Pulaski Academy and Central School District

Financial Statements with
Independent Auditors' Report

Year Ended June 30, 2024

Pulaski Academy and Central School District
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June 30, 2024

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Independent Auditors' Report

Board of Education
Pulaski Academy and Central School District

Report on the Audit of the Financial Statements

Opinions

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Pulaski Academy and 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Pulaski Academy and 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

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Pulaski Academy and 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.

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Pulaski Academy and 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 the Pulaski Academy and 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, the schedule of funding progress - other post-employment benefits – last 7 fiscal years, the schedule of revenue, expenditures and changes in fund balance – budget and actual – general fund, the schedules of District contributions – NYSTRS & NYSERS pension plans – last 10 fiscal years, and the schedules of District's proportionate share of the net pension liability – NYSTRS & NYSERS pension plans – last 10 fiscal years on pages 5-12 and 53-57 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 Pulaski Academy and Central School District's basic financial statements. The accompanying schedule of change from adopted budget to final budget and the real property tax limit – general fund, net investment in capital assets, schedule of project expenditures – capital projects fund and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of change from adopted budget to final budget and the real property tax limit – general fund, net investment in capital assets, schedule of project expenditures- capital projects fund and schedule expenditures of federal awards, 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 September 26, 2024, on our consideration of Pulaski Academy and 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 Pulaski Academy and Central School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Pulaski Academy and Central School's internal control over financial reporting and compliance.

Stackel + Navarra, CPA, PC

Watertown, NY
September 26, 2024

The following is a discussion and analysis of the Pulaski Academy and Central 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, 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

- The School District's net position increased $474,291 or .9 percent as a result of this year's operations.

- Total cost of all the School District's programs was $32,819,753 in fiscal year 2024.

- During the year, the School District had expenses for governmental activities that were $474,291 less than the $33,294,044 generated in general revenues and other program revenues.

- The general fund reported a profit this year of $1,582,614.

This annual report consists of three parts: MD&A (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the School District:

- The first two statements are district-wide financial statements that provide both short-term and long-term information about the School District's overall financial status.

- The remaining statements are fund financial statements that focus on individual parts of the School District, reporting the School District's operations in more detail than the district-wide statements. The fund financial statements concentrate on the School District's most significant funds with all other non-major funds listed in total in one column.

- The governmental funds statements tell how basic services such as regular and special education were financed in the short-term as well as what remains for future spending.

- Fiduciary funds statements provide information about the financial relationships in which the District acts solely as a trustee or agent for the benefit of others.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the School District's budget for the year.

Figure A-1 summarizes the major features of the School District's financial statements, including the portion of the School District's activities they cover and the types of information they contain. The remainder of this overview section of MD&A highlights the structure and contents of each of the statements.

Figure A-1 Major Features of the District-Wide and Fund Financial Statements

		Fund Financial Statements	
	District-Wide	Governmental Funds	Fiduciary Funds
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	Instances in which the School District administers resources on behalf of someone else, such as scholarship programs and student activities monies
Required financial statements	•Statement of net position •Statement of activities	•Balance sheet •Statement of revenues, expenditures, and changes in fund balances	•Statement of fiduciary net position •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/deferred outflows of resources/liability/deferred inflows of resources information	All assets, deferred outflows of resources, liabilities, and deferred inflows of resources both financial and capital, short-term and long-term	Generally, assets and deferred outflows of resources expected to be used up and liabilities and deferred inflows of resources that come due or available during the year or soon thereafter; no capital assets or long-term liabilities included	All assets, deferred outflows of resources, liabilities, and deferred inflows of resources 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

District-Wide Statements

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

The two district-wide statements report the School District's net position and how it has changed. Net position - the difference between the School District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources - is one way to measure the School District's financial health or position.

- Over time, increases or decreases in the School District's net position is an indicator of whether its financial position is improving or deteriorating, respectively.

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

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

Fund Financial Statements

The fund financial statements provide more detailed information about the School District's funds, focusing on its most significant or "major" funds – not the School District as a whole. Funds are accounting devices the School District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by State law and by bond covenants.

- The School District establishes other funds to control and to manage money for particular purposes (such as repaying its long-term debts) or to show that it is properly using certain revenues (such as Federal grants).

  The District has two kinds of funds:

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

- Fiduciary Funds: The District is the trustee, or fiduciary, for assets that belong to others. Pulaski Academy and Central School Group Benefits Trust which provides dental benefits is included in this fund. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The District excludes these activities from the district-wide financial statements because it cannot use these assets to finance its operations.

Financial Analysis of the School District as a Whole

The School District's combined net position changed from a year ago, increasing from $(54,743,280) to $(54,268,989). Our analysis below focuses on the net position and changes in net position of the School District's governmental activities.

Changes in Net Position from Operating Results

	Governmental Activities and Total School District			
	Beginning	Ending	Increase/ (Decrease)	Percentage Change
Current and Other Assets	$ 12,663,882	$ 13,892,703	1,228,821	9.70%
Capital Assets, Net	34,137,326	34,352,338	215,012	0.63%
Total Assets	46,801,208	48,245,041	1,443,833	3.09%
Deferred Outflows of Resources	19,923,137	13,723,025	(6,200,112)	-31.12%
Total Assets and Deferred Outflows of Resources	66,724,345	61,968,066	(4,756,279)	-7.13%
Long-term Liabilities	96,617,849	95,531,598	(1,086,251)	-1.12%
Other Liabilities	2,097,332	2,119,493	22,161	1.06%
Total Liabilities	98,715,181	97,651,091	(1,064,090)	-1.08%
Deferred Inflows of Resources	22,752,444	18,585,964	(4,166,480)	-18.31%
Total Liabilities and Deferred Inflows of Resources	121,467,625	116,237,055	(5,230,570)	-4.31%
Net Position				
Net Investment in Capital Assets	22,032,202	24,566,410	2,534,208	10.32%
Restricted	8,068,446	9,516,342	1,447,896	17.95%
Unrestricted	(84,843,928)	(88,351,741)	(3,507,813)	4.13%
Total Net Position	$ (54,743,280)	$ (54,268,989)	$ 474,291	0.86%

Changes in Net Position from Operating Results

	Governmental Activities and Total School District			
	Fiscal Year ended 6/30/2023	Fiscal Year Ended 6/30/2024	Increase/ (Decrease)	Percentage Change
Revenues				
Charges for services	$ 513,745	$ 506,567	(7,178)	-1.40%
Operating grants and contributions	3,193,046	3,057,855	(135,191)	-4.23%
General Revenues				
Property taxes and other tax items	7,594,887	7,722,755	127,868	1.68%
State aid	18,075,865	20,349,800	2,273,935	12.58%
Use of money & property	473,242	727,274	254,032	53.68%
Other	657,743	929,793	272,050	41.36%
Total Revenues	30,508,528	33,294,044	2,785,516	9.13%
Expenses				
General support	5,116,306	5,742,230	5,262,063	102.85%
Instruction	23,307,524	24,302,108	21,537,131	92.40%
Pupil transportation	2,068,129	2,210,185	2,210,185	106.87%
Debt service - interest	305,999	215,497	215,497	70.42%
Cost of sales - food	276,883	349,733	30,455	11.00%
Total Expenses	31,074,841	32,819,753	1,744,912	5.62%
Increase (Decrease) in Net Position	$ (566,313)	$ 474,291	$ 1,040,604	-183.75%

District-Wide Statements

Pulaski Academy and Central School ended the 2023-2024 school year in sound condition once again. Finances, facilities, equipment and programs continue to be reviewed and maintained or improved. Fund balance remains healthy and the district has utilized reserves to meet future financial liabilities along with increases in state aid. State and federal aid appears to be maximized through programming and reporting.

The Smart Schools Bond Act of 2014 was passed in the 2014-15 Enacted Budget and approved by the voters in a statewide referendum held during the 2014 General Election. The Smart Schools Bond Act authorized the issuance of $2 billion of general obligation bonds to finance improved educational technology and infrastructure to improve learning and opportunity throughout the State. Pulaski's total allocation is $1,209,470. The funding available under the Smart Schools Bond Act is a one-time allocation, not an annual amount. These funds will not expire, but once they are expended, no additional funds will be made available. In order to build capacity and to stay within our budgetary expenditures for maintenance and sustainability, the district will allocate the remaining funds towards an upgrade of our outdoor security camera system, NVR servers, and light poles at both schools.

Financial Analysis of the School District's Funds

As the School District completed the year, its governmental funds reported a combined fund balance of $11,834,523 which is $1,789,151 higher than last year's total. The fund balance in the General Fund increased by $1,582,614 and the Food Service Fund balance increased by $78,043.

General Fund Budgetary Highlights

The School District's General Fund ended its 2024 fiscal year with expenditures and other uses of $28,212,869 which was less than the total budgeted amount of $30,526,429. Encumbrances to be carried over to next year totaled $273,605.

Discretionary expenditures remained stable or declined while mandated expenditures such as health care costs and retirement contribution rates continue to drive budget increases.

Revenues and other sources were $590,483 more than budgeted.

Capital Asset and Debt Administration

Capital Assets

At June 30, 2024, the School District had $34,352,338 invested in capital assets, including land, land improvements, buildings, buses, furniture, equipment, lease assets, and subscription-based information technology arrangements.

	Capital Assets (Net of Depreciation)		Percentage Change
	6/30/2024	6/30/2023	
Land	$ 190,525	$ 190,525	0.0%
Buildings	31,833,101	32,548,273	-2.20%
Leases - equipment	782,047	591,038	
Subscription-based information technology arragements	39,466	-	
Construction in progress	32,552	-	
Furniture, equipment, vehicles	1,474,647	1,398,527	5.44%
	$ 34,352,338	$ 34,728,363	1.90%

Additions to capital assets totaled $1,471,631.

