

CITY SCHOOL DISTRICT OF THE CITY OF ALBANY

**Extraclassroom Activity Funds Statements as of
June 30, 2017
Together with
Independent Auditor's Report**

INDEPENDENT AUDITOR'S REPORT

October 2, 2017

To the Board of Education of
City School District of the City of Albany:

Report on the Financial Statements

We have audited the accompanying financial statements of the City School District of the City of Albany's Extraclassroom Activity Funds which comprise the statement of cash and fund balances – cash basis as of June 30, 2017, 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 to error or fraud.

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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

INDEPENDENT AUDITOR'S REPORT

(Continued)

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 City School District of the City of Albany as of June 30, 2017, and its cash receipts and cash disbursements for the year then ended, on the cash basis of accounting as 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.

Bonadio & Co., LLP

CITY SCHOOL DISTRICT OF THE CITY OF ALBANY

EXTRACLASROOM ACITIVTY FUNDS

STATEMENT OF CASH AND FUND BALANCE – CASH BASIS

JUNE 30, 2017

ASSETS

Cash- restricted

TOTAL ASSETS \$192,731

FUND BALANCE

Restricted Fund balance \$192,731

TOTAL FUND BALANCE \$192,731

The accompanying note is an integral part of these statements.

CITY SCHOOL DISTRICT OF THE CITY OF ALBANY

EXTRACLASROOM ACTIVITY FUNDS
 STATEMENT OF CASH RECEIPTS AND CASH DISBURSEMENTS - CASH BASIS
 FOR THE YEAR ENDED JUNE 30, 2017

	<i>Cash Balance</i> <i>July 01, 2016</i>	<i>Receipts</i>	<i>Disbursements</i>	<i>Cash Balance</i> <i>June 30, 2017</i>
Art Club	\$ 175	\$ -	\$ -	\$ 175
Band	2,433	11,177	8,957	4,653
Band Percussion Ensemble	-	1,629	1,500	129
Band - Winterguard	1,770	6,309	6,738	1,341
Baseball	10,565	8,353	7,112	11,806
Basketball-Boys	87	741	-	828
Best Buddies	996	500	500	996
Bible Club/Gospel Choir	58	-	-	58
Bowling Team	49,038	-	492	48,546
Captain's Club	1,198	588	1,450	336
Carpentry	-	935	612	323
Cheerleading	190	2,340	1,950	580
Chinese Club	137	-	-	137
Class of 2016	251	-	251	-
Class of 2017	1,815	26,938	28,643	110
Class of 2018	1,601	19,765	17,999	3,367
Class of 2020	-	270	50	220
CPR	2,323	450	756	2,017
Dramatics	19,875	24,591	19,649	24,817
Drill Team	89	-	-	89
Falcon Football	151	5,865	4,823	1,193
Falcon Shop	7,635	12,432	8,680	11,387
Fashion Club	295	-	-	295
French Club	459	1,071	476	1,054
Gay Straight Alliance	2,675	93	-	2,768
Girls Basketball	1,785	1,283	1,450	1,618
Habitat for Humanity	650	-	-	650
Inkblot	309	-	-	309
International Club	754	-	25	729
Key Club	308	-	-	308
ALC	3,859	4,658	2,508	6,009
Prisms	10,316	7,431	11,848	5,899
Robotics	14,067	15,709	14,480	15,296
S.A.D.D.	647	-	-	647
Ski Club	3,394	26,470	27,560	2,304
Student Fund	1,327	-	340	987
Student Government	3,792	3,983	5,611	2,164
Swim-Boys Varsity	93	-	-	93
Swim-Girls Varsity	29	-	-	29
Tennis	3,059	4,363	5,011	2,411
The Blue Print - Track	-	2,533	1,895	638
VICA-Skills USA	194	-	-	194
Volleyball	834	-	-	834
Wrestling Team	9,626	7,964	4,384	13,206
Chess	3,560	910	2,236	2,234
Hiking	81	-	-	81
Tri-M	3,831	-	-	3,831
Book Lovers Club	479	332	739	72
Softball-Girls	3,383	3,459	1,462	5,380
Peace & Social Actions	426	-	-	426
LaCrosse - Girls	428	-	-	428
JROTC	2,267	8,776	5,683	5,360
	<u>173,314</u>	<u>211,918</u>	<u>195,870</u>	<u>189,362</u>

(Continued)

CITY SCHOOL DISTRICT OF THE CITY OF ALBANY

EXTRACLASROOM ACTIVITY FUNDS
 STATEMENT OF CASH RECEIPTS AND CASH DISBURSEMENTS - CASH BASIS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2017

	<i>Cash Balance</i> <i>July 01, 2016</i>	<i>Receipts</i>	<i>Disbursements</i>	<i>Cash Balance</i> <i>June 30, 2017</i>
<u>Hackett</u>				
Ski Club	265	3,056	3,150	171
Student Council - Grade 8	3,688	1,422	3,728	1,382
Student Council - Grades 6-7	-	2,536	1,003	1,533
	<u>3,953</u>	<u>7,014</u>	<u>7,881</u>	<u>3,086</u>
<u>Myers</u>				
Myers Flyers	<u>502</u>	<u>181</u>	<u>400</u>	<u>283</u>
Total	<u>\$ 177,769</u>	<u>\$ 219,113</u>	<u>\$ 204,151</u>	<u>\$ 192,731</u>

The accompanying notes are an integral part of these statements.

CITY SCHOOL DISTRICT OF THE CITY OF ALBANY

EXTRACLASSROOM ACTIVITY FUNDS NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2017

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the Extraclassroom Activity Funds of City School District of the City of Albany (School District) are prepared on the cash basis, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. 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 of America. 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 Trust and Agency Fund as cash and extraclassroom activity fund balance. 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 Extraclassroom Activity Funds are independent of the School 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 School District's cash consist 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, 2017, are entirely composed of cash on hand and demand deposit accounts.

Fund Balance

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