NORTH ROSE – WOLCOTT
CENTRAL SCHOOL DISTRICT

BASIC FINANCIAL STATEMENTS

For Year Ended June 30, 2024

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BUSINESS
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INDEPENDENT AUDITORS' REPORT

To the Board of Education
North Rose-Wolcott Central School District, New York

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of North Rose-Wolcott Central School District, New York, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the North Rose-Wolcott Central School District, New York, as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of North Rose-Wolcott Central School District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

North Rose-Wolcott Central School District's management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control–related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedule of changes in District's total OPEB liability and related ratio, schedule of the District's proportionate share of the net pension liability, schedule of District contributions, and budgetary comparison information on pages 4-13 and 51-55 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise North Rose-Wolcott Central School District's basic financial statements. The accompanying supplemental information as listed in the table of contents and schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations, Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The accompanying supplementary information as listed in the table of contents and schedule of expenditures of federal awards is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information as listed in the table of contents and schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 1, 2024 on our consideration of North Rose-Wolcott Central School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering North Rose-Wolcott Central School District's internal control over financial reporting and compliance.

Mengel, Metzger, Barr & Co. LLP

Rochester, New York
November 1, 2024

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North Rose-Wolcott Central School District

Management's Discussion and Analysis

For the Fiscal Year Ended June 30, 2024

The following is a discussion and analysis of the North Rose-Wolcott Central School District's financial performance for the fiscal year ended June 30, 2024. This section is a summary of the School District's financial activities based on currently known facts, decisions, and/or conditions. It is also based on both the government-wide and fund-based financial statements. The results of the current year are discussed in comparison with the prior year, with an emphasis placed on the current year. This section is only an introduction and should be read in conjunction with the School District's financial statements, which immediately follow this section.

Financial Highlights

At the close of the fiscal year, the total assets plus deferred outflows (what the district owns) exceeded its total liabilities plus deferred inflows (what the district owes) by $48,848,901 (net position), an increase of $4,274,904 from the prior year.

As of the close of the fiscal year, the School District's governmental funds reported combined fund balances of $14,966,457, a decrease of $3,965,386 in comparison with the prior year.

General revenues, which include Real Property Taxes, Non Property Taxes, State and Federal Aid, Investment Earnings, Compensation for Loss, and Miscellaneous, accounted for $35,753,197, or 86% of all revenues. Program specific revenues in the form of Charges for Services and Operating Grants and Contributions, accounted for $5,586,123, or 14% of total revenues.

Overview of the Financial Statements

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

Government-Wide Financial Statements

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

The *statement of net position* presents information on all of the School District's assets plus deferred outflow of resources and liabilities plus deferred inflow of resources, with the difference between the two reported as *net position.* Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the School District is improving or deteriorating.

The *statement of activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows.

The *governmental* activities of the School District include instruction, pupil transportation, cost of food sales, general administrative support, community service, and interest on long-term debt.

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

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The School District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. All of the funds of the School District can be divided into two categories: governmental funds and fiduciary funds.

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources,* as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating the School District's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities.*

The School District maintains six individual governmental funds; the General Fund, Special Aid Fund, School Lunch Fund, Miscellaneous Special Revenue Fund, Debt Service Fund, and Capital Projects Fund. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the general fund, the special aid fund, and the capital projects fund, which are reported as major funds. The school lunch fund, the miscellaneous special revenue fund, and the debt service fund are aggregated into a single column and reported as non-major funds.

The School District adopts and voters approve an annual budget for its General Fund. A budgetary comparison statement has been provided for the General Fund within the basic financial statements to demonstrate compliance with the budget.

The *Fiduciary Funds* are used to account for assets held by the School District in an agency capacity which accounts for assets held by the School District on behalf of others. Fiduciary funds are not reflected in the government-wide financial statement because the resources of these funds are *not* available to support the School District's programs.

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

Major Feature of the District-Wide and Fund Financial Statements			
	Government-Wide Statements	**Fund Financial Statements**	
		Governmental Funds	Fiduciary Funds
Scope	Entire District (except fiduciary funds)	The activities of the School District that are not proprietary or fiduciary, such as special education, scholarship programs, and building maintenance	Instances in which the School District administers resources on behalf of someone else, such as student activities monies
Required financial statements	Statement of net position Statement of activities	Balance sheet Statement of revenues, expenditures, and changes in fund balance	Statement of fiduciary net position statement of changes in fiduciary net position
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally, assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All additions and deductions during the year, regardless of when cash is received or paid

Notes to the Financial Statements

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

Government-Wide Statements

The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all the School District's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the District's net position and how they have changed. Net position, the difference between the District's assets plus deferred outflow of resources and liabilities plus deferred inflow of resources, is one way to measure the District's financial health or position. Over time, increases or decreases in the District's net position are an indicator of whether its financial position is improving or deteriorating, respectively. Additional non-financial factors such as changes in the District’s property tax base and the condition of the school buildings and facilities must also be considered to assess the District’s overall health.

All of the District’s services are reported in the government-wide financial statements as governmental activities. Most of the District's basic services are included here, such as regular and special education, transportation and administration. Property taxes, federal and state aid, and investment earnings finance most of these activities.

Financial Analysis of the School District as a Whole

Net Position

The District's combined net position was more on June 30, 2024 than the year before, increasing to $4,274,904, as shown in the table below.

	Governmental Activities		Total Variance
ASSETS:	**2024**	**2023**	
Current and Other Assets	$ 24,872,786	$ 21,278,490	$ 3,594,296
Capital Assets	65,774,018	58,177,835	7,596,183
Total Assets	**$ 90,646,804**	**$ 79,456,325**	**$ 11,190,479**
DEFERRED OUTFLOWS OF RESOURCES:			
Deferred Outflows of Resources	**$ 10,083,999**	**$ 12,724,733**	**$ (2,640,734)**
LIABILITIES:			
Long-Term Debt Obligations	$ 37,429,775	$ 41,592,885	$ (4,163,110)
Other Liabilities	10,261,432	2,350,959	7,910,473
Total Liabilities	**$ 47,691,207**	**$ 43,943,844**	**$ 3,747,363**
DEFERRED INFLOWS OF RESOURCES:			
Deferred Inflows of Resources	**$ 4,190,695**	**$ 3,663,217**	**$ 527,478**
NET POSITION:			
Net Investment in Capital Assets	$ 41,450,277	$ 38,746,441	$ 2,703,836
Restricted For,			
Capital Projects	4,423,552	-	4,423,552
Employment Retirement System	1,752,983	1,668,973	84,010
Capital Reserve	7,246,673	6,850,198	396,475
Debt Service Reserve	1,940,372	1,633,917	306,455
Other Purposes	2,467,203	3,344,709	(877,506)
Unrestricted	(10,432,159)	(7,670,241)	(2,761,918)
Total Net Position	**$ 48,848,901**	**$ 44,573,997**	**$ 4,274,904**

Key Variances

- Capital Assets increased $7,596,183 as a result of the completion of capital project work.
- Other Liabilities increased $7,910,473 as a result of temporary financing for new capital projects.

The District's financial position is the product of many factors.

By far, the largest component of the School District's net position reflects its investment in capital assets, less any related debt used to acquire those assets that is still outstanding. The School District uses these capital assets to provide services to the students and consequently, these assets are not available for future spending. Although the School District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

There are five restricted net asset balances, Capital Projects, Reserve for ERS, Capital Reserves, Debt Service Reserve, and Other Purposes. The remaining balance is unrestricted net position which is a deficit of $10,432,159.

Changes in Net Position

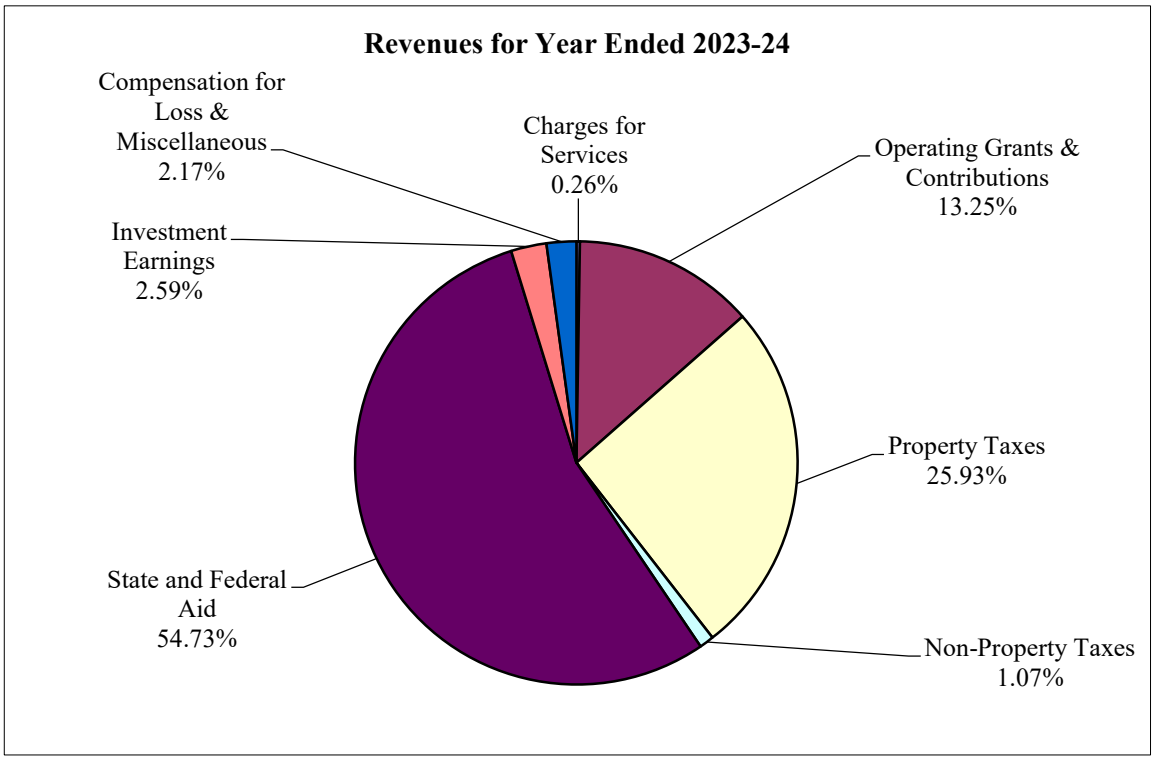
The District's total revenue increased 7% to $41,339,320. State and federal aid 55% and property taxes 26% accounted for most of the District's revenue. The remaining 19% of the revenue comes from operating grants, charges for services, non property taxes, investment earnings, compensation for loss, and miscellaneous revenues.

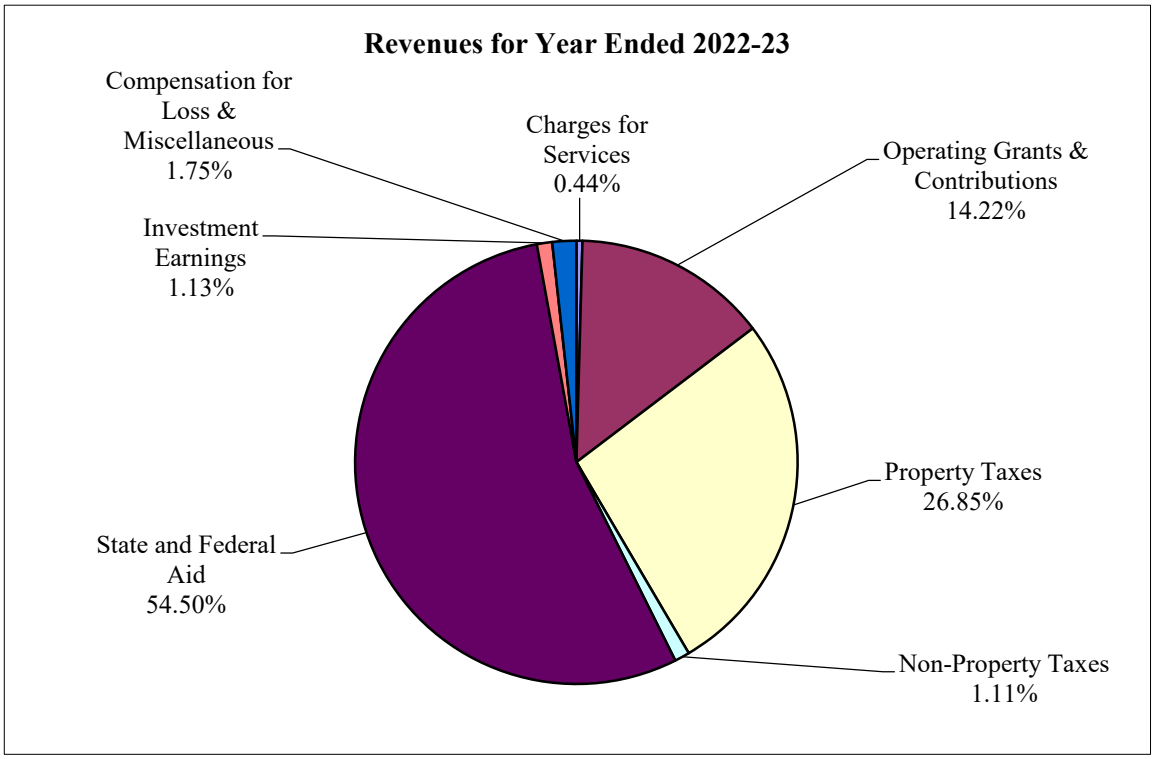
The total cost of all the programs and services increased 9% to $37,064,416. The District's expenses are predominately related to education and caring for the students, or Instruction 71%. General support, which included expenses associated with the operation, maintenance and administration of the District, accounted for 14% of the total costs. The remaining 15% of the expenditures comes from pupil transportation, community services, school lunch, and interest on long-term debt. See table below:

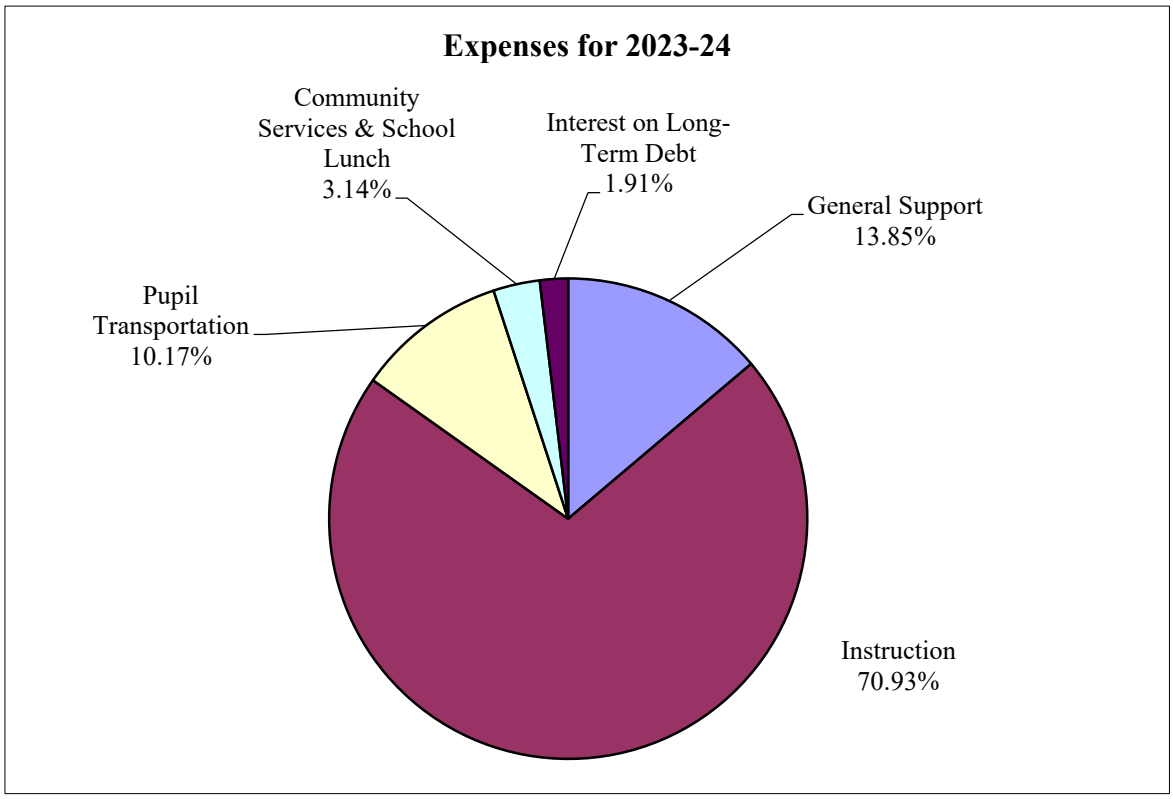
	Governmental Activities		Total Variance
	2024	2023	
REVENUES:			
Program -			
Charges for Service	$ 108,004	$ 172,142	$ (64,138)
Operating Grants & Contributions	5,478,119	5,507,924	(29,805)
Total Program	$ 5,586,123	$ 5,680,066	$ (93,943)
General -			
Property Taxes	$ 10,719,991	$ 10,395,460	$ 324,531
Non Property Taxes	444,183	430,874	13,309
State and Federal Aid	22,625,304	21,102,975	1,522,329
Investment Earnings	1,071,755	438,952	632,803
Compensation for Loss	41,175	211,078	(169,903)
Miscellaneous	850,789	461,907	388,882
Total General	$ 35,753,197	$ 33,041,246	$ 2,711,951
TOTAL REVENUES	**$ 41,339,320**	**$ 38,721,312**	**$ 2,618,008**
EXPENSES:			
General Support	$ 5,134,148	$ 5,251,140	$ (116,992)
Instruction	26,289,633	24,784,888	1,504,745
Pupil Transportation	3,768,964	2,550,118	1,218,846
Community Services	59,108	60,617	(1,509)
School Lunch	1,106,476	1,032,235	74,241
Interest	706,087	425,769	280,318
TOTAL EXPENSES	**$ 37,064,416**	**$ 34,104,767**	**$ 2,959,649**
INCREASE IN NET POSITION	**$ 4,274,904**	**$ 4,616,545**	
NET POSITION, BEGINNING OF YEAR	44,573,997	39,957,452	
NET POSITION, END OF YEAR	**$ 48,848,901**	**$ 44,573,997**	

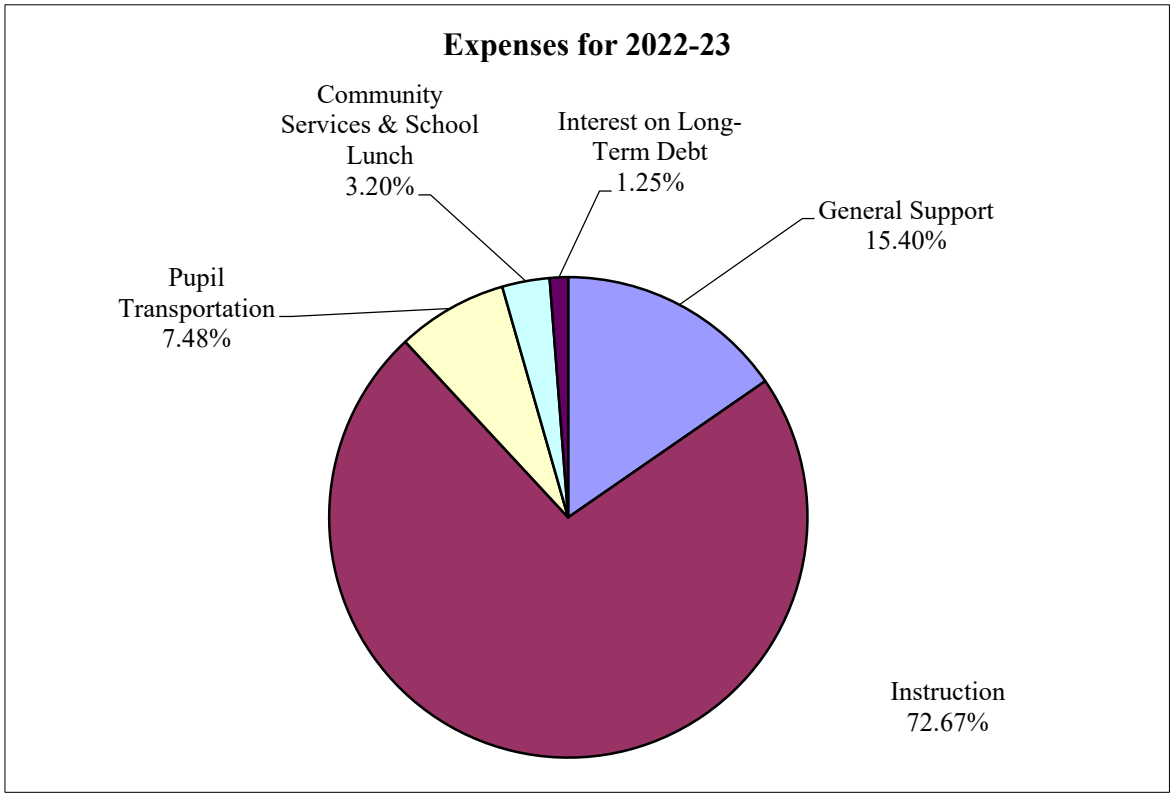
Key Variances

- State and Federal Aid increased $1,522,329 as a result of expensed based state aid categories.
- Instruction increased $1,504,745 as a result of increase in salaries and tuition costs.
- Pupil Transportation increased $1,218,846 as a result of additional salaries expenses and contracted transportation.


Revenues for Year Ended 2023-24
Compensation for Loss & Miscellaneous 2.17%
Charges for Services 0.26%
Operating Grants & Contributions 13.25%
Investment Earnings 2.59%
Property Taxes 25.93%
State and Federal Aid 54.73%
Non-Property Taxes 1.07%


Revenues for Year Ended 2022-23
Compensation for Loss & Miscellaneous 1.75%
Charges for Services 0.44%
Operating Grants & Contributions 14.22%
Investment Earnings 1.13%
Property Taxes 26.85%
State and Federal Aid 54.50%
Non-Property Taxes 1.11%


Expenses for 2023-24
Community Services & School Lunch 3.14%
Interest on Long-Term Debt 1.91%
General Support 13.85%
Pupil Transportation 10.17%
Instruction 70.93%


Expenses for 2022-23
Community Services & School Lunch 3.20%
Interest on Long-Term Debt 1.25%
General Support 15.40%
Pupil Transportation 7.48%
Instruction 72.67%

Financial Analysis of the School District's Funds

The financial performance of the District as a whole is reflected in its governmental funds. As the District completed the year, its governmental funds reported combined fund balances of $14,966,457, which is less than last year's ending fund balance of $18,931,843.

The General Fund is the chief operating fund of the District. At the end of the current year, the total fund balance of the General Fund was $14,839,809. Fund balance for the General Fund decreased by $33,323 compared with the prior year. See table below:

General Fund Balances:	2024	2023	Total Variance
Nonspendable	$ 810,961	$ 1,953,614	$ (1,142,653)
Restricted	11,386,787	10,630,894	755,893
Assigned	1,222,470	929,834	292,636
Unassigned	1,419,591	1,358,790	60,801
Total General Fund Balances	**$ 14,839,809**	**$ 14,873,132**	**$ (33,323)**

The District appropriated funds from the following reserves for the 2024-25 budget:

	Total
Unemployment Costs	$ 25,000
Retirement Contribution	350,000
Teachers' Retirement Contribution	175,000
Debt	475,000
Employee Benefit Accrued Liability	20,000
Total	**$ 1,045,000**

General Fund Budgetary Highlights

The difference between the original budget and the final amended budget was $6,145,816. This change is attributable to $779,834 of carryover encumbrances from the 2022-23 school year, $75,700 for bus lift repair, $4,250,000 for CIP project, $8,545 for insurance recoveries, $18,790 for surplus equipment, $285,279 for consulting cost for capital project, and $727,668 for bus purchase.

The key factors for budget variances in the general fund are listed below along with explanations for each.

Revenue Items:	Budget Variance Original Vs. Amended	Explanation for Budget Variance
Miscellaneous	$285,279	Due to additional refunds of prior year expenses

Expenditure Items:	Budget Variance Original Vs. Amended	Explanation for Budget Variance
General Support	$425,624	Due to various contractual expenses that were more than anticipated
Pupil Transportation	$283,709	Due to unanticipated contracted transportation costs
Transfers-Out	$5,031,681	Transfer to Capital reserve for upcoming capital project

Revenue Items:	Budget Variance Amended Vs. Actual	Explanation for Budget Variance
Use of Money and Property	$635,937	Due to higher interest rates
Miscellaneous	$261,451	Higher than expected refund of prior year expenses

Expenditure Items:	Budget Variance Amended Vs. Actual	Explanation for Budget Variance
General Support	$448,380	Due mainly to lower operational costs than expected
Instructional	$1,786,681	Reduced expenditures due to temporary grant funding
Pupil Transportation	$265,429	Due to lower fuel and other supply costs than expected
Employee Benefits	$1,722,462	Due to lower than expected health insurance and retirement costs

Capital Asset and Debt Administration

Capital Assets

By the end of the 2024 fiscal year, the District had invested $65,244,380 in a broad range of capital assets, including land, work in progress, buildings and improvements, and machinery and equipment. The change in capital assets, net of accumulated depreciation, is reflected below:

	2024	2023
Capital Assets		
Land	$ 190,188	$ 190,188
Work in Progress	45,962,792	37,372,829
Buildings and Improvements	16,979,215	17,646,568
Machinery and Equipment	2,112,185	2,423,110
Total Capital Assets	**$ 65,244,380**	**$ 57,632,695**
Lease Assets		
Equipment	$ 529,638	$ 545,140
Total Lease Assets	**$ 529,638**	**$ 545,140**

More detailed information can be found in the notes to the financial statements.

Long-Term Debt

At year end, the District had $37,429,775 in general obligation bonds and other long-term debt outstanding as follows:

Type	2024	2023
Serial Bonds	$ 16,455,000	$ 19,130,000
Lease Liability	6,449	16,555
Unamortized Bond Premium	527,646	580,411
OPEB	16,900,477	16,903,825
Net Pension Liability	2,408,487	3,893,933
Retainage Payable	395,895	365,658
Retirement Incentives	680,000	652,000
Compensated Absences	55,821	50,503
Total Long-Term Obligations	**$ 37,429,775**	**$ 41,592,885**

More detailed information can be found in the notes to the financial statements.

Factors Bearing on the District's Future

The North Rose – Wolcott School District has continued with the economic affect provided by federal funding opportunities following the 2020 pandemic. In addition, the economic climate has resulted in significant increases in the consumer price index (CPI). The District continues to monitor these economic factors and maintains a conservative approach to managing the current and future budgets.

