

JERICO UNION FREE SCHOOL DISTRICT

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

June 30, 2014

JERICO UNION FREE SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUNDS
June 30, 2014

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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, 2014, 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, 2014, 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 12, 2014

JERICHO UNION FREE SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUNDS
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
For the Year Ended June 30, 2014

	Cash Balance <u>July 1, 2013</u>	Receipts and Transfers	Disbursements and Transfers	Cash Balance <u>June 30, 2014</u>
CLUBS				
AIDS Awareness	\$ 854	\$ 513	\$ 65	\$ 1,302
Asian American Awareness	295	173	400	68
Blue Key	69	2,971	2,849	191
Chinese Honor Society	725	2,470	2,546	649
Choreo Dance Fund	7,972	6,613	7,349	7,236
Class Advisor Grade 6	1,000	-	297	703
Class Advisor Grade 7	5,405	1,738	1,951	5,192
Class Advisor Grade 8	3,579	24,183	22,356	5,406
Class of 2013	2,423	-	2,423	-
Class of 2014	5,918	33,512	37,311	2,119
Class of 2015	4,682	505	-	5,187
Class of 2016	1,624	631	100	2,155
Class of 2017	-	3,461	320	3,141
Debate Club	1,866	3,504	2,684	2,686
Diversity Club	412	1,060	1,245	227
Drama Club- MS	4,039	1,694	1,228	4,505
Fashion Show	1,114	17,529	17,529	1,114
F.B.L.A.	192	902	492	602
French Honor Society	280	415	325	370
Harlequin Players	6,254	3,684	5,529	4,409
Interest Earned	-	206	206	-
Italian Honor Society	166	539	558	147
Jackson Activity Fund	6,020	2	6,022	-
Jericho Jazz Band	519	925	1,328	116
Junior Scope	2,644	376	-	3,020
Kids Helping Pets	437	1,469	1,500	406
Latin Honor Society	860	309	114	1,055
Middle School Student Council	7,294	17,340	16,501	8,133
Model Congress	2,602	22,914	21,360	4,156
Music Honor Society	1,479	1,601	241	2,839
National Honor Society	745	3,493	3,927	311
Political Science	983	12,560	12,149	1,394
Project Care	281	97	-	378
Subtotal	<u>72,733</u>	<u>167,389</u>	<u>170,905</u>	<u>69,217</u>

JERICO UNION FREE SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUNDS
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS, Continued
For the Year Ended June 30, 2014

	Cash Balance <u>July 1, 2013</u>	Receipts and <u>Transfers</u>	Disbursements and <u>Transfers</u>	Cash Balance <u>June 30, 2014</u>
CLUBS				
Subtotal from page 2	\$ 72,733	\$ 167,389	\$ 170,905	\$ 69,217
S.A.M.	2,270	-	600	1,670
Seaman Student Council	441	-	441	-
Spanish Honor Society	508	2,302	2,327	483
Spirit Club	14,955	3,258	10,468	7,745
Sr. High Student Council	4,720	6,385	5,002	6,103
Student Research	13,346	8,022	8,075	13,293
Sunrise Club	2,639	40,839	42,669	809
Thespian Club	5,533	29,670	29,005	6,198
Varsity Club	2,639	2,802	4,210	1,231
Video Yearbook	1,503	-	294	1,209
Yearbook	24,374	42	500	23,916
Yearbook- Middle School	7,015	4,872	1,866	10,021
Youth Decide	1,294	41	631	704
	<u>1,294</u>	<u>41</u>	<u>631</u>	<u>704</u>
Total	<u>\$ 153,970</u>	<u>\$ 265,622</u>	<u>\$ 276,993</u>	<u>\$ 142,599</u>

JERICHO UNION FREE SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUNDS
NOTE TO FINANCIAL STATEMENT
June 30, 2014

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.

