



SWEET HOME CENTRAL SCHOOL DISTRICT

FINANCIAL STATEMENT AUDIT PRESENTATION

FOR THE YEAR ENDED JUNE 30, 2024

SETH D. HENNARD, CPA
JEREMY J. SMITH, CPA

Lumsden
McCormick 
P.C.

CERTIFIED PUBLIC ACCOUNTANTS

Cyclorama Building | 369 Franklin Street | Buffalo, NY 14202

p: 716.856.3300 | f: 716.856.2524 | www.LumsdenCPA.com

AUDIT SCOPE AND RESULTS



DELIVERABLES

- Auditors' Report on Financial Statements (unmodified opinion)
- Auditors' Report required by *Government Auditing Standards* (no matters)
- Auditors' Report on Compliance for Each Major Federal Program and on Internal Control required by the Uniform Guidance (no matters)
 - \$8,745,000 in Federal Funds (\$9,148,000 in 2023)
 - Low-risk auditee
 - Tested total of \$6,511,000 or 74.4% – Child Nutrition Cluster (\$3,170,000) and Education Stabilization Fund (\$3,341,000)
- Data Collection Form
- Extraclassroom Activity Schedule of Additions and Deductions
 - Beginning net position \$125,600, additions \$191,000, deductions \$179,600, ending net position \$137,000
- Communication with those Charged with Governance
- Management Letter



REQUIRED COMMUNICATIONS

AUDITOR RESPONSIBILITY

PLANNED SCOPE AND TIMING

COMPLIANCE WITH ETHICS REQUIREMENTS REGARDING INDEPENDENCE

SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES, AND DISCLOSURES

- Accounting estimates – Capitalization and depreciation of capital assets, accrual of compensated absences, leases, total Other Postemployment Benefits (OPEB) liability and net pension position with related disclosures, and reserves
- Footnote disclosures: Note 6 – Long-Term Liabilities, Note 7 – Pensions, and Note 8 – OPEB

DIFFICULTIES ENCOUNTERED DURING THE AUDIT (NONE)

DISAGREEMENTS WITH MANAGEMENT (NONE)

UNCORRECTED AND CORRECTED MISSTATEMENTS (ALL RECORDED)

CIRCUMSTANCES AFFECTING THE FORM AND CONTENT OF THE AUDITORS' REPORT (NONE)

REPRESENTATIONS REQUESTED FROM MANAGEMENT

MANAGEMENT'S CONSULTATION WITH OTHER ACCOUNTANTS (NONE)

OTHER SIGNIFICANT MATTERS, FINDINGS, OR ISSUES (NONE)

MANAGEMENT LETTER



COMMENTS AND OBSERVATIONS

- No material weaknesses
- Current year observation
 - Excess fund balance – food service fund
- Informational points
 - GASB 101 – *Compensated Absences* (2025)
 - GASB 102 – *Certain Risk Disclosures* (2025)
 - GASB 103 – *Financial Reporting Model Improvements* (2026)

