

**WILLIAM
OWENS
&
COMPANY**

**CERTIFIED PUBLIC ACCOUNTANT
A PROFESSIONAL CORPORATION**

5 JOHN STREET
CARBONDALE, PA 18407
570-281-9760

16 CHESTNUT STREET
MONTROSE, PA 18801
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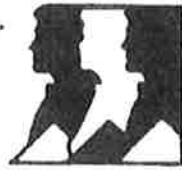
**MASTHOPE MOUNTAIN COMMUNITY
PROPERTY OWNERS COUNCIL**

Financial Statements
And Supplementary Information

For the Fiscal Year Ended, April 30, 2015

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Masthope Mountain Community Property Owners Council

Report on the Financial Statements

We have audited the accompanying financial statements of Masthope Mountain Community Property Owners Council which comprise the balance sheets as of April 30, 2015 and the related statements of revenues and expenses, and changes in fund balances and cash flows for the fiscal year 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 audit. We conducted our audit 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 from 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.

Basis for Qualified Opinion

As explained in Note 1 to the financial statements, it is the practice of the Association to reserve 100% of the outstanding dues receivable and report the income from assessments on the cash basis. Generally accepted accounting principles require that a provision for uncollectible accounts receivable be recorded for those account receivables which are deemed uncollectible. Since the collectible portion of the dues is not accurately able to be predicted by management the Association has recorded a 100% provision for uncollectible accounts receivable in the accompanying financial statements, effectively recording revenue on the cash basis, which is a departure from generally accepted accounting principles. The effects of this departure from generally accepted accounting principles have not been determined.

Qualified Opinion

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements referred to above present fairly, in all material respects, the financial position of Masthope Mountain Community Property Owners Council as of April 30, 2015, and the operations and its cash flows for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Supplementary Schedule of Departmental Expenses are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of the Association's management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Matter

Management has omitted supplementary information on future major repairs and replacements that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Financial Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by the missing information.

William Owens & Co, CPA
William Owens & Company, CPA
Carbondale, PA 18407
July 8, 2015

MASTHOPE MOUNTAIN COMMUNITY PROPERTY OWNERS' COUNCIL
BALANCE SHEETS
APRIL 30, 2015

	Operating Fund	Restricted Fund	Eliminations	Total
ASSETS				
Current Assets				
Cash	\$ 1,857,398	\$ -	\$ -	\$ 1,857,398
Cash and Cash Equivalents - Restricted for Future Repairs and Replacement	-	824,558	-	824,558
Cash-Restricted for Ski Loan	-	105,444	-	105,444
Cash-Restricted for Lodge Loan Repayment	-	167,747	-	167,747
Cash-Restricted for Road Repair	-	76,535	-	76,535
Cash-Restricted for Beach River Park	-	159,780	-	159,780
Other Receivables	18,852	-	-	18,852
Due To/From Other Funds	45,818	-	(45,818)	-
Inventory	45,078	-	-	45,078
Inventory Lots	-	133,211	-	133,211
Prepaid Expenses	44,113	-	-	44,113
Total Current Assets	2,011,259	1,467,274	(45,818)	3,432,716
Property and Equipment				
Land	1,097,263	-	-	1,097,263
Roads	634,641	-	-	634,641
Buildings and Improvements	6,544,696	-	-	6,544,696
Furniture and Fixtures	24,309	-	-	24,309
Vehicles and Equipment	3,437,664	-	-	3,437,664
Horses	16,550	-	-	16,550
Less: Accumulated Depreciation	(3,927,748)	-	-	(3,927,748)
Net Property and Equipment	7,827,375	-	-	7,827,375
Other Assets				
Cash - Renters Deposits	53,487	-	-	53,487
Cash-Lottery Account	13,645	-	-	13,645
Certificates of Deposit	-	359,016	-	359,016
Cash - Escrow Deposits	1,600	-	-	1,600
Closing Costs	15,350	-	-	15,350
Liquor License	30,953	-	-	30,953
Less: Accumulated Amortization	(7,649)	-	-	(7,649)
Total Other Assets	107,387	359,016	-	466,402
Total Assets	\$ 9,946,021	\$ 1,826,290	\$ (45,818)	\$ 11,726,493

"See independent auditor's report and accompanying notes to financial statements"

