

## The Ranch at Prescott Homeowners Association

### 2013 Budget Detail

The budget expenses were derived from estimates based on the amenities of the association and the actual expenses incurred year-to-date 2012 for The Ranch at Prescott Homeowners Association.

<b>Item</b>	<b>Description</b>
Homeowners Assessment	\$125 annually per unit. No increase.
Interest Income	\$2,520 annual anticipated interest for the operating and CD's.
Weed Abatement Income	\$14,000 annual estimate for road right-of-way weed abatement program.
Bad Debt Expense	\$1,800 anticipated uncollectible assessments based on audit recommendation.
Accounting/Tax Prep Fees	\$600 annual estimated expense for an outside accounting firm to prepare tax returns and year-end compilation.
Insurance	\$4,200 annual estimate renewed in July.
Legal Fees	\$2,400 annual estimate.
Long Distance/Fax	\$120 annual estimate for telephone and fax expense.
Management Fee	\$4,152 monthly expense.
Meetings	\$900 annual estimate for Council meetings & the annual meeting in September 2011.
Newsletter	\$2,400 annual estimate.
Office Supplies	\$900 annual estimate.
Postage	\$3,550 covers the anticipated mailing expense for annual statements, meetings, compliance and general mailing to the members of the Association.
Printing	\$1,800 annual estimate for anticipated printing cost for dues statements and mass mailings to members of the association.

<b>Item</b>	<b>Description</b>
Professional Services	\$900 annual estimate for professional services.
Web Site Administration	\$550 annual expense to administer the association web site.
Weed Abatement	\$14,000 for cutting the rights-of-way of the streetscapes and common areas up to four times during the spring/summer months.
Landscape Maintenance	\$9,625 annual estimate to maintain the front entrance and Murphy Way entrances, Lee Blvd entrance for 7 months.
Landscape Other	\$9,310 annual expense for removal of dead trees in the common areas and cutting the low level branches and weeds along the trail and tennis court common area 3x per year.
Repairs & Maintenance	\$3,000 annual estimate expense for repair & maintenance in areas of association responsibility.
Repairs & Maintenance Drainage	\$1,800 annual estimate for drainage related responsibility.
Corporation Commission	\$10 annual filing fee.
State Taxes	\$1,050 estimated annual state tax.
Federal Taxes	\$2,400 annual estimate – income from interest earned.
Property Taxes	\$25 annual estimate for property tax on common areas.
Signs/Flags/Banners	\$100 annual estimate.
Operating Contingency	\$2,400 to cover expenses not planned for in the preceding expense categories.
Reserve Transfer	\$18,481 transfer to Reserve Savings account for future capital expenditures.