

**JERICO UNION FREE SCHOOL DISTRICT**

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

**June 30, 2017**

**JERICO UNION FREE SCHOOL DISTRICT**  
**EXTRACLASSROOM ACTIVITY FUNDS**  
June 30, 2017

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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, 2017, 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. 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 records of the extraclassroom activity funds of the Jericho Union Free School District were not adequate to permit the application of adequate auditing procedures to indicate whether all receipts were recorded.

**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, 2017, 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 28, 2017

**JERICHO UNION FREE SCHOOL DISTRICT**  
**EXTRACLASROOM ACTIVITY FUNDS**  
**STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS**  
For the Year Ended June 30, 2017

	Cash Balance <u>July 1, 2016</u>	Receipts and <u>Transfers</u>	Disbursements and <u>Transfers</u>	Cash Balance <u>June 30, 2017</u>
<b>CLUBS</b>				
AIDS Awareness	\$ 103	\$ 700	\$ 700	\$ 103
Asian American Awareness	141		141	-
Blue Key	506	22,784	20,888	2,402
Chinese Honor Society	949	2,613	2,053	1,509
Choreo Dance Fund	15,489	5,693	5,472	15,710
Class Advisor Grade 7	5,175	6	126	5,055
Class Advisor Grade 8	4,325	13,740	15,341	2,724
Class of 2016	825		825	-
Class of 2017	3,642	29,210	32,484	368
Class of 2018	5,747	151		5,898
Class of 2019	2,479		387	2,092
Class of 2020		1,141	118	1,023
Debate Club	5,216	1,010	1,770	4,456
Diversity Club	547	455	243	759
Drama Club- MS	4,661	1,154	855	4,960
Engineering Club	2,173	420	198	2,395
Fashion Show	1,157	6,799	6,621	1,335
F.B.L.A.	798	21,022	21,704	116
French Honor Society	677	1,512	1,045	1,144
Harlequin Players	5,422	6,985	8,335	4,072
Italian Honor Society	28	417		445
Jericho Jazz Band	26	860	390	496
Junior Scope	2,975	316	200	3,091
Kids Helping Pets	394	1,825	2,032	187
Latin Honor Society	1,290	600	89	1,801
Middle School Store		332		332
Middle School Student Council	7,606	10,147	10,783	6,970
Model Congress	5,996	24,909	25,304	5,601
Music Honor Society	2,912	1,407	1,599	2,720
National Honor Society	531	2,833	1,993	1,371
Political Science	1,222	9,591	9,411	1,402
Project Care	517			517
Subtotal	<u>83,529</u>	<u>168,632</u>	<u>171,107</u>	<u>81,054</u>

**JERICO UNION FREE SCHOOL DISTRICT**  
**EXTRACLASSROOM ACTIVITY FUNDS**  
**STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS, Continued**  
**For the Year Ended June 30, 2017**

	Cash Balance <u>July 1, 2016</u>	Receipts and <u>Transfers</u>	Disbursements and <u>Transfers</u>	Cash Balance <u>June 30, 2017</u>
<b>CLUBS</b>				
Subtotal from page 2	\$ 83,529	\$ 168,632	\$ 171,107	\$ 81,054
S.A.M.	1,253	663	663	1,253
Spanish Honor Society	81	1,375	1,375	81
Spirit Club	2,098	5,727	3,752	4,073
Sr. High Student Council	5,049	206	1,638	3,617
Student Research	8,830	23,033	12,930	18,933
Sunrise Club	1,306		1,306	-
Thespian Club	9,462	2,166	1,038	10,590
Varsity Club	1,444	3,602	3,261	1,785
Video Yearbook	668	63	85	646
Yearbook	23,248	47	551	22,744
Yearbook- Middle School	9,290	3,999	3,727	9,562
Youth Decide	630		72	558
	<u>630</u>	<u></u>	<u>72</u>	<u>558</u>
Total	<u>\$ 146,888</u>	<u>\$ 209,513</u>	<u>\$ 201,505</u>	<u>\$ 154,896</u>

**JERICO UNION FREE SCHOOL DISTRICT**  
**EXTRACLASSROOM ACTIVITY FUNDS**  
**NOTE TO FINANCIAL STATEMENT**  
June 30, 2017

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**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.