Long-Term Debt

At year-end the School District had $9,720,000 in bonds outstanding versus $12,085,000 last year.

Outstanding Long-Term Debt

	6/30/24	6/30/23	Percentage increase (decrease)
Serial bonds	$ 9,720,000	$12,085,000	(19.56)%

Interest on long-term debt for the year was composed of:

Interest paid	$	320,288
Less prior year's interest accrued		(69,860)
Plus current year's interest accrued		61,313
Less net amortization of bond premium/bond cost		(96,244)
	$	215,497

Next Year's Budget

The School District adopted a General Fund budget of $31,258,000 for fiscal year 2025, which is an increase of $763,000 or 2.5 percent over 2024. Budgeted revenues from real property taxes increased $132,357 or 1.8% from the 2023-2024 budget. Total budgeted state aid is $305,783 higher than the previous year's budget. It is anticipated that $579,000 of fund balance will be used to fund expenditures. The greatest increase in expenditures budgeted was for employee compensation and benefits. This is a result of increases in wages, and health insurance premiums.

Factors Bearing on the District's Future

Student enrollment has leveled off.

The property tax rate remains regionally average. Property assessments have remained steady while the equalization rate has decreased from .67 to .62 for the Town of Richland.

Recently there has been a historic investment in public education through federal COVID-19 relief funds and from New York State's commitment to fully phase in Foundation Aid to all schools. For Pulaski, the amount of federal funds received from March 2020 through September 2024 will total $4,264,015. For the school year 2023-2024, Pulaski's foundation aid increased by 12.5% or $2,266,480. Pulaski is planning for a Capital Project designed to enhance and preserve its school facilities. The project will be brought to the community for approval in October 2024. The proposed work focuses on renovating and preserving the existing infrastructure. Total cost of the project is $26,000,000, which will be funded through state building aid, a capital reserve and retiring debt.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions about the report or need additional financial information, contact the District Office, Pulaski Academy and Central School, 2 Hinman Road, Pulaski, New York.

Pulaski Academy and Central School District
Statement of Net Position
Governmental Activities
June 30, 2024

Assets		
Cash		
Unrestricted	$ 2,078,490	
Restricted	9,516,342	
Receivables		
Accounts receivable	8,776	
State and Federal aid	2,137,288	
Due from other governments	137,000	
Inventories	14,807	
Capital assets, net	34,352,338	
Total Assets		$ 48,245,041
Deferred Outflows of Resources		
Pensions	5,818,436	
Other postemployment benefits	7,904,589	
Total Deferred Outflows of Resources		$ 13,723,025
Liabilities		
Payables		
Accounts payable	154,261	
Accrued liabilities	895,676	
Due to teachers' retirement system	974,438	
Due to employees' retirement system	88,822	
Due to other governments	6,296	
Long-term liabilities		
Due and payable within one year		
Lease liability	36,864	
Bonds payable, net	2,531,243	
Due and payable after one year		
Lease liability	43,663	
Compensated absences payable	89,404	
Bonds payable, net	7,787,017	
Other postemployment benefits liability	83,223,310	
Net pension liability - proportionate share	1,820,097	
Total Liabilities		$ 97,651,091
Deferred Inflows of Resources		
Pensions	1,058,555	
Other postemployment benefits	17,527,409	
Total Deferred Inflows of Resources		$ 18,585,964
Net Position		
Net investment in capital assets	24,566,410	
Nonspendable	14,807	
Restricted	9,516,342	
Unrestricted (deficit)	(88,366,548)	
Total Net Position		$ (54,268,989)

See notes to financial statements.

Pulaski Academy and Central School District
Statement of Activities and Changes in Net Position - Governmental Activities
For the Year Ended June 30, 2024

	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants	Net (Expense) Revenue and Changes in Net Position
Functions/Programs				
General support	$ 5,262,063	$ -	$ -	$ (5,262,063)
Instruction	24,302,108	436,553	2,328,424	(21,537,131)
Pupil transportation	2,210,185	-	-	(2,210,185)
Debt service	215,497	-	-	(215,497)
School lunch program	829,900	70,014	729,431	(30,455)
Total Functions and Programs	$ 32,819,753	$ 506,567	$ 3,057,855	(29,255,331)
General Revenues				
Real property taxes				6,550,243
Other tax items				1,172,512
Use of money and property				727,274
Sale of property and compensation for loss				50,008
Miscellaneous				840,136
State sources				20,349,800
Medicaid reimbursement				39,649
Total General Revenues				29,729,622
Change in Net Position				474,291
Total Net Position - Beginning of year				(54,743,280)
Total Net Position - End of year				$ (54,268,989)

Pulaski Academy and Central School District
Balance Sheet - Governmental Funds
June 30, 2024

	General	Special Aid	School Food Service	Capital	Debt Service	Miscellaneous Special Revenue	Total Governmental Funds
Assets							
Cash							
Unrestricted cash	$ 1,878,967	$ 15,054	$ 184,469	$ -	$ -	$ -	$ 2,078,490
Restricted cash	7,952,294	-	-	-	994,025	570,023	9,516,342
Receivables							
Accounts receivable	6,102	1,699	975	-	-	-	8,776
Due from other funds	729,203	-	-	-	-	-	729,203
State and Federal aid	1,401,893	686,884	48,511	-	-	-	2,137,288
Due from other governments	137,000	-	-	-	-	-	137,000
Inventories	-	-	14,807	-	-	-	14,807
Total Assets	$ 12,105,459	$ 703,637	$ 248,762	$ -	$ 994,025	$ 570,023	$ 14,621,906
Liabilities							
Payables							
Accounts payable	$ 153,550	$ 711	$ -	$ -	$ -	$ -	$ 154,261
Accrued liabilities	834,363	-	-	-	-	-	834,363
Due to other funds	-	696,651	-	32,552	-	-	729,203
Due to other governments	-	6,275	21	-	-	-	6,296
Due to teachers' retirement system	974,438	-	-	-	-	-	974,438
Due to employees' retirement system	88,822	-	-	-	-	-	88,822
Total Liabilities	2,051,173	703,637	21	32,552	-	-	2,787,383
Fund Balances							
Nonspendable	-	-	14,807	-	-	-	14,807
Restricted	7,952,294	-	-	-	994,025	570,023	9,516,342
Assigned	852,605	-	233,934	-	-	-	1,086,539
Unassigned	1,249,387	-	-	(32,552)	-	-	1,216,835
Total Fund Balances	10,054,286	-	248,741	(32,552)	994,025	570,023	11,834,523
Total Liabilities and Fund Balances	$ 12,105,459	$ 703,637	$ 248,762	$ -	$ 994,025	$ 570,023	$ 14,621,906

See notes to financial statements.

Pulaski Academy and 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
Assets				
Cash				
Unrestricted	$ 2,078,490	$ -	$ -	$ 2,078,490
Restricted	9,516,342	-	-	9,516,342
Accounts receivable	8,776	-		8,776
Due from other funds	729,203	-	(729,203)	-
State & Federal aid receivable	2,137,288	-	-	2,137,288
Due from other governments	137,000	-	-	137,000
Inventories	14,807		-	14,807
Capital assets (net)	-	34,352,338	-	34,352,338
Total Assets	$ 14,621,906	$ 34,352,338	$ (729,203)	$ 48,245,041
Deferred Outflows of Resources				
Pensions	$ -	$ 5,818,436	$ -	$ 5,818,436
Other postemployment benefits	-	7,904,589	-	7,904,589
Total Deferred Outflows of Resources	$ -	$ 13,723,025	$ -	$ 13,723,025
Liabilities				
Accounts payable	$ 154,261	$ -	$ -	$ 154,261
Accrued liabilities	834,363	61,313	-	895,676
Compensated absences payable	-	89,404	-	89,404
Bonds payable - net	-	10,318,260	-	10,318,260
Due to other funds	729,203	-	(729,203)	-
Due to other governments	6,296	-	-	6,296
Due to teachers' retirement system	974,438	-	-	974,438
Due to employees' retirement system	88,822	-	-	88,822
Lease liability	-	80,527	-	80,527
Other postemployment benefits liability	-	83,223,310	-	83,223,310
Net pension liability - proportionate share	-	1,820,097	-	1,820,097
Total Liabilities	$ 2,787,383	$ 95,592,911	$ (729,203)	$ 97,651,091
Deferred Inflows of Resources				
Pensions	$ -	$ 1,058,555	$ -	$ 1,058,555
Other postemployment benefits	-	17,527,409	-	17,527,409
Total Deferred Inflows of Resources	$ -	$ 18,585,964	$ -	$ 18,585,964
Fund Balance/Net Position				
Total Fund Balance/Net Position	11,834,523	(66,103,512)	-	(54,268,989)
Total Liabilities, Deferred Inflows of Resources and Fund Balance/Net Position	$ 14,621,906	$ 48,075,363	$ (729,203)	$ 61,968,066

See notes to financial statements.

