

FABIUS POMPEY  
CENTRAL SCHOOL  
DISTRICT

MANAGEMENT'S  
DISCUSSION AND  
ANALYSIS

AND

BASIC FINANCIAL  
STATEMENTS

For the Year Ended  
June 30, 2021

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT  
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**D'Arcangelo & Co., LLP**  
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**Independent Auditor's Report**

Board of Education  
Fabius Pompey Central 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 Fabius Pompey Central School District, as of and for the year ended June 30, 2021, 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.

**Auditor's 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 auditor's 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 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 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 Fabius Pompey Central School District, as of June 30, 2021, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***New Accounting Standard***

As discussed in Note 1 and 16 to the financial statements, the District changed accounting policies related to the accounting and reporting of fiduciary activities by adopting Statement of Governmental Accounting Standards (GASB Statement) No. 84, *Fiduciary Activities*. The new pronouncement changes the criteria used to determine which government activities are considered fiduciary and provides guidance on accounting and reporting for the fiduciary activities identified. Our opinion is not modified with respect to this matter.

### **Other Matters**

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

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 12, and other Required Supplementary Information as listed in the Table of Contents and shown on pages 48 through 51 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.

#### ***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Fabius Pompey Central School District's basic financial statements. The other supplementary information on pages 52 through 54 is presented for purposes of additional analysis as required by New York State Education Department and is not a required part of the basic financial statements. The other supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated September 21, 2021, on our consideration of the Fabius Pompey Central School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Fabius Pompey Central School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Fabius Pompey Central School District's internal control over financial reporting and compliance.

*D'Arcangelo & Co., LLP*

September 21, 2021

Rome, New York

**D'Arcangelo & Co., LLP**  
Certified Public Accountants & Consultants

200 E. Garden St., P.O. Box 4300, Rome, N.Y. 13442-4300  
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**Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards***

Board of Education

Fabius Pompey Central School District

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 Fabius Pompey Central School District, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Fabius Pompey Central School District's basic financial statements, and have issued our report thereon dated September 21, 2021.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Fabius Pompey Central 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 Fabius Pompey Central School District's internal control. Accordingly, we do not express an opinion on the effectiveness of Fabius Pompey Central School District's internal control.

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

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

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Fabius Pompey Central 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 School District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Fabius Pompey Central School District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*D'Arcangelo + Co., LLP*

September 21, 2021

Rome, New York

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended June 30, 2021**

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The Fabius Pompey Central School District's discussion and analysis of financial performance provides an overall review of the District's financial activities for the fiscal years ended June 30, 2021 and 2020. The intent of this discussion and analysis is to look at the District's financial performance as a whole. This should be read in conjunction with the financial statements, which immediately follow this section.

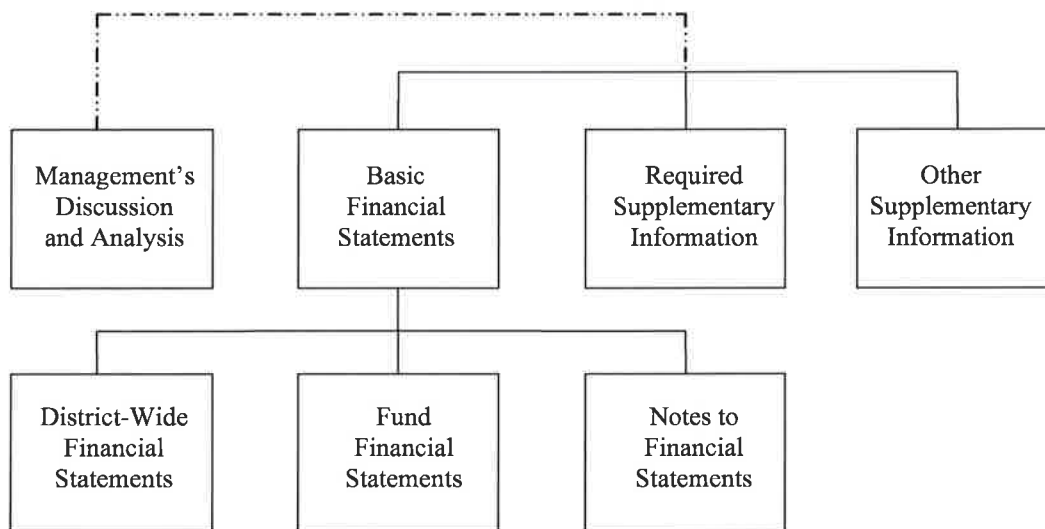
**1. FINANCIAL HIGHLIGHTS**

Key financial highlights for fiscal year 2021, are as follows:

- The District's total Net Position, as reflected in the District-wide financial statements, decreased by \$2,101,325.
- The District's expenses for the year, as reflected in the District-wide financial statements, totaled \$21,863,251. Of this amount, \$52,241 was offset by program charges for services and \$751,171 of operating grants and contributions. General revenues of \$18,958,514 amounts to 95.9% of total revenues.
- State and federal revenue increased by \$648,526 to \$9,716,062 in 2021 from \$9,067,536 in 2020. This is primarily due to the District receiving \$134,444 in CARES grant funding and an increase of \$331,259 in general state aid payments.
- The General Fund's total fund balance, as reflected in the fund financial statements on pages 15 and 17, increased by \$512,476 to \$3,971,114. This was due to an excess of revenues over expenditures based on the modified accrual basis of accounting.

**2. OVERVIEW OF THE FINANCIAL STATEMENTS**

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





**FABIUS POMPEY CENTRAL SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended June 30, 2021**

**(Continued)**

**A. District-wide Financial Statements**

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

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

The Statement of Net Position

The Statement of Net Position presents information on all of the District's Assets and Deferred Outflows of Resources and Liabilities and Deferred Inflows of Resources, with the difference between the two reported as Net Position. Increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating, respectively.

The Statement of Activities

The Statement of Activities presents information showing the change in net position during the fiscal year. All changes in Net Position are recorded at the time the underlying financial event occurs. Therefore, revenues and expenses are reported in the statement for some items that will result in cash flow in future fiscal periods.

**B. Fund Financial Statements**

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

These statements utilize the modified accrual basis of accounting. This basis of accounting recognizes revenues in the period that they become measurable and available. It recognizes expenditures in the period that they become measurable, funded through available resources and payable within a current period.

Governmental Funds

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

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

The District maintains six individual governmental funds, general fund, school lunch fund, special aid fund, Miscellaneous Special Revenue, debt service fund, and capital projects fund, each of which is considered to be a major fund and is presented separately in the fund financial statements.

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended June 30, 2021**

(Continued)

Fiduciary Funds

Fiduciary funds are used to account for assets held by the District in its capacity as custodian. All of the District's fiduciary activities are reported in a separate Statement of Fiduciary Net Position. The fiduciary activities have been excluded from the District's District-wide financial statements because the District cannot use these assets to finance its operations.

**3. FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE**

**A. Net Position**

The District's total net position decreased by \$2,101,325 between fiscal year 2020 and 2021. A summary of the District's Statement of Net Position for June 30, 2021 and 2020, is as follows:

	2021	Restated 2020	Increase (Decrease)	Percentage Change
Current and Other Assets	\$ 5,373,587	\$ 6,464,455	\$ (1,090,868)	(16.9%)
Capital Assets (Net of Accumulated Depreciation)	25,144,304	25,235,400	(91,096)	(0.4%)
Total Assets	<u>30,517,891</u>	<u>31,699,855</u>	<u>(1,181,964)</u>	(3.7%)
Deferred Outflows of Resources	<u>13,354,119</u>	<u>14,227,253</u>	<u>(873,134)</u>	(6.1%)
Current and Other Liabilities	2,162,359	2,687,603	(525,244)	(19.5%)
Non-Current Liabilities	<u>59,637,343</u>	<u>59,424,847</u>	<u>212,496</u>	0.4%
Total Liabilities	<u>61,799,702</u>	<u>62,112,450</u>	<u>(312,748)</u>	(0.5%)
Deferred Inflows of Resources	<u>3,514,725</u>	<u>3,155,750</u>	<u>358,975</u>	11.4%
Net Position				
Net Investment in Capital Assets	15,972,092	16,571,044	(598,952)	(3.6%)
Restricted	3,247,854	2,896,075	351,779	12.1%
Unrestricted (Deficit)	<u>(40,662,363)</u>	<u>(38,808,211)</u>	<u>(1,854,152)</u>	(4.8%)
Total Net Position (Deficit)	<u>\$ (21,442,417)</u>	<u>\$ (19,341,092)</u>	<u>\$ (2,101,325)</u>	(10.9%)

Current and other assets decreased by \$1,090,868 as compared to the prior year. This is due to the decrease in restricted cash balances in the capital fund along with the elimination of the net pension asset for the teacher's retirement system.

Capital assets (net of accumulated depreciation) decreased by \$91,096, as compared to the prior year. This decrease is primarily due to depreciation expense amounts expended for additions exceeding amounts expended for additions. Note 6 to the Financial Statements provides additional information.

Deferred outflows of resources decreased \$873,134, as compared to the prior year mainly due to a decrease in deferred amounts related to the Retirement Systems.

Current and other liabilities decreased by \$525,244 as compared to the prior year. This decrease is primarily a result of the short-term bonding (BAN) repayment for the Building Renovation Projects that were in process, offset by an increase in the net pension liability for the teacher's retirement system.

Non-current liabilities increased by \$212,496, as compared to the prior year. This increase is primarily the result of recording the change of OPEB liability in accordance with GASB 75 offset by the reduction of bonds payable attributed to annual payments.

Deferred inflows of resources increased by \$358,975 due to amounts relating to the OPEB valuation, offset by the annual amortization of the deferred charge from the refunding of debt.



**FABIUS POMPEY CENTRAL SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended June 30, 2021**

(Continued)

The net investment in capital assets is calculated by subtracting the amount of outstanding debt used for construction from the total cost of all asset acquisitions, net of accumulated depreciation. The total cost of these acquisitions includes expenditures to purchase land, construct and improve buildings and purchase vehicles, equipment and furniture to support District operations.

The unrestricted deficit at June 30, 2021, is \$40,662,363, which represents the amount by which the District's liabilities, excluding debt related to capital construction, exceeded the District's assets other than capital assets. This deficit is primarily due to the accrual of \$49,682,599 in OPEB liabilities.

The restricted net position represents funds held in reserves.

**B. Changes in Net Position**

The results of this year's operations as a whole are reported in the Statement of Activities in a programmatic format in the accompanying financial statements. In the accompanying financial statements STAR (school tax relief) revenue is included in the other tax items line. However, in this MD&A, STAR revenue has been combined with property taxes and non-property tax items. A summary of this statement for the years ended June 30, 2021 and 2020 is as follows:

Revenues	2021	2020	Increase (Decrease)	Percentage Change
Program Revenues				
Charges for Services	\$ 52,241	\$ 143,695	\$ (91,454)	(63.6%)
Operating Grants	751,171	554,733	196,438	35.4%
General Revenues				
Property Taxes, STAR, and Other Real Property				
Tax Items	8,787,930	8,650,705	137,225	1.6%
State and Federal Sources	9,716,062	9,067,536	648,526	7.2%
Other	454,522	349,404	105,118	30.1%
Total Revenues	<u>19,761,926</u>	<u>18,766,073</u>	<u>995,853</u>	5.3%
Expenses				
General Support	3,507,706	3,361,250	146,456	4.4%
Instruction	15,135,850	15,371,412	(235,562)	(1.5%)
Pupil Transportation	2,379,907	2,438,864	(58,957)	(2.4%)
Debt Service-Unallocated Interest	397,907	302,828	95,079	31.4%
Food Service Program	441,881	383,082	58,799	15.3%
Total Expenses	<u>21,863,251</u>	<u>21,857,436</u>	<u>5,815</u>	(0.0%)
Total Change in Net Position	<u>\$ (2,101,325)</u>	<u>\$ (3,091,363)</u>	<u>\$ 990,038</u>	32.0%

The District's revenues increased by 5.3% in 2021 or \$995,853. The major factors that contributed to the increase were:

- State and Federal sources increased by \$648,526 due to receipt of CARES grant funding and additional general state aid.
- Property tax, STAR, and non-property tax items revenues increased by \$137,225 or 1.6%.
- Other sources increased by \$105,118 due to an increase of receipt of prior year's expenditures and Medicaid revenues.

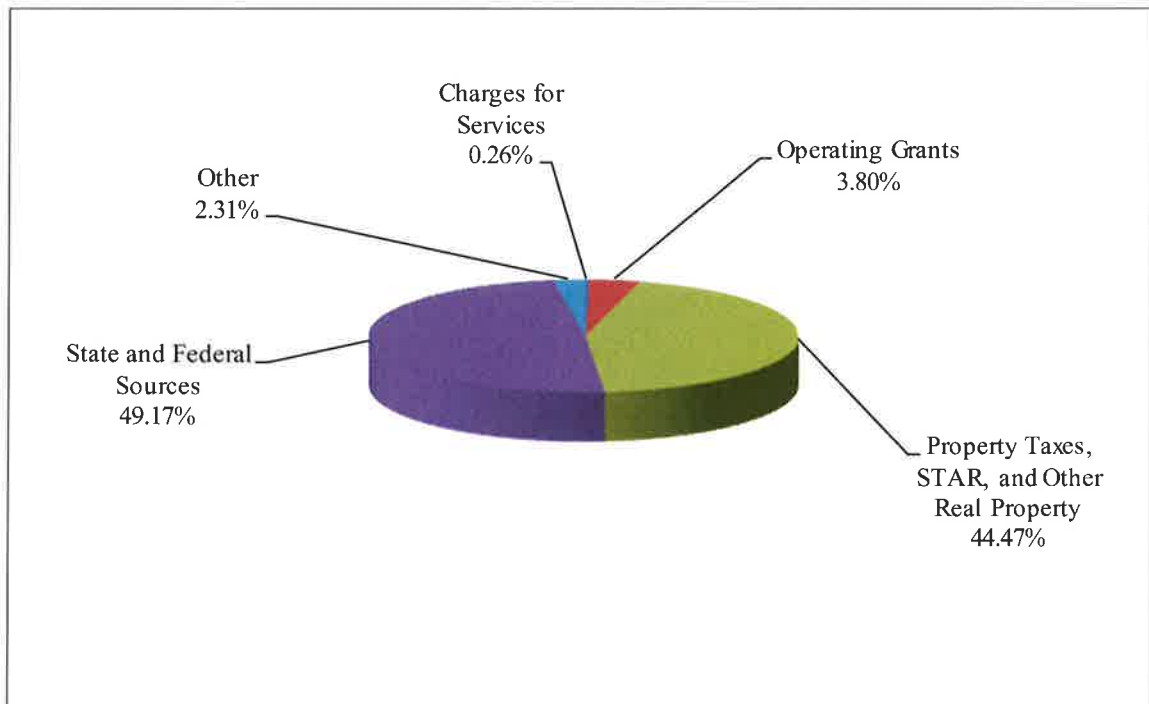
The District's expenses for the year decreased by \$5,815, the minimal decrease in expenses is shown by an increase in general support expenses due to COVID precaution measures in conjunction with a decrease in instructional and pupil transportation expenses due to changes in the pension expense allocations.

