



# Hermion-Dekalb Central School

June 30, 2022

Audit Closing Meeting

November 7, 2022



BOWERS & COMPANY  
CPAs PLLC

CERTIFIED PUBLIC ACCOUNTANTS • BUSINESS CONSULTANTS

# Outline

- ✓ Required Communications
- ✓ Highlights of the Financial Statements
- ✓ Graphs
- ✓ Management Recommendations



# Auditor Communication

# Communication with Those Charged with Governance

## Accounting Policies – Note 1

- No unusual policies
- Adopted all new applicable GASB Standards

## GASB Standards CY

- GASB 87, *Leases*

## Future GASB Standards

- GASB 96 – Subscription-Based Information Technology Arrangements – Effective 2023
- Various Others – GASB 91 – GASB 101 (Described in Note 1)

# Communication with Those Charged with Governance - Continued

## Significant Accounting Estimates

- Depreciation Expense – based on useful lives of capital asset classes (described in Note 1)
- Actuarial assumptions that are used to determine pension asset (liabilities) and annual pension cost for the year in accordance with GASB Statement No. 68
- Actuarial assumptions that are used to determine annual postretirement cost for the year in accordance with GASB Statement No. 75

## Audit Adjustments

- All misstatements were corrected by Management
- See material misstatements attached to the Communication with Those Charged with Governance
- CY misstatements included entries to record general aid receivable, receivables for District services, to defer supply chain aid received, and GASB 34 entries for the Government-Wide Financial Statements.

## There Were No:

- Difficulties Encountered in Performing the Audit
- Transactions that lacked authoritative guidance or consensus
- Disagreements with Management
- Known Communications with Other Accountants

# Communication with Those Charged with Governance - Continued

## Other Matters

- Limited procedures on the MD&A and Required Supplementary Information (not audited)
- Engaged to report on Supplementary Information which are not RSI (inquiries, comparison to PY, reconciled to the financial statements)

# Independent Auditor's Report

## The Audit Report

- The financial statements are the responsibility of Management
- Our responsibility is to express an opinion on the financial statements based on our audit for 2022

## Unmodified Opinion for 2022 (Clean Opinion)

## Other Matters

- MD&A and RSI (Required and not audited)
- Other Supplementary Information (not required)
- Schedule of Expenditures of Federal Awards (not required as part of the basic financial statements, required by Single Audit requirements)
- Other Supplementary Information and the Schedule of Expenditures of Federal Awards are fairly stated, in all material respects in relation to the basic financial statements as a whole
- Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance And Other Matters Based on An Audit of Financial Statements Performed in Accordance with Government Auditing Standards
- Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance

# Financial Statements



# 2021-2022 Overview



\$15M Capital Project  
(\$850k Funded by Capital  
Reserve, \$14M of  
Expenditures to Date)



2021-22 Enrollment 414  
students vs 429 for 2020-  
21

# Condensed Statement of Net Position – Governmental Activities

## Condensed Statement of Net Position Comparison 2020-2021 and 2021-2022

	2020-2021 (Restated)	2021-2022	Change
<b>Assets</b>			
Current and Other Assets	\$ 5,843,050	\$ 5,166,223	\$ (676,827)
Capital Assets, Net	17,235,015	19,522,302	2,287,287
Net Pension Asset - Proportionate Share	-	3,465,214	3,465,214
<b>Total Assets</b>	<u>\$ 23,078,065</u>	<u>\$ 28,153,739</u>	<u>\$ 5,075,674</u>
<b>Deferred Outflows of Resources</b>			
Deferred Charge on Bond Refunding	\$ 81,825	\$ 55,121	\$ (26,704)
Other Postemployment Benefits	7,494,090	6,254,734	(1,239,356)
Pensions	2,281,692	2,339,617	57,925
<b>Total Deferred Outflows of Resources</b>	<u>\$ 9,857,607</u>	<u>\$ 8,649,472</u>	<u>\$ (1,208,135)</u>
<b>Liabilities</b>			
Current Liabilities	\$ 13,818,106	\$ 14,753,392	\$ 935,286
Long-Term Liabilities	32,352,375	31,350,965	(1,001,410)
Net Pension Liability - Proportionate Share	502,066	-	(502,066)
<b>Total Liabilities</b>	<u>\$ 46,672,547</u>	<u>\$ 46,104,357</u>	<u>\$ (568,190)</u>
<b>Deferred Inflows of Resources</b>			
Pensions	\$ 1,071,089	\$ 4,465,195	\$ 3,394,106
Other Postemployment Benefits	2,297,412	2,659,150	361,738
<b>Total Deferred Inflows of Resources</b>	<u>\$ 3,368,501</u>	<u>\$ 7,124,345</u>	<u>\$ 3,755,844</u>
<b>Net Position</b>			
Net Investment in Capital Assets, Net of Related Debt	\$ 4,631,668	\$ 4,715,988	\$ 84,320
Restricted	1,467,554	1,830,487	362,933
Unrestricted	(23,204,598)	(22,971,966)	232,632
<b>Total Net Position</b>	<u>\$ (17,105,376)</u>	<u>\$ (16,425,491)</u>	<u>\$ 679,885</u>

Note: Information extracted from the audited financial statements. Please refer to the independent auditor's report.

# Condensed Statement of Activities and Changes in Net Position – Governmental Activities

## Condensed Statement of Activities Comparison 2020-2021 and 2021-2022

	2020-2021	2021-2022	% Change
<b>Revenues</b>			
Program Revenues			
Charges for Services	\$ 186,192	\$ 113,629	-39.0%
Operating Grants	1,149,156	1,885,553	64.1%
Capital Grants	1,582	-	-100.0%
General Revenues			
Property and Other Tax Items	2,623,750	2,622,118	-0.1%
Use of Money and Property	128,310	259,763	102.4%
Sale of Property and Compensation for Loss	-	23,012	0.0%
Gain on Disposition of Fixed Assets	-	9,771	0.0%
Miscellaneous	250,374	245,922	-1.8%
State Sources	6,821,522	8,393,098	23.0%
Federal Sources	225,756	15,970	-92.9%
Total Revenues	<u>\$ 11,386,642</u>	<u>\$ 13,568,836</u>	<u>19.2%</u>
<b>Expenses</b>			
General Support	\$ 1,996,802	\$ 1,987,343	-0.5%
Instruction	9,484,768	9,671,156	2.0%
Pupil Transportation	751,665	755,329	0.5%
Community Service	-	3,732	0.0%
Debt Service - Interest	213,034	216,381	1.6%
School Food Service Program	281,877	255,010	-9.5%
Total Expenses	<u>12,728,146</u>	<u>12,888,951</u>	<u>1.3%</u>
<b>Change in Net Position</b>	<u>\$ (1,341,504)</u>	<u>\$ 679,885</u>	<u>150.7%</u>

\*2019-20 Statement of Activities information has not been restated as the required information from GASB 84 is only available for fiscal year ending June 30, 2021 and forward.

Note: Information extracted from the audited financial statements. Please refer to the independent auditor's report.

