



**SKANEATELES CENTRAL SCHOOL DISTRICT**

**FINANCIAL STATEMENTS**

**For Year Ended June 30, 2024**

# SKANEATELES CENTRAL SCHOOL DISTRICT

## Table of Contents

	<u>Page</u>
<b>Independent Auditor's Report</b>	1-3
<b>Management's Discussion and Analysis</b>	4-13
<b>Basic Financial Statements</b>	
Statement of Net Position	14
Statement of Activities and Changes in Net Position	15
Balance Sheet - Governmental Funds	16
Reconciliation of Governmental Funds Balance Sheet to the Statement of Net Position	17
Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds	18
Reconciliation of Governmental Funds Revenues, Expenditures, and Changes in Fund Balance to the Statement of Activities	19
<b>Notes to Basic Financial Statements</b>	20-52
<b>Required Supplementary Information</b>	
SS1 Schedules of Changes in the District's Total OPEB Liability and Related Ratios	53
SS2 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual- General Fund	54
SS3 Schedule of District Contributions	55
SS4 Schedule of District's Proportionate Share of the Net Pension Asset (Liability)	56
<b>Supplementary Information</b>	
SS5 Schedule of Change from Adopted to Final Budget and the Real Property Tax Limit	57
SS6 Schedule of Project Expenditures – Capital Projects Fund	58
SS7 Investment in Capital Assets, Net of Related Debt	59
SS8 Combining Balance Sheet of Other (non-major) Governmental Funds	60
SS9 Combining Statement of Revenues, Expenditures and Changes in Fund Balance to the Statement of Activities	61

## INDEPENDENT AUDITORS' REPORT

To the Board of Education  
Skaneateles Central School District, New York

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

#### ***Opinions***

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

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

#### ***Basis for Opinions***

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

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

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

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 Skaneateles Central School District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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

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

In performing an audit in accordance with GAAS and *Governmental 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 Skaneateles Central School District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Skaneateles Central School District's ability to continue as a going concern for a reasonable period of time.

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

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

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedule of changes in the District's total OPEB liability and related ratios, schedule of revenues, expenditures and changes in fund balance - budget (non-GAAP basis) and actual - general fund, schedule of district contributions, and the schedule of the District's proportionate share of the net pension liability on pages 4-12 and 53-56 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### **Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Skaneateles Central School District's basic financial statements. The 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.

The combining and individual nonmajor fund financial statements, the 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, the schedule of change from adopted budget to final budget and the real property tax limit, schedule of project expenditures – capital projects fund and net investment in capital assets are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements the 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, the schedule of change from adopted budget to final budget and the real property tax limit, schedule of project expenditures – capital projects fund and net investment in capital assets are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated October 8, 2024 on our consideration of Skaneateles Central School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Skaneateles Central School District's internal control over financial reporting and compliance.

A handwritten signature in blue ink that reads "Grossman St Aman CPAs". The signature is written in a cursive, flowing style.

Syracuse, New York  
October 8, 2024

**SKANEATELES CENTRAL SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended June 30, 2024**

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

**Financial Highlights**

At the close of the fiscal year, net position increased \$589,333 to \$20,227,423.

As of the close of the fiscal year, the School District's governmental funds reported combined fund balance of \$8,353,509, a decrease of \$9,260,118 in comparison with the prior year. The majority of the decrease is attributable to the ongoing capital project, which had a net decrease of \$10,523,582. This decrease is from the capital expenditures which were financed with a note totaling \$17,000,000 compared to long term obligations which is recognized as other financing sources in funds. When the note is converted to a long term obligation, the proceeds will be recognized as other financing sources and will reduce or eliminate the deficit. Overall, the general fund increased \$1,108,103 compared to the previous year, or 6.3%.

General revenues, which includes Real Property Taxes, Non Property Taxes, State and Federal Aid, Investment Earnings, Compensation for Loss, and Miscellaneous accounted for \$39,340,812, or 97% of all revenues. Program specific revenues in the form of Charges for Services and Operating Grants and Contributions, accounted for \$1,296,511, or 3% of total revenues.

**Overview of the Financial Statements**

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

*Government-Wide Financial Statements*

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

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

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

**SKANEATELES CENTRAL SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended June 30, 2024**

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

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

*Fund Financial Statements*

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

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

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

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

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

The *Fiduciary Funds* are used to account for assets held by the School District whereby the fiduciary activities and the relevant reporting is based on whether the District is controlling the assets of the fiduciary activity and the beneficiaries with whom a fiduciary relationship exists. Fiduciary funds are not reflected in the government-wide financial statement because the resources of these funds are *not* available to support the School District's programs. The District has no fiduciary funds.

**SKANEATELES CENTRAL SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended June 30, 2024**

<b>Major Feature of the District-Wide and Fund Financial Statements</b>			
	<b>Government-Wide Statements</b>	<b>Fund Financial Statements</b>	
		<u>Governmental Funds</u>	<u>Fiduciary Funds</u>
Scope	Entire District (except fiduciary funds)	The activities of the School District that are not proprietary or fiduciary, such as special education and building maintenance	Includes four types of fiduciary funds, if applicable: (1) pension (and other employee benefit) trust funds, (2) investment trust funds, (3) private-purpose trust funds, and (4) custodial funds
Required financial statements	Statement of net position Statement of activities	Balance sheet Statement of revenues, expenditures, and changes in fund balance	Statement of fiduciary net position and a statement of changes in fiduciary net position
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally, assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All additions and deductions during the year, regardless of when cash is received or paid

*Notes to the Financial Statements*

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

**SKANEATELES CENTRAL SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended June 30, 2024**

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**Government-Wide Statements**

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

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

All of the District's services are reported in the government-wide financial statements as governmental activities. Most of the District's basic services are included here, such as regular and special education, transportation and administration.

Property taxes, federal and state aid, and investment earnings finance most of these activities.

**SKANEATELES CENTRAL SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended June 30, 2024**

**Financial Analysis of the School District as a Whole**

**Net Position**

The District's combined net position was larger on June 30, 2024 than the year before, increasing to \$20,227,423, as shown in the table below.

	Governmental Activities and Total School District		Total Percentage Change
	2024	2023	2023-2024
Current and Other Assets	\$ 29,726,643	\$ 21,484,237	38.36%
Net Pension - proportionate share	-	-	100.00%
Capital Assets	90,430,062	83,646,675	8.11%
<b>Total Assets</b>	<b>120,156,705</b>	<b>105,130,912</b>	<b>14.29%</b>
Deferred Outflow of Resources	7,986,532	11,908,333	-32.93%
<b>Total Assets and Deferred outflow of resources</b>	<b>\$ 128,143,237</b>	<b>\$ 117,039,245</b>	<b>9.49%</b>
Long-Term Obligations	\$ 73,365,909	\$ 76,560,518	-4.17%
Net Pension - proportionate share	2,107,154	3,276,282	100.00%
Other Liabilities	21,373,009	3,879,463	450.93%
<b>Total Liabilities</b>	<b>96,846,072</b>	<b>83,716,263</b>	<b>15.68%</b>
Deferred Inflow of Resources	11,069,742	13,684,892	-19.11%
<b>Net Position:</b>			
Invested in Capital Assets	37,568,474	48,259,354	-22.15%
Retirement Contribution	2,164,192	2,164,192	0.00%
Capital Reserve	5,404,036	5,128,908	5.36%
Other Purposes	3,774,203	3,190,114	18.31%
Unrestricted	(28,683,482)	(39,104,478)	-26.65%
<b>Total Net Position</b>	<b>20,227,423</b>	<b>19,638,090</b>	<b>3.00%</b>
<b>Total Liabilities, Deferred inflow of resources, and Net Position</b>	<b>\$ 128,143,237</b>	<b>\$ 117,039,245</b>	<b>9.49%</b>

**SKANEATELES CENTRAL SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended June 30, 2024**

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**Net Position** (continued)

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

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

The District's current assets and other assets increased \$8,242,406. The increase is primarily due to the increase in cash pertaining to the capital projects fund which increased \$6,447,101 due to the ongoing capital project. During the current fiscal year, the District borrowed \$17,000,000 pertaining to its capital projects (\$16,500,000 – 2020 project and \$500,000 – 2017 project), while having expenditures of \$11,084,013 for these capital projects. The District's restricted capital fund cash was \$7,234,127 and \$787,026, as of June 30, 2024 and 2023, respectively, which primarily reflects the unspent proceeds of the borrowing to be used for the capital project in the upcoming fiscal year.

In addition, the District's unrestricted cash increased \$2,075,431 compared to the previous year. This increase was primarily from the increase in cash in the general fund of \$2,006,541. The increase was from the District's general fund's revenue exceeding expenses by \$1,108,103 and from the net decrease in accounts receivable of \$1,339,125 pertaining to the receipt of prior year receivables related to state and federal funding.

Capital assets, increased net \$6,783,387. The District had capital expenditures of \$11,516,535, with \$10,461,080 pertaining to its ongoing capital project. This increase of \$11,516,535 was offset by ordinary depreciation on capital assets in service of \$2,688,701 and ordinary disposals of capital assets of \$2,044,447, primarily related to disposals of busses totaling \$446,130, district equipment of \$54,244, and \$1,758,874 of disposals pertaining to buildings and improvements due to the ongoing capital project.

Deferred outflow of resources decreased \$3,921,801 with the decreases in other postemployment benefits of \$2,034,868 and pensions of \$1,886,933. The decrease of \$2,034,868 represents the actuarial amortization of assumption changes & inputs, while the pension decrease of \$1,886,933 represents the actuarial amortization of differences between expected and actual experience, changes in assumptions, differences in projected and actual earnings on pension plan investments and changes in the District's proportionate share of its ERS and TRS obligation.

Long-term obligations decreased \$3,194,609. The most significant decrease of \$2,964,893 pertains to the District's repayment of principal on its outstanding long term bonds.

Other liabilities increased \$17,493,546. The District issued new bond anticipation notes totaling \$17,000,000 pertaining to its ongoing capital projects which represents the most significant increase. In addition, the District renewed its previous bond anticipation note, related to purchases of busses totaling \$1,569,828, an increase of \$162,607 over the previous year. The District's other liabilities increased a net \$331,039, primarily due to additional accounts payable as of June 30, 2024 compared to the previous year.

**SKANEATELES CENTRAL SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended June 30, 2024**

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**Net Position** (continued)

Deferred inflow of resources decreased \$2,615,150, with decreases in other postemployment benefits of \$2,910,652 and an increase in inflows related to pensions of \$295,502. The decrease of \$2,910,652 represents the actuarial amortization of demographic gains or losses and assumption changes & inputs.

Overall net position increased \$589,333. There are three restricted net asset balances, reserve funds, student activities and scholarships, grants, other. The reserves established by the District in accordance with New York State General Municipal Law and New York State Education Law. The capital reserves are established based on a vote by taxpayers in the district. Overall reserve funds increased net \$838,489 during the current year. The most significant increase were related to the capital reserve which increased \$275,128, the tax certiorari reserve which increased \$263,525 and the repair reserve which increased \$250,000.

The investment in capital assets, net of related debt decreased \$10,690,880. The increase in spending pertaining to the ongoing capital project, offset by the increase in outstanding bond anticipation notes to finance the capital project represents the primary driver for the decrease. The remaining balance of unrestricted net position is a deficit of \$28,683,482, as a result of the obligation relating to other postemployment benefits (retiree health) and pension obligations.

**Changes in Net Position**

The School District's total revenue (general and program) increased 3.6% to \$40,637,323. State and federal aid (22%) and property taxes (69%) accounted for most of the District's revenue. The remaining (9%) of the revenue comes from operating grants, charges for services, nonproperty taxes, investment earnings, compensation for loss, and miscellaneous revenues. The District had an increase in interest earnings of \$479,415.

The total cost of all the programs and services increased 20.1% to \$40,047,990. The School District's expenses are predominately related to education and caring for the students, or instruction (69%). General support, which included expenses associated with the operation, maintenance and administration of the School District, accounted for 15% of the total costs. Pupil transportation, represents 11% of the total costs.

Instruction increased \$2,146,236. Overall salaries, including materials and supplies for instruction increased \$861,860 or 4.5%. Benefits increased \$622,368 or 13.9% and depreciation on instructional capital assets increased \$662,368 or 42.3%. The increase in depreciation is primarily due to completed capital projects that were placed into service and begun depreciating during the current fiscal year.

Pupil transportation increased \$2,026,590. The majority of the increase was related to \$1,758,874 non-cash adjustment pertaining to accelerating depreciation for capital assets that have been renovated or replaced during the current ongoing capital projects. Ordinary depreciation increased \$23,182. Actual cash expenditures decreased \$355,179 or 17.2%. Other increases include benefits and other transportation costs.

