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CERTIFIED PUBLIC ACCOUNTANTS

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September 15, 2009

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

We have audited the financial statements of the governmental activities, each major fund and the fiduciary funds of the Jericho Union Free School District (District) for the year ended June 30, 2009, and have issued our report thereon dated September 15, 2009. Professional standards require that we provide you with the following information related to our audit.

Our Responsibilities under U.S. Generally Accepted Auditing Standards and *Government Auditing Standards*

As stated in our engagement letter dated June 26, 2008, our responsibility, as described by professional standards, is to express opinions about whether the financial statements prepared by management with your oversight are fairly presented, in all material respects, in conformity with U.S. generally accepted accounting principles. Our audit of the financial statements does not relieve you or management of its responsibilities.

As part of our audit, we considered the internal control of the District. Such considerations were solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of the District's compliance with certain provisions of laws, regulations, contracts and grants. However, the objective of our tests was not to provide an opinion on compliance with such provisions.

We are responsible for communicating significant matters related to the audit that are, in our professional judgment, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures specifically to identify such matters.

Our Responsibility for Other Information in Documents Containing Audited Financial Statements

Our responsibility for other information in documents containing the District's audited financial statements does not extend beyond the financial information identified in our report and we have no professional obligation to perform procedures to corroborate such other information. In the event the financial statements are incorporated into a printed document, please forward a printer's proof for our approval before final production.

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Planned Scope and Timing of the Audit

We performed the audit according to the planned scope and timing previously communicated to you in our meeting about planning matters on April 23, 2009.

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 the District are described in Note 1 to the financial statements. As described in Note 1E of the financial statements, for the year ended June 30, 2009, the District implemented GASB Statement No. 45 (GASB 45), *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans (OPEB).* GASB 45 establishes standards for the measurement, recognition, and display of other post-employment benefit expenses/expenditures and related liabilities, note disclosures and required supplementary information (RSI) in the financial reports of state and local governmental employers. We noted no transactions entered into by the 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:

- Useful Life of Capital Assets - Management's estimate of the useful life of capital assets is based on the historical asset life information for District capital assets and industry standards, in order to determine the value and period of time over which individual capital assets are to be depreciated.

- Compensated Absences Liability - Management's estimate of the liability for compensated absences is based on historical information regarding employees who have separated from the District and their terminal payout amounts, in order to determine the probability and amount of future payouts to employees for vested accumulated sick, vacation and/or leave terminal payouts.

- Actuarial Assumptions and Methods Underlying OPEB Liability - Management's acceptance of various actuarial assumptions and methods underlying the calculation of the District's OPEB liability is based on the actuarial valuation prepared by the District's actuary.

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

The disclosures in the financial statements are neutral, consistent, and clear. Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users.

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 communicate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management.

The attached audit adjustments correcting misstatements (which were accepted and recorded by the District), in our judgment, indicate matters that could have a significant effect on the District's financial reporting process.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter 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 September 15, 2009.

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 the 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 Finding 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 the 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.

This information is intended solely for the use of the Board of Education or Audit Committee and management of Jericho Union Free School District and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