Pulaski Academy and Central School District
Statement of Revenues, Expenditures
and Changes in Fund Balances - Governmental Funds
For the Year Ended June 30, 2024

	General	Special Aid	School Food Service	Capital	Debt Service	Miscellaneous Special Revenue	Total Governmental Funds
Revenues							
Real property taxes	$ 6,550,243	$ -	$ -	$ -	$ -	$ -	$ 6,550,243
Other tax items	1,172,512	-	-	-	-	-	1,172,512
Charges for services	436,553	-	-	-	-	-	436,553
Use of money and property	627,135	-	7,262	-	70,925	21,952	727,274
Sale of property and compensation for loss	50,008	-	-	-	-	-	50,008
State sources	20,349,800	397,407	159,035	-	-	-	20,906,242
Sales	-	-	70,014	-	-	-	70,014
Miscellaneous	422,583	-	130	-	-	447,619	870,332
Federal sources	-	1,931,017	528,261	-	-	-	2,459,278
Medicaid reimbursement	39,649	-	-	-	-	-	39,649
Surplus food	-	-	42,135	-	-	-	42,135
Total Revenues	29,648,483	2,328,424	806,837	-	70,925	469,571	33,324,240
Expenditures							
General support	3,744,185	13,834	268,731	-	-	232,450	4,259,200
Instruction	12,974,097	1,920,460	-	-	-	-	14,894,557
Pupil transportation	1,475,116	-	-	-	-	-	1,475,116
Community services	1,859	-	-	-	-	-	1,859
Employee benefits	7,054,121	430,301	110,330	-	-	-	7,594,752
Debt service							
Principal	2,365,000	-	-	-	-	-	2,365,000
Interest	320,288	-	-	-	-	-	320,288
Cost of sales	-	-	349,733	-			349,733
Capital outlay	-	-	-	274,584	-	-	274,584
Total Expenditures	27,934,666	2,364,595	728,794	274,584	-	232,450	31,535,089
Excess (deficiency) of Revenues Over Expenditures	1,713,817	(36,171)	78,043	(274,584)	70,925	237,121	1,789,151
Other Financing Sources and Uses							
Operating transfers in	147,000	36,171	-	242,032	-	-	425,203
Operating transfers out	(278,203)	-	-	-	(147,000)	-	(425,203)
Total Other Sources (Uses)	(131,203)	36,171	-	242,032	(147,000)	-	-
Excess of Revenues and Other Sources Over Expenditures and Other Uses	1,582,614	-	78,043	(32,552)	(76,075)	237,121	1,789,151
Fund balance - Beginning of year	8,471,672	-	170,698	-	1,070,100	332,902	10,045,372
Fund balance - End of year	$ 10,054,286	$ -	$ 248,741	$ (32,552)	$ 994,025	$ 570,023	$ 11,834,523

See notes to financial statements.

Pulaski Academy and Central School District
Reconciliation of Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities
For the Year Ended June 30, 2024

Statement #4A

Amounts reported for governmental activities in the Statement of Activities are different because:

Net Change in Fund Balances - Total Governmental Funds		$ 1,789,151
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, assets with an initial, individual cost of more than $5,000 are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation or amortization expense. This is the amount by which capital outlays exceeded depreciation and amortization the current period, net of related losses on disposal of capital assets.		
Capital outlays	$ 1,471,631	
Depreciation expense	(1,257,588)	
Amortization expense	(590,069)	(376,026)
Long-term assets and liabilities are not due and payable in the current period and therefore are not reported in the governmental funds. Also, governmental funds report the effect of premiums and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.		
Repayment of serial bonds and lease liability	2,407,976	
Proceeds from lease liability	(30,196)	
Premium and premium amortization	96,244	
Change in compensated absences	(16,552)	
Change in OPEB	(2,240,065)	
Change in TRS and ERS asset/liability	868,844	1,086,251
Interest on debt in the Statement of Activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the fund when it is due and payable and thus requires current financial resources. In the Statement of Activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.		8,547
Differences between expected and actual experiences, assumption changes and net differences between projected and actual earnings and contributions subsequent to the measurement date for pensions and OPEB are not recognized as deferred outflows of resources and deferred inflows of resources in the Statement of Net Position.		
Change in deferred outflows and inflows - OPEB	(332,798)	
Change in deferred outflows and inflows - TRS - proportionate share	(962,907)	
Change in deferred outflows and inflows - ERS - proportionate share	(737,927)	(2,033,632)
Change in net position of governmental activities		$ 474,291

See notes to financial statements.

Pulaski Academy and Central School District
Statement of Fiduciary Net Position
For the Year Ended June 30, 2024

		Other Employee Benefit Trust Fund
Assets		
Cash and cash equivalents	$	335,833
Liabilities		
Accrued benefits payable		6,176
Net Position		
Restricted for employee and retiree health benefits	$	329,657

Statement of Changes in Fiduciary Net Position
For the Year Ended June 30, 2024

		Other Employee Benefit Trust Fund
Additions		
Contributions		
Employer		236,772
Members		35,733
Total contributions		272,505
Interest income		16,754
Total additions		289,259
Deductions		
Benefits		264,682
Administrative		18,518
Total deductions		283,200
Net increase in fiduciary net position		6,059
Net Position - Beginning of year		323,598
Net Position - End of Year	$	329,657

1 – Summary of accounting policies:

The financial statements of Pulaski Academy and Central School District (the "District") have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. Those principles are prescribed by the Government Accounting Standards Board (GASB), which is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Significant accounting principles and policies used by the District are described below:

A) Reporting entity:

The District is governed by the laws of New York State. The District is an independent entity governed by an elected Board of Education 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, GASB 61, The Financial Reporting Entity: Omnibus an Amendment of GASB No. 14 and No. 39, GASB Statement 80 – Blending Requirements for Certain Component units an amendment of GASB Statement No. 14, GASB No. 84 Fiduciary Activities and GASB No. 97 Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – An Amendment of GASB Statements No. 14 and No. 84, and a Supersession of GASB Statement No. 32.* 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 accompanying financial statements present the activities of the District and other organizational entities determined to be included in the District's financial reporting entity. 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 description 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 (cash basis) of the Extraclassroom Activity Funds can be found at the District's business office. The district accounts for these assets in miscellaneous special revenue fund.

ii) Pulaski Academy and Central School Group Benefits Trust

The Group Benefits Trust provides dental benefits to employees and retirees of the District. The Board of Education exercises general oversight of the trust. The trust is organized as a separate entity from the District. The District accounts for the trust activities in a fiduciary fund.

B) Joint venture:

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

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

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

During the year, the District was billed $5,708,831 for BOCES administrative and program costs.

The District's share of BOCES aid amounted to $1,823,278.

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

C) Basis of presentation:

i) District-wide statements:

The Statement of Net Position and the Statement of Activities present financial information about the District's governmental activities. These statements include the financial activities of the overall government in its entirety, except those that are fiduciary. Eliminations have been made to minimize the double counting of internal transactions. Governmental activities generally are financed through taxes, State aid, intergovernmental 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 direct 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. Program revenues include charges paid by the recipients of goods or services offered by the programs, and grant 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.

ii) Funds 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.

The District reports the following major governmental funds:

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

Special Revenue Funds: These funds account for the proceeds of specific revenue sources such as Federal and State grants, that are legally restricted to expenditures for specified purposes, child nutrition and school store operations or other activities whose funds are restricted as to use. These legal restrictions may be imposed either by governments that provide the funds, or by outside parties. The Special Revenue Funds classified as major are:

Special Aid Fund: Used to account for special operating projects or programs supported in whole, or in part, with Federal funds or State or Local grants.

School Food Service: Use to account for transactions of the lunch and breakfast programs.

Miscellaneous Special Revenue Fund – This fund is used to account for transactions of activities for which the District has administrative control, but the activities are not part of the District's operations. Included in this fund are the extraclassroom activity funds and scholarship funds.

Capital Projects Fund: These funds are used to account for the financial resources used for acquisition, construction, or major repair of capital facilities. For these funds, each capital project is assessed to determine whether it is a major or non-major fund. Those capital projects that are determined to be major are reported in separate columns in the financial statements. Those that are determined to be non-major are reported in the supplemental schedules either separately or in the aggregate.

Debt Service Fund: This fund accounts for the accumulation of resources and the payment of principal and interest on long-term general obligation debt of governmental activities. When a capital asset is sold and all or a portion of the bonds used to finance the capital asset are outstanding, this fund must be used to account for the proceeds from the sale of capital assets up to the balance of related bonds outstanding.

The District reports the following fiduciary funds:

Fiduciary Funds: 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.

The District's fiduciary fund is as follows:

Other Employee Benefit Trust Fund: Pulaski Academy and Central School Group Benefits Trust provides dental benefits to enrolled individuals.

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. Non-exchange transactions, in which the District gives or receives value without directly receiving or giving equal value in exchange, include property taxes, state aid, 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 state aid is recognized in the fiscal year it is appropriated by the state. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The governmental fund statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if the revenues are collected within 60 days after the fiscal year as it matches the liquidation of related obligations.

Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgements, compensated absences, pensions, and other post-employment benefits 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, and become a lien on September 1. Taxes are collected during the period September 1 to November 1.

Uncollected real property taxes are subsequently enforced by the Counties 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.

G) Inter-fund transactions:

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

In the district-wide statements, the amounts reported on the Statement of Net Position for inter-fund receivables and payables represent amounts due between different fund types. Eliminations have been made for all inter-fund receivables and payables between the funds.

The governmental funds report all inter-fund transactions as originally recorded. Inter-fund 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.

Refer to Note 9 for a detailed disclosure by individual fund for inter-fund receivables, payables, expenditures, and revenues activity.

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 Investments:

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.

J) Accounts Receivable:

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) Inventories and prepaid items:

Inventories of food in the School Food Service Fund are recorded at cost on a first-in, first-out basis, or in the case of surplus food, at stated value that approximates market. Purchases of inventory 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 receipt and/or purchase and an expense/expenditure is reported in the year the goods or services are consumed.

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

L) Other assets/restricted assets:

Certain proceeds from serial bonds and bond anticipation notes, as well as resources set aside for their repayments are classified as restricted assets in the district-wide financial statements and their use is limited by applicable bond covenants.