**SKANEATELES CENTRAL SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended June 30, 2024**

**Changes in Net Position** (continued)

The District provides employee benefits, including participation in the Teacher's Retirement System and Other post-employment benefits (OPEB). Total benefits paid on a current basis were \$6,465,142 (49% representing health insurance) an increase of \$37,109 or .5%, however, long-term benefits, including the TRS pension plan and OPEB, increased \$740,851. These long-term benefit changes were primarily based on changes in actuarial assumptions and based on current market conditions at the measurement dates of those long-term benefits. These long-term impacts are not funded on current basis but represent the long-term cost of the District's benefits to employees. See the following table for further analysis of program expenses.

	Governmental Activities and Total School District		Total Percentage Change
	2024	2023	2023-2024
<b>REVENUES</b>			
Program Revenues:			
Charges for Services	\$ 491,441	\$ 460,139	6.80%
Operating Grants and Contributions	805,070	1,032,506	-22.03%
	<u>1,296,511</u>	<u>1,492,645</u>	<u>-13.14%</u>
General Revenue:			
Property Taxes	28,054,472	27,523,310	1.93%
Non Property Taxes	54,194	50,371	7.59%
State and Federal Aid	8,989,422	8,525,779	5.44%
Use of Money and Property	1,324,798	878,198	50.85%
Compensation for Loss	149,104	138,503	7.65%
Other General Revenues	768,822	607,456	26.56%
	<u>39,340,812</u>	<u>37,723,617</u>	<u>4.29%</u>
Total Revenues	<u>40,637,323</u>	<u>39,216,262</u>	<u>3.62%</u>
<b>PROGRAM EXPENSES</b>			
General Support	6,035,949	3,659,232	64.95%
Instruction	27,440,811	25,294,575	8.48%
Interest	1,688,954	1,549,449	9.00%
Pupil Transportation	4,371,136	2,344,546	86.44%
School Lunch Program	511,140	486,962	4.97%
Total Program Expenses	<u>40,047,990</u>	<u>33,334,764</u>	<u>20.14%</u>
Total Expenses	<u>40,047,990</u>	<u>33,334,764</u>	<u>20.14%</u>
Increase in Net Position	<u>\$ 589,333</u>	<u>\$ 5,881,498</u>	<u>-89.98%</u>

**SKANEATELES CENTRAL SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended June 30, 2024**

**Financial Analysis of the School District's Funds**

The short-term financial performance of the District is reflected in its governmental funds. As the District completed the year, its general governmental fund reported a fund balances of \$18,805,532, which is an increase of \$1,108,103 compared to previous year. The general fund is the chief operating fund of the District.

The capital projects fund decreased \$10,523,582. The District's ongoing capital project had capital expenditures of \$11,084,013 which were financed with a new bond anticipation note issuance of \$17,000,000. The capital projects fund does not recognize other financing sources from the issuance of a bond anticipation note as such note is a short-term obligation. Until either long-term financing is obtained or subsequent payments of principal on the note are made, the fund will be in a deficit balance.

**General Fund Budgetary Highlights**

The difference between the original budget of \$39,546,615 and the final revised budget was \$314,442. This change is attributable to carryover encumbrances from the 2022-23 school year. Total expenses and other uses were under budget by \$1,683,740, however \$394,506 represent encumbrances against the budget that will be expensed in the 2024-2025 school year, therefore a net positive variance of \$1,283,624. Overall instruction was under budget by \$941,398 and employee benefits was under budget by \$340,456.

**Capital Asset and Debt Administration**

**Capital Assets**

By the end of the 2023-24 fiscal year, the District had invested \$90,430,062 in a broad range of capital assets, including land, work in progress, buildings and improvements, and machinery and equipment. The increase in the capital assets is primarily due to the ongoing capital project (project 2023/2024). The change in capital assets, net of accumulated depreciation, is reflected below:

	Governmental Activities and Total School District		Total Percentage Change
	2024	2023	2023-2024
Land	\$ 123,351	\$ 123,351	0.00%
Construction in Progress	12,752,254	2,391,174	433.31%
Buildings and Improvements	102,959,634	104,486,602	-1.46%
Machinery and Equipment	5,236,734	4,813,559	8.79%
Accumulated depreciation	(30,641,911)	(28,168,011)	8.78%
<b>Total</b>	<b>\$ 90,430,062</b>	<b>\$ 83,646,675</b>	<b>8.11%</b>

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

**SKANEATELES CENTRAL SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended June 30, 2024**

**Long-Term Obligations**

At year-end, the District had \$75,473,063 in general obligation bonds and other long-term obligations as follows:

	Total School District		Total Percentage
	2024	2023	Change
Serial Bonds	\$ 34,291,760	\$ 37,256,653	-7.96%
Net Pension - proportionate share	2,107,154	3,276,282	-35.68%
Other Postemployment Benefits	38,495,193	38,630,314	-0.35%
Compensated Absences	578,956	673,551	-14.04%
<b>Total Long-term Liabilities</b>	<b><u>\$ 75,473,063</u></b>	<b><u>\$ 79,836,800</u></b>	<b>-5.47%</b>

The Districts serial bonds decreased \$2,964,893, due to scheduled principal payments on these bonds in 2024. The scheduled principal payments in 2025 are \$2,593,212 on these bonds.

The pension asset/liability represents the proportionate share of the pension asset/liability primarily related to the ERS pension (measured as of 3/31/2024) and the TRS pension asset/liability is measured as of 6/30/23. The Districts proportionate share was .0725% (TRS) and .0087% (ERS) as of June 30, 2024, fairly consistent with the previous year. More detailed information can be found in the notes to the financial statements.

**Factors Bearing on the District's Future**

**Property Tax Cap** - During 2011, the Governor signed Chapter 97 of the Laws of 2011, Part A- Property Tax Cap, affecting all local governments and establishing a property tax cap. The tax cap went into effect for the District's 2012-13 budget and under this law the growth in the property tax levy, the total amount to be raised through property taxes charged on the District's taxable assessed value of property, is capped at two percent or the rate of inflation, whichever is less, with some exceptions. The exclusions provided in the formula (pension costs and debt service) can be difficult to forecast and thus, have a dramatic impact on the tax cap limit. For the 2023-2024 year, the District had a tax levy increase of 1.99%, which was within the District's allowable limit of 2.26%.

The District receives financial assistance from New York State. The District received approximately 22% of financial assistance from New York State in the 2023-2024 year. New York State is not constitutionally obligated to maintain or continue financial assistance to the District at present levels. In addition, any delays by New York State in adopting its budget may delay payment of New York State assistance. Any significant adverse change in New York States financial position may materially impact the District.

**Contacting the School District's Financial Management**

This financial report is designed to provide the District's citizens, taxpayers, customers, investors, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the following: Skaneateles Central School District Assistant Superintendent for Business Operations, 45 East Elizabeth Street Skaneateles, New York 13152

**SKANEATELES CENTRAL SCHOOL DISTRICT**

**Statement of Net Position**

**June 30, 2024**

**ASSETS**

Cash	
Unrestricted	\$ 9,748,170
Restricted	18,580,435
Receivables	
State and federal aid	1,266,362
Other	121,780
Inventories	9,896
Capital assets, net	90,430,062
Total assets	120,156,705

**DEFERRED OUTFLOW OF RESOURCES**

Other postemployment benefits	1,167,319
Pensions	6,819,213
Total deferred outflow of resources	7,986,532
Total assets and deferred outflow of resources	\$ 128,143,237

**LIABILITIES**

Accounts payable	\$ 912,585
Accrued liabilities	306,979
Due to other governments	172
Due to teachers' retirement system	1,433,750
Due to employees' retirement system	149,695
Notes payable	
Bond anticipation notes	18,569,828
Long-term liabilities	
Due and payable within one year	
Bonds payable	2,593,212
Other postemployment benefits payable	1,187,684
Due and payable after one year	
Bonds payable	31,698,548
Other postemployment benefits payable	37,307,509
Compensated absences payable	578,956
Net pension - proportionate share	2,107,154
Total liabilities	96,846,072

**DEFERRED INFLOW OF RESOURCES**

Other postemployment benefits	9,831,352
Pensions	1,238,390
Total deferred inflow of resources	11,069,742

**NET POSITION**

Investment in capital assets, net of related debt	37,568,474
Restricted - reserve funds	10,895,024
Restricted - student activities	115,257
Restricted - scholarships, grants, other	332,150
Unrestricted (deficit)	(28,683,482)
Total net position	20,227,423
Total liabilities, deferred inflow of resources and net position	\$ 128,143,237

See notes to basic financial statements

**SKANEATELES CENTRAL SCHOOL DISTRICT**

**Statement of Activities and Changes in Net Position**

**For the Year Ended June 30, 2024**

	Expenses	Indirect Expenses Allocation	Program Revenues Charges for Services	Operating Grants	Net (Expense) Revenue and Changes in Net Position
<b>FUNCTIONS/PROGRAMS</b>					
General support	\$ (5,081,354)	\$ (954,595)	\$ -	\$ -	\$ (6,035,949)
Instruction	(22,349,634)	(5,091,177)	167,814	673,399	(26,599,598)
Pupil transportation	(4,052,937)	(318,199)	-	-	(4,371,136)
Employee benefits	(6,363,971)	6,363,971	-	-	-
Debt service - interest	(1,688,954)	-	-	-	(1,688,954)
School lunch program	(511,140)	-	323,627	131,671	(55,842)
 Total functions and programs	 <u>\$ (40,047,990)</u>	 <u>\$ -</u>	 <u>\$ 491,441</u>	 <u>\$ 805,070</u>	 <u>(38,751,479)</u>
<b>GENERAL REVENUES</b>					
Real property taxes					28,054,472
Nonproperty taxes					54,194
Use of money and property					1,324,798
Sale of property and compensation for loss					149,104
State sources					8,989,422
Refund of prior years					573,461
Medicaid reimbursement					41,975
Miscellaneous					153,386
 Total general revenues					 <u>39,340,812</u>
 Change in net position					 589,333
 Total net position - beginning of year					 <u>19,638,090</u>
 Total net position - end of year					 <u>\$ 20,227,423</u>

See notes to basic financial statements

**SKANEATELES CENTRAL SCHOOL DISTRICT**

**Balance Sheet - Governmental Funds**

**June 30, 2024**

	General	Capital Projects Fund	Total Other Nonmajor Funds	Total Governmental Funds
<b>ASSETS</b>				
Cash				
Unrestricted	\$ 9,112,645	\$ -	\$ 635,525	\$ 9,748,170
Restricted	10,725,024	7,234,127	621,284	18,580,435
Receivables				
State and federal aid	946,971	-	319,391	1,266,362
Due from other funds	399,379	1,942	80,553	481,874
Other	120,640	-	1,140	121,780
Inventories	-	-	9,896	9,896
 Total assets	<u>\$ 21,304,659</u>	<u>\$ 7,236,069</u>	<u>\$ 1,667,789</u>	<u>\$ 30,208,517</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 843,129	\$ 58,361	\$ 11,095	\$ 912,585
Accrued liabilities and deferred revenue	70,611	-	236,368	306,979
Due to other funds	1,942	80,553	399,379	481,874
Due to other governments	-	-	172	172
Bond anticipation note payable	-	18,569,828	-	18,569,828
Due to teachers' retirement system	1,433,750	-	-	1,433,750
Due to employees' retirement system	149,695	-	-	149,695
 Total liabilities	<u>2,499,127</u>	<u>18,708,742</u>	<u>647,014</u>	<u>21,854,883</u>
<b>FUND BALANCES</b>				
<b>Nonspendable:</b>				
Reserved for inventory	-	-	9,896	9,896
<b>Restricted for:</b>				
Reserved for tax certiorari	724,093	-	-	724,093
Reserved for capital reserves	5,404,036	-	-	5,404,036
Reserved for repairs	505,000	-	-	505,000
Reserved for retirement	2,164,192	-	-	2,164,192
Reserved for teacher's retirement contribution	1,348,747	-	-	1,348,747
Reserved for unemployment insurance	170,000	-	-	170,000
Reserved for employee benefits	578,956	-	-	578,956
Scholarships and other	-	-	291,909	291,909
Grants and other	-	-	18,719	18,719
<b>Committed to:</b>				
Extracurricular activities	-	-	115,257	115,257
Other student activities	-	-	21,522	21,522
<b>Assigned to:</b>				
Assigned appropriated fund balance	2,022,185	-	-	2,022,185
Assigned unappropriated fund balance	394,506	(11,472,673)	563,472	(10,514,695)
<b>Unassigned:</b>				
Unassigned fund balance	5,493,817	-	-	5,493,817
 Total fund balances	<u>18,805,532</u>	<u>(11,472,673)</u>	<u>1,020,775</u>	<u>8,353,634</u>
 Total liabilities and fund balances	<u>\$ 21,304,659</u>	<u>\$ 7,236,069</u>	<u>\$ 1,667,789</u>	<u>\$ 30,208,517</u>

