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Drescher & Malecki
Certified Public Accountants

October 14, 2025

Management and the Board of Education
Williamsville Central School District, New York:

In planning and performing our audit of the basic financial statements of the Williamsville Central School District, New York (the "District"), as of and for the year ended June 30, 2025, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, we considered the 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 entity's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

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 over financial reporting, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A reasonable possibility exists when the likelihood of an event occurring is either reasonably possible or probable as defined as follows:

- *Reasonably possible.* The chance of the future event or events occurring is more than remote but less than likely.
- *Probable.* The future event or events are likely to occur.

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

During our audit we identified certain matters involving other operational matters and future reporting requirements that are presented for your consideration. This letter does not affect our report dated October 14, 2025 on the financial statements of the District. We will review the status of these comments during our next audit engagement. Our comments and recommendations, all of which have been discussed with the appropriate members of management, are intended to improve the internal control or result in other operating efficiencies. Our comments are summarized in Exhibit I.

The purpose of this communication, which is an integral part of our audit, is to describe for management and those charged with governance, the scope of our testing of internal control and the results of that testing. Accordingly, this communication is not intended to be and should not be used for any other purpose.

Drescher & Malecki LLP

October 14, 2025

School Lunch Fund – Excess Fund Balance

NYSED Child Nutrition Program Administration's memorandum released August 25, 2025 cites: "Federal regulations state that SFAs must limit their net cash resources (fund balance) to an amount that does not exceed three months' average operating expenditures for their nonprofit food service account. SED will ensure compliance with net cash resources through annual reviews of SFAs' financial data." The current guidance in effect for the District's fiscal year ended June 30, 2025 utilizes six months' average operating expenditures limit. As of June 30, 2025, we noted that total School Lunch Fund fund balance exceeds six months of average operating expenditures.

We recommend that the District develop a plan to spend down the excess fund balance in accordance with NYSED requirements, and ensure the program remains compliant with both federal and state regulations.

Extraclassroom Activities

During our audit of the District's Extraclassroom Activity Fund, we found that the District reported balances for several clubs that have been inactive for over two years. According to guidance from the New York State Education Department, clubs that have been inactive for an extended period should be formally closed, and any remaining balances should be transferred in accordance with District policy.

We recommend that each school within the District perform an annual review of clubs to determine any that should be closed. Any remaining funds from the discontinued extraclassroom activities should be transferred to the Student Council fund to be used to launch new programs or provide funding to existing clubs.

Future Reporting Requirements

The Governmental Accounting Standards Board ("GASB") has adopted new pronouncements, which may have a future impact upon the District. These should be evaluated to determine the extent the District will be impacted in future years.

GASB Statement No. 103—The District is required to implement GASB Statement No. 103, *Financial Reporting Model Improvements*, effective for the fiscal year ending June 30, 2026. The objective of this Statement is 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.

GASB Statement No. 104—The District is required to implement GASB Statement No. 104, *Disclosure of Certain Capital Assets*, effective for the fiscal year ending June 30, 2026. The objective of this Statement is to improve financial reporting by providing users of financial statements with essential information about certain types of capital assets in order to make informed decisions and assess accountability. Additionally, the disclosure requirements will improve consistency and comparability between governments.