



MANHASSET UNION FREE SCHOOL DISTRICT

BOARD OF EDUCATION PRESENTATION:

**REVIEW OF AUDITED FINANCIAL STATEMENTS AND RESERVES,
FOR FISCAL-YEAR END JUNE 30, 2023**

NOVEMBER 2, 2023

MANHASSET UNION FREE SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2023

ASSETS

Current assets

Cash and cash equivalents	
Unrestricted	\$ 12,866,359
Restricted	3,317,845
Receivables	
Taxes receivable	1,690,157
State and federal aid	1,932,106
Due from other governments	1,486,002
Accounts receivable	87,763

Non-current assets

Capital Assets	
Not being depreciated	8,133,925
Being depreciated, net of accumulated depreciation	68,562,461

TOTAL ASSETS98,076,618**DEFERRED OUTFLOWS OF RESOURCES**

Deferred amounts on library and district debt refunding	57,034
Pensions	29,843,896
Other postemployment benefits	32,806,278

TOTAL DEFERRED OUTFLOWS OF RESOURCES62,707,208**TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES**160,783,826**LIABILITIES**

Payables

Accounts payable	4,093,930
Accrued liabilities	632,485
Accrued interest payable	107,263
Due to other governments	236,183
Due to teachers' retirement system	5,237,627
Due to employees' retirement system	417,684
Compensated absences payable	126,614

Unearned credits

Collections in advance	260,504
------------------------	---------

Long-term liabilities

Due and payable within one year	
Bonds payable (inclusive of unamortized premiums)	1,844,020
Energy performance contract debt	279,378
Due to employees' retirement system	86,517
Workers' compensation claims payable	7,168
Due and payable after one year	
Bonds payable (inclusive of unamortized premiums)	18,473,529
Due to employees' retirement system	367,747
Workers' compensation claims payable	216,784
Net pension liability - proportionate share- employees' retirement system	4,637,550
Net pension liability - proportionate share- teachers' retirement system	4,801,433
Total other postemployment benefits obligation	177,131,635

TOTAL LIABILITIES218,958,051**DEFERRED INFLOWS OF RESOURCES**

Pensions	2,488,575
Other postemployment benefits	44,499,973

TOTAL DEFERRED INFLOWS OF RESOURCES46,988,548**TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES**265,946,599**NET POSITION**

Net investment in capital assets	56,026,042
----------------------------------	------------

Restricted

Repairs	311,324
Capital	2,503,659
Debt service	185,203
Scholarships and donations	260,635
	<u>3,260,821</u>

Unrestricted (deficit)

(164,449,636)**TOTAL NET POSITION (DEFICIT)**\$ (105,162,773)

**MANHASSET UNION FREE SCHOOL DISTRICT
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2023**

	General	Special Aid	School Lunch	Debt Service	Miscellaneous Special Revenue	Capital Projects	Totals Governmental Funds
ASSETS							
Cash and cash equivalents							
Unrestricted	\$ 11,142,756		\$ 1,012,442		\$ 395,952	\$ 315,209	\$ 12,866,359
Restricted	2,814,983			\$ 185,128	260,635	57,099	3,317,845
Receivables							
Accounts receivable	87,763						87,763
Taxes receivable	1,690,157						1,690,157
State and federal aid	821,944	\$ 1,010,162				100,000	1,932,106
Due from other governments	1,486,002						1,486,002
Due from other funds	799,250		36,739	75			836,064
TOTAL ASSETS	\$ 18,842,855	\$ 1,010,162	\$ 1,049,181	\$ 185,203	\$ 656,587	\$ 472,308	\$ 22,216,296
LIABILITIES							
Payables							
Accounts payable	\$ 3,708,939	\$ 165,148	\$ 32,368			\$ 187,475	\$ 4,093,930
Accrued liabilities	631,033	1,170	282				632,485
Due to other governments	236,183						236,183
Due to other funds	36,739	763,803				35,522	836,064
Due to teachers' retirement system	5,237,627						5,237,627
Due to employees' retirement system	417,684						417,684
Compensated absences	126,614						126,614
Collections in advance		80,041	180,463				260,504
TOTAL LIABILITIES	10,394,819	1,010,162	213,113	-	-	222,997	11,841,091
FUND BALANCES							
Nonspendable							
Restricted							
Repairs	311,324						311,324
Capital	2,503,659						2,503,659
Debt service				\$ 185,203			185,203
Scholarships and donations					\$ 260,635		260,635
Unspent bond proceeds						57,024	57,024
Assigned							
Appropriated fund balance	724,067						724,067
Unappropriated fund balance	599,166		836,068		395,952	192,287	2,023,473
Unassigned	4,309,820						4,309,820
TOTAL FUND BALANCES	8,448,036	-	836,068	185,203	656,587	249,311	10,375,205
TOTAL LIABILITIES AND FUND BALANCES	\$ 18,842,855	\$ 1,010,162	\$ 1,049,181	\$ 185,203	\$ 656,587	\$ 472,308	\$ 22,216,296

SUPPLEMENTARY INFORMATION
SCHEDULE OF PROJECT EXPENDITURES- CAPITAL PROJECTS FUND
JUNE 30, 2023

Project Title	Original Appropriation	Revised Appropriation	Expenditures to Date			Unexpended Balance	Proceeds of Obligations	Methods of Financing			Fund Balance June 30, 2023
			Prior Year's	Current Year	Total			Federal & State Aid	Local Sources	Total	
2014 Capital Projects Bond	\$ 22,609,870	\$ 22,640,026	\$ 22,583,002	\$ -	\$ 22,583,002	\$ 57,024	\$ 19,493,194	\$ -	\$ 3,146,832	\$ 22,640,026	\$ 57,024
2018 Smart Schools Bond Act	93,767	144,324	144,324		144,324	-	-	144,324	-	144,324	-
2019 Security Vestibules	156,410	161,106	161,106		161,106	-	-	100,000	61,106	161,106	-
2019 Capital Projects	5,830,000	6,080,000	5,327,744	113,839	5,441,583	638,417	-	250,000	5,373,653	5,623,653	182,070
2021 Capital Projects	1,917,685	1,917,685	1,838,802	41,363	1,880,165	37,520	-		1,917,685	1,917,685	37,520
2022 Capital Projects	3,185,000	3,185,000	40,937	2,847,633	2,888,570	296,430			3,185,000	3,185,000	296,430
2022 Capital Projects Bond	43,996,484	43,996,484	-	323,733	323,733	43,672,751				-	(323,733) *
TOTAL	\$ 77,789,216	\$ 34,128,141	\$ 30,095,915	\$ 3,326,568	\$ 33,098,750	\$ 1,029,391	\$ 19,493,194	\$ 494,324	\$ 13,684,276	\$ 33,671,794	\$ 249,311

*The deficit balance will be eliminated once permanent funding is obtained.

MANHASSET UNION FREE SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS
JUNE 30, 2023

	General	Special Aid	School Lunch	Debt Service	Miscellaneous Special Revenue	Capital Projects	Totals Governmental Funds
REVENUES							
Real property taxes	\$ 93,448,492	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 93,448,492
Other tax items	2,693,964						2,693,964
Charges for services	1,187,411				567,980		1,755,391
Use of money and property	206,079		7,834	1,464			215,377
Sale of property and compensation for loss	43,974						43,974
Miscellaneous	265,614	34,874			2,806		303,294
Library debt service reimbursement	1,026,500						1,026,500
State sources	5,623,491	528,607	7,385				6,159,483
Medicaid reimbursements	23,870						23,870
Federal grants	205,783	1,078,970	227,142				1,511,895
Sales			1,396,749				1,396,749
TOTAL REVENUES	104,725,178	1,642,451	1,639,110	1,464	570,786	-	108,578,989
EXPENDITURES							
General support	11,165,252						11,165,252
Instruction	57,639,819	1,683,939			514,869		59,838,627
Pupil transportation	5,524,972	146,590					5,671,562
Employee benefits	25,310,434						25,310,434
Debt service - principal				3,064,856			3,064,856
Debt service - interest	71,700			758,467			830,167
Cost of sales			1,503,717				1,503,717
Capital outlay						3,326,568	3,326,568
TOTAL EXPENDITURES	99,712,177	1,830,529	1,503,717	3,823,323	514,869	3,326,568	110,711,183
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	5,013,001	(188,078)	135,393	(3,821,859)	55,917	(3,326,568)	(2,132,194)
OTHER FINANCING SOURCES AND (USES)							
Operating transfers in		188,078	77,172	3,823,323			4,088,573
Operating transfers (out)	(4,088,573)						(4,088,573)
TOTAL OTHER FINANCING SOURCES AND (USES)	(4,088,573)	188,078	77,172	3,823,323	-	-	-
NET CHANGE IN FUND BALANCES	924,428	-	212,565	1,464	55,917	(3,326,568)	(2,132,194)
FUND BALANCES - BEGINNING OF YEAR	7,523,608	-	623,503	183,739	600,670	3,575,879	12,507,399
FUND BALANCES - END OF YEAR	\$ 8,448,036	\$ -	\$ 836,068	\$ 185,203	\$ 656,587	\$ 249,311	\$ 10,375,205

**MANHASSET UNION FREE SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGET AND ACTUAL- GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Final Budget Variance with Budgetary Actual</u>
REVENUES				
Local Sources				
Real property taxes	\$ 93,362,871	\$ 93,362,871	\$ 93,448,492	\$ 85,621
Other tax items	2,562,542	2,562,542	2,693,964	131,422
Charges for services	1,130,630	1,130,630	1,187,411	56,781
Use of money & property	40,000	40,000	206,079	166,079
Sale of property and compensation for loss	30,000	30,000	43,974	13,974
Miscellaneous	207,182	285,441	265,614	(19,827)
Library debt service reimbursement	1,026,500	1,026,500	1,026,500	-
State Sources				
State aid	5,493,170	5,493,170	5,623,491	130,321
Federal Sources				
Medicaid reimbursements	20,000	20,000	23,870	3,870
Federal grants	-	-	205,783	205,783
TOTAL REVENUES	<u>\$ 103,872,895</u>	<u>\$ 103,951,154</u>	<u>\$ 104,725,178</u>	<u>\$ 774,024</u>
Appropriated fund balance	724,067	724,067		
Appropriated reserves	<u>590,200</u>	<u>814,531</u>		
TOTAL REVENUES & APPROPRIATED FUND BALANCE AND RESERVES	<u>\$ 105,187,162</u>	<u>\$ 105,489,752</u>		

Note to Required Supplementary Information

Budget Basis of Accounting

Budgets are adopted on the modified accrual basis of accounting consistent with accounting principles generally accepted in the United States of America.

