

LAFAYETTE CENTRAL
SCHOOL DISTRICT

EXTRACLASSROOM
ACTIVITY FUND

For the Year Ended
June 30, 2016

**LAFAYETTE CENTRAL SCHOOL DISTRICT
TABLE OF CONTENTS**

	<u>Page</u>
EXTRACLASSROOM ACTIVITY FUND	
Independent Auditor's Report	1-2
Statement of Assets, Liabilities, and Fund Equity – Cash Basis	3
Statement of Revenues, Expenditures, and Changes in Fund Equity – Cash Basis	4
Notes to Financial Statements	5
Supplemental Schedules of Cash Receipts and Disbursements – Cash Basis	6-7

D'Arcangelo & Co., LLP

Certified Public Accountants & Consultants

200 E. Garden St., P.O. Box 4300, Rome, N.Y. 13442-4300
315-336-9220 Fax: 315-336-0836

Independent Auditor's Report

To the Board of Education of
LaFayette Central School District

We have audited the accompanying financial statements of the Extraclassroom Activity Fund of Lafayette Central School District, which comprise the statement of assets, liabilities, and fund equity - cash basis as of June 30, 2016, and the related statement of revenues, expenditures, and changes in fund equity - 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 misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Fund'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 Fund'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 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, it was impracticable to extend our audit of such receipts beyond the amounts recorded.

Qualified Opinion

In our opinion, except for the effects of any adjustments which might have resulted had the cash collections referred to above been susceptible to satisfactory audit tests, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, and fund equity - cash basis of the Extraclassroom Activity Fund of Lafayette Central School District at June 30, 2016, and its revenues, expenditures, and changes in fund equity - cash basis for the year then ended on the 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.

Other Matter

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplemental schedules on pages 6 through 7 are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, except for the effects of any adjustments that might have been determined to be necessary had we been able to perform adequate auditing procedures in regard to the receipts referred to in the third preceding paragraph, the information is fairly stated in all material respects in relation to the financial statements as a whole.

D'Arcangelo + Co., LLP

October 10, 2016

Rome, New York

**LAFAYETTE CENTRAL SCHOOL DISTRICT
EXTRACLASROOM ACTIVITY FUND
STATEMENT OF ASSETS, LIABILITIES, AND FUND EQUITY – CASH BASIS
June 30, 2016**

<u>Assets</u>	
Cash	\$ <u>98,284</u>
<u>Total Assets</u>	\$ <u>98,284</u>
<u>Liabilities and Fund Equity</u>	
<u>Fund Equity</u>	
Assigned	\$ <u>98,284</u>
Total Fund Equity	<u>98,284</u>
<u>Total Liabilities and Fund Equity</u>	\$ <u>98,284</u>

The Accompanying Notes are an Integral Part of These Financial Statements.

**LAFAYETTE CENTRAL SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY – CASH BASIS
For the Year Ended June 30, 2016**

Revenues	
Charges for Services, Sale of Property, and Miscellaneous	\$ 113,324
Total Revenues	<u>113,324</u>
Expenditures	
Instruction - Club Activities	<u>98,966</u>
Total Expenditures	<u>98,966</u>
Excess Revenues Over Expenditures	14,358
<u>Fund Equity, Beginning of Year</u>	<u>83,926</u>
<u>Fund Equity, End of Year</u>	<u>\$ 98,284</u>

The Accompanying Notes are an Integral Part of These Financial Statements.

**LAFAYETTE CENTRAL SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUND
NOTES TO FINANCIAL STATEMENTS
For the Year Ended June 30, 2015**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Operations

The transactions of the Extraclassroom Activity Funds are not considered part of the reporting entity of LaFayette Central School District. The related year-end cash balances are shown as part of the LaFayette Central School District's Fiduciary Fund with an offsetting liability.

The Board of Education makes rules and regulations for the conduct, operation, and maintenance of the Extraclassroom Activity Fund and for the safeguarding, accounting, and auditing of all monies received and derived therefrom.

