

**Briarcliff Manor Union Free
School District, New York**

Financial Statements and
Supplementary Information

Year Ended June 30, 2020

Briarcliff Manor Union Free School District, New York

Table of Contents

	<u>Page No.</u>
Independent Auditors' Report	1
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	4
Management's Discussion and Analysis	6
Basic Financial Statements	
District-Wide Financial Statements	
Statement of Net Position	21
Statement of Activities	22
Fund Financial Statements	
Balance Sheet - Governmental Funds	23
Reconciliation of Governmental Funds Balance Sheet to the District-Wide Statement of Net Position	25
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	26
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	27
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - General Fund	28
Statement of Assets and Liabilities - Fiduciary Fund	29
Notes to Financial Statements	30
Required Supplementary Information	
Other Post Employment Benefits	
Schedule of Changes in the School District's Total OPEB Liability and Related Ratios	58
New York State Teachers' Retirement System	
Schedule of the School District's Proportionate Share of the Net Pension Liability (Asset)	59
Schedule of Contributions	59
New York State and Local Employees' Retirement System	
Schedule of the School District's Proportionate Share of the Net Pension Liability	60
Schedule of Contributions	60
Combining and Individual Fund Financial Statements and Schedules	
Major Governmental Funds	
General Fund	
Comparative Balance Sheet	61
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	62
Schedule of Revenues Compared to Budget	64
Schedule of Expenditures and Other Financing Uses Compared to Budget	66

Briarcliff Manor Union Free School District, New York

Table of Contents (Concluded)

	<u>Page No.</u>
Capital Projects Fund	
Comparative Balance Sheet	70
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	71
Project-Length Schedule	72
Non-Major Governmental Funds	
Combining Balance Sheet	74
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	76
Special Aid Fund	
Comparative Balance Sheet	78
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	79
School Lunch Fund	
Comparative Balance Sheet	80
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	81
Special Purpose Fund	
Comparative Balance Sheet	82
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	83
Debt Service Fund	
Comparative Balance Sheet	84
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	85
Supplementary Information	
Analysis of Change from Adopted Budget to Final Budget	86
Section 1318 of Real Property Tax Law Limit Calculation	86
Schedule of Net Investment in Capital Assets	87

Independent Auditors' Report

**The Board of Education of the
Briarcliff Manor Union Free School District, New York**

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Briarcliff Manor Union Free School District, New York ("School District") as of and for the year ended June 30, 2020, 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.

Management's Responsibility 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; this includes 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.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

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 School District, as of June 30, 2020, and the respective changes in financial position and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 4B in the notes to financial statements, on March 11, 2020, the World Health Organization declared a global pandemic as a result of the spread of COVID-19 ("Coronavirus"). Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis and the schedules included under Required Supplementary Information in the accompanying table of contents be presented to supplement the basic financial statements. Such information, 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 and Other Information

Our audit for the year ended June 30, 2020 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 financial statements and schedules for the year ended June 30, 2020 are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended June 30, 2020 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 information is fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended June 30, 2020.

We also previously audited, in accordance with 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, the basic financial statements of the School District as of and for the year ended June 30, 2019 (not presented herein), and have issued our report thereon dated October 3, 2019, which contained unmodified opinions on the respective financial statements of the governmental activities, each major fund and the aggregate remaining fund information. The combining and individual fund financial statements and schedules for the year ended June 30, 2019 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the June 30, 2019 financial statements. The combining and individual fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the June 30, 2019 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2019.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 1, 2020 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.

PKF O'Connor Davies, LLP

PKF O'Connor Davies, LLP

Harrison, New York

October 1, 2020

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

Independent Auditors' Report

**The Board of Education of the
Briarcliff Manor Union Free School District, New York**

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, the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Briarcliff Manor Union Free School District, New York ("School District") as of and for the year ended June 30, 2020, 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 October 1, 2020.

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

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 determination of financial statement amounts. 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* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

PKF O'Connor Davies, LLP

PKF O'Connor Davies, LLP

Harrison, New York

October 1, 2020

Briarcliff Manor Union Free School District, New York

Management's Discussion and Analysis (MD&A) June 30, 2020

Introduction

This discussion and analysis of the Briarcliff Manor Union Free School District, Briarcliff Manor, New York's ("School District") financial performance provides an overview of the School District's financial activities for the year ended June 30, 2020. It should be read in conjunction with the basic financial statements, which immediately follow this section, to enhance understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for fiscal year 2019-20 are as follows:

- According to NYS law, the amount of unassigned fund balance that can be retained by the General Fund is limited to no more than 4% of the ensuing year's budget. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$2,288,463, or 4.29% of the 2020-21 budget of \$53,381,866. This excess fund balance was generated by the curtailment or elimination of normal operating expenses due to the COVID-19 pandemic. Furthermore, NYS has warned school districts that they may face, at minimum, a 20% cut in state aid funding during the 2020-21 fiscal year unless the federal government provides financial relief to state and local governments to help them recover from the fiscal pandemic caused by the pandemic. The School District has exceeded the 4% limit to provide flexibility to finance operations in the event of State aid cuts and other loss of revenue that are likely to occur. These revenue sources are relied upon to finance operations under normal conditions and are needed to an even greater degree to support the extensive spending required to re-open schools under NYS health guidelines.
- As of the close of the current fiscal year, the School District's governmental funds reported a combined ending fund balance of \$9,118,462, an increase of \$1,389,761 from the June 30, 2019 fund balance of \$7,728,701. There was a net increase in total restricted fund balance of \$450,928. Funds were added to the Tax Certiorari Reserve Fund and the Employee Benefit Accrued Liability Reserve based on specific requirements to finance future allowable expenses. In addition, the District established a TRS Reserve to offset future mandated employer contributions to the New York State Teachers Retirement System. There was an increase in total assigned fund balance of \$879,604. The General Fund's unassigned fund balance that is available for spending at the discretion of the School District was \$2,288,463, or approximately 25.05% of its total fund balance.
- The School District's appropriated surplus contribution to reduce the tax levy will increase from \$1,090,300 in 2019-20 to \$1,585,000 in 2020-21.
- On the district-wide financial statements, the liabilities and deferred inflows of resources of the School District exceeded assets and deferred outflows of resources by \$47,919,071. This is related to the continuing recognition of other post-employment benefit ("OPEB") obligations, other than pensions. These expenses are based on an actuarial estimate of the cost to provide future medical and prescription drug insurance benefits for retirees, spouses, and their covered dependents. Amounts are calculated using actuarial valuations and are based on the OPEB benefits and the pattern of cost sharing between the School District and plan members in effect at the time of each valuation. A full valuation was performed for 2019-20. These amounts are subject to continual

revision. The School District adopted the provisions of Governmental Accounting Standards Board ("GASB") Statement No. 75, which replaced GASB Statement No. 45. The key difference in the new standard is that the School District must now report the *total OPEB liability* related to its employees. The prior standard allowed for the amortization of prior service cost over a thirty-year period. The School District's July 1, 2017 net position was restated for the cumulative effect of adopting GASB Statement No. 75. The restatement resulted in a decrease to net position of \$54.9 million. Total assets and deferred outflows decreased by \$962,324 for the year ended June 30, 2020, exclusive of the restatement impact.

- This is the sixth year of implementation of the provisions of GASB Statement No. 68. This pronouncement established new accounting and financial reporting requirements associated with the School District's participation in the cost sharing multiple employer pension plans administered by the New York State and Local Employees' Retirement System ("ERS") and the New York State Teachers' Retirement System ("TRS"). Cost-sharing employers are required to report in their district-wide financial statements a net pension liability (asset), pension expense and pension-related deferred inflows and outflows of resources based on their proportionate share of the collective amounts for all the municipalities and school districts in the plan. At June 30, 2020, the School District reported in its Statement of Net Position a liability of \$3,235,080 for its proportionate share of the ERS net pension liability, while also reporting an asset of \$3,376,079 for its proportionate share of the TRS net pension asset. More detailed information about the School District's pension plan reporting in accordance with the provisions of GASB Statement No. 68, including amounts reported as pension expense and deferred inflows/outflows of resources, is presented in note 3E in the notes to financial statements.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the School District's basic financial statements. The School District's basic financial statements comprise three components: (1) district-wide financial statements, (2) fund financial statements and (3) notes to financial statements. This report also contains combining and individual fund statements and schedules in addition to the basic financial statements.

District-Wide Financial Statements

The *district-wide financial statements* are designed to provide readers with a broad overview of the School District's finances, in a manner similar to a private-sector business.

- The *statement of net position* presents information on all the School District's assets, liabilities, and deferred inflows/outflows of resources, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the School District is improving or deteriorating.
- The *statement of activities* presents information showing how the School District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows.
- The *governmental* activities of the School District include instruction, pupil transportation, cost of food sales, interest, and general administrative support.

The district-wide financial statements can be found on the pages immediately following this section as the first two pages of the basic financial statements.

Fund Financial Statements

- A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The School District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. All the funds of the School District can be divided into two categories: governmental funds and fiduciary funds.
- *Governmental funds* are used to account for essentially the same functions reported as governmental activities in the district-wide financial statements. However, unlike the district-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating the School District's near-term financing requirements.
- Because the focus of governmental funds is narrower than that of the district-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the district-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.
- The School District maintains six individual governmental funds; General Fund, Capital Projects Fund, Special Aid Fund, School Lunch Fund, Special Purpose Fund and Debt Service Fund. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund and the Capital Projects Fund, which are considered to be major funds. Data for the other four governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.
- The School District adopts an annual budget for its General Fund. A budgetary comparison statement has been provided for the General Fund within the basic financial statements to demonstrate compliance with the respective budget.
- The *Fiduciary Funds* are used to account for assets held by the School District in an agency capacity on behalf of others. Fiduciary funds are not reflected in the district-wide financial statement because the resources of these funds are not available to support the School District's programs.

The financial statements for the governmental and fiduciary funds can be found in the basic financial statements section of this report.

Notes to Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the district-wide and fund financial statements. The notes to financial statements can be found following the basic financial statements section of this report.

Other Information

Additional statements and schedules can be found immediately following the notes to financial statements. These include the required supplementary information for the School District's other post-employment benefit obligations, the combining statements for the non-major governmental funds and schedules of budget to actual comparisons.

District-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of the School District's financial position. This MD&A includes a summary of two district-wide statements that focus on operations of the School District as a whole. These statements measure inputs and outflows using an economic resources measurement focus, and use the accrual basis of accounting. Activities that are fiduciary in nature are not included in these statements.

In the case of the Briarcliff Manor Union Free School District, Briarcliff Manor, New York, liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by \$47,919,071 at the year ending June 30, 2020, as reflected on the chart below.

Net Position

	June 30,	
	2020	2019
Current and Other Assets	\$ 17,813,190	\$ 13,736,739
Capital Assets, net	41,651,322	43,177,813
Total Assets	59,464,512	56,914,552
Deferred Outflows of Resources	19,736,410	21,102,373
Current and Other Liabilities	5,351,189	3,683,183
Long-Term Liabilities	100,456,946	100,383,217
Total Liabilities	105,808,135	104,066,400
Deferred Inflows of Resources	21,311,858	20,907,272
NET POSITION		
Net Investment in Capital Assets	31,973,230	30,040,285
Liability and Casualty Claims	220,754	220,418
Debt Service	22,007	6,254
Tax Certiorari	3,198,747	3,116,184
Retirement Contributions	706,657	272,545
Special Purposes	79,209	79,847
Capital Projects	49,868	-
Unrestricted	(84,169,543)	(80,692,280)
Total Net Position	\$ (47,919,071)	\$ (46,956,747)

The largest positive component of the School District's net position is its investment in capital assets, less any related debt used to acquire those assets that is still outstanding. The School District uses these capital assets to provide services to the students and consequently, these assets are not available for future spending.

Although the School District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Other assets subject to external restrictions constitute 9% of net position. There is a negative \$84,169,543 of unrestricted net position, which is primarily a result of the recognition of OPEB and Net Pension liabilities.

Changes in Net Position

	June 30,	
	2020	2019
PROGRAM REVENUES		
Charges for Services	\$ 4,611,173	\$ 5,842,144
Operating Grants and Contributions	731,164	731,193
Capital Grants and Contributions	15,753	456
Total Program Revenues	5,358,090	6,573,793
General Revenues		
Real Property Taxes	39,933,500	38,192,617
Other Tax Items	1,969,924	2,561,545
Non-Property Taxes	605,798	457,225
Unrestricted Use of Money and Property (Interest and Rental Revenues)	70,614	120,952
Sale of Property and Compensation for Loss	17,020	3,675
Unrestricted State Aid	4,762,941	5,227,042
Miscellaneous	197,686	222,473
Total General Revenues	47,557,483	46,785,529
Total Revenues	52,915,573	53,359,322
PROGRAM EXPENSES		
General Support	7,980,018	7,768,171
Instruction	42,994,204	41,371,657
Pupil Transportation	2,186,432	2,322,287
Interest	268,665	378,124
Cost of Food Sales	446,453	635,136
Other	2,125	2,600
Total Expenses	53,877,897	52,477,975
Change in Net Position	(962,324)	881,347
NET POSITION		
Beginning, as reported	(46,956,747)	(47,838,094)
Ending	<u>\$ (47,919,071)</u>	<u>\$ (46,956,747)</u>

Net position decreased by \$962,324 year-to-year. Revenues decreased by \$443,749 in 2019-20. The major changes are as follows:

Revenues

- Charges for Services decreased by \$1,230,971. The main reasons for the decrease are as follows:
 1. Enrollment of special education 9th – 12th graders from other districts decreased by 7.65 FTE's, and the NRT rate decreased. The combined effect of decreased enrollment and decreased tuition rates resulted in \$747,131 less in special education tuition revenue.
 2. Enrollment of regular education 9th – 12th graders from Pocantico CSD decreased by 7.77 FTE's. In addition, the NRT rate increased by \$831 per student. The combined effect of decreased enrollment and an increased tuition rate resulted in \$162,142 less in regular education tuition revenue.
 3. Regular and special education prior year NRT rate adjustments due from other districts decreased by \$152,549. These adjustments are added to current year revenue.
 4. Enrollment of regular education K-12th grade non-resident parentally placed students increased by 1.799 FTE's. In addition, the NRT rates increased. The combined effect of increased enrollment and increased tuition rates resulted in \$75,539 more in regular education tuition revenue.
 5. Regular education prior year NRT rate adjustments due from non-resident parentally placed students increased by \$5,767. These adjustments are added to current year revenue.
 6. Food service sales stopped on March 13, 2020 when the District shut down as a result of the COVID-19 pandemic. Sales revenue decreased by \$220,733.
 7. Facilities usage fees declined by \$34,136 due to the District closure as a result of the COVID-19 pandemic.
- Real property taxes increased by \$1,740,883. This revenue represents the adopted tax warrant less any STAR revenue received from NYS. These are the main factors contributing to the increase of real property taxes:
 1. The amount of appropriated surplus funds that the School District used to reduce the 2019-20 tax levy was \$162,070 more than the amount set aside for tax reduction in 2018-19.
 2. The 2019-20 budget was \$493,587 more than the 2018-19 budget. This, together with a \$162,070 increase of appropriated surplus, required an additional \$331,517 in revenues to finance operations. Budgeted revenue for items other than real property taxes and STAR revenue in 2019-20 was \$766,713 less than in 2018-19, and the tax levy was increased by \$1,098,230 to make up the difference.
- Other Tax Items (STAR revenue) decreased by \$591,621. The total STAR reimbursement amount that the School District receives from NYS is calculated by both the Town of Mt. Pleasant and the Town of Ossining using a formula determined by NYS, and represents the sum of both towns' municipal-wide total amount of each individual school tax bill to be paid through the STAR program. Any decrease in STAR revenue increases real property taxes by the same amount.
- Unrestricted State Aid decreased by \$464,101. The largest fluctuation was in the category of BOCES aid.
 1. BOCES aid was \$397,191 lower because the School District had less BOCES aidable expenditures in 2018-19 (on which 2019-20 BOCES Aid was based) than in 2017-18 (on which 2018-19 BOCES Aid was based).
- Non-Property Taxes increased by \$148,573 as a result of a 1% increase in the Westchester County sales tax rate effective August 1, 2019.

Expenses increased by \$1,399,922 in 2019-20. The major changes within each function/program are presented in two categories: operational results and GASB 34 adjustments. These are District-wide accruals that result in increases or decreases to program expenses. These obligations do not require the use of current financial resources and are not reported as expenses in the governmental funds.

