

VALLEY CENTRAL SCHOOL DISTRICT

**Extraclassroom Activity Funds Statements as of
June 30, 2022
Together with
Independent Auditor's Report**

INDEPENDENT AUDITOR'S REPORT

October 7, 2022

To the Board of Education of
Valley Central School District:

Qualified Opinion

We have audited the accompanying cash basis financial statements of Valley Central School District (the School District) Extraclassroom Activities Funds, which comprise the statement of cash and fund balance – cash basis as of June 30, 2022, 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.

In our opinion, except for the possible effects of the matter discussed in the Basis for Qualified Opinion section of our report, the financial statements referred to in the first paragraph present fairly, in all material respects, the cash and fund balances of the Extraclassroom Activity Funds of the Valley Central School District as of June 30, 2022, and its cash receipts and cash disbursements for the year then ended, in accordance with the cash basis of accounting as described in Note 1.

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.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the School District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

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.

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INDEPENDENT AUDITOR'S REPORT

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Responsibilities of Management 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 Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the School District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

VALLEY CENTRAL SCHOOL DISTRICT

EXTRACLASSROOM ACTIVITY FUNDS

STATEMENT OF CASH AND FUND BALANCE – CASH BASIS

JUNE 30, 2022

ASSETS

Cash – restricted \$232,386

TOTAL ASSETS \$232,386

FUND BALANCE

Fund balance - restricted \$232,386

TOTAL FUND BALANCE \$232,386

The accompanying notes are an integral part of these statements.

VALLEY CENTRAL SCHOOL DISTRICT

**EXTRACLASSROOM ACTIVITY FUNDS
STATEMENT OF CASH RECEIPTS AND CASH DISBURSEMENTS - CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2022**

	<i>Cash balance July 1, 2021</i>	<i>Cash Receipts</i>	<i>Cash Disbursements</i>	<i>Cash Balance June 30, 2022</i>
High School:				
Class of 2021	\$ 1,805	\$ -	\$ 1,735	\$ 70
Class of 2022	2,547	41,803	38,577	5,773
Class of 2023	669	20,558	15,903	5,324
Class of 2024	-	14,072	12,548	1,524
Class of 2025	-	15,186	13,085	2,101
English Honor Society (VCNEHS)	1,413	3,110	3,090	1,433
Environmental Club	118	-	-	118
FBLA	26,530	8,331	21,197	13,664
For the Animals	31	967	969	29
French (Honor Society)	122	356	75	403
GLSEN	3	-	-	3
Gradus Honoris	19,346	6,342	17,737	7,951
History Honor Society	3,237	1,370	910	3,697
Interact	311	-	-	311
Math Honor Society	480	175	198	457
Music Product	11,017	52,638	47,351	16,304
National Art Society (NART)	2,540	3,475	4,173	1,842
NYS Sales Tax	1,088	7,243	2,960	5,371
Peer Leaders	794	-	794	-
Photography (Photo Club)	236	435	-	671
Revelations	857	1,620	603	1,874
Science Honor Society	651	460	407	704
Science Olympiad	339	386	24	701
Science Research	7,124	4,645	4,552	7,217
Senior Scholarship Account	9,000	-	9,000	-
Set Design Club	1,806	-	-	1,806
SGA	5,637	17,260	10,190	12,707
Shakespeare Club	645	1,555	1,405	795
Spanish (Honor Society)	35	1,477	1,512	-
Special Olympics	1,382	-	-	1,382
Student Government	6,002	2,347	2,673	5,676
Varsity	28,074	73,342	64,059	37,357
VASA (VC Dream)	8,607	782	3,510	5,879
VC Slopes	5	-	5	-
Viking Voice	1,424	-	-	1,424
Volunteer (Club)	481	1,557	1,549	489
We Inspire Strength (WISE)	223	-	81	142
Yearbook	688	8,534	8,908	314
Total High School	\$ 145,267	\$ 290,026	\$ 289,780	\$ 145,513
Elementary & Middle School:				
Berea Elementary	\$ 11,597	\$ -	\$ 5,625	\$ 5,972
East Coldenham Elementary	5,156	-	3,696	1,460
Montgomery Elementary	19,598	-	6,000	13,598
Walden Elementary	32,355	744	8,415	24,684
Middle School	23,235	48,760	30,836	41,159
Total Elementary & Middle School	\$ 91,941	\$ 49,504	\$ 54,572	\$ 86,873
TOTAL	\$ 237,208	\$ 339,530	\$ 344,352	\$ 232,386

The accompanying notes are an integral part of these statements.

VALLEY CENTRAL SCHOOL DISTRICT

EXTRACLASSROOM ACTIVITY FUNDS NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the Valley Central School District's (the School 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. 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 School District are described below.

Reporting Entity

The transactions of the Extraclassroom Activity Funds are included in the reporting entity of the School District. Such transactions are included in the basic financial statements of the School District and reported in the Miscellaneous Special Revenue Fund as restricted cash and extraclassroom activity balances. Exclusion from the School 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 School District. The Board of Education exercises general oversight of these funds. The activities included in this report were formed only for educational and school activity purposes in accordance with School District rules and regulations for the conduct, operation, and maintenance of the Extraclassroom Activities.

Cash

The School District's cash consists of cash on hand and demand deposits. New York State law governs the School 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, 2022, demand deposits are entirely composed of cash on hand and demand deposit accounts. All deposits are carried at cost, which equals market.

Fund Balance

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