

GRAND ISLES MASTER HOMEOWNERS
ASSOCIATION, INC.

FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION
DECEMBER 31, 2015

TABLE OF CONTENTS

	Page
INDEPENDENT AUDITOR'S REPORT	2-3
 <u>FINANCIAL STATEMENTS</u>	
Balance Sheet	4
Statement of Revenues, Expenses and Changes in Fund Balances	5
Statement of Cash Flows	6-7
Notes to Financial Statements	8-12
 <u>SUPPLEMENTARY INFORMATION</u>	
AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION	14-15
Schedule of Operating Fund Revenue and Expenses (Budget and Actual)	16-18

AUBREY BOURGEOIS, C. P. A., P. A.
5926 THREE IRON DRIVE - #3003
NAPLES, Florida 34110

To the Board of Directors and Members
Grand Isles Master Homeowners Association, Inc.
Wellington, Florida

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying balance sheet of Grand Isles Master Homeowners Association, Inc. as of December 31, 2015, and the related statements of revenues, expenses and changes in fund balance and cash flows for the year then ended, and the related notes to the financial statements.

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.

AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating

the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

OPINION

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Grand Isles Master Homeowners Association, Inc. as of December 31, 2015, and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.


Aubrey Bourgeois, C.P.A., P.A.

March 2, 2016

GRAND ISLES MASTER HOMEOWNERS ASSOCIATION, INC.

BALANCE SHEET - DECEMBER 31, 2015
(MASTER & CARMEL)

	OPERATING FUND	(RESERVES) REPLACEMENT FUND	TOTAL
ASSETS			
Cash & Cash Equivalents (Note B-6 & F)	\$ 84,929	\$ 400,158	\$ 485,087
Receivables - Unit Owners (Note B-2 & G)	98,193	-0-	98,193
Allowance for Doubtful			
Accounts (Note B-2, H & J)	(29,795)	-0-	(29,795)
Prepaid Expenses	1,825	-0-	1,825
Prepaid Insurance	9,731	-0-	9,731
Interfund Balances	(76,410)	76,410	-0-
	<u>\$ 88,473</u>	<u>\$ 476,568</u>	<u>\$ 565,041</u>
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts Payable/Accrued Expenses	\$ 47,544	\$ -0-	\$ 47,544
Income Tax Payable (Note C)	-0-	-0-	-0-
Prepaid Assessments (Note B-2)	70,749	-0-	70,749
	<u>118,293</u>	<u>-0-</u>	<u>118,293</u>
FUND BALANCE			
Master (Page 17 & 10)	(9,578)	396,839	387,261
Carmel (Page 18 & 10)	(20,242)	79,729	59,487
	<u>(29,820)</u>	<u>476,568</u>	<u>446,748</u>
	<u>\$ 88,473</u>	<u>\$ 476,568</u>	<u>\$ 565,041</u>

"See Accompanying Notes To Financial Statements"

GRAND ISLES MASTER HOMEOWNERS ASSOCIATION, INC.
 STATEMENT OF REVENUE, EXPENSES AND CHANGES IN FUND BALANCES
 FOR THE YEAR ENDED DECEMBER 31, 2015
 (MASTER & CARMEL)

<u>REVENUE</u>	(ACCRUED) OPERATING FUND	(RESERVES) REPLACEMENT FUND	TOTAL
Maintenance Assessments (Note B-2 & G)	\$ 1,061,213	\$ 160,079	\$ 1,221,292
Interest Income	-0-	1,316	1,316
Late Fees/Owner Interest(Note G)	24,263	-0-	24,263
Other Income	31,748	-0-	31,748
Lake Worth Road Median Income	7,500	-0-	7,500
Prior Year Surplus Utilized(Note I)	53,433	-0-	53,433
	<u>1,178,157</u>	<u>161,395</u>	<u>1,339,552</u>
 <u>EXPENSES</u>			
Administrative Expenses (Pages 16 & 18)	211,933	-0-	211,933
Bad Debts (Note B-2)	10,000	-0-	10,000
Income Taxes (Note C)	-0-	-0-	-0-
Contracts(Pages 16 & 18)	817,514	-0-	817,514
Repairs and Maintenance (Pages 17 & 18)	67,745	-0-	67,745
Replacement Fund Expenditures	-0-	182,299	182,299
Utilities (Pages 17 & 18)	63,136	-0-	63,136
	<u>1,170,328</u>	<u>182,299</u>	<u>1,352,627</u>
 EXCESS OF REVENUE (EXPENSES)	 7,829	 (20,904)	 (13,075)
 PRIOR YEAR SURPLUS UTILIZED(Note I)	 (53,433)	 -0-	 (53,433)
 PRIOR PERIOD ADJUSTMENT(Note K)	 (3,555)	 -0-	 (3,555)
 FUND BALANCE - DECEMBER 31, 2014	 <u>19,339</u>	 <u>497,472</u>	 <u>516,811</u>
 FUND BALANCE - DECEMBER 31, 2015	 <u>\$ (29,820)</u>	 <u>\$ 476,568</u>	 <u>\$ 446,748</u>