Summary Analysis of 2022-23 Revenues and Fund Balance

	2022-23 BUDGET	2022-23 EARNED	OVER/(UNDER)	Note: This analysis contains estimates and projections of revenues based on certain assumptions. Actual results can vary and as such these estimates and projections are subject to change.
Real Property Taxes	93,362,871	93,448,492	85,621	
PILOTS, including LIPA PILOTS	1,583,764	1,715,186	131,422	Reflects statement from Nassau Cty. LIPA PILOTS have varied widely from year to year.
School Tax Relief Reimbursement	978,778	978,778	-	
Interest on Property Taxes		-	-	
Health Service for Other Districts	699,089	725,000	25,911	Billings for health services for students attending in-district NPS.
Day School Tuition-Other Districts	275,000	322,935	47,935	Billings for special ed services to in-district NPS students.
 Day School Tuition- Individuals	126,541	122,472	(4,069)	Boundary properties designated to MUFSD, plus tuition collected for non-resident students.
Other Student Fees & Charges	5,000	2,240	(2,760)	Primarily PSAT Exam fees, offset on the expense side.
Driver Education Tuition	25,000	14,700	(10,300)	Based on enrollment
Student Fees---Art, Music, and Drama		64	64	
Interest and Earnings	10,000	160,571	150,571	Interest rates have risen well above the near zero rates of the last few years.
Rental of Real Property	30,000	45,451	15,451	
Insurance Recoveries- Other	30,000	43,975	13,975	Worker's Comp. recoveries and recoveries for insured losses.
E Rate Aid	60,800	9,276	(51,524)	IT project based recoveries
Refund of Prior Year Expense- Other	60,000	98,330	38,330	
Refund of Prior Year Expense- FEMA	-	231,276	231,276	Included FEMA reimbursement
 Gifts and Donations	50,000	124,882	74,882	
Other Misc Revenue	3,000	6,113	3,113	
Indirect Revenue - Grants	33,382	-	(33,382)	
Total Operational Revenues, excluding State Aid	97,333,225	98,049,741	716,516	
 State Aid- Basic Formula	4,119,682	3,910,773	(208,909)	State Aid Revenue represents the 22-23 Legislative State Aid Budget Proposal, received on April 7, 2022.
State Aid- Lottery		124,111	124,111	
State Aid- BOCES	651,054	738,967	87,913	
State Aid- Textbook	193,999	193,565	(434)	
State Aid- Computer Software	56,056	56,056	-	
State Aid- Library Material	23,387	23,387	-	
 State Aid- Prior Year	50,000	38,068	(11,932)	Nassau Cty reimbursement for CPSE Administration.
State Aid- Other		123,474	123,474	Recovery of 21-22 expenses re: McKinney Vento students
Total State Aid, excluding Intermediate Care Facility	5,094,178	5,208,401	114,223	
 State Aid- including Intermediate Care Facility and Children's Residential Project	398,992	415,090	16,098	ICF and CRP Recoveries
Total State Aid	5,493,170	5,623,491	130,321	
 CARES Act Education Stabilization Fund	-	1,520	1,520	
Federal Aid- Medicaid Assistance	20,000	23,870	3,870	
 Interfund Revenues - Debt Service Manhasset Library	1,026,500	1,026,500	-	Debt services payment received from Library for Library Bonds paid by District
Applied Fund Balance	724,067	724,067	-	
Total Revenues and Fund Balance	104,596,962	105,449,189	852,227	

**MANHASSET UNION FREE SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL- GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Original Budget	Final Budget	Actual (Budgetary Basis)	Year-End Encumbrances	Final Budget Variance with Budgetary Actual and Encumbrances
EXPENDITURES					
General Support					
Board of education	\$ 113,184	\$ 119,021	\$ 115,136		\$ 3,885
Central administration	350,451	329,666	329,445		221
Finance	1,219,455	1,460,559	1,447,694	\$ 5,300	7,565
Staff	944,922	1,299,371	1,260,817	2,400	36,154
Central services	7,492,526	7,744,803	7,116,009	406,658	222,136
Special items	912,331	900,098	896,151		3,947
Total General Support	<u>11,032,869</u>	<u>11,853,518</u>	<u>11,165,252</u>	<u>414,358</u>	<u>273,908</u>
Instruction					
Instruction, administration, and improvement	3,063,715	3,114,214	3,092,073	6,831	15,310
Teaching-regular school	30,617,577	30,086,132	29,926,760	13,569	145,803
Programs for children with handicap conditions	12,988,377	13,054,254	12,901,727	1,914	150,613
Occupational education	111,824	89,015	83,868		5,147
Teaching- special schools	12,000	22,010	22,009		1
Instructional media	4,937,617	4,837,815	4,566,048	150,229	121,538
Pupil services	7,085,222	7,201,791	7,047,334	2,000	152,457
Total Instruction	<u>58,816,332</u>	<u>58,405,231</u>	<u>57,639,819</u>	<u>174,543</u>	<u>590,869</u>
Pupil transportation	<u>5,871,022</u>	<u>5,559,031</u>	<u>5,524,972</u>		<u>34,059</u>
Employee benefits	<u>25,156,616</u>	<u>25,395,699</u>	<u>25,310,434</u>	<u>10,265</u>	<u>75,000</u>
Debt service					
Debt service - interest	82,000	72,550	71,700		850
TOTAL EXPENDITURES	<u>100,958,839</u>	<u>101,286,029</u>	<u>99,712,177</u>	<u>599,166</u>	<u>974,686</u>
Other Financing Uses					
Transfers to other funds	<u>4,228,323</u>	<u>4,203,723</u>	<u>4,088,573</u>		<u>115,150</u>
TOTAL EXPENDITURES AND OTHER FINANCING USES	<u>\$ 105,187,162</u>	<u>\$ 105,489,752</u>	<u>103,800,750</u>	<u>\$ 599,166</u>	<u>\$ 1,089,836</u>
NET CHANGE IN FUND BALANCES			924,428		
FUND BALANCES - BEGINNING OF YEAR			<u>7,523,608</u>		
FUND BALANCES - END OF YEAR			<u>\$ 8,448,036</u>		

Note to Required Supplementary Information

Budget Basis of Accounting

Budgets are adopted on the modified accrual basis of accounting consistent with accounting principles generally accepted in the United States of America.

Details of 2022-23 Expenditures and Fund Balance

			Final Budget				
	2022-23	Budget Revisions and	2022-23 Budget w/	2022-23 Actual		2022-23	
		2021-22 Rollover PO's	2021-22 R/O POs	Expenses Incl.		Expenses	
	Original			Actual for 2021-22	2022-23	and 2022-23	(Over)/Under
	Budget			RO PO's	Rollover POs	Rollover POs	Final Budget
Compensation	54,293,624		54,293,624	54,191,783		54,191,783	101,841
Equipment	1,201,771	471,243	1,673,014	1,018,284	222,065	1,240,350	432,664
Contract Transportation	5,680,638		5,680,638	5,325,182		5,325,182	355,456
Special Education Tuition	2,573,478		2,573,478	2,184,107		2,184,107	389,371
Special Education Contract Therapists	1,413,000	29,207	1,442,207	1,740,218	1,914	1,742,132	(299,925)
Legal Service, Special Education	125,000		125,000	32,087		32,087	92,913
Legal Services, Retainer	61,200		61,200	61,200		61,200	-
Legal Services, General	134,480		134,480	292,000		292,000	(157,520)
Legal Services, Labor Relations	75,000		75,000	324,600	2,400	327,000	(252,000)
Repairs, Maintenance, Misc. Contractual, BOCES	8,023,955	332,798	8,356,753	7,845,370	356,243	8,201,613	155,140
Supplies	1,550,710	56,708	1,607,418	1,370,492	6,278	1,376,770	230,649
Tax Anticipation Note - Interest	82,000		82,000	71,700		71,700	10,300
Employee Benefits	25,153,782	2,834	25,156,616	25,255,153	10,265	25,265,418	(108,802)
Transfer to Special Aid Fund	225,000		225,000	188,078		188,078	36,922
Transfer to Debt Service Fund	3,823,323		3,823,323	3,823,323		3,823,323	(0)
Transfer to Capital Projects Fund			0	0		0	-
Transfer to Cafeteria Fund	55,000		55,000	77,172		77,172	(22,172)
Transfer to Repair Reserve	125,000		125,000	0		0	125,000
Total Expenditures and Fund Balance	<u>104,596,962</u>	<u>892,790</u>	<u>105,489,752</u>	<u>103,800,751</u>	<u>599,166</u>	<u>104,399,916</u>	<u>1,089,836</u>

Analysis of 22-23 Active Healthcare Fund Balance Projection
As of June 30,2023

<u>Type of Coverage</u>	Budgeted	Budget - Premium		Actual - Premium		Total	
	# of Employees					2022-2023 Fund Balance	
Individual Coverage	137.00	14,877	2,038,114	15,396	2,109,255		
Family Coverage	262.00	34,374	9,005,992	36,050	9,445,045		
FB related to change in rate	399.00		11,044,106		11,554,300	(510,194)	1
<u>Type of Coverage</u>	Actual # of Employees						
Individual Coverage (includes Cobra)	126.00			15,396	1,939,899		
Family Coverage (includes Cobra)	250.00			36,050	9,012,448		2
FB related to changes in coverage	376.00				10,952,346	601,954	
Employee Contributions / Reimbursements			(2,238,564)		(2,358,015)	119,451	2
Total			8,805,542		8,594,331	211,211	

1 Premium increases for calendar 2023 were assumed to be 6.25% for individual and for family coverage. The actual INCREASES were 12.5% and 14.9% respectively.

