



**JUSTICE COURT FUNDS  
FINANCIAL STATEMENTS**

**May 31, 2018**

**INCORPORATED VILLAGE OF OCEAN BEACH**  
May 31, 2018

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## **INDEPENDENT AUDITOR'S REPORT**

The Board of Trustees  
Incorporated Village of Ocean Beach  
Ocean Beach, New York

We have audited the accompanying combining statement of cash receipts, disbursements and cash balances of the Justice Court Funds of the Incorporated Village of Ocean Beach, as of and for the year ended May 31, 2018, and the related note to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the cash basis of accounting described in the note to the financial statement; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. 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 statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## **Opinion**

In our opinion, the aforementioned financial statements of the Justice Court Funds of the Incorporated Village of Ocean Beach presents fairly the cash balances at May 31, 2018 and the recorded cash receipts and disbursements and changes in cash balances for the year then ended in accordance with the cash basis of accounting described in the note to the financial statement.

## **Basis of Accounting**

We draw attention to the note to the financial statements, which describes the basis of accounting. These financial statements are 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.

*Cullen & Danowski, LLP*

September 11, 2018

**INCORPORATED VILLAGE OF OCEAN BEACH**  
**JUSTICE COURT FUNDS**  
**COMBINING STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CASH BALANCES**  
**For the Year Ended May 31, 2018**

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	Village Justice			Total
	William Wexler	Bail Account	Acting Judge Esterman	
Cash Balance - June 1, 2017	\$ 1,885	\$ 3,285	\$ -	\$ 5,170
Receipts	92,589	11,470	3,875	107,934
	94,474	14,755	3,875	113,104
Disbursements	93,724	11,605	3,875	109,204
Cash Balance - May 31, 2018	\$ 750	\$ 3,150	\$ -	\$ 3,900

**INCORPORATED VILLAGE OF OCEAN BEACH**  
**JUSTICE COURT FUNDS**  
**NOTE TO FINANCIAL STATEMENTS**  
For the Year Ended May 31, 2018

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**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The transactions of the Justice Court Funds are not considered part of the reporting entity of the Incorporated Village of Ocean Beach. Consequently, such transactions are not included in the general purpose financial statements of the Village.

The books and records of the Justice Court Funds are maintained on the cash basis method of accounting. Under this method of accounting, revenues are recognized when cash is received and expenditures are recognized when cash is disbursed. The funds are controlled by the Village Justices to primarily record the receipt of traffic fines imposed and their subsequent disbursement to the New York State Bureau of Justice Court Funds through the Office of the State Comptroller.

For the year ended May 31, 2018, \$90,134 was returned and deposited into the General Fund of the Village to offset the costs of operating the Village Court, which costs amounted to \$42,035.

