

**Dobbs Ferry Union Free
School District, New York**

Financial Statements and
Supplementary Information

Year Ended June 30, 2019

Dobbs Ferry Union Free School District, New York

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Independent Auditors' Report

**The Board of Education of the
Dobbs Ferry Union Free School District**

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Dobbs Ferry Union Free School District, New York ("School District") as of and for the year ended June 30, 2019, and the related notes to the financial statements which collectively comprise the School District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the School District's preparation and fair presentation of the financial statements 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 School District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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 and the aggregate remaining fund information of the School District, as of June 30, 2019, and the respective changes in financial position and the respective budgetary comparison for the General and Special Aid funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis and the schedules included under Required Supplementary Information in the accompanying table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

Our audit for the year ended June 30, 2019 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School District's basic financial statements. The combining and individual fund financial statements and schedules for the year ended June 30, 2019 are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended June 30, 2019 and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended June 30, 2019.

We also previously audited, 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, the basic financial statements of the School District as of and for the year ended June 30, 2018 (not presented herein), and have issued our report thereon dated October 5, 2018, which contained unmodified opinions on the respective financial statements of the governmental activities, each major fund and the aggregate remaining fund information. The combining and individual fund financial statements and schedules for the year ended June 30, 2018 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the 2018 financial statements. The combining and individual fund financial statements and schedules have been subjected to the auditing procedures applied in the

audit of the 2018 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2018.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 3, 2019 on our consideration of the 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 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 the 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 the School District's internal control over financial reporting and compliance.

PKF O'Connor Davies, LLP

PKF O'Connor Davies, LLP

Harrison, New York

October 3, 2019

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**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**

Independent Auditors' Report

**The Board of Education of the
Dobbs Ferry Union Free School District, New York**

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Dobbs Ferry Union Free School District, New York ("School District") as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated October 3, 2019.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

PKF O'Connor Davies, LLP
PKF O'Connor Davies, LLP
Harrison, New York
October 3, 2019

Dobbs Ferry Union Free School District, New York

Management's Discussion and Analysis (MD&A) June 30, 2019

This discussion and analysis of the Dobbs Ferry Union Free School District, New York's ("School District") financial performance provides an overview of the School District's financial activities for the year ended June 30, 2019. It should be read in conjunction with the basic financial statements, which immediately follow this section, to enhance understanding of the School District's financial performance.

Financial Highlights for FY 2018-2019

Key financial highlights for fiscal year 2018-2019 are as follows:

- New York State Law limits the amount of unassigned fund balance that can be retained by the General Fund to 4% of the ensuing year's budget, exclusive of the amount designated for the subsequent year's budget. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$979,994. This amount is equal to 2.11% of the subsequent year's budget and is within the statutory limit.
- The School District's governmental fund financial statements report a combined ending fund balance of \$8,498,856, a decrease in fund balance of \$2,305,106. This is due to the requirement to record expenditures in the capital projects fund in the year incurred and revenues when permanent financing is in place. The General Fund fund balance totals \$8,254,045. Of this amount, the unassigned fund balance of the General Fund is \$979,994. This amount is available for spending at the discretion of the School District.
- On the district-wide financial statements, the liabilities and deferred inflows of the School District exceeded assets and deferred outflows by \$25,490,816. Of this amount, the unrestricted portion is (\$61,310,180). The School District's total net position decreased by \$4,058,942 for the year ended June 30, 2019. This is due to the implementation of GASB Statement No. 75 *"Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions ("OPEB")*". More detailed information is presented in Note 2D to the financial statements.
- The following were noteworthy factors in the revenues and expenditures being different than budgeted:
 - The receipt of unanticipated tuitions created a budget surplus of \$281,821
 - The increase in interest income resulting from higher interest rates and diversification of investments created a budget surplus of \$214,954
 - A decrease in State Aid receipts resulted in a budget deficit of \$1,123,207 resulting in overall revenues being under budget by \$480,290, primarily due to capital projects completed outside of the current year's budget period
 - Investments in facility upgrades, increased cost of utilities, the implementation of a new phone system, and special projects contributed to central services costs being higher than budgeted
 - Payment of tax certiorari refunds from the reserves are not included in the budget.

Overview of the Financial Statements

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

District-wide Financial Statements

- The district-wide financial statements are designed to provide readers with a broad overview of the School District's finances, in a manner similar to private-sector business.
- The statement of net position presents information on all of the School District's assets, liabilities and deferred inflows/outflows of resources, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the School District is improving or deteriorating.
- The statement of activities presents information showing how the School District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows.
- The governmental activities of the School District include instruction, pupil transportation, community services, cost of food sales, other, interest, and general support.

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

Fund Financial Statements

- A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The School District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. All of the funds of the School District can be divided into two categories: governmental funds and fiduciary funds.
- Governmental funds are used to account for essentially the same functions reported as governmental activities in the district-wide financial statements. However, unlike the district-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balance of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the School District's near-term financing requirements.
- Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the district-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

- The School District maintains five individual governmental funds: General Fund, Capital Projects Fund, Special Aid Fund, School Lunch Fund and Special Purpose Fund. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General, Capital Projects, and Special Aid funds, since the School District has elected to report them as major funds. Combining information for the non-major funds can be found elsewhere in this report.
- The School District adopts an annual budget for its General Fund and Special Aid Fund. A budgetary comparison statement has been provided for these funds within the basic financial statements to demonstrate compliance with the respective budgets.
- The Fiduciary Funds are used to account for assets held by the School District in an agency capacity on behalf of others. Fiduciary funds are not reflected in the district-wide financial statements because the resources of these funds are not available to support the School District's programs.

The financial statements for the governmental and fiduciary funds can be found in the basic financial statements section of this report.

Notes to the Financial Statements

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

Other Information

Additional statements and schedules can be found immediately following the notes to the financial statements. These include the required supplementary information for the School District's other postemployment and pension benefit obligations, the combining statements for the non-major governmental funds and schedules of budget to actual comparisons.

District-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of the School District's financial position. In the case of Dobbs Ferry Union Free School District, New York, the liabilities and deferred inflows exceeded assets and deferred outflows by \$25,490,816 at the close of the current fiscal year.

Net Assets

	June 30,	
	2019	2018
Current Assets	\$ 12,438,251	\$ 14,283,752
Non-current Assets	7,121	7,035
Net Pension Asset	2,350,504	979,184
Capital Assets	44,722,868	45,158,557
Total Assets	59,518,744	60,428,528
 Deferred Outflows of Resources	 12,951,898	 14,056,432
 Current Liabilities	 3,969,599	 3,526,211
Long-term Liabilities	85,346,473	88,571,676
Total Liabilities	89,316,072	92,097,887
 Deferred Inflows of Resources	 8,645,386	 3,818,947
 Net Assets:		
Net investment in capital assets	28,661,094	27,339,421
Restricted for:		
Capital Projects	27,605	411,225
Tax Certiorari	4,073,084	4,345,224
Retirement System Contributions	726,944	676,944
Unemployment Benefits	123,083	123,083
Future Capital Projects	1,752,493	1,752,493
Debt Service	406,679	406,679
Special Purposes	48,382	50,640
Unrestricted	(61,310,180)	(56,537,583)
 Total Net Assets	 \$ (25,490,816)	 \$ (21,431,874)

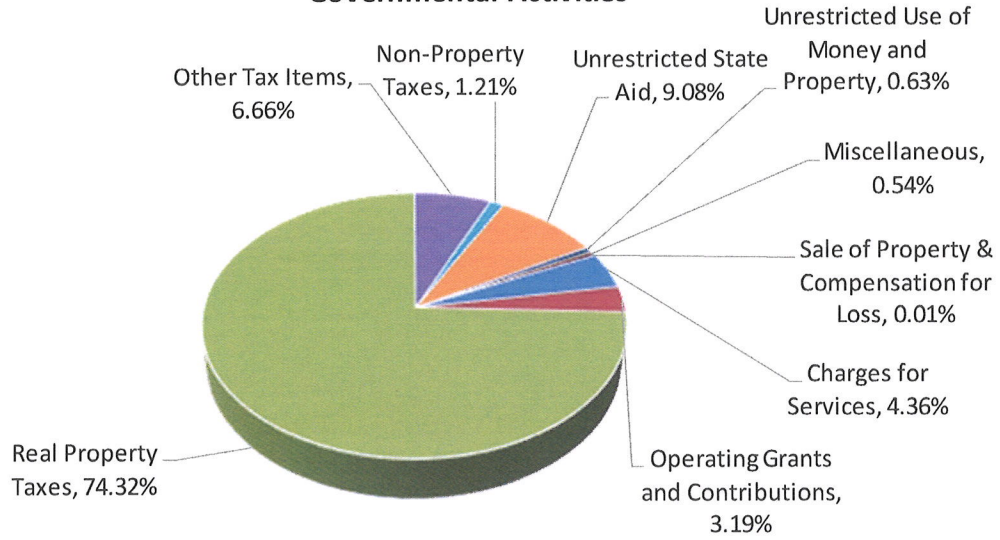
By far, the largest component of the School District's net assets is its investment in capital assets, less any related debt used to acquire those assets that is still outstanding. The School District uses these capital assets to provide services to the students and consequently, these assets are not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

Changes in Net Assets

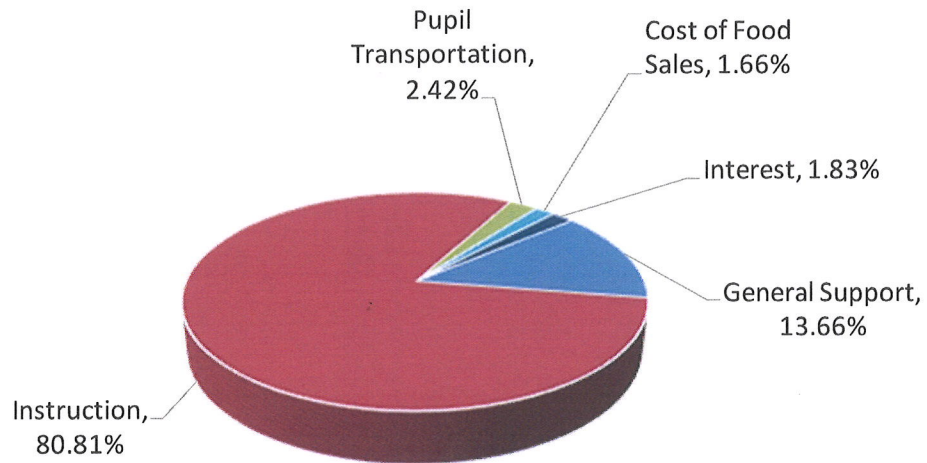
	June 30,	
	2019	2018
REVENUES		
Program Revenues:		
Charges for Services	\$ 2,007,627	\$ 2,019,321
Operating Grants and Contributions	1,469,768	1,304,095
Capital Grants and Contributions	157,082	-
Total Program Revenues	<u>3,634,477</u>	<u>3,323,416</u>
General Revenues:		
Real Property Taxes	34,247,034	33,371,467
Other Tax Items	3,068,547	3,598,952
Non-Property Taxes	559,532	535,911
Unrestricted Use of Money and Property	291,713	133,290
Sale of Property & Compensation for Loss	6,082	10,973
Unrestricted State Aid	4,186,278	4,055,596
Miscellaneous	87,299	50,662
Total General Revenues	<u>42,446,485</u>	<u>41,756,851</u>
Total Revenues	<u>46,080,962</u>	<u>45,080,267</u>
PROGRAM EXPENSES:		
General Support	6,849,118	6,944,450
Instruction	40,515,550	39,607,879
Pupil Transportation	1,369,201	1,189,593
Community Services	-	95,130
Cost of Food Sales	830,104	669,902
Other	2,300	3,100
Interest	573,631	204,632
Total Expenses	<u>50,139,904</u>	<u>48,714,686</u>
Change in Net Position	<u>(4,058,942)</u>	<u>(3,634,419)</u>
Net Position - Beginning, as reported	(21,431,874)	28,873,309
Cumulative Effect of Change in Accounting Principle	<u>-</u>	<u>(46,670,764)</u>
Net Position - Beginning, as restated	<u>(21,431,874)</u>	<u>(17,797,455)</u>
Net Position - Ending	<u>\$ (25,490,816)</u>	<u>\$ (21,431,874)</u>

Governmental activities decreased the School District's net assets by \$4,058,942. Primarily as a result of the Cumulative Effect of Change in Accounting Principle applicable to GASB Statement No. 75 – OPEB. As indicated on the following graphs, the School District relies upon property taxes as its primary revenue source. The School District's instructional costs account for 81% of its expenses.

Sources of Revenue for Fiscal Year 2019 Governmental Activities



Expenses for Fiscal Year 2019 Governmental Activities



Fund Balance Reporting

It is noteworthy to report that the Governmental Accounting Standards Board ("GASB") issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* in February 2009. The requirements of GASB Statement No. 54 were effective for financial statements for periods ending June 30, 2011; therefore they are continued in this report. GASB Statement No. 54 abandons the reserved and unreserved classifications of fund balance and replaces them with five new classifications: nonspendable, restricted, committed, assigned and unassigned. An explanation of these classifications follows below.

Nonspendable – consists of assets that are inherently nonspendable in the current period either because of their form or because they must be maintained intact, including prepaid items, inventories, long-term portions of loans receivable, financial assets held for resale, and principal of endowments.

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.

Committed – consists of amounts that are subject to a purpose constraint imposed by a formal action of the government's highest level of decision-making authority before the end of the fiscal year, and that require the same level of formal action to remove the constraint.

Note: According to the Office of the State Comptroller, school districts in New York will not have committed fund balance to report.

Assigned – consists of amounts that are subject to a purpose constraint that represents an intended use established by the government's highest level of decision-making authority, or by their designated body or official. 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 amount of fund balance.

Unassigned – represents the residual classification for the government's General Fund, and could report a surplus or deficit. In funds other than the General Fund, the unassigned classification should be used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

These changes were made to reflect spending constraints on resources, rather than availability for appropriations and to bring greater clarity and consistency to fund balance reporting. This pronouncement should result in an improvement in the usefulness of fund balance information.