2 COBRA related expenses and recoveries are reflected in the above analysis.

Sources and Uses of 2022-23 of Excess Unassigned Fund Balance

Unassigned Fund Balance at July 1, 2022			4,183,878	
Sources of Unassigned Fund Balance in 2022-23				
Total Projected 2022-23 Revenues and Transfers in Excess of Budget	774,024			
Prior-Year Encumbrance Adjustment	(25)			
Total Projected 2022-23 Unspent Appropriations	<u>1,089,836</u>	*Includes WC Fund		
Total Projected Excess Unassigned Fund Balance Available for Assignment			<u><u>1,863,835</u></u>	
Uses of Unassigned Fund Balance in 2022-23				
Designated to 2023-24 Tax Levy (this is an estimate, the 2023-24 budget is not yet finalized)	(724,067)			
Interest Allocated to Reserves, net	(32,853)			
Projected Transfer to Repair Reserve	(125,000)			
Projected Transfer to 2018 Capital Reserve TBD	<u>(855,973)</u>			
Total Projected Uses of Excess Unassigned Fund Balance			<u><u>(1,737,893)</u></u>	
Unassigned Fund Balance at June 30, 2023			<u><u>4,309,820</u></u>	125,942
2023-24 Budget			<u><u>107,733,004</u></u>	
Unassigned Fund Balance at June 30, 2023 as a % of 2023-24 Budget			<u><u>4.00%</u></u>	

Note: This analysis contains estimates and projections of revenues, expenses, interest and transfers to reserves that are based on certain assumptions. Actual results can vary and as such these estimates and projections.

4,309,320

2022-23 Benefits Expense and Fund Balance and Historical Analysis of Benefits Expense

	2022-2023 Approved Budget	2022-2023 Adjustments	Total 2022-2023 Expenses+ Enc.	Total 2022-2023 Fund Balance	ACTUAL												Actual 22-23 vs Actual 09-10 Increase (Decrease)	
					Total 2021-2022 Expenses	Total 2020-2021 Expenses	Total 2019-2020 Expenses	Total 2018-2019 Expenses	Total 2017-2018 Expenses	Total 2016-2017 Expenses	Total 2015-2016 Expenses	Total 2014-2015 Expenses	Total 2013-2014 Expenses	Total 2012-2013 Expenses	Total 2011-2012 Expenses	Total 2010-11 Expenses	Total 2009-10 Expenses	
Employees' Retirement System*	933,713		1,146,749	(213,036)	1,250,213	1,249,795	1,126,893	1,167,632	1,057,595	986,459	926,100	1,162,241	795,633	1,221,010	1,096,089	864,214	540,996	605,753
Teachers' Retirement System*	4,750,976		4,629,919	121,057	4,359,697	4,207,020	3,769,741	4,465,125	4,098,474	4,802,185	6,640,208	6,396,900	5,478,273	4,642,842	4,324,822	4,423,863	2,334,746	2,295,173
Social Security-Employer Portion	4,030,223		4,017,026	13,197	4,020,714	3,805,209	3,693,631	3,627,379	3,611,865	3,498,044	3,398,385	3,314,932	3,171,667	3,244,579	3,243,260	3,121,896	3,203,755	813,271
Workers' Compensation - Nassau Coop	390,232		393,182	(2,950)	399,030	421,766	437,088	414,448	397,282	380,390	362,523	358,663	375,207	361,177	303,625	128,221	0	393,182
Workers' Compensation - Tail Claims	25,000		63,920	(38,920)	44,259	25,559	24,540	24,540	31,256	31,703	35,800	66,885	67,457	91,578	123,340	183,167	219,369	(155,449)
Life Insurance Premiums	41,000		39,725	1,275	39,980	39,288	39,805	38,860	38,149	36,661	36,751	34,573	38,644	39,156	38,721	39,225	39,523	202
Unemployment Insurance	20,000		47,000	(27,000)	7,395	0	53,755	18,514	5,200	19,092	12,682	14,641	35,278	55,339	84,466	72,852	60,605	(13,605)
MEA/MASA Trust Contribution	382,288		366,294	15,994	387,113	383,102	351,018	341,147	352,899	342,362	335,459	313,432	59,341	430,411	483,553	474,971	478,596	(112,302)
Employee Assistance Program	9,030		9,030	0	9,030	9,030	9,030	9,030	9,030	9,030	9,030	9,030	9,030	9,030	9,030	9,030	9,030	0
Annuity Management	3,500		2,688	812	2,724	2,796	3,048	3,048	3,264	3,228	3,336	3,336	3,516	8,835	8,370	9,304	10,647	(7,959)
Other Benefits			(52,117)	52,117	3,935	2,105	23,864	7,137	4,361	5,920	4,247	1,540	14,825	4,666	9,996	0	0	1,487,783
Medicare Reimbursement	1,400,000		1,487,783	(87,783)	1,467,959	1,372,590	1,197,195	1,049,204	917,071	803,286	671,871	639,171	588,480	527,837	507,709	469,112	441,566	(419,653)
Health Insurance- Admin Fees	27,500	638	21,913	6,224	8,100	44,338	15,259	26,306	26,595	24,729	23,791	23,492	22,547	21,962	21,719	22,764	22,999	27,717
Dental Insurance	70,000	2,196	50,716	21,481	58,678	52,323	53,156	52,090	26,532	34,283	37,911	41,416	36,796	41,208	40,629	36,109	38,123	252,579
Health Insurance Buy Back	330,400		290,702	39,698	242,408	258,101	200,383	200,383	191,033	177,500	179,733	110,269	165,227	268,352	339,353	288,492	306,155	8,513,579
Health Insurance- Active- PA7	8,805,543		8,819,734	(14,191)	8,090,496	7,687,741	7,683,156	7,673,429	7,431,513	6,932,143	6,450,173	5,956,501	5,688,947	5,674,088	5,291,584	4,918,007	4,551,222	(4,668,143)
Health Insurance- Cobra- PC7	0		(116,921)	116,921	0	0	0	0	0	0	0	0	0	0	0	0	0	4,048,077
Health Insurance- Retired- PR7	3,934,377		4,048,077	(113,700)	3,596,799	3,385,273	3,365,473	3,464,752	3,401,491	3,184,521	3,015,790	2,850,945	2,780,278	2,508,860	2,392,691	2,272,882	1,961,885	(1,961,885)
Health Insurance- Survivor- PS7	0		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Health Insurance- HIP	0		0	0	0	0	0	0	0	0	0	0	40,649	44,426	49,706	50,225	53,325	(53,325)
Total	25,153,782	2,834	25,265,418	(108,803)	23,988,530	22,946,036	22,047,235	22,583,024	21,603,612	21,271,536	22,143,790	21,297,967	19,371,795	19,195,380	18,368,663	17,384,334	14,272,542	11,044,993

% Increase 2022-23 Benefits vs 2009-10 Actual Benefits 77.39%

Increase in Benefits as a % of 2009-10 Actual Total General Fund Expenses 13.78%

Increase in 2022-23 Budget vs 2009-10 Budget 23,502,683

% Increase in 2022-23 Budget vs 2009-10 Budget 28.98%

**MANHASSET UNION FREE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Fiscal Year 2023	Fiscal Year 2022	Increase (Decrease)	Total Percentage Change
General Fund				
Restricted:				
Repair	\$ 311,324	\$ 404,754	\$ (93,430)	(23.08%)
Capital	2,503,659	1,620,709	882,950	54.48%
Assigned:				
General support	414,358	470,449	(56,091)	(11.92%)
Instruction	174,543	116,917	57,626	49.29%
Employee benefits	10,265	2,834	7,431	262.21%
Designated for subsequent year's expenditures	724,067	724,067	-	0.00%
Unassigned	4,309,820	4,183,878	125,942	3.01%
Total Fund Balance - General Fund	8,448,036	7,523,608	924,428	12.29%
School Lunch Fund				
Assigned - unappropriated	836,068	623,503	212,565	34.09%
Debt Service Fund				
Restricted	185,203	183,739	1,464	0.80%
Miscellaneous Special Revenue				
Restricted	260,635	243,269	17,366	7.14%
Assigned - unappropriated	395,952	357,401	38,551	10.79%
Total Fund Balance- Miscellaneous Special Revenue	656,587	600,670	55,917	9.31%
Capital Projects Fund				
Restricted	-	2,959,063	(2,959,063)	(100.00%)
Restricted for unspent bond proceeds	57,024	57,024	-	0.00%
Assigned - unappropriated	192,287	559,792	(367,505)	(65.65%)
Total Fund Balance- Capital Projects Fund	249,311	3,575,879	(3,326,568)	(93.03%)
Total Fund Balances - All Funds	\$ 10,375,205	\$ 12,507,399	\$ (2,132,194)	(17.05%)

A. General Fund

The net increase in fund balance in the general fund of \$924,428 can be attributable to total revenues of \$104,725,178 exceeding expenditures and other financing uses of \$103,800,750.

B. School Lunch Fund

The net change in the school lunch fund balance is a net increase of \$212,565 and is due to state and federal reimbursements, and sales of meals exceeding the cost of distributing meals to all students in the District.

