

# SOUTH SENECA CENTRAL SCHOOL DISTRICT

## EXECUTIVE SUMMARY



# EXECUTIVE SUMMARY OF 2023 AUDIT REPORT AND FINDINGS

- Auditors' Report on Financial Statements and Supplementary Information
  - **Unmodified Opinion**
- Auditors' Report on Internal Control Over Financial Reporting and on Compliance in Accordance with *Government Auditing Standards*
  - **Unmodified Opinion**
- Auditors' Report on Compliance and Internal Control for Each Major Program Required by Uniform Guidance
  - **Unmodified Opinion**
  - **Total federal expenses of \$2,608,660 for the year ended 2023**

# EXECUTIVE SUMMARY OF 2023 AUDIT REPORT AND FINDINGS

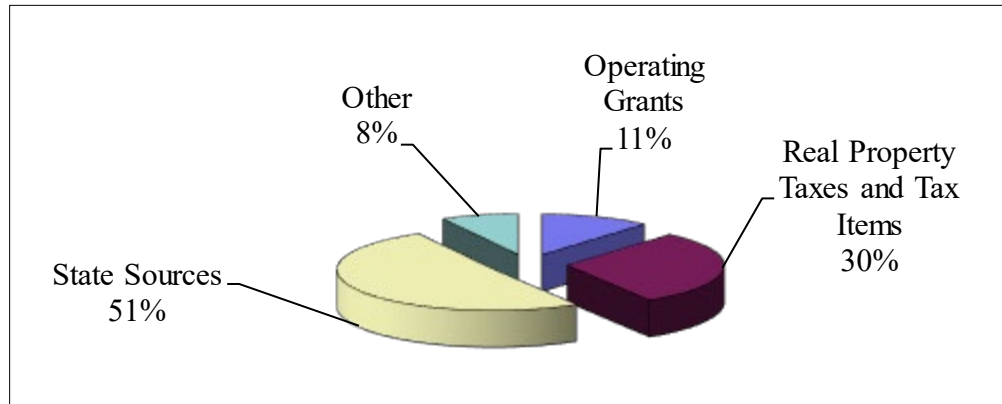
- Management Comment Letter
  - **One other matter noted regarding School Lunch reconciliations**
- Independent Auditors' Report on Extraclassroom Activity Funds
  - **Unmodified Opinion**
- Extraclassroom Activity Funds Management Comment Letter
  - **Several issues noted**

# REQUIRED COMMUNICATIONS

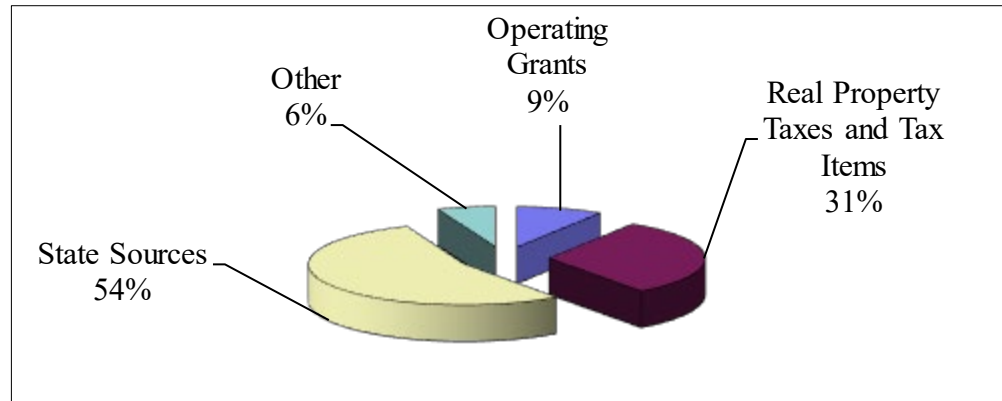
- Communication with Those Charged with Governance at the Conclusion of the Audit. **No comments of concern** to be reported regarding the following:
  - Qualitative Aspects of Accounting Practices
  - Difficulties Encountered in Performing the Audit
  - Corrected and Uncorrected Misstatements
  - Disagreements with Management
  - Management Representation
  - Management Consultations with Other Independent Accountants
  - Other Audit Findings or Issues
  - Other Matters

