

**Briarcliff Manor Union Free
School District, New York**

Financial Statements and
Supplementary Information

Year Ended June 30, 2024

Briarcliff Manor Union Free School District, New York

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Briarcliff Manor Union Free School District, New York

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Independent Auditors' Report

**The Board of Education of the
Briarcliff Manor Union Free 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 the Briarcliff Manor Union Free School District, New York ("School District") as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above 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 School District, as of June 30, 2024, and the respective changes in financial position and the respective budgetary comparison for the General Fund 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the 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

Management is responsible for the preparation and fair presentation of these 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.

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 School 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.

Auditors' 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 auditors' 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 School 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 School 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 Management's Discussion and Analysis and the schedules included under Required Supplementary Information in the accompanying table of contents 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 the School District's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information 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. The 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 combining and individual fund financial statements and schedules are 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 October 9, 2024 on our consideration of the 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 the School District's 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 the School District's internal control over financial reporting and compliance.

PKF O'Connor Davies, LLP
PKF O'Connor Davies, LLP
Harrison, New York
October 9, 2024

**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

**The Board of Education of the
Briarcliff Manor Union Free School District, New York**

We have audited, in accordance with the 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 Briarcliff Manor Union Free School District, New York ("School District") as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated October 9, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School District's internal control over financial reporting ("internal control") as a basis for designing audit 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 School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the School 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 School District'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 were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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 School 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 School District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

PKF O'Connor Davies, LLP

PKF O'Connor Davies, LLP

Harrison, New York

October 9, 2024

Briarcliff Manor Union Free School District, New York

Management's Discussion and Analysis (MD&A)
June 30, 2024

Introduction

Our discussion and analysis of the Briarcliff Manor Union Free School District, New York's ("School District") financial performance provides an overview of the School District's financial activities for the year ended June 30, 2024. To enhance your understanding of the School District's financial performance, it should be read in conjunction with the basic financial statements that immediately follow this section.

Financial Highlights

Key financial highlights for fiscal year 2023-2024 are as follows:

- At the close of the current fiscal year, the School District's governmental funds financial statement shows a combined ending fund balance of (\$3,878,867), a reduction of \$7,131,877 from the prior year. This decrease is due to the issuance of Bond Anticipation Notes ("BANs") to finance construction on capital projects. The debt is reported as a liability of the Capital Projects Fund and any expenditures incurred during the year create a temporary deficit since there are no revenues or other financing sources reported in the fund. The deficit will be eliminated when proceeds received from bonds issued to pay off the BANs are recognized as revenue.
- New York State Law limits the amount of unassigned fund balance that can be retained by the General Fund to 4% of the ensuing year's budget. At the end of the current fiscal year, this amount for the General Fund was \$2,371,750 or 4.00%.
- On the district-wide financial statements, the liabilities and deferred inflows of resources of the School District exceeded the assets and deferred outflows of resources at the close of its most recent fiscal year by \$58,764,306. This represents a decrease of \$2,883,537 for the year ended June 30, 2024.
- The School District is committed to providing postemployment benefits to its employees in the form of pensions and healthcare. Subsequently, the School District has recognized substantial liabilities in the district-wide financial statements for these benefits. As of June 30, 2024, the School District had liabilities of \$107,058,014 for other postemployment benefits recorded in accordance with the provisions of GASB Statement No. 75, "*Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*" ("OPEB").
- The School District also reported \$3,288,605 for its proportionate share of the net pension liabilities of the New York State and Local Employees' Retirement System ("ERS") and the New York State Teachers' Retirement System ("TRS") recorded in accordance with the provisions of GASB Statement No. 68, "*Accounting and Financial Reporting for Pensions*". More detailed information about the School District's OPEB and pension reporting is presented in Note 3E in the notes to financial statements.

Overview of the Financial Statements

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

District-Wide Financial Statements

- The *district-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, liabilities, and deferred inflows/outflows of resources, with the difference 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 School District'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. Thus, expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (for example, earned but unused vacation leave, OPEB and net pension liabilities).
 - The *governmental* activities of the School District include instruction, pupil transportation, general administrative support, cost of food sales, and interest.

The district-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 district-wide financial statements. However, unlike the district-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 district-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the district-wide financial statements. By doing so, readers may better understand the long-term impact of the School District'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; General Fund, Special Aid Fund, School Lunch Fund, Special Purpose 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, Capital Projects, and Debt Service funds, which are considered to be major funds. Data for the other three governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.
- The School District adopts 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 on behalf of others. In accordance with the provisions of GASB Statement No. 84, the School District had no such activity to report in this fund category.

Notes to Financial Statements

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

Other Information

Additional statements and schedules can be found immediately following the notes to the financial statements. These include the required supplementary information for the School District's other postemployment and pension benefit liabilities, the combining statements for the non-major governmental funds and schedules of budget to actual comparisons.

District-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of the School District's financial position. In the case of the Briarcliff Manor Union Free School District, New York at the close of the current fiscal year, liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by \$58,764,305.

	June 30,	
	2024	2023
Current Assets	\$ 24,838,775	\$ 28,571,314
Capital Assets, net	54,243,787	46,210,221
Total Assets	79,082,562	74,781,535
Deferred Outflows of Resources	27,601,825	30,871,409
Current Liabilities	28,733,411	25,330,618
Long-Term Liabilities	116,624,019	116,402,950
Total Liabilities	145,357,430	141,733,568
Deferred Inflows of Resources	20,091,263	19,800,145
NET POSITION		
Net Investment in Capital Assets	31,620,280	33,004,181
Liability and Casualty Claims	227,502	221,913
Debt Service	675,527	300,090
Tax Certiorari	3,268,269	2,518,746
Retirement Contributions	728,387	710,493
Special Purposes	163,963	164,241
Capital Projects	174,006	365,493
Unrestricted	(95,622,240)	(93,165,926)
Total Net Position	\$ (58,764,306)	\$ (55,880,769)

Current assets decreased by \$3,732,539 from the prior year, mainly because BAN proceeds received at the end of the 2022-23 fiscal year were used to make payments to contractors for capital construction work that took place in the 2023-24 fiscal year.

Net capital assets increased by \$8,033,566 over the prior year primarily due to the outlay for new capital assets as part of the School District's \$26.6M Capital Improvement Project approved by voters in 2021-2022.

Deferred outflows of resources decreased by \$3,269,584 from the prior year. Deferred outflows of resources are consumptions of net assets that are applicable to a future reporting period and have a positive effect on net position, similar to assets.

Current liabilities increased by \$3,402,793 over the previous year. This was mostly due to bond anticipation notes issued to finance construction, which were higher in 2023-24 than in 2022-23.

A large component of the School District's net position (\$31,620,280) reflects its investment in capital assets, net of accumulated depreciation and less any related debt that is still outstanding that was used to acquire those assets. The School District uses these capital assets to provide services to 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.

Those assets subject to external restrictions listed above constitute \$5,237,654 of net position and are comprised of amounts restricted for specific purposes, i.e., payments of tax certiorari claims, capital projects, debt service, retirement contributions, etc. There is a negative balance of unrestricted net position of \$95,622,240, primarily a result of the recognition of the OPEB liabilities. Overall, net position decreased by \$2,883,537.

Changes in Net Position

	June 30,	
	2024	2023
PROGRAM REVENUES		
Charges for Services	\$ 6,716,385	\$ 5,222,226
Operating Grants and Contributions	658,414	664,587
Capital Grants and Contributions	375,437	210,529
Total Program Revenues	<u>7,750,236</u>	<u>6,097,342</u>
General Revenues		
Real Property Taxes	43,815,836	43,307,991
Other Tax Items	1,166,189	1,430,620
Non-Property Taxes	792,510	762,085
Unrestricted Use of Money and Property (Interest Revenues)	643,157	323,873
Sale of Property and Compensation for Loss	7,312	30,456
Unrestricted State Aid	4,554,089	3,877,691
Miscellaneous	256,510	167,071
Total General Revenues	<u>51,235,603</u>	<u>49,899,787</u>
Total Revenues	<u>58,985,839</u>	<u>55,997,129</u>
PROGRAM EXPENSES		
General Support	10,406,873	11,347,561
Instruction	46,856,310	44,794,081
Pupil Transportation	2,806,002	2,607,527
Interest	1,065,767	343,488
Cost of Food Sales	726,449	763,756
Other	7,975	11,700
Total Expenses	<u>61,869,376</u>	<u>59,868,113</u>
Change in Net Position	(2,883,537)	(3,870,984)
NET POSITION		
Beginning	<u>(55,880,769)</u>	<u>(52,009,785)</u>
Ending	<u>\$ (58,764,306)</u>	<u>\$ (55,880,769)</u>

Major contributing factors to changes in Net Position:

Revenues:

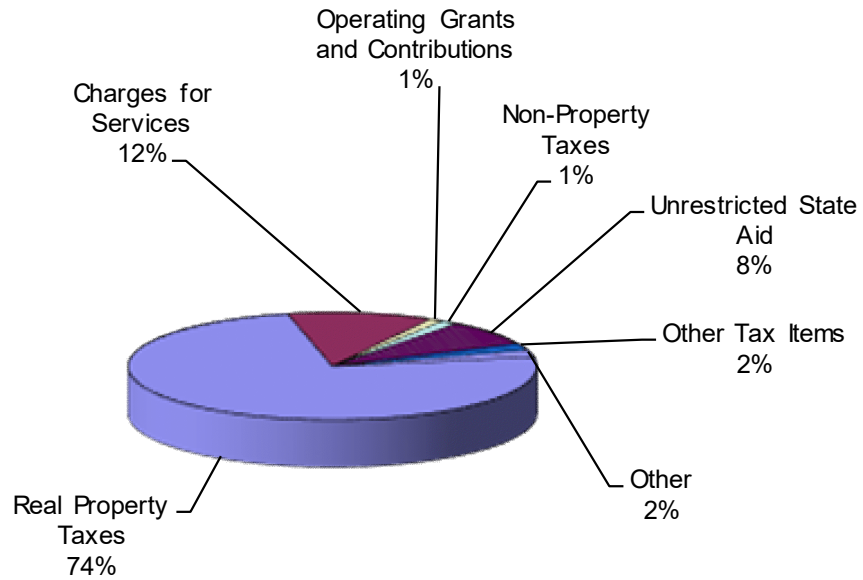
- Charges for services increased by \$1,494,159 or 28.61%, mostly due to higher tuition revenue. Tuition for non-resident students increased by \$1,443,574 or 33.70%. There were more non-resident students in 2023-24 than in 2022-23, and tuition rates set by NYSED were higher.
- Unrestricted state aid increased by \$676,398 or 17.44%. Basic state aid increased by \$507,996. The major drivers included the full funding of Foundation Aid, resulting in \$338,873 of additional aid over the prior year. Also, the School District filed two final capital project cost reports in December 2023 which resulted in a mid-year building aid increase of \$168,169. BOCES aid was \$168,402 higher because of the increased utilization of aidable services in 2022-23, on which 2023-24 aid was based.
- Real property tax revenues increased by \$507,845 or 1.17%. The School District relies upon real property taxes as its primary source of revenue. Non-property revenues and assigned fund balance are the other revenue sources used to bring the budget into balance. The 2023-24 budget was \$1,439,001 more than the 2022-23 budget, and the assigned fund balance was \$456,023 less than the prior year. Non-property revenues, while higher than the previous year, were not enough to balance the budget so the tax levy was increased to make up the difference.
- Unrestricted use of money and property revenues increased by \$319,284, or 98.58%, because of interest rate hikes that took place during the 2023-2024 school year.

Expenses:

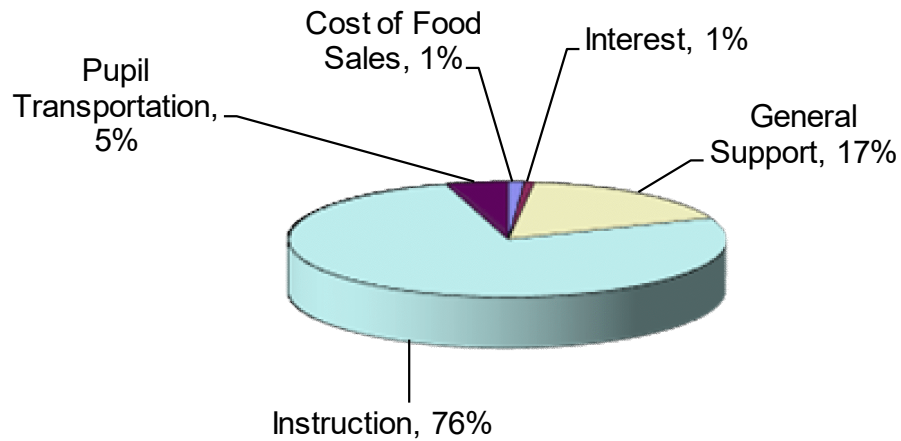
- General Support expenses decreased by \$940,688 or 8.29% from the prior year. Two large tax certiorari judgments were paid in 2022-23 and the 2023-24 judgments were much smaller. Refunds vary from year to year depending on the size of assessment reductions awarded by the court.
- Instruction program expenses increased by \$2,062,229 or 4.60% over the prior year. GASB Statement No. 34 District-wide accruals for benefits, pensions and OPEB were the major contributing factors to the increase.
- Interest expenses increased by \$722,279 or 210.28%. This was mostly related to higher BAN interest payments. The School District paid off a \$19,620,000 BAN in 2023-24 with a 4.75% interest rate, compared to a \$6,000,000 BAN in 2022-23 with a 3.0% interest rate.

The following graphs depict where the School District revenues were derived and how monies were spent. As you can see, the School District relies upon real property taxes for 74% of its revenue, while the School District's largest expense, instructional costs, accounts for 76% of total expenses.

Sources of Revenue for Fiscal Year 2024 Governmental Activities



Expenses for Fiscal Year 2024 Governmental Activities



Financial Analysis of the School District's Funds

As noted earlier, the School District uses fund accounting to ensure and demonstrate compliance with finance related legal requirements.

Governmental Funds

The focus of the School District's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the School District's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the School District's governmental funds reported combined fund balances of (\$3,878,867), a reduction of \$7,131,877 from the prior year. This decrease is attributable to the issuance of BANs to finance construction on capital projects. The debt is reported as a liability of the Capital Projects Fund and any expenditures incurred during the year create a temporary deficit until the short-term debt is financed with long-term debt. The deficit will be eliminated when proceeds received from bonds issued to pay off the BANs are recognized as revenue. The (\$3,878,867) fund balance consists of the following:

Restricted:	
Liability and casualty claims	\$ 227,502
Tax certiorari	3,268,269
Employee benefit accrued liability	349,380
ERS retirement contributions	281,187
TRS retirement contributions	447,200
Debt service	675,527
Special purposes	<u>163,963</u>
Total Restricted	<u>5,413,028</u>
Assigned:	
Purchases on order	
General government support	655,304
Instruction	188,375
Pupil Transportation	8,092
Employee benefits	<u>3,605</u>
	855,376
Subsequent year's expenditures	2,052,278
School Lunch Fund	<u>40,988</u>
Total Assigned	<u>2,948,642</u>
Unassigned	<u>(12,240,537)</u>
Total Fund Balances	<u><u>\$ (3,878,867)</u></u>

The General Fund is the primary operating fund of the School District. At the end of the current fiscal year, the total fund balance of the General Fund was \$9,852,942. This represents an increase of \$1,069,647 over the prior year. Combined higher than expected revenues and lower than anticipated expenses created a surplus for the 2023-24 school year. The surplus was allocated to various restricted and assigned components of fund balance, where appropriate, and the remainder is in unassigned fund balance. The amount of the unassigned fund balance is \$2,371,750 or 4.00% of the ensuing year's budget.

