

BOARD OF EDUCATION
MADRID-WADDINGTON CENTRAL SCHOOL
Tuesday, October 20, 2026
High School Library
6:00 PM
Audit Committee 5:15 PM

- I. Call to Order
- II. Pledge of Allegiance
- III. Acceptance of Minutes of September 15, 2026 regular board meeting
- IV. Reports
 1. Treasurer's Report
 - Action Item: Acceptance of Report
 - Audit Committee Update
 - Action Item: Approval of 2025-2026 Annual Audit Review & Corrective Actions
 2. CSE & CPSE Recommendations
 - Action Item: Approval of CSE & CPSE Recommendations
 3. Student Liaison
 4. High School
 - CTE Application: Drones & Computer Technologies Program
 - NY Inspires Assessment Plan
 5. Elementary School
 - New Reading Program
- V. Public Comment (3 minute limit per person)
- VI. Superintendent's Report
 - Capital Project Update
 - Phase 3 Update
 - NY Inspires Updates
- VII. Discussion of Old or New Business
 - SGO Information/Discussion
 - SLLCSBA Regent Catania Dinner Meeting - November 4, 2026
- VIII. Action Item
 1. Personnel
 - Action item: Approve Personnel Recommendations
- IX. Executive Session
(For the purpose of discussion related to the medical, financial or employment history of a particular person or corporation, or matters leading to the appointment, employment, promotion, demotion, discipline, suspension, dismissal or removal of a particular person or corporation.)
- X. Adjournment

Upcoming Dates:

Nov. 6	Staff Development Day
Nov. 11	Observance of Veteran's Day
Nov. 17	Next BOE Meeting 6:00 PM

A Regular Meeting of the Board of Education of the Madrid-Waddington Central School was held on September 15, 2026. The Board Vice-President, Amber LeFleur, called the meeting to order at 6:00 PM.

ROLL CALL Present: Charles Grant, Derek Kingston, Amber LeFleur, Natalie McKnight, Robert Smith

Others: Eric Burke, Joseph Binion, Nicole Miller (out at 6:09 PM), Patricia Bogart, Larry Legault, Greg Hargrave, Abigail Froats (out at 6:04 PM)

Excused: Bruce Durant, Ryan Hayes, Katie Logan, Chris Pryce,

NO. 2027-029 Motion by Grant, seconded by Kingston, to approve the minutes of the August 18, 2026 regular board of education meeting.
Approval of Minutes

Yeas: All Present

Nays: None

NO. 2027-030 Motion by Grant, seconded by Smith, to accept the Treasurer's Report for the period ending August 31, 2026.
Treasurer's Report

Yeas: All Present

Nays: None

The Following Reports Were Given:

- Building & Grounds – written by Jim Murray
- Transportation – written by Shawn Losey
- Athletics – Brenda McCall

NO. 2027-031 Motion by Smith, seconded by Kingston, that the Board accept the recommendation of the Committee on Special Education, as listed on the attached sheets, and approves the authorization of funds to implement the special education programs and services consistent with such recommendations.
CSE

Yeas: All Present

Nays: None

Reports Cont'd:

- Student Liaison – Abigail Froats
- Jr./Sr. High School Principal - Joseph Binion
 - 3-8 Data Assessment
- Elementary School Principal- Nicole Miller
 - 3-8 Data Assessment

Public Comment

- Battery Storage System – Greg Hargrave

Reports Cont'd:

- Superintendent's Report- Eric Burke
 - Capital Project – Larry Legault
 - Tax Levy Comparison

Discussion of Old or New Analysis:

- UPK Full Day Analysis

NO. 2026-032 Motion by Kingston, seconded by Smith, that the board, upon the recommendation of Superintendent Burke, does hereby approve the following personnel actions for the 2026-27 school year:
Appointments

Appointments:

- | | |
|---------------|--|
| A Polniak | 1. Aubrey Polniak; Greenhouse Helper, eff. 9/16/26, rate of \$16.50/hr. |
| D Ingraham | 2. Danielle Ingraham; Caf & Greenhouse Helper, eff. 9/16/26, rate of \$16.50/hr. |
| C Pryce | 3. Christopher Pryce; Vol Boys Soccer Coach, eff. 9/3/26 |
| S Weaver | 4. Sarah Weaver; Girls Volleyball Vol. Coach, eff. 9/16/26 |
| T Flanagan | 5. Tina Flanagan; 3-hr Monitor, eff. 9/2/26, rate of \$18.00/hr. |
| L Mayette | 6. Lisa Mayette; LT Sub Tch., eff. approx. 11/2/26-3/19/27, rate of \$282.80/day |
| D Carkner | 7. Dorothy Carkner; Sub FSW, eff. 9/1/26, rate of \$17.50/hr. |
| J Mastine, RN | 8. Jennnifer Mastine, RN; Sub Nurse, eff. 9/16/26, rate of \$165/day |
| B Wood | 9. Bethann Wood; Sub Tch. & TA, eff. 9/16/26, rate of \$140/day |
| H Montroy | 10. Heather Montroy; Sub Tch. & TA, eff. 9/16/26, rate of \$140/day |
| H Thew | 11. Hunter Thew; Sub Tch. & TA, eff. 9/16/26, rate of \$140/day |

Resignations:

- | | |
|---------|--|
| J Dumas | 12. Jeffrey Dumas; PT Custodian, eff. 9/9/26 |
|---------|--|

FMLA:

- | | |
|-----------|---|
| L Maskell | 13. Lisa Maskell; Elem Tch., approx. 2/1/27-3/12/27 |
| E Bahr | 14. Emily Bahr; Elem. Tch., approx. 11/2/26-3/19/27 |

Yeas: All
Present

Nays: None

No. 2027-033 Motion by Grant, seconded by Smith, to adjourn the regular meeting at 6:28 PM.
Adjournment

Yeas: All Present

Nays: None

District Clerk

Madrid-Waddington Central School District
Interfund Transfer Activity
For the Period July 1, 2026 - September 30, 2026
For the Fiscal Year Ending June 30, 2027

<i>Expenditures</i>		Amount	
General Fund			
9901-930	Transfer To School Lunch	-	
9901-950	Transfer To Special Funds (F) (Summer School F62027)	-	
9950-900	Transfer to Capital/Debt Service	231,865.57	
	Bus Purchase with Cap Funds		
	Cap Outlay Proj 2026-27	-	
Debt Service			
9901-900	Transfer to General Fund	-	
		<u>231,865.57</u>	←
<i>Revenues</i>			
Federal Funds			
5031-F62025	Summer School F62027	-	
School Lunch			
5031.000	School Lunch	-	
General Fund			
5050.000	Interfund Tran for Debt Service		
Capital Funds			
5031-H12025	Capital Outlay Proj 2026-27	231,865.57	
5031-H22025	Bus	<u>231,865.57</u>	←



Budgetary Transfer Report

Fiscal Year: 2027

Current Appropriation - Effective From: 07/01/2026 To: 10/02/2026

Effective Date	Trans ID	Transaction Description	Budget Account	Description	Amount Transferred From	Amount Transferred To
Fund: A - GENERAL FUND						
10/02/2026	001049	1st qtr transfers				
		A1310-160-00-0000 R		Business Admin Noninstruc	-200.30	
		A1310-400-00-0000 R		Business Admin Other	-1,000.00	
		A1620-500-00-0000 R		Operation Supplies	-9,000.00	
		A2020-161-00-0000 R		Secretaries' Sal - Elem	-500.00	
		A2020-161-05-0000 R		Secretaries' Sal - HS	-500.00	
		A2110-122-00-0000 R		K-3 ELEM TCH ASSISTANT	-3,000.00	
		A2110-400-01-1000 R		General Other Exp K-5	-7,000.00	
		A2110-400-01-1000 R		General Other Exp K-5	-802.39	
		A2110-400-03-1700 R		PRE-K Teacher Conference	-500.00	
		A2110-400-03-2000 R		6 Teacher Conference	-750.00	
		A2110-400-05-0000 R		General Other Exp 7-12	-112.54	
		A2110-480-03-0100 R		Textbooks K-5	-39,153.61	
		A2250-150-00-0000 R		Handicapped TCH SAL K-5	-18,000.00	
		A2250-150-03-1100 R		Hdkp TCH SAL 6 Prof Dev	-250.00	
		A2250-150-05-1000 R		Hdkp TchSal 7-12 Prof Dev	-170.00	
		A2250-151-05-0000 R		Hdkp Tch Asst 7-12	-10,000.00	
		A2250-151-05-0000 R		Hdkp Tch Asst 7-12	-2,000.00	
		A2250-160-01-0000 R		Hdkp Noninstr Sal K-5	-3,500.00	
		A2250-160-03-0100 R		Hdkp Noninstr Sal 6	-2,000.00	
		A2280-400-05-0000 R		General Occ Ed Other Exp	-400.00	
		A2630-400-00-1000 R		Comp Prof Dev Other	-1,000.00	
		A2810-150-00-0000 R		Guidance Instr Sal K-5	-32,760.00	
		A2820-400-00-0000 R		Psychological Other	-1,396.00	
		A2820-500-00-0000 R		Psychological Supplies	-2,400.00	
		A2850-150-03-0000 R		After School Salaries K-5	-6,435.00	
		A2850-150-05-0000 R		After School Prog 7-12	-1,844.00	
		A2850-150-05-0200 R		Instructional Salaries	-5,932.00	
		A2850-400-03-0000 R		After School Other - K-5	-140.00	
		A5510-160-00-0000 R		Transportation Salaries	-50.00	
		A5510-210-00-0000 R		BUSES	-231,865.57	
		A5530-200-00-0000 R		Equipment	-503.98	
		A5530-400-00-0000 R		Bus Garage Other Expense	-3,440.90	
		A1310-500-00-0000 R		Business Admin Supplies		1,000.00
		A1325-160-00-0000 R		Treasurer Salary		200.30
		A1621-500-00-0000 R		Maintenance Supplies		9,000.00
		A2020-162-00-0000 R		Monitors' Salaries - K-5		1,000.00
		A2110-130-00-0000 R		Teacher Salaries 7-12		3,000.00
		A2110-400-03-0000 R		General Other Exp 6		7,000.00
		A2110-400-03-1800 R		K-5 Teacher Conference		41,206.00
		A2110-480-05-0100 R		Textbooks 7-12		112.54
		A2250-150-00-1000 R		Hdkp Tch Prof Dev K-5		420.00
		A2250-150-05-0000 R		Handicapped TCH SAL 7-12		18,000.00
		A2250-151-03-0100 R		Hdkp Tch Asst 6		10,000.00
		A2250-160-00-0000 R		Hdkp Noninstr Sal Pre-K		1,500.00
		A2250-160-05-0000 R		Hdkp Noninstr Sal 7-12		6,000.00
		A2280-150-00-1100 R		Occ Ed Prof Dev Tch Sal		400.00
		A2630-160-00-0000 R		Noninstructional Salaries		1,000.00
		A2810-150-00-0100 R		Sub Guid Instr Sal K-5		32,760.00
		A2820-150-00-0000 R		Psychological Salaries		2,400.00
		A2820-150-00-1000 R		Psych. Sal. Prof Dev		1,396.00
		A2850-150-00-0000 R		Cocurricular Sal. 7-12		114.00
		A2850-150-03-0100 R		After School Sal.		6,435.00
		A2850-150-05-2000 R		Summer School 7-12		7,662.00
		A2850-400-03-0300 R		Summer School Other - Ele		140.00

MADRID-WADDINGTON CSD

Budgetary Transfer Report
Fiscal Year: 2027

Current Appropriation - Effective From: 07/01/2026 To: 10/02/2026

Effective Date	Trans ID	Transaction Description	Budget Account	Description	Amount Transferred From	Amount Transferred To
			A5510-162-00-0000 R	Transp Office-Super Salar		50.00
			A5510-200-00-0000 R	Transportation Equipment		503.98
			A5530-410-00-0000 R	Bus Gararage Insurance		3,440.90
			A9950-900-00-0000 R	Transfer to Capital/Debt		231,865.57
			Total for Fund A - GENERAL FUND		-386,606.29	386,606.29

Madrid-Waddington Central School District
Quarterly Report of Reserves
Three-Month Period Ending September 30, 2026
Fiscal Year Ending June 30, 2027

Name of Reserve	Reserve Description	Ending Balance	Intended Use of the Reserve in the 2026-2027 School Year
Restricted Fund Balance Unemployment Reserve	Established for payment of unemployment claims.	\$43,130.09	No activity – interest earnings only.
Restricted Fund Balance Insurance Reserve	Established for payment of insurance cost	\$443,818.13	Activity –withdraw \$75,000 to reimburse the general fund for a legal claim paid + interest earnings.
Restricted Fund Balance Reserve for Employee Benefits	Established to pay accrued benefits due employees upon termination of service for vacation, sick leave, personal leave, etc.	\$197,261.74	No activity – interest earnings only.
Restricted Fund Balance	Established to pay future retirement	\$77,364.77	No activity - interest earnings only.

Retirement Reserve	system payments		
TRS (subfund)			
Restricted Fund Balance	Established to pay future retirement system payments	\$10,029.53	No activity - interest earnings only.
Retirement Reserve			
ERS (subfund)			
Restricted Fund Balance	Established to pay the cost of future tax mitigation and settlements	\$10,029.53	No activity - interest earnings only.
Tax Certiorari			
Restricted Fund Balance	Established to pay the cost of any object or purpose for which bonds may be issued.	\$1,153,787.70	Voter approved 10/18/23 - 10 yrs - \$3,000,000. No activity - interest earnings only.
Restricted Transportation & Equipment	Established to pay the cost of any object or purpose for which bonds may be issued.	\$433,804.76	Voter approved 10/18/23 - 10 yrs - \$2,000,000. Activity –used a portion of the reserve to offset purchase of bus #142 + interest earnings.

Restricted Fund Balance	Portion of Assigned Fund Balance that is held in trust by other Agents	\$1,946,188	The district carried \$1,946,188 into 2026-2076. This was an increase of \$776,000 from 2025-26.
Mandatory Reserve for Debt Service	To cover debt service payments on outstanding obligations after the sale of district capital assets.	\$463,432.28	Transfer out of \$300,000 with the addition of interest earnings. The general fund will transfer \$300,000 back to the reserve before January 31, 2027. At this current time, the district intends to use a portion of the reserve as payment of the debt obligations due in 2026-2027.

MADRID-WADDINGTON CSD

A/P Check Register

Bank Account: CBCAPFUND - COMMUNITY BANK CAPITAL FUND

Check Number	Check Date	Pay Type	Remit To	Warrant	Fund	Recorded	Void	Date	Reason	Check Amount	Check Number
002565	09/04/2026	C	NORTHERN MECHANICALS, INC	0015		No	No			\$32,537.50	002565
002566	09/04/2026	C	NORTHERN TIER CONTRACTING, INC.	0015		No	No			\$108,182.32	002566
002567	09/11/2026	C	LEGAULTLARRY	0017		No	No			\$2,884.62	002567
002568	09/11/2026	C	SEI DESIGN GROUP ARCHITECTS, PC	0017		No	No			\$9,539.00	002568
002569	09/11/2026	C	SEI DESIGN GROUP ARCHITECTS, PC	0017		No	No			\$6,993.00	002569
002570	09/24/2026	C	DAY AUTOMATION, INC	0020		No	No			\$73,086.36	002570
002571	09/24/2026	C	LEGAULTLARRY	0020		No	No			\$2,884.62	002571
Subtotal for Bank Account: CBCAPFUND - COMMUNITY BANK CAPITAL FUND										Grand Total	\$236,107.42
										Void Total	\$0.00
										Net	\$236,107.42
										Grand Total	\$236,107.42
										Void Total	\$0.00
										Net	\$236,107.42

Selection Criteria

Bank Account: CBCAPFUND
Check date is between 09/01/2026 and 09/30/2026
Sort by: Check Number
Printed by JULIE K. ABRANTES

MADRID-WADDINGTON CSD
Budget Status Report As Of: 09/30/2026
Fiscal Year: 2027
Fund: A GENERAL FUND

Budget Account	Description	Initial Appropriation	Adjustments	Current Appropriation	Year-to-Date Expenditures	Encumbrance Outstanding	Unencumbered Balance
1010-400-00-0000	Board Education Other	7,500.00	0.00	7,500.00	1,041.48	0.00	6,458.52
1010-400-00-1000	Prof Dev Other	5,500.00	0.00	5,500.00	0.00	0.00	5,500.00
1010-490-00-0000	BOCES Services	3,600.00	0.00	3,600.00	310.00	0.00	3,290.00
1010-500-00-0000	Board Education Supplies	750.00	0.00	750.00	388.76	0.00	361.24
1040-160-00-0000	District Clerk Salary	119,658.00	0.00	119,658.00	31,022.39	84,203.61	4,432.00
1040-400-00-0000	District Clerk Other	1,000.00	0.00	1,000.00	0.00	0.00	1,000.00
1040-400-00-1000	Prof Dev Other	750.00	0.00	750.00	0.00	0.00	750.00
1040-500-00-0000	District Clerk Supplies	750.00	0.00	750.00	277.63	0.00	472.37
1080-400-00-0000	District meetings other	4,000.00	0.00	4,000.00	0.00	0.00	4,000.00
10 Board of Education - State Function Group Subtotal		143,508.00	0.00	143,508.00	33,040.26	84,203.61	26,264.13
1240-150-00-0000	Superintendent Salary	115,993.00	0.00	115,993.00	29,847.72	81,026.28	5,119.00
1240-160-00-0000	Superintendent Secretary	61,024.00	0.00	61,024.00	16,294.95	44,229.05	500.00
1240-400-00-0000	Chief School Admin Other	7,915.00	0.00	7,915.00	2,177.09	0.00	5,737.91
1240-400-00-1000	Prof Dev Other	7,500.00	0.00	7,500.00	2,531.99	1,877.46	3,090.55
1240-500-00-0000	Chief School Admin Suppli	1,000.00	0.00	1,000.00	194.38	0.00	805.62
12 Central Administration - State Function Group Subtotal		193,432.00	0.00	193,432.00	61,046.13	127,132.79	15,253.08
1310-150-00-0000	Business Admin Instructio	57,131.00	0.00	57,131.00	14,928.34	40,508.66	1,694.00
1310-160-00-0000	Business Admin Noninstruc	33,846.00	0.00	33,846.00	8,944.95	24,279.20	621.85
1310-400-00-0000	Business Admin Other	36,157.00	0.00	36,157.00	13,534.72	3,250.00	19,372.28
1310-400-00-1000	Prof Dev Other	1,000.00	0.00	1,000.00	0.00	0.00	1,000.00
1310-490-00-0000	BOCES Services	30,013.00	0.00	30,013.00	5,858.30	0.00	24,154.70
1310-500-00-0000	Business Admin Supplies	2,000.00	0.00	2,000.00	1,852.42	677.91	-530.33
1320-400-00-0000	Auditing Other Exp	32,500.00	0.00	32,500.00	8,000.00	0.00	24,500.00
1325-160-00-0000	Treasurer Salary	22,460.00	0.00	22,460.00	6,100.85	16,559.45	-200.30
1325-400-00-0000	Treasurer Other	525.00	0.00	525.00	0.00	0.00	525.00
1325-400-00-1000	Prof Dev Other	250.00	0.00	250.00	0.00	0.00	250.00
1325-500-00-0000	Treasurer Supplies	100.00	0.00	100.00	0.00	0.00	100.00
1330-160-00-0000	Tax Collector Salary	5,928.00	0.00	5,928.00	2,371.20	3,556.80	0.00
1330-400-00-0000	Tax Collector Other	465.00	0.00	465.00	182.57	0.00	282.43
1330-500-00-0000	Tax Collector Supplies	600.00	0.00	600.00	0.00	0.00	600.00
1345-490-00-0000	Purchase BOCES Services	2,694.00	0.00	2,694.00	269.40	0.00	2,424.60
1380-400-00-0000	Fiscal Agent Fees	7,500.00	0.00	7,500.00	0.00	0.00	7,500.00
13 Finance - State Function Group Subtotal		233,169.00	0.00	233,169.00	62,042.75	88,832.02	82,294.23
1420-400-00-0000	Legal Other Expense	15,000.00	0.00	15,000.00	1,645.00	0.00	13,355.00
1430-490-00-0000	BOCES Services - PERS	24,216.00	0.00	24,216.00	2,421.60	0.00	21,794.40
1460-490-00-0000	BOCES Services	2,500.00	0.00	2,500.00	0.00	0.00	2,500.00
14 Staff - State Function Group Subtotal		41,716.00	0.00	41,716.00	4,066.60	0.00	37,649.40
1620-160-00-0000	Operation Salaries	330,965.00	0.00	330,965.00	91,710.25	208,779.57	30,475.18

MADRID-WADDINGTON CSD
Budget Status Report As Of: 09/30/2026
Fiscal Year: 2027
Fund: A GENERAL FUND

Budget Account	Description	Initial Appropriation	Adjustments	Current Appropriation	Year-to-Date Expenditures	Encumbrance Outstanding	Unencumbered Balance
1620-200-00-0000	Operation Equipment	5,000.00	0.00	5,000.00	0.00	0.00	5,000.00
1620-400-00-0000	Operation Other Expense	15,000.00	0.00	15,000.00	3,240.00	103.80	11,656.20
1620-400-00-1000	Prof Dev Other	1,000.00	0.00	1,000.00	0.00	0.00	1,000.00
1620-402-00-0000	Natural Gas	126,500.00	0.00	126,500.00	6,581.87	0.00	119,918.13
1620-407-00-0000	Electricity	177,000.00	0.00	177,000.00	30,328.62	0.00	146,671.38
1620-408-00-0000	Telephone	15,852.00	0.00	15,852.00	1,384.31	720.00	13,547.69
1620-490-00-0000	BOCES Services	23,069.00	0.00	23,069.00	2,306.90	0.00	20,762.10
1620-500-00-0000	Operation Supplies	70,000.00	0.00	70,000.00	39,581.37	2,888.33	27,430.30
1620-500-01-0000	Auditorium Supplies	1,000.00	0.00	1,000.00	0.00	0.00	1,000.00
1621-160-00-0000	Maintenance Salaries	389,111.00	0.00	389,111.00	97,475.97	208,779.53	82,855.50
1621-160-02-0000	Maint Salaries - Chem Hyg	2,940.00	0.00	2,940.00	0.00	1,000.00	1,940.00
1621-200-00-0000	Maintenance Equipment	40,000.00	0.00	40,000.00	9,952.32	8,700.00	21,347.68
1621-200-01-0000	Auditorium Equipment	5,000.00	0.00	5,000.00	0.00	0.00	5,000.00
1621-200-02-0000	Equip - Security	25,000.00	0.00	25,000.00	0.00	0.00	25,000.00
1621-400-00-0000	Maintenance Other	85,000.00	0.00	85,000.00	8,093.39	4,800.00	72,106.61
1621-400-01-0000	Auditorium Other	2,500.00	0.00	2,500.00	0.00	0.00	2,500.00
1621-490-00-0000	Maintenance - BOCES Svces	19,780.00	0.00	19,780.00	2,076.90	0.00	17,703.10
1621-500-00-0000	Maintenance Supplies	35,000.00	0.00	35,000.00	13,492.14	29,927.14	-8,419.28
1670-400-00-0000	Mailing Other Expense	7,525.00	0.00	7,525.00	502.69	0.00	7,022.31
1670-490-00-0000	Printing BOCES Services	3,000.00	0.00	3,000.00	400.00	0.00	2,600.00
1670-500-00-0000	Mailing Supplies	500.00	0.00	500.00	0.00	0.00	500.00
1680-490-00-0000	Data Processing BOCES	558,358.00	0.00	558,358.00	52,603.67	0.00	505,754.33
16 Central Services - State Function Group Subtotal		1,938,900.00	0.00	1,938,900.00	359,730.40	465,798.37	1,113,371.23
1910-400-00-0000	Unallocated Insurance	97,959.00	0.00	97,959.00	77,470.40	0.00	20,488.60
1964-400-00-0000	Refund of Real Property	2,500.00	0.00	2,500.00	0.00	0.00	2,500.00
1981-490-00-0000	BOCES Admin. Charge	454,927.00	0.00	454,927.00	45,492.70	0.00	409,434.30
1983-490-00-0000	BOCES Capital Expense	194,328.00	0.00	194,328.00	19,432.80	0.00	174,895.20
19 Special Items (Contractual Expense) - State Function Group Sub		749,714.00	0.00	749,714.00	142,395.90	0.00	607,318.10
2010-490-00-0000	BOCES Curriculum Develop	55,977.00	0.00	55,977.00	2,879.20	0.00	53,097.80
2020-150-00-0000	Principals' Salaries-Elem	102,760.00	0.00	102,760.00	26,320.00	71,440.00	5,000.00
2020-150-05-0000	Principals' Salaries-HS	134,629.00	0.00	134,629.00	34,361.67	98,267.33	2,000.00
2020-161-00-0000	Secretaries' Sal - Elem	42,453.00	0.00	42,453.00	9,688.63	29,797.67	2,966.70
2020-161-05-0000	Secretaries' Sal - HS	45,244.00	0.00	45,244.00	11,428.13	31,019.17	2,796.70
2020-162-00-0000	Monitors' Salaries - K-5	4,558.00	0.00	4,558.00	312.12	4,695.33	-449.45
2020-162-05-0000	Monitors' Salaries - 7-12	2,645.00	0.00	2,645.00	164.26	2,471.24	9.50
2020-400-00-0000	Super Other Exp - Elem	4,110.00	0.00	4,110.00	151.29	0.00	3,958.71
2020-400-00-1000	Prof Dev Other Elem	1,000.00	0.00	1,000.00	59.69	0.00	940.31
2020-400-05-0000	Super Other Exp - HS	5,885.00	0.00	5,885.00	0.00	0.00	5,885.00

MADRID-WADDINGTON CSD

Budget Status Report As Of: 09/30/2026

Fiscal Year: 2027

Fund: A GENERAL FUND

Budget Account	Description	Initial Appropriation	Adjustments	Current Appropriation	Year-to-Date Expenditures	Encumbrance Outstanding	Unencumbered Balance
2020-400-05-1000	Prof Dev Other HS	5,000.00	0.00	5,000.00	184.34	0.00	4,815.66
2020-500-00-0000	Supervision Sup - Elem	750.00	0.00	750.00	127.54	249.88	372.48
2020-500-05-0000	Supervision Sup - HS	750.00	0.00	750.00	0.00	0.00	750.00
2060-400-00-0000	Grant Writer Services	14,000.00	0.00	14,000.00	5,000.00	9,000.00	0.00
20 Administration and Improvement - State Function Group Subtot:		419,761.00	0.00	419,761.00	90,676.87	246,940.72	82,143.41
2110-120-00-0000	Teacher Salaries K-3	917,831.00	0.00	917,831.00	70,097.02	830,628.74	17,105.24
2110-120-01-0000	TCH Salaries K-3 PROF DEV	15,000.00	0.00	15,000.00	12,000.00	0.00	3,000.00
2110-120-01-1000	TCH Sal Pre-K PROF Dev	1,000.00	0.00	1,000.00	800.00	0.00	200.00
2110-121-00-0000	4-5 ELEMENTARY TEACHERS	631,909.00	0.00	631,909.00	50,177.68	578,877.94	2,853.38
2110-121-01-0000	TCH Salaries 4-5 PROF DEV	7,500.00	0.00	7,500.00	7,000.00	0.00	500.00
2110-121-03-0000	6 ELEM TCH SALARIES	290,472.00	0.00	290,472.00	22,021.22	265,745.54	2,705.24
2110-121-03-1000	6 Tch Prof Dev Stipends	1,500.00	0.00	1,500.00	1,200.00	0.00	300.00
2110-122-00-0000	K-3 ELEM TCH ASSISTANT	6,700.00	0.00	6,700.00	420.00	0.00	6,280.00
2110-122-00-1000	Pre-K TCH ASSISTANT	64,522.00	0.00	64,522.00	367.52	0.00	64,154.48
2110-123-00-0000	4-5 ELEM TCH ASSISTANT	5,200.00	0.00	5,200.00	0.00	0.00	5,200.00
2110-123-01-0000	6 TCH ASSISTANT	1,500.00	0.00	1,500.00	0.00	0.00	1,500.00
2110-130-00-0000	Teacher Salaries 7-12	1,657,392.00	0.00	1,657,392.00	141,114.68	1,518,461.00	-2,183.68
2110-130-01-0000	TCH Sal 7-12 PROF DEV	15,000.00	0.00	15,000.00	11,800.00	0.00	3,200.00
2110-131-00-0000	TCH ASSIST Salaries 7-12	5,200.00	0.00	5,200.00	320.00	3,840.00	1,040.00
2110-140-00-0000	Substitute Teachers - K-5	72,000.00	0.00	72,000.00	2,520.00	0.00	69,480.00
2110-140-00-1000	Substitute Tch -Pre-K	1,000.00	0.00	1,000.00	0.00	0.00	1,000.00
2110-140-02-0000	Substitute Teachers - 6	5,000.00	0.00	5,000.00	0.00	0.00	5,000.00
2110-140-03-0000	Substitute TCH - 7-12	115,485.00	0.00	115,485.00	6,643.60	0.00	108,841.40
2110-150-00-0000	Tutoring Salaries- K-3	5,000.00	0.00	5,000.00	0.00	0.00	5,000.00
2110-150-01-0000	Tutoring Salaries- 4-5	2,000.00	0.00	2,000.00	0.00	0.00	2,000.00
2110-150-02-0000	Tutoring Salaries- 6	1,000.00	0.00	1,000.00	0.00	0.00	1,000.00
2110-150-05-0000	Tutoring Salaries- 7-12	23,000.00	0.00	23,000.00	0.00	0.00	23,000.00
2110-160-00-0000	NON-INSTR SALARIES - K-5	1,700.00	0.00	1,700.00	0.00	0.00	1,700.00
2110-160-00-1000	NON-INSTR SALARIES Pre-K	1,000.00	0.00	1,000.00	0.00	0.00	1,000.00
2110-160-01-0000	NON-INSTR SALARIES 6	250.00	0.00	250.00	0.00	0.00	250.00
2110-160-05-0000	NON-INSTR SALARIES - 7-12	2,000.00	0.00	2,000.00	0.00	0.00	2,000.00
2110-200-00-0000	General Equipment K-12	27,000.00	0.00	27,000.00	0.00	12,993.80	14,006.20
2110-400-00-0000	General Other Expense	25,000.00	0.00	25,000.00	3,370.82	267.00	21,362.18
2110-400-00-2000	Stripe - ExtraCurr	0.00	0.00	0.00	0.00	0.00	0.00
2110-400-01-0000	General Other Exp Pre-K	275.00	0.00	275.00	0.00	0.00	275.00
2110-400-01-1000	General Other Exp K-5	12,350.00	0.00	12,350.00	705.00	0.00	11,645.00
2110-400-03-0000	General Other Exp 6	425.00	0.00	425.00	6,832.00	0.00	-6,407.00
2110-400-03-1700	PRE-K Teacher Conference	500.00	0.00	500.00	0.00	0.00	500.00

