

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL  
DISTRICT**

**Financial Statements as of  
June 30, 2022**

**Together with Independent Auditor's Report and Reports  
Required by the Uniform Guidance and *Government  
Auditing Standards***

**Bonadio & Co., LLP**  
**Certified Public Accountants**

## ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT

### TABLE OF CONTENTS

---

	<u>Page</u>
Independent Auditor's Report	1
Required Supplementary Information (Unaudited)	
Management's Discussion and Analysis	5
Basic Financial Statements	
Statement of Net Position	13
Statement of Activities	14
Balance Sheet - Governmental Funds	15
Reconciliation of the Balance Sheet and Statement of Net Position	16
Statement of Revenue, Expenditures, and Change in Fund Balance - Governmental Funds	17
Reconciliation of the Statement of Revenue, Expenditures, and Change in Fund Balance to the Statement of Activities	18
Notes to Basic Financial Statements	19
Required Supplementary Information (Unaudited)	
Schedule of Revenue, Expenditures, and Change in Fund Balance - Budget and Actual - General Fund	46
Schedule of Changes in Total OPEB Liability and Related Ratios	48
Schedule of Proportionate Share of Net Pension Liability (Asset)	49
Schedule of Contributions - Pension Plans	50
Supplementary Information	
Combining Balance Sheet - Nonmajor Governmental Funds	51
Combining Statement of Revenues, Expenditures and Change in Fund Balances - Nonmajor Governmental Funds	52
Other Information (Unaudited)	
Schedule of Change from Original Budget to Revised Budget and the Real Property Tax Limit - General Fund	53
Schedule of Project Expenditures - Capital Projects Fund	54
Schedule of Net Investment in Capital Assets	56
Required Reports Under the Uniform Guidance	
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Basic Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	57
Independent Auditor's Report on Compliance for Each Federal Major Program and Report on Internal Control Over Compliance Required by the Uniform Guidance	59
Schedule of Expenditures of Federal Awards	62
Notes to Schedule of Expenditures of Federal Awards	64
Schedule of Findings and Questioned Costs	65

**INDEPENDENT AUDITOR'S REPORT**

October 7, 2022

To the Board of Education of  
Altmar-Parish-Williamstown Central School District

**Report on the Audit of the Financial Statements**

***Opinions***

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Altmar-Parish-Williamstown Central School District (the District) as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the 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 District as of June 30, 2022, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the 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.

***Emphasis of Matter - Change in Accounting Principle***

As discussed in Note 14 to the financial statements, during the year ended June 30, 2022, the District adopted new accounting guidance, Governmental Accounting Standards Board Statement No. 87, *Leases*. Our opinions are not modified with respect to this matter.

432 North Franklin Street, #60  
Syracuse, New York 13204  
p (315) 476-4004  
f (315) 254-2384

[www.bonadio.com](http://www.bonadio.com)

## **INDEPENDENT AUDITOR'S REPORT (CONTINUED)**

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards 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 generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

## **INDEPENDENT AUDITOR'S REPORT (CONTINUED)**

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis; Schedule of Revenue, Expenditures, and Changes in Fund Balance - Budget and Actual - General Fund; Schedule of Changes in Total OPEB Liability and Related Ratios; Schedule of Proportionate Share of Net Pension Liability (Asset) and the Schedule of Contributions - Pension Plans be presented to supplement the basic financial statements. Such information, 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 District's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. 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 nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information***

Management is responsible for the other information included in the financial statements. The other information comprises the Schedule of Change from Original Budget to Revised Budget and the Real Property Tax Limit - General Fund, Schedule of Project Expenditures - Capital Projects Fund and the Schedule of Net Investment in Capital Asset, but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated October 7, 2022 on our consideration of the 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 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 District's internal control over financial reporting and compliance.

## ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT

### Management's Discussion and Analysis (Unaudited)

---

The following is a discussion and analysis of Altmar-Parish-Williamstown Central School District's (the School District or District) financial performance for the fiscal year ended June 30, 2022. This section is a summary of the School District's financial activities based on currently known facts, decisions, or conditions. It is also based on both the District-wide and fund-based financial statements. The results of the current year are discussed in comparison with the prior year, with an emphasis placed on the current year. The Management's Discussion and Analysis (MD&A) section is only an introduction and should be read in conjunction with the School District's financial statements, which immediately follow this section.

#### FINANCIAL HIGHLIGHTS

- The School District's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of Standards set by the Governmental Accounting Standards Board (GASB). The School District's OPEB liability at June 30, 2021 totaled \$64,219,655. The accumulated OPEB liabilities at June 30, 2022 totaled \$66,722,731.
- The Statement of Net Position reflects a total net position (deficit) of \$19,188,816 at June 30, 2022. This compares to the prior year net position (deficit) of \$20,526,196.
- The General Fund budgeted expenditures, including carry-over encumbrances, were underspent by \$1,979,759 during the current year. Revenues in the General Fund were less than estimated by \$382,814 during the year ended June 30, 2022.
- Construction in progress additions during the year ended June 30, 2022 amounted to \$913,409. Depreciable capital asset additions amounted to \$426,235.
- Principal payments of \$2,065,000 were made during the year ended June 30, 2022 reducing serial bonds and no additional serial bonds were issued, in total decreasing the serial bonds from \$9,615,000 at June 30, 2021 to \$7,550,000 at June 30, 2022.
- Restricted and assigned fund balance in the General Fund, (including reserves and designations), was \$19,540,384, a decrease of \$5,862,459 from the prior year.

## ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT

### Management's Discussion and Analysis (Unaudited)

---

This annual report consists of three parts: MD&A (this section), the basic financial statements (including footnotes) and supplementary information, both required and not required. The basic financial statements include two kinds of statements that are presented using different methods of accounting.

- The first two statements are District-wide financial statements that provide both short-term and long-term information about the School District's overall financial status.
- The remaining statements are Governmental Fund financial statements that focus on individual parts of the School District, reporting the School District's operations in greater detail than the District-wide financial statements. The Governmental Fund financial statements concentrate on the School District's most significant funds with all other Non-Major Funds listed in total in one column.

#### **District-wide Financial Statements**

The District-wide financial statements report information about the School District as a whole using accounting methods similar to those used by private-sector companies. The Statement of Net Position includes all of the School District's assets, deferred outflows of resources, liabilities and deferred inflows of resources. All of the current year's revenues and expenses are accounted for in the Statement of Activities regardless of when cash is received or paid.

The two District-wide financial statements report the School District's net position and how they have changed. Net Position - the difference between the School District's assets and deferred outflows of resources and the School District's liabilities and deferred inflows of resources - is one way to measure the School District's financial health or position. Over time, increases or decreases in the School District's net position are an indicator of whether its financial position is improving or deteriorating, respectively.

To assess the School District's overall health, one needs to consider additional nonfinancial factors such as changes in the School District's property tax base and the condition of school buildings and other facilities.

In the District-wide financial statements, the School District's activities are shown as Governmental Activities. Most of the School District's basic services are included here, such as regular and special education, transportation, and administration. Property taxes and State formula aid finance most of these activities.

#### **Governmental Fund Financial Statements**

The Governmental Fund financial statements provide more detailed information about the School District's funds, focusing on its most significant or "Major" Funds - not the School District as a whole. Funds are accounting devices the School District uses to keep track of specific sources of funding and spending on particular programs. The fund financial statements are reported on the modified accrual basis. The School District reports the following fund type:

- Governmental Funds: Most of the School District's basic services are included in Governmental Funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year end that are available for spending. Consequently, the Governmental Funds statements provide a detailed short-term view that helps one determine whether there are more or fewer financial resources that can be spent in the near future to finance the School District's programs. Because this information does not encompass the additional long-term focus of the District-wide financial statements, additional information following the Governmental Funds statements explains the relationship (or differences) between them.



## ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT

### Management's Discussion and Analysis (Unaudited)

---

#### Financial Analysis of the District's Funds

Our analysis below focuses on the net position (Figure 1) and changes in net position (Figure 2) of the School District's Governmental Activities.

**Figure 1**  
Condensed Statement of Net Position

	<u>6/30/2022</u>	<u>6/30/2021</u>	<u>Difference \$</u>	<u>Difference %</u>
Current assets	\$ 32,250,055	\$ 31,079,419	\$ 1,170,636	3.77%
Non-current assets - capital assets	46,251,524	46,715,259	(463,735)	-0.99%
Non-current assets - pension asset	<u>10,514,287</u>	<u>-</u>	10,514,287	100.00%
Total Assets	<u>89,015,866</u>	<u>77,794,678</u>	11,221,188	14.42%
Deferred Outflows of Resources	<u>20,928,806</u>	<u>24,156,804</u>	(3,227,998)	-13.36%
Current Liabilities	2,420,566	1,793,110	627,456	34.99%
Long-term Liabilities	<u>74,678,585</u>	<u>75,801,583</u>	(1,122,998)	-1.48%
Total Liabilities	<u>77,099,151</u>	<u>77,594,693</u>	(495,542)	-0.64%
Deferred Inflows of Resources	<u>13,656,705</u>	<u>3,912,128</u>	9,744,577	249.09%
Net Position	<u>\$ 19,188,816</u>	<u>\$ 20,444,661</u>	(1,255,845)	-6.14%

Statement of net position saw impacts that increased both the non-current assets pension asset and deferred inflows of resources while simultaneously decreasing the deferred outflows of resources due to the actuarial valuation of the OPEB liability that reflects changes to ERS, TRS and healthcare in retirement. The \$10M increase to the pension asset is due to assumption changes in ERS and TRS; while the decrease in the deferred outflows of resources was due to both changes in ERS and healthcare changes in assumptions. These can be seen in more detail in the Required Supplementary Information (Unaudited) tables located on pages 48 - 50.

Our analysis in Figure 2 considers the operations of the School District's activities.

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Management’s Discussion and Analysis (Unaudited)**

**Figure 2**  
Condensed Statement of Activities

	<u>6/30/2022</u>	<u>6/30/2021</u>	<u>Difference \$</u>	<u>Difference %</u>
<b>Program Revenues:</b>				
Charges for Services	\$ 87,944	\$ 77,834	\$ 10,110	12.99%
Operating Grants & Contributions	3,594,366	1,973,228	1,621,138	82.16%
Capital Grants	175,470	-	175,470	100.00%
Total Program Revenues	<u>3,857,780</u>	<u>2,051,062</u>	1,806,718	88.09%
<b>General Revenues:</b>				
Real property taxes	5,389,534	5,340,007	49,527	0.93%
Other tax items	908,423	966,062	(57,639)	-5.97%
Use of money and property	52,000	44,920	7,080	15.76%
Sale of property and compensation for loss	132,315	-	132,315	100.00%
Miscellaneous	616,129	927,062	(310,933)	-33.54%
State sources	25,381,034	24,520,536	860,498	3.51%
Federal sources	334,627	638,569	(303,942)	-47.60%
Total General Revenues	<u>32,814,062</u>	<u>32,437,156</u>	376,906	1.16%
<b>Expenses by Function:</b>				
General Support	6,528,727	5,796,319	732,408	12.64%
Instruction	26,254,369	26,459,759	(205,390)	-0.78%
Pupil Transportation	3,875,275	2,932,663	942,612	32.14%
Interest	462,509	517,931	(55,422)	-10.70%
School Lunch Program	888,342	551,932	336,410	60.95%
Total Expenses by Function	<u>38,009,222</u>	<u>36,258,604</u>	1,750,618	4.83%
Change in Net Position	<u>\$ (1,337,380)</u>	<u>\$ (1,770,386)</u>	433,006	-24.46%

Program revenues for operating grants and contributions increase of \$1.6M reflects the influx of federal funding provided in response to the COVID pandemic. General Revenues for sale of property and compensation for loss increased due to a reimbursement for a bus that was totaled during the year, reimbursed by insurance. The decrease of \$310K in miscellaneous revenue was due to a lower refund from BOCES services from the prior year. Increase in state sources of revenue were as expected from the NYS budget state aid runs with the passing of the NYS budget. The decrease of \$300K in Federal sources is due to the first round of funding for ESSER funding in 2021, which is no longer accounted for in the General Fund as it was. Now it is recorded in the Special Aid Fund.

Expenses of the District generally increased over the 2021 school year. This was due to instruction being delivered in a hybrid model of both in person and remote learning. The return to five day in person learning in 2022 reflects the return to full day activities, including sports and extra-curricular activities. Instructional salaries decreased from 2021 where the district experienced a large number of retiring faculty, as well as hiring new staff at lower starting salaries. The School Lunch program saw food and commodity shortages due to supply chain impacts and product availability that resulted in increased costs.