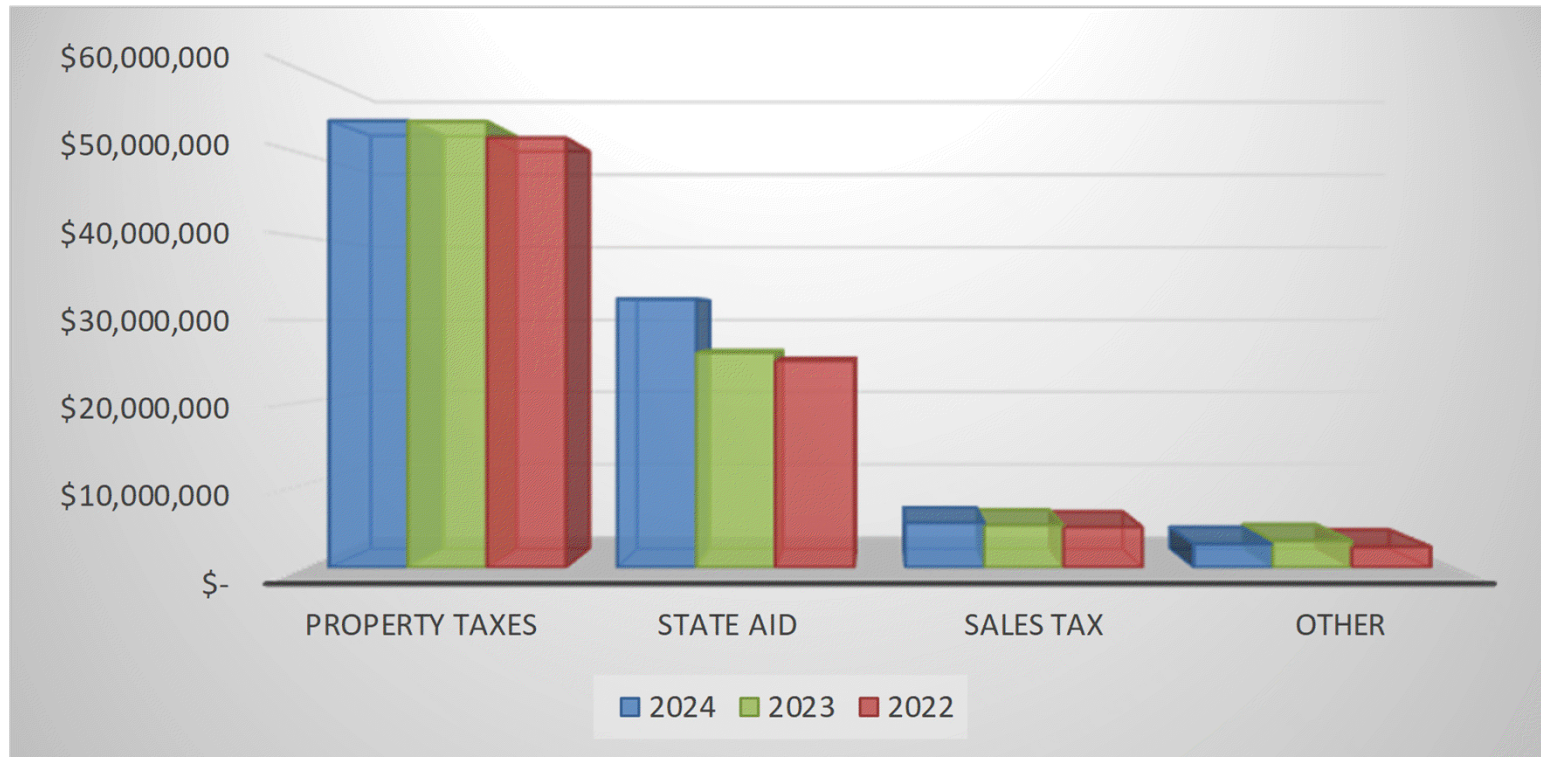
SUMMARY OF FUNDS



Years ended June 30,	2024	2023	Change
Fund Balance - General Fund			
Restricted			
Employee benefits	\$ 660,000	\$ 640,000	\$ 20,000
Workers' compensation	877,000	851,000	26,000
Retirement contribution	1,583,000	2,741,000	(1,158,000)
Unemployment	446,000	433,000	13,000
Debt service	816,000	1,703,000	(887,000)
Tax certiorari	1,048,000	1,018,000	30,000
Capital	2,956,000	2,870,000	86,000
Assigned			
Designated for subsequent year	2,420,000	2,420,000	-
Other purposes	918,000	2,766,000	(1,848,000)
Unassigned	2,951,000	3,876,000	(925,000)
	<u>\$ 14,675,000</u>	<u>\$ 19,318,000</u>	<u>\$ (4,643,000)</u>
Fund Balance (Deficit) - Capital Projects	<u>\$ (124,000)</u>	<u>\$ (32,348,000)</u>	<u>\$ 32,224,000</u>
Fund Balance - Food Service	<u>\$ 3,694,000</u>	<u>\$ 2,885,000</u>	<u>\$ 809,000</u>
Total Fund Balance - All Funds	<u>\$ 18,245,000</u>	<u>\$ (10,145,000)</u>	<u>\$ 28,390,000</u>