Expenses

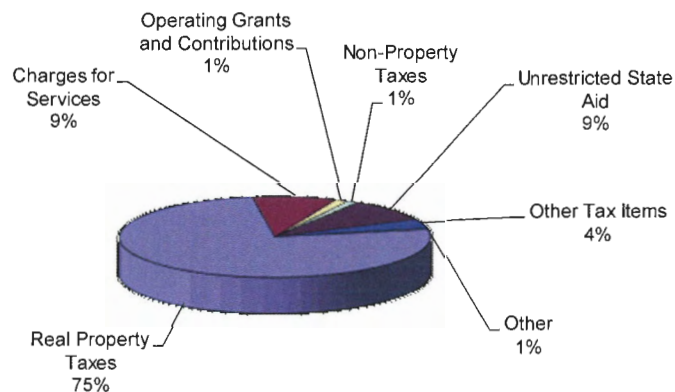
- General Support expenses increased by \$211,847:
 1. General Support operational expenses decreased by \$470,543.
 - Central Services expenses decreased by \$335,084. Security personnel were reclassified to Central Services from Instruction, Teaching - Regular School, increasing expenses by \$254,165. Utility costs were \$177,538 lower as a result of the District closure due to COVID-19, and a mild winter. District-wide furniture purchases and improvements decreased by \$258,355. Database processing expenses decreased by \$59,143. Facilities personnel overtime expenses and contractual cleaning costs decreased by \$36,097 and \$36,988, respectively, because of the closure.
 - Staff expenses decreased by \$67,599, mainly due to a Human Resources position remaining unfilled.
 - Special Items expenses were lower by \$46,509, mostly due to reduced tax certiorari expenses.
 2. Various GASB Statement No. 34 District-wide accruals resulted in a \$682,390 increase to General Support expenses.
- Instruction expenses increased by \$1,622,547:
 1. Instruction operational expenses decreased by \$610,010.
 - Instructional curriculum development expenses decreased by \$320,540. The Director of Instructional Services position was eliminated, reducing expenses by \$225,000. BOCES and in-District curriculum/professional development expenses were \$98,233 lower due to a combination of a reduction in BOCES IDE contracted services and less in-District expenses because of the closure as a result of COVID-19.
 - Security personnel were reclassified to Central Services from Instruction, Teaching - Regular School, reducing expenses by \$254,165.
 2. Various GASB Statement No. 34 District-wide accruals resulted in a \$2,232,557 increase to Instruction expenses. These obligations do not require the use of current financial resources and are not reported as expenses in the governmental funds.
- Cost of Food Sales expenses decreased by \$188,683:
 1. Food service operational expenses decreased by \$200,386, mainly as a result of the closure due to COVID-19.
 2. Various GASB Statement No. 34 District-wide accruals resulted in an \$11,703 increase to Cost of Food Sales.
- Pupil Transportation expenses decreased by \$135,855:
 1. Transportation operational expenses decreased by \$135,434 as athletics and field trips were cancelled when the District closed due to COVID-19.

2. Various GASB Statement No. 34 District-wide accruals resulted in a \$421 decrease to Pupil Transportation expenses.
- Interest expenses decreased by \$109,459:
 1. Interest operational expenses decreased by \$139,889 as the District's outstanding debt service principal decreased.
 2. Various GASB Statement No. 34 District-wide accruals resulted in a \$30,430 increase to Interest expenses.

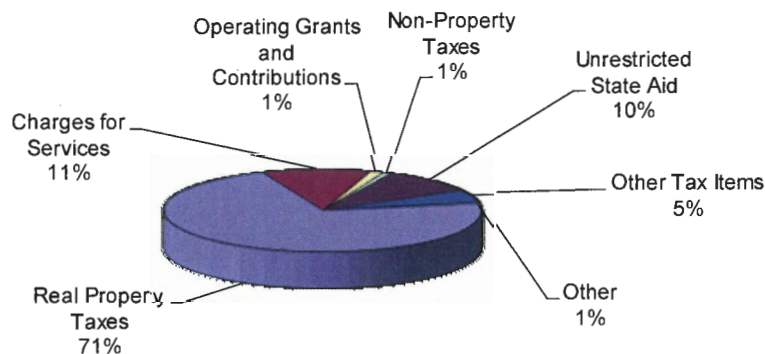
As indicated on the charts that follow, the School District relies upon real property taxes as its primary revenue source.

The School District's instruction costs account for 80% of its expenses.

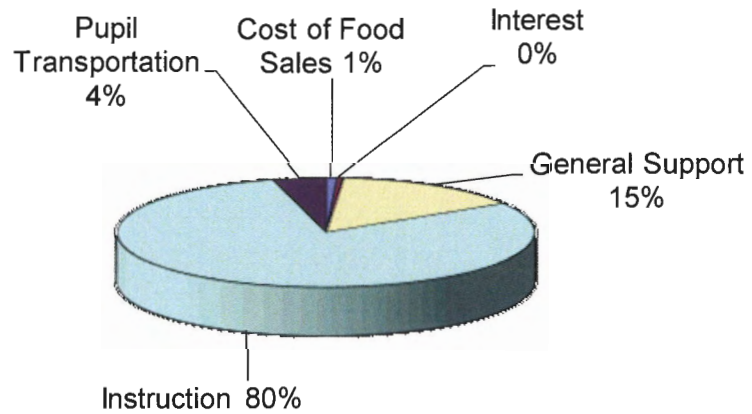
**Sources of Revenue for Fiscal Year 2020
Governmental Activities**



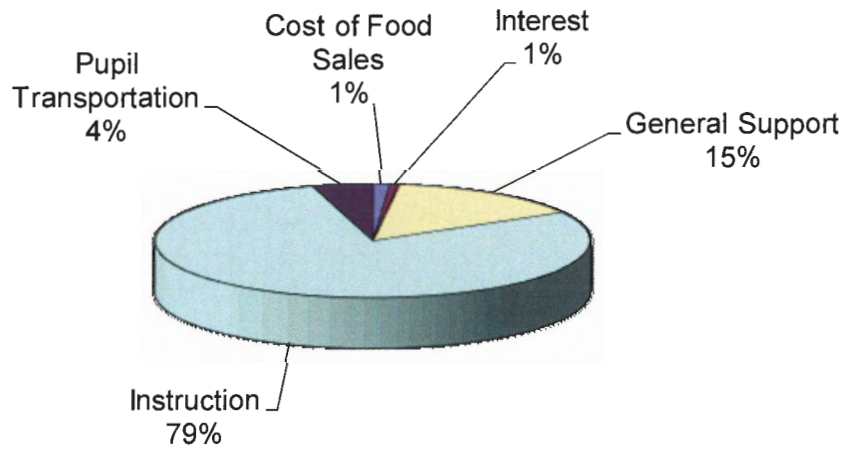
**Sources of Revenue for Fiscal Year 2019
Governmental Activities**



**Expenses for Fiscal Year 2020
Governmental Activities**



**Expenses for Fiscal Year 2019
Governmental Activities**



Financial Analysis of the School District's Funds

As noted earlier, the School District uses fund accounting to ensure and demonstrate compliance with finance related legal requirements.

Fund Balance Reporting

GASB issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* in February 2009. The requirements of GASB Statement No. 54 became effective for financial statements beginning with the period ending June 30, 2011.

In the fund financial statements, GASB Statement No. 54 distinguishes fund balance classifications based on the relative strength of the constraints that control the purposes for which specific amounts in those funds can be spent. Beginning with the most binding constraints, the fund balance classifications are as follows:

- Nonspendable – consists of assets that are inherently nonspendable in the current period either because of their form or because they must be maintained intact, including prepaid items, inventories, long-term portions of loans receivable, financial assets held for resale, and principal of endowments.
- Restricted – consists of amounts that are subject to externally enforceable legal purpose restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments; or through constitutional provisions or enabling legislation.
- Committed – consists of amounts that are subject to a purpose constraint imposed by a formal action of the government's highest level of decision-making authority before the end of the fiscal year, and that require the same level of formal action to remove the constraint.

Note: According to the Office of the State Comptroller, school districts in New York will not have committed fund balance to report.

- Assigned – consists of amounts that are constrained either by the Board of Education for amounts assigned for balancing the subsequent year's budget or the Assistant Superintendent for Finance & Operations for amounts assigned for encumbrances. Encumbrances outstanding at year end are reported as assigned balance since they do not constitute expenditures or liabilities. An assignment cannot result in a deficit in the unassigned fund balance in the General Fund. Assigned fund balance in all other governmental funds represents any positive remaining amount after classifying nonspendable, restricted or committed fund balance amounts.
- Unassigned – represents amounts not classified as nonspendable, restricted, committed or assigned, and could be a surplus or deficit. The General Fund is the only fund that could report a positive amount in unassigned fund balance. For governmental funds other than the General Fund, the unassigned fund balance should be used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the School District's policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the School District's policy to use fund balance in the following order: committed, assigned and unassigned.

These changes were made to reflect spending constraints on resources, rather than availability for appropriations and to bring greater clarity and consistency to fund balance reporting. According to GASB, this pronouncement should result in an improvement in the usefulness of fund balance information.

Governmental Funds

The focus of the School District's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the School District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a School District's net resources available for discretionary use as it represents the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the School District itself, or an individual that has been delegated authority to assign resources for use for particular purposes by the Board of Education.

As of the end of the current fiscal year, the School District's governmental funds reported a combined fund balance of \$9,118,462, an increase of \$1,389,761 over the combined fund balance of the prior year. Of this amount, \$4,800,888 is restricted for specific purposes, \$2,150,748 is assigned for intended use (this amount is inclusive of \$1,585,000 that will be used to offset the tax levy for the 2020-21 year and represents the amount estimated for use in the 2020-21 General Fund budget), and \$2,166,826 is unassigned.

The General Fund is the primary operating fund of the School District. At the end of the current fiscal year, the total fund balance of the General Fund was \$9,136,896. Of this total, \$4,699,672 is restricted for specific purposes and represents the School District's reserves. The funds include a reserve for tax certioraris of \$3,198,747, an employee benefit accrued liability reserve of \$573,514, a reserve for future ERS retirement contributions of \$272,847, a reserve for future TRS retirement contributions of \$433,810, and a reserve for liability and casualty claims of \$220,754. In addition, \$2,148,761 is assigned for intended use and includes \$1,585,000 to be used for tax reduction in the 2020-21 school year. The balance of \$2,288,463 is unassigned.

Overall, the School District General Fund realized a net budgetary surplus of \$2,497,441, inclusive of encumbrances, at June 30, 2020. Revenues and other financing sources were \$279,625 higher than budgeted amounts. Savings of \$2,217,816 were derived on the expenditure side of the budget. The major variances are as follows:

Revenues

- Actual revenue for Charges for Services was \$206,506 more than budgeted. Most of this variance related to tuition revenue. Overall enrollment of regular and special education 9th – 12th graders from other districts was .7 FTE's higher than projected, and more special education students than regular education students were enrolled than anticipated. Enrollment of parentally placed regular education K-12th graders was 2.0 FTE's higher than projected. Additional amounts due from other districts for prior year NRT tuition rate adjustments were more than planned because the rates used for the budget estimate were lower than the final rates calculated by NYS.
- Actual revenue for Non-Property Taxes was \$165,798 greater than budgeted. This was due to a 1% increase in the Westchester County sales tax rate effective August 1, 2019.
- Actual revenue for State Aid was \$48,656 lower than budgeted. The budget was developed using aid projections provided by the State in the spring of 2019. Actual revenue was initially higher than the projections, but then aid was withheld by the State in response to their revenue shortfall created by the COVID-19 pandemic. Most of the reduction was in BOCES aid.

- Actual Use of Money and Property revenue was \$39,318 lower than budgeted. The reduction resulted from lower than expected interest earnings because of emergency rate cuts, and loss of facilities usage fees when the District closed.

Expenses

- Central Services costs were \$461,049 lower than budgeted. As a result of the District closure due to COVID-19, certain facilities expenses were reduced, such as utility costs, routine contractual cleaning, and custodial overtime expenses. In addition, planned District-wide furniture/equipment purchases and improvements were postponed due to the economic uncertainty regarding various revenue streams and future costs of re-opening the District.
- Regular education expenses were \$335,670 lower than projected, mostly because of reduced spending on substitutes, contractual, textbook, and supply expenses. In addition, BOCES expenses were reduced because environmental and arts-in-education trips were cancelled.
- Employee benefits costs were \$311,367 less than budgeted. This surplus resulted from lower than forecast expenses for the Teachers Retirement System, Social Security, health insurance, and dental insurance.
- Programs for Students with Disabilities expenses were \$265,213 less than estimated. Several factors contributed to this variance. An Out-of-District placement returned in the fall, reducing tuition expenses. In addition, the closure due to COVID-19 resulted in a reduction in Special Education consultation services, clerical overtime, and supply orders.
- Pupil Services expenses were \$223,786 lower than budgeted as Guidance, Health Services, Co-Curricular Activities, and Athletics spending were reduced when the District closed and various events were cancelled.
- Pupil Transportation expenses were under budget by \$214,943 after athletics, field trips, and certain extra bus runs were cancelled.
- Instruction, Administration, and Improvement expenses were \$166,863 less than anticipated due to reduced utilization of professional and curriculum development services, as well as decreased spending on contractual and supply items in the school building offices because of the closure as a result of COVID-19.
- Staff expenses were \$89,204 less than budgeted, mainly due to a Human Resources position remaining unfilled.
- Special Items expenses were \$62,815 lower than budgeted, mostly due to reduced spending on school association dues and reclassification of a tax certiorari refund affecting the current school year. These payments must be recorded as a reduction of current year property tax revenue.

The School District's General Fund balance increased by \$1,630,182, the amount that revenues and other financing sources exceeded expenses and other financing uses.

General Fund Budgetary Highlights

The adopted budget of \$52,690,000 was increased by \$340,720 to arrive at the final budget of \$53,030,720 as follows:

Adopted budget	\$ 52,690,000
Prior year encumbrances	<u>152,300</u>
	<u>52,842,300</u>
Accrued employee benefits due upon termination of certain employees' service during the 2019-20 school year funded by the Employee Benefit Accrued Liability Reserve (EBALR)	65,880
Tax certiorari judgments funded by the Tax Certiorari Reserve	<u>122,540</u>
	<u>188,420</u>
Final Budget	<u><u>\$ 53,030,720</u></u>

Capital Assets

At June 30, 2020, the School District had capital assets of \$41,651,322, net of accumulated depreciation, invested in a broad range of capital assets, including land, buildings and improvements, machinery and equipment, vehicles, and construction-in-progress. The change in capital assets, net of accumulated depreciation, is delineated below.

Class	June 30,	
	2020	2019
Land	\$ 318,215	\$ 318,215
Buildings and Improvements	39,538,710	41,471,855
Machinery and Equipment	1,426,992	1,316,436
Construction-in-Progress	<u>367,405</u>	<u>71,307</u>
Total Capital Assets, net of accumulated depreciation	<u><u>\$ 41,651,322</u></u>	<u><u>\$ 43,177,813</u></u>

The change in capital assets during the current fiscal year results primarily from the depreciation expense recorded in 2019-20. Depreciation expense exceeded the capital outlay for new capital assets by \$1,526,491.

More detailed information about the School District's capital assets is presented in Note 3B in the notes to financial statements.

Long-Term Debt

The School District had general obligation and other long-term debt outstanding as follows:

	June 30,	
	2020	2019
General Obligation Bonds Payable	\$ 9,557,085	\$ 13,283,287
Compensated Absences	577,627	551,413
Net Pension Liability	3,235,080	799,935
Installment Purchase Debt Payable	766,076	220,352
Other Post Employment Benefit Obligations (OPEB)	86,321,078	85,528,230
Total	<u>\$ 100,456,946</u>	<u>\$ 100,383,217</u>

OPEB represents an actuarial estimate of the cost to provide future medical and prescription drug insurance benefits for retirees, spouses, and their covered dependents. The School District adopted the provisions of Governmental Accounting Standards Board ("GASB") Statement No. 75, which replaced GASB Statement No. 45. The key difference in the new standard is that the School District must now report the *total OPEB liability* related to its employees. The prior standard allowed for the amortization of prior service cost over a thirty-year period. The School District's total OPEB obligation increased by \$792,848 in 2019-20.

More detailed information about the School District's long-term liabilities is presented in Note 3E in the notes to financial statements.

Conclusion

Financial Discussion

Despite the logistical and financial burdens of re-opening school while adhering to health and safety guidelines, uncertain economic times, additional State Education Department mandates, and ambitious educational goals, the School District is prepared to meet future challenges. Effective internal controls are in place in the Business Office, as is a prudent budget process, which yields a spending plan each year that is approved by the School Board and resident voters.

The School District's total fund balance within the General Fund was \$9,136,896 for the year ended June 30, 2020. The School District has an unassigned fund balance in the General Fund of \$2,288,463. It has an additional \$4,699,672 in restricted fund balance, and \$2,148,761 as assigned fund balance for use in the 2020-21 budget.

Budget

The School District depends heavily on its real property taxes, which represent approximately 77% of its General Fund revenue, exclusive of STAR funds. Mindful of this burden on its taxpayers, the School District adopted a proposed budget that remained within the allowable tax levy limit for the 2020-21 fiscal year, with a projected tax levy increase of 2.71%.

The challenge of presenting a fiscally responsible budget while meeting the needs of students, and implementing governmental mandates while uncertain of the future economic impacts of the novel coronavirus, will continue to require effective and efficient management of School District operations now and in future years.