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Management’s Discussion and Analysis (Unaudited)**

**General Fund**

The District’s General Fund balance at June 30, 2022 is \$20,940,363 a decrease of \$5,789,126 compared to the prior year. The reason for the decrease to fund balance was due to planned use of capital reserves for construction for taxpayer approved capital project, using \$7.2M from reserves.

**General Fund Budgetary Highlights**

**Figure 3**  
Revenues – Budget to Actual

	Original Budget	Final Budget	Actual	Final Budget Variance with Budgetary Actual
<b>REVENUES:</b>				
<b>Local Sources:</b>				
Real property taxes	\$ 6,238,263	\$ 6,238,263	\$ 5,389,534	\$ (848,729)
Other tax items	75,871	75,871	908,423	832,552
Other local sources	467,710	468,710	722,544	253,834
	<u>6,781,844</u>	<u>6,782,844</u>	<u>7,020,501</u>	<u>237,657</u>
State sources	26,184,441	26,184,441	25,381,034	(803,407)
Federal sources	200,000	201,612	334,627	133,015
	<u>33,166,285</u>	<u>33,168,897</u>	<u>32,736,162</u>	<u>(432,735)</u>
Proceeds from capital leases	-	-	49,921	49,921
	<u>\$ 33,166,285</u>	<u>\$ 33,168,897</u>	<u>\$ 32,786,083</u>	<u>\$ (382,814)</u>

The District had actual revenues come in lower than expected of budgeted revenues by \$382,814. The State sources of revenue were decreased as anticipated due to the COVID pandemic resulting in reduced spending in the areas of BOCES, Transportation and other Special Education services which is based on the expense driven aids to follow in the next school year. The Other local sources were more than budgeted due to the BOCES surplus coming in at approximately \$140,000 more than budget and other miscellaneous refunds from multiple vendors that were not initially budgeted in the amount of approximately \$96,000.

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Management’s Discussion and Analysis (Unaudited)**

**Figure 4**  
Expenditures – Budget to Actual

	Original Budget	Final Budget	Actual	Encumbrances	Final Budget Variance with Budgetary Actual
<b>EXPENDITURES:</b>					
General Support	\$ 3,950,639	\$ 4,104,085	\$ 3,782,927	\$ 76,839	\$ 244,319
Instruction	16,458,169	16,643,667	15,218,087	44,007	1,381,573
Pupil transportation	2,101,816	2,104,066	2,302,460	4,291	(202,685)
Employee benefits	7,618,111	7,590,737	7,053,952	-	536,785
Capital outlay	-	-	49,921	-	(49,921)
Debt service - principal	2,124,701	2,124,701	2,124,701	-	-
Debt service - interest	433,849	433,849	466,506	-	(32,657)
<b>Total expenditures</b>	<b>32,687,285</b>	<b>33,001,105</b>	<b>30,998,554</b>	<b>125,137</b>	<b>1,877,414</b>
<b>Other Uses - Transfers to Other Funds</b>	<b>479,000</b>	<b>7,679,000</b>	<b>7,576,655</b>	<b>-</b>	<b>102,345</b>
<b>Total expenditures and other uses</b>	<b>33,166,285</b>	<b>40,680,105</b>	<b>38,575,209</b>	<b>125,137</b>	<b>1,979,759</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>\$ -</b>	<b>\$ (7,511,208)</b>	<b>(5,789,126)</b>	<b>\$ (125,137)</b>	<b>\$ 1,596,945</b>
<b>FUND BALANCE - beginning of year</b>			<b>26,729,489</b>		
<b>FUND BALANCE - end of year</b>			<b>\$ 20,940,363</b>		

The District had favorable budget expenditure variances with actual expenditures being \$1,877,414 less than the modified budget amounts. The Instructional budget for salaries and benefits experienced favorable underspending due to staff turnover resulting in breakage in salaries.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

At June 30, 2022, the taxpayers of the School District had approved a capital project in the total amount of \$37M, whereby the amount in construction in progress is made up by fees for the startup of the project; while the decreases reflect the close out of a capital outlay project. Adoption of GASB 87 for leases is also reflected in the lease asset category.

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Management’s Discussion and Analysis (Unaudited)**

**Figure 5**

	Beginning of Year (restated)	Increases	Decreases	End of Year	Net Change
Land	\$ 64,800	\$ -	\$ -	\$ 64,800	\$ -
Construction in Progress	-	913,409	(99,250)	814,159	814,159
Depreciable Assets	69,974,004	426,235	(466,264)	69,933,975	(40,029)
Lease Assets	216,335	49,921	-	266,256	49,921
<b>Total Capital Assets</b>	<b>70,255,139</b>	<b>1,389,565</b>	<b>(565,514)</b>	<b>71,079,190</b>	<b>824,051</b>
Accumulated Depreciation and Amortization	23,323,545	1,923,345	(419,224)	24,827,666	1,504,121
<b>Net Capital Assets</b>	<b>\$ 46,931,594</b>	<b>\$ (533,780)</b>	<b>\$ (146,290)</b>	<b>\$ 46,251,524</b>	<b>\$ (680,070)</b>

Upon completion of current construction projects, the remaining balance in construction in progress will be reclassified to the appropriate categories (buildings, improvements, etc.), at which time these assets will begin to be depreciated. Additional major capital projects are planned for the near future in accordance with the School District’s Long Range Capital Plan.

**Debt Administration**

	Beginning of Year	Issued	Redeemed	End of Year	Net Change
Serial Bonds	\$ 9,615,000	\$ -	\$ (2,065,000)	\$ 7,550,000	\$ (2,065,000)

More detailed information about the District's outstanding debt is presented in the notes to the financial statements.

**FACTORS BEARING ON THE SCHOOL DISTRICT’S FUTURE**

The Altmar Parish Williamstown Central School District accepted the retirement of the Superintendent at the March 2022 board meeting and also appointed the successor Superintendent to become effective September 16, 2022. While the district has completed the school year with the first year implementation of the strategic plan under the retiring Superintendent, the consistency of the plan allows for the successor Superintendent to pick up where they left off. The Board looked within to find the qualified replacement and offered the position to the Assistant Superintendent for Curriculum, Instruction & Pupil Personnel Services. This should provide for a seamless transition.

The District holds monthly committee meetings for both long range facility planning as well as financial planning. These committees help foster in-depth conversations that review the building/physical needs of the District and the outcome of those decisions on the financials. The Finance Committee helped to foster the conversation about the details contained in the Financial Reserve and Fund Balance plan document. This document addresses the recommendations of the NYS Comptroller to memorialize the actions taken by the board to fund and utilize reserves on an annual basis.

## **ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

### **Management's Discussion and Analysis (Unaudited)**

---

The District Long Range Planning Committee offered a vote to the community on December 7, 2021 to consider a \$37M renovation to the facilities that was approved by district voters. The scope of the project involves renovations to all district buildings, with an addition proposed at the JSHS along with sitework at each building. The funding for the project will be to utilize the reserves of the District that include both the Capital Reserve and Debt Service Fund to pay the local share for taxpayers with an anticipated outcome of the local share resulting in as close to a no tax increase as possible, depending on project aidability. From January to June, the district held stakeholder meetings and worked with the architects and construction manager to deliver the phase one of this project to NYSED on July 15, 2022. The work continues on the phase two and three and will lead to planned submissions to NYSED in the subsequent school year.

The COVID-19 emergency continued in the 2021-2022 school year but to a lesser extent than in years past. The district was able to be open for the full five days a week, while attendance during the year had highs and lows with the number of COVID infections impacting both staff and students. This did not result in the complete shutdown of schools for long periods of time, rather we were able to pivot to remote learning for a day or two where needed. The school year did focus on helping students return to the classroom and dealing with their peers after being away for almost two years. The social emotional impact of the COVID pandemic continues to reveal itself as we did spend staff time with students to offer support where students needed it to allow the learning to begin again and carry-on.

The District ended the fiscal year 2021-2022 in a strong financial position. The reserves of the district will be reviewed and considered for use given the unknown impact that the current inflation is having on the economy as a whole. Any recommended adjustments are documented in the Financial Reserve and Fund Balance Plan Document which is adopted by the board in June. Since June 30, 2020, the Federal government has responded to the pandemic with two additional rounds of funding that have allowed the District to use funding under CRSSA and ARP funding streams to meet the ongoing needs of the pandemic and its impact to faculty, staff, and students. These funding streams are available to the district outside of the General Fund and are available for up to three years ending in September 2024. The District will continue to monitor fund balance and budgets in the near term to address any impacts that may occur.

### **CONTACTING THE SCHOOL DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the School District's finances and to demonstrate the School District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the District's Business Office at 315-625-5254.

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT****Statement of Net Position****June 30, 2022****ASSETS AND DEFERRED OUTFLOWS OF RESOURCES**

## CURRENT ASSETS:

Cash and cash equivalents - unrestricted	\$ 1,391,631
Cash and cash equivalents - restricted	27,431,868
Due from other governments	3,242,402
Other receivables	168,490
Inventories	<u>15,664</u>

Total current assets 32,250,055

## NON CURRENT ASSETS:

Capital assets, non-depreciable	878,959
Capital assets, depreciable, net	45,372,565
Net pension asset - ERS	781,968
Net pension asset - TRS	<u>9,732,319</u>

Total non current assets 56,765,811

## DEFERRED OUTFLOWS OF RESOURCES:

Deferred outflows of resources - pensions ERS	1,550,216
Deferred outflows of resources - pensions TRS	5,702,641
Deferred outflows of resources - OPEB related	<u>13,675,949</u>

Total deferred outflows of resources 20,928,806

**LIABILITIES AND DEFERRED INFLOWS OF RESOURCES**

## CURRENT LIABILITIES:

Accounts payable	703,903
Accrued liabilities	409,306
Due to other governments	13,447
Due to teachers' retirement system	968,259
Due to employees' retirement system	84,819
Unearned revenue	<u>240,832</u>

Total current liabilities 2,420,566

## LONG-TERM LIABILITIES:

Due and payable within one year:	
Bonds payable, current	2,060,000
Compensated absences payable, current	84,580
Lease liabilities, current	36,375
Due and payable in more than one year:	
Bonds payable, net of current portion	5,490,000
Compensated absences payable, net of current	196,254
Lease liabilities, net of current portion	88,645
Total other postemployment benefits	<u>66,722,731</u>

Total long-term liabilities 74,678,585

## DEFERRED INFLOWS OF RESOURCES:

Deferred inflows of resources - pensions ERS	2,750,728
Deferred inflows of resources - pensions TRS	<u>10,905,977</u>

Total deferred inflows of resources 13,656,705

**NET POSITION**

Net investment in capital assets	38,312,102
Restricted	27,008,294
Unrestricted	<u>(46,131,580)</u>

TOTAL NET POSITION \$ 19,188,816

The accompanying notes are an integral part of these statements.

ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT

Statement of Activities  
For the year ended June 30, 2022

	Program Revenue			Net (Expense) Revenue and Change in Net Position	
	Expenses	Charges for Services	Operating Grants		Capital Grants
<b>FUNCTIONS/PROGRAMS:</b>					
General support	\$ 6,528,727	\$ -	\$ -	\$ 175,470	\$ (6,353,257)
Instruction	26,254,369	-	2,847,609	-	(23,406,760)
Pupil transportation	3,875,275	-	-	-	(3,875,275)
Interest	462,509	-	-	-	(462,509)
School lunch program	888,342	87,944	746,757	-	(53,641)
<b>TOTAL FUNCTIONS AND PROGRAMS</b>	<u>\$ 38,009,222</u>	<u>\$ 87,944</u>	<u>\$ 3,594,366</u>	<u>\$ 175,470</u>	<u>(34,151,442)</u>
<b>GENERAL REVENUE:</b>					
Real property taxes					5,389,534
Other tax items					908,423
Use of money and property					52,000
Sale of property and compensation for loss					132,315
Miscellaneous					616,129
State sources					25,381,034
Federal sources					334,627
<b>TOTAL GENERAL REVENUE</b>					<u>32,814,062</u>
<b>CHANGE IN NET POSITION</b>					<u>(1,337,380)</u>
<b>NET POSITION - beginning of year, as previously reported</b>					20,444,661
<b>RESTATEMENT (Note 14)</b>					<u>81,535</u>
<b>NET POSITION - beginning of year, as restated</b>					20,526,196
<b>CHANGE IN NET POSITION</b>					<u>(1,337,380)</u>
<b>TOTAL NET POSITION - end of year</b>					<u>\$ 19,188,816</u>

The accompanying notes are an integral part of these statements.