More detailed information about the School District's governmental fund balances is presented in note 3H in the notes to financial statements.

General Fund Budgetary Highlights – 2023-2024

The original, voter approved adopted budget of \$57,719,409 was increased by \$214,027 as a result of the rollover of prior year encumbrances for a total original budget of \$57,933,436. The budget was further revised during the 2023-2024 fiscal year by a total of \$129,030 from the appropriation of fund balance from the Employee Benefit Accrued Liability Reserve (EBALR), and the Tax Certiorari Reserve. As a result, the final budget totaled \$58,062,466.

Revenue Highlights include:

- Charges for Services were higher than budgeted mainly due to increased tuition revenue because of larger than projected special education student enrollment from other districts. Prior year tuition rate adjustments, billed and collected in 2023-2024, were also higher than projected.
- Interest revenue was higher than budgeted as a result of 4 interest rate hikes that took place since the 2023-24 budget was established.
- State aid was higher than budgeted because certain aids varied from initial projections provided by the State in the Spring of 2023. The largest fluctuations were in the categories of BOCES Aid and Basic Formula Aid. In addition, the School District filed two final capital project cost reports in December 2023 which resulted in a building aid increase to Basic Formula Aid.

Expenditure Highlights include:

- Instruction expenses were less than budgeted due to lower than projected costs for Special Education instructional salaries, non-instructional salaries, consultations, and tuition. In addition, costs were lower than anticipated for substitute teachers, lunch monitors, technology supplies, co-curricular activities, and health services.
- Central services costs were lower than budgeted for various items such as utilities, security salaries, facilities overtime, and database processing salaries.
- Employee benefits expenses were less than projected for the Teachers' Retirement System, Health Insurance, and Social Security.

The net increase in fund balance in the General Fund was \$1,069,647, resulting in an ending balance of \$9,852,942 or 16.62% of the ensuing year's budget.

For the Future

The Briarcliff Manor Union Free School District is financially stable and strong. However, there are two inter-related challenges that will require some discussion: Enrollment and Budget.

Enrollment:

Enrollment on average has declined from 2013-14 to 2023-2024. Declining enrollment negatively impacts state aid, and requires a thoughtful examination of staffing levels, and the sustainability of certain academic courses and programs. The projected enrollment for the 2024-2025 school year is 1,332 students.

Briarcliff Manor Union Free School District's Changing Enrollment

	2013-2014	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024
K-5	605	582	562	552	519	508	509	528	554	566	573
6-8	363	348	346	351	359	357	314	282	277	294	297
9-12	585	592	561	583	548	563	563	546	550	488	479
Out of District	13	18	13	20	20	17	18	19	13	17	9
Ungraded	0	0	0	1	1	0	0	0	0	0	0
Total	1566	1540	1482	1507	1447	1445	1404	1375	1394	1365	1358

Budget:

The School District is heavily dependent upon real property taxes as they represent approximately 74% of School District revenues (exclusive of STAR).

Effective in the 2012-2013 school year, legislation was passed by New York State capping tax levy increases to 2%. Under these circumstances, the challenge of presenting a fiscally responsible budget, while meeting the needs of children and mandates, will require effective and efficient management of School District operations in future years. It will be important that discussions about these issues, and what choices or changes are possible in expenditures, take place so the community is fully cognizant of whatever tradeoffs are made.

Capital Assets

As of June 30, 2024, the School District had \$54,243,787, net of accumulated depreciation invested in a broad range of capital assets, including land, buildings and improvements, machinery and equipment, and construction-in-progress. The change in capital assets, net of accumulated depreciation, is reflected below.

The increase in capital assets during the current fiscal year resulted mainly from the completion of Todd Phase 1, MS/HS Phase 1, district-wide Phase 1 HVAC Univent upgrade, and Todd Playground paving projects, as well as construction-in-progress for Todd Phases 2 and 3, MS/HS Phases 2 and 3, and the district-wide Phase 2 HVAC Univent upgrade projects. The increase in capital assets was partially offset by additional depreciation expense.

More detailed information about the School District's capital assets is presented in Note 3B in the notes to financial statements.

Class	June 30,	
	2024	2023
Land	\$ 318,215	\$ 318,215
Buildings and Improvements	39,512,849	34,837,240
Machinery and Equipment	2,602,820	3,028,944
Construction-in-Progress	11,809,903	8,025,822
Total Capital Assets, net of accumulated depreciation	<u>\$ 54,243,787</u>	<u>\$ 46,210,221</u>

Long-Term Debt

The School District had general obligation and other long-term debt outstanding as follows:

	June 30,	
	2024	2023
General Obligation Bonds Payable	\$ 4,921,814	\$ 5,726,283
Compensated Absences	350,337	400,647
Net Pension Liability	3,288,605	4,865,281
Financed Purchase Debt Payable	1,005,249	1,117,661
Other Postemployment Benefit Obligations (OPEB)	107,058,014	104,293,078
Total	<u>\$ 116,624,019</u>	<u>\$ 116,402,950</u>

During the 2023-2024 fiscal year, the School District recorded its net pension liability to ERS and TRS as required by the provisions of GASB Statement No. 68. The School District's other postemployment benefit liability (OPEB) was recorded in accordance with the provisions of GASB Statement No. 75. This liability will generally continue to grow as benefit expenses rise, and New York State only allows school districts to fund their obligations for health insurance on a pay-as-you-go basis.

More detailed information about the School District's long-term liabilities is presented in Note 3E in the notes to financial statements.

Requests for Information

This financial report is designed to provide a general overview of the School District's finances for all those with an interest in the School District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Briarcliff Manor Union Free School District
 Attention: John Brucato
 Asst. Superintendent for Finance & Operations
 45 Ingham Road
 Briarcliff Manor, NY 10510
 Or visit our website at www.briarcliffschools.org

Briarcliff Manor Union Free School District, New YorkStatement of Net Position
June 30, 2024

	<u>Governmental Activities</u>
ASSETS	
Cash and equivalents	\$ 16,771,896
Investments	6,125,161
Receivables	
Accounts	116,392
State and Federal aid	424,628
Due from other governments	1,400,698
Capital assets	
Not being depreciated	12,128,118
Being depreciated, net	<u>42,115,669</u>
Total Assets	<u>79,082,562</u>
DEFERRED OUTFLOWS OF RESOURCES	
Pension related	11,713,861
OPEB related	<u>15,887,964</u>
Total Deferred Outflows of Resources	<u>27,601,825</u>
LIABILITIES	
Accounts payable	1,582,836
Accrued liabilities	197,083
Bond anticipation notes payable	23,923,113
Deposits payable	60,801
Bond interest and matured bonds payable	5,019
Due to retirement systems	2,713,065
Due to other governments	188,308
Unearned revenues	47,417
Accrued interest payable	15,769
Non-current liabilities	
Due within one year	3,637,005
Due in more than one year	<u>112,987,014</u>
Total Liabilities	<u>145,357,430</u>
DEFERRED INFLOWS OF RESOURCES	
Pension related	1,772,512
OPEB related	<u>18,318,751</u>
Total Deferred Inflows of Resources	<u>20,091,263</u>
NET POSITION	
Net investment in capital assets	31,620,280
Restricted	
Liability and casualty claims	227,502
Debt service	675,527
Tax certiorari	3,268,269
Retirement contributions	728,387
Special purposes	
Extraclassroom activities	82,173
Other	81,790
Capital projects	174,006
Unrestricted	<u>(95,622,240)</u>
Total Net Position	<u>\$ (58,764,306)</u>

The notes to the financial statements are an integral part of this statement.

Briarcliff Manor Union Free School District, New York

Statement of Activities
Year Ended June 30, 2024

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities					
General support	\$ 10,406,873	\$ 66,025	\$ 96,498	\$ -	\$ (10,244,350)
Instruction	46,856,310	5,888,729	548,279	-	(40,419,302)
Pupil transportation	2,806,002	-	-	-	(2,806,002)
Cost of food sales	726,449	761,631	-	-	35,182
Other	7,975	-	13,637	-	5,662
Interest	1,065,767	-	-	375,437	(690,330)
Total Governmental Activities	\$ 61,869,376	\$ 6,716,385	\$ 658,414	\$ 375,437	(54,119,140)
General revenues					
Real property taxes					43,815,836
Other tax items					
School tax relief reimbursement					1,166,189
Non-property taxes					
Non-property tax distribution from County					792,510
Unrestricted use of money and property					643,157
Sale of property and compensation for loss					7,312
Unrestricted State aid					4,554,089
Miscellaneous					256,510
Total General Revenues					<u>51,235,603</u>
Change in Net Position					(2,883,537)
Net Position - Beginning					<u>(55,880,769)</u>
Net Position - Ending					<u>\$ (58,764,306)</u>

The notes to the financial statements are an integral part of this statement.

Briarcliff Manor Union Free School District, New York

Balance Sheet
 Governmental Funds
 June 30, 2024

	General	Capital Projects	Debt Service
ASSETS			
Cash and equivalents	\$ 8,099,321	\$ 8,363,157	\$ -
Investments	5,731,266	-	315,985
Receivables			
Accounts	88,414	-	-
State and Federal aid	259,021	-	-
Due from other governments	1,400,698	-	-
Due from other funds	170,666	2,274,784	364,633
Total Assets	<u>\$ 15,749,386</u>	<u>\$ 10,637,941</u>	<u>\$ 680,618</u>
LIABILITIES AND FUND BALANCES (DEFICITS)			
Liabilities			
Accounts payable	\$ 453,214	\$ 962,482	\$ -
Accrued liabilities	197,083	-	-
Bond anticipation notes payable	-	23,923,113	-
Deposits payable	60,801	-	-
Bond interest and matured bonds payable	-	-	5,019
Due to retirement systems	2,713,065	-	-
Due to other funds	2,278,664	364,633	72
Due to other governments	187,675	-	-
Unearned revenues	5,942	-	-
Total Liabilities	<u>5,896,444</u>	<u>25,250,228</u>	<u>5,091</u>
Fund balances (deficits)			
Restricted	4,573,538	-	675,527
Assigned	2,907,654	-	-
Unassigned	2,371,750	(14,612,287)	-
Total Fund Balances (Deficits)	<u>9,852,942</u>	<u>(14,612,287)</u>	<u>675,527</u>
Total Liabilities and Fund Balances (Deficits)	<u>\$ 15,749,386</u>	<u>\$ 10,637,941</u>	<u>\$ 680,618</u>

The notes to the financial statements are an integral part of this statement.

Non-Major Governmental	Total Governmental Funds
\$ 309,418	\$ 16,771,896
77,910	6,125,161
27,978	116,392
165,607	424,628
-	1,400,698
3,880	2,813,963
<u>\$ 584,793</u>	<u>\$ 27,652,738</u>
\$ 167,140	\$ 1,582,836
-	197,083
-	23,923,113
-	60,801
-	5,019
-	2,713,065
170,594	2,813,963
633	188,308
41,475	47,417
<u>379,842</u>	<u>31,531,605</u>
163,963	5,413,028
40,988	2,948,642
-	(12,240,537)
<u>204,951</u>	<u>(3,878,867)</u>
<u>\$ 584,793</u>	<u>\$ 27,652,738</u>

Briarcliff Manor Union Free School District, New York

Reconciliation of Governmental Funds Balance Sheet to
the District-Wide Statement of Net Position
June 30, 2024

Amounts Reported for Governmental Activities in the Statement of Net Position are Different Because

Total Fund Balances - Governmental Funds	<u>\$ (3,878,867)</u>
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	
Capital assets - non-depreciable	12,128,118
Capital assets - depreciable	84,481,193
Accumulated depreciation	<u>(42,365,524)</u>
	<u>54,243,787</u>
Differences between expected and actual experiences, assumption changes and net differences between projected and actual earnings and contributions subsequent to the measurement date for the postretirement benefits (pension and OPEB) are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position.	
Deferred outflows - pension related	11,713,861
Deferred outflows - OPEB related	15,887,964
Deferred inflows - pension related	(1,772,512)
Deferred inflows - OPEB related	<u>(18,318,751)</u>
	<u>7,510,562</u>
Long-term liabilities that are not due and payable in the current period are, therefore, not reported in the funds.	
Accrued interest payable	(15,769)
General obligation bonds payable	(4,415,000)
Financed purchase debt payable	(1,005,249)
Compensated absences	(350,337)
Net pension liability - ERS	(1,876,120)
Net pension liability - TRS	(1,412,485)
Total OPEB liability	<u>(107,058,014)</u>
	<u>(116,132,974)</u>
Governmental funds report the effect of premiums, discounts, and refundings and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.	
Premium on general obligation bonds	<u>(506,814)</u>
Net Position of Governmental Activities	<u>\$ (58,764,306)</u>

The notes to the financial statements are an integral part of this statement.

Briarcliff Manor Union Free School District, New York

Statement of Revenues, Expenditures and Changes in Fund Balances
 Governmental Funds
 Year Ended June 30, 2024

	General	Capital Projects	Debt Service	Non-Major Governmental	Total Governmental Funds
REVENUES					
Real property taxes	\$ 43,815,836	\$ -	\$ -	\$ -	\$ 43,815,836
Other tax items	1,166,189	-	-	-	1,166,189
Non-property taxes	792,510	-	-	-	792,510
Charges for services	5,771,674	-	-	-	5,771,674
Use of money and property	805,680	-	230,881	6,322	1,042,883
Sale of property and compensation for loss	7,312	-	-	-	7,312
State aid	4,668,529	-	-	127,206	4,795,735
Federal aid	-	-	-	291,692	291,692
Food sales	-	-	-	761,631	761,631
Miscellaneous	256,510	-	-	139,311	395,821
Total Revenues	57,284,240	-	230,881	1,326,162	58,841,283
EXPENDITURES					
Current					
General support	7,996,743	-	-	-	7,996,743
Instruction	29,886,560	-	-	465,641	30,352,201
Pupil transportation	2,747,486	-	-	-	2,747,486
Employee benefits	11,406,287	-	-	-	11,406,287
Cost of food sales	-	-	-	722,630	722,630
Other	-	-	-	130,970	130,970
Debt service					
Principal	1,272,141	-	-	-	1,272,141
Interest	1,146,781	-	-	-	1,146,781
Capital outlay	-	10,782,206	-	-	10,782,206
Total Expenditures	54,455,998	10,782,206	-	1,319,241	66,557,445
Excess (Deficiency) of Revenues Over Expenditures	2,828,242	(10,782,206)	230,881	6,921	(7,716,162)
OTHER FINANCING SOURCES (USES)					
Financed purchase debt	-	439,729	-	-	439,729
Issuance premium	-	-	144,556	-	144,556
Transfers in	-	1,726,793	-	31,802	1,758,595
Transfers out	(1,758,595)	-	-	-	(1,758,595)
Total Other Financing Sources (Uses)	(1,758,595)	2,166,522	144,556	31,802	584,285
Net Change in Fund Balances	1,069,647	(8,615,684)	375,437	38,723	(7,131,877)
FUND BALANCES (DEFICITS)					
Beginning of Year	8,783,295	(5,996,603)	300,090	166,228	3,253,010
End of Year	<u>\$ 9,852,942</u>	<u>\$ (14,612,287)</u>	<u>\$ 675,527</u>	<u>\$ 204,951</u>	<u>\$ (3,878,867)</u>

The notes to the financial statements are an integral part of this statement.