Requests for Information

This financial report is designed to provide a general overview of the School District's finances for all those with an interest in the School District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Briarcliff Manor Union Free School District
Attention: John Brucato
Asst. Superintendent for Finance & Operations
45 Ingham Road
Briarcliff Manor, New York 10510
Or visit our Website at www.briarcliffschools.org

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Briarcliff Manor Union Free School District, New York

Statement of Net Position

June 30, 2020

	Governmental Activities
ASSETS	
Cash and equivalents	\$ 12,299,074
Receivables	
Accounts	132,742
State and Federal aid	319,103
Due from other governments	1,686,192
Net pension asset	3,376,079
Capital assets	
Not being depreciated	685,620
Being depreciated, net	40,965,702
Total Assets	59,464,512
DEFERRED OUTFLOWS OF RESOURCES	19,736,410
LIABILITIES	
Accounts payable	813,260
Accrued liabilities	110,344
Bond anticipation notes payable	2,170,476
Bond interest and matured bonds payable	5,019
Due to retirement systems	2,162,878
Unearned revenues	56,672
Accrued interest payable	32,540
Non-current liabilities	
Due within one year	2,493,886
Due in more than one year	97,963,060
Total Liabilities	105,808,135
DEFERRED INFLOWS OF RESOURCES	21,311,858
NET POSITION	
Net investment in capital assets	31,973,230
Restricted	
Liability and casualty claims	220,754
Debt service	22,007
Tax certiorari	3,198,747
Retirement contributions	706,657
Special purposes	79,209
Capital projects	49,868
Unrestricted	(84,169,543)
Total Net Position	\$ (47,919,071)

The notes to the financial statements are an integral part of this statement.

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Briarcliff Manor Union Free School District, New York

Statement of Activities
Year Ended June 30, 2020

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities					
General support	\$ 7,980,018	\$ 60,782	\$ 6,086	\$ -	\$ (7,913,150)
Instruction	42,994,204	4,134,255	723,591	-	(38,136,358)
Pupil transportation	2,186,432	1,816	-	-	(2,184,616)
Cost of food sales	446,453	414,320	-	-	(32,133)
Other	2,125	-	1,487	-	(638)
Interest	268,665	-	-	15,753	(252,912)
Total Governmental Activities	<u>\$ 53,877,897</u>	<u>\$ 4,611,173</u>	<u>\$ 731,164</u>	<u>\$ 15,753</u>	<u>(48,519,807)</u>
General revenues					
Real property taxes					39,933,500
Other tax items					
School tax relief reimbursement					1,969,924
Non-property taxes					
Non-property tax distribution from County					605,798
Unrestricted use of money and property					70,614
Sale of property and compensation for loss					17,020
Unrestricted State aid					4,762,941
Miscellaneous					197,686
Total General Revenues					<u>47,557,483</u>
Change in Net Position					(962,324)
Net Position - Beginning					<u>(46,956,747)</u>
Net Position - Ending					<u>\$ (47,919,071)</u>

The notes to the financial statements are an integral part of this statement.

Briarcliff Manor Union Free School District, New York

Balance Sheet
Governmental Funds
June 30, 2020

	General	Capital Projects
ASSETS		
Cash and equivalents	\$ 10,027,957	\$ 2,103,394
Receivables		
Accounts	130,342	-
State and Federal aid	104,960	-
Due from other governments	1,686,192	-
Due from other funds	257,485	545
Total Assets	<u>\$ 12,206,936</u>	<u>\$ 2,103,939</u>
LIABILITIES AND FUND BALANCES (DEFICITS)		
Liabilities		
Accounts payable	\$ 782,553	\$ 5,712
Accrued liabilities	110,344	-
Bond anticipation notes payable	-	2,170,476
Bond interest and matured bonds payable	-	-
Due to retirement systems	2,162,878	-
Due to other funds	545	49,388
Unearned revenues	13,720	-
Total Liabilities	<u>3,070,040</u>	<u>2,225,576</u>
Fund balances (deficits)		
Restricted	4,699,672	-
Assigned	2,148,761	-
Unassigned	2,288,463	(121,637)
Total Fund Balances (Deficits)	<u>9,136,896</u>	<u>(121,637)</u>
Total Liabilities and Fund Balances (Deficits)	<u>\$ 12,206,936</u>	<u>\$ 2,103,939</u>

The notes to the financial statements are an integral part of this statement.

<u>Non-Major Governmental</u>	<u>Total Governmental Funds</u>
\$ 167,723	\$ 12,299,074
2,400	132,742
214,143	319,103
-	1,686,192
8,518	266,548
<u>\$ 392,784</u>	<u>\$ 14,703,659</u>

\$ 24,995	\$ 813,260
-	110,344
-	2,170,476
5,019	5,019
-	2,162,878
216,615	266,548
42,952	56,672
<u>289,581</u>	<u>5,585,197</u>

101,216	4,800,888
1,987	2,150,748
-	2,166,826
<u>103,203</u>	<u>9,118,462</u>
<u>\$ 392,784</u>	<u>\$ 14,703,659</u>

Briarcliff Manor Union Free School District, New YorkReconciliation of Governmental Funds Balance Sheet to
the District-Wide Statement of Net Position
June 30, 2020

Amounts Reported for Governmental Activities in the Statement of Net Position are Different Because

Fund Balances - Total Governmental Funds	<u>\$ 9,118,462</u>
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>41,651,322</u>
Governmental funds do not report the effect of losses on refunding bonds assets or liabilities related to net pension assets (liabilities) and other post employment benefit obligations whereas these amounts are deferred and amortized in the statement of activities.	
Deferred amounts on refunding bonds	50,498
Deferred amounts on net pension assets (liabilities)	8,433,013
Deferred amounts on other post employment benefits	<u>(10,058,959)</u>
	<u>(1,575,448)</u>
Other long-term assets are not available to pay for current-period expenditures and, therefore, are not reported in the funds.	
Net pension asset	<u>3,376,079</u>
Long-term liabilities that are not due and payable in the current period are not reported in the funds.	
Accrued interest payable	(32,540)
General obligation bonds payable	(9,557,085)
Installment purchase debt payable	(766,076)
Compensated absences	(577,627)
Net pension liability	(3,235,080)
Other post employment benefit obligations payable	<u>(86,321,078)</u>
	<u>(100,489,486)</u>
Net Position of Governmental Activities	<u><u>\$ (47,919,071)</u></u>

The notes to the financial statements are an integral part of this statement.

Briarcliff Manor Union Free School District, New York

Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds

Year Ended June 30, 2020

	General	Capital Projects	Non-Major Governmental	Total Governmental Funds
REVENUES				
Real property taxes	\$ 39,933,500	\$ -	\$ -	\$ 39,933,500
Other tax items	1,969,924	-	-	1,969,924
Non-property taxes	605,798	-	-	605,798
Charges for services	4,136,071	-	-	4,136,071
Use of money and property	137,482	-	2,210	139,692
Sale of property and compensation for loss	17,020	-	-	17,020
State aid	4,881,844	-	192,910	5,074,754
Federal aid	-	-	374,571	374,571
Food sales	-	-	414,312	414,312
Miscellaneous	197,686	-	37,215	234,901
Total Revenues	<u>51,879,325</u>	<u>-</u>	<u>1,021,218</u>	<u>52,900,543</u>
EXPENDITURES				
Current				
General support	6,261,658	-	-	6,261,658
Instruction	27,943,402	-	685,115	28,628,517
Pupil transportation	2,173,157	-	-	2,173,157
Employee benefits	9,379,572	-	-	9,379,572
Cost of food sales	-	-	440,877	440,877
Other	-	-	2,125	2,125
Debt service				
Principal	3,698,928	-	-	3,698,928
Interest	411,999	-	-	411,999
Capital outlay	-	1,288,631	-	1,288,631
Total Expenditures	<u>49,868,716</u>	<u>1,288,631</u>	<u>1,128,117</u>	<u>52,285,464</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>2,010,609</u>	<u>(1,288,631)</u>	<u>(106,899)</u>	<u>615,079</u>
OTHER FINANCING SOURCES (USES)				
Installment purchase debt	-	759,652	-	759,652
Issuance premium	-	-	15,030	15,030
Transfers in	-	300,000	80,427	380,427
Transfers out	(380,427)	-	-	(380,427)
Total Other Financing Sources (Uses)	<u>(380,427)</u>	<u>1,059,652</u>	<u>95,457</u>	<u>774,682</u>
Net Change in Fund Balances	1,630,182	(228,979)	(11,442)	1,389,761
FUND BALANCES				
Beginning of Year	<u>7,506,714</u>	<u>107,342</u>	<u>114,645</u>	<u>7,728,701</u>
End of Year	<u>\$ 9,136,896</u>	<u>\$ (121,637)</u>	<u>\$ 103,203</u>	<u>\$ 9,118,462</u>

The notes to the financial statements are an integral part of this statement.

Briarcliff Manor Union Free School District, New York

Reconciliation of the Statement of Revenues,
Expenditures and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
Year Ended June 30, 2020

Amounts Reported for Governmental Activities in the Statement of Activities are Different Because

Net Change in Fund Balances - Total Governmental Funds	\$ 1,389,761
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Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This amount may be less than the total capital outlay since capital outlay includes amounts under the capitalization threshold.

Capital outlay expenditures	527,283
Depreciation expense	<u>(2,053,774)</u>
	<u>(1,526,491)</u>

Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized on the statement of activities.

Principal paid on general obligation bonds	3,485,000
Principal paid on installment purchase debt	213,928
Installment purchase debt issued	(759,652)
Amortization of loss on refunding bonds and issuance premium	<u>145,941</u>
	<u>3,085,217</u>

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Accrued interest	(2,607)
Compensated absences	(26,214)
Pension obligations	(2,881,082)
Other post employment benefit obligations	<u>(1,000,908)</u>
	<u>(3,910,811)</u>

Change in Net Position of Governmental Activities	<u>\$ (962,324)</u>
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The notes to the financial statements are an integral part of this statement.

Briarcliff Manor Union Free School District, New York

Statement of Revenues, Expenditures and Changes in Fund

Balance - Budget and Actual

General Fund

Year Ended June 30, 2020

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Real property taxes	\$ 41,920,000	\$ 39,950,076	\$ 39,933,500	\$ (16,576)
Other tax items	-	1,969,924	1,969,924	-
Non-property taxes	440,000	440,000	605,798	165,798
Charges for services	3,929,565	3,929,565	4,136,071	206,506
Use of money and property	176,800	176,800	137,482	(39,318)
Sale of property and compensation for loss	6,000	6,000	17,020	11,020
State aid	4,930,500	4,930,500	4,881,844	(48,656)
Miscellaneous	196,835	196,835	197,686	851
Total Revenues	51,599,700	51,599,700	51,879,325	279,625
EXPENDITURES				
Current				
General support	7,016,963	7,289,732	6,261,658	1,028,074
Instruction	28,748,605	29,158,304	27,943,402	1,214,902
Pupil transportation	2,394,600	2,388,100	2,173,157	214,943
Employee benefits	10,213,932	9,699,179	9,379,572	319,607
Debt service				
Principal	3,698,928	3,698,928	3,698,928	-
Interest	409,272	411,999	411,999	-
Total Expenditures	52,482,300	52,646,242	49,868,716	2,777,526
Excess (Deficiency) of Revenues Over Expenditures	(882,600)	(1,046,542)	2,010,609	3,057,151
OTHER FINANCING USES				
Transfers out	(360,000)	(384,478)	(380,427)	4,051
Net Change in Fund Balance	(1,242,600)	(1,431,020)	1,630,182	3,061,202
FUND BALANCE				
Beginning of Year	1,242,600	1,431,020	7,506,714	6,075,694
End of Year	\$ -	\$ -	\$ 9,136,896	\$ 9,136,896

The notes to the financial statements are an integral part of this statement.

Briarcliff Manor Union Free School District, New York

Statement of Assets and Liabilities

Fiduciary Fund

June 30, 2020

	Agency Fund
ASSETS	
Cash and equivalents	\$ 159,119
LIABILITIES	
Escrow deposits	\$ 71,178
Student activity funds	87,941
Total Liabilities	\$ 159,119

The notes to the financial statements are an integral part of this statement.

Note 1 - Summary of Significant Accounting Policies

The Briarcliff Manor Union Free School District, New York ("School District"), as presently constituted, was established in 1909 and operates in accordance with the provisions of the Education Law of the State of New York. The Board of Education is the legislative body responsible for overall operation of the School District and is elected by the voters of the School District. The Superintendent serves as the chief executive officer. The School District's primary function is to provide education for its pupils. Services such as transportation of pupils, administration, finance and plant maintenance support the primary function.

The accounting policies of the School District conform to generally accepted accounting principles for local governmental units and the Uniform System of Accounts as prescribed by the State of New York. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the School District's more significant accounting policies:

A. Financial Reporting Entity

The financial reporting entity consists of a) the primary government, which is the School District, b) organizations for which the School District is financially accountable and c) other organizations for which the nature and significance of their relationship with the School District are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete as set forth by GASB.

In evaluating how to define the School District, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the School District's reporting entity was made by applying the criteria set forth by GASB, including legal standing, fiscal dependency and financial accountability. Based upon the application of these criteria, there are no other entities which would be included in the financial statements.

The School District participates in the Putnam-Northern Westchester Board of Cooperative Educational Services ("BOCES"), a jointly governed entity. BOCES is a voluntary cooperative association of school districts in a geographic area that share planning, services and programs, which provide educational and support services. BOCES' governing board is elected based on the vote of members of the participating districts' governing boards. BOCES' budget is comprised of separate budgets for administrative, program and capital costs. BOCES charges the districts for program costs based on participation and for administrative and capital costs. Each component school district's share of administrative and capital costs is determined by resident public school enrollment as defined by Education Law. Copies of BOCES' financial statements can be requested from Putnam-Northern Westchester BOCES, 200 BOCES Drive, Yorktown Heights, New York 10598.

B. District-Wide Financial Statements

The district-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all non-fiduciary activities of the School District as a whole. For the most part, the effect of interfund activity has been removed from these statements, except for interfund services provided and used.

Note 1 - Summary of Significant Accounting Policies (Continued)

The Statement of Net Position presents the financial position of the School District at the end of its fiscal year. The Statement of Activities demonstrates the degree to which direct expenses of a given function or segments are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods or services, or privileges provided by a given function or segment, (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment and (3) interest earned on grants that is required to be used to support a particular program. Taxes and other items not identified as program revenues are reported as general revenues. The School District does not allocate indirect expenses to functions in the Statement of Activities.

Separate financial statements are provided for governmental and fiduciary funds, even though the latter is excluded from the district-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. Fund Financial Statements

The accounts of the School District are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts, which comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balances, revenues and expenditures/expenses. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The School District maintains the minimum number of funds consistent with legal and managerial requirements. The focus of governmental fund financial statements is on major funds as that term is defined in professional pronouncements. Each major fund is to be presented in a separate column, with non-major funds, if any, aggregated and presented in a single column. Fiduciary funds are reported by type. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the district-wide statements' governmental activities column, a reconciliation is presented on the pages following, which briefly explain the adjustments necessary to transform the fund based financial statements into the governmental activities column of the district-wide presentation. The School District's resources are reflected in the fund financial statements in two broad fund categories, in accordance with generally accepted accounting principles as follows:

Fund Categories

- a. Governmental Funds - Governmental Funds are those through which most general government functions are financed. The acquisition, use and balances of expendable financial resources and the related liabilities are accounted for through governmental funds. The following represents the School District's major governmental funds.

General Fund - The General Fund constitutes the primary operating fund of the School District and is used to account for and report all financial resources not accounted for and reported in another fund.

Note 1 - Summary of Significant Accounting Policies (Continued)

Capital Projects Fund - The Capital Projects Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditures for outlays, including the acquisition or construction of major capital facilities and other capital assets.

The School District also reports the following non-major governmental funds:

Special Revenue Funds - Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted, committed or assigned to expenditures for specified purposes other than debt service or capital projects. The non-major special revenue funds of the School District are as follows:

Special Aid Fund - The Special Aid Fund is used to account for special projects or programs supported in whole or in part with Federal, State or local funds.

School Lunch Fund - The School Lunch Fund is used to record the operations of the breakfast and lunch programs of the School District.

Special Purpose Fund - The Special Purpose Fund is used to account for assets held by the School District in accordance with the terms of a trust agreement.

Debt Service Fund - The Debt Service Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditures for principal and interest, and for financial resources that are being accumulated for principal and interest maturing in future years.

- b. Fiduciary Funds (Not Included in District-Wide Financial Statements) - Fiduciary Funds are used to account for assets held by the School District in an agency capacity on behalf of others. Among the activities included in the Agency Fund are the student activity funds. The Agency Fund is also utilized to account for payroll tax withholdings that are payable to other jurisdictions.

D. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources (current assets less current liabilities) or economic resources (all assets and liabilities). The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The district-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. The Agency Fund has no measurement focus but utilizes the accrual basis of accounting. 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 for 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.

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. Property taxes are considered to be available if collected within sixty days of the fiscal year-end. If expenditures are the prime factor for determining eligibility, revenues from Federal and State grants are recognized as revenues when the expenditure is made. A ninety day availability period is generally used for revenue recognition for most other governmental fund revenues. 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, net pension liability and other post employment benefit obligations are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Fund Balances

Cash and Equivalents, Investments and Risk Disclosure

Cash and Equivalents - Cash and equivalents consist of funds deposited in demand deposit accounts, time deposit accounts and short-term investments with original maturities of less than three months from date of acquisition.