MASTHOPE MOUNTAIN COMMUNITY PROPERTY OWNERS' COUNCIL
BALANCE SHEETS
APRIL 30, 2015

	Operating Fund	Restricted Fund	Eliminations	Total
LIABILITIES AND FUND BALANCES				
Current Liabilities				
Accounts Payable and Accrued Expenses	\$ 125,882	\$ -	\$ -	\$ 125,882
Members' Assessments Collected in Advance	1,731,069	-	-	1,731,069
Due To/From Other Funds	-	45,818	(45,818)	-
Escrow Deposits	47,375	-	-	47,375
Deferred Revenue	445	-	-	445
Insurance Proceeds Payable	-	13,293	-	13,293
Current Portion of Long Term Debt	-	351,304	-	351,304
Total Current Liabilities	<u>1,904,771</u>	<u>410,415</u>	<u>(45,818)</u>	<u>2,269,368</u>
Long-Term Liabilities				
Long Term Debt, net of Current Portion	-	3,198,543	-	3,198,543
Total Long-Term Liabilities	<u>-</u>	<u>3,198,543</u>	<u>-</u>	<u>3,198,543</u>
Total Liabilities	<u>1,904,771</u>	<u>3,608,958</u>	<u>(45,818)</u>	<u>5,467,911</u>
Fund Balances	<u>8,041,250</u>	<u>(1,782,668)</u>	<u>-</u>	<u>6,258,582</u>
Total Liabilities and Fund Balances	<u>\$ 9,946,021</u>	<u>\$ 1,826,290</u>	<u>\$ (45,818)</u>	<u>\$ 11,726,493</u>

"See independent auditor's report and accompanying notes to financial statements"

**MASTHOPE MOUNTAIN COMMUNITY PROPERTY OWNERS' COUNCIL
STATEMENTS OF REVENUES AND EXPENSES
FOR THE FISCAL YEAR ENDED APRIL 30, 2015**

	Operating Fund	Restricted Fund	Total
Revenues			
Membership Dues	\$ 2,126,124	\$ -	\$ 2,126,124
Capital Dues	-	156,532	156,532
Ski Assessment	-	311,110	311,110
Lodge Loan Assessment	-	177,579	177,579
Road Assessments	-	873	873
Westcolang Dam Assessments	-	315	315
Beach/ Riverpark Assessments	-	98,283	98,283
Transfer Fees	-	95,317	95,317
Late Charges	48,013	-	48,013
Collection Fees	35,069	-	35,069
Advertising	19,358	-	19,358
Activity Income	14,066	-	14,066
Interest Income	1,197	3,495	4,692
Miscellaneous Income	126,648	-	126,648
Lot Sale Income	-	19,959	19,959
Skiing Revenue	-	191,442	191,442
Stable Revenue	18,182	-	18,182
Lodge Revenue	1,335,287	-	1,335,287
Fitness Revenue	3,756	-	3,756
Marketplace Sales	476,364	-	476,364
Permits	13,166	-	13,166
Total Revenues	4,217,231	1,054,905	5,272,136
Expenses			
Administrative Expenses	478,409	-	478,409
Maintenance	418,789	-	418,789
Recreation, Pool and Lake	285,515	-	285,515
Ski Slope	-	137,500	137,500
Stables	196,764	-	196,764
Lodge	1,400,279	-	1,400,279
Security	342,111	-	342,111
Marketplace	459,341	-	459,341
Road Project	220,519	5,000	225,519
Water and Sewer	13,409	-	13,409
Insurance	316,814	-	316,814
Professional Fees	27,391	-	27,391
Repairs and Replacement	-	414,480	414,480
Interest	421	182,784	183,205
Amortization	1,181	-	1,181
Depreciation	497,326	-	497,326
Total Expenses	4,658,269	739,764	5,398,033
Excess / (Deficiency) of Revenues over Expenses Before Interfund Transfers	(441,038)	315,141	(125,897)
Transfer Between Funds	133,552	(133,552)	-
Excess / (Deficiency) of Revenues over Expenses	\$ (307,486)	\$ 181,589	\$ (125,897)

"See independent auditor's report and accompanying notes to financial statements"

**MASTHOPE MOUNTAIN COMMUNITY PROPERTY OWNERS' COUNCIL
STATEMENTS OF CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED APRIL 30, 2015**

