



FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
WITH INDEPENDENT AUDITOR'S REPORTS

June 30, 2024

HUNTINGTON UNION FREE SCHOOL DISTRICT
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INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Huntington Union Free School District
Huntington Station, New York

Report on the Audit of the Financial Statements

Qualified and Unmodified Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the fiduciary fund of Huntington Union Free School District (District), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Summary of Opinions

OPINION UNIT	TYPE OF OPINION
Governmental Activities	<i>Unmodified</i>
General Fund	<i>Unmodified</i>
Special Aid Fund	<i>Unmodified</i>
School Food Service Fund	<i>Unmodified</i>
Debt Service Fund	<i>Unmodified</i>
Capital Projects Fund	<i>Unmodified</i>
Extraclassroom Activities Fund	<i>Qualified</i>
Scholarships Fund	<i>Unmodified</i>
Permanent Fund	<i>Unmodified</i>
Fiduciary Fund	<i>Unmodified</i>

Qualified Opinion on Extraclassroom Activities Fund

In our opinion, except for the possible effects of the matters discussed in the Basis for Qualified Opinion and Unmodified Opinions section of our report, the financial statements referred to above present fairly, in all material respects, the financial position of the extraclassroom activities fund of Huntington Union Free School District, as of June 30, 2024, and the changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinions

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, other than the extraclassroom activities fund, and the fiduciary fund of Huntington Union Free School District, as of June 30, 2024, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Qualified Opinion and Unmodified Opinions

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

We are required to be independent of Huntington Union Free 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 qualified and unmodified audit opinions.

Matter Giving Rise to the Qualified Opinion on the Extraclassroom Activities Fund

The cash receipts records of the student activities that comprise the extraclassroom activities fund of Huntington Union Free School District were not sufficient to permit the application of adequate auditing procedures to indicate whether all receipts were recorded.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis, schedule of revenues, expenditures, and changes in fund balance – budget and actual – general fund, schedule of the district's proportionate share of the net pension asset/(liability), schedule of district pension contributions, and schedule of changes in the district's total OPEB liability and related ratios on pages 4 through 18 and 56 through 60, respectively, 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.

Other Information

The other information on pages 61 through 63 is presented for purposes of additional analysis and is not a required part of the basic financial statements, but is other information requested by the New York State Education Department. Management is responsible for the other information. The other information does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 23, 2024, on our consideration of Huntington Union Free 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 Huntington Union Free 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 Huntington Union Free School District's internal control over financial reporting and compliance.

Cullen & Danowski, LLP

October 23, 2024

HUNTINGTON UNION FREE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS

The Huntington Union Free School District's (District) discussion and analysis of financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2024 in comparison with the year ended June 30, 2023, with emphasis on the current year. This should be read in conjunction with the financial statements, notes to financial statements, and required supplementary information, which immediately follow this section.

1. FINANCIAL HIGHLIGHTS

Key financial highlights for fiscal year 2024, are as follows:

- The District's total net position was a deficit of \$223,385,268 in the district-wide financial statements at June 30, 2024, compared to a deficit of \$216,848,951 at June 30, 2023. The deficit increased by \$6,536,317 over the prior year due to an excess of expenses over revenues using the economic resources measurement focus and the accrual basis of accounting.
- The District's expenses for the year, as reflected in the district-wide financial statements, totaled \$162,245,989. Of this amount, \$9,581,206 was offset by program charges for services, operating grants and contributions, and capital grants. General revenues of \$146,128,466 amounted to 93.85% of total revenues.
- The District's general fund fund balance, as reflected in the fund financial statements was \$30,886,963 at June 30, 2024. This balance represents a \$1,033,623 decrease (3.24%) from the prior year due to an excess of expenditures and other financing uses over revenues, using the current financial resources measurement focus and the modified accrual basis of accounting, as follows: Restricted fund balances decreased by a net of \$97,274 due to the May 2024 voter-approved use of the capital reserve, and the budgeted use of the reserves, offset by funding and interest allocated to the reserves. Assigned fund balance decreased by a net of \$929,111, as a decrease in encumbrances was offset by an increase in the fund balance appropriated to fund the 2025 budget. Unassigned fund balance decreased by \$7,238 to \$5,846,648.
- On May 20, 2008, the voters approved the establishment of the 2008 capital reserve. The reserve has a funding cap of \$10,000,000 plus investment income over a probable term of eight years and provides for an annual funding of an amount not to exceed \$2,000,000. This reserve has been fully funded. During the year ended June 30, 2024, the unspent balance of \$66 was used to partially fund the \$4,565,800 capital projects approved by the voters on May 21, 2024.
- On May 21, 2013, the voters approved the establishment of the 2013 capital reserve. The reserve has a funding cap of \$10,000,000 plus investment income for a probable term of eight years and provides for an annual funding of an amount not to exceed \$2,000,000. This reserve has been fully funded. During the year ended June 30, 2024, the unspent balance of \$11,845 was used to partially fund the \$4,565,800 capital projects approved by the voters on May 21, 2024.
- On May 16, 2017, the voters approved the establishment of the 2017 capital reserve. The reserve has a funding cap of \$12,500,000 plus investment income for a probable term of eight years. This reserve has been fully funded. During the year ended June 30, 2024, the unspent balance of \$62,378 was used to partially fund the \$4,565,800 capital projects approved by the voters on May 21, 2024.

HUNTINGTON UNION FREE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

- On May 15, 2018, the voters approved the establishment of the 2018 capital reserve. The reserve has a funding cap of \$1,500,000 plus investment income over a probable term of five years. This reserve has been fully funded. During the year ended June 30, 2024, the unspent balance of \$13,708 was used to partially fund the \$4,565,800 capital projects approved by the voters on May 21, 2024.
- On May 17, 2022, the voters approved the establishment of the 2024 Building Improvement Fund capital reserve fund in the amount of \$15,000,000 to be funded over a period of ten years for the purpose of financing district-wide capital improvements. This reserve has been funded in the amount of \$11,472,986 through June 30, 2024 plus interest of \$297,424. During the year ended June 30, 2024, \$4,477,803 was used to partially fund the \$4,565,800 capital projects approved by the voters on May 21, 2024. The remaining balance in this reserve in the general fund at June 30, 2024 is \$3,685,809.

2. OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of four parts – Management’s Discussion and Analysis (MD&A), the financial statements, required supplementary information, and other information. The financial statements consist of district-wide financial statements, fund financial statements, and notes to financial statements. A graphic display of the relationship of these statements follows:



A. District-Wide Financial Statements

The district-wide financial statements present the governmental activities of the District and are organized to provide an understanding of the fiscal performance of the District, as a whole, in a manner similar to a private sector business. There are two district-wide financial statements - the Statement of Net Position and the Statement of Activities. These statements provide both an aggregate and long-term view of the District’s finances.

These statements utilize the economic resources measurement focus and the accrual basis of accounting. This basis of accounting recognizes the financial effects of events when they occur, without regard to the timing of cash flows related to the events.

The Statement of Net Position

The Statement of Net Position presents information on all of the District’s assets and deferred outflows of resources, and liabilities and deferred inflows of resources, with the difference reported as net position. Increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating. To assess the overall health of the District, one needs to consider additional nonfinancial factors such as changes in the District’s property tax base and the condition of the District’s school buildings and other capital assets.

HUNTINGTON UNION FREE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

The Statement of Activities

The Statement of Activities presents information showing the change in net position during the fiscal year. All changes in net position are recorded at the time the underlying financial event occurs. Revenues are recognized in the period when they are earned and expenses are recognized in the period when the liability is incurred. Therefore, revenues and expenses are reported in the statement for some items that will result in cash flows in future fiscal periods.

B. Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds, not the District as a whole. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District also uses fund accounting to ensure compliance with finance-related legal requirements. The funds of the District are reported in the governmental funds and the fiduciary fund.

Governmental Funds

These statements utilize the current financial resources measurement focus and the modified accrual basis of accounting. This basis of accounting recognizes revenues in the period when they become measurable and available. It recognizes expenditures in the period when the District incurs the liability, except for certain expenditures such as debt service on general long-term indebtedness, lease liabilities, workers' compensation, compensated absences, pension costs, and other postemployment benefits (OPEB), which are recognized as expenditures to the extent the related liabilities mature each period.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the district-wide financial statements. However, the governmental fund financial statements focus on shorter-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year for spending in future years. Consequently, the governmental fund statements provide a detailed short-term view of the District's operations and the services it provides.

Because the focus of governmental funds is narrower than that of district-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the district-wide financial statements. By doing so, the reader may better understand the long-term impact of the District's near-term financing decisions. Both the governmental funds Balance Sheet and the governmental funds Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains eight individual governmental funds: general fund, special aid fund, school food service fund, debt service fund, capital projects fund, extraclassroom activities fund, scholarships fund, and permanent fund, each of which is considered to be a major fund and is presented separately in the fund financial statements.

HUNTINGTON UNION FREE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

Fiduciary Funds

The District reports its fiduciary activities in the fiduciary fund – custodial fund. This fund reports real property taxes collected on behalf of other governments and disbursed to those governments and collections and disbursements for independent entities affiliated with the District, and utilizes the economic resources measurement focus and the accrual basis of accounting. All of the District’s fiduciary activities are reported in separate statements. The fiduciary activities have been excluded from the district-wide financial statements because the District cannot use these assets to finance its operations.

3. FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

A. Net Position

The District’s total net position (deficit) decreased by \$6,536,317 between fiscal year 2023 and 2024. The decrease is due to expenses in excess of revenues using the economic resources measurement focus and the accrual basis of accounting. A summary of the District’s Statements of Net Position follows:

	2024	2023	Increase (Decrease)	Percentage Change
Assets				
Current and Other Assets	\$ 61,020,351	\$ 60,679,548	\$ 340,803	0.56 %
Capital Assets, Net	<u>34,382,414</u>	<u>31,541,884</u>	<u>2,840,530</u>	9.01 %
Total Assets	<u>95,402,765</u>	<u>92,221,432</u>	<u>3,181,333</u>	3.45 %
Deferred Outflows of Resources	<u>59,583,442</u>	<u>59,580,424</u>	<u>3,018</u>	0.01 %
Liabilities				
Current and Other Liabilities	13,796,851	12,581,263	1,215,588	9.66 %
Long-Term Liabilities	9,638,472	10,035,049	(396,577)	(3.95)%
Total OPEB Liability	280,753,276	261,165,097	19,588,179	7.50 %
Net Pension Liabilities -				
Proportionate Share	<u>8,956,949</u>	<u>13,713,499</u>	<u>(4,756,550)</u>	(34.69)%
Total Liabilities	<u>313,145,548</u>	<u>297,494,908</u>	<u>15,650,640</u>	5.26 %
Deferred Inflows of Resources	<u>65,225,927</u>	<u>71,155,899</u>	<u>(5,929,972)</u>	(8.33)%
Net Position (Deficit)				
Net Investment in Capital Assets	33,477,050	30,802,231	2,674,819	8.68 %
Restricted	35,811,909	35,907,736	(95,827)	(0.27)%
Unrestricted (Deficit)	<u>(292,674,227)</u>	<u>(283,558,918)</u>	<u>(9,115,309)</u>	(3.21)%
Total Net Position (Deficit)	<u>\$ (223,385,268)</u>	<u>\$ (216,848,951)</u>	<u>\$ (6,536,317)</u>	(3.01)%

The increase in current and other assets is due primarily to an increase in cash, offset by a decrease in amounts due from state and federal.

The increase in capital assets, net is the result of capital assets additions from ongoing capital projects in excess of depreciation/amortization expense. The accompanying Notes to Financial Statements, Note 10 “Capital Assets” provides additional information.

HUNTINGTON UNION FREE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

Deferred outflows of resources represents contributions to the pension plans subsequent to the measurement dates and actuarial adjustments of the OPEB and pension plans that will be amortized in future years.

Current and other liabilities increased mainly due to an increase in accounts payable, offset by a decrease in accrued liabilities.

The decrease in long-term liabilities is mostly the result of decreases in workers' compensation liabilities and the repayments of the current maturity of debt, offset by an increase in compensated absences payable.

Total OPEB liability increased based on the actuarial valuation of the plan. The accompanying Notes to Financial Statements, Note 17 "Postemployment Healthcare Benefits," provides additional information.

Net pension liabilities – proportionate share represents the District's share of the New York State Teachers' Retirement System's (TRS) and the New York State and Local Employees' Retirement System's (ERS) collective net pension liabilities, at the measurement date of the respective year. The decrease in net pension liabilities is primarily due to the net change in the market value of both the TRS' and ERS' pension plan assets being in excess of the net change in each plan's total pension liabilities at their current year measurement dates. The accompanying Notes to Financial Statements, Note 15 "Pension Plans – New York State" provides additional information.

Deferred inflows of resources represents actuarial adjustments of the pension and OPEB plans that will be amortized in future years.

The net investment in capital assets is the investment in capital assets at cost, net of depreciation/amortization and related outstanding debt. The accompanying Other Information, Schedule of Net Investment in Capital Assets provides additional information.

The restricted amount relates to the District's reserves, which slightly decreased compared to the prior year mainly due to transfers into and interest earned on the reserves.

The unrestricted (deficit) amount relates to the balance of the District's net position. This balance does not include the District's reserves, which are classified as restricted. Additionally, certain unfunded liabilities will have the effect of reducing the District's unrestricted net position. One such unfunded liability is the total OPEB liability. In accordance with state guidelines, the District is only permitted to fund OPEB on a "pay as you go" basis, and is not permitted to accumulate funds for the OPEB liability.

B. Changes in Net Position

The results of operations, as a whole, are reported in the Statement of Activities in a programmatic format. In the accompanying financial statements, school tax relief (STAR) revenue is included in the other tax items line. However, in this MD&A, STAR revenue has been combined with property taxes. A summary of this statement for the years ended June 30, 2024 and 2023, is as follows:

HUNTINGTON UNION FREE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

	<u>2024</u>	<u>2023</u>	<u>Increase (Decrease)</u>	<u>Percentage Change</u>
Revenues				
Program Revenues				
Charges for Services	\$ 894,227	\$ 1,047,335	\$ (153,108)	(14.62)%
Operating Grants & Contributions	8,675,333	9,998,367	(1,323,034)	(13.23)%
Capital Grants	11,646	1,271	10,375	816.29 %
General Revenues				
Real Property Taxes & STAR	113,711,800	112,718,438	993,362	0.88 %
State Sources	30,055,280	25,951,072	4,104,208	15.82 %
Other	2,361,386	2,425,690	(64,304)	(2.65)%
Total Revenues	<u>155,709,672</u>	<u>152,142,173</u>	<u>3,567,499</u>	2.34 %
Expenses				
General Support	22,093,180	21,724,162	369,018	1.70 %
Instruction	124,931,877	113,484,521	11,447,356	10.09 %
Pupil Transportation	12,105,111	11,362,193	742,918	6.54 %
Debt Service - Interest	611,370	591,522	19,848	3.36 %
Food Service Program	2,504,451	2,455,876	48,575	1.98 %
Total Expenses	<u>162,245,989</u>	<u>149,618,274</u>	<u>12,627,715</u>	8.44 %
Change in Net Position	<u>\$ (6,536,317)</u>	<u>\$ 2,523,899</u>	<u>\$ (9,060,216)</u>	(358.98)%

Net position decreased by \$6,536,317 for the year ended June 30, 2024 and increased \$2,523,899 for the year ended June 30, 2023, respectively.

