

RUSH - HENRIETTA CENTRAL SCHOOL DISTRICT

EXTRACLASSROOM ACTIVITY FUNDS

FINANCIAL REPORT

For Year Ended June 30, 2022



MENGEL METZGER BARR & CO. LLP

Certified Public Accountants

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INDEPENDENT AUDITORS' REPORT

To the Board of Education
Rush-Henrietta Central School District, New York

Qualified and Unmodified Opinions

We have audited the accompanying statement of cash receipts and disbursements of the Extraclassroom Activity Funds of the Rush-Henrietta Central School District for the year ended June 30, 2022 and the related notes to the financial statement.

Qualified Opinion

In our opinion, except for the possible effects of the matter discussed in the basis for qualified opinion paragraph, the financial statement referred to in the first paragraph presents fairly, in all material respects, the cash receipts and disbursements of the Extraclassroom Activity Funds of Rush-Henrietta Central School District for the year ended June 30, 2022, in accordance with the cash basis of accounting as described in Note 1.

Basis for Qualified Opinion

Internal accounting controls are limited over the cash receipts from 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.

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 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.

Responsibility of Management for the Statement of Cash Receipts and Disbursements

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; and for determining that the cash basis of accounting is an acceptable basis for the preparation 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 the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor Responsibilities for the Audit of the Financial Statement

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 opinions. 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 GAAS 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 GAAS, 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.
- Obtain an understanding of internal control relevant to the audit 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, no such opinion is expressed.
- 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 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.

Mengel, Metzger, Barw & Co. LLP

Rochester, New York
November 30, 2022

RUSH - HENRIETTA CENTRAL SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUNDS
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
For Year Ended June 30, 2022

<u>High School:</u>	<u>Cash Balance</u> <u>July 01, 2021</u>	<u>Receipts</u>	<u>Disburse-</u> <u>ments</u>	<u>Cash Balance</u> <u>June 30, 2022</u>
Class of 2021	\$ 427	\$ 129	\$ 556	\$ -
Class of 2022	4,826	17,323	22,087	62
Class of 2023	785	18,054	17,134	1,705
Class of 2024	-	2,573	917	1,656
AALL	506	-	-	506
American Red Cross	-	314	314	-
DECA	8,461	10,259	16,386	2,334
Dramatics/Thespians	21,691	40,781	31,153	31,319
Gay Straight Alliance	63	-	-	63
German Club	3,092	3,676	3,140	3,628
Model U.N.	1,624	-	1,624	-
National Honor Society	175	1,075	999	251
Natural Helpers	457	781	786	452
Quebec Trip	276	-	-	276
Radio	593	-	-	593
Robotics	406	2,362	2,338	430
Ski Club	470	2,640	3,100	10
Spanish Club	492	-	-	492
Student Council	8,684	4,839	7,809	5,714
Sustainable Garden Club	1,342	522	285	1,579
Vocal Music	860	496	674	682
Women Empowerment	104	-	-	104
Yearbook	10,905	7,179	105	17,979
Total High School	<u>\$ 66,239</u>	<u>\$ 113,003</u>	<u>\$ 109,407</u>	<u>\$ 69,835</u>

	Cash Balance		Disburse-	Cash Balance
<u>Burger Middle School:</u>	<u>July 01, 2021</u>	<u>Receipts</u>	<u>ments</u>	<u>June 30, 2022</u>
Bookstore	\$ 2,549	\$ 446	\$ 344	\$ 2,651
German Club	998	586	1,372	212
NYC Spanish	325	-	-	325
Outdoors Club	448	7,568	7,297	719
Ski Club	2,274	9,633	10,262	1,645
Footlight	5,520	4,787	3,638	6,669
Student Council	13,026	9,556	9,472	13,110
Washington Trip	8,250	-	-	8,250
Yearbook	5,346	1,435	1,002	5,779
Total Burger Middle School	<u>\$ 38,736</u>	<u>\$ 34,011</u>	<u>\$ 33,387</u>	<u>\$ 39,360</u>
<u>Roth Middle School:</u>				
Bookstore	\$ 1,254	\$ -	\$ 1,254	\$ -
Drama/Musical	4,236	5,319	5,483	4,072
Foreign Language	2,472	-	-	2,472
Global Travelers	-	-	-	-
Music Club	3,585	4,568	4,872	3,281
National Jr. Honor	1,709	2,502	1,969	2,242
Octoberschulfest	175	-	-	175
Ski Club	686	960	775	871
Student Council	3,278	1,768	339	4,707
Washington Trip	2,788	-	-	2,788
NYC Spanish Trip	500	-	-	500
PBIS	1,899	2,215	573	3,541
Vermont	776	-	-	776
WEB	3	-	3	-
Yearbook	421	-	-	421
Total Roth Middle School	<u>\$ 23,782</u>	<u>\$ 17,332</u>	<u>\$ 15,268</u>	<u>\$ 25,846</u>
Fyle Elementary:	<u>\$ 5,430</u>	<u>\$ 1,348</u>	<u>\$ 6,778</u>	<u>\$ -</u>
Leary Elementary:	<u>\$ 6,695</u>	<u>\$ 1,801</u>	<u>\$ 3,727</u>	<u>\$ 4,769</u>
Vollmer Elementary	<u>\$ 9,999</u>	<u>\$ 1,047</u>	<u>\$ 1,081</u>	<u>\$ 9,965</u>
GRAND TOTAL	<u><u>\$ 150,881</u></u>	<u><u>\$ 168,542</u></u>	<u><u>\$ 169,648</u></u>	<u><u>\$ 149,775</u></u>

