

WINFIELD TOWNSHIP SCHOOL DISTRICT

***ANNUAL COMPREHENSIVE
FINANCIAL REPORT***

FISCAL YEAR ENDED JUNE 30, 2024

WINFIELD TOWNSHIP SCHOOL DISTRICT

***Winfield Township School District
Winfield, New Jersey***

***Annual Comprehensive Financial Report
For The Fiscal Year Ended June 30, 2024***

***ANNUAL COMPREHENSIVE
FINANCIAL REPORT
OF THE
WINFIELD TOWNSHIP SCHOOL DISTRICT
WINFIELD, NEW JERSEY
FOR THE FISCAL YEAR ENDED JUNE 30, 2024***

***Prepared by
Winfield Township School District
Finance Department***

***And
Barre & Company LLC, CPAs***

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INTRODUCTORY SECTION

WINFIELD TOWNSHIP SCHOOL DISTRICT
7 1/2 GULFSTREAM AVENUE
WINFIELD, NEW JERSEY 07036
(908) 486-7412

January 15, 2025

Honorable President and
Members of the Board of Education
Winfield Township School District
County of Union, New Jersey

Dear Board Members:

The Annual Comprehensive Financial Report (ACFR) of the Winfield Township School District (the "District") 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 management of the Board of Education (the "Board"). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the basic financial statements and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain understanding of the District's financial activities have been included.

This report will provide the taxpayers of Winfield Township with comprehensive financial data in a format enabling them to gain an understanding of the District's financial affairs.

The Annual Comprehensive Financial Report is presented in four sections as follows:

- The Introductory Section contains a table of contents, Letter of Transmittal, List of Principal Officials, and an Organizational Chart of the School District;
- The Financial Section begins with the Independent Auditor's Report and includes the Management's Discussion and Analysis, the Basic Financial Statements and Notes providing an overview of the District's financial position and operating results, and other schedules providing detailed budgetary information;
- The Statistical Section includes selected economic and demographic information, financial trends, and the fiscal capacity of the District, generally presented on a multi-year basis;
- The Single Audit Section — The District is required to undergo an annual single audit in conformity with the provisions of *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of 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 the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; the New Jersey State Office of Management and Budget (OMB) Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Information related to this single audit, including the independent

auditor's report on the internal control and compliance with applicable laws, regulations, contracts and grants, along with findings and questioned costs, are included in the single audit section of this report.

School District Organization

An elected nine-member Board of Education (the "Board") serves as the policy maker for the District. The Board adopts an annual budget and directly approves all expenditures which serve as the basis for control over and authorization for all expenditures of the School District tax money.

The Superintendent is the chief executive officer of the School District, responsible to the Board for total educational and support operations. The Board Secretary is the chief financial officer of the School District, responsible to the Board for maintaining all financial records, issuing warrants in payment of liabilities incurred by the School District, acting as custodian of all School District funds, and investing idle funds as permitted by New Jersey law.

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

The District provides a full range of educational services appropriate to grade levels Pre-K through 8. These include regular, as well as special education programs for handicapped youngsters. The current enrollment in the school is 142.

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

Average Daily Enrollment

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2023-2024	141.55	0.39%
2022-2023	141.00	0.00%
2021-2022	141.00	-0.70%
2020-2021	142.00	5.19%
2019-2020	135.00	0.00%

2) ECONOMIC CONDITION AND OUTLOOK: The Township of Winfield has not shown any major changes in the growth of the community. No new homes have been built, with resident mobility being a result of resident unit turnover. The commercial operations remain very small; all located near the Mutual Housing Corporation headquarters. The corporation continues their campaign to upgrade the residential units with appropriate renovations.

New funding formulas at the State and Federal levels have produced an uncertain fiscal support environment. Given this fact, the district remains conservative in its fiscal management. The district is committed to operating as efficiently as possible while continuing to offer a comprehensive quality education for every student.

3) MAJOR INITIATIVES: The district is committed to curriculum enhancement and instructional program development. Implementation and adherence to activities and materials to combat pandemic-related learning loss continues to be a major initiative. We continue to evaluate curriculum and text materials with scheduled reviews and modifications as needed. Technological initiatives remain a district priority. The district's commitment to student development consists of classroom learning via quality instruction while offering an education environment that will aid in the physical and social development of our students. In addition, we make decisions to implement tools and strategies designed to keep student safety the highest priority. The district is also committed to maintaining school facilities with annual upgrades to the roof and HVAC systems.

4) INTERNAL ACCOUNTING CONTROLS: Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that:

- (1) the cost of control should not exceed the benefits likely to be derived
- (2) the valuation of costs and benefits requires estimates and judgments by management.

As a recipient of Federal and State financial assistance, the District is also 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's management.

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

5) BUDGETARY CONTROLS: In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund and the special revenue 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 cancelled or are included as reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as assignments of fund balance at June 30, 2024.

6) ACCOUNTING SYSTEM AND REPORTS: The District's accounting records reflect accounting principles generally accepted in the United States of America, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Financial Statements".

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

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

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

10) OTHER INFORMATION:

Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Barre & Company LLC, Certified Public Accountants, was selected by the Board. In addition to meeting the requirements set forth in State statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)* and the New Jersey State Office of Management and Budget (OMB) Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditor’s report on the basic financial statements and specific required supplemental information is included in the financial section of this report. The auditor’s reports, related specifically to the single audit, are included in the single audit section of this report.

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

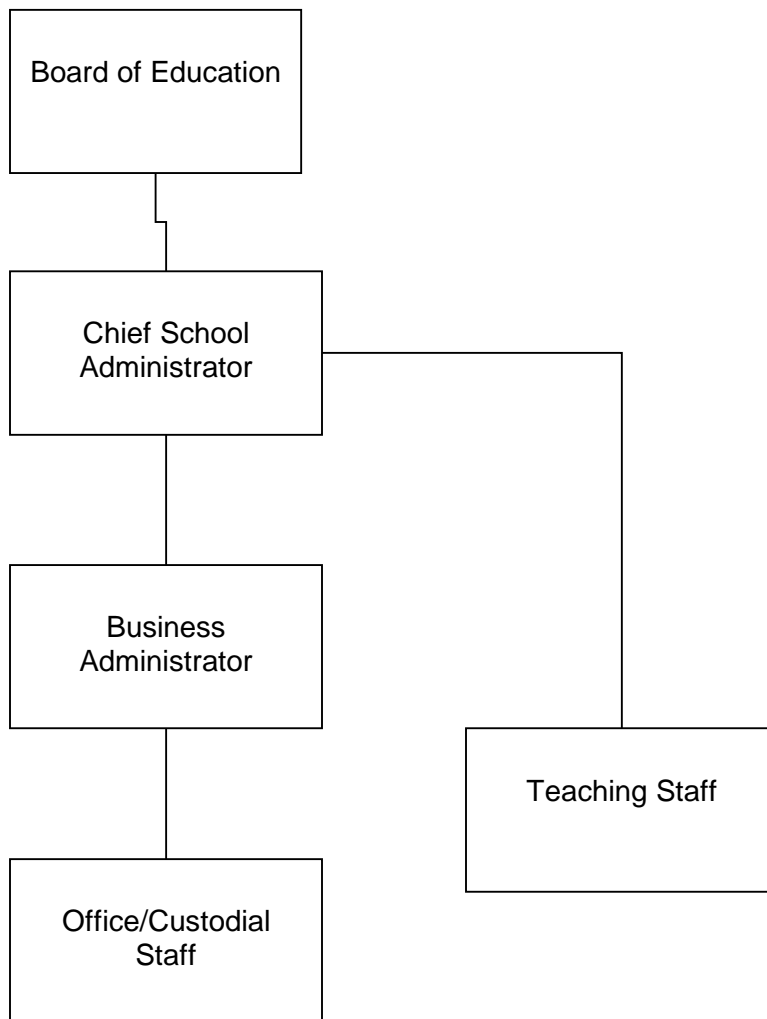
Respectfully submitted,


Danielle Tarvin-Griffith
Business Administrator/Board Secretary

WINFIELD TOWNSHIP SCHOOL DISTRICT WINFIELD, NEW JERSEY

WINFIELD TOWNSHIP SCHOOL DISTRICT

Organizational Chart



**WINFIELD TOWNSHIP SCHOOL DISTRICT
WINFIELD, NEW JERSEY**

**ROSTER OF OFFICIALS
JUNE 30, 2024**

<u>MEMBERS OF THE BOARD OF EDUCATION</u>	<u>TERM EXPIRES</u>
Mrs. Ann Marie Weiss President	2026
Mr. Timothy Heuser Vice-President	2024
Ms. Virginia Blackwell	2026
Mr. David Broadwell	2026
Mr. Thomas Byrne	2025
Mr. Tony LaRocca	2024
Mrs. Vanessa Schroeder	2024
Ms. Joann Viteka	2024
Ms. Tracey Welch	2025

OTHER OFFICIALS

Mr. Ross LeBrun, Chief School Administrator

School Business Administrator/Board Secretary:

Ms. Karen C. Johnson – From July 2023 to February 2024

Ms. Danielle Tarvin – Starting March 2024

Mrs. Donna Hughes, Treasurer

Mr. Mark Tabakin, Solicitor

**WINFIELD TOWNSHIP SCHOOL DISTRICT
WINFIELD, NEW JERSEY**

CONSULTANTS AND ADVISORS

Audit Firm

Barre & Company LLC
Certified Public Accountants
2204 Morris Avenue, Suite 206
Union, New Jersey 07083

Attorney

Weiner Lesniak
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Parsippany, NJ 07054-0438

Official Depository

TD Bank
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FINANCIAL SECTION

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Independent Auditor's Report

Honorable President and
Members of the Board of Education
Winfield Township School District
County of Union
Winfield, New Jersey

Report on the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of the Winfield Township School District ("School District"), in the County of Union, State of New Jersey, as of and for the fiscal year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities and each major fund of the Winfield Township School District, in the County of Union, State of New Jersey, as of June 30, 2024, and the respective changes in the financial position and, where applicable, cash flows thereof for the fiscal 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) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and in compliance with audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Winfield Township School 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

The School District's management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS 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 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 Winfield Township School District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Winfield Township School District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedule of the School District's proportionate share of the net pension liability, schedule of the School District's pension contributions, and schedule of changes in the School District's total OPEB liability and related ratios, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required

supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's response 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 Winfield Township School District's basic financial statements. The combining and related major fund supporting statements and schedules are presented for purposes of additional analysis, as required by the Office of School Finance, Department of Education, State of New Jersey and are not a required part of the basic financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the State of New Jersey's Circular 15-08 OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, respectively, are also presented for purposes of additional analysis and is not a required part of the basic financial statements.

Such information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining statements and related major fund supporting statements and schedule and 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 report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by *Government Auditing Standards* and the Office of School Finance, Department of Education, State of New Jersey

In accordance with *Government Auditing Standards* and the Office of School Finance, Department of Education, State of New Jersey, we have also issued our report dated January 15, 2025 on our consideration of the Winfield Township School District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to solely describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and the Office of School Finance, Department of Education, State of New Jersey and the Office of School Finance, Department of Education, State of New Jersey in considering the School District's internal control over financial reporting and compliance.


BARRE & COMPANY LLC
Certified Public Accountants
Public School Accountant


Richard M. Barre, CPA
Public School Accountant
PSA Number CS-01181

Union, New Jersey
January 15, 2025

REQUIRED SUPPLEMENTARY INFORMATION – PART I

**WINFIELD TOWNSHIP SCHOOL DISTRICT
WINFIELD, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
UNAUDITED**

The Management's Discussion and Analysis (MD&A) of Winfield Township School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2024. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the School District's financial performance. Certain comparative information between the current year (2023-2024) and the prior year (2022-2023) is required to be presented in the MD&A.

Financial Highlights

Key financial highlights for 2024 are as follows:

- ❖ The liabilities and deferred inflow of resources of the Winfield Township School District exceeded its assets and deferred outflow of resources at the close of the fiscal year by \$222,048 (net position).
- ❖ The District's overall net position decreased by \$429,792 or 193.56%.
- ❖ General revenues accounted for \$4,803,220 in revenue or 94% of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for \$313,018 or 6% of total revenues of \$5,116,238.
- ❖ The School District had \$5,546,030 in expenses; with \$313,018 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$4,803,220 were not adequate to provide for these programs.
- ❖ Among governmental funds, the General Fund had \$4,268,144 in revenues and \$4,470,263 in expenditures and other financing sources. The General Fund's fund balance decreased by \$202,119 over 2023. This decrease was anticipated by the Board of Education.

Using this Annual Comprehensive Financial Report (ACFR)

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

The *Statement of Net Position* and *Statement of Activities* provide information about the activities of the whole School district, presenting both an aggregate view of the School district's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School district's most significant funds. In the case of Winfield Township School District, the General Fund is by far the most significant fund.

**WINFIELD TOWNSHIP SCHOOL DISTRICT
WINFIELD, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
UNAUDITED
(CONTINUED)**

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School district as a whole looks at all financial transactions and ask the question, "How did we do financially during 2024?" The *Statement of Net Position* and the *Statement of Activities* answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the School District's net position and changes in that position. This change in net position is important because it tells the reader that, for the school district as a whole, the financial position of the School District have improved or diminished. The causes of this change may be the result of many factors, some financial and some not. Non-financial factors include the School District's property tax base, current laws in New Jersey restricting revenue growth, facility condition, required educational programs and other factors.

In the *Statement of Net Position* and the *Statement of Activities*, the School District is divided into two distinct kinds of activities:

- ❖ Governmental activities — All of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- ❖ Business-Type Activity — This service is provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The Food Service enterprise fund is reported as a business activity.

Reporting the School District's Most Significant Funds

Fund Financial Statements

Fund financial reports provide detailed information about the School District's funds. The School District uses many funds to account for a multitude of financial transactions. The School District's governmental funds are the General Fund and Special Revenue Fund.

Governmental Funds

The School District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in the future years. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School

**WINFIELD TOWNSHIP SCHOOL DISTRICT
WINFIELD, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
UNAUDITED
(CONTINUED)**

Reporting the School District's Most Significant Funds (Continued)

Governmental Funds (Continued)

district's general government operations and the basic services it provides. Governmental fund information helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the *Statement of Net Position* and the *Statement of Activities*) and governmental funds is reconciled in the financial statements.

Enterprise Fund

The enterprise fund uses the same basis of accounting as business-type activities; therefore, these statements are essentially the same.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the District-wide and fund financial statements. The notes to the financial statements can be found starting on page 38 of this report.

The School District as a Whole

Recall that the *Statement of Net Position* provides the perspective of the School District as a whole. Net position may serve over time as a useful indicator of a government's financial position. The District's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

**WINFIELD TOWNSHIP SCHOOL DISTRICT
WINFIELD, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
UNAUDITED
(CONTINUED)**

The School District as a Whole (Continued)

Table 1 provides a summary of the School District's net position for 2024 and 2023.

**Table 1
Net Position**

	2024	2023
Assets		
Current and Other Assets	\$ 412,057	\$ 1,057,787
Capital Assets	<u>141,664</u>	<u>159,963</u>
Total Assets	<u>553,721</u>	<u>1,217,750</u>
Deferred Outflows of Resources		
Pensions	<u>289,084</u>	<u>243,996</u>
Liabilities		
Account and Other Payables	117,473	506,401
Other Current Liabilities	20,051	56,741
Long-Term Liabilities	<u>880,010</u>	<u>577,089</u>
Total Liabilities	<u>1,017,534</u>	<u>1,140,231</u>
Deferred Inflows of Resources		
Pensions	<u>47,319</u>	<u>113,771</u>
Net Position		
Net Investment in Capital Assets	141,664	149,175
Restricted	298,202	492,715
Unrestricted	<u>(661,914)</u>	<u>(434,146)</u>
Total Net Position	<u>\$ (222,048)</u>	<u>\$ 207,744</u>

**WINFIELD TOWNSHIP SCHOOL DISTRICT
WINFIELD, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
UNAUDITED
(CONTINUED)**

The School District as a Whole (Continued)

The District's combined net position (deficit) were (\$222,048) on June 30, 2024, and \$207,744 for 2023.

Table 2 shows changes in net position for fiscal years ended 2024 and 2023.

**Table 2
Changes in Net Position**

	2024	2023
Revenues		
Program Revenues:		
Charges for Services	\$ 55,082	\$ 59,062
Operating Grants and Contributions	257,936	282,093
Capital Grants and Contributions	-	-
General Revenues:		
Property Taxes	1,753,942	1,719,551
Grants and Entitlements	3,045,147	3,120,284
Other	4,131	152,443
Total Revenues	<u>5,116,238</u>	<u>5,333,433</u>
Program Expenses		
Instruction	2,636,815	2,487,341
Support Services:		
Tuition	526,703	522,634
Student and Instruction Related	980,259	1,143,607
General and Business Administrative	721,875	519,911
School Administrative	84,623	73,818
Plant Operations and Maintenance	451,051	496,449
Pupil Transportation	54,058	196,186
Capital Outlay	-	2,429
Food Service	90,646	76,935
Total Program Expenses	<u>5,546,030</u>	<u>5,519,310</u>
Changes in Net Position	<u>\$ (429,792)</u>	<u>\$ (185,877)</u>

**WINFIELD TOWNSHIP SCHOOL DISTRICT
WINFIELD, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
UNAUDITED
(CONTINUED)**

Governmental Activities

The unique nature of property taxes in New Jersey creates the legal requirements to annually seek voter approval for the School District operations. Property taxes made up 36% for 2024 and 33% for 2023 of revenues for governmental activities for the Winfield Township School District. The District's total revenues were \$4,854,029 for the year ended June 30, 2024, and \$5,215,852 for 2023. Federal, state, and local grants accounted for another 68% for 2024 and 65% for 2023 of revenues which includes \$847,523 for 2024 and \$829,189 for 2023 of state reimbursed TPAF social security contributions and on-behalf TPAF pension, post-retirement medical, and long-term disability insurance contributions.

The total cost of all program and services was \$5,455,384 for 2024 and \$5,442,375 for 2023. Instruction comprises 48% for 2024 and 46% for 2023 of District's expenses.

Business-Type Activities

Revenues for the District's business-type activities (food service program) were comprised of charges for services and federal and state reimbursements.

- ❖ Food service expenses exceeded revenues by \$12,599 for 2024 and revenues exceeded expenses by \$12,296 for 2023.
- ❖ Charges for services represent \$39,369 for 2024 and \$35,761 for 2023 of revenues. This represents amounts paid by patrons for daily food.
- ❖ Federal and state reimbursements for meals, including payments for free and reduced lunches and breakfast, milk and food distribution program were \$38,678 for 2024 and \$53,470 for 2023.

Governmental Activities

The *Statement of Activities* shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services. The net cost shows the financial burden that was placed on the District's taxpayers by each of these functions.

**WINFIELD TOWNSHIP SCHOOL DISTRICT
WINFIELD, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
UNAUDITED
(CONTINUED)**

Governmental Activities (Continued)

Table 3

	Total Cost of Services	
	2024	2023
Instruction	\$ 2,636,815	\$ 2,487,341
Support Services:		
Tuition	526,703	522,634
Student and Instruction Related	980,259	1,143,607
General and Business Administrative	721,875	519,911
School Administrative	84,623	73,818
Plant Operations and Maintenance	451,051	496,449
Pupil Transportation	54,058	196,186
Capital Outlay	-	2,429
Total Expenses	\$ 5,455,384	\$ 5,442,375

	Net Cost of Services	
	2024	2023
Instruction	\$ 2,476,588	\$ 2,320,270
Support Services:		
Tuition	526,703	522,634
Student and Instruction Related	964,546	1,120,306
General and Business Administrative	721,875	519,911
School Administrative	84,623	73,818
Plant Operations and Maintenance	451,051	496,449
Pupil Transportation	(4,973)	134,634
Capital Outlay	-	2,429
Total Expenses	\$ 5,220,413	\$ 5,190,451

Instruction expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and student, including extracurricular activities.

