

WESTVILLE BOROUGH SCHOOL DISTRICT

Westville, New Jersey
County of Gloucester

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

ANNUAL COMPREHENSIVE FINANCIAL REPORT

OF THE

WESTVILLE BOROUGH SCHOOL DISTRICT

WESTVILLE, NEW JERSEY

FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Prepared by

**Westville Borough School District
Finance Department**

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INTRODUCTORY SECTION

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Westville School District

101 Birch Avenue

Westville, NJ 08093

OFFICE OF THE SECRETARY

(856) 848-8203

FAX (856) 848-2049

Janice Grassia
Board Secretary
School Business Administrator
jgrassia@gatewayhs.com

Lauren K. Granate
Alternate Board Secretary
Assistant School Business Administrator
lgranate@gatewayhs.com

January 15, 2024

Honorable President and
Members of the Board of Education
Westville Borough School District
101 Birch Avenue
Westville, New Jersey 08093

Dear Members of the Board:

The annual comprehensive financial report of the Westville Borough School District (District) for the fiscal year ended June 30, 2023, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the Management of the Board of Education (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 account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, the District's organizational chart, and a list of principal officials. The financial section includes the general purpose financial statements and schedules, as well as the auditor's report thereon. 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 Single Audit Act of 1984, and the *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*, "Audits of State and Local Governments," and the New Jersey OMB's Circular Letter 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid Payments," for the fiscal year ended June 30, 2023. Information related to this single audit, including the auditor's report on the internal control structure 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:** Westville Borough School District is an independent reporting entity within the criteria adopted by the GASB as established by GASB Statement No. 14. All Funds and account groups of the District are included in this report. The Westville Board of Education and all its schools constitute the District's reporting entity. The District provides a full range of educational services appropriate to the grade levels pre-kindergarten through six. These include regular as well as special education for Handicapped youngsters. The District's 2022-2023 enrollment was 360, which is 14 students more than the previous year. The following details the changes in the student enrollment of the District over the last ten years:

1. **Reporting Entity and its Services (Continued)**

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2022-2023	360	4.05%
2021-2022	346	2.06%
2020-2021	339	-5.57%
2019-2020	359	-9.11%
2018-2019	395	9.42%
2017-2018	361	-4.50%
2016-2017	378	4.71%
2015-2016	361	1.69%
2014-2015	355	-3.79%
2013-2014	369	6.65%

2. **Major Initiatives:** The Board of Education continues to support initiatives which link to student achievement. The shift to the New Jersey Core Standards and the New Generation Science Standards continues to be a focus of the school level and district level professional development through professional learning communities.

The District continues to track individual student growth through the use of local and state assessments. Staff members working in grade level meetings and professional learning communities review the data, determine trends in order to make adjustments to curriculum, and unit planning as well as set individual goals with students. In recent years a new math resource was purchased to support our students and staff with the teaching and learning through math instruction.

3. **Economic Condition and Outlook:** The Borough of Westville is one square mile, which is fully developed with very little room for additional growth in either business or housing. The population of the town is expected to remain relatively stable, however, one-third of the residential properties are rental units, which can result in fluctuating enrollments.
4. **Internal Accounting Controls:** Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of 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 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 determine the adequacy of the internal control structure, including that portion related to

federal and state financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations.

5. **Budgetary Controls:** In addition to internal accounting controls, the School District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget. 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 cancelled or are included as re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance on June 30, 2023.

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 School District is organized on the basis of funds and account groups. These funds and account groups are explained in "Notes to the Financial Statements," Note 1.
7. **Debt Administration:** The District has no outstanding debt as of June 30, 2023.
8. **Cash Management:** The investment policy of the School District is guided in large part by state statute as detailed in "Notes to the Financial Statements," Note 2. The School District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.
9. **Risk Management:** The Board carries various forms of insurance, including but not limited to, general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds through the Gloucester, Salem, and Cumberland School Districts Joint Insurance Fund.
10. **Other Information:** *Independent Audit* – State statutes require an annual audit by independent certified public accountants and public-school accountants. The accounting firm of Holt McNally & Associates, Inc. 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 Single Audit Act of 1984, and the revised *Uniform Administrative Requirements, Cost Principles, Audit Requirements for Federal Awards (Uniform Guidance)*, and New Jersey OMB's Circular 15-08.

The auditor's report on the general-purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

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

Respectfully submitted,

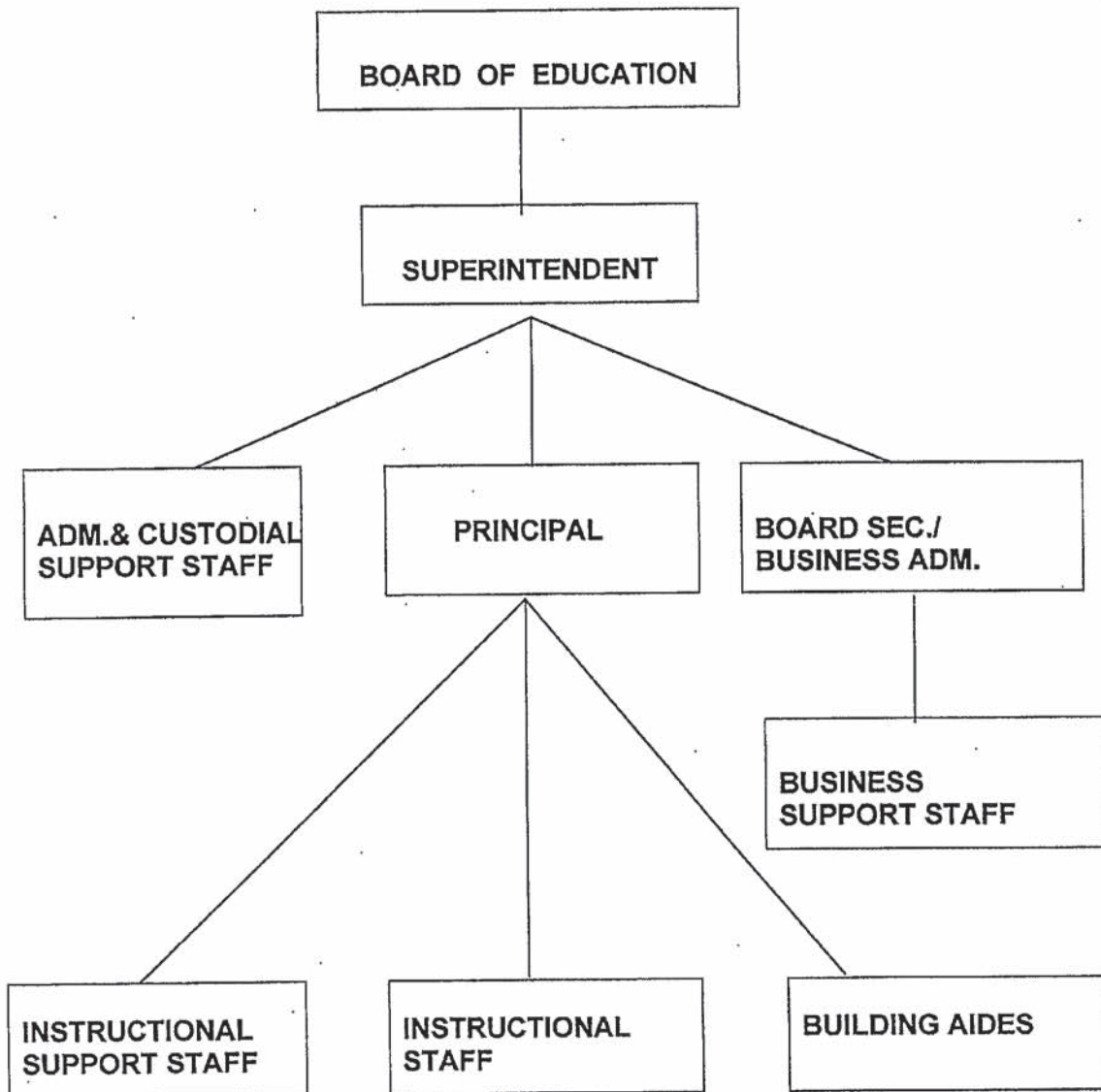
Shannon M. Whalen
Dr. Shannon M. Whalen
Superintendent

Janice Grassia
Janice Grassia
School Business Administrator/
Board Secretary

WESTVILLE BOARD OF EDUCATION

ORGANIZATIONAL CHART

(UNIT CONTROL)



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WESTVILLE BOROUGH SCHOOL DISTRICT
Westville, New Jersey

ROSTER OF OFFICIALS

JUNE 30, 2023

MEMBERS OF THE BOARD OF EDUCATION	TERM EXPIRES
Robert Miller, President	2024
Jesse McCullough, Vice President	2023
Kate Burgo	2024
Coleen Collings	2023
Michael Herrmann	2025
Lynn Lucas	2025
Scott Magill	2023
Tracy Van Acker	2024
Alyson Young	2025

OTHER OFFICIALS

Dr. Shannon M. Whalen, Superintendent of Schools

Brian Dericks, Principal

Janice Grassia, Business Administrator/Board Secretary

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WESTVILLE BOROUGH SCHOOL DISTRICT
101 Birch Street
Westville, New Jersey 08093

CONSULTANTS AND ADVISORS

ARCHITECT

Spiezle Architectural Group
Trenton, New Jersey

AUDIT FIRM

David McNally, CPA, PSA
Holt McNally & Associates, Inc.
618 Stokes Road
Medford, New Jersey 08055

SOLICITOR

Joseph Betley, Esq.
Capehart & Scatchard
Mount Laurel, New Jersey

OFFICIAL DEPOSITORY

First Colonial Community Bank
Westville, NJ

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FINANCIAL SECTION

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HOLT MCNALLY & ASSOCIATES

Certified Public Accountants & Advisors

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Westville Borough School District
County of Gloucester
Westville, New Jersey

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund and the aggregate remaining fund information of the Westville Borough School District, County of Gloucester, State of New Jersey, as of and for the fiscal year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Westville Borough School District, County of Gloucester, State of New Jersey, as of June 30, 2023, 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; the standards applicable to financial audits contained in *Governmental Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the School District, and to meet our ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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.

618 Stokes Road, Medford, NJ 08055

P: 609.953.0612 • **F:** 609.257.0008

www.hmacpainc.com

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 School District's ability to continue as a going concern for twelve months beyond the financial statement date, including any current known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* and in accordance with accounting principles and practices prescribed by the Office of School Finance, Department of Education, State of New Jersey will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than 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 judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatements 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 School District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the School District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and the schedules related to accounting and reporting for pensions and other post-employment benefits, as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's 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 School District's basic financial statements. The combining and individual fund statements and long-term debt schedules are presented for purposes of additional analysis, as required by the Office of School Finance, Department of Education, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* are also 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 auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements, long-term debt schedules and accompanying schedules of expenditures or federal award and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 15, 2024 on our consideration of the School 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 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 School 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 School District’s internal control over financial reporting and compliance.

Respectfully submitted,

HOLT MCNALLY & ASSOCIATES, INC.

Certified Public Accountants & Advisors

David T. McNally
Certified Public Accountant
Public School Accountant, No. 2616

Medford, New Jersey
January 15, 2024

REQUIRED SUPPLEMENTARY INFORMATION - PART I

Management's Discussion and Analysis

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Westville Borough School District
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2023

The discussion and analysis of Westville School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2023. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the School District's financial performance.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2022-2023 are as follows:

- General revenues accounted for \$6,945,597 in revenue or 73 percent of all revenues. Program specific revenues in the form of charges for services and operating grants accounted for \$2,623,510 or 27 percent to total revenues of \$9,569,107.
- The School District had \$8,040,733 in expenses; \$2,662,021 of these expenses were offset by program specific charges for services and grants.
- Among major funds, the General Fund had \$8,487,221 in revenues and \$7,521,304 in expenditures. The General Fund's balance increased \$938,898 over 2022.

USING THIS ANNUAL COMPREHENSIVE FINANCIAL REPORT (ACFR)

This annual report consists of a series of financial statements and notes to these financial statements. These statements are organized in a way to allow the reader to understand the Westville Borough School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The Statement of Net Position and Statement of Activities provide information about the activities of the whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For Governmental Funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School District's most significant funds with all other non-major funds presented in total in one column. In the case of Westville Borough School District, the General Fund is by far the most significant fund.

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2023?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account, all of the current year's revenues and expenses, regardless of when cash is received or paid.

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

In the Statement of Net Position and the Statement of Activities, the School District reports Governmental Activities. Governmental Activities are the activities where most of the School District's programs and services are reported including, but not limited to, instruction, support services, operation and maintenance of plant facilities, pupil transportation, and extracurricular activities. The School District does not have any business-type activities.

Westville Borough School District
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2023

**Reporting the School District's Most Significant Funds
Fund Financial Statements**

Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major Governmental Funds are the General Fund, Special Revenue Fund, and Capital Projects Fund.

Governmental Funds

The School District's activities are reported in Governmental Funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in the future years. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The Governmental Fund statements provide a detailed short-term view of the School District's general government operations and the basic services it provides. Governmental Fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between Governmental Activities (reported in the Statement of Net Assets and the Statement of Activities) and Governmental Funds is reconciled in the financial statements.

The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the School District as a whole.

Table 1 provides a summary of the School District's net position for 2023 compared to 2022.

**Table 1
Summary of Net Position**

	June 30, <u>2023</u>	June 30, <u>2022</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Current & Other Assets	\$ 4,899,120	\$ 3,389,401	\$ 1,509,719	44.5%
Capital Assets, Net	<u>3,895,724</u>	<u>3,595,062</u>	<u>300,662</u>	8.4%
Total Assets	<u>8,794,844</u>	<u>6,984,463</u>	<u>1,810,381</u>	25.9%
Deferred Outflow of Resources	<u>98,576</u>	<u>72,720</u>	<u>25,856</u>	35.6%
Current and other Liabilities	722,195	295,948	426,247	144.0%
Noncurrent Liabilities	<u>651,645</u>	<u>629,230</u>	<u>22,415</u>	3.6%
Total Liabilities	<u>1,373,840</u>	<u>925,178</u>	<u>448,662</u>	48.5%
Deferred Inflow of Resources	<u>276,714</u>	<u>456,023</u>	<u>(179,309)</u>	-39.3%
Net Position:				
Net Investment in Capital Assets	3,895,724	3,595,062	300,662	8.4%
Restricted	3,980,057	3,011,928	968,129	32.1%
Unrestricted (Deficit)	<u>(632,915)</u>	<u>(931,008)</u>	<u>298,093</u>	-32.0%
Total Net Position	<u>\$ 7,242,866</u>	<u>\$ 5,675,982</u>	<u>\$ 1,566,884</u>	27.6%

The School District's net position was \$7,242,866 on June 30, 2023. This was an increase of \$1,566,884 from the prior year.

Westville Borough School District
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2023

Table 2 shows the changes in net position for fiscal year 2023 with comparative data from 2022.

Table 2
Summary of Changes in Net Position

	June 30, <u>2023</u>	June 30, <u>2022</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Revenues:				
Program Revenues:				
Charges for Services	\$ 38,511	\$ -	\$ 38,511	100.0%
Operating Grants & Contributions	2,623,510	2,292,712	330,798	14.4%
General Revenues:				
Property Taxes	2,972,601	2,914,315	58,286	2.0%
Federal & State Aid	3,864,054	3,455,041	409,013	11.8%
Other General Revenues	108,941	98,063	10,878	11.1%
Total Revenues	<u>9,607,617</u>	<u>8,760,131</u>	<u>847,486</u>	<u>9.7%</u>
Function/Program Expenses:				
Regular Instruction	1,677,435	1,881,195	(203,760)	-10.8%
Special Education Instruction	1,659,350	1,589,416	69,934	4.4%
Other Instruction	19,488	15,990	3,498	21.9%
Student & Instruction Related Services	1,873,773	1,357,925	515,848	38.0%
General Administrative	221,471	231,297	(9,826)	-4.2%
School Administrative Services	148,848	157,359	(8,511)	-5.4%
Plant Operations & Maintenance	321,183	325,261	(4,078)	-1.3%
Pupil Transportation	234,974	140,514	94,460	67.2%
Unallocated Benefits	1,652,994	2,135,820	(482,826)	-22.6%
Interest & Other Charges	18,302	18,302	-	0.0%
Capital Outlay and Adjustments	-	61,027	(61,027)	-100.0%
Unallocated Depreciation	189,304	176,766	12,538	7.1%
Unallocated Amortization	23,611	-	23,611	100.0%
Total Expenses	<u>8,040,733</u>	<u>8,090,872</u>	<u>(50,139)</u>	<u>-0.6%</u>
Change In Net Position	1,566,884	669,259	897,625	134.1%
Net Position - Beginning	<u>5,675,982</u>	<u>5,006,723</u>	<u>669,259</u>	
Net Position - Ending	<u>\$ 7,242,866</u>	<u>\$ 5,675,982</u>	<u>\$ 1,566,884</u>	<u>27.6%</u>

Governmental Activities

During the fiscal year 2023, the net position of governmental activities increased by \$1,566,884.

The assets and deferred outflows of the primary government activities exceeded liabilities and deferred inflows by \$7,242,866, with an unrestricted deficit balance of \$632,915. The deficit in unrestricted net position is primarily due to accounting treatment for compensated absences payable, GASB 68 net pension liability, and the last two state aid payments. In addition, state statutes prohibit school districts from maintaining more than 2% of its adopted budget as unassigned fund balance.

Westville Borough School District
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2023

The School District's governmental activities unrestricted net position had GASB 68 pension not been implemented would have been as follows:

Table 3
GASB 68 Effect on Unrestricted Net Position

Unrestricted Net Position (With GASB 68)	\$	(632,915)
Add back: PERS Pension Liability		505,823
Less: Deferred Outflows related to pensions		(98,576)
Add back: Deferred Inflows related to pensions		276,714
		276,714
Unrestricted Net Position (Without GASB 68)	\$	51,046

The School District's Funds

The School District's major funds are accounted for using the modified accrual basis of accounting. All Governmental Funds had total revenues of \$8,512,712 and expenditures of \$7,548,322.

General Fund Budgeting Highlights

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

During the course of the fiscal 2023 year, the School District amended its General Fund budget as needed. The School District uses program-based budgeting, and the budgeting systems are designed to tightly control total program budgets but provide flexibility for program management.

The General Fund revenues exceeded the expenditures and other financing sources of the School District for the year by \$964,389.

Capital Assets

At the end of the fiscal year 2023, the School District had \$3,895,724 invested in buildings, improvements and equipment. Current year depreciation expense was \$189,304.

Table 3 shows fiscal 2023 balances compared to 2022.

Table 4
Summary of Capital Assets

<u>Capital Asset (Net of Depreciation):</u>	<u>June 30,</u> <u>2023</u>	<u>June 30,</u> <u>2022</u>	<u>Increase/</u> <u>(Decrease)</u>	<u>Percentage</u> <u>Change</u>
Building and Improvements	\$ 3,690,197	\$ 3,419,378	\$ 270,819	7.9%
Equipment	205,527	176,684	28,843	16.3%
	\$ 3,895,724	\$ 3,596,062	\$ 299,662	8.3%

Debt Administration

As of June 30, 2023, the School District had no outstanding debt.

Westville Borough School District
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2023

Economic Factors and Subsequent Year's Budgets

- The School District anticipates that the approved 2023-2024 will be adequate to satisfy all of the fiscal year's needs, barring any significant unexpected situations or conditions unforeseen at this time.
- It is expected that the State of New Jersey will again delay the final state aid payments to school districts for the 2023-2024 fiscal year.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, contact Janice Grassia, School Business Administrator/Board Secretary at Gateway Business Services, 770 Tanyard Road, Woodbury Heights, NJ 08097 or e-mail at: jgrassia@gatewayhs.com.

