

Pickereel-Crooked Lakes Association

Annual Report

Year Ended December 31, 2020



Pickereel-Crooked Lakes Association
Treasurer's Report
August 24, 2021

Dear members,

The financial health of our association is currently strong relative to our ongoing and expected expenditures.

We have not experienced any financial impediments to our efforts to protect the health of our lakes and the ability of all of us to enjoy them.

We remain focused and aware that, given the nature of our efforts to protect our lakes, it remains prudent to retain the bulk of our funds as a contingency against possible significant expenses.

Such possibilities might include:

- An opportunity to be financially involved in efforts to acquire property to protect our watershed.
- An unexpected expenditure to battle an outbreak of an invasive species.
- An opportunity to contribute financially to studies and efforts by other organizations related to understanding the nature of our lakes and how best to protect them.

As of the end of 2020 we had \$49,890 in unrestricted funds available to support our program efforts.

- During 2020 we spent \$4,300 on our ongoing programs.

In addition, at the end of 2020 we had \$22,748 in funds restricted to our land protection fund dedicated to protecting our watershed.

- There were no disbursements from the land protection fund in 2020.

We depend on contributions from our members for dues and other generous donations for the vast majority of our revenue.

- 92% of our revenue in 2020 came from our members.
- We currently have 320 dues paying members and we greatly appreciate your support.

During 2020 we completed a project to expand our membership base and have been successful in expanding our membership this year by almost 20%. Again, thank you all for your support.

During 2020 we spent 6% of our general funds on membership and administrative related expenditures. The bulk of these expenses were related to our effort to expand our membership and they have more than paid for by the success of this effort.

One particular item of note, in 2020 the association re-acquired a piece of property it originally purchased in 1981 to use as a fish hatchery to stock our lakes with walleye. We had deeded the property to the Michigan DNR with the agreement that they would continue to use it as a hatchery. In 2020 the DNR stopped using the property and returned it to us under the agreement. This year, 2021, we have sold the property as it had no direct association with our watershed. We now have the funds from that sale, approximately \$59,000, available for future opportunities.

Bottom line, thanks to the generous support of our members, our association remains financially strong and capable of carrying out our mission to protect the health of our lakes and the ability of all of us to enjoy them.

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Thank you,
John Dolansky, Treasurer
Pickerel-Crooked Lakes Association

Pickereel-Crooked Lakes Association

Financial Statements

Year Ended December 31, 2020

(Note 1)



Pickereel-Crooked Lakes Association
Statement of Revenues, Expenditures and Change in Cash and Investments
January 1 to December 31

	2020	2019	Change
<u>REVENUES:</u>			
Annual contributions: (Note 2)			
Unrestricted	\$ 5,060.00	\$ 5,960.00	\$ (900.00)
Restricted (Note 11)	1,430.00	1,805.00	(375.00)
Other donations: (Note 3)			
Unrestricted	2,555.00	5,619.19	(3,064.19)
Restricted (Note 11)	471.00	245.00	226.00
Less noncash donations (Note 4)	(453.42)	(784.19)	330.77
Other revenues: (Note 5)			
Merchandise (net)	237.50	104.27	133.23
Interest earned	603.48	613.47	(9.99)
Total cash revenue	<u>\$ 9,903.56</u>	<u>\$ 13,562.74</u>	<u>\$ (3,659.18)</u>
<u>EXPENDITURES:</u>			
Program activities: (Notes 6)			
Water quality	\$ (875.00)	\$ 4,787.50	\$ (5,662.50)
Waterway support	1,000.00	3,202.18	(2,202.18)
Education & safety	336.95	254.40	82.55
Administrative: (Note 7)			
Member activities	1,581.64	2,929.35	(1,347.71)
Administrative expenses	1,559.01	1,158.53	400.48
Total cash expenditures	<u>\$ 3,602.60</u>	<u>\$ 12,331.96</u>	<u>\$ (8,729.36)</u>
Change in cash & investments	6,300.96	1,230.78	5,070.18
Beginning cash and investments	55,322.20	54,091.42	1,230.78
Ending cash and investments	<u>\$ 61,623.16</u>	<u>\$ 55,322.20</u>	<u>\$ 6,300.96</u>

