

**MECHANICVILLE CITY SCHOOL DISTRICT  
EXTRACLASSROOM ACTIVITY FUND  
FINANCIAL REPORT  
JUNE 30, 2023**

**MECHANICVILLE CITY SCHOOL DISTRICT  
EXTRACLASSROOM ACTIVITY FUND**

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BUSINESS  
ADVISORS  
AND CPAS

## INDEPENDENT AUDITOR'S REPORT

To the President and Members of  
the Board of Education of the  
Mechanicville City School District

### Qualified Opinion

We have audited the accompanying statement of cash receipts, disbursements and cash balances of the Extraclassroom activity fund of Mechanicville City School District, as of and for the year ended June 30, 2023, and the related note to the financial statement.

In our opinion, except for the possible effects of the matter discussed in the Basis for Qualified Opinion paragraph, the financial statement referred to above presents fairly, in all material respects, the cash receipts, disbursements and cash balances of the Extraclassroom Activity Funds of Mechanicville City School District as of and for the year ended June 30, 2023, in accordance with the cash basis of accounting described in Note 1.

### 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.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements 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 qualified audit opinion.

### Prior Period Financial Statement

The opening cash balances as of July 1, 2022, included in the statement of cash receipts, disbursements and cash balances as of and for the year-ended June 30, 2023, were audited by Marvin and Company, P.C., who merged with Mengel, Metzger, Barr & Co. LLP as of January 1, 2023, as part of their audit of the June 30, 2022 financial statement of the Extraclassroom Activity Fund, and whose report dated October 7, 2022, expressed a qualified opinion on that statement.

Canandaigua + Elmira + Latham + Queensbury + Rochester

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## **Responsibilities of Management for the Financial Statement**

Management is responsible for the preparation and fair presentation of the financial statement 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 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 a financial statement that is free from material misstatement, whether due to fraud or error.

## **Basis of Accounting**

We draw attention to Note 1 of the financial statement, which describes the basis of accounting. The 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.

## **Auditor's Responsibility 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 judgment made by a reasonable user based on the financial statement.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statement, 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 statement.
- 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 statement.
- 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*

Latham, NY  
October 5, 2023

**MECHANICVILLE CITY SCHOOL DISTRICT  
EXTRACLASROOM ACTIVITY FUND  
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CASH BALANCES  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023**

<u>Activities and Clubs</u>	<u>Balance July 1, 2022</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Balance June 30, 2023</u>
<b>High School</b>				
Class of:				
2021	\$ (33)	\$ 33	\$ -	\$ -
2022	5,317	444	5,761	-
2023	6,718	21,338	24,450	3,606
2024	9,810	1,598	2,938	8,470
2025	8,929	863	406	9,386
2026	6,174	310	215	6,269
2027	3,930	37,023	36,843	4,110
2028	1,988	4,079	795	5,272
2029	-	3,251	164	3,087
Band	6,487	2,834	1,841	7,480
Chorus	4,429	-	50	4,379
Drama	6,321	11,533	6,970	10,884
Halfmoon Yearbook	13,886	6,471	8,287	12,070
Healthy Schools	1,966	-	-	1,966
MS Yearbook	1,792	6,146	5,171	2,767
National Honor Society	1,747	1,007	305	2,449
SADD	4,657	-	100	4,557
Student Council	3,793	2,391	-	6,184
J. High Student	494	-	-	494
Sales Tax Holding Account	1,461	1,514	1,178	1,797
Student Deposits	1,021	7,972	8,993	-
<b>Grand Totals</b>	<b>\$ 90,887</b>	<b>\$ 108,807</b>	<b>\$ 104,467</b>	<b>\$ 95,227</b>

The June 30, 2023 balance is as follows:

Checking Account	\$ 95,227
Savings Account	-
	<u>\$ 95,227</u>

**MECHANICVILLE CITY SCHOOL DISTRICT  
EXTRAClassroom Activity Fund  
NOTE TO FINANCIAL STATEMENT  
JUNE 30, 2022**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The extraclassroom activity fund of the Mechanicville City School District represent funds of the students of the District. The Board of Education exercises general oversight of this fund. The extraclassroom activity fund is independent of the District with respect to its financial transactions, and the designation of student management. Separate financial statements are issued for this fund. The District also reports this fund in its financial statements, within its General Fund, in accordance with Government Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*.

The accompanying financial statement of the Mechanicville City School District's extraclassroom activity fund has been prepared on the cash receipts and disbursements basis of accounting, which is a basis of accounting other than generally accepted accounting principles. Under that basis, the only asset recognized is cash, and no liabilities are recognized. All transactions are recognized as either cash receipts or disbursements, and non-cash transactions are not recognized. The cash basis differs from generally accepted accounting principles primarily because the effects of receivables outstanding from fundraising activities and obligations for expenses unpaid at the date of the financial statement are not included in the financial statement.