EAST WINDSOR REGIONAL SCHOOL DISTRICT

Hightstown, New Jersey
County of Mercer

AUDITORS' MANAGEMENT REPORT ON ADMINISTRATIVE FINDINGS - FINANCIAL, COMPLIANCE AND PERFORMANCE

JUNE 30, 2025

PKF O'CONNOR DAVIES
ACCOUNTANTS AND ADVISORS

TABLE OF CONTENTS

INDEPENDENT AUDITORS' REPORT

Honorable President and Members
of the Board of Education
East Windsor Regional School District
County of Mercer
Hightstown, New Jersey

We have audited, in accordance with generally accepted auditing standards and *Government Auditing Standards* issued by the Comptroller General of the United States, the basic financial statements of the Board of Education of the East Windsor Regional School District, County of Mercer as of and for the year ended June 30, 2025, and have issued our report thereon dated April 15, 2026.

As part of our audit, we performed procedures required by the New Jersey Department of Education, and the findings and results thereof are disclosed on the following pages, as listed in the accompanying table of contents.

This report is intended solely for the information of the East Windsor Regional School District's management, Board of Education members, and the New Jersey Department of Education. However, this report is a matter of public record and its distribution is not limited.

PKF O'Connor Davies, LLP

Cranford, New Jersey
April 15, 2026

Scott A. Clelland

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

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

Scope of Audit

The audit covered the financial transactions of the Board Secretary/School Business Administrator and Treasurer of School Moneys, the activities of the Board of Education and the records of the various funds under the auspices of the Board of Education.

Administrative Practices and Procedures

Insurance

Insurance coverage was carried in the amounts as detailed on J-20, Insurance Schedule contained in the District's ACFR.

Official Bonds *N.J.S.A. 18A:17-26, 18A:17-32, 18A:13-13*

Name	Position	Amount
Paul Todd	Board Secretary / School Business Administrator	$ 600,000

P.L. 2020, c.44

Our audit procedures included an inquiry and subsequent review of health benefit data required per N.J.S.A. 18A:16-13.3 (Chapter 44) submitted for the year on audit. The Chapter 44 summary report was reviewed for reasonableness and timeliness.

The data submitted did include all health benefit plans offered by the district.

The School district data certification was completed by the chief school administrator. The school district Chapter 44 data was submitted timely.

The original data submission did not require significant revision due to errors or omissions on the part of the district.

Tuition Charges

A comparison of tentative tuition charges and actual certified tuition charges was made. The District made a proper adjustment to the billings to sending Districts for the increase or decrease in per pupil costs in accordance with *N.J.A.C. 6A:23A-17.1(f)3*.

Financial Planning, Accounting and Reporting

Examination of Claims

An examination of claims paid during the period did not indicate any discrepancies with respect to signatures, certification or supporting documentation.

Payroll Account and Position Control Roster

The net salaries of all employees of the Board were deposited in the payroll account. Employees' payroll deductions and employer's share of fringe benefits were deposited in the payroll agency account.

All payrolls were approved by the Superintendent and were certified by the President of the Board and the Board Secretary/Business Administrator.

Salary withholdings were promptly remitted to the proper agencies, including health benefits premium.

Payrolls were delivered to the Secretary of the Board who then deposited with warrants in separate bank accounts for net payroll and withholdings.

Employee Position Control Roster

An inquiry and subsequent review of the Position Control Roster did not identify any inconsistencies between the payroll records, employee benefit records, the general ledger accounts to where wages are posted, and the Position Control Roster.

Reserve for Encumbrances and Accounts Payable

A review of outstanding purchase orders issued was made as of June 30 for proper classification of orders as reserve for encumbrances and accounts payable. The following was identified:

Classification of Expenditures

The coding of expenditures was tested for proper classification in accordance with *N.J.A.C. 6A:23A-16.2(f)* as part of our test of transactions of randomly selected expenditure items. We also reviewed the coding of all expenditures included in our compliance and single audit testing procedures. In addition to randomly selecting a test sample, we also selected a sample of administrative coding classifications to determine overall reliability and compliance with *N.J.A.C. 6A:23A-8.3*. As a result of the procedures performed, a transaction error rate of 0.00% was noted and no additional procedures were deemed necessary to test the propriety of expenditure classification.

