

**SCHOOL DISTRICT
OF THE
TOWNSHIP OF WESTFIELD**

COUNTY OF UNION
WESTFIELD, NEW JERSEY



**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

YEAR ENDED JUNE 30, 2025

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

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
June 30, 2025**

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INTRODUCTORY SECTION



WESTFIELD PUBLIC SCHOOLS

A Tradition of Excellence

Raymond González
Superintendent

302 Elm Street * Westfield * New Jersey * 07090
908-789-4414
www.westfieldnj.k12.org

Patty Ramos
Business Administrator/
Board Secretary

December 5, 2025

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

Dear Board Members and Constituents:

The annual comprehensive financial report ("ACFR") of the Township of Westfield School District (District) as of and for the fiscal year ended June 30, 2025, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the district management of the Board of Education (Board). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and government-wide statements of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

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

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

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

The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Uniform Administrative Requirements, Cost Principles, and

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

1. Reporting Entity and its Services: The Town of Westfield School District is an independent reporting entity within the criteria adopted by the GASB. All funds and the Government-wide financial statements of the District are included in this report. The Town of Westfield Board of Education and all its schools constitute the District's reporting entity. The District provides a full range of educational services appropriate to grade levels K through 12. These include regular, bilingual as well as special education for educationally handicapped youngsters.

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

<u>Fiscal Year</u>	<u>Average Daily Student Enrollment</u>	<u>Percent Change</u>
2024-2025	5,864	0.5%
2023-2024	5,832	-0.4%
2022-2023	5,875	0.8%
2021-2022	5,807	-2.1%
2020-2021	5,928	-4.6%

2. Economic Condition and Outlook: The Town of Westfield continues to demonstrate strong economic stability and remains one of New Jersey's most desirable suburban communities. With a 2020 Census population of 31,032, Westfield spans 6.7 square miles, characterized primarily by its residential nature: 11 acres of industrial use, 336 acres of commercial property, 2,702 acres of residential property, and nearly 80 acres dedicated to district school buildings and athletic fields. The community's deep Colonial heritage and its long-standing commitment to education, civic engagement, and volunteerism remain defining strengths.

Westfield's economic profile is notably strong. According to the 2020 Census, the median household income was \$170,798 and per capita income was \$81,933—both well above the Union County per capita income of \$41,576. These indicators continue to support the district's fiscal resilience and capacity to plan responsibly for current and future educational needs.

For the 2024–2025 school year, property taxes continue to serve as the district's primary revenue source, providing approximately 92% of General Fund budgeted revenues. This share aligns with prior years, with year-to-year variation driven largely by fluctuations in state aid.

Westfield has also been designated a Main Street Community by the New Jersey Office of Historic Preservation, and revitalization efforts within the downtown district remain and ongoing. These improvements continue to enhance the local economy and strengthen the broader community environment that supports the district's schools.

A strong, collaborative relationship between the Mayor and Town Council and the Westfield Board of Education remains an important asset. This cooperative approach supports long-term planning, fiscal stewardship, and the shared commitment to sustaining high-quality educational services for all Westfield students.

3. Major Initiatives: The 2024-2025 school year marked a period of meaningful progress and forward momentum for Westfield Public Schools. Guided by the priorities outlined in the 2023–2028 Strategic Plan, the district advanced major initiatives in teaching and learning, operations, student support, and community engagement. The overarching focus remained on fostering a learning environment where all students are known, supported, challenged, and prepared for future pathways, while ensuring that district systems and structures are sustainable, efficient, and aligned with long-term needs.

One of the most significant milestones of the year was the successful passage of the bond and budget referendum. This outcome reflected the community's shared commitment to investing in modern, safe, and future-ready educational spaces. Extensive outreach, transparent communication, and public dialogue helped ensure that community members were informed and engaged in the process. With voter approval secured, the district initiated the transition from planning to implementation, launching coordinated project planning sessions with architects, construction professionals, and district leadership. This work set the foundation for long-range facilities improvements that will support teaching and learning for years to come.

Operational systems also continued to modernize. The district adopted an integrated digital platform for budgeting, purchasing, payroll, and personnel management, improving efficiency and data accessibility across departments. Transportation capacity expanded through the acquisition of two district-owned buses, while new visitor management and building signage systems enhanced safety and accessibility. Collaboration with municipal partners supported shared planning for athletic field use and informed discussions related to long-term financial impacts of community development. All schools were recognized with bronze-level certification from Sustainable Jersey for Schools, reflecting sustained attention to environmentally responsible and cost-effective operational practices.

In the area of curriculum and instruction, the district expanded the use of the Understanding by Design framework and launched EduPlanet, a centralized platform for managing curricular documents and supporting transparency for families and staff. Instructional teams continued to strengthen data-informed decision-making through school-based data teams and enhanced use of literacy and mathematics screeners to support Multi-Tiered Systems of Support. The district added specialized programming at the intermediate level to ensure students with diverse learning needs receive support in the least restrictive environment. The implementation of OpenSciEd continued to develop inquiry-based science learning across grade levels.

The district also advanced the thoughtful integration of innovative instructional and administrative tools, including artificial intelligence platforms, to streamline workflows and support learning. Professional learning opportunities allowed staff to explore new tools and instructional strategies while maintaining a focus on ethical implementation and instructional integrity.

Equity, wellness, and community engagement continued to serve as foundational values. Expanded Unified Sports and peer-engagement programs strengthened relationships among students of all abilities. Counseling lessons and wellness programming supported social-emotional skill development. Community engagement deepened through more than 40 outreach sessions related to referendum planning, curriculum, and strategic priorities. Civic readiness was strengthened through voter education and registration programming for high school students.

Together, these accomplishments reflected a cohesive district-wide effort to align daily practice with long-term strategic goals, strengthen operational and instructional systems, and support all students' academic and personal growth.

4. Management's Responsibility for Financial Reporting: The management of the school district is responsible for the preparation of the financial statements included within the ACFR and for their integrity and objectivity. In order to enable the District to fulfill its obligation for accurate and fair financial reporting, management is also responsible for establishing and maintaining internal controls designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control system is designed to provide reasonable, but not absolute, assurance that these objectives are met.

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

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

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

5. Budgetary Controls: In addition to internal controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved. Annual appropriated budgets are adopted for the general fund, the special revenue fund and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as assigned fund balance at June 30, 2025.

6. Accounting System and Reports: The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds and government-wide financial statements. These funds and the government-wide financial statements are explained in "Notes to the Financial Statements", Note 1.

7. Other Information:

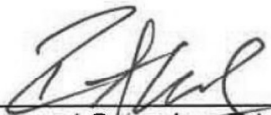
A. Independent Audit: State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of PKF O'Connor Davies, LLP, was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Uniform Guidance, and related grant guidance and State of New Jersey OMB Circular


15-08. The auditors' report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditors' reports related specifically to the single audit are included in the single audit section of this report.

8. Acknowledgments:

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

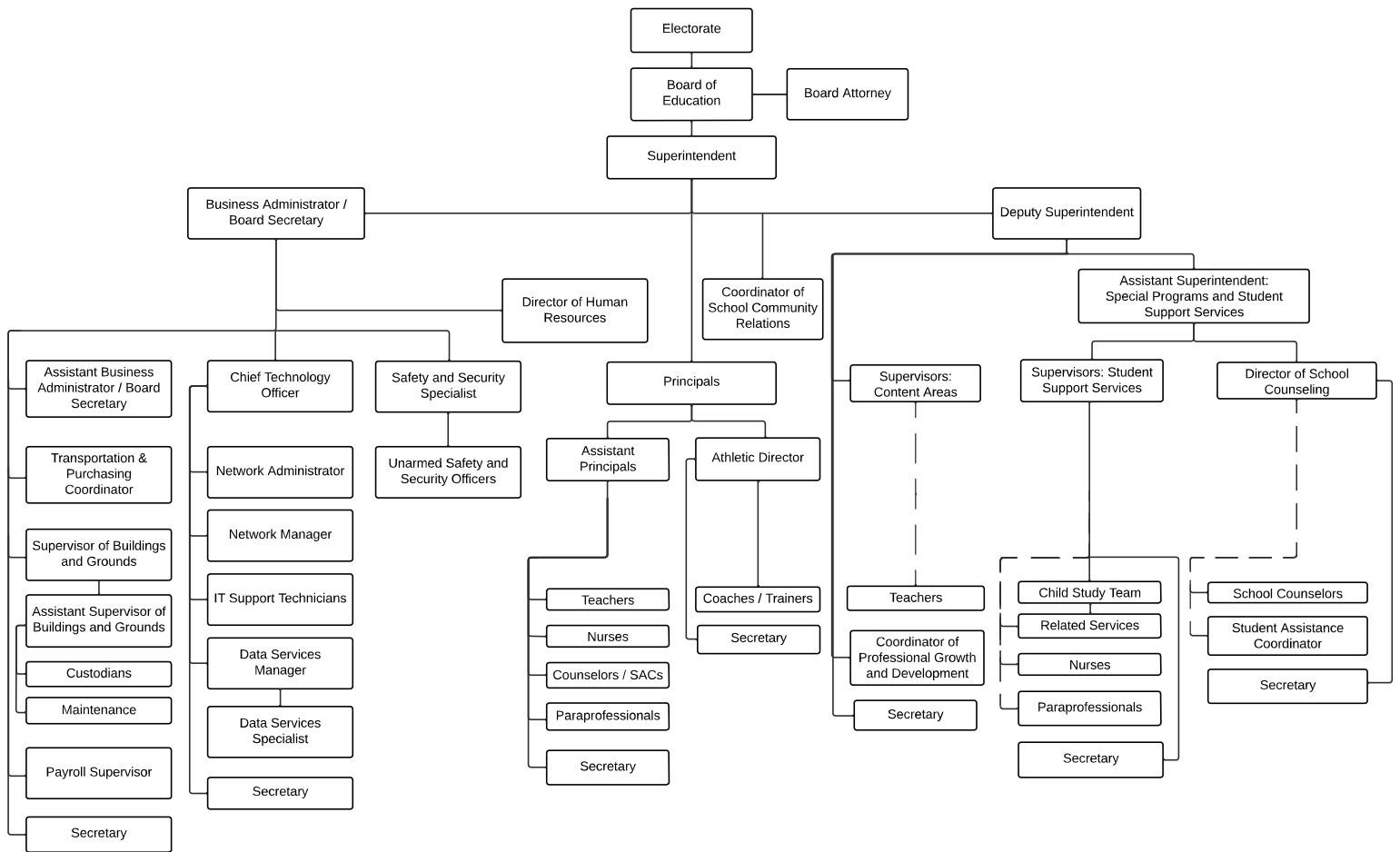
Respectfully submitted,



Raymond Gonzalez, Ed.D
Superintendent

Patty Ramos
School Business Administrator/Board Secretary

Westfield Public Schools



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

**ROSTER OF OFFICIALS
JUNE 30, 2025**

Members of the Board of Education

Term Expires

Robert Benacchio, President	2028
Kristen Sonnek-Schmelz, Vice President	2028
Julie Steinberg	2027
Kent Diamond	2026
Brendan Galligan	2026
Charles Gelinas	2026
Leila Morrelli	2027
Sonal Patel	2027
Mary Wickens	2028

Other Officials

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

**WESTFIELD SCHOOL DISTRICT
Consultants and Advisors**

Architects

FKA Architects
306 Ramapo Valley Road
Oakland, NJ 07436

Audit Firm

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

Labor/General/Special Education Counsel

Adams, Lattiboudere, Croot, and Herman LLC
555 Route 1 South, Suite 240
Iselin, NJ 08830

Machado Law Group
2350 South Avenue
Scotch Plains, NJ 07076

Bond Counsel

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

Financial Advisors

Phoenix Advisors, LLC
625 Farnsworth Avenue
Bordentown, NJ 08505

Official Depository

Valley National Bank
801 Central Avenue
Westfield, NJ 07090

FINANCIAL SECTION



Independent Auditors' Report

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

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Westfield School District (the "District"), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the District as of June 30, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Change in Accounting Policy

We draw attention to Note 21 in the notes to the financial statements which disclose the effects of the District's adoption of the provisions of Governmental Accounting Standards Board ("GASB") Statement No. 101, "*Compensated Absences*". Our opinion is not modified with respect to this matter.

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

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

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Responsibilities of Management for the Financial Statements

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and *Government Auditing Standards*, we:

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

**Honorable President and Members
of the Board of Education
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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 management's discussion and analysis and the schedules included under Required Supplementary Information in the accompanying table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual fund financial statements, long-term debt schedules and the schedules of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200 *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, respectively are presented for additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining and individual fund financial statements, long-term debt schedules and the schedules of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the Annual Comprehensive Financial Report for the year ended June 30, 2025. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 5, 2025 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

PKF O'Connor Davies, LLP

Cranford, New Jersey
December 5, 2025

Scott A. Clelland

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

**REQUIRED SUPPLEMENTARY
INFORMATION**

PART I

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

MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
June 30, 2025

This section of the district's annual comprehensive financial report presents a discussion and analysis of the district's financial performance during the fiscal year ending June 30, 2025. It should be read in conjunction with the transmittal letter at the front of this report and the district's financial statements, which immediately follow this section.

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

FINANCIAL HIGHLIGHTS

The key financial highlights for the 2024-2025 fiscal year include the following:

Governmental funds reported a total fund balance of \$21,268,230, which is a \$3,243,552 decrease from last year's total governmental fund balance. The majority of the decrease was due to expenditures that exceeded revenues in the general fund in the current year. The general or operating fund balance was reported for GAAP purposes at \$20,393,271 which represents a decrease of \$2,917,786 from the prior year. Of this total, \$827,045 of current year and prior year excess fund balance has been restricted for use in future budgets. There is a capital reserve with \$9,500,000 restricted for its use, a maintenance reserve with \$1,750,000 restricted for its use, and an emergency reserve with \$1,000,000 restricted for its use. \$476,536 has been restricted for unemployment compensation. \$2,592,597 of general fund balance was assigned to cover open purchase orders at year-end. The unassigned general fund balance is reported at \$3,260,076. Total spending for all governmental funds was \$169,048,291. Total revenues were \$165,804,739 resulting in an excess of expenditures over revenues of \$3,243,552 for the year.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

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

Figure A-1

Organization of the School District Annual Comprehensive Financial Report

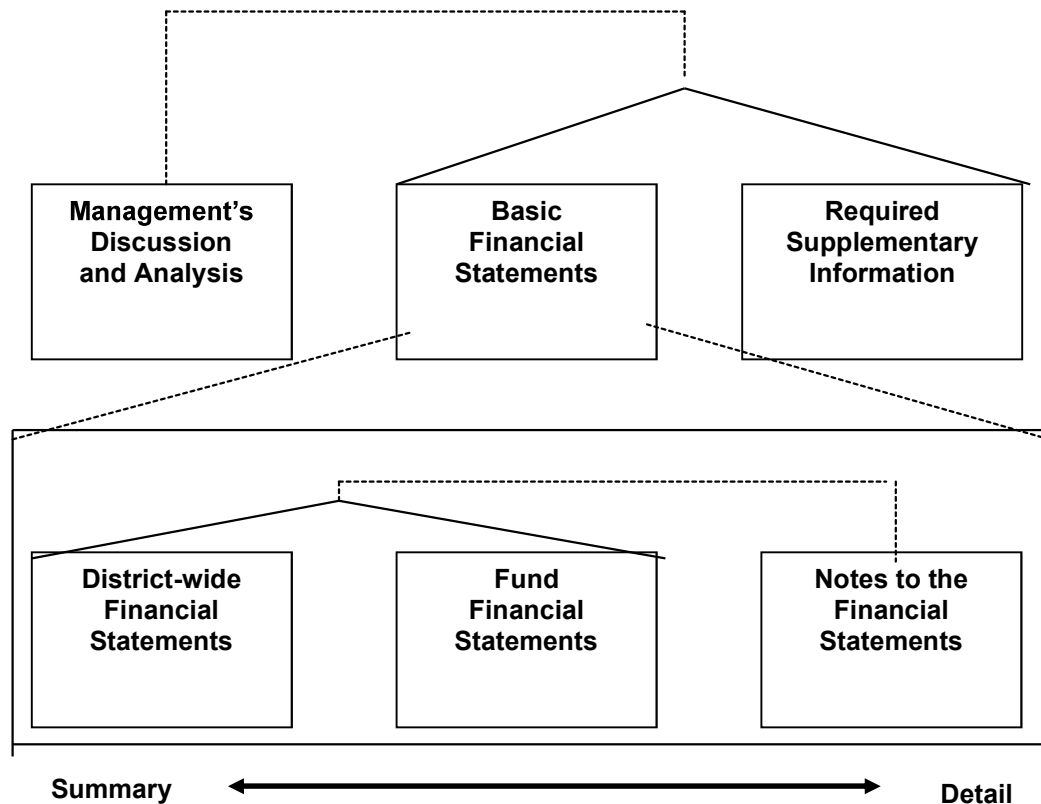


Figure A-2 summarizes the major features of the district's financial statements, including the portion of the district's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights that structure and contents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

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

District-wide Statements

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

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

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

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

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

Fund Financial Statements

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

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

The district has two types of funds:

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

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

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

The School District's Governmental Activities net position was \$27,238,268 at June 30, 2025. Of this amount, a deficit amount of \$41,620,554 was reported as unrestricted net position, which was primarily due to GASB Statement No. 68 accounting and reporting requirements for the PERS defined benefit pension systems and compensated absences. Restricted net positions are reported separately to show legal constraints from debt covenants and enabling legislation that limit the school district's ability to use those net assets for day-to-day operations. Our analysis below focuses on the net position (Figure A-3) and change in net position (Figure A-4) of the school district's governmental activities.

Figure A - 3
Net Position at June 30, 2025 and 2024

	Governmental Activities 2025	Governmental Activities 2024	Amount of Difference	% Increase (Decrease)
Assets				
Current and other assets	\$ 27,839,890	\$ 31,350,508	\$ (3,510,618)	-11.20%
Capital assets	<u>64,729,359</u>	<u>62,849,937</u>	<u>1,879,422</u>	2.99%
Total Assets	<u>92,569,249</u>	<u>94,200,445</u>	<u>(1,631,196)</u>	-1.73%
Deferred Outflows of Resources	<u>2,589,749</u>	<u>2,988,482</u>	<u>(398,733)</u>	-13.34%
Liabilities				
Current and other liabilities	8,278,560	11,463,840	(3,185,280)	-27.79%
Long-term liabilities	<u>56,368,188</u>	<u>30,184,362</u>	<u>26,183,826</u>	86.75%
Total Liabilities	<u>64,646,748</u>	<u>41,648,202</u>	<u>22,998,546</u>	55.22%
Deferred Inflow of Resources	<u>3,273,982</u>	<u>3,161,741</u>	<u>112,241</u>	3.55%
Net Position				
Net investment in capital assets	54,430,282	50,095,583	4,334,699	8.65%
Restricted	14,428,540	16,411,517	(1,982,977)	-12.08%
Unrestricted (Deficit)	<u>(41,620,554)</u>	<u>(14,128,116)</u>	<u>(27,492,438)</u>	194.59%
Total Net Position	<u>\$ 27,238,268</u>	<u>\$ 52,378,984</u>	<u>\$ (25,140,716)</u>	-48.00%

GASB Statement No. 101 was implemented during the 2025 fiscal year, which required a retroactive adjustment of governmental activities beginning net position in the amount of (\$28,662,905). This amount is not reflected in the June 30, 2024 net position shown above.

The decrease in current and other assets is attributed to an approximately \$2.27 million and \$921 thousand decrease in cash and receivables from other governments, respectively, in the general fund. Deferred outflows of resources represent deferred pension costs associated with the District's net pension liability. Deferred inflow of resources represents the District's proportionate share of earnings and assumptions associated with the District's net pension liability. The deferred outflows of resources and deferred inflows of resources fluctuated based on actuarially provided calculations related to the net pension liability. The majority of the increase in current and other liabilities is attributed to an approximately \$2.96 million increase in the noncurrent liabilities due within one year. GASB Statement No. 101 was implemented during the 2025 fiscal year, which increased the noncurrent liabilities due within one year. The increase in long-term liabilities is mainly attributable to an increase in the compensated absence liability of \$27.70 million, due to the implementation of GASB Statement No. 101, offset by reduction in net pension liability of \$2.01 million as well as a decrease in bonds payable of \$2.38 million. In fiscal year 2025, the District did not issue any new debt and paid \$2,400,000 in principal maturities during the fiscal year. Unrestricted deficit increased in 2025 as a result of the operations noted above, mainly attributed to the implementation of GASB Statement No. 101.

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

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

	Governmental Activities		Amount of	Percentage
	2025	2024	Difference	Increase (Decrease)
Revenues:				
Program revenue				
Charges for Services	\$ 1,495,717	\$ 1,692,472	\$ (196,755)	-11.63%
Operating Grants and Contributions	19,129,586	25,164,545	(6,034,959)	-23.98%
General revenue				
Local tax levy	119,378,787	114,770,871	4,607,916	4.01%
Federal and state aid	8,072,892	9,396,619	(1,323,727)	-14.09%
Miscellaneous revenues	1,810,896	2,186,352	(375,456)	-17.17%
Total revenues	149,887,878	153,210,859	(3,322,981)	-2.17%
Function/program expense:				
Instruction				
Regular programs	44,790,632	43,608,672	1,181,960	2.71%
Special programs	11,808,350	11,114,991	693,359	6.24%
Other instructional programs	2,057,512	2,026,541	30,971	1.53%
Support services				
Student services	19,270,420	19,012,528	257,892	1.36%
Tuition	7,233,469	7,880,318	(646,849)	-8.21%
General administration and business services	5,204,019	5,239,608	(35,589)	-0.68%
School administration	3,931,753	3,812,896	118,857	3.12%
Plant services	8,457,990	7,658,105	799,885	10.44%
Pupil transportation	5,906,384	5,598,204	308,180	5.50%
Unallocated benefits	36,699,008	40,058,661	(3,359,653)	-8.39%
Unallocated depreciation and amortization	798,719	871,363	(72,644)	-8.34%
Interest on long-term debt	207,433	329,135	(121,702)	-36.98%
Total expenses	146,365,689	147,211,022	(845,333)	-0.57%
Increase (Decrease) in net position	\$ 3,522,189	\$ 5,999,837	\$ (2,477,648)	-41.30%

The decrease in governmental activities operating grants and contributions was mainly attributed to a decrease in the unallocated benefits received during the current year in the District. Governmental activities federal and state aid decreased due to reductions in federal funding. Governmental activities miscellaneous revenues decreased due to reductions in interest revenue. Governmental activities instructional expenses mainly increased due to increases in salary-related expenses. Governmental activities plant service expenses mainly increased due to increased capital outlay expenditures. Governmental activities unallocated benefits decreased due to decreases in the on-behalf unallocated benefits spent during the current year. Governmental activities interest on long-term debt decreased as no debt was issued in fiscal year 2025 and existing debt was paid down.

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

	<u>2025</u>	<u>2024</u>	<u>Amount of Difference</u>	<u>Percentage Increase (Decrease)</u>
Revenues:				
Program revenue				
Charges for services	\$ 2,311,738	\$ 2,211,892	\$ 99,846	4.51%
Miscellaneous revenues	<u>81,498</u>	<u>111,559</u>	<u>(30,061)</u>	<u>-26.95%</u>
Total revenues	<u>2,393,236</u>	<u>2,323,451</u>	<u>69,785</u>	<u>3.00%</u>
Expenses:				
Food Service	1,589,867	1,851,070	(261,203)	-14.11%
WRAP Program	<u>376,707</u>	<u>401,449</u>	<u>(24,742)</u>	<u>-6.16%</u>
Total expenses	<u>1,966,574</u>	<u>1,882,025</u>	<u>(285,945)</u>	<u>-15.19%</u>
Increase (Decrease) in net position	<u>\$ 426,662</u>	<u>\$ 362,045</u>	<u>\$ 64,617</u>	<u>17.85%</u>

Business-type activities charges for services increased due to increases in food service daily sales. Business-type activities miscellaneous revenues decreased due to not earning the food service company profit guarantee. The business-type food service expenses decreased in 2025 due to the not charging of cafeteria aides and related employee benefits to food service in 2025 and instead charging them to the general fund. WRAP program expenses decreased in 2025 due to decreases in direct labor expenses.