See notes to basic financial statements

**SKANEATELES CENTRAL SCHOOL DISTRICT**

**Reconciliation of Governmental Funds Balance Sheet  
to the Statement of Net Position**

**June 30, 2024**

	Total Governmental Funds	Long-term Assets, Liabilities	Reclassifications and Eliminations	Statement of Net Position Totals
<b>ASSETS</b>				
Cash				
Unrestricted	\$ 9,748,170	\$ -	\$ -	\$ 9,748,170
Restricted for reserves	18,580,435	-	-	18,580,435
Receivables				
State and federal aid	1,266,362	-	-	1,266,362
Due from other funds	481,874	-	(481,874)	-
Other	121,780	-	-	121,780
Prepays	-	-	-	-
Inventories	9,896	-	-	9,896
Capital assets, net	-	90,430,062	-	90,430,062
Total assets	<u>30,208,517</u>	<u>90,430,062</u>	<u>(481,874)</u>	<u>120,156,705</u>
<b>DEFERRED OUTFLOW OF RESOURCES</b>				
Other postemployment benefits	-	1,167,319	-	1,167,319
Pensions	-	6,819,213	-	6,819,213
Total deferred outflow of resources	<u>-</u>	<u>7,986,532</u>	<u>-</u>	<u>7,986,532</u>
	<u>\$ 30,208,517</u>	<u>\$ 98,416,594</u>	<u>\$ (481,874)</u>	<u>\$ 128,143,237</u>
<b>LIABILITIES</b>				
Payables				
Accounts payable	\$ 912,585	\$ -	\$ -	\$ 912,585
Accrued liabilities	306,979	-	-	306,979
Due to other funds	481,874	-	(481,874)	-
Due to other governments	172	-	-	172
Due to teachers' retirement system	1,433,750	-	-	1,433,750
Due to employees' retirement system	149,695	-	-	149,695
Notes payable				
Bond anticipation	18,569,828	-	-	18,569,828
Long-term debt-due within one year				
Bonds payable	-	2,593,212	-	2,593,212
Other postemployment benefits payable	-	1,187,684	-	1,187,684
Long-term debt-due in more than one year				
Bonds payable	-	31,698,548	-	31,698,548
Other postemployment benefits payable	-	37,307,509	-	37,307,509
Compensated absences	-	578,956	-	578,956
Net Pension - proportionate share	-	2,107,154	-	2,107,154
Total liabilities	<u>21,854,883</u>	<u>75,473,063</u>	<u>(481,874)</u>	<u>96,846,072</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Other postemployment benefits	-	9,831,352	-	9,831,352
Pensions	-	1,238,390	-	1,238,390
Total deferred inflow of resources	<u>-</u>	<u>11,069,742</u>	<u>-</u>	<u>11,069,742</u>
<b>FUND BALANCE/NET POSITION</b>				
Total fund balance/net position	8,353,634	11,873,789	-	20,227,423
	<u>\$ 30,208,517</u>	<u>\$ 98,416,594</u>	<u>\$ (481,874)</u>	<u>\$ 128,143,237</u>

See notes to basic financial statements

**SKANEATELES CENTRAL SCHOOL DISTRICT**

**Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds**

**For the Year Ended June 30, 2024**

	General	Capital Projects Fund	Total Other Nonmajor Funds	Governmental Funds
<b>REVENUES</b>				
Real property taxes and other tax items	\$ 28,054,472	\$ -	\$ -	\$ 28,054,472
Nonproperty taxes	54,194	-	-	54,194
Charges for services	167,814	-	-	167,814
Use of money and property	1,234,375	-	90,423	1,324,798
Sale of property and compensation for loss	149,104	-	-	149,104
State sources	8,937,632	-	51,790	8,989,422
Sales	-	-	323,627	323,627
Refund of prior years expenses - BOCES services	491,757	-	-	491,757
Refund of prior years expenses - contracted transportatio	81,704	-	-	81,704
Federal sources - grants	-	-	805,070	805,070
Federal source - Medicaid assistance	41,975	-	-	41,975
Miscellaneous	60,692	-	92,694	153,386
Total revenues	<u>39,273,719</u>	<u>-</u>	<u>1,363,604</u>	<u>40,637,323</u>
<b>EXPENDITURES</b>				
General support	4,850,810	-	72,068	4,922,878
Instruction	19,399,575	-	722,011	20,121,586
Pupil transportation	1,705,204	-	4,862	1,710,066
School food program	-	-	507,387	507,387
Employee benefits	6,393,881	-	71,261	6,465,142
Debt service				
Principal	3,180,431	-	-	3,180,431
Interest	1,988,488	-	-	1,988,488
Capital outlay	432,522	11,084,013	-	11,516,535
Total expenditures	<u>37,950,911</u>	<u>11,084,013</u>	<u>1,377,589</u>	<u>50,412,513</u>
Excess (deficiency) of revenues over expenditures	<u>1,322,808</u>	<u>(11,084,013)</u>	<u>(13,985)</u>	<u>(9,775,190)</u>
<b>OTHER FINANCING SOURCES AND USES</b>				
BANs redeemed from appropriations	-	460,431	-	460,431
General obligation bond proceeds	-	-	-	-
Premium on obligations issued	-	-	54,641	54,641
Interfund transfers - in	11,681	100,000	126,386	238,067
Interfund transfers - out	(226,386)	-	(11,681)	(238,067)
Total other sources (uses)	<u>(214,705)</u>	<u>560,431</u>	<u>169,346</u>	<u>515,072</u>
Excess (deficiency) of revenues and other sources over expenditures and other (uses)	<u>1,108,103</u>	<u>(10,523,582)</u>	<u>155,361</u>	<u>(9,260,118)</u>
Fund balance - beginning of year	<u>17,697,429</u>	<u>(949,091)</u>	<u>865,289</u>	<u>17,613,627</u>
Fund balance (deficit) - end of year	<u>\$ 18,805,532</u>	<u>\$ (11,472,673)</u>	<u>\$ 1,020,650</u>	<u>\$ 8,353,509</u>

See notes to basic financial statements

**SKANEATELES CENTRAL SCHOOL DISTRICT**

**Reconciliation of Governmental Funds Revenues, Expenditures,  
and Changes in Fund Balance to the Statement of Activities**

**For the Year Ended June 30, 2024**

	Total Governmental Funds	Long-term Revenue, Expenses	Capital Related Items	Long-term Debt Transactions	Statement of Activities Totals
<b>REVENUES</b>					
Real property taxes	\$ 28,054,472	\$ -	\$ -	\$ -	\$ 28,054,472
Nonproperty taxes	54,194	-	-	-	54,194
Charges for services	167,814	-	-	-	167,814
Use of money and property	1,324,798	-	-	-	1,324,798
Sale of property and compensation for loss	149,104	-	-	-	149,104
State sources	8,989,422	-	-	-	8,989,422
Sales - school food programs	323,627	-	-	-	323,627
Refund of prior years expenses - BOCES services	491,757	-	-	-	491,757
Refund of prior years expenses - contracted transportation	81,704	-	-	-	81,704
Federal sources - grants	805,070	-	-	-	805,070
Federal source - Medicaid assistance	41,975	-	-	-	41,975
Miscellaneous	153,386	-	-	-	153,386
Total revenues	<u>40,637,323</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>40,637,323</u>
<b>EXPENDITURES/EXPENSES</b>					
General support	4,922,878	-	158,476	-	5,081,354
Instruction	20,121,586	-	2,228,048	-	22,349,634
Pupil transportation	1,710,066	-	2,342,871	-	4,052,937
School food programs	507,387	-	3,753	-	511,140
Employee benefits	6,465,142	(101,171)	-	-	6,363,971
Debt service	5,168,919	-	-	(3,425,324)	1,743,595
Capital outlay	11,516,535	-	(11,516,535)	-	-
Total expenditures/expenses	<u>50,412,513</u>	<u>(101,171)</u>	<u>(6,783,387)</u>	<u>(3,425,324)</u>	<u>40,102,631</u>
Excess (deficiency) of revenues over expenditures/expenses	<u>(9,775,190)</u>	<u>101,171</u>	<u>6,783,387</u>	<u>3,425,324</u>	<u>534,692</u>
<b>OTHER FINANCING SOURCES AND USES</b>					
BANs redeemed from appropriations	460,431	-	-	(460,431)	-
Premium on obligations issued	54,641	-	-	-	54,641
Interfund transfers - in	238,067	-	-	-	238,067
Interfund transfers - out	(238,067)	-	-	-	(238,067)
Total other sources (uses)	<u>515,072</u>	<u>-</u>	<u>-</u>	<u>(460,431)</u>	<u>54,641</u>
Net change for the year	<u>\$ (9,260,118)</u>	<u>\$ 101,171</u>	<u>\$ 6,783,387</u>	<u>\$ 2,964,893</u>	<u>\$ 589,333</u>

See notes to basic financial statements

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies**

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

**A) Reporting Entity**

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

The reporting entity of the District is based upon criteria set forth by GASB Statement 14, *The Financial Reporting Entity*, as amended by GASB Statement 39, *Component Units and* GASB Statement No. 61, *The Financial Reporting Entity*. The financial reporting entity consists of the primary government, organizations for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

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

**i) Extraclassroom Activity Funds**

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

**B) Joint Venture**

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

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies** (continued)

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

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

During the year, the District was billed \$4,052,899 for BOCES administrative and program costs. The District's share of estimated BOCES aid amounted to \$879,795. As of June 30, 2024, \$659,758 of this estimated aid is recorded as a receivable in the General Fund.

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

**C) Basis of Presentation**

**i) Districtwide Statements**

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

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

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies** (continued)

**ii) Fund Statements**

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

The District reports the following governmental funds:

a. Major Governmental Funds

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

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

b. Non-major Governmental - The other funds which are not considered major are reported as non-major governmental funds as follows:

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

Special Revenue Fund - Used to account for the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The District's Extra classroom Activities and scholarships are accounted for in a special revenue fund.

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

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

c. Fiduciary - Fiduciary activities are those in which the District acts as trustee or agent for resources that belong to others. These activities are not included in the District- wide financial statements, because their resources do not belong to the District, and are not available to be used. There are four classes of fiduciary funds available, including (1) pension (and other employee benefit) trust funds, (2) investment trust funds, (3) private-purpose trust funds, and (4) custodial funds. The District currently has no transactions that meet the requirements to be recorded in fiduciary funds.

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies** (continued)

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

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

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

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

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

**E) Property Taxes**

Real property taxes are levied annually by the Board of Education no later than September 1. Taxes are collected during the period September 4<sup>th</sup> to November 1, 2023.

Uncollected real property taxes are subsequently enforced by the Counties of Cayuga and Onondaga in which the District is located. The Counties pay an amount representing uncollected real property taxes transmitted to the Counties for enforcement to the District no later than the following April 1.

**F) Restricted Resources**

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

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies** (continued)

**G) Interfund Transactions**

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

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

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

**H) Estimates**

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

**I) Cash and Cash Equivalents**

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

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

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

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies** (continued)

**J) Receivables**

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

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

**K) Inventory and Prepaid Items**

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

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

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

**L) Capital Assets**

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

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. A capitalization threshold of \$5,000 is used to report capital assets. The range of estimated useful lives by type of assets is as follows:

<u>Class</u>	<u>Capitalization Threshold</u>	<u>Depreciation Method</u>	<u>Estimated Useful Life</u>
Buildings	\$50,000	Straight-line	15-50 years
Machinery and Equipment	\$5,000	Straight-line	5 - 25 years

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

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies** (continued)

**M) Unearned Revenue**

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

**N) Deferred Outflows and Inflows of Resources**

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expenses/expenditure) until then. The District may have four items that qualify for reporting in this category. First is the deferred charge on refunding reported in the government-wide Statement of Net Position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The second item is related to pensions reported in the district-wide Statement of Net Position. This represents the effect of the net change in the District's proportion of the collective net pension asset or liability and difference during the measurement period between the District's contributions and its proportion share of total contributions to the pension systems not included in pension expense. The third item is the District contributions to the pension systems (TRS and ERS Systems) subsequent to the measurement date. The fourth item relates to OPEB reporting in the district-wide Statement of Net Position. This represents the effect of the net change in the actual and expected experience.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District may have three items that qualify for reporting in this category. First arises only under a modified accrual basis of accounting and is reported as unavailable revenue-property taxes. The second item is related to pensions reported in the district-wide Statement of Net Position. This represents the effect of the net change in the District's proportion of the collective net pension liability (ERS System) and difference during the measurement periods between the District's contributions and its proportion share of total contributions to the pension systems not included in pension expense. The third item is related to OPEB reported in the district-wide Statement of Net Position. This represents the effect of the net changes of assumptions or other inputs.