Tuition and Students and Instruction Related expenses include the activities involved with assisting staff with the content and process of teaching to students, including curriculum and staff development.

General and Business Administration and School Administration expenses include expenses associated with administrative and financial supervision of the District.

**WINFIELD TOWNSHIP SCHOOL DISTRICT
WINFIELD, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
UNAUDITED
(CONTINUED)**

Governmental Activities (Continued)

Plant Operations and Maintenance expenses involve keeping the school grounds, buildings, and equipment in an effective working condition.

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

The School District's Funds

All governmental funds (i.e., general fund and special revenue fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$4,847,352 for 2024 and \$5,072,748 for 2023 and expenditures were \$5,048,130 for 2024 and \$5,269,590 for 2023. The net change in fund balance for the year was a decrease of \$200,778 for 2024 and \$196,842 for 2023. The negative change is most significant in the general fund for 2024 and for 2023.

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedules present a summary of the revenues of the governmental funds for the fiscal year ended June 30, 2024, and the amount and percentage of increases and decreases in relation to prior year revenues.

Revenues	Amount	Percent of Total	Increase/ (Decrease) From 2023	Percent of Increase/ (Decrease)
Local Sources	\$ 1,773,786	36.59%	\$ (93,159)	-4.99%
State Sources	2,840,203	58.60%	(160,860)	-5.36%
Federal Sources	233,363	4.81%	56,973	32.30%
Total	<u>\$ 4,847,352</u>	<u>100.00%</u>	<u>\$ (197,046)</u>	

Local revenues increased by \$93,159. The increase in local revenue was due to a tax increase needed to fund the additional expenditures associated with an increase in enrollment and higher operating costs.

Federal revenues decreased due to reduced funding in IDEA and ESSA funds.

**WINFIELD TOWNSHIP SCHOOL DISTRICT
WINFIELD, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
UNAUDITED
(CONTINUED)**

The School District's Funds (Continued)

The following schedule represents a summary of general fund and special revenue fund expenditures for the fiscal year ended June 30, 2024, and the percentage of increases and decreases in relation to prior year amounts.

Expenditures	Amount	Percent of Total	Increase/ (Decrease) From 2023	Percent of Increase/ (Decrease)
Current Expense:				
Instruction	\$ 1,900,703	37.65%	\$ 173,291	10.03%
Undistributed	3,147,427	62.35%	(392,322)	-11.08%
Capital Outlay	-	0.00%	(2,429)	-100.00%
Total	<u>\$ 5,048,130</u>	<u>100.00%</u>	<u>\$ (221,460)</u>	

Changes in expenditures were the results of varying factors. Current expense increased due to additional staff and students, and increased health benefits and utility costs.

General Fund Budgeting Highlights

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

Over the course of the year, the District revised the annual operating budget several times. Revisions in the budget were made to recognize revenues that were not anticipated and to prevent over-expenditures in specific line item accounts. Several of these revisions bear notation:

- ♣ TPAF, which is the state's contribution to the pension fund, is neither a revenue item nor an expenditure item to the district but is required to be reflected in the financial statements.
- ♣ Tuition for special education students is budgeted based on the existing and known incoming students at the time the budget is submitted. Students move into the District during the summer as well as the school year which necessitates transferring funds to the appropriate account to pay these special education costs.

**WINFIELD TOWNSHIP SCHOOL DISTRICT
WINFIELD, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
UNAUDITED
(CONTINUED)**

Capital Assets (Net of Depreciation)

The School District had \$141,664 at June 30, 2024 and \$159,963 at 2023 invested in land, building, furniture and equipment, and vehicles. Table 4 shows the balances of capital assets (net of depreciation) for fiscal years 2024 and 2023.

**Table 4
Capital Assets (Net of Depreciation) at June 30,**

	2024	2023
Land and Land Improvements	\$ 31,600	\$ 31,600
Buildings and Buildings Improvements	69,239	73,929
Machinery and Equipment	40,825	54,434
Total	\$ 141,664	\$ 159,963

For more detailed information, please refer to the Notes to the Financial Statements.

Debt Administration

At June 30, 2024, the School District had \$880,010 of outstanding debt, which is \$667,947 for net pension liability and \$212,063 for compensated absences payable.

For more detailed information, please refer to the Notes to the Financial Statements.

For the Future

The Winfield Township School District is in stable financial condition presently. The School District is proud of its community support of the public schools. A concern is the continued growth of the District with the increased reliance on local property taxes.

In conclusion, the Winfield Township School District has committed itself to financial stability for many years. In addition, the School District's system for financial planning, budgeting, and internal financial controls are well regarded. The School District plans to continue its sound fiscal management to meet the challenge of the future.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, contact Ms. Danielle Tarvin, School Business Administrator/Board Secretary at Winfield Township School District, 7 1/2 Gulfstream Avenue, Winfield, New Jersey 07036.

BASIC FINANCIAL STATEMENTS

SECTION A - DISTRICT-WIDE FINANCIAL STATEMENTS

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

WINFIELD TOWNSHIP SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2024

	Governmental Activities	Business-Type Activities	Total
ASSETS:			
Cash and Cash Equivalents:			
Unrestricted	\$ 210,511	\$ 14,415	\$ 224,926
Restricted	54,683		54,683
Internal Balances	(18,204)	18,204	-
Receivables	124,917	1,560	126,477
Inventories		5,971	5,971
Capital Assets, Net	141,664		141,664
	<u>513,571</u>	<u>40,150</u>	<u>553,721</u>
Total Assets			
	<u>513,571</u>	<u>40,150</u>	<u>553,721</u>
DEFERRED OUTFLOWS OF RESOURCES:			
Related to Pensions	289,084		289,084
	<u>289,084</u>	<u>-</u>	<u>289,084</u>
Total Deferred Outflows of Resources			
	<u>289,084</u>	<u>-</u>	<u>289,084</u>
LIABILITIES:			
Accounts Payable	103,543	13,930	117,473
Unearned Revenue	19,108	943	20,051
Noncurrent Liabilities:			
Due Within One Year	15,000		15,000
Due Beyond One Year:			
Other Long-Term Liabilities	197,063		197,063
Net Pension Liability	667,947		667,947
	<u>1,002,661</u>	<u>14,873</u>	<u>1,017,534</u>
Total Liabilities			
	<u>1,002,661</u>	<u>14,873</u>	<u>1,017,534</u>
DEFERRED INFLOWS OF RESOURCES:			
Related to Pensions	47,319		47,319
	<u>47,319</u>	<u>-</u>	<u>47,319</u>
Total Deferred Outflows of Resources			
	<u>47,319</u>	<u>-</u>	<u>47,319</u>
NET POSITION (DEFICIT):			
Net Investment in Capital Assets	141,664		141,664
Restricted for:			
Other Purposes	231,750	64,268	296,018
Scholarships	1,588		1,588
Student Activities	596		596
Unrestricted (Deficit)	(622,923)	(38,991)	(661,914)
	<u>(622,923)</u>	<u>(38,991)</u>	<u>(661,914)</u>
Total Net Position (Deficit)			
	<u>\$ (247,325)</u>	<u>\$ 25,277</u>	<u>\$ (222,048)</u>

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

WINFIELD TOWNSHIP SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes In Net Position			
	Indirect Expenses Allocation	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
GOVERNMENTAL ACTIVITIES:							
Instruction:							
Regular	\$ 1,438,327	\$ 493,607	\$ -	\$ -	\$ (1,931,934)	\$ -	\$ (1,931,934)
Special Education	410,597	210,578		160,227	(460,948)		(460,948)
Other Special Education	28,022	14,371			(42,393)		(42,393)
Other Instruction	28,447	12,866			(41,313)		(41,313)
Support Services:							
Tuition	526,703				(526,703)		(526,703)
Student and Instruction Related Services	736,556	243,703	15,713 *		(964,546)		(964,546)
General and Business Administrative Services	627,029	94,846			(721,875)		(721,875)
School Administrative Services	55,936	28,687			(84,623)		(84,623)
Plant Operations and Maintenance	360,822	90,229			(451,051)		(451,051)
Pupil Transportation	49,705	4,353		59,031	4,973		4,973
Total Governmental Activities	4,262,144	\$ 1,193,240	15,713	219,258	(5,220,413)	-	(5,220,413)
BUSINESS-TYPE ACTIVITIES:							
Food Service	90,646		39,369	38,678		(12,599)	(12,599)
Total Business-Type Activities	90,646		39,369	38,678	-	(12,599)	(12,599)
Total Primary Government	\$ 4,352,790		\$ 55,082	\$ 257,936	\$ (5,220,413)	\$ (12,599)	\$ (5,233,012)
GENERAL REVENUES:							
Property Taxes Levied For:							
General Purposes					\$ 1,753,942	\$ -	\$ 1,753,942
Federal and State Aid Not Restricted					3,045,147		3,045,147
Miscellaneous Income					4,131		4,131
Total General Revenues					4,803,220	-	4,803,220
Change in Net Position					(417,193)	(12,599)	(429,792)
Net Position - July 1					169,868	37,876	207,744
Net Position - Ending					\$ (247,325)	\$ 25,277	\$ (222,048)

* student activity revenue is reported as "charges for services"

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

SECTION B - FUND FINANCIAL STATEMENTS

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

GOVERNMENTAL FUNDS

WINFIELD TOWNSHIP SCHOOL DISTRICT
GOVERNMENT FUNDS
BALANCE SHEET
JUNE 30, 2024

	General Fund	Special Revenue Fund	Total
ASSETS:			
Cash and Cash Equivalents	\$ 297,063 *	\$ -	\$ 297,063
Capital Reserve Account	54,683		54,683
Interfund Accounts Receivable:			
Special Revenue Fund	10,063		10,063
Receivables From Other Governments	39,191	85,726	124,917
Total Assets	\$ 401,000	\$ 85,726	\$ 486,726
LIABILITIES AND FUND BALANCES:			
Liabilities:			
Cash Overdraft	\$ -	\$ 86,552 *	\$ 86,552
Interfund Accounts Payable:			
General Fund		10,063	10,063
Food Service Fund	18,204		18,204
Accounts Payable	20,226	832	21,058
Payroll Deductions and Withholdings	20,851		20,851
Unearned Revenue		19,108	19,108
Total Liabilities	59,281	116,555	175,836
Fund Balances:			
Restricted For:			
Year-End Encumbrances	3,720		3,720
Excess Surplus	173,347		173,347
Capital Reserve Account	54,683		54,683
Scholarships		1,588	1,588
Student Activities		596	596
Unassigned:			
General Fund	109,969		109,969
Special Revenue Fund		(33,013)	(33,013)
Total Fund Balances	341,719	(30,829)	310,890
Total Liabilities and Fund Balances	\$ 401,000	\$ 85,726	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds. The cost of the assets is \$905,431 and the accumulated depreciation is \$763,767.	141,664
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(212,063)
Some liabilities, including net pension obligations, are not due and payable in the current period and, therefore, are not reported in the funds.	(667,947)
Accrued pension contributions for the June 30, 2024 plan year end are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position.	(61,634)
Deferred outflows and inflows or resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.	
Deferred outflows related to pensions	289,084
Deferred inflows related to pensions	(47,319)
Net Position (Deficit) of Governmental Activities	\$ (247,325)

* Include former fiduciary fund cash and cash equivalents

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

WINFIELD TOWNSHIP SCHOOL DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	General Fund	Special Revenue Fund	Total
REVENUES:			
Local Sources:			
Local Tax Levy	\$ 1,753,942	\$ -	\$ 1,753,942
Miscellaneous	4,131	15,713 *	19,844
Total Local Sources	1,758,073	15,713	1,773,786
State Sources	2,510,071	336,809	2,846,880
Federal Sources		233,363	233,363
Total Revenues	4,268,144	585,885	4,854,029
EXPENDITURES:			
Current:			
Instruction:			
Regular	1,064,869	368,768	1,433,637
Special Education	410,597		410,597
Other Special Education	28,022		28,022
Other	28,447		28,447
Support Services and Undistributed Costs:			
Tuition	526,703		526,703
Student and Instruction Related Services	527,457	209,099 **	736,556
General and Business Administrative Services	238,074		238,074
School Administrative Services	55,936		55,936
Plant Operations and Maintenance	347,213		347,213
Pupil Transportation	49,705		49,705
Employee Benefits	1,193,240		1,193,240
Total Expenditures	4,470,263	577,867	5,048,130
NET CHANGE IN FUND BALANCES	(202,119)	8,018	(194,101)
FUND BALANCES, JULY 1	543,838	(38,847)	504,991
FUND BALANCES, JUNE 30	\$ 341,719	\$ (30,829)	\$ 310,890

* Special revenue fund now includes revenues from scholarships and student activities

** Special revenue fund now includes expenditures from scholarships and student activities

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

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

Total net change in fund balances - governmental funds (B-2) \$ (194,101)

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, on the statement of activities, the cost of those
 assets which are capitalized are allocated over their estimated useful lives
 as depreciation expense in the current fiscal year.

Depreciation Expense	(18,299)
Capital Outlay	

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

(212,063)

Pension costs associated with the PERS pension plan are reported in the governmental funds
 as expenditures in the year the school pension contribution is paid. However, on the
 statement of activities, the net difference between the current and prior year net pension
 liability is recognized.

7,270

Change in net position of governmental activities	<u><u>\$ (417,193)</u></u>
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The accompanying Notes to Basic Financial Statements are an integral part of this statement.

PROPRIETARY FUNDS

WINFIELD TOWNSHIP SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF NET POSITION
 JUNE 30, 2024

	Business-Type Activities Enterprise Fund
	Food Service Programs
	School Nutrition
Current Assets:	
Cash and Cash Equivalents	\$ 14,415
Due From Other Funds	18,204
Receivables from Other Governments	1,062
Other Receivables	498
Inventories	5,971
Total Current Assets	40,150
Noncurrent Assets:	
Machinery and Equipment	33,630
Less: Accumulated Depreciation	(33,630)
Total Noncurrent Assets	-
Total Assets	\$ 40,150
LIABILITIES AND NET POSITION:	
Liabilities:	
Accounts Payable	\$ 13,930
Unearned Revenue	943
Total Liabilities	14,873
Net Position:	
Net Investment in Capital Assets	-
Contributed Capital	64,268
Unrestricted	(38,991)
Total Net Position	25,277
Total Liabilities and Net Position	\$ 40,150

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

WINFIELD TOWNSHIP SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES,
 AND CHANGES IN NET POSITION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Business-Type Activities		
	Food Service Programs		
	Fixed Contract		
	Food Service	Price	School Nutrition
OPERATING REVENUES:			
Charges for Services:			
Daily Sales - Program (Reimbursable Program) Meals	\$ 29,179	\$ -	\$ 29,179
Daily Sales - Non-Program (Non-Reimbursable Program) Meals	10,190		10,190
Total Operating Revenues	39,369	-	39,369
OPERATING EXPENSES:			
Cost of Sales - Program (Reimbursable Program) Meals	46,341		46,341
Cost of Sales - Non-Program (Non-Reimbursable Program) Meals	5,609		5,609
Salaries	23,401		23,401
Management Fees	11,598		11,598
Miscellaneous Expenditures	3,697		3,697
Total Operating Expenses	90,646	-	90,646
OPERATING LOSS	(51,277)	-	(51,277)
NONOPERATING REVENUES:			
State Sources:			
State School Lunch Program	1,022		1,022
State Breakfast Program	24		24
Federal Sources:			
National School Lunch Program	22,592		22,592
National School Breakfast Program	2,371		2,371
Other Nutrition Programs	653		653
U.S.D.A. Commodities	12,016		12,016
Total Nonoperating Revenues	38,678	-	38,678
CHANGE IN NET POSITION	(12,599)	-	(12,599)
TOTAL NET POSITION - JULY 1	37,876	-	37,876
TOTAL NET POSITION - JUNE 30	\$ 25,277	\$ -	\$ 25,277

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

WINFIELD TOWNSHIP SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF CASH FLOWS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Business-Type Activities Enterprise Fund Food Service Programs School Nutrition
CASH FLOWS FROM OPERATING ACTIVITIES:	
Cash Received from Customers	\$ 52,343
Cash Payments to Suppliers and Employees	(81,613)
Net Cash Used In Operating Activities	(29,270)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
Cash Received From State And Federal Reimbursements	38,678
Net Cash Provided By Noncapital Financing Activities	38,678
NET INCREASE IN CASH AND CASH EQUIVALENTS	9,408
CASH AND CASH EQUIVALENTS, JULY 1	5,007
CASH AND CASH EQUIVALENTS, JUNE 30	\$ 14,415
Reconciliation of Operating Loss to Net Cash Used In Operating Activities:	
Operating Loss	\$ (51,277)
Depreciation	
Change In Assets And Liabilities:	
Decrease In Due From Other Funds	13,487
Increase In Receivables From Other Governments	(167)
Increase In Other Receivables	(346)
Increase In Inventories	(682)
Increase In Accounts Payable	9,650
Increase In Unearned Revenue	65
Net Cash Used In Operating Activities	\$ (29,270)

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

NOTES TO THE FINANCIAL STATEMENTS

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

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

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.

B. Basis of Presentation, Basis of Accounting

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

Basis of Presentation

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

WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Basis of Presentation, Basis of Accounting (Continued)

The statement of net position presents the financial condition of the governmental and business-type activity of the School District at fiscal year-end. The statement of activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function.

Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function or business segment is self-financing or draws from the general revenues of the School District.

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

The District reports the following governmental funds:

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

WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Basis of Presentation, Basis of Accounting (Continued)

General Fund (Continued)

those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by Board resolution.

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.

The District reports the following proprietary funds:

Enterprise Fund (Food Service): The enterprise fund accounts for all revenues and expenses pertaining to the Board's operations. The funds are utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (i.e. expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

Additionally, the District reports the following fund type:

Fiduciary Funds: The Fiduciary Funds are used to account for assets held by the District on behalf of others and include the Student Activities Fund, Payroll Agency Fund and Scholarship Funds.

In January 2017, the Governmental Accounting Standards Board (GASB) issued Statement No. 84 – Fiduciary Activities. The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This Statement establishes criteria for identifying fiduciary activities of all state and local government, including New Jersey school districts and their charter schools. The requirements of this Statement are effective for reporting periods beginning after December 15, 2020, or fiscal year 2020-2021. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. After considering the criteria and guidance, it was determined that payroll, payroll agency, and unemployment compensation insurance, previously reported as fiduciary funds, that such activities are more appropriately reported in a general fund.

WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Basis of Presentation, Basis of Accounting (Continued)

Fiduciary Funds (Continued)

Additionally, the School District previously reported the activity of the student activity fund as a fiduciary fund. Beginning in fiscal year 2020-2021, such activity are more appropriately reported in a special revenue fund.

Basis of Accounting

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

District-Wide, Proprietary, and Fiduciary Fund Financial Statements: The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting; the enterprise fund and fiduciary funds use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures. Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the 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. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

All governmental and business-type activities and enterprise funds of the District follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements.