## Restatement (Note 16)

Due to the District's implementation of GASB Statement No. 87, *Leases*, a one-time prior-period adjustment of \$19,969 must be made to Capital Assets, Net and Lease Liability on the Statement of Net Position to reflect the transition to GASB 87. The implementation has no impact on the beginning Net Position.

# Balance Sheet – Governmental Funds

	General	Special Aid	Capital Projects- Campus-Wide	Non-Major Funds	Total Governmental Funds
<b>ASSETS</b>					
Cash and Cash Equivalents					
Unrestricted	\$ 365,578	\$ 3,289	\$ -	\$ 122,682	\$ 491,549
Restricted	1,413,248	-	230,065	284,633	1,927,946
Receivables					
Due From Other Funds	992,165	-	750,000	132,879	1,875,044
State and Federal Aid	1,186,790	1,068,274	-	57,164	2,312,228
Due From Other Governments	413,237	-	-	-	413,237
Inventories	-	-	-	16,360	16,360
Prepaid Expenditures	4,903	-	-	-	4,903
<b>TOTAL ASSETS</b>	<b>\$4,375,921</b>	<b>\$1,071,563</b>	<b>\$ 980,065</b>	<b>\$ 613,718</b>	<b>\$ 7,041,267</b>
<b>LIABILITIES</b>					
Payables					
Accounts Payable	\$ 37,809	\$ 17,200	\$ 51,607	\$ 2,044	\$ 108,660
Accrued Liabilities	53,378	2,001	-	67	55,446
Due to Other Funds	749,856	916,210	145,377	63,601	1,875,044
Due to Other Governments	-	4,923	-	148	5,071
Due to Teachers' Retirement System	359,422	375	-	-	359,797
Due to Employees' Retirement System	32,954	-	-	-	32,954
Notes Payable					
Bond Anticipation	-	-	13,250,000	-	13,250,000
Unearned Credits					
Unearned Revenues – Other	-	130,854	-	13,812	144,666
Total Liabilities	<u>1,233,419</u>	<u>1,071,563</u>	<u>13,446,984</u>	<u>79,672</u>	<u>15,831,638</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred State Aid	11,945	-	-	1,582	13,527
Total Deferred Inflows of Resources	<u>11,945</u>	<u>-</u>	<u>-</u>	<u>1,582</u>	<u>13,527</u>
<b>FUND BALANCES (DEFICITS)</b>					
Nonspendable	4,903	-	-	16,360	21,263
Restricted	1,413,248	-	-	417,239	1,830,487
Assigned	1,422,324	-	-	100,447	1,522,771
Unassigned (Deficit)	290,082	-	(12,466,919)	(1,582)	(12,178,419)
Total Fund Balances (Deficit)	<u>3,130,557</u>	<u>-</u>	<u>(12,466,919)</u>	<u>532,464</u>	<u>(8,803,898)</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES (DEFICITS)</b>					
	<u>\$4,375,921</u>	<u>\$1,071,563</u>	<u>\$ 980,065</u>	<u>\$ 613,718</u>	<u>\$ 7,041,267</u>

Note: Information extracted from the audited financial statements. Please refer to the independent auditor's report.

# Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds

	General	Special Aid	Capital Project- Campus-Wide	Non-Major Funds	Total Governmental Funds
<b>REVENUES</b>					
Real Property Taxes	\$ 2,244,945	\$ -	\$ -	\$ -	\$ 2,244,945
Other Tax Items	377,173	-	-	-	377,173
Charges for Services	101,996	-	-	11,633	113,629
Use of Money and Property	9,552	-	-	2,772	12,324
Sale of Property and Compensation for Loss	23,012	-	-	-	23,012
State Sources	8,393,098	117,083	-	5,680	8,515,861
Medicaid Reimbursement	15,970	-	-	-	15,970
Federal Sources	-	1,447,300	-	303,545	1,750,845
Miscellaneous	184,586	-	2,243	77,197	264,026
Total Revenues	<u>11,350,332</u>	<u>1,564,383</u>	<u>2,243</u>	<u>400,827</u>	<u>13,317,785</u>
<b>EXPENDITURES</b>					
General Support	1,451,838	52,332	-	41,474	1,545,644
Instruction	5,277,241	1,268,300	-	-	6,545,541
Pupil Transportation	477,091	-	-	-	477,091
Community Service	2,361	-	-	-	2,361
Employee Benefits	2,407,028	247,178	-	60,799	2,715,005
Debt Service					
Principal	1,472,306	-	-	20,440	1,492,746
Interest	376,988	-	-	8,250	385,238
Food Service Program					
Cost of Sales	-	-	-	143,227	143,227
Other Expenditures	-	-	-	66,253	66,253
Capital Outlay	-	-	2,712,778	214,352	2,927,130
Total Expenditures	<u>11,464,853</u>	<u>1,567,810</u>	<u>2,712,778</u>	<u>554,795</u>	<u>16,300,236</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(114,521)</u>	<u>(3,427)</u>	<u>(2,710,535)</u>	<u>(153,968)</u>	<u>(2,982,451)</u>
<b>OTHER FINANCING SOURCES AND (USES)</b>					
Premium on Debt Issuance	-	-	-	247,439	247,439
BANs Redeemed From Appropriations	-	-	750,000	-	750,000
Proceeds from Debt	-	-	-	220,000	220,000
Operating Transfers In	151,181	3,427	-	5,648	160,256
Operating Transfers (Out)	(3,427)	-	-	(156,829)	(160,256)
Total Other Financing Sources and (Uses)	<u>147,754</u>	<u>3,427</u>	<u>750,000</u>	<u>316,258</u>	<u>1,217,439</u>
Net Change in Fund Balance	33,233	-	(1,960,535)	162,290	(1,765,012)
Fund Balances (Deficit) – Beginning of Year	3,097,324	-	(10,506,384)	370,174	(7,038,886)
Fund Balances (Deficit) – End of Year	<u>\$ 3,130,557</u>	<u>\$ -</u>	<u>\$ (12,466,919)</u>	<u>\$ 532,464</u>	<u>\$ (8,803,898)</u>

Note: Information extracted from the audited financial statements. Please refer to the independent auditor's report.

# Financial Statement Disclosures - Capital Assets

Capital asset balances and activity were as follows:

<b>Governmental Activities</b>	<b>Beginning Balance</b>	<b>Additions</b>	<b>Retirements/ Reclassifications</b>	<b>Ending Balance</b>
Capital Assets That Are Not Depreciated:				
Land	\$ 110,143	\$ -	\$ -	\$ 110,143
Construction in Progress	11,356,883	2,712,778	-	14,069,661
Total Nondepreciable Assets	<u>11,467,026</u>	<u>2,712,778</u>	<u>-</u>	<u>14,179,804</u>
Other Capital Assets:				
Buildings and Improvements	13,042,357	33,913	(2,850)	13,073,420
Furniture and Equipment	4,443,133	221,406	(178,686)	4,485,853
Intangible Lease Assets - Equipment, As Restated	19,969	-	-	19,969
Total Other Capital Assets	<u>17,505,459</u>	<u>255,319</u>	<u>(181,536)</u>	<u>17,579,242</u>
Less Accumulated Depreciation:				
Buildings and Improvements	8,419,865	416,895	(1,961)	8,834,799
Furniture and Equipment	3,317,605	247,836	(171,242)	3,394,199
Less Accumulated Amortization:				
Intangible Lease Assets - Equipment	-	7,746	-	7,746
Total Accumulated Depreciation and Amortization	<u>11,737,470</u>	<u>672,477</u>	<u>(173,203)</u>	<u>12,236,744</u>
Total Other Capital Assets, Net	<u>5,767,989</u>	<u>(417,158)</u>	<u>(8,333)</u>	<u>5,342,498</u>
Capital Assets, Net	<u>\$ 17,235,015</u>	<u>\$ 2,295,620</u>	<u>\$ (8,333)</u>	<u>\$ 19,522,302</u>

Note: Information extracted from the audited financial statements. Please refer to the independent auditor's report.

