

SPACKENKILL UNION FREE SCHOOL DISTRICT

**Extraclassroom Activity Funds Statements as of
June 30, 2022
Together with
Independent Auditor's Report**

Bonadio & Co., LLP
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

October 14, 2022

To the Board of Education of
Spackenkill Union Free School District:

Qualified Opinion

We have audited the accompanying cash basis financial statements of Spackenkill Union Free School District (School District) Extraclassroom Activity Funds, which comprise the statement of cash and fund balance – cash basis as of June 30, 2022, and the related statement of cash receipts and cash disbursements – cash basis for the year then ended, and the related notes to the financial statements.

In our opinion, except for the possible effects of the matter discussed in the Basis for Qualified Opinion section of the report, the financial statements referred to above present fairly, in all material respects, the cash and fund balances of the Extraclassroom Activity Funds of the Spackenkill Union Free School District as of June 30, 2022, and its cash receipts and cash disbursements for the year then ended, in accordance with the cash basis of accounting as described in Note 1.

Basis for Qualified Opinion

Insufficient accounting controls are exercised over cash receipts at the point of collection to the time of submission to the Central Treasurer. Accordingly, we were unable to obtain sufficient audit evidence over such receipts beyond the amounts recorded.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's 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 qualified audit opinion.

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are 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.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the cash basis of accounting described in Note 1; and for determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements 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.

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INDEPENDENT AUDITOR'S REPORT

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Auditor's 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 auditor's 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 generally accepted 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 generally accepted 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 judgment, 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.

SPACKENKILL UNION FREE SCHOOL DISTRICT

**EXTRACLASROOM ACITIVTY FUNDS
STATEMENT OF CASH AND FUND BALANCE – CASH BASIS
JUNE 30, 2022**

ASSETS

Cash – restricted	<u>\$96,156</u>
TOTAL ASSETS	<u>\$96,156</u>

FUND BALANCE

Restricted fund balance	<u>\$96,156</u>
TOTAL FUND BALANCE	<u>\$96,156</u>

The accompanying notes are an integral part of these statements.

SPACKENKILL UNION FREE SCHOOL DISTRICT

**EXTRACLASROOM ACTIVITY FUNDS
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS - CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2022**

	Fund Balance <u>July 01, 2021</u>	Cash <u>Receipts</u>	Cash <u>Disbursements</u>	Fund Balance <u>June 30, 2022</u>
SPACKENKILL HIGH SCHOOL				
Art Club	\$ 950	\$ 425	\$ 380	\$ 995
Athletics Club	1,017	1,164	-	2,181
Chess Club	15	-	-	15
Class of 2021	1,313	-	1,313	-
Class of 2022	8,783	24,119	31,508	1,394
Class of 2023	4,272	19,474	17,131	6,615
Class of 2024	1,811	6,936	4,719	4,028
Class of 2025	-	4,427	730	3,697
Computer	42	-	-	42
Contrast	566	-	-	566
Current Events - Debate Club	195	-	-	195
Drama	15,908	19,012	11,603	23,317
Environmental	2,885	1,763	1,176	3,472
F. A. H. I.R	234	-	-	234
French Club	1,262	1,437	1,391	1,308
GSA	234	-	-	234
Leo Club	4,426	6,771	4,286	6,911
Library	-	20	-	20
Math League	1,823	-	83	1,740
National HS	5,400	821	4,837	1,384
Pegasus	154	-	154	-
Photography	837	-	-	837
S.A.D.D.	1,034	23	-	1,057
School Store	3,068	3,571	3,523	3,116
Science Club	608	1,952	994	1,566
Ski Club	825	8,244	8,145	924
Student Government	10,207	1,546	1,194	10,559
YAR	344	-	-	344
Yearbook	10,065	5,258	9,488	5,835
	<u>78,278</u>	<u>106,963</u>	<u>102,655</u>	<u>82,586</u>
Subtotal - Spackenkill High School				
TODD MIDDLE SCHOOL				
Bookbag	1,111	3,393	2,882	1,622
Drama	3,806	4,670	3,827	4,649
Student Government	5,422	13,198	12,828	5,792
Yearbook	1,676	808	977	1,507
	<u>12,015</u>	<u>22,069</u>	<u>20,514</u>	<u>13,570</u>
Subtotal - Spackenkill High School				
Total	<u>\$ 90,293</u>	<u>\$ 129,032</u>	<u>\$ 123,169</u>	<u>\$ 96,156</u>

The accompanying notes are an integral part of these statements.

SPACKENKILL UNION FREE SCHOOL DISTRICT

EXTRACLASROOM ACTIVITY FUNDS NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the Extraclassroom Activity Funds of Spackenkill Union Free School District (the School District) are prepared on a cash basis, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States. The cash basis of accounting, therefore, does not recognize receivables and payables, inventories, capital assets, and accrued income and expenses, which would be recognized under accounting principles generally accepted in the United States. The more significant principles and policies used by the School District are described below.

Reporting Entity

The transactions of the Extraclassroom Activity Funds are included in the reporting entity of Spackenkill Union Free School District. Such transactions are included in the basic financial statements of the School District and reported in the Miscellaneous Special Revenue Fund as restricted cash and restricted fund balance. Exclusion from the School District's financial statements, due to the nature and significance of their relationship with the primary government, would cause the reporting entity's financial statements to be misleading or incomplete.

The Extraclassroom Activity Funds represent funds of the students of the School District. The Board of Education exercises general oversight of these funds. The Extraclassroom Activity Funds are independent of the School District with respect to its financial transactions and the designation of student management. The activities included in this report were formed only for educational and school activity purposes in accordance with School District rules and regulations for the conduct, operation, and maintenance of the extraclassroom activities.

Cash

The School District's cash consist of cash on hand and demand deposits. New York State law governs the District's investment policies. Resources must be deposited in FDIC-insured commercial banks or trust companies located within the State. Permissible investments include obligations of the United States Treasury, United States Agencies, repurchase agreements, and obligations of New York State or its localities. Collateral is required for demand and time deposits and certificates of deposit not covered by FDIC insurance. Obligations that may be pledged as collateral are obligations of the United States and its agencies, and obligations of New York State or its localities.

Demand deposits at year-end were entirely covered by FDIC. At June 30, 2022, are entirely composed of cash on hand and demand deposit accounts. All deposits are carried at cost, which equals market.

Equity Classifications – Fund Balance

The fund balance is restricted for use of the School District's Extraclassroom Activities Funds.