

Pickereel-Crooked Lakes Association

Annual Report

Year Ended December 31, 2022



Pickerel-Crooked Lakes Association
2022 Treasurer's Report

Dear Members,

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. The financial health of the Pickerel-Crooked Lakes Association is currently strong enabling our Association to meet its ongoing and expected expenditures.

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, 2022, we had \$89,177 in unrestricted funds available to support our ongoing program efforts. During 2022 we spent \$78,243 on our ongoing programs including \$25,424 from the General Fund and \$52,819 from our Land Protection Fund leaving the Land Protection Fund with a zero balance as of December 31, 2022.

The funds in our Land Protection Fund, \$52,819, along with \$22,618 in funds from our General Fund were spent in support the Little Traverse Conservancy's purchase of 5.88 acres and 870 feet of pristine water frontage on the byway between Crooked and Pickerel Lakes. This property was added to the Conservancy's Black Hole Nature Preserve.

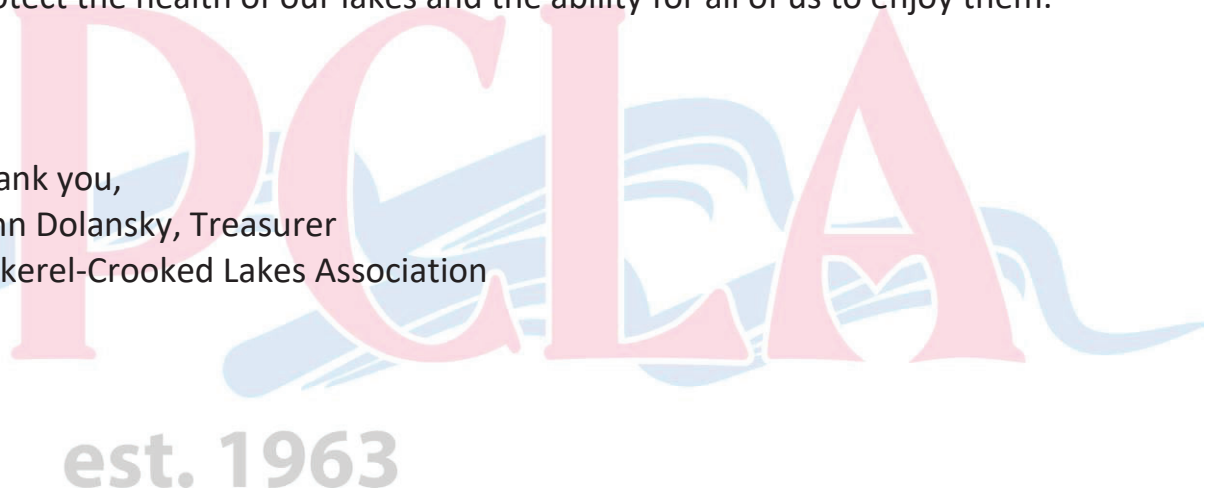
During the year ended December 31, 2022, we spent \$2,806 on our other ongoing programs including our Water Quality and Education and Safety programs.

We depend on contributions from our members for dues and other generous donations for the majority of our revenue. Revenue from members in 2022 totaled \$36,675. As of December 31, 2022, we have 334 dues paying members including 320 individual members and 14 business members. We greatly appreciate the support of our members.

During 2022, we spent \$4,222 or 5% of our general funds on membership and administrative related expenditures. \$3,296 or 78% of these expenses were related to our effort to retain and grow our membership base.

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



Pickereel-Crooked Lakes Association

Financial Statements

Year Ended December 31, 2022
(Note 1)