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

Figure A - 5
Governmental Activities - Total Cost of Services

			Increase (Decrease)	
	2025	2024	\$	%
Function/program expense:				
Instruction				
Regular programs	\$ 44,790,632	\$ 43,608,671	\$ 1,181,961	2.7%
Special programs	11,808,350	11,114,991	693,359	6.2%
Other Instructional programs	2,057,512	2,026,541	30,971	1.5%
Support services				
Student services	19,270,420	19,012,528	257,892	1.4%
Tuition	7,233,469	7,880,318	(646,849)	-8.2%
Instructional staff support				
General administration and business services	5,204,019	5,239,608	(35,589)	-0.7%
School administration	3,931,753	3,812,896	118,857	3.1%
Plant services	8,457,990	7,658,105	799,885	10.4%
Student transportation	5,906,384	5,598,204	308,180	5.5%
Unallocated benefits	36,699,008	40,058,661	(3,359,653)	-8.4%
Unallocated depreciation and amortization	798,719	871,363	(72,644)	-8.3%
Interest expense	207,433	329,135	(121,702)	-37.0%
Total	\$ 146,365,689	\$ 147,211,021	\$ (845,332)	-0.6%

As noted above, governmental activities instructional expenses increased mainly due to increases in salary-related expenses. Governmental activities plant service expenses increased mainly due to increased capital outlay expenses. Governmental activities unallocated benefits decreased due to decreased on-behalf unallocated benefits spent during the current year. Governmental activities interest on long-term debt decreased as no debt was issued in fiscal year 2025 and existing debt was paid down.

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

As the school district completed this year, our governmental funds reported a combined fund balance of \$21,268,230, which is a decrease of \$3,243,552 from last year. This amount includes the general fund (decrease of \$2,917,786), special revenue fund (increase of \$64,280) and capital projects fund (decrease of \$390,046). The primary reasons for the increase/decrease are:

1. Decreases in operating grants and contributions.
2. Decreases in federal and state aid.

General Fund Budgetary Highlights

Over the course of the year, the School District revises its budget as it attempts to deal with unexpected changes in revenues and expenditures. Budget changes/transfers are approved by the Board of Education throughout the year. Actual revenues reflect a positive variance of \$31.43 million. This is due primarily to the State reimbursement/on behalf payments in the amount of \$28.79 million for TPAF pension, post retirement and social security contributions. This is always a non-budgeted item that the State (and GAAP) require to be included in the financial statements.

Actual expenditures reflect a negative variance of \$23.57 million even though all budget categories show a positive variance. This again is primarily due to the State requirement to include TPAF pension, post retirement and social security contributions in the audit.

There were material budget transfers in and out of different accounts including the transfer out of unallocated employee benefits of \$1,524,803 due to the lessened need to contribute to employee benefits. Alternatively, there were transfers into various accounts including capital outlay for \$5,651,763 for the increased need for capital improvements and the roll over of prior year purchase orders.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2025, the School District's governmental activities reported \$135,429,826 invested in capital assets, including land, construction in progress, buildings, building improvements, other improvements, vehicles, furniture and equipment. This amount represents a net increase (including additions, trade-ins and retirements) of \$5,873,015 from the prior year. Figure A-6 details the composition of capital assets at June 30 of the current and prior year and the net changes.

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

	<u>2025</u>	<u>2024</u>	<u>(Decrease) Increase</u>
Land	\$ 4,488,200	\$ 4,488,200	
Construction in Progress	5,951,784	12,097,210	\$ (6,145,426)
Buildings and Improvements	106,138,827	95,006,295	11,132,532
Furniture, Equipment and Vehicles	<u>18,851,015</u>	<u>17,965,106</u>	<u>885,909</u>
Total	\$ <u>135,429,826</u>	\$ <u>129,556,811</u>	\$ <u>5,873,015</u>

See Note 3 for additional information.

Long-Term Liabilities

At the end of this year, the school district had \$10,100,000 in bonds (Type II debt) outstanding versus \$12,500,000 last year – a decrease of 24%. Compensated absence payable increased due to the implementation of GASB Statement No. 101 effective July 1, 2024. The summary of long-term liabilities and changes for the 2024-2025 school year is as follows:

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

	Governmental Activities		(Decrease)
	2025	2024	Increase
School Serial Bonds Payable	\$ 10,100,000	\$ 12,500,000	\$ (2,400,000)
Unamortized Premium on Bonds	223,484	294,545	(71,061)
Other Long Term Liabilities:			
Net Pension Liability	15,366,164	17,374,652	(2,008,488)
Compensated Absences Payable	30,678,540	2,979,883	27,698,657
Total	\$ 56,368,188	\$ 33,149,080	\$ 23,219,108

See Note 4 for additional information.

FACTORS AFFECTING THE DISTRICT'S FUTURE

- In April 2025, voters approved a bond referendum authorizing the District to issue approximately \$225.8 million in school bonds to fund capital improvements across all elementary, intermediate, and secondary schools. Debt related to this authorization was issued subsequent to year-end to begin implementation of the approved projects. The program includes significant additions, renovations, and facility upgrades at multiple schools, such as Franklin, Jefferson, McKinley, Tamaques, Washington, Wilson, Edison Intermediate, Roosevelt Intermediate, and Westfield High School. These improvements are intended to enhance instructional spaces, support full-day kindergarten implementation, and address long-term infrastructure needs. While the resulting debt service requirements will increase future expenditures, the State of New Jersey is expected to reimburse 40% of eligible project costs through debt service aid. The District's financial outlook will continue to be influenced by the timing of construction expenditures, debt repayment schedules, and receipt of State aid related to the bond projects.
- The largest expenditure in the school budget is for employee salaries and wages. The contract with the Westfield Education Association and the Westfield Association of Educational Secretaries expired on June 30, 2025. Negotiations with all employee associations will affect future budgets.
- The enrollment in the District is continuing to remain stable.
- The district maintains twelve facilities, ten of which are schools. The district continues to budget for capital improvements in accordance with the State approved Long Range Facilities Plan.

CONTACTING THE SCHOOL DISTRICT'S FINANCIAL MANAGEMENT

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

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS
SECTION – A

WESTFIELD SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2025

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
<u>ASSETS</u>			
Cash and Cash Equivalents	\$ 25,080,966	\$ 1,627,615	\$ 26,708,581
Other Receivables	100	2,459	2,559
Receivables from Other Governments	2,735,041		2,735,041
Inventory		21,002	21,002
Restricted Cash Held With Fiscal Agent	23,783		23,783
Capital Assets, Non-Depreciable	10,439,984		10,439,984
Capital Assets, Depreciable, Net	54,289,375	406,068	54,695,443
Total Assets	92,569,249	2,057,144	94,626,393
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Pension Deferrals	2,565,342		2,565,342
Deferred Amount on Refinancing	24,407		24,407
Total Deferred Outflows of Resources	2,589,749		2,589,749
<u>LIABILITIES</u>			
Accounts Payable	2,218,689	124,511	2,343,200
Accrued Interest Payable	93,750		93,750
Accrued Liabilities	4,423,903		4,423,903
Payable to Other Governments	83,058		83,058
Payroll Deductions and Withholdings Payable	691,696		691,696
Unemployment Compensation Claims Payable	456,618		456,618
Unearned Revenue	310,846	122,364	433,210
Noncurrent Liabilities:			
Due Within One Year	5,188,915	4,519	5,193,434
Due Beyond One Year	35,813,109	40,669	35,853,778
Net Pension Liability	15,366,164		15,366,164
Total Liabilities	64,646,748	292,063	64,938,811
<u>DEFERRED INFLOW OF RESOURCES</u>			
Pension Deferrals	3,273,982		3,273,982
Total Deferred Inflow of Resources	3,273,982		3,273,982
<u>NET POSITION</u>			
Net investment in capital assets	54,430,282	406,068	54,836,350
Restricted for:			
Excess Fund Balance - Current Year	314,062		314,062
Excess Fund Balance - Designated for Subsequent Years	512,983		512,983
Capital Reserve	9,500,000		9,500,000
Maintenance Reserve	1,750,000		1,750,000
Emergency Reserve	1,000,000		1,000,000
Capital Projects	75,820		75,820
Unemployment Compensation	476,536		476,536
Student Activities	799,139		799,139
Unrestricted (Deficit)	(41,620,554)	1,359,013	(40,261,541)
Total Net Position	\$ 27,238,268	\$ 1,765,081	\$ 29,003,349

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

**WESTFIELD SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025**

Functions/Programs	EXPENSES	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGE IN NET POSITION		
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Governmental Activities:						
Instruction:						
Regular	\$ 44,790,632		\$ 2,123,956	\$ (42,666,676)		\$ (42,666,676)
Special Education	9,424,856			(9,424,856)		(9,424,856)
Other Special Instruction	2,383,494			(2,383,494)		(2,383,494)
Other Instruction	2,057,512			(2,057,512)		(2,057,512)
Support Services:						
Tuition	7,233,469	\$ 218,921	2,230,465	(4,784,083)		(4,784,083)
Student & Instruction Related Services	19,270,420	1,243,521	430,812	(17,596,087)		(17,596,087)
School Administrative Services	3,931,753			(3,931,753)		(3,931,753)
General and Business Administrative Services	5,204,019			(5,204,019)		(5,204,019)
Plant Operations and Maintenance	8,457,990		256,688	(8,201,302)		(8,201,302)
Pupil Transportation	5,906,384	33,275	1,212,368	(4,660,741)		(4,660,741)
Unallocated Benefits	36,699,008		12,875,297	(23,823,711)		(23,823,711)
Interest on Long-Term Debt	207,433			(207,433)		(207,433)
Unallocated Depreciation and Amortization	798,719			(798,719)		(798,719)
Total Governmental Activities	146,365,689	1,495,717	19,129,586	(125,740,386)		(125,740,386)
Business-Type Activities:						
Food Service	1,589,867	1,841,188			\$ 251,321	251,321
WRAP Program	376,707	470,550			93,843	93,843
Total Business-Type Activities	1,966,574	2,311,738			345,164	345,164
Total Primary Government	\$ 148,332,263	\$ 3,807,455	\$ 19,129,586	(125,740,386)	345,164	(125,395,222)
General Revenues:						
Taxes:						
Taxes Levied for General Purposes, Net				117,470,655		117,470,655
Taxes Levied for Debt Service				1,908,132		1,908,132
Federal and State Aid Not Restricted				7,294,897		7,294,897
Federal and State Aid Restricted				777,995		777,995
Investment Earnings				1,447,242		1,492,928
Miscellaneous Income				363,654	45,686	399,466
Total General Revenues				129,262,575	81,498	129,344,073
Change in Net Position				3,522,189	426,662	3,948,851
Net position—Beginning of Year, as Reported				52,378,984	1,390,870	53,769,854
Cumulative Effect of Change in Accounting Principle				(28,662,905)	(52,451)	(28,715,356)
Net position—Beginning of Year, as Restated				23,716,079	1,338,419	25,054,498
Net Position—Ending				\$ 27,238,268	\$ 1,765,081	\$ 29,003,349

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

FUND FINANCIAL STATEMENTS
SECTION – B

GOVERNMENTAL FUNDS

**WESTFIELD SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2025**

Exhibit B-1

	MAJOR FUNDS			TOTAL GOVERNMENTAL FUNDS
ASSETS	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	
Cash and Cash Equivalents	\$ 19,545,228	\$ 1,036,015	\$ 75,820	\$ 20,657,063
Receivables from Other Governments	2,616,465	118,576		2,735,041
Restricted Cash and Cash Equivalents	23,783			23,783
Total Assets	\$ 22,185,476	\$ 1,154,591	\$ 75,820	\$ 23,415,887
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts Payable	\$ 564,941	\$ 40,498		\$ 605,439
Intergovernmental Payable		83,058		83,058
Payroll Deductions and Withholdings Payable	691,696			691,696
Unemployment Compensation Claims Payable	456,618			456,618
Unearned Revenue	78,950	231,896		310,846
Total liabilities	1,792,205	355,452		2,147,657
Fund Balances:				
Restricted for:				
Excess Fund Balance - Current Year	314,062			314,062
Capital Reserve	9,500,000			9,500,000
Maintenance Reserve	1,750,000			1,750,000
Excess Fund Balance - Designated for				
Subsequent Year's Expenditures	512,983			512,983
Emergency Reserve	1,000,000			1,000,000
Unemployment Compensation	476,536			476,536
Student Activities		799,139		799,139
Assigned for:				
Other Purposes	3,778,535			3,778,535
Capital Projects			\$ 75,820	75,820
Unassigned, Reported in:				
General Fund	3,061,155			3,061,155
Total Fund Balances	20,393,271	799,139	75,820	21,268,230
Total Liabilities and Fund Balances	\$ 22,185,476	\$ 1,154,591	\$ 75,820	\$ 23,415,887
The accompanying Notes to Financial Statements are an integral part of this statement.				
Amounts reported for governmental activities in the statement of net position (A-1) are different because:				
Total Governmental Fund Balances				\$ 21,268,230
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.				
The carrying value of the assets is \$135,429,826, and the accumulated depreciation is \$70,700,467.				64,729,359
Long-term liabilities, including bonds (net of premiums and/or discounts), compensated absences, and other obligations that are not due and payable in the current period and therefore are not reported as liabilities in the funds.				
				(41,002,024)
Short-term liabilities, including accrued interest on long-term debt, are not due payable in the current period and therefore are not reported as liabilities in the funds.				
				(93,750)
Some liabilities, including net pension obligations, are not due and payable in the current period and therefore are not reported in the funds.				
	Net Pension Liability			(15,366,164)
	Accounts Payable - Pension Related			(1,613,250)
Deferred outflows and inflows or resources related to pension are applicable to future periods and therefore are not reported in the funds.				
	Deferred Outflows of Resources Related to Pensions			2,565,342
	Deferred Inflows of Resources Related to Pensions			(3,273,982)
The difference between the face amount of Refunded Bonds and the escrow deposit required to legally defease the Bonds is recorded as a decrease to fund balance in the governmental funds, but is carried on the statement of net position as a Deferred Outflow of Resources and amortized over the life of the Bonds. The Deferred Amount from Refunding is \$467,538 and accumulated amortization is \$443,131.				
				24,407
Internal service funds are used by the District to charge the costs of the District's self-insurance fund to the individual funds. The assets and liabilities of the internal service funds are included with governmental activities.				
				100
	Net Position of Governmental Activities			\$ 27,238,268
The accompanying Notes to Financial Statements are an integral part of this statement.				

WESTFIELD SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

Exhibit B-2
Page 1 of 2

	MAJOR FUNDS				TOTAL
	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	GOVERNMENTAL FUNDS
<u>REVENUES</u>					
Local Tax Levy	\$ 117,470,655			\$ 1,908,132	\$ 119,378,787
Tuition Charges	97,621				97,621
Tuition Charges from Other LEA's	121,300				121,300
Transportation	33,275				33,275
Miscellaneous	1,810,896				1,810,896
Local Sources		\$ 1,643,055			1,643,055
State Sources	39,513,497	601,922		777,995	40,893,414
Federal Sources	16,391	1,810,000			1,826,391
Total Revenues	<u>159,063,635</u>	<u>4,054,977</u>		<u>2,686,127</u>	<u>165,804,739</u>
<u>EXPENDITURES</u>					
Current:					
Regular Instruction	39,471,802	2,123,956			41,595,758
Special Education Instruction	9,424,856				9,424,856
Other Special Instruction	2,383,494				2,383,494
Other Instruction	2,057,512				2,057,512
Support Services and Undistributed Costs:					
Tuition	7,233,469				7,233,469
Student & Instruction Related Services	17,660,367	1,610,053			19,270,420
School Administrative Services	3,931,753				3,931,753
Other Administrative Services	5,204,019				5,204,019
Plant Operations and Maintenance	7,585,356				7,585,356
Pupil Transportation	5,906,384				5,906,384
Unallocated Benefits	26,231,336				26,231,336
On-behalf TPAF Social Security and Pension Contributions	28,792,158				28,792,158
Debt Service:					
Principal				2,400,000	2,400,000
Interest and Other Charges				286,127	286,127
Capital Outlay	6,099,778	256,688	\$ 389,183		6,745,649
Total Expenditures	<u>161,982,284</u>	<u>3,990,697</u>	<u>389,183</u>	<u>2,686,127</u>	<u>169,048,291</u>

WESTFIELD SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

Exhibit B-2
Page 2 of 2

	MAJOR FUNDS				TOTAL GOVERNMENTAL FUNDS
	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	
Excess (Deficiency) of Revenues over Expenditures	\$ (2,918,649)	\$ 64,280	\$ (389,183)	\$ -	\$ (3,243,552)
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers in	863				863
Transfers out			(863)		(863)
Total Other Financing Sources and (Uses)	863	-	(863)	-	-
Net Change in Fund Balances	(2,917,786)	64,280	(390,046)	-	(3,243,552)
Fund Balance—Beginning	23,311,057	734,859	465,866	-	24,511,782
Fund Balance—Ending	\$ 20,393,271	\$ 799,139	\$ 75,820	\$ -	\$ 21,268,230

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

**WESTFIELD SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025**

Total net change in fund balances - governmental funds (from B-2)	\$	(3,243,552)
Amounts reported for governmental activities in the statement of activities (A-2) are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense in the period.		
	Depreciation Expense \$	(3,993,593)
	Capital Outlays	5,873,015
		1,879,422
Repayment of bonds (long-term debt) principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.		2,400,000
In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. When the accrued amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the accrued amount, the difference is an addition to the reconciliation (+).		23,416
In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).		964,248
Pension expenditures in the governmental funds are recognized when paid or payable from expendable available financial resources. In the statement of activities, pension costs are recognized on a full accrual basis utilizing actuarial valuations. The amount by which actuarially calculated pension expense exceeds the expenditure reported in the funds is a deduction.		1,481,507
Governmental funds report the effect of premiums and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences.		
	Amortization of Premium on Bonds	71,061
	Amortization of Deferred Amount on Refinancing	(15,783)
		55,278
The Internal Service Fund is used by the District to charge the costs of self insurance to other funds. The activity of this fund is included in the Statement of Activities.		(38,130)
Change in net position of governmental activities (A-2)	\$	<u>3,522,189</u>

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

PROPRIETARY FUNDS

**WESTFIELD SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2025**

	MAJOR FUNDS			NON-MAJOR FUND
	BUSINESS TYPE ACTIVITIES - ENTERPRISE FUNDS			INTERNAL SERVICE FUND
	FOOD SERVICE	WRAP PROGRAM	TOTALS	SELF INSURANCE FUND
<u>ASSETS</u>				
Current assets:				
Cash and Cash Equivalents	\$ 1,217,383	\$ 410,232	\$ 1,627,615	\$ 4,423,903
Accounts Receivable	2,459		2,459	100
Inventory	21,002		21,002	
Total Current Assets	<u>1,240,844</u>	<u>410,232</u>	<u>1,651,076</u>	<u>4,424,003</u>
Noncurrent Assets:				
Furniture, Machinery & Equipment	1,043,738		1,043,738	
Less Accumulated Depreciation	<u>(637,670)</u>		<u>(637,670)</u>	
Total Noncurrent Assets	<u>406,068</u>		<u>406,068</u>	
Total Assets	<u>1,646,912</u>	<u>410,232</u>	<u>2,057,144</u>	<u>4,424,003</u>
<u>LIABILITIES</u>				
Current Liabilities:				
Accounts Payable	124,511		124,511	
Unearned Revenue	73,564	48,800	122,364	
Compensated Absences		4,519	4,519	
Accrued Liability for Insurance Claims				4,423,903
Total Current Liabilities	<u>198,075</u>	<u>53,319</u>	<u>251,394</u>	<u>4,423,903</u>
Noncurrent Liabilities:				
Compensated Absences		40,669	40,669	
Total Noncurrent Liabilities		<u>40,669</u>	<u>40,669</u>	
Total Liabilities	<u>198,075</u>	<u>93,988</u>	<u>292,063</u>	<u>4,423,903</u>
<u>NET POSITION</u>				
Investment in Capital Assets	406,068		406,068	
Unrestricted	<u>1,042,769</u>	<u>316,244</u>	<u>1,359,013</u>	<u>100</u>
Total Net Position	<u>\$ 1,448,837</u>	<u>\$ 316,244</u>	<u>\$ 1,765,081</u>	<u>\$ 100</u>

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

WESTFIELD SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	MAJOR FUNDS			NON-MAJOR FUND
	BUSINESS TYPE ACTIVITIES -			INTERNAL
	ENTERPRISE FUNDS			SERVICE FUND
	FOOD SERVICE	WRAP PROGRAM	TOTALS	SELF INSURANCE FUND
<u>OPERATING REVENUES</u>				
Local Sources:				
Daily Sales - Non-Reimbursable Programs	\$ 1,841,188		\$ 1,841,188	
Charges for Services				\$ 22,470,797
Total Local Sources	1,841,188		1,841,188	22,470,797
Program Fees		\$ 470,550	470,550	
Total Operating Revenues	1,841,188	470,550	2,311,738	22,470,797
<u>OPERATING EXPENSES</u>				
Non-Program Cost of Sales	629,506		629,506	
Direct Labor	347,388	376,108	723,496	
Employee Benefits	157,457		157,457	22,508,927
Administrative Labor	239,131		239,131	
Supplies	13,269	599	13,868	
Office and Administrative	31,594		31,594	
Outside Services	10,117		10,117	
Management Fees	120,850		120,850	
Depreciation	40,555		40,555	
Total Operating Expenses	1,589,867	376,707	1,966,574	22,508,927
Operating Income (Loss)	251,321	93,843	345,164	(38,130)
Non-Operating Revenues:				
Capital Contribution	35,812		35,812	
Interest on Deposits	45,686		45,686	
Total Non-Operating Revenues	81,498		81,498	
Change in Net Position	332,819	93,843	426,662	(38,130)
Total Net Position Beginning, as Reported	1,116,018	274,852	1,390,870	38,230
Cumulative Effect of Change in Accounting Principle		(52,451)	(62,475)	
Total Net Position Beginning, as Restated	1,116,018	222,401	1,328,395	38,230
Total Net Position Ending	\$ 1,448,837	\$ 316,244	\$ 1,755,057	\$ 100

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

WESTFIELD SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	MAJOR FUNDS			NON-MAJOR FUND
	BUSINESS TYPE ACTIVITIES -			INTERNAL
	ENTERPRISE FUNDS			SERVICE FUND
	FOOD SERVICE	WRAP PROGRAM	TOTALS	SELF INSURANCE FUND
Cash Flows from Operating Activities:				
Receipts from Customers	\$ 1,862,194	\$ 469,350	\$ 2,331,544	
Payments for Employee Services	(743,976)	(383,371)	(1,127,347)	
Payments to Suppliers	(765,639)	(599)	(766,238)	
Receipts from Services Provided				\$ 22,470,797
Payments for Insurance				(22,470,797)
Net Cash Provided by Operating Activities	<u>352,579</u>	<u>85,380</u>	<u>437,959</u>	<u>-</u>
Cash Flows from Capital and Related Financing Activity:				
Purchase of Capital Assets	<u>(57,458)</u>		<u>(57,458)</u>	
Net Cash Used by Capital and Related Financing Activity	<u>(57,458)</u>		<u>(57,458)</u>	
Cash Flows from Investing Activity:				
Interest on Deposits	<u>45,686</u>		<u>45,686</u>	
Net Cash Provided by Investing Activity	<u>45,686</u>		<u>45,686</u>	
Net Increase in Cash and Cash Equivalents	340,807	85,380	483,645	-
Cash and Cash Equivalents, July 1	<u>876,576</u>	<u>324,852</u>	<u>1,201,428</u>	<u>4,423,903</u>
Cash and Cash Equivalents, June 30	<u>\$ 1,217,383</u>	<u>\$ 410,232</u>	<u>\$ 1,627,615</u>	<u>\$ 4,423,903</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:				
Operating Income (Loss)	\$ 251,321	\$ 93,843	\$ 345,164	\$ (38,130)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:				
Depreciation	40,555		40,555	
Decrease in Accounts Receivable	60,249		60,249	
Decrease in Inventory	6,855		6,855	
(Decrease) in Unearned Revenue	(39,243)	(1,200)	(40,443)	
Increase in Accounts Payable	32,842		32,842	
(Decrease) in Compensated Absences		(7,263)	(7,263)	
Increase in Accrued Liability for Insurance Claims				38,130
Net Cash Provided by Operating Activities	<u>\$ 352,579</u>	<u>\$ 85,380</u>	<u>\$ 437,959</u>	<u>\$ -</u>

Supplemental Disclosure of Noncash Investing and Financing Activity

During the year ended June 30, 2025, the Food Service Fund received a capital contribution of capital assets totaling \$35,812.