Briarcliff Manor Union Free School District, New YorkReconciliation of the Statement of Revenues, Expenditures and
Changes in Fund Balances of Governmental Funds
to the Statement of Activities
Year Ended June 30, 2024

Amounts Reported for Governmental Activities in the Statement of Activities are Different Because

Net Change in Fund Balances - Total Governmental Funds	<u>\$ (7,131,877)</u>
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.	
Capital outlay expenditures	10,525,483
Depreciation expense	<u>(2,491,917)</u>
	<u>8,033,566</u>
Bond and other debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond and other debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized on the statement of activities.	
Financed purchase debt issued	(439,729)
Issuance premium	(144,556)
Principal paid on general obligation bonds	720,000
Principal paid on financed purchase debt	<u>552,141</u>
	<u>687,856</u>
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	
Accrued interest	(3,455)
Compensated absences	50,310
Changes in pension liabilities and related deferred outflows and inflows of resources	(2,143,932)
Changes in OPEB liabilities and related deferred outflows and inflows of resources	(2,605,030)
Amortization of issuance premium	<u>229,025</u>
	<u>(4,473,082)</u>
Change in Net Position of Governmental Activities	<u><u>\$ (2,883,537)</u></u>

The notes to the financial statements are an integral part of this statement.

Briarcliff Manor Union Free School District, New York

Statement of Revenues, Expenditures and Changes in Fund
Balance - Budget and Actual
General Fund
Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Real property taxes	\$ 45,018,025	\$ 43,815,836	\$ 43,815,836	\$ -
Other tax items	-	1,166,189	1,166,189	-
Non-property taxes	730,000	730,000	792,510	62,510
Charges for services	4,945,332	4,945,332	5,771,674	826,342
Use of money and property	299,050	299,050	805,680	506,630
Sale of property and compensation for loss	-	-	7,312	7,312
State aid	4,219,691	4,219,691	4,668,529	448,838
Miscellaneous	134,950	134,950	256,510	121,560
Total Revenues	55,347,048	55,311,048	57,284,240	1,973,192
EXPENDITURES				
Current				
General support	8,819,885	8,918,861	7,996,743	922,118
Instruction	30,785,523	30,703,731	29,886,560	817,171
Pupil transportation	2,712,568	2,759,796	2,747,486	12,310
Employee benefits	11,519,272	11,496,156	11,406,287	89,869
Debt service				
Principal	1,278,214	1,272,141	1,272,141	-
Interest	992,974	1,146,781	1,146,781	-
Total Expenditures	56,108,436	56,297,466	54,455,998	1,841,468
Excess (Deficiency) of Revenues Over Expenditures	(761,388)	(986,418)	2,828,242	3,814,660
OTHER FINANCING USES				
Transfers out	(1,825,000)	(1,765,000)	(1,758,595)	6,405
Net Change in Fund Balance	(2,586,388)	(2,751,418)	1,069,647	3,821,065
FUND BALANCE				
Beginning of Year	2,586,388	2,751,418	8,783,295	6,031,877
End of Year	\$ -	\$ -	\$ 9,852,942	\$ 9,852,942

The notes to the financial statements are an integral part of this statement.

Note 1 - Summary of Significant Accounting Policies

The Briarcliff Manor Union Free School District, New York (“School District”), as presently constituted, was established in 1909 and operates in accordance with the provisions of the Education Law of the State of New York. The Board of Education is the legislative body responsible for overall operation of the School District and is elected by the voters of the School District. The Superintendent serves as the chief executive officer. The School District's primary function is to provide education for its pupils. Services such as transportation of pupils, administration, finance and plant maintenance support the primary function.

The financial statements of the School District have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to local governmental units and the Uniform System of Accounts as prescribed by the State of New York. The Governmental Accounting Standards Board (“GASB”) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The School District's significant accounting policies are described below:

A. Financial Reporting Entity

The financial reporting entity consists of a) the primary government, which is the School District, b) organizations for which the School District is financially accountable and c) other organizations for which the nature and significance of their relationship with the School District are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete as set forth by GASB.

In evaluating how to define the School District, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the School District's reporting entity was made by applying the criteria set forth by GASB, including legal standing, fiscal dependency and financial accountability. Based upon the application of these criteria, there are no other entities which would be included in the financial statements.

The School District participates in the Putnam-Northern Westchester Board of Cooperative Educational Services (“BOCES”), a jointly governed entity. BOCES is a voluntary cooperative association of school districts in a geographic area that share planning, services and programs, which provide educational and support services. BOCES' governing board is elected based on the vote of members of the participating districts' governing boards. BOCES' budget is comprised of separate budgets for administrative, program and capital costs. BOCES charges the districts for program costs based on participation and for administrative and capital costs. Each component school district's share of administrative and capital costs is determined by resident public school enrollment as defined by Education Law. Copies of BOCES' financial statements can be requested from Putnam-Northern Westchester BOCES, 200 BOCES Drive, Yorktown Heights, New York 10598.

B. District-Wide Financial Statements

The district-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all non-fiduciary activities of the School District as a whole. For the most part, the effect of interfund activity has been removed from these statements, except for interfund services provided and used.

Note 1 - Summary of Significant Accounting Policies (Continued)

The Statement of Net Position presents the financial position of the School District at the end of its fiscal year. The Statement of Activities demonstrates the degree to which direct expenses of a given function or segments are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods or services, or privileges provided by a given function or segment, (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment and (3) interest earned on grants that is required to be used to support a particular program. Taxes and other items not identified as program revenues are reported as general revenues. The School District does not allocate indirect expenses to functions in the Statement of Activities.

While separate district-wide and fund financial statements are presented, they are interrelated. Separate financial statements are provided for governmental and fiduciary funds, even though the latter is excluded from the district-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. Fund Financial Statements

The accounts of the School District are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts, which comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balances, revenues and expenditures/expenses. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The School District maintains the minimum number of funds consistent with legal and managerial requirements. The focus of governmental fund financial statements is on major funds as that term is defined in professional pronouncements. Each major fund is to be presented in a separate column, with non-major funds, if any, aggregated and presented in a single column. Fiduciary funds are reported by type. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the district-wide statements' governmental activities column, a reconciliation is presented on the pages following, which briefly explain the adjustments necessary to transform the fund based financial statements into the governmental activities column of the district-wide presentation. The School District's resources are reflected in the fund financial statements in two broad fund categories, in accordance with generally accepted accounting principles as follows:

Fund Categories

- a. Governmental Funds - Governmental Funds are those through which most general government functions are financed. The acquisition, use and balances of expendable financial resources and the related liabilities are accounted for through governmental funds. The following represents the School District's major governmental funds.

General Fund - The General Fund constitutes the primary operating fund of the School District and is used to account for and report all financial resources not accounted for and reported in another fund.

Note 1 - Summary of Significant Accounting Policies (Continued)

Capital Projects Fund - The Capital Projects Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditures for outlays, including the acquisition or construction of major capital facilities and other capital assets.

Debt Service Fund - The Debt Service Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditures for principal and interest, and for financial resources that are being accumulated for principal and interest maturing in future years.

The School District also reports the following non-major governmental funds:

Special Revenue Funds - Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted, committed or assigned to expenditures for specified purposes other than debt service or capital projects. The non-major special revenue funds of the School District are as follows:

Special Aid Fund - The Special Aid Fund is used to account for special projects or programs supported in whole or in part with Federal, State or local funds.

School Lunch Fund - The School Lunch Fund is used to record the operations of the breakfast and lunch programs of the School District.

Special Purpose Fund - The Special Purpose Fund is used to account for assets held by the School District in accordance with grantor or contributor stipulations. Among the activities included in the Special Purpose Fund are extraclassroom activity funds.

- b. Fiduciary Funds (Not Included in District-Wide Financial Statements) – The Fiduciary Funds are used to account for assets held by the School District on behalf of others. In accordance with the provisions of GASB Statement No. 84, “*Fiduciary Activities*”, the School District had no such activity to report in this fund category.

D. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The 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 (current assets less current liabilities) or economic resources (all assets and liabilities). The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The district-wide 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 when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Note 1 - Summary of Significant Accounting Policies (Continued)

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized when they have been earned and they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Property taxes are considered to be available if collected within sixty days of the fiscal year-end. If expenditures are the prime factor for determining eligibility, revenues from Federal and State grants are recognized as revenues when the expenditure is made and the amounts are expected to be collected within one year of the fiscal year end. A ninety day availability period is generally used for revenue recognition for most other governmental fund revenues. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures as well as expenditures related to compensated absences, net pension liability and other postemployment benefit liability are recognized later based on specific accounting rules applicable to each, generally when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt are reported as other financing sources.

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Fund Balances

Cash and Equivalents, Investments and Risk Disclosure

Cash and Equivalents - Cash and equivalents consist of funds deposited in demand deposit accounts, time deposit accounts and short-term investments with original maturities of less than three months from date of acquisition.

The School District's deposits and investment policies are governed by State statutes. The School District has adopted its own written investment policy, which provides for the deposit of funds in FDIC insured commercial banks or trust companies located within the State. The School District is authorized to use demand deposit accounts, time deposit accounts and certificates of deposit.

Collateral is required for demand deposit accounts, time deposit accounts and certificates of deposit of at least 102% of all deposits not covered by Federal deposit insurance. The School District has entered into custodial agreements with the various banks which hold their deposits. These agreements authorize the obligations that may be pledged as collateral. Such obligations include, among other instruments, obligations of the United States and its agencies and obligations of the State and its municipal and school district subdivisions.

Investments - Permissible investments include obligations of the U.S. Treasury, U.S. Agencies, repurchase agreements and obligations of New York State or its political subdivisions.

The School District follows the provisions of GASB Statement No. 72, "*Fair Value Measurement and Application*", which defines fair value and establishes a fair value hierarchy organized into three levels based upon the input assumptions used in pricing assets. Level 1 inputs have the highest reliability and are related to assets with unadjusted quoted prices in active markets. Level 2 inputs relate to assets with other than quoted prices in active markets which may include quoted prices for similar assets or liabilities or

Note 1 - Summary of Significant Accounting Policies (Continued)

other inputs which can be corroborated by observable market data. Level 3 inputs are unobservable inputs and are used to the extent that observable inputs do not exist.

The School District participates in the New York Liquid Assets Fund (“NYLAF”), a cooperative investment pool, established pursuant to Articles 3A and 5G of General Municipal Law of the State of New York. The sponsoring agency of the pool is another governmental unit, which acting through the fiscal officer, is primarily responsible for executing the provisions of the cooperative agreement. NYLAF has designated PMA Asset Management, LLC as its registered investment advisor.

The pool is authorized to invest in various securities issued by the United States and its agencies. The amounts represent the amortized cost of the cooperative shares and are considered to approximate fair value. The School District’s position in the pool at June 30, 2024 of \$6,125,161 is equal to the value of the pool shares.

Additional information concerning the NYLAF is presented in the annual report, which may be obtained from the Governing Board c/o PMA Financial Network, LLC, 300 Westage Business Center Drive, Fishkill, NY 12524.

NYLAF is rated AAAm by Standard and Poor’s Rating Service. Local government investment cooperatives in this rating category meet the highest standards for credit quality, conservative investment policies and safety of principal. NYLAF invests in a high quality portfolio of investments legally permissible for municipalities and school districts in the State.

Risk Disclosure

Interest Rate Risk - Interest rate risk is the risk that the government will incur losses in fair value caused by changing interest rates. The School District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from changing interest rates. Generally, the School District does not invest in any long-term investment obligations.

Custodial Credit Risk - Custodial credit risk is the risk that in the event of a bank failure, the School District’s deposits may not be returned to it. GASB Statement No. 40, “*Deposit and Investment Risk Disclosures – an amendment of GASB Statement No. 3*”, directs that deposits be disclosed as exposed to custodial credit risk if they are not covered by depository insurance and the deposits are either uncollateralized, collateralized by securities held by the pledging financial institution or collateralized by securities held by the pledging financial institution’s trust department but not in the School District’s name. The School District’s aggregate bank balances that were not covered by depository insurance were not exposed to custodial credit risk at June 30, 2024.

Credit Risk - Credit risk is the risk that an issuer or other counterparty will not fulfill its specific obligation even without the entity’s complete failure. The School District does not have a formal credit risk policy other than restrictions to obligations allowable under General Municipal Law of the State of New York.

Note 1 - Summary of Significant Accounting Policies (Continued)

Concentration of Credit Risk - Concentration of credit risk is the risk attributed to the magnitude of a government's investments in a single issuer. The School District's investment policy does not limit the amount on deposit at each of its banking institutions.

Property Taxes Receivable - Real property taxes attach as an enforceable lien on real property as of July 1st and are levied and payable in September and January. The various towns which are included in the levy are responsible for the billing and collection of the taxes. The towns guarantee the full payment of the School District warrant and assume responsibility for uncollected taxes.

Other Receivables - Other receivables include amounts due from other governments and individuals for services provided by the School District. Receivables are recorded and revenues recognized as earned or as specific program expenditures are incurred. Allowances are recorded when appropriate.

Due From/To Other Funds - During the course of its operations, the School District has numerous transactions between funds to finance operations, provide services and construct assets. To the extent that certain transactions between funds had not been paid or received as of June 30, 2024, balances of interfund amounts receivable or payable have been recorded in the fund financial statements.

Capital Assets - Capital assets which include property, plant and equipment, are reported in the governmental activities column in the district-wide financial statements. Capital assets are defined by the School District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation. Acquisition value is the price that would be paid to acquire an asset with equivalent service potential on the date of the donation.

Major outlays for capital assets and improvements are capitalized as projects are constructed. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives is not capitalized.

Land and construction-in-progress are not depreciated. Property, plant and equipment of the School District are depreciated using the straight line method over the following estimated useful lives.

<u>Class</u>	<u>Life in Years</u>
Buildings and Improvements	15-50
Machinery and Equipment	5-20

The costs associated with the acquisition or construction of capital assets are shown as capital outlay expenditures on the governmental fund financial statements. Capital assets are not shown on the governmental fund balance sheets.

Unearned Revenues - Unearned revenues arise when assets are recognized before revenue recognition criteria has been satisfied. In the district-wide financial statements, unearned revenues

Note 1 - Summary of Significant Accounting Policies (Continued)

consist of amounts received in advance and/or revenue from grants received before the eligibility requirements have been met.

