

THE VILLAGES @ HIGHLANDS RANCH

AS OF AUGUST 31, 2011

ASSETS

| | | |
|----------------------------|-------------------|-------------------|
| CASH | | |
| 1012 CASH-US BANK | (5,369.19) | |
| 1022 RES-RBC WEALTH MGMT | <u>133,915.83</u> | |
| TOTAL CASH | | <u>128,546.64</u> |
| ACCOUNTS RECEIVABLE | | |
| 1110 DUES RECEIVABLE | 4,745.84 | |
| 1115 ALLOW FOR BAD DEBT | (2,500.00) | |
| 1130 DUE TO RESERVES | 37,000.00 | |
| 1134 PREPAID INSURANCE | <u>5,792.00</u> | |
| TOTAL RECEIVABLES | | <u>45,037.84</u> |
| TOTAL ASSETS | | <u>173,584.48</u> |

LIABILITIES & EQUITY

| | | |
|---------------------------------|--------------------|-------------------|
| CURRENT LIABILITIES | | |
| 2115 PREPAID ASSESSMENTS | 21,646.80 | |
| 2190 DUE FROM OPERATING | <u>37,000.00</u> | |
| TOTAL LIABILITIES | | <u>58,646.80</u> |
| EQUITY | | |
| 2930 WORKING CAPITAL | 54,616.00 | |
| 2940 CURRENT EARNINGS | 2,614.13 | |
| 2941 CURRENT EARNINGS | (2,614.13) | |
| 2950 RESERVE FUND-PRIOR | 157,274.79 | |
| 2955 RESERVE FUND-CURRENT | 14,144.61 | |
| 2960 OPERATING FUND-PRIOR | (99,567.24) | |
| 2965 OPERATING FD-CURRENT | <u>(11,530.48)</u> | |
| TOTAL EQUITY | | <u>114,937.68</u> |
| TOT LIABILITY AND EQUITY | | <u>173,584.48</u> |

THE VILLAGES @ HIGHLANDS RANCH

Budget Comparison Report
AS OF AUGUST 31, 2011
PREPARED BY
WESTERN STATES PROPERTY SERVICES, INC.

| | BUDGET | ACTUAL | CURR. VARIANCE | YTD BUDGET | YTD ACTUAL | YTD VARIANCE |
|------------------------------------|------------------|------------------|-------------------|-------------------|-------------------|--------------------|
| INCOME | | | | | | |
| 5110 ASSESSMENTS | \$27,778.00 | \$27,778.00 | \$0.00 | \$222,224.00 | \$222,224.00 | \$0.00 |
| 5111 UTILITIES REIMBURSED | (159.00) | (159.00) | 0.00 | (1,272.00) | (1,272.00) | 0.00 |
| 5210 LATE FEE CHARGE | 0.00 | 130.00 | 130.00 | 0.00 | 1,280.00 | 1,280.00 |
| 5215 NSF FEE | 0.00 | 0.00 | 0.00 | 0.00 | 40.00 | 40.00 |
| 5220 COLLECTION COST REC | 200.00 | 369.70 | 169.70 | 1,600.00 | 1,318.96 | (281.04) |
| 5240 CAPITALIZATION | 0.00 | 0.00 | 0.00 | 0.00 | 330.00 | 330.00 |
| 5245 INTEREST INCOME | 0.00 | 0.36 | 0.36 | 0.00 | 3.86 | 3.86 |
| 5450 TRANSFERS TO RESERVE | (3,523.00) | (3,523.00) | 0.00 | (28,184.00) | (28,184.00) | 0.00 |
| TOTAL INCOME | 24,296.00 | 24,596.06 | 300.06 | 194,368.00 | 195,740.82 | 1,372.82 |
| EXPENSES | | | | | | |
| 7030 MANAGEMENT FEES | 3,000.00 | 3,000.00 | 0.00 | 24,000.00 | 24,000.00 | 0.00 |
| 7040 LEGAL FEES | 0.00 | 1,951.62 | (1,951.62) | 1,000.00 | 9,238.46 | (8,238.46) |
| 7045 LEGAL COLLECTIONS | 200.00 | 369.70 | (169.70) | 1,600.00 | 1,470.08 | 129.92 |
| 7055 AUDIT FEES | 0.00 | 0.00 | 0.00 | 500.00 | 325.00 | 175.00 |
| 7060 PRINTING & COPYING | 155.00 | 17.30 | 137.70 | 1,240.00 | 3,150.02 | (1,910.02) |
| 7062 POSTAGE | 0.00 | 41.20 | (41.20) | 0.00 | 406.59 | (406.59) |
| 7086 BAD DEBT EXPENSE | 0.00 | (20.86) | 20.86 | 2,000.00 | 1,682.87 | 317.13 |
| 7090 MISC ADMINISTRATIVE | 65.00 | 45.00 | 20.00 | 520.00 | 675.00 | (155.00) |
| TOTAL ADMINISTRATIVE | 3,420.00 | 5,403.96 | (1,983.96) | 30,860.00 | 40,948.02 | (10,088.02) |
| 7130 INSURANCE | 0.00 | 0.00 | 0.00 | 0.00 | 1,830.00 | (1,830.00) |
| TOTAL TAXES & INSURANCE | 0.00 | 0.00 | 0.00 | 0.00 | 1,830.00 | (1,830.00) |
| 7230 BLDG & FACILITY RPR | 50.00 | 0.00 | 50.00 | 400.00 | 1,407.62 | (1,007.62) |
| 7250 LIGHT MAINTENANCE | 130.00 | 66.00 | 64.00 | 1,040.00 | 1,638.69 | (598.69) |
| 7260 FENCE REPAIRS | 135.00 | 81.30 | 53.70 | 1,080.00 | 2,549.25 | (1,469.25) |
| 7290 OTHER BUILDING MAINT | 50.00 | 0.00 | 50.00 | 200.00 | 347.04 | (147.04) |
| TOTAL BUILDING MAINT | 365.00 | 147.30 | 217.70 | 2,720.00 | 5,942.60 | (3,222.60) |
| 7320 GAS/ELECTRIC | 1,200.00 | 0.00 | 1,200.00 | 3,600.00 | 3,964.78 | (364.78) |