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies** (continued)

**O) Vested Employee Benefits**

**i) Compensated Absences**

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.

Sick leave eligibility and accumulation is specified in negotiated labor contracts and in individual employment contracts.

Upon retirement, resignation or death, employees may receive a payment based on unused accumulated sick leave, per contractual provisions.

An accrual for accumulated sick leave is included in the compensated absences liability at year end. The compensated absences liability is calculated based on the contractual pay rates in effect at year-end.

**P) Other Benefits**

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

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

District employees may choose to participate in the District's elective deferred compensation plans established under Internal Revenue Code Sections 403(b) and 457. Eligible District employees may voluntarily elect to make contributions by payroll deduction to the Plans subject to the terms and conditions of the Plans and subject to limits set by the Internal Revenue Code. The District does not make any elective contributions to the Plans, all contributions are from employees. These Plans are considered other employee benefit plans and are not considered fiduciary activities as defined in GASB Cod. 1300, as such the financial activity of the Plans are excluded from these financial statements.

**Q) Short-Term Debt**

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

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

**Note 1 – Summary of Significant Accounting Policies** (continued)

**R) Accrued Liabilities and Long-Term Obligations**

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

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

**S) Equity Classifications**

**i) District-Wide Statements**

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

- a. Net Investment in Capital Assets - consists of net capital assets (cost less accumulated depreciation) reduced by outstanding balances of related debt obligations from the acquisition, constructions or improvements of those assets.
- b. Restricted Net Position - reports net position when constraints placed on the assets or deferred outflows of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

On the Statement of Net Position, the following balances represent the restricted net position:

Description	
Reserve funds	\$ 10,895,024
Scholarships, grants and other	332,150
Extraclassroom Activities	115,257
Restricted Net Position	\$ 11,342,431

- c. Unrestricted Net Position - reports the balance of net position that does not meet the definition of the above two classifications and is deemed to be available for general use by the District.

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

**Note 1 – Summary of Significant Accounting Policies** (continued)

**ii) Fund Statements**

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

- a. Nonspendable Fund Balance – Includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. Nonspendable fund balance includes inventory in school lunch totaling \$9,896.
- b. Restricted Fund Balances - Includes amounts with constraints placed on the use of resources either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or imposed by law through constitutional provisions or enabling legislation. All encumbrances of funds other than the general fund are classified as restricted fund balance. The District has established the following restricted reserve balances:

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

<u>Name of Reserve</u>	<u>Maximum Funding</u>	<u>Total Funding Provided</u>	<u>Total Year-to-Date Balance</u>
Capital reserve 2020	\$2,500,000	\$2,500,000	\$2,702,018
Capital reserve 2021	\$2,500,000	\$2,500,000	\$2,702,018

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

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

SKANEATELES CENTRAL SCHOOL DISTRICT

Notes to the Financial Statement

For the Year Ended June 30, 2024

**Note 1 – Summary of Significant Accounting Policies** (continued)

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

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

Teachers’ Retirement Reserve – General Municipal Law §6r was amended effective April 1, 2019. A Board may adopt a resolution establishing a sub-fund for contributions to the New York State Teachers’ Retirement System. During a fiscal year, the Board may authorize payment into the subfund of up to 2% of the total covered salaries paid during the preceding fiscal year, with the total amount funded not to exceed 10% of the total covered salaries during the preceding fiscal year. The sub-fund is separately administered, but must comply with all the existing provisions of General Municipal Law §6-r.

Restricted reserve fund balances include the following:

General fund:		
Capital	\$	5,404,036
Employee retirement contribution		2,164,192
Teacher's retirement contribution		1,348,747
Tax certiorari		724,093
Repair		505,000
Unemployment insurance		170,000
Employee benefit accrued liability		578,956
Total restricted reserve funds	\$	<u>10,895,024</u>

- c. Committed - Includes amounts that can only be used for the specific purposes pursuant to constraints imposed by formal action of the school districts highest level of decision-making authority, i.e., the Board of Education. The District has balances pertaining to extraclassroom activity funds (ECA) and other student activities classified as committed fund balances as of June 30, 2024.
- d. Assigned Fund Balance – Includes amounts that are constrained by the District’s intent to be used for specific purposes, but are neither restricted nor committed. All encumbrances of the General Fund are classified as assigned fund balance. Encumbrances represent purchase commitments made by the District’s purchasing agent through their authorization of a purchase order prior to year-end. The District assignment is based on the functional level of expenditures.

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies** (continued)

Encumbrances - Encumbrance accounting, under which purchase orders, contracts and other commitments of expenditures are recorded for budgetary control purposes in order to reserve applicable appropriations, is employed as a control in preventing over-expenditure of established appropriations. Open encumbrances are reported as restricted fund balance in all funds other than the General Fund and the School Lunch Fund, since they do not constitute expenditures or liabilities and will be honored through budget appropriations in the subsequent year. Management has determined significant encumbrances for the General Fund to be \$394,506.

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

NYS Real Property Tax Law 1318 limits the amount of unexpended surplus funds a school district can retain to no more than 4% of the District’s budget for the general fund for the ensuing fiscal year. Nonspendable and restricted fund balance of the general fund are excluded from the 4% limitation. Amounts appropriated for the subsequent year and encumbrances are also excluded from the 4% limitation. The District exceeded the 4% limitation as of June 30, 2024.

- f. Net Position/Fund Balance - Net Position Flow Assumption: Sometimes the District will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the district-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied.

Fund Balance Flow Assumption: Sometimes the District will fund outlays for a particular purpose from both restricted and unrestricted resources (the total committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned and unassigned fund balance the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied.

**iii) Order of Use of Fund Balance**

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

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies** (continued)

**T) New Accounting Standards**

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

GASB has issued Statement No. 99, Omnibus 2022. This statement addresses a variety of topics, including derivative instruments, leases, public-private and public-public partnership arrangements (“PPP’s”), subscription based information technology arrangements (“SBITAs”), London interbank offered rate (“LIBOR’), and pledges of future revenues. Many of the requirements are effective immediately. The requirements related to leases, PPPs, and SBITAs are effective for years beginning after June 15, 2022. The requirements related to financial guarantees and derivative instruments are effective for fiscal year ending June 30, 2024.

GASB has issued Statement No. 100, Accounting Changes and Error Corrections. This statement provides clarification and guidance for accounting and financial reporting related to accounting changes and error corrections (“ACEC”). GASB 100 also addresses disclosure requirements for ACEC, and how these items should be presented in Required Supplementary Information and Supplementary Information. The requirements of this statement are effective for ACECs made for fiscal year ending June 30, 2024.

**U) Future Changes in Accounting Standards**

GASB has issued Statement No. 101, Compensated absences, effective for the year ending June 30, 2025. This Statement requires that a liability for certain types of compensated absences – including parental leave, military leave, and jury duty leave – not be recognized until the leave commences. This Statement also requires that a liability for specific types of compensated absences not be recognized until the leave is used.

GASB has issued Statement No. 102, Certain Risk Disclosures, effective for the year ending June 30, 2025. This Statement’s objective is to provide users of governmental financial statements with essential information about risks related to a government’s vulnerabilities due to certain concentrations or constraints.

GASB has issued Statement No. 103, Financial Reporting Model Improvements, effective for the year ending June 30, 2026. This Statement’s objective is to improve key components of the financial reporting model to enhance effectiveness in providing information that is essential for decision making and assisting a government’s accountability. Additionally, the statements also addresses certain application issues. The District will evaluate the impact each of these pronouncements may have on its financial statements and will implement them as applicable and when material.

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

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**Note 2 - Explanation of certain differences between fund statements and District-wide statements**

Due to the differences in the measurement focus and basis of accounting used in the governmental fund statements and the District-wide statements, certain financial transactions are treated differently. The basic financial statements contain a full reconciliation of these items. The differences result primarily from the economic focus of the District-wide statements, compared with the current financial resources focus of the governmental funds.

A) Total fund balances of Governmental Funds versus Net Position of Governmental Activities:

Total fund balance of the District's governmental funds differ from "net position" of governmental activities reported in the Statement of Net Position. This difference primarily results from the long-term economic focus of the Statement of Net Position versus the solely current financial resources focus of the governmental fund Balance Sheets, as applied to the reporting of long-term assets and long-term liabilities.

B) Statement of Revenues, Expenditures and Changes in Fund Balance vs. Statement of Activities:

Differences between the funds' Statement of Revenues, Expenditures and Changes in Fund Balance and the Statement of Activities fall into one of five broad categories. This reconciliation is performed on page 17.

i) Long-term revenue differences:

Long-term revenue differences arise because governmental funds report revenues only when they are considered "available", whereas the Statement of Activities reports revenues when earned. Differences in long-term expenses arise because governmental funds report on a modified accrual basis, whereas the accrual basis of accounting is used on the Statement of Activities.

ii) Capital related differences:

Capital related differences include the difference between proceeds for the sale of capital assets reported on fund statements and the gain or loss on the sale of assets as reported on the Statement of Activities, and the difference between recording an expenditure for the purchase of capital items or financing of intangible lease and subscription assets in the fund statements and depreciation expense or amortization expense on those items as recorded in the Statement of Activities.

iii) Long-term debt transaction differences:

Long-term debt transaction differences occur because both interest and principal payments are recorded as expenditures in the fund statements, whereas interest payments are recorded in the Statement of Activities as incurred, and principal payments are recorded as a reduction of liabilities in the Statement of Net Position.

iv) Pension differences:

Pension differences occur as a result of changes in the District's proportion of the collective net pension asset/liability and differences between the District's contributions and its proportionate share of the total contributions to the pension systems.

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

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**Note 2 - Explanation of certain differences between fund statements and District-wide statements (continued)**

v) OPEB differences

OPEB differences occur as a result of changes in the District's total OPEB liability and differences between the District's contributions and OPEB expense.

**Note 3 - Stewardship, Compliance and Accountability**

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 for the General Fund on May 16, 2023, totaling \$39,546,615.

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

Budgets are adopted annually on a basis consistent with GAAP. Appropriations authorized for the year are increased by the aggregate 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, 2024. 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.

Encumbrance accounting is used for budget control and monitoring purposes and is reported as a part of the governmental funds. Under this method, purchase orders, contracts and other commitments for the expenditure of monies are recorded to reserve applicable appropriations. Outstanding encumbrances as of year-end are presented as restrictions or 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.

The portion of the District's fund balance subject to the New York State Real Property Tax Law §1318 limit exceeded the amount allowable, which is 4% of the District's budget for the upcoming school year. Actions the District plans to pursue to address this issue include funding reserves and utilizing fund balance for operations.

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

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**Note 3 - Cash and Cash Equivalents**

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

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

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

The District's aggregate bank balances (disclosed in the financial statements), included balances not covered by depository insurance at year-end, were appropriately collateralized with securities held by the pledging financial institution.

Restricted cash represent cash where use is limited by legal requirements. These assets represent amounts required by statute to be reserved for various purposes. Restricted cash as of year-end includes \$18,580,435 within the governmental funds for various fund balance reserves in the general fund, special revenue fund, debt service payments and voter approved capital project.

Custodial Credit Risk - Custodial credit risk is the risk that in the event of a failure of a depository financial institution, the reporting entity may not recover its deposits. In accordance with the District's investment and deposit policy, all deposits of the District including interest bearing demand accounts and certificates of deposit, in excess of the amount insured under the provisions of the Federal Deposit Insurance Act (FDIC) shall be secured by a pledge of securities with an aggregate value equal to 100% of the aggregate amount of deposits.

The District restricts the securities to the following eligible items:

- Obligations issued, fully insured or guaranteed as to the payment of principal and interest, by the United States Treasury and United States agencies.
- Obligations issued or fully insured or guaranteed by New York State and its localities.
- Obligations issued by other than New York State rated in one of the three highest rating categories by at least one nationally recognized statistical rating organizations.

