



Pelham Union Free School District

Audit Presentation

H. Chris Kopf, Partner
Coleen Harris, Supervisor

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Overview & Required Communications

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

Overview & Required Communications (Cont'd)

■ Our Responsibility

– Deliverables

- Independent Auditor's Report
 - Unmodified opinion
 - Yellowbook Report (report on controls and compliance)
 - Report on Compliance for each Major Federal Program
- Extraclassroom Activities Fund Report
- Required Communications to TCWG
- Management Letter

– Communicate any fraud or illegal acts that are noted during the audit (None noted)

– We encountered no difficulties in the conduct of our audit

– No uncorrected misstatements

– No disagreements with management

– Timeline

- Prelims (June 22nd & 23rd, 2023)
- Fieldwork (July 17th -22th, 2023)
- Completed (October 4th, 2023)

2023 General Fund Revenues & Expenditures Compared to Budget

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Encumbrances</u>	<u>Variance With Final Budget</u>
Revenues	\$ 81,465,000	\$ 81,465,000	\$ 83,173,959	\$ -	\$ 1,708,959
Expenditures	<u>78,361,086</u>	<u>78,397,909</u>	<u>75,244,396</u>	<u>1,298,400</u>	<u>1,855,113</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>3,103,914</u>	<u>3,067,091</u>	<u>7,929,563</u>	<u>(1,298,400)</u>	<u>3,564,072</u>
Other Financing Sources (Uses)					
Transfers in	1,955,000	1,955,000	-	-	(1,955,000)
Transfers out	<u>(6,573,706)</u>	<u>(6,573,706)</u>	<u>(6,573,443)</u>	<u>-</u>	<u>263</u>
Total Other Financing Sources (Uses)	<u>(4,618,706)</u>	<u>(4,618,706)</u>	<u>(6,573,443)</u>	<u>-</u>	<u>(1,954,737)</u>
Net Change in Fund Balance	(1,514,792)	(1,551,615)	1,356,120	<u>\$ (1,298,400)</u>	<u>\$ 1,609,335</u>
Fund Balance - Beginning	<u>1,514,792</u>	<u>1,551,615</u>	<u>21,253,549</u>		
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,609,669</u>		

Major Revenues and Other Financing Sources

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>	<u>2022</u>
Property Tax	\$ 66,581,986	\$ 66,581,986	\$ 66,581,985	\$ (1)	\$ 65,081,174
School tax relief reimbursement	1,999,821	1,999,821	1,999,821	-	2,190,707
Non-property tax distribution from the County (Sales Tax)	1,200,000	1,200,000	1,327,798	127,798	1,216,066
Day school tuition	867,094	867,094	1,084,741	217,647	1,074,524
State Aid	10,582,939	10,582,939	10,720,864	137,925	8,840,212
Use of money and property	22,890	22,890	987,306	964,416	34,496
Transfers in - Debt Service Fund	<u>1,955,000</u>	<u>1,955,000</u>	<u>-</u>	<u>(1,955,000)</u>	<u>-</u>
Total Major Revenues and Other Financing Sources	83,209,730	83,209,730	82,702,515	(507,215)	78,437,179
Other Revenues	<u>210,270</u>	<u>210,270</u>	<u>471,444</u>	<u>261,174</u>	<u>579,166</u>
Total Revenues and Other Financing Sources	<u>\$ 83,420,000</u>	<u>\$ 83,420,000</u>	<u>\$ 83,173,959</u>	<u>\$ (246,041)</u>	<u>\$ 79,016,345</u>

3 Year Revenue History

	<u>2023</u>	<u>2022</u>	<u>2021</u>
Property Tax	\$ 66,581,985	\$ 65,081,174	\$ 63,266,103
School tax relief reimbursement	1,999,821	2,190,707	2,382,078
	<u>68,581,806</u>	<u>67,271,881</u>	<u>65,648,181</u>
Non-property tax distribution from the County (Sales Tax)	1,327,798	1,216,066	1,062,585
Day school tuition	1,084,741	1,074,524	1,151,496
State Aid	10,720,864	8,840,212	7,419,057
Use of money and property	987,306	34,496	19,539
Transfers in - Debt Service Fund	-	-	-
	<u>\$ 82,702,515</u>	<u>\$ 78,437,179</u>	<u>\$ 75,300,858</u>

Major Expenditures

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Encumbrances</u>	<u>Variance With Final Budget</u>	<u>2022</u>
Operation and maintenance of plant	\$ 6,331,192	\$ 6,937,391	\$ 5,414,998	\$ 1,022,912	\$ 499,481	\$ 5,144,463
Teaching - regular school	31,067,588	30,968,419	30,609,580	25,105	333,734	29,516,486
Programs for students with disabilities	7,668,520	7,742,369	7,578,267	4,950	159,152	6,983,683
Pupil transportation	1,473,624	1,454,293	1,244,873	-	209,420	1,163,732
Employee benefits	18,775,617	17,845,275	17,584,495	-	260,780	16,912,698
Transfers out	<u>6,573,706</u>	<u>6,573,706</u>	<u>6,573,443</u>	<u>-</u>	<u>263</u>	<u>6,502,726</u>
Total Major Expenditures and Other Financing Uses	71,890,247	71,521,453	69,005,656	1,052,967	1,462,830	66,223,788
Other Expenditures	<u>13,044,545</u>	<u>13,450,162</u>	<u>12,812,183</u>	<u>245,433</u>	<u>392,546</u>	<u>12,254,454</u>
Total Expenditures and Other Financing Uses	<u>\$ 84,934,792</u>	<u>\$ 84,971,615</u>	<u>\$ 81,817,839</u>	<u>\$ 1,298,400</u>	<u>\$ 1,855,376</u>	<u>\$ 78,478,242</u>

