

**BELVEDERE-TIBURON
JOINT RECREATION COMMITTEE
(A California Joint Exercise of Powers Agency of the
Town of Tiburon and the City of Belvedere)**

**BASIC
FINANCIAL STATEMENTS**

**For the Years Ended
February 28, 2018 and February 28, 2017**

CONTENTS

	<u>Page</u>
Independent Auditor's Report	
Management's Discussion and Analysis	1 - 2
Financial Statements	
Balance Sheets - Proprietary Enterprise Fund	3
Statements of Revenues, Expenses and Fund Equity - Proprietary Enterprise Fund	4
Statements of Cash Flows - Proprietary Enterprise Fund	5
Notes to Financial Statements	6 - 11

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Belvedere-Tiburon Joint Recreation Committee
Tiburon, California

We have audited the accompanying financial statements of the Belvedere-Tiburon Joint Recreation Committee (a California Joint Exercise of Powers Agency of the Town of Tiburon and the City of Belvedere) which comprise the balance sheets as of February 28, 2018 and February 28, 2017, and the related statements of revenues, expenses and fund equity and cash flows for the years 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 audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of 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 the Belvedere-Tiburon Joint Recreation Committee as of February 28, 2018 and February 28, 2017, and the changes in its fund equity and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

The Management's Discussion and Analysis on pages 1 and 2 are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Bunker & Company LLP

June 26, 2018

BELVEDERE-TIBURON JOINT RECREATION COMMITTEE
(A California Joint Exercise of Powers Agency of the Town of Tiburon and the City of Belvedere)

MANAGEMENT'S DISCUSSION AND ANALYSIS
For the year ended February 28, 2018

General Overview

It is the purpose of BTJR to enhance the experience of living in our community; to play an active role in helping it be a happier, healthier and more fulfilling place (and way) to live.

Our discussion and analysis of BTJR's financial activities and performance provides an overview for the fiscal year ended February 28, 2018. Please read in conjunction with the agency's financial statements, which follow this discussion and analysis.

Using This Annual Report

The first statement in the audit report, on page 3, is the Balance Sheet – Proprietary Enterprise Fund (“Balance Sheet”). The second statement, on page 4, is the Statement of Revenues, Expenses and Fund Equity – Proprietary Enterprise Fund (“Revenues and Expenses”). The third statement on page 5, is the statement of Cash Flows – Proprietary Enterprise Fund (“Cash Flow Statement”). Following these statements are the Notes to Financial Statements (“Notes”), which provide explanations of specific items and sections of the report. The notes are integral to the financial statements.

The Balance Sheet can be seen as a snapshot of BTJR's financial status effective February 28, 2018. It indicates the amount of cash and cash equivalents the agency had on hand at the end of the fiscal period, as well as the book value of the capital assets with accumulated depreciation and the deferred compensation. It also shows total liabilities, including current liabilities of accounts payable and accrued expenses, accrued vacation and deferred program fees. Again, liabilities include deferred compensation and finally, it shows fund equity, or the net worth of the Agency. Assets less liabilities equals fund equity.

The Balance Sheet contains references to the notes. The notes provide additional detail and / or explanations for line items in the Balance Sheet. For example, under both Assets and Liabilities on page 3, there is a line item: Deferred Compensation (Note 3). On page 9, Note 3 explains the specifics regarding the Deferred Compensation figure, which is listed as both an Asset and a Liability.

The Statement of Revenues and Expenses outlines sources of income for the fiscal year, and the operational targets of expenditures. It also shows the non-operating revenue for the fiscal year. It indicates that BTJR had a change in fund equity of \$(68,358) for the period ended February 28, 2018.

The Cash Flow Statement shows The Reconciliation of Net Operating Income to Net Cash Provided By Operating Activities, this is a detailed picture of adjustments to and changes in the assets and liabilities, with net cash provided by operating activities of \$30,148.

The Cash Flow Statement also shows changes in the agency's cash position for the fiscal period. The line items, Cash Flows From Operating Activities, Cash Flows From Investing Activities and Cash Flows From Capital And Related Financial Activities show an increase in cash and cash equivalents of \$19,836 for a cash and cash equivalents balance of \$833,490 for the period ended February 28, 2018.

BELVEDERE-TIBURON JOINT RECREATION COMMITTEE
(A California Joint Exercise of Powers Agency of the Town of Tiburon and the City of Belvedere)

MANAGEMENT'S DISCUSSION AND ANALYSIS
For the year ended February 28, 2018

Financial Highlights

The Fiscal Year ending February 28, 2018 shows total fund equity of \$271,347. This is a decrease from the Fiscal Year ending February 28, 2017 of \$(68,358). Total cash and cash equivalents increased for the period ending February 28, 2018 by \$30,148.