Coughlin Foundotos Cullen Danowski, LLP

Coughlin Foundotos Cullen & Danowski, LLP

28100 Jericho Union Free School District
June 30, 2009
Journal Entries Report : Adjusting Entries
Prepared by: CFCD

Entry #	Status	Account/Code	Description	Debit	Credit
GENERAL FUND					
AJE 1	Posted	01-0100-1040-0410-000	DUE FROM STATE AND FEDERAL	64,247.00	
		01-0100-4090-3101-000	STATE SOURCES/GENERAL AID		64,247.00
		General Fund - To adjust August 2009 Excess Cost Aid Receivable @ 6/30/09.			
AJE 2	Posted	01-0100-4090-3101-000	STATE SOURCES/GENERAL AID	40,842.00	
		01-0100-2100-0631-000	DUE TO OTHER GOVERNMENTS		40,842.00
		General Fund - To reverse client reversal of 6/30/08 audit adjustment. 2007/08 overpayment by State has not been withheld from the State as of yet.			
AJE 3	Posted	01-0100-4090-3101-000	STATE SOURCES/GENERAL AID	26,903.00	
		01-0100-1040-0410-000	DUE FROM STATE AND FEDERAL		26,903.00
		General Fund - To reverse 6/30/09 General Aid receivable recorded by District.			
AJE 4	Posted	01-0100-4090-3101-000	STATE SOURCES/GENERAL AID	1,627,082.00	
		01-0100-4090-3101-E	STATE SOURCES/EXCESS COST AID		1,627,082.00
		General Fund - To reclassify Excess Cost Aid revenue for ST-3 reporting purposes.			
AJE 5	Posted	01-0100-4070-2770-000	OTHER MISCELLANEOUS REVENUES	156,687.00	
		01-0100-4070-2700-000	REVENUES/ REIMBURSEMENT OF MEDICARE PART D		156,687.00
		General Fund - To re-class Medicare Part D to proper ST-3 code.			
AJE 6	Posted	01-0100-2110-0632-000	DUE TO TEACHERS' RETIREMENT	66,650.93	
		01-0100-4070-2703-000	MISCELLANEOUS/REFUND OF PRIOR YEAR EXPENSE		66,650.93
		General Fund - To write off balance of 6/30/08 TRS estimated liability.			
AJE 7	Posted	01-0100-2110-0632-000	DUE TO TEACHERS' RETIREMENT	111,530.00	
		01-0100-5130-9020-800	EXPEND-TEACHERS RETIREMENT/EMPLOYEE BENEFITS		111,530.00
		General Fund - To adjust 6/30/09 TRS Employer Contribution liability per verbal confirmation with NYS TRS and TRS estimated bill.			
AJE 8	Posted	01-0100-4030-2389-000	CHARGES FOR SERVICES/SPECIAL SERVICES	158,000.00	
		01-0100-4030-2230-000	CHARGES FOR SERVICES/DAY SCHOOL TUITION-OTHER DIST	49,000.00	
		01-0100-2180-0691-000	DEFERRED REVENUES		207,000.00
		General Fund - To defer portions of estimated 08/09 outside services & resource room receivables (unbilled as of 8/12/09) that would not be collected within 6 months of year end.			

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Journal Entries Report : Adjusting Entries
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Entry #	Status	Account/Code	Description	Debit	Credit
AJE 9	Posted	01-0100-1040-0440-000	DUE FROM OTHER GOVERNMENTS	77,369.13	
		01-0100-4030-2280-000	CHARGES FOR SERVICES/HEALTH SERVICES		47,177.58
		01-0100-4030-2230-000	CHARGES FOR SERVICES/DAY SCHOOL TUITION-OTHER DIST		20,094.00
		01-0100-4030-2389-000	CHARGES FOR SERVICES/SPECIAL SERVICES		10,097.55
		General Fund - To record 07/08 billings receivable @ 6/30/09.			
AJE 10	Posted	01-0100-1040-0440-000	DUE FROM OTHER GOVERNMENTS	22,687.34	
		01-0100-4030-2280-000	CHARGES FOR SERVICES/HEALTH SERVICES		19,196.98
		01-0100-4030-2280-000	CHARGES FOR SERVICES/HEALTH SERVICES		3,490.36
		General Fund - To record 08/09 NYC & North Bellmore Health Service billing receivables.			
AJE 11	Posted	01-0100-1030-0391-002	DUE FROM SPECIAL AID FUND	1,477.00	
		01-0100-4080-2801-000	INTERFUND REVENUES		1,477.00
		General Fund - To record indirect costs in SAF listed on the FS-10F not recorded on the SAF General Ledger.			
AJE 12	Posted	01-0100-3310-0911-000	UNRESERVED - UNAPPROPRIATED	100,000.00	
		01-0100-3300-0910-000	UNRESERVED - APPROPRIATED		100,000.00
		General Fund - To increase appropriated fund balance to reflect actual when tax rate is set per Dr. Colvin.			
AJE 13	Posted	01-0100-4080-2801-000	INTERFUND REVENUES	663.02	
		01-0100-5200-9900-950	TRANSFER OUT-SPECIAL AID FUND		205.60
		01-0100-4070-2703-000	MISCELLANEOUS/REFUND OF PRIOR YEAR EXPENSE		457.42
		General Fund - To adjust Interfund transfer to special aid fund, and misc difference in Interfund Revenues.			
SCHOOL LUNCH FUND					
AJE 14	Posted	02-0210-4090-3190-000	STATE SOURCES/LUNCH AID	72,571.85	
		02-0210-4100-3190-000	FEDERAL SOURCES/LUNCH AID		15,243.63
		02-0210-4110-4190-000	FEDERAL REVENUE/SURPLUS FOOD		57,328.22
		School Lunch - To reclass State and Federal source revenues.			
AJE 15	Posted	02-0210-3010-0821-000	RESERVED-RESERVED FOR ENCUMBRANCES	88,127.31	
		02-0210-3310-0910-000	UNRESERVED-UNAPPROPRIATED		88,127.31
		School Lunch - To liquidate reserve for encumbrances for open purchase orders that are not commitment as of 6/30/09			