	<u>Operating Fund</u>	<u>Restricted Fund</u>	<u>Total</u>
Fund Balances at Beginning of Year	\$ 8,348,736	\$ (1,964,257)	\$ 6,384,479
Excess (Deficiency) of Revenues over Expenses	<u>(307,486)</u>	<u>181,589</u>	<u>(125,896)</u>
Fund Balances at End of Year	<u>\$ 8,041,250</u>	<u>\$ (1,782,668)</u>	<u>\$ 6,258,582</u>

"See independent auditor's report and accompanying notes to financial statements"

MASTHOPE MOUNTAIN COMMUNITY PROPERTY OWNERS' COUNCIL
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED APRIL 30, 2015

Cash Flows from Operating Activities	Operating Fund	Restricted Fund	Total
Surplus / (Deficiency) of Revenues Over Expenses	\$ (307,486)	181,589	\$ (125,897)
Adjustments to Reconcile Surplus / (Deficiency) of Revenues over Expenses to Net Cash provided by Operating Activities			
Depreciation and Amortization	498,507	-	498,507
Change in Other Receivables	11,279	-	11,279
Change in Inventory	(3,349)	-	(3,349)
Change in Prepaid Expenses	(754)	-	(754)
Change in Accounts Payable and Accrued Expenses	(51,827)	-	(51,827)
Change in Members' Assessments Collected in Advance	180,953	-	180,953
Change in Miscellaneous Deferred Revenue	445	-	445
Change in Escrow Deposits	725	-	725
Change in Lot Deposits	-	(2,000)	(2,000)
Change in Proceeds Payable	-	13,293	13,293
Change in Due To/From	(210,951)	210,951	-
Net Cash provided by Operating Activities	<u>117,541</u>	<u>403,833</u>	<u>521,374</u>
 Cash Flows from Investing Activities			
Purchase of Fixed Assets	(1,500)	(183,650)	(185,150)
Net Cash Used in Investing Activities	<u>(1,500)</u>	<u>(183,650)</u>	<u>(185,150)</u>
 Cash Flows from Financing Activities			
Debt Reduction	-	(348,942)	(348,942)
Debt Proceeds	-	17,329	17,329
Transfers Between Funds	(183,652)	183,652	-
Lease Reduction	(1,097)	-	(1,097)
Net Cash provided (Used) by Financing Activities	<u>(184,749)</u>	<u>(147,961)</u>	<u>(332,710)</u>
 Net Increase (Decrease) in Cash	<u>(68,708)</u>	<u>72,222</u>	<u>3,514</u>
 Cash at beginning of Year	<u>1,994,838</u>	<u>1,620,858</u>	<u>3,615,696</u>
 Cash at end of Year	<u>\$ 1,926,130</u>	<u>\$ 1,693,080</u>	<u>\$ 3,619,210</u>
 Cash Consist of:			
Cash	\$ 1,857,398	\$ -	\$ 1,857,398
Cash-Lottery Account	13,645	-	13,645
Cash - Renters Deposits	53,487	-	53,487
Cash - Escrow Deposits	1,600	-	1,600
Cash and Cash Equivalents - Restricted for			
Future Repairs and Replacement	-	824,558	824,558
Cash-Restricted for Ski Loan	-	105,444	105,444
Cash-Restricted for Lodge Loan Repayment	-	167,747	167,747
Cash-Restricted for Road Repair	-	76,535	76,535
Cash-Restricted for Beach River Park	-	159,780	159,780
Certificates of Deposit	-	359,016	359,016
	<u>\$ 1,926,130</u>	<u>\$ 1,693,080</u>	<u>\$ 3,619,210</u>
 Supplemental Disclosure			
Cash Paid During the Year for:			
Interest	\$ -	\$ 183,205	\$ 183,205
Income Taxes	\$ -	\$ -	\$ -

"See independent auditor's report and accompanying notes to financial statements"

MASTHOPE MOUNTAIN COMMUNITY PROPERTY OWNERS COUNCIL
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED APRIL 30, 2015

1. NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

NATURE OF OPERATIONS

The Masthope Mountain Community Property Owners Council, located in Lackawaxen, Pennsylvania, was organized on December 19, 1977 as a non-profit corporation under the law of the Commonwealth of Pennsylvania. The purpose of the Council is to oversee the interests of the property owners in this development and, if necessary, to manage the operations of the development. The Council became responsible for daily operations on January 1, 1988. There are approximately 2,300 lots in the development located in Lackawaxen Township.

