Yonkers City School District, New York

Financial Statements and
Supplementary Information

Year Ended June 30, 2025

Table of Contents

Table of Contents (Concluded)

Independent Auditors' Report

The Board of Education of the
Yonkers City School District, New York

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Yonkers City School District, New York ("School District"), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise School District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying 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 School District, as of June 30, 2025, and the respective changes in financial position and the respective budgetary comparison for the General and Special Aid Funds 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 ("GAAS") 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the 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.

Change in Accounting Policy

We draw attention to Note 2B in the notes to financial statements which disclose the effects of the School District's adoption of the provisions of Governmental Accounting Standards Board ("GASB") Statement No. 101, *"Compensated Absences"*. Our opinion is not modified with respect to this matter.

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.

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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 the 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.

Auditors' 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 auditors' 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 GAAS 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 GAAS 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 the 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 judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the 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 Management's Discussion and Analysis and the schedules included under Required Supplementary Information in the accompanying table of contents 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 for the year ended June 30, 2025 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School District's basic financial statements. The combining and individual fund financial statements and schedules 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 for the year ended June 30, 2025 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 combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

We also previously audited, 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, the basic financial statements of the School District as of and for the year ended June 30, 2024 (not presented herein), and have issued our report thereon dated December 4, 2024 which contained unmodified opinions on the respective financial statements of the governmental activities, each major fund and the aggregate remaining fund information. The combining and individual fund financial statements and schedules for the year ended June 30, 2024 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 related directly to the underlying accounting and other records used to prepare the 2024 financial statements. The information was subjected to the audit procedures applied in the audit of the 2024 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2024.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 1, 2025 on our consideration of the 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 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 the School District's internal control over financial reporting and compliance.

PKF O'Connor Davies, LLP

PKF O'Connor Davies, LLP
Harrison, New York
December 1, 2025

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INTRODUCTION

The following is a discussion and analysis of the Yonkers City School District's ("School District") financial performance as of and for the fiscal year ended June 30, 2025. This section is a summary of the School District's financial activities based on currently known facts, decisions, and/or conditions. It is also based on both the District-wide and fund-based financial statements. The results of the current year are discussed in comparison with the prior year, with an emphasis placed on the current year. To increase the understanding of the School District's financial performance, readers should refer to the basic financial statements and the notes to the basic financial statements which will immediately follow this section.

FINANCIAL HIGHLIGHTS

District-Wide Statement Overview

At June 30, 2025, the School District's liabilities and deferred inflows of resources exceeded its total assets and deferred outflows of resources by $1.64 billion, resulting in a deficit net position. The increase in the deficit was primarily attributable to the recognition and ongoing impact of other postemployment benefit (OPEB) liabilities reported in accordance with GASB Statement No. 75, as well as changes in the total OPEB liability during the fiscal year.

- The School District's 2024-2025 actual revenue per the District-wide financial statements increased by $6.4 million or 0.79% from the prior year of $811.6 million to $818 million.

- The School District's 2024-2025 actual expenses per the District-wide financial statements decreased by $8.5 million or 1% from the prior year of $821.6 million to $813.1 million.

- The School District's total capital assets were $507.6 million, an increase of $59.6 million or 13.3%. The combined depreciation and amortization expense for all activities was $22.8 million.

- The School District had $301.3 million in general obligation bonds and $107.7 million in other long-term debt outstanding.

Fund Financial Statement Overview

As of June 30, 2025, the School District's governmental funds reported a combined fund balance of $91.6 million, representing a decrease of $54.3 million from the prior year.

- The General Fund reported a decrease in fund balance of $32.3 million for the fiscal year ended June 30, 2025. This compares to a decrease of $4.0 million in fiscal year 2024, representing a net change of $28.3 million year-over-year. The decrease in fiscal year 2025 was primarily the result of a $65.1 million increase in total expenditures, mainly within Instruction and Employee Benefits. These higher costs offset a $32.1 million increase in revenues from local and state sources and a $4.7 million increase in other financing sources, primarily due to a higher contribution from the City of Yonkers.

- The total revenue and other financing sources for all governmental funds was $890.8 million which was an increase of $41.5 million or 4.9%.

- General Fund revenues, including operating transfers in, increased by $36.9 million, from $675.2 million in the prior year to $712.1 million in the current year. The increase was primarily driven by a $34.3 million rise in State Aid and a $4.7 million increase in the City of Yonkers' contribution, partially offset by a $2.1 million decrease across other revenue categories.

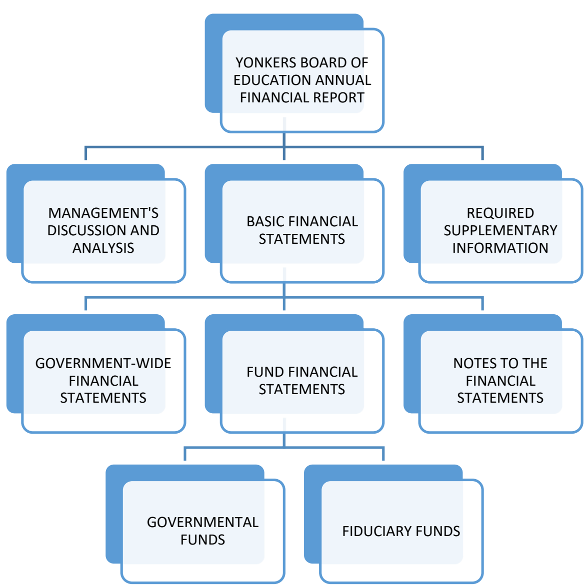
- The total expenditures and other financing uses for all governmental funds was $945 million, an increase of $77.2 million or 8.9%.

- General Fund expenditures, including operating transfers out, increased by $65.1 million, from $679.3 million in the prior year to $744.4 million in the current year. The increase was primarily driven by higher costs across several major categories. The most significant factors included a $19.0 million rise in employee benefits, reflecting higher health insurance and retirement costs, and an $8.0 million increase in private tuition and settlements for out-of-district special education students. Additional increases included $3.3 million in student transportation costs, a $3.2 million retroactive expenditure related to the new CSEA contract, $2.1 million for tuition and charter school payments, and $2.0 million for BOCES tuition. Instructional salaries increased by $1.6 million, general government support salaries rose by $1.2 million, and other contractual obligations increased by $1.5 million. The District also experienced a $1.1 million increase in building repairs and maintenance and a net $1.2 million increase in debt service payments related interest portion on the lease liabilities. These combined increases reflect rising personnel costs, contractual obligations, and service-related expenditures necessary to maintain instructional quality and district operations.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts :(1) Management's discussion and analysis - MD&A, (2) the basic financial statements, including notes to the basic financial statements, and (3) required supplementary information. The basic financial statements include two kinds of statements that present different views of the School District:

Figure A-1



District-wide Financial Statements
The District-wide financial statements provide both short-term and long-term information about the School District's overall financial status.

Fund Financial Statements
The fund financial statements focus on individual funds of the School District, reporting the School District's operations in more detail than the District-wide statements. The fund financial statements concentrate on the School District's most significant funds.

- **Governmental Funds**
  The governmental funds statements indicate how basic services such as regular and special education were financed in the short-term as well as what remains for future spending.
- **Fiduciary Funds**
  Fiduciary funds statements provide information about the financial relationships in which the School District acts solely as a trustee or agent for the benefit of others. As a result of the implementation of GASB Statement No. 84 "*Fiduciary Activities*", the School District no longer reports any fiduciary funds.

Notes to Basic Financial Statements

The financial statements also include notes that explain some of the information in the financial statements and provide detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the School District's budget for the year.

Figure A-2 summarizes the major features of the School District's financial statements, including the portion of the School District's activities they cover and the types of information they contain.

Figure A-2 Major Features of the District-wide and Fund Financial Statements

	District-wide	Fund Financial Statements	
		Governmental Funds	Fiduciary Funds
Scope	Entire School district (except fiduciary funds)	The activities of the School District that are not proprietary or fiduciary, such as special education and building maintenance	Instances in which the School District administers resources on behalf of someone else, such as scholarship programs and student activities monies
Required financial Statements	• Statement of net position • Statement of activities	• Balance sheet • Statement of revenues, expenditures, and changes in fund balance	• Statement of 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

Figure A-2 Major Features of the District-wide and Fund Financial Statements			
	District-wide	Fund Financial Statements	
		Governmental Funds	Fiduciary Funds
Type of assets/ deferred outflows/ liability/deferred inflow information	All assets/deferred outflows/liability/deferred inflow, both financial and capital, short-term and long-term	Generally, assets/ deferred outflows/ deferred inflows expected to be used up and liabilities that come due during the subsequent year or soon thereafter; no capital assets or long-term liabilities included	Assets/liability/deferred inflow, 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	All additions and deductions during the year, regardless of when cash is received or paid

The remainder of this overview section of the MD&A highlights the structure and contents of each of the statements.

District-wide Financial Statements

A fundamental question asked by all is "*How did we do financially for the school year reported?*" To help answer this question, the Statement of Net Position and the Statement of Activities and Changes in Net Position provides information about the School District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the School District's assets, deferred outflows, liabilities and deferred inflows. All of the current year's revenue 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 School District's *net positions* and how it has changed. Net position - the difference between the School District's assets, deferred outflows, liabilities and deferred inflows - are one way to measure the School District's financial health or position.

- Over time, increases or decreases in the School District's net position are an indicator of whether its financial position is improving or deteriorating, respectively.

- For assessment of the overall health of the School District, additional nonfinancial factors, such as changes in the property tax bases and the condition of buildings and other facilities, should be considered.

Net position of the governmental activities differ from the governmental fund balances because governmental fund level statements only report transactions using or providing current financial resources. Also, capital assets are reported as expenditures when financial resources (dollars) are expended to purchase or build such assets. Likewise, the financial resources that may have been borrowed are considered revenue when they are received. Principal and interest payments are considered expenditures when paid. Depreciation is not calculated.

District-wide statements use an economic resources measurement focus and full accrual basis of accounting that involves the following steps to prepare the statement of net position:

- Capitalize current outlays for capital assets.
- Report long-term debt as a liability.
- Depreciate capital assets and allocate the depreciation to the proper function.
- Calculate revenue and expenditures using the economic resources measurement focus and the full accrual basis of accounting.
- Allocate net position balances as follows:
  - Net investment in capital assets
  - Restricted net positions are those with constraints placed on use by external sources or imposed by law.
  - Unrestricted net positions are categories that do not meet any of the above restrictions.

Fund Financial Statements

The fund financial statements provide more detailed information about the School District's funds - not the School District as a whole. Funds are accounting devices the School District uses to keep track of specific sources of funding and spending on particular programs. The funds have been established by the State of New York.

The School District has two types of funds:

- Governmental Funds: Most of the School District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets 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 determine whether there are more or fewer financial resources that can be spent in the near future to finance the School District's programs. Because this information does not encompass the additional long-term focus of the District-wide statements, additional information at the bottom of the governmental funds statements explains the relationship (or differences) between them. The governmental fund statements focus primarily on current financial resources and often have a budgetary orientation. Governmental funds include the General Fund, Special Aid Fund, School Lunch Fund, Special Purpose, Debt Service, and the Capital Projects Fund. Required financial statements are the balance sheet and the statement of revenue, expenditures, and changes in fund balance.

- Fiduciary Funds: Keep the School District as the trustee, or fiduciary, for assets that belong to others. The School District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The School District excludes these activities from the District-wide financial statements because it cannot use these assets to finance its operations. Fiduciary fund reporting focuses on net position and changes in net position. The School District no longer reports any fiduciary funds.

FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT AS A WHOLE

As stated previously, net position serves as a useful indicator of the School District's overall financial condition. The School District reported a negative net position of ($1.638) billion as of June 30, 2025, compared to ($1.607) billion in the prior fiscal year, representing an increase in the deficit of $31.6 million during the current year.

Our analysis below focuses on the net position (Table I) and change in net position (Table II) of the School District's government wide activities.

Table I – Statement Net Position

	Fiscal Year 2025	Fiscal Year 2024	Amount Change	Percent Change
Current and Other Assets	$ 271,597,453	$ 285,254,917	$ (13,657,464)	(4.79%)
Capital Assets	507,554,785	447,921,886	59,632,899	13.31%
Total Assets	779,152,238	733,176,803	45,975,435	6.27%
Deferred Outflows of Resources	313,287,414	417,012,819	(103,725,405)	(24.87%)
Current Liabilities	132,130,796	139,353,500	(7,222,704)	(5.18%)
Long-term Liabilities	1,975,542,985	2,060,653,697	(85,110,712)	(4.13%)
Total Liabilities	2,107,673,781	2,200,007,197	(92,333,416)	(4.20%)
Deferred Inflows of Resources	623,482,799	557,331,269	66,151,530	11.87%
Net Position:				
Net Investment in Capital Assets	184,333,483	186,911,012	(2,577,529)	(1.38%)
Restricted	54,312,385	8,003,977	46,308,408	578.57%
Unrestricted	(1,877,362,796)	(1,802,063,833)	(75,298,963)	4.18%
Total Net Position	$ (1,638,716,928)	$ (1,607,148,844)	$ (31,568,084)	1.96%

In Table I, total assets increased by $46 million, or 6.3%. As a requirement of GASB Statement No. 68, "*Accounting and Financial Reporting for Pensions" and* GASB Statement No. 71*, "Pension Transition for Contributions made Subsequent to the Measurement Date,*" the School District reported a net pension asset, and deferred inflows and outflows as calculated by the New York State Teachers' Local Retirement system in the Statement of Net Position. The Local Employers Retirement System reported a net pension liability. Please see Note 3E of the financial statements for more information on these pension items.

Total liabilities decreased by $92.3 million, or 4.2%, compared to the prior year. The decrease was primarily due to a $139.3 million reduction in the District's other postemployment benefits (OPEB) liability and a $13.1 million decrease in the net pension liability. In addition, bond obligations declined by $8.9 million as principal payments were made during the year. These decreases were partially offset by a $44.8 million increase in leases payable, reflecting new long-term lease agreements, and a $4.8 million increase in the State loan balance resulting from the issuance of a new $5.0 million State loan. Other long-term liabilities experienced minor changes that collectively contributed to the overall decrease in total liabilities

Table II –Change in Net Position

	Fiscal Year 2025	Fiscal Year 2024	Amount Change	Percent Change
Revenue:				
Charges for Services	$ 1,412,933	$ 624,278	$ 788,655	126.33%
Operating Grants and Contributions	99,893,459	127,756,647	(27,863,188)	(21.81%)
Capital Grants and Contributions	4,051,285	4,430,637	(379,352)	(8.56%)
General Revenue:				
Contribution from City of Yonkers	298,509,704	291,156,611	7,353,093	2.53%
Unrestricted State aid	413,521,061	384,303,497	29,217,564	7.60%
Miscellaneous	641,013	3,317,234	(2,676,221)	(80.68%)
Total Revenue	818,029,455	811,588,904	6,440,551	0.79%
Expenses:				
General support	91,781,539	91,859,586	(78,047)	(0.08%)
Instruction	627,003,559	643,459,139	(16,455,580)	(2.56%)
Pupil transportation	66,349,482	62,914,543	3,434,939	5.46%
Community services	687,355	607,589	79,766	13.13%
Cost of food sales	13,536,015	11,860,837	1,675,178	14.12%
Other	1,094,013	1,044,296	49,717	4.76%
Interest	12,628,017	9,850,098	2,777,919	28.20%
Total Expenses	813,079,980	821,596,088	(8,516,108)	(1.04%)
Change in Net Position	4,949,475	(10,007,184)	14,956,659	(149.46%)
Net Position - Beginning, as reported	(1,607,148,844)	(1,597,141,660)	(10,007,184)	(0.63%)
Cumulative Effect of Change in Accounting Principle	(36,517,559)	-	(36,517,559)	0.00%
Net Position - Beginning, as restated	(1,643,666,403)	(1,597,141,660)	(46,524,743)	(2.91%)
Net Position - Ending	$ (1,638,716,928)	$ (1,607,148,844)	$ (31,568,084)	(1.96%)

In Table II, the School District's total revenues were $818 million, an increase of $6.4 million or 0.79%. The total cost of all programs and services was $813.1 million, a decrease of $8.5 million or 1.04%.

The change in total revenues was primarily driven by several offsetting factors. Operating grants and contributions decreased by $27.9 million due to the phase-out of American Rescue Plan Act (ARPA) funding in fiscal year 2025. This decrease was partially offset by an increase of $29.2 million in Unrestricted State aid and a $7.4 million increase in the contribution from the City of Yonkers. These increases were tempered by a decline in miscellaneous revenues.

The increase in Unrestricted State aid of $29.2 million was primarily the result of changes in the State's school funding formula and higher reimbursement levels across several aid categories. The most significant component was a $20 million increase in Foundation Aid, reflecting the continued phase-in of the State's full funding formula, which aims to provide equitable aid based on enrollment, student need, and fiscal capacity. In addition, the District experienced a $6.1 million increase in Excess Cost Aid for special education services and a $4 million increase in Transportation Aid due to higher reimbursable costs and rate adjustments. These increases were partially offset by a $0.7 million decrease in Building Aid.

The $7.4 million increase in the contribution from the City of Yonkers was primarily driven by a $4.7 million increase in Property and Sales Tax revenue allocated to the School District, along with a $2.7 million increase in the City's debt service contribution.

Instruction expenses decreased by $16.5 million compared to the prior year. While several expenditure categories within Instruction increased, the overall decrease was primarily driven by changes in long-term liabilities recorded under GASB accounting standards. The increase components included $13.1 million in employee benefits, an $8 million rise in private tuition and settlements for out-of-district special education students, $2.1 million in tuition and charter school payments, $2.0 million in BOCES tuition,

$1.6 million in instructional salaries, and $1.5 million in other contractual obligations. These increases were more than offset by a net $24.4 million decrease related to the reporting of the Teachers' Retirement System (TRS) net pension liability in accordance with GASB Statement No. 68, a $13.8 million decrease associated with OPEB activity under GASB Statement No. 75, and a $9.1 million decrease resulting from the implementation of GASB Statement No. 101 related to compensated absences.

The Transportation increase of $3.4 million is attributed to the contractual increase with bus service providers.

Interest expense increased by $2.8 million compared to the prior year, primarily due to the recognition of additional interest on lease liabilities following the implementation of GASB Statement No. 87, Leases. The increase reflects the commencement of a new long-term lease agreement for the Robert Halmi Sr. Academy of Film and Television, which resulted in higher reported interest costs under the new accounting standard.

During fiscal year 2025, the District implemented GASB Statement No. 101, Compensated Absences, which establishes updated recognition and measurement guidance for leave benefits that accumulate but do not vest or are not used within the reporting period. As a result of this implementation, the District restated its beginning net position for fiscal year 2024 to reflect the cumulative effect of the change in accounting principle. The adoption resulted in a reduction of beginning net position by $36.5 million, representing the remeasurement of the District's liability for compensated absences in accordance with the new standard. This restatement ensures that compensated absence liabilities are now reported based on the amounts expected to be used rather than those payable at termination, providing a more accurate presentation of the District's long-term obligations.