The District's revenues increased when compared to the prior year, primarily due to the following major changes:

- The increase in state sources is chiefly due to the District receiving more in general aid and BOCES aid.
- Real property taxes and STAR increased to fund additional appropriations in the voter approved 2023-2024 budget.
- Operating grants and contributions decreased as the District expended less funding received under the Coronavirus Aid Relief and Economic Security (CARES) Act through the Elementary and Secondary School Emergency Relief (ESSER) program and the Governor's Emergency Education Relief (GEER) program.

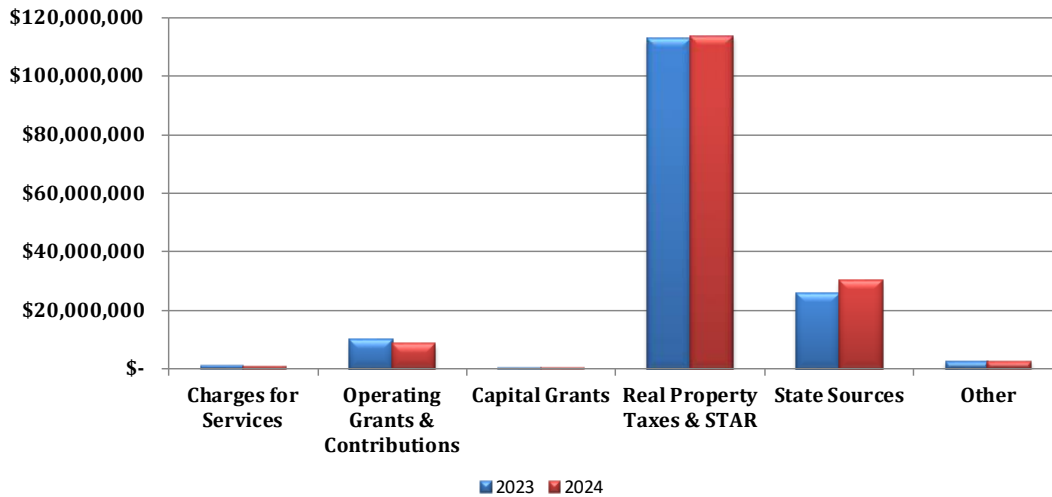
The District's expenses increased when compared to the prior year, primarily due to the following major changes:

- General support and instruction expenses increased based on the impact of allocations of the net change in actuarially determined expenses for TRS, ERS, and OPEB, in addition to an increase in medical insurance costs.

HUNTINGTON UNION FREE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

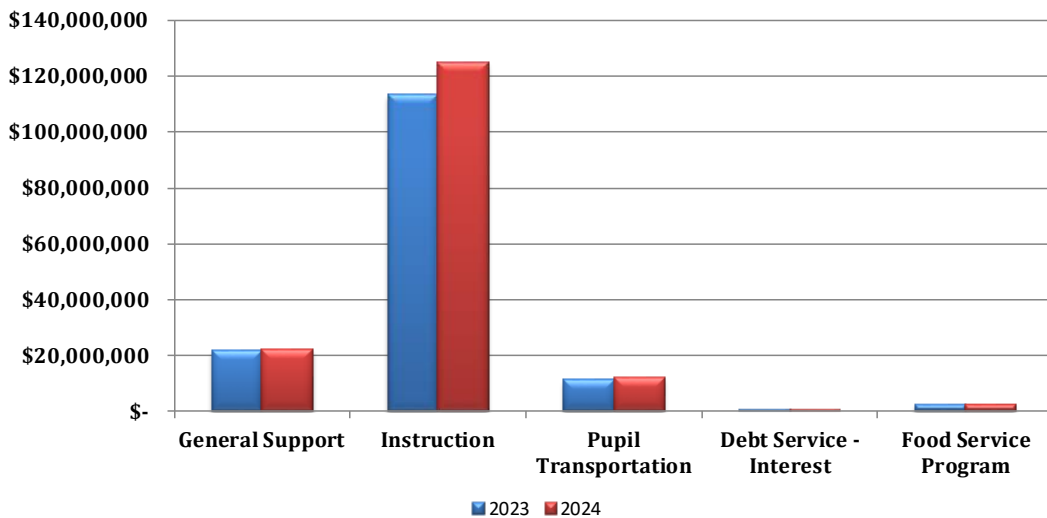
As indicated on the graphs that follow, real property taxes and STAR comprise the largest component of revenues recognized, (i.e., 73.0% and 74.1% of the total for the years ended 2024 and 2023, respectively). Instruction expenses is the largest category of expenses incurred, (i.e., 77.0% and 75.9% of the total for the years ended 2024 and 2023, respectively).

A graphic display of the distribution of revenues for the two years follows:



	Charges for Services	Operating Grants & Contributions	Capital Grants	Real Property Taxes & STAR	State Sources	Other
2023	0.7%	6.6%	0.0%	74.1%	17.1%	1.5%
2024	0.6%	5.6%	0.0%	73.0%	19.3%	1.5%

A graphic display of the distribution of expenses for the two years follows:



	General Support	Instruction	Pupil Transportation	Debt Service - Interest	Food Service Program
2023	14.5%	75.9%	7.6%	0.4%	1.6%
2024	13.6%	77.0%	7.5%	0.4%	1.5%

HUNTINGTON UNION FREE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

4. FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

At June 30, 2024, the District's governmental funds reported a combined fund balance of \$46,807,583, which is a decrease of \$772,163 from the prior year. This decrease is due to an excess of expenditures and other financing uses over revenues and other financing sources based upon the current financial resources measurement focus and the modified accrual basis of accounting. A summary of the change in the components of fund balance by fund, is as follows:

	2024	2023	Increase (Decrease)	Percentage Change
General Fund				
Restricted:				
Workers' compensation	\$ 2,927,049	\$ 2,566,962	\$ 360,087	14.03 %
Unemployment insurance	184,234	177,191	7,043	3.97 %
Retirement contribution				
Teachers' retirement system	3,064,253	2,228,939	835,314	37.48 %
Employees' retirement system	5,722,874	5,513,760	209,114	3.79 %
Employee benefit accrued liability	6,368,347	6,548,640	(180,293)	(2.75)%
Capital	3,685,809	5,014,348	(1,328,539)	(26.49)%
Assigned:				
Appropriated fund balance	1,400,000	600,000	800,000	133.33 %
Unappropriated fund balance	1,687,749	3,416,860	(1,729,111)	(50.61)%
Unassigned: Fund balance	5,846,648	5,853,886	(7,238)	(0.12)%
	<u>30,886,963</u>	<u>31,920,586</u>	<u>(1,033,623)</u>	<u>(3.24)%</u>
School Food Service Fund				
Nonspendable: Inventory	12,578	16,197	(3,619)	(22.34)%
Assigned: Unappropriated fund balance	791,609	791,146	463	0.06 %
	<u>804,187</u>	<u>807,343</u>	<u>(3,156)</u>	<u>(0.39)%</u>
Debt Service Fund				
Restricted: Debt service	<u>212,522</u>	<u>212,522</u>	<u>-</u>	<u>0.00 %</u>
Capital Projects Fund				
Restricted: Capital	12,382,528	12,446,313	(63,785)	(0.51)%
Assigned: Unappropriated fund balance	970,547	737,659	232,888	31.57 %
	<u>13,353,075</u>	<u>13,183,972</u>	<u>169,103</u>	<u>1.28 %</u>
Extracurricular Activities Fund				
Assigned: Unappropriated fund balance	<u>286,543</u>	<u>256,262</u>	<u>30,281</u>	<u>11.82 %</u>
Scholarships Fund				
Restricted: Scholarships	<u>383,975</u>	<u>318,743</u>	<u>65,232</u>	<u>20.47 %</u>
Permanent Fund				
Nonspendable: Scholarships	<u>880,318</u>	<u>880,318</u>	<u>-</u>	<u>0.00 %</u>
Total Fund Balance	<u>\$ 46,807,583</u>	<u>\$ 47,579,746</u>	<u>\$ (772,163)</u>	<u>(1.62)%</u>

HUNTINGTON UNION FREE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

A. General Fund

The general fund – fund balance is a net decrease of \$1,033,623 compared to a decrease of \$958,847 in 2023. This resulted from expenditures and other financing uses in excess of revenues and other financing sources.

The following is a summary of the major changes that resulted in revenues and other financing sources increasing over the prior year.

	<u>2024</u>	<u>2023</u>	<u>Increase (Decrease)</u>	<u>Percentage Change</u>
Real Property Taxes & STAR	\$ 113,711,800	\$ 112,718,438	\$ 993,362	0.88 %
Other Local Sources	2,854,275	2,880,220	(25,945)	(0.90)%
State Sources	30,055,280	25,951,072	4,104,208	15.82 %
Federal Sources	119,047	-	119,047	N/A
Other Financing Sources	-	1,857,228	(1,857,228)	(100.00)%
	<u>\$ 146,740,402</u>	<u>\$ 143,406,958</u>	<u>\$ 3,333,444</u>	2.32 %

- State sources increased mainly due to more general aid and BOCES aid.
- Property taxes and STAR increased due to a rise in the tax levy in accordance with the 2023-2024 voter-approved budget.
- Other financing sources decreased due to a return from the capital projects fund of unused capital reserve funds on completed projects that took place in the prior year.

The following is a summary of the major changes that resulted in expenditures and other financing uses increasing over the prior year:

	<u>2024</u>	<u>2023</u>	<u>Increase (Decrease)</u>	<u>Percentage Change</u>
General Support	\$ 16,077,804	\$ 17,790,181	\$ (1,712,377)	(9.63)%
Instruction	77,813,424	73,914,139	3,899,285	5.28 %
Pupil Transportation	11,543,740	10,832,163	711,577	6.57 %
Employee Benefits	36,424,930	34,084,455	2,340,475	6.87 %
Debt Service	607,649	579,615	28,034	4.84 %
Other Financing Uses	5,306,478	7,165,252	(1,858,774)	(25.94)%
	<u>\$ 147,774,025</u>	<u>\$ 144,365,805</u>	<u>\$ 3,408,220</u>	2.36 %

- Instruction expenditures increased due to routine salary and step increases, coupled with additional staffing needs in both the teaching regular school and programs for students with disabilities areas.
- Employee benefits expenditures increased due to higher health insurance rates.
- Other financing uses decreased mainly due to a smaller voter-approved transfer to the capital projects fund to fund capital improvements to district-wide facilities.
- The decrease in general support was the result of less one time maintenance and improvement projects taking place in the current year.

HUNTINGTON UNION FREE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

The following is a summary of the District's general fund restricted fund balance activity:

	Balance June 30, 2023	Reduction of Reserves	Use of Reserves	Interest	Funding	Balance June 30, 2024
Workers' compensation	\$ 2,566,962	\$	\$ (340,876)	\$ 102,027	\$ 598,936	\$ 2,927,049
Unemployment insurance	177,191			7,043		184,234
Retirement contribution						
TRS	2,228,939		(262,368)	88,592	1,009,090	3,064,253
ERS	5,513,760		(322,076)	219,150	312,040	5,722,874
EBALR	6,548,640	(440,576)		260,283		6,368,347
Capital						
2008	66		(66)			
2013	11,845		(11,845)			
2017	62,378		(62,378)			
2018	13,708		(13,708)			
2022	4,926,351		(4,477,803)	199,301	3,037,960	3,685,809
	<u>\$ 22,049,840</u>	<u>\$ (440,576)</u>	<u>\$ (5,491,120)</u>	<u>\$ 876,396</u>	<u>\$ 4,958,026</u>	<u>\$ 21,952,566</u>

Additional detail regarding capital reserves can be found in Note 21 "Restricted for Capital Reserves."

B. School Food Service Fund

The school food service fund - fund balance net decrease reflects a net operating loss in the program.

C. Debt Service Fund

The debt service fund – fund balance, which did not change from the prior year, will be used to offset future debt service payments.

D. Capital Projects Fund

The capital projects fund - fund balance increased by \$169,103. This was the result of a transfer from the general fund capital reserve for May 2024 voter-authorized projects in the amount of \$4,565,800, and a general fund transfer of \$250,000 per the 2023-2024 budget, which was offset by capital expenditures of \$4,646,697.

The following is a summary of the District's capital projects fund restricted fund balance activity:

Creation Date	Balance June 30, 2023	Use of Reserves	Funding	Balance June 30, 2024
May 2008	\$ 400,692	\$ (256,420)	\$ 66	\$ 144,338
May 2013	693,001	(217,447)	11,845	487,399
May 2017	6,664,839	(3,559,386)	62,378	3,167,831
May 2018	1,080,983	(501,112)	13,708	593,579
May 2022	3,606,798	(95,220)	4,477,803	7,989,381
	<u>\$ 12,446,313</u>	<u>\$ (4,629,585)</u>	<u>\$ 4,565,800</u>	<u>\$ 12,382,528</u>

HUNTINGTON UNION FREE SCHOOL DISTRICT
MANAGEMENT’S DISCUSSION AND ANALYSIS
(Continued)

E. Extraclassroom Activities Fund

The extraclassroom activities fund – fund balance net increase is attributable to cash receipts from fundraising and collections for student clubs activities exceeding disbursements related to those activities.

F. Scholarships Fund

The scholarships fund – fund balance net increase is the result of scholarship donations and interest exceeding scholarships awarded.

G. Permanent Fund

The permanent fund – fund balance, which did not change from the prior year, consists of nonspendable scholarship funds.

5. GENERAL FUND BUDGETARY HIGHLIGHTS

A. 2023-2024 Budget

The District’s general fund adopted budget for the year ended June 30, 2024, was \$146,347,091. This amount was increased by encumbrances carried forward from the prior year in the amount of \$3,416,860 and budget revisions of \$4,580,844, for a total final budget of \$154,344,795.

The final budget was funded through a combination of estimated revenues and appropriated fund balance. The majority of this funding source was \$113,711,800 in estimated property taxes and STAR receipts.

B. Change in General Fund’s Unassigned Fund Balance (Budget to Actual)

The general fund’s unassigned fund balance is the component of total fund balance that is the residual of current and prior years’ excess revenues over expenditures, net of the change in reserves, appropriations to fund the subsequent year’s budget, and encumbrances. The change in this balance demonstrated, through a comparison of the actual revenues and expenditures for the year compared to budget, follows:

Opening, Unassigned Fund Balance	\$ 5,853,886
Revenues Over Budget	1,903,587
Expenditures, Other Financing Uses, and Encumbrances Under Budget	4,883,021
Net Change in Reserves	(5,393,846)
Appropriated to Fund the June 30, 2025 Budget	<u>(1,400,000)</u>
Closing, Unassigned Fund Balance	<u><u>\$ 5,846,648</u></u>

HUNTINGTON UNION FREE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

Opening, Unassigned Fund Balance

The \$5,853,886 shown in the table is the portion of the District's June 30, 2023 fund balance that was retained as unassigned.

Revenues Over Budget

The 2023-2024 final budget for revenues and other financing sources was \$144,836,815. Actual revenues recognized for the year were \$146,740,402 and were more than estimated or budgeted revenues by \$1,903,587, which contributes directly to the change to the general fund unassigned fund balance from June 30, 2023 to June 30, 2024. The accompanying Required Supplementary Information, Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund, provides additional information.

