

BRUNSWICK CENTRAL SCHOOL DISTRICT

**Extraclassroom Activity Funds
Financial Statements
for the Year Ended June 30, 2017
Together with
Independent Auditor's Report**

Bonadio & Co., LLP
Certified Public Accountants

INDEPENDENT AUDITOR’S REPORT

September 11, 2017

To the Board of Education of
Brunswick Central School District:

Report on the Financial Statements

We have audited the accompanying financial statements of the Brunswick Central School District, New York’s Extraclassroom Activities Funds which comprise the statement of cash and fund balance – cash basis as of June 30, 2017, and the related statement of cash receipts and cash disbursements – cash basis for the year then ended, and the related notes to the financial statements.

Management’s Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements 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 fraud or error.

Auditor’s Responsibility

Our responsibility is to express an opinion on these financial statements 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 statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, 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 statements 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 statements.

6 Wembley Court
Albany, New York 12205
p (518) 464-4080
f (518) 464-4087

www.bonadio.com

INDEPENDENT AUDITOR'S REPORT

(Continued)

Auditor's Responsibility (Continued)

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

Insufficient accounting controls are exercised over cash receipts at the point of collection to the time of submission to the Central Treasurer. Accordingly, we were unable to obtain sufficient audit evidence over such receipts beyond the amounts recorded.

Qualified Opinion

In our opinion, except for the possible effects of the matter discussed in the Basis for Qualified Opinion paragraph, the financial statements referred to above present fairly, in all material respects, the cash and fund balance of the Brunswick Central School District, New York's Extraclassroom Activity Funds as of June 30, 2017, and the cash receipts and cash disbursements for the year then ended, in accordance with the cash basis of accounting described in Note 1.

Basis of Accounting

We draw attention to Note 1 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 that matter.

BRUNSWICK CENTRAL SCHOOL DISTRICT

EXTRACLASSROOM ACTIVITY FUNDS

STATEMENT OF CASH AND FUND BALANCE – CASH BASIS

FOR THE YEAR ENDED JUNE 30, 2017

ASSETS

CASH	<u>\$27,853</u>
TOTAL ASSETS	<u>\$27,853</u>

FUND BALANCE

UNRESTRICTED FUND BALANCE	<u>\$27,853</u>
TOTAL FUND BALANCE	<u>\$27,853</u>

The accompanying notes are an integral part of these statements.

BRUNSWICK CENTRAL SCHOOL DISTRICT

**EXTRACLASROOM ACTIVITY FUNDS
STATEMENT OF CASH RECEIPTS AND CASH DISBURSEMENTS - CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2017**

	<i>Cash Balance</i> <i>July 01, 2016</i>	<i>Receipts</i>	<i>Disbursements</i>	<i>Cash Balance</i> <i>June 30, 2017</i>
Class of 2016	\$ 1,013	157	1,170	\$ -
Class of 2017	1,732	14,675	16,030	377
Class of 2018	3,462	3,763	3,947	3,278
Class of 2019	2,487	3,510	2,030	3,967
Class of 2020	-	2,828	835	1,993
French Club	-	21,711	21,530	181
High School Band	279	-	51	228
High School Music	1,432	17,815	16,939	2,308
High School Science	-	191	-	191
High School Senate	1,247	14,449	14,306	1,390
High School Yearbook	2,799	5,806	3,449	5,156
Key Club	151	3,789	3,054	886
Kid's Care	351	464	531	284
MS Music	873	-	66	807
MS Senate	728	1,092	1,273	547
National Honor Society	414	37	250	201
NJHS Grades 7-8	1,601	6,104	6,428	1,277
Olympics of the Visual Arts	404	37	150	291
Russian Club	45	9,432	6,422	3,055
SADD	1,436	1,062	1,087	1,411
Ski Club	11	10,891	10,877	25
TOTAL	<u>\$ 20,465</u>	<u>\$ 117,813</u>	<u>\$ 110,425</u>	<u>\$ 27,853</u>

The accompanying notes are an integral part of these statements.

BRUNSWICK CENTRAL SCHOOL DISTRICT

EXTRACLASROOM ACTIVITY FUNDS NOTES TO FINANCIAL STATEMENTS JUNE 30, 2017

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the Brunswick Central School District's (The District) Extraclassroom Activity Funds are prepared on the cash basis, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The cash basis of accounting, therefore, does not recognize receivables and payables, inventories, long-lived assets, and accrued income and expenses, which would be recognized under accounting principles generally accepted in the United States of America. The more significant principles and policies used by the District are described below.

Reporting Entity

The transactions of the Extraclassroom Activity Funds are included in the reporting entity of the District. Such transactions are included in the combined financial statements of the District and reported in the Trust and Agency Fund as restricted cash and extraclassroom activity fund balance. Exclusion from the District's financial statements, due to their nature and significance of their relationship with the primary government, would cause the reporting entity's financial statements to be misleading or incomplete.

The Extraclassroom Activity Funds of the District represent funds of the students of the District. The Board of Education exercises general oversight of these funds. The Extraclassroom Activity Funds are independent of the District with respect to its financial transactions and the designation of student management. The activities included in this report were formed only for educational and school activity purposes in accordance with District rules and regulations for the conduct, operation, and maintenance of the Extraclassroom Activities.

Cash

The District's cash consist of cash on hand and demand deposits. New York State law governs the District's investment policies. Resources must be deposited in FDIC-insured commercial banks or trust companies located within the State. Permissible investments include obligations of the United States Treasury, United States Agencies, repurchase agreements and obligations of New York State or its localities. Collateral is required for demand and time deposits and certificates of deposit not covered by FDIC insurance. Obligations that may be pledged as collateral are obligations of the United States and its agencies and obligations of New York State or its localities.

Demand deposits at year end were entirely covered by FDIC. At June 30, 2017, cash balances are entirely composed of cash on hand and demand deposit accounts.

Fund Balance

Unrestricted fund balance consists of the portion of fund balance that has not been designated or reserved.