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office and are voted upon at the annual school election 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. All budget amendments/transfers must be approved by School Board resolution. All budget amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

Appropriations, except remaining project appropriations, encumbrances, and unexpended grant appropriations, lapse at the end of each fiscal year. The capital projects fund presents the remaining project appropriations compared to current year expenditures. Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles (GAAP) with the exception of the legally mandated revenue recognition of the last two state aid payments for budgetary purposes only and the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

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

The following presents a reconciliation of the special revenue funds from the budgetary basis of accounting:

Total Revenues & Expenditures (Budgetary Basis)	\$ 577,867
Adjustments:	
Less Encumbrances at June 30, 2024	-
Plus Encumbrances at June 30, 2023	-
Total Revenues and Expenditures (GAAP Basis)	<u>\$ 577,867</u>

WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

D. Encumbrances Accounting

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 assignments of fund balances at fiscal year-end as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services.

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

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

E. Assets, Liabilities, and Equity

Interfund Transactions:

Transfers between governmental and business-type activities on the District-wide statements are reported in the same manner as general revenues.

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

Inventories:

Inventory purchases, other than those recorded in the enterprise fund, are recorded as expenditures during the year of purchase. Enterprise fund inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method.

Allowance for Uncollectible Accounts:

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

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Equity (Continued)

Capital Assets:

The District has established a formal system of accounting for its capital assets. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. The School District does not possess any infrastructure. The capitalization threshold used by school districts in the State of New Jersey is \$2,000.

All reported capital assets except for land and construction in progress are depreciated. Depreciation is computed using the straight-line method under the half-year convention over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
School Buildings	50
Building Improvements	20
Electrical/Plumbing	30
Vehicles	8
Office & Computer Equipment	5-10
Instructional Equipment	10
Grounds Equipment	15

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

Compensated Absences:

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

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

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Equity (Continued)

Compensated Absences (Continued):

The liability for compensated absences was accrued using the termination payment method, whereby the liability is calculated based on the amount of sick leave that is expected to become eligible for payment upon termination. The District estimates its accrued compensated absences liability based on the accumulated sick and vacation days at the balance sheet date by those employees who are currently eligible to receive termination payments. Salary-related payments for the employer's share of social security and Medicare taxes, as well as pension contributions, are included.

For the District-wide Statements, the current portion is the amount estimated to be used in the following year. In accordance with GAAP, for the governmental funds, in the Fund Financial Statements, all of the compensated absences are considered long-term and therefore, are not a fund liability and represents a reconciling item between the fund level and District-wide presentations.

Unearned Revenue:

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Property taxes for which there is an enforceable legal claim as of June 30, 2024, but which were levied to finance fiscal year 2025 operations, have been recorded as deferred revenue. Grants and entitlement received before the eligibility requirements are met are also recorded as deferred revenue.

Accrued Liabilities and Long-Term Obligations:

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

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Equity (Continued)

Net Position:

Net position represent the difference between assets and liabilities. Net position invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net position are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The School District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

Fund Balance Reserves:

The School District reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent available expendable resources and, therefore, are not available for appropriation or expenditure. Unreserved fund balance indicates that portion which is available for appropriation in future periods. A fund balance reserve has been established for encumbrances.

Revenues — Exchange and Non-exchange Transactions:

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

Non-exchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, income taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from income taxes is recognized in the period in which the income is earned. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On the modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Assets, Liabilities, and Equity (Continued)

Revenues — Exchange and Non-exchange Transactions (Continued):

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

Operating Revenues and Expenses:

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

Allocation of Indirect Expenses:

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

Extraordinary and Special Items:

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

Management Estimates:

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

WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

G. Impact of Recently Issued Accounting Principles

During fiscal year 2024, the School District has adopted the following GASB statements.

GASB Statement No. 100, *Accounting Changes and Error Corrections - an amendment of GASE Statement No. 62*. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability.

Recently Issued Accounting Pronouncements

Other GASB Statements that the School District is currently reviewing for applicability and potential impact on the financial statements include:

GASB Statement No. 101, *Compensated Absences*, will be effective beginning with the fiscal year ending June 30, 2025. 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.

GASB Statement No. 102, *Certain Risk Disclosures*, will be effective beginning with the fiscal year ending June 30, 2025. The requirements of this Statement will improve financial reporting by providing users of financial statements with essential information that currently is not often provided. The disclosures will provide users with timely information regarding certain concentrations or constraints and related events that have occurred or have begun to occur that make a school district vulnerable to a substantial impact. As a result, users will have better information with which to understand and anticipate certain risks to a school district's financial condition.

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Impact of Recently Issued Accounting Principles (Continued)

Recently Issued Accounting Pronouncements (Continued)

GASB Statement No. 103, *Financial Reporting Model Improvements*, will be effective beginning with the fiscal year ending June 30, 2026. The requirements for MD&A will improve the quality of the analysis of changes from the prior year, which will enhance the relevance of that information. They also will provide clarity regarding what information should be presented in MD&A. The requirements for the separate presentation of unusual or infrequent items will provide clarity regarding which items should be reported separately from other inflows and outflows of resources. The definitions of operating revenues and expenses and of nonoperating revenues and expenses will replace accounting policies that vary from school district to school district, thereby improving comparability. The addition of a subtotal for operating income (loss) and noncapital subsidies will improve the relevance of information provided in the proprietary fund statement of revenues, expenses, and changes in fund net position. The requirement for presentation of major component unit information will improve comparability. The requirement that budgetary comparison information be presented as RSI will improve comparability, and the inclusion of the specified variances and the explanations of significant variances will provide more useful information for making decisions and assessing accountability.

NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS

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

Investments are stated at cost, or amortized cost, which approximates market. The amortized cost method involves valuing a security at its cost on the date of purchase and thereafter assuming a constant amortization to maturity of any discount or premium. The Board classifies certificates of deposit which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments. GASB Statement No. 3 requires disclosure of the level of custodial credit risk assumed by the Board in its cash, cash equivalents and investments. Category 1 includes deposits/investments held by the Board's custodial bank trust department or agent in the Board's name. Category 2 includes uninsured and unregistered deposits/investments held by the Board's custodial bank trust department or agent in the Board's name. Category 3 includes uninsured or unregistered deposits/investments held by a broker or dealer, or held by the Board's custodial bank trust department or agent but not in the Board's name. These categories are not broad representations that deposits or investments are "safe" or "unsafe".

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

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

Deposits

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

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

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

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

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

Investments

New Jersey statutes permit the Board to purchase the following types of securities:

- a. Bonds or other obligations of the United States or obligations guaranteed by the United States.
- b. Bonds of any Federal Intermediate Credit Bank, Federal Home Loan Bank, Federal National Mortgage Agency or of any United States Bank for Cooperatives which have a maturity date not greater than twelve months from the date of purchase
- c. Bonds or other obligations of the school district.

As of June 30, 2024, cash and cash equivalents and investments of the District consisted of the following:

	General Fund	Special Revenue	Proprietary Fund	Total
Operating Account	\$ 351,746	\$ (86,552)	\$ 14,415	\$ 279,609

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

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

Investments (Continued)

The investments recorded in the District-wide statements have been recorded at amortized cost. In accordance with GASB 31, participating interest earning investment contracts that have a remaining maturity at the time of purchase of one year or less may be reported at amortized cost. For those securities purchased more than one year from the maturity date, the difference between the carrying amount and market value is not material to the District-wide statements. The carrying amount of the Board's cash and cash equivalents at June 30, 2024 was \$279,609 and the bank balance was \$311,522. All bank balances were covered by federal depository insurance and/or covered by a collateral pool maintained by the banks as required by New Jersey statutes.

Risk Category

All bank deposits, as of the balance sheet date, are entirely insured or collateralized by a collateral pool maintained by public depositories as required by the Governmental Unit Deposit Protection Act. In general, bank deposits are classified as to credit risk by three categories described below:

Category 1 — Insured or collateralized with securities held by the Board or by its agent in the Board's name.

Category 2 — Collateralized with securities held by the pledging public depository's trust department or agent in the Board's name.

Category 3 — Uncollateralized, including any deposits that are collateralized with securities held by the pledging public depository, or by its trust department or agent, but not in the Board's name.

As of June 30, 2024, the Board has no funds invested and on deposit in checking accounts and New Jersey ARM. These funds constitute "deposits with financial institutions" as defined by GASB Statement No. 3 and are classified as Category 1, both at year-end and throughout the year.

New Jersey Cash Management Fund

All investments in the Fund are governed by the regulations of the Investment Council, which prescribe specific standards designed to insure the quality of investments and to minimize the risks related to investments. In all the years of the Division of Investment's existence, the Division has never suffered a default of principal or interest on any short-term security held by it due to the bankruptcy of a securities issuer; nevertheless, the possibility always exists, and for this reason a reserve is being accumulated as additional protection for the "Other-than-State" participants. In addition to the Council regulations, the Division sets further standards for specific investments and monitors the credit of all eligible securities issuers on a regular basis. As of June 30, 2024, the District had no funds on deposit with the New Jersey Cash Management Fund.

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 3: RECEIVABLES

Receivables at June 30, 2024, consisted of accounts (tuition), intergovernmental, grants, and miscellaneous.

All receivables are considered collectible in full. A summary of the principal items of intergovernmental receivables follows:

	Governmental Fund Financial Statements	Governmental Wide Financial Statements	Total Governmental Activities	Proprietary Fund Food Service Fund	Total Business Type Activities	Total
State Aid	\$ 72,204	\$ -	\$ 72,204	\$ -	\$ -	\$ 72,204
Federal Aid	-	85,726	85,726	43	43	85,769
Other	-	498	498	-	-	498
Gross Receivables	72,204	86,224	158,428	43	43	158,471
Less: Allowance for Uncollectibles	-	-	-	-	-	-
Total Receivables, Net	<u>\$ 72,204</u>	<u>\$ 86,224</u>	<u>\$ 158,428</u>	<u>\$ 43</u>	<u>\$ 43</u>	<u>\$158,471</u>

NOTE 4: INTERFUND TRANSFERS AND BALANCES

Transfers between funds are used to repay expenses paid by another fund.

The following interfund balances remained on the fund financial statements at June 30, 2024:

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ -	\$ 8,141
Special Revenue Fund		10,063
Proprietary Fund	18,204	
Total	<u>\$ 18,204</u>	<u>\$ 18,204</u>

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 5: CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2024, was as follows:

	Beginning Balance	Additions	Retirements	Ending Balance
Governmental Activities:				
<i>Capital Assets Not Being Depreciated:</i>				
Land and Land Improvements	\$ 31,600	\$ -	\$ -	\$ 31,600
Total Capital Assets Not Being Depreciated	31,600	-	-	31,600
<i>Capital Assets Being Depreciated:</i>				
Site Improvements	342,000	-	-	342,000
Building and Building Improvements	366,793	-	-	366,793
Machinery and Equipment	165,038	-	-	165,038
Totals at Historical Cost	873,831	-	-	873,831
Less Accumulated Depreciation For:				
Site Improvements	342,000	-	-	342,000
Building and Building Improvements	292,864	4,690	-	297,554
Machinery and Equipment	110,604	13,609	-	124,213
Total Accumulated Depreciation	745,468	18,299	-	763,767
Total Capital Assets Being Depreciated,				
Net of Accumulated Depreciation	128,363	(18,299)	-	110,064
Government Activity Capital Assets, Net	\$ 159,963	\$ (18,299)	\$ -	\$ 141,664
Business-Type Activities:				
<i>Capital Assets Being Depreciated:</i>				
Machinery and Equipment	\$ 33,630	\$ -	\$ -	\$ 33,630
Less Accumulated Depreciation	(33,630)	-	-	(33,630)
Enterprise Fund Capital Assets, Net	\$ -	\$ -	\$ -	\$ -

The governmental fund balance sheet includes a reconciliation between fund balance-total governmental funds and net position-governmental activities as reported in the District-wide statement of net position. One item of that reconciliation 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 School District's capital assets at year-end in the District-wide financial statements.

Depreciation expense was charged to functions as follows:

Instruction Services	\$ 4,690
Plant Operations and Maintenance	13,609
Total	<u>\$ 18,299</u>

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 6: LONG-TERM OBLIGATIONS

Changes in long-term obligations for the year ended June 30, 2024, are as follows:

	Balance July 1, 2023	Increase	Decrease	Balance June 30, 2024	Amounts Due Within One Year
Compensated Absences Payable	\$ -	\$ 212,063	\$ -	\$ 212,063	\$ 15,000
Net Pension Liability	577,089	152,493	61,635	667,947	-
Total	<u>\$ 577,089</u>	<u>\$ 364,556</u>	<u>\$ 61,635</u>	<u>\$ 880,010</u>	<u>\$ 15,000</u>

Compensated absences and net pension liability have been liquidated in the General Fund.

NOTE 7: PENSION PLANS

A substantial number of the School District's employees participate in one of the following defined benefit pension plans: the Teachers' Pension and Annuity Fund ("TPAF") and the Public Employees' Retirement System ("PERS"), which are administered by the New Jersey Division of Pensions and Benefits (the "Division"). In addition, several School District employees participate in the Defined Contribution Retirement Program ("DCRP"), which is a defined contribution pension plan. This plan is administered by Prudential Financial for the Division. Each plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to:

State of New Jersey
Division of Pensions and Benefits
P.O. Box 295
Trenton, New Jersey 08625-0295
<http://www.nj.gov/treasury/pensions>

A. Public Employees' Retirement System (PERS)

Plan Description

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

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 7: PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS) (Continued)

Vesting and Benefit Provisions

The vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of PERS. The following represents the membership tiers for PERS:

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

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

Contributions

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2023, the State's pension contribution was less than actuarial determined amount.

WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 7: **PENSION PLANS (CONTINUED)**

Public Employees' Retirement System (PERS) (Continued)

Contributions (Continued)

The local employers' contribution amounts are based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. School District contributions to PERS amounted to \$61,634 for fiscal year 2024.

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

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

At June 30, 2024, the School District reported a liability of \$667,947 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 as of July 01, 2022, which was rolled forward to June 30, 2023. The School District's proportion of the net pension liability was based on a projection of the School District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. For the June 30, 2023 measurement date, the School District's proportion was 0.0046115034%, which was an increase of 0.0007875412% from its proportion measured as of June 30, 2022.

For the fiscal year ended June 30, 2024, the School District recognized pension expense of \$54,365, in the government-wide financial statements. This pension expense was based on the pension plans June 30, 2023 measurement date.

WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 7: **PENSION PLANS (CONTINUED)**

Public Employees' Retirement System (PERS) (Continued)

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

At June 30, 2024, the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Outflows of Resources</u>	<u>Inflows of Resources</u>
Difference Between Expected and Actual Experience	\$ 6,386	\$ 2,730
Changes in Assumptions	1,467	40,480
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	3,076	-
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	216,521	4,109
School District Contributions Subsequent to the Measurement Date	<u>61,634</u>	<u>-</u>
	<u>\$ 289,084</u>	<u>\$ 47,319</u>

\$61,634, included in deferred outflows of resources, will be included as a reduction of the net pension liability in the fiscal year ending June 30, 2025.

WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 7: **PENSION PLANS (CONTINUED)**

Public Employees' Retirement System (PERS) (Continued)

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

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

Fiscal Year Ending June 30,	Total
2024	\$ (35,265)
2025	(19,684)
2026	27,507
2027	(4,923)
2028	84
	<u>\$ (32,281)</u>

Changes in Proportion

The previous amounts do not include employer specific deferred outflows of resources and deferred inflows of resources related to changes in proportion. These amounts should be recognized (amortized) by each employer over the average of the expected remaining service lives of all plan members, which is 5.08, 5.04, 5.13, 5.16, 5.21, and 5.63 years for the 2023, 2022, 2021, 2020, 2019, and 2018, respectively.

The amortization of the other deferred outflows of resources and deferred inflows of resources related to pensions will be over the following number of years:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience		
Year of Pension Plan Deferral:		
June 30, 2018	-	5.63 years
June 30, 2019	-	5.21 years
June 30, 2020	5.16 years	-
June 30, 2021	5.13 years	-
June 30, 2022	-	5.04 years
June 30, 2023	5.08 years	-

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 7: PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS) (Continued)

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

Changes in Proportion (Continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions		
Year of Pension Plan Deferral:		
June 30, 2018	-	5.63 years
June 30, 2019	-	5.21 years
June 30, 2020	-	5.16 years
June 30, 2021	5.13 years	-
June 30, 2022	-	5.04 years
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments		
Year of Pension Plan Deferral:		
June 30, 2019	5.00 years	-
June 30, 2020	5.00 years	-
June 30, 2021	5.00 years	-
June 30, 2022	5.00 years	-
June 30, 2023	5.00 years	-

Actuarial Assumptions

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 01, 2022. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2023. This actuarial valuations used the following actuarial assumptions, applied to all periods in the measurement.

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	2.75 - 6.55%
	based on years of service
Investment Rate of Return	7.00%

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 7: PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS) (Continued)

Actuarial Assumptions (Continued)

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. The actuarial assumptions used in the July 01, 2021 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 Division of Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2023 are summarized in the following table:

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 7: PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS) (Continued)

Long Term Expected Rate of Return (Continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	28.00%	8.98%
Non-U.S. Developed Markets 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 Estate	8.00%	8.58%
Real Assets	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%

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 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.

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 7: PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS) (Continued)

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

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

	Measurement Date Ended June 30, 2023		
	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
School District's Proportionate Share of the Net Pension Liability	\$ 876,856	\$ 673,579	\$ 500,563

Pension Plan Fiduciary Net Position

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 respective fiduciary net position of the PERS and additions to/deductions from PERS's fiduciary net position have been determined on the same basis as they are reported by TPAF and PERS. Accordingly, 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. For additional information about PERS, please refer to the plan's Annual Comprehensive Financial Report (ACFR) which can be found at www.nj.gov/treasury/pensions.

B. Teacher's Pension Annuity Fund (TPAF)

Plan Description

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

WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 7: **PENSION PLANS (CONTINUED)**

Teacher's Pension Annuity Fund (TPAF) (Continued)

Vesting and Benefit Provisions

The vesting and benefit provision are set by N.J.S.A. 18A:66. TPAF provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of TPAF. Members are always fully vested for their own contributions and, after three years of service credit, become vested of 2% of related interest earned on the contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

The following represents the membership tiers for TPAF:

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

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

Contributions

The contribution policy for TPAF is set by N.J.S.A 18A:66 and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For Fiscal year 2023, the State's pension contribution was less than the actuarially determined amount.

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 7: PENSION PLANS (CONTINUED)

Teacher's Pension Annuity Fund (TPAF) (Continued)

Contributions (Continued)

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, such as the School District. However, the notes to the financial statements of the School District must disclose the portion of the School District's total proportionate share of the net pension liability that is associated with the School District. During the fiscal year ended June 30, 2024, the State of New Jersey contributed \$68,809 to the TPAF for normal pension benefits on behalf of the School District, which is less than the contractually required contribution of \$559,670.

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

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

At June 30, 2024, the School District was not required to report a liability for its proportionate share of the net pension liability because of a 100% special funding situation by the State of New Jersey.

The State's proportionate share of the net pension liability, attributable to the School District is as follows:

School District's Proportionate Share of the Net Pension Liability	\$ -
State of New Jersey 's Proportionate Share of the Net Pension Liability Associated with the School District	<u>6,854,815</u>
Total	<u>\$ 6,854,815</u>

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 7: PENSION PLANS (CONTINUED)

Teacher's Pension Annuity Fund (TPAF) (Continued)

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

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 01, 2022. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2023. For the June 30, 2023 measurement date, the School District's proportion of the net pension liability was based on a projection of the School District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State of New Jersey, actuarially determined. At June 30, 2023, School District's proportion was 0.00% due to the 100% special funding situation with the State of New Jersey. For the June 30, 2023 measurement date, the State's proportionate share of the TPAF net pension liability associated with the School District was 0.0134322090%, which was an increase of 0.0003738971% from its proportion measured as of June 30, 2022.