"See Accompanying Notes To Financial Statements"

GRAND ISLES MASTER HOMEOWNERS ASSOCIATION, INC.

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2015
(MASTER & CARMEL)

	OPERATING FUND	(RESERVES) REPLACEMENT FUND	TOTAL
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>			
Maintenance Assessments	\$ 1,080,337	\$ 160,079	\$ 1,240,416
Interest Income	- 0 -	1,316	1,316
Late Fees/Owners Interest	24,263	- 0 -	24,263
Other Income	39,248	- 0 -	39,248
Operating Fund Expenditures	(1,174,461)	- 0 -	(1,174,461)
Replacement Fund Expenditures	-0-	(182,299)	(182,299)
Net Cash Provided by (Used in) Operating Activities	(30,613)	(20,904)	(51,517)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Interfund Transfers	(12,143)	12,143	- 0 -
Total Cash Flows From Financing Activities	(12,143)	12,143	- 0 -
Net Increase (Decrease) in Cash	(42,756)	(8,761)	(51,517)
Cash and Cash Equivalents - Beginning of Year	127,685	408,919	536,604
Cash and Cash Equivalents - End of Year	\$ 84,929	\$ 400,158	\$ 485,087

"See Accompanying Notes to Financial Statements"

GRAND ISLES MASTER HOMEOWNERS ASSOCIATION, INC.

STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED DECEMBER 31, 2015
 (MASTER & CARMEL)

	OPERATING FUND	(RESERVES) REPLACEMENT FUND	TOTAL
Reconciliation of Excess of Revenue over Expenses to Net Cash Provided by (Used in) Operating Activities:			
Adjustments to Reconcile Excess of Revenue over Expenses to Net Cash Provided By(Used)Operating Activities:			
(Increase) Decrease in:			
Assessments Receivable	20,108	- 0 -	20,108
Prepaid Insurance/Expenses	2,590	- 0 -	2,590
Increase (Decrease) in:			
Accounts Payable/Accrued Expenses	(3,168)	- 0 -	(3,168)
Prepaid Assessments	(984)	- 0 -	(984)
Prior Year Surplus Utilized	(53,433)	- 0 -	(53,433)
Prior Period Adjustment	(3,555)	- 0 -	(3,555)
Net Cash Provided by (Used in) Operating Activities	\$ (30,613)	\$ (20,904)	\$ (51,517)
Supplementary disclosure of cash activities:			
Cash paid for Income Taxes	\$ - 0 -	\$ - 0 -	\$ - 0 -

"See Accompanying Notes to Financial Statements"

GRAND ISLES MASTER HOMEOWNERS ASSOCIATION, INC.

NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE A: NATURE OF ORGANIZATION

Grand Isles Master Homeowners Association, Inc. is a statutory association incorporated in the State of Florida. The Association is responsible for the preservation, operation and maintenance of the common property of the Grand Isles development.

NOTE B: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(1) Fund Accounting

The Association's governing documents provide certain guidelines for governing its financial activities. To insure observance of limitations and restrictions on the use of financial resources, the Association maintains its accounts using fund accounting. Financial resources are classified for accounting and reporting purposes in the following funds established according to their nature and purpose:

Operating Fund -- This fund is used to account for financial resources available for the general operations of the Association.

Replacement Fund -- This fund is used to accumulate financial resources designated for future major repairs and replacements.

(2) Member Assessments and Other Fees

Association members are subject to assessments to provide funds for the Association's operating expenses, future capital acquisitions, and major repairs and replacements. Assessments receivable, \$98,193, as of the balance sheet date, represent fees, late fees and interest due from unit owners at December 31, 2015. An allowance for doubtful accounts of \$29,795 was set up to reflect maintenance deemed potentially uncollectible. The Board of Directors elected to include a bad debt line item(\$6,000) expense in the 2016 budget.

Prepaid assessments, \$70,749, represent amounts paid in advance by owners at December 31, 2015 for 2016.