Unearned revenues in the fund financial statements are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met. The School District has reported unearned revenues of \$5,942 in the General Fund for facilities use and award monies received in advance, \$216 in the Special Aid Fund for local grants received in advance, and \$41,259 for prepaid meal cards in the School Lunch Fund. Such amounts have been deemed to be measurable but not "available" pursuant to generally accepted accounting principles.

Deferred Outflows/Inflows of Resources - In addition to assets, the statement of financial position includes a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net assets that applies to a future period and so will not be recognized as an outflow of resources (expenditures/expense) until then.

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

The School District reported deferred outflows of resources and deferred inflows of resources in relation to its pension and other postemployment benefit liabilities in the district-wide financial statements. These amounts are detailed in the discussion of the School District's pension and other postemployment benefit liabilities in Note 3E.

Long-Term Liabilities - In the district-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable premium or discount. Bond issuance costs are expensed as incurred.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as Debt Service or Capital Projects funds expenditures.

Compensated Absences - The various collective bargaining agreements provide for the payment of accumulated sick leave upon separation from service. The liability for such accumulated leave is reflected in the district-wide Statement of Net Position as current and long-term liabilities. A liability for these amounts is reported in the governmental funds only if the liability has matured through employee resignation or retirement. The liability for compensated absences includes salary related payments, where applicable.

Net Pension Liability (Asset) - The net pension liability (asset) represents the School District's proportionate share of the net pension liability (asset) of the New York State and Local Employees' Retirement System and the New York State Teachers' Retirement System. The financial reporting of these amounts are presented in accordance with the provisions of GASB Statement No. 68, "Accounting and Financial Reporting for Pensions" and GASB Statement No.

Note 1 - Summary of Significant Accounting Policies (Continued)

71, "Pension Transition for Contributions Made Subsequent to the Measurement Date – An Amendment of GASB Statement No. 68".

Other Postemployment Benefit Liability ("OPEB") - In addition to providing pension benefits, the School District provides health care benefits for certain retired employees and their survivors. The financial reporting of these amounts are presented in accordance with the provisions of GASB Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other than Pensions".

Net Position - Net position represents the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources. Net position is comprised of three components: net investment in capital assets, restricted, and unrestricted.

Net investment in capital assets consists of capital assets, net of accumulated depreciation/amortization and reduced by outstanding balances of bonds and other debt that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are also included in this component of net position.

Restricted net position consists of restricted assets and deferred outflows of resources reduced by liabilities and deferred inflows of resources related to those assets. Assets are reported as restricted when constraints are placed on asset use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Restricted net position for the School District includes restricted for liability and casualty claims, debt service, tax certiorari, retirement contributions, special purpose and capital projects.

Unrestricted net position is the net amount of the assets, deferred outflows of resources, liabilities and deferred inflows of resources that does not meet the definition of the two preceding categories.

Sometimes the School District will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the district-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the School District's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

Fund Balance - Generally, fund balance represents the difference between current assets and deferred outflows of resources and current liabilities and deferred inflows of resources. In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the School District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Under this standard, the fund balance classifications are as follows:

Nonspendable fund balance includes amounts that cannot be spent because they are either not in spendable form (inventories, prepaid amounts, long-term receivables) or they are legally or contractually required to be maintained intact (the corpus of a permanent fund).

Note 1 - Summary of Significant Accounting Policies (Continued)

Restricted fund balance is reported when constraints placed on the use of the resources are imposed by grantors, contributors, laws or regulations of other governments or imposed by law through enabling legislation. Enabling legislation includes a legally enforceable requirement that these resources be used only for the specific purposes as provided in the legislation. This fund balance classification is used to report funds that are restricted for debt service obligations and for other items contained in the General Municipal Law or the Education Law of the State of New York.

Committed fund balance is reported for amounts that can only be used for specific purposes pursuant to formal action of the entity's highest level of decision making authority. The Board of Education is the highest level of decision making authority for the School District that can, by the adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, these funds may only be used for the purpose specified unless the School District removes or changes the purpose by taking the same action that was used to establish the commitment. This classification includes certain amounts established and approved by the Board of Education.

Assigned fund balance, in the General Fund, represents amounts constrained either by policies of the Board of Education for amounts assigned for balancing the subsequent year's budget or the Assistant Superintendent for Finance and Operations for amounts assigned for encumbrances. Unlike commitments, assignments generally only exist temporarily, in that additional action does not normally have to be taken for the removal of an assignment. An assignment cannot result in a deficit in the unassigned fund balance in the General Fund. Assigned fund balance in all funds except the General Fund includes all remaining amounts, except for negative balances that are not classified as nonspendable and are neither restricted nor committed.

Unassigned fund balance, in the General Fund, represents amounts not classified as nonspendable, restricted, committed or assigned. The General Fund is the only fund that would report a positive unassigned fund balance. For all governmental funds other than the General Fund, any deficit fund balance is reported as unassigned.

In order to calculate the amounts to report as restricted and unrestricted fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the School District's policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the School District's policy to use fund balance in the following order: committed, assigned, and unassigned.

F. Encumbrances

In governmental funds, encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve applicable appropriations, is generally employed as an extension of formal budgetary integration in the General Fund. Encumbrances outstanding at year-end are generally reported as assigned balance since they do not constitute expenditures or liabilities.

G. Use of Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported

Note 1 - Summary of Significant Accounting Policies (Continued)

amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources, and disclosures of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

H. Subsequent Events Evaluation by Management

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which date is October 9, 2024.

Note 2 - Stewardship, Compliance and Accountability

A. Budgetary Data

The School District generally follows the procedures enumerated below in establishing the budgetary data reflected in the fund financial statements:

- a) At least seven days prior to the budget hearing, a copy of the budget is made available to the voters.
- b) At the budget hearing, the voters may raise questions concerning the items contained in the budget.
- c) The Board of Education establishes a date for the annual meeting, which by law will be held on the third Tuesday in May.
- d) The voters are permitted to vote upon the General Fund budget at the annual meeting.
- e) If the original proposed budget is not approved by the voters, the Board of Education has the option of either resubmitting the original or revising the budget for voter approval at a special meeting held at a later date; or the Board of Education may, at that point, adopt a contingency budget. If the Board of Education decides to submit either the original or a revised budget to the voters for a second time, and the voters do not approve the second budget submittal, the Board of Education must adopt a contingency budget and the tax levy cannot exceed the total tax levy of the prior year (0% levy growth). In addition, the administrative component of the contingency budget shall not comprise a greater percentage of the contingency budget exclusive of the capital component than the lesser of either 1) the percentage the administrative component had comprised in the prior year budget exclusive of the capital component; or 2) the percentage the administrative component had comprised in the last proposed defeated budget exclusive of the capital component.
- f) Formal budgetary integration is employed during the year as a management control device for the General Fund.
- g) Budgets for the General Fund are legally adopted annually on a basis consistent with generally accepted accounting principles. The Capital Projects Fund is budgeted on a project basis. The Board of Education does not adopt an annual

Note 2 - Stewardship, Compliance and Accountability (Continued)

budget for the Special Aid, Debt Service, School Lunch or Special Purpose funds since other means control the use of these resources (e.g., grants awards) and sometimes span a period of more than one fiscal year.

- h) The Board of Education has established legal control of the budget at the function level of expenditures. Transfers between appropriation accounts, at the function level, require approval by the Board of Education. Any modification to appropriations resulting from increases in revenue estimates or supplemental reserve appropriations also require a majority vote by the Board.
- i) Appropriations in the General Fund lapse at the end of the fiscal year, except outstanding encumbrances are reappropriated in the succeeding year, pursuant to the Uniform System of Accounts promulgated by the Office of the State Comptroller.

Budgeted amounts are as originally adopted or as amended by the Board of Education.

B. Limitation on Fund Balance

The School District is limited to the amount of committed, assigned and unassigned fund balance, with certain exceptions, that can be retained. New York State law limits this amount of fund balance to 4% of the ensuing year's budget.

C. Property Tax Limitation

Chapter 97 of the Laws of 2011, as amended ("Tax Levy Limitation Law"), modified previous law by imposing a limitation on the amount of tax levy growth from one fiscal year to the next. Such limitation is the lesser of (i) 2% or (ii) the annual percentage increase in the CPI subject to certain exclusions. A budget with a tax levy that does not exceed such limit will require approval by at least 50% of the voters. Approval by at least 60% of the voters will be required for a budget with a tax levy in excess of the limit. In the event the voters reject the budget, the tax levy for the school district's budget for the ensuing fiscal year may not exceed the amount of the tax levy for the prior fiscal year. School districts will be permitted to carry forward a certain portion of their unused tax levy limitation from a prior year.

The Tax Levy Limitation Law permits certain significant exclusions to the tax levy limit for school districts. These include taxes to pay the local share of debt service on bonds or notes issued to finance voter approved capital expenditures and the refinancing or refunding of such bonds or notes, certain pension cost increases, and other items enumerated in the Tax Levy Limitation Law. However, such exclusion does not apply to taxes to pay debt service on tax anticipation notes, revenue anticipation notes, budget notes and deficiency notes; and any obligations issued to finance deficits and certain judgments, including tax certiorari refund payments.

D. Capital Projects Fund Deficit

The deficit of \$14,946,591 in the Facilities Improvements project arose because of the application of generally accepted accounting principles to the financial reporting of such funds. The proceeds of bond anticipation notes issued to finance construction of capital projects are not recognized as an "other financing source". Liabilities for bond anticipation notes issued are accounted for in the Capital Projects Fund. Bond anticipation notes are recognized as revenue only to the extent that they are redeemed. The deficit in this project will be reduced and eliminated as the bond anticipation notes are redeemed from interfund transfers from other governmental funds or converted to permanent financing.

Briarcliff Manor Union Free School District, New York

Notes to Financial Statements (Continued)
June 30, 2024

Note 3 - Detailed Notes on All Funds

A. Interfund Receivables/Payables

The composition of due from/to other funds at June 30, 2024 were as follows:

Fund	Due From	Due To
General	\$ 170,666	\$ 2,278,664
Capital Projects	2,274,784	364,633
Debt Service	364,633	72
Non-Major Governmental	3,880	170,594
	<u>\$ 2,813,963</u>	<u>\$ 2,813,963</u>

The outstanding balances between funds result mainly from the time lag between the dates that 1) interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system, and 3) payment between funds are made.

B. Capital Assets

Changes in the School District's capital assets are as follows:

Class	Balance July 1, 2023	Additions	Deletions	Balance June 30, 2024
Capital Assets, not being depreciated:				
Land	\$ 318,215	\$ -	\$ -	\$ 318,215
Construction-in-progress	8,025,822	9,957,608	6,173,527	11,809,903
Total Capital Assets, not being depreciated	<u>\$ 8,344,037</u>	<u>\$ 9,957,608</u>	<u>\$ 6,173,527</u>	<u>\$ 12,128,118</u>
Capital Assets, being depreciated/amortized:				
Buildings and Improvements	\$ 71,973,953	\$ 6,558,397	\$ -	\$ 78,532,350
Machinery and Equipment	5,766,588	183,005	750	5,948,843
Total Capital Assets, being depreciated	<u>77,740,541</u>	<u>6,741,402</u>	<u>750</u>	<u>84,481,193</u>
Less Accumulated Depreciation for:				
Buildings and Improvements	37,136,713	1,882,788	-	39,019,501
Machinery and Equipment	2,737,644	609,129	750	3,346,023
Total Accumulated Depreciation	<u>39,874,357</u>	<u>2,491,917</u>	<u>750</u>	<u>42,365,524</u>
Total Capital Assets, being depreciated/amortized, net	<u>\$ 37,866,184</u>	<u>\$ 4,249,485</u>	<u>\$ -</u>	<u>\$ 42,115,669</u>
Capital Assets, net	<u>\$ 46,210,221</u>	<u>\$ 14,207,093</u>	<u>\$ 6,173,527</u>	<u>\$ 54,243,787</u>

Depreciation expense was charged to School District functions and programs as follows:

General Support	\$ 368,214
Instruction	2,119,884
Cost of Food Sales	3,819
Total Depreciation Expense	<u>\$ 2,491,917</u>

Briarcliff Manor Union Free School District, New York

Notes to Financial Statements (Continued)
June 30, 2024

Note 3 - Detailed Notes on All Funds (Continued)

C. Accrued Liabilities

Accrued liabilities at June 30, 2024 were as follows:

	<u>General Fund</u>
Payroll and employee benefits	\$ 197,083

D. Short-Term Capital Borrowings - Bond Anticipation Notes

The schedule below details the changes in short-term capital borrowings.

Purpose	Year of Original Issue	Maturity Date	Interest Rate	Balance July 1, 2023	Issued	Redemptions	Balance June 30, 2024
Facilities Improvements	2023	6/28/2024	4.75 %	\$ 19,620,000	\$ -	\$ 19,620,000	\$ -
Facilities Improvements	2024	6/27/2025	4.25	-	23,923,113	-	23,923,113
				\$ 19,620,000	\$ 23,923,113	\$ 19,620,000	\$ 23,923,113

Liabilities for bond anticipation notes are generally accounted for in the Capital Projects Fund. Bond anticipation notes issued for judgments or settled claims are recorded in the fund paying the claim. Principal payments on bond anticipation notes must be made annually. State law requires that bond anticipation notes issued for capital purposes or judgments be converted to long-term obligations generally within seven years after the original issue date. However, bond anticipation notes issued for assessable improvement projects may be renewed for periods equivalent to the maximum life of the permanent financing, provided that stipulated annual reductions of principal are made.

Interest expenditures of \$931,950 were recorded in the fund financial statements in the General Fund. Interest expense of \$936,542 was recorded in the district-wide financial statements.

E. Long-Term Liabilities

The following table summarizes changes in the School District's long-term liabilities for the year ended June 30, 2024:

	Balance July 1, 2023	New Issues/ Additions	Maturities and/or Payments	Balance June 30, 2024	Due Within One-Year
General Obligation Bonds Payable	\$ 5,135,000	\$ -	\$ 720,000	\$ 4,415,000	\$ 750,000
Plus -Unamortized premiums on bonds	591,283	-	84,469	506,814	84,469
	5,726,283	-	804,469	4,921,814	834,469
Other Non-current Liabilities					
Financed Purchase Debt Payable	1,117,661	439,729	552,141	1,005,249	367,536
Compensated Absences	400,647	64,620	114,930	350,337	35,000
Net Pension Liability - ERS	2,475,008	-	598,888	1,876,120	-
Net Pension Liability - TRS	2,390,273	-	977,788	1,412,485	-
Other Postemployment Benefit Liability	104,293,078	11,820,013	9,055,077	107,058,014	2,400,000
	110,676,667	12,324,362	11,298,824	111,702,205	2,802,536
	\$ 116,402,950	\$ 12,324,362	\$ 12,103,293	\$ 116,624,019	\$ 3,637,005

Briarcliff Manor Union Free School District, New York

Notes to Financial Statements (Continued)
 June 30, 2024

Note 3 - Detailed Notes on All Funds (Continued)

Each governmental fund’s liability for general obligation bonds payable, financed purchase debt, compensated absences, net pension liability and other postemployment benefit liability are liquidated by the General Fund.