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended June 30, 2021**

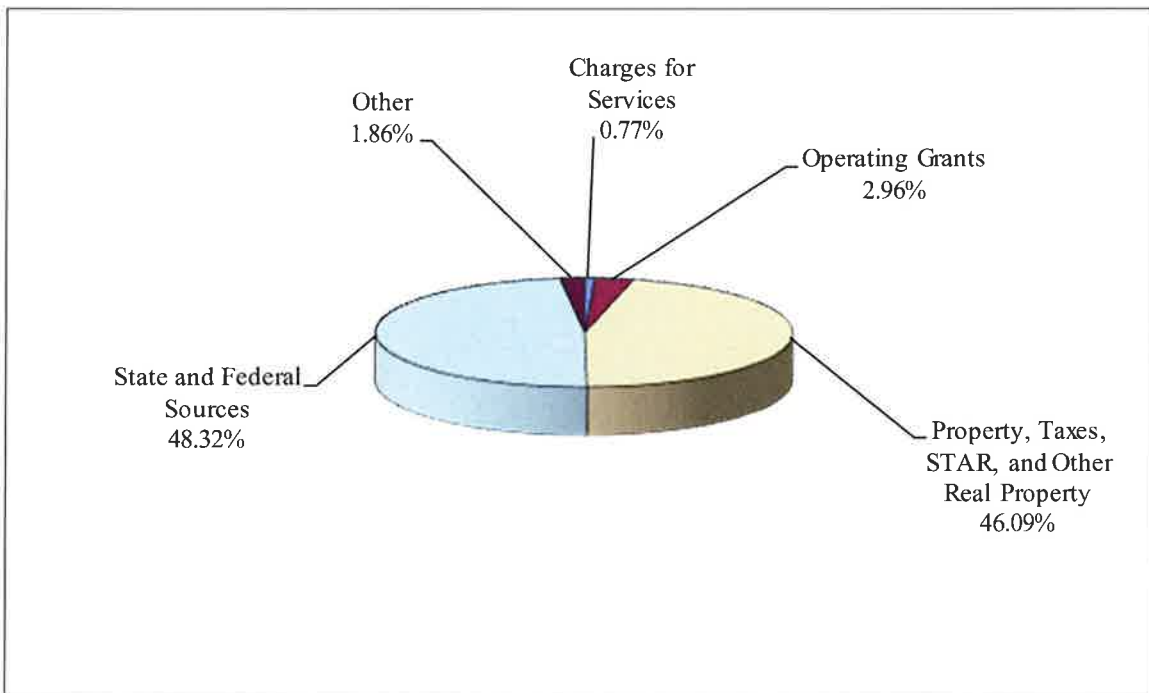
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A graphic display of the distribution of revenues for the two years follows:

**For the Year Ended June 30, 2021**



**For the Year Ended June 30, 2020**



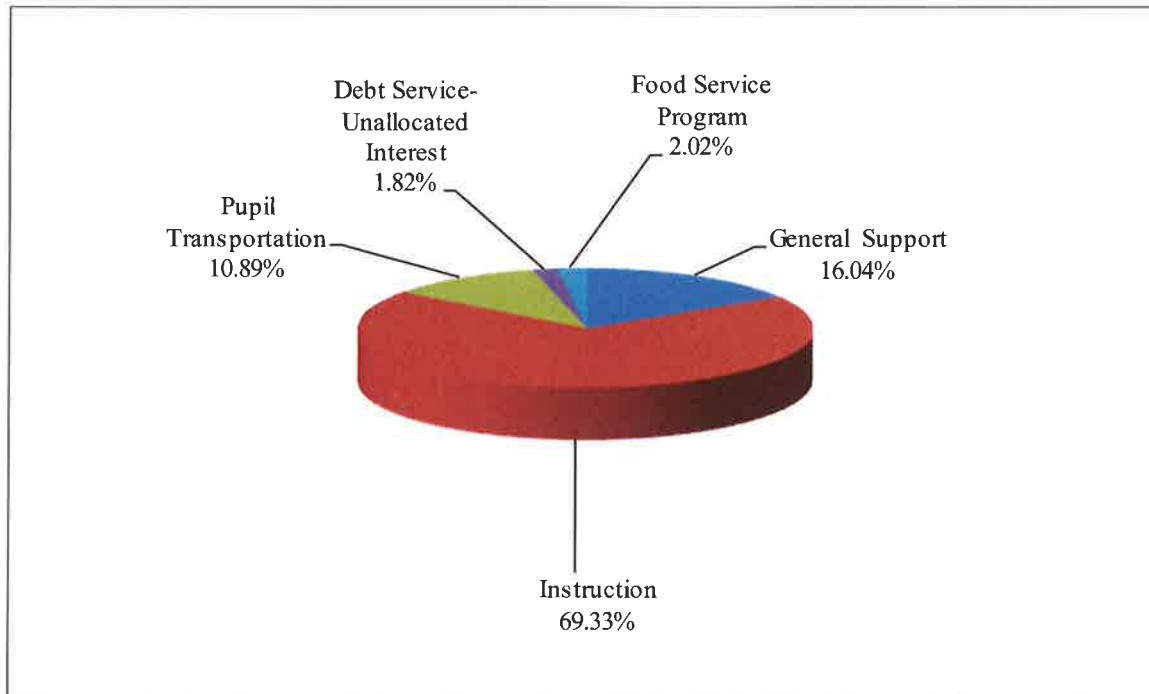
See Independent Auditor's Report.

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended June 30, 2021**

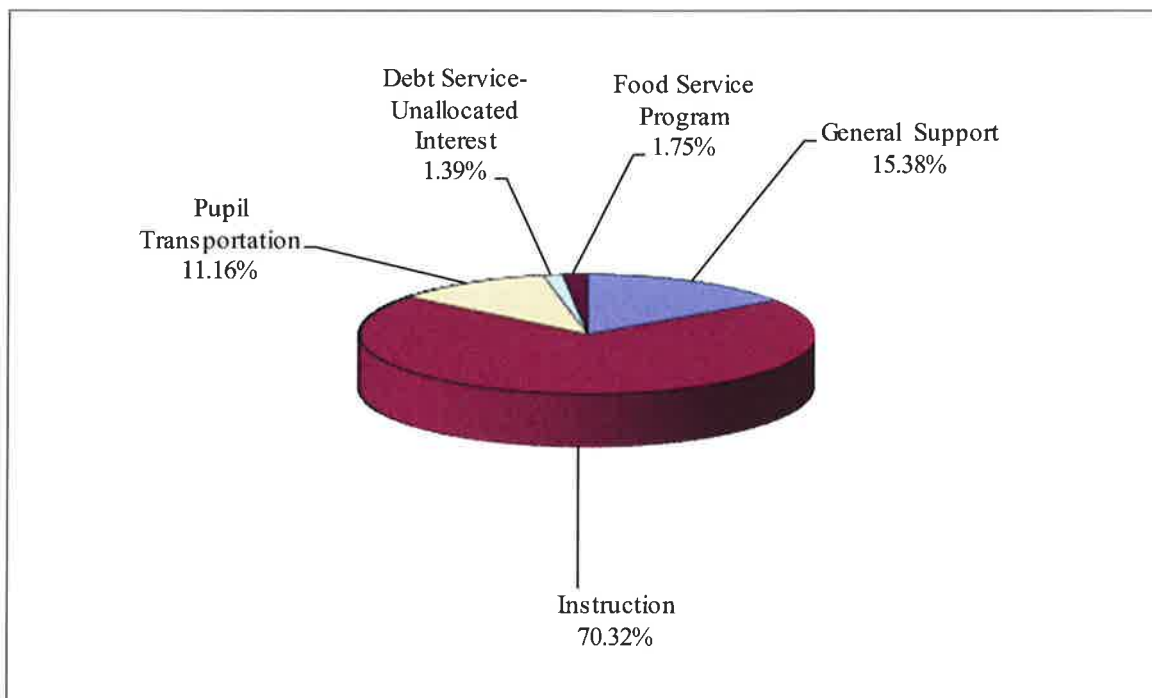
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A graphic display of the distribution of expenses for the two years follows:

**For the Year Ended June 30, 2021**



**For the Year Ended June 30, 2020**



See Independent Auditor's Report.

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended June 30, 2021**

(Continued)

**4. FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS**

At June 30, 2021, the District's governmental funds reported combined fund balances of \$4,247,702, which is an increase of \$8,311 over the prior year. A summary of the change in fund balance by fund is as follows:

	2021	Restated 2020	Increase (Decrease)
<b>General Fund</b>			
Nonspendable	\$ 31,539	\$	\$ 31,539
Restricted for:			
Unemployment Insurance	75,054	75,000	54
Employee Benefit Accrued Liability	1,062,517	1,061,746	771
ERS - Retirement Contribution	674,826	557,118	117,708
TRS - Retirement Contribution	242,164	122,000	120,164
Liability	175,127	175,000	127
Capital	200,145	200,000	145
Repairs	15,011	15,000	11
Total Restricted	2,444,844	2,205,864	238,980
Assigned	693,352	520,865	172,487
Unassigned	801,409	731,939	69,470
Total General Fund	3,971,144	3,458,668	512,476
<b>School Lunch Fund</b>			
Nonspendable	12,099	16,046	(3,947)
Unassigned (Deficit)	(11,077)	(14,096)	3,019
Total School Lunch Fund	1,022	1,950	(928)
<b>Special Aid Fund</b>			
Restricted	5,159		5,159
Total Special Aid Fund	5,159		5,159
<b>Miscellaneous Special Revenue</b>			
Restricted	107,076	88,562	18,514
Total Miscellaneous Special Revenue Fund	107,076	88,562	18,514
<b>Debt Service Fund</b>			
Restricted for Debt Service	92,710	86,987	5,723
Total Debt Service Fund	92,710	86,987	5,723
<b>Capital Projects Fund</b>			
Restricted	603,224	603,224	
Unassigned (Deficit)	(532,633)		(532,633)
Total Capital Projects Fund	70,591	603,224	(532,633)
Total Fund Balance - All Funds	\$ 4,247,702	\$ 4,239,391	\$ 8,311

**5. GENERAL FUND BUDGETARY HIGHLIGHTS**

**A. 2020-2021 Budget**

The District's General Fund adopted budget for the year ended June 30, 2021, was \$19,650,414 (excluding encumbrances). This is an increase of \$542,792 over the prior year's adopted budget.

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended June 30, 2021**

**(Continued)**

The budget was funded through a combination of revenues and designated fund balance. The majority of this funding source was \$8,789,957 in estimated property taxes, STAR and Other Real property tax items, and State and Federal Aid in the amount of \$9,888,177.

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

The General Fund's unassigned fund balance is the component of total fund balance that is the residual of prior years' excess revenues over expenditures, net of transfers to reserves and designations to fund the subsequent year's budget. It is this balance that is commonly referred to as the "fund balance". The change in this balance demonstrated through a comparison of the actual revenues and expenditures for the year compared to budget follows:

Opening, Unassigned Fund Balance	\$ 731,939
Revenues Over Budget	123,150
Transfers under budget	(145,000)
Expenditures and Encumbrances Under Budget	982,803
Appropriated General Fund Balance for June 30, 2022	(620,964)
Net Increase to Nonspendable Funds	(31,539)
Net Increase to Restricted Funds	<u>(238,980)</u>
Closing, Unassigned Fund Balance	<u><u>\$ 801,409</u></u>

Opening, Unassigned Fund Balance

The \$731,939 shown in the table is the portion of the District's June 30, 2020 fund balance that was retained as unassigned. This was 3.73% of the District's 2020-2021 approved operating budget.

Revenues Over Budget and Transfers from Other Funds Under Budget

The 2020-2021 final budget for revenues and transfers from other funds was \$19,652,789. The actual revenues and transfers received for the year were \$19,110,074. The actual revenue and transfers were under the amount budgeted by \$21,850. This variance contributes directly to the change to the unassigned portion of the General Fund balance from June 30, 2020 to June 30, 2021.

Expenditures and Encumbrances Under Budget

The 2020-2021 final budget for expenditures and transfers was \$19,652,789. The actual expenditures and encumbrances were \$18,669,986. The final budget was under expended by \$982,768; primarily in employee benefits and Special Needs instruction. This under expenditure contributes to the change to the unassigned portion of the General Fund balance from June 30, 2020 to June 30, 2021.

Appropriated Fund Balance

The District has chosen to use \$620,964 of its available June 30, 2021 fund balance to partially fund its 2021-2022 approved operating budget.