Table III – Sources of Revenue for 2025:

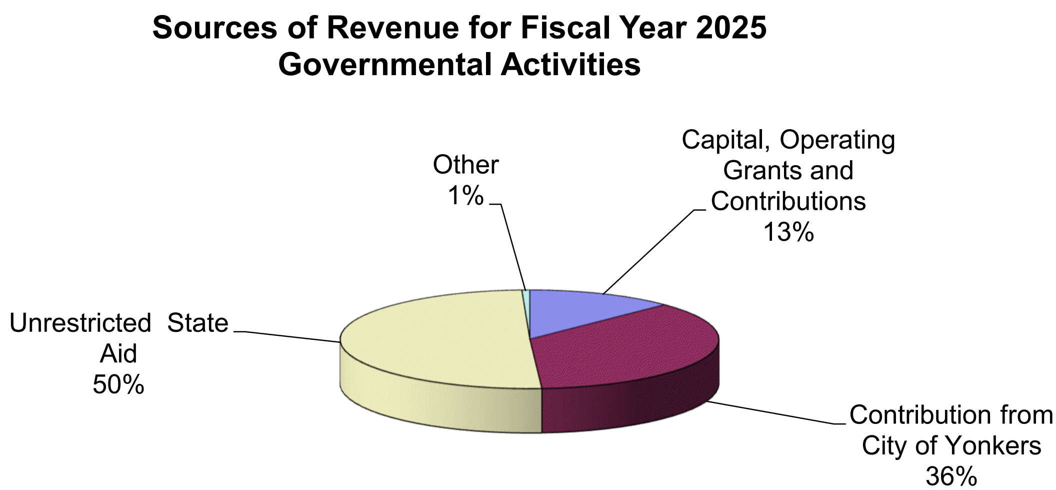
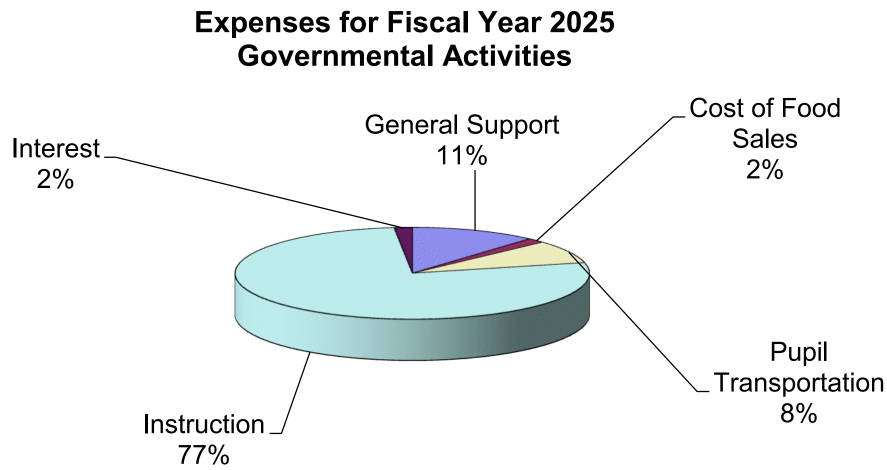


Table IV – Sources of Expenses for 2025:



FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT'S FUNDS

Variances between years for the governmental fund financial statements are not the same as variances between years for the District-wide financial statements. The School District's governmental funds are presented on the current financial resources measurement focus and the modified accrual basis of accounting. Under this method of presentation, governmental funds do not include long-term liabilities for the funds' capital projects and capital assets purchased by the funds. Governmental funds will include proceeds from the issuance of debt, the current payments for capital assets, and the current payments for debt.

General Fund Budgetary Highlights

This section presents an analysis of significant variances between original and final budget amounts and between final budget amounts and actual results for the general fund.

Table V – Results vs. Budget

	Original Budget	Final Budget	Actual	Encumbrance	Variance
Revenue:					
Local and Miscellaneous Sources	$ 271,506,534	$ 271,506,534	$ 271,421,275	$ -	$ (85,259)
State Sources	437,859,889	437,859,889	439,272,839	-	1,412,950
Federal Sources	1,204,100	1,204,100	1,151,340	-	(52,760)
Interfunds Revenue	378,196	378,196	256,110	-	(122,086)
Total	710,948,719	710,948,719	712,101,564	-	1,152,845
Expenditures:					
General Support	52,031,330	50,408,119	48,288,060	243,712	1,876,347
Instruction	424,791,351	428,744,190	425,953,810	245,531	2,544,849
Pupil transportation	60,634,798	63,153,303	62,557,209	-	596,094
Employee benefits	202,322,055	197,958,731	195,965,853	-	1,992,878
Debt service	6,312,965	5,355,832	4,713,703	-	642,129
Transfers Out	6,588,588	7,060,912	6,931,714	-	129,198
Total Expenditures	752,681,087	752,681,087	744,410,349	489,243	7,781,495
Revenue Over (under) Expenditures	$ (41,732,368)	$ (41,732,368)	$ (32,308,785)	$ (489,243)	$ 8,934,340

The School District considers budget variances of 10% and $1 million to be significant. The following variances occurred during 2025:

Revenue

- The General Fund ended 2024-25 with a $1.2 million operating revenues surplus in contrast to a $13.3 million surplus in the prior year.

- State Aid surplus of $1.4 million is mostly comprised of Building Aid of $2.6 million, Private Excess Cost Aid of $2.9 million, offset by deficits in Foundation Aid of $1.9 million, High Cost Excess Cost Aid of $0.7 million, and Transitional Charter School Aid of $1.5 million.

Expenditures

- General support, which encompasses Board of Education, Central Administration, Finance and Central Services and Special Items had a favorable variance of $1.9 million compared to the revised budget. Savings in the Maintenance of Plant (a component of Central services) was $0.8 million, primarily from building repair savings. Savings in Operation of Plant (a component of Central Services) of $0.9 million, was from savings in fuel, water and sewer rents, electricity, contractual maintenance contract savings, and materials and supplies. Of the remaining, $0.2 million in savings from General Support, $0.1 million was generated from insurance cost savings, while the remaining $0.1 million was from multiple sources inside General Support.

- Instruction savings of $2.5 million is comprised of $0.2 million in Instruction Administration and Improvement, $1.2 million in Teaching – Regular school, $0.8 million in Programs for Students with Disabilities, and $0.3 million in Pupil Services. These savings are derived from staff turnover, vacancies, unsettled contracts, and tuition savings.

- The $2.0 million favorable variance for Employee Benefits consisted of $0.6 million in State and Local Retirement System (ERS), $0.5 million in Teachers retirement (TRS), $0.2 million in Social Security, $0.4 million in Health Insurance costs, and $0.3 combined savings from Workers Compensation and unemployment costs. These savings were attributed to, but not limited to, greater than budgeted grant credits, salary savings (staff turnover, vacancies) and increased employee contributions.

- The TRS and ERS savings were due to pensionable wages being less than budget.

CAPITAL ASSET AND DEBT ADMINISTRATION

Table VI – Capital Assets

	Fiscal Year 2025	Fiscal Year 2024	Amount Change	Percent Change
Category:				
Land	$ 14,302,848	$ 14,302,848	$ -	-%
Construction in Progress	90,595,597	136,673,524	(46,077,927)	(33.71%)
Building and Improvements	347,791,493	288,159,059	59,632,434	20.69%
Machinery and Equipment	4,109,482	1,845,101	2,264,381	122.72%
Right-to-use leased Building & Equipment	50,755,365	6,941,354	43,814,011	631.20%
Total	$ 507,554,785	$ 447,921,886	$ 59,632,899	13.31%

As of June 30, 2025, the School District had $507.6 million invested in a broad range of capital assets including land, buildings, vehicles, athletic facilities, computers, and other educational equipment. The capitalization of the Right-to-use leased Building and Equipment, in accordance with GASB 87, resulted in recording of $50.8 million asset, net of amortization, an increase of $43.8 million from FY2024.

During fiscal year 2025, the School District continued progress on several major renovation and construction projects across multiple school facilities, with $37.5 million in construction expenditures recorded between the District's Capital Projects Fund and the Yonkers Joint Schools Construction Board (YJSCB) Capital Project Funds, excluding $47.6 million in lease-related costs. The $46.1 million decrease in Construction in Progress and the corresponding $59.6 million increase in Buildings and Improvements were primarily due to the completion and capitalization of the New Community School – Justice Sonia Sotomayor Community School. A certificate of substantial completion was issued in September 2025 for the New Community School – Justice Sonia Sotomayor Community School, which opened for the 2024–2025 school year.

Other significant capital projects during the year included:

- Martin Luther King Jr. Academy – Roof, boiler, window replacement, and interior upgrades totaling $5.9 million.
- School 32 – Window replacement, masonry repairs, interior improvements, and site work totaling $7.6 million.
- School 29 – Roof, door, and boiler replacements, along with site upgrades totaling $2.9 million.
- Lincoln High School – Gymnasium complex and site improvements totaling $1.6 million, and high-tech security upgrades totaling $1.3 million.
- McLean Avenue Site – Site acquisition and improvements totaling $2.0 million to provide additional parking for the new Justice Sonia Sotomayor Community School.

The remaining balance of capital expenditures is attributable to a variety of ongoing facility improvements, including HVAC upgrades, building restorations, window and roof replacements, interior renovations, and playground enhancements across several District schools.

Long-Term Debt

Table VII – Long-Term Debt

	Fiscal Year 2025	Fiscal Year 2024	Amount Change	Percent Change
Category:				
General Obligation Bonds & Premium	$ 301,262,346	$ 310,169,652	$ (8,907,306)	(2.87%)
State Loan Payable	6,000,000	1,200,000	4,800,000	400.00%
Note Payable	-	775,571	(775,571)	(100.00%)
Leases Payable	51,919,240	7,151,989	44,767,251	625.94%
Retirement Incentives and Other Pension Liabilities	3,025,214	3,097,690	(72,476)	(2.34%)
Compensated Absences	46,761,638	55,820,353	(9,058,715)	(16.23%)
Net Pension Liability	38,007,354	51,076,929	(13,069,575)	(25.59%)
Other Post Employment Benefit Liability	1,528,567,193	1,667,879,072	(139,311,879)	(8.35%)
	$ 1,975,542,985	$ 2,097,171,256	$ (121,628,271)	(5.80%)

As of June 30, 2025, the School District reported total long-term liabilities of $1.98 billion, consisting of $301.3 million in general obligation bonds, $107.8 million in other long-term obligations, $38 million in net pension liability, and $1.53 billion in other postemployment benefit (OPEB) liability.

During 2024–2025, the net pension liability decreased by $13.1 million to $38 million. The OPEB liability decreased by $139.3 million to $1.53 billion, reflecting changes in assumptions.

The decrease in bonded debt is primarily attributable to the payoff of deficit financing bonds and scheduled principal payments on outstanding obligations. The increase in State Loan Payable is due to the issuance of a new $5.0 million State loan during fiscal year 2025. In addition, the beginning balance of compensated absences was restated to reflect the adoption of GASB Statement No. 101, Compensated Absences, which standardizes the reporting and recognition of leave-related liabilities.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET RATES

As a dependent school district without the authority to raise taxes or issue debt, the school district is directly impacted by current economic conditions. The School District continues to face structural deficiencies such as increases in the School District's costs, contractual obligations for salary, health insurance premiums, retirement system contributions and other postemployment benefits. The School District receives approximately 38% of its revenue from the City of Yonkers.

The School District continuously monitors developments on the State and Federal level that influence school districts and incorporates those changes in its short and long term financial planning. Indicated in the City's Financial Plan, there is a projected structural budget deficit of $76 million for FY2026-2027, which includes a projected decrease in State Aid of $1.8 million due to an increase in Basic State Aid of $10.2 million offset by a decrease in Additional State Aid (Bullet Aid) of $12.0 million. Although the Additional State Aid has been received in the State Adopted Budget for several consecutive years, there is no guarantee of receiving these funds and thus they were not projected in the Financial Plan. Although Federal grant funding is budgeted outside of the General Fund, the district will continue to monitor communication from the federal government regarding potential changes to funding to adjust education plans going forward.

State legislation changes to real property laws could impact the City's ability to increase funding to the School District which will be needed to meet its projected increased costs in future periods.

Maintaining and operating District facilities presents a significant challenge, one made more difficult given the age of the school buildings. In June 2016, the New York State Legislature established the Yonkers City School District Joint School Construction (YJSCB) and Modernization Act. The purpose of the legislation is to provide the City of Yonkers and the Yonkers City School District with increased flexibility to meet the needs of their schoolchildren by providing alternative financing mechanisms for financing of new school facilities and the modernization of existing buildings. The state authorized the total cost of 37 projects not to exceed $523 million. YJSCB Phase IA is the modernization of St. Denis to the Justice Sonia Sotomayor School. Preliminary plans for a second phase have begun. The YJSCB Capital and Debt Service funds for the 2024-2025 school year are presented in these financial statements as a blended component unit.

CONTACTING THE SCHOOL DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide the School District's citizens, taxpayers, customers, investors, and creditors with a general overview of the School District's finances and to demonstrate the School District's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional information should be addressed to:

Mr. John A. Liszewski
Commissioner of Finance
City of Yonkers
Department of Finance and Management Services
One Larkin Center – Third Floor
Yonkers, New York 10701-7044.

Yonkers City School District, New York

Statement of Net Position
June 30, 2025

	Governmental Activities
ASSETS	
Cash and equivalents	$ 88,291,419
Investments	34,113,343
Receivables	
Accounts	6,351,013
State and Federal aid	95,970,578
Prepaid expenses	257,301
Inventories	236,571
Net pension asset - TRS	46,377,228
Capital assets	
Not being depreciated	104,898,445
Being depreciated/amortized, net	402,656,340
Total Assets	779,152,238
DEFERRED OUTFLOWS OF RESOURCES	
Deferred charge on refunding bonds	764,653
Pension related	128,097,599
OPEB related	184,425,162
Total Deferred Outflows of Resources	313,287,414
LIABILITIES	
Accounts payable	35,712,870
Accrued liabilities	52,398,053
Unearned revenue	1,519,075
Due to other governments	1,521,105
Due to retirement systems	37,823,674
Accrued interest payable	3,156,019
Non-current liabilities	
Due within one year	78,359,181
Due in more than one year	1,897,183,804
Total Liabilities	2,107,673,781
DEFERRED INFLOWS OF RESOURCES	
Pension related	60,342,048
OPEB related	563,140,751
Total Deferred Inflows of Resources	623,482,799
NET POSITION	
Net investment in capital assets	184,333,483
Restricted for	
Net pension asset - TRS	46,377,228
Capital projects	407,275
Debt service	6,290,912
Special purpose	
Extraclassroom activities	306,513
Other	930,457
Unrestricted	(1,877,362,796)
Total Net Position	$ (1,638,716,928)

The notes to the financial statements are an integral part of this statement.

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Yonkers City School District, New York

Statement of Activities
Year Ended June 30, 2025

		Program Revenues			Net (Expense)
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position
Governmental activities					
General support	$ 91,781,539	$ 321,635	$ 348,420	$ -	$ (91,111,484)
Instruction	627,003,559	1,068,093	81,156,760	924,455	(543,854,251)
Pupil transportation	66,349,482	-	2,415,638	-	(63,933,844)
Community services	687,355	-	687,355	-	-
Cost of food sales	13,536,015	23,205	14,251,900	-	739,090
Other	1,094,013	-	1,033,386	-	(60,627)
Interest	12,628,017	-	-	3,126,830	(9,501,187)
Total Governmental Activities	$ 813,079,980	$ 1,412,933	$ 99,893,459	$ 4,051,285	(707,722,303)

General revenues	
Contribution from City of Yonkers	298,509,704
Sale of property and compensation for loss	10,000
Unrestricted State aid	413,521,061
Miscellaneous	631,013
Total General Revenues	712,671,778
Change in Net Position	4,949,475
NET POSITION	
Beginning, as reported	(1,607,148,844)
Cumulative Effect of Change in Accounting Principle	(36,517,559)
Beginning, as restated	(1,643,666,403)
Ending	$ (1,638,716,928)

The notes to the financial statements are an integral part of this statement.

Balance Sheet
Governmental Funds
June 30, 2025

	General	Special Aid	Capital Projects
ASSETS			
Cash and equivalents	$ 75,231,952	$ -	$ -
Investments	-	-	33,553,738
Receivables			
Accounts	3,220,273	-	460,835
State and Federal aid	76,782,318	16,372,204	-
Due from other funds	14,651,197	-	98,949
Prepaid expenditures	257,301	-	-
Inventories	-	-	-
Total Assets	$ 170,143,041	$ 16,372,204	$ 34,113,522
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities			
Accounts payable	$ 30,650,954	$ 2,394,997	$ 1,201,865
Accrued liabilities	49,436,203	804,584	976,495
Unearned revenue	-	1,519,075	-
Due to other governments	1,521,105	-	-
Due to retirement systems	37,823,674	-	-
Due to other funds	1,560,056	11,248,527	3,502,985
Total Liabilities	120,991,992	15,967,183	5,681,345
Deferred inflows of resources			
Deferred revenues	1,547,827	405,021	-
Total Liabilities and Deferred Inflows of Resources	122,539,819	16,372,204	5,681,345
Fund balances			
Nonspendable	257,301	-	-
Restricted	-	-	28,432,177
Assigned	24,489,243	-	-
Unassigned	22,856,678	-	-
Total Fund Balances	47,603,222	-	28,432,177
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 170,143,041	$ 16,372,204	$ 34,113,522

The notes to the financial statements are an integral part of this statement.

YJSCB Capital Projects	Non-Major Governmental	Total Governmental Funds
$ 5,412,959	$ 7,646,508	$ 88,291,419
-	559,605	34,113,343
18,572	2,651,333	6,351,013
-	2,816,056	95,970,578
-	4,570,235	19,320,381
-	-	257,301
-	236,571	236,571
$ 5,431,531	$ 18,480,308	$ 244,540,606
$ 1,253,427	$ 211,627	$ 35,712,870
-	1,180,771	52,398,053
-	-	1,519,075
-	-	1,521,105
-	-	37,823,674
3,007,375	1,438	19,320,381
4,260,802	1,393,836	148,295,158
-	2,643,787	4,596,635
4,260,802	4,037,623	152,891,793
-	236,571	493,872
1,170,729	7,527,882	37,130,788
-	6,678,232	31,167,475
-	-	22,856,678
1,170,729	14,442,685	91,648,813
$ 5,431,531	$ 18,480,308	$ 244,540,606

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Yonkers City School District, New York

Reconciliation of the Governmental Funds Balance Sheet to
the District-Wide Statement of Net Position
June 30, 2025

Amounts Reported for Governmental Activities in the Statement of Net Position are Different Because

Total Fund Balances - Total Governmental Funds	$ 91,648,813
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:	
Capital assets - non-depreciable	104,898,445
Capital assets - depreciable/amortizable	675,807,761
Accumulated depreciation/amortization	(273,151,421)
	507,554,785
Differences between expected and actual experiences, assumption changes and net differences between projected and actual earnings and contributions subsequent to the measurement date for the postretirement benefits (pension and OPEB) are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position.	
Deferred outflows - pension related	128,097,599
Deferred outflows - OPEB related	184,425,162
Deferred inflows - pension related	(60,342,048)
Deferred inflows - OPEB related	(563,140,751)
	(310,960,038)
Other long-term assets that are not available to pay for current-period expenditures are reported as unearned or deferred in the funds.	
Net pension asset - TRS	46,377,228
Deferred revenues	4,596,635
	50,973,863
Long-term liabilities that are not due and payable in the current period are not reported in the funds.	
Accrued interest payable	(3,156,019)
Bonds payable	(268,450,000)
State loan payable	(6,000,000)
Leases payable	(51,919,240)
Retirement incentives and other pension liabilities	(3,025,214)
Compensated absences	(46,761,638)
Net pension liability	(38,007,354)
Other post employment benefit liability	(1,528,567,193)
	(1,945,886,658)
Governmental funds report the effect of premiums, discounts, and refundings and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.	
Deferred amount on refunding	764,653
Premium on bonds	(32,812,346)
	(32,047,693)
Net Position of Governmental Activities	$ (1,638,716,928)

The notes to the financial statements are an integral part of this statement.

Yonkers City School District, New York

Statement of Revenues, Expenditures and
Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2025

	General	Special Aid	Capital Projects
REVENUES			
Charges for services	$ 1,068,093	$ -	$ -
Use of money and property	321,635	-	-
Sale of property and compensation for loss	10,000	-	-
Interfund revenues	256,110	-	-
State aid	439,272,839	32,198,107	172,730
Federal aid	1,151,340	29,198,411	-
Food sales	-	-	-
Miscellaneous	631,013	1,308,537	-
Total Revenues	442,711,030	62,705,055	172,730
EXPENDITURES			
Current			
General support	48,288,060	320,331	-
Instruction	425,953,810	58,389,080	-
Pupil transportation	62,557,209	2,374,267	-
Community services	-	687,355	-
Employee benefits	195,965,853	3,396,346	-
Cost of food sales	-	-	-
Other	-	-	-
Debt service			
Principal	3,145,397	-	-
Interest	1,568,306	-	-
Capital outlay	-	-	78,712,201
Total Expenditures	737,478,635	65,167,379	78,712,201
Deficiency of Revenues Over Expenditures	(294,767,605)	(2,462,324)	(78,539,471)
OTHER FINANCING SOURCES (USES)			
Insurance recoveries	-	-	216,187
Bonds issued	-	-	13,765,000
Issuance premium	-	-	1,812,928
Leases issued	-	-	47,600,614
Contribution from City of Yonkers	269,390,534	-	-
Transfers in	-	2,462,324	-
Transfers out	(6,931,714)	-	-
Total Other Financing Sources	262,458,820	2,462,324	63,394,729
Net Change in Fund Balances	(32,308,785)	-	(15,144,742)
FUND BALANCES			
Beginning of Year	79,912,007	-	43,576,919
End of Year	$ 47,603,222	$ -	$ 28,432,177

The notes to the financial statements are an integral part of this statement.