MADRID-WADDINGTON CSD
Budget Status Report As Of: 09/30/2026
Fiscal Year: 2027

Fund: A GENERAL FUND

Budget Account	Description	Initial Appropriation	Adjustments	Current Appropriation	Year-to-Date Expenditures	Encumbrance Outstanding	Unencumbered Balance
2110-400-03-1800	K-5 Teacher Conference	3,000.00	0.00	3,000.00	44,206.00	0.00	-41,206.00
2110-400-03-2000	6 Teacher Conference	750.00	0.00	750.00	0.00	0.00	750.00
2110-400-05-0000	General Other Exp 7-12	19,050.00	0.00	19,050.00	3,156.50	100.00	15,793.50
2110-400-05-1700	7-12 Teacher Conference	3,000.00	0.00	3,000.00	755.00	878.10	1,365.90
2110-470-00-0000	Tuition - K-5	25,000.00	0.00	25,000.00	0.00	0.00	25,000.00
2110-470-03-1000	Tuition - 6	1,500.00	0.00	1,500.00	0.00	0.00	1,500.00
2110-470-03-1100	Tuition - 7-12	84,000.00	0.00	84,000.00	0.00	0.00	84,000.00
2110-480-03-0100	Textbooks K-5	43,645.00	0.00	43,645.00	4,491.39	0.00	39,153.61
2110-480-05-0100	Textbooks 7-12	13,000.00	0.00	13,000.00	12,272.88	839.66	-112.54
2110-480-00-0000	BOCES Services	259,908.00	0.00	259,908.00	62,419.57	0.00	197,488.43
2110-500-00-0000	General K-12 Supplies	25,000.00	0.00	25,000.00	5,011.55	0.00	19,988.45
2110-500-03-0000	General Pre-K Supplies	1,825.00	0.00	1,825.00	1,758.16	0.00	68.84
2110-500-03-0100	General K-5 Supplies	36,878.00	0.00	36,878.00	22,432.59	1,378.02	13,069.39
2110-500-03-0120	General 6 Supplies	3,250.00	0.00	3,250.00	1,219.26	0.00	2,030.74
2110-500-05-0000	General 7-12 Supplies	27,950.00	0.00	27,950.00	14,572.74	1,327.45	12,049.81
2250-150-00-0000	Handicapped TCH SAL K-5	261,525.00	0.00	261,525.00	17,575.46	193,300.12	50,649.42
2250-150-00-0100	Sub Hdcp Tch Sal K-5	2,500.00	0.00	2,500.00	0.00	0.00	2,500.00
2250-150-00-1000	Hdcp Tch Prof Dev K-5	3,500.00	0.00	3,500.00	3,920.00	0.00	-420.00
2250-150-03-0100	Handicapped TCH SAL 6	66,599.00	0.00	66,599.00	5,165.82	47,265.19	14,167.99
2250-150-03-0300	Sub Hdcp TCH SAL 6	750.00	0.00	750.00	19.60	0.00	730.40
2250-150-03-1100	Hdcp TCH SAL 6 Prof Dev	250.00	0.00	250.00	0.00	0.00	250.00
2250-150-05-0000	Handicapped TCH SAL 7-12	210,039.00	0.00	210,039.00	20,475.24	207,322.40	-17,758.64
2250-150-05-0100	Sub Hdcp TCH SAL 7-12	3,000.00	0.00	3,000.00	120.40	0.00	2,879.60
2250-150-05-1000	Hdcp TchSal 7-12 Prof Dev	2,500.00	0.00	2,500.00	1,800.00	0.00	700.00
2250-151-00-0000	Hdcp Tch Asst K-5	180,865.00	0.00	180,865.00	16,188.91	156,638.14	16,037.95
2250-151-03-0100	Hdcp Tch Asst 6	0.00	0.00	0.00	1,004.57	8,111.16	-8,115.73
2250-151-05-0000	Hdcp Tch Asst 7-12	233,955.00	0.00	233,955.00	20,129.77	201,444.28	12,380.95
2250-160-00-0000	Hdcp Noninstr Sal Pre-K	4,000.00	0.00	4,000.00	1,423.80	3,864.60	-1,288.40
2250-160-01-0000	Hdcp Noninstr Sal K-5	3,500.00	0.00	3,500.00	0.00	0.00	3,500.00
2250-160-03-0100	Hdcp Noninstr Sal 6	2,000.00	0.00	2,000.00	0.00	0.00	2,000.00
2250-160-05-0000	Hdcp Noninstr Sal 7-12	25,000.00	0.00	25,000.00	8,183.98	22,213.64	-5,397.62
2250-200-00-0000	Hdcp Equip - K-5	5,000.00	0.00	5,000.00	0.00	0.00	5,000.00
2250-400-00-0000	Hdcp Other Expense - K-5	95,000.00	0.00	95,000.00	0.00	0.00	95,000.00
2250-400-00-1000	Hdcp Prof Dev Other - K-5	2,500.00	0.00	2,500.00	0.00	0.00	2,500.00
2250-400-00-1100	Hdcp Other Exp - Pre-K	500.00	0.00	500.00	0.00	0.00	500.00
2250-400-03-0100	Hdcp Other Expense - 6	15,000.00	0.00	15,000.00	0.00	0.00	15,000.00
2250-400-03-1100	Hdcp Prof Dev Other - 6	250.00	0.00	250.00	0.00	0.00	250.00
2250-400-05-0000	Hdcp Other Expense - 7-12	45,000.00	0.00	45,000.00	450.00	0.00	44,550.00
2250-400-05-1000	Hdcp Prof Dev Other 7-12	2,500.00	0.00	2,500.00	0.00	0.00	2,500.00

MADRID-WADDINGTON CSD

Budget Status Report As Of: 09/30/2026

Fiscal Year: 2027

Fund: A GENERAL FUND

Budget Account	Description	Initial Appropriation	Adjustments	Current Appropriation	Year-to-Date Expenditures	Encumbrance Outstanding	Unencumbered Balance
2250-470-00-0000	Handicapped tuition K-5	110,000.00	0.00	110,000.00	0.00	0.00	110,000.00
2250-470-05-0000	Handicapped tuition 7-12	209,000.00	0.00	209,000.00	0.00	0.00	209,000.00
2250-490-00-0000	Handicapped BOCES Svces	1,730,500.00	0.00	1,730,500.00	135,343.80	0.00	1,595,156.20
2250-500-00-0000	CSE Supplies	2,500.00	0.00	2,500.00	0.00	0.00	2,500.00
2250-500-00-1000	CSE Supplies - UPK	1,000.00	0.00	1,000.00	0.00	0.00	1,000.00
2250-500-03-0000	Handicapped K-5 Supplies	3,000.00	0.00	3,000.00	92.04	0.00	2,907.96
2250-500-03-0200	Handicapped 6 Supplies	3,500.00	0.00	3,500.00	104.96	0.00	3,395.04
2250-500-05-0000	Handicapped 7-12 Supplies	4,000.00	0.00	4,000.00	877.85	8.28	3,113.87
2280-150-00-0000	Occ Ed Teacher Salaries	45,439.00	0.00	45,439.00	3,858.80	40,619.25	960.95
2280-150-00-0100	Sub Occ Ed Tch Salaries	500.00	0.00	500.00	0.00	0.00	500.00
2280-150-00-1100	Occ Ed Prof Dev Tch Sal	1,000.00	0.00	1,000.00	1,393.60	0.00	-393.60
2280-400-05-0000	General Occ Ed Other Exp	2,000.00	0.00	2,000.00	0.00	0.00	2,000.00
2280-490-00-0000	Occ Ed BOCES Services	590,370.00	0.00	590,370.00	59,037.00	0.00	531,333.00
2280-500-05-0000	General Occ Ed Supplies	1,500.00	0.00	1,500.00	0.00	0.00	1,500.00
2330-490-00-0000	BOCES Teaching Spec Sch	22,410.00	0.00	22,410.00	747.00	0.00	21,663.00
21 Teaching - State Function Group Subtotal		8,385,919.00	0.00	8,385,919.00	807,597.78	4,098,123.31	3,480,197.91
2610-150-00-0000	Library InstrSal - K-5	61,096.00	0.00	61,096.00	4,622.92	55,475.02	988.06
2610-150-00-0100	Sub Lib Instr Sal - K-5	500.00	0.00	500.00	0.00	0.00	500.00
2610-150-03-0200	Sub Lib InstrSal	500.00	0.00	500.00	0.00	0.00	500.00
2610-150-05-0000	Library InstrSal - 7-12	6,497.00	0.00	6,497.00	420.08	5,040.98	1,035.94
2610-151-00-0000	LIB TCH ASSIST SAL - K-5	1,000.00	0.00	1,000.00	0.00	0.00	1,000.00
2610-400-00-0000	Lib & AV K-5 Other E	225.00	0.00	225.00	0.00	0.00	225.00
2610-400-03-0100	Lib & AV 6 Other E	75.00	0.00	75.00	0.00	0.00	75.00
2610-400-05-0000	Lib & AV 7-12 Other E	200.00	0.00	200.00	0.00	0.00	200.00
2610-460-00-0000	K-5 Library & AV Loan	3,000.00	0.00	3,000.00	1,884.40	0.00	1,115.60
2610-460-03-0100	6 Library & AV Loan	1,000.00	0.00	1,000.00	0.00	0.00	1,000.00
2610-460-05-0000	7-12 Library & AV Loan	4,000.00	0.00	4,000.00	2,636.23	0.00	1,363.77
2610-490-00-0000	Library & AV BOCES	48,758.00	0.00	48,758.00	4,875.80	0.00	43,882.20
2610-500-00-0000	Library & AV K-5 Supplie	750.00	0.00	750.00	612.02	54.94	83.04
2610-500-03-0100	Library & AV 6 Supplie	200.00	0.00	200.00	0.00	0.00	200.00
2610-500-05-0000	Library & AV 7-12 Supplie	800.00	0.00	800.00	492.68	302.24	5.08
2630-160-00-0000	Noninstructional Salaries	0.00	0.00	0.00	49.50	0.00	-49.50
2630-220-00-0000	State Aided Comput Hrdwre	16,000.00	0.00	16,000.00	1,149.00	0.00	14,851.00
2630-400-00-0000	Computer Other	2,500.00	0.00	2,500.00	1,487.39	280.95	751.66
2630-400-00-1000	Comp Prof Dev Other	12,000.00	0.00	12,000.00	316.63	1,525.00	10,158.37
2630-460-03-0000	K-5 Software	7,000.00	0.00	7,000.00	803.99	882.50	5,313.51
2630-460-05-0000	6-12 Software	7,000.00	0.00	7,000.00	1,003.00	280.00	5,717.00
2630-490-00-0000	Computer BOCES	145,000.00	0.00	145,000.00	57,239.25	0.00	87,760.75

MADRID-WADDINGTON CSD

Budget Status Report As Of: 09/30/2026

Fiscal Year: 2027

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Budget Account	Description	Initial Appropriation	Adjustments	Current Appropriation	Year-to-Date Expenditures	Encumbrance Outstanding	Unencumbered Balance
2630-500-00-0000	Comp & STEAM Supplies K-5	36,000.00	0.00	36,000.00	11,945.80	5,637.78	17,416.42
2630-500-05-0000	Comp & STEAM Sup. 6-12	36,000.00	0.00	36,000.00	11,945.04	1,962.67	21,072.29
26 Instructional Media - State Function Group Subtotal		398,101.00	0.00	398,101.00	101,483.73	71,442.08	216,176.19
2805-160-00-0000	Attendance Salaries	38,569.00	0.00	38,569.00	2,723.42	36,681.08	164.50
2805-400-00-0000	Attendance Other Exp	600.00	0.00	600.00	0.00	0.00	600.00
2810-150-00-0000	Guidance Instr Sal K-5	76,954.00	0.00	76,954.00	0.00	0.00	76,954.00
2810-150-00-0100	Sub Guid Instr Sal K-5	0.00	0.00	0.00	3,275.80	0.00	-3,275.80
2810-150-00-1000	Instructional Salaries	150.00	0.00	150.00	0.00	0.00	150.00
2810-150-00-1300	Guid Prof Dev 6	150.00	0.00	150.00	0.00	0.00	150.00
2810-150-03-0100	Guidance Instr Sal 6	52,787.00	0.00	52,787.00	3,514.54	42,174.72	7,097.74
2810-150-05-0000	Guidance Instr Sal 7-12	136,011.00	0.00	136,011.00	20,721.10	96,715.30	18,574.60
2810-150-05-1000	Guid 7-12 Prof Dev	500.00	0.00	500.00	200.00	0.00	300.00
2810-160-00-0000	Guide Noninst Sal - K-5	1,000.00	0.00	1,000.00	0.00	0.00	1,000.00
2810-160-03-0100	Guide Noninst Sal - 6	2,518.00	0.00	2,518.00	548.17	1,467.87	481.96
2810-160-05-0000	Guide Noninst Sal - 7-12	11,587.00	0.00	11,587.00	2,983.57	7,039.77	1,963.66
2810-400-00-0000	Guidance Other Exp K-5	1,750.00	0.00	1,750.00	0.00	0.00	1,750.00
2810-400-03-0100	Guidance Other Exp 6	250.00	0.00	250.00	0.00	0.00	250.00
2810-500-00-0000	Guidance Other Exp 7-12	1,000.00	0.00	1,000.00	0.00	0.00	1,000.00
2810-500-00-0000	Guidance Supplies	250.00	0.00	250.00	93.62	0.00	156.38
2810-500-03-0000	Guidance Sup K-5	500.00	0.00	500.00	4.53	0.00	495.47
2810-500-03-0200	Guidance Sup 6	250.00	0.00	250.00	78.38	31.50	140.12
2810-500-05-0000	Guidance Supplies 7-12	750.00	0.00	750.00	178.28	6.88	564.73
2815-150-00-0000	Health Services Sal	0.00	0.00	0.00	200.00	0.00	-200.00
2815-160-00-0000	Health Services Sal	112,710.00	0.00	112,710.00	10,222.91	98,071.84	4,415.25
2815-400-00-0000	Health Services Other Exp	15,000.00	0.00	15,000.00	6,000.00	6,000.00	3,000.00
2815-500-00-0000	Health Services Supplies	5,000.00	0.00	5,000.00	3,605.68	576.50	817.82
2820-150-00-0000	Psychological Salaries	69,674.00	0.00	69,674.00	7,785.30	64,208.30	-2,319.60
2820-150-00-1000	Psych. Sal. Prof Dev	1,500.00	0.00	1,500.00	2,895.60	0.00	-1,395.60
2820-400-00-0000	Psychological Other	2,500.00	0.00	2,500.00	125.00	0.00	2,375.00
2820-400-00-1000	Psych Prof Dev Other	500.00	0.00	500.00	0.00	0.00	500.00
2820-500-00-0000	Psychological Supplies	6,000.00	0.00	6,000.00	2,409.71	0.00	3,590.29
2850-150-00-0000	Coccurricular Sal. 7-12	81,813.00	0.00	81,813.00	0.00	81,927.00	-114.00
2850-150-03-0000	After School Salaries K-5	18,000.00	0.00	18,000.00	0.00	4,303.00	13,697.00
2850-150-03-0100	After School Sal.	0.00	0.00	0.00	0.00	6,435.00	-6,435.00
2850-150-03-0200	After School Sal. 6	1,000.00	0.00	1,000.00	0.00	0.00	1,000.00
2850-150-03-0300	Summer School Elem	25,000.00	0.00	25,000.00	19,428.71	0.00	5,571.29
2850-150-05-0000	After School Prog 7-12	5,000.00	0.00	5,000.00	322.53	0.00	4,677.47
2850-150-05-0200	Instructional Salaries	5,932.00	0.00	5,932.00	0.00	0.00	5,932.00

MADRID-WADDINGTON CSD
Budget Status Report As Of: 09/30/2026
Fiscal Year: 2027
Fund: A GENERAL FUND

Budget Account	Description	Initial Appropriation	Adjustments	Current Appropriation	Year-to-Date Expenditures	Encumbrance Outstanding	Unencumbered Balance
2850-150-05-2000	Summer School 7-12	0.00	0.00	0.00	7,662.00	0.00	-7,662.00
2850-400-00-0000	General Co. Other 7-12	1,500.00	0.00	1,500.00	0.00	0.00	1,500.00
2850-400-02-0000	Debate Other Expense	200.00	0.00	200.00	0.00	0.00	200.00
2850-400-03-0000	After School Other - K-5	1,000.00	0.00	1,000.00	0.00	0.00	1,000.00
2850-400-03-0200	After School Other - 6	200.00	0.00	200.00	0.00	0.00	200.00
2850-400-03-0300	Summer School Other - Ele	500.00	0.00	500.00	640.00	0.00	-140.00
2850-400-05-0000	After School Other - 7-12	500.00	0.00	500.00	0.00	0.00	500.00
2850-400-05-0200	Theatre Other	4,000.00	0.00	4,000.00	0.00	0.00	4,000.00
2850-500-00-0000	Cocur. General Sup. 7-12	500.00	0.00	500.00	0.00	0.00	500.00
2850-500-02-0000	Debate Supplies	750.00	0.00	750.00	0.00	0.00	750.00
2850-500-03-0000	After School Sup. K-5	1,500.00	0.00	1,500.00	0.00	820.00	680.00
2850-500-03-0200	After School Sup. 6	300.00	0.00	300.00	0.00	0.00	300.00
2850-500-03-0300	Summer School Sup - Elem	5,000.00	0.00	5,000.00	1,243.95	0.00	3,756.05
2850-500-05-0000	After School Sup. 7-12	750.00	0.00	750.00	224.10	0.00	525.90
2850-500-05-0200	Theatre Supplies	7,500.00	0.00	7,500.00	0.00	0.00	7,500.00
2855-150-00-0000	Coaches' Salaries	141,247.00	0.00	141,247.00	800.00	138,259.00	4,188.00
2855-200-05-0100	Equipment - Uniforms	10,000.00	0.00	10,000.00	8,728.00	0.00	1,272.00
2855-200-05-1400	General Athletic Equipmen	7,500.00	0.00	7,500.00	0.00	0.00	7,500.00
2855-400-05-1400	General Athletic Other Ex	70,788.00	0.00	70,788.00	6,139.10	0.00	64,648.90
2855-490-00-0000	BOCES - Section X Coord	19,133.00	0.00	19,133.00	1,872.30	0.00	17,260.70
2855-500-05-1400	General Athletic Supplies	26,500.00	0.00	26,500.00	404.80	5,032.30	21,062.90
2855-500-05-1700	AED Supplies	2,500.00	0.00	2,500.00	0.00	0.00	2,500.00
28 Pupil Services - State Function Group Subtotal		977,071.00	0.00	977,071.00	114,841.10	586,770.17	275,659.73
5510-160-00-0000	Transportation Salaries	749,416.00	0.00	749,416.00	74,350.93	499,336.89	175,728.18
5510-160-00-1000	Transp Sal - Pre-K	35,761.00	0.00	35,761.00	3,074.25	10,306.30	22,380.45
5510-162-00-0000	Transp Office-Super Salar	126,895.00	0.00	126,895.00	33,773.67	93,171.28	-49.95
5510-200-00-0000	Transportation Equipment	5,500.00	0.00	5,500.00	0.00	6,003.98	-503.98
5510-210-00-0000	BUSES	441,000.00	0.00	441,000.00	198,875.04	0.00	242,124.96
5510-400-00-0000	Transportation Other Exp	15,000.00	0.00	15,000.00	5,519.37	0.00	9,480.63
5510-400-00-1000	Transp Prof Dev Other Exp	750.00	0.00	750.00	0.00	0.00	750.00
5510-401-00-0000	Transportation Insurance	29,369.00	0.00	29,369.00	17,683.00	0.00	11,686.00
5510-490-00-0000	BOCES Transp. Services	7,596.00	0.00	7,596.00	823.40	0.00	6,772.60
5510-500-00-0000	Transportation Supplies	10,000.00	0.00	10,000.00	532.98	0.00	9,467.04
5510-570-00-0000	Transportation Parts	57,000.00	0.00	57,000.00	15,691.56	2,212.82	39,095.62
5510-571-00-0000	Transportation Gasoline	125,000.00	0.00	125,000.00	4,933.16	0.00	120,066.84
5510-572-00-0000	Trans Oil/Fluids/Def	9,000.00	0.00	9,000.00	1,603.08	0.00	7,396.92
5510-573-00-0000	Transportation Tires & Ch	15,000.00	0.00	15,000.00	5,215.50	0.00	9,784.50
5530-200-00-0000	Equipment	5,000.00	0.00	5,000.00	0.00	0.00	5,000.00

MADRID-WADDINGTON CSD
Budget Status Report As Of: 09/30/2026
Fiscal Year: 2027
Fund: A GENERAL FUND

Budget Account	Description	Initial Appropriation	Adjustments	Current Appropriation	Year-to-Date Expenditures	Encumbrance Outstanding	Unencumbered Balance
5530-400-00-0000	Bus Garage Other Expense	16,500.00	0.00	16,500.00	408.00	0.00	16,092.00
5530-410-00-0000	Bus Garage Insurance	16,999.00	0.00	16,999.00	20,439.90	0.00	-3,440.90
5530-420-00-0000	Natural Gas	30,000.00	0.00	30,000.00	658.37	0.00	29,341.63
5530-470-00-0000	Garage Bldg Electricity	15,000.00	0.00	15,000.00	1,386.62	0.00	13,613.38
5530-500-00-0000	Bus Garage Supplies	5,500.00	0.00	5,500.00	623.93	0.00	4,876.07
5540-400-00-0000	Contract Transportation	25,000.00	0.00	25,000.00	0.00	0.00	25,000.00
66 Pupil Transportation - State Function Group Subtotal		1,741,288.00	0.00	1,741,288.00	388,592.74	611,031.27	744,661.99
7140-150-00-0000	Fitness Center Instruc	4,909.00	0.00	4,909.00	0.00	4,908.00	1.00
7140-160-00-0000	Fitness Center Non-Instr	25,000.00	0.00	25,000.00	4,554.00	0.00	20,446.00
7140-200-00-0000	Fitness Center Equip	12,000.00	0.00	12,000.00	0.00	0.00	12,000.00
7140-400-00-0000	Fitness Center Other	2,500.00	0.00	2,500.00	0.00	0.00	2,500.00
7140-500-00-0000	Fintness center supplies	3,000.00	0.00	3,000.00	0.00	0.00	3,000.00
7 Community Services - State Function Group Subtotal		47,409.00	0.00	47,409.00	4,554.00	4,908.00	37,947.00
9010-800-00-0000	State Retirement	337,516.00	0.00	337,516.00	63,876.80	207,504.65	66,134.55
9020-800-00-0000	Teacher Retirement	521,713.00	0.00	521,713.00	47,865.76	391,792.69	82,054.55
9030-800-00-0000	Social Security	624,712.00	0.00	624,712.00	75,471.58	479,922.02	69,318.40
9040-800-00-0000	Workers' Compensation	48,280.00	0.00	48,280.00	8,743.44	27,324.00	12,222.56
9050-800-00-0000	Unemployment Insurance	10,000.00	0.00	10,000.00	0.00	0.00	10,000.00
9060-800-00-0000	Health Insurance	2,920,646.00	0.00	2,920,646.00	1,261,071.92	55,202.05	1,604,372.03
9060-800-00-1000	Health Ins. - Retirees	1,729,043.00	0.00	1,729,043.00	258,316.49	0.00	1,470,726.51
9060-810-00-0000	Dental Insurance	0.00	0.00	0.00	11,960.99	0.00	-11,960.99
9089-800-00-0000	Other Employee Benefits	27,000.00	0.00	27,000.00	2,261.94	2,700.00	22,038.06
90 Employee Benefits - State Function Group Subtotal		6,218,920.00	0.00	6,218,920.00	1,729,568.92	1,164,445.41	3,324,905.67
9711-600-00-0000	Building Bond Principal	490,000.00	0.00	490,000.00	0.00	0.00	490,000.00
9711-700-00-0000	Building Bond Interest	200,293.00	0.00	200,293.00	0.00	0.00	200,293.00
9731-600-00-0000	BAN Principal	312,500.00	0.00	312,500.00	22,500.00	0.00	290,000.00
9731-700-00-0000	BAN Interest	817,696.00	0.00	817,696.00	305,695.83	0.00	512,000.17
9770-700-00-0000	Revenue Anticipation Note	10,000.00	0.00	10,000.00	0.00	0.00	10,000.00
9788-600-00-0000	Principal	40,000.00	0.00	40,000.00	0.00	0.00	40,000.00
9788-700-00-0000	Interest	3,500.00	0.00	3,500.00	0.00	0.00	3,500.00
97 Debt Service - State Function Group Subtotal		1,873,989.00	0.00	1,873,989.00	328,195.83	0.00	1,545,793.17
9901-930-00-0000	Transfer to School Lunch	125,000.00	0.00	125,000.00	0.00	0.00	125,000.00
9901-950-00-0000	Transfer to Special	20,000.00	0.00	20,000.00	0.00	0.00	20,000.00
9950-900-00-0000	Transfer to Capital/Debt	100,000.00	0.00	100,000.00	231,865.57	0.00	-131,865.57
99 Interfund Transfers - State Function Group Subtotal		245,000.00	0.00	245,000.00	231,865.57	0.00	13,134.43
Total GENERAL FUND		23,577,895.00	0.00	23,577,895.00	4,446,498.58	7,549,627.75	11,581,768.67

Madrid-Waddington Central School District
BUDGET REPORT
For The Period Ending September 30, 2026

Expenditures:

	<u>Original Approp.</u>	<u>Carry over</u>	<u>Total Approp</u>	<u>Expenditures</u>	<u>Encumb.</u>	<u>Available Balance</u>
Board of Education	\$ 143,508.00	\$ -	\$ 143,508.00	\$ 33,040.26	\$ 84,203.61	\$ 26,264.13
Central Administration	\$ 353,579.00	\$ -	\$ 353,579.00	\$ 96,164.86	\$ 195,848.56	\$ 61,565.58
Finance	\$ 73,022.00	\$ -	\$ 73,022.00	\$ 16,924.02	\$ 20,116.25	\$ 35,981.73
Legal Services	\$ 41,716.00	\$ -	\$ 41,716.00	\$ 4,066.60	\$ -	\$ 37,649.40
Central Services	\$ 1,938,900.00	\$ -	\$ 1,938,900.00	\$ 359,730.40	\$ 465,798.37	\$ 1,113,371.23
Special Items	\$ 749,714.00	\$ -	\$ 749,714.00	\$ 142,395.90	\$ -	\$ 607,318.10
Instruction	\$ 10,150,852.00	\$ -	\$ 10,150,852.00	\$ 1,114,399.48	\$ 5,003,276.28	\$ 4,033,176.24
Transportation	\$ 1,741,286.00	\$ -	\$ 1,741,286.00	\$ 385,592.74	\$ 611,031.27	\$ 744,661.99
Community Services	\$ 47,409.00	\$ -	\$ 47,409.00	\$ 4,554.00	\$ 4,908.00	\$ 37,947.00
Employee Benefits	\$ 6,218,920.00	\$ -	\$ 6,218,920.00	\$ 1,729,568.92	\$ 1,164,445.41	\$ 3,324,905.67
Debt Service	\$ 1,873,989.00	\$ -	\$ 1,873,989.00	\$ 328,195.83	\$ -	\$ 1,545,793.17
Interfund Transfers	\$ 245,000.00	\$ -	\$ 245,000.00	\$ 231,865.57	\$ -	\$ 13,134.43
	\$ 23,577,895.00	\$ -	\$ 23,577,895.00	\$ 4,446,498.58	\$ 7,549,627.75	\$ 11,581,768.67