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended June 30, 2021**

(Continued)

Closing, Unassigned Fund Balance

Based upon the summary changes shown in the above table, the District will begin the 2021-2022 fiscal year with an unassigned fund balance of \$801,409. This is an increase of \$69,470 compared to the unassigned balance from the prior year as of June 30, 2020.

**6. CAPITAL ASSET AND DEBT ADMINISTRATION**

**A. Capital Assets**

At June 30, 2021, the District had invested in a broad range of capital assets, including land, construction in progress, buildings and improvements, vehicles, furniture, and equipment. The net increase in capital assets is due to depreciation being more than capital asset additions for the year ended June 30, 2021. A summary of the District's capital assets, net of accumulated depreciation at June 30, 2021 and 2020, is as follows:

	2021	2020	Increase (Decrease)
Land	\$ 425,550	\$ 425,550	\$
Construction in Progress	401,428	7,202,692	(6,801,264)
Buildings and Improvements	22,836,441	16,173,639	6,662,802
Furniture, Equipment, and Vehicles	1,480,885	1,433,519	47,366
Capital Assets, Net	<u>\$ 25,144,304</u>	<u>\$ 25,235,400</u>	<u>\$ (91,096)</u>

**B. Debt Administration**

At June 30, 2021, the District had total long-term debt of \$59,637,343. A summary of the outstanding debt at June 30, 2021 and 2020, is as follows:

	2021	2020	Increase (Decrease)
Serial and Statutory Installment Bonds	\$ 8,163,259	\$ 9,257,580	\$ (1,094,321)
OPEB Liability	49,682,599	47,995,233	1,687,366
Compensated Absences	711,941	1,020,737	(308,796)
Unamortized Premium on Serial Bond	1,079,544	1,161,297	(81,753)
Total Long Term Debt	<u>\$ 59,637,343</u>	<u>\$ 59,434,847</u>	<u>\$ 202,496</u>

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

The voters passed the 2021-22 budget in May of 2021 with a total appropriation of \$20,035,232. This is an increase of \$384,818 from the prior year. In 2021-22, the District will continue its \$1,000,000 safety and security capital improvement project with the plan to complete work in the fall of 2021. Also, during 2021-22, the District's facilities committee will begin scoping out a new capital project of an unknown size at this time.

The audit and finance committee has continued its five-year plan to reduce the budget dependence on fund balance and reserves. The challenges presented by the global pandemic and emphasis on staffing to support the social & emotional needs of students have created a challenge from a budgetary standpoint. However, federal funding has helped offset this challenge. Federal funding and continuing to focus on the five-year financial plan will help keep the District fiscally sound.

**8. CONTACTING THE DISTRICT**

This financial report is designed to provide the School District's citizens, taxpayers, customers, investors, and creditors with a general overview of the School District's finances and to demonstrate the School District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Business Office at:

Fabius-Pompey Central School District  
1211 Mill Street  
Fabius, New York 13063

See Independent Auditor's Report.



**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
**STATEMENT OF NET POSITION**  
**June 30, 2021**

**Assets**

Cash and Cash Equivalents	\$ 1,629,512
Restricted Cash and Cash Equivalents	2,634,150
Receivables	
Tax Receivables	1,206
Due from Other Governments	1,059,331
Other Receivables	5,750
Inventory	12,099
Prepaid Expenses	31,539
Capital Assets (Net of Accumulated Depreciation)	<u>25,144,304</u>
Total Assets	<u>30,517,891</u>

**Deferred Outflows of Resources**

Deferred Outflow - OPEB	8,582,969
Deferred Outflow - Pensions	<u>4,771,150</u>
Total Deferred Outflows of Resources	<u>13,354,119</u>

**Total Assets and Deferred Outflows** \$ 43,872,010

**Liabilities**

Accounts Payable	\$ 192,043
Accrued Liabilities	237,940
Accrued Interest Payable	25,430
Due To	
Other Governments	185
Teachers' Retirement System	579,240
Employees' Retirement System	75,873
Unearned Credits	
Overpayments and Collections in Advance	8,205
Unearned Revenue	32,399
Net Pension Liability - Proportionate Share	1,011,044
Noncurrent Liabilities	
Due Within One Year	
Bonds Payable	1,588,259
Unamortized Bond Premium	81,753
Due in More Than One Year	
Bonds Payable	6,575,000
Unamortized Bond Premium	997,791
Compensated Absences	711,941
Other Postemployment Benefit Liability	<u>49,682,599</u>
Total Liabilities	<u>61,799,702</u>

**Deferred Inflows of Resources**

Deferred Inflow - OPEB	1,384,768
Deferred Inflow - Pensions	<u>2,129,957</u>
Total Deferred Inflows of Resources	<u>3,514,725</u>

**Total Liabilities and Deferred Inflows** 65,314,427

**Net Position**

Net Investment in Capital Assets	15,972,092
Restricted	3,247,854
Unrestricted (Deficit)	<u>(40,662,363)</u>
Total Net Position (Deficit)	<u>(21,442,417)</u>

**Total Liabilities, Deferred Inflows, and Net Position** \$ 43,872,010

The Accompanying Notes are an Integral Part of These Financial Statements.

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
**STATEMENT OF ACTIVITIES**  
**For the Year Ended June 30, 2021**

Functions/Programs	Expenses	Program Revenues		Net (Expense)
		Charges for Services	Operating Grants and Contributions	Revenue and Changes in Net Position
General Support	\$ 3,507,706	\$	\$	\$ (3,507,706)
Instruction	15,135,850	41,690	538,318	(14,555,842)
Pupil Transportation	2,379,907			(2,379,907)
Debt Service - Unallocated Interest	397,907			(397,907)
Food Service Program	441,881	10,551	212,853	(218,477)
Total Functions/Programs	<u>\$ 21,863,251</u>	<u>\$ 52,241</u>	<u>\$ 751,171</u>	<u>(21,059,839)</u>
<b>General Revenues</b>				
Real Property Taxes				7,625,025
STAR and Other Real Property Tax Items				1,162,905
Nonproperty Tax Items				22,752
Use of Money and Property				14,837
Sale of Property and Compensation for Loss				8,017
State and Federal Sources				9,716,062
Miscellaneous				<u>408,916</u>
Total General Revenues				<u>18,958,514</u>
Change in Net Position				(2,101,325)
Net Position, Beginning of Year				(19,429,654)
<i>Cumulative Effect of a Change in Accounting Principle</i>				<u>88,562</u>
Net Position (Deficit), Beginning of Year - Restated				<u>(19,341,092)</u>
Net Position (Deficit), End of Year				<u>\$ (21,442,417)</u>

The Accompanying Notes are an Integral Part of These Financial Statements.

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**June 30, 2021**

	General	School Lunch	Special Aid	Miscellaneous Special Revenue	Debt Service	Capital	Total
<b>Assets</b>							
Cash and Cash Equivalents	\$ 1,528,541	\$ 14,960	\$ 699	\$ 107,076	\$ 71,110	\$ 85,312	\$ 1,629,512
Restricted Cash and Cash Equivalents	2,444,844					11,120	2,634,150
Receivables							
Tax Receivables	1,206						1,206
Due from Other Governments	787,611	50,332	221,388				1,059,331
Due from Other Funds	680,954	134,409			21,600		836,963
Other Receivables	5,349	176				225	5,750
Inventory		12,099					12,099
Prepaid Expenses	31,539						31,539
Total Assets	<u>\$ 5,480,044</u>	<u>\$ 211,976</u>	<u>\$ 222,087</u>	<u>\$ 107,076</u>	<u>\$ 92,710</u>	<u>\$ 96,657</u>	<u>\$ 6,210,550</u>
<b>Liabilities</b>							
Accounts Payable	\$ 178,001	932	\$ 3,640	\$	\$	\$ 9,470	\$ 192,043
Accrued Liabilities	236,811	1,129					237,940
Due To							
Other Governments		185					185
Other Funds	425,461	198,363	196,543			16,596	836,963
Teachers' Retirement System	579,240						579,240
Employees' Retirement System	75,873						75,873
Overpayments and Collections in Advance	8,205						8,205
Unearned Revenue	5,309	10,345	16,745				32,399
Total Liabilities	<u>1,508,900</u>	<u>210,954</u>	<u>216,928</u>			<u>26,066</u>	<u>1,962,848</u>
<b>Fund Balances</b>							
Nonspendable	31,539	12,099					43,638
Restricted	2,444,844			107,076	92,710	603,224	3,247,854
Assigned (Deficit)	693,352		5,159			(532,633)	698,511
Unassigned	801,409	(11,077)					257,699
Total Fund Balances (Deficit)	<u>3,971,144</u>	<u>1,022</u>	<u>5,159</u>	<u>107,076</u>	<u>92,710</u>	<u>70,591</u>	<u>4,247,702</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 5,480,044</u>	<u>\$ 211,976</u>	<u>\$ 222,087</u>	<u>\$ 107,076</u>	<u>\$ 92,710</u>	<u>\$ 96,657</u>	<u>\$ 6,210,550</u>

The Accompanying Notes are an Integral Part of These Financial Statements.

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT  
RECONCILIATION OF TOTAL GOVERNMENTAL FUND  
BALANCES TO THE DISTRICT-WIDE NET POSITION  
June 30, 2021**

	Total Governmental Funds (Modified Accrual)	Long-Term Assets & Liabilities	Reclassifications and Eliminations	Statement of Net Position Total
<b>Assets</b>				
Cash and Cash Equivalents	\$ 1,629,512	\$	\$	\$ 1,629,512
Restricted Cash and Cash Equivalents	2,634,150			2,634,150
Receivables				
Tax Receivables	1,206			1,206
Due from Other Governments	1,059,331			1,059,331
Due from Other Funds	836,963		(836,963)	
Other Receivables	5,750			5,750
Inventory	12,099			12,099
Prepaid Expenditures	31,539			31,539
Capital Assets		25,144,304		25,144,304
<b>Total Assets</b>	<u>6,210,550</u>	<u>25,144,304</u>	<u>(836,963)</u>	<u>30,517,891</u>
<b>Deferred Outflows of Resources</b>				
OPEB		8,582,969		8,582,969
Pensions		4,771,150		4,771,150
<b>Total Deferred Outflows</b>		<u>13,354,119</u>		<u>13,354,119</u>
<b>Total Assets and Deferred Outflows</b>	<u>\$ 6,210,550</u>	<u>\$ 38,498,423</u>	<u>\$ (836,963)</u>	<u>\$ 43,872,010</u>
<b>Liabilities</b>				
Accounts Payable	\$ 192,043	\$	\$	\$ 192,043
Accrued Liabilities	237,940			237,940
Accrued Interest Payable		25,430		25,430
Due To				
Other Governments	185			185
Other Funds	836,963		(836,963)	
Teacher's Retirement System	579,240			579,240
Employees' Retirement System	75,873			75,873
Compensated Absences		711,941		711,941
Other Liabilities - OPEB		49,682,599		49,682,599
Net Pension Liability - Proportionate Share		1,011,044		1,011,044
Bonds Payable		9,242,803		9,242,803
Overpayments and Collections in Advance	8,205			8,205
Unearned Revenue	32,399			32,399
<b>Total Liabilities</b>	<u>1,962,848</u>	<u>60,673,817</u>	<u>(836,963)</u>	<u>61,799,702</u>
<b>Deferred Inflows of Resources</b>				
OPEB		1,384,768		1,384,768
Pensions		2,129,957		2,129,957
<b>Total Deferred Inflows</b>		<u>3,514,725</u>		<u>3,514,725</u>
<b>Total Liabilities and Deferred Inflows</b>	<u>1,962,848</u>	<u>64,188,542</u>	<u>(836,963)</u>	<u>65,314,427</u>
<b>Fund Balance/Net Position</b>				
<b>Total Fund Balance/Net Position (Deficit)</b>	<u>4,247,702</u>	<u>(25,690,119)</u>		<u>(21,442,417)</u>
<b>Total Liabilities, Deferred Inflows, and Fund Balance/Net Position</b>	<u>\$ 6,210,550</u>	<u>\$ 38,498,423</u>	<u>\$ (836,963)</u>	<u>\$ 43,872,010</u>

The Accompanying Notes are an Integral Part of These Financial Statements.

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -**  
**ALL GOVERNMENTAL FUNDS**  
**For the Year Ended June 30, 2021**

	General	School Lunch	Special Aid	Miscellaneous Special Revenue	Debt Service	Capital	Total
<b>Revenues</b>							
Real Property Taxes	\$ 7,625,025	\$	\$	\$	\$	\$	\$ 7,625,025
STAR and Other Real Property Tax Items	1,162,905						1,162,905
Nonproperty Tax Items	22,752						22,752
Charges for Services	41,690						41,690
Use of Money and Property	9,103	11			5,723		14,837
Sale of Property and Compensation for Loss	8,017						8,017
Miscellaneous	373,431	302	9,084	26,099			408,916
State Aid	9,716,062	7,143					9,723,205
Federal Aid	151,089	205,710	387,229				744,028
School Lunch Sales		10,551					10,551
Total Revenues	19,110,074	223,717	396,313	26,099	5,723		19,761,926
<b>Expenditures</b>							
General Support	2,014,527					535,633	2,550,160
Instruction	7,839,886		391,154	7,585			8,238,625
Pupil Transportation	1,146,900					347,259	1,494,159
Food Service Program		280,291					280,291
Employee Benefits	5,522,139	83,763					5,605,902
Debt Service - Principal	1,444,580						1,444,580
Debt Service - Interest	490,157						490,157
Total Expenditures	18,458,189	364,054	391,154	7,585		882,892	20,103,874
Excess (Deficit) Revenues Over Expenditures	651,885	(140,337)	5,159	18,514	5,723	(882,892)	(341,948)
<b>Other Financing Sources (Uses)</b>							
Proceeds of Long-Term Debt		139,409				350,259	350,259
Transfers from Other Funds	(139,409)						139,409
Transfers to Other Funds	(139,409)	139,409				(139,409)	
Total Other Financing Sources (Uses)						350,259	350,259
<b>Excess (Deficit) Revenues Over Expenditures and Other Financing Sources</b>	512,476	(928)	5,159	18,514	5,723	(532,633)	8,311
<b>Fund Balances (Deficit), Beginning of Year</b>	3,458,668	1,950			86,987	603,224	4,150,829
<i>Cumulative Effect of Change in Accounting Principle</i>				88,562			88,562
<b>Fund Balances (Deficit), Beginning of Year-Restated</b>	3,458,668	1,950		88,562	86,987	603,224	4,239,391
<b>Fund Balances (Deficit), End of Year</b>	3,971,144	1,022	5,159	107,076	97,710	70,591	4,247,702

The Accompanying Notes are an Integral Part of These Financial Statements.

