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To the Board of Education
Valley Stream Central High School District

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Valley Stream Central High School District for the year ended June 30, 2026. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, *Government Auditing Standards* and the Uniform Guidance, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated May 18, 2026. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Valley Stream Central High School District are described in Note 1 to the financial statements. As described in Note 1 to the financial statements, the District adopted and implemented Statement of Governmental Accounting Standards (GASB Statement) No. 103, *Financial Reporting Model Improvements*, in 2026. Additionally, effective July 1, 2025, the District reclassified the School Lunch Fund, Miscellaneous Special Revenue Fund and the Debt Service Fund from major to nonmajor governmental funds. We noted no transactions entered into by the Valley Stream Central High School District during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

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

1. The District, in accordance with GASB No. 75 "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions" requires significant actuarial estimates to calculate the District's postemployment benefits liability.
2. The District's estimate of its compensated absences liability in accordance with GASB 101.
3. Estimates involving depreciable lives of the District's capital assets and the related depreciation.
4. The District, in accordance with GASB No. 68, Accounting and Financial Reporting for Pensions (as amended by GASB Statement 71), requires significant actuarial estimates to calculate the net pension assets and liabilities, deferred inflows and outflows of resources – pensions, and pension expense.

We evaluated the key factors and assumptions used by management in determining that accounting estimates are reasonable in relation to the financial statements taken as a whole.

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

Difficulties Encountered in Performing the Audit

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

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole.

Disagreements with Management

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

Management Representations

We have requested certain representations from management that are included in the management representation letter dated October 13, 2026.

Management Consultations with Other Independent Accountants

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

Other Audit Findings or Issues

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

Other Matters

We applied certain limited procedures to the management's discussion and analysis, Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual – General Fund, the Schedules of Funding Progress of the Other Postemployment Benefits, the schedule of District's Contributions and the schedule of District's proportionate share of the net pension liability, which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the schedules of change from original budget to revised budget, section 1318 of real property tax law limit calculation, the schedule of project expenditures - capital projects fund, the net investment in capital assets, and the combining schedules of the non-major funds which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Restriction on Use

This information is intended solely for the information and use of the Board of Education, management of Valley Stream Central High School District, the New York State Education Department, and Federal and State awarding agencies and is not intended to be, and should not be, used by anyone other than these specified parties.

D'Arcangelo + Co., LLP

October 13, 2026

Utica, New York

Client	*88950 - Valley Stream Central High School District*
Engagement	*2026 FS - Valley Stream Central High School District*
Period Ending:	*6/30/2026*
Trial Balance:	*3600.00 - TB*
Workpaper:	*AJE - Adjusting Journal Entries Report*

