

***Summary of Fiscal Year 2020  
Audit Report of the  
Town of Westfield School District  
Union County, New Jersey as  
Required by N.J.S. 18A:23-4***

***June 30, 2020***

Town of Westfield School District  
Recommendations  
June 30, 2020

It is recommended that:

1. Administrative Practices and Procedures  
None
2. Financial Planning, Accounting and Reporting  
None
3. School Purchasing Program  
None
4. School Food Service  
None
5. Student Body Activities  
None
6. Application for State School Aid  
None
7. Pupil Transportation  
None
8. Facilities and Capital Assets  
None
9. Miscellaneous  
None
10. Status of Prior Year's Findings and Recommendations  
There were no prior year recommendations. No correction action was required.

**WESTFIELD SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2020**

Exhibit B-1  
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<b><u>ASSETS</u></b>	<b>GENERAL FUND</b>	<b>SPECIAL REVENUE FUND</b>	<b>CAPITAL PROJECTS FUND</b>	<b>DEBT SERVICE FUND</b>	<b>TOTAL GOVERNMENTAL FUNDS</b>
Cash and Cash Equivalents	\$ 6,651,633.42	\$ 167,629.97	\$ 783,452.84	\$ 123,734.71	\$ 7,726,450.94
Other Receivables	841,677.03				841,677.03
Receivables from Other Governments	1,671,144.09	172,690.96	395,673.00		2,239,508.05
Restricted Cash and Cash Equivalents	15,530,462.00				15,530,462.00
<b>Total Assets</b>	<b><u>24,694,916.54</u></b>	<b><u>340,320.93</u></b>	<b><u>1,179,125.84</u></b>	<b><u>123,734.71</u></b>	<b><u>26,338,098.02</u></b>
 <b><u>LIABILITIES AND FUND BALANCES</u></b>					
Liabilities:					
Accounts Payable	243,707.67	44,248.28	1,581.74		289,537.69
Accrued Expenses	956,200.00				956,200.00
Intergovernmental Payable		80,158.00			80,158.00
Deferred Revenue	97,351.36	215,914.65			313,266.01
Total liabilities	<u>1,297,259.03</u>	<u>340,320.93</u>	<u>1,581.74</u>		<u>1,639,161.70</u>
Fund Balances:					
Restricted for:					
Capital Reserve Account	12,896,987.00				12,896,987.00
Maintenance Reserve Account	1,633,475.00				1,633,475.00
Emergency Reserve	1,000,000.00				1,000,000.00
Reserve for Excess Surplus	1,863,905.96				1,863,905.96
Reserved Excess Surplus - Designated for Subsequent Year's Expenditures	1,465,695.87				1,465,695.87
Committed for:					
Year-end Encumbrances	1,394,600.84				1,394,600.84
Assigned for:					
Designated for Subsequent Year's Expenditures	1,009,492.13				1,009,492.13
Debt Service Fund				123,734.71	123,734.71
Capital Projects Fund			1,177,544.10		1,177,544.10
Unassigned, Reported in:					
General Fund	<u>2,133,500.71</u>				<u>2,133,500.71</u>
Total Fund Balances	<u>23,397,657.51</u>		<u>1,177,544.10</u>	<u>123,734.71</u>	<u>24,698,936.32</u>
<b>Total Liabilities and Fund Balances</b>	<b><u>\$ 24,694,916.54</u></b>	<b><u>\$ 340,320.93</u></b>	<b><u>\$ 1,179,125.84</u></b>	<b><u>\$ 123,734.71</u></b>	<b><u>\$ 26,338,098.02</u></b>

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

**BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2020**

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

Total Governmental Fund Balances	\$ 24,698,936.32
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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 \$110,351,871, and the accumulated depreciation is \$51,048,153.	59,303,718.00
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Long-term liabilities, including bonds (net of premiums and/or discounts), capital lease obligations, judgments payable and other obligations that are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(24,968,681.36)
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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.	(209,156.84)
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The Net Pension Liability, and associated Deferred Inflows and Outflows of the District relating to its participation in the PERS are not recognized in the funds using the current financial resources measurement focus, but are recognized in the Statement of Net Position using the economic resources measurement focus.