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT  
RECONCILIATION OF THE STATEMENT OF REVENUES AND  
EXPENDITURES OF THE GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
For the Year Ended June 30, 2021**

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Net Changes in Fund Balance - Total Governmental Funds	\$	8,311
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Capital Outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities, those costs are shown in the Statement of Net Position and allocated over their useful lives as depreciation expense in the Statement of Activities. This is the amount by which capital outlays exceeded depreciation for the period.

Depreciation Expense	(1,034,959)	
Capital Outlays	<u>943,863</u>	(91,096)

Bond proceeds and installment purchase contracts provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayments of bond principal is an expenditure in governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. This is the amount by which bond and installment contract repayments exceeded the proceeds of bond issues.

Proceeds of Serial Bonds	(350,259)	
Repayment of Bond Principal	<u>1,444,580</u>	1,094,321

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

Amortization of Bond Premium	81,753	
Change in Accrued Interest on Serial Bonds	10,497	
Change in Compensated Absences	308,796	
Change in OPEB Expense	(2,785,824)	
Change in Pension Expense	<u>(728,083)</u>	<u>(3,112,861)</u>

Change in Net Position Governmental Activities	\$	<u>(2,101,325)</u>
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The Accompanying Notes are an Integral Part of These Financial Statements.



**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**June 30, 2021**

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	<u>Custodial</u>
<b>Assets</b>	
Cash and Cash Equivalents - Restricted	\$ 18,738
Total Assets	<u>\$ 18,738</u>
 <b>Net Position</b>	
Restricted for Extraclassroom Activities	\$ 18,738
Total Net Position	<u>\$ 18,738</u>

The Accompanying Notes are an Integral Part of These Financial Statements.

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**For the Year Ended June 30, 2021**

	<u>Custodial</u>
<b>Additions</b>	
Extraclassroom Fundraising	\$ 20,272
<b>Deductions</b>	
Extraclassroom Expenditures	<u>24,389</u>
<b>Change in Fiduciary Net Position</b>	(4,117)
<b>Net Position, Beginning of Year</b>	
<i>Cumulative Effect of Change in Accounting Principle</i>	<u>22,855</u>
<b>Net Position, Beginning of Year (Restated)</b>	<u>22,855</u>
<b>Net Position, End of Year</b>	<u>\$ 18,738</u>

The Accompanying Notes are an Integral Part of These Financial Statements.

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the Fabius Pompey Central School District (the School District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as they apply to governmental units. Those principles are prescribed by the Governmental Accounting Standards Board (GASB), which is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

Certain significant accounting principles and policies utilized by the School District are described below:

***Reporting Entity***

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

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

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

***(a) Extraclassroom Activity Funds***

The Extraclassroom Activity Funds of the School District represent funds of the students of the School District. The Board of Education exercises general oversight of these funds. The Extraclassroom Activity Funds are independent of the School District with respect to its financial transactions and the designation of student management. Separate audited financial statements (cash basis) of the Extraclassroom Activity Funds can be found at the School District's office. The School District accounts for assets held as an agent for various student organizations in a custodial fund.

***Joint Venture***

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

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

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

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**For the Year Ended June 30, 2021**

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***Basis of Presentation***

***(a) District-Wide Statements***

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

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

***(b) Fund Financial Statements***

The fund statements provide information about the School District's funds, including fiduciary funds. Separate statements for each fund category (governmental and fiduciary) are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All funds of the School District are displayed as major funds. The School District reports the following major governmental funds:

***General Fund:*** This is the School District's primary operating fund. This fund accounts for and reports all financial resources not accounted for and reported in another fund.

***Special Revenue Funds:*** These funds account for and report the proceeds of specific revenue sources that are restricted or assigned to expenditures for specified purposes other than debt service and capital projects.

**School Lunch Fund:** This fund is used to account for and report transactions of the School District's lunch and breakfast programs.

**Special Aid Fund:** This fund accounts for and reports the proceeds of Federal and State grants that are legally restricted to expenditures for specified purposes.

**Miscellaneous Special Revenue Fund:** These funds are used to account for and report trust arrangements in which principal and income benefits annual third party awards and scholarships for students. Established criteria govern the use of the funds and members of the School District or representatives of the donors may serve on committees to determine who benefits.

***Capital Projects Fund:*** This fund is used to account for and report financial resources that are restricted or assigned to expenditures for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

***Debt Service Funds:*** This fund accounts for and reports financial resources that are restricted to expenditure for principal and interest. Debt service funds should be used to report resources if legally mandated.

***(c) Fiduciary Funds***

This fund is used to account for and report custodial activities. Custodial activities are those in which the School District acts as trustee or agent for resources that belong to others. These activities are not included in the District-wide financial statements, because their resources do not belong to the School District, and are not available to be used. There is one class of fiduciary fund:

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**For the Year Ended June 30, 2021**

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**Custodial Funds:** These funds are strictly custodial in nature and do not involve the measurement of results of operations. Assets are held by the School District as agent for various student groups or extraclassroom activity funds.

***Measurement Focus and Basis of Accounting***

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

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

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

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

***Estimates***

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

***Cash and Cash Equivalents***

The School District's cash and cash equivalents consist of cash on hand, demand deposits, and short-term investments with original maturities of three months or less from date of acquisition. Resources must be deposited in Federal Deposit Insurance Corporation (FDIC) insured commercial banks or trust companies located within the State. Permissible investments include obligations of the United States Treasury, United States Agencies, repurchase agreements, and obligations of New York State or its localities.

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

***Property Taxes***

Real property taxes are levied annually by the Board of Education and become a lien no later than September 1. Taxes are collected during the period September 1 to November 15. The Counties of Onondaga and Madison subsequently enforce uncollected real property taxes. The County pays an amount representing uncollected real property taxes transmitted to the County for enforcement to the School District no later than the following April 1.

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**For the Year Ended June 30, 2021**

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***Receivables***

Receivables are shown gross, with uncollectible amounts recognized under the direct write-off method. No allowance for uncollectible accounts has been provided since management believes that such allowance would not be material.

***Deferred Outflow of Resources***

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District has two items that qualify for reporting in this category. First is the deferred charge on refunding of debt reported in the District-wide Statement of Net Position. The first item is related to pensions reported in the District-wide Statement of Net Position. This represents the effect of the net change in the District's proportion of the collective net pension asset or liability and difference during the measurement period between the District's contributions and its proportionate share of total contributions not included in pension expense. This also includes the District contributions to the pension system (TRS and ERS System) to the measurement date. The second item is related to other postemployment benefits (OPEB) reported on the BOCES-wide Statement of Position and represents the effect of differences between expected and actual experience and changes in assumptions during the year. These amounts are deferred and will be recognized in OPEB expense over the next several years.

***Interfund Transactions and Transfers***

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

The amounts reported on the Statement of Net Position for due to and due from other funds represents amounts due between different fund types (governmental activities and fiduciary funds). Eliminations have been made for amounts due to and due from within the same fund type. A detailed description of the interfund transactions for governmental funds throughout the year is shown in Note 10 to the financial statements.

***Inventories***

The inventories of food and/or supplies in the School Lunch Fund are recorded at cost on a first-in, first-out basis or, in the case of surplus food, at stated value which approximates market. Purchases of inventorable items in other funds are recorded as expenditures at the time of purchase, and year-end balances are not maintained.

***Capital Assets***

Capital assets are reported at actual cost for acquisitions subsequent to July 1, 2004. For assets acquired prior to July 1, 2004, estimated historical costs, based on appraisals conducted by independent third-party professionals were used. Donated assets are reported at estimated fair market value at the time received. The School District uses capitalization thresholds of \$1,000, (the dollar value above which asset acquisitions are added to the capital asset accounts). Depreciation methods and estimated useful lives of capital assets reported in the district-wide statements are as follows:

	<u>Lives</u>	<u>Method</u>
Buildings	50 Years	Straight Line
Building Improvements	20-25 Years	Straight Line
Furniture, Equipment, and Vehicles	5-20 Years	Straight Line



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***Deferred Inflows of Resources***

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has two items that qualify for reporting in this category. The first item is related to pensions reported in the District-wide Statement of Net Position. This represents the effect of the net change in the District's proportion of the collective net pension liability (TRS and ERS System) and difference during the measurement periods between the District's contributions and its proportion share of total contributions to the pension systems not included in pension expense. The second item is related to other postemployment benefits (OPEB) reported on the District-wide Statement of Position and represents the effect of differences between expected and actual experience and changes in assumptions during the year. These amounts are deferred and will be recognized in OPEB expenses over the next several years.

***Compensated Absences***

Compensated absences consist of unpaid accumulated sick leave, vacation, and sabbatical time.

The School District employees are granted vacation in varying amounts, based primarily on length of service and service position. Some earned benefits may be forfeited if not taken within varying time periods.

Sick leave eligibility and accumulation is specified in negotiated labor contracts, and in individual employment contracts. Upon retirement, resignation, or death, employees may receive a payment based on unused accumulated sick leave, based on contractual provisions.

Consistent with GASB Statements, an accrual for accumulated sick leave is included in the compensated absences liability at year end. The compensated absences liability is calculated based on the pay rates in effect at year end.

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

***Other Benefits***

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

In addition to providing pension benefits, the District provides postemployment health insurance coverage and survivor benefits for retired employees and their survivors. Collective bargaining agreements determine if District employees are eligible for these benefits if they reach normal retirement age while working for the District. Health care benefits are provided through plans whose premiums are based on the benefits paid during the year. The cost of providing postemployment benefits is shared between the District and the retired employee. Other postemployment benefit costs are measured and disclosed using the accrual basis of accounting.

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

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

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

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***Unearned Revenue***

Unearned revenues arise when resources are received by the School District before it has legal claim to them, as when grant monies are received prior to the incidence of qualifying expenditures. In subsequent periods, when both recognition criteria are met, or when the School District has legal claim to the resources, the liability for unearned revenues is removed and revenues are recorded.

***Equity Classifications***

***(a) District-wide Statements***

In the District-wide statements there are three classes of resources:

Net Investment in Capital Assets - consists of net capital assets (cost less accumulated depreciation) reduced by outstanding balances of related debt obligations from the acquisition, construction or improvements of those assets.

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

Unrestricted Net Position – reports all other resources that do not meet the definition of the above two classifications and are deemed to be available for general use by the District.

***(b) Fund Statements***

The School District follows GASB's authoritative guidance under GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions." This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent.

The following classifications describe the relative strength of the spending constraints:

***Non-Spendable Fund Balance***

Includes amounts that cannot be spent because they are either not in spendable form, or are legally or contractually required to be maintained intact. Non-spendable fund balance includes the inventory recorded in the School Lunch Fund.

***Restricted Resources***

This category includes amounts with constraints placed on the use of resources either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or imposed by law through constitutional provisions or enabling legislation. Generally, the District's policy is to use restricted resources only when appropriated by the Board of Education. When an expense is incurred for purposes for which both restricted and unrestricted resources are available, the School District's policy concerning which to apply first varies with the intended use, and with associated legal requirements.

The School District has established the following restricted fund balances:

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

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- **Employee Retirement Contribution Reserve** – The Retirement Contribution Reserve (GML§6-r) (Chapter 260 of the NYS Laws of 2004) is used to reserve funds for the payment of retirement contributions to the New York State and Local Employees' Retirement System. This reserve was established by a board resolution and is funded through budgetary appropriation and such other reserves and funds that may be legally appropriated. The reserve is accounted for in the General Fund. Effective April 1, 2019, a Board may adopt a resolution establishing a sub-fund for contributions to the New York State Teachers' Retirement System. The Board adopted such a resolution to establish this sub-fund for the District. During a fiscal year, the Board may authorize payment into the sub-fund up to 2% of the total covered salaries paid during the preceding fiscal year, not to exceed 10%. The sub-fund is separately administered, but must comply with all the existing provisions of General Municipal Law 6-r.
- **Employee Benefit Accrued Liability Reserve** – According to General Municipal Law §6-p, must be used for the payment of accrued employee benefit due an employee upon termination of the employee's service. This reserve may be established by a majority vote of the Board and is funded by budgetary appropriations and such other reserves and funds that may be legally appropriated. This reserve is accounted for in the General Fund.
- **Liability Reserve** – According to Education Law §1709(8)©, this reserve is used to pay for liability claims incurred. The total amount accumulated in the reserve may not exceed 3% of the total annual budget of \$15,000, whichever is greater. The reserve is accounted for in the General Fund.
- **Repair Reserve** – This reserve (GMC §6-d) is used to accumulate funds through voter approval to finance future costs of major repairs to capital improvements or equipment. Expenditures from this reserve may be made only after a public hearing has been held. In an emergency, expenditures may be made from the reserve fund without a public hearing with approval of two-thirds of the Board of Education. The emergency expenditure must be repaid within the next two succeeding years. The reserve is accounted for in the General Fund.
- **Capital Reserve** – According to Education Law §3651, this reserve is used to pay the cost of any object or purpose for which bonds may be issued. The creation of a capital reserve fund requires authorization by a majority of the voters establishing the purpose of reserve, the ultimate amount, its probable term, and the source of the funds. Expenditures may be made from the reserve only for a specific purpose further authorized by the voters. The reserve is accounted for in the General Fund.
- **Debt Service Fund** – This fund is used to account for and report the financial resources that are restricted to pay debt service. The funds include unused debt proceeds and interest and earnings on the temporary investment of debt proceeds.
- **Capital Fund** – This fund is used to account for ongoing voter approved capital projects for which financial resources are restricted.
- **Reserve for Endowments and Scholarships** – This reserve is used to account for various endowment and scholarship awards. This reserve is accounted for in the Miscellaneous Special Revenue Fund.

