

JERICO UNION FREE SCHOOL DISTRICT

**EXTRACLASSROOM ACTIVITY FUNDS
FINANCIAL STATEMENT WITH
INDEPENDENT AUDITOR'S REPORT**

June 30, 2019

JERICO UNION FREE SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUNDS
June 30, 2019

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INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Jericho Union Free School District
Jericho, New York

We have audited the accompanying Statement of Cash Receipts and Disbursements of the Jericho Union Free School District's (District) extraclassroom activity funds for the year ended June 30, 2019, and the related note to the financial statement.

Management's Responsibility for the Financial Statement

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

Auditor's Responsibility

Our responsibility is to express an opinion on this financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the District's preparation and fair presentation of the financial statement 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 District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

The fundraising records of the student clubs within the extraclassroom activity funds of the Jericho Union Free School District were not sufficient to permit the application of adequate auditing procedures to indicate whether the receipts recorded represent all receipts collected by the clubs.

Qualified Opinion

In our opinion, except for the effect of any adjustments that might have been necessary had we been able to perform adequate auditing procedures in regard to the receipts referred to in the Basis for Qualified Opinion paragraph, the financial statement referred to in the first paragraph presents fairly, in all material respects, the cash transactions of the extraclassroom activity funds of the Jericho Union Free School District for the year ended June 30, 2019, on the basis of accounting described in Note 1.B.

Basis of Accounting

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

Cullen & Danowski, LLP

September 17, 2019

JERICO UNION FREE SCHOOL DISTRICT
EXTRACLASROOM ACTIVITY FUNDS
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
For the Year Ended June 30, 2019

	Cash Balance <u>July 1, 2018</u>	Receipts and Transfers	Disbursements and Transfers	Cash Balance <u>June 30, 2019</u>
CLUBS				
Blue Key	\$ 2,654	18,173	19,382	\$ 1,445
Chinese Honor Society	768	1,687	1,352	1,103
Choreo Dance Fund	15,418	8,187	16,089	7,516
Class Advisor Grade 7	2,781		76	2,705
Class Advisor Grade 8	1,863	17,425	15,921	3,367
Class of 2018	2,728		2,728	-
Class of 2019	2,725	32,270	34,448	547
Class of 2020	1,564	260	358	1,466
Class of 2021	1,322	1,199		2,521
Class of 2022	-	3,839	300	3,539
Debate Club	5,845	1,762	1,001	6,606
Diversity Club	885		265	620
Drama Club	5,141	1,196	2,539	3,798
Engineering Club	2,483	1,999	431	4,051
Fashion/Talent Show	1,858	5,707	6,173	1,392
F.B.L.A.	1,534	3,457	2,650	2,341
French Honor Society	1,344	540	934	950
Harlequin Players/Musical Production	4,986	6,236	6,410	4,812
Italian Honor Society	665		288	377
Junior Scope	3,091	763	763	3,091
Kids Helping Pets	502	2,230	2,603	129
Latin Honor Society	1,334	329	92	1,571
Middle School Student Council	11,811	3,845	9,070	6,586
Model Congress	3,999		1,000	2,999
Music Honor Society	3,370	1,927	2,673	2,624
National Honor Society	2,912	2,251	2,175	2,988
Political Science	1,675	100		1,775
Project Care	267		85	182
Subtotal	<u>85,525</u>	<u>115,382</u>	<u>129,806</u>	<u>71,101</u>

JERICO UNION FREE SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUNDS
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS, Continued
For the Year Ended June 30, 2019

	Cash Balance <u>July 1, 2018</u>	Receipts and <u>Transfers</u>	Disbursements and <u>Transfers</u>	Cash Balance <u>June 30, 2019</u>
CLUBS				
Subtotal from page 2	\$ 85,525	\$ 115,382	\$ 129,806	\$ 71,101
S.A.M.	790	508		1,298
Spanish Honor Society/SEPA	81	340	365	56
Spirit Club	4,140	1,673	622	5,191
Student Council Government	2,374	2,639	1,310	3,703
Student Research	34,913	18,099	15,726	37,286
Thespian Club	9,070	1,512	727	9,855
Varsity Club	2,661	4,110	4,051	2,720
Video Yearbook	574	358	375	557
Yearbook	22,658	67	500	22,225
Yearbook- Middle School	8,837	4,404	3,464	9,777
Youth Decide	542		37	505
	<u>542</u>	<u></u>	<u>37</u>	<u>505</u>
Total	<u>\$ 172,165</u>	<u>\$ 149,092</u>	<u>\$ 156,983</u>	<u>\$ 164,274</u>

JERICHO UNION FREE SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUNDS
NOTE TO FINANCIAL STATEMENT
June 30, 2019

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Financial Reporting Entity

The extraclassroom activity funds represent funds of the students of the Jericho Union Free School District. Although the extraclassroom activity funds are independent of the District with respect to its financial transactions and the designation of student management, the Board of Education exercises general oversight of these funds. Based on this criterion, the extraclassroom activity funds are included in the District's reporting entity. The District reports these assets held by it as agent for the extraclassroom organizations in an agency fund in the Statement of Fiduciary Position – Fiduciary Funds.

B. Basis of Accounting

The accompanying financial statement has been prepared on the cash receipts and disbursements basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles. Under that basis, the only asset recognized is cash, and no liabilities are recognized. All transactions are recognized as either cash receipts or disbursements, and noncash transactions are not recognized. The cash basis differs from generally accepted accounting principles primarily because receivables and payables, inventory, long-lived assets, and accrued income and expenses, which would be recognized under accounting principles generally accepted in the United States of America, and which may be material in amount, are not recognized in the accompanying financial statement.

