Lakeland Village Community Club (A Washington Homeowners' Association)

COMPILED FINANCIAL STATEMENTS March 31, 2016

Olympic Tax & Business Consulting, LLC Certified Public Accountants

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To the Board of Directors Lakeland Village Community Club PO Box 184 Allyn, WA 98524

Management is responsible for the accompanying balance sheet of Lakeland Village Community Club, a Washington Homeowners' Association, as of March 31, 2016 and 2015, and the related statements of revenues, expenses and changes in fund balance, and statement of cash flows for the years then ended. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. We did not audit or review the accompanying financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Belfair, Washington November 27, 2016 Olympic Tax & Business Consulting, LLC
Olympic Tax & Business Consulting, LLC
Certified Public Accountants

Lakeland Village Community Club

Balance Sheet

March 31, 2016 and 2015

	Mar 31, 2016		Mar 31, 2015	
ASSETS				
Current Assets				
Cash	\$	50,127	\$	41,333
Assessments Receivable		16,374		12,969
Prepaid Insurance		4,538		6,149
Total Current Assets		71,039		60,451
Land, Property & Equipment, at Cost				
Navy Easement Land		3,980		=.0
Automobile		10,500		10,500
Equipment		35,523		46,140
Community Improvements		127,445		128,388
Accumulated Depreciation		(102,602)		(95,999)
r		74,846		89,029
	\$	145,885	\$	149,480
LIABILITIES & FUND BALANCE				
Current Liabilities	\$	7,639	\$	1,034
Accounts & Payroll Taxes Payable	Φ	1,158	Ψ	1,832
Prepaid Dues & Assessments		1,150		219
Association Taxes Payable		8,797	With the case we have a second	3,085
Total Current Liabilities		0,191		5,005
Fund Balance		137,088		146,395
	\$	145,885	\$	149,480

Lakeland Village Community Club STATEMENT OF REVENUES, EXPENSES & CHANGES IN FUND BALANCE Years ended March 31, 2016 and 2015

	Mar 31, 2016		Mar 31, 2015	
Revenues	4 150	002	\$	144,318
Assessments	\$ 158,	983	Þ	2,600
Gain on Sale of Asset		- 11		45
Interest Income	150	11		146,963
	158,	994		140,703
Expenses				
Utilities	2	279		3,037
Communications		398		13,390
Electricity		955		1,139
Garbage		,215		1,197
Sewer		327		292
Water		,174		19,055
Administration				
Bad Debts		<u>-</u> 1		1,500
Depreciation Expense		,467		465
Insurance	1000	,691		7,235
Office Expense		,456		1,433
Payroll Expense		,339		20,353
Postage and Delivery	1.	,932		1,011
Printing		545		919
Professional Fees		,163		4,041
Contract Services		,530		3,577
Rent		,440		1,440
Special Events	3	,845		2,778
Taxes - Federal		764		-
Travel		986		869
	63	,158		45,621
Maintenance & Operations				11.752
Depreciation Expense		2,716		11,752
Equipment Maintenance		2,333		3,287 3,000
Fish		3,000		
Insurance		1,072		13,435 8,142
Lake Maintenance		3,372		2,047
Maintenance		2,220		
Payroll Expense		5,829		31,835
Signs		3,019		3,934
Vehicle & Security Expense		5,408	-	7,991
	86	6,969	-	85,423
Total Expenses	168	8,301		150,099
Excess Revenues (Expenses)	(9	9,307)		(3,136)
Fund Balance - Beginning of Year		6,395		149,531
Fund Balance - End of Year		7,088	\$	146,395
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LAKELAND VILLAGE COMMUNITY CLUB STATEMENT OF CASH FLOWS