In the district-wide financial statements, bond discounts and premiums, and any prepaid bond insurance costs are deferred and amortized over the life of the debt issue. Bond issuance costs are recognized as an expense in the period incurred.

M) Capital assets:

Capital assets are reported at actual cost for acquisitions subsequent to June 30, 2002. For assets acquired prior to July 1, 2002, estimated historical costs, based on appraisals conducted by independent third-party professionals were used. Donated assets are reported at estimated fair market value at the time received.

Land and construction in process are not depreciated. Capitalization thresholds (the dollar value above which asset acquisitions are added to the capital asset accounts), depreciation methods, and estimated useful lives of capital assets reported in the District-wide statements are as follows:

	Capitalization Threshold	Depreciation Method	Estimated Useful Life
Buildings and improvements	$ 50,000	Straight line	20-50 years
Vehicles, furniture and equipment	$ 5,000	Straight line	5-20 years

The School District does not possess any infrastructure.

N) Intangible lease and subscription assets:

Intangible lease and subscription assets are reported at the present value of remaining future lease payments to be made during the lease term. The discount rate utilized is either the interest rate implicit within the lease or subscription agreement, or if not readily determinable, the District's estimated incremental borrowing rate. The intangible lease and subscription assets are amortized over the shorter of the lease term or the useful life of the underlying asset.

Capitalization thresholds (the dollar value above which intangible lease and subscription asset acquisitions are added to the intangible lease and subscription asset accounts), amortization methods, and estimated useful lives of intangible lease and subscription assets reported in the District-Wide Financial Statements follow the same thresholds as noted for capital assets.

O) 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 (expense/expenditure) until then. The District has three items that qualify for reporting in this category. The first 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 second item is the District contributions to the pension systems (TRS and ERS Systems) and OPEB subsequent to the measurement date. The third 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 or balance sheet 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 or fund balance that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The District has two items that qualify for reporting in this category. The first 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 second 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.

P) Pension Obligations

New York State and Local Employees' Retirement System (ERS) and the New York State Teachers' Retirement System (TRS) (the Systems).

Plan Descriptions and Benefits Provided

Teachers' Retirement System (TRS)

The District participates in the New York State Teachers' Retirement System (TRS). This is a cost-sharing multiple-employer retirement system. The System provides retirement benefits, as well as, death and disability benefits to plan members and beneficiaries as authorized by the Education Law and the Retirement and Social Security Law of the State of New York. The System is governed by a 10-member Board of Trustees. System benefits are established under New York State Law. 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 Statute. The New York State TRS issued a publicly available financial report that contains financial statements and required supplementary information for the System. The report and additional information may be obtained by writing to the New York State Teachers' Retirement System, 10 Corporate Woods Drive, Albany, NY 12211-2395 or by referring to the NYSTRS Comprehensive Annual Financial report which can be found on the System's website at www.nystrs.org.

Employees' Retirement System (ERS)

The District participates in the New York State and Local Employees' Retirement System (ERS). This is a cost-sharing multiple-employer retirement system. The System 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. System benefits are established under the provisions of the New York State Retirement and Social Security Law (NYSRSSL). 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. That report, including information with regard to benefits provided, may be found at www.osc.state.ny.us/retire/publications/index.php or obtained by writing to the New York State and Local Retirement System, 110 State Street, Albany, NY 12244.

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 ERS, the Comptroller annually certifies the actuarially determined rates expressly used in computing the employers' contributions based on salaries paid during the Systems' fiscal year ending March 31. For TRS, contribution rates are established annually by the New York State Teachers' Retirement Board pursuant to Article 11 of the Education Law.

Contributions for the current year and two preceding years were equal to 100 percent of the contributions required, and were as follows:

	ERS	TRS
2023-2024	$ 330,909	$ 856,960
2022-2023	$ 246,051	$ 878,916
2021-2022	$ 316,929	$ 825,154

The District contributions made to the Systems were equal to 100 percent of the contributions required for each year. ERS has provided additional disclosures through entities that elected to participate in Chapter 260, 57, and 105.

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

At June 30, 2024, 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) 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 ERS and TRS Systems in reports provided to the District.

	ERS	TRS
Actuarial valuation date	April 1, 2023	June 30, 2022
Net pension asset/(liability)	$ (1,291,093)	$ (529,004)
District's portion of the Plan's total net pension asset/(liability)	0.008769%	0.046258%

For the year ended June 30, 2024, the District recognized its proportionate share of pension expense of $556,373 for ERS and the actuarial value $879,129 for TRS. At June 30, 2024 the

District's reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources		Deferred Inflows of Resources	
	ERS	TRS	ERS	TRS
Difference between expected and actual experience	$ 415,860	$ 1,282,695	$ 35,205	$ 3,170
Changes of assumptions	488,133	1,138,931	-	248,224
Net difference between projected and actual earnings on pension plan investments	-	270,417	630,692	-
Changes in proportion and differences between the District's contributions and proportionate share of contributions	87,047	99,903	50,882	90,382
District's contributions subsequent to the measurement date	88,822	1,946,628	-	-
Total	$ 1,079,862	$ 4,738,574	$ 716,779	$ 341,776

District's contributions subsequent to the measurement date will be recognized as a reduction of the net pension asset/(liability) in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources, and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	NYSERS	NYSTRS
Year ended:		
2025	(216,055)	240,618
2026	246,608	(276,376)
2027	378,528	2,116,743
2028	(134,820)	156,588
2029	-	85,243
Thereafter	-	127,353

Actuarial Assumptions

The total pension asset/(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 asset/(liability) to the measurement date. The actuarial valuation 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	5.90%	6.95%
Salary scale	4.40%	1.95% - 5.18%
Decrement tables	April 1, 2015- March 31, 2020 System's Experience	July 1, 2015- June 30, 2020 Systems Experience
Inflation rate	2.90%	2.40%
Projected cost of living adjustments	1.50%	1.30%

For ERS, annuitant mortality rates are based on April 1, 2015 – March 31, 2020 System's experience with adjustments for mortality improvements based on MP-2021. For TRS, annuitant mortality rates are based on July 1, 2015- June 30, 2020 System's experience with adjustments for mortality improvements based on Society of Actuaries Scale MP-2021.

For ERS, the actuarial assumptions used in the April 1, 2023 valuation are based on the results of an actuarial experience study for the period April 1, 2015- March 31, 2020. For TRS, the actuarial assumptions used in the June 30, 2022 valuation are based on the results of an actuarial experience study for the period July 1, 2015- June 30, 2020.

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.

The long term expected rate of return on pension plan investments was determined using a building block method in which best estimate ranges of expected future real rates of return (expected 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 the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation are summarized below:

ERS	Target Allocation	Long-term expected Real rate of return*
Asset class:		
Domestic equities	32%	4.00%
International equities	15%	6.65%
Private equities	10%	7.25%
Real estate equities	9%	4.60%
Opportunistic/ ARS portfolio	3%	5.25%
Real assets	3%	5.79%
Fixed income	23%	1.50%
Cash	1%	0.25%
Credit	4%	5.40%
Total	100%	

*Real rates of return are net of the long-term inflation assumption of 2.9%.

TRS	Target Allocation	Long-term expected Real rate of return*
Asset class:		
Domestic equities	33%	6.8%
International equities	15%	7.6%
Global equities	4%	7.2%
Real estate equities	11%	6.3%
Private equities	9%	10.1%
Domestic fixed income securities	16%	2.2%
Global bonds	2%	1.6%
Private debt	2%	6.0%
Real estate debt	6%	3.2%
High-yield bonds	1%	4.4%
Cash equivalents	1%	0.3%
Total	100.0%	

*Real rates of return are net pension plan investment expenses and long-term inflation expectations.

(1) Excludes equity- oriented and long – only funds. For investment management purposes, these funds are included in domestic equities and international equities, respectively.

Discount Rate

The discount rate used to calculate the total pension asset/(liability) was 5.9% for ERS and 6.95% for TRS. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined.

Based upon the assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension asset/(liability).

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

The following presents the District's proportionate share of the net pension asset/(liability) as of June 30, 2024 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)	$ (4,059,328)	$ (1,291,093)	$ 1,020,958

TRS	1% Decrease (5.95%)	Current Assumption (6.95%)	1% Increase (7.95%)
Employer's proportionate share of the net pension asset/(liability)	$ (8,057,006)	$ (529,004)	$ 5,802,370

Changes of Assumptions

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 Pension Expense

Collective 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 for the year ended June 30, 2024 is $578,140 for ERS and $1,546,381 for TRS.

Payables to the Pension Plan

For ERS, employer contributions are paid annually based on the System's fiscal year which ends on March 31st. 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 $88,822.

For TRS, employer and employee contributions for the fiscal year ended June 30, 2024 are paid to the System in September, October and November 2024 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 $974,438.

Q) Unearned credits:

The District reports unearned credits on its Statement of Net Position and its Balance Sheet. On the Statement of Net Position, unearned credits arise 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 credits is removed and revenue is recognized.

R) Vested employee benefits:

Compensated absences consist of unpaid accumulated annual vacation time:

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.

Consistent with GASB Statement 16, *Accounting for Compensated Absences*, the liability has been calculated using the vesting/termination method and an accrual for that liability is included in the district-wide financial statements. The compensated absences liability is calculated based on the pay rates in effect at year-end.

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

S) Other benefits:

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

District employees may choose to participate in the District's elective deferred compensation plans established under Internal Revenue Code Sections 403(b) and 457.

In addition to providing pension benefits, the District provides postemployment health insurance coverage and survivor benefits to retired employees and their survivors 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 District recognizes the cost of providing health insurance by recording its share of insurance premiums as an expenditure.