Expenditures, Other Financing Uses, and Encumbrances Under Budget

The 2023-2024 final budget for expenditures and other financing uses was \$154,344,795. Actual expenditures and other financing uses as of June 30, 2024 were \$147,774,025 and outstanding encumbrances were \$1,687,749. Combined, the expenditures plus encumbrances for 2023-2024 were \$1,687,749. The final budget variance was \$4,883,021, which contributes directly to the change to the general fund unassigned fund balance from June 30, 2023 to June 30, 2024. The accompanying Required Supplementary Information, Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund, provides additional information.

Net Change in Reserves

Monies transferred into authorized reserves do not affect the total fund balance unless, and until these monies are actually expended. The transfers do, however, reduce the District's discretion regarding the use of these transferred monies, and thus, reduce the unassigned fund balance by the amount of the transfers. The table in §4.A. of this MD&A details the allocation of interest earnings and funding transfers to the reserves.

Appropriated Fund Balance

The District has chosen to use \$1,400,000 of the available June 30, 2024 fund balance to partially fund the 2024-2025 approved operating budget. As such, the June 30, 2024 unassigned fund balance must be reduced by this amount.

Closing, Unassigned Fund Balance

Based upon the summary changes shown in the table, the unassigned fund balance at June 30, 2024 was \$5,846,648. This amount equals 3.84% of the 2024-2025 budget and is less than the 4% statutory limit.

HUNTINGTON UNION FREE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

6. CAPITAL ASSET, DEBT ADMINISTRATION, AND OTHER LONG-TERM LIABILITIES

A. Capital Assets

At June 30, 2024, the District had invested in a broad range of capital assets, as indicated in the following table. The net increase in capital assets is due to capital additions of \$4,988,687 in excess of depreciation/amortization expense of \$2,148,157 recorded for the year ended June 30, 2024. A summary of the District's capital assets, net of accumulated depreciation/amortization at June 30, 2024 and 2023, is as follows:

	2024	2023	Increase (Decrease)
Land	\$ 1,545,142	\$ 1,545,142	\$ -
Construction in progress	3,949,945	8,001,700	(4,051,755)
Buildings and improvements	23,830,966	16,517,504	7,313,462
Site improvements	2,798,757	3,144,534	(345,777)
Furniture and equipment	2,189,880	2,221,592	(31,712)
Leased equipment and fixtures	67,724	111,412	(43,688)
Capital assets, net	<u>\$ 34,382,414</u>	<u>\$ 31,541,884</u>	<u>\$ 2,840,530</u>

B. Debt Administration

At June 30, 2024, the District had combined total debt of \$507,724. The decreases in outstanding debt represent principal payments made throughout the year. A summary of the outstanding debt at June 30, 2024 and 2023, is as follows:

	Issue/ Commencement Date	Interest Rate	2024	2023	Increase (Decrease)
Bonds					
	April 2015	2.0-4.0%	<u>\$ 440,000</u>	<u>\$ 650,000</u>	<u>\$ (210,000)</u>
Lease Liabilities					
	July 2020	0.98%	\$ 4,696	\$ 9,213	\$ (4,517)
	December 2021	0.98%	19,815	26,515	(6,700)
	December 2021	0.98%	8,709	11,649	(2,940)
	October 2023	0.98%	<u>34,504</u>	<u>42,276</u>	<u>(7,772)</u>
			<u>\$ 67,724</u>	<u>\$ 89,653</u>	<u>\$ (21,929)</u>

The District's latest underlying, long-term credit rating from Moody's Investors Service, Inc. is Aa1. The District's outstanding serial bonds were approximately 0.05% of the District's debt limit.

HUNTINGTON UNION FREE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

C. Other Long-Term Liabilities

Included in the District's long-term liabilities are the estimated amounts due for compensated absences, which are based on employment contracts, and workers' compensation liability, total OPEB liability, and net pension liabilities – proportionate share, which are based on actuarial valuations. A summary of the outstanding other long-term liabilities at June 30, 2024 and 2023, is as follows:

	2024	2023	Increase (Decrease)
Compensated absences payable	\$ 6,591,533	\$ 6,368,347	\$ 223,186
Workers' compensation liabilities	2,539,215	2,927,049	(387,834)
Total OPEB liability	280,753,276	261,165,097	19,588,179
Net pension liabilities - proportionate share	8,956,949	13,713,499	(4,756,550)
	\$ 298,840,973	\$ 284,173,992	\$ 14,666,981

7. ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

A. Subsequent Year's Budget

The general fund budget, the only fund with a legally adopted budget, as approved by the voters on May 21, 2024, for the year ending June 30, 2025, is \$152,277,619. This is an increase of \$5,930,528 or 4.05% over the previous year's budget.

The District budgeted revenues other than property taxes and STAR at a \$1,666,441 increase over the prior year's estimate, which is in part due to an estimated increase in state aid. The assigned, appropriated fund balance applied to the budget in the amount of \$1,400,000 is an increase of \$800,000 over the previous year. Additionally, the District has elected to appropriate \$1,057,651 of reserves towards the next year's budget, which is an increase of \$132,331 over the previous year. A property tax increase of \$3,331,756 (2.93%), levy to levy, was needed to meet the funding shortfall and cover the increase in appropriations.

B. Future Budgets

Factors to consider that could influence future budgets:

- Uncertainty with state aid, which complicates long-range planning.
- The rise in employee salaries and health benefits, as well as contributions to pension programs.
- Changing circumstances of unforeseen events and risks including natural disasters and global pandemics.
- Economic conditions, including the impact of high inflation and interest rates.
- Legal and intergovernmental factors constraining tax increases, modifying revenue sources, and other regulatory changes.

HUNTINGTON UNION FREE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

C. Tax Cap

New York State law limits the increase in the property tax levy of school districts to the lesser of 2% or the rate of inflation. There are additional statutory adjustments in the law. School districts may override the tax levy limit by presenting to the voters a budget that requires a tax levy that exceeds the statutory limit. However, that budget must be approved by 60% of the votes cast. Based on the law, the District's tax levy cap for 2024-2025 is 3.93%. The District's 2024-2025 property tax increase of 2.93% was less than the tax cap.

8. CONTACTING THE DISTRICT

This financial report is designed to provide the reader with a general overview of the District's finances and to demonstrate the District's accountability for the funds it receives. Requests for additional information can be directed to:

Dr. Rubie R. Harris
Assistant Superintendent for Finance & Management Services
Huntington Union Free School District
50 Tower Street
Huntington Station, New York 11746

HUNTINGTON UNION FREE SCHOOL DISTRICT
Statement of Net Position
June 30, 2024

ASSETS

Cash and cash equivalents	\$ 19,021,222
Unrestricted	34,931,591
Restricted	
Receivables	
Accounts receivable	26,716
Due from state and federal	6,665,293
Due from other governments	220,499
Other assets	142,452
Inventory	12,578
Capital assets	
Not being depreciated	5,495,087
Being depreciated/amortized, net of accumulated depreciation/amortization	<u>28,887,327</u>
 Total Assets	 <u>95,402,765</u>

DEFERRED OUTFLOWS OF RESOURCES

Pensions	27,596,500
Other postemployment benefits	<u>31,986,942</u>
 Total Deferred Outflows of Resources	 <u>59,583,442</u>

LIABILITIES

Payables	
Accounts payable	6,126,864
Accrued liabilities	533,767
Due to fiduciary funds	1,230
Due to other governments	1,260
Due to teachers' retirement system	6,145,794
Due to employees' retirement system	615,267
Compensated absences payable	115,693
Other liabilities	18,206
Unearned credits: collections in advance	238,770
Long-term liabilities	
Due and payable within one year	
Bonds payable	215,000
Lease liabilities	24,875
Compensated absences payable	64,432
Workers' compensation liabilities	597,304
Total other postemployment benefits liability	8,531,926
Due and payable after one year	
Bonds payable	225,000
Lease liabilities	42,849
Compensated absences payable	6,527,101
Workers' compensation liabilities	1,941,911
Total other postemployment benefits liability	272,221,350
Net pension liabilities - proportionate share	<u>8,956,949</u>
 Total Liabilities	 <u>313,145,548</u>

DEFERRED INFLOWS OF RESOURCES

Pensions	5,182,516
Other postemployment benefits	<u>60,043,411</u>
 Total Deferred Inflows of Resources	 <u>65,225,927</u>

NET POSITION (DEFICIT)

Net investment in capital assets	<u>33,477,050</u>
Restricted	
Workers' compensation	2,927,049
Unemployment insurance	184,234
Retirement contribution	
Teachers' retirement system	3,064,253
Employees' retirement system	5,722,874
Employee benefit accrued liability	6,368,347
Capital	16,068,337
Debt	212,522
Scholarships	<u>1,264,293</u>
	<u>35,811,909</u>
Unrestricted (Deficit)	<u>(292,674,227)</u>
 Total Net Position (Deficit)	 <u>\$ (223,385,268)</u>

HUNTINGTON UNION FREE SCHOOL DISTRICT

Statement of Activities

For the Year Ended June 30, 2024

		Program Revenues			Net (Expense)
	Expenses	Charges for	Operating Grants	Capital	Revenue and
		Services	& Contributions	Grants	Changes in
					Net Position
FUNCTIONS/PROGRAMS					
Governmental Activities:					
General support	\$ 22,093,180	\$	\$	\$	\$ (22,093,180)
Instruction	124,931,877	721,392	6,225,975	11,646	(117,972,864)
Pupil transportation	12,105,111				(12,105,111)
Debt service - interest	611,370				(611,370)
Food service program	2,504,451	172,835	2,449,358		117,742
	<u>\$ 162,245,989</u>	<u>\$ 894,227</u>	<u>\$ 8,675,333</u>	<u>\$ 11,646</u>	<u>(152,664,783)</u>
Total Governmental Activities					
GENERAL REVENUES					
Real property taxes					108,710,104
Other tax items					5,108,940
Use of money and property					1,851,913
Sale of property and compensation for loss					4,201
Miscellaneous					398,028
State sources					<u>30,055,280</u>
Total General Revenues					<u>146,128,466</u>
Change in Net Position (Deficit)					(6,536,317)
Total Net Position (Deficit) - Beginning of Year					<u>(216,848,951)</u>
Total Net Position (Deficit) - End of Year					<u>\$ (223,385,268)</u>

HUNTINGTON UNION FREE SCHOOL DISTRICT
Balance Sheet - Governmental Funds
June 30, 2024

	General	Special Aid	School Food Service	Debt Service	Capital Projects	Extraclassroom Activities	Scholarships	Permanent	Total Governmental Funds
ASSETS									
Cash and cash equivalents									
Unrestricted	\$ 14,398,238	\$ 2,197,006	\$ 1,522,692	\$	\$	\$ 286,833	\$ 616,453	\$	\$ 19,021,222
Restricted	32,977,242			212,522	1,357,852		383,975		34,931,591
Receivables									
Accounts receivable	8,371		7,169			11,176			26,716
Due from other funds	6,746,233				13,504,007		880,318		21,130,558
Due from state and federal	2,280,100	4,007,035	193,960		184,198				6,665,293
Due from other governments	220,499								220,499
Other assets	142,452								142,452
Inventory			12,578						12,578
Total Assets	<u>\$ 56,773,135</u>	<u>\$ 6,204,041</u>	<u>\$ 1,736,399</u>	<u>\$ 212,522</u>	<u>\$ 15,046,057</u>	<u>\$ 298,009</u>	<u>\$ 1,000,428</u>	<u>\$ 880,318</u>	<u>\$ 82,150,909</u>
LIABILITIES									
Payables									
Accounts payable	\$ 4,748,446	\$ 761,513	\$ 207,799	\$	\$ 397,640	\$ 11,466	\$	\$	\$ 6,126,864
Accrued liabilities	505,077	18,412	9,545						533,034
Due to other funds	13,505,237	5,423,655	476,154		1,110,289		616,453		21,131,788
Due to other governments			405		855				1,260
Due to teachers' retirement system	6,145,794								6,145,794
Due to employees' retirement system	615,267								615,267
Compensated absences payable	115,693								115,693
Other liabilities	18,206								18,206
Unearned credits: collections in advance		461	238,309						238,770
Total Liabilities	<u>25,653,720</u>	<u>6,204,041</u>	<u>932,212</u>	<u>-</u>	<u>1,508,784</u>	<u>11,466</u>	<u>616,453</u>	<u>-</u>	<u>34,926,676</u>
DEFERRED INFLOWS OF RESOURCES									
Unavailable revenues	232,452				184,198				416,650
FUND BALANCES									
Nonspendable: Inventory Scholarships									
Inventory			12,578						12,578
Scholarships							880,318		880,318
Restricted:									
Workers' compensation	2,927,049								2,927,049
Unemployment insurance	184,234								184,234
Retirement contribution									
Teachers' retirement system	3,064,253								3,064,253
Employees' retirement system	5,722,874								5,722,874
Employee benefit accrued liability	6,368,347								6,368,347
Capital	3,685,809				12,382,528				16,068,337
Debt				212,522					212,522
Scholarships							383,975		383,975
Assigned:									
Appropriated fund balance	1,400,000								1,400,000
Unappropriated fund balance	1,687,749		791,609		970,547	286,543			3,736,448
Unassigned: Fund balance	5,846,648								5,846,648
Total Fund Balances	<u>30,886,963</u>	<u>-</u>	<u>804,187</u>	<u>212,522</u>	<u>13,353,075</u>	<u>286,543</u>	<u>383,975</u>	<u>880,318</u>	<u>46,807,583</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 56,773,135</u>	<u>\$ 6,204,041</u>	<u>\$ 1,736,399</u>	<u>\$ 212,522</u>	<u>\$ 15,046,057</u>	<u>\$ 298,009</u>	<u>\$ 1,000,428</u>	<u>\$ 880,318</u>	<u>\$ 82,150,909</u>

HUNTINGTON UNION FREE SCHOOL DISTRICT
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2024

Total Governmental Fund Balances \$ 46,807,583

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

The costs of building, acquiring, and the right-to-use capital and intangible assets financed from the governmental funds are reported as expenditures in the year they are incurred, and the assets do not appear on the Balance Sheet. However, the Statement of Net Position includes those capital assets among the assets of the District as a whole, and their original costs are expensed annually over their useful lives.

Original cost or present value of capital and intangible assets	\$ 88,947,371	
Less: Accumulated depreciation/amortization	<u>(54,564,957)</u>	34,382,414

Proportionate share of long-term liabilities, as well as deferred outflows and inflows associated with participation in the state retirement systems are not current financial resources or liabilities and are not reported in the funds.

Deferred outflows of resources	27,596,500	
Net pension liability - teachers' retirement system	(3,346,182)	
Net pension liability - employees' retirement system	(5,610,767)	
Deferred inflows of resources	<u>(5,182,516)</u>	13,457,035

Total other postemployment benefits liability, as well as deferred inflows related to providing benefits in retirement are not current financial resources or liabilities and are not reported in the funds.

Deferred outflows of resources	31,986,942	
Total other postemployment benefits liability	(280,753,276)	
Deferred inflows of resources	<u>(60,043,411)</u>	(308,809,745)

Some of the District's revenues will be collected after year-end, but are not available soon enough to pay for the current period's expenditures and, therefore, are deferred in the governmental funds, but are not deferred on the Statement of Net Position.

