

***NORTH ROSE-WOLCOTT CENTRAL SCHOOL DISTRICT***

***NEW YORK***

***COMMUNICATING INTERNAL CONTROL  
RELATED MATTERS IDENTIFIED IN AN AUDIT***

***For Year Ended June 30, 2018***

**Raymond F. Wager, CPA, P.C.**  
Certified Public Accountants

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Certified Public Accountants

September 25, 2018

To the Board of Education  
North Rose-Wolcott Central School District, New York

In planning and performing our audit of the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the North Rose-Wolcott Central School District, New York as of and for the year ended June 30, 2018, in accordance with auditing standards generally accepted in the United States of America, we considered the North Rose-Wolcott Central School District, New York'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 District's internal control. Accordingly, we do not express an opinion on the effectiveness of the 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 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.

**Prior Year Deficiencies Pending Corrective Action:**

**Summer School 4408 Program –**

The District has shown significant improvement in the review and verification of the costs associated with the Summer School 4408 program with the review and reconciliation of the EFH-670 document issued by SED. During our review of this program and the EFH 670, we noted some minor differences between the expenditures reported on the books and records of the district and what was reported on the EFH-670.

We recommend the Special Education Director continue to review and reconcile this document to ensure the all the eligible costs are claimed and the local portion can more accurately be calculated.

**Current Year Deficiencies in Internal Control:**

**Fuel Pumps and Usage –**

During our examination, we noted that fuel usage is not reconciled to fuel purchases.

We recommend the Administration review this item and implement procedures to reconcile fuel usage to fuel purchases in an effort to improve internal accounting controls.

**Other Item:**

The following item is not considered to be a deficiency in internal control; however, we consider it an other item which we would like to communicate to you as follows:

**Cyber Risk Management –**

THE AICPA Center for Audit Quality recently issued a cyber security risk management document discussing cyber threats that face both public and private entities. The District’s IT personnel routinely assesses cyber risk as part of their normal operating procedures. We recommend the District continue to document their cyber risk assessment process in writing which should include the risk assessment process, the frequency of the risk assessment, how findings are to be communicated to the appropriate level of management, and how the process will be monitored.

**Prior Year Recommendation:**

We are pleased to report the following prior year recommendation has been implemented to our satisfaction:

1. All disbursements examined were supported by the proper number of quotations when required.

This communication is intended solely for the information and use of management, the Board, audit committee, and others within the organization and is not intended to be and should not be used by anyone other than these specified parties.

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We wish to express our appreciation to the business office staff for all the courtesies extended to us during the course of our examination.



Rochester, New York  
September 25, 2018