External Investment Pool - The District participates in an external investment pool, the New York Cooperative Liquid Assets Securities System (NYCLASS). NYCLASS was established in September 1989, as a cooperative investment arrangement organized under the NYCLASS Municipal Cooperation Agreement made pursuant to New York General Municipal Law, Article 3A and 5-G. NYCLASS is available for investment by any New York State Municipal Cooperation or District. NYCLASS operates like a money market mutual fund with shares valued at \$1.00.

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

**Note 3 - Cash and Cash Equivalents (continued)**

NYCLASS is administered by and elected governing board of up to fifteen members. A board member must be either a participant's chief fiscal officer, other designated officer, or employee of the participant who has knowledge and expertise in financial matters. The board invests cooperative funds only in securities that are legal for public funds investment in New York. The board limits these investments to repurchase agreements collateralized 102% with U.S. Treasury securities and agency securities backed by the full faith and credit of the U.S. Government, U.S. Treasury bills and notes, obligations of the state of New York, collateralized bank deposits, and other U.S. government guaranteed obligations. NYCLASS measures its investments at fair value in accordance with GASB standards. NYCLASS reports the amortized cost of investments to participants, which approximates fair value. NYCLASS is rated by S&P Global Ratings and the current rating was AAAM as of March 31, 2023, whereby AAAM is defined as extremely strong capacity to maintain principal stability and limit exposure to principal losses due to credit market and/or liquidity risks. As of June 30, 2024, the District's investment in NYCLASS totaled \$14,734,504 which are included in cash and cash equivalents for the general fund. Financial statements, independently audited, of NYCLASS are available from NYCLASS at [www.newyorkclass.org](http://www.newyorkclass.org).

**Note 4 - Interfund Receivables, Payables, Revenues and Expenditures**

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

	Interfund		Interfund	
	Receivable	Payable	Revenues	Expenditures
General Fund	\$ 399,379	\$ 1,942	\$ 11,681	\$ 226,386
Special Aid Fund	-	399,237	6,386	-
School Lunch Fund	-	-	120,000	-
Debt Service Fund	80,553	-	-	11,681
Capital Projects Fund	1,942	80,553	100,000	-
Special Revenue Fund	-	142	-	-
Total government activities	<u>\$ 481,874</u>	<u>\$ 481,874</u>	<u>\$ 238,067</u>	<u>\$ 238,067</u>

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

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

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

**Note 5 - Capital Assets**

Capital asset balances and activity were as follows:

	Beginning Balance 7/1	Additions	Reclassifications/ Deletions	Ending Balance 6/30
Governmental activities:				
Capital assets that are not depreciated:				
Land	\$ 123,351	\$ -	\$ -	\$ 123,351
Construction in progress	2,391,174	10,461,080	(100,000)	12,752,254
Total nondepreciable	<u>2,514,525</u>	<u>10,461,080</u>	<u>(100,000)</u>	<u>12,875,605</u>
Capital assets that are depreciated:				
Buildings and improvements	104,486,602	231,906	(1,758,874)	102,959,634
Machinery and equipment	4,813,559	923,549	(500,374)	5,236,734
Total depreciable assets	<u>109,300,161</u>	<u>1,155,455</u>	<u>(2,259,248)</u>	<u>108,196,368</u>
Less accumulated depreciation:				
Buildings and improvements	26,247,518	2,238,926	-	28,486,444
Machinery and equipment	1,920,493	449,775	214,801	2,155,467
Total accumulated depreciation	<u>28,168,011</u>	<u>2,688,701</u>	<u>214,801</u>	<u>30,641,911</u>
 Total depreciated assets, net	 <u>\$ 83,646,675</u>	 <u>\$ 8,927,834</u>	 <u>\$ (2,144,447)</u>	 <u>\$ 90,430,062</u>

Depreciation expense was charged to governmental functions as follows:

General support	\$ 158,476
Instruction	2,228,048
Food service	3,753
Pupil transportation	298,424
	<u>\$ 2,688,701</u>

**Note 6-Short-Term Debt**

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

	Original Amount	Maturity	Interest Rate	Beginning Balance	Additions	Deletions	Ending Balance
\$1,407,321 Bond Anticipation Notes, 2022	\$ 1,407,321	8/16/2023	3.75%	\$ 1,407,321	\$ -	\$ 1,407,321	\$ -
\$1,569,828 Bond Anticipation Notes, 2023 - (a)	\$ 1,569,828	8/15/2024	4.50%	-	1,569,828	-	1,569,828
\$17,000,000 Bond Anticipation Notes, 2023 - (b)	\$ 17,000,000	7/17/2024	4.50%	-	17,000,000	-	17,000,000
Total Short-Term Debt				<u>\$ 1,407,321</u>	<u>\$ 18,569,828</u>	<u>\$ 1,407,321</u>	<u>\$ 18,569,828</u>

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

**Note 6–Short-Term Debt** (continued)

- (a) - The \$1,569,828 notes are general obligations of the District. The notes were issued pursuant to the Constitution and statutes of the State of New York, including among others, the Education Law and the Local Finance Law and various bond resolutions duly adopted by the District's Board of Education authorizing the purchase of student transport vehicles. The proceeds of the notes, along with \$460,431 of direct funds from the District, redeemed and partially renewed the \$1,407,321 (\$946,890 renewed) notes that matured on August 16, 2023 and provided \$622,938 of new monies for the acquisition of student transport vehicles in the current year.
- (b) - The \$17,000,000 notes are general obligations of the District. The notes were issued pursuant to the Constitution and statutes of the State of New York, including among others, the Education Law and the Local Finance Law and various bond resolutions duly adopted by the District's Board of Education authorizing the purchase of student transport vehicles. The proceeds of the notes provided \$17,000,000 of new monies for reconstruction and upgrades of the District's buildings (2020 Capital Project). \$16,500,000 of the notes were issued as the first borrowing of a bond resolution adopted January 5, 2021 authorizing the capital improvement project in the amount of \$21,500,000, utilizing \$2,875,000 of District reserves and borrowed monies not to exceed \$18,625,000.

The District, subsequent to June 30, 2024 issued new bond anticipation notes. On July 16, 2024, the District issued \$17,625,028 of Bond Anticipation Notes, at an interest rate of 4.5%, maturing on June 26, 2025. The Note is being issued to redeem and renew the \$17,000,000 bond anticipation notes that matured on July 17, 2024 and provide \$625,028 new money to fund the 2020 Capital Project. On August 14, 2024, the District issued \$1,761,459 of Bond Anticipation Notes, at an interest rate of 4.0%, maturing on August 14, 2025. The Note is being issued, along with \$492,369 available funds of the District, to partially redeem and renew the \$1,569,828 bond anticipation notes that matured August 15, 2024 and provide \$684,000 new money for the acquisition of student transport vehicles.

Total interest paid and expensed on short-term debt totaled \$52,775 for the year ended June 30, 2024.

**Note 7-Long-Term Obligations**

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

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Government activities					
Serial bonds	\$ 37,256,653	\$ -	\$ 2,964,893	\$ 34,291,760	\$ 2,593,212
Other obligations					
Net pension liability (asset)	3,276,282	-	1,169,128	2,107,154	-
OPEB	38,630,314	2,642,975	2,778,096	38,495,193	1,210,275
Compensated absences	673,551	-	94,595	578,956	-
Total long-term obligations	<u>\$ 79,836,800</u>	<u>\$ 2,642,975</u>	<u>\$ 7,006,712</u>	<u>\$ 75,473,063</u>	<u>\$ 3,803,487</u>

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

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

**Note 7-Long-Term Obligations (continued)**

Existing serial and statutory bond obligations:

Description		Date of Original Issue	Original Amount	Date of Final Maturity	Interest Rate (%)	Outstanding Amount
School District Refunding (Serial) Bonds, 2016	(a)	7/20/2016	\$ 3,730,000	6/15/2025	2.00%-4.00%	\$ 75,000
School District Refunding (Serial) Bonds, 2014	(b)	9/25/2014	\$ 3,185,000	6/15/2026	2.25%-5.0%	465,000
School District (Serial) Bonds, 2017	(c)	6/26/2017	\$ 3,100,000	6/15/2033	2.0%-3.0%	1,710,000
School District (Serial) Bonds, 2018	(d)	7/5/2018	\$ 6,034,299	6/15/2033	3.000%-3.125%	4,075,000
School District Revenue Bonds, 2023C	(e)	6/15/2023	\$ 26,055,000	6/15/2037	5.0%	24,935,000
Premium on 2023C Bond	(e)	6/15/2023	\$ 3,264,972	6/15/2037	NA	3,031,760
						<u>\$ 34,291,760</u>

- (a) - The \$75,000 of bonds outstanding (original issuance of \$3,730,000) are general obligation of the District. The bonds were issued pursuant to the Constitution and statutes of the State of New York, including among others, the Local Finance Law, the Education Law and a refunding bond resolution duly adopted by the Board of Education of the District on June 21, 2016. The bond refunded \$3,750,000 of bonds outstanding pertaining the District's series 2009 bonds which were for additions and renovations to various buildings, facilities, and athletic fields and courts. The series 2009 bonds were redeemed by the District on June 15, 2019 and are no longer general obligations of the District. The bonds bear interest ranging from 2.0% to 4.0%, whereby such interest is payable semi-annually on June 15 and December 15. The bonds are not subject to redemption prior to maturity.
- (b) - The \$465,000 of bonds outstanding (original issuance of \$3,185,000) are general obligations of the District. The bonds were issued pursuant to the Constitution and statutes of the State of New York, including among others, the Local Finance Law, the Education Law and a refunding bond resolution duly adopted by the Board of Education of the District on August 26, 2014. The bonds were issued to refund, prior to maturity, \$835,000 of the Series 2004 bonds and \$2,440,000 of the Series 2006 bonds. The refunding plan required the District to redeem the bonds on the bonds call dates of December 15, 2014 and June 15, 2016, respectively for the Series 2004 and Series 2006 bonds. Both the Series 2004 and Series 2006 bonds were redeemed by the District and are no longer general obligations of the District. The bonds bear interest ranging from 2.25% to 5.0%, whereby such interest is payable semi-annually on June 15 and December 15. Bonds maturing on or before June 15, 2024, totaling \$230,000 are not subject to redemption prior to maturity, while bonds maturing after June 15, 2024, totaling \$465,000 are subject to redemption at the option of the District at par plus accrued interest to the redemption date.

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

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**Note 7-Long-Term Obligations (continued)**

- (c) - The \$1,710,000 of bonds outstanding (original issuance of \$3,100,000) are general obligation of the District. The bonds were issued pursuant to the Constitution and statutes of the State of New York, including among others, the Local Finance Law, the Education Law and bond resolutions duly adopted by the Board of Education of the District.

\$2,330,000 of the bonds issued were issued to finance the December 2013 approved capital project pertaining to certain renovations, reconstruction, alterations and improvements in the District's existing High School/Middle School building, including all related demolition, roof replacement, site improvements and other capital related items not to exceed \$2,835,299.

The remaining \$770,000 of the bond issuance were issued to finance the May 2014 approved capital project pertaining to certain renovations, reconstruction, alterations and improvements in the District's existing High School/Middle School building and Waterman Elementary building, including all related demolition, roof replacement, site improvements and other capital related items not to exceed \$2,033,000.

The bonds bear interest ranging from 2.0% to 3.0%, whereby such interest is payable semi-annually on June 15 and December 15. Bonds maturing on or before June 15, 2025 are not subject to redemption prior to maturity, while bonds maturing after June 15, 2026 are subject to redemption at the option of the District at par plus accrued interest to the redemption date.

- (d) - The \$4,075,000 of bonds outstanding (original issuance of \$6,034,299) are general obligation of the District. The bonds were issued pursuant to the Constitution and statutes of the State of New York, including among others, the Local Finance Law, the Education Law and bond resolutions duly adopted by the Board of Education of the District.

\$300,299 of the bonds issued were issued to finance the December 2013 approved capital project pertaining to certain renovations, reconstruction, alterations and improvements in the District's existing High School/Middle School building, including all related demolition, roof replacement, site improvements and other capital related items not to exceed \$2,835,299.

\$1,072,000 of the bond issuance were issued to finance the May 2014 approved capital project pertaining to certain renovations, reconstruction, alterations and improvements in the District's existing High School/Middle School building and Waterman Elementary building, including all related demolition, roof replacement, site improvements and other capital related items not to exceed \$2,033,000.

\$4,565,000 of the bond issuance were issued to finance the May 2015 approved capital project pertaining to certain renovations, reconstruction, alterations and improvements in the District's existing High School/Middle School building, including all related demolition, roof replacement, site improvements and other capital related items not to exceed \$4,850,000.

