

PUTNAM VALLEY CENTRAL SCHOOL DISTRICT, NEW YORK

EXTRACLASSROOM ACTIVITY FUNDS

STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS
AND CASH BALANCES

YEAR ENDED JUNE 30, 2012

WITH INDEPENDENT AUDITORS' REPORT

INDEPENDENT AUDITORS' REPORT

To the Board of Education of the
Putnam Valley Central School District, New York:

We have audited the accompanying statement of cash receipts, cash disbursements and cash balances of the Extraclassroom Activity Funds of the Putnam Valley Central School District, New York, as of and for the year ended June 30, 2012. This financial statement is the responsibility of the Extraclassroom Activity Fund's management. Our responsibility is to express an opinion on this financial statement based on our audit.

Except as discussed in the following paragraph, 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 statement is free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Extraclassroom Activity Fund's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The controls over the receipt of student club revenues during the time period between when receipts are first received by student club members and when such receipts are given to District personnel for initial entry into the accounting records are not sufficient to enable us to extend our audit procedures beyond the receipts recorded.

As discussed in Note 1, this financial statement has been prepared on the basis of cash receipts and cash disbursements, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, except for the effect of such adjustments, if any, in relation to the insufficient accounting controls, the financial statement referred to above presents fairly, in all material respects, the cash receipts, cash disbursements and cash balances of the Extraclassroom Activity Funds of the Putnam Valley Central School District, New York as of June 30, 2012, and for the year then ended on the basis of accounting described in Note 1.

O'Connor Davies, LLP

O'Connor Davies, LLP

Harrison, New York

September 6, 2012

O'CONNOR DAVIES, LLP

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PUTNAM VALLEY CENTRAL SCHOOL DISTRICT, NEW YORK

EXTRACLASROOM ACTIVITY FUNDS

STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND CASH BALANCES

YEAR ENDED JUNE 30, 2012

	Cash Balances Beginning	Receipts	Disburse- ments	Cash Balances Ending
Middle School:				
7th Grade	\$ -	\$ 6,210	\$ 4,217	\$ 1,993
8th Grade	2,259	14,881	15,644	1,496
Art Club	-	187	41	146
Drama Club	1,992	2,528	2,585	1,935
Go Green	5,720	119	3,077	2,762
Ivoice	429	-	429	-
Spanish Club	-	254	-	254
Student Council	12,154	1,910	2,555	11,509
Student Government	656	1,035	447	1,244
Yearbook	5,796	957	-	6,753
	<u>29,006</u>	<u>28,081</u>	<u>28,995</u>	<u>28,092</u>
Total Middle School				
High School:				
Art Club	1,404	1,609	2,234	779
Cheerleading	4,109	15,712	13,209	6,612
Class of 2011	354	1,058	1,080	332
Class of 2012	3,809	29,837	33,158	488
Class of 2013	1,797	14,422	11,060	5,159
Class of 2014	2,043	5,102	2,497	4,648
Class of 2015	-	6,945	3,909	3,036
Field Hockey	172	-	172	-
Foreign Language	442	115	470	87
Friends Network	325	466	477	314
Future Teachers	26	-	26	-
GSA	251	660	910	1
Interact	480	100	-	580
Literacy Magazine	429	-	-	429
Make A Difference	3,221	6,945	5,796	4,370
Model Congress	271	-	271	-
MU Alpha Theta	88	-	88	-
NY State Tax	-	1,833	-	1,833
SADD	720	200	196	724
Science NHS	(50)	-	-	(50)
Spanish Honor Society	124	-	92	32
Stage Crew	1,359	4,088	4,498	949
Student Government	14,992	2,051	9,044	7,999
Theatre Works	3,974	19,544	6,413	17,105
Video Production Club	3,529	2,500	1,000	5,029
Wrestling	271	-	227	44
Yearbook	12,916	12,802	11,575	14,143
	<u>57,056</u>	<u>125,989</u>	<u>108,402</u>	<u>74,643</u>
Total High School				
Total All Schools	<u>\$ 86,062</u>	<u>\$ 154,070</u>	<u>\$ 137,397</u>	<u>\$ 102,735</u>

The accompanying note is an integral part of the financial statement.

PUTNAM VALLEY CENTRAL SCHOOL DISTRICT, NEW YORK
EXTRACLASROOM ACTIVITY FUNDS
NOTE TO FINANCIAL STATEMENTS
JUNE 30, 2012

Note 1 - Summary of Significant Accounting Policies

The transactions of the Extraclassroom Activity Funds are considered part of the reporting entity of the Putnam Valley Central School District, New York. These funds are reflected in the financial statements of the School District within the Agency Fund.

A. Basis of Accounting

These financial statements were prepared on the basis of cash receipts and cash disbursements in conformity with the accounting principles prescribed by the New York State Department of Education, which is a comprehensive basis of accounting other than generally accepted accounting principles. Under this basis of accounting, revenues are recognized when cash is received and expenditures are recognized when cash is disbursed.

B. Deposits and Risk Disclosure

Cash and Equivalents - Cash and equivalents consist of funds deposited in demand deposit accounts, time deposit accounts and certificates of deposit with original maturities of less than three months.

The Extraclassroom Activity Funds investment policies follow the Putnam Valley Central School District, New York's policies. The School District's investment policies are governed by State statutes. The School District has adopted its own written investment policy which provides for the deposit of funds in FDIC insured commercial banks or trust companies located within the State. The School District is authorized to use demand deposit accounts, time deposit accounts and certificates of deposit. Permissible investments include obligations of the U.S. Treasury, U.S. Agencies and obligations of New York State or its political subdivisions.

Collateral is required for demand deposit accounts, time deposit accounts and certificates of deposit at 100% of all deposits not covered by Federal deposit insurance. The School District has entered into custodial agreements with the various banks which hold their deposits. These agreements authorize the obligations that may be pledged as collateral. Such obligations include, among other instruments, obligations of the United States and its agencies and obligations of the State and its municipal and school district subdivisions.

Custodial credit risk is the risk that in the event of a bank failure, the School District's deposits may not be returned to it. Governmental Accounting Standards Board 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, collateralized by securities held by the pledging financial institution or collateralized by securities held by the pledging financial institution's trust department but not in the School District's name. The School District's aggregate bank balances that were not covered by depository insurance were not exposed to custodial credit risk at June 30, 2012.

The School District was invested only in the above mentioned obligations and, accordingly, was not exposed to any interest rate or credit risk.