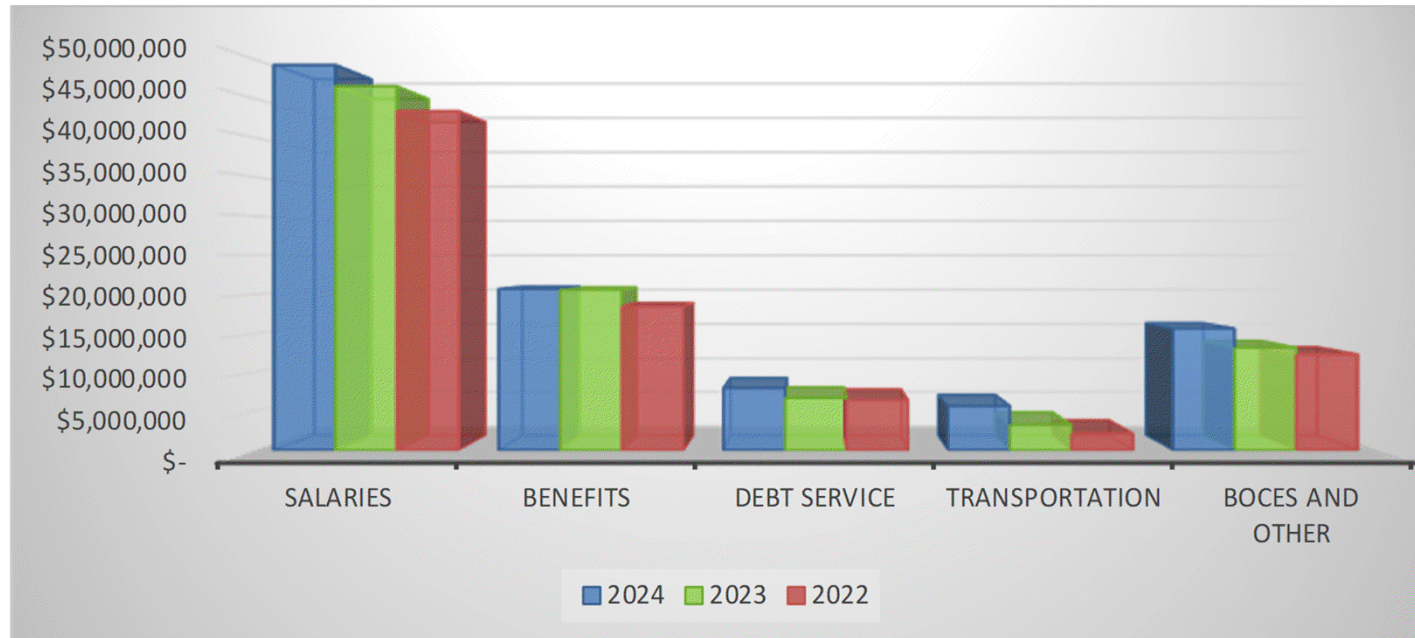


GENERAL FUND REVENUE



For the years ended June 30,	2024	2023	2022
Property taxes	\$ 54,026,000	\$ 53,947,000	\$ 51,961,000
State aid	32,582,000	26,088,000	25,099,000
Sales tax	5,424,000	5,144,000	4,911,000
Other	2,874,000	3,252,000	2,543,000
	\$ 94,906,000	\$ 88,431,000	\$ 84,514,000

GENERAL FUND EXPENDITURES



For the years ended June 30,	2024	2023	2022
Salaries	\$ 49,272,000	\$ 46,546,000	\$ 43,380,000
Employee benefits			
Health insurance	10,016,000	11,086,000	10,094,000
Retirement systems	4,719,000	4,640,000	4,447,000
Payroll taxes and other	5,976,000	4,872,000	3,930,000
Debt service	7,970,000	6,693,000	6,409,000
Transportation	5,652,000	3,236,000	2,142,000
BOCES and other	15,661,000	13,235,000	12,370,000
	<u>\$ 99,266,000</u>	<u>\$ 90,308,000</u>	<u>\$ 82,772,000</u>

GOVERNMENT-WIDE SUMMARY AND RECONCILIATION



<u>For the years ended June 30,</u>	<u>2024</u>	<u>2023</u>	<u>Change</u>
Current assets	\$ 26,773,000	\$ 35,997,000	\$ (9,224,000)
Capital assets	121,055,000	115,672,000	5,383,000
	<u>147,828,000</u>	<u>151,669,000</u>	<u>(3,841,000)</u>
Pension, OPEB, and deferred resources, net	<u>1,351,000</u>	<u>5,604,000</u>	<u>(4,253,000)</u>
Long-term liabilities	(64,583,000)	(27,092,000)	37,491,000
Other liabilities	(7,791,000)	(46,311,000)	(38,520,000)
	<u>(72,374,000)</u>	<u>(73,403,000)</u>	<u>(1,029,000)</u>
Net position	<u>\$ 76,805,000</u>	<u>\$ 83,870,000</u>	<u>\$ (7,065,000)</u>

<u>For the years ended June 30,</u>	<u>2024</u>	<u>2023</u>
Net income (loss) governmental funds	\$ 28,390,000	\$ (16,970,000)
Add back capital expenditures (net)	5,383,000	13,941,000
Net impact of long-term liabilities	(37,491,000)	3,531,000
Net impact of pension, OPEB, and other	(3,347,000)	(1,502,000)
	<u>\$ (7,065,000)</u>	<u>\$ (1,000,000)</u>



QUESTIONS AND DISCUSSION