YJSCB Capital Projects	Non-Major Governmental	Total Governmental Funds
$ -	$ -	$ 1,068,093
-	484,536	806,171
-	-	10,000
-	-	256,110
-	724,683	472,368,359
-	13,527,217	43,876,968
-	23,205	23,205
-	1,031,893	2,971,443
-	15,791,534	521,380,349
-	-	48,608,391
-	-	484,342,890
-	-	64,931,476
-	-	687,355
-	3,621,724	202,983,923
-	11,215,212	11,215,212
-	1,094,013	1,094,013
-	22,143,537	25,288,934
-	12,316,899	13,885,205
6,342,726	-	85,054,927
6,342,726	50,391,385	938,092,326
(6,342,726)	(34,599,851)	(416,711,977)
535,538	-	751,725
-	-	13,765,000
-	-	1,812,928
-	-	47,600,614
-	29,119,170	298,509,704
-	4,469,390	6,931,714
-	-	(6,931,714)
535,538	33,588,560	362,439,971
(5,807,188)	(1,011,291)	(54,272,006)
6,977,917	15,453,976	145,920,819
$ 1,170,729	$ 14,442,685	$ 91,648,813

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Yonkers City School District, New York

Reconciliation of the Statement of Revenues,
Expenditures and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
Year Ended June 30, 2025

Amounts Reported for Governmental Activities in the Statement of Activities are Different Because

Net Change in Fund Balances - Total Governmental Funds	$ (54,272,006)
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation/amortization expense.	
Capital outlay expenditures	82,448,005
Depreciation/amortization expense	(22,815,106)
	59,632,899
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Deferred revenues	2,643,787
Bond, note and loan proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized on the statement of activities.	
Bonds issued	(13,765,000)
Issuance premium	(1,812,928)
Principal paid on bonds	21,480,000
Principal paid on notes	775,571
State loan issued	(5,000,000)
Principal paid on State loan	200,000
Leases issued	(47,600,614)
Principal paid on leases	2,833,363
	(42,889,608)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	
Accrued interest	(1,183,769)
Compensated absences	9,058,715
Retirement incentives and other pension liabilities	72,476
Changes in pension liabilities and related deferred outflows and inflows of resources	7,579,102
Changes in OPEB liabilities and related deferred outflows and inflows of resources	21,866,922
Amortization of premium and loss of refunding bonds	2,440,957
	39,834,403
Change in Net Position of Governmental Activities	$ 4,949,475

The notes to the financial statements are an integral part of this statement.

Yonkers City School District, New York

Statement of Revenues, Expenditures and Changes
in Fund Balances - Budget and Actual
General and Special Aid Funds
Year Ended June 30, 2025

	General Fund			
	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	$ 531,000	$ 531,000	$ 1,068,093	$ 537,093
Use of money and property	500,000	500,000	321,635	(178,365)
Sale of property and compensation for loss	5,000	5,000	10,000	5,000
Interfund revenues	378,196	378,196	256,110	(122,086)
State aid	437,859,889	437,859,889	439,272,839	1,412,950
Federal aid	1,204,100	1,204,100	1,151,340	(52,760)
Miscellaneous	1,080,000	1,080,000	631,013	(448,987)
Total Revenues	441,558,185	441,558,185	442,711,030	1,152,845
EXPENDITURES				
Current				
General support	52,031,330	50,408,119	48,288,060	2,120,059
Instruction	424,791,351	428,744,190	425,953,810	2,790,380
Pupil transportation	60,634,798	63,153,303	62,557,209	596,094
Community services	-	-	-	-
Employee benefits	202,322,055	197,958,731	195,965,853	1,992,878
Debt service				
Principal	5,356,649	3,537,658	3,145,397	392,261
Interest	956,316	1,818,174	1,568,306	249,868
Total Expenditures	746,092,499	745,620,175	737,478,635	8,141,540
Deficiency of Revenues Over Expenditures	(304,534,314)	(304,061,990)	(294,767,605)	9,294,385
OTHER FINANCING SOURCES (USES)				
Contribution from City of Yonkers	269,390,534	269,390,534	269,390,534	-
Transfers in	-	-	-	-
Transfers out	(6,588,588)	(7,060,912)	(6,931,714)	129,198
Total Other Financing Sources	262,801,946	262,329,622	262,458,820	129,198
Net Change in Fund Balances	(41,732,368)	(41,732,368)	(32,308,785)	9,423,583
FUND BALANCES (DEFICITS)				
Beginning of Year	41,732,368	41,732,368	79,912,007	38,179,639
End of Year	$ -	$ -	$ 47,603,222	$ 47,603,222

The notes to the financial statements are an integral part of this statement.

Special Aid Fund			
Original Budget	Final Budget	Actual	Variance with Final Budget
$ -	$ -	$ -	$ -
-	-	-	-
-	-	-	-
-	-	-	-
39,329,795	39,601,206	32,198,107	(7,403,099)
31,886,161	37,495,884	29,198,411	(8,297,473)
2,169,400	2,245,050	1,308,537	(936,513)
73,385,356	79,342,140	62,705,055	(16,637,085)
354,197	381,784	320,331	61,453
67,015,416	74,268,569	58,389,080	15,879,489
2,363,030	2,374,267	2,374,267	-
840,463	840,463	687,355	153,108
4,802,250	3,939,381	3,396,346	543,035
-	-	-	-
-	-	-	-
75,375,356	81,804,464	65,167,379	16,637,085
(1,990,000)	(2,462,324)	(2,462,324)	-
-	-	-	-
1,990,000	2,462,324	2,462,324	-
-	-	-	-
1,990,000	2,462,324	2,462,324	-
-	-	-	-
-	-	-	-
$ -	$ -	$ -	$ -

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Note 1 - Summary of Significant Accounting Policies

The Yonkers City School District, New York ("School District") as presently constituted, operates in accordance with the provisions of the Education Law of the State of New York ("Education Law"). The Board of Education ("Board") is the legislative body responsible for providing education services to the residents of the City of Yonkers, New York ("City"). The members of the Board are appointed by the Mayor.

The Board is, pursuant to Section 2551 of Education Law, a legally separate entity. However, the Board has no taxing power, cannot issue debt in its own name and relies solely upon the City for appropriations. In addition, effective June 30, 2014, the City and School District entered into an inter-municipal agreement ("IMA"). The IMA continues in perpetuity from the date of execution. The IMA requires that the City assume all School District finance and budget functions in consultation with the Superintendent of Schools and the Board. Additionally, the IMA gives the City the authority to consult on all labor contracts. The IMA also gives the City, in consultation with the Superintendent of Schools and the Board, the authority to supervise non-academic operational functions of the School District, as described in the IMA. Pursuant to the IMA, in connection with the adoption of its 2014-2015 budget, the City immediately absorbed the operations and expenses of various School District administrative functions. In addition, the IMA grants the authority to create, abolish, maintain and consolidate all positions in the non-academic operational functions described in the IMA. The School District retains the authority to create, abolish, maintain or consolidate positions which have a nexus to the academic activities of the School District, which do not fall within the scope of the finance and the budget functions and non-academic operational functions discussed in the IMA. Lastly, the IMA authorizes the City to implement a schedule of public hearings on the School District's budget, which must be held at least quarterly and must be held in consultation with the Superintendent of Schools and the Board. As such, the School District has determined that it is not a separate legal entity for financial reporting purposes pursuant to the provisions of Governmental Accounting Standards Board ("GASB") Statement No. 14, "*The Financial Reporting Entity*", as amended by GASB Statement No. 61, "*The Financial Reporting Entity-Omnibus*". The School District is reported as governmental funds, as appropriate, within the City's financial statements.

The Superintendent serves as the chief executive officer and is appointed by the Board. The School District's primary function is to provide education for its pupils. Services such as transportation of pupils, administration, finance and plant maintenance support the primary function.

The financial statements of the School District have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to local governmental units and the Uniform System of Accounts as prescribed by the State of New York. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The School District's significant accounting policies are described below:

A. Financial Reporting Entity

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

In evaluating how to define the School District, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the School District's reporting entity was made by applying the criteria set forth by GASB, including

Note 1 - Summary of Significant Accounting Policies (Continued)

legal standing, fiscal dependency and financial accountability. Based upon the application of these criteria, the following component unit is included in the School District's reporting entity because of its operational or financial relationship within the School District.

The Yonkers Joint Schools Construction Board ("YJSCB") was established on January 28, 2019 and operates pursuant to Chapter 355 of the Laws of 2016 of the State of New York known as the Yonkers City School District Joint Schools Construction and Modernization Act (the "Modernization Act"). The voting members of the YJSCB ("Members") is the legislative body responsible for overall operation of the YJSCB. The Chair serves as the chief executive officer. The YJSCB's primary function is to provide the City and the School District with increased flexibility to meet the needs of its school children by providing alternative financing for the new school facilities and the modernization of existing school facilities in Yonkers. The YJSCB is comprised of nine voting members, consisting of the Mayor of the City, the President of the Board, the Superintendent of the School District, a designee of the Yonkers Council of Parent Teachers Association, a designee of the City Council majority party, a designee of the City Council minority party and 3 individuals, jointly designated by the Mayor of the City and the Superintendent of the School District. Each member other than the Mayor of the City, the President of the Board and the Superintendent of the School District serve at the pleasure of the designating official(s).

The Modernization Act authorized the YJSCB to develop and maintain a comprehensive joint schools construction and modernization plan for the School District's public schools (the "Program"). The Program was adopted by the School District on July 17, 2019 and was approved by the Commissioner of Education of the State of New York (the "Commissioner") on April 29, 2021 in accordance with the Modernization Act. The Modernization Act provides that phase one of the Program will consist of construction of up to three new schools along with critical infrastructure system replacements at the existing schools to maintain safe operation of the existing schools until future renovations are made as part of the Program.

The New Community School Project ("Project") is being undertaken as part of phase one of the Program and is the first Project undertaken pursuant to the Program. The Project consists of the (i) acquisition of real property located at 121 McLean Avenue and 469-470 Van Cortlandt Park Avenue in the City, as well any additional parcel(s) as may be required, including for offsite parking, (ii) demolition of three existing buildings thereon, and (iii) construction and equipping thereon of a new Pre-K to 8th grade public school including a 4-story Academic Building, a Community Building, playground, parking lot and related improvements. The total estimated project cost of the Project is approximately $80 million.

Financing for the Project is being provided through the issuance of School Facility Revenue Bonds as discussed in Note 3E.

In accordance with GASB guidance, the YJSCB's financial statements have been blended with the School District's financial statements because the YJSCB benefits the School District almost exclusively.

The accompanying financial statements present only the activities of the School District and do not purport to, and do not, present fairly the financial position of the City as of June 30, 2025 and the changes in its financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Note 1 - Summary of Significant Accounting Policies (Continued)

The School District participates in the Southern Westchester Board of Cooperative Educational Services ("BOCES"), a jointly governed entity. BOCES is a voluntary cooperative association of school districts in a geographic area that share planning, services and programs, which provide educational and support services. BOCES' governing board is elected based on the vote of members of the participating districts' governing boards. BOCES' budget is comprised of separate budgets for administrative, program and capital costs. BOCES charges the districts for program costs based on participation and for administrative and capital costs. Each component school district's share of administrative and capital costs is determined by resident public school enrollment as defined in Education Law. Copies of BOCES' financial statements can be requested from Southern Westchester BOCES, 17 Berkley Drive, Rye Brook, New York 10573.

B. District-Wide Financial Statements

The district-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all non-fiduciary activities of the School District as a whole. For the most part, the effect of interfund activity has been removed from these statements, except for interfund services provided and used.

The Statement of Net Position presents the financial position of the School District at the end of its fiscal year. The Statement of Activities demonstrates the degree to which direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods or services, or privileges provided by a given function or segment, (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment and (3) interest earned on grants that is required to be used to support a particular program. Other items not identified as program revenues are reported as general revenues. The School District does not allocate indirect expenses to functions in the Statement of Activities.

While separate district-wide and fund financial statements are presented, they are interrelated. Separate financial statements are provided for governmental and fiduciary funds, even though the latter is excluded from the district-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. Fund Financial Statements

The accounts of the School District are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts, which comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balances, revenues and expenditures. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The School District maintains the minimum number of funds consistent with legal and managerial requirements. The focus of governmental fund financial statements is on major funds as that term is defined in professional pronouncements. Each major fund is to be presented in a separate column, with non-major funds, if any, aggregated and presented in a single column. Fiduciary funds are reported by type. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the district-wide statements' governmental activities column, a reconciliation is presented on the pages following, which briefly explain the adjustments necessary to transform the fund based financial statements

Note 1 - Summary of Significant Accounting Policies (Continued)

into the governmental activities column of the district-wide presentation. The School District's resources are reflected in the fund financial statements in two broad fund categories, in accordance with generally accepted accounting principles as follows:

Fund Categories

a. Governmental Funds - Governmental Funds are those through which most general government functions are financed. The acquisition, use and balances of expendable financial resources and the related liabilities are accounted for through governmental funds. The following represents the School District's major governmental funds.

General Fund - The General Fund constitutes the primary operating fund of the School District and is used to report all financial resources not accounted for and reported in another fund.

Special Revenue Funds - Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted, committed or assigned to expenditures for specific purposes other than debt service or capital projects. The major special revenue fund of the School District is as follows:

Special Aid Fund - The Special Aid Fund is used to account for special projects or programs supported in whole or in part with Federal, State or local funds.

Capital Projects Fund - The Capital Projects Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditures for capital outlays, including the acquisition or construction of major capital facilities and other capital assets.

YJSCB Capital Projects Fund – The YJSCB Capital Projects Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditures for capital outlays, including the acquisition or construction of major capital facilities and other capital assets acquired or constructed by the YJSCB.

The School District also reports the following non-major governmental funds:

Special Revenue Funds:

School Lunch Fund - The School Lunch Fund is used to record the operations of the breakfast and lunch programs of the School District.

Special Purpose Fund - The Special Purpose Fund is used to account for assets held by the School District in accordance with grantor or contributor stipulations. Among the activities included in the Special Purpose Fund are extraclassroom activity funds.

Note 1 - Summary of Significant Accounting Policies (Continued)

Debt Service Fund - The Debt Service Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditures for principal and interest, and for financial resources that are being accumulated for principal and interest maturing in future years.

YJSCB Debt Service Fund - The YJSCB Debt Service Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditures for principal and interest, and for financial resources that are being accumulated for principal and interest maturing in future years relating to the YJSCB.

b. Fiduciary Fund (Not Included in District-Wide Financial Statements) - The Fiduciary Funds are used to account for assets held by the School District on behalf of others. In accordance with the provisions of GASB Statement No. 84, "*Fiduciary Activities*", the School District had no such activity to report in this fund category.

D. Measurement Focus, Basis of Accounting and Financial Statement Presentation

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

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 when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized when they have been earned and are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. If expenditures are the prime factor for determining eligibility, revenues from Federal and State grants are recognized as revenues when the expenditure is made and the amounts are expected to be collected within one year of the fiscal year end. A ninety day availability period is generally used for revenue recognition for most other governmental fund revenues. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to retirement incentives and other pension liabilities, compensated absences, net pension liability and other postemployment benefit liability are recognized later based on specific accounting rules applicable to each, generally when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuances of long-term debt are reported as other financing sources.

Note 1 - Summary of Significant Accounting Policies (Continued)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Fund Balances

Cash and Equivalents, Investments and Risk Disclosure

Cash and Equivalents - Cash and equivalents consist of funds deposited in demand deposit accounts, time deposit accounts and short-term investments with original maturities of less than three months from the date of acquisition.

The School District's deposits and investment policies are governed by State statutes. The School District has adopted its own written investment policy which provides for the deposit of funds in FDIC insured commercial banks or trust companies located within the State. The School District is authorized to use demand deposit accounts, time deposit accounts and certificates of deposit.

Collateral is required for demand deposit accounts, time deposit accounts and certificates of deposit at 100% of all deposits not covered by Federal deposit insurance. The School District has entered into custodial agreements with the various banks which hold their deposits. These agreements authorize the obligations that may be pledged as collateral. Such obligations include, among other instruments, obligations of the United States and its agencies and obligations of the State and its municipal and school district subdivisions.

The School District's cash and investments are pooled with the City. The City utilizes a pooled investment concept for all governmental funds to facilitate its investment program.

The YJSCB's deposits and investment policies are governed by the Indenture of Trust (see Note 3E). The YJSCB is authorized to use demand deposit accounts, time deposit accounts and certificates of deposit.

Investments - Permissible investments include obligations of the U.S. Treasury, U.S. Agencies, repurchase agreements and obligations of New York State or its political subdivisions.

Permissible investments for the YJSCB under the Indenture of Trust include obligations of the U.S. Treasury, U.S. Agencies, commercial paper, money market funds rated AAm or AAm-G or better, repurchase agreements, obligations of New York State or its political subdivisions and investment agreements with a bank.

Cash equivalents for the YJSCB as of June 30, 2025 consist of money market mutual funds valued at $7,127,866. The funds are rated AAAm by Standard and Poor's and are valued using level 1 inputs.

The School District follows the provisions of GASB Statement No. 72, *"Fair Value Measurement and Application*", which defines fair value and establishes a fair value hierarchy organized into three levels based upon the input assumptions used in pricing assets. Level 1 inputs have the highest reliability and are related to assets with unadjusted quoted prices in active markets. Level 2 inputs relate to assets with other than quoted prices in active markets which may include quoted prices for similar assets or liabilities or other inputs which can be corroborated by observable market data. Level 3 inputs are

Note 1 - Summary of Significant Accounting Policies (Continued)

unobservable inputs and are used to the extent that observable inputs do not exist. The detail of these investments and their related risks are described in Note 3A.

Risk Disclosure

Interest Rate Risk - Interest rate risk is the risk that the government will incur losses in fair value caused by changing interest rates. The School District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from changing interest rates. Generally, the School District does not invest in any long-term investment obligations.

Custodial Credit Risk - Custodial credit risk is the risk that in the event of a bank failure, the School District's deposits may not be returned to it. GASB Statement No. 40, "*Deposits and Investment Risk Disclosures – an amendment of GASB Statement No. 3",* directs that deposits be disclosed as exposed to custodial credit risk if they are not covered by depository insurance and the deposits are either uncollateralized, collateralized by securities held by the pledging financial institution or collateralized by securities held by the pledging financial institution's trust department but not in the School District's name. The School District's aggregate bank balances that were not covered by depository insurance were not exposed to custodial credit risk at June 30, 2025.

Credit Risk - Credit risk is the risk that an issuer or other counterparty will not fulfill its specific obligation even without the entity's complete failure. The School District does not have a formal credit risk policy other than restrictions to obligations allowable under General Municipal Law of the State of New York.

Concentration of Credit Risk - Concentration of credit risk is the risk attributed to the magnitude of a government's investments in a single issuer. The School District's investment policy limits the amount on deposit at each of its banking institutions.

Other Receivables - Other receivables include amounts due from other governments and individuals for services provided by the School District. Receivables are recorded and revenues recognized as earned or as specific program expenditures are incurred. Allowances are recorded when appropriate.

Due From/To Other Funds - During the course of its operations, the School District has numerous transactions between funds to finance operations, provide services and construct assets. To the extent that certain transactions between funds had not been paid or received as of June 30, 2025, balances of interfund amounts receivable or payable have been recorded.

Prepaid Expenses/Expenditures – Certain payments to vendors reflects costs applicable to future accounting periods, and are reported as prepaid items using the consumption method in both the government-wide and fund financial statements. Prepaid expenses/expenditures consist of payroll taxes and other costs which have been satisfied prior to the end of the fiscal year, but represent items which have been provided for in the subsequent year's budget and/or will benefit such periods. Reported amounts are equally offset by nonspendable fund balance in the fund financial statements, which indicates that these amounts do not constitute "available spendable resources" even though they are a component of current assets.

Note 1 - Summary of Significant Accounting Policies (Continued)

Inventories - Inventories in the School Lunch Fund consist of food and supplies and are recorded at cost on a first-in, first-out basis or, in the case of surplus food, at a stated value which approximates market. These inventories consist primarily of items held for consumption. The cost is recorded as inventory at the time individual inventory items are purchased. The School District uses the consumption method to relieve inventory. In the fund financial statements, reported amounts are equally offset by nonspendable fund balance which indicates that these amounts do not constitute “available spendable resources” even though they are a component of current assets.