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BASIC FINANCIAL STATEMENTS

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A. Government-Wide Financial Statements

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WESTVILLE BOROUGH SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2023

	GOVERNMENTAL ACTIVITIES	TOTALS
ASSETS		
Cash & Cash Equivalents	\$ 1,233,657	\$ 1,233,657
Receivables, Net (Note 4)	931,733	931,733
Restricted Cash & Cash Equivalents	2,640,142	2,640,142
Intangible Assets, Net (Note 7)	93,588	93,588
Capital Assets, Net (Note 5)	3,895,724	3,895,724
	<hr/>	<hr/>
Total Assets	8,794,844	8,794,844
DEFERED OUTFLOW OF RESOURCES		
Deferred Outflows Related to Pensions (Note 8)	98,576	98,576
	<hr/>	<hr/>
Total Deferred Outflow of Resources	98,576	98,576
	<hr/>	<hr/>
Total Assets and Deferred Outflow of Resources	8,893,420	8,893,420
LIABILITIES		
Due to Other Governments	58,059	58,059
Accounts Payable	457,651	457,651
Unearned Revenue	164,608	164,608
Payroll Deductions and Withholdings Payable	41,877	41,877
Noncurrent Liabilities (Note 7):		
Due Beyond One Year	651,645	651,645
	<hr/>	<hr/>
Total Liabilities	1,373,840	1,373,840
DEFERED INFLOW OF RESOURCES		
Deferred Inflows Related to Pensions (Note 8)	276,714	276,714
	<hr/>	<hr/>
Total Deferred Inflows of Resources	276,714	276,714
	<hr/>	<hr/>
Total Liabilities and Deferred Inflows of Resources	1,650,554	1,650,554
NET POSITION		
Net Investment in Capital Assets	3,895,724	3,895,724
Restricted For:		
Capital Projects	2,314,834	2,314,834
Maintenance Reserve	325,308	325,308
Excess Surplus	1,293,003	1,293,003
Unemployment Compensation	20,931	20,931
Student Activities	25,981	25,981
Unrestricted	(632,915)	(632,915)
	<hr/>	<hr/>
Total Net Position	\$ 7,242,866	\$ 7,242,866
	<hr/> <hr/>	<hr/> <hr/>

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

WESTVILLE BOROUGH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		TOTALS
		CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES		
Governmental Activities:						
Instruction:						
Regular Instruction	\$ 1,680,291	\$ -	\$ 905,701	\$ (774,590)	\$	(774,590)
Special Education Instruction	1,659,350	-	-	(1,659,350)		(1,659,350)
Other Instruction	19,488	-	-	(19,488)		(19,488)
Support Services & Undistributed Costs:						
Student & Instruction Related Services	1,873,773	38,511	388,180	(1,447,082)		(1,447,082)
General Administrative Services	221,471	-	-	(221,471)		(221,471)
School Administrative Services	148,848	-	-	(148,848)		(148,848)
Plant Operations & Maintenance	321,183	-	-	(321,183)		(321,183)
Pupil Transportation	234,974	-	-	(234,974)		(234,974)
Unallocated Benefits	1,652,994	-	839,663	(813,331)		(813,331)
Capital Outlay	-	-	489,966	489,966		489,966
Interest and Other Changes on Long-Term Debt	18,302	-	-	(18,302)		(18,302)
Unallocated Depreciation	189,304	-	-	(189,304)		(189,304)
Unallocated Amortization	20,755	-	-	(20,755)		(20,755)
Total Governmental Activities	\$ 8,040,733	\$ 38,511	\$ 2,623,510	\$ (5,378,712)	\$	(5,378,712)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes				2,972,601		2,972,601
Federal & State Aid Not Restricted				3,864,054		3,864,054
Tuition - From Other LEAS				66,108		66,108
Interest Earnings				1		1
Miscellaneous Income				42,832		42,832
Total General Revenues & Transfers				6,945,597		6,945,597
Change In Net Position				1,566,884		1,566,884
Net Position - July 1				5,675,982		5,675,982
Net Position - June 30				\$ 7,242,866	\$	7,242,866

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

B. Fund Financial Statements

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Governmental Funds

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**WESTVILLE BOROUGH SCHOOL DISTRICT
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2023**

	GENERAL FUND	SPECIAL REVENUE FUND	TOTALS
Assets:			
Cash & Cash Equivalents	\$ 1,200,338	\$ -	\$ 1,200,338
Receivables from other governments	243,114	664,439	907,553
Other Receivables	24,180	-	24,180
Restricted Cash & Cash Equivalents	2,640,142	-	2,640,142
Total Assets	<u>\$ 4,107,774</u>	<u>\$ 664,439</u>	<u>\$ 4,772,213</u>
Liabilities & Fund Balances:			
Liabilities:			
Cash Deficit	-	17,976	17,976
Accounts Payable	2,754	454,897	457,651
Unearned Revenue	-	164,608	164,608
Due Grantor	-	977	977
Payroll Deductions and Withholdings Payable	41,877	-	41,877
Total Liabilities	<u>44,631</u>	<u>638,458</u>	<u>683,089</u>
Fund Balances:			
Restricted for:			
Capital Reserve Account	2,314,834	-	2,314,834
Maintenance Reserve Account	325,308	-	325,308
Excess Surplus	657,457	-	657,457
Excess Surplus Designated for Subsequent Year's Expenditures	635,546	-	635,546
Unemployment Compensation	20,931	-	20,931
Student Activities	-	25,981	25,981
Assigned to:			
Other Purposes	17,680	-	17,680
Unassigned:			
General Fund	91,387	-	91,387
Total Fund Balances	<u>4,063,143</u>	<u>25,981</u>	<u>4,089,124</u>
Total Liabilities & Fund Balances	<u>\$ 4,107,774</u>	<u>\$ 664,439</u>	
Amounts reported for <i>Governmental Activities</i> in the statement of net position (A-1) are different because:			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$7,842,117 and the accumulated depreciation is \$3,946,393.			3,895,724
Intangible assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$117,199 and the accumulated amortization is \$23,611.			93,588
Internal Service Funds are used by Management to charge the cost of certain activities to individual funds. Assets and liabilities of the Internal Service Fund are included in Governmental Activities in the Statement of Net Position.			51,295
Deferred outflows and inflows of resources related to pensions are applicable to future reporting periods and, therefore, are not reported in the funds.			
Deferred Outflows Related to Pensions			98,576
Deferred Inflows Related to Pensions			(276,714)
Accrued pension contributions for the June 30, 2023 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position.			(57,082)
Long-term liabilities, including net pension liability, are not due and payable in the current period and therefore are not reported as liabilities in the funds (Note 7)			<u>(651,645)</u>
Net Position of Governmental Activities			<u>\$ 7,242,866</u>

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

**WESTVILLE BOROUGH SCHOOL DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR FISCAL YEAR ENDED JUNE 30, 2023**

	GENERAL FUND	SPECIAL REVENUE FUND	TOTALS
Revenues:			
Local Sources:			
Local Tax Levy	\$ 2,972,601	\$ -	\$ 2,972,601
Tuition From Other LEAs Within the State	66,108	-	66,108
Interest Earnings	1	-	1
Other Restricted Miscellaneous Revenue	33,291	-	33,291
Miscellaneous	9,542	38,511	48,053
Total Revenues - Local Sources	3,081,542	38,511	3,120,053
State Sources	5,374,658	796,297	6,170,955
Federal Sources	31,020	987,550	1,018,570
Total Revenues	8,487,221	1,822,358	10,309,579
Expenditures:			
Current Expense:			
Regular Instruction	1,794,634	-	1,794,634
Special Education Instruction	799,534	859,816	1,659,350
Other Instruction	19,488	-	19,488
Support Services & Undistributed Costs:			
Student & Instruction Related Services	1,439,980	433,793	1,873,773
General Administrative & Central Services	221,471	-	221,471
School Administrative Services	148,848	-	148,848
Plant Operations & Maintenance	321,183	-	321,183
Pupil Transportation	234,974	-	234,974
Personal Services - Employee Benefits	2,522,890	-	2,522,890
Capital Outlay	-	489,966	489,966
Transfer to Charter School	-	-	-
Debt Service:			
Principal	-	-	-
Interest & Other Charges	18,302	-	18,302
Total Expenditures	7,521,304	1,783,575	9,304,879
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	965,916	38,783	1,004,699
Other Financing Sources/(Uses):			
Transfer to Special Revenue - Preschool Contribution	(27,018)	27,018	-
Total Other Financing Sources/(Uses)	(27,018)	27,018	-
Net Change in Fund Balance	938,898	65,801	1,004,699
Fund Balances, July 1	3,124,245	(39,820)	3,084,425
Fund Balances, June 30	\$ 4,063,143	\$ 25,981	\$ 4,089,124

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

**WESTVILLE BOROUGH 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, 2023**

Total Net Change in Fund Balances - Governmental Funds (From B-2) \$ 1,004,699

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 in the period:

Capital Outlays	\$ 489,966	
Depreciations Expense	<u>(189,304)</u>	300,662

Outflows related to intangible assets 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 amortization expense. This is the amount by which capital outlays exceeded amortization in the period.

Amortization Expense	(20,755)	
Additions	<u>114,343</u>	93,588

District pension contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the Statement of Net Position because the reported net pension liability is measured a year before the District's report date. Pension expense, which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the Statement of Activities.

171,318

Net Difference Accrued interest on bonds and capital leases is not recorded
in fund financial statements

Increase in accrual for compensated absences

(3,383)

Change in Net Position of Governmental Activities

\$ 1,566,884

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

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Proprietary Funds

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**WESTVILLE BOROUGH SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF NET POSITION
 JUNE 30, 2023**

	<u>INTERNAL SERVICE FUND CURRICULUM CONSORTION</u>
ASSETS	
Cash & Cash Equivalents	<u>\$ 51,295</u>
Total Assets	<u>51,295</u>
NET POSITION	
Unrestricted	<u>51,295</u>
Total Net Position	<u><u>\$ 51,295</u></u>

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

**WESTVILLE BOROUGH SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES AND
 CHANGES IN FUND NET POSITION
 FOR FISCAL YEAR ENDED JUNE 30, 2023**

	INTERNAL SERVICE CURRICULUM CONSORTIUM
Total Net Position - Beginning	\$ 51,295
Total Net Position - Ending	\$ 51,295

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

**WESTVILLE BOROUGH SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR FISCAL YEAR ENDED JUNE 30, 2023**

	INTERNAL SERVICE CURRICULUM CONSORTIUM
Balances - Beginning of Year	<u>\$ 51,295</u>
Balances - Ending of Year	<u><u>\$ 51,295</u></u>

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

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Fiduciary Fund

Not applicable

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WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

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**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023**

Note 1. Summary of Significant Accounting Policies

Basis of Presentation

The financial statements of the Westville Borough School District (the “School District”) have been prepared in conformity with generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations).The following is a summary of more significant accounting policies.

Reporting Entity

The Westville Borough School District (hereafter referred to as the “School District”) is a Type II School District located in the County of Gloucester, State of New Jersey. As a Type II School District, the School District functions independently through a Board of Education. The Board is comprised of nine members elected to three-year terms. The purpose of the District is to educate students in grades kindergarten through sixth grade. The District has an approximate enrollment at June 30, 2023 of 360 students.

The primary criterion for including activities within the School 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 School District holds the corporate powers of the organization;
- ◆ the School District appoints a voting majority of the organization’s board
- ◆ the School District is able to impose its will on the organization;
- ◆ the organization has the potential to impose a financial benefit/burden on the School District
- ◆ there is a fiscal dependency by the organization on the School District.

There were no additional entities required to be included in the reporting entity under the criteria as described above. Furthermore, the School District is not includable in any other reporting entity on the basis of such criteria.

Component Units

GASB Statement No.14. *The Financial Reporting Entity* provides guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity but also for legally separate organizations that meet the criteria established by GASB Statement No. 14, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, and GASB 61, *The Financial Reporting Entity: Omnis – an Amendment of GASB Statements No. 14 and No. 34*, and GASB 80, *Blending Requirements for Certain Component Units – an Amendment of GASB Statement No. 14* and GASB Statement No. 90 – Majority Equity Interests – an Amendment of GASB Statements No. 14 & No. 61. The District had no component units as of or for the year ended June 30, 2023.

WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

Note 1. Summary of Significant Accounting Policies (continued):

Basis of Accounting, Measurement Focus and Financial Statement Presentation

The accounts of the School District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Government-Wide Financial Statements

The District's Government-Wide Financial Statements include a Statement of Net Position and a Statement of Activities. These statements present summaries of Governmental and Business-Type Activities for the District accompanied by a total column. Fiduciary activities of the School District are not included in these statements.

These statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the School District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows. The types of transactions reported as program revenues for the School District are reported in three categories: 1) charges for services, 2) operating grants and contributions, and 3) capital grants and contributions.

Certain eliminations have been made to interfund activities, payables, and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated.

Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule (Exhibit B-3) is presented to reconcile and explain the differences in fund balances and changes in fund balances as presented in these statements to the net position and changes in net position presented in the Government-Wide financial statements. The School District has presented all major funds that met those qualifications.

All governmental funds are accounted for on a spending, or "current financial resources" measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheets. (The School District's deferred outflows of resources and deferred inflows of resources are noncurrent.) The Statement of Revenues, Expenditures and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Accordingly, revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary

WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

Note 1. Summary of Significant Accounting Policies (continued):

revenue sources, which have been treated as susceptible to accrual by the School District, are property tax and intergovernmental revenues and other taxes. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

Proprietary Fund Financial Statements

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Fund Net Position, and a Statement of Cash Flows for each major proprietary fund and for the non-major funds aggregated. A column representing internal service funds is also presented in these statements. However, internal service funds balances and activities have been combined with the governmental activities in the Government-Wide financial statements.

Proprietary funds are accounted for using the “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all assets, deferred outflows of resources, liabilities (whether current or noncurrent), and deferred inflows of resources are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Fund Net Position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year in which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

While government-wide and fund financial statements are presented separately, they are interrelated. The governmental activities column of the government wide statements incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the School District’s enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. However, data from the fiduciary funds is not incorporated in the government-wide financial statements

WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

Note 1. Summary of Significant Accounting Policies (continued):

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the School District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year-end. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital assets acquisitions are reported as expenditures in the governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, charges for services, licenses, and interest on notes receivable associated with the current fiscal period are all considered to be susceptible to accrual and accordingly have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available when cash is received.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, employee salaries and benefits, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the School District's policy to use restricted resources first, then unrestricted resources as they are needed.

Internal service funds are used to account for those operations which provide benefits to other funds, departments, or agencies of the primary government and its component unit. A column representing internal service funds is also presented in these statements. However, internal service funds balances and activities have been combined with the governmental activities in the Government-Wide financial statements.

The School District reports the following major governmental funds:

General Fund - The general fund is the general operating fund of the School District and 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 Department of Education the School 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.

WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

Note 1. Summary of Significant Accounting Policies (continued):

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, interest earnings 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.

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, including Student Activities and Scholarships, that are legally restricted to expenditures for specified purposes.

During the course of operations, the School District has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office. In accordance with P.L.2011 c.202, which became effective January 17, 2012, the District eliminated the April annual voter referendum on budgets which met the statutory tax levy cap limitations, and the board of education members are elected at the November general election. Budgets are prepared using the modified accrual basis of accounting. 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. 6A:23-2-2(f)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year in accordance with N.J.A.C. 6A:23-2-11.

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 the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 1. Summary of Significant Accounting Policies (continued):

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

The budget, as detailed on Exhibit C-1, and Exhibit C-2, includes all amendments to the adopted budget, if any.

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounts as presented in the General Fund Budgetary Comparison Schedules and the Special Revenue Fund Budgetary Comparison Schedule to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds. Note that the School District does not report encumbrances outstanding at fiscal year-end as expenditures in the general fund since the general fund budget follows modified accrual basis with the exception of the revenue recognition policy for the last state aid payments.

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 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 School District has received advances are reflected in the balance sheet as a reduction of the accounts receivables or as unearned revenue at fiscal year-end.

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

Cash and Cash Equivalents

Cash and Cash equivalents include petty cash, change funds, cash in banks and all highly liquid investments with a maturity 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.

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

WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

Note 1. Summary of Significant Accounting Policies (continued):

Additionally, the School 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 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. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units. 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.

Tuition Payable/Receivable

Tuition rates for the fiscal year end June 30, 2023 were established by the receiving district based on estimated costs. The charges are subject to adjustment when the final costs have been determined.

Inventories

Inventories are valued at cost, using the first-in/first-out (FIFO) method. The costs of inventories are recorded as expenditures when consumed rather than when purchased.

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 School District and that are due within one year. The amounts are eliminated in the governmental and business-type activities, which are presented as Internal Balances. Balances with fiduciary funds are not considered Internal Balances; therefore, those balances are reported on the Statement of Net Position.

Capital Assets

Capital assets are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Purchased or constructed assets are recorded at actual cost or estimated historical cost if actual cost is unavailable. Donated capital assets are recorded at estimated fair value at the date of donation. The School District has established a threshold of \$2,000 for capitalization of depreciable assets.

Major outlays for capital assets and improvements are capitalized as projects are constructed. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Capital assets of the School District are depreciated or amortized using the straight-line method over the following estimated lives:

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 1. Summary of Significant Accounting Policies (continued):

Capital Assets (continued)

Equipment & Vehicles	3 – 20 Years
Buildings	30 – 50 Years
Improvements	10 – 50 Years
Software	5 – 7 Years

Compensated Absences

Compensated absences are those absences for which employees will be paid, such as vacation, sick leave and sabbatical leave. A liability for compensated absences that are attributable to services already rendered, and that are not contingent on a specific event that is outside the control of the School District and its employees, is accrued as the employees earn the rights to the benefits. Compensated absences that relate to future services, or that are contingent on a specific event that is outside the control of the School District and its employees, are accounted for in the period in which such services are rendered or in which such events take place.

The entire compensated absences liability is reported on the government-wide financial statements and proprietary fund financial statements. Compensated absences liability is not recorded in the governmental funds. Instead, expenditures are recognized in the governmental funds as payments come due each period, for example, as a result of resignations or retirements.

Unearned Revenue

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied and is recorded as a liability until the revenue is both measurable and the School District is eligible to realize the revenue.

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements. In general, government fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, special termination benefits and contractually required pension contributions that will be paid from governmental funds, are reported as a liability in the fund financial statements only to the extent that they are normally expected to be paid with expendable available financial resources.

Accounting Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumption that affect certain reported amounts reported in the financial statements and accompanying note disclosures. Actual results could differ from those estimates.

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 1. Summary of Significant Accounting Policies (continued):

Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in proprietary funds. Reimbursements from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements. As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Fund Balance

In accordance with Government Accounting Standards Board 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the School District classifies governmental fund balances as follows:

- Non-spendable – This classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Non-spendable items are not expected to be converted to cash or are not expected to be converted to cash within the next year.
- Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.
- Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. These amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The School Board did not have any committed resources as of June 30, 2023.
- Assigned – This classification includes amounts that are constrained by the School District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Education or through the Board of Education delegating this responsibility to the business administrator through the budgetary process. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund.
- Unassigned – This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, it is the School District's policy to consider restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, it is the

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 1. Summary of Significant Accounting Policies (continued):

School District's policy to consider amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board has provided otherwise in its commitment or assignment actions.

Net Position

Net position represents the difference between summation of assets and deferred outflows of resources, and the summation of liabilities and deferred inflows of resources. Net position is classified in the following three components:

- Net Investment in Capital Assets – This component represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for acquisition, construction, or improvement of those assets.
- Restricted – Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.
- Unrestricted – Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

Impact of Recently Issued Accounting Principles

Adopted Accounting Pronouncements

The following GASB Statements became effective for the fiscal year ended June 30, 2023:

Statement No. 96, Subscription-Based Information Technology Arrangements. Statement No. 96 establishes a single approach to accounting and financial reporting for subscription-based information technology arrangements for government end users. Statement No. 96 is effective for reporting periods beginning after June 15, 2022. The District has implemented this pronouncement, see Note 7 for more information.

Recently Issued Accounting Pronouncements

The GASB has issued the following Statements which will become effective in future years as shown below:

Statement No. 101, Compensated Absences. Statement No. 101 aligns the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. Statement No. 101 is effective for reporting periods beginning after December 15, 2023. Management has not yet determined the potential impact on the District's financial statements.

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 1. Summary of Significant Accounting Policies (continued):

Bond Premiums, Discounts and Issuance Costs

In the government-wide financial statements and in the proprietary fund financial statements, bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed when bonds are issued.

In governmental fund financial statements, bond premiums and discounts, as well as debt issuance costs are recognized in the current period. The face amount of the debt is reported as other financing sources. Premiums received on debt issuance are also reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds, are reported as debt service expenditures.

Deferred Loss on Refunding Debt

Deferred loss on refunding debt arising from the issuance of the refunding bonds is recorded as deferred outflows of resources. It is amortized in a systematic and rational manner over the shorter of the duration of the related debt or the new debt issues as a component of interest expense.

Deferred Outflows and Deferred Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources represent a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

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 pension plan's fiduciary net position and additions to/deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by the plan. 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.

Note 2. Deposits and Investments

Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Board's deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 2. Deposits and Investments (continued)

intermingled trust funds such as salary withholdings, student activity may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2023, the District's bank balance of \$4,083,854 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$	3,981,124
Uninsured and Uncollateralized		102,730
	\$	4,083,854

Investments

The School District had no investments as of June 30, 2023.