Financial Analysis of the School District's Fund

As noted earlier, the School District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the School District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the School District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the School District's governmental funds reported a combined fund balance of \$8,498,856. The fund balance is made up as follows:

Non-Spendable	\$	20,621
Restricted		7,255,823
Assigned		255,918
Unassigned		966,494
		<hr/>
	\$	8,498,856

The General Fund is the primary operating fund of the School District. At the end of the current fiscal year, the total fund balance of the General Fund was \$8,254,045, of which \$966,494 or 2.08% of the ensuing year's budget was unassigned. As previously mentioned, New York State Law limits the amount of unassigned fund balance that can be retained to 4% of the ensuing year's budget, exclusive of the amount designated for the subsequent year's budget.

The final budget of the General Fund anticipated that the fund balance would remain the same during 2018-2019. However, the general fund balance actually decreased by \$1,825,211.

General Fund Budgetary Highlights

The original budget total expenditures, inclusive of transfers and other financing uses which included prior year encumbrances, was \$45,702,313. This differed from the final amended budget of \$46,236,087 by \$533,774. This difference is attributable to increases for the use of the Reserve for Tax Certiorari to pay tax refunds, and budget increases to pay for the cost of unanticipated expenses that consist of ordinary contingent expenses such as capital improvement projects.

Total Fund Balance Classifications

GASB Statement No. 54 Classification	Previous Classifications	Fund Balance
Nonspendable Fund Balance	Prepaid Expenditures	\$ 13,500
	Inventories	7,121
		<u>20,621</u>
Restricted Fund Balance	Reserved for Tax Certiorari	4,073,084
	Reserved for Employee Benefit	
	Accrued Liability	97,553
	Reserved for Retirement Contributions	726,944
	Reserved for Debt Service	406,679
	Reserved for Trust (Special Purpose Fund)	75,987
	Reserved for Unemployment Benefits	123,083
	Reserved for Future Capital Projects	1,752,493
		<u>7,255,823</u>
Assigned Fund Balance	Reserved for Encumbrances - General	
	Government Support	16,654
	Reserved for Encumbrances - Instruction	77,561
	School Lunch Fund Unreserved Fund Balance	161,703
		<u>255,918</u>
Unassigned Fund Balance	Unassigned:	
	General Fund	979,994
	Special Aid Fund	(13,500)
		<u>966,494</u>
Total Fund Balance	(as of June 30, 2019)	<u>\$ 8,498,856</u>

Capital Assets

At June 30, 2019, the School District had capital assets of \$44,722,868 net of accumulated depreciation invested in a broad range of capital assets, including land, improvements other than buildings, buildings and improvements and machinery and equipment.

Class	June 30,	
	2019	2018
Land	\$ 85,950	\$ 85,950
Construction-in-Progress	-	16,828,023
Buildings and Improvements	40,140,658	27,582,946
Land Improvements	3,449,761	153,118
Machinery and Equipment	1,046,499	508,520
	<u>44,722,868</u>	<u>45,158,557</u>
Total Capital Assets, net of accumulated depreciation	<u>\$ 44,722,868</u>	<u>\$ 45,158,557</u>

The decrease in Construction-in-Progress during the current fiscal year results from the activity related to the completion of the 2016 Capital Projects.

More detailed information about the School District's capital assets is presented in Note 3B to the financial statements.

Long-Term Debt

At June 30, 2019 the School District had \$85,346,473 in general obligation and other long-term debt outstanding, as follows:

	June 30,	
	2019	2018
Bonds Payable	\$ 15,499,145	\$ 17,099,145
Plus: Unamortized Premium on Bonds	76,260	137,271
Energy Performance Contract Payable	606,009	798,071
Compensated Absences	289,091	206,107
Net Pension Liability	648,320	304,003
Other Post Employment Benefit Obligations Payable	68,227,648	70,027,079
Total	\$ 85,346,473	\$ 88,571,676

\$2,090,094 out of this balance of \$85,346,473 is due within one year. More detailed information about the School District's long-term liabilities is presented in Note 3D to the financial statements.

Requests for Information

This financial report is designed to provide a general overview of the School District's finances for all those with an interest in the School District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Dobbs Ferry Union Free School District
Attn: Ron Clamser, Jr.
Assistant Superintendent for Finance, Facilities & Operations
505 Broadway
Dobbs Ferry, NY 10522

Dobbs Ferry Union Free School District, New York

Statement of Net Position

June 30, 2019

	Governmental Activities
ASSETS	
Cash and equivalents	\$ 6,441,068
Investments	4,355,238
Receivables	
Accounts	129,903
State and Federal aid	1,268,441
Due from other governments	230,101
Prepaid expenses	13,500
Inventories	7,121
Net pension asset	2,350,504
Capital assets	
Not being depreciated	85,950
Being depreciated, net	44,636,918
Total Assets	59,518,744
DEFERRED OUTFLOWS OF RESOURCES	12,951,898
LIABILITIES	
Accounts payable	938,978
Accrued liabilities	181,816
Due to other governments	1,111
Due to retirement systems	2,604,484
Unearned revenues	220,127
Accrued interest payable	23,083
Non-current liabilities	
Due within one year	2,090,094
Due in more than one year	83,256,379
Total Liabilities	89,316,072
DEFERRED INFLOWS OF RESOURCES	8,645,386
NET POSITION	
Net investment in capital assets	28,661,094
Restricted	
Tax certiorari	4,073,084
Unemployment benefits	123,083
ERS retirement contributions	676,944
TRS retirement contributions	50,000
Debt service	406,679
Future capital projects	1,752,493
Special purposes	48,382
Capital projects	27,605
Unrestricted	(61,310,180)
Total Net Position	\$ (25,490,816)

The notes to the financial statements are an integral part of this statement.

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Dobbs Ferry Union Free School District, New York

Statement of Activities
Year Ended June 30, 2019

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
General support	\$ 6,849,118	\$ 20,241	\$ 8,301	\$ -
Instruction	40,515,550	1,329,821	1,047,501	157,082
Pupil transportation	1,369,201	-	286,163	-
Cost of food sales	830,104	657,565	127,761	-
Other	2,300	-	42	-
Interest	573,631	-	-	-
Total Governmental Activities	\$ 50,139,904	\$ 2,007,627	\$ 1,469,768	\$ 157,082
General revenues				
Real property taxes				34,247,034
Other tax items				
School tax relief reimbursement				3,006,981
Bisected property taxes				61,566
Non-property taxes				
Non-property tax distribution from County				559,532
Unrestricted use of money and property				291,713
Sale of property and compensation for loss				6,082
Unrestricted State aid				4,186,278
Miscellaneous				87,299
Total General Revenues				42,446,485
Change in Net Position				(4,058,942)
Net Position - Beginning				(21,431,874)
Net Position - Ending				\$ (25,490,816)

The notes to the financial statements are an integral part of this statement.

Dobbs Ferry Union Free School District, New York

Balance Sheet
Governmental Funds
June 30, 2019

	General	Capital Projects	Special Aid
ASSETS			
Cash and equivalents	\$ 6,000,103	\$ 35,513	\$ 271,261
Investments	4,344,827	10,411	-
Receivables			
Accounts	86,175	-	43,728
State and Federal aid	560,357	157,082	541,506
Due from other governments	230,101	-	-
Due from other funds	666,973	-	-
Prepaid expenditures	-	-	13,500
Inventories	-	-	-
Total Assets	<u>\$ 11,888,536</u>	<u>\$ 203,006</u>	<u>\$ 869,995</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable	\$ 628,333	\$ 144,120	\$ 29,698
Accrued liabilities	181,060	-	756
Due to other funds	220,614	31,281	635,692
Due to other governments	-	-	-
Due to retirement systems	2,604,484	-	-
Unearned revenues	-	-	203,849
Total Liabilities	<u>3,634,491</u>	<u>175,401</u>	<u>869,995</u>
Fund balances (deficits)			
Nonspendable	-	-	13,500
Restricted	7,179,836	27,605	-
Assigned	94,215	-	-
Unassigned	979,994	-	(13,500)
Total Fund Balances	<u>8,254,045</u>	<u>27,605</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ 11,888,536</u>	<u>\$ 203,006</u>	<u>\$ 869,995</u>

The notes to the financial statements are an integral part of this statement.

Non-Major Governmental	Total Governmental Funds
\$ 134,191	\$ 6,441,068
-	4,355,238
-	129,903
9,496	1,268,441
-	230,101
220,614	887,587
-	13,500
7,121	7,121
<u>\$ 371,422</u>	<u>\$ 13,332,959</u>

\$ 136,827	\$ 938,978
-	181,816
-	887,587
1,111	1,111
-	2,604,484
16,278	220,127
<u>154,216</u>	<u>4,834,103</u>

7,121	20,621
48,382	7,255,823
161,703	255,918
-	966,494
<u>217,206</u>	<u>8,498,856</u>

<u>\$ 371,422</u>	<u>\$ 13,332,959</u>
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Dobbs Ferry Union Free School District, New York

Reconciliation of Governmental Funds Balance Sheet to
the District-Wide Statement of Net Position
June 30, 2019

Fund Balances - Total Governmental Funds	\$ 8,498,856
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Amounts Reported for Governmental Activities in the Statement of Net
Position are Different Because

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>44,722,868</u>
--	-------------------

Governmental funds do not report the effect of losses on refunding bonds
and assets or liabilities related to net pension assets (liabilities) and other
post employment benefit obligations whereas these amounts are deferred
and amortized in the statement of activities.

Deferred loss on refunding bonds	119,640
Deferred amounts on net pension assets (liabilities)	9,459,782
Deferred amounts on other post employment benefits	<u>(5,272,910)</u>
	<u>4,306,512</u>

Other long-term assets are not available to pay for current-period
expenditures and, therefore, are not reported in the funds.

Net pension asset	<u>2,350,504</u>
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Long-term liabilities that are not due and payable in the current
period are not reported in the funds.

Accrued interest payable	(23,083)
Bonds payable	(15,575,405)
Energy performance contract debt payable	(606,009)
Compensated absences	(289,091)
Net pension liability	(648,320)
Other post employment benefit obligations payable	<u>(68,227,648)</u>
	<u>(85,369,556)</u>

Net Position of Governmental Activities	<u><u>\$ (25,490,816)</u></u>
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The notes to the financial statements are an integral part of this statement.

Dobbs Ferry Union Free School District, New York

Statement of Revenues, Expenditures and Changes in Fund Balances
 Governmental Funds
 Year Ended June 30, 2019

	General	Capital Projects	Special Aid
REVENUES			
Real property taxes	\$ 34,247,034	\$ -	\$ -
Other tax items	3,068,547	-	-
Non-property taxes	559,532	-	-
Charges for services	1,329,821	-	-
Use of money and property	311,954	-	-
Sale of property and compensation for loss	6,082	-	-
State aid	4,606,182	157,082	196,194
Federal aid	91,907	-	530,675
Food sales	-	-	-
Miscellaneous	95,600	-	94,984
Total Revenues	44,316,659	157,082	821,853
EXPENDITURES			
Current			
General support	5,546,975	-	-
Instruction	26,897,497	-	870,902
Pupil transportation	1,308,626	-	-
Community services	-	-	-
Cost of food sales	-	-	-
Employee benefits	9,992,427	-	-
Other	-	-	-
Debt service			
Principal	1,792,062	-	-
Interest	555,234	-	-
Capital outlay	-	540,702	-
Total Expenditures	46,092,821	540,702	870,902
Deficiency of Revenues Over Expenditures	(1,776,162)	(383,620)	(49,049)
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	49,049
Transfers out	(49,049)	-	-
Total Other Financing Sources (Uses)	(49,049)	-	49,049
Net Change in Fund Balances	(1,825,211)	(383,620)	-
FUND BALANCES			
Beginning of Year	10,079,256	411,225	-
End of Year	\$ 8,254,045	\$ 27,605	\$ -

The notes to the financial statements are an integral part of this statement.

Non-Major Governmental	Total Governmental Funds
\$ -	\$ 34,247,034
-	3,068,547
-	559,532
-	1,329,821
42	311,996
-	6,082
7,624	4,967,082
117,044	739,626
657,565	657,565
3,093	193,677
785,368	46,080,962
-	5,546,975
-	27,768,399
-	1,308,626
-	-
879,343	879,343
-	9,992,427
2,300	2,300
-	1,792,062
-	555,234
-	540,702
881,643	48,386,068
(96,275)	(2,305,106)
-	49,049
-	(49,049)
-	-
(96,275)	(2,305,106)
313,481	10,803,962
\$ 217,206	\$ 8,498,856

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Dobbs Ferry Union Free School District, New York

Reconciliation of the Statement of Revenues,
Expenditures and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
Year Ended June 30, 2019

Net Change in Fund Balances - Total Governmental Funds \$ (2,305,106)

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay expenditures	833,017
Depreciation expense	<u>(1,268,706)</u>
	<u>(435,689)</u>

Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.

Principal paid on serial bonds	1,600,000
Principal paid on energy performance contract debt	192,062
Amortization of loss on refunding bonds and issuance premium	<u>(34,700)</u>
	<u>1,757,362</u>

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Accrued interest	16,303
Compensated absences	(82,984)
Pension assets (liability)	478,129
Other post employment benefit obligations	<u>(3,486,957)</u>
	<u>(3,075,509)</u>

Change in Net Position of Governmental Activities \$ (4,058,942)

The notes to the financial statements are an integral part of this statement.

Dobbs Ferry Union Free School District, New York

Statement of Revenues, Expenditures and Changes in Fund
Balances - Budget and Actual
General and Special Aid Funds
Year Ended June 30, 2019

	General Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Real property taxes	\$ 37,276,560	\$ 34,269,579	\$ 34,247,034	\$ (22,545)
Other tax items	55,000	3,061,981	3,068,547	6,566
Non-property taxes	500,000	500,000	559,532	59,532
Charges for services	1,048,000	1,048,000	1,329,821	281,821
Use of money and property	97,000	97,000	311,954	214,954
Sale of property and compensation for loss	-	-	6,082	6,082
State aid	5,729,389	5,729,389	4,606,182	(1,123,207)
Federal aid	30,000	30,000	91,907	61,907
Miscellaneous	61,000	61,000	95,600	34,600
Total Revenues	44,796,949	44,796,949	44,316,659	(480,290)
EXPENDITURES				
Current				
General support	5,002,728	5,563,631	5,546,975	16,656
Instruction	26,967,961	26,975,058	26,897,497	77,561
Pupil transportation	1,278,178	1,308,626	1,308,626	-
Community services	12,600	-	-	-
Employee benefits	9,958,550	9,992,427	9,992,427	-
Debt service				
Principal	1,792,062	1,792,062	1,792,062	-
Interest	555,234	555,234	555,234	-
Total Expenditures	45,567,313	46,187,038	46,092,821	94,217
Deficiency of Revenues Over Expenditures	(770,364)	(1,390,089)	(1,776,162)	(386,073)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(135,000)	(49,049)	(49,049)	-
Total Other Financing Sources (Uses)	(135,000)	(49,049)	(49,049)	-
Net Change in Fund Balances	(905,364)	(1,439,138)	(1,825,211)	(386,073)
FUND BALANCES				
Beginning of Year	905,364	1,439,138	10,079,256	8,640,118
End of Year	\$ -	\$ -	\$ 8,254,045	\$ 8,254,045

The notes to the financial statements are an integral part of this statement.

