



# STUDENT ACTIVITY FUNDS

Fiscal year ended June 30, 2023

**Rochester City School District  
Student Activity Funds Report  
For the Fiscal Year Ended June 30, 2023**

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**STUDENT ACTIVITY FUNDS**

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### INDEPENDENT AUDITORS' REPORT

The President and Members of the  
Board of Education of the  
Rochester City School District  
Rochester, New York:

#### Report on the Audit of the Financial Statements

##### *Opinions*

We have audited the cash basis financial statements of the Student Activity Funds (the "Extraclassroom Activity Fund") of the Rochester City School District, New York (the "District"), a component unit of the City of Rochester, New York, as of and for the year ended June 30, 2023, and the related notes to the financial statements, as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the assets and liabilities of the Extraclassroom Activity Fund as of June 30, 2023, and the cash receipts collected and cash disbursements paid for the year then ended in accordance with the cash basis of accounting described in Note 2 to the financial statements.

##### *Basis for Opinions*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("GAAS"). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the 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 audit opinion.

##### *Emphasis of Matter — Basis of Accounting*

We draw attention to Note 2 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 this matter.

##### *Responsibilities of Management for the Financial Statements*

The District's management is responsible for the preparation and fair presentation of the financial statements in accordance with the cash basis of accounting described in Note 2 to the financial statements, 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### ***Auditors' 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 auditors' report that includes our opinion. 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 GAAS 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 GAAS, 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 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 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.

### ***Emphasis of Matter***

As discussed in Note 2, the financial statements of the Extraclassroom Activity Fund is intended to present the cash balances, and the cash receipts collected and cash disbursements paid that are attributable to the transactions of the Extraclassroom Activity Funds. It does not purport to, and does not, present fairly the financial position of the District as of June 30, 2023, and the changes in its financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

*Drescher & Malecki LLP*

December 5, 2023

**ROCHESTER CITY SCHOOL DISTRICT  
ASSETS, LIABILITIES AND NET POSITION – CASH BASIS  
STUDENT ACTIVITY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

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**June 30, 2023**

**Assets**

Cash:

Elementary Schools	\$	12,341
Secondary Schools		121,144
Total Assets	\$	<u>133,485</u>

**Liabilities**

Student Deposits:

Elementary Schools	\$	12,341
Secondary Schools		121,144
Total Liabilities	\$	<u>133,485</u>

**ROCHESTER CITY SCHOOL DISTRICT  
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS  
STUDENT ACTIVITY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

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	<u>June 30, 2023</u>
<b>Receipts</b>	
Elementary Schools	\$ 3,324
Secondary Schools	158,415
Total Receipts	<u>161,739</u>
<b>Disbursements</b>	
Elementary Schools	10,763
Secondary Schools	154,391
Total Disbursements	<u>165,154</u>
<b>Deficit of Receipts Over Disbursements</b>	<u>(3,415)</u>
<b>Cash - Beginning of Year</b>	<u>136,900</u>
<b>Cash - End of Year</b>	\$ 133,485

**ROCHESTER CITY SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
STUDENT ACTIVITY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**1. Description of Operations**

Student Activity Funds are defined by the New York State Education Department as “funds raised other than by taxation, or through charges of a Board of Education, for, by, or in the name of a school, student body or any subdivision thereof.”

Activity funds are raised and expended by student bodies to promote the general welfare, education, and morale of all pupils, and to finance the normal, legitimate extracurricular activities of the student body organization.

The Superintendent of the District has the responsibility and authority to implement all policies and rules pertaining to the supervision and administration of student activity funds in accordance with established policies and rules of the District’s Board of Education.

**2. Summary of Significant Accounting Policies**

**Basis of Accounting**

The transactions of the Student Activity Funds are not considered part of the reporting entity of the Rochester City School District (the District). The transactions of the elementary schools are included in the basic financial statements as they do not meet the definition of fiduciary funds due to the District’s administrative control over such activities. The transactions of secondary schools are reported in the Custodial fund in the basic financial statements of the District in the District’s Statement of Fiduciary Net Position – Fiduciary Funds and Statement of Changes in Fiduciary Net Position – Fiduciary Fund, as of and for the year ended June 30, 2023.

The District prepares its Student Activity Funds financial statements on the cash basis of accounting; consequently, receipts and related assets are recognized when received rather than when earned, and disbursements are recognized when paid rather than when the obligation is incurred.