Contacting the School District's Financial Management

This financial report is designed to provide the District's citizens, taxpayers, customers, investors, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the following:

North Rose - Wolcott Central School District
11631 Salter Colvin Road
Wolcott, New York 14590

NORTH ROSE - WOLCOTT CENTRAL SCHOOL DISTRICT, NEW YORK

Statement of Net Position

June 30, 2024

	Governmental Activities
ASSETS	
Cash and cash equivalents	$ 20,827,935
Accounts receivable	3,652,096
Inventories	12,978
Prepaid items	379,777
Capital Assets:	
Land	190,188
Work in progress	45,962,792
Other capital assets (net of depreciation)	19,621,038
TOTAL ASSETS	**$ 90,646,804**
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows of resources	**$ 10,083,999**
LIABILITIES	
Accounts payable	$ 194,673
Accrued liabilities	392,632
Unearned revenues	88,810
Due to other governments	19
Due to teachers' retirement system	1,112,886
Due to employees' retirement system	155,844
Bond anticipation notes payable	8,063,303
Other Liabilities	253,265
Long-Term Obligations:	
Due in one year	1,971,955
Due in more than one year	35,457,820
TOTAL LIABILITIES	**$ 47,691,207**
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows of resources	**$ 4,190,695**
NET POSITION	
Net investment in capital assets	$ 41,450,277
Restricted For:	
Capital projects	4,423,552
Debt service	1,940,372
Reserve for employee retirement system	1,752,983
Capital reserves	7,246,673
Other purposes	2,467,203
Unrestricted	(10,432,159)
TOTAL NET POSITION	**$ 48,848,901**

(See accompanying notes to financial statements)

NORTH ROSE - WOLCOTT CENTRAL SCHOOL DISTRICT, NEW YORK

Statement of Activities

For The Year Ended June 30, 2024

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Governmental Activities
Primary Government -				
General support	$ 5,134,148	$ -	$ -	$ (5,134,148)
Instruction	26,289,633	60,946	4,435,588	(21,793,099)
Pupil transportation	3,768,964	-	-	(3,768,964)
Community services	59,108	-	-	(59,108)
School lunch	1,106,476	47,058	1,042,531	(16,887)
Interest	706,087	-	-	(706,087)
Total Primary Government	**$ 37,064,416**	**$ 108,004**	**$ 5,478,119**	**$ (31,478,293)**

General Revenues:	
Property taxes	$ 10,719,991
Non property taxes	444,183
State and federal aid	22,625,304
Investment earnings	1,071,755
Compensation for loss	41,175
Miscellaneous	850,789
Total General Revenues	**$ 35,753,197**
Changes in Net Position	$ 4,274,904
Net Position, Beginning of Year	44,573,997
Net Position, End of Year	**$ 48,848,901**

(See accompanying notes to financial statements)

NORTH ROSE - WOLCOTT CENTRAL SCHOOL DISTRICT, NEW YORK

Balance Sheet

Governmental Funds

June 30, 2024

ASSETS	General Fund	Special Aid Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
Cash and cash equivalents	$ 12,704,346	$ 15,933	$ 5,572,663	$ 2,534,993	$ 20,827,935
Receivables	1,837,632	1,739,779	-	74,685	3,652,096
Inventories	-	-	-	12,978	12,978
Due from other funds	1,857,573	191,855	-	24,607	2,074,035
Prepaid items	379,777	-	-	-	379,777
TOTAL ASSETS	**$ 16,779,328**	**$ 1,947,567**	**$ 5,572,663**	**$ 2,647,263**	**$ 26,946,821**
LIABILITIES AND FUND BALANCES					
Liabilities -					
Accounts payable	$ 192,439	$ 2,234	$ -	$ -	$ 194,673
Accrued liabilities	19,227	3,025	-	1,322	23,574
Notes payable - bond anticipation notes	-	-	8,063,303	-	8,063,303
Due to other funds	191,903	1,857,573	24,559	-	2,074,035
Due to other governments	-	-	-	19	19
Due to TRS	1,112,886	-	-	-	1,112,886
Due to ERS	155,844	-	-	-	155,844
Other liabilities	253,265	-	-	-	253,265
Compensated absences	13,955	-	-	-	13,955
Unearned revenue	-	84,735	-	4,075	88,810
TOTAL LIABILITIES	**$ 1,939,519**	**$ 1,947,567**	**$ 8,087,862**	**$ 5,416**	**$ 11,980,364**
Fund Balances -					
Nonspendable	$ 810,961	$ -	$ -	$ 12,978	$ 823,939
Restricted	11,386,787	-	4,250,001	2,020,444	17,657,232
Assigned	1,222,470	-	173,553	608,425	2,004,448
Unassigned	1,419,591	-	(6,938,753)	-	(5,519,162)
TOTAL FUND BALANCE	**$ 14,839,809**	**$ -**	**$ (2,515,199)**	**$ 2,641,847**	**$ 14,966,457**
TOTAL LIABILITIES AND FUND BALANCES	**$ 16,779,328**	**$ 1,947,567**	**$ 5,572,663**	**$ 2,647,263**	

Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets/right to use assets used in governmental activities are not financial resources and therefore are not reported in the funds.	65,774,018
Interest is accrued on outstanding bonds in the statement of net position but not in the funds.	(369,058)
The following long-term obligations are not due and payable in the current period and therefore are not reported in the governmental funds:	
Serial bonds payable	(16,455,000)
Leases	(6,449)
Retainage payable	(395,895)
OPEB	(16,900,477)
Compensated absences	(41,866)
Retirement incentives	(680,000)
Unamortized bond premium	(527,646)
Deferred outflow - pension	5,926,986
Deferred outflow - OPEB	4,157,013
Net pension liability	(2,408,487)
Deferred inflow - pension	(1,442,512)
Deferred inflow - OPEB	(2,748,183)
Net Position of Governmental Activities	**$ 48,848,901**

(See accompanying notes to financial statements)

NORTH ROSE - WOLCOTT CENTRAL SCHOOL DISTRICT, NEW YORK

Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds

For The Year Ended June 30, 2024

	General Fund	Special Aid Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES					
Real property taxes and tax items	$ 10,719,991	$ -	$ -	$ -	$ 10,719,991
Non-property taxes	444,183	-	-	-	444,183
Charges for services	60,946	-	-	-	60,946
Use of money and property	700,937	-	-	370,818	1,071,755
Sale of property and compensation for loss	41,175	-	-	-	41,175
Miscellaneous	761,730	-	-	24,951	786,681
State sources	22,537,592	1,519,136	-	180,356	24,237,084
Federal sources	87,712	2,916,452	-	862,175	3,866,339
Sales	-	-	-	47,058	47,058
TOTAL REVENUES	**$ 35,354,266**	**$ 4,435,588**	**$ -**	**$ 1,485,358**	**$ 41,275,212**
EXPENDITURES					
General support	$ 3,939,532	$ -	$ -	$ -	$ 3,939,532
Instruction	15,451,825	3,677,363	-	-	19,129,188
Pupil transportation	1,846,786	119,832	716,219	-	2,682,837
Community services	40,003	-	-	-	40,003
Employee benefits	5,938,083	776,696	-	110,424	6,825,203
Debt service - principal	2,685,106	-	-	-	2,685,106
Debt service - interest	406,732	-	-	-	406,732
Cost of sales	-	-	-	501,587	501,587
Other expenses	-	-	-	413,479	413,479
Capital outlay	-	-	8,681,039	-	8,681,039
TOTAL EXPENDITURES	**$ 30,308,067**	**$ 4,573,891**	**$ 9,397,258**	**$ 1,025,490**	**$ 45,304,706**
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$ 5,046,199	$ (138,303)	$ (9,397,258)	$ 459,868	$ (4,029,494)
OTHER FINANCING SOURCES (USES)					
Transfers - in	$ 125,000	$ 138,303	$ 5,066,219	$ -	$ 5,329,522
Transfers - out	(5,204,522)	-	-	(125,000)	(5,329,522)
Premium on obligations issued	-	-	-	64,108	64,108
TOTAL OTHER FINANCING SOURCES (USES)	**$ (5,079,522)**	**$ 138,303**	**$ 5,066,219**	**$ (60,892)**	**$ 64,108**
NET CHANGE IN FUND BALANCE	**$ (33,323)**	**$ -**	**$ (4,331,039)**	**$ 398,976**	**$ (3,965,386)**
FUND BALANCE, BEGINNING OF YEAR	14,873,132	-	1,815,840	2,242,871	18,931,843
FUND BALANCE, END OF YEAR	**$ 14,839,809**	**$ -**	**$ (2,515,199)**	**$ 2,641,847**	**$ 14,966,457**

(See accompanying notes to financial statements)

NORTH ROSE - WOLCOTT CENTRAL SCHOOL DISTRICT, NEW YORK

Reconciliation of Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to Statement of Activities

For The Year Ended June 30, 2024

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS			$ (3,965,386)
Amounts reported for governmental activities in the Statement of Activities are different because:			
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The following are the amounts by which capital outlays and additions of assets in excess depreciation in the current period:			
	Capital Outlay	$ 8,681,039	
	Additions to Assets, Net	310,552	
	Depreciation and Amortization	(1,395,408)	
			7,596,183
Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term obligations in the Statement of Net Position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term obligations in the Statement of Net Position. The following details these items as they effect the governmental activities:			
	Debt Repayments	$ 2,685,106	
	Unamortized Bond Premium	52,765	
			2,737,871
In the Statement of Activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.			(352,120)
The retainage liability does not require the use of current financial resources and, therefore, is not reported as an expenditure in the governmental funds.			(30,237)
The net OPEB liability does not require the use of current financial resources and, therefore, is not reported as an expenditure in the governmental funds.			(556,510)
(Increase) decrease in proportionate share of net pension asset/liability reported in the Statement of Activities do not provide for or require the use of current financial resources and therefore are not reported as revenues or expenditures in the governmental funds			
	Teachers' Retirement System		(796,958)
	Employees' Retirement System		(325,950)
In the Statement of Activities, vacation pay, teachers' retirement incentive and judgments and claims are measured by the amount accrued during the year. In the governmental funds, expenditures for these items are measured by the amount actually paid. The following provides the differences of these items as presented in the governmental activities:			
	Compensated Absences	$ (3,989)	
	Retiree Incentives	(28,000)	
			(31,989)
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES			**$ 4,274,904**

(See accompanying notes to financial statements)

NORTH ROSE - WOLCOTT CENTRAL SCHOOL DISTRICT, NEW YORK

Statement of Fiduciary Net Position

June 30, 2024

	Custodial Funds
ASSETS	
Cash and cash equivalents	$ 265,406
TOTAL ASSETS	**$ 265,406**
NET POSITION	
Restricted for individuals, organizations and other governments	$ 265,406
TOTAL NET POSITION	**$ 265,406**

Statement of Changes in Fiduciary Net Position

For The Year Ended June 30, 2024

	Custodial Funds
ADDITIONS	
Dental coverage	$ 27,577
Library taxes	223,100
Student activity	58,863
TOTAL ADDITIONS	**$ 309,540**
DEDUCTIONS	
Student activity	$ 63,904
Library taxes	223,100
Dental coverage	23,649
TOTAL DEDUCTIONS	**$ 310,653**
CHANGE IN NET POSITION	$ (1,113)
NET POSITION, BEGINNING OF YEAR	266,519
NET POSITION, END OF YEAR	**$ 265,406**

(See accompanying notes to financial statements)

I. Summary of Significant Accounting Policies

The financial statements of the North Rose - Wolcott Central School District, New York (the District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

A. Reporting Entity

The North Rose - Wolcott Central School District is governed by the laws of New York State. The District is an independent entity governed by an elected Board of Education consisting of seven members. The President of the Board serves as the chief fiscal officer and the Superintendent is the chief executive officer. The Board is responsible for, and controls all activities related to public school education within the District. Board members have authority to make decisions, power to appoint management, and primary accountability for all fiscal matters.

The reporting entity of the District is based upon criteria set forth by GASB Statement 14, *The Financial Reporting Entity*, as amended by GASB Statement 39, *Component Units* and GASB Statement 61, *The Financial Reporting Entity*. The financial reporting entity consists of the primary government, organizations for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The District is not a component unit of another reporting entity. The decision to include a potential component unit in the District's reporting entity is based on several criteria including legal standing, fiscal dependency, and financial accountability. Based on the application of these criteria, the following is a brief review of certain entities included in the District's reporting entity.

1. Extraclassroom Activity Funds

The extraclassroom activity funds of the District represent funds of the students of the District. The Board of Education exercises general oversight of these funds. The extraclassroom activity funds are independent of the District with respect to its financial transactions, and the designation of student management. Separate audited financial statements (cash basis) of the extraclassroom activity funds can be found at the District's business office**.** The District accounts for assets held for various student organizations in the fiduciary fund.

B. Joint Venture

The District is a component of the Wayne - Finger Lakes (BOCES). The BOCES is a voluntary, cooperative association of school districts in a geographic area that shares planning, services, and programs which provide educational and support activities. There is no authority or process by which a school district can terminate its status as a BOCES component.

BOCES are organized under §1950 of the New York State Education Law. A BOCES Board is considered a corporate body. Members of a BOCES Board are nominated and elected by their component member boards in accordance with provisions of §1950 of the New York State Education Law. All BOCES property is held by the BOCES Board as a corporation (§1950(6)). In addition, BOCES Boards also are considered municipal corporations to permit them to contract with other municipalities on a cooperative basis under §119-n(a) of the New York State General Municipal Law.

A BOCES' budget is comprised of separate budgets for administrative, program, and capital costs. Each component school district's share of administrative and capital cost is determined by resident public school district enrollment as defined in Education Law, Section 1950(4)(b)(7). In addition, component districts pay tuition or a service fee for programs in which its students participate.

During the year, the District was billed $6,285,379 for BOCES administrative and program costs.

The District's share of BOCES aid amounted to $1,608,376.

Financial statements for the BOCES are available from the BOCES administrative office.

C. Basis of Presentation

1. Districtwide Statements

The Statement of Net Position and the Statement of Activities present financial information about the District's governmental activities. These statements include the financial activities of the overall government in its entirety, except those that are fiduciary. Eliminations have been made to minimize the double counting of internal transactions. Governmental activities generally are financed through taxes, state aid, intergovernmental revenues, and other exchange and non-exchange transactions. Operating grants include operating-specific and discretionary (either operating or capital) grants, while the capital grants column reflects capital specific grants.

The Statement of Activities presents a comparison between program expenses and revenues for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Indirect expenses, principally employee benefits, are allocated to functional areas in proportion to the payroll expended for those areas. Program revenues include charges paid by the recipients of goods or services offered by the programs, and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

2. Fund Statements

The fund statements provide information about the District's funds, including fiduciary funds. Separate statements for each fund category (governmental and fiduciary) are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

(I.) (Continued)

The District reports the following governmental funds:

a. **Major Governmental Funds**

General Fund - This is the District's primary operating fund. It accounts for all financial transactions that are not required to be accounted for in another fund.

Special Aid Fund - This fund accounts for the proceeds of specific revenue sources, such as federal and state grants, that are legally restricted to expenditures for specified purposes. These legal restrictions may be imposed either by governments that provide the funds, or by outside parties.

Capital Projects Fund - Used to account for the financial resources used for acquisition, construction, or major repair of capital facilities and bus purchases.

b. **Nonmajor Governmental Funds -** The other funds which are not considered major are aggregated and reported as nonmajor governmental funds as follows:

School Lunch Fund - Used to account for transactions of the District's lunch, breakfast and milk programs.