C. Debt Service Fund

The debt service fund restricted fund balance had a net increase of \$1,464, which is primarily due to interest earnings.

**MANHASSET UNION FREE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

D. Miscellaneous Special Revenue Fund

The miscellaneous special revenue fund balance had a net increase of \$55,917, due to extraclassroom revenues exceeding expenditures, partially offset by scholarships awarded exceeding scholarship donations.

E. Capital Projects Fund

The fund balance in the capital projects fund decreased \$3,326,568, as a result of current year capital outlays.

5. GENERAL FUND BUDGETARY HIGHLIGHTS

A. 2022-2023 Budget

The District's general fund adopted budget for the year ended June 30, 2023, was \$104,596,962. This amount was increased by encumbrances carried over from the prior year in the amount of \$590,200, and budget revisions of \$302,590, which resulted in a final budget of \$105,489,752. The budget was funded through a combination of revenues and assigned/designated fund balance. The majority of this funding source was \$95,925,413 in budgeted real property taxes and other tax items.

B. Change in the General Fund Unassigned Fund Balance

The general fund unassigned fund balance is the component of total fund balance that is the cumulative residual of prior years' excess revenues over expenditures, net of transfers to restricted fund balances and designations to fund the subsequent year's budget. It is this balance that is commonly referred to as the "fund balance". The components of the change in this balance in 2022-2023 follow:

Opening unassigned fund balance	\$ 4,183,878
Prior year encumbrances adjustment	(25)
Revenues over budget	774,024
Expenditures, other financing uses, and encumbrances under budget	1,089,836
Funding of reserves	(980,973)
Interest allocated to reserves	(32,853)
Appropriated for next year's budget	(724,067)
Closing unassigned fund balance	<u>\$ 4,309,820</u>

The opening unassigned fund balance of \$4,183,878 is the June 30, 2022, unassigned fund balance.

The revenues over budget of \$774,024 were primarily in other tax items, use of money and property, state aid, and federal grants. Please see Supplemental Schedule #1 for further detail.

The expenditures, other financing sources, and encumbrances under budget of \$1,089,836 represents savings across the budget but were primarily attributable to general support and instruction.

**MANHASSET UNION FREE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

The District funded the repair reserve in the amount of \$125,000, and the capital reserve-2018 in the amount of 855,973.

Interest of \$32,853 was allocated to the reserves as follows: \$5,875 to the repair reserve, and \$26,978 to the capital reserves (2010 and 2018).

The appropriated fund balance of \$724,067 for the June 30, 2024, budget is the amount the District has chosen to use to fund its operating budget for 2023-2024.

The District will close the 2022-2023 fiscal year with \$4,309,820 in unassigned fund balance. NYS Real Property Tax Law § 1318 restricts this number to an amount not greater than 4% of the District's budget for the ensuing fiscal year. The District's unassigned fund balance is within this legal limit.

6. CAPITAL ASSETS AND DEBT ADMINISTRATION

A. Capital Assets

At June 30, 2023, the District had invested in a broad range of capital assets, including land, buildings and improvements, and furniture and equipment for school purposes and Manhasset Library purposes. A summary of the District's capital assets, net of depreciation at June 30, 2023 and 2022 is as follows:

Table A-8: Capital Assets (Net of Depreciation)

Category	Fiscal Year 2023	Fiscal Year 2022	Increase/ (Decrease)	Percentage Change
Land and Land Improvements	\$ 1,421,877	\$ 1,421,877	\$ -	0.00%
Construction in Progress	6,712,048	3,385,480	3,326,568	98.26%
Buildings and Building Improvements	112,420,971	112,420,971	-	0.00%
Furniture and Equipment	15,229,278	14,519,260	710,018	4.89%
Site Improvements	237,022	237,022	-	0.00%
Subtotal	136,021,196	131,984,610	4,036,586	3.06%
Less: Accumulated Depreciation	59,324,810	56,081,316	3,243,494	5.78%
Total Net Capital Assets	\$ 76,696,386	\$ 75,903,294	\$ 793,092	1.04%

During the fiscal year ended June 30, 2023, a total of \$3,326,568 of costs in the capital projects fund were recorded as construction in progress, \$762,286 of costs were incurred for building, building improvements and purchase of capitalized furniture and equipment in the general fund and the school lunch fund, and fully depreciated assets of \$52,268 were disposed.

Depreciation expense was \$3,295,762 for fiscal year ended June 30, 2023.

**MANHASSET UNION FREE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

B. Debt Administration

At June 30, 2023, the District had total bonds payable of \$19,490,000. The bonds were issued for school building improvements and construction of a library. A summary of the outstanding debt at June 30, 2023 and 2022 is as follows:

Table A-9 Outstanding Bonds

Issue Date	Interest Rate	2023	2022	Increase (Decrease)
2016	5.00%	\$ -	\$ 1,160,000	\$ (1,160,000)
2016	2.00% - 3.00%	5,090,000	5,425,000	(335,000)
2016	3.00% - 3.50%	4,560,000	4,825,000	(265,000)
2017	2.00% - 3.00%	4,090,000	4,335,000	(245,000)
2019	1.75% - 5.00%	395,000	445,000	(50,000)
2019	4.00% - 5.00%	5,355,000	6,105,000	(750,000)
	Total Bonds	<u>\$ 19,490,000</u>	<u>\$ 22,295,000</u>	<u>\$ (2,805,000)</u>

Principal payments were made in 2022-23 of \$2,805,000 for outstanding bonds.

The District's latest underlying, long-term credit rating from Moody's Investors Service, Inc. is Aa1. The District's total outstanding indebtedness currently does not exceed its debt limit. The debt limit is 10% of the full valuation of the taxable real property within the District.

Unissued Debt

On December 8, 2022, voters approved a bond authorization for a total estimated cost not to exceed \$43,926,484. to finance various District upgrades to security systems, infrastructure, and facilities. As of June 30, 2023, the District had authorized but unissued debt of \$43,926,484.

Table A-10 Obligations under Energy Performance Debt

Issue Date	Interest Rate	2023	2022	(Decrease)
2012	1.977%	<u>\$279,378</u>	<u>\$539,234</u>	<u>(\$259,856)</u>

Principal payments were made in 2022-23 of \$259,856 for the energy performance debt.

More detailed information about the District's long-term debt is presented in the Notes to the Financial Statements.

**MANHASSET UNION FREE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

7. ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

- A) The 2023-24 general fund budget, the only fund with a legally adopted budget, approved by the voters on May 16, 2023, is \$107,733,004. This is an increase of \$3,136,042 or 3.00% from the previous year's budget.
- B) The 2023-24 budget is negatively impacted by certain trends impacting school districts. The property tax levy limit, enacted by the NYS Legislative beginning in the 2012-2013 fiscal year, continues to negatively impact school districts, especially given fluctuations in state aid. Although increases in required contributions to pension plans have slowed, health insurance costs have continued to trend upwards at rates that exceed annual Consumer Price Index ("CPI") levels.
- C) On August 31, 2023, the District issued a tax anticipation note in the amount of \$7,000,000, and bears an interest rate of 5.00%, and a premium on issuance of \$77,910 for an effective net interest rate of 3.62%.
- D) On August 31, 2023, the District issued a bond anticipation note in the amount of \$11,000,000, and bears an interest rate of 5.00%, and a premium on issuance of \$152,680, for an effective interest rate of 3.61%.

8. CONTACTING THE DISTRICT

This financial report is designed to provide the reader with a general overview of the District's finances and to demonstrate the District's accountability for the funds it receives. Requests for additional information can be directed to:

Dr. Sam Gergis
Assistant Superintendent for Business and Operations
Manhasset Union Free School District
200 Memorial Place
Manhasset, NY 11030