General Obligation Bonds Payable

General obligation bonds payable at June 30, 2024 are comprised of the following individual issues:

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rates	Amount Outstanding at June 30, 2024
Serial Bonds	2016	\$ 575,000	June, 2025	2.000 %	\$ 75,000
Refunding	2022	5,615,000	June, 2030	4.000	4,340,000
					<u>\$ 4,415,000</u>

Interest expenditures of \$202,400 were recorded in the fund financial statements in the General Fund. Interest expense of \$116,794 was recorded in the district-wide financial statements.

Financed Purchase Debt Payable

The School District has entered into various agreements to finance the costs of purchasing certain equipment. The terms of the agreements provide for repayment in annual installments, through 2028, including interest at a rate of 1.5% and 1.9%. Interest expenditures and interest expense of \$12,431 was recorded in the General Fund and district-wide financial statements, respectively. The balance due at June 30, 2024 was \$1,005,249.

Payments to Maturity

The annual requirements to amortize all outstanding general obligation bonded debt and financed purchase debt as of June 30, 2024 including interest payments of \$639,631 are as follows:

Year Ending June 30,	General Obligation Bonds		Financed Purchase Debt		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2025	\$ 750,000	\$ 175,100	\$ 367,536	\$ 10,276	\$ 1,117,536	\$ 185,376
2026	700,000	146,600	370,463	7,348	1,070,463	153,948
2027	730,000	118,600	178,005	4,369	908,005	122,969
2028	760,000	89,400	89,245	1,338	849,245	90,738
2029	785,000	59,000	-	-	785,000	59,000
2030	690,000	27,600	-	-	690,000	27,600
	<u>\$ 4,415,000</u>	<u>\$ 616,300</u>	<u>\$ 1,005,249</u>	<u>\$ 23,331</u>	<u>\$ 5,420,249</u>	<u>\$ 639,631</u>

The above general obligation bonds are direct borrowings of the School District for which its full faith and credit are pledged and are payable from taxes levied on all taxable real property within the School District.

Note 3 - Detailed Notes on All Funds (Continued)

Legal Debt Margin

The School District is subject to legal limitations on the amount of debt that it may issue. The School District's legal debt margin is 10% of the most recent full valuation of taxable real property. At June 30, 2024, that amount was \$221,416,530. As of June 30, 2024, the total outstanding debt applicable to the limit was \$28,338,113, which is 12.8% of the total debt limit.

Compensated Absences

Pursuant to collective bargaining agreements, the School District is required to compensate retiring employees for accumulated sick leave. The School District's obligation for accumulated sick leave is dependent upon the terms of the respective bargaining agreement. Vacation time is generally taken in the year earned. The value of the compensated absences has been reflected in the district-wide financial statements.

Pension Plans

New York State and Local Retirement System and Teachers' Retirement System

The School District participates in the New York State and Local Employees' Retirement System ("ERS"). This is a cost-sharing, multiple-employer defined benefit pension plan. ERS provides retirement benefits as well as death and disability benefits. The net position of the ERS is held in the New York State Common Retirement Fund ("Fund"), which was established to hold all assets and record changes in fiduciary net position. The Comptroller of the State of New York serves as the trustee of the Fund and is the administrative head of the ERS. The Comptroller is an elected official determined in a direct statewide election and serves a four year term. Obligations of employers and employees to contribute and benefits to employees are governed by the New York State Retirement and Social Security Law ("NYSRSSL"). Once a public employer elects to participate in the ERS, 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 School District also participates in the Public Employees' Group Life Insurance Plan, which provides death benefits in the form of life insurance. The ERS is included in the State's financial report as a pension trust fund. That report, including information with regard to benefits provided may be found at www.osc.state.ny.us/retire/about_us/financial_statements_index.php or obtained by writing to the New York State and Local Retirement System, 110 State Street, Albany, NY 12244.

The School District also participates in the New York State Teachers' Retirement System ("TRS"). This is a cost-sharing, multiple-employer defined benefit pension plan. TRS provides retirement benefits as well as death and disability benefits. The TRS is governed by a ten member Board of Trustees, which sets policy and oversees operations consistent with its fiduciary obligations under applicable law. Obligations of employers and employees to contribute and benefits to employees are governed by the Education Law of the State of New York. Once a public employer elects to participate in the TRS, 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 TRS issues a stand-alone financial report which may be found at www.nystrs.org or obtained by

Briarcliff Manor Union Free School District, New York

Notes to Financial Statements (Continued)
 June 30, 2024

Note 3 - Detailed Notes on All Funds (Continued)

writing to the New York State Teachers' Retirement System, 10 Corporate Woods Drive, Albany, NY 12211-2395.

ERS and TRS are noncontributory for employees who joined the systems before July 27, 1976. Employees who joined the systems after July 27, 1976 and before January 1, 2010 contribute 3% of their salary for the first ten years of membership. Employees who joined the systems after January 1, 2010 generally contribute between 3% and 6% of their salary for their entire length of service. Under the authority of the NYSRSSL, the Comptroller annually certifies the actuarially determined rates expressly used in computing the employers' contributions based on salaries paid during the ERS's fiscal year ending March 31. Pursuant to Article 11 of the Education Law of the State of New York, actuarially determined employer contributions are established annually for the TRS by its Board of Trustees. The employer contribution rates for the ERS plan year ended March 31, 2024 and TRS plan year ended June 30, 2024 are as follows:

	<u>Tier/Plan</u>	<u>Rate</u>
ERS	4 A15 41J165	15.0 %
	5 A15 41J165	13.0
	6 A15 41J165	9.6
	6 A15 41J100	9.6
TRS	1-6	9.76 %

At June 30, 2024, the School District reported the following for its proportionate share of the net pension liability for ERS and TRS:

	<u>ERS</u>	<u>TRS</u>
Measurement date	March 31, 2024	June 30, 2023
Net pension liability	\$ 1,876,120	\$ 1,412,485
School Districts' proportion of the net pension liability	0.0127419 %	0.123514 %
Change in proportion since the prior measurement date	0.0012002 %	(0.0010510) %

The net pension liability was measured as of March 31, 2024 for ERS and June 30, 2023 for TRS and the total pension liability used to calculate the net pension liability were determined by actuarial valuations as of those dates. The School District's proportion of the net pension liability for ERS was based on a computation of the actuarially determined indexed present value of future compensation by employer relative to the total of all participating members. The School District's proportion of the net pension liability for TRS was based on the School District's contributions to the pension plan relative to the contributions of all participating members.

For the year ended June 30, 2024, the School District recognized pension expense in the district-wide financial statements of \$5,053,732 (\$935,018 of expense for ERS and \$4,118,714 for TRS). Pension expenditures of \$601,785 for ERS and \$2,308,015 for TRS were recorded in the fund financial statements and were charged to the General Fund.

Briarcliff Manor Union Free School District, New York

Notes to Financial Statements (Continued)
 June 30, 2024

Note 3 - Detailed Notes on All Funds (Continued)

At June 30, 2024, the School District reported its proportionate share of deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	ERS		TRS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 604,297	\$ 51,157	\$ 3,424,900	\$ 8,464
Changes of assumptions	709,319	-	3,041,038	662,778
Net difference between projected and actual earnings on pension plan investments	-	916,475	722,034	-
Changes in proportion and differences between School District contributions and proportionate share of contributions	324,589	43,834	415,033	89,804
School District contributions subsequent to the measurement date	166,104	-	2,306,547	-
	<u>\$ 1,804,309</u>	<u>\$ 1,011,466</u>	<u>\$ 9,909,552</u>	<u>\$ 761,046</u>
	Total			
	Deferred Outflows of Resources	Deferred Inflows of Resources		
Differences between expected and actual experience	\$ 4,029,197	\$ 59,621		
Changes of assumptions	3,750,357	662,778		
Net difference between projected and actual earnings on pension plan investments	722,034	916,475		
Changes in proportion and differences between School District contributions and proportionate share of contributions	739,622	133,638		
School District contributions subsequent to the measurement date	2,472,651	-		
	<u>\$ 11,713,861</u>	<u>\$ 1,772,512</u>		

\$166,104 reported as deferred outflows of resources related to ERS resulting from the School District's accrued contributions subsequent to the measurement date will be recognized as a decrease of the net pension liability in the plan's year ended March 31, 2025. The \$2,306,547 reported as deferred outflows of resources related to TRS will be recognized as a decrease of the net pension liability in the plan's year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to ERS and TRS will be recognized in pension expense as follows:

Year Ended	March 31,	June 30,
	ERS	TRS
2024	\$ -	\$ 642,058
2025	(254,982)	(652,411)
2026	448,647	5,756,920
2027	595,843	491,943
2028	(162,769)	386,325
Thereafter	-	217,124
	<u>\$ 626,739</u>	<u>\$ 6,841,959</u>

Note 3 - Detailed Notes on All Funds (Continued)

The total pension liability for the ERS and TRS measurement dates were determined by using actuarial valuation dates as noted below, with update procedures used to roll forward the total pension liabilities to those measurement dates. Significant actuarial assumptions used in the valuations were as follows:

	<u>ERS</u>	<u>TRS</u>
Measurement Date	March 31, 2024	June 30, 2023
Actuarial valuation date	April 1, 2023	June 30, 2022
Investment rate of return	5.9% *	6.95% *
Salary scale	4.4%	1.95%-5.18%
Inflation rate	2.9%	2.4%
Cost of living adjustments	1.5%	1.3%

*Compounded annually, net of pension plan investment expenses, including inflation.

For ERS, annuitant mortality rates are based on the ERS’s experience with adjustments for mortality improvements based on Society of Actuaries’ Scale MP-2021. For TRS, annuitant mortality rates are based on plan member experience, with adjustments for mortality improvements based on Society of Actuaries’ Scale MP-2021, applied on a generational basis. Active member mortality rates are based on plan member experience.

The actuarial assumptions used in the ERS valuation were based on the results of an actuarial experience study completed April 1, 2020. The actuarial assumptions used in the TRS valuation were based on the results of an actuarial experience study for the period July 1, 2015 to June 30, 2020.

For ERS, the long-term expected 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 return, net of investment expenses 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.

For TRS, the long-term expected rate of return on pension plan investments was determined in accordance with Actuarial Standard of Practice (“ASOP”) No. 27, *Selection of Economic Assumptions for Measuring Pension Obligations*. ASOP No. 27 provides guidance on the selection of an appropriate assumed investment rate of return. Consideration was given to expected future real rates of return (expected returns, net of pension plan investment expense and inflation) for each major asset class as well as historical investment data and plan performance.

Briarcliff Manor Union Free School District, New York

Notes to Financial Statements (Continued)
June 30, 2024

Note 3 - Detailed Notes on All Funds (Continued)

Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation is summarized in the following table:

Asset Type	ERS March 31, 2024		TRS June 30, 2023	
	Target Allocation	Long-Term Expected Real Rate of Return	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	32 %	4.00 %	33 %	6.8 %
International Equity	15	6.65	15	7.6
Private Equity	10	7.25	9	10.1
Real Estate	9	4.60	11	6.3
Domestic Fixed Income Securities	-	-	16	2.2
Global Fixed Income Securities	-	-	2	1.6
High Yield Fixed Income Securities	-	-	1	4.4
Global Equities	-	-	4	7.2
Private Debt	-	-	2	6.0
Real Estate Debt	-	-	6	3.2
Opportunistic/ARS Portfolio	3	5.25	-	-
Credit	4	5.40	-	-
Real Assets	3	5.79	-	-
Fixed Income	23	1.50	-	-
Cash	1	0.25	1	0.3
	<u>100 %</u>		<u>100 %</u>	

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

The discount rate used to calculate the total pension liability was 5.9% 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 determined. Based upon those assumptions, the System's 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.

The following presents the School District's proportionate share of the net pension liability (asset) calculated using the discount rate of 5.9% for ERS and 6.95% for TRS, as well as what the School District's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (4.9% for ERS and 5.95% for TRS) or 1 percentage point higher (6.9% for ERS and 7.95% for TRS) than the current rate.

Briarcliff Manor Union Free School District, New York

Notes to Financial Statements (Continued)
June 30, 2024

Note 3 - Detailed Notes on All Funds (Continued)

	1% Decrease (4.9%)	Current Discount Rate (5.9%)	1% Increase (6.9%)
School District's proportionate share of the ERS net pension liability (asset)	<u>\$ 5,898,712</u>	<u>\$ 1,876,120</u>	<u>\$ (1,483,580)</u>
	1% Decrease (5.95%)	Current Discount Rate (6.95%)	1% Increase (7.95%)
School District's proportionate share of the TRS net pension liability (asset)	<u>\$ 21,512,862</u>	<u>\$ 1,412,485</u>	<u>\$ (15,492,801)</u>

The components of the collective net pension liability as of the March 31, 2024 ERS measurement date and the June 30, 2023 TRS measurement date were as follows:

	ERS	TRS
Total pension liability	\$ 240,696,851,000	\$ 138,365,121,961
Fiduciary net position	<u>225,972,801,000</u>	<u>137,221,536,942</u>
Employers' net pension liability	<u>\$ 14,724,050,000</u>	<u>\$ 1,143,585,019</u>
Fiduciary net position as a percentage of total pension liability	<u>93.88%</u>	<u>99.17%</u>

Employer contributions to ERS are paid annually and cover the period through the end of ERS's fiscal year, which is March 31st. Accrued retirement contributions as of June 30, 2024 represent the projected employer contribution for the period April 1, 2024 through June 30, 2024 based on paid ERS wages multiplied by the employers' contribution rate, by tier. Employee contributions are remitted monthly.

Employer and employee contributions for the year ended June 30, 2024 are paid to TRS in the following fiscal year through a state aid intercept or, if state aid is insufficient, through a payment by the School District to TRS. 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 employers' contribution rate plus employee contributions for the fiscal year as reported to TRS.

Accrued retirement contributions as of June 30, 2024 were \$166,104 to ERS and \$2,546,961 to TRS (including employee contributions of \$240,414).

Voluntary Defined Contribution Plan

The School District can offer a defined contribution plan to all non-union employees hired on or after July 1, 2013 and earning an annual full-time salary rate of \$75,000 or more. The employee contribution is between 3% and 6% depending on salary and the School District will contribute 8%. Employer contributions vest after 366 days of service. No current employees participated in this program.

Note 3 - Detailed Notes on All Funds (Continued)

Other Postemployment Benefit Liability (“OPEB”)

In addition to providing pension benefits, the School District provides certain health care benefits for retired employees through a single employer defined benefit OPEB plan. The various collective bargaining agreements stipulate the employees covered and the percentage of contribution. Contributions by the School District may vary according to length of service. The cost of providing postemployment health care benefits is shared between the School District and the retired employee as noted below. Substantially all of the School District's employees may become eligible for those benefits if they reach normal retirement age while working for the School District. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75, “Accounting and Financial Reporting for Postemployment Benefits Other than Pensions”, so the net OPEB liability is equal to the total OPEB liability. Separate financial statements are not issued for the plan.

