

GATES CHILI CENTRAL SCHOOL DISTRICT

**EXTRACLASSROOM ACTIVITY FUND
AND INDEPENDENT AUDITORS' REPORT**

JUNE 30, 2024

**GATES CHILI CENTRAL SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUND**

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INDEPENDENT AUDITORS' REPORT

To the Board of Education
Gates Chili Central School District
Rochester, New York

Opinion

We have audited the accompanying cash basis financial statements of the extraclassroom activity funds of the Gates Chili Central School District's (the "District") as of and for the year ended June 30, 2024, which comprise the statement of assets and fund balance – cash basis and the related statement of cash receipts, cash disbursements and changes in fund balance – cash basis for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above presents fairly, in all material respects, the assets and fund balance of the extraclassroom activity funds of the District, as of June 30, 2024, and the cash receipts, cash disbursements and changes in fund balance – cash basis for the year then ended, in accordance with the cash basis of accounting as described in Note 1.

Basis of Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the District and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter - 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.

Responsibilities of Management for the Financial Statement

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 these 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' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. 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 generally accepted auditing standards 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 judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgement 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 judgement, 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.

EFPR Group, CPAs, PLLC

EFPR Group, CPAs, PLLC
Rochester, New York
October 8, 2024

**GATES CHILI CENTRAL SCHOOL DISTRICT
EXTRACLASROOM ACTIVITY FUND
Statement of Assets and Fund Balances - Cash Basis
June 30, 2024**

Cash

Gates Chili Middle School	\$ 35,735
Gates Chili High School	<u>154,910</u>

Total Cash

\$ 190,645

Fund Balance

Gates Chili Middle School	\$ 35,735
Gates Chili High School	<u>154,910</u>

Total Fund Balance

\$ 190,645

The accompanying notes are an integral part of these financial statements.

GATES CHILI CENTRAL SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUND
Statement of Cash Receipts, Cash Disbursements and Changes in Fund Balance - Cash Basis
For the Year Ended June 30, 2024

	<u>Fund Balances June 30, 2023</u>	<u>Cash Receipts and Transfers</u>	<u>Cash Disbursements and Transfers</u>	<u>Fund Balances June 30, 2024</u>
Middle School				
Bookstore	\$ 8,359	\$ 1,896	\$ 1,622	\$ 8,633
Lego Club	71	-	71	-
Make a Difference	1,662	385	103	1,944
Musical	7,759	7,656	8,076	7,339
Outdoor Club	-	1,334	926	408
PASA	129	102	12	219
Synchronized Swim Club	919	669	54	1,534
Student Council	9,353	6,817	5,364	10,806
Talent Show	838	-	838	-
Sales tax	501	964	896	569
Yearbook	4,398	4,819	4,934	4,283
Total Middle School	<u>\$ 33,989</u>	<u>\$ 24,642</u>	<u>\$ 22,896</u>	<u>\$ 35,735</u>

The accompanying notes are an integral part of these financial statements.

GATES CHILI CENTRAL SCHOOL DISTRICT
EXTRACLASROOM ACTIVITY FUND
Statement of Cash Receipts, Cash Disbursements and Changes in Fund Balance - Cash Basis
For the Year Ended June 30, 2024

