

ARLINGTON CENTRAL  
SCHOOL DISTRICT



EXTRACLASSROOM  
ACTIVITY FUND

FINANCIAL STATEMENTS

For the Year Ended  
June 30, 2021

**ARLINGTON CENTRAL SCHOOL DISTRICT  
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## **Independent Auditor's Report**

To the Board of Education of  
Arlington Central School District

We have audited the accompanying financial statements of the Extraclassroom Activity Fund of Arlington Central School District, which comprise the statement of assets and fund equity - cash basis as of June 30, 2021, and the related statement of revenues, expenditures, and changes in fund equity - 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 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.

### **Basis for Qualified Opinion**

Due to the fact that accounting controls generally are not exercised by students over cash receipts at the point of collection to the time of submission to the central treasurer, it was impracticable to extend our audit of such receipts beyond the amounts recorded.

### **Qualified Opinion**

In our opinion, except for the effects of any adjustments which might have resulted had the cash collections referred to above been susceptible to satisfactory audit tests, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, and fund equity of the Extraclassroom Activity Fund of Arlington Central School District at June 30, 2021, and its revenues, expenditures, and changes in fund equity for the year then ended in accordance with the 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.

**Other Matter**

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplemental schedule on pages 6 and 7 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, except for the effects of any adjustments that might have been determined to be necessary had we been able to perform adequate auditing procedures in regard to the receipts referred to in the third preceding paragraph, the supplemental schedule is fairly stated in all material respects in relation to the financial statements as a whole.

*D'Arcangelo + Co., LLP*

October 8, 2021

Rome, New York

ARLINGTON CENTRAL SCHOOL DISTRICT  
EXTRACLASSROOM ACTIVITY FUND  
STATEMENT OF ASSETS AND FUND EQUITY - CASH BASIS  
June 30, 2021

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Assets

Cash	\$ 247,364
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<u>Total Assets</u>	<u>\$ 247,364</u>
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Fund Equity

Assigned	\$ 247,364
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<u>Total Fund Equity</u>	<u>\$ 247,364</u>
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The Accompanying Notes are an Integral Part of These Financial Statements.

**ARLINGTON CENTRAL SCHOOL DISTRICT**  
**EXTRACLASSROOM ACTIVITY FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY - CASH BASIS**  
**For the Year Ended June 30, 2021**

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Revenues	
Charges for Services, Sale of Property, and Miscellaneous	\$ <u>210,072</u>
Total Revenues	<u>210,072</u>
Expenditures	
Instruction - Club Activities	<u>217,379</u>
Total Expenditures	<u>217,379</u>
(Deficit) Revenues over Expenditures	(7,307)
Fund Equity, Beginning of Year	<u>254,671</u>
Fund Equity, End of Year	\$ <u>247,364</u>

The Accompanying Notes are an Integral Part of These Financial Statements.

**ARLINGTON CENTRAL SCHOOL DISTRICT  
EXTRAClassroom Activity Fund  
NOTES TO FINANCIAL STATEMENTS  
For the Year Ended June 30, 2021**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

***Operations***

The transactions of the Extraclassroom Activity Fund are not considered part of the reporting entity of the Arlington Central School District. The year-end cash balances and related activity are shown as part of the Arlington Central School District's Custodial Fund.

The Board of Education makes rules and regulations for the conduct, operation, and maintenance of the Extraclassroom Activity Fund and for the safeguarding, accounting, and auditing of all monies received and derived therefrom.

***Basis of Accounting***

The books and records of the School District's Extraclassroom Activity Fund are maintained on the cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Under this basis of accounting, revenues are recognized when cash is received, and expenditures are recognized when cash is disbursed.

***Fund Equity Assigned***

Fund equity includes amounts that are constrained by the Extraclassroom Activity Funds of Arlington Central School District's intent to be used for specific purposes of the respective activity, but are neither restricted nor committed.

***Cash and Cash Equivalents***

The Fund's cash and cash equivalents consist of cash on hand, demand deposits, and short-term investments with original maturities of three months or less from date of acquisition. New York State law governs the School District's investment policies. Resources must be deposited in Federal Deposit Insurance Corporation (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 the State and its municipalities and Districts.

