	N/A

Source(s): Tax Collector, Town of Westfield And Annual Reports of Audit.

N/A - Not Available.

**WESTFIELD SCHOOL DISTRICT**  
**RATIOS OF OUTSTANDING DEBT BY TYPE**  
**LAST TEN FISCAL YEARS**  
**Unaudited**

**Exhibit J-10**

	<u>Governmental Activities</u>				
Fiscal Year Ended June 30,	General Obligation Bonds b		Total District	Percentage of Personal Income a	Per Capita a
2015	\$	26,507,000	\$ 26,507,000	1.451%	\$ 872
2016		23,922,000	23,922,000	1.318%	792
2017		33,757,000	33,757,000	1.860%	1,118
2018		30,376,000	30,376,000	1.674%	1,006
2019		26,941,000	26,941,000	1.400%	902
2020		23,441,000	23,441,000	1.153%	794
2021		20,325,000	20,325,000	1.010%	689
2022		17,225,000	17,225,000	0.780%	568
2023		14,875,000	14,875,000	0.670%	484
2024		12,500,000	12,500,000	0.534%	409

Source: District ACFR Schedule I-1.

a) 2017 Union County per capita income, computed by the Bureau of Economic Analysis using Census Bureau midyear population estimates.

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

**WESTFIELD SCHOOL DISTRICT**  
**RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING**  
**LAST TEN FISCAL YEARS**  
**Unaudited**

**Exhibit J-11**

Fiscal	GENERAL BONDED DEBT OUTSTANDING			Percentage of	Per Capita <sup>b</sup>
	General	Deductions	Net General		
2015	\$ 26,507,000		\$ 26,507,000	1.44%	\$ 877
2016	23,922,000		23,922,000	1.29%	796
2017	33,757,000		33,757,000	1.82%	1,129
2018	30,376,000	\$ (54,296)	30,321,704	1.62%	1,018
2019	26,941,000	(123,735)	26,817,265	0.32%	909
2020	23,441,000	(123,735)	23,317,265	0.28%	783
2021	20,325,000	(75,863)	20,249,137	0.24%	686
2022	17,225,000		17,225,000	0.20%	568
2023	14,875,000		14,875,000	0.18%	484
2024	12,500,000		12,500,000	0.15%	163

Source(s): Town of Westfield Tax Assessor.  
District Records.

a See Exhibit J-6 for Property Tax Data

b See Exhibit J-14 for Population Data

**WESTFIELD SCHOOL DISTRICT**  
**RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT**  
**AS OF JUNE 30, 2024**  
**Unaudited**

**Exhibit J-12**

<u>Governmental Unit</u>	<u>Net Debt</u>	<u>Estimated Percentage</u>	<u>Estimated Share of Overlapping Debt</u>
<b>Debt Repaid with Property Taxes</b>			
Town of Westfield (6/30/24)	\$ 87,745,913	100.000%	\$ 87,745,913
<b>Other Debt</b>			
County of Union - Town's Share (6/30/24)	475,970,722	9.840%	46,836,132
Rahway Valley Sewarge Authority - Town's Share (12/31/23)	108,601,427	14.990%	16,279,354
<b>Subtotal Overlapping Debt</b>			150,861,399
<b>Net Direct Debt of School District as at June 30, 2024</b>			12,500,000
<b>Total Direct and Overlapping Debt</b>			<u>\$ 163,361,399</u>

**Source(s):** Town of Westfield, Chief Financial Officer.  
Union County Treasurer's Office.  
Rahway Valley Sewarge Authority.

**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 the businesses of Westfield. 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 government.

**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.

WESTFIELD SCHOOL DISTRICT  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS  
Unaudited

Exhibit J-13

Legal Debt Margin Calculation for Calendar Year 2024  
Equalized

	Equalized Valuation Basis
2022	\$ 9,166,366,819
2023	9,901,951,001
2024	10,786,065,167
[A]	<u>\$ 29,854,382,987</u>
Avg Equalized Valuation of Taxable Property	[A/3] \$ 9,951,460,996
School Borrowing Margin (4%)	[B] \$ 398,058,440
Net Bonded School Debt (6/30/24)	[C] 12,500,000
Legal Debt Margin	<u>[B-C] \$ 385,558,440</u>

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Debt Limit	\$ 290,575,027	\$ 294,519,299	\$ 299,749,036	\$ 304,663,804	\$ 310,091,292	\$ 316,106,816	\$ 321,382,811	\$ 329,493,966	\$ 333,961,827	\$ 398,058,440
Total Net Debt Applicable to Limit	<u>26,507,000</u>	<u>40,006,000</u>	<u>33,757,000</u>	<u>30,376,000</u>	<u>27,941,000</u>	<u>23,441,000</u>	<u>20,325,000</u>	<u>17,225,000</u>	<u>14,875,000</u>	<u>12,500,000</u>
Legal Debt Margin	<u>\$ 264,068,027</u>	<u>\$ 254,513,299</u>	<u>\$ 265,992,036</u>	<u>\$ 274,287,804</u>	<u>\$ 282,150,292</u>	<u>\$ 282,150,292</u>	<u>\$ 301,057,811</u>	<u>\$ 312,268,966</u>	<u>\$ 319,086,827</u>	<u>\$ 385,558,440</u>
Total Net Debt Applicable To The Limit As A Percentage Of Debt Limit	9.12%	13.58%	11.26%	9.97%	9.01%	7.42%	6.32%	5.23%	4.45%	3.14%

Source(s): Town of Westfield Annual Debt Statement - Town of Westfield Finance Director.