The School District's deposits and investment policies are governed by State statutes. The School District has adopted its own written investment policy, which provides for the deposit of funds in FDIC insured commercial banks or trust companies located within the State. The School District is authorized to use demand deposit accounts, time deposit accounts and certificates of deposit.

Collateral is required for demand deposit accounts, time deposit accounts and certificates of deposit of at least 102% of all deposits not covered by Federal deposit insurance. The School District has entered into custodial agreements with the various banks which hold their deposits. These agreements authorize the obligations that may be pledged as collateral. Such obligations include, among other instruments, obligations of the United States and its agencies and obligations of the State and its municipal and school district subdivisions.

Investments - Permissible investments include obligations of the U.S. Treasury, U.S. Agencies, repurchase agreements and obligations of New York State or its political subdivisions.

The School District follows the provisions of GASB Statement No. 72, "*Fair Value Measurements and Application*", which defines fair value and establishes a fair value hierarchy organized into three levels based upon the input assumptions used in pricing assets. Level 1 inputs have the highest reliability and are related to assets with unadjusted quoted prices in active markets. Level 2 inputs relate to assets with other than quoted prices in active markets which may include quoted prices for similar assets or liabilities or other inputs which can be corroborated by observable market data. Level 3 inputs are unobservable inputs and are used to the extent that observable inputs do not exist.

Note 1 - Summary of Significant Accounting Policies (Continued)

Risk Disclosure

Interest Rate Risk - Interest rate risk is the risk that the government will incur losses in fair value caused by changing interest rates. The School District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from changing interest rates. Generally, the School District does not invest in any long-term investment obligations.

Custodial Credit Risk - Custodial credit risk is the risk that in the event of a bank failure, the School District's deposits may not be returned to it. GASB Statement No. 40, "*Deposit and Investment Risk Disclosures – an amendment of GASB Statement No. 3*", directs that deposits be disclosed as exposed to custodial credit risk if they are not covered by depository insurance and the deposits are either uncollateralized, collateralized by securities held by the pledging financial institution or collateralized by securities held by the pledging financial institution's trust department but not in the School District's name. The School District's aggregate bank balances that were not covered by depository insurance were not exposed to custodial credit risk at June 30, 2020.

Credit Risk - Credit risk is the risk that an issuer or other counterparty will not fulfill its specific obligation even without the entity's complete failure. The School District does not have a formal credit risk policy other than restrictions to obligations allowable under General Municipal Law of the State of New York.

Concentration of Credit Risk - Concentration of credit risk is the risk attributed to the magnitude of a government's investments in a single issuer. The School District's investment policy does not limit the amount on deposit at each of its banking institutions.

Property Taxes Receivable - Real property taxes attach as an enforceable lien on real property as of July 1st and are levied and payable in September and January. The various towns which are included in the levy are responsible for the billing and collection of the taxes. The towns guarantee the full payment of the School District warrant and assume responsibility for uncollected taxes.

Other Receivables - Other receivables include amounts due from other governments and individuals for services provided by the School District. Receivables are recorded and revenues recognized as earned or as specific program expenditures are incurred. Allowances are recorded when appropriate.

Due From/To Other Funds - During the course of its operations, the School District has numerous transactions between funds to finance operations, provide services and construct assets. To the extent that certain transactions between funds had not been paid or received as of June 30, 2020, balances of interfund amounts receivable or payable have been recorded in the fund financial statements.

Note 1 - Summary of Significant Accounting Policies (Continued)

Capital Assets - Capital assets, which include property, plant and equipment, are reported in the governmental activities column in the district-wide financial statements. Capital assets are defined by the School District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

Land and construction-in-progress are not depreciated. Property, plant and equipment of the School District are depreciated using the straight line method over the following estimated useful lives.

<u>Class</u>	<u>Life in Years</u>
Buildings and Improvements	15-50
Machinery and Equipment	5-20

The costs associated with the acquisition or construction of capital assets are shown as capital outlay expenditures on the governmental fund financial statements. Capital assets are not shown on the governmental fund balance sheets.

Unearned Revenues - Unearned revenues arise when assets are recognized before revenue recognition criteria has been satisfied. In the district-wide financial statements, unearned revenues consist of amounts received in advance and/or revenue from grants received before the eligibility requirements have been met.

Unearned revenues in the fund financial statements are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met. The School District has reported unearned revenues of \$13,720 in the General Fund for facilities use and science award monies received in advance, \$216 in the Special Aid Fund for local grants received in advance, and \$42,736 for prepaid meal cards in the School Lunch Fund. Such amounts have been deemed to be measurable but not "available" pursuant to generally accepted accounting principles.

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

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

Note 1 - Summary of Significant Accounting Policies (Continued)

Deferred outflows and inflows of resources have been reported on the district-wide Statement of Net Position for the following:

	Deferred Outflows of Resources	Deferred Inflows of Resources
New York State Teachers' Retirement System	\$ 10,844,011	\$ 4,624,770
New York State and Local Employees' Retirement System	2,323,541	109,769
Other Post Employment Benefits	6,518,360	16,577,319
Deferred Loss on Refunding Bonds	50,498	-
	<u>\$ 19,736,410</u>	<u>\$ 21,311,858</u>

The School District reported deferred outflows of resources for a deferred loss on refunding bonds in the district-wide Statement of Net Position. This amount results from the difference in the carrying amount of the refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

The amounts reported as deferred outflows of resources and deferred inflows of resources in relation to the School District's pension and other postemployment benefit obligations are detailed Note 3E.

Long-Term Liabilities - In the district-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable premium or discount. Bond issuance costs are expended as incurred.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as Debt Service or Capital Projects funds expenditures.

Net Pension Liability (Asset) - The net pension liability (asset) represents the School District's proportionate share of the net pension liability (asset) of the New York State and Local Employees' Retirement System and the New York State Teachers' Retirement System. The financial reporting of these amounts are presented in accordance with the provisions of GASB Statement No. 68, "Accounting and Financial Reporting for Pensions" and GASB Statement No. 71, "Pension Transition for Contributions Made Subsequent to the Measurement Date".

Compensated Absences - The various collective bargaining agreements provide for the payment of accumulated sick leave upon separation from service. The liability for such accumulated leave is reflected in the district-wide Statement of Net Position as current and long-term liabilities. A liability for these amounts is reported in the governmental funds only if the liability has matured through employee resignation or retirement. The liability for compensated absences includes salary related payments, where applicable.

Note 1 - Summary of Significant Accounting Policies (Continued)

Net Position - Net position represents the difference between assets, deferred outflows of resources, liabilities and deferred inflows of resources. Net position is reported as restricted when there are limitations imposed on its 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. Net position on the Statement of Net Position includes, net investment in capital assets, restricted for liability and casualty claims, debt service, tax certiorari, retirement contributions, special purposes and capital projects. The balance is classified as unrestricted.

Fund Balance - Generally, fund balance represents the difference between current assets and deferred outflows of resources and current liabilities and deferred inflows of resources. In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the School District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Under this standard, the fund balance classifications are as follows:

Nonspendable fund balance includes amounts that cannot be spent because they are either not in spendable form (inventories, prepaid amounts, long-term receivables) or they are legally or contractually required to be maintained intact (the corpus of a permanent fund).

Restricted fund balance is reported when constraints placed on the use of the resources are imposed by grantors, contributors, laws or regulations of other governments or imposed by law through enabling legislation. Enabling legislation includes a legally enforceable requirement that these resources be used only for the specific purposes as provided in the legislation. This fund balance classification is used to report funds that are restricted for debt service obligations and for other items contained in the General Municipal Law or the Education Law of the State of New York.

Committed fund balance is reported for amounts that can only be used for specific purposes pursuant to formal action of the entity's highest level of decision making authority. The Board of Education is the highest level of decision making authority for the School District that can, by the adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, these funds may only be used for the purpose specified unless the School District removes or changes the purpose by taking the same action that was used to establish the commitment. This classification includes certain amounts established and approved by the Board of Education.

Assigned fund balance, in the General Fund, represents amounts constrained either by policies of the Board of Education for amounts assigned for balancing the subsequent year's budget or the Assistant Superintendent for Finance and Operations for amounts assigned for encumbrances. Unlike commitments, assignments generally only exist temporarily, in that additional action does not normally have to be taken for the removal of an assignment. An assignment cannot result in a deficit in the unassigned fund balance in the General Fund. Assigned fund balance in all funds except the General Fund includes all remaining amounts, except for negative balances that are not classified as nonspendable and are neither restricted nor committed.

Note 1 - Summary of Significant Accounting Policies (Continued)

Unassigned fund balance, in the General Fund, represents amounts not classified as nonspendable, restricted, committed or assigned. The General Fund is the only fund that would report a positive amount in unassigned fund balance. For all governmental funds other than the General Fund, unassigned fund balance would necessarily be negative, since the fund's liabilities and deferred inflows of resources, together with amounts already classified as nonspendable, restricted and committed would exceed the fund's assets and deferred outflows of resources.

In order to calculate the amounts to report as restricted and unrestricted fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the School District's policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the School District's policy to use fund balance in the following order: committed, assigned, and unassigned.

F. Encumbrances

In governmental funds, encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve applicable appropriations, is generally employed as an extension of formal budgetary integration in the General Fund. Encumbrances outstanding at year-end are generally reported as assigned balance since they do not constitute expenditures or liabilities.

G. Use of Estimates

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

H. Subsequent Events Evaluation by Management

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which date is October 1, 2020.

Note 2 - Stewardship, Compliance and Accountability

A. Budgetary Data

The School District generally follows the procedures enumerated below in establishing the budgetary data reflected in the fund financial statements:

- a) At least seven days prior to the budget hearing, a copy of the budget is made available to the voters.

Note 2 - Stewardship, Compliance and Accountability (Continued)

- b) At the budget hearing, the voters may raise questions concerning the items contained in the budget.
- c) The Board of Education establishes a date for the annual meeting, which by law will be held on the third Tuesday in May.
- d) The voters are permitted to vote upon the General Fund budget at the annual meeting.
- e) If the original proposed budget is not approved by the voters, the Board of Education has the option of either resubmitting the original or revising the budget for voter approval at a special meeting held at a later date; or the Board of Education may, at that point, adopt a contingency budget. If the Board of Education decides to submit either the original or a revised budget to the voters for a second time, and the voters do not approve the second budget submittal, the Board of Education must adopt a contingency budget and the tax levy cannot exceed the total tax levy of the prior year (0% levy growth). In addition, the administrative component of the contingency budget shall not comprise a greater percentage of the contingency budget exclusive of the capital component than the lesser of either 1) the percentage the administrative component had comprised in the prior year budget exclusive of the capital component; or 2) the percentage the administrative component had comprised in the last proposed defeated budget exclusive of the capital component.
- f) Formal budgetary integration is employed during the year as a management control device for the General Fund.
- g) Budgets for the General Fund are legally adopted annually on a basis consistent with generally accepted accounting principles. The Capital Projects Fund is budgeted on a project basis. The Board of Education does not adopt an annual budget for the Special Aid, Debt Service, School Lunch or Special Purpose funds.
- h) The Board of Education has established legal control of the budget at the function level of expenditures. Transfers between appropriation accounts, at the function level, require approval by the Board of Education. Any modification to appropriations resulting from increases in revenue estimates or supplemental reserve appropriations also require a majority vote by the Board.
- i) Appropriations in the General Fund lapse at the end of the fiscal year, except that outstanding encumbrances are reappropriated in the succeeding year, pursuant to the Uniform System of Accounts promulgated by the Office of the State Comptroller.

Budgeted amounts are as originally adopted or as amended by the Board of Education.

Note 2 - Stewardship, Compliance and Accountability (Continued)

B. Limitation on Fund Balance

The School District is limited to the amount of committed, assigned and unassigned fund balance, with certain exceptions, that can be retained. New York State law limits this amount of fund balance to 4% of the ensuing year's budget. The School District is currently in excess of this limit.

C. Property Tax Limitation

Chapter 97 of the Laws of 2011, as amended ("Tax Levy Limitation Law"), modified previous law by imposing a limit on the amount of real property taxes that a school district may levy. Prior to its enactment, there was no statutory limitation on the amount of real property taxes that a school district could levy if its budget had been approved by a simple majority of its voters. In the event the budget had been defeated by the voters, the school district was required to adopt a contingency budget. Under a contingency budget, school budget increases were limited to the lesser of 4% of the prior year's budget or 120% of the consumer price index ("CPI").

Under the Tax Levy Limitation Law, there is now a limitation on the amount of tax levy growth from one fiscal year to the next. Such limitation is the lesser of (i) 2% or (ii) the annual percentage increase in the CPI subject to certain exclusions. A budget with a tax levy that does not exceed such limit will require approval by at least 50% of the voters. Approval by at least 60% of the voters will be required for a budget with a tax levy in excess of the limit. In the event the voters reject the budget, the tax levy for the school district's budget for the ensuing fiscal year may not exceed the amount of the tax levy for the prior fiscal year. School districts will be permitted to carry forward a certain portion of their unused tax levy limitation from a prior year.

The Tax Levy Limitation Law permits certain significant exclusions to the tax levy limit for school districts. These include taxes to pay the local share of debt service on bonds or notes issued to finance voter approved capital expenditures and the refinancing or refunding of such bonds or notes, certain pension cost increases, and other items enumerated in the Tax Levy Limitation Law. However, such exclusion does not apply to taxes to pay debt service on tax anticipation notes, revenue anticipation notes, budget notes and deficiency notes; and any obligations issued to finance deficits and certain judgments, including tax certiorari refund payments.

D. Capital Projects Fund Deficits

The deficits totaling \$171,505 in the Facilities Improvements projects arises because of the application of generally accepted accounting principles to the financial reporting of such funds. The proceeds of bond anticipation notes issued to finance construction of capital projects are not recognized as an "other financing source". Liabilities for bond anticipation notes issued are accounted for in the Capital Projects Fund. Bond anticipation notes are recognized as revenue only to the extent that they are redeemed. Deficits in these projects will be reduced and eliminated as the bond anticipation notes are redeemed from interfund transfers from other governmental funds or converted to permanent financing.

Briarcliff Manor Union Free School District, New York

Notes to Financial Statements (Continued)

June 30, 2020

Note 3 - Detailed Notes on All Funds**A. Due From/To Other Funds**

The balances reflected as due from/to other funds at June 30, 2020 were as follows:

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>
General	\$ 257,485	\$ 545
Capital Projects	545	49,388
Non-Major Governmental	8,518	216,615
	<u>\$ 266,548</u>	<u>\$ 266,548</u>

The outstanding balances between funds result mainly from the time lag between the dates that 1) interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system, and 3) payment between funds are made.

B. Capital Assets

Changes in the School District's capital assets are as follows:

<u>Class</u>	<u>Balance July 1, 2019</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2020</u>
Capital Assets, not being depreciated:				
Land	\$ 318,215	\$ -	\$ -	\$ 318,215
Construction-in-progress	71,307	296,098	-	367,405
Total Capital Assets, not being depreciated	<u>\$ 389,522</u>	<u>\$ 296,098</u>	<u>\$ -</u>	<u>\$ 685,620</u>
Capital Assets, being depreciated:				
Buildings and Improvements	\$ 70,910,293	\$ -	\$ -	\$ 70,910,293
Machinery and Equipment	2,749,243	231,185	-	2,980,428
Total Capital Assets, being depreciated	<u>73,659,536</u>	<u>231,185</u>	<u>-</u>	<u>73,890,721</u>
Less Accumulated Depreciation for:				
Buildings and Improvements	29,438,438	1,933,146	-	31,371,584
Machinery and Equipment	1,432,807	120,628	-	1,553,435
Total Accumulated Depreciation	<u>30,871,245</u>	<u>2,053,774</u>	<u>-</u>	<u>32,925,019</u>
Total Capital Assets, being depreciated, net	<u>\$ 42,788,291</u>	<u>\$ (1,822,589)</u>	<u>\$ -</u>	<u>\$ 40,965,702</u>
Capital Assets, net	<u>\$ 43,177,813</u>	<u>\$ (1,526,491)</u>	<u>\$ -</u>	<u>\$ 41,651,322</u>

Depreciation expense was charged to School District functions and programs as follows:

General Support	\$ 42,799
Instruction	2,005,399
Cost of Food Sales	<u>5,576</u>
Total Depreciation Expense	<u>\$ 2,053,774</u>

Note 3 - Detailed Notes on All Funds (Continued)

C. Accrued Liabilities

Accrued liabilities at June 30, 2020 were as follows:

	<u>General Fund</u>
Payroll and employee benefits	<u>\$ 110,344</u>

D. Short-Term Capital Borrowings - Bond Anticipation Notes

The schedule below details the changes in short-term capital borrowings.

Purpose	Year of Original Issue	Maturity Date	Interest Rate	Balance July 1, 2019	Issued	Redemptions	Balance June 30, 2020
Facilities Improvements	2020	3/26/2021	2.50 %	\$ -	\$ 2,170,476	\$ -	\$ 2,170,476

Liabilities for bond anticipation notes are generally accounted for in the Capital Projects Fund. Bond anticipation notes issued for judgments or settled claims are recorded in the fund paying the claim. Principal payments on bond anticipation notes must be made annually. State law requires that bond anticipation notes issued for capital purposes or judgments be converted to long-term obligations generally within seven years after the original issue date. However, bond anticipation notes issued for assessable improvement projects may be renewed for periods equivalent to the maximum life of the permanent financing, provided that stipulated annual reductions of principal are made.