MADRID-WADDINGTON CSD

A/P Check Register

Bank Account: CBGENFUND - COMMUNITY BANK GENERAL FUND

Check Number	Check Date	Pay Type	Remit To	Warrant	Fund	Recorded	Void	Date	Reason	Check Amount	Check Number
097561	09/04/2026	C	525 TECHNOLOGIES	0015		No	No			\$1,141.75	097561
097562	09/04/2026	C	ASBO NEW YORK	0015		No	No			\$450.16	097562
097563	09/04/2026	C	AUTO ZONE STORE 02984	0015		No	No			\$479.96	097563
097564	09/04/2026	C	BARSTOW MOTORS INC	0015		No	No			\$107.90	097564
097565	09/04/2026	C	BOWERS & COMPANY CPAS, PLLC	0015		No	No			\$8,000.00	097565
097566	09/04/2026	C	BRICK & MORTAR MUSIC	0015		No	No			\$1,294.82	097566
097567	09/04/2026	C	Christy/Robert J.	0015		No	No			\$3,250.00	097567
097568	09/04/2026	C	D & S GREENHOUSE	0015		No	No			\$144.00	097568
097569	09/04/2026	C	EMPOWER FOR IMPROVEMENT, LLC	0015		No	No			\$5,000.00	097569
097570	09/04/2026	C	EVERWAY LLC	0015		No	No			\$1,795.98	097570
097571	09/04/2026	C	GILLEE'S AUTO TRUCK & MARINE	0015		No	No			\$1,723.39	097571
097572	09/04/2026	C	IBEY/KELLY J.	0015		No	No			\$109.99	097572
097573	09/04/2026	C	JOHNSON NEWSPAPER CORP	0015		No	No			\$182.57	097573
097574	09/04/2026	C	LIFETIME BENFITS SOLUTIONS, INC	0015		No	No			\$303.00	097574
097575	09/04/2026	C	LJC DISTRIBUTORS	0015		No	No			\$3,210.00	097575
097576	09/04/2026	C	MARCELLUS/ANGELA	0015		No	No			\$143.99	097576
097577	09/04/2026	C	MASSENA PLUMBING SUPPLY	0015		No	No			\$8.83	097577
097578	09/04/2026	C	MIRABITO ENERGY PRODUCTS	0015		No	No			\$1,523.69	097578
097579	09/04/2026	C	MORGANS AUTO SALES	0015		No	No			\$457.50	097579
097580	09/04/2026	C	MURRAY/JAMES H.	0015		No	No			\$200.00	097580
097581	09/04/2026	C	NATIONAL CENTER FOR YOUTH ISSUES	0015		No	No			\$755.00	097581
097582	09/04/2026	C	NEW YORK STATE SCHOOL BOARDS ASSOCIATION	0015		No	No			\$540.00	097582
097583	09/04/2026	C	NY BUS SALES	0015		No	No			\$198,875.04	097583
097584	09/04/2026	C	PAR, INC	0015		No	No			\$909.36	097584
097585	09/04/2026	C	PARMETER/SARAH	0015		No	No			\$129.00	097585
097586	09/04/2026	C	PLANBOOK INC.	0015		No	No			\$126.00	097586
097587	09/04/2026	C	REALLY GOOD STUFF	0015		No	No			\$239.91	097587
097588	09/04/2026	C	SENSORY EDGE	0015		No	No			\$349.99	097588
097589	09/04/2026	C	SLIC FIBER	0015		No	No			\$191.37	097589
097590	09/04/2026	C	ST LAWRENCE SUPPLY COMPANY	0015		No	No			\$1,380.87	097590
097591	09/04/2026	C	SWINYER/IVON M.	0015		No	No			\$94.99	097591
097592	09/04/2026	C	TEACHERS PAY TEACHERS	0015		No	No			\$477.18	097592
097593	09/04/2026	C	UNIPAK CORP	0015		No	No			\$3,565.00	097593
097594	09/04/2026	C	VENTRIS LEARNING LLC	0015		No	No			\$90.00	097594
097595	09/04/2026	C	VICTORY PROMOTIONS, INC.	0015		No	No			\$8,728.00	097595
097596	09/04/2026	C	W.B. MASON CO, INC.	0015		No	No			\$4,659.76	097596
097597	09/04/2026	C	WADDINGTON HARDWARE BUILDING SUPPLY	0015		No	No			\$84.52	097597
097598	09/09/2026	C	MWCS PAYROLL ACCOUNT	0016		No	No			\$341,618.86	097598

Payment Types: C=Computer Check A=Automated Payment E=Electronic Transfer(Manual) M=Manual Check

MADRID-WASHINGTON CSD

A/P Check Register
Bank Account: CBGENFUND - COMMUNITY BANK GENERAL FUND

Check Number	Check Date	Pay Type	Remit To	Warrant	Fund	Recorded	Void	Date	Reason	Check Amount	Check Number
097599	08/11/2026	C	AMAZON.COM	0017		No	No			\$390.58	097599
097600	08/11/2026	C	CONVERSE LABORATORIES, INC	0017		No	No			\$170.00	097600
097601	08/11/2026	C	EVERWAY LLC	0017		No	No			\$471.98	097601
097602	08/11/2026	C	FLINN SCIENTIFIC INC	0017		No	No			\$119.90	097602
097603	08/11/2026	C	FOLLETT CONTENT SOLUTIONS, INC	0017		No	No			\$875.20	097603
097604	08/11/2026	C	HOME DEPOT	0017		No	No			\$1,224.46	097604
097605	08/11/2026	C	JOHNSTONS WATER, LLC	0017		No	No			\$14.45	097605
097606	08/11/2026	C	LIBERTY UTILITIES - NY	0017		No	No			\$584.27	097606
097607	08/11/2026	C	LIBERTY UTILITIES - NY	0017		No	No			\$29.50	097607
097608	08/11/2026	C	LOWE'S WAREHOUSE	0017		No	No			\$762.16	097608
097609	08/11/2026	C	MCGRAW-HILL SCHOOL EDUCATION HOLDINGS, L	0017		No	No			\$278.39	097609
097610	08/11/2026	C	METCO SUPPLY INC	0017		No	No			\$75.70	097610
097611	08/11/2026	C	MWCS - SCHOOL CAFETERIA	0017		No	No			\$9,892.00	097611
097612	08/11/2026	C	NORTHERN INSURING AGENCY, INC	0017		No	No			\$2,508.00	097612
097613	08/11/2026	C	NY BUS SALES	0017		No	No			\$172.67	097613
097614	08/11/2026	C	QUILL CORPORATION	0017		No	No			\$124.79	097614
097615	08/11/2026	C	ST LAWRENCE SUPPLY COMPANY	0017		No	No			\$137.40	097615
097616	08/11/2026	C	TRANSFINDER CORPORATION	0017		No	No			\$4,650.00	097616
097617	08/11/2026	C	US FOODS	0017		No	No			\$3,256.46	097617
097618	08/11/2026	C	VITAL RECORDS CONTROL	0017		No	No			\$27.91	097618
097619	08/11/2026	C	WARD'S SCIENCE	0017		No	No			\$211.13	097619
097620	08/11/2026	C	WOODKENNY P.	0017		No	No			\$200.00	097620
097621	08/15/2026	C	A-Verdi Storage Containers	0018		No	No			\$2,337.00	097621
097622	08/15/2026	C	AMAZON.COM	0018		No	No			\$848.03	097622
097623	08/15/2026	C	COLLINSJAYCE	0018		No	No			\$130.80	097623
097624	08/15/2026	C	COOKITAMMY	0018		No	No			\$202.50	097624
097625	08/15/2026	C	FOLLETT CONTENT SOLUTIONS, INC	0018		No	No			\$433.03	097625
097626	08/15/2026	C	FRANCISANITA	0018		No	No			\$118.30	097626
097627	08/15/2026	C	HERRONRYAN	0018		No	No			\$118.30	097627
097628	08/15/2026	C	LEBERGE & CURTIS CO INC	0018		No	No			\$1,355.00	097628
097629	08/15/2026	C	MOOREJAMES	0018		No	No			\$117.70	097629
097630	08/15/2026	C	NATIONAL GRID	0018		No	No			\$416.37	097630
097631	08/15/2026	C	NATIONAL GRID	0018		No	No			\$7,050.47	097631
097632	08/15/2026	C	NORTH COUNTRY VOLLEYBALL BOARD	0018		No	No			\$86.00	097632
097633	08/15/2026	C	QUILL CORPORATION	0018		No	No			\$361.69	097633
097634	08/15/2026	C	RUDDYMICHAEL	0018		No	No			\$75.00	097634
097635	08/15/2026	C	SCHOLASTIC INC	0018		No	No			\$439.56	097635
097636	08/15/2026	C	SMITHADRIENNE	0018		No	No			\$173.00	097636
097637	08/15/2026	C	SPRAGUE ENERGY SOLUTIONS, INC.	0018		No	No			\$2,989.30	097637

Payment Types: C=Computer Check A=Automated Payment E=Electronic Transfer(Manual) M=Manual Check

MADRID-WADDINGTON CSD

A/P Check Register

Bank Account: CBGENFUND - COMMUNITY BANK GENERAL FUND

Check Number	Check Date	Pay Type	Remit To	Warrant	Fund	Recorded	Void	Date	Reason	Check Amount	Check Number
097638	09/15/2026	C	STANTONSHERRIE L	0018		No	No			\$281.39	097638
097639	09/15/2026	C	STARK\JOE	0018		No	No			\$100.00	097639
097640	09/15/2026	C	TEACHERS PAY TEACHERS	0018		No	No			\$110.85	097640
097641	09/15/2026	C	ULINE	0018		No	No			\$2,603.74	097641
097642	09/15/2026	C	UNITED CEREBRAL PALSY ASSOCIATION OF THE	0018		No	No			\$3,000.00	097642
097643	09/15/2026	C	USOA	0018		No	No			\$150.00	097643
097644	09/15/2026	C	W.B. MASON CO, INC.	0018		No	No			\$91.78	097644
097645	09/15/2026	C	WILHELMSCOTT	0018		No	No			\$188.30	097645
097646	09/22/2026	C	MWCS PAYROLL ACCOUNT	0019		No	No			\$334,978.92	097646
097647	09/24/2026	C	A-Verdi Storage Containers	0020		No	No			\$399.00	097647
097648	09/24/2026	C	AJ'S PORTABLES, LLC	0020		No	No			\$450.00	097648
097649	09/24/2026	C	AMAZON.COM	0020		No	No			\$691.92	097649
097650	09/24/2026	C	AUTO ZONE STORE 02984	0020		No	No			\$526.12	097650
097651	09/24/2026	C	BELILEWALKER	0020		No	No			\$117.70	097651
097652	09/24/2026	C	BOND SCHOENECK & KING, PLLC	0020		No	No			\$145.00	097652
097653	09/24/2026	C	BOXCAST	0020		No	No			\$1,308.00	097653
097654	09/24/2026	C	BOYDEN BROOK BODY WORKS	0020		No	No			\$9,960.54	097654
097655	09/24/2026	C	BRICK & MORTAR MUSIC	0020		No	No			\$1,205.71	097655
097656	09/24/2026	C	CASCADE SCHOOL SUPPLIES INC	0020		No	No			\$34.74	097656
097657	09/24/2026	C	COMPREHENSIBLE CLASSROOM LLC	0020		No	No			\$2,200.00	097657
097658	09/24/2026	C	DEMCO	0020		No	No			\$773.94	097658
097659	09/24/2026	C	DEWEY\HUNTER	0020		No	No			\$236.60	097659
097660	09/24/2026	C	FAUCHER\MICHAEL	0020		No	No			\$142.70	097660
097661	09/24/2026	C	FENNELL\KYLE	0020		No	No			\$235.10	097661
097662	09/24/2026	C	FREGOE\R. THOMAS	0020		No	No			\$105.50	097662
097663	09/24/2026	C	Gopher Performance	0020		No	No			\$1,077.07	097663
097664	09/24/2026	C	GRAINGER	0020		No	No			\$74.43	097664
097665	09/24/2026	C	GUARDIAN	0020		No	No			\$5,683.16	097665
097666	09/24/2026	C	HANSON\TRAVIS	0020		No	No			\$118.30	097666
097667	09/24/2026	C	HARRIS SCHOOL SOLUTIONS, INC	0020		No	No			\$1,549.55	097667
097668	09/24/2026	C	LaQuier\Henry	0020		No	No			\$224.10	097668
097669	09/24/2026	C	LASHOMB\RICHARD	0020		No	No			\$149.99	097669
097670	09/24/2026	C	LAVALLEY\CHRISTOPHER	0020		No	No			\$174.99	097670
097671	09/24/2026	C	LEPAGE\CLAIRE A.	0020		No	No			\$173.30	097671
097672	09/24/2026	C	LYON\MARK	0020		No	No			\$210.80	097672
097673	09/24/2026	C	MACAULAY\SUSAN	0020		No	No			\$130.50	097673
097674	09/24/2026	C	Marcellus\Chris	0020		No	No			\$130.50	097674
097675	09/24/2026	C	MARCELLUS\RICHARD	0020		No	No			\$223.30	097675
097676	09/24/2026	C	Martin\Robert (Shawn)	0020		No	No			\$155.20	097676
097677	09/24/2026	C	MASKELL\JOHN	0020		No	No			\$436.00	097677

Payment Types: C=Computer Check A=Automated Payment E=Electronic Transfer(Manual) M=Manual Check

MADRID-WADDINGTON CSD

A/P Check Register
Bank Account: CBGENFUND - COMMUNITY BANK GENERAL FUND

Check Number	Check Date	Pay Type	Remit To	Warrant	Fund	Recorded	Void	Date	Reason	Check Amount	Check Number
097678	09/24/2026	C	MATTHEWSJAMIE	0020		No	No			\$130.50	097678
097679	09/24/2026	C	MillerJohn	0020		No	No			\$155.20	097679
097680	09/24/2026	C	MIRABITO ENERGY PRODUCTS	0020		No	No			\$3,409.47	097680
097681	09/24/2026	C	MORGANS AUTO SALES	0020		No	No			\$870.00	097681
097682	09/24/2026	C	MYERSJAMES	0020		No	No			\$118.30	097682
097683	09/24/2026	C	NYAPT	0020		No	No			\$40.00	097683
097684	09/24/2026	C	NYSIR	0020		No	No			\$159.00	097684
097685	09/24/2026	C	PARCO SCIENTIFIC COMPANY	0020		No	No			\$210.50	097685
097686	09/24/2026	C	QUILL CORPORATION	0020		No	No			\$289.90	097686
097687	09/24/2026	C	RUSSHEATHER	0020		No	No			\$211.60	097687
097688	09/24/2026	C	SharpSkye	0020		No	No			\$130.50	097688
097689	09/24/2026	C	SMEC	0020		No	No			\$7,790.94	097689
097690	09/24/2026	C	ST LAWRENCE SUPPLY COMPANY	0020		No	No			\$419.60	097690
097691	09/24/2026	C	TODAY'S CLASSROOM LLC	0020		No	No			\$2,492.96	097691
097692	09/24/2026	C	TODDIWENDY	0020		No	No			\$80.00	097692
097693	09/24/2026	C	ULINE	0020		No	No			\$948.92	097693
097694	09/24/2026	C	US DRONE SOCCER	0020		No	No			\$250.00	097694
097695	09/24/2026	C	ValanciusKathy	0020		No	No			\$168.00	097695
097696	09/24/2026	C	VERIZON WIRELESS	0020		No	No			\$341.56	097696
097697	09/24/2026	C	WELCHCHARLIE	0020		No	No			\$100.00	097697
097698	09/24/2026	C	ZEP MANUFACTURING COMPANY	0020		No	No			\$1,001.69	097698
097699	09/24/2026	C	AMAZON.COM	0021		No	No			\$2,674.10	097699
097700	09/24/2026	C	BRAINARDDAWN	0021		No	No			\$27.50	097700
097701	09/24/2026	C	Chase Cardmember Service	0021		No	No			\$657.95	097701
097702	09/24/2026	C	EVERYTHING ELECTRIC, INC	0021		No	No			\$36.23	097702
097703	09/24/2026	C	ST LAWRENCE SUPPLY COMPANY	0021		No	No			\$29.70	097703
097704	09/28/2026	C	AMAZON.COM	0022		No	No			\$248.47	097704
097705	09/28/2026	C	BURKEERIC S	0022		No	No			\$300.00	097705
097706	09/28/2026	C	EXCELLUS HEALTH PLAN - GROUP	0022		No	No			\$224,543.47	097706
097707	09/28/2026	C	MCCALLBRENDA	0022		No	No			\$120.00	097707
097708	09/28/2026	C	MILLERNICOLE	0022		No	No			\$120.00	097708
097709	09/28/2026	C	MWCS EXTRACLASSROOM ACTIVITY ACCOUNT	0022		No	No			\$45.00	097709
097710	09/28/2026	C	POSTMASTER	0022		No	No			\$390.00	097710
097711	09/28/2026	C	ST LAWRENCE-LEWIS BOCES	0022		No	No			\$456,409.59	097711
097712	09/28/2026	C	WADDINGTON HARDWARE BUILDING SUPPLY	0022		No	No			\$16.00	097712
097713	09/28/2026	C	DAVIDSON AUTO GROUP	0023		No	No			\$1,234.96	097713

Payment Types: C=Computer Check A=Automated Payment E=Electronic Transfer(Manual) M=Manual Check

MADRID-WADDINGTON CSD
A/P Check Register
Bank Account: CBGENFUND - COMMUNITY BANK GENERAL FUND

Check Number	Check Date	Pay Type	Remit To	Warrant	Fund	Recorded	Void	Date	Reason	Check Amount	Check Number
Subtotal for Bank Account: CBGENFUND - COMMUNITY BANK GENERAL FUND										Grand Total	\$1,712,089.53
										Void Total	\$0.00
										Net	\$1,712,089.53
										Grand Total	\$1,712,089.53
										Void Total	\$0.00
										Net	\$1,712,089.53

Selection Criteria

Bank Account: CBGENFUND
Check date is between 09/01/2026 and 09/30/2026
Sort by: Check Number
Printed by JULIE K. ABRANTES

MADRID-WADDINGTON CSD
Revenue Status Report As Of: 09/30/2026
Fiscal Year: 2027
Fund: A GENERAL FUND

Revenue Account	Subfund	Description	Original Estimate	Adjustments	Current Estimate	Year-to-Date	Anticipated Balance	Excess Revenue
1001.000		Real Property Taxes	4,572,334.00	0.00	4,572,334.00	4,588,394.12		16,060.12
1081.000		Other Pmts in Lieu of Taxes	54,325.00	0.00	54,325.00	0.00	54,325.00	
1085.000		STAR Reimbursement	575,000.00	0.00	575,000.00	0.00	575,000.00	
1090.000		Int. & Penal. on Real Prop.Tax	7,000.00	0.00	7,000.00	0.00	7,000.00	
1311.000		Other Day School Tuition (Indv	190,000.00	0.00	190,000.00	7,317.50	182,682.50	
2230.000		Day School Tuft-Oth Dist. NYS	0.00	0.00	0.00	8,550.00		8,550.00
2401.000		Interest and Earnings	12,000.00	0.00	12,000.00	9,689.31	2,310.69	
2410.000		Rental of Real Property,Indiv.	0.00	0.00	0.00	300.00		300.00
2650.000		Sale Scrap & Excess Material	4,000.00	0.00	4,000.00	0.00	4,000.00	
2680.000		Insurance Recoveries	0.00	0.00	0.00	9,860.54		9,860.54
2701.000		Refund PY Exp-BOCES Aided Srvc	150,000.00	0.00	150,000.00	0.00	150,000.00	
2703.000		Refund PY Exp-Other-Not Trans	500.00	0.00	500.00	173.00	327.00	
2705.000		Gifts and Donations	185,600.00	0.00	185,600.00	0.00	185,600.00	
2770.000		Other Unclassified Rev.(Spec)	50,000.00	0.00	50,000.00	25,070.07	24,929.93	
3101.000		Basic Formula Aid-Gen Aids (Ex	10,666,721.00	0.00	10,666,721.00	201,601.45	10,465,119.55	
3101.100		Excess Cost Aid	1,200,000.00	0.00	1,200,000.00	-3,965.00	1,203,965.00	
3101.200		Community Set Aside	100,000.00	0.00	100,000.00	0.00	100,000.00	
3102.000		Lottery Aid	800,000.00	0.00	800,000.00	790,463.92	9,536.08	
3102.100		VLT Lottery Grants Aid	400,000.00	0.00	400,000.00	37,584.90	362,415.10	
3102.200		Commercial Gaming Grant	45,000.00	0.00	45,000.00	0.00	45,000.00	
3102.300		Mobile Sports Wagering Funds	375,000.00	0.00	375,000.00	470,806.83		95,806.83
3103.000		BOCES Aid (Sect 3609a Ed Law)	1,557,027.00	0.00	1,557,027.00	0.00	1,557,027.00	
3260.000		Textbook Aid (Incl Txtbk/Lott)	28,000.00	0.00	28,000.00	0.00	28,000.00	
3262.000		Computer Sftwre, Hrdwre Aid	20,000.00	0.00	20,000.00	0.00	20,000.00	
3263.000		Library A/V Loan Program Aid	4,200.00	0.00	4,200.00	0.00	4,200.00	
3289.000		Other State Aid	50,000.00	0.00	50,000.00	0.00	50,000.00	
4601.000		Medic.Ass't-Sch Age-Sch Yr Pro	35,000.00	0.00	35,000.00	0.00	35,000.00	
5050.000		Interfund Trans. for Debt Svs	500,000.00	0.00	500,000.00	0.00	500,000.00	
Total GENERAL FUND			21,581,707.00	0.00	21,581,707.00	6,145,846.64	15,566,437.85	130,577.49

Selection Criteria

* Estimated revenue for Carryover Encumbrances from the prior fiscal year will not be realized.

These are estimates to balance the budget

Madrid-Waddington Central School District
BUDGET REPORT
For The Period Ending September 30, 2026

Revenue:

	<u>Initial Est Rev</u>	<u>Adjustments</u>	<u>Current Est Rev</u>	<u>Actual Revenue</u>	<u>Variance</u>
Property Taxes	\$ 5,208,659.00	\$ -	\$ 5,208,659.00	\$ 4,588,394.12	\$ (620,264.88)
Tuition	\$ 190,000.00	\$ -	\$ 190,000.00	\$ 15,867.50	\$ (174,132.50)
Interest & Earnings	\$ 12,000.00	\$ -	\$ 12,000.00	\$ 9,989.31	\$ (2,010.69)
Sale of Scrap & Excess	\$ 4,000.00	\$ -	\$ 4,000.00	\$ -	\$ (4,000.00)
Insurance Recoveries	\$ -	\$ -	\$ -	\$ 9,860.54	\$ 9,860.54
Refund of Prior Yrs Exp	\$ 150,500.00	\$ -	\$ 150,500.00	\$ 173.00	\$ (150,327.00)
Gifts & Donations	\$ 185,600.00	\$ -	\$ 185,600.00	\$ -	\$ (185,600.00)
Unclassified Revenues	\$ 50,000.00	\$ -	\$ 50,000.00	\$ 25,070.07	\$ (24,929.93)
Basic Aid	\$ 13,586,721.00	\$ -	\$ 13,586,721.00	\$ 1,496,492.10	\$ (12,090,228.90) *
BOCES Aid	\$ 1,557,027.00	\$ -	\$ 1,557,027.00	\$ -	\$ (1,557,027.00)
Other State Aid	\$ 137,200.00	\$ -	\$ 137,200.00	\$ -	\$ (137,200.00)
Appropriated Res FB	\$ 50,000.00	\$ -	\$ 50,000.00	\$ -	\$ (50,000.00)
Interfund Transfer - Debt Service	\$ 500,000.00	\$ -	\$ 500,000.00	\$ -	\$ (500,000.00)
Appropriated Fund Balance	\$ 1,946,188.00	\$ -	\$ 1,946,188.00	\$ -	\$ (1,946,188.00)
	\$ 23,577,895.00	\$ -	\$ 23,577,895.00	\$ 6,145,846.64	\$ (17,432,048.36)

School Lunch Fund
Monthly Analysis Worksheet
For the Three Month Period Ending September 30, 2026

Beginning Fund Balance	\$32,977.68
Profit or (Loss)	(\$9,618.65)
Ending Fund Balance	\$23,359.03

Revenues

<i>Type A Sales</i>		
Breakfast	\$191.95	
Lunch	\$1,728.00	
<i>Other Sales</i>		
Breakfast	\$463.05	
Lunch	\$16,792.71	
Total Sales		\$19,175.71
<i>Federal Aid Receivable</i>		
Breakfast	\$12,549.00	
Lunch	\$25,376.00	
<i>State Aid Receivable</i>		
Breakfast	\$7,036.00	
Lunch	\$13,960.00	
Total Aid Receivable		\$58,921.00
<i>Surplus Food</i>		\$0.00
<i>Other Revenue</i>		\$110.00
Total Revenues		\$78,206.71

Expenses

<i>Beginning Food Inventory</i>	\$20,946.90	
Add: Purchases	\$52,020.38	
Less: Ending Inventory	\$29,072.11	
Food Used		\$43,895.17
<i>Beginning Federal Food Inventory</i>	\$3,453.81	
Add: Surplus Food	\$0.00	
Less: Ending Inventory	\$3,881.35	
Federal Food Used		(\$427.54)
Salary		\$18,171.75
Fringe Benefits		\$12,720.22
Other Expenses		\$27.50
<i>Beginning Supply Inventory</i>	\$4,158.87	
Add: Supplies Purchased	\$4,885.51	
Less: Ending Inventory	\$4,906.55	
Supplies Used		\$4,137.83
Total Expenses		\$87,825.36

Profit or (Loss) for Month **(\$9,618.65)**

**Madrid-Waddington Central School
Treasurer's Report
For The Period Ending September 30, 2026**

General Fund	199,742.36
School Lunch Fund	100,947.38
General Fund Checking Account	<u>300,689.74</u>
Federal Fund Checking Account	7,367.94
Direct Pay (Strike) - Checking Account	45.00
Benefits Fund Checking Account	86,321.50
Scholarship Account	3,165.09
Payroll Checking Account	0.00
Capital Fund Checking Account	2,051,972.28
General Fund Money Market Account - Chase Bank @ 1.17%	
General Fund Savings	1,306,584.69
Unemployment	43,130.09
Insurance Reserve	443,818.13
Building Reserve	1,153,787.70
Retirement - TRS	77,364.77
Retirement - ERS	10,029.53
Employee Benefit Reserve	197,261.74
Tax Certiorari Reserve	10,029.53
Transportation Reserve	433,804.76
School Lunch	0.00
Federal Fund	2,479.33
Debt Service	463,432.28
Capital Fund	<u>278,950.48</u>
Chase Money Market Account	4,420,673.03
Fidelity Investment -Scholarship Account	9,562.76

Recommended PERSONNEL ACTIONS October 20, 2026

Name	Tenure Area	Assignment	Type of Appointment	Effective Date	Salary
<u>Appointment</u>					
Kholeen Borneo		Girls Basketball Volunteer Coach	Annual	October 21, 2026	
Rebecca Hill		Substitute Teaching Asst.	Annual	September 30, 2026	\$140/day
Andrew Clark		4-Hr Custodian	Annual	October 5, 2026	\$20.25/hour
Sarah Reed	Teaching Asst.	3-Yr Probationary Teaching Asst.	Annual	October 5, 2026	\$ 30,142.00
Diane Burns		4-Hr Food Service Worker/Monitor	Annual	October 21, 2026	\$18.00/hour
<u>Resignations</u>					
Alyssa Baxter		Teaching Assistant		September 15, 2026	
<u>FMLA</u>					
Cheryl Carr-Dominty		Teaching Assistant	FMLA	Approx. Oct. 16, 2026 -Jan. 1, 2027	
<u>Tenure</u>					
Julia Watson	Social Studies	Social Studies Teacher		April 18, 2026	

I recommend the foregoing personnel actions:

October 16, 2026

Eric Burke

**SUPERINTENDENTS &
BOARD OF EDUCATION MEMBERS-**



**THE ST. LAWRENCE-LEWIS COUNTIES SCHOOL
BOARDS ASSOCIATION INVITES YOU TO**

DINNER AND DIALOGUE with Regent Roger Catania

4th Judicial District

- Appointed to the Board of Regents in June '22
- Has served more than 35 years as Superintendent, teacher, and school counselor
- Served for 8 years as Superintendent of the Lake Placid Central School District
- Commitment to addressing social inequality in children, families, and education

TIME AND DATE

WEDNESDAY, NOVEMBER 4TH

5:30 PM

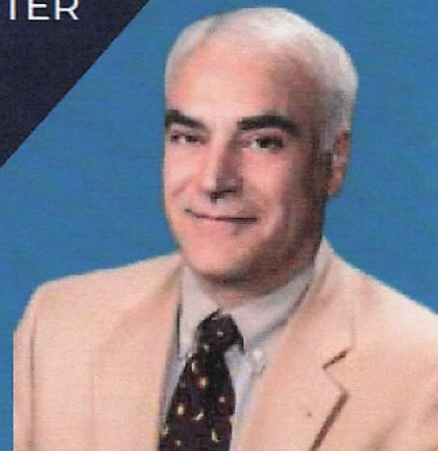


**BOCES NORTHWEST TECHNICAL CENTER
1000 PARK STREET
OGDENSBURG, NY**

REGISTRATION DEADLINE:



RSVP Jennie Colburn by
Wednesday, October 21st
jennie.colburn@slloboces.org



New York State's Educational Assessment Strategy



New York's Educational Assessment Strategy says that we must collect information from multiple sources to understand our students' learning. We can then use that information to make decisions about how to support their individual learning needs.

We use multiple sources of evidence because each type of assessment has a unique **purpose** and **use**.

PURPOSE

The purpose of an assessment includes the type(s) of information we can gather and how often it is collected.

USE

Results from each type of assessment have a specific use, or interpretation, in terms of the questions that can be answered about students' learning.