FUND ACCOUNTING

The Association's governing documents provide certain guidelines for governing its financial activities. To ensure observance of limitations and restrictions on the use of financial resources, the Association maintains its accounts using fund accounting. Financial resources are classified for accounting and reporting purposes in the following funds established according to their nature and purpose:

Operating Fund- This fund is used to account for financial resources available for the general operations of the Association.

Restricted Fund- This fund is used to accumulate financial resources designed for future major repairs and replacements. This fund also includes funds that are restricted to pay the lodge and ski loans, and road repairs.

BASIS OF ACCOUNTING

The books and records are maintained on the accrual method of accounting however dues income for the current and prior years is recorded when received and not when billed. Dues collected in the current year which are in payment of the subsequent year's assessment are reflected on the balance sheet as a liability and are reflected as members assessments collected in advance.

USE OF ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, the disclosure of contingent assets and liabilities and the reported amounts of revenues and expenses. Actual results could differ from those estimates.

MASTHOPE MOUNTAIN COMMUNITY PROPERTY OWNERS COUNCIL
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED APRIL 30, 2015

MEMBER DUES

Association members are subject to annual assessments, payable on May 1st of each year, to provide funds for the Association's operating expenses, future capital acquisitions, and major repairs and replacements. The association retains any excess assessments at year-end for use in future years.

INVENTORIES

Inventories are stated at the lower of cost (first-in, first-out method) or market. The inventory as of April 30, 2015 consists of the following:

Lots	\$133,213
Marketplace Inventory	12,991
Summit Restaurant Inventory	<u>32,087</u>
Total Inventory	<u>\$178,291</u>

PROPERTY, PLANT AND EQUIPMENT

The Association capitalizes all property, plant and equipment to which it has title or other evidence of ownership. Property, plant and equipment acquired by the Association are recorded at cost.

Property, plant and equipment are depreciated over their estimated useful lives using straight-line and accelerated methods of depreciation. Depreciation expense for the year ended April 30, 2015 was \$497,326.

COMMON PROPERTY

Common property recognized as assets in these financial statements includes the clubhouses, pools, tennis areas, other amenities, and the roads and common areas located within the development.

Although the Association is responsible for the repair and replacement of the common real property, it is unable to sell or otherwise dispose of this property.

RESERVE FOR FUTURE REPAIRS AND REPLACEMENTS

The Association's governing documents require funds to be accumulated for future major repairs and replacements. Accumulated funds, which aggregate \$1,183,574 at April 30, 2015, are held in separate accounts and are generally not available for operating purposes.

MASTHOPE MOUNTAIN COMMUNITY PROPERTY OWNERS COUNCIL
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED APRIL 30, 2015

1. NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

INTEREST INCOME

Interest income is allocated to the operating and reserve funds in proportion to the interest-bearing deposits of each fund.

INCOME TAXES

The Association may elect annually to file its federal tax return as homeowners' association under Section 528 or as a regular corporation under Section 277. For the fiscal year ending April 30, 2015 the Association filed as a Homeowner's Association using the federal form 1120.

The Association's tax filings are subject to audit by various taxing authorities. The Association's federal income tax returns for 2014, 2013, and 2012 remain open to examination by the Internal Revenue Service. In evaluating the Association's tax provisions and accruals, the Association believes that its estimates are appropriate based on current facts and circumstances.

ADVERTISING

Advertising costs are charged to operations when incurred and amounted to \$12,196 for the fiscal year.

INTEREST EXPENSE

For the fiscal year ended of April 30, 2015, the association incurred and charged \$183,205 to interest expense.

STATEMENT OF CASH FLOWS

For purposes of the statement of cash flow, cash equivalents include investments in highly liquid debt instruments purchased with original maturities of three months or less.

DATE OF MANAGEMENT'S REVIEW

In preparing the financial statements, the Association has evaluated events and transactions for potential recognition or disclosure through July 8, 2015, the date that the financial statements were available to be issued.

MASTHOPE MOUNTAIN COMMUNITY PROPERTY OWNERS COUNCIL
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED APRIL 30, 2015

2. DUES RECEIVABLE

The dues receivable are reserved 100% as detailed historical data necessary to project the collection rate has not been calculated by the Association. Although legal steps are being taken to collect these funds, the Association is unable to determine their collectability with a sufficient degree of accuracy.