# Financial Statement Disclosures - Long-Term Debt Obligations

Long-term liability balances and activity for the year are summarized below:

<b>Government Activities</b>	<b>Beginning Balance</b>	<b>Additions</b>	<b>Reductions</b>	<b>Ending Balance</b>	<b>Amounts Due Within One Year</b>
Bonds and Notes Payable:					
General Obligation Debt:					
Serial Bonds	\$ 2,025,000	\$ 220,000	\$ 735,000	\$ 1,510,000	\$ 745,000
Premium on Bonds	133,819	-	44,607	89,212	44,607
Total Bonds and Notes Payable	<u>2,158,819</u>	<u>220,000</u>	<u>779,607</u>	<u>1,599,212</u>	<u>789,607</u>
Other Liabilities:					
Compensated Absences					
Payable	348,121	-	38,825	309,296	-
Other Postemployment					
Benefits Liability	30,605,073	-	385,232	30,219,841	-
Net Pension Liability -					
Proportionate Share	502,066	-	502,066	-	-
Lease Liability, As Restated	<u>19,969</u>	<u>-</u>	<u>7,746</u>	<u>12,223</u>	<u>7,872</u>
Total Other Liabilities	<u>31,475,229</u>	<u>-</u>	<u>933,869</u>	<u>30,541,360</u>	<u>7,872</u>
Total Governmental Activities	<u>\$ 33,634,048</u>	<u>\$ 220,000</u>	<u>\$ 1,713,476</u>	<u>\$ 32,140,572</u>	<u>\$ 797,479</u>

Note: Information extracted from the audited financial statements. Please refer to the independent auditor's report.

# General Fund Budget vs Actual

	Original Budget	Final Budget	Actual		Final Budget Variance With Actual
<b>REVENUES</b>					
Local Sources					
Real Property Taxes	\$ 2,244,945	\$ 2,244,945	\$ 2,244,945		\$ -
Other Tax Items	372,500	372,500	377,173		4,673
Charges for Services	-	-	101,996		101,996
Use of Money and Property	21,900	21,900	9,552		(12,348)
Sale of Property and Compensation for Loss	-	9,604	23,012		13,408
Miscellaneous	-	-	184,586		184,586
Total Local Sources	2,639,345	2,648,949	2,941,264		292,315
State Sources	8,691,272	8,691,272	8,393,098		(298,174)
Medicaid Reimbursement	10,000	10,000	15,970		5,970
Federal Sources	-	10,884	-		(10,884)
Total Revenues	11,340,617	11,361,105	11,350,332		(10,773)
<b>OTHER FINANCING SOURCES</b>					
Transfers From Other Funds	-	-	151,181		151,181
Total Revenues and Other Financing Sources	11,340,617	11,361,105	11,501,513		\$ 140,408
				<b>Year-End Encumbrances</b>	<b>Final Budget Variance With Actual And Encumbrances</b>
<b>EXPENDITURES</b>					
General Support					
Board of Education	10,410	10,411	7,226	\$ -	\$ 3,185
Central Administration	155,024	159,737	153,640	-	6,097
Finance	304,819	324,858	321,928	-	2,930
Staff	58,601	72,901	60,206	-	12,695
Central Services	616,086	632,598	524,142	12,500	95,956
Special Items	388,787	388,787	384,696	-	4,091
Total General Support	1,533,727	1,589,292	1,451,838	12,500	124,954
Instruction					
Instruction, Administration and Improvement	283,126	284,543	173,843	-	110,700
Teaching - Regular School	2,518,343	2,408,038	2,193,283	6,930	207,825
Programs for Children with Handicapping Conditions	2,117,534	2,117,534	1,622,531	-	495,003
Occupational Education	381,981	381,981	381,981	-	-
Teaching - Special School	70,973	66,850	31,795	-	35,055
Instructional Media	444,687	470,611	462,058	-	8,553
Pupil Services	407,952	430,521	411,750	145	18,626
Total Instruction	6,224,596	6,160,078	5,277,241	7,075	875,762
Pupil Transportation	486,231	513,948	477,091	2,053	34,804
Community Service	2,250	2,361	2,361	-	-
Employee Benefits	2,707,412	2,709,025	2,407,028	-	301,997
Debt Service	1,877,489	1,877,489	1,849,294	-	28,195
Total Expenditures	12,831,705	12,852,193	11,464,853	21,628	1,365,712
<b>OTHER FINANCING USES</b>					
Operating Transfers to Other Funds	45,000	45,000	3,427	-	41,573
Total Expenditures and Other Financing Uses	12,876,705	12,897,193	11,468,280	\$ 21,628	\$ 1,407,285
Net Change in Fund Balance	(1,536,088)	(1,536,088)	33,233		
Fund Balances - Beginning of Year	3,097,324	3,097,324	3,097,324		
Fund Balances - End of Year	\$ 1,561,236	\$ 1,561,236	\$ 3,130,557		

Note: Information extracted from the audited financial statements. Please refer to the independent auditor's report.

# Schedule of Change from Adopted Budget to Final Budget and the Real Property Tax Limit – General Fund

## CHANGE FROM ADOPTED BUDGET TO FINAL BUDGET

Adopted Budget	\$ 12,876,705
Add: Prior Year's Encumbrances	<u>-</u>
Original Budget	12,876,705
Budget Revisions	<u>20,488</u>
Final Budget	<u><u>\$ 12,897,193</u></u>

## SECTION 1318 OF REAL PROPERTY TAX LAW CALCULATION

2022-2023 Voter Approved Expenditure Budget	<u>\$ 13,557,125</u>
Maximum Allowed 4% of 2022-2023 Budget	<u><u>\$ 542,285</u></u>
General Fund Balance Subject to Section 1318 of Real Property Tax Law	
Unrestricted Fund Balance:	
Assigned Fund Balance	\$ 1,422,324
Unassigned Fund Balance	<u>290,082</u>
Total Unrestricted Fund Balance	<u>1,712,406</u>
Less:	
Appropriated Fund Balance	1,400,696
Encumbrances Included in Assigned Fund Balance	<u>21,628</u>
Total Adjustments	<u>1,422,324</u>
General Fund Balance Subject to Section 1318 of Real Property Tax Law	<u><u>\$ 290,082</u></u>
Actual Percentage	<u><u>2.14%</u></u>

Note: Information extracted from the audited financial statements. Please refer to the independent auditor's report.

