

HIGHLAND RANCHES PROPERTY OWNERS' ASSOCIATION
Statement of Assets, Liabilities and Members' Equity
As of June 30, 2006 - Unaudited

ASSETS:

Current Assets

Cash	184,624.42
Assessments Receivable - Owners	<u>56,935.00</u>

Total Current Assets	241,559.42
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Other Current Assets

Prepaid Taxes	<u>1,000.00</u>
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Total Current Assets	242,559.42
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Fixed Assets

Fire Station	41,667.00
Entrance Gate	4,100.00
Trucks-Snow maintenance	44,953.43
Hincker Plow Blade	6,061.38
Road Paving-Cartwright Road	38,040.00
Road Grader	20,201.46
Pump Station	3,000.00
Land-Maintenance and equipment storage area	9,699.40
Generator	5,000.00
Radio System	4,367.33
Fence	3,616.00
Street Signs	716.54
Mail Box Enclosures	<u>7,821.00</u>
	189,243.54

Less: Accumulated Depreciation	<u>(142,807.00)</u>
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Total Fixed Assets	<u>46,436.54</u>
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Total Assets	<u><u>\$288,995.96</u></u>
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LIABILITIES AND MEMBERS' EQUITY:

Current Liabilities

Assessments received in advance	
Accounts Payable	1,114.67

Members' Equity	<u>287,881.29</u>
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Total Liabilities and Members' Equity	<u><u>\$288,995.96</u></u>
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HIGHLAND RANCHES PROPERTY OWNERS' ASSOCIATION
Statement of Revenue and Expenses
For the Six Months Ended June 30, 2006 - Unaudited

Revenue	
Association Dues - Billed (506 lots x \$200)	101,200.00
Special Assessment (ROADS) - Billed (506 lots x \$300)	151,800.00
Interest	2,630.98
Other Income	19,639.00
Total Revenue	<u>275,269.98</u>
Expenses	
Bad Debt	
Bank charges	43.40
Bookkeeping	1,200.00
Contributions	
Insurance	9,971.86
Interest expense-Federal taxes	
Office Expense:	
Licenses and fees	169.00
Office supplies	1,566.66
Postage and Delivery	587.23
Printing and Reproduction	645.86
Utilities - Electric	93.87
Utilities - Trash Pickup	71.03
Professional Fees - Auditor	3,000.00
Professional Fees - Ombudsman Fee - NRS 116	
Professional Fees - Legal	774.95
Reserve Fund Per NRS 116	
Road Repairs and Maintenance:	
Contract Labor	20,935.00
Equipment Rental	8,711.76
Fuel	3,097.27
Materials	69,715.73
Parts	2,385.02
Payroll tax expense	938.33
Repeater Fees	468.00
Total Expenses	<u>124,374.97</u>
Net Income (Loss)	150,895.01
Member's Equity - Beginning of Year	<u>136,986.28</u>
Member's Equity - End of Period	<u><u>\$287,881.29</u></u>