

Pickereel-Crooked Lakes Association

Annual Report

Year Ended December 31, 2021



Pickernel-Crooked Lakes Association
2021 Treasurer's Report

Dear Members,

The financial health of the Pickernel-Crooked Lakes Association is currently strong relative to our ongoing and expected expenditures. I am pleased to report that we have not experienced any financial impediments to our efforts to protect the health of our lakes and the ability for all of us to enjoy them.

We do, however, remain focused and aware that given the nature of our efforts to protect our lakes that 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 December 31, 2021, we had \$105,129 in unrestricted funds available to support our ongoing program efforts and, during the year ended December 31, 2021, we spent \$5,665 on these programs.

In addition, at the end of 2021, we had \$29,078 in funds restricted to our land protection fund dedicated to protecting our watershed. There were no disbursements from the land protection fund in 2021.

We depend on contributions from our members for dues and other generous donations for the majority of our revenue. Revenue from members in 2021 totaled \$21,203. During 2020, we completed a project to expand our membership base and, as a result, we successfully expanded our membership in 2021 by more than 30%. As of December 31, 2021, we have 344 dues paying members including 321 individual members and 23 business members. We greatly appreciate the support of our members.

During 2021, we spent \$3,539 or 4% of our general funds on membership and administrative related expenditures. \$2,663 or 75% of these expenses were related to our effort to retain and grow our membership base.

Of special note, in 2021 we sold a piece of property originally purchased in 1981 to use as a fish hatchery to stock our lakes with walleye. The Michigan Department of Natural Resources had been operating the fish hatchery until they ceased in 2020. As a result, we decided to sell the property as it had no direct impact on our watershed and 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, the Pickerel-Crooked Lakes Association remains financially strong and capable of carrying out our mission to protect the health of our lakes and the ability for all of us to enjoy them.

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

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Pickereel-Crooked Lakes Association

Financial Statements

Year Ended December 31, 2021

(Note 1)



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

	2021	2020	Change
<u>REVENUES:</u>			
Annual contributions (Note 2):			
Unrestricted	\$ 10,600.00	\$ 5,060.00	\$ 5,540.00
Restricted (Note 10)	3,010.00	1,430.00	1,580.00
Other donations (Note 3):			
Unrestricted	4,273.00	2,555.00	1,718.00
Restricted (Note 10)	3,320.00	471.00	2,849.00
Other revenues (Note 4):			
Merchandise (net)	(543.40)	237.50	(780.90)
Interest earned	613.46	603.48	9.98
Gain on sale of land (Note 8)	49,655.80	-	49,655.80
Total revenues	<u>\$ 70,928.86</u>	<u>\$ 10,356.98</u>	<u>\$ 60,571.88</u>
<u>EXPENDITURES:</u>			
Program activities (Note 5):			
Water quality	\$ 3,243.18	\$ (875.00)	\$ 4,118.18
Waterway support	2,000.00	1,000.00	1,000.00
Education & safety	421.34	336.95	84.39
Administrative (Note 6):			
Member activities	2,662.65	1,581.64	1,081.01
Administrative expenses	876.26	1,559.01	(682.75)
Depreciation expense	156.84	156.84	-
Total expenditures	<u>\$ 9,360.27</u>	<u>\$ 3,759.44</u>	<u>\$ 5,600.83</u>
<u>CASH ADJUSTMENTS:</u>			
Depreciation expense (Note 9)	156.84	156.84	-
Change in undeposited funds	208.42	(453.42)	661.84
Land sold (Note 8)	10,000.00	-	10,000.00
Net cash adjustment	<u>\$ 10,365.26</u>	<u>\$ (296.58)</u>	<u>\$ 10,661.84</u>
Change in cash & investments	71,933.85	6,300.96	65,632.89
Beginning cash and investments	61,623.16	55,322.20	6,300.96
Ending cash and investments (Note 7)	<u>\$ 133,557.01</u>	<u>\$ 61,623.16</u>	<u>\$ 71,933.85</u>