We continue to grow and expand in programming. Our Adult Program Supervisor retired after 30 years in her position. The new Adult Supervisor is dedicated and enthusiastic. Recovery of the program shortfalls we experienced this year are already evident. We expect a full recovery with additional growth in the coming years as new programs are developed.

There were two significant one-time expenses this fiscal year. We had to replace our phone system after only five years and we are changing to a new software provider for our program registration. Once established we expect significant annual savings with the new registration software which will quickly balance the initial set-up fees.

Our youth programs continue to be well received. Enrollment in local elementary schools continued to decrease with an especially small incoming kindergarten class. Our enrollment mirrored this decrease. We are expecting numbers to increase in kindergarten next year which will boost our enrollment.

This financial report is designed to provide a general overview of the agencies fiscal situation for all those with an interest in BTJR's finances. Questions concerning any of the information in this report or request for additional financial information should be addressed to: Belvedere-Tiburon Recreation, Director, 600 Neds Way, Tiburon, CA 94920.

BELVEDERE-TIBURON JOINT RECREATION COMMITTEE

(A California Joint Exercise of Powers Agency of the Town of Tiburon and the City of Belvedere)

BALANCE SHEETS - PROPRIETARY ENTERPRISE FUND

February 28, 2018 and February 28, 2017

	2018	2017
ASSETS		
Current assets:		
Cash and cash equivalents (Note 1)	\$ 833,490	\$ 813,654
Accounts receivable	1,518	2,132
Prepaid expenses	38,854	30,109
Total current assets	<u>873,862</u>	<u>845,895</u>
Capital assets, net of accumulated depreciation of \$101,302 in 2018 and \$77,034 in 2017 (Notes 1 and 2)	89,355	99,066
Deferred compensation (Note 3)	<u>945,034</u>	<u>787,212</u>
Total assets	<u>\$ 1,908,251</u>	<u>\$ 1,732,173</u>
LIABILITIES AND FUND EQUITY		
Current liabilities:		
Accounts payable	\$ 107,636	\$ 105,626
Accrued vacation	20,752	16,835
Deferred program fees	563,482	482,795
Total current liabilities	<u>691,870</u>	<u>605,256</u>
Deferred compensation liability (Note 3)	<u>945,034</u>	<u>787,212</u>
Total liabilities	<u>1,636,904</u>	<u>1,392,468</u>
Fund equity		
Invested in capital assets	89,355	99,066
Fund equity:		
Undesignated	181,992	240,639
Total fund equity	<u>271,347</u>	<u>339,705</u>
Total liabilities and fund equity	<u>\$ 1,908,251</u>	<u>\$ 1,732,173</u>

The accompanying notes are an integral part of these financial statements.

BELVEDERE-TIBURON JOINT RECREATION COMMITTEE
(A California Joint Exercise of Powers Agency of the Town of Tiburon and the City of Belvedere)

**STATEMENTS OF REVENUES, EXPENSES AND FUND EQUITY-
PROPRIETARY ENTERPRISE FUND**

For the years ended February 28, 2018 and February 28, 2017

	2018	2017
OPERATING REVENUE		
Program service fees	\$ 1,763,616	\$ 1,735,792
Community center rental	12,281	7,109
Brochure advertising	2,400	2,800
Total operating revenue	1,778,297	1,745,701
 OPERATING EXPENSES		
Program service expenses	1,119,888	1,066,106
Brochure expense	21,354	21,800
Management and general	684,157	627,114
Depreciation (Note 2)	24,268	24,025
Other expenses	1,233	612
Total operating expenses	1,850,900	1,739,657
Net operating income	(72,603)	6,044
 NON-OPERATING REVENUE		
Contributions - new facility (Note 5)	500	-
Interest income	3,745	1,724
Change in fund equity	(68,358)	7,768
Total fund equity, beginning of year	339,705	331,937
Total fund equity, end of year	\$ 271,347	\$ 339,705

The accompanying notes are an integral part of these financial statements.