**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Balance Sheet - Governmental Funds**

**June 30, 2022**

	General	Special Aid	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
<b>ASSETS:</b>					
Cash and cash equivalents - unrestricted	\$ 1,151,442	\$ -	\$ -	\$ 240,189	\$ 1,391,631
Cash and cash equivalents - restricted	18,256,247	-	7,140,459	2,035,162	27,431,868
Due from other funds	1,816,140	1,530	187,000	202,675	2,207,345
Due from other governments	1,459,592	1,458,064	175,470	149,276	3,242,402
Other receivables	139,767	28,723	-	-	168,490
Inventories	-	-	-	15,664	15,664
<b>TOTAL ASSETS</b>	<b><u>\$ 22,823,188</u></b>	<b><u>\$ 1,488,317</u></b>	<b><u>\$ 7,502,929</u></b>	<b><u>\$ 2,642,966</u></b>	<b><u>\$ 34,457,400</u></b>
<b>LIABILITIES:</b>					
Accounts payable	\$ 157,877	\$ 219,133	\$ 264,402	\$ 62,491	\$ 703,903
Accrued liabilities	378,781	8,450	-	8,103	395,334
Due to other funds	208,509	1,019,902	789,806	189,128	2,207,345
Due to other governments	-	-	-	13,447	13,447
Due to teachers' retirement system	968,259	-	-	-	968,259
Due to employees' retirement system	84,819	-	-	-	84,819
Compensated absences payable	84,580	-	-	-	84,580
Unearned revenue	-	240,832	-	-	240,832
<b>TOTAL LIABILITIES</b>	<b><u>1,882,825</u></b>	<b><u>1,488,317</u></b>	<b><u>1,054,208</u></b>	<b><u>273,169</u></b>	<b><u>4,698,519</u></b>
<b>FUND BALANCE:</b>					
Nonspendable	-	-	-	15,664	15,664
Restricted:					
Workers' compensation	478,831	-	-	-	478,831
Unemployment insurance	71,916	-	-	-	71,916
Employee benefit accrued liability	724,276	-	-	-	724,276
Capital	4,182,801	-	6,448,721	-	10,631,522
Repair	10,131,142	-	-	-	10,131,142
Retirement contribution	2,187,386	-	-	-	2,187,386
Insurance	479,895	-	-	-	479,895
Debt service	-	-	-	1,884,991	1,884,991
Other	-	-	-	418,335	418,335
<b>Total restricted fund balance</b>	<b><u>18,256,247</u></b>	<b><u>-</u></b>	<b><u>6,448,721</u></b>	<b><u>2,303,326</u></b>	<b><u>27,008,294</u></b>
Assigned:					
Encumbered for:					
General support	76,839	-	-	-	76,839
Instruction	44,007	-	-	-	44,007
Pupil transportation	4,291	-	-	-	4,291
Appropriated for subsequent years expenditures	1,159,000	-	-	-	1,159,000
Other	-	-	-	50,807	50,807
<b>Total assigned fund balance</b>	<b><u>1,284,137</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>50,807</u></b>	<b><u>1,334,944</u></b>
Unassigned	1,399,979	-	-	-	1,399,979
<b>TOTAL FUND BALANCE</b>	<b><u>20,940,363</u></b>	<b><u>-</u></b>	<b><u>6,448,721</u></b>	<b><u>2,369,797</u></b>	<b><u>29,758,881</u></b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b><u>\$ 22,823,188</u></b>	<b><u>\$ 1,488,317</u></b>	<b><u>\$ 7,502,929</u></b>	<b><u>\$ 2,642,966</u></b>	<b><u>\$ 34,457,400</u></b>

The accompanying notes are an integral part of these statements.

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL**

**Reconciliation of the Balance Sheet and Statement of Net Position  
June 30, 2022**

---

Amounts reported for governmental activities in the Statement of Net Position are different from amounts reported in the Balance Sheet because:

Total Governmental Funds - Fund Balance per the Balance Sheet \$ 29,758,881

The cost of investment in capital assets (including lease assets) and the depreciation expense and amortization expense associated with the investment in capital assets are reported as expenditures in the year they are incurred in the governmental funds. However, the Statement of Net Position includes those costs among the assets of the District, and their original costs are depreciated annually over the life of the asset.

Original cost of capital assets	71,079,190	
Accumulated depreciation	<u>(24,827,666)</u>	
Net cost of capital assets		46,251,524

The net pension assets are long-term in nature and, therefore, are not reported in the funds:

Pensions - ERS	781,968	
Pensions - TRS	<u>9,732,319</u>	
Total net pension assets		10,514,287

Deferred outflows of resources not reported in the governmental funds Balance Sheet but included in the Statement of Net Position are as follows:

Pensions - ERS	1,550,216	
Pensions - TRS	5,702,641	
Other postemployment benefits	<u>13,675,949</u>	
Total deferred outflows of resources		20,928,806

Long-term liabilities are not due and payable in the current period, and therefore are not reported as liabilities in the governmental fund Balance Sheet. Long-term liabilities recorded in the Statement of Position are as follows:

Interest payable	(13,972)	
Bonds payable	(7,550,000)	
Lease liabilities	(125,020)	
Other postemployment benefits liability	(66,722,731)	
Compensated absences	<u>(196,254)</u>	
Total long-term liabilities		(74,607,977)

Deferred inflows of resources not reported in the governmental funds Balance Sheet but recorded in the Statement of Net Position are as follows:

Pensions - ERS	(2,750,728)	
Pensions - TRS	<u>(10,905,977)</u>	
Total deferred inflows of resources		<u>(13,656,705)</u>

Net position per the Statement of Net Position \$ 19,188,816

ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT

Statement of Revenue, Expenditures, and Change in Fund Balance - Governmental Funds  
For the year ended June 30, 2022

	General	Special Aid	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
REVENUE:					
Real property taxes	\$ 5,389,534	\$ -	\$ -	\$ -	\$ 5,389,534
Other tax items	908,423	-	-	-	908,423
Sales	-	-	-	87,944	87,944
Use of money and property	48,887	-	-	3,113	52,000
Sale of property and compensation for loss	132,315	-	-	-	132,315
Miscellaneous	541,342	-	-	74,787	616,129
State sources	25,381,034	849,329	175,470	14,608	26,420,441
Federal sources	334,627	1,998,280	-	732,149	3,065,056
Total revenue	<u>32,736,162</u>	<u>2,847,609</u>	<u>175,470</u>	<u>912,601</u>	<u>36,671,842</u>
EXPENDITURES:					
General support	3,782,927	1,650	-	370,679	4,155,256
Instruction	15,218,087	2,579,876	-	-	17,797,963
Pupil transportation	2,302,460	77,536	-	-	2,379,996
Employee benefits	7,053,952	229,952	-	116,163	7,400,067
Cost of sales	-	-	-	401,500	401,500
Capital outlay	49,921	-	1,261,999	-	1,311,920
Other expenditures	-	-	-	63,415	63,415
Debt service - principal	2,124,701	-	-	-	2,124,701
Debt service - interest	466,506	-	-	-	466,506
Total expenditures	<u>30,998,554</u>	<u>2,889,014</u>	<u>1,261,999</u>	<u>951,757</u>	<u>36,101,324</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	<u>1,737,608</u>	<u>(41,405)</u>	<u>(1,086,529)</u>	<u>(39,156)</u>	<u>570,518</u>
OTHER SOURCES AND (USES):					
Proceeds from capital leases	49,921	-	-	-	49,921
Operating transfers in	-	41,405	7,535,250	-	7,576,655
Operating transfers out	(7,576,655)	-	-	-	(7,576,655)
Total other sources (uses)	<u>(7,526,734)</u>	<u>41,405</u>	<u>7,535,250</u>	<u>-</u>	<u>49,921</u>
CHANGE IN FUND BALANCE	(5,789,126)	-	6,448,721	(39,156)	620,439
FUND BALANCE - beginning of year	<u>26,729,489</u>	<u>-</u>	<u>-</u>	<u>2,408,953</u>	<u>29,138,442</u>
FUND BALANCE - end of year	<u>\$ 20,940,363</u>	<u>\$ -</u>	<u>\$ 6,448,721</u>	<u>\$ 2,369,797</u>	<u>\$ 29,758,881</u>

The accompanying notes are an integral part of these statements.

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Reconciliation of the Statement of Revenue, Expenditures, and Change in Fund Balance to the Statement of Activities  
For the year ended June 30, 2022**

---

Amounts reported for governmental activities in the Statement of Net Activities are different from amounts reported in the Statement of Revenue, Expenditures, and Change in Fund Balances because:

Net changes in fund balance - total governmental funds	\$ 620,439
Capital outlays are expenditures in governmental funds, but are capitalized in the statement of net position.	
Capital asset additions	1,290,315
Loss on disposition of capital assets	(47,040)
Depreciation and amortization expense	(1,923,345)
ERS pension (expense)/income resulting from the change in the pension related (liabilities)/assets and deferred outflows and inflows of resources, that are long-term in nature and therefore not reported in the funds.	
Net pension liability/asset	792,427
Deferred outflows of resources	(730,060)
Deferred inflows of resources	316,792
TRS pension (expense)/income resulting from the change in the pension related (liabilities)/assets and deferred outflows and inflows of resources, that are long-term in nature and therefore not reported in the funds.	
Net pension liability/asset	11,248,080
Deferred outflows of resources	297,964
Deferred inflows of resources	(10,061,369)
Other postemployment benefits (expense)/income resulting from the change in the pension related (liabilities)/assets and deferred outflows and inflows of resources, that are long-term in nature and therefore not reported in the funds.	
Other postemployment benefits liability	(2,503,076)
Deferred outflows of resources	(2,795,902)
Issuance of long-term debt and related premiums and lease liabilities are recognized as proceeds in the governmental funds, but recorded as a liability in the statement of net position.	(49,921)
Repayments of long-term serial bonds and lease liabilities are recorded as expenditures in the governmental funds, but are recorded as payments of liabilities in the statement of net position.	2,124,701
Decrease in accrued interest not previously reported in the funds.	3,997
Certain expenses in the statement of activities do not require the expenditure of current resources and are, therefore, not reported as expenditures in the governmental funds include the following:	
Change in long-term compensated absences liability	<u>78,618</u>
Change in net position - governmental activities	<u>\$ (1,337,380)</u>

The accompanying notes are an integral part of these statements.

# ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT

## Notes to Basic Financial Statements

---

### 1. NATURE OF OPERATIONS

Altmar-Parish-Williamstown Central School District (the District) provides K-12 public education to students living within its geographic borders.

#### **Reporting Entity**

The District is governed by the Laws of New York State. The District is an independent entity governed by an elected Board of Education (BOE). The President of the Board serves as chief fiscal officer and the Superintendent is the chief executive officer. The BOE has authority to make decisions, power to appoint management and accountability for all fiscal matters.

The reporting entity of the District is based upon criteria set forth by the GASB and consists of the primary government, and when applicable, organizations for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The accompanying financials statements present the activities of the District including the Extraclassroom Activity Funds (the ECA Funds).

The ECA Funds and the related transactions are facilitated by the student body, however, the Board of Education exercises general oversight of these funds. The District accounts for the ECA Funds in the Extraclassroom Activities Fund, a special revenue fund. Separate audited financial statements (cash basis) of the ECA Funds can be found at the District's business office.

#### **Joint Venture**

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

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

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

During the year, the District was billed \$5,387,807 for BOCES administrative and program costs.

Participating school districts issue debt on behalf of BOCES. During the year, the District issued no serial bonds on behalf of BOCES and had no outstanding debt.

# ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT

## Notes to Basic Financial Statements

---

The District's share of BOCES aid amounted to \$1,950,758.

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

### 2. SUMMARY OF CERTAIN SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. Those principles are prescribed by the Governmental Accounting Standards Board (GASB), which is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

Certain significant accounting principles and policies utilized by the District are described below:

#### **Basis of Presentation**

The District's financial statements consist of district-wide financial statements, including a statement of net position and a statement of activities, and fund level financial statements which provide more detailed information.

#### **District-Wide Statements**

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

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

#### **Fund Financial Statements**

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

The District reports the following major governmental funds:

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

# ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT

## Notes to Basic Financial Statements

---

**Special Revenue Fund** - These funds account for the proceeds of specific revenue sources, such as federal and state grants, that are legally restricted to expenditures for specified purposes and other activities whose funds are restricted as to use. These legal restrictions may be imposed either by governments that provide the funds, or by outside parties. The following is the major special revenue fund reported by the District:

- Special Aid Fund: Used to account for proceeds from State and Federal grants that are restricted for specific educational programs.

**Capital Projects Fund** - This fund is used to account for the financial resources used for acquisition, construction, or major repair of capital facilities.