Reserve Rollforward	June 30 2009	Sources 2009-2010	Uses 2009-2010	Other Changes in Reserves in 2009	June 30 2010	Sources 2010-2011	Uses 2010-2011	Other Changes in Reserves in 10-11	June 30 2011	Sources 2011-12	Uses 2011-12	Other Changes in Reserves in 11-12
Restricted Reserves												
Reserve for Workers' Compensation	523,170		(235,000)	288,362	576,532		(199,923)	166,960	543,569		(447,499)	356,356
Reserve for Employee Benefit Accrued Liability	0				0				0			
Reserve for Retirement Contribution	300,000			1,735,205	2,035,205		(805,173)	1,162,913	2,392,945		(1,083,680)	2,888
Reserve for Repairs	147,502				147,502			276	147,778			178
Reserve for Unemployment Insurance					0				0			
Nonspendable Fund Balance					2,996,336		(2,998,149)	1,813	0			
2006 Capital Reserve	3,313,264	13,361	(330,289)		0				0			
Reserve for Insurance	2,110,333	8,401	(2,118,734)		0				0			
2010 Capital Reserve				2,118,734	2,118,734			3,969	2,122,703		(339,162)	2,274
2018 Capital Reserve					0				0			
Liability Reserve	2,215,177	8,933	(2,224,110)		0				0			
Total Restricted Reserves	<u>8,609,446</u>	<u>30,695</u>	<u>(4,908,133)</u>	<u>4,142,301</u>	<u>7,874,309</u>	<u>0</u>	<u>(4,003,245)</u>	<u>1,335,931</u>	<u>5,206,995</u>	<u>0</u>	<u>(1,870,341)</u>	<u>361,696</u>
Assigned Reserves												
Reserve for Encumbrances	518,170		(518,170)	582,610	582,610		(582,610)	187,652	187,652		(187,652)	239,112
Designated for COVID-19 Reopening Plan												
Designated for Next Year's Budget	700,000		(700,000)	1,475,000 *	1,475,000		(1,475,000)	1,000,000	1,000,000		(1,000,000)	936,714
Total Assigned Reserves	<u>1,218,170</u>		<u>(1,218,170)</u>	<u>2,057,610</u>	<u>2,057,610</u>	<u>0</u>	<u>(2,057,610)</u>	<u>1,187,652</u>	<u>1,187,652</u>	<u>0</u>	<u>(1,187,652)</u>	<u>1,175,826</u>
Unassigned Reserves	<u>3,225,039</u>			<u>114,569</u>	<u>3,339,608</u>			<u>84,076</u>	<u>3,423,684</u>			<u>85,344</u>
Use of Fund Balance for 2011 Capital Projects					0				0			
Excess Fund Balance - Expenses (current year)		1,509,862		(1,509,862)	0	1,863,684		(1,863,684)	0	842,960		(842,960)
Excess Fund Balance - Revenues (current year)		274,406		(274,406)	0	405,346		(405,346)	0	263,314		(263,314)
Excess Fund Balance - Revenues (prior years)		630,606		(630,606)	0				0	276,818		(276,818)
Increase for 4% Undesignated Fund Balance					0				0			
Designated for next year's budget					0				0			
Designated for COVID-19 Reopening Plan					0				0			
Add to Reserve for Worker's Comp					0				0			
Add to Reserve for Retirement Contribution					0				0			
Add to 2010 Capital Reserve					0				0			
Add to 2018 Capital Reserve					0				0			
Add to Repair Reserve					0				0			
Add to Unemployment Insurance Reserve					0				0			
Add to Nonspendable Fund Balance					0				0			
Transfer Excess from DW Capital Renovations					0	18,038		(18,038)	0			
Transfer to Capital Projects Fund					0				0			
Transfer Excess from Capital Projects Fund					0	132,939		(132,939)	0			
Total Unassigned Reserves	<u>3,225,039</u>	<u>2,414,874</u>	<u>0</u>	<u>(2,300,305)</u>	<u>3,339,608</u>	<u>2,420,007</u>	<u>0</u>	<u>(2,335,931)</u>	<u>3,423,684</u>	<u>1,383,092</u>	<u>0</u>	<u>(1,297,748)</u>
Total General Fund Balance	<u>13,052,655</u>	<u>2,445,569</u>	<u>(6,126,303)</u>	<u>3,899,606</u>	<u>13,271,527</u>	<u>2,420,007</u>	<u>(6,060,855)</u>	<u>187,652</u>	<u>9,818,331</u>	<u>1,383,092</u>	<u>(3,057,993)</u>	<u>239,774</u>
General Fund Balance as a % of Budget	<u>16.10%</u>				<u>15.89%</u>				<u>11.47%</u>			
	<u>2009-10</u>				<u>2010-11</u>				<u>2011-12</u>			
General Fund Budget	<u>81,094,279</u>				<u>83,512,677</u>				<u>85,592,098</u>			
Budget to Budget Increase %	<u>0.87%</u>				<u>2.98%</u>				<u>2.49%</u>			
State Aid	4,075,365				4,221,438				4,420,164			
State Aid - Gap Elimination Adjustment, net of ARRA					(850,351)				(887,740)			
State Pass thru of ARRA Funds/Education Jobs Fund					289,124							
Total State Aid	<u>4,075,365</u>				<u>3,660,211</u>				<u>3,532,424</u>			
State Aid - ICF	700,000				793,784				883,396			
Revenue Other than State Aid	1,400,300				1,299,827				1,299,827			
MTA Payroll tax reimbursement					157,672				159,034			
Transfer in from Library	1,095,700				1,096,500				1,096,500			
Transfer in from ERS Reserve					805,173				1,083,680			
Transfer in from Worker's Compensation Reserve					199,923				447,499			
Other Tax Items, including PILOTS												
Designated for Tax Levy	700,000				1,475,000				1,000,000			
	<u>7,971,365</u>				<u>9,488,090</u>				<u>9,502,360</u>			
Tax Levy	<u>73,122,914</u>				<u>74,024,587</u>				<u>76,089,738</u>			
Tax Levy Increase	<u>0.45%</u>				<u>1.23%</u>				<u>2.79%</u>			

Reserve Rollforward

	June 30 2012	Sources 2012-13	Uses 2012-13	Other Changes in Reserves in 12-13	June 30 2013	Sources 2013-14	Uses 2013-14	Other Changes in Reserves 13-14	June 30 2014	Sources 2014-15	Uses 2014-15	Other Changes in Reserves 14-15
Restricted Reserves												
Reserve for Workers' Compensation	452,426		(452,426)		0	25,000	(25,000)		0			
Reserve for Employee Benefit Accrued Liability	0				0				0			
Reserve for Retirement Contribution	1,312,153		(1,303,444)	10	8,719		(8,729)	10	0			
Reserve for Repairs	147,956		(95,448)	101	52,609	95,448		139	148,196			167
Reserve for Unemployment Insurance	0				0	200,000			200,000	5,812		230
Nonspendable Fund Balance	0				0				0			
2006 Capital Reserve	0				0				0			
Reserve for Insurance	0				0				0			
2010 Capital Reserve	1,785,815		(845,000)	1,479	942,294	2,000,000	(942,471)	177	2,000,000	2,205,170	(1,750,000)	2,233
2018 Capital Reserve	0				0				0			
Liability Reserve	0				0				0			
Total Restricted Reserves	3,698,350	0	(2,696,318)	1,590	1,003,622	2,320,448	(976,200)	326	2,348,196	2,210,982	(1,750,000)	2,630
Assigned Reserves												
Reserve for Encumbrances	239,112		(239,112)	313,293	313,293		(313,293)	557,708	557,708		(557,708)	402,711
Designated for COVID-19 Reopening Plan	0				0				0			
Designated for Next Year's Budget	936,714		(936,714)	216,234	216,234		(216,234)	308,000	308,000		(308,000)	426,748
Total Assigned Reserves	1,175,826	0	(1,175,826)	529,527	529,527	0	(529,527)	865,708	865,708	0	(865,708)	829,459
Unassigned Reserves	3,509,028		(1,638)	413,762	3,921,152		(326)	2,312	3,923,138		(2,630)	(304,930)
Use of Fund Balance for 2011 Capital Projects	0		(279,269)	279,269	0				0			
Excess Fund Balance - Expenses (current year)	0	119,308		(119,308)	0	1,828,899	(1,828,899)		0	1,131,628		(1,131,628)
Excess Fund Balance - Revenues (current year)	0	256,860		(256,860)	0	570,866	(570,866)		0	406,790		(406,790)
Excess Fund Balance - Revenues (prior years)	0	533,097		(533,097)	0	230,992	(230,992)		0	794,382		(794,382)
Increase for 4% Undesignated Fund Balance	0				0				0			
Designated for next year' budget	0				0				0			
Designated for COVID-19 Reopening Plan	0				0				0			
Add to Reserve for Worker's Comp	0				0				0			
Add to Reserve for Retirement Contribution	0				0				0			
Add to 2010 Capital Reserve	0				0				0			
Add to 2018 Capital Reserve	0				0				0			
Add to Repair Reserve	0				0				0			
Add to Unemployment Insurance Reserve	0				0				0			
Add to Nonspendable Fund Balance	0				0				0			
Transfer Excess from DW Capital Renovations	0				0				0			
Transfer to Capital Projects Fund	0				0				0			
Transfer Excess from Capital Projects Fund	0				0				0			
Total Unassigned Reserves	3,509,028	909,265	(280,907)	(216,234)	3,921,152	2,630,757	(326)	(2,628,445)	3,923,138	2,332,800	(2,630)	(2,637,730)
Total General Fund Balance	8,383,204	909,265	(4,153,051)	314,883	5,454,301	4,951,205	(1,506,053)	(1,762,411)	7,137,042	4,543,782	(2,618,338)	
General Fund Balance as a % of Budget	9.63%				6.33%				8.12%			
	2012-13				2013-14				2014-15			
General Fund Budget	87,069,424				86,176,419				87,933,150			
Budget to Budget Increase %	1.73%				-1.03%				2.04%			
State Aid	4,430,233				4,322,483				4,425,862			
State Aid - Gap Elimination Adjustment, net of ARRA	(861,499)				(761,499)				(653,900)			
State Pass thru of ARRA Funds/Education Jobs Fund												
Total State Aid	3,568,734				3,560,984				3,771,962			
State Aid - ICF	713,520				710,897				700,000			
Revenue Other than State Aid	1,200,481				1,226,200				1,256,000			
MTA Payroll tax reimbursement												
Transfer in from Library	1,051,969				1,053,444				1,058,169			
Transfer in from ERS Reserve	1,303,444				8,709							
Transfer in from Worker's Compensation Reserve	452,426				25,000							
Other Tax Items, including PILOTS												
Designated for Tax Levy	936,714				216,234				308,000			
	9,227,288				6,801,468				7,094,131			
Tax Levy	77,842,136				79,374,951				80,839,019			
Tax Levy Increase	2.30%				1.97%				1.84%			