For the fiscal year ended June 30, 2024, the School District recognized \$168,403 in pension expense and revenue, in the government-wide financial statements, for the State of New Jersey on behalf TPAF pension contributions. This pension expense and revenue was based on the pension plans June 30, 2023 measurement date.

The State reported the collective deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts) for the year ended June 30, 2023:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes in Assumptions	\$ 1,278,925,078	\$ 14,657,999,241
Difference Between Expected and Actual Experience	658,340,412	83,374,071
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	476,283,186	-
	<u>\$ 2,413,548,676</u>	<u>\$ 14,741,373,312</u>

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 7: PENSION PLANS (CONTINUED)

Teacher's Pension Annuity Fund (TPAF) (Continued)

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

The amortization of the deferred outflows of resources and deferred inflows of resources related to pensions will be over the following number of years:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Year of Pension Plan Deferral:		
June 30, 2015	8.30 years	-
June 30, 2016	-	8.30 years
June 30, 2017	8.30 years	-
June 30, 2018	8.29 years	-
June 30, 2019	-	8.04 years
June 30, 2020	-	7.99 years
June 30, 2021	7.93 years	-
June 30, 2022	-	7.83 years
June 30, 2023	7.93 years	-
Changes in Assumptions Year of Pension Plan Deferral:		
June 30, 2015	8.30 years	-
June 30, 2016	8.30 years	-
June 30, 2017	-	8.30 years
June 30, 2018	-	8.29 years
June 30, 2019	-	8.04 years
June 30, 2020	7.99 years	-
June 30, 2021	-	7.93 years
June 30, 2022	7.83 years	-
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments Year of Pension Plan Deferral:		
June 30, 2019	5.00 years	-
June 30, 2020	5.00 years	-
June 30, 2021	5.00 years	-
June 30, 2022	5.00 years	-
June 30, 2023	6.00 years	-

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 7: PENSION PLANS (CONTINUED)

Teacher's Pension Annuity Fund (TPAF) (Continued)

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

Amounts reported as deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts) related to pensions will be recognized in pension expense excluding that attributable to employer-paid member contributions as follows:

Fiscal Year Ending June 30,	Total
2024	\$ (3,918,676,894)
2025	(3,446,016,070)
2026	(1,604,289,401)
2027	(1,742,641,843)
2028	(1,672,806,952)
Thereafter	56,606,524
	<u>\$ (12,327,824,636)</u>

Actuarial Assumptions

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 01, 2022. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2023. This actuarial valuations used the following actuarial assumptions, applied to all periods in the measurement.

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	2.75% - 4.25%
	based on years of service
Investment Rate of Return	7.00%

WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 7: **PENSION PLANS (CONTINUED)**

Teacher's Pension Annuity Fund (TPAF) (Continued)

Actuarial Assumptions (Continued)

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 Division of Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2023 are summarized in the following table:

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 7: PENSION PLANS (CONTINUED)

Teacher's Pension Annuity Fund (TPAF) (Continued)

Long-Term Expected Rate of Return (Continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	28.00%	8.98%
Non-U.S. Developed Markets 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 Estate	8.00%	8.58%
Real Assets	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%

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 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.

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 7: PENSION PLANS (CONTINUED)

Teacher's Pension Annuity Fund (TPAF) (Continued)

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

As previously mentioned, TPAF has a special funding situation where the State pays 100% of the School District's annual required contribution. As such, the proportionate share of the net pension liability as of June 30, 2023, the pension plans measurement date, attributable to the School District is \$0, and the State of New Jersey's proportionate share of the net pension liability, attributable to the School District, using a discount rate of , as well as using a discount rate that is 1% lower or 1% higher than the current rates used is as follows:

	Measurement Date Ended June 30, 2023		
	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
School District's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -
State of New Jersey's Proportionate Share of the Net Pension Liability Associated with the School District	8,095,313	6,865,197	5,829,147
	<u>\$ 8,095,313</u>	<u>\$ 6,865,197</u>	<u>\$ 5,829,147</u>

Pension Plan Fiduciary Net Position

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 respective fiduciary net position of the TPAF and additions to/deductions from TPAF's fiduciary net position have been determined on the same basis as they are reported by TPAF and PERS. Accordingly, 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. For additional information about TPAF, please refer to the plan's Annual Comprehensive Financial Report (ACFR) which can be found at www.nj.gov/treasury/pensions.

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 7: PENSION PLANS (CONTINUED)

C. Defined Contribution Retirement Program (DCRP)

Plan Description

The Defined Contribution Retirement Program (DCRP) is a multiple-employer defined contribution pension fund established on July 1, 2007 under the provisions of Chapter 92, P.L. 2007, and Chapter 103, P.L. 2007 (N.J.S.A. 43:15C-1 et. seq.). The DCRP is a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) § 401(a) et seq., and is a "governmental plan" within the meaning of IRC § 414(d). The DCRP provides retirement benefits for eligible employees and their beneficiaries. Individuals covered under DCRP are 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 \$5,000.00 annually (The minimum salary in 2018 is \$8,300 and is subject to adjustment in future years); 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 Tiers 4 or 5 enrollment, but who earn salary of at least \$5,000.00 annually. The minimum number of hours is 32 hours per week for local education employees.

Vesting and Benefit Provisions

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 nonforfeitable. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employer contributions shall be vested and nonforfeitable 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.

Contributions

The contribution policy is set by N.J.S.A. 43:15C-3 and requires contributions by active members and contributing employers. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the School District contributes 3% of the employees' base salary, for each pay period, to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period.

WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 7: PENSION PLANS (CONTINUED)

Defined Contribution Retirement Program (DCRP) (Continued)

Contributions (Continued)

For the fiscal year ended June 30, 2024, there were no employee contributions, and the School District did not recognized any pension expense.

NOTE 8: POST-RETIREMENT MEDICAL BENEFITS

The State of New Jersey sponsors and administers the post-retirement health benefit program plan for school districts.

As a result of implementing GASB Statement No. 75, *Financial Reporting for Postemployment Benefit Plans Other than Pension Plans*, the post-retirement health benefit program plan is reported in an Agency Fund in the New Jersey Annual Comprehensive Financial Report effective for the fiscal year ended June 30, 2023. Therefore, the plan has no assets accumulated in a trust. In accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Oher than Pension* (GASB No. 75), the plan is classified as a single employer defined benefit OPEB plan with a special funding situation that is not administered through a trust that meets the criteria in paragraph 4 of GASB No. 75.

Plan Description and Benefits Provided

The State of New Jersey sponsors and administers the following post-retirement health benefit program plan covering certain local school district employees, including those Board employees and retirees eligible for coverage.

State Health Benefit Program Fund – Local Education Retired (including Prescription Drug Program Fund) – N.J.S.A. 52:14-17.32f provides medical coverage and prescription drug benefits to qualified retired education participants. The State of New Jersey provides employer-paid coverage to members of the TPAF who retire from a board of education or county college with 25 years of service or on a disability retirement. Under the provisions of Chapter 126, P.L. 1992, the State also provides employer-paid coverage to members of the PERS and Alternate Benefits Program (ABP) who retire from a board of education or county college with 25 years of service or on a disability retirement if the member's employer does not provide this coverage. Certain local participating employers also provide post-retirement medical coverage to their employees. Retirees who are not eligible for employer paid health coverage at retirement can continue in the program if their employer participates in this program or if they are participating in the health benefits plan of their former employer and are enrolled in Medicare Parts A and B by paying the cost of the insurance for themselves and their covered dependents.

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 8: POST-RETIREMENT MEDICAL BENEFITS (CONTINUED)

State Health Benefit Program Fund – Local Education Retired (Continued)

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

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of the above Fund. The financial reports may be accessed via the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

Plan Membership

Membership of the defined benefit OPEB plan consisted of the following at June 30, 2022:

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	-
Total Plan Members	<u>369,595</u>

Measurement Focus and Basis of Accounting

The financial statements of the post-employment health benefit plans are prepared in accordance with U.S. generally accepted accounting principles as applicable to governmental organizations. In doing so, the Division adheres to reporting requirements established by the Governmental Accounting Standards Board (GASB).

The accrual basis of accounting is used for measuring financial position and changes in net position of the post-employment health benefit plans. Under this method, contributions are recorded in the accounting period in which they are legally due from the employer or plan member, and deductions are recorded at the time the liabilities are due and payable in accordance with the terms of each plan. The accounts of the Division are organized and operated on the basis of funds. All funds are accounted for using an economic resources measurement focus.

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 8: POST-RETIREMENT MEDICAL BENEFITS (CONTINUED)

Investment Valuation

Investments are reported at fair value. Investments that do not have an established market are reported at estimated fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

Collective Net OPEB Liability

The collective net OPEB liability of the State, as the non-employer contributing entity, of the plan at June 30, 2023 is \$52,361,668,239, and the plan fiduciary net position as a percentage of the total OPEB liability is zero percent.

The total OPEB liabilities were determined based on actuarial valuation as of June 30, 2022, which were rolled forward to June 30, 2023.

Actuarial Methods and Assumptions

In the June 30, 2022 OPEB actuarial valuation, the actuarial assumptions and methods used in these valuations were described in the Actuarial Assumptions and Methods section of the Actuary's report and are included here in this note to the financial statements. The Plan selected economic and demographic assumptions and prescribed them for use for purposes of compliance with GASB Statement No. 75. The Actuary provided guidance with respect to these assumptions, and it is their belief that the assumptions represent reasonable expectations of anticipated plan experience.

Post-Retirement Medical Benefits Contributions

The funding policy of the OPEB plan is pay as you go basis; therefore, there is no prefunding of the liability. Contributions to pay for the health benefit premiums of participating employees in the OPEB plan are made by the State, as a nonemployer contributing entity, under a special funding situation in accordance with State statutes as previously disclosed. The State as a non-employer contributing entity made contributions of \$1.44 billion to the OPEB plan in fiscal year 2023.

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 8: POST-RETIREMENT MEDICAL BENEFITS (CONTINUED)

Post-Retirement Medical Benefits Contributions (Continued)

The State sets the contribution rate based on a pay as you go basis rather than the actuarial determined contribution, an amount actuarially determined in accordance with the parameters of GASB Statement 75. The actuarial determined contribution represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and any unfunded actuarial liabilities (or funding excess) of the plan using a systematic and rational method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with OPEB through the Plan. The State's contributions, as a nonemployer contributing entity, to the State Health Benefits Program Fund-Local Education Retired for retirees' post-retirement benefits on behalf of the School District for the fiscal years ended June 30, 2024, 2023, and 2022 were \$153,275, \$146,253 and \$127,369, respectively, which equaled the required contributions for each year. The State's contributions to the State Health Benefits Program Fund – Local Education Retired for PERS retirees' post-retirement benefits on behalf of the School District was not determined or made available by the State of New Jersey. The on-behalf OPEB contributions are recognized in the governmental fund financial statements (modified accrual basis) as both a revenue and expenditure in accordance with GASB No. 85.

OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

GASB Statement No. 75 requires participating employers in the State Health Benefit Program Fund – Local Education Retired to recognize their proportionate share of the collective OPEB liability, collective deferred outflows of resources, collective deferred inflows of resources and collective OPEB expense. The nonemployer allocation percentages presented are based on the ratio of the State's contributions made as a nonemployer toward the actuarially determined contribution amount to total contributions to the plan during the measurement period July 01, 2022 through June 30, 2023. Nonemployer allocation percentages have been rounded for presentation purposes.

In accordance with GASB No. 75, the School District is not required to recognize an OPEB liability for the post-employment health benefit plan. The State of New Jersey, as a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to the plan on behalf of the School District. Accordingly, the School District's proportionate share percentage determined under Statement No. 75 is zero percent and the State's proportionate share is 100% of the OPEB liability attributable to the School District. Therefore, in addition, the School District does not recognize any portion of the collective deferred outflows of resources and deferred inflows of resources related to the plan.

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 8: POST-RETIREMENT MEDICAL BENEFITS (CONTINUED)

OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

At June 30, 2023, the State had deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Actual and Expected Experience	\$ 7,639,717,639	\$ 13,791,541,217
Net Difference Between Expected and Actual Earnings on OPEB Plan Investments	-	-
Assumptions Changes	<u>7,445,895,322</u>	<u>14,449,948,556</u>
Sub Total	15,085,612,961	28,241,489,773
Contributions Made in Fiscal Year Ending 2023 After June 30, 2022 Measurement Date	TBD	Not Available
Total	<u>\$ 15,085,612,961</u>	<u>\$ 28,241,489,773</u>

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

Measurement Period Ending June 30,	Total
2024	\$ (2,611,225,301)
2025	(2,611,225,301)
2026	(2,269,523,460)
2027	(1,338,024,839)
2028	(273,877,609)
Total Thereafter	<u>(4,052,000,302)</u>
	<u><u>\$(13,155,876,812)</u></u>

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 8: POST-RETIREMENT MEDICAL BENEFITS (CONTINUED)

OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

For the fiscal year ended June 30, 2024, the District recognized in the district-wide statement of activities (accrual basis) OPEB expense of \$184,162. This amount has been included in the district-wide statement of activities (accrual basis) as a revenue and expense in accordance with GASB No. 85.

At June 30, 2024, the State's proportionate share of the OPEB liability attributable to the District is \$6,782,575. The nonemployer allocation percentages are based on the ratio of the State's proportionate share of the OPEB liability attributable to the District at June 30, 2023 to the total OPEB liability of the State Health Benefit Program Fund – Local Education Retired Employees Plan at June 30, 2023. At June 30, 2023, the state's share of the OPEB liability attributable to the District was 0.0129533211%, which was an increase of 0.0000246828% from its proportionate share measured as of June 30, 2022 of 0.0129286383%.

Actuarial Assumptions

The OPEB liability for the June 30, 2023 measurement date was determined by an actuarial valuation as of June 30, 2022, which was rolled forward to June 30, 2023. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

	TPAF/ABP	PERS	PFRS
Salary Increases:	2.75 - 4.25%	2.75 - 6.55%	3.25 - 16.25%
	based on	based on	based on
	service years	service years	service years

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

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 8: POST-RETIREMENT MEDICAL BENEFITS (CONTINUED)

Actuarial Assumptions (Continued)

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

100% of active members are considered to participate in the plan upon retirement.

Health Care Trend Assumption

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 is increasing to 14.8% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO, the trend is increasing to 17.4% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 9.5% and decreases to a 4.50% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%

Discount Rate

The discount rate used to measure the total OPEB liabilities of the plan was as follows:

<u>Fiscal Year</u>	<u>Measurement Date</u>	<u>Discount Rate</u>
2024	June 30, 2023	3.65%
2023	June 30, 2022	3.54%

The discount rate 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.

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 8: POST-RETIREMENT MEDICAL BENEFITS (CONTINUED)

Changes in the Total OPEB Liability

The change in the State's proportionate share of the OPEB liability attributable to the District for the fiscal year ended June 30, 2024 (measurement date June 30, 2023) is as follows:

	District's Total OPEB Liability (State Share)	State of New Jersey's Total OPEB Liability
Balance at June 30, 2022 Measurement Date	\$ 6,547,898	\$ 50,646,462,966
Changes Recognized for the Fiscal Year:		
Service Cost	266,646	2,136,235,476
Interest on Total OPEB Liability	238,874	1,844,113,951
Changes of Benefit Terms	-	-
Differences between Expected and Actual Experiences	(104,429)	(980,424,863)
Effect of Changes of Assumptions	13,671	105,539,463
Contributions - Employees	6,121	(1,437,516,858)
Gross Benefits Paid by the State	(186,206)	47,258,104
Net Changes	<u>234,677</u>	<u>1,715,205,273</u>
Balance at June 30, 2023 Measurement Date	<u>\$ 6,782,575</u>	<u>\$ 52,361,668,239</u>

Changes of assumptions and other inputs reflect a change in the discount rate from 3.54% in 2022 to 3.65% in 2023.

The change in the total OPEB liability was based on the State's proportionate share of the OPEB liability attributable to the District at June 30, 2023. A change in the total OPEB liability specific to the State's proportionate share of the OPEB liability attributable to the District for the fiscal year ended June 30, 2023 was not provided by the pension system.

WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 8: **POST-RETIREMENT MEDICAL BENEFITS (CONTINUED)**

Sensitivity of OPEB Liability (Continued)

Sensitivity of OPEB Liability

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the State's proportionate share of the OPEB liability attributable to the District calculated using the discount rate of 3.65%, as well as what the State's proportionate share of the OPEB liability attributable to the District that would be if it were calculated using a discount rate that is 1-percentage-point lower () or 1-percentage-point higher () than the current rate:

	At 1% Decrease (2.65%)	At Current Discount Rate (3.65%)	At 1% Increase (4.65%)
Net OPEB Liability (Allocable to the District and the responsibility of the State)	\$ 7,951,405	\$ 6,782,575	\$ 5,844,140

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the State's proportionate share of the OPEB liability attributable to the District calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Net OPEB Liability (Allocable to the District and the responsibility of the State)	\$ 5,630,583	\$ 6,782,575	\$ 8,289,960

The sensitivity analyses were based on the State's proportionate share of the OPEB liability attributable to the District at June 30, 2023. Sensitivity analyses specific to the State's proportionate share of the OPEB liability attributable to the District at June 30, 2023 were not provided by the pension system.

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 9: FUND BALANCE APPROPRIATED

General Fund – Of the \$341,719 General Fund fund balance at June 30, 2024, \$3,720 is reserved for encumbrances, \$173,347 has been reserved for Excess Surplus, none for reserved for Legally Restricted-Designated for Subsequent Year's Expenditures; \$54,683 has been reserved in the Capital Reserve Account; and \$109,969 is unreserved and undesignated.

NOTE 10: RESERVED FUND BALANCES – GENERAL FUND

Calculation Of Excess Surplus – In accordance with N.J.S.A. 18A:7F-7, as amended, 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. At June 30, 2024, there is \$173,347 of excess fund balance.

NOTE 11: RISK MANAGEMENT

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

Property and Liability Insurance - The District maintains commercial insurance coverage for property, liability, student accident, and surety bonds. A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report.