416,650

Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds. Long-term liabilities at year end consist of:

Accrued interest on debt	(733)	
Bonds payable	(440,000)	
Lease liabilities	(67,724)	
Compensated absences payable	(6,591,533)	
Workers' compensation liabilities	<u>(2,539,215)</u>	<u>(9,639,205)</u>

Total Net Position (Deficit) \$ (223,385,268)

HUNTINGTON UNION FREE 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	Debt Service	Capital Projects	Extraclassroom Activities	Scholarships	Permanent	Total Governmental Funds
REVENUES									
Real property taxes	\$ 108,710,104	\$	\$	\$	\$	\$	\$	\$	\$ 108,710,104
Other tax items	5,108,940								5,108,940
Charges for services	400,448								400,448
Use of money and property	1,828,205		23,708			388	72,018		1,924,319
Sale of property and compensation for loss	4,201								4,201
Miscellaneous	504,828		37,971			328,374	80		871,253
Interfund revenue	9,349								9,349
State sources	30,055,280	1,750,870	712,805						32,518,955
Federal sources	119,047	4,283,960	1,736,553						6,139,560
Sales			134,864						134,864
Total Revenues	146,740,402	6,034,830	2,645,901	-	-	328,762	72,098	-	155,821,993
EXPENDITURES									
General support	16,077,804	862,012							16,939,816
Instruction	77,813,424	4,928,940				298,481	6,866		83,047,711
Pupil transportation	11,543,740	498,556							12,042,296
Employee benefits	36,424,930								36,424,930
Debt service									
Principal	21,929			210,000					231,929
Interest	585,720			26,000					611,720
Food service program			2,649,057						2,649,057
Capital outlay					4,646,697				4,646,697
Total Expenditures	142,467,547	6,289,508	2,649,057	236,000	4,646,697	298,481	6,866	-	156,594,156
Excess (Deficiency) of Revenues Over Expenditures	4,272,855	(254,678)	(3,156)	(236,000)	(4,646,697)	30,281	65,232	-	(772,163)
OTHER FINANCING SOURCES AND (USES)									
Operating transfers in		254,678		236,000	4,815,800				5,306,478
Operating transfers (out)	(5,306,478)								(5,306,478)
Total Other Financing Sources and (Uses)	(5,306,478)	254,678	-	236,000	4,815,800	-	-	-	-
Net Change in Fund Balances	(1,033,623)	-	(3,156)	-	169,103	30,281	65,232	-	(772,163)
Fund Balances - Beginning of Year	31,920,586	-	807,343	212,522	13,183,972	256,262	318,743	880,318	47,579,746
Fund Balances - End of Year	\$ 30,886,963	\$ -	\$ 804,187	\$ 212,522	\$ 13,353,075	\$ 286,543	\$ 383,975	\$ 880,318	\$ 46,807,583

HUNTINGTON UNION FREE SCHOOL DISTRICT
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and
Changes in Fund Balances to the Statement of Activities
For the Year Ended June 30, 2024

Net Change in Fund Balances \$ (772,163)

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

Long-Term Revenue and Expense Differences

Certain revenues are recognized in the governmental funds when they provide current financial resources. However, these revenues were recognized in the Statement of Activities in prior years when they were earned. \$ (102,972)

Certain operating expenses do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds, but are expensed in the Statement of Activities.

Decrease in workers' compensation liabilities 387,834

Certain expenditures in the governmental funds requiring the use of current financial resources (amounts paid) may exceed the amounts incurred during the year, resulting in a reduction of the long-term liability and an increase in the net position.

Increase in compensated absences payable (223,186) 61,676

Capital Related Differences

Capital outlays to purchase, build, or the right-to-use capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are capitalized and shown in the Statement of Net Position and allocated over their useful lives as annual depreciation/amortization expense in the Statement of Activities. This is the amount by which capital outlays and other additions exceeded depreciation/amortization expense in the period.

Capital outlays and other additions 4,988,687
Depreciation/amortization expense (2,148,157) 2,840,530

Long-Term Debt Transaction Differences

Repayment of long-term debt principal is an expenditure in the governmental funds, but it reduces long-term liabilities in the Statement of Net Position and does not affect the Statement of Activities.

Bonds payable 210,000
Lease liabilities 21,929

Interest on long-term debt in the Statement of Activities differs from the amount reported in the governmental funds because interest is recorded as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the Statement of Activities, however, interest expense is recognized as the interest accrues, regardless of when it is due. This is the amount by which accrued interest decreased from June 30, 2023 to June 30, 2024. 350

232,279

Pension and Other Postemployment Benefits Differences

The change in the proportionate share of the collective pension expense of the state retirement plans and the change in other postemployment benefits expense reported in the Statement of Activities did not affect current financial resources and, therefore, are not reported in the governmental funds.

Teachers' retirement system (4,191,448)
Employees' retirement system (747,431)
Other postemployment benefits (3,959,760) (8,898,639)

Change in Net Position (Deficit) of Governmental Activities \$ (6,536,317)

HUNTINGTON UNION FREE SCHOOL DISTRICT
Statement of Fiduciary Net Position - Fiduciary Fund
June 30, 2024

	Custodial
ASSETS	
Due from governmental funds	\$ 1,230
LIABILITIES	
Other liabilities	1,230
NET POSITION	
Restricted for individuals, organizations, and other governments	\$ -

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

	Custodial
ADDITIONS	
Real property taxes collected for the Library	\$ 9,132,696
Participant fees	46,332
Total Additions	9,179,028
DEDUCTIONS	
Disbursements of real property taxes to the Library	9,132,696
Program fees	46,332
Total Deductions	9,179,028
Change in Net Position	-
Net Position - Beginning of Year	-
Net Position - End of Year	\$ -

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Huntington Union Free School District (District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) for governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for establishing governmental accounting and financial reporting principles. Significant accounting principles and policies used by the District, are as follows:

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 (Board) 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 financial reporting entity is based on criteria set forth by GASB. 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. 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, there are no other entities that would be included in the District's reporting entity.

B. Joint Venture

The District is a component school district in the Board of Cooperative Educational Services of Western Suffolk (BOCES). A BOCES is a voluntary, cooperative association of school districts in a geographic area that share planning, services, and programs which provide educational and support activities. BOCES are organized under §1950 of the 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 Education Law. All BOCES property is held by the BOCES Board as a corporation under §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 General Municipal Law (GML). 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 Education Law, §1950(4)(b)(7). There is no authority or process by which a school district can terminate its status as a BOCES component. In addition, component school districts pay tuition or a service fee for programs in which its students participate.

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

C. Basis of Presentation

District-Wide Financial Statements

The Statement of Net Position and the Statement of Activities present information about the overall governmental financial activities of the District, except for fiduciary activities. Eliminations have been made to minimize the double counting of interfund transactions. Governmental activities generally are financed through taxes, state aid, intergovernmental revenues, and other exchange and nonexchange transactions. Operating grants and contributions include operating-specific and discretionary (either operating or capital) grants and contributions, while capital grants reflect capital-specific grants, if applicable.

The Statement of Net Position presents the financial position of the District at fiscal year-end. The Statement of Activities presents a comparison between program expenses and revenues for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Employee benefits are allocated to functional areas in proportion to the payroll expended for those areas. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including real property taxes and state aid, are presented as general revenues.

Fund Financial Statements

The fund financial statements provide information about the District's funds, including the fiduciary fund. Separate statements for each fund type, governmental and fiduciary, are presented. The District's financial statements present the following fund types:

Governmental Funds - are those through which most governmental functions are financed. The acquisition, use, and balances of expendable financial resources, and the related liabilities are accounted for through governmental funds. The emphasis of governmental fund financial statements is on major funds as defined by GASB, each displayed in a separate column. The following are the District's major governmental funds:

General Fund - is the general operating fund and is used to account for all financial transactions except those required to be accounted for in another fund.

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

School Food Service Fund - is used to account for the activities of the food service program.

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

Capital Projects Fund - is used to account for the financial resources used for the acquisition, construction, renovation, major repair, or the right-to-use capital facilities and other capital and intangible assets.

Extraclassroom Activities Fund - is used to account for the funds operated by and for the students of the District. The Board exercises general oversight of these funds. The extraclassroom activities fund are independent of the District with respect to its financial transactions and the designation of student management. Separate audited financial statements of the extraclassroom activities fund can be found at the District's Business Office.

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

Scholarships Fund – is used to account for funds collected that benefit annual third-party awards and scholarships for students.

Permanent Fund – is used to account for endowed scholarship funds collected that benefit annual scholarships for students.

Fiduciary Funds – are used to account for activities in which the District acts as trustee or custodian 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 to finance District operations. The following is the District’s fiduciary fund:

Custodial Fund – is used to account for real property taxes collected on behalf of other governments and disbursed to those governments and funds collected and disbursed on behalf of other entities.

D. Measurement Focus and Basis of Accounting

Measurement focus describes what type of information is reported, and is either the economic resources measurement focus or the current financial resources measurement focus. The economic resources measurement focus reports all assets, liabilities, and deferred resources related to a given activity, as well as transactions of the period that affect net position. For example, all assets, whether financial (e.g., cash and receivables) or capital (e.g., property and equipment) and liabilities (including long-term debt and obligations) are reported. The current financial resources measurement focus reports more narrowly on assets, liabilities, and deferred resources that are relevant to near-term liquidity, along with net changes resulting from transactions of the period. Consequently, capital assets and the unmatured portion of long-term debt and certain other liabilities the District would not expect to liquidate currently with expendable available financial resources (e.g., compensated absences for employees still in active service) would not be reported.

Basis of accounting describes when changes are recognized, and is either the accrual basis of accounting or the modified accrual basis of accounting. The accrual basis of accounting recognizes changes in net position when the underlying event occurs, regardless of the timing of related cash flows. The modified accrual basis of accounting recognizes changes only at the point they affect near-term liquidity.

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

The governmental funds financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. 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 180 days after the end of the fiscal year, except for real property taxes, which are considered to be available if they are collected within 60 days after the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, lease liabilities, workers’ compensation, compensated absences, pension costs, and OPEB, which are recognized as expenditures to the extent they have matured. Capital assets acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt are reported as other financing sources.

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

E. Real Property Taxes and Other Tax Items

Calendar

Real property taxes are levied annually by the Board no later than November 1st and become a lien on December 1st. Taxes are collected by the town of Huntington and remitted to the District from December to June.

Enforcement

Uncollected real property taxes are subsequently enforced by Suffolk County in June.

School Tax Relief (STAR) Aid

New York State implemented the STAR program with the enactment of Chapter 389 of the Laws of 1997 to reduce the school property tax burden on residential homeowners. A school district's annual property tax levy as adopted is reduced by the total amount of the STAR exemptions granted to homeowners. School districts are reimbursed for this loss in property tax revenues by the state with STAR aid, which is reported as other tax items revenue.

F. Payments in Lieu of Taxes (PILOT)

The District reports payments in lieu of taxes (PILOT) revenues in the general fund as part of other tax items revenues. These PILOT revenues are often the result of tax abatements granted by industrial development agencies of the Town and/or the County to help promote local economic development. Property owners make PILOT payments to the government agencies, which in turn remit the collected payments to the District.

G. Restricted Resources

When an expense is incurred for purposes for which both restricted and unrestricted net resources 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 to Financial Statements.

H. Interfund Transactions

The operations of the District include transactions between funds. These transactions may be temporary in nature, such as with interfund borrowings. The District typically loans resources between funds for the purpose of providing cash flow. These interfund receivables and payables are expected to be repaid within one year. Permanent transfers of funds include transfers to provide financing or other services. This includes the transfer of unrestricted general fund revenues to finance various programs that the District must account for in other funds in accordance with budgetary authorizations.

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

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

The governmental funds report all interfund transactions as originally recorded. Interfund receivables and payables are 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.

A detailed disclosure by individual fund for interfund receivables, payables, transfers in, and transfers out activity is provided subsequently in these Notes to Financial Statements.

I. Use of 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 contingencies at the date of the financial statements and the reported revenues and expenses/expenditures during the reporting period. Accordingly, actual results could differ from those estimates. Estimates and assumptions are made in a variety of areas, including revenue availability, compensated absences, pension costs, OPEB, workers' compensation, potential contingent liabilities, and useful lives of capital assets.

J. Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand, bank deposits, and investments with an original maturity date of 90 days or less from date of acquisition.

Certain cash balances are restricted by various legal and contractual obligations, such as legal reserves and debt agreements.

K. Receivables

Receivables are shown net of an allowance for uncollectibles, if any. However, no allowance for uncollectible accounts has been provided since it is believed that such allowance would not be material.

L. Inventory

Inventory of food in the school food service fund is recorded at cost on a first-in, first-out basis, or in the case of surplus food donated by the U.S. Department of Agriculture, at the Government's assigned value, which approximates market. Inventory is accounted for on the consumption method. Under the consumption method, a current asset for the inventory item is recorded at the time of receipt and/or purchase and an expense/expenditure is reported in the year the goods are consumed.

Purchases of inventoriable items in other funds are recorded as expenditures at the time of purchase, and are considered immaterial in amount.

A portion of fund balance has been classified as nonspendable to indicate that inventory does not constitute available spendable resources.

M. Other Assets

The District has provided life insurance policies with split dollar provisions for certain former employees. The split dollar provisions provide for the payment of insurance proceeds to the District to the extent of premiums paid upon the demise of the insured or surrender of the policy.

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

N. Capital Assets

The district-wide financial statements report both capital and intangible assets, such as right-to-use leased and subscription-based information technology assets. Capital assets are reported at actual cost, when the information is available, or at estimated historical cost based on professional third-party information. Donated assets are reported at acquisition value at the date of donation. Intangible assets are reported based on the estimated lease and subscription liabilities calculated in accordance with GASB standards.

All capital and intangible assets, except land and construction in progress, are depreciated/amortized on a straight-line basis over their estimated useful lives, as follows:

	Capitalization Threshold	Estimated Useful Life
Buildings and improvements	\$ 50,000	50 years
Site improvements	25,000	20 years
Furniture and equipment	5,000	5-20 years
Leased equipment and fixtures	0	5-6 years

O. Deferred Outflows of Resources

Deferred outflows of resources, in the Statement of Net Position, represents a consumption of net assets that applies to a future reporting period and so will not be recognized as an outflow of resources (expense) until that time. The District has two items that qualify for reporting in this category. The first item is related to pensions and consists of the District's proportionate share of change in the collective net pension assets or liabilities not included in collective pension expense and the District's contributions to the pension systems (TRS and ERS) subsequent to the measurement date. The second item is related to OPEB and represents the change in the total other postemployment benefits liability not included in OPEB expense.

P. Short-Term Debt

The District may issue 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 TANs represent a liability that will be extinguished by the use of expendable, available resources of the fund.

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; seven years if originally issued during calendar year 2015 through, and including, 2021. The notes, or renewal thereof, may not extend more than two years beyond the original date of issue, unless a portion is redeemed within two years and within each twelve-month period thereafter.

Q. Collections in Advance

Collections in advance arise when resources are received by the District before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures or when charges for services monies are received in advance from payers prior to the services being rendered by the District, such as prepaid lunch and supply chain assistance monies in the school food service fund. These amounts

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

are recorded as liabilities in the financial statements. The liabilities are removed and revenues are recognized in subsequent periods when the District has legal claim to the resources.

R. Employee Benefits – Compensated Absences

Compensated absences consist of unpaid accumulated sick leave and vacation leave.