T) Short-term debt:

The District may issue Revenue Anticipation Notes (RAN) and Tax Anticipation Notes (TAN), in anticipation of the receipt of revenues. These notes are recorded as a liability of the fund that will actually receive the proceeds from the issuance of the notes. The RANs and TANs represent a liability that will be extinguished by the use of expendable, available resources of the fund.

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

The District 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 BANs issued for capital purposes be converted to long-term financing within five years after the original issue date.

U) 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 fund financial statements only to the extent that they are due for payments 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.

V) Equity classifications:

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

Net investment in capital assets – consists of net capital assets (cost less accumulated depreciation) reduced by outstanding balances of related debt obligations from the acquisition, constructions or improvements of those assets.

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

Unrestricted net position – reports the balance of net position that does not meet the definition of the above two classification and is deemed to be available for general use by the District.

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

Nonspendable – 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 recorded in the School Food Service Fund of $14,807.

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

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

Employee Benefit Accrued Liability Reserve Fund
According to General Municipal Law §6-p, expenditures made from the employee benefit accrued liability reserve fund must be used for the payment of accrued employee benefit due 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. This reserve is accounted for in the General Fund.

Retirement Contributions Reserve Fund

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. This reserve is established by Board resolution and is funded by budgetary appropriation and such other reserves and funds that may be legally appropriated. 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. This reserve is accounted for in the General Fund. 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 payments into the sub-fund 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.

Capital Reserve Fund

According to Education Law §3651, expenditures made from the capital reserve fund 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. Expenditure may be made from the reserve only for a specific purpose further authorized by the voters. The form for the 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. This reserve is accounted for in the General Fund.

Restricted fund balance includes the following:

General Fund:	
Employee Benefit Accrued Liability	$ 76,654
Retirement Contributions - NYSERS	4,616,705
Retirement Contributions - NYSTRS	691,958
Workers' Compensation	640,427
Capital Reserve	1,926,550
Debt Service Fund	994,025
Miscellaneous special revenue	570,023
Total restricted funds	$ 9,516,342

Committed – Includes amounts that can only be used for the specific purposes pursuant to constraints imposed by formal action of the District's highest level of decision-making authority, i.e., the Board of Education. The District has no committed fund balances as of June 30, 2024.

Assigned – Includes amounts that are constrained by the District's intent to be used for specific purposes but are neither restricted nor committed. The purpose of the constraint must be narrower than the purpose of the General Fund, and in funds other than the General Fund. Assigned fund balance represents the residual amount of fund balance. Assigned fund balance also includes an amount appropriated to partially fund the subsequent year's budget, as well as encumbrances not classified as restricted at the end of the fiscal year. All encumbrances of the General Fund are classified as Assigned Fund Balance in the General Fund. Encumbrances reported in the General Fund amounted to $273,605. Appropriated fund balance in the General Fund amounted to $579,000. Any remaining fund balance in other funds is considered assigned. As of June 30, 2024, the District's General Fund encumbrances were classified as follows:

General support	$	161,275
Instruction		112,278
Pupil Transportation		52
Total	$	273,605

Unassigned – Includes all other General Fund amounts that do not meet the definition of the above four classifications and are deemed to be available for general use by the District. 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, excluding the reserve for tax reduction, a school district can retain to no more than 4% of the District's budget for the General Fund for the ensuing fiscal year. Non-spendable and restricted fund balance of the General Fund are excluded from the 4% limitation. Amounts appropriated for the subsequent year, encumbrances and amounts reserve for insurance recoveries are also excluded from the 4% limitation.

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 of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied.

Order or Use of Fund Balance:

The District's policy is to apply expenditures against non-spendable fund balance, restricted fund balance, committed fund balance, assigned fund balance, and unassigned fund balance at the end of the fiscal year. For all funds, non-spendable 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, committed fund balance is determined next and then assigned. The remaining amounts are reported as unassigned. Assignments of fund balance cannot cause a negative unassigned fund balance.

W) Implementation of 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 standards 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.

The implementation of the new standards had no impact on the financial statements.

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 vs. net position of governmental activities:

Total fund balances 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 capital assets and long-term liabilities.

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

Differences between the funds' Statement of Revenues, Expenditures and Changes in Fund Balances and the Statement of Activities fall into one of five broad categories. The amounts shown below represent:

i) Long-term revenue and expense 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 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.

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.

3 - Stewardship, compliance and accountability:

Budgets

The District administration prepares a proposed budget for approval by the Board of Education for the following governmental funds for which legal (appropriated) budgets are adopted:

The voters of the District approved the proposed appropriation budget for the General Fund.

Appropriations are adopted at the program line-item level.

Appropriations established by the adoption of the budget constitute a limitation on expenditures (and encumbrances) that may be incurred. Appropriations lapse at the end of the fiscal year unless expended or encumbered. Encumbrances will lapse if not expended in the subsequent year. Appropriations authorized for the current year are increased by the planned use of specific reserves, and budget amendments approved the 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 restrictions, if the Board approves them because of a need that exists which was not determined at the time the budget was adopted. No supplemental appropriations occurred during the year.

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

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

Encumbrances

Encumbrance accounting is used for budget control and monitoring purposes and is reported as 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.

4 – Cash (and cash equivalents) – custodial credit, concentration of credit, interest rate, and foreign currency risks:

Cash

The District's aggregate bank balances (disclosed in the financial statements), included balances not covered by depository insurance at year-end, collateralized as follows:

Uncollateralized	$ -
Collateralized with securities held by the pledging financial institution, or its trust department or agent, but not in the District's name	404,646

Restricted cash and investments 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 $8,034,294 restricted for various fund balance reserves in the general fund, $994,025 restricted for debt reduction in the debt service fund and $570,023 restricted for extraclassroom and scholarships in the miscellaneous special revenue fund.

Deposits

Deposits are valued at cost or cost plus interest and are categorized as either (1) insured, or for which the securities are held by the District's agent in the District's name, (2) collateralized, and for which the securities are held by the pledging financial institution's trust department or agent in the District's name, or (3) uncollateralized. At June 30, 2024 all deposits were fully insured and collateralized by the District's agent in the District's name.

Investment and Deposit Policy

The District follows an investment and deposit policy, the overall objective of which is to adequately safeguard the principal amount of funds invested or deposited; conformance with Federal, state and other legal requirements; and provide sufficient liquidity of invested funds in order to meet obligations as they become due. Oversight of investment activity is the responsibility of the Business Administrator of the District.

Interest Rate Risk

Interest rate risk is the risk that the fair value of investments will be affected by changing interest rates. The District's investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk

The District's policy is to minimize the risk of loss due to failure of an issuer or other counterparty to an investment to fulfill its obligations. The District's investment and deposit policy authorizes the reporting entity to purchase the following types of investments:

- Interest bearing demand accounts.
- Certificates of deposit.
- Obligations of the United States Treasury and United States agencies.
- Obligations of New York State and its localities.

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.

Investment pool:

The District participates in the Cooperative Liquid Assets Securities System – New York (NYCLASS), a multi-municipal cooperative investment pool agreement pursuant to New York State General Municipal Law Article 3-A and 5-G, whereby it holds a portion of the investments in cooperation with other participants. The investments are highly liquid and are considered to be cash equivalents. All NYCLASS investment and collateral policies are in accordance with General Municipal Law, Sections 10 and 11.

Total investments of the cooperative at June 30, 2024 are $11,722,084,338 which consisted of $1,924,275,851 in repurchase agreements, $8,032,431,761 in U.S. Treasury Securities, and $1,765,376,726 in collateralized bank deposits, with various interest rate and due dates.

The above amounts represent the fair value of the investment pool shares. The Lead Participant of NYCLASS is the Village of Potsdam. Additional information concerning NYCLASS, including the annual report, can be found on its website at www.newyorkclass.org.

The amount of $11,497,487 on deposit with NYCLASS is included as cash in the financial statements.

6 – Receivables:

Receivables at year-end for individual major funds are as follows:

	Governmental Activities			
Description	General	Special Aid	School Food Service	Total
Accounts receivable	$ 6,102	$ 1,699	$ 975	$ 8,776
State and Federal aid	1,401,893	686,884	48,511	2,137,288
Due from other governments	137,000	-	-	137,000
	$ 1,544,995	$ 688,583	$ 49,486	$ 2,283,064

District management has deemed the amounts to be fully collectible.

7 – Capital assets:

Capital asset balances and activity were as follows:

	Beginning Balance	Additions	Retirements/ Reclassifications	Ending Balance
Governmental activities				
Capital assets not being depreciated				
Land	$ 190,525	$ -	$ -	$ 190,525
Construction in progress	-	32,552	-	32,552
Total nondepreciable assets	190,525	32,552	-	223,077
Capital assets being depreciated				
Land improvements	605,133	-	-	605,133
Buildings	49,190,019	242,033	-	49,432,052
Vehicles, furniture and equipment	3,195,344	376,503	203,343	3,368,504
Leases - equipment	1,520,058	772,217	671,823	1,620,452
Subscription-based information technology arrangements	-	48,326	-	48,326
Total depreciated assets	54,510,554	1,439,079	875,166	55,074,467
Less accumulated depreciation for				
Land improvements	605,133	-	-	605,133
Buildings	16,641,746	957,205	-	17,598,951
Vehicles, furniture and equipment	1,796,817	300,383	203,343	1,893,857
Leases - equipment	929,020	581,208	671,823	838,405
Subscription-based information technology arrangements	-	8,860	-	8,860
Total accumulated depreciation	19,972,716	1,847,656	875,166	20,945,206
Total depreciated assets, net	34,537,838	(408,577)	-	34,129,261
Capital assets, net	$ 34,728,363	$ (376,025)	$ -	$ 34,352,338

Depreciation for the year ended June 30, 2024:

General support	$ 126,489
Instruction	1,409,341
Pupil transportation	311,826
	$ 1,847,656

8 – Long-term obligations:

In the fund financial statements, governmental funds recognize bond premiums and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Further, the unmatured principal of general long-term debt does not require current appropriation and expenditure of governmental fund financial resources.