Special Aid Fund			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
196,194	196,194	196,194	-
556,784	556,784	530,675	(26,109)
94,984	94,984	94,984	-
847,962	847,962	821,853	(26,109)
-	-	-	-
882,962	897,011	870,902	26,109
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
882,962	897,011	870,902	26,109
(35,000)	(49,049)	(49,049)	-
35,000	49,049	49,049	-
-	-	-	-
35,000	49,049	49,049	-
-	-	-	-
-	-	-	-
-	-	-	-
\$ -	\$ -	\$ -	\$ -

Dobbs Ferry Union Free School District, New York

Statement of Assets and Liabilities
Fiduciary Fund
June 30, 2019

	<u>Agency</u>
ASSETS	
Cash and equivalents	<u>\$ 40,553</u>
LIABILITIES	
Student activity funds	<u>\$ 40,553</u>

The notes to the financial statements are an integral part of this statement.

Note 1 - Summary of Significant Accounting Policies

The Dobbs Ferry Union Free School District, New York ("School District"), as presently constituted, was established in 1829 and operates in accordance with the provisions of the Education Law of the State of New York. The Board of Education is the legislative body responsible for overall operation of the School District and is elected by the voters of the School District. The Superintendent serves as the chief executive officer. The School District's primary function is to provide education for its pupils. Services such as transportation of pupils, administration, finance and plant maintenance support the primary function.

The accounting policies of the School District conform to generally accepted accounting principles for local governmental units and the Uniform System of Accounts as prescribed by the State of New York. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the School District's more significant accounting policies:

A. Financial Reporting Entity

The financial reporting entity consists of a) the primary government, which is the School District, b) organizations for which the School District is financially accountable and c) other organizations for which the nature and significance of their relationship with the School District are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete as set forth by GASB.

In evaluating how to define the School District, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the School District's reporting entity was made by applying the criteria set forth by GASB, including legal standing, fiscal dependency and financial accountability. Based upon the application of these criteria, there are no other entities which would be included in the financial statements.

The School District participates in the Southern Westchester Board of Cooperative Educational Services ("BOCES"), a jointly governed entity. BOCES is a voluntary cooperative association of school districts in a geographic area that share planning, services and programs which provide educational and support services. BOCES' governing board is elected based on the vote of members of the participating district's governing boards. BOCES' budget is comprised of separate budgets for administrative, program and capital costs. BOCES charges the districts for program costs based on participation and for administrative and capital costs. Each component school district's share of administrative and capital costs is determined by resident public school enrollment as defined by Education Law. Copies of BOCES' financial statement can be requested from Southern Westchester BOCES, 17 Berkley Drive, Rye Brook, New York 10573.

B. District-Wide Financial Statements

The district-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all non-fiduciary activities of the School District as a whole. For the most part, the effect of interfund activity has been removed from these statements, except for interfund services provided and used.

Note 1 - Summary of Significant Accounting Policies (Continued)

The Statement of Net Position presents the financial position of the School District at the end of its fiscal year. The Statement of Activities demonstrates the degree to which direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods or services, or privileges provided by a given function or segment, (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment and (3) interest earned on grants that is required to be used to support a particular program. Taxes and other items not identified as program revenues are reported as general revenues. The School District does not allocate indirect expenses to functions in the Statement of Activities.

Separate financial statements are provided for governmental and fiduciary funds, even though the latter is excluded from the district-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. Fund Financial Statements

The accounts of the School District are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts which comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balances, revenues and expenditures. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The School District maintains the minimum number of funds consistent with legal and managerial requirements. The focus of governmental fund financial statements is on major funds as that term is defined in professional pronouncements. Each major fund is to be presented in a separate column, with non-major funds, if any, aggregated and presented in a single column. Fiduciary funds are reported by type. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the district-wide statements' governmental activities column, a reconciliation is presented on the pages following, which briefly explain the adjustments necessary to transform the fund based financial statements into the governmental activities column of the district-wide presentation. The School District's resources are reflected in the fund financial statements in two broad fund categories, in accordance with generally accepted accounting principles as follows:

Fund Categories

- a. Governmental Funds - Governmental Funds are those through which most general government functions are financed. The acquisition, use and balances of expendable financial resources and the related liabilities are accounted for through governmental funds. The following represents the School District's major governmental funds.

General Fund - The General Fund constitutes the primary fund of the School District and is used to account for and report all financial resources not accounted for and reported in another fund.

Capital Projects Fund - The Capital Projects Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditures for

Note 1 - Summary of Significant Accounting Policies (Continued)

capital outlays, including the acquisition or construction of major capital facilities and other capital assets.

Special Revenue Funds - Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted, committed or assigned to expenditures for specified purposes other than debt service or capital projects. The major special revenue fund of the School District is as follows -

Special Aid Fund - The Special Aid Fund is used to account for special projects or programs supported in whole or in part with Federal, State or local funds. The major revenues of this fund are Federal and State aid.

The following represents the School District's non-major governmental funds:

Special Revenue Funds

School Lunch Fund - The School Lunch Fund is used to record the operations of the breakfast and lunch programs of the School District.

Special Purpose Fund - The Special Purpose Fund is used to account for assets held by the School District in accordance with the terms of a trust agreement.

- b. Fiduciary Funds (Not Included in District-Wide Statements) - Fiduciary Funds are used to account for assets held by the School District in an agency capacity on behalf of others. Among the activities included in the Agency Fund are the student activity funds. The Agency Fund is also utilized to account for payroll tax withholdings that are payable to other jurisdictions.

D. Measurement Focus, Basis of Accounting and Financial Statement Presentation

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

The district-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. The Agency Fund has no measurement focus but utilizes the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the

Note 1 - Summary of Significant Accounting Policies (Continued)

current period. Property taxes are considered to be available if collected within sixty days of the fiscal year end. If expenditures are the prime factor for determining eligibility, revenues from Federal and State grants are recognized as revenues when the expenditure is made. A ninety day availability period is generally used for revenue recognition for most other governmental fund revenues. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, net pension liabilities and other post employment benefit obligations are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Fund Balances

Cash and Equivalents, Investments and Risk Disclosure

Cash and Equivalents - Cash and equivalents consist of funds deposited in demand deposit accounts, time deposit accounts and short-term investments with original maturities of less than three months from the date of acquisition.

The School District's deposits and investment policies are governed by State statutes. The School District has adopted its own written investment policy which provides for the deposit of funds in FDIC insured commercial banks or trust companies located within the State. The School District is authorized to use demand deposit accounts, time deposit accounts and certificates of deposit.

Collateral is required for demand deposit accounts, time deposit accounts and certificates of deposit at 100% of all deposits not covered by Federal deposit insurance. The School District has entered into custodial agreements with the various banks which hold their deposits. These agreements authorize the obligations that may be pledged as collateral. Such obligations include, among other instruments, obligations of the United States and its agencies and obligations of the State and its municipal and school district subdivisions.

Investments - Permissible investments include obligations of the U.S. Treasury, U.S. Agencies, repurchase agreements and obligations of New York State or its political subdivisions.

The School District follows the provisions of Governmental Accounting Standards Board ("GASB") Statement No. 72, "*Fair Value Measurements and Application*", which defines fair value and establishes a fair value hierarchy organized into three levels based upon the input assumptions used in pricing assets. Level 1 inputs have the highest reliability and are related to assets with unadjusted quoted prices in active markets. Level 2 inputs relate to assets with other than quoted prices in active markets which may include quoted prices for similar assets or liabilities or other inputs which can be corroborated by observable market data. Level 3 inputs are unobservable inputs and are used to the extent that observable inputs do not exist.

Note 1 - Summary of Significant Accounting Policies (Continued)

The School District also participates in the New York Liquid Assets Fund ("NYLAF"), a cooperative investment pool, established pursuant to Articles 3A and 5G of the General Municipal Law of the State of New York. The sponsoring agency of the pool is another governmental unit, which acting through the fiscal officer, is primarily responsible for executing the provisions of the cooperative agreement. NYLAF has designated RBC Global Asset Management, Inc. as its registered investment advisor.

The pool is authorized to invest in various securities issued by the United States and its agencies. The amounts represent the amortized cost of the cooperative shares and are considered to approximate fair value. The School District's position in the pool is equal to the value of the pool shares.

NYLAF is rated AAAM by Standard and Poor's Rating Service. Local government investment cooperatives in this rating category meet the highest standards for credit quality, conservative investment policies and safety of principal. The pools invest in a high quality portfolio of investments legally permissible for municipalities and school districts in the State.

Additional information concerning the NYLAF is presented in the annual report, which may be obtained from the Governing Board c/o PMA Financial Network, 2135 City Gate Lane, 7th Floor, Naperville, IL 60563.

Risk Disclosure

Interest Rate Risk - Interest rate risk is the risk that the government will incur losses in fair value caused by changing interest rates. The School District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from changing interest rates. Generally, the School District does not invest in any long-term investment obligations.

Custodial Credit Risk - Custodial credit risk is the risk that in the event of a bank failure, the School District's deposits may not be returned to it. GASB Statement No. 40, *"Deposit and Investment Risk Disclosures – an amendment of GASB Statement No. 3"*, directs that deposits be disclosed as exposed to custodial credit risk if they are not covered by depository insurance and the deposits are either uncollateralized, collateralized by securities held by the pledging financial institution or collateralized by securities held by the pledging financial institution's trust department but not in the School District's name. The School District's aggregate bank balances that were not covered by depository insurance were not exposed to custodial credit risk at June 30, 2019.

Credit Risk - Credit risk is the risk that an issuer or other counterparty will not fulfill its specific obligation even without the entity's complete failure. The School District does not have a formal credit risk policy other than restrictions to obligations allowable under General Municipal Law of the State of New York.

Concentration of Credit Risk - Concentration of credit risk is the risk attributed to the magnitude of a government's investments in a single issuer. The School District's investment policy limits the amount on deposit at each of its banking institutions.

Note 1 - Summary of Significant Accounting Policies (Continued)

Property Taxes Receivable - Real property taxes attach as an enforceable lien on real property as of July 1st and are levied and payable in September and January. The Town of Greenburgh, New York ("Town") is responsible for the billing and collection of the taxes. The Town guarantees the full payment of the School District warrant and assumes responsibility for uncollected taxes.

Other Receivables - Other receivables include amounts due from other governments and individuals for services provided by the School District. Receivables are recorded and revenues recognized as earned or as specific program expenditures are incurred. Allowances are recorded when appropriate.

Due From/To Other Funds - During the course of its operations, the School District has numerous transactions between funds to finance operations, provide services and construct assets. To the extent that certain transactions between funds had not been paid or received as of June 30, 2019, balances of interfund amounts receivable or payable have been recorded in the fund financial statements.

Prepaid Expenses/Expenditures - Certain payments to vendors reflect costs applicable to future accounting periods, and are recorded as prepaid items using the consumption method in both the district-wide and fund financial statements. Prepaid expenses/expenditures consists of insurance costs and other charges for services, which have been satisfied prior to the end of the fiscal year, but represent items which have been provided for in the subsequent years budget and will benefit such periods. Reported amounts are equally offset by nonspendable fund balance in the fund financial statements, which indicates that these amounts do not constitute "available spendable resources" even though they are a component of current assets.

Inventories - Inventories in the School Lunch Fund consist of surplus food, at a stated value which approximates market. These inventories consist primarily of items held for consumption. The cost is recorded as inventory at the time individual inventory items are received. The School District uses the consumption method to relieve inventory. In the fund financial statements, reported amounts are equally offset by nonspendable fund balance, which indicates that these amounts do not constitute "available spendable resources" even though they are a component of current assets.

Capital Assets - Capital assets, which include property, plant and equipment, are reported in the governmental activities column in the district-wide financial statements. Capital assets are defined by the School District as assets with an initial, individual cost of more than \$500 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

Major outlays for capital assets and improvements are capitalized as projects are constructed. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives is not capitalized.

Land is are not depreciated. Property, plant and equipment of the School District are depreciated using the straight line method over the following estimated useful lives.

Dobbs Ferry Union Free School District, New York

Notes to Financial Statements (Continued)
June 30, 2019

Note 1 - Summary of Significant Accounting Policies (Continued)

<u>Class</u>	<u>Life in Years</u>
Buildings and Improvements	20-50
Land Improvements	20-30
Machinery and Equipment	5-20

The costs associated with the acquisition or construction of capital assets are shown as capital outlay expenditures on the governmental fund financial statements. Capital assets are not shown on the governmental fund balance sheets.

Unearned Revenues - Unearned revenues arise when assets are recognized before revenue recognition criteria have been satisfied. In the district-wide financial statements, unearned revenues consist of amounts received in advance and/or grants received before the eligibility requirements have been met.

Unearned revenues in the fund financial statements are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met. The School District has reported unearned revenues of \$203,849 for aid received in advance in the Special Aid Fund and \$16,278 in the School Lunch Fund for unused meal deposits. Such amounts have been deemed to be measurable but not "available" pursuant to generally accepted accounting principles.

Deferred Outflows/Inflows of Resources - In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time.

Deferred outflows and inflows of resources have been reported on the district-wide Statement of Net Position for the following:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
New York State and Local Employees' Retirement System	\$ 470,185	\$ 222,771
New York State Teachers' Retirement System	12,350,109	3,137,741
Other post employment benefits	11,964	5,284,874
Deferred loss on refunding bonds	119,640	-
	<u>\$ 12,951,898</u>	<u>\$ 8,645,386</u>

Note 1 - Summary of Significant Accounting Policies (Continued)

The amount reported for the deferred loss on refunding bonds results from the difference in the carrying value of the refunded debt and its reacquisition price. This amount is being deferred and amortized over the shorter of the life of the refunded or refunding debt.

The amounts reported as deferred outflows of resources and deferred inflows of resources in relation to the School District's pension and other post employments benefit obligations are detailed in Note 3D.