NOTE 12: SUBSEQUENT EVENTS

Subsequent events were evaluated through January 15, 2025, the date the financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION – PART II

SECTION C – BUDGETARY COMPARISON SCHEDULES

WINFIELD TOWNSHIP SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 1,753,942	\$ -	\$ 1,753,942	\$ 1,753,942	\$ -
Other Revenues from Local Sources	20,000		20,000	4,131	(15,869)
Total Local Sources	1,773,942	-	1,773,942	1,758,073	(15,869)
State Sources:					
School Choice Aid	200,149		200,149	200,149	-
Transportation Aid	60,297		60,297	60,297	-
Special Education Categorical Aid	163,663		163,663	163,663	-
Extraordinary Aid				24,120	24,120
Equalization Aid	1,207,456		1,207,456	1,207,456	-
Security Aid	37,248		37,248	37,248	-
Other Unrestricted State Aid				2,730	2,730
On-Behalf TPAF Pension Aid				563,175	563,175
Reimbursed TPAF Social Security Aid				130,669	130,669
On-Behalf TPAF Post-Retirement Medical Aid				153,275	153,275
On-Behalf TPAF Long-Term Disability Insurance Aid				404	404
Total State Sources	1,668,813	-	1,668,813	2,543,186	874,373
Total Revenues	3,442,755	-	3,442,755	4,301,259	858,504
EXPENDITURES:					
Current Expenses:					
Instruction:					
Regular Programs - Instruction:					
Salaries of Teachers:					
Kindergarten	103,037	(485)	102,552	102,552	-
Grades 1-5	469,251	60,114	529,365	529,365	-
Grades 6-8	321,687	8,858	330,545	330,545	-
Total Regular Programs - Instruction	893,975	68,487	962,462	962,462	-
Regular Programs - Undistributed Instruction:					
General Supplies	30,000	5,641	35,641	35,641	-
Textbooks	8,000	(7,000)	1,000	587	413
Miscellaneous Expenditures	27,798	38,381	66,179	66,179	-
Total Regular Programs - Undistributed Instruction	65,798	37,022	102,820	102,407	413
Total Regular Programs	959,773	105,509	1,065,282	1,064,869	413
Special Education:					
Resource Room/Resource Center:					
Salaries of Teachers	225,684	139,716	365,400	365,400	-
Other Salaries for Instruction	28,345	16,852	45,197	45,197	-
General Supplies	750	(750)	-	-	-
Total Resource Room/Resource Center	254,779	155,818	410,597	410,597	-
Basic Skills/Remedial:					
Salaries of Teachers		28,022	28,022	28,022	-
Total Basic Skills/Remedial	-	28,022	28,022	28,022	-
Total Special Education	254,779	183,840	438,619	438,619	-

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

WINFIELD TOWNSHIP SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
(Continued from Prior Page)					
Other Instructional Programs:					
School-Sponsored Co-Curricular and Extra-Curricular Activities:					
Salaries	\$ 9,868	\$ (2,231)	\$ 7,637	\$ 7,637	\$ -
Supplies and Materials	1,000	499	1,499	1,499	-
Total School-Sponsored Co-Curricular and Extra-Curricular Activities	10,868	(1,732)	9,136	9,136	-
School-Sponsored Athletics:					
Salaries	17,476	(26)	17,450	17,450	-
Purchased Services	1,840	(1,840)	-	-	-
Supplies and Materials	3,780	(1,919)	1,861	1,861	-
Total School-Sponsored Athletics	23,096	(3,785)	19,311	19,311	-
Total Other Instructional Programs	33,964	(5,517)	28,447	28,447	-
Total Instruction	1,248,516	283,832	1,532,348	1,531,935	413
Undistributed Expenditures:					
Instruction:					
Tuition to Other LEAs Within the State - Regular	396,119		396,119	396,119	-
Tuition to Other LEAs Within the State - Special Education	206,941	(106,777)	100,164	99,465	699
Tuition to County Vocational School Districts - Regular	48,960	(17,841)	31,119	31,119	-
Tuition to Private Schools for the Disabled Within the State	31,157	(31,157)	-	-	-
Total Instruction	683,177	(155,775)	527,402	526,703	699
Attendance and Social Work Services:					
Salaries	44,278	1,328	45,606	45,606	-
Total Attendance and Social Work Services	44,278	1,328	45,606	45,606	-
Health Services:					
Salaries	76,389	8,113	84,502	84,502	-
Supplies and Materials	300	(50)	250	250	-
Other Objects	150		150	150	-
Total Health Services	76,839	8,063	84,902	84,902	-
Other Support Services Students - Related Services:					
Salaries	44,935	1,439	46,374	46,374	-
Purchased Prof/Ed Services	10,000	(97)	9,903	9,903	-
Supplies and Materials	250	(197)	53	53	-
Other Objects	100	(100)	-	-	-
Total Other Support Services Students - Related Services	55,285	1,045	56,330	56,330	-
Other Support Services Students - Regular Services:					
Salaries of Secretarial and Clerical Assistants	35,108	5,205	40,313	40,313	-
Total Other Support Services Students - Regular Services	35,108	5,205	40,313	40,313	-
Other Support Services Students - Special Services:					
Salaries of Other Professional Staff	146,385	(55,182)	91,203	91,203	-
Salaries of Secretarial and Clerical Assistants	33,548	(2,753)	30,795	30,795	-
Purchased Prof/Ed Services	10,000	4,407	14,407	14,407	-
Supplies and Materials	1,000		1,000	454	546
Total Other Support Services Students - Special Services	190,933	(53,528)	137,405	136,859	546
Improvement of Instruction Services:					
Salaries of Supervisors of Instruction	93,226	(4,440)	88,786	88,786	-
Other Purchased Services	21,267	1,209	22,476	22,476	-
Total Improvement of Instruction Services	114,493	(3,231)	111,262	111,262	-

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

WINFIELD TOWNSHIP SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
(Continued from Prior Page)					
Educational Media/Library:					
Salaries	\$ 45,838	\$ 1,768	\$ 47,606	\$ 47,606	\$ -
Supplies and Materials	802	(527)	275	275	-
Total Educational Media/Library	46,640	1,241	47,881	47,881	-
Instructional Staff Training Services:					
Other Purchased Services	2,000	2,304	4,304	4,304	-
Total Instructional Staff Training Services	2,000	2,304	4,304	4,304	-
Support Services General Administration:					
Salaries	39,033	23,214	62,247	62,247	-
Legal Fees	4,669	(3,582)	1,087		1,087
Audit Fees	20,000	2,582	22,582	22,582	-
Communications/Telephone	5,000	5,160	10,160	8,826	1,334
Other Purchased Services	10,039	366	10,405	10,377	28
General Supplies	3,160	(1,700)	1,460	1,452	8
Miscellaneous Expenditures	4,896	348	5,244	5,134	110
BOE Membership Dues and Fees	2,497		2,497	2,334	163
Total Support Services General Administration	89,294	26,388	115,682	112,952	2,730
Support Services School Administration:					
Salaries of Principals/Assistant Principals/Program Directors	55,936		55,936	55,936	-
Total Support Services School Administration	55,936	-	55,936	55,936	-
Central Services:					
Salaries	125,000	(2,301)	122,699	122,690	9
Purchased Professional Services	3,255	(1,000)	2,255	2,255	-
Miscellaneous Expenditures	1,240	(1,040)	200	177	23
Total Central Services	129,495	(4,341)	125,154	125,122	32
Required Maintenance for School Facilities:					
Salaries	33,477	15,327	48,804	48,804	-
Cleaning, Repair and Maintenance Services	45,388	(7,512)	37,876	32,545	5,331
General Supplies	5,000	(680)	4,320	3,320	1,000
Total Required Maintenance for School Facilities	83,865	7,135	91,000	84,669	6,331
Other Operation and Maintenance of Plant Services:					
Salaries	114,853	12,276	127,129	127,129	-
Other Purchased Property Services	83,120	(21,630)	61,490	61,490	-
Insurance	30,212	(4,751)	25,461	25,461	-
Miscellaneous Purchased Services	8,561	247	8,808	4,700	4,108
Energy (Heat and Electricity)	51,000	(13,963)	37,037	36,036	1,001
Other Objects	8,118	(249)	7,869	7,728	141
Total Other Operation and Maintenance of Plant Services	295,864	(28,070)	267,794	262,544	5,250
Security:					
Other Objects	28,359	(28,359)	-	-	-
Total Security	28,359	(28,359)	-	-	-
Student Transportation Services:					
Salaries for Pupil Transportation (B/T Home & School) - Regular	7,000	1,488	8,488	8,488	-
Salaries for Pupil Transportation (B/T Home & School) - Special Ed	3,000	(3,000)	-	-	-
Contracted Services - Aid In Lieu of Payment for Non-public School Students	5,000	1,990	6,990	6,990	-
Contracted Services - Transportation (B/T Home & School) - Vendors	53,133	(26,756)	26,377	26,377	-
Contracted Services - Transport (Other Than B/T Home & School) - Vendors		1,850	1,850	1,850	-
Contracted Services (Special Ed Students) - Vendors	158,322	(152,322)	6,000	6,000	-
Total Student Transportation Services	226,455	(176,750)	49,705	49,705	-

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

WINFIELD TOWNSHIP SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
(Continued from Prior Page)					
Unallocated Benefits - Employee Benefits:					
Social Security Contribution	\$ 51,000	\$ 19,204	\$ 70,204	\$ 70,204	\$ -
Other Retirement Contributions - Regular	42,840	18,794	61,634		61,634
Unemployment Compensation	10,000	(1,042)	8,958	8,957	1
Workmen's Compensation	18,360	(458)	17,902	17,902	-
Health Benefits	235,250	54,057	289,307	204,556	84,751
Other	15,000	29,098	44,098	44,098	-
Total Unallocated Benefits - Employee Benefits	372,450	119,653	492,103	345,717	146,386
On-Behalf TPAF Pension Contributions (Non-Budgeted)				563,175	(563,175)
Reimbursed TPAF Social Security Contributions (Non-Budgeted)				130,669	(130,669)
On-Behalf TPAF Post-Retirement Medical Contributions (Non-Budgeted)				153,275	(153,275)
On-Behalf TPAF Long-Term Disability Insurance Contributions (Non-Budgeted)				404	(404)
Total Contributions	-	-	-	847,523	(847,523)
Total Undistributed Expenditures	2,530,471	(277,692)	2,252,779	2,938,328	(685,549)
Total Expenditures	3,778,987	6,140	3,785,127	4,470,263	(685,136)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(336,232)	(6,140)	(342,372)	(169,004)	173,368
OTHER FINANCING SOURCES (USES):					
Food Services:					
Transfers to Cover Deficit	(6,140)	6,140	-		-
Total Other Financing Sources (Uses)	(6,140)	6,140	-	-	-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(342,372)	-	(342,372)	(169,004)	173,368
FUND BALANCES, JULY 1	677,604	-	677,604	677,604	-
FUND BALANCES, JUNE 30	\$ 335,232	\$ -	\$ 335,232	\$ 508,600	\$ 173,368
RECAPITULATION:					
Restricted For:					
Encumbrances				\$ 3,720	
Excess Surplus				173,347	
Capital Reserve Account				54,683	
Unassigned:					
Unassigned Fund Balance				276,850	
				508,600	
Reconciliation to Governmental Funds Statement (GAAP):					
Last State Aid Payment Not Recognized on GAAP Basis				(166,881)	
Fund Balance Per Governmental Funds (GAAP)				\$ 341,719	

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

WINFIELD TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUE SOURCES:					
Local	\$ -	\$ -	\$ -	\$ 15,713	\$ 15,713 *
State	330,132		330,132	330,132	-
Federal	269,907		269,907	233,363	(36,544)
Total Revenues	600,039	-	600,039	579,208	(20,831)
EXPENDITURES:					
Instruction:					
Salaries	10,000		10,000	10,000	-
Salaries of Teachers	199,334	6,642	205,976	205,976	-
Other Salaries for Instruction	58,106	1,659	59,765	59,765	-
Purchased Prof/Tech Services	19,563		19,563	19,563	-
Other Purchased Services	35,000		35,000	35,000	-
General Supplies	38,464		38,464	38,464	-
Total Instruction	360,467	8,301	368,768	368,768	-
Support Services:					
Salaries	63,592		63,592	63,592	-
Personal Services - Employee Benefits	72,692	(8,301)	64,391	64,391	-
Purchased Prof/Ed Services	10,165	152	10,317	10,317	-
Other Purchased Prof/Tech Services	1,293		1,293	1,293	-
Purchased Property Services	69,495		69,495	32,951	36,544
Other Purchased Services	200	(152)	48	48	-
Supplies and Materials	22,135		22,135	22,135	-
Scholarships Awarded				450	(450) *
Student Activities				13,922	(13,922) *
Total Support Services	239,572	(8,301)	231,271	209,099	22,172
Total Expenditures	600,039	-	600,039	577,867	22,172
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	1,341	1,341
Fund Balances, Beginning of Year	843	-	843	843	-
Fund Balances, End of Year	\$ 843	\$ -	\$ 843	\$ 2,184	\$ 1,341
Reconciliation to Governmental Fund Statements (GAAP):					
Less: State Aid Payments Not Recognized on GAAP Basis				\$ (33,013)	
Fund Balance per Governmental Funds (GAAP)				\$ (30,829)	
Recapitulation:					
Restricted:					
Scholarships				\$ 1,588	
Student Activities				596	
Total Fund Balance				\$ 2,184	

* Note - Scholarship and Student Activities Funds are not required to be budgeted.

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION – PART II

WINFIELD TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FISCAL YEAR ENDED JUNE 30, 2024

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources		
Actual amounts (budgetary) "revenues" from the budgetary comparison schedules	[C-1] \$ 4,301,259	[C-2] \$ 579,208
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized		-
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	133,766	39,690
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	<u>(166,881)</u>	<u>(33,013)</u>
Total revenues as reports on the statement of revenues, expenditures and changes in fund balance - governmental funds.	[B-2] \$ <u>4,268,144</u>	[B-2] \$ <u>585,885</u>
Uses/Outflows of resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1] \$ 4,470,263	[C-2] \$ 577,867
Differences - Budget to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial accounting purposes.		-
Transfers to and from other fund are presented as outflows of budgetary resources but are not expenditures for financial accounting purposes.		
Net Transfers (Outflows) to/from general fund.	<u> </u>	<u> </u>
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	[B-2] \$ <u>4,470,263</u>	[B-2] \$ <u>577,867</u>

REQUIRED SUPPLEMENTARY INFORMATION – PART III

**SECTION L – DISTRICT’S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
FOR TPAF AND PERS AND DISTRICT’S PERS AND TPAF CONTRIBUTIONS**

The schedules are presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

WINFIELD TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF THE SCHOOL DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST TEN FISCAL YEARS
UNAUDITED

	Fiscal Year Ending June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
School District's proportion of the net pension liability	0.0046115034%	0.0038239622%	0.0032467316%	0.0028727101%	0.0026552746%	0.0031055310%	0.0028444852%	0.0028444852%	0.0036926632%	0.0031966838%
School District's proportionate share of the net pension liability	\$ 667,947	\$ 577,089	\$ 384,824	\$ 468,464	\$ 478,440	\$ 611,464	\$ 842,455	\$ 842,455	\$ 828,929	\$ 598,507
School District's covered payroll (plan measurement period)	\$ 327,804	\$ 327,476	\$ 314,783	\$ 225,851	\$ 232,950	\$ 188,920	\$ 211,284	\$ 211,284	\$ 190,951	\$ 183,071
School District's proportionate share of the net pension liability as a percentage of its covered employee payroll	203.76%	176.22%	122.25%	207.42%	205.38%	323.66%	398.73%	398.73%	434.11%	326.93%
Plan fiduciary net position as a percentage of the total pension liability	65.23%	62.91%	70.33%	58.32%	56.27%	53.60%	40.14%	40.14%	47.93%	52.08%

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

WINFIELD TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF THE SCHOOL DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST TEN FISCAL YEARS
UNAUDITED

	Fiscal Year Ending June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 61,634	\$ 48,222	\$ 38,023	\$ 31,426	\$ 25,828	\$ 30,890	\$ 25,956	\$ 25,270	\$ 31,747	\$ 26,353
Contributions in relation to the contractually required contribution	(61,634)	(48,222)	(38,171)	(31,426)	(26,065)	(31,276)	(26,929)	(25,518)	(31,747)	(26,353)
Contribution deficiency/(excess)	\$ -	\$ -	\$ (148)	\$ -	\$ (237)	\$ (386)	\$ (973)	\$ (248)	\$ -	\$ -
School District's covered employee payroll	\$ 327,804	\$ 327,476	\$ 314,783	\$ 225,851	\$ 232,950	\$ 188,920	\$ 192,915	\$ 211,284	\$ 190,951	\$ 183,071
Contributions as a percentage of covered employee payroll	18.80%	14.73%	12.08%	13.91%	11.09%	16.35%	13.45%	11.96%	16.63%	14.39%

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

WINFIELD TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF THE SCHOOL DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS PENSION AND ANNUITY FUND
LAST TEN FISCAL YEARS
UNAUDITED

	Fiscal Year Ending June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
State's proportion of the net pension liability attributable of the School District	0.013432090%	0.0130583119%	0.0123020264%	0.0104735682%	0.0114570242%	0.0112330551%	0.0102099722%	0.0123089465%	0.0126868954%	0.0133784174%
State's proportionate share of the net pension liability attributable to the School District	\$ 6,854,815	\$ 6,737,360	\$ 5,914,222	\$ 6,896,719	\$ 7,031,284	\$ 7,146,228	\$ 6,883,931	\$ 9,683,001	\$ 8,018,660	\$ 7,150,329
School District's covered payroll (plan measurement period)	\$ 1,813,871	\$ 1,748,303	\$ 1,615,062	\$ 1,489,638	\$ 1,433,595	\$ 1,238,496	\$ 1,094,918	\$ 1,137,485	\$ 1,022,311	\$ 1,058,140
School District's proportionate share of the net pension liability as a percentage of its covered employee payroll	377.91%	385.37%	366.19%	462.98%	490.47%	577.01%	628.72%	851.26%	784.37%	675.75%
Plan fiduciary net position as a percentage of the total pension liability	34.68%	32.29%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%

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

**SECTION M – DISTRICT’S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY FOR
TPAF AND PERS**

The schedules are presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

WINFIELD TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF CHANGES IN THE SCHOOL DISTRICT'S PROPORTIONATE SHARE OF TOTAL OPEB LIABILITY AND RELATED RATIOS
TEACHERS PENSION AND ANNUITY FUND AND PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST EIGHT FISCAL YEARS
UNAUDITED

	Fiscal Year Ending June 30,							
	2024	2023	2022	2021	2020	2019	2018	2017
OPEB Liability at Beginning of Measurement Period	\$ 6,547,898	\$ 7,438,952	\$ 8,609,517	\$ 5,062,487	\$ 5,555,693	\$ 6,799,652	\$ 7,387,286	\$ -
Changes Recognized for the Fiscal Year:								
Service Cost	266,646	347,908	402,244	206,553	176,404	195,221	235,902	Not Available
Interest on Total OPEB Liability	238,874	173,527	192,974	181,895	218,942	247,872	215,114	Not Available
Effect on Changes of Benefit Terms	-	-	(7,918)	-	-	-	-	Not Available
Differences Between Expected and Actual Experience	(104,429)	510,412	(1,618,127)	1,731,261	(813,238)	(906,085)	-	Not Available
Effect on Changes of Assumptions	13,671	(1,756,532)	7,339	1,572,663	75,482	(637,544)	-	Not Available
Contributions from the Employees	6,121	5,514	4,933	4,543	4,607	5,134	(886,955)	Not Available
Gross Benefit Paid by the State	(186,206)	(171,883)	(152,010)	(149,885)	(155,403)	(148,557)	(157,494)	Not Available
Net Changes	234,677	(891,054)	(1,170,565)	3,547,030	(493,206)	(1,243,959)	(587,634)	-
OPEB Liability at the End of Measurement Period	\$ 6,782,575	\$ 6,547,898	\$ 7,438,952	\$ 8,609,517	\$ 5,062,487	\$ 5,555,693	\$ 6,799,652	\$ 7,387,286
School District's Proportional Share of the Total OPEB Liability	0.0129533211%	0.0129286383%	0.0123966726%	0.0126965370%	0.0121317960%	0.0120485635%	0.0126764952%	0.0127737474%
School District's Covered Employees Payroll	\$ 2,141,675	\$ 2,075,779	\$ 1,929,845	\$ 1,715,489	\$ 1,666,545	\$ 1,427,416	\$ 1,287,833	\$ 1,348,769
Total School District's OPEB Liability as a Percentage of Covered Employee Payroll	316.69%	315.44%	385.47%	501.87%	303.77%	389.21%	527.99%	547.71%
School District's Contributions	None	None	None	None	None	None	None	None

Note: No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB 75.