Reserve Rollforward

	June 30 2015	Sources 2015-16	Uses 2015-16	Other Changes in Reserves 15-16	June 30 2016	Sources 2016-17	Uses 2016-17	Other Changes in Reserves 16-17	June 30 2017	Sources 2017-18	Uses 2017-18	Other Changes in Reserves 17-18
Restricted Reserves												
Reserve for Workers' Compensation	0				0				0			
Reserve for Employee Benefit Accrued Liability	0				0				0			
Reserve for Retirement Contribution	0				0				0			
Reserve for Repairs	148,363			180	148,543			308	148,851			788
Reserve for Unemployment Insurance	206,042			250	206,292		(206,720)	428	0			
Nonspendable Fund Balance	0				0				0			
2006 Capital Reserve	0				0				0			
Reserve for Insurance	0				0				0			
2010 Capital Reserve	2,457,403	541,307	(650,000)	2,508	2,351,218	1,340,175		211,599	3,902,992	948,885		20,662
2018 Capital Reserve	0				0				0			
Liability Reserve	0				0				0			
Total Restricted Reserves	2,811,808	541,307	(650,000)	2,938	2,706,053	1,340,175	(206,720)	212,335	4,051,843	948,885	0	21,450
Assigned Reserves												
Reserve for Encumbrances	402,711		(402,711)	299,847	299,847		(299,847)	585,598	585,598		(585,598)	477,519
Designated for COVID-19 Reopening Plan												
Designated for Next Year's Budget	426,748		(426,748)	595,120	595,120		(595,120)	595,120	595,120		(595,120)	595,120
Total Assigned Reserves	829,459		(829,459)	894,967	894,967		(894,967)	1,180,718	1,180,718		(1,180,718)	1,072,639
Unassigned Reserves	3,615,578			64,775	3,680,353			75,277	3,755,630			99,167
Use of Fund Balance for 2011 Capital Projects	0	0			0	0			0	0		
Excess Fund Balance - Expenses (current year)	0	567,261		(567,261)	0	612,563		(612,563)	0	344,795		(344,795)
Excess Fund Balance - Revenues (current year)	0	636,879		(636,879)	0	1,403,624		(1,403,624)	0	1,319,827		(1,319,827)
Excess Fund Balance - Revenues (prior years)	0	0			0	0			0	0		
Increase for 4% Undesignated Fund Balance	0				0	0			0	0		
Designated for next year's budget	0				0	0			0	0		
Designated for COVID-19 Reopening Plan	0				0	0			0	0		
Add to Reserve for Worker's Comp	0				0	0			0	0		
Add to Reserve for Retirement Contribution	0				0	0			0	0		
Add to 2010 Capital Reserve	0				0	0			0	0		
Add to 2018 Capital Reserve	0				0	0			0	0		
Add to Repair Reserve	0				0	0			0	0		
Add to Unemployment Insurance Reserve	0				0	0			0	0		
Add to Nonspendable Fund Balance	0				0	0			0	0		
Transfer Excess from DW Capital Renovations	0				0	0			0	0		
Transfer to Capital Projects Fund	0				0	0			0	0		
Transfer Excess from Capital Projects Fund	0				0	0			0	0		
Total Unassigned Reserves	3,615,578	1,204,140	0	(1,139,365)	3,680,353	2,016,187	0	(1,940,910)	3,755,630	1,664,622	0	(1,565,455)
Total General Fund Balance	7,256,845	1,745,447	(1,479,459)	(241,460)	7,281,373	3,356,362	(1,101,687)	(547,857)	8,988,191	2,613,507	(1,180,718)	(471,366)
General Fund Balance as a % of Budget	8.03%				7.91%				9.57%			
	2015-16				2016-17				2017-18			
General Fund Budget	90,389,627				92,008,827				93,890,748			
Budget to Budget Increase %	2.79%				1.79%				2.05%			
State Aid	4,595,753				4,670,338				4,885,612			
State Aid - Gap Elimination Adjustment, net of ARRA	(426,748)											
State Pass thru of ARRA Funds/Education Jobs Fund												
Total State Aid	4,169,005				4,670,338				4,885,612			
State Aid - ICF	543,400				517,988				311,259			
Revenue Other than State Aid	1,310,500				1,434,567				1,557,572			
MTA Payroll tax reimbursement												
Transfer in from Library	1,063,269				1,072,269				1,074,444			
Transfer in from ERS Reserve												
Transfer in from Worker's Compensation Reserve												
Other Tax Items, including PILOTS	1,579,926				1,470,057				1,558,360			
Designated for Tax Levy	426,748				595,120				595,120			
	9,092,848				9,760,339				9,982,367			
Tax Levy	81,296,779				82,248,488				83,908,381			
Tax Levy Increase	2.52%				1.17%				2.02%			

Reserve Rollforward

	June 30 2018	Sources 2018-19	Uses 2018-19	Other Changes in Reserves 18-19	June 30 2019	Sources 2019-20	Uses 2019-20	Other Changes in Reserves 19-20	June 30 2020	Sources 2020-21	Uses 2020-21	Other Changes in Reserves 20-21	June 30 2021	Sources 2021-22	Uses 2021-22	Other Changes in Reserves 21-22
Restricted Reserves																
Reserve for Workers' Compensation	0				0				0				0			
Reserve for Employee Benefit Accrued Liability	0				0				0				0			
Reserve for Retirement Contribution	0				0				0				0			
Reserve for Repairs	149,639	2,638			152,277	127,460			279,737	6			279,743	125,011		
Reserve for Unemployment Insurance	0				0				0				0			
Nonspendable Fund Balance	0	6,765			6,765		(6,765)		0				0			
2006 Capital Reserve	0				0				0				0			
Reserve for Insurance	0				0				0				0			
2010 Capital Reserve	4,872,539	639,007		85,887	5,597,433	90,061	(773,860)		4,913,634	84	(3,696,845)		1,216,873		(899,950)	
2018 Capital Reserve	0	68,614			68,614	1,108			69,722	2,109,207			2,178,929		(879,680)	
Liability Reserve	0				0				0				0			
Total Restricted Reserves	5,022,178	717,024	0	85,887	5,825,089	218,629	(780,625)	0	5,263,093	2,109,297	(3,696,845)	0	3,675,545	125,011	(1,779,630)	0
Assigned Reserves																
Reserve for Encumbrances	477,519		(477,519)	655,745	655,745	4,348,511	(655,745)	792,181	792,181		(792,181)	240,823	240,823		(240,823)	590,200
Designated for COVID-19 Reopening Plan					0				4,348,511				925,000			(925,000)
Designated for Next Year's Budget	595,120		(595,120)	595,120	595,120		(595,120)	724,067	724,067	925,000	(4,348,511)		925,000			(925,000)
Total Assigned Reserves	1,072,639		(1,072,639)	1,250,865	1,250,865	4,348,511	(1,250,865)	1,516,248	5,864,759	925,000	(5,864,759)	964,890	1,889,890	0	(964,890)	389,267
Unassigned Reserves	3,854,797			125,093	3,979,890			46,503	4,026,393			66,415	4,092,808			95,607
Use of Fund Balance for 2011 Capital Projects	0	0			0				0				0			
Excess Fund Balance - Expenses (current year)	0	528,259		(528,259)	0	5,458,592		(5,458,592)	0	5,012,138		(5,012,138)	0	2,162,877		(2,162,877)
Excess Fund Balance - Revenues (current year)	0	1,805,865		(1,805,865)	0	(252,647)		252,647	0	591,818		(591,818)	0	234,516		(234,516)
Excess Fund Balance - Revenues (prior years)	0	0			0				0				0			
Increase for 4% Undesignated Fund Balance	0	0			0				0				0			
Designated for next year's budget	0	0			0				0				0			
Designated for COVID-19 Reopening Plan						(4,348,511)		4,348,511	0				0			
Add to Reserve for Worker's Comp	0	0			0				0				0			
Add to Reserve for Retirement Contribution	0	0			0				0				0			
Add to 2010 Capital Reserve	0	0			0				0				0			
Add to 2018 Capital Reserve	0	0			0				0				0			
Add to Repair Reserve	0	0			0				0				0			
Add to Unemployment Insurance Reserve	0	0			0				0				0			
Add to Nonspendable Fund Balance	0	0			0				0				0			
Transfer Excess from DW Capital Renovations	0	0			0				0				0			
Transfer to Capital Projects Fund	0	0			0				0				0			
Transfer Excess from Capital Projects Fund	0	0			0				0				0			
Total Unassigned Reserves	3,854,797	2,334,124	0	(2,209,031)	3,979,890	857,434	0	(810,931)	4,026,393	5,603,956	0	(5,537,541)	4,092,808	2,397,393	0	(2,301,786)
Total General Fund Balance	9,949,614	3,051,148	(1,072,639)	(872,279)	11,055,844	5,424,574	(2,031,490)	705,317	15,154,245	8,638,253	(9,561,604)	(4,572,651)	9,658,243	2,522,404	(2,744,520)	(1,912,519)
General Fund Balance as a % of Budget	10.32%				11.11%				15.05%				9.44%			
	2018-19				2019-20				2020-21				2021-22			
General Fund Budget	96,369,935				99,497,241				100,659,820				102,320,176			
Budget to Budget Increase %	2.64%				3.25%				1.17%				1.65%			
State Aid	4,985,113				5,157,673				4,893,591				5,099,650			
State Aid - Gap Elimination Adjustment, net of ARRA																
State Pass thru of ARRA Funds/Education Jobs Fund																
Total State Aid	4,985,113				5,157,673				4,893,591				5,099,650			
State Aid - ICF	88,130				397,103				189,496				340,587			
Revenue Other than State Aid	1,471,175				1,590,993				1,547,783				1,388,808			
MTA Payroll tax reimbursement																
Transfer in from Library	1,080,119				1,083,019				1,022,625				1,023,000			
Transfer in from ERS Reserve																
Transfer in from Worker's Compensation Reserve																
Other Tax Items, including PILOTS	1,729,035				1,669,963				1,584,832				1,596,357			
Designated for Tax Levy	595,120				595,120				724,067				724,067			
	9,948,692				10,493,871				9,962,394				10,172,469			
Tax Levy	86,421,243				89,003,370				90,697,426				92,147,707			
Tax Levy Increase	2.99%				2.99%				1.90%				1.60%			