At June 30, 2024, the following employees were covered by the benefit terms:

Inactive employees currently receiving benefit payments	153
Active employees	<u>252</u>
	<u><u>405</u></u>

The School District's total OPEB liability of \$107,058,014 was measured as of July 1, 2023 and was determined by an actuarial valuation as of July 1, 2023.

The total OPEB liability in the July 1, 2023 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.7%
Salary increases	2%, average, including inflation
Discount rate	3.65%
Healthcare cost trend rates	6.8% for 2025, decreasing by various amounts to an ultimate rate of 4.14% for 2094
Retirees' share of benefit-related costs	Depending on the date of hire, years of service and job classification employees

The discount rate was based on the Bond Buyer Weekly 20-Bond GO Index.

Mortality rates were based on the Pub-2010 Mortality Table for employees sex distinct, job category-specific, headcount weighted, and adjusted for mortality improvements with scale MP-2021 mortality improvement scale on a generational basis.

The actuarial assumptions used in the July 1, 2023 valuation for turnover for ERS rates are based on the experience study released by the Retirement Systems Actuary and published in their August 2020 report. The TRS rates are based on the experience study released by the Office of the Actuary and published in their October 19, 2021 report.

The School District's change in the total OPEB liability for the year ended June 30, 2024 is as follows:

Briarcliff Manor Union Free School District, New York

Notes to Financial Statements (Continued)
 June 30, 2024

Note 3 - Detailed Notes on All Funds (Continued)

Total OPEB Liability - Beginning of Year	\$ 104,293,078
Service cost	2,889,057
Interest	3,749,665
Changes of benefit terms	(51,041)
Differences between expected and actual experience	(6,485,207)
Changes in assumptions or other inputs	5,181,291
Benefit payments	<u>(2,518,829)</u>
Total OPEB Liability - End of Year	<u>\$ 107,058,014</u>

The following presents the total OPEB liability of the School District, as well as what the School District's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.65%) or 1 percentage point higher (4.65%) than the current discount rate:

	1% Decrease (2.65%)	Current Discount Rate (3.65%)	1% Increase (4.65%)
Total OPEB Liability	<u>\$ 127,605,386</u>	<u>\$ 107,058,014</u>	<u>\$ 90,788,791</u>

The following presents the total OPEB liability of the School District, as well as what the School District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower (5.80% decreasing to 3.14%) or 1 percentage point higher (7.80% decreasing to 5.14%) than the current healthcare cost trend rates:

	1% Decrease (5.80% decreasing to 3.14%)	Current Healthcare Cost Trend Rates (6.80% decreasing to 4.14%)	1% Increase (7.80% decreasing to 5.14%)
Total OPEB Liability	<u>\$ 89,132,440</u>	<u>\$ 107,058,014</u>	<u>\$ 130,419,590</u>

For the year ended June 30, 2024, the School District recognized OPEB expense of \$4,998,418 in the district-wide financial statements. At June 30, 2024, the School 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
Changes of assumptions or other inputs	\$ 13,494,576	\$ 11,673,990
Differences between expected and actual experience	-	6,644,761
School District contributions subsequent to the measurement date	<u>2,393,388</u>	<u>-</u>
	<u>\$ 15,887,964</u>	<u>\$ 18,318,751</u>

Briarcliff Manor Union Free School District, New York

Notes to Financial Statements (Continued)
 June 30, 2024

Note 3 - Detailed Notes on All Funds (Continued)

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

Year Ended June 30,	
2025	\$ (212,519)
2026	385,836
2027	(635,420)
2028	(2,528,836)
2029	(1,711,122)
2030 and Thereafter	<u>(122,114)</u>
	<u>\$ (4,824,175)</u>

F. Revenues and Expenditures

Interfund Transfers

Interfund transfers are defined as the flow of assets, such as cash or goods and services, without equivalent flows of assets in return. The interfund transfers reflected below have been reported as transfers.

<u>Transfers Out</u>	<u>Capital Projects Fund</u>	<u>Non-Major Governmental Funds</u>	<u>Total</u>
General Fund	<u>\$ 1,726,793</u>	<u>\$ 31,802</u>	<u>\$ 1,758,595</u>

Transfers are used to move amounts earmarked in the General Fund to fulfill commitments for School Lunch, Special Aid and Capital Projects funds expenditures.

G. Net Position

The components of net position are detailed below:

Net Investment in Capital Assets - the component of net position that reports the difference between capital assets less both the accumulated depreciation and the outstanding balance of debt, excluding unexpended proceeds, that is directly attributable to the acquisition, construction or improvement of those assets.

Restricted for Liability and Casualty Claims - the component of net position that has been established to set aside funds to be used for the payment of future claims made upon the School District in accordance with Section 6-n of the General Municipal Law of the State of New York.

Restricted for Debt Service - the component of net position that reports the difference between assets and liabilities of the Debt Service Fund with constraints placed on their use by Local Finance Law.

Restricted for ERS Retirement Contributions - the component of net position that reports the amounts set aside to be used for ERS retirement costs in accordance with Section 6r of the General Municipal Law of the State of New York.

Briarcliff Manor Union Free School District, New York

Notes to Financial Statements (Continued)
 June 30, 2024

Note 3 - Detailed Notes on All Funds (Continued)

Restricted for Tax Certiorari - the component of net position that has been established in accordance with the Education Law of the State of New York to provide funding for court ordered tax refunds which are currently in process.

Restricted for TRS Retirement Contributions - the component of net position that reports the amounts set aside to be used for TRS retirement costs in accordance with Section 6r of the General Municipal Law of the State of New York.

Restricted for Special Purposes - the component of net position that has been established to set aside funds to be used for extraclassroom activities and other purposes with constraints placed on their use by either external parties and/or statute.

Restricted for Capital Projects - the component of net position that reports the amounts restricted for capital projects, exclusive of unexpended bond proceeds and unrestricted interest earnings.

Unrestricted - all other amounts that do not meet the definition of "restricted" or "net investment in capital assets".

H. Fund Balances

	General Fund	Capital Projects Fund	Debt Service Fund	Non-Major Governmental Funds	Total
Restricted					
Liability and casualty claims	\$ 227,502	\$ -	\$ -	\$ -	\$ 227,502
Tax certiorari	3,268,269	-	-	-	3,268,269
Employee benefit accrued liability	349,380	-	-	-	349,380
ERS retirement contributions	281,187	-	-	-	281,187
TRS retirement contributions	447,200	-	-	-	447,200
Debt service	-	-	675,527	-	675,527
Special purposes - extraclassroom activities	-	-	-	82,173	82,173
Special purposes - other	-	-	-	81,790	81,790
Total Restricted	4,573,538	-	675,527	163,963	5,413,028
Assigned					
Purchases on order					
General government support	655,304	-	-	-	655,304
Instruction	188,375	-	-	-	188,375
Transportation	8,092	-	-	-	8,092
Employee benefits	3,605	-	-	-	3,605
	855,376	-	-	-	855,376
Subsequent year's expenditures	2,052,278	-	-	-	2,052,278
School Lunch Fund	-	-	-	40,988	40,988
Total Assigned	2,907,654	-	-	40,988	2,948,642
Unassigned	2,371,750	(14,612,287)	-	-	(12,240,537)
Total Fund Balances	\$ 9,852,942	\$ (14,612,287)	\$ 675,527	\$ 204,951	\$ (3,878,867)

Certain elements of fund balance are described above. Those additional elements, which are not reflected in the Statement of Net Position but are reported in the governmental funds balance sheet are described below.

Note 3 - Detailed Notes on All Funds (Continued)

Employee Benefit Accrued Liability - the component of fund balance that has been restricted pursuant to Section 6r of the General Municipal Law of the State of New York to provide funds for the payment of unused sick time and other forms of payment for accrued leave time granted upon termination or separation from service.

Purchases on order are assigned and represent the School District's intention to honor the contracts in process at year-end. The subsequent year's appropriation will be amended to provide authority to complete the transactions.

Subsequent year's expenditures represent that at June 30, 2024, the Board of Education has assigned the above amounts to be appropriated for the ensuing year's budget.

Unassigned fund balance in the General Fund represents amounts not classified as nonspendable, restricted or assigned. Unassigned fund balance in the capital projects fund represents the deficit balance in the capital projects.

Note 4 - Summary Disclosure of Significant Contingencies

A. Litigation

There are currently pending certiorari proceedings, the results of which may require the payment of future tax refunds by the School District if existing assessment rolls are modified based on the outcome of the litigation proceedings. However, the amount of these possible refunds cannot be determined at the present time. Any payments resulting from adverse decisions will be funded in the year the payment is made.

B. Contingencies

The School District participates in various Federal grant programs. These programs may be subject to program compliance audits pursuant to the Single Audit Act. Accordingly, the School District's compliance with applicable grant requirements may be established at a future date. The amount of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the School District anticipates such amounts, if any, to be immaterial.

The School District is subject to audits of State aid by the New York State Education Department. The amount of aid previously paid to the School District which may be disallowed cannot be determined at this time, although the School District anticipates such amounts, if any, to be immaterial.

C. Risk Management

The School District and other school districts have formed a reciprocal insurance company (the "Company") to be owned by these districts. This Company operates under an agreement effective July 1, 1989. The purpose of the Company is to provide general liability, auto liability, all risk building and contents, auto physical damage coverage, school board legal liability/employment practices liability and an excess catastrophe liability (umbrella) policy with coverage up to \$25,000,000. The Company retains a management company which is responsible for the overall supervision and management of the reciprocal. The reciprocal is managed by a Board of Governors and an Attorney-in-fact, which is comprised of employees of the subscriber districts. The subscribers have elected those who sit on the board and each subscriber has a single vote.

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

The Company is an "assessable" insurance company, in that, the subscribers are severally liable for any financial shortfall of the Company and can be assessed, although extremely remote, their proportionate share by the Department of Financial Services if the funds of the Company are less than what is required to satisfy its liabilities. The subscriber districts are required to pay annual premiums.

The School District purchases various insurance coverages from the Company to reduce its exposure to loss. The School District maintains a general liability insurance policy with coverage up to \$1 million for each occurrence and auto liability policy with coverage up to \$1 million each occurrence and school board legal liability policy with coverage up to \$1 million per claim and \$3 million in the aggregate. The School District also maintains an excess liability policy/umbrella policy with coverage up to \$15 million. This excess limit sits atop all three previously mentioned liability limits. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years. The School District also maintains Network Security and Data Compromise (cyber risk) insurance with a \$1,000,000 aggregate limit. The NYSIR Excess policy does not provide any coverage or any additional limits of insurance for the cyber perils. Cyber risk is excluded under the Excess Liability policy.

The School District and neighboring school districts in Northern Westchester and Putnam Counties participate in the Westchester-Putnam Schools Cooperative Self-Insurance Plan for Workers' Compensation. This plan operates under an agreement, as amended, dated February 6, 1987. The purposes of the plan are to provide for the efficient and economical evaluation, processing, administration, defense and payment of claims against Plan members for workers' compensation payments. The Board of Trustees of the Plan consists of four Trustees selected by the Plan members. Each Trustee shall have one vote and no action may be taken except by a majority vote of the total membership of Trustees. Billings to each participant are based upon the costs incurred for workers' compensation. The School District has transferred all related risk to the Plan.

The School District and neighboring school districts in Northern Westchester and Putnam Counties participate in the Putnam Northern Westchester Health Benefits Consortium Health Plan. The Plan operates under a Municipal Cooperative Agreement dated March 1, 2017. The purposes of the Plan are to provide for the efficient and economical evaluation, processing, administration and payment of claims against plan members for medical expenses through self-insurance and/or otherwise; to effect cost savings insofar as may be possible in Plan Members' expenses for such claims and service; to provide for centralized administration, funding and disbursements for such services. The governance of the Plan rests with five (5) Trustees who are Chief School Administrators and School Business Officials and a Joint Governance Board of six (6) management employees and six (6) union representatives. The Trustees comprise 5 of the 6 management employees. The Plan is community rated and each participating employer is billed according to coverages provided to its employees and retirees. Participating employers share risk and retrospective payments are possible.

There were no significant reductions in insurance coverage from the previous fiscal year, nor have settlements exceeded insurance coverage in any of the prior three fiscal years.

Note 5 - Recently Issued GASB Pronouncements

GASB Statement No. 101, “*Compensated Absences*”, provides guidance on the accounting and financial reporting for compensated absences. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The requirements of this Statement are effective for reporting periods beginning after December 15, 2023.

GASB Statement No. 102, “*Certain Risk Disclosures*”, provides guidance on disclosure for risks related to a government’s vulnerabilities due to certain concentrations or constraints. A concentration is defined as a lack of diversity related to an aspect of a significant inflow of resources or outflow of resources. A constraint is a limitation imposed on a government by an external party or by formal action of the government’s highest level of decision-making authority. Concentrations and constraints may limit a government’s ability to acquire resources or control spending.

Under this Statement, a government is required to assess whether an event or events associated with a concentration or constraint that could cause substantial impact have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. The requirements of this Statement are effective for fiscal years beginning after June 15, 2024.

GASB Statement No. 103, “*Financial Reporting Model Improvements*”, has been issued to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government’s accountability. The requirements of this Statement are effective for reporting periods beginning after June 15, 2025.

This is not an all-inclusive list of recently issued GASB pronouncements but rather a listing of Statements that the School District believes will most impact its financial statements. The School District will evaluate the impact this and other pronouncements may have on its financial statements and will implement them as applicable and when material.

Note 6 - Subsequent Events

In July 2024, the School District entered into an energy performance contract for the construction and/or installation of energy related upgrades at facilities owned by the School District in the amount of \$11,998,279. The upgrades to be performed will result in projected annual savings of \$12,287,690 over an eighteen year period. The benefits are associated with a reduction in utility consumption, as well as a reduction in the repair or replacement of equipment.

Briarcliff Manor Union Free School District, New York

Required Supplementary Information - Schedule of Changes in the
 School District's Total OPEB Liability and Related Ratios
 Last Ten Fiscal Years (1)(2)

	<u>2024</u>	<u>2023</u>	<u>2022</u>
Total OPEB Liability:			
Service cost	\$ 2,889,057	\$ 4,133,072	\$ 4,015,528
Interest	3,749,665	2,465,632	2,565,810
Changes of benefit terms	(51,041)	-	88,383
Differences between expected and actual experience	(6,485,207)	-	(1,454,643)
Changes of assumptions or other inputs	5,181,291	(12,202,321)	(3,953,279)
Benefit payments	<u>(2,518,829)</u>	<u>(2,373,342)</u>	<u>(2,152,478)</u>
Net Change in Total OPEB Liability	2,764,936	(7,976,959)	(890,679)
Total OPEB Liability – Beginning of Year	<u>104,293,078</u>	<u>112,270,037</u>	<u>113,160,716</u>
Total OPEB Liability – End of Year	<u>\$ 107,058,014</u>	<u>\$ 104,293,078</u>	<u>\$ 112,270,037</u>
School District's covered-employee payroll	<u>\$ 25,603,216</u>	<u>\$ 24,979,743</u>	<u>\$ 24,279,054</u>
Total OPEB liability as a percentage of covered-employee payroll	<u>418%</u>	<u>418%</u>	<u>462%</u>
Discount Rate	<u>3.65%</u>	<u>3.54%</u>	<u>2.14%</u>

Notes to Schedule:

(1) Data not available prior to fiscal year 2018 implementation of Governmental Accounting Standards Board Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions".