Note 3. Reserve Accounts

Capital Reserve

A capital reserve account was established by the School District by inclusion of \$65,713 in the original 2007-2008 annual capital outlay budget 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 School District's approved Long-Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a School District may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year-end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A School 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 the four special elections authorized pursuant *N.J.S.A.19:60-2*. Pursuant to *N.J.A.C.6:23A-14.1(g)*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The activity of the capital reserve for the July 1, 2022 to June 30, 2023 fiscal year is as follows:

Beginning Balance, July 1, 2022	\$	1,508,136
Increased by:		
Interest Earnings		1
Deposits approved by Board		825,000
Return of Unspent Funds		481,697
Decreased by:		
Budget Withdrawals		(500,000)
Ending Balance, June 30, 2023	\$	2,314,834

Maintenance Reserve

The School District established a maintenance reserve account for the accumulation of funds for use as required maintenance of a facility in subsequent fiscal years. Funds placed in the maintenance reserve account are restricted to maintenance projects in the School District's approved Maintenance Plan (M-1). A School District may increase the balance in the maintenance reserve account by appropriating funds in

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 3. Reserve Accounts (continued):

the annual general fund budget certified for taxes or by transfer by Board resolution at year-end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. The balance in the account cannot at any time exceed four percent of the replacement cost of the school district's facilities for the current year.

The activity of the maintenance reserve for the July 1, 2022 to June 30, 2023 fiscal year is as follows:

Beginning Balance, July 1, 2022	\$	300,308
Increased by:		
Deposits approved by Board		25,000
Ending Balance, June 30, 2023	\$	325,308

Note 4. Accounts Receivable

Accounts receivable as of June 30, 2023 consisted of accounts and intergovernmental grants. All receivables are considered collectible in full due to the stable condition of state and federal programs, the current fiscal year guarantee of federal funds and the budgetary control of New Jersey governmental entities. Accounts receivable in the School District's governmental activities as of June 30, 2023, consisted of the following:

<u>Description</u>	Governmental Funds		Total Governmental <u>Activities</u>
	<u>General Fund</u>	<u>Special Revenue Fund</u>	
Federal Awards	\$ -	\$ 664,439	\$ 664,439
State Awards	243,114	-	243,114
Other	24,180	-	24,180
Total	\$ 267,294	\$ 664,439	\$ 931,733

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 5. Capital Assets

Capital assets activity for the year ended June 30, 2023 was as follows:

	Balance July 1, 2022	Additions	Retirements and Transfers	Balance June 30, 2023
Governmental Activities:				
Capital Assets being depreciated:				
Buildings and Improvements	\$ 6,797,649	\$ 444,348	\$ -	\$ 7,241,997
Equipment	554,502	45,618	-	600,120
Total Capital Assets being depreciated	<u>7,352,151</u>	<u>489,966</u>	<u>-</u>	<u>7,842,117</u>
Less: Accumulated Depreciation:				
Buildings and Improvements	(3,379,271)	(172,529)	-	(3,551,800)
Equipment	(377,818)	(16,775)	-	(394,593)
Total Accumulated Depreciation	<u>(3,757,089)</u>	<u>(189,304)</u>	<u>-</u>	<u>(3,946,393)</u>
Total Capital Assets being depreciated, net	<u>3,595,062</u>	<u>300,662</u>	<u>-</u>	<u>3,895,724</u>
Total Governmental Activities Capital Assets, net	<u>\$ 3,595,062</u>	<u>\$ 300,662</u>	<u>\$ -</u>	<u>\$ 3,895,724</u>

Depreciation expense was charged as unallocated expense since it could not be specifically identified to one program/function of the School District.

Note 6. Interfund Receivables, Payables and Transfers

There were no interfund receivables/payables balances at June 30, 2023.

The interfund receivables and payables above predominately resulted from payment made by certain funds on behalf of other funds. All interfund balances are expected to be repaid within one year.

There were no interfund transfers during the fiscal year.

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 7. Long-Term Obligations

During the fiscal year-ended June 30, 2023 the following changes occurred in long-term obligations for the governmental and business-type activities:

	Balance July 1, 2022	Additions	Reductions	Balance June 30, 2023	Balance Due Within One Year
Governmental Activities:					
Compensated Absences	\$ 142,439	\$ 3,383	\$ -	\$ 145,822	\$ -
Net Pension Liability	486,791	19,032	-	505,823	-
	\$ 629,230	\$ 22,415	\$ -	\$ 651,645	\$ -

For governmental activities, compensated absences and net pension liability are liquidated by the general fund.

Subscription-Based Infrastructure Technology Arrangements

For the year ended 6/30/2023, the financial statements include the adoption of GASB Statement No. 96, Subscription-Based Information Technology Arrangements. The primary objective of this statement is to enhance the relevance and consistency of information about governments' subscription activities. This statement establishes a single model for subscription accounting based on the principle that subscriptions are financings of the right to use an underlying asset. Under this Statement, an organization is required to recognize a subscription liability and an intangible right-to-use subscription asset. For additional information, refer to the disclosures below.

On 07/1/2022, the School District entered into a 72 month subscription for the use of social studies curriculum software. No subscription liability was recorded as the subscription was prepaid. The value of the right to use asset as of 06/30/2023 of \$12,264 with accumulated amortization of \$2,044 which is included in the table below.

On 07/1/2022, the School District entered into a 72 month subscription for the use of Houghton Mifflin curriculum software. No subscription liability was recorded as the subscription was prepaid. The value of the right to use asset as of 06/30/2023 of \$91,892 with accumulated amortization of \$15,315 which is included in the table below.

On 07/1/2022, the School District entered into a 36 month subscription for the use of Reflex + Frax Foundations software. No subscription liability was recorded as the subscription was prepaid. The value of the right to use asset as of 06/30/2023 of \$10,187 with accumulated amortization of \$3,396 which is included in the table below.

Amount of Subscription Assets by Major Classes of Underlying Assets

	<u>As of Fiscal Year-End</u>	
Asset Class	Subscription Asset Value	Accumulated Amortization
Software	\$ 114,343	\$ 20,755
Total Subscriptions	\$ 114,343	\$ 20,755

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 7. Long-Term Obligations (continued):

Bonds Authorized but not Issued

As of June 30, 2023, the School District had no bonds authorized but not issued.

Note 8. Pension Plans

A. Public Employees' Retirement System (PERS)

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

The vesting and benefit provisions are set by *N.J.S.A. 43:15A*. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service.

The following represents the membership tiers for PERS:

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more years of service credit and tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for 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 age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Contributions - The contribution policy for PERS is set by *N.J.S.A. 15A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2022, the State's pension contribution was less than the actuarial determined amount.

The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 8. Pension Plans (continued):

A. Public Employees' Retirement System (PERS) (continued):

payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets.

Pension Liability, Pension Expense and Deferred Outflows/Inflows of Resources - At June 30, 2023, the School District reported a liability of \$505,823 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2022. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2021, to the measurement date of June 30, 2022. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2022. The School District's proportion measured as of June 30, 2022, was 0.00335%, which was a decrease of (0.00076%) from its proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the School District recognized full accrual pension expense/(benefit) of (\$129,050) in the government-wide financial statements. This pension expense was based on the pension plans June 30, 2022 measurement date. At June 30, 2023 the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	\$ 3,651	\$ 3,219
Changes of Assumptions	1,567	75,742
Net Difference between Projected and Actual Earnings on Pension Plan Investments	20,936	-
Changes in Proportion and Differences between District Contributions and Proportionate Share of Contributions	15,340	197,753
School District Contributions Subsequent to Measurement Date	57,082	-
	\$ 98,576	\$ 276,714

\$57,082 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is based on the amount payable to the State due April 1, 2024 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2024. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 8. Pension Plans (continued):

A. Public Employees' Retirement System (PERS) (continued):

<u>Year Ending Dec 31,</u>	<u>Amount</u>
2023	\$ (193,267)
2024	(98,463)
2025	(48,018)
2026	104,758
2027	<u>(230)</u>
	<u>\$ (235,220)</u>

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

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between Expected and Actual Experience		
Year of Pension Plan Deferral:		
June 30, 2017	5.48	-
June 30, 2018	-	5.63
June 30, 2019	5.21	-
June 30, 2020	-	5.16
June 30, 2021	5.13	-
Changes of Assumptions		
Year of Pension Plan Deferral:		
June 30, 2017	-	5.48
June 30, 2018	-	5.63
June 30, 2019	-	5.21
June 30, 2020	-	5.16
June 30, 2021	5.13	-
June 30, 2022		5.04
Net Difference between Projected and Actual Earnings on Pension Plan Investments		
Year of Pension Plan Deferral:		
June 30, 2017	5.00	-
June 30, 2018	5.00	-
June 30, 2019	5.00	-
June 30, 2020	-	5.00
June 30, 2021	5.00	-
June 30, 2022	5.00	
Changes in Proportion and Differences between Contributions and Proportionate Share of Contributions		
Year of Pension Plan Deferral:		
June 30, 2017	5.48	5.48
June 30, 2018	5.63	5.63
June 30, 2019	5.21	5.21
June 30, 2020	5.16	5.16
June 30, 2021	5.13	5.13
June 30, 2022	5.04	5.04

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 8. Pension Plans (continued):

A. Public Employees' Retirement System (PERS) (continued):

Actuarial Assumptions – The collective total pension liability for the June 30, 2022 measurement date was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. This actuarial valuation used the following assumptions:

Inflation	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2027	2.85 - 6.55% Based on Years of Service
Thereafter	2.75 - 6.55% Based on Years of Service
Investment Rate of Return	7.00%
Mortality Rate Table	
PERS	Pub-2010 General Classification Headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2021
Period of Actuarial Experience	
Study upon which Actuarial Assumptions were Based	July 1, 2018 - June 30, 2021

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

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

It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2022) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2022 are summarized in the following table:

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 8. Pension Plans (continued):

A. Public Employees' Retirement System (PERS) (continued):

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	8.12%
Non-U.S. Developed Markets Equity	13.50%	8.37%
Emerging Markets Equity	5.50%	10.33%
Private Equity	13.00%	11.80%
Real Estate	8.00%	11.19%
Real Assets	3.00%	7.60%
High Yield	4.00%	4.95%
Private Credit	8.00%	8.10%
Investment Grade Credit	7.00%	3.38%
Cash Equivalents	4.00%	1.75%
U.S. Treasuries	4.00%	1.75%
Risk Mitigation Strategies	3.00%	4.91%
	100.00%	

Discount Rate - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2022. 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 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 projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments in determining the total pension liability.

Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate - The following presents the School District's proportionate share of the net pension liability as of June 30, 2023, calculated using the discount rate of 7.00% as well as what the School 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 or 1-percentage point higher than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's Proportionate Share of the Net Pension Liability	\$ 655,338	\$ 505,823	\$ 386,509

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 8. Pension Plans (continued):

A. Public Employees' Retirement System (PERS) (continued):

Additional Information - The following is a summary of the collective balances of the local group at June 30, 2023 and 2022:

Balances at June 30, 2023 and June 30, 2022

	<u>6/30/2023</u>	<u>6/30/2022</u>
Actuarial valuation date (including roll forward)	June 30, 2022	June 30, 2021
Collective Deferred Outflows of Resources	\$ 1,660,772,008	\$ 1,164,738,169
Collective Deferred Inflows of Resources	3,236,303,935	8,339,123,762
Collective Net Pension Liability	15,091,376,611	11,972,782,878
District's portion of the Plan's total Net Pension Liability	0.003352%	0.004109%

B. Teachers' Pension and Annuity Fund (TPAF)

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

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

The following represents the membership tiers for TPAF:

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 8. Pension Plans (continued):

B. Teachers' Pension and Annuity Fund (TPAF) (continued):

members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more years of service credit, and tier 5 before age 65 with 30 or more years of service credit. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the retirement age for his/her respective tier. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Contributions - The contribution policy for TPAF is set by *N.J.S.A 18A:66* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. For fiscal year 2022, the State's pension contribution was less than the actuarial determined amount.

As mentioned previously, 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, the School District is considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the School District does 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.

Pension Liability and Pension Expense - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2022 was \$12,908,428. The School District's proportionate share was \$-0-.

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. The State's proportionate share of the net pension liability associated with the District was based on 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, 2022, the State proportionate share of the TPAF net pension liability attributable to the School District was 0.02502%, which was a decrease of 0.00022% from its proportion measured as of June 30, 2021.

For the fiscal year ended June 30, 2023, the School District recognized \$347,402 in on-behalf pension expense and revenue in the government-wide financial statements, for the State of New Jersey on-behalf TPAF pension contributions. This pension expense and revenue was based on the pension plans June 30, 2022 measurement date.

Actuarial Assumptions – The total pension liability for the June 30, 2022 measurement date was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 8. Pension Plans (continued):

B. Teachers' Pension and Annuity Fund (TPAF) (continued):

Inflation	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2027	2.85 - 6.55% Based on Years of Service
Thereafter	2.75 - 6.55% Based on Years of Service
Investment Rate of Return	7.00%

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

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2022) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments 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, 2022 are summarized in the following table:

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 8. Pension Plans (continued):

B. Teachers' Pension and Annuity Fund (TPAF) (continued):

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	8.12%
Non-U.S. Developed Markets Equity	13.50%	8.37%
Emerging Markets Equity	5.50%	10.33%
Private Equity	13.00%	11.80%
Real Estate	8.00%	11.19%
Real Assets	3.00%	7.60%
High Yield	4.00%	4.95%
Private Credit	8.00%	8.10%
Investment Grade Credit	7.00%	3.38%
Cash Equivalents	4.00%	1.75%
U.S. Treasuries	4.00%	1.75%
Risk Mitigation Strategies	3.00%	4.91%
	<u>100.00%</u>	

Discount Rate - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2022. 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 projected benefit payments in determining the total pension liability.

Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate – As previously mentioned, TPAF has a special funding situation where the State pays 100% of the School District's annual required contribution. The following represents the State's proportionate share of the net pension liability, attributable to the School District calculated using the discount rate of 7.00% as well as what the State's proportionate share of the net pension liability, attributable to the School District's 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:

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 8. Pension Plans (continued):

B. Teachers' Pension and Annuity Fund (TPAF) (continued):

	1% Decrease <u>(6.00%)</u>	Current Discount Rate <u>(7.00%)</u>	1% Increase <u>(8.00%)</u>
School District's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability associated with the School District	15,135,406	12,908,428	11,032,479
	<u>\$ 15,135,406</u>	<u>\$ 12,908,428</u>	<u>\$ 11,032,479</u>

Pension Plan Fiduciary Net Position - For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teachers Pension and Annuity Fund (TPAF) and additions to/deductions from the TPAF's fiduciary net position have been determined on the same basis as they are reported by the TPAF. 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.

Additional Information – The following is a summary of the collective balances of the local group at June 30, 2023 and 2022:

	<u>6/30/2023</u>	<u>6/30/2022</u>
Actuarial valuation date (including roll forward)	June 30, 2022	June 30, 2021
Collective Deferred Outflows of Resources	\$ 5,004,259,312	\$ 6,373,530,834
Collective Deferred Inflows of Resources	19,682,774,794	27,363,797,906
Collective Net Pension Liability	51,676,587,303	48,165,991,182
District's portion of the Plan's total Net Pension Liability	0.02502%	0.02524%

C. Defined Contribution Plan (DCRP)

Plan Description - The Defined Contribution Retirement Program (DCRP) was established July 1, 2007, under the provisions of N.J.S.A. 43:15C-1 et seq. The DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage

Individuals eligible for membership in the DCRP include:

State or local officials who are elected or appointed on or after July 1, 2007;

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 8. Pension Plans (continued):

C. Defined Contribution Plan (DCRP) (continued):

- Employees enrolled in the Public Employees' Retirement System (PERS) or Teachers' Pension and Annuity Fund (TPAF) on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits;
- Employees enrolled in the Police and Firemen's Retirement System (PFRS) or State Police Retirement System (SPRS) after May 21, 2010, who earn salary in excess of established "maximum compensation" limits;
- Employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary for PERS or TPAF Tier 3 enrollment but who earn salary of at least \$5,000 annually. The minimum salary in 2017 is \$8,300 and is subject to adjustment in future years.
- Employees otherwise eligible to enroll in the PERS or TPAF after May 21, 2010, who do not work the minimum number of hours per week required for PERS or TPAF Tier 4 or Tier 5 enrollment but who earn salary of at least \$5,000 annually. The minimum number is 35 hours per week for State employees, or 32 hours per week for local government or local education employees

Contributions - The contribution policy is set by N.J.S.A. 43:15C-3 and requires active members and contribution employers. When enrolled in the DCRP, members are required to contribute 5.5% of their base salary to a tax-deferred investment account established with Prudential Financial, which jointly administers the DCRP investments with the Division of Pension and Benefits. Member contributions are matched by a 3% contribution from the School District.

For the year ended June 30, 2023 employee contributions total \$11,780 and the District recognized pension expense of \$6,425.

Note 9. Other Post-Retirement Benefits

General Information about the OPEB Plan

The State of New Jersey reports a liability as a result of its statutory requirements to pay other postemployment (health) benefits for State Health Benefit Local Education Retired Employees Plan. The State Health Benefit 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 the Postemployment Benefits Other Than Pensions. The State Health Benefit 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. According to N.J.S.A 52:14-17.32f, the State provides employer-paid coverage to employees who retire from a board of education or

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 9. Other Post-Retirement Benefits (continued):

county college with 25 years or more 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), the Public Employees’ Retirement System (PERS), the Police and Firemen Retirement System (PFRS), or the Alternate Benefit Program (ABP). Pursuant to Chapter 78, P.L. 2011, future retirees eligible for postretirement medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree’s annual retirement benefit and level of coverage.

The total nonemployer OPEB liability does not include certain other postemployment benefit obligations that are provided by the local education employers. The reporting of these benefits is the responsibility of the individual local education employers.

Basis of Presentation

The Schedule presents the State of New Jersey’s obligation under NJSA 52:14-17.32f. The Schedule does not purport to be a complete presentation of the financial position or changes in financial position of the State Health Benefit Local Education Retired Employees Plan or the State of New Jersey. The accompanying Schedule was prepared in accordance with U.S. generally accepted accounting principles.

Such preparation requires management of the State of New Jersey to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

Total Nonemployer OPEB Liability

The total nonemployer OPEB liability as of June 30, 2022, was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

Total Nonemployer OPEB Liability: \$ 50,646,462,966

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

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

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 9. Other Post-Retirement Benefits (continued):

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of actuarial experience studies for the periods July 1, 2018 – June 30, 2021.

OPEB Obligation and OPEB Expense - The State's proportionate share of the total Other Post Employment Benefits Obligations, attributable to the School District as of June 30, 2023 was \$15,246,605. The School District's proportionate share was \$0.

The OPEB Obligation was measured as of June 30, 2022, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. The State's proportionate share of the OPEB Obligation associated with the District was based on projection of the State's long-term contributions to the OPEB plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2022, the State proportionate share of the OPEB Obligation attributable to the School District was 0.03010%, which was an decrease of -0.00011% from its proportion measured as of June 30, 2021.

For the fiscal year ended June 30, 2023, the State of New Jersey recognized an OPEB expense in the amount of \$275,684 for the State's proportionate share of the OPEB expense attributable to the School District. This OPEB expense was based on the OPEB plans June 30, 2022 measurement date.

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 6.25% and decreases to a 4.50% long-term trend rate after seven years. For post-65 medical benefits, the actual fully-insured Medicare Advantage trend rates for fiscal year 2023 through 2024 are reflected. For PPO the trend is initially -1.99% in fiscal year 2023, decreasing to -5.86% in fiscal year 2024 and increases to 4.50% after 11 years. For HMO the trend is initially -3.54% in fiscal year 2023, decreasing to -8.15% in fiscal year 2024 and increases to 4.50% after 11 years. For prescription drug benefits, the initial trend rate is 8.00% and decreases to 4.50% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

Discount Rate

The discount rate for June 30, 2022 was 3.54%. 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.

Sensitivity of Total Nonemployer OPEB Liability to changes in discount rate

The following presents the total nonemployer OPEB liability as of June 30, 2022, respectively, calculated using the discount rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 9. Other Post-Retirement Benefits (continued):

	June 30, 2022		
	At 1% Decrease (2.54%)	At Discount Rate (3.54%)	At 1% Increase (4.54%)
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 17,920,780	\$ 15,246,605	\$ 13,103,387
State of New Jersey's Total Non- employer Liability	\$ 59,529,589,697	\$ 50,646,462,966	\$ 43,527,080,995

Sensitivity of Total Nonemployer OPEB Liability to changes in the healthcare trend rate

The following presents the total nonemployer OPEB liability as of June 30, 2022, calculated using the healthcare trend rate as disclosed above as well as what the total nonemployer 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 rate:

	June 30, 2022		
	1% Decrease	Healthcare Cost Trend Rate *	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 12,602,251	\$ 15,246,605	\$ 18,720,125
State of New Jersey's Total Nonemployer OPEB Liability	\$ 41,862,397,291	\$ 50,646,462,966	\$ 62,184,866,635

* See Healthcare Cost Trend Assumptions for details of rates.