Debt Service Fund - This fund accounts for the accumulation of resources and the payment of principal and interest on long-term obligations for governmental activities.

Miscellaneous Special Revenue Fund – used to account for and report those revenues that are restricted or committed to expenditures for specified purposes.

c. **Fiduciary Funds -** Fiduciary activities are those in which the District acts as trustee or agent for resources that belong to others. These activities are not included in the District-wide financial statements, because their resources do not belong to the District, and are not available to be used.

Custodial Funds - These funds are strictly custodial in nature and do not involve the measurement of results of operations. Assets are held by the District as agent for various student groups or extraclassroom activity.

D. **Measurement Focus and Basis of Accounting**

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

The District-Wide and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Nonexchange transactions, in which the District gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants and donations. On an accrual basis revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if the revenues are collected within one year after the end of the fiscal year.

Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

E. Property Taxes

Real property taxes are levied annually by the Board of Education no later than September 1, and become a lien on August 10, 2023. Taxes are collected during the period September 1 to October 31, 2023.

Uncollected real property taxes are subsequently enforced by the County in which the District is located. The County pays an amount representing uncollected real property taxes transmitted to the County for enforcement to the District no later than the following April 1.

F. Restricted Resources

When an expense is incurred for purposes for which both restricted and unrestricted net position are available, the District's policy concerning which to apply first varies with the intended use, and with associated legal requirements, many of which are described elsewhere in these notes.

G. Interfund Transactions

The operations of the District include transactions between funds. These transactions may be temporary in nature, such as with interfund borrowing. The District typically loans resources between funds for the purpose of providing cash flow. These interfund receivables and payables are expected to be repaid within one year. Permanent transfers of funds include the transfer of expenditures and revenues to provide financing or other services.

In the District-wide statements, the amounts reported on the Statement of Net Position for interfund receivables and payables represent amounts due between different fund types (governmental activities and fiduciary funds). Eliminations have been made for all interfund receivables and payables between the funds.

The governmental funds report all interfund transactions as originally recorded. Interfund receivables and payables may be netted on the accompanying governmental funds balance sheet when it is the District's practice to settle these amounts at a net balance based upon the right of legal offset.

Refer to Note VI for a detailed disclosure by individual fund for interfund receivables, payables, expenditures, and revenues activity.

H. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported revenues and expenses during the reporting period. Actual results could differ from those estimates. Estimates and assumptions are made in a variety of areas, including computation of encumbrances, compensated absences, potential contingent liabilities and useful lives of long-lived assets.

I. Cash and Cash Equivalents

The District's cash and cash equivalents consist of cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

New York State Law governs the District's investment policies. Resources must be deposited in FDIC-insured commercial banks or trust companies located within the State. Permissible investments include obligations of the United States Treasury, United States Agencies, repurchase agreements and obligations of New York State or its localities.

Collateral is required for demand and time deposits and certificates of deposit not covered by FDIC insurance. Obligations that may be pledged as collateral are obligations of the United States and its agencies and obligations of the State and its municipalities and Districts. Investments are stated at fair value.

J. Receivables

Receivables are shown net of an allowance for uncollectible accounts, when applicable.

In addition, the District will report a receivable relating to a lease arrangement. The receivable is recorded at the present value of the future payments and recognized over the life of the lease.

No allowance for uncollectible accounts has been provided since it is believed that such allowance would not be material.

(I.) (Continued)

K. Inventory and Prepaid Items

Inventories of food and/or supplies for school lunch are recorded at cost on a first-in, first-out basis or, in the case of surplus food, at stated value which approximates market. Purchases of inventoriable items in other funds are recorded as expenditures at the time of purchase, and are considered immaterial in amount.

Prepaid items represent payments made by the District for which benefits extend beyond year end. These payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the District-wide and fund financial statements. These items are reported as assets on the statement of net position or balance sheet using the consumption method. A current asset for the prepaid amounts is recorded at the time of purchase and an expense/expenditure is reported in the year the goods or services are consumed.

A non-spendable fund balance for these non-liquid assets (inventories and prepaid items) has been recognized to signify that a portion of fund balance is not available for other subsequent expenditures.

L. Capital Assets

In the District-wide financial statements, capital assets are accounted for at historical cost or estimated historical cost if actual is unavailable, except for donated capital assets which are recorded at their acquisition value at the date of donation.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives and capitalization threshold by type of assets is as follows:

Class	Capitalization Threshold	Depreciation Method	Estimated Useful Life
Buildings	$ 50,000	SL	15-50 Years
Machinery and Equipment	$ 5,000	SL	5-20 Years

The investment in infrastructure type assets have not been segregated for reporting purposes since all costs associated with capital projects are consolidated and reported as additions to buildings and improvements.

M. Right To Use Assets

The District-wide financial statements, right-to-use-assets are reported within the major class of the underlying asset and valued at the future minimum lease payment. Amortization is between 5 and 10 years based on the contract terms and/or estimated replacement of the assets.

(I.) (Continued)

N. Unearned Revenue

The District reports unearned revenues on its Statement of Net Position and its Balance Sheet. On the Statement of Net Position, unearned revenue arises when resources are received by the District before it has legal claim to them, as when grant monies are received prior to incurrence of qualifying expenditures. In subsequent periods, when the District has legal claim to resources, the liability for unearned revenue is removed and revenue is recognized.

O. Deferred Outflows and Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expenses/expenditure) until that time.

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

P. Vested Employee Benefits

1. Compensated Absences

Compensated absences consist of unpaid accumulated annual sick leave, vacation, and sabbatical time.

Sick leave eligibility and accumulation is specified in negotiated labor contracts, and in individual employment contracts. Upon retirement, resignation or death, employees may contractually receive a payment based on unused accumulated sick leave.

Certain District employees are granted vacation in varying amounts, based primarily on length of service and service position. Some earned benefits may be forfeited if not taken within varying time periods.

Consistent with GASB Statement 16, Accounting for Compensated Absences, the liability has been calculated using the vesting/termination method and an accrual for that liability is included in the District-wide financial statements. The compensated absences liability is calculated based on the pay rates in effect at year end.

In the funds' statements only the amount of matured liabilities is accrued within the General Fund based upon expendable and available financial resources. These amounts are expensed on a pay-as-you-go basis.

Q. Other Benefits

District employees participate in the New York State Employees' Retirement System and the New York State Teachers' Retirement System.

In addition to providing pension benefits, the District provides post-employment health coverage to retired employees in accordance with the provision of various employment contracts in effect at the time of retirement. Substantially all of the District's employees may become eligible for these benefits if they reach normal retirement age while working for the District. Health care benefits are provided through plans whose premiums are based on the benefits paid during the year. The cost of providing post-retirement benefits may be shared between the District and the retired employee. The District recognizes the cost of providing health insurance by recording its share of insurance premiums as an expenditure.

R. Short-Term Debt

The District may issue Bond Anticipation Notes (BAN), in anticipation of proceeds from the subsequent sale of bonds. These notes are recorded as current liabilities of the funds that will actually receive the proceeds from the issuance of bonds. State law requires that a BAN issued for capital purposes be converted to long-term financing within five years after the original issue date.

S. Accrued Liabilities and Long-Term Obligations

Payables, accrued liabilities, and long-term obligations are reported in the district-wide financial statements. In the governmental funds, payables and accrued liabilities are paid in a timely manner and in full from current financial resources. Claims and judgments, other postemployment benefits payable and compensated absences that will be paid from governmental funds are reported as a liability in the funds' financial statements only to the extent that they are due for payment in the current year. Bonds and other long-term obligations that will be paid from governmental funds are recognized as a liability in the fund financial statements when due.

Long-term obligations represent the District's future obligations or future economic outflows. The liabilities are reported as due in one year or due within more than one year in the Statement of Net Position.

T. Equity Classifications

1. District-Wide Statements

In the District-wide statements there are three classes of net position:

a. Net Investment in Capital Assets - consists of net capital assets (cost less accumulated depreciation) reduced by outstanding balances of related debt obligations from the acquisition, constructions or improvements of those assets.

b. Restricted Net Position - reports net position when constraints placed on the assets or deferred outflows of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

(I.) (Continued)

On the Statement of Net Position the following balances represent the restricted for other purposes:

	Total
Workers' Compensation	$ 164,366
Unemployment Costs	34,126
Retirement Contribution - TRS	775,112
Tax Certiorari	42,864
Repair	277,608
Scholarships	80,072
Liability	803,833
Employee Benefit Accrued Liability	289,222
Total Net Position - Restricted for Other Purposes	**$ 2,467,203**

c. **Unrestricted Net Position** - reports the balance of net position that does not meet the definition of the above two classifications . The reported deficit of $10,432,159 at year end is the result of full implementation of GASB #75 regarding retiree health obligations.

2. **Fund Statements**

In the fund basis statements there are five classifications of fund balance:

a. **Nonspendable Fund Balance** – Includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. Nonspendable fund balance includes:

	Total
Inventory in School Lunch	$ 12,978
Prepaid Items	379,777
Noncurrent Receivables	431,184
Total Nonspendable Fund Balance	**$ 823,939**

b. **Restricted Fund Balances** – Includes amounts with constraints placed on the use of resources either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or imposed by law through constitutional provisions or enabling legislation. All encumbrances of funds other than the general fund are classified as restricted fund balance. The District has established the following restricted fund balances:

(I.) (Continued)

Capital Reserve - According to Education Law §3651, must be used to pay the cost of any object or purpose for which bonds may be issued. The creation of a capital reserve fund requires authorization by a majority of the voters establishing the purpose of the reserve; the ultimate amount, its probable term and the source of the funds. Expenditures may be made from the reserve only for a specific purpose further authorized by the voters. The form for required legal notice for the vote on establishing and funding the reserve and the form of the proposition to be placed on the ballot are set forth in §3651 of the Education Law. The Reserve is accounted for in the General Fund under restricted fund balance. Year end balances are as follows:

Name of Reserve	Maximum Funding	Total Funding Provided	Total Year to Date Balance
2022 Capital Building Reserve	$ 15,000,000	$ 9,166,197	$ 5,113,515
2023 Bus Purchase Reserve	$ 6,000,000	$ 2,718,591	$ 2,133,158

Reserve for Debt Service - According to General Municipal Law §6-1, the Reserve for Debt Service must be established for the purpose of retiring the outstanding obligations upon the sale of District property or capital improvement that was financed by obligations that remain outstanding at the time of the sale. Also, earnings on project monies invested together with unused proceeds are reported here.

Employee Benefit Accrued Liability Reserve - According to General Municipal Law §6-p, must be used for the payment of accrued employee benefits due to an employee upon termination of the employee's service. This reserve may be established by a majority vote of the Board, and is funded by budgetary appropriations and such other reserves and funds that may be legally appropriated.

Liability Reserve - According to General Municipal Law §1709(8) (c), must be used to pay for property loss and liability claims incurred. Separate funds for property loss and liability claims are required, and this reserve may not in total exceed 3% of the annual budget or $15,000, whichever is greater.

Repair Reserve - According to General Municipal Law §6-d, must be used to pay the cost of repairs to capital improvements or equipment, which repairs are of a type not recurring annually. The Board of Education, without voter approval, may establish a repair reserve fund by a majority vote of its members. Voter approval is required to fund this reserve (Opinion of the New York State Comptroller 81-401). Expenditures from this reserve may be made only after a public hearing has been held, except in emergency situations. If no hearing is held, the amount expended must be repaid to the reserve fund over the next two subsequent fiscal years.

Retirement Contribution Reserve - According to General Municipal Law §6-r, must be used financing retirement contributions. The reserve must be accounted for separate and apart from all other funds and a detailed report of the operation and condition of the fund must be provided to the Board.

Teachers' Retirement Reserve – General Municipal Law §6-r was amended to include a Teachers' Retirement Reserve (TRS) sub-fund. The reserve has an annual funding limit of 2% of the prior year TRS salaries and a maximum cumulative total balance of 10% of the previous year's TRS salary.

Unemployment Insurance Reserve - According to General Municipal Law §6-m, must be used to pay the cost of reimbursement to the State Unemployment Insurance Fund for payments made to claimants where the employer has elected to use the benefit reimbursement method. The reserve may be established by Board action and is funded by budgetary appropriations and such other funds as may be legally appropriated. Within sixty days after the end of any fiscal year, excess amounts may either be transferred to another reserve or the excess applied to the appropriations of the next succeeding fiscal year's budget. If the District elects to convert to tax (contribution) basis, excess resources in the fund over the sum sufficient to pay pending claims may be transferred to any other reserve fund.

Workers' Compensation Reserve - According to General Municipal Law §6-j, must 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 this self-insurance program. The reserve may be established by Board action, and is funded by budgetary appropriations and such other funds as may be legally appropriated. Within sixty days after the end of any fiscal year, excess amounts may either be transferred to another reserve or the excess applied to the appropriations of the next succeeding fiscal year's budget.

Tax Certiorari Reserve - According to General Municipal Law §3651.1-a, must be used to establish a reserve fund for tax certiorari claims and to expend from the fund without voter approval. The monies held in the reserve shall not exceed the amount which might reasonably be deemed necessary to meet anticipated judgments and claims arising out of tax certiorari proceedings. Any resources deposited to the reserve which are not expended for tax certiorari proceeding in the year such monies are deposited must be returned to the General Fund on or before the first day of the fourth fiscal year after deposit of these monies.

Encumbrances - Encumbrance accounting, under which purchase orders, contracts and other commitments of expenditures are recorded for budgetary control purposes in order to reserve applicable appropriations, is employed as a control in preventing over-expenditure of established appropriations. Open encumbrances are reported as restricted fund balance in all funds other than the General Fund and the School Lunch Fund, since they do not constitute expenditures or liabilities and will be honored through budget appropriations in the subsequent year.