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

	2022	2021	Change
REVENUES:			
Annual contributions (Note 2):			
Unrestricted	\$ 8,720.00	\$ 10,600.00	\$ (1,880.00)
Restricted (Note 10)	2,345.00	3,010.00	(665.00)
Other donations (Note 3):			
Unrestricted	4,215.00	4,273.00	(58.00)
Restricted (Note 10)	21,395.00	3,320.00	18,075.00
Other revenues (Note 4):			
Merchandise (net)	320.00	(543.40)	863.40
Interest earned	439.67	613.46	(173.79)
Gain on sale of land (Note 8)	-	49,655.80	(49,655.80)
Total revenues	<u>\$ 37,434.67</u>	<u>\$ 70,928.86</u>	<u>\$ (33,494.19)</u>
EXPENDITURES:			
Program activities (Note 5):			
Water quality	\$ 756.25	\$ 3,243.18	\$ (2,486.93)
Waterway support	77,487.00	2,000.00	75,487.00
Education & safety	-	421.34	(421.34)
Administrative (Note 6):			
Member activities	3,295.96	2,662.65	633.31
Administrative expenses	768.48	876.26	(107.78)
Depreciation expense	156.84	156.84	-
Total expenditures	<u>\$ 82,464.53</u>	<u>\$ 9,360.27</u>	<u>\$ 73,104.26</u>
CASH ADJUSTMENTS:			
Depreciation expense (Note 9)	156.84	156.84	-
Change in undeposited funds	245.00	208.42	36.58
Land sold (Note 8)	-	10,000.00	(10,000.00)
Net cash adjustment	<u>\$ 401.84</u>	<u>\$ 10,365.26</u>	<u>\$ (9,963.42)</u>
Change in cash & investments	-44,628.02	71,933.85	(116,561.87)
Beginning cash and investments	133,557.01	61,623.16	71,933.85
Ending cash and investments (Note 7)	<u>\$ 88,928.99</u>	<u>\$ 133,557.01</u>	<u>\$ (44,628.02)</u>

Pickereel-Crooked Lakes Association

Balance Sheet

December 31

	2022	2021	Change
<u>ASSETS:</u>			
Cash and Investments (Note 7):			
Cash in bank	\$ 48,415.34	\$ 93,428.45	\$ (45,013.11)
Certificates of deposits	40,513.65	40,128.56	385.09
Total cash and investments	88,928.99	133,557.01	-44,628.02
Undeposited receipts	0.00	245.00	(245.00)
Fixed assets:			
Equipment (Note 9)	248.32	405.16	(156.84)
Total fixed assets	248.32	405.16	-156.84
Total assets	<u>\$ 89,177.31</u>	<u>\$ 134,207.17</u>	<u>\$ (45,029.86)</u>
<u>EQUITY:</u>			
Net assets:			
Unrestricted Funds	\$ 89,177.31	\$ 105,128.67	\$ (15,951.36)
Restricted Funds (Note 10)	0.00	29,078.50	(29,078.50)
Total net assets	89,177.31	134,207.17	-45,029.86
Total equity	<u>\$ 89,177.31</u>	<u>\$ 134,207.17</u>	<u>\$ (45,029.86)</u>

Pickereel-Crooked Lakes Association
Notes to the Financial Statements
Year Ended December 31, 2022

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, 2022 consisted of membership donations from 261 individual and 12 business members who paid dues for 2022.

	2022	2021	Change
<u>Unrestricted donations:</u>			
Current Year Dues:			
Individual members	\$ 5,220.00	\$ 5,980.00	\$ (760.00)
Business members	240.00	460.00	(220.00)
Future Year Dues:			
Individual members	3,260.00	4,040.00	(780.00)
Business members	-	120.00	(120.00)
	<u>\$ 8,720.00</u>	<u>\$ 10,600.00</u>	<u>\$ (1,880.00)</u>
<u>Restricted donations (Note 10):</u>			
Land Protection Program	2,345.00	3,010.00	(665.00)
Total annual donations	<u>\$ 11,065.00</u>	<u>\$ 13,610.00</u>	<u>\$ (2,545.00)</u>

Note 3 – Other donations:

	2022	2021	Change
<u>Unrestricted donations:</u>			
General donations	\$ 1,930.00	\$ 2,378.00	\$ (448.00)
Memorial donations	2,285.00	1,895.00	390.00
<u>Restricted donations (Note 10):</u>			
Land Protection Program	21,395.00	3,320.00	18,075.00
Total other donations	<u>\$ 25,610.00</u>	<u>\$ 7,593.00</u>	<u>\$ 18,017.00</u>

Pickereel-Crooked Lakes Association
Notes to the Financial Statements
Year Ended December 31, 2022

Note 4 – Other revenue:

	2022	2021	Change
<u>Other revenues:</u>			
Merchandise sales			
License Plates	\$ -	\$ 48.00	\$ (48.00)
Decals & Reflectors	140.00	203.00	(63.00)
PCLA Flags	180.00	437.50	(257.50)
	<u>320.00</u>	<u>688.50</u>	<u>(368.50)</u>
Product expense	-	1,231.90	(1,231.90)
Net merchandise sales revenue	320.00	(543.40)	863.40
Interest earned on cash and investments	439.67	613.46	(173.79)
Gain on sale of land (Note 8)	-	49,655.80	(49,655.80)
Total other revenues	<u>\$ 759.67</u>	<u>\$ 49,725.86</u>	<u>\$ (48,966.19)</u>