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 9. Other Post-Retirement Benefits (continued):

Additional Information

Collective balances of the Local Group at June 30, 2022 are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Change in Proportion	\$ -	\$ -
Differences between Expected & Actual Experience	9,042,402,619	(15,462,950,679)
Change in Assumptions	8,765,620,577	(17,237,289,230)
Contributions Made in Fiscal Year Year Ending 2022 After June 30, 2021 Measurement Date **	TBD	-
	\$ 17,808,023,196	\$ (32,700,239,909)

** Employer Contributions made after June 30, 2022 are reported as a deferred outflow of resources, but are not amortized in expense.

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

Fiscal Year Ending June 30,			
2023	\$	(2,517,151,602)	
2024		(2,517,151,602)	
2025		(2,517,151,602)	
2026		(2,175,449,761)	
2027		(1,243,951,140)	
Thereafter		(3,921,361,006)	
	\$	(14,892,216,713)	

Plan Membership

At June 30, 2021, the Program membership consisted of the following:

	June 30, 2021
Active Plan Members	213,148
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	151,669
	364,817

Changes in the Total OPEB Liability

The change in the State's Total OPEB liability for the fiscal year ended June 30, 2022 (measurement date June 30, 2021) is as follows:

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 9. Other Post-Retirement Benefits (continued):

Total OPEB Liability

Service Cost	\$ 2,770,618,025
Interest Cost	1,342,187,139
Difference Between Expected & Actual Experience	1,399,200,736
Change in Benefit Tars	-
Changes of Assumptions	(13,586,368,097)
Contributions: Member	42,650,252
Gross Benefit Payments	<u>(1,329,476,059)</u>
Net Change in Total OPEB Liability	(9,361,188,004)
Total OPEB Liability (Beginning)	<u>60,007,650,970</u>
Total OPEB Liability (Ending)	<u>\$ 50,646,462,966</u>
Total Covered Employee Payroll	\$ 14,753,355,408
Net OPEB Liability as a Percentage of Payroll	343%

Note 10. On-Behalf Payments for Fringe Benefits and Salaries

As previously mentioned, the School District receives on-behalf payments from the State of New Jersey for normal costs, post-retirement medical costs and non-contributory insurance costs related to the Teachers' Pension and Annuity Fund (TPAF) pension plan. The School District is not legally responsible for these contributions. The on-behalf payments are recorded as revenues and expenditures in the government-wide and general fund financial statements. For the fiscal year ended June 30, 2023, the on-behalf payments for social security, normal costs, post-retirement medical costs and non-contributory insurance costs were \$216,094, \$1,049,378, \$275,669 and \$483, respectively.

Note 11. Risk Management

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

New Jersey Unemployment Compensation Insurance – The School District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan the School 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 School District is billed quarterly for amounts due to the State. The following is a summary of School District contributions, reimbursements to the State for benefits paid and the ending balance of the School District's trust fund for the current and previous two years:

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 11. Risk Management (Continued)

<u>Fiscal Year</u>	<u>School District Contributions</u>	<u>Employee Contributions</u>	<u>Interest Earnings</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2022-2023	\$ -	\$ 10,296	\$ 59	\$ 814	\$ 20,931
2021-2022	-	4,601	10	-	11,390
2020-2021	-	4,651	6	1,651	6,779

Note 12. Contingencies

State and Federal Grantor Agencies - The School 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 School 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, 2023 may be impaired. In the opinion of the School 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.

Litigation – It is the opinion of the administration and legal counsel, that there exists no litigation or contingent liability that may be pending against the Westville Borough School District that would have a material or adverse effect on the Board or the financial position of the School District.

Economic Dependency – The School District receives a substantial amount of its support from federal and state governments. A significant reduction in the level of support, if this were to occur, could have an effect on the School District’s programs and activities.

Note 13. Deferred Compensation

The School District offers its employees a choice of the following deferred compensation plans created in accordance with Internal Revenue Code Section 403(b) and 457. The plans, which are administered by the entities listed below, 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. The plan administrators are as follows:

Lincoln Investment Planning	Edward Jones Investments	Life of SouthWest	ING/Reliastar
AXA Equitable	Equi-Vest	Seely	

Note 14. Compensated Absences

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

WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

Note 14. Compensated Absences (Continued)

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

The liability for vested compensated absences of the governmental fund types is recorded in the Statement of Net Position. As of June 30, 2023, the liability for compensated absences reported on the government-wide Statement of Net Position was \$145,822.

Note 15. Tax Abatements

As defined by the Governmental Accounting Standards Board (GASB) Statement No. 77, 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.

Note 16. Calculation of Excess Surplus

The designation for Restricted Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A.18A:7F-7. 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. The excess fund balance at June 30, 2023 was \$657,457.

Note 17. Fund Balances

General Fund – Of the \$4,063,143 General Fund, Fund balance at June 30, 2023, \$2,314,834 has been restricted for the Capital Reserve Account; \$325,308 has been restricted for the Maintenance Reserve Account; \$20,931 has been restricted for unemployment compensation; \$17,680 has been assigned for other purposes; \$657,457 has been restricted for current year Excess surplus; \$635,546 has been restricted for Excess Surplus Designated for Subsequent Year's Expenditures and \$91,387 has been unassigned.

Special Revenue Fund – Of the \$25,981 Special Revenue Fund, Fund balance as of June 30, 2023, \$25,981 is restricted for student activities.

WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

Note 18. Deficit in Net Position

Unrestricted Net Position – The School District had a deficit in unrestricted net position in the amount of (\$632,915) as of June 30, 2023. The deficit is caused by the implementation of GASB 68 which requires the School District to report their proportionate share of the net pension liability for the Public Employee’s Retirement System (PERS) as of June 30, 2023. This deficit in unrestricted net position for governmental activities does not indicate that the School District is facing financial difficulties.

Note 19. Subsequent Events

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2023 and January 15, 2024, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements, and no items have come to the attention of the School District that would require disclosure.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

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C. Budgetary Comparison Schedules

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**WESTVILLE BOROUGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	ACCOUNT NUMBER	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Revenues:						
Local Sources:						
Local Tax Levy	10-1210	\$ 2,972,601	\$ -	\$ 2,972,601	\$ 2,972,601	\$ -
Tuition From Other LEAs Within the State	10-1320	-	-	-	66,108	66,108
Interest Earned on Capital Reserve	10-1xxx	1	-	1	1	-
Interest Earned on Maintenance Reserve	10-1xxx	1	-	1	-	(1)
Restricted Miscellaneous Revenue	10-1xxx	-	-	-	9,542	9,542
Unrestricted Miscellaneous Revenue	10-1xxx	7,618	-	7,618	33,291	25,673
Total Local Sources		2,980,221	-	2,980,221	3,081,542	101,321
State Sources:						
Categorical Transportation Aid	10-3121	28,684	-	28,684	28,684	-
Categorical Special Education Aid	10-3132	183,022	-	183,022	183,022	-
Equalization Aid	10-3176	3,299,782	-	3,299,782	3,299,782	-
Categorical Security Aid	10-3177	124,456	-	124,456	124,456	-
Extraordinary Aid	10-3131	-	-	-	176,031	176,031
Nonpublic Transportation Aid	10-3xxx	-	-	-	1,248	1,248
State Homeless Tuition	10-3xxx	-	-	-	43,383	43,383
Lead Testing Aid	10-3xxx	-	-	-	1,919	1,919
Nonbudgeted:						
On-Behalf TPAF Pension Contribution		-	-	-	1,049,378	1,049,378
On-Behalf TPAF Post Retirement Medical Contribution		-	-	-	275,669	275,669
On-Behalf TPAF Long-Term Disability Insurance Contribution		-	-	-	483	483
Reimbursed TPAF Social Security		-	-	-	216,094	216,094
Total State Sources		3,635,944	-	3,635,944	5,400,149	1,764,205
Federal Sources:						
Medical Assistance Program	10-4200	22,649	-	22,649	26,919	4,270
FFCRA - SEMI Revenue	10-4210	-	-	-	4,101	4,101
Total Federal Sources		22,649	-	22,649	31,020	8,371
Total Revenues		6,638,814	-	6,638,814	8,512,712	1,873,898
Expenditures:						
Current Expense:						
Instruction - Regular Programs:						
Salaries of Teachers:						
Kindergarten	11-110-100-101	271,882	-	271,882	271,507	375
Grades 1 - 5	11-120-100-101	1,113,538	40,000	1,153,538	1,147,548	5,990
Grades 6 - 8	11-130-100-101	220,053	-	220,053	200,785	19,268
Home Instruction - Regular	11-150-100-101	2,341	(600)	1,741	599	1,142
Purchased Professional & Educational Services	11-150-100-320	5,000	4,100	9,100	9,024	76
Regular Programs - Undistributed Instruction:						
Other Salaries for Instruction	11-190-100-106	133,970	-	133,970	86,738	47,232
Purchased Professional & Educational Services	11-190-100-320	50,000	-	50,000	7,730	42,270
Purchased Technical Services	11-190-100-340	5,000	-	5,000	-	5,000
Other Purchased Services	11-190-100-500	10,000	29,000	39,000	23,999	15,001
General Supplies	11-190-100-610	143,750	(26,750)	117,000	46,705	70,295
Textbooks	11-190-100-640	7,700	(2,250)	5,450	-	5,450
Other Objects	11-190-100-800	6,300	-	6,300	-	6,300
Total Regular Programs		1,969,534	43,500	2,013,034	1,794,634	218,400

**WESTVILLE BOROUGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	ACCOUNT NUMBER	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Special Education:						
Learning and/or Language Disabilities:						
Salaries of Teachers	11-204-100-101	194,758	(111,266)	83,492	-	83,492
Other Salaries for Instruction	11-204-100-106	43,779	(10,335)	33,444	-	33,444
General Supplies	11-204-100-610	2,000	(850)	1,150	-	1,150
Total Learning and/or Language Disabilities:		240,537	(122,451)	118,086	-	118,086
Behavioral Disabilities:						
Salaries of Teachers	11-209-100-101	73,186	2,000	75,186	73,921	1,265
Other Salaries for Instruction	11-209-100-106	39,381	(2,000)	37,381	22,204	15,178
Total Behavioral Disabilities		112,567	-	112,567	96,125	16,443
Resource Room/Resource Center:						
Salaries of Teachers	11-213-100-101	409,096	107,430	516,526	513,671	2,855
Other Salaries for Instruction	11-213-100-106	16,552	5,335	21,887	21,048	839
General Supplies	11-213-100-610	1,500	590	2,090	2,080	10
Total Resource Room/Resource Center		427,148	113,355	540,503	536,800	3,703
Preschool Disabilities - Part Time:						
Salaries of Teachers	11-215-100-101	88,665	(70,850)	17,815	1,823	15,992
Other Salaries for Instruction	11-215-100-106	99,733	(73,000)	26,733	1,482	25,251
General Supplies	11-215-100-600	1,500	-	1,500	-	1,500
Total Preschool Disabilities - Part-Time		189,898	(143,850)	46,048	3,305	42,743
Special Education - Home Instruction:						
Salaries of Teachers	11-219-100-101	-	2,000	2,000	-	2,000
Purchased Professional - Educational Services	11-219-100-320	-	500	500	-	500
Total Special Education - Home Instruction		-	2,500	2,500	-	2,500
Basic Skills/Remedial – Instruction:						
Salaries of Teachers	11-230-100-101	181,867	2,246	184,113	161,463	22,650
Other Purchased Services	11-230-100-500	500	-	500	-	500
Supplies and Materials	11-230-100-610	1,000	850	1,850	1,841	9
		183,367	3,096	186,463	163,304	23,159
Total Special Education		1,153,517	(147,350)	1,006,167	799,534	206,633
School Sponsored Cocurricular Activities & Athletics:						
Salaries	11-401-100-100	23,000	-	23,000	19,244	3,756
Other Purchased Services	11-401-100-500	5,500	-	5,500	-	5,500
Supplies and Materials	11-401-100-600	2,000	-	2,000	94	1,906
Other Objects	11-401-100-800	250	-	250	150	100
Total School Sponsored Cocurricular - Activities & Athletics		30,750	-	30,750	19,488	11,262
Total - Instruction		3,153,801	(103,850)	3,049,951	2,613,656	436,295

**WESTVILLE BOROUGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	ACCOUNT NUMBER	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Undistributed Expenditures:						
Instruction:						
Tuition to other LEA's within the state - regular	11-000-100-561	10,000	-	10,000	-	10,000
Tuition to other LEA's within the state - special	11-000-100-562	-	63,927	63,927	44,646	19,281
Tuition to CSSD & regional day schools	11-000-100-565	458,900	38,073	496,973	490,603	6,370
Tuition to Private Schools for Disabled Within the State - Special	11-000-100-566	534,347	(148,500)	385,847	205,869	179,978
Total Instruction		1,003,247	(46,500)	956,747	741,118	215,629
Attendance & Social Work Services:						
Salaries	11-000-211-100	22,803	-	22,803	19,838	2,965
Purchased Professional & Technical Services	11-000-211-300	-	2,000	2,000	1,989	11
Total Attendance Services		22,803	2,000	24,803	21,828	2,975
Health Services:						
Salaries	11-000-213-100	54,686	8,300	62,986	57,890	5,096
Purchased Professional & Technical Services	11-000-213-300	6,000	500	6,500	6,220	280
Supplies and Materials	11-000-213-600	3,500	(500)	3,000	387	2,613
Other Objects	11-000-213-800	500	-	500	25	475
Total Health Services		64,686	8,300	72,986	64,521	8,465
Other Support Services - Students - Related Services:						
Salaries	11-000-216-100	213,808	-	213,808	185,483	28,325
Purchased Professional - Educational Services	11-000-216-320	15,000	1,200	16,200	16,140	60
Supplies and Materials	11-000-216-600	4,000	(1,200)	2,800	441	2,359
Other Objects	11-000-216-800	500	-	500	-	500
Total Other Support Services - Students - Regular		233,308	-	233,308	202,063	31,245
Other Support Services - Students - Extra Services:						
Salaries	11-000-217-100	-	71,000	71,000	68,922	2,078
Purchased Professional & Educational Services	11-000-217-320	-	10,000	10,000	6,208	3,793
Total Other Support Services - Students - Extra Services		-	81,000	81,000	75,129	5,871
Other Support Services - Students - Related Services:						
Other Objects	11-000-218-800	500	-	500	-	500
Total Other Support Services-Students-Related Services		500	-	500	-	500
Other Support Services - Students - Special Services:						
Salaries of Other Professional Staff	11-000-219-104	64,915	11,200	76,115	76,023	92
Other Purchased Professional & Educational Services	11-000-219-320	175,000	(19,200)	155,800	145,620	10,180
Other Purchased Professional & Technical Services	11-000-219-390	25,000	(12,300)	12,700	6,071	6,629
Supplies and Materials	11-000-219-600	1,500	-	1,500	17	1,483
Other Objects	11-000-219-800	500	-	500	-	500
Total Other Support Services-Students-Special Services		266,915	(20,300)	246,615	227,732	18,883
Improvement of Instruction Services/Other Support Services - Instruction Staff:						
Salaries of Other Professional Staff	11-000-221-104	10,000	-	10,000	6,629	3,371
Purchases Professional & Educational Services	11-000-221-320	80,000	-	80,000	31,635	48,365
Other Purchased Services	11-000-221-500	7,000	-	7,000	-	7,000
Supplies and Maerials	11-000-221-600	4,500	-	4,500	4,485	15
Total Improvement of Instruction Services/Other Support Services Instructional Staff		101,500	-	101,500	42,749	58,751

**WESTVILLE BOROUGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	ACCOUNT NUMBER	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Educational Media Services/School Library:						
Salaries of Technology Coordinators	11-000-222-177	61,815	1	61,816	61,815	1
Other Purchased Services	11-000-222-500	5,500	-	5,500	500	5,000
Supplies and Materials	11-000-222-600	5,000	(1)	4,999	1,380	3,619
Total Educational Media Services/School Library		72,315	-	72,315	63,695	8,620
Instructional Staff Training Services:						
Purchased Professional & Educational Services	11-000-223-320	1,000	-	1,000	-	1,000
Other Purchased Services	11-000-223-500	3,250	-	3,250	1,146	2,104
Total Instructional Staff Training Services		4,250	-	4,250	1,146	3,104
Support Services General Administration:						
Salaries	11-000-230-100	26,003	300	26,303	23,338	2,965
Legal Services	11-000-230-331	10,000	-	10,000	3,006	6,994
Audit Fees	11-000-230-332	22,000	-	22,000	18,635	3,365
Architectal/Engineering Services	11-000-230-334	20,000	-	20,000	3,996	16,004
Other Purchased Professional Services	11-000-230-339	45,000	(300)	44,700	36,145	8,555
Purchased Technical Services	11-000-230-340	6,000	-	6,000	-	6,000
Communications/Telephone	11-000-230-530	22,000	(1,200)	20,800	14,520	6,280
BOE Other Purchased Services	11-000-230-585	500	-	500	-	500
Other Purchased Services	11-000-230-590	11,000	1,200	12,200	4,406	7,794
General Supplies	11-000-230-610	500	-	500	119	381
Miscellaneous Expenditures	11-000-230-890	500	16,650	17,150	-	17,150
BOE Membership Dues & Fees	11-000-230-895	3,500	-	3,500	3,000	500
Total Support Services General Administration		167,003	16,650	183,653	107,166	76,487
Support Services School Administration:						
Salaries of Principals	11-000-240-103	114,623	(500)	114,123	107,990	6,133
Salaries of Secretarial and Clerical Assistants	11-000-240-105	40,000	900	40,900	35,627	5,273
Other Purchased Services	11-000-240-500	1,500	-	1,500	540	960
Supplies and Materials	11-000-240-600	4,000	(400)	3,600	1,850	1,750
Other Objects	11-000-240-800	2,500	16,200	18,700	2,841	15,859
Total Support Services School Administration		162,623	16,200	178,823	148,848	29,975
Central Services:						
Salaries	11-000-251-100	43,000	(43,000)	-	-	-
Purchased Professional Services	11-000-251-330	51,000	76,400	127,400	103,979	23,421
Purchased Technical Services	11-000-251-340	5,000	5,100	10,100	10,005	95
Supplies and Materials	11-000-251-600	500	152	652	271	381
Other Objects	11-000-251-890	125	-	125	49	76
Total Central Services		99,625	38,652	138,277	114,304	23,973

**WESTVILLE BOROUGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	ACCOUNT NUMBER	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Allowable Maintenance for School Facilities:						
Salaries	11-000-261-100	30,000	-	30,000	26,100	3,900
Cleaning, Repair & Maintenance Services	11-000-261-420	50,000	(10,600)	39,400	27,315	12,085
General Supplies	11-000-261-610	25,000	-	25,000	6,608	18,392
Other Objects	11-000-261-800	1,000	-	1,000	624	376
Total Allowable Maintenance for School Facilities		106,000	(10,600)	95,400	60,647	34,754
Other Operation & Maintenance of Plant:						
Salaries	11-000-262-100	96,000	-	96,000	65,799	30,201
Salaries of Non-Instructional Aides	11-000-262-107	30,000	-	30,000	19,668	10,333
Purchased Professional and Technical Services	11-000-262-300	10,000	(2,500)	7,500	3,978	3,522
Cleaning, Repair & Maintenance Services	11-000-262-420	25,000	2,300	27,300	23,684	3,616
Other Purchased Property Services	11-000-262-490	4,000	500	4,500	3,861	639
Insurance	11-000-262-520	8,000	2,000	10,000	8,653	1,347
General Supplies	11-000-262-610	25,000	3,700	28,700	24,920	3,780
Energy (Natural Gas)	11-000-262-621	15,000	5,000	20,000	13,989	6,011
Energy (Heat & Electricity)	11-000-262-622	90,000	(6,600)	83,400	63,661	19,739
Total Other Operation & Maintenance of Plant		303,000	4,400	307,400	228,213	79,187
Security:						
Purchased Professional and Technical Services	11-000-266-300	500	37,000	37,500	32,323	5,177
Total Security		500	37,000	37,500	32,323	5,177
Student Transportation Services:						
Contracted Services - Aid in Lieu of Payments	11-000-270-503	5,000	-	5,000	3,079	1,921
Contracted Services (Between Home & School) - - Joint Agreements Regular	11-000-270-513	20,000	17,000	37,000	35,027	1,973
Contracted Services (Between Home & School) - - Joint Agreements Special	11-000-270-515	100,000	52,700	152,700	152,638	62
Contracted Services (Special Education Students) - ESC'S	11-000-270-518	80,000	(32,000)	48,000	44,231	3,769
Total Student Transportation Services		205,000	37,700	242,700	234,974	7,726
Unallocated Benefits - Employee Benefits:						
Social Security Contributions	11-000-291-220	62,000	-	62,000	55,090	6,910
Other Retirement Contribution - PERS	11-000-291-241	55,000	(10,000)	45,000	42,267	2,733
Other Contributions - D.C.R.P	11-000-291-249	-	10,000	10,000	6,790	3,210
Unemployment Compensation	11-000-291-250	15,000	-	15,000	-	15,000
Workmen's Compensation	11-000-291-260	22,000	-	22,000	17,643	4,357
Health Benefits	11-000-291-270	960,000	(60,500)	899,500	846,421	53,079
Tuition Reimbursement	11-000-291-280	12,000	-	12,000	2,183	9,817
Other Employee Benefits	11-000-291-290	25,000	-	25,000	4,964	20,036
Unused Sick Payment to Terminated/Retired Employees	11-000-291-299	10,000	-	10,000	5,907	4,093
Total Unallocated Benefits		1,161,000	(60,500)	1,100,500	981,266	119,234
Nonbudgeted:						
On-Behalf TPAF Pension Contribution		-	-	-	1,049,378	(1,049,378)
On-Behalf TPAF Post Retirement Medical Contribution		-	-	-	275,669	(275,669)
On-Behalf TPAF Long-Term Disability Insurance Contribution		-	-	-	483	(483)
Reimbursed TPAF Social Security		-	-	-	216,094	(216,094)
Total on-behalf contributions		-	-	-	1,541,624	(1,541,624)
Total personal services - employee benefits		1,161,000	(60,500)	1,100,500	2,522,890	(1,422,390)