# GOVERNMENTAL ACTIVITIES: REVENUE

2023

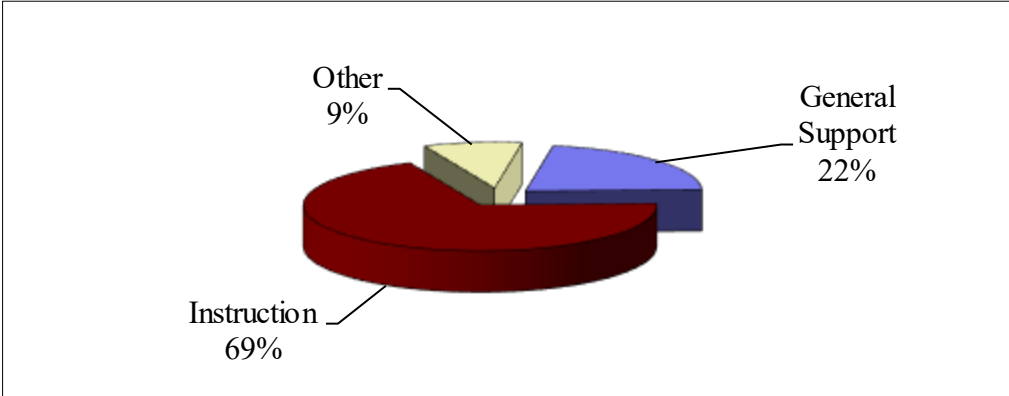


2022

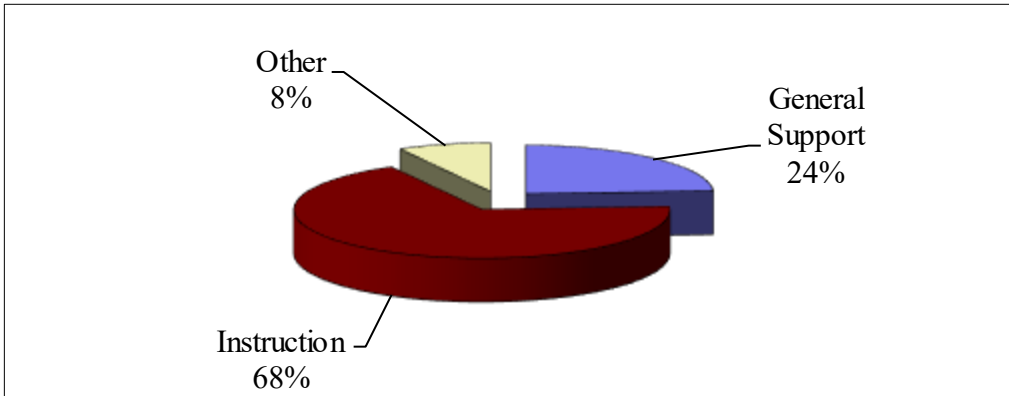


# GOVERNMENTAL ACTIVITIES: EXPENSES

2023



2022



# ASSETS - GENERAL FUND

	JUNE 30,				
	2023	2022	2021	2020	2019
<b>ASSETS</b>					
Cash and Investments	\$ 9,396,041	\$ 10,456,683	\$ 10,082,177	\$ 9,396,648	\$ 8,239,836
Receivables	1,122,634	820,159	1,042,063	987,212	867,160
Other	7,350	3,500	3,500	3,200	207,812
Due from Other Funds	1,610,919	471,578	276,276	438,159	773,591
<b>Total Assets</b>	<b>\$ 12,136,944</b>	<b>\$ 11,751,920</b>	<b>\$ 11,404,016</b>	<b>\$ 10,825,219</b>	<b>\$ 10,088,399</b>

# LIABILITIES - GENERAL FUND

	JUNE 30,				
	2023	2022	2021	2020	2019
<b>LIABILITIES</b>					
Accounts Payable and Accruals	\$ 168,473	\$ 291,387	\$ 641,097	\$ 281,274	\$ 271,185
Due to Retirement Systems	893,515	821,634	872,997	749,679	814,866
Due to Other Funds	4,530	53,753	3,924	3,553	22,908
Other	20,459	20,414	26,022	21,321	114,753
<b>Total Liabilities</b>	<b>\$ 1,086,977</b>	<b>\$ 1,187,188</b>	<b>\$ 1,544,040</b>	<b>\$ 1,055,827</b>	<b>\$ 1,223,712</b>