**WESTFIELD SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS  
Unaudited**

**Exhibit J-14**

<u>Year</u>	<u>Population <sup>a</sup></u>	<u>Personal Income <sup>b</sup></u>	<u>Per Capita Personal Income <sup>c</sup></u>	<u>Unemployment Rate <sup>d</sup></u>
2015	30,351	\$ 1,797,689,730	\$ 59,230	4.20%
2016	30,209	1,850,905,430	61,270	3.50%
2017	30,035	1,877,968,410	62,526	3.20%
2018	29,899	1,944,511,364	65,036	3.10%
2019	29,780	2,032,842,360	68,262	2.80%
2020	29,512	2,014,548,144	68,262	2.40%
2021	30,316	2,199,213,588	72,543	3.60%
2022	30,754	2,230,987,422	72,543	4.20%
2023	30,539	2,531,716,776	75,285	3.70%
2024	30,559	2,341,308,344	76,616	3.90%

**Source(s):**

<sup>a</sup> State of New Jersey, Department of labor and Workforce Development (Release Date 2023).

<sup>b</sup> Personal income has been estimated based upon the municipal population and the Union County personal income presented.

<sup>c</sup> Per Capita Data represents County of Union estimates, updated 11/16/23

<sup>d</sup> Unemployment data provided by the NJ Dept of Labor and Workforce Development (as of June 2024).

**WESTFIELD SCHOOL DISTRICT  
PRINCIPAL EMPLOYERS  
CURRENT AND TEN YEARS AGO  
Unaudited**

**Exhibit J-15**

Information was not available.



**WESTFIELD SCHOOL DISTRICT  
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS**

**Exhibit J-16**

**Unaudited**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b><u>Function/Program</u></b>										
Instruction										
Teachers	475	480	484	482	483	485	484	484	471	483
Classroom Aides	31	26	30	45	43	39	42	43	43	43
Support Services:										
Student & Instruction Related Services	189	194	190	186	196	207	190	192	191	193
General Administrative Services	6	6	6	6	6	6	6	6	7	7
School Administrative Services	41	39	39	39	39	39	39	39	32	32
Business Administrative Services	15	14	14	14	14	15	15	15	15	15
Admin Info Technology Services	8	8	8	8	9	9	9	9	9	9
Plant Operations and Maintenance	61	61	61	61	61	61	61	61	61	61
Total	826	828	832	841	851	861	846	849	829	843

**Source(s):** District Personnel Records.  
Annual Budget Supporting Documentation.

WESTFIELD SCHOOL DISTRICT  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS  
Unaudited

Exhibit J-17

Fiscal Year	Enrollment		Operating Expenditures <sup>a</sup>	Cost Per Pupil	Percentage Change	Teaching Staff <sup>b</sup>	Average Daily Enrollment (ADE) <sup>c</sup>	Average Daily Attendance (ADA) <sup>c</sup>	% Change in Average Daily Enrollment	Student Attendance Percentage
2014-15	6,266	\$	105,676,238	\$ 16,865	3.73%	475	6,256	6,039	1.0%	96.5%
2015-16	6,320		105,812,870	16,743	-0.73%	480	6,272	6,061	0.3%	96.6%
2016-17	6,322		108,009,312	17,085	2.04%	484	6,301	6,074	0.5%	96.4%
2017-18	6,357		114,124,538	17,953	5.08%	482	6,311	6,105	0.2%	96.7%
2018-19	6,238		121,441,122	19,468	8.44%	481	6,191	5,975	-1.9%	96.5%
2019-20	6,227		120,896,781	19,415	8.15%	483	6,202	6,049	0.2%	97.5%
2020-21	5,936		131,640,439	22,177	13.91%	483	5,928	5,843	-4.6%	98.6%
2021-22	5,829		144,478,816	24,786	27.67%	484	5,807	5,588	-2.1%	96.2%
2022-23	5,909		145,085,025	24,553	10.72%	471	5,855	5,599	0.8%	95.6%
2023-24	5,910		151,774,548	25,681	3.61%	483	5,832	5,605	-0.4%	96.1%

**Source(s):** District Records.

**Note:** Enrollment based on annual October district count.

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

b Teaching staff includes only full-time equivalents of certificated staff obtained from Budget Supporting Documentation.