**Unrestricted Resources**

When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the School District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the School District has provided otherwise in its commitment or assignment actions.

**Committed** - Includes amounts that can only be used for the specific purposes pursuant to constraints imposed by formal action of the School District's highest level of decision making authority; i.e. the Board of Education. The School District has no committed fund balances as of June 30, 2021.

**Assigned** - Includes amounts that are constrained by the School District's intent to be used for specific purposes, but are neither restricted nor committed. All encumbrances other than in the Capital Fund are classified as

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Assigned Fund Balance in the respective fund. The amount appropriated for the subsequent year's budget of the General Fund is also classified as assigned fund balance in the General Fund.

**Unassigned** - Includes all other resources that do not meet the definition of the above classifications and are deemed to be available for general use by the School District. In other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned, then it may be necessary to report negative unassigned fund balances in the respective fund.

**(c) Order of Use of Fund Balance**

The District's policy is to apply expenditures against nonspendable fund balance, restricted fund balance, committed fund balance, assigned fund balance, and unassigned fund balance at the end of the fiscal year. For all funds, nonspendable fund balances are determined first and then restricted fund balances for specific purposes are determined. Committed and assigned fund balances are determined next, with any remaining fund balance reported as unassigned.

***New Accounting Standard***

GASB Statement No. 84 – Fiduciary Activities was implemented effective July 1, 2020. The District previously accounted for payroll withholdings and related items, and other activities in a Trust and Agency Fund. These items are now required to be reported in the governmental funds. In addition, certain donations and grants that were accounted for in an Expendable Trust Fund. Due to the District's administrative involvement over these funds, the new standard requires that these funds also be accounted for in the governmental funds. The District uses the Custodial Fund to account for the Extraclassroom activities.

***Future Changes in Accounting Standards***

GASB Statement No. 87 – Leases

Effective for the year ended June 30, 2022

The school district will evaluate the impact this pronouncement may have on its financial statements and will implement it as applicable and when material.

**2. DIFFERENCES BETWEEN GOVERNMENTAL FUND STATEMENTS AND DISTRICT-WIDE STATEMENTS**

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

***Total Fund Balances of Governmental Funds Compared To Net Position of Governmental Activities***

The total fund balances of the School District's governmental funds differ from "net position" of governmental activities reported in the Statement of Net Position. This difference primarily results from the additional long-term economic focus of the Statement of Net Position versus the solely current financial resources focus of the governmental fund Balance Sheet.

***Statement of Revenues, Expenditures, and Changes In Fund Balance Compared To Statement of Activities***

Differences between the governmental funds Statement of Revenues, Expenditures, and Changes in Fund Balance and the Statement of Activities fall into one of six broad categories.

***(a) Long-Term Revenue Differences***

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

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***(b) Capital Related Differences***

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

***(c) Long-Term Debt Transaction Differences***

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

***(d) Pension Differences***

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

***(e) Employee Benefit Allocation***

Expenditures for employee benefits are not allocated to a specific function on the Statement of Revenues, Expenditures, and Changes in Fund Balance based on the requirements of New York State. These costs have been allocated based on total salary for each function.

***(f) OPEB Differences***

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

**3. STEWARDSHIP AND COMPLIANCE**

***Fund Balance Limitations***

NYS Real Property Tax Law 1318 limits the amount of unexpended surplus funds a school district can retain to no more than 4% of the School District's budget for the General Fund for the ensuing fiscal year. Nonspendable and restricted fund balance of the General Fund are excluded from the 4% limitation. Amounts appropriated for the subsequent year and encumbrances are also excluded from the 4% limitation. At June 30, 2021, the School District's General Fund unassigned fund balance is 4.0% of the 2021-2022 budget.

***Statutory Debt Limit***

At June 30, 2021, the School District was in compliance with the statutory debt limit.

***Budgetary Procedures and Budgetary Accounting***

The School District administration prepares a proposed budget for approval by the Board of Education and the voters of the School District for the General Fund for which legal (appropriated) budgets are adopted.

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

Appropriations are adopted at the program line item level.



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Appropriations established by the adoption of the budget constitute a limitation on expenditures (and encumbrances) which may be incurred. Appropriations lapse at the end of the fiscal year unless expended or encumbered. Encumbrances will lapse if not expended in the subsequent year. Appropriations authorized for the current year are increased by the planned use of specific reserves, and budget amendments approved by the Board of Education as a result of selected new revenue sources not included in the original budget (when permitted by law). These supplemental appropriations may occur subject to legal restrictions, if the Board approves them because of a need that exists which was not determined at the time the budget was adopted.

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

Budgets are established and used for individual capital project funds expenditures as approved by a special referendum of the District's voters. The maximum project amount authorized is based primarily upon the cost of the project, plus any requirements for external borrowings, not annual appropriations. These budgets do not lapse and are carried over to subsequent fiscal years until the completion of the projects.

***Encumbrances***

Encumbrance accounting is used for budget control and monitoring purposes and is reported as a part of the governmental funds. Under this method, purchase orders, contracts and other commitments for the expenditure of monies are recorded to reserve applicable appropriations. Outstanding encumbrances as of year-end are presented as reservations of fund balance and do not represent expenditures or liabilities. These commitments will be honored in the subsequent period. Related expenditures are recognized at that time, as the liability is incurred or the commitment is paid.

**4. CASH AND CASH EQUIVALENTS**

***Custodial Credit 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. The School District's policy for custodial credit risk and New York State statutes govern the School District's investment policies, as discussed previously in these notes. GASB directs that deposits be disclosed as exposed to custodial credit risk if they are not covered by depository insurance and the deposits are either:

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

As of June 30, 2021, the School District had bank balances of \$2,060,630 of which \$533,458 was fully insured by the FDIC. The balance of \$1,527,172 was exposed to credit risk but fully collateralized by securities held by an agent of the pledging financial institution in the School District's name.

***Investment Pool***

The School District participates in a multi-municipal cooperation investment pool agreement pursuant to New York State General Municipal Law Article 5-G, Section 119-o, whereby it holds a portion of the investments in cooperation with other participants. The investments are highly liquid and are considered to be cash equivalents.



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The following amounts are included as restricted and unrestricted cash equivalents:

Fund	Cost	Fair Value
General	2,819,497	2,819,497
Miscellaneous Special Revenue	35,429	35,429
Capital	4,905	4,905
Total	2,859,831	2,859,831

The above amounts represent the cost of the investment pool shares, and are considered to approximate market value. The investment pool is categorically exempt from the New York State collateral requirements. The Investment Pool issues a publicly available financial report that contains financial statements and required supplementary information for the System. The report may be obtained by writing to NYCLASS Administration, Client Services, 717 17<sup>th</sup> Street Suite 1850, Denver, CO 80202.

***Restricted Cash and Cash Equivalents***

Restricted cash and cash equivalents of \$2,444,844 in the General Fund represents the following:

Description	Amount
Employee Benefit Accrued Liability Reserve	\$ 1,062,517
ERS - Retirement Contribution Reserve	674,826
TRS - Retirement Contribution Reserve	242,164
Repair Reserve	15,011
Unemployment Insurance Reserve	75,054
Liability Reserve	175,127
Capital Reserve	200,145
Total	\$ 2,444,844

Restricted cash and cash equivalents of \$71,110 in the Debt Service fund represents funds restricted for debt service of outstanding bonds.

Restricted cash and cash equivalents of \$11,120 in the Capital fund represents funds restricted for capital projects approved by the voters.

Restricted cash at \$107,076 in the Miscellaneous Special Revenue fund are restricted to awards and scholarships in accordance with donor intent.

**5. PARTICIPATION IN BOCES**

During the year, the School District was billed \$2,155,827 for BOCES' administrative and program costs. Financial statements for the BOCES are available from the Onondaga, Cortland, and Madison BOCES' administrative office at PO Box 4754, Syracuse, New York 13221.

During the year ended June 30, 2020, the BOCES issued \$11,615,000 in Revenue Lease Bonds with the Dormitory Authority of the State of New York (DASNY) on behalf of BOCES. Also, during 2015, the BOCES issued \$5,890,000 in Revenue Lease Bonds with the Dormitory Authority of the State of New York (DASNY). These bonds will be repaid by the component districts of the BOCES as a lease payment included in the administrative budget of the BOCES over the term of the bonds. During 2021, principal payments of \$150,000 were made and the outstanding balance at June 30, 2020 was \$16,845,000.

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**6. CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2021, is as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
<b>Capital Assets Not Being Depreciated</b>				
Land	\$ 425,550	\$	\$	\$ 425,550
Construction in Progress	7,202,692	526,162	7,327,426	401,428
Total	7,628,242	526,162	7,327,426	826,978
<b>Capital Assets Being Depreciated</b>				
Buildings and Improvements	33,308,372	7,338,512		40,646,884
Furniture, Equipment and Vehicles	4,336,001	406,615	319,790	4,422,826
Total	37,644,373	7,745,127	319,790	45,069,710
<b>Accumulated Depreciation</b>				
Buildings and Improvements	17,134,733	675,710		17,810,443
Furniture, Equipment and Vehicles	2,902,482	359,249	319,790	2,941,941
Total	20,037,215	1,034,959	319,790	20,752,384
<b>Net Capital Assets Being Depreciated</b>	17,607,158	6,710,168		24,317,326
<b>Net Capital Assets</b>	<u>\$ 25,235,400</u>	<u>\$ 7,236,330</u>	<u>\$ 7,327,426</u>	<u>\$ 25,144,304</u>

Depreciation expense in the amount of \$1,034,959, has been allocated among the various functions or programs as follows:

<u>Function/Program</u>	
General Support	\$ 611,181
Instruction	158,551
Pupil Transportation	264,128
School Lunch	1,099
Total Depreciation	<u>\$ 1,034,959</u>

**7. NONCURRENT LIABILITIES**

Description	Beginning Balance	Additions	Deletions	Ending Balance	Amounts Due Within One Year
<b>Bonds Payable</b>					
Serial and Statutory Installment Bonds	\$ 9,257,580	\$ 350,259	\$ 1,444,580	\$ 8,163,259	\$ 1,588,259
Unamortized Premium on Serial Bond	1,161,297		81,753	1,079,544	81,753
<b>Other Liabilities</b>					
Compensated Absences	1,020,737		308,796	711,941	
OPEB Liability	47,995,233	2,986,001	1,298,635	49,682,599	
<b>Total Noncurrent Liabilities</b>	<u>\$ 59,434,847</u>	<u>\$ 3,336,260</u>	<u>\$ 3,133,764</u>	<u>\$ 59,637,343</u>	<u>\$ 1,670,012</u>

The General Fund has typically been used to liquidate noncurrent liabilities through budget appropriations.

***Serial and Statutory Installment Bonds***

The School District borrows funds on a long-term basis for the purpose of financing acquisitions of land and equipment and construction of buildings and improvements. This policy enables the cost of these capital assets to be borne by the present and future taxpayers receiving the benefit of the capital assets. These long-term liabilities for governmental funds are maintained separately and represent a reconciling item between the fund and District-wide statements. Interest associated with long-term debt is recorded as an expenditure when such amounts are due.

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
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The following is a statement of serial bonds outstanding:

Payable from/Description	Date of Original Issue	Original Amount	Date of Final Maturity	Interest Rate	Outstanding Amount
<b>General Fund</b>					
2005 Construction	10/05	65,276	2021	5.0-5.8	\$ 6,000
2012 Series A - Refunding	03/12	4,665,000	2022	2.0-4.0	540,000
2012 Series B - Refunding	03/12	2,990,000	2022	2.0-4.0	310,000
2012 Renovation Bond	06/12	1,915,000	2027	3.0-5.0	900,000
2016 Statutory Installment Bond	10/16	263,200	2022	2.28	52,000
2017 Statutory Installment Bond	09/17	323,400	2023	2.23	130,000
2018 Statutory Installment Bond	10/18	321,090	2024	3.00	195,000
2019 Statutory Installment Bond	10/19	243,580	2025	1.0-2.5	200,000
2020 DASNY Revenue Bond	06/20	5,680,000	2035	5.00	5,480,000
2021 Statutory Installment Bond	09/20	359,259	2026	0.4-1.5	350,259
Total					<u>\$ 8,163,259</u>

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

Interest Paid	\$ 490,157
Less: Interest Accrued in the Prior Year	(35,927)
Less: Bond Premium Amortization	(81,753)
Plus: Interest Accrued in the Current Year	<u>25,430</u>
Total Interest Expense on Long-Term Debt	<u>\$ 397,907</u>

Principal and interest payments due on serial bonds debt is as follows:

For the Year Ending June 30,	Serial Bonds & Statutory Installment Bonds		
	Principal	Interest	Total
2022	\$ 1,588,259	\$ 354,681	\$ 1,942,940
2023	715,000	301,320	1,016,320
2024	670,000	273,390	943,390
2025	635,000	246,443	881,443
2026	610,000	219,388	829,388
2027-2031	2,165,000	769,175	2,934,175
2032-2035	<u>1,780,000</u>	<u>207,500</u>	<u>1,987,500</u>
Total	<u>\$ 8,163,259</u>	<u>\$ 2,371,897</u>	<u>\$ 10,535,156</u>

***Prior-Year Defeasance of Debt***

In prior years, the School District defeased certain general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the School District's financial statements. At June 30, 2021, \$850,000 of bonds outstanding were considered defeased.