Board Secretary's Records

Our review of the financial and accounting records maintained by the Board Secretary did not identify any exceptions.

Treasurer's Records (optional position)

No exceptions were noted during our review of the financial and accounting records maintained by the Business Administrator except as noted above.

Elementary and Secondary Education Act (ESEA) as amended by the Every Student Succeeds Act (ESSA)

The ESEA financial exhibits are contained within the Special Revenue Section of the Annual Comprehensive Financial Report (ACFR). This section of the ACFR documents the financial position pertaining to the projects under Title I and Title IV of the Elementary and Secondary Education act as amended and reauthorized.

The study of compliance for E.S.E.A. and grants indicated the following area of noncompliance and/or questionable costs.

Finding 2025-001:
During our testing grants, we noted that the Title III, Title IV, ARP Accelerated Learning Coach and Educator Support Final Reports for fiscal year 2024 resulted in a due to grantor in excess of the final report as reported expenditures exceeded actual expenditures recorded in the financial records.

Recommendation:
We suggest that the District ensure that final grant reports submitted to oversight agencies reconcile to the underlying accounting data.

Other Special Federal and/or State Projects

The District's special projects were approved as listed on Schedules A (K-3) and B (K-4) located in the ACFR.

Our audit of the federal and state funds, on a test basis, indicated that obligations and expenditures were incurred during the fiscal year or project period for which the project was approved.

The financial exhibits are contained within the Special Revenue Section of the ACFR. This section of the ACFR documents the financial position pertaining to the aforementioned special projects.

The study of compliance for the special projects indicated the following instance of noncompliance that are required to be reported in accordance with the Uniform Guidance or State OMB Circular 15-08:

See Finding 2025-001 above.

T.P.A.F. Reimbursement

Our audit procedures included a test of the biweekly reimbursement forms filed with the Department of Education for District employees who are members of the Teacher's Pension and Annuity Fund. No exceptions were noted.

T.P.A.F. Reimbursement to the State for Federal Salary Expenditures

The amount of the expenditure charged to the current year's Final Reports for all federal awards for the school district to reimburse the State for the TPAF/FICA payments made by the State on behalf of the school district for those employees whose salaries are identified as being paid from federal funds was not made prior to the end of the 90 day grant liquidation period required by the Office of Grants Management. The expenditure was reviewed subsequent to the reimbursement and the following exception was noted.

Finding 2025-002:
During our testing of the T.P.A.F. Reimbursement to the State for Federal Salary Expenditures, it was noted that the form was not completed and payment submitted to the State by September 30.

Recommendation:
We suggest that the District implement procedures to ensure that the T.P.A.F. Reimbursement to the State for Federal Salary Expenditures is done timely.

Non-Public State Aid

Our audit of the Nonpublic State Aid Completion Report disclosed no exceptions.

School Purchasing Programs

Contracts and Agreements Requiring Advertisement for Bids

The bid thresholds in accordance with *N.J.S.A*. 18A:18A-2 and 18A:18A-3(a) are $44,000 (with a Qualified Purchasing Agent) and $32,000 (without a Qualified Purchasing Agent), respectively. The law regulating bidding for public school student transportation contracts under *N.J.S.A.* 18A:39-3 is $22,400 for 2024-25.

The Board of Education has the responsibility of determining whether the expenditures in any category will exceed the statutory thresholds within the contract year. Where question arises as to whether any contract or agreement might result in violation of the statute, the Solicitor's opinion should be sought before a commitment is made.

Based on the results of our examination, I did not note any individual payments, contracts, or agreements made for the performance of any work or goods or services, in excess of the statutory thresholds where there had been no advertising for bids in accordance with the provision of *N.J.S.A.* 18A:18A-4.

Resolutions were adopted authorizing the awarding of contracts or agreements for "Professional Services" per *N.J.S.A*. 18A:18A-5.

We noted no exceptions.

School Food Service

SFAs were authorized to solicit and award emergency noncompetitive procurements and contracts with Food Service Management Companies in accordance with 2 CFR 200.320 and N.J.S.A. 18A:18A-7. The SFAs were also authorized to submit contract modifications to their existing Cost Reimbursable or Fixed Price contracts as necessary to ensure the feeding of all children throughout the age of 18, as well as persons over 18 with disabilities as defined in the regulations.