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

**WESTFIELD SCHOOL DISTRICT  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS**

**Exhibit J-18**

**Unaudited**

	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
<b>BUILDING</b>										
<b>ELEMENTARY</b>										
FRANKLIN [1929] [1956] [2000]										
SQUARE FEET	65,814	65,814	65,814	65,814	65,814	65,814	65,814	65,814	65,814	65,814
CAPACITY - STATE MODEL - STUDENTS	550	550	550	550	550	550	550	550	550	550
ENROLLMENT	575	569	584	594	580	604	541	529	532	532
JEFFERSON [1953] [1955] [1996]										
SQUARE FEET	47,849	47,849	47,849	47,849	47,849	47,849	47,849	47,849	47,849	47,849
CAPACITY - STATE MODEL - STUDENTS	431	431	431	431	431	431	431	431	431	431
ENROLLMENT	496	489	481	474	442	466	466	457	466	466
MCKINLEY [1906] [1931] [2000]										
SQUARE FEET	61,140	61,140	61,140	61,140	61,140	61,140	61,140	61,140	61,140	61,140
CAPACITY - STATE MODEL - STUDENTS	337	337	337	337	337	337	337	337	337	337
ENROLLMENT	350	353	361	348	340	353	329	332	332	332
TAMAQUES [1961]										
SQUARE FEET	48,350	48,350	48,350	48,350	48,350	48,350	48,350	48,350	48,350	48,350
CAPACITY - STATE MODEL - STUDENTS	430	430	430	430	430	430	430	430	430	430
ENROLLMENT	439	438	429	408	401	431	424	411	415	415
WASHINGTON [1954] [1992]										
SQUARE FEET	36,700	36,700	36,700	36,700	36,700	36,700	36,700	36,700	36,700	36,700
CAPACITY - STATE MODEL - STUDENTS	332	332	332	332	332	332	332	332	332	332
ENROLLMENT	326	320	330	311	309	270	283	260	263	263
WILSON [1935] [1963] [1996] [2000]										
SQUARE FEET	45,595	45,595	45,595	45,595	45,595	45,595	45,595	45,595	45,595	45,595
CAPACITY - STATE MODEL - STUDENTS	449	449	449	449	449	449	449	449	449	449
ENROLLMENT	387	394	388	371	354	347	314	319	345	345
LINCOLN SCHOOL [1922] [2008]										
SQUARE FEET	26,980	26,980	26,980	26,980	26,980	26,980	26,980	26,980	26,980	26,980
CAPACITY - STATE MODEL - STUDENTS	465	465	465	465	465	465	465	465	465	465
ENROLLMENT	313	315	300	311	300	283	247	215	267	267
<b>INTERMEDIATE</b>										
EDISON [1958] [1964]										
SQUARE FEET	124,998	124,998	124,998	124,998	124,998	124,998	124,998	124,998	124,998	124,998
CAPACITY - STATE MODEL - STUDENTS	768	768	768	768	768	768	768	768	768	768
ENROLLMENT	811	831	825	843	841	818	794	772	780	780
ROOSEVELT [1926] [1964]										
SQUARE FEET	112,890	112,890	112,890	112,890	112,890	112,890	112,890	112,890	112,890	112,890
CAPACITY - STATE MODEL - STUDENTS	683	683	683	683	683	683	683	683	683	683
ENROLLMENT	729	734	752	782	777	736	679	681	658	658
<b>HIGH SCHOOL</b>										
WESTFIELD HIGH SCHOOL [1950] [1906] [2002]										
SQUARE FEET	303,320	303,320	303,320	303,320	303,320	303,320	303,320	303,320	303,320	303,320
CAPACITY - STATE MODEL - STUDENTS	1,713	1,713	1,713	1,713	1,713	1,713	1,713	1,713	1,713	1,713
ENROLLMENT	1,852	1,863	1,863	1,915	1,865	1,894	1,850	1,853	1,817	1,817
<b>OTHER</b>										
ADMINISTRATION [1914]										
SQUARE FEET	29,410	29,410	29,410	29,410	29,410	29,410	29,410	29,410	29,410	29,410

SOURCE: DISTRICT RECORDS

NOTE: YEAR OF ORIGINAL CONSTRUCTION IS SHOWN IN PARENTHESES FOLLOWING THE NAME OF THE BUILDING. DATES, IF ANY FOR A SUBSEQUENT ADDITION ALSO FOLLOW IN PARENTHESES.