Serial Bonds

The School District borrows money in order to acquire land or equipment, construct buildings, or make improvements. This enables the cost of these capital assets to be borne by the present and future taxpayers receiving the benefit of the capital assets. These long-term liabilities are full faith and credit debt of the local government. The provisions will be in the General Fund's future budgets for capital indebtedness. Noncurrent liability balances and activity for the year are as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within 1 Year
Long-Term Liabilities:					
Serial bonds payable	$ 12,085,000	$ -	$ 2,365,000	$ 9,720,000	$ 2,435,000
Premium on bonds	694,504	-	96,244	598,260	96,243
Total long-term liabilities	12,779,504	-	2,461,244	10,318,260	2,531,243
Other long-term liabilities					
Lease liability	93,307	30,196	42,976	80,527	36,864
Compensated absences payable	72,852	16,552	-	89,404	-
Other postemployment benefit obligation	80,983,245	2,240,065	-	83,223,310	-
Net pension liability - proportionate share	2,688,941	-	868,844	1,820,097	-
Total other long-term liabilities	83,838,345	2,286,813	911,820	85,213,338	36,864
	$ 96,617,849	$ 2,286,813	$ 3,373,064	$ 95,531,598	$ 2,568,107

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

Bonds payable is comprised of the following:

Description	Issue Date	Final Maturity	Interest Rate	Balance
Serial bonds - 2016	3/3/2016	6/15/2027	1.0 - 5.0%	$ 2,500,000
Serial bonds - 2016I	6/15/2016	7/15/2032	2.0 - 2.25%	5,510,000
Serial bonds - 2013	9/25/2013	6/15/2028	2.5 - 4.0%	535,000
Serial bonds - 2017F	11/9/2017	6/15/2029	2.0 - 5.0%	1,175,000
				$ 9,720,000

The following is a summary of debt service requirements for bonds payable:

Fiscal Year Ending June 30	Principal	Interest	Premium
2025	2,435,000	248,525	96,243
2026	1,745,000	173,725	96,243
2027	1,790,000	129,350	96,243
2028	970,000	87,544	94,189
2029	845,000	60,806	93,508
2030-2032	1,935,000	62,963	121,834
	$ 9,720,000	$ 762,913	$ 598,260

Interest on long-term debt for the year was comprised of:

Interest paid	$ 320,288
Less: Interest accrued in the prior year	(69,860)
Plus: Interest accrued in the current year	61,313
Less: Net amortization of bond premium/bond cost	(96,244)
Total interest on long-term debt	$ 215,497

9 – Interfund transactions – Governmental Funds:

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

Interfund transactions and balances are as follows:

	Receivable	Payable	Transfers In	Transfers Out
General	$ 729,203	$ -	$ 147,000	$ 278,203
Capital	-	32,552	242,032	-
Debt service	-	-	-	147,000
Special aid	-	696,651	36,171	-
Total Governmental Funds	$ 729,203	$ 729,203	$ 425,203	$ 425,203

During 2023-2024, the General Fund transferred $36,171 to the Special Aid Fund for the District's share of the special education summer school program its students attended.

10 – Post-employment benefits obligation payable:

Plan description

The District administers a defined benefit OPEB plan that provides OPEB for all permanent full-time general employees of the District. The plan is a single-employer defined benefit OPEB plan (the Plan) administered by Article 11 of the State Compiled Statutes which grants the authority to establish and amend the benefit terms and financing requirements to the District's Board, subject to applicable collective bargaining and employment agreements, and Board of Education policy. The Plan does not issue a separate financial report since there are no assets legally segregated for the sole purpose of paying benefits under the Plan. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Funding Policy

The obligations of the Plan members and employers are established by action of the District pursuant to applicable collective bargaining and other employment agreements. Employees contribute varying percentages of the premiums, depending on when retired and their applicable agreement. Employees are required to reach age 55 and have 3 to 15 years of service to qualify for other post-employment benefits. The District currently funds the Plan to satisfy current obligations on a pay-as-you-go basis. During the year ended June 30, 2024 approximately $2,263,865 was paid on behalf of 160 retirees.

Benefits Provided

The District provides for continuation of medical and /or Medicare part B benefits for certain retirees and their spouses. The benefit terms are dependent on which contract each employee falls under, retirees and their spouses receive benefits for the lifetime of the retired employee. The specifics of each contract are on file at the District offices and are available upon request.

Employees Covered by Benefit Terms – At June 30, 2024, the following employees were covered by the benefit terms:

Inactive plan members or beneficiaries currently receiving benefit payments	156
Inactive plan members entitled to but not yet receiving benefit payments	-
Active plan members	177
Total plan members	333

Net OPEB Liability

The District's total OPEB liability of $83,223,310 was measured as of June 30, 2024 and was determined by an actuarial valuation as of June 30, 2022.

Actuarial Assumptions and Other Inputs

The total OPEB liability at June 30, 2024 was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.70%
Salary Increases	Based on New York State TRS assumptions first used in the June 30, 2021 valuation and or ERS assumptions effective on April 1, 2020. Sample rates are as shown below:

Service	TRS	ERS
0	12.3%	8.8%
5	5.2%	5.0%
10	4.3%	4.2%
15	3.6%	3.6%
20	2.9%	3.3%
25	2.5%	3.3%
30	2.2%	3.3%

Discount Rate	4.21% High Grade Index
Healthcare Cost Trend Rates	
Medical	6.75% for 2023 decrease to an ultimate rate of 4.14% by 2076
Dental	3.5% for 2023 decrease to an ultimate rate of 3.0% by 2076
Part B Reimbursement	3.06% for 2023 increasing to an ultimate rate of 4.14% by 2076

Mortality rates were based on the Pub-2010 Teachers and General Employees Headcount-Weighted table, as appropriate, with adjustments for mortality improvements based on MP-2021.

Retirement participation rate assumed that all eligible employees will elect health coverage with the District at retirement. For current retirees, actual spousal coverage is used. For future retirees, 50% of employees are assumed to elect spousal coverage at retirement.

Termination rates are based on tables used by the New York State Teachers' Retirement System and the New York State and Local Retirement System for female employees. Rates are tiered based on the percentage of employees who will terminate employment at any given age each year, for reasons other than death or retirement.

The discount rate was based on the S & P Municipal Bond 20 -year.

Changes in the Total OPEB Liability

Changes in the District's net OPEB liability were as follows:

	Total OPEB Liability
Balance at June 30, 2023	$ 80,983,245
Changes for the year:	
Service cost	2,418,710
Interest	3,386,199
Changes of benefit terms	-
Difference between expected and actual experience	324,199
Changes of assumptions or other inputs	(1,036,879)
Benefit payments	(2,852,164)
Net Changes	2,240,065
Balance at June 30, 2024	$ 83,223,310

Changes of benefit terms reflect changes in assumptions and other inputs including a change in the discount rate from 4.13% in 2023 to a 4.21% in 2024.

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

The following presents the District's 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 (3.21%) or 1 percentage point higher (5.21%) than the current discount rate:

	1% Decrease (3.21%)	Discount Rate (4.21%)	1% Increase (5.21%)
Total OPEB Liability	$ 97,648,550	$ 83,223,310	$ 71,698,529

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 Cost Trend Rate	1% Increase
Total OPEB Liability	$ 69,373,507	$ 83,223,310	$ 101,167,685

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

For the year ended June 30, 2024, the District recognized OPEB expense of $2,572,863. At June 30, 2024, 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	$ 935,541	$ (29,117)
Changes of assumptions	6,969,048	(17,498,292)
Total	$ 7,904,589	$(17,527,409)

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

For the year ended:	
2025	$ (375,403)
2026	(3,476,811)
2027	(2,892,044)
2028	(2,892,049)
2029	115,295
Thereafter	(101,808)

11 – Unrestricted Fund Balance:

Unrestricted fund balance in the general fund consists of the following at June 30, 2024:

Designated for subsequent year's expenditures	$ 579,000
Reserve for encumbrances	273,605
Unreserved	1,249,387
Total unrestricted fund balance general fund	$ 2,101,992

12 – Risk management:

General

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

Consortiums and self-insured plans
The District participates in consortiums and self-insured plans, a risk-sharing pool, to insure Workers' Compensation claims. This is a public entity risk pool created under Article 5 of the Workers' Compensation Law, to finance liability and risks related to Workers' Compensation claims.

13 – Commitments and contingencies:

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.

14 – Tax abatements:

The County of Oswego enters into various property tax abatement programs for the purpose of economic development. The District property tax revenue was reduced $216,881. The District received payment in lieu of tax (PILOT) payments totaling $343,622.

15 – Subsequent Events:

The District has evaluated events and transactions that occurred through September 26, 2024, the date on which the financial statements were available to be issued.