The District reports the following nonmajor governmental funds:

**Special Revenue Fund** - See description above. The following are the nonmajor special revenue funds reported by the District:

- School Lunch Fund: This fund accounts for the proceeds of specific revenue sources, such as federal and state grants, that are legally restricted to expenditures for school lunch operations.
- Extraclassroom Activities Fund: This fund accounts for the activities of the student run clubs and organization of the District.
- Scholarship Fund: This fund accounts for amounts contributed to fund scholarships and the distribution of scholarships.

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

### Measurement Focus and Basis of Accounting

Measurement focus refers to what is being measured, whereas basis of accounting refers to when revenues and expenditures are recognized. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The District-wide and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place.

Non-exchange transactions in which the District gives or receives value without directly receiving or giving equal value in exchange include property taxes, grants, and donations.

On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The fund statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The district considers all revenues reported in the governmental funds to be available if the revenues are collected within 90 days after the end of the fiscal year.

## ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT

### Notes to Basic Financial Statements

---

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

#### **Cash and Cash Equivalents**

The District's cash and cash equivalents consist of cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. New York State law governs the District's investment policies. Resources must be deposited in FDIC-insured commercial banks or trust companies located within the state. Permissible investments include obligations of the United States Treasury, United States agencies, repurchase agreements, and obligations of New York State or its localities. Collateral is required for demand and time deposits and certificates of deposit not covered by FDIC insurance. Obligations that may be pledged as collateral are obligations of the United States and Its agencies and obligations of the State and its municipalities and Districts.

#### **Restricted Cash and Cash Equivalents**

Restricted cash represents cash and cash equivalents where use is limited by legal requirements. These assets include amounts required by statute to be reserved for various purposes.

#### **Due from Other Governments**

Due from other governments include receivables from New York State, the Federal government and BOCES. Management does not believe an allowance for doubtful accounts is necessary.

#### **Inventory**

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



**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Notes to Basic Financial Statements**

---

**Property Taxes**

Real property taxes are levied annually by the Board of Education for a tax collection period of 60 days. There is no opportunity to pay the tax bill after October 31. Unpaid taxes are returned to the Oswego County Treasurer and will be added to the county tax bill with an additional 7% re-levy fee.

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

**Interfund Transactions**

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

In the district-wide statements, the amounts reported on the statement of net position for interfund receivables and payables between governmental funds are eliminated.

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

**Capital Assets**

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

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. A capitalization threshold is used to report capital assets and the range of estimated useful lives by type of assets is as follows:

	<u>Capitalization</u> <u>Threshold</u>	<u>Depreciation</u> <u>Method</u>	<u>Estimated</u> <u>Useful Life</u>
Buildings and improvements	\$ 5,000	Straight-Line	20 - 50 years
Furniture and equipment	\$ 5,000	Straight-Line	5 - 20 years

Capital assets also include lease assets with a term greater than one year. The District does not implement a capitalization threshold for lease assets. Lease assets are amortized on a straight-line basis over the term of the lease.

## ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT

### Notes to Basic Financial Statements

---

#### **Vested Employee Benefits**

Compensated absences consist of unpaid accumulated annual sick leave, vacation, and sabbatical time. Sick leave eligibility and accumulation is specified in negotiated labor contracts, and in individual employment contracts. Upon retirement, resignation or death, employees may contractually receive a payment based on unused accumulated sick leave.

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

The liability has been calculated using the vesting/termination method and an accrual for that liability is included in the district-wide financial statements. The compensated absences liability is calculated based on the pay rates in effect at year-end.

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

#### **Other Benefits**

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

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

#### **Deferred Outflows and Inflows of Resources**

In addition to assets and liabilities, the balance sheet and statement of net position will sometimes report a separate section for deferred outflows/inflows of resources. The separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expenses/expenditure) until then. The separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until then.

#### **Accrued Liabilities and Long-Term Obligations**

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

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

# ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT

## Notes to Basic Financial Statements

---

### **Restricted Resources**

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

### **District-wide Statements - Equity Classifications**

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

Net Investment in Capital Assets - consists of net capital assets (cost less accumulated depreciation) plus unspent bond proceeds reduced by outstanding balances of related debt obligations or other liabilities from the acquisition, construction or improvements of those assets.

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

Unrestricted net position - reports all other net position that does not meet the definition of the above two classifications and are deemed to be available for general use by the District.

### **Governmental Fund Financial Statements - Equity classifications**

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

Nonspendable fund balance - Includes amounts that cannot be spent because they are either not in spendable form (prepaid expenditures and inventory, when applicable) or legally or contractually required to be maintained intact.

Restricted fund balance - Includes amounts with constraints placed on the use of resources either externally imposed by creditors, grantors, contributors or laws or regulations of other governments; or imposed by law through constitutional provisions or enabling legislation. The District has available the following restricted fund balances:

#### Capital Reserve

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

#### Reserve for Debt Service

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

## ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT

### Notes to Basic Financial Statements

---

#### Repair

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

#### Employee Benefit Accrued Liability Reserve

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

#### Insurance Reserve

According to General Municipal Law §6-n, this reserve must be used to pay liability, casualty and other types of losses, except losses incurred for which the following types of insurance may be purchased: life, accident, health, annuities, fidelity and surety, credit, title residual value and mortgage guarantee. In addition, this reserve may not be used for any purpose for which a special reserve may be established pursuant to law (for example, for unemployment compensation insurance). The reserve may be established by Board action, and funded by budgetary appropriation, or such other funds as may be legally appropriated. There is no limit on the amount that may be accumulated in the Insurance Reserve, however, the annual contribution to this reserve may not exceed the greater of \$33,000 or 5% of the budget. Settled or compromised claims up to \$25,000 may be paid from the reserve without judicial approval.

#### Retirement Contribution

Retirement contribution reserve (GML §6-r) is used for the purpose of financing retirement contributions. The reserve must be accounted for separate and apart from all other funds and a detailed report of operation and condition of the fund must be provided to the Board. This reserve is accounted for in the General Fund. Of this reserve at June 30, 2022, \$751,353 is reserved under the TRS Reserve Sub Fund.

#### Workers' Compensation

According to General Municipal Law §6-j, must be used to pay for compensation benefits and other expenses authorized by Article 2 of the Workers' Compensation Law, and for payment of expenses of administering this self-insurance program. The reserve may be established by Board action and is funded by budgetary appropriations and such other funds as may be legally appropriated. Within sixty days after the end of any fiscal year, excess amounts may either be transferred to another reserve or the excess applied to the appropriations of the next succeeding fiscal year's budget. This reserve is accounted for in the General Fund.

## ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT

### Notes to Basic Financial Statements

---

#### Unemployment Insurance Reserve

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

#### Other

Other restricted fund balance amounts in the School Lunch Fund, Extraclassroom Activities Fund and Scholarship Fund are restricted for the purposes of those funds.

Committed fund balance - Includes amounts that can be used for the specific purposes pursuant to constraints imposed by formal action of the District's highest level of decision making authority, the BOE. The District has no committed fund balances as of June 30, 2022.

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

Unassigned fund balance - Includes all other General Fund amounts that do not meet the definition of the above four classifications and are deemed to be available for general use by the District.

New York State Real Property Tax Law §1318 limits the amount of unexpended surplus funds the District can retain to no more than 4% of the District's budget for the General Fund for the ensuing fiscal year. Non-spendable and restricted fund balance of the general fund are excluded from the 4% limitation. Amounts appropriated for the subsequent year's budget and encumbrances are also excluded from the 4% limitation.

#### **Order of Fund Balance Spending Policy**

By resolution, the Board of Education is authorized to assign fund balance. Assignments of fund balance cannot cause a negative unassigned fund balance. The District's policy is to apply expenditures against non-spendable fund balance, restricted fund balance, committed fund balance, assigned fund balance, and then unassigned fund balance.

# ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT

## Notes to Basic Financial Statements

---

### Use of Estimates

The preparation of basic financial statements, in conformity with accounting principles generally accepted in the United States of America, requires management to make estimates and assumptions that affect the amounts reported in the basic financial statements and the accompanying notes. Actual results could differ from these estimates and such differences may be significant.

### 3. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

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

#### Budgets

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

The voters of the District approved the proposed appropriation budget.

Appropriations are adopted at the program line item level.

Appropriations established by the adoption of the budget constitute a limitation on expenditures (and encumbrances) that may be incurred. Appropriations lapse at the end of the fiscal year unless expended or encumbered. Encumbrances will lapse if not expended in the subsequent year. Appropriations authorized for the current year are increased by the planned use of specific reserves, and budget amendments approved the BOE as a result of selected new revenue sources not included in the original budget (when permitted by law). These supplemental appropriations may occur subject to legal restriction, if the board approves them because of a need that exists which was not determined at the time the budget was adopted. There were no supplemental appropriations during the year.

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

The General Fund is the only fund with a legally approved budget for the fiscal year ended June 30, 2022.

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

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Notes to Basic Financial Statements**

---

**Encumbrances**

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

Portions of the fund balances are restricted and are not available for current expenditures or expenses, as reported in the governmental funds balance sheet.

**4. CASH AND CASH EQUIVALENTS**

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. While the District does not have a specific policy for custodial credit risk, New York State statutes govern the District's investment policies, as discussed previously in these Notes.

As of June 30, 2022, the District's aggregate bank balances (not including investments in external investment pools) were insured and collateralized as follows:

<u>Description</u>	<u>Bank Balance</u>	<u>Carrying Amount</u>
Primary government	\$ 15,728,289	\$ 14,645,611
Cash and cash equivalents	<u>\$ 15,728,289</u>	<u>\$ 14,645,611</u>
Category 1:		
Covered by FDIC insurance	\$ 500,000	
Category 2:		
Collateralized with securities held by the pledging financial institution's trust department or agent in the District's name	<u>15,228,289</u>	
	<u>\$ 15,728,289</u>	

**Investments in External Investment Pools**

At June 30, 2022, the District's cash and cash equivalents included amounts with a fair value of \$14,177,888 invested in NYCLASS, an external investment pool for local governments in New York State.

NYCLASS measures its investments at fair value in accordance with Paragraph 41 of Statement 79 and Paragraph 11 of Statement 31, and therefore a Participant's investment in NYCLASS is not required to be categorized within the fair value hierarchy for purposes of Paragraph 81a(2) of Statement 72.

NYCLASS is rated by S&P Global Ratings. The current rating is 'AAAm.'

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Notes to Basic Financial Statements**

The dollar weighted average days to maturity (WAM) of NYCLASS at March 31, 2022, is 57 days. Next interest rate reset dates for floating rate securities are used in the calculation of the WAM. The weighted average life (WAL) of NYCLASS at March 31, 2022, is 61 days.

**5. CAPITAL ASSETS**

Capital asset balances and activity for the year ended June 30, 2022, were as follows:

	Beginning Balance (restated)	Increases	Decreases	Ending Balance
Capital Assets, not being depreciated:				
Land	\$ 64,800	\$ -	\$ -	\$ 64,800
Construction in progress	-	913,409	(99,250)	814,159
Total Capital Assets, not being depreciated	<u>64,800</u>	<u>913,409</u>	<u>(99,250)</u>	<u>878,959</u>
Capital Assets, being depreciated:				
Buildings and improvements	64,395,017	99,250	-	64,494,267
Furniture and equipment	5,578,987	326,985	(466,264)	5,439,708
Total Capital Assets, being depreciated	<u>69,974,004</u>	<u>426,235</u>	<u>(466,264)</u>	<u>69,933,975</u>
Less Accumulated Depreciation for:				
Buildings and improvements	20,000,043	1,437,086	-	21,437,129
Furniture and equipment	3,323,502	413,448	(419,224)	3,317,726
Total Accumulated Depreciation	<u>23,323,545</u>	<u>1,850,534</u>	<u>(419,224)</u>	<u>24,754,855</u>
Total Capital Assets, being depreciated, net	<u>46,650,459</u>	<u>(1,424,299)</u>	<u>(47,040)</u>	<u>45,179,120</u>
Lease Assets, being amortized:				
Copy machine	134,800	10,966	-	145,766
Equipment	81,535	38,955	-	120,490
Total Lease Assets, being amortized	<u>216,335</u>	<u>49,921</u>	<u>-</u>	<u>266,256</u>
Less Accumulated Amortization for:				
Copy machine	-	40,790	-	40,790
Equipment	-	32,021	-	32,021
Total Accumulated Amortization	<u>-</u>	<u>72,811</u>	<u>-</u>	<u>72,811</u>
Total Lease Assets, being amortized, net	<u>216,335</u>	<u>(22,890)</u>	<u>-</u>	<u>193,445</u>
Governmental Activities Capital Assets, net	<u>\$ 46,931,594</u>	<u>\$ (533,780)</u>	<u>\$ (146,290)</u>	<u>\$ 46,251,524</u>



**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Notes to Basic Financial Statements**

Depreciation and amortization were charged to governmental activities as follows:

	<u>Depreciation</u>	<u>Amortization</u>
General support	\$ 1,535,279	\$ -
Instruction	-	72,811
Pupil transportation	<u>315,255</u>	<u>-</u>
 Total depreciation	 <u>\$ 1,850,534</u>	 <u>\$ 72,811</u>

**6. SHORT-TERM DEBT**

The District may issue Revenue Anticipation Notes (RANs) and Tax Anticipation Notes (TANs), in anticipation of the receipt of revenues. These notes are recorded as a liability of the fund that will actually receive the proceeds from the issuance of the notes. The RANs and TANs represent a liability that will be extinguished by the use of expendable, available resources of the fund. The District did not issue any RANs or TANs during the year ending June 30, 2022 and does not have any RANs or TANs outstanding at June 30, 2022.