Interest expense of \$14,470 was recorded in the district-wide financial statements.

E. Long-Term Liabilities

The following table summarizes changes in the School District's long-term liabilities for the year ended June 30, 2020:

	Balance July 1, 2019	New Issues/ Additions	Maturities and/or Payments	Balance June 30, 2020	Due Within One-Year
General Obligation Bonds Payable	\$ 12,925,000	\$ -	\$ 3,485,000	\$ 9,440,000	\$ 2,240,000
Plus -Unamortized premiums on bonds	358,287	-	241,202	117,085	-
	<u>13,283,287</u>	<u>-</u>	<u>3,726,202</u>	<u>9,557,085</u>	<u>2,240,000</u>
Other Non-current Liabilities					
Installment Purchase Debt Payable	220,352	759,652	213,928	766,076	195,886
Compensated Absences	551,413	81,214	55,000	577,627	58,000
Net Pension Liability	799,935	2,435,145	-	3,235,080	-
Other Post Employment Benefit Obligations	85,528,230	2,734,909	1,942,061	86,321,078	-
	<u>87,099,930</u>	<u>6,010,920</u>	<u>2,210,989</u>	<u>90,899,861</u>	<u>253,886</u>
	<u>\$ 100,383,217</u>	<u>\$ 6,010,920</u>	<u>\$ 5,937,191</u>	<u>\$ 100,456,946</u>	<u>\$ 2,493,886</u>

Note 3 - Detailed Notes on All Funds (Continued)

The liabilities for general obligation bonds payable, installment purchase debt, compensated absences, net pension liability and other post employment benefit obligations are liquidated by the General Fund.

General Obligation Bonds Payable

General Obligation Bonds payable at June 30, 2020 are comprised of the following individual issues:

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rates	Amount Outstanding at June 30, 2020
Refunding Bonds	2011	\$ 10,650,000	November, 2020	5.000 %	\$ 1,440,000
BOCES Project	2015	450,000	June, 2023	2.50 - 2.875	180,000
Serial Bonds	2015	10,375,000	June, 2030	2.50 - 3.000	7,465,000
Serial Bonds	2016	575,000	June, 2025	1.75 - 2.000	355,000
					<u>\$ 9,440,000</u>

Interest expenditures of \$403,125 were recorded in the fund financial statements in the General Fund. Interest expense of \$245,321 was recorded in the district-wide financial statements.

Installment Purchase Debt Payable

The School District has entered into various agreements to finance the costs of purchasing certain equipment. The terms of the agreements provide for repayment in annual installments, through 2023, including interest at a rate of 2.99% and 3.66%. Interest expenditures and interest expense of \$8,874 was recorded in the General Fund and district-wide financial statements, respectively. The balance due at June 30, 2020 was \$776,076.

Payments to Maturity

The annual requirements to amortize all outstanding general obligation bonded debt and installment purchase debt as of June 30, 2020 including interest payments of \$1,342,902 are as follows:

Year Ending June 30,	General Obligation Bonds		Installment Purchase Debt		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2021	\$ 2,240,000	\$ 253,688	\$ 195,886	\$ 26,915	\$ 2,435,886	\$ 280,603
2022	820,000	198,175	202,692	20,109	1,022,692	218,284
2023	840,000	178,051	209,737	13,065	1,049,737	191,116
2024	800,000	157,350	157,761	5,774	957,761	163,124
2025	820,000	137,725	-	-	820,000	137,725
2026-2030	3,920,000	352,050	-	-	3,920,000	352,050
	<u>\$ 9,440,000</u>	<u>\$ 1,277,039</u>	<u>\$ 766,076</u>	<u>\$ 65,863</u>	<u>\$ 10,206,076</u>	<u>\$ 1,342,902</u>

Note 3 - Detailed Notes on All Funds (Continued)

The above general obligation bonds and installment purchase debt are direct obligations of the School District for which its full faith and credit are pledged and are payable from taxes levied on all taxable real property within the School District.

Compensated Absences

Pursuant to collective bargaining agreements, the School District is required to compensate retiring employees for accumulated sick leave. The School District's obligation for accumulated sick leave is dependent upon the terms of the respective bargaining agreement. Vacation time is generally taken in the year earned. The value of the compensated absences has been reflected in the district-wide financial statements.

Pension Plans

New York State and Local Retirement System and Teachers' Retirement System

The School District participates in the New York State and Local Employees' Retirement System ("ERS"). This is a cost-sharing, multiple-employer defined benefit pension plan. ERS provides retirement benefits as well as death and disability benefits. The net position of the ERS is held in the New York State Common Retirement Fund ("Fund"), which was established to hold all assets and record changes in fiduciary net position. The Comptroller of the State of New York serves as the trustee of the Fund and is the administrative head of the ERS. The Comptroller is an elected official determined in a direct statewide election and serves a four year term. Obligations of employers and employees to contribute and benefits to employees are governed by the New York State Retirement and Social Security Law ("NYSRSSL"). Once a public employer elects to participate in the ERS, the election is irrevocable. The New York State Constitution provides that pension membership is a contractual relationship and plan benefits cannot be diminished or impaired. Benefits can be changed for future members only by enactment of a State statute. The School District also participates in the Public Employees' Group Life Insurance Plan, which provides death benefits in the form of life insurance. The ERS is included in the State's financial report as a pension trust fund. That report, including information with regard to benefits provided may be found at www.osc.state.ny.us/retire/about_us/financial_statements_index.php or obtained by writing to the New York State and Local Retirement System, 110 State Street, Albany, NY 12244.

The School District also participates in the New York State Teachers' Retirement System ("TRS"). This is a cost-sharing, multiple-employer defined benefit pension plan. TRS provides retirement benefits as well as death and disability benefits. The TRS is governed by a ten member Board of Trustees, which sets policy and oversees operations consistent with its fiduciary obligations under applicable law. Obligations of employers and employees to contribute and benefits to employees are governed by the Education Law of the State of New York. Once a public employer elects to participate in the TRS, the election is irrevocable. The New York State Constitution provides that pension membership is a contractual relationship and plan benefits cannot be diminished or impaired. Benefits can be changed for future members only by enactment of a State statute. The TRS issues a stand-alone financial report which may be found at www.nystrs.org or obtained by writing to the New York State Teachers' Retirement System, 10 Corporate Woods Drive, Albany, NY 12211-2395.

Note 3 - Detailed Notes on All Funds (Continued)

ERS and TRS are noncontributory for employees who joined the systems before July 27, 1976. Employees who joined the systems after July 27, 1976 and before January 1, 2010 contribute 3% of their salary for the first ten years of membership. Employees who joined the systems after January 1, 2010 generally contribute between 3% and 6% of their salary for their entire length of service. Under the authority of the NYSRSSL, the Comptroller annually certifies the actuarially determined rates expressly used in computing the employers' contributions based on salaries paid during the ERS's fiscal year ending March 31. Pursuant to Article 11 of the Education Law of the State of New York, actuarially determined employer contributions are established annually for the TRS by its Board of Trustees. The employer contribution rates for the plans' year ending in 2020 are as follows:

	<u>Tier/Plan</u>	<u>Rate</u>
ERS	1 75I 41J	21.6 %
	3 A14 41J	16.2
	4 A15 41J	16.2
	6 A15 41J1	9.7
	6 A15 41J2	9.7
TRS	1-6	8.86 %

At June 30, 2020, the School District reported the following for its proportionate share of the net pension liability (asset) for ERS and TRS:

	<u>ERS</u>	<u>TRS</u>
Measurement date	March 31, 2020	June 30, 2019
Net pension liability (asset)	\$ 3,235,080	\$ (3,376,079)
School Districts' proportion of the net pension liability (asset)	0.0122168 %	0.129949 %
Change in proportion since the prior measurement date	0.0009267 %	(0.000275) %

The net pension liability (asset) was measured as of March 31, 2020 for ERS and June 30, 2019 for TRS and the total pension liability used to calculate the net pension liability (asset) were determined by actuarial valuations as of those dates. The School District's proportion of the net pension liability for ERS was based on a computation of the actuarially determined indexed present value of future compensation by employer relative to the total of all participating members. The School District's proportion of the net pension asset for TRS was based on the School District's contributions to the pension plan relative to the contributions of all participating members.

For the year ended June 30, 2020, the School District recognized pension expense in the district-wide financial statements of \$5,386,982 (\$1,179,671 for ERS and \$4,207,311 for TRS). Pension expenditures of \$579,080 for ERS and \$1,926,820 for TRS were recorded in the fund financial statements and were charged to the General Fund.

Note 3 - Detailed Notes on All Funds (Continued)

At June 30, 2020, the School District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	ERS		TRS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 190,398	\$ -	\$ 2,287,882	\$ 251,052
Changes of assumptions	65,139	56,247	6,377,864	1,555,104
Net difference between projected and actual earnings on pension plan investments	1,658,459	-	-	2,707,441
Changes in proportion and differences between School District contributions and proportionate share of contributions	266,190	53,522	251,531	111,173
School District contributions subsequent to the measurement date	143,355	-	1,926,734	-
	<u>\$ 2,323,541</u>	<u>\$ 109,769</u>	<u>\$ 10,844,011</u>	<u>\$ 4,624,770</u>
Total				
	Deferred Outflows of Resources	Deferred Inflows of Resources		
Differences between expected and actual experience	\$ 2,478,280	\$ 251,052		
Changes of assumptions	6,443,003	1,611,351		
Net difference between projected and actual earnings on pension plan investments	1,658,459	2,707,441		
Changes in proportion and differences between School District contributions and proportionate share of contributions	517,721	164,695		
School District contributions subsequent to the measurement date	2,070,089	-		
	<u>\$ 13,167,552</u>	<u>\$ 4,734,539</u>		

\$143,355 reported as deferred outflows of resources related to ERS resulting from the School District's accrued contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the plan's year ended March 31, 2021. The \$1,926,734 reported as deferred outflows of resources related to TRS will be recognized as an increase of the net pension asset in the plan's year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to ERS and TRS will be recognized in pension expense as follows:

Year Ended	March 31,	June 30,
	ERS	TRS
2020	\$ -	\$ 1,562,101
2021	383,005	131,631
2022	515,708	1,556,564
2023	655,883	1,039,837
2024	515,821	111,343
Thereafter	-	(108,969)

Note 3 - Detailed Notes on All Funds (Continued)

The total pension liability for the ERS and TRS measurement dates were determined by using actuarial valuation dates as noted below, with update procedures used to roll forward the total pension liabilities to those measurement dates. Significant actuarial assumptions used in the valuations were as follows:

	ERS	TRS
Measurement Date	March 31, 2020	June 30, 2019
Actuarial valuation date	April 1, 2019	June 30, 2018
Investment rate of return	6.8% *	7.1% *
Salary scale	4.2%	1.90%-4.72%
Inflation rate	2.5%	2.2%
Cost of living adjustments	1.3%	1.3%

*Compounded annually, net of pension plan investment expenses, including inflation.

For ERS, annuitant mortality rates are based on the ERS's experience with adjustments for mortality improvements based on Society of Actuaries Scale MP-2018. For TRS, annuitant mortality rates are based on plan member experience, with adjustments for mortality improvements based on Society of Actuaries Scale MP-2018, applied on a generational basis. Active member mortality rates are based on plan member experience.

The actuarial assumptions used in the ERS valuation were based on the results of an actuarial experience study for the period April 1, 2010 - March 31, 2015. The actuarial assumptions used in the TRS valuation were based on the results of an actuarial experience study for the period July 1, 2009 to June 30, 2014.

For ERS, the long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected return, net of investment expenses 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.

For TRS, the long-term expected rate of return on pension plan investments was determined in accordance with Actuarial Standard of Practice ("ASOP") No. 27, *Selection of Economic Assumptions for Measuring Pension Obligations*. ASOP No. 27 provides guidance on the selection of an appropriate assumed investment rate of return. Consideration was given to expected future real rates of return (expected returns, net of pension plan investment expense and inflation) for each major asset class as well as historical investment data and plan performance.

Note 3 - Detailed Notes on All Funds (Continued)

Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation is summarized in the following table:

Asset Type	ERS March 31, 2020		TRS June 30, 2019	
	Target Allocation	Long-Term Expected Real Rate of Return	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	36 %	4.05 %	33 %	6.3 %
International Equity	14	6.15	16	7.8
Private Equity	10	6.75	8	9.9
Real Estate	10	4.95	11	4.6
Domestic Fixed Income Securities	-	-	16	1.3
Global Fixed Income Securities	-	-	2	0.9
High Yield Fixed Income Securities	-	-	1	3.6
Global Bonds	-	-	4	7.2
Private Debt	-	-	1	6.5
Real Estate Debt	-	-	7	2.9
Absolute Return Strategies	2	3.25	-	-
Opportunistic Portfolio	3	4.65	-	-
Real Assets	3	5.95	-	-
Bonds and Mortgages	17	0.75	-	-
Cash	1	-	1	0.3
Inflation Indexed Bonds	4	0.50	-	-
	<u>100 %</u>		<u>100 %</u>	

The real rate of return is net of the long-term inflation assumption of 2.5% for ERS and 2.2% for TRS.

The discount rate used to calculate the total pension liability (asset) was 6.8% for ERS and 7.1% for TRS. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based upon those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The following presents the School District's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.8% for ERS and 7.1% for TRS, as well as what the School District's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (5.8% for ERS and 6.1% for TRS) or 1 percentage point higher (7.8% for ERS and 8.1% for TRS) than the current rate:

Note 3 - Detailed Notes on All Funds (Continued)

	1% Decrease (5.8%)	Current Assumption (6.8%)	1% Increase (7.8%)
School District's proportionate share of the ERS net pension liability	<u>\$ 5,937,285</u>	<u>\$ 3,235,080</u>	<u>\$ 746,338</u>
	1% Decrease (6.1%)	Current Assumption (7.1%)	1% Increase (8.1%)
School District's proportionate share of the TRS net pension liability (asset)	<u>\$ 15,239,267</u>	<u>\$ (3,376,079)</u>	<u>\$ (18,992,253)</u>

The components of the collective net pension liability (asset) as of the March 31, 2020 ERS measurement date and the June 30, 2019 TRS measurement date were as follows:

	ERS	TRS
Total pension liability	\$ 194,596,261,000	\$ 119,879,473,882
Fiduciary net position	<u>168,115,682,000</u>	<u>122,477,480,654</u>
Employers' net pension liability (asset)	<u>\$ 26,480,579,000</u>	<u>\$ (2,598,006,772)</u>
Fiduciary net position as a percentage of total pension liability	<u>86.39%</u>	<u>102.17%</u>

Employer contributions to ERS are paid annually and cover the period through the end of ERS's fiscal year, which is March 31st. Accrued retirement contributions as of June 30, 2020 represent the projected employer contribution for the period April 1, 2020 through June 30, 2020 based on paid ERS wages multiplied by the employers' contribution rate, by tier. Employee contributions are remitted monthly.

Employer and employee contributions for the year ended June 30, 2020 are paid to TRS in the following fiscal year through a state aid intercept or, if state aid is insufficient, through a payment by the School District to TRS. Accrued retirement contributions as of June 30, 2020 represent employee and employer contributions for the fiscal year ended June 30, 2020 based on paid TRS wages multiplied by the employers' contribution rate plus employee contributions for the fiscal year as reported to TRS.

Accrued retirement contributions as of June 30, 2020 were \$143,355 to ERS and \$2,019,523 to TRS inclusive of \$92,789 of employee contributions.

Other Post Employment Benefit Obligations ("OPEB")

In addition to providing pension benefits, the School District provides certain health care benefits for retired employees through a single employer defined benefit OPEB plan. The various collective bargaining agreements stipulate the employees covered and the percentage of contribution. Contributions by the School District may vary according to length of service. The cost of providing post employment health care benefits is shared between the School District and the retired

Note 3 - Detailed Notes on All Funds (Continued)

employee as noted below. Substantially all of the School District's employees may become eligible for those benefits if they reach normal retirement age while working for the School District. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other than Pensions", so the net OPEB liability is equal to the total OPEB liability. Separate financial statements are not issued for the plan.

At June 30, 2020, the following employees were covered by the benefit terms:

Inactive employees currently receiving benefit payments	139
Active employees	<u>242</u>
	<u>381</u>

The School District's total OPEB liability of \$86,321,078 was measured as of July 1, 2019 and was determined by an actuarial valuation as of July 1, 2019.

The total OPEB liability in the July 1, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.4%
Salary increases	2%, average, including inflation
Discount rate	3.5%
Healthcare cost trend rates	6.5% for 2020, decreasing by various amounts to an ultimate rate of 3.94% for 2089
Retirees' share of benefit-related costs	Depending on the date of hire, years of service and job classification employees

The discount rate was based on the Bond Buyer Weekly 20-Bond GO Index.

Mortality rates were based on the RPH-2014 Mortality Table for employees sex distinct, with generational mortality adjusted to 2006 using Scale MP-2014, and projected forward with Scale MP-2019.