**2. CUSTODIAL CREDIT RISK**

Custodial credit risk is the risk that in the event of a bank failure, the Fund's deposits may not be returned to it. As of June 30, 2021, the School District's Extraclassroom total bank balances of \$262,058 were covered by FDIC insurance of \$250,000 and \$12,058 was uninsured and uncollateralized.

**ARLINGTON CENTRAL SCHOOL DISTRICT**  
**EXTRACLASSROOM ACTIVITY FUND**  
**SUPPLEMENTAL SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - CASH BASIS**  
**For the Year Ended June 30, 2021**

Activities	Balance at 07/01/20	Cash Receipts	Cash Disbursements	Balance at 06/30/21
<b><u>Junior-Senior High School</u></b>				
Admiral Players	\$ 31,324	\$ 38,805	\$ 37,572	\$ 32,557
Anchors	7,255	10,988	4,624	13,619
Arlingtonian	1,981	120		2,101
Art Club	103			103
Badminton Club	130		130	
Blue Sky Acting	734		734	
Class of 2020	261		261	
Class of 2021	4,227	35,514	36,924	2,817
Class of 2022		32,812	28,126	4,686
Class of 2023		100		100
Class of 2024		831	400	431
Debate	676		10	666
Engineering	1,113		60	1,053
Enviro Awareness	1,191		10	1,181
Everness	752		10	742
FBLA	56			56
FCCLA Culinary	725	3,500	4,041	184
French	790		5	785
French Honor Society	805	370	248	927
Friends of Rachel	1,706		303	1,403
Interact	964	699	581	1,082
Italian	1,290		5	1,285
Italian Honor Society	1,420		135	1,285
Jazz Band	964	347	562	749
Link Crew	(388)	126		(262)
Marching Band	549		10	539
Marine Biology	7,881	7,188	5,298	9,771
Math Honor Society	160	1,706	1,450	416
Mixed Ensembles	3,042		2,363	679
Model U.N.	1,333	865	820	1,378
Mountain Bike	100			100
National Honor Society	1,150	385	530	1,005
Nursery	2,338		610	1,728
Operation Donate	737		317	420
Photo Club	1,099		10	1,089
Ping Pong Club	129			129
Refugee Aid Club	6			6
SADD - Student Aid	11,370	3,103	7,119	7,354
SADD	4,008	500	4,026	482
Safety Patrol	10	50	50	10
Sales Tax	1,885	1,181	1,110	1,956
Science Research Club		5,250	1,215	4,035
Save The Bees	148		148	
Shequility	1			1
Spanish	(1)	40	5	34
Spanish Honor Society	401	904	872	433
Step Team	674		162	512
String Orchestra	5,475		3,937	1,538
Student Athletic Organization	67,694	44,196	50,567	61,323
Student Athletic Council	151	3,571	2,166	1,556
Student Government	6,190	1,414	4,260	3,344
Teaching Science Club		1,500	1,500	
Video Game Club	27			27
Total Junior-Senior High School	174,636	196,065	203,286	167,415

(Continued)

See Independent Auditor's Report.



**ARLINGTON CENTRAL SCHOOL DISTRICT  
EXTRACLASSROOM ACTIVITY FUND  
SUPPLEMENTAL SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - CASH BASIS  
For the Year Ended June 30, 2021**

(Continued)

Activities	Balance at 07/01/20	Cash Receipts	Cash Disbursements	Balance at 06/30/21
<b><u>LaGrange Middle School</u></b>				
Community Service Club	5			5
Drama	18,037	105		18,142
Home & Careers	1,196		350	846
Honor Society	252			252
School Store	259			259
Student Council	5,658	2,263	1,832	6,089
Yearbook	1,746	2,773	2,716	1,803
Total LaGrange Middle School	27,153	5,141	4,898	27,396
<b><u>Union Vale Middle School</u></b>				
APK	1,005			1,005
Band	227	308	97	438
Chorus	193			193
Drama Club	5,813			5,813
Library	2,287	93		2,380
Orchestra	501			501
School Musical	6,253		101	6,152
School Store	2,394			2,394
Student Council	21,783	3,770	2,876	22,677
Yearbook	12,426	4,695	6,121	11,000
Total Union Vale Middle School	52,882	8,866	9,195	52,553
<b>Total</b>	<b>\$ 254,671</b>	<b>\$ 210,072</b>	<b>\$ 217,379</b>	<b>\$ 247,364</b>

See Independent Auditor's Report.