**WESTVILLE BOROUGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	ACCOUNT NUMBER	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Total Undistributed Expenditures		3,974,275	104,002	4,078,277	4,889,346	(811,069)
Interest Earned on Capital Reserve		1	-	1	-	1
Interest Earned on Maintenance Reserve		1	-	1	-	1
Total Expenditures - Current Expense		7,128,078	152	7,128,230	7,503,002	(374,772)
Facilities Acquisitions & Construction Services:						
Construction Services	12-000-400-450	481,698	(481,698)	-	-	-
Assessment for Debt Service on SDA Funding	12-000-400-896	18,302	-	18,302	18,302	-
Total Facilities Acquisitions & Construction Services Expenditures		500,000	(481,698)	18,302	18,302	-
Total Capital Outlay		500,000	(481,698)	18,302	18,302	-
Transfer of Funds to Charter Schools		20,097	-	20,097	-	20,097
Total Transfer of Funds to Charter Schools		20,097	-	20,097	-	20,097
Total Expenditures		7,648,175	(481,546)	7,166,629	7,521,304	(354,675)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures		(1,009,361)	481,546	(527,815)	991,407	1,519,222
Other Financing Sources/(Uses):						
Transfer to Special Revenue Fund - Preschool Contribution		(27,018)	-	(27,018)	(27,018)	-
Total other financing sources		(27,018)	-	(27,018)	(27,018)	-
Excess/(Deficiency) of Revenues & Other Financing Sources Over/(Under) Expenditures & Other Financing Uses		(1,036,379)	481,546	(554,833)	964,389	1,519,222
Fund Balances, July 1		3,434,646	-	3,434,646	3,434,646	-
Fund Balances, June 30		\$ 2,398,267	\$ 481,546	\$ 2,879,813	\$ 4,399,035	\$ 1,519,222

RECAPITULATION OF BUDGET TRANSFERS:

Prior Year Encumbrances	\$ 152
Cancellation of Budget Appropriations	(481,698)
Total	<u>\$ (481,546)</u>

RECAPITULATION OF FUND BALANCE:**Restricted Fund Balance:**

Capital Reserve Account	\$ 2,314,834
Maintenance Reserve Account	325,308
Excess Surplus	
Current Year	657,457
Prior Year - Designated for Subsequent Year's Expenditures	635,546
Unemployment Compensation	20,931
Assigned Fund Balance	
Year-End Encumbrances	17,680
Unassigned Fund Balance	<u>427,279</u>
	4,399,035

Reconciliation to Governmental Fund Statements (GAAP):

Last Two State Aid Payments Not Recognized on GAAP Basis	<u>(335,892)</u>
Fund Balance Per Governmental Funds (GAAP)	<u>\$ 4,063,143</u>

**WESTVILLE BOROUGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
REVENUES					
Local Sources	\$ 10,000	\$ 3,000	\$ 13,000	\$ 38,511	\$ (25,511)
State Sources	729,486	42,882	772,368	723,394	48,974
Federal Sources	197,532	1,179,093	1,376,625	990,490	386,135
Total Revenues	937,018	1,224,975	2,161,993	1,752,395	409,598
EXPENDITURES:					
Instruction:					
Salaries of Teachers	419,728	17,244	436,972	355,742	81,230
Other Salaries for Instruction	-	104,246	104,246	99,262	4,984
Purchased Professional Services	17,167	141,104	158,271	77,202	81,069
Other Purchased Services	-	14,940	14,940	14,940	-
Tuition	97,637	2,148	99,785	99,785	-
General Supplies	165,000	137,788	302,788	212,885	89,903
Miscellaneous	-	6,558	6,558	-	6,558
Total Instruction	699,532	424,028	1,123,560	859,816	263,744
Support Services:					
Other Salaries	98,000	94,517	192,517	125,780	66,737
Personal Services - Employee Benefits	75,000	82,147	157,147	142,095	15,052
Purchased Professional Educational Services	-	120,454	120,454	57,519	62,935
Other Purchased Services	2,000	54,602	56,602	49,815	6,787
Supplies & Materials	3,000	21,316	24,316	11,862	12,454
Student Activities	10,000	-	10,000	45,613	(35,613)
Total Support Services	188,000	373,036	561,036	432,684	128,352
Facilities Acquisition & Construction Services:					
Construction Services	-	438,483	438,483	428,484	9,999
Instructional Equipment	-	49,677	49,677	49,667	10
Non-Instructional Equipment	76,504	(60,249)	16,255	15,864	391
Total Facilities Acquisition & Construction Services	76,504	427,911	504,415	494,015	10,400
Total Expenditures	964,036	1,224,975	2,189,011	1,786,515	402,496
Total Outflows	964,036	1,224,975	2,189,011	1,786,515	402,496
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(27,018)	-	(27,018)	(34,120)	7,102
Other Financing Sources/(Uses):					
Transfer from Operating Budget - Pre K	27,018	-	27,018	27,018	-
Total Other Financing Sources/(Uses)	27,018	-	27,018	27,018	-
Fund Balance, July 1	33,083	-	33,083	33,083	-
Fund Balance, June 30	\$ 33,083	\$ -	\$ 33,083	\$ 25,981	\$ 7,102

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART II

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**WESTVILLE BOROUGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR FISCAL YEAR ENDED JUNE 30, 2023**

**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-Series)	\$ 8,512,712	\$ 1,752,395
Difference - Budget to GAAP:		
State aid payment recognized for budgetary purposes, not recognized for GAAP statements.		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.	-	(2,940)
Current Year	(335,892)	-
Prior Year	310,401	72,903
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	\$ 8,487,221	\$ 1,822,358
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 7,521,304	\$ 1,786,515
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposed, but in the year the supplies are received for financial reporting purposes.	-	(2,940)
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	\$ 7,521,304	\$ 1,783,575

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REQUIRED SUPPLEMENTARY INFORMATION - PART III

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L. Schedules Related to Accounting and Reporting for Pensions (GASB 68)

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WESTVILLE BOROUGH SCHOOL DISTRICT
 SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
 LAST TEN FISCAL YEARS

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
School District's proportion of the net pension liability	0.004109%	0.004109%	0.003994%	0.004417%	0.005063%	0.005396%	0.005860%	0.005809%	0.005480%	0.005962%
School District's proportionate share of the net pension liability	\$ 505,823	\$ 486,791	\$ 651,297	\$ 795,888	\$ 996,949	\$ 1,255,998	\$ 1,735,517	\$ 1,304,113	\$ 1,026,044	\$ 1,139,394
School District's covered payroll	\$ 295,499	\$ 313,998	\$ 304,475	\$ 301,798	\$ 355,578	\$ 398,965	\$ 398,965	\$ 371,523	\$ 371,523	**N/A
School District's proportionate share of the net pension liability as a percentage of its covered payroll	171.18%	155.03%	213.91%	263.72%	280.37%	314.81%	435.00%	351.02%	276.17%	N/A
Plan fiduciary net position as a percentage of the total pension liability	58.97%	70.33%	58.32%	56.27%	53.59%	48.10%	40.14%	47.93%	52.08%	48.72%

The amounts presented for each fiscal year were determined as of the previous fiscal year end (the measurement date).

**WESTVILLE BOROUGH SCHOOL DISTRICT
SCHEDULE OF DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
LAST TEN FISCAL YEARS**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
School District's contractually required contribution	\$ 42,267	\$ 48,123	\$ 43,691	\$ 42,965	\$ 50,364	\$ 49,984	\$ 52,058	\$ 49,946	\$ 45,178	\$ 44,920
Contributions in relation to the contractually required contribution	(42,267)	(48,123)	(43,691)	(42,965)	(50,364)	(49,984)	(52,058)	(49,946)	(45,178)	(44,920)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	341,729	307,931	295,499	313,998	304,475	301,798	355,578	398,965	398,965	371,523
Contributions as a percentage of covered-employee payroll	12.37%	15.63%	14.79%	13.68%	16.54%	16.56%	14.64%	12.52%	11.32%	12.09%

WESTVILLE BOROUGH SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS' PENSION AND ANNUITY FUND (TPAF)
LAST TEN FISCAL YEARS

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
School District's proportion of the net pension liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
School District's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the District	12,908,428	12,131,940	15,839,581	15,007,148	15,694,700	17,492,015	20,241,275	16,349,929	14,080,096	13,419,882
	\$ 12,908,428	\$ 12,131,940	\$ 15,839,581	\$ 15,007,148	\$ 15,694,700	\$ 17,492,015	\$ 20,241,275	\$ 16,349,929	\$ 14,080,096	\$ 13,419,882
School District's covered payroll	\$ 3,093,074	\$ 3,048,180	\$ 2,910,987	\$ 2,814,530	\$ 2,762,119	\$ 2,563,270	\$ 2,589,541	\$ 2,646,972	\$ 2,521,121	n/a
School District's proportionate share of the net pension liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	47.68%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.64%

The amounts presented for each fiscal year were determined as of the previous fiscal year end (the measurement date).

**WESTVILLE BOROUGH SCHOOL DISTRICT
SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS
TEACHERS' PENSION AND ANNUITY FUND (TPAF)
LAST TEN FISCAL YEARS**

This schedule is not applicable. There is a special funding situation where the State of New Jersey pays 100% of the required contributions associated with the school district.

M. Schedules Related to Accounting and Reporting for Other Post-Employment Benefits (GASB 75)

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WESTVILLE BOROUGH SCHOOL DISTRICT
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (OPEB)
LAST SIX YEARS*

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
District's Total OPEB Liability						
Service Cost	\$ 728,774	\$ 798,202	\$ 427,372	\$ 439,864	\$ 542,512	\$ 656,873
Interest Cost	404,052	470,273	436,148	533,913	618,485	536,824
Difference between Expected & Actual Differences	462,663	(2,872,161)	3,679,531	(2,126,616)	(2,628,657)	-
Changes of Assumptions	(4,090,039)	17,885	3,666,604	181,932	(1,553,362)	(2,276,052)
Contributions: Member	12,839	12,023	10,592	11,103	12,510	14,420
Gross Benefit Payments	(400,225)	(370,444)	(349,450)	(374,564)	(361,957)	(391,597)
Net Change in District's Total OPEB Liability	(2,881,936)	(1,944,222)	7,870,797	(1,334,368)	(3,370,469)	(1,459,532)
District's Total OPEB Liability (Beginning)	18,128,541	20,072,763	12,201,966	13,536,334	16,906,803	18,366,335
District's Total OPEB Liability (Ending)	<u>\$ 15,246,605</u>	<u>\$ 18,128,541</u>	<u>\$ 20,072,763</u>	<u>\$ 12,201,966</u>	<u>\$ 13,536,334</u>	<u>\$ 16,906,803</u>
District's Covered Employee Payroll	\$ 3,434,803	\$ 3,362,178	\$ 3,215,462	\$ 3,116,328	\$ 3,117,697	\$ 3,117,697
District's Net OPEB Liability as a Percentage of Covered Payroll	443.89%	539.19%	624.26%	391.55%	434.18%	542.28%

The amounts presented for each fiscal year were determined as of the previous fiscal year end (the measurement date).

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III

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**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate remained at 7.00% as of June 30, 2022.

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate remained at 7.00% as of June 30, 2022.

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 2.16% as of June 30, 2021, to 3.54% as of June

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OTHER SUPPLEMENTARY INFORMATION

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D. School Based Budget Schedules

Not Applicable

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E. Special Revenue Fund

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**WESTVILLE BOROUGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR FISCAL YEAR ENDED JUNE 30, 2023**

