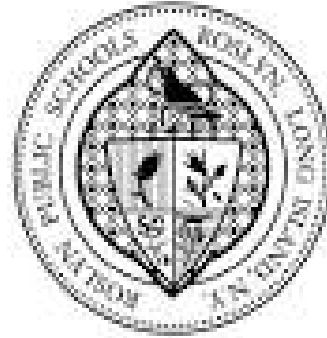


# Roslyn Union Free School District Board of Education Presentation



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October 13, 2022

**KNOW  
GREATER  
VALUE**



- Summary Overview and Required Communications

## General Fund

- 2022 Revenues and Expenditures Compared to Budget
- 2022 Major Revenues
- 2022 Major Expenditures
- 2 Year Fund Balance Analysis

## Other Considerations

- Other Funds – Results and Fund Balance Analysis

## Overall Financial Health



# Summary Overview and Required Communications

- **Management and Those Charged with Governance Responsibility (“TCWG”)**
  - Selecting and implementing appropriate accounting policies
  - Fairly presenting the financial statements in accordance with U.S. GAAP
  - Establishing and maintaining effective internal control over financial reporting
  - Compliance with laws, regulations and provisions of contracts and agreements
  - Providing all financial records and related information to the auditors`
  - Setting proper tone at the top

# Summary Overview and Required Communications (Cont'd)

## Our Responsibility

- Deliverables
  - Independent Auditors' Report on the basic financial statements
    - Issuance of an Unmodified Opinion
  - Yellow Book Report (report on controls and compliance)
  - Report on Compliance for each Major Federal Program
  - Extra-classroom Activity Funds Report
  - Required Communications to TCWG
  - Management Letter
    - We did not identify control deficiencies that we consider to be material weaknesses or significant deficiencies concerning internal control over financial reporting
- Communicate any fraud or illegal acts that are noted during the audit
- We encountered no difficulties in the conduct of our audit
- Uncorrected and corrected misstatements - no uncorrected differences
- No disagreements with management

# 2022 Revenues & Expenditures Compared to Budget

Pages 64-66 in Basic financial statements

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Encumbrances</u>	<u>Variance With Final Budget</u>	
<b>Revenues</b>	\$ 114,447,000	\$ 114,482,321	\$ 114,691,928	\$ -	\$ 209,607	0.18%
<b>Expenditures</b>	115,653,023	115,772,976	109,246,599	1,258,607	5,267,770	4.55%
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>(1,206,023)</u>	<u>(1,290,655)</u>	<u>5,445,329</u>	<u>(1,258,607)</u>	<u>5,477,377</u>	
<b>Other Financing Sources (Uses)</b>						
<b>Transfers In</b>	1,866,250	1,866,250	1,882,179	-	15,929	
<b>Transfers Out</b>	<u>(3,458,607)</u>	<u>(3,419,374)</u>	<u>(3,132,057)</u>	<u>-</u>	<u>287,317</u>	
<b>Total Other Financing Sources (Uses)</b>	<u>(1,592,357)</u>	<u>(1,553,124)</u>	<u>(1,249,878)</u>	<u>-</u>	<u>303,246</u>	
<b>Net Change in Fund Balance</b>	(2,798,380)	(2,843,779)	4,195,451	<u>\$ (1,258,607)</u>	<u>\$ 5,780,623</u>	
<b>Fund Balance - Beginning</b>	<u>2,798,380</u>	<u>2,843,779</u>	<u>34,349,338</u>			
<b>Fund Balance - Ending</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 38,544,789</u>			

See Slide 9 for Details

# 2022 Major Revenues

Page 51-52 in Basic financial statements

	<u>Original Budget</u>	<u>Final Budget</u>	<u>2022 Actual</u>	<u>Variance With Final Budget</u>	<u>2021 Actual</u>
Property Tax	\$ 96,196,329	\$ 96,196,329	\$ 96,176,244	\$ (20,085)	\$ 94,087,236
School tax relief reimbursement	2,500,000	2,500,000	2,537,528	37,528	2,757,204
PILOTS	5,651,354	5,651,354	5,241,221	(410,133)	5,855,552
Day school tuition and other	2,050,000	2,050,000	2,834,508	784,508	2,275,376
State Aid	<u>7,749,317</u>	<u>7,749,317</u>	<u>7,000,677</u>	<u>(748,640)</u>	<u>6,970,599</u>
	<u>\$ 114,147,000</u>	<u>\$ 114,147,000</u>	<u>\$ 113,790,178</u>	<u>\$ (356,822)</u>	<u>\$ 111,945,967</u>
<b>% of Total Revenues and Other Financing Sources</b>	<u>99.74%</u>	<u>99.71%</u>	<u>99.21%</u>		