(3) Capitalization and Depreciation Policy

Furniture and fixtures purchased with Association and recreational funds are capitalized at cost and are depreciated over their five year estimated useful lives using the straight-line method of depreciation.

Real and common area property acquired by the original homeowners from the developer are not capitalized on the Association's financial statements as they are owned by the individual owners in common and not the Association.

(4) Owner's Equity

In accordance with the provisions of Florida Statutes, the Association has not issued any shares of stock. Membership in the Association is established by acquisition of fee simple title to a unit in the development. On matters for which the membership is entitled to vote, each owner may exercise one vote in a manner provided for by the by-laws of the Association. Unit owners automatically become members of the Association.

(5) Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

(6) Cash And Cash Equivalents

For the purposes of the December 31, 2015 balance sheet and statement of cash flows for the year ended December 31, 2015, the Association considers all highly liquid investments purchased with original maturities of three months or less to be cash or cash equivalents.

NOTE C: INCOME TAXES

The Association is subject to federal and state taxation and has essentially two methods to determine the amount of tax, if any, it must pay. Under one method, the excess of revenues from members over related expenses is subject to taxation unless such excess is returned to the unit owners, applied to the following years assessments or transferred to the replacement fund. The other method enables the Association to elect to exclude from taxation "exempt function income" which generally consists of revenue from unit owner assessments. Under either method, the Association may be subject to tax on investment income and other non-exempt income, but at different tax rates. The Association did not have an income tax liability for 2015.

NOTE D: REPLACEMENT FUND(RESERVES)

The Association is funding a reserve program for the future replacement of selected common areas. The funds are being held in separate accounts to be used for the replacement of common areas only and not in the course of normal operations.

An independent study to determine the adequacy of the current funding program for the future replacement of the Association common area has been conducted. The current program may not be sufficient to meet all future replacement costs: therefore, when replacement funds are needed, the Association has the right to increase the assessments, pass special assessments, borrow, or delay replacement until funds are available.

The Association is funding the replacement fund utilizing the "Pooling"(Cash Flow) method as recommended in the independent study.

The activity in the replacement funds during 2015 was as follows:

<u>UNALLOCATED COMPONENTS</u>	BALANCE 12/31/2014	2015			BALANCE 12/31/2015	
		2015 ASSESSMENTS	2015 INTEREST INCOME	2015 EXPENSES		2015 INCOME TAXES
Reserves - Master	\$ 392,577	\$ 128,000	\$ 973	\$ (154,831)	\$ -0-	\$ 366,719
Capital - Master	31,916	20,004	68	(21,868)	- 0 -	30,120
Reserves - Carmel	41,803	8,625	246	(5,600)	- 0 -	45,074
Capital - Carmel	31,176	3,450	29	- 0 -	- 0 -	34,655
	<u>\$ 497,472</u>	<u>\$ 160,079</u>	<u>\$ 1,316</u>	<u>\$ (182,299)</u>	<u>\$ -0-</u>	<u>\$ 476,568</u>

NOTE E: WINDSTORM INSURANCE

The Associations' insurance coverage deductible for windstorm damages due to named hurricanes is 5% of the insured value.

NOTE F: CONCENTRATION OF CREDIT RISK

The Association maintains its cash balances at local financial institutions. The balances are insured by the FDIC for amounts up to \$250,000 per financial institution. The Association maintains their cash balances at a financial institution at a level that exceeds the FDIC guarantee by \$68,562.

NOTE G: RECEIVABLES - UNIT OWNERS

This amount represents maintenance fees, late fees, as well as interest charged to unit owners.

NOTE H: CONTINGENT LIABILITIES

Insurance Deductible

The Association has a 5% insurance deductible on its hurricane coverage. In the event of a hurricane occurring, the unit owners could be assessed to cover the cost of the deductible.

Assessments Receivable

The Association, as with other associations in south Florida, has outstanding maintenance receivable that is substantial relative to the funds required to operate the Association. An allowance for doubtful accounts in the amount of \$29,795 was set up as of December 31, 2015. Should the accounts that ultimately prove to be uncollectible exceed this allowance, an assessment of unit owners may be required to cover cash flow shortages should they occur.

NOTE I: PRIOR YEAR SURPLUS

The Association elected to utilize prior year surplus to assist in the funding of the 2015 budget (Master - \$40,000 & Carmel - \$13,433). For financial reporting purposes, the respective amounts are included on pages 5, 14, & 16).