SFAs were notified of the requirement to maintain and report separate meal count records and financial records of all applicable costs incurred in providing meals to all students during the emergency.

The school food service program was not selected as a major federal and/or state program. However, the program expenditures exceeded $100,000 in federal support. Accordingly, we inquired of school management, or appropriate school food service personnel, as to whether the School Food Service Authority (SFA) had any Child Nutrition Program reimbursement overclaims or underclaims. No exceptions were noted.

We also inquired of school management, or appropriate school food service personnel, as to whether the SFA's expenditures of school food service revenues were limited to allowable direct and indirect costs. No exceptions were noted.

The Statement of Revenues, Expenses and Changes in Net Position (ACFR Schedule B-5) does separate program and non-program revenue and program and non-program cost of goods sold.

We inquired of management about the public health emergency procedures/practices at the SFA instituted to provide meals to all students, maintenance of all applicable production records; meal counts; noncompetitive procurements; modification of existing contracts and applicable financial records to document the specific costs applicable to the emergency operations. We also inquired if the FSMC received a loan in accordance with the Payroll Protection Plan and whether the funds were used to pay for costs applicable to the Food Service Programs. We also inquired if the PPP loan was subsequently forgiven and the FSMC refunded or credited the applicable amounts to the SFA.

There were no audit reports issued by the Office of Fiscal Accountability and Compliance ("OFAC") during the 2025 fiscal year. However, the Child Nutrition Program was under a Desk Review or aforementioned review that is still ongoing as of the issuance of this report. Due to the Desk Review being in progress, the District did not receive any federal or state reimbursements related to the Child Nutrition Program grants subsequent to September 2024. When the Desk Review is completed and issued, the District may receive a portion or all of the funds related to the remainder of the 2025 fiscal year.

Finding 2025-003:
During our testing of encumbrances payable and accounts payable, we noted certain food service accounts payable were not properly recorded at year end.

Recommendation:
We suggest the District review all invoices to ensure they are properly classified as an accounts payable or outstanding encumbrance.

Student Body Activities

No exceptions were noted during our testing of the student activity funds.

Application for State School Aid

Our audit procedures included a test of information reported in the October 15, 2024 Application for State School Aid (A.S.S.A.) for on-roll, private schools for the handicapped, low-income and bilingual. We also performed a review of the District procedures related to its completion. The information on the A.S.S.A. was compared to the District workpapers as identified in the Schedule of Audited Enrollments with minor exceptions.

The District maintained workpapers on the prescribed state forms or their equivalent.

The District has adequate written procedures for the recording of student enrollment data.

Pupil Transportation

Our audit procedures included a test of on roll status reported in the 2024-25 District Report of Transported Resident Students (DRTRS). The information that was included on the DRTRS was verified to the DRTRS Eligibility Summary Report with minor differences. The results of our procedures are presented in the Schedule of Audited Enrollments.

Our procedures also included a review of transportation related contracts and purchases. Based on our review, the district complied with proper bidding procedures and award of contracts. The bid specifications for the purchase of buses were in compliance with applicable statutes. No exceptions were noted in our review of transportation related purchases of goods and services.

Facilities and Capital Assets

Our procedures included a review of New Jersey Schools Development Authority ("NJSDA") grant agreements for consistency with recording the NJSDA revenue, transfer of local funds from the General Fund or from the capital reserve and awarding of contracts for eligible facilities construction. No exceptions were noted.

Miscellaneous

<u>Testing for Lead of All Drinking Water in Educational Facilities</u>

The school district adhered to all the requirements of N.J.A.C. 26-1.2 and 12.4 related to the testing for lead of all drinking water in educational facilities.

The school district submitted the annual Statement of Assurance to the Department of Education pursuant to N.J.A.C. 6A:26-12.4(g).

Other Suggestions to Management

For the year ended June 30, 2025, the food service net cash resources exceeded three times the average food service monthly operating expenses. We suggest the District develop a plan for the excess funds to be utilized in the subsequent year's allowable expenses that will further support the operation and enhance the child nutrition program, such as improving the nutritional quality of the food or purchasing equipment for the cafeteria as outlines in 7 CFR 210.14(a).