# 2022 Major Expenditures

Page 67-70 in Basic financial statements

	<u>Original Budget</u>	<u>Final Budget</u>	<u>2022 Actual</u>	<u>Encumbrances</u>	<u>Variance With Final Budget</u>	<u>2021 Actual</u>
Operation & maintenance of plant	\$ 9,514,367	\$ 9,973,839	\$ 9,493,087	\$ 466,909	\$ 13,843	\$ 10,431,163
Teaching - regular school	31,191,378	31,041,878	30,605,419	180,750	255,709	29,077,662
Programs for students with disabilities	12,819,603	12,909,435	11,821,344	166,164	921,927	11,944,171
Pupil transportation	5,232,091	5,340,970	4,640,491	1,060	699,419	4,942,402
Teachers' retirement	4,808,042	4,808,042	4,589,393	-	218,649	4,217,207
Health insurance	16,525,870	16,365,113	15,289,114	-	1,075,999	14,411,399
Debt service	4,740,366	4,897,098	4,796,592	-	100,506	4,846,283
Transfer out - Capital Projects Fund	<u>2,580,000</u>	<u>2,540,767</u>	<u>2,446,740</u>	<u>-</u>	<u>94,027</u>	<u>2,584,700</u>
	<u>\$ 87,411,717</u>	<u>\$ 87,877,142</u>	<u>\$ 83,682,180</u>	<u>\$ 814,883</u>	<u>\$ 3,380,079</u>	<u>\$ 82,454,987</u>
<b>% of Total Expenditures and Other Financing uses</b>	<u>75.58%</u>	<u>75.90%</u>	<u>76.60%</u>			



# 2 Year Fund Balance Analysis – General Fund

Page 56 Basic financial statements

	<u>2022</u>	<u>2021</u>
<b>Nonspendable - Advances</b>		
Prepaid expenditures	\$ 175,118	\$ 568,862
	<u>175,118</u>	<u>568,862</u>
<b>Restricted:</b>		
Repairs	804,250	1,015,705
Workers Compensation Benefits/pairs	58,703	58,644
ERS retirement contributions	6,016,231	6,625,308
ERS retirement contributions - for subsequent year's	1,466,553	850,000
TRS retirement contributions	931,875	930,145
TRS retirement contributions - for subsequent year's	800,000	800,000
Employee benefit accrued liability	82,213	82,131
Capital improvements	20,885,497	17,085,845
Unemployment insurance	541,007	460,547
	<u>31,586,329</u>	<u>27,908,325</u>
<b>Assigned</b>		
Purchases on Order	1,258,607	448,380
Subsequent year's expenditures	700,000	700,000
	<u>1,958,607</u>	<u>1,148,380</u>
<b>Unassigned</b>	<u>4,824,735</u>	<u>4,723,771</u>
<b>Total Fund Balance</b>	<u>\$ 38,544,789</u>	<u>\$ 34,349,338</u>
	<u>4,824,735</u>	= 3.95 %
Unassigned 2022-23 Adopted Budget	122,145,193	
Applied Reserves	2,266,553	





# Other Considerations - Other Funds

- Special Aid Fund – Because the District received and expended in excess of \$750k, a single audit (compliance audit) in accordance with Uniform Guidance was required. 2 programs were tested for compliance in accordance with Uniform Guidance - no compliance findings.

### Other Funds Results and Fund Balance Analysis

	<u>Capital Projects Fund</u>	<u>Special Aid Fund</u>	<u>Debt Service Fund</u>	<u>School Lunch Fund</u>	<u>Special Purpose Fund</u>
Fund balance (Deficit) - 6/30/2021	\$ 9,038,485	\$ -	\$ 2,557,488	\$ (550,143)	\$ 329,339
Prior period Adjustment	-	-	-	-	62,426
Revenues & Other Financing Sources	3,110,173	2,693,331	6,956	1,812,963	197,494
Expenditures & Other Financing Uses	(4,624,658)	(2,693,331)	(1,866,250)	(1,423,083)	(209,899)
Fund balance - 6/30/2022	<u>\$ 7,524,000</u>	<u>\$ -</u>	<u>\$ 698,194</u>	<u>\$ (160,263)</u>	<u>\$ 379,360</u>

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	<u>Capital Projects Fund</u>	<u>Special Aid Fund</u>	<u>Debt Service Fund</u>	<u>School Lunch Fund</u>	<u>Special Purpose Fund</u>
<b>Nonspendable</b>					
Inventories	\$ -	\$ -	\$ -	\$ 14,855	\$ -
<b>Restricted</b>					
Debt Service	-	-	698,194	-	-
Capital Projects	7,524,000	-	-	-	-
Special Purposes	-	-	-	-	379,360
	<u>7,524,000</u>	<u>-</u>	<u>698,194</u>	<u>-</u>	<u>379,360</u>
<b>Assigned Balance</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(175,118)</u>	<u>-</u>
<b>Total Fund Balance (Deficit)</b>	<u>\$ 7,524,000</u>	<u>\$ -</u>	<u>\$ 698,194</u>	<u>\$ (160,263)</u>	<u>\$ 379,360</u>



# Overall Financial Health

**The Continuation of the School District's overall good financial health can be credited to:**

- Continued leadership of the District's Board and Administration
  - Having remained within the 2% tax cap "Tax Levy Limitation Law" since it was enacted in June 2011
- Continued commitment to funding reserves

**Financial Health is important because:**

- Assists in the computation of the School District's Tax levy
- Improves cash flow and will eventually impact credit rating
- Funds unexpected and unbudgeted contingent expenditures and while preserving existing student programs
- Enables the District to meet future challenges

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