Assessment Types

Type	Description & Purpose	Frequency	Questions That Assessment Results Can Help To Answer (Use)
 FORMATIVE & INFORMAL ASSESSMENTS	Regular teacher interactions and brief checks for student understanding happen multiple times every day in the classroom and provide feedback to both students and teachers. This also includes self and peer assessments.	Daily	- Are students grasping new concepts introduced in instruction? - Which students might need more support before moving to the next concept? - Should the teacher alter instructional techniques to ensure each student is accessing the lesson?
 CLASSROOM ASSESSMENTS	Classroom assessments such as quizzes and unit tests provide a summary of what students have learned at the end of a designated period.	Weekly/ Monthly	- How well did each student master the concepts of a specific unit or course? - Are there patterns that suggest that instruction for certain concepts was not effective for some or all students?
 INTERIM/ BENCHMARK/ DIAGNOSTIC ASSESSMENTS	Administered at specified times during an established sequence of instruction, these assessments evaluate students' knowledge and skills relative to a set of longer-term learning goals and provide updates as students make progress toward the goals. These can include project- and performance-based assessments.	Several Times Per Year	- How are students progressing toward grade-level skills? - Are students on track to meet the expectations of the grade/course? - What rate of progress is each student making in the subject area (i.e., how quickly are they growing their knowledge)?
 STATE ASSESSMENTS	States are required by the federal Every Student Succeeds Act (ESSA) to implement a set of high-quality academic assessments that can be used to measure student progress across the state in achieving the state learning standards. These assessments provide a critical picture of student opportunity across the state. The Education Department uses the results to identify areas that may benefit from additional resources or support, with the goal of fostering educational equity.	Annually	- How well has each student mastered the New York State learning standards for the grade/subject? - Which schools or districts would most benefit from targeted support to increase student achievement? - Where should resources be directed to bolster students' opportunity to learn and be successful?
 NATIONAL & INTERNATIONAL ASSESSMENTS	National and international assessments allow for tracking of long-term trends in student achievement across states or countries. Administered several years apart, results provide general information about patterns of collective student learning rather than specific information about strengths/weaknesses for subject areas or individual students.	Every 2+ Years (given only to a sample of students)	- What are the long-term trends of student achievement in a subject area? - How does student achievement in State X compare to State Y in the defined grade level and subject area? - How has math achievement changed in the United States compared to other countries over the past decade?

Guidance for Developing a Local Assessment Strategy

In the landmark publication, *Knowing What Students Know*, the National Research Council's Committee on the Foundations of Assessment and the Board on Testing and Assessment wrote that:

A vision for the future is that assessments at all levels – from classroom to state – will work together in a system that is comprehensive, coherent, and continuous. In such a system, assessments would provide a variety of evidence to support educational decision making (NRC, 2001).

Said another way, all assessments of student learning should work together to provide a picture of their knowledge, skills, and accomplishments. In order to best support students, we must first collect information about where they are in terms of their learning. This information can come from many sources including daily teacher interactions, classroom assessments, and state-level assessments. Each of those sources contributes to an overall understanding of student learning. Once we have that understanding, we can make informed decisions about support.

The table below is intended as a template to as a guide for school and district conversations about their local assessment strategies (see <https://www.nysed.gov/state-assessment/new-york-states-educational-assessment-strategy>). All assessments that students encounter should be included, even if they are not selected at the local level (e.g., New York State Assessments and Regents Examinations).

Assessment Type & Local Definition(s)	Description of the Assessment (Purpose)	Intended Use of the Assessment	Questions the Assessment Results Will Support	Connections Between Assessment Results and District/School Goals
<i>These should be general categories (e.g., classroom-level formative assessments); don't focus on specific tools at this time.</i>	<i>Information here can include the frequency of administration, types of tasks/activities, and other information that helps support the connection between the type and the intended use.</i>	<i>It is critical to get to the specific reasoning for using these types of assessment. Provide details on how the results will be interpreted.</i>	<i>Who will use the information gathered from this assessment and in what way? Local values are key to the discussion here.</i>	<i>How do the results of this assessment and the questions it can help answer contribute to the vision of the district/school for supporting your students?</i>



Fact Sheet: President Trump Delivers Affordable School Choice Options Through Education Freedom Tax Credit

President Trump's Working Families Tax Cuts Act delivers the largest national expansion of education freedom in history and provides families with more affordable education options. Beginning January 1, 2027, the new federal tax credit provides up to \$1,700 per individual (up to \$3,400 for married couples filing jointly) for qualified cash contributions to a Scholarship Granting Organization (SGO). SGOs are nonprofits that accept qualified contributions from individuals and use the funds to provide scholarships to students for education-related services, including tuition, fees, academic tutoring, extended day programs, and supplies.

Treasury estimates that approximately 95 percent of American children live in households that meet the credit's income limit. Scholarships depend on state participation, student eligibility, and available SGO funding. The Education Freedom Tax Credit will lower costs for parents and families, whether they choose to use these resources to send their child to a new school, pay for private tutoring, or provide other educational supports.

What is the Education Freedom Tax Credit?

The Education Freedom Tax Credit supports national education choice. A tax credit reduces Federal income tax dollar-for-dollar, unlike a deduction, which reduces taxable income. The credit is available to U.S. citizens and residents who make qualified cash contributions to SGOs. Under Treasury's proposed rules, each spouse may claim up to \$1,700 based on that spouse's own qualified contributions, for up to \$3,400 on a joint return.

SGOs use these funds to provide scholarships to students to pay for education expenses, such as attending a school of choice or accessing other education-related services and products. Families apply to SGOs for scholarships. Qualifying scholarships are excluded from federal taxable income; a family receiving a scholarship does not need to owe federal income tax to benefit.

The donor's annual credit limit does not limit the size of a student's scholarship. SGOs determine scholarship amounts based on their missions, available funds, and students' qualified expenses; awards may not exceed the expenses they cover.

Qualified contributions made on or after January 1, 2027, can qualify for the credit. Qualified

contributions made in 2027 are claimed on the donor's 2027 federal income tax return, generally filed in 2028.

How does the Education Freedom Tax Credit work?

First, a state must opt in to become a "covered state." A covered state is one of the States or the District of Columbia that voluntarily elects to participate in this tax credit for a calendar year and identifies qualifying SGOs in that state.

The statute provides that the Governor or "other individual, agency, or entity designated under State law to make such elections on behalf of the state with respect to Federal tax benefits" can make the election to opt in on behalf of the state.

Second, a state that has elected in must submit its list of qualifying SGOs and required certifications to the IRS. For 2027, states must submit an advance election on Form 15714 by January 1, 2027, and their SGO lists by February 15, 2027. For later years, SGO lists generally are due by January 1 of the year of participation.

Third, a donor makes a cash contribution to a qualifying SGO and tells the SGO at the time of the donation that it is intended to qualify for this credit. Donors should check the IRS SGO list before giving and keep the SGO's written acknowledgement, including their unique donor number. The SGO must provide that acknowledgement by January 31 of the following year. Donors may not earmark contributions for a particular student.

Fourth, the donor claims the credit when filing the donor's annual federal income tax return, using the SGO's acknowledgement. The credit is nonrefundable: it can reduce federal income tax to zero, but any credit exceeding that year's tax liability is not paid out as a refund. Unused credit may be carried forward for up to five years.

State tax credits claimed for the same qualified contributions reduce the amount eligible for the federal credit before the \$1,700 per-person cap applies. A donor cannot also claim a federal charitable deduction for the portion of a contribution used for this credit.

Which students qualify for scholarships through the Education Freedom Tax Credit?

Students eligible to enroll in a public elementary or secondary school and from a household whose prior-year income is no more than 300 percent of the area's median gross income, adjusted for family size, may qualify for a scholarship through the Education Freedom Tax Credit. Treasury's proposed regulations provide for streamlined eligibility verification rules for foster children, households participating in certain needs-based programs, and students receiving certain school-based special education or tutoring services in low-income areas. Eligibility does not guarantee a scholarship; families should contact participating SGOs about applications and available awards.

Who can claim the Education Freedom Tax Credit?

U.S. citizens and residents who make qualified cash contributions to an eligible SGO may claim the

credit. Donors may support SGOs in any participating state, even if their own state has not opted in, and do not need to itemize deductions. Scholarships funded by those contributions must serve eligible students residing in a state where the SGO is listed.

What is a Scholarship Granting Organization?

A Scholarship Granting Organization (SGO) is a qualifying public charity that awards scholarships to eligible K–12 students. SGOs must meet a 90-percent scholarship spending requirement, keep qualified contributions in separate accounts, and provide scholarships to at least 10 students who do not all attend the same school. They must be on a participating state's SGO list and meet additional requirements.

What can the scholarships be used for?

Scholarships can be used for any qualified education expense of an eligible student, which includes a broad set of expenses incurred in connection with or required by a K–12 public, private (including religious), or charter school. Examples include tuition for students to attend a school of choice, tutoring for students attending a local public school, special education services for students with disabilities, books, supplies, and qualifying extended day programs.

The options are expected to vary in line with students' unique academic needs, the focus of a particular SGO, and the educational opportunities available to students.

How will this expand education opportunities for American students?

These scholarships are expected to empower families to select the schools, learning services, supports, or materials best suited to their children's needs. In participating states, more families will have access to schools that align with their values and aspirations for their own children. And a strong body of empirical research demonstrates that when families can choose the schools their children attend, academic outcomes and attainment improve significantly, civic engagement increases, parent perspectives on school safety improve, parental involvement with their children's education increases, and families are happier with their children's educational experience.

How many students could benefit from this credit?

Treasury and IRS estimate that, by 2030, more than 11 million donors could contribute \$26 billion annually to 600–700 SGOs in participating states. Those contributions could support approximately 2 million full-time scholarships of \$12,000 each, or 5 million part-time scholarships of \$4,500 each, per year. Actual awards will depend on participation, donations, and SGO decisions.

What could be the impact in my State from this credit?

Education Freedom Scholarships are expected to increase access to education options in every participating state.

The impact of SGO scholarships will be different in each state, with the goal of strengthening parental decision-making in education.

For instance, the 4,100 students on a waitlist for Louisiana's tutoring program could receive the services their parents know they need. In Pennsylvania, a 2025 report identified nearly 80,000 unfunded scholarship applications. If Pennsylvania participates, the new credit could help expand scholarship funding for eligible students there; award amounts would be set by SGOs.¹

Will the Education Freedom Tax Credit improve student outcomes?

Yes! Research on existing school choice programs indicates that scholarships can improve academic outcomes.² Among the 16 randomized controlled trial evaluations (RCTs) that have examined the impact of school choice on academic achievement, 10 found positive impacts for some or all participants. To date, researchers have also conducted five RCTs examining the impact of school choice on academic attainment (graduation rates or college matriculation), three of which found statistically significant positive effects for some or all students, and two of which found null effects.

There are also 33 empirical studies examining the competitive effects of school choice on public school student academic achievement. The research finds positive outcomes in 31 of those 33 studies. Moreover, 25 of the 28 studies examining the fiscal effect of education choice determined the policies saved money for taxpayers. No studies have found a negative impact on taxpayers.

The positive benefits are a function of the improved incentive structure that education choice creates, giving parents more control in how their children are educated.

Families may also choose to use the scholarship for tutoring and other academic supports for their student, which evidence suggests has been associated with learning loss recovery after the COVID lockdowns.³

Most importantly, these scholarships will empower parental involvement in their children's education, which is one of the most powerful forces positively affecting student achievement.⁴

Does this credit take money from local public schools?

No. This credit does not divert money from local or state taxes, which make up the large majority of school funding. Instead, the credit encourages voluntary charitable giving from American taxpayers to support education services for qualifying students. By 2030, Treasury and IRS estimate that 11 million charitable American donors could be directing \$26 billion toward scholarships that help students receive the education their family chooses. This is new money supporting education and does not draw from existing federal programs.

¹ [*These Pennsylvania Scholarships Help Kids Escape Failing Schools. But They Are Not Enough*](#) (Commonwealth Foundation)

² [*What the Research Really Says About School Choice*](#) (EdChoice)

³ [*Realizing the Promise of High Dosage Tutoring at Scale: Preliminary Evidence for the Field*](#) (University of Chicago)

⁴ [*Parent Engagement in Schools*](#) (Center for Disease Control)

What are people saying about this credit?

Many Americans are excited about the Education Freedom Tax Credit and want their state to opt in.⁵ Treasury Secretary Scott Bessent described the EFTC as “a new chapter in educational freedom and opportunity by establishing America’s first nationwide school choice incentive and empowering states to give students and families more options.”

What is the status of the tax credit?

On October 1, 2026, Treasury and IRS released proposed regulations for the credit’s 2027 launch intended to make the new credit accessible to families and administrable for taxpayers, states, and SGOs while protecting scholarship funds from fraud and abuse.

Treasury and IRS also released companion temporary regulations addressing preparations for 2027, including procedures for state elections and certification of SGOs, electronic registration, donor acknowledgements, and reporting of qualified contributions.

Taxpayers, SGOs, and states may rely on the proposed regulations for qualified contributions made beginning January 1, 2027, before final regulations are published, if they follow all provisions applicable to them consistently and in full.



⁵ [New Survey: Back to School and Election Season](#) (EdChoice)

MADRID-WADDINGTON
CENTRAL
SCHOOL DISTRICT

FINANCIAL STATEMENTS

June 30, 2026

Table of Contents

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

INDEPENDENT AUDITOR'S REPORT	1
MANAGEMENT'S DISCUSSION AND ANALYSIS	5
AUDITED BASIC FINANCIAL STATEMENTS	24
STATEMENT OF NET POSITION - GOVERNMENTAL ACTIVITIES	24
STATEMENT OF ACTIVITIES AND CHANGES IN NET POSITION - GOVERNMENTAL ACTIVITIES	25
BALANCE SHEET - GOVERNMENTAL FUNDS	26
RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION	27
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS	28
RECONCILIATION OF GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES	29
NOTES TO AUDITED BASIC FINANCIAL STATEMENTS	31
REQUIRED SUPPLEMENTARY INFORMATION	83
SCHEDULE OF CHANGES IN THE DISTRICT'S TOTAL OPEB LIABILITY AND RELATED RATIOS	83
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL – GENERAL FUND	84
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION – SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE – BUDGET AND ACTUAL – GENERAL FUND	86
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION ASSET (LIABILITY) - NYSLRS PENSION PLAN	87
SCHEDULE OF DISTRICT'S CONTRIBUTIONS - NYSLRS PENSION PLAN	88

SUPPLEMENTARY INFORMATION _____	90
COMBINED BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS _____	90
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - NON-MAJOR GOVERNMENTAL FUNDS _____	92
SCHEDULE OF CHANGE FROM ADOPTED BUDGET TO FINAL BUDGET AND THE REAL PROPERTY TAX LIMIT - GENERAL FUND _____	94
SCHEDULE OF CAPITAL PROJECTS FUND - PROJECT EXPENDITURES AND FINANCING RESOURCES _____	95
NET INVESTMENT IN CAPITAL ASSETS _____	96
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 <i>GOVERNMENT AUDITING STANDARDS</i> _____	97
EXTRA CLASSROOM ACTIVITIES FUND _____	99
INDEPENDENT AUDITOR'S REPORT ON EXTRA CLASSROOM ACTIVITIES FUND _	100
EXTRA CLASSROOM ACTIVITIES FUND - STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS _____	102
EXTRA CLASSROOM ACTIVITIES FUND - NOTE TO FINANCIAL STATEMENT ____	103

INDEPENDENT AUDITOR'S REPORT

THE BOARD OF EDUCATION MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Madrid-Waddington Central School District as of and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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 Madrid-Waddington Central School District, as of June 30, 2026, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Madrid-Waddington Central School District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (pages 5-23), Schedule of Changes in the District's Total OPEB Liability and Related Ratios (page 83), Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund and Related Notes to the Schedule (pages 84-86), Schedule of District's Proportionate Share of the Net Pension Asset (Liability) – NYSLRS Pension Plan (page 87), and Schedule of District's Contributions – NYSLRS Pension Plan (page 88) be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Madrid-Waddington Central School District's basic financial statements. The Schedule of Change From Adopted Budget to Final Budget and the Real Property Tax Limit – General Fund, Schedule of Capital Projects Fund - Project Expenditures and Financing Resources, Combined Balance Sheet – Non-Major Governmental Funds, Combined Statement of Revenues, Expenditures, and Changes in Fund Balances – Non-Major Governmental Funds, and Net Investment in Capital Assets (pages 90-96), are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 Schedule of Change From Adopted Budget to Final Budget and the Real Property Tax Limit – General Fund, Schedule of Capital Projects Fund - Project Expenditures and Financing Resources, Combined Balance Sheet – Non-Major Governmental Funds, Combined Statement of Revenues, Expenditures, and Changes in Fund Balances – Non-Major Governmental Funds, and Net Investment in Capital Assets (pages 90-96), are 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 October 14, 2026 on our consideration of the Madrid-Waddington 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 Madrid-Waddington 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 Madrid-Waddington Central School District's internal control over financial reporting and compliance.

Bowen & Company CPAs, PLLC

Watertown, New York
October 14, 2026

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2026

INTRODUCTION

Our discussion and analysis of the financial performance of Madrid-Waddington Central School District (the district) provides an overview of the district's financial activities for the fiscal year ending June 30, 2026. The purpose of the management's discussion and analysis (MD&A) is to help district residents and other readers understand what the financial statements, and notes in this financial report, say about the district's financial health and why it has changed since last year.

This section, based on both the government-wide and fund-based financial statements, is a summary of the district's financial activities based on currently known facts, decisions, or conditions. This section is an introduction, and it is best to read in conjunction with the district's financial statements, which follow this section. Management's Discussion and Analysis is organized into five specific required sections as follows:

1. Overview of Financial Statements
2. Financial Summary and Detailed Analysis
3. Significant Capital Assets and Long-Term Financing Activity
4. Currently Known Facts, Decisions, or Conditions

OVERVIEW OF FINANCIAL STATEMENTS

This annual report consists of three parts – management's discussion and analysis (this section), the basic financial statements, and required supplementary information. The two sections together provide a comprehensive overview of the District. The basic financial statements are comprised of two kinds of statements that present financial information from different perspectives:

- ❑ **District-wide financial statements**, which comprise the first two statements, provide both short-term and long-term information about the District's overall financial position.
- ❑ **Fund financial statements** focus on reporting the individual parts of the District operations in more detail. The fund financial statements comprise the remaining statements.
- ❑ **Governmental funds** statements tell how basic services such as regular and special education were financed in the short term as well as what remains for future spending.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements.

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2026

OVERVIEW OF FINANCIAL STATEMENTS - Continued

Table A-1 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of MD&A highlights the structure and contents of each of the statements.

Table A-1	Major Features of the District-Wide and Fund Financial Statement		
		Fund Financial Statements	
	District-Wide	Governmental Funds	Fiduciary Funds
Scope	Entire District (except fiduciary funds)	The activities of the School District that are not fiduciary, such as instruction, special education and building maintenance	Instances in which the School District acts as a trustee or an agent for resources that belong to others but does not have administrative control, such as property taxes collected on behalf of other governments or scholarships in a trust
Required Financial Statements	1. Statement of Net Position 2. Statement of Activities	3. Balance Sheet 4. Statement of Revenues, Expenditures, and Changes in Fund Balance	5. Statement of Fiduciary Net Position 6. Statement of Changes in Fiduciary Net Position
Accounting Basis and Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus
Type of Asset / Liability Information	All assets and liabilities, both financial and capital, short term and long-term	Generally, assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can
Type of Inflow / Outflow Information	All revenues and expenses during the year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	Additions and deductions during the year, regardless of when cash is received or paid

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2026

OVERVIEW OF FINANCIAL STATEMENTS - Continued

District-Wide Statements

The District-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the District's assets, deferred outflows of resources, liabilities and deferred inflows of resources. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two District-wide statements report the District's net position and how it has changed. Net position, or the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources, is one way to measure the District's financial health or position.

- ❑ Over time, increases or decreases in the District's net position is an indicator of whether its financial health is improving or deteriorating, respectively.
- ❑ To assess the overall health of the District, one needs to consider additional nonfinancial factors such as changes in enrollment, changes in the property tax base, changes in program funding by the Federal and State governments, and condition of facilities.

In the District-wide financial statements, the District's activities are shown as governmental activities. Most of the District's basic services are included here, such as regular and special education, transportation, and administration. Property taxes and State formula aid finance most of these activities.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's most significant funds -- not the District as a whole. Funds are accounting devices that the District uses to keep track of specific sources of funding and spending for particular programs. Some funds are required to be established by state law and by bond covenants. The District establishes other funds to control and manage money for particular purposes or to show that the District is meeting legal responsibilities for using certain revenues.

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2026

OVERVIEW OF FINANCIAL STATEMENTS - Continued

Fund Financial Statements – Continued

The District has one kind of funds:

- Governmental Funds - Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the District-wide statements, we provide additional information at the bottom of the governmental fund statements that explains the relationship (or differences) between them. Included are the General Fund, Special Aid Fund, School Food Service Fund, Capital Projects Fund, Extra Classroom Activities Fund, Scholarships and Awards Fund, and Debt Service Fund.

The term "fund balance" refers to the particular fund's equity (Assets + Deferred Outflows of Resources – Liabilities - Deferred Inflows of Resources) in a similar manner to the way the term "net position" is used in the District-wide financial statements presentation.

FINANCIAL SUMMARY

Net Position:

Net Position may serve over time as a useful indicator of a District's financial position. The District's net position was \$(10,005,992) as of June 30, 2026. The District reported an increase in net position of \$2,693,731. This increase is mainly due to changes in other post-employment benefits liability (OPEB) and related deferred outflows/inflows.

While OPEB has a significant impact on the District's Net Position, it should not overshadow the District's underlying operational activity. While the District's financials are a culmination of many funds, the General Fund and Capital Fund are the District's two major funds.

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2026

FINANCIAL SUMMARY - Continued

Table 1: Net Position – Condensed Statement of Net Position

The following table summarizes the District's net position. The complete Statement of Net Position can be found in the District's audited basic financial statements.

	Fiscal Year 2026	Fiscal Year 2025	Percent Change
ASSETS			
Current and Other Assets	\$ 9,465,412	\$ 9,400,103	0.7%
Capital Assets, Net	32,538,827	23,810,265	36.7%
TOTAL ASSETS	\$ 42,004,239	\$ 33,210,368	26.5%
DEFERRED OUTFLOWS OF RESOURCES			
Other Postemployment Benefits	\$ 2,354,187	\$ 3,814,272	-38.3%
Pensions	2,447,059	2,462,785	-0.6%
TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$ 4,801,246	\$ 6,277,057	-23.5%
LIABILITIES			
Current Liabilities	\$ 10,786,468	\$ 2,215,768	386.8%
Long-Term Liabilities	35,748,519	41,569,738	-14.0%
TOTAL LIABILITIES	\$ 46,534,987	\$ 43,785,506	6%
DEFERRED INFLOWS OF RESOURCES			
Pensions	\$ 1,819,274	\$ 1,105,250	64.6%
Other Postemployment Benefits	8,457,216	7,296,392	15.9%
TOTAL DEFERRED INFLOWS OF RESOURCES	\$ 10,276,490	\$ 8,401,642	22.3%
NET POSITION			
Net Investment in Capital Assets	\$ 18,681,297	\$ 18,211,197	2.6%
Restricted	3,557,165	4,150,884	-14.3%
Unrestricted (Deficit)	(32,244,454)	(35,061,804)	-8.0%
TOTAL NET POSITION	\$ (10,005,992)	\$ (12,699,723)	-21.2%

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2026

FINANCIAL SUMMARY - Continued

Changes in Net Position

This Statement of Activities shows the cost of program services net of charges for services and grants offsetting those services. General revenues including tax revenue, investment earnings and unrestricted state and federal aid must support the net cost of the District's programs.

Table 2: Changes in Net Position – Condensed Statement of Activities

	Governmental Activities		Total % Change
	2026	2025	
Revenues			
General Revenues			
Property Taxes	\$ 5,046,394	\$ 4,943,419	2.1%
State Revenues	13,343,681	13,008,002	2.6%
Other Revenues	847,466	747,064	13.4%
Program Revenues			
Charges for Services	239,191	180,534	32.5%
Operating Grants	1,164,118	1,123,817	3.6%
Capital Grants	103,777	16,652	100.0%
Total Revenues	<u>20,744,627</u>	<u>20,019,488</u>	<u>3.62%</u>
Expenses			
General Support	3,675,612	4,286,483	-14.3%
Instruction	11,590,214	11,744,978	-1.3%
Pupil Transportation	1,650,419	1,662,214	-0.7%
Community Service	30,526	40,501	-24.6%
Interest Expense	419,130	215,169	94.8%
Food Service Program	684,995	715,504	-4.3%
Total Expenses	<u>18,050,896</u>	<u>18,664,849</u>	<u>-3.3%</u>
Total Change in Net Position	<u>\$ 2,693,731</u>	<u>\$ 1,354,639</u>	<u>98.9%</u>

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2026

FINANCIAL SUMMARY - Continued

Governmental Activities

The cost of all governmental activities this year was \$18,050,896.

Table 3 presents the net cost (total cost less fees generated by the activities and intergovernmental aid) of various District functions. The net cost reflects what was funded by charges for services and operating and contributions.

For detailed information related to operating results related to the District's financials, please refer to the Detailed Analysis section.

Table 3 - Net Cost of Governmental Activities

	Governmental Activities	
	2026	2025
Net Expenses (Revenues)		
General Support	\$ 3,675,612	\$ 4,286,483
Instruction	10,706,612	11,014,856
Pupil Transportation	1,650,419	1,662,214
Community Service	30,526	40,501
Interest Expense	419,130	215,169
Food Service Program	61,511	124,623
TOTAL NET EXPENSES (REVENUES)	\$ 16,543,810	\$ 17,343,846

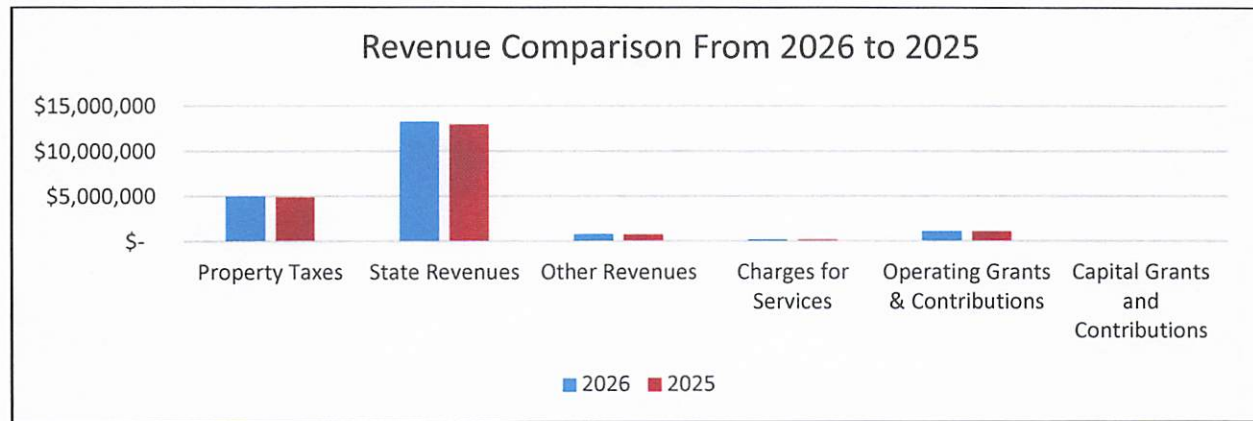
MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2026

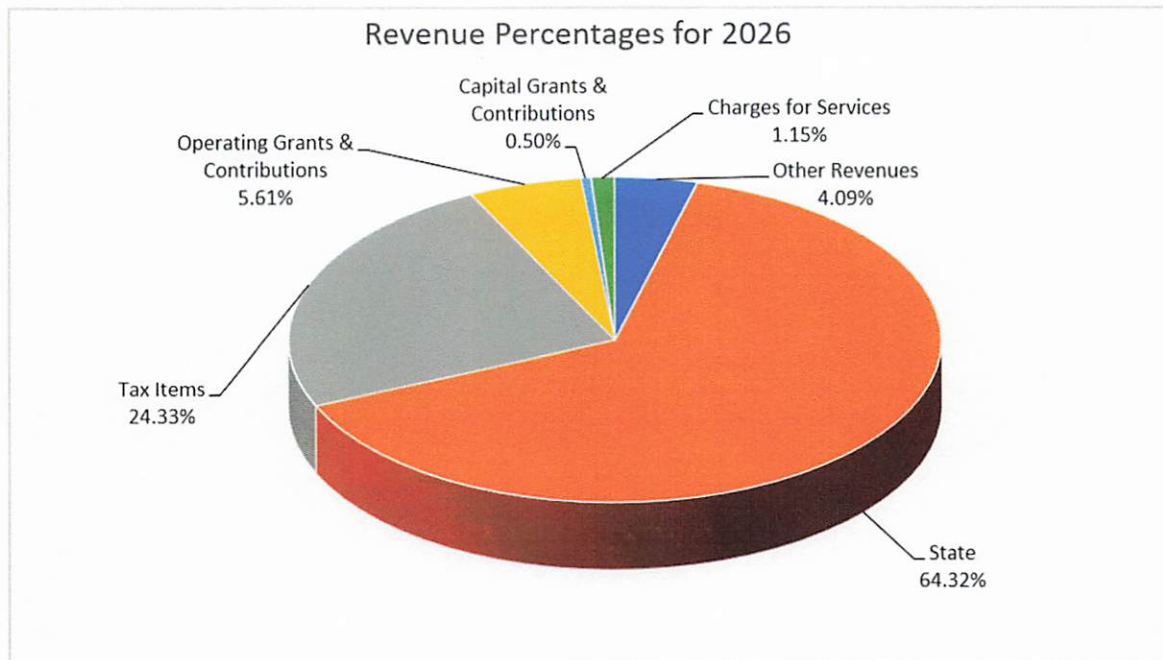
FINANCIAL SUMMARY - Continued

Governmental Activities - Continued

The following bar graph compares the revenues in 2025-2026 to 2024-2025. This chart indicates the total revenue in dollars by category for each fiscal year.



The following pie chart summarizes the revenues for the fiscal year 2025-2026. The chart illustrates the percentage of revenues to the total by category.