(I.) (Continued)

Restricted fund balances include the following:

	Total
General Fund -	
Workers' Compensation	$ 164,366
Unemployment Costs	34,126
Retirement Contribution - ERS	1,752,983
Retirement Contribution - TRS	775,112
Tax Certiorari	42,864
Repair	277,608
Liability	803,833
Capital Reserves	7,246,673
Employee Benefit Accrued Liability	289,222
Capital Projects Fund -	
Capital Improvements	4,250,001
Debt Service Fund -	
Debt Service	1,940,372
Miscellaneous Special Revenue Fund -	
Scholarships	80,072
Total Restricted Fund Balance	**$ 17,657,232**

The District appropriated and/or budgeted funds from the following reserves for the 2024-25 budget:

	Total
Unemployment Costs	$ 25,000
Retirement Contribution	350,000
Teachers' Retirement Contribution	175,000
Debt	475,000
Employee Benefit Accrued Liability	20,000
Total	**$ 1,045,000**

c. **Committed -** Includes amounts that can only be used for the specific purposes pursuant to constraints imposed by formal action of the school districts highest level of decision making authority, i.e., the Board of Education. The District has no committed fund balances as of June 30, 2024.

d. **Assigned Fund Balance** – Includes amounts that are constrained by the District's intent to be used for specific purposes, but are neither restricted nor committed. All encumbrances of the General Fund are classified as assigned fund balance. Encumbrances represent purchase commitments made by the District's purchasing agent through their authorization of a purchase order prior to year-end. The District assignment is based on the functional level of expenditures.

(I.) (Continued)

Management has determined significant encumbrances for the General Fund to be in excess of $48,000, $17,000 in the Capital Projects Fund, $7,000 in the School Lunch Fund and $9,500 in the Special Aid Fund. The District reports the following significant encumbrances:

General Fund -		
General Support	$	552,110
Instruction	$	299,824
Pupil Transportation	$	103,703
Capital Projects Fund -		
Capital Improvements	$	2,127,686
School Lunch Fund -		
Cost of Sales	$	115,792
Other Expenses	$	105,052
Special Aid Fund -		
Instructional	$	562,779

Assigned fund balances include the following:

		Total
General Fund - Encumbrances	$	972,470
General Fund - Appropriated for Taxes		250,000
Capital Projects Fund - Year End Equity		173,553
School Lunch Fund - Year End Equity		608,425
Total Assigned Fund Balance	**$**	**2,004,448**

e. **Unassigned Fund Balance** –Includes all other general fund amounts that do not meet the definition of the above four classifications and are deemed to be available for general use by the school district and could report a surplus or deficit. In funds other than the general fund, the unassigned classification is used to report a deficit fund balance resulting from overspending for specific purposes for which amounts had been restricted or assigned.

NYS Real Property Tax Law 1318 limits the amount of unexpended surplus funds a school district can retain to no more than 4% of the District's budget for the general fund for the ensuing fiscal year. Nonspendable and restricted fund balance of the general fund are excluded from the 4% limitation. Amounts appropriated for the subsequent year and encumbrances are also excluded from the 4% limitation.

3. Order of Use of Fund Balance

The District's policy is to apply expenditures against nonspendable fund balance, restricted fund balance, committed fund balance, assigned fund balance, and unassigned fund balance at the end of the fiscal year. For all funds, nonspendable fund balances are determined first and then restricted fund balances for specific purposes are determined. Any remaining fund balance amounts for funds other than the general fund are classified as restricted fund balance. In the general fund, the remaining amounts are reported as unassigned. Assignments of fund balance cannot cause a negative unassigned fund balance.

U. New Accounting Standards

The District has adopted all current Statements of the Governmental Accounting Standards Board (GASB) that are applicable. At June 30, 2024, the District implemented the following new standards issued by GASB:

GASB has issued Statement No. 99, *Omnibus 2022 (financial guarantees and derivative instruments).*

GASB has issued Statement No. 100, *Accounting Changes and Error Corrections – an Amendment of GASB Statement No. 62.*

V. Future Changes in Accounting Standards

GASB has issued Statement No. 101, *Compensated Absences*, which will be effective for fiscal years beginning after December 15, 2023.

GASB has issued Statement No. 102, *Certain Risk Disclosures*, which will be effective for fiscal years beginning after June 15, 2024.

GASB has issued Statement No. 103, *Financial Reporting Model Improvements*, which will be effective for fiscal years beginning after June 15, 2025.

The District will evaluate the impact each of these pronouncements may have on its financial statements and will implement them as applicable and when material.

II. Stewardship, Compliance and Accountability

By its nature as a local government unit, the District is subject to various federal, state, and local laws and contractual regulations. An analysis of the District's compliance with significant laws and regulations and demonstration of its stewardship over District resources follows.

A. Budgets

The District administration prepares a proposed budget for approval by the Board of Education for the General Fund.

(II.) (Continued)

The voters of the District approved the proposed appropriation budget.

Appropriations are adopted at the program line-item level.

Appropriations established by adoption of the budget constitute a limitation on expenditures (and encumbrances) which may be incurred. Appropriations lapse at the end of the fiscal year unless expended or encumbered. Encumbrances will lapse if not expended in the subsequent year. Appropriations authorized for the current year are increased by the planned use of specific reserves, and budget amendments approved by the Board of Education as a result of selected new revenue sources not included in the original budget (when permitted by law). These supplemental appropriations may occur subject to legal restriction, if the Board approves them because of a need which exists which was not determined at the time the budget was adopted. During the 2023-24 fiscal year, the budget was increased by $75,700 for a bus lift repair, $727,668 for Bus Purchases, $18,790 for equipment purchases, $8,545 for insurance recoveries, $4,250,000 for the capital improvement project, $285,279 for consulting costs for capital project, and $779,834 in carryover encumbrances from the prior year.

Budgets are adopted annually on a basis consistent with GAAP. Appropriations authorized for the year are increased by the amount of encumbrances carried forward from the prior year.

Budgets are established and used for individual capital projects fund expenditures as approved by a special referendum of the District's voters. The maximum project amount authorized is based primarily upon the cost of the project, plus any requirements for external borrowings, not annual appropriations. These budgets do not lapse and are carried over to subsequent fiscal years until the completion of the projects.

B. Encumbrances

Encumbrance accounting is used for budget control and monitoring purposes and is reported as a part of the governmental funds. Under this method, purchase orders, contracts, and other commitments for the expenditure of monies are recorded to reserve applicable appropriations. Outstanding encumbrances as of year-end are presented as reservations of fund balance and do not represent expenditures or liabilities. These commitments will be honored in the subsequent period. Related expenditures are recognized at that time, as the liability is incurred, or the commitment is paid.

C. Deficit Fund Balance – Capital Projects Fund

The Capital Projects Fund had a deficit fund balance of $2,515,199 at June 30, 2024, which is a result of bond anticipation notes which are used as a temporary means of financing capital projects. These proceeds are not recognized as revenue but merely serve to provide cash to meet expenditures. This results in the creation of a fund deficit which will remain until the notes are replaced by permanent financing (i.e., bonds, grants-in-aid, or redemption from current appropriations).

III. Cash and Cash Equivalents

Credit Risk – In compliance with the State Law, District investments are limited to obligations of the United States of America, obligations guaranteed by agencies of the United States of America where the payment of principal and interest are guaranteed by the United States of America, obligations of the State, time deposit accounts and certificates of deposit issued by a bank or trust company located in, and authorized to do business in, the State, and obligations used by other municipalities and authorities with the State.

Concentration of Credit Risk – To promote competition in rates and service costs, and to limit the risk of institutional failure, District deposits and investments are placed with multiple institutions. The District's investment policy limits the amounts that may be deposited with any one financial institution.

Interest Rate Risk – The District has an investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from rising interest rates.

The District's aggregate bank balances, included balances not covered by depository insurance at year end, collateralized as follows:

Uncollateralized	$ -
Collateralized with Securities held by the Pledging Financial Institution	1,369,559
Collateralized within Trust Department or Agent	2,384,482
Total	**$ 3,754,041**

Restricted cash represents cash where use is limited by legal requirements. These assets represent amounts required by statute to be reserved for various purposes. Restricted cash as of year-end includes $17,657,232 within the governmental funds and $265,406 in the fiduciary funds.

IV. Investment Pool

The District participates in a multi-municipal cooperative investment pool agreement pursuant to New York State General Municipal Law Article 5-G, §119-O, whereby it holds a portion of the investments in cooperation with other participants. The investments are highly liquid and are considered to be cash equivalents.

Total investments of the cooperative as of year-end are $16,800,174, which consisted of $2,758,589 in repurchase agreements, $11,511,479 in U.S. Treasury Securities, $329,283 in FDIC insured deposits and $2,200,823 in collateralized bank deposits, with various interest rates and due dates.

The following amounts are included as unrestricted and restricted cash:

Fund	Bank Amount	Carrying Amount	Type of Investment
General	$ 11,586,434	$ 11,586,434	CLASS
Capital	$ 5,148,067	$ 5,148,067	CLASS
Special Revenue	$ 65,673	$ 65,673	CLASS

V. Receivables

Receivables at June 30, 2024 for individual major funds and nonmajor funds, including the applicable allowances for uncollectible accounts, are as follows:

	Governmental Activities			
Description	General Fund	Special Aid Fund	Nonmajor Funds	Total
Accounts Receivable	$ 113,861	$ 137,729	$ 7,118	$ 258,708
Due From State and Federal	544,143	1,602,050	67,567	2,213,760
Due From Other Governments	1,179,628	-	-	1,179,628
Total Receivables	**$ 1,837,632**	**$ 1,739,779**	**$ 74,685**	**$ 3,652,096**

District management has deemed the amounts to be fully collectible.

VI. Interfund Receivables, Payables, Revenues and Expenditures

Interfund Receivables, Payables, Revenues and Expenditures at June 30, 2024 were as follows:

	Interfund			
	Receivables	Payables	Revenues	Expenditures
General Fund	$ 1,857,573	$ 191,903	$ 125,000	$ 5,204,522
Special Aid Fund	191,855	1,857,573	138,303	-
Capital Projects Fund	-	24,559	5,066,219	-
Nonmajor Funds	24,607	-	-	125,000
Total	**$ 2,074,035**	**$ 2,074,035**	**$ 5,329,522**	**$ 5,329,522**

Interfund receivables and payables between governmental activities are eliminated on the Statement of Net Position. The District typically loans resources between funds for the purpose of mitigating the effects of transient cash flow issues. All interfund payables are not necessarily expected to be repaid within one year.

Transfers are used to finance certain special aid programs, support capital project expenditures, and debt service expenditures.

VII. Capital Assets and Lease Assets

A. Capital Assets

Capital asset balances and activity were as follows:

Type	Balance 7/1/2023	Additions	Deletions	Balance 6/30/2024
Governmental Activities:				
Capital Assets that are not Depreciated -				
Land	$ 190,188	$ -	$ -	$ 190,188
Work in progress	37,372,829	8,711,276	121,313	45,962,792
Total Nondepreciable	$ 37,563,017	$ 8,711,276	$ 121,313	$ 46,152,980
Capital Assets that are Depreciated -				
Buildings and Improvements	$ 44,898,299	$ 121,313	$ 147,291	$ 44,872,321
Machinery and equipment	8,076,668	357,074	1,773,705	6,660,037
Total Depreciated Assets	$ 52,974,967	$ 478,387	$ 1,920,996	$ 51,532,358
Less Accumulated Depreciation -				
Buildings and Improvements	$ 27,251,731	$ 788,472	$ 147,097	$ 27,893,106
Machinery and equipment	5,653,558	411,426	1,517,132	4,547,852
Total Accumulated Depreciation	$ 32,905,289	$ 1,199,898	$ 1,664,229	$ 32,440,958
Total Capital Assets Depreciated, Net of Accumulated Depreciation	$ 20,069,678	$ (721,511)	$ 256,767	$ 19,091,400
Total Capital Assets	**$ 57,632,695**	**$ 7,989,765**	**$ 378,080**	**$ 65,244,380**

B. Lease Assets

A summary of the lease activity during the year ended June 30, 2024 is as follows:

Type	Balance 7/1/2023	Additions	Deletions	Balance 6/30/2024
Lease Assets:				
Equipment	$ 1,427,158	$ 180,008	$ 11,205	$ 1,595,961
Total Lease Assets	$ 1,427,158	$ 180,008	$ 11,205	$ 1,595,961
Less Accumulated Amortization -				
Equipment	$ 882,018	$ 195,510	$ 11,205	$ 1,066,323
Total Accumulated Amortization	$ 882,018	$ 195,510	$ 11,205	$ 1,066,323
Total Lease Assets, Net	**$ 545,140**	**$ (15,502)**	**$ -**	**$ 529,638**

C. Other capital assets (net depreciation and amortization):

Depreciated capital assets, net	$ 19,091,400
Amortized lease assets, net	529,638
Total Other Capital Assets, net	**$ 19,621,038**

(VII.) (Continued)

D. Depreciation/Amortization expense for the period was charged to functions/programs as follows:

Governmental Activities:	**Depreciation**	**Amortization**	**Total**
General Government Support	$ 227,981	$ -	$ 227,981
Instruction	729,531	195,510	925,041
Pupil Transportation	190,276	-	190,276
School Lunch	52,110	-	52,110
Total Depreciation and Amortization Expense	**$ 1,199,898**	**$ 195,510**	**$ 1,395,408**

VIII. Short-Term Debt

Transactions in short-term debt for the year are summarized below:

	Maturity	**Interest Rate**	**Balance 7/1/2023**	**Additions**	**Deletions**	**Balance 6/30/2024**
BAN - Construction	7/26/2024	4.75%	$ -	$ 8,063,303	$ -	$ 8,063,303
Total Short-Term Debt			**$ -**	**$ 8,063,303**	**$ -**	**$ 8,063,303**

A summary of the short-term interest expense for the year is as follows:

Interest Paid	$ -
Plus: Interest Accrued in the Current Year	355,345
Total Short-Term Interest Expense	**$ 355,345**

IX. Long-Term Debt Obligations

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

	Balance 7/1/2023	**Additions**	**Deletions**	**Balance 6/30/2024**	**Due Within One Year**
Governmental Activities:					
Bonds and Notes Payable -					
Serial Bonds	$ 19,130,000	$ -	$ 2,675,000	$ 16,455,000	$ 1,505,000
Lease Liability	16,555	-	10,106	6,449	4,340
Unamortized Bond Premium	580,411	-	52,765	527,646	52,765
Total Bonds and Notes Payable	$ 19,726,966	$ -	$ 2,737,871	$ 16,989,095	$ 1,562,105
Other Liabilities -					
Net Pension Liability	$ 3,893,933	$ -	$ 1,485,446	$ 2,408,487	$ -
OPEB	16,903,825	-	3,348	16,900,477	-
Retainage Payable	365,658	30,237	-	395,895	395,895
Retirement Incentives	652,000	28,000	-	680,000	-
Compensated Absences	50,503	5,318	-	55,821	13,955
Total Other Liabilities	$ 21,865,919	$ 63,555	$ 1,488,794	$ 20,440,680	$ 409,850
Total Long-Term Obligations	**$ 41,592,885**	**$ 63,555**	**$ 4,226,665**	**$ 37,429,775**	**$ 1,971,955**

The General Fund has typically been used to liquidate long-term liabilities such as compensated absences.