Sick leave eligibility and accumulation is specified in collective bargaining agreements and in individual employment contracts. Upon retirement, resignation, or death, employees may contractually receive a payment based on unused accumulated sick leave or a credit towards their health insurance obligation.

Vacation eligibility and accumulation is specified in collective bargaining agreements and in individual employment contracts. Some earned benefits may be forfeited if not taken within varying time periods. Employees are compensated for unused accumulated vacation leave through paid time off or cash payment upon retirement, termination, or death.

Certain collectively bargained agreements require these payments to be paid in the form of non-elective contributions into the employee's §403(b) plan.

The liability for compensated absences has been calculated using the vesting 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 financial statements, a liability is reported only for payments due for unused compensated absences for those employees that have obligated themselves to separate from service with the District by June 30th.

S. Other Benefits

Eligible District employees participate in the TRS or the ERS.

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

The District provides individual or family health insurance coverage for active employees pursuant to collective bargaining agreements and individual employment contracts.

In addition to providing these benefits, the District provides individual, family, or surviving spouse postemployment health insurance coverage for eligible retired employees. Collective bargaining agreements and individual employment contracts determine if District employees are eligible for these benefits if they reach normal retirement age while working for the District. Healthcare benefits are provided through plans whose premiums are based on the benefits paid during the year. The cost of providing post-retirement benefits is shared between the District and the retired employee. The District recognizes the cost of providing health insurance by recording its share of insurance premiums as an expenditure in the governmental funds as the liabilities for premiums mature (come due for payment). In the district-wide statements, the cost of postemployment health insurance coverage is recognized on the economic resources measurement focus and the accrual basis of accounting in accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

T. Long-Term Debt

The District may borrow money in order to acquire land or equipment, construct buildings, make improvements, or obtain the right-to-use intangible assets. This enables the cost of these capital and intangible assets to be borne by the present and future taxpayers receiving the benefit of the capital and intangible assets. These long-term liabilities are full faith and credit debt of the local government. The repayment of principal and interest will be in the general fund and debt service fund.

U. Lease Liability

At the commencement of a lease, the District initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

V. Deferred Inflows of Resources

Deferred inflows of resources represents an acquisition of net assets that applies to a future reporting period and so will not be recognized as an inflow of resources (revenue/expense credit) until that time. The District has three items that qualify for reporting in this category. First is unavailable revenues reported in the governmental funds when potential revenues do not meet the availability criterion for recognition in the current period. This includes receivables of tuition billings and split dollar life insurance. The second item is related to state capital grant allocations. In subsequent periods, when the availability criterion is met, unavailable revenues are reclassified as revenues. In the District-wide financial statements, unavailable revenues are treated as revenues. The third item is related to pensions reported in the district-wide Statement of Net Position and consists of the District's proportionate share of changes in the collective net pension asset or liability not included in collective pension expense. The fourth item is related to OPEB reported in the district-wide Statement of Net Position and represents the change in the total OPEB liability not included in OPEB expense.

W. 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 and intangible assets (cost less accumulated depreciation/amortization) reduced by outstanding balances of related debt obligations from the acquisition, construction, improvements of, and the right-to-use those assets.

Restricted – 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 – Reports the balance of net position that does not meet the definition of the above two classifications.

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

Fund Statements

The fund statements report fund balance classifications according to the relative strength of spending constraints placed on the purpose for which resources can be used, as follows:

Nonspendable – Consists of amounts that are inherently nonspendable in the current period either because of their form or because they must be maintained intact. Nonspendable fund balance consists of inventory, which is recorded in the school food service fund, and nonexpendable scholarships, which are recorded in the permanent fund.

Restricted – Consists of amounts that are subject to externally enforceable legal purpose restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments; or through constitutional provisions or enabling legislation. The District has established the following restricted fund balances:

Workers' Compensation Reserve

Workers' Compensation Reserve (GML §6-j) is 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. The reserve is accounted for in the general fund.

Unemployment Insurance Reserve

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

Retirement Contribution Reserve

Retirement Contribution Reserve (GML §6-r) is used for the purpose of financing retirement contributions payable to the ERS and TRS. The Board, by resolution, may establish the reserve and authorize expenditures from the reserve. The reserve is funded by budgetary appropriations or taxes raised for the reserve, revenues that are not required by law to be paid into any other fund or account, transfers from reserves and other funds that may legally be appropriated. Contributions to the TRS sub-fund are limited 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 TRS sub-fund is separately administered, but must comply with all the existing provisions of GML. These reserves are accounted for in the general fund.

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

Employee Benefit Accrued Liability Reserve

Employee Benefit Accrued Liability Reserve (GML §6-p) is used to reserve funds for the payment of accrued employee benefits primarily based on unused and unpaid sick leave, personal leave, holiday leave, or vacation leave 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. The reserve is accounted for in the general fund.

Capital Reserve

Capital Reserve (Education Law §3651) is 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. These reserves are accounted for in the general fund and the capital projects fund.

Restricted for Debt

Unexpended balances of proceeds of borrowings for capital projects, interest, and earnings from investing proceeds of obligations, and 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.

Restricted for Scholarships

Amounts restricted for scholarships are used to account for monies donated for scholarship purposes including earnings and net of awards. These restricted funds are accounted for in the scholarships fund.

Assigned – Consists of amounts that are subject to a purpose constraint that represents an intended use established by the District's Board. The purpose of the assignment must be narrower than the purpose of the general fund, and in funds other than the general fund, assigned fund balance represents the residual, positive amount of fund balance. Assigned fund balance 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.

Unassigned – Represents the residual classification for the District's general fund and could report a surplus or deficit. In funds other than the general fund, the unassigned classification is used to report a deficit fund balance resulting from overspending of available resources. NYS Real Property Tax Law §1318 restricts the unassigned fund balance of the general fund to an amount not greater than 4% of the subsequent year's budget.

Fund Balance Classification

Any portion of fund balance may be applied or transferred for a specific purpose by law, voter approval if required by law or by formal action of the Board if voter approval is not required. Amendments or modification to the applied or transferred fund balance must also be approved by formal action of the Board.

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

The Board shall delegate the authority to assign fund balance, for encumbrance purposes, to the person(s) to whom it has delegated the authority to sign purchase orders.

In circumstances where an expenditure is incurred for a purpose for which amounts are available in multiple fund balance classifications (that is restricted, assigned, or unassigned) the Board will assess the current financial condition of the District and then determine the order of application of expenditures to which fund balance classification will be charged.

2. FUTURE ACCOUNTING STANDARDS

The GASB Statements are issued to set GAAP for state and local governments. The following is not an all-inclusive list of GASB statements issued, but statements that the District feels may have a future impact on these financial statements. The District will evaluate the impact of these pronouncements and implement them, as applicable, if material.

Effective for the Year Ending	Statement
June 30, 2025	GASB No. 101 – <i>Compensated Absences</i>
June 30, 2025	GASB No. 102 – <i>Certain Risk Disclosures</i>
June 30, 2026	GASB No. 103 – <i>Financial Reporting Model Improvements</i>

GASB Statement No. 101 was issued to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and amending previously required disclosures.

GASB Statement No. 102 was issued to provide users of government financial statements with essential information about risks related to a government’s vulnerabilities due to certain concentrations or constraints.

GASB Statement No. 103 was issued to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government’s accountability. This Statement also addresses certain application issues.

3. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE DISTRICT-WIDE STATEMENTS AND THE GOVERNMENTAL FUND STATEMENTS

Due to the differences in the measurement focus and basis of accounting used in the district-wide statements and the governmental fund statements, certain financial transactions are treated differently. The financial statements contain a full reconciliation of these items.

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 current financial resources focus of the governmental funds Balance Sheet, as applied to the reporting of capital assets and deferred outflows of resources, and long-term assets and liabilities, and deferred inflows of resources.

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

Differences between the Statement of Revenues, Expenditures, and Changes in Fund Balances and the Statement of Activities fall into any of four broad categories.

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 current financial resources measurement focus and the modified accrual basis, whereas the economic resources measurement focus and the accrual basis of accounting is used on the Statement of Activities, thereby affecting expenses such as compensated absences.

Capital Related Differences

Capital related differences include the difference between proceeds from 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 acquisition of capital items in the fund statements and depreciation/amortization expense on those items as recorded in the Statement of Activities.

Long-Term Debt Transaction Differences

Long-term debt transaction differences occur because the issuance of long-term debt provides current financial resources to governmental funds, but is recorded as a liability in the Statement of Net Position. In addition, both interest and principal payments are recorded as expenditures in the fund statements when due and payable, whereas interest expense is recorded in the Statement of Activities as it accrues, and principal payments are recorded as a reduction of liabilities in the Statement of Net Position.

Pension and Other Postemployment Benefits Differences

Pension differences occur as a result of recognizing pension costs using the current financial resources measurement focus and the modified accrual basis of accounting, whereby an expenditure is recognized based on the contractually required contribution as calculated by the plan, versus the economic resources measurement focus and the accrual basis of accounting, whereby an expense is recognized related to the District’s proportionate share of the collective pension expense of the plan.

OPEB differences occur as a result of recognizing OPEB costs using the current financial resources measurement focus and the modified accrual basis of accounting, whereby an expenditure is recognized for health insurance premiums and OPEB costs as they mature (come due for payment), versus the economic resources measurement focus and the accrual basis of accounting, whereby an expense is recognized related to the future cost of benefits in retirement over the term of employment.

4. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgets

The District’s administration prepares a proposed budget for approval by the Board for the general fund, the only fund with a legally adopted budget.

The voters of the District approved the proposed appropriation budget for the general fund.

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

Appropriations are established by the adoption of the budget, are recorded at the program line item level, and constitute a limitation on expenditures (and encumbrances) that may be incurred. Appropriations authorized for the year may be increased by the amount of encumbrances carried forward from the prior year. 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 can be funded by the planned use of specific reserves, and can be increased by budget amendments approved by the Board as a result of selected new revenue sources not included in the original budget (when permitted by law) and appropriation of fund balances. 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. The following supplemental appropriations occurred during the year:

Transfer to the capital projects fund funded by capital reserves	\$ 4,565,800
as approved by the voters in May 2024	15,044
Instruction expenditures funded by donations	15,044
	\$ 4,580,844

Budgets are adopted annually on a basis consistent with GAAP.

Budgets are established and used for individual capital projects based on authorized funding. The maximum project amount authorized is based upon the estimated cost of the project. These budgets do not lapse and are carried over to subsequent fiscal years until the completion of the projects.

B. Encumbrances

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

5. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS

The District’s investment policies are governed by state statutes and District policy. Resources must be deposited in Federal Deposit Insurance Corporation (FDIC) insured commercial banks or trust companies located within the state. Permissible investments include obligations of the U.S. Treasury and U.S. 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 New York State and its municipalities.

Custodial credit risk is the risk that in the event of a bank failure, the District may be unable to recover deposits or collateral securities that are in possession of an outside agency. GASB directs that deposits be disclosed as exposed to custodial credit risk if they are not covered by depository insurance and the deposits are as follows:

- A. Uncollateralized,
- B. Collateralized by securities held by the pledging financial institution, or
- C. Collateralized by securities held by the pledging financial institution’s trust department or agent but not in the District’s name.

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

The District’s aggregate bank balances were covered by FDIC insurance or fully collateralized by securities pledged on the District’s behalf at year end.

The District did not have any investments at year end or during the year, except disclosed below. Consequently, the District was not exposed to any material interest rate risk or foreign currency risk.

Investment pool:

The District participates in the New York Cooperative Liquid Assets Securities System – New York (NYCLASS), a multi-municipal cooperative investment pool agreement pursuant to GML Article 3-A and 5-G, whereby it holds a portion of the investments in cooperation with other participants. NYCLASS is rated AAAM by S&P Global Ratings. The investments are highly liquid and are considered to be cash equivalents. All NYCLASS portfolio holdings are collateralized in accordance with GML §10.

The District’s investments in NYCLASS consisted of repurchase agreements, U.S. Treasury Securities, and collateralized bank deposits, with various interest rates and due dates. The dollar weighted average days to maturity (WAM) of NYCLASS at June 30, 2024, was 38 days and the weighted average life (WAL) was 72 days. These investments are included in cash as follows:

Fund	Carrying Amount
General Fund	\$ 35,014,500
Scholarships Fund	100,429
	\$ 35,114,929

Securities, other than repurchase agreements, are valued at the most recent market bid price as obtained from one or more market makers for such securities. Repurchase agreements are recorded as cost, which approximates fair value. The lead participant of NYCLASS is the Village of Rhinebeck. Additional information concerning NYCLASS, including the annual report, can be found on its website at www.newyorkclass.org.

6. PARTICIPATION IN BOCES

During the year ended June 30, 2024, the District was billed \$11,391,536 for BOCES administrative and program costs. The District’s share of BOCES aid amounted to \$3,634,963. Financial statements for the BOCES are available from the BOCES administrative offices at 507 Deer Park Road, P.O. Box 8007, Huntington Station, New York 11746-9007.

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

7. DUE FROM STATE AND FEDERAL

Due from state and federal at June 30, 2024, consisted of:

General Fund	
New York State - excess cost aid	\$ 594,908
BOCES aid	1,685,192
	<u>2,280,100</u>
Special Aid Fund	
Federal and state grants	4,007,035
School Food Service Fund	
Federal and state food service program reimbursements	193,960
Capital Projects Fund	
Dormitory Authority of the State of New York	139,366
Smart Schools Bond Act	44,832
	<u>184,198</u>
	<u>\$ 6,665,293</u>

District management expects these amounts to be fully collectible.

8. DUE FROM OTHER GOVERNMENTS

Due from other governments at June 30, 2024, consisted of:

General Fund	
Other districts - tuition and health services	\$ 220,499

District management expects these amounts to be fully collectible.

9. OTHER ASSETS

The District has provided life insurance policies with split dollar provisions for certain of its former employees. The split dollar provisions provide for the payment of insurance proceeds to the District upon the demise of the insured or cash surrender value if the policy is cashed in prior to death.

At June 30, 2024, total cash surrender value for these policies amounted to \$142,452, which has been recorded as other assets in the general fund. The corresponding revenue to this receivable is included in unavailable revenues and will be recognized in the year that the proceeds are received.