Basis of Accounting

The accounts of the Extraclassroom Activity Funds of LaFayette Central School District are maintained on the cash basis of accounting. The cash basis of accounting is a comprehensive basis of accounting other than U.S. generally accepted accounting principles. Under this basis of accounting, revenues are recognized when cash is received, and expenditures are recognized when cash is disbursed.

Fund Equity Assigned

Fund equity includes amounts that are constrained by the Extraclassroom Activity Funds of LaFayette Central School District's intent to be used for specific purposes of the respective activity, but are neither restricted nor committed.

Cash and Cash Equivalents

The Fund's cash and cash equivalents consist of cash on hand, demand deposits, and short-term investments with original maturities of three months or less from date of acquisition. New York State law governs the School District's investment policies. Resources must be deposited in Federal Deposit Insurance Corporation (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 the State and its municipalities and Districts.

2. CUSTODIAL CREDIT RISK

Custodial credit risk is the risk that in the event of a bank failure, the Fund's deposits may not be returned to it. As of June 30, 2016, the School District's extraclassroom bank balances of \$105,445 were covered by FDIC.

LAFAYETTE CENTRAL SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUND
SUPPLEMENTAL SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - CASH BASIS
For the Year Ended June 30, 2016

Activities	Cash and Fund Equity 07/01/2015	Cash Receipts	Cash Disbursements	Cash and Fund Equity 06/30/2016
High School				
Achievement	\$ 5,188	\$ 825	\$ 1,590	\$ 4,423
After Prom	1,099	2,365	3,163	301
Athletics	(135)	863	797	(69)
JH Band	1,720			1,720
SH Band	2,075	14	118	1,971
V. Baseball	137	3,336	4,386	(913)
V. Basketball	125	9,167	9,122	170
Big Picture	1,522	7,091	3,695	4,918
Cheerleading	196			196
Chef's Club	64			64
Chorus	1,830		55	1,775
Class of 2012	91			91
Class of 2014	1,032			1,032
Class of 2015	165			165
Class of 2016	(417)	1,026	605	4
Class of 2017	3,512	5,292	7,709	1,095
Class of 2018	1,879	2,059	995	2,943
Class of 2019	1,928	1,200	1,406	1,722
Class of 2020	2,067	2,059	1,396	2,730
Class of 2021	3,359	1,200	1,406	3,153
Drama	13,801	1,431	5,112	10,120
Garlic Project	1,277	121	325	1,073
Jr. Honor Society	2,695	3,001	3,192	2,504
National Honor Society	1,174	166	230	1,110
Outdoor Ed	41	129		170
V. Softball		200		200
Science Olympiad		200	200	
Spanish Club	836	250	477	609
Student Council	9,962	3,998	3,727	10,233
Teen Institute	260	200	195	265
Volleyball	501			501
Yearbook Account	7,681	15,458	14,642	8,497
Total High School	65,665	61,651	64,543	62,773

(Continued)

See Independent Auditor's Report

LAFAYETTE CENTRAL SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUND
SUPPLEMENTAL SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - CASH BASIS
For the Year Ended June 30, 2016
(Continued)

Activities	Cash and Fund Equity 07/01/2015	Cash Receipts	Cash Disbursements	Cash and Fund Equity 06/30/2016
Elementary School/ONS				
Bridges (ONS)	3,627			3,627
Box Tops for Education		278	92	186
Edu Share (ONS)	686			686
Grade 6-8 (ONS)	1,276	20,868	15,371	6,773
Incentive (ONS)	1,286			1,286
Yearbook (ONS)	1,651			1,651
Grade K-3	273	3,198	2,638	833
Grade 4-6	414	782	1,085	111
Grade 6	1,618	5,355	5,322	1,651
Council PE	1,078			1,078
Yearbook	(449)	1,613	1,662	(498)
Kids	3,101	14,644	3,860	13,885
Student Council	3,700	4,935	4,393	4,242
Total Elementary School/ONS	18,261	51,673	34,423	35,511
Grand Total	\$ 83,926	\$ 113,324	\$ 98,966	\$ 98,284

See Independent Auditor's Report