WESTFIELD SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES  
LAST TEN FISCAL YEARS  
UNAUDITED

Exhibit J-19

UNDISTRIBUTED EXPENDITURES - REQUIRED MAINTENANCE FOR SCHOOL FACILITIES  
11-000-261-XXX

School Facilities	Project # (s)	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
FRANKLIN ELEMENTARY SCHOOL	N/A	\$ 85,504	\$ 76,974	\$ 85,316	\$ 71,791	\$ 84,209	\$ 75,771	\$ 74,903	\$ 71,561	\$ 64,378	\$ 78,663
JEFFERSON ELEMENTARY SCHOOL	N/A	58,818	61,561	53,323	50,375	54,128	56,965	51,959	82,148	72,977	57,191
LINCOLN ELEMENTARY SCHOOL	N/A	51,955	46,118	31,994	37,072	34,802	33,689	41,116	44,675	30,190	32,248
MCKINLEY ELEMENTARY SCHOOL	N/A	87,873	80,413	74,652	79,896	93,323	69,224	70,831	64,098	66,222	73,077
TAMAQUES ELEMENTARY SCHOOL	N/A	60,340	52,039	63,987	46,449	50,364	50,022	54,558	44,557	47,277	57,790
WASHINGTON ELEMENTARY SCHOOL	N/A	63,977	70,226	42,658	44,968	53,168	80,267	60,822	44,099	38,639	43,864
WILSON ELEMENTARY SCHOOL	N/A	55,965	51,210	53,323	45,743	62,170	47,389	44,637	57,136	88,365	95,475
EDISON INTERMEDIATE SCHOOL	N/A	167,081	197,300	149,304	120,102	134,347	130,929	151,442	124,974	129,150	144,118
ROOSEVELT INTERMEDIATE SCHOOL	N/A	149,932	148,406	138,639	121,955	123,993	124,343	139,627	138,299	124,232	134,930
WESTFIELD HIGH SCHOOL	N/A	391,233	363,723	373,258	324,970	317,569	313,681	355,399	316,957	324,952	359,594
ADMINISTRATION BUILDING	N/A	93,988	84,429		55,651	51,801	46,228	33,066	35,291	45,420	
GRAND TOTAL		\$ 1,266,666	\$ 1,232,399	\$ 1,066,454	\$ 998,972	\$ 1,059,874	\$ 1,028,508	\$ 1,078,360	\$ 1,023,795	\$ 1,031,802	\$ 1,076,950

SOURCE: DISTRICT RECORDS.

**WESTFIELD BOARD OF EDUCATION**  
**INSURANCE SCHEDULE**  
**As of 6/30/2024**  
**UNAUDITED**

<b>Commercial Package Policy - New Jersey Schools Insurance Group (NJSIG)</b>	<b>COVERAGE</b>	<b>DEDUCTIBLE</b>
Real & Personal Property (per occurrence)	\$500,000,000	\$5,000
Blanket Extra Expense	\$50,000,000	\$5,000
Blanket Valuable Paper & Records	\$10,000,000	\$5,000
Demolition & Increased Cost of Construction	\$25,000,000	
Limited Builders Risk	\$10,000,000	
Fire Dept. Service Charge	\$10,000	
Arson Reward	\$10,000	
Pollution Cleanup & Removal	\$250,000	
<b>Flood/Earthquake:</b>		
Flood Zone A & V	\$25,000,000	\$500,000
All Other Flood Zones	\$75,000,000	\$10,000
Earthquake	\$50,000,000	\$1,000
Terrorism	\$1,000,000	
<b>Electronic Data Processing:</b>		
Blanket Hardware/Software, Extra Expense, Business Income, Transit, Debris Removal	\$1,000,000	\$1,000
Flood (Deductible for Zone A & Z)		\$500,000
(Deductible All Other Flood Zones)		\$10,000
<b>Equipment Breakdown</b>		
Combined Single Limit/Accident for Property Damage & Business Income	\$100,000,000	\$5,000
Property Damage	Included	\$5,000
Off Premises Property Damage	\$1,000,000	\$5,000
Extra Expense	\$10,000,000	\$5,000
Service Interruption	\$10,000,000	\$5,000
Perishable Goods	\$1,000,000	\$5,000
Data Restoration	\$1,000,000	\$5,000
Demolition	\$1,000,000	\$5,000
Ordinance or Law	\$1,000,000	\$5,000
Expediting Expense	\$1,000,000	\$5,000
Hazardous Substances	\$1,000,000	\$5,000
Newly Acquired Locations - 120 Days Notice	\$1,000,000	\$5,000
<b>Crime Coverage:</b>		
Public Employee Dishonesty	\$1,000,000	\$1,000
Theft, Disapp. & Destruction/Money Orders & Counterfeit Currency	\$50,000	\$500
Forgery or Alteration	\$1,000,000	\$1,000
Computer Fraud	\$100,000	\$1,000
<b>Public Officials Bond</b>		
Board Secretary - P Ramos (Selective Ins Co)	\$487,000	\$0
<b>General Liability:</b>		
Bodily Injury & Property Damage	\$31,000,000	
Products & Completed Operations	\$31,000,000	
Sexual Abuse	\$27,000,000	
Personal Injury & Advertising Injury	\$31,000,000	
Employee Benefits Liability	\$31,000,000	\$1,000
Premises Medical Payments	\$10,000 per accident	
	\$5,000 per person	
Terrorism	\$1,000,000	
<b>Automotive Coverage:</b>		
Combined Single Limit for Bodily Injury & Property Damage	\$31,000,000	\$1,000 coll/comp
Personal Injury Protection	\$250,000	
Medical Payments	\$10,000	
Underinsured	\$1,000,000	
Terrorism	\$1,000,000	
Garagekeepers	Included	
<b>School Leaders Errors &amp; Omissions</b>		
Coverage A - protection againsts "loss"/Wrongful Acts	\$31,000,000	\$25,000
Coverage B - defense costs for specific administrative actions	\$100,000	\$25,000
	\$300,000	\$25,000
Retro Date	7/1/1986	
<b>Workers' Compensation</b>		
Part One	Statutory	
Part Two		
Bodily Injury by Accident	\$2,000,000	
Bodily Injury by Disease	\$2,000,000	
<b>Environmental Impairment (Mold)</b>		
Philidelphia Ins Co	\$ 1,000,000	\$ 10,000
<b>Travel Accident Insurance</b>		
ACE USA	\$1,000,000	
<b>Student Accident</b>		
US Fire/Chubb	\$7,500,000	
<b>Cyber Liability</b>		
AIG Specialty	\$1,000,000	\$ 100,000

