

MATTITUCK-CUTCHOGUE UNION FREE SCHOOL

**Extraclassroom Activity Funds Statements as of
June 30, 2020
Together with Independent
Auditor's Report**

Bonadio & Co., LLP
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

October 13, 2020

To the Board of Education of
Mattituck-Cutchogue Union Free School District

Report on the Financial Statements

We have audited the accompanying financial statements of Mattituck-Cutchogue Union Free School District's Extraclassroom Activity Funds which comprise the statement of cash and fund balance – cash basis, as of June 30, 2020 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 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 fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions 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 audit opinions.

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 balances of the Mattituck-Cutchogue Union Free School District's Extraclassroom Activity Funds as of June 30, 2020, and the cash receipts and cash disbursements for the year then ended, in accordance with the cash basis of accounting as described in Note 1.

Emphasis of Matters*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.

Reporting Entity

As discussed in Note 1, the financial statements of the Mattituck-Cutchogue Union Free School District's Extraclassroom Activity Fund are intended to present only that portion of the agency activities of Mattituck-Cutchogue Union Free School District that are attributable to the transactions of the Extraclassroom Activity Funds. They do not purport to, and do not, present fairly the financial position of Mattituck-Cutchogue Union Free School District as of June 30, 2020 and, the changes in its financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

MATTITUCK-CUTCHOGUE UNION FREE SCHOOL DISTRICT

Statements of Cash and Fund Balances - Cash Basis

June 30, 2020

ASSETS

Cash \$ 160,859

TOTAL ASSETS \$ 160,859

FUND BALANCES

Fund Balances \$ 160,859

TOTAL FUND BALANCES \$ 160,859

The accompanying notes are an integral part of these financial statements.

**MATTITUCK-CUTCHOGUE UNION FREE SCHOOL DISTRICT
EXTRACLASROOM ACTIVITY FUNDS**

**Statement of Cash Receipts and Cash Disbursements-Cash Basis
For the Year Ended June 30, 2020**

	Fund Balance		Cash	Fund Balance
	July 1, 2019	Cash Receipts	Disbursements	June 30, 2020
Class of 2023	\$ 1,684	\$ 431	\$ -	\$ 2,115
Class of 2024	3,040	43,395	12,704	33,731
Class of 2019	4,978	6,677	9,536	2,119
Class of 2020	2,230	53,417	24,843	30,804
Class of 2021	5,419	-	1,600	3,819
Class of 2022	1,279	-	-	1,279
HS Store	8,203	41,470	38,794	10,879
DECA Club	460	14,759	12,976	2,243
Elem Music Trips	44	3,507	1,348	2,203
Art Partners	514	2,337	1,785	1,066
Music in the Parks	915	-	-	915
Jazz Ensemble	3,779	1,680	1,200	4,259
NYSSMA	120	2,656	-	2,776
Music Honor Society	410	-	-	410
School Play/Variety Show	3,608	-	-	3,608
LOTE & SP Trip	803	490	583	710
CE Student Council	17,890	7,809	3,880	21,819
HS Student Council	18,230	17,087	12,503	22,814
Yearbook	12,060	7,190	5,960	13,290
	<u>12,060</u>	<u>7,190</u>	<u>5,960</u>	<u>13,290</u>
Total	<u>\$ 85,666</u>	<u>\$ 202,905</u>	<u>\$ 127,712</u>	<u>\$ 160,859</u>

The accompanying notes are an integral part of these statements.

**MATTITUCK-CUTCHOQUE UNION FREE SCHOOL DISTRICT
EXTRACLASROOM ACTIVITY FUNDS**

**Notes to Basic Financial Statements
June 30, 2020**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the Extraclassroom Activity Funds of Mattituck-Cutchoque Union Free School District (the District) are prepared on the cash basis, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States. 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. 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 Mattituck-Cutchoque Union Free School District. Such transactions are included in the basic financial statements of the District and reported in the Trust and Agency Fund as cash and extraclassroom activity fund 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 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 consists 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, 2020, they are entirely composed of cash on hand and demand deposit accounts. All deposits are carried at cost, which equals market.

Equity Classifications – Fund Balance

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