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

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of Government-Wide Financial Statements

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

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

B. Reporting Entity:

The Westfield School District is a Type II district located in the County of Union, State of New Jersey, serving students domiciled in the Town of Westfield. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members elected to staggered three-year terms. The purpose of the District is to educate students in grades K-12. The Westfield School District had an average daily enrollment for the year ended June 30, 2025 of 5,817 students.

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

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

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

C. Basis of Presentation – Government-Wide Financial Statements

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

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

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

D. Basis of Presentation - Fund Financial Statements

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

The District reports the following major governmental funds:

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

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

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

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

Special Revenue Fund - The Special Revenue Fund is used to account for the proceeds of specific revenue from State and Federal Government, (other than major capital projects, Debt Service or the Enterprise Funds) and local appropriations that are legally restricted to expenditures for specified purposes.

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

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

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

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

Capital Projects Fund - The Capital Projects Fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election. State Aid in the form of the New Jersey Schools Development Authority Grants are also financial resources of this fund.

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

The District reports the following proprietary funds:

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

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

The District reports the following non-major proprietary fund:

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

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

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

E. Measurement Focus and Basis of Accounting

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

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

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

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

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

The District is entitled to receive moneys under an established payment schedule and any unpaid amount is considered to be an "accounts receivable." Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. State categorical aid revenues are recognized as District revenue during the fiscal period in which they are appropriated. The governmental funds financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized when it becomes measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred, as under accrual basis accounting. Exceptions to this general rule include debt service, for which interest and principal expenditures in the Debt Service Fund are recognized on their due dates, and expenditures relating to compensated absences, claims and judgments, which are recorded in the period when payment becomes due. General capital asset acquisitions are recorded as expenditures in the governmental funds and are not capitalized. The issuance of long-term debt for capital purposes and lease obligations incurred to acquire general capital assets are reported as "other financing sources."

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

F. Budgets/Budgetary Control

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

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

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

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

F. Budgets/Budgetary Control (Cont'd)

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

New Jersey statutes place limits on the Board's ability to increase budgeted expenditures through the appropriation of previously undesignated fund balance and requires the District to obtain additional approvals when budgetary transfers, measured using the advertised budgetary account totals rather than line-item totals, exceed certain thresholds. Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles with the exception of the legally mandated revenue recognition of the last state aid payment for budgetary purposes only and special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

Except for student activity funds, the accounting records of the special revenue fund are maintained on the grant accounting budgetary basis. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial statements. With the District's implementation of GASB Statement No. 84, federal, state, and local grants remain on the budgetary basis and student activities recognize revenue upon cash received and expenditures incurred when paid.

G. Encumbrances:

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

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

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

G. Encumbrances (Cont'd):

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

Open encumbrances in the special revenue fund for which the District has received advances, are reflected in the balance sheet as unearned revenues at fiscal year-end. At June 30, 2025, encumbered balances of grant funds amounted to \$104,970.

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

H. Cash, Cash Equivalents and Investments:

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

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

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

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

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

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

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

I. Tuition Revenue

Tuition revenues for the fiscal year 2024-2025 were based on contractual per pupil rates established by and between the sending and receiving districts. These rates are not subject to change except through amendatory contracts.

J. Inventories and Prepaid Expenses:

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

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

K. Interfund Receivables/Payables:

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

L. Capital Assets:

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

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

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

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

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

Food Service Fund:	
Equipment	5-20 Years

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

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

M. Compensated Absences:

A liability for compensated absences that are attributable to services already rendered and that are not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to the benefits. The District uses the "vesting method" for estimating its accrued sick and vacation leave liability.

District employees are granted vacation and sick leave in varying amounts under the District's personnel policies and collective bargaining agreements. In the event of termination, an employee is reimbursed for accumulated vacation. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after one year of service.

The liability for compensated absences represents the vacation and sick time ("leave"/"leave days") and salary related payments which have been earned for services previously rendered by employees in accordance with the District's various collective bargaining agreements, accumulates, is allowed to be carried over to subsequent year(s) and is deemed more likely than not (by management) to be used for time off or otherwise paid/settled in the future. The liability is calculated based on each employee's rate of pay and the number of unused leave days accumulated as of year-end, management's assumption that likelihood of future use (either by use during employment or settlement/payment upon separation from service) is probable, and the salary-related payments that are directly and incrementally associated with payments for the leave. The District utilizes historical data of past usage patterns to estimate the expected usage and payment of compensated absences. The liability for compensated absences is reflected in the government-wide financial statements as current and long-term liabilities. In the fund financial statements, only the compensated absences liability that has matured through employee resignation or retirement and is expected to be payable from expendable available financial resources is reported. The financial reporting of these amounts is presented in accordance with the provisions of GASB Statement No. 101, *"Compensated Absences."*

As of June 30, 2025, the District recorded liabilities for vested compensated absences totaling \$30,678,540, in the government-wide financial statements and \$45,188 in the business-type activities financial statements.

N. Deferred Outflows/Inflows of Resources:

In addition to assets, the statement of financial position may report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net assets that applies to a future period(s) and will not be recorded as an outflow of resources (expenditure/expense) until that time. The District is reporting two items in this category; the deferred amount on refinancing and pension deferrals. A deferred charge on refunding results from the difference in the carrying value of the refunded debt and its reacquisition price. This amount is amortized over the shorter of the life of the refunded or refunding bonds. Deferred outflows for pension deferrals represent future outflows of resources resulting from changes in actuarial assumptions used in the valuation of the pension liability and changes in the District's proportionate share of the system-wide Net Pension Liability. Deferred outflows for subsequent pension payments reflects payments made by the District to the pension system subsequent to the date of the most recent actuarial valuation, which was July 1, 2024.

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

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

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

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

O. Pensions:

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

P. Other Post-Employment Benefits:

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

Q. Unearned Revenue/Advances from Grantors:

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

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

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

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

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

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

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

T. Fund Balance Policies:

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

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

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

U. Government-Wide Financial Statement Classifications

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

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

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

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

V. Proprietary Fund Operating and Nonoperating Revenues and Expenses

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

W. Reconciliation of Government-Wide and Fund Financial Statements

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

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

The details of this \$41,002,024 difference are as follows:

Bonds payable	\$ 10,100,000
Premium on bonds	223,484
Compensated absences	<u>30,678,540</u>
Net adjustment to reduce fund balance-total governmental funds to arrive at net position – governmental activities	<u>\$ 41,002,024</u>

X. Estimates

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

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

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

Y. Adopted and Recently Issued Accounting Pronouncements

Adopted – The District adopted GASB Statement No. 100, “*Accounting Changes and Error Corrections—an amendment of GASB 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. This Statement was implemented during the 2025 fiscal year. See Note 21.

Adopted – The District adopted GASB Statement No. 101, “*Compensated Absences*”. 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. This Statement was implemented during the 2025 fiscal year. See Note 21.

Adopted - The GASB issued Statement No. 102 “*Certain Risk Disclosures*” in December 2023. This Statement defines a concentration as a lack of diversity related to an aspect of a significant inflow of resources or outflow of resources. A constraint is a limitation imposed on a government by an external party or by formal action of the government’s highest level of decision-making authority. Management has reviewed this Statement and determined that it did not have an impact on the District’s financial statements.

Concentrations and constraints may limit a government’s ability to acquire resources or control spending. The requirements of this Statement are effective for fiscal years beginning after June 15, 2024, and all reporting periods thereafter. Management has reviewed the Statement and determined it did not have an impact on the financial statements.

Recent - The GASB issued Statement No. 103 “*Financial Reporting Model Improvements*” in April 2024. This Statement improves key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government’s accountability. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter. Management has not yet determined the impact of this Statement on the financial statements.

Recent - The GASB issued Statement No. 104 “*Disclosure of Certain Capital Assets*” in September 2024. The objective of this Statement is to provide users of government financial statements with essential information about certain types of capital assets. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter. Management has not yet determined the impact of this Statement on the financial statements.

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS

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

Deposits

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

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

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

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

<u>Depository Account</u>	<u>Bank Balance</u>
Insured-FDIC	\$ 250,000
NJGUDPA (N.J.S.A 17:9-41)	26,580,423
Uninsured	1,628,706
Total	<u>\$ 28,459,129</u>

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the board's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk. Operating cash accounts are held in the District's name by several commercial banking institutions. At June 30, 2025, the carrying amount of the District's deposits was \$26,732,364 and the bank balance was \$28,459,129. Of the bank balance, \$250,000 of the District's cash deposits on June 30, 2025 was covered by federal depository insurance. The New Jersey Governmental Unit Deposit Protection Act (GUDPA) covered the bank balance of \$26,580,423. \$1,628,706 held in the District agency accounts was not covered by GUDPA.

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONT'D)

As of June 30, 2025, based upon the insured balances as provided by FDIC and NJGUDPA coverage, \$1,628,706 of the District's bank balance of \$28,459,129 was considered exposed to custodial risk. (See Note 1-H relating to statutory mitigations of custodial risk in the event of a bank failure.)

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

NOTE 3. CAPITAL ASSETS

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

Total Capital Assets	\$ 135,429,826
Less: Accumulated Depreciation	<u>(70,700,467)</u>
Governmental Activities Capital Assets, Net	<u><u>\$ 64,729,359</u></u>

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements/ Transfers</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets That Are Not Being Depreciated:				
Land	\$ 4,488,200			\$ 4,488,200
Construction in Progress	<u>12,097,210</u>	\$ 4,192,607	\$ (10,338,033)	<u>5,951,784</u>
Total Capital Assets Not Being Depreciated	<u>16,585,410</u>	<u>4,192,607</u>	<u>(10,338,033)</u>	<u>10,439,984</u>
Capital Assets Being Depreciated:				
Building and Building Improvements	95,006,295	794,499	10,338,033	106,138,827
Machinery, Equipment, Furniture & Vehicles	<u>17,965,106</u>	<u>885,909</u>		<u>18,851,015</u>
Total Capital Assets Being Depreciated	<u>112,971,401</u>	<u>1,680,408</u>	<u>10,338,033</u>	<u>124,989,842</u>
Less Accumulated Depreciation For:				
Building and Building Improvements	(51,227,209)	(3,452,146)		(54,679,355)
Equipment, Furniture, and Vehicles	<u>(15,479,665)</u>	<u>(541,447)</u>		<u>(16,021,112)</u>
Total Accumulated Depreciation	<u>(66,706,874)</u>	<u>(3,993,593)</u>		<u>(70,700,467)</u>
Governmental Activities Capital Assets, Net	<u>\$ 62,849,937</u>	<u>\$ 1,879,422</u>	<u>\$ -</u>	<u>\$ 64,729,359</u>
Business-type Activities				
Equipment	\$ 950,468	\$ 93,270		\$ 1,043,738
Less Accumulated Depreciation for:				
Equipment	<u>(597,115)</u>	<u>(40,555)</u>		<u>(637,670)</u>
Business-type Activities Capital Assets, Net	<u>\$ 353,353</u>	<u>\$ 52,715</u>	<u>\$ -</u>	<u>\$ 406,068</u>

Depreciation expense was charged to governmental functions as follows:

Instruction - Regular	\$ (3,194,874)
Unallocated	<u>(798,719)</u>
Total Depreciation Expense	<u>\$ (3,993,593)</u>

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 4. LONG-TERM LIABILITIES

During the year ended June 30, 2025, the following changes occurred to long-term liabilities:

	Balance Reported as of <u>July 1, 2024</u>	Cumulative Effect of Change in Accounting Principle*	Balance as Restated <u>July 1, 2024</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
Governmental Activities:						
Bonds Payable:						
General Obligation Debt	\$ 12,500,000			\$ 2,400,000	\$ 10,100,000	\$ 2,050,000
Total Bonds Payable	12,500,000			2,400,000	10,100,000	2,050,000
Other Liabilities:						
Compensated Absences Payable	2,979,883	\$ 28,662,905	\$ 31,642,788	964,248	30,678,540	3,067,854
Total Other Liabilities	2,979,883	28,662,905	31,642,788	964,248	30,678,540	3,067,854
Net Pension Liability	17,374,652			2,008,488	15,366,164	
Unamortized Bond Premium	294,545			71,061	223,484	71,061
Total Governmental Activities Liabilities	33,149,080	28,662,905	31,642,788	5,443,797	56,368,188	5,188,915
Business-Type Activities:						
Other Liabilities:						
Compensated Absences Payable	-	52,451	52,451	7,263	45,188	4,519
Total Business-Type Liabilities	-	52,451	52,451	7,263	45,188	4,519
Total Liabilities	\$ 33,149,080	\$ 28,715,356	\$ 31,695,239	\$ 5,451,060	\$ 56,413,376	\$ 5,193,434

Changes in compensated absences is presented as a net basis.

*See Note 21.

A. **Bonds Payable** – Bonds are authorized in accordance with State law by voters of the Community through referenda. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the District are general obligation bonds. Bonds payable at June 30, 2025 consisted of the following issues and amounts:

- a. 2013 School Bonds, originally issued August 1, 2013 in the amount of \$6,916,000. The outstanding balance of this issue at June 30, 2025 was \$1,840,000, which is payable in annual installments of \$460,000 due August 1, 2025 through August 1, 2028 at an interest rate of 3.000%.
- b. Refunding School Bonds, Series 2015A, originally issued March 24, 2015 in the amount of \$5,700,000. The outstanding balance of this issue at June 30, 2025 was \$1,910,000, which is payable in annual installments ranging from \$630,000 to \$640,000 due October 1, 2025 through October 1, 2027 at interest rates ranging from 2.400% to 4.000%.
- c. School Bonds, Series 2016B, originally issued July 13, 2016 in the amount of \$12,600,000. The outstanding balance of this issue at June 30, 2025 was \$6,350,000 which is payable in annual installments ranging from \$850,000 to \$950,000 due August 1, 2025 through August 1, 2031 at interest rates ranging from 2.000% to 2.500%.

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

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

Principal and interest due on bonds outstanding is as follows:

Year Ending June 30,	Principal	Interest	Total
2026	\$ 2,050,000	\$ 223,570	\$ 2,273,570
2027	2,050,000	165,170	2,215,170
2028	1,990,000	112,510	2,102,510
2029	1,360,000	73,150	1,433,150
2030	900,000	39,250	939,250
2031-2032	1,750,000	49,875	1,799,875
	<u>\$ 10,100,000</u>	<u>663,525</u>	<u>10,763,525</u>

Bonds Authorized but not Issued (ABNI) – At June 30, 2025, the District had bonds authorized but not issued in the amount of \$188,651,858, pursuant to a voter-approved referendum held on April 15, 2025, to finance renovations, alterations and improvements to various schools.

Additionally, at June 30, 2025, the District had bonds authorized but not issued in the amount of \$37,155,384, pursuant to a voter-approved referendum held on April 15, 2025, to finance renovations, alterations and improvements to the elementary schools needed for a full day kindergarten program.

NOTE 5. PENSION PLANS

Description of Systems

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

Teachers' Pension and Annuity Fund

The Teachers' Pension and Annuity Fund was established in January 1955 under the provisions of N.J.S.A. 18A:66 to provide coverage, including post-retirement health care, to substantially all full-time public-school employees in the State. Members are fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on contributions. In the case of death before retirement, members beneficiaries are entitled to full interest credited to the members' accounts.

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 5. PENSION PLANS (CONT'D)

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 the age of 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 the age of 62 and Tier 5 members upon reaching the age of 65. Early retirement benefits are available to Tiers 1 and 2 members with 25 years or more of service credit before reaching age 60, Tiers 3 and 4 members with 25 years or more of service credit before age 62 and Tier 5 with 30 years or more of service credit before age 65. Benefits are reduced by a fraction of a percent each month when a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their 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.

Public Employee's Retirement System

The Public Employees' Retirement System (PERS) was established in January 1955 and the contribution policy, vesting and benefit provisions are set by the provisions of N.J.S.A. 43:15A to provide coverage including post-retirement health care to substantially all full-time employees of the State of New Jersey or any county, municipality, school board or public agency, provided the employee is not a member of another State-administered retirement system or other state pension fund or local jurisdiction's pension fund.

Members are classified into one of five tiers dependent upon the date of their enrollment. 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 the age of 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 the age of 62 and Tier 5 members upon reaching the age of 65. Early retirement benefits are available to Tiers 1 and 2 members with 25 years or more of service credit before reaching age 60, Tiers 3 and 4 members with 25 years or more of service credit before age 62 and Tier 5 with 30 years or more of service credit before age 65. Benefits are reduced by a fraction of a percent each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to 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.

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

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 5. PENSION PLANS (CONT'D)

Funding Policy

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

During the year ended June 30, 2025, the State of New Jersey contributed \$24,576,416 to the TPAF for on-behalf pension and post-retirement medical benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$4,215,742 during the year ended June 30, 2025 for the employer's share of social security contributions for TPAF members as calculated on their base salaries.

The District's actuarially determined contributions to PERS for each of the years ended June 30, 2025, 2024 and 2023 were \$1,538,784, \$1,603,224, and \$1,691,979, respectively.

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

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

Public Employee's Retirement System (PERS)

At June 30, 2025, the District reported a liability of \$15,366,164 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation July 1, 2023, which was rolled forward to June 30, 2024. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts, actuarially determined. At June 30, 2024, the District's proportion was 0.1130859007 percent, which was a decrease of 0.0068685551 from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the District recognized full accrual pension benefit of \$1,481,507 in the government-wide financial statements. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 5. PENSION PLANS (CONT'D)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ 19,090	\$ 174,832
Net difference between projected and actual earnings on pension plan investments		712,487
Changes in proportion	625,189	2,345,754
Difference between expected and actual experience	307,813	40,909
District contributions subsequent to the measurement date	1,613,250	
	<u>\$ 2,565,342</u>	<u>\$ 3,273,982</u>

\$1,613,250 is reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date.

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

Year ended June 30:

2026	\$ (1,124,097)
2027	198,010
2028	(954,473)
2029	(428,318)
2030	(13,012)
	<u>\$ (2,321,890)</u>

Actuarial Assumptions

The collective total pension liability for the June 30, 2024 measurement date was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. This actuarial valuation used the following actuarial assumptions:

Inflation rate:	
Price	2.75%
Wage	3.25%
Salary increases: 2.75 - 6.55%	
	based on years of service
Investment rate of return	7.00%

The actuarial assumptions used in the July 1, 2023 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 5. PENSION PLANS (CONT'D)

Mortality Rates

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

Long-Term Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2024) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2024 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Equity	28.00%	8.63%
Non-U.S. Developed Market Equity	12.75%	8.85%
International Small Cap Equity	1.25%	8.85%
Emerging Markets Equity	5.50%	10.66%
Private Equity	13.00%	12.40%
Real Assets	8.00%	10.95%
Real Estate	3.00%	8.20%
High Yield	4.50%	6.74%
Private Credit	8.00%	8.90%
Investment Grade Credit	7.00%	5.37%
Cash Equivalents	2.00%	3.57%
U.S. Treasuries	4.00%	3.57%
Risk Mitigation Strategies	3.00%	7.10%
	<u>100.00%</u>	

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 5. PENSION PLANS (CONT'D)

Discount rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2024. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the non-employer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

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

The following presents the District's proportionate share of the net pension liability as of June 30, 2024, calculated using the discount rate as disclosed above as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
District's proportionate share of the net pension liability	\$ 20,417,854	\$ 15,366,164	\$ 11,067,204

Pension Plan Fiduciary Net Position

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

Additional Information

Collective balances of the Local Group at June 30, 2024 are as follows:

Deferred outflows of resources	\$ 1,079,580,780
Deferred inflows of resources	1,611,322,898
Net pension liability	13,702,423,985
 District's proportion	 0.1130859007%

Collective pension expense for the Local Group for the measurement period ended June 30, 2024 is \$372,160,096.

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 5. PENSION PLANS (CONT'D)

The average of the expected remaining service lives of all employees that are provided with pension through the pension plan (active and inactive employees) determined at July 1, 2024, 2023, 2022, 2021, 2020 and 2019 is 5.08, 5.08, 5.04, 5.13, 5.16 and 5.21 years, respectively.

Special Funding Situation

A special funding situation exists for certain local participating employers in the PERS. The State of New Jersey, a non-employer contributing entity, is required to pay the additional costs incurred by local employers under Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001. The June 30, 2024 State special funding situation net pension liability amount of \$114.3 million is the accumulated difference between the annual actuarially determined State obligation under the special funding situation and the actual State contribution through the valuation date. The special funding situation for Chapter 133, P.L. 2001 is due to the State paying the additional normal cost related to benefit improvements from Chapter 133.

Previously, this additional normal cost was paid from the Benefit Enhancement Fund (BEF). As of June 30, 2024, there was no net pension liability associated with this special funding situation there was no accumulated difference between the annual additional normal cost under the special funding situation and the actual State contribution through the valuation date. The State special funding situation pension expense of \$53.7 million, for the fiscal year ending June 30, 2024, is the actuarially determined contribution amount that the State owes for the fiscal year ending June 30, 2024. The pension expense is deemed to be a State administrative expense due to the special funding situation.

The District's expense related to the special funding situation is \$49,541.

Teachers Pensions and Annuity Fund (TPAF) – Special Funding Situation

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a non-employer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. However, the notes to the financial statements of the local participating employers must disclose the portion of the non-employer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer. The State's proportionate share of the TPAF net pension liability associated with the District as of June 30, 2024 was \$216,766,369. The District's proportionate share was \$0. For fiscal year 2024, the State's pension contribution was more than the actuarial determined amount.

The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. The State's proportionate share of the net pension liability associated with the District was based on a projection of the State's long-term contributions to the pension plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2024, the State's proportionate share of the TPAF net pension liability associated with the District was 0.4385754212 percent, which was a decrease of 0.0087545023 from its proportion measured as of June 30, 2023.

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 5. PENSION PLANS (CONT'D)

For the year ended June 30, 2025, the District recognized on-behalf pension expense and revenue in the government-wide financial statements of \$4,774,438 for contributions incurred by the State.