**SINGLE AUDIT SECTION**  
**SECTION - K**

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

**Independent Auditors' Report**

**Honorable President and Members  
of the Board of Education  
Westfield School District  
Westfield, New Jersey**

We have audited, in accordance with the auditing standards generally accepted in the United States of America; audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Westfield School District, in the County of Union, New Jersey (the "District") as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated January 15, 2025.

**Report on Internal Control Over Financial Reporting**

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

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

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**Honorable President and Members  
of the Board of Education  
Westfield School District**

*Page 2*

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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

**Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*PKF O'Connor Davies, LLP*

Cranford, New Jersey  
January 15, 2025

*Scott A. Clelland*

Scott A. Clelland, CPA  
Licensed Public School Accountant No. 1049



**Report on Compliance for Each Major Federal and State  
Program and Report on Internal Control Over Compliance Required  
by the Uniform Guidance and NJ OMB Circular 15-08**

**Independent Auditors' Report**

**Honorable President and Members  
of the Board of Education  
Westfield School District  
Westfield, New Jersey**

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

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

We have audited Westfield School District's, in the County of Union, New Jersey (the "District") compliance with the types of compliance requirements described in the OMB Compliance Supplement and the New Jersey State Aid/Grant Compliance Supplement that could have a direct and material effect on each of the District's major federal and state programs for the year ended June 30, 2024. The District's major federal and state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2024.

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

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America ("GAAS"); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States ("*Government Auditing Standards*"), the audit requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey OMB Circular 15-08 *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Our responsibilities under those standards, the Uniform Guidance and New Jersey OMB Circular 15-08 are further described in the Auditors' 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.

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**Honorable President and Members  
of the Board of Education  
Westfield School District**

*Page 2*

**Responsibilities of Management for Compliance**

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

**Auditors' Responsibilities for the Audit of Compliance**

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance and New Jersey OMB Circular 15-08 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Non-compliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal and state program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and New Jersey OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

**Honorable President and Members  
of the Board of Education  
Westfield School District**

*Page 3*

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

**Report on Internal Control Over Compliance**

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' 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 New Jersey OMB Circular 15-08. Accordingly, this report is not suitable for any other purpose.

*PKF O'Connor Davies, LLP*

Cranford, New Jersey  
January 15, 2025

*Scott A. Clelland*

Scott A. Clelland, CPA  
Licensed Public School Accountant, No. 1049

WESTFIELD SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Federal FAIN Number	Grant or State Project Number	Grant Period		Program or Award Amount	Balance June 30, 2023	Cash Received	Budgetary Expenditures	Adjustments	Balance June 30, 2024	Passed Through to Subrecipients
				From	To		Unearned Revenue/ (Accounts Receivable)				Unearned Revenue/ (Accounts Receivable)	
General Fund:												
U.S. Department of Health and Human Services												
Passed through State Department of Health and Human Services:												
Medical Assistance Program (SEMI)-Medicaid Cluster	93.778	2005NJ5MAP	100-054-7540-211	7/1/23	6/30/24	\$ 36,314		\$ 36,314	\$ (36,314)			
Total General Fund								36,314	(36,314)			
Special Revenue Fund:												
U.S. Department of Education												
Passed through State Department of Education:												
Special Education Cluster:												
IDEA Special Education Grants to States	84.027	H027A220100	034-5065-100-016	7/1/22	9/30/23	1,562,170	\$ (54,818)	85,132	(30,314)			
IDEA Special Education Grants to States	84.027	H027A230100	034-5065-100-016	7/1/23	9/30/24	1,699,736		1,507,518	(1,650,973)		\$ (143,455)	
IDEA Preschool Grants for Children with Disabilities	84.173	H173A220114	034-5065-100-020	7/1/22	9/30/23	66,732	(5,019)	9,597	(4,578)			
IDEA Preschool Grants for Children with Disabilities	84.173	H173A230114	034-5065-100-020	7/1/23	9/30/24	71,727		62,353	(62,353)			
Subtotal of Special Education Cluster:							(59,837)	1,664,600	(1,748,218)		(143,455)	
Title II A. Improving Teacher Quality State Grants	84.367A	S367A220029	034-5063-100-290	7/1/22	9/30/23	88,330	(39,480)	39,480				
Title II A. Improving Teacher Quality State Grants	84.367A	S367A230029	034-5063-100-290	7/1/23	9/30/24	67,382		59,647	(66,891)		(7,244)	
Title II A Subtotal:							(39,480)	99,127	(66,891)		(7,244)	
Title III English Language Acquisition Grants	84.365A	S365A220030	NCLB-22	7/1/22	9/30/23	14,845	(1,935)	2,956	(1,021)			
Title III English Language Acquisition Grants	84.365A	S365A230030	NCLB-23	7/1/23	9/30/24	11,027		10,014	(10,006)	\$ (8)		
Title III, Supplemental Immigrant Student Aid	84.365A	S365A230030	NCLB-23	7/1/23	9/30/24	8,209		7,507	(8,144)		(637)	
Title III Subtotal:							(1,935)	20,477	(19,171)	(8)	(637)	
Title IV	84.424	S424A220031	034-5063-100-348	7/1/22	9/30/23	17,090	(5,285)	6,477		(1,192)		
Title IV Subtotal:							(5,285)	6,477		(1,192)		
Education Stabilization Fund (ESF):												
COVID-19 - CARES ESSER II	84.425D	S425D210027	21-5120-513	3/13/20	9/30/23	552,746	(6,600)	6,600				
COVID-19 - CARES ESSER III	84.425U	S425D210027	21-5120-513	3/13/20	9/30/24	1,673,543		91,492	(108,809)		(17,317)	
COVID-19 - CARES ESSER III	84.425U	S425U210027	21-5120-513	3/13/20	9/30/24	1,673,543	(5,355)	5,355				
Subtotal of ESF							(11,955)	103,447	(108,809)		(17,317)	
U.S. Department of the Treasury												
Passed through State Department of Education:												
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	SLFRFDOE1SES	N/A	7/1/22	6/30/23	366,267	(166,931)	166,931				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	SLFRFDOE1SES	N/A	7/1/23	9/30/24	746,171		460,354	(746,171)		(285,817)	
Total U.S. Department of the Treasury Passed through the NJ Department of Education							(166,931)	627,285	(746,171)		(285,817)	
Total Special Revenue Fund							(285,423)	2,521,413	(2,689,260)	(1,200)	(454,470)	
TOTAL FEDERAL AWARDS							\$ (285,423)	\$ 2,557,727	\$ (2,725,574)	\$ (1,200)	\$ (454,470)	\$ -

