

NEWFANE CENTRAL SCHOOL DISTRICT

EXTRACLASROOM ACTIVITY

JUNE 30, 2017

INDEPENDENT AUDITORS' REPORT

The Board of Education
Newfane Central School District

We have audited the accompanying statement of cash receipts and disbursements of Newfane Central School District (the District) Extraclassroom Activity for the year ended June 30, 2017, and the related notes 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; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of this financial statement 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.

Auditors' 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 auditors' 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

Certain accounting records of Newfane Central School District Extraclassroom Activity accounts were not adequate for us to form an opinion regarding the completeness of cash receipts in the accompanying statement of cash receipts and disbursements stated at \$184,749.

Qualified Opinion

In our opinion, except for the possible effects of the matter discussed in the Basis for Qualified Opinion paragraph, the financial statement referred to in the first paragraph presents fairly, in all material respects, the cash receipts and disbursements of Newfane Central School District Extraclassroom Activity for the year ended June 30, 2017, in accordance with the cash basis of accounting as described in Note 1.

Basis of Accounting

We draw attention to Note 1 of this 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.

Lumsden & McCormick, LLP

October 3, 2017

NEWFANE CENTRAL SCHOOL DISTRICT
Extraclassroom Activity

Statement of Cash Receipts and Disbursements

For the year ended June 30, 2017

<u>Activities</u>	<u>July 1, 2016</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>June 30, 2017</u>
Class Clubs:				
2017	\$ 5,727	\$ 11,546	\$ 17,273	\$ -
2018	3,692	2,948	2,157	4,483
2019	2,115	3,600	2,457	3,258
2020	-	5,136	3,252	1,884
5th Grade Orange Team Club	367	513	725	155
5th Grade Purple Team Club	204	1,688	1,651	241
Band Club	12,667	14,514	14,114	13,067
Blue Team Club	826	-	826	-
Circuit Stompers Club	28	-	28	-
Drama Club - High School	646	-	-	646
Gold Team Club	24	-	24	-
Green Team Club	1,236	11,620	11,222	1,634
Honor Society Club - High School	5	-	-	5
Honor Society Club - Middle School	564	5	282	287
Lego Robotics Club	15	-	15	-
Model UN Club	16	692	552	156
Music Department Student A Club	7,999	30,328	31,092	7,235
Peer Mediation Club	771	2,899	2,942	728
Science Club - High School	265	198	98	365
Science Club - Middle School	20	-	20	-
Silver Team Club	391	1,576	1,607	360
Stage Band	113	2,763	2,095	781
Student Senate Club - High School	4,682	8,949	6,434	7,197
Student Senate Club - Middle School	5,318	19,752	19,213	5,857
Student Senate Club - Elementary School	3,721	34,575	33,273	5,023
Technology & Motorsport	50	25	25	50
Varsity Club	5,256	19,256	22,364	2,148
Yearbook Club	13,108	8,337	17,345	4,100
Sales Tax Account	1,553	3,829	3,506	1,876
	<u>\$ 71,379</u>	<u>\$ 184,749</u>	<u>\$ 194,592</u>	<u>\$ 61,536</u>

NEWFANE CENTRAL SCHOOL DISTRICT
Extraclassroom Activity

Notes to Financial Statement

1. Summary of Significant Accounting Policies

Financial Reporting Entity

Extraclassroom Activity accounts are those operated by and for the students. Proceeds are voluntarily collected by students and are spent by them, as they deem appropriate under established guidelines. The cash balances of the Extraclassroom Activity accounts are included in the financial statements of Newfane Central School District (the District). These amounts are included in the Agency column of the Statement of Fiduciary Net Position.

Basis of Presentation

The District's policy is to prepare the accompanying financial statement on the cash basis of accounting. Consequently, revenues are recognized when received rather than when earned, and expenses are recognized when cash is disbursed rather than when the obligation is incurred.