

TUCKAHOE RECREATION CLUB, INC.

FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

Shafian Tax & Accounting Services, PC

Certified Public Accountants

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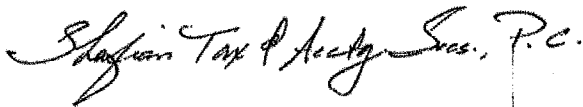
INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Tuckahoe Recreation Club, Inc.
McLean, Virginia

We have audited the accompanying statements of financial position of Tuckahoe Recreation Club, Inc. as of December 31, 2022 and 2021 and the related statements of activities, cash flows and functional expenses for the years then ended. These financial statements are the responsibility of the organization's management. 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 audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Tuckahoe Recreation Club, Inc. as of December 31, 2022 and 2021, and the results of its operations and its changes in financial position for the years then ended in conformity with generally accepted accounting principles.



Shafian Tax & Accounting Services, PC
Certified Public Accountants

August 2, 2023

Tuckahoe Recreation Club, Inc.
Audited Statements Of Financial Position
DECEMBER 31, 2022 AND 2021

	<u>2022</u>	<u>2021</u>
<u>Liabilities and Net Assets</u>		
Current Liabilities		
Accounts payable	\$ 22,188	\$ 21,414
Bonds payable	0	0
Security Deposits	4,092	1,690
Accrued salaries and withholdings	3,173	2,266
Income Taxes	(13,845)	(3,877)
Deferred member dues	847	16,782
Total Current Liabilities	\$ <u>16,455</u>	\$ <u>38,275</u>
Long-Term Liabilities		
Bonds payable	0	0
Construction Loan - Improvements	1,137,556	1,225,823
Total Long-Term Liabilities	\$ <u>1,137,556</u>	\$ <u>1,225,823</u>
Total Liabilities	\$ <u>1,154,011</u>	\$ <u>1,264,098</u>
Net Assets		
Unrestricted	1,831,727	1,569,035
Temporarily restricted - CapX Fund	209,595	327,433
Total Net Assets	\$ <u>2,041,322</u>	\$ <u>1,896,468</u>
Total Liabilities and Net Assets	\$ <u><u>3,195,334</u></u>	\$ <u><u>3,160,566</u></u>

2022 & 2021 STMT OF FINANCIAL POSITION

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Tuckahoe Recreation Club, Inc.
Audited Statements Of Activities
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

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<u>Expenses</u>		
Payroll and related taxes	\$ 1,292,057	\$ 1,098,125
Insurance	107,363	112,882
Maintenance and engineering	181,706	153,901
Utilities	166,042	96,670
Depreciation	231,923	223,930
Supplies and services	55,138	40,512
Replacements - CapX fund	209,595	230,519
Programs	23,401	27,987
Administrative	97,510	84,201
Other taxes and licenses	38,868	40,079
Interest	46,849	54,569
Legal and audit	39,462	33,032
Innovation Fund	0	0
Income taxes	0	0
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Total Expenses	\$ <u><u>2,489,915</u></u>	\$ <u><u>2,196,406</u></u>

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

Tuckahoe Recreation Club, Inc.
 Statements Of Cash Flows
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

	<u>2022</u>	<u>2021</u>
Reconciliation of Change in Net Assets to Net Cash Provided by Operating Activities:		
Change in Net Assets	\$ <u>144,855</u>	\$ <u>292,962</u>
Reconciling Adjustments		
Depreciation	\$ 231,923	\$ 223,930
Changes in assets and liabilities:		
Prepaid income taxes	0	0
Interest receivable	0	0
A/C Receivable - Dues, Other	0	28,423
Prepaid Insurance	0	28,757
Prepaid expenses	0	11,260
Inventory	(1)	1
Income taxes payable	(9,967)	(1,928)
Accounts payable	774	(57,726)
Accrued salaries and withholdings	907	(751)
Deferred member dues	(15,936)	15,856
Net Bond Activity	0	0
Net Transfers from Restricted Funds	<u>316,489</u>	<u>(93,124)</u>
Net Cash Provided by Operating Activities	\$ <u><u>669,044</u></u>	\$ <u><u>447,658</u></u>

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

TUCKAHOE RECREATION CLUB, INC.

NOTES TO FINANCIAL STATEMENTS

- Temporary restricted net assets represent assets whose use by the Club is limited by donor-imposed stipulations that expire with passage of time or can be fulfilled by actions of the organization pursuant to these stipulations.
- Permanently restricted net assets represent assets whose use by the Club is limited by donor-imposed stipulations that neither passage of time nor fulfillment by organization actions can be removed. At 12/31/2022, the Club had no Permanently Restricted assets.

Capital Expenditure (CapX) Fund for Repairs, Replacements and improvements

Each member paying dues is required to pay an annual contribution to the CapX Fund. The By-laws of the Club restrict the use of these funds solely for the purpose of the complete replacement, major repairs due to casualties or major rehabilitation improvement of the Club.

Inventories

Inventories of concessions are valued at the lower of cost or market. Cost is determined using the First-in, First-out method.

Property and Equipment

Property and equipment are carried at cost. Depreciation is computed on the straight-line basis over estimated useful lives of 5-30 years. Depreciation expense was \$223,930 and \$231,923 for the years ended December 31, 2021 and 2022 respectively.

NOTE 3 – CASH AND CASH EQUIVALENTS

In 2018, firm decided to change banks. On March 23, 2018, Club's accounts at United Bank were transferred to Burke & Herbert Bank. As of December 31, 2022 cash and cash equivalents consisted of operating accounts, savings, and Money Market accounts with the following institutions:

	<u>2022</u>	<u>2021</u>
B&H Checking 4316	\$ 14,918	\$ -11,969
B&H Savings Reserve MMA 4340	1,073,550	1,139,491
B&H Savings Reserve MMA 3981	103,632	0
B&H Savings Cap Ex MMA 4332	174,485	198,670
B&H Merchant CC Acct 4324	2,333	2,333
Cash – Swim Team – External	13,159	4,979
Cash – Dive Team - External	12,159	9,572
Cash – Petty Cash	977	422
Total Cash	\$ <u>1,395,213</u>	\$ <u>1,343,498</u>

TUCKAHOE RECREATION CLUB, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 6 – INCOME TAXES

The Internal Revenue Service has determined that the Club is a tax-exempt organization under Section 501(c) (7) of the Internal Revenue Code. Under certain Code regulation, the Club is only subject to Federal and State income taxes on unrelated business income, such as investment income, resale of inventory merchandise and non-member pool revenue. Losses from other unrelated business activities may not reduce taxable investment income activities. Losses can be carried back three years or forward fifteen years to offset similar taxable income. Income tax expense is summarized as follows:

	<u>2022</u>	<u>2021</u>
Current Income Taxes:		
Federal	\$ -0-	\$ -0-
State	<u>-0-</u>	<u>-0-</u>
Total Income Taxes	\$ <u>-0-</u>	\$ <u>-0-</u>