3 Year Expenditure History

	<u>2023</u>	<u>2022</u>	<u>2021</u>
Operation and maintenance of plant	\$ 5,414,998	\$ 5,144,463	\$ 5,559,831
Teaching - regular school	30,609,580	29,516,486	27,922,421
Programs for students with disabilities	7,578,267	6,983,683	6,764,680
Pupil transportation	1,244,873	1,163,732	935,946
Employee benefits	17,584,495	16,912,698	16,320,792
Transfer out	<u>6,573,443</u>	<u>6,484,453</u>	<u>3,533,512</u>
	<u>\$ 69,005,656</u>	<u>\$ 66,205,515</u>	<u>\$ 61,037,182</u>

3 Year General Fund Balance Analysis

	<u>2023</u>	<u>2022</u>	<u>2021</u>
Nonspendable			
Prepaid expenditures	\$ 2,137,683	\$ 1,981,853	\$ 1,818,776
Restricted			
Tax certiorari	4,905,510	6,603,479	6,089,826
Unemployment benefits	156,062	154,767	154,717
Employee benefit accrued liability	433,039	317,508	256,443
ERS Retirement contributions	3,201,004	3,258,389	3,257,425
ERS Retirement contributions - for Subsequent year's expenditures	150,000	-	-
TRS Retirement contributions	2,181,843	2,121,541	2,120,935
Property damage	37,047	36,740	36,728
Repairs	592,901	587,980	587,789
Future capital projects	1,317,833	1,306,896	1,306,472
	<u>12,975,239</u>	<u>14,387,300</u>	<u>13,810,335</u>
Assigned			
Purchases on Order	1,298,400	694,792	1,425,126
Subsequent year's expenditures	2,560,000	820,000	450,000
	<u>3,858,400</u>	<u>1,514,792</u>	<u>1,875,126</u>
Unassigned	<u>3,638,347</u>	<u>3,369,604</u>	<u>3,211,209</u>
Total Fund Balance	<u>\$ 22,609,669</u>	<u>\$ 21,253,549</u>	<u>\$ 20,715,446</u>
% of Budget - Total	24.86%	25.23%	25.80%
% of Budget - Unassigned	4.00%	4.00%	4.00%

Other Fund Balances Analysis

	Capital Projects Fund	Debt Service Fund	School Lunch Fund	Special Purpose Fund	Permanent Fund	Total Other Funds
Fund balance - 6/30/2022	\$ 7,946,768	\$ 2,121,282	\$ 541,739	\$ 515,750	\$ 618,263	\$ 11,743,802
Revenues	-	79,649	911,053	552,894	5,173	1,548,769
Expenditures	2,165,239	6,538,706	1,135,605	535,455	500	10,375,505
Other Financing Sources	-	6,538,706	-	-	-	6,538,706
Fund balance - 6/30/2023	<u>\$ 5,781,529</u>	<u>\$ 2,200,931</u>	<u>\$ 317,187</u>	<u>\$ 533,189</u>	<u>\$ 622,936</u>	<u>\$ 9,455,772</u>

Debt Service

Outstanding Bonded Debt Summary

<u>Bonds Payable</u>	<u>Original Issue Amount</u>	<u>Outstanding Balance at 6/30/2023</u>
Refunding Bonds - 2016	\$ 17,150,000	\$ 10,275,000
Refunding Bonds - 2017	9,430,000	6,865,000
Reconstruction of School Buildings - 2018	3,000,000	1,890,000
Reconstruction of School Buildings - 2020	54,025,000	51,870,000
Refunding Bonds - 2020	2,435,000	1,535,000
	<u>\$ 86,040,000</u>	<u>\$ 72,435,000</u>

Long Term Debt Scheduled Payments

Year Ending June 30,	Bonds		Leases	
	Principal	Interest	Principal	Interest
2024	\$ 4,500,000	\$ 2,027,906	\$ 193,754	\$ 4,519
2025	4,700,000	1,812,681	153,691	2,837
2026	4,900,000	1,609,681	158,060	1,267
2027	4,540,000	1,433,431	39,402	66
2028	4,695,000	1,271,688	-	-
2029-2033	17,135,000	4,394,490	-	-
2034-2038	10,575,000	2,915,700	-	-
2039-2043	875,000	1,984,266	-	-
2044-2048	8,870,000	993,344	-	-
2049-2050	3,845,000	91,852	-	-
	<u>\$ 64,635,000</u>	<u>\$ 18,535,039</u>	<u>\$ 544,907</u>	<u>\$ 8,689</u>

Contact Us

H. Chris Kopf

Partner

ckopf@pkfod.com | 914.341.7060

Coleen Harris

Supervisor

charris@pkfod.com | 845.670.7113

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