Follow-up on Prior Year's Findings

In accordance with *Government Auditing Standards*, our procedures included a review of all prior year recommendations including findings. Corrective action has been taken on all prior year findings.

Acknowledgment

We received the complete cooperation of all the officials of the School District and we greatly appreciate the courtesies extended to the members of the audit team.

SCHEDULE OF AUDITED ENROLLMENTS

EAST WINDSOR REGIONAL SCHOOL DISTRICT
APPLICATION FOR STATE SCHOOL AID SUMMARY
ENROLLMENT AS OF OCTOBER 15, 2024

	Application for State School Aid						Sample for Verification						Private Schools for Disabled			
	Reported on A.S.S.A. On Roll		Reported on Workpapers On Roll		Errors		Sample Selected from Workpapers		Verified per Registers On Roll		Errors per Registers On Roll		Reported on A.S.S.A. as Private Schools	Sample for Verifi-cation	Sample Verified	Sample Errors
	Full	Shared	Full	Shared	Full	Shared	Full	Shared	Full	Shared	Full	Shared				
3 Preschool	4.0	-	4.0	-	-	-	4.0	-	4.0	-	-	-	-	-	-	-
4 Preschool	15.0	-	15.0	-	-	-	15.0	-	15.0	-	-	-	-	-	-	-
Half Day Kindergarten	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Full Day Kindergarten	268.0	-	268.0	-	-	-	121.0	-	121.0	-	-	-	-	-	-	-
One	310.0	-	310.0	-	-	-	149.0	-	149.0	-	-	-	-	-	-	-
Two	310.0	-	310.0	-	-	-	147.0	-	147.0	-	-	-	-	-	-	-
Three	322.0	-	322.0	-	-	-	177.0	-	177.0	-	-	-	-	-	-	-
Four	319.0	-	319.0	-	-	-	153.0	-	153.0	-	-	-	-	-	-	-
Five	324.0	-	324.0	-	-	-	171.0	-	171.0	-	-	-	-	-	-	-
Six	337.0	-	337.0	-	-	-	337.0	-	337.0	-	-	-	-	-	-	-
Seven	354.0	-	354.0	-	-	-	354.0	-	354.0	-	-	-	-	-	-	-
Eight	315.0	-	315.0	-	-	-	315.0	-	315.0	-	-	-	-	-	-	-
Nine	349.0	-	349.0	-	-	-	349.0	-	349.0	-	-	-	-	-	-	-
Ten	336.0	-	336.0	-	-	-	336.0	-	336.0	-	-	-	-	-	-	-
Eleven	355.0	26.0	355.0	26.0	-	-	355.0	26.0	355.0	26.0	-	-	-	-	-	-
Twelve	339.0	37.0	339.0	37.0	-	-	339.0	37.0	339.0	37.0	-	-	-	-	-	-
Post-Graduate	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Adult H.S. (15+CR.)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Adult H.S. (1-14 CR.)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Subtotal	4,257.0	63.0	4,257.0	63.0	-	-	3,322.0	63.0	3,322.0	63.0	-	-	-	-	-	-
Special Ed - Elementary	356.0	-	356.0	-	-	-	121.0	-	121.0	-	-	-	6.0	5.0	5.0	-
Special Ed - Middle School	153.0	-	153.0	-	-	-	153.0	-	153.0	-	-	-	9.0	9.0	9.0	-
Special Ed - High School	187.0	22.0	187.0	22.0	-	-	187.0	22.0	187.0	22.0	-	-	14.0	11.0	11.0	-
Subtotal	696.0	22.0	696.0	22.0	-	-	461.0	22.0	461.0	22.0	-	-	29.0	25.0	25.0	-
Co. Voc. - Regular	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Co. Voc. Ft. Post Sec.	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Totals	4,953.0	85.0	4,953.0	85.0	-	-	3,783.0	85.0	3,783.0	85.0	-	-	29.0	25.0	25.0	-
Percentage Error					0.00%	0.00%					0.00%	0.00%				0.00%