(2) No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75 to pay related benefits.

(3) Restated for the implementation of the provisions of GASB Statement No. 75.

See independent auditors' report.

	2021	2020	2019	2018
\$	2,811,848	\$ 2,545,971	\$ 2,884,260	\$ 3,687,903
	3,083,969	3,370,893	3,148,928	2,721,830
	-	-	(9,612)	(3,933)
	-	(1,380,533)	-	8,150,790
	22,982,917	(1,801,422)	(4,138,416)	(19,977,286)
	(2,039,096)	(1,942,061)	(1,885,798)	(1,730,629)
	26,839,638	792,848	(638)	(7,151,325)
	86,321,078	85,528,230	85,528,868	92,680,193 (3)
\$	<u>113,160,716</u>	<u>\$ 86,321,078</u>	<u>\$ 85,528,230</u>	<u>\$ 85,528,868</u>
\$	<u>24,696,005</u>	<u>\$ 24,281,001</u>	<u>\$ 23,969,449</u>	<u>\$ 23,969,449</u>
	<u>458%</u>	<u>356%</u>	<u>357%</u>	<u>357%</u>
	<u>2.21%</u>	<u>3.50%</u>	<u>3.87%</u>	<u>3.60%</u>

Briarcliff Manor Union Free School District, New York

Required Supplementary Information
 New York State Teachers' Retirement System
 Last Ten Fiscal Years (1)

Schedule of the School District's Proportionate Share of the Net Pension Liability (Asset) (2)

	<u>2024 (4)</u>	<u>2023 (3)</u>	<u>2022 (4)</u>	<u>2021 (3)</u>
School District's proportion of the net pension liability (asset)	<u>0.123514%</u>	<u>0.124565%</u>	<u>0.131688%</u>	<u>0.128022%</u>
School District's proportionate share of the net pension liability (asset)	<u>\$ 1,412,485</u>	<u>\$ 2,390,273</u>	<u>\$ (22,820,297)</u>	<u>\$ 3,537,579</u>
School District's covered payroll	<u>\$ 22,811,914</u>	<u>\$ 22,165,112</u>	<u>\$ 22,443,363</u>	<u>\$ 21,729,300</u>
School District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	<u>6.19%</u>	<u>10.78%</u>	<u>101.68%</u>	<u>16.28%</u>
Plan fiduciary net position as a percentage of the total pension liability (asset)	<u>99.20%</u>	<u>98.60%</u>	<u>113.20%</u>	<u>97.76%</u>
Discount Rate	<u>6.95%</u>	<u>6.95%</u>	<u>6.95%</u>	<u>7.10%</u>

Schedule of Contributions

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Contractually required contribution	<u>\$ 2,306,547</u>	<u>\$ 2,347,346</u>	<u>\$ 2,172,181</u>	<u>\$ 2,138,853</u>
Contributions in relation to the contractually required contribution	<u>(2,306,547)</u>	<u>(2,347,346)</u>	<u>(2,172,181)</u>	<u>(2,138,853)</u>
Contribution excess	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
School District's covered payroll	<u>\$ 23,632,650</u>	<u>\$ 22,811,914</u>	<u>\$ 22,165,112</u>	<u>\$ 22,443,363</u>
Contributions as a percentage of covered payroll	<u>9.76%</u>	<u>10.29%</u>	<u>9.80%</u>	<u>9.53%</u>

(1) Data not available prior to fiscal year 2015 implementation of Governmental Accounting Standards Board Statement No. 68, "Accounting and Financial Reporting for Pensions".

(2) The amounts presented for each fiscal year were determined as of the June 30 measurement date of the prior fiscal year.

(3) Increase in the School District's proportionate share of the net pension liability mainly attributable to decrease in plan fiduciary net position due to investment losses.

(4) Decrease in the School District's proportionate share of the net pension liability mainly attributable to increase in plan fiduciary net position due to investment gain.

See independent auditors' report.

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
<u>0.129949%</u>	<u>0.130224%</u>	<u>0.129185%</u>	<u>0.133678%</u>	<u>0.134090%</u>	<u>0.130501%</u>
<u>\$ (3,376,079)</u>	<u>\$ (2,354,788)</u>	<u>\$ (981,938)</u>	<u>\$ 1,431,746</u>	<u>\$ (13,927,712)</u>	<u>\$ (14,536,985)</u>
<u>\$ 21,690,569</u>	<u>\$ 21,211,982</u>	<u>\$ 20,471,642</u>	<u>\$ 20,626,611</u>	<u>\$ 20,142,187</u>	<u>\$ 19,277,012</u>
<u>15.56%</u>	<u>11.10%</u>	<u>4.80%</u>	<u>6.94%</u>	<u>69.15%</u>	<u>75.41%</u>
<u>102.17%</u>	<u>101.53%</u>	<u>100.66%</u>	<u>99.01%</u>	<u>110.46%</u>	<u>111.48%</u>
<u>7.10%</u>	<u>7.25%</u>	<u>7.25%</u>	<u>7.50%</u>	<u>8.00%</u>	<u>8.00%</u>

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
<u>\$ 1,925,216</u>	<u>\$ 2,303,538</u>	<u>\$ 2,078,774</u>	<u>\$ 2,399,276</u>	<u>\$ 2,735,089</u>	<u>\$ 3,530,925</u>
<u>(1,925,216)</u>	<u>(2,303,538)</u>	<u>(2,078,774)</u>	<u>(2,399,276)</u>	<u>(2,735,089)</u>	<u>(3,530,925)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>\$ 21,729,300</u>	<u>\$ 21,690,569</u>	<u>\$ 21,211,982</u>	<u>\$ 20,471,642</u>	<u>\$ 20,626,611</u>	<u>\$ 20,142,187</u>
<u>8.86%</u>	<u>10.62%</u>	<u>9.80%</u>	<u>11.72%</u>	<u>13.26%</u>	<u>17.53%</u>

Briarcliff Manor Union Free School District, New York

Required Supplementary Information
 New York State and Local Employees' Retirement System
 Last Ten Fiscal Years (1)

Schedule of the School District's Proportionate Share of the Net Pension Liability (Asset) (2)

	2024 (4)	2023 (3)	2022 (4)	2021 (4)
School District's proportion of the net pension liability (asset)	0.0127419%	0.0115417%	0.0121598%	0.0111552%
School District's proportionate share of the net pension liability (asset)	\$ 1,876,120	\$ 2,475,008	\$ (994,013)	\$ 11,108
School District's covered payroll	\$ 4,607,035	\$ 4,623,620	\$ 4,169,801	\$ 4,035,770
School District's proportionate share of the net pension liability as a percentage of its covered payroll	40.72%	53.53%	(23.84%)	0.28%
Plan fiduciary net position as a percentage of the total pension liability	93.88%	90.78%	103.65%	99.95%
Discount Rate	5.90%	5.90%	5.90%	5.90%

Schedule of Contributions

	2024	2023	2022	2021
Contractually required contribution	\$ 580,908	\$ 490,277	\$ 646,887	\$ 571,620
Contributions in relation to the contractually required contribution	(580,908)	(490,277)	(646,887)	(571,620)
Contribution excess	\$ -	\$ -	\$ -	\$ -
School District's covered payroll	\$ 4,606,081	\$ 4,652,407	\$ 4,288,297	\$ 4,130,666
Contributions as a percentage of covered payroll	12.61%	10.54%	15.08%	13.84%

(1) Data not available prior to fiscal year 2015 implementation of Governmental Accounting Standards Board Statement No. 68, "Accounting and Financial Reporting for Pensions".

(2) The amounts presented for each fiscal year were determined as of the March 31 measurement date within the current fiscal year.

(3) Increase in the School District's proportionate share of the net pension liability mainly attributable to decrease in plan fiduciary net position due to investment losses.

(4) Decrease in the School District's proportionate share of the net pension liability mainly attributable to increase in plan fiduciary net position due to investment gains.

See independent auditors' report.

<u>2020 (3)</u>	<u>2019</u>	<u>2018 (4)</u>	<u>2017</u>	<u>2016 (3)</u>	<u>2015</u>
<u>0.0122168%</u>	<u>0.0112901%</u>	<u>0.0108266%</u>	<u>0.0132591%</u>	<u>0.0126075%</u>	<u>0.0134211%</u>
<u>\$ 3,235,080</u>	<u>\$ 799,935</u>	<u>\$ 349,423</u>	<u>\$ 1,245,856</u>	<u>\$ 2,023,533</u>	<u>\$ 453,397</u>
<u>\$ 3,922,325</u>	<u>\$ 4,000,400</u>	<u>\$ 3,531,776</u>	<u>\$ 3,428,278</u>	<u>\$ 3,915,563</u>	<u>\$ 3,504,627</u>
<u>82.48%</u>	<u>20.00%</u>	<u>9.89%</u>	<u>36.34%</u>	<u>51.68%</u>	<u>12.94%</u>
<u>86.39%</u>	<u>96.27%</u>	<u>98.24%</u>	<u>94.70%</u>	<u>90.70%</u>	<u>97.90%</u>
<u>6.80%</u>	<u>7.00%</u>	<u>7.00%</u>	<u>7.00%</u>	<u>7.50%</u>	<u>7.50%</u>
<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
<u>\$ 588,863</u>	<u>\$ 534,150</u>	<u>\$ 523,920</u>	<u>\$ 604,321</u>	<u>\$ 619,687</u>	<u>\$ 662,469</u>
<u>(588,863)</u>	<u>(534,150)</u>	<u>(523,920)</u>	<u>(604,321)</u>	<u>(619,687)</u>	<u>(662,469)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>\$ 3,876,948</u>	<u>\$ 4,153,454</u>	<u>\$ 3,561,334</u>	<u>\$ 3,396,256</u>	<u>\$ 3,896,508</u>	<u>\$ 3,507,633</u>
<u>15.19%</u>	<u>12.86%</u>	<u>14.71%</u>	<u>17.79%</u>	<u>15.90%</u>	<u>18.89%</u>

Briarcliff Manor Union Free School District, New York

General Fund
 Schedule of Revenues, Expenditures and Changes
 in Fund Balance - Budget and Actual
 Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Encumbrances	Variance with Final Budget
REVENUES					
Real property taxes	\$ 45,018,025	\$ 43,815,836	\$ 43,815,836	\$	\$ -
Other tax items	-	1,166,189	1,166,189		-
Non-property taxes	730,000	730,000	792,510		62,510
Charges for services	4,945,332	4,945,332	5,771,674		826,342
Use of money and property	299,050	299,050	805,680		506,630
Sale of property and compensation for loss	-	-	7,312		7,312
State aid	4,219,691	4,219,691	4,668,529		448,838
Miscellaneous	134,950	134,950	256,510		121,560
Total Revenues	55,347,048	55,311,048	57,284,240		1,973,192
EXPENDITURES					
Current					
General support					
Board of education	90,141	73,792	65,057	-	8,735
Central administration	446,123	464,134	460,310	-	3,824
Finance	1,039,069	1,030,424	1,006,906	2,842	20,676
Staff	561,612	545,612	492,515	12,516	40,581
Central services	5,994,595	6,129,038	5,302,725	639,946	186,367
Special items	688,345	675,861	669,230	-	6,631
Total General Support	8,819,885	8,918,861	7,996,743	655,304	266,814
Instruction					
Instruction, administration and improvement	2,220,809	2,210,847	2,166,493	2,380	41,974
Teaching - Regular school	17,541,682	17,644,283	17,465,156	92,050	87,077
Programs for students with disabilities	5,013,909	4,859,018	4,545,440	-	313,578
Occupational education	156,622	166,622	166,618	-	4
Teaching - Special schools	5,000	1,963	1,963	-	-
Instructional media	2,057,947	2,105,541	1,985,862	32,477	87,202
Pupil services	3,789,554	3,715,457	3,555,028	61,468	98,961
Total Instruction	30,785,523	30,703,731	29,886,560	188,375	628,796
Pupil transportation	2,712,568	2,759,796	2,747,486	8,092	4,218
Employee benefits	11,519,272	11,496,156	11,406,287	3,605	86,264
Debt service					
Principal	1,278,214	1,272,141	1,272,141	-	-
Interest	992,974	1,146,781	1,146,781	-	-
Total Expenditures	56,108,436	56,297,466	54,455,998	855,376	986,092
Excess (Deficiency) of Revenues Over Expenditures	(761,388)	(986,418)	2,828,242	(855,376)	2,959,284
OTHER FINANCING USES					
Transfers out	(1,825,000)	(1,765,000)	(1,758,595)	-	6,405
Net Change in Fund Balance	(2,586,388)	(2,751,418)	1,069,647	\$ (855,376)	\$ 2,965,689
FUND BALANCE					
Beginning of Year	2,586,388	2,751,418	8,783,295		
End of Year	\$ -	\$ -	\$ 9,852,942		

See independent auditors' report.

Briarcliff Manor Union Free School District, New York

General Fund

Schedule of Revenues Compared to Budget

Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
REAL PROPERTY TAXES	\$ 45,018,025	\$ 43,815,836	\$ 43,815,836	\$ -
OTHER TAX ITEMS				
School tax relief reimbursement	-	1,166,189	1,166,189	-
NON-PROPERTY TAXES				
Non-property tax distribution from County	730,000	730,000	792,510	62,510
CHARGES FOR SERVICES				
Day school tuition	4,902,356	4,902,356	5,726,629	824,273
Other student fees and charges	40,000	40,000	45,045	5,045
Transportation services for other districts	2,976	2,976	-	(2,976)
	4,945,332	4,945,332	5,771,674	826,342
USE OF MONEY AND PROPERTY				
Earnings on investments	238,250	238,250	739,655	501,405
Rental of real property - Individuals	60,800	60,800	66,025	5,225
	299,050	299,050	805,680	506,630
SALE OF PROPERTY AND COMPENSATION FOR LOSS				
Insurance recoveries	-	-	7,312	7,312

STATE AID

Basic formula	3,428,861	3,016,198	3,015,596	(602)
BOCES aid	676,325	676,325	978,995	302,670
Lottery aid	-	412,663	559,498	146,835
Textbook aid	77,531	77,531	77,356	(175)
Computer software/hardware aid	28,555	28,555	28,641	86
Library aid	8,419	8,419	8,443	24
	<u>4,219,691</u>	<u>4,219,691</u>	<u>4,668,529</u>	<u>448,838</u>

MISCELLANEOUS

Refund of prior year's expenditures	30,000	30,000	46,997	16,997
Refund of prior year's expenditures-BOCES	38,000	38,000	100,149	62,149
Other	66,950	66,950	109,364	42,414
	<u>134,950</u>	<u>134,950</u>	<u>256,510</u>	<u>121,560</u>
TOTAL REVENUES	<u><u>\$ 55,347,048</u></u>	<u><u>\$ 55,311,048</u></u>	<u><u>\$ 57,284,240</u></u>	<u><u>\$ 1,973,192</u></u>

See independent auditors' report.