BELVEDERE-TIBURON JOINT RECREATION COMMITTEE
(A California Joint Exercise of Powers Agency of the Town of Tiburon and the City of Belvedere)

**STATEMENTS OF CASH FLOWS-
PROPRIETARY ENTERPRISE FUND**
For the years ended February 28, 2018 and February 28, 2017

	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from customers	\$ 1,859,598	\$ 1,693,633
Cash paid to employees	(827,938)	(776,633)
Cash paid to suppliers	(1,001,512)	(938,622)
Net cash provided (used) by operating activities	30,148	(21,622)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest income	3,745	1,724
Net cash provided by investing activities	3,745	1,724
CASH FLOWS OTHER NON-OPERATING ACTIVITIES		
Contribution - new facility	500	-
Outlay - new facility	(14,557)	(4,094)
Net cash (used) by non-operating activities	(14,057)	(4,094)
Change in cash and cash equivalents	19,836	(23,992)
Cash and cash equivalents, beginning of year	813,654	837,646
Cash and cash equivalents, end of year	\$ 833,490	\$ 813,654
RECONCILIATION OF NET OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Net operating income (loss) gain	\$ (72,603)	\$ 6,044
Changes in assets and liabilities		
Depreciation	24,268	24,025
Accounts receivable	614	(1,485)
Prepaid expenses	(8,745)	(7,090)
Accounts payable and accrued expenses	2,010	3,210
Accrued vacation	3,917	4,257
Deferred program fees	80,687	(50,583)
Total adjustments	102,751	(27,666)
Net cash provided (used) by operating activities	\$ 30,148	\$ (21,622)

The accompanying notes are an integral part of these financial statements.

BELVEDERE-TIBURON JOINT RECREATION COMMITTEE
(A California Joint Exercise of Powers Agency of the Town of Tiburon and the City of Belvedere)

NOTES TO FINANCIAL STATEMENTS
For the years ended February 28, 2018 and February 28, 2017

NOTE 1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Description of Committee - The Belvedere-Tiburon Joint Recreation Committee (the Committee) was formed under a joint powers agreement between the City of Belvedere and the Town of Tiburon in accordance with Government Code Section 6500 relating to joint exercise of powers. The Board of Directors of the Committee is composed of seven members: three from Belvedere, three from Tiburon and one from the Reed Unified School District. The purpose of the Committee is to formulate, administer and operate recreation and education programs and facilities for the residents of the Tiburon Peninsula. These programs are administered by the Recreation Department, which maintains separate funds and account groups. The Committee is subject to the laws, regulations and guidelines as set forth by the State Controller's Office.

The Reporting Entity - The financial statements consist of the Committee's proprietary enterprise fund. The operation of recreation and education programs and facilities are proprietary in nature and are maintained as an enterprise fund. Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Method of Accounting - The proprietary enterprise fund financial statements required by Governmental Accounting Standards are reported using the "flow of economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the Committee's assets and liabilities, including capital assets and long-term liabilities, are included in the accompanying Balance Sheet. The Statement of Revenue, Expenses, and Fund Equity presents changes in fund equity. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned, while expenses are recognized in the period in which the liability is incurred.

The Committee follows Statements and Interpretations of the Financial Accounting Standards Board and its predecessors that were issued on or before November 30, 1989, in accounting for its business-type activities, unless they conflict with Government Accounting Standards Board pronouncements.

Budgets and Budgetary Accounting - The Committee adopts an annual budget for the Enterprise Fund. The budget for the Enterprise Fund is adopted under a basis consistent with GAAP, except that depreciation, certain capital expense, and non-operating income and expense items are not considered.

Accounts Receivable - It is the practice of the Committee to expense uncollectibles only after exhausting all efforts to collect the amounts due. There is no allowance for doubtful accounts and management believes all amounts will be collected in full.

Capital Assets - Property and equipment are stated at cost of acquisition. Significant improvements or betterments to existing assets of \$750 or more are capitalized; maintenance and repairs that do not extend the useful lives of the assets are charged to operations. Depreciation is determined on the straight-line method over the estimated useful lives of the assets.

BELVEDERE-TIBURON JOINT RECREATION COMMITTEE
(A California Joint Exercise of Powers Agency of the Town of Tiburon and the City of Belvedere)

NOTES TO FINANCIAL STATEMENTS
For the years ended February 28, 2018 and February 28, 2017

NOTE 1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

Cash and Cash Equivalents - For purposes of the Statement of Cash Flows, cash is defined as cash in demand deposit accounts as well as cash on hand. Cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and investments so near their maturity that the risk of changes in value due to changes in interest rates is negligible. These are generally investments with maturity dates within three months of the acquisition date.