Actuarial assumptions

The total pension liability for the June 30, 2024 measurement date was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. The actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

Inflation rate:	
Price	2.75%
Wage	3.25%
Salary increases:	2.75 - 5.65%
	based on years of service

Mortality Rates

Pre-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Employee mortality table with a 93.9% adjustment for males and 85.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability mortality rates were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

The actuarial assumptions used in the July 1, 2023 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, 2024) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2024 are summarized in the following table:

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 5. PENSION PLANS (CONT'D)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Equity	28.00%	8.63%
Non-U.S. Developed Market Equity	12.75%	8.85%
International Small Cap Equity	1.25%	8.85%
Emerging Market Equity	5.50%	10.66%
Private Equity	13.00%	12.40%
Real Assets	8.00%	10.95%
Real Estate	3.00%	8.20%
High Yield	4.50%	6.74%
Private Credit	8.00%	8.90%
Investment Grade Credit	7.00%	5.37%
Cash Equivalents	2.00%	3.57%
U.S. Treasuries	4.00%	3.57%
Risk Mitigation Strategies	3.00%	7.10%
	<u>100.00%</u>	

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2024. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on 100% of the actuarially determined contributions for the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make 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 determining the total pension liability.

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

The following presents the State's proportionate share of the net pension liability associated with the District as of June 30, 2024 calculated using the discount rate as disclosed above as well as what the State's proportionate share of the net pension liability associated with the District would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage-point higher than the current rate:

	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
State's proportionate share of the net pension liability associated with the District	\$ 257,657,516	\$ 216,766,369	\$ 182,328,293

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 5. PENSION PLANS (CONT'D)

Pension plan fiduciary net position

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

Additional Information

Collective balances of the Local Group at June 30, 2024 are as follows:

Deferred outflows of resources	\$ 1,178,433,819
Deferred inflows of resources	10,615,423,132
Net pension liability	49,492,072,325
 District's proportion	 0.4385754212%

Collective pension benefit of the Local Group for the plan for the measurement period ended June 30, 2024 is \$148,167,647.

The average of the expected remaining service lives of all employees that are provided with pension through the pension plan (active and inactive employees) determined at July 1, 2024, 2023, 2022, 2021, 2020 and 2019 is 7.84, 7.93, 7.83, 7.93, 8.04 and 8.29 years, respectively.

C: DEFINED CONTRIBUTION RETIREMENT PLAN

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

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

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

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 5. PENSION PLANS (CONT'D)

For the year ended June 30, 2024, the Board's total payroll for all employees was \$76,701,442. Total DCRP covered payroll was \$1,731,814. Covered payroll refers to all compensation paid by the Board to active employees covered by the Plan. Board and employee contributions to the DCRP for the year ended June 30, 2025 was \$51,954 and \$95,250, respectively.

NOTE 6. POST-RETIREMENT BENEFITS

General Information about the OPEB Plan

State Health Benefits Local Education Retired Employees Plan

The State Health Benefits Local Education Retired Employees Plan is a multiple-employer defined benefit OPEB plan that is administered on a pay-as-you-go basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The State Health Benefits Local Education Retired Employees Plan provides medical, prescription drug and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

The employer contributions for the participating local education employers are legally required to be funded by the State of New Jersey in accordance with N.J.S.A. 52:14-17.32f. Accordingly, N.J.S.A. 52:14-17.32f, the State provides employer-paid coverage to employees who retire from a board of education or county college with 25 or more years of service credit in, or retires on a disability pension from, one or more of the following plans: the Teachers' Pension and Annuity Fund (TPAF) and the Public Employees' Retirement System (PERS). Pursuant to Chapter 78, P.L. 2011, future retirees eligible for post medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage 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.

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

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

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

Employees covered by benefit terms

The following employees were covered by the benefit terms:

<u>Local Education</u>	<u>June 30, 2024</u>
Active Plan Members	219,185
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	153,556
Inactive Plan Members Entitled to but Not Yet Receiving Benefits	<u>-</u>
Total Plan Members	<u>372,741</u>

Actuarial assumptions and other inputs

The total non-employer OPEB liability of \$59,650,630,530 as of June 30, 2024 was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024 and included in the June 30, 2024 audited financial statements of the State Health Benefit Local Education Retired Employees Plan. The actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

	<u>TPAF</u>	<u>PERS</u>
Salary Increases	2.75% to 5.65% based on years of service	2.75% to 6.55% based on years of service

Mortality Rates

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

Actuarial assumptions used in the July 1, 2023 valuation were based on the results of the TPAF and PERS experience studies prepared for July 1, 2018 to June 30, 2021.

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

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

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

Discount Rate

The discount rate used to measure the total OPEB liability was 3.93%. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 7.50% and decreases to a 4.50% long-term trend rate after nine years. For post-65 medical benefits PPO, the trend is increasing to 19.36% in fiscal year 2027 and decreases to 4.50% in fiscal year 2034. For HMO, the trend is increasing to 22.88% in fiscal year 2027 and decreases to 4.50% in fiscal year 2034. For prescription drug benefits, the initial trend rate is 12.25% and decreases to a 4.50% long-term trend rate after nine years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

Changes in Total Non-employer OPEB Liability

Below represents the changes in the District's total OPEB liability for the year ended June 30, 2024:

Balance at June 30, 2023	\$ 207,133,003
Increased by:	
Service cost	8,411,370
Interest cost	7,891,424
Changes of assumptions	17,935,175
Member contributions	206,364
Differences between expected and actual experience	<u>4,181,910</u>
	245,759,246
Decreased by:	
Benefit payments	<u>6,026,808</u>
Balance at June 30, 2024	<u><u>\$ 239,732,438</u></u>

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

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

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

The following presents the total non-employer OPEB liability associated with the District as of June 30, 2024 calculated using a discount rate as disclosed above as well as what the total non-employer OPEB liability would be if it was calculated using a discount rate that is 1-percentage-point lower (2.93%) or 1-percentage-point higher (4.93%) than the current rate:

	<u>1% Decrease (2.93%)</u>	<u>At Current Discount Rate (3.93%)</u>	<u>1% Increase (4.93%)</u>
Net OPEB Liability (Allocable to the District and the responsibility of the State)	\$ 280,778,028	\$ 239,732,438	\$ 206,723,264

The following presents the total non-employer OPEB liability associated with the District as of June 30, 2024 calculated using a healthcare cost trend rate as disclosed above as well as what the total non-employer OPEB liability would be if it was calculated using a healthcare trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rate:

	<u>1% Decrease</u>	<u>Current Healthcare Cost Trend Rates</u>	<u>1% Increase</u>
Net OPEB Liability (Allocable to the District and the responsibility of the State)	\$ 199,698,866	\$ 239,732,438	\$ 291,878,807

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

For the year ended June 30, 2024, the District recognized on-behalf OPEB expense and revenue in the government-wide financial statements of \$9,442,758 for OPEB expenses incurred by the State. Collective balances of the Local Education Group at June 30, 2024 are as follows:

Deferred outflows of resources	\$ 18,640,445,786
Deferred inflows of resources	\$ 25,058,850,175
Collective OPEB expense	\$ 1,999,742,665

District's Proportion 0.40%

Special Funding Situation

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

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 7. DEFERRED COMPENSATION

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

NOTE 8. RISK MANAGEMENT

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

Property and Liability Insurance - The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During the year ended June 30, 2025, the District was a member of the New Jersey Schools Insurance Group (the "Group"). The Group provides workers' compensation, property, liability errors and omissions and crime coverages to its members through self-insured risk pooling and reinsurance policy coverage to reduce exposure to large losses. Additional information relating to the Group is available from its Executive Director at 6000 Midlantic Drive, Mount Laurel, NJ 08054 or at the Group's webpage www.njsig.org.

Employee Health Benefit/Prescription - The District operates a self-insurance program for health and prescription coverages. For the year ended June 30, 2025, the Board has incurred costs totaling \$22,508,927 for health and prescription benefits for all employees. In addition, the Board has provided for incurred but not reported "IBNR" as calculated in the amount of \$1,712,636 and an aggregate stop loss corridor of \$2,711,267 for the year ended June 30, 2025.

Changes in the incurred but not reported claims liability amount in the fiscal years 2025, 2024 and 2023 were:

		Current Year		
	Beginning of	Claims and	Claim	Balance at
	Year Liability	Changes in	Payments	End of Year
		Estimates		
2024-25	\$ 4,385,773	\$ 22,508,927	\$ 22,470,797	\$ 4,423,903
2023-24	4,389,903	18,485,362	18,489,492	4,385,773
2022-23	4,423,903	18,310,872	18,344,872	4,389,903

NOTE 9. NEW JERSEY UNEMPLOYMENT COMPENSATION INSURANCE

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

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 10. TRANSFERS

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

	<u>In</u>	<u>Out</u>
General Fund	\$ 863	
Capital Projects		\$ 863
	<u>\$ 863</u>	<u>\$ 863</u>

A transfer in the amount of \$863 was made from the Capital Projects Fund to the General Fund during the fiscal year ended June 30, 2025. The purpose of this transfer was to return unused funds originally appropriated from the capital reserve that were not needed for the completion of capital projects.

NOTE 11. FUND BALANCE APPROPRIATED

General Fund (Exhibit B-1) - Of the \$20,393,271 General fund balance at June 30, 2025, \$3,579,614 is assigned for other purposes; \$512,983 of prior excess surplus is restricted and will be appropriated and included as anticipated revenue for the year ending June 30, 2026; \$314,062 is restricted for current year excess surplus; \$1,750,000 has been restricted for the Maintenance Reserve Account; \$9,500,000 has been restricted in the Capital Reserve Account; \$1,000,000 for Emergency Reserve; \$476,536 for Unemployment Compensation and \$3,260,076 is unassigned.

Special Revenue Fund (Exhibit B-1) - All of the \$799,139 of Special Revenue Fund fund balance at June 30, 2025 is restricted for student activities.

Capital Projects Fund (Exhibit B-1) - All of the \$75,820 of Capital Projects Fund fund balance at June 30, 2025 is assigned for Capital Projects Expenditures for authorized projects.

NOTE 12. CALCULATION OF EXCESS SURPLUS

In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, c.73 (S1701), the designation for Reserved Fund Balance -- Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. Based upon the reduction in the maximum undesignated surplus permitted as a result of the enactment of S1701, the District generated excess surplus in the June 30, 2025 fiscal year in the amount of \$314,062, which will be utilized in the 2026-27 budget. The prior year excess surplus of \$512,983 was included in the 2025-26 budget.

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 13. CAPITAL RESERVE ACCOUNT

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

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

The activity of the capital reserve for July 1, 2024 to June 30, 2025 school year is as follows:

Beginning balance, July 1, 2024	\$ 9,709,814
Deposit:	
June 2025 Deposit	3,789,323
Capital Projects Amount not spent and returned	<u>863</u>
Total Deposits	<u>3,790,186</u>
Withdrawals	
Budgeted appropriation	<u>4,000,000</u>
Total Withdrawals	<u>4,000,000</u>
Ending Balance, June 30, 2025	<u><u>\$ 9,500,000</u></u>

NOTE 14. MAINTENANCE RESERVE ACCOUNT

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

The activity of the maintenance reserve for July 1, 2024 to June 30, 2025 school year is as follows:

Beginning balance, July 1, 2024	\$ 2,047,156
Deposit:	
Approved by board resolutions	<u>380,451</u>
Total Deposits	<u>380,451</u>
Withdrawals	
Approved by board resolutions	<u>677,607</u>
Total Withdrawals	<u>677,607</u>
Ending Balance, June 30, 2025	<u><u>\$ 1,750,000</u></u>

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 15. EMERGENCY RESERVE ACCOUNT

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

The balance in the emergency reserve at June 30, 2025 is \$1,000,000, which is the maximum permitted.

NOTE 16. UNEMPLOYMENT RESERVE ACCOUNT

This reserve was established in the general fund. At June 30, 2025, the Unemployment Compensation reserve balance is \$476,536.

NOTE 17. NET POSITION – NET INVESTMENT IN CAPITAL ASSETS

Net investment in capital assets, Governmental Activities, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any long-term debt used to build or acquire the capital assets. The net investment in capital assets of \$54,430,282 indicated as part of the Governmental Activities net position is calculated as follows:

Capital assets, net of depreciation	\$ 64,729,359
Bonds payable (used to build or acquire capital assets)	(10,100,000)
Unamortized premium on bonds	(223,484)
Deferred amount on refinancing	24,407
Total net investment in capital assets	<u>\$ 54,430,282</u>

NOTE 18. TAX ABATEMENTS

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

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

The Town of Westfield reported no tax abatements for calendar years 2024 or 2025 in its "User Friendly Budgets," which are required to be filed with the Division of Local Government Services, in the Department of Community Affairs, State of New Jersey, on an annual basis.

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 19. CONTINGENT LIABILITIES

The District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2025 may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

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

NOTE 20. SUBSEQUENT EVENTS

Management has reviewed and evaluated all events and transactions from June 30, 2025 through December 5, 2025, the date that the financial statements were available for issuance. Based on the evaluation, the following event requires disclosure:

On September 4, 2025, the District issued Temporary Notes, Series 2025, totaling \$25,000,000 at an interest rate of 4.00% and mature on September 3, 2026. The notes were issued to partially fund renovations, alterations, improvements and additions to various school buildings and acquisition and installation of equipment and furnishings.

NOTE 21. CHANGE IN ACCOUNTING PRINCIPLE AND RESTATEMENT OF NET POSITION

Effective for the year ended June 30, 2025, the District implemented the provisions of GASB Statement No. 101, *Compensated Absences*. This statement establishes new recognition and measurement criteria for compensated absences, requiring governments to recognize a liability for certain types of compensated absences when the leave is earned, rather than when it is paid.

In accordance with GASB Statement No. 100, *Accounting Changes and Error Corrections*, the provisions of GASB Statement No. 101 were adopted effective July 1, 2024. As a result, the compensated absences liability was restated as of June 30, 2024, and the cumulative effect of the change, totaling \$(28,662,905) for governmental activities and \$(52,451) for business-type activities, was recognized as an adjustment to the June 30, 2024 net position. Compensated absence liability was restated as follows:

	Governmental Activities	Business-type Activities
Compensated absence liability as reported, July 1, 2024	\$ 2,979,883	
Cumulative effect of change in accounting principle	28,662,905	\$ 52,451
Compensated absence liability as restated, July 1, 2024	<u>\$ 31,642,788</u>	<u>\$ 52,451</u>

**REQUIRED SUPPLEMENTARY
INFORMATION
PART II**

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

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

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

	2025	2024	2023	2022	Year Ended June 30,		2019	2018	2017	2016
					2021	2020				
District's proportion of the net pension liability (asset) - Local Group	0.1130859007%	0.1199544558%	0.1341724479%	0.1263529587%	0.1278384349%	0.1245189916%	0.122689485%	0.120931697%	0.131258639%	0.129135621%
District's proportionate share of the net pension liability (asset)	\$ 15,366,164	\$ 17,374,652	\$ 20,248,469	\$ 14,968,402	\$ 20,847,106	\$ 22,436,433	\$ 24,156,948	\$ 28,150,966	\$ 38,875,044	\$ 28,988,359
District's covered-employee payroll	\$ 9,859,926	\$ 9,219,883	\$ 9,337,258	\$ 9,492,238	\$ 9,220,819	\$ 9,098,895	\$ 8,668,982	\$ 8,486,779	\$ 8,296,182	\$ 8,812,161
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	155.84%	188.45%	216.86%	157.69%	226.09%	246.58%	278.66%	331.70%	468.59%	328.96%
Plan fiduciary net position as a percentage of the total pension liability - Local Group	68.22%	65.23%	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%

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

Notes to Required Supplementary Information

Benefit Changes

There were none.

Changes of Assumptions

There were none.

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

	2025		2024		2023		2022		Year Ended June 30, 2021		2020		2019		2018		2017		2016	
Contractually required contribution	\$	1,538,784	\$	1,603,224	\$	1,691,979	\$	1,479,740	\$	1,398,490	\$	1,211,203	\$	1,269,432	\$	1,120,303	\$	1,166,083	\$	1,110,220
Contributions in relation to the contractually required contribution		(1,538,784)		(1,603,224)		(1,691,979)		(1,479,740)		(1,398,490)		(1,211,203)		(1,269,432)		(1,120,303)		(1,166,083)		(1,110,220)
Contribution deficiency (excess)	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
District's covered-employee payroll	\$	9,219,883	\$	9,068,415	\$	9,219,883	\$	9,337,258	\$	9,492,238	\$	9,220,819	\$	9,098,895	\$	8,668,982	\$	8,486,779	\$	8,296,182
Contributions as a percentage of covered-employee payroll		16.69%		17.68%		18.35%		15.85%		14.73%		13.14%		13.95%		12.92%		13.74%		13.38%

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

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

	2025	2024	2023	2022	Year Ended June 30,		2019	2018	2017	2016
					2021	2020				
State's proportion of the net pension liability (asset) associated with the District - Local Group	0.438575421%	0.447329924%	0.445232279%	0.444782968%	0.446499124%	0.457250754%	0.4465238057%	0.4503615479%	0.4490997116%	0.4569592579%
District's proportionate share of the net pension liability (asset)										
State's proportionate share of the net pension liability (asset) associated with the District	\$ 216,766,369	\$ 228,284,402	\$ 229,714,993	\$ 213,830,251	\$ 294,014,300	\$ 280,619,104	\$ 284,068,854	\$ 303,649,995	\$ 353,290,428	\$ 323,678,183
Total proportionate share of the net pension liability (asset) associated with the District	<u>\$ 216,766,369</u>	<u>\$ 228,284,402</u>	<u>\$ 229,714,993</u>	<u>\$ 213,830,251</u>	<u>\$ 294,014,300</u>	<u>\$ 280,619,104</u>	<u>\$ 284,068,854</u>	<u>\$ 303,649,995</u>	<u>\$ 353,290,428</u>	<u>\$ 323,678,183</u>
Plan fiduciary net position as a percentage of the total pension liability	37.99%	34.68%	32.29%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%

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

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

Notes to Required Supplementary Information

Benefit Changes

There were none.

Changes of Assumptions

There were none.

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

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

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

Last Ten Fiscal Years*

	Year Ended June 30,							
	2025	2024	2023	2022	2021	2020	2019	2018
State's proportion of the OPEB Liability associated with the District -	0.40%	0.40%	0.39%	0.39%	0.39%	0.38%	0.38%	0.38%
District's proportionate share of the OPEB liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the OPEB liability associated with the District	\$ 239,732,438	\$ 207,133,003	\$ 199,196,806	\$ 235,113,403	\$ 261,817,044	\$ 160,191,054	\$ 177,158,722	\$ 202,388,345
Total proportionate share of the OPEB liability associated with the District	<u>\$ 239,732,438</u>	<u>\$ 207,133,003</u>	<u>\$ 199,196,806</u>	<u>\$ 235,113,403</u>	<u>\$ 261,817,044</u>	<u>\$ 160,191,054</u>	<u>\$ 177,158,722</u>	<u>\$ 202,388,345</u>
Beginning Balance	\$ 207,133,003	\$ 199,196,806	\$ 235,113,403	\$ 261,817,044	\$ 160,191,054	\$ 177,158,722	\$ 202,388,345	\$ 218,359,164
Increased by:								
Service cost	8,411,370	8,493,372	10,994,510	12,543,142	6,885,785	6,698,508	7,420,085	8,971,309
Interest cost	7,891,424	7,294,971	5,278,935	6,099,089	5,771,007	7,023,820	7,429,997	6,415,030
Changes of assumptions	17,935,175	417,494		231,957	47,824,977	2,388,462		
Member contributions	206,364	186,944	167,747	155,924	138,153	145,765	163,724	172,614
Differences between expected and actual experience	4,181,910		6,307,482		45,564,087			
	<u>38,626,243</u>	<u>16,392,781</u>	<u>22,748,674</u>	<u>19,030,112</u>	<u>106,184,009</u>	<u>16,256,555</u>	<u>15,013,806</u>	<u>15,558,953</u>
Decreased by:								
Differences between expected and actual experiences		2,770,035		40,679,129		28,306,835	15,176,418	
Changes of assumptions			53,436,330				20,329,850	26,842,028
Changes of benefit terms				250,250				
Gross benefit payments	<u>6,026,808</u>	<u>5,686,549</u>	<u>5,228,941</u>	<u>4,804,374</u>	<u>4,558,019</u>	<u>4,917,388</u>	<u>4,737,161</u>	<u>4,687,744</u>
	<u>6,026,808</u>	<u>8,456,584</u>	<u>58,665,271</u>	<u>45,733,753</u>	<u>4,558,019</u>	<u>33,224,223</u>	<u>40,243,429</u>	<u>31,529,772</u>
Ending Balance	<u>\$ 239,732,438</u>	<u>\$ 207,133,003</u>	<u>\$ 199,196,806</u>	<u>\$ 235,113,403</u>	<u>\$ 261,817,044</u>	<u>\$ 160,191,054</u>	<u>\$ 177,158,722</u>	<u>\$ 202,388,345</u>
Covered employee payroll	\$ 69,063,206	\$ 65,836,673	\$ 62,072,720	\$ 61,276,579	\$ 59,819,378	\$ 59,148,038	\$ 58,203,496	\$ 53,013,600
Total OPEB liability as a percentage of covered employee payroll.	347.12%	314.62%	320.91%	383.69%	437.68%	270.83%	304.38%	381.77%

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

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

Notes to Required Supplementary Information

Benefit Changes

There were none.

Changes of Assumptions

The discount rate changed from 3.65% as of June 30, 2023 to 3.93% as of June 30, 2024.

