

**WAPPINGERS CENTRAL SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUNDS**

**Financial Statements
as of June 30, 2018
Together with
Independent Auditor's Report**

Bonadio & Co., LLP
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

October 4, 2018

To the Board of Education of the
Wappingers Central School District:

Report on the Financial Statements

We have audited the accompanying financial statements of Wappingers Central School District's Extraclassroom Activities Funds, which comprise the statement of cash and fund balance – cash basis as of June 30, 2018, and the related statement of cash receipts and 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 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

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INDEPENDENT AUDITOR'S REPORT (Continued)

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 as 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 Wappingers Central School District Extraclassroom Activity Funds as of June 30, 2018, and its 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.

**WAPPINGERS CENTRAL SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUNDS**

**STATEMENT OF CASH AND FUND BALANCE - CASH BASIS
JUNE 30, 2018**

ASSETS

RESTRICTED CASH	\$ <u>337,831</u>
TOTAL ASSETS	\$ <u><u>337,831</u></u>

FUND BALANCE

RESTRICTED FUND BALANCE	<u>337,831</u>
TOTAL FUND BALANCE	\$ <u><u>337,831</u></u>

**WAPPINGERS CENTRAL SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUNDS**

**STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS - CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2018**

	Fund Balance <u>July 1, 2017</u>	Cash <u>Receipts</u>	Cash <u>Disbursements</u>	Fund Balance <u>June 30, 2018</u>
ROY C. KETCHAM HIGH SCHOOL				
Business Credits	\$ -	\$ 2,985	\$ 2,567	\$ 418
Class of 2016	37	-	38	(1)
Class of 2017	4,707	1,426	6,133	-
Class of 2018	2,561	55,796	49,092	9,265
Class of 2019	1,916	28,311	30,110	117
Class of 2020	600	1,813	778	1,635
Class of 2021	-	2,101	882	1,219
Chamber Choir est 2010-2011	1,594	23,917	24,305	1,206
Chamber Orchestra	3,753	-	1,406	2,347
English Honor Society	-	415	210	205
FBLA	1,583	5,981	6,816	748
Forensics and Debate Society	51	-	-	51
French Honor Society	-	1,143	727	416
GSA	359	184	501	42
Ketcham Café	3,426	3,590	3,726	3,290
National Honors Society	3,254	2,615	3,815	2,054
Interest	27	-	-	27
Italian Honor Society	1,193	1,810	869	2,134
Jazz Ensemble	40	-	-	40
Masque & Mime	16,952	47,374	44,124	20,202
Masque & Mime Bldg Fund	24,977	-	3,420	21,557
Newspaper	11	-	-	11
Odyssey	439	1,081	528	992
Outdoor Environment	793	917	797	913
Peer Mediation	2,631	-	-	2,631
Portico	10,415	12,923	15,471	7,867
Random Acts of Kindness	-	255	255	-
Interact Rotary	1,483	3,134	3,637	980
SADD	238	-	-	238
Sales Tax Collected	1,580	3,849	4,711	718
Ski Club	565	6,885	5,592	1,858
Spanish Honor Society	-	2,165	209	1,956
Student Council	11,470	39,785	15,840	35,415
Science Olympiad	1,256	445	400	1,301
Teen Club	168	-	-	168
	<u>98,079</u>	<u>250,900</u>	<u>226,959</u>	<u>122,020</u>
Sub-total - R C Ketcham High School	\$ <u>98,079</u>	\$ <u>250,900</u>	\$ <u>226,959</u>	\$ <u>122,020</u>

The accompanying notes are an integral part of these statements.

(Continued)

**WAPPINGERS CENTRAL SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUNDS**

**STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS - CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2018
(Continued)**

