

GOLD RIDGE FOREST POA OPERATING FUND

FINANCIAL STATEMENTS

SEPTEMBER 30, 2013

Roberts & Company, Inc.

CERTIFIED PUBLIC ACCOUNTANT

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 September 30, 2013, and the related statement of revenue and expenses--modified cash basis for the nine 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

October 21, 2013

**GOLD RIDGE FOREST POA OPERATING FUND
STATEMENT OF ASSETS AND
FUND BALANCES - MODIFIED CASH BASIS
SEPTEMBER 30, 2013**

ASSETS

CURRENT ASSETS

Petty cash	\$	73	
Cash on hand - undeposited funds		3,542	
Operating checking - Umpqua (6654)		36,408	
Operating MM - Ins. ded (4028)		<u>10,120</u>	
Total current assets			\$ 50,143

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>\$ 101,542</u></u>

FUND BALANCES

FUND BALANCES

Beginning fund balance	\$	154,424	
Reserve Fund contributions - unbudgeted		(54,246)	
Increase (decrease) in fund balance		<u>1,364</u>	
Total fund balance			<u><u>\$ 101,542</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>9 Months Ended</u> <u>Sep. 30, 2013</u>	<u>Annual Budget</u>	<u>Variance</u>
REVENUES			
Membership dues - 2013	\$ 152,758	\$ 200,640	\$ (47,882)
Recreational rental	1,370	1,000	370
Transfer esrow fees income	4,500	3,000	1,500
Late fees income	2,686	1,000	1,686
Snack bar income	818	1,200	(382)
Delinquent interest	47	0	47
Document fees	100	0	100
Interest income	31	0	31
Key fob deposit	1,100	1,000	100
Building permit deposit	200	300	(100)
Other income	614	400	214
Dues adjustments	<u>(1)</u>	<u>0</u>	<u>(1)</u>
Total revenues	\$ 164,223	\$ 208,540	\$ (44,317)
EXPENSES			
See attached schedule	<u>129,521</u>	<u>172,872</u>	<u>(43,351)</u>
Excess (deficit) of revenues over expenses before other expenses	\$ <u>34,702</u>	\$ <u>35,668</u>	\$ <u>966</u>
OTHER EXPENSES			
Transfer from Reserve Fund	\$ (1,912)	\$ 0	\$ (1,912)
Reserve contribution - budgeted	<u>35,250</u>	<u>47,000</u>	<u>(11,750)</u>
Net reserve fund transfers	\$ <u>33,338</u>	\$ <u>47,000</u>	\$ <u>(13,662)</u>
Excess (deficit) of revenues over expenses	<u>\$ 1,364</u>	<u>\$ (11,332)</u>	<u>\$ 12,696</u>

Unaudited: See Accountant's Compilation Report

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

OPERATING FUND

	<u>9 Months Ended</u> <u>Sep. 30, 2013</u>	<u>Annual Budget</u>	<u>Variance</u>
OPERATING EXPENSES			
Accounting	\$ 7,855	\$ 9,000	\$ (1,145)
Advertising	66	200	(134)
Bad Debt	0	3,000	(3,000)
Collection fees	532	2,500	(1,968)
Elections	875	900	(25)
Electricity - lodge	1,109	1,600	(491)
Garbage	858	1,300	(442)
Income taxes - federal	0	500	(500)
Income taxes - state	10	0	10
Insurance Expense	14,501	15,400	(899)
Legal	93	1,000	(907)
Lodge/office Maintenance	1,400	1,800	(400)
Mileage	370	500	(130)
Office supplies	874	1,400	(526)
Outside services	1,639	2,200	(561)
Phone fax & internet	1,301	2,700	(1,399)
Postage & delivery	3,148	2,400	748
Lodge - propane	1,118	2,000	(882)
Security	603	800	(197)
Snow removal	144	900	(756)
Subscription & dues	55	100	(45)
Lodge - water	226	275	(49)
Employee salaries	44,922	52,000	(7,078)
Payroll taxes	4,965	6,387	(1,422)
Workers compensation	2,807	2,670	137
Pool keys & re-keying	304	350	(46)
Pool chemicals	3,931	5,000	(1,069)
Pool supplies	309	500	(191)
Pool electricity	4,571	6,000	(1,429)
Pool repairs	684	1,500	(816)
Pool health permits	968	960	8
Pool propane	22	30	(8)
Pool water	1,979	2,000	(21)
Pool/rec outside services	3,085	2,300	785
Recreation grounds/maintenance	1,205	1,300	(95)
Recreation - janitorial supplies	212	500	(288)
Snack bar purchases	680	900	(220)
Tennis court maintenance	0	200	(200)
Greenbelt fuel modification	21,150	37,000	(15,850)
Greenbelt Misc.	0	500	(500)
Greenbelt tree removal	950	2,300	(1,350)
Total expenses	<u>\$ 129,521</u>	<u>\$ 172,872</u>	<u>\$ (43,351)</u>

Unaudited: See Accountant's Compilation Report