	<u>Fund Balances June 30, 2023</u>	<u>Cash Receipts and Transfers</u>	<u>Cash Disbursements and Transfers</u>	<u>Fund Balances June 30, 2024</u>
High School				
Class of 2023	4,358	-	4,358	-
Class of 2024	12,630	22,616	31,882	3,364
Class of 2025	1,440	18,957	10,567	9,830
Class of 2026	1,186	6,221	2,584	4,823
Class of 2027	-	5,317	-	5,317
Annual Drama	3,661	1,375	1,389	3,647
Bookstore	936	-	936	-
Boys Baseball	1,632	34,903	36,535	-
Boys Basketball	8,149	6,800	8,766	6,183
Boys Lacrosse	628	2,086	1,699	1,015
Boys Soccer	1,495	3,344	3,110	1,729
Boys Swimming	834	-	-	834
Boys Volleyball	1,172	1,208	1,096	1,284
Cheerleading	12,950	20,869	17,782	16,037
Cross Country	656	573	664	565
Flag Football	3,942	1,445	3,673	1,714
Football	4,215	14,428	13,203	5,440
Gates Chili Observer	607	-	607	-
Girls Basketball	(99)	3,215	619	2,497
Girls Field Hockey	2,163	-	2,163	-
Girls Lacrosse	3,181	-	360	2,821
Girls Soccer	1,000	1,565	1,982	583
Girls Softball	4,229	-	-	4,229
Girls Swimming	976	908	350	1,534
Girls Volleyball	2,739	2,359	2,062	3,036
Marching Band	2,563	1,950	-	4,513
Model U.N. Club	426	1,194	972	648
Musical	25,071	28,527	15,668	37,930
National Honor Society	2,829	-	1,379	1,450
Peer Leadership	3,100	517	1,513	2,104
Prime Time	3,536	10,956	10,460	4,032
Service Club	8,894	5,744	6,619	8,019
Service Learning	1,849	-	1,849	-
Spanish Club	2,129	339	690	1,778
Student Government	6,827	6,136	5,450	7,513
Track	3,122	9,911	7,713	5,320
Tri-M	443	795	880	358
Wrestling	3,137	-	-	3,137
Yearbook	426	4,086	3,140	1,372
Sales tax	262	8,711	8,719	254
Total High School	139,294	227,055	211,439	154,910
Total	\$ 173,283	\$ 251,697	\$ 234,335	\$ 190,645

The accompanying notes are an integral part of these financial statements.

**GATES CHILI CENTRAL SCHOOL DISTRICT
EXTRACLASSROOM ACTIVITY FUND
Notes to Financial Statements**

Note 1. Summary of Significant Accounting Policies

A. Financial Reporting Entity

The extraclassroom activity fund represents funds of the students of the Gates Chili Central School District. Although the extraclassroom activity fund is independent of the District with respect to its financial transactions and the designation of student management, the Board of Education exercises general oversight of this fund. Based on this criterion, the extraclassroom activity fund is included in the District's reporting entity. The District reports these assets held by it as agent for the extraclassroom organizations in a miscellaneous special revenue fund in the governmental funds balance sheet and statement of revenues, expenditures and changes in fund balance.

B. Basis of Accounting

The accounts of the extraclassroom activity fund are maintained on a cash basis, and the statements of cash receipts, cash disbursements and changes in fund balance reflect only cash received, disbursed and transferred between funds. Therefore, receivables and payables, inventory, long-lived assets, and accrued income and expenses, which would be recognized under accounting principles generally accepted in the United States of America, and which may be material in amount, are not recognized in the accompanying financial statements.

Note 2. Proper Extraclassroom Activity Clubs

Commissioner's regulations require that only funds involved with a Board-recognized student organization are reported in the extraclassroom activity fund. A bonafide student organization is one consisting of a number of student members with a student president, student treasurer and a faculty advisor.

Extraclassroom activity funds included in this report were formed only for educational and school service purposes in accordance with District rules and regulations for the conduct, operation and maintenance of extraclassroom activities.

Note 3. Cash and Cash Equivalents - Custodial and Concentration of Credit Risk

The extraclassroom activity funds cash and cash equivalents consist of cash on hand and demand deposits. New York State law governs the 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 agreement 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. Investments, if any, are stated at fair value. There were no investments at June 30, 2024.

Custodial credit risk is the risk that in the event of a bank failure, the extraclassroom activity fund's deposits may not be returned to it. While extraclassroom activity funds do not have a specific policy for custodial credit risk, New York State statutes govern the District's investment policies, as discussed previously in these notes. Governmental Accounting Standards Board (GASB) Statement No. 40 directs that deposits be disclosed as exposed to custodial credit risk if they are not covered by depository insurance, and the deposits are either uncollateralized or collateralized with securities held by the pledging financial institution's trust department or agent, but not in the District's name.

The extraclassroom activity fund's aggregate bank balances of \$214,976 are either insured or collateralized with securities held by the pledging financial institutions in the District's name.