The District may issue budget notes up to an amount not to exceed 5% of the amount of the annual budget during any fiscal year for expenditures for which an insufficient or no provision is made in the annual budget. The budget note must be repaid no later than the close of the second fiscal year succeeding the year in which the note was issued. The District did not issue or redeem any budget notes during the year.

The District may issue Bond Anticipation Notes (BANs), in anticipation of proceeds from the subsequent sale of bonds. These notes are recorded as current liabilities of the funds that will actually receive the proceeds from the issuance of bonds. State law requires that BANs issued for capital purposes be converted to long-term financing within five years after the original issue date. The District did not issue any BANs during the year ending June 30, 2022 and does not have any BANs outstanding at June 30, 2022.

**7. LONG-TERM DEBT**

**Changes in Long-Term Liabilities**

Long-term liability balances and activity for the year ended June 30, 2022 are as follows:

	<u>Beginning</u>			<u>Ending Balance</u>	<u>Amount Due</u>
	<u>Balance</u>	<u>Additions</u>	<u>Deletions</u>		<u>Within One</u>
					<u>Year</u>
<b>Bonds:</b>					
Serial bonds	<u>\$ 9,615,000</u>	<u>\$ -</u>	<u>\$ (2,065,000)</u>	<u>\$ 7,550,000</u>	<u>\$ 2,060,000</u>
 <b>Other liabilities:</b>					
Compensated absences	<u>\$ 440,708</u>	<u>\$ -</u>	<u>\$ (159,874)</u>	<u>\$ 280,834</u>	<u>\$ 84,580</u>

Additions and deletions to compensated absences are shown net because it is impractical to determine these amounts separately.

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Notes to Basic Financial Statements**

---

Interest on all debt for the year was composed of:

Interest paid	\$ 466,506
Less: Interest accrued in the prior year	(17,969)
Plus: Interest accrued in the current year	<u>13,972</u>
Total interest expense	<u>\$ 462,509</u>

Issue dates, maturities, and interest rates on outstanding debt are as follows:

<u>Bond Issue</u>	<u>Issued</u>	<u>Maturity</u>	<u>Interest Rate</u>	<u>6/30/2022 Balance</u>
Serial Bonds	6/15/2011	6/25/2024	1.00% - 4.50%	\$ 905,000
Serial Bonds	7/15/2012	7/15/2026	3.00% - 5.00%	6,550,000
Serial Bonds	10/15/2017	6/15/2023	2.34% - 2.88%	<u>95,000</u>
Total bond issue				<u>\$ 7,550,000</u>

The following is a summary of the maturity of long-term indebtedness as of June 30, 2022:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 2,060,000	\$ 335,316	\$ 2,395,316
2024	2,055,000	237,000	2,292,000
2025	1,675,000	136,550	1,811,550
2026	<u>1,760,000</u>	<u>52,800</u>	<u>1,812,800</u>
Totals	<u>\$ 7,550,000</u>	<u>\$ 761,666</u>	<u>\$ 8,311,666</u>

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Notes to Basic Financial Statements**

---

**8. LEASES**

The District leases various copiers and equipment, primarily from BOCES. The leases do not contain renewal options. The leases have various inception dates and remaining terms of 24 - 61 months. Lease agreements are summarized as follows:

<u>Description</u>	<u>Interest Rate / Discount Rate</u>	<u>Total Initial Lease Liability</u>
Copier	2.16%	\$ 134,800
Equipment	2.16%	5,670
Equipment	2.16%	6,114
Equipment	2.16%	-
Equipment	2.16%	-
Equipment	2.16%	15,885
Equipment	2.16%	10,966
Equipment	2.16%	11,285

Activity of lease liabilities for the year ended June 30, 2022 is summarized as follows:

<u>Beginning Balance</u>	<u>Additions</u>	<u>Subtractions</u>	<u>Ending Balance</u>	<u>Amount Due Within One Year</u>
(restated)				
<u>\$ 134,800</u>	<u>\$ 49,921</u>	<u>\$ (59,701)</u>	<u>\$ 125,020</u>	<u>\$ 36,375</u>

Annual requirements to amortize long-term obligations and related interest are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 36,375	\$ 2,342	\$ 38,717
2024	37,169	1,548	38,717
2025	37,350	738	38,088
2026	13,138	97	13,235
2027	988	5	993
Total	<u>\$ 125,020</u>	<u>\$ 4,730</u>	<u>\$ 129,750</u>

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Notes to Basic Financial Statements**

---

**9. INTERFUND BALANCES AND ACTIVITY**

	Interfund		Transfers	
	<u>Receivable</u>	<u>Payable</u>	<u>In</u>	<u>Out</u>
General	\$ 1,816,140	\$ 208,509	\$ -	\$ 7,576,655
Special Aid	1,530	1,019,902	41,405	-
Capital Projects	187,000	789,806	7,535,250	-
School Lunch	<u>202,675</u>	<u>189,128</u>	-	-
Total	<u>\$ 2,207,345</u>	<u>\$ 2,207,345</u>	<u>\$ 7,576,655</u>	<u>\$ 7,576,655</u>

Interfund receivables and payables between governmental funds are eliminated on the statement of net position. The District typically loans resources between funds for the purpose of mitigating the effects of transient cash flow issues. All interfund payables are expected to be repaid within one year.

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

**10. PENSION PLANS**

**New York State Employee Retirement System (NYSERS)**

The District participates in the New York State and Local Employees’ Retirement System (ERS) also referred to as New York State and Local Retirement System (the System). This is a cost-sharing multiple-employer retirement system, providing retirement benefits as well as death and disability benefits. The net position of the System is held in the New York State Common Retirement Fund (the Fund), established to hold all net assets and record changes in plan net position allocated to the System. System benefits are established under the provisions of the New York Retirement and Social Security Law (RSSL). Once an employer elects to participate in the System, the election is irrevocable.

The New York State Constitution provides that pension membership is a contractual relationship and plan benefits cannot be diminished or impaired. Benefits can be changed for future members only by enactment of a State statute. The District also participates in the Public Employees’ Group Life Insurance Plan (GLIP), which provides death benefits in the form of life insurance. The system is included in the State’s financial report as a pension trust fund. That report, including information with regard to benefits provided, may be found at [www.osc.state.ny.us/retire/publications/index.php](http://www.osc.state.ny.us/retire/publications/index.php) or obtained by writing to the New York State and Local Retirement System, 110 State Street, Albany, NY 12244.

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Notes to Basic Financial Statements**

---

*Contributions*

The system is noncontributory except for employees who joined the New York State and Local Employees' Retirement System after July 27th, 1976, who contribute 3 percent of their salary for the first ten years of membership, and employees who joined on or after January 1, 2010 (ERS) who generally contribute 3 percent 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 Systems' fiscal year ending March 31. Contributions for the current year and two preceding years were equal to 100 percent of the contributions required, and were as follows:

2022	\$ 479,449
2021	481,464
2020	469,586

**Pension Liabilities (Assets), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

At June 30, 2022, the District reported a liability (asset) of (\$781,968) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of March 31, 2022, and the total pension liability (asset) used to calculate the net pension liability (asset) was determined by the actuarial valuation as of April 30, 2021. The District's proportion of the net pension liability (asset) was based on a projection of the Districts' long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined.

At June 30, 2022, the District's proportion was 0.0095658%, a decrease from its proportion reported at June 30, 2021 of 0.0105033%.

For the year ended June 30, 2022, the District recognized pension expense of \$62,493. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u>          </u>	<u>          </u>
Differences between expected and actual experience	\$ 59,220	\$ 76,811
Changes in assumptions	1,305,017	22,021
Net difference between projected and actual earnings on pension plan investments	-	2,560,618
Changes in proportion and differences between the District's contributions and proportionate share of contributions	101,160	91,278
Contributions subsequent to the measurement date	<u>84,819</u>	<u>-</u>
 Total	 <u>\$ 1,550,216</u>	 <u>\$ 2,750,728</u>

The District reported \$84,819 in contributions subsequent to the measurement that would be recognized as a reduction in the net pension liability (asset) in the year ended June 30, 2023.

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Notes to Basic Financial Statements**

---

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Plan's Year Ended March 31:

2023	\$ (184,342)
2024	(281,727)
2025	(671,372)
2026	<u>(147,890)</u>
	<u>\$ (1,285,331)</u>

**Actuarial Assumptions**

The total pension liability at March 31, 2022 was determined by using an actuarial valuation as of April 1, 2021, with update procedures used to roll forward the total pension liability to March 31, 2022.

The actuarial valuation used the following actuarial assumptions:

Actuarial cost method	Entry age normal
Inflation	2.70%
Salary scale	4.4% indexed by service
Projected COLAs	1.4% compounded annually
Decrement	Developed from the Plan's 2020 experience study of the period April 1, 2015 through March 31, 2020
Mortality improvement	Society of Actuaries Scale MP-2020
Investment Rate of Return	5.9% compounded annually, net of investment expenses

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.

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Notes to Basic Financial Statements**

Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of March 31, 2022 are summarized below:

Asset Type	Target Allocations in %	Long-Term expected real rate of return in %
Domestic Equity	32.0	3.30
International Equity	15.0	5.85
Private Equity	10.0	6.50
Real Estate	9.0	5.00
Opportunistic/Absolute Return Strategy	3.0	4.10
Credit	4.0	3.78
Real Assets	3.0	5.80
Fixed Income	23.0	-
Cash	1.0	(1.00)
	100.0	

**Discount Rate**

The discount rate used to calculate the total pension liability was 5.9%. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from employers will be made at statutorily required rates, actuarially. Based upon the assumptions, the Plan’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.

**Sensitivity of the Proportionate Share of the Net Pension Liability (Asset) to the Discount Rate Assumption**

The following presents the District’s proportionate share of the net pension liability (asset) calculated using the discount rate of 5.9%, as well as what the District’s proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1% lower (4.9%) or 1% higher (6.9%) than the current rate:

	1% Decrease (4.9%)	Current Discount (5.9%)	1% Increase (6.9%)
Proportionate Share of Net Pension liability (asset)	\$ 2,012,777	\$ (781,968)	\$ (3,119,638)

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Notes to Basic Financial Statements**

---

**Pension Plan Fiduciary Net Position**

The components of the current-year net pension liability (in 000's) of the employers as of March 31, 2022, were as follows:

Total pension liability	\$ 223,874,888
Plan net position	<u>(232,049,473)</u>
Net pension liability (asset)	<u>\$ (8,174,585)</u>
ERS net position as a percentage of total pension liability	103.65%

**New York State Teachers' Retirement System (NYSTRS)**

The District participates in the New York State Teachers' Retirement System (NYSTRS). This is a cost-sharing, multiple employer public employee retirement system. NYSTRS offers a wide range of plans and benefits, which are related to years of service and final average salary, vesting of retirement benefits, death, and disability.

The New York State Teachers' Retirement Board administers NYSTRS. NYSTRS provides benefits to plan members and beneficiaries as authorized by the Education Law and the Retirement and Social Security Law of the State of New York. NYSTRS issues a publicly available financial report that contains financial statements and required supplementary information for the system. The report may be obtained by writing to NYSTRS, 10 Corporate Woods Drive, Albany, New York 12211-2395.

Contributions

NYSTRS is noncontributory for the employees who joined prior to July 27, 1976. For employees who joined the NYSTRS after July 27, 1976, and prior to January 1, 2010, employees contribute 3% of their salary, except that employees in the System more than ten years are no longer required to contribute. For employees who joined after January 1, 2010 and prior to April 1, 2012, contributions of 3.5% are paid throughout their active membership.

For employees who joined after April 1, 2012, required contributions of 3.5% of their salary are paid until April 1, 2013 and they then contribute 3% to 6% of their salary throughout their active membership. Pursuant to Article 11 of the Education Law, the New York State Teachers' Retirement Board establishes rates annually for NYSTRS.