Pulaski Academy and Central School District
Required Supplementary Information
Schedule of Funding Progress
Other Post-Employment Benefits Plan - Last 7 Fiscal Years
For the Year Ended June 30, 2024

Measurement date	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
Total OPEB Liability							
Service cost	$ 2,418,710	$ 2,519,181	$ 3,701,718	$ 3,376,823	$ 2,173,335	$ 1,563,512	$ 1,633,979
Interest	3,386,199	2,780,113	2,097,697	2,309,361	2,786,541	2,659,538	2,459,157
Changes in benefit terms	-	(765,056)	-	(575,259)	-	(1,294,220)	-
Differences between expected and actual experience in the measurement of the total OPEB liability	324,199	43,840	233,721	1,331,560	293,616	(116,477)	-
Changes of assumptions or other inputs	(1,036,879)	1,475,927	(21,285,120)	(12,046,788)	20,900,927	9,725,318	(3,479,488)
Benefit payments	(2,852,164)	(2,152,948)	(2,147,925)	(2,054,278)	(2,437,032)	(2,521,330)	(1,796,461)
Net change in total OPEB liability	2,240,065	3,901,057	(17,399,909)	(7,658,581)	23,717,387	10,016,335	(1,182,813)
Total OPEB liability - beginning	80,983,245	77,082,188	94,482,097	102,140,678	78,423,291	68,406,956	69,589,769
Totap OPEB liability - ending	$ 83,223,310	$ 80,983,245	$ 77,082,188	$ 94,482,097	$ 102,140,678	$ 78,423,291	$ 68,406,956
Covered payroll	$ 9,621,164	$ 9,266,010	$ 9,163,838	$ 9,291,070	$ 8,362,943	$ 7,271,632	$ 9,186,327
Total OPEB liability as a percentage of covered payroll	865.00%	874.00%	841.20%	1016.90%	1221.30%	1078.50%	744.66%

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 will not be available upon implementation. 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 supplementary schedules included in independent auditors' report.

Pulaski Academy and 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)	Final Budget Variance With Budgetary Actual
Revenues				
Local Sources				
Real property taxes	$ 7,353,156	$ 7,353,156	$ 6,550,243	$ (802,913)
Other tax items	366,824	366,824	1,172,512	805,688
Charges for services	379,744	379,744	436,553	56,809
Use of money and property	158,625	158,625	627,135	468,510
Sale of property and compensation for loss	10,000	10,000	50,008	40,008
Miscellaneous	185,000	185,000	422,583	237,583
Total Local Sources	8,453,349	8,453,349	9,259,034	805,685
State Sources	20,549,651	20,549,651	20,349,800	(199,851)
Medicaid Reimbursement	55,000	55,000	39,649	(15,351)
Total Revenues	29,058,000	29,058,000	29,648,483	590,483
Other Financing Sources				
Operating transfers in	147,000	147,000	147,000	-
Total Revenues and Other Financing Sources	$ 29,205,000	$ 29,205,000	$ 29,795,483	$ 590,483
Appropriated Fund Balance				
Prior years' surplus	$ 735,000	$ 735,000		
Prior years' encumbrances	-	31,429		
Appropriated reserves	555,000	555,000		
Total Appropriated Fund Balance	1,290,000	1,321,429		
Total Revenues, Other Financing Sources and Appropriated Fund Balance	$ 30,495,000	$ 30,526,429		

Note to Required Supplementary Information

Budget Basis of Accounting

Budgets are adopted on the modified basis of accounting consistent with accounting principles generally accepted in the United States of America.

See paragraph on supplementary schedules included in independent auditors' report.

Pulaski Academy and 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 And Encumbrances
Expenditures					
General Support					
Board of education	$ 35,277	$ 32,574	$ 30,251	$ -	$ 2,323
Central administration	231,505	246,112	233,270	4,657	8,185
Finance	328,145	352,169	332,053	15,000	5,116
Staff	107,247	125,532	118,995	-	6,537
Central services	2,173,853	2,602,255	2,386,995	141,618	73,642
Special items	671,204	654,985	642,621	-	12,364
Total General Support	3,547,231	4,013,627	3,744,185	161,275	108,167
Instruction					
Instruction, administration and improvement	926,487	819,146	745,962	8,495	64,689
Teaching - regular school	5,998,992	5,540,600	5,135,101	91,286	314,213
Programs for children with handicapping conditions	4,283,849	3,886,276	3,192,203	-	694,073
Occupational education	927,810	927,810	927,810	-	-
Teaching - special school	222,631	147,631	139,038	-	8,593
Instructional media	854,042	2,152,639	2,050,365	1,800	100,474
Pupil services	1,046,285	924,792	783,618	10,697	130,477
Total Instruction	14,260,096	14,398,894	12,974,097	112,278	1,312,519
Pupil Transportation	1,613,727	1,599,694	1,475,116	52	124,526
Community services	14,780	14,780	1,859	-	12,921
Employee benefits	8,108,878	7,407,114	7,054,121	-	352,993
Debt Service	2,750,288	2,750,288	2,685,288	-	65,000
Total Expenditures	30,295,000	30,184,397	27,934,666	273,605	1,976,126
Other Financing Uses					
Transfers to other funds	200,000	342,032	278,203	-	63,829
Total Expenditures and Other Financing Uses	30,495,000	30,526,429	28,212,869	$ 273,605	$ 2,039,955
Net change in fund balance			1,582,614		
Fund balance - beginning			8,471,672		
Fund balance - ending			$ 10,054,286		

Note to Required Supplementary Information

Budget Basis of Accounting
Budgets are adopted on the modified basis of accounting consistent with accounting principles generally accepted in the United States of America.

Pulaski Academy and Central School District
Required Supplementary Information
Schedules of District Contributions
NYSTRS Pension Plan
Last 10 Fiscal Years
For the Year Ended June 30, 2024

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually Required Contribution	$ 856,960	$ 878,918	$ 825,154	$ 741,738	$ 843,270	$ 769,807	$ 956,953	$ 1,036,649	$ 1,365,240	$ 1,241,665
Contributions in Relation to the Contractually Required Contributions	856,960	878,918	825,154	741,738	843,270	769,807	956,953	1,036,649	1,365,240	1,241,665
Contribution Deficiency (Excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
District's Covered-Employee Payroll	$ 8,792,224	$ 8,567,944	$ 8,546,201	$ 7,785,991	$ 7,926,837	$ 7,450,049	$ 7,774,428	$ 7,801,945	$ 7,788,019	$ 7,629,774
Contributions as a Percentage of Covered-Employee Payroll	10.26%	10.26%	9.66%	9.53%	10.64%	10.33%	12.31%	13.29%	17.53%	16.27%

Schedules of District Contributions
NYSERS Pension Plan
Last 10 Fiscal Years
For the Year Ended June 30, 2024

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually Required Contribution	$ 330,909	$ 246,051	$ 316,929	$ 293,867	$ 240,826	$ 258,825	$ 290,261	$ 291,466	$ 325,479	$ 324,234
Contributions in Relation to the Contractually Required Contributions	330,909	246,051	316,929	293,867	240,826	258,825	290,261	291,466	325,479	324,234
Contribution Deficiency (Excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
District's Covered-Employee Payroll	$ 2,731,296	$ 2,691,062	$ 2,360,404	$ 2,094,525	$ 2,161,773	$ 1,858,754	$ 1,840,394	$ 1,932,514	$ 1,869,621	$ 1,915,475
Contributions as a Percentage of Covered-Employee Payroll	12.12%	9.14%	13.43%	14.03%	11.14%	13.92%	15.77%	15.08%	17.88%	16.93%

10 years of historical information will not be available upon implementation. An additional year of historical informaiton will be added each year subsequent to the year of implementation until 10 years of historical data is available.

See paragraph on supplementary schedules included in independent auditors' report.

Pulaski Academy and Central School District
Required Supplementary Information
Schedules of District's Proportionate Share of the Net Pension Liability
NYSTRS Pension Plan
Last 10 Fiscal Years
For the Year Ended June 30, 2024

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's Proportion of the Net Pension Liability (Asset)	0.046258%	0.047337%	0.045923%	0.046097%	0.044947%	0.045480%	0.048491%	0.050394%	0.051904%	0.015674%
District's Proportionate Share of the Net Pension Liability (Asset)	$ 529,004	$ 908,354	$ (7,958,005)	$ 1,273,791	$ (1,167,722)	$ (822,391)	$ (368,578)	$ 539,742	$(5,391,126)	$ (5,756,146)
District's Covered-Employee Payroll	$ 8,792,224	$8,567,944	$ 8,546,201	$ 7,785,991	$ 7,926,837	$ 7,450,049	$ 7,774,428	$ 7,801,945	$ 7,788,019	$ 7,629,774
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered-Employee Payroll	6.02%	10.60%	93.12%	16.36%	14.73%	11.04%	4.74%	6.92%	69.22%	75.44%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	111.48%	98.60%	113.20%	97.80%	102.20%	101.53%	100.66%	99.01%	110.46%	88.00%

Schedules of District's Proportionate Share of the Net Pension Liability
NYSERS Pension Plan
Last 10 Fiscal Years
For the Year Ended June 30, 2024

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's Proportion of the Net Pension Liability (Asset)	0.008769%	0.008303%	0.007489%	0.007448%	0.006402%	0.006512%	0.007374%	0.006841%	0.007075%	0.006935%
District's Proportionate Share of the Net Pension Liability (Asset)	$ 1,291,093	$1,780,587	$ (612,208)	$ 7,417	$ 1,695,276	$ 461,425	$ 238,001	$ 642,762	$ 1,135,614	$ 234,277
District's Covered-Employee Payroll	$ 2,731,296	$2,691,062	$ 2,360,404	$ 2,094,525	$ 2,161,773	$ 1,858,754	$ 1,840,394	$ 1,932,514	$ 1,869,621	$ 1,915,475
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered-Employee Payroll	47.27%	66.17%	25.94%	0.35%	78.42%	24.82%	12.93%	33.26%	60.74%	12.23%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	93.88%	90.78%	103.65%	99.95%	86.39%	96.27%	98.24%	94.70%	90.70%	100.00%

10 years of historical information will not be available upon implementation. An additional year of historical informaiton will be added each year subsequent to the year of implementation until 10 years of historical data is available.

