

December 1, 2010

To: Rich Frascino, President
South Ponte Vedra Civic
Association, Inc.

From: Stu Dornblazer
John Underwood
Audit committee

As requested, we have reviewed the records of the Association for the year ended September 30, 2010, and attach hereto financial reports which we believe fairly represent the operations of the Association for that year, and its financial condition at the end of that year.

The year end balances of both bank accounts were verified, and we checked the record of receipts and disbursements by random examination of supporting documents. The tax return for the year has been filed.

Notes:

1. Dues were collected from 260 members, a decrease of 16 from the prior year. However, the dollar collection from dues increased approximately \$1,800.00, as a result of the yearly assessment increase.
2. Effort should be made to file the papers supporting disbursements in numerical order.
3. Debit card use has been and should continue to be limited.
4. Bank accounts should continue to be reconciled monthly.
5. We continue to show utility deposits in the amount of \$255.00 as an asset. This has been carried for many years and a member of the board should be appointed to determine if they actually exist at this time. If not, we plan to write them off at the end of next year.
6. Original bank statements continue to be mailed to an independent member.
7. Again, we recommend that a video recording be made of the building and all of our personal property. In the event of a disaster that would likely be our only support for recovery.
8. We also attach a statement comparing cash results for the past nine years for your information.

If question arise we are available.

STATEMENTS OF FINANCIAL CONDITION
AS OF SEPTEMBER 30, 2009 AND 2010

Tax Return
Part Line

<u>ASSETS</u>		<u>09/30/09</u>	<u>09/30/10</u>		
Cash:	Checking Account - General	5,142.91	8,886.29		
	Checking Account - Turtle Fund	2,892.91	4,203.15		
	Savings Account - General	5,257.53	5,263.47		
	Postage Permit Account	439.19	505.06		
	Utility Deposits	255.00	255.00		
	Total Cash & Deposits	13,987.54	19,112.97	II	22
	Building and Personal Property (Ins Value) See Note	323,800.00	323,800.00	II	23
	TOTAL ASSETS	337,787.54	342,912.97	II	25
<u>NET WORTH</u>	Beginning of Year Balance	339,825.92	337,787.54	I	19
	Excess of Disbursements over Receipts:	(2,038.38)	5,125.43	I	18
	Net Worth End of Year	337,787.54	342,912.97	I	21

NOTE: Since the building is on leased property, only the contents actually could be sold, so therefore this value is for information only.

SOUTH PONTE VEDRA ASSOCIATION

STATEMENTS OF RECEIPTS AND DISBURSEMENTS FOR THE YEARS ENDED SEPTEMBER 30

<u>RECEIPTS</u>	12 Mos <u>09/30/09</u>	12 Mos <u>09/30/10</u>		
Membership Dues	13,812.50	15,580.00		3
Other Donations - See Schedule B (See TR sch below	13,123.00	8,008.88		1
Events Income - See Schedule A	12,577.99	11,156.33		6a
Interest Income	15.02	5.94		4
Turtle Fund Receipts	1,705.00	2,405.00		1
Total Receipts	<u>41,233.51</u>	<u>37,156.15</u>		
 <u>DISBURSEMENTS</u>				
Bank Charges	93.00	(80.00)		16
Building - See Schedule C (Requires calc for ln 36)	23,329.62	20,854.00		14
Contributions to Other Organizations	350.00			16
Events Expense - See Schedule A	12,821.90	9,612.71		6b
Gifts	364.90	138.00		16
Needy Fund Paid Out				
Corporate Filing Fees	61.25	61.25		16
Federal Income Tax	333.00	350.00		16
Turtle Fund Expenses	804.22	1,094.76		16
ATV Purchase	5,114.00			16
Total Disbursements	<u>43,271.89</u>	<u>32,030.72</u>		
Excess (Deficiency) of Receipts over Disbursements	<u>(2,038.38)</u>	<u>5,125.43</u>		
Re-valuation of Property				
Net Change in Net Worth	<u>(2,038.38)</u>	<u>5,125.43</u>		

STATEMENTS OF RECEIPTS AND DISBURSEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2010

SCHEDULE A

SOCIAL EVENTS

Event	Received	Disbursed	Allocate Bar*/Kitchen &Cleaning	Total Disbursed	Gain or (Loss)
Annual Meeting	395.00	635.48	122.83	758.31	(363.31)
Crab Fest	902.00		280.49	280.49	621.51
Cookout			0.00	0.00	0.00
Second Friday	5,716.00	1,875.01	1,777.45	3,652.46	2,063.54
Fish Fry			0.00	0.00	0.00
Harbor Cruise	586.98	1,225.24	182.53	1,407.77	(820.79)
Mardi Gras			0.00	0.00	0.00
New Year's Party (Note)	1,680.00	1,558.98	522.41	2,081.39	(401.39)
Orient Express	1,000.00	699.95	310.96	1,010.91	(10.91)
Yard Sale	876.35	148.87	272.51	421.38	454.97
Kitchen Supplies		548.18	(548.18)		
Restock Bar		2,921.00	(2,921.00)		
Totals	<u>11,156.33</u>	<u>9,612.71</u>	<u>0.00</u>	<u>9,612.71</u>	<u>1,543.62</u>