Long-Term Liabilities - In the district-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expended as incurred.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as Capital Projects Fund expenditures.

Compensated Absences - The various collective bargaining agreements provide for the payment of accumulated vacation and sick leave upon separation from service. The liability for such accumulated leave is reflected in the district-wide Statement of Net Position as current and long-term liabilities. A liability for these amounts is reported in the governmental funds only if the liability has matured through employee resignation or retirement. The liability for compensated absences includes salary related payments, where applicable.

Net Pension Liability (Asset) - The net pension liability (asset) represents the School District's proportionate share of the net pension liability (asset) of the New York State and Local Employees' Retirement System and the New York State Teachers' Retirement System. The financial reporting of these amounts are presented in accordance with the provisions of GASB Statement No. 68, *"Accounting and Financial Reporting for Pensions"* and GASB Statement No. 71, *"Pension Transition for Contributions Made Subsequent to the Measurement Date"*.

Net Position - Net position represents the difference between assets, deferred outflows of resources, liabilities and deferred inflows of resources. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net position on the Statement of Net Position includes, net investment in capital assets, restricted for tax certiorari, unemployment benefits, ERS retirement contributions, TRS retirement contribution, debt service, future capital projects, special purposes and capital projects. The balance is classified as unrestricted.

Fund Balance - Generally, fund balance represents the difference between current assets and deferred outflows resources and current liabilities and deferred inflows of resources. In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the School District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Under this standard, the fund balance classifications are as follows:

Note 1 - Summary of Significant Accounting Policies (Continued)

Nonspendable fund balance includes amounts that cannot be spent because they are either not in spendable form (inventories, prepaid amounts, long-term receivables) or they are legally or contractually required to be maintained intact (the corpus of a permanent fund).

Restricted fund balance is reported when constraints placed on the use of the resources are imposed by grantors, contributors, laws or regulations of other governments or imposed by law through enabling legislation. Enabling legislation includes a legally enforceable requirement that these resources be used only for the specific purposes as provided in the legislation. This fund balance classification is used to report funds that are restricted for debt service obligations and for other items contained in the General Municipal Law of the State of New York.

Committed fund balance is reported for amounts that can only be used for specific purposes pursuant to formal action of the entity's highest level of decision making authority. The Board of Education is the highest level of decision making authority for the School that can, by the adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, these funds may only be used for the purpose specified unless the entity removes or changes the purpose by taking the same action that was used to establish the commitment. This classification includes certain designations established and approved by the Board of Education.

Assigned fund balance, in the General Fund, represents amounts constrained either by policies of the Board of Education for amounts assigned for balancing the subsequent year's budget or the Assistant Superintendent for Business for amounts assigned as encumbrances. Unlike commitments, assignments generally only exist temporarily, in that additional action does not normally have to be taken for the removal of an assignment. An assignment cannot result in a deficit in the unassigned fund balance in the General Fund. Assigned fund balance in all funds except the General Fund includes all remaining amounts, except for negative balances, that are not classified as nonspendable and are neither restricted nor committed.

Unassigned fund balance, in the General Fund, represents amounts not classified as nonspendable, restricted, committed or assigned. The General Fund is the only fund that would report a positive amount in unassigned fund balance. For all governmental funds other than the General Fund, unassigned fund balance would necessarily be negative, since the fund's liabilities and deferred inflows of resources, together with amounts already classified as nonspendable, restricted and committed would exceed the fund's assets and deferred outflows of resources.

In order to calculate the amounts to report as restricted and unrestricted fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the School District's policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the School District's policy to use fund balance in the following order: committed, assigned, and unassigned.

Note 1 - Summary of Significant Accounting Policies (Continued)

F. Encumbrances

In governmental funds, encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve applicable appropriations, is generally employed as an extension of formal budgetary integration in the General and Special Aid funds. Encumbrances outstanding at year-end are generally reported as assigned fund balance since they do not constitute expenditures or liabilities.

G. Use of Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources and disclosures of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

H. Subsequent Event Evaluation by Management

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which date is October 3, 2019.

Note 2 - Stewardship, Compliance and Accountability

A. Budgetary Data

The School District generally follows the procedures enumerated below in establishing the budgetary data reflected in the fund financial statements:

- a) At least seven days prior to the budget hearing, a copy of the budget is made available to the voters.
- b) At the budget hearing, the voters may raise questions concerning the items contained in the budget.
- c) The Board of Education establishes a date for the annual meeting, which by law will be held on the third Tuesday in May.
- d) The voters are permitted to vote upon the General Fund budget at the annual meeting.
- e) If the original proposed budget is not approved by the voters, the Board of Education has the option of either resubmitting the original or revising the budget for voter approval at a special meeting held at a later date; or the Board of Education may, at that point, adopt a contingency budget. If the Board of Education decides to submit either the original or a revised budget to the voters for a second time, and the voters do not approve the second budget submittal, the

Note 2 - Stewardship, Compliance and Accountability (Continued)

Board of Education must adopt a contingency budget and the tax levy cannot exceed the total tax levy of the prior year (0% levy growth). In addition, the administrative component of the contingency budget shall not comprise a greater percentage of the contingency budget exclusive of the capital component than the lesser of either 1) the percentage the administrative component had comprised in the prior year budget exclusive of the capital component; or 2) the percentage the administrative component had comprised in the last proposed defeated budget exclusive of the capital component.

- f) Formal budgetary integration is employed during the year as a management control device for General and Special Aid funds.
- g) Budgets for General and Special Aid funds are legally adopted annually on a basis consistent with generally accepted accounting principles. The Capital Projects Fund is budgeted on a project basis. The Board of Education does not adopt an annual budget for the School Lunch or Special Purpose funds.
- h) The Board of Education has established legal control of the budget at the function level of expenditures. Transfers between appropriation accounts, at the function level, require approval by the Board of Education. Any modification to appropriations resulting from increases in revenue estimates or supplemental reserve appropriations also require a majority vote by the Board.
- i) Appropriations in General and Special Aid funds lapse at the end of the fiscal year, except that outstanding encumbrances are reappropriated in the succeeding year pursuant to the Uniform System of Accounts promulgated by the Office of the State Comptroller.

Budgeted amounts are as originally adopted, or as amended by the Board of Education.

B. Limitation on Fund Balance

The School District is limited to the amount of committed, assigned and unassigned fund balance, with certain exceptions, that can be retained. New York State law limits this amount of fund balance to 4% of the ensuing year's budget.

C. Property Tax Limitation

Chapter 97 of the Laws of 2011, as amended ("Tax Levy Limitation Law"), modified previous law by imposing a limit on the amount of real property taxes that a school district may levy. Prior to its enactment, there was no statutory limitation on the amount of real property taxes that a school district could levy if its budget had been approved by a simple majority of its voters. In the event the budget had been defeated by the voters, the school district was required to adopt a contingency budget. Under a contingency budget, school budget increases were limited to the lesser of 4% of the prior year's budget or 120% of the consumer price index ("CPI").

Dobbs Ferry Union Free School District, New York

Notes to Financial Statements (Continued)
June 30, 2019

Note 2 - Stewardship, Compliance and Accountability (Continued)

Under the Tax Levy Limitation Law, there is now a limitation on the amount of tax levy growth from one fiscal year to the next. Such limitation is the lesser of (i) 2% or (ii) the annual percentage increase in the CPI subject to certain exclusions. A budget with a tax levy that does not exceed such limit will require approval of at least 50% of the voters. Approval by at least 60% of the voters will be required for a budget with a tax levy in excess of the limit. In the event the voters reject budget, the tax levy for the school district's budget for the ensuing fiscal year may not exceed the amount of the tax levy limitation from a prior year.

The Tax Levy Limitation Law permits certain significant exclusions to the tax levy limit for school district. These include taxes to pay the local share of debt service on bonds or notes issued to finance voter approved capital expenditures and the refinancing or refunding of such bonds or notes, certain pension cost increases, and other items enumerated in the Tax Levy Limitation Law. However, such exclusion does not apply to taxes to pay the debt service on tax anticipation notes, revenue anticipation notes, budget notes and deficiency notes, and any obligations issued to finance deficits and certain judgments, including tax certiorari refund payments.

Note 3 - Detailed Notes on All Funds

A. Due From/To Other Funds

The balances reflected as due from/to other funds at June 30, 2019 were as follows:

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>
General	\$ 666,973	\$ 220,614
Capital Projects	-	31,281
Special Aid	-	635,692
Non-Major Governmental	220,614	-
	<u>\$ 887,587</u>	<u>\$ 887,587</u>

The outstanding balances between funds result mainly from the time lag between the dates that 1) interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system and 3) payments between funds are made.

Dobbs Ferry Union Free School District, New York

Notes to Financial Statements (Continued)
 June 30, 2019

Note 3 - Detailed Notes on All Funds (Continued)**B. Capital Assets**

Changes in the School District's capital assets are as follows:

Class	Balance July 1, 2018	Additions	Deletions	Balance June 30, 2019
Capital Assets, not being depreciated:				
Land	\$ 85,950	\$ -	\$ -	\$ 85,950
Construction-in-Progress	16,828,023	-	16,828,023	-
Total Capital Assets, not being depreciated	<u>\$ 16,913,973</u>	<u>\$ -</u>	<u>\$ 16,828,023</u>	<u>\$ 85,950</u>
Capital Assets, being depreciated:				
Buildings and Improvements	\$ 46,596,527	\$ 13,737,755	\$ -	\$ 60,334,282
Land Improvements	554,902	3,464,195	229,339	3,789,758
Machinery and Equipment	3,266,583	459,090	1,573,495	2,152,178
Total Capital Assets, being depreciated	<u>50,418,012</u>	<u>17,661,040</u>	<u>1,802,834</u>	<u>66,276,218</u>
Less Accumulated Depreciation for:				
Building and Improvements	19,013,581	1,180,043	\$ -	20,193,624
Land Improvements	401,784	9,689	229,339	182,134
Machinery and Equipment	2,758,063	78,974	1,573,495	1,263,542
Total Accumulated Depreciation	<u>22,173,428</u>	<u>1,268,706</u>	<u>1,802,834</u>	<u>21,639,300</u>
Total Capital Assets, being depreciated, net	<u>\$ 28,244,584</u>	<u>\$ 16,392,334</u>	<u>\$ -</u>	<u>\$ 44,636,918</u>
Capital Assets, net	<u>\$ 45,158,557</u>	<u>\$ 16,392,334</u>	<u>\$ 16,828,023</u>	<u>\$ 44,722,868</u>

Depreciation expense was charged to School District functions and programs as follows:

General Support	\$ 9,689
Instruction	1,180,043
Cost of Food Sales	<u>78,974</u>
Total Depreciation Expense	<u>\$ 1,268,706</u>

C. Accrued Liabilities

Accrued liabilities at June 30, 2019 were as follows:

	General Fund	Special Aid Fund	Total
Payroll and employee benefits	<u>\$ 181,060</u>	<u>\$ 756</u>	<u>\$ 181,816</u>

Dobbs Ferry Union Free School District, New York

Notes to Financial Statements (Continued)
June 30, 2019

Note 3 - Detailed Notes on All Funds (Continued)**D. Long-Term Liabilities**

The following table summarizes changes in the School District's long-term liabilities for the year ended June 30, 2019:

	Balance July 1, 2018	New Issues/ Additions	Maturities and/or Payments	Balance June 30, 2019	Due Within One-Year
General Obligation Bonds Payable	\$ 17,099,145	\$ -	\$ 1,600,000	\$ 15,499,145	\$ 1,864,145
Plus					
Unamortized premium on bonds	137,271	-	61,011	76,260	-
	<u>17,236,416</u>	<u>-</u>	<u>1,661,011</u>	<u>15,575,405</u>	<u>1,864,145</u>
Energy Performance Contract					
Debt Payable	798,071	-	192,062	606,009	196,949
Other Non-current Liabilities:					
Compensated Absences	206,107	103,594	20,610	289,091	29,000
Net Pension Liability	304,003	344,317	-	648,320	-
Other Post Employment Benefit					
Obligations	70,027,079	5,737,229	7,536,660	68,227,648	-
Total Non-Current Liabilities	<u>70,537,189</u>	<u>6,185,140</u>	<u>7,557,270</u>	<u>69,165,059</u>	<u>29,000</u>
Total Long-Term Liabilities	<u>\$ 88,571,676</u>	<u>\$ 6,185,140</u>	<u>\$ 9,410,343</u>	<u>\$ 85,346,473</u>	<u>\$ 2,090,094</u>

The School District's indebtedness for general obligation bonds payable, energy performance contract debt payable, compensated absences, net pension liability and other post employment benefit obligations is satisfied by the General Fund.

General Obligation Bonds Payable

General obligations bonds payable at June 30, 2019 are comprised of the following individual issues:

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rates	Amount Outstanding at June 30, 2019
Refunding Bonds	2010	\$ 14,815,000	June, 2021	2.00 - 3.00 %	\$ 1,910,000
District-Wide Reconstruction	2018	14,269,145	June, 2033	2.00 - 3.00 %	<u>13,589,145</u>
					<u>\$ 15,499,145</u>

Interest expenditures of \$534,928 were recorded in the fund financial statements in the General Fund. Interest expense of \$556,583 was recorded in the district-wide financial statements.

Note 3 - Detailed Notes on All Funds (Continued)**Energy Performance Contract Debt Payable**

The School District, in a prior fiscal year, entered into an energy performance contract agreement for \$2,655,000. The agreement provides for annual payments of \$212,368 including interest at 3.96%, through November 2021. The balance due at June 30, 2019 was \$606,009. Interest expenditures of \$20,306 were recorded in the fund financial statements in the General Fund. Interest expense of \$17,048 was recorded in the district-wide financial statements.

Payments to Maturity

The annual requirements to amortize all outstanding bonded and energy performance contract debt as of June 30, 2019 including interest payments of \$2,382,326 are as follows:

Ending June 30,	General Obligation Bonds		Energy Performance Contract		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2020	\$ 1,864,145	\$ 341,216	\$ 196,949	\$ 15,419	\$ 2,061,094	\$ 356,635
2021	1,890,000	294,125	201,960	10,408	2,091,960	304,533
2022	945,000	260,950	207,100	5,270	1,152,100	266,220
2023	960,000	241,900	-	-	960,000	241,900
2024	975,000	222,550	-	-	975,000	222,550
2025-2029	5,165,000	806,338	-	-	5,165,000	806,338
2030-2033	3,700,000	184,150	-	-	3,700,000	184,150
	<u>\$ 15,499,145</u>	<u>\$ 2,351,229</u>	<u>\$ 606,009</u>	<u>\$ 31,097</u>	<u>\$ 16,105,154</u>	<u>\$ 2,382,326</u>

The above general obligation bonds and energy performance contract debt are direct obligations of the School District for which its full faith and credit are pledged and are payable from taxes levied on all taxable real property within the School District.