The District is required to contribute at an actuarially determined rate. The District contributions made to NYSTRS were equal to 100% of the contributions required for each year. The required contributions for the current year and two preceding years were:

	<u>TRS</u>
2022	\$ 908,445
2021	824,905
2020	972,233



**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Notes to Basic Financial Statements**

**Pension Liabilities (Assets), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

At June 30, 2022, the District reported a liability (asset) of (\$9,732,319) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2021, and the total pension liability (asset) used to calculate the net pension liability (asset) was determined by the actuarial valuation as of June 30, 2020. The District’s proportion of the net pension liability (asset) was based on a projection of the Districts’ long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined.

The District’s proportion measured June 30, 2021 was 0.056162% percent, which was an increase from its proportion measured June 30, 2020 of 0.054854%.

For the year ended June 30, 2022, the District recognized pension expense of (\$505,705). At June 30, 2022 the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,341,497	\$ 50,564
Changes in assumptions	3,201,164	566,879
Net difference between projected and actual earnings on pension plan investments	-	10,185,880
Changes in proportion and differences between the District's contributions and proportionate share of contributions	191,721	102,654
Contributions subsequent to the measurement date	968,259	-
Total	<u>\$ 5,702,641</u>	<u>\$ 10,905,977</u>

The District made contributions subsequent to the measurement date in the amount of \$968,259 that will be recognized as a reduction in the net pension liability in the plan year ended June 30, 2022.

Other amounts reported as deferred outflows/inflows of resources related to pensions will be recognized in pension expense (income) as follows:

Plan's Year Ended June 30:	
2022	\$ (1,204,079)
2023	(1,458,177)
2024	(1,854,662)
2025	(2,430,988)
2026	457,614
Thereafter	<u>318,697</u>
	<u>\$ (6,171,595)</u>

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Notes to Basic Financial Statements**

---

**Actuarial Assumptions**

The total pension liability at the June 30, 2021 measurement date was determined by an actuarial valuation as of June 30, 2020, with update procedures used to roll forward the total pension liability to June 30, 2021. This actuarial valuation used the following actuarial assumptions:

Inflation 2.40%  
Projected Salary Increases Rates of increase differ based on service. They have been calculated based upon recent NYSTRS member experience.

Service	Rate
5	5.18%
15	3.64%
25	2.50%
35	1.95%

Projected COLAs 1.30% compounded annually  
Investment Rate of Return 6.95% compounded annually, net of pension plan investment expense including inflation

Annuitant mortality rates are based on plan member experience, with adjustments for mortality improvements based on Society of Actuaries Scale MP2020, applied on a generational basis.

The actuarial assumptions were based on the results of an actuarial experience study for the period July 1, 2015 to June 30, 2020. Active member mortality rates are based on plan member experience.

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 expect 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.

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Notes to Basic Financial Statements**

Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of June 30, 2021 are summarized below:

Asset class:	Target Allocations in %	Long-Term expected real rate of return in %
Domestic Equity	33	6.8
International Equity	16	7.6
Global Equity	4	7.1
Real Estate Equity	11	6.5
Private Equity	8	10.0
Domestic Fixed Income	16	1.3
Global Bonds	2	0.8
Private Debt	1	5.9
Real Estate Debt	7	3.3
High-Yield Bonds	1	3.8
Cash Equivalents	1	(0.2)
	100	

**Discount Rate**

The discount rate used to measure the total pension liability was 6.95%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from school districts will be made at statutorily required rates, actuarially determined. Based on those assumptions, the NYSTRS’ 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.

**Sensitivity of the Proportionate Share of the Net Pension Liability (Asset) to the Discount Rate Assumption**

The following presents the net pension liability (asset) of the school districts calculated using the discount rate of 6.95%, as well as what the school districts’ net pension liability (asset) would be if it were calculated using a discount rate that is 1% lower (5.95%) or 1% higher (7.95%) than the current rate:

	1% Decrease	Current discount rate	1% Increase
Proportionate Share of Net Position liability (asset)	\$ (1,021,265)	\$ (9,732,319)	\$ (17,053,328)

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Notes to Basic Financial Statements**

---

**Pension Plan Fiduciary Net Position**

The components of the current-year net pension liability (asset) (in 000's) of the employers measured as of June 30, 2021 were as follows:

Total pension liability	\$	130,819,415
Plan net position		<u>148,148,457</u>
Net pension liability (asset)	\$	<u>(17,329,042)</u>
NYSTRS net position as a percentage of total pension liability		113.2%

**11. OTHER POSTEMPLOYMENT BENEFITS OBLIGATION**

**Plan Description**

The District provides certain other postemployment benefits (predominately health insurance and life insurance) for retired employees of the District in accordance with the provisions of various employment contracts. The District administers the Other Postemployment Benefits Plan (OPEB Plan) as a single-employer defined benefit Other Postemployment Benefit Plan (OPEB).

**Funding Policy**

As of the date of these financial statements, New York State did not yet have legislation that would enable government entities to establish a qualifying trust for the purpose of funding Other Postemployment Benefits. As such there are no assets accumulated in a trust that meets all of the criteria in GASB Statement No. 75, paragraph 4, to fund this obligation and benefits are paid on a pay as you go basis.

**Employees Covered by Benefit Terms**

At July 1, 2020, the following employees were covered by the benefit terms:

Actives	250
Inactive employees entitled to but not yet receiving benefits	-
Inactive employees or beneficiaries currently receiving benefits	<u>116</u>
Total participants	<u><u>366</u></u>

**Total OPEB Liability**

The District's total OPEB liability of \$66,722,731 was measured as of June 30, 2022, and was determined by an actuarial valuation as of July 1, 2020.

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Notes to Basic Financial Statements**

---

**Changes in the Total OPEB Liability**

Balance at June 30, 2021	\$ 64,219,655
Changes for the Year-	
Service cost	2,480,077
Interest	1,372,569
Benefit payments	<u>(1,349,570)</u>
Net changes	<u>2,503,076</u>
Balance at June 30, 2022	<u>\$ 66,722,731</u>

**Actuarial Assumptions and Other Inputs**

The total OPEB liability in the July 1, 2020 - June 30, 2022 measurement period was determined using the following actuarial assumptions:

Discount Rate	2.16%. The discount rate was based on the index provided by <i>Bond Buyer 20-Bond General Obligation Index</i> based on the 20 year AA municipal bond rate as of June 30, 2021.
Healthcare Cost Trend Rates:	
Current Year Trend	7.00%
Ultimate Trend	4.04%
Year Ultimate Trend is Reached	2089
Salary Increases	2.00%
Mortality Rates	SOA RP-2014 Total Dataset Mortality with Scale MP-2020 (Base Rate 2006).

**Sensitivity of the Total OPEB Liability to Changes in the Discount Rate**

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

	Discount Rate		
	1% Decrease	Current Discount	1% Increase
Total OPEB Liability	\$ 81,694,707	\$ 66,722,731	\$ 55,294,750

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Notes to Basic Financial Statements**

**Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates**

The following presents the total OPEB liability of the District, as well as what the District’s total OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage point lower or one percentage point higher than the current healthcare cost trend rates as defined in the Actuarial Assumptions and Other Inputs section of this footnote:

	Healthcare Cost Trend Rate		
	Current Cost		
	1% Decrease	Trend	1% Increase
Total OPEB Liability	\$ 53,014,406	\$ 66,722,731	\$ 85,476,184

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

For the year ended June 30, 2022, the District recognized OPEB expense of \$6,648,548. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ 5,866,068	\$ -
Differences between Expected and Actual	7,809,881	-
Total	<u>\$ 13,675,949</u>	<u>\$ -</u>

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

<u>Fiscal Year Ending June</u>	<u>Amount</u>
2023	\$ 2,795,902
2024	2,795,902
2025	2,795,902
2026	2,498,668
2027	<u>2,789,575</u>
	<u>\$ 13,675,949</u>

**12. COMMITMENTS AND CONTINGENCIES**

**General**

The District is exposed to various risks of loss related to torts, theft, damage, injuries, errors and omissions, natural disasters, and other risks. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years.

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Notes to Basic Financial Statements**

---

**Worker’s Compensation**

The School District participates in a Workers' Compensation Consortium for its employees. Benefits are provided through self funding by the individual participants through the purchase of insurance and through the purchase of "stop-loss" coverage. A member may withdraw from the Plan by submitting a notice of withdrawal by May 1 preceding the school year of withdrawal. Upon withdrawal, the Board will determine amounts owed by the member or amounts that may be due to the withdrawing member. The District funds its portion of the program through the General Fund and premiums due to the Workers' Compensation Consortium totaled \$197,317 for the year ended June 30, 2022.

**Grants**

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

**13. TAX ABATEMENTS**

The County of Oswego Industrial Development Agency entered into various property tax abatement programs for the purpose of economic development. The District's property tax revenue was discounted \$54,696. The District received payment in lieu of tax (PILOT) payments totaling \$45,869.

**14. RESTATEMENT**

**Change in Accounting Principle**

During the year ended June 30, 2022, the District implemented Governmental Accounting Standards Board (GASB) Statement No. 87, *Leases*. GASB Statement No. 87 enhances the relevance and consistency of information of the government's leasing activities. It establishes requirements for lease accounting based on the principle that leases are financings of the right to use and underlying asset. A lessee is required to recognize a lease liability and an intangible right to use lease asset. These changes were incorporated in the District's financial statements and had an effect on the beginning net position of the governmental activities as detailed below.

	<u>Governmental Activities Net Position</u>
Balance at June 30, 2021, as previously reported	\$ 20,444,661
Adjustments:	
Net book value leased asset	216,335
Lease liability	<u>(134,800)</u>
Balance at July 1, 2021, as restated	<u>\$ 20,526,196</u>

**15. SUBSEQUENT EVENTS**

On October 4, 2022, the District issued a refunding bond in the amount of \$6,320,000 at an interest rate of 5% and maturities through June 15, 2026 to refund existing serial bonds.

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Required Supplementary Information (Unaudited)**

**Schedule of Revenue, Expenditures, and Change in Fund Balance - Budget and Actual - General Fund**

**For the year ended June 30, 2022**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Final Budget Variance with Budgetary <u>Actual</u>
<b>REVENUE</b>				
LOCAL SOURCES:				
Real property taxes	\$ 6,238,263	\$ 6,238,263	\$ 5,389,534	\$ (848,729)
Other tax items	75,871	75,871	908,423	832,552
Charges for services	28,710	28,710	-	(28,710)
Use of money and property	154,000	154,000	48,887	(105,113)
Sale of property and compensation for loss	-	-	132,315	132,315
Miscellaneous	<u>285,000</u>	<u>286,000</u>	<u>541,342</u>	<u>255,342</u>
Total local sources	6,781,844	6,782,844	7,020,501	237,657
State sources	26,184,441	26,184,441	25,381,034	(803,407)
Federal sources	<u>200,000</u>	<u>201,612</u>	<u>334,627</u>	<u>133,015</u>
Total revenue	<u>33,166,285</u>	<u>33,168,897</u>	<u>32,736,162</u>	<u>(432,735)</u>
<b>OTHER FINANCING SOURCES</b>				
Proceeds from capital leases	<u>-</u>	<u>-</u>	<u>49,921</u>	<u>49,921</u>
Total revenues and other sources	<u>\$ 33,166,285</u>	<u>\$ 33,168,897</u>	<u>\$ 32,786,083</u>	<u>\$ (382,814)</u>



