



**EXTRACLASSROOM ACTIVITY FUNDS
MANAGEMENT COMMENT LETTER**

Board of Education
Newark Valley Central School District
Newark Valley, New York

In planning and performing our audit of the financial statements of the Extraclassroom Activity Funds of Newark Valley Central School District (the School District) as of and for the year ended June 30, 2024, in accordance with auditing standards generally accepted in the United States of America, we considered the School District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the School District's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the School District's financial statements will not be prevented or detected and corrected on a timely basis.

Our consideration of internal control was for the limited purpose described in the first paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

During our current year audit, we became aware of other matters with respect to internal control. This letter summarizes these comments and recommendations regarding these matters. This letter does not affect our report dated October 8, 2024, on the financial statements of the Extraclassroom Activity Funds of Newark Valley Central School District.

OTHER MATTERS

Current Year Finding

Profit and Loss Statements

Finding:

During the current year audit, 2 of 6 applicable receipts were missing profit and loss statements for fundraising events.

Recommendation:

We recommend profit and loss statements be completed and submitted to the Central Treasurer for each fundraiser in order to determine profitability.

Current and Prior Year Findings

Cash Receipts - Timely Deposit

Finding:

During our current year audit, 1 of 10 receipts examined were not submitted to the Central Treasurer timely. During our prior year audit, 5 of 9 receipts examined were not submitted to the Central Treasurer timely.

Recommendation:

We recommend receipts be submitted to the Central Treasurer within 3 to 5 days of receipt.

Financially Inactive Clubs

Finding:

During our current year audit, 1 of 21 Student Activity Clubs were financially inactive. HS Yorker's last financial activity was in April of 2022. During our prior year audit 3 of 21 Student Activity Clubs were financially inactive.

Recommendation:

We recommend the Central Treasurer inform the Board of the inactivity of this club in order to determine the disposition of the club and its respective funds.

We will review the status of these comments during our next audit engagement. We have already discussed many of these comments and suggestions with various school district personnel, and we will be pleased to discuss them in further detail at your convenience, to perform any additional study of these matters, or to assist you in implementing the recommendations.

Newark Valley Central School District

October 8, 2024

Page 3

This communication is intended solely for the information and use of School District management, the Audit Committee, and the Board of Education and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully submitted,

A handwritten signature in dark ink that reads "Inero & Co. CPAs, LLP". The signature is written in a cursive, flowing style.

Inero & Co. CPAs, LLP
Certified Public Accountants

Ithaca, New York

October 8, 2024