REQUIRED SUPPLEMENTARY INFORMATION
PART III

BUDGETARY COMPARISON SCHEDULES
SECTION – C

**WESTFIELD SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 117,470,655		\$ 117,470,655	\$ 117,470,655	
Tuition from Individuals	80,000		80,000	97,621	\$ 17,621
Tuition from other LEAs				121,300	121,300
Transportation Fees from Individuals	30,000		30,000	33,275	3,275
Miscellaneous	717,052		717,052	1,810,896	1,093,844
Total - Local Sources	118,297,707		118,297,707	119,533,747	1,236,040
State Sources:					
Categorical Transportation Aid	1,040,809		1,040,809	1,040,809	
Extraordinary Aid	975,000		975,000	2,230,465	1,255,465
Categorical Special Education Aid	6,791,129		6,791,129	6,791,129	
Categorical Security Aid	564,390		564,390	564,390	
Non-Public Transportation Aid				171,559	171,559
Menstrual Product Aid				6,929	6,929
State of New Jersey On-Behalf Contributions:					
TPAF Pension Contrib. (non-budgeted)				19,013,213	19,013,213
TPAF Post Retire Med. Contrib. (non-budgeted)				5,555,676	5,555,676
TPAF LTDI Premiums (non-budgeted)				7,527	7,527
TPAF Employer FICA Contrib. (non-budgeted)				4,215,742	4,215,742
Total - State Sources	9,371,328		9,371,328	39,597,439	30,226,111
Federal Sources:					
Medical Reimbursement	51,698		51,698	16,391	(35,307)
Total - Federal Sources	51,698		51,698	16,391	(35,307)
Total Revenues	127,720,733		127,720,733	159,147,577	31,426,844

**WESTFIELD SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction:Salaries of Teachers:					
Preschool	\$ 254,275	\$ 7,563	\$ 261,838	\$ 261,168	\$ 670
Kindergarten	624,062	11,931	635,993	635,313	680
Grades 1- 5	13,715,957	360,840	14,076,797	14,064,388	12,409
Grades 6- 8	9,988,659	72,094	10,060,753	10,060,532	221
Grades 9-12	12,498,793	(318,889)	12,179,904	12,172,223	7,681
Regular Programs - Home Instr.:					
Salaries of Teachers	133,154	(106,516)	26,638	26,628	10
Purchased Prof./Educational Services	80,500	25,927	106,427	103,315	3,112
Regular Programs - Undistrib. Instr.:					
Other Salaries for Instruction	110,738	(2,169)	108,569	107,439	1,130
Purchased Prof./Educational Services	2,350	16,868	19,218	11,343	7,875
Purchased Technical Services	301,150	31,304	332,454	327,721	4,733
Other Purchased Services (400-500 series)	393,572	(37,090)	356,482	305,733	50,749
General Supplies	970,851	430,491	1,401,342	1,333,052	68,290
Textbooks	72,914	(7,224)	65,690	62,087	3,603
Other Objects	1,275	(50)	1,225	860	365
Total Regular Programs - Instruction	39,148,250	485,080	39,633,330	39,471,802	161,528
Learning/Language Disabilities:					
Salaries of Teachers	458,281	6,843	465,124	452,627	12,497
Other Salaries for Instruction	121,722	39,020	160,742	155,287	5,455
Purchased Prof./Educational Services	5,648	(3,358)	2,290		2,290
General Supplies	8,662		8,662	6,555	2,107
Textbooks	342		342		342
Total Learning/Language Disabilities	594,655	42,505	637,160	614,469	22,691
Emotional Regulation Impairment:					
Salaries of Teachers	257,592	(19,945)	237,647	235,967	1,680
Other Salaries for Instruction	38,928	13,284	52,212	35,547	16,665
General Supplies	13,089	6,321	19,410	9,804	9,606
Total Emotional Regulation Impairment	309,609	(340)	309,269	281,318	27,951

**WESTFIELD SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D.):					
Multiple Disabilities:					
Salaries of Teachers	\$ 160,259	\$ 438	\$ 160,697	\$ 153,630	\$ 7,067
Other Salaries for Instruction	50,175	(18,000)	32,175	22,410	9,765
General Supplies	884		884	44	840
Total Multiple Disabilities	211,318	(17,562)	193,756	176,084	17,672
Resource Room/Resource Center:					
Salaries of Teachers	7,380,939	(42,226)	7,338,713	7,318,483	20,230
Other Salaries for Instruction	313,408	(55,919)	257,489	209,390	48,099
Purchased Prof. Educational Serv.	342	3,458	3,800	3,800	
General Supplies	37,415	112	37,527	24,863	12,664
Textbooks	4,760		4,760	2,901	1,859
Total Resource Room/Resource Center	7,736,864	(94,575)	7,642,289	7,559,437	82,852
Autism:					
Salaries of Teachers	323,082	(15,024)	308,058	287,307	20,751
Other Salaries for Instruction	242,578	(120,000)	122,578	107,115	15,463
General Supplies	9,966	102	10,068	4,174	5,894
Total Autism	575,626	(134,922)	440,704	398,596	42,108
Preschool Disabilities - Full-Time:					
Salaries of Teachers	349,271	163	349,434	346,165	3,269
Other Salaries for Instruction	81,734		81,734	47,762	33,972
General Supplies	1,561	198	1,759	1,025	734
Total Preschool Disabilities - Full-Time	432,566	361	432,927	394,952	37,975
Total Special Education	9,860,638	(204,533)	9,656,105	9,424,856	231,249
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	2,019,959	(60,208)	1,959,751	1,873,896	85,855
General Supplies	3,500	(500)	3,000	1,651	1,349
Textbooks	200		200		200
Total Basic Skills/Remedial - Instruction	2,023,659	(60,708)	1,962,951	1,875,547	87,404

**WESTFIELD SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D.):					
Bilingual Education - Instruction:					
Salaries of Teachers	\$ 505,919	\$ 3,955	\$ 509,874	\$ 507,947	\$ 1,927
Total Bilingual Education - Instruction	505,919	3,955	509,874	507,947	1,927
School - Sponsored Cocurricular & Extra Curric - Instr.					
Activities:					
Salaries	464,400	(1,383)	463,017	438,156	24,861
Purchased Services (300-500 series)	24,750	(8,800)	15,950	9,460	6,490
Supplies and Materials	15,750	833	16,583	16,086	497
Other Objects	2,000	95	2,095	591	1,504
Total School - Sponsored Cocurricular Activities & Extra Curric. - Instr.	506,900	(9,255)	497,645	464,293	33,352
School - Sponsored Athletics:					
Salaries	1,263,772	2,028	1,265,800	1,235,725	30,075
Purchased Services (300-500 series)	80,175	(2,428)	77,747	56,853	20,894
Supplies and Materials	124,000	4,639	128,639	127,431	1,208
Other Objects	183,500	(15,000)	168,500	164,410	4,090
Total School - Sponsored Athletics	1,651,447	(10,761)	1,640,686	1,584,419	56,267
Summer School - Instruction					
Salaries	7,417	1,383	8,800	8,800	
General Supplies	750		750		750
Purchased Services		147	147		147
Total - Summer School - Instruction	8,167	1,530	9,697	8,800	897
Total Instruction	53,704,980	205,308	53,910,288	53,337,664	572,624

**WESTFIELD SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D.):					
Undistributed Expenditures:					
Instruction:					
Tuition to Other LEAs Within the State - Special	\$ 1,297,809	\$ (370,725)	\$ 927,084	\$ 865,438	\$ 61,646
Tuition to County Vocational School Dist. - Regular	593,250	(20,750)	572,500	559,000	13,500
Tuition to County Vocational School Dist. - Special	29,750	12,250	42,000	42,000	
Tuition to Priv. Schools for the Disabled-W/I State	5,926,630	(184,984)	5,741,646	5,605,531	136,115
Tuition to Priv. Schools for the Disabled and Other LEAs- Special, Outside the State	400,973	(243,973)	157,000	157,000	
Tuition State Facilities	4,500		4,500	4,500	
Tuition - Other	34,448	(18,014)	16,434		16,434
Total Undistrib. Expend. - Instruc.	8,287,360	(826,196)	7,461,164	7,233,469	227,695
Health Services:					
Salaries	1,357,809	(12,676)	1,345,133	1,345,133	
Purchased Professional and Technical Services	159,712	175,803	335,515	301,995	33,520
Supplies and Materials	18,162	6,250	24,412	21,654	2,758
Other Objects	850		850	850	
Total Health Services	1,536,533	169,377	1,705,910	1,669,632	36,278
Speech, OT, PT & Related Services					
Salaries	2,445,163	70,459	2,515,622	2,515,622	
Purchased Professional/Educational Services	1,085,444	257,915	1,343,359	1,325,353	18,006
Supplies and Materials	24,836	1,231	26,067	26,054	13
Total Speech, OT, PT & Related Services	3,555,443	329,605	3,885,048	3,867,029	18,019
Other Support Services-Student Extra					
Salaries	2,281,831	199,931	2,481,762	2,481,762	
Purchased Professional/Educational Services	607,608	616,258	1,223,866	1,222,486	1,380
Other Objects	2,361	(2,361)			
Total Other Support Services-Student Extra	2,891,800	813,828	3,705,628	3,704,248	1,380

**WESTFIELD SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D.):					
Other Support Services - Guidance					
Salaries of Other Professional Staff	\$ 2,815,485	\$ 9,217	\$ 2,824,702	\$ 2,824,702	
Salaries of Secret. & Clerical Assts.	203,522	(13,782)	189,740	184,993	\$ 4,747
Other Salaries	3,200	(3,159)	41		41
Purchased Professional/Educational Services	30,563	(12,687)	17,876	17,875	1
Other Purchased Services (400-500 series)	6,350	(5,000)	1,350	881	469
Supplies and Materials	10,523	17,402	27,925	26,671	1,254
Other Objects	2,275	(2,040)	235	235	
Total Other Support Services - Students - Regular	3,071,918	(10,049)	3,061,869	3,055,357	6,512
Other Support Services - Child Study Teams					
Salaries of Other Professional Staff	2,014,881	122,090	2,136,971	2,136,971	
Salaries of Secr. & Clerical Assts.	265,580	(47,219)	218,361	216,776	1,585
Purchased Professional/Educational Services	252,971	(72,368)	180,603	153,290	27,313
Other Purchased Services (400-500 series)	11,750	(7,850)	3,900	2,072	1,828
Residential Costs	85,348	193,098	278,446	277,723	723
Supplies and Materials	25,163	17,638	42,801	40,693	2,108
Total Other Support Services - Students - Child Study Teams	2,655,693	205,389	2,861,082	2,827,525	33,557

**WESTFIELD SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D.):					
Improv. of Instruction Services/Other					
Support Services - Instruc. Staff:					
Salaries of Supervisors of Instruction	\$ 1,110,415	\$ 34,539	\$ 1,144,954	\$ 1,144,954	
Salaries of Secr. and Clerical Assts.	109,415	9,192	118,607	118,607	
Other Salaries	30,000	3,750	33,750	33,750	
Purchased Professional/Educational Services	62,306	(3,495)	58,811	58,700	\$ 111
Other Purchased Prof./Tech. Services	44,202	(19,238)	24,964	23,160	1,804
Supplies and Materials	50,311	(11,498)	38,813	38,665	148
Other Objects	16,160	4,192	20,352	20,352	
Total Improv. of Instruction Services/ Other Support Serv. - Instruc. Staff	1,422,809	17,442	1,440,251	1,438,188	2,063
Educational Media Serv./School Library:					
Salaries	907,383	(6,331)	901,052	901,052	
Salaries of Technology Coordinators	105,040	(105,040)			
Purch. Prof. and Tech. Serv.	76,187	1,245	77,432	74,549	2,883
Supplies and Materials	34,400	(5,542)	28,858	26,658	2,200
Total Educa. Media Serv./School Library	1,123,010	(115,668)	1,007,342	1,002,259	5,083
Instructional Staff Training Services:					
Salaries of Supervisors of Instruction	30,000	(6,410)	23,590	23,590	
Purchased Professional/Educational Services	69,905	(20,858)	49,047	46,048	2,999
Other Purchased Services (400-500 series)	37,543	(7,003)	30,540	17,332	13,208
Supplies and Materials	15,016		15,016	9,159	5,857
Total Instr. Staff Training Serv.	152,464	(34,271)	118,193	96,129	22,064

**WESTFIELD SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D.):					
Support Serv. General Administration:					
Salaries	\$ 853,011	\$ 5,288	\$ 858,299	\$ 858,299	
Legal Services	250,000	82,291	332,291	276,156	\$ 56,135
Audit Fees	47,000	3,794	50,794	50,794	
Other Purch. Professional Services	120,000	92,588	212,588	204,368	8,220
Purchased Technical Services	50,000	(50,000)			
Communications/Telephone	189,050	(16,004)	173,046	170,025	3,021
BOE Other Purchased Services	8,500		8,500	4,476	4,024
Misc. Purch. Serv. (400-500, exc. 530 & 585)	680,261	(33,891)	646,370	632,461	13,909
General Supplies	24,630	4,621	29,251	19,560	9,691
Misc. Expenditures	60,681	(43,547)	17,134		17,134
BOE Membership Dues and Fees	27,195	544	27,739	27,739	
Total Support Serv. General Administration	2,310,328	45,684	2,356,012	2,243,878	112,134
Support Serv. School Administration:					
Salaries of Principals/Asst. Principals	2,564,462	38,675	2,603,137	2,603,137	
Salaries of Secr. and Clerical Assts.	1,168,463	7,610	1,176,073	1,176,073	
Purch. Professional & Technical Serv.	13,050	1,660	14,710	8,420	6,290
Other Purchased Services (400-500 series)	51,764	(28,832)	22,932	17,963	4,969
Supplies and Materials	134,355	(17,013)	117,342	106,825	10,517
Other Objects	20,938	1,144	22,082	19,335	2,747
Total Support Serv. School Admin.	3,953,032	3,244	3,956,276	3,931,753	24,523

**WESTFIELD SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D.):					
Central Services:					
Salaries	\$ 1,045,872	\$ 154	\$ 1,046,026	\$ 1,045,706	\$ 320
Purch. Professional Services	1,000	104,645	105,645	84,953	20,692
Purch. Technical Services	75,864	3,106	78,970	78,969	1
Misc. Purchased Services (400-500 O/T 594)	50,423	(13,700)	36,723	22,748	13,975
Supplies and Materials	37,592	(20,399)	17,193	14,964	2,229
Miscellaneous Expenditures	40,260	7,252	47,512	46,266	1,246
Total Central Services	1,251,011	81,058	1,332,069	1,293,606	38,463
Admin. Info Technology					
Salaries	856,926	63,583	920,509	920,509	
Purch. Technical Serv.	563,994	91,401	655,395	644,156	11,239
Other Purchased Services (400-500 series)	13,000	(9,008)	3,992	3,657	335
Supplies and Materials	38,000	84,941	122,941	98,213	24,728
Total Admin Info Technology	1,471,920	230,917	1,702,837	1,666,535	36,302
Required Maint for School Facilities:					
Salaries	944,503	(77,214)	867,289	867,289	
Cleaning, Repair & Maint. Services	324,249	11,260	335,509	325,894	9,615
General Supplies	175,685	(32,373)	143,312	114,155	29,157
Other Objects	17,974	(200)	17,774	6,298	11,476
Total Required Maint for School Facilities	1,462,411	(98,527)	1,363,884	1,313,636	50,248

**WESTFIELD SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D.):					
Custodial Services:					
Salaries	\$ 2,982,807	\$ 20,504	\$ 3,003,311	\$ 3,001,984	\$ 1,327
Salaries Non-Instructional Aides	250,000	106,445	356,445	352,647	3,798
Purch. Professional & Technical Serv.	70,061	(23,578)	46,483	46,311	172
Cleaning, Repair & Maint. Services	185,927	54,881	240,808	229,200	11,608
Rental of Land & Bldg. Other than Lease Pur Agrmt	2,040	(62)	1,978	1,789	189
Other Purchased Property Services	158,493	20,853	179,346	179,346	
Insurance	240,450	2,356	242,806	242,806	
General Supplies	312,485	121,719	434,204	431,470	2,734
Energy (Natural Gas)	444,292	1,287	445,579	431,575	14,004
Energy (Electricity)	668,548	(36,372)	632,176	619,238	12,938
Other Objects	1,780	489	2,269	2,214	55
Total Operation of Plant	5,316,883	268,522	5,585,405	5,538,580	46,825
Care & Upkeep Grounds					
Salaries	255,427	16,284	271,711	270,711	1,000
Cleaning, Repair, and Maintenance Services	16,482	(100)	16,382	14,919	1,463
General Supplies	41,223	1,562	42,785	42,021	764
Total Care & Upkeep Grounds	313,132	17,746	330,878	327,651	3,227
Security					
Salaries	215,741	7,547	223,288	217,792	5,496
Purchased Professional and Technical Services	184,070	(9,250)	174,820	174,820	
General Supplies	1,000	11,878	12,878	12,877	1
Total Security	400,811	10,175	410,986	405,489	5,497
Total Operation & Maint. Of Plant Serv.	7,493,237	197,916	7,691,153	7,585,356	105,797

**WESTFIELD SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D.):					
Student Transportation Services:					
Salaries for Pupil Transportation(Between Home & School)	\$ 90,000	\$ 6,005	\$ 96,005	\$ 96,005	
Contracted Services (Between Home & School) - Vendors	570,317	(57,074)	513,243	513,243	
Contracted Services (Other Than Between Home & School) - Vendors	429,000	(33,960)	395,040	389,393	\$ 5,647
Contracted Services (Special Ed. Students) - Vendors	798,948	62,439	861,387	860,928	459
Contracted Services (Regular Students) - ESCs & CTSA's	30,744	1,230	31,974	29,979	1,995
Contracted Services (Special Ed. Students) - ESCs & CTSA's	3,849,626	(272,649)	3,576,977	3,576,977	
Contracted Services - Aid in Lieu of Payments - NonPublic Schools	395,000	35,428	430,428	430,052	376
Transportation Supplies		9,957	9,957	9,807	150
Total Student Transportation Services	6,163,635	(248,624)	5,915,011	5,906,384	8,627
Unallocated Employee Benefits:					
Group Insurance	240,000	(51,186)	188,814	188,814	
Social Security Contributions	1,186,806	(39,596)	1,147,210	1,147,210	
Other Retirement Contributions - PERS	1,890,407	(237,170)	1,653,237	1,653,237	
Workmen's Compensation	571,291	7,163	578,454	578,454	
Health Benefits	23,564,680	(902,326)	22,662,354	22,508,927	153,427
Tuition Reimbursements	174,360	(93,285)	81,075	63,097	17,978
Other Employee Benefits	300,000	(208,403)	91,597	91,597	
Total Unallocated Employee Benefits	27,927,544	(1,524,803)	26,402,741	26,231,336	171,405
TPAF Pension Contrib. (non-budgeted)				19,013,213	(19,013,213)
TPAF Post Retire Med. Contrib. (non-budgeted)				5,555,676	(5,555,676)
TPAF LTDI Premiums (non-budgeted)				7,527	(7,527)
TPAF Employer FICA Contrib. (non-budgeted)				4,215,742	(4,215,742)
Total On-Behalf Benefits Contributions				28,792,158	(28,792,158)
Total Undistributed Expenditures	75,267,737	(665,151)	74,602,586	102,544,842	(27,942,256)
Total Operating Expenditures	128,972,717	(459,843)	128,512,874	155,882,506	(27,369,632)

**WESTFIELD SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D.):					
CAPITAL OUTLAY:					
Equipment:					
Instructional Staff		\$ 18,594	\$ 18,594	\$ 18,593	\$ 1
School Administration		472,022	472,022	468,767	3,255
Admin. Info. Tech.	\$ 200,000	(200,000)			
Req. Maint. For School Facilities		1,655,089	1,655,089	1,441,724	213,365
Custodial Services		112,970	112,970	112,969	1
Care and Upkeep of Grounds		93,805	93,805	93,419	386
School Buses - Regular		321,412	321,412	321,412	
Total Equipment	200,000	2,473,892	2,673,892	2,456,884	217,008
Facilities Acquis. & Constr. Services:					
Architectural/Engineering Services		114,935	114,935	84,959	29,976
Construction Services		6,985,336	6,985,336	3,509,919	3,475,417
Land and Improvements		77,600	77,600		77,600
Assessment for Debt Service on SDA Funding	48,016		48,016	48,016	
Total Facil. Acquis. & Constr. Services	48,016	7,177,871	7,225,887	3,642,894	3,582,993
Capital Reserve - Transfer to Capital Projects	4,000,000	(4,000,000)			
Total Capital Outlay	4,248,016	5,651,763	9,899,779	6,099,778	3,800,001
Total Expenditures	133,220,733	5,191,920	138,412,653	161,982,284	(23,569,631)
(Deficiency) Excess of Revenues					
(Under) Over Expenditures	(5,500,000)	(5,191,920)	(10,691,920)	(2,834,707)	7,857,213

**WESTFIELD SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other Financing Sources					
Transfer in - Capital Reserve from Capital Projects Fund				\$ 863	\$ 863
Total Other Financing Sources				<u>863</u>	<u>863</u>
 (Deficiency) Excess of Revenues and Other Financing Sources (Under) Over Expenditures	\$ (5,500,000)	\$ (5,191,920)	\$ (10,691,920)	(2,833,844)	7,858,076
 Fund Balances, July 1	<u>24,057,866</u>		<u>24,057,866</u>	<u>24,057,866</u>	
Fund Balances, June 30	<u>\$ 18,557,866</u>	<u>\$ (5,191,920)</u>	<u>\$ 13,365,946</u>	<u>\$ 21,224,022</u>	<u>\$ 7,858,076</u>
Recapitulation of (deficiency) excess of revenues (under) over expenditures and other financing sources (uses)					
Budgeted fund balance	\$ (1,500,000)		\$ (1,500,000)	\$ 6,358,076	\$ 7,858,076
Budgeted withdrawal from capital reserve	(4,000,000)		(4,000,000)	(4,000,000)	
Appropriations from maintenance reserve		\$ (677,607)	(677,607)	(677,607)	
Adjustment for prior year encumbrances		(4,514,313)	(4,514,313)	(4,514,313)	
Total	<u>\$ (5,500,000)</u>	<u>\$ (5,191,920)</u>	<u>\$ (10,691,920)</u>	<u>\$ (2,833,844)</u>	<u>\$ 7,858,076</u>
<u>Recapitulation:</u>					
Restricted Fund Balance:					
Reserved Excess Surplus - Designated for Subsequent Year's Expenditures				\$ 512,983	
Excess Fund Balance - Current Year				314,062	
Emergency Reserve				1,000,000	
Maintenance Reserve				1,750,000	
Capital Reserve				9,500,000	
Unemployment Compensation				476,536	
Assigned Fund Balance:					
Year-end Encumbrances				2,592,597	
Designated for Subsequent Year's Expenditures				1,185,938	
Unassigned Fund Balance				<u>3,891,906</u>	
				21,224,022	
<u>Reconciliation to Governmental Funds Statements (GAAP):</u>					
Delayed State Aid Payments not recognized on GAAP basis				<u>(830,751)</u>	
Fund Balance per Governmental Funds (GAAP)				<u>\$ 20,393,271</u>	

**WESTFIELD SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND (Budgetary Basis)
FOR THE YEAR ENDED JUNE 30, 2025**

**Exhibit C-2
Page 1 of 2**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
State Sources	\$ 522,262	\$ 163,118	\$ 685,380	\$ 445,273	\$ (240,107)
Federal Sources	1,580,682	234,066	1,814,748	1,810,000	(4,748)
Local Sources	<u>347,706</u>	<u>1,362,150</u>	<u>1,709,856</u>	<u>1,732,202</u>	<u>22,346</u>
Total Revenues	<u>2,450,650</u>	<u>1,759,334</u>	<u>4,209,984</u>	<u>3,987,475</u>	<u>(222,509)</u>
EXPENDITURES:					
Instruction					
Teacher Salaries	250,764	22,390	273,154	248,127	25,027
Other Salaries for Instruction		63,980	63,980	63,980	
Tuition to Private Schools for the Disabled	1,505,744	8,116	1,513,860	1,513,860	
Purchased Professional/Educational Services		11,825	11,825	11,647	178
General Supplies		342,685	342,685	266,914	75,771
Textbooks	27,320	194	27,514	26,311	1,203
Instructional Equipment		31,966	31,966	4,660	27,306
Other Objects		<u>6,828</u>	<u>6,828</u>	<u>6,573</u>	<u>255</u>
Total Instruction	<u>1,783,828</u>	<u>487,984</u>	<u>2,271,812</u>	<u>2,142,072</u>	<u>129,740</u>

**WESTFIELD SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND (Budgetary Basis)
FOR THE YEAR ENDED JUNE 30, 2025**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
Support Services					
Personal Services - Employee Benefits	\$ 6,978	\$ (6,978)			
Purchased Professional/Educational Services	79,869	268,998	\$ 348,867	\$ 348,867	\$
Other Purchased Professional Services		5,026	5,026	5,026	
Contracted Services-Trans. (Other Than Between Home/School)		5,249	5,249	5,249	
Supplies and Materials	110,677	112,957	223,634	66,585	157,049
Student Activities	347,706	831,535	1,179,241	1,179,241	
Total Support Services	545,230	1,216,787	1,762,017	1,604,968	157,049
Facilities Acquisition and Construction Services:					
Construction Services	121,592	(121,592)			
Non-Instructional Equipment		176,155	176,155	176,155	
Total Facilities Acquisition and Construction Services	121,592	54,563	176,155	176,155	-
Total Expenditures	2,450,650	1,759,334	4,209,984	3,923,195	286,789
Excess of Revenues Over Expenditures	\$ -	\$ -	\$ -	64,280	\$ 64,280
Fund Balance, July 1				734,859	
Fund Balance, June 30				\$ 799,139	
Recapitulation:					
Restricted:					
Student Activities				\$ 799,139	
Total Fund Balance				\$ 799,139	