Compensated Absences

Pursuant to collective bargaining agreements, upon separation of service, the School District is required to compensate administrators, clerical staff and custodians for unused vacation time. For all other employees, vacation time is generally taken in the year earned. The School District is not required to compensate employees for accumulated sick leave, except for teachers, who get paid at a rate of \$40 per day for unused sick days. The value of the compensated absences has been reflected in the district-wide financial statements.

Pension Plan*New York State and Local Retirement System and Teachers' Retirement System*

The School District participates in the New York State and Local Employees' Retirement System ("ERS"). This is a cost-sharing, multiple-employer defined benefit pension plan. ERS provides retirement benefits as well as death and disability benefits. The net position of the ERS is held in the New York State Common Retirement Fund ("Fund"), which was established to hold all assets and record changes in fiduciary net position. The Comptroller of the State of New York serves as

Dobbs Ferry Union Free School District, New York

Notes to Financial Statements (Continued)
June 30, 2019

Note 3 - Detailed Notes on All Funds (Continued)

the trustee of the Fund and is the administrative head of the ERS. The Comptroller is an elected official determined in a direct statewide election and serves a four year term. Obligations of employers and employees to contribute and benefits to employees are governed by the New York State Retirement and Social Security Law ("NYSRSSL"). 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 School District also participates in the Public Employees' Group Life Insurance Plan, 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 may be found at www.osc.state.ny.us/retire/about_us/financial_statements_index.php or obtained by writing to the New York State and Local Retirement System, 110 State Street, Albany, NY 12244.

The School District also participates in the New York State Teachers' Retirement System ("TRS"). This is a cost-sharing, multiple-employer defined benefit pension plan. TRS provides retirement benefits as well as death and disability benefits. The TRS is governed by a ten member Board of Trustees, which sets policy and oversees operations consistent with its fiduciary obligations under applicable law. Obligations of employers and employees to contribute and benefits to employees are governed by the Education Law of the State of New York. 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. The TRS issues a stand-alone financial report which may be found at www.nystrs.org or obtained by writing to the New York State Teachers' Retirement System, 10 Corporate Woods Drive, Albany, NY 12211-2395.

ERS and TRS are noncontributory for employees who joined the systems before July 27, 1976. Employees who joined the systems after July 27, 1976 and before January 1, 2010 contribute 3% of their salary for the first ten years of membership. Employees who joined the systems after January 1, 2010 generally contribute between 3% and 6% of their salary for their entire length of service. Under the authority of the NYSRSSL, the Comptroller annually certifies the actuarially determined rates expressly used in computing the employers' contributions based on salaries paid during the ERS's fiscal year ending March 31. Pursuant to Article 11 of the Education Law of the State of New York, actuarially determined employer contributions are established annually for the TRS by its Board of Trustees. The employer contribution rates for the plans' year ending in 2019 are as follows:

	<u>Tier/Plan</u>	<u>Rate</u>
ERS	4 A15	15.9 %
	5 A15	13.1
	6 A15	9.4
TRS	1-6	10.62 %

Dobbs Ferry Union Free School District, New York

Notes to Financial Statements (Continued)
June 30, 2019

Note 3 - Detailed Notes on All Funds (Continued)

At June 30, 2019, the School District reported the following for its proportionate share of the net pension liability (asset) for ERS and TRS:

	ERS	TRS
Measurement date	March 31, 2019	June 30, 2018
Net pension liability (asset)	\$ 648,320	\$ (2,350,504)
School Districts' proportion of the net pension liability (asset)	0.0091502 %	0.129987 %
Change in proportion since the prior measurement date	(0.0002691) %	0.001164 %

The net pension liability (asset) was measured as of March 31, 2019 for ERS and June 30, 2018 for TRS and the total pension liability used to calculate the net pension liability (asset) were determined by actuarial valuations as of those dates. The School District's proportion of the net pension liability for ERS was based on a computation of the actuarially determined indexed present value of future compensation by employer relative to the total of all participating members. The School District's proportion of the net pension asset for TRS was based on the School District's contributions to the pension plan relative to the contributions of all participating members.

For the year ended June 30, 2019, the School District recognized pension expense in the district-wide financial statements of \$2,256,293 (\$474,672 for ERS and \$1,781,621 for TRS). Pension expenditures for ERS of \$377,014 were recorded in the fund financial statements in the General Fund. Pension expenditures for TRS of \$2,345,938 and \$11,470 were reported in the fund financial statements and were charged to the General and the Special Aid funds, respectively.

At June 30, 2019, the School District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	ERS	ERS	TRS	TRS
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 127,668	\$ 43,521	\$ 1,756,513	\$ 318,173
Changes of assumptions	162,961	-	8,216,555	-
Net difference between projected and actual earnings on pension plan investments	-	166,395	-	2,609,239
Changes in proportion and differences between School District contributions and proportionate share of contributions	90,650	12,855	2,594	210,329
School District contributions subsequent to the measurement date	88,906	-	2,374,447	-
	<u>\$ 470,185</u>	<u>\$ 222,771</u>	<u>\$ 12,350,109</u>	<u>\$ 3,137,741</u>

Dobbs Ferry Union Free School District, New York

Notes to Financial Statements (Continued)
June 30, 2019

Note 3 - Detailed Notes on All Funds (Continued)

	Total	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,884,181	\$ 361,694
Changes of assumptions	8,379,516	-
Net difference between projected and actual earnings on pension plan investments	-	2,775,634
Changes in proportion and differences between School District contributions and proportionate share of contributions	93,244	223,184
School District contributions subsequent to the measurement date	2,463,353	-
	<u>\$ 12,820,294</u>	<u>\$ 3,360,512</u>

\$88,906 reported as deferred outflows of resources related to ERS resulting from the School District's accrued contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the plan's year ended March 31, 2020. The \$2,374,447 reported as deferred outflows of resources related to TRS will be recognized as an increase of the net pension asset in the plan's year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to ERS and TRS will be recognized in pension expense as follows:

Year Ended	March 31, ERS	June 30, TRS
2019	\$ -	\$ 2,315,221
2020	169,982	1,558,812
2021	(104,738)	127,924
2022	2,467	1,553,274
2023	90,797	1,044,876
Thereafter	-	237,814

The total pension liability for the ERS and TRS measurement dates were determined by using actuarial valuation dates as noted below, with update procedures used to roll forward the total pension liabilities to those measurement dates. Significant actuarial assumptions used in the valuations were as follows:

	ERS	TRS
Measurement Date	March 31, 2019	June 30, 2018
Actuarial valuation date	April 1, 2018	June 30, 2017
Investment rate of return	7.0% *	7.25% *
Salary scale	4.2%	1.90%-4.72%
Inflation rate	2.5%	2.25%
Cost of living adjustments	1.3%	1.5%

*Compounded annually, net of pension plan investment expenses, including inflation.

Dobbs Ferry Union Free School District, New York

Notes to Financial Statements (Continued)
June 30, 2019

Note 3 - Detailed Notes on All Funds (Continued)

For ERS, annuitant mortality rates are based on the ERS's experience with adjustments for mortality improvements based on Society of Actuaries Scale MP-2014. For TRS, annuitant mortality rates are based on plan member experience, with adjustments for mortality improvements based on Society of Actuaries Scale MP-2014, applied on a generational basis. Active member mortality rates are based on plan member experience.

The actuarial assumptions used in the ERS valuation were based on the results of an actuarial experience study for the period April 1, 2010 - March 31, 2015. The actuarial assumptions used in the TRS valuation were based on the results of an actuarial experience study for the period July 1, 2009 to June 30, 2014.

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.

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

Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation is summarized in the following table:

Asset Type	ERS March 31, 2019		TRS June 30, 2018	
	Target Allocation	Long-Term Expected Real Rate of Return	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	36 %	4.55 %	33 %	5.8 %
International Equity	14	6.35	16	7.3
Private Equity	10	7.50	8	8.9
Real Estate	10	5.55	11	4.9
Domestic Fixed Income Securities	-	-	16	1.3
Global Fixed Income Securities	-	-	2	0.9
High Yield Fixed Income Securities	-	-	1	3.5
Short-Term	-	-	1	0.3
Global Equities	-	-	4	6.7
Private Debt	-	-	1	6.8
Real Estate Debt	-	-	7	2.8
Absolute Return Strategies	2	3.75	-	-
Opportunistic Portfolio	3	5.68	-	-
Real Assets	3	5.29	-	-
Bonds and Mortgages	17	1.31	-	-
Cash	1	(0.25)	-	-
Inflation Indexed Bonds	4	1.25	-	-
	<u>100 %</u>		<u>100 %</u>	

Dobbs Ferry Union Free School District, New York

Notes to Financial Statements (Continued)

June 30, 2019

Note 3 - Detailed Notes on All Funds (Continued)

The real rate of return is net of the long-term inflation assumption of 2.5% for ERS and 2.3% for TRS.

The discount rate used to calculate the total pension liability was 7.0% for ERS and 7.25% for TRS. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based upon those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The following presents the School District's proportionate share of the net pension liability calculated using the discount rate of 7.0% for ERS and 7.25% for TRS, as well as what the School District's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (6.0% for ERS and 6.25% for TRS) or 1 percentage point higher (8.0% for ERS and 8.25% for TRS) than the current rate:

	1% Decrease (6.0%)	Current Assumption (7.0%)	1% Increase (8.0%)
School District's proportionate share of the ERS net pension liability (asset)	<u>\$ 2,834,560</u>	<u>\$ 648,320</u>	<u>\$ (1,188,276)</u>
	1% Decrease (6.25%)	Current Assumption (7.25%)	1% Increase (8.25%)
School District's proportionate share of the TRS net pension liability (asset)	<u>\$ 16,148,348</u>	<u>\$ (2,350,504)</u>	<u>\$ (17,847,402)</u>

The components of the collective net pension liability as of the March 31, 2019 ERS measurement date and the June 30, 2018 TRS measurement date were as follows:

	ERS	TRS
Total pension liability	\$ 189,803,429,000	\$ 118,107,253,288
Fiduciary net position	<u>182,718,124,000</u>	<u>119,915,517,622</u>
Employers' net pension liability (asset)	<u>\$ 7,085,305,000</u>	<u>\$ (1,808,264,334)</u>
Fiduciary net position as a percentage of total pension liability	<u>96.27%</u>	<u>101.53%</u>

Employer contributions to ERS are paid annually and cover the period through the end of ERS's fiscal year, which is March 31st. Accrued retirement contributions as of June 30, 2019 represent the projected employer contribution for the period April 1, 2019 through June 30, 2019 based on

Dobbs Ferry Union Free School District, New York

Notes to Financial Statements (Continued)
June 30, 2019

Note 3 - Detailed Notes on All Funds (Continued)

paid ERS wages multiplied by the employers' contribution rate, by tier. Employee contributions are remitted monthly.

Employer and employee contributions for the year ended June 30, 2019 are paid to TRS in the following fiscal year through a state aid intercept or, if state aid is insufficient, through a payment by the School District to TRS. Accrued retirement contributions as of June 30, 2019 represent employee and employer contributions for the fiscal year ended June 30, 2019 based on paid TRS wages multiplied by the employers' contribution rate plus employee contributions for the fiscal year as reported to TRS.

Accrued retirement contributions as of June 30, 2019 were \$88,906 to ERS and \$2,515,578 to TRS (including employee contributions of \$141,131).

Voluntary Defined Contribution Plan

The School District can offer a defined contribution plan to all non-union employees hired on or after July 1, 2013 and earning at the full-time salary rate of \$75,000 or more. The employee contribution is between 3% and 6% depending upon salary and the School District will contribute 8%. Employer contributions vest after 366 days of service. No current employees participated in this program.

Other Post Employment Benefit Obligations ("OPEB")

In addition to providing pension benefits, the School District provides certain health care benefits for retired employees through a single employer defined benefit OPEB plan. The various collective bargaining agreements stipulate the employees covered and the percentage of contribution. Contributions by the School District may vary according to length of service. The cost of providing post employment health care benefits is shared between the School District and the retired employee as noted below. Substantially all of the School District's employees may become eligible for those benefits if they reach normal retirement age while working for the School District. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other than Pensions", so the net OPEB liability is equal to the total OPEB liability. Separate financial statements are not issued for the plan.

At June 30, 2019, the following employees were covered by the benefit terms:

Inactive employees currently receiving benefit payments	119
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	231
	<hr/>
	350
	<hr/>

The School District's total OPEB liability of \$68,227,648 was measured as of June 30, 2019, and was determined by an actuarial valuation as of July 1, 2017.

Dobbs Ferry Union Free School District, New York

Notes to Financial Statements (Continued)
June 30, 2019

Note 3 - Detailed Notes on All Funds (Continued)

The total OPEB liability in the July 1, 2017 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Salary increases	3.00%
Discount rate	3.50%
Inflation	3.00%
Health care cost trend rates	7.5% in 2019 decreasing 0.5% per year to an ultimate rate of 4.5% in 2025
Retirees' share of benefit-related costs	Varies from 12% to 50%, depending on applicable retirement year and bargaining unit

The discount rate was based on yield or index rate for 20-year, tax exempt general obligation municipal bonds with an average rating of AA/A or higher.

Mortality rates were based on the RP-2014 Adjusted to 2006 Total Dataset Mortality Table projected to the valuation date with Scale MP-2017, with mortality improvements using Projection Scale MP-2017.

The actuarial assumptions used in the valuation were based on standard tables modified for certain plan features such as eligibility for full and early retirement where applicable and input from the plan sponsor. The plan does not have credible data on which to perform an experience study. As a result, a full actuarial experience study is not applicable.