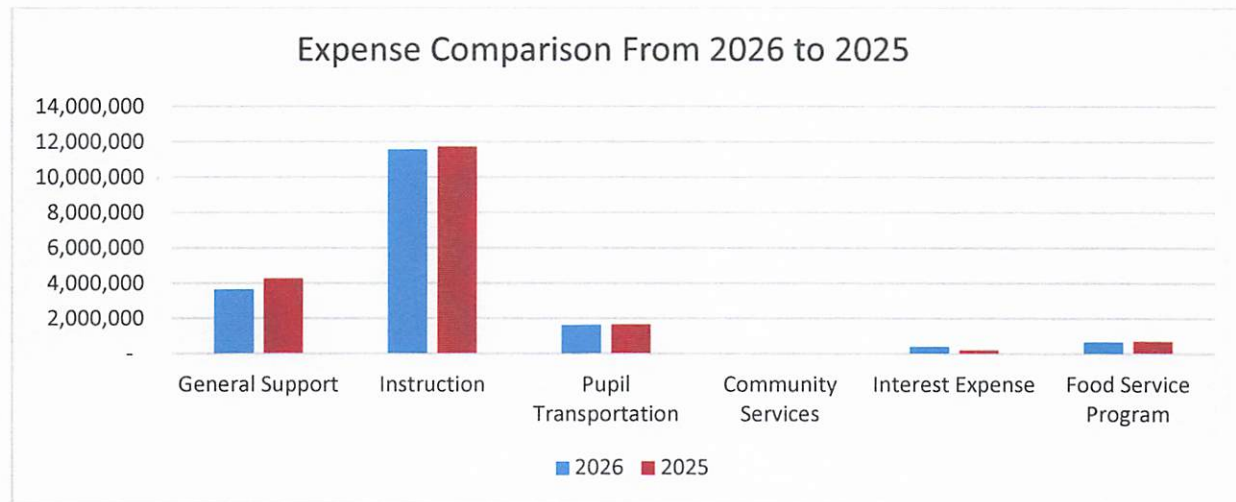
MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2026

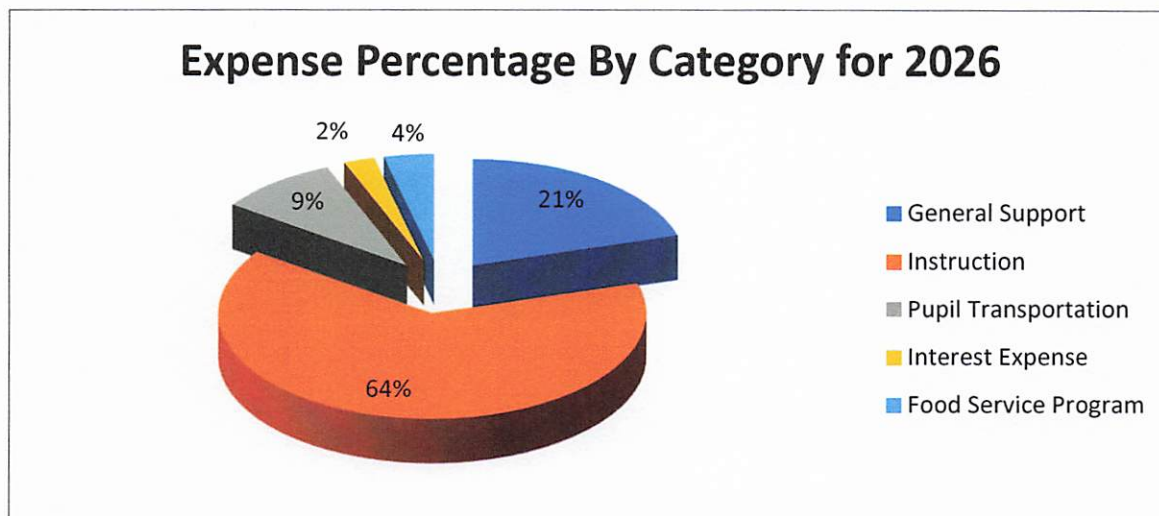
FINANCIAL SUMMARY - Continued

Governmental Activities - Continued

The following bar graph compares the expenses in 2025-2026 to 2024-2025. This chart indicates the total expense in dollars by category for each fiscal year:



The following pie chart summarizes the expenses for the fiscal year 2025-2026. This chart illustrates the percentage of expenses to the total by category.



MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2026

DETAILED ANALYSIS

General Fund:

The information below is a summary of the General Fund operational results and changes.

Table 3 – General Fund Operating Activities

	2026	2025	Change
Property Taxes	\$ 5,046,394	\$ 4,943,419	\$ 102,975
State and Federal Sources	13,343,681	13,008,002	335,679
Sale of Prop/Comp. for Loss	21,650	5,188	16,462
Use of Money and Property	66,615	70,144	(3,529)
Charges for Services	162,818	113,714	49,104
Miscellaneous	549,496	513,923	35,573
Other Financing Sources	300,000	200,000	100,000
Total	<u>19,490,654</u>	<u>18,854,390</u>	<u>636,264</u>
General Support	2,812,650	3,181,074	(368,424)
Instruction	9,145,929	8,252,038	893,891
Pupil Transportation	1,338,667	1,227,659	111,008
Employee Benefits	4,785,645	4,634,489	151,156
Debt Service	770,827	710,864	59,963
Other Financing Uses	187,708	431,701	(243,993)
Community Services	25,024	29,248	(4,224)
Total	<u>19,066,450</u>	<u>18,467,073</u>	<u>599,377</u>
Net Change in Fund Balance	<u>\$ 424,204</u>	<u>\$ 387,317</u>	<u>\$ 36,887</u>

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2026

DETAILED ANALYSIS - Continued

General Fund - Continued

The General Fund experienced a net increase of \$424,204 in 2025-2026. The primary contributing factors were as follows:

Revenues:

- ❑ Real Property Tax: Increased by 2.127%. The District remained below the maximum allowable tax levy of 2.273%
- ❑ STAR Reimbursement: Decreased. In 2015 New York State discontinued providing a property tax exemption to new homeowner and instead provided a tax rebate check. The change has resulted in a continued decline in STAR reimbursement to the District.
- ❑ State Aid: Increased, primarily due to an increase in building aid associated with the completion of Phase I of the current capital project. The District relies heavily on State aid (see Table 2 and related charts), therefore any stagnate or decrease in aid will have a detrimental impact on the District's budget.
- ❑ Interfund Transfers: Increased. The District utilized additional reserve funds to cover a portion of its debt obligations.

Expenses:

The General Fund experienced a net increase in expenditures of \$599,377 in 2025-2026. The primary contributing factors were as follows:

- ❑ Administrative and General Support Expense: Decreased in 2025-2026 compared with 2024-2025
 - Operation and Maintenance: Decreased primarily because the District incurred fewer equipment purchases in 2025-2026. Purchases included a storage shed in 2025-2026, compared with a pickup truck with plow and a John Deere tractor in the prior year.
 - Judgment and Claims: Decreased, reflecting litigation settlement costs incurred in the prior year.

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2026

DETAILED ANALYSIS - Continued

General Fund - Continued

- ❑ Instructional Expenses: Increased in 2025-2026 compared with 2024-2025
 - Increased contractual obligations, including salaries, BOCES services, and additional software.
 - Increased Special Education program costs resulting from fluctuating enrollment and changing student needs.
 - Increased STEAM Lab and drone program costs, including supplies, licenses, and professional development associated with additional elective classes added to curriculum.
- ❑ Undistributed Expenses: Increased from 2024-2025 to 2025-26
 - Transportation: Increased primarily due to the purchase of one school bus and an additional van for student transportation
 - Contractual Obligations: Increased; including salaries and bus garage electricity and insurance costs.
 - Employee Benefits: Increased.
 - Debt Service: Increased primarily due to Bond Anticipation Note ("BAN") interest associated with the new capital project.
 - Interfund Transfers: Decreased
 - Fewer funds were required to support the School Lunch Program due to the implementation of the "free" breakfast and lunch program.
 - Additional funds were required to satisfy the unfunded Special Education summer school program from prior years.

Appropriated Fund Balance:

In 2024-2025 the District appropriated \$1,170,188 of unrestricted fund balance to support the 2025-2026 budget, which was \$134,812 less than the 2023-2024 appropriation.

The District relied less heavily on appropriated fund balance in 2025-2026 due to anticipated increases in revenues and continued efforts to contain expenses. However, New York State had not enacted an approved budget at the time the District was preparing its 2026-2027 budget. As a result, the District appropriated \$1,946,188 of 2025-2026 fund balance to the 2026-2027 budget. This provided a funding source for the proposed budget gap associated with a proposed 9.96% increase in expenditures and 0% increase in State Aid.

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2026

DETAILED ANALYSIS - Continued

Capital Fund:

As of June 30, 2026, the Capital Fund had a deficit of \$8,886,093.

On August 28, 2023, District voters approved a \$15,200,000 capital project. Phase I, which included installation of a new heating system at the bus garage, was completed during 2025-2026. Phase II was 70% complete as of June 30, 2026, and is expected to be completed by December 2026.

During 2025-2026, the District issued two Bond Anticipation Notes ("BANs"); \$6,500,000 in July 2025 and \$3,000,000 in January 2026.

The District anticipates a Phase III of the capital project, with bidding expected during 2026-2027 and construction commencing in 2027-2028. The specific scope of Phase III has not yet been determined but will remain within the guidelines of the approved \$15,200,000 capital project.

The District also continued its window replacement program, completing the \$100,000 Capital Outlay Project approved by voters on May 20, 2025. The project was funded through Capital Reserves, and the District's anticipates receiving reimbursement for approximately 92% of the project costs in 2026-2027.

On May 19, 2026, the voters approved an additional Capital Outlay Project allowing the District to continue its window replacement program. During 2026-2027, the District plans to replace windows in two classrooms and complete the remaining work in a third classroom.

The District also replaced a server at a cost of \$103,777. This expenditure was necessary to maintain internet connectivity and support classroom functionality. The District utilized its approved Technology Plan to secure funding through the Smart School Bond Act and expects to receive reimbursement for the server expenditure during 2026-2027.

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2026

SIGNIFICANT CAPITAL ASSETS AND LONG-TERM FINANCING ACTIVITIES

Capital Assets

The capital assets provide a long-term perspective on the District's investment in its facilities and equipment. These assets include land, buildings and improvements, equipment, furniture and vehicles.

As of June 30, 2026, the District had \$32,538,827 invested in capital assets. See Table 4. Additional information regarding the District's capital assets are presented in the notes to the basic financial statements. The capital asset changes for 2025-2026 are described in the financial summary and detailed analysis section above.

These additions reflect the District's continued investment in its facilities, transportation needs, instructional programs, and technology infrastructure.

Table 4 - Capital Assets

	Governmental Activities		Total \$ Change
	2026	2025	2025-2026
Land	\$ 19,000	\$ 19,000	\$ -
Construction In Progress	10,897,671	1,667,890	9,229,781
Buildings and Improvements	36,643,634	36,461,971	181,663
Site Improvements	1,074,975	1,074,975	-
Furniture and Equipment	5,169,171	5,069,343	99,828
Vehicles	2,124,880	2,026,374	98,506
Intangible Lease Asset - Equipment	115,353	115,353	-
Totals at Historical Cost	56,044,684	46,434,906	9,609,778
Less: Total Accumulated Depreciation and Amortization	23,505,857	22,624,641	881,216
CAPITAL ASSETS, NET	\$ 32,538,827	\$ 23,810,265	\$ 8,728,562

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2026

SIGNIFICANT CAPITAL ASSETS AND LONG-TERM FINANCING ACTIVITIES - Continued

Long-Term Debt:

As of June 30, 2026, the District had \$35,748,519 in long-term debt, consisting primarily of general obligation bonds, OPEB, lease liabilities, and compensated absences payable to employees upon separation from service, in accordance with applicable labor contracts.

Table 5 – Long-term Liabilities

	Governmental Activities		Total \$ Change
	2026	2025	2025-2026
General Obligation Bonds	\$ 5,051,203	\$ 5,553,219	\$ (502,016)
Other Post Employment Benefits	29,643,403	34,468,002	(4,824,599)
Compensated Absences	775,768	687,460	88,308
Lease Liability	24,011	45,849	(21,838)
Net Pension Liability - Proportionate Share	254,134	815,208	(561,074)
TOTAL LONG-TERM DEBT	\$ 35,748,519	\$ 41,569,738	\$ (5,821,219)

Overall, there was a minor impact on most components of long-term debt during 2025-2026:

- ❑ Bond Obligation – The District’s bond obligation decreased in 2025-2026.
- ❑ Lease Liabilities: The District did not enter any new leases during 2025-2026, but does expect to enter a new lease in 2026-2027 for the replacement two copiers.
- ❑ Compensated Absences: Compensated Absences increased. The increase is primarily attributed to contractual salary increases and the accumulation of unused sick time. This balance can fluctuate from year to year based on changes in staffing levels, retirements, employee longevity, hiring and resignations, and use or accumulation of sick time.

The most significant change in long-term debt was the decrease in the District’s OPEB liability. The calculation of OPEB liability is based on several actuarial assumptions and demographic factors that are largely outside the District’s control. These factors include employee turnover, expected retirement ages, mortality assumptions, and a percentage of eligible active employees expecting to elect retiree medical coverage.

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2026

**SIGNIFICANT CAPITAL ASSETS AND LONG-TERM
FINANCING ACTIVITIES - Continued**

Long-Term Debt Continued

While many of these factors are outside the District's control, contract provisions can have a direct impact on the OPEB liability. Three key contractual factors include;

- ❑ Years of Service – Contractual provisions establish the required number of years of service an employee must complete before eligible to continue medical coverage into retirement.
- ❑ Premium Contributions – Retirees are held harmless with respect to the premium contribution level in effect at the time of retirement.
- ❑ Medical Plan Design– Contractual language permits the District to offer a High Deductible Health Plan (HDHP) structure. The District continues to evaluate medical plan design and coverage options with the goal of maintaining quality health coverage while maintaining long-term costs.

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2026

CURRENT KNOWN FACT, DECISIONS, OR CONDITIONS

At the time these financial statements were prepared and audited, the District was aware of several factors and circumstances that could affect its future financial health, but particularly during the 2026-2027 fiscal year.

Many factors were considered by the District's administration during the process of developing the 2026-2027 budget. The primary factors that influenced the District's financial planning were; maintaining the District's program offerings and facilities, changes in enrollment, changes in grant funding in some areas, the costs of employee benefits, diesel fuel, and electricity.

❑ **Program Offerings**

The District recognized that workforce demands and educational opportunities continue to evolve. To ensure student are adequately prepared for college and future employment, the District budgeted to maintain existing instructional programs, student services, and athletics offerings while expanding elective opportunities. These additions included programs in the STEAM lab, drone technology, and college credit courses. These investments were intended to enhance educational opportunities, incorporate emerging technologies, and better align student learning with changing workforce needs.

❑ **Facilities and Infrastructure**

The District recognized the importance of maintaining the facilities and infrastructure while managing costs in an increasingly challenging economic environment. During the budget development process, the District identified several building and equipment needs, including the purchase of a new John Deere Gator, security equipment, small maintenance equipment and the need for additional staffing to maintain the safety of the facility and bus garage areas.

❑ **Student Enrollment**

Enrollment trends were an important consideration in the District's annual budget development. The District experienced a decline in student enrollment, resulting in smaller class sizes. Because enrollment directly influences certain State aid calculations, the District will continue to closely monitor enrollment trends and evaluate staffing levels in relation to class size, instructional needs, and available resources.

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2026

CURRENT KNOWN FACTS, DECISIONS, OR CONDITIONS -

Continued

□ Grant Funding

Since the end of the pandemic, State and Federal grant funding has continued to decline, placing additional financial responsibility on the District's General Fund. In developing its 2026-2027 budget, the District evaluated projected grant revenues against actual program expenditures to estimate the General Fund's share of costs as grants support decreases. Enrollment and student poverty levels are among the factors that influence grant funding. The District will continue to monitor changes in grant availability and assess their impact on future operating budgets.

□ Employee Benefits

Employee Benefits represent a significant portion of the District's operating budget, with medical insurance being one of the largest cost drivers. The District experienced double-digit increases in health insurance premiums in recent years and recognized that continued increases at this rate would be difficult to sustain alongside other growing obligations.

In planning the 2026-2027 budget, the District evaluated health insurance plan design, employee enrollment, and contractual provisions. During the budget development process, the District consulted with its insurance broker and prepared its budget using a worst-case premium increase projection to account for potential cost fluctuations.

The New York State retirement systems also have a significant impact on the District's annual budget. Although contribution rates have historically fluctuated by only a few percentage points, periods of economic volatility have resulted in more substantial changes, creating additional budgetary pressure. To account for this uncertainty, the District developed its 2026-2027 budget using the highest estimated contribution rates provided by the applicable New York State retirement systems.

□ Fuel and Utilities

Significant increases in the costs of fuel and utilities required the District to increase the related budget line items for 2026-2027. The District will continue to monitor fuel and utility costs and their potential impact on future operating budgets.

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2026

CURRENT KNOWN FACTS, DECISIONS, OR CONDITIONS -

Continued

□ Economic Uncertainty

Economic uncertainty continues to present challenges in projecting future revenues and expenditures. Fluctuations in the national and New York State economies, along with changes in economic conditions and financial policies, make it difficult to accurately forecast their potential impact on the District. The District will continue to monitor economic trends and evaluate their implications for future budgets and long-term stability

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is intended to provide citizens, taxpayers, parents, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the financial resources it receives.

Questions regarding this report or requests for additional financial information may be directed to:

Madrid-Waddington Central School District
Business Office
2582 State Highway 345
Madrid, NY 13660.

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

AUDITED BASIC FINANCIAL STATEMENTS

STATEMENT OF NET POSITION - GOVERNMENTAL ACTIVITIES

June 30, 2026

ASSETS	
Cash and Cash Equivalents	
Unrestricted	\$ 2,310,847
Restricted	4,232,349
Receivables	
State and Federal Aid	596,043
Due From Other Governments	623,481
Inventories	28,560
Prepaid Expenditures	38,072
Net Pension Asset - Proportionate Share	1,636,060
Capital Assets, Net	32,538,827
TOTAL ASSETS	\$ 42,004,239
DEFERRED OUTFLOWS OF RESOURCES	
Other Postemployment Benefits	\$ 2,354,187
Pensions	2,447,059
TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$ 4,801,246
LIABILITIES	
Payables	
Due to Other Governments	\$ 178
Accrued Interest on BAN and Bonds Payable	236,856
Due to Teachers' Retirement System	623,524
Due to Employees' Retirement System	88,813
Retainage Payable	379,597
Notes Payable	
Bond Anticipation Note	9,457,500
Long-Term Liabilities	
Due and Payable Within One Year	
Bonds Payable, Net of Unamortized Premium	522,016
Lease Liability	13,252
Due and Payable After One Year	
Bonds Payable, Net of Unamortized Premium	4,529,187
Lease Liability	10,759
Compensated Absences Payable	775,768
Net Pension Liability - Proportionate Share	254,134
Other Postemployment Benefits Payable	29,643,403
TOTAL LIABILITIES	\$ 46,534,987
DEFERRED INFLOWS OF RESOURCES	
Pensions	\$ 1,819,274
Other Postemployment Benefits	8,457,216
TOTAL DEFERRED INFLOWS OF RESOURCES	\$ 10,276,490
NET POSITION	
Net Investment in Capital Assets	\$ 18,681,297
Restricted for:	
Debt Service	761,396
Other Legal Restrictions	2,795,769
Unrestricted (Deficit)	(32,244,454)
TOTAL NET POSITION	\$ (10,005,992)

See notes to audited basic financial statements.

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

STATEMENT OF ACTIVITIES AND CHANGES IN NET POSITION - GOVERNMENTAL ACTIVITIES

Year Ended June 30, 2026

	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expenses) Revenues and Changes in Net Position</u>
		<u>Charges for Services</u>	<u>Capital Grants</u>	<u>Operating Grants</u>	
FUNCTIONS/PROGRAMS					
General Support	\$ 3,675,612	\$ -	\$ -	\$ -	\$ (3,675,612)
Instruction	11,590,214	162,818	103,777	617,007	(10,706,612)
Pupil Transportation	1,650,419	-	-	-	(1,650,419)
Community Service	30,526	-	-	-	(30,526)
Debt Service - Interest	419,130	-	-	-	(419,130)
School Food Service	684,995	76,373	-	547,111	(61,511)
Total Functions and Programs	<u>\$ 18,050,896</u>	<u>\$ 239,191</u>	<u>\$ 103,777</u>	<u>\$ 1,164,118</u>	<u>(16,543,810)</u>
GENERAL REVENUES					
Real Property Taxes					4,438,131
Other Tax Items					608,263
Use of Money and Property					144,844
State Sources					13,343,681
Medicare Reimbursement					48,751
Loss on Disposal					(590)
Miscellaneous					654,461
Total General Revenues					<u>19,237,541</u>
Change in Net Position					2,693,731
Net Position - Beginning of Year					<u>(12,699,723)</u>
Net Position - End of Year					<u>\$ (10,005,992)</u>

See notes to audited basic financial statements.

BALANCE SHEET - GOVERNMENTAL FUNDS

June 30, 2026

	<u>General</u>	<u>Capital Projects - Main 2023</u>	<u>Total Non-Major Funds</u>	<u>Total Governmental Funds</u>
ASSETS				
Cash and Cash Equivalents				
Unrestricted	\$ 2,247,042	\$ -	\$ 63,805	\$ 2,310,847
Restricted	2,668,288	675,184	888,877	4,232,349
Receivables				
Due From Other Funds	462,712	-	-	462,712
State and Federal Aid	192,540	-	403,503	596,043
Due From Other Governments	623,481	-	-	623,481
Inventories	-	-	28,560	28,560
Prepaid Expenditures	38,072	-	-	38,072
TOTAL ASSETS	<u>\$ 6,232,135</u>	<u>\$ 675,184</u>	<u>\$ 1,384,745</u>	<u>\$ 8,292,064</u>
LIABILITIES				
Payables				
Due to Other Funds	\$ -	\$ -	\$ 462,712	\$ 462,712
Due to Other Governments	-	-	178	178
Due to Teachers' Retirement System	623,524	-	-	623,524
Due to Employees' Retirement System	88,813	-	-	88,813
Notes Payable				
Bond Anticipation Notes	-	9,457,500	-	9,457,500
Total Liabilities	<u>712,337</u>	<u>9,457,500</u>	<u>462,890</u>	<u>10,632,727</u>
DEFERRED INFLOW OF RESOURCES				
Deferred State Aid	-	-	103,777	103,777
TOTAL DEFERRED INFLOW OF RESOURCES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 103,777</u>	<u>\$ 103,777</u>
FUND BALANCES (Deficits)				
Nonspendable	38,072	-	28,560	66,632
Restricted	2,668,288	-	888,877	3,557,165
Assigned	1,946,188	-	4,418	1,950,606
Unassigned (Deficit)	867,250	(8,782,316)	(103,777)	(8,018,843)
Total Fund Balances (Deficits)	<u>5,519,798</u>	<u>(8,782,316)</u>	<u>818,078</u>	<u>(2,444,440)</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)	<u>\$ 6,232,135</u>	<u>\$ 675,184</u>	<u>\$ 1,384,745</u>	<u>\$ 8,292,064</u>

See notes to audited basic financial statements.

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

**RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET POSITION**

June 30, 2026

Total Fund Balances - Governmental Funds \$ (2,444,440)

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

Proportionate share of long-term asset (liability) associated with participation in state retirement systems are not current financial resources or obligations and are not reported in the fund statements.

Net Pension Asset - Proportionate Share - TRS	\$ 1,636,060	
Net Pension Liability - Proportionate Share - ERS	<u>(254,134)</u>	1,381,926

Deferred inflows of resources are not available to pay for current-period expenditures and, therefore, are not reported in the fund statements consist of:

Pensions	\$ 1,819,274	
Other Postemployment Benefits	<u>8,457,216</u>	(10,276,490)

Deferred outflows of resources are not available to pay for current-period expenditures and, therefore, are not reported in the fund statements consists of:

Pensions	\$ 2,447,059	
Other Postemployment Benefits	<u>2,354,187</u>	4,801,246

Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds:

Cost of Capital Assets	\$ 56,044,684	
Accumulated Depreciation and Amortization	<u>(23,505,857)</u>	32,538,827

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. Therefore, deferred inflows of resources are not reported on the statement of Net Position. The amount represents state aid due for the project.

Smart School Bond Act Project	103,777
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Other liabilities, including bonds payable, retainage payable, and compensated absences, are not due in the current period and, therefore, are not reported as liabilities in the fund statements. Other liabilities to be recognized on the Statement of Net Position at year end consist of:

Bonds Payable	\$ 4,635,000	
Premium on Bond Issue	416,203	
Accrued Interest on BAN and Bonds Payable	236,856	
Lease Liability	24,011	
Retainage Payable	379,597	
Compensated Absences Payable	775,768	
Other Postemployment Benefits Payable	<u>29,643,403</u>	<u>(36,110,838)</u>

Total Net Position - Governmental Activities \$ (10,005,992)

See notes to audited basic financial statements.

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS**
Year Ended June 30, 2026

	General	Capital Projects - Main 2023	Total Non-Major Funds	Total Governmental Funds
REVENUES				
Real Property Taxes	\$ 4,438,131	\$ -	\$ -	\$ 4,438,131
Other Tax Items	608,263	-	-	608,263
Charges for Services	162,818	-	-	162,818
Use of Money and Property	66,615	-	8,060	74,675
Sale of Property and Compensation for Loss	21,650	-	-	21,650
State Sources	13,343,681	-	362,824	13,706,505
Federal Sources	-	-	764,035	764,035
Surplus Food	-	-	37,259	37,259
Sales - School Food Service	-	-	76,373	76,373
Medicaid Reimbursement	48,751	-	-	48,751
Miscellaneous	500,745	-	153,716	654,461
Total Revenues	<u>19,190,654</u>	<u>-</u>	<u>1,402,267</u>	<u>20,592,921</u>
EXPENDITURES				
General Support	2,812,650	-	-	2,812,650
Instruction	9,145,929	-	467,941	9,613,870
Pupil Transportation	1,338,667	-	37,591	1,376,258
Community Service	25,024	-	-	25,024
Employee Benefits	4,785,645	-	292,022	5,077,667
Debt Service:				
Principal	534,338	-	-	534,338
Interest	236,489	-	-	236,489
Cost of Sales - School Food Service	-	-	621,538	621,538
Other Expenditures	-	-	139,246	139,246
Capital Outlay	-	8,850,184	203,777	9,053,961
Total Expenditures	<u>18,878,742</u>	<u>8,850,184</u>	<u>1,762,115</u>	<u>29,491,041</u>
Excess (Deficiency) of Revenues				
Over Expenditures	<u>311,912</u>	<u>(8,850,184)</u>	<u>(359,848)</u>	<u>(8,898,120)</u>
OTHER FINANCING SOURCES AND (USES)				
Premium on Obligations	-	-	48,519	48,519
BAN Redeemed From Appropriation	-	42,500	-	42,500
Operating Transfers In	300,000	-	187,708	487,708
Operating Transfers (Out)	(187,708)	-	(300,000)	(487,708)
Total Other Financing Sources and (Uses)	<u>112,292</u>	<u>42,500</u>	<u>(63,773)</u>	<u>91,019</u>
Net Change in Fund Balances	424,204	(8,807,684)	(423,621)	(8,807,101)
Fund Balances - Beginning of Year	5,095,594	25,368	1,241,699	6,362,661
Fund Balances - End of Year	<u>\$ 5,519,798</u>	<u>\$ (8,782,316)</u>	<u>\$ 818,078</u>	<u>\$ (2,444,440)</u>

See notes to audited basic financial statements.

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

**RECONCILIATION OF GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE STATEMENT OF
ACTIVITIES**

Year Ended June 30, 2026

Net Change in Fund Balances - Total Governmental Funds \$ (8,807,101)

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

Governmental funds report capital outlays as expenditures. However, in the Statement of Net Position, assets with an initial individual cost of more than \$5,000 are capitalized and in the Statement of Activities the cost is allocated over their estimated useful lives and reported as depreciation and amortization expense. This is the amount by which capital outlays exceeded depreciation and amortization expense and related loss on disposal of capital assets in the current period.

Capital Outlays	\$ 9,376,113	
Loss on Disposal	(590)	
Depreciation and Amortization Expense	<u>(1,026,558)</u>	8,348,965

Repayment of debt principal is an expenditure in the governmental funds, but the payment reduces long-term liabilities in the Statement of Net Position. This is the amount of debt repayments made in the current period for bonds and lease liabilities.

491,838

Interest on long-term debt in the Statement of Activities differs from the amount reported in the governmental funds because interest is recorded as an expenditure in the funds when it is paid, and thus requires the use of current financial resources. In the Statement of Activities, however, interest expense is recognized as the interest accrues, regardless of when it is paid. The interest reported in the Statement of Activities is increased by the reduction amount of amortization of bond premiums plus the decrease in accrued interest on BAN and bonds.

(182,641)

In the Statement of Activities, certain operating expenses-compensated absences (vacations and certain sick pay), special termination benefits (early retirement) are measured by the amount earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid).

(88,308)

On the Statement of Activities, the actual and projected long-term expenditures for postemployment benefits and related outflows/inflows are reported, whereas, on the governmental funds only the actual expenditures are recorded for postemployment benefits.

2,203,690

See notes to audited basic financial statements.

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

**RECONCILIATION OF GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE STATEMENT OF
ACTIVITIES - CONTINUED**

Year Ended June 30, 2026

Governmental funds report revenues only when they are considered "available", whereas the Statement of Activities report revenues when earned. Long-term revenue differences related to Smart Schools Bond Funding is reported as revenues in the Statement of Activities Deferred Inflows in the governmental funds, and therefore not reported as revenue in the governmental funds.