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**For the Year Ended June 30, 2021**

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***Premium on Refunding Debt***

The premium received on the advance refunding of the 2012 A series bonds is being amortized on the District-wide financial statements using the straight-line method over 10 years, the remaining time to maturity of the refunding bonds.

Deferred Premium from Refunding of Debt	\$ 1,206,297
Less: Amount Recognized	(126,753)
Net Capitalized Refunding of Debt Costs	<u>\$ 1,079,544</u>

***Compensated Absences***

Compensated Absences represents vacation and sick time that has been earned by the School District employees but not used as of June 30, 2021.

**8. PENSION PLANS**

**A. New York State and Local Employees' Retirement System (ERS)**

***(a) Plan Description***

The School District participates in the New York State and Local Employees' Retirement System (ERS). This is a cost-sharing multiple-employer public employee retirement system. The system provides retirement benefits as well as death and disability benefits.

The net position of the System is held in the New York State Common Retirement Fund (the Fund), which was established to hold all net assets and record changes in plan net position allocated to the System. The Comptroller of the State of New York serves as the trustee of the Fund and is the administrative head of the System. The Comptroller is an elected official determined in a direct statewide election and serves a four year term. Thomas P. DiNapoli has served as Comptroller since February 7, 2007. In November, 2018, he was elected for a new term commencing January 1, 2019. System benefits are established under the provisions of the New York State Retirement and Social Security Law (RSSL). Once a public employer elects to participate in the System, the election is irrevocable. The New York State Constitution provides that pension membership is a contractual relationship and plan benefits cannot be diminished or impaired. Benefits can be changed for future members only by enactment of a State statute. The School District also participates in the Public Employees' Group Life Insurance Plan (GLIP), which provides death benefits in the form of life insurance. The System maintains records and accounts, and prepares financial statements using the accrual basis of accounting. Contributions are recognized when due. Benefit payments are recognized when due and payable. Investments are recognized at fair value. The System is included in the State's financial report as a pension trust fund. That report, including information with regard to benefits provided, may be found at [www.osc.state.ny.us/retire/publications/index.php](http://www.osc.state.ny.us/retire/publications/index.php) or obtained by writing to the New York State and Local Retirement System, 110 State Street, Albany, NY 12244.

***(b) Contributions***

The System is noncontributory for employees who joined prior to July 28, 1976. For employees who joined after July 27, 1976, and prior to January 1, 2010, employees contribute 3% of their salary for the first ten years of membership. Employees who joined on or after January 1, 2010 are required to contribute 3% of their annual salary for their entire working career. Employees who joined on or after April 1, 2012 must contribute at a specific percentage of earnings (between 3% and 6%) for their entire career. Under the authority of the RSSL, the Comptroller certifies the actuarially determined rates expressly used in computing the employers' contributions based on salaries paid during the Systems' fiscal year ending March 31. All required contributions for the NYSERS fiscal year ended March 31, 2021, were paid.

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
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The required contributions for the current year and two preceding years were:

	<u>Amount</u>
2019	\$ 272,898
2020	\$ 269,396
2021	\$ 268,331

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

At June 30, 2021, the School District reported a liability of \$5,456 for its proportionate share of the net pension liability. The net pension liability was measured as of March 31, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School District's proportion of the net pension liability was based on a projection of the School District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined.

At June 30, 2021 the School District's proportion was .0054795 percent, which is an increase of 0.0003252 percent from its proportionate share measured at June 30, 2020.

For the year ended June 30, 2021, the School District recognized pension expense of \$104,306. At June 30, 2021, the School District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 66,634	\$ 18,921
Change of assumptions	1,003,211	
Net difference between projected and actual earnings on Pensions plan investments		1,567,329
Changes in proportion and differences between contributions and proportionate share of contributions	136,100	25,074
Contributions subsequent to the measurement date	75,873	
Total	<u>\$ 1,281,818</u>	<u>\$ 1,611,324</u>

Amounts reported as deferred outflows of resources related to pensions resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net pension asset/liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2022	\$ (54,242)
2023	(2,985)
2024	(62,145)
2025	(286,007)

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
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**(d) Actuarial Assumptions**

The total pension liability at March 31, 2021 was determined by using an actuarial valuation as of April 1, 2020, with update procedures used to roll forward the total pension liability to March 31, 2021. The actuarial valuation used the following actuarial assumptions.

Investment Rate of Return	
(Net of Investment Expense,	
including Inflation)	5.90%
Cost of Living Adjustments	1.40%
Salary Scale	4.40%
Decrement Tables	April 1, 2015 - March 31, 2020
	System's Experience
Inflation Rate	2.70%

The actuarial assumptions used in the April 1, 2020 valuation are based on the results of an actuarial experience study for the period April 1, 2015 - March 31, 2020.

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

Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of March 31, 2021 are summarized below.

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	32.00%	4.05%
International Equity	15.00%	6.30%
Private Equity	10.00%	6.75%
Real Estate	9.00%	4.95%
Opportunistic/Absolute Return Strategies	3.00%	4.50%
Credit	4.00%	3.63%
Real Assets	3.00%	5.95%
Fixed Income	23.00%	0.00%
Cash	1.00%	0.50%
	<u>100.00%</u>	

\* Real rates of return are net of the long-term inflation assumption of 2.20%

**(e) Discount Rate**

The discount rate used to calculate the total pension asset/liability was 5.9%. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from employers will be made at statutorily required rates, actuarially. Based upon the assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension asset/liability.



**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**For the Year Ended June 30, 2021**

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**(f) Sensitivity of the Proportionate Share of the Net Pension Liability to the Discount Rate Assumption**

The following presents the School District's proportionate share of the net pension liability calculated using the discount rate of 5.9 percent, as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (4.9 percent) or 1-percentage-point higher (6.9 percent) than the current rate:

	Decrease (4.9%)	Assumption (5.9%)	Increase (6.9%)
Proportionate share of the net pension liability (assets)	\$ 1,514,418	\$ 5,456	\$ (1,386,160)

**(g) Pension Plan Fiduciary Net Position**

Detailed information about the Plan's fiduciary net position is available in the separately issued ERS financial report.

**(h) Payables to the Pension Plan**

The School District has recorded an amount due to ERS in the amount of \$75,873 at June 30, 2021. This amount represents the three months of the School District's fiscal year that will be covered in the ERS 2021-2022 billing cycle and has been accrued as an expenditure in the current year.

**B. New York State Teachers' Retirement System (TRS)**

**(a) Plan Description**

The School District participates in the New York Teachers' Retirement System (TRS). This is a cost-sharing multiple-employer public employee retirement system. The system provides retirement benefits as well as death and disability benefits.

The TRS was created and exists pursuant to Article 11 of the New York State Education Law. TRS is administered by the system and governed by a ten member board to provide these benefits to teachers employed by participating employers in the State of New York, excluding New York City. The System provides benefits to plan members and beneficiaries as authorized by the New York State Law and may be amended only by the Legislature with the Governor's approval. Benefit provisions vary depending on date of membership and membership class (6 tiers). The System's financial statements are prepared using the accrual basis of accounting. Contributions are recognized when due. Benefit payments are recognized when due and payable. Investments are recognized at fair value. TRS issues a publicly available financial report that contains basic financial statements and required supplementary information for the System. For additional plan information please refer to the NYSTRS Comprehensive Annual Financial Report which can be found on the TRS website located at [www.nystrs.org](http://www.nystrs.org).

**(b) Contributions**

Pursuant to Article 11 of the New York State Education Law, employers are required to contribute at an actuarially determined rate adopted annually by the Retirement Board. Tier 3 and Tier 4 members who have less than 10 years of service or membership are required by law to contribute 3% of salary to the System. Tier 5 members are required by law to contribute 3.5% of salary throughout their active membership. Tier 6 members are required by law to contribute between 3% and 6% of salary throughout their active membership in accordance with a schedule based upon salary earned. Pursuant to Article 14 and Article 15 of the Retirement and Social Security Law, those member contributions are used to help fund the benefits provided by the System. However, if a member dies or leaves covered employment with less than 5 years of credited service for Tiers 3 and 4, or 10 years of credited service for Tiers 5 and 6, the member contributions with interest calculated at 5% per annum are refunded to the employee or designated beneficiary. Eligible Tier 1 and Tier 2 members may make member contributions under certain conditions pursuant to the provisions of Article 11 of the Education Law and Article 11 of the Retirement and Social Security Law. Upon termination of membership, such accumulated member contributions are refunded. At retirement, such accumulated member contributions can be withdrawn or are paid as a life annuity.



**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
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The required employer contributions for the current year and two preceding years were:

	Amount
2019	\$ 640,189
2020	\$ 547,259
2021	\$ 543,129

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

At June 30, 2021, the School District reported a liability of \$1,005,588 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2019. The School District's proportion of the net pension liability was based on a projection of the School District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined.

At June 30, 2020, the School District's proportion was .036391 percent, which was an increase of .000276 percent from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021 the School District recognized a pension expense of \$832,389. At June 30, 2021, the School District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 881,096	\$ 51,534
Changes of assumptions	1,271,834	453,342
Net difference between projected and actual earnings on Pensions plan investments	656,737	
Changes in proportion and differences between contributions and proportionate share of contributions	103,828	13,757
Contributions subsequent to the measurement date	575,836	
Total	<u>\$ 3,489,331</u>	<u>\$ 518,633</u>

Amounts reported as deferred outflows of resources related to pensions resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2021	\$ 415,874
2022	814,916
2023	671,991
2024	417,749
2025	28,901
Thereafter	45,431

**(d) Actuarial Assumptions**

The total pension asset at the June 30, 2020 measurement date was determined by using an actuarial valuation as of June 30, 2019, with update procedures used to roll forward the total pension asset to June 30, 2020. The actuarial valuation used the following actuarial assumptions.

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
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Significant actuarial assumptions used in the June 30, 2020 valuation were as follows:

Investment Rate of Return	7.10 % compounded annually, net of pension plan investment expense, including inflation.
Salary scale	Rates of increase differ based on service. They have been calculated based upon recent NYSTRS member experience.

Service	Rate
5	4.72%
15	3.46%
25	2.37%
35	1.90%

Projected COLAs	1.3% compounded annually.
Inflation rate	2.20%

Annuitant mortality rates are based on plan member experience, with adjustments for mortality improvements based on Society of Actuaries Scale MP 2020, applied on a generational basis. Active member mortality rates are based on plan member experience.

The actuarial assumptions were based on the results of an actuarial experience study for the period July 1, 2014 to June 30, 2020.

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

Best estimates of arithmetic real rates of return for each major asset class included in the System's target asset allocation as of the valuation date of June 30, 2020 is summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return*</u>
Domestic equities	33.0%	7.1%
International equities	16.0%	7.7%
Global equities	4.0%	7.4%
Real estate equities	11.0%	6.8%
Private Equities	8.0%	10.4%
Domestic fixed income	16.0%	1.8%
Global bonds	2.0%	1.0%
High-yield bonds	1.0%	3.9%
Private debt	1.0%	5.2%
Real estate debt	7.0%	3.6%
Cash Equivalents	1.0%	0.7%
	<u>100.0%</u>	

\* Real rates of return are net of the long-term inflation assumption of 2.2% for 2020.

**(e) Discount Rate**

The discount rate used to measure the pension liability (asset) was 7.10%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from school districts will be made at statutorily required rates, actuarially determined. Based on 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 asset.

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
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**(f) Sensitivity of the Proportionate Share of the Net Pension Liability to the Discount Rate Assumption**

The following presents the School District's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.10 percent, 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 (6.10 percent) or 1-percentage-point higher (8.10 percent) than the current rate:

	1% Decrease (6.10%)	Current Assumption (7.10%)	1% Increase (8.10%)
Proportionate share of the net pension liability (assets)	\$ 6,351,951	\$ 1,005,588	\$ (3,481,366)

**(g) Pension Plan Fiduciary Net Position**

Detailed information about the Plan's fiduciary net position is available in the separately issued TRS financial report.

**(h) Payables to the Pension Plan**

The School District has recorded an amount due to TRS in amount of \$579,240 excluding the employees share in the General Fund at June 30, 2021. This amount represents contributions for the 2020-2021 fiscal year that will be made in 2021-2022 and has been accrued as an expenditure in the current year.

**9. OTHER POSTRETIREMENT HEALTH CARE BENEFITS**

**(a) Plan Description**

The School District administers the payment of Postretirement Healthcare Benefits Plan (the Plan) as a single-employer defined benefit Other Postemployment Benefit plan. The Plan provides for continuation of medical insurance benefits for certain retirees and their spouses and can be amended by action of the School District subject to applicable collective bargaining and employment agreements.

**(b) Benefits Provided**

***Superintendent of Schools***

Per an agreement between Board of Education and the Superintendent of Schools, Superintendent must retire under the NYSTRS, have at least 10 years of service with the District, and retire from the District not before the age of 55. The District pays 90% of the cost of premium for individual coverage and 75% of the cost for dependent coverage.

***School Business Administrator***

Per an agreement between Board of Education and the School Business Administrator, School Business Administrator must retire under the NYSTRS, have at least 15 years of service with the District, and retire from the District not before the age of 55. The District pays 90% of the cost of premium for individual coverage and 75% of the cost for dependent coverage.

***Instructional Employees***

Per an agreement between the Superintendent of Schools and Education Association, employee hired on or before 7/1/1989 must be eligible to retire from the district with at least 15 years of service and not before the age of 55. The District pays 92.5% of single coverage, and 75% of family coverage premiums. Surviving spouses are eligible to remain in the plan by paying 100% of the premiums for coverage. Employees hired after 7/1/1989 must be eligible to retire from the district with at least 20 years of service and not before the age of 55. The District pays 92.5% of single coverage, and 75% of family coverage premiums. Surviving spouses are eligible to remain in the plan by paying 100% of the premiums for coverage.