The School District's change in the total OPEB liability for the year ended June 30, 2019 is as follows:

Total OPEB Liability - Beginning of Year	\$ 70,027,079
Service cost	3,551,980
Interest	2,185,249
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes in assumptions or other inputs	(6,050,798)
Benefit payments	(1,485,862)
Total OPEB Liability - End of Year	<u>\$ 68,227,648</u>

The following presents the total OPEB liability of the School District, as well as what the School District's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.5%) or 1 percentage point higher (4.5%) than the current discount rate:

	1% Decrease (2.5%)	Current Assumption (3.5%)	1% Increase (4.5%)
Total OPEB Liability	<u>\$ 81,082,823</u>	<u>\$ 68,227,648</u>	<u>\$ 58,016,145</u>

Dobbs Ferry Union Free School District, New York

Notes to Financial Statements (Continued)

June 30, 2019

Note 3 - Detailed Notes on All Funds (Continued)

The following presents the total OPEB liability of the School District, as well as what the School District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower (6.5% decreasing to 3.5%) or 1 percentage point higher (8.5% decreasing to 5.5%) than the current healthcare cost trend rates:

	1% Decrease (6.5% decreasing to 3.5%)	Healthcare Cost Trend Rates (7.5% decreasing to 4.5%)	1% Increase (8.5% decreasing to 5.5%)
Total OPEB Liability	\$ 55,281,163	\$ 68,227,648	\$ 85,537,502

For the year ended June 30, 2019, the School District recognized OPEB expense of \$4,972,819 in the district-wide financial statements. At June 30, 2019, the School District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 11,964	\$ -
Changes in assumptions	-	5,284,874
	<u>\$ 11,964</u>	<u>\$ 5,284,874</u>

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

Year Ended June 30,	
2020	\$ (764,410)
2021	(764,410)
2022	(764,410)
2023	(764,410)
2024	(764,410)
Thereafter	(1,450,860)

Note 3 - Detailed Notes on All Funds (Continued)

F. Revenues and Expenditures

Interfund Transfers

Interfund transfers are defined as the flow of assets, such as cash or goods and services, without equivalent flows of assets in return. The interfund transfers reflected below have been reported as transfers.

	<u>Transfer In</u>
<u>Transfers Out</u>	<u>Special Aid Fund</u>
General Fund	\$ 49,049

Transfers are used to move funds earmarked in the operating funds to fulfill commitments for Special Aid Fund expenditures.

G. Net Position

The components of net position are detailed below:

Net Investment in Capital Assets - the component of net position that reports the difference between capital assets less both the accumulated depreciation and the outstanding balance of debt, excluding unexpended proceeds, that is directly attributable to the acquisition, construction or improvement of those assets.

Restricted for Capital Projects - the component of net position that reports the amounts restricted for capital projects, less unexpended bond proceeds and unrestricted interest earnings.

Restricted for Tax Certiorari - the component of net position that has been established in accordance with the Education Law of the State of New York to provide funding for court ordered tax refunds which are currently in process.

Restricted for Unemployment Benefits - the component of net position that has been established to set aside funds to be used for specific purposes in accordance with Section 6-m of the General Municipal Law of the State of New York

Restricted for ERS Retirement Contributions - the component of net position that reports the amounts set aside to be used for ERS retirement costs in accordance with Section 6-r of the General Municipal Law of the State of New York.

Restricted for TRS Retirement Contributions - the component of net position that reports the amounts set aside to be used for TRS retirement costs in accordance with Section 6-r of the General Municipal Law of the State of New York.

Restricted for Debt Service - the component of net position that reports the difference between assets and liabilities of the Debt Service Fund with constraints placed on their use by Local Finance Law.

Note 3 - Detailed Notes on All Funds (Continued)

Restricted for Future Capital Projects - the component of net position that has been established to set aside funds to be used to finance all or part of the construction or acquisition of a specific type of improvement in accordance with Section 6-c of the General Municipal Law of the State of New York.

Restricted for Special Purposes - the component of net position that reports the difference between assets and liabilities with constraints placed on their use by either external parties and/or statute.

Unrestricted - all other amounts that do not meet the definition of "restricted" or "net investment in capital assets".

Dobbs Ferry Union Free School District, New York

Notes to Financial Statements (Continued)

June 30, 2019

Note 3 - Detailed Notes on All Funds (Continued)

H. Fund Balances

	2019					2018				
	General Fund	Capital Projects Fund	Special Aid Fund	Non-Major Governmental Funds	Total	General Fund	Capital Projects Fund	Special Aid Fund	Non-Major Governmental Funds	Total
Nonspendable:										
Prepaid expenditures	\$ -	\$ -	\$ 13,500	\$ -	\$ 13,500	\$ -	\$ -	\$ 13,500	\$ -	\$ 13,500
Inventories	-	-	-	7,121	7,121	-	-	-	7,035	7,035
	-	-	13,500	7,121	20,621	-	-	13,500	7,035	20,535
Restricted:										
Tax certiorari	4,073,084	-	-	-	4,073,084	4,345,224	-	-	-	4,345,224
Unemployment benefits	123,083	-	-	-	123,083	123,083	-	-	-	123,083
Employee benefit accrued liability	97,553	-	-	-	97,553	97,553	-	-	-	97,553
ERS retirement contributions	676,944	-	-	-	676,944	676,944	-	-	-	676,944
TRS retirement contributions	50,000	-	-	-	50,000	-	-	-	-	-
Debt service	406,679	-	-	-	406,679	406,679	-	-	-	406,679
Future capital projects	1,752,493	-	-	-	1,752,493	1,752,493	-	-	-	1,752,493
Special purposes	-	27,605	-	48,382	75,987	-	411,225	-	50,640	461,865
	7,179,836	27,605	-	48,382	7,255,823	7,401,976	411,225	-	50,640	7,863,841
Total Restricted										
Assigned:										
Purchases on order:										
General support	16,654	-	-	-	16,654	275,550	-	-	-	275,550
Instruction	77,561	-	-	-	77,561	629,814	-	-	-	629,814
	94,215	-	-	-	94,215	905,364	-	-	-	905,364
School Lunch Fund	-	-	-	161,703	161,703	-	-	-	255,806	255,806
Total Assigned	94,215	-	-	161,703	255,918	905,364	-	-	255,806	1,161,170
Unassigned	979,994	-	(13,500)	-	966,494	1,771,916	-	(13,500)	-	1,758,416
Total Fund Balance	\$ 8,254,045	\$ 27,605	\$ -	\$ 217,206	\$ 8,498,856	\$ 10,079,256	\$ 411,225	\$ -	\$ 313,481	\$ 10,803,962

Note 3 - Detailed Notes on All Funds (Continued)

Certain elements of fund balance are described above. Those additional elements, which are not reflected in the Statement of Net Position but are reported in the governmental funds balance sheet are described below.

Prepaid Expenditures has been established to account for payments made in advance. The amount is classified as nonspendable to indicate that funds are not "available" for appropriation or expenditure even though they are a component of current assets.

Inventories in the School Lunch Fund have been classified as nonspendable to indicate that a portion of fund balance is not "available" for expenditure because the asset is in the form of commodities and the School District anticipates utilizing them in the normal course of operations.

Employee Benefit Accrued Liability - the component of fund balance that has been restricted pursuant to the General Municipal Law of the State of New York to provide funds for the payment of unused sick time and other forms of payment for accrued leave time granted upon termination or separation from service.

Purchases on order are assigned and represent the School District's intention to honor the contracts in process at year-end. The subsequent year's appropriation will be amended to provide authority to complete the transactions.

Assigned for School Lunch represents the component of fund balance that reports the difference between the assets and liabilities of the School Lunch Fund.

Unassigned fund balance in the General Fund represents amounts not classified as nonspendable, restricted or assigned. The unassigned amount in the Special Aid Fund represents the deficit in the fund.

Note 4 - Summary Disclosure of Significant Contingencies

A. Litigation

There are currently pending certiorari proceedings, the results of which may require the payment of future tax refunds by the School District if existing assessment rolls are modified based on the outcome of the litigation proceedings. However, the amount of these possible refunds cannot be determined at the present time. Any payments resulting from adverse decisions will be funded in the year the payment is made.

B. Contingencies

The School District participates in various Federal grant programs. These programs may be subject to program compliance audits pursuant to the Uniform Guidance. The amount of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the School District anticipates such amounts, if any, to be immaterial.

The School District is subject to audits of State aid by the New York State Education Department. The amount of aid previously paid to the School District which may be disallowed cannot be determined at this time, although the School District anticipates such amounts, if any, to be immaterial.

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

C. Risk Management

The School District and other school districts have formed a reciprocal insurance company to be owned by these districts. This Company operates under an agreement effective July 1, 1989. The purpose of the Company is to provide general liability, auto liability, all risk building and contents and auto physical damage coverage. In addition, as part of the reciprocal program, excess insurance, school board legal liability, equipment floaters, boilers and machinery and crime and bond coverages will be purchased from commercial carriers and be available to the subscriber districts. The Company retains a management company which is responsible for the overall supervision and management of the reciprocal. The reciprocal is managed by a Board of Governors and an Attorney-in-fact, which is comprised of employees of the subscriber districts. The subscribers have elected those who sit on the board and each subscriber has a single vote. The Company is an "assessable" insurance company, in that, the subscribers are severally liable for any financial shortfall of the Company and can be assessed their proportionate share by the State Insurance Department if the funds of the Company are less than what is required to satisfy its liabilities. The subscriber districts are required to pay premiums as well as a minimal capital contribution.

The School District purchases various insurance coverages from the Company to reduce its exposure to loss. The School District maintains a general liability insurance policy with coverage up to \$1 million. The School District maintains liability coverage for school board members up to \$1 million. The School District also maintains an umbrella policy with coverage up to \$20 million. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The School District and neighboring school districts in Southern Westchester County, participate in the Southern Westchester Schools Cooperative Self-Insurance Plan for Workers' Compensation. The purpose of the Plan is to provide efficient and economical evaluation, processing, administration, defense and payment of claims against plan members for workers' compensation and to provide for risk management to reduce future liability for workers' compensation and employers' liability payments. The Plan is managed and governed by a Board of Trustees comprised of a representative from each district. Billings are based upon participants' experience rating. The School District has transferred all related risk to the Plan.

The School District and neighboring school districts in Southern Westchester County participate in the State-Wide Schools Cooperative Health Plan. This Plan operates under an agreement, as amended, dated December 12, 1985. The purposes of the Plan are to effect cost savings in members' expenses for health coverage; to provide for centralized administration, funding and disbursements for health coverage; and to provide for such risk management services as may be appropriate to reduce future expense and liability for health coverage. The governance of the Plan shall be in all respects in the hands of the Board of Trustees. The Board of Trustees shall consist of seven trustees elected by the general membership of the Plan. No action may be taken by the Board of Trustees except by a vote of a majority of the total number of trustees. Billings to participants are based upon coverage provided to each participant's employees. The School District has transferred all related risk to the Plan.

Dobbs Ferry Union Free School District, New York

Required Supplementary Information - Schedule of Changes in the
School District's Total OPEB Liability and Related Ratios
Last Ten Fiscal Years (1) (3)

	2019	2018
Total OPEB Liability:		
Service cost	\$ 3,551,980	\$ 3,448,524
Interest	2,185,249	2,059,624
Changes of benefit terms	-	-
Differences between expected and actual experience	-	14,992
Changes of assumptions or other inputs	(6,050,798)	-
Benefit payments	(1,485,862)	(1,393,074)
Net Change in Total OPEB Liability	(1,799,431)	4,130,066
Total OPEB Liability – Beginning of Year	70,027,079	65,897,013 (2)
Total OPEB Liability – End of Year	<u>\$ 68,227,648</u>	<u>\$ 70,027,079</u>
School District's covered-employee payroll	<u>\$ 22,227,145</u>	<u>\$ 22,227,145</u>
Total OPEB liability as a percentage of covered-employee payroll	<u>306.96%</u>	<u>315.05%</u>

Notes to Schedule:

(1) Data not available prior to fiscal year 2018 implementation of Governmental Accounting Standards Board Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions".

(2) Restated for the implementation of the provisions of GASB Statement No. 75.

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

Dobbs Ferry Union Free School District, New York

Required Supplementary Information - Schedule of the
School District's Proportionate Share of the Net Pension Liability (Asset)
New York State Teachers' Retirement System
Last Ten Fiscal Years (1)

	2019	2018 (3)	2017 (2)	2016	2015
School District's proportion of the net pension liability (asset)	<u>0.129987%</u>	<u>0.128823%</u>	<u>0.126673%</u>	<u>0.126494%</u>	<u>0.125329%</u>
School District's proportionate share of the net pension liability (asset)	<u>\$ (2,350,504)</u>	<u>\$ (979,184)</u>	<u>\$ 1,356,722</u>	<u>\$ (13,138,707)</u>	<u>\$ (13,960,864)</u>
School District's covered payroll	<u>\$ 21,339,605</u>	<u>\$ 20,413,236</u>	<u>\$ 19,547,640</u>	<u>\$ 18,996,389</u>	<u>\$ 18,490,015</u>
School District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	<u>(11.01)%</u>	<u>(4.80)%</u>	<u>6.94%</u>	<u>(69.16)%</u>	<u>(75.50)%</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>101.53%</u>	<u>100.66%</u>	<u>99.01%</u>	<u>110.46%</u>	<u>111.48%</u>

Note - The amounts presented for each fiscal year were determined as of the June 30 measurement date of the prior fiscal year.

(1) Data not available prior to fiscal year 2015 implementation of Governmental Accounting Standards Board Statement No. 68, "Accounting and Financial Reporting for Pensions".

(2) The discount rate used to calculate the total pension liability was decreased from 8.0% to 7.5% effective with the June 30, 2016 measurement date.

(3) The discount rate used to calculate the total pension liability was decreased from 7.5% to 7.25% effective with the June 30, 2017 measurement date.

Dobbs Ferry Union Free School District, New York

Required Supplementary Information - Schedule of Contributions
New York State Teachers' Retirement System
Last Ten Fiscal Years (1)

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 2,374,447	\$ 2,091,281	\$ 2,392,431	\$ 2,592,017	\$ 3,330,067
Contributions in relation to the contractually required contribution	<u>(2,374,447)</u>	<u>(2,091,281)</u>	<u>(2,392,431)</u>	<u>(2,592,017)</u>	<u>(3,330,067)</u>
Contribution excess	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
School District's covered payroll	<u>\$ 22,358,254</u>	<u>\$ 21,339,605</u>	<u>\$ 20,413,236</u>	<u>\$ 19,547,640</u>	<u>\$ 18,996,389</u>
Contributions as a percentage of covered payroll	<u>10.62%</u>	<u>9.80%</u>	<u>11.72%</u>	<u>13.26%</u>	<u>17.53%</u>

(1) Data not available prior to fiscal year 2015 implementation of Governmental Accounting Standards Board Statement No. 68, "Accounting and Financial Reporting for Pensions".