Capital Assets - Capital assets are tangible and intangible assets, which include property, plant and equipment, and are reported in the governmental activities column in the district-wide financial statements. Capital assets are defined by the School District as assets with an initial, individual cost of more than $5,000 and an estimated useful life in excess of one year. Such assets (except intangible right-to-use assets, which is discussed in note 3B) are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation. Acquisition value is the price that would be paid to acquire an asset with equivalent service potential on the date of the donation. Intangible assets follow the same capitalization policies as tangible assets and are reported with tangible assets in the appropriate capital asset class.

Major outlays for capital assets and improvements are capitalized as projects are constructed. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives is not capitalized.

Land and construction-in-progress are not depreciated. The other tangible and intangible property, plant and equipment and right-to-use assets of the School District are depreciated/amortized using the straight line method over the following estimated useful lives.

Class	Life in Years
Buildings and Improvements	20-50
Machinery and Equipment	5-20
Right-to-use building	2-20
Right-to-use equipment	3

The costs associated with the acquisition or construction of tangible and intangible capital assets are shown as capital outlay expenditures on the governmental fund financial statements. Capital assets are not shown on the governmental fund balance sheets.

Unearned Revenues - Unearned revenues arise when assets are recognized before revenue recognition criteria have been satisfied. In the district-wide financial statements, unearned revenues consist of revenue received in advance and/or grants received before the eligibility requirements have been met.

Unearned revenues in the fund financial statements are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met. The School District has reported unearned revenues of $1,519,075 for State, Federal, and local aid received in advance in the Special Aid Fund. Such amounts have been deemed to be measurable but not “available” pursuant to generally accepted accounting principles.

Note 1 - Summary of Significant Accounting Policies (Continued)

Deferred Outflows/Inflows of Resources - In addition to assets, the statement of financial position includes a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net assets that applies to a future period and so will not be recognized as an outflow of resources (expenditures/expense) until that time.

In addition to liabilities, the statement of financial position includes a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net assets that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time.

The School District reported deferred outflows of resources for a deferred loss on refunding bonds in the district-wide Statement of Net Position. This amount results from the difference in the carrying value of the refunded debt and its reacquisition price. This amount is being deferred and amortized over the shorter of the life of the refunded or refunding debt.

The School District also reports deferred inflows of resources of $1,547,827 for State aid and tuition that do not meet the availability criteria in the General Fund. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

The School District has reported deferred inflows of $405,021 in the Special Aid fund. This amount related to JUUL settlement agreements is deferred and recognized as an inflow of resources in the period that the amounts become available.

The School District has reported deferred inflows of $2,643,787 in the Debt Service fund. This amount related to accrued interest receivable on Treasury bonds State and Local Government Series (SLGS) is deferred and recognized as an inflow of resources in the period that the amounts become available.

The School District also reported deferred outflows of resources and deferred inflows of resources in relation to its pension and other postemployment benefit liabilities in the district-wide financial statements. These amounts are detailed in the discussion of the School District's pension and other postemployment benefit liabilities in Note 3E.

Long-term Liabilities - In the district-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable premium or discount. Bond issuance costs are expensed as incurred.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, 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. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as General, Debt Service or Capital Projects funds expenditures.

Leases - The School District is a lessee for noncancellable leases of buildings and equipment. The School District recognizes a lease liability and an intangible right-to-use lease asset ("lease asset") in the district-wide financial statements. The School District recognizes lease liabilities with an initial, individual value of $10,000 or more.

Note 1 - Summary of Significant Accounting Policies (Continued)

At the commencement of a lease, the School District initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life. Key estimates and judgments related to leases include how the School District determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

The School District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the School District generally uses its estimated incremental borrowing rate as the discount rate for leases.

The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the School District is reasonably certain to exercise. The School District monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Right-to-use lease assets are reported with other capital assets and right-to-use lease liabilities are reported with long-term liabilities on the Statement of Net Position.

Compensated Absences - The liability for compensated absences represents the sick time (“leave”/“leave days”) and salary related payments which have been earned for services previously rendered by employees in accordance with the School District’s various collective bargaining agreements, accumulates, is allowed to be carried over to subsequent year(s) and is deemed more likely than not (by management) to be used for time off or otherwise paid/settled in the future. The liability is calculated based on each employee’s rate of pay and the number of unused leave days accumulated as of year-end, management’s assumption that the likelihood of future use (either by use during employment or settlement/payment upon separation from service) is probable, and the salary related payments are directly and incrementally associated with payments for leave. The School District utilizes historical data of past usage patterns to estimate the expected usage and payment of compensated absences. The liability for compensated absences is reflected in the district-wide financial statements as current and long-term liabilities. In the fund financial statements, only the compensated absences liability that as matured through employee resignation or retirement and is expected to be payable from expendable available financial resources is reported. The financial reporting of these amounts are presented in accordance with the provisions of GASB Statement No. 101, *Compensated Absences”*.

Net Pension Liability (Asset) - The net pension liability (asset) represents the School District’s proportionate share of the net pension liability (asset) of the New York State and Local Employees’ Retirement System and the New York State Teachers’ Retirement System. The financial reporting of these amounts are presented in accordance with the provisions of GASB Statement No. 68, *“Accounting and Financial Reporting for Pensions”* and GASB Statement No. 71, *“Pension Transition for Contributions Made Subsequent to the Measurement Date – An Amendment of GASB Statement No. 68”*.

Note 1 - Summary of Significant Accounting Policies (Continued)

Other Postemployment Benefit Liability ("OPEB") - In addition to providing pension benefits, the School District provides health care benefits for certain retired employees and their survivors. The financial reporting of these amounts are presented in accordance with the provisions of GASB Statement No. 75, "*Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*".

Net Position - Net position represents the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources. Net position is comprised of three components: net investment in capital assets, restricted, and unrestricted.

Net investment in capital assets consists of capital assets, net of accumulated depreciation/amortization and reduced by outstanding balances of bonds and other debt that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are also included in this component of net position.

Restricted net position consists of restricted assets and deferred outflows of resources reduced by liabilities and deferred inflows of resources related to those assets. Assets are reported as restricted when constraints are placed on asset use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Restricted net position for the School District includes restricted for net pension asset – TRS, capital projects, debt service, and special purposes.

Unrestricted net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that does not meet the definition of the two preceding categories.

Sometimes the School District will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the district-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the School District's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

Fund Balances - Generally, fund balance represents the difference between current assets and deferred outflows of resources and current liabilities and deferred inflows of resources. In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the School District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Under this standard, the fund balance classifications are as follows:

Nonspendable fund balance includes amounts that cannot be spent because they are either not in spendable form (inventories, prepaid amounts, long-term receivables) or they are legally or contractually required to be maintained intact (the corpus of a permanent fund).

Restricted fund balance is reported when constraints placed on the use of the resources are imposed by grantors, contributors, laws or regulations of other governments or imposed by law through enabling legislation. Enabling legislation includes a legally enforceable requirement that these resources be used only for the specific purposes as

Note 1 - Summary of Significant Accounting Policies (Continued)

provided in the legislation. This fund balance classification is used to report funds that are restricted for debt service obligations and for other items contained in the General Municipal Law or the Education Law of the State of New York.

Committed fund balance is reported for amounts that can only be used for specific purposes pursuant to formal action of the entity's highest level of decision making authority. The Board is the highest level of decision making authority for the School District that can, by the adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, these funds may only be used for the purpose specified unless the School District removes or changes the purpose by taking the same action that was used to establish the commitment. This classification includes certain amounts established and approved by the Board.

Assigned fund balance, in the General Fund, represents amounts constrained either by policies of the Board for amounts assigned for balancing the subsequent year's budget or delegated to the Commissioner of Finance for amounts assigned as encumbrances. Unlike commitments, assignments generally only exist temporarily, in that additional action does not normally have to be taken for the removal of an assignment. An assignment cannot result in a deficit in the unassigned fund balance in the General Fund. Assigned fund balance in all other governmental funds represents any positive remaining amount after classifying nonspendable, restricted or committed fund balance amounts.

Unassigned fund balance, in the General Fund, represents amounts not classified as nonspendable, restricted, committed or assigned. The General Fund is the only fund that would report a positive unassigned fund balance. For all governmental funds other than the General Fund, any deficit fund balance is reported as unassigned.

In order to calculate the amounts to report as restricted and unrestricted fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the School District's policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the School District's policy to use fund balance in the following order: committed, assigned, and unassigned.

F. Encumbrances

In governmental funds, encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve applicable appropriations, is generally employed as an extension of formal budgetary integration in the General and Special Aid funds. Encumbrances outstanding at year-end are generally reported as assigned fund balance since they do not constitute expenditures or liabilities.

G. Use of Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources and disclosures of contingent assets and liabilities at the date of the financial statements. Estimates

Note 1 - Summary of Significant Accounting Policies (Continued)

also affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

H. Subsequent Events Evaluation by Management

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which date is December 1, 2025.

Note 2 - Stewardship, Compliance and Accountability

A. Budgetary Data

The School District generally follows the procedures enumerated below in establishing the budgetary data reflected in the fund financial statements:

a) The School District administration prepares a proposed budget for approval by the Board. The School District must submit the budget to the Mayor and City Council's Budget Committee by March 1st. The budget is included in the City's budget and must be approved by the City Council.

b) The Charter requires the budget to be presented to the City Council by April 15th.

c) The School District budget is referred to the City Council’s Budget Committee for deliberations and hearings.

d) The City Council sets a date for a public hearing which is generally in May.

e) After the public hearing, the City Council adopts the City budget, which includes appropriations and estimated revenues of the School District. By Charter, this may not be later than June 1st.

f) The Fiscal Agent (State Comptroller), as defined by the Special Local Finance and Budget Act of New York State for the City of Yonkers (“Budget Act”), reviews the City budget to determine the justification documents required. This Budget Act limits budgeted expenditures to amounts not less than those of the previous audited year and requires revenues to be estimated at not more than those of the previous audited year, unless justification documents have been filed as support.

g) After adoption, the Fiscal Agent certifies that the City budget is in compliance with the Budget Act.

h) Formal budgetary integration is employed during the year as a management control device for General, Special Aid, School Lunch and Debt Service funds.

i) Budgets for General, Special Aid, School Lunch and Debt Service funds are legally adopted annually on a basis consistent with generally accepted accounting principles. The Capital Projects Fund is budgeted on a project basis. Annual budgets are not adopted for the Special Purposes or YJSCB Debt Service Funds since other means control the use of these resources (e.g., grant awards) and sometimes span a period of more than one fiscal year.

Note 2 - Stewardship, Compliance and Accountability (Continued)

j) The legally adopted budget is controlled at the fund level of expenditures. Transfers between appropriation accounts require approval by the Superintendent. Any modification to appropriations resulting from increases in revenue estimates or supplemental reserve appropriations requires Board and City Council approval.

k) Appropriations in General, Special Aid, School Lunch and Debt Service funds lapse at the end of the fiscal year, except that outstanding encumbrances are reappropriated in the succeeding year pursuant to the Uniform System of Accounts promulgated by the Office of the State Comptroller.

Budgeted amounts are as originally adopted, or as amended by the Board.

B. Cumulative Effect of Change in Accounting Principle

The School District implemented the provisions of GASB Statement No. 101, *"Compensated Absences",* for the year ended June 30, 2025. In addition to the value of unused leave time owed to employees upon separation from employment, the School District now also recognized as part of the compensated absences liability an estimated amount of unused leave earned as of year-end that will be used by employees as time off in future years. As a result, the School District has reported a cumulative effect of change in accounting principle to the July 1, 2024 net position of governmental activities of $(36,517,559).

C. New Accounting Pronouncement

GASB Statement No. 102, *"Certain Risk Disclosures",* provides guidance on disclosure for risks related to a government's vulnerabilities due to certain concentrations or constraints. A concentration is defined as a lack of diversity related to an aspect of a significant inflow of resources or outflow of resources. A constraint is a limitation imposed on a government by an external party or by formal action of the government's highest level of decision-making authority. Concentrations or constraints may limit a government's ability to acquire resources or control spending. Under this Statement, a government is required to assess whether an event or events associated with a concentration or constraint that could cause substantial impact have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. The requirements of GASB Statement No. 102 are effective for the School District's fiscal year ended June 30, 2025. Management has determined that no events have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued.

D. Reclassification of Prior Year Presentation

Certain balance sheet classifications have been updated to conform with the current year's presentation.

Note 3 - Detailed Notes on All Funds

A. Investments

Investments in the Capital Projects fund consist of U.S. Treasury bond State and Local Government Series (SLGS) and are measured using level one inputs.

Note 3 - Detailed Notes on All Funds (Continued)

Investments in the Special Purpose fund consist of certificates of deposit maturing in November 2025, December 2025, and June 2026.

B. Due From/To Other Funds

The composition of interfund balances at June 30, 2025 were as follows:

Fund	Due From	Due To
General	$ 14,651,197	$ 1,560,056
Special Aid	-	11,248,527
Capital Projects	98,949	3,502,985
YJSCB Capital Projects	-	3,007,375
Non-Major Governmental	4,570,235	1,438
	$ 19,320,381	$ 19,320,381

The outstanding balances between funds result mainly from the time lag between the dates that 1) interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system and 3) payments between funds are made.

C. Capital Assets

Changes in the School District's capital assets are as follows:

Class	Balance July 1, 2024	Additions	Deletions	Balance June 30, 2025
Capital Assets, not being depreciated:				
Land	$ 14,302,848	$ -	$ -	$ 14,302,848
Construction-in-progress	136,673,524	33,993,154	80,071,081	90,595,597
Total Capital Assets, not being depreciated	$ 150,976,372	$ 33,993,154	$ 80,071,081	$ 104,898,445
Capital assets, being depreciated/amortized:				
Buildings and Improvements	$ 530,301,375	$ 78,176,543	$ -	$ 608,477,918
Machinery and Equipment	4,597,494	2,748,775	36,974	7,309,295
Right-to-use buildings	9,197,990	47,600,614	373,113	56,425,491
Right-to-use equipment	3,595,057	-	-	3,595,057
Total Capital Assets, being depreciated/amortized	547,691,916	128,525,932	410,087	675,807,761
Less Accumulated Depreciation/Amortization for:				
Buildings and Improvements	242,142,316	18,544,109	-	260,686,425
Machinery and Equipment	2,752,393	484,394	36,974	3,199,813
Right-to-use buildings	3,155,396	2,887,843	373,113	5,670,126
Right-to-use equipment	2,696,297	898,760	-	3,595,057
Total Accumulated Depreciation/Amortization	250,746,402	22,815,106	410,087	273,151,421
Total Capital Assets, being depreciated/amortized, net	$ 296,945,514	$ 105,710,826	$ -	$ 402,656,340
Capital Assets, net	$ 447,921,886	$ 139,703,980	$ 80,071,081	$ 507,554,785

Note 3 - Detailed Notes on All Funds (Continued)

Depreciation/Amortization expense was charged to School District functions and programs as follows:

General Support	$ 8,292,282
Instruction	14,452,620
Cost of Food Sales	70,204
Total Depreciation/Amortization Expense	$ 22,815,106

D. Accrued Liabilities

Accrued liabilities at June 30, 2025 were as follows:

	Fund				
	General	Special Aid	Capital Projects	Non-Major Governmental	Total
Payroll and Employee Benefits	$ 33,484,305	$ 591,749	$ -	$ 221,248	$ 34,297,302
Tuition	9,883,613	212,835	-	-	10,096,448
Other	6,068,285	-	976,495	959,523	8,004,303
	$ 49,436,203	$ 804,584	$ 976,495	$ 1,180,771	$ 52,398,053

E. Long-Term Liabilities

The following table summarizes changes in the School District's long-term liabilities for the year ended June 30, 2025:

	Balance As Reported July 1, 2024	Cumulative Effect of Change in Accounting Principle *	Balance as Restated July 1, 2024	New Issues/ Additions	Maturities and/or Payments	Balance June 30, 2025	Due Within One-Year
Governmental Activities:							
Bonds Payable:							
General Obligation							
Capital Construction	$ 198,225,000	$ -	$ 198,225,000	$ 13,765,000	$ 14,255,000	$ 197,735,000	$ 16,230,000
Deficit Financing	4,930,000	-	4,930,000	-	4,930,000	-	-
	203,155,000	-	203,155,000	13,765,000	19,185,000	197,735,000	16,230,000
General Obligation - Direct Placement	3,000,000	-	3,000,000	-	1,000,000	2,000,000	1,000,000
School Facility Revenue Bonds	70,010,000	-	70,010,000	-	1,295,000	68,715,000	1,355,000
	276,165,000		276,165,000	13,765,000	21,480,000	268,450,000	18,585,000
Unamortized Premium on Bonds	34,004,652	-	34,004,652	1,812,928	3,005,234	32,812,346	-
	310,169,652	-	310,169,652	15,577,928	24,485,234	301,262,346	18,585,000
Notes Payable	775,571	-	775,571	-	775,571	-	-
State Loan Payable	1,200,000	-	1,200,000	5,000,000	200,000	6,000,000	366,667
Leases payable	7,151,989	-	7,151,989	47,600,614	2,833,363	51,919,240	2,016,296
Other Non-current Liabilities:							
Retirement Incentives and Other Pension Liabilities	3,097,690	-	3,097,690	512,275	584,751	3,025,214	634,528
Compensated Absences	19,302,794	36,517,559	55,820,353	-	9,058,715 **	46,761,638	4,680,000
Net Pension Liability - ERS	34,058,462	-	34,058,462	3,948,892	-	38,007,354	-
Net Pension Liability - TRS	17,018,467	-	17,018,467	-	17,018,467	-	-
Other Postemployment Benefit Liability	1,667,879,072	-	1,667,879,072	(89,107,587)	50,204,292	1,528,567,193	52,076,690
Total Other Non-current Liabilities	1,741,356,485	36,517,559	1,777,874,044	(84,646,420)	76,866,225	1,616,361,399	57,391,218
Governmental Activities Total Long-Term Liabilities	$ 2,060,653,697	$ 36,517,559	$ 2,097,171,256	$ (16,467,878)	$ 105,160,393	$ 1,975,542,985	$ 78,359,181

*See Note 2B.
**The change in compensated absences is shown as a net change.

Note 3 - Detailed Notes on All Funds (Continued)

The liabilities for notes payable, leases, retirement incentives and other pension liabilities, compensated absences, net pension liabilities and other postemployment benefit liability are liquidated by the respective fund, primarily the General Fund. The School District's indebtedness for general obligation bonds and State loans payable is satisfied by the Debt Service Fund, which is funded primarily by the General Fund.

General Obligation Bonds Payable

General obligation bonds payable at June 30, 2025 are comprised of the following individual issues:

Purpose	Year of Issue	Original Issue Amount	Final Maturity	Interest Rates	Amount Outstanding at June 30, 2025
General Obligation					
District-wide Construction	2012	$ 26,590,000	August, 2025	3.000 %	$ 2,600,000
District-wide Construction	2016	18,370,000	September, 2027	3.446 - 4.028	5,835,000
District-wide Construction	2016	15,525,000	November, 2036	3.0 - 5.000	10,470,000
District-wide Construction	2017	20,405,000	September, 2037	2.75 - 5.000	15,670,000
Refunding	2017	17,255,000	October, 2030	5.0	8,610,000
District-wide Construction	2019	52,775,000	May, 2039	4.0 - 5.000	43,960,000
District-wide Construction	2021	33,175,000	February, 2041	2.0 - 5.000	29,665,000
Refunding	2022	7,005,000	September, 2027	5.0	3,065,000
District-wide Construction	2022	21,675,000	March, 2042	4.0 - 5.000	20,210,000
Refunding	2023	12,045,000	October, 2029	5.0	8,010,000
District-wide Construction	2023	9,375,000	November, 2042	5.0	9,070,000
District-wide Construction	2024	26,805,000	February, 2044	5.0	26,805,000
District-wide Construction	2024	13,765,000	September, 2044	5.0	13,765,000
					197,735,000
General Obligation - Direct Placement					
Qualified School Construction Bonds	2011	15,000,000	December, 2026	5.750	2,000,000
School Facility Revenue Bonds					
Joint Schools Construction Board	2022	25,000,000	May, 2051	4.0 - 5.000	24,065,000
Joint Schools Construction Board	2023	46,240,000	May, 2051	5.0 - 5.250	44,650,000
					68,715,000
					$ 268,450,000

Interest expenditures of $8,883,525 were recorded in the fund financial statements in the Debt Service Fund and $3,335,963 in the Yonkers Joint Schools Construction Board Debt Service Fund . Interest expense of $10,962,300 was recorded in the district-wide financial statements.