The actuarial assumptions used in the July 1, 2019 valuation for turnover were based on the experience under the New York State and Local Retirement System as prepared by the Department of Civil Service's actuarial consultant in the report titled, Development of Recommended Actuarial Assumptions for New York State/SUNY GASB 75 Valuation (June 2019).

Note 3 - Detailed Notes on All Funds (Continued)

The School District's change in the total OPEB liability for the year ended June 30, 2020 is as follows:

Total OPEB Liability - Beginning of Year	\$ 85,528,230
Service cost	2,545,971
Interest	3,370,893
Changes of benefit terms	-
Differences between expected and actual experience	(1,380,533)
Changes in assumptions or other inputs	(1,801,422)
Benefit payments	<u>(1,942,061)</u>
Total OPEB Liability - End of Year	<u>\$ 86,321,078</u>

The following presents the total OPEB liability of the School District, as well as what the School District's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.5%) or 1 percentage point higher (4.5%) than the current discount rate:

	1% Decrease (2.5%)	Current Assumption (3.5%)	1% Increase (4.5%)
Total OPEB Liability	<u>\$ 102,936,689</u>	<u>\$ 86,321,078</u>	<u>\$ 73,162,088</u>

The following presents the total OPEB liability of the School District, as well as what the School District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower (5.5% decreasing to 2.94%) or 1 percentage point higher (7.5% decreasing to 4.94%) than the current healthcare cost trend rates:

	1% Decrease (5.5% decreasing to 2.94%)	Healthcare Cost Trend Rates (6.5% decreasing to 3.94%)	1% Increase (7.5% decreasing to 4.94%)
Total OPEB Liability	<u>\$ 71,715,160</u>	<u>\$ 86,321,078</u>	<u>\$ 105,424,257</u>

For the year ended June 30, 2020, the School District recognized OPEB expense of \$3,040,004 in the district-wide financial statements. At June 30, 2020, the School District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions or other inputs	\$ -	\$ 15,405,326
Differences between expected and actual experience	4,479,264	1,171,993
School district contributions subsequent to the measurement date	<u>2,039,096</u>	<u>-</u>
	<u>\$ 6,518,360</u>	<u>\$ 16,577,319</u>

Note 3 - Detailed Notes on All Funds (Continued)

\$2,039,096 reported as deferred outflows of resources related to OPEB resulting from the School District's accrued contributions subsequent to the measurement date will be recognized as a reduction of the OPEB liability in the plan's year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources, related to OPEB will be recognized in OPEB expense as follows:

Year Ended June 30,	
2021	\$ (2,876,860)
2022	(2,876,860)
2023	(2,876,860)
2024	(2,273,106)
2025	(896,362)
2026 and Thereafter	(298,007)

F. Revenues and Expenditures

Interfund Transfers

Interfund transfers are defined as the flow of assets, such as cash or goods and services, without equivalent flows of assets in return. The interfund transfers reflected below have been reported as transfers.

Transfers Out	Capital Projects Fund	Non-Major Governmental Funds	Total
General Fund	\$ 300,000	\$ 80,427	\$ 380,427

Transfers are used to move amounts earmarked in the General Fund to fulfill commitments for Special Aid and Capital Projects funds expenditures.

G. Net Position

The components of net position are detailed below:

Net Investment in Capital Assets - the component of net position that reports the difference between capital assets less both the accumulated depreciation and the outstanding balance of debt, excluding unexpended proceeds, that is directly attributable to the acquisition, construction or improvement of those assets.

Restricted for Liability and Casualty Claims - the component of net position that has been established to set aside funds to be used for the payment of future claims made upon the School District in accordance with Section 6-n of the General Municipal Law of the State of New York.

Restricted for Debt Service - the component of net position that reports the difference between assets and liabilities of the Debt Service Fund with constraints placed on their use by Local Finance Law.

Note 3 - Detailed Notes on All Funds (Continued)

Restricted for Tax Certiorari - the component of net position that has been established in accordance with the Education Law of the State of New York to provide funding for court ordered tax refunds which are currently in process.

Restricted for ERS Retirement Contributions - the component of net position that reports the amounts set aside to be used for ERS retirement costs in accordance with Section 6r of the General Municipal Law of the State of New York.

Restricted for TRS Retirement Contributions - the component of net position that reports the amounts set aside to be used for TRS retirement costs in accordance with Section 6r of the General Municipal Law of the State of New York.

Restricted for Special Purposes - the component of net position that reports the difference between assets and liabilities with constraints placed on their use by either external parties and/or statute.

Restricted for Capital Projects - the component of net position that reports the amounts restricted for capital projects, exclusive of unexpended bond proceeds and unrestricted interest earnings.

Unrestricted - all other amounts that do not meet the definition of "restricted" or "net investment in capital assets".

Briarcliff Manor Union Free School District, New York

Notes to Financial Statements (Continued)
June 30, 2020

Note 3 - Detailed Notes on All Funds (Continued)

H. Fund Balances

	2020				2019			
	General Fund	Capital Projects Fund	Non-Major Governmental Funds	Total	General Fund	Capital Projects Fund	Non-Major Governmental Funds	Total
Restricted								
Liability and casualty claims	\$ 220,754	\$ -	\$ -	\$ 220,754	\$ 220,418	\$ -	\$ -	\$ 220,418
Tax certiorari	3,198,747	-	-	3,198,747	3,116,184	-	-	3,116,184
Employee benefit accrued liability	573,514	-	-	573,514	547,370	-	-	547,370
ERS retirement contributions	272,847	-	-	272,847	272,545	-	-	272,545
TRS retirement contributions	433,810	-	-	433,810	-	-	-	-
Debt service	-	-	22,007	22,007	-	-	6,254	6,254
Capital projects	-	-	-	-	-	107,342	-	107,342
Special purposes	-	-	79,209	79,209	-	-	79,847	79,847
Total Restricted	4,699,672	-	101,216	4,800,888	4,156,517	107,342	86,101	4,349,960
Assigned								
Purchases on order								
General government support	358,923	-	-	358,923	122,063	-	-	122,063
Instruction	196,598	-	-	196,598	20,205	-	-	20,205
Employee benefits	8,240	-	-	8,240	10,032	-	-	10,032
	563,761	-	-	563,761	152,300	-	-	152,300
Subsequent year's expenditures	1,585,000	-	-	1,585,000	1,090,300	-	-	1,090,300
School Lunch Fund	-	-	1,987	1,987	-	-	28,544	28,544
Total Assigned	2,148,761	-	1,987	2,150,748	1,242,600	-	28,544	1,271,144
Unassigned	2,288,463	(121,637)	-	2,166,826	2,107,597	-	-	2,107,597
Total Fund Balances	\$ 9,136,896	\$ (121,637)	\$ 103,203	\$ 9,118,462	\$ 7,506,714	\$ 107,342	\$ 114,645	\$ 7,728,701

Note 3 - Detailed Notes on All Funds (Continued)

Certain elements of fund balance are described above. Those additional elements, which are not reflected in the Statement of Net Position but are reported in the governmental funds balance sheet are described below.

Employee Benefit Accrued Liability - the component of fund balance that has been restricted pursuant to Section 6r of the General Municipal Law of the State of New York to provide funds for the payment of unused sick time and other forms of payment for accrued leave time granted upon termination or separation from service.

Purchases on order are assigned and represent the School District's intention to honor the contracts in process at year-end. The subsequent year's appropriation will be amended to provide authority to complete the transactions.

Subsequent year's expenditures represent that at June 30, 2020, the Board of Education has assigned the above amounts to be appropriated for the ensuing year's budget.

Unassigned fund balance in the General Fund represents amounts not classified as nonspendable, restricted or assigned. Unassigned fund balance in the capital projects fund represents the deficit balance in the capital projects.

Note 4 - Summary Disclosure of Significant Contingencies

A. Litigation

There are currently pending certiorari proceedings, the results of which may require the payment of future tax refunds by the School District if existing assessment rolls are modified based on the outcome of the litigation proceedings. However, the amount of these possible refunds cannot be determined at the present time. Any payments resulting from adverse decisions will be funded in the year the payment is made.

B. Contingencies

The School District participates in various Federal grant programs. These programs may be subject to program compliance audits pursuant to the Single Audit Act. Accordingly, the School District's compliance with applicable grant requirements may be established at a future date. The amount of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the School District anticipates such amounts, if any, to be immaterial.

The School District is subject to audits of State aid by the New York State Education Department. The amount of aid previously paid to the School District which may be disallowed cannot be determined at this time, although the School District anticipates such amounts, if any, to be immaterial.

Coronavirus

On March 11, 2020, the World Health Organization declared a global pandemic as a result of the spread of Coronavirus. This was followed by the President of the United States declaring the outbreak of Coronavirus a national emergency on March 13, 2020.

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

Preceding these announcements, the Governor of the State of New York declared a state of emergency on March 7, 2020 and has since issued multiple Executive Orders regarding the pandemic. Furthermore, the Enacted 2020-21 New York State budget granted the Budget Director the authority to reduce state aid payments to local governments and school districts by any amount needed to achieve a balanced budget. The Budget Director is authorized, under Section 1(f) of Chapter 53 of the Laws of 2020, to withhold all or some of specific local aid payments during state fiscal year 2020-21, that began on April 1, 2020, if the budget is deemed unbalanced and if the Budget Director further determines that such withholding is necessary to respond to the direct and indirect economic financial and social effects of the Coronavirus pandemic ("Reduction Authority").

The ultimate size of any permanent reductions would depend in part on the availability of unrestricted Federal aid. The Federal government has not reached a consensus on additional recovery legislation at this time. Therefore, in the interim, without assurance of Federal aid, New York State has begun withholding a minimum of 20% of most municipal and school district aid payments to achieve the cash flow savings anticipated in the Executive Budget Financial Plan as updated for the Governor's amendments and forecast revisions pursuant to the Reduction Authority. Such measures have already impacted the state aid revenues reported by the School District for the year ended June 30, 2020.

In addition to these New York State actions, the School District's economically sensitive revenues (i.e., sales tax distributions, interest earnings, charges for services) are being negatively impacted. Meanwhile, the School District's expenditures on health and safety measures (personal protective equipment, sanitizing supplies, custodial overtime, technology acquisitions to support remote work and remote learning, additional bus runs to lower capacity) will increase significantly.

The outbreak of the Coronavirus and the dramatic steps taken by the Federal government and New York State to address it will continue to negatively affect New York State and its local economies. The full impact of the Coronavirus on New York State's operations and financial condition is not expected to be known for some time. Similarly, the degree of the impact on the School District's future operations and finances as a result of the Coronavirus is extremely difficult to predict due to uncertainties relating to its duration and severity, as well as with regard to what actions may be taken by governmental and other health care authorities, including New York State, to contain or mitigate its effects. The spread of the outbreak or reemergence later in the year could have a material adverse financial effect on New York State and local municipalities, including the School District. The School District is continuously monitoring the situation and will take such proactive measures as may be required to maintain operations and meet its obligations. Given this level of uncertainty, management cannot reasonably estimate the actual impact on the School District's future financial position at this time.

C. Risk Management

The School District and other school districts have formed a reciprocal insurance company to be owned by these districts. This Company operates under an agreement effective July 1, 1989. The purpose of the Company is to provide general liability, auto liability, all risk building and contents, auto physical damage coverage, school board legal liability/employment practices liability and an excess catastrophe liability (umbrella) policy with coverage up to \$20,000,000. The Company retains a management company which is responsible for the overall supervision and management of the reciprocal. The reciprocal is managed by a Board of Governors and an Attorney-in-fact,

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

which is comprised of employees of the subscriber districts. The subscribers have elected those who sit on the board and each subscriber has a single vote. The Company is an "assessable" insurance company, in that, the subscribers are severally liable for any financial shortfall of the Company and can be assessed, although extremely remote, their proportionate share by the Department of Financial Services if the funds of the Company are less than what is required to satisfy its liabilities. The subscriber districts are required to pay annual premiums.

The School District purchases various insurance coverages from the Company to reduce its exposure to loss. The School District maintains a general liability insurance policy with coverage up to \$1 million for each occurrence and auto liability policy with coverage up to \$1 million each occurrence and school board legal liability policy with coverage up to \$1 million per claim and \$3 million in the aggregate. The School District also maintains an excess liability policy/umbrella policy with coverage up to \$20 million. This excess limit sits atop all three previously mentioned liability limits. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The School District and neighboring school districts in Northern Westchester and Putnam Counties participate in the Westchester-Putnam Schools Cooperative Self-Insurance Plan for Workers' Compensation. This plan operates under an agreement, as amended, dated February 6, 1987. The purposes of the plan are to provide for the efficient and economical evaluation, processing, administration, defense and payment of claims against Plan members for workers' compensation payments. The Board of Trustees of the Plan consists of four Trustees selected by the Plan members. Each Trustee shall have one vote and no action may be taken except by a majority vote of the total membership of Trustees. Billings to each participant are based upon the costs incurred for workers' compensation. The School District has transferred all related risk to the Plan.

The School District and neighboring school districts in Northern Westchester and Putnam Counties participate in the Putnam Northern Westchester Health Benefits Consortium Health Plan. The Plan operates under a Municipal Cooperative Agreement dated March 1, 2017.

The purposes of the Plan are to provide for the efficient and economical evaluation, processing, administration and payment of claims against plan members for medical expenses through self-insurance and/or otherwise; to effect cost savings insofar as may be possible in Plan Members' expenses for such claims and service; to provide for centralized administration, funding and disbursements for such services.

The governance of the Plan rests with five (5) Trustees who are Chief School Administrators and School Business Officials and a Joint Governance Board of six (6) management employees and six (6) union representatives. The Trustees comprise 5 of the 6 management employees.

The Plan is community rated and each participating employer is billed according to coverages provided to its employees and retirees.

Participating employers share risk and retrospective payments are possible.

Briarcliff Manor Union Free School District, New York

Required Supplementary Information - Schedule of Changes in the
School District's Total OPEB Liability and Related Ratios
Last Ten Fiscal Years (1) (2)

	2020	2019	2018
Total OPEB Liability:			
Service cost	\$ 2,545,971	\$ 2,884,260	\$ 3,687,903
Interest	3,370,893	3,148,928	2,721,830
Changes of benefit terms	-	(9,612)	(3,933)
Differences between expected and actual experience	(1,380,533)	-	8,150,790
Changes of assumptions or other inputs	(1,801,422) (5)	(4,138,416)	(19,977,286) (3)
Benefit payments	(1,942,061)	(1,885,798)	(1,730,629)
Net Change in Total OPEB Liability	792,848	(638)	(7,151,325)
Total OPEB Liability – Beginning of Year	85,528,230	85,528,868	92,680,193 (4)
Total OPEB Liability – End of Year	<u>\$ 86,321,078</u>	<u>\$ 85,528,230</u>	<u>\$ 85,528,868</u>
School District's covered-employee payroll	<u>\$ 24,281,001</u>	<u>\$ 23,969,449</u>	<u>\$ 23,969,449</u>
Total OPEB liability as a percentage of covered-employee payroll	<u>356%</u>	<u>357%</u>	<u>357%</u>

Notes to Schedule:

(1) Data not available prior to fiscal year 2018 implementation of Governmental Accounting Standards Board Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions".

(2) No assets are accumulated in a trust that meets the criteria in paragraph 4 of this Statement to pay related benefits.

(3) The discount rate used to calculate the total OPEB liability was increased from 3.6% to 3.87% effective with the July 1, 2017 measurement date.

(4) Restated for the implementation of the provisions of GASB Statement No. 75.

(5) The discount rate used to calculate the total OPEB liability was decreased from 3.87% to 3.50% effective with the July 1, 2019 measurement date.

Briarcliff Manor Union Free School District, New York

Required Supplementary Information
New York State Teachers' Retirement System
Last Ten Fiscal Years (1)

Schedule of the School District's Proportionate Share of the Net Pension (Asset) Liability (2)

	2020 (5)	2019	2018 (4)	2017 (3)	2016	2015
School District's proportion of the net pension liability (asset)	0.129949%	0.130224%	0.129185%	0.133678%	0.134090%	0.130501%
School District's proportionate share of the net pension liability (asset)	\$ (3,376,079)	\$ (2,354,788)	\$ (981,938)	\$ 1,431,746	\$ (13,927,712)	\$ (14,536,985)
School District's covered payroll	\$ 21,690,569	\$ 21,211,982	\$ 20,471,642	\$ 20,626,611	\$ 20,142,187	\$ 19,277,012
School District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	15.56%	11.10%	4.80%	6.94%	69.15%	75.41%
Plan fiduciary net position as a percentage of the total pension liability (asset)	102.17%	101.53%	100.66%	99.01%	110.46%	111.48%

Schedule of Contributions

	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 1,925,216	\$ 2,303,538	\$ 2,078,774	\$ 2,399,276	\$ 2,735,089	\$ 3,530,925
Contributions in relation to the contractually required contribution	(1,925,216)	(2,303,538)	(2,078,774)	(2,399,276)	(2,735,089)	(3,530,925)
Contribution excess	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
School District's covered payroll	\$ 21,729,300	\$ 21,690,569	\$ 21,211,982	\$ 20,471,642	\$ 20,626,611	\$ 20,142,187
Contributions as a percentage of covered payroll	8.86%	10.62%	9.80%	11.72%	13.26%	17.53%

(1) Data not available prior to fiscal year 2015 implementation of Governmental Accounting Standards Board Statement No. 68, "Accounting and Financial Reporting for Pensions".