SOUTH PONTE VEDRA ASSOCIATION

STATEMENTS OF RECEIPTS AND DISBURSEMENTS
FOR THE YEARS ENDED SEPTEMBER 30

SCHEDULE B
DONATIONS

	<u>09/30/09</u>	<u>09/30/10</u>		
Bathroom Remodeling				
Directory	3,815.00	3,830.00		
General Fund Note 1	8,230.00	2,620.00		
Needy Fund				
Room Usage	1,078.00	1,283.88		
Utilities -		275.00		
Other				
Total Donations	13,123.00	8,008.88		1

SCHEDULE C
BUILDING EXPENSES

	<u>09/30/09</u>	<u>09/30/10</u>		
Cleaning after rentals		3,550.00		
Comcast	8.83	135.30		
Electric	2,377.39	2,556.92		
Telephone	730.13	752.50		
Trash Pickup	267.75	729.17		
Water	110.48	157.88		
Heating & AC	60.42	62.54		
Insurance Coverage See Ins Schedule	7,308.64	5,391.73		
Kitchen Supplies				
Landscaping	200.00	645.12		
Maintenance	7,836.30	3,669.30		
Membership				
Miscellaneous	(54.94)			
Total Occupancy	18,845.00	17,650.46		14
Directory	1,205.94	924.85		15
Newsletter	1,961.75	1,218.17		15
Office Supplies	554.10	821.62		15
Postage	762.83	238.90		15
Total Printing, Publications, etc.	4,484.62	3,203.54		15
Total Schedule B	23,329.62	20,854.00		

SOUTH PONTE VEDRA ASSOCIATION

Calculation of Part 1 revenue:

Schedule B	13,123.00	8,008.88		
Less Directory	(3,815.00)	(3,830.00)		
Less Rents	(1,078.00)	(1,558.88)		
Net (General Fund Contributions)	8,230.00	2,620.00		
Turtle Patrol	1,705.00	2,405.00		
Total Contributions	9,935.00	5,025.00		1
Membership	13,812.50	15,580.00		3
Interest	15.02	5.94		4
Rents	1,078.00	1,558.88		
Events Income	12,577.99	11,156.33		
Total activities income	13,655.99	12,715.21		6a
Events Expense	12,821.90	9,612.71		6b
Events Net	834.09	3,102.50		6c
Directory Revenue	3,815.00	3,830.00		8
Total Revenues	28,411.61	27,543.44		9
Test:				
Add back events expenses	12,821.90	9,612.71		
Total Revenue per our statements	41,233.51	37,156.15		
Test	0.00	0.00		
Expenses				
Occupancy				
Printing, Postage, etc	18,845	17,650		14
Other Expenses	4,485	3,204		15
Total Expense per TR	7,120.37	1,564.01		16
	30,449.99	22,418.01		
Add back Events Expense	12,821.90	9,612.71		
Total Expense per our books	43,271.89	32,030.72		
Test	0.00	0.00		
Bank Charges	93.00	(80.00)		
Dues to non-profit round table council	350.00	0.00		
Corporate Filing Fees	61.25	61.25		
Gift Expenses (Plaques)	364.90	138.00		
Taxes Paid (990T)	333.00	350.00		
Turtle Patrol ATV purchase	5,114.00			
Turtle Patrol Expenses	804.22	1,094.76		
Total	7,120.37	1,564.01		16

**Insurance Schedule
10/1/09-9/30/10**

				This Yr Amt FY 2010						
	2009-2010									
Fire			10/5/2009	4467	1,339.15	10/2/2010	432,800	1,000	5,000	1,000
Fire	Lloyds	NMB3800868	9/25/2010	4702	1,116.63	10/6/2011				
Directors' Lia	U.S. Liability		3/22/2010	4578	957.90					1,000,000
Flood	Tower Hill		7/10/2010	4648	1,436.00	7/15/2011	450,000	1,000	50,000	1,000
	Lessor's Risk Auto Owners	862322-								
	(Tailored	78427312	8/26/2010	4671	722.05	10/6/2011				1,000,000
	Protection)	Prem Chg								
	Re-imburement from Ten (@ \$20 per month)				(180.00)					
Total per Ledger	Paid after 9/30:				5,391.73					
Windstorm	Citizens		105133	10/7/2010	4708	#####	447,000	12,180	5,000	1,000
Total					7,513.73					
	less Fire Policy paid twice				(1,339.15)					
	Net Annual Expense				<u>6,174.58</u>					

SOUTH PONTE VEDRA CIVIC ASSOCIATION, INC.

EXCESS OF CASH RECEIPTS-OR EXCESS OF CASH DISBURSEMENTS FOR FISCAL YEARS
ENDING ON SEPTEMBER 30

<u>YEAR</u>	<u>RECEIPTS</u>	<u>DISBURSEMENTS</u>
2002*	\$ 9,024.58	
2003*		\$ 6,416.69
2004		10,013.77
2005	4,422.21	
2006	1,769.19	
2007	14,311.74	
2008		11,661.03
2009		2,038.38
2010	5,125.43	
	<u>\$34,653.15</u>	<u>\$30,129.87</u>
	<u>30,129.87</u>	
	<u>\$ 4,523.28</u>	

*Recast to adjust for prepaid dues

The Association operates yearly on the basis of cash in and cash out. The effect of that is disbursements for any capital items, (building improvements or equipment), are written off in the year made.

We are a Florida not-for-profit corporation. The above statement establishes that we have been operating well within our stated purpose.