(IX.) (Continued)

Existing serial and statutory bond obligations:

Description	Original Amount	Issue Date	Final Maturity	Interest Rate	Amount Outstanding 6/30/2024
Serial Bonds					
Construction	$ 20,810,000	2021	2034	2.00%	$ 16,455,000
Total Serial Bonds					**$ 16,455,000**
Leases					
Xerox Printer/Copier	$ 42,122	2020	2025	3.23%	$ 2,959
Xerox Printer/Copier	$ 6,863	2022	2027	1.37%	3,490
Total Leases					**$ 6,449**

The following is a summary of debt service requirements:

	Serial Bonds		Leases	
	Principal	Interest	Principal	Interest
2025	$ 1,505,000	$ 329,100	$ 4,340	$ 53
2026	1,535,000	299,000	1,401	20
2027	1,565,000	268,300	708	3
2028	1,595,000	237,000	-	-
2029	1,625,000	205,100	-	-
2030-34	8,630,000	524,600	-	-
Total	**$ 16,455,000**	**$ 1,863,100**	**$ 6,449**	**$ 76**

Interest on long-term debt for June 30, 2024 was composed of:

Interest Paid	$ 406,732
Less: Interest Accrued in the Prior Year	(16,938)
Less: Unamortized Bond Premium	(52,765)
Plus: Interest Accrued in the Current Year	13,713
Total Long-Term Interest Expense	**$ 350,742**

X. Deferred Inflows/Outflows of Resources

The following is a summary of the deferred inflows/outflows of resources:

	Deferred Outflows	Deferred Inflows
Pension	$ 5,926,986	$ 1,442,512
OPEB	4,157,013	2,748,183
Total	**$ 10,083,999**	**$ 4,190,695**

XI. Pension Plans

A. General Information

The District participates in the New York State Teacher's Retirement System (TRS) and the New York State and Local Employee's Retirement System (ERS). These are cost-sharing multiple employer public employee retirement systems. The Systems offer a wide range of plans and benefits, which are related to years of service and final average salary, vesting of retirement benefits, death, and disability.

B. Provisions and Administration

A 10-member Board of Trustees of the New York State Teachers' Retirement Board administers TRS. TRS provides benefits to plan members and beneficiaries as authorized by the Education Law and the New York State Retirement and Social Security Law (NYSRSSL). Membership is mandatory and automatic for all full-time teachers, teaching assistants, guidance counselors and administrators employed in New York Public Schools and BOCES who elected to participate in TRS. Once a public employer elects to participate in the system, the election is irrevocable. The New York State Constitution provides that pension membership is a contractual relationship and plan benefits cannot be diminished or impaired. Benefits can be changed for future members only by enactment of a State statute. TRS issues a publicly available financial report that contains financial statements and required supplementary information. The report may be obtained by writing to NYSTRS, 10 Corporate Woods Drive, Albany, New York 12211-2395 or by referring to the TRS Comprehensive Annual Financial report, which can be found on the System's website at www.nystrs.org.

ERS provides retirement benefits as well as death and disability benefits. The net position of the System is held in the New York State Common Retirement Fund (the Fund), which was established to hold all net assets and record changes in plan net position allocated to the System. The Comptroller of the State of New York serves as the trustee of the Fund and is the administrative head of the System. NYSRSSL govern obligations of employers and employees to contribute, and benefits to employees. Once a public employer elects to participate in the System, the election is irrevocable. The New York State Constitution provides that pension membership is a contractual relationship and plan benefits cannot be diminished or impaired. Benefits can be changed for future members only by enactment of a State statute. The District also participates in the Public Employees' Group Life Insurance Plan (GLIP), which provides death benefits in the form of life insurance. The System is included in the State's financial report as a pension trust fund. ERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to NYSERS, Office of the State Comptroller, 110 State Street, Albany, New York 12244 or by referring to the ERS Comprehensive Annual Report, which can be found at www.osc.state.ny.us/retire/publications/index.php.

C. Funding Policies

The Systems are noncontributory except for employees who joined after July 27, 1976, who contribute 3 percent of their salary for the first ten years of membership, and employees who joined on or after January 1, 2010 who generally contribute 3.0 to 3.5 percent of their salary for their entire length of service. In addition, employee contribution rates under ERS Tier 6 vary based on a sliding salary scale. For TRS, contribution rates are established annually by the New York State Teachers' Retirement Board pursuant to Article 11 of the Education Law. For ERS, the Comptroller annually certifies the actuarially determined rates expressly used in computing the employers' contributions for the ERS' fiscal year ended March 31. The District paid 100% of the required contributions as billed by the TRS and ERS for the current year and each of the two preceding years.

(XI.) (Continued)

The District's share of the required contributions, based on covered payroll paid for the District's year ended June 30, 2024:

Contributions	ERS	TRS
2024	$ 429,410	$ 1,112,886

D. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources related to Pensions

At June 30, 2024, the District reported the following asset/(liability) for its proportionate share of the net pension asset /(liability) for each of the Systems. The net pension asset/(liability) was measured as of March 31, 2024 for ERS and June 30, 2023 for TRS. The total pension asset/(liability) used to calculate the net pension asset/(liability) was determined by an actuarial valuation. The District's proportion of the net pension asset/(liability) was based on a projection of the District's long-term share of contributions to the Systems relative to the projected contributions of all participating members, actuarially determined. This information was provided by the TRS and ERS Systems in reports provided to the District.

	ERS	TRS
Measurement date	March 31, 2024	June 30, 2023
Net pension assets/(liability)	$ (1,800,100)	$ (608,387)
District's portion of the Plan's total net pension asset/(liability)	0.0122256%	0.053200%

For the year ended June 30, 2024, the District recognized pension expenses of $790,027 for ERS and $1,776,503 for TRS. At June 30, 2024 the District's reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources		Deferred Inflows of Resources	
	ERS	TRS	ERS	TRS
Differences between expected and actual experience	$ 579,811	$ 1,475,178	$ 49,084	$ 3,646
Changes of assumptions	680,577	1,309,840	-	285,472
Net difference between projected and actual earnings on pension plan investments	-	310,996	879,339	-
Changes in proportion and differences between the District's contributions and proportionate share of contributions	149,569	285,246	162,393	62,578
Subtotal	$ 1,409,957	$ 3,381,260	$ 1,090,816	$ 351,696
District's contributions subsequent to the measurement date	155,844	979,925	-	-
Grand Total	**$ 1,565,801**	**$ 4,361,185**	**$ 1,090,816**	**$ 351,696**

District contributions subsequent to the measurement date which will be recognized as a reduction of the net pension liability in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year	ERS	TRS
2024	$ -	$ 270,855
2025	(322,066)	(262,608)
2026	344,725	2,512,382
2027	521,365	240,188
2028	(224,883)	173,083
Thereafter	-	95,664
Total	**$ 319,141**	**$ 3,029,564**

E. Actuarial Assumptions

The total pension liability as of the measurement date was determined by using an actuarial valuation as noted in the table below, with update procedures used to roll forward the total pension liability to the measurement date. The actuarial valuations used the following actuarial assumptions:

	ERS	TRS
Measurement date	March 31, 2024	June 30, 2023
Actuarial valuation date	April 1, 2023	June 30, 2022
Interest rate	5.90%	6.95%
Salary scale	4.50%	5.18%-1.95%
Decrement tables	April 1, 2016- March 31, 2020 System's Experience	July 1, 2015- June 30, 2020 System's Experience
Inflation rate	2.90%	2.40%
COLA's	1.50%	1.30%

For ERS, annuitant mortality rates are based on April 1, 2015 – March 31, 2020 System experience with adjustments for mortality improvements based on the Society of Actuaries' Scale MP-2021. For TRS, annuitant mortality rates are based on plan member experience adjustments for mortality improvements based on Society of Actuaries Scale MP-2021.

The long-term rate of return on pension plan investments was determined using a building block method in which best estimate ranges of expected future real rates of return (expected returns net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of the arithmetic real rates of return for each major asset class included in the target asset allocation as of March 31, 2024 are summarized as follows:

Long Term Expected Rate of Return		
	ERS	TRS
Measurement date	March 31, 2024	June 30, 2023
Asset Type -		
Domestic equity	4.00%	6.80%
International equity	6.65%	7.60%
Global equity	0.00%	7.20%
Private equity	7.25%	10.10%
Real estate	4.60%	6.30%
Opportunistic portfolios	5.25%	0.00%
Real assets	5.79%	0.00%
Global bonds	0.00%	1.60%
Cash	0.25%	0.30%
Private debt	0.00%	6.00%
Real estate debt	0.00%	3.20%
High-yield bonds	0.00%	4.40%
Domestic fixed income	0.00%	2.20%
Fixed income	1.50%	0.00%
Credit	5.40%	0.00%

The real rate of return is net of the long-term inflation assumption of 2.9% for ERS and 2.4% for TRS.

F. Discount Rate

The discount rate used to calculate the total pension liability was 5.90% for ERS and 6.95% for TRS. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from employers will be made at statutorily required rates, actuarially. Based upon the assumptions, the Systems' fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

G. Sensitivity of the Net Pension Liability to the Discount Rate Assumption

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 5.90% for ERS and 6.95% for TRS, as well as what the District's proportionate share of the net pension asset/(liability) would be if it were calculated using a discount rate that is 1-percentage-point lower (4.90% for ERS and 5.95% for TRS) or 1-percentage-point higher (6.90% for ERS and 7.95% for TRS) than the current assumption:

ERS	1% Decrease (4.90%)	Current Assumption (5.90%)	1% Increase (6.90%)
Employer's proportionate share of the net pension asset (liability)	$ (5,659,698)	$ (1,800,100)	$ 1,423,465

TRS	1% Decrease (5.95%)	Current Assumption (6.95%)	1% Increase (7.95%)
Employer's proportionate share of the net pension asset (liability)	$ (9,266,048)	$ (608,387)	$ 6,673,080

H. Pension Plan Fiduciary Net Position

The components of the current year net pension asset/(liability) of the employers as of the respective valuation dates, were as follows:

	(In Thousands)	
	ERS	TRS
Measurement date	March 31, 2024	June 30, 2023
Employers' total pension liability	$ 240,696,851	$ 138,365,121,961
Plan net position	225,972,801	137,221,536,942
Employers' net pension asset/(liability)	$ (14,724,050)	$ (1,143,585,019)
Ratio of plan net position to the employers' total pension asset/(liability)	93.88%	99.20%

I. Payables to the Pension Plan

For ERS, employer contributions are paid annually based on the System's fiscal year which ends on March 31st. Accrued retirement contributions as of June 30, 2024 represent the projected employer contribution for the period of April 1, 2024 through June 30, 2024 based on paid ERS wages multiplied by the employer's contribution rate, by tier. Accrued retirement contributions as of June 30, 2024 amounted to $155,844.

For TRS, employer and employee contributions for the fiscal year ended June 30, 2024 are paid to the System in September, October and November 2024 through a state aid intercept. Accrued retirement contributions as of June 30, 2024 represent employee and employer contributions for the fiscal year ended June 30, 2024 based on paid TRS wages multiplied by the employer's contribution rate, by tier and employee contributions for the fiscal year as reported to the TRS System. Accrued retirement contributions as of June 30, 2024 amounted to $1,112,886.

XII. Postemployment Benefits

A. General Information About the OPEB Plan

Plan Description – The District's defined benefit OPEB plan, provides OPEB for all permanent full-time general and public safety employees of the District. The plan is a single employer defined benefit OPEB plan administered by the District. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the District Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits Provided – The District provides healthcare and life insurance benefits for retirees and their dependents. The benefit terms are dependent on which contract each employee falls under. The specifics of each contract are on file at the District offices and are available upon request.

Employees Covered by Benefit Terms – At June 30, 2024, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	151
Active Employees	168
Total	**319**

B. Total OPEB Liability

The District's total OPEB liability of $16,900,477 was measured as of June 30, 2024, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs – The total OPEB liability in the June 30, 2024 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.40 percent
Salary Increases	2.40 percent, average, including inflation
Discount Rate	3.93 percent
Healthcare Cost Trend Rates	Initial rate of 6.40% Pre-65 and 5.80% Post-65 decreasing to an ultimate rate of 3.80%
Retirees' Share of Benefit-Related Costs	Varies depending on contract

The discount rate was based on the Bond Buyer General Obligation 20-year Municipal Bond index.

Mortality rates were based on RP-2014 adjusted to 2006 total dataset mortality table generationally projected using scale MP-2019.

(XII.) (Continued)

C. Changes in the Total OPEB Liability

Balance at June 30, 2023	$ 16,903,825
Changes for the Year -	
Service cost	$ 769,028
Interest	627,815
Differences between expected and actual experience	-
Changes in assumptions or other inputs	(446,796)
Benefit payments	(953,395)
Net Changes	$ (3,348)
Balance at June 30, 2024	**$ 16,900,477**

Changes of assumptions and other inputs reflect the discount rate at 3.65 percent in 2023 and 3.93 percent in 2024.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate – The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.93 percent) or 1-percentage-point higher (4.93 percent) than the current discount rate:

	1% Decrease (2.93%)	Discount Rate (3.93%)	1% Increase (4.93%)
Total OPEB Liability	$ 18,562,606	$ 16,900,477	$ 15,414,065

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates – The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rate:

	1% Decrease (4.80% Decreasing to 2.80%)	Healthcare Cost Trend Rates (5.80% Decreasing to 3.80%)	1% Increase (6.80% Decreasing to 4.80%)
Total OPEB Liability	$ 14,678,223	$ 16,900,477	$ 19,592,588

D. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2024, the District recognized OPEB expense of $1,509,905. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 2,384,183	$ 1,059,693
Changes of assumptions	1,772,830	1,688,490
Total	**$ 4,157,013**	**$ 2,748,183**

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year	
2025	$ 113,062
2026	113,062
2027	198,195
2028	170,205
2029	205,221
Thereafter	609,085
Total	**$ 1,408,830**

XIII. Risk Management

A. General Information

The District is exposed to various risks of loss related to injuries to employees, theft, damages, natural disasters, etc. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past two years.