Account	Description	W/P Ref	Debit	Credit
Adjusting Journal Entries				
Adjusting Journal Entries JE # 1		5100.20		
Conversion entry for retainage payable.				
GW 0605	Retainage Payable		183,469.00	
GW 0105	Construction Work in Progress			183,469.00
Total			183,469.00	183,469.00
Adjusting Journal Entries JE # 2		5800.15		
Conversion entry to adjust compenated absences per detail using GASB 101.				
GW 9089-800	Compensated Absence Expense		408,226.00	
GW 0687	Compensated Absences			408,226.00
Total			408,226.00	408,226.00
Adjusting Journal Entries JE # 3		5700.25		
Conversion entry to record change in GASB 75 liability and deferred resources				
GW 0495	Deferred Outflows of Resources - OPEB		8,029,821.00	
GW 0691	Deferred Inflows of Resources - OPEB		3,211,387.00	
GW 9089-000	Other, OPEB Expense		3,507,234.00	
GW 0683	Other Postemployment Benefits (OPEB)			14,748,442.00
Total			14,748,442.00	14,748,442.00
Adjusting Journal Entries JE # 4		5700.50		
Conversion entry for current year change in GASB 68 Pension for TRS				
GW 0108	Net TRS Pension Asset - Proportionate Share		10,384,135.00	
GW 0496	Deferred Outflows of Resources- TRS		1,839,595.00	
GW 0697	Deferred Inflows of Resources - TRS			4,177,540.00
GW 9020.800	GW-TRS			8,046,190.00
GW 0638	Net TRS Pension Liability - Proportionate Share			
Total			12,223,730.00	12,223,730.00
Adjusting Journal Entries JE # 5		5700.50		
Conversion entry to adjust GASB 68 measurement for ERS.				
GW 0496.1	Deferred Outflows of Resources- ERS		13,817.00	
GW 0638.1	Net ERS Pension Liability - Proportionate Share		1,988,787.00	
GW 9010.800	GW-ERS		237,170.00	
GW 0697.1	Deferred Inflows of Resources - ERS			2,239,774.00
GW 0108.1	Net ERS Pension Asset - Proportionate Share			
Total			2,239,774.00	2,239,774.00
Adjusting Journal Entries JE # 6		5300.55		
Conversion entry to record the change in Claims Pyable				
GW 0685	Judgements and Claims Payable		61,765.00	
GW 9040.800	Workers Comp Claims Payable			61,765.00
Total			61,765.00	61,765.00
Adjusting Journal Entries JE # 7				
To adjust unavailable revenue for split value life insureance to current year actual				
GW 0692	Deferred Inflows or Resources - Other			
GW 2770	Other Unclassified Revenues			
Total			0.00	0.00
Adjusting Journal Entries JE # 8		5300.05		
Conversion entry to record repayments on LTD				
GW 0625	Energy Performance Contract		566,333.00	
GW 0628	Bonds Payable		2,232,269.00	
GW 9711-600	Serial Bonds Principal-Sch Const			2,798,602.00
Total			2,798,602.00	2,798,602.00
Adjusting Journal Entries JE # 9		1215.20		
Conversion entry to allocate Employee Benefits				
GW 1999-900	General Support - Employee Benefit Allocation		2,390,237.00	
GW 2999-900	Instruction - Employee Benefit Allocation		23,731,615.00	
GW 5599-900	Transportation - Employee Benefit Allocation		263,279.00	
GW 6999-900	School Lunch - Employee Benefit Allocation		113,756.00	
GW 8999-900	Community Service - Benefit Allocation		4,745.00	
GW 9098-900	Employee Benefits			26,503,632.00
Total			26,503,632.00	26,503,632.00
Adjusting Journal Entries JE # 11		4600.05		
Conversion entry to record current year fixed asset additions.				
GW 0102	Buildings		18,795,997.00	
GW 0103	Improvements Other than Buildings		5,210,113.00	
GW 0104	Equipment		2,435,828.00	
GW 1999-200	General Support - Equipment			4,200,632.00

GW 2999-200	Instruction - Equipment			21,956,657.00
GW 5511-200	Dist Transportation-Equipment			278,590.00
GW 6999-200	School Lunch - Equipment			6,059.00
Total			26,441,938.00	26,441,938.00
Adjusting Journal Entries JE # 12		4600.05		
Conversion entry to book depreciation expense				
GW 1999-300	General Support - Depreciation		734,058.00	
GW 2999-300	Instruction - Depreciation		4,159,662.00	
GW 0112	Buildings - Acc Depr			3,630,578.00
GW 0113	Improv other than Bldg - Acc Depr			299,188.00
GW 0114	Equipment - Acc Depr			963,954.00
Total			4,893,720.00	4,893,720.00
Adjusting Journal Entries JE # 13		5300.65		
To record amortization of bond premium for the year				
GW 0629	Premium on Bonds-LTD		224,585.00	
GW 9785-600	Amortization of Premium'			224,585.00
Total			224,585.00	224,585.00
Adjusting Journal Entries JE # 14		5300.25		
To post the change in accrued interest on LTD				
GW 0651	Accrued Interest Payable		6,395.00	
GW 9719-700	Serial Bonds Interest-Other			6,395.00
Total			6,395.00	6,395.00
Adjusting Journal Entries JE # 15				
Conversion entry for other deferred inflows of resources.				
GW 2770	Other Unclassified Revenues		85.00	
GW 0692	Deferred Inflows or Resources - Other			85.00
Total			85.00	85.00
Adjusting Journal Entries JE # 16		4600.05		
Conversion entry for disposal of equipment				
GW 0114	Equipment - Acc Depr		50,716.00	
GW 1999-100	General Support - Other		828.00	
GW 0104	Equipment			51,544.00
Total			51,544.00	51,544.00
Adjusting Journal Entries JE # 17		6000.10		
To post an entry that Liz made in 2024-25 that was not not posted to teh financial statements to write off student balances				
C 1440	Type A		22,434.00	
C 909	FUND BALANCE, UNRESERVED			22,434.00
Total			22,434.00	22,434.00
Adjusting Journal Entries JE # 18		4600.05		
Conversion entry to record change in construction in progress.				
GW 1620-200	Operations of Plant-Equipment		4,221,748.00	
GW 2999-200	Instruction - Equipment		22,067,031.00	
GW 0105	Construction Work in Progress			10,675,219.00
GW 6900-400	Capital Fund - Capital Outlay			15,613,560.00
Total			26,288,779.00	26,288,779.00
	Total Adjusting Journal Entries		117,097,120.00	117,097,120.00
	Total All Journal Entries		117,097,120.00	117,097,120.00

