

**The Ranch at Prescott HOA**  
 Balance Sheet  
 As of 08/31/10

Account Description	Operating	Reserves	Other	Totals
<b>ASSETS</b>				
CAB - Operating	60,989.82			60,989.82
CAB - Reserve Money Market		28,948.33		28,948.33
CAB - Operating MM	101,289.65			101,289.65
CAB - Tennis Group MM	148.61			148.61
CAB - Construction Deposit MM	16,002.32			16,002.32
BNC CD-685 (7/10/11) 1.8%	25,376.08			25,376.08
BNC CD-684 (7/10/11) 1.8%	50,752.16			50,752.16
BNC CD-773 (8/30/11) 1.5%	26,246.64			26,246.64
<b>Total Cash</b>	<b>280,805.28</b>	<b>28,948.33</b>	<b>.00</b>	<b>309,753.61</b>
A/R Assessments	5,011.83			5,011.83
A/R Compliance Fee	525.00			525.00
A/R Late Fees	645.58			645.58
A/R NSF/Collection Notice Fees	1,125.00			1,125.00
A/R Other	4,788.12			4,788.12
Allowance for Bad Debt	(2,854.44)			(2,854.44)
<b>Total Accounts Receivable</b>	<b>9,241.09</b>	<b>.00</b>	<b>.00</b>	<b>9,241.09</b>
Prepaid Insurance	2,113.00			2,113.00
Street Light Posts	1,489.21			1,489.21
<b>Total Other Assets</b>	<b>3,602.21</b>	<b>.00</b>	<b>.00</b>	<b>3,602.21</b>
<b>TOTAL ASSETS</b>	<b>293,648.58</b>	<b>28,948.33</b>	<b>.00</b>	<b>322,596.91</b>

**LIABILITIES & EQUITY**

**CURRENT LIABILITIES:**

Prepaid Owner Assessments	923.10			923.10
Accounts Payable	4,550.00			4,550.00
NSF/Collection Notice Payable	1,140.00			1,140.00
Transfer/Disclosure Fee	900.00			900.00
Construction Deposits Payable	16,000.00			16,000.00
<b>Total Liabilities</b>	<b>23,513.10</b>	<b>.00</b>	<b>.00</b>	<b>23,513.10</b>

**EQUITY:**

**The Ranch at Prescott HOA**  
 Balance Sheet  
 As of 08/31/10

Account Description	Operating	Reserves	Other	Totals
Operating Fund	205,583.17			205,583.17
Reserve Fund		28,813.74		28,813.74
Current Year Net Income/(Loss)	64,562.31	134.59	.00	64,686.90
<b>Total Equity</b>	<b>270,135.48</b>	<b>28,948.33</b>	<b>.00</b>	<b>299,083.81</b>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>293,648.58</b>	<b>28,948.33</b>	<b>.00</b>	<b>322,596.91</b>

**The Ranch at Prescott HOA**  
Income/Expense Statement - Operating Fund  
Period: 08/01/10 to 08/31/10

Account	Description	Current Period			Year-To-Date			Yearly Budget
		Actual	Budget	Variance	Actual	Budget	Variance	
<b>INCOME:</b>								
41000-000	Homeowner Assessments	.00	.00	.00	114,875.00	115,375.00	(500.00)	115,375.00
42300-000	Weed Abatement Income	75.00	.00	75.00	13,725.00	13,500.00	225.00	13,500.00
43000-000	Late Fees	.00	.00	.00	1,087.50	.00	1,087.50	.00
44000-000	Rental Admin Fee	.00	.00	.00	100.00	.00	100.00	.00
46000-000	Interest Income	79.74	206.25	(126.51)	2,246.18	1,650.00	596.18	2,475.00
48000-000	Compliance Fee	25.00	.00	25.00	525.00	.00	525.00	.00
48500-000	Intent to Lien	.00	.00	.00	805.00	.00	805.00	.00
48600-000	Lien Fee	.00	.00	.00	810.00	.00	810.00	.00
49000-000	Other Income	.00	.00	.00	119.00	.00	119.00	.00
	<b>TOTAL INCOME</b>	<b>179.74</b>	<b>206.25</b>	<b>(26.51)</b>	<b>134,292.68</b>	<b>130,525.00</b>	<b>3,767.68</b>	<b>131,350.00</b>
<b>EXPENSES:</b>								
<b>Administrative Expense</b>								
51000-000	Accounting/Tax Prep Fees	.00	.00	.00	725.00	1,400.00	675.00	1,400.00
52000-000	Bad Debt	.00	.00	.00	.00	1,000.00	1,000.00	1,500.00
54000-000	Insurance	.00	.00	.00	4,191.50	4,850.00	658.50	4,850.00
55000-000	Legal Fees	.00	.00	.00	.00	4,000.00	4,000.00	6,000.00
55300-000	Lien Fees	.00	.00	.00	1,748.00	.00	(1,748.00)	.00
55500-000	Long Distance/Fax	5.00	50.00	45.00	27.00	400.00	373.00	595.00
56000-000	Management Fees	3,975.00	3,975.00	.00	31,800.00	31,800.00	.00	47,700.00
56500-000	Meetings	.00	75.00	75.00	300.00	600.00	300.00	3,625.00
57000-000	Newsletter	.00	.00	.00	1,849.75	3,000.00	1,150.25	4,000.00
58000-000	Office Supplies	46.90	75.00	28.10	233.76	600.00	366.24	900.00
58100-000	Postage	368.72	1,000.00	631.28	1,698.32	2,600.00	901.68	3,550.00
58200-000	Printing	752.30	1,500.00	747.70	2,292.86	5,250.00	2,957.14	6,550.00
58500-000	Professional Services	.00	125.00	125.00	100.00	6,000.00	5,900.00	6,500.00
58600-000	Website administration	.00	100.00	100.00	817.63	800.00	(17.63)	1,200.00
	<b>Total Administrative Expense</b>	<b>5,147.92</b>	<b>6,900.00</b>	<b>1,752.08</b>	<b>45,783.82</b>	<b>62,300.00</b>	<b>16,516.18</b>	<b>88,370.00</b>
<b>Common Area Expense</b>								
61000-000	Landscape Maintenance	1,375.00	1,050.00	(325.00)	5,650.00	5,250.00	(400.00)	6,300.00
61200-000	Landscape - Other	.00	350.00	350.00	790.00	2,500.00	1,710.00	3,200.00
61300-000	Weed abatement	4,550.00	4,500.00	(50.00)	13,500.00	18,000.00	4,500.00	18,000.00
62000-000	Pest Control	150.00	.00	(150.00)	150.00	.00	(150.00)	.00
64000-000	Repairs & Maintenance	.00	.00	.00	.00	2,200.00	2,200.00	3,000.00
64600-000	Repairs/Maint - Drainage	.00	.00	.00	.00	3,000.00	3,000.00	4,095.00
66000-000	Tree Removal	.00	.00	.00	75.00	.00	(75.00)	.00
	<b>Total Common Area Expense</b>	<b>6,075.00</b>	<b>5,900.00</b>	<b>(175.00)</b>	<b>20,165.00</b>	<b>30,950.00</b>	<b>10,785.00</b>	<b>34,595.00</b>