The series 2021 and 2022 School Facility Revenue Bonds were issued pursuant to an Indenture of Trust (“New Community School Project”) (the “Project’) dated as of September 1, 2021, as amended and restated as of December 1, 2022 (the “Indenture”) between the City of Yonkers Industrial Development Agency (“YIDA) and Manufacturers and Traders Trust Company, as Trustee (the “Trustee”).

The proceeds of the bonds will be used to 1) finance the Project, 2) fund capitalized interest and (3) pay certain costs of issuance of the Bonds.

Note 3 - Detailed Notes on All Funds (Continued)

Pursuant to a License Agreement, dated as of September 1, 2021 (the "License Agreement"), among the YIDA, the City and the School District, the City and the School District granted a license to the YIDA to enter upon the Project Site for the purpose of undertaking, equipping and completing the Project (collectively, the "New Community School Facilities"). Concurrently therewith, the YIDA sold and assigned its license interest under the License Agreement in the New Community School Facilities to the School District and the City pursuant to the Installment Sale Agreement. Installment purchase Payments payable by the School District and the City under the Installment Sale Agreement will equal principal and interest due on the Series 2021 and 2022 Bonds, including any mandatory principal payments. Pursuant to the Modernization Act, the Board of Education for the School District is responsible for the maintenance and operation of the New Community School Facilities.

Principal of and interest on the School Facility Revenue Bonds are secured by: (i) Installment Purchase Payments to be made by the School District and the City under the Installment Sale Agreement; and (ii) the pledge of certain funds, including the Bond Fund under the Indenture. In the event the School District or the City fails to make an Installment Purchase Payment under the Installment Sale Agreement, the Modernization Act and the Indenture each provide that, upon receipt by the New York State Comptroller (the "State Comptroller") of a certificate from the Trustee on behalf of the YIDA as to the amount of any such failed payment, the State Comptroller shall withhold from the School District and the City any State Aid to Education payable to the City or the School District to the extent of the amount so certified, and shall immediately pay such amount to the Trustee on behalf of the Issuer.

The School District, the City and Manufacturers and Traders Trust Company, as depository bank (the "Depository"), have entered into a State Aid Depository Agreement, dated as of August 1, 2021 (the "State Aid Depository Agreement"). In accordance with the State Aid Depository Agreement, the Commissioner of Finance of the City (the "Commissioner of Finance") and the President of the Board of Education of the School District have instructed the State Comptroller to pay all State Aid to Education directly to a designated fund (the "State Aid Depository Fund") held with the Depository. Provided the City and the School District have made an appropriation for the payment of Installment Purchase Payments under the Installment Sale Agreement, amounts in the State Aid Depository Fund will be timely transferred to the Trustee for deposit in the Bond Fund established under the Indenture (and to each equivalent fund under each other bond indenture authorizing a series of Project Bonds), on a Ratable Basis (as defined in the State Aid Depository Agreement), toward the payment of the Series 2021 and 2022 Bonds and any other series of Project Bonds then outstanding, and any balance remaining will be transferred to the School District. The State Aid Depository Agreement provides that amounts in the State Aid Depository Fund will be transferred on a Ratable Basis by the Depository to all Bond Funds periodically from each December 1 until each March 31 of each Fiscal Year (the "Collection Period") and will serve as a credit against the obligation of the School District and the City to pay annual Installment Purchase Payments under all outstanding Installment Sale Agreements due on April 1 of each year. Although the State Aid Depository Agreement requires an immediate transfer of State Aid to Education from the State Aid Depository Fund to all Bond Funds during the Collection Period, amounts held in the State Aid Depository Fund are not subject to the lien of any Indenture and are not pledged as security for the payment of any Project Bonds, including the Series 2021 and 2022 Bonds, until such amounts have been received by the Trustee and deposited in a Bond Fund in accordance with the applicable Indenture.

Note 3 - Detailed Notes on All Funds (Continued)

Notes Payable

During 2009, the School District entered into a contractual agreement for the acquisition of energy efficient equipment to assist the School District in reducing its ongoing energy costs. The terms of the agreement provide for annual installments of $793,596, including interest at 2.32%, through October, 2024. The balance was paid in full as of June 30, 2025.

Interest expenditures/expense of $18,023 were recorded in the fund financial statements in the General Fund and in the district-wide financial statements.

State Loan Payable

The State of New York, pursuant to Chapter 88 of the Laws of 2000, accelerated $6 million of State aid during the 1999-2000 fiscal year. In each of the subsequent 30 years, the aid formula enumerated in the statutes will reduce the accelerated portion by $200,000 per year. This loan is interest free. Accordingly, at June 30, 2025, the School District has recorded a liability of $1,000,000.

The State of New York, pursuant to Chapter 178 of the Laws of 2024, accelerated $5 million of State aid during the 2024-2025 fiscal year. In each of the subsequent 30 years, the aid formula enumerated in the statutes will reduce the accelerated portion by $166,667 per year. This loan is interest free. Accordingly, at June 30, 2025, the School District has recorded a liability of $5,000,000.

The provisions of the statute also require the School District's chief fiscal officer to monitor all budgets and prepare a quarterly report depicting revenue and expenditure trends. The reports require recommended remedial action by the Superintendent, if necessary, to resolve any unfavorable budget variances. The reports are to be submitted within sixty days after the end of the quarter to the Board, the State Division of the Budget, the State Comptroller, the Commissioner of Education, the Chairman of the Assembly Ways and Means Committee and the Chairman of the Senate Finance Committee.

Leases Payable

Leases payable at June 30, 2025 are comprised of the following individual agreements:

Purpose	Original Issue Amount	Final Maturity	Interest Rates	Amount Outstanding at June 30, 2025
Immaculate Conception Church Building	$ 3,240,957	2026	3.75 %	$ 358,764
Church of Christ the King Building	3,994,494	2028	3.75	1,291,131
60 Fullerton Avenue	4,120,082	2033	2.97	3,062,710
45 Warbuton Avenue	587,923	2025	3.15	124,250
501 Hawthorne Avenue	47,600,614	2044	4.67	47,082,385
				$ 51,919,240

Interest expenditures/expense of $1,550,283 and $97,411 were recorded in the fund financial statements in the General Fund and School Lunch Fund and $1,647,694 in the district-wide financial statements.

Note 3 - Detailed Notes on All Funds (Continued)

Payments to Maturity

The annual requirements to amortize all outstanding bonds, State loan debt, and leases as of June 30, 2025, including interest payments of $152,392,354 are as follows:

Year Ending June 30,	General Obligation Bonds Principal	General Obligation Bonds Interest	General Obligation Bonds - Direct Placement Principal	General Obligation Bonds - Direct Placement Interest	School Facility Revenue Bonds Principal	School Facility Revenue Bonds Interest
2026	$ 16,230,000	$ 8,988,545	$ 1,000,000	$ 86,250	$ 1,355,000	$ 3,271,212
2027	14,280,000	7,955,912	1,000,000	28,750	1,430,000	3,203,462
2028	14,985,000	7,265,063	-	-	1,500,000	3,131,962
2029	11,410,000	6,644,263	-	-	1,580,000	3,056,962
2030	11,990,000	6,094,275	-	-	1,660,000	2,977,962
2031-2035	53,835,000	22,921,281	-	-	9,650,000	13,564,260
2036-2040	54,535,000	10,543,925	-	-	12,200,000	11,058,560
2041-2045	20,470,000	2,036,625	-	-	15,390,000	7,941,960
2046-2050	-	-	-	-	19,465,000	3,978,400
2051-2055	-	-	-	-	4,485,000	217,098
	$ 197,735,000	$ 72,449,889	$ 2,000,000	$ 115,000	$ 68,715,000	$ 52,401,838

Year Ending June 30,	State Loan Principal	Leases Principal	Leases Interest	Total Principal	Total Interest
2026	$ 366,667	$ 2,016,296	$ 2,315,691	$ 20,967,963	$ 14,661,698
2027	366,667	1,928,550	2,237,222	19,005,217	13,425,346
2028	366,667	1,989,718	2,163,396	18,841,385	12,560,421
2029	366,667	1,576,755	2,083,572	14,933,422	11,784,797
2030	366,667	1,701,220	2,013,069	15,717,887	11,085,306
2031-2035	833,333	10,304,394	8,770,244	74,622,727	45,255,785
2036-2040	833,333	14,457,555	5,960,809	82,025,888	27,563,294
2041-2045	833,333	17,944,752	1,881,624	54,638,085	11,860,209
2046-2050	833,333	-	-	20,298,333	3,978,400
2051-2055	833,333	-	-	5,318,333	217,098
	$ 6,000,000	$ 51,919,240	$ 27,425,627	$ 326,369,240	$ 152,392,354

The above general obligation bonds and State loan are direct borrowings of the City and School District for which its full faith and credit are pledged and are payable from taxes levied on all taxable real property within the City. The School Facility Revenue Bonds are secured by installment purchase payments as described above.

Retirement Incentives and Other Pension Liabilities

The State Legislature enacted Chapter 57 of the Laws of 2010. This chapter authorized local governments, at their option, to amortize a portion of their respective ERS contributions beginning in 2010. The maximum amortization amount each year going forward will be determined by the difference between each employer's effective contribution rates as compared to the System's overall graded rate. The amortized amounts are to be paid in equal installments over a ten year period, although amounts may be prepaid at any time. Interest will be charged at rates which approximate a market rate of return on taxable fixed rate securities of a comparable duration and will be adjusted annually. The School District has elected to amortize the maximum allowable ERS contribution in each of the fiscal years, as noted below. The amount required to be amortized under this option during the 2024-25 fiscal year was $678,164, including interest of $93,413 and was charged to the General Fund. The balance due at June 30, 2025 was $3,025,214.

Note 3 - Detailed Notes on All Funds (Continued)

	Original Amount Amortized	Current Year Payments	Principal Balance Due	Due Within One Year
2014-2015 ERS	$ 5,861,562	$ 151,958	$ 288,672	$ 141,854
2015-2016 ERS	2,059,587	210,758	592,617	191,143
2016-2017 ERS	1,213,378	119,609	448,562	107,812
2017-2018 ERS	867,826	89,167	404,769	75,769
2018-2019 ERS	272,754	29,188	153,057	23,081
2021-2022 ERS	805,241	77,484	625,262	63,478
2024-2025 ERS	512,275	-	512,275	31,391
	$ 11,592,623	$ 678,164	$ 3,025,214	$ 634,528

Compensated Absences

School District employees earn vacation leave based upon the terms of the respective collective bargaining agreements. Civil service employees, teamsters and central administrators, upon separation of service from the School District, will be compensated for unused vacation time as provided in their bargaining agreements. Civil service employees, with at least 20 years of service to the School District, are entitled to terminal leave upon separation. Eligible employees receive pay equivalent to 30 work days plus 1-1/2 day's additional pay for each year over twenty years of service. Commencing with the 2005-06 fiscal year, employees who have ten years or more of consecutive service shall be entitled to payment for their accumulated unused sick days upon retirement as follows: day's 1-49 $10/day, day's 50-99 $20/day, day's 100-149 $30/day and day's 150-200 $40/day. Additionally, teachers and building administrators with at least 20 years of service to the School District are also entitled to payment for accumulated unused sick days upon retirement. The amount paid to teachers for each accumulated day is based on the number of days accumulated. The amount to be paid to building administrators is $200 per day. The value of the compensated absences has been reflected in the district-wide financial statements.

Pension Plans

New York State and Local Employees' Retirement System and Teachers' Retirement System

The School District participates in the New York State and Local Employees' Retirement System ("ERS"). This is a cost-sharing, multiple-employer defined benefit pension plan. ERS provides retirement benefits as well as death and disability benefits. The net position of the ERS is held in the New York State Common Retirement Fund ("Fund"), which was established to hold all assets and record changes in fiduciary net position. The Comptroller of the State of New York serves as the trustee of the Fund and is the administrative head of the ERS. The Comptroller is an elected official determined in a direct statewide election and serves a four year term. Obligations of employers and employees to contribute and benefits to employees are governed by the New York State Retirement and Social Security Law ("NYSRSSL"). 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 School District also participates in the Public Employees' Group Life Insurance Plan, which

Note 3 - Detailed Notes on All Funds (Continued)

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/about_us/financial_statements_index.php or obtained by writing to the New York State and Local Retirement System, 110 State Street, Albany, NY 12244.

The School District also participates in the New York State Teachers' Retirement System ("TRS"). This is a cost-sharing, multiple-employer defined benefit pension plan. TRS provides retirement benefits as well as death and disability benefits. The TRS is governed by a ten member Board of Trustees, which sets policy and oversees operations consistent with its fiduciary obligations under applicable law. Obligations of employers and employees to contribute and benefits to employees are governed by the Education Law of the State of New York. 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 enactment of a State statute. The TRS issues a stand-alone financial report which may be found at www.nystrs.org or obtained by writing to the New York State Teachers' Retirement System, 10 Corporate Woods Drive, Albany, NY 12211-2395.

ERS and TRS are noncontributory for employees who joined the systems before July 27, 1976. Employees who joined the systems after July 27, 1976 and before January 1, 2010 contribute 3% of their salary for the first ten years of membership. Employees who joined the systems after January 1, 2010 generally contribute between 3% and 6% of their salary for their entire length of service. Under the authority of the NYSRSSL, the Comptroller annually certifies the actuarially determined rates expressly used in computing the employers' contributions based on salaries paid during the ERS's fiscal year ending March 31. Pursuant to Article 11 of the Education Law of the State of New York, actuarially determined employer contributions are established annually for the TRS by its Board of Trustees. The employer contribution rates for the ERS plan year ended March 31, 2025 and TRS plan year ended June 30, 2025 are as follows:

	Tier/Plan	Rate
ERS	1 75I	23.5 %
	3 A14	17.9
	4 A15	17.9
	5 A15	15.4
	6 A15	11.4
TRS	1-6	10.11 %

Note 3 - Detailed Notes on All Funds (Continued)

At June 30, 2025, the School District reported the following for its proportionate share of the net pension liability (asset) for ERS and TRS:

	ERS	TRS
Measurement date	March 31, 2025	June 30, 2024
Net pension liability (asset)	$ 38,007,354	$ (46,377,228)
School Districts' proportion of the net pension liability (asset)	0.2216725 %	1.554401 %
Change in proportion since the prior measurement date	(0.0096393) %	0.066233 %

The net pension liability (asset) was measured as of March 31, 2025 for ERS and June 30, 2024 for TRS and the total pension liability used to calculate the net pension liability (asset) were determined by actuarial valuations as of those dates. The School District's proportion of the net pension liability for ERS was based on a computation of the actuarially determined indexed present value of future compensation by employer relative to the total of all participating members. The School District's proportion of the net pension asset for TRS was based on the School District's contributions to the pension plan relative to the contributions of all participating members.

For the year ended June 30, 2025, the School District recognized pension expense in the district-wide financial statements of $33,918,103, ($8,812,229 for ERS and $25,105,874 for TRS). Pension expenditures (exclusive of incentive payments) were recorded in the fund financial statements as follows:

Fund	ERS	TRS
General	$ 9,088,912	$ 27,553,251
Special Aid	740,399	2,725,336
School Lunch	880,407	-
Total	$ 10,709,718	$ 30,278,587

At June 30, 2025, the School District reported its proportionate share of deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	ERS		TRS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 9,433,681	$ 444,992	$ 49,939,757	$ -
Changes of assumptions	1,593,953	-	27,742,980	4,666,629
Net difference between projected and actual earnings on pension plan investments	2,981,951	-	-	51,529,051
Changes in proportion and differences between School District contributions and proportionate share of contributions	1,645,938	1,102,617	1,658,261	2,598,759
School District contributions subsequent to the measurement date	2,806,430	-	30,294,648	-
	$ 18,461,953	$ 1,547,609	$ 109,635,646	$ 58,794,439

Note 3 - Detailed Notes on All Funds (Continued)

	Total	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 59,373,438	$ 444,992
Changes of assumptions	29,336,933	4,666,629
Net difference between projected and actual earnings on pension plan investments	2,981,951	51,529,051
Changes in proportion and differences between School District contributions and proportionate share of contributions	3,304,199	3,701,376
School District contributions subsequent to the measurement date	33,101,078	-
	$ 128,097,599	$ 60,342,048

$2,806,430 reported as deferred outflows of resources related to ERS resulting from the School District's accrued contributions subsequent to the measurement date will be recognized as an a decrease of the net pension liability in the plan's year ended March 31, 2026. The $30,294,648 reported as deferred outflows of resources related to TRS will be recognized as an increase of the net pension asset in the plan's year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to ERS and TRS will be recognized in pension expense as follows:

Year Ended	March 31, ERS	June 30, TRS
2025	$ -	$ (24,022,755)
2026	6,886,057	56,651,482
2027	10,079,496	(9,369,060)
2028	(3,111,931)	(10,559,863)
2029	254,292	5,801,162
Thereafter	-	2,045,593
	$ 14,107,914	$ 20,546,559

The total pension liability for the ERS and TRS measurement dates were determined by using actuarial valuation dates as noted below, with update procedures used to roll forward the total pension liabilities to those measurement dates. Significant actuarial assumptions used in the valuations were as follows:

	ERS	TRS
Measurement Date	March 31, 2025	June 30, 2024
Actuarial valuation date	April 1, 2024	June 30, 2023
Investment rate of return	5.9% *	6.95% *
Salary scale	4.3%	1.95%-5.18%
Inflation rate	2.9%	2.4%
Cost of living adjustments	1.5%	1.3%

*Compounded annually, net of pension plan investment expenses, including inflation.

Note 3 - Detailed Notes on All Funds (Continued)

For ERS, annuitant mortality rates are based on the ERS's experience with adjustments for mortality improvements based on Society of Actuaries' Scale MP-2021. For TRS, annuitant mortality rates are based on plan member experience, with adjustments for mortality improvements based on Society of Actuaries' Scale MP-2021, applied on a generational basis. Active member mortality rates are based on plan member experience.

The actuarial assumptions used in the ERS valuation were based on the results of an actuarial experience study completed April 1, 2020. The actuarial assumptions used in the TRS valuation were based on the results of an actuarial experience study for the period July 1, 2015 to June 30, 2020.

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 return, net of investment expenses 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.

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*. ASOP No. 27 provides guidance on the selection of an appropriate assumed investment rate of return. Consideration was given to expected future real rates of return (expected returns, net of pension plan investment expense and inflation) for each major asset class as well as historical investment data and plan performance.

Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation is summarized in the following table:

	ERS March 31, 2025		TRS June 30, 2024	
Asset Type	Target Allocation	Long-Term Expected Real Rate of Return	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	25 %	3.54 %	33 %	6.60 %
International Equity	14	6.57	15	7.40
Private Equity	15	7.25	9	10.00
Real Estate	12	4.95	11	6.30
Domestic Fixed Income Securities	-	-	16	2.60
Global Bonds	-	-	2	2.50
High Yield Bonds	-	-	1	4.80
Global Equities	-	-	4	6.90
Private Debt	-	-	2	5.90
Real Estate Debt	-	-	6	3.90
Opportunistic/ARS Portfolio	3	5.25	-	-
Credit	4	5.40	-	-
Real Assets	4	5.55	-	-
Income	22	2.00	-	-
Cash	1	0.25	1	0.50
	100 %		100 %	

Note 3 - Detailed Notes on All Funds (Continued)

The real rate of return is net of the long-term inflation assumption of 2.9% for ERS and 2.4% for TRS.

The discount rate used to calculate the total pension 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 those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

	1% Decrease (4.9%)	Current Discount Rate (5.9%)	1% Increase (6.9%)
School District's proportionate share of the ERS net pension liability (asset)	$ 109,998,067	$ 38,007,354	$ (22,104,938)

	1% Decrease (5.95%)	Current Discount Rate (6.95%)	1% Increase (7.95%)
School District's proportionate share of the TRS net pension liability (asset)	$ 214,219,088	$ (46,377,228)	$ (265,545,721)

The components of the collective net pension liability as of the March 31, 2025 ERS measurement date and the June 30, 2024 TRS measurement date were as follows:

	ERS	TRS
Total pension liability	$ 247,600,239,000	$ 142,837,826,465
Fiduciary net position	230,454,512,000	145,821,434,780
Employers' net pension liability (asset)	$ 17,145,727,000	$ (2,983,608,315)
Fiduciary net position as a percentage of total pension liability	93.08%	102.09%

Employer contributions to ERS are paid annually and cover the period through the end of ERS's fiscal year, which is March 31st. Accrued retirement contributions as of June 30, 2025 represent the projected employer contribution for the period April 1, 2025 through June 30, 2025 based on paid ERS wages multiplied by the employers' contribution rate, by tier. Employee contributions are remitted monthly.