The remaining \$97,000 of the bond issuance were issued to finance the May 2016 approved capital project pertaining renovations, reconstruction, alterations and improvements to the District's transportation facility.

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

**Note 7–Long-Term Obligations (continued)**

The bonds bear interest ranging from 3.0% to 3.125%, whereby such interest is payable semi-annually on June 15 and December 15. Bonds maturing on or before June 15, 2026 are not subject to redemption prior to maturity, while bonds maturing after June 15, 2027 are subject to redemption at the option of the District at par plus accrued interest to the redemption date.

- (e) – The \$24,935,000 of bonds outstanding are general obligations of the District. The bonds were issued by the Dormitory Authority of the State of New York (DASNY) in four series totaling \$1,075,205,000, whereby the District’s bonds were part of the \$65,365,000 Series 2023C. DASNY is a public benefit corporation of New York State, created for the purpose of financing and constructing a variety of public-purpose facilities for certain educational, governmental and not-for-profit institutions. The bonds are special limited obligations of DASNY, payable solely from and secured by a pledge of payments to be made by the applicable school districts in each series. The bond proceeds were used to finance all or a portion of the costs of school district capital facilities and school district capital equipment and to refinance certain bond anticipation notes for school district capital facilities and equipment.

The District used the proceeds of the bonds to pay-off its outstanding bond anticipation note totaling \$30,804,408 pertaining to its capital project 2021. Total proceeds of the bond issuance was \$29,319,972 (\$26,055,000 of bonds payable and \$3,264,972 of premium).

The bonds bear interest at 5%, whereby such interest is payable semi-annually on June 15 and December 15. Bonds maturing on or before October 1, 2031 are not subject to redemption prior to maturity, while bonds maturing after October 1, 2031 are subject to redemption at the option of the District at par plus accrued interest to the redemption date.

The following is a summary of debt service requirements:

	Principal	Premium	Interest
Fiscal year ended June 30,			
2025	\$ 2,360,000	\$ 233,212	\$ 1,437,975
2026	2,385,000	233,212	1,335,175
2027	2,240,000	233,212	1,233,175
2028	2,345,000	233,212	1,136,144
2029	2,435,000	233,212	1,033,544
2030-2034	12,600,000	1,166,060	3,467,813
2035-2037	6,895,000	699,640	682,250
Totals	\$ 31,260,000	\$ 3,031,760	\$ 10,326,076

Total interest paid on long-term debt was \$1,935,714 for the year ended June 30, 2024.

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

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**Note 8–Pension Plans**

A) General Information

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

B) Provisions and Administration

A 10 member Board of Trustees of the New York State Teachers’ Retirement Board administers TRS. TRS provides benefits to plan members and beneficiaries as authorized by the Education Law and the New York State Retirement and Social Security Law (NYSRSSL). Membership is mandatory and automatic for all full-time teachers, teaching assistants, guidance counselors and administrators employed in New York Public Schools and BOCES who elected to participate in TRS. Once a public employer elects to participate in the system, the election is irrevocable. The New York State Constitution provides that pension membership is a contractual relationship and plan benefits cannot be diminished or impaired.

Benefits can be changed for future members only by enactment of a State statute. TRS issues a publicly available financial report that contains financial statements and required supplementary information. The report may be obtained by writing to NYRS, 10 Corporate Woods Drive, Albany, New York 12211-2395 or by referring to the TRS Comprehensive Annual Financial report, which can be found on the System’s website at [www.nystrs.org](http://www.nystrs.org).

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

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

**Note 8-Pension Plans (continued)**

C) Funding Policies

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

The District's share of the required contributions for the current year and two preceding years were equal to 100% of the contributions required, were as follows:

<u>Contributions</u>	<u>NYSTRS</u>	<u>NYSERS</u>
2024	\$ 1,378,147	\$ 386,111
2023	1,268,886	329,749
2022	1,175,666	386,904

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

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

	<u>ERS</u>	<u>TRS</u>
District code	73126	2551
Valuation date	4/1/2023	6/30/2022
Measurement date	3/31/2024	6/30/2023
Net pension asset/ (liability)	\$ (1,277,872)	\$ (829,282)
District's portion of the Plan's total net pension asset/ (liability)	0.0086788%	0.072516%

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

**Note 8–Pension Plans (continued)**

For the year ended June 30, the District recognized proportionate pension expenses of \$588,859 for ERS and \$2,323,176 for TRS. At June 30, the District’s reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred outflow of resources		Deferred inflow of resources	
	ERS	TRS	ERS	TRS
Differences between expected and actual experience	\$ 411,602	\$ 2,010,787	\$ 34,844	\$ 4,969
Changes of assumption	483,135	1,785,419	-	389,122
Net difference between projected and actual earnings on pension plan investments	-	423,912	624,234	-
Changes in proportion and differences between the District's contributions and proportionate share of contributions	128,670	102,000	34,427	150,794
District's contribution subsequent to the measurement date	-	1,473,688	-	-
<b>Total</b>	<u>\$ 1,023,407</u>	<u>\$ 5,795,806</u>	<u>\$ 693,505</u>	<u>\$ 544,885</u>

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

Year ended:	ERS	TRS
2025	\$ (205,708)	\$ 308,213
2026	270,618	(433,854)
2027	394,584	3,337,801
2028	(129,592)	237,190
2029	-	200,664
Thereafter	-	127,219
<b>Net, total</b>	<u>\$ 329,902</u>	<u>\$ 3,777,233</u>

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

**Note 8–Pension Plans (continued)**

E) Actuarial Assumptions

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

	ERS	TRS
Measurement date	March 31, 2024	June 30, 2023
Actuarial valuation date	April 1, 2023	June 30, 2022
Interest rate	5.9%	6.95%
Salary scale	4.4%	1.95%-5.18%
Decrement tables	April 1, 2015- March 31, 2020 System's Experience	July, 2015- 30-Jun-20 System's Experience
Inflation rate	2.9%	2.4%

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

For ERS, the long term rate of return on pension plan investments was determined using a building block method in which best estimate ranges of expected future real rates of return (expected returns net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long term expected rate of return by weighting the expected future real rates of return by each the target asset allocation percentage and by adding expected inflation.

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

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

**Note 8–Pension Plans (continued)**

Best estimates of the arithmetic real rates of return for each major asset class included in the target asset allocation are summarized as follows:

Asset Type	ERS		TRS	
	Target Allocation	Long-term expected Real Rate of Return	Target Allocation	Long-term expected Real Rate of Return
Domestic equity	32%	4.00%	33%	6.80%
International equity	15%	6.65%	15%	7.60%
Real estate	9%	4.60%	11%	6.30%
Private equity	10%	7.25%	9%	10.10%
Fixed income	23%	1.50%	0%	0.00%
Credit	4%	5.40%	0%	0.00%
Global equities	0%	0.00%	4%	7.20%
Domestic fixed income	0%	0.00%	16%	2.20%
Global bonds	0%	0.00%	2%	1.60%
High-yield bonds	0%	0.00%	1%	4.40%
Opportunistic portfolio	3%	5.25%	0%	0.00%
Cash/cash equivalents	1%	0.25%	1%	30.00%
Private debt	0%	0.00%	2%	6.00%
Absolute return strategies	0%	0.00%	0%	0.00%
Real assets	3%	5.79%	0%	0.00%
Real estate debt	0%	0.00%	6%	3.20%
	<u>100%</u>		<u>100%</u>	

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

F) Discount Rate

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

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

**Note 8–Pension Plans (continued)**

G) Sensitivity of the Proportionate Share of the Net Pension Liability to the Discount Rate Assumption

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

ERS	1% Decrease (4.9%)	Current Assumption (5.9%)	1% Increase (6.9%)
Employer's proportionate share of the net pension asset (liability)	\$ (4,017,760)	\$ (1,277,872)	\$ 1,010,503
TRS	1% Decrease (5.95%)	Current Assumption (6.95%)	1% Increase (7.95%)
Employer's proportionate share of the net pension asset (liability)	\$ (12,630,380)	\$ (829,282)	\$ 9,095,952

Changes of assumptions about future economic or demographic factors or other inputs are amortized over a closed period equal to the average of the expected service lives of all employees that are provided with pension benefits. Collective (all participating employers) pension expense includes certain current period changes in the collective net pension asset (liability), projected earnings on pension plan investments, and the amortization of deferred outflows of resources and deferred inflows of resources for the current period. The collective pension expense is \$6,345,061,000 for ERS and \$3,249,497,237 for TRS.

H) Payables to the Pension Plan

For ERS, employer contributions are paid annually based on the System’s fiscal year, which ends on March 31<sup>st</sup>. Accrued retirement contributions as of June 30, 2024 represent the projected employer contribution for the period of April 1, 2024 through June 30, 2024 based on paid ERS wages multiplied by the employer’s contribution rate, by tier. Accrued retirement contributions as of June 30, 2024 amounted to \$149,695.

For TRS, employer and employee contributions for the fiscal year ended June 30, 2024 are paid to the System in September, October and November 2023 through a state aid intercept. Accrued retirement contributions as of June 30, 2024 represent employee and employer contributions for the fiscal year ended June 30, 2024 based on paid TRS wages multiplied by the employer’s contribution rate, by tier and employee contributions for the fiscal year as reported to the TRS System. Accrued retirement contributions as of June 30, 2024 amounted to \$1,433,750.

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

**Note 9–Other Postemployment Benefits (OPEB)**

A) General Information About the OPEB Plan

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

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

Employee Group	Description of Benefits	Retiree Contributions	Other
Superintendent	<ul style="list-style-type: none"> <li>• Medical</li> </ul>	<ul style="list-style-type: none"> <li>• Individual - 10%</li> <li>• Family - 20%</li> <li>• Surviving Spouse - 50%</li> </ul>	<ul style="list-style-type: none"> <li>• Required age - 55</li> <li>• Required service - 10</li> </ul>
Administrators	<ul style="list-style-type: none"> <li>• Medical</li> </ul>	<ul style="list-style-type: none"> <li>• Individual - 20%</li> <li>• Family – 50%</li> <li>• Surviving Spouse – 50%</li> </ul>	<ul style="list-style-type: none"> <li>• Required age – 55</li> <li>• Required service - 10</li> </ul>
Teaching Employees - hired before 12/15/2009	<ul style="list-style-type: none"> <li>• Medical</li> </ul>	<ul style="list-style-type: none"> <li>• Individual - 20%</li> <li>• Family - 50%</li> <li>• Surviving Spouse - 50%</li> </ul>	<ul style="list-style-type: none"> <li>• Required age - 55</li> <li>• Required service - 10</li> </ul>
Teaching Employees - hired on or after 12/15/2009	<ul style="list-style-type: none"> <li>• Medical</li> </ul>	<ul style="list-style-type: none"> <li>• Individual - 20%</li> <li>• Family - 50%</li> <li>• Surviving Spouse - 50%</li> </ul>	<ul style="list-style-type: none"> <li>• Required age - 55</li> <li>• Required service - 15</li> </ul>
CSEA - hired before 7/1/2009	<ul style="list-style-type: none"> <li>• Medical</li> </ul>	<ul style="list-style-type: none"> <li>• Individual - 20%</li> <li>• Family - 50%</li> <li>• Surviving Spouse - 50%</li> </ul>	<ul style="list-style-type: none"> <li>• Required age - 55</li> <li>• Required service - 12</li> </ul>
CSEA - hired on or after 7/1/2009	<ul style="list-style-type: none"> <li>• Medical</li> </ul>	<ul style="list-style-type: none"> <li>• Individual - 20%</li> <li>• Family - 50%</li> <li>• Dental - 100%</li> <li>• Surviving Spouse - 50%</li> </ul>	<ul style="list-style-type: none"> <li>• Required age - 55</li> <li>• Required service - 15</li> </ul>
CSEA – 30 – 35 hours per week	<ul style="list-style-type: none"> <li>• Medical</li> </ul>	<ul style="list-style-type: none"> <li>• Individual - 25%</li> </ul>	<ul style="list-style-type: none"> <li>• Required age – 55</li> <li>• Required service - 15</li> </ul>
Confidential / Managerial	<ul style="list-style-type: none"> <li>• Medical</li> </ul>	<ul style="list-style-type: none"> <li>• Individual - 20%</li> <li>• Family – 50%</li> <li>• Surviving Spouse – 50%</li> </ul>	<ul style="list-style-type: none"> <li>• Required age – 55</li> <li>• Required service - 10</li> </ul>

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

**Note 9—Other Postemployment Benefits (OPEB) (continued)**

*Employees Covered by Benefit Terms* – As of July 1, 2022 the following employees were covered by the benefit terms:

Active employees	173
Retirees	172
Beneficiaries	8
Spouses of retirees	56
	409

**B) OPEB Liability**

The District’s total OPEB liability of \$38,495,193 was measured as of June 30, 2023, and was determined by an actuarial valuation as of July 1, 2022. The actuarial valuation as of July 1, 2022 was projected to the measurement date of June 30, 2024.