	Fund Balance <u>July 1, 2017</u>	Cash <u>Receipts</u>	Cash <u>Disbursements</u>	Fund Balance <u>June 30, 2018</u>
JOHN JAY HIGH SCHOOL				
BSU	\$ -	\$ 560	\$ 365	\$ 195
Class of 2017	1,165	-	1,165	-
Class of 2018	385	65,903	54,838	11,450
Class of 2019	1,459	29,994	30,837	616
Class of 2020	411	2,909	2,454	866
Class of 2021	-	1,214	676	538
Debate Club	1,680	-	255	1,425
Elysium	725	355	645	435
Environmental Club	1,494	329	-	1,823
FBLA	2,058	25,887	26,297	1,648
Fishing Club	-	330	65	265
French Honor Society	-	3,282	2,296	986
Gay/Straight Alliance	50	111	-	161
History Honor Society	-	3,252	4,522	(1,270)
Human Rights	3,539	1,438	751	4,226
Interact	595	4,155	1,665	3,085
Interest	251	141	-	392
Italian Club	1,493	452	642	1,303
JJ Believers	2	246	-	248
JJ Newspaper	351	114	-	465
Link Crew	-	39	-	39
Math Club	6,962	1,568	1,158	7,372
National Honor Society	13,372	15,694	18,983	10,083
Ping Pong Club	712	-	-	712
Proscenium	47,544	33,358	30,735	50,167
Radio Club	2,377	200	-	2,577
Red Cross	-	621	-	621
Renaissance	237	472	394	315
Sales Tax Collected	2,931	8,525	4,558	6,898
Science Olympiad	2,619	1,162	1,361	2,420
Ski Sub-total - John Jay High School	2,687	6,840	6,304	3,223
Spanish Honor Society	4,480	3,551	2,527	5,504
Student Government	9,573	14,184	15,301	8,456
Student Council	-	2,734	2,638	96
Yearbook	11,339	11,735	3,236	19,838
	<u>\$ 120,491</u>	<u>\$ 241,355</u>	<u>\$ 214,668</u>	<u>\$ 147,178</u>

The accompanying notes are an integral part of these statements.

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**WAPPINGERS CENTRAL SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUNDS**

**STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS - CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2018**

(Continued)

	Fund Balance <u>July 1, 2017</u>	Cash <u>Receipts</u>	Cash <u>Disbursements</u>	Fund Balance <u>June 30, 2018</u>
MIDDLE SCHOOLS:				
Wappingers Junior High School				
Arts Integration	\$ 240	\$ 3,008	\$ 1,847	\$ 1,401
Civility Counts	175	1,002	985	192
Drama	10,444	10,630	10,748	10,326
Drama - Money Market	12,500	-	-	12,500
SADD Club	-	2,081	1,363	718
Sales tax account	390	928	698	620
Ski Club	6	2,969	2,970	5
Student Government	8,415	34,691	39,997	3,109
Student Government - Money Market	12,785	-	-	12,785
	<u>\$ 44,955</u>	<u>\$ 55,309</u>	<u>\$ 58,608</u>	<u>\$ 41,656</u>
Sub-total - Wappingers Middle School	<u>\$ 44,955</u>	<u>\$ 55,309</u>	<u>\$ 58,608</u>	<u>\$ 41,656</u>
Van Wyck Junior High School				
Drama	\$ 9,573	\$ 11,346	\$ 9,797	\$ 11,122
Jazz	395	32,210	31,231	1,374
Sales Tax	19	203	208	14
Ski Club	2,209	-	2,209	-
Student Government	15,961	6,844	8,338	14,467
	<u>\$ 28,157</u>	<u>\$ 50,603</u>	<u>\$ 51,783</u>	<u>\$ 26,977</u>
Sub-total - Van Wyck Junior High	<u>\$ 28,157</u>	<u>\$ 50,603</u>	<u>\$ 51,783</u>	<u>\$ 26,977</u>
Total All Middle Schools	\$ 73,112	\$ 105,912	\$ 110,391	\$ 68,633
Total High Schools	<u>\$ 218,570</u>	<u>\$ 492,255</u>	<u>\$ 441,627</u>	<u>\$ 269,198</u>
Total All Schools	<u>\$ 291,682</u>	<u>\$ 598,167</u>	<u>\$ 552,018</u>	<u>\$ 337,831</u>

The accompanying notes are an integral part of these statements.

WAPPINGERS CENTRAL SCHOOL DISTRICT EXTRACLASSROOM ACTIVITY FUNDS

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the Wappingers Central School District's (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 balances. 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, demand deposits, savings accounts and short-term certificates of deposit with original maturities of three months or less from the date of acquisition. 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 and savings accounts were entirely covered by FDIC insurance or collateralized in trust companies located within the State at June 30, 2018.

Fund Balance

Restricted fund balance consists of the restricted cash for the Extraclassroom activities of the District.