Note 3 - Detailed Notes on All Funds (Continued)

Employer and employee contributions for the year ended June 30, 2025 are paid to TRS in the following fiscal year through a state aid intercept or, if state aid is insufficient, through a payment by the School District to TRS. Accrued retirement contributions as of June 30, 2025 represent employee and employer contributions for the fiscal year ended June 30, 2025 based on paid TRS wages multiplied by the employers' contribution rate plus employee contributions for the fiscal year as reported to TRS.

Accrued retirement contributions as of June 30, 2025 were $2,806,430 to ERS and $35,017,244 to TRS, including employee contributions of $4,722,596.

Voluntary Defined Contribution Plan

The School District can offer a defined contribution plan to all non-union employees hired on or after July 1, 2013 and earning at the annual full-time salary rate of $75,000 or more. The employee contribution is between 3% and 6% depending on salary and the School District will contribute 8%. Employer contributions vest after 365 days of service. No current employees participated in this program.

Other Postemployment Benefit Liability ("OPEB")

In addition to providing pension benefits, the School District provides certain health care benefits for retired employees through a single employer defined benefit OPEB plan. The various collective bargaining agreements stipulate the employees covered and the percentage of contribution. Contributions by the School District may vary according to length of service. The cost of providing postemployment health care benefits is shared between the School District and the retired employee as noted below. Substantially all of the School District's employees may become eligible for those benefits if they reach normal retirement age while working for the School District. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75, "*Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*", so the net OPEB liability is equal to the total OPEB liability. Separate financial statements are not issued for the plan.

At June 30, 2025, the following employees were covered by the benefit terms:

Inactive employees currently receiving benefit payments	2,672
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	2,826
	5,498

The School District's total OPEB liability of $1,528,567,193 was measured as of June 30, 2025, and was determined by an actuarial valuation as of July 1, 2023.

Note 3 - Detailed Notes on All Funds (Continued)

The total OPEB liability in the July 1, 2023 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Salary increases	3.0%, average, including inflation
Discount rate	4.76%
Healthcare cost trend rates	7.00% for 2025, decreasing 0.25% per year to an ultimate rate of 4.5% for 2035 and later years
Retirees' share of benefit-related costs	Varies from 0% to 10.0%, depending on applicable retirement year and bargaining unit

The discount rate was based on an average of two 20-year bond indices (e.g., S&P Municipal Bond 20 Year High Grade Rate Index and Fidelity GO AA 20 Years) as of June 30, 2025.

Mortality rates were based on the Society of Actuaries Pub-2010 Public Retirement Plans Healthy Male and Female Total Dataset Headcount-Weighted Mortality tables based on Employee and Healthy Annuitant Tables for both pre and post-retirement projected with mortality improvements using the most current Society of Actuaries Mortality Improvement Scale MP-2021.

The actuarial assumptions used in the July 1, 2023 valuation were based on the most recent decrement tables for turnover, disability and retirement for ERS and TRS. ERS and TRS tables were based on a version released in 2020 and 2021.

The School District’s change in the total OPEB liability for the year ended June 30, 2025 is as follows:

Total OPEB Liability - Beginning of Year	$ 1,667,879,072
Service cost	23,665,373
Interest	78,196,182
Changes in assumptions or other inputs	(190,969,142)
Benefit payments	(50,204,292)
Total OPEB Liability - End of Year	$ 1,528,567,193

The following presents the total OPEB liability of the School District, as well as what the School District’s total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.76%) or 1 percentage point higher (5.76%) than the current discount rate:

	1% Decrease (3.76%)	Current Discount Rate (4.76%)	1% Increase (5.76%)
Total OPEB Liability	$ 1,818,886,237	$ 1,528,567,193	$ 1,305,166,407

The following presents the total OPEB liability of the School District, as well as what the School District’s total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower (6.00% decreasing to 3.5%) or 1 percentage point higher (8.00% decreasing to 5.5%) than the current healthcare cost trend rates:

Note 3 - Detailed Notes on All Funds (Continued)

	1% Decrease (6.00% decreasing to 3.5%)	Current Healthcare Cost Trend Rates (7.00% decreasing to 4.5%)	1% Increase (8.00% decreasing to 5.5%)
Total OPEB Liability	$ 1,269,990,548	$ 1,528,567,193	$ 1,871,088,592

For the year ended June 30, 2025, the School District recognized OPEB expense of $28,337,370 in the district-wide financial statements. At June 30, 2025, the following amounts were reported in deferred outflows/inflows of resources.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions or other inputs	$ 184,425,162	$ 563,140,751
Differences between expected and actual experience	-	-
	$ 184,425,162	$ 563,140,751

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

Year Ended	
2026	$ (80,489,195)
2027	(114,739,440)
2028	(134,167,878)
2029	(17,313,648)
2030	(15,969,850)
Thereafter	(16,035,578)
	$ (378,715,589)

F. Revenues and Expenditures

Contribution from City of Yonkers

The School District is funded by State aid, charges for services and other miscellaneous revenues. The balance of the funding is provided by a contribution from the City. For the year ended June 30, 2025, the City has dedicated $298,509,704 to fund the educational programs and debt service obligations of the School District.

Note 3 - Detailed Notes on All Funds (Continued)

Interfund Transfers

Interfund transfers are defined as the flow of assets, such as cash or goods and services, without equivalent flows of assets in return. The interfund transfers reflected below have been reported as transfers.

	Transfers In		
Transfers Out	Special Aid Fund	Non-Major Governmental Funds	Total
General Fund	$ 2,462,324	$ 4,469,390	$ 6,931,714

Transfers are used to move amounts earmarked in the operating funds to fulfill commitments for Special Aid and YJSCB Debt Service fund expenditures.

G. Net Position

The components of net position are detailed below:

Net Investment in Capital Assets - the component of net position that reports the difference between capital assets less both the accumulated depreciation and the outstanding balance of debt, excluding unexpended proceeds, that is directly attributable to the acquisition, construction or improvement of those assets.

Restricted for TRS – Net Pension Asset – the component of net position that reports the amount of the TRS - net pension asset in accordance with GASB Statement No. 63.

Restricted for Capital Projects - the component of net position that reports the amount restricted for capital projects, exclusive of unexpended bond proceeds and unrestricted interest earnings.

Restricted for Debt Service - the component of net position that reports the difference between assets and liabilities with constraints placed on their use by Local Finance Law.

Restricted for Special Purpose - the component of net position that has been established to set aside funds to be used for extraclassroom activities and other purposes with constraints placed on their use by either external parties and/or statute.

Unrestricted - all other amounts that do not meet the definition of "restricted" or "net investment in capital assets".

Note 3 - Detailed Notes on All Funds (Continued)

H. Fund Balances

	2025					2024				
	General Fund	Capital Projects Fund	YJSCB Capital Projects Fund	Non-Major Governmental Funds	Total	General Fund	Capital Projects Fund	YJSCB Capital Projects Fund	Non-Major Governmental Funds	Total
Nonspendable -										
Inventories	$ -	$ -	$ -	$ 236,571	$ 236,571	$ -	$ -	$ -	$ 711,773	$ 711,773
Prepaid expenditures	257,301	-	-	-	257,301	-	-	-	-	-
Total Nonspendable	257,301	-	-	236,571	493,872	-	-	-	711,773	711,773
Restricted:										
Debt service	-	-	-	181	181	-	-	-	1,562,679	1,562,679
Debt service - for subsequent years expenditures	-	-	-	1,562,679	1,562,679	-	-	-	149,355	149,355
Capital projects	-	28,432,177	-	-	28,432,177	-	43,576,919	-	-	43,576,919
Special purposes - extraclassroom activities	-	-	-	306,513	306,513	-	-	-	255,945	255,945
Special purposes - other	-	-	-	930,457	930,457	-	-	-	1,041,652	1,041,652
Yonkers Joint School Construction Board Capital Projects	-	-	1,170,729	-	1,170,729	-	-	6,977,917	-	6,977,917
Yonkers Joint School Construction Board Debt Service	-	-	-	4,728,052	4,728,052	-	-	-	4,406,763	4,406,763
Total Restricted	-	28,432,177	1,170,729	7,527,882	37,130,788	-	43,576,919	6,977,917	7,416,394	57,971,230
Assigned:										
Purchases on order:										
General government support	243,712	-	-	-	243,712	779,769	-	-	-	779,769
Instruction	245,531	-	-	-	245,531	952,599	-	-	-	952,599
Cost of food sales	-	-	-	345,587	345,587	-	-	-	1,284	1,284
	489,243	-	-	345,587	834,830	1,732,368	-	-	1,284	1,733,652
Subsequent year's expenditures	24,000,000	-	-	1,933,600	25,933,600	40,000,000	-	-	2,538,392	42,538,392
School Lunch Fund	-	-	-	4,399,045	4,399,045	-	-	-	4,786,133	4,786,133
Total Assigned	24,489,243	-	-	6,678,232	31,167,475	41,732,368	-	-	7,325,809	49,058,177
Unassigned	22,856,678	-	-	-	22,856,678	38,179,639	-	-	-	38,179,639
Total Fund Balances	$ 47,603,222	$ 28,432,177	$ 1,170,729	$ 14,442,685	$ 91,648,813	$ 79,912,007	$ 43,576,919	$ 6,977,917	$ 15,453,976	$ 145,920,819

Note 3 - Detailed Notes on All Funds (Continued)

Certain elements of fund balance are described above. Those additional elements which are not reflected in the Statement of Net Position but are reported in the governmental funds balance sheet are described below.

Prepaid expenditures has been established to account for payroll tax payments made in advance. The amount classified as a nonspendable to indicate that funds are not “available” for appropriation or expenditure even through they are a component of current assets.

Inventories in the School Lunch Fund have been classified as nonspendable to indicate that a portion of fund balance is not "available" for expenditure because the asset is in the form of commodities and the School District anticipates utilizing them in the normal course of operations.

Purchases on order are assigned and represent the School District’s intention to honor the contracts in process at year-end. The subsequent year’s appropriation will be amended to provide authority to complete the transactions.

Subsequent year’s expenditures represent that at June 30, 2025, the School District has utilized the above amount to be appropriated for the ensuing year’s budget.

Assigned for School Lunch Fund represents the component of fund balance that reports the difference between assets and liabilities of the School Lunch Fund.

Unassigned fund balance in the General Fund represents amounts not classified as nonspendable, restricted or assigned.

Note 4 - Summary Disclosure of Significant Contingencies

A. Litigation

There are several employment discrimination, Child Victims Act and tort claims that have been filed against the School District, which are in various stages and are either awaiting trial or judgment. The City is self-insured with respect to most tort and workers’ compensation matters for both the City and School District. The City’s actuarial consultant provides an analysis of loss experience. The government-wide financial statements of the City reflects general and workers’ compensation claims which are based upon estimates of the ultimate cost of claims that have been reported, but not settled, and of claims that have been incurred but not reported. Because the City defends all claims and pays all judgments or settlements arising from workers' compensation claims and liability torts, no amounts have been recorded in the School District’s financial statements.

B. Contingencies

The School District participates in various Federal grant programs. These programs are subject to program compliance audits pursuant to the Uniform Guidance. The amount of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the School District anticipates such amounts, if any, to be immaterial.

Note 4 - Summary Disclosure of Significant Contingencies (Continued)

The School District is subject to audits of State aid by the New York State Education Department. The amount of aid previously paid to the School District which may be disallowed cannot be determined at this time, although the School District anticipates such amounts, if any to be immaterial.

Several school collective bargaining agreements between the unions and the School District expired between June 30, 2023 and June 30, 2025. No provision has been made in these financial statements for the retroactive settlement of these agreements.

C. Risk Management

Property, Automobile and Errors and Omissions

The School District purchases conventional insurance coverage to reduce its exposure to loss. The School District maintains property and casualty insurance to reduce its exposure to loss from damage or fire to School District owned properties. The School District also maintains an automobile liability policy with coverage of $1 million primary and $4 million excess, for total coverage of $5 million per occurrence. The School District maintains a professional liability policy with coverage up to $5 million in the aggregate. The School District also purchases Student Accident insurance and maintains a Foreign Liability policy for declared international student trips. Effective May 21, 2025, the School District added Active Assailant coverage. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Workers' Compensation and Liability Claims

The City defends all claims and pays all judgments or settlements arising from workers' compensation claims and liability torts.

Health Benefits

The School District purchases conventional health insurance coverage for all full-time School District employees and retirees.

Note 5 - Recently Issued GASB Pronouncements

GASB Statement No. 103, "*Financial Reporting Model Improvements*", has been issued to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. The requirements of this Statement are effective for reporting periods beginning after June 15, 2025.

GASB Statement No. 104, "*Disclosure of Certain Capital Assets*", requires certain types of capital assets to be disclosed separately in the capital assets note disclosures. Governments must separately present lease assets, right-to-use assets from public-private or public-public partnerships, subscription assets and all other intangible assets by major class. For capital assets held for sale—assets a government has decided to sell with completion of the sale probable within one year of the financial statement date—governments must disclose the historical cost, accumulated depreciation (or amortization), and the carrying amount of any pledged debt related to those assets. This Statement affects only presentation and disclosure of capital assets, not recognition or measurement requirements. The requirements of this Statement are effective for reporting periods beginning after June 15, 2025.

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Note 5 - Recently Issued GASB Pronouncements (Continued)

This is not an all-inclusive list of recently issued GASB pronouncements but rather a listing of Statements that the School District believes will most impact its financial statements. The School District will evaluate the impact of this and other pronouncements may have on its financial statements and will implement them as applicable and when material.

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Yonkers City School District, New York

Required Supplementary Information - Schedule of Changes in the School District's Total OPEB Liability and Related Ratios
Last Ten Fiscal Years (1) (2)

	2025		2024		2023
Total OPEB Liability:					
Service cost	$ 23,665,373		$ 28,568,374		$ 26,466,968
Interest	78,196,182		59,043,701		58,598,767
Changes of assumptions or other inputs	(190,969,142)	(4)	160,249,047	(5)	(63,336,862)
Benefit payments	(50,204,292)		(47,186,636)		(38,986,928)
Net Change in Total OPEB Liability	(139,311,879)		200,674,486		(17,258,055)
Total OPEB Liability – Beginning of Year	1,667,879,072		1,467,204,586		1,484,462,641
Total OPEB Liability – End of Year	$ 1,528,567,193		$ 1,667,879,072		$ 1,467,204,586
School District's covered-employee payroll	$ 297,218,427		$ 297,218,427		$ 311,899,995
Total OPEB liability as a percentage of covered-employee payroll	514.29%		561.16%		470.41%
Discount rate	4.76%		4.09%		4.00%

(1) Data not available prior to fiscal year 2018 implementation of Governmental Accounting Standards Board Statement No. 75, "*Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*".
(2) No assets are accumulated in a trust that meets the criteria in paragraph 4 of this Statement to pay related benefits.
(3) Restated for the implementation of the provisions of GASB Statement No. 75.
(4) Due to increases in discount rate used from the prior valuation.
(5) Due to increases in starting claims cost and trend (i.e., unfavorable premium rate increases since prior valuation), partially offset by decreases in headcount and change in discount rate assumption.

See independent auditors' report.

2022	2021	2020	2019	2018
$ 27,618,774	$ 63,047,156	$ 54,120,606	$ 21,687,335	$ 21,055,665
84,393,701	41,967,556	41,481,564	58,012,600	56,562,154
(846,891,978) (4)	163,342,812	249,640,738	-	-
(38,435,154)	(37,194,534)	(37,385,359)	(36,892,086)	(35,460,915)
(773,314,657)	231,162,990	307,857,549	42,807,849	42,156,904
2,257,777,298	2,026,614,308	1,718,756,759	1,675,948,910	1,633,792,006 (3)
$ 1,484,462,641	$ 2,257,777,298	$ 2,026,614,308	$ 1,718,756,759	$ 1,675,948,910
$ 311,899,995	$ 325,807,641	$ 304,739,588	$ 297,094,732	$ 279,031,345
475.94%	692.98%	665.03%	578.52%	600.63%
3.77%	2.09%	2.44%	3.50%	3.50%

Yonkers City School District, New York

Required Supplementary Information
New York State Teachers' Retirement System
Last Ten Fiscal Years

Schedule of the School District's Proportionate Share of the Net Pension Liability (Asset) (1)

	2025 (3)	2024 (3)	2023 (2)	2022 (3)
School District's proportion of the net pension liability (asset)	1.554401%	1.488168%	1.526961%	1.528355%
School District's proportionate share of the net pension liability (asset)	$ (46,377,228)	$ 17,018,467	$ 29,300,718	$ (264,849,225)
School District's covered payroll	$ 296,933,097	$ 274,851,701	$ 267,193,122	$ 259,410,797
School District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	(15.62)%	6.19%	10.97%	(102.10%)
Plan fiduciary net position as a percentage of the total pension liability	102.09%	99.17%	98.57%	113.25%
Discount Rate	6.95%	6.95%	6.95%	6.95%

Schedule of Contributions

	2025	2024	2023	2022
Contractually required contribution	$ 30,294,648	$ 28,980,670	$ 28,282,240	$ 26,184,926
Contributions in relation to the contractually required contribution	(30,294,648)	(28,980,670)	(28,282,240)	(26,184,926)
Contribution excess	$ -	$ -	$ -	$ -
School District's covered payroll	$ 299,650,326	$ 296,933,097	$ 274,851,701	$ 267,193,122
Contributions as a percentage of covered payroll	10.11%	9.76%	10.29%	9.80%

(1) The amounts presented for each fiscal year were determined as of the June 30 measurement date of the prior fiscal year.
(2) Increase in the School District's proportionate share of the net pension liability mainly attributable to decrease in plan fiduciary net position due to investment losses.
(3) Decrease in the School District's proportionate share of the net pension liability mainly attributable to increase in plan fiduciary net position due to investment gains.

See independent auditors' report.

2021 (2)	2020	2019	2018	2017	2016
1.535703%	1.520192%	1.521210%	1.516748%	1.481040%	1.475492%
$ 42,435,625	$ (39,494,688)	$ (27,507,493)	$ (11,528,794)	$ 15,862,559	$ (153,256,641)
$ 260,657,438	$ 253,744,746	$ 248,808,490	$ 240,090,469	$ 228,539,404	$ 221,638,990
16.28%	(15.56)%	(11.06)%	(4.80)%	6.94%	(69.15)%
97.76%	102.17%	101.53%	100.66%	99.01%	110.46%
7.10%	7.10%	7.25%	7.25%	7.50%	8.00%

2021	2020	2019	2018	2017	2016
$ 24,721,849	$ 23,094,249	$ 26,947,692	$ 24,383,232	$ 28,138,603	$ 30,304,325
(24,721,849)	(23,094,249)	(26,947,692)	(24,383,232)	(28,138,603)	(30,304,325)
$ -	$ -	$ -	$ -	$ -	$ -
$ 259,410,797	$ 260,657,438	$ 253,744,746	$ 248,808,490	$ 240,090,469	$ 228,539,404
9.53%	8.86%	10.62%	9.80%	11.72%	13.26%

Yonkers City School District, New York

Required Supplementary Information
New York State and Local Employees' Retirement System
Last Ten Fiscal Years

Schedule of the School District's Proportionate Share of the Net Pension Liability (Asset) (1)

	2025 (2)	2024 (3)	2023 (2)	2022 (3)
School District's proportion of the net pension liability (asset)	0.2216725%	0.2313118%	0.2264005%	0.2150151%
School District's proportionate share of the net pension liability (asset)	$ 38,007,354	$ 34,058,462	$ 48,549,399	$ (17,576,593)
School District's covered payroll	$ 75,814,582	$ 74,966,684	$ 73,563,978	$ 72,020,385
School District's proportionate share of the net pension liability as a percentage of its covered payroll	50.13%	45.43%	66.00%	(24.41%)
Plan fiduciary net position as a percentage of the total pension liability	93.08%	93.88%	90.78%	103.65%
Discount rate	5.9%	5.9%	5.9%	5.9%

Schedule of Contributions

	2025	2024	2023	2022
Contractually required contribution	$ 11,064,642	$ 9,343,108	$ 8,153,389	$ 10,795,220
Contributions in relation to the contractually required contribution	(11,064,642)	(9,343,108)	(8,153,389)	(10,795,220)
Contribution excess	$ -	$ -	$ -	$ -
School District's covered payroll	$ 82,100,659	$ 75,208,950	$ 74,497,151	$ 74,088,831
Contributions as a percentage of covered payroll	13.48%	12.42%	10.94%	14.57%

(1) The amounts presented for each fiscal year were determined as of the March 31 measurement date within the current fiscal year.