See paragraph on supplementary schedules included in independent auditors' report.

Pulaski Academy and Central School Distirct
Supplementary Information
Schedule of Change from Adopted Budget to Final Budget
And the Real Property Tax Limit - General Fund
For the Year Ended June 30, 2024

Change from Adopted Budget to Final Budget

Adopted Budget	$ 30,495,000	
Add: Prior year's encumbrances	31,429	
Final Budget	$ 30,526,429	

Section 1318 of Real Property Tax Law Limit Calculation

2024-25 subsequent year's voter-approved expenditure budget Maximum allowed (4% of 2024-25 budget of $31,258,000)		$ 1,250,320
General Fund Balance Subject to Section 1318 of Real Property Tax Law:		
Unrestricted fund balance:		
Assigned fund balance	$ 852,605	
Unassigned fund balance	1,249,387	
Total unrestricted fund balance	2,101,992	
Less:		
Appropriated fund balance	579,000	
Encumbrances included in assigned fund balance	273,605	
Total adjustments	852,605	
General Fund Balance Subject to Section 1318 of Real Property Tax Law		$ 1,249,387
Actual percentage		4.00%

See paragraph on supplementary schedules included in independent auditors' report.

Pulaski Academy and Central School District
Net Investment in Capital Assets
June 30, 2024

Capital assets, net		$ 34,352,338
Deduct:		
Lease liability	$ 80,527	
Premium on bonds payable	520,401	
Short-term portion of bonds payable	2,305,000	
Long-term portion of bonds payable	6,880,000	
		9,785,928
Net investment in capital assets		$ 24,566,410

See paragraph on supplementary schedules included in independent auditors' report.

Pulaski Academy and Central School District
Schedule of Project Expenditures -
Capital Projects Fund
For the Year Ended June 30, 2024

	Expenditures					Methods of Financing					
PROJECT TITLE	Original Appropriation	Revised Appropriation	Prior Years	Current Year	Total	Unexpended Balance	Proceeds of Obligations	State Sources	Local Sources	Total	Fund Balance June 30, 2024
Emergency -elevator	$ 235,000	$ 235,000	$ -	$144,297	$144,297	$ 90,703	$ -	$ -	$144,297	$144,297	$ -
23-24 Capital Outlay	100,000	100,000	-	97,735	97,735	2,265	-	-	97,735	97,735	-
SSBA	713,032	713,032	-	32,552	32,552	680,480	-	-	-	-	(32,552)
	$ 1,048,032	$1,048,032	$ -	$274,584	$274,584	$ 773,448	$ -	$ -	$242,032	$242,032	$ (32,552)

See paragraph on supplementary schedules included in independent auditors' report.

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Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Board of Education
Pulaski Academy and Central
School District
Pulaski, New York

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Pulaski Academy and Central School District, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Pulaski Academy and Central School District's basic financial statements, and have issued our report thereon dated September 26, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Pulaski Academy and Central School District's internal control over financial reporting (internal control) as a basis for designing the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Pulaski Academy and Central School District's internal control. Accordingly, we do not express an opinion on the effectiveness of Pulaski Academy and Central School District's internal control.

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Pulaski Academy and Central School District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed one instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and questioned costs as item 2024-1.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Stackel & Navarra, CPA, PC

Stackel & Navarra, C.P.A., P.C.
Watertown, NY
September 26, 2024

STACKEL & NAVARRA, C.P.A., P.C.
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Independent Auditors' Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance

Board of Education
Pulaski Academy and Central School District

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Pulaski Academy and Central School District's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Pulaski Academy and Central School District's major federal programs for the year ended June 30, 2024. Pulaski Academy and Central School District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, Pulaski Academy and Central School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

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

We are required to be independent of Pulaski Academy and 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of Pulaski Academy and Central School District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Pulaski Academy and Central School District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of the Pulaski Academy and Central School District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Pulaski Academy and Central School District's internal control over compliance. Accordingly, no such opinion is expressed.

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

STACKEL & NAVARRA, C.P.A., P.C
CERTIFIED PUBLIC ACCOUNTANTS

Report on Internal Control over Compliance

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

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

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

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

Stackel + Navarra, CPA, PC

Watertown, NY
September 26, 2024

Pulaski Academy and Central School District
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2024

	Assistance Listing Number	Agency or Pass-through Number	Expenditures
Passed-through NYS Education Department:			
U. S. Department of Education			
Federal Grantor/Pass-through Grantor Program or Cluster Title			
Special Education Cluster:			
Preschool Grants (IDEA Preschool) IDEA – Part B (Section 619)	84.173	0033-24-0716	$ 15,284
IDEA – Part B (Section 611)	84.027	0032-24-0716	289,371
Total Special Education Cluster			304,655
Education Stabilization Fund:			
COVID-19-ARP -Elementary and Secondary School Emergency Relief	84.425U	5884-21-2360	960,770
COVID-19-ARP -Elementary and Secondary School Emergency Relief	84.425U	5883-21-2360	48,673
COVID-19-ARP -Elementary and Secondary School Emergency Relief	84.425U	5882-21-2360	253,601
COVID-19-ARP-Elementary and Secondary School Emergency Relief Homeless Children	84.425W	5218-21-2360	3,768
Total Education Stabilization Fund			1,266,812
Title I – Grants to Local Educational Agencies	84.010A	0021-23-2360	5,723
Title I – Grants to Local Educational Agencies	84.010A	0021-24-2360	292,493
Total Title I			298,216
Title IIA – Supporting Effective Instruction State Grants	84.367	0147-24-2360	37,446
Title IV A – Student Support and Academic Enrichment Program	84.424	0204-24-2360	23,888
Total U. S. Department of Education			1,931,017

Pulaski Academy and Central School District
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2024

	Assistance Listing Number	Agency or Pass-through Number	Expenditures
U.S. Department of Agriculture			
Passed-through NYS Education Department			
Child Nutrition Cluster:			
Non-cash Assistance (food distribution)			
National School Lunch Program	10.555		42,135
Cash Assistance			
National School Lunch Program	10.555		351,543
Summer Food Service Program for Children	10.559		25,373
COVID-19 – Supply Chain Assistance Grant	10.555		41,223
School Breakfast Program	10.553		110,122
Cash assistance subtotal			528,261
Total Child Nutrition Cluster			570,396
Total U.S. Department of Agriculture			570,396
Total Federal Awards Expended			$ 2,501,413

See Notes to Schedule of Expenditures of Federal Awards.

Pulaski Academy and Central School District
Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2024

1 – Summary of certain significant accounting policies:

The accompanying schedule of expenditures of federal awards presents the activity of federal award programs administered by the District, which is described in Note 1 to the District's accompanying financial statements, using the modified accrual basis of accounting. Federal awards that are included in the schedule may be received directly from federal agencies, as well as federal awards that are passed through from other government agencies. The information is presented in accordance with the requirements of Title 2 U.S. *Code of Federal* Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

Indirect costs may be included in the reported expenditures, to the extent that they are included in the federal financial reports used as the source of the data presented. The District's policy is not to charge federal award programs with indirect costs.

Matching costs (the District's share of certain program costs) are not included in the reported expenditures. The basis of accounting varies by federal program consistent with the underlying regulations pertaining to each program. The amounts reported as federal expenditures were obtained from the federal financial reports for the applicable program and periods. The amounts reported in these reports are prepared from records maintained for each program, which are reconciled with the District's financial reporting system.

2 – Subrecipients:

No amounts were provided to subrecipients.

3 – Food distribution:

Nonmonetary assistance is recorded in the schedule at the fair market value of the commodities received and disbursed. The District was granted $42,135 of commodities under the National School Lunch Program (CFDA 10.555).

4 – Other Disclosures:

No insurance is carried specifically to cover equipment purchased with federal funds. Any equipment purchased with federal funds has only a nominal value, and is covered by the District's casualty insurance policies.

There were no loans or loan guarantees outstanding at year-end.

Pulaski Academy and Central School District
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2024

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' opinion(s) issued:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	____ yes __X__ no
Significant deficiency(ies) identified?	____ yes __X__ none reported
Noncompliance material to financial statements noted?	____ yes __X__ no

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	______ yes __X__ no
Significant deficiency(ies) identified?	______ yes __X__ none reported
Type of auditors' opinion(s) issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2CFR-200.516(a) ?	______ yes __X__ no

Identification of major programs:

Name of federal program	CFDA Number
COVID-19-ARP- Elementary and Secondary School Emergency Relief	84.425U
COVID-19- ARP- Elementary and Secondary School Emergency Relief Homeless Children	84.425W

Dollar thresholds used to distinguish between Type A and Type B Programs	$750,000

Auditee qualified as low risk? __X__ yes ____ no

Pulaski Academy and Central School District
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2024

Section II - Financial Statements Findings

2024-01: Condition and criteria: School Food Service Fund balance exceeds the three months' average expenditures allowed by 7 CFR 210.14(b), 220.7 (e)(1)(iv), and 225.15 (4). Fund balance exceeded allowable fund balance by $30,103.

Cause: From 2023 to 2024 aid received increased by over $250,000 without a corresponding increase in expenditures.

Auditors' recommendation: We recommend that all employee benefits and other expenditures pertaining to the School Food Service Fund be paid out of the fund.

Corrective Action Planned: The District will continue to pay all employee benefits and other expenditures pertaining to the School Food Service Fund out of the fund. In addition, the excess fund balance will be used to support an additional part-time food service helper position.

Section III - Federal Award Findings and Questioned Costs

None

Pulaski Academy and Central School District
Summary Schedule of Prior Audit Findings
For the Year Ended June 30, 2024

Prior Audit Findings:

None