

THE VILLAGES @ HIGHLANDS RANCH

APRIL 30, 2008

| | ASSETS | | |
|--------------------------|--------|------------|------------|
| CASH | | | |
| 1010 CASH-BANK OF CHOICE | \$ | 20,518.06 | |
| 1022 RES-D RAUSCHER | | 154,502.87 | |
| | | ----- | |
| TOTAL CASH | | | 175,020.93 |
| ACCOUNTS RECEIVABLE | | | |
| 1110 DUES RECEIVABLE | | 8,520.45 | |
| 1115 ALLOW FOR BAD DEBT | | (2,500.00) | |
| 1130 DUE TO RESERVES | | 25,000.00 | |
| 1134 PREPAID INSURANCE | | 1,828.00 | |
| | | ----- | |
| TOTAL RECEIVABLES | | | 32,848.45 |
| | | | ----- |
| TOTAL CURRENT ASSETS | | | 207,869.38 |
| | | | ----- |
| TOTAL ASSETS | | | 207,869.38 |
| | | | ===== |

THE VILLAGES @ HIGHLANDS RANCH

APRIL 30, 2008

LIABILITIES

ACCOUNTS PAYABLE

| | |
|--------------------------|-----------|
| 2115 PREPAID ASSESSMENTS | 22,415.79 |
| 2190 DUE FROM OPERATING | 25,000.00 |

TOTAL PAYABLES

47,415.79

EQUITY

| | |
|---------------------------|-------------|
| 2930 WORKING CAPITAL | 53,130.00 |
| 2940 CURRENT EARNINGS | 29,751.94 |
| 2941 CURRENT EARNINGS | (29,751.94) |
| 2950 RESERVE FUND-PRIOR | 139,427.88 |
| 2955 RESERVE FUND-CURRENT | (243.83) |
| 2960 OPERATING FUND-PRIOR | (61,856.23) |
| 2965 OPERATING FD-CURRENT | 29,995.77 |

TOTAL EQUITY

160,453.59

TOT LIABILITY AND EQUITY

207,869.38

THE VILLAGES @ HIGHLANDS RANCH

Budget Comparison Report
 APRIL 30, 2008
 PREPARED BY
 WESTERN STATES PROPERTY SERVICES, INC.

| | BUDGET | ACTUAL | CURR. VARIANCE | YTD BUDGET | YTD ACTUAL | YTD VARIANCE |
|------------------------------------|------------------|------------------|-----------------|------------------|------------------|-----------------|
| INCOME | | | | | | |
| 5110 ASSESSMENTS | \$ 26,809.00 | \$ 26,809.00 | \$ 0.00 | \$ 107,236.00 | \$ 107,236.00 | \$ 0.00 |
| 5111 UTILITIES REIMBURSED | (159.00) | (159.00) | 0.00 | (636.00) | (636.00) | 0.00 |
| 5210 LATE FEE CHARGE | 0.00 | 190.00 | 190.00 | 0.00 | 600.00 | 600.00 |
| 5215 NSF FEE | 0.00 | 0.00 | 0.00 | 0.00 | (20.00) | (20.00) |
| 5220 COLLECTION COST REC | 250.00 | 87.72 | (162.28) | 1,000.00 | 1,230.28 | 230.28 |
| 5450 TRANSFERS TO RESERVE | (3,235.00) | (3,235.00) | 0.00 | (12,940.00) | (12,940.00) | 0.00 |
| TOTAL INCOME | 23,665.00 | 23,692.72 | 27.72 | 94,660.00 | 95,470.28 | 810.28 |
| EXPENSES | | | | | | |
| 7030 MANAGEMENT FEES | 3,000.00 | 3,000.00 | 0.00 | 12,000.00 | 12,000.00 | 0.00 |
| 7040 LEGAL FEES | 0.00 | 0.00 | 0.00 | 300.00 | 195.90 | 104.10 |
| 7045 LEGAL COLLECTIONS | 250.00 | 87.72 | 162.28 | 1,000.00 | 528.64 | 471.36 |
| 7055 AUDIT FEES | 1,500.00 | 0.00 | 1,500.00 | 1,500.00 | 0.00 | 1,500.00 |
| 7060 PRINTING & COPYING | 200.00 | 25.45 | 174.55 | 800.00 | 825.92 | (25.92) |
| 7062 POSTAGE | 0.00 | 28.04 | (28.04) | 0.00 | 120.39 | (120.39) |
| 7081 WEB SITE | 0.00 | 0.00 | 0.00 | 0.00 | 25.00 | (25.00) |
| 7090 MISC ADMINISTRATIVE | 25.00 | 290.00 | (265.00) | 100.00 | 457.45 | (357.45) |
| TOTAL ADMINISTRATIVE | 4,975.00 | 3,431.21 | 1,543.79 | 15,700.00 | 14,153.30 | 1,546.70 |
| 7120 INCOME TAXES | 0.00 | 0.00 | 0.00 | 0.00 | 739.32 | (739.32) |
| 7130 INSURANCE | 1,223.00 | 0.00 | 1,223.00 | 4,892.00 | 2,082.32 | 2,809.68 |
| TOTAL TAXES & INSURANCE | 1,223.00 | 0.00 | 1,223.00 | 4,892.00 | 2,821.64 | 2,070.36 |
| 7230 BLDG & FACILITY RPR | 60.00 | 0.00 | 60.00 | 240.00 | 0.00 | 240.00 |
| 7250 LIGHT MAINTENANCE | 90.00 | 258.00 | (168.00) | 360.00 | 565.81 | (205.81) |
| 7260 FENCE REPAIRS | 45.00 | 202.60 | (157.60) | 180.00 | 202.60 | (22.60) |