**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Required Supplementary Information (Unaudited)**

**Schedule of Revenue, Expenditures, and Change in Fund Balance - Budget and Actual - General Fund (Continued)**

**For the year ended June 30, 2022**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Encumbrances</u>	Final Budget Variance with Budgetary <u>Actual</u>
<b>EXPENDITURES</b>					
GENERAL SUPPORT:					
Board of education	\$ 35,604	\$ 35,604	\$ 16,032	\$ 43	\$ 19,529
Central administration	222,990	223,416	200,697	958	21,761
Finance	662,259	681,494	562,498	37,306	81,690
Staff	213,613	220,098	154,733	6,800	58,565
Central services	2,143,509	2,255,701	2,163,002	31,732	60,967
Special items	672,664	687,772	685,965	-	1,807
	<u>3,950,639</u>	<u>4,104,085</u>	<u>3,782,927</u>	<u>76,839</u>	<u>244,319</u>
INSTRUCTION:					
Instruction, administration, and improvement	1,146,607	1,150,207	916,345	-	233,862
Teaching - Regular school	6,948,119	6,917,316	6,334,023	37,507	545,786
Programs for children with handicapping conditions	4,754,264	4,801,613	4,626,123	-	175,490
Occupational education	797,530	797,530	799,330	-	(1,800)
Teaching - Special school	867,788	867,788	861,030	-	6,758
Instructional media	785,729	949,510	735,716	4,980	208,814
Pupil services	1,158,132	1,159,703	945,520	1,520	212,663
	<u>16,458,169</u>	<u>16,643,667</u>	<u>15,218,087</u>	<u>44,007</u>	<u>1,381,573</u>
Pupil transportation	2,101,816	2,104,066	2,302,460	4,291	(202,685)
Employee benefits	7,618,111	7,590,737	7,053,952	-	536,785
Capital outlay	-	-	49,921	-	(49,921)
Debt service - principal	2,124,701	2,124,701	2,124,701	-	-
Debt service - interest	433,849	433,849	466,506	-	(32,657)
	<u>32,687,285</u>	<u>33,001,105</u>	<u>30,998,554</u>	<u>125,137</u>	<u>1,877,414</u>
<b>OTHER FINANCING USES</b>					
Transfers to other funds	479,000	7,679,000	7,576,655	-	102,345
	<u>33,166,285</u>	<u>40,680,105</u>	<u>38,575,209</u>	<u>125,137</u>	<u>1,979,759</u>
NET CHANGE IN FUND BALANCES	<u>\$ -</u>	<u>\$ (7,511,208)</u>	(5,789,126)	<u>\$ (125,137)</u>	<u>\$ 1,596,945</u>
FUND BALANCE - beginning of year			<u>26,729,489</u>		
FUND BALANCE - end of year			<u>\$ 20,940,363</u>		

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Required Supplementary Information (Unaudited)  
Schedule of Changes in Total OPEB Liability and Related Ratios  
For the year ended June 30, 2022**

	Last 10 Fiscal Years (Dollar amounts displayed in thousands)									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Total OPEB Liability										
Service cost	\$ 2,480,077	\$ 2,427,640	\$ 1,537,387	\$ 1,485,895	\$ 1,365,889					
Interest	1,372,569	1,320,453	1,474,877	1,410,327	1,025,925					
Differences between expected and actual experience	-	6,866,386	-	2,050,586	-					
Changes in assumptions	-	10,352,007	-	780,972	-					
Plan change	-	(50,600)	-	-	-					
Benefit payments	(1,349,570)	(1,321,036)	(1,053,626)	(1,017,996)	(865,569)					
<b>Total change in total OPEB liability</b>	<b>2,503,076</b>	<b>19,594,850</b>	<b>1,958,638</b>	<b>4,709,784</b>	<b>1,526,245</b>					
<b>Total OPEB liability - beginning</b>	<b>64,219,655</b>	<b>44,624,805</b>	<b>42,666,167</b>	<b>37,956,383</b>	<b>36,430,138</b>					
<b>Total OPEB liability - ending</b>	<b>\$ 66,722,731</b>	<b>\$ 64,219,655</b>	<b>\$ 44,624,805</b>	<b>\$ 42,666,167</b>	<b>\$ 37,956,383</b>					
<b>Covered-employee payroll</b>	<b>11,825,309</b>	<b>11,593,441</b>	<b>10,824,611</b>	<b>10,612,364</b>	<b>11,622,396</b>					
<b>Total OPEB liability as a percentage of covered-employee payroll</b>	<b>564.2%</b>	<b>553.9%</b>	<b>412.3%</b>	<b>402.0%</b>	<b>326.6%</b>					

Information for the periods prior to implementation of GASB 75 is unavailable and will be completed for each year going forward as they become available.

**Notes to schedule:**

**Changes of assumptions.** Changes in assumptions and other inputs reflect the effects of changes in the discount rate each period. The following reflects the discount rate used each period:

Discount rate	2.16%	2.16%	3.50%	3.50%	2.80%
---------------	-------	-------	-------	-------	-------

Information for the periods prior to implementation of GASB 75 is unavailable and will be completed for each year going forward as they become available.

**Plan assets.** No assets are accumulated in a trust that meets all of the criteria of GASB No. 75, paragraph 4, to pay benefits.

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Required Supplementary Information (Unaudited)  
Schedule of Proportionate Share of Net Pension Liability (Asset)  
For the year ended June 30, 2022**

NEW YORK STATE EMPLOYEES' RETIREMENT SYSTEM PLAN	Last 10 Fiscal Years (Dollar amounts displayed in thousands)									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Proportion of the net pension liability (asset)	0.0095658%	0.0105033%	0.0107862%	0.0105748%	0.0106401%	0.0105225%	0.0112814%	0.0100000%	**	**
Proportionate share of the net pension liability (asset)	\$ (782)	\$ 10	\$ 2,856	\$ 749	\$ 343	\$ 989	\$ 1,811	\$ 387	**	**
Covered-employee payroll	\$ 3,163	\$ 3,504	\$ 3,383	\$ 3,421	\$ 3,521	\$ 3,319	\$ 3,262	\$ 3,021	**	**
Proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	-24.72%	29.00%	84.42%	21.89%	9.74%	29.80%	55.52%	12.81%	**	**
Plan fiduciary net position as a percentage of the total pension liability	103.65%	99.95%	86.39%	96.30%	98.20%	94.70%	90.70%	97.90%	**	**

NEW YORK STATE TEACHERS' RETIREMENT SYSTEM PLAN	Last 10 Fiscal Years (Dollar amounts displayed in thousands)									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Proportion of the net pension liability (asset)	0.056162%	0.054854%	0.054846%	0.057928%	0.056078%	0.056655%	0.061136%	0.060497%	**	**
Proportionate share of the net pension liability (asset)	\$ (9,732)	\$ 1,516	\$ (1,425)	\$ (1,047)	\$ (429)	\$ 607	\$ (6,350)	\$ (6,739)	**	**
Covered-employee payroll	\$ 9,597	\$ 9,471	\$ 9,319	\$ 9,155	\$ 9,712	\$ 8,950	\$ 9,456	\$ 9,929	**	**
Proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	-101.41%	16.01%	-15.29%	-11.44%	-4.42%	6.78%	-67.15%	-67.87%	**	**
Plan fiduciary net position as a percentage of the total pension liability	113.25%	97.76%	102.17%	101.53%	100.70%	99.01%	110.50%	111.50%	**	**

\*\* Information for the periods prior to implementation of GASB 68 is unavailable and will be completed for each year going forward as they become available.

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Required Supplementary Information (Unaudited)  
Schedule of Contributions - Pension Plans  
For the year ended June 30, 2022**

NEW YORK STATE EMPLOYEES' RETIREMENT SYSTEM PLAN	Last 10 Fiscal Years (Dollar amounts displayed in thousands)									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Contractually required contribution	\$ 479	\$ 481	\$ 470	\$ 448	\$ 477	\$ 450	\$ 497	\$ 578	**	**
Contributions in relation to the contractually required	479	481	470	448	477	450	497	578	**	**
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	**	**
Covered-employee payroll	\$ 3,163	\$ 3,504	\$ 3,383	\$ 3,421	\$ 3,521	\$ 3,319	\$ 3,262	\$ 3,021	**	**
Contributions as a percentage of covered-employee payroll	15.16%	13.74%	13.88%	13.10%	13.55%	13.56%	15.24%	19.13%	**	**

NEW YORK STATE TEACHERS' RETIREMENT SYSTEM PLAN	Last 10 Fiscal Years (Dollar amounts displayed in thousands)									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Contractually required contribution	\$ 968	\$ 898	\$ 825	\$ 925	\$ 1,042	\$ 1,159	\$ 1,610	\$ 1,506	**	**
Contributions in relation to the contractually required	968	898	825	925	1,042	1,159	1,610	1,506	**	**
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	**	**
Covered-employee payroll	\$ 9,597	\$ 9,471	\$ 9,319	\$ 9,155	\$ 9,712	\$ 8,950	\$ 9,456	\$ 9,929	**	**
Contributions as a percentage of covered-employee payroll	10.09%	9.48%	8.85%	10.10%	10.73%	12.95%	17.03%	15.17%	**	**

\*\* Information for the periods prior to implementation of GASB 68 is unavailable and will be completed for each year going forward as they become available.

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Supplementary Information  
Combining Balance Sheet - Nonmajor Governmental Funds  
June 30, 2022**

	<u>School Lunch</u>	<u>Extraclassroom Activities</u>	<u>Scholarship</u>	<u>Debt Service</u>	<u>Total Nonmajor Governmental Funds</u>
<b>ASSETS:</b>					
Cash and cash equivalents - unrestricted	\$ 189,382	\$ -	\$ -	\$ 50,807	\$ 240,189
Cash and cash equivalents - restricted	-	105,025	45,146	1,884,991	2,035,162
Due from other funds	202,675	-	-	-	202,675
Due from other governments	149,276	-	-	-	149,276
Inventories	<u>15,664</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,664</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 556,997</u></u>	<u><u>\$ 105,025</u></u>	<u><u>\$ 45,146</u></u>	<u><u>\$ 1,935,798</u></u>	<u><u>\$ 2,642,966</u></u>
<b>LIABILITIES:</b>					
Accounts payable	\$ 62,491	\$ -	\$ -	\$ -	\$ 62,491
Accrued liabilities	8,103	-	-	-	8,103
Due to other funds	189,128	-	-	-	189,128
Due to other governments	<u>13,447</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,447</u>
<b>TOTAL LIABILITIES</b>	<u>273,169</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>273,169</u>
<b>FUND BALANCE:</b>					
Nonspendable	<u>15,664</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,664</u>
Restricted:					
Debt service	-	-	-	1,884,991	1,884,991
Other	<u>268,164</u>	<u>105,025</u>	<u>45,146</u>	<u>-</u>	<u>418,335</u>
Total restricted fund balance	<u>268,164</u>	<u>105,025</u>	<u>45,146</u>	<u>1,884,991</u>	<u>2,303,326</u>
Assigned:					
Other	<u>-</u>	<u>-</u>	<u>-</u>	<u>50,807</u>	<u>50,807</u>
Total assigned fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>50,807</u>	<u>50,807</u>
<b>TOTAL FUND BALANCE</b>	<u>283,828</u>	<u>105,025</u>	<u>45,146</u>	<u>1,935,798</u>	<u>2,369,797</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u><u>\$ 556,997</u></u>	<u><u>\$ 105,025</u></u>	<u><u>\$ 45,146</u></u>	<u><u>\$ 1,935,798</u></u>	<u><u>\$ 2,642,966</u></u>

ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL

Supplementary Information

Combining Statement of Revenues, Expenditures, and Change in Fund Balances - Nonmajor Governmental Funds

For the year ended June 30, 2022

	School Lunch	Extraclassroom Activities	Scholarship	Debt Service	Total Nonmajor Governmental Funds
REVENUE:					
Sales	\$ 87,944	\$ -	\$ -	\$ -	\$ 87,944
Use of money and property	92	-	13	3,008	3,113
Miscellaneous	-	67,608	7,179	-	74,787
State sources	14,608	-	-	-	14,608
Federal sources	732,149	-	-	-	732,149
Total revenue	<u>834,793</u>	<u>67,608</u>	<u>7,192</u>	<u>3,008</u>	<u>912,601</u>
EXPENDITURES:					
General support	370,679	-	-	-	370,679
Employee benefits	116,163	-	-	-	116,163
Cost of sales	401,500	-	-	-	401,500
Other expenditures	-	60,307	3,108	-	63,415
Total expenditures	<u>888,342</u>	<u>60,307</u>	<u>3,108</u>	<u>-</u>	<u>951,757</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	<u>(53,549)</u>	<u>7,301</u>	<u>4,084</u>	<u>3,008</u>	<u>(39,156)</u>
OTHER SOURCES AND (USES):					
Operating transfers in	-	-	-	-	-
Total other sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
CHANGE IN FUND BALANCE	(53,549)	7,301	4,084	3,008	(39,156)
FUND BALANCE - beginning of year	<u>337,377</u>	<u>97,724</u>	<u>41,062</u>	<u>1,932,790</u>	<u>2,408,953</u>
FUND BALANCE - end of year	<u>\$ 283,828</u>	<u>\$ 105,025</u>	<u>\$ 45,146</u>	<u>\$ 1,935,798</u>	<u>\$ 2,369,797</u>

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Other Information (Unaudited)**

**Schedule of Change from Original Budget to Revised Budget and Real Property Tax Limit - General Fund  
For the year ended June 30, 2022**

---

**CHANGE FROM ADOPTED BUDGET TO REVISED BUDGET**

Adopted budget		\$ 33,166,285
Add: Prior year's encumbrances		<u>-</u>
Original budget		33,166,285
Budget revision		<u>7,513,820</u>
Final budget		<u>\$ 40,680,105</u>

**SECTION 1318 OF REAL PROPERTY TAX LAW LIMIT CALCULATION**

2022-23 voter-approved expenditure budget	\$ 34,999,473	
Maximum allowed (4% of 2022-23 budget)		\$ 1,399,979
General Fund Fund Balance Subject to Section 1318 of		
Total fund balance:	<u>\$ 20,940,363</u>	
Less:		
Restricted fund balance	\$ 18,256,247	
Assigned fund balance:		
Appropriated fund balance	1,159,000	
Encumbrances included in committed and assigned	<u>125,137</u>	
Total adjustments	<u>\$ 19,540,384</u>	
General Fund Fund Balance Subject to Section 1318 of Real Property Tax Law		<u>\$ 1,399,979</u>
Actual percentage		4.00%

\*Per Office of the State Comptroller's "Fund Balance Reporting and Governmental Fund Type Definitions", Updated April 2011 (Originally Issued November 2010), the portion of [General Fund] fund balance subject to Section 1318 of the Real Property Tax Law is: unrestricted fund balance (i.e., the total of the committed, assigned, and unassigned classifications), minus appropriated fund balance, amounts reserved for insurance recovery, amounts reserved for tax reduction, and encumbrances included in committed and assigned fund balance.