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
PART III

**WESTFIELD SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE YEAR ENDED JUNE 30, 2025**

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

	General Fund	Special Revenue Fund
Sources/inflows of resources		
Actual amounts (budgetary basis) "revenue"		
from the budgetary comparison schedule	(C-1) \$ 159,147,577	(C-2) \$ 3,987,475
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized		
Prior year		172,472
Current year		(104,970)
State aid payment recognized for budgetary purposes, not recognized for GAAP statements (Net)	(83,942)	
Total revenues as reported on the statement of revenues, expenditures and change in fund balances - governmental funds	(B-2) \$ 159,063,635	(B-2) \$ 4,054,977
Uses/outflows of resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	(C-1) \$ 161,982,284	(C-2) \$ 3,923,195
Difference - budget to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		
Prior year		172,472
Current year		(104,970)
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	(B-2) \$ 161,982,284	(B-2) \$ 3,990,697

OTHER SUPPLEMENTARY INFORMATION

SPECIAL REVENUE FUND

SECTION – E

**WESTFIELD SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2025**

Exhibit - E-1

	TOTAL BROUGHT FORWARD (EX. E-1a)	TOTAL BROUGHT FORWARD (EX. E-1b)	TITLE IIA PART A	TITLE III	TITLE III IMMIGRANT	I.D.E.A.		TOTALS
						PART B BASIC	PRESCHOOL	
REVENUES								
State Sources	\$ 445,273							\$ 445,273
Federal Sources			\$ 61,777	\$ 11,075	\$ 5,429	\$ 1,662,123	\$ 69,596	1,810,000
Local Sources		\$ 1,732,202						1,732,202
Total Revenues	445,273	1,732,202	61,777	11,075	5,429	1,662,123	69,596	3,987,475
EXPENDITURES								
Instruction:								
Salaries of Teachers	96,936		55,807	5,384		90,000		248,127
Other Salaries for Instruc.							63,980	63,980
Tuition						1,513,860		1,513,860
Purchased Prof. - Educational Services		11,647						11,647
General Supplies		266,167		50	697			266,914
Textbooks	26,311							26,311
Instructional Equipment		4,660						4,660
Misc. Expenditures		6,181		392				6,573
Total Instruction	123,247	288,655	55,807	5,826	697	1,603,860	63,980	2,142,072
Support Services:								
Purch. Prof. - Educ. Services	259,026	19,992	5,970			58,263	5,616	348,867
Other Purch. Prof. Services		800			4,226			5,026
Contract Serv. - Trans. (Other Than Between Home & School)				5,249				5,249
Supplies and Materials	63,000	3,079			506			66,585
Student Activities		1,179,241						1,179,241
Total Support Services	322,026	1,203,112	5,970	5,249	4,732	58,263	5,616	1,604,968
Facilities Acquis. & Const. Serv.:								
Non-instructional Equipment		176,155						176,155
Total Facil. Acquis. & Const. Serv.		176,155						176,155
Total Expenditures	445,273	1,667,922	61,777	11,075	5,429	1,662,123	69,596	3,923,195
Excess (Deficiency) of Revenues Over Expenditures	-	64,280	-	-	-	-	-	64,280
Fund Balance, July 1	-	734,859	-	-	-	-	-	734,859
Fund Balance, June 30	\$ -	\$ 799,139	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 799,139

**WESTFIELD SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2025**

Exhibit - E-1a

						N.J. NONPUBLIC AUXILIARY SERV. CH. 192			N.J. NONPUBLIC HANDICAPPED SERV., CH. 193			TOTAL CARRIED FORWARD
	LOCAL RECREATION IMPROVEMENT	NONPUBLIC TEXTBOOKS	NONPUBLIC NURSING	NONPUBLIC TECHNOLOGY	NONPUBLIC SECURITY	COMP. EDUCATION	ESL	HOME INSTRUCTION	SUPPL. INST.	EXAM. AND CLASS.	CORR. SPEECH	
<u>REVENUES</u>												
State Sources	\$ 63,000	\$ 26,311	\$ 62,260	\$ 24,298	\$ 105,028	\$ 70,046	\$ 706	\$ 836	\$ 26,184	\$ 35,263	\$ 31,341	\$ 445,273
Total Revenues	63,000	26,311	62,260	24,298	105,028	70,046	706	836	26,184	35,263	31,341	445,273
<u>EXPENDITURES</u>												
Instruction:												
Salaries of Teachers						70,046	706		26,184			96,936
Textbooks		26,311										26,311
Total Instruction		26,311				70,046	706		26,184			123,247
Support Services:												
Purch. Prof./Educational Serv.			62,260	24,298	105,028			836		35,263	31,341	259,026
Supplies and Materials	63,000											63,000
Total Support Services	63,000		62,260	24,298	105,028			836		35,263	31,341	322,026
Total Expenditures	63,000	26,311	62,260	24,298	105,028	70,046	706	836	26,184	35,263	31,341	445,273
Excess (Deficiency) of Revenues Over Expenditures	-	-	-	-	-	-	-	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-	-	-	-	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**WESTFIELD SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2025**

	<u>LOCAL PROGRAMS</u>	<u>STUDENT ACTIVITY FUND</u>	<u>CARRIED FORWARD</u>
<u>REVENUES</u>			
Local Sources	\$ 488,681	\$ 1,243,521	\$ 1,732,202
Total Revenues	<u>488,681</u>	<u>1,243,521</u>	<u>1,732,202</u>
<u>EXPENDITURES</u>			
Instruction:			
Purchased Prof. - Educational Services	11,647		11,647
General Supplies	266,167		266,167
Instructional Equipment	4,660		4,660
Misc. Expenditures	<u>6,181</u>		<u>6,181</u>
Total Instruction	<u>288,655</u>		<u>288,655</u>
Support Services:			
Purch. Prof. Ed. Services	19,992		19,992
Other Purch. Prof. Services	800		800
Supplies and Materials	3,079		3,079
Student Activities	<u> </u>	1,179,241	<u>1,179,241</u>
Total Support Services	<u>23,871</u>	<u>1,179,241</u>	<u>1,203,112</u>
Facilities Acquis. & Const. Serv.:			
Non-instructional Equipment	<u>176,155</u>		<u>176,155</u>
Total Facil. Acquis. & Const. Serv.	<u>176,155</u>	-	<u>176,155</u>
Total Expenditures	<u>488,681</u>	<u>1,179,241</u>	<u>1,667,922</u>
Excess of Revenues Over Expenditures	-	64,280	64,280
Fund Balance, July 1	<u>-</u>	<u>734,859</u>	<u>734,859</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ 799,139</u>	<u>\$ 799,139</u>

CAPITAL PROJECTS FUND
SECTION – F

**WESTFIELD SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2025**

<u>ISSUE/PROJECT TITLE</u>	<u>REVISED APPROPRIATION</u>	<u>EXPENDITURES TO DATE</u>		<u>TRANSFERRED TO CAPITAL RESERVE</u>	<u>UNEXPENDED BALANCE</u>
		<u>PRIOR YEARS</u>	<u>CURRENT YEAR</u>		
Kehler Field, High School and Elementary School Renovations	\$ 23,910,763	\$ 23,444,897	\$ 389,183	\$ 863	\$ 75,820
Renovations, Alterations, and Improvements to Various Schools	188,651,858				188,651,858
Renovations, Alterations, and Improvements to Elementary Schools Needed for Full Day Kindergarten Program	37,155,384				37,155,384
Total	<u><u>\$ 249,718,005</u></u>	<u><u>\$ 23,444,897</u></u>	<u><u>\$ 389,183</u></u>	<u><u>\$ 863</u></u>	<u><u>\$ 225,883,062</u></u>

**WESTFIELD SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGE IN FUND BALANCE - BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2025**

Expenditures and Other Financing Uses	
Transfer out - Capital Reserve	\$ 863
Construction Services	<u>389,183</u>
Total expenditures and other financing uses	<u>390,046</u>
Deficiency of revenues under expenditures and other financing uses	(390,046)
Fund balance - beginning	<u>465,866</u>
Fund balance - ending	<u><u>\$ 75,820</u></u>

**WESTFIELD SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,
AND PROJECT STATUS - BUDGETARY BASIS
KEHLER FIELD, HIGH SCHOOL AND ELEMENTARY SCHOOL UPGRADES
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2025**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Transfer from Other Projects	\$ 76,621		\$ 76,621	\$ 76,621
Transfer from Capital Reserve	23,834,142		23,834,142	23,834,142
Total revenues	<u>23,910,763</u>		<u>23,910,763</u>	<u>23,910,763</u>
Expenditures and Other Financing Uses				
Transfer to capital reserve	75,630	\$ 863	76,493	
Purchased professional and technical services	1,548,033		1,548,033	670,834
Construction services	21,821,234	389,183	22,210,417	23,239,929
Total expenditures	<u>23,444,897</u>	<u>390,046</u>	<u>23,834,943</u>	<u>23,910,763</u>
Excess (deficiency) of revenues over (under) expenditures	\$ <u>465,866</u>	\$ <u>(390,046)</u>	\$ <u>75,820</u>	\$ <u>-</u>

Additional project information:

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

Percentage Increase over Original Authorized Cost	534.07%
Percentage completion	100%
Original target completion date	2018
Revised target completions date	2026

WESTFIELD SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,
AND PROJECT STATUS - BUDGETARY BASIS
RENOVATIONS, ALTERATIONS AND IMPROVEMENTS TO VARIOUS SCHOOLS
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2025

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Bond proceeds and transfers	\$ -	\$ -	\$ -	\$ 188,651,858
Total revenues	-	-	-	188,651,858
Expenditures and Other Financing Uses				
Total expenditures	-	-	-	188,651,858
Excess (deficiency) of revenues over (under) expenditures	\$ -	\$ -	\$ -	\$ -
Additional project information:				
Project Number	N/A			
Grant Date	N/A			
Bond Authorization Date	4/15/2025			
Bonds Authorized	\$	188,651,858		
Bonds Issued				
Original Authorized Cost		\$188,651,858		
Additional Authorized Cost				
Revised Authorized Cost		\$188,651,858		
Percentage Increase over Original Authorized Cost		0.00%		
Percentage completion		0%		
Original target completion date		2027		
Revised target completions date				

WESTFIELD SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,
AND PROJECT STATUS - BUDGETARY BASIS
RENOVATIONS, ALTERATIONS AND IMPROVEMENTS TO ELEMENTARY SCHOOLS
NEEDED FOR FULL DAY KINDERGARTEN PROGRAM
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2025

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Bond proceeds and transfers	\$ _____	\$ _____	\$ _____	\$ 37,155,384
Total revenues	<u> - </u>	<u> - </u>	<u> - </u>	<u>37,155,384</u>
Expenditures and Other Financing Uses				
Total expenditures	<u> - </u>	<u> - </u>	<u> - </u>	<u>37,155,384</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ - </u>	<u>\$ - </u>	<u>\$ - </u>	<u>\$ - </u>
Additional project information:				
Project Number	N/A			
Grant Date	N/A			
Bond Authorization Date	4/15/2025			
Bonds Authorized	\$	37,155,384		
Bonds Issued				
Original Authorized Cost		\$37,155,384		
Additional Authorized Cost				
Revised Authorized Cost		\$37,155,384		
Percentage Increase over Original				
Authorized Cost		0.00%		
Percentage completion		0%		
Original target completion date		2027		
Revised target completions date				

LONG-TERM DEBT
SECTION – I

**WESTFIELD SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS
FOR THE YEAR ENDED JUNE 30, 2025**

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITIES DATE	AMOUNT	INTEREST RATE	BALANCE JUNE 30, 2024	RETIRED	BALANCE JUNE 30, 2025
School Bonds	8/1/2013	\$ 6,916,000	8/1/2025	\$ 460,000	3.000%			
			8/1/2026	460,000	3.000%			
			8/1/2027	460,000	3.000%			
			8/1/2028	460,000	3.000%	\$ 2,300,000	\$ 460,000	\$ 1,840,000
School Bonds	7/10/2014	3,200,000				350,000	350,000	
Refunding School Bonds, Series 2015 A	3/24/2015	5,700,000	10/1/2025	640,000	4.000%			
			10/1/2026	640,000	4.000%			
			10/1/2027	630,000	2.400%	2,550,000	640,000	1,910,000
School Bonds, Series 2016 B	7/13/2016	12,600,000	8/1/2025	950,000	2.000%			
			8/1/2026	950,000	2.000%			
			8/1/2027	900,000	2.000%			
			8/1/2028	900,000	2.000%			
			8/1/2029	900,000	2.000%			
			8/1/2030	900,000	2.000%			
			8/1/2031	850,000	2.500%	7,300,000	950,000	6,350,000
						<u>\$ 12,500,000</u>	<u>\$ 2,400,000</u>	<u>\$ 10,100,000</u>

**WESTFIELD SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 1,908,132		\$ 1,908,132	\$ 1,908,132	
Total Local Sources	1,908,132		1,908,132	1,908,132	
State Aid - Debt Service	777,995		777,995	777,995	
Total Revenues	2,686,127		2,686,127	2,686,127	
EXPENDITURES:					
Regular Debt Service:					
Redemption of Bond Principal	2,400,000		2,400,000	2,400,000	
Bond Interest	286,127		286,127	286,127	
Total Regular Debt Service	2,686,127		2,686,127	2,686,127	
Total expenditures	2,686,127		2,686,127	2,686,127	
Net Change in Fund Balance	-		-	-	
Fund Balance, July 1	-	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -

STATISTICAL SECTION
SECTION – J

Statistical Section
Unaudited

Contents

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.

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

FINANCIAL TRENDS

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

Exhibit J-1

	June 30,									
						GASB No. 84				
	2016	2017	2018	2019	2020	Restated 2021	Restated 2022	2023	2024	2025
Governmental activities										
Net investment in capital assets	\$ 17,621,502	\$ 11,130,655	\$ 20,065,255	\$ 26,976,612	\$ 35,862,718	\$ 38,549,770	\$ 49,006,289	\$ 49,227,329	\$ 50,095,583	\$ 54,430,282
Restricted	8,428,307	22,660,315	21,908,541	21,059,726	20,019,406	19,254,991	10,594,331	16,355,546	16,411,517	14,428,540
Unrestricted/(deficit)	(24,717,778)	(28,030,698)	(27,600,573)	(26,310,130)	(24,024,845)	(24,766,477)	(19,989,898)	(19,203,759)	(14,128,116)	(41,620,554)
Total governmental activities net position	<u>\$ 1,332,031</u>	<u>\$ 5,760,272</u>	<u>\$ 14,373,224</u>	<u>\$ 21,726,208</u>	<u>\$ 31,857,279</u>	<u>\$ 33,038,284</u>	<u>\$ 39,610,722</u>	<u>\$ 46,379,116</u>	<u>\$ 52,378,984</u>	<u>\$ 27,238,268</u>
Business-type activities										
Invested in capital assets	\$ 18,277	\$ 322,433	\$ 459,157	\$ 316,024	\$ 351,873	\$ 325,553	\$ 299,674	\$ 391,508	\$ 353,353	\$ 406,068
Unrestricted	593,263	591,850	867,954	1,241,620	1,395,315	1,017,556	658,219	928,430	1,037,517	1,359,013
Total business-type activities net position	<u>\$ 611,540</u>	<u>\$ 914,283</u>	<u>\$ 1,327,111</u>	<u>\$ 1,557,645</u>	<u>\$ 1,747,188</u>	<u>\$ 1,343,109</u>	<u>\$ 957,893</u>	<u>\$ 1,319,938</u>	<u>\$ 1,390,870</u>	<u>\$ 1,765,081</u>
Government-wide										
Net investment in capital assets	\$ 17,639,779	\$ 11,453,088	\$ 20,524,413	\$ 27,292,636	\$ 36,214,591	\$ 38,875,323	\$ 49,305,963	\$ 49,618,837	\$ 50,448,936	\$ 54,836,350
Restricted	8,428,307	22,660,315	21,908,541	21,059,726	20,019,406	19,254,991	10,594,331	16,355,546	16,411,517	14,428,540
Unrestricted/(deficit)	(24,124,515)	(27,438,848)	(26,732,619)	(25,068,510)	(22,629,530)	(23,748,921)	(19,331,679)	(18,275,329)	(13,090,599)	(40,261,541)
Total district position	<u>\$ 1,943,571</u>	<u>\$ 6,674,555</u>	<u>\$ 15,700,335</u>	<u>\$ 23,283,852</u>	<u>\$ 33,604,467</u>	<u>\$ 34,381,393</u>	<u>\$ 40,568,615</u>	<u>\$ 47,699,054</u>	<u>\$ 53,769,854</u>	<u>\$ 29,003,349</u>

Source: ACFR Schedule A-1.

The increase in the governmental activities unrestricted deficit in 2025 is the result of the implementation of GASB Statement No. 101. The 2024 fiscal year column was not restated as a result of the implementation.

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

Exhibit J-2

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
EXPENSES										
Governmental Activities										
Instruction										
Regular	\$ 33,945,264	\$ 34,753,267	\$ 36,122,785	\$ 37,571,944	\$ 36,944,281	\$ 40,657,247	\$ 42,558,356	\$ 41,737,944	\$ 43,608,671	\$ 44,790,632
Special Education	7,980,420	8,190,781	8,361,149	9,768,996	10,011,544	8,566,376	8,470,692	8,713,862	8,937,848	9,424,856
Other Special Instruction	1,081,477	1,184,559	1,140,743	1,178,793	1,301,154	1,309,471	1,290,348	1,415,740	2,177,143	2,383,494
Other Instruction	1,567,029	1,627,761	1,643,247	1,763,297	1,815,169	1,745,647	1,898,069	1,957,264	2,026,541	2,057,512
Support Services										
Tuition	6,688,650	6,570,330	6,640,145	5,139,929	5,597,633	6,237,009	6,543,325	8,091,422	7,880,318	7,233,469
Student & Instruction Related Services	12,153,419	12,458,158	13,283,367	14,151,973	14,170,552	15,634,183	16,711,229	17,214,133	19,012,528	19,270,420
School Administrative Services	3,472,539	3,613,535	3,423,415	3,420,531	3,512,032	3,620,413	3,677,432	3,748,509	3,812,896	3,931,753
General & Business Administrative Services	4,013,438	4,552,751	4,066,604	4,141,012	4,487,540	4,605,815	4,824,423	4,974,412	5,239,608	5,204,019
Plant Operations and Maintenance	5,943,911	6,029,301	5,972,184	6,152,407	6,232,723	5,706,850	6,729,444	6,569,404	7,658,105	8,457,990
Pupil Transportation	2,550,903	2,618,167	2,746,357	3,171,761	2,949,490	3,167,718	4,175,908	5,395,685	5,598,204	5,906,384
Unallocated Benefits	26,368,820	52,176,028	53,851,627	47,488,977	38,579,855	55,552,717	42,020,905	36,015,689	40,058,661	36,699,008
Interest on Long-Term Debt	952,171	758,829	733,389	744,088	629,941	520,872	454,861	393,887	329,135	207,433
Unallocated Depreciation & Amortization	1,771,245	705,067	390,741	632,123	575,603	665,701	739,749	766,456	871,363	798,719
Total Governmental Activities	108,489,286	135,238,535	138,375,754	135,323,832	126,807,517	147,990,019	140,094,741	136,994,407	147,211,021	146,365,689
Business-Type Activities:										
Food Service	1,189,123	1,231,331	1,307,660	1,348,600	953,918	186,471	1,244,348	1,547,626	1,851,070	1,589,867
Child Care	485,571	480,757	523,935	512,422	404,657	396,738	322,967	334,399	401,449	376,707
Total Business-Type Activities	1,674,695	1,712,088	1,831,594	1,861,022	1,358,575	583,209	1,567,315	1,882,025	2,252,519	1,966,574
Total Primary Government Expenses	\$ 110,163,981	\$ 136,950,623	\$ 140,207,348	\$ 137,184,854	\$ 128,166,092	\$ 148,573,228	\$ 141,662,056	\$ 138,876,432	\$ 149,463,540	\$ 148,332,263
Program Revenues										
Governmental Activities										
Charges for Services										
Instruction (Tuition)	162,071	77,540	67,437	101,757	37,005	44,542	69,571	137,424	189,644	218,921
Pupil Transportation							23,100	28,160	28,975	33,275
Business and Other Support Services							887,482	1,127,555	1,473,853	1,243,521
Operating Grants and Contributions	11,209,759	34,156,080	40,360,685	32,625,857	24,396,372	40,939,510	30,485,269	23,953,846	25,164,545	19,129,586
Interest on Long-Term Debt	245,926	774,814								
Total Governmental Activities Program Revenues	11,617,757	35,008,434	40,428,122	32,727,614	24,433,377	40,984,052	31,465,422	25,246,985	26,857,017	20,625,303
Business-Type Activities										
Charges for Services										
Food Service	1,314,583	1,410,190	1,482,337	1,568,419	1,059,004	10,752	1,340,827	1,691,580	1,747,153	1,841,188
Child Care	430,003	494,800	640,605	526,400	459,900	161,709	335,500	495,340	464,739	470,550
Operating Grants and Contributions	99,531	104,733	107,996	89,447	5,435					
Total Business-Type Activities Program Revenues	1,844,117	2,009,723	2,230,938	2,184,266	1,524,339	172,461	1,676,327	2,186,920	2,211,892	2,311,738
Total District Program Revenues	\$ 13,461,874	\$ 37,018,157	\$ 42,659,060	\$ 34,911,879	\$ 25,957,716	\$ 41,156,513	\$ 33,141,749	\$ 27,433,905	\$ 29,068,909	\$ 22,937,041
Net (Expense)/Revenue										
Governmental Activities	\$ (96,871,530)	\$ (100,230,101)	\$ (97,947,632)	\$ (102,596,218)	\$ (102,374,140)	\$ (107,005,967)	\$ (108,629,319)	\$ (111,747,422)	\$ (120,354,004)	\$ (125,740,386)
Business-Type Activities	169,422	297,635	399,344	323,244	165,764	(410,748)	109,012	304,895	(40,627)	345,164
Total District-Wide Net Expense	\$ (96,702,107)	\$ (99,932,466)	\$ (97,548,289)	\$ (102,272,974)	\$ (102,208,376)	\$ (107,416,715)	\$ (108,520,307)	\$ (111,442,527)	\$ (120,394,631)	\$ (125,395,222)

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

Exhibit J-2
(continued)

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Revenues and Other Changes in Net Position										
Governmental Activities										
Property Taxes, Levied for General Purposes, Net	\$ 91,791,272	\$ 94,193,247	\$ 96,710,506	\$ 98,644,716	\$ 101,420,397	\$ 103,448,805	\$ 105,517,781	\$ 107,628,137	\$ 112,832,744	\$ 117,470,655
Taxes Levied for Debt Service	3,201,836	2,685,543	3,459,971	3,289,272	3,329,393	2,701,644	2,666,148	1,965,995	1,938,127	1,908,132
Unrestricted Grants and Contributions	4,354,644	4,866,435	3,236,885	5,240,839	4,478,011	3,960,336	4,881,729	6,421,465	8,607,626	7,294,897
Restricted Grants and Contributions	2,163,177	2,174,893	988,965	322,393	410,349	833,695	1,161,522	829,043	788,993	777,995
Investment earnings	58,023	167,841	21,542	911,216	571,427	192,273	154,855	1,248,112	1,758,276	1,447,242
Miscellaneous Income	619,234	550,383	2,165,431	1,580,941	1,344,144	961,714	319,722	423,094	428,076	363,654
Transfers			(22,716)	(40,175)	(30,866)	(1,988,606)	500,000			
Total Governmental Activities	<u>102,188,187</u>	<u>104,658,342</u>	<u>106,560,584</u>	<u>109,949,202</u>	<u>111,522,855</u>	<u>110,109,861</u>	<u>115,201,757</u>	<u>118,515,846</u>	<u>126,353,842</u>	<u>129,262,575</u>
Business-Type Activities										
Miscellaneous Income	2,700	5,108		27,652	23,780	6,668	5,772	57,150	111,559	45,686
Transfers			13,485	(120,362)			(500,000)			
Capital Contributions				(92,711)			(494,228)			35,812
Total Business-Type Activities	<u>2,700</u>	<u>5,108</u>	<u>13,485</u>	<u>(92,711)</u>	<u>23,780</u>	<u>6,668</u>	<u>(494,228)</u>	<u>57,150</u>	<u>111,559</u>	<u>81,498</u>
Total Primary Government	<u>\$ 102,190,887</u>	<u>\$ 104,663,450</u>	<u>\$ 106,574,069</u>	<u>\$ 109,856,491</u>	<u>\$ 111,546,635</u>	<u>\$ 110,116,529</u>	<u>\$ 114,707,529</u>	<u>\$ 118,572,996</u>	<u>\$ 126,465,401</u>	<u>\$ 129,344,073</u>
Change in Net Position										
Governmental Activities	\$ 5,316,657	\$ 4,428,241	\$ 8,612,952	\$ 7,352,984	\$ 9,148,715	\$ 3,103,894	\$ 6,572,438	\$ 6,768,424	\$ 5,999,838	\$ 3,522,189
Business-Type Activities	172,122	302,742	412,828	230,533	189,544	(404,080)	(385,216)	362,045	70,932	426,662
Total District	<u>\$ 5,488,779</u>	<u>\$ 4,730,984</u>	<u>\$ 9,025,780</u>	<u>\$ 7,583,517</u>	<u>\$ 9,338,259</u>	<u>\$ 2,699,814</u>	<u>\$ 6,187,222</u>	<u>\$ 7,130,469</u>	<u>\$ 6,070,770</u>	<u>\$ 3,948,851</u>

Source: ACFR Schedule A-2.