Reserve Rollforward

	June 30 2022	Sources 2022-23	Uses 2022-23	Other Changes in Reserves 22-23	June 30 2023	14 year Average
Restricted Reserves						
Reserve for Workers' Compensation	0				0	
Reserve for Employee Benefit Accrued Liability	0				0	
Reserve for Retirement Contribution	0				0	
Reserve for Repairs	404,754	130,875	(224,305)		311,324	
Reserve for Unemployment Insurance	0				0	
Nonspendable Fund Balance	0				0	
2006 Capital Reserve	0				0	
Reserve for Insurance	0				0	
2010 Capital Reserve	316,923	4,537			321,460	
2018 Capital Reserve	1,299,249	882,950			2,182,199	
Liability Reserve	0				0	
Total Restricted Reserves	2,020,926	1,018,362	(224,305)	0	2,814,983	
Assigned Reserves						
Reserve for Encumbrances	590,200		(590,200)	599,166	599,166	
Designated for COVID-19 Reopening Plan	0			0	0	
Designated for Next Year's Budget	724,067		(724,067)	724,067	724,067	
Total Assigned Reserves	1,314,267	0	(1,314,267)	1,323,233	1,323,233	
Unassigned Reserves	4,188,415			121,405	4,309,820	
Use of Fund Balance for 2011 Capital Projects	0				0	
Excess Fund Balance - Expenses (current year)	0	1,089,836			1,089,836	
Excess Fund Balance - Revenues (current year)	0	774,024			774,024	
Excess Fund Balance - Revenues (prior years)	0	(25)			(25)	
Increase for 4% Undesignated Fund Balance	0	(121,405)			(121,405)	
Designated for next year' budget	0	(724,067)			(724,067)	
Designated for COVID-19 Reopening Plan	0	0			0	
Add to Reserve for Worker's Comp	0				0	
Add to Reserve for Retirement Contribution	0				0	
Add to 2010 Capital Reserve	0	(4,537)			(4,537)	
Add to 2018 Capital Reserve	0	(882,951)			(882,951)	
Add to Repair Reserve	0	(130,875)			(130,875)	
Add to Unemployment Insurance Reserve	0				0	
Add to Nonspendable Fund Balance	0	0			0	
Transfer Excess from DW Capital Renovations	0				0	
Transfer to Capital Projects Fund	0				0	
Transfer Excess from Capital Projects Fund	0				0	
Total Unassigned Reserves	4,188,415	0	0	121,405	4,309,820	
Total General Fund Balance	7,523,608	1,018,362	(1,538,572)	1,444,638	8,448,036	
General Fund Balance as a % of Budget	7.19%				7.84%	
	2022-23				2023-24	
General Fund Budget	104,596,962				107,733,004	
Budget to Budget Increase %	2.23%				3.00%	1.98%
State Aid	5,094,178				5,244,187	
State Aid - Gap Elimination Adjustment, net of ARRA						
State Pass thru of ARRA Funds/Education Jobs Fund						
Total State Aid	5,094,178				5,244,187	
State Aid - ICF	398,992				239,874	
Revenue Other than State Aid	1,427,812				1,757,944	
MTA Payroll tax reimbursement						
Transfer in from Library	1,026,500				1,023,125	
Transfer in from ERS Reserve						
Transfer in from Worker's Compensation Reserve						
Other Tax Items, including PILOTs	1,583,764				1,600,532	
Designated for Tax Levy	724,067				724,067	
	10,255,313				10,589,729	
Tax Levy	94,341,649				97,143,275	
Tax Levy Increase	2.38%				2.97%	2.07%

MANHASSET UFSD

FUND BALANCE AND RESERVES

CUMULATIVE COMPONENTS OF AND CHANGES TO FUND BALANCE FOR THE FISCAL YEAR ENDED JUNE 30, 2021 THROUGH JUNE 30, 2023

	June 30, 2023	June 30, 2022	2023 vs 2022 Inc./ (Dec.)	June 30, 2021	2022 vs 2021 Inc./ (Dec.)	Cumulative Inc./ (Dec.)
General Fund						
Restricted:						
Reserve for Workers' Compensation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Reserve for Retirement Contribution	-	-	-	-	-	-
Reserve for Retirement Contribution - TRS Sub Fund	-	-	-	-	-	-
Reserve for Repairs	311,324	404,754	(93,430)	279,743	498,184	404,754
Reserve for Unemployment Insurance	-	-	-	-	-	-
Capital Reserve (2010)	322,213	316,923	5,290	1,216,873	311,633	316,923
Capital Reserve (2018)	2,181,446	1,299,249	882,197	2,178,929	417,052	1,299,249
Nonspendable Fund Balance	-	-	-	-	-	-
Assigned:						
Designated for Encumbrances	599,166	590,200	8,966	240,823	581,234	590,200
Designated for subsequent year's expenditures	724,067	724,067	-	724,067	724,067	724,067
Designated for COVID-19 Reopening Plan	-	-	-	925,000	-	-
Unassigned	4,309,820	4,188,415	121,405	4,092,808	4,067,010	4,188,415
Total Fund Balance - General Fund	<u>8,448,036</u>	<u>7,523,608</u>	<u>924,428</u>	<u>9,658,243</u>	<u>6,599,180</u>	<u>7,523,608</u>
Special Aid Fund						
Assigned - unappropriated	-	-	-	-	-	-
School Lunch Fund						
Nonspendable (inventory)	-	-	-	-	-	-
Assigned - unappropriated	836,068	623,503	212,565	390,969	410,938	623,503
Total Fund Balance - School Lunch Fund	<u>836,068</u>	<u>623,503</u>	<u>212,565</u>	<u>390,969</u>	<u>410,938</u>	<u>623,503</u>
Debt Service Fund						
Restricted	185,203	183,739	1,464	183,700	182,275	183,739
Miscellaneous Special Revenue						
Restricted	656,587	600,670	55,917	523,755	544,753	600,670
Capital Projects Fund						
Restricted for unspent bond proceeds	57,024	57,024	-	755,308	57,024	57,024
Restricted for investments in capital assets	-	2,959,063	(2,959,063)	-	5,918,126	2,959,063
Assigned Unappropriated Fund Balance	192,287	559,792	(367,505)	2,771,051	927,297	559,792
Total Fund Balance - Capital Projects Fund	<u>249,311</u>	<u>3,575,879</u>	<u>(3,326,568)</u>	<u>3,526,359</u>	<u>6,902,447</u>	<u>3,575,879</u>
Total Fund Balance	<u>\$ 10,375,205</u>	<u>\$ 12,507,399</u>	<u>\$ (2,132,194)</u>	<u>\$ 14,283,026</u>	<u>\$ 14,639,593</u>	<u>\$ 12,507,399</u>
General Fund Balance as a Percent of Budget	8.08%	7.35%		9.59%		

See explanatory footnotes on the following pages.

MANHASSET UFSD

FUND BALANCE AND RESERVES

COMMENTS ON COMPONENTS OF AND CHANGES TO FUND BALANCE FOR THE FISCAL YEAR AND RESERVE FUNDING PLAN

Definition: A reserve fund is a separate account established by a school district to finance the cost of various objects or purposes of the school district.

General Fund Restricted Fund Balance:

1. Reserve for Workers' Compensation:

Purpose: This reserve may be used to pay for compensation benefits and other expenses authorized by Article 2 of the Workers' Compensation Law and for payment of expenses of administering the self insured program.

Explanation for change: The remaining balance was fully utilized in 2013-14.

Other Comments: This reserve does not require voter approval either to create or expend.

Funding: Due to the District's participation in the Nassau County Workers' Compensation Cooperative as of November 2010 and the subsequent wind-down of tail claims incurred prior to that date, there is no need to add funds to this reserve.

2. Reserve for Retirement Contribution/TRS Sub Fund:

Purpose: This reserve is used to fund retirement contributions payable to ERS--the NYS and Local Employees Retirement System and TRS--the NYS Teachers Retirement System.

Explanation for change: The remaining balance in the reserve was fully utilized in 2013-14.

Other Comments: This reserve fund does not require voter approval either to create or expend.

Funding: Because the District participates in the ERS Stable Contribution Option, it is not anticipated that the District will place additional funds in this reserve at this time. TRS contribution rates are relatively stable and funding the TRS Sub Fund is not anticipated at this time.

3. Reserve for Repairs:

Purpose: This reserve may be used to pay the cost of repairs to capital improvements or equipment of a type which does not recur annually or at shorter intervals.

Explanation for change: The 2021-22 Budget provided for a budgeted transfer of \$125,000 into the Repair Reserve, and change also includes earned interest in each year presented.

Other Comments: This fund was established through voter approval for funding in 1990. Funds may be spent without voter approval, but only after a public hearing, except in emergency situations. In the case of an emergency, expenditures may be authorized by a two-thirds vote of the school Board, but the amount must be repaid to the reserve over the ensuing two years.

Funding/Usage: Voter approval is required to transfer funds to the reserve for repairs. It is anticipated that a portion of the repair reserve may be used in 2022-23. Any usage would be subject to Board of Education approval, after a public hearing.

4. Reserve for Unemployment Insurance:

Purpose: This reserve may be used to reimburse the State Unemployment Insurance Fund for payments made to claimants.

Explanation for Change: The remaining balance was transferred in 2016-17.

Other Comments: This reserve does not require voter approval either to create or expend.

Funding: The District increased staff in 2014-15 through 2017-18, and unemployment expense during the same period averaged approximately \$20,000 in each year. Therefore, effective June 30, 2017, it was determined that the District can meet its obligations for unemployment benefits out of budgeted fund and the balance in this reserve was transferred to the 2010 Capital Reserve. It is not anticipated that the District will place additional funds in this reserve at this time.

MANHASSET UFSD FUND BALANCE AND RESERVES

5. 2010 Capital Reserve:

Purpose: This reserve fund may be used to pay for the cost of any object or purpose for which bonds may be issued.