Client	88950 - Valley Stream Central High School District
Engagement:	2026 FS - Valley Stream Central High School District
Period Ending	6/30/2026
Trial Balance:	3600.00 - TB
Workpaper:	RJE - Reclassifying Journal Entries Report

Account	Description	W/P Ref	Debit	Credit
Reclassifying Journal Entries				
Reclassifying Journal Entries JE # 101		3500.00		
Client entry#733 to adjust TRS due to estimated bill.				
A 632	DUE TO STATE TEACHER'S RETIRE. SYSTEM		86,011.00	
A 9020.800-05-7000	TEACHERS RETIREMENT			86,011.00
Total			**86,011.00**	**86,011.00**
Reclassifying Journal Entries JE # 102		3500.00		
Client entry#734 to update state aid receivable for updated output reports and period 4 Medicaid.				
A 3101.E	STATE AID - EXCESS COST		17,533.00	
A 3101	STATE AID - BASIC			2,850.00
A 410	STATE & FEDERAL AID RECEIVABLE			14,683.00
Total			**17,533.00**	**17,533.00**
Reclassifying Journal Entries JE # 103		3500.00		
Client entry#735 to reclass check 222235 conference reim from contract transportation line item to mileage reim.				
A 2010.477-05-1000	CONFERENCES AND TRAVEL		866.00	
A 5540.462-05-1000	MUSIC GROUPS			866.00
Total			**866.00**	**866.00**
Reclassifying Journal Entries JE # 104		3500.05		
Client entry to add an encumbrance and reverse out of payables.				
A 600	ACCOUNTS PAYABLE		15,940.00	
A 909	FUND BALANCE, UNRESERVED		15,950.00	
A 1621.471-05-1000	CONTRACTS SITE MAINT (incl plumbing)			15,940.00
A 821	RESERVE FOR ENCUMBRANCES			15,950.00
Total			**31,890.00**	**31,890.00**
Reclassifying Journal Entries JE # 105		4800.05		
Reclassify debit balance for FS.				
A 391F	DUE FROM FEDERAL FUND		2,688.00	
A 630F	DUE TO FEDERAL FUND			2,688.00
Total			**2,688.00**	**2,688.00**
Reclassifying Journal Entries JE # 106				
Reclassify credit balance in AR for FS.				
A 380	ACCOUNTS RECEIVABLE		199.00	
A 600	ACCOUNTS PAYABLE			199.00
Total			**199.00**	**199.00**
Reclassifying Journal Entries JE # 107		3500.05		
Client Entry to adjust capital reserve at end of year based on voter approval.				
A 909	FUND BALANCE, UNRESERVED		4,306,312.00	
A 867	RESERVED OTHER/ EMP BENEFITS			133,277.00
A 877	RESERVE FOR CAPITAL - 2026			3,000,000.00
A 878	RESERVE FOR CAPITAL			1,173,035.00
Total			**4,306,312.00**	**4,306,312.00**
	Total Reclassifying Journal Entries		**4,445,499.00**	**4,445,499.00**
	Total All Journal Entries		**4,445,499.00**	**4,445,499.00**