# Schedule of Capital Projects Fund – Project Expenditures and Financing Resources

PROJECT	Expenditures						Methods of Financing					Transfer to Debt Service Fund	Fund Balance (Deficit) 6/30/2022
	Original Appropriation	Revised Appropriation	Prior Year	Current Year	Total	Unexpended Balance	BANS		State Aid	Local Sources	Total		
							Redeemed From Appropriations	Proceeds Of Obligations					
Buses 6/30/22	\$ 220,000	\$ 220,000	\$ -	\$ 214,352	\$ 214,352	\$ 5,648	\$ -	\$ 220,000	\$ -	\$ -	\$ 220,000	\$ 5,648	\$ -
Smart Schools	220,137	220,137	147,288	-	147,288	72,849	-	-	145,706	-	145,706	-	(1,582)
Capital Project - Campus-Wide	15,000,000	15,000,000	11,356,884	2,712,778	14,069,662	930,338	750,000	-	-	852,743	1,602,743	-	(12,466,919)
Totals	\$ 15,440,137	\$ 15,440,137	\$ 11,504,172	\$ 2,927,130	\$ 14,431,302	\$ 1,008,835	\$ 750,000	\$ 220,000	\$ 145,706	\$ 852,743	\$ 1,968,449	\$ 5,648	\$ (12,468,501)

Note: Information extracted from the audited financial statements. Please refer to the independent auditor's report.

# Schedule of Expenditures of Federal Awards

FEDERAL GRANTOR/PASS-THROUGH GRANTOR PROGRAM TITLE	Federal Assistance Listing	Agency or Pass-Through Number	Federal Expenditures
<b><u>U. S. Department of Education</u></b>			
<b>Passed-Through NYS Education Department:</b>			
Title I Grants to Local Educational Agencies			
Title I Grants to Local Educational Agencies	84.010A	0011-22-2096	\$ 38,114
Title I Grants to Local Educational Agencies	84.010A	0011-21-2096	36,684
Title I Grants to Local Educational Agencies	84.010A	0021-22-2615	177,757
Total Title I Grants to Local Educational Agencies			252,555
Special Education Cluster			
Special Education Grants to States	84.027A	0032-22-0792	112,432
Special Education Preschool Grants	84.173A	0033-22-0792	877
Total Special Education Cluster			113,309
Education Stabilization Fund			
COVID-19 Elementary and Secondary School Emergency Relief Fund	84.425D	5891-21-2615	192,470
COVID-19 American Rescue Plan - Elementary and Secondary School Emergency Relief	84.425U	5880-21-2615	725,034
COVID-19 American Rescue Plan - Elementary and Secondary School Emergency Relief	84.425U	5882-21-2615	9,464
COVID-19 American Rescue Plan - Elementary and Secondary School Emergency Relief	84.425U	5884-21-2615	1,746
Total Education Stabilization Fund			928,714
Supporting Effective Instruction State Grants			
Supporting Effective Instruction State Grants	84.367A	0147-22-2615	20,877
Supporting Effective Instruction State Grants	84.367A	0147-21-2615	2,603
Total Supporting Effective Instruction State Grants			23,480
Student Support and Academic Enrichment Program	84.424A	0204-22-2615	13,258
Rural Education	84.358B	0006-22-2615	6,532
Rural Education	84.358B	0006-21-2615	5,852
Total Rural Education			12,384
Total Passed Through NYS Education Department			1,343,700
Subtotal to Next Page			\$ 1,343,700

FEDERAL GRANTOR/PASS-THROUGH GRANTOR PROGRAM TITLE	Federal Assistance Listing	Federal Expenditures
Subtotal from Previous Page		\$ 1,343,700
<b><u>Federal Communications Commission</u></b>		
<b>Passed-Through Universal Service Administrative Company:</b>		
COVID-19 Emergency Connectivity Fund Program	32.009	103,600
Total Passed Through Universal Service Administrative Company		103,600
<b><u>U. S. Department of Agriculture</u></b>		
<b>Passed-Through NYS Education Department:</b>		
Child Nutrition Cluster		
Non-Cash Assistance (Food Distribution)		
National School Lunch Program	10.555	22,474
Non-Cash Assistance (Food Distribution)		22,474
Cash Assistance		
School Breakfast Program	10.553	82,255
National School Lunch Program	10.555	183,626
Summer Food Service Program for Children	10.559	15,190
Cash Assistance Subtotal		281,071
Total Child Nutrition Cluster		303,545
Total Passed Through NYS Education Department		303,545
Total U.S. Department of Agriculture		303,545
Total Federal Assistance		\$ 1,750,845

Note: Information extracted from the audited financial statements. Please refer to the independent auditor's report.

# Schedule of Findings and Questioned Costs

- Summary of Auditor's Results
  - Financial Statement Audit – unmodified opinion, no significant deficiencies, no material instances of noncompliance
  - Single Audit (\$750,000 threshold)
  - Not a Low-risk auditee
  - No significant deficiencies or material weakness in internal control over major programs
  - Unmodified opinion on compliance for major federal award programs
  - Single Audit - No CY or PY audit findings
- Major Programs Tested
  - COVID-19 American Rescue Plan – Elementary and Secondary School Emergency Relief (84.425U)
  - COVID-19 Elementary and Secondary School Emergency Relief Fund (84.425D)

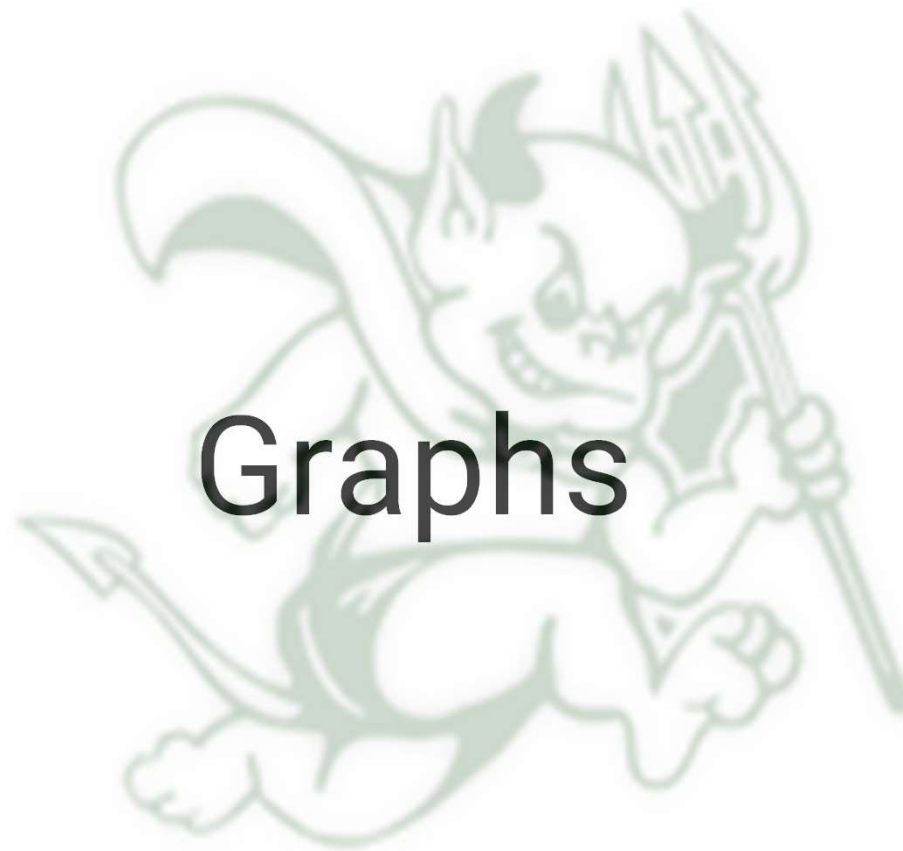
# Extra Classroom Activity Funds

- Audited statement of cash receipts and disbursements and related note (cash basis)