NOTE J: ALLOWANCE FOR DOUBTFUL ACCOUNTS

At December 31, 2015, an allowance for doubtful accounts in the amount of \$29,795 was set up to reflect maintenance fees deemed likely to be uncollectible. Three(3) units were involved in the calculation process. The calculation is based on collection guidelines as defined by Florida Statute. Florida Statute mandates the minimum amount that the Association will recover will be the lesser 1% of the original mortgage on the property or twelve(12) months of maintenance. In practice, the amounts actually collected can vary as a result of factors unique to the particular home-site involved, particularly if bankruptcy proceedings are involved.

NOTE K: PRIOR PERIOD ADJUSTMENT

On October 12, 2012, during a court ordered mediation, a settlement agreement was reached with a unit owner whose maintenance was substantially in arrears. As a part of that agreement, the unit owner paid \$7,000 up front and \$200 per month until with a final payment of \$13,501 on November 21, 2016. The payments were in addition to their monthly current maintenance. As long as the unit owner was current on all prescribed payments, no interest or late fees were to be charged. Their account was charged interest and late fees in error; therefore, the adjustment was made to remove both the prior year charges as well as the current year charges. The current year interest and late fees charged reduced the current year revenue while the prior year amounts are reflected as a prior period adjustment.

NOTE L: DATE OF MANAGEMENT REVIEW

In preparing the financial statements, the Association has evaluated events and transactions for potential recognition or disclosure through March 2, 2016, the date the financial statements were available to be issued.

SUPPLEMENTARY INFORMATION

AUBREY BOURGEOIS, C. P. A., P. A.
5926 THREE IRON DRIVE - #3003
NAPLES, FLORIDA 34110

To the Board of Directors and Members
Grand Isles Master Homeowners Association, Inc.
Wellington, Florida

REPORT ON SUPPLEMENTARY INFORMATION

Our audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The schedules of operating fund revenue and expenses - budget and actual on pages 16-18 and the schedule of changes in replacement fund balance on page 10 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of the Association's management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements taken as a whole.

DISCLAIMER OF OPINION ON REQUIRED SUPPLEMENTARY INFORMATION

Accounting principles generally accepted in the United States of America require that supplementary information on future major repairs and replacements be presented to supplement the basic financial statements. The Association had a reserve study prepared. The results of the study are not presented in the supplementary information as required by the Financial Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Management selects the amount to be assessed for the replacement fund in the budget process utilizing the basic reserve study information as well as other information available to them.

We have applied certain limited procedures to the required supplementary information in accordance with auditing standards accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provides us with sufficient evidence to express an opinion or provide any assurance.



Aubrey Bourgeois, C.P.A., P.A.

March 2, 2016

GRAND ISLES MASTER HOMEOWNERS ASSOCIATION, INC.
 SCHEDULE OF OPERATING FUND REVENUE AND EXPENSES
 BUDGET AND ACTUAL
 (MASTER)
 FOR THE YEAR ENDED DECEMBER 31, 2015

	(COMPILED) BUDGET	(ACCRUED) ACTUAL	(COMPILED) VARIANCE
REVENUE			
Maintenance Assessments(Note B-2 & G)	\$ 937,136	\$ 937,136	\$ -0-
Interest Income	400	-0-	(400)
Late Fees/Owner Interest(Note G)	35,000	24,263	(10,737)
Other Income	28,500	31,748	3,248
Lake Worth Road Median Income	7,500	7,500	-0-
Prior Year Surplus Utilized(Note J)	40,000	40,000	-0-
	<u>\$ 1,048,536</u>	<u>\$ 1,040,647</u>	<u>\$ (7,889)</u>
EXPENSES			
ADMINISTRATIVE			
Administrative Expenses	\$ 20,066	\$ 18,807	\$ 1,259
Community Activities	5,000	3,533	1,467
Financial Statement/Tax Return	5,600	5,600	-0-
Insurance	46,700	42,979	3,721
Legal Fees	25,000	30,138	(5,138)
Legal Fee Reimbursement	(25,000)	(12,090)	(12,910)
Management Fees	83,950	74,987	8,963
Telephone	8,000	9,514	(1,514)
	<u>169,316</u>	<u>173,468</u>	<u>(4,152)</u>
BAD DEBT EXPENSE(NET)	<u>10,000</u>	<u>10,000</u>	<u>-0-</u>
CONTRACTS			
Cable TV	237,000	237,379	(379)
Gatehouse Attendants	130,000	129,139	861
Janitorial Services	26,320	29,447	(3,127)
Lake/Preserve Maintenance	25,000	22,500	2,500
Landscape Maintenance/Replacement	165,000	177,749	(12,749)
Pest Control	2,000	1,155	845
Pool Maintenance	12,600	11,596	1,004
PBSO	140,000	144,814	(4,814)
	<u>737,920</u>	<u>753,779</u>	<u>(15,859)</u>