B. Workers' Compensation

The District incurs costs related to the Wayne-Finger Lakes Area School Workers' Compensation Plan (Plan) sponsored by the Board of Cooperative Educational Services, of Ontario, Seneca, Yates, Cayuga and Wayne Counties and its component districts. The Plan's objectives are to furnish workers' compensation benefits to participating districts at a significant cost savings. Membership in the Plan may be offered to any component district of the Ontario, Seneca, Yates, Cayuga and Wayne Counties BOCES with the approval of the Board of Directors. Voluntary withdrawal from the Plan may be effective only once annually on the last day of the Plan year as may be established by the Board of Directors. Notice of the Intention to Withdraw must be given in writing to the Chairman of the Board of Directors and the Treasurer not less than one year prior to the end of the Plan year.

(XIII.) (Continued)

Plan membership is currently comprised of Wayne Finger Lakes BOCES and twenty-two districts. If a surplus of participants' assessments exists after the close of a Plan year, the Board may retain from such surplus an amount sufficient to establish and maintain a claim contingency fund. Surplus funds in excess of the amount transferred to or included in such contingency fund shall be applied in reduction of the next annual assessment or to the billing of Plan participants. All monies paid to the Treasurer by participants shall be commingled and administered as a common fund. No refunds shall be made to a participant and no assessments shall be charged to a participant other than the annual assessment. However, if it appears to the Board of Directors that the liabilities of the Plan will exceed its cash assets, after taking into account any "excess insurance", the Board shall determine the amount needed to meet such deficiency and shall assess such amount against all participants pro-rata per enrollee.

The Plan purchases, on an annual basis, stop-loss insurance to limit its exposure for claims paid.

The Plan establishes a liability for both reported and unreported insured events, which includes estimates of both future payments of losses and related claim adjustment expenses. However, because actual claims costs depend on complex factors, the process used in computing claims liabilities does not necessarily result in an exact amount. Such claims are based on the ultimate cost of claims (including future claim adjustment expenses) that have been reported but not settled and claims that have been incurred but not reported. Adjustments to claims liabilities are charged or credited to expenses in the periods in which they are made. During the year ended June 30, 2024, the North Rose - Wolcott Central School District incurred premiums or contribution expenditures totaling $154,220.

The Plan is audited on an annual basis and is available at the BOCES administrative offices. The most recent audit available for the year ended June 30, 2023, revealed that the Plan is funded.

C. Dental Coverage

The District self-insures for dental coverage for its employees. The District uses a third-party administrator who is responsible for processing claims and estimating liabilities. The expenditures as claims are presented for payment with a cap of $1,000 per employee or employee dependent. Liabilities are reported when it is probable that a loss has occurred and the amount of loss can be reasonably estimated.

A reconciliation of the claims recorded for 2024 and 2023 are as follows:

	2024	2023
Beginning liabilities	$ -	$ -
Incurred claims	23,649	24,092
Claims payments	(23,649)	(24,092)
Ending Liabilities	**$ -**	**$ -**

The Plan has available fund balance totaling $195,913 at June 30, 2024.

(XIII.) (Continued)

The following statistical information is presented:

Year	Contribution Revenue	Actual Claim Expense
2024	$ 27,577	$ 23,649
2023	$ 24,017	$ 24,092
2022	$ 28,799	$ 28,161
2021	$ 35,270	$ 34,438
2020	$ 42,133	$ 30,656
2019	$ 42,398	$ 34,615
2018	$ 46,352	$ 40,102
2017	$ 58,056	$ 51,444
2016	$ 62,058	$ 55,321
2015	$ 64,434	$ 61,657

D. Unemployment

District employees are entitled to coverage under the New York State Unemployment Insurance Law. The District has elected to discharge its liability to the New York State Unemployment Insurance Fund (the Fund) by the benefit reimbursement method, a dollar-for-dollar reimbursement to the fund for benefits paid from the fund to former employees. The District has established a self-insurance fund to pay these claims. The claim and judgment expenditures of this program for the 1899-24 fiscal year totaled $13,768. The balance of the fund at June 30, 2024 was $34,126 and is recorded in the General Fund as an Unemployment Insurance Reserve. In addition, as of June 30, 2024, no loss contingencies existed or were considered probable or estimable for incurred but not reported claims payable.

XIV. Commitments and Contingencies

A. Litigation

There are three pending claims filed against the District for which the outcome and any potential liability cannot be determined at this time.

B. Grants

The District has received grants, which are subject to audit by agencies of the State and Federal Governments. Such audits may result in disallowances and a request for a return of funds. Based on prior years' experience, the District's administration believes disallowances, if any, will be immaterial.

XV. Tax Abatement

The County of Wayne IDA, and the District enter into various property tax abatement programs for the purpose of Economic Development. As a result the district property tax revenue was reduced $25,487. The District received payment in lieu of tax (PILOT) payment totaling $16,135 to help offset the property tax reduction. The total net tax abated was $9,352.

XVI. Subsequent Event

On July 25, 2024 the District borrowed a Bond Anticipation Note for the construction capital project in the amount of $8,063,303 at 4.50% which matures on July 25, 2025.

Required Supplementary Information

NORTH ROSE - WOLCOTT CENTRAL SCHOOL DISTRICT, NEW YORK

Schedule of Changes in District's Total OPEB Liability and Related Ratio

For The Year Ended June 30, 2024

TOTAL OPEB LIABILITY

	2024	2023	2022	2021	2020	2019	2018
Service cost	$ 769,028	$ 604,437	$ 696,658	$ 680,683	$ 591,681	$ 795,971	$ 748,152
Interest	627,815	432,548	292,260	327,870	459,858	452,666	436,865
Differences between expected and actual experiences	-	3,086,168	-	(1,468,774)	-	(855,177)	174,256
Changes of assumptions or other inputs	(446,796)	1,645,365	(1,367,418)	(71,894)	1,397,174	(1,301,113)	-
Benefit payments	(953,395)	(950,044)	(736,099)	(841,366)	(837,582)	(839,718)	(920,401)
Net Change in Total OPEB Liability	**$ (3,348)**	**$ 4,818,474**	**$ (1,114,599)**	**$ (1,373,481)**	**$ 1,611,131**	**$ (1,747,371)**	**$ 438,872**
Total OPEB Liability - Beginning	**$ 16,903,825**	**$ 12,085,351**	**$ 13,199,950**	**$ 14,573,431**	**$ 12,962,300**	**$ 14,709,671**	**$ 14,270,799**
Total OPEB Liability - Ending	**$ 16,900,477**	**$ 16,903,825**	**$ 12,085,351**	**$ 13,199,950**	**$ 14,573,431**	**$ 12,962,300**	**$ 14,709,671**
Covered Employee Payroll	$ 9,298,034	$ 9,298,034	$ 10,041,114	$ 10,041,114	$ 11,633,944	$ 11,633,944	$ 8,856,692
Total OPEB Liability as a Percentage of Covered Employee Payroll	181.76%	181.80%	120.36%	131.46%	125.27%	111.42%	166.09%

10 years of historical information is not available, and will be added each year subsequent to the year of implementation until 10 years of historical data is present.

Required Supplementary Information

NORTH ROSE - WOLCOTT CENTRAL SCHOOL DISTRICT, NEW YORK

Schedule of the District's Proportionate Share of the Net Pension Liability

For The Year Ended June 30, 2024

NYSERS Pension Plan

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Proportion of the net pension liability (assets)	0.0122%	0.0133%	0.0092%	0.0090%	0.0087%	0.0086%	0.0083%	0.0083%	0.0092%	0.0089%
Proportionate share of the net pension liability (assets)	$ 1,800,100	$ 2,857,213	$ (754,464)	$ 8,938	$ 2,301,416	$ 605,884	$ 267,424	$ 784,364	$ 1,478,299	$ 300,991
Covered-employee payroll	$ 3,739,959	$ 3,765,177	$ 2,782,104	$ 2,863,032	$ 2,651,631	$ 2,502,579	$ 2,462,626	$ 2,447,489	$ 2,496,220	$ 2,517,708
Proportionate share of the net pension liability (assets) as a percentage of its covered-employee payroll	48.132%	75.885%	-27.118%	0.312%	86.792%	24.210%	10.859%	32.048%	59.222%	11.955%
Plan fiduciary net position as a percentage of the total pension liability	93.88%	90.78%	103.65%	99.95%	86.39%	96.27%	98.24%	94.70%	90.70%	97.90%

NYSTRS Pension Plan

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Proportion of the net pension liability (assets)	0.0532%	0.0540%	0.0577%	0.0607%	0.0617%	0.0606%	0.0570%	0.0596%	0.0603%	0.0608%
Proportionate share of the net pension liability (assets)	$ 608,387	$ 1,036,720	$ (10,005,764)	$ 1,677,484	$ (1,602,033)	$ (1,094,946)	$ (433,184)	$ 638,309	$ (6,261,497)	$ (6,768,114)
Covered-employee payroll	$ 10,040,220	$ 9,826,229	$ 9,651,022	$ 9,866,625	$ 10,382,386	$ 10,384,736	$ 10,209,070	$ 9,333,046	$ 9,296,560	$ 9,206,922
Proportionate share of the net pension liability (assets) as a percentage of its covered-employee payroll	6.059%	10.551%	-103.676%	17.002%	-15.430%	-10.544%	-4.243%	6.839%	-67.353%	-73.511%
Plan fiduciary net position as a percentage of the total pension liability	99.20%	98.60%	113.20%	97.80%	102.20%	101.53%	100.66%	99.01%	110.46%	111.48%

Required Supplementary Information

NORTH ROSE - WOLCOTT CENTRAL SCHOOL DISTRICT, NEW YORK

Schedule of District Contributions

For The Year Ended June 30, 2024

NYSERS Pension Plan

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contributions	$ 429,410	$ 384,704	$ 400,845	$ 372,976	$ 343,679	$ 333,898	$ 347,875	$ 360,552	$ 438,621	$ 475,431
Contributions in relation to the contractually required contribution	(429,410)	(384,704)	(400,845)	(372,976)	(343,679)	(333,898)	(347,875)	(360,552)	(438,621)	(475,431)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered-employee payroll	$ 3,739,959	$ 3,765,177	$ 2,782,104	$ 2,863,032	$ 2,651,631	$ 2,502,579	$ 2,462,626	$ 2,447,489	$ 2,496,220	$ 2,517,708
Contributions as a percentage of covered-employee payroll	11.48%	10.22%	14.41%	13.03%	12.96%	13.34%	14.13%	14.73%	17.57%	18.88%

NYSTRS Pension Plan

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contributions	$ 1,112,886	$ 1,117,163	$ 1,033,580	$ 1,026,974	$ 1,014,088	$ 1,208,884	$ 1,060,414	$ 1,143,568	$ 1,302,496	$ 1,665,618
Contributions in relation to the contractually required contribution	(1,112,886)	(1,117,163)	(1,033,580)	(1,026,974)	(1,014,088)	(1,208,884)	(1,060,414)	(1,143,568)	(1,302,496)	(1,665,618)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered-employee payroll	$ 10,040,220	$ 9,826,229	$ 9,651,022	$ 9,866,625	$ 10,382,386	$ 10,384,736	$ 10,209,070	$ 9,333,046	$ 9,296,560	$ 9,206,922
Contributions as a percentage of covered-employee payroll	11.08%	11.37%	10.71%	10.41%	9.77%	11.64%	10.39%	12.25%	14.01%	18.09%

Required Supplementary Information

NORTH ROSE - WOLCOTT CENTRAL SCHOOL DISTRICT, NEW YORK

Schedule of Revenues, Expenditures and Changes in Fund Balance -

Budget (Non-GAAP Basis) and Actual - General Fund

For The Year Ended June 30, 2024

	Original Budget	Amended Budget	Current Year's Revenues	Over (Under) Revised Budget
REVENUES				
Local Sources -				
Real property taxes	$ 10,668,559	$ 9,684,027	$ 9,681,831	$ (2,196)
Real property tax items	36,006	1,020,538	1,038,160	17,622
Non-property taxes	440,000	440,000	444,183	4,183
Charges for services	48,250	48,250	60,946	12,696
Use of money and property	65,000	65,000	700,937	635,937
Sale of property and compensation for loss	-	27,335	41,175	13,840
Miscellaneous	215,000	500,279	761,730	261,451
State Sources -				
Basic formula	19,109,692	19,109,692	18,256,870	(852,822)
Lottery aid	1,690,000	1,690,000	2,566,666	876,666
BOCES	1,463,891	1,463,891	1,608,376	144,485
Textbooks	62,419	62,419	64,541	2,122
All Other Aid -				
Computer software	34,724	34,724	34,419	(305)
Library loan	6,906	6,906	6,720	(186)
Federal Sources	100,000	100,000	87,712	(12,288)
TOTAL REVENUES	$ 33,940,447	$ 34,253,061	$ 35,354,266	$ 1,101,205
Other Sources -				
Transfer - in	$ 125,000	$ 125,000	$ 125,000	$ -
TOTAL REVENUES AND OTHER SOURCES	$ 34,065,447	$ 34,378,061	$ 35,479,266	$ 1,101,205
Appropriated reserves	$ 495,000	$ 5,472,668		
Appropriated fund balance	$ 150,000	$ 225,700		
Prior year encumbrances	$ 779,834	$ 779,834		
TOTAL REVENUES AND APPROPRIATED RESERVES/ FUND BALANCE	**$ 35,490,281**	**$ 40,856,263**		