Pickereel-Crooked Lakes Association

Balance Sheet

December 31

	2021	2020	Change
<u>ASSETS:</u>			
Cash and Investments (Note 7):			
Cash in bank	\$ 93,428.45	\$ 22,047.11	\$ 71,381.34
Certificates of deposits	40,128.56	39,576.05	552.51
Total cash and investments	133,557.01	61,623.16	71,933.85
Undeposited receipts	245.00	453.42	(208.42)
Fixed assets:			
Land (Note 8)	0.00	10,000.00	(10,000.00)
Equipment (Note 9)	405.16	562.00	(156.84)
Total fixed assets	405.16	10,562.00	-10,156.84
Total assets	\$ 134,207.17	\$ 72,638.58	\$ 61,568.59
<u>EQUITY:</u>			
Net assets:			
Unrestricted Funds	\$ 105,128.67	\$ 49,890.08	\$ 55,238.59
Restricted Funds (Note 10)	29,078.50	22,748.50	6,330.00
Total net assets	134,207.17	72,638.58	61,568.59
Total equity	\$ 134,207.17	\$ 72,638.58	\$ 61,568.59

Pickereel-Crooked Lakes Association
Notes to the Financial Statements
Year Ended December 31, 2021

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 an independent 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 10). Annual contributions for fiscal year ended December 31, 2021 consisted of membership donations from 299 individual and 23 business members who paid dues for 2021. Of these, 68 individual members and 2 business members also paid dues forward to future years:

	2021	2020	Change
<u>Unrestricted donations:</u>			
Current Year Dues:			
Individual members	\$ 5,980.00	\$ 3,420.00	\$ 2,560.00
Business members	460.00	160.00	300.00
Future Year Dues:			
Individual members	4,040.00	1,420.00	2,620.00
Business members	120.00	60.00	60.00
	<u>\$ 10,600.00</u>	<u>\$ 5,060.00</u>	<u>\$ 5,540.00</u>
<u>Restricted donations (Note 10):</u>			
Land Protection Program	3,010.00	1,430.00	1,580.00
Total annual donations	<u>\$ 13,610.00</u>	<u>\$ 6,490.00</u>	<u>\$ 7,120.00</u>

Note 3 – Other donations:

	2021	2020	Change
<u>Unrestricted donations:</u>			
General donations	\$ 2,378.00	\$ 1,774.00	\$ 604.00
Memorial donations	1,895.00	781.00	1,114.00
<u>Restricted donations (Note 10):</u>			
Land Protection Program	3,320.00	471.00	2,849.00
Total other donations	<u>\$ 7,593.00</u>	<u>\$ 3,026.00</u>	<u>\$ 4,567.00</u>

Pickereel-Crooked Lakes Association
Notes to the Financial Statements
Year Ended December 31, 2021

Note 4 – Other revenue:

	2021	2020	Change
<u>Other revenues:</u>			
Merchandise sales			
License Plates	\$ 48.00	\$ 48.00	\$ -
Decals & Reflectors	203.00	77.00	126.00
PCLA Flags	437.50	112.50	325.00
	688.50	237.50	451.00
Product expense	1,231.90	-	1,231.90
Net merchandise sales revenue	(543.40)	237.50	(780.90)
Interest earned on cash and investments	613.46	603.48	9.98
Gain on sale of land (Note 8)	49,655.80	-	49,655.80
Total other revenues	<u>\$ 49,725.86</u>	<u>\$ 840.98</u>	<u>\$ 48,884.88</u>

Note 5 – Program expenses:

	2021	2020	Change
<u>Water quality program:</u>			
Water Testing (*)	\$ -	\$ (3,850.00)	\$ 3,850.00
Aquatic Plant Management	3,243.18	2,975.00	268.18
	3,243.18	(875.00)	4,118.18
<u>Waterway support program:</u>			
Tip of the Mitt Watershed Council	2,000.00	1,000.00	1,000.00
Inland Water Route Historical Society	-	-	-
	2,000.00	1,000.00	1,000.00
<u>Education & safety program:</u>			
Marine Navigation Signs	-	-	-
Information Projects	421.34	336.95	84.39
	421.34	336.95	84.39
	<u>\$ 5,664.52</u>	<u>\$ 461.95</u>	<u>\$ 5,202.57</u>

* - Swimmers' itch study in 2020 - final TOM reimbursement of \$3,850 received in January.

