

NORTHCREST SWIM CLUB FINANCIAL REPORT: FY 2019

Below is the Statement of Financial Position (Balance Sheet) and Statement of Activity (Income Statement) for 2019. These reports are produced by accounting software (Quickbooks) that is maintained by the Northcrest Swim Club bookkeeper. Before 2018, the Club did not use accounting software. As appropriate to a small community club with revenues of about \$150K and overseen by a volunteer board, Northcrest's financial accounts are subject to a relatively low level of scrutiny. They accurately reconcile with bank statements. A few key points:

RESERVE FUND

The reserve fund is designated to pay for repair and improvements, some of which are discretionary and some of which are absolutely necessary for pool operation. Though the exact date is not known, sometime in the future the boiler will need to be replaced (estimated \$30K) and the pool will need to be replastered (estimated \$55K). This is how the reserve fund is determined:

Statement of Financial Position Year-end Assets	\$	77,700
Operating cash estimate	\$	<u>15,000</u>
Reserve fund	\$	62,700

CAPITAL IMPROVEMENTS

In 2017, membership voted to upgrade dressing room facilities. Other improvements included electrical work, new drinking fountain, and other repairs. The total cost was \$40,758 (Statement of Activity / Expenditures).

The current budget projection is based on the previous year's actual amounts. The reports did not separate the capital improvement from normal operations, so 2019 year-end showed a net loss of \$27,263. Without the capital improvement, 2019 year-end net revenue would have been \$13,495.

TAKE AWAY

Ideally, the reserve fund would be equal to projected major liabilities (about \$85,000). The key to increasing the reserve fund while still achieving annual improvements is to grow membership. For that reason, *it is crucial that current membership advocate for the pool and help recruit newcomers.*

Northcrest Swim Club
STATEMENT OF FINANCIAL POSITION
 As of December 31, 2019

	TOTAL
ASSETS	
Current Assets	
Bank Accounts	
PayPal Bank	480.34
Zions CD	45,475.54
Zions Checking	18,865.81
Zions Money Market	10,033.25
Total Bank Accounts	\$74,854.94
Accounts Receivable	
Accounts Receivable	753.00
Total Accounts Receivable	\$753.00
Other Current Assets	
Undeposited Funds	1,095.00
Total Other Current Assets	\$1,095.00
Total Current Assets	\$76,702.94
TOTAL ASSETS	\$76,702.94
LIABILITIES AND EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	181.77
Total Accounts Payable	\$181.77
Total Current Liabilities	\$181.77
Total Liabilities	\$181.77
Equity	
Opening Balance Equity	38,281.00
Retained Earnings	65,502.71
Net Revenue	-27,262.54
Total Equity	\$76,521.17
TOTAL LIABILITIES AND EQUITY	\$76,702.94

Northcrest Swim Club

STATEMENT OF ACTIVITY

January - December 2019

	TOTAL
Revenue	
Annual Membership Dues	74,410.00
Trial Membership Dues	7,950.00
Total Annual Membership Dues	82,360.00
Income	100.00
Guest fees	2,108.16
Parties	2,800.00
Total Income	5,008.16
Membership Buy-in	9,200.00
Other Income	1,438.04
Swim Lessons	1,700.00
Non-Member Swim Lessons	770.00
Swim Team Swim Lessons	850.00
Total Swim Lessons	3,320.00
Swim Team	165.00
Swim Team (Recreational)	820.00
Swim Team Gear	68.64
Swim Team Registration Fees	14,565.00
Volunteer Deposits (not refunded)	400.00
Total Swim Team	16,018.64
Uncategorized Revenue	145.00
Water Aerobics	410.00
Total Revenue	\$117,899.84
GROSS PROFIT	\$117,899.84
Expenditures	
Capital Improvements	40,758.42
Chemical	6,422.26
Insurance	8,890.59
Legal & Professional Fees	
Accountant	3,300.00
Chemical Monitoring	10,887.73
Total Legal & Professional Fees	14,187.73
Maintenance	261.00
Groundskeeping	654.76
Major Repairs & Maintenance	69.94
Total Maintenance	985.70
Office Expenses	
Quickbooks Online	840.21
Total Office Expenses	840.21
PayPal Fees	3,035.38

Northcrest Swim Club

STATEMENT OF ACTIVITY

January - December 2019

	TOTAL
Payroll	3,187.77
Guards	18,983.02
Payroll Processing Fees	347.05
Pool Manager	5,154.28
Total Payroll	27,672.12
Postage And Delivery	84.26
Sale of Membership	1,900.00
Supplies	1,063.95
Janitorial Supplies	41.99
Lifeguard Supplies	954.91
Total Supplies	2,060.85
Swim Team Expenses	1,540.63
Entertainment	309.20
Swim Team Coaches Payroll	13,254.58
Swim Team Fees	1,000.00
Swim Team Gear & Apparel	369.50
Total Swim Team Expenses	16,473.91
Taxes & Licenses	6,744.38
Uncategorized Expenditure	1,570.48
Utilities	
Gas	7,236.14
Power	575.79
Telephone	766.57
Water	5,311.55
Total Utilities	13,890.05
Total Expenditures	\$145,516.34
NET OPERATING REVENUE	\$ -27,616.50
Other Revenue	
Interest Earned	353.96
Total Other Revenue	\$353.96
NET OTHER REVENUE	\$353.96
NET REVENUE	\$ -27,262.54