TOTAL Brought Forward (Exhibit E-1a)	TITLE I		ESEA		TITLE II		TITLE IV		I.D.E.A. PART B BASIC		I.D.E.A. PART B PRESCHOOL PROGRAM		CARES STABILIZATION FUND		S.D.A. EMERGENT NEEDS		TOTALS																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																	
	PART A	SIA PART A	TITLE I PART A	TITLE III	TITLE II PART A	TITLE IV	TITLE IV	REGULAR PROGRAM	PRESCHOOL PROGRAM	STABILIZATION FUND	EMERGENT NEEDS	TOTALS																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																						
Revenues:																		Local Sources	\$ 38,511	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 38,511	State Sources	707,530	-	-	-	-	-	-	-	-	-	-	-	-	-	-	15,864	723,394	Federal Sources	740,997	13,243	956	8,654	4,709	112,609	3,435	24,129	24,129	24,129	24,129	24,129	24,129	24,129	24,129	990,490	Total Revenues	\$ 1,487,038	\$ 13,243	\$ 956	\$ 8,654	\$ 4,709	\$ 112,609	\$ 3,435	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 1,752,395	Expenditures:																		Instruction:																		Salaries of Teachers	\$ 299,412	\$ 54,454	\$ 670	-	1,206	-	-	-	-	-	-	-	-	-	-	\$ 355,742	Other Salaries for Instruction	99,262	-	-	-	-	-	-	-	-	-	-	-	-	-	-	99,262	Purchased Professional Services	76,307	-	-	-	895	-	-	-	-	-	-	-	-	-	-	77,202	Other Purchased Services	14,940	-	-	-	-	-	-	-	-	-	-	-	-	-	-	14,940	Tuition	-	-	-	-	-	99,785	-	-	-	-	-	-	-	-	-	99,785	General Supplies	186,788	138	235	-	1,867	1,879	-	21,978	21,978	21,978	21,978	21,978	21,978	21,978	21,978	212,885	Total Instruction	676,709	54,592	905	905	3,968	101,664	-	21,978	21,978	21,978	21,978	21,978	21,978	21,978	21,978	859,816	Support Services:																		Other Salaries	111,905	-	-	-	5,193	-	-	-	-	-	-	-	-	-	-	-	125,780	Personal Services - Employee Benefits	109,828	27,166	51	397	92	-	-	-	-	-	-	-	-	-	-	142,095	Purchased Professional Educational Services	40,427	-	-	1,000	-	10,945	3,435	1,712	1,712	1,712	1,712	1,712	1,712	1,712	1,712	57,519	Other Purchased Services	47,751	-	-	2,064	-	-	-	-	-	-	-	-	-	-	-	49,815	Supplies & Materials	10,774	-	-	-	649	-	-	439	439	439	439	439	439	439	439	11,862	Student Activities	45,613	-	-	-	-	-	-	-	-	-	-	-	-	-	-	45,613	Total Support Services	366,298	27,166	51	51	741	10,945	3,435	2,151	2,151	2,151	2,151	2,151	2,151	2,151	2,151	432,684	Facilities Acquisition & Construction Services:																		Construction Services	428,484	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	428,484	Instructional Equipment	49,667	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	49,667	Non-Instructional Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	15,864	Total Facilities Acquisition & Construction Services	478,151	13,243	956	8,654	4,709	112,609	3,435	24,129	24,129	24,129	24,129	24,129	24,129	24,129	24,129	494,015	Total Expenditures	\$ 1,521,158	\$ 13,243	\$ 956	\$ 8,654	\$ 4,709	\$ 112,609	\$ 3,435	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 1,786,515	Excess (Deficiency) of Revenues Over (Under) Expenditures	(34,120)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(34,120)	Other Financing Sources/(Uses):																		Transfer from Operating Budget - Pre K	27,018	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	27,018	Total Other Financing Sources/(Uses):	27,018	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	27,018	Fund Balance, July 1	33,083	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	33,083	Fund Balance, June 30	\$ 25,981	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	25,981
Local Sources	\$ 38,511	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 38,511																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																	
State Sources	707,530	-	-	-	-	-	-	-	-	-	-	-	-	-	-	15,864	723,394																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																	
Federal Sources	740,997	13,243	956	8,654	4,709	112,609	3,435	24,129	24,129	24,129	24,129	24,129	24,129	24,129	24,129	990,490																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																		
Total Revenues	\$ 1,487,038	\$ 13,243	\$ 956	\$ 8,654	\$ 4,709	\$ 112,609	\$ 3,435	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 1,752,395																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																		
Expenditures:																		Instruction:																		Salaries of Teachers	\$ 299,412	\$ 54,454	\$ 670	-	1,206	-	-	-	-	-	-	-	-	-	-	\$ 355,742	Other Salaries for Instruction	99,262	-	-	-	-	-	-	-	-	-	-	-	-	-	-	99,262	Purchased Professional Services	76,307	-	-	-	895	-	-	-	-	-	-	-	-	-	-	77,202	Other Purchased Services	14,940	-	-	-	-	-	-	-	-	-	-	-	-	-	-	14,940	Tuition	-	-	-	-	-	99,785	-	-	-	-	-	-	-	-	-	99,785	General Supplies	186,788	138	235	-	1,867	1,879	-	21,978	21,978	21,978	21,978	21,978	21,978	21,978	21,978	212,885	Total Instruction	676,709	54,592	905	905	3,968	101,664	-	21,978	21,978	21,978	21,978	21,978	21,978	21,978	21,978	859,816	Support Services:																		Other Salaries	111,905	-	-	-	5,193	-	-	-	-	-	-	-	-	-	-	-	125,780	Personal Services - Employee Benefits	109,828	27,166	51	397	92	-	-	-	-	-	-	-	-	-	-	142,095	Purchased Professional Educational Services	40,427	-	-	1,000	-	10,945	3,435	1,712	1,712	1,712	1,712	1,712	1,712	1,712	1,712	57,519	Other Purchased Services	47,751	-	-	2,064	-	-	-	-	-	-	-	-	-	-	-	49,815	Supplies & Materials	10,774	-	-	-	649	-	-	439	439	439	439	439	439	439	439	11,862	Student Activities	45,613	-	-	-	-	-	-	-	-	-	-	-	-	-	-	45,613	Total Support Services	366,298	27,166	51	51	741	10,945	3,435	2,151	2,151	2,151	2,151	2,151	2,151	2,151	2,151	432,684	Facilities Acquisition & Construction Services:																		Construction Services	428,484	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	428,484	Instructional Equipment	49,667	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	49,667	Non-Instructional Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	15,864	Total Facilities Acquisition & Construction Services	478,151	13,243	956	8,654	4,709	112,609	3,435	24,129	24,129	24,129	24,129	24,129	24,129	24,129	24,129	494,015	Total Expenditures	\$ 1,521,158	\$ 13,243	\$ 956	\$ 8,654	\$ 4,709	\$ 112,609	\$ 3,435	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 1,786,515	Excess (Deficiency) of Revenues Over (Under) Expenditures	(34,120)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(34,120)	Other Financing Sources/(Uses):																		Transfer from Operating Budget - Pre K	27,018	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	27,018	Total Other Financing Sources/(Uses):	27,018	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	27,018	Fund Balance, July 1	33,083	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	33,083	Fund Balance, June 30	\$ 25,981	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	25,981																																																																																								
Instruction:																		Salaries of Teachers	\$ 299,412	\$ 54,454	\$ 670	-	1,206	-	-	-	-	-	-	-	-	-	-	\$ 355,742	Other Salaries for Instruction	99,262	-	-	-	-	-	-	-	-	-	-	-	-	-	-	99,262	Purchased Professional Services	76,307	-	-	-	895	-	-	-	-	-	-	-	-	-	-	77,202	Other Purchased Services	14,940	-	-	-	-	-	-	-	-	-	-	-	-	-	-	14,940	Tuition	-	-	-	-	-	99,785	-	-	-	-	-	-	-	-	-	99,785	General Supplies	186,788	138	235	-	1,867	1,879	-	21,978	21,978	21,978	21,978	21,978	21,978	21,978	21,978	212,885	Total Instruction	676,709	54,592	905	905	3,968	101,664	-	21,978	21,978	21,978	21,978	21,978	21,978	21,978	21,978	859,816	Support Services:																		Other Salaries	111,905	-	-	-	5,193	-	-	-	-	-	-	-	-	-	-	-	125,780	Personal Services - Employee Benefits	109,828	27,166	51	397	92	-	-	-	-	-	-	-	-	-	-	142,095	Purchased Professional Educational Services	40,427	-	-	1,000	-	10,945	3,435	1,712	1,712	1,712	1,712	1,712	1,712	1,712	1,712	57,519	Other Purchased Services	47,751	-	-	2,064	-	-	-	-	-	-	-	-	-	-	-	49,815	Supplies & Materials	10,774	-	-	-	649	-	-	439	439	439	439	439	439	439	439	11,862	Student Activities	45,613	-	-	-	-	-	-	-	-	-	-	-	-	-	-	45,613	Total Support Services	366,298	27,166	51	51	741	10,945	3,435	2,151	2,151	2,151	2,151	2,151	2,151	2,151	2,151	432,684	Facilities Acquisition & Construction Services:																		Construction Services	428,484	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	428,484	Instructional Equipment	49,667	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	49,667	Non-Instructional Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	15,864	Total Facilities Acquisition & Construction Services	478,151	13,243	956	8,654	4,709	112,609	3,435	24,129	24,129	24,129	24,129	24,129	24,129	24,129	24,129	494,015	Total Expenditures	\$ 1,521,158	\$ 13,243	\$ 956	\$ 8,654	\$ 4,709	\$ 112,609	\$ 3,435	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 1,786,515	Excess (Deficiency) of Revenues Over (Under) Expenditures	(34,120)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(34,120)	Other Financing Sources/(Uses):																		Transfer from Operating Budget - Pre K	27,018	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	27,018	Total Other Financing Sources/(Uses):	27,018	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	27,018	Fund Balance, July 1	33,083	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	33,083	Fund Balance, June 30	\$ 25,981	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	25,981																																																																																																										
Salaries of Teachers	\$ 299,412	\$ 54,454	\$ 670	-	1,206	-	-	-	-	-	-	-	-	-	-	\$ 355,742																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																		
Other Salaries for Instruction	99,262	-	-	-	-	-	-	-	-	-	-	-	-	-	-	99,262																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																		
Purchased Professional Services	76,307	-	-	-	895	-	-	-	-	-	-	-	-	-	-	77,202																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																		
Other Purchased Services	14,940	-	-	-	-	-	-	-	-	-	-	-	-	-	-	14,940																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																		
Tuition	-	-	-	-	-	99,785	-	-	-	-	-	-	-	-	-	99,785																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																		
General Supplies	186,788	138	235	-	1,867	1,879	-	21,978	21,978	21,978	21,978	21,978	21,978	21,978	21,978	212,885																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																		
Total Instruction	676,709	54,592	905	905	3,968	101,664	-	21,978	21,978	21,978	21,978	21,978	21,978	21,978	21,978	859,816																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																		
Support Services:																		Other Salaries	111,905	-	-	-	5,193	-	-	-	-	-	-	-	-	-	-	-	125,780	Personal Services - Employee Benefits	109,828	27,166	51	397	92	-	-	-	-	-	-	-	-	-	-	142,095	Purchased Professional Educational Services	40,427	-	-	1,000	-	10,945	3,435	1,712	1,712	1,712	1,712	1,712	1,712	1,712	1,712	57,519	Other Purchased Services	47,751	-	-	2,064	-	-	-	-	-	-	-	-	-	-	-	49,815	Supplies & Materials	10,774	-	-	-	649	-	-	439	439	439	439	439	439	439	439	11,862	Student Activities	45,613	-	-	-	-	-	-	-	-	-	-	-	-	-	-	45,613	Total Support Services	366,298	27,166	51	51	741	10,945	3,435	2,151	2,151	2,151	2,151	2,151	2,151	2,151	2,151	432,684	Facilities Acquisition & Construction Services:																		Construction Services	428,484	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	428,484	Instructional Equipment	49,667	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	49,667	Non-Instructional Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	15,864	Total Facilities Acquisition & Construction Services	478,151	13,243	956	8,654	4,709	112,609	3,435	24,129	24,129	24,129	24,129	24,129	24,129	24,129	24,129	494,015	Total Expenditures	\$ 1,521,158	\$ 13,243	\$ 956	\$ 8,654	\$ 4,709	\$ 112,609	\$ 3,435	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 1,786,515	Excess (Deficiency) of Revenues Over (Under) Expenditures	(34,120)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(34,120)	Other Financing Sources/(Uses):																		Transfer from Operating Budget - Pre K	27,018	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	27,018	Total Other Financing Sources/(Uses):	27,018	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	27,018	Fund Balance, July 1	33,083	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	33,083	Fund Balance, June 30	\$ 25,981	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	25,981																																																																																																																																																																																																																																																			
Other Salaries	111,905	-	-	-	5,193	-	-	-	-	-	-	-	-	-	-	-	125,780																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																	
Personal Services - Employee Benefits	109,828	27,166	51	397	92	-	-	-	-	-	-	-	-	-	-	142,095																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																		
Purchased Professional Educational Services	40,427	-	-	1,000	-	10,945	3,435	1,712	1,712	1,712	1,712	1,712	1,712	1,712	1,712	57,519																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																		
Other Purchased Services	47,751	-	-	2,064	-	-	-	-	-	-	-	-	-	-	-	49,815																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																		
Supplies & Materials	10,774	-	-	-	649	-	-	439	439	439	439	439	439	439	439	11,862																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																		
Student Activities	45,613	-	-	-	-	-	-	-	-	-	-	-	-	-	-	45,613																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																		
Total Support Services	366,298	27,166	51	51	741	10,945	3,435	2,151	2,151	2,151	2,151	2,151	2,151	2,151	2,151	432,684																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																		
Facilities Acquisition & Construction Services:																		Construction Services	428,484	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	428,484	Instructional Equipment	49,667	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	49,667	Non-Instructional Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	15,864	Total Facilities Acquisition & Construction Services	478,151	13,243	956	8,654	4,709	112,609	3,435	24,129	24,129	24,129	24,129	24,129	24,129	24,129	24,129	494,015	Total Expenditures	\$ 1,521,158	\$ 13,243	\$ 956	\$ 8,654	\$ 4,709	\$ 112,609	\$ 3,435	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 1,786,515	Excess (Deficiency) of Revenues Over (Under) Expenditures	(34,120)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(34,120)	Other Financing Sources/(Uses):																		Transfer from Operating Budget - Pre K	27,018	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	27,018	Total Other Financing Sources/(Uses):	27,018	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	27,018	Fund Balance, July 1	33,083	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	33,083	Fund Balance, June 30	\$ 25,981	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	25,981																																																																																																																																																																																																																																																																																																																																																																																													
Construction Services	428,484	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	428,484																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																	
Instructional Equipment	49,667	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	49,667																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																	
Non-Instructional Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	15,864																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																	
Total Facilities Acquisition & Construction Services	478,151	13,243	956	8,654	4,709	112,609	3,435	24,129	24,129	24,129	24,129	24,129	24,129	24,129	24,129	494,015																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																		
Total Expenditures	\$ 1,521,158	\$ 13,243	\$ 956	\$ 8,654	\$ 4,709	\$ 112,609	\$ 3,435	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 24,129	\$ 1,786,515																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																		
Excess (Deficiency) of Revenues Over (Under) Expenditures	(34,120)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(34,120)																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																	
Other Financing Sources/(Uses):																		Transfer from Operating Budget - Pre K	27,018	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	27,018	Total Other Financing Sources/(Uses):	27,018	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	27,018	Fund Balance, July 1	33,083	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	33,083	Fund Balance, June 30	\$ 25,981	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	25,981																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																									
Transfer from Operating Budget - Pre K	27,018	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	27,018																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																	
Total Other Financing Sources/(Uses):	27,018	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	27,018																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																	
Fund Balance, July 1	33,083	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	33,083																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																	
Fund Balance, June 30	\$ 25,981	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	25,981																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																	

WESTVILLE BOROUGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR FISCAL YEAR ENDED JUNE 30, 2023

	PRE-SCHOOL EDUCATION AID (EXHIBIT E-2)	CRRSA ESSER	CRRSA LEARNING ACCELERATED	CRRSA MENTAL HEALTH	CRISA MENTAL HEALTH	ARP ESSER	ACCELERATED LEARNING COACH	EVIDENCE BASED SUMMER LEARNING	BEYOND SCHOOL DAY	NTSS MENTAL HEALTH SUPPORT	ARP HOMELESS CHILDREN AND YOUTH	STUDENT ACTIVITY	TOTALS
Revenues:													
Local Sources	\$ 707,530	-	-	-	-	-	-	-	-	-	-	\$ 38,511	\$ 38,511
State Sources	-	154,866	8,018	32,292	523,193	523,193	2,812	2,289	480	1,900	15,147	-	707,530
Federal Sources	-	-	-	-	-	-	-	-	-	-	-	-	740,997
Total Revenues	\$ 707,530	\$ 154,866	\$ 8,018	\$ 32,292	\$ 523,193	\$ 523,193	\$ 2,812	\$ 2,289	\$ 480	\$ 1,900	\$ 15,147	\$ 38,511	\$ 1,487,038
Expenditures:													
Instruction:													
Salaries of Teachers	\$ 297,482	\$ 1,930	-	-	-	-	-	-	-	-	-	-	\$ 299,412
Other Salaries for Instruction	99,262	-	-	-	-	-	-	-	-	-	-	-	99,262
Purchased Professional Services	50,778	20,864	-	2,475	2,190	-	-	-	-	-	-	-	76,307
Other Purchased Services	-	14,940	-	-	-	-	-	-	-	-	-	-	14,940
Tuition	-	-	-	-	-	-	-	-	-	-	-	-	-
General Supplies	32,601	106,490	8,018	22,873	14,517	-	-	2,289	-	-	-	-	186,788
Total Instruction	480,123	144,224	8,018	25,348	16,707	-	-	2,289	-	-	-	-	676,709
Support Services:													
Other Salaries	86,619	-	-	-	25,286	-	-	-	-	-	-	-	111,905
Personal Services - Employee Benefits	107,003	148	-	-	2,677	-	-	-	-	-	-	-	109,828
Purchased Professional Services	26,497	-	-	6,050	5,500	-	-	-	480	1,900	-	-	40,427
Other Purchased Services	28,898	-	-	894	-	-	2,812	-	-	-	15,147	-	47,751
Supplies & Materials	5,408	5,366	-	-	-	-	-	-	-	-	-	-	10,774
Student Activities	-	-	-	-	-	-	-	-	-	-	-	45,613	45,613
Total Support Services	254,425	5,514	-	6,944	33,463	-	2,812	-	480	1,900	15,147	45,613	366,298
Facilities Acquisition & Construction Services													
Construction	-	-	-	-	428,484	-	-	-	-	-	-	-	428,484
Instructional Equipment	-	5,128	-	-	44,539	-	-	-	-	-	-	-	49,667
Total Facilities Acquisition & Construction Service	-	5,128	-	-	473,023	-	-	-	-	-	-	-	478,151
Total Expenditures	734,548	154,866	8,018	32,292	523,193	523,193	2,812	2,289	480	1,900	15,147	45,613	1,521,158
Excess (Deficiency) of Revenues Over (Under) Expenditures	(27,018)	-	-	-	-	-	-	-	-	-	-	(7,102)	(34,120)
Other Financing Sources/(Uses):													
Transfer from Operating Budget - Pre K	27,018	-	-	-	-	-	-	-	-	-	-	-	27,018
Total Other Financing Sources/(Uses):	27,018	-	-	-	-	-	-	-	-	-	-	-	27,018
Fund Balance, July 1	-	-	-	-	-	-	-	-	-	-	-	-	33,083
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 25,981

**WESTVILLE BOROUGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
SCHEDULE OF PRESCHOOL EDUCATION/EXPANSION AID
STATEMENT OF EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	2023		
	BUDGETED	ACTUAL	VARIANCE
Expenditures:			
Instruction:			
Salaries of Teachers	\$ 304,273	\$ 297,482	\$ 6,791
Other Salaries for Instruction	104,246	99,262	4,984
Purchased Professional Services	55,000	50,778	4,222
Supplies	32,614	32,601	13
Total Instruction	496,133	480,123	16,010
Support Services:			
Salaries of Principals and Assistants	24,350	24,340	10
Salaries of Other Professional Staff	19,850	19,838	12
Salaries of Secretaries and Clerical Assistants	11,129	11,129	-
Other Salaries	11,871	11,871	-
Parent Involvement	3,000	3,000	-
Salaries of Master Teachers	16,500	16,441	59
Other Employee Benefits	109,476	107,003	2,473
Purchased Technical Services	26,498	26,497	1
Other Purchased Services	31,899	28,898	3,001
Supplies & Materials	5,408	5,408	-
Total Support Services	259,981	254,425	5,556
Facilities Acquisition & Construction Services:			
Non-Instructional Equipment	391	-	391
Total Facilities Acquisition & Construction Services	391	-	391
Total Expenditures	\$ 756,505	\$ 734,548	\$ 21,957

CALCULATION OF BUDGET AND CARRYOVER

Total Revised 2022-2023 Preschool Education Aid Allocation	\$ 729,486
Add: Budgeted Transfer from General Fund 2022-2023	27,018
Add: Actual Preschool Education Aid Carryover (June 30, 2022)	136,996
Total Preschool Education Aid Funds Available for 2022-2023 Budget	893,500
Less: 2022-2023 Budgeted Preschool Education Aid (Including Prior Year Budget Carryover)	(756,505)
Available & Unbudgeted Preschool Education Aid Funds June 30, 2023	136,995
Add: June 30, 2023 Unexpended Preschool Education Aid	21,957
Total Actual Preschool Education Aid Carryover	\$ 158,952
2022-2023 Preschool Education Aid Carryover Budgeted in 2023-2024	\$ 136,996

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F. Capital Projects Fund

Not Applicable

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G. Proprietary Funds

Not Applicable

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Enterprise Funds

Not applicable

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Internal Service Fund

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**WESTVILLE BOROUGH SCHOOL DISTRICT
INTERNAL SERVICE FUND
COMBINING SCHEDULE OF NET POSITION
AS OF JUNE 30, 2023**

ASSETS	TOTALS
Cash & Cash Equivalents	<u>\$ 51,295</u>
Total Assets	<u>51,295</u>
NET POSITION	
Unrestricted	<u>51,295</u>
Total Net Position	<u><u>\$ 51,295</u></u>

**WESTVILLE BOROUGH SCHOOL DISTRICT
INTERNAL SERVICE FUND
COMBINING SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
FOR FISCAL YEAR ENDED JUNE 30, 2023**

	TOTALS
Total Net Position - Beginning	\$ 51,295
Total Net Position - Ending	<u>\$ 51,295</u>

**WESTVILLE BOROUGH SCHOOL DISTRICT
INTERNAL SERVICE FUND
COMBINING SCHEDULE OF CASH FLOWS
FOR FISCAL YEAR ENDED JUNE 30, 2023**

	TOTALS
Balances - Beginning of Year	<u>\$ 51,295</u>
Balances - Ending of Year	<u><u>\$ 51,295</u></u>

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I. Long-Term Debt
Not Applicable

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STATISTICAL SECTION (Unaudited)

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WESTVILLE BOROUGH SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	FISCAL YEAR ENDING JUNE 30,									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Governmental Activities:										
Net Investment in										
Capital Assets										
Restricted	\$ 3,895,724	\$ 3,595,062	\$ 3,521,959	\$ 3,383,681	\$ 3,434,867	\$ 3,552,641	\$ 3,694,565	\$ 3,836,489	\$ 3,790,610	\$ 3,736,594
Unrestricted	3,980,058	3,011,928	2,609,543	2,172,857	1,691,447	1,178,312	614,316	253,410	395,735	593,890
	(632,915)	(931,008)	(1,124,779)	(1,308,572)	(1,385,160)	(20,394,316)	(1,289,178)	(1,151,602)	(1,165,264)	4,465
Total Governmental Activities										
Net Position	\$ 7,242,866	\$ 5,675,982	\$ 5,006,723	\$ 4,247,966	\$ 3,741,154	\$ (15,663,363)	\$ 3,019,703	\$ 2,938,297	\$ 3,021,081	\$ 4,334,949
District-Wide:										
Invested in Capital Assets,										
Net of Related Debt										
Restricted	\$ 3,895,724	\$ 3,595,062	\$ 3,521,959	\$ 3,383,681	\$ 3,434,867	\$ 3,552,641	\$ 3,694,565	\$ 3,836,489	\$ 3,790,610	\$ 3,736,594
Unrestricted	3,980,058	3,011,928	2,609,543	2,172,857	1,691,447	1,178,312	614,316	253,410	395,735	593,890
	(632,915)	(931,008)	(1,124,779)	(1,308,572)	(1,385,160)	(20,394,316)	(1,289,178)	(1,151,602)	(1,165,264)	4,465
Total District Net Position	\$ 7,242,866	\$ 5,675,982	\$ 5,006,723	\$ 4,247,966	\$ 3,741,154	\$ (15,663,363)	\$ 3,019,703	\$ 2,938,297	\$ 3,021,081	\$ 4,334,949

**WESTVILLE BOROUGH SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Expenses:										
Governmental Activities										
Instruction:										
Regular	\$ 1,680,291	\$ 1,881,195	\$ 1,802,799	\$ 1,661,717	\$ 1,469,428	\$ 1,500,151	\$ 1,567,127	\$ 1,520,723	\$ 1,387,452	\$ 1,490,696
Special Education	1,659,350	1,589,416	1,015,732	901,277	934,852	951,954	1,150,823	1,128,926	1,054,731	950,855
Other Special Instruction	19,488	15,990	85,795	86,823	71,527	70,626	122,558	163,824	218,897	212,674
Other Instruction			15,712	16,942	15,265	19,629	17,652	16,926	15,003	11,989
Support Services:										
Tuition & Student & Instruction Related Services	1,873,773	1,357,925	881,243	1,120,125	1,078,136	977,818	1,225,519	1,150,466	903,358	870,807
School Administrative Services	148,848	157,359	195,289	166,068	90,294	103,412	265,631	159,848	157,614	154,302
General & business administrative services	221,471	231,297	203,059	232,217	274,890	276,901	114,294	222,483	220,109	212,485
Plant Operations & Maintenance	321,183	325,261	266,255	293,291	241,998	249,839	299,239	296,944	293,345	276,095
Pupil Transportation	234,974	140,514	179,701	198,538	282,369	265,839	330,574	233,416	161,889	135,891
Employee Benefits	1,652,994	2,135,820	3,097,002	3,434,396	2,458,918	1,767,561	1,323,021	1,313,923	1,245,583	1,334,024
Interest & Other Charges	18,302	18,302	18,302	18,302	18,302	18,302	22,082	29,462	17,735	23,473
Capital Outlay	-	18,301	28,348	40,495	-	-	-	-	17,414	11,869
Transfer to Charter Schools	-	-	15,473	-	-	-	-	-	-	-
Unallocated Depreciation	189,304	176,766	145,992	141,733	141,924	141,924	143,121	142,980	141,043	139,908
Unallocated Amortization	20,755	-	-	-	-	-	-	-	-	-
Cancellation of Prior Year Receivable	-	42,726	-	-	-	-	-	-	-	-
Total Governmental Activities Expenses	8,040,733	8,090,872	7,950,702	8,311,924	7,077,903	6,343,956	6,781,621	6,379,921	5,834,173	5,825,068
Program Revenues:										
Governmental Activities:										
Charges for Services	38,511.0	-	-	167,534	174,030	132,980	161,400	157,100	152,430	145,435
Operating Grants & Contributions	2,623,510	2,292,712	400,746	329,766	312,926	296,064	341,390	372,282	325,382	361,492
Total Governmental Activities	2,662,021	2,292,712	400,746	497,300	486,956	429,044	502,790	529,382	477,812	506,927
Net (Expense)/Revenue:										
Governmental Activities	\$ (5,378,712)	\$ (5,798,160)	\$ (7,549,956)	\$ (7,814,624)	\$ (6,590,947)	\$ (5,914,912)	\$ (6,278,831)	\$ (5,850,539)	\$ (5,356,361)	\$ (5,318,141)
Total District-Wide Net Expense	\$ (5,378,712)	\$ (5,798,160)	\$ (7,549,956)	\$ (7,814,624)	\$ (6,590,947)	\$ (5,914,912)	\$ (6,278,831)	\$ (5,850,539)	\$ (5,356,361)	\$ (5,318,141)