SCHEDULE OF AUDITED ENROLLMENTS

EAST WINDSOR REGIONAL SCHOOL DISTRICT
APPLICATION FOR STATE SCHOOL AID SUMMARY
ENROLLMENT AS OF OCTOBER 14, 2024

	Resident Low Income			**Sample for Verification**			**Resident LEP Low Income**			**Sample for Verification**		
	Reported on A.S.S.A. as Low Income	Reported on Workpapers as Low Income	Errors	Sample Selected from Workpapers	Verified to Application and Register	Sample Errors	Reported on A.S.S.A. as LEP low Income	Reported on Workpapers as LEP low Income	Errors	Sample Selected from Workpapers	Verified to Test Score and Register	Sample Errors
3 Preschool	-	-	-	-	-	-	-	-	-	-	-	-
4 Preschool	-	-	-	-	-	-	-	-	-	-	-	-
Full Day Kindergarten	109.0	109.0	-	17.0	16.0	1.0	69.0	69.0	-	17.0	17.0	-
One	121.0	121.0	-	17.0	17.0	-	58.0	58.0	-	15.0	15.0	-
Two	134.0	134.0	-	16.0	15.0	1.0	60.0	60.0	-	16.0	16.0	-
Three	135.0	135.0	-	20.0	20.0	-	76.0	76.0	-	20.0	20.0	-
Four	152.0	152.0	-	19.0	18.0	1.0	73.0	73.0	-	19.0	19.0	-
Five	140.0	140.0	-	13.0	12.0	1.0	49.0	49.0	-	13.0	13.0	-
Six	145.0	145.0	-	10.0	9.0	1.0	38.0	38.0	-	10.0	10.0	-
Seven	156.0	156.0	-	14.0	13.0	1.0	52.0	52.0	-	14.0	14.0	-
Eight	129.0	129.0	-	9.0	9.0	-	35.0	35.0	-	9.0	9.0	-
Nine	173.0	173.0	-	21.0	21.0	-	55.0	55.0	-	14.0	14.0	-
Ten	148.0	148.0	-	22.0	20.0	2.0	41.0	41.0	-	11.0	11.0	-
Eleven	146.0	146.0	-	27.0	26.0	1.0	45.5	45.5	-	12.0	12.0	-
Twelve	141.0	141.0	-	24.0	22.0	2.0	38.0	38.0	-	10.0	10.0	-
Post-Graduate	-	-	-	-	-	-	-	-	-	-	-	-
Adult H.S. (15+CR.)	-	-	-	-	-	-	-	-	-	-	-	-
Adult H.S. (1-14 CR.)	-	-	-	-	-	-	-	-	-	-	-	-
Subtotal	1,829.0	1,829.0	-	229.0	218.0	11.0	689.5	689.5	-	180.0	180.0	-
Special Ed - Elementary	189.0	189.0	-	34.0	33.0	1.0	62.0	62.0	-	16.0	16.0	-
Special Ed - Middle	80.0	80.0	-	8.0	8.0	-	9.0	9.0	-	2.0	2.0	-
Special Ed - High	106.0	106.0	-	13.0	13.0	-	5.0	5.0	-	1.0	1.0	-
Subtotal	375.0	375.0	-	55.0	54.0	1.0	76.0	76.0	-	19.0	19.0	-
Co. Voc. - Regular	-	-	-	-	-	-	-	-	-	-	-	-
Co. Voc. Ft. Post Sec.	-	-	-	-	-	-	-	-	-	-	-	-
Totals	2,204.0	2,204.0	-	284.0	272.0	12.0	765.5	765.5	-	199.0	199.0	-
Percentage Error			0.00%			4.23%			0.00%			0.00%

	Transportation					
	Reported on DRTRS by DOE/county	Reported on DRTRS by District	Errors	Tested	Verified	Errors
Regular - Public	2,471.0	2,471.0	-	248	247	1
Transported Non-Public	-	-	-	-	-	-
AIL - Non Public	137.0	137.0	-	14	14	-
Special Education - Public	252.0	252.0	-	25	21	4
Special Education Need	83.0	83.0	-	8	8	-
Totals	2,943.0	2,943.0	-	295	290	5
Percentage Error			0.00%			1.69%

