

NORTHEAST POWER COORDINATING COUNCIL, INC.



Financial Statements
(Together with Accountants' Compilation Report)

Three Months Ended March 31, 2016

M A R K S P A N E T H

ACCOUNTANTS & ADVISORS

NORTHEAST POWER COORDINATING COUNCIL, INC.

CONTENTS

FOR THE THREE MONTHS ENDED MARCH 31, 2016

	<u>Page No.</u>
Accountants' Compilation Report	1
<u>Financial Statements</u>	
Statement of Financial Position	2
Statement of Activities	3-5

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M A R K S P A N E T H
ACCOUNTANTS & ADVISORS

ACCOUNTANTS' COMPILATION REPORT

Northeast Power Coordinating Council, Inc.
1040 Avenue of the Americas, 10th Floor
New York, New York 10018

Management is responsible for the accompanying financial statements of Northeast Power Coordinating Council, Inc., which comprise the statement of financial position as of March 31, 2016, and the related statement of activities for the three months then ended in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all of the disclosures and the statement of cash flows required by accounting principles generally accepted in the United States of America. If the omitted disclosures and the statement of cash flows were included in the financial statements, they might influence the user's conclusions about the Company's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to Northeast Power Coordinating Council, Inc.



New York, New York
August 8, 2016

Northeast Power Coordinating Council, Inc.
Statement of Financial Position
(See Accountants' Compilation Report)
March 31, 2016

	<u>Regional Entity Division</u>	<u>Criteria Services Division</u>	<u>Total</u>
Assets			
Cash	\$ 4,485,168	\$ 850,476	\$ 5,335,644
Restricted cash	206,782	10,356	217,138
Investments	1,569,811	241,203	1,811,014
Prepaid expenses	271,824	13,512	285,336
Other assets	131,264	1,706	132,970
Equipment and leasehold improvements, net	<u>754,065</u>	<u>59,431</u>	<u>813,496</u>
Total Assets	<u>\$ 7,418,914</u>	<u>\$ 1,176,684</u>	<u>\$ 8,595,598</u>
Liabilities and Net Assets			
Accrued expenses and other liabilities	\$ 737,031	\$ 40,309	\$ 777,340
Deferred revenue	-	795,407	795,407
Deferred rent	<u>627,104</u>	<u>46,477</u>	<u>673,581</u>
Total Liabilities	<u>1,364,135</u>	<u>882,193</u>	<u>2,246,328</u>
Net Assets - Unrestricted	<u>6,054,779</u>	<u>294,491</u>	<u>6,349,270</u>
Total Liabilities and Net Assets	<u>\$ 7,418,914</u>	<u>\$ 1,176,684</u>	<u>\$ 8,595,598</u>

Northeast Power Coordinating Council, Inc.
Statement of Activities
(See Accountants' Compilation Report)
For The Three Months Ended March 31, 2016

