

GOLD RIDGE FOREST POA OPERATING FUND

FINANCIAL STATEMENTS

JUNE 30, 2014

INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

To the Board of Directors
Gold Ridge Forest POA Operating Fund
Pollock Pines, California

I have compiled the accompanying statement of assets and fund balances--modified cash basis of Gold Ridge Forest POA Operating Fund (the operating fund of a homeowner's association), as of June 30, 2014, and the related statement of revenue and expenses--modified cash basis for the six months then ended. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with the modified cash basis of accounting.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the modified cash basis of accounting and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

My responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Management has elected to omit substantially all of the disclosures ordinarily included in a financial statements prepared in accordance with the cash basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Organization's assets, liabilities, equity, revenues and expenses and cash flows. Accordingly these financial statements are not designed for those who are not informed about such matters.

Roberts & Company, Inc
CERTIFIED PUBLIC ACCOUNTANT

July 23, 2014

**GOLD RIDGE FOREST POA OPERATING FUND
STATEMENT OF ASSETS AND
FUND BALANCES - MODIFIED CASH BASIS
JUNE 30, 2014**

ASSETS

CURRENT ASSETS

Petty cash	\$ 119	
Operating checking - Umpqua (6654)	54,811	
Operating MM - Ins. ded (4028)	<u>10,123</u>	
Total current assets		\$ 65,053

PROPERTY AND EQUIPMENT

Land	\$ 51,400	
Building - lodge	318,400	
Equipment	20,907	
Office furniture & equipment	8,287	
Less: accumulated depreciation	<u>(347,595)</u>	
Total equipment		<u>51,399</u>
Total assets		<u><u>\$ 116,452</u></u>

FUND BALANCES

FUND BALANCES

Beginning fund balance	\$ 94,713	
Increase (decrease) in fund balance	<u>21,739</u>	
Total fund balance		<u><u>\$ 116,452</u></u>

Unaudited: See Accountant's Compilation Report

**GOLD RIDGE FOREST POA OPERATING FUND
STATEMENT OF REVENUES AND EXPENSES -
MODIFIED CASH BASIS**

OPERATING FUND

	<u>6 Months Ended</u>	<u>Annual Budget</u>	<u>Variance</u>
	<u>Jun. 30, 2014</u>		
REVENUES			
Membership dues - 2014	\$ 123,125	\$ 210,672	\$ (87,547)
Recreational rental	760	1,500	(740)
Transfer esrow fees income	1,800	5,000	(3,200)
Late fees income	1,840	2,000	(160)
Delinquent interest	157	0	157
Document fees	75	0	75
Interest income	11	0	11
Key fob deposit	350	1,000	(650)
Building permit deposit	50	0	50
Other income	<u>1,284</u>	<u>600</u>	<u>684</u>
Total revenues	\$ 129,452	\$ 220,772	\$ (91,320)
EXPENSES			
See attached schedule	<u>78,963</u>	<u>163,772</u>	<u>(84,809)</u>
Excess (deficit) of revenues over expenses before other expenses	\$ <u>50,489</u>	\$ <u>57,000</u>	\$ <u>6,511</u>
OTHER EXPENSES			
Reserve contribution - budgeted	<u>28,750</u>	<u>57,000</u>	<u>(28,250)</u>
Net reserve fund transfers	\$ <u>28,750</u>	\$ <u>57,000</u>	\$ <u>(28,250)</u>
Excess (deficit) of revenues over expenses	<u>\$ 21,739</u>	<u>\$ 0</u>	<u>\$ 21,739</u>

Unaudited: See Accountant's Compilation Report

**GOLD RIDGE FOREST POA OPERATING FUND
STATEMENT OF REVENUES AND EXPENSES -
MODIFIED CASH BASIS**

OPERATING FUND

	<u>6 Months Ended</u> <u>Jun. 30, 2014</u>	<u>Annual Budget</u>	<u>Variance</u>
OPERATING EXPENSES			
Accounting	\$ 5,600	\$ 10,000	\$ (4,400)
Advertising	0	100	(100)
Bad Debt	0	1,000	(1,000)
Collection fees	3,444	1,500	1,944
Elections	0	900	(900)
Electricity - lodge	705	1,500	(795)
Garbage	771	1,200	(429)
Income taxes - federal	0	(500)	500
Insurance Expense	10,410	17,429	(7,019)
Professional liability ins	0	2,550	(2,550)
Legal	578	1,495	(917)
Lodge/office Maintenance	724	1,200	(476)
Mileage	260	400	(140)
Office supplies	475	1,200	(725)
Outside services	848	2,000	(1,152)
Phone fax & internet	1,159	2,200	(1,041)
Postage & delivery	2,197	3,000	(803)
Lodge - propane	541	1,600	(1,059)
Security	415	800	(385)
Snow removal	0	800	(800)
Subscription & dues	65	100	(35)
Lodge - water	187	350	(163)
Employee salaries	27,742	56,983	(29,241)
Payroll taxes	2,444	6,700	(4,256)
Workers compensation	2,970	3,400	(430)
Pool keys & re-keying	608	400	208
Pool chemicals	1,757	5,000	(3,243)
Pool supplies	11	300	(289)
Pool repairs	344	500	(156)
Pool electricity	2,256	5,000	(2,744)
Pool health permits	848	975	(127)
Pool janitorial supplies	225	350	(125)
Pool propane	0	40	(40)
Pool water	1,055	2,100	(1,045)
Pool/rec outside services	294	1,700	(1,406)
Recreation grounds/maintenance	532	1,300	(768)
Tennis court maintenance	248	200	48
Greenbelt fuel modification	8,400	26,000	(17,600)
Greenbelt tree removal	850	2,000	(1,150)
Total expenses	<u>\$ 78,963</u>	<u>\$ 163,772</u>	<u>\$ (84,809)</u>

Unaudited: See Accountant's Compilation Report