(See accompanying notes to financial statement)

RUSH - HENRIETTA CENTRAL SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUNDS
NOTES TO FINANCIAL STATEMENT

June 30, 2022

(Note 1) Accounting Policy:

The transactions of the Extraclassroom Activity Funds are considered part of the reporting entity of the Rush-Henrietta Central School District. Consequently, the cash balances are included in the financial statements of the School District as part of the Custodial Fund.

The accounts of the Extraclassroom Activity Funds of the Rush-Henrietta Central School District are maintained on a cash basis, and the statement of cash receipts and disbursements reflects only cash received and disbursed. Therefore, receivables and payables, inventories, long-lived assets, and accrued income and expenses, which would be recognized under generally accepted accounting principles, and which may be material in amount, are not recognized in the accompanying financial statement.

(Note 2) Cash and Cash Equivalents:

Cash and cash equivalents is comprised of six checking accounts. The balance in these accounts is fully covered by FDIC Insurance.

RUSH-HENRIETTA CENTRAL SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUNDS
AUDITORS' FINDINGS AND EVALUATION

We have examined the statement of cash receipts and disbursements of the Rush-Henrietta Central School District's Extraclassroom Activity Funds for the year ended June 30, 2022. As part of our examination, we made a study and evaluation of the system of internal accounting control to the extent we deemed necessary to render our opinion.

There are inherent limitations in considering the potential effectiveness of any system of internal accounting control. Human errors, mistakes of judgment and misunderstanding of instructions limit the effectiveness of any control system. In particular, cash being handled by numerous students and faculty advisors at various functions provides an atmosphere of limited control over those receipts

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented or detected and corrected on a timely basis.

Our consideration of internal control was for the limited purpose described in the first paragraph and was not designed to identify all deficiencies in internal control that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control that we consider to be material weaknesses, as defined above.

General:

Prior Year Deficiencies Pending Corrective Action –

Student Involvement

Our examination revealed no student involvement in the financial transactions of the Roth Middle School PBIS Club.

Venmo

During the course of our interview with the Central Treasurer of the High School, we were informed that students are paying Advisors through Venmo and the Advisor is writing a check to the club.

Burger Middle School:

Current Year Deficiency in Internal Control –

Profit and Loss

During the course of our examination, we noted that profit and loss statements were prepared for fund-raising activities, however, we noted two instances, once in the Footlight Club and once in the Yearbook Club, where profit and loss statements lacked student and advisor signatures.

Other Item:

The following item is not considered to be a deficiency in internal control, however, we consider it an other item which we would like to communicate to you as follows:

Inactive Clubs –

As indicated on the statement of cash receipts and disbursements, the following clubs were financially inactive during the 2021-22 fiscal year:

<u>High School</u>	<u>Burger Middle School</u>	<u>Roth Middle School</u>
AALL	NYC Spanish	Foreign Language
GSA	Washington Club	Global Travelers
Quebec Trip		NYC Spanish
Radio		Octoberschulfest
Spanish Club		Vermont
Woman’s Empowerment		Washington Trip
		Yearbook

Prior Year Recommendations:

We are pleased to report that the following prior year recommendations have been implemented to our satisfaction:

1. Our testing did not identify any instances of gift cards being purchased.
2. All transactions tested that required sales tax to be remitted did so.

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We wish to express our appreciation to all client personnel for the courtesies extended to us during the course of our examination.

Mengel, Metzger, Barw & Co. LLP

Rochester, New York
November 30, 2022