Note 5 – Program expenses:

	2022	2021	Change
<u>Water quality program:</u>			
Water Testing	\$ -	\$ -	\$ -
Aquatic Plant Management	756.25	3,243.18	(2,486.93)
	<u>756.25</u>	<u>3,243.18</u>	<u>(2,486.93)</u>
<u>Waterway support program:</u>			
Land Protection (see Note 10)	75,437.00	-	75,437.00
Tip of the Mitt Watershed Council	2,000.00	2,000.00	
Other	50.00	-	50.00
	<u>77,487.00</u>	<u>2,000.00</u>	<u>75,487.00</u>
<u>Education & safety program:</u>			
Marine Navigation Signs	-	-	-
Information Projects	-	421.34	(421.34)
	<u>-</u>	<u>421.34</u>	<u>(421.34)</u>
	<u>\$ 78,243.25</u>	<u>\$ 5,664.52</u>	<u>\$ 72,578.73</u>

Pickereel-Crooked Lakes Association
Notes to the Financial Statements
Year Ended December 31, 2022

Note 6 – Administrative expenses:

	2022	2021	Change
<u>Administrative expenses:</u>			
Membership events	\$ -	\$ 377.59	\$ (377.59)
Membership communications:			
Postage and delivery	66.00	79.20	(13.20)
Printing and reproduction	1,632.97	1,949.87	(316.90)
Website expense	1,596.99	255.99	1,341.00
Total member communication expenses	3,295.96	2,285.06	1,010.90
Total member activities expense	\$ 3,295.96	\$ 2,662.65	\$ 633.31
Other administrative expenses:			
Office supplies and misc	183.82	13.93	169.89
Dues and subscriptions	-	504.00	(504.00)
Licenses and permits	-	20.00	(20.00)
Paypal fees	134.66	222.33	(87.67)
Insurance	450.00	116.00	334.00
Total other administrative expenses	768.48	876.26	(107.78)
Total administrative expenses	\$ 4,064.44	\$ 3,538.91	\$ 525.53

Note 7 – Cash and investments:

	2022	2021	Change
<u>Cash in bank:</u>			
First Community Bank	\$ 48,024.90	\$ 90,553.78	\$ (42,528.88)
4 Front Credit Union	294.42	294.30	0.12
PayPal	96.02	2,580.37	(2,484.35)
	48,415.34	93,428.45	(45,013.11)
<u>Certificates of deposits:</u>			
4 Front CD#0600 maturing 10/2024	5,326.49	3,416.02	1,910.47
4 Front CD#0601 maturing 10/2024	5,326.49	3,416.02	1,910.47
4 Front CD#0602 maturing 10/2024	5,326.49	3,416.02	1,910.47
4 Front CD#0603 maturing 10/2025	3,443.45	3,416.02	27.43
4 Front CD#0604 maturing 10/2025	3,443.45	5,291.52	(1,848.07)
4 Front CD#0605 maturing 10/2025	3,443.45	5,291.52	(1,848.07)
4 Front CD#0606 maturing 10/2025	3,443.45	5,291.52	(1,848.07)
4 Front CD#0607 maturing 05/2023	5,380.19	5,294.96	85.23
4 Front CD#0608 maturing 05/2023	5,380.19	5,294.96	85.23
	40,513.65	40,128.56	385.09
Total cash and investments	\$ 88,928.99	\$ 133,557.01	\$ (44,628.02)

Pickereel-Crooked Lakes Association
Notes to the Financial Statements
Year Ended December 31, 2022

Note 8 – Land sold:

Land sold consisted 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:

	2022	2021	Change
Computer system	\$ 784.19	\$ 784.19	\$ -
Less accumulated depreciation	535.87	379.03	156.84
	<u>\$ 248.32</u>	<u>\$ 405.16</u>	<u>\$ 156.84</u>

Pickereel-Crooked Lakes Association
Notes to the Financial Statements
Year Ended December 31, 2022

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). In December 2022, the funds in the Land Protection Fund, \$52,819, along with \$22,618 in funds from our General Fund were spent in support the Little Traverse Conservancy's purchase of 5.88 acres and 870 feet of pristine water frontage on the byway between Crooked and Pickereel Lakes.

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

PCLA
Undistributed Land Protection Funds
As of 12/31/2022

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
12/31/2022	2,345.00	0.00	21,395.00	23,740.00	52,818.50	0.00
	\$ 38,535.00	\$ 10,845.00	\$ 37,438.50	\$ 86,818.50	\$ 86,818.50	\$ -