"See Accountant's Report"

GRAND ISLES MASTER HOMEOWNERS ASSOCIATION, INC.
 SCHEDULE OF OPERATING FUND REVENUE AND EXPENSES
 BUDGET AND ACTUAL
 (MASTER)
 FOR THE YEAR ENDED DECEMBER 31, 2015

	(COMPILED) BUDGET	(ACCRUED) ACTUAL	(COMPILED) VARIANCE
<u>EXPENSES (continued)</u>			
<u>REPAIRS AND MAINTENANCE</u>			
Air Conditioning Repair & Maintenance	3,000	2,336	664
Clicker/Key Expense	2,000	3,091	(1,091)
Guardhouse and Gate Maintenance	7,500	4,321	3,179
Hurricane Preparation Expense	5,000	1,609	3,391
Irrigation Repairs and Maintenance	14,000	13,250	750
Light/Electrical Repair	5,000	1,721	3,279
Miscellaneous Repairs and Maintenance	8,500	6,448	2,052
Pressure Washing	12,000	5,150	6,850
Recreation Area Repairs	6,500	7,141	(641)
Tree Trimming	6,000	5,030	970
	69,500	50,097	19,403
 <u>UTILITIES</u>			
Electric	56,000	49,130	6,870
Trash Pickup	2,000	1,785	215
Water and Sewer	3,800	2,802	998
	61,800	53,717	8,083
	\$1,048,536	\$1,041,061	\$ 7,475
 NET		 \$ (414)	
PRIOR YEAR SURPLUS UTILIZED		(40,000)	
PRIOR PERIOD ADJUSTMENT(Note K)		(3,555)	
FUND BALANCE - DECEMBER 31, 2014		34,391	
FUND BALANCE - DECEMBER 31, 2015		\$ (9,578)	

"See Accountant's Report"

GRAND ISLES MASTER HOMEOWNERS ASSOCIATION, INC.

SCHEDULE OF OPERATING FUND REVENUE AND EXPENSES
BUDGET AND ACTUAL

(CARMEL)

FOR THE YEAR ENDED DECEMBER 31, 2015

<u>REVENUE</u>	(COMPILED) BUDGET	(ACCRUED) ACTUAL	(COMPILED) VARIANCE
Maintenance Assessments (Note B-2 & G)	\$ 124,077	\$ 124,077	\$ -0-
Prior Year Surplus Utilized(Note J)	13,433	13,433	-0-
	<u>\$ 137,510</u>	<u>\$ 137,510</u>	<u>\$ -0-</u>
 <u>EXPENSES</u>			
<u>ADMINISTRATIVE</u>			
Management Fees	\$ 36,120	\$ 32,075	\$ 4,045
Insurance	8,056	3,990	4,066
Miscellaneous	1,650	-0-	1,650
Financial Statement/Tax Return	2,400	2,400	-0-
	<u>48,226</u>	<u>38,465</u>	<u>9,761</u>
 <u>CONTRACTS</u>			
Janitorial Services	10,000	10,264	(264)
Landscape Maintenance	40,500	45,279	(4,779)
Pest Control	740	405	335
Pool Maintenance	8,400	7,787	613
	<u>59,640</u>	<u>63,735</u>	<u>(4,095)</u>
 <u>REPAIRS AND MAINTENANCE</u>			
Irrigation Repairs and Maintenance	15,000	14,478	522
Miscellaneous Repairs and Maintenance	1,800	2,675	(875)
Recreation Area Repairs	1,000	495	505
	<u>17,800</u>	<u>17,648</u>	<u>152</u>
 <u>UTILITIES</u>			
Electric	9,844	7,766	2,078
Water and Sewer	2,000	1,653	347
	<u>11,844</u>	<u>9,419</u>	<u>2,425</u>
	<u>\$ 137,510</u>	<u>\$ 129,267</u>	<u>\$ 8,243</u>
NET		\$ 8,243	
PRIOR YEAR SURPLUS UTILIZED		(13,433)	
FUND BALANCE(DEFICIT)-DECEMBER 31, 2014		<u>(15,052)</u>	
FUND BALANCE(DEFICIT)-DECEMBER 31, 2015		<u>\$ (20,242)</u>	

"See Accountant's Report"