Dobbs Ferry Union Free School District, New York

Required Supplementary Information - Schedule of the
School District's Proportionate Share of the Net Pension Liability
New York State and Local Employees' Retirement System
Last Ten Fiscal Years (1)

	2019	2018	2017	2016 (2)	2015
School District's proportion of the net pension liability	<u>0.0091502%</u>	<u>0.0094193%</u>	<u>0.0091606%</u>	<u>0.0090176%</u>	<u>0.0092256%</u>
School District's proportionate share of the net pension liability	<u>\$ 648,320</u>	<u>\$ 304,003</u>	<u>\$ 860,754</u>	<u>\$ 1,447,343</u>	<u>\$ 311,662</u>
School District's covered payroll	<u>\$ 2,649,279</u>	<u>\$ 2,702,228</u>	<u>\$ 2,755,750</u>	<u>\$ 2,576,891</u>	<u>\$ 2,577,770</u>
School District's proportionate share of the net pension liability as a percentage of its covered payroll	<u>24.47%</u>	<u>11.25%</u>	<u>31.23%</u>	<u>56.17%</u>	<u>12.09%</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>96.27%</u>	<u>98.24%</u>	<u>94.70%</u>	<u>90.70%</u>	<u>97.90%</u>

Note - The amounts presented for each fiscal year were determined as of the March 31 measurement date within the current fiscal year.

(1) Data not available prior to fiscal year 2015 implementation of Governmental Accounting Standards Board Statement No. 68, "Accounting and Financial Reporting for Pensions".

(2) The discount rate used to calculate the total pension liability was decreased from 7.5% to 7.0% effective with the March 31, 2016 measurement date.

Dobbs Ferry Union Free School District, New York**Required Supplementary Information - Schedule of Contributions
New York State and Local Employees' Retirement System
Last Ten Fiscal Years (1)**

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 390,167	\$ 413,012	\$ 397,184	\$ 460,524	\$ 521,089
Contributions in relation to the contractually required contribution	<u>(390,167)</u>	<u>(413,012)</u>	<u>(397,184)</u>	<u>(460,524)</u>	<u>(521,089)</u>
Contribution excess	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
School District's covered payroll	<u>\$ 2,705,864</u>	<u>\$ 2,624,512</u>	<u>\$ 2,756,291</u>	<u>\$ 2,630,266</u>	<u>\$ 2,603,190</u>
Contributions as a percentage of covered payroll	<u>14.42%</u>	<u>15.74%</u>	<u>14.41%</u>	<u>17.51%</u>	<u>20.02%</u>

(1) Data not available prior to fiscal year 2015 implementation of Governmental Accounting Standards Board Statement No. 68, "Accounting and Financial Reporting for Pensions".

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Dobbs Ferry Union Free School District, New York

General Fund
Comparative Balance Sheet
June 30,

	2019	2018
ASSETS		
Cash and equivalents	\$ 6,000,103	\$ 9,488,494
Investments	4,344,827	40,541
Receivables		
Accounts	86,175	58,265
State and Federal aid	560,357	473,178
Due from other governments	230,101	262,696
Due from other funds	666,973	2,921,366
	1,543,606	3,715,505
Total Assets	<u>\$ 11,888,536</u>	<u>\$ 13,244,540</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 628,333	\$ 462,118
Accrued liabilities	181,060	122,131
Due to other funds	220,614	195,306
Due to other governments	-	40,020
Due to retirement systems	2,604,484	2,336,058
Unearned revenues	-	9,651
Total Liabilities	<u>3,634,491</u>	<u>3,165,284</u>
Fund balance		
Restricted	7,179,836	7,401,976
Assigned	94,215	905,364
Unassigned	979,994	1,771,916
Total Fund Balance	<u>8,254,045</u>	<u>10,079,256</u>
Total Liabilities and Fund Balance	<u>\$ 11,888,536</u>	<u>\$ 13,244,540</u>

See independent auditors' report.

Dobbs Ferry Union Free School District, New York

General Fund
Comparative Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
Years Ended June 30,

	2019				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	Encumbrances	
REVENUES					
Real property taxes	\$ 37,276,560	\$ 34,269,579	\$ 34,247,034	\$	\$ (22,545)
Other tax items	55,000	3,061,981	3,068,547		6,566
Non-property taxes	500,000	500,000	559,532		59,532
Charges for services	1,048,000	1,048,000	1,329,821		281,821
Use of money and property	97,000	97,000	311,954		214,954
Sale of property and compensation for loss	-	-	6,082		6,082
State aid	5,729,389	5,729,389	4,606,182		(1,123,207)
Federal aid	30,000	30,000	91,907		61,907
Miscellaneous	61,000	61,000	95,600		34,600
Total Revenues	44,796,949	44,796,949	44,316,659		(480,290)
EXPENDITURES					
Current					
General support					
Board of education	48,064	42,972	42,972	-	-
Central administration	357,315	362,063	359,926	2,137	-
Finance	584,059	569,343	569,343	-	-
Staff	196,591	222,905	220,393	2,512	-
Central services	3,209,378	3,533,821	3,521,814	12,005	2
Special items	607,321	832,527	832,527	-	-
Total General Support	5,002,728	5,563,631	5,546,975	16,654	2
Instruction					
Instruction, administration and improvement	1,857,545	1,855,735	1,855,735	-	-
Teaching - Regular school	14,454,423	14,659,748	14,659,420	328	-
Programs for students with disabilities	6,158,154	6,111,384	6,041,201	70,183	-
Occupational education	50,286	18,090	18,090	-	-
Instructional media	1,830,724	1,747,069	1,746,643	426	-
Pupil services	2,616,829	2,583,032	2,576,408	6,624	-
Total Instruction	26,967,961	26,975,058	26,897,497	77,561	-
Pupil transportation	1,278,178	1,308,626	1,308,626	-	-
Community services	12,600	-	-	-	-
Employee benefits	9,958,550	9,992,427	9,992,427	-	-
Debt service					
Principal	1,792,062	1,792,062	1,792,062	-	-
Interest	555,234	555,234	555,234	-	-
Total Expenditures	45,567,313	46,187,038	46,092,821	94,215	2
Deficiency of Revenues Over Expenditures	(770,364)	(1,390,089)	(1,776,162)	(94,215)	(480,288)
OTHER FINANCING USES					
Transfers out	(135,000)	(49,049)	(49,049)	-	-
Net Change in Fund Balance	(905,364)	(1,439,138)	(1,825,211)	\$ (94,215)	\$ (480,288)
FUND BALANCE					
Beginning of Year	905,364	1,439,138	10,079,256		
End of Year	\$ -	\$ -	\$ 8,254,045		

See independent auditors' report.

2018				
Original Budget	Final Budget	Actual	Encumbr- ances	Variance with Final Budget Positive (Negative)
\$ 36,918,421	\$ 33,387,074	\$ 33,371,467	\$	\$ (15,607)
40,000	3,571,347	3,598,952		27,605
500,000	500,000	535,911		35,911
1,068,000	1,181,500	1,377,300		195,800
37,000	37,000	172,399		135,399
-	-	10,973		10,973
4,455,029	4,614,561	4,471,261		(143,300)
12,000	12,000	69,537		57,537
51,000	121,834	122,102		268
43,081,450	43,425,316	43,729,902		304,586
45,781	40,938	40,938	-	-
341,922	339,840	339,840	-	-
606,796	629,053	629,053	-	-
211,940	185,239	181,239	4,000	-
3,417,923	3,910,195	3,638,645	271,550	-
596,111	822,977	822,977	-	-
5,220,473	5,928,242	5,652,692	275,550	-
1,821,058	1,963,863	1,949,977	13,886	-
13,885,802	14,036,124	13,947,224	88,900	-
5,925,719	5,640,691	5,543,684	97,007	-
48,822	59,013	59,013	-	-
1,301,062	1,650,203	1,214,901	421,795	13,507
2,366,976	2,410,079	2,401,853	8,226	-
25,349,439	25,759,973	25,116,652	629,814	13,507
1,277,195	1,177,087	1,177,087	-	-
13,321	71,713	71,713	-	-
9,756,286	9,453,600	9,453,600	-	-
1,796,297	2,082,297	2,082,297	-	-
138,397	297,929	297,929	-	-
43,551,408	44,770,841	43,851,970	905,364	13,507
(469,958)	(1,345,525)	(122,068)	(905,364)	318,093
(135,000)	(25,626)	(25,626)	-	-
(604,958)	(1,371,151)	(147,694)	\$ (905,364)	\$ 318,093
604,958	1,371,151	10,226,950		
\$ -	\$ -	\$ 10,079,256		

Dobbs Ferry Union Free School District, New York

General Fund

**Schedule of Revenues Compared to Budget
Year Ended June 30, 2019**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REAL PROPERTY TAXES	\$ 37,276,560	\$ 34,269,579	\$ 34,247,034	\$ (22,545)
OTHER TAX ITEMS				
School tax relief reimbursement	-	3,006,981	3,006,981	-
Bisected property taxes	55,000	55,000	61,566	6,566
	55,000	3,061,981	3,068,547	6,566
NON-PROPERTY TAXES	500,000	500,000	559,532	59,532
Non-property tax distribution from County				
CHARGES FOR SERVICES				
Day school tuition	450,000	450,000	614,934	164,934
Other student fees and charges	123,000	123,000	132,283	9,283
Health services for other districts	475,000	475,000	582,604	107,604
	1,048,000	1,048,000	1,329,821	281,821
USE OF MONEY AND PROPERTY				
Earnings on investments	70,000	70,000	291,713	221,713
Rental of real property	25,000	25,000	18,947	(6,053)
Commissions	2,000	2,000	1,294	(706)
	97,000	97,000	311,954	214,954
SALE OF PROPERTY AND COMPENSATION FOR LOSS				
Insurance recoveries	-	-	6,082	6,082

STATE AID				
Basic formula	4,631,367	4,469,770	2,545,568	(1,924,202)
BOCES	557,979	557,979	602,326	44,347
Transportation aid	278,941	278,941	286,163	7,222
Lottery aid	20,019	181,616	1,012,975	831,359
Textbooks	141,083	76,196	68,854	(7,342)
Computer software	-	51,887	51,887	-
Library aid	-	13,000	13,000	-
Tax limitation aid	100,000	100,000	25,409	(74,591)
	5,729,389	5,729,389	4,606,182	(1,123,207)
FEDERAL AID				
Medical assistance	30,000	30,000	91,907	61,907
MISCELLANEOUS				
Other	1,000	1,000	413	(587)
Gifts and donations	-	-	8,301	8,301
Refund for BOCES' aided services	60,000	60,000	81,518	21,518
Refund of prior year's expenditures	-	-	5,368	5,368
	61,000	61,000	95,600	34,600
TOTAL REVENUES	<u>\$ 44,796,949</u>	<u>\$ 44,796,949</u>	<u>\$ 44,316,659</u>	<u>\$ (480,290)</u>

Dobbs Ferry Union Free School District, New York

General Fund

Schedule of Expenditures and Other Financing Uses Compared to Budget
Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Encumbrances	Variance with Final Budget Positive (Negative)
GENERAL SUPPORT					
BOARD OF EDUCATION					
Board of education	\$ 28,675	\$ 26,051	26,051	-	\$ -
District clerk	9,259	9,110	9,110	-	-
District meeting	10,130	7,811	7,811	-	-
Total Board of Education	48,064	42,972	42,972	-	-
CENTRAL ADMINISTRATION					
Chief school administrator	357,315	362,063	359,926	2,137	-
FINANCE					
Business administration	430,850	428,971	428,971	-	-
Accounting and auditing	53,000	40,975	40,975	-	-
Treasurer	100,209	99,397	99,397	-	-
Total Finance	584,059	569,343	569,343	-	-
STAFF					
Legal	67,000	55,066	52,554	2,512	-
Personnel	68,968	98,518	98,518	-	-
Public information and services	60,623	69,321	69,321	-	-
Total Staff	196,591	222,905	220,393	2,512	-

CENTRAL SERVICES					
Operation and maintenance of plant					2
Central printing and mailing	2,972,680	3,271,479	3,259,472	12,005	-
Central data processing	19,021	24,408	24,408	-	-
	217,677	237,934	237,934	-	-
Total Central Services	3,209,378	3,533,821	3,521,814	12,005	2
SPECIAL ITEMS					
Unallocated insurance	166,980	164,298	164,298	-	-
Refunds of real property taxes	-	272,142	272,142	-	-
Assessments on school property	243,112	198,858	198,858	-	-
Administrative charge - BOCES	197,229	197,229	197,229	-	-
Total Special Items	607,321	832,527	832,527	-	-
Total General Support	5,002,728	5,563,631	5,546,975	16,654	2

INSTRUCTION

INSTRUCTION, ADMINISTRATION AND IMPROVEMENT

Curriculum development and supervision	305,075	285,440	285,440	-	-
Supervision - Regular school	1,413,171	1,417,010	1,417,010	-	-
Research, planning and evaluation	2,409	2,300	2,300	-	-
In-service training - Instruction	136,890	150,985	150,985	-	-

Total Instruction, Administration and Improvement

	1,857,545	1,855,735	1,855,735	-	-
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TEACHING - REGULAR SCHOOL

	14,454,423	14,659,748	14,659,420	328	-
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PROGRAMS FOR STUDENTS WITH DISABILITIES

	6,158,154	6,111,384	6,041,201	70,183	-
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OCCUPATIONAL EDUCATION

	50,286	18,090	18,090	-	-
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(Continued)

Dobbs Ferry Union Free School District, New York

**General Fund
Schedule of Expenditures and Other Financing Uses Compared to Budget (Continued)
Year Ended June 30, 2019**