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

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION – PART III

WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
PUBLIC EMPLOYEES RETIREMENT SYSTEM
FOR FISCAL YEAR ENDED JUNE 30, 2024

NET PENSION LIABILITY (SCHEDULES L-1 AND L-2)

A. Benefit Changes

There were none.

B. Changes in Assumptions

The discount rate remained at 7.00% as of June 30, 2022 and June 30, 2023. Please see Note 7 for details of assumptions used in calculating the net pension liability and statutorily required employer contribution.

NET OPEB LIABILITY (SCHEDULE M-1)

A. Benefit Changes

There were none.

B. Changes in Assumptions

The discount rate changed from 3.54% as of June 30, 2022 to 3.65% as of June 30, 2023. Please see Note 8 for details of assumptions used in calculating the OPEB liability.

WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
TEACHERS PENSION AND ANNUITY FUND
FOR FISCAL YEAR ENDED JUNE 30, 2024

NET PENSION LIABILITY (SCHEDULES L-3)

A. Benefit Changes

There were none.

B. Changes in Assumptions

The discount rate remained at 7.00% as of June 30, 2022 and June 30, 2023. Please see Note 7 for details of assumptions used in calculating the net pension liability and statutorily required employer contribution.

NET OPEB LIABILITY (SCHEDULE M-1)

A. Benefit Changes

There were none.

B. Changes in Assumptions

The discount rate changed from 3.54% as of June 30, 2022 to 3.65% as of June 30, 2023. Please see Note 8 for details of assumptions used in calculating the OPEB liability.

OTHER SUPPLEMENTARY INFORMATION

**SECTION E – SPECIAL REVENUE FUND
DETAIL STATEMENTS**

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

WINFIELD TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Preschool Education Aid	ESSA Title I	I.D.E.A. Part B	I.D.E.A. Preschool	ESSA Title II	ESSA Title IV
REVENUE SOURCES:						
Local	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State	330,132					
Federal		24,411	42,322	1,293	3,043	10,000
Total Revenues	330,132	24,411	42,322	1,293	3,043	10,000
EXPENDITURES:						
Instruction:						
Salaries						
Salaries of Teachers	205,976					
Other Salaries for Instruction	59,765					
Purchased Prof/Tech Services		4,411	35,000			5,000
Other Purchased Services						5,000
General Supplies						
Total Instruction	265,741	4,411	35,000	-	-	10,000
Support Services:						
Salaries	64,391	20,000				
Personal Services - Employee Benefits						
Purchased Prof/Ed Services			7,322		2,995	
Other Purchased Prof/Tech Services				1,293		
Purchased Property Services					48	
Other Purchased Services						
Supplies and Materials						
Scholarships Awarded						
Student Activities						
Total Support Services	64,391	20,000	7,322	1,293	3,043	-
Total Expenditures	330,132	24,411	42,322	1,293	3,043	10,000
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

WINFIELD TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	ARP ESSER III	ARP		ARP		ARP		Student Activity Fund	Scholarship Fund	Grand Total
		Accerated Learning & Educator Support	Summer Learning & Enrichment Activities	NJTSS Mental Health Support						
REVENUE SOURCES:										
Local	\$ -	\$ -	\$ -	\$ -				\$ 15,713	\$ -	\$ 15,713
State										330,132
Federal	83,550	10,152	15,000	43,592						233,363
Total Revenues	83,550	10,152	15,000	43,592				15,713	-	579,208
EXPENDITURES:										
Instruction:										
Salaries										10,000
Salaries of Teachers			10,000							205,976
Other Salaries for Instruction										59,765
Purchased Prof/Tech Services		10,152								19,563
Other Purchased Services										35,000
General Supplies	28,464		5,000							38,464
Total Instruction	28,464	10,152	15,000	-				-	-	368,768
Support Services:										
Salaries				43,592						63,592
Personal Services - Employee Benefits										64,391
Purchased Prof/Ed Services										10,317
Other Purchased Prof/Tech Services										1,293
Purchased Property Services	32,951									32,951
Other Purchased Services										48
Supplies and Materials	22,135								450	22,135
Scholarships Awarded								13,922		450
Student Activities										13,922
Total Support Services	55,086	-	-	43,592				13,922	450	209,099
Total Expenditures	83,550	10,152	15,000	43,592				13,922	450	577,867
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	-				1,791	(450)	1,341
Fund Balance, July 1	-	-	-	-				(1,195)	2,038	843
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -				\$ 596	\$ 1,588	\$ 2,184

WINFIELD TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
PRESCHOOL EDUCATION PROGRAM AID
SCHEDULE OF EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final Budget to Actual
EXPENDITURES:					
Instruction:					
Salaries of Teachers	\$ 199,334	\$ 6,642	\$ 205,976	\$ 205,976	\$ -
Other Salaries for Instruction	58,106	1,659	59,765	59,765	-
Total Instruction	257,440	8,301	265,741	265,741	-
Support Services:					
Personal Services - Employee Benefits	72,692	(8,301)	64,391	64,391	-
Total Support Services	72,692	(8,301)	64,391	64,391	-
Total Expenditures	<u>\$ 330,132</u>	<u>\$ -</u>	<u>\$ 330,132</u>	<u>\$ 330,132</u>	<u>\$ -</u>

CALCULATION OF BUDGET AND CARRYOVER

Total 2023-2024 Preschool Education Aid Allocation	\$ 330,132
Add: Actual ECPA Carryover (June 30, 2023)	39,829
Add: Budgeted Transfer from the General Fund 2023-2024	-
Total Preschool Education Aid Funds Available for 2023-2024 Budget	369,961
Less: 2023-2024 Budgeted Preschool Education Aid (Including Prior Year Budgeted Carryover)	(330,132)
Available and Unbudgeted Preschool Education Aid Funds as of June 30, 2024	39,829
Add: June 30, 2024 Unexpended Preschool Education Aid	-
2023-2024 Actual Carryover - Preschool Education Aid	<u>\$ 39,829</u>
2023-2024 Preschool Education Aid Carryover Budgeted for Preschool Programs 2024-2025	<u>\$ 40,316</u>

**SECTION G – PROPRIETARY FUND
DETAIL STATEMENTS**

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

Food Services Fund – The fund provides for the operation of food services in all schools within the school district.

THIS SECTION HAS ALREADY BEEN INCLUDED IN STATEMENTS B-4, B-5, AND B-6.

STATISTICAL SECTION (UNAUDITED)

GASB requires that ten years of statistical data be presented. The following information is presented utilizing information available. Each year thereafter, an additional year's data will be included until ten years of data is presented.

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. The district implemented GASB Statement 34 in the fiscal year ending June 30, 2004; schedules presenting district-wide information include information beginning that year.*

FINANCIAL TRENDS

WINFIELD TOWNSHIP SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(*accrual basis of accounting*)

	Fiscal Year Ending June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Governmental Activities										
Net Investment in Capital Assets										
Restricted	\$ 141,664	\$ 149,175	\$ 178,262	\$ 214,860	\$ (214,860)	\$ 31,600	\$ 31,600	\$ 31,600	\$ 31,600	\$ 31,600
Unrestricted	233,934	428,447	334,695	541,275	436,107	234,312	207,866	49,861	976	1,176
Total Governmental Activities Net Assets/Position	<u>\$ (622,923)</u>	<u>\$ (407,754)</u>	<u>\$ (144,916)</u>	<u>\$ (623,675)</u>	<u>\$ (255,748)</u>	<u>\$ (662,055)</u>	<u>\$ (634,019)</u>	<u>\$ (598,625)</u>	<u>\$ (680,945)</u>	<u>\$ (661,887)</u>
	\$ (247,325)	\$ 169,868	\$ 368,041	\$ 132,460	\$ (34,501)	\$ (396,143)	\$ (394,553)	\$ (517,164)	\$ (648,369)	\$ (629,111)
Business-Type Activities										
Net Investment in Capital Assets										
Restricted	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	64,268	64,268	64,268	64,268	64,268	64,268	64,268	64,268	64,268	64,268
Total Business-Type Activities Net Assets/Position	<u>\$ (38,991)</u>	<u>\$ (26,392)</u>	<u>\$ (38,688)</u>	<u>\$ (43,847)</u>	<u>\$ (65,368)</u>	<u>\$ (61,054)</u>	<u>\$ (61,903)</u>	<u>\$ (56,598)</u>	<u>\$ (62,916)</u>	<u>\$ (62,202)</u>
	\$ 25,277	\$ 37,876	\$ 25,580	\$ 20,421	\$ (1,100)	\$ 3,214	\$ 2,365	\$ 7,670	\$ 1,352	\$ 2,066
District-wide										
Net Investment in Capital Assets										
Restricted	\$ 141,664	\$ 149,175	\$ 178,262	\$ 214,860	\$ (214,860)	\$ 31,600	\$ 31,600	\$ 31,600	\$ 31,600	\$ 31,600
Unrestricted	298,202	492,715	398,963	605,543	500,375	298,580	272,134	114,129	65,244	65,444
Total District-wide Net Assets/Position	<u>\$ (661,914)</u>	<u>\$ (434,146)</u>	<u>\$ (183,604)</u>	<u>\$ (667,522)</u>	<u>\$ (321,116)</u>	<u>\$ (723,109)</u>	<u>\$ (695,922)</u>	<u>\$ (655,223)</u>	<u>\$ (743,861)</u>	<u>\$ (724,089)</u>
	\$ (222,048)	\$ 207,744	\$ 393,621	\$ 152,881	\$ (35,601)	\$ (392,929)	\$ (392,188)	\$ (509,494)	\$ (647,017)	\$ (627,045)

WINFIELD TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Expenses										
Governmental Activities:										
Instruction:										
Regular	\$ 1,931,934	\$ 1,770,360	\$ 2,006,401	\$ 1,620,747	\$ 1,479,556	\$ 1,396,025	\$ 1,395,233	\$ 1,300,416	\$ 1,234,948	\$ 1,195,967
Special Education	621,175	582,273	414,829	375,324	334,915	339,171	265,616	311,984	450,736	438,390
Other Special Education	42,393	90,993	-	24,864	33,035	32,492	28,273	24,286	3,788	28
Other Instruction	41,313	43,715	43,005	25,167	28,069	31,379	33,884	38,084	29,605	21,662
Support Services:										
Tuition	526,703	522,634	567,955	464,450	484,255	713,040	683,741	703,347	638,145	720,337
Student and Instruction Related Services	980,259	1,143,607	1,154,721	977,656	870,134	646,120	524,778	423,582	429,246	423,308
General and Business Administration Services	721,875	519,911	582,944	625,726	343,734	241,780	598,463	218,258	212,312	165,989
School Administrative Services	84,623	73,818	73,027	67,169	59,795	61,346	62,225	57,441	56,187	49,712
Plant Operations and Maintenance	451,051	496,449	467,386	515,166	426,299	316,774	265,831	271,217	368,625	380,928
Pupil Transportation	54,058	196,186	170,440	107,158	141,392	198,325	137,836	141,411	161,420	183,163
Capital Outlay	-	2,429	5,536	15,676	(142,818)	-	-	-	10,000	10,000
Total Governmental Activities Expenses	\$ 5,455,384	\$ 5,442,375	\$ 5,486,244	\$ 4,819,103	\$ 4,058,366	\$ 3,976,452	\$ 3,995,880	\$ 3,490,026	\$ 3,595,012	\$ 3,589,484
Business-Type Activities:										
Food Service	90,646	76,935	83,678	82,192	59,399	66,681	69,762	64,289	61,280	59,901
Total Business-Type Activities Expenses	90,646	76,935	83,678	82,192	59,399	66,681	69,762	64,289	61,280	59,901
Total District Expenses	\$ 5,546,030	\$ 5,519,310	\$ 5,569,922	\$ 4,901,295	\$ 4,117,765	\$ 4,043,133	\$ 4,065,642	\$ 3,554,315	\$ 3,656,292	\$ 3,649,385
Program Revenues										
Governmental Activities:										
Charges for Services	\$ 15,713	\$ 23,301	\$ 10,080	\$ 7,415	\$ -	\$ 5,926	\$ 5,931	\$ 15,000	\$ 4,690	\$ 7,740
Operating Grants and Contributions	219,258	228,623	228,492	224,308	219,119	217,476	159,112	158,967	157,634	157,634
Capital Grants and Contributions	-	-	-	-	-	-	-	-	-	-
Total Governmental Activities Expenses	\$ 234,971	\$ 251,924	\$ 238,572	\$ 231,723	\$ 219,119	\$ 223,402	\$ 165,043	\$ 173,967	\$ 162,324	\$ 165,374
Business-Type Activities:										
Charges for Services	39,369	35,761	9,840	270	14,424	29,452	27,285	26,144	30,315	30,988
Operating Grants and Contributions	38,678	53,470	78,997	97,373	30,089	26,178	26,095	25,413	16,551	18,176
Capital Grants and Contributions	-	-	-	-	-	-	-	-	-	-
Total Business-Type Activities Expenses	78,047	89,231	88,837	97,643	44,513	55,630	53,380	51,557	46,866	49,164
Total District Program Revenues	\$ 313,018	\$ 341,155	\$ 327,409	\$ 329,366	\$ 263,632	\$ 279,032	\$ 218,423	\$ 225,524	\$ 209,190	\$ 214,538
Net (Expense)/Revenue										
Governmental Activities	\$ (5,220,413)	\$ (5,190,451)	\$ (5,247,672)	\$ (4,587,380)	\$ (3,839,247)	\$ (3,753,050)	\$ (3,830,837)	\$ (3,316,059)	\$ (3,432,688)	\$ (3,424,110)
Business-Type Activities	(12,599)	12,296	5,159	15,451	(14,886)	(11,051)	(16,382)	(12,732)	(14,414)	(10,737)
Total District-wide Net Expense	\$ (5,233,012)	\$ (5,178,155)	\$ (5,242,513)	\$ (4,571,929)	\$ (3,854,133)	\$ (3,764,101)	\$ (3,847,219)	\$ (3,328,791)	\$ (3,447,102)	\$ (3,434,847)

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WINFIELD TOWNSHIP SCHOOL DISTRICT
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
General Fund										
Restricted	\$ 231,750	\$ 427,604	\$ 333,127	\$ 528,448	\$ 436,107	\$ 234,312	\$ 207,866	\$ 49,861	\$ 976	\$ 1,176
Unassigned	109,969	116,234	406,828	37,165	16,387	74,970	85,016	87,540	(10,568)	(12,140)
Total General Fund	\$ 341,719	\$ 543,838	\$ 739,955	\$ 565,613	\$ 452,494	\$ 309,282	\$ 292,882	\$ 137,401	\$ (9,592)	\$ (10,964)
All Other Governmental Funds										
Restricted	\$ 2,184	\$ 843	\$ 1,568	\$ 5,825	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unassigned	(33,013)	(39,690)	-	-	-	-	-	-	-	-
Total All Other Governmental Funds	\$ (30,829)	\$ (38,847)	\$ 1,568	\$ 5,825	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

WINFIELD TOWNSHIP SCHOOL DISTRICT
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

Fiscal Year Ending June 30,	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Revenues:										
Local Sources:										
Local Tax Levy	\$ 1,753,942	\$ 1,719,551	\$ 1,719,551	\$ 1,685,834	\$ 1,652,778	\$ 1,652,778	\$ 1,620,371	\$ 1,588,599	\$ 1,557,450	\$ 1,526,912
Tuition	-	-	-	-	-	5,926	5,931	15,000	4,690	7,740
Miscellaneous	19,844	147,394	25,045	7,872	3,830	12,399	1,591	-	3,828	15,386
State Sources	2,846,880	2,961,373	3,133,232	2,764,928	2,529,373	2,224,949	2,059,764	1,971,663	1,961,507	1,898,667
Federal Sources	233,363	176,390	317,070	126,012	86,531	90,710	89,948	65,019	61,979	59,496
Total Revenues	4,854,029	5,004,708	5,194,898	4,584,646	4,272,512	3,986,762	3,777,605	3,640,281	3,589,454	3,508,201
Expenditures:										
Instruction:										
Regular	1,433,637	1,266,710	1,467,250	1,152,421	1,101,817	1,167,671	1,159,334	1,150,770	1,101,237	1,073,339
Special Education	410,597	371,017	258,641	233,315	226,461	279,214	220,667	273,281	391,399	389,005
Other Special Education	28,022	57,978	-	15,445	18,060	25,467	22,173	20,580	3,214	24
Other Instruction	28,447	31,707	28,217	16,939	27,235	26,154	28,144	33,634	25,825	19,178
Support Services:										
Tuition	526,703	522,634	567,955	464,450	484,255	713,040	683,741	703,347	638,145	720,337
Student and Instructional Related Services	736,556	885,285	865,302	718,727	662,015	541,800	439,702	371,566	379,386	385,625
General and Business Administration Services	238,074	233,586	182,969	196,695	147,236	186,364	179,200	180,376	169,677	168,169
School Administrative Services	55,936	47,035	45,485	42,642	40,804	48,454	49,179	48,936	47,992	43,529
Plant Operations and Maintenance	347,213	397,307	352,617	441,047	371,190	289,304	239,995	255,158	349,795	363,519
Pupil Transportation	49,705	179,034	154,413	100,825	136,489	198,325	137,836	141,411	158,320	179,744
Employee Benefits	1,193,240	1,274,868	1,205,485	1,068,452	852,909	482,669	451,076	295,179	299,392	256,985
Capital Outlay	-	2,429	5,536	15,676	40,442	-	-	-	10,000	10,000
Total Expenditures	5,048,130	5,269,590	5,133,870	4,466,634	4,108,913	3,958,462	3,611,047	3,474,238	3,574,382	3,609,454
Excess (Deficiency) of Revenues Over (Under) Expenditures	(194,101)	(264,882)	61,028	118,012	163,599	28,300	166,558	166,043	15,072	(101,253)
Other Financing Sources (Uses):										
Transfer to Food Service	-	-	(1,295)	(6,070)	(20,387)	(11,900)	(11,077)	(19,050)	(13,700)	(10,600)
Transfers In	-	28,350	(110,352)	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	28,350	(111,647)	(6,070)	(20,387)	(11,900)	(11,077)	(19,050)	(13,700)	(10,600)
Net Change in Fund Balance	\$ (194,101)	\$ (236,532)	\$ (50,619)	\$ 111,942	\$ 143,212	\$ 16,400	\$ 155,481	\$ 146,983	\$ 1,372	\$ (111,853)

Source: District records

Note: Noncapital expenditures are total expenditures less capital outlay.

Central Service and Administrative Information Technology account classifications were added beginning with year end June 30, 2005.

Prior to June 30, 2005, Central Service and Administrative Information Technology were combined in Other Support Services as Business and Other Support Services.

