



EXTRACLASSROOM ACTIVITY FUNDS  
FINANCIAL STATEMENT WITH  
INDEPENDENT AUDITOR'S REPORT

June 30, 2022

**FREEPORT UNION FREE SCHOOL DISTRICT**  
**EXTRACLASSROOM ACTIVITY FUNDS**  
June 30, 2022

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Education  
Freeport Union Free School District  
Freeport, New York

### ***Qualified Opinion***

We have audited the accompanying Statement of Cash Receipts and Disbursements of the Freeport Union Free School District's (District) extraclassroom activity funds for the year ended June 30, 2022, and the related note to the financial statement.

In our opinion, except for the effect of any adjustments that might have been necessary had we been able to perform adequate auditing procedures in regard to the receipts referred to in the "Matter Giving Rise to the Qualified Opinion" paragraph, the financial statement referred to in the paragraph above presents fairly, in all material respects, the cash transactions of the extraclassroom activity funds of the Freeport Union Free School District for the year ended June 30, 2022, on the basis of accounting described in Note 1.B.

### ***Basis for Qualified 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 Freeport Union Free School 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.

### ***Matter Giving Rise to the Qualified Opinion***

The student clubs cash receipts records of the extraclassroom activities fund of the Freeport Union Free School District were not sufficient to permit the application of adequate auditing procedures to indicate whether all receipts have been recorded.

### ***Basis of Accounting***

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

### ***Management's Responsibility for the Financial Statement***

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the cash basis of accounting described in Note 1.B; 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 the financial statement that is free from material misstatement, whether due to fraud or error.

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the extraclassroom activities fund's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### ***Auditor's Responsibility for the Audit of the Financial Statement***

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 extraclassroom activities fund'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.

*Cullen & Danowski, LLP*

October 17, 2022

**FREEPORT UNION FREE SCHOOL DISTRICT**  
**EXTRACLASSROOM ACTIVITY FUNDS**  
**STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS**  
For the Year Ended June 30, 2022

	Cash Balance <u>June 30, 2021</u>	Receipts and Transfers	Disbursements and Transfers	Cash Balance <u>June 30, 2022</u>
<b>CLUBS - HIGH SCHOOL</b>				
Class of 2021	\$ 1,814	\$ -	\$ 1,814	\$ -
Class of 2022	3,062	45,662	45,088	3,636
Class of 2023	1,778	8,755	2,542	7,991
Class of 2024	221	1,680	441	1,460
Class of 2025	-	6,636	2,670	3,966
Art Club	389	104	52	441
Art Department	81			81
Business Club	5			5
Captains & Leaders Club	711	70	204	577
CEI Services	833		833	-
DECA	143	3,170	2,397	916
FHS Aids Awareness	8			8
FHS Baseball Team	1,095	87		1,182
FHS Boys Basketball	4			4
FHS Boys Lacrosse Team	3,929	201	819	3,311
FHS Boys Soccer	218			218
FHS Chorus Trip	11,246	13,120	15,119	9,247
FHS Girls Badminton Team	256	1		257
FHS Girls Lacrosse Team	1,502	480	956	1,026
FHS Girls Softball	723			723
FHS Girls Volleyball	916	1		917
FHS Marching Band	4,888	5,217	5,688	4,417
FHS Music Awards Dinner	1,241	675	825	1,091
FHS Musical Fund	7,699	5,807	4,298	9,208
FHS Varsity Cheerleaders	1,888	15,240	15,462	1,666
FHS Wrestling Team	588	4,948	2,453	3,083
Flashings	269			269
Foreign Language Club	1,061	2,388	2,160	1,289
Gay/Straight Alliance	518	283		801
German Exchange Club	1,273	843		2,116
German Exchange Trip	126			126
Graphic Designs	556	392	423	525
Subtotal - High School	<u>49,041</u>	<u>115,760</u>	<u>104,244</u>	<u>60,557</u>