Cash and cash equivalents at February 28, 2018 and February 28, 2017 are as follows:

	2018	2017
Petty cash	\$ 100	\$ -
Bank of Marin	499,456	483,024
Local Agency Investment Fund	333,934	330,630
	\$ 833,490	\$ 813,654

The Local Agency Investment Fund was established by Chapter 730, Statutes of 1976. This fund enables local governmental agencies or trustees to remit money not required for immediate needs to the California State Treasurer for the purpose of investment. In order to derive the maximum rate of return possible, the State Treasurer has elected to invest these monies with other State monies as a part of the Pooled Money Investment Account.

The law restricts the Treasurer to investments in the following categories: U.S. government securities; securities of federally-sponsored agencies; domestic corporate bonds; interest-bearing time deposits in California banks, savings and loan associations, and credit unions; prime-rated commercial paper; repurchase and reverse repurchase agreements; security loans; bankers acceptances; negotiable certificates of deposit and loans to various bond funds.

Local Agency Investment Fund monies were invested in the following concentrations of securities:

<u>Type of Security</u>	<u>Percent of Portfolio Fiscal Year 2017-2018</u>	<u>Percent of Portfolio Fiscal Year 2016-2017</u>
U.S. Treasuries	44.32%	47.09%
Agencies	17.95	15.56
Loans	0.96	1.97
Mortgages	0.04	0.06
CDs/Bank Notes	20.34	17.13
Time Deposits	6.71	7.59
Commercial Paper	9.68	10.6
Total Portfolio	100.00%	100.00%

BELVEDERE-TIBURON JOINT RECREATION COMMITTEE
(A California Joint Exercise of Powers Agency of the Town of Tiburon and the City of Belvedere)

NOTES TO FINANCIAL STATEMENTS
For the years ended February 28, 2018 and February 28, 2017

NOTE 1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

Although the Board responsible for administering the Local Agency Investment Fund designates how much shall be invested in interest-bearing time accounts and securities, it is the responsibility of the State Treasurer to administer the investment program on a day-to-day basis in line with overall Board policy. This entails a daily determination of amounts available for investment, or the need for liquidating securities to meet warrant redemption requirements, while maintaining the approved compensating balance position. This means that the State Treasurer must continually adjust the estimates for receipts and disbursements to reflect current available information.

California commercial banks, savings banks, and credit unions receiving these State deposits must secure them with approved securities having a market value of at least 110 percent of the deposits or with approved promissory notes secured by mortgages or deeds of trust having a market value of at least 150 percent of the deposits. The same collateral requirements also apply to the State's demand accounts.

Amounts invested with the Local Agency Investment Fund are invested in accordance with Government Code Sections 16430 and 16480, the stated investment authority for the Pooled Money Investment Account. These pooled investments are carried at fair value.

Cash deposits held at financial institutions can be categorized according to three levels of risk:

- 1) Deposits which are insured or collateralized with securities held by the Investment Pool or by its agent in the Committee's name.
- 2) Deposits which are collateralized with securities held by the pledging financial institution's trust department or agency in the Committee's name.
- 3) Deposits which are not collateralized or insured.

Based on these levels of risk, all of the Committee's cash deposits are classified as Category 1.

Fair Value Measurements - Accounting standards were created which established a framework for reporting fair value and expand disclosures about fair value measurements. The Committee adopted these standards thereby measuring the fair value of its cash and cash equivalents, investments, and liabilities under a three-level hierarchy, as follows:

Level 1: Quoted market prices for identical assets or liabilities to which an entity has access at the measurement date.

Level 2: Inputs and information other than quoted market indices included in Level 1 that are observable for the assets or liabilities, either directly or indirectly. Level 2 inputs include:

- a. Quoted prices for similar assets or liabilities in active markets;
- b. Quoted prices for identical or similar assets in markets that are not active;
- c. Observable inputs other than quoted prices for the asset or liability;
- d. Inputs derived principally from, or corroborated by, observable market data by correlation or by other means.

BELVEDERE-TIBURON JOINT RECREATION COMMITTEE
(A California Joint Exercise of Powers Agency of the Town of Tiburon and the City of Belvedere)

NOTES TO FINANCIAL STATEMENTS
For the years ended February 28, 2018 and February 28, 2017

NOTE 1 ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

Level 3: Unobservable inputs for the asset or liability; Unobservable inputs should be used to measure the fair value to the extent that observable inputs are not available.

In accordance with the standard, BTJRC's carrying amounts of its assets and liabilities, approximate fair value under Level 1 for the years ended February 28, 2018 and February 28, 2017.

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.

Advertising Costs – It is the policy of the Committee to expense advertising costs as incurred.