	Reported	Recalculated
Reg Avg.(Mileage) = Regular Including Grade PK students	4.2	4.2
Reg Avg.(Mileage) = Regular Excluding Grade PK students	4.2	4.2
Spec Avg. = Special Ed with Special Needs	6.6	6.8

SCHEDULE OF AUDITED ENROLLMENTS

EAST WINDSOR REGIONAL SCHOOL DISTRICT
APPLICATION FOR STATE SCHOOL AID SUMMARY
ENROLLMENT AS OF OCTOBER 15, 2024

	Resident LEP NOT Low Income			Sample for Verification		
	Reported on A.S.S.A. as NOT Low Income	Reported on Workpapers as NOT Low Income	Errors	Sample Selected from Workpapers	Verified to Test Score and Register	Sample Errors
3 Preschool	-	-	-	-	-	-
4 Preschool	-	-	-	-	-	-
Full Day Kindergarten	37.0	37.0	-	9.0	9.0	-
One	21.0	21.0	-	5.0	5.0	-
Two	21.0	21.0	-	5.0	5.0	-
Three	22.0	22.0	-	6.0	6.0	-
Four	15.0	15.0	-	4.0	4.0	-
Five	7.0	7.0	-	2.0	2.0	-
Six	10.0	10.0	-	3.0	3.0	-
Seven	10.0	10.0	-	3.0	3.0	-
Eight	5.0	5.0	-	1.0	1.0	-
Nine	8.0	8.0	-	2.0	2.0	-
Ten	14.0	14.0	-	4.0	4.0	-
Eleven	11.0	11.0	-	3.0	3.0	-
Twelve	9.0	9.0	-	2.0	2.0	-
Post-Graduate	-	-	-	-	-	-
Adult H.S. (15+CR.)	-	-	-	-	-	-
Adult H.S. (1-14 CR.)	-	-	-	-	-	-
Subtotal	190.0	190.0	-	49.0	49.0	-
Special Ed - Elementary	14.0	14.0	-	4.0	4.0	-
Special Ed - Middle	4.0	4.0	-	1.0	1	-
Special Ed - High	2.0	2.0	-	1.0	1.0	-
Subtotal	20.0	20.0	-	6.0	6.0	-
Co. Voc. - Regular	-	-	-	-	-	-
Co. Voc. Ft. Post Sec.	-	-	-	-	-	-
Totals	210.0	210.0	-	55.0	55.0	-
Percentage Error			0.00%			0.00%

EAST WINDSOR REGIONAL SCHOOL DISTRICT

EXCESS SURPLUS CALCULATION

JUNE 30, 2025

SECTION 1

A. 2% Calculation of Excess Surplus

2024-25 Total General Fund Expenditures per the ACFR, Ex. C-1	$ 146,969,322	(B)
Increased by:		
Transfer from Capital Outlay to Capital Projects Fund	$ -	(B1a)
Transfer from Capital Reserve to Capital Projects Fund	$ -	(B1b)
Transfer from General Fund to SRF for PreK-Regular	$ -	(B1c)
Transfer from General Fund to SRF for PreK-Inclusion	$ -	(B1d)
Decreased by:		
On-Behalf TPAF Pension, PRM, LTD and Social Security	$ 24,028,016	(B2a)
Assets Acquired Under Leases	$ -	(B2b)
Adjusted 2024-25 General Fund Expenditures [(B) + (B1s) - (B2s)]	$ 122,941,306	(B3)
2% of Adjusted 2024-25 General Fund Expenditures [(B3) times .02]	$ 2,458,826	(B4)
Enter Greater of (B4) or $250,000	$ 2,458,826	(B5)
Increased by: Allowable Adjustment*	$ 958,546	(K)
Maximum Unassigned/Undesignated - Unreserved Fund Balance [(B5) + (K)]	$ 3,417,372	(M)

* This adjustment line (line (K) as detailed below) is to be utilized for Federal Impact Aid, Sale, Lease-back, Extraordinary Aid, Additional Nonpublic School Transportation Aid, Recognized current year School Bus Advertising Revenuem Family Crisis Transportation, and Supplemental Stabilization Aid & Maintenance of Equity Aid, if applicable.

