

**The Woods On Seldom Seen (Phase III) Homeowners Association
Profit & Loss**

August 2004 through July 2005

Accrual Basis

	Aug '04 - Jul 05
Ordinary Income/Expense	
Income	
Adverstiing (Newsletter)	20.00
Membership Dues	
Capital Reserve	14,800.00
Membership Dues - Other	13,750.00
Total Membership Dues	28,550.00
Miscellaneous Income #	14,000.00
Total Income	42,570.00
Expense	
Association Functions	1,131.11
Bank Service Charges	0.31
Contract Labor	3,062.00
Insurance	
Liability Insurance	766.00
Total Insurance	766.00
Landscaping	
Lawsuit Resolution Settlement •	14,000.00
Landscaping - Other	940.54
Total Landscaping	14,940.54
Licenses and Permits	500.00
Maintenance	
Irrigation Backflow Testing	39.00
Mechanicals	76.77
Pond Treatments	405.55
Total Maintenance	521.32
Miscellaneous	1.07
Postage and Delivery	60.65
Printing and Reproduction	354.90
Professional Fees	
Legal-Bylaw Amendments • •	3,500.00
Legal Fees	3,874.36
Total Professional Fees	7,374.36
Utilities	
Gas and Electric	41.03
Water	90.90
Total Utilities	131.93
Website Expense	779.50
Total Expense	29,623.69
Net Ordinary Income	12,946.31
Other Income/Expense	
Other Income	
Interest Income	125.29
Total Other Income	125.29
Net Other Income	125.29
Net Income	13,071.60

Footnotes:

Income occurred from frozen bank account assets

*Expense incurred as reimbursement for Landscape & Wall performed by Paul Phillips (Developer & Former Trustee) on Rutherford Entrance. Funds disbursed from frozen bank account assets as per settlement agreement.

** Expensed in current fiscal year as budgeted. See corresponding liability on Balance Statement

The Woods On Seldom Seen (Phase III) Homeowners Association
Balance Sheet
As of July 31, 2005

Accrual Basis

	Jul 31, 05
ASSETS	
Current Assets	
Checking/Savings	
Checking	3,036.08
Savings	9,825.22
Total Checking/Savings	12,861.30
Accounts Receivable	
Accounts Receivable	-2.00
Total Accounts Receivable	-2.00
Total Current Assets	12,859.30
Fixed Assets	
Fixed Assets	
Entrance Lighting	3,000.00
Irrigation Systems	2,585.00
Water Tap	3,010.00
Total Fixed Assets	8,595.00
Total Fixed Assets	8,595.00
TOTAL ASSETS	21,454.30
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	177.70
Total Accounts Payable	177.70
Other Current Liabilities	
Reserve For Future Expense • •	4,150.00
Total Other Current Liabilities	4,150.00
Total Current Liabilities	4,327.70
Total Liabilities	4,327.70
Equity	
Opening Bal Equity •	4,055.00
Net Income	13,071.60
Total Equity	17,126.60
TOTAL LIABILITIES & EQUITY	21,454.30

Footnotes:

*Retained funds discovered in WSSIII bank account frozen by Association officers. Subsequent lawsuit filed by P. Phillips against WSSIII HOA

** Expensed in current fiscal year. Payable in future fiscal years for amendments to HOA Bylaws (budgeted) and website development expense.

The Woods On Seldom Seen (Phase III) Homeowners Association
Statement of Cash Flows
 August 2004 through July 2005

	Aug '04 - Jul 05
OPERATING ACTIVITIES	
Net Income	13,071.60
Adjustments to reconcile Net Income to net cash provided by operations:	
Accounts Receivable	2.00
Accounts Payable	177.70
Reserve For Future Expense	4,150.00
Net cash provided by Operating Activities	17,401.30
INVESTING ACTIVITIES	
Fixed Assets:Entrance Lighting	-3,000.00
Fixed Assets:Irrigation Systems	-2,585.00
Fixed Assets:Water Tap	-3,010.00
Net cash provided by Investing Activities	-8,595.00
FINANCING ACTIVITIES	
Opening Bal Equity	4,055.00
Net cash provided by Financing Activities	4,055.00
Net cash increase for period	12,861.30
Cash at end of period	12,861.30