WINFIELD TOWNSHIP SCHOOL DISTRICT
 GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
 LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

Fiscal Year Ending June 30,	Donations	Prior Year Refunds	Miscellaneous Revenue	Annual Total
2024	\$ -	\$ 550	\$ 3,581	\$ 4,131
2023	-	459	123,634	124,093
2022	-	19,553	(4,588)	14,965
2021	-	457	-	457
2020	-	2,080	1,750	3,830
2019	-	-	12,399	12,399
2018	-	-	1,591	1,591
2017	-	-	-	-
2016	700	-	3,128	3,828
2015	9,814	-	5,572	15,386

Source: District records

REVENUE CAPACITY

WINFIELD TOWNSHIP SCHOOL DISTRICT
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS
 UNAUDITED

Year Ended December 31,	Total Total Assessed Value	Less: Tax Exempt Property	Public Utilities ^a	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate ^b
2023	\$ 16,566,700	N/A	N/A	\$ 16,566,700	\$ -	10.587
2022	16,659,650	N/A	N/A	16,659,650	16,659,650	10.322
2021	16,633,990	N/A	N/A	16,633,990	16,633,990	10.577
2020	16,634,006	N/A	N/A	16,634,006	16,634,006	9.758
2019	16,566,700	N/A	66,703	16,633,403	16,016,353	9.937
2018	16,566,700	N/A	66,203	16,632,903	16,016,353	9.937
2017	1,382,200	N/A	5,550	1,387,750	16,539,073	116.760
2016	1,382,200	N/A	5,550	1,387,750	16,539,073	114.471
2015	1,382,200	N/A	N/A	1,382,200	16,539,043	110.125
2014	1,382,200	N/A	N/A	1,382,200	16,563,900	110.125

Source: Municipal Tax Assessor

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

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

a Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies

b Tax rates are per \$100

N/A At the time of ACFR completion, this data was not yet available

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

Year Ended December 31,	Winfield Township School District Direct Rate			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt Service ^b	(From J-6) Total Direct School Tax Rate	Winfield Township	Union County	
2023	10.587	N/A	10.587	11.035	0.410	22.032
2022	10.322	N/A	10.322	10.847	0.454	21.623
2021	10.577	N/A	10.577	10.338	0.488	21.403
2020	9.758	N/A	9.758	10.135	0.504	20.397
2019	9.937	N/A	9.937	9.462	0.520	19.919
2018	9.937	N/A	9.937	8.934	0.532	19.403
2017	116.760	N/A	116.760	105.982	6.450	229.192
2016	114.471	N/A	114.471	104.726	6.455	225.652
2015	110.125	N/A	110.125	101.699	6.119	217.943
2014	110.125	N/A	110.125	101.699	6.119	217.943

Source: Municipal Tax Collector

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

- a** The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net valuation taxable.
- b** Rates for debt service are based on each year's requirements.

N/A At the time of ACFR completion, this data was not yet available

WINFIELD TOWNSHIP SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO

Taxpayer	2024	2015
Mutual Housing Corporation	\$ 16,566,700	\$ 1,382,200
Total	\$ 16,566,700	\$ 1,382,200

Source: Municipal Tax Assessor

WINFIELD TOWNSHIP SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
UNAUDITED

Year Ended December 31,	Taxes Levied for the Fiscal Year	Collected Within the Fiscal year of the Levy ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2023	N/A	N/A	N/A	N/A
2022	3,578,066	3,578,066	100.00%	N/A
2021	3,560,193	3,560,193	100.00%	N/A
2020	3,392,938	3,392,938	100.00%	N/A
2019	3,313,048	3,313,048	100.00%	N/A
2018	3,227,214	3,227,214	100.00%	N/A
2017	3,180,674	3,180,674	100.00%	N/A
2016	3,131,541	3,131,541	100.00%	N/A
2015	3,021,844	3,021,844	100.00%	N/A
2014	3,021,844	3,021,844	100.00%	N/A

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

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

N/A At the time of ACFR completion, this data was not yet available

DEBT CAPACITY

WINFIELD TOWNSHIP SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Governmental Activities				Bond Anticipation Notes (BANS)		Business-Type Activities		Total District	Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds ^b	Certificates of Participation	Capital Leases	Capital Leases	Capital Leases	Capital Leases	Capital Leases	Capital Leases			
2024	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	-	\$ -	0.00%	-
2023	-	-	-	-	-	-	-	-	-	0.00%	-
2022	-	-	-	5,394	-	-	5,394	-	5,394	0.01%	4
2021	-	-	-	16,182	-	-	16,182	-	16,182	0.02%	11
2020	-	-	-	26,970	-	-	26,970	-	26,970	0.03%	18
2019	-	-	-	37,758	-	-	37,758	-	37,758	0.05%	25
2018	-	-	-	48,546	-	-	48,546	-	48,546	0.06%	32
2017	-	-	-	7,029	-	-	7,029	-	7,029	0.01%	5
2016	-	-	-	14,697	-	-	14,697	-	14,697	0.02%	10
2015	-	-	-	22,365	-	-	22,365	-	22,365	0.03%	15

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

- a** See J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.
- b** Includes Early Retirement Incentive Plan (ERIP) refunding.

WINFIELD TOWNSHIP SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value ^a of Property	Per Capita ^a
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2024	\$ -	\$ -	\$ -	0.00%	\$ -
2023	-	-	-	0.00%	-
2022	-	-	-	0.00%	4
2021	-	-	-	0.00%	11
2020	-	-	-	0.00%	18
2019	-	-	-	0.00%	25
2018	-	-	-	0.00%	32
2017	-	-	-	0.00%	5
2016	-	-	-	0.00%	10
2015	-	-	-	0.00%	15

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

a See J-6 for property tax data.

b Population data can be found in J-14.

WINFIELD TOWNSHIP SCHOOL DISTRICT
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2024

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid With Property Taxes			
Winfield Township	N/A	0.000%	N/A
Union County General Obligation Debt	N/A	0.000%	N/A
Other Debt			
Municipal Water Authority - Winfield Township District's Share	N/A	0.000%	N/A
Subtotal, Overlapping Debt			-
Winfield District Direct Debt			N/A
Total Direct and Overlapping Debt			<u>\$ -</u>

Source: Assessed value data used to estimate applicable percentages provided by the Union County Board of Taxation.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Winfield. 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, for each overlapping payment.

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

N/A At the time of ACFR completion, this data was not yet available

WINFIELD TOWNSHIP SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

Legal Debt Margin Calculation for Fiscal Year 2024

Equalized Valuation Basis	
2024	N/A
2023	N/A
2022	N/A
<hr/>	
\$	-
<hr/>	
Average Equalized Valuation of Taxable Property	\$ -
<hr/>	
Debt Limit (4% of Average Equalization Value)	- a
Total Net Debt Applicable To Limit	-
<hr/>	
Legal Debt Margin	\$ -
<hr/>	

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Debt Limit	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Net Debt Applicable to Limit	-	-	-	-	-	-	-	-	-	-
Legal Debt Margin	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Net Debt Applicable to the Limit As a Percentage of Debt Limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

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

a Limit set by NJSA 18A:24-19 for a K through 12 district; other % limits would be applicable for other district types.

N/A At the time of ACFR completion, this data was not yet available

DEMOGRAPHIC AND ECONOMIC INFORMATION

WINFIELD TOWNSHIP SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

Year	Population ^a	Personal Income ^b	Per Capita Personal Income ^c	Unemployment Rate ^d
2023	1,392	\$ 106,649,472	\$ 76,616	4.70%
2022	1,396	107,501,772	77,007	3.60%
2021	1,405	101,922,915	72,543	8.00%
2020	1,494	96,233,022	64,413	10.40%
2019	1,504	87,012,416	57,854	4.60%
2018	1,505	83,449,240	55,448	4.60%
2017	1,503	80,664,507	53,669	5.10%
2016	1,499	77,956,994	52,006	5.30%
2015	1,495	76,463,270	51,146	5.50%
2014	1,493	73,473,516	49,212	7.60%

Source:

^a Population information provided by the NJ Dept of Labor and Workforce Development

^b Personal income has been estimated based upon the municipal population and per capita personal income presented

^c Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of Economic Analysis.

^d Unemployment data provided by the NJ Dept of Labor and Workforce Development

N/A At the time of ACFR completion, this data was not yet available

WINFIELD TOWNSHIP SCHOOL DISTRICT
PRINCIPAL EMPLOYERS
CURRENT YEAR AND TEN YEARS AGO

Employer	2024			2015		
	Employees	Rank	Percentage of Total Municipal Employment	Employees	Rank	Percentage of Total Municipal Employment
Company	N/A		N/A	N/A		N/A
Individual	N/A		N/A	N/A		N/A
	-		0.00%	-		0.00%

N/A At the time of ACFR completion, this data was not yet available

OPERATING INFORMATION

WINFIELD TOWNSHIP SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Instruction:										
Regular	15	18	18	16	16	16	15	11	12	N/A
Special Education	4	4	4	3	4	3	3	3	4	N/A
Other Instruction	5	4	5	2	2	-	-	-	-	N/A
Support Services:										
Student and Instruction Related Services	3	3	4	2	2	1	-	-	-	N/A
General and Business Administration Services	1	2	2	1	1	1	1	1	1	N/A
School Administrative Services	3	3	3	4	4	4	4	4	4	N/A
Plant Operations and Maintenance	2	2	2	2	2	2	1	1	5	N/A
Total	33	36	38	30	31	27	24	20	26	-

Source: District Personnel Records

N/A At the time of ACFR completion, this data was not yet available

WINFIELD TOWNSHIP SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil	Percentage Change	Teaching Staff ^b	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	Percent Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	Senior High School				
2024	146.0	\$ 5,048,130	\$ 34,576	-8.04%	27	7:87	N/A	N/A	141.55	131.63	0.39%	92.99%
2023	141.0	5,267,161	37,356	2.64%	27	7:87	N/A	N/A	141.00	133.10	0.00%	94.40%
2022	141.0	5,128,334	36,371	13.21%	27	7:87	N/A	N/A	141.00	108.27	-0.70%	76.79%
2021	141.0	4,450,958	31,567	4.53%	25	7:87	N/A	N/A	142.00	135.00	5.19%	95.07%
2020	135.0	4,068,471	30,137	2.70%	27	7:87	N/A	N/A	135.00	135.00	0.00%	100.00%
2019	135.0	3,958,462	29,322	10.11%	24	7:87	N/A	N/A	135.00	135.00	-0.03%	100.00%
2018	137.0	3,611,047	26,358	6.52%	20	7:87	N/A	N/A	135.04	128.11	-3.65%	94.87%
2017	141.0	3,474,238	24,640	7.27%	26	7:33	N/A	N/A	140.16	132.98	-10.04%	94.88%
2016	156.0	3,564,382	22,849	-2.30%	21	7:33	N/A	N/A	155.81	141.04	1.31%	90.52%
2015	154.0	3,599,454	23,373	0.51%	21	7:33	N/A	N/A	153.79	145.52	-1.36%	94.62%

Sources: District records

Note: Enrollment based on annual October District count.

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

b Teaching staff includes only full-time equivalents of certified staff.

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

N/A At the time of ACFR completion, this data was not yet available

WINFIELD TOWNSHIP SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<u>District Building</u>										
<u>Elementary</u>										
Winfield School										
Square Feet	37,538	37,538	37,538	37,538	37,538	37,538	37,538	37,538	37,538	37,538
Capacity (students)	244	244	244	244	244	244	244	244	244	244
Enrollment	141	141	141	141	141	141	141	141	156	154
<u>Other</u>										
Name of Building (Year)										
Square Feet	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Number of Schools at June 30, 2024
Elementary = 1

Source: District Facilities Office

Note: Increases in square footage and capacity are the result of and additions.
Enrollment is based on the annual October District count.

N/A At the time of ACFR completion, this data was not yet available

WINFIELD TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS

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
Elementary School	N/A	\$ 84,669	\$ 143,838	\$ 120,828	\$ 153,025	\$ 163,555	\$ 81,182	\$ 106,743	\$ 72,694	\$ 100,114	\$ 112,164
Grand Total		\$ 84,669	\$ 143,838	\$ 120,828	\$ 153,025	\$ 163,555	\$ 81,182	\$ 106,743	\$ 72,694	\$ 100,114	\$ 112,164

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

Source: District records

WINFIELD TOWNSHIP SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2024

NEW JERSEY SCHOOLS INSURANCE GROUP

COVERAGE	AMOUNTS/ LIMITS
<u>MULITI PERIL PACKAGE POLICY</u> - New Jersey Schools Insurance Group	
Property	Includes Replacement Cost Agreed Amount
Blanket Building & Contents	\$10,675,700
Extra Expense - NJSIG Limit	\$50,000,000
Valuable Papers & Records - NJSIG Limit	\$10,000,000
Deductible	\$1,000
Loss of Rents	\$10,000
Loss of Business Income/Tuition	\$25,000
Flood Zones A & V (Special Hazard)	\$25,000,000
Flood Zones A & V Deductible	\$500,000
All Other Flood Zones	\$75,000,000
All Other Flood Zones Deductible	\$10,000
Electronic Data Processing	
Blanket Hardware/Software	Incl. in Prop. Blanket
Computer Virus	\$250,000
Deductible	\$1,000
Equipment Breakdown	
Property Damage	\$10,675,700
Deductible	\$25,000
Crime	
Public Employee Dishonesty	\$100,000
Forgery or Alteration	\$50,000
Money & Securities	\$50,000
Money Orders & Counterfeit Paper	\$50,000
Computer Fraud	\$100,000
Deductible	\$1,000
Commercial Liability	
Bodily Injury/Property Damage	
Each Occurrence	\$31,000,000
Products/Completed Ops Agg	\$31,000,000
Sexual Abuse Per Occurrence	\$15,000,000
Sexual Abuse Per Member Annual Aggregate	\$15,000,000
Sexual Abuse Annual NJSIG Aggregate	\$27,000,000
Personal & Advertising Injury	\$31,000,000
Employee Benefits Liability	\$31,000,000
Employee Benefits Liability Deductible Each Claim	\$1,000
Premises Medical Payments Per Accident	\$10,000
Premises Medical Payments Per Person	\$5,000
Communicable Disease Outbreak Per Occurrence	\$1,000,000
	NJSIG Annual Aggregate - shared among GL, AL and SBLL/E&O coverages
Communicable Disease Outbreak	\$9,000,000
Terrorism	\$1,000,000

WINFIELD TOWNSHIP SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2024

NEW JERSEY SCHOOLS INSURANCE GROUP

COVERAGE	AMOUNTS/ LIMITS	
MULITI PERIL PACKAGE POLICY - New Jersey Schools Insurance Group		
Business Auto		
Body Injury & Property Damage	\$31,000,000	Liability - Symbol 1 (Any Auto)
Uninsured/Underinsured Motorists	\$25,000	Bodily Injury Per Person
	\$50,000	Bodily Injury Per Accident
	\$25,000	Property Damage Per Accident
Personal Injury Protection	\$250,000	
Medical Payments	\$10,000	Private Passenger Vehicles
	\$5,000	All Other Vehicles
Communicable Disease Outbreak Per Occurrence	\$1,000,000	
		NJSIG Annual Aggregate - shared among GL, AL and SBLL/E&O coverages
Communicable Disease Outbreak	\$9,000,000	
Comprehensive Deductible	\$1,000	Physical Damage - Symbol 7 (Schedule Vehicles only)
Collision Deductible	\$1,000	
Hired Car Physical Damage	\$110,000	
Hired Car Physical Damage Deductible	\$1,000	
Environmental Impairment		
Policy Aggregate	\$11,000,000	
Covered Location Pollution Liability Each Incident	\$1,000,000	
Miscellaneous Pollution Liability Each Incident	\$1,000,000	
Emergency and Crisis Management Costs Each Incident	\$1,000,000	
Deductible Each Incident	\$50,000	
		Coverage Aggregate / 365 Days Limit
Business Income and Extra Expense	\$1,000,000	
Business Income and Extra Expense Waiting Period	72 Hours	
Disinfection Event Expenses Each Incident/Coverage Aggregate	\$250,000	
Disinfection Event Expenses Deductible Each Incident	\$100,000	
Aggregate per Named Insured	\$2,000,000	
* Refer to policy for full list of limits/sublimits and deductibles		
Cyber Breach Response		
		Waiting Period 10 Hours
Policy Aggregate of Liability	\$10,000,000	
Breach Response Costs Per Named Insured	\$2,000,000	
Agg. Sublimit Per Scheduled Insured	\$2,000,000	
First Party Loss		
Business Interruption Loss - Sec. Breach Per Named Insured	\$500,000	
Business Interruption Loss - Sys. Failure Per Named Insured	\$500,000	
Dependent Business Loss - Sec. Breach Per Named Insured	\$100,000	
Dependent Business Loss - Sys. Failure Per Named Insured	\$100,000	
Cyber Extortion Loss Per Named Insured	\$500,000	
Data Recovery Costs Per Named Insured	\$500,000	

WINFIELD TOWNSHIP SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2024

NEW JERSEY SCHOOLS INSURANCE GROUP

COVERAGE	AMOUNTS/ LIMITS	
MULITI PERIL PACKAGE POLICY - New Jersey Schools Insurance Group		
Cyber Breach Response (Continued)		
Liability		
Data & Network Liability Per Named Insured	\$2,000,000	
Regulatory Defense & Penalties Per Named Insured	\$2,000,000	
Payment Card Liabilities & Costs Per Named Insured	\$2,000,000	
Media Liability Per Named Insured	\$2,000,000	
eCrime		
Fraudulent Instruction Per Named Insured	\$100,000	
Funds Transfer Fraud Per Named Insured	\$100,000	
Telephone Fraud Per Named Insured	\$100,000	
Criminal Reward Per Named Insured	\$50,000	
Computer Hardware Replacement Cost Per Named Insured	\$100,000	
CryptoJacking Per Named Insured	\$100,000	
Invoice Manipulation Per Named Insured	\$100,000	
Reputation Loss Per Named Insured	\$250,000	
Each Incident, Claim, or Loss Retention Policy Retention	\$500,000	
Standard Deductible Member Deductible Per Claim	\$250,000	
Reduced Deductible		*Reduced Deductible for Members
Small/Medium Member (rev < \$100M)*	\$25,000	that meet the Cyber Security
Large Member (revenues \$100M+)*	\$50,000	Controls Criteria at the time of a
** Refer to policy for full list of limits/sublimits and retentions		Claim
School Board Legal		
Coverage A:		
Limit Each Policy Period	\$31,000,000	
Deductible Each Claim	\$5,000	
Coverage B:		
Limit Each Claim	\$100,000	
Limit Each Policy Period	\$300,000	
Deductible Each Claim	\$5,000	
Communicable Disease Outbreak Per Claim	\$1,000,000	
		NJSIG Annual Aggregate - shared
Communicable Disease Outbreak	\$9,000,000	among GL, AL and SBLL/E&O
		coverages
Workers' Compensation		
Wokers' Compensation Limits	Statutory	
Employers' Liability Limists		
Bodily Injury by Accident	\$3,000,000	Each Accident
Bodily Injury by Disease	\$3,000,000	Each Employee
Bodily Injury by Disease	\$3,000,000	Aggregate Limit
Supplemental Indemnity		
Maximum Weekly Benefit	\$2,500	
Maximum Benefit Period	52 Weeks	
Elimination Period	7 Days	
Aggregate per Accident	\$100,000	

WINFIELD TOWNSHIP SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2024

NEW JERSEY SCHOOLS INSURANCE GROUP

COVERAGE	AMOUNTS/ LIMITS	
<u>MULITI PERIL PACKAGE POLICY</u> - New Jersey Schools Insurance Group		
CAP Excess Liability - Fireman's Fund Insurance Co.		
Each Occurrence	\$25,000,000	
Aggregate	\$25,000,000	
Student Accident - Zurich American Insurance Co.		
Maximum Benefit:		
All Students (Interscholastic Athletics included except Football)		
Accident Medical Max. Benefit	\$50,000	
Benefit Period	2 Years	
		(Visit Limit - 20 Visits, \$1,000 maximum)
Bereavement & Trauma Counseling	\$50 per Visit	
Non-Employee Volunteers		
Accident Medical Max. Benefit	\$50,000	
Benefit Period	1 Year	
Non-Enrolled Campers		
Accident Medical Max. Benefit	\$50,000	
Benefit Period	1 Year	
Inpatient & Outpatient Physiotherapy	60 Visits	
Public Official Bonds		
Business Administrator/Board Secretary	\$165,167	
Treasurer of School Monies	\$165,058	

Source: Winfield Township Board of Education

SINGLE AUDIT SECTION

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**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTER BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING
STANDARDS**

INDEPENDENT AUDITOR'S REPORT

Honorable President and
Members of the Board of Education
Winfield Township School District
County of Union
Winfield, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and in compliance with audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Winfield Township School District (School District), in the County of Union, State of New Jersey, as of and for the fiscal year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in table of contents 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 School District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the School District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is reasonable possibility that a material misstatement of the entity's financial statements will not be prevented,

or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weakness or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weakness. However, material weakness may exist that have not been identified.