Pickereel-Crooked Lakes Association
Notes to the Financial Statements
Year Ended December 31, 2021

Note 6 – Administrative expenses:

	2021	2020	Change
<u>Administrative expenses:</u>			
Membership events	\$ 377.59	\$ -	\$ 377.59
Membership communications:			
Postage and delivery	79.20	78.60	0.60
Printing and reproduction	1,949.87	1,019.05	930.82
Website expense	255.99	483.99	(228.00)
Total member communication expenses	2,285.06	1,581.64	703.42
Total member activities expense	\$ 2,662.65	\$ 1,581.64	\$ 1,081.01
Other administrative expenses:			
Office supplies	13.93	-	13.93
Dues and subscriptions	504.00	518.00	(14.00)
Licenses and permits	20.00	20.00	-
Paypal fees	222.33	48.01	174.32
Insurance	116.00	973.00	(857.00)
Total other administrative expenses	876.26	1,559.01	(682.75)
Total administrative expenses	\$ 3,538.91	\$ 3,140.65	\$ 398.26

Note 7 – Cash and investments:

	2021	2020	Change
<u>Cash in bank:</u>			
First Community Bank	\$ 90,553.78	\$ 21,752.93	\$ 68,800.85
4 Front Credit Union	294.30	294.18	0.12
PayPal	2,580.37	-	2,580.37
	93,428.45	22,047.11	71,381.34
<u>Certificates of deposits:</u>			
4 Front CD#0600 maturing 04/2022	3,416.02	5,229.47	(1,813.45)
4 Front CD#0601 maturing 04/2022	3,416.02	5,229.47	(1,813.45)
4 Front CD#0602 maturing 04/2022	3,416.02	5,229.47	(1,813.45)
4 Front CD#0603 maturing 10/2025	3,416.02	3,366.38	49.64
4 Front CD#0604 maturing 10/2025	5,291.52	3,366.38	1,925.14
4 Front CD#0605 maturing 10/2025	5,291.52	3,366.38	1,925.14
4 Front CD#0606 maturing 10/2025	5,291.52	3,366.38	1,925.14
4 Front CD#0607 maturing 05/2023	5,294.96	5,211.06	83.90
4 Front CD#0608 maturing 05/2023	5,294.96	5,211.06	83.90
	40,128.56	39,576.05	552.51
Total cash and investments	\$ 133,557.01	\$ 61,623.16	\$ 71,933.85

Pickernel-Crooked Lakes Association
Notes to the Financial Statements
Year Ended December 31, 2021

Note 8 – Land:

Land consists of a 17-acre parcel located in a small valley just off of Rotter Road in Tuscarora Township in Cheboygan County. On April 19, 2021, the Association sold the property and realized a gain of \$49,665.80. 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 re-recorded the asset on its books and records in 2020 at the original purchase price of \$10,000 as the intended use was consistent since the Association acquired the property and the intervening ownership changes were of no financial consequence.

Gain on sale of Land:

	2021
Proceeds from the sale	\$ 60,405.80
Less:	
Original purchase price	10,000.00
Legal and professional fees paid	750.00
Net Gain on sale of the Reid Berney Pond property	<u>\$ 49,655.80</u>

Note 9 – Equipment:

	2021	2020	Change
Computer system	\$ 784.19	\$ 784.19	\$ -
Less accumulated depreciation	379.03	222.19	156.84
	<u>\$ 405.16</u>	<u>\$ 562.00</u>	<u>\$ 156.84</u>

Pickereel-Crooked Lakes Association
Notes to the Financial Statements
Year Ended December 31, 2021

Note 10 – 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 2021 or 2020.

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
12/31/2021	3,010.00	0.00	3,320.00	6,330.00	0.00	29,078.50
	\$ 36,190.00	\$ 10,845.00	\$ 16,043.50	\$ 63,078.50	\$ 34,000.00	\$ 29,078.50