# FUND BALANCE - GENERAL FUND

	JUNE 30,				
	2023	2022	2021	2020	2019
<b>FUND BALANCE</b>					
Nonspendable	\$ 7,350	\$ 3,500	\$ 3,500	\$ 3,200	\$ 207,812
Restricted	<b>8,824,260</b>	8,705,623	8,189,634	7,558,473	6,840,130
Assigned	<b>1,143,860</b>	813,430	621,434	345,866	842,656
Unassigned	<b>1,074,497</b>	1,042,179	1,045,408	1,861,853	974,089
<b>Total Fund Balances</b>	<b>11,049,967</b>	10,564,732	9,859,976	9,769,392	8,864,687
<b>Total Liabilities and Fund Balances</b>	<b>\$ 12,136,944</b>	\$ 11,751,920	\$ 11,404,016	\$ 10,825,219	\$ 10,088,399

# REVENUES - GENERAL FUND

	JUNE 30,				
	2023	2022	2021	2020	2019
<b>REVENUES</b>					
Real Property Taxes	\$ 7,963,479	\$ 7,713,389	\$ 7,510,853	\$ 7,408,567	\$ 7,208,842
State Sources	<b>14,782,163</b>	14,501,246	13,771,950	14,292,503	13,877,744
Medicaid Reimbursements	<b>62,734</b>	41,598	90,761	106,645	117,831
Other	<b>2,789,388</b>	2,255,987	2,749,973	2,037,683	2,146,844
Interfund Transfers	-	-	6,058	8,144	8,945
<b>Total Revenues</b>	<b>\$ 25,597,764</b>	\$ 24,512,220	\$ 24,129,595	\$ 23,853,542	\$ 23,360,206



# EXPENDITURES - GENERAL FUND

	JUNE 30,				
	2023	2022	2021	2020	2019
<b>EXPENDITURES</b>					
General Support	\$ 3,929,015	\$ 3,618,426	\$ 3,383,939	\$ 3,217,813	\$ 2,985,066
Instruction	12,086,582	11,472,535	11,871,247	11,315,176	11,020,994
Transportation	1,464,193	1,169,107	1,318,365	1,280,879	1,227,531
Employee Benefits	4,007,559	3,892,275	3,910,608	3,517,496	3,391,667
Debt Service	3,435,438	3,514,440	3,383,538	3,385,388	3,544,988
Interfund Transfers	189,742	140,681	171,314	232,085	268,283
<b>Total Expenditures</b>	<b>25,112,529</b>	23,807,464	24,039,011	22,948,837	22,438,529
Excess of Revenues (Expenditures)	<u>\$ 485,235</u>	<u>\$ 704,756</u>	<u>\$ 90,584</u>	<u>\$ 904,705</u>	<u>\$ 921,677</u>

# OTHER GOVERNMENTAL FUNDS

	JUNE 30,				
	2023	2022	2021	2020	2019
Capital Outlay	<u>\$ 1,510,910</u>	<u>\$ 175,752</u>	<u>\$ 101,300</u>	<u>\$ 278,545</u>	<u>\$ 464,130</u>
Special Aid - Revenues and Transfers	<u>\$ 2,755,931</u>	<u>\$ 1,983,883</u>	<u>\$ 1,406,130</u>	<u>\$ 1,563,579</u>	<u>\$ 1,571,352</u>
Special Aid - Expenditures and Transfers	<u>\$ 2,903,833</u>	<u>\$ 1,997,121</u>	<u>\$ 1,416,539</u>	<u>\$ 1,564,693</u>	<u>\$ 1,558,660</u>
School Lunch - Revenues and Transfers	<u>\$ 681,078</u>	<u>\$ 585,286</u>	<u>\$ 526,075</u>	<u>\$ 566,510</u>	<u>\$ 500,392</u>
School Lunch - Expenditures	<u>\$ 625,618</u>	<u>\$ 557,281</u>	<u>\$ 521,106</u>	<u>\$ 524,055</u>	<u>\$ 536,034</u>

