

**SACANDAGA PROTECTION CORPORATION**

**FINANCIAL STATEMENTS**

**DECEMBER 31, 2011 AND 2010**

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## INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To the Board of Directors  
Sacandaga Protection Corporation  
Mayfield, New York

We have reviewed the accompanying statements of financial position of Sacandaga Protection Corporation (the Corporation), a nonprofit organization, as of December 31, 2011 and 2010, and the related statements of activities and cash flows for the years then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of Corporation management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

Based on our reviews, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

Our reviews were made for the purpose of expressing limited assurance that there are no material modifications that should be made to the financial statements in order for them to be in conformity with generally accepted accounting principles. The data included in the Other Financial Information section is presented only for supplementary analysis purposes. Such information has been subjected to the inquiry and analytical procedures applied in the review of the financial statements, and we are not aware of any material modifications that should be made thereto.

*WEST & COMPANY CPAs PC*

Gloversville, New York  
April 19, 2012

SACANDAGA PROTECTION CORPORATION

STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2011 AND 2010

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	<u>2011</u>	<u>2010</u>
<b>- ASSETS -</b>		
<b>CURRENT ASSETS:</b>		
Cash and cash equivalents	\$ 84,407	\$ 101,487
Prepaid expenses	861	841
<b>Total current assets</b>	<u>85,268</u>	<u>102,328</u>
<b>TOTAL ASSETS</b>	<u>\$ 85,268</u>	<u>\$ 102,328</u>
<b>- LIABILITIES AND NET ASSETS -</b>		
<b>CURRENT LIABILITIES:</b>		
Accounts payable	\$ 4,934	\$ 1,769
<b>Total liabilities</b>	<u>4,934</u>	<u>1,769</u>
<b>NET ASSETS:</b>		
Unrestricted net assets	<u>80,334</u>	<u>100,559</u>
<b>Total net assets</b>	<u>80,334</u>	<u>100,559</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 85,268</u>	<u>\$ 102,328</u>

See accompanying notes and independent accountants' review report.

SACANDAGA PROTECTION CORPORATION

STATEMENTS OF ACTIVITIES

YEARS ENDED DECEMBER 31, 2011 AND 2010

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	<u>2011</u>	<u>2010</u>
<b>UNRESTRICTED NET ASSETS:</b>		
<b>Revenues:</b>		
Contributions	\$ 68,167	\$ 100,521
<b>Total revenues</b>	68,167	100,521
<b>Expenses:</b>		
Program services	86,880	108,038
General and administrative	1,512	1,872
<b>Total expenses</b>	88,392	109,910
<b>CHANGE IN UNRESTRICTED NET ASSETS</b>	(20,225)	(9,389)
<b>NET ASSETS - BEGINNING OF YEAR</b>	100,559	109,948
<b>NET ASSETS - END OF YEAR</b>	<u>\$ 80,334</u>	<u>\$ 100,559</u>

See accompanying notes and independent accountants' review report.

SACANDAGA PROTECTION CORPORATION

STATEMENTS OF CASH FLOWS

YEARS ENDED DECEMBER 31, 2011 AND 2010

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	<u>2011</u>	<u>2010</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
(Decrease) in net assets	\$ (20,225)	\$ (9,389)
Adjustments to reconcile (decrease) in net assets to net cash provided (used) by operating activities:		
(Increase) decrease in:		
Prepaid expenses	(20)	7,990
Increase in:		
Accounts payable	<u>3,165</u>	<u>1,769</u>
<b>Net cash provided (used) by operating activities</b>	<u>(17,080)</u>	<u>370</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	(17,080)	370
<b>CASH AND CASH EQUIVALENTS - BEGINNING</b>	<u>101,487</u>	<u>101,117</u>
<b>CASH AND CASH EQUIVALENTS - ENDING</b>	<u>\$ 84,407</u>	<u>\$101,487</u>

See accompanying notes and independent accountants' review report.

# SACANDAGA PROTECTION CORPORATION

## NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2011 AND 2010

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### **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

#### **Organization and Nature of Activities**

Sacandaga Protection Corporation was formed in August, 2009, to develop and promote strategies to protect the environmental, economic and legal interests of Sacandaga Lake users, permit holders and property taxpayers.

#### **Financial Statement Presentation**

As required by FASB ASC 958, the Corporation is required to report information regarding its financial position and activities based on the existence or absence of donor-imposed restrictions according to three classes of net assets: unrestricted net assets, temporarily restricted net assets and permanently restricted net assets. Donor-restricted contributions whose restrictions are met within the same year as received are reflected in the accompanying financial statements as unrestricted contributions.

#### **Income Taxes**

The Corporation is a nonprofit organization exempt from federal income tax under Section 501(c) 4 of the Internal Revenue Code. The Corporation files tax returns in the U.S. federal and New York State jurisdictions. The Corporation's returns for its' years ended December 31, 2009, 2010 and 2011 are subject to U.S. federal and New York State income tax examination by tax authorities.

The Corporation follows the provisions of uncertain tax positions as addressed in FASB ASC 740. Management has determined that it currently has no uncertain tax positions or unrecognized tax benefits to report for the year ended December 31, 2011.

#### **Basis of Accounting**

The Corporation reports financial position and activities under the accrual method of accounting in accordance with generally accepted accounting principles.

#### **Cash and Cash Equivalents**

Cash and cash equivalents includes all short-term investments with an original maturity of three months or less.

#### **Expense Allocation**

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities and in the schedule of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

#### **Donated Services**

No amounts have been reflected in the financial statements for donated services, as they do not meet the requirements for recognition; however, a substantial number of volunteers have donated significant amounts of their time to program services.

#### **Contributions**

The Corporation records contributions and grants when they are received.

SACANDAGA PROTECTION CORPORATION

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2011 AND 2010

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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (CONTINUED)**

**Advertising**

Advertising costs are expensed as incurred. Advertising expense was \$-0- and \$891 for the years ended December 31, 2011 and 2010, respectively.

**Use of Estimates**

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

**NOTE 2 – SUBSEQUENT EVENTS**

The Corporation has evaluated subsequent events through the issuance date of the report. None were considered material to the issued financial statements.



SACANDAGA PROTECTION CORPORATION

STATEMENTS OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 2011

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	<u>Program Services</u>	<u>General and Administrative</u>	<u>Total</u>
Accounting	\$ 1,500	\$ 0	\$ 1,500
Contract services	0	1,512	1,512
Dues	237	0	237
Printing	2,495	0	2,495
Miscellaneous	30	0	30
Postage	1,405	0	1,405
Insurance	972	0	972
Legal expenses	36,691	0	36,691
Lobbying expenses	43,550	0	43,550
	<hr/>	<hr/>	<hr/>
<b>TOTAL FUNCTIONAL EXPENSES</b>	<b>\$ 86,880</b>	<b>\$ 1,512</b>	<b>\$ 88,392</b>

See independent accountants' review report.

SACANDAGA PROTECTION CORPORATION

STATEMENTS OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 2010

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	<u>Program Services</u>	<u>General and Administrative</u>	<u>Total</u>
Advertising	\$ 891	\$ 0	\$ 891
Accounting	1,500	0	1,500
Contract services	0	1,872	1,872
Dues	98	0	98
Printing	2,864	0	2,864
Office supplies	22	0	22
Postage	3,452	0	3,452
Insurance	950	0	950
Legal expenses	38,211	0	38,211
Lobbying expenses	60,050	0	60,050
<b>TOTAL FUNCTIONAL EXPENSES</b>	<u>\$ 108,038</u>	<u>\$ 1,872</u>	<u>\$ 109,910</u>

See independent accountants' review report.