3. PROPERTY, PLANT AND EQUIPMENT

The Association capitalizes all property, plant and equipment to which it has title or other evidence of ownership at cost. Major additions and improvements are capitalized, while replacements, maintenance, and repairs, which do not extend the life of the respective assets, are expensed. Depreciation is provided utilizing accelerated methods over periods of time believed to approximate estimated service lives of five to thirty-nine and a half years.

4. AMORTIZATION COSTS

Amortization costs are amortized using a straight-line depreciation method.

5. CONCENTRATIONS OF CREDIT RISK

The Association's members are primarily from Northeastern Pennsylvania, New Jersey, and New York. The ability of these members to honor their obligations to the Association is dependent on the economy of the region.

The Association maintains its cash balances of \$3,436,256 as of April 30, 2015 at three financial institutions. Of the \$3,436,256 there is \$359,016 held at various banks through the CDARS program with Dime Bank. Accounts at each institution are secured by the Federal Deposit Insurance Corporation up to \$250,000. The CDARS program is fully insured. Uninsured balances amounted to \$2,510,098 at April 30, 2015.

MASTHOPE MOUNTAIN COMMUNITY PROPERTY OWNERS COUNCIL
 NOTES TO FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED APRIL 30, 2015

6. LONG-TERM DEBT

Notes payable consist of the following as of April 30, 2015:

Dime Bank, Lodge 4.81% interest rate through September 23, 2015 and then the rate will adjust to the New York Prime rate adjusting annually, payable in monthly installments of \$12,068; maturing March 23, 2027.	\$802,919
Dime Bank, Ski Loan, 4.81% interest rate through October 29, 2018 and then a fixed rate will be negotiated for the remaining (5) five years of the loan term, monthly installments of \$29,968; maturing October 29, 2023	2,024,930
Wayne Bank-Backhoe- 4.25% interest. Monthly principal and interest payments of \$1,004 until the balance is paid in full.	23,969
Wayne Bank-Beach Project- 4.75% interest Non-revolving Draw Down Line of Credit Due January 2029, monthly interest payments until February 2014, and thereafter monthly principal and interest payments of \$7,032 until the balance is paid in full.	683,887
Wayne Bank-Vehicle Loan- 4.500% fixed interest rate loan. Monthly principal and interest payment of \$516.00; maturing September 26, 2017. Secured by 2015 Ford Explorer.	14,142
Total Debt	<u>3,549,847</u>
Less Current Portion	<u>(351,304)</u>
Total Long Term Portion	<u>\$3,198,543</u>

Maturities of long-term debt as of April 30, 2015 are as follows:

2016	351,304
2017	372,742
2018	380,568
2019	400,424
2020	425,253
Thereafter	<u>1,619,556</u>
	<u>3,549,847</u>

MASTHOPE MOUNTAIN COMMUNITY PROPERTY OWNERS COUNCIL
 NOTES TO FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED APRIL 30, 2015

6. LONG-TERM DEBT-(Continued)

Accounts Receivable, member dues, contract rights, property owner assessments, equipment, furniture and fixtures, inventory, general intangibles, licenses, real property, and all other property utilized by the Masthope Rapids Property Owners Council's operation are collateral for all the above mentioned loans.

7. LITIGATION, CLAIMS AND ASSESSMENTS

In the normal course of business, the Association may periodically be named as a defendant in litigation. The Association's management, supported by legal counsel, believes that there are no material litigation matters that could result in a financial verdict against the Association at the current time.

8. OPERATING LEASES

The Association has a lease that is an operating lease for the following:

<u>Lease</u>	<u>Term</u>	<u>Payment</u>	<u>Future Minimum Lease Payment</u>
Horses	2015/2016	\$3,250/year	\$3,250

**MASTHOPE MOUNTAIN COMMUNITY PROPERTY
OWNERS COUNCIL**

Supplementary Information

For the fiscal year ended April 30, 2015

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**MASTHOPE MOUNTAIN COMMUNITY PROPERTY OWNERS' COUNCIL
SCHEDULE OF DEPARTMENTAL EXPENSES
FOR THE FISCAL YEAR ENDED APRIL 30, 2015**