Briarcliff Manor Union Free School District, New York

General Fund
 Schedule of Expenditures and Other Financing Uses Compared to Budget
 Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Encumbrances	Variance with Final Budget
GENERAL SUPPORT					
BOARD OF EDUCATION					
Board of education	\$ 51,149	\$ 34,794	\$ 30,263	\$ -	\$ 4,531
District clerk	21,703	21,709	20,977	-	732
District meeting	17,289	17,289	13,817	-	3,472
Total Board of Education	<u>90,141</u>	<u>73,792</u>	<u>65,057</u>	<u>-</u>	<u>8,735</u>
CENTRAL ADMINISTRATION					
Chief school administrator	446,123	464,134	460,310	-	3,824
FINANCE					
Business administration	871,872	863,861	843,160	2,842	17,859
Accounting and auditing	53,820	56,340	54,227	-	2,113
Treasurer	113,377	110,223	109,519	-	704
Total Finance	<u>1,039,069</u>	<u>1,030,424</u>	<u>1,006,906</u>	<u>2,842</u>	<u>20,676</u>
STAFF					
Legal	149,719	144,719	118,134	-	26,585
Personnel	292,148	298,148	292,461	-	5,687
Records management officer	19,947	19,947	7,231	12,516	200
Public information and services	99,798	82,798	74,689	-	8,109
Total Staff	<u>561,612</u>	<u>545,612</u>	<u>492,515</u>	<u>12,516</u>	<u>40,581</u>
CENTRAL SERVICES					
Operation and maintenance of plant	5,105,047	5,290,363	4,529,832	639,946	120,585
Central printing and mailing	22,500	7,500	6,902	-	598
Central data processing	867,048	831,175	765,991	-	65,184
Total Central Services	<u>5,994,595</u>	<u>6,129,038</u>	<u>5,302,725</u>	<u>639,946</u>	<u>186,367</u>

SPECIAL ITEMS

Unallocated insurance	281,676	281,676	280,239	-	1,437
School association dues	26,330	12,330	9,257	-	3,073
Assessments on school property	42,128	45,911	45,911	-	-
Judgments and claims	20,651	16,220	14,100	-	2,120
Administrative charge - BOCES	317,560	317,560	317,559	-	1
Refunds of real property taxes	-	2,164	2,164	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Special Items	688,345	675,861	669,230	-	6,631
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total General Support	8,819,885	8,918,861	7,996,743	655,304	266,814
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

INSTRUCTION**INSTRUCTION, ADMINISTRATION AND IMPROVEMENT**

Curriculum development and supervision	665,559	653,522	630,321	2,380	20,821
Supervision - Regular school	1,553,950	1,557,325	1,536,172	-	21,153
Research, planning and evaluation	1,300	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

Total Instruction, Administration
and Improvement

2,220,809	2,210,847	2,166,493	2,380	41,974
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

TEACHING - REGULAR SCHOOL

17,541,682	17,644,283	17,465,156	92,050	87,077
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

PROGRAMS FOR STUDENTS WITH DISABILITIES

5,013,909	4,859,018	4,545,440	-	313,578
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

OCCUPATIONAL EDUCATION

156,622	166,622	166,618	-	4
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

TEACHING - SPECIAL SCHOOLS

5,000	1,963	1,963	-	-
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

INSTRUCTIONAL MEDIA

School library and audiovisual	362,086	392,086	390,103	456	1,527
Computer assisted instruction	1,695,861	1,713,455	1,595,759	32,021	85,675
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

Total Instructional Media

2,057,947	2,105,541	1,985,862	32,477	87,202
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

(Continued)

Briarcliff Manor Union Free School District, New York

General Fund
 Schedule of Expenditures and Other Financing Uses Compared to Budget (Continued)
 Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Encumbr- ances	Variance with Final Budget
INSTRUCTION (Continued)					
PUPIL SERVICES					
Guidance - Regular school	\$ 1,020,840	\$ 908,666	\$ 895,769	\$ -	\$ 12,897
Health services - Regular school	396,396	435,366	411,482	-	23,884
Psychological services - Regular school	514,768	499,057	484,962	-	14,095
Social work services - Regular school	214,463	185,880	185,880	-	-
Co-curricular activities - Regular school	383,056	411,268	375,883	2,245	33,140
Interscholastic athletics - Regular school	1,260,031	1,275,220	1,201,052	59,223	14,945
	<u>3,789,554</u>	<u>3,715,457</u>	<u>3,555,028</u>	<u>61,468</u>	<u>98,961</u>
Total Pupil Services	<u>3,789,554</u>	<u>3,715,457</u>	<u>3,555,028</u>	<u>61,468</u>	<u>98,961</u>
Total Instruction	<u>30,785,523</u>	<u>30,703,731</u>	<u>29,886,560</u>	<u>188,375</u>	<u>628,796</u>
PUPIL TRANSPORTATION					
District transportation services	101,829	154,027	145,752	8,092	183
Contract and public carrier transportation	2,610,739	2,605,769	2,601,734	-	4,035
	<u>2,712,568</u>	<u>2,759,796</u>	<u>2,747,486</u>	<u>8,092</u>	<u>4,218</u>
Total Pupil Transportation	<u>2,712,568</u>	<u>2,759,796</u>	<u>2,747,486</u>	<u>8,092</u>	<u>4,218</u>
EMPLOYEE BENEFITS					
State retirement	599,320	604,320	601,785	-	2,535
Teachers' retirement	2,340,562	2,333,802	2,308,015	-	25,787
Social security	2,177,603	2,135,737	2,115,917	-	19,820
Health insurance	5,778,776	5,597,136	5,575,678	-	21,458
Unemployment benefits	20,000	10,160	55	-	10,105
Disability insurance	33,217	33,217	32,518	-	699
Life insurance	29,670	29,670	25,838	-	3,832
Workers' compensation benefits	140,029	140,029	139,187	-	842
Dental insurance	330,095	347,555	342,764	3,605	1,186
Other	70,000	264,530	264,530	-	-
	<u>11,519,272</u>	<u>11,496,156</u>	<u>11,406,287</u>	<u>3,605</u>	<u>86,264</u>
Total Employee Benefits	<u>11,519,272</u>	<u>11,496,156</u>	<u>11,406,287</u>	<u>3,605</u>	<u>86,264</u>

DEBT SERVICE

Principal

Serial Bonds	720,000	720,000	720,000	-	-
Financed purchase debt	558,214	552,141	552,141	-	-

	<u>1,278,214</u>	<u>1,272,141</u>	<u>1,272,141</u>	<u>-</u>	<u>-</u>
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Interest

Serial bonds	202,400	202,400	202,400	-	-
Financed purchase debt	5,774	12,431	12,431	-	-
Bond anticipation notes	784,800	931,950	931,950	-	-

	<u>992,974</u>	<u>1,146,781</u>	<u>1,146,781</u>	<u>-</u>	<u>-</u>
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Total Debt Service	<u>2,271,188</u>	<u>2,418,922</u>	<u>2,418,922</u>	<u>-</u>	<u>-</u>
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TOTAL EXPENDITURES	<u>56,108,436</u>	<u>56,297,466</u>	<u>54,455,998</u>	<u>855,376</u>	<u>986,092</u>
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OTHER FINANCING USES

Transfers out

Special Aid Fund	50,000	33,207	31,802	-	1,405
School Lunch Fund	45,000	5,000	-	-	5,000
Capital Projects Fund	1,730,000	1,726,793	1,726,793	-	-

TOTAL OTHER FINANCING USES	<u>1,825,000</u>	<u>1,765,000</u>	<u>1,758,595</u>	<u>-</u>	<u>6,405</u>
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TOTAL EXPENDITURES AND OTHER FINANCING USES	<u>\$ 57,933,436</u>	<u>\$ 58,062,466</u>	<u>\$ 56,214,593</u>	<u>\$ 855,376</u>	<u>\$ 992,497</u>
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See independent auditors' report.

Briarcliff Manor Union Free School District, New York

Capital Projects Fund

Project-Length Schedule

Inception of Project Through June 30, 2024

Project	Authorization	Expenditures and Transfers to Date		
		Prior Years	Current Year	Total
Facilities Improvements:				
Todd/MS/HS Backup Generators	\$ -	\$ 410,741	\$ -	\$ 410,741
Todd Security Camera Project	-	142,593	-	142,593
MS/HS Security Camera Project	-	189,018	-	189,018
Todd/MS/HS Doors & Security Camera Project	-	299,871	-	299,871
Todd/MS/HS Univent/BMS Upgrades Proj	-	132,451	198,677	331,128
Todd Playground Paving Project	-	151,275	-	151,275
Todd/MS/HS Univent/BMS Upgrades Proj	-	-	50,696	50,696
Todd Service Road Paving Project	-	-	178,609	178,609
	1,927,919	1,325,949	427,982	1,753,931
Facilities Improvements:				
Todd/MS/HS PA Systems	-	169,973	-	169,973
MS/HS Roof, Track and Driveway	-	1,436,771	-	1,436,771
MS/HS Generator	-	1,219,958	-	1,219,958
	2,987,000	2,826,702	-	2,826,702
Facilities Improvements:				
Todd Phase I	-	739,940	35	739,975
Todd Phase II	-	179,581	559,254	738,835
Todd Phase III	-	12,722	927,521	940,243
MS/HS Phase I	-	5,149,861	7,549	5,157,410
MS/HS Phase II	-	1,649,384	8,229,467	9,878,851
MS/HS Phase III	-	10,608	190,669	201,277
	26,633,113	7,742,096	9,914,495	17,656,591
Apple Purchase Agreement	439,729	-	439,729	439,729
Totals	\$ 31,987,761	\$ 11,894,747	\$ 10,782,206	\$ 22,676,953

See independent auditors' report.

Unexpended Balance	Methods of Financing			Fund Balance (Deficit) at June 30, 2024	Bond Anticipation Note Outstanding at June 30, 2024
	Proceeds of Obligations	Transfers	Totals		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
173,988	-	1,927,937	1,927,937	174,006	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
160,298	-	2,987,000	2,987,000	160,298	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
8,976,522	-	2,710,000	2,710,000	(14,946,591)	23,923,113
-	439,729	-	439,729	-	-
<u>\$ 9,310,808</u>	<u>\$ 439,729</u>	<u>\$ 7,624,937</u>	<u>\$ 8,064,666</u>	<u>\$ (14,612,287)</u>	<u>\$ 23,923,113</u>

Briarcliff Manor Union Free School District, New York

Combining Balance Sheet
 Non-Major Governmental Funds
 June 30, 2024

	Special Aid	School Lunch	Special Purpose	Total Non-Major Governmental Funds
ASSETS				
Cash and equivalents	\$ 34,680	\$ 192,565	\$ 82,173	\$ 309,418
Investments	-	-	77,910	77,910
	<u>34,680</u>	<u>192,565</u>	<u>160,083</u>	<u>387,328</u>
Receivables				
Accounts	4,987	22,991	-	27,978
State and Federal aid	165,607	-	-	165,607
Due from other funds	-	-	3,880	3,880
	<u>170,594</u>	<u>22,991</u>	<u>3,880</u>	<u>197,465</u>
Total Assets	<u><u>\$ 205,274</u></u>	<u><u>\$ 215,556</u></u>	<u><u>\$ 163,963</u></u>	<u><u>\$ 584,793</u></u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 34,464	\$ 132,676	\$ -	\$ 167,140
Due to other funds	170,594	-	-	170,594
Due to other governments	-	633	-	633
Unearned revenues	216	41,259	-	41,475
Total Liabilities	<u>205,274</u>	<u>174,568</u>	<u>-</u>	<u>379,842</u>
Fund balances				
Restricted	-	-	163,963	163,963
Assigned	-	40,988	-	40,988
Total Fund Balances	<u>-</u>	<u>40,988</u>	<u>163,963</u>	<u>204,951</u>
Total Liabilities and Fund Balances	<u><u>\$ 205,274</u></u>	<u><u>\$ 215,556</u></u>	<u><u>\$ 163,963</u></u>	<u><u>\$ 584,793</u></u>

See independent auditors' report.

Briarcliff Manor Union Free School District, New York

Combining Statement of Revenues, Expenditures and Changes
in Fund Balances
Non-Major Governmental Funds
Year Ended June 30, 2024

	Special Aid	School Lunch	Special Purpose	Total Non-Major Governmental Funds
REVENUES				
Use of money and property	\$ -	\$ -	\$ 6,322	\$ 6,322
State aid	127,206	-	-	127,206
Federal aid	291,692	-	-	291,692
Food sales	-	761,631	-	761,631
Miscellaneous	14,941	-	124,370	139,311
	<u>433,839</u>	<u>761,631</u>	<u>130,692</u>	<u>1,326,162</u>
EXPENDITURES				
Current				
Instruction	465,641	-	-	465,641
Cost of food sales	-	722,630	-	722,630
Other	-	-	130,970	130,970
	<u>465,641</u>	<u>722,630</u>	<u>130,970</u>	<u>1,319,241</u>
Excess (Deficiency) of Revenues Over Expenditures	(31,802)	39,001	(278)	6,921
OTHER FINANCING SOURCES				
Transfers in	31,802	-	-	31,802
Net Change in Fund Balances	-	39,001	(278)	38,723
FUND BALANCES				
Beginning of Year	-	1,987	164,241	166,228
End of Year	<u>\$ -</u>	<u>\$ 40,988</u>	<u>\$ 163,963</u>	<u>\$ 204,951</u>

See independent auditors' report.

Briarcliff Manor Union Free School District, New York

General Fund
Analysis of Change from Adopted Budget to Final Budget
Year Ended June 30, 2024

Adopted Budget		\$ 57,719,409
Additions		
Encumbrances		<u>214,027</u>
Original Budget		57,933,436
Budget Amendments		<u>129,030</u>
Final Budget		<u><u>\$ 58,062,466</u></u>

General Fund
Section 1318 of Real Property Tax Law Limit Calculation

2024-25 Expenditure Budget		<u>\$ 59,293,785</u>
General Fund Fund Balance Subject to Section 1318 of Real Property Tax Law		
Unrestricted fund balance		
Assigned fund balance	\$ 2,907,654	
Unassigned fund balance	<u>2,371,750</u>	
Total Unrestricted Fund Balance		<u>5,279,404</u>
Less		
Appropriations for subsequent year's budget	2,052,278	
Encumbrances	<u>855,376</u>	
Total Adjustments		<u>2,907,654</u>
General Fund Fund Balance Subject to Section 1318 of Real Property Tax Law		<u><u>\$ 2,371,750</u></u>
Actual Percentage		<u><u>4.00%</u></u>

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Briarcliff Manor Union Free School District, New York

Schedule of Net Investment in Capital Assets
Year Ended June 30, 2024

Capital Assets, net		\$ 54,243,787
Less		
General obligation bonds payable	\$ (4,415,000)	
Unamortized portion of premium on bonds	(506,814)	
Bond anticipation notes payable	(23,923,113)	
Accounts payable	(932,322)	
Financed purchase debt	<u>(1,005,249)</u>	(30,782,498)
Plus		
Unspent bond anticipation note proceeds		<u>8,158,991</u>
Net Investment in Capital Assets		<u>\$ 31,620,280</u>

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