28100 Jericho Union Free School District
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Entry #	Status	Account/Code	Description	Debit	Credit
SPECIAL AID FUND					
AJE 16	Posted	02-0200-1050-0480-000	PREPAID EXPENDITURES	17,412.40	
		02-0200-5080-2250-400	PROGRAM - HANDICAPPED CHILDREN/CONTRACTUAL		17,412.40
		02-0200-1050-0480-000	/PREPAID EXPENDITURES	1,120.00	
		02-0200-5080-2250-400	PROGRAM - HANDICAPPED CHILDREN/CONTRACTUAL		1,120.00
		02-0200-4100-4256-000	FEDERAL SOURCES/IDEA	18,532.40	
		02-0200-1040-0410-000	DUE FROM STATE AND FEDERAL		18,532.40
		Special Aid - To reclassify payment to Centris Group for prepayment of software license and support renewal subscription for the 2009/10 year.			
AJE 17	Posted	02-0200-5200-9900-920	TRANSFER OUT-GENERAL FUND	1,477.00	
		02-0200-2090-0630-570	DUE TO GENERAL FUND		1,477.00
		02-0200-1040-0410-000	DUE FROM STATE AND FEDERAL	1,477.00	
		02-0200-4100-4256-000	FEDERAL SOURCES/IDEA		1,477.00
		Special Aid Fund - To gross up indirect costs for 07/08 611 grant as per amount reported on the FS-10F.			
CAPITAL PROJECTS FUND					
AJE 18	Posted	04-0400-3310-0910-000	UNRESERVED-UNAPPROPRIATED	1,043,097.00	
		04-0400-4090-3289-000	STATE SOURCES/OTHER STATE AID		1,043,097.00
		Capital Fund - To reclass EXCEL Aid from fund balance to proper revenue account.			
AJE 19	Posted	04-0400-2015-0605-000	RETAINAGE PAYABLE	21,849.50	
		04-0400-5170-9800-000	EXPENDITURES/CAPITAL OUTLAY		21,849.50
		Capital Fund - To reverse 6/30/08 retainage payable for GTS Construction.			
AJE 20	Posted	04-0400-5170-9800-000	EXPENDITURES/CAPITAL OUTLAY	8,921.00	
		04-0400-2000-0600-000	ACCOUNTS PAYABLE		8,921.00
		04-0400-5170-9800-000	EXPENDITURES/CAPITAL OUTLAY	121,510.24	
		04-0400-5170-9800-000	EXPENDITURES/CAPITAL OUTLAY	19,974.10	
		04-0400-5170-9800-000	EXPENDITURES/CAPITAL OUTLAY	14,040.84	
		04-0400-2015-0605-000	RETAINAGE PAYABLE		155,525.18
		Capital Fund - To record accounts payable and retainage payable @ 6/30/09.			
AJE 21	Posted	04-0400-3010-0821-000	RESERVED-ENCUMBRANCES	164,446.18	
		04-0400-3310-0910-000	UNRESERVED-UNAPPROPRIATED		164,446.18
		Capital Fund - To reduce encumbrances @ 6/30/09 for amounts recorded as accounts and retainage payable.			
AJE 22	Posted	04-0400-3010-0821-000	RESERVED-ENCUMBRANCES	15,573.95	
		04-0400-3010-0821-000	RESERVED-ENCUMBRANCES	8,729.00	
		04-0400-3010-0821-000	RESERVED-ENCUMBRANCES		12,148.41
		04-0400-3310-0910-000	UNRESERVED-UNAPPROPRIATED		12,154.54
		Capital Fund - To adjust encumbrances @ 6/30/09 for change orders deducts and add.			

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Entry #	Status	Account/Code	Description	Debit	Credit
AJE 23	Posted	04-0400-3310-0910-000	UNRESERVED-UNAPPROPRIATED	866,220.00	
		04-0400-3010-0821-000	RESERVED-ENCUMBRANCES		722,000.00
		04-0400-3010-0821-000	RESERVED-ENCUMBRANCES		144,220.00
		Capital Fund - To increase encumbrances @ 6/30/09 for contracts signed on 6/19/09 with contractors for Cantiague roof project.			
TRUST AND AGENCY FUND					
AJE 24	Posted	08-0800-1000-0202-000	CASH/DENTAL INSURANCE	55,294.46	
		08-0800-2160-TA80-000	OTHER LIABILITIES/MISCELLANEOUS		55,294.46
		T&A Fund: Record dental claim bank a/c held by dental claims administrator.			
TOTALS				5,043,512.65	5,043,512.65