Years ended March 31, 2016 and 2015

	March 31 2016		March 31 2015	
Cash Flows From Operating Activities				
Excess revenues (expenses)	\$	(9,307)	\$	(3,136)
Adjustments to reconcile excess revenues to				
net cash provided by operating activities:				
Depreciation		14,183		12,217
(Increase) decrease in current assets				
Assessments receivable		(3,405)		(2,976)
Prepaid insurance		1,611		(413)
Increase (decrease) in current liabilities		8 8 2 8		(4.4.64)
Accounts/Payroll taxes payable		6,605		(1,161)
Prepaid dues and assessments		(674)		599
Association taxes payable		(219)	Access (All Street	(74)
Net Cash Provided (Used) by Operating		0 = 0.4		= 0 = C
Activities		8,794		5,056
Cash Flows Used by Investing Activities				
Purchase of equipment and improvements		_		(34,749)
Net Cash Used by Investing Activities		-		(34,749)
Net Increase (Decrease) in Cash		8,794		(29,693)
Cash - beginning of year		41,333		71,026
Cash - end of year	\$	50,127	\$	41,333
		The second secon		
Supplemental Disclosures				
Cash paid during the year for income taxes	\$\$	764_	\$	

LAKELAND VILLAGE COMMUNITY CLUB NOTES TO FINANCIAL STATEMENTS Years Ended March 31, 2016 and 2015

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of Lakeland Village Community Club (The Association) is presented to assist in understanding the Association's financial statements. The financial statements and notes are representations of the Association's management who is responsible for their integrity and objectivity. The Association uses the accrual method of accounting in accordance with generally accepted accounting principles.

Nature of Organization and Operations

Lakeland Village Community Club was incorporated February 24, 1972 as a non-profit Washington Corporation. The Association was formed for the purpose of representing the property owners and to manage the common areas of the Lakeland Village community of property owners.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Association considers all short-term securities purchased with maturities of twelve months or less to be cash equivalents.

Property and Equipment

Property and equipment is carried at cost if purchased. Donated property and equipment is carried at the fair market value on the date contributed.

Depreciation is computed for financial statement purposes using the straight-line method over the estimated useful lives of the related assets, normally 5 to 20 years.

LAKELAND VILLAGE COMMUNITY CLUB NOTES TO FINANCIAL STATEMENTS Years Ended March 31, 2016 and 2015 (continued)

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Property and Equipment (continued)

Expenditures for major renewals and betterments that extend the useful lives of the property and equipment are capitalized. Expenditures for maintenance and repairs are charged to expense as incurred. Current year depreciation expense is \$14,183 and accumulated depreciation is \$102,602.

Income Taxes

Income taxes are paid on income from sources which are not related to the nonprofit, membership purposes of the Association. Non-membership income on which the Association is subject to federal taxes includes interest earned on accumulated cash balances.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Fair Values of Financial Instruments

The carrying amounts reported in the financial statements approximate their fair values.

NOTE B - ASSESSMENTS RECEIVABLE

Association members are subject to annual assessments to provide funds for the Association's operating expenses. Assessments receivable as of the balance sheet date represent fees due from lot owners. Assessments are enforceable by placing a lien against title to the individual residence of a delinquent property owner, and, ultimately through the process of foreclosure.

LAKELAND VILLAGE COMMUNITY CLUB NOTES TO FINANCIAL STATEMENTS Years Ended March 31, 2016 and 2015 (continued)

NOTE B - ASSESSMENTS RECEIVABLE -(continued)

The Board of Directors believes that such procedures will result in collection of the assessments receivable.

Accordingly, no allowance for uncollectible accounts has been provided.

Bad debt expense for the current year includes the removal of fines previously assessed that were not in accordance with the existing fine schedule.

NOTE C - OPERATING LEASES

The association leases office space on a month to month basis. The monthly rent expense is \$120 during the years ended March 31, 2016 and 2015.

NOTE D - MAJOR EXPENSES

During the year ending March 31, 2016, no major expenses were incurred.

NOTE E - RELATED PARTY TRANSACTIONS

The Association had no related party transactions for the year ended March 31, 2016.

NOTE F - SUBSEQUENT EVENTS

The Association has reviewed subsequent events as of the date of these financial statements. The Association has no subsequent events as of November 27, 2016.