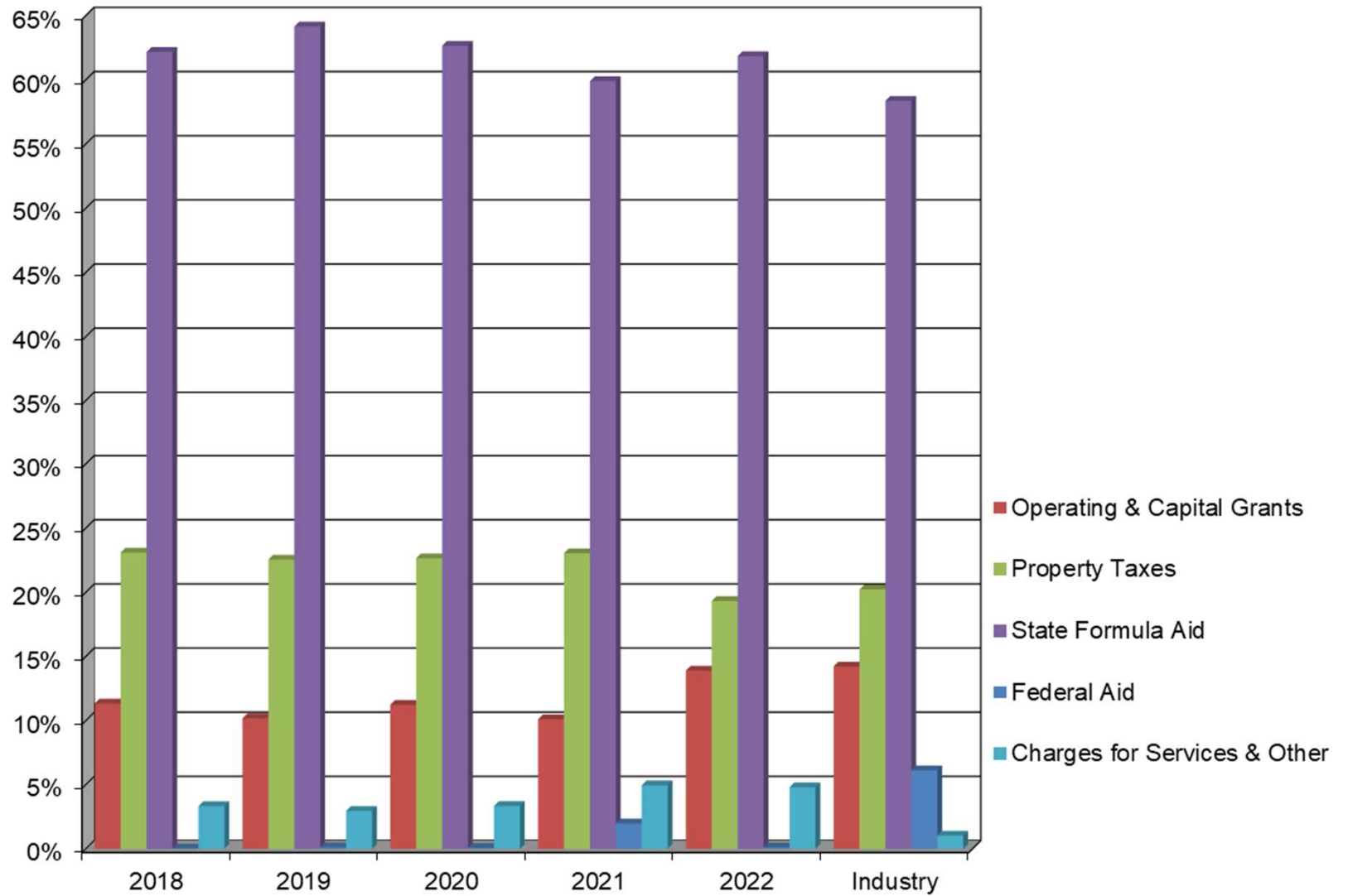
- Unmodified Opinion

	<b>Cash Balance 07/01/2021</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Cash Balance 06/30/2022</b>
<b>Class of:</b>				
2021	\$ 1,114	\$ -	\$ 684	\$ 430
2022	10,798	15,772	23,897	2,673
2023	5,621	12,635	8,730	9,526
2024	1,230	12,253	6,235	7,248
2025	-	7,056	4,316	2,740
Athletic Account	664	165	394	435
Drama Club	2,740	-	22	2,718
Fine Arts Club	1,633	-	-	1,633
Interest Account	87	3	-	90
National Honor Society	576	2,240	1,652	1,164
NYS Sales Tax	439	1,059	1,006	492
Outing Club	4,906	14,841	12,699	7,048
Student Council	7,293	-	168	7,125
Yearbook	7,484	3,631	3,600	7,515
	<hr/>	<hr/>	<hr/>	<hr/>
Total	<u>\$ 44,585</u>	<u>\$ 69,655</u>	<u>\$ 63,403</u>	<u>\$ 50,837</u>