# GENERAL FUND RESERVE BALANCES

	JUNE 30,				
	2023	2022	2021	2020	2019
<b>Fund Balance</b>					
<b>Nonspendable</b>					
Prepaid Items	\$ 7,350	\$ 3,500	\$ 3,500	\$ 3,200	\$ 207,812
<b>Total Nonspendable</b>	<u>7,350</u>	<u>3,500</u>	<u>3,500</u>	<u>3,200</u>	<u>207,812</u>
<b>Restricted</b>					
Reserve for Employees' Retirement Contributions	2,112,720	2,117,141	2,228,425	2,224,966	2,176,278
Reserve for Teachers' Retirement Contributions	495,761	481,970	361,556	240,405	120,000
Liability Reserve	914,223	888,791	887,816	881,359	868,888
Insurance Reserve	216,134	210,121	207,375	205,874	202,954
Unemployment Insurance Reserve	327,053	318,250	317,028	316,635	327,144
Employee Benefit Accrued					
Liability Reserve	426,832	429,541	443,995	455,629	460,916
Capital Reserve	4,331,537	4,259,809	3,743,439	3,233,605	2,683,950
<b>Total Restricted</b>	<u>8,824,260</u>	<u>8,705,623</u>	<u>8,189,634</u>	<u>7,558,473</u>	<u>6,840,130</u>
<b>Assigned</b>					
Appropriated for Next Year's Budget	1,000,600	673,672	541,994	259,123	250,000
Encumbrances	143,260	139,758	79,440	86,743	592,656
<b>Total Assigned</b>	<u>1,143,860</u>	<u>813,430</u>	<u>621,434</u>	<u>345,866</u>	<u>842,656</u>
Unassigned	<u>1,074,497</u>	<u>1,042,179</u>	<u>1,045,408</u>	<u>1,861,853</u>	<u>974,089</u>
<b>Total Fund Balance</b>	<u>\$ 11,049,967</u>	<u>\$ 10,564,732</u>	<u>\$ 9,859,976</u>	<u>\$ 9,769,392</u>	<u>\$ 8,864,687</u>

# COMPLIANCE WITH §1318

<b>Compliance with §1318 of Real Property Law</b>	<b>JUNE 30,</b>				
	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>
Next Year's Budget is a Voter Approved Budget	<b>\$ 26,864,443</b>	\$ 25,870,667	\$ 24,980,340	\$ 24,687,093	\$ 24,417,129
Maximum Allowed (4% of Budget)	<b>1,074,578</b>	1,034,827	999,214	987,484	976,685
General Fund Fund Balance Subject to §1318 of Real Property Law	<b>1,074,497</b>	1,042,179	1,045,408	1,861,853	974,089
Actual Percentage	<b>4.00%</b>	4.03%	4.18%	7.54%	3.99%

# GENERAL FUND RESERVE ACTIVITY

<u>Current Year Reserve Activity</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Interest Earned</u>	<u>Appropriated</u>	<u>Ending Balance</u>
Reserve for Employees' Retirement Contributions	\$ 2,117,141	\$ -	\$ 60,579	\$ (65,000)	\$ 2,112,720
Reserve for Teachers' Retirement Contributions	481,970	-	13,791	-	495,761
Liability Reserve	888,791		25,432		914,223
Insurance Reserve	210,121		6,013		216,134
Unemployment Insurance Reserve	318,250	-	8,803	-	327,053
Employee Benefit Accrued					
Liability Reserve	429,541	-	12,291	(15,000)	426,832
Capital Reserve	4,259,809	-	71,728	-	4,331,537
<b>Total</b>	<b>\$ 8,705,623</b>	<b>\$ -</b>	<b>\$ 198,637</b>	<b>\$ (80,000)</b>	<b>\$ 8,824,260</b>

# GENERAL FUND BUDGET - 2023

	2023				
	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Actual w/ Encumbrances</u>	<u>\$ Variance Fav. (Unfav.)</u>	<u>% Variance Fav. (Unfav.)</u>
<b>REVENUES</b>					
Real Property Taxes	\$ 7,896,610	\$ 7,896,610	\$ 7,963,479	\$ 66,869	0.84%
Other Tax Items	806,755	806,755	717,649	(89,106)	(12.42%)
State Sources	14,974,469	14,974,469	14,782,163	(192,306)	(1.30%)
Medicaid Reimbursements	85,000	85,000	103,482	18,482	17.86%
Other, Including Financing Sources	1,000,000	1,185,274	2,030,991	845,717	41.64%
<b>Total Revenues and Other Financing Sources</b>	<u>24,762,834</u>	<u>24,948,108</u>	<u>\$ 25,597,764</u>	<u>\$ 649,656</u>	<u>2.54%</u>
Appropriated Fund Balances	<u>1,247,591</u>	<u>1,247,591</u>			
<b>Total Revenues</b>	<u><b>\$ 26,010,425</b></u>	<u><b>\$ 26,195,699</b></u>			
<b>EXPENDITURES</b>					
General Support	\$ 3,222,787	\$ 4,141,696	\$ 3,992,002	\$ 149,694	3.75%
Instruction	13,158,699	12,611,009	12,166,730	444,279	3.65%
Pupil Transportation	1,527,292	1,535,317	1,464,318	70,999	4.85%
Employee Benefits	4,507,809	4,275,939	4,007,559	268,380	6.70%
Debt Service	3,382,838	3,435,438	3,435,438	-	0.00%
Other Financing Uses	211,000	196,300	189,742	6,558	3.46%
<b>Total Expenditures</b>	<u><b>\$ 26,010,425</b></u>	<u><b>\$ 26,195,699</b></u>	<u><b>\$ 25,255,789</b></u>	<u><b>\$ 939,910</b></u>	<u><b>3.72%</b></u>

