

**SACANDAGA PROTECTION CORPORATION**  
**FINANCIAL STATEMENTS**  
**DECEMBER 31, 2018 AND 2017**

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### FINANCIAL STATEMENTS

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## **INDEPENDENT ACCOUNTANTS' REVIEW REPORT**

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

We have reviewed the accompanying financial statements of Sacandaga Protection Corporation (the Corporation), a nonprofit organization, which comprise the statements of financial position as of December 31, 2018 and 2017, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of 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's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error.

### **Accountants' Responsibility**

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

### **Accountants' Conclusion**

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 accordance with accounting principles generally accepted in the United States of America.

*WEST & COMPANY CPAs PC*

Gloversville, New York  
April 12, 2019

SACANDAGA PROTECTION CORPORATION

STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2018 AND 2017

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|   | <u>2018</u>       | <u>2017</u>       |
|---|-------------------|-------------------|
| <b>- ASSETS -</b>                       |                   |                   |
| <b>CURRENT ASSETS:</b>                  |                   |                   |
| Cash and cash equivalents               | \$ 116,302        | \$ 100,646        |
| Prepaid expenses                        | 152               | 147               |
| <b>Total current assets</b>             | <u>116,454</u>    | <u>100,793</u>    |
| <b>TOTAL ASSETS</b>                     | <u>\$ 116,454</u> | <u>\$ 100,793</u> |
| <b>- LIABILITIES AND NET ASSETS -</b>   |                   |                   |
| <b>CURRENT LIABILITIES:</b>             |                   |                   |
| Accounts payable                        | \$ 2,808          | \$ 3,000          |
| <b>Total liabilities</b>                | 2,808             | 3,000             |
| <b>NET ASSETS:</b>                      |                   |                   |
| Net assets without donor restriction    | <u>113,646</u>    | <u>97,793</u>     |
| <b>Total net assets</b>                 | <u>113,646</u>    | <u>97,793</u>     |
| <b>TOTAL LIABILITIES AND NET ASSETS</b> | <u>\$ 116,454</u> | <u>\$ 100,793</u> |

See accompanying notes and independent accountants' review report.

**SACANDAGA PROTECTION CORPORATION**

**STATEMENTS OF ACTIVITIES**

**YEARS ENDED DECEMBER 31, 2018 AND 2017**

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|   | <u>2018</u>              | <u>2017</u>             |
|---|--------------------------|-------------------------|
| <b>NET ASSETS WITHOUT DONOR RESTRICTION:</b>                    |                          |                         |
| <b>Revenues:</b>  |                          |                         |
| Contributions   | \$ 78,060                | \$ 64,500               |
| <b>Total revenues</b>   | <u>78,060</u>            | <u>64,500</u>           |
| <b>Expenses:</b>  |                          |                         |
| Program services  | 46,428                   | 38,439                  |
| Management and general  | 1,625                    | 1,200                   |
| Fundraising   | 14,154                   | 17,002                  |
| <b>Total expenses</b>   | <u>62,207</u>            | <u>56,641</u>           |
| <b>CHANGE IN NET ASSETS WITHOUT DONOR RESTRICTION</b>           | 15,853                   | 7,859                   |
| <b>NET ASSETS WITHOUT DONOR RESTRICTION - BEGINNING OF YEAR</b> | <u>97,793</u>            | <u>89,934</u>           |
| <b>NET ASSETS WITHOUT DONOR RESTRICTION - END OF YEAR</b>       | <u><u>\$ 113,646</u></u> | <u><u>\$ 97,793</u></u> |

See accompanying notes and independent accountants' review report.

**SACANDAGA PROTECTION CORPORATION**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED DECEMBER 31, 2018**

|                                  | <b>Program<br/>Services</b> | <b>Supporting Activities</b>      |                    | <b>Total</b>     |
|----------------------------------|-----------------------------|-----------------------------------|--------------------|------------------|
|                                  |                             | <b>Management<br/>and General</b> | <b>Fundraising</b> |                  |
| Accounting                       | \$ 1,950                    | \$ 0                              | \$ 0               | \$ 1,950         |
| Contract services                | 0                           | 1,625                             | 0                  | 1,625            |
| Dues                             | 255                         | 0                                 | 0                  | 255              |
| Filing fee                       | 25                          | 0                                 | 0                  | 25               |
| Fundraising expenses             | 0                           | 0                                 | 14,154             | 14,154           |
| Miscellaneous                    | 36                          | 0                                 | 0                  | 36               |
| Postage                          | 1,034                       | 0                                 | 0                  | 1,034            |
| Legal expenses                   | 6,113                       | 0                                 | 0                  | 6,113            |
| Lobbying expenses                | 36,100                      | 0                                 | 0                  | 36,100           |
| Website expenses                 | 915                         | 0                                 | 0                  | 915              |
| <b>TOTAL FUNCTIONAL EXPENSES</b> | <b>\$ 46,428</b>            | <b>\$ 1,625</b>                   | <b>\$ 14,154</b>   | <b>\$ 62,207</b> |

See accompanying notes and independent accountants' review report.