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
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***Non-Instructional Employees***

Per an agreement between the Superintendent of Schools and the Custodians, Food Service Workers, Library Clerks, School Monitors, Secretaries, and Teachers Aides, employees hired on or before 7/1/1989 must be eligible to retire from the district with at least 10 years of service and not before the age of 55. The District pays 95% of single coverage, and 75% of family coverage premiums. Surviving spouses are eligible to remain in the plan by paying 100% of the premiums for coverage. Employees hired between 7/1/1993 and 7/1/2012 must be eligible to retire from the district with at least 15 years of service and not before the age of 55. The District pays 95% of single coverage, and 75% of family coverage premiums. Surviving spouses are eligible to remain in the plan by paying 100% of the premiums for coverage. Employees hired after 7/1/2012 must be eligible to retire from the district with at least 22 years of service and not before the age of 55. The District pays 95% of single coverage, and 75% of family coverage premiums. Surviving spouses are eligible to remain in the plan by paying 100% of the premiums for coverage.

***Transportation Employees***

Per an agreement between the Superintendent of Schools and Transportation Association, employee hired on or before 7/1/1989 must be eligible to retire from the district with at least 15 years of service and not before the age of 55. The District pays 95% of single coverage, and 75% of family coverage premiums. Surviving spouses are eligible to remain in the plan by paying 100% of the premiums for coverage. Employees hired between 7/1/1989 and 7/1/2009 must be eligible to retire from the district with at least 15 years of service and not before the age of 55. The District pays 95% of single coverage, and 85% of family coverage premiums. Surviving spouses are eligible to remain in the plan by paying 100% of the premiums for coverage. Employees hired between 7/1/2009 and 7/1/2013 must be eligible to retire from the district with at least 20 years of service and not before the age of 55. The District pays 95% of single coverage, and 85% of family coverage premiums. Surviving spouses are eligible to remain in the plan by paying 100% of the premiums for coverage. Employees hired after 7/1/2013 must be eligible to retire from the district with at least 15 years of service and not before the age of 55. The District pays 95% of single coverage, and 85% of family coverage premiums. Surviving spouses are eligible to remain in the plan by paying 100% of the premiums for coverage. Benefits for all employees who fall under this category cease at age 65.

***c) Schedule of Required Contributions***

The OPEB plan is currently unfunded.

***(d) Employees covered by benefit terms***

At June 30, 2021, the following employees were covered by the benefit terms:

	<u>Total</u>
Inactive plan members or beneficiaries currently receiving benefits	121
Active plan members	141
Total	<u>262</u>

*All counts include employees and retirees who opted out of coverage.*

***(e) Actuarial Methods and Assumptions***

**Actuarial Methods**

All actuarial methods are chosen to be consistent with the requirements of GASB 75 and are effective July 1, 2020:

Entry Age Normal, Level Percent of Pay

No assets have been set aside to fund the liabilities for this plan.

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
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All active employees eligible to participate in any OPEB benefit plan offered by the employer are included in this valuation. Retirees and surviving spouses currently enrolled in an OPEB plan offered by the employer are included in the valuation. Retirees who have opted out or otherwise waived all coverage are not included in the valuation unless explicitly stated otherwise.

All amortizable amounts are amortized on a straight-line basis over the average years to expected retirement for active employees.

The measurement date is three months prior to fiscal year end.

**Actuarial Assumptions**

All actuarial assumptions are chosen to be consistent with the requirements of GASB 75 and Actuarial Standards of Practice (ASOPs). Whenever possible, actual plan experience is factored into the setting of actuarial assumptions. Rates based on independent, published sources are used as noted, without audit.

The long-term bond rate used of 2.16% is based on the S&P Municipal Bond 20-Year High Grade Rate Index as of the measurement date.

The salary scale reflects the rate at which payroll amounts are expected to increase over time for purposes of attributing liabilities under the Entry Age Normal, Level Percent of Pay actuarial cost method.

**Mortality Rates**

RP-2014 Adjusted to 2006 Total Dataset Mortality Table generationally projected to the valuation date with Scale MP-2018. This assumption includes a margin for future improvements in longevity.

**Termination Rates**

2003 Society of Actuaries small plan withdrawal, scaled 60% for teachers, scaled 120% for non-teachers.

**Marital Assumption**

60% of both male and female employees are assumed to be married at retirement and elect coverage for a spouse. Actual spousal information was used for retirees when available.

**Spousal Ages**

Actual age, if reported, for retirees. Otherwise males are assumed to be three years older than females.

**Participation Rate**

100% of all active employees currently enrolled in the OPEB plan are assumed to continue coverage into retirement, and 40% of future spouses of retirees eligible for coverage will elect the benefit. Employees who have currently waived coverage are assumed not to re-enter the plan prior to retirement.

**Healthcare Cost Trend Rate**

Health care trend rates reflect both the current and long-term outlook for increases in health care costs. The short-term rates are based on recent industry surveys, plan experience and near-term expectations. The long-term trend rate is based on our general inflation assumption plus an adjustment to reflect expectations for long-term medical inflation.

The medical trend rates used are 6.6% decreasing to 4.1% over the next 56 years.

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
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**(f) Changes in the Total OPEB Liability**

The following outlines the changes to the Total OPEB Liability during the fiscal year, by source.

Beginning at June 30, 2020:	\$ 47,995,233
Changes for the year:	
Service Cost	1,496,102
Interest	1,079,488
Changes in assumptions or other inputs	410,411
Benefit payments	(1,298,635)
Net Changes:	1,687,366
Balance at June 30, 2021	\$ 49,682,599

**(g) Sensitivity of the total OPEB liability to changes in the discount rate**

The discount rate assumption can have a profound impact on total liabilities. The following exhibit demonstrates the effect a 1% change in the discount rate assumption would have on liabilities.

	1% Decrease (1.16%)	Current Assumption (2.16%)	1% Increase (3.16%)
Total OPEB liability	\$ 59,017,298	\$ 49,682,599	\$ 42,318,456

**(h) Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates**

Healthcare costs can be subject to considerable volatility over time. The following exhibit demonstrates the effect on liabilities of a 1% change in the healthcare cost trend rates.

	1% Decrease (3.1% - 5.6%)	Current Assumption (4.1% - 6.6%)	1% Increase (5.1% - 7.6%)
Total OPEB liability	\$ 41,077,661	\$ 49,682,599	\$ 60,995,633

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
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**(i) OPEB Expense**

The OPEB Expense reflects the costs to the OPEB plan incurred during the year, including the service cost, interest cost, immediate recognition of the impact of all plan provision changes, and the amortization of gains and losses due to experience or changes in the assumptions.

**Calculation of the OPEB Expense**

Service cost	\$ 1,496,102
Interest cost	1,079,488
Recognition of demographic gains or losses	90,304
Recognition of assumption changes or inputs	1,418,565
<b>Total OPEB Expense</b>	<b>\$ 4,084,459</b>

**(j) Deferred Outflows and Inflows of Resources Related to OPEB**

The following deferrals of outflows were reported during the fiscal year.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 341,024	\$
Changes of assumptions	8,241,945	(1,384,768)
Total	<u>\$ 8,582,969</u>	<u>\$ (1,384,768)</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:

	<u>Amount</u>
2022	\$ 1,508,869
2023	1,508,869
2024	1,508,869
2025	1,879,611
2026	791,983

**10. INTERFUND TRANSACTIONS**

Fund	Interfund		Interfund	
	Receivables	Payables	Revenues	Expenditures
General	\$ 680,954	\$ 425,461	\$	\$ 139,409
School Lunch	134,409	198,363	139,409	
Special Aid		196,543		
Debt Service	21,600			
Capital Fund		16,596		
Total	<u>\$ 836,963</u>	<u>\$ 836,963</u>	<u>\$ 139,409</u>	<u>\$ 139,409</u>

- Interfund Receivables and Payables are considered temporary. The School District intends to repay the amounts within the next fiscal year.
- The School District typically loans resources between funds for the purpose of mitigating the effects of transient cash flow issues.



**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**For the Year Ended June 30, 2021**

- The School District transferred \$139,409 from the General Fund to the School Lunch Fund to subsidize operating expenses.

# **11. FUND BALANCE**

The following is the disaggregation of the fund balance that is reported in summary on the Governmental Fund's Balance Sheet:

	General	School Lunch	Special Aid	Miscellaneous Special Revenue	Debt Service	Capital	Total
<b>Nonspendable</b>	\$ 31,539	\$ 12,099	\$	\$	\$	\$	\$ 43,638
<b>Restricted</b>							
Repair Reserve	15,011						15,011
Liability Reserve	175,127						175,127
Unemployment Insurance Reserve	75,054						75,054
ERS - Retirement Contribution Reserve	674,826						674,826
TRS - Retirement Contribution Reserve	242,164						242,164
Employee Benefit Accrued Liability Reserve	1,062,517						1,062,517
Capital Reserve	200,145						200,145
Scholarships				107,076			107,076
Special Aid			5,159				5,159
Debt Service Fund					92,710		92,710
Capital Project Fund						603,224	603,224
<b>Total Restricted</b>	<b>2,444,844</b>		<b>5,159</b>	<b>107,076</b>	<b>92,710</b>	<b>603,224</b>	<b>3,253,013</b>
<b>Assigned (Deficit)</b>							
Encumbrances	72,388						72,388
Appropriated for Subsequent Year's Budget	620,964						620,964
<b>Total Assigned (Deficit)</b>	<b>693,352</b>						<b>693,352</b>
<b>Unassigned (Deficit)</b>	<b>801,409</b>	<b>(11,077)</b>				<b>(532,633)</b>	<b>257,699</b>
<b>Total Fund Equity (Deficit)</b>	<b>\$ 3,971,144</b>	<b>\$ 1,022</b>	<b>\$ 5,159</b>	<b>\$ 107,076</b>	<b>\$ 92,710</b>	<b>\$ 70,591</b>	<b>\$ 4,247,702</b>

The following is a summary of the change in selected general fund restricted fund balance during the year ended June 30, 2021:

	Beginning Balance	Increases	Decreases	Ending Balance
<b>General Fund</b>				
Employee Benefits Accrued Liability Reserve	\$ 1,061,746	\$ 771	\$	\$ 1,062,517
ERS - Retirement Reserve	557,118	117,708		674,826
TRS - Retirement Reserve	122,000	120,164		242,164
Repair Reserve	15,000	11		15,011
Unemployment Insurance Reserve	75,000	54		75,054
Liability Reserve	175,000	127		175,127
Capital Reserve	200,000	145		200,145
	<u>\$ 2,205,864</u>	<u>\$ 238,980</u>	<u>\$</u>	<u>\$ 2,444,844</u>

# **12. PRIVATE PURPOSE TRUST FUNDS – DONOR-RESTRICTED ENDOWMENTS**

The School District administers endowment funds, which are restricted by the donor for the purposes of scholarships.

The School District authorizes expenditures from donor-restricted endowments in compliance with the wishes expressed by the donor, which varies among the unique endowments administered by the School District. These amount are recorded in the Miscellaneous Special Revenue Fund in accordance with GABK Statement 84.

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**For the Year Ended June 30, 2021**

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**13. RISK MANAGEMENT**

***General Information***

The Fabius Pompey Central School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; injuries to employees; errors and omissions and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years.

***Workers' Compensation Consortium***

The School District participates in a Workers' Compensation Consortium for its employees. Benefits are provided through self-funding by the individual participants through the purchase of insurance and through the purchase of "stop-loss" coverage. A member may withdraw from the Plan by submitting a notice of withdrawal by May 1 preceding the school year of withdrawal. Upon withdrawal, the Board will determine amounts owed by the member or amounts that may be due to the withdrawing member. The School District paid premiums to the Workers' Compensation Consortium which totaled \$109,874 for the year ended June 30, 2021.

***Health Insurance Consortium***

The School District participates in a non-risk retained public entity risk pool for its employee health insurance coverage. A member of the Health Consortium may withdraw from the plan by submitting a notice of withdrawal by May 1 preceding the school year of withdrawal. Upon withdrawal, the Board will determine amounts owed by the member or amounts that may be due to the withdrawing member. If the Plan's assets were to be exhausted, members would be responsible for the Plan's liabilities including additional assessments if necessary. Premiums paid to the health consortium totaled \$3,669,700 for the year ended June 30, 2021.

Financial statements for both risk pools are available at the OCM BOCES business office, 6820 Thompson Road, Syracuse, New York, 13221.

**14. CONTINGENCIES AND COMMITMENTS**

***Potential Grantor Liability***

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the Federal and State governments. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amounts, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the School District expects such amounts, if any, to be immaterial.

***Encumbrances***

Encumbrance accounting is employed as an extension of formal budgetary integration for the General Fund, Special Revenue Funds, and Capital Projects Fund. At June 30, 2021, certain amounts which were previously restricted, committed, or assigned for specific purposes have been encumbered in the governmental funds. Encumbrances included in governmental fund balances are as follows:

	<u>Assigned General</u>
Encumbrances	
General Support	\$ 27,618
Instruction	44,293
Pupil Transportation	<u>477</u>
Total Encumbrances	<u>\$ 72,388</u>

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**For the Year Ended June 30, 2021**

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**15. NET POSITION DEFICIT – DISTRICT-WIDE**

The District-wide net position had an unrestricted deficit at June 30, 2021 of \$41,494,990 and a total net position deficit of \$21,428,409. The deficit is the result of the implementation of GASB Statement 75, "Accounting and Financial Reporting for Postemployment Benefits Other than Pensions," which required the recognition of an unfunded liability of \$49,682,599 at June 30, 2021. Since New York State Laws provide no mechanism for funding the liability, the subsequent accruals are expected to increase the deficit in subsequent years.

**16. CUMULATIVE EFFECT OF IMPLEMENTING NEW ACCOUNTING STANDARD**

The following adjustments were made to the prior year's net position and fund balance due to implementation of GASB 84, Fiduciary Activities.