# GENERAL FUND BUDGET - 2022

	<b>2022</b>				
	<b>Original Budget</b>	<b>Revised Budget</b>	<b>Actual w/ Encumbrances</b>	<b>\$ Variance Fav. (Unfav.)</b>	<b>% Variance Fav. (Unfav.)</b>
<b>REVENUES</b>					
Real Property Taxes	\$ 7,729,322	\$ 7,711,335	\$ 7,713,389	\$ 2,054	0.03%
Other Tax Items	762,985	780,972	759,848	(21,124)	(2.78%)
State Sources	14,661,039	14,379,039	14,501,246	122,207	0.84%
Federal Sources	85,000	85,000	68,055	(16,945)	(24.90%)
Other, Including Financing Sources	700,000	1,030,000	1,469,682	439,682	29.92%
<b>Total Revenues and Other Financing Sources</b>	<u>23,938,346</u>	<u>23,986,346</u>	<u>\$ 24,512,220</u>	<u>\$ 525,874</u>	<u>2.15%</u>
Appropriated Fund Balances	<u>1,121,434</u>	<u>1,121,434</u>			
<b>Total Revenues</b>	<u>\$ 25,059,780</u>	<u>\$ 25,107,780</u>			
<b>EXPENDITURES</b>					
General Support	\$ 3,052,983	\$ 3,852,902	\$ 3,707,379	\$ 145,523	3.93%
Instruction	12,871,384	12,128,341	11,523,340	605,001	5.25%
Pupil Transportation	1,450,024	1,374,020	1,169,107	204,913	17.53%
Employee Benefits	4,088,301	4,027,077	3,892,275	134,802	3.46%
Debt Service	3,386,088	3,514,440	3,514,440	-	0.00%
Other Financing Uses	211,000	211,000	140,681	70,319	49.98%
<b>Total Expenditures</b>	<u>\$ 25,059,780</u>	<u>\$ 25,107,780</u>	<u>\$ 23,947,222</u>	<u>\$ 1,160,558</u>	<u>4.85%</u>

# NET POSITION ANALYSIS

	JUNE 30,				
	2023	2022	2021	2020	2019
<b>NET POSITION</b>					
Net Investment in Capital Assets	\$ 31,297,058	\$ 28,414,208	\$ 26,505,691	\$ 24,961,934	\$ 23,407,175
Restricted	10,474,663	10,235,548	9,654,080	8,617,554	8,455,611
Unrestricted	(826,469)	1,872,267	296,219	1,620,671	2,214,493
<b>Total Net Position (Deficit)</b>	<b>\$ 40,945,252</b>	<b>\$ 40,522,023</b>	<b>\$ 36,455,990</b>	<b>\$ 35,200,159</b>	<b>\$ 34,077,279</b>
<b>Unrestricted Net Position (Deficit)</b>	<b>\$ (826,469)</b>	<b>\$ 1,872,267</b>	<b>\$ 296,219</b>	<b>\$ 1,620,671</b>	<b>\$ 2,214,493</b>
(Less):					
GASB 68 - Net Pension (Asset)/Liability and Deferred Inflows and Outflows	(2,514,249)	(3,027,300)	(1,676,413)	(2,312,982)	(3,278,193)
GASB 75 - OPEB Liability and Deferred Inflows and Outflows	4,032,630	2,275,735	2,454,234	2,562,769	2,652,958
<b>Total Unrestricted Net Position (Deficit)</b>	<b>\$ 691,912</b>	<b>\$ 1,120,702</b>	<b>\$ 1,074,040</b>	<b>\$ 1,870,458</b>	<b>\$ 1,589,258</b>

# CURRENT AND FUTURE ACCOUNTING STANDARDS

## **Current Standards Implemented**

- The School District implemented GASB Statement No. 96 “Subscription-Based Information Technology Arrangements,” for the year ended June 30, 2023. There was no material effect on the financial statements.

## **Future Accounting Standards**

- GASB has issued Statement No. 101 “Compensated Absences,” effective for the year ending June 30, 2025.





#### Disclaimer

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