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

10. CAPITAL ASSETS

A. Changes

Capital assets balances and activity for the year ended June 30, 2024, were as follows:

	Balance June 30, 2023	Additions	Reductions	Balance June 30, 2024
Governmental activities				
Capital assets not being depreciated:				
Land	\$ 1,545,142	\$	\$	\$ 1,545,142
Construction in progress	<u>8,001,700</u>	<u>3,957,811</u>	<u>(8,009,566)</u>	<u>3,949,945</u>
Total capital assets not being depreciated	<u>9,546,842</u>	<u>3,957,811</u>	<u>(8,009,566)</u>	<u>5,495,087</u>
Capital assets being depreciated/amortized:				
Buildings and improvements	59,333,601	8,698,451		68,032,052
Site improvements	8,111,583			8,111,583
Furniture and equipment	6,900,617	341,991	(44,330)	7,198,278
Leased equipment and fixtures	<u>137,413</u>		<u>(27,042)</u>	<u>110,371</u>
Total capital assets being depreciated/amortized	<u>74,483,214</u>	<u>9,040,442</u>	<u>(71,372)</u>	<u>83,452,284</u>
Less accumulated depreciation/amortization for:				
Buildings	42,816,097	1,384,989		44,201,086
Improvements Other Than Buildings	4,967,049	345,777		5,312,826
Equipment	4,679,025	373,703	(44,330)	5,008,398
Leased equipment and fixtures	<u>26,001</u>	<u>43,688</u>	<u>(27,042)</u>	<u>42,647</u>
Total accumulated depreciation/amortization	<u>52,488,172</u>	<u>2,148,157</u>	<u>(71,372)</u>	<u>54,564,957</u>
Total capital assets, being depreciated/amortized, net	<u>21,995,042</u>	<u>6,892,285</u>	<u>-</u>	<u>28,887,327</u>
Capital assets, net	<u>\$ 31,541,884</u>	<u>\$ 10,850,096</u>	<u>\$ (8,009,566)</u>	<u>\$ 34,382,414</u>

Depreciation/amortization expense was charged to governmental functions, as follows:

General support	\$ 170,528
Instruction	1,941,818
Food service program	<u>35,811</u>
Total depreciation/amortization expense	<u>\$ 2,148,157</u>

B. Lease Assets

The District has entered into various lease arrangements that are subject to GASB Statement No. 87. The terms of these leases vary between five and six years with discount rates of 0.98%. These leases are included in leased equipment and fixtures included in the previous table. The District has not provided any residual value guarantees related to these leased capital assets.

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

C. Impairment Losses

The District evaluates prominent events or changes in circumstances affecting capital or intangible assets to determine whether impairment of a capital or intangible asset has occurred. The District's policy is to record an impairment loss in the period when the District determines that the carrying amount of the asset will not be recoverable. At June 30, 2024, the District has not recorded any such impairment losses.

11. INTERFUND TRANSACTIONS

Interfund balances and activities at June 30, 2024, were as follows:

	Interfund			
	Receivable	Payable	Transfers In	Transfers Out
General Fund	\$ 6,746,233	\$ 13,505,237	\$	\$ 5,306,478
Special Aid Fund		5,423,655	254,678	
School Food Service Fund		476,154		
Debt Service Fund			236,000	
Capital Projects Fund	13,504,007	1,110,289	4,815,800	
Scholarships Fund		616,453		
Permanent Fund	880,318			
	21,130,558	21,131,788	\$ 5,306,478	\$ 5,306,478
Custodial Fund	1,230			
	\$ 21,131,788	\$ 21,131,788		

The District typically transfers from the general fund to other governmental funds per the approved budget. The transfer to the special aid fund was for the District's share of the costs for the summer program for students with disabilities and the state-supported Section 4201 schools. The transfer to the debt service fund was for the payment of principal and interest on long-term outstanding indebtedness. The 2024 budget included a transfer from the general fund to the capital projects fund for \$250,000. In addition, per the May 2024 voter authorization, the general fund transferred from the 2008, 2013, 2017, 2018, and 2022 capital reserves, a total of \$4,565,800 to the capital projects fund for improvements to be completed at the high school and magnet school.

12. SHORT-TERM DEBT

Short-term debt activity for the year is summarized below:

	Maturity	Stated Interest Rate	Balance June 30, 2023	Issued	Redeemed	Balance June 30, 2024
TAN	6/2024	5.25%	\$ -	\$ 16,000,000	\$ (16,000,000)	\$ -

The TAN was issued to provide cash flow for the District until real property taxes are received from the Town.

Interest on short-term debt for the year was \$583,333. The District received a premium of \$132,320 on this TAN borrowing resulting in an effective interest rate of 4.0591%, which is included in miscellaneous revenue in the general fund.

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

13. LONG-TERM LIABILITIES

A. Changes

Long-term liability balances and activity, excluding pension liabilities, for the year are summarized below:

	Balance June 30, 2023	Additions	Reductions	Balance June 30, 2024	Amounts Due Within One Year
Long-term debt:					
Bonds payable	\$ 650,000	\$	\$ (210,000)	\$ 440,000	\$ 215,000
Lease liabilities	89,653		(21,929)	67,724	24,875
Other long-term liabilities:					
Compensated absences	6,368,347	223,186		6,591,533	64,432
Workers' compensation	2,927,049	275,307	(663,141)	2,539,215	597,304
Total OPEB liability	261,165,097	19,588,179		280,753,276	8,531,926
	<u>\$ 271,200,146</u>	<u>\$ 20,086,672</u>	<u>\$ (895,070)</u>	<u>\$ 290,391,748</u>	<u>\$ 9,433,537</u>

The general fund has typically been used to liquidate other long-term liabilities.

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

For total OPEB liability, see Note 17 "Postemployment Healthcare Benefits" for additional information.

B. Bonds Payable

Bonds payable is comprised of the following:

Description	Issue Date	Final Maturity	Interest Rate	Outstanding at June 30, 2024
Refunding debt	4/2015	6/2026	2.0-4.0%	<u>\$ 440,000</u>

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

Year Ending June 30,	Principal	Interest	Total
2025	\$ 215,000	\$ 17,600	\$ 232,600
2026	225,000	9,000	234,000
Total	<u>\$ 440,000</u>	<u>\$ 26,600</u>	<u>\$ 466,600</u>

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

C. Lease Liabilities

Lease liabilities are comprised of the following:

Description	Issue/ Commencement Date	Final Maturity	Interest Rate	Outstanding at June 30, 2024
Pitney Bowes folder inserter	7/2020	2/2025	0.98%	\$ 4,696
Pitney Bowes folder inserter	12/2021	2/2027	0.98%	19,815
Pitney Bowes postage meter	12/2021	2/2027	0.98%	8,709
Pitney Bowes folder inserter	10/2023	7/2027	0.98%	34,504
				<u>\$ 67,724</u>

The following is a summary of debt service requirements for lease liabilities:

Fiscal Year Ending June 30,	Principal	Interest	Total
2025	\$ 24,875	\$ 2,280	\$ 27,155
2026	20,977	1,367	22,344
2027	19,060	537	19,597
2028	2,812	27	2,839
Total	<u>\$ 67,724</u>	<u>\$ 4,211</u>	<u>\$ 71,935</u>

There were no variable payments or other payments made for leases included above. There were no additional lease commitments entered into by the District after June 30, 2024.

D. Interest Expense

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

Interest paid	\$ 28,387
Less interest accrued in the prior year	(1,083)
Plus interest accrued in the current year	<u>733</u>
Total interest expense on long-term debt	<u>\$ 28,037</u>

14. REMEDIES UPON DEFAULT IN BONDS AND NOTES PAYMENTS

The bonds and notes are general obligation contracts between the District and the owners for which the faith and credit of the District are pledged and remedies for enforcement of payment are not expressly included in the District's contract with such owners. Upon default in the payment of principal of or interest on the bonds or notes at the suit of the owner, a court has the power, in proper and appropriate proceedings, to render judgment against the District. A court also has the power, in proper and appropriate proceedings, to order payment of a judgment on such bonds or notes from funds lawfully available therefor or, in the absence thereof, to order the District to take all lawful action to obtain the same, including the raising of the required amount in the next annual tax levy.

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

Section 99-b of the State Finance Law provides for a covenant between New York State and the purchasers and the holders and owners from time to time of the bonds and notes issued by school districts in New York State. In the event a holder or owner of any bond or note issued by a school district for school purposes shall file with the Office of the New York State Comptroller (OSC), a verified statement describing such bond or note and alleging default in the payment thereof or the interest thereon or both. The OSC shall thereafter deduct and withhold from the next succeeding allotment, apportionment or payment of such state aid or assistance due to such school district such amount thereof as may be required to pay the principal of and interest on such bonds and notes of such school district then in default. In the event such state aid or assistance initially so withheld shall be insufficient to pay said amounts in full, the OSC shall similarly deduct and withhold from each succeeding allotment, apportionment or payment of such state aid or assistance due such school district such amount or amounts thereof as may be required to cure such default.

15. PENSION PLANS – NEW YORK STATE

A. General Information

The District participates in the New York State Teachers' Retirement System (TRS) and the New York State and Local Employees' Retirement System (ERS). These are cost sharing multiple employer, defined benefit, public employee retirement systems. The systems provide retirement, disability, withdrawal, and death benefits to plan members and beneficiaries related to years of service and final average salary.

B. Provisions and Administration

Teachers' Retirement System

The TRS is administered by the New York State Teachers' Retirement Board. The TRS provides benefits to plan members and beneficiaries as authorized by the Education Law and the New York State Retirement and Social Security Law (NYSRSSL). Membership is mandatory and automatic for all full-time teachers, teaching assistants, guidance counselors, and administrators employed in New York Public Schools and BOCES who elected to participate in the TRS. Once a public employer elects to participate in the TRS, 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. Additional information regarding the TRS may be found on the TRS website at www.nystrs.org or obtained by writing to the New York State Teachers' Retirement System, 10 Corporate Woods Drive, Albany, New York 12211-2395.

Employees' Retirement System

Obligations of employers and employees to contribute and benefits to employees are governed by the NYSRSSL. The net position of the ERS 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 ERS. As set forth in the NYSRSSL, the Comptroller of the State of New York (Comptroller) serves as the trustee of the Fund and is the administrative head of the ERS. Once a public employer elects to participate in the ERS, 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 ERS is included in the State's financial report as a pension trust fund. That report, including information with regard to benefits provided on the NYS Comptroller's website at www.osc.state.ny.us/retire/publications/index.php or obtained by writing to the New York State and Local Employees' Retirement System, 110 State Street, Albany, New York 12244.

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

C. Funding Policies

Plan members who joined the systems before July 27, 1976, are not required to make contributions. Those joining on or after July 27, 1976, and before January 1, 2010, with less than ten years of credited services are required to contribute 3% of their salary. Those joining on or after January 1, 2010 and before April 1, 2012, are required to contribute 3% of their salary to ERS or 3.5% of their salary to TRS throughout active membership. Those joining on or after April 1, 2012, are required to contribute between 3% and 6% dependent on their salary throughout active membership. Employers are required to contribute at an actuarially determined rate based on covered salaries paid. For the TRS, the employers' contribution rate is established annually by the New York State Teachers' Retirement Board for the TRS' fiscal year ended June 30th, and employer and employee contributions are deducted from state aid in the subsequent months of September, October, and November, with the balance to be paid by the District, if necessary. For the ERS, the Comptroller annually certifies the actuarially determined rates expressly used in computing the employers' contributions for the ERS' fiscal year ended March 31st, and employer contributions are either paid by the prior December 15th less a 1% discount or by the prior February 1st. The District paid 100% of the required contributions as billed by the TRS and ERS for the current year. The District's contribution rate was 10.29% of covered payroll for the TRS' fiscal year ended June 30, 2023. The District's average contribution rate was 12.56% of covered payroll for the ERS' fiscal year ended March 31, 2024.

The District's share of the required contributions, based on covered payroll for the District's year ended June 30, 2024 was \$5,440,045 for TRS at the contribution rate of 9.76% and \$1,755,709 for ERS at an average contribution rate of 11.03%.

D. Pension Asset/(Liability), Pension Expense, 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 June 30, 2022, for TRS and March 31, 2024 for ERS. The total pension liability used to calculate the net pension asset/(liability) was determined by an actuarial valuation. The District's proportion of the net pension asset/(liability) was based on a projection of the District's long-term share of contributions to the systems relative to the projected contributions of all participating members, actuarially determined. This information was provided by the TRS and the ERS in reports provided to the District.

	TRS	ERS
Measurement date	June 30, 2023	March 31, 2024
District's proportionate share of the net pension liability	\$ (3,346,182)	\$ (5,610,767)
District's portion of the Plan's net pension liability	0.292605%	0.0381061%
Change in proportion since the prior measurement date	0.011264	(0.0006686)

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

For the year ended June 30, 2024, the District recognized a pension expense of \$9,394,594 for TRS and \$2,493,251 for ERS. At June 30, 2024, the District reported deferred outflows and inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>		<u>Deferred Inflows of Resources</u>	
	TRS	ERS	TRS	ERS
Differences between expected and actual experience	\$ 8,113,600	\$ 1,807,223	\$ 20,052	\$ 152,991
Changes of assumptions	7,204,230	2,121,305	1,570,122	
Net difference between projected and actual earnings on pension plan investments	1,710,502			2,740,830
Changes in proportion and differences between the District's contributions and proportionate share of contributions	204,588	378,841	563,712	134,809
District contributions subsequent to the measurement date	<u>5,440,944</u>	<u>615,267</u>		
Total	<u><u>\$ 22,673,864</u></u>	<u><u>\$ 4,922,636</u></u>	<u><u>\$ 2,153,886</u></u>	<u><u>\$ 3,028,630</u></u>

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

<u>Year Ending June 30,</u>	<u>TRS</u>	<u>ERS</u>
2025	\$ 1,318,997	\$ (973,062)
2026	(1,759,379)	1,146,007
2027	13,402,085	1,687,522
2028	955,304	(581,728)
2029	726,434	
Thereafter	<u>435,593</u>	
	<u><u>\$ 15,079,034</u></u>	<u><u>\$ 1,278,739</u></u>

Actuarial Assumptions

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

	<u>TRS</u>	<u>ERS</u>
Measurement date	June 30, 2023	March 31, 2024
Actuarial valuation date	June 30, 2022	April 1, 2023
Inflation	2.40%	2.90%
Salary increases	1.95-5.18%	4.40%
Investment rate of return (net of investment expense, including inflation)	6.95%	5.90%
Cost of living adjustments	1.30%	1.50%

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

For TRS, annuitant and active mortality rates are based on plan member experience, with adjustments for mortality improvements based on Society of Actuaries Scale MP-2021 for June 30, 2023 and June 30, 2022, applied on a generational basis. For ERS, annuitant mortality rates are based on April 1, 2015 – March 31, 2020 system experience with adjustments for mortality improvements based on Society of Actuaries Scale MP-2021. The previous actuarial valuation as of April 1, 2020 used the same assumptions for the measurement of total pension liability.

For TRS, assumptions were computed by the TRS' Office of the Actuary and adopted by the TRS' Retirement Board in October 2021. The assumptions are based upon recent TRS member experience. Detailed assumption information may be found in the TRS' annual Actuarial Valuation Report. For ERS, the actuarial assumptions were based on the results of an actuarial experience study for the period April 1, 2015 – March 31, 2020.

For TRS, the long-term expected rate of return on pension plan investments was determined in accordance with Actuarial Standard of Practice (ASOP) No. 27, *Selection of Economic Assumptions for Measuring Pension Obligations* and generally accepted accounting principles. 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.