SECTION 2

Total General Fund - Fund Balances at 6-30-25 (Per ACFR Budgetary Comparison Schedule C-1)	$ 33,646,367	(C)
Decreased by:		
Assigned Year End Encumbrances	$ 8,225,542	(C1)
Legally Restricted - Designated for Subsequent Year's Expenditures	$ -	(C2)
Legally Restricted - Excess Surplus - Designated for Subsequent Year's Expenditures**	$ 4,553,291	(C3)
Other Restricted Fund Balances****	$ 13,534,854	(C4)
Assigned Fund Balance-Unreserved- Designated for Subsequent Year's Expenditures	$ 717,949	(C5)
Total Unassigned Fund Balance [(C)-(C1)-(C2)-(C3)-(C4)-(C5)]	$ 6,614,731	(U1)

EAST WINDSOR REGIONAL SCHOOL DISTRICT

EXCESS SURPLUS CALCULATION

JUNE 30, 2025

SECTION 3

Restricted Fund Balance - Excess Surplus *** [(U1)-(M)] IF NEGATIVE ENTER -0-	$ 3,197,359	(E)

Recapitulation of Excess Surplus as of June 30, 2025

Reserved Excess Surplus - Designated for Subsequent Year's Expenditures **	$ 4,553,291	(C3)
Reserved Excess Surplus *** [(E)]	$ 3,197,359	(E)
Total Excess Surplus [(C3)+(E)]	$ 7,750,650	(D)

Detail of Allowable Adjustments

Impact Aid	$ -	(H)
Sales & Lease-back	$ -	(I)
Extraordinary Aid	$ 894,567	(J1)
Additional Nonpublic School Transportation Aid	$ 63,979	(J2)
Current Year School Bus Advertising Revenue Recognized	$ -	(J3)
Family Crisis Transportation Aid	$ -	(J4)
Supplemental Stabilization Aid & Maintenance of Equity Aid	$ -	(J5)
Total Adjustments [(H)+(I)+(J1)+(J2)+(J3)+(J4)+(J-5)]	$ 958,546	(K)

** This amount represents the June 30, 2024 Excess Surplus (C3 above) and must be included in the Audit Summary Worksheet Line 90031.

*** Amount must agree to the June 30, 2025 ACFR and must agree to Audit Summary Line 90030.

**** Amount for Other Restricted Fund Balances must be detailed for each source. Use in the excess surplus calculation of any legal reserve that is not state mandated or that is not legally imposed by another type of government, such as the judicial branch of government, must have departmental approval. District requests should be submitted to the Division of Administration and Finance prior to September 30.

EAST WINDSOR REGIONAL SCHOOL DISTRICT

EXCESS SURPLUS CALCULATION

JUNE 30, 2025

Detail of Other Restricted Fund Balance

Statutory restrictions:

Approved unspent separate proposal	$ -	
Sale/lease-back reserve	$ -	
Capital reserve	$ 9,152,567	
Emergency reserve	$ -	
Maintenance reserve	$ 2,937,132	
Tuition reserve	$ -	
School Bus Advertising 50% Fuel Offset Reserve-current year	$ -	
School Bus Advertising 50% Fuel Offset Reserve-prior year	$ -	
Impact Aid General Fund Reserve (Sections 8002 and 8003)	$ -	
Impact Aid General Fund Reserve (Sections 8007 and 8008)	$ -	
Other State / government mandated reserve	$ -	
Reserve for Unemployment Fund	$ 1,445,155	
[Other Restricted Fund Balance not noted above]****	$ -	
Total Other Restricted Fund Balance	$ 13,534,854	(C4)

East Windsor Regional School District
Audit Recommendations Summary
June 30, 2025

We suggest the following:

Administrative Practices and Procedures
None

Financial Planning, Accounting and Reporting
2025-001: The District ensure that final grant reports submitted to oversight agencies reconcile to the underlying accounting data.
2025-002: The District implement procedures to ensure that the T.P.A.F. Reimbursement to the State for Federal Salary Expenditures is done timely.

School Purchasing Programs
None

School Food Service
2025-003: The District review all invoices to ensure they are properly classified as an accounts payable or outstanding encumbrance.

Student Body Activities
None

Application for State School Aid
None

Pupil Transportation
None

Facilities and Capital Assets
None

Miscellaneous
None

Status of Prior Year Findings
All prior year findings were corrected.