Pickereel-Crooked Lakes Association

Balance Sheet

December 31

	2020	2019	Change
<u>ASSETS:</u>			
Cash and Investments: (Note 8)			
Cash in bank	\$ 22,047.11	\$ 16,310.06	\$ 5,737.05
Certificates of deposits	39,576.05	39,012.14	563.91
Total cash and investments	61,623.16	55,322.20	6,300.96
Undeposited receipts (Note 4)	453.42	0.00	453.42
Fixed assets:			
Land (Note 9)	10,000.00	0.00	10,000.00
Equipment (Note 10)	562.00	718.84	(156.84)
Total fixed assets	10,562.00	718.84	9,843.16
Total assets	\$ 72,638.58	\$ 56,041.04	\$ 16,597.54
<u>EQUITY:</u>			
Net assets:			
Unrestricted funds	\$ 49,890.08	\$ 35,193.54	\$ 14,696.54
Restricted funds (Note 11)	22,748.50	20,847.50	1,901.00
Total net assets	72,638.58	56,041.04	16,597.54
Total equity	\$ 72,638.58	\$ 56,041.04	\$ 16,597.54

Pickereel-Crooked Lakes Association
Notes to the Financial Statements
Year Ended December 31, 2020

Note 1 - Financial Statements:

The financial statements of the Pickereel Crooked Lakes Association (the Association) are presented on a cash basis in keeping with the basis on which the books and records of the Association are kept. The financial statements have not been subject to audit and are intended only for the use of the Association or as prescribed by the directors of the Association.

Note 2 - Annual Contributions:

The Association accepts contributions for membership in the amount of \$25 for individuals and \$40 for businesses. Of these donations, \$5 and \$20 respectively are applied to the Land Protection Program (see Note 11). Annual contributions for fiscal year ended 12/31/2020 consisted of membership donations from 171 individual and 8 business members who paid dues for 2020 and 29 individual members and 1 business member who paid dues forward to future years:

	2020	2019	Change
<u>Unrestricted donations:</u>			
Current Year Dues:			
Individual members	\$ 3,420.00	\$ 4,000.00	\$ (580.00)
Business members	160.00	400.00	(240.00)
Future Year Dues:			
Individual members	1,420.00	1,540.00	(120.00)
Business members	60.00	20.00	40.00
	<u>\$ 5,060.00</u>	<u>\$ 5,960.00</u>	<u>\$ (900.00)</u>
<u>Restricted donations (Note 11):</u>			
Land Protection Program	1,430.00	1,805.00	(375.00)
Total annual donations	<u>\$ 6,490.00</u>	<u>\$ 7,765.00</u>	<u>\$ (1,275.00)</u>

Note 3 – Other donations:

	2020	2019	Change
<u>Unrestricted donations:</u>			
General donations	\$ 1,774.00	\$ 2,824.19	\$ (1,050.19)
Memorial donations	781.00	2,795.00	(2,014.00)
<u>Restricted donations (Note 11):</u>			
Land Protection Program	471.00	245.00	226.00
Total other donations	<u>\$ 3,026.00</u>	<u>\$ 5,864.19</u>	<u>\$ (2,838.19)</u>

Pickereel-Crooked Lakes Association
Notes to the Financial Statements
Year Ended December 31, 2020

Note 4 – Noncash donations:

Noncash donations in 2020 consisted of the balance of undeposited receipts received 2020 and deposited in 2021. Noncash donations in 2019 consists of a notebook computer and software donated by a member for use in keeping the accounts and records of the Association (see Note 10).