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

The target allocation and best estimates of the arithmetic real rates of return for each major asset class are summarized below:

	TRS		ERS	
	Target Allocation	Long-term Expected Real Rate of Return	Target Allocation	Long-term Expected Real Rate of Return
Measurement date		June 30, 2023		March 31, 2024
Asset class				
Domestic equity	33.0%	6.80%	32.0%	4.00%
International equity	15.0%	7.60%	15.0%	6.65%
Global equity	4.0%	7.20%		
Real estate equity	11.0%	6.30%	9.0%	4.60%
Private equity	9.0%	10.10%	10.0%	7.25%
Alternatives investments			10.0%	5.25-5.79%
Domestic fixed income	16.0%	2.20%		
Global bonds	2.0%	1.60%		
High-yield bonds	1.0%	4.40%		
Fixed Income			23.0%	1.50%
Private debt	2.0%	6.00%		
Real estate debt	6.0%	3.20%		
Cash equivalents	1.0%	0.30%		
Cash			1.0%	0.25%
	100.0%		100.0%	

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

Discount Rate

The discount rate used to measure the total pension liability was 6.95% for TRS and 5.90% for ERS. The projection of cash flows used to determine the discount rate assumed 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 systems' fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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) calculated using the discount rate of 6.95% for TRS and 5.90% for ERS, 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 (5.95% for TRS and 4.90% for ERS) or 1 percentage point higher (7.95% for TRS and 6.90% for ERS) than the current rate:

	1% Decrease 5.95%	Current Assumption 6.95%	1% Increase 7.95%
TRS			
District's proportionate share of the net pension asset/(liability)	<u>\$ (50,964,044)</u>	<u>\$ (3,346,182)</u>	<u>\$ 36,702,500</u>
ERS			
District's proportionate share of the net pension asset/(liability)	<u>\$ (17,640,823)</u>	<u>\$ (5,610,767)</u>	<u>\$ 4,436,827</u>

Pension Plan Fiduciary Net Position

The components of the current-year net pension liability of the employers as of the respective measurement dates, were as follows:

	TRS	ERS
	<i>(Dollars in Thousands)</i>	
Measurement date	June 30, 2023	March 31, 2024
Employers' total pension liability	\$ (138,365,122)	\$ (240,696,851)
Plan fiduciary net position	<u>137,221,537</u>	<u>225,972,801</u>
Employers' net pension liability	<u>\$ (1,143,585)</u>	<u>\$ (14,724,050)</u>
Ratio of plan fiduciary net position to the employers' total pension liability	99.17%	93.88%

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

Payables to the Pension Plan

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 employer and employee contributions for the fiscal year ended June 30, 2024, based on paid TRS covered wages multiplied by the employer's contribution rate and employee contributions for the fiscal year as reported to the TRS. Accrued retirement contributions as of June 30, 2024 amounted to \$5,440,944 of employer contributions and \$704,850 of employee contributions.

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 covered wages multiplied by the employer's contribution rate, by tier. Accrued retirement contributions as of June 30, 2024 amounted to \$615,267 of employer contributions. Employee contributions are remitted monthly.

16. PENSION PLANS - OTHER

A. Tax Sheltered Annuities

The District has adopted a 403(b) plan covering all eligible employees. Employees may defer up to 100% of their compensation subject to Internal Revenue Code elective deferral limitations. The District may also make non-elective contributions of certain compensated absence payments based on collectively bargained agreements. Contributions made by the District and the employees for the year ended June 30, 2024, totaled \$90,000, and \$2,931,271, respectively.

B. Deferred Compensation Plan

The District has established a deferred compensation plan in accordance with Internal Revenue Code §457 for administrators, central office staff, teachers and chairs. The District makes no contributions into this Plan. The amount deferred by eligible employees for the year ended June 30, 2024 totaled \$480,977.

17. POSTEMPLOYMENT HEALTHCARE BENEFITS

A. General Information about the OPEB Plan

Plan Description – The District provides OPEB for eligible, retired employees of the District based on employment contracts. The benefits provided to employees upon retirement are based on provisions in the various contracts that the District has in place with different classifications of employees. The plan is a single-employer defined benefit OPEB plan administered through the New York State Health Insurance Program – Empire Plan. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Benefits Provided – The District provides medical, Medicare part B reimbursement, major medical, vision, and term life insurance for eligible retirees. The benefit terms are dependent on which contract each employee falls under. The specifics of each contract are on file at the District offices and are available upon request.

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

Employees Covered by Benefit Terms – At July 1, 2023, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	842
Inactive employees entitled to but not yet receiving benefits	-
Active employees	719
	1,561

B. Total OPEB Liability

The District’s total OPEB liability of \$280,753,276 was measured as of June 30, 2024 and was determined by an actuarial valuation as of July 1, 2023.

Actuarial Assumptions and Other Inputs – The total OPEB liability, as of the measurement date, was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.40%	
Salary increases including inflation	2.40%	
Discount rate	3.93%	
Healthcare cost trend rates	6.40%	decreasing to an ultimate rate of 3.80% by 2073
Retirees' share of benefit-related costs	15 - 40%	of projected health insurance premiums for retirees

The discount rate was based on the Bond Buyer General Obligation 20-Bond Municipal Index.

Mortality rates were based on RP-2014 adjusted to 2006 Total Dataset Mortality Table projected to the valuation date with Scale MP-2017. Mortality improvement was projected to date of decrement using Scale MP-2017 (generational mortality).

C. Changes in the Total OPEB Liability

Balance at June 30, 2023	\$ 261,165,097
Changes for the year	
Service cost	11,071,054
Interest on total OPEB liability	9,782,307
Effect of demographic gains or losses	18,535,455
Changes in assumptions or other inputs	(11,268,711)
Benefit payments	(8,531,926)
	19,588,179
Balance at June 30, 2024	\$ 280,753,276

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

Change in assumptions or other inputs reflect a change in the discount rate from 3.65% in 2023 to 3.93% in 2024.

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

OPEB	1% Decrease 2.93%	Discount Rate 3.93%	1% Increase 4.93%
Total OPEB liability	<u>\$ (326,229,302)</u>	<u>\$ (280,753,276)</u>	<u>\$ (244,010,540)</u>

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 (5.40% to 2.80%) or 1 percentage point higher (7.40% to 4.80%) than the current healthcare cost trend rate:

OPEB	1% Decrease 5.40% decreasing to 2.80%	Healthcare Cost Trend Rates 6.40% decreasing to 3.80%	1% Increase 7.40% decreasing to 4.80%
Total OPEB liability	<u>\$ (237,499,162)</u>	<u>\$ (280,753,276)</u>	<u>\$ (336,169,255)</u>

D. 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 \$12,491,686. At June 30, 2024, the District reported deferred outflows and inflows of resources related to OPEB from the following sources:

	Deferred	
	Outflows of Resources	Inflows of Resources
Differences between expected and actual experience	\$ 15,639,290	\$ 20,165,835
Changes of assumptions or other inputs	<u>16,347,652</u>	<u>39,877,576</u>
Total	<u>\$ 31,986,942</u>	<u>\$ 60,043,411</u>

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

Year Ending June 30,	Amount
2025	\$ (6,095,966)
2026	(9,943,460)
2027	(11,913,388)
2028	(1,693,254)
2029	1,135,429
Thereafter	454,170
	<u>\$ (28,056,469)</u>

18. RISK MANAGEMENT

A. General Information

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; injuries to employees; errors and omissions; and natural disasters. These risks are covered by a combination of self-insurance reserves and commercial insurance purchased from independent third parties. There have been no significant reductions in insurance coverage as compared to the prior year, and settled claims from these risks have not exceeded available reserves and commercial insurance coverage for the past three years.

B. Risk Retention

The District has established a self-insured plan for risks associated with workers' compensation claims. Liabilities of the plan are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for reported and unreported claims which were incurred on or before year end but not reported (IBNR) based on an actuarial valuation which reflects a 3.5% discount rate. The prior year valuation used a discount rate of 2%. The valuation assumes the projected liability will be offset with the workers' compensation reserve balance as of June 30 of the prior year. Claims activity is summarized below:

	2023	2024
Unpaid claims at beginning of year	\$ 2,910,355	\$ 2,927,049
Incurred claims and claim adjustment expenses	805,393	275,307
Claim payments	(788,699)	(663,141)
Unpaid claims at year end	<u>\$ 2,927,049</u>	<u>\$ 2,539,215</u>

At June 30, 2024, the District had \$2,927,049 of funds in the workers' compensation reserve.

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

19. RESTRICTED FUND BALANCE – APPROPRIATED RESERVES

The District expects to appropriate the following amounts from reserves, which are reported in the June 30, 2024 restricted fund balances to fund the budget and reduce taxes for the year ending June 30, 2025:

Workers' Compensation	\$ 340,876
Retirement Contributions	
Teachers' retirement system	272,024
Employees' retirement system	312,420
Employee Benefit Accrued Liability	<u>132,331</u>
	<u>\$ 1,057,651</u>

20. ASSIGNED: APPROPRIATED FUND BALANCE

The amount of \$1,400,000 has been appropriated to reduce taxes for the year ending June 30, 2025.

21. RESTRICTED FOR CAPITAL RESERVES

The following is a summary of the District's restricted capital reserve activity:

Date Created	May 2008	May 2013	May 2017	May 2018	May 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>	<u>Total</u>
General Fund						
Funding Provided	\$10,000,000	\$10,000,000	\$12,500,000	\$ 1,500,000	\$11,472,986	\$45,472,986
Interest Earnings	34,962	84,673	88,257	12,162	297,424	517,478
Use of Reserve	<u>(10,034,962)</u>	<u>(10,084,673)</u>	<u>(12,588,257)</u>	<u>(1,512,162)</u>	<u>(8,084,601)</u>	<u>(42,304,655)</u>
Total General Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,685,809</u>	<u>3,685,809</u>
Capital Projects Fund						
Funding Provided	10,034,962	10,084,673	12,588,257	1,512,162	8,084,601	42,304,655
Use of Reserve	<u>(9,890,624)</u>	<u>(9,597,274)</u>	<u>(9,420,426)</u>	<u>(918,583)</u>	<u>(95,220)</u>	<u>(29,922,127)</u>
Total Capital Projects Fund	<u>144,338</u>	<u>487,399</u>	<u>3,167,831</u>	<u>593,579</u>	<u>7,989,381</u>	<u>12,382,528</u>
Balance as of June 30, 2024	<u>\$ 144,338</u>	<u>\$ 487,399</u>	<u>\$ 3,167,831</u>	<u>\$ 593,579</u>	<u>\$11,675,190</u>	<u>\$16,068,337</u>

22. TAX ABATEMENTS

The Suffolk County Industrial Development Agency enters into various property tax abatement programs for the purpose of economic development. The amount of property tax revenue that was reduced as a result of these programs is \$305,808. The District received PILOT payments totaling \$107,244.

HUNTINGTON UNION FREE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
(Continued)

23. COMMITMENTS AND CONTINGENCIES

A. Encumbrances

All encumbrances are classified as either restricted or assigned fund balance. At June 30, 2024, the District encumbered the following amounts:

Restricted Fund Balance	
Capital Projects Fund	
Capital projects	<u>\$ 1,439,088</u>
Assigned: Unappropriated Fund Balance:	
General Fund	
General support	1,122,292
Instruction	<u>565,457</u>
	<u>1,687,749</u>
Capital Projects Fund	
Capital projects	<u>187,197</u>
	<u>\$ 3,314,034</u>

B. Grants

The District has received grants, which are subject to audit by agencies of the state and federal governments. Such audits may result in disallowances and a request for a return of funds. Based on prior audits, the District's administration believes disallowances, if any, would be immaterial.

C. Litigation

The District is involved in lawsuits arising from the normal conduct of its affairs. In addition to those actions, there is a matter related to a claim filed under the Child Victims Act and Adult Survivors Act, being handled by legal counsel. Some lawsuits seek damages that may be in excess of the District's insurance coverage. Management has determined that it is not possible to determine with probability the outcome of legal matters, and whether there will be a financial impact to the District. In the event there is a financial impact to the District, these charges would be funded through budgetary appropriations or bonding.

24. SUBSEQUENT EVENTS

The District has evaluated subsequent events through the date of the auditor's report, which is the date the financial statements were available to be issued. No significant events were identified that would require adjustment of or disclosure in the financial statements, except for the following:

Issuance of TANs

On October 10, 2024, the District issued tax anticipation notes in the amount of \$16,000,000, which are due June 20, 2025, and bear interest at the stated rate of 4.0%. The District received premiums of \$105,600 with the borrowing to yield an effective interest rate of 3.0496%.

HUNTINGTON UNION FREE SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - General Fund
For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Final Budget Variance with Actual
REVENUES				
Local Sources				
Real property taxes	\$ 113,711,800	\$ 108,710,104	\$ 108,710,104	\$ -
Other tax items	103,736	5,105,432	5,108,940	3,508
Charges for services	398,500	398,500	400,448	1,948
Use of money and property	150,000	150,000	1,828,205	1,678,205
Sale of property and compensation for loss	5,000	5,000	4,201	(799)
Miscellaneous	630,000	645,044	504,828	(140,216)
Interfund revenue			9,349	9,349
Total Local Sources	114,999,036	115,014,080	116,566,075	1,551,995
State Sources	29,702,735	29,702,735	30,055,280	352,545
Federal Sources			119,047	119,047
Total Revenues	144,701,771	144,716,815	146,740,402	2,023,587
OTHER FINANCING SOURCES				
Operating Transfers In	120,000	120,000		(120,000)
Total Revenues and Other Sources	144,821,771	144,836,815	146,740,402	\$ 1,903,587
APPROPRIATED FUND BALANCE				
Prior Years' Surplus	600,000	600,000		
Prior Year's Encumbrances	3,416,860	3,416,860		
Appropriated Reserves	925,320	5,491,120		
Total Appropriated Fund Balance	4,942,180	9,507,980		
Total Revenues, Other Sources, and Appropriated Fund Balance	\$ 149,763,951	\$ 154,344,795		

Note to Required Supplementary Information

Budget Basis of Accounting

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

HUNTINGTON UNION FREE SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - General Fund (Continued)
For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Year End Encumbrances	Final Budget Variance with Actual & Encumbrances
EXPENDITURES					
General Support					
Board of education	\$ 77,950	\$ 98,278	\$ 89,712	\$	\$ 8,566
Central administration	388,839	377,631	376,085		1,546
Finance	1,495,307	1,666,279	1,538,518		127,761
Staff	994,570	1,024,553	942,172		82,381
Central services	13,052,100	13,303,463	11,668,779	1,122,292	512,392
Special items	1,337,235	1,471,810	1,462,538		9,272
Total General Support	<u>17,346,001</u>	<u>17,942,014</u>	<u>16,077,804</u>	<u>1,122,292</u>	<u>741,918</u>
Instruction					
Administration & improvement	5,784,890	6,155,434	5,911,698	65,835	177,901
Teaching - regular school	39,826,353	39,185,850	38,575,800	391,095	218,955
Programs for students with disabilities	23,444,013	22,649,027	21,720,017	179	928,831
Occupational education	1,508,235	1,513,136	1,513,136		-
Teaching - special schools	502,703	519,203	513,925		5,278
Instructional media	3,699,848	4,355,690	3,970,161	53,628	331,901
Pupil services	5,267,244	5,757,110	5,608,687	54,720	93,703
Total Instruction	<u>80,033,286</u>	<u>80,135,450</u>	<u>77,813,424</u>	<u>565,457</u>	<u>1,756,569</u>
Pupil Transportation	<u>12,413,050</u>	<u>12,223,670</u>	<u>11,543,740</u>		<u>679,930</u>
Employee Benefits	<u>38,681,614</u>	<u>38,024,172</u>	<u>36,424,930</u>		<u>1,599,242</u>
Debt Service					
Principal	-	21,929	21,929		-
Interest	370,000	585,720	585,720		-
Total Debt Service	<u>370,000</u>	<u>607,649</u>	<u>607,649</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>148,843,951</u>	<u>148,932,955</u>	<u>142,467,547</u>	<u>1,687,749</u>	<u>4,777,659</u>
OTHER FINANCING USES					
Operating Transfers Out	<u>920,000</u>	<u>5,411,840</u>	<u>5,306,478</u>		<u>105,362</u>
Total Expenditures and Other Financing Uses	<u>\$ 149,763,951</u>	<u>\$ 154,344,795</u>	<u>147,774,025</u>	<u>\$ 1,687,749</u>	<u>\$ 4,883,021</u>
Net Change in Fund Balance			(1,033,623)		
Fund Balance - Beginning of Year			<u>31,920,586</u>		
Fund Balance - End of Year			<u>\$ 30,886,963</u>		

