

## **Finance Committee Meeting Minutes**

**November 14, 2017  
TEAO Room 200  
7:00 P.M.**

### **Attending all or part of the meeting:**

**Board Committee Members:** Todd Kantorczyk, Chair, Rev. Scott Dorsey, Roberta Hotinski

**Other Board Members:** Douglas Carlson, Edward Sweeney, Kate Murphy

**T/E School District Representatives:** Dr. Rich Gusick, Chris Groppe, Jeanne Pocalyko, Art McDonnell, David Francella, Dr. Wendy Towle, Mark Cataldi, Dr. Mike Szymendera, Dr. Oscar Torres

**Other:** Edward Furman, Maillie, LLP

**Community Members:** Tina Whitlow, Jerry Henige, Christine Wright, Heather Ward, Peg Layden

### **Approval of Minutes:**

- The Committee approved the minutes of the October 16, 2017 meeting.

### **Monthly/Year to Date Financial Report – October 2017:**

- The Committee reviewed the Treasurer's report for October 2017. Mr. Francella reported that local revenue collections are down compared to the prior year, with real estate taxes trending slightly lower. Spending is less than last year, primarily due to the timing of the expenditures.

### **June 2017 Year-end Financial Report and Summary:**

- Mr. McDonnell reviewed the 2016-17 revenue and expenditures variances. Revenue was approximately \$2.6M over budget due largely to property taxes, transfer and interim taxes. The unfavorable expenditure variance was approximately \$1.9M with healthcare and special education costs over budget projections. After the \$650,000 transfer to the Capital Fund, the result was a year-end reduction to fund balance of approximately \$143,000.

### **2016-17 Local Audit Presentation:**

- Edward Furman, Partner from Maillie, LLP presented the audited June 30, 2017, Annual Financial Report. The District received an unqualified audit opinion, with no disagreements or material weaknesses in internal controls noted.
- Mr. Furman discussed GASB 68 requiring school districts to record its share of the PSERS pension liability for 2016-17, which totaled \$216,861,000. This liability has resulted in the District showing a negative position of over \$100 million on its financial statements.
- The Committee agreed to place the June 30, 2017 Annual Financial Report on the next Board consent agenda for acceptance.

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### **2017-18 Fund Balance Commitments:**

- Mr. McDonnell presented the 2016-17 fund balance commitment amounts that were represented in the Annual Financial Report. These ending fund balance amounts will be the beginning fund balance commitments for the 2017-18 fiscal year. The Committee accepted the fund balance commitment amounts as presented and agreed to place them on the next consent agenda for approval.

### **2018-19 Budget Development Calendar:**

- Mr. McDonnell reviewed the District's upcoming 2017-18 budget calendar, Act 1 deadlines, school code deadlines and election dates.

### **Public Comment:**

- Heather Ward commented on the proposed Federal Tax Bill.

### **Adjournment:**

- The meeting adjourned at approximately 8:29 P.M.

### **Next Meeting:**

The next meeting is Tuesday, December 12, 2017 at 7:00 P.M. (Tentative)