



HUNTINGTON UFSD

2025 RESERVE PLAN

&

FISCAL YEAR END AUDIT



SUMMARY OF CHANGE ON RESERVE BALANCES FISCAL 2023 TO 2025

	<u>2025</u>	<u>2024</u>	<u>Increase (Decrease)</u>
General Fund			
Restricted:			
Workers' compensation	\$ 2,838,620	\$ 2,927,049	\$ (88,429)
Unemployment insurance	190,682	184,234	6,448
Retirement contribution			
Teachers' retirement system	3,049,478	3,064,253	(14,775)
Employees' retirement system	5,710,754	5,722,874	(12,120)
Employee benefit accrued liability	6,458,908	6,368,347	90,561
Capital	2,594,365	3,685,809	(1,091,444)
Assigned:			
Appropriated fund balance	1,650,000	1,400,000	250,000
Unappropriated fund balance	606,491	1,687,749	(1,081,258)
Unassigned: Fund Balance	6,251,046	5,846,648	404,398
	29,350,344	30,886,963	(1,536,619)
	<u>2024</u>	<u>2023</u>	<u>Increase (Decrease)</u>
General Fund			
Restricted:			
Workers' compensation	\$ 2,927,049	\$ 2,566,962	\$ 360,087
Unemployment insurance	184,234	177,191	7,043
Retirement contribution			
Teachers' retirement system	3,064,253	2,228,939	835,314
Employees' retirement system	5,722,874	5,513,760	209,114
Employee benefit accrued liability	6,368,347	6,548,640	(180,293)
Capital	3,685,809	5,014,348	(1,328,539)
Assigned:			
Appropriated fund balance	1,400,000	600,000	800,000
Unappropriated fund balance	1,687,749	3,416,860	(1,729,111)
Unassigned: Fund Balance	5,846,648	5,853,886	(7,238)
	30,886,963	31,920,586	(1,033,623)

RESTRICTED FUND BALANCE ACTIVITY FOR THE YEAR ENDED 6/30/2025

	Balance June 30, 2024	Use of Reserves	Interest	Funding	Balance June 30, 2025
Workers' compensation	\$ 2,927,049	\$ (340,876)	\$ 102,447	\$ 150,000	\$ 2,838,620
Unemployment insurance	184,234		6,448		190,682
Retirement contribution					
TRS	3,064,253	(272,024)	107,249	150,000	3,049,478
ERS	5,722,874	(312,420)	200,300	100,000	5,710,754
EBALR	6,368,347	(132,331)	222,892		6,458,908
Capital					
2022	3,685,809	(3,642,500)	1,515	2,549,541	2,594,365
	<u>\$ 21,952,566</u>	<u>\$ (4,700,151)</u>	<u>\$ 640,851</u>	<u>\$ 2,949,541</u>	<u>\$ 20,842,807</u>

CAPITAL RESERVE SUMMARY

Date Created	May 20, 2008	May 21, 2013	May 16, 2017	May 15, 2018	May 17, 2022
Number of Years to Fund	8	8	8	5	10
Maximum Funding	<u>\$10,000,000</u>	<u>\$10,000,000</u>	<u>\$12,500,000</u>	<u>\$ 1,500,000</u>	<u>\$15,000,000</u>
General Fund					
Funding Provided	\$10,000,000	\$10,000,000	\$12,500,000	\$ 1,500,000	\$14,022,527
Interest Earnings	34,962	84,673	88,257	12,162	298,939
Use of Reserve	<u>(10,034,962)</u>	<u>(10,084,673)</u>	<u>(12,588,257)</u>	<u>(1,512,162)</u>	<u>(11,727,101)</u>
Total General Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,594,365</u>
Capital Projects Fund					
Funding Provided	10,034,962	10,084,673	12,588,257	1,512,162	11,727,101
Use of Reserve	<u>(9,959,517)</u>	<u>(9,740,219)</u>	<u>(10,640,650)</u>	<u>(1,124,515)</u>	<u>(949,144)</u>
Total Capital Projects Fund	<u>75,445</u>	<u>344,454</u>	<u>1,947,607</u>	<u>387,647</u>	<u>10,777,957</u>
*Balance as of June 30, 2025	<u>\$ 75,445</u>	<u>\$ 344,454</u>	<u>\$ 1,947,607</u>	<u>\$ 387,647</u>	<u>\$13,372,322</u>