(2) The amounts presented for each fiscal year were determined as of the June 30 measurement date of the prior fiscal year.

(3) The discount rate used to calculate the total pension liability was decreased from 8.0% to 7.5% effective with the June 30, 2016 measurement date.

(4) The discount rate used to calculate the total pension liability was decreased from 7.5% to 7.25% effective with the June 30, 2017 measurement date.

(5) The discount rate used to calculate the total pension liability was decreased from 7.25% to 7.1% effective with the June 30, 2019 measurement date.

See independent auditors' report.

Briarcliff Manor Union Free School District, New York

Required Supplementary Information
New York State and Local Employees' Retirement System
Last Ten Fiscal Years (1)

Schedule of the School District's Proportionate Share of the Net Pension Liability (2)

	2020 (4)	2019	2018	2017	2016 (3)	2015
School District's proportion of the net pension liability	<u>0.0122168%</u>	<u>0.0112901%</u>	<u>0.0108266%</u>	<u>0.0132591%</u>	<u>0.0126075%</u>	<u>0.0134211%</u>
School District's proportionate share of the net pension liability	<u>\$ 3,235,080</u>	<u>\$ 799,935</u>	<u>\$ 349,423</u>	<u>\$ 1,245,856</u>	<u>\$ 2,023,533</u>	<u>\$ 453,397</u>
School District's covered payroll	<u>\$ 3,922,325</u>	<u>\$ 4,000,400</u>	<u>\$ 3,531,776</u>	<u>\$ 3,428,278</u>	<u>\$ 3,915,563</u>	<u>\$ 3,504,627</u>
School District's proportionate share of the net pension liability as a percentage of its covered payroll	<u>82.48%</u>	<u>20.00%</u>	<u>9.89%</u>	<u>36.34%</u>	<u>51.68%</u>	<u>12.94%</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>86.39%</u>	<u>96.27%</u>	<u>98.24%</u>	<u>94.70%</u>	<u>90.70%</u>	<u>97.90%</u>

Schedule of Contributions

	2020	2019	2018	2017	2016	2015
Contractually required contribution	<u>\$ 588,863</u>	<u>\$ 534,150</u>	<u>\$ 523,920</u>	<u>\$ 604,321</u>	<u>\$ 619,687</u>	<u>\$ 662,469</u>
Contributions in relation to the contractually required contribution	<u>(588,863)</u>	<u>(534,150)</u>	<u>(523,920)</u>	<u>(604,321)</u>	<u>(619,687)</u>	<u>(662,469)</u>
Contribution excess	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
School District's covered payroll	<u>\$ 3,876,948</u>	<u>\$ 4,153,454</u>	<u>\$ 3,561,334</u>	<u>\$ 3,396,256</u>	<u>\$ 3,896,508</u>	<u>\$ 3,507,633</u>
Contributions as a percentage of covered payroll	<u>15.19%</u>	<u>12.86%</u>	<u>14.71%</u>	<u>17.79%</u>	<u>15.90%</u>	<u>18.89%</u>

(1) Data not available prior to fiscal year 2015 implementation of Governmental Accounting Standards Board Statement No. 68, "Accounting and Financial Reporting for Pensions".

(2) The amounts presented for each fiscal year were determined as of the March 31 measurement date within the current fiscal year.

(3) The discount rate used to calculate the total pension liability was decreased from 7.5% to 7.0% effective with the March 31, 2016 measurement date.

(4) The discount rate used to calculate the total pension liability was decreased from 7.0% to 6.8% effective with the March 31, 2020 measurement date.

See independent auditors' report.

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Briarcliff Manor Union Free School District, New York

General Fund
Comparative Balance Sheet
June 30,

	2020	2019
ASSETS		
Cash and equivalents	\$ 10,027,957	\$ 9,089,035
Receivables		
Accounts	130,342	42,899
State and Federal aid	104,960	127,932
Due from other governments	1,686,192	1,502,290
Due from other funds	257,485	240,437
	2,178,979	1,913,558
Total Assets	\$ 12,206,936	\$ 11,002,593
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 782,553	\$ 886,869
Accrued liabilities	110,344	68,492
Due to retirement systems	2,162,878	2,540,518
Due to other funds	545	-
Unearned revenue	13,720	-
Total Liabilities	3,070,040	3,495,879
Fund balance		
Restricted	4,699,672	4,156,517
Assigned	2,148,761	1,242,600
Unassigned	2,288,463	2,107,597
Total Fund Balance	9,136,896	7,506,714
Total Liabilities and Fund Balance	\$ 12,206,936	\$ 11,002,593

See independent auditors report.

Briarcliff Manor Union Free School District, New York

General Fund
Comparative Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
Years Ended June 30,

	2020				
	Original Budget	Final Budget	Actual	Encumbr- ances	Variance with Final Budget Positive (Negative)
REVENUES					
Real property taxes	\$ 41,920,000	\$ 39,950,076	\$ 39,933,500	\$	\$ (16,576)
Other tax items	-	1,969,924	1,969,924		-
Non-property taxes	440,000	440,000	605,798		165,798
Charges for services	3,929,565	3,929,565	4,136,071		206,506
Use of money and property	176,800	176,800	137,482		(39,318)
Sale of property and compensation for loss	6,000	6,000	17,020		11,020
State aid	4,930,500	4,930,500	4,881,844		(48,656)
Miscellaneous	196,835	196,835	197,686		851
Total Revenues	51,599,700	51,599,700	51,879,325		279,625
EXPENDITURES					
Current					
General support					
Board of education	72,000	80,750	65,825	4,750	10,175
Central administration	397,600	410,950	395,584	4,750	10,616
Finance	827,041	806,262	763,820	7,150	35,292
Staff	372,200	369,259	280,055	-	89,204
Central services	4,767,122	4,918,971	4,115,649	342,273	461,049
Special items	581,000	703,540	640,725	-	62,815
Total General Support	7,016,963	7,289,732	6,261,658	358,923	669,151
Instruction					
Instruction, administration and improvement	2,289,695	2,274,215	2,100,769	6,583	166,863
Teaching - Regular school	16,158,750	15,964,580	15,604,186	24,724	335,670
Programs for students with disabilities	5,105,300	5,474,219	5,209,006	-	265,213
Occupational education	75,000	75,000	74,460	-	540
Teaching - Special schools	4,000	4,000	3,670	-	330
Instructional media	1,969,581	2,184,415	2,037,798	120,715	25,902
Pupil services	3,146,279	3,181,875	2,913,513	44,576	223,786
Total Instruction	28,748,605	29,158,304	27,943,402	196,598	1,018,304
Pupil transportation	2,394,600	2,388,100	2,173,157	-	214,943
Employee benefits	10,213,932	9,699,179	9,379,572	8,240	311,367
Debt service					
Principal	3,698,928	3,698,928	3,698,928	-	-
Interest	409,272	411,999	411,999	-	-
Total Expenditures	52,482,300	52,646,242	49,868,716	563,761	2,213,765
Excess (Deficiency) of Revenues Over Expenditures	(882,600)	(1,046,542)	2,010,609	(563,761)	2,493,390
OTHER FINANCING USES					
Transfers out	(360,000)	(384,478)	(380,427)	-	4,051
Net Change in Fund Balance	(1,242,600)	(1,431,020)	1,630,182	\$ (563,761)	\$ 2,497,441
FUND BALANCE					
Beginning of Year	1,242,600	1,431,020	7,506,714		
End of Year	\$ -	\$ -	\$ 9,136,896		

See independent auditors' report.

2019

Original Budget	Final Budget	Actual	Encumbrances	Variance with Final Budget Positive (Negative)
\$ 40,821,770	\$ 38,262,124	\$ 38,192,617	\$	\$ (69,507)
-	2,559,646	2,561,545		1,899
411,967	411,967	457,225		45,258
4,705,179	4,705,179	5,112,173		406,994
125,458	125,458	221,541		96,083
-	-	3,675		3,675
5,088,309	5,088,309	5,347,819		259,510
115,500	115,500	222,473		106,973
51,268,183	51,268,183	52,119,068		850,885
61,920	88,446	72,026	2,500	13,920
378,472	398,158	384,033	-	14,125
811,847	831,148	790,521	6,041	34,586
409,047	371,050	347,654	-	23,396
4,916,877	4,817,218	4,450,733	113,522	252,963
560,230	767,973	687,234	-	80,739
7,138,393	7,273,993	6,732,201	122,063	419,729
2,298,157	2,396,382	2,348,731	395	47,256
15,692,411	15,847,399	15,762,508	3,050	81,841
5,087,480	5,197,260	5,162,793	-	34,467
174,349	89,887	88,911	-	976
4,000	4,000	3,456	-	544
2,146,141	2,190,086	2,151,302	11,781	27,003
2,994,211	3,168,212	3,074,301	4,979	88,932
28,396,749	28,893,226	28,592,002	20,205	281,019
2,350,729	2,334,959	2,308,591	-	26,368
10,259,107	9,797,529	9,675,082	10,032	112,415
3,330,000	3,389,266	3,389,266	-	-
551,888	551,888	551,888	-	-
52,026,866	52,240,861	51,249,030	152,300	839,531
(758,683)	(972,678)	870,038	(152,300)	1,690,416
(325,000)	(366,595)	(366,328)	-	267
(1,083,683)	(1,339,273)	503,710	\$ (152,300)	\$ 1,690,683
1,083,683	1,339,273	7,003,004		
\$ -	\$ -	\$ 7,506,714		

Briarcliff Manor Union Free School District, New York

General Fund

Schedule of Revenues Compared to Budget

Year Ended June 30, 2020

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REAL PROPERTY TAXES	<u>\$ 41,920,000</u>	<u>\$ 39,950,076</u>	<u>\$ 39,933,500</u>	<u>\$ (16,576)</u>
OTHER TAX ITEMS				
School tax relief reimbursement	<u>-</u>	<u>1,969,924</u>	<u>1,969,924</u>	<u>-</u>
NON-PROPERTY TAXES				
Non-property tax distribution from County	<u>440,000</u>	<u>440,000</u>	<u>605,798</u>	<u>165,798</u>
CHARGES FOR SERVICES				
Day school tuition	3,895,965	3,895,965	4,089,017	193,052
Other student fees and charges	30,800	30,800	45,238	14,438
Transportation services for other districts	<u>2,800</u>	<u>2,800</u>	<u>1,816</u>	<u>(984)</u>
	<u>3,929,565</u>	<u>3,929,565</u>	<u>4,136,071</u>	<u>206,506</u>
USE OF MONEY AND PROPERTY				
Earnings on investments	96,000	96,000	76,700	(19,300)
Rental of real property - Individuals	<u>80,800</u>	<u>80,800</u>	<u>60,782</u>	<u>(20,018)</u>
	<u>176,800</u>	<u>176,800</u>	<u>137,482</u>	<u>(39,318)</u>
SALE OF PROPERTY AND COMPENSATION FOR LOSS				
Insurance recoveries	3,000	3,000	17,020	14,020
Other compensation for loss	<u>3,000</u>	<u>3,000</u>	<u>-</u>	<u>(3,000)</u>
	<u>6,000</u>	<u>6,000</u>	<u>17,020</u>	<u>11,020</u>

STATE AID

Basic formula	3,654,321	3,280,611	3,286,065	5,454
BOCES aid	1,143,222	1,143,222	1,103,166	(40,056)
Lottery aid	14,115	387,825	373,710	(14,115)
Textbook aid	80,812	80,812	82,249	1,437
Computer software/hardware aid	29,068	29,068	27,667	(1,401)
Library aid	8,962	8,962	8,987	25
	<u>4,930,500</u>	<u>4,930,500</u>	<u>4,881,844</u>	<u>(48,656)</u>

MISCELLANEOUS

Refund of prior year's expenditures	20,000	20,000	70,989	50,989
Refund of prior year's expenditures-BOCES	60,000	60,000	79,849	19,849
Other	116,835	116,835	46,848	(69,987)
	<u>196,835</u>	<u>196,835</u>	<u>197,686</u>	<u>851</u>
TOTAL REVENUES	<u><u>\$ 51,599,700</u></u>	<u><u>\$ 51,599,700</u></u>	<u><u>\$ 51,879,325</u></u>	<u><u>\$ 279,625</u></u>

See independent auditors' report.

Briarcliff Manor Union Free School District, New York

General Fund

Schedule of Expenditures and Other Financing Uses Compared to Budget

Year Ended June 30, 2020

	Original Budget	Final Budget	Actual	Encumbr- ances	Variance with Final Budget Positive (Negative)
GENERAL SUPPORT					
<i>BOARD OF EDUCATION</i>					
Board of education	\$ 37,200	\$ 45,950	\$ 35,060	\$ 4,750	\$ 6,140
District clerk	20,100	20,100	19,607	-	493
District meeting	14,700	14,700	11,158	-	3,542
Total Board of Education	72,000	80,750	65,825	4,750	10,175
<i>CENTRAL ADMINISTRATION</i>					
Chief school administrator	397,600	410,950	395,584	4,750	10,616
<i>FINANCE</i>					
Business administration	600,841	590,562	564,839	-	25,723
Accounting and auditing	75,500	65,000	48,808	7,150	9,042
Treasurer	150,700	150,700	150,173	-	527
Total Finance	827,041	806,262	763,820	7,150	35,292
<i>STAFF</i>					
Legal	142,000	142,000	140,253	-	1,747
Personnel	126,300	114,700	47,843	-	66,857
Records management officer	4,200	17,859	16,299	-	1,560
Public information and services	99,700	94,700	75,660	-	19,040
Total Staff	372,200	369,259	280,055	-	89,204

CENTRAL SERVICES

Operation and maintenance of plant	4,000,722	4,217,216	3,478,972	341,989	396,255
Central printing and mailing	22,000	16,341	2,256	-	14,085
Central data processing	744,400	685,414	634,421	284	50,709

Total Central Services	4,767,122	4,918,971	4,115,649	342,273	461,049
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SPECIAL ITEMS

Unallocated insurance	217,000	217,000	214,813	-	2,187
School association dues	25,000	25,000	4,152	-	20,848
Assessments on school property	40,000	40,000	34,912	-	5,088
Judgments and claims	20,000	142,540	108,331	-	34,209
Administrative charge - BOCES	279,000	279,000	278,517	-	483

Total Special Items	581,000	703,540	640,725	-	62,815
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Total General Support	7,016,963	7,289,732	6,261,658	358,923	669,151
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INSTRUCTION**INSTRUCTION, ADMINISTRATION AND IMPROVEMENT**

Curriculum development and supervision	528,800	521,269	412,966	-	108,303
Supervision - Regular school	1,759,595	1,751,646	1,687,803	6,583	57,260
Research, planning and evaluation	1,300	1,300	-	-	1,300

Total Instruction, Administration and Improvement	2,289,695	2,274,215	2,100,769	6,583	166,863
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TEACHING - REGULAR SCHOOL	16,158,750	15,964,580	15,604,186	24,724	335,670
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PROGRAMS FOR STUDENTS WITH DISABILITIES	5,105,300	5,474,219	5,209,006	-	265,213
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OCCUPATIONAL EDUCATION	75,000	75,000	74,460	-	540
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TEACHING - SPECIAL SCHOOLS	4,000	4,000	3,670	-	330
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(Continued)

Briarcliff Manor Union Free School District, New York

General Fund

Schedule of Expenditures and Other Financing Uses Compared to Budget (Continued)

Year Ended June 30, 2020

	Original Budget	Final Budget	Actual	Encumbr- ances	Variance with Final Budget Positive (Negative)
INSTRUCTION (Continued)					
<i>INSTRUCTIONAL MEDIA</i>					
School library and audiovisual	\$ 335,798	\$ 338,554	\$ 336,978	\$ 59	\$ 1,517
Computer assisted instruction	1,633,783	1,845,861	1,700,820	120,656	24,385
Total Instructional Media	1,969,581	2,184,415	2,037,798	120,715	25,902
<i>PUPIL SERVICES</i>					
Guidance - Regular school	816,400	815,225	772,442	500	42,283
Health services - Regular school	431,000	450,294	401,233	17,535	31,526
Psychological services - Regular school	437,500	439,250	428,358	-	10,892
Social work services - Regular school	144,000	151,150	147,144	-	4,006
Co-curricular activities - Regular school	332,130	321,076	258,958	3,996	58,122
Interscholastic athletics - Regular school	985,249	1,004,880	905,378	22,545	76,957
Total Pupil Services	3,146,279	3,181,875	2,913,513	44,576	223,786
Total Instruction	28,748,605	29,158,304	27,943,402	196,598	1,018,304
<i>PUPIL TRANSPORTATION</i>					
District transportation services	47,600	47,600	44,060	-	3,540
Contract and public carrier transportation	2,347,000	2,340,500	2,129,097	-	211,403
Total Pupil Transportation	2,394,600	2,388,100	2,173,157	-	214,943

EMPLOYEE BENEFITS

State retirement	679,000	607,000	579,080	-	27,920
Teachers' retirement	2,045,000	2,019,241	1,926,820	-	92,421
Social security	2,130,300	1,919,527	1,878,598	-	40,929
Health insurance	4,733,600	4,463,600	4,418,433	-	45,167
Unemployment benefits	20,000	17,899	13,890	-	4,009
Disability insurance	70,000	69,177	54,310	-	14,867
Life insurance	25,000	25,823	25,823	-	-
Workers' compensation benefits	125,000	125,000	121,412	-	3,588
Dental insurance	316,032	316,032	268,706	8,240	39,086
Other	70,000	135,880	92,500	-	43,380
	<u>10,213,932</u>	<u>9,699,179</u>	<u>9,379,572</u>	<u>8,240</u>	<u>311,367</u>
Total Employee Benefits					

DEBT SERVICE

Serial Bonds					
Principal					
Serial Bonds	3,485,000	3,485,000	3,485,000	-	-
Installment purchase debt	213,928	213,928	213,928	-	-
	<u>3,698,928</u>	<u>3,698,928</u>	<u>3,698,928</u>	<u>-</u>	<u>-</u>
Interest					
Serial bonds	402,500	403,125	403,125	-	-
Installment purchase debt	6,772	8,874	8,874	-	-
	<u>409,272</u>	<u>411,999</u>	<u>411,999</u>	<u>-</u>	<u>-</u>
Total Debt Service	<u>4,108,200</u>	<u>4,110,927</u>	<u>4,110,927</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	<u>52,482,300</u>	<u>52,646,242</u>	<u>49,868,716</u>	<u>563,761</u>	<u>2,213,765</u>

OTHER FINANCING USES

Transfers out					
Special Aid Fund	45,000	80,427	80,427	-	-
School Lunch Fund	15,000	4,051	-	-	4,051
Capital Projects Fund	300,000	300,000	300,000	-	-
	<u>360,000</u>	<u>384,478</u>	<u>380,427</u>	<u>-</u>	<u>4,051</u>
TOTAL OTHER FINANCING USES	<u>360,000</u>	<u>384,478</u>	<u>380,427</u>	<u>-</u>	<u>4,051</u>
TOTAL EXPENDITURES AND OTHER FINANCING USES	<u>\$ 52,842,300</u>	<u>\$ 53,030,720</u>	<u>\$ 50,249,143</u>	<u>\$ 563,761</u>	<u>\$ 2,217,816</u>

See independent auditors' report.