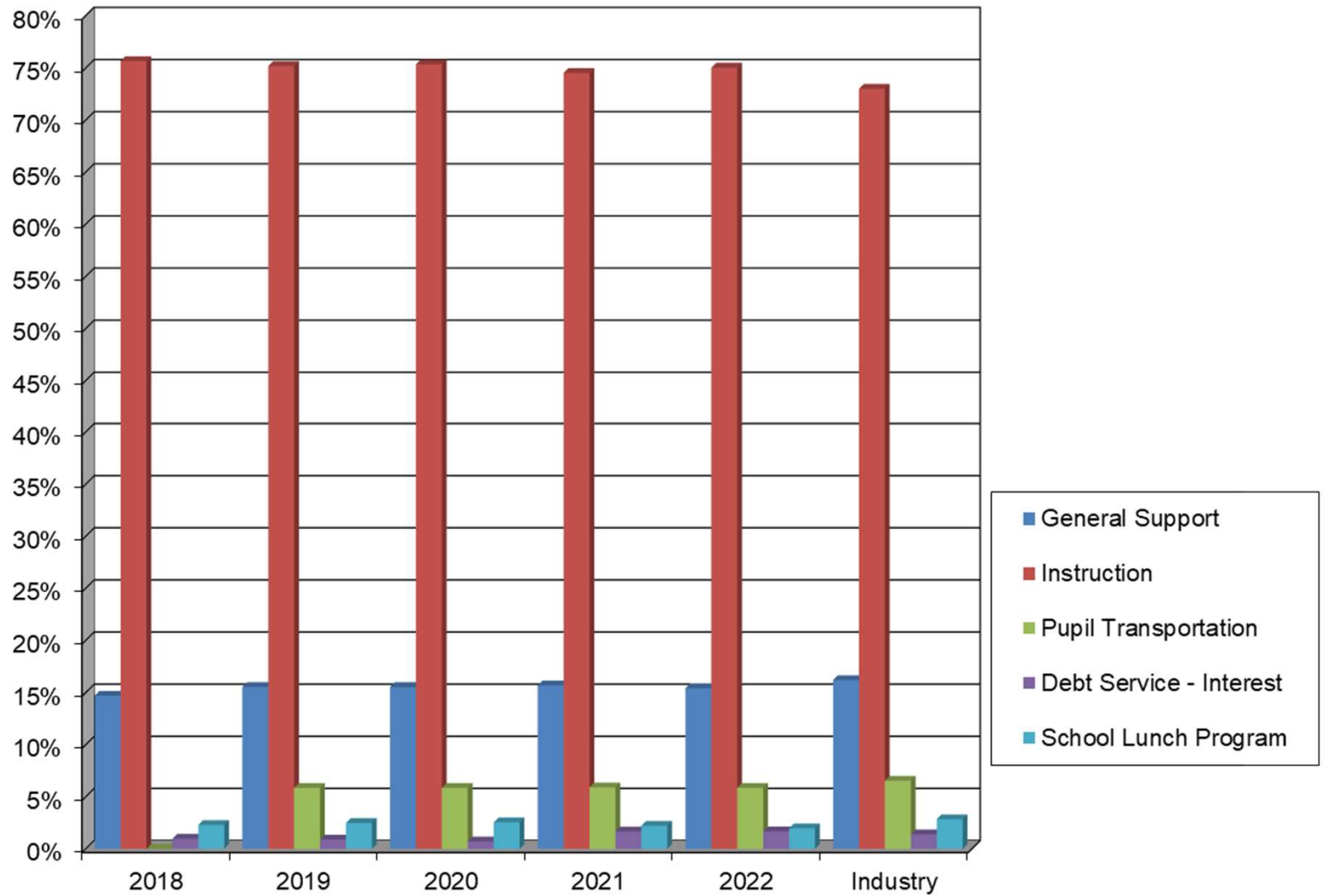
Note: Information extracted from the audited financial statements. Please refer to the independent auditor's report.



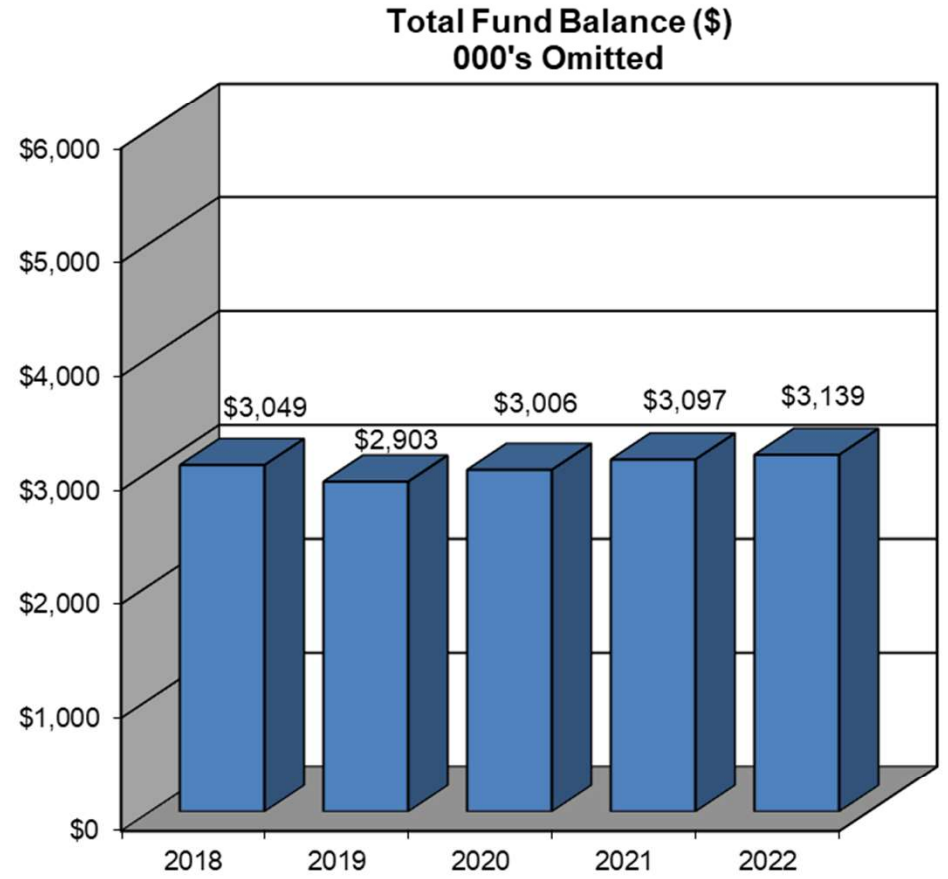
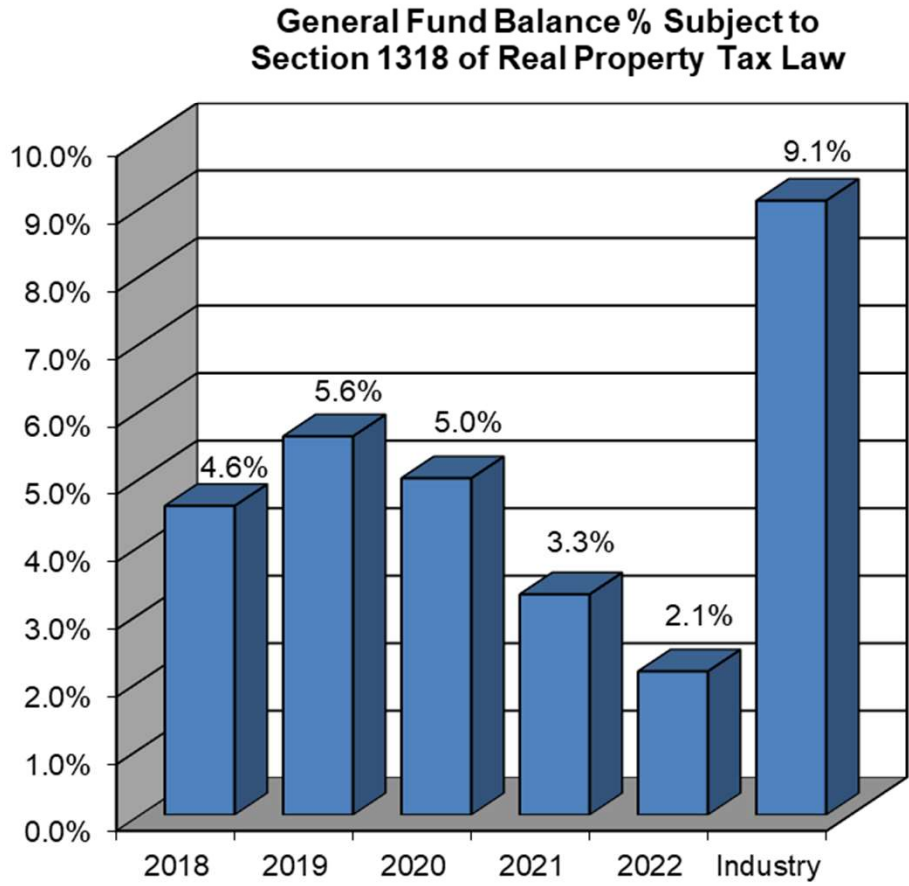
## Hermon-DeKalb CSD General and Program Revenues