Footnote(s):

N/A - Not Available

The accompanying notes to schedules of expenditures of federal awards and state financial assistance are an integral part of this statement.

**WESTFIELD SCHOOL DISTRICT**  
**SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE**  
**FOR THE YEAR ENDED JUNE 30, 2024**

Schedule - B  
Exhibit K -4

STATE GRANTOR/PROGRAM TITLE	GRANT OR STATE PROJECT NO.	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2023				REPAYMENT OF PRIOR YEAR'S BALANCES	BALANCE AT JUNE 30, 2024		MEMO		
				GAAP UNEARNED REV./ (ACCTS.REC.)	BUDGETARY (ACCTS. REC.)	DUE TO GRANTOR	CASH RECEIVED		BUDGETARY EXPENDITURES	(ACCTS.REC.)	DUE TO GRANTOR	BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES
General Fund													
State Department of Education:													
Special Education Categorical Aid	495-034-5120-089	\$ 6,390,409	7/1/23-6/30/24				\$ 5,758,225	\$ (6,390,409)			\$ (632,184)	\$ (6,390,409)	
Special Education Categorical Aid	495-034-5120-089	5,570,103	7/1/22-6/30/23		(550,157)		550,157						
Categorical Transportation Aid	495-034-5120-014	626,070	7/1/23-6/30/24				564,135	(626,070)			(61,935)	(575,681)	
Categorical Transportation Aid	495-034-5120-014	575,681	7/1/22-6/30/23		(56,860)		56,860						
Security Aid	495-034-5120-084	532,620	7/1/23-6/30/24				479,930	(532,620)			(52,690)	(437,833)	
Security Aid	495-034-5120-084	437,833	7/1/22-6/30/23		(43,245)		43,245						
Extraordinary Aid	100-034-5120-473	2,705,416	7/1/23-6/30/24					(2,705,416)	\$ (2,705,416)			(2,705,416)	
Extraordinary Aid	100-034-5120-473	2,454,237	7/1/22-6/30/23	\$ (2,454,237)			2,454,237						
Non-Public Transportation	495-034-5120-014	152,859	7/1/23-6/30/24					(152,859)		(152,859)			
Non-Public Transportation	495-034-5120-014	107,952	7/1/22-6/30/23		(107,952)		107,952						
T.P.A.F. Social Security Aid	495-034-5094-003	4,044,179	7/1/23-6/30/24				3,843,396	(4,044,179)		(200,783)		(4,044,179)	
On-behalf T.P.A.F. Pension Contribution	495-034-5094-002	18,902,302	7/1/23-6/30/24				18,902,302	(18,902,302)				(18,902,302)	
On-behalf T.P.A.F. Post Retirement Medical	495-034-5094-001	5,144,515	7/1/23-6/30/24				5,144,515	(5,144,515)				(5,144,515)	
On-behalf T.P.A.F. LTDI Premiums	495-034-5094-004	6,563	7/1/23-6/30/24				6,563	(6,563)				(6,563)	
Total General Fund				(2,562,189)	(650,262)		37,911,517	(38,504,933)		(3,059,058)		(746,809)	(38,206,898)
Special Revenue Fund													
State Department of Education:													
SDA Emergency and Capital Aid	100-034-5120-519	142,401	7/1/23-6/30/24					(142,401)		(142,401)			(142,401)
N.J. Nonpublic Aid:													
Textbook Aid	100-034-5120-064	33,594	7/1/22-6/30/23			\$ 7,920		\$ (7,920)					
Textbook Aid	100-034-5120-064	32,141	7/1/23-6/30/24				32,141	(28,349)		\$ 3,792			(28,349)
Auxiliary Services:													
Compensatory Education	100-034-5120-067	83,511	7/1/22-6/30/23			197		(197)					
Compensatory Education	100-034-5120-067	91,706	7/1/23-6/30/24				91,706	(78,842)		12,864			(78,842)
Home Instruction	100-034-5120-067	205	7/1/23-6/30/24					(205)		(205)			(205)
English As A Second Laguage	100-034-5120-067	1,002	7/1/22-6/30/23			1,002		(1,002)					
English As A Second Laguage	100-034-5120-068	916	7/1/23-6/30/24				916			916			
Handicapped Services:													
Supplementary Instruction	100-034-5120-066	41,300	7/1/22-6/30/23			15,848		(15,848)					