	Original Budget	Final Budget	Actual	Encumbrances	Variance with Final Budget Positive (Negative)
INSTRUCTION (Continued)					
INSTRUCTIONAL MEDIA					
School library and audiovisual	\$ 319,241	\$ 319,530	\$ 319,454	\$ 76	\$ -
Computer assisted instruction	1,511,483	1,427,539	1,427,189	350	-
Total Instructional Media	1,830,724	1,747,069	1,746,643	426	-
PUPIL SERVICES					
Guidance - Regular school	710,038	719,182	719,182	-	-
Health services - Regular school	418,593	390,842	385,476	5,366	-
Psychological services - Regular school	742,961	729,537	729,537	-	-
Co-curricular activities - Regular school	230,888	225,192	225,192	-	-
Interscholastic athletics - Regular school	514,349	518,279	517,021	1,258	-
Total Pupil Services	2,616,829	2,583,032	2,576,408	6,624	-
Total Instruction	26,967,961	26,975,058	26,897,497	77,561	-
PUPIL TRANSPORTATION					
District transportation services	26,111	23,093	23,093	-	-
Contract and public carrier transportation	1,252,067	1,285,533	1,285,533	-	-
Total Pupil Transportation	1,278,178	1,308,626	1,308,626	-	-
COMMUNITY SERVICES					
Civic activities	12,600	-	-	-	-

EMPLOYEE BENEFITS					
State retirement	382,179	377,014	377,014	-	-
Teachers' retirement	2,341,740	2,345,938	2,345,938	-	-
Social security	1,880,793	1,855,635	1,855,635	-	-
Hospital, medical and dental insurance	4,810,291	4,870,353	4,870,353	-	-
Unemployment insurance	5,000	6,915	6,915	-	-
Workers' compensation benefits	178,016	176,577	176,577	-	-
Union welfare benefits	335,094	340,189	340,189	-	-
Other	25,437	19,806	19,806	-	-
Total Employee Benefits	9,958,550	9,992,427	9,992,427	-	-
DEBT SERVICE					
Principal					
Serial bonds	1,600,000	1,600,000	1,600,000	-	-
Energy performance contract debt	192,062	192,062	192,062	-	-
Interest	1,792,062	1,792,062	1,792,062	-	-
Serial bonds	534,928	534,928	534,928	-	-
Energy performance contract debt	20,306	20,306	20,306	-	-
	555,234	555,234	555,234	-	-
Total Debt Service	2,347,296	2,347,296	2,347,296	-	-
TOTAL EXPENDITURES	45,567,313	46,187,038	46,092,821	94,215	2
OTHER FINANCING USES					
Transfers out					
Capital Projects Fund	100,000	-	-	-	-
Special Aid Fund	35,000	49,049	49,049	-	-
TOTAL OTHER FINANCING USES	135,000	49,049	49,049	-	-
TOTAL EXPENDITURES AND OTHER FINANCING USES	\$ 45,702,313	\$ 46,236,087	\$ 46,141,870	\$ 94,215	\$ 2

See independent auditors' report.

Dobbs Ferry Union Free School District, New York

Capital Projects Fund
Comparative Balance Sheet
June 30,

	2019	2018
ASSETS		
Cash and equivalents	\$ 35,513	\$ 3,099,263
Investments	10,411	10,231
State and Federal aid receivable	157,082	45,277
Total Assets	\$ 203,006	\$ 3,154,771
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 144,120	\$ 232,548
Due to other funds	31,281	2,510,998
Total Liabilities	175,401	2,743,546
Fund balance		
Restricted	27,605	411,225
Total Liabilities and Fund Balance	\$ 203,006	\$ 3,154,771

See independent auditors' report.

Dobbs Ferry Union Free School District, New York

Capital Projects Fund
Comparative Statement of Revenues, Expenditures
and Changes in Fund Balance
Years Ended June 30,

	<u>2019</u>	<u>2018</u>
REVENUES		
State aid	\$ 157,082	\$ -
EXPENDITURES		
Capital outlay	<u>540,702</u>	<u>5,420,881</u>
Deficiency of Revenues Over Expenditures	(383,620)	(5,420,881)
OTHER FINANCING SOURCES		
Bonds issued	<u>-</u>	<u>14,269,145</u>
Net Change in Fund Balance	(383,620)	8,848,264
FUND BALANCE (DEFICIT)		
Beginning of Year	<u>411,225</u>	<u>(8,437,039)</u>
End of Year	<u>\$ 27,605</u>	<u>\$ 411,225</u>

See independent auditors' report.

Dobbs Ferry Union Free School District, New York

Capital Projects Fund

Project-Length Schedule

Inception of Project Through June 30, 2019

PROJECT	Authorization	Expenditures and Transfers to Date		
		Prior Years	Current Year	Total
District-Wide Reconstruction	\$ 16,019,145	\$ 15,602,620	\$ 383,620	\$ 15,986,240
2019 Smart Schools Bond - Connectivity	<u>367,973</u>	<u>-</u>	<u>157,082</u>	<u>157,082</u>
	<u>\$ 16,387,118</u>	<u>\$ 15,602,620</u>	<u>\$ 540,702</u>	<u>\$ 16,143,322</u>

See independent auditors' report.

Unexpended Balance	Methods of Financing				Fund Balance at June 30, 2019
	Interfund Transfers	Proceeds of Obligations	State Aid	Total	
\$ 32,905	\$ 1,744,700	\$ 14,269,145	\$ -	\$ 16,013,845	\$ 27,605
210,891	-	-	157,082	157,082	-
<u>\$ 243,796</u>	<u>\$ 1,744,700</u>	<u>\$ 14,269,145</u>	<u>\$ 157,082</u>	<u>\$ 16,170,927</u>	<u>\$ 27,605</u>

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Dobbs Ferry Union Free School District, New York

Special Aid Fund
Comparative Balance Sheet
June 30,

	2019	2018
ASSETS		
Cash and equivalents	\$ 271,261	\$ 170,758
Receivables		
Accounts	43,728	11,202
State and Federal aid	541,506	427,090
	585,234	438,292
Prepaid expenditures	13,500	13,500
Total Assets	\$ 869,995	\$ 622,550
LIABILITIES AND FUND BALANCE		
Accounts payable	\$ 29,698	\$ 3,663
Accrued liabilities	756	-
Due to other funds	635,692	403,958
Unearned revenues	203,849	214,929
Total Liabilities	869,995	622,550
Fund balance (deficit)		
Nonspendable	13,500	13,500
Unassigned	(13,500)	(13,500)
Total Fund Balance	-	-
Total Liabilities and Fund Balance	\$ 869,995	\$ 622,550

See independent auditors' report.

Dobbs Ferry Union Free School District, New York

Special Aid Fund

Comparative Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Years Ended June 30,

	2019			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
State aid	\$ 196,194	\$ 196,194	\$ 196,194	\$ -
Federal aid	556,784	556,784	530,675	(26,109)
Miscellaneous	94,984	94,984	94,984	-
Total Revenues	847,962	847,962	821,853	(26,109)
EXPENDITURES				
Current				
Instruction	882,962	897,011	870,902	26,109
Deficiency of Revenues Over Expenditures	(35,000)	(49,049)	(49,049)	-
OTHER FINANCING SOURCES				
Transfers in	35,000	49,049	49,049	-
Net Change in Fund Balance	-	-	-	-
FUND BALANCE				
Beginning of Year	-	-	-	-
End of Year	\$ -	\$ -	\$ -	\$ -

See independent auditors' report.

2018			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
\$ 111,530	\$ 111,530	\$ 111,359	\$ (171)
519,559	519,559	506,688	(12,871)
10,549	10,549	10,549	-
641,638	641,638	628,596	(13,042)
676,638	667,264	654,222	13,042
(35,000)	(25,626)	(25,626)	-
35,000	25,626	25,626	-
-	-	-	-
-	-	-	-
\$ -	\$ -	\$ -	\$ -

Dobbs Ferry Union Free School District, New York

Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2019
(With Comparative Totals for 2018)

			Total Non-Major Governmental Funds	
	School Lunch	Special Purpose	2019	2018
ASSETS				
Cash and equivalents	\$ 85,809	\$ 48,382	\$ 134,191	\$ 172,963
Receivables				
Accounts	-	-	-	2,594
State and Federal aid	9,496	-	9,496	7,700
Due from other funds	220,614	-	220,614	195,306
	230,110	-	230,110	205,600
Inventories	7,121	-	7,121	7,035
Total Assets	<u>\$ 323,040</u>	<u>\$ 48,382</u>	<u>\$ 371,422</u>	<u>\$ 385,598</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 136,827	\$ -	\$ 136,827	\$ 41,358
Due to other funds	-	-	-	6,410
Due to other governments	1,111	-	1,111	1,126
Unearned revenues	16,278	-	16,278	23,223
Total Liabilities	154,216	-	154,216	72,117
Fund balances				
Nonspendable	7,121	-	7,121	7,035
Restricted	-	48,382	48,382	50,640
Assigned	161,703	-	161,703	255,806
Total Fund Balances	168,824	48,382	217,206	313,481
Total Liabilities and Fund Balances	<u>\$ 323,040</u>	<u>\$ 48,382</u>	<u>\$ 371,422</u>	<u>\$ 385,598</u>

See independent auditors' report.

Dobbs Ferry Union Free School District, New York

Combining Statement of Revenues, Expenditures and Changes
in Fund Balances
Non-Major Governmental Funds
Year Ended June 30, 2019
(With Comparative Totals for 2018)

			Total Non-Major Governmental Funds	
	School Lunch	Special Purpose	2019	2018
REVENUES				
Use of money and property	\$ -	\$ 42	\$ 42	\$ 38
State aid	7,624	-	7,624	6,857
Federal aid	117,044	-	117,044	111,816
Food sales	657,565	-	657,565	602,912
Miscellaneous	3,093	-	3,093	146
Total Revenues	785,326	42	785,368	721,769
EXPENDITURES				
Current				
Cost of food sales	879,343	-	879,343	659,880
Other	-	2,300	2,300	3,100
Total Expenditures	879,343	2,300	881,643	662,980
Excess (Deficiency) of Revenues Over Expenditures	(94,017)	(2,258)	(96,275)	58,789
FUND BALANCES				
Beginning of Year	262,841	50,640	313,481	254,692
End of Year	\$ 168,824	\$ 48,382	\$ 217,206	\$ 313,481

See independent auditors' report.

Dobbs Ferry Union Free School District, New York

School Lunch Fund
Comparative Balance Sheet
June 30,

	<u>2019</u>	<u>2018</u>
ASSETS		
Cash and equivalents	<u>\$ 85,809</u>	<u>\$ 122,323</u>
Receivables		
Accounts	-	2,594
State and Federal aid	9,496	7,700
Due from other funds	<u>220,614</u>	<u>195,306</u>
	<u>230,110</u>	<u>205,600</u>
Inventories	<u>7,121</u>	<u>7,035</u>
Total Assets	<u><u>\$ 323,040</u></u>	<u><u>\$ 334,958</u></u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 136,827	\$ 41,358
Due to other funds	-	6,410
Due to other governments	1,111	1,126
Unearned revenues	<u>16,278</u>	<u>23,223</u>
Total Liabilities	<u>154,216</u>	<u>72,117</u>
Fund balance		
Nonspendable	7,121	7,035
Assigned	<u>161,703</u>	<u>255,806</u>
Total Fund Balance	<u>168,824</u>	<u>262,841</u>
Total Liabilities and Fund Balance	<u><u>\$ 323,040</u></u>	<u><u>\$ 334,958</u></u>

See independent auditors' report.

Dobbs Ferry Union Free School District, New York

School Lunch Fund
Comparative Statement of Revenues, Expenditures and
Changes in Fund Balance
Years Ended June 30,

	<u>2019</u>	<u>2018</u>
REVENUES		
State aid	\$ 7,624	\$ 6,857
Federal aid	117,044	111,816
Food sales	657,565	602,912
Miscellaneous	<u>3,093</u>	<u>146</u>
Total Revenues	785,326	721,731
EXPENDITURES		
Current		
Cost of food sales	<u>879,343</u>	<u>659,880</u>
Excess (Deficiency) of Revenues Over Expenditures	(94,017)	61,851
FUND BALANCE		
Beginning of Year	<u>262,841</u>	<u>200,990</u>
End of Year	<u><u>\$ 168,824</u></u>	<u><u>\$ 262,841</u></u>

See independent auditors' report.

Dobbs Ferry Union Free School District, New York

Special Purpose Fund
Comparative Balance Sheet
June 30,

	<u>2019</u>	<u>2018</u>
ASSETS		
Cash and equivalents	<u>\$ 48,382</u>	<u>\$ 50,640</u>
FUND BALANCE		
Restricted	<u>\$ 48,382</u>	<u>\$ 50,640</u>

See independent auditors' report.

Dobbs Ferry Union Free School District, New York

Special Purpose Fund
Comparative Statement of Revenues, Expenditures and
Changes in Fund Balance
Years Ended June 30,

	<u>2019</u>	<u>2018</u>
REVENUES		
Use of money and property	\$ 42	\$ 38
EXPENDITURES		
Current		
Other	<u>2,300</u>	<u>3,100</u>
Deficiency of Revenues Over Expenditures	(2,258)	(3,062)
FUND BALANCE		
Beginning of Year	<u>50,640</u>	<u>53,702</u>
End of Year	<u>\$ 48,382</u>	<u>\$ 50,640</u>

See independent auditors' report.

Dobbs Ferry Union Free School District, New York

General Fund

Analysis of Change from Adopted Budget to Final Budget

Year Ended June 30, 2019

Adopted Budget	\$ 44,796,949
Additions	
Encumbrances	<u>905,364</u>
Original Budget	45,702,313
Budget Amendments	<u>533,774</u>
Final Budget	<u><u>\$ 46,236,087</u></u>

General Fund

Section 1318 of Real Property Tax Law Limit Calculation

Year Ended June 30, 2019

2019-20 Expenditure Budget	<u>\$ 46,482,888</u>
General Fund Fund Balance Subject to Section 1318 of Real Property Tax Law	
Unrestricted fund balance	
Assigned fund balance	94,215
Unassigned fund balance	<u>979,994</u>
Total Unrestricted Fund Balance	1,074,209
Less	
Encumbrances	<u>94,215</u>
General Fund Fund Balance Subject to Section 1318 of Real Property Tax Law	<u><u>\$ 979,994</u></u>
Actual Percentage	<u><u>2.11%</u></u>

See independent auditors' report.

Dobbs Ferry Union Free School District, New York

Schedule of Net Investment in Capital Assets
Year Ended June 30, 2019

Capital Assets, net		\$ 44,722,868
Less		
Bonds payable	(15,499,145)	
Energy performance contract debt payable	(606,009)	
Unamortized portion of premium on bonds	<u>(76,260)</u>	(16,181,414)
Plus		
Unamortized portion of loss on refunding bonds	<u>119,640</u>	<u>119,640</u>
Net Investment in Capital Assets		<u>\$ 28,661,094</u>

See independent auditors' report.