	Regional Entity Division			Criteria Services Division			Total	
	2016 Budget	Year to Date Actual	Percent of Budget	2016 Budget	Year to Date Actual	Percent of Budget	2016 Budget	Year to Date Actual
	Revenue							
41000-Assessments	\$ 14,349,196	\$ 3,587,299	25.00	\$ -	\$ -	-	\$ 14,349,196	\$ 3,587,299
41100-Penalty Sanctions	67,000	-	-	-	-	-	67,000	-
42100-Non-Statutory Funding	-	-	-	1,060,542	265,137	25.00	1,060,542	265,137
47000-Workshops	64,000	17,180	26.84	-	-	-	64,000	17,180
49000-Interest Income	-	1,109	-	-	64	-	-	1,173
Total Revenue	14,480,196	3,605,588	24.90	1,060,542	265,201	25.01	15,540,738	3,870,789
Expenditures								
Salaries								
51000-Direct Salaries	6,531,471	1,567,928	24.01	393,882	98,569	25.03	6,925,353	1,666,497
51200-Employment Agency Fee	10,000	-	-	-	-	-	10,000	-
51300-Temporary Office Services	20,000	3,955	19.78	-	-	-	20,000	3,955
Total Salaries	6,561,471	1,571,883	23.96	393,882	98,569	25.03	6,955,353	1,670,452
Payroll Taxes								
52000-Payroll Taxes-FICA	268,299	132,331	49.32	15,766	7,910	50.17	284,065	140,241
52100-Payroll Taxes-Medicare	99,061	33,145	33.46	5,286	1,981	37.48	104,347	35,126
52200-Payroll Taxes-SUI	6,843	8,676	126.79	684	519	75.88	7,527	9,195
52300-Payroll Taxes-FUI	1,470	1,565	106.46	147	94	63.95	1,617	1,659
52400-Payroll Taxes-MCTMT	23,384	7,318	31.29	1,392	437	31.39	24,776	7,755
Total Payroll Taxes	399,057	183,035	45.87	23,275	10,941	47.01	422,332	193,976
Benefits								
54000-Benefits-Education Reimbursement	15,000	-	-	-	-	-	15,000	-
54001-Benefits-Training Classes and Seminars	36,860	8,697	23.59	2,140	-	-	39,000	8,697
54100-Benefits-Medical	763,048	163,585	21.44	54,837	6,091	11.11	817,885	169,676
54200-Benefits-Life	68,049	22,828	33.55	4,179	12,446	297.82	72,228	35,274
54250-Officers-Life	15,000	12,866	85.77	-	-	-	15,000	12,866
54300-Insurance -WC	15,000	(287)	(1.91)	-	(17)	-	15,000	(304)
54400-Vacation Expense	451,843	106,208	23.51	27,257	6,348	23.29	479,100	112,556
Total Benefits	1,364,800	313,897	23.00	88,413	24,868	28.13	1,453,213	338,765
Retirement								
55000-Pension Contribution	-	-	-	102,000	-	-	102,000	-
55100-Employee Savings Plan	713,118	182,428	25.58	42,950	6,053	14.09	756,068	188,481
55200-Pension & Savings Admin	60,000	4,490	7.48	-	(115)	-	60,000	4,375
55300-Deferred Compensation Expense	60,000	-	-	-	-	-	60,000	-
Total Retirement	833,118	186,918	22.44	144,950	5,938	4.10	978,068	192,856
Meetings Expenses								
61000-Meeting Expense	244,000	15,019	6.16	6,500	408	6.28	250,500	15,427
61100-Workshop Expense	150,000	1,000	0.67	-	-	-	150,000	1,000
Total Meetings Expenses	394,000	16,019	4.07	6,500	408	6.28	400,500	16,427

Northeast Power Coordinating Council, Inc.
Statement of Activities
(See Accountants' Compilation Report)
For The Three Months Ended March 31, 2016

	Regional Entity Division			Criteria Services Division			Total	
		Year to Date	Percent of		Year to Date	Percent of		Year to Date
	2016 Budget	Actual	Budget	2016 Budget	Actual	Budget	2016 Budget	Actual
Travel Expenses								
62000-Travel	\$ 867,100	\$ 104,175	12.01	\$ 46,000	\$ 7,575	16.47	\$ 913,100	\$ 111,750
62200-Travel Directors	40,000	4,168	10.42	-	-	-	40,000	4,168
Total Travel Expenses	907,100	108,343	11.94	46,000	7,575	16.47	953,100	115,918
Communications								
63000-Conference Calls	47,000	7,800	16.60	-	-	-	47,000	7,800
Total Communications	47,000	7,800	16.60	-	-	-	47,000	7,800
Contracts & Consultants								
65000-Consultants	48,000	-	-	-	-	-	48,000	-
65100-Contracts	710,500	96,191	13.54	25,000	326	1.30	735,500	96,517
65110-Contract Audit Labor	1,200,000	-	-	-	-	-	1,200,000	-
65120-Contract Audit Travel	90,000	-	-	-	-	-	90,000	-
65130-Contract Audit Expenses	175,000	-	-	-	-	-	175,000	-
Total Contracts & Consultants	2,223,500	96,191	4.33	25,000	326	1.30	2,248,500	96,517
Office Rent								
70000-Office Rent	650,000	154,687	23.80	-	-	-	650,000	154,687
70010-Utilities	40,000	4,053	10.13	-	-	-	40,000	4,053
70020-Maintenance	40,000	9,741	24.35	-	-	-	40,000	9,741
70030-Security	2,500	1,195	47.80	-	-	-	2,500	1,195
70040-Real Estate Taxes	70,000	-	-	-	-	-	70,000	-
Total Office Rent	802,500	169,676	21.14	-	-	-	802,500	169,676
Office Costs								
71000-Telephone	112,000	17,072	15.24	-	-	-	112,000	17,072
71100-Internet Expense	95,400	19,586	20.53	-	-	-	95,400	19,586
71200-Office Supplies	33,000	4,434	13.44	-	17	-	33,000	4,451
71300-Computer Supplies & Maintenance	321,000	64,205	20.00	-	-	-	321,000	64,205
71400-Subscriptions & Publications	13,500	3,029	22.44	-	429	-	13,500	3,458
71500-Dues	4,000	-	-	-	-	-	4,000	-
71600-Postage	1,200	348	29.00	-	-	-	1,200	348
71700-Express Shipping	10,000	3,375	33.75	-	12	-	10,000	3,387
71800-Copying	26,400	3,331	12.62	-	-	-	26,400	3,331
71900-Reports	6,000	-	-	-	-	-	6,000	-
72000-Stationary & Office Forms	2,000	-	-	-	4	-	2,000	4
72200-Bank Charges	15,000	(1,753)	(11.69)	-	(19)	-	15,000	(1,772)
Total Office Costs	639,500	113,627	17.77	-	443	-	639,500	114,070