The carrying amounts of the individual components are as follows:

Deferred Outflows of Resources	4,947,012.00
Net Pension Liability	(22,436,433.00)
Deferred Inflows of Resources	(9,259,810.00)
Payment Subsequent to Measurement Date	(1,398,490.00)

The difference between the face amount of Refunded Bonds and the escrow deposit required to legally defease the Bonds is recorded as a decrease 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 \$492,495.03 and accumulated amortization is \$294,665.40

197,829.63

**Net Position of Governmental Activities**

**\$ 30,874,924.75**

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

**WESTFIELD SCHOOL DISTRICT**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGE IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

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

	<b>GENERAL FUND</b>	<b>SPECIAL REVENUE FUND</b>	<b>CAPITAL PROJECTS FUND</b>	<b>DEBT SERVICE FUND</b>	<b>TOTAL GOVERNMENTAL FUNDS</b>
<b><u>REVENUES</u></b>					
Local Tax Levy	\$ 101,420,397.00	\$	\$	\$ 3,329,393.00	\$ 104,749,790.00
Tuition Charges	37,005.00				37,005.00
Miscellaneous	1,325,578.91				1,325,578.91
Local Sources		652,335.35			652,335.35
State Sources	22,970,903.10	196,638.85		779,119.00	23,946,660.95
Federal Sources	42,572.37	1,715,315.08			1,757,887.45
Total Revenues	<u>125,796,456.38</u>	<u>2,564,289.28</u>	<u>-</u>	<u>4,108,512.00</u>	<u>132,469,257.66</u>
<b><u>EXPENDITURES</u></b>					
Current:					
Regular Instruction	34,287,014.56	178,059.16			34,465,073.72
Special Education Instruction	8,638,083.06	1,383,890.45			10,021,973.51
Other Special Instruction	1,301,154.17				1,301,154.17
Other Instruction	1,815,168.88				1,815,168.88
Support Services and Undistributed Costs:					
Tuition	5,597,633.30				5,597,633.30
Student & Instruction Related Services	13,798,784.38	339,569.74			14,138,354.12
School Administrative Services	3,512,031.74				3,512,031.74
Other Administrative Services	4,469,182.28	850.00			4,470,032.28
Plant Operations and Maintenance	6,222,552.21				6,222,552.21
Pupil Transportation	2,938,310.76	11,179.00			2,949,489.76
Unallocated Benefits	35,022,002.87	44,589.74			35,066,592.61
Debt Service:					
Principal				3,500,000.00	3,500,000.00
Interest and Other Charges				608,512.50	608,512.50
Capital Outlay	730,573.42	606,151.19	7,176,477.03		8,513,201.64
Total Expenditures	<u>118,332,491.63</u>	<u>2,564,289.28</u>	<u>7,176,477.03</u>	<u>4,108,512.50</u>	<u>132,181,770.44</u>

**WESTFIELD SCHOOL DISTRICT**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGE IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

Exhibit B-2  
Page 2 of 2

	<u>GENERAL FUND</u>	<u>SPECIAL REVENUE FUND</u>	<u>CAPITAL PROJECTS FUND</u>	<u>DEBT SERVICE FUND</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
Excess (Deficiency) of Revenues over Expenditures	7,463,964.75	-	(7,176,477.03)	(0.50)	287,487.22
<b><u>OTHER FINANCING SOURCES (USES)</u></b>					
Transfer to Charter School	(30,866.00)				(30,866.00)
Transfers in			685,825.09		685,825.09
Transfers out	(685,825.09)				(685,825.09)
Total Other Financing Sources and Uses	(716,691.09)	-	685,825.09	-	(30,866.00)
Net Change in Fund Balances	6,747,273.66	-	(6,490,651.94)	(0.50)	256,621.22
Fund Balance—Beginning	16,650,383.85	-	7,668,196.04	123,735.21	24,442,315.10
<b>Fund Balance—Ending</b>	<b>\$ 23,397,657.51</b>	<b>\$ -</b>	<b>\$ 1,177,544.10</b>	<b>\$ 123,734.71</b>	<b>\$ 24,698,936.32</b>

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