Supplementary Instruction	100-034-5120-066	38,822	7/1/23-6/30/24				38,822	(23,211)		15,611			(23,211)
Examination & Classification	100-034-5120-066	51,371	7/1/22-6/30/23			6,444		(6,444)					
Examination & Classification	100-034-5120-066	61,982	7/1/23-6/30/24				61,982	(53,636)		8,346			(53,636)
Corrective Speech	100-034-5120-066	29,760	7/1/22-6/30/23			3,288		(3,288)					
Corrective Speech	100-034-5120-066	33,573	7/1/23-6/30/24				33,573	(31,899)		1,674			(31,899)
Nursing Services	100-034-5120-070	57,008	7/1/22-6/30/23			14,155		(14,155)					
Nursing Services	100-034-5120-070	66,720	7/1/23-6/30/24				66,720	(54,346)		12,374			(54,346)
Technology Initiative	100-034-5120-373	21,378	7/1/22-6/30/23			2,799		(2,799)					
Technology Initiative	100-034-5120-373	27,244	7/1/23-6/30/24				27,244	(23,681)		3,563			(23,681)
Nonpublic Security	100-034-5120-509	104,345	7/1/22-6/30/23			50,055		(50,055)					
Nonpublic Security	100-034-5120-509	113,980	7/1/23-6/30/24				113,980	(97,780)		16,200			(97,780)
Total Special Revenue Fund						101,708	467,084	(534,350)	(101,708)	(142,606)	75,340		(534,350)
Debt Service Fund													
State Department of Education:													
Debt Service Aid	495-034-5120-017	788,993	7/1/23-6/30/24				788,993	(788,993)					(788,993)
Total Debt Service Fund							788,993	(788,993)					(788,993)
Total State Financial Assistance				\$ (2,562,189)	\$ (650,262)	\$ 101,708	\$ 39,167,594	\$ (39,828,276)	\$ (101,708)	\$ (3,201,664)	\$ 75,340	\$ (746,809)	\$ (39,883,259)

Pursuant to the directive of the New Jersey State Department of Education, on-behalf payments for T.P.A.F. Pensions, Post-Retirement Medical and Non-Contributory Insurance are excluded from the scope of the State Single Audit and are not considered when determining Type A or Major Programs under NJOMB Circular 15-08.

**Reconciliation:**

Budgetary Expenditures							\$ 39,828,276						
Less:													
On-behalf T.P.A.F. Pension Contribution	495-034-5094-002	18,902,302	7/1/23-6/30/24					(18,902,302)					
On-behalf T.P.A.F. Post Retirement Medical	495-034-5094-001	5,144,515	7/1/23-6/30/24					(5,144,515)					
On-behalf T.P.A.F. LTDI Premiums	495-034-5094-004	6,563	7/1/23-6/30/24					(6,563)					

**Amount Subject to State Single Audit**

**\$ 15,774,896**

The accompanying notes to schedules of expenditures of federal awards and state financial assistance are an integral part of this statement.

**WESTFIELD SCHOOL DISTRICT  
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND  
STATE FINANCIAL ASSISTANCE  
JUNE 30, 2024**

**NOTE 1. GENERAL**

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

**NOTE 2. BASIS OF ACCOUNTING**

The accompanying schedules of expenditures of federal awards and state financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the enterprise fund, which are presented using the accrual basis of accounting and those recorded in the special revenue fund, which are presented using the budgetary basis of accounting. These bases of accounting are described in Note 1 to the District's basic financial statements. The information in these schedules are presented in accordance with the requirements of 2 CFR 200-*Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and New Jersey OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Therefore, some amounts presented in these schedules may differ from amounts presented, or used in the preparation of, the basic financial statements.

**NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS**

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last state aid payment in the current budget year, which is mandated pursuant to N.J.S.A. 18A: 22-44.2. For GAAP purposes, that payment is not recognized until the subsequent budget year due to the state deferral and recording of the last state aid payment in the subsequent year. The special revenue fund accompanying schedules agree with amounts reported in the District's general-purpose financial statements. The general-purpose financial statements present the special revenue fund on both a GAAP basis and a budgetary basis. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis, which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The special

**WESTFIELD SCHOOL DISTRICT  
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND  
STATE FINANCIAL ASSISTANCE  
JUNE 30, 2024**

**NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (Cont'd.)**

revenue fund also recognizes the last state aid payment in the current budget year, consistent with N.J.S.A. 18A: 22-44.2.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$96,548 for the general fund and \$14,133 for the special revenue fund. See note to required supplementary information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds (C-3). Federal and State award revenues are reported in the District's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 36,314	\$ 38,408,385	\$ 38,444,699
Special Revenue Fund	2,703,393	534,350	3,237,743
Debt Service Fund		788,993	788,993
Total financial award revenues	<u>\$ 2,739,393</u>	<u>\$ 39,731,728</u>	<u>\$ 42,471,121</u>

**NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS**

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

**NOTE 5. OTHER**

TPAF Pensions Contributions, Post-Retirement Medical, and Long Term Disability Benefits represents the amount paid by the state on behalf of the District for the year ended June 30, 2024. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2024.

The post-retirement pension, medical and disability insurance benefits received on behalf of the District for the year ended June 30, 2024 amounted to \$24,053,380. Since on-behalf post retirement pension, medical and disability insurance benefits are paid by the State directly, these expenditures are not subject to a single audit in accordance with New Jersey OMB Circular 15-08, however they are reported on the Schedule of Expenditures of State Financial Assistance, as directed by the funding agency.

WESTFIELD SCHOOL DISTRICT  
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND  
STATE FINANCIAL ASSISTANCE  
JUNE 30, 2024

**NOTE 6. INDIRECT COSTS**

The District did not use the 10% de minimis indirect cost rate.



**WESTFIELD SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**K-6  
Page 1 of 3**

**Section 1 - Summary of Auditors' Results**

**Financial Statements**

Type of auditor's report issued: Unmodified

Internal Control over financial reporting:

1) Material weakness(es) identified?                      Yes           X           No

2) Significant deficiency(s) identified that  
are not considered to be material weaknesses?                      Yes           X           None  
Reported

Noncompliance material to basic financial  
statements noted?                      Yes           X           No

**Federal Awards**

Internal Control over major programs:

1) Material weakness(es) identified?                      Yes           X           No

2) Significant deficiency(s) identified that  
are not considered to be material weaknesses?                      Yes           X           None  
Reported

Type of auditor's report issued on compliance for  
major programs: Unmodified

Any audit findings disclosed that are required to be reported  
in accordance with section 2 CFR-200.516(a)?                      Yes           X           No

Identification of major federal programs:

Assistance Listing Number	FAIN Numbers	Name of Federal Program or Cluster
		<u>Special Education Cluster:</u>
84.027	H027A230100	I.D.E.A. - Part B
84.173	H173A230114	I.D.E.A - Preschool
21.027	SLFRFDOE1SES	COVID-19 Coronavirus State and Local Fiscal Recovery Funds (ACSERS)

Dollar threshold used to distinguish between Type A and B programs: \$ 750,000

Auditee qualified as low-risk auditee?           X           Yes                      No

**WESTFIELD SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**K-6  
Page 2 of 3**

Section 1 - Summary of Auditors' Results (cont'd)

**State Financial Assistance**

Dollar threshold used to distinguish between Type A and B programs: \$ 750,000

Auditee qualified as low-risk auditee?     X     Yes            No

Type of auditor's report issued on compliance for major programs:     Unmodified    

Internal Control over major programs:

1) Material weakness(es) identified?            Yes     X     No

2) Significant Deficiency(s) identified that are not considered to be material weaknesses?            Yes     X     None Reported

Any audit findings disclosed that are required to be reported in accordance with NJOMB Circular Letter 15-08            Yes     X     No

Identification of major state programs:

<u>GMIS Number(s)</u>	<u>Name of State Program or Cluster</u>
	<b>General State Aid Cluster</b>
495-034-5120-089	Special Education Aid
495-034-5120-084	Security Aid

**WESTFIELD SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**K-6  
Page 3 of 3**

Section II - Schedule of Financial Statement Findings

This section identifies significant deficiencies, material weaknesses, and instances of noncompliance related to the general-purpose financial statements that are required to be reported in accordance with chapter 5.18 of *Government Auditing Standards*.

**Significant Deficiency(ies)/Material Weaknesses**

None Noted.

**Noncompliance**

None Noted.

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

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major federal and state programs, as required by the Uniform Guidance and New Jersey OMB's Circular 15-08.

**Federal Award Programs:**

**Significant Deficiency(ies)/Material Weaknesses**

None Noted.

**Noncompliance**

None Noted.

**State Financial Assistance Programs:**

**Significant Deficiency(ies)/Material Weaknesses**

None Noted.

**Noncompliance**

None Noted.