(2) Increase in School District's proportionate share of the net pension liability mainly attributable to decrease in plan fiduciary net position due to investment losses.

(3) Decrease in School District's proportionate share of the net pension liability mainly attributable to increase in plan fiduciary net position due to investment losses.

See independent auditors' report.

2021 (3)	2020 (2)	2019	2018	2017	2016
0.2242850%	0.2261894%	0.2411714%	0.2249983%	0.2365530%	0.2305044%
$ 223,329	$ 59,896,273	$ 17,087,728	$ 7,261,697	$ 22,227,049	$ 36,996,600
$ 68,418,596	$ 68,348,725	$ 68,558,288	$ 69,455,634	$ 63,494,500	$ 64,732,543
0.33%	87.63%	24.92%	10.46%	35.01%	57.15%
99.95%	86.39%	96.27%	98.24%	94.70%	90.70%
5.9%	6.8%	7.0%	7.0%	7.0%	7.0%

2021	2020	2019	2018	2017	2016
$ 10,128,690	$ 9,722,310	$ 9,815,900	$ 9,413,104	$ 9,761,360	$ 9,908,281
(10,128,690)	(9,722,310)	(9,815,900)	(9,413,104)	(9,761,360)	(9,908,281)
$ -	$ -	$ -	$ -	$ -	$ -
$ 67,989,348	$ 71,277,833	$ 69,124,236	$ 70,709,569	$ 63,816,965	$ 62,967,109
14.90%	13.64%	14.20%	13.31%	15.30%	15.74%

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Yonkers City School District, New York

General Fund
Comparative Balance Sheet
June 30,

	2025	2024
ASSETS		
Cash and equivalents	$ 75,231,952	$ 96,582,406
Receivables		
Accounts	3,220,273	2,369,033
State and Federal aid	76,782,318	83,522,006
Due from City of Yonkers	-	5,205,629
Due from other funds	14,651,197	22,177,862
	94,653,788	113,274,530
Prepaid expenditures	257,301	-
Total Assets	$ 170,143,041	$ 209,856,936
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE		
Liabilities		
Accounts payable	$ 30,650,954	$ 35,455,909
Accrued liabilities	49,436,203	53,363,139
Due to other governments	1,521,105	1,997,531
Due to retirement systems	37,823,674	35,833,765
Due to other funds	1,560,056	1,709,230
Overpayments	-	37,528
Total Liabilities	120,991,992	128,397,102
Deferred inflows of resources		
Deferred revenues	1,547,827	1,547,827
Total Liabilities and Deferred inflows of Resources	122,539,819	129,944,929
Fund balance		
Nonspendable	257,301	-
Assigned	24,489,243	41,732,368
Unassigned	22,856,678	38,179,639
Total Fund Balance	47,603,222	79,912,007
Total Liabilities, Deferred Inflows of Resources and Fund Balance	$ 170,143,041	$ 209,856,936

See independent auditors' report.

General Fund
Comparative Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
Years Ended June 30,

	2025				
	Original Budget	Final Budget	Actual	Encumbr-ances	Variance with Final Budget
REVENUES					
Charges for services	$ 531,000	$ 531,000	$ 1,068,093	$	$ 537,093
Use of money and property	500,000	500,000	321,635		(178,365)
Sale of property and compensation for loss	5,000	5,000	10,000		5,000
Interfund revenues	378,196	378,196	256,110		(122,086)
State aid	437,859,889	437,859,889	439,272,839		1,412,950
Federal aid	1,204,100	1,204,100	1,151,340		(52,760)
Miscellaneous	1,080,000	1,080,000	631,013		(448,987)
Total Revenues	441,558,185	441,558,185	442,711,030		1,152,845
EXPENDITURES					
Current					
General support					
Board of education	419,097	410,397	396,100	7,559	6,738
Central administration	1,037,889	1,228,938	1,206,959	744	21,235
Finance	206,702	206,702	191,474	-	15,228
Central services	46,814,047	44,977,487	43,030,060	235,409	1,712,018
Special items	3,553,595	3,584,595	3,463,467	-	121,128
Total General Support	52,031,330	50,408,119	48,288,060	243,712	1,876,347
Instruction					
Instruction, administration and improvement	36,851,005	35,955,075	35,690,226	65,496	199,353
Teaching - Regular school	210,224,858	207,515,607	206,335,182	22,430	1,157,995
Programs for students with disabilities	135,969,859	144,930,678	144,125,991	9,906	794,781
Occupational education	7,783,860	7,466,775	7,416,278	33,771	16,726
Instructional media	2,887,681	2,847,198	2,807,730	227	39,241
Pupil services	31,074,088	30,028,857	29,578,403	113,701	336,753
Total Instruction	424,791,351	428,744,190	425,953,810	245,531	2,544,849
Pupil transportation	60,634,798	63,153,303	62,557,209	-	596,094
Employee benefits	202,322,055	197,958,731	195,965,853	-	1,992,878
Debt service					
Principal	5,356,649	3,537,658	3,145,397	-	392,261
Interest	956,316	1,818,174	1,568,306	-	249,868
Total Debt Service	6,312,965	5,355,832	4,713,703	-	642,129
Total Expenditures	746,092,499	745,620,175	737,478,635	489,243	7,652,297
Deficiency of Revenues Over Expenditures	(304,534,314)	(304,061,990)	(294,767,605)	(489,243)	8,805,142
OTHER FINANCING SOURCES (USES)					
Contribution from City of Yonkers	269,390,534	269,390,534	269,390,534	-	-
Transfers out	(6,588,588)	(7,060,912)	(6,931,714)	-	129,198
Total Other Financing Sources	262,801,946	262,329,622	262,458,820	-	129,198
Net Change in Fund Balance	(41,732,368)	(41,732,368)	(32,308,785)	$ (489,243)	$ 8,934,340
FUND BALANCE					
Beginning of Year	41,732,368	41,732,368	79,912,007		
End of Year	$ -	$ -	$ 47,603,222		

See independent auditors' report.

2024				
Original Budget	Final Budget	Actual	Encumbr-ances	Variance with Final Budget
$ 531,000	531,000	378,331	$	$ (152,669)
160,000	160,000	222,046		62,046
1,600	1,600	29,097		27,497
392,296	392,296	389,342		(2,954)
394,374,803	394,374,803	404,958,730		10,583,927
820,000	820,000	1,253,235		433,235
910,000	910,000	3,288,856		2,378,856
397,189,699	397,189,699	410,519,637		13,329,938
395,055	438,098	414,244	1,830	22,024
1,071,809	950,795	797,309	-	153,486
201,246	201,246	178,102	-	23,144
47,213,138	43,157,464	40,019,077	777,939	2,360,448
3,299,000	3,302,200	3,279,828	-	22,372
52,180,248	48,049,803	44,688,560	779,769	2,581,474
35,323,126	34,249,663	33,459,637	20,170	769,856
206,253,807	206,277,735	202,596,344	658,622	3,022,769
122,959,883	125,857,456	125,011,985	6,715	838,756
6,885,807	6,764,565	6,563,775	31,638	169,152
3,609,102	3,530,612	2,943,004	179,070	408,538
18,034,346	18,670,522	17,440,800	56,384	1,173,338
393,066,071	395,350,553	388,015,545	952,599	6,382,409
56,316,732	59,545,732	59,278,274	-	267,458
182,838,900	181,207,900	176,929,150	-	4,278,750
4,024,384	3,614,417	3,259,240	-	355,177
55,226	208,156	208,156	-	-
4,079,610	3,822,573	3,467,396	-	355,177
688,481,561	687,976,561	672,378,925	1,732,368	13,865,268
(291,291,862)	(290,786,862)	(261,859,288)	(1,732,368)	27,195,206
264,695,339	264,695,339	264,695,339	-	-
(6,466,712)	(6,971,712)	(6,882,570)	-	89,142
258,228,627	257,723,627	257,812,769	-	89,142
(33,063,235)	(33,063,235)	(4,046,519)	$ (1,732,368)	$ 27,284,348
33,063,235	33,063,235	83,958,526		
$ -	$ -	$ 79,912,007		

Yonkers City School District, New York

General Fund
Schedule of Revenues and Other Financing Sources Compared to Budget
Year Ended June 30, 2025

	Original Budget	Final Budget	Actual	Variance with Final Budget
CHARGES FOR SERVICES				
Day school tuition	$ 130,000	$ 130,000	$ 542,925	$ 412,925
Health services for other districts	400,000	400,000	525,168	125,168
Other	1,000	1,000	-	(1,000)
	531,000	531,000	1,068,093	537,093
USE OF MONEY AND PROPERTY				
Rental of real property - Individuals	440,000	440,000	157,609	(282,391)
Rental - Other governments	60,000	60,000	164,026	104,026
	500,000	500,000	321,635	(178,365)
SALE OF PROPERTY AND COMPENSATION FOR LOSS				
Other	5,000	5,000	10,000	5,000
INTERFUND REVENUES	378,196	378,196	256,110	(122,086)
STATE AID				
Foundation aid	392,646,330	392,646,330	393,921,061	1,274,731
Video lottery terminal aid	19,600,000	19,600,000	19,600,000	-
Educational improvement plan	17,500,000	17,500,000	17,500,000	-
Proceeds from State Loan	5,000,000	5,000,000	5,000,000	-
Textbooks	1,622,204	1,622,204	1,627,156	4,952
Computer software	754,122	754,122	752,666	(1,456)
Library materials	164,913	164,913	164,593	(320)
Homeless aid	572,320	572,320	707,363	135,043
	437,859,889	437,859,889	439,272,839	1,412,950
FEDERAL AID				
Medical assistance	1,164,100	1,164,100	1,151,340	(12,760)
Impact aid	40,000	40,000	-	(40,000)
	1,204,100	1,204,100	1,151,340	(52,760)
MISCELLANEOUS				
Refund of prior year's expenditures	950,000	950,000	624,277	(325,723)
Other	130,000	130,000	6,736	(123,264)
	1,080,000	1,080,000	631,013	(448,987)
TOTAL REVENUES	441,558,185	441,558,185	442,711,030	1,152,845
OTHER FINANCING SOURCES				
Contribution from City of Yonkers	269,390,534	269,390,534	269,390,534	-
TOTAL REVENUES AND OTHER FINANCING SOURCES	$ 710,948,719	$ 710,948,719	$ 712,101,564	$ 1,152,845

See independent auditors' report.

General Fund
Schedule of Expenditures and Other Financing Uses Compared to Budget
Year Ended June 30, 2025

	Original Budget	Final Budget	Actual	Encumbr-ances	Variance with Final Budget
GENERAL SUPPORT					
BOARD OF EDUCATION					
Board of education	$ 419,097	$ 410,397	$ 396,100	$ 7,559	$ 6,738
CENTRAL ADMINISTRATION					
Chief school administrator	1,037,889	1,228,938	1,206,959	744	21,235
FINANCE					
Auditing	206,702	206,702	191,474	-	15,228
CENTRAL SERVICES					
Operation of plant	37,285,528	35,387,399	34,521,924	11,092	854,383
Maintenance of plant	7,306,246	7,225,646	6,181,623	224,317	819,706
Central printing and mailing	406,153	416,103	378,174	-	37,929
Data processing	1,816,120	1,948,339	1,948,339	-	-
Total Central Services	46,814,047	44,977,487	43,030,060	235,409	1,712,018
SPECIAL ITEMS					
Unallocated insurance	2,146,139	2,146,139	2,025,848	-	120,291
Assessments for school property	1,407,456	1,438,456	1,437,619	-	837
Total Special Items	3,553,595	3,584,595	3,463,467	-	121,128
Total General Support	52,031,330	50,408,119	48,288,060	243,712	1,876,347
INSTRUCTION					
INSTRUCTION, ADMINISTRATION AND IMPROVEMENT					
Curriculum development and supervision	3,194,672	2,776,212	2,743,659	-	32,553
Supervision - Regular school	31,715,809	31,348,765	31,198,937	65,496	84,332
Research, training and evaluation	1,806,433	1,694,033	1,631,967	-	62,066
In-service training - Instruction	134,091	136,065	115,663	-	20,402
Total Instruction, Administration and Improvement	36,851,005	35,955,075	35,690,226	65,496	199,353
TEACHING - REGULAR SCHOOL	210,224,858	207,515,607	206,335,182	22,430	1,157,995
PROGRAMS FOR STUDENTS WITH DISABILITIES	135,969,859	144,930,678	144,125,991	9,906	794,781
OCCUPATIONAL EDUCATION	7,783,860	7,466,775	7,416,278	33,771	16,726
INSTRUCTIONAL MEDIA					
School library and audiovisual	1,364,680	1,703,017	1,698,024	-	4,993
School library and audiovisual digital	42,745	42,745	42,745	-	-
Computer assisted instruction	1,480,256	1,101,436	1,066,961	227	34,248
Total Instructional Media	2,887,681	2,847,198	2,807,730	227	39,241

(Continued)

General Fund
Schedule of Expenditures and Other Financing Uses Compared to Budget (Continued)
Year Ended June 30, 2025

	Original Budget	Final Budget	Actual	Encumbr- ances	Variance with Final Budget
PUPIL SERVICES					
Attendance - Regular school	$ 1,046,864	$ 930,664	$ 920,145	$ 153	$ 10,366
Guidance - Regular school	6,980,932	6,800,102	6,707,151	67,188	25,763
Health services - Regular school	7,953,406	7,116,398	7,056,879	3,754	55,765
Psychological services - Regular school	5,994,120	6,040,203	5,974,320	-	65,883
Social work services - Regular school	2,440,620	2,558,046	2,557,469	-	577
Interscholastic athletics - Regular school	6,658,146	6,583,444	6,362,439	42,606	178,399
Total Pupil Services	31,074,088	30,028,857	29,578,403	113,701	336,753
Total Instruction	424,791,351	428,744,190	425,953,810	245,531	2,544,849
PUPIL TRANSPORTATION					
District transportation services	3,926,188	3,753,805	3,742,034	-	11,771
Contract transportation	56,038,735	59,114,035	58,672,967	-	441,068
Public transportation	617,875	233,463	108,473	-	124,990
BOCES transportation	52,000	52,000	33,735	-	18,265
Total Pupil Transportation	60,634,798	63,153,303	62,557,209	-	596,094
EMPLOYEE BENEFITS					
State retirement	11,199,593	10,399,593	9,764,462	-	635,131
Teachers' retirement	28,007,193	28,007,193	27,553,251	-	453,942
Social security	27,272,754	26,730,430	26,529,176	-	201,254
Workers Compensation	4,300,000	6,100,000	5,954,375	-	145,625
Hospital, medical and dental benefits	126,810,526	121,639,526	121,286,084	-	353,442
Life insurance	44,948	44,948	42,679	-	2,269
Unemployment benefits	300,000	300,000	133,042	-	166,958
Union welfare benefits	4,387,041	4,737,041	4,702,784	-	34,257
Total Employee Benefits	202,322,055	197,958,731	195,965,853	-	1,992,878
DEBT SERVICE					
Principal					
Notes	775,574	775,574	775,571	-	3
Leases	4,581,075	2,762,084	2,369,826	-	392,258
	5,356,649	3,537,658	3,145,397	-	392,261
Interest					
Notes	18,023	18,023	18,023	-	-
Leases	938,293	1,800,151	1,550,283	-	249,868
	956,316	1,818,174	1,568,306	-	249,868
Total Debt Service	6,312,965	5,355,832	4,713,703	-	642,129
TOTAL EXPENDITURES	746,092,499	745,620,175	737,478,635	489,243	7,652,297
OTHER FINANCING USES					
Transfers out					
Special Aid Fund	1,990,000	2,462,324	2,462,324	-	-
Yonkers Joint Schools Construction Board Debt Service Fund	4,598,588	4,598,588	4,469,390	-	129,198
TOTAL OTHER FINANCING USES	6,588,588	7,060,912	6,931,714	-	129,198
TOTAL EXPENDITURES AND OTHER FINANCING USES	$ 752,681,087	$ 752,681,087	$ 744,410,349	$ 489,243	$ 7,781,495

See independent auditors' report.

Yonkers City School District, New York

Special Aid Fund
Comparative Balance Sheet
June 30,

	2025	2024
ASSETS		
Cash and equivalents	$ -	$ 2,650,174
State and Federal aid receivable	16,372,204	22,463,408
Total Assets	$ 16,372,204	$ 25,113,582
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES		
Accounts payable	$ 2,394,997	$ 2,061,778
Accrued liabilities	804,584	828,227
Unearned revenue	1,519,075	2,059,151
Due to other funds	11,248,527	19,759,405
Total Liabilities	15,967,183	24,708,561
Deferred inflows of resources		
Deferred revenues	405,021	405,021
Total Liabilities and Deferred Inflows of Resources	$ 16,372,204	$ 25,113,582

See independent auditors' report.

Yonkers City School District, New York

Special Aid Fund
Comparative Schedule of Revenues, Expenditures and
Changes in Fund Balance-Budget and Actual
Years Ended June 30,

	2025			
	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
State aid	$ 39,329,795	$ 39,601,206	$ 32,198,107	$ (7,403,099)
Federal aid	31,886,161	37,495,884	29,198,411	(8,297,473)
Miscellaneous	2,169,400	2,245,050	1,308,537	(936,513)
Total Revenues	73,385,356	79,342,140	62,705,055	(16,637,085)
EXPENDITURES				
Current				
General support	354,197	381,784	320,331	61,453
Instruction	67,015,416	74,268,569	58,389,080	15,879,489
Pupil transportation	2,363,030	2,374,267	2,374,267	-
Community services	840,463	840,463	687,355	153,108
Employee benefits	4,802,250	3,939,381	3,396,346	543,035
Total Expenditures	75,375,356	81,804,464	65,167,379	16,637,085
Deficiency of Revenues Over Expenditures	(1,990,000)	(2,462,324)	(2,462,324)	-
OTHER FINANCING SOURCES				
Transfers in	1,990,000	2,462,324	2,462,324	-
Net Change in Fund Balance	-	-	-	-
FUND BALANCE				
Beginning of Year	-	-	-	-
End of Year	$ -	$ -	$ -	$ -

See independent auditors' report.

2024			
Original Budget	Final Budget	Actual	Variance with Final Budget
$ 37,326,812	$ 36,925,812	$ 29,285,628	$ (7,640,184)
65,683,699	67,060,315	59,754,447	(7,305,868)
1,766,455	2,433,626	831,391	(1,602,235)
104,776,966	106,419,753	89,871,466	(16,548,287)
814,622	798,413	743,305	55,108
99,117,151	101,187,348	85,486,435	15,700,913
2,583,800	2,481,000	2,139,330	341,670
765,701	766,052	607,589	158,463
3,705,031	3,907,537	3,269,807	637,730
106,986,305	109,140,350	92,246,466	16,893,884
(2,209,339)	(2,720,597)	(2,375,000)	345,597
2,209,339	2,720,597	2,375,000	(345,597)
-	-	-	-
-	-	-	-
$ -	$ -	$ -	$ -

Yonkers City School District, New York

Capital Projects Fund
Comparative Balance Sheet
June 30,

	2025	2024
ASSETS		
Investments	$ 33,553,738	$ 45,602,398
Receivables		
Accounts	460,835	657,032
Due from City of Yonkers	-	41,357
Due from other funds	98,949	-
	559,784	698,389
Total Assets	$ 34,113,522	$ 46,300,787
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	$ 1,201,865	$ 901,106
Accrued liabilities	976,495	1,114,595
Due to other funds	3,502,985	708,167
Total Liabilities	5,681,345	2,723,868
Fund balance		
Restricted	28,432,177	43,576,919
Total Liabilities and Fund Balance	$ 34,113,522	$ 46,300,787

See independent auditors' report.

Yonkers City School District, New York

Capital Projects Fund
Comparative Statement of Revenues, Expenditures
and Changes in Fund Balance
Years Ended June 30,

	2025	2024
REVENUES		
State aid	$ 172,730	$ 1,163,996
EXPENDITURES		
Capital outlay	78,712,201	19,807,709
Deficiency of Revenues Over Expenditures	(78,539,471)	(18,643,713)
OTHER FINANCING SOURCES		
Insurance recoveries	216,187	37,533
Bonds issued	13,765,000	26,805,000
Issuance premium	1,812,928	3,444,761
Leases issued	47,600,614	587,923
Total Other Financing Sources	63,394,729	30,875,217
Net Change in Fund Balance	(15,144,742)	12,231,504
FUND BALANCE		
Beginning of Year	43,576,919	31,345,415
End of Year	$ 28,432,177	$ 43,576,919

See independent auditors' report.