**SACANDAGA PROTECTION CORPORATION**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED DECEMBER 31, 2017**

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|                                  | <b>Program<br/>Services</b> | <b>Supporting Activities</b>      |                    | <b>Total</b>     |
|----------------------------------|-----------------------------|-----------------------------------|--------------------|------------------|
|                                  |                             | <b>Management<br/>and General</b> | <b>Fundraising</b> |                  |
| Accounting                       | \$ 1,750                    | \$ 0                              | \$ 0               | \$ 1,750         |
| Contract services                | 0                           | 1,200                             | 0                  | 1,200            |
| Dues                             | 248                         | 0                                 | 0                  | 248              |
| Filing fee                       | 25                          | 0                                 | 0                  | 25               |
| Fundraising                      | 0                           | 0                                 | 17,002             | 17,002           |
| Miscellaneous                    | 64                          | 0                                 | 0                  | 64               |
| Postage                          | 52                          | 0                                 | 0                  | 52               |
| Lobbying expenses                | 36,300                      | 0                                 | 0                  | 36,300           |
| <b>TOTAL FUNCTIONAL EXPENSES</b> | <b>\$ 38,439</b>            | <b>\$ 1,200</b>                   | <b>\$ 17,002</b>   | <b>\$ 56,641</b> |

See accompanying notes and independent accountants' review report.

**SACANDAGA PROTECTION CORPORATION**

**STATEMENTS OF CASH FLOWS**

**YEARS ENDED DECEMBER 31, 2018 AND 2017**

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|   | <u>2018</u>       | <u>2017</u>       |
|---|-------------------|-------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>  |                   |                   |
| Change in net assets  | \$ 15,853         | \$ 7,859          |
| Adjustments to reconcile change in net assets to net cash provided by operating activities: |                   |                   |
| (Increase) in:  |                   |                   |
| Prepaid expenses  | (5)               | (4)               |
| Increase (decrease) in:   |                   |                   |
| Accounts payable  | <u>(192)</u>      | <u>3,000</u>      |
| <b>Net cash provided by operating activities</b>  | <u>15,656</u>     | <u>10,855</u>     |
| <b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>  | 15,656            | 10,855            |
| <b>CASH AND CASH EQUIVALENTS - BEGINNING</b>  | <u>100,646</u>    | <u>89,791</u>     |
| <b>CASH AND CASH EQUIVALENTS - ENDING</b>   | <u>\$ 116,302</u> | <u>\$ 100,646</u> |

See accompanying notes and independent accountants' review report.



# SACANDAGA PROTECTION CORPORATION

## NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2018 AND 2017

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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 Reporting**

In order to ensure observance of limitations and restrictions placed on the use of the resources available to the Corporation, resources for various purposes are classified for accounting and reporting purposes into net asset categories that are in accordance with specific activities and objectives. In the accompanying financial statements, net asset categories that have similar characteristics have been combined into two net asset categories; net assets with donor restrictions and net assets without donor restrictions.

**Net Assets without Donor Restrictions** – Net assets that are not subject to imposed restrictions and may be expended for any purpose in performing the primary objectives of the Corporation. The Corporation's Board of Directors may designate assets without restrictions for specific operational purposes from time to time.

**Net Assets with Donor Restrictions** – Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by the actions of the Corporation or by the passage of time. Other donor restrictions are perpetual in nature where by the donor has stipulated that the funds be maintained in perpetuity.

The Corporation did not have any net assets with donor restrictions as of December 31, 2018 and 2017.

#### **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, 2015, 2016, 2017 and 2018, 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, 2018.

#### **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.

**SACANDAGA PROTECTION CORPORATION**

**NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2018 AND 2017**

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

**Methods Used for Allocation of Management and General Activities**

The financial statements report certain categories of expenses that are attributable to one or more programs or supporting functions of the Corporation. Those expenses include all operating expenses for the Corporation's administration. Contract services are allocated based on estimates of time and effort.

**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.

**Advertising**

Advertising costs are expensed as incurred. Advertising expense was \$-0- for the years ended December 31, 2018 and 2017.

**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 – LIQUIDITY**

The Corporation has \$116,302 of financial assets available within one year of the balance sheet date to meet cash needs for general expenditure consisting of cash of \$116,302. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the balance sheet date. The Organization does not have a policy regarding liquidity management.

**NOTE 3 – FINANCIAL STATEMENT PRESENTATION**

Certain amounts in the accompanying 2017 financial statements have been reclassified to conform to the 2018 presentation. The reclassifications have no effect on previously reported net assets or change in net assets.

**NOTE 4 – SUBSEQUENT EVENTS**

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