May 2022 Reserve: Capacity to fund with an additional \$977,473

May 2025: Voters approved a new \$15M capital reserve fund

**Balance is the project amount funded, not what is available within the Capital Project Fund*

DEBT SERVICE

Description	Issue Date	Final Maturity	Interest Rate	Outstanding at June 30, 2025
Refunding debt	4/2015	6/2026	2.0-4.0%	\$ 225,000

The following is a summary of principal and interest requirements for bonds payable:

Year Ending June 30,	Principal	Interest	Total
2026	\$ 225,000	\$ 9,000	\$ 234,000

	2025	2024	Increase (Decrease)
Debt Service Fund			
* Restricted: Debt service	212,522	212,522	-

**The 2025-2026 Budget included a revenue line item for Debt Service Interfund Transfer in the amount of \$212,522, which will close out the available funds in the debt service fund.*

TERMINOLOGY DEFINED

- ▶ Assigned Appropriated Fund Balance – consists of amounts subject to a purpose constraint representing an intended use established by the District’s board. It includes an amount appropriated to fund the subsequent year’s budget partially, as well as encumbrances not classified as restricted at the end of the fiscal year
- ▶ Assigned Unappropriated Fund Balance – consist of encumbrances not classified as restricted at the end of the fiscal year. This means that a purchase order was created within the fiscal year and the goods/services have not been rendered so payment has not occurred as of June 30th, but is anticipated to be completed.
- ▶ Capital Reserve - This reserve may be used to fund the cost of any object or purpose for which bonds may be issued. Use of this reserve requires voter approval. The proposition to use these funds must be specific to projects and dollar amounts.
- ▶ Debt Service Fund - Unexpended balances of proceeds of borrowings for capital projects, interest, and earnings from investing proceeds of obligations, as well as premiums and accrued interest on long-term borrowings, are recorded in the debt service fund and held until appropriated for debt payments. These restricted amounts are accounted for in the debt service fund.
- ▶ Employee Benefit Accrued Liability Reserve - This reserve is used to pay for unused accumulated leave time contractually provided to certain groups of employees. This typically includes payment for unused sick and vacation days. This fund cannot be used to pay for such items as retirement incentives, FICA and Medicare payments, and retiree health insurance. This reserve is used when an employee separates from the District and payment of accumulated leave is required. These transactions flow through the budget from reserve transfer contributions. This reserve will continue to be used by the District to make such payments.
- ▶ ERS Reserve - This reserve is used to pay for district expenses to the NYS Employees Retirement System (ERS) only. Payments to the NYS Teachers Retirement System (TRS) from this reserve are not permitted. The plan calls for annual use of this fund in decreasing amounts so as not to create a budgetary shortfall.
- ▶ TRS Reserve – This reserve is used to pay for district expenses to the NYSTRS only. Payments to the NYSERS from this reserve are not permitted. – The plan calls for annual use of this fund in decreasing amounts so as not to create a budgetary shortfall.
- ▶ Unassigned Fund Balance—These funds are unrestricted and may be used for any valid purpose. They are designated only for unanticipated emergency expenses or revenue shortfalls that cannot be addressed via the General Fund budget or with other available reserves.
- ▶ Unemployment Insurance Reserve - This reserve is used to reimburse the state for payments made to claimants for whom the district uses the benefit reimbursement method. The benefit reimbursement method suggests reimbursement to the State for actual claims incurred. The district does not pay the State a fixed premium for unemployment insurance coverage. Monies budgeted within the General Fund address incidental claims incurred by the District during the normal course of business.
- ▶ Workers’ Compensation Reserve - This reserve is used to pay for actual workers’ compensation claims related to medical expenses and self-insurance administrative costs. It cannot be used to pay for workers’ compensation insurance premiums. (This includes a prohibition against using these funds to pay our annual contribution to the cooperative NYSIR). – This reserve will be used to pay claims filed during the time period when the district was self-insured.