Note 5 – Other revenue:

	2020	2019	Change
<u>Other revenues:</u>			
Merchandise sales			
License Plates	\$ 48.00	\$ -	\$ 48.00
Decals & Reflectors	77.00	63.00	14.00
PCLA Flags	112.50	67.50	45.00
	237.50	130.50	107.00
Product mailing expense	-	26.23	(26.23)
Net merchandise sales revenue	237.50	104.27	133.23
Interest earned on cash and investments	603.48	613.47	(9.99)
Total other revenues	\$ 840.98	\$ 717.74	\$ 123.24

Note 6 – Program expenses:

	2020	2019	Change
<u>Water quality program:</u>			
Water Testing (*)	\$ (3,850.00)	\$ 3,850.00	\$ (7,700.00)
Aquatic Plant Management	2,975.00	937.50	2,037.50
	(875.00)	4,787.50	(5,662.50)
<u>Waterway support program:</u>			
Tip of the Mitt Watershed Council	1,000.00	3,000.00	(2,000.00)
Inland Water Route Historical S	-	202.18	(202.18)
	1,000.00	3,202.18	(2,202.18)
<u>Education & safety program:</u>			
Marine Navigation Signs	-	254.40	(254.40)
Information Projects	336.95	-	336.95
	336.95	254.40	336.95
	\$ 461.95	\$ 8,244.08	\$ (7,527.73)

* - Swimmers' itch study in 2019 - \$5,500 net of TOM reimbursement of \$1,650. In 2020 - final TOM reimbursement of \$3,850 received in January 2020.

Pickereel-Crooked Lakes Association
Notes to the Financial Statements
Year Ended December 31, 2020

Note 7 – Administrative expenses:

	2020	2019	Change
<u>Administrative expenses:</u>			
Membership events	\$ -	\$ 126.44	\$ (126.44)
Membership communications:			
Postage and delivery	78.60	374.97	(296.37)
Printing and reproduction	1,019.05	336.95	682.10
Website expense	483.99	2,015.99	(1,532.00)
Newsletter	-	75.00	(75.00)
Total member communication expenses	1,581.64	2,802.91	(1,221.27)
Total member activities expense	\$ 1,581.64	\$ 2,929.35	\$ (1,347.71)
Other administrative expenses:			
Office supplies	-	45.95	(45.95)
Dues and subscriptions	518.00	518.00	-
Licenses and permits	20.00	57.50	(37.50)
Paypal fees	48.01	87.08	(39.07)
Insurance	973.00	450.00	523.00
Total other administrative expenses	1,559.01	1,158.53	400.48
Total administrative expenses	\$ 3,140.65	\$ 4,087.88	\$ (947.23)

Pickereel-Crooked Lakes Association
Notes to the Financial Statements
Year Ended December 31, 2020

Note 8 – Cash and investments:

	2020	2019	Change
<u>Cash in bank:</u>			
First Community Bank	\$ 21,752.93	\$ 16,016.04	\$ 5,736.89
4 Front Credit Union	294.18	294.02	0.16
	<u>22,047.11</u>	<u>16,310.06</u>	<u>5,737.05</u>
<u>Certificates of deposits:</u>			
4 Front CD#0600 maturing 04/2022	5,229.47	5,168.00	61.47
4 Front CD#0601 maturing 04/2022	5,229.47	5,168.00	61.47
4 Front CD#0602 maturing 04/2022	5,229.47	5,168.00	61.47
4 Front CD#0603 maturing 10/2021	3,366.38	3,312.90	53.48
4 Front CD#0604 maturing 10/2021	3,366.38	3,312.90	53.48
4 Front CD#0605 maturing 10/2021	3,366.38	3,312.90	53.48
4 Front CD#0606 maturing 10/2021	3,366.38	3,312.90	53.48
4 Front CD#0607 maturing 05/2023	5,211.06	5,128.27	82.79
4 Front CD#0608 maturing 05/2023	5,211.06	5,128.27	82.79
	<u>39,576.05</u>	<u>39,012.14</u>	<u>563.91</u>
Total cash and investments	<u>\$ 61,623.16</u>	<u>\$ 55,322.20</u>	<u>\$ 6,300.96</u>

Note 9 – Land:

Land consists of a 17-acre parcel located in a small valley just off of Rotter Road in Tuscarora Township in Cheboygan County. The property was originally purchased by the Association in April, 1981, and used for fish rearing to stock nearby lakes. In September, 1991, the property was deeded as a gift to the Michigan Department of Natural Resources (DNR) with the stipulation that the property was to continue to be used for fish rearing to stock nearby lakes and that the property would revert to the Association if it is no longer used by the DNR for this purpose. In 2020, the DNR informed the Association that it intended to discontinue the stipulated use and of its intention to return ownership of the property back to the Association as required by the deed. In November, 2020, the DNR executed a quit-claim deed transferring the property back to the Association for zero consideration. As a result, the Association has re-recorded the asset on its books and records at the original purchase price as the intended use was consistent since the Association acquired the property and the intervening ownership changes were of no financial consequence.

Pickereel-Crooked Lakes Association
Notes to the Financial Statements
Year Ended December 31, 2020

Note 10 – Equipment:

	2020	2019	Change
Computer system	\$ 784.19	\$ 784.19	\$ -
Less accumulated depreciation	(222.19)	(65.35)	(156.84)
	<u>\$ 562.00</u>	<u>\$ 718.84</u>	<u>\$ (156.84)</u>

Note 11 – Restricted net assets:

The Association accepts contributions for membership in the amount of \$25 for individuals and \$40 for businesses. Of these donations, \$5 and \$20 respectively are applied to the Land Protection Program (see Note 2). In addition, the Association accepts other donations specifically designated by the donor to be used by the Association for its Land Protection Program (see Note 3). There were no expenditures for the Land Protection Program in either year 2020 or 2019.

The following table details by year the accumulation and distribution of funds so designated and represents the balance of Association net assets so restricted:

Fiscal Year Ending	Members Donations	Memorial Donations	Other Donations	Total Donations	Land Expenditures	Land Program Balance
12/31/2002	1,725.00	415.00	375.00	2,515.00	0.00	2,515.00
12/31/2003	1,470.00	365.00	1,050.00	2,885.00	3,000.00	2,400.00
12/31/2004	1,210.00	220.00	0.00	1,430.00	0.00	3,830.00
12/31/2005	1,990.00	725.00	250.00	2,965.00	0.00	6,795.00
12/31/2006	1,770.00	1,030.00	121.50	2,921.50	0.00	9,716.50
12/31/2007	2,540.00	275.00	437.50	3,252.50	0.00	12,969.00
12/31/2008	1,630.00	220.00	270.00	2,120.00	0.00	15,089.00
12/31/2009	1,575.00	770.00	2,970.00	5,315.00	1,000.00	19,404.00
12/31/2010	1,715.00	2,925.00	1,926.00	6,566.00	15,000.00	10,970.00
12/31/2011	1,310.00	1,365.00	517.50	3,192.50	0.00	14,162.50
12/31/2012	1,445.00	1,185.00	655.00	3,285.00	5,000.00	12,447.50
12/31/2013	2,990.00	1,350.00	1,035.00	5,375.00	0.00	17,822.50
12/31/2014	1,810.00	0.00	445.00	2,255.00	0.00	20,077.50
12/31/2015	1,885.00	0.00	565.00	2,450.00	10,000.00	12,527.50
12/31/2016	1,980.00	0.00	450.00	2,430.00	0.00	14,957.50
12/31/2017	635.00	0.00	425.00	1,060.00	0.00	16,017.50
12/31/2018	2,265.00	0.00	515.00	2,780.00	0.00	18,797.50
12/31/2019	1,805.00	0.00	245.00	2,050.00	0.00	20,847.50
12/31/2020	1,430.00	0.00	471.00	1,901.00	0.00	22,748.50
	<u>\$ 33,180.00</u>	<u>\$ 10,845.00</u>	<u>\$ 12,723.50</u>	<u>\$ 56,748.50</u>	<u>\$ 34,000.00</u>	<u>\$ 22,748.50</u>