**FREEPORT UNION FREE SCHOOL DISTRICT**  
**EXTRACLASROOM ACTIVITY FUNDS**  
**STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS**  
For the Year Ended June 30, 2022  
(Continued)

	Cash Balance <u>June 30, 2021</u>	Receipts and <u>Transfers</u>	Disbursements and <u>Transfers</u>	Cash Balance <u>June 30, 2022</u>
<b>CLUBS - HIGH SCHOOL</b>				
Subtotal from Page 2	\$ 49,041	\$ 115,760	\$ 104,244	\$ 60,557
Guidance Club	523	552	970	105
Honor Society	122	280	45	357
Human Relations	289	1,226	1,500	15
Interact Club	463		383	80
ITS Academic	360			360
Key Club	6,155	6,530	7,514	5,171
Kickline	871	1,760	1,511	1,120
LADY	722			722
Lady Devils Basketball	3,909	11,015	13,135	1,789
Liberty Partnership	555		500	55
Mathletes	285			285
Mock Trial	190	2,228	164	2,254
Ninth Grade Select Chorus	2	267	44	225
NJROTC Leadership Club	1,313	251	475	1,089
Red Devil Football	24	7,880	4,089	3,815
Robotics	1,476	1,165	1,166	1,475
SADD	900	1		901
Sales Tax Payable	198	1,644	1,528	314
School Store	813	2,043	1,303	1,553
Spanish National Honor Society	10			10
Strings/Orchestra	11			11
Student Congress	8,796	1,388	3,527	6,657
Twilight	830	1,006	1,003	833
Vintage	4			4
Yearbook	10,635	4,231	7,044	7,822
Young Mens Empowerment	361			361
Youth & Government	234			234
Total High School	<u>89,092</u>	<u>159,227</u>	<u>150,145</u>	<u>98,174</u>

**FREEPORT UNION FREE SCHOOL DISTRICT**  
**EXTRACLASSROOM ACTIVITY FUNDS**  
**STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS**  
For the Year Ended June 30, 2022  
(Continued)

	Cash Balance <u>June 30, 2021</u>	Receipts and <u>Transfers</u>	Disbursements and <u>Transfers</u>	Cash Balance <u>June 30, 2022</u>
<b>CLUBS - MIDDLE SCHOOL</b>				
FMS Early College Awareness	\$ 256	\$ -	\$ -	\$ 256
FMS Football	551			551
FMS Instrumental	(48)			(48)
FMS Ladies of DOD	-	1		1
FMS Peer Mediation	227			227
FMS Respect	345			345
FMS Science Club	253			253
FMS Student Council	1,687	2,982	2,019	2,650
FMS Yearbook	<u>2,603</u>	<u>4,660</u>	<u>          </u>	<u>7,263</u>
Total Middle School	<u>5,874</u>	<u>7,643</u>	<u>2,019</u>	<u>11,498</u>
Grand Total - All Schools	<u><u>\$ 94,966</u></u>	<u><u>\$ 166,870</u></u>	<u><u>\$ 152,164</u></u>	<u><u>\$ 109,672</u></u>

**FREEPORT UNION FREE SCHOOL DISTRICT**  
**EXTRACLASSROOM ACTIVITY FUNDS**  
**NOTE TO FINANCIAL STATEMENT**  
June 30, 2022

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**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Financial Reporting Entity**

The extraclassroom activity funds represent funds of the students of the Freeport Union Free School District. Although the extraclassroom activity funds are independent of the District with respect to the designation of student management and the individual transactions related to the activity of the funds, the Board of Education exercises general oversight of these funds and it has been determined that District management exercises administrative involvement with respect to the financial transactions. Based on these criteria, the extraclassroom activity funds are included in the District's reporting entity and reported as a special revenue fund.

**B. Basis of Accounting**

The accompanying financial statement has been prepared on the cash receipts and disbursements basis of accounting, which is a comprehensive 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 noncash transactions are not recognized. The cash basis differs from generally accepted accounting principles primarily because 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 statement.