Report on Compliance and Other Matters


As part of obtaining reasonable assurance about whether the School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matter that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

We also noted other matters that we reported to the Board of Trustees of the Winfield Township School District in a separate report entitled, Auditor's Management Report on Administrative Findings dated January 15, 2025.

Purpose of this Report

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


BARRE & COMPANY LLC
Certified Public Accountants
Public School Accountants


Richard M. Barre, CPA
Public School Accountant
PSA Number CS-01181

Union, New Jersey
January 15, 2025

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**REPORT ON COMPLIANCE FOR EACH MAJOR STATE PROGRAM AND REPORT
ON INTERNAL CONTROL OVER COMPLIANCE AS REQUIRED BY NEW JERSEY
OMB CIRCULAR 15-08**

INDEPENDENT AUDITOR'S REPORT

Honorable President and
Members of the Board of Education
Winfield Township School District
County of Union
Winfield, New Jersey

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

We have audited the compliance of the Winfield Township School District (School District), in the County of Union, State of New Jersey, with the types of compliance requirements identified as subject to audit in the *New Jersey OMB Circular 15-08 State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the School District's major federal and state programs for the year ended June 30, 2024. The School District's major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Winfield Township School District, in the County of Union, State of New Jersey, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended June 30, 2024.

Basis for Opinion on Each Major State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; the audit requirements of 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's 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 Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Winfield Township School 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 Winfield Township School District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Winfield Township School District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, U.S. 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. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Winfield Township School District's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, U.S. 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 Winfield Township School 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 Winfield Township School 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 New Jersey Circular 15-08-OMB, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid but not for the purpose of expressing an opinion on the effectiveness of Winfield Township School District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control over Compliance


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

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

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

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


BARRE & COMPANY LLC
Certified Public Accountants
Public School Accountants


Richard M. Barre, CPA
Public School Accountant
PSA Number CS-01181

Union, New Jersey
January 15, 2025

WINFIELD TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-through Grantor/ Program Title	FEDERAL AL/CFDA Number	FAIN	Grant or State Project Number	Program or Award Amount	Grant Period From To	Balance at June 30, 2023	Carryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment Of Prior Years' Balances	Accounts Receivable	Balance at June 30, 2024	Due to Grantor
Special Revenue Fund:														
U.S. Department of Education														
Passed-through State Department of Education														
Every Student Succeeds Act Cluster:														
Title I Part A	84.010	S010A230030	ESSA - 5810 - 24	\$ 24,411	7/1/23 9/30/24	\$ -	\$ -	\$ 24,411	\$ (24,411)	\$ -	\$ -	\$ -	\$ -	\$ -
S010A230030	84.010	S010A230030	ESSA - 5810 - 23	32,389	7/1/22 9/30/23	(18,953)	-	18,953	-	-	-	-	-	-
Title I Part A SEA	84.367A	S367A230029	ESSA - 5810 - 24	3,043	7/1/23 9/30/24	(3,043)	-	3,043	(3,043)	-	-	-	-	-
S367A230029	84.367A	S367A230029	ESSA - 5810 - 23	4,821	7/1/22 9/30/23	(3,203)	-	3,203	-	-	-	-	-	-
Title IV	84.424A	S424A230031	ESSA - 5810 - 24	10,000	7/1/23 9/30/24	(8,185)	-	9,809	(10,000)	-	-	(191)	-	-
S424A230031	84.424A	S424A230031	ESSA - 5810 - 23	11,182	7/1/22 9/30/23	(30,341)	-	7,276	(37,454)	909	-	(191)	-	-
Total Every Student Succeeds Act Cluster								66,695		909				
Social Education Cluster:														
I.D.E.A. Part B Basic	84.027A	H027A230100	IDEA - 5810 - 24	42,322	7/1/23 9/30/24	-	-	42,322	(42,322)	-	-	-	-	-
H027A230100	84.027A	H027A230100	IDEA - 5810 - 23	41,707	7/1/22 9/30/23	(40,656)	-	40,656	-	-	-	-	-	-
IDEA - 5810 - 23	84.027A	H027A230100	IDEA - 5810 - 22	6,646	7/1/22 9/30/23	(1,160)	-	1,160	(1,293)	-	-	(1,293)	-	-
IDEA - 5810 - 24	84.173A	H173A230114	IDEA - 5810 - 24	1,253	7/1/23 9/30/24	(41,836)	-	84,158	(43,615)	-	-	(1,293)	-	-
Total Social Education Cluster								84,158						
Other Special Revenue Funds:														
CARES ESSER I Fund	84.425D	S425D200027	N/A	119	3/13/20 9/30/22	65	-	-	-	(65)	-	-	-	-
S425D200027	84.425D	S425D200027	N/A	10,176	3/13/21 9/30/24	(7,905)	-	8,281	-	7,905	-	-	-	-
CRRSA ESSER II Fund	84.425D	S425D200027	N/A	25,000	3/13/21 9/30/24	(8,281)	-	8,281	-	-	-	-	-	-
S425D200027	84.425D	S425D200027	N/A	45,000	3/13/21 9/30/24	(7,827)	-	7,827	-	-	-	-	-	-
CRRSA ESSER II Fund Learning Acceleration	84.425D	S425D200027	N/A	83,550	3/13/22 9/30/24	(16,187)	-	25,115	(83,550)	-	-	(58,435)	-	-
S425D200027	84.425D	S425D200027	N/A	217,906	3/13/22 9/30/24	(30,691)	-	16,187	-	16,187	-	-	-	-
ARP ESSER Fund	84.425U	S425U200027	N/A	235,022	3/13/22 9/30/24	(30,691)	-	30,691	-	30,691	-	-	-	-
S425U200027	84.425U	S425U200027	N/A	50,000	3/13/22 9/30/24	(32,083)	-	41,444	(10,152)	-	-	(791)	-	-
ARP ESSER Fund Accelerated Learning Coach & Educator Support	84.425U	S425U200027	N/A	40,000	3/13/22 9/30/24	(25,000)	-	14,984	(15,000)	-	-	(25,016)	-	-
S425U200027	84.425U	S425U200027	N/A	40,000	3/13/22 9/30/24	(29,384)	-	28,384	-	-	-	-	-	-
ARP ESSER Fund Evidence Based Summer Learning & Enrichment	84.425U	S425U200027	N/A	45,000	3/13/22 9/30/24	(1,498)	-	45,000	(43,592)	-	-	-	-	-
S425U200027	84.425U	S425U200027	N/A	45,000	3/13/22 9/30/24	(158,711)	-	172,046	(162,294)	54,718	-	(84,242)	-	-
ARP ESSER Fund NITSS Mental Health Support Staffing														
Total Other Special Revenue Funds														
Total U.S. Department of Education								322,898	(233,363)	55,827	-	(85,726)	-	-
U.S. Department of Treasury														
Coronavirus Relief Fund (CRF)	21.019	C9220COVID19	N/A	561	3/13/21 9/30/23	(561)	-	-	-	561	-	-	-	-
Total U.S. Department of Treasury														
Total Special Revenue Fund								322,898	(233,363)	56,188	-	(85,726)	-	-
Enterprise Fund:														
U.S. Department of Agriculture														
Passed-through State Department of Education														
Child Nutrition Program Cluster:														
School Breakfast Program	10.553	241NJ304N1199	N/A	2,371	7/1/23 6/30/24	-	-	2,288	(2,371)	-	-	(82)	-	-
241NJ304N1199	10.553	231NJ304N1069	N/A	2,162	7/1/22 6/30/23	(115)	-	115	-	-	-	-	-	-
School Breakfast Program	10.553	241NJ304N1069	N/A	22,992	7/1/23 6/30/24	(742)	-	21,155	(22,592)	-	-	(937)	-	-
241NJ304N1069	10.553	231NJ304N1199	N/A	12,016	7/1/23 6/30/24	(857)	-	12,016	(12,016)	-	-	(1,019)	-	-
National School Lunch Program - Cash Assistance	10.555	241NJ304N1199	N/A	36,817	7/1/23 6/30/24	-	-	36,817	(36,979)	-	-	-	-	-
School Lunch Program - Commodities														
Total Child Nutrition Program Cluster														
Other Enterprise Funds:														
P-EBT Administrative Cost	10.649	231NJ30459009	N/A	653	7/1/23 6/30/24	-	-	653	(653)	-	-	-	-	-
231NJ30459009														
Total Other Enterprise Funds														
Total Enterprise Fund/U.S. Department of Agriculture								37,470	(37,632)	-	-	(1,019)	-	-
Total Federal Financial Awards								360,368	(270,995)	56,188	-	(86,745)	\$ -	\$ -

The accompanying Notes to Schedules of Expenditures of Awards and Financial Assistance are an integral part of this schedule.

WINFIELD TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

State Grantor/Program Title	Grant or State Project Number	Program or Award Amount	Grant Period		Balance at June 30, 2023		Carryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments/ Reversals of Prior Year's Balance	Balance at June 30, 2024		Cumulative Total Expenditures
			From	To	Revised (Accounts Receivable)	Due to Grantor					(Accounts Receivable)	Unearned Refund Payable	
State Department of Education													
General Fund:													
State Aid-Public Cluster:													
Equalization Aid	24-495-034-5120-078	\$ 1,207,456	7/1/23	6/30/24	\$ -	\$ -	\$ -	\$ 1,086,711	\$ (1,207,456)	\$ -	\$ -	\$ 120,745	\$ 1,207,456
Equalization Aid	23-495-034-5120-078	1,225,389	7/1/22	6/30/23	(96,807)			96,807	(163,663)			16,366	163,663
Special Education Categorical Aid	24-495-034-5120-089	163,663	7/1/23	6/30/24	(12,930)			147,297	(37,248)			3,725	37,248
Special Education Categorical Aid	23-495-034-5120-089	163,663	7/1/22	6/30/23	(12,930)			12,930	(20,015)			6,030	20,015
Security Aid	24-495-034-5120-084	37,248	7/1/23	6/30/24	(2,943)			33,523	(60,297)				60,297
Security Aid	23-495-034-5120-084	37,248	7/1/22	6/30/23	(2,943)			2,943	(166,881)				166,881
School Choice Aid	24-495-034-5120-068	200,149	7/1/23	6/30/24	(16,322)			180,134	(24,120)			24,120	24,120
School Choice Aid	23-495-034-5120-068	200,149	7/1/22	6/30/23	(16,322)			16,322	(2,730)			2,730	2,730
Transportation Aid	24-495-034-5120-014	60,297	7/1/23	6/30/24	(4,764)			54,267	(130,669)			12,341	130,669
Transportation Aid	23-495-034-5120-014	60,297	7/1/22	6/30/23	(4,764)			4,764	(39,191)			39,191	39,191
Total State Aid-Public Cluster					(133,766)			1,635,698	(874,373)			206,072	2,543,186
Other General Funds:													
Extraordinary Aid	24-495-034-5120-044	24,120	7/1/23	6/30/24	(36,198)			36,198	(2,543,186)				2,543,186
Extraordinary Aid	23-495-034-5120-044	36,198	7/1/22	6/30/23	(36,198)				(2,730)				
Nonpublic School Transportation Costs	24-495-034-5120-078	2,730	7/1/23	6/30/24	(936)			936	(153,275)				153,275
Nonpublic School Transportation Costs	23-495-034-5120-078	936	7/1/22	6/30/23	(936)				(130,669)				130,669
On-Behalf TPAF Post-Retirement Medical Contributions	24-495-034-5094-001	153,275	7/1/23	6/30/24				153,275					
On-Behalf TPAF Pension Contributions	24-495-034-5094-002	563,175	7/1/23	6/30/24				563,175					
Reimbursed TPAF - Social Security	24-495-034-5094-003	130,669	7/1/23	6/30/24	(19,227)			118,328	(12,341)				
Reimbursed TPAF - Social Security	23-495-034-5094-003	125,816	7/1/22	6/30/23	(19,227)			19,227					
On-Behalf TPAF Non-Contributory Insurance	24-495-034-5094-004	404	7/1/23	6/30/24	(56,361)			891,543	(404)				404
On-Behalf TPAF Non-Contributory Insurance	23-495-034-5094-004	404	7/1/22	6/30/23	(56,361)				(874,373)				
Total Other General Funds					(190,127)			2,527,241	(2,543,186)			206,072	2,543,186
Total General Fund													
Special Revenue Fund:													
Preschool Education Aid	24-495-034-5120-086	330,132	7/1/23	6/30/24				297,119	(311,024)			19,108	311,024
Preschool Education Aid	23-495-034-5120-086	425,737	7/1/22	6/30/23	19,108				(19,108)				19,108
Total Special Revenue Fund					19,108			297,119	(330,132)			33,013	330,132
State Department of Agriculture													
Enterprise Fund:													
National School Lunch Program (State Share)	24-100-010-3350-023	1,022	7/1/23	6/30/24				979	(1,022)			(43)	1,022
National School Lunch Program (State Share)	23-100-010-3350-023	1,004	7/1/22	6/30/23	(36)			36					
National School Breakfast AfterBell Supplement Program (State Share)	24-100-010-3350-023	24	7/1/23	6/30/24				24	(24)				24
National School Breakfast AfterBell Supplement Program (State Share)	23-100-010-3350-023	55	7/1/22	6/30/23	(2)			2					
Total Enterprise Fund					(38)			1,041	(1,046)			(43)	43
Total State Financial Assistance					\$ (171,057)			\$ 2,825,401	\$ (2,874,364)			\$ 239,128	\$ 2,874,364
State Financial Assistance Not Subject to Major Program Determination:													
On-Behalf TPAF Post-Retirement Medical Contributions	24-495-034-5094-001	153,275	7/1/23	6/30/24				(153,275)	153,275				(153,275)
On-Behalf TPAF Pension Contributions	24-495-034-5094-002	563,175	7/1/23	6/30/24				(563,175)	563,175				(563,175)
On-Behalf TPAF Non-Contributory Insurance	24-495-034-5094-004	404	7/1/23	6/30/24				(404)	404				(404)
Total On-Behalf TPAF Pension System Contributions					-			(716,854)	716,854			-	(716,854)
Total State Financial Assistance Subject to Major Program Determination					\$ (171,057)			\$ 2,108,547	\$ (2,157,510)			\$ 239,128	\$ 2,157,510

The accompanying Notes to Schedules of Expenditures of Awards and Financial Assistance are an integral part of this schedule.

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF AWARDS AND 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 Board of Education, Winfield Township School District. The Board of Education is defined in Note 1 to the board's basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of awards and financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the board's basic financial statements. The information in this schedule is presented in accordance with the requirements of 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's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the presentation of, the basic financial statements.

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

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

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF AWARDS AND FINANCIAL ASSISTANCE
JUNE 30, 2024**

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONTINUED)

budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the one or more June state aid payment in the current budget year, consistent with N.J.S.A. 18A:22-4.2.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$33,115) for the general fund and \$6,677 for the special revenue fund. See Notes to the Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the board's basic financial statements on a GAAP basis as presented below:

	Federal	State	Total
General Fund	\$ -	\$ 2,510,071	\$ 2,510,071
Special Revenue Fund	233,363	336,809	570,172
Food Service Fund	37,632	1,046	38,678
Total Awards & Financial Assistance	<u>\$ 270,995</u>	<u>\$ 2,847,926</u>	<u>\$ 3,118,921</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. FEDERAL AND STATE LOANS OUTSTANDING

Winfield Township School District has no loan balances outstanding at June 30, 2024.

NOTE 6. OTHER

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amounts reported as TPAF Pension Contributions, TPAF Post-Retirement Medical Contributions, and TPAF Long-Term Disability Insurance Contributions represent the amount paid by the State on behalf of the school 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.

**WINFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF AWARDS AND FINANCIAL ASSISTANCE
JUNE 30, 2024**

NOTE 7. ON-BEHALF PROGRAMS NOT SUBJECT TO STATE SINGLE AUDIT

On-behalf State Programs for TPAF Pension, Post-Retirement Medical Benefits, and Long-Term Disability Insurance Contributions payments are not subject to a State single audit and, therefore, are excluded from major program determination. The Schedule of State Financial Assistance provides a reconciliation of State financial assistance reported in the School District's basic financial statements and the amount subject to State single audit and major program determination.

NOTE 8. SCHOOLWIDE PROGRAM FUNDS

Schoolwide programs are not separate federal programs as defined in the Uniform Guidance; amounts used in schoolwide programs are included in the total expenditures of the program contributing the funds in the Schedule of Expenditures of Federal Awards. The following funds by program are included in schoolwide programs in the school district.

Program	Total
Title I, Part A: <i>Grants to Local Educational Agencies</i>	\$ 24,411
Title II, Part A: <i>Improving Teacher Quality State Grants</i>	3,043
	<hr/>
Total	\$ 27,454
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NOTE 9. MAJOR PROGRAMS

Major programs are identified in the Summary of Auditors Results section of the Schedule of Findings and Questioned Costs.

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

Section I – Summary of Auditor's Results

Financial Statements

Type of auditors' report issued on financial statements Unmodified

Internal control over financial reporting:

1) Material weakness(es) identified? ☐ Yes ☒ No

2) Significant deficiencies identified that are not considered to be material weaknesses? ☐ Yes ☒ None Reported

Noncompliance material to basic financial statements noted? ☐ Yes ☒ No

Federal Awards – N/A

State Awards

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

Auditee qualified as low-risk auditee? ☒ Yes ☐ No

Internal control over major programs:

1) Material weakness(es) identified? ☐ Yes ☒ No

2) Significant deficiencies identified that are not considered to be material weaknesses? ☐ Yes ☒ None Reported

Type of auditors' report issued on compliance for major programs Unmodified

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

Identification of major state programs:

GMIS Number(s)	Name of State Program
24-495-034-5120-078	STATE AID-PUBLIC CLUSTER: Equalization Aid
24-495-034-5120-089	Special Education Categorical Aid
24-495-034-5120-084	Security Aid
24-495-034-5120-068	School Choice Aid
24-495-034-5120-014	Transportation Aid

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

Section II – Schedule of Financial Statement Findings

The section identifies the significant deficiencies, material weaknesses and instances of noncompliance related to the basic financial statements that are required to be reported in accordance with Government Auditing Standards and with audit requirements prescribed by the Division of Administration and Finance, Department of Education, State of New Jersey.

Finding

There were no matters reported.

***Section III – Schedule of Federal and State Award
Findings and Questioned As Prepared By Management***

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 U.S Uniform Guidance and New Jersey OMB's Circular Letter 15-08.

FEDERAL AWARDS – N/A

Findings

There were no matters reported.

STATE AWARDS

Findings

There were no matters reported.

**WINFIELD TOWNSHIP SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

STATUS OF PRIOR YEAR FINDINGS – N/A

This section identifies the status of prior-year findings related to the basic financial statements and federal and state awards that are required to be reported in accordance with Chapter 6.12 of *Government Auditing Standards*, USOMB *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (511 (a)(b)) and NJ Circular 04-04-OMB and/or 15-08-OMB, as applicable.

Findings

There were no matters reported.