Required Supplementary Information

NORTH ROSE - WOLCOTT CENTRAL SCHOOL DISTRICT, NEW YORK

Schedule of Revenues, Expenditures and Changes in Fund Balance -

Budget (Non-GAAP Basis) and Actual - General Fund

For The Year Ended June 30, 2024

	Original Budget	Amended Budget	Current Year's Expenditures	Encumbrances	Unencumbered Balances
EXPENDITURES					
General Support -					
Board of education	$ 56,791	$ 60,346	$ 29,481	$ 110	$ 30,755
Central administration	310,868	299,412	277,172	-	22,240
Finance	630,661	754,896	720,393	17,577	16,926
Staff	374,183	353,455	302,529	33,602	17,324
Central services	2,719,618	3,021,547	2,174,968	500,821	345,758
Special items	422,277	450,366	434,989	-	15,377
Instructional -					
Instruction, administration and improvement	1,328,968	1,275,053	1,057,967	2,160	214,926
Teaching - regular school	6,847,133	6,602,436	5,583,664	82,028	936,744
Programs for children with handicapping conditions	5,020,594	5,313,837	5,007,019	165,968	140,850
Occupational education	827,122	973,552	973,551	-	1
Teaching - special schools	198,003	56,969	40,972	-	15,997
Instructional media	1,923,835	1,780,958	1,456,696	39,121	285,141
Pupil services	1,482,374	1,535,525	1,331,956	10,547	193,022
Pupil Transportation	1,932,209	2,215,918	1,846,786	103,703	265,429
Community Services	237,739	100,639	40,003	16,833	43,803
Employee Benefits	7,819,116	7,660,545	5,938,083	-	1,722,462
Debt service - principal	2,675,000	2,685,106	2,685,106	-	-
Debt service - interest	406,500	406,732	406,732	-	-
TOTAL EXPENDITURES	$ 35,212,991	$ 35,547,292	$ 30,308,067	$ 972,470	$ 4,266,755
Other Uses -					
Transfers - out	$ 277,290	$ 5,308,971	$ 5,204,522	$ -	$ 104,449
TOTAL EXPENDITURES AND OTHER USES	$ 35,490,281	$ 40,856,263	$ 35,512,589	$ 972,470	$ 4,371,204
NET CHANGE IN FUND BALANCE	**$ -**	**$ -**	**$ (33,323)**		
FUND BALANCE, BEGINNING OF YEAR	14,873,132	14,873,132	14,873,132		
FUND BALANCE, END OF YEAR	**$ 14,873,132**	**$ 14,873,132**	**$ 14,839,809**		

Note to Required Supplementary Information:

A reconciliation is not necessary since encumbrances are presented in a separate column on this schedule.

Supplementary Information

NORTH ROSE - WOLCOTT CENTRAL SCHOOL DISTRICT, NEW YORK

Schedule of Change From Adopted Budget To Final Budget And The Real Property Tax Limit For The Year Ended June 30, 2024

CHANGE FROM ADOPTED BUDGET TO FINAL BUDGET:

Adopted budget		$ 34,710,447
Prior year's encumbrances		779,834
Original Budget		$ 35,490,281
Budget revisions -		
Bus lift repair		75,700
CIP project		4,250,000
Insurance recoveries		8,545
Surplus equipment		18,790
Consulting cost for capital project		285,279
Bus purchase		727,668
FINAL BUDGET		**$ 40,856,263**

SECTION 1318 OF REAL PROPERTY TAX LAW LIMIT CALCULATION:

2024-25 voter approved expenditure budget		$ 35,489,766
Unrestricted fund balance:		
Assigned fund balance	$ 1,222,470	
Unassigned fund balance	1,419,591	
Total Unrestricted fund balance	$ 2,642,061	
Less adjustments:		
Appropriated fund balance	$ 250,000	
Encumbrances included in assigned fund balance	972,470	
Total adjustments	$ 1,222,470	
General fund fund balance subject to Section 1318 of Real Property Tax Law		1,419,591
ACTUAL PERCENTAGE		**4.00%**

Supplementary Information

NORTH ROSE - WOLCOTT CENTRAL SCHOOL DISTRICT, NEW YORK

CAPITAL PROJECTS FUND

Schedule of Project Expenditures

For The Year Ended June 30, 2024

			Expenditures				Methods of Financing				
Project Title	Original Appropriation	Revised Appropriation	Prior Years	Current Year	Total	Unexpended Balance	Obligations	Local Sources	State Sources	Total	Fund Balance
2023-2024 Bus Purchase	$ 918,668	$ 918,668	$ -	$ 716,219	$ 716,219	$ 202,449	$ -	$ 716,219	$ -	$ 716,219	$ -
Smart Schools	1,484,019	1,484,019	1,306,013	-	1,306,013	178,006	-	-	1,306,013	1,306,013	-
2022 Emergency Roof Project	300,000	300,000	169,295	2,034	171,329	128,671	-	300,000	-	300,000	128,671
2023-24 Capital Outlay	100,000	100,000	-	105,243	105,243	(5,243)	-	100,000	-	100,000	(5,243)
2017 - 2018 District-Wide Renovations / Additions	30,590,000	35,095,000	34,433,770	661,228	35,094,998	2	20,810,000	14,285,000	-	35,095,000	2
2021 Capital project	11,100,000	11,100,000	2,058,957	7,911,250	9,970,207	1,129,793	-	3,036,697	-	3,036,697	(6,933,510)
2023 Emergency Boiler	70,000	70,000	36,900	-	36,900	33,100	-	70,000	-	70,000	33,100
2022-2023 Capital Outlay	100,000	100,000	86,935	1,284	88,219	11,781	-	100,000	-	100,000	11,781
2023 Capital Improvement Project	16,863,000	16,863,000	-	-	-	16,863,000	-	4,250,000	-	4,250,000	4,250,000
TOTAL	**$ 61,525,687**	**$ 66,030,687**	**$ 38,091,870**	**$ 9,397,258**	**$ 47,489,128**	**$ 18,541,559**	**$ 20,810,000**	**$ 22,857,916**	**$ 1,306,013**	**$ 44,973,929**	**$ (2,515,199)**

(See Independent Auditors' Report)

Supplementary Information

NORTH ROSE - WOLCOTT CENTRAL SCHOOL DISTRICT, NEW YORK

Combining Balance Sheet - Nonmajor Governmental Funds

June 30, 2024

	Special Revenue Funds			Total
	School Lunch Fund	Miscellaneous Special Revenue Fund	Debt Service Fund	Nonmajor Governmental Funds
ASSETS				
Cash and cash equivalents	$ 539,108	$ 80,072	$ 1,915,813	$ 2,534,993
Receivables	74,685	-	-	74,685
Inventories	12,978	-	-	12,978
Due from other funds	48	-	24,559	24,607
TOTAL ASSETS	**$ 626,819**	**$ 80,072**	**$ 1,940,372**	**$ 2,647,263**
LIABILITIES AND FUND BALANCES				
Liabilities -				
Accrued liabilities	$ 1,322	$ -	$ -	$ 1,322
Due to other governments	19	-	-	19
Unearned revenue	4,075	-	-	4,075
TOTAL LIABILITIES	**$ 5,416**	**$ -**	**$ -**	**$ 5,416**
Fund Balances -				
Nonspendable	$ 12,978	$ -	$ -	$ 12,978
Restricted	-	80,072	1,940,372	2,020,444
Assigned	608,425	-	-	608,425
TOTAL FUND BALANCE	**$ 621,403**	**$ 80,072**	**$ 1,940,372**	**$ 2,641,847**
TOTAL LIABILITIES AND FUND BALANCES	**$ 626,819**	**$ 80,072**	**$ 1,940,372**	**$ 2,647,263**

Supplementary Information

NORTH ROSE - WOLCOTT CENTRAL SCHOOL DISTRICT, NEW YORK

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Governmental Funds

For The Year Ended June 30, 2024

	Special Revenue Funds			Total
	School Lunch Fund	Miscellaneous Special Revenue Fund	Debt Service Fund	Nonmajor Governmental Funds
REVENUES				
Use of money and property	$ -	$ 3,471	$ 367,347	$ 370,818
Miscellaneous	18,516	6,435	-	24,951
State sources	180,356	-	-	180,356
Federal sources	862,175	-	-	862,175
Sales	47,058	-	-	47,058
TOTAL REVENUES	**$ 1,108,105**	**$ 9,906**	**$ 367,347**	**$ 1,485,358**
EXPENDITURES				
Employee benefits	$ 110,424	$ -	$ -	$ 110,424
Cost of sales	501,587	-	-	501,587
Other expenses	405,269	8,210	-	413,479
TOTAL EXPENDITURES	**$ 1,017,280**	**$ 8,210**	**$ -**	**$ 1,025,490**
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$ 90,825	$ 1,696	$ 367,347	$ 459,868
OTHER FINANCING SOURCES (USES)				
Transfers - out	$ -	$ -	$ (125,000)	$ (125,000)
Premium on obligations issued	-	-	64,108	64,108
TOTAL OTHER FINANCING SOURCES (USES)	**$ -**	**$ -**	**$ (60,892)**	**$ (60,892)**
NET CHANGE IN FUND BALANCE	**$ 90,825**	**$ 1,696**	**$ 306,455**	**$ 398,976**
FUND BALANCE, BEGINNING OF YEAR	530,578	78,376	1,633,917	2,242,871
FUND BALANCE, END OF YEAR	**$ 621,403**	**$ 80,072**	**$ 1,940,372**	**$ 2,641,847**

Supplementary Information

NORTH ROSE - WOLCOTT CENTRAL SCHOOL DISTRICT, NEW YORK

Net Investment in Capital Assets/Right to Use Assets

For The Year Ended June 30, 2024

Capital assets/right to use assets, net		$ 65,774,018
Add:		
Unspent bond proceeds	$ 2	
		2
Deduct:		
Bond payable	$ 16,455,000	
Lease liability	6,449	
Unamortized bond premium	527,646	
Assets purchased with short-term financing	6,938,753	
Retainage payable	395,895	
		24,323,743
Net Investment in Capital Assets/Right to Use Assets		**$ 41,450,277**

Supplementary Information

NORTH ROSE - WOLCOTT CENTRAL SCHOOL DISTRICT, NEW YORK

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For The Year Ended June 30, 2024

Grantor / Pass - Through Agency Federal Award Cluster / Program	Assistance Listing Number	Pass-Through Agency Number	Total Expenditures
U.S. Department of Education:			
Indirect Programs:			
Passed Through NYS Education Department -			
Special Education Cluster IDEA -			
Special Education - Grants to States (IDEA, Part B)	84.027	0032-24-1040	$ 379,760
ARP - Special Education - Grants to States (IDEA, Part B)-COVID-19	84.027X	5532-22-1040	62,821
Special Education - Preschool Grants (IDEA Preschool)	84.173	0033-24-1040	32,780
ARP - Special Education - Preschool Grants (IDEA Preschool)-COVID-19	84.173X	5533-22-1040	4,221
Total Special Education Cluster IDEA			$ 479,582
Education Stabilization Funds -			
ARPA Homeless I-COVID-19	84.425W	5212-21-3018	$ 6,720
ARPA Homeless II-COVID-19	84.425W	5218-21-3590	12,900
ARPA Homeless II SL-COVID-19	84.425W	5219-21-3590	3,517
ARP - ESSER 3-COVID-19	84.425U	5880-21-3590	620,372
ARP SLR Summer Enrichment-COVID-19	84.425U	5882-21-3590	92,002
ARP ALR Comprehension	84.425U	5883-21-3590	157,205
ARP SLR Learning Loss-COVID-19	84.425U	5884-21-3590	437,141
Total Education Stabilization Funds			$ 1,329,857
Title IIA - Supporting Effective Instruction State Grant	84.367	0147-23-3590	1,873
Title IIA - Supporting Effective Instruction State Grant	84.367	0147-24-3590	41,666
Title IV - Student Support and Academic Enrichment Program	84.424	0204-24-3590	15,156
Title VII - McKinney - Vento	84.196	0212-23-3018	33,207
Title VII - McKinney - Vento	84.196	0212-24-3018	72,188
Title I - Grants to Local Educational Agencies	84.010	0021-23-3590	10,205
Title I - Grants to Local Educational Agencies	84.010	0021-24-3590	339,170
Title I - School Improvement	84.010	0011-24-8206	183
Passed Through Sodus Central School District -			
Title IV - Student Support and Academic Enrichment Program	84.424	N/A	45,219
Title IIIA - English Language Acquisition	84.365	N/A	23,770
School Safety National Activities	84.184	N/A	10,786
Total U.S. Department of Education			**$ 2,402,862**
U.S. Department of Justice:			
School Violence Prevention Program	16.710	15PBJA-21-GG04620-STOP	$ 285,688
School Violence Prevention Program	16.839	15PBJA-23-GG-04338-STOP	30,751
Total U.S. Department of Justice			**$ 316,439**

Grantor / Pass - Through Agency Federal Award Cluster / Program	Assistance Listing Number	Pass-Through Agency Number	Total Expenditures
U.S. Department of Health and Human Services:			
Mental Health Awareness Training	93.243	N/A	$ 147,896
Passed through Sodus CSD -			
Community Schools: Optimal Health Initiative	93.060	N/A	7,809
Community Schools: Optimal Health Initiative	93.060	N/A	41,446
Total U.S. Department of Health and Human Services			**$ 197,151**
U.S. Department of Agriculture:			
Passed Through NYS Education Department -			
Child Nutrition Cluster -			
National School Lunch Program	10.555	651501060000	$ 465,596
National School Lunch Program-Non-Cash Assistance (Commodities)	10.555	651501060000	65,464
National School Snack Program	10.555	651501060000	4,303
National Summer Food Service program	10.559	651501060000	22,737
National School Breakfast Program	10.553	651501060000	269,581
Total Child Nutrition Cluster			$ 827,681
Pandemic EBT Administractive Costs	10.649	651501060000	34,494
Total U.S. Department of Agriculture			**$ 862,175**
TOTAL EXPENDITURES OF FEDERAL AWARDS			**$ 3,778,627**

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

Independent Auditors' Report

To the Board of Education
North Rose - Wolcott Central School District, New York

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the North Rose-Wolcott Central School District as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 1, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether North Rose-Wolcott Central School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Mengel, Metzger, Barr & Co. LLP

Rochester, New York
November 1, 2024

WE VALUE YOUR FUTURE