**WESTVILLE BOROUGH SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
General Revenues & Other Changes in Net Position:										
Governmental Activities:										
Property Taxes, Levied for General Purposes, Net	\$ 2,972,601	\$ 2,914,315	\$ 2,857,172	\$ 2,801,150	\$ 2,746,225	\$ 2,692,378	\$ 2,639,586	\$ 2,587,830	\$ 2,276,162	\$ 2,179,240
Taxes Levied for Debt Service	3,864,054	3,455,041	3,973,906	5,113,287	5,307,955	3,371,673	3,241,115	192,780	191,160	192,735
Federal & State Aid Not Restricted	66,108	44,096	98,205	97,761	78,239	114,451	63,919	3,144,963	3,036,081	2,942,586
Tuition	42,833	53,967	88,444	44,570	77,380	95,714	50,968	187,942	66,013	121,880
Miscellaneous Income	-	-	21,911	-	(6,218)	-	-	82,225	55,090	92,080
Prior year (receivable) payable canceled	-	-	3,006	-	-	-	-	308	6,638	-
Miscellaneous Restricted Income	-	-	-	-	-	-	-	-	-	-
Total Governmental Activities	\$ 6,945,597	\$ 6,467,419	\$ 7,042,644	\$ 8,056,768	\$ 8,203,581	\$ 6,274,216	\$ 5,995,588	\$ 6,196,048	\$ 5,631,144	\$ 5,528,521
Total District-Wide	\$ 6,945,597	\$ 6,467,419	\$ 7,042,644	\$ 8,056,768	\$ 8,203,581	\$ 6,274,216	\$ 5,995,588	\$ 6,196,048	\$ 5,631,144	\$ 5,528,521
Change in Net Position:										
Governmental Activities	\$ 1,566,884	\$ 669,259	\$ (507,312)	\$ 242,144	\$ 1,612,634	\$ 359,304	\$ (283,243)	\$ 345,509	\$ 274,783	\$ 210,380
Business-Type Activities	-	-	-	-	-	-	-	-	-	-
Total District	\$ 1,566,884	\$ 669,259	\$ (507,312)	\$ 242,144	\$ 1,612,634	\$ 359,304	\$ (283,243)	\$ 345,509	\$ 274,783	\$ 210,380

WESTVILLE BOROUGH SCHOOL DISTRICT
FUND BALANCES AND GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	FISCAL YEAR ENDING JUNE 30,									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
General Fund										
Restricted	\$ 3,954,077	\$ 2,978,845	\$ 2,583,065	\$ 2,118,255	\$ 1,674,948	\$ 1,071,096	\$ 577,043	\$ 188,302	\$ 353,775	\$ 593,890
Assigned	17,680	152	50,012	54,602	16,499	107,216	37,273	65,108	41,959	89,628
Unassigned	91,387	132,334	13,719	(9,458)	2,627	24,262	37,090	63,210	37,917	25,459
Total General Fund	\$ 4,063,143	\$ 3,111,331	\$ 2,646,796	\$ 2,163,399	\$ 1,694,074	\$ 1,202,574	\$ 651,406	\$ 316,620	\$ 433,651	\$ 708,977
All Other Governmental Funds										
Restricted										
Special Revenue Fund	\$ 25,981	\$ 33,083	\$ 26,478	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unassigned, Reported in:										
Special Revenue Fund	-	(72,903)	(8,383)	(8,965)	(7,470)	(8,460)	(9,063)	(8,664)	(8,664)	(8,864)
Total All Other Governmental Funds	\$ 25,981	\$ (39,820)	\$ 18,095	\$ (8,965)	\$ (7,470)	\$ (8,460)	\$ (9,063)	\$ (8,664)	\$ (8,664)	\$ (14,340)

**WESTVILLE BOROUGH SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Revenues:										
Tax Levy	\$ 2,972,601	\$ 2,914,315	\$ 2,857,172	\$ 2,801,150	\$ 2,746,225	\$ 2,692,378	\$ 2,639,586	\$ 2,780,610	\$ 2,467,322	\$ 2,371,975
Tuition Charges	66,108	44,096	98,205	97,761	78,239	114,451	63,919	187,942	66,013	121,880
Interest Earnings	1	2	5,618	11,251	9,006	3,583	1,669	1,505	2,268	2,446
Miscellaneous	48,053	30,296	103,360	33,319	68,374	92,131	49,299	81,759	53,537	89,634
Other Restricted Miscellaneous Revenue	33,291	53,965	3,006	-	-	-	-	-	-	-
State Sources	6,170,955	5,497,354	4,234,374	3,866,717	3,658,636	3,426,006	3,316,613	3,231,603	3,122,961	3,036,738
Federal Sources	1,018,570	432,250	411,445	329,886	287,237	258,593	220,566	253,711	284,687	231,230
Total Revenue	10,309,579	8,972,278	7,713,180	7,140,084	6,847,717	6,587,142	6,291,652	6,537,130	5,996,788	5,853,903
Expenditures:										
Instruction:										
Regular Instruction	1,794,634	1,881,195	1,816,028	1,788,251	1,638,906	1,483,391	1,524,347	1,559,312	1,515,438	1,429,009
Special Education Instruction	1,659,350	1,589,416	1,134,618	1,015,732	901,277	934,852	951,954	1,150,823	1,128,926	1,054,731
Other Special Instruction	-	-	-	85,795	86,823	71,527	70,626	122,558	163,824	218,897
Other Instruction	19,488	15,990	9,074	15,712	16,942	15,265	19,629	17,632	16,926	15,003
Support Services:										
Tuition, Student & Instruction Related	1,873,773	1,357,925	1,068,117	881,243	952,005	937,018	847,786	1,064,888	993,550	750,354
General & Administration Services	221,471	231,297	231,058	203,059	232,217	274,890	276,901	265,631	222,483	220,109
School Administrative Services	148,848	157,359	178,442	195,289	166,068	90,294	103,412	114,294	159,848	157,614
Plant Operations & Maintenance	321,183	325,261	269,509	266,255	293,291	241,998	249,839	299,239	296,944	293,345
Pupil Transportation	234,974	140,514	86,398	179,701	198,538	282,369	265,109	330,574	233,416	161,889
Unallocated Benefits	2,522,890	2,542,891	2,077,000	1,884,288	1,780,188	1,685,465	1,629,360	1,518,436	1,320,514	1,248,762
Transfer to Charter School	-	-	16,136	15,473	-	-	-	-	-	-
Capital Outlay	489,966	268,170	391,531	141,456	82,754	18,302	18,302	18,302	35,298	32,550
Debt Service:										
Principal	-	-	-	-	-	-	-	189,000	180,000	175,000
Interest & Other Charges	18,302	-	-	-	-	-	-	3,780	11,160	17,735
Total Expenditures	9,304,879	8,510,018	7,277,911	6,672,254	6,349,009	6,035,371	5,957,265	6,654,469	6,278,327	5,774,998
Excess (Deficiency) of Revenue Over/(Under) Expenditures	1,004,699	462,260	435,269	467,830	498,708	551,771	334,387	(117,339)	(281,539)	78,905
Other Financing Sources/(Uses)										
Prior year (receivable)/payable canceled	-	(42,726)	21,911	-	-	-	-	308	6,413	-
Capital leases (non-budgeted)	-	-	22,350	-	-	-	-	-	-	-
Total Other Financing Sources/(Uses)	-	(42,726)	44,261	-	-	-	-	308	6,413	-
Net Change in Fund Balances	\$ 1,004,699	\$ 419,534	\$ 479,530	\$ 467,830	\$ 498,708	\$ 551,771	\$ 334,387	\$ (117,031)	\$ (275,126)	\$ 78,905
Debt Service as a Percentage of Noncapital Expenditures								3.16%	3.47%	3.55%

Source: District records

WESTVILLE BOROUGH SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

FISCAL YEAR ENDING JUNE 30,	Other Services	Tuition	Miscellaneous	TOTAL
2023	\$ -	\$ 66,108	\$ 42,833	\$ 108,941
2022	-	44,096	53,967	98,063
2021	14,078	11,092	57,656	82,826
2020	-	-	44,570	44,570
2019	-	39,935	37,445	77,380
2018	-	55,691	40,023	95,714
2017	-	15,991	34,977	50,968
2016	-	38,623	43,602	82,225
2015	-	47,013	8,077	55,090
2014	-	60,328	29,306	89,634

Source: District records

**WESTVILLE BOROUGH SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUN 30,	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	PUBLIC UTILITIES	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE	ESTIMATED ACTUAL (COUNTY EQUALIZED) VALUE
2023	2,661,000	177,132,350	-	-	20,725,000	24,016,200	9,946,700	234,481,250	246,682	\$234,727,932	1.281	\$ 234,188,250
2022	2,642,000	175,831,200	-	-	20,970,500	24,016,200	9,946,700	231,937,300	220,402	232,167,133	1.260	233,406,600
2021	2,673,300	173,947,400	-	-	21,145,500	24,116,200	10,054,900	231,376,700	229,833	231,591,047	1.219	219,231,805
2020	2,225,600	173,496,300	-	-	21,289,100	24,290,800	10,074,900	233,272,500	214,347	233,481,348	1.198	239,197,464
2019	2,153,200	174,573,300	-	-	21,801,900	24,669,200	10,074,900	235,339,100	208,848	235,552,390	1.062	247,305,671
2018	2,137,800	174,430,600	-	-	22,732,600	25,963,200	10,074,900	236,625,900	213,290	236,840,836	1.234	248,495,655
2017	2,145,800	174,631,100	-	-	22,918,300	26,787,600	10,143,100	237,015,800	214,936	237,243,583	1.145	253,869,778
2016	2,260,300	174,483,200	-	-	23,193,200	26,906,600	10,172,500	261,129,670	227,783	261,356,759	1.104	250,163,793
2015	2,376,800	190,783,270	-	-	25,951,100	31,439,400	10,579,100	263,118,570	227,089	263,446,994	0.928	251,787,293
2014	2,267,400	190,951,470	-	-	25,496,700	33,368,400	11,034,600	268,182,070	328,424	268,529,139	0.886	261,356,759

Source: Local Tax Assessor and County Board of Taxation

N/A - Not Available

**WESTVILLE BOROUGH SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Rate per \$100 of Assessed Value)**

FISCAL YEAR ENDED JUN 30,	SCHOOL DISTRICT DIRECT RATE		OVERLAPPING RATES			TOTAL DIRECT AND OVERLAPPING TAX RATE
	Basic Rate	TOTAL DIRECT	BOROUGH OF WESTVILLE	GATEWAY REGIONAL HIGH SCHOOL	ALL GLOUCESTER COUNTY	
2023	1.281	1.281	1.466	1.536	0.732	5.015
2022	1.260	1.260	1.438	1.474	0.713	4.885
2021	1.219	1.219	1.408	1.317	0.718	4.662
2020	1.198	1.198	1.354	1.278	0.729	4.559
2019	1.062	1.062	1.323	1.228	0.742	4.355
2018	1.234	1.234	1.323	1.211	0.711	4.479
2017	1.145	1.145	1.288	1.183	0.711	4.327
2016	1.104	1.104	1.254	1.096	0.692	4.146
2015	0.928	0.928	1.096	0.977	0.569	3.570
2014	0.886	0.886	1.063	0.968	0.561	3.478

Source: Municipal Tax Collector

**WESTVILLE BOROUGH SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND NINE YEARS AGO**

TAXPAYER	2023		
	TAXABLE ASSESSED VALUE	RANK (OPTIONAL)	% OF TOTAL DISTRICT NET ASSESSED VALUE
Sunoco Inc C/O KE Andrews & Co	\$ 5,999,600	1	2.56%
Mega 712 Broadway LLC	2,929,300	2	1.25%
Pellegrino Enterprises LLC	2,350,000	3	1.00%
Carter Apartments	2,150,100	4	0.92%
Babylon Properties	2,013,500	5	0.86%
Arber Properties LLC	2,000,000	6	0.85%
Raab Family Partnership LP	1,659,500	7	0.71%
Heaton, Joseph E Sr Revocable Trust	1,453,000	8	0.62%
Browns Westville LLC	1,422,000	9	0.61%
MV Holdings, LLC	1,419,900	10	0.60%
Total	<u>\$ 23,396,900</u>		<u>9.97%</u>

TAXPAYER	2014		
	TAXABLE ASSESSED VALUE	RANK (OPTIONAL)	% OF TOTAL DISTRICT NET ASSESSED VALUE
Sunoco Inc	\$ 8,857,900	1	3.30%
AMC Delancy I-295 Partners LP	3,561,300	2	1.33%
712 Broadway LLC	3,300,300	3	1.23%
Journey LLC	2,934,800	4	1.09%
Pellegrino Enterprises LLC	2,350,000	5	0.88%
Woodbine Norse LLC	2,150,100	6	0.80%
EJB LLC	2,085,600	7	0.78%
Taxpayer #1	2,013,500	8	0.75%
Arber Properties LLC	2,000,000	9	0.74%
Brown's Westville LLC	1,796,400	10	0.67%
Total	<u>\$ 31,049,900</u>		<u>11.56%</u>

Source: Municipal Tax Assessor

**WESTVILLE BOROUGH SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS IN SUBSEQUENT YEARS
		AMOUNT	PERCENTAGE OF LEVY	
2023	\$ 2,972,601	\$ 2,972,601	100.00%	-
2022	2,914,315	2,914,315	100.00%	-
2021	2,857,172	2,857,172	100.00%	-
2020	2,801,150	2,801,150	100.00%	-
2019	2,746,225	2,746,225	100.00%	-
2018	2,692,378	2,692,378	100.00%	-
2017	2,639,586	2,639,586	100.00%	-
2016	2,780,610	2,780,610	100.00%	-
2015	2,467,322	2,467,322	100.00%	-
2014	2,371,975	2,371,975	100.00%	-

Source: District records including the Certificate and Report of School Taxes

**WESTVILLE BOROUGH SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES		TOTAL DISTRICT	PERCENTAGE OF PERSONAL INCOME	PER CAPITA
	GENERAL OBLIGATION BONDS	BOND ANTICIPATION NOTES (BANs)			
2023	\$ -	-	\$ -	N/A	N/A
2022	-	-	-	N/A	N/A
2021	-	-	-	N/A	N/A
2020	-	-	-	N/A	N/A
2019	-	-	-	N/A	N/A
2018	-	-	-	N/A	N/A
2017	-	-	-	N/A	N/A
2016	-	-	-	N/A	N/A
2015	189,000	-	189,000	0.09%	45
2014	369,000	-	369,000	0.18%	87

**WESTVILLE BOROUGH SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING		PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS	NET GENERAL BONDED DEBT OUTSTANDING		
2023	\$ -	\$ -	N/A	N/A
2022	-	-	N/A	N/A
2021	-	-	N/A	N/A
2020	-	-	N/A	N/A
2019	-	-	N/A	N/A
2018	-	-	N/A	N/A
2017	-	-	N/A	N/A
2016	-	-	N/A	N/A
2015	189,000	189,000	0.07%	45
2014	369,000	369,000	0.14%	87

**WESTVILLE BOROUGH SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2023**

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE	SHARE OF OVERLAPPING DEBT
Debt Repaid With Property Taxes:			
Westville Borough	\$ 3,747,596	100.00%	\$ 3,747,596
Gateway Regional School District	2,600,000	27.19%	706,948
Gloucester County	159,307,000	0.86%	1,371,952
Subtotal, overlapping debt			5,826,496
Westville Borough School District Direct Debt			-
Total Overlapping Debt			<u>\$ 5,826,496</u>

Sources: Assessed value data used to estimate applicable percentages provided by the County Board of Taxation and Borough of Westville Annual Debt Statement.

**WESTVILLE BOROUGH SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(Dollars in Thousands)**

	FISCAL YEAR									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Debt Limit	\$6,669,194	\$ 6,022,287	\$ 6,045,515	\$ 6,167,877	\$ 6,261,183	\$ 6,238,231	\$ 6,242,168	\$ 6,214,811	\$ 6,210,983	\$ 6,252,972
Total Net Debt Applicable to Limit	-	-	-	-	-	-	-	-	189,000	369,000
Legal Debt Margin	<u>\$6,669,194</u>	<u>\$ 6,022,287</u>	<u>\$ 6,045,515</u>	<u>\$ 6,167,877</u>	<u>\$ 6,261,183</u>	<u>\$ 6,238,231</u>	<u>\$ 6,242,168</u>	<u>\$ 6,214,811</u>	<u>\$ 6,021,983</u>	<u>\$ 5,883,972</u>

Total Net Debt Applicable to the Limit
as a Percentage of Debt Limit

3.02% 5.57%

Legal Debt Margin Calculation

	Equalized Valuation Basis
	2022 \$ 302,066,261
	2021 258,086,584
	2020 240,150,445
	<u>\$ 800,303,290</u>
Average Equalized Valuation of Taxable Property	\$ 266,767,763
Debt Limit (2.5% of Average Equalization Value) Net Bonded School Debt	<u>6,669,194</u> <u>-</u>
Legal Debt Margin	<u>\$ 6,669,194</u>

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

**WESTVILLE BOROUGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

YEAR	POPULATION (a)	PERSONAL INCOME(b)	PER CAPITA PERSONAL INCOME (c)	UNEMPLOYMENT RATE (d)
2023	N/A	N/A	N/A	N/A
2022	4,304	N/A	N/A	4.9%
2021	4,326	270,604,278	62,553	8.7%
2020	4,154	250,843,444	60,386	5.1%
2019	4,147	235,769,391	56,853	5.7%
2018	4,165	227,600,590	54,646	6.0%
2017	4,175	220,143,575	52,729	7.4%
2016	4,187	212,649,356	50,788	7.8%
2015	4,210	208,908,620	49,622	9.4%
2014	4,220	200,053,320	47,406	13.2%

Source:

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

^b Personal income is estimated - population times estimated per capita personal income.

^c Per Capita Per County from US Bureau of Economic Analysis

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

**WESTVILLE BOROUGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

EMPLOYER	2023		
	EMPLOYEES	RANK (OPTIONAL)	PERCENTAGE OF TOTAL EMPLOYMENT
Amazon	4,500	1	N/A
Rowan University	3,500	2	N/A
Inspira Health	2,051	3	N/A
Jefferson Health	2,015	4	N/A
Washington Township School District	1,515	5	N/A
Shop Rite	1,300	6	N/A
County of Gloucester	1,200	7	N/A
U.S. Food Services	1,014	8	N/A
Monroe Township School District	841	9	N/A
Walmart - Turnersville	800	10	N/A
	<u>18,736</u>		

EMPLOYER	2014		
	EMPLOYEES	RANK (OPTIONAL)	PERCENTAGE OF TOTAL EMPLOYMENT
Rowan University	1,300	1	N/A
Underwood Memorial Hospital	1,825	2	N/A
Washington Township School District	1,648	3	N/A
County of Gloucester	1,500	4	N/A
Kennedy Health Alliance	1,200	5	N/A
Missa Bay, LLC	950	6	N/A
Monroe Township School District	725	7	N/A
U.S Foodservices	741	8	N/A
DGI Services	600	9	N/A
Delaware Valley Wholesale Florist	500	10	N/A
	<u>10,989</u>		

Source: Information provided by the Gloucester County Office of Economic Development and Employer Directly.

Note: The information provided is for the County of Gloucester. Information at the municipal level is not available.