103,777

(Increases) decreases in proportionate share of net pension asset (liability) and related deferred outflows/inflows reported in the Statement of Activities do not provide for or require the use of current financial resources and therefore are not reported as revenues or expenditures in the governmental funds.

Teachers' Retirement System	\$ 638,335	
Employees' Retirement System	<u>(14,824)</u>	<u>623,511</u>

Change in Net Position of Governmental Activities		<u>\$ 2,693,731</u>
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NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Madrid-Waddington Central School District (the District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government 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. Significant accounting principles and policies used by the District are described below:

Reporting Entity

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

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

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

Extra Classroom Activities Fund

The Extra Classroom Activities Fund of the District represent the funds of the students of the District. The Board of Education exercises general oversight of these funds. The Extra Classroom Activities Fund is independent of the District with respect to its financial transactions and the designation of student management. Separate audited financial statements (cash basis) of the Extra Classroom Activities Fund can be found at the District's business office. The District accounts for assets held as an agent for various student organizations in a miscellaneous special revenue fund.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES - Continued

Basis of Presentation

District-Wide Statements

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

The *Statement of Net Position* presents the financial position of the District at fiscal year-end. The *Statement of Activities* presents a comparison between program expenses and revenues for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Employee benefits are allocated to functional areas in proportion to the payroll expenditures 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.

Fund Statements

The fund statements provide information about the District's funds, including each type of 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 remaining governmental funds are aggregated and reported as non-major funds.

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

The District reports the following governmental funds:

General Fund: This is the District's primary operating fund. It accounts for all financial transactions that are not required to be accounted for in another fund.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES - Continued

Measurement Focus and Basis of Accounting

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

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

The District-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Nonexchange transactions, in which the District gives or receives value without directly receiving or giving equal value in exchange, include real property taxes, state Aid, grants and donations. On an accrual basis, revenue from real property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from state aid is recognized in the fiscal year it is 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 District considers all revenues reported in the governmental funds to be available if the revenues are collected within 90 days after the end of the fiscal year as it matches the liquidation of related obligations.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES - Continued

Measurement Focus and Basis of Accounting- Continued

Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, lease liabilities, subscription liabilities, claims and judgments, compensated absences, workers' compensation, pensions, and other post-employment benefits which are recognized as expenditures to the extent they have matured. General capital assets, intangible lease assets, and intangible subscription asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions of leases and subscriptions with terms greater than one year are reported as other financing sources.

Real Property Taxes

Real property taxes are levied annually by the Board of Education no later than September 1, 2025 and become a lien on August 19, 2025. Taxes are collected during the period from September 1, 2025 to October 31, 2025.

Uncollected real property taxes are subsequently enforced by St. Lawrence County, in which the District is located. The County pays an amount representing uncollected real property taxes transmitted to the County for enforcement to the District no later than the following April 1.

Restricted Resources

When an expense is incurred for purposes for which both restricted and unrestricted net resources are available, the District's policy concerning which to apply first varies with the intended use, and with the associated legal requirements, many of which are described elsewhere in these Notes to Financial Statements.

Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amount of assets, deferred outflows of resources, liabilities and deferred inflows of resources, and disclosure of 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 encumbrances, compensated absences, pension costs, OPEB, workers' compensation liabilities, potential contingent liabilities, useful lives of capital assets, intangible lease assets, and intangible subscription assets.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES - Continued

Interfund Transactions

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

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

The governmental funds report all interfund transactions as originally recorded. Interfund receivables and payables may be netted on the accompanying governmental funds balance sheet when it is the District's practice to settle these amounts at a net balance based upon the right of legal offset.

Refer to Note 9 for a detailed disclosure by individual fund for interfund receivables, payables, expenditures, and revenues activity

Cash and Cash Equivalents

The 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.

New York State law governs the District's investment policies. Resources must be deposited in 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.

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

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES - Continued

Inventories and Prepaid Items

Inventories of food in the School Food Service Fund are recorded at cost on a first-in, first-out basis, or in the case of surplus food donated by the U.S. Department of Agriculture, at the Government's assigned value, which approximates market. Purchases of inventory items in other funds are recorded as expenditures at the time of purchase and are considered immaterial in amount.

Prepaid items represent payments made by the District for which benefits extend beyond yearend. These payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the District-wide and fund financial statements. These items are reported as assets on the Statement of Net Position and Balance Sheet using the consumption method. A current asset for the prepaid amounts is recorded at the time of receipt and/or purchase and an expense/expenditure is reported in the year the goods or services are consumed.

A portion of fund balance in the amount of these non-liquid assets (inventories and prepaid items) has been identified as not available for other subsequent expenditures.

Receivables

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

Other Assets

In the District-wide financial statements, bond discounts and premiums, and any prepaid bond insurance costs are deferred and amortized over the life of the debt issue. Bond issuance costs are recognized as an expense in the period incurred.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES - Continued**Capital Assets and Intangible Lease Assets**

Capital assets are reported at actual cost or estimated historical cost, based on appraisals conducted by independent third-party professionals. Donated assets are reported at estimated fair market value at the time received.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Land and construction in progress are not depreciated. Capitalization thresholds (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>Capitalization</u> <u>Threshold</u>	<u>Depreciation</u> <u>Method</u>	<u>Estimated</u> <u>Useful Life</u>
Land	\$ 5,000	N/A	N/A
Buildings and Improvements	5,000	Straight-line	25-50 Years
Site Improvements	5,000	Straight-line	20 Years
Furniture and Equipment	5,000	Straight-line	5-20 Years
Vehicles	5,000	Straight-line	8 Years

The District does not possess any infrastructure.

Intangible lease assets are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made prior to the lease term, less lease incentives, plus ancillary charges necessary to place the lease into service. A capitalization threshold of \$5,000 is used for lease acquisitions that are prepaid and have no corresponding lease liability. Intangible lease assets are amortized over the lease term (3-5 years) consistent with the decrease in the related lease liability or using the straight-line method if there is no corresponding lease liability.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES - Continued

Deferred Outflows and Inflows 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 assets that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District has three 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 asset or liability and difference during the measurement period between the District's contributions and its proportionate share of total contributions to the pension systems not included in pension expense. The second item is related to OPEB reporting in the District-wide Statement of Net Position. This represents the effect of the net change in the actual and expected experience and the changes of assumptions or other inputs. The third item is the District's contributions to the New York State Teachers' and Employees' pension systems and to the Other Postemployment Benefit (OPEB) plan subsequent to the measurement date.

In addition to liabilities, the Statement of Net Position or Balance Sheet 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 or fund balance 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 three items that qualify for reporting in this category. The first item arises only under a modified accrual basis of accounting and is reported as deferred inflow of resources for Smart Schools Bond Act payments which have not been received within 90 days of year-end. They represent a deferred inflow on the Balance Sheet in the governmental funds and revenue in the district-wide Statement of Activities. The second 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 proportionate share of total contributions to the pension systems not included in pension expense. The third item is related to OPEB reported in the Districtwide Statement of Net Position. This represents the effect of the net changes of assumptions or other inputs.

Unearned Revenue

The District reports unearned revenues on its Statement of Net Position and its Balance Sheet. On the Statement of Net Position, unearned revenue arises when resources are received by the District before it has a legal claim to them, as when grant monies are received prior to incurrence of qualifying expenditures. In subsequent periods, when the District has legal claim to resources, the liability for unearned revenue is removed and revenue is recognized.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES - Continued

Employee Benefits – Compensated Absences

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

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

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

In the District-Wide financial statements, the District recognizes a liability for compensated absences, including vacation and sick leave, when employees have earned the right to leave and it is more likely than not that the leave will be used for time off or otherwise paid in cash, or settled through other means. The liability is measured at the employee's rate of pay at the reporting date, including salary-related payments such as social security and Medicare taxes.

In the fund statements, a liability is reported only for payments due for unused compensated absences for those employees that have obligated themselves to separate from service with the District by June 30th.

Other Benefits

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

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

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

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES - Continued

Other Benefits - Continued

In addition to providing these benefits, the District provides individual, family, or surviving spouse postemployment health insurance coverage to eligible retired employees. Collective bargaining agreements and individual employment contracts determine if District employees are eligible for these benefits if they reach normal retirement age while working for the District. Healthcare benefits are provided through plans whose premiums are based on the benefits paid during the year. The cost of providing post-retirement benefits is shared between the District and the retired employee. The District recognizes the cost of providing health insurance by recording its share of insurance premiums as an expenditure in the governmental funds as the liabilities for premiums mature (come due for payment). In the District-Wide statements, the cost of postemployment health insurance coverage is recognized on the economic resources measurement focus and the accrual basis of accounting in accordance with the criteria set forth by GASB.

Short-Term Debt

The District may issue Revenue Anticipation Notes (RAN) and Tax Anticipation Notes (TAN), in anticipation of the receipt of revenues. These notes are recorded as a liability of the fund that will actually receive the proceeds from the issuance of the notes. The RANs and TANs represent a liability that will be extinguished by the use of expendable, available resources of the fund.

The District may issue budget notes up to an amount not to exceed 5% of the amount of the annual budget during any fiscal year for expenditures for which there is an insufficient or no provision made in the annual budget. The budget note must be repaid no later than the close of the second fiscal year succeeding the year in which the note was issued.

The District may issue Bond Anticipation Notes (BAN), in anticipation of proceeds from the subsequent sale of bonds. These notes are recorded as current liabilities of the funds that will actually receive the proceeds from the issuance of bonds. BANs that are replaced with long-term financing or renewed subsequent to the year-end but before the issuance of the financial statements are treated as long-term liabilities, as these notes will not require the use of working capital during that period. State law requires that BANs issued for capital purposes be converted to long-term financing within five years after the original issue date.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES - Continued

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 full, in a timely manner, from current financial resources. Claims and judgments, other postemployment benefits payable and compensated absences that will be paid from governmental funds, are reported as a liability in the fund 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 in one year or due within more than one year in the Statement of Net Position.

Equity Classifications

District-Wide Statements

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

Net Investment in Capital Assets - consists of net capital assets (cost less accumulated depreciation) and intangible lease and subscription assets (present value of future payments remaining on the term less accumulated amortization) reduced by outstanding balances of related debt obligations from the acquisition, construction, improvements of, and the right-to-use those assets, net of any unexpended proceeds.

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

Unrestricted Net Position - reports the balance of net position that does not meet the definition of the above two classifications and are deemed to be available for general use by the District.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES - Continued

Equity Classifications - Continued

Fund Statements

In the fund basis statements, there are five classifications of fund balance:

Nonspendable - Includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. Nonspendable fund balance typically includes the inventory recorded in the School Food Service Fund and prepaid expenditures recorded in the General Fund. The School Food Service Fund had \$28,560 of actual inventories on hand and the General Fund had \$38,072 of prepaid expenditures as of June 30, 2026.

Restricted - 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. All encumbrances of funds other than the General Fund are classified as restricted fund balance. The District has established the following restricted fund balances:

Retirement Contributions

According to General Municipal Law §6-r, all expenditures made from the retirement contributions reserve fund must be used for financing retirement contributions to the New York State and Local Employees' Retirement System. This reserve is established by Board resolution and is funded by budgetary appropriation and such other reserves and funds that may be legally appropriated. The reserve must be accounted for separate and apart from all other funds and a detailed report of the operation and condition of the fund must be provided to the Board. Effective April 1, 2019, a Board may adopt a resolution establishing a sub-fund for contributions to New York State Teachers' Retirement System. During a fiscal year, the Board may authorize payment into the sub-fund of up to 2% of the total covered salaries paid during the preceding fiscal year, with the total amount funded not to exceed 10% of the total covered salaries during the preceding fiscal year. The sub-fund is separately administered, but must comply with all the existing provisions of General Municipal Law §6-r. This reserve is accounted for in the General Fund.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES - Continued

Equity Classifications – Continued

Unemployment Insurance

According to General Municipal Law §6-m, all expenditures made from the unemployment insurance payment reserve fund 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 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.

Employee Benefit Accrued Liability

According to General Municipal Law §6-p, all expenditures made from the employee benefit reserve fund 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.

Insurance Reserve Fund

According to General Municipal Law §6-n, all expenditures made from the insurance reserve fund must be used to pay liability, casualty and other types of losses, except losses incurred for which the following types of insurance may be purchased: life, accident, health, annuities, fidelity and surety, credit, title residual value and mortgage guarantee. In addition, this reserve may not be used for any purpose for which a special reserve may be established pursuant to law (for example, for unemployment compensation insurance). The reserve may be established by Board action, and funded by budgetary appropriations, or such other funds as may be legally appropriated. There is no limit on the amount that may be accumulated in the Insurance Reserve; however, the annual contribution to this reserve may not exceed the greater of \$33,000 or 5% of the budget. Settled or compromised claims up to \$25,000 may be paid from the reserve without judicial approval. This reserve is accounted for in the General Fund.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES - Continued

Equity Classifications – Continued

Capital Reserve

According to Education Law §3651, expenditures made from the capital reserve fund must be used to pay the cost of any object or purpose for which bonds may be issued. The creation of a capital reserve fund requires authorization by a majority of the voters establishing the purpose of the reserve, the ultimate amount, its probable term and the source of the funds. Expenditure may be made from the reserve only for a specific purpose further authorized by the voters. The form for the required legal notice for the vote on establishing and funding the reserve and the form of the proposition to be placed on the ballot are set forth in §3651 of the Education Law. This reserve is accounted for in the General Fund.

Tax Certiorari

According to Education Law §3651.1-a, funds must be used to establish a reserve fund for tax certiorari judgements and claims and to expend from the fund without voter approval. The monies held in the reserve shall not exceed the amount that might reasonably be deemed necessary to meet anticipated judgements and claims arising out of tax certiorari proceedings. Any resources deposited to the reserve which are not expended for tax certiorari proceedings in the year such monies are deposited must be returned to the General Fund on or before the first day of the fourth fiscal year after deposit of these monies. This reserve is accounted for in the General Fund.

Debt Service

According to General Municipal Law §6-1, the Mandatory Reserve for Debt Service must be established for the purpose of retiring the outstanding obligations upon the sale of District property or capital improvement that was financed by obligations that remain outstanding at the time of sale. The funding of the reserve is from the proceeds of the sale of School District property or capital improvement. This reserve is accounted for in the Debt Service Fund.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES - Continued

Equity Classifications – Continued**Extra Classroom Activities Fund**

According to the regulations of the Commissioner of Education (8 NYCRR Part 172), the Board of Education of the District is required to make the rules and regulations for the establishment, conduct, operation, and maintenance of extra classroom activities and for the safeguarding, accounting and audit of all moneys received. According to the regulations of the Board of Education, the monies represent the funds of the students of the District and must be used by the student organizations of the District. These monies are accounted for in the Extra Classroom Activities Fund.

Scholarships and Awards Fund

According to constraints placed on the use of resources established by various scholarship and award programs, must be used for the specific purpose outlined in the program. These monies are accounted for in the Scholarships and Awards Fund.

Restricted fund balances include the following:

General Fund

Employee Benefit Accrued Liability	\$ 196,681
Unemployment Insurance	43,003
Insurance	517,356
Capital Reserve	1,814,111
Retirement Contributions NYSERS	10,000
Retirement Contributions NYSTRS	77,137
Tax Certiorari	10,000
Debt Service Fund	761,396
Extra Classroom Activities Fund	115,562
Scholarships and Awards Fund	11,919
Total Restricted Funds	<u>\$ 3,557,165</u>

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES - Continued

Equity Classifications – Continued

Committed - Includes amounts that can only be used for the specific purposes pursuant to constraints imposed by formal action of the District's highest level of decision making authority, i.e., the Board of Education. The District has no committed fund balances as of June 30, 2026.

Assigned - Includes amounts that are constrained by the District's intent to be used for specific purposes but are neither restricted nor committed. The purpose of the constraint must be narrower than the purpose of the General Fund, and in funds other than the General Fund. Assigned fund balance represents the residual amount of fund balance. Assigned fund balance also includes an amount appropriated to partially fund the subsequent year's budget, as well as encumbrances not classified as restricted at the end of the fiscal year. All encumbrances of the General Fund are classified as Assigned Fund Balance in the General Fund. Encumbrances reported in the General Fund amounted to \$0. Any remaining fund balance in other funds is considered assigned.

Unassigned - Includes all other General Fund amounts that do not meet the definition of the above four classifications and are deemed to be available for general use by the District and could report a surplus or deficit. In funds other than the General Fund, the unassigned classification is used to report a deficit fund balance resulting from overspending for specific purposes for which amounts had been restricted or assigned.

NYS Real Property Tax Law §1318 limits the amount of unexpended surplus funds, excluding the reserve for tax reduction, a school district can retain to no more than 4% of the 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, encumbrances and amounts reserved for insurance recoveries are also excluded from the 4% limitation.

Order of Use of Fund Balance

In circumstances where an expenditure is incurred for a purpose for which amounts are available in multiple fund balance classifications (e.g., expenditures related to reserves) the expenditure is to be spent first from the restricted fund balance to the extent appropriated by either budget vote or board approved budget revision and then from the unrestricted fund balance. Expenditures incurred in the unrestricted fund balances shall be applied first to the assigned fund balance to the extent that there is an assignment and then to the unassigned fund balance.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES - Continued

Implementation of New Accounting Standards

The District has adopted all current Statements of the Governmental Accounting Standards Board (GASB) that are applicable. At June 30, 2026, the District implemented the following new statement issued by GASB:

GASB has issued Statement No. 103, *Financial Reporting Model Improvements*, effective for the year ended June 30, 2026. The statement's objective is to improve key components of the financial reporting model to enhance effectiveness in providing information that is essential for decision making and assisting a government's accountability. Additionally, the statements also address certain application issues.

GASB has issued Statement No. 104, *Disclosure of Certain Capital Assets*, effective for the year ended June 30, 2026. This statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosure such as leased assets, intangible right-to-use assets, and assets held for sale.

Future Changes in Accounting Standards

GASB has issued Statement No. 105, *Subsequent Events*, effective for the year ended June 30, 2027. The statement's objective is to improve the financial reporting requirements for subsequent events, thereby enhancing consistency in their application and better meeting the information needs of financial statement users.

The District will evaluate the impact each of these pronouncements may have on its financial statements and will implement them as applicable and when material.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

**NOTE 2 - EXPLANATION OF CERTAIN DIFFERENCES
BETWEEN 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 focus of the District-wide statements, compared with the current financial resources focus of the governmental funds.

Total Fund Balances of Governmental Funds vs. Net Position of Governmental Activities

Total fund balances of the District's governmental funds differ from "net position" of governmental activities reported in the Statement of Net Position. This difference primarily results from the long-term economic focus of the Statement of Net Position versus the solely current financial resources focus of the governmental fund Balance Sheet, as applied to the reporting of capital assets and deferred outflows of resources, and long-term assets and liabilities, and deferred inflows of resources.

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

Differences between the funds Statement of Revenues, Expenditures, and Changes in Fund Balances and the Statement of Activities fall into one of five broad categories. The amounts shown below represent:

1. Long-Term Revenue and Expense Differences:

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

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

**NOTE 2 - EXPLANATION OF CERTAIN DIFFERENCES
BETWEEN FUND STATEMENTS AND DISTRICT-WIDE
STATEMENTS - Continued**

**Statement of Revenues, Expenditures and Changes in Fund Balances vs. Statement of Activities
– Continued**

2. 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 acquisition of capital items or financing of intangible lease assets in the governmental fund statements and depreciation or amortization expense on those items as recorded in the Statement of Activities.

3. Long-Term Debt Transaction Differences:

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

4. Pension Differences:

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

5. OPEB Differences:

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

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

**NOTE 3 - STEWARDSHIP, COMPLIANCE, AND
ACCOUNTABILITY**

Budgets

The District administration prepares a proposed budget for approval by the Board of Education for the following governmental funds for which legal (appropriated) budgets are adopted:

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

Appropriations are adopted at the program line item level.

Appropriations established by the adoption of the budget constitute a limitation on expenditures (and encumbrances) that may be incurred. Appropriations authorized for the year may be increased by the amount of encumbrances carried forward from the prior year. Appropriations lapse at the end of the fiscal year unless expended or encumbered. Encumbrances will lapse if not expended in the subsequent year. Appropriations authorized for the current year can be funded by the planned use of specific reserves, and 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) and appropriations of fund balances. These supplemental appropriations may occur subject to legal restrictions, if the Board approves them because of a need that exists which was not determined at the time the budget was adopted. No supplemental appropriations occurred for the year ended June 30, 2026.

Budgets are adopted annually on a basis consistent with GAAP.

Budgets are established and used for individual capital project fund 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.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

**NOTE 3 - STEWARDSHIP, COMPLIANCE, AND
ACCOUNTABILITY - Continued**

Budgets - Continued

The General Fund is the only fund with a legally approved budget for fiscal year ended June 30, 2026.

Special Revenue Funds have not been included in the comparison because they do not have a legally authorized (appropriated) budget.

Encumbrances

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

Other

The Capital Projects Fund – Main 2023 had a deficit fund balance of \$8,782,316. This will be funded when the District obtains permanent financing for its construction project.

The Capital Projects Fund – Other had a deficit fund balance of \$103,777. This will be funded when the District receives its State Aid funding.

**NOTE 4 - CASH AND CASH EQUIVALENTS - CUSTODIAL
CREDIT, CONCENTRATION OF CREDIT, INTEREST RATE,
AND FOREIGN CURRENCY RISKS**

Cash

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. While the District does not have a specific policy for custodial credit risk, New York State statutes govern the District's investment policies, as discussed previously in these notes.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

**NOTE 4 - CASH AND CASH EQUIVALENTS - CUSTODIAL
CREDIT, CONCENTRATION OF CREDIT, INTEREST RATE,
AND FOREIGN CURRENCY RISKS - Continued**

Cash - Continued

The District's aggregate bank balances (disclosed in the financial statements), included balances not covered by depository insurance at year end, collateralized as follows:

Uncollateralized	\$ -
Collateralized with securities held by the pledging financial institution, or its trust department or agent, but not in the District's name	\$ 6,454,481

Restricted cash represents cash and cash equivalents where use is limited by legal requirements. These assets represent amounts required by statute to be reserved for various purposes. Restricted cash as of year-end includes \$2,668,288 restricted for various fund balance reserves in the General Fund, \$761,396 for debt services payments in the Debt Service Fund, \$675,184 for a voter approved capital project in the Capital Projects – 2023 Main, \$115,562 restricted for extra classroom activities in the Extra Classroom Activities Fund, and \$11,919 restricted for scholarships and awards in the Scholarships and Awards Fund within the governmental funds.

Deposits are valued at cost or cost plus interest and are categorized as either (1) insured, or for which the securities are held by the District's agent in the District's name, (2) collateralized, and for which the securities are held by the pledging financial institution's trust department or agent in the District's name, or (3) uncollateralized. At June 30, 2026 all deposits were fully insured and collateralized by the District's agent, but not in the District's name.

The District follows an investment and deposit policy, the overall objective of which is to adequately safeguard the principal amount of funds invested or deposited; conformance with Federal, State and other legal requirements; and provide sufficient liquidity of invested funds in order to meet obligations as they become due. Oversight of investment activity is the responsibility of the Business Administrator of the District.

The District does not typically purchase investments for a long enough duration to cause it to believe that it is exposed to any material interest rate risk.

The District does not typically purchase investments denominated in a foreign currency and is not exposed to foreign currency risk.

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 5 - CAPITAL ASSETS AND INTANGIBLE LEASE ASSETS

In accordance with the provisions of GASB Statement No 87, *Leases*, the District has recognized an intangible lease asset for agreements whereby the District obtains the right to the present service capacity of an underlying asset and the right to determine the nature and manner of an underlying asset's use for a period of one year or greater. The District has entered into such lease agreements for various items and other equipment.

Capital asset and intangible lease asset balances and activity for the year ended June 30 are as follows:

Governmental Activities	Beginning Balance	Additions	Retirements / Reclassifications	Ending Balance
Capital Assets That Are Not Depreciated:				
Land	\$ 19,000	\$ -	\$ -	\$ 19,000
Construction In Progress	1,667,890	9,229,781	-	10,897,671
Total Nondepreciable Assets	1,686,890	9,229,781	-	10,916,671
Other Capital Assets:				
Buildings and Improvements	36,461,971	181,663	-	36,643,634
Site Improvements	1,074,975	-	-	1,074,975
Furniture and Equipment	5,069,343	109,620	(9,792)	5,169,171
Vehicles	2,026,374	234,646	(136,140)	2,124,880
Intangible Lease Asset - Equipment	115,353	-	-	115,353
Total Other Capital Assets	44,748,016	525,929	(145,932)	45,128,013
Less: Accumulated Depreciation				
Buildings and Improvements	16,391,256	621,642	-	17,012,898
Site Improvements	1,073,892	896	-	1,074,788
Furniture and Equipment	4,271,793	118,138	(9,792)	4,380,139
Vehicles	817,156	263,663	(135,550)	945,269
Total Accumulated Depreciation	22,554,097	1,004,339	(145,342)	23,413,094
Less: Accumulated Amortization				
Intangible Lease Asset - Equipment	70,544	22,219	-	92,763
Total Accumulated Amortization	70,544	22,219	-	92,763
Total Other Capital Assets, Net	22,123,375	(500,629)	(590)	21,622,156
Capital Assets, Net	\$ 23,810,265	\$ 8,729,152	\$ (590)	\$ 32,538,827

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 5 - CAPITAL ASSETS AND INTANGIBLE LEASE ASSETS—
Continued

Depreciation and amortization expense was charged to governmental functions as follows:

General Support	\$	588,824
Instruction		158,362
Pupil Transportation		266,952
School Food Service		12,420
Total Depreciation and Amortization Expense	\$	<u>1,026,558</u>

NOTE 6 - SHORT-TERM DEBT OBLIGATIONS

Short-term debt may be authorized and issued to fund the following:

Capital project costs and other approved expenditures incurred to obtaining permanent financing through issuance of bond anticipation notes (BANs).

Transactions in short-term debt for the year are summarized below:

	Maturity	Interest Rate	Beginning Balance	Issued	Redeemed	Ending Balance
BAN	7/27/2025	4.25%	\$ 1,500,000	\$ -	\$ 1,500,000	\$ -
BAN	7/24/2026	4.00%	-	6,457,500	-	6,457,500
BAN	7/24/2026	3.25%	-	3,000,000	-	3,000,000
			<u>\$ 1,500,000</u>	<u>\$ 9,457,500</u>	<u>\$ 1,500,000</u>	<u>\$ 9,457,500</u>

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

Interest Paid	\$	19,338
Less: Interest Accrued in the Prior Year		(13,192)
Interest Accrued in the Current Year		<u>228,722</u>
Total Interest on Short-Term Debt	\$	<u>234,868</u>

The proceeds of the BANs were used as short-term financing for a District-wide project.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 7 - LONG-TERM DEBT OBLIGATIONS

Serial Bonds

Long-term liability balances and activity for the year are summarized below:

The District borrows money in order to acquire land or equipment, construct buildings, or make improvements. This 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 are full faith and credit debt of the local government. The provisions will be in the General Fund's future budgets for capital indebtedness.

In the fund financial statements, governmental funds recognize bond premiums and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Further, the unmatured principal of general long-term debt does not require current appropriation and expenditure of governmental fund financial resources.

Long-term liability balances and activity are as follows:

Governmental Activities	Beginning Balance	Additions	Deductions	Ending Balance	Amount Due Within One Year
Long-Term Liabilities					
General Obligation Debt					
Serial Bonds	\$ 5,105,000	\$ -	\$ 470,000	\$ 4,635,000	\$ 490,000
Premium on Obligations	448,219	-	32,016	416,203	32,016
Total Long-Term Liabilities	5,553,219	-	502,016	5,051,203	522,016
Other Long-Term Liabilities					
Compensated Absences Payable	687,460	88,308	-	775,768	-
Lease Liability	45,849	-	21,838	24,011	13,252
Other Postemployment Benefits Liability	34,468,002	-	4,824,599	29,643,403	-
Net Pension Liability - Proportionate Share	815,208	-	561,074	254,134	-
Total Other Long-Term Liabilities	36,016,519	88,308	5,407,511	30,697,316	13,252
Total Governmental Activities	\$ 41,569,738	\$ 88,308	\$ 5,909,527	\$ 35,748,519	\$ 535,268

The General Fund has typically been used to liquidate long-term liabilities. Additions and reductions to compensated absences are shown net.

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 7 - LONG-TERM DEBT OBLIGATIONS - Continued

Existing serial and statutory obligations:

Description	Issue Date	Final Maturity	Interest Rate (%)	Balance
Serial Bond 2015	1/1/2015	6/15/2030	4.00%	\$ 130,000
Serial Bond 2016	1/28/2016	6/15/2032	1.70-3.00%	1,055,000
Serial Bond 2017	4/19/2017	6/15/2033	3.20%	330,000
Serial Bond 2023	6/15/2023	6/15/2038	5.00%	<u>3,120,000</u>
				<u>\$ 4,635,000</u>

The following is a summary of debt service requirements for bonds payable at year-end June 30:

	Principal	Interest	Total
2027	\$ 490,000	\$ 200,294	\$ 690,294
2028	505,000	182,319	687,319
2029	525,000	163,469	688,469
2030	545,000	142,300	687,300
2031	525,000	120,088	645,088
2032-2036	1,790,000	318,150	2,108,150
2037-2038	<u>255,000</u>	<u>15,250</u>	<u>270,250</u>
Total	<u>\$ 4,635,000</u>	<u>\$ 1,141,870</u>	<u>\$ 5,776,870</u>

Lease Liabilities

The District enters into agreements to lease information technology equipment. Leases with a lease term greater than twelve months are recorded at the present value of the future minimum lease payments as of the date of their inception.