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Other Information (Unaudited)**

**Schedule of Project Expenditures - Capital Projects Fund**

**For the year ended June 30, 2022**

	Expenditures				
	Original Budget	Revised Budget	Prior Years	Current Year	Total
<b>PROJECT TITLE / SED PROJECT NUMBER</b>					
Buses 2022	\$ 236,000	\$ 236,000	\$ -	\$ 173,120	\$ 173,120
Capital Outlay 2021-22	100,000	99,250	-	99,250	99,250
Dec. 2021 \$37 million Project-JRSR-Phase I (001021)	4,353,467	4,533,647	-	94,942	94,942
Dec. 2021 \$37 million Project-BG-Phase I	2,932,299	2,932,299	-	651,921	651,921
Dec. 2021 \$37 million Project-JRSR-Phase II (001022)	18,436,570	18,256,390	-	67,296	67,296
Dec. 2021 \$37 million Project-WW-Phase II	2,641,872	2,641,872	-	-	-
Dec. 2021 \$37 million Project-ELEM-Phase III	8,635,792	8,635,792	-	-	-
Smart School Bonds	2,067,182	580,506	-	175,470	175,470
	<u>\$ 39,403,182</u>	<u>\$ 37,915,756</u>	<u>\$ -</u>	<u>\$ 1,261,999</u>	<u>\$ 1,261,999</u>



**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Other Information (Unaudited)**

**Schedule of Project Expenditures - Capital Projects Fund (Continued)**

**For the year ended June 30, 2022**

Available Balance	Methods of Financing					Fund Balance June 30, 2022
	Proceeds of Obligations	State Aid	Local Sources	Transfers	Total	
\$ 62,880	\$ -	\$ -	\$ -	\$ 236,000	\$ 236,000	\$ 62,880
-	-	-	-	99,250	99,250	-
4,438,705	-	-	-	4,533,467	4,533,467	4,438,525
2,280,378	-	-	-	1,666,533	1,666,533	1,014,612
18,189,094	-	-	-	1,000,000	1,000,000	932,704
2,641,872	-	-	-	-	-	-
8,635,792	-	-	-	-	-	-
405,036	-	175,470	-	-	175,470	-
<u>\$ 36,653,757</u>	<u>\$ -</u>	<u>\$ 175,470</u>	<u>\$ -</u>	<u>\$ 7,535,250</u>	<u>\$ 7,710,720</u>	<u>\$ 6,448,721</u>

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL**

**Other Information (Unaudited)**  
**Schedule of Net Investment in Capital Assets**  
**June 30, 2022**

---

Capital assets, net	<u>\$ 46,251,524</u>
Deduct:	
Short-term portion of bonds payable	2,060,000
Long-term portion of bonds payable	5,490,000
Short-term portion of lease liabilities	36,375
Long-term portion of lease liabilities	88,645
Other capital-related liabilities	<u>264,402</u>
	<u>7,939,422</u>
Net investment in capital assets	<u><u>\$ 38,312,102</u></u>

**INDEPENDENT AUDITOR'S 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**

October 7, 2022

To the Board of Education of  
Altmar-Parish-Williamstown Central School District

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 Altmar-Parish-Williamstown Central School District (District), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated October 7, 2022.

**Report on Internal Control Over Financial Reporting**

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

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

432 North Franklin Street, #60  
Syracuse, New York 13204  
p (315) 476-4004  
f (315) 254-2384

[www.bonadio.com](http://www.bonadio.com)

**INDEPENDENT AUDITOR’S 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***

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. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item number 2022-001, that we consider to be a material weakness.

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the 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*.

**District's Response to Finding**

*Government Auditing Standards* requires the auditor to perform limited procedures on the District’s response to the finding identified in our audit and described in the accompanying schedule of findings and questioned costs. The District’s response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

**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 entity’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 entity’s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

October 7, 2022

To the Board of Education of  
Altmar-Parish-Williamstown Central School District

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited the Altmar-Parish-Williamstown Central School District's (District) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2022. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

***Basis for Opinions on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

## **INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's federal programs.

### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. 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 generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

**Report on Internal Control over Compliance**

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Schedule of Expenditures of Federal Awards  
For the year ended June 30, 2022**

<b>Federal Grantor/Pass-Through Grantor/Program Title</b>	<b>Federal Assistance Listing</b>	<b>Pass-Through Entity Identification Number</b>	<b>Expenditures</b>
<u>U.S. Department of Agriculture</u>			
Passed-through New York State Dept. of Education:			
COVID-19: Pandemic EBT Food Benefits	10.542	N/A	\$ <u>1,202</u>
Child Nutrition Cluster:			
National School Lunch Program (Noncash food donations)	10.555	N/A	26,925
National School Lunch Program	10.555	N/A	<u>529,623</u>
Total National School Lunch Program			556,548
School Breakfast Program	10.553	N/A	153,674
Summer Food Service Program	10.559	N/A	<u>20,725</u>
Total Child Nutrition Cluster			<u>730,947</u>
Total U.S. Department of Agriculture			<u>732,149</u>
<u>U.S. Department of Education</u>			
Passed-through New York State Dept. of Education:			
Special Education Cluster (IDEA):			
COVID-19: Special Education - Grants to States	84.027	5532-22-0710	1,348
Special Education - Grants to States	84.027	0032-22-0710	<u>369,131</u>
Total Special Education - Grants to States			<u>370,479</u>
COVID-19: Special Education - Preschool Grants	84.173	5533-22-0710	1,225
Special Education - Preschool Grants	84.173	0033-22-0710	<u>20,778</u>
Total Special Education - Preschool Grants			<u>22,003</u>
Total Special Education Cluster (IDEA)			<u>392,482</u>
Education Stabilization Fund:			
COVID-19: Elementary and Secondary School Emergency Relief Fund	84.425D	5895-21-2330	810
COVID-19: Elementary and Secondary School Emergency Relief Fund	84.425D	5891-22-2330	<u>554,533</u>
Total Elementary and Secondary School Emergency Relief			<u>555,343</u>
COVID-19: Governor's Emergency Education Relief	84.425C	5890-21-2330	<u>802</u>
COVID-19: American Rescue Plan-Elementary and Secondary School Emergency Relief	84.425U	5880-22-2330	173,755
COVID-19: American Rescue Plan-Elementary and Secondary School Emergency Relief	84.425U	5884-22-2330	<u>432,866</u>
Total American Rescue Plan-Elementary and Secondary			<u>606,621</u>
Total Education Stabilization Fund			<u>1,162,766</u>

(Continued)



Other Programs:			
Title 1 Grants to Local Educational Agencies	84.010	0021-22-2330	377,633
Title 1 Grants to Local Educational Agencies	84.010	0021-21-2330	<u>7,359</u>
Total Title 1 Grants to Local Educational Agencies			<u>384,992</u>
Title IIA, Supporting Effective Instructional State Grants	84.367	0147-21-2330	24,625
Title IIA, Supporting Effective Instructional State Grants	84.367	0147-22-2330	<u>19,653</u>
Total Title IIA, Supporting Effective Instructional State Grants			<u>44,278</u>
Student Support and Academic Enrichment Program	84.424	0204-22-2330	<u>15,374</u>
Total Other Programs			<u>444,644</u>
Total U.S. Department of Education			<u>1,999,892</u>
Total expenditures of federal awards			<u>\$ 2,732,041</u>

The accompanying notes are an integral part of this schedule.

# ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT

## Notes to Schedule of Expenditures of Federal Awards

---

### 1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (Schedule) includes the federal grant activity of the Altmar-Parish-Williamstown Central School District (the District), under programs of the federal government for the year ended June 30, 2022. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position or the respective changes in financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District.

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are presented in conformity with accounting principles generally accepted in the United States and the amounts presented are derived from the District's general ledger. Federal expenditures are recorded when an allowable cost is incurred under the applicable program and is due and payable.

### 3. PASS-THROUGH PROGRAMS

Where the District receives funds from a government entity other than the federal government (pass-through), the funds are accumulated based upon the Assistance Listing (AL) number advised by the pass-through grantor.

Identifying numbers, other than the Assistance Listings, which may be assigned by pass-through grantors are not maintained in the District's financial management system. The District has identified certain pass-through identifying numbers and included them in the Schedule, as available.

### 4. INDIRECT COSTS

Indirect costs are not included in the reported expenditures as they are not included in the federal funding for each program. The District has not elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

### 5. MATCHING COSTS

Matching costs, i.e., the District's or State's share of certain program costs, are not included in the reported expenditures.

### 6. NON-MONETARY FEDERAL PROGRAM

The District is the recipient of a federal financial award program that does not result in cash receipts or disbursements termed a "non-monetary" program. During the year ended June 30, 2022, the District received food commodities, the fair value of which amounted to \$26,925, is presented in the Schedule as National School Lunch Program (Division of Donated Foods, AL#10.555).

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Schedule of Findings and Questioned Costs  
For the year ended June 30, 2022**

---

**Part I - Summary of Auditor's Results**

**Financial Statements**

Type of auditor's report issued on whether the District's financial statements are prepared in accordance with

Unmodified

Internal control over financial reporting:

Material weakness(es) identified?

Yes  No

Significant deficiencies identified?

Yes  None reported

Noncompliance material to financial statements noted?

Yes  None reported

**Federal Awards**

Internal control over major programs:

Material weakness(es) identified?

Yes  No

Significant deficiencies identified?

Yes  None reported

Type of auditor's report issued on compliance for major programs:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance, 2 CFR Section 200.516(a)?

Yes  No

The dollar threshold to distinguish Types A and B programs was \$750,000.

The major federal program of the District for the year ended June 30, 2022 was as follows:

**U.S. Department of Education**

Education Stabilization Fund (84.425C, 84.425D, 84.425U)

The District was considered a low-risk auditee for the year ended June 30, 2022.

**ALTMAR-PARISH-WILLIAMSTOWN CENTRAL SCHOOL DISTRICT**

**Schedule of Findings and Questioned Costs  
For the year ended June 30, 2022**

---

**Part II – Financial Statement Findings**

**Reference:** 2022-001

**Financial Reporting**

**Criteria:**

Internal controls over financial reporting should be properly designed, documented and implemented to ensure all material transactions are recorded properly in accordance with Generally Accepted Accounting Principles (GAAP).

**Cause/Condition:**

Two invoices paid subsequent to year end pertained to for services provided and received during the year ended June 30, 2022 and were not accrued for in the year then ended.

**Effect:**

Expenditures were understated for the year ending June 30, 2022. Material audit adjustments were necessary to present the financial statement in accordance with GAAP.

**Capital Projects Fund**

Expenditures	\$	182,232	
Accounts payable			\$ 182,232
Due from other governments	\$	93,300	
Revenues			\$ 93,300

**Governmental Activities**

Capital assets	\$	88,932	
Expenses	\$	93,300	
Accounts Payable			\$ 182,232
Due from other governments	\$	93,300	
Revenues			\$ 93,300

**Recommendation:**

We recommend management develop and document policies and procedures that require all activity and transactions be recorded in the correct fiscal year in accordance with GAAP.

**Management’s Response:**

Management acknowledges that the internal controls over financial reporting for accounts payable can be improved in the area of making the payment on time. To that end, the district will implement a process whereby the invoice will be date stamped at the time of receipt in the mail. Additionally, the district will work with vendors and the invoices received by email, specifically requesting vendors to send the invoice directly to accounts payable thus eliminating the potential for delay in processing. These changes along with a weekly review of accounts payable invoices selected for payment will be implemented to afford the district a continuous review of invoices and flagging those that need attention before the next regularly scheduled bi-weekly accounts payable processing.

**Part III – Federal Award Findings and Questioned Costs**

None reported.