

MADISON CENTRAL SCHOOL DISTRICT

EXTRACLASSROOM ACTIVITY FUNDS

Year Ended June 30, 2021

MADISON CENTRAL SCHOOL DISTRICT

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## INDEPENDENT AUDITORS' REPORT

Board of Education  
Madison Central School District  
Madison, New York

We have audited the accompanying financial statements of the Madison Central School District Extraclassroom Activity Funds (the "District"), which comprise the statement of cash receipts and disbursements as of June 30, 2021, and the related notes to the financial statements for the year then ended.

### **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.

### **Auditors' 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 auditors' 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 District'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 District'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.

## **Opinion**

In our opinion, the financial statements referred to above presented fairly, in all material respects, the cash and activity fund balances arising from cash transactions of the District Extraclassroom Activity Fund as of June 30, 2021 and its cash receipts and disbursements for the year then ended, on the 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 this matter.

*Mistert, Manzanero & Scott, LLP*

Oneonta, New York  
October 13, 2021

MADISON CENTRAL SCHOOL DISTRICT  
EXTRACLASROOM ACTIVITY FUNDS

STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

Year Ended June 30, 2021

	Beginning Balance July 1, 2020	Receipts	Disbursements	Ending Balance June 30, 2021
Band	\$ 280	\$ 5,037	\$ 3,260	\$ 2,057
Bank expenses	(14)	11	76	(79)
Chorus	92	3,252	38	3,306
Class of 2020	8,431	510	8,941	-
Class of 2021	11,879	11,864	23,743	-
Class of 2022	4,224	4,362	2,330	6,256
Class of 2023	650	2,072	925	1,797
Class of 2024	-	8,615	4,556	4,059
Drama	744	-	-	744
FFA	12,006	8,296	11,135	9,167
Foreign Club	1,828	-	-	1,828
Interest	-	11	11	-
Library	462	-	147	315
MADKA	5,011	3,665	3,602	5,074
Mathletics	280	-	-	280
National Honor Society	186	-	-	186
SADD	567	350	390	527
Sales Tax	205	663	565	303
Student Council	9,077	1,542	2,575	8,044
Tech	2,060	-	-	2,060
	\$ 57,968	\$ 50,250	\$ 62,294	\$ 45,924
Total				

See accompanying notes.

MADISON CENTRAL SCHOOL DISTRICT  
EXTRACLASROOM ACTIVITY FUNDS

NOTES TO THE FINANCIAL STATEMENTS

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NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the Madison Central School District Extraclassroom Activity Funds (the "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.

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 extraclassroom activity fund as cash and extraclassroom activity fund 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, operations, and maintenance of the extraclassroom activities.

NOTE 2 GASB STATEMENT NO. 84 – FIDUCIARY ACTIVITIES

The District has implemented GASB Statement No. 84 – Fiduciary Activities which established criteria for determining if the student extra-classroom activity funds are to be reported as a fiduciary fund or as a governmental fund using the criterial established in GASB Statement No. 84 and the guidance prescribed by the New York State Education Department. The District has determined these funds will be reported as a governmental fund.

NOTE 3 DEPARTURES FROM ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA

As described in Note 1, the cash basis of accounting is used to maintain the financial records. Accounting principles generally accepted in the United States of America require the accrual method of accounting to be utilized. The financial statements do not present financial position, results of operations, or cash flows in accordance with these standards.

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