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 7 - LONG-TERM DEBT OBLIGATIONS - Continued

Existing lease obligations:

Description	Issue Date	Final Maturity	Interest Rate (%)	Balance
Copier Lease 2021	9/1/2021	9/1/2026	1.91%	\$ 2,973
Copier Lease 2023	4/1/2023	4/1/2028	1.91%	11,121
Copier Lease 2024	8/1/2023	8/1/2028	1.91%	<u>9,917</u>
				<u><u>\$ 24,011</u></u>

The following is a summary of debt service requirements for lease liabilities at year-end June 30:

	Principal	Interest	Total
2027	\$ 13,252	\$ 298	\$ 13,550
2028	9,982	98	10,080
2029	<u>777</u>	<u>1</u>	<u>778</u>
Total	<u><u>\$ 24,011</u></u>	<u><u>\$ 397</u></u>	<u><u>\$ 24,408</u></u>

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

Interest Paid	\$ 217,151
Less: Interest Accrued in the Prior Year	(9,007)
Less: Amortization of Premium on Obligation	(32,016)
Plus: Interest Accrued in the Current Year	<u>8,134</u>
Total Interest on Long-Term Debt	<u><u>\$ 184,262</u></u>

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 8 - PENSION PLANS

General Information

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

Teachers' Retirement System (TRS) Plan Description

The TRS is administered by the New York State Teachers' Retirement Board. The TRS provides retirement benefits as well as, death and disability benefits to plan members and beneficiaries as authorized by the Education Law and the Retirement and Social Security Law of the State of New York (NYSRSSL). Membership is mandatory and automatic for all full-time teachers, teaching assistants, guidance counselors and administrators employed in New York Public Schools and BOCES who elected to participate in the TRS. Once a public employer elects to participate in the TRS, the election is irrevocable. The New York State Constitution provides that pension membership is a contractual relationship and plan benefits cannot be diminished or impaired. Benefits can be changed for future members only by the enactment of a State statute. Additional information regarding the System, may be obtained by writing to the New York State Teachers' Retirement System, 10 Corporate Woods Drive, Albany, NY 12211-2395 or by referring to the NYSSTR Annual Comprehensive Financial Report which can be found on the System's website at www.nystrs.org.

Employees' Retirement System (ERS) Plan Description

Obligations of employers and employees to contribute and benefits to employees are governed by the NYSRSSL. The net position of the ERS is held in the New York State Common Retirement Fund (the Fund), which was established to hold all net assets and record changes in plan net position allocated to the ERS. As set forth in the NYSRSSL, the Comptroller of the State of New York (Comptroller) serves as the trustee of the Fund and is the administrative head of the ERS. Once a public employer elects to participate in the ERS, the election is irrevocable. The New York State Constitution provides that pension membership is a contractual relationship and plan benefits cannot be diminished or impaired. Benefits can be changed for future members only by enactment of a State statute. The District also participates in the Public Employees' Group Life Insurance Plan (GLIP), which provides death benefits in the form of life insurance. The ERS is included in the State's financial report as a pension trust fund. That report, including information with regard to benefits provided, may be found at www.osc.state.ny.us/retire/publications/index.php or obtained by writing to the New York State and Local Employees' Retirement System, 110 State Street, Albany, NY 12244.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 8 - PENSION PLANS- Continued

TRS Benefits Provided

Benefits

The benefits provided to members of the System are established by 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 are subdivided into the following six classes:

Tier 1

Members who last joined prior to July 1, 1973 are covered by the provisions of Article 11 of the Education Law.

Tier 2

Members who last joined on or after July 1, 1973 and prior to July 27, 1976 are covered by the provisions of Article 11 of the Education Law and Article 11 of the Retirement and Social Security Law (RSSL).

Tier 3

Members who last joined on or after July 27, 1976 and prior to September 1, 1983 are covered by the provisions of Article 14 and Article 15 of the RSSL.

Tier 4

Members who last joined on or after September 1, 1983 and prior to January 1, 2010 are covered by the provisions of Article 15 of the RSSL.

Tier 5

Members who joined on or after January 1, 2010 and prior to April 1, 2012 are covered by the provisions of Article 15 of the RSSL.

Tier 6

Members who joined on or after April 1, 2012 are covered by the provisions of Article 15 of the RSSL.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 8 - PENSION PLANS - Continued

TRS Benefits Provided - Continued

Service Retirements

Tier 1 members are eligible, beginning at age 55, for a service retirement allowance of approximately 2% per year of credited service times final average salary.

Under Article 19 of the RSSL, eligible Tier 1 and 2 members can receive additional service credit of one-twelfth of a year for each year of retirement credit as of the date of retirement or death up to a maximum of 2 additional years.

Tiers 2 through 5 are eligible for the same but with the following limitations: (1) Tiers 2 through 4 members receive an unreduced benefit for retirement at age 62 or retirement at ages 55 through 61 with 30 years of service or reduced benefit for retirement at ages 55 through 61 with less than 30 years of service. (2) Tier 5 members receive an unreduced benefit for retirement at age 62 or retirement at ages 57 through 61 with 30 years of service. They receive a reduced benefit for retirement at age 55 and 56 regardless of service credit, or ages 57 through 61 with less than 30 years of service.

Tier 6 members are eligible for a service retirement allowance of 1.75% per year of credited service for the first 20 years of service plus 2% per year for years of service in excess of 20 years times final average salary. Tier 6 members receive an unreduced benefit for retirement at age 63. They receive a reduced benefit at ages 55-62 regardless of service credit.

Vested Benefits

Retirement benefits for Tiers 1-6 are now vested after 5 years of credited service. Benefits are payable at age 55 or greater with the limitations previously noted for service retirements.

Disability Retirement

Members are eligible for disability retirement benefits after 10 years of credited New York State service.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 8 - PENSION PLANS - Continued

ERS Benefits Provided

Benefits

The System provides retirement benefits as well as death and disability benefits.

Tier 1 and 2

Eligibility: Tier 1 members, with the exception of those retiring under special retirement plans, must be at least age 55 to be eligible to collect a retirement benefit. There is no minimum service requirement for Tier 1 members. Tier 2 members, with the exception of those retiring under special retirement plans, must have 5 years of service and be at least age 55 to be eligible to collect a retirement benefit. The age at which full benefits may be collected for Tier 1 is 55, and the full benefit age for Tier 2 is 62.

Benefit Calculation: Generally, the benefit is 1.67 percent of final average salary for each year of service if the member retires with less than 20 years. If the member retires with 20 or more years of service, the benefit is 2 percent of final average salary for each year of service. Tier 2 members with five or more years of service can retire as early as age 55 with reduced benefits. Tier 2 members age 55 or older with 30 or more years of service can retire with no reduction in benefits. As a result of Article 19 of the RSSL, Tier 1 and Tier 2 members who worked continuously from April 1, 1999 through October 1, 2000 received an additional month of service credit for each year of credited service they have at retirement, up to a maximum of 24 additional months.

Final average salary is the average of the wages earned in the 3 highest consecutive years of employment. For Tier 1 members who joined on or after June 17, 1971, each year's compensation used in the final average salary calculation is limited to no more than 20 percent greater than the previous year. For Tier 2 members, each year of final average salary is limited to no more than 20 percent of the average of the previous 2 years.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 8 - PENSION PLANS – Continued

ERS Benefits Provided - Continued

Tier 3, 4, and 5

Eligibility: Tier 3, 4 and 5 members, with the exception of those retiring under special retirement plans, must have 5 years of service and be at least age 55 to be eligible to collect a retirement benefit. The full benefit age for Tier 3, 4 and 5 is 62.

Benefit Calculation: Generally, the benefit is 1.67 percent of final average salary for each year of service if the member retires with less than 20 years. If a member retires with between 20 and 30 years of service, the benefit is 2 percent of final average salary for each year of service. If a member retires with more than 30 years of service, an additional benefit of 1.5 percent of final average salary is applied for each year of service over 30 years. Tier 3 and 4 members with five or more years of service and Tier 5 members with 5 or more years of service can retire as early as age 55 with reduced benefits. Tier 3 and 4 members age 55 or older with 30 or more years of service can retire with no reduction in benefits.

Final average salary is the average of the wages earned in the 3 highest consecutive years of employment. For Tier 3, 4 and 5 members, each year's compensation in the final average salary calculation is limited to no more than 10 percent greater than the average of the previous 2 years.

Tier 6

Eligibility: Tier 6 members, with the exception of those retiring under special retirement plans, must have 5 years of service and be at least age 55 to be eligible to collect a retirement benefit. The full benefit age for Tier 6 is 63 for ERS members.

Benefit Calculation: Generally, the benefit is 1.67 percent of final average salary for each year of service if the member retires with less than 20 years. If a member retires with 20 years of service, the benefit is 1.75 percent of final average salary for each year of service. If a member retires with more than 20 years of service, an additional benefit of 2 percent of final average salary is applied for each year of service over 20 years. Tier 6 members with 5 or more years of service can retire as early as age 55 with reduced benefits.

Final average salary is the average of the wages earned in the 5 highest consecutive years of employment. For Tier 6 members, each year's compensation used in the final average salary calculation is limited to no more than 10 percent greater than the average of the previous 4 years.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 8 - PENSION PLANS - Continued

ERS Benefits Provided - Continued

Vested Benefits

All Members are vested when they reach 5 years of service credit.

Disability Retirement Benefits

Disability retirement benefits are available to ERS members unable to perform their job duties because of permanent physical or mental incapacity. There are three general types of disability benefits: ordinary, performance of duty, and accidental disability benefits. Eligibility, benefit amounts, and other rules such as any offset of other benefits depend on a member's tier, years of service, and plan.

Ordinary Death Benefits

Death benefits are payable upon the death, before retirement, of a member who meets eligibility requirements as set forth by law. The first \$50,000 of an ordinary death benefit is paid in the form of group term life insurance. The benefit is generally three times the member's annual salary. For most members, there is also a reduced post-retirement ordinary death benefit available.

Post-Retirement Benefit Increases

A cost-of-living adjustment is provided annually to: (i) all retirees who have attained age 62 and have been retired for five years; (ii) all retirees who have attained age 55 and have been retired for 10 years; (iii) all disability retirees, regardless of age, who have been retired for five years; (iv) ERS recipients of an accidental death benefit, regardless of age, who have been receiving such benefit for five years and (v) the spouse of a deceased retiree receiving a lifetime benefit under an option elected by the retiree at retirement. An eligible spouse is entitled to one-half the cost of living adjustment amount that would have been paid to the retiree when the retiree would have met the eligibility criteria. This cost-of-living adjustment is a percentage of the annual retirement benefit of the eligible retiree as computed on a base benefit amount not to exceed \$18,000 of the annual retirement benefit. The cost-of-living percentage shall be 50 percent of the annual Consumer Price Index as published by the U.S. Bureau of Labor but cannot be less than 1 percent or exceed 3 percent.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 8 - PENSION PLANS - Continued

Funding Policies

The Systems are noncontributory except for employees who joined after July 27, 1976, who contribute 3 percent of their salary for the first ten years of membership, and employees who joined on or after January 1, 2010 who generally contribute 3.0% to 3.5% of their salary for their entire length of service. In addition, employee contribution rates under ERS tier VI vary based on a sliding salary scale. For TRS, contribution rates are established annually by the New York State Teachers' Retirement Board pursuant to Article 11 of the Education Law. For ERS, the Comptroller annually certifies the actuarially determined rates expressly used in computing the employers' contributions for the ERS' fiscal year ended March 31. The District paid 100% of the required contributions as billed by the TRS and ERS for the current year and each of the two preceding years. (The District chose to prepay the required contributions by December 15, 2025 and received an overall discount of \$1,910).

The District's share of the required contributions, based on covered payroll paid for the current and two preceding years were:

	NYSTRS	NYSERS
2025-2026	\$ 548,507	\$ 265,676
2024-2025	527,074	230,704
2023-2024	539,944	184,381

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 8 - PENSION PLANS - Continued

Pension Assets, Pension Liabilities, Pension Expense (Credit), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2026, the District reported the following asset (liability) for its proportionate share of the net pension asset (liability) for each of the Systems. The net pension asset (liability) was measured as of March 31, 2026 for ERS and June 30, 2025 for TRS. The total pension asset (liability) used to calculate the net pension asset (liability) was determined by an actuarial valuation. The District's proportion of the net pension asset (liability) was based on a projection of the District's long-term share of contributions to the Systems relative to the projected contributions of all participating members, actuarially determined. This information was provided by the ERS and TRS Systems in reports provided to the District.

	ERS	TRS
Measurement Date	March 31, 2026	June 30, 2025
District's Proportionate Share of the		
Net Pension Asset (Liability)	\$ (254,134)	1,636,060
District's Portion (%) of the Plan's Total		
Net Pension Asset (Liability)	0.0045045%	0.027631%
Change in Proportion (%) Since the Prior		
Measurement Date	-0.0002501%	-0.000653%

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 8 - PENSION PLANS - Continued

Pension Assets, Pension Liabilities, Pension Expense (Credit), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - Continued

For the year ended June 30, 2026, the District's recognized expense (credit) of \$14,824 for ERS and (\$638,335) for TRS. At June 30, 2026, the District's 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	
	ERS	TRS	ERS	TRS
Differences Between Expected and Actual Experience	\$ 145,431	\$ 857,660	\$ -	\$ -
Changes of Assumptions	43,624	647,665	-	17,639
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	-	455,677	1,277,759
Changes in Proportion and Differences Between the District's Contributions and Proportionate Share of Contributions	48,069	75,131	24,339	43,860
District's Contributions Subsequent to the Measurement Date	88,813	540,666	-	-
Total	<u>\$ 325,937</u>	<u>\$ 2,121,122</u>	<u>\$ 480,016</u>	<u>\$ 1,339,258</u>

District contributions subsequent to the measurement date which will be recognized as a reduction of the net pension asset (liability) in the year ended June 30, 2027, if applicable. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense for the year ended as follows:

	ERS	TRS
2027	\$ 111,661	\$ 821,402
2028	(154,398)	(342,332)
2029	(95,794)	(356,257)
2030	(104,361)	(61,515)
2031	-	148,076
Thereafter	-	31,824

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 8 - PENSION PLANS - Continued

Actuarial Assumptions

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

Significant actuarial assumptions used in the valuations were as follows:

	ERS	TRS
Measurement Date	March 31, 2026	June 30, 2025
Actuarial Valuation Date	April 1, 2025	June 30, 2024
Interest Rate	5.9%	6.95%
Salary Scale	5.2%	1.4%
Decrement Tables	April 1, 2020 - March 31, 2025 System's Experience	July 1, 2019 - June 30, 2024 System's Experience
Inflation Rate	2.9%	2.5%

For ERS, annuitant mortality rates are based on April 1, 2020 – March 31, 2025 System's experience with adjustments for mortality improvements based on Society of Actuaries' Scale MP-2021. For TRS, annuitant mortality rates are based on July 1, 2019 – June 30, 2024 System's experience with adjustments for mortality improvements based on Society of Actuaries' Scale MP-2021.

For ERS, the actuarial assumptions were based on the results of an actuarial experience study for the period April 1, 2020 – March 31, 2025. For TRS, the assumptions were computed by the TRS' Office of the Actuary and adopted by the TRS' Retirement Board in October 2025. The actuarial assumptions are based upon recent TRS member experience. Detailed assumption information may be found in the TRS' annual Actuarial Valuation Report.

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

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 8 - PENSION PLANS - Continued

Actuarial Assumptions - Continued

For ERS, the long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected 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 the arithmetic real rates of return for each major asset class included in the target asset allocation are summarized below:

	ERS	TRS
Measurement Date	March 31, 2026	June 30, 2025
Asset Type		
Domestic Equity	3.29%	6.70%
International Equity	5.85%	7.40%
Private Equity	7.00%	9.80%
Global Equity		7.00%
Real Estate	5.20%	6.50%
Opportunistic /Absolute Return Strategies Portfolio	5.13%	
Credit	5.10%	
Real Assets	5.54%	
Fixed Income	1.75%	
Cash	0.25%	0.60%
Private Debt		6.10%
Real Estate Debt		3.80%
Domestic Fixed Income Securities		2.60%
Global Bonds		2.40%
High-Yield Bonds		4.70%

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 8 - PENSION PLANS - Continued

Discount Rate

The discount rate used to calculate the total pension asset (liability) was 5.9% for ERS and 6.95% for TRS. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based upon the assumptions, the Systems' fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension asset (liability).

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

The following presents the District's proportionate share of the net pension asset (liability) calculated using the discount rate of 5.9% for ERS and 6.95% for TRS, as well as what the District's proportionate share of the net pension asset (liability) would be if it were calculated using a discount rate that is 1-percentage point lower (4.9% for ERS and 5.95% for TRS) or 1-percentage point higher (6.9% for ERS and 7.95% for TRS) than the current rate:

ERS	1% Decrease (4.90%)	Current Assumption (5.90%)	1% Increase (6.90%)
District's Proportionate Share of the Net Pension Asset (Liability)	\$ (1,735,668)	\$ (254,134)	\$ 984,493
TRS	1% Decrease (5.95%)	Current Assumption (6.95%)	1% Increase (7.95%)
District's Proportionate Share of the Net Pension Asset (Liability)	\$ (3,143,710)	\$ 1,636,060	\$ 5,657,988

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 8 - PENSION PLANS - Continued

Pension Plan Fiduciary Net Position

The components of the current-year net pension asset (liability) of the employers as of the respective valuation dates, were as follows:

	(In thousands)		
	<u>ERS</u>	<u>TRS</u>	<u>Total</u>
Measurement Date	March 31, 2026	June 30, 2025	
Employer's Total Pension Asset (Liability)	\$ (253,773,040)	\$ (148,272,069)	\$ (402,045,109)
Plan Fiduciary Net Position	<u>248,131,290</u>	<u>154,193,125</u>	<u>402,324,415</u>
Employer's Net Pension Asset (Liability)	<u>\$ (5,641,750)</u>	<u>\$ 5,921,056</u>	<u>\$ 279,306</u>
Ratio of Plan Fiduciary Net Position to the Employer's Total Pension Asset (Liability)	97.78%	103.99%	

Payables to the Pension Plan

For ERS, employer contributions are paid annually based on the System's fiscal year which ends on March 31. Accrued retirement contributions as of June 30, 2026 represent the projected employer contribution for the period of April 1, 2026 through June 30, 2026 based on paid ERS wages multiplied by the employer's contribution rate, by tier. Accrued retirement contributions as of June 30, 2026 amounted to \$88,813. Employee contributions are remitted monthly.

For TRS, employer and employee contributions for the fiscal year ended June 30, 2026 are paid to the System in September, October and November 2026 through a state aid intercept. Accrued retirement contributions as of June 30, 2026 represent employee and employer contributions for the fiscal year ended June 30, 2026 based on paid TRS wages multiplied by the employer's contribution rate, by tier and employee contributions for the fiscal year as reported to the TRS System. Accrued retirement contributions as of June 30, 2026 amounted to \$623,524.

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 9 - INTERFUND TRANSACTIONS - GOVERNMENTAL FUNDS

Interfund balances at June 30, 2026 are as follows:

	Interfund		Interfund	
	Receivables	Payables	Revenues	Expenditures
General	\$ 462,712	\$ -	\$ 300,000	\$ 187,708
Special Aid	-	254,443	62,708	-
School Food Service	-	104,492	25,000	-
Debt Service	-	-	-	300,000
Capital Projects - Nonmajor funds	-	103,777	100,000	-
Total	<u>\$ 462,712</u>	<u>\$ 462,712</u>	<u>\$ 487,708</u>	<u>\$ 487,708</u>

The District typically transfers resources between funds for the purpose of mitigating the effects of cash flow issues.

The District also typically transfers from the General Fund to the Special Aid Fund to cover the local share of the summer special education program. The General Fund advances funds to the Special Aid Fund to provide temporary cash until New York State has reimbursed the grant programs. Transfers are made to the various Capital Project Funds for funding of projects.

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 10 - FUND BALANCE EQUITY

The following is a summary of the Governmental Funds fund balances of the District as of June 30, 2026:

Fund Balances (Deficits)	General	Capital Projects - Main 2023	Total Non- Major	Total Governmental Funds
Nonspendable				
Prepaid Expenditures	\$ 38,072	\$ -	\$ -	\$ 38,072
Inventory	-	-	28,560	28,560
Restricted				
Employee Benefit Accrued Liability	196,681	-	-	196,681
Retirement Contributions - NYSERS	10,000	-	-	10,000
Retirement Contributions - NYSTRS	77,137	-	-	77,137
Unemployment Insurance	43,003	-	-	43,003
Tax Certiorari	10,000	-	-	10,000
Insurance	517,356	-	-	517,356
Capital	1,814,111	-	-	1,814,111
Debt Service Fund	-	-	761,396	761,396
Extra Classroom Activities Fund	-	-	115,562	115,562
Scholarships and Awards Fund	-	-	11,919	11,919
Capital Projects Fund	-	-	-	-
Assigned				
Designated for Next Fiscal Year	1,946,188	-	-	1,946,188
School Food Service Fund	-	-	4,418	4,418
Unassigned (Deficits)				
General Fund	867,250	-	-	867,250
Capital Projects Fund - Main 2023	-	(8,782,316)	-	(8,782,316)
Capital Projects Fund - Other	-	-	(103,777)	(103,777)
Total Governmental Fund Balances (Deficits)	\$ 5,519,798	\$ (8,782,316)	\$ 818,078	\$ (2,444,440)

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 11 – POSTEMPLOYMENT (HEALTH INSURANCE) BENEFITS

General Information about the OPEB Plan

Plan Description – The District’s defined benefit OPEB plan, provides OPEB for all permanent full-time employees of the District. The plan is a single-employer defined benefit OPEB plan administered by the District. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the District’s Board, subject to applicable collective bargaining and employment agreements, and Board of Education policy. The plan does not issue a separate financial report since there are no assets legally segregated for the sole purpose of paying benefits under the Plan. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits Provided – The District provides healthcare benefits for retirees and their dependents. The benefit terms are dependent on which contract each employee falls under. The specifics of each contract are on file at the District offices and are available upon request.

Employees Covered by Benefit Terms – At July 1, 2025, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	101
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	<u>111</u>
Total Covered Employees	<u><u>212</u></u>

Madrid-Waddington CSD provides a health plan to eligible pre-65 retirees and dependents through Excellus and a Medicare Advantage plan to all Medicare eligible retirees through Aetna.

The District recognizes the cost of providing health insurance annually as expenditures in the General Fund of the funds financial statements as payments are made. For the year ended June 30, 2026, the District recognized approximately \$1,227,417 for its share of insurance premiums for currently enrolled retirees.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 11 – POSTEMPLOYMENT (HEALTH INSURANCE)

BENEFITS - Continued

General Information about the OPEB Plan - Continued

Unit	Plan	Hire Date	Eligibility/Criteria
Administrators			<i>Requirements listed per Contract Agreements</i>
	Excellus & Aetna		0% Contribution
	Medicare Part B		0% Contribution
Teachers Association		Pre-7/1/07	<i>Eligible age 55 & 5 years service</i>
		Post-7/1/07	<i>Eligible age 55 & 10 years service</i>
		Pre-7/1/07	0% Contribution
	Excellus & Aetna	Post-7/1/07	50% Contribution - 10-14yrs service
			11% Contribution - 15 yrs or more service
	Medicare Part B	Pre-7/1/12	0% Contribution
		Post-7/1/12	Fixed reimbursement of \$99.90/month
School Related Personnel		Pre-7/1/10	<i>Eligible age 55 & 10 years service</i>
		Post-7/1/10	<i>Eligible age 55 & 15 years service</i>
		Pre-7/1/12	0% Contribution
	Excellus & Aetna	Pre-7/1/22	Fixed employee contribution \$400 individual, \$1,050 two-person, \$1,100 family
			Fixed employee contribution \$600 individual, \$1,250 two-person, \$1,300 family
		Post-7/1/22	Employee contributions are same as amount at retirement.
	Medicare Part B	Pre-7/1/12	0% Contribution
		Post-7/1/12	Fixed reimbursement of \$99.90/month

- Surviving spouses are permitted to continue coverage after the death of the retiree through COBRA at 100% of the premium cost.

Total OPEB Liability

The District has obtained an actuarial valuation report as of June 30, 2026 which indicates that the total liability for other postemployment benefits is \$29,643,403 which is reflected in the Statement of Net Position. The OPEB liability was measured as of July 1, 2025 and was determined by an actuarial valuation as of July 1, 2025.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 11 – POSTEMPLOYMENT (HEALTH INSURANCE)**BENEFITS - Continued**

Total OPEB Liability - Continued

Actuarial Assumptions and Other Inputs – The total OPEB liability in the July 1, 2025 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Methods and Assumptions

Measurement Date	7/1/2025
Rate of Compensation Increase	3.50%
Discount Rate	5.20%

Assumed Health Care Trend Rates at June 30

Health Care Cost Trend Rate Assumed for Next Fiscal Year	6.70%
Rate to Which the Cost Trend Rate is Assumed to Decline (the Ultimate Trend Rate)	4.04%
Fiscal Year that the Rate Reaches the Ultimate Trend Rate	2076

Additional Information

Actuarial Cost Method	Entry Age Normal
Amortized Cost Method	Level Percentage
Amortized Period Remaining (in Years)	6.06
Method used to Determine Actuarial Value of Assets	N/A

The discount rate was based on the Bond Buyer Weekly 20-Bond GO Index as of July 1, 2025.

Mortality rates were based on the sex-distinct, job category-specific, headcount weighted mortality tables for employees and healthy retirees, and adjusted for mortality improvements with scale MP-2021 mortality improvement scale on a generational basis.

The actuarial assumptions used in the July 1, 2025 valuation were based on the results of an actuarial experience study for the period July 1, 2024 – June 30, 2025.

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 11 – POSTEMPLOYMENT (HEALTH INSURANCE)**BENEFITS - Continued**

Changes in the Total OPEB Liability

Balance at June 30, 2025	\$ 34,468,002
Changes for the Year	
Service Cost	935,265
Interest	1,364,545
Changes of Benefit Terms	(134,260)
Differences Between Expected and Actual Experience	(687,699)
Changes of Assumptions or Other Inputs	(4,938,452)
Benefit Payments	<u>(1,363,998)</u>
Net Changes	<u>(4,824,599)</u>
Balance at June 30, 2026	<u><u>\$ 29,643,403</u></u>

Changes of assumptions and other inputs reflect a change in the discount rate from 3.93 percent as of June 30, 2025 to 5.20 percent as of June 30, 2026.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate – The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (4.20 percent) or 1 percentage point higher (6.20 percent) than the current discount rate:

	1% Decrease	Discount Rate	1% Increase
	4.20%	5.20%	6.20%
Total OPEB Liability	<u><u>\$ 33,759,160</u></u>	<u><u>\$ 29,643,403</u></u>	<u><u>\$ 26,247,868</u></u>

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 11 – POSTEMPLOYMENT (HEALTH INSURANCE)

BENEFITS - Continued

Changes in the Total OPEB Liability – Continued

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates – The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower (trend decreasing to 3.04 percent) or 1 percentage point higher (trend decreasing to 5.04 percent) than the current healthcare cost trend rate:

	1% Decrease Healthcare Cost Trend Rates (Trend Less 1% Decreasing to 3.04%)	Healthcare Cost Trend Rates (Trend at 4.04%)	1% Increase Healthcare Cost Trend Rates (Trend Plus 1% Increasing to 5.04%)
Total OPEB Liability	<u>\$ 25,714,900</u>	<u>\$ 29,643,403</u>	<u>\$ 34,561,910</u>

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2026, the District recognized OPEB credit of (\$2,203,690). At June 30, 2026, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 926,178	\$ 1,434,843
Changes of Assumptions or Other Inputs	-	7,022,373
Benefit Payments Subsequent to the Measurement Date	<u>1,428,009</u>	<u>-</u>
	<u>\$ 2,354,187</u>	<u>\$ 8,457,216</u>

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 11 – POSTEMPLOYMENT (HEALTH INSURANCE)**BENEFITS - Continued**

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources
Related to OPEB - Continued**

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

Fiscal Year Ending June 30,

2027	\$ (2,683,387)
2028	(1,506,178)
2029	(1,184,726)
2030	(1,161,067)
2031	(939,977)
Thereafter	<u>(55,703)</u>
	<u>\$ (7,531,038)</u>

NOTE 12 - RISK MANAGEMENT

General

The District is exposed to various risks of loss related to torts, theft, damage, injuries, errors and omissions, natural disasters, and other risks. 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 two years.

Pooled Non-Risk-Retained

The District participates in the St. Lawrence-Lewis Counties School District Employees Workers' Compensation Plan, a risk-sharing pool, to ensure Workers' Compensation claims. This is a public entity risk pool created under Article 5 of the Workers' Compensation Law to finance liability and risks related to Workers' Compensation claims. The District share of the liability for unbilled and open claims is \$0.

NOTES TO AUDITED BASIC FINANCIAL STATEMENTS

June 30, 2026

NOTE 13 - COMMITMENTS AND CONTINGENCIES

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

NOTE 14 – DONOR-RESTRICTED ENDOWMENTS

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

The 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 District.