Note to Required Supplementary Information

Budget Basis of Accounting

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

HUNTINGTON UNION FREE SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net Pension Asset/(Liability)
 Last Ten Fiscal Years

Teachers' Retirement System

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension asset/(liability)	0.292605%	0.281341%	0.284650%	0.283952%	0.283530%	0.286414%	0.285776%	0.278921%	0.278733%	0.278975%
District's proportionate share of the net pension asset/(liability)	\$ (3,346,182)	\$ (5,398,632)	\$ 49,327,167	\$ (7,846,369)	\$ 7,366,131	\$ 5,179,123	\$ 2,172,184	\$ (2,987,364)	\$ 28,951,470	\$ 31,076,115
District's covered payroll	\$ 56,335,743	\$ 50,454,691	\$ 48,314,281	\$ 48,778,002	\$ 47,923,393	\$ 47,097,886	\$ 45,649,714	\$ 44,582,849	\$ 43,439,992	\$ 42,678,795
District's proportionate share of the net pension asset/(liability) as a percentage of its covered payroll	5.94 %	10.70 %	102.10 %	16.09 %	15.37 %	11.00 %	4.76 %	6.70 %	66.65 %	72.81 %
Plan fiduciary net position as a percentage of the total pension liability	99.17%	98.57%	113.25%	97.76%	102.17%	101.53%	100.66%	99.01%	110.46%	111.48%
Discount rate	6.95 %	6.95 %	6.95 %	7.10 %	7.10 %	7.25 %	7.25 %	7.50 %	8.00 %	8.00 %

Employees' Retirement System

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension asset/(liability)	0.0381061%	0.0387747%	0.0368587%	0.0378771%	0.0398610%	0.0414114%	0.0426710%	0.0398755%	0.0421879%	0.0423398%
District's proportionate share of the net pension asset/(liability)	\$ (5,610,767)	\$ (8,314,867)	\$ 3,013,044	\$ (37,716)	\$ (10,555,321)	\$ (2,934,124)	\$ (1,377,182)	\$ (3,746,795)	\$ (6,771,270)	\$ (1,430,343)
District's covered payroll	\$ 13,296,338	\$ 13,928,569	\$ 11,869,026	\$ 12,158,781	\$ 12,235,901	\$ 12,120,143	\$ 12,371,765	\$ 12,387,920	\$ 12,592,594	\$ 11,965,445
District's proportionate share of the net pension asset/(liability) as a percentage of its covered payroll	42.20 %	59.70 %	25.39 %	0.31 %	86.27 %	24.21 %	11.13 %	30.25 %	53.77 %	11.95 %
Plan fiduciary net position as a percentage of the total pension liability	93.88%	90.78%	103.65%	99.95%	86.39%	96.27%	98.24%	94.70%	90.68%	97.95%
Discount rate	5.90 %	5.90 %	5.90 %	5.90 %	6.80 %	7.00 %	7.00 %	7.00 %	7.00 %	7.50 %

HUNTINGTON UNION FREE SCHOOL DISTRICT
Schedule of District Pension Contributions
 Last Ten Fiscal Years

Teachers' Retirement System

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 5,440,045	\$ 5,796,948	\$ 4,884,355	\$ 4,604,351	\$ 4,321,731	\$ 5,026,028	\$ 4,615,593	\$ 5,307,536	\$ 5,724,976	\$ 7,319,763
Contributions in relation to the contractually required contribution	5,440,045	5,796,948	4,884,355	4,604,351	4,321,731	5,026,028	4,615,593	5,307,536	5,724,976	7,319,763
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$ 55,738,166	\$ 56,335,743	\$ 50,454,691	\$ 48,314,281	\$ 48,778,002	\$ 47,923,393	\$ 47,097,886	\$ 45,649,714	\$ 44,582,849	\$ 43,439,992
Contributions as a percentage of covered payroll	10%	10%	10%	10%	9%	10%	10%	12%	13%	17%

Employees' Retirement System

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 1,755,709	\$ 1,407,101	\$ 1,684,506	\$ 1,839,295	\$ 1,718,799	\$ 1,698,507	\$ 1,812,104	\$ 1,750,779	\$ 2,043,486	\$ 2,414,526
Contributions in relation to the contractually required contribution	1,755,709	1,407,101	1,684,506	1,839,295	1,718,799	1,698,507	1,812,104	1,750,779	2,043,486	2,414,526
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$ 15,923,035	\$ 13,633,709	\$ 12,956,315	\$ 12,796,524	\$ 12,179,219	\$ 12,595,831	\$ 12,419,527	\$ 11,829,467	\$ 13,055,250	\$ 12,744,116
Contributions as a percentage of covered payroll	11%	10%	13%	14%	14%	13%	15%	15%	16%	19%

HUNTINGTON UNION FREE SCHOOL DISTRICT
Schedule of Changes in the District's Total OPEB Liability and Related Ratios
Last Seven Fiscal Years

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB liability							
Service cost	\$ 11,071,054	\$ 9,500,012	\$ 13,319,288	\$ 13,742,349	\$ 10,184,941	\$ 11,368,279	\$ 11,037,164
Interest on total OPEB liability	9,782,307	8,626,492	7,132,445	6,957,802	9,298,198	8,266,350	7,916,896
Effect of demographic gains or losses	18,535,455	-	(37,912,295)	-	(1,487,845)	-	(301,407)
Changes of assumptions or other inputs	(11,268,711)	12,597,121	(57,978,328)	2,606,493	35,306,417	(20,744,735)	-
Benefit payments	<u>(8,531,926)</u>	<u>(7,424,863)</u>	<u>(7,124,435)</u>	<u>(7,891,475)</u>	<u>(7,465,956)</u>	<u>(7,718,720)</u>	<u>(6,957,478)</u>
Net change in total OPEB liability	19,588,179	23,298,762	(82,563,325)	15,415,169	45,835,755	(8,828,826)	11,695,175
Total OPEB liability, beginning	<u>261,165,097</u>	<u>237,866,335</u>	<u>320,429,660</u>	<u>305,014,491</u>	<u>259,178,736</u>	<u>268,007,562</u>	<u>256,312,387</u>
Total OPEB liability, ending	<u><u>\$ 280,753,276</u></u>	<u><u>\$ 261,165,097</u></u>	<u><u>\$ 237,866,335</u></u>	<u><u>\$ 320,429,660</u></u>	<u><u>\$ 305,014,491</u></u>	<u><u>\$ 259,178,736</u></u>	<u><u>\$ 268,007,562</u></u>
Covered employee payroll	\$ 62,133,196	\$ 54,980,879	\$ 54,980,879	\$ 53,662,088	\$ 53,662,088	\$ 57,896,983	\$ 57,896,983
Total OPEB liability as a percentage of covered employee payroll	451.86%	475.01%	432.63%	597.12%	568.40%	447.65%	462.90%
Discount rate	3.93 %	3.65 %	3.54 %	2.16 %	2.21 %	3.50 %	3.00 %
Healthcare trend rates	6.40% to 3.80% by 2073	6.40% to 3.80% by 2073	5.10% to 4.10% over 54 years	6.60% to 4.10% over 56 years	6.60% to 4.10% over 56 years	7.50% to 4.50% by 2023	7.50% to 4.50% by 2023

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.

Notes to Required Supplementary Information

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75 to pay related benefits.

HUNTINGTON UNION FREE SCHOOL DISTRICT
Schedules 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		\$ 146,347,091
Additions:		
Prior year's encumbrances		<u>3,416,860</u>
Original Budget		149,763,951
Budget revisions		
Transfer to the capital projects fund funded by capital reserves as approved by the voters in May 2024	\$ 4,565,800	
Instruction expenditures funded by donations	<u>15,044</u>	
		<u>4,580,844</u>
Final Budget		<u><u>\$ 154,344,795</u></u>

SECTION 1318 OF REAL PROPERTY TAX LAW LIMIT CALCULATION

2024-2025 voter-approved expenditure budget		<u>\$ 152,277,619</u>
Maximum allowed (4% of 2024-2025 budget)		<u><u>\$ 6,091,105</u></u>
General Fund Fund Balance Subject to § 1318 of Real Property Tax Law:		
Unrestricted fund balance:		
Assigned fund balance	\$ 3,087,749	
Unassigned fund balance	<u>5,846,648</u>	
		\$ 8,934,397
Less:		
Appropriated fund balance	1,400,000	
Encumbrances	<u>1,687,749</u>	
Total adjustments		<u>3,087,749</u>
General Fund Fund Balance Subject to § 1318 of Real Property Tax Law:		<u><u>\$ 5,846,648</u></u>
Actual Percentage		3.84%

HUNTINGTON UNION FREE SCHOOL DISTRICT
Schedule of Project Expenditures and Financing Resources - Capital Projects Fund
For the Year Ended June 30, 2024

PROJECT TITLE	Budget		Expenditures			Unexpended Balance	Methods of Financing			Fund Balance June 30, 2024	
	June 30, 2023	June 30, 2024	Prior Years	Current Year	Total		Proceeds of Debt	State Aid	Local Sources		
Donation - Mock Trial Theater	\$ 40,000	\$ 40,000	\$ 30,035	\$ -	\$ 30,035	\$ 9,965		\$ 40,000	\$ 40,000	\$ 9,965	
2017 - 2018 Interfund Transfer	100,000	100,000	92,790		92,790	7,210		100,000	100,000	7,210	
2022 Flower Hill Solar Installation											
#002-024	525,000	525,000	396,989	3,570	400,559	124,441		525,000	525,000	124,441	
2022 Washington Primary School Alarm System	325,000	325,000	184,976	1,896	186,872	138,128		325,000	325,000	138,128	
2022 Flower Hill Primary Main Electrical Replacement											
#002-027	350,000	350,000		25,378	25,378	324,622		350,000	350,000	324,622	
2022 Flower Hill Primary Carbon Monoxide Detection											
#002-025	30,000	30,000		8,188	8,188	21,812		30,000	30,000	21,812	
2022 Jefferson Primary Main Electrical Replacement											
#013-021	300,000	300,000		91,166	91,166	208,834		300,000	300,000	208,834	
2022 Southdown Primary Carbon Monoxide Detection											
#003-024	30,000	30,000		10,091	10,091	19,909		30,000	30,000	19,909	
2022 Washington Primary Boiler Replacement											
#009-024	830,000	830,000		864,842	864,842	(34,842)		830,000	830,000	(34,842)	
2022 Jack Abrams Partial Roof											
#017-022	1,000,000	1,000,000		685,316	685,316	314,684		1,000,000	1,000,000	314,684	
2022 MS Parking Lot & Gym Reconstruction II											
#014-032	375,000	375,000		219,275	219,275	155,725		375,000	375,000	155,725	
2022 HS Partial Roof IV											
#001-051	3,725,000	3,725,000	128,687	2,568,645	2,697,332	1,027,668		3,725,000	3,725,000	1,027,668	
2023 HS Lighting, Turf Field											
#001-053	985,000	985,000		17,437	17,437	967,563		985,000	985,000	967,563	
2023 Flower Hill Boiler											
#002-028	800,000	800,000		22,467	22,467	777,533		800,000	800,000	777,533	
2023 Southdown Boiler											
#003-026	800,000	800,000		22,453	22,453	777,547		800,000	800,000	777,547	
2023 Southdown Main Electric											
#003-027	350,000	350,000		9,971	9,971	340,029		350,000	350,000	340,029	
2023 Washington Main Electric											
#009-026	350,000	350,000		22,450	22,450	327,550		350,000	350,000	327,550	
2023 Washington Rooftop Solar and Transformer											
#009-027	450,000	450,000		-	-	450,000		450,000	450,000	450,000	
2023 Finley MS Science Classroom/Prep Room											
#014-033	800,000	800,000		22,575	22,575	777,425		800,000	800,000	777,425	
2023 Jack Abrams Roof											
#017-024	1,200,000	1,200,000		39,331	39,331	1,160,669		1,200,000	1,200,000	1,160,669	
2023 Jack Abrams Pressure Boost System											
#017-025	200,000	200,000		-	-	200,000		200,000	200,000	200,000	
2024 Jack Abrams Cafeteria AC											
#017-901		450,000		-	-	450,000		450,000	450,000	450,000	
2024 Jack Abrams Roof											
#017-902		1,000,000		-	-	1,000,000		1,000,000	1,000,000	1,000,000	
2024 HS Auditorium Remodel											
#001-901		2,690,800		-	-	2,690,800		2,690,800	2,690,800	2,690,800	
2024 HS Bathrooms Remodel											
#001-902		425,000		-	-	425,000		425,000	425,000	425,000	
2022 - 2023 Interfund Transfer	625,000	625,000				625,000		625,000	625,000	625,000	
2023 - 2024 Interfund Transfer		250,000				250,000		250,000	250,000	250,000	
DASNY - HS Library Media Center #009-537	128,000	128,000	127,720		127,720	280		128,000	128,000	280	
DASNY - HS Press Box #015-768		250,000		11,646	11,646	238,354		250,000	250,000	238,354	
Smart Schools Bond Act	880,067	880,067	880,067		880,067	-		880,067	880,067	-	
	<u>\$ 15,198,067</u>	<u>\$ 20,263,867</u>	<u>\$ 1,841,264</u>	<u>\$ 4,646,697</u>	<u>\$ 6,487,961</u>	<u>\$ 13,775,906</u>	<u>\$ -</u>	<u>\$ 1,258,067</u>	<u>\$ 19,005,800</u>	<u>\$ 20,263,867</u>	<u>13,775,906</u>

Less: Smart Schools Bond Act not recognized (44,831)
Less: DASNY grant not recognized (378,000)

\$ 13,353,075

HUNTINGTON UNION FREE SCHOOL DISTRICT
Schedule Net Investment in Capital Assets
June 30, 2024

Capital assets, net	<u>\$ 34,382,414</u>
Deduct:	
Capital related accounts payable	(397,640)
Short-term portion of bonds payable	(215,000)
Long-term portion of bonds payable	(225,000)
Short-term portion of leases liabilities	(24,875)
Long-term portion of leases liabilities	<u>(42,849)</u>
	<u>(905,364)</u>
Net investment in capital assets	<u><u>\$ 33,477,050</u></u>



**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

To the Board of Education
Huntington Union Free School District
Huntington Station, 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 fiduciary fund of Huntington Union Free School District (District), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated October 23, 2024. That report included a qualified opinion on the extraclassroom activities fund based on a scope limitation.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Huntington Union Free School District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Huntington Union Free School District's internal control. Accordingly, we do not express an opinion on the effectiveness of Huntington Union Free 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 District'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 Huntington Union Free School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we have reported to the Board of Education, Audit Committee, and management of Huntington Union Free School District in a separate letter dated October 23, 2024.

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 District'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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Cullen & Danowski, LLP

October 23, 2024