- The Government-wide and Miscellaneous Special Revenue Fund's prior year's net position and fund balance were increased by \$88,562 for donated revenues for scholarships administered by the District, previously accounted for in the Fiduciary Fund, Private Purpose Trust.
- The Fiduciary Custodial Fund is a new fund required by the new accounting standard. The beginning net position was increased by \$22,855. This beginning balance consisted of Extraclassroom activity funds held by the District but administered by the student clubs within the District.

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - GENERAL FUND**  
**For the Year Ended June 30, 2021**

	Original Budget	Final Budget	Actual		Final Budget Variance With Actual
<b>Revenues</b>					
Local Sources					
Real Property Taxes	\$ 7,625,793	\$ 7,625,793	\$ 7,625,025	\$	(768)
STAR and Other Real Property Tax Items	1,164,164	1,164,164	1,162,905		(1,259)
Nonproperty Tax Items	23,000	23,000	22,752		(248)
Charges for Services	42,790	42,790	41,690		(1,100)
Use of Money and Property	12,000	12,000	9,103		(2,897)
Sale of Property and Compensation for Loss			8,017		8,017
Miscellaneous	231,000	231,000	373,431		142,431
State Aid	9,870,677	9,870,677	9,716,062		(154,615)
Federal Aid	17,500	17,500	151,089		133,589
Total Revenues	18,986,924	18,986,924	19,110,074		123,150
<b>Other Financing Sources</b>					
Transfers from Other Funds	145,000	145,000			(145,000)
Appropriated Fund Balance	520,865	520,865			(520,865)
Total Revenues and Other Financing Sources	\$ 19,652,789	\$ 19,652,789	19,110,074	\$	(542,715)
<b>Expenditures</b>					
General Support					
Board of Education	\$ 16,795	\$ 16,795	\$ 13,508	\$	3,287
Central Administration	212,353	211,309	210,694		615
Finance	278,461	256,893	271,977		(15,084)
Staff	90,761	102,011	118,572		(16,561)
Central Services	1,338,205	1,493,947	1,266,240	27,618	200,089
Special Items	152,143	138,586	133,536		5,050
Total General Support	2,088,718	2,219,541	2,014,527	27,618	177,396
Instruction					
Instruction, Administration, and Improvement	466,458	432,594	387,243		45,351
Teaching - Regular School	4,985,924	4,928,744	4,632,068	18,120	278,556
Programs for Children With Special Needs	1,389,429	1,360,072	1,181,189	8,626	170,257
Occupational Education	124,133	124,612	124,612		
Teaching - Special School	22,633	38,166	38,075		91
Instructional Media	691,531	706,016	637,905	674	67,437
Pupil Services	908,558	912,080	838,794	16,873	56,413
Total Instruction	8,588,666	8,502,284	7,839,886	44,293	618,105
Pupil Transportation	1,289,943	1,289,102	1,146,900	477	141,725
Community Services	3,500	3,500			3,500
Employee Benefits	5,702,828	5,659,228	5,522,139		137,089
Debt Service - Principal	1,609,580	1,609,580	1,444,580		165,000
Debt Service - Interest	344,554	344,554	490,157		(145,603)
Total Expenditures	19,627,789	19,627,789	18,458,189	72,388	1,097,212
<b>Other Financing Uses</b>					
Transfers to Other Funds	25,000	25,000	139,409		(114,409)
Total Expenditures and Other Financing Uses	\$ 19,652,789	\$ 19,652,789	18,597,598	\$ 72,388	\$ 982,803
<b>Net Change in Fund Balance</b>			512,476		
<b>Fund Balances - Beginning of Year</b>			3,458,668		
<b>Fund Balances - End of Year</b>			\$ 3,971,144		

Notes to Required Supplementary Information:

The School District administration prepares a proposed budget for approval by the Board of Education for the General Fund, the only fund with a legally adopted budget.

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

See Independent Auditor's Report

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
**SCHEDULES OF DISTRICT CONTRIBUTIONS**  
**For the Year Ended June 30, 2021**

	ERS Pension Plan Last 10 Fiscal Years									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Contractually Required Contribution	\$ 268,331	\$ 269,396	\$ 272,898	\$ 276,018	\$ 266,839	\$ 303,378	\$ 328,452	\$ 264,022	\$ 307,116	\$ 253,116
Contributions in Relation to the Contractually Required Contribution	268,331	269,396	272,898	276,018	266,839	303,378	328,452	264,022	307,116	253,116
Contribution Deficiency (Excess)	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
School District's Covered-ERS Employee Payroll	\$ 1,927,369	\$ 1,884,980	\$ 1,873,411	\$ 1,834,328	\$ 1,757,597	\$ 1,670,770	\$ 1,647,367	\$ 1,538,146	\$ 1,624,952	\$ 1,532,838
Contributions as a Percentage of Covered-Employee Payroll	13.92%	14.29%	14.57%	15.05%	15.18%	18.16%	19.94%	17.16%	18.90%	16.51%

	TRS Pension Plan Last 10 Fiscal Years									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Contractually Required Contribution	\$ 543,129	\$ 547,259	\$ 640,189	\$ 597,248	\$ 702,558	\$ 789,300	\$ 1,010,700	\$ 925,516	\$ 675,108	\$ 639,072
Contributions in Relation to the Contractually Required Contribution	543,129	547,259	640,189	597,248	702,558	789,300	1,010,700	925,516	675,108	639,072
Contribution Deficiency (Excess)	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
School District's Covered-TRS Employee Payroll	\$ 5,699,150	\$ 6,176,742	\$ 6,028,149	\$ 6,094,362	\$ 5,816,253	\$ 5,952,486	\$ 5,765,545	\$ 5,695,481	\$ 5,701,929	\$ 5,750,739
Contributions as a Percentage of Covered-Employee Payroll	9.53%	8.86%	10.62%	9.80%	12.08%	13.26%	17.53%	16.25%	11.84%	11.11%

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
**SCHEDULES OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY/ASSET**  
**For the Year Ended June 30, 2021**

**ERS Pension Plan**

	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability	0.00548	0.00515	0.00563	0.00597	0.01000	0.00614	0.01000
District's proportionate share of the net pension (liability)	\$ (5,456)	\$ (1,364,877)	\$ (399,126)	\$ (192,534)	\$ (559,075)	\$ (984,844)	\$ (206,563)
District's covered-employee payroll	\$ 1,927,369	\$ 1,884,980	\$ 1,873,411	\$ 1,834,328	\$ 1,757,597	\$ 1,670,770	\$ 1,647,367
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	0.28%	72.41%	21.30%	10.50%	31.81%	58.95%	12.54%
Plan fiduciary net position as a percentage of total pension liability	99.95%	86.39%	96.27%	98.24%	94.70%	90.70%	97.2%

**TRS Pension Plan**

	2020	2019	2018	2017	2016	2015	2014
District's proportion of the net pension asset (liability)	0.036391	0.036115	0.03741	0.03783	0.03836	0.03838	0.038557
District's proportionate share of the net pension asset (liability)	\$ (1,005,588)	\$ 938,265	\$ 676,548	\$ 287,532	\$ (410,798)	\$ 3,986,698	\$ 4,295,018
District's covered-employee payroll	\$ 6,176,742	\$ 6,028,149	\$ 6,094,362	\$ 5,816,253	\$ 5,952,486	\$ 5,765,545	\$ 5,695,481
District's proportionate share of the net pension asset (liability) as a percentage of its covered-employee payroll	-16.28%	15.56%	11.10%	4.94%	6.90%	69.15%	75.41%
Plan fiduciary net position as a percentage of total pension asset (liability)	97.80%	102.20%	101.53%	100.66%	99.01%	110.46%	111.48%

Information is presented only for the years available.

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT  
SCHEDULE OF CHANGES IN THE DISTRICTS  
TOTAL OPEB LIABILITY AND RELATED RATIOS  
For the Year Ended June 30, 2021**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Service Cost	\$ 1,496,102	\$ 962,415	\$ 1,151,932	\$ 1,118,381
Interest	1,079,488	1,249,721	1,126,306	1,085,997
Effect of Demographic Gains or Losses		177,522		469,242
Effect of Assumptions Changes or Inputs	410,411	11,492,501	(2,724,865)	
Benefit Payments	<u>(1,298,635)</u>	<u>(1,250,858)</u>	<u>(1,153,604)</u>	<u>(1,570,379)</u>
Net Change in Total OPEB Liability	1,687,366	12,631,301	(1,600,231)	1,103,241
Total OPEB Liability- Beginning of Year	<u>47,995,233</u>	<u>35,363,932</u>	<u>36,964,163</u>	<u>35,860,922</u>
Total OPEB Liability- Ending of Year	<u>\$ 49,682,599</u>	<u>\$ 47,995,233</u>	<u>\$ 35,363,932</u>	<u>\$36,964,163</u>
Covered Employee Payroll	\$ 7,282,657	\$ 7,282,657	\$ 7,502,908	\$ 7,502,908
Total OPEB liability as a percentage of covered payroll	682.20%	659.03%	471.34%	492.66%

Notes to Required Supplementary Information:

Changes of Assumptions: Discount rate decreased from 2.21% to 2.16%. Medical Trend Rate is 6.6% - 4.1% over 56 years.

Actuarial Assumptions: The actuarial methods and assumptions used to calculate the total OPEB liability are described in Note 9 to the financial statements.

Plan Assets: No assets are accumulated in a trust that meets all of the following criteria of GASB No. 75, paragraph 4, to pay benefits.

Information is presented only for the years available.



**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
**SCHEDULES OF CHANGE FROM ORIGINAL BUDGET TO REVISED BUDGET**  
**AND SECTION 1318 OF REAL PROPERTY TAX LAW LIMIT CALCULATION**  
**For the Year Ended June 30, 2021**

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**Change from Adopted Budget to Revised Budget**

Adopted Budget	\$ 19,650,414
Add: Prior Year's Encumbrances	<u>2,375</u>
Original Budget	<u>19,652,789</u>
Original and Final Budget	<u>\$ 19,652,789</u>

**Section 1318 of Real Property Tax Law Limit Calculation**

2021-22 voter-approved expenditure budget	<u>\$ 20,035,232</u>
Maximum allowed (4% of 2021-22 Budget)	<u>\$ 801,409</u>

General Fund Fund Balance Subject to Section 1318 of Real Property Tax Law :

Unrestricted fund balance:

Assigned fund balance	\$ 693,352
Unassigned fund balance	<u>801,409</u>
Total unrestricted fund balance	<u>1,494,761</u>

Less:

Appropriated fund balance	620,964
Encumbrances included in assigned fund balance	<u>72,388</u>
Total adjustments	<u>693,352</u>

General Fund Fund Balance Subject to Section 1318 of Real Property Tax Law	<u>\$ 801,409</u>
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Actual Percentage	4.00%
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**FABIUS POMPEY CSD**  
**SCHEDULE OF PROJECT EXPENDITURES - CAPITAL PROJECTS FUND**  
**For the Year Ended June 30, 2021**

PROJECT TITLE	Original Authorization	Revised Authorization	Expenditures		Unexpended Balance	Proceeds of Obligations	Methods of Financing		Fund Balance (Deficit) June 30, 2021
			Prior Years	Current Year			Federal and State Aid	Local Sources	
					Total				Total
District Renovations 2000	\$ 14,410,000	\$ 14,425,865	\$ 14,425,160	\$	\$ 14,423,160	\$ 14,410,000	\$	\$ 5,907	\$ 14,415,907
HVAC 2007	118,000	118,000	107,777		107,777		14,514	103,486	118,000
2011 Excel Project	2,415,000	2,415,000	2,415,000		2,415,000	1,915,000	250,796	249,204	2,415,000
2014 Emergency Tank Project	70,000	110,000	109,103		109,103			110,000	
2017 Emergency Bus Lift	250,000	250,000	175,620		175,620			175,620	897
2017 District Renovations	7,500,000	7,500,000	6,896,391	224,683	7,121,074	5,680,000		1,820,000	7,500,000
2019 Emergency Building Renovation	300,000	300,000	244,462	4,287	248,749			300,000	378,926
2021 District Renovations	1,000,000	1,000,000	57,000	306,663	363,663				51,251
Total Projects	26,063,000	26,118,865	24,430,513	535,633	24,966,146	22,005,000	265,310	2,764,217	25,034,527
									68,381
<b>Buses</b>									
Buses- 2021	350,259	350,259		347,259	347,259	350,259			350,259
Buses- 2020	245,000	245,000	244,378		244,378	243,580			243,580
Buses - 2018	321,090	321,090	321,090		321,090	321,090			321,090
Buses - 2017	323,400	323,400	323,392		323,392	323,400			323,400
Buses - 2016	291,000	291,000	282,994		282,994	282,994			282,994
Buses - 2015	287,500	287,500	267,780		267,780	267,780			267,780
Buses - 2014	215,000	215,000	214,426		214,426	214,426			214,426
Total Buses	2,033,249	2,033,249	1,654,060	347,259	2,001,319	2,003,529			2,003,529
									2,210
Totals	\$ 28,096,249	\$ 28,152,114	\$ 26,084,573	\$ 882,892	\$ 26,967,465	\$ 24,008,529	\$ 265,310	\$ 2,764,217	\$ 27,038,056
									\$ 70,591

**FABIUS POMPEY CENTRAL SCHOOL DISTRICT**  
**NET INVESTMENT IN CAPITAL ASSETS**  
**June 30, 2021**

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Capital Assets, Net	\$ <u>25,144,304</u>
Add:	
Capital Fund Unspent Bond Proceeds	<u>70,591</u>
Deduct:	
Short-Term Portion of Bonds Payable	1,588,259
Serial Bonds Payable	6,575,000
Deferred Premium from Refunding of Debt	<u>1,079,544</u>
	<u>9,242,803</u>
Net Investment in Capital Assets	<u>\$ 15,972,092</u>

See Independent Auditor's Report