CAPE ST. CLAIRE SWIM CLUB, INC.

FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2017

Novotny, Larash & Venters, P.A.
Certified Public Accountants

CAPE ST. CLAIRE SWIM CLUB, INC.

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Governors
Cape St. Claire Swim Club, Inc.
Arnold, Maryland

We have reviewed the accompanying statements of assets, liabilities and fund balance-cash basis of Cape St. Claire Swim Club, Inc. (a non-profit organization) as of December 31, 2017, and the related statements of revenues and expenses-cash basis and changes in fund balance-cash basis for the year 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 the cash basis of accounting as described in Note 1; 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.

Accountant's 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 the cash basis of accounting. We believe that the results of our procedures provide a reasonable basis for our conclusion.

Accountant's Conclusion

Based on our review, 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 the cash basis of accounting, as described in Note 1.

Novotny, Larash & Venters, PA

Novotny, Larash & Venters, P.A.

July 31, 2018

CAPE ST. CLAIRE SWIM CLUB, INC.

STATEMENTS OF ASSETS, LIABILITIES AND FUND BALANCE - CASH BASIS
DECEMBER 31, 2017

ASSETS

Current Assets		
Cash - checking	$	24,912
Cash - savings		51,187
Total Current Assets		76,099
Fixed Assets, at cost, net of accumulated depreciation of $110,464		30,064
Total Assets	$	106,163

LIABILITIES AND FUND BALANCE

Liabilities		
Payroll taxes payable	$	50
Total Current Liabilites		50
Fund Balance		
Undesignated		106,113
Total Liabilities and Fund Balance	$	106,163

See accompanying notes and independent accountant's review report.

CAPE ST. CLAIRE SWIM CLUB, INC.

STATEMENT OF REVENUES AND EXPENSES-CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2017

Revenue		
Member fees	$	79,565
Lessee fees		25,235
Late fees		1,262
Guest cards		4,165
Swim team		23,461
Swim lessons		3,812
Social functions and pool rentals		1,432
Other income		3,607
Total Revenue received		142,539
Expenses		
Management contract		56,997
Pool repairs and supplies		6,746
Salaries		8,362
Utilities		3,356
Telephone		1,044
Grounds keeping		7,334
Printing and postage		1,063
Swim team		15,271
Rent		1,600
Insurance		6,469
Officers stipends		2,250
Professional fees		1,964
Personal property taxes and real estate taxes		855
Payroll taxes		723
Miscellaneous		5,375
Total Expenses paid		119,409
Operating Income - Cash Basis		23,130
Other Revenue and Expenses		
Interest income		82
Depreciation		(3,500)
Excess of Revenue over Expenses - Cash Basis	$	19,712

See accompanying notes and independent accountant's review report.

CAPE ST. CLAIRE SWIM CLUB, INC.

STATEMENT OF CHANGES IN FUND BALANCE-CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2017

Balance, beginning of year	$	86,401
Excess Revenue over Expenses - Cash Basis		19,712
Balance, end of year	$	106,113

See accompanying notes and independent accountant's review report.

CAPE ST. CLAIRE SWIM CLUB, INC.

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2017

1. Summary of Significant Accounting Policies

Business Activities – The purpose of the Club is to maintain and operate a pool and adjacent recreational facilities in the Cape St. Claire area. The Club is a non-profit organization and is exempt from Federal income taxes under Internal Revenue Service Code Section 501(c)(7).

Basis of Accounting - The financial statements are prepared using the cash basis of accounting; consequently, certain revenues are recognized when received rather than when earned, and certain expenses and purchases of assets are recognized when paid rather than when the obligation is incurred.

Depreciation - Property and equipment are stated at cost. It is the policy of the Club to capitalize expenditures in excess of $2,000 only. Depreciation is calculated by using the straight-line method over the estimated useful lives of the various types of property and equipment.

When property and equipment are sold or otherwise disposed of, the assets cost and accumulated depreciation are removed from the financial statements. Expenditures for maintenance and repairs are charged to expense as paid.

Income Taxes - The Club is exempt from income taxes under Section 501(c)(7) of the Internal Revenue Code. Income tax must still be paid on revenues such as interest income over $ 1,000 that is not related to the general activities of the Club. There is no provision for taxes in these financial statements because the interest income was under $1,000.

The Club's tax returns for the years ending 2017, 2016, and 2015 are subject to examination by IRS, generally for three years after they were filed.

Donated Services - No amounts have been reported in the financial statements for donated services because no objective basis is available to measure the value of such services.

Program Service – The only program of the Club is to maintain and operate the pool and adjacent facilities. Therefore 100% of the revenue and expenses are program related.

CAPE ST. CLAIRE SWIM CLUB, INC.

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2017

2. Cash and Cash Equivalents

The Club maintains its cash balances at two financial institutions located in the Baltimore-Washington area. Accounts at the institution are insured by the Federal Deposit Insurance Corporation up to $250,000, based on the ending bank balance. The Company had no uninsured balance at December 31, 2017.

3. Property and Equipment

	Estimated Useful Life (Years)	Cost	Accumulated Depreciation	Net
Pool, buildings and fences	20-30	$ 81,853	$ 64,826	$ 17,027
Leasehold improvements	5-40	37,050	25,422	11,628
Pool and picnic furniture	5-10	21,625	20,216	1,409
		$ 140,528	$ 110,464	$ 30,064

4. Subsequent Events

The Club's Board has evaluated subsequent events through July 31, 2018, the date of the review report, which is the date that the financial statements were available to be issued.