

**Chappaqua Central School  
District, New York  
Auditors' Report  
Year Ended June 30, 2021**

Alan Kassay, Partner

September 29, 2021

**KNOW  
GREATER  
VALUE**

 **PKF  
O'CONNOR  
DAVIES**  
ACCOUNTANTS AND ADVISORS



# 2020-21 External Audit

- Preliminary Fieldwork – June 9-10, 2021**
- Audit Planning Meeting – May 20, 2021**
- Audit – Week of July 26, 2021**
- Post-Audit Meeting – September 21, 2021**
- Audit Report – September 29, 2021**



- Summary of Communication
- Summary of Financial Statements
- Management Letter- Communication of Internal Control Matters Identified in the Audit to Those Charged With Governance and Management
- Other Comments

## **Auditors' Responsibility Under Auditing Standards Generally Accepted in the USA**

- **Forming and Expressing an Opinion on the Financial Statements Based on Audit**
- **Obtain Reasonable, Rather Than Absolute Assurance That the Financial Statements are Free of Material Misstatement.**
- **Maintain Professional Skepticism**
- **Conduct the Audit in Accordance with Auditing Standards Generally Accepted in the United States (US GAAS)**
- **No Material Errors, Fraudulent Financial Reporting or Misappropriation of Assets Noted.**
- **No Instances/Suspicion or Allegations of Fraud were Noted during Conduct of Audit**

## Management's Responsibilities

- **Establish and Maintain Effective Internal Control – No Material Weaknesses Noted**
- **Comply With Laws, Regulations, Grants and Contracts**
- **Adequate Management Judgments and Accounting Estimates**
- **No Significant Audit Adjustments**

- **No Disagreements with Management**
- **No Unresolved Difficulties Encountered in Performing Audit**
- **No Consultation by Management with Other Accountants**
- **PKF O'Connor Davies is Independent with Respect to CCSD in Accordance with Relevant Professional Standards**
- **No Irregularities or Illegal Acts Noted**



- **Audit Readiness – Fixed Assets**

There was a delay in obtaining an updated Fixed Asset schedule that agreed to the District's internal records.

- **Timeliness of Cash Deposits**

Several deposits in extra classroom activities fund were not made timely, within 72 hours of receipt.

- **Capital Projects Fund**

4 Capital projects had no activity in the current year.





# General Fund Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance to Budget</u>
<b>Revenues</b>				
Real Property Taxes	\$ 111,663,231	\$ 108,775,592	\$ 108,775,590	\$ (2)
Other Tax Items	-	2,887,640	2,887,640	-
State Aid	9,945,871	9,945,871	9,593,425	(352,446)
Other	3,085,201	3,239,008	3,216,184	(22,824)
<b>Total Revenues</b>	<u>124,694,303</u>	<u>124,848,111</u>	<u>124,472,839</u>	<u>(375,272)</u>
<b>Expenditures</b>				
General Support	16,123,122	18,949,868	16,890,528	2,059,340
Instruction	71,252,189	70,087,513	68,350,009	1,737,504
Pupil Transportation	7,009,969	6,969,328	6,638,011	331,317
Community Services	22,747	23,202	23,202	-
Employee Benefits	27,437,388	26,522,866	26,360,418	162,448
Debt Service	8,469,483	7,700,159	7,700,159	-
<b>Total Expenditures</b>	<u>130,314,898</u>	<u>130,252,936</u>	<u>125,962,327</u>	<u>4,290,609</u>
Excess (Deficiency) of Revenues Over Expenditures	(5,620,595)	(5,404,825)	(1,489,488)	3,915,337
Other Financing Uses	<u>(250,000)</u>	<u>(1,694,700)</u>	<u>(1,694,700)</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<b>(5,870,595)</b>	<b>(7,099,525)</b>	<b>(3,184,188)</b>	<b>3,915,337</b>
<b>Fund Balance</b>				
Beginning of Year	<u>5,870,595</u>	<u>7,099,525</u>	<u>22,911,851</u>	<u>15,812,326</u>
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,727,663</u>	<u>\$ 19,727,663</u>



