

**GILBOA-CONESVILLE CENTRAL SCHOOL DISTRICT**

**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**

December 28, 2020

To the Board of Education of  
Gilboa-Conesville Central School District:

### **Report on the Financial Statements**

We have audited the accompanying cash basis financial statements of Gilboa-Conesville Central School District (School District) Extraclassroom Activities 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 as 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.

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## **INDEPENDENT AUDITOR'S REPORT**

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### **Auditor's Responsibility (Continued)**

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**

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 Extraclassroom Activity Funds of the Gilboa-Conesville Central School District as of June 30, 2020, 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.

**GILBOA-CONESVILLE CENTRAL SCHOOL DISTRICT**

**EXTRACLASSROOM ACTIVITY FUNDS**

**STATEMENT OF CASH AND FUND BALANCE – CASH BASIS**

**JUNE 30, 2020**

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**ASSETS,**

CASH AND CASH EQUIVALENTS \$64,452

TOTAL ASSETS \$64,452

**FUND BALANCE**

RESTRICTED FUND BALANCE \$64,452

The accompanying notes are an integral part of these statements.

**GILBOA-CONESVILLE CENTRAL SCHOOL DISTRICT**

**EXTRACLASROOM ACTIVITY FUNDS  
STATEMENT OF CASH RECEIPTS AND CASH DISBURSEMENTS - CASH BASIS  
FOR THE YEAR ENDED JUNE 30, 2020**

	<i>Cash balance</i> <u>July 1, 2019</u>	<i>Receipts</i>	<i>Disbursements</i>	<i>Cash Balance</i> <u>June 30, 2020</u>
Art Club	\$ 51	\$ 148	\$ 100	\$ 99
Band/Chorus	2,282	5,180	3,113	4,349
Class of 2020	12,619	4,041	16,660	-
Class of 2021	2,134	10,755	4,809	8,080
Class of 2022	8,567	4,107	1,727	10,947
Class of 2023	1,740	1,471	1,036	2,175
Class of 2024	823	1,278	1,946	155
Class of 2025	-	659	355	304
Code Six	1,118	3,032	2,333	1,817
Drama Club	3,835	3,360	3,957	3,238
FCCLA	140	11,913	9,933	2,120
Honor Society	801	225	504	522
National Honor Society	339	195	-	534
Pep Club	1,403	1,702	75	3,030
SADD	527	-	-	527
Student Council	2,648	121	120	2,649
Yearbook	14,628	7,198	1,502	20,324
Bank Charge	-	72	72	-
Interest Earned	47	5	-	52
Sales Tax Account	4,680	1,987	3,137	3,530
<b>TOTAL</b>	<u>\$ 58,382</u>	<u>\$ 57,449</u>	<u>\$ 51,379</u>	<u>\$ 64,452</u>

The accompanying notes are an integral part of these statements.

# GILBOA-CONESVILLE CENTRAL SCHOOL DISTRICT

## EXTRACLASSROOM ACTIVITY FUNDS NOTES TO FINANCIAL STATEMENTS JUNE 30, 2020

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### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### **Basis of Accounting**

The financial statements of the Gilboa-Conesville Central School District's (the District) Extraclassroom Activity Funds (the 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 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 basic 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 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 and Cash Equivalents**

The District's cash consists 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, savings accounts and short-term certificates of deposit at year-end were entirely covered by FDIC insurance or deposited in trust companies located within the State. At June 30, 2020, cash and cash equivalents are entirely composed of demand deposit accounts, savings accounts, and certificates of deposit.

#### **Fund Balance**

Fund balance is restricted for use of the extraclassroom activity funds.