



**SHELTER ISLAND
UNION FREE SCHOOL DISTRICT**

EXTRACLASSROOM ACTIVITY FUNDS
FINANCIAL STATEMENT WITH
INDEPENDENT AUDITOR'S REPORT

June 30, 2011

SHELTER ISLAND UNION FREE SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUNDS
June 30, 2011

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Shelter Island Union Free School District
Shelter Island, New York

We have audited the Shelter Island Union Free School District's (District) extraclassroom activity funds Statement of Cash Receipts and Disbursements for the year ended June 30, 2011. This financial statement is the responsibility of the District's management. Our responsibility is to express an opinion on this financial statement based on our audit.

Except as explained in the following paragraph, 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 of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

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

As described in Note I.B., this financial statement is prepared on the basis of cash receipts and disbursements, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, except for the effects of any adjustments that might have been determined to be necessary had we been able to perform adequate auditing procedures in regard to the receipts referred to in the third paragraph, the aforementioned financial statement presents fairly, in all material respects, the cash transactions of the extraclassroom activity funds of the Shelter Island Union Free School District for the year ended June 30, 2011, on the basis of accounting described in Note I.B.

Cullen & Danowski, LLP

November 9, 2011

SHELTER ISLAND UNION FREE SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUNDS
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
For the Year Ended June 30, 2011

CLUBS	<u>Cash Balance July 1, 2010</u>	<u>Receipts and Transfers</u>	<u>Disbursements and Transfers</u>	<u>Cash Balance June 30, 2011</u>
Class of 2010	\$ 68	\$ 745	\$ 813	\$ -
Class of 2011	7,854	11,262	18,510	606
Class of 2012	2,339	7,942	8,933	1,348
Class of 2013	3,495	2,553	766	5,282
Class of 2014	24	1,459		1,483
Class of 2015	5,761	31,922	37,418	265
Class of 2016	-	17,677	5,932	11,745
Drama Club	13,652	11,827	10,527	14,952
Sailing Club	-	2,357	2,356	1
Science Club	49			49
Student Council	644	946	568	1,022
Yearbook	2,812	16,811	11,557	8,066
Total	<u><u>\$ 36,698</u></u>	<u><u>\$ 105,501</u></u>	<u><u>\$ 97,380</u></u>	<u><u>\$ 44,819</u></u>

SHELTER ISLAND UNION FREE SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUNDS
NOTE TO FINANCIAL STATEMENT
June 30, 2011

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Financial Reporting Entity

The extraclassroom activity funds represent funds of the students of the 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 Net Assets – Fiduciary Funds.

B. Basis of Accounting

The accounts of the extraclassroom activity funds are maintained on a cash basis, and the statement of cash receipts and disbursements reflects only cash received and disbursed. Therefore, 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.