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

Salary Increases	2.40 percent, average, including inflation
Discount Rate	3.93 percent
Healthcare Cost Trend Rates	3.80 percent to 6.80 percent over 55 years

Since the OPEB is not funded, the selection of the discount rate is consistent with the GASB 75 standards discounting unfunded liabilities based on a yield or index rate for 20-year, tax exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The discount rate was based on the Bond Buyer General Obligation 20-Bond Municipal Index and increased from 3.65% as of June 30, 2023 to 3.93% as of June 30, 2024. Mortality rates were based on the PubT-2010 Headcount-Weighted Mortality Table for Teaching Positions and PubG-2010 Headcount-Weighted Mortality Table for Non-Teaching Positions, both generationally projected using the MP-2021 Scale.

**C) Changes in the Total OPEB Liability**

Balance at June 30, 2023	\$	38,630,314
Changes for the Year		
Service cost		1,210,275
Interest		1,432,700
Changes in assumptions or other inputs		(1,590,412)
Benefit payments		(1,187,684)
Net Changes		(135,121)
Balance at June 30, 2024	\$	38,495,193

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

**Note 9—Other Postemployment Benefits (OPEB) (continued)**

*Sensitivity of the Total OPEB Liability to Changes in the Discount Rate* – The following presents the total OPEB liability of the District, as well as what the District’s total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.65 percent) or 1-percentage-point higher (4.65 percent) than the current discount rate:

	1% Decrease	Discount Rate	1% Increase
Total OPEB Liability	\$ 44,647,929	\$ 38,495,193	\$ 33,522,224

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

	1% Decrease	Healthcare Current Trend Rates	1% Increase
Total OPEB Liability	\$ 32,434,791	\$ 38,495,193	\$ 46,236,028

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

For the year ended June 30, the District recognized OPEB expense of \$176,779. At June 30, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 2,946,188
Changes of assumptions or other inputs	1,167,319	6,885,164
	\$ 1,167,319	\$ 9,831,352

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

Year Ended June 30,	Amount
2025	\$(3,391,865)
2026	(3,250,506)
2027	(1,317,758)
2028	(672,717)
2029	(31,187)
Thereafter	-
	\$(8,664,033)

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

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**Note 10–Risk Management**

A) General Information

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 two years.

B) Health Plan

For its employee health and accident insurance coverage, the District is a participant in the Cayuga-Onondaga School Employees Healthcare Plan, is a municipal cooperative health plan operating under a limited certificate of authority granted by the New York State superintendent of insurance. The plan is not a licensed insurer and the District is subject to a contingent assessment liability. A contingent assessment liability represents an assessment by the plan to all participating districts to fund the plan to meet minimum statutory reserve and surplus requirements as required by New York State Insurance law. Municipal cooperative health benefit plans are formed under Article 47 of the New York State Insurance Law and are health risk-sharing agreements that permit municipalities to combine to self-fund health benefits for their employees. This public entity risk pool currently has 8 school districts and one BOCES as plan members. The District pays an annual premium to the plan for this health insurance coverage. The Cayuga-Onondaga School Employees Healthcare Plan is considered a self-sustaining risk pool that will provide coverage for its members up to \$200,000 per insured event. The Plan uses reinsurance agreements to reduce its exposure to large losses on insured events. The Plan obtains independent coverage for insured events in excess of \$200,000 and the District has essentially transferred all related risk to the plan. The Plan has separate audited financial statements that are not included as a component unit of the District. The District's share of premiums for the year ended June 30, 2024 was \$3,150,719.

**Note 11–Commitments, Contingencies and Concentrations**

A) Litigation

There are currently tax certiorari claims pending against the District for which the financial impact, if any, cannot be determined at this time. The District plans on funding any settlements from the tax certiorari reserve.

B) Grants

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

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Notes to the Financial Statement**  
**For the Year Ended June 30, 2024**

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**Note 11–Commitments, Contingencies and Concentrations (continued)**

C) Collective Bargaining Agreements

The majority of the District's employees are covered by various collective bargaining agreements. The Skaneateles Teachers Association agreement represents the largest percentage of employees covered by a collective bargaining agreement. Employees represented by this agreement include kindergarten teacher(s), elementary teacher(s), secondary teacher(s), school librarian(s), school nurse teacher, guidance counselor, reading coordinator, school psychologist, speech therapist, physical education teacher, music coordinator, industrial arts teacher and others as defined in the agreement. This agreement expires on June 30, 2024.

**Note 12–Rental of District Property**

The District leases property to BOCES and other individuals. Total rental income for the 2023-2024 fiscal year totaled \$25,500.

**Note 13–Tax Abatement**

The Onondaga County Industrial Development Agency (OCIDA), and the District enter into various property tax abatement programs for the purpose of Economic Development. As a result the District property tax revenue was reduced approximately \$23,400. The District received payments in lieu of tax (PILOT) payments totaling \$213,420 to help offset the property tax reduction.

**Note 14–Subsequent Events**

The District issued Bond Anticipation Notes on July 16, 2024 and August 14, 2024. See Note 6 for further description of these Notes. Management has evaluated subsequent events through October 8, 2024, which is the date the financial statements were available to be issued.

## **Required Supplementary Information**

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Schedules of Changes in the District's Total OPEB Liability and Related Ratios**  
**June 30, 2024**

	2024	2023	2022	2021	2020	2019	2018
Measurement Date	<u>June 30, 2024</u>	<u>June 30, 2023</u>	<u>June 30, 2022</u>	<u>June 30, 2021</u>	<u>June 30, 2020</u>	<u>June 30, 2019</u>	<u>June 30, 2018</u>
Total OPEB Liability	<u>\$ 38,495,193</u>	<u>\$ 38,630,314</u>	<u>\$ 40,258,498</u>	<u>\$ 48,828,179</u>	<u>\$ 49,534,705</u>	<u>\$ 38,888,137</u>	<u>\$ 47,428,499</u>
Service cost	\$ 1,210,275	\$ 1,238,256	\$ 1,887,127	\$ 1,697,810	\$ 1,304,048	\$ 1,883,359	\$ 1,716,890
Interest	1,432,700	1,450,081	1,084,439	1,121,668	1,387,687	1,463,455	1,398,963
Differences between expected and actual experience in the measurement of the total OPEB liability	-	-	-	(6,478,024)	-	(358,323)	(96,162)
Changes in assumptions or other inputs	(1,590,412)	(3,239,134)	(10,516,095)	3,913,947	9,052,263	(10,460,920)	-
Benefit payments	(1,187,684)	(1,077,387)	(1,025,152)	(961,927)	(1,097,430)	(1,067,933)	(1,005,397)
Net change in total OPEB liability	(135,121)	(1,628,184)	(8,569,681)	(706,526)	10,646,568	(8,540,362)	2,014,294
Total OPEB liability - beginning	<u>38,630,314</u>	<u>40,258,498</u>	<u>48,828,179</u>	<u>49,534,705</u>	<u>38,888,137</u>	<u>47,428,499</u>	<u>45,414,205</u>
Total OPEB liability - ending	<u>\$ 38,495,193</u>	<u>\$ 38,630,314</u>	<u>\$ 40,258,498</u>	<u>\$ 48,828,179</u>	<u>\$ 49,534,705</u>	<u>\$ 38,888,137</u>	<u>\$ 47,428,499</u>
Covered payroll	\$ 11,895,432	\$ 11,895,432	\$ 11,096,026	\$ 11,096,026	\$ 13,378,217	\$ 13,378,217	\$ 13,508,230
Total OPEB liability as a percentage of covered payroll	323.61%	324.75%	362.82%	440.05%	370.26%	290.68%	351.11%

The District does not have assets accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75 Accounting and Financial Reporting for Postemployment Benefits Other than Pensions to pay OPEB benefits. The District currently contributes enough money to the plan to satisfy current obligations on a pay-as-you-go basis.

10 years of historical information is not yet available (implementation in 2018). An additional year of historical information will be added each year subsequent to the year of implementation until 10 years of historical data is available.

See paragraph on required supplementary information included in the auditor's report

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Required Supplementary Information Schedule of Revenues, Expenditures**  
**and Changes in Fund Balance – Budget (Non –GAAP Basis) and Actual – General Fund**  
**For the Year Ended June 30, 2024**

	Original Budget	Final Budget	Actual (Budgetary Basis)	Year-End Encumbrances	Final Budget Variance with Budgetary Actual
<b>REVENUES</b>					
Local sources					
Real property taxes	\$ 28,069,014	\$ 28,069,014	\$ 28,054,472	\$ -	\$ (14,542)
Nonproperty taxes	45,000	45,000	54,194	-	9,194
Charges for services	118,000	118,000	167,814	-	49,814
Use of money and property	241,894	241,894	1,234,375	-	992,481
Sale of property and compensation for loss	141,500	141,500	149,104	-	7,604
Refund of prior years expenses	-	-	573,461	-	573,461
Miscellaneous	297,500	297,500	60,692	-	(236,808)
Total local sources	<u>28,912,908</u>	<u>28,912,908</u>	<u>30,294,112</u>	<u>-</u>	<u>1,381,204</u>
State sources	8,804,708	8,804,708	8,937,632	-	132,924
Federal sources	30,000	30,000	41,975	-	11,975
Total revenues	<u>37,747,616</u>	<u>37,747,616</u>	<u>39,273,719</u>	<u>-</u>	<u>1,526,103</u>
<b>OTHER FINANCING SOURCES</b>					
Transfer from other funds	11,681	11,681	11,681	-	-
Appropriated fund balance	1,787,318	1,787,318	-	-	(1,787,318)
Appropriated reserves	-	-	-	-	-
Total revenues and other sources	<u>39,546,615</u>	<u>39,546,615</u>	<u>39,285,400</u>	<u>-</u>	<u>(261,215)</u>
<b>EXPENDITURES</b>					
General support					
Board of education	32,243	32,243	29,295	2,280	(668)
Central administration	263,214	263,214	271,817	1,492	10,095
Finance	574,379	577,901	576,148	-	(1,753)
Staff	204,017	204,017	154,086	-	(49,931)
Central services	3,794,263	3,890,504	3,678,286	115,867	(96,351)
Special items	533,676	559,683	573,700	-	14,017
Total general support	<u>5,401,792</u>	<u>5,527,562</u>	<u>5,283,332</u>	<u>119,639</u>	<u>(124,591)</u>
Instruction					
Instruction, administration and improvement	1,563,098	1,563,537	1,672,705	-	109,168
Teaching - regular school	11,106,548	11,240,299	10,333,022	199,212	(708,065)
Programs for students with disabilities	3,095,508	3,099,339	2,383,785	6,982	(708,572)
Programs for english language learners	273,833	273,833	234,592	316	(38,925)
Occupational education	436,794	436,794	436,794	-	-
Teaching - special schools	18,025	18,025	22,225	-	4,200
Instructional media	1,713,824	1,718,400	1,940,610	5,401	227,611
Pupil services	2,203,005	2,249,060	2,375,842	46,403	173,185
Total instruction	<u>20,410,635</u>	<u>20,599,287</u>	<u>19,399,575</u>	<u>258,314</u>	<u>(941,398)</u>
Pupil transportation	1,604,565	1,604,565	1,705,204	14,033	114,672
Employee benefits	6,736,853	6,736,853	6,393,877	2,520	(340,456)
Debt service	5,160,770	5,160,770	5,168,919	-	8,149
Total expenditures	<u>39,314,615</u>	<u>39,629,037</u>	<u>37,950,907</u>	<u>394,506</u>	<u>(1,283,624)</u>
<b>OTHER FINANCING USES</b>					
Transfer to school food service	120,000	120,000	120,000	-	-
Transfer to federal fund	12,000	12,000	6,390	-	(5,610)
Transfer to capital projects fund	100,000	100,000	100,000	-	-
Total expenditures and other uses	<u>\$ 39,546,615</u>	<u>\$ 39,861,037</u>	<u>\$ 38,177,297</u>	<u>\$ 394,506</u>	<u>\$ (1,283,624)</u>
Net change in fund balance			1,108,103		
Fund balance - beginning			<u>17,697,429</u>		
Fund balance - ending			<u>\$ 18,805,532</u>		

See paragraph on required supplementary information included in the auditor's report

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Schedule of District Contributions**  
**For the Year Ended June 30, 2024**