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

	June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Fund										
Restricted:										
Committed:	\$ 9,041,326	\$ 14,861,873	\$ 16,566,982	\$ 13,549,452	\$ 18,860,064	\$ 10,486,404	\$ 7,772,574	\$ 15,171,901	\$ 15,210,792	\$ 13,553,581
Assigned:	510,251	430,764	1,021,507	393,297	1,394,601	1,259,798	546,376	523,134		
Unassigned:	163,799	163,799	105,935	357,639	1,009,492	246,682	1,000,000	1,211,813	4,514,313	3,778,535
Total General Fund	<u>\$ 9,715,376</u>	<u>\$ 15,456,436</u>	<u>\$ 17,694,424</u>	<u>\$ 14,299,390</u>	<u>\$ 21,264,157</u>	<u>\$ 11,992,784</u>	<u>\$ 9,318,950</u>	<u>\$ 16,906,848</u>	<u>\$ 20,235,415</u>	<u>\$ 17,332,116</u>
All Other Governmental Funds										
Restricted:										
Student Activities						\$ 575,747	\$ 635,619	\$ 641,149	\$ 734,859	\$ 799,139
Assigned, Reported In:										
Capital Projects Fund	\$ (1,147,567)	\$ 7,313,383	\$ 5,192,415	\$ 7,668,196	\$ 1,177,544	8,116,976	2,186,138	542,496	465,866	75,820
Debt Service Fund	<u>24,297</u>	<u>54,295</u>	<u>54,296</u>	<u>123,735</u>	<u>123,735</u>	<u>75,864</u>				
Total All Other Governmental Funds	<u>\$ (1,123,270)</u>	<u>\$ 7,367,678</u>	<u>\$ 5,246,711</u>	<u>\$ 7,791,931</u>	<u>\$ 1,301,279</u>	<u>\$ 8,768,587</u>	<u>\$ 2,821,757</u>	<u>\$ 1,183,645</u>	<u>\$ 1,200,725</u>	<u>\$ 874,959</u>

Source: ACFR Schedule B-1.

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

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenues										
Tax levy	\$ 94,993,108	\$ 96,878,790	\$ 100,170,477	\$ 101,933,988	\$ 104,749,790	\$ 106,150,449	\$ 108,183,929	\$ 109,594,132	\$ 114,770,871	\$ 119,378,787
Tuition charges	162,071	77,540	67,437	101,757	37,005	44,542	69,571	137,424	189,644	218,921
Miscellaneous	864,554	983,213	2,380,787	2,492,157	1,977,914	1,340,942	1,582,819	3,031,913	3,849,921	3,487,226
State sources	16,116,374	18,518,748	20,114,412	24,584,827	23,946,661	28,605,095	36,384,769	37,516,973	39,731,728	40,893,414
Federal sources	1,669,836	1,729,306	1,762,026	1,803,964	1,757,887	2,560,040	3,648,554	3,298,232	2,739,707	1,826,391
Total revenue	113,805,944	118,187,597	124,495,139	130,916,693	132,469,258	138,701,068	149,869,642	153,578,674	161,281,871	165,804,739
Expenditures										
Instruction										
Regular instruction	33,945,264	33,231,684	34,218,969	35,028,570	34,465,074	37,737,269	39,486,566	38,512,580	40,383,307	41,595,758
Special education instruction	7,980,420	8,190,781	8,354,649	9,766,996	10,021,974	8,508,910	8,470,692	8,713,862	8,937,848	9,424,856
Other special instruction	1,081,477	1,184,559	1,133,696	1,178,793	1,301,154	1,309,471	1,290,348	1,415,740	2,177,143	2,383,494
Other instruction	1,567,029	1,627,762	1,643,247	1,763,297	1,815,169	1,745,647	1,898,069	1,957,264	2,026,541	2,057,512
Support Services:										
Tuition	6,688,650	6,570,330	6,662,861	5,180,104	5,628,499	6,294,475	6,543,325	8,091,422	7,880,318	7,233,469
Student & inst. related services	12,153,419	12,458,158	13,325,341	14,134,781	14,138,354	15,634,183	16,711,229	17,214,133	19,012,528	19,270,420
General administration	3,472,539	3,613,535	3,437,646	3,430,924	3,512,032	3,620,413	3,677,432	3,748,509	3,812,896	3,931,753
School administrative services	3,932,882	3,822,747	4,066,604	4,139,435	4,470,032	4,605,815	4,824,423	4,974,412	5,239,608	5,204,019
Plant operations and maintenance	5,943,911	6,029,301	5,978,362	6,150,307	6,222,552	5,679,056	6,540,019	6,925,080	6,703,034	7,585,356
Pupil transportation	2,550,903	2,618,167	2,746,357	3,171,761	2,949,490	3,167,718	4,175,908	5,395,685	5,598,204	5,906,384
Employee benefits	25,200,825	27,621,203	30,408,685	35,483,009	35,066,593	41,941,168	49,605,239	48,136,338	50,035,030	55,023,494
Capital outlay	3,324,404	6,304,593	7,986,155	6,684,991	8,513,202	3,611,836	10,468,093	2,396,604	3,545,021	6,745,649
Debt service:										
Principal	2,585,000	2,750,000	3,381,000	3,435,000	3,500,000	3,116,000	3,100,000	2,350,000	2,400,000	2,400,000
Interest and other charges	838,467	650,359	874,121	680,475	608,513	543,073	480,245	415,308	286,127	286,127
Total expenditures	111,265,190	116,673,180	124,217,694	130,228,444	132,212,636	137,515,034	157,271,588	150,246,937	158,037,605	169,048,291
Excess (Deficiency) of revenues over (under) expenditures	2,540,753	1,514,417	277,444	688,249	256,622	1,186,034	(7,401,946)	3,331,737	3,244,266	(3,243,552)
Other Financing sources (uses)										
Proceeds from borrowing		12,600,000								
Proceeds from refunding		6,675,000								
Premium/Discount on Bonds Issued		320,415								
Payments to escrow agent		(6,714,957)								
Transfers in	341,140	280,859	3,694,351	7,354,924	685,825	9,249,214	3,458,401	91,026	75,630	863
Transfers out	(341,140)	(280,859)	(3,694,351)	(7,354,924)	(685,825)	(11,237,820)	(2,958,401)	(91,026)	(75,630)	(863)
Total other financing sources (uses)	-	12,880,458	-	-	-	(1,988,606)	500,000	-	-	-
Net change in fund balances	\$ 2,540,753	\$ 14,394,875	\$ 277,444	\$ 688,249	\$ 256,622	\$ (802,572)	\$ (6,901,946)	\$ 3,331,737	\$ 3,244,266	\$ (3,243,552)
Debt service as a percentage of noncapital expenditures	3.17%	3.08%	3.66%	3.33%	3.32%	2.73%	2.44%	1.87%	1.74%	1.66%

Source: District records

Note: Noncapital expenditures are total expenditures less capital outlay.

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

Exhibit J-5

(modified accrual basis of accounting)

	<u>Gate Receipts</u>	<u>Student Activities</u>	<u>Rentals</u>	<u>Interest on Deposits</u>	<u>Miscellaneous</u>	<u>Annual Totals</u>
<u>Fiscal Year Ending June 30,</u>						
2016	\$ 30,876	\$ 152,063	\$ 143,262	\$ 58,023	\$ 296,034	\$ 680,257
2017	18,766			167,841	531,617	718,224
2018	21,542	221,026	170,605	584,385	1,189,415	2,186,973
2019	12,831	339,734	113,610	911,216	1,114,766	2,492,157
2020	32,099	163,561	96,500	571,427	461,991	1,325,579
2021	1,891	142,355		192,273	438,368	774,887
2022	14,457	172,558	17,931	154,855	111,313	471,114
2023	32,308	215,085	76,954	1,248,112	72,412	1,644,871
2024	12,132	171,565	142,464	1,758,276	62,755	2,147,192
2025	15,690	151,029	82,633	1,447,242	114,302	1,810,896

Source: District records (Exhibit B-2).

REVENUE CAPACITY

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

Exhibit J-6

Fiscal Year Ended June 30,	Vacant Land	Residential	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Less: Tax- Exempt Property	Public Utilities ^a	Net Valuation Taxable	Total Direct School Tax Rate ^b	Estimated Actual (County Equalized Value) ^c
2016	\$ 13,486,700	\$ 1,652,471,400	\$ 4,200	\$ 162,612,000	\$ 1,341,600	\$ 19,074,100	\$ 1,848,990,000		\$ 1,598,256	\$ 1,850,588,256	\$ 5.235	\$ 7,526,933,842
2017	13,579,600	1,660,423,900	4,200	160,853,100	1,341,600	19,074,100	1,855,276,500		1,584,072	1,866,860,572	5.395	7,686,424,696
2018	13,162,700	1,673,761,100	4,200	157,854,800	1,441,600	20,306,100	1,866,530,500		1,564,090	1,868,094,590	5.457	7,777,752,094
2019	57,049,700	7,312,278,400	5,900	748,327,100	5,819,200	124,288,300	8,247,768,600		6,569,291	8,254,337,891	1.270	8,101,346,600
2020	66,169,800	7,307,388,600	5,900	753,423,800	5,819,200	119,874,800	8,252,682,100		6,668,594	8,259,350,694	1.286	8,116,615,626
2021	47,404,400	7,391,810,800	5,900	757,543,900	5,819,200	120,130,000	8,322,714,200		7,040,677	8,329,754,877	1.299	8,514,363,789
2022	24,125,700	7,480,524,800	5,900	755,730,800	5,819,200	144,543,400	8,410,749,800	\$ 1,524,880	6,912,903	8,416,137,823	1.303	9,166,366,819
2023	23,016,300	7,546,289,200	5,900	746,657,300	5,274,300	139,137,400	8,460,380,400	1,143,660	6,785,495	8,466,022,235	1.356	9,901,951,001
2024	22,485,500	7,625,316,600	5,900	736,674,800	5,274,300	144,946,000	8,534,703,100	762,440	6,350,441	8,540,291,101	1.398	10,786,065,167
2025	23,532,100	7,679,954,600	-	724,747,380	4,861,000	165,654,900	8,598,749,980	7,580,452	5,997,654	8,597,167,182	N/A	N/A

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

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

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

^b Tax rates are per \$100

^c Union County Abstract of Ratables, when available. Or other local sources

N/A - Not Available.

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

Exhibit J-7

<u>Year Ended Dec. 31</u>	<u>Total Direct School Tax Rate</u>	<u>Town of Westfield</u>	<u>Union County</u>	<u>Total Tax Rate**</u>
2016	\$ 5.235	\$ 1.604	\$ 2.190	\$ 9.029
2017	5.395	1.627	2.224	9.246
2018	5.457	1.636	2.204	9.297
2019	1.270	0.371	0.509	2.150
2020	1.286	0.379	0.493	2.158
2021	1.299	0.386	0.478	2.163
2022	1.303	0.393	0.464	2.160
2023	1.356	0.403	0.447	2.206
2024	1.398	0.406	0.448	2.252
2025	N/A	N/A	N/A	N/A

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

Note: 2019 and subsequent tax rate reflect a 2019 revaluation of real property.
See "J-6" for changes in assessed valuations.
Union County - Includes County Open Space Recreation & Historic Preservation for years 2004 and subsequent.

N/A - Not Available.

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

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

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

Exhibit J-8

Taxpayer	2025		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
WYCHWOOD GARDENS	\$ 35,000,000	1	0.41%
ECHO LAKE COUNTRY CLUB	26,863,900	2	0.32%
LT WESTFIELD LLC	24,862,300	3	0.29%
EAST COAST DUNCAN HILL, LLC	23,504,700	4	0.28%
WEILL, MAURICE	19,781,600	5	0.23%
WESTFIELD PROPERTY OWNER, LLC	19,500,000	6	0.23%
WESTFIELD CENTER NJ OWNER, LLC	17,057,900	7	0.20%
SZR WESTFIELD ASSISTED LIVING	16,849,400	8	0.20%
ERNSTOFF, ROBERT	16,474,400	9	0.19%
NORTH AVENUE APARTMENTS LLC	15,302,600	10	0.18%
TOTAL	\$ <u>215,196,800</u>		<u>2.54%</u>

SOURCE(S): MUNICIPAL TAX ASSESSOR

N/A - Not Available.

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

Exhibit J-9

Fiscal Year Ended Dec. 31,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of	
2016	\$ 94,993,108	\$ 94,993,108	100.00%	N/A
2017	96,878,790	96,878,790	100.00%	N/A
2018	100,170,477	100,170,477	100.00%	N/A
2019	101,933,988	101,933,988	100.00%	N/A
2020	104,749,790	104,749,790	100.00%	N/A
2021	106,150,449	106,150,449	100.00%	N/A
2022	108,183,929	108,183,929	100.00%	N/A
2023	109,594,132	109,594,132	100.00%	N/A
2024	114,770,871	114,770,871	100.00%	N/A
2025	119,378,787	119,378,787	100.00%	N/A

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

N/A - Not Available.

DEBT CAPACITY

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

Exhibit J-10

Fiscal Year Ended June 30,	<u>Governmental Activities</u>		Total District	Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds ^b				
2016	\$ 23,922,000	\$	23,922,000	1.318%	\$ 792
2017	33,757,000		33,757,000	1.860%	1,118
2018	30,376,000		30,376,000	1.674%	1,006
2019	26,941,000		26,941,000	1.400%	902
2020	23,441,000		23,441,000	1.153%	794
2021	20,325,000		20,325,000	1.010%	689
2022	17,225,000		17,225,000	0.780%	568
2023	14,875,000		14,875,000	0.670%	484
2024	12,500,000		12,500,000	0.534%	409
2025	10,100,000		10,100,000	0.382%	315

Source: District ACFR Schedule I-1.

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

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

As of June 30, 2025, the District has authorized and not issued bonds in the amount of \$225,807,242.

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

Exhibit J-11

Fiscal Year Ended June 30,	GENERAL BONDED DEBT OUTSTANDING			Percentage of	Per Capita ^b
	General	Deductions	Net General		
2016	\$ 23,922,000		\$ 23,922,000	1.29%	\$ 796
2017	33,757,000		33,757,000	1.82%	1,129
2018	30,376,000	\$ (54,296)	30,321,704	1.62%	1,018
2019	26,941,000	(123,735)	26,817,265	0.32%	909
2020	23,441,000	(123,735)	23,317,265	0.28%	783
2021	20,325,000	(75,863)	20,249,137	0.24%	686
2022	17,225,000		17,225,000	0.20%	568
2023	14,875,000		14,875,000	0.18%	484
2024	12,500,000		12,500,000	0.15%	163
2025	10,100,000		10,100,000	0.12%	315

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

a See Exhibit J-6 for Property Tax Data

b See Exhibit J-14 for Population Data

Note: Details regarding the district's outstanding debt can be found in the notes to the financial statements.
As of June 30, 2025, the District has authorized and not issued bonds in the amount of \$225,807,242.

WESTFIELD SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2025
Unaudited

<u>Governmental Unit</u>	<u>Net Debt</u>	<u>Estimated Percentage</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid with Property Taxes			
Town of Westfield (6/30/25)	\$ 80,871,989	100.000%	\$ 80,871,989
Other Debt			
County of Union - Town's Share (6/30/25)	482,595,178	9.840%	47,487,987
Rahway Valley Sewerage Authority - Town's Share (12/31/24)	100,011,479	14.990%	14,991,721
Subtotal Overlapping Debt			143,351,696
Net Direct Debt of School District as at June 30, 2025			235,907,242
Total Direct and Overlapping Debt			<u>\$ 379,258,938</u>

As of June 30, 2025, the District has authorized and not issued bonds in the amount of \$225,807,242.

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

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

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

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

Exhibit J-13

Legal Debt Margin Calculation for Calendar Year 2025

	Equalized Valuation Basis
2024	10,786,065,167
2023	9,901,951,001
2022	9,166,366,819
[A]	<u>\$ 29,854,382,987</u>
Avg Equalized Valuation of Taxable Property	[A/3] \$ 9,951,460,996
School Borrowing Margin (4%)	[B] \$ 398,058,440
Net Bonded School Debt (6/30/25)	[C] 235,907,242
Legal Debt Margin	<u>[B-C] \$ 162,151,198</u>

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Debt Limit	\$ 294,519,299	\$ 299,749,036	\$ 304,663,804	\$ 310,091,292	\$ 316,106,816	\$ 321,382,811	\$ 329,493,966	\$ 333,961,827	\$ 398,058,440	\$ 398,058,440
Total Net Debt Applicable to Limit	<u>40,006,000</u>	<u>33,757,000</u>	<u>30,376,000</u>	<u>27,941,000</u>	<u>23,441,000</u>	<u>20,325,000</u>	<u>17,225,000</u>	<u>14,875,000</u>	<u>12,500,000</u>	<u>235,907,242</u>
Legal Debt Margin	<u>\$ 254,513,299</u>	<u>\$ 265,992,036</u>	<u>\$ 274,287,804</u>	<u>\$ 282,150,292</u>	<u>\$ 282,150,292</u>	<u>\$ 301,057,811</u>	<u>\$ 312,268,966</u>	<u>\$ 319,086,827</u>	<u>\$ 385,558,440</u>	<u>\$ 162,151,198</u>
Total Net Debt Applicable To The Limit As A Percentage Of Debt Limit	13.58%	11.26%	9.97%	9.01%	7.42%	6.32%	5.23%	4.45%	3.14%	59.26%

Note: As of June 30, 2025, the District has authorized and not issued bonds in the amount of \$225,807,242.

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

DEMOGRAPHIC AND ECONOMIC INFORMATION

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

Exhibit J-14

<u>Year</u>	<u>Population ^a</u>	<u>Personal Income ^b</u>	<u>Per Capita Personal Income ^c</u>	<u>Unemployment Rate ^d</u>
2016	30,209	\$ 1,850,905,430	\$ 61,270	3.50%
2017	30,035	1,877,968,410	62,526	3.20%
2018	29,899	1,944,511,364	65,036	3.10%
2019	29,780	2,032,842,360	68,262	2.80%
2020	29,512	2,014,548,144	68,262	2.40%
2021	30,316	2,199,213,588	72,543	3.60%
2022	30,754	2,230,987,422	72,543	4.20%
2023	30,539	2,531,716,776	75,285	3.70%
2024	30,559	2,341,308,344	76,616	3.90%
2025	32,050	2,644,189,100	82,502	4.90%

Source(s):

^a State of New Jersey, Department of labor and Workforce Development (Release Date 2024).

^b Personal income has been estimated based upon the municipal population and the Union County personal income presented.

^c Per Capita Data represents County of Union estimates, updated 8/2025

^d Unemployment data provided by the NJ Dept of Labor and Workforce Development (as of June 2025).

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

Exhibit J-15

Information was not available.

OPERATING INFORMATION

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

Exhibit J-16

Unaudited

Function/Program	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Instruction										
Teachers	480	484	482	483	485	484	484	471	483	492
Classroom Aides	26	30	45	43	39	42	43	43	43	37
Support Services:										
Student & Instruction Related Services	194	190	186	196	207	190	192	191	193	225
General Administrative Services	6	6	6	6	6	6	6	7	7	7
School Administrative Services	39	39	39	39	39	39	39	32	32	34
Business Administrative Services	14	14	14	14	15	15	15	15	15	18
Admin Info Technology Services	8	8	8	9	9	9	9	9	9	11
Plant Operations and Maintenance	61	61	61	61	61	61	61	61	61	59
Total	828	832	841	851	861	846	849	829	843	883

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

WESTFIELD SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS
Unaudited

Exhibit J-17

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil	Percentage Change	Teaching Staff ^b	Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
2015-16	6,320	\$ 105,812,870	\$ 16,743	-0.73%	480	6,272	6,061	0.3%	96.6%
2016-17	6,322	108,009,312	17,085	2.04%	484	6,301	6,074	0.5%	96.4%
2017-18	6,357	114,124,538	17,953	5.08%	482	6,311	6,105	0.2%	96.7%
2018-19	6,238	121,441,122	19,468	8.44%	481	6,191	5,975	-1.9%	96.5%
2019-20	6,227	120,896,781	19,415	8.15%	483	6,202	6,049	0.2%	97.5%
2020-21	5,936	131,640,439	22,177	13.91%	483	5,928	5,843	-4.6%	98.6%
2021-22	5,829	144,478,816	24,786	27.67%	484	5,807	5,588	-2.1%	96.2%
2022-23	5,909	145,085,025	24,553	10.72%	471	5,855	5,599	0.8%	95.6%
2023-24	5,910	151,774,548	25,681	3.61%	483	5,832	5,605	-0.4%	96.1%
2024-25	5,854	159,616,515	27,266	11.05%	492	5,817	5,567	-0.6%	95.7%

Source(s): District Records.

Note: Enrollment based on annual October district count.

