

SOLVAY UNION FREE SCHOOL DISTRICT

**STATEMENT OF CASH RECEIPTS AND
DISBURSEMENTS OF THE
EXTRACLASSROOM ACTIVITY FUNDS**

June 30, 2018



grossman st. amour

CERTIFIED PUBLIC ACCOUNTANTS PLLC

INDEPENDENT AUDITOR'S REPORT

Board of Education
Solvay Union Free School District
Solvay, New York

Report on the Financial Statement

We have audited the accompanying statement of cash receipts and disbursements of the Extraclassroom Activity Funds of the Solvay Union Free School District for the year ended June 30, 2018, and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Solvay Union Free School District's management is responsible for the preparation and fair presentation of this financial statement in accordance with the cash basis of accounting as described in Note 1; this includes 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 error or fraud.

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 statements are 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 entity'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 entity'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

We were unable to obtain sufficient appropriate audit evidence concerning the completeness of cash receipts recorded, totaling \$113,876 for the year ended June 30, 2018. Accordingly, it was impracticable to extend our audit of such receipts beyond the amounts recorded and we were unable to determine whether any adjustments to these amounts were necessary.

Qualified Opinion

In our opinion, except for possible effects of the matter described in the Basis per Qualified Opinion paragraph, the financial statement referred to in the first paragraph presents fairly, in all material respects, the cash receipts and disbursements of the Extraclassroom Activity Funds of the Solvay Union Free School District for the year ended June 30, 2018, on the basis of accounting described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statement, which describes the basis of accounting. The financial statements are prepared on the cash basis of accounting, which is a comprehensive 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.



Syracuse, New York
September 17, 2018

SOLVAY UNION FREE SCHOOL DISTRICT

Statement of Cash Receipts and Disbursements of the Extraclassroom Activity Funds

Year ended June 30, 2018

Activities	Cash Balance July 1, 2017	Receipts	Disbursements	Cash Balance June 30, 2018
Art Club	\$ 100	\$ 69	\$ 83	\$ 86
Business Club	1,139	11,668	9,842	2,965
Character Education	278	-	30	248
Class of 2018	5,150	10,124	15,274	-
Class of 2019	1,920	9,946	8,344	3,522
Class of 2020	1,748	2,670	2,523	1,895
Class of 2021	-	3,114	1,230	1,884
Science Club	80	-	-	80
Science Olympiad	847	-	-	847
Gay-Straight Alliance	393	509	739	163
Italian Club	177	-	-	177
Key Club	33	2,577	2,570	40
National Hispanic Honor Society	360	-	-	360
National Honor Society	2	-	-	2
Ski Club	211	-	33	178
Solvay Middle School Activity	12,474	27,105	28,381	11,198
Band Club	411	12,411	12,611	211
Spanish Club	36	282	248	70
Choral Club	958	3,634	3,221	1,371
Student Forum	1,682	3,681	3,414	1,949
Student Tutor Mentor Club	2,981	-	306	2,675
Students Against Drunk Driving	458	-	-	458
Technology Club	271	804	-	1,075
United Nations Club	375	-	-	375
Variety Showcase	12,685	17,142	13,218	16,609
iStaff	240	509	537	212
Yearbook Club	8,988	6,417	8,175	7,230
Solvay TRIS	-	924	895	29
Media Graphics Club	-	290	214	76
	<u>\$ 53,997</u>	<u>\$ 113,876</u>	<u>\$ 111,888</u>	<u>\$ 55,985</u>

See Notes to Statement of Cash Receipts and Disbursements.

SOLVAY UNION FREE SCHOOL DISTRICT

Note to Statement of Cash Receipts and Disbursements

1. Significant Accounting Policies

Organization

The Student Extraclassroom Activity Funds of the Solvay Union Free School District represent funds of the students of the School District. The Board of Education exercises general oversight of these funds. Therefore, these funds are included in the Agency Fund of the School District's basic financial statements. The Extraclassroom Activity Funds are independent of the School District with respect to its financial transactions and designation of student management.

New York State Education Law (Title 8. Education Department, Chapter II. Regulations of the Commissioner, Subchapter L. Finance, Part 172) define the activity funds as an organization within a school district whose activities are conducted by students and whose financial support is raised other than by taxation or through charges of the board of education shall be known as an extraclassroom activity and the moneys received by it as Extraclassroom Activity Funds.

Basis of Accounting

The accounts of the Extraclassroom Activity Funds of the Solvay Union Free School District are maintained on the cash basis of accounting, and the statement of cash receipts and disbursements reflects only cash received and disbursed. Therefore, receivables and payables, inventories, long-lived assets and accrued income and expenses, which would be recognized under generally accepted accounting principles, and which may be material in amount, are not recognized in the accompanying statement of cash receipts and disbursements.

2. Taxes

The Student Extraclassroom Activity Funds of the District represent an organization within the School District which is exempt from income taxes. Although the organization is exempt from income taxes, the Extraclassroom activities of the District are not included in the exemption granted to the District from New York State sales tax. As such, unless the activities are deemed not taxable, sales tax must be collected by the organization and remitted to the New York State Department of Taxation and Finance. The Extraclassroom activities are prohibited from using the District's sales tax exemption.