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

Function/Program	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Instruction:										
Regular	31.0	31.0	31.0	31.0	31.0	30.0	27.5	31.0	31.0	30.0
Special Education	11.0	11.0	11.0	11.0	11.0	10.0	10.0	7.5	7.5	8.0
Support Services:										
Student & Instruction Related Services	23.0	22.0	22.0	22.0	22.0	21.0	21.0	21.0	21.0	20.0
General & Business Administrative Services	5.0	4.0	3.0	3.0	3.0	3.0	3.0	4.0	4.0	4.0
Plant Operations & Maintenance	2.5	2.0	2.5	2.5	2.5	2.5	2.5	2.5	3.0	3.0
Total	72.5	69.5	69.5	69.5	66.5	64.0	66.0	66.5	65.0	59.0

Source: District Personnel Records

**WESTVILLE BOROUGH SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS**

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF (b)	PUPIL/TEACHER RATIO	AVERAGE DAILY ENROLLMENT (ADE) (c)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
2023	360	\$ 8,796,611	24,435	2.58%	42	8.6	372.8	347.8	6.25%	93.29%
2022	346	8,241,848	23,820	28.61%	42	8.2	350.9	332.1	-5.69%	94.30%
2021	331	6,886,380	20,805	89.00%	46	7.2	338.6	319.3	-9.11%	95.40%
2020	360	6,886,380	16,176	-12.92%	43	8.4	359.0	345.0	9.42%	95.40%
2019	395	6,530,798	16,033	-1.85%	42	9.4	395.0	377.0	-4.50%	95.71%
2018	361	6,266,255	18,411	10.22%	40	9.0	361.0	341.0	4.71%	95.51%
2017	376	6,017,069	18,759	5.07%	35	10.7	378.0	353.0	1.69%	95.60%
2016	371	5,938,963	17,020	0.97%	39	9.6	361.0	343.0	-3.79%	96.03%
2015	362	6,443,387	16,198	-2.37%	39	9.4	355.0	338.0	6.65%	95.51%
2014	372	6,051,869	16,043	-2.80%	38	9.9	369.0	350.0	-1.42%	97.18%

Sources: District records

- a. Operating expenditures equal total expenditures less debt service and capital outlay.
- b. Teaching staff includes only full-time equivalents of certificated staff.
- c. Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

**WESTVILLE BOROUGH SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS**

DISTRICT BUILDINGS	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Elementary Schools:										
Elementary School:										
Square Feet	58,250	58,250	58,250	58,250	58,250	58,250	58,250	58,250	58,250	58,250
Capacity (Students)	410	410	410	410	410	410	410	410	410	410
Enrollment	360	346	331	359	395	361	376	371	362	372

Number of Schools at June 30, 2021:
Elementary = 1

Source: District Office

**WESTVILLE BOROUGH SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS**

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

ELEMENTARY
SCHOOL

2023	\$	60,647
2022		69,138
2021		52,731
2020		39,464
2019		53,174
2018		26,304
2017		21,094
2016		33,485
2015		25,852
2014		20,566

Source: District records

**WESTVILLE BOROUGH SCHOOL DISTRICT
INSURANCE SCHEDULE**

I. Property, Inland Marine and Automobile Physical Damages	
A. Limit of Liability	\$175,000,00 Per Occurrence
1. GCSSD JIF Self Insurance Retention	\$250,000 Per Occurrence
2. Member District Deductible	\$500 Per Occurrence
3. Perils Incuded	"All Risk"
B. Property Valuation	
1. Building and Contents	Replacement Cost
2. Contractors Equipment	Actual Cash Value
3. Automobiles	Actual Cash Value
II. Boiler and Machinery	
A. Limit of Liability	\$125,000,000
1. GCSSD JIF Self Insurance Retention	None
2. Member District Deductible	\$1,000
III. Crine	
A. Limit of Liability	\$500,000
1. GCSSD JIF Self Insurance Retention	\$250,000
2. Member District Deductible	\$500
IV. General and Automobile Liability	
A. Limit of Liability	\$20,000,000
1. GCSSD JIF Self Insurance Retention	\$250,000
2. Member District Deductible	None
V. Workers' Compensation	
A. Limit of Liability	Statutory
1. GCSSD JIF Self Insurance Retention	\$250,000
2. Member District Deductible	None
VI. Educator's Legal Liability	
A. Limit of Liability	\$20,000,000
1. GCSSD JIF Self Insurance Retention	\$250,000
2. Member District Deductible	None
VII. Pollution Legal Liability	
A. Limit of Liability	\$3,000,000
1. GCSSD JIF Self Insurance Retention	None
2. Member District Deductible - Pollution Incident	\$25,000
3. Member District Deductible - Mold Incident	\$100,000-\$250,000
VIII. Cyber Liability (Please see Certificate of Coverage for Covered Districts)	
A. Limit of Liability	\$2,000,000
1. GCSSD JIF Self Insurance Retention	None
2. Member District Deductible	\$50,000-\$100,000
IX. Crisis Protection & Disater Management Services	
A. Limit of Liability	\$1,000,000
1. GCSSD JIF Self Insurance Retention	None
2. Member District Deductible	\$10,000
Public employees' faithful performance bonds - Hardenburgh Insurance	
Surety Bond - Treasurer of School Monies	\$170,000
Surety Bond - Business Administrator	\$5,000
Surety Bond - Assistant Business Administrator	\$2,000

Source: District records.

SINGLE AUDIT SECTION

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HOLT MCNALLY & ASSOCIATES

Certified Public Accountants & Advisors

EXHIBIT K-1

INDEPENDENT AUDITOR’S 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

Honorable President and Members
of the Board of Education
Westville Borough School District
County of Gloucester
Westville, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities and each major fund and the aggregate remaining fund information of the Westville Borough School District (the “School District”) as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the School District’s basic financial statements, and have issued our report thereon dated January 15, 2024.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School District’s internal control over financial reporting (internal control) 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 School District’s internal control. Accordingly, we do not express an opinion on the effectiveness of the School District’s internal control.

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

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

618 Stokes Road, Medford, NJ 08055

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deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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*.

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 School District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, and federal and state awarding agencies and pass-through entities, in considering the School District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully Submitted,

HOLT MCNALLY & ASSOCIATES, INC.
Certified Public Accountants & Advisors

David T. McNally
Certified Public Accountant
Public School Accountant, No. 2616

Medford, New Jersey
January 15, 2024



HOLT MCNALLY & ASSOCIATES

Certified Public Accountants & Advisors

EXHIBIT K-2

**INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM
GUIDANCE AND NEW JERSEY OMB CIRCULAR 15-08**

Honorable President and Members
of the Board of Education
Westville Borough School District
County of Gloucester
Westville, New Jersey

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited the Westville Borough School District’s (the “School District”) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the School District’s major state programs for the fiscal year ended June 30, 2023. The School District’s major state programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

In our opinion, the School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended June 30, 2023.

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; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); New Jersey OMB’s Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*; and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the School District and to meet our 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 School District’s compliance with the compliance requirements referred to above.

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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 School District's state programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the School District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*; and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individual or in the aggregate, it would influence the judgement made by a reasonable user of the report on compliance about the School District's compliance with the requirements of each major state program as a whole.

In performing an audit in accordance with generally accepted accounting standards, *Government Auditing Standards*, and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, 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 School District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of School District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, but not for the purpose of expressing an opinion on the effectiveness of School District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Purpose of this Report

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's Circular 15-08. Accordingly, this report is not suitable for any other purpose.

Respectfully Submitted,

HOLT MCNALLY & ASSOCIATES, INC
Certified Public Accountants & Advisors

David T. McNally
Certified Public Accountant
Public School Accountant, No. 2616

Medford, New Jersey
January 15, 2024

WESTVILLE BOROUGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR FISCAL YEAR ENDED JUNE 30, 2023

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM TITLE	ASSISTANCE LISTING NUMBER	FEDERAL AWARD IDENTIFICATION NUMBER	PASS THROUGH ENTITY IDENTIFYING NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2022	CARRY-OVER/ (WALK-OVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	SUBRECIPIENT EXPENDITURES	ADJUSTMENTS	UNEARNED REVENUE	BALANCE JUNE 30, 2023 (ACCOUNTS RECEIVABLE)	DUETO GRANTOR
U.S. DEPARTMENT OF EDUCATION														
General Fund:														
Medical Assistance Program	93.778	230SN5MAP	100-034-7540-211	\$ 26,919	7/1/22-9/30/23	\$ (2,089)	-	\$ 26,919	\$ (26,919)	-	-	\$ -	\$ (0)	-
Medical Assistance Program	93.778	220SN5MAP	100-034-7540-211	29,323	7/1/21-9/30/22	-	-	2,089	-	-	-	-	-	-
FFCRA/SEMI	93.778	230SN5MAP	100-034-7540-211	4,101	1/1/21-12-31/21	(2,089)	-	4,101	(4,101)	-	-	-	-	-
						(2,089)	-	33,109	(31,020)	-	-	-	(0)	-
Total General Fund						(2,089)	-	33,109	(31,020)	-	-	-	-	-
U.S. DEPARTMENT OF EDUCATION PASSED- THROUGH STATE DEPARTMENT OF EDUCATION:														
Title I - Part A														
	84.010	S010A220030	100-034-5064-194	86,038	7/1/22-9/30/23	-	-	39,127	(81,758)	-	-	-	(42,631)	-
	84.010	S010A210030	100-034-5064-194	87,327	7/1/21-9/30/22	(5,138)	-	5,138	-	-	-	-	-	-
	84.010A	S010A220030	100-034-5064-194	20,000	7/1/22-9/30/23	(5,138)	-	5,882	(13,243)	-	-	-	(7,361)	-
						(5,138)	-	50,147	(95,001)	-	-	-	(49,992)	-
Title II - Part A, Supporting														
Effective Instructor	84.367A	S367A220029	100-034-5063-290	10,711	7/1/22-9/30/23	-	-	10,107	(8,654)	-	-	1,453	-	977
Effective Instructor	84.367A	S367A210029	100-034-5063-290	10,196	7/1/21-9/30/22	977	-	10,107	(8,654)	-	-	1,453	-	977
	84.365A	S365A220030	100-034-5064-187	956	7/1/22-9/30/23	-	-	235	(956)	-	-	-	(721)	-
						-	-	235	(956)	-	-	-	(721)	-
Title III, English Language Acquisition & Enhancemer														
	84.424A	S424A220031	100-034-5063-348	10,000	7/1/22-9/30/23	-	-	3,337	(4,709)	-	-	-	(1,372)	-
	84.424A	S424A210031	100-034-5063-348	10,000	7/1/21-9/30/22	(8,970)	-	8,970	-	-	-	-	-	-
						(8,970)	-	12,307	(4,709)	-	-	-	(1,372)	-
COVID-19 Coronavirus Response & Relief Suppl. Appr. Act														
COVID-19 CARES Stabilization Fund	84.425D	S425D200027	100-034-5120-513	86,077	3/13/20-9/30/22	(20,392)	-	44,521	(24,129)	-	-	-	-	-
COVID-19 CARES Stabilization Fund	84.425D	S425D200027	100-034-5120-518	337,484	3/13/20-9/30/23	(324,735)	-	297,430	(154,866)	49,299	-	-	(132,872)	-
Learning Acceleration	84.425D	S425D200027	100-034-5120-518	25,000	3/13/20-9/30/23	(8,656)	-	14,450	(8,018)	-	-	-	(2,224)	-
Mental Health	84.425D	S425D200027	100-034-5120-518	45,000	3/13/20-9/30/23	(8,134)	-	13,760	(32,292)	-	-	-	(26,666)	-
Total Coronavirus Response & Relief Suppl. Appr. Act						(361,917)	-	370,161	(219,316)	49,299	-	-	(161,762)	-
COVID-19 American Rescue Plan Consolidated:														
ESSER III	84.425U	S425U210027	100-034-5120-523	758,473	3/13/20-9/30/24	-	-	129,209	(573,193)	-	-	-	(443,283)	-
Accelerated Learning Coach & Educator Support	84.425U	S425U210027	100-034-5120-523	50,000	3/13/20-9/30/24	-	-	2,812	(2,812)	-	-	-	-	-
Evidence Based Summer Learning & Enrichment	84.425U	S425U210027	100-034-5120-523	40,000	3/13/20-9/30/24	-	-	2,289	(2,289)	-	-	-	-	-
Evidence Based Comprehensive Beyond School Day	84.425U	S425U210027	100-034-5120-523	40,000	3/13/20-9/30/24	-	-	-	(480)	-	-	-	(480)	-
NJSS Mental Health Support Staffing	84.425U	S425U210027	100-034-5120-523	45,000	3/13/20-9/30/24	-	-	-	(1,900)	-	-	-	(1,900)	-
Homeless Children and Youth	84.425U	S425U210027	100-034-5120-233	15,147	3/13/20-9/30/24	-	-	15,147	(15,147)	-	-	-	-	-
Total American Rescue Plan Consolidated						-	-	149,457	(585,821)	(49,299)	-	-	(445,663)	-
Special Education Cluster:														
L.D.E.A. Part B, Basic Regular	84.027	H027A220100	100-034-5065-016	116,034	7/1/22-9/30/23	-	-	99,301	(112,609)	-	-	-	(13,308)	-
						-	-	99,301	(112,609)	-	-	-	(13,308)	-
L.D.E.A. Preschool	84.173A	H173A210114	100-034-5065-020	3,435	7/1/22-9/30/23	-	-	3,435	(3,435)	-	-	-	-	-
						-	-	3,435	(3,435)	-	-	-	-	-
Total Special Education Cluster:						-	-	102,736	(116,044)	-	-	-	(13,308)	-
Total Special Revenue Fund						(375,048)	-	695,150	(990,490)	-	-	1,453	(672,818)	977
Total Federal Financial Assistance						\$ (377,137)	\$ -	\$ 728,259	\$ (1,021,510)	\$ -	\$ -	\$ 1,453	\$ (672,818)	\$ 977

The Accompanying Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance are an Integral Part of this schedule.

WESTVILLE BOROUGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR FISCAL YEAR ENDED JUNE 30, 2023

STATE GRANTOR/ PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2022	CASH RECEIVED	BUDGETARY EXPENDITURES	BALANCE AT JUNE 30 (ACCOUNTS RECEIVABLE)	UNEARNED REVENUE	MEMO	
									BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES
State Department of Education:										
General Fund:										
State Aid Public:										
Equalization Aid	495-034-5120-078	\$ 3,299,782	7/1/22-6/30/23	-	\$ 3,299,782	\$ (3,299,782)	-	\$ -	\$ 301,826	\$ 3,299,782
Security Aid	495-034-5120-084	124,456	7/1/22-6/30/23	-	124,456	(124,456)	-	-	12,612	124,456
Special Education Categorical Aid	495-034-5120-089	183,022	7/1/22-6/30/23	-	183,022	(183,022)	-	-	18,547	183,022
Total State Aid Public				-	3,607,260	(3,607,260)	-	-	332,985	3,607,260
Transportation Aid	495-034-5120-014	28,684	7/1/22-6/30/23	-	28,684	(28,684)	-	-	2,907	28,684
Additional Nonpublic School Transportation Aid	495-034-5120-014	1,248	7/1/22-6/30/23	-	-	(1,248)	(1,248)	-	-	1,248
Additional Nonpublic School Transportation Aid	495-034-5120-014	1,740	7/1/21-6/30/22	(1,740)	1,740	-	-	-	-	-
Extraordinary Aid	495-034-5120-044	176,031	7/1/22-6/30/23	-	-	(176,031)	(176,031)	-	-	176,031
Extraordinary Aid	495-034-5120-044	178,081	7/1/21-6/30/22	(178,081)	178,081	-	-	-	-	-
Homeless Tuition Aid	N/A	43,383	7/1/22-6/30/23	-	-	(43,383)	(43,383)	-	-	43,383
Lead Testing Aid	495-034-5120-104	1,919	7/1/22-6/30/23	-	1,919	(1,919)	-	-	-	1,919
Reimbursed TPAF Social Security Contributions	495-034-5094-003	216,094	7/1/22-6/30/23	-	193,642	(216,094)	(22,452)	-	-	216,094
Reimbursed TPAF Social Security Contributions	495-034-5094-003	214,882	7/1/21-6/30/22	(10,403)	10,403	-	-	-	-	-
On-Behalf TPAF Pension Contributions (Noncash Assistance)	495-034-5094-002	1,049,378	7/1/22-6/30/23	-	1,049,378	(1,049,378)	-	-	-	1,049,378
On-Behalf TPAF Post-Retirement Medical Contributions (Noncash Assistance)	495-034-5094-001	275,669	7/1/22-6/30/23	-	275,669	(275,669)	-	-	-	275,669
On-Behalf TPAF Long-Term Disability Insurance Contributions (Noncash Assistance)	495-034-5094-004	483	7/1/22-6/30/23	-	483	(483)	-	-	-	483
Total General Fund				(190,224)	5,347,259	(5,400,149)	(243,114)	-	335,892	5,400,149
Special Revenue Fund										
SDA Emergent Needs	100-034-5120-086	15,864	7/1/22-6/30/23	-	15,864	(15,864)	-	-	-	15,864
Preschool Education Aid	100-010-3350-023	729,486	7/1/22-6/30/23	-	729,486	(707,530)	-	21,956	72,949	707,530
Preschool Education Aid	100-010-3350-023	729,025	7/1/21-6/30/22	136,996	-	-	-	136,996	-	-
Total Special Revenue Fund				136,996	745,350	(723,394)	-	158,952	72,949	723,394
Total State Financial Assistance				\$ (53,228)	\$ 6,092,609	\$ (6,123,543)	\$ (243,114)	\$ 158,952	\$ 408,841	\$ 6,123,543
State Financial Assistance Programs not subject to Calculation for Major Program Determination:										
On-Behalf TPAF Pension Contributions	495-034-5094-001	\$			\$	1,049,378				
On-Behalf TPAF Post-Retirement Medical Contributions	495-034-5094-002					275,669				
On-Behalf TPAF Long-Term Disability Insurance Contributions	495-034-5120-004					483				
Total State Financial Assistance Subject to Major Program Determination						\$ (4,798,013)				

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Note 1. Basis of Presentation

The accompanying schedules of expenditures of federal awards and state financial assistance present the activity of all federal awards and state financial assistance programs of the Westville Borough School District. The School District is defined in Note 1 of the basic financial statements. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

Note 2. Summary of Significant Accounting Policies

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

The School District did not elect the 10-percent de minimis indirect cost rate as discussed in 2 CFR 200.414.

The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the School District for the year ended June 30, 2023. 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, 2023.

Note 3. Relationship to Basic Financial Statements

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

**WESTVILLE BOROUGH SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Note 3. Relationship to Basic Financial Statements (continued)

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the one or more deferred June state aid payments in the current budget year, which is mandated pursuant to *N.J.S.A.* 18A:22-44.2. For GAAP purposes payments are not recognized until the subsequent budget year due to the state deferral and recording of the one or more June state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis, which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the one or more state aid June payments in the current budget year, consistent with *N.J.S.A.* 18A:22-4.2.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$25,491) for the general fund and \$69,963 for the special revenue fund. See Exhibit C-3 of the basic financial statements, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance expenditures reported in the School District's basic financial statements on a GAAP basis are presented as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 31,020	\$ 5,374,658	\$ 5,405,678
Special Revenue Fund	987,550	796,297	1,783,847
Total Awards & Financial Assistance	<u>\$ 1,018,570</u>	<u>\$ 6,170,955</u>	<u>\$ 7,189,525</u>

Note 4. Relationship to Federal and State Financial Reports

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

Note 5. Federal and State Loans Outstanding

The Westville Borough School District had no loan balances outstanding as of June 30, 2023.

**WESTVILLE BOROUGH SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Section I - Summary of Auditor's 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(ies) identified? yes X none reported

Noncompliance material to financial statements noted? yes X no

Federal Awards

Internal control over major programs:

1) Material weakness(es) identified? yes X no

2) Significant deficiency(ies) identified? 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 2 CFR 200 section .516(a) of Uniform Guidance? yes X no

Identification of major programs:

<u>Federal Assistance Listing Number</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.425D	S425D200027	COVID-19 - Coronavirus Response & Relief Supplemental Appropriations Act
84.425U	S425U210027	COVID-19 American Rescue Plan Consolidated

Dollar threshold used to determine Type A programs \$750,000.00

Auditee qualified as low-risk auditee? yes X no

**WESTVILLE BOROUGH SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Section I - Summary of Auditor's Results (continued)

State Financial Assistance

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

Auditee qualified as low-risk auditee? X yes no

Internal control over major programs:

1) Material weakness(es) identified? yes X no

2) Significant deficiency(ies) identified? yes X no

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 New Jersey OMB's Circular 15-08? yes X no

Identification of major programs:

State Grant/Project Number(s)

Name of State Program

495-034-5120-078
495-034-5120-084
495-034-5120-089

State Aid Public:
Equalization Aid
Security Aid
Special Education Categorical Aid

**WESTVILLE BOROUGH SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Section II – Financial Statement Findings – N/A

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

Section III – Federal Awards & State Financial Assistance Findings & Questioned Costs – N/A

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 Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey OMB's Circular 15-08.

FEDERAL AWARDS – N/A

STATE FINANCIAL ASSISTANCE – N/A

**WESTVILLE BOROUGH SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

This section identifies the status of prior year findings related to the financial statements, federal awards and state financial assistance that are required to be reported in accordance with *Government Auditing Standards*, Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and New Jersey OMB's Circular 15-08.

Financial Statement Findings – N/A

Federal Awards – N/A

State Financial Assistance – N/A