

# GRANVILLE CENTRAL SCHOOL DISTRICT

Catherine Somich  
*Business Manager*

58 Quaker Street  
Granville, NY 12832  
Phone: 518-642-1051

Thomas McGurl  
*Superintendent of Schools*

Ashlee Zinn  
*District Clerk*

Audrey Hicks  
*BOE President*

December 4, 2020

Schedule of Findings and Questioned Costs for the Year Ended June 30, 2020

## Section I – Summary of Auditor’s Results

Non-compliance Material to the Financial Statements noted

## Section II – Financial Statement Findings

### 2020-001 Stewardship and Compliance

Compliance with New York State Real Property Tax Law

Criteria: The School District’s unreserved, unrestricted fund balance was outside the New York State Real Property Tax Law 1318 limit, which restricts it to an amount not greater than 4% of the School District’s budget for the upcoming year.

Condition: General fund unrestricted fund balance exceeded 4% of the subsequent year’s budget.

Questioned Costs: None

Cause and Effect: The current year surplus resulted in School District unrestricted fund balance exceeding limitations.

Recommendation/Corrective Action: It is recommended that management take the excess fund balance into consideration when preparing next year’s budget.

Managements Response: Due to anticipated shortfalls in state aid, the District has appropriated over \$2 million dollars from unassigned fund balance in order to balance the 2020-2021 budget. It is unknown at this time how much will be needed from unassigned fund balance to balance future budgets due to the projected shortfall in state revenues. Management agrees with the recommendation and will implement the recommendation as a corrective action plan for future budgets.

Implementation Date: Budget Year 2020-2021- The District appropriated unassigned fund balance in order to balance the 2020-2021 budget. Amount appropriated: \$2.1 million

Persons Responsible: Business Manager, Superintendent, Board of Education and voters.

Implementation Date: Budget Year 2021-2022 – The District will plan to use unassigned fund balance in order to balance the 2021-2022 budget.

Persons Responsible: Business Manager, Superintendent, Board of Education

## Section III – Federal Award Findings and Questioned Costs

None.

BOE Approved 12/14/2020