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| | BUDGET | ACTUAL | CURR. VARIANCE | YTD BUDGET | YTD ACTUAL | YTD VARIANCE |
|---------------------------|-----------|-----------|----------------|------------|------------|--------------|
| 7290 OTHER BUILDING MAINT | 50.00 | 0.00 | 50.00 | 100.00 | 0.00 | 100.00 |
| TOTAL BUILDING MAINT | 245.00 | 460.60 | (215.60) | 880.00 | 768.41 | 111.59 |
| 7320 GAS/ELECTRIC | 265.00 | 0.00 | 265.00 | 1,060.00 | 428.85 | 631.15 |
| 7370 WATER/SEWER | 210.00 | 77.28 | 132.72 | 840.00 | 631.34 | 208.66 |
| 7380 TRASH REMOVAL | 3,260.00 | 2,634.36 | 625.64 | 13,040.00 | 13,727.27 | (687.27) |
| TOTAL UTILITIES | 3,735.00 | 2,711.64 | 1,023.36 | 14,940.00 | 14,787.46 | 152.54 |
| 7410 LANDSCAPE RENOVATION | 2,500.00 | 0.00 | 2,500.00 | 2,500.00 | 0.00 | 2,500.00 |
| 7415 LANDSCAPE CONTRACT | 6,395.00 | 0.00 | 6,395.00 | 16,990.00 | 16,990.00 | 0.00 |
| 7440 SPRINKLER SYS MAINT | 1,500.00 | 676.36 | 823.64 | 1,500.00 | 676.36 | 823.64 |
| 7550 SNOW REMOVAL | 0.00 | 0.00 | 0.00 | 19,500.00 | 13,792.08 | 5,707.92 |
| 7551 HAND WATERING | 0.00 | 0.00 | 0.00 | 800.00 | 0.00 | 800.00 |
| 7590 MISC LANDSCAPE | 2,850.00 | 786.76 | 2,063.24 | 2,850.00 | 822.76 | 2,027.24 |
| TOTAL GROUNDS MAINTENANCE | 13,245.00 | 1,463.12 | 11,781.88 | 44,140.00 | 32,281.20 | 11,858.80 |
| 7810 POOL/SPA CONTRACT | 662.00 | 662.50 | (0.50) | 662.00 | 662.50 | (0.50) |
| TOTAL REC/FACILITY EXP | 662.00 | 662.50 | (0.50) | 662.00 | 662.50 | (0.50) |
| TOTAL EXPENSES | 24,085.00 | 8,729.07 | 15,355.93 | 81,214.00 | 65,474.51 | 15,739.49 |
| NET PROFIT/LOSS | (420.00) | 14,963.65 | 15,383.65 | 13,446.00 | 29,995.77 | 16,549.77 |

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| | BUDGET | ACTUAL | CURR. VARIANCE | YTD BUDGET | YTD ACTUAL | YTD VARIANCE |
|-------------------------|----------|------------|----------------|------------|------------|--------------|
| RESERVE REVENUE | | | | | | |
| 9200 POOL STRUCTURES | \$ 84.00 | \$ 84.00 | \$ 0.00 | \$ 336.00 | \$ 336.00 | \$ 0.00 |
| 9201 POOL FURNITURE | 84.00 | 84.00 | 0.00 | 336.00 | 336.00 | 0.00 |
| 9205 POOL/SPA | 125.00 | 125.00 | 0.00 | 500.00 | 500.00 | 0.00 |
| 9210 FENCES | 597.00 | 597.00 | 0.00 | 2,388.00 | 2,388.00 | 0.00 |
| 9220 PAINT/STAIN | 317.00 | 317.00 | 0.00 | 1,268.00 | 1,268.00 | 0.00 |
| 9230 COMMON LIGHTING | 95.00 | 95.00 | 0.00 | 380.00 | 380.00 | 0.00 |
| 9235 CONCRETE | 1,598.00 | 1,598.00 | 0.00 | 6,392.00 | 6,392.00 | 0.00 |
| 9240 TREE REPLACEMENT | 335.00 | 335.00 | 0.00 | 1,340.00 | 1,340.00 | 0.00 |
| 9350 INTEREST INCOME | 0.00 | 513.56 | 513.56 | 0.00 | 2,224.17 | 2,224.17 |
| TOTAL REVENUE | 3,235.00 | 3,748.56 | 513.56 | 12,940.00 | 15,164.17 | 2,224.17 |
| EXPENSE | | | | | | |
| 9520 PAINT/STAIN | 0.00 | 0.00 | 0.00 | 0.00 | 4,953.00 | (4,953.00) |
| 9540 EMERGENCY REPAIRS | 0.00 | 10,455.00 | (10,455.00) | 0.00 | 10,455.00 | (10,455.00) |
| TOTAL EXPENSES | 0.00 | 10,455.00 | (10,455.00) | 0.00 | 15,408.00 | (15,408.00) |
| EXCESS/LOSS OF RESERVES | 3,235.00 | (6,706.44) | (9,941.44) | 12,940.00 | (243.83) | (13,183.83) |