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CHANGES IN THE DISTRICT'S TOTAL OPEB LIABILITY AND RELATED RATIOS

LAST NINE FISCAL YEARS

Ended June 30, 2026

Total OPEB Liability	2026	2025	2024	2023	2022	2021	2020	2019	2018
Service Cost	\$ 935,265	\$ 1,031,059	\$ 1,042,073	\$ 1,267,402	\$ 1,522,431	\$ 1,393,925	\$ 1,329,886	\$ 1,724,899	\$ 1,797,359
Interest	1,364,545	1,286,614	1,223,002	795,461	961,556	1,505,303	1,597,775	1,652,938	1,666,209
Changes of Benefit Terms	(134,260)	-	(104,724)	(1,214,924)	-	-	-	-	(4,993,419)
Difference between Expected and Actual Experience	(687,699)	-	706,453	1,751,440	(5,487,641)	(8,491,088)	(1,054,798)	-	(7,216,165)
Changes in Assumptions or Other Inputs	(4,938,452)	(1,400,059)	(857,115)	(3,801,147)	(1,864,349)	7,359,025	1,117,955	(6,495,577)	(2,549,774)
Benefit Payments	(1,363,998)	(1,336,521)	(1,257,620)	(1,134,158)	(1,296,188)	(1,493,889)	(1,170,832)	(1,061,229)	(1,299,308)
Net Change in Total OPEB Liability	(4,824,599)	(418,907)	752,069	(2,335,926)	(6,164,191)	273,276	1,819,986	(4,178,969)	(12,595,098)
Total OPEB Liability - Beginning	34,468,002	34,886,909	34,134,840	36,470,766	42,634,957	42,361,681	40,541,695	44,720,664	57,315,762
Total OPEB Liability - Ending	\$ 29,643,403	\$ 34,468,002	\$ 34,886,909	\$ 34,134,840	\$ 36,470,766	\$ 42,634,957	\$ 42,361,681	\$ 40,541,695	\$ 44,720,664
Covered Payroll	\$ 6,578,203	\$ 6,991,107	\$ 6,583,237	\$ 6,017,712	\$ 6,017,712	\$ 6,170,404	\$ 5,817,172	\$ 5,453,038	\$ 5,277,030
Total OPEB Liability as a Percentage of Covered Payroll	450.63%	493.03%	529.94%	567.24%	606.06%	690.96%	728.22%	743.47%	847.46%

10 years of historical information will not be available upon implementation. An additional year of historical information will be added each year subsequent to the year of implementation until 10 years of historical data is available.

See paragraph on supplementary schedules included in independent auditor's report.

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL – GENERAL FUND

Year Ended June 30, 2026

	Original Budget	Final Budget	Variance with Original Budget - over (under) Final Budget	Actual	Variance with Final Budget - over (under) Actual Amounts
REVENUES					
Local Sources					
Real Property Taxes	\$ 4,410,334	\$ 4,410,334	\$ -	\$ 4,438,131	\$ 27,797
Other Tax Items	632,825	632,825	-	608,263	(24,562)
Charges for Services	70,052	70,052	-	162,818	92,766
Use of Money and Property	12,000	12,000	-	66,615	54,615
Sale of Property and Compensation for Loss	1,000	1,000	-	21,650	20,650
Miscellaneous	438,600	438,600	-	500,745	62,145
Total Local Sources	5,564,811	5,564,811	-	5,798,222	233,411
State Sources	13,865,830	13,865,830	-	13,343,681	(522,149)
Medicaid Reimbursement	35,000	35,000	-	48,751	13,751
Federal Sources	-	-	-	-	-
Total Revenues	19,465,641	19,465,641	-	19,190,654	(274,987)
OTHER FINANCING SOURCES					
Transfers From Other Funds	500,000	500,000	-	300,000	(200,000)
Total Other Financing Sources	500,000	500,000	-	300,000	(200,000)
Total Revenues and Other Financing Sources	\$ 19,965,641	\$ 19,965,641	\$ -	\$ 19,490,654	\$ (474,987.00)
APPROPRIATED FUND BALANCE					
Prior Year's Surplus	1,170,188	1,170,188			
Appropriated Reserves	365,111	365,111			
Total Revenues, Other Financing Sources, and Appropriated Fund Balance	\$ 21,500,940	\$ 21,500,940			

See paragraph on supplementary schedules included in independent auditor's report and notes to required supplementary information.

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL – GENERAL FUND - CONTINUED

Year Ended June 30, 2026

	Original Budget	Final Budget	Variance with Original Budget - over (under) Final Budget	Actual	Year-End Encumbrances	Variance with Final Budget - over (under) Actual Amounts and Encumbrance Amounts
EXPENDITURES						
General Support						
Board of Education	\$ 138,401	\$ 133,701	\$ (4,700)	\$ 132,143	\$ -	\$ 1,558
Central Administration	185,363	185,363	-	182,017	-	3,346
Finance	230,945	216,244	(14,701)	194,174	-	22,070
Staff	41,045	38,545	(2,500)	26,369	-	12,176
Central Services	1,852,153	1,840,894	(11,259)	1,582,372	-	258,522
Special Items	716,668	716,667	(1)	695,575	-	21,092
Total General Support	<u>3,164,575</u>	<u>3,131,414</u>	<u>(33,161)</u>	<u>2,812,650</u>	<u>-</u>	<u>318,764</u>
Instruction						
Instruction, Administration and Improvement	377,932	376,951	(981)	371,832	-	5,119
Teaching - Regular School	4,285,212	4,307,662	22,450	4,198,248	-	109,414
Programs for Children with Handicapping Conditions	3,452,696	3,439,046	(13,650)	3,334,757	-	104,289
Teaching - Special School	21,750	7,250	(14,500)	7,250	-	-
Instructional Media	374,404	410,037	35,633	374,696	-	35,341
Pupil Services	951,506	961,376	9,870	859,146	-	102,230
Total Instruction	<u>9,463,500</u>	<u>9,502,322</u>	<u>38,822</u>	<u>9,145,929</u>	<u>-</u>	<u>356,393</u>
Pupil Transportation	1,459,148	1,453,487	(5,661)	1,338,667	-	114,820
Community Service	47,220	47,220	-	25,024	-	22,196
Employee Benefits	5,989,269	5,989,269	-	4,785,645	-	1,203,624
Debt Service	1,132,228	1,132,228	-	770,827	-	361,401
Total Expenditures	<u>21,255,940</u>	<u>21,255,940</u>	<u>-</u>	<u>18,878,742</u>	<u>-</u>	<u>2,377,198</u>
OTHER FINANCING USES						
Operating Transfers to Other Funds	245,000	245,000	-	187,708	-	57,292
Total Expenditures and Other Financing Uses	<u>\$ 21,500,940</u>	<u>\$ 21,500,940</u>	<u>\$ -</u>	<u>19,066,450</u>	<u>\$ -</u>	<u>\$ 2,434,490</u>
Net Change in Fund Balance				424,204		
Fund Balances - Beginning				5,095,594		
Fund Balances - End				<u>\$ 5,519,798</u>		

See paragraph on supplementary schedules included in independent auditor's report and notes to required supplementary information.

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION – SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE – BUDGET AND ACTUAL – GENERAL FUND

June 30, 2026

NOTE A – BUDGET BASIS OF ACCOUNTING

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

NOTE B – ACTUAL BUDGET RESULTS

	General Fund Over (Under)
BUDGETARY REVENUES	
Differences - Final Budget to Actual	
State Sources - Excess Cost Aid revenue is inherently variable and subject to fluctuation based on changes in special education enrollment and related service provisions. The budgeted amount represents a best estimate based on current student enrollment levels, anticipated special education services, and projections from Committee on Special Education (CSE) deliberations. However, final CSE determinations regarding student placements and service requirements occur at annual meetings held in May, substantially after the completion of the budget development process, resulting in timing differences between estimated and actual aid receipts.	\$ (522,149)
BUDGETARY EXPENDITURES	
Differences - Final Budget to Actual	
Central Services - Staffing operations differed from plan when a retiring employee was replaced with a custodial/driver position and operational needs were met through substitute staffing rather than overtime or additional hires. A planned \$25,000 security camera purchase was deferred to the subsequent fiscal year due to procurement delays. Additionally, Central Services repairs and supplies were favorable by \$113,886, primarily due to lower-than-anticipated maintenance costs for building systems and reduced cleaning supply needs following initial capital project planning assumptions.	\$ 258,522
Employee Benefits - The District budgeted the insurance employee benefit based on premium increase trends for the prior year rate increases and all employees enrolling in the plan. The District premium increases were not realized due to a new payment structure of a HDHP. There was cost containment in the premium as well as employees not exhausting their full HRA.	\$ 1,203,624
Debt Service - The District budgeted as if Phase I of the current capital project was going to change from a BAN to a bond and the district would have small additional bond payment for a partial year. However, the District will roll the BAN of Phase I into the bonding for Phase II and possible not until Phase III is complete. For the 2026-27 fiscal year, the district budgeted just the current bond payments anticipating not bonding during until 2027-28 fiscal year.	\$ 361,401

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION ASSET (LIABILITY) - NYSLRS PENSION PLAN

LAST TEN FISCAL YEARS

Ended June 30, 2026

	2026	2025	2024	2023	2022	2021	2020	2019	2018	2017
Teachers' Retirement System (TRS)										
District's Proportion of the Net Pension Asset (Liability)	0.027631%	0.028284%	0.028411%	0.029948%	0.028591%	0.028535%	0.026864%	0.027788%	0.027671%	0.027793%
District's Proportionate Share of the Net Pension Asset (Liability)	\$ (1,636,060)	\$ 843,873	\$ (324,904)	\$ (574,671)	\$ 5,009,413	\$ (788,500)	\$ 697,917	\$ 502,487	\$ 210,327	\$ (297,670)
District's Covered Payroll	\$ 5,514,554	\$ 5,503,743	\$ 5,348,228	\$ 5,305,382	\$ 4,906,550	\$ 4,843,296	\$ 4,483,996	\$ 4,526,416	\$ 4,384,940	\$ 4,119,480
District's Proportionate Share of the Net Pension Asset (Liability) as a Percentage of its Covered Payroll	29.67%	15.33%	6.07%	10.83%	102.10%	16.28%	15.56%	11.10%	4.80%	7.23%
Plan Fiduciary Net Position as a Percentage of the Total Pension Asset (Liability)	103.99%	102.09%	99.17%	98.57%	113.25%	97.76%	102.20%	101.53%	100.66%	99.01%
Employees' Retirement System (ERS)										
District's Proportion of the Net Pension Asset (Liability)	0.0045045%	0.0047546%	0.0047591%	0.0040671%	0.0041593%	0.0039348%	0.0039144%	0.0041090%	0.0043490%	0.0042717%
District's Proportionate Share of the Net Pension Asset (Liability)	\$ 254,134	\$ (815,208)	\$ (700,730)	\$ (872,158)	\$ 340,008	\$ (3,918)	\$ (1,036,557)	\$ (291,136)	\$ (140,363)	\$ (401,378)
District's Covered Payroll	\$ 1,678,502	\$ 1,592,857	\$ 1,504,068	\$ 1,410,402	\$ 1,316,114	\$ 1,289,493	\$ 1,237,889	\$ 1,203,930	\$ 1,182,447	\$ 1,125,569
District's Proportionate Share of the Net Pension Asset (Liability) as a Percentage of its Covered Payroll	15.14%	51.18%	46.59%	61.84%	25.83%	0.30%	83.74%	24.18%	11.87%	35.66%
Plan Fiduciary Net Position as a Percentage of the Total Pension Asset (Liability)	97.78%	93.08%	93.88%	90.78%	103.65%	99.90%	86.39%	96.27%	98.24%	94.70%

See paragraph on supplementary schedules included in independent auditor's report.

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

SCHEDULE OF DISTRICT'S CONTRIBUTIONS - NYSLRS PENSION PLAN
LAST TEN FISCAL YEARS
Ended June 30, 2026

	2026	2025	2024	2023	2022	2021	2020	2019	2018	2017
Teachers' Retirement System (TRS)										
Contractually Required Contribution	\$ 548,507	\$ 527,074	\$ 539,944	\$ 519,927	\$ 568,114	\$ 467,594	\$ 429,116	\$ 476,197	\$ 443,589	\$ 513,915
Contributions in Relation to the Contractually Required Contribution	<u>548,507</u>	<u>527,074</u>	<u>539,944</u>	<u>519,927</u>	<u>568,114</u>	<u>467,594</u>	<u>429,116</u>	<u>476,197</u>	<u>443,589</u>	<u>513,915</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 5,514,554	\$ 5,503,743	\$ 5,348,228	\$ 5,305,382	\$ 4,906,550	\$ 4,843,296	\$ 4,483,996	\$ 4,526,416	\$ 4,384,940	\$ 4,119,480
Contributions as a Percentage of Covered Payroll	9.95%	9.58%	10.10%	9.80%	11.58%	9.65%	9.57%	10.52%	10.12%	12.48%
Employees' Retirement System (TRS)										
Contractually Required Contribution	\$ 265,676	\$ 230,704	\$ 184,381	\$ 155,572	\$ 203,244	\$ 183,636	\$ 175,281	\$ 174,003	\$ 175,125	\$ 171,949
Contributions in Relation to the Contractually Required Contribution	<u>265,676</u>	<u>230,704</u>	<u>184,381</u>	<u>155,572</u>	<u>203,244</u>	<u>183,636</u>	<u>175,281</u>	<u>174,003</u>	<u>175,125</u>	<u>171,949</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 1,678,502	\$ 1,592,857	\$ 1,504,068	\$ 1,410,402	\$ 1,316,114	\$ 1,289,493	\$ 1,237,889	\$ 1,203,930	\$ 1,182,447	\$ 1,125,569
Contributions as a Percentage of Covered Payroll	15.83%	14.48%	12.26%	11.03%	15.44%	14.24%	14.16%	14.45%	14.81%	15.28%

See paragraph on supplementary schedules included in independent auditor's report.

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SUPPLEMENTARY INFORMATION

COMBINED BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS

June 30, 2026

	School Food Service	Debt Service	Extra Classroom Activities
ASSETS			
Cash and Cash Equivalents			
Unrestricted	\$ 54,275	\$ -	\$ -
Restricted	-	761,396	115,562
Receivables			
State and Federal Aid	54,813	-	-
Inventories	28,560	-	-
TOTAL ASSETS	\$ 137,648	\$ 761,396	\$ 115,562
LIABILITIES			
Payables			
Due to Other Funds	\$ 104,492	\$ -	\$ -
Due to Other Governments	178	-	-
Total Liabilities	104,670	-	-
DEFERRED INFLOWS OF RESOURCES			
Deferred State Aid	\$ -	\$ -	\$ -
Total Deferred Inflows of Resources	-	-	-
FUND BALANCES (DEFICITS)			
Nonspendable	28,560	-	-
Restricted	-	761,396	115,562
Assigned	4,418	-	-
Unassigned (Deficit)	-	-	-
Total Fund Balances	32,978	761,396	115,562
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 137,648	\$ 761,396	\$ 115,562

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

Scholarships and Awards	Special Aid	Capital Projects - Capital Outlay	Capital Projects - Other	Total Non-Major
\$ -	\$ 9,530	\$ -	\$ -	\$ 63,805
11,919	-	-	-	888,877
-	244,913	-	103,777	403,503
-	-	-	-	28,560
<u>\$ 11,919</u>	<u>\$ 254,443</u>	<u>\$ -</u>	<u>\$ 103,777</u>	<u>\$ 1,384,745</u>
\$ -	254,443	\$ -	\$ 103,777	\$ 462,712
-	-	-	-	178
-	254,443	-	103,777	462,890
<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ 103,777</u>	<u>\$ 103,777</u>
-	-	-	103,777	103,777
-	-	-	-	28,560
11,919	-	-	-	888,877
-	-	-	-	4,418
-	-	-	(103,777)	(103,777)
11,919	-	-	(103,777)	818,078
<u>\$ 11,919</u>	<u>\$ 254,443</u>	<u>\$ -</u>	<u>\$ 103,777</u>	<u>\$ 1,384,745</u>

See paragraph on supplementary schedules included in independent auditor's report.

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES - NON-MAJOR GOVERNMENTAL FUNDS**

Year Ended June 30, 2026

	School Food Service	Debt Service	Extra Classroom Activities
REVENUES			
Use of Money and Property	\$ -	\$ 7,695	\$ -
State Sources	182,283	-	-
Federal Sources	327,569	-	-
Surplus Food	37,259	-	-
Sales - School Food Service	76,373	-	-
Miscellaneous	-	4,421	137,068
Total Revenues	<u>623,484</u>	<u>12,116</u>	<u>137,068</u>
EXPENDITURES			
Instruction	-	-	-
Pupil Transportation	-	-	-
Employee Benefits	117,839	-	-
Cost of Sales - School Food Service	621,538	-	-
Other Expenditures	-	-	124,968
Capital Outlay	-	-	-
Total Expenditures	<u>739,377</u>	<u>-</u>	<u>124,968</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(115,893)</u>	<u>12,116</u>	<u>12,100</u>
OTHER FINANCING SOURCES			
Premium on Obligations	-	48,519	-
Operating Transfers In	25,000	-	-
Operating Transfers (Out)	-	(300,000)	-
Total Other Financing Sources	<u>25,000</u>	<u>(251,481)</u>	<u>-</u>
Net Change in Fund Balances	(90,893)	(239,365)	12,100
Fund Balances - Beginning of Year	<u>123,871</u>	<u>1,000,761</u>	<u>103,462</u>
Fund Balances - End of Year	<u>\$ 32,978</u>	<u>\$ 761,396</u>	<u>\$ 115,562</u>

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

Scholarships and Awards	Special Aid	Capital Projects - Capital Outlay	Capital Projects - Other	Total Non-Major
\$ 365	\$ -	\$ -	\$ -	\$ 8,060
-	180,541	-	-	362,824
-	436,466	-	-	764,035
-	-	-	-	37,259
-	-	-	-	76,373
12,227	-	-	-	153,716
<u>12,592</u>	<u>617,007</u>	<u>-</u>	<u>-</u>	<u>1,402,267</u>
-	467,941	-	-	467,941
-	37,591	-	-	37,591
-	174,183	-	-	292,022
-	-	-	-	621,538
14,278	-	-	-	139,246
-	-	100,000	103,777	203,777
<u>14,278</u>	<u>679,715</u>	<u>100,000</u>	<u>103,777</u>	<u>1,762,115</u>
<u>(1,686)</u>	<u>(62,708)</u>	<u>(100,000)</u>	<u>(103,777)</u>	<u>(359,848)</u>
-	-	-	-	48,519
-	62,708	100,000	-	187,708
-	-	-	-	(300,000)
<u>-</u>	<u>62,708</u>	<u>100,000</u>	<u>-</u>	<u>(63,773)</u>
(1,686)	-	-	(103,777)	(423,621)
13,605	-	-	-	1,241,699
<u>\$ 11,919</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (103,777)</u>	<u>\$ 818,078</u>

See paragraph on supplementary schedules included in independent auditor's report.

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

**SCHEDULE OF CHANGE FROM ADOPTED BUDGET TO FINAL BUDGET AND THE
REAL PROPERTY TAX LIMIT - GENERAL FUND**

June 30, 2026

CHANGE FROM ADOPTED BUDGET TO FINAL BUDGET

Adopted Budget	\$ 21,500,940
Add: Prior Year's Encumbrances	<u>-</u>
Original Budget	21,500,940
Budget Revision	<u>-</u>
Final Budget	<u><u>\$ 21,500,940</u></u>

SECTION 1318 OF REAL PROPERTY TAX LAW CALCULATION

2026-2027 Voter Approved Expenditure Budget	<u><u>\$ 23,577,895</u></u>
Maximum Allowed 4% of 2026-2027 Budget	<u><u>\$ 943,116</u></u>
General Fund Balance Subject to Section 1318 of Real Property Tax Law	
Unrestricted Fund Balance:	
Assigned Fund Balance	\$1,946,188
Unassigned Fund Balance	<u>867,250</u>
Total Unrestricted Fund Balance	<u><u>2,813,438</u></u>
Less:	
Appropriated Fund Balance	<u>1,946,188</u>
Total Adjustments	<u><u>1,946,188</u></u>
General Fund Balance Subject to Section 1318 of Real Property Tax Law	<u><u>\$ 867,250</u></u>
Actual Percentage	<u><u>3.68%</u></u>

See paragraph on supplementary schedules included in independent auditor's report.

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

SCHEDULE OF CAPITAL PROJECTS FUND - PROJECT EXPENDITURES AND FINANCING RESOURCES

Year Ended June 30, 2026

PROJECT TITLE	Expenditures					Methods of Financing					Fund Balance (Deficit) 6/30/2026
	Original Appropriation	Revised Appropriation	Prior Years	Current Year	Total	Unexpended Balance	BANs Redeemed	State Aid	Transfer from General Fund	Total	
2023 Building Project	\$ 15,200,000	\$ 15,200,000	\$ 1,674,632	\$ 8,850,184	\$ 10,524,816	\$ 4,675,184	\$ 42,500	\$ -	\$ 1,700,000	\$ 1,742,500	\$ (8,782,316)
Security - Smart Bond	232,999	232,999	200,385	-	200,385	32,614	-	185,924	14,461	200,385	-
Connectivity - Smart Bond	118,010	118,010	-	103,777	103,777	14,233	-	-	-	-	(103,777)
25-26 Mini Project	100,000	100,000	-	100,000	100,000	-	-	-	100,000	100,000	-
Total	\$ 15,651,009	\$ 15,651,009	\$ 1,875,017	\$ 9,053,961	\$ 10,928,978	\$ 4,722,031	\$ 42,500	\$ 185,924	\$ 1,814,461	\$ 2,042,885	\$ (8,886,093)

See paragraph on supplementary schedules included in independent auditor's report.

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

NET INVESTMENT IN CAPITAL ASSETS

Year Ended June 30, 2026

Capital Assets, Net		\$ 32,538,827
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Deduct:

Bond Anticipation Note	\$ 9,457,500	
Less: Unspent BAN Proceeds	(675,184)	
Premium on Obligation - Serial Bond	416,203	
Short-Term Portion of Bonds Payable	490,000	
Long-Term Portion of Bonds Payable	4,145,000	
Short-Term Portion of Leases Payable	13,252	
Long-Term Portion of Leases Payable	10,759	13,857,530

Net Investment in Capital Assets		<u>\$ 18,681,297</u>
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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

**TO THE BOARD OF EDUCATION
MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT**

We have audited, in accordance with the auditing standards of 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 Madrid-Waddington Central School District as of and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise Madrid-Waddington Central School District's basic financial statements and have issued our report thereon dated October 14, 2026.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Madrid-Waddington Central School District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Madrid-Waddington Central School District's internal control. Accordingly, we do not express an opinion of the effectiveness of Madrid-Waddington 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 reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

Bowers & Company CPAs, PLLC

Watertown, New York
October 14, 2026

EXTRA CLASSROOM ACTIVITIES FUND

INDEPENDENT AUDITOR'S REPORT ON EXTRA CLASSROOM ACTIVITIES FUND

THE BOARD OF EDUCATION MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

Opinion

We have audited the accompanying statement of cash receipts and disbursements of the Extra Classroom Activities Fund of Madrid-Waddington Central School District for the year ended June 30, 2026, and the related note to the financial statement.

In our opinion, the financial statement referred to above presents fairly, in all material respects, the statement of cash receipts and disbursements of Extra Classroom Activities Fund of Madrid-Waddington Central School District for the year ended June 30, 2026, in accordance with the cash basis of accounting described in Note 1.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Madrid-Waddington Central School District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 of the financial statement, which describes the basis of accounting. This financial statement is prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the cash basis of accounting described in Note 1; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Statement

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

In performing an audit in accordance auditing standards generally accepted in the United States of America and Appendix E of the Minimum Program for Audit of Financial Records of New York State School Districts, we:

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

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

Bowen & Company CPAs, PLLC

Watertown, New York
October 14, 2026

MADRID-WADDINGTON CENTRAL SCHOOL DISTRICT

EXTRA CLASSROOM ACTIVITIES FUND - STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

Year Ended June 30, 2026

	Cash Balances 7/1/2025	Cash Receipts	Cash Disbursements	Cash Balances 6/30/2026
Class of:				
2025	\$ 300	\$ 847	\$ 1,147	\$ -
2026	23,261	17,856	41,117	-
2027	18,830	20,187	11,893	27,124
2028	13,082	18,069	6,265	24,886
2029	-	22,359	14,786	7,573
Band	618	-	-	618
Basketball	533	4,570	4,098	1,005
Boys Varsity Baseball	-	-	-	-
Boys Varsity Soccer	850	1,714	1,704	860
Cheering Club	2,016	720	433	2,303
Chorus	1,516	2,094	2,047	1,563
Drama	7,801	2,639	2,219	8,221
Drone Club	-	6,235	6,154	81
Forensics	5,150	-	323	4,827
Girls Varsity Soccer	4,369	945	470	4,844
History Club	243	100	-	343
Honor Society	1,669	3,385	3,784	1,270
Key Club	2,241	-	238	2,003
Lab Rats	238	20	-	258
Language Club	1,558	2,038	2,239	1,357
Spring Musical	13,458	17,032	14,873	15,617
Track	764	1,820	1,032	1,552
Tri-M	499	743	582	660
The Nest	126	100	-	226
Varsity Club	3,042	7,525	4,031	6,536
Volleyball	84	-	-	84
Whiz Quiz	825	-	-	825
Yearbook Fund	8	6,030	5,533	505
NY State Sales Tax	381	40	-	421
Total	\$ 103,462	\$ 137,068	\$ 124,968	\$ 115,562

See extra classroom Activities Fund - note to financial statement.

EXTRA CLASSROOM ACTIVITIES FUND - NOTE TO FINANCIAL STATEMENT

June 30, 2026

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES

The Extra Classroom Activities Fund of Madrid-Waddington Central School District represent funds of the students of the District. The Board of Education exercises general oversight of these funds. The Extra Classroom Activities Fund are independent of the District with respect to its financial transactions and the designation of student management.

The accounts of the Extra Classroom Activities Fund of Madrid-Waddington Central School District are maintained on a cash basis and the Statement of Cash Receipts and Disbursements reflects only cash received and disbursed. Therefore, receivables and payables, inventories, long-lived assets and accrued income and expenses, which would be recognized under generally accepted accounting principles and, which may be material in amount, are not recognized in the accompanying financial statement.

October 14, 2026

To the President and Members
of the Board of Education of the
Madrid-Waddington Central School District

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Madrid-Waddington Central School District for the year ended June 30, 2026. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and, if applicable, *Government Auditing Standards* and the Uniform Guidance, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated June 1, 2026. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Madrid-Waddington Central School District are described in Note 1 to the financial statements. As described in Note 1 to the financial statements, the Madrid-Waddington Central School District changed accounting policies related to financial reporting by adopting Statement of Governmental Accounting Standards (GASB Statement) No. 103, *Financial Reporting Model Improvements*, in 2026, which enhanced effectiveness in providing information that is essential to decision making and assessing a government's accountability. We noted no transactions entered into by Madrid-Waddington Central School District during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the District's financial statements were:

Management's estimate of depreciation and amortization is based on economic useful lives of capital asset classes. We evaluated the key factors and assumptions used to develop the depreciation calculations and actuarial assumptions in determining that they are reasonable in relation to the financial statements taken as a whole.

Management's estimate of present value of right to use leased assets, lease receivables, and lease liability is based on the discount rate or implicit interest rate within the agreements in accordance with GASB Statement No. 87, *Leases*.

Management estimates actuarial assumptions that are used to determine pension asset (liabilities) and annual pension cost for the year in accordance with GASB Statement No. 68.

Management estimates actuarial assumptions that are used to determine annual postretirement cost for the year in accordance with GASB Statement No. 75.

Management develops estimates and assumptions based upon historical employee leave data to measure the liability for compensated absences in accordance with GASB Statement No. 101.

We evaluated the methods, and assumptions, and data used to develop the estimated useful lives of capital assets in determining that it is reasonable in relation to the financial statements taken as a whole.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. The attached material misstatements detected as a result of audit procedures were corrected by management.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated October 14, 2026.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a “second opinion” on certain situations. If a consultation involves application of an accounting principle to Madrid-Waddington Central School District’s financial statements or a determination of the type of auditor’s opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as Madrid-Waddington Central School District’s auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to *Management’s Discussion and Analysis, the Schedule of Changes in the District’s Total OPEB Liability and Related Ratios, the Schedule of Revenue, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Basis) and Actual – General Fund, the Schedule of the District’s Proportionate Share of the Net Pension Asset (Liability) – NYSLRS Pension Plan, and Schedule of District’s Contributions – NYSLRS Pension Plan*, which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the *Schedule of Change from Adopted Budget to Final Budget and Real Property Tax Limit – General Fund, Schedule of Capital Projects Fund – Project Expenditures and Financing Resources, Combined Balance Sheet – Non-Major Governmental Funds, Combined Statement of Revenues, Expenditures, and Changes in Fund Balances – Non-Major Governmental Funds, and the Net Investment in Capital Assets*, which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

President and Board of Education
Madrid-Waddington Central School District
October 13, 2026
Page 4

Restriction on Use

This information is intended solely for the information and use of Board of Education and management of Madrid-Waddington Central School District and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

Bowen & Company CPA, PLLC

Schedule 1: Material Misstatements Corrected by Management

Government-Wide

Non-Current Governmental Assets:

Adjusting Journal Entries JE # 1			
To report TRS activity			
108.1	NET PENSION ASSET-TRS	792,187	
496.1	Deferred Outflows, TRS	2,121,122	
158	Other (Specify)		2,913,309
Total		<u>2,913,309</u>	<u>2,913,309</u>

Adjusting Journal Entries JE # 2			
To report OPEB activity			
497.1	Deferred Outflows, OPEB	2,354,187	
158	Other (Specify)		2,354,187
Total		<u>2,354,187</u>	<u>2,354,187</u>

Non-Current Governmental Liabilities:

Adjusting Journal Entries JE # 1			
To report TRS activity			
125.00	NON CURRENT GOVT LIAB	1,091,288	
638.10	NET PENSION LIABILITY TRS		843,873
697.10	DEFERRED INFLOWS OF RESOURCES TRS		247,415
Total		<u>1,091,288</u>	<u>1,091,288</u>

Fund Financial Statements

Capital Fund:

Adjusting Journal Entries JE # 1			
To reclassify SSBA revenue as deferred – no receivable within 90 days.			
H3297.001	SMART Schools Bond	103,777	
691	Deferred inflow		103,777
Total		<u>103,777</u>	<u>103,777</u>