<i>Teachers' Retirement System</i>									
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Contractually required contribution	\$ 1,378,147	\$ 1,268,886	\$ 1,175,666	\$ 1,025,916	\$ 1,259,877	\$ 1,298,583	\$ 1,202,954	\$ 1,321,937	\$ 1,436,943
Contributions in relation to the contractually required contribution	<u>(1,378,147)</u>	<u>(1,268,886)</u>	<u>(1,175,666)</u>	<u>(1,025,916)</u>	<u>(1,259,877)</u>	<u>(1,298,583)</u>	<u>(1,202,954)</u>	<u>(1,321,937)</u>	<u>(1,436,943)</u>
Contribution deficiency (excess)	<u>\$ -</u>								
District's covered payroll	\$13,393,071	\$12,947,816	\$12,336,474	\$11,579,187	\$12,526,686	\$12,161,831	\$11,801,888	\$10,719,872	\$10,415,423
Contributions as a percentage of covered payroll	10.29%	9.80%	9.53%	8.86%	10.06%	10.68%	10.19%	12.33%	13.80%
<i>Employees' Retirement System</i>									
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Contractually required contribution	\$ 386,111	\$ 329,749	\$ 420,611	\$ 398,454	\$ 388,393	\$ 400,713	\$ 394,132	\$ 401,930	\$ 497,170
Contributions in relation to the contractually required contribution	<u>(386,111)</u>	<u>(329,749)</u>	<u>(420,611)</u>	<u>(398,454)</u>	<u>(388,393)</u>	<u>(400,713)</u>	<u>(394,132)</u>	<u>(401,930)</u>	<u>(497,170)</u>
Contribution deficiency (excess)	<u>\$ -</u>								
District's covered payroll	\$ 3,228,064	\$ 2,900,000	\$ 2,900,000	\$ 2,729,137	\$ 3,239,752	\$ 2,937,421	\$ 2,686,702	\$ 2,645,351	\$ 2,584,053
Contributions as a percentage of covered payroll	11.96%	11.37%	14.50%	14.60%	11.99%	13.64%	14.67%	15.19%	19.24%

See paragraph on required supplementary information included in the auditor's report

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Schedule of District Proportionate Share of the Net Pension Asset (Liability)**  
**For the Year Ended June 30, 2024**

<i>Teachers' Retirement System</i>									
	2024	2023	2022	2021	2020	2019	2018	2017	2016
District's proportion of the net pension asset (liability)	0.0725%	0.0731%	0.0073%	0.0682%	0.0711%	0.0705%	0.0676%	0.0664%	0.0684%
District's proportionate share of the net pension asset (liability)	\$ (829,282)	\$ (1,402,487)	\$ 12,595,108	\$ (1,885,118)	\$ 1,846,483	\$ 1,275,419	\$ 514,187	\$ 710,744	\$ 7,100,899
District's covered payroll	\$ 13,393,071	\$ 12,847,816	\$ 12,336,474	\$ 11,579,187	\$ 12,526,686	\$ 12,161,831	\$ 11,801,888	\$ 10,719,866	\$ 10,415,423
District's proportionate share of the net pension asset (liability) as a percentage of its covered payroll	-6.192%	-10.916%	102.096%	-16.280%	14.740%	10.487%	4.357%	6.630%	68.177%
Plan fiduciary net position as a percentage of the total pension liability	99.2%	98.6%	113.20%	97.80%	102.20%	101.53%	100.66%	99.01%	110.46%
<i>Employees' Retirement System</i>									
	2024	2023	2022	2021	2020	2019	2018	2017	2016
District's proportion of the net pension asset (liability)	0.0087%	0.0087%	0.0078%	0.0084%	0.0088%	0.0090%	0.0092%	0.0087%	0.0088%
District's proportionate share of the net pension asset (liability)	\$ (1,277,872)	\$ (1,873,795)	\$ 641,448	\$ (8,369)	\$ (2,327,011)	\$ (634,224)	\$ (296,586)	\$ (815,969)	\$ (1,407,935)
District's covered payroll	\$ 3,228,064	\$ 2,900,000	\$ 2,900,000	\$ 2,729,137	\$ 3,025,544	\$ 2,937,421	\$ 2,686,702	\$ 2,645,351	\$ 2,584,053
District's proportionate share of the net pension asset (liability) as a percentage of its covered payroll	-39.586%	-64.614%	22.119%	-0.307%	-76.912%	-21.591%	-11.039%	-30.845%	-54.486%
Plan fiduciary net position as a percentage of the total pension liability	93.88%	90.78%	103.65%	99.95%	86.39%	96.27%	98.24%	94.70%	90.70%

See paragraph on required supplementary information included in the auditor's report

## **SUPPLEMENTARY INFORMATION**

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Schedule of Change from Adopted Budget to Final Budget**  
**For the Year Ended June 30, 2024**

**CHANGE FROM ADOPTED TO REVISED BUDGET**

Adopted budget		\$ 39,546,615
Add prior year's encumbrances		314,442
Original budget		39,861,057
Budget revision:		-
Revised budget		\$ 39,861,057

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

2024-25 voter-approved expenditure budget (approved 5/21/24)		\$ 40,970,455
Maximum allowed (4% of 2024-25 budget)		\$ 1,638,818

General fund fund balance subject to Section 1318 of Real Property Tax Law\*:

Unrestricted fund balance:		
Assigned fund balance		2,416,691
Unassigned fund balance		5,493,817
Total unrestricted fund balance		7,910,508

Less:		
Appropriated fund balance		2,022,185
Encumbrances included in committed and assigned fund balance		394,506
Total adjustments		2,416,691

General fund fund balance subject to Section 1318 of Real Property Tax Law		\$ 5,493,817
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Actual percentage		13.41%
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\*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.

See paragraph on other information included in the auditor's report

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Schedule of Project Expenditures – Capital Projects Fund**  
**For the Year Ended June 30, 2024**

PROJECT TITLE	Building/ SED Project Number	Original Budget	Revised Budget	Expenditures			Unexpended Balance	Methods of Financing			Fund Balance 06/30/2024
				Prior Years	Current Year	Total		Proceeds of Obligations	Local Sources	Total	
Project 2021	various	\$ 36,500,000	\$ 36,500,000	\$ 36,003,189	\$ -	\$ 36,003,189	\$ 496,811	500,000	-	500,000	-
Project 2023/2024	various	21,500,000	21,500,000	2,391,176	10,361,080	\$ 12,752,256	\$ 8,747,744	16,500,000	2,875,000	19,375,000	(9,902,127)
Capital purchases 2024	NA	100,000	100,000	-	100,000	\$ 100,000	\$ -	-	100,000	100,000	-
Bus purchases -2024 and prior		623,000	622,938	-	622,938	\$ 622,938	\$ -	622,398	-	622,398	(1,570,546)
Total projects		<u>\$ 58,723,000</u>	<u>\$ 58,722,938</u>	<u>\$ 38,394,365</u>	<u>\$ 11,084,018</u>	<u>\$ 49,478,383</u>	<u>\$ 9,244,555</u>	<u>\$ 17,622,398</u>	<u>\$ 2,975,000</u>	<u>\$ 20,597,398</u>	<u>\$ (11,472,673)</u>

Note: The District issued \$17,000,000 of bond anticipation notes in 2024 to provide financing for Project 2021 and Project 2023/2024. In addition, the District renews its bond anticipation note pertaining to bus purchases each year. The District is required to repay its bus purchases over a 5 year period. The District made payments of \$460,431 on the note renewal and had new monies of \$622,938 to finance the 2024 approved bus purchases. The ending balance on this bus note is \$1,569,828 as of June 30, 2024.

See paragraph on other information included in the auditor's report

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Investment in Capital Assets, Net of Related Debt**  
**For the Year Ended June 30, 2024**

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Capital assets, net		\$ 90,430,062
Add (deduct):		
Premium on bonds payable	(3,031,760)	
Bond anticipation notes payable	(18,569,828)	
Short-term portion of bonds payable	(2,360,000)	
Long-term portion of bonds payable	<u>(28,900,000)</u>	
		<u>(52,861,588)</u>
Net investment in capital assets		<u>\$ 37,568,474</u>

See paragraph on other information included in the auditor's report

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Combining Balance Sheet of Other (non-major) Governmental Funds**  
**June 30, 2024**

	Special Aid Fund	Special Revenue Fund	School Lunch Fund	Debt Service Fund	Total Nonmajor Funds
<b>ASSETS</b>					
Cash					
Unrestricted	\$ 87,478	\$ 132,375	\$ 415,672	\$ -	\$ 635,525
Restricted	-	315,287	-	305,997	621,284
Receivables					
State and federal aid	312,479	-	6,912	-	319,391
Due from other funds	-	-	-	80,553	80,553
Other	-	-	1,140	-	1,140
Inventories	-	-	9,896	-	9,896
 Total assets	 <u>\$ 399,957</u>	 <u>\$ 447,662</u>	 <u>\$ 433,620</u>	 <u>\$ 386,550</u>	 <u>\$ 1,667,789</u>
<b>LIABILITIES</b>					
Accounts payable	\$ -	113	\$ 10,982	\$ -	\$ 11,095
Accrued liabilities	720	-	235,648	-	236,368
Due to other funds	399,237	142	-	-	399,379
Due to other governments	-	-	172	-	172
 Total liabilities	 <u>399,957</u>	 <u>255</u>	 <u>246,802</u>	 <u>-</u>	 <u>647,014</u>
<b>FUND BALANCES</b>					
<b>Nonspendable:</b>					
Reserved for inventory	-	-	9,896	-	9,896
<b>Restricted for:</b>					
Scholarships and other	-	291,909	-	-	291,909
Grants and other	-	18,719	-	-	18,719
<b>Committed to:</b>					
Extraclassroom activities	-	115,257	-	-	115,257
Other student activities	-	21,522	-	-	21,522
<b>Assigned to:</b>					
Assigned unappropriated fund balance	-	-	176,922	386,550	563,472
 Total fund balances	 <u>-</u>	 <u>447,407</u>	 <u>186,818</u>	 <u>386,550</u>	 <u>1,020,775</u>
 Total liabilities and fund balances	 <u>\$ 399,957</u>	 <u>\$ 447,662</u>	 <u>\$ 433,620</u>	 <u>\$ 386,550</u>	 <u>\$ 1,667,789</u>

See paragraph on other information included in the auditor's report

**SKANEATELES CENTRAL SCHOOL DISTRICT**  
**Combining Statement of Revenue, Expenditures and**  
**Changes in Fund Balances of other (non-major) Governmental Funds**  
**Year Ended June 30, 2024**

	Special Aid Fund	Special Revenue Fund	School Lunch Fund	Debt Service Fund	Total Nonmajor Funds
<b>REVENUES</b>					
Use of money and property	\$ -	\$ -	5,517	84,906	\$ 90,423
State sources	47,088	-	4,702	-	51,790
Sales	-	-	323,627	-	323,627
Federal sources - grants	673,399	-	131,671	-	805,070
Miscellaneous	-	92,671	23	-	92,694
Total revenues	<u>720,487</u>	<u>92,671</u>	<u>465,540</u>	<u>84,906</u>	<u>1,363,604</u>
<b>EXPENDITURES</b>					
General support	-	72,068	-	-	72,068
Instruction	722,011	-	-	-	722,011
Pupil transportation	4,862	-	-	-	4,862
School food program	-	-	507,387	-	507,387
Employee benefits	-	-	71,261	-	71,261
Total expenditures	<u>726,873</u>	<u>72,068</u>	<u>578,648</u>	<u>-</u>	<u>1,377,589</u>
Excess (deficiency) of revenues over expenditures	<u>(6,386)</u>	<u>20,603</u>	<u>(113,108)</u>	<u>84,906</u>	<u>(13,985)</u>
<b>OTHER FINANCING SOURCES AND USES</b>					
Premium on obligations issued	-	-	-	54,641	54,641
Interfund transfers - in	6,386	-	120,000	-	126,386
Interfund transfers - out	-	-	-	(11,681)	(11,681)
Total other sources (uses)	<u>6,386</u>	<u>-</u>	<u>120,000</u>	<u>42,960</u>	<u>169,346</u>
Excess (deficiency) of revenues and other sources over expenditures and other (uses)	-	20,603	6,892	127,866	155,361
Fund balance - beginning of year	-	426,679	179,926	258,684	865,289
Fund balance - end of year	<u>\$ -</u>	<u>\$ 447,282</u>	<u>\$ 186,818</u>	<u>\$ 386,550</u>	<u>\$ 1,020,650</u>

See paragraph on other information included in the auditor's report