## Hermon-DeKalb CSD Program Expenses

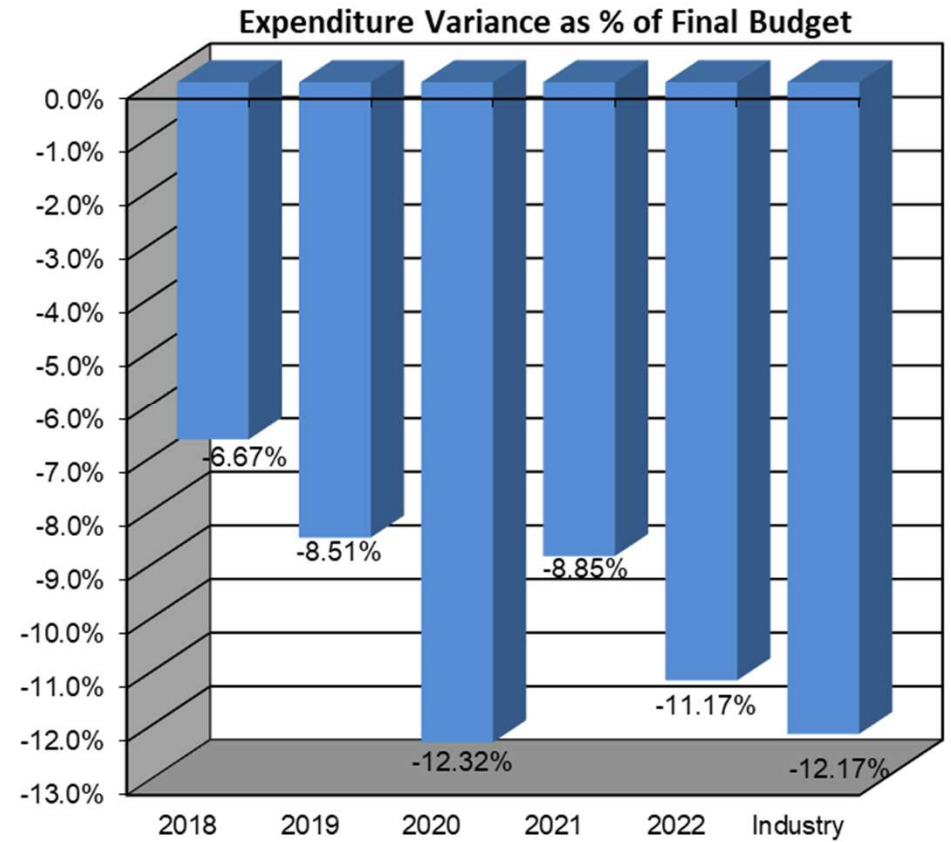
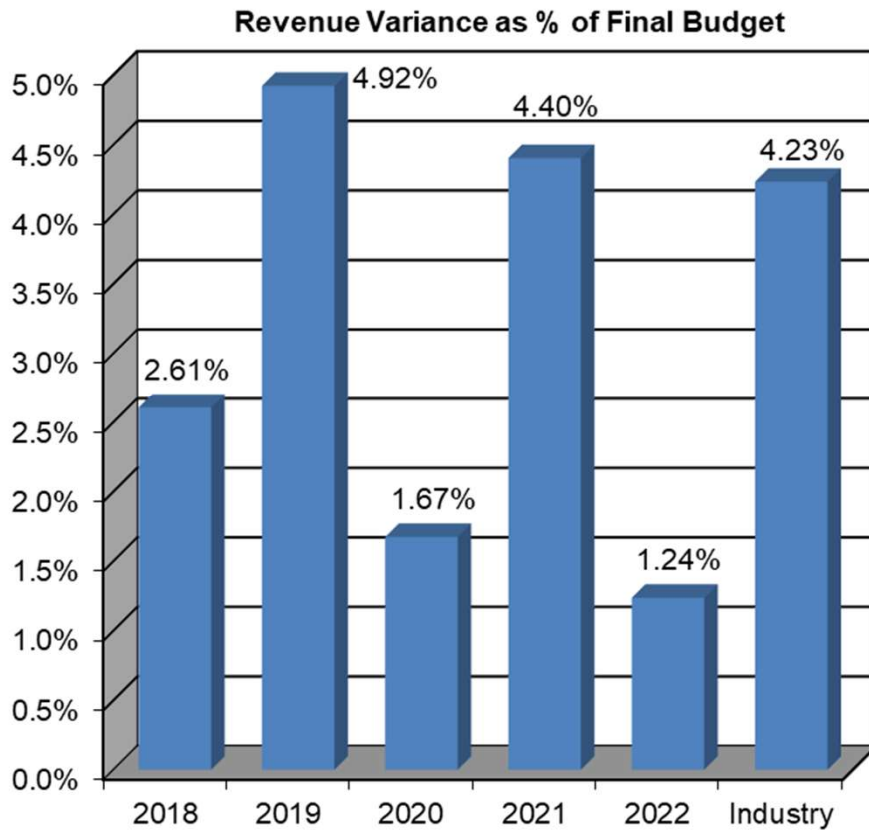