Yonkers City School District, New York

Capital Projects Fund
Project-Length Schedule
Inception Of Project Through June 30, 2025

PROJECT	Authorization		Expenditures and Transfers to Date		
	Original	Revised	Prior Years	Current Year	Total
Bond Sale - December 2011	$ 10,000,000	$ 10,000,000	$ 9,994,998	$ -	$ 9,994,998
Bond Sale - December 2012	27,846,460	27,846,460	27,841,291	-	27,841,291
Bond Sale - October 2014	21,729,385	21,778,902	21,729,304	-	21,729,304
Bond Sale - September 2015	19,883,325	19,883,325	19,779,525	-	19,779,525
Bond Sale - December 2016	16,369,985	16,369,985	16,035,309	46,888	16,082,197
Saunders Insurance Recovery	598,362	1,155,423	1,155,423	-	1,155,423
Bond Anticipation Note - April 2017	2,700,000	2,700,000	2,697,348	1,912	2,699,260
Bond Sale October 2017	19,467,362	19,467,362	19,224,851	144,928	19,369,779
Cash Capital - Travelers	581,128	660,076	656,225	1,808	658,033
Smart School Bond Act - Non-CIP	3,838,075	3,838,075	3,838,062	-	3,838,062
DASNY State and Municipal Facilities Program Grant	21,000,000	21,000,000	20,774,301	132,698	20,906,999
Bond Anticipation Note - August 2018	2,700,000	2,700,000	2,678,103	3,245	2,681,348
Bond Anticipation Note - May 2019	24,620,000	24,620,000	23,759,769	279,209	24,038,978
Bond Sale - November 2019	34,927,459	35,319,299	34,363,187	504,370	34,867,557
Bond Sale - February 2021	40,102,800	40,102,800	35,334,613	1,522,977	36,857,590
Smart Schools Investment Plan-Non-CIP 2021	2,452,184	2,452,184	2,225,845	40,032	2,265,877
Cross Hill Insurance Recovery	39,791	2,006,274	1,336,229	3,000	1,339,229
Bond Sale March 2022	25,197,057	25,197,058	22,445,767	1,296,453	23,742,220
DASNY "NYS EDAP" #19148	445,000	445,000	265,733	157,545	423,278
DASNY "SAM" 22644	249,999	249,999	-	231,689	231,689
DASNY "SAM" 24821	250,000	250,000	250,000	-	250,000
Bond Sale November 2022	10,123,538	10,123,538	7,059,895	2,713,494	9,773,389
DASNY "SAM" 22643	500,000	500,000	180,000	-	180,000
PS #29 Insurance Recovery	39,059	39,059	39,059	-	39,059
Bond Sale February 2024	30,249,761	30,249,761	425,194	20,774,830	21,200,024
PS #9 Insurance Recovery	18,000	60,000	8,500	2,453	10,953
Bond Sale September 2024	15,577,928	15,577,928	-	3,254,056	3,254,056
PS #5 Insurance Recovery	174,187	174,187	-	-	-
Smart School Bond Act - CIP - 2025	4,472,551	4,472,551	-	-	-
Building Lease	47,600,614	47,600,614	-	47,600,614	47,600,614
Total	$ 383,754,010	$ 386,839,860	$ 274,098,531	$ 78,712,201	$ 352,810,732

See independent auditors' report.

	Methods of Financing				
Unexpended Balance	Proceeds of Obligations	State Aid	Other	Total	Fund Balance at June 30, 2025
$ 5,002	$ 10,000,000	$ -	$ -	$ 10,000,000	$ 5,002
5,169	27,846,460	-	-	27,846,460	5,169
49,598	21,778,902	-	-	21,778,902	49,598
103,800	19,883,325	-	-	19,883,325	103,800
287,788	16,369,985	-	-	16,369,985	287,788
-	-	-	1,155,423	1,155,423	-
740	2,700,000	-	-	2,700,000	740
97,583	19,467,362	-	-	19,467,362	97,583
2,043	-	-	660,076	660,076	2,043
13	-	3,838,062	-	3,838,062	-
93,001	-	20,906,999	-	20,906,999	-
18,652	2,700,000	-	-	2,700,000	18,652
581,022	24,620,000	-	-	24,620,000	581,022
451,742	35,319,299	-	-	35,319,299	451,742
3,245,210	40,102,800	-	-	40,102,800	3,245,210
186,307	-	2,265,877	-	2,265,877	-
667,045	-	-	1,510,613	1,510,613	171,384
1,454,838	25,197,058	-	-	25,197,058	1,454,838
21,722	-	445,000	-	445,000	21,722
18,310	-	249,999	-	249,999	18,310
-	-	250,000	-	250,000	-
350,149	10,123,538	-	-	10,123,538	350,149
320,000	-	180,000	-	180,000	-
-	39,059	-	-	39,059	-
9,049,737	30,249,761	-	-	30,249,761	9,049,737
49,047	-	-	30,582	30,582	19,629
12,323,872	15,577,928	-	-	15,577,928	12,323,872
174,187	-	-	-	-	-
4,472,551	-	-	174,187	174,187	174,187
-	47,600,614	-	-	47,600,614	-
$ 34,029,128	$ 349,576,091	$ 28,135,937	$ 3,530,881	$ 381,242,909	$ 28,432,177

Yonkers City School District, New York

Yonkers Joint Schools Construction Board
Capital Projects Fund
Comparative Balance Sheet
June 30,

	2025	2024
ASSETS		
Cash and equivalents	$ 5,412,959	$ 12,145,091
Accounts receivable	18,572	55,072
Total Assets	$ 5,431,531	$ 12,200,163
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	$ 1,253,427	$ 2,582,395
Due to other funds	3,007,375	2,639,851
Total Liabilities	4,260,802	5,222,246
Fund balance		
Restricted	1,170,729	6,977,917
Total Liabilities and Fund Balance	$ 5,431,531	$ 12,200,163

See independent auditors' report.

Yonkers City School District, New York

Yonkers Joint Schools Construction Board
Capital Projects Fund
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance
Year Ended June 30,

	2025	2024
REVENUES	$ -	$ -
EXPENDITURES		
Capital outlay	6,342,726	29,859,957
Deficiency of Revenues Over Expenditures	(6,342,726)	(29,859,957)
OTHER FINANCING SOURCES		
Insurance recoveries	535,538	206,004
Net Change in Fund Balance	(5,807,188)	(29,653,953)
FUND BALANCE		
Beginning of Year	6,977,917	36,631,870
End of Year	$ 1,170,729	$ 6,977,917

See independent auditors' report.

Yonkers City School District, New York

Yonkers Joint Schools Construction Board
Capital Projects Fund
Project-Length Schedule
Inception Of Project Through June 30, 2025

	Authorization		Expenditures and Transfers to Date		
PROJECT	Original	Revised	Prior Years	Current Year	Total
New Community School Project	$ 29,930,763	$ 80,731,865	$ 73,218,410	$ 6,342,726	$ 79,561,136

See independent auditors' report.

Unexpended Balance	Method of Financing: Proceeds of Obligations	Other	Total	Fund Balance at June 30, 2025
$ 1,170,729	$ 79,990,323	$ 741,542	$ 80,731,865	$ 1,170,729

Yonkers City School District, New York

Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2025
(With Comparative Totals for 2024)

	School Lunch	Special Purpose	Debt Service	Yonkers Joint Schools Construction Board Debt Service
ASSETS				
Cash and equivalents	$ 5,252,798	$ 678,803	$ -	$ 1,714,907
Investments	-	559,605	-	-
	5,252,798	1,238,408	-	1,714,907
Receivables				
Accounts	1,776	-	2,643,787	5,770
State and Federal aid	2,816,056	-	-	-
Due from City of Yonkers	-	-	-	-
Due from other funds	-	-	1,562,860	3,007,375
	2,817,832	-	4,206,647	3,013,145
Inventories	236,571	-	-	-
Total Assets	$ 8,307,201	$ 1,238,408	$ 4,206,647	$ 4,728,052
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities				
Accounts payable	$ 211,627	$ -	$ -	$ -
Accrued liabilities	1,180,771	-	-	-
Due to other funds	-	1,438	-	-
Total Liabilities	1,392,398	1,438	-	-
Deferred inflows of resources				
Deferred revenues	-	-	2,643,787	-
Total Liabilities and Deferred Inflows of Resources	1,392,398	1,438	2,643,787	-
Fund balances				
Nonspendable	236,571	-	-	-
Restricted	-	1,236,970	1,562,860	4,728,052
Assigned	6,678,232	-	-	-
Total Fund Balances	6,914,803	1,236,970	1,562,860	4,728,052
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 8,307,201	$ 1,238,408	$ 4,206,647	$ 4,728,052

See independent auditors' report.

Total Non-Major Governmental Funds	
2025	2024
$ 7,646,508	$ 11,689,082
559,605	558,886
8,206,113	12,247,968
2,651,333	1,092,272
2,816,056	929,515
-	59,133
4,570,235	4,351,885
10,037,624	6,432,805
236,571	711,773
$ 18,480,308	$ 19,392,546
$ 211,627	$ 1,017,899
1,180,771	128,227
1,438	1,713,094
1,393,836	2,859,220
2,643,787	1,079,350
4,037,623	3,938,570
236,571	711,773
7,527,882	7,416,394
6,678,232	7,325,809
14,442,685	15,453,976
$ 18,480,308	$ 19,392,546

Yonkers City School District, New York

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
Year Ended June 30, 2025
(With Comparative Totals for 2024)

	School Lunch	Special Purpose	Debt Service	Yonkers Joint Schools Construction Board Debt Service
REVENUES				
Use of money and property	$ -	$ 1,493	$ 181	$ 482,862
State aid	724,683	-	-	-
Federal aid	13,527,217	-	-	-
Food sales	23,205	-	-	-
Miscellaneous	-	1,031,893	-	-
Total Revenues	14,275,105	1,033,386	181	482,862
EXPENDITURES				
Current				
Employee benefits	3,621,724	-	-	-
Cost of food sales	11,215,212	-	-	-
Other	-	1,094,013	-	-
Debt service				
Principal	463,537	-	20,385,000	1,295,000
Interest	97,411	-	8,883,525	3,335,963
Total Expenditures	15,397,884	1,094,013	29,268,525	4,630,963
Deficiency of Revenues Over Expenditures	(1,122,779)	(60,627)	(29,268,344)	(4,148,101)
OTHER FINANCING SOURCES				
Contribution from City of Yonkers	-	-	29,119,170	-
Transfers in	-	-	-	4,469,390
Total Other Financing Sources	-	-	29,119,170	4,469,390
Net Change in Fund Balances	(1,122,779)	(60,627)	(149,174)	321,289
FUND BALANCES				
Beginning of Year	8,037,582	1,297,597	1,712,034	4,406,763
End of Year	$ 6,914,803	$ 1,236,970	$ 1,562,860	$ 4,728,052

See independent auditors' report.

Total Non-Major Governmental Funds	
2025	2024
$ 484,536	$ 3,025,031
724,683	684,244
13,527,217	13,289,164
23,205	23,901
1,031,893	1,595,638
15,791,534	18,617,978
3,621,724	2,748,354
11,215,212	9,141,348
1,094,013	1,044,296
22,143,537	21,560,752
12,316,899	12,190,151
50,391,385	46,684,901
(34,599,851)	(28,066,923)
29,119,170	26,461,272
4,469,390	4,507,570
33,588,560	30,968,842
(1,011,291)	2,901,919
15,453,976	12,552,057
$ 14,442,685	$ 15,453,976

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Yonkers City School District, New York

School Lunch Fund
Comparative Balance Sheet
June 30,

	2025	2024
ASSETS		
Cash and equivalents	$ 5,252,798	$ 9,248,333
Receivables		
Accounts	1,776	1,362
State and Federal aid	2,816,056	929,515
	2,817,832	930,877
Inventories	236,571	711,773
Total Assets	$ 8,307,201	$ 10,890,983
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	$ 211,627	$ 1,012,799
Accrued liabilities	1,180,771	128,227
Due to other funds	-	1,712,375
Total Liabilities	1,392,398	2,853,401
Fund balance		
Nonspendable	236,571	711,773
Assigned	6,678,232	7,325,809
Total Fund Balance	6,914,803	8,037,582
Total Liabilities and Fund Balance	$ 8,307,201	$ 10,890,983

See independent auditors' report.

Yonkers City School District, New York

School Lunch Fund
Comparative Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
Years Ended June 30,

	2025			
	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
State aid	$ 743,000	$ 743,000	$ 724,683	$ (18,317)
Federal aid	13,196,066	13,196,066	13,527,217	331,151
Food sales	25,000	25,000	23,205	(1,795)
Total Revenues	13,964,066	13,964,066	14,275,105	311,039
EXPENDITURES				
Current				
Employee benefits	3,621,724	3,621,724	3,621,724	-
Cost of food sales	12,882,018	13,183,070	11,215,212	1,967,858
Debt service				
Leases				
Principal	-	463,537	463,537	-
Interest	-	97,411	97,411	-
	-	560,948	560,948	-
Total Expenditures	16,503,742	17,365,742	15,397,884	1,967,858
Excess (Deficiency) of Revenues Over Expenditures	(2,539,676)	(3,401,676)	(1,122,779)	2,278,897
FUND BALANCE				
Beginning of Year	2,539,676	3,401,676	8,037,582	4,635,906
End of Year	$ -	$ -	$ 6,914,803	$ 6,914,803

See independent auditors' report.

2024			
Original Budget	Final Budget	Actual	Variance with Final Budget
$ 244,492	$ 244,492	$ 684,244	$ 439,752
13,075,210	13,075,210	13,289,164	213,954
80,000	80,000	23,901	(56,099)
13,399,702	13,399,702	13,997,309	597,607
2,479,326	2,749,079	2,748,354	725
12,635,808	11,814,141	9,141,348	2,672,793
-	440,753	440,752	1
-	111,161	111,161	-
-	551,914	551,913	1
15,115,134	15,115,134	12,441,615	2,673,519
(1,715,432)	(1,715,432)	1,555,694	3,271,126
1,715,432	1,715,432	6,481,888	4,766,456
$ -	$ -	$ 8,037,582	$ 8,037,582

Special Purpose Fund
Comparative Balance Sheet
June 30,

	2025	2024
ASSETS		
Cash and equivalents	$ 678,803	$ 681,243
Investments	559,605	558,886
	1,238,408	1,240,129
Receivables		
Accounts	-	4,154
Due from City of Yonkers	-	59,133
	-	63,287
Total Assets	$ 1,238,408	$ 1,303,416
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	$ -	$ 5,100
Due to other funds	1,438	719
Total Liabilities	1,438	5,819
Fund balance		
Restricted	1,236,970	1,297,597
Total Liabilities and Fund Balance	$ 1,238,408	$ 1,303,416

See independent auditors' report.

Yonkers City School District, New York

Special Purpose Fund
Comparative Statement of Revenues, Expenditures
and Changes in Fund Balance
Years Ended June 30,

	2025	2024
REVENUES		
Use of money and property	$ 1,493	$ 1,927
Miscellaneous	1,031,893	1,595,638
Total Revenues	1,033,386	1,597,565
EXPENDITURES		
Current		
Other	1,094,013	1,044,296
Excess (Deficiency) of Revenues Over Expenditures	(60,627)	553,269
FUND BALANCE		
Beginning of Year	1,297,597	744,328
End of Year	$ 1,236,970	$ 1,297,597

See independent auditors' report.

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Yonkers City School District, New York

Debt Service Fund
Comparative Balance Sheet
June 30,

	2025	2024
ASSETS		
Receivables		
Accounts	$ 2,643,787	$ 1,079,350
Due from other funds	1,562,860	1,712,034
	$ 4,206,647	$ 2,791,384
DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE		
Deferred inflows of resources		
Deferred revenues	$ 2,643,787	$ 1,079,350
Fund balance		
Restricted	1,562,860	1,712,034
Total Deferred Inflows of Resources and Fund Balance	$ 4,206,647	$ 2,791,384

See independent auditors' report.

Yonkers City School District, New York

Debt Service Fund
Comparative Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Years Ended June 30,

	2025			
	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Use of money and property	$ -	$ -	$ 181	$ 181
EXPENDITURES				
Debt service				
Principal				
Bonds	20,185,000	20,185,000	20,185,000	-
State loan	200,000	200,000	200,000	-
	20,385,000	20,385,000	20,385,000	-
Interest				
Bonds	8,883,525	8,883,525	8,883,525	-
Total Expenditures	29,268,525	29,268,525	29,268,525	-
Deficiency of Revenues Over Expenditures	(29,268,525)	(29,268,525)	(29,268,344)	181
OTHER FINANCING SOURCES				
Contribution from City of Yonkers	29,119,170	29,119,170	29,119,170	-
Net Change in Fund Balance	(149,355)	(149,355)	(149,174)	181
FUND BALANCE				
Beginning of Year	149,355	149,355	1,712,034	1,562,679
End of Year	$ -	$ -	$ 1,562,860	$ 1,562,860

See independent auditors' report.

2024			
Original Budget	Final Budget	Actual	Variance with Final Budget
$ -	$ -	$ 1,562,678	$ 1,562,678
19,690,000	19,690,000	19,690,000	-
200,000	200,000	200,000	-
19,890,000	19,890,000	19,890,000	-
8,681,528	8,681,528	8,681,527	1
28,571,528	28,571,528	28,571,527	1
(28,571,528)	(28,571,528)	(27,008,849)	1,562,679
26,461,272	26,461,272	26,461,272	-
(2,110,256)	(2,110,256)	(547,577)	1,562,679
2,110,256	2,110,256	2,259,611	149,355
$ -	$ -	$ 1,712,034	$ 1,712,034

Yonkers City School District, New York

Yonkers Joint Schools Construction Board
Debt Service Fund
Comparative Balance Sheet
June 30,

	2025	2024
ASSETS		
Cash and equivalents	$ 1,714,907	$ 1,759,506
Receivables		
Accounts	5,770	7,406
Due from other funds	3,007,375	2,639,851
	3,013,145	2,647,257
Total Assets	$ 4,728,052	$ 4,406,763
FUND BALANCE		
Restricted	$ 4,728,052	$ 4,406,763

See independent auditors' report.

Yonkers City School District, New York

Yonkers Joint Schools Construction Board
Debt Service Fund
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance
Years Ended June 30,

	2025	2024
REVENUES		
Use of money and property	$ 482,862	$ 1,460,426
EXPENDITURES		
Debt service		
Bonds		
Principal	1,295,000	1,230,000
Interest	3,335,963	3,397,463
Total Expenditures	4,630,963	4,627,463
Deficiency of Revenues Over Expenditures	(4,148,101)	(3,167,037)
OTHER FINANCING SOURCES		
Transfers in	4,469,390	4,507,570
Net Change in Fund Balance	321,289	1,340,533
FUND BALANCE		
Beginning of Year	4,406,763	3,066,230
End of Year	$ 4,728,052	$ 4,406,763

See independent auditors' report.

General Fund
Analysis of Change from Adopted Budget to Final Budget
Year Ended June 30, 2025

Adopted Budget	$	750,948,719
Additions		
Encumbrances		1,732,368
Original/Final Budget	$	752,681,087

See independent auditors' report.

Yonkers City School District, New York

Schedule of Net Investment in Capital Assets
Year Ended June 30, 2025

Capital Assets, net		$ 507,554,785
Less		
Bonds payable - Capital construction	$ (268,450,000)	
Leases payable	(51,919,240)	
Unamortized portion of premium on bonds - Capital construction	(32,812,346)	
Accounts payable	(2,455,292)	
Accrued liabilities	(976,495)	(356,613,373)
Plus		
Unexpended bond proceeds	32,627,418	
Unamortized portion of loss on refunding bonds - Capital construction	764,653	33,392,071
Net Investment in Capital Assets		$ 184,333,483

See independent auditors' report.

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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*

Independent Auditors' Report

The Board of Education of the
Yonkers City School District, New York

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Yonkers City School District, New York ("School District") as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated December 1, 2025.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

PKF O'Connor Davies, LLP

PKF O'Connor Davies, LLP
Harrison, New York
December 1, 2025