# General Fund Balance Sheet – June 30, 2021

## ASSETS

Cash and Equivalents	\$ 28,782,956	
Receivables	2,950,898	
Prepaid Expenditures	265,074	
Total Assets	<u>\$ 31,998,928</u>	

## LIABILITIES AND FUND BALANCES

Accounts Payable and Accrued Liabilities	\$ 2,183,528	
Due to Retirement Systems	6,152,667	
Other Liabilities	3,935,070	
Total Liabilities	<u>12,271,265</u>	

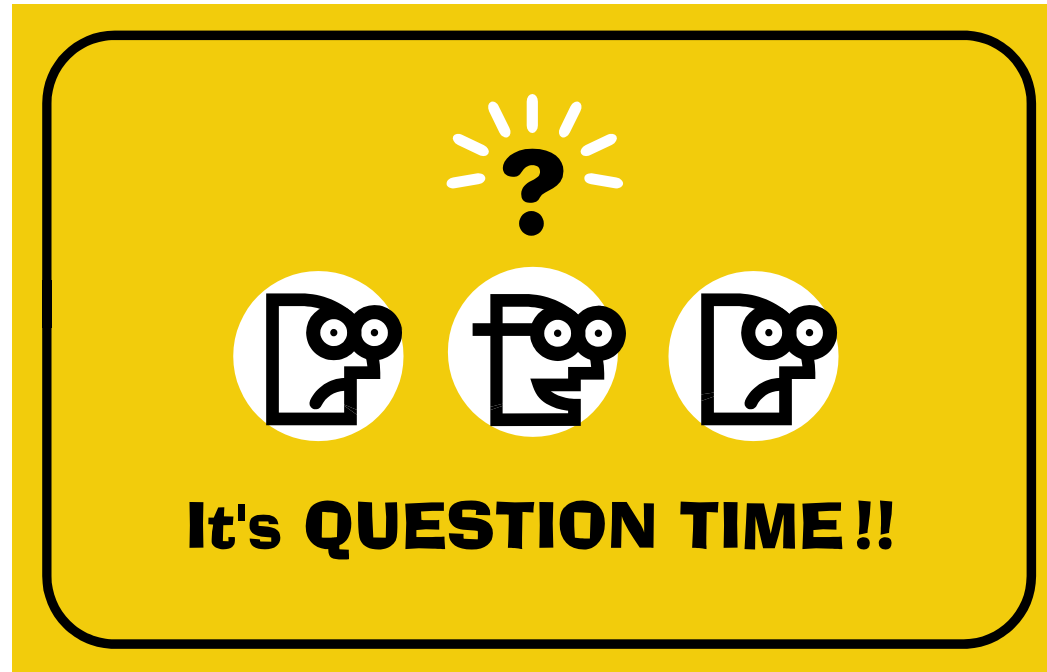
### Fund Balance:

Nonspendable (prepaid expenditures)	<u>265,074</u>	
Restricted		
Tax Certiorari	2,723,405	
Employee Benefit Accrued Liability	2,141,627	
ERS Retirement Contributions	1,471,167	
Future Capital Projects	920,717	
Other	1,527,487	<u>8,784,403</u>
Assigned		
Encumbrances	2,159,013	
Subsequent Year's Expenditures	3,542,865	<u>5,701,878</u>
Unassigned - 3.81% of 2021/2022 Budget	<u>4,976,308</u>	
Total Liabilities and Fund Balance	<u>\$ 19,727,663</u>	

- **Unmodified (Clean) Opinion on Financial Statements**
- **No Material Weaknesses Noted**
- **School District's Rating from Moody's; AAA**
- **Appropriated Fund Balance \$3.5 million, same as the prior year's amount.**
- **Implemented GASB Statement No. 84 – *Fiduciary Activities.***



# Questions



**Thank you  
Chappaqua Board of Education,  
Management and Staff**



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