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|----------------------------------|------------|-----------|----------------|------------|-------------|--------------|
| 7370 WATER/SEWER | 6,500.00 | 4,748.17 | 1,751.83 | 25,340.00 | 10,445.74 | 14,894.26 |
| 7380 TRASH REMOVAL | 3,750.00 | 3,735.73 | 14.27 | 30,000.00 | 30,315.84 | (315.84) |
| TOTAL UTILITIES | 11,450.00 | 8,483.90 | 2,966.10 | 58,940.00 | 44,726.36 | 14,213.64 |
| 7410 LANDSCAPE RENOVATION | 3,320.00 | 0.00 | 3,320.00 | 16,600.00 | 8,806.43 | 7,793.57 |
| 7415 LANDSCAPE CONTRACT | 5,870.00 | 0.00 | 5,870.00 | 39,220.00 | 39,220.00 | 0.00 |
| 7440 SPRINKLER SYS MAINT | 2,143.00 | 1,414.10 | 728.90 | 10,572.00 | 13,834.77 | (3,262.77) |
| 7550 SNOW REMOVAL | 0.00 | 0.00 | 0.00 | 20,250.00 | 34,246.87 | (13,996.87) |
| 7590 MISC LANDSCAPE | 850.00 | 0.00 | 850.00 | 4,250.00 | 7,291.23 | (3,041.23) |
| TOTAL GROUNDS MAINTENANCE | 12,183.00 | 1,414.10 | 10,768.90 | 90,892.00 | 103,399.30 | (12,507.30) |
| 7810 POOL/SPA CONTRACT | 675.00 | 0.00 | 675.00 | 3,375.00 | 3,437.50 | (62.50) |
| 7815 POOL/SPA SUPPLIES | 1,000.00 | 537.31 | 462.69 | 3,000.00 | 2,422.82 | 577.18 |
| 7820 POOL/SPA REPAIRS | 800.00 | 259.59 | 540.41 | 2,400.00 | 4,331.50 | (1,931.50) |
| 7825 MONITOR | 1,280.00 | 58.30 | 1,221.70 | 3,840.00 | 233.20 | 3,606.80 |
| TOTAL REC/FACILITY EXP | 3,755.00 | 855.20 | 2,899.80 | 12,615.00 | 10,425.02 | 2,189.98 |
| TOTAL EXPENSES | 31,173.00 | 16,304.46 | 14,868.54 | 196,027.00 | 207,271.30 | (11,244.30) |
| NET PROFIT/LOSS | (6,877.00) | 8,291.60 | 15,168.60 | (1,659.00) | (11,530.48) | (9,871.48) |

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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 | 672.00 | 672.00 | 0.00 |
| 9201 POOL FURNITURE | 84.00 | 84.00 | 0.00 | 672.00 | 672.00 | 0.00 |
| 9205 POOL/SPA | 125.00 | 125.00 | 0.00 | 1,000.00 | 1,000.00 | 0.00 |
| 9210 FENCES | 597.00 | 597.00 | 0.00 | 4,776.00 | 4,776.00 | 0.00 |
| 9220 PAINT/STAIN | 317.00 | 317.00 | 0.00 | 2,536.00 | 2,536.00 | 0.00 |
| 9230 COMMON LIGHTING | 95.00 | 95.00 | 0.00 | 760.00 | 760.00 | 0.00 |
| 9235 CONCRETE | 1,563.00 | 1,563.00 | 0.00 | 12,504.00 | 12,504.00 | 0.00 |
| 9240 TREE REPLACEMENT | 335.00 | 335.00 | 0.00 | 2,680.00 | 2,680.00 | 0.00 |
| 9245 RES REIMB | 323.00 | 323.00 | 0.00 | 2,584.00 | 2,584.00 | 0.00 |
| 9350 INTEREST INCOME | 0.00 | 15.18 | 15.18 | 0.00 | 85.20 | 85.20 |
| TOTAL REVENUE | 3,523.00 | 3,538.18 | 15.18 | 28,184.00 | 28,269.20 | 85.20 |

RESERVE EXPENSE

| | | | | | | |
|-----------------------|-------------|-----------------|-------------------|-------------|------------------|--------------------|
| EXPENSE | | | | | | |
| 9506 POOL GATE SYSTEM | 0.00 | 0.00 | 0.00 | 0.00 | 6,882.24 | (6,882.24) |
| 9544 LANDSCAPE | 0.00 | 7,092.35 | (7,092.35) | 0.00 | 7,092.35 | (7,092.35) |
| 9570 BANK CHARGES | 0.00 | 10.00 | (10.00) | 0.00 | 150.00 | (150.00) |
| TOTAL EXPENSES | 0.00 | 7,102.35 | (7,102.35) | 0.00 | 14,124.59 | (14,124.59) |

EXCESS/LOSS OF RESERVES

| | | | | | | |
|--------------------------------|-----------------|-------------------|-------------------|------------------|------------------|--------------------|
| EXCESS/LOSS OF RESERVES | 3,523.00 | (3,564.17) | (7,087.17) | 28,184.00 | 14,144.61 | (14,039.39) |
|--------------------------------|-----------------|-------------------|-------------------|------------------|------------------|--------------------|