**The Ranch at Prescott HOA**  
 Income/Expense Statement - Operating Fund  
 Period: 08/01/10 to 08/31/10

Account	Description	Current Period			Year-To-Date			Yearly Budget
		Actual	Budget	Variance	Actual	Budget	Variance	
Utilities Expense								
	Total Utilities Expense	.00	.00	.00	.00	.00	.00	.00
Tax Expense								
71000-000	Corporation Commission	.00	.00	.00	10.00	10.00	.00	10.00
72000-000	Federal Taxes	.00	275.00	275.00	2,133.00	1,100.00	(1,033.00)	1,375.00
72500-000	State Taxes	.00	75.00	75.00	982.50	300.00	(682.50)	375.00
73000-000	Property Taxes	.00	.00	.00	.00	.00	.00	25.00
	Total Tax Expense	.00	350.00	350.00	3,125.50	1,410.00	(1,715.50)	1,785.00
Other Expense								
82000-000	Contingency	.00	500.00	500.00	.00	4,000.00	4,000.00	6,000.00
88500-000	Signs/Flags/Banners	.00	200.00	200.00	666.05	600.00	(66.05)	600.00
	Total Other Expense	.00	700.00	700.00	666.05	4,600.00	3,933.95	6,600.00
	TOTAL EXPENSES	11,222.92	13,850.00	2,627.08	69,740.37	99,260.00	29,519.63	131,350.00
	CURRENT NET INCOME/(LOSS)	(11,043.18)	(13,643.75)	2,600.57	64,552.31	31,265.00	33,287.31	.00
TRANSFER BETWEEN FUNDS:								
	INCOME/(LOSS) AFTER TRANSFERS	(11,043.18)	(13,643.75)	2,600.57	64,552.31	31,265.00	33,287.31	.00

**The Ranch at Prescott HOA**  
 Income/Expense Statement - Reserve Fund  
 Period: 08/01/10 to 08/31/10

Account	Description	Current Period			Year-To-Date			Yearly Budget
		Actual	Budget	Variance	Actual	Budget	Variance	
<b>INCOME:</b>								
46000-002	Interest Income-Reserve	13.52	.00	13.52	134.59	.00	134.59	.00
	<b>TOTAL INCOME</b>	<b>13.52</b>	<b>.00</b>	<b>13.52</b>	<b>134.59</b>	<b>.00</b>	<b>134.59</b>	<b>.00</b>
<b>EXPENSES:</b>								
	<b>TOTAL EXPENSES</b>	<b>.00</b>	<b>.00</b>	<b>.00</b>	<b>.00</b>	<b>.00</b>	<b>.00</b>	<b>.00</b>
	<b>CURRENT NET INCOME/(LOSS)</b>	<b>13.52</b>	<b>.00</b>	<b>13.52</b>	<b>134.59</b>	<b>.00</b>	<b>134.59</b>	<b>.00</b>
<b>TRANSFER BETWEEN FUNDS:</b>								
	<b>INCOME/(LOSS) AFTER TRANSFERS</b>	<b>13.52</b>	<b>.00</b>	<b>13.52</b>	<b>134.59</b>	<b>.00</b>	<b>134.59</b>	<b>.00</b>