**Hermon-DeKalb CSD  
General Fund - Fund Balance**



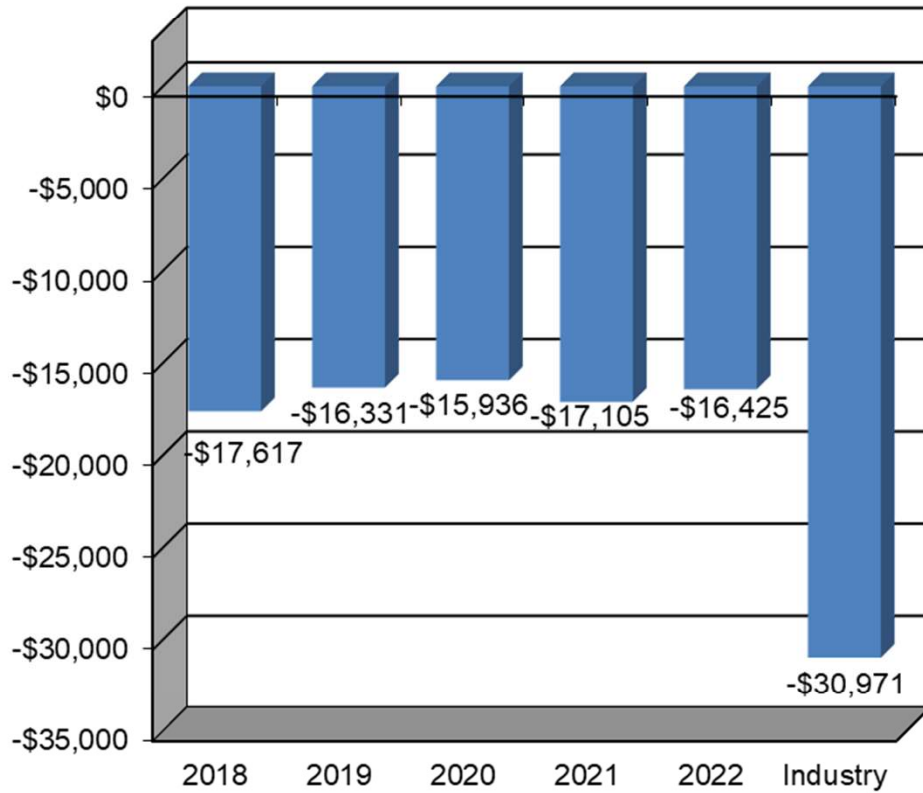
# Hermon-DeKalb CSD

## General Fund - Final Budget Variance with Actual and Encumbrances

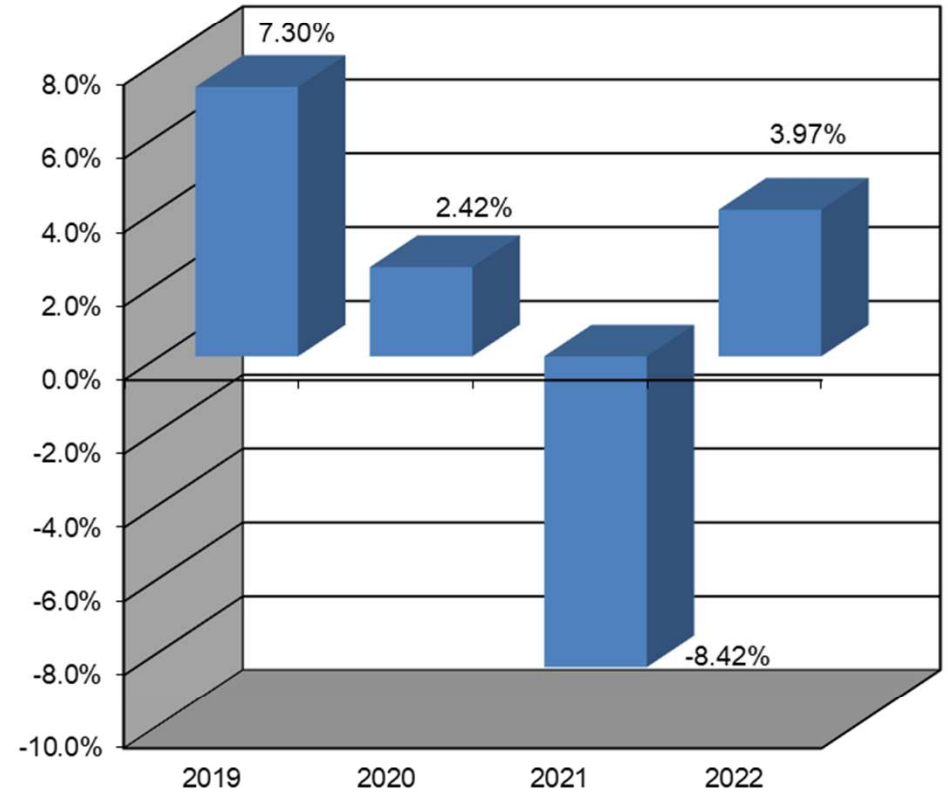


## Hermon-DeKalb CSD Total Net Position

Total Net Position  
000's Omitted



% Change in Net Position



# PY Management Letter

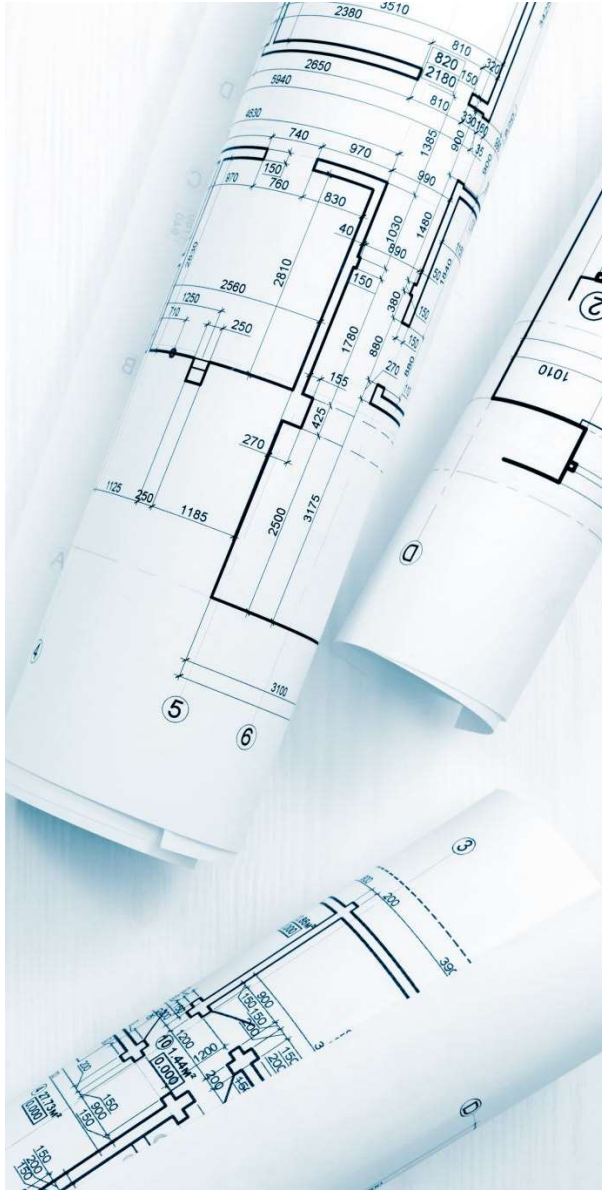


# PY Management Letter Comments



## **Immaterial Non-Compliance Finding - Time and Effort Documentation**

Time and effort certifications for the ESSER and GEER federal programs were inaccurately completed. Time and effort should represent the hours or percentage that the employee works in the federal grant.



# Additional Services Offered for 2022

- **Consulting services with the implementation of GASB 87, Leases including the preparation of lease amortization schedules and journal entries necessary.**
- **Preparation of the Capital Asset Depreciation Schedules**
- **Assistance with the preparation of the financial statements including GASB 34 journal entries.**
- **Various other consulting services during the year to assist in the operations of the business office.**

# Contact Information



[dkrol@bcpllc.com](mailto:dkrol@bcpllc.com) (Dan Krol, Partner)

[eab@bcpllc.com](mailto:eab@bcpllc.com) (Liz Bush, Partner)

[www.bcpllc.com](http://www.bcpllc.com)

1120 Commerce Park Dr. Watertown, NY 13601



Thank you for your business!