

LONGWOOD CENTRAL SCHOOL DISTRICT

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

June 30, 2016

LONGWOOD CENTRAL SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUNDS
June 30, 2016

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INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Longwood Central School District
Middle Island, New York

We have audited the accompanying Statement of Cash Receipts and Disbursements of the Longwood Central School District's (District) extraclassroom activity funds for the year ended June 30, 2016, 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 Longwood Central 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 Longwood Central School District for the year ended June 30, 2016, 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 29, 2016

LONGWOOD CENTRAL SCHOOL DISTRICT
EXTRACLASROOM ACTIVITY FUNDS
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
For the Year Ended June 30, 2016

	Cash Balance <u>July 1, 2015</u>	Receipts and Transfers	Disbursements and Transfers	Cash Balance <u>June 30, 2016</u>
Clubs				
Art Club	\$ 987	\$ 1,301	\$ 1,128	\$ 1,160
Auto	629	3,857	4,420	66
Band	3,243	4,678	3,945	3,976
BUTY	769	2,110	637	2,242
Chorus	1,206	1		1,207
Class of 2015	2,433		1,813	620
Class of 2016	2,090	159,255	151,592	9,753
Class of 2017	2,419	25,405	25,763	2,061
Class of 2018	3,297	7,294	8,576	2,015
Class of 2019		4,181	(1,705)	5,886
Cubs	446			446
Environmental Club		1,580	1,165	415
FBLA	494	3,679	3,534	639
Interact	1,833	231	107	1,957
Leo Club		500	500	-
National Honor Society	177	3,351	3,063	465
Newspaper	330		330	-
Outdoor Education	1,160	1,895	2,869	186
SADD	550		550	-
School Store	29,398	22,611	21,537	30,472
Science Olympiad	342		342	-
Student Council	13,866	14,511	13,772	14,605
TRIM	231	630		861
World Lang	654	579	450	783
Yearbook	38,580	41,942	52,250	28,272
Total High School	105,134	299,591	296,638	108,087
Clubs				
Mentoring	1,917		431	1,486
School Store	21,544	48,470	50,079	19,935
Student Council	10,879	19,812	14,561	16,130
Yearbook	17,461	18,350	15,285	20,526
Total Junior High School	51,801	86,632	80,356	58,077
Clubs				
School Store	17,519	16,090	10,806	22,803
Student Government	4,477	65,106	54,414	15,169
Yearbook	909	9,798	9,262	1,445
Total Middle School	22,905	90,994	74,482	39,417
District-Wide Total	\$ 179,840	\$ 477,217	\$ 451,476	\$ 205,581

LONGWOOD CENTRAL SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUNDS
NOTE TO FINANCIAL STATEMENT
June 30, 2016

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 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.