Administrative	
Salaries	\$ 280,782
Payroll Taxes	18,206
Office Supplies and Expenses	40,988
Telephone & Fax	5,384
Printing & Newsletter Expense	11,101
Dues and Subscriptions	176
Computer Support and Training	12,799
Payroll Service	17,519
Membership	4,914
Advertising	1,952
Utilities	12,831
Collection Costs	8,728
Bank Charges	8,037
Meetings and Hospitality	12,254
Postage	12,081
Property Taxes	21,103
Website	732
Miscellaneous	8,821
Total Administrative Expenses	<u>\$ 478,409</u>
Maintenance	
Salaries	\$ 205,318
Payroll Taxes	23,215
Supplies	5,518
Repairs and Maintenance Buildings	11,510
Fuel	22,761
Snow Removal	43,953
Refuse Removal	72,777
Small Tools	2,951
Landscaping	4,336
Road and 911 Signs	1,012
Radio Repairs and Maintenance	244
Uniforms	837
Vehicle Repairs	17,836
Utilities	6,520
Total Maintenance Expenses	<u>\$ 418,789</u>

"See independent auditor's report on supplementary information"

**MASTHOPE MOUNTAIN COMMUNITY PROPERTY OWNERS' COUNCIL
SCHEDULE OF DEPARTMENTAL EXPENSES
FOR THE FISCAL YEAR ENDED APRIL 30, 2015**

Recreation, Pool and Lake	
Salaries	\$ 167,784
Payroll Taxes	24,901
Pool Chemicals	8,919
Supplies	4,004
Activities Expense	17,576
Repairs and Maintenance Lake & Pool	27,493
Uniforms	731
Telephone	3,247
Trips/Events	358
Utilities	5,192
Permits	913
Amenities Expense	3,979
Beach House	18,041
Fitness Center Repair & Maintenance	2,377
Total Recreation, Pool and Lake Expenses	<u>\$ 285,515</u>
Ski Slope	
Management Fee	\$ 137,500
Total Ski Slope Expenses	<u>\$ 137,500</u>
Stables	
Salaries	\$ 99,181
Payroll Taxes	13,620
Boarding	41,900
Lease Care Maintenance	22,192
Utilities	6,176
Tack and Supplies	6,614
Repair and Maintenance	3,253
Land Management	1,588
Vehicle Maintenance	288
Horse Lease	1,950
Total Stables Expenses	<u>\$ 196,764</u>

"See independent auditor's report on supplementary information"

**MASTHOPE MOUNTAIN COMMUNITY PROPERTY OWNERS' COUNCIL
SCHEDULE OF DEPARTMENTAL EXPENSES
FOR THE FISCAL YEAR ENDED APRIL 30, 2015**

Lodge		
Purchases		\$ 511,389
Salaries		479,622
Payroll Taxes		77,060
Supplies		69,085
Entertainment		6,525
Repairs and Maintenance		53,570
Uniforms		5,848
Utilities		132,827
Miscellaneous		5,388
Linen		4,562
Credit Card Fees		24,117
Licenses & Fees		3,599
Advertising		10,244
Waste Disposal		4,795
Special Events		11,647
Total Lodge Expenses		<u>\$ 1,400,279</u>
Security		
Salaries		\$ 269,321
Payroll Taxes		30,223
Supplies		3,665
Repairs and Maintenance		28,894
Telephone		2,620
Uniforms		4,868
Training		2,521
Total Security Expenses		<u>\$ 342,111</u>

"See independent auditor's report on supplementary information"

**MASTHOPE MOUNTAIN COMMUNITY PROPERTY OWNERS' COUNCIL
SCHEDULE OF DEPARTMENTAL EXPENSES
FOR THE FISCAL YEAR ENDED APRIL 30, 2015**

Marketplace	
Purchases	\$ 286,979
Salaries	81,262
Payroll Taxes	8,957
Supplies	5,360
Computer Expense	987
Repairs and Maintenance	11,241
Utilities	17,803
Lottery	39,306
Credit Card Fees	7,446
Total Marketplace Expenses	<u>\$ 459,341</u>
Major Repairs and Replacement Expenses	\$ 263,671
Lot Sale Expense	780
Sports field Improvements	147,442
Repairs and Maintenance	788
River park	35
Bank Charges	1,763
Beach Improvements	788
Total Major Repairs and Replacements Expenses	<u>\$ 414,480</u>

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