



EXTRACLASSROOM ACTIVITY FUNDS
FINANCIAL STATEMENT WITH
INDEPENDENT AUDITOR'S REPORTS

June 30, 2019

NORTH SHORE CENTRAL SCHOOL DISTRICT
EXTRACLASROOM ACTIVITY FUNDS
June 30, 2019

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INDEPENDENT AUDITOR'S REPORT

To the Board of Education
North Shore Central School District
Sea Cliff, New York

We have audited the accompanying Statement of Cash Receipts and Disbursements of the North Shore Central School District's (District) extraclassroom activity funds for the year ended June 30, 2019, 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.; this includes determining that the cash basis of accounting is an acceptable basis for the presentation of the 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.

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 cash receipts records of the student clubs within the extraclassroom activity funds of the North Shore Central School District were not adequate to permit the application of adequate auditing procedures to indicate whether the receipts recorded represent all receipts collected by the clubs.

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 North Shore Central School District for the year ended June 30, 2019, 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

December 3, 2019

NORTH SHORE CENTRAL SCHOOL DISTRICT
EXTRACLASROOM ACTIVITY FUNDS
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
For the Year Ended June 30, 2019

	Cash Balance <u>July 1, 2018</u>	Receipts and <u>Transfers</u>	Disbursements and <u>Transfers</u>	Cash Balance <u>June 30, 2019</u>	Increase (Decrease) From <u>Prior Year</u>
North Shore High School					
Advocates Human Rights	\$ 146	\$	\$	\$ 146	\$ -
Animal Advocates	573	251	824		(573)
Band Music	9,800	70,834	3,478	77,156	67,356
Class of 2017	2,513		2,513		(2,513)
Class of 2018	1,648		1,648		(1,648)
Class of 2019	11,696	32,851	42,985	1,562	(10,134)
Class of 2020	5,314	40,760	33,418	12,656	7,342
Class of 2021	2,107	8,086	5,828	4,365	2,258
Class of 2022		10,142	1,642	8,500	8,500
Dance Club	4,199	4,172	1,994	6,377	2,178
Debate	1,169		540	629	(540)
Environmental Club	186		41	145	(41)
Fashion Club	543	64	143	464	(79)
Foreign Exchange Program	26,417	212,589	192,907	46,099	19,682
Food Club	118	214	179	153	35
French Club	512			512	-
GSA	947		6	941	(6)
Interact Club	5,260	825	2,261	3,824	(1,436)
Italian Club	316		116	200	(116)
Mosaic Club	462			462	-
Mu Alpha Theta		762	19	743	743
National Art Honor Society	768	466	567	667	(101)
NSHS Peer Aids		279	218	61	61
Rho Kappa NHS		181	181	-	-
Robotics Club	375		358	17	(358)
School Store	2,878	3,284	2,571	3,591	713
SGO	43,784	2,348	1,901	44,231	447
Ski	4,192	23,094	26,286	1,000	(3,192)
Spanish Club	99			99	-
Taliesin/Yearbook	17,112	5,918	9,050	13,980	(3,132)
Tri-M Honor Society	5,052	3,620	2,299	6,373	1,321
Varsity	18,905	179,815	177,888	20,832	1,927
V. Key	773	8,951	8,448	1,276	503
V. Masquers/Drama	32,561	3,265	12,277	23,549	(9,012)
Viking View	8,262	172	500	7,934	(328)
World Language Honor Society	11			11	-
Total - North Shore High School	\$ 208,698	\$ 612,943	\$ 533,086	\$ 288,555	\$ 79,857

NORTH SHORE CENTRAL SCHOOL DISTRICT
EXTRACLASROOM ACTIVITY FUNDS
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS (Continued)
For the Year Ended June 30, 2019

	Cash Balance <u>July 1, 2018</u>	Receipts and <u>Transfers</u>	Disbursements and <u>Transfers</u>	Cash Balance <u>June 30, 2019</u>	Increase (Decrease) From <u>Prior Year</u>
North Shore Middle School					
6th Grade Board	\$ 2,396	\$ 1,697	\$ 4,093	\$ -	\$ (2,396)
7th Grade Board	2,689	2,396	3,571	1,514	(1,175)
8th Grade Board	6,401	4,891	9,196	2,096	(4,305)
Art Club	32			32	-
FACS/E3 Club	294			294	-
French Club	82			82	-
GSA	265			265	-
Intramurals	2,999	495	581	2,913	(86)
Italian Club	1,157			1,157	-
Mandarin Club	507			507	-
Mathletes	7			7	-
Middle School Play	163	225	377	11	(152)
Newspaper Club	6			6	-
Organic Gardening Club	394		65	329	(65)
SADD	79			79	-
School Store	641	30	19	652	11
Ski	4,971	21,195	21,583	4,583	(388)
Spanish Club	198			198	-
Student Council	5,365	13,869	10,686	8,548	3,183
Video Film Club	101			101	-
Yearbook	255	1,382	651	986	731
Total - North Shore Middle School	<u>29,002</u>	<u>46,180</u>	<u>50,822</u>	<u>24,360</u>	<u>\$ (4,642)</u>
Total - All Schools	<u>\$ 237,700</u>	<u>\$ 659,123</u>	<u>\$ 583,908</u>	<u>\$ 312,915</u>	<u>\$ 75,215</u>

NORTH SHORE CENTRAL SCHOOL DISTRICT
EXTRACLASROOM ACTIVITY FUNDS
NOTE TO FINANCIAL STATEMENT
June 30, 2019

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.