Explanation for change: On May 18, 2010, the voters approved the establishment of the 2010 Capital Reserve of up to \$10 million and the Board funded the account with a \$2,118,734 transfer from the Insurance Reserve as of June 2010. On May 17, 2011, voters approved capital projects totaling \$2,405,725 to be funded from the 2010 Capital Reserve, together with unassigned fund balance of up to \$286,991. Projects were completed during Summer 2012 and in 2013. The balance at June 30, 2013 was fully expended in 2013-14, as all approved capital projects were completed. In June 2014 and October 2014, the Board authorized the transfer of \$2 million and \$400,000, respectively, to the 2010 Capital Reserve. In June 2015, the Board authorized the transfer of up to \$3.5 million to the 2010 Capital Reserve, of which \$1,805,170 was transferred as of June 30, 2015. The use of the \$2.4 million was authorized by the voters in December 2014 to partially fund \$22.6 million in capital projects over the next two years. Of this, \$1.75 million was transferred in 2014-15 and \$650,000 was transferred in 2015-16. In June 2016, the Board authorized the transfer of up to \$2 million into the 2010 Capital Reserve. The actual transfer was \$541,307 as of June 30, 2016. In June 2017, the Board authorized the transfer of up to \$2,928,500 to the 2010 Capital Reserve. The actual transfer was \$1,340,175. In addition, \$206,720 was transferred from the Reserve for Unemployment Insurance to the 2010 Capital Reserve, effective June 30, 2017. In June 2018, the Board authorized the transfer of up to \$1,500,000 to the 2010 Capital Reserve. The actual transfer was \$948,885. In June 2019, the Board authorized the transfer of up to \$639,008 to the 2010 Capital Reserve, of which \$639,007 was transferred. This completed the funding of the 2010 Capital Reserve to its total authorized amount of \$10 million. The voters approved Proposition 2 on the May 21, 2019 ballot to expend \$4.925 million of the 2010 Capital Reserve for capital projects, of which \$773,860 and \$3,696,845 was transferred to the Capital Projects Fund in 2019-20 and 2020-21, respectively. The voters approved Proposition 2 on the May 17, 2022 ballot to expend \$3.185 million for certain capital projects, including \$900,000 from the 2010 Capital Reserve. Since its inception, interest earnings are \$214,261, and \$9,897,338 of the 2010 Capital Reserve has been utilized for capital projects authorized by the voters.

Other Comments: This reserve fund requires voter approval to create and expend. Currently, the District does not anticipate seeking voter approval to utilize the remaining balance in the 2010 Capital Reserve.

Funding: The 2010 Capital Reserve has been fully funded.

6. 2018 Capital Reserve:

Purpose: This reserve fund may be used to pay for the cost of any object or purpose for which bonds may be issued.

Explanation for change: On May 15, 2018, the voters approved the establishment of the 2018 Capital Reserve of up to \$10 million, with a maximum funding term of 10 years. In June 2019, the Board approved a transfer of up to \$750,000 to the 2018 Capital Reserve, of which \$68,614 was transferred. In June 2020, the Board approved a transfer of up to \$5 million to the 2018 Capital Reserve, of which \$0 was transferred. In June 2021, the Board approved a transfer up to \$5 million to the 2018 Capital Reserve, of which \$2,109,205 was transferred. The voters approved Proposition 2 on the May 17, 2022 ballot to expend \$3.185 million for certain capital projects, including \$2.1 million from the 2010 Capital Reserve. In June 2022, the Board approved a transfer of up to \$4 million to the 2018 Capital Reserve, of which \$1,220,231 was transferred. Since its inception, interest earnings are \$1,199, and \$2,100,000 of the 2018 Capital Reserve has been utilized for capital projects authorized by the voters.

Other Comments: This reserve requires voter approval to create and expend. Other Comments: This reserve fund requires voter approval to create and expend. Currently, the District does not anticipate seeking voter approval to utilize funds in the 2018 Capital Reserve.

Funding: The 2018 Capital Reserve will be funded generally through the transfer of surplus money, if any, from the District's General Fund unappropriated fund balance that may be available at the end of each fiscal year.

General Fund Nonspendable Fund Balance:

Purpose: Nonspendable fund balance was reserved for prepaid expenses at June 30, 2019, expended in 2019-2020.

General Fund Assigned Fund Balance:

1. Unappropriated Fund Balance - Designated for Encumbrances:

Purpose: Reserved for payment to vendors whose invoices have not yet been received.

Explanation for change: The dollar amount of payments to vendors estimated to be open for payment at the end of the school year fluctuates.

2. Appropriated Fund Balance - Designated for Subsequent Year's Expenditures:

Purpose: To be used for tax levy reduction in the next fiscal year.

Explanation for change: The 2020-21, 2021-22 and 2022-23 budgets applied \$724,067 to the respective tax levy.

MANHASSET UFSD FUND BALANCE AND RESERVES

General Fund Unassigned Fund Balance:

Purpose: This amount is the unallocated portion of the District's fund balance. NYS Real Property Tax Law permits the retention of up to 4% of the current budget as unassigned.

Other Comments: The District's unassigned fund balance at June 30, 2020 was \$4,026,393 after the designation of \$4,348,511 of unassigned fund balance as assigned for the specific purpose of covering the expenses associated with the COVID-19 Reopening Plan in 2020-21. These unanticipated expenses were not provided for in the general fund budget for 2020-21. This assigned and designated fund balance was 4.32% of next year's budget. After such designation, unassigned fund balance of \$4,026,393 was 4% of next year's budget. Actual expenditures related to the 2020-21 COVID-19 Reopening Plan were \$4,210,003. The District's unassigned fund balance at June 30, 2021 is \$4,092,808 after the designation of \$925,000 of unassigned fund balance as assigned for the specific purpose of covering the expenses associated with the COVID-19 Reopening Plan in 2021-22 and to enhance systems security in the wake of the cybersecurity attack in September 2021. Actual expenditures related to these items in 2021-22 were \$420,579. The District's unassigned fund balance at June 30, 2022 is \$4,188,415, 4.0004 of next year's budget.

Funding: The District intends to maintain Unassigned Fund Balance at the statutory maximum of 4% of current budget.

Other Funds:

Special Aid Fund:

Purpose: The fund is used to account for activities using specific revenue sources, including Federal and State grants that are legally restricted to expenditures for specified purposes.

School Lunch Fund:

Purpose: The fund is used to account for the activities of the District's school lunch activities.

Other Comments: The assigned unappropriated fund balance must be utilized in support of the school program and may include equipment upgrades and cafeteria renovations. Fund balance at June 30, 2020, 2021 and 2022 was approximately 4.45, 4.01 and 4.72 months average expenditure, respectively.

Funding: Federal regulations limit the net cash resources to be retained by the school lunch fund to 3 months average expenditure and requires a plan to expend excess funds. In 2022-23, the District plans to:

1. Purchase of pre-approved equipment items including ranges and ovens, refrigeration equipment, food preparation equipment, food warmers and service equipment.
2. Equipment repairs and service.
3. Equipment rental.
4. Materials and supplies.
5. Pay salaries for Cafeteria Monitors who have monitoring duties integral to the food service program in each of the District's elementary cafeterias.

Debt Service Fund:

Purpose: The fund is used to account for the proceeds of debt issuance, including interest earned on such proceeds. These monies must be used to pay the debt service of the obligations from which they originate.

Explanation for change: The debt service fund increased in each year primarily due to allocated interest.

**MANHASSET UFSD
FUND BALANCE AND RESERVES**

Funding: The District evaluates the need for designations for subsequent year's expenditures in concert with the annual budget process.

MANHASSET UFSD

FUND BALANCE AND RESERVES

Capital Projects Fund:

Purpose: The fund is used to pay for certain specific capital projects authorized by the voters.

Explanation for change: On December 3, 2014, the District voters approved a Capital Projects Bond Referendum for projects totaling \$22,690,870, which was funded by up to \$19,493,194 of bonds and a transfer from the general fund of \$466,676, \$2.4 million of 2010 Capital Reserve funds and a \$250,000 gift from the Manhasset School Community Association. On May 21, 2019, the voters approved a capital projects proposition for \$5,830,000 to be funded from a transfer from the 2010 Capital Reserve (\$4,924,625), a transfer from general fund unassigned fund balance in 2018-19 (\$811,000) and gifts from the community (\$94,345). On May 18, 2021, the voters approved a capital projects proposition to be funded by a transfer of \$1,917,685 from the general fund unassigned fund balance to the Capital Projects fund. On May 17, 2022, the voters approved a capital projects proposition to be funded by a transfer of 2.1 million from the 2018 Capital Reserve, \$900,000 from the 2010 Capital Reserve and \$185,000 from General Fund Unassigned Fund Balance. The net change in fiscal 2020 is a decrease of \$506,873, due to expenditures of \$1,340,249 pursuant to the 2014 Capital Projects Bond Referendum, the 2018 Smart Schools Bond Act, construction of security vestibules and the 2019 Capital Projects, offset by grants of \$57,216 related to New York State's Smart Schools Bond Act, a transfer from the 2010 Capital Reserve of \$773,860 pursuant to the 2019 Capital Projects Proposition and earned interest. The net change in fiscal 2021 is an increase of \$1,164,252. This net increase is primarily due to transfers from the general fund of \$3,696,845 pursuant to the 2019 Capital Projects proposition and \$1,917,685 pursuant to the 2021 Capital Projects proposition approved by the voters on May 18, 2021, less expenditures of \$4,450,278 pursuant to the 2014 Capital Projects Bond Referendum, the 2019 Capital Projects proposition and the 2021 Capital Projects proposition. The net change in fiscal 2022 is due to transfers in from the 2010 and 2018 Capital Reserves of \$3,185,000 related to the 2022 Capital Projects proposition, a grant of \$250,000 pursuant to the 2019 Capital Projects, offset by expenditures of \$3,385,480 pursuant to the 2014 Capital Projects Bond Referendum, the 2019, 2021 and 2022 Capital Projects propositions.