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

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

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

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

Exhibit J-18

Unaudited

	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25
BUILDING										
ELEMENTARY										
FRANKLIN [1929] [1956] [2000]										
SQUARE FEET	65,814	65,814	65,814	65,814	65,814	65,814	65,814	65,814	65,814	65,814
CAPACITY - STATE MODEL - STUDENTS	550	550	550	550	550	550	550	550	550	550
ENROLLMENT	569	584	594	580	604	541	529	532	532	510
JEFFERSON [1953] [1955] [1996]										
SQUARE FEET	47,849	47,849	47,849	47,849	47,849	47,849	47,849	47,849	47,849	47,849
CAPACITY - STATE MODEL - STUDENTS	431	431	431	431	431	431	431	431	431	431
ENROLLMENT	489	481	474	442	466	466	457	466	466	466
MCKINLEY [1906] [1931] [2000]										
SQUARE FEET	61,140	61,140	61,140	61,140	61,140	61,140	61,140	61,140	61,140	61,140
CAPACITY - STATE MODEL - STUDENTS	337	337	337	337	337	337	337	337	337	337
ENROLLMENT	353	361	348	340	353	329	332	332	332	292
TAMAQUES [1961]										
SQUARE FEET	48,350	48,350	48,350	48,350	48,350	48,350	48,350	48,350	48,350	48,350
CAPACITY - STATE MODEL - STUDENTS	430	430	430	430	430	430	430	430	430	430
ENROLLMENT	438	429	408	401	431	424	411	415	415	427
WASHINGTON [1954] [1992]										
SQUARE FEET	36,700	36,700	36,700	36,700	36,700	36,700	36,700	36,700	36,700	36,700
CAPACITY - STATE MODEL - STUDENTS	332	332	332	332	332	332	332	332	332	332
ENROLLMENT	320	330	311	309	270	283	260	263	263	300
WILSON [1935] [1963] [1996] [2000]										
SQUARE FEET	45,595	45,595	45,595	45,595	45,595	45,595	45,595	45,595	45,595	45,595
CAPACITY - STATE MODEL - STUDENTS	449	449	449	449	449	449	449	449	449	449
ENROLLMENT	394	388	371	354	347	314	319	345	345	362
LINCOLN SCHOOL [1922] [2008]										
SQUARE FEET	26,980	26,980	26,980	26,980	26,980	26,980	26,980	26,980	26,980	26,980
CAPACITY - STATE MODEL - STUDENTS	465	465	465	465	465	465	465	465	465	465
ENROLLMENT	315	300	311	300	283	247	215	267	267	259
INTERMEDIATE										
EDISON [1958] [1964]										
SQUARE FEET	124,998	124,998	124,998	124,998	124,998	124,998	124,998	124,998	124,998	124,998
CAPACITY - STATE MODEL - STUDENTS	768	768	768	768	768	768	768	768	768	768
ENROLLMENT	831	825	843	841	818	794	772	780	780	796
ROOSEVELT [1926] [1964]										
SQUARE FEET	112,890	112,890	112,890	112,890	112,890	112,890	112,890	112,890	112,890	112,890
CAPACITY - STATE MODEL - STUDENTS	683	683	683	683	683	683	683	683	683	683
ENROLLMENT	734	752	782	777	736	679	681	658	658	642
HIGH SCHOOL										
WESTFIELD HIGH SCHOOL [1950] [1906] [2002]										
SQUARE FEET	303,320	303,320	303,320	303,320	303,320	303,320	303,320	303,320	303,320	303,320
CAPACITY - STATE MODEL - STUDENTS	1,713	1,713	1,713	1,713	1,713	1,713	1,713	1,713	1,713	1,713
ENROLLMENT	1,863	1,863	1,915	1,865	1,894	1,850	1,853	1,817	1,817	1,773
OTHER										
ADMINISTRATION [1914]										
SQUARE FEET	29,410	29,410	29,410	29,410	29,410	29,410	29,410	29,410	29,410	29,410

SOURCE: DISTRICT RECORDS

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

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

Exhibit J-19

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

School Facilities	Project # (s)	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
FRANKLIN ELEMENTARY SCHOOL	N/A	\$ 96,983	\$ 85,504	\$ 76,974	\$ 85,316	\$ 71,791	\$ 84,209	\$ 75,771	\$ 74,903	\$ 71,561	\$ 64,378
JEFFERSON ELEMENTARY SCHOOL	N/A	71,571	58,818	61,561	53,323	50,375	54,128	56,965	51,959	82,148	72,977
LINCOLN ELEMENTARY SCHOOL	N/A	46,866	51,955	46,118	31,994	37,072	34,802	33,689	41,116	44,675	30,190
MCKINLEY ELEMENTARY SCHOOL	N/A	84,099	87,873	80,413	74,652	79,896	93,323	69,224	70,831	64,098	66,222
TAMAQUES ELEMENTARY SCHOOL	N/A	65,917	60,340	52,039	63,987	46,449	50,364	50,022	54,558	44,557	47,277
WASHINGTON ELEMENTARY SCHOOL	N/A	72,820	63,977	70,226	42,658	44,968	53,168	80,267	60,822	44,099	38,639
WILSON ELEMENTARY SCHOOL	N/A	64,121	55,965	51,210	53,323	45,743	62,170	47,389	44,637	57,136	88,365
EDISON INTERMEDIATE SCHOOL	N/A	163,977	167,081	197,300	149,304	120,102	134,347	130,929	151,442	124,974	129,150
ROOSEVELT INTERMEDIATE SCHOOL	N/A	165,602	149,932	148,406	138,639	121,955	123,993	124,343	139,627	138,299	124,232
WESTFIELD HIGH SCHOOL	N/A	412,925	391,233	363,723	373,258	324,970	317,569	313,681	355,399	316,957	324,952
ADMINISTRATION BUILDING	N/A	68,755	93,988	84,429		55,651	51,801	46,228	33,066	35,291	45,420
GRAND TOTAL		\$ 1,313,636	\$ 1,266,666	\$ 1,232,399	\$ 1,066,454	\$ 998,972	\$ 1,059,874	\$ 1,028,508	\$ 1,078,360	\$ 1,023,795	\$ 1,031,802

SOURCE: DISTRICT RECORDS.

WESTFIELD BOARD OF EDUCATION
INSURANCE SCHEDULE
As of June 20, 2025
UNAUDITED

Commercial Package Policy - New Jersey Schools Insurance Group (NJSIG)	COVERAGE	DEDUCTIBLE
Real & Personal Property (per occurrence)	\$350,000,000	\$5,000
Blanket Extra Expense	\$50,000,000	\$5,000
Blanket Valuable Paper & Records	\$10,000,000	\$5,000
Demolition & Increased Cost of Construction	\$25,000,000	
Limited Builders Risk	\$10,000,000	
Fire Dept. Service Charge	\$10,000	
Arson Reward	\$10,000	
Pollution Cleanup & Removal	\$250,000	
Flood/Earthquake:		
Flood Zone A & V	\$25,000,000	\$500,000
All Other Flood Zones	\$75,000,000	\$10,000
Earthquake	\$50,000,000	\$5,000
Terrorism	\$1,000,000	
Electronic Data Processing:		
Blanket Hardware/Software, Extra Expense, Business Income, Transit,	Included in Blanket	\$1,000
Debris Removal	Property Limit	
Flood (Deductible for Zone A & Z)		\$500,000
(Deductible All Other Flood Zones)		\$10,000
Equipment Breakdown		
Combined Single Limit/Accident for Property Damage & Business Income	\$100,000,000	\$25,000
Property Damage	Included	\$25,000
Off Premises Property Damage	\$1,000,000	\$25,000
Extra Expense	\$10,000,000	\$25,000
Service Interruption	\$10,000,000	\$25,000
Perishable Goods	\$1,000,000	\$25,000
Data Restoration	\$1,000,000	\$25,000
Demolition	\$1,000,000	\$25,000
Ordinance or Law	\$1,000,000	\$25,000
Expediting Expense	\$1,000,000	\$25,000
Hazardous Substances	\$1,000,000	\$25,000
Newly Acquired Locations - 120 Days Notice	\$1,000,000	\$25,000
Crime Coverage:		
Public Employee Dishonesty	\$1,000,000	\$1,000
Theft, Disapp. & Destruction/Money Orders & Counterfeit Currency	\$50,000	\$500
Forgery or Alteration	\$1,000,000	\$1,000
Computer Fraud	\$100,000	\$1,000
Public Officials Bond		
Board Secretary - P Ramos (Selective Ins Co)	\$487,000	\$0
General Liability:		
Bodily Injury & Property Damage	\$31,000,000	
Products & Completed Operations	\$31,000,000	
Sexual Abuse	\$27,000,000	
Personal Injury & Advertising Injury	\$31,000,000	
Employee Benefits Liability	\$31,000,000	\$1,000
Premises Medical Payments	\$10,000 per accident	
	\$5,000 per person	
Terrorism	\$1,000,000	
Automotive Coverage:		
Combined Single Limit for Bodily Injury & Property Damage	\$31,000,000	\$1,000 coll/comp
Personal Injury Protection	\$250,000	
Medical Payments	\$10,000	
Underinsured	\$1,000,000	
Terrorism	\$1,000,000	
Garagekeepers	Included	
School Leaders Errors & Omissions		
Coverage A - protection against "loss"/Wrongful Acts	\$31,000,000	\$25,000
Coverage B - defense costs for specific administrative actions	\$100,000	\$25,000
	\$300,000	\$25,000
Retro Date	7/1/1986	
Workers' Compensation		
Part One	Statutory	
Part Two		
Bodily Injury by Accident	\$3,000,000	
Bodily Injury by Disease	\$3,000,000	
Environmental Impairment (Mold)		
Philadelphia Ins Co	\$1,000,000	\$10,000
Travel Accident Insurance		
ACE USA	\$1,000,000	
Student Accident		
US Fire/Chubb	\$7,500,000	
Cyber Liability (NJSIG)		
Beazley Group	\$2,000,000	\$50,000

SINGLE AUDIT SECTION
SECTION - K

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

Independent Auditors' Report

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America; audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Westfield School District, in the County of Union, New Jersey (the "District") as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 5, 2025.

Report on Internal Control Over Financial Reporting

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

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

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

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

Report on Compliance and Other Matters

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

Purpose of This Report

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

PKF O'Connor Davies, LLP

Cranford, New Jersey
December 5, 2025

Scott A. Clelland

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

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

Independent Auditors' Report

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

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited Westfield School District's, in the County of Union, New Jersey (the "District") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and New Jersey State Aid/Grant *Compliance Supplement* that could have a direct and material effect on each of the District's major federal and state programs for the year ended June 30, 2025. The District's major federal and state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal and State Program

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

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major state program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

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

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

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Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

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

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

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

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.

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

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Report on Internal Control Over Compliance

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

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

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

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

PKF O'Connor Davies, LLP

Cranford, New Jersey
December 5, 2025

Scott A. Clelland

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

WESTFIELD SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Assistance Listing Number	Federal FAIN Number	Grant or State Project Number	Grant Period		Program or Award Amount	Balance	Cash Received	Budgetary Expenditures	Adjustments	Balance	Passed Through to Subrecipients
				From	To		June 30, 2024				June 30, 2025	
							Unearned Revenue/ (Accounts Receivable)				Unearned Revenue/ (Accounts Receivable)	
General Fund:												
U.S. Department of Health and Human Services												
Passed through State Department of Health and Human Services:												
Medical Assistance Program (SEM)-Medicaid Cluster	93.778	2005NJSMAP	100-054-7540-211	7/1/24	6/30/25	\$ 16,391		\$ 16,391	\$ (16,391)			
Total General Fund								16,391	(16,391)			
Special Revenue Fund:												
U.S. Department of Education												
Passed through State Department of Education:												
Special Education Cluster:												
IDEA Special Education Grants to States	84.027	H027A240100	034-5065-100-016	7/1/24	9/30/25	1,662,123		1,611,864	(1,662,123)		\$ (50,259)	
IDEA Special Education Grants to States	84.027	H027A230100	034-5065-100-016	7/1/23	9/30/24	1,699,736	\$ (143,455)	143,455				
IDEA Preschool Grants for Children with Disabilities	84.173	H173A240114	034-5065-100-020	7/1/24	9/30/25	69,596		65,115	(69,596)		(4,481)	
Subtotal of Special Education Cluster:							(143,455)	1,820,434	(1,731,719)		(54,740)	
Title II A, Improving Teacher Quality State Grants	84.367A	S367A240029	034-5063-100-290	7/1/24	9/30/25	66,525		61,777	(61,777)			
Title II A, Improving Teacher Quality State Grants	84.367A	S367A230029	034-5063-100-290	7/1/23	9/30/24	68,927	(7,244)	7,244				
Title II A Subtotal:							(7,244)	69,021	(61,777)			
Title III English Language Acquisition Grants	84.365A	S365A240030	NCLB-24	7/1/24	9/30/25	11,075		11,075	(11,075)			
Title III English Language Acquisition Grants	84.365A	S365A230030	NCLB-24	7/1/23	9/30/24	11,027		1,013		\$ (1,013)		
Title III, Supplemental Immigrant Student Aid	84.365A	S365A240030	NCLB-24	7/1/24	9/30/25	5,429		5,429	(5,429)			
Title III, Supplemental Immigrant Student Aid	84.365A	S365A230030	NCLB-23	7/1/23	9/30/24	8,209	(637)	637				
Title III Subtotal:							(637)	18,154	(16,504)	(1,013)		
Education Stabilization Fund (ESF):												
COVID-19 - CARES ESSER III	84.425U	S425D210027	21-5120-513	3/13/20	9/30/24	1,673,543	(17,317)	22,237		(4,920)		
Subtotal of ESF							(17,317)	22,237		(4,920)		
U.S. Department of the Treasury												
Passed through State Department of Education:												
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	SLFRFDOE1SES	N/A	7/1/23	9/30/24	746,171	(285,817)	285,817				
Total U.S. Department of the Treasury Passed through the NJ Department of Education							(285,817)	285,817				
Total Special Revenue Fund							(454,470)	2,215,663	(1,810,000)	(5,933)	(54,740)	
TOTAL FEDERAL AWARDS							\$ (454,470)	\$ 2,232,054	\$ (1,826,391)	\$ (5,933)	\$ (54,740)	\$ -

Footnote(s):

N/A - Not Available

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

WESTFIELD SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED JUNE 30, 2025

Schedule - B
Exhibit K - 4

BALANCE AT JUNE 30, 2024														BALANCE AT JUNE 30, 2025				MEMO	
STATE GRANTOR/PROGRAM TITLE	GRANT OR STATE PROJECT NO.	AWARD AMOUNT	GRANT PERIOD	GAAP	BUDGETARY	DUE TO	CASH	BUDGETARY	REPAYMENT OF	(ACCTS.REC.)	DUE TO	BUDGETARY	CUMULATIVE						
				UNEARNED REV./ (ACCTS.REC.)	(ACCTS. REC.)	GRANTOR	RECEIVED	EXPENDITURES	PRIOR YEAR'S BALANCES		GRANTOR	RECEIVABLE	TOTAL EXPENDITURES						
General Fund																			
State Department of Education:																			
Special Education Categorical Aid	495-034-5120-089	\$ 6,390,409	7/1/23-6/30/24		\$ (632,184)		\$ 632,184												
Special Education Categorical Aid	495-034-5120-089	6,791,129	7/1/24-6/30/25				6,119,200	\$ (6,791,129)				\$ (671,929)	\$ (6,791,129)						
Categorical Transportation Aid	495-034-5120-014	626,070	7/1/23-6/30/24		(61,935)		61,935					(102,980)	(1,040,809)						
Categorical Transportation Aid	495-034-5120-014	1,040,809	7/1/24-6/30/25				937,829	(1,040,809)											
Security Aid	495-034-5120-084	532,620	7/1/23-6/30/24		(52,690)		52,690					(55,842)	(564,390)						
Security Aid	495-034-5120-084	564,390	7/1/24-6/30/25				508,548	(564,390)											
Extraordinary Aid	100-034-5120-044	2,705,416	7/1/23-6/30/24	\$ (2,705,416)			2,705,416												
Extraordinary Aid	100-034-5120-044	2,230,465	7/1/24-6/30/25					(2,230,465)	\$ (2,230,465)				(2,230,465)						
Non-Public Transportation	495-034-5120-014	152,859	7/1/23-6/30/24		(152,859)		152,859												
Non-Public Transportation	495-034-5120-014	171,559	7/1/24-6/30/25					(171,559)		(171,559)			(171,559)						
Menstrual Product Reimbursement	495-034-5120-168	6,929	7/1/24-6/30/25					(6,929)		(6,929)			(6,929)						
T.P.A.F. Social Security Aid	495-034-5094-003	4,044,179	7/1/23-6/30/24		(200,783)		200,783												
T.P.A.F. Social Security Aid	495-034-5094-003	4,215,742	7/1/24-6/30/25				4,008,230	(4,215,742)		(207,512)			(4,215,742)						
On-behalf T.P.A.F. Pension Contribution	495-034-5094-002	19,013,213	7/1/24-6/30/25				19,013,213	(19,013,213)					(19,013,213)						
On-behalf T.P.A.F. Post Retirement Medical	495-034-5094-001	5,555,676	7/1/24-6/30/25				5,555,676	(5,555,676)					(5,555,676)						
On-behalf T.P.A.F. LTIDI Premiums	495-034-5094-004	7,527	7/1/24-6/30/25				7,527	(7,527)					(7,527)						
Total General Fund					(3,059,058)	(746,809)		39,956,090	(39,597,439)		(2,616,465)		(830,751)	(39,597,439)					
Special Revenue Fund																			
State Department of Education:																			
SDA Emergency and Capital Aid	100-034-5120-519	142,401	7/1/23-6/30/24		(142,401)		142,401												
N.J. Nonpublic Aid:																			
Textbook Aid	100-034-5120-064	27,514	7/1/24-6/30/25				27,514	(26,311)			\$ 1,203		(26,311)						
Textbook Aid	100-034-5120-064	32,141	7/1/23-6/30/24			\$ 3,792			\$ (3,792)										
Auxiliary Services:																			
Compensatory Education	100-034-5120-067	90,165	7/1/24-6/30/25				90,165	(70,046)			20,119		(70,046)						
Compensatory Education	100-034-5120-067	91,706	7/1/23-6/30/24			12,864			(12,864)										
Home Instruction	100-034-5120-067	205	7/1/23-6/30/24		(205)		205												
Home Instruction	100-034-5120-067	836	7/1/24-6/30/25					(836)		(836)			(836)						
English As A Second Language	100-034-5120-067	1,236	7/1/24-6/30/25				1,236	(706)			530		(706)						
English As A Second Language	100-034-5120-068	916	7/1/23-6/30/24			916			(916)										
Handicapped Services:																			
Supplementary Instruction	100-034-5120-066	30,562	7/1/24-6/30/25				30,562	(26,184)			4,378		(26,184)						
Supplementary Instruction	100-034-5120-066	38,822	7/1/23-6/30/24			15,611			(15,611)										
Examination & Classification	100-034-5120-066	55,916	7/1/24-6/30/25				55,916	(35,263)			20,653		(35,263)						
Examination & Classification	100-034-5120-066	61,982	7/1/23-6/30/24			8,346			(8,346)										
Corrective Speech	100-034-5120-066	53,940	7/1/24-6/30/25				53,940	(31,341)			22,599		(31,341)						
Corrective Speech	100-034-5120-066	33,573	7/1/23-6/30/24			1,674			(1,674)										
Nursing Services	100-034-5120-070	68,510	7/1/24-6/30/25				68,510	(62,260)			6,250		(62,260)						
Nursing Services	100-034-5120-070	66,720	7/1/23-6/30/24			12,374			(12,374)										
Technology Initiative	100-034-5120-373	26,362	7/1/24-6/30/25				26,362	(24,298)			2,064		(24,298)						
Technology Initiative	100-034-5120-373	27,244	7/1/23-6/30/24			3,563			(3,563)										
Nonpublic Security	100-034-5120-509	110,290	7/1/24-6/30/25				110,290	(105,028)			5,262		(105,028)						
Nonpublic Security	100-034-5120-509	113,980	7/1/23-6/30/24			16,200			(16,200)										
State Department of Community Affairs :																			
Local Recreational Improvement	2024-04960-0890-00	63,000	5/1/24-4/30/26					(63,000)		(63,000)			(63,000)						
Total Special Revenue Fund					(142,606)		75,340	(607,101)	(445,273)	(75,340)	(63,836)	83,058	(445,273)						
Debt Service Fund																			
State Department of Education:																			
Debt Service Aid	495-034-5120-017	777,995	7/1/24-6/30/25				777,995	(777,995)					(777,995)						
Total Debt Service Fund							777,995	(777,995)					(777,995)						
Total State Financial Assistance					\$ (3,201,664)	\$ (746,809)	\$ 75,340	\$ 41,341,186	\$ (40,820,707)	\$ (75,340)	\$ (2,680,301)	\$ 83,058	\$ (830,751)	\$ (41,173,725)					
Pursuant to the directive of the New Jersey State Department of Education, on-behalf payments for T.P.A.F. Pensions, Post-Retirement Medical and Non-Contributory Insurance are excluded from the scope of the State Single Audit and are not considered when determining Type A or Major Programs under NJOMB Circular 15-08.																			
Reconciliation:																			
Budgetary Expenditures								\$ 40,820,707											
Less:																			
On-behalf T.P.A.F. Pension Contribution	495-034-5094-002	19,013,213	7/1/24-6/30/25					(19,013,213)											
On-behalf T.P.A.F. Post Retirement Medical	495-034-5094-001	5,555,676	7/1/24-6/30/25					(5,555,676)											
On-behalf T.P.A.F. LTIDI Premiums	495-034-5094-004	7,527	7/1/24-6/30/25					(7,527)											
Amount Subject to State Single Audit								\$ 16,244,291											

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

**WESTFIELD SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE
JUNE 30, 2025**

NOTE 1. GENERAL

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

NOTE 2. BASIS OF ACCOUNTING

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

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

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

**WESTFIELD SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE
JUNE 30, 2025**

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$83,942 for the general fund and \$67,502 for the special revenue fund. See note to required supplementary information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds (C-3). Federal and State award revenues are reported in the District's basic financial statements on a GAAP basis as follows:

	Federal	State	Total
General Fund	\$ 16,391	\$ 39,513,497	\$ 39,529,888
Special Revenue Fund	1,810,000	601,922	2,411,922
Debt Service Fund		777,995	777,995
Total Financial Award Revenues	<u>\$ 1,826,391</u>	<u>\$ 40,893,414</u>	<u>\$ 42,719,805</u>

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

TPAF Pensions Contributions, Post-Retirement Medical, and Long Term Disability Benefits represents the amount paid by the state on behalf of the District for the year ended June 30, 2025. 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, 2025.

The post-retirement pension, medical and disability insurance benefits received on behalf of the District for the year ended June 30, 2025 amounted to \$24,576,416. Since on-behalf post retirement pension, medical and disability insurance benefits are paid by the State directly, these expenditures are not subject to a single audit in accordance with New Jersey OMB Circular 15-08, however they are reported on the Schedule of Expenditures of State Financial Assistance, as directed by the funding agency.

**WESTFIELD SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND
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NOTE 6. INDIRECT COSTS

The District did not use the 10% de minimis indirect cost rate as permitted by the Uniform Guidance.

**WESTFIELD SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

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Section 1 - Summary of Auditors' Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal Control over financial reporting:

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

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

Noncompliance material to basic financial statements noted? Yes X No

Federal Awards

Internal Control over major programs:

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

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

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

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

Identification of major federal programs:

<u>Assistance Listing Number</u>	<u>FAIN Numbers</u>	<u>Name of Federal Program or Cluster</u>
		<u>Special Education Cluster:</u>
84.027	H027A240100	I.D.E.A. Part B
84.173	H173A240114	I.D.E.A. - Preschool

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

Auditee qualified as low-risk auditee? X Yes No

**WESTFIELD SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

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

State Financial Assistance

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

Auditee qualified as low-risk auditee? X Yes No

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

Internal Control over major programs:

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

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

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

Identification of major state programs:

<u>GMIS Number(s)</u>	<u>Name of State Program or Cluster</u>
495-034-5094-003	T.P.A.F. Social Security Aid
495-034-5120-014	Transportation Aid

**WESTFIELD SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

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Section II - Schedule of Financial Statement Findings

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

Significant Deficiency(ies)/Material Weaknesses

None Noted.

Noncompliance

None Noted.

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

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major federal and state programs, as required by 2 CFR 200 Section 516(a) and New Jersey OMB's Circular 15-08.

Federal Award Programs:

Significant Deficiency(ies)/Material Weaknesses

None Noted.

Noncompliance

None Noted.

State Financial Assistance Programs:

Significant Deficiency(ies)/Material Weaknesses

None Noted.

Noncompliance

None Noted.