Northeast Power Coordinating Council, Inc.
Statement of Activities
(See Accountants' Compilation Report)
For The Three Months Ended March 31, 2016

	Regional Entity Division			Criteria Services Division			Total	
		Year to Date	Percent of		Year to Date	Percent of		Year to Date
	2016 Budget	Actual	Budget	2016 Budget	Actual	Budget	2016 Budget	Actual
Professional Services								
75000-BOT Fee	\$ 325,000	\$ 68,120	20.96	\$ -	\$ -	-	\$ 325,000	\$ 68,120
75300-Accounting and Auditing Fees	310,000	36,283	11.70	-	-	-	310,000	36,283
75400-Legal Fees - Other	316,000	37,423	11.84	-	-	-	316,000	37,423
75500-Insurance - Commercial	60,000	14,730	24.55	-	-	-	60,000	14,730
Total Professional Services	<u>1,011,000</u>	<u>156,556</u>	<u>15.49</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,011,000</u>	<u>156,556</u>
Other Non-Operating Expenses								
80300-Cash Reserve Requirement	(548,624)	-	-	(105,031)	-	-	(653,655)	-
Total Other Non-Operating Expenses	<u>(548,624)</u>	<u>-</u>	<u>-</u>	<u>(105,031)</u>	<u>-</u>	<u>-</u>	<u>(653,655)</u>	<u>-</u>
Depreciation Expense								
95100-Depreciation Expense-Equipment	231,821	2,747	1.18	8,506	-	-	240,327	2,747
95250-Depreciation - Software	-	33,929	-	-	66	-	-	33,995
95300-Depreciation Expense-Furniture	-	4,595	-	-	503	-	-	5,098
95400- Depreciation Expense - L.I.	-	14,620	-	-	1,625	-	-	16,245
Total Depreciation Expense	<u>231,821</u>	<u>55,891</u>	<u>24.11</u>	<u>8,506</u>	<u>2,194</u>	<u>25.79</u>	<u>240,327</u>	<u>58,085</u>
Miscellaneous Expenses								
99000-Miscellaneous Expense	41,000	6,500	15.85	2,000	86	4.30	43,000	6,586
99990-Indirect Expenses	(427,047)	(69,682)	16.32	427,047	69,682	16.32	-	-
Total Miscellaneous Expenses	<u>(386,047)</u>	<u>(63,182)</u>	<u>16.37</u>	<u>429,047</u>	<u>69,768</u>	<u>-</u>	<u>43,000</u>	<u>6,586</u>
Total Expenditures	<u>14,480,196</u>	<u>2,916,654</u>	<u>20.14</u>	<u>1,060,542</u>	<u>221,030</u>	<u>20.84</u>	<u>15,540,738</u>	<u>3,137,684</u>
Change in Unrestricted Net Assets	<u>\$ -</u>	<u>688,934</u>	<u>-</u>	<u>\$ -</u>	<u>44,171</u>	<u>-</u>	<u>\$ -</u>	<u>733,105</u>
Net Assets - Beginning of Period		<u>5,365,845</u>			<u>250,320</u>			<u>5,616,165</u>
Net Assets - End of Period		<u>\$ 6,054,779</u>			<u>\$ 294,491</u>			<u>\$ 6,349,270</u>