NOTE 2 CAPITAL ASSETS

Capital assets consist of the following:

<u>Capital Assets, at Cost</u>	
Balance, February 29, 2016	\$ 238,835
Additions	4,094
Reduction	<u>(66,829)</u>
Balance, February 28, 2017	176,100
Additions	<u>14,557</u>
Balance, February 28, 2018	<u>190,657</u>
 <u>Accumulated Depreciation</u>	
Balance, February 29, 2016	119,838
Depreciation expense	24,025
Write-off fully appreciated	<u>(66,829)</u>
Balance, February 28, 2017	77,034
Depreciation expense	<u>24,268</u>
Balance, February 28, 2018	<u>101,302</u>
Capital assets, net	<u>\$ 89,355</u>

NOTE 3 DEFERRED COMPENSATION PLAN

The Committee has established a deferred compensation plan for employees under Section 457 of the Internal Revenue Code. Hartford Life Insurance is the administrator of the deferred compensation plan. The assets for the employee deferred compensation plan totaled \$945,034 and \$787,212 at February 28, 2018 and February 28, 2017, respectively. The assets of the deferred compensation plan remain the property of the Committee until made available to participants and all deferred amounts are withheld from employee payrolls and forwarded directly to the plan trustee. During the years ended February 28, 2018 and February 28, 2017, the Committee contributed \$42,321 and 39,219, respectively, to the plan on behalf of its employees.

BELVEDERE-TIBURON JOINT RECREATION COMMITTEE
(A California Joint Exercise of Powers Agency of the Town of Tiburon and the City of Belvedere)

NOTES TO FINANCIAL STATEMENTS
For the years ended February 28, 2018 and February 28, 2017

NOTE 4 RELATED PARTY TRANSACTIONS

The Committee is jointly insured through the City of Belvedere and the Town of Tiburon. Insurance premiums are paid by the City of Belvedere and the Town of Tiburon on behalf of the Committee.

The Committee manages all uses of the Tiburon Community Room. All fees collected from the use of the room are paid to the Town of Tiburon. In a memorandum of understanding with the Town of Tiburon, it is agreed that the administrative time used in managing the Tiburon Community Room and the fees collected will be considered the Committee's "rent and utility payment" to the Town. The Committee also reimburses the City of Belvedere for bookkeeping fees. As of February 28, 2018 and February 28, 2017, the Committee owed \$0 and \$385, respectively to the City of Belvedere.

NOTE 5 NEW FACILITY

A new facility called "Dairy Knoll" was built by the town of Tiburon, which houses the Committee's recreation office and activity rooms. A campaign was started to raise \$150,000 in order to buy furniture and equipment for the facility, and at February 28, 2015, \$154,608 had been raised for that purpose. The building was completed in October, 2013 and the Committee moved into the facility on October 7, 2013. The Committee leases the facility from the town of Tiburon and will pay no rent for the first five years after occupancy. Thereafter, with one-year's notice, the rent will be \$2,500 per month.

NOTE 6 LEASE COMMITMENTS

During 1999 the Committee entered into a lease agreement with the City of Belvedere to lease the Belvedere Community Center for a period of ten years which ended on June 30, 2009. This lease had been extended for a period of 12 months, and was ended on June 30, 2012. The new lease is now on a month to month basis. The rental fee is retained by the Committee to defray administrative costs associated with the Community Center. This lease agreement shall terminate if, for any reason, the joint powers agreement between the City of Belvedere and the Town of Tiburon is terminated.

BELVEDERE-TIBURON JOINT RECREATION COMMITTEE
(A California Joint Exercise of Powers Agency of the Town of Tiburon and the City of Belvedere)

NOTES TO FINANCIAL STATEMENTS
For the years ended February 28, 2018 and February 28, 2017

NOTE 6 LEASE COMMITMENTS (Continued)

The Committee entered into a non-cancellable lease agreement with Inland Business Systems for the use of a Xerox copier. The 60 month lease expires in April, 2020 and requires monthly payments of \$197. Lease expense for the years ended February 28, 2018 and February 28, 2017 was \$7,102 and \$5,098, respectively.

The estimated future minimum payments on the lease are as follows:

<u>Years ending February:</u>	
2019	\$ 2,364
2020	2,364
2021	<u>394</u>
	<u>\$ 5,122</u>

NOTE 7 CONCENTRATION OF CREDIT RISK

As of February 28, 2018, the Committee had exceeded the Federal Depository Insurance Corporation cash limit of \$250,000 on its depository accounts. At February 28, 2018 the committee had approximately \$22,300 on deposit in excess of the federally insured limits.

NOTE 8 SUBSEQUENT EVENTS

Management has evaluated all subsequent events through the Auditor's Report date, the date the financial statements were available to be issued