Briarcliff Manor Union Free School District, New York

Capital Projects Fund
Comparative Balance Sheet
June 30,

	<u>2020</u>	<u>2019</u>
ASSETS		
Cash and equivalents	\$ 2,103,394	\$ 188,256
Due from other funds	<u>545</u>	<u>-</u>
Total Assets	<u>\$ 2,103,939</u>	<u>\$ 188,256</u>
LIABILITIES AND FUND BALANCE (DEFICIT)		
Accounts payable	\$ 5,712	\$ 73,057
Bond anticipation notes payable	2,170,476	-
Due to other funds	<u>49,388</u>	<u>7,857</u>
Total Liabilities	<u>2,225,576</u>	<u>80,914</u>
Fund balance (deficit)		
Restricted	-	107,342
Unassigned	<u>(121,637)</u>	<u>-</u>
Total Fund Balance (Deficit)	<u>(121,637)</u>	<u>107,342</u>
Total Liabilities and Fund Balance (Deficit)	<u>\$ 2,103,939</u>	<u>\$ 188,256</u>

See independent auditors' report.

Briarcliff Manor Union Free School District, New York

Capital Projects Fund
Comparative Statement of Revenues, Expenditures
and Changes in Fund Balance
Years Ended June 30,

	<u>2020</u>	<u>2019</u>
REVENUES	\$ -	\$ -
EXPENDITURES		
Capital outlay	<u>1,288,631</u>	<u>472,276</u>
Deficiency of Revenues Over Expenditures	<u>(1,288,631)</u>	<u>(472,276)</u>
OTHER FINANCING SOURCES		
Installment purchase debt issued	759,652	279,618
Transfers in	<u>300,000</u>	<u>300,000</u>
Total Other Financing Sources	<u>1,059,652</u>	<u>579,618</u>
Net Change in Fund Balance	(228,979)	107,342
FUND BALANCE (DEFICIT)		
Beginning of Year	<u>107,342</u>	<u>-</u>
End of Year	<u><u>\$ (121,637)</u></u>	<u><u>\$ 107,342</u></u>

See independent auditors' report.

Briarcliff Manor Union Free School District, New York

Capital Projects Fund

Project-Length Schedule

Inception of Project Through June 30, 2020

Project	Authorization	Expenditures and Transfers to Date		
		Prior Years	Current Year	Total
Facilities Improvements:				
Todd/MS/HS Backup Generators	\$ -	\$ 71,307	\$ 294,566	\$ 365,873
HS Gym Scoreboard Replacement	-	-	24,151	24,151
Todd Doors	-	-	27,515	27,515
Law Field Topdress/Overseed	-	-	5,920	5,920
Todd/HS Turf Blankets	-	-	5,322	5,322
	478,649	71,307	357,474	428,781
Facilities Improvements:				
Todd/MS/HS PA Systems	-	-	169,973	169,973
MS/HS Roof, Track and Driveway	-	-	1,258	1,258
MS/HS Generator	-	-	274	274
	2,987,000	-	171,505	171,505
Apple Lease Purchase Agreement (100-10240320)	759,652	-	759,652	759,652
Totals	<u>\$ 4,225,301</u>	<u>\$ 71,307</u>	<u>\$ 1,288,631</u>	<u>\$ 1,359,938</u>

See independent auditors' report.

Unexpended Balance	Methods of Financing			Fund Balance (Deficit) at June 30, 2020	Bond Anticipation Note Outstanding at June 30, 2020
	Proceeds of Obligations	Transfers	Totals		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
49,868	-	478,649	478,649	49,868	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
2,815,495	-	-	-	(171,505)	2,170,476
-	759,652	-	759,652	-	-
<u>\$ 2,865,363</u>	<u>\$ 759,652</u>	<u>\$ 478,649</u>	<u>\$ 1,238,301</u>	<u>\$ (121,637)</u>	<u>\$ 2,170,476</u>

Briarcliff Manor Union Free School District, New York

Combining Balance Sheet
 Non-Major Governmental Funds
 June 30, 2020
 (With Comparative Totals for 2019)

	Special Aid	School Lunch	Special Purpose
ASSETS			
Cash and equivalents	\$ 3,567	\$ 66,367	\$ 79,209
Receivables			
Accounts	2,400	-	-
State and Federal aid	214,143	-	-
Due from other funds	-	-	-
	<u>216,543</u>	<u>-</u>	<u>-</u>
Total Assets	<u>\$ 220,110</u>	<u>\$ 66,367</u>	<u>\$ 79,209</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable	\$ 3,351	\$ 21,644	\$ -
Bond interest and matured bonds payable	-	-	-
Due to other funds	216,543	-	-
Unearned revenues	216	42,736	-
	<u>220,110</u>	<u>64,380</u>	<u>-</u>
Total Liabilities			
Fund balances			
Restricted	-	-	79,209
Assigned	-	1,987	-
	<u>-</u>	<u>1,987</u>	<u>79,209</u>
Total Fund Balances			
	<u>\$ 220,110</u>	<u>\$ 66,367</u>	<u>\$ 79,209</u>
Total Liabilities and Fund Balances			

See independent auditors' report.

Debt Service	Total Non-Major Governmental Funds	
	2020	2019
\$ 18,580	\$ 167,723	\$ 190,999
-	2,400	28,978
-	214,143	211,562
8,518	8,518	7,857
8,518	225,061	248,397
\$ 27,098	\$ 392,784	\$ 439,396
\$ -	\$ 24,995	\$ 48,046
5,019	5,019	5,019
72	216,615	240,437
-	42,952	31,249
5,091	289,581	324,751
22,007	101,216	86,101
-	1,987	28,544
22,007	103,203	114,645
\$ 27,098	\$ 392,784	\$ 439,396

Briarcliff Manor Union Free School District, New York

Combining Statement of Revenues, Expenditures and Changes
in Fund Balances
Non-Major Governmental Funds
Year Ended June 30, 2020
(With Comparative Totals for 2019)

	Special Aid	School Lunch	Special Purpose
REVENUES			
Use of money and property	\$ -	\$ -	\$ 1,487
State aid	192,910	-	-
Federal aid	374,571	-	-
Food sales	-	414,312	-
Miscellaneous	37,207	8	-
Total Revenues	604,688	414,320	1,487
EXPENDITURES			
Current			
Instruction	685,115	-	-
Cost of food sales	-	440,877	-
Other	-	-	2,125
Total Expenditures	685,115	440,877	2,125
Excess (Deficiency) of Revenues Over Expenditures	(80,427)	(26,557)	(638)
OTHER FINANCING SOURCES			
Issuance premium	-	-	-
Transfers in	80,427	-	-
Total Other Financing Sources	80,427	-	-
Net Change in Fund Balances	-	(26,557)	(638)
FUND BALANCES			
Beginning of Year	-	28,544	79,847
End of Year	\$ -	\$ 1,987	\$ 79,209

See independent auditors' report.

Debt Service	Total Non-Major Governmental Funds	
	2020	2019
\$ 723	\$ 2,210	\$ 2,009
-	192,910	174,933
-	374,571	356,154
-	414,312	635,053
-	37,215	72,105
723	1,021,218	1,240,254
-	685,115	646,525
-	440,877	641,263
-	2,125	2,600
-	1,128,117	1,290,388
723	(106,899)	(50,134)
15,030	15,030	-
-	80,427	66,328
15,030	95,457	66,328
15,753	(11,442)	16,194
6,254	114,645	98,451
<u>\$ 22,007</u>	<u>\$ 103,203</u>	<u>\$ 114,645</u>

Briarcliff Manor Union Free School District, New York

Special Aid Fund
Comparative Balance Sheet
June 30,

	<u>2020</u>	<u>2019</u>
ASSETS		
Cash and equivalents	<u>\$ 3,567</u>	<u>\$ 5,261</u>
Receivables		
Accounts	2,400	28,802
State and Federal aid	<u>214,143</u>	<u>211,562</u>
	<u>216,543</u>	<u>240,364</u>
 Total Assets	 <u><u>\$ 220,110</u></u>	 <u><u>\$ 245,625</u></u>
LIABILITIES		
Accounts payable	\$ 3,351	\$ 649
Due to other funds	216,543	240,365
Unearned revenues	<u>216</u>	<u>4,611</u>
 Total Liabilities	 <u><u>\$ 220,110</u></u>	 <u><u>\$ 245,625</u></u>

See independent auditors' report.

Briarcliff Manor Union Free School District, New York

Special Aid Fund

Comparative Statement of Revenues, Expenditures and
Changes in Fund Balance
Years Ended June 30,

	2020	2019
REVENUES		
State aid	\$ 192,910	\$ 174,933
Federal aid	374,571	356,154
Miscellaneous	37,207	71,705
Total Revenues	604,688	602,792
EXPENDITURES		
Current		
Instruction	685,115	646,525
Deficiency of Revenues Over Expenditures	(80,427)	(43,733)
OTHER FINANCING SOURCES		
Transfers in	80,427	43,733
Net Change in Fund Balance	-	-
FUND BALANCE		
Beginning of Year	-	-
End of Year	\$ -	\$ -

See independent auditors' report.

Briarcliff Manor Union Free School District, New York

School Lunch Fund
Comparative Balance Sheet
June 30,

	<u>2020</u>	<u>2019</u>
ASSETS		
Cash and equivalents	\$ 66,367	\$ 102,403
Accounts receivable	<u>-</u>	<u>176</u>
Total Assets	<u><u>\$ 66,367</u></u>	<u><u>\$ 102,579</u></u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 21,644	\$ 47,397
Unearned revenues	<u>42,736</u>	<u>26,638</u>
Total Liabilities	64,380	74,035
Fund balance		
Assigned	<u>1,987</u>	<u>28,544</u>
Total Liabilities and Fund Balance	<u><u>\$ 66,367</u></u>	<u><u>\$ 102,579</u></u>

See independent auditors' report.

Briarcliff Manor Union Free School District, New York

School Lunch Fund
Comparative Statement of Revenues, Expenditures and
Changes in Fund Balance
Years Ended June 30,

	2020	2019
REVENUES		
Food sales	\$ 414,312	\$ 635,053
Miscellaneous	8	-
Total Revenues	414,320	635,053
EXPENDITURES		
Current		
Cost of food sales	440,877	641,263
Deficiency of Revenues Over Expenditures	(26,557)	(6,210)
OTHER FINANCING SOURCES		
Transfers in	-	22,595
Net Change in Fund Balance	(26,557)	16,385
FUND BALANCE		
Beginning of Year	28,544	12,159
End of Year	\$ 1,987	\$ 28,544

See independent auditors' report.

Briarcliff Manor Union Free School District, New York

Special Purpose Fund
Comparative Balance Sheet
June 30,

	<u>2020</u>	<u>2019</u>
ASSETS		
Cash and equivalents	<u>\$ 79,209</u>	<u>\$ 79,847</u>
FUND BALANCE		
Restricted	<u>\$ 79,209</u>	<u>\$ 79,847</u>

See independent auditors' report.

Briarcliff Manor Union Free School District, New York

Special Purpose Fund
Comparative Statement of Revenues, Expenditures and
Changes in Fund Balance
Years Ended June 30,

	2020	2019
REVENUES		
Use of money and property	\$ 1,487	\$ 1,553
Miscellaneous	-	400
Total Revenues	1,487	1,953
EXPENDITURES		
Current		
Other	2,125	2,600
Deficiency of Revenues Over Expenditures	(638)	(647)
FUND BALANCE		
Beginning of Year	79,847	80,494
End of Year	<u>\$ 79,209</u>	<u>\$ 79,847</u>

See independent auditors' report.

Briarcliff Manor Union Free School District, New York

Debt Service Fund
Comparative Balance Sheet
June 30,

	<u>2020</u>	<u>2019</u>
ASSETS		
Cash and equivalents	\$ 18,580	\$ 3,488
Due from other funds	<u>8,518</u>	<u>7,857</u>
Total Assets	<u><u>\$ 27,098</u></u>	<u><u>\$ 11,345</u></u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Bond interest and matured bonds payable	\$ 5,019	\$ 5,019
Due to other funds	<u>72</u>	<u>72</u>
Total Liabilities	5,091	5,091
Fund balance		
Restricted	<u>22,007</u>	<u>6,254</u>
Total Liabilities and Fund Balance	<u><u>\$ 27,098</u></u>	<u><u>\$ 11,345</u></u>

See independent auditors' report.

Briarcliff Manor Union Free School District, New York

Debt Service Fund
Comparative Statement of Revenues, Expenditures and
Changes in Fund Balance
Years Ended June 30,

	<u>2020</u>	<u>2019</u>
REVENUES		
Use of money and property	\$ 723	\$ 456
EXPENDITURES	<u>-</u>	<u>-</u>
Excess of Revenues Over Expenditures	723	456
OTHER FINANCING SOURCES		
Issuance premium	<u>15,030</u>	<u>-</u>
Net Change in Fund Balance	15,753	456
FUND BALANCE		
Beginning of Year	<u>6,254</u>	<u>5,798</u>
End of Year	<u><u>\$ 22,007</u></u>	<u><u>\$ 6,254</u></u>

See independent auditors' report.

Briarcliff Manor Union Free School District, New York

General Fund

Analysis of Change from Adopted Budget to Final Budget

Year Ended June 30, 2020

Adopted Budget	\$ 52,690,000
Additions	
Encumbrances	<u>152,300</u>
Original Budget	52,842,300
Budget Amendments	<u>188,420</u>
Final Budget	<u><u>\$ 53,030,720</u></u>

General Fund

Section 1318 of Real Property Tax Law Limit Calculation

2020-21 Expenditure Budget	<u>\$ 53,381,866</u>
General Fund Fund Balance Subject to Section 1318 of Real Property Tax Law	
Unrestricted fund balance	
Assigned fund balance	2,148,761
Unassigned fund balance	<u>2,288,463</u>
Total Unrestricted Fund Balance	<u>4,437,224</u>
Less	
Appropriations for subsequent year's budget	1,585,000
Encumbrances	<u>563,761</u>
Total Adjustments	<u>2,148,761</u>
General Fund Fund Balance Subject to Section 1318 of Real Property Tax Law	<u><u>\$ 2,288,463</u></u>
Actual Percentage	<u><u>4.29%</u></u>

See independent auditors' report.

Briarcliff Manor Union Free School District, New YorkSchedule of Net Investment in Capital Assets
Year Ended June 30, 2020

Capital Assets, net		\$ 41,651,322
Less		
General obligation bonds payable	(9,440,000)	
Unamortized portion of premium on bonds	(117,085)	
Bond anticipation notes payable	<u>(2,170,476)</u>	(11,727,561)
Plus		
Unamortized portion of loss on refunding bonds	50,498	
Unspent bond anticipation note proceeds	<u>1,998,971</u>	<u>2,049,469</u>
Net Investment in Capital Assets		<u>\$ 31,973,230</u>

See independent auditors' report.