

Live Oak Preserve Association, Inc.
BALANCE SHEET
As of December 31, 2016

| CURRENT PERIOD | DESCRIPTION | YEAR-TO-DATE |
|---------------------------|---|----------------------------|
| ASSETS | | |
| 7.37 | 1101 - Operating MM - Pilot Bank(Qtrly) | 58,046.47 |
| 257.44 | 1107 - Operating MM - HomeBanc(Qtrly) | 207,630.13 |
| 44.56 | 1108 - Operating MM - HomeBanc(Qtrly) | 51,377.29 |
| (2,992.47) | 1109 - Operating MM - Regions Bank | 183,107.91 |
| 3.77 | 1110 - Operating MM - US AmeriBank | 29,657.09 |
| (29,018.13) | 1111 - Operating - Bank of the Ozarks | 38,337.28 |
| 841.51 | 1112 - Operating - Regions Bank | 2,900.40 |
| <u>2.02</u> | 1113 - Operating ICS - Bank of the Ozarks | <u>6,808.81</u> |
| <u>(30,853.93)</u> | TOTAL OPERATING | <u>577,865.38</u> |
| 18,783.12 | 1211 - Reserves - Bank of the Ozarks | 174,630.38 |
| <u>139.08</u> | 1212 - Reserves ICS - Bank of the Ozarks | <u>467,999.19</u> |
| <u>18,922.20</u> | TOTAL RESERVES | <u>642,629.57</u> |
| (13,120.37) | 1300 - Accounts Receivable | 199,835.14 |
| 20,150.80 | 1300.1 - AR - Previous Owner | 20,150.80 |
| 0.00 | 1301.1 - Accounts Receivable - Capital Cont | 3,800.00 |
| (9,582.55) | 1304 - Allowance for Bad Debt | (190,107.53) |
| 0.00 | 1312 - Accounts Receivable - Cedarwood | 1,685.97 |
| 0.00 | 1313 - Other Receivable - Superior Constru | 22,891.25 |
| (3,961.79) | 1400 - Prepaid Insurance | 25,109.23 |
| 564.13 | 1500 - Prepaid Expense | 14,191.85 |
| <u>0.00</u> | 1502 - Utility Deposits | <u>15,270.00</u> |
| <u>(5,949.78)</u> | TOTAL OTHER ASSETS | <u>112,826.71</u> |
| <u>(17,881.51)</u> | TOTAL ASSETS | <u>1,333,321.66</u> |
| LIABILITIES | | |
| (31,863.18) | 2100 - Accounts Payable | 48,279.70 |
| 30,350.17 | 2200 - Prepaid Maintenance Fees | 178,256.77 |
| <u>178.00</u> | 2200.1 - Prepaid - Previous Owner | <u>178.00</u> |
| <u>(1,335.01)</u> | TOTAL LIABILITIES | <u>226,714.47</u> |
| RESERVES | | |
| 15,000.00 | 2300 - Reserves | 410,585.70 |
| 296.00 | 2302 - Reserves - Oakthorn | 17,760.00 |
| 1,462.00 | 2303 - Reserves - Pinewood | 87,720.00 |
| 752.00 | 2304 - Reserves - Royal Oak | 45,120.00 |
| 336.00 | 2305 - Reserves - Ashwood | 20,160.00 |
| 870.00 | 2306 - Reserves - Briarwood | 41,760.00 |
| <u>206.20</u> | 2399 - Reserve - Interest | <u>19,523.87</u> |
| <u>18,922.20</u> | TOTAL RESERVES | <u>642,629.57</u> |
| EQUITY | | |
| (7,638.25) | 2400 - Retained Rev./Prior Years | 830,366.87 |
| 0.00 | 2402 - Capital Contribution | 139,118.00 |
| <u>(27,830.45)</u> | Retained Revenue/Current | <u>(505,507.25)</u> |
| <u>(35,468.70)</u> | TOTAL EQUITY | <u>463,977.62</u> |
| <u>(17,881.51)</u> | TOTAL LIABILITY/EQUITY | <u>1,333,321.66</u> |

Live Oak Preserve Association, Inc.
INCOME STATEMENT
As of December 31, 2016

| CURRENT PERIOD | | | YEAR-TO-DATE | | | | |
|--------------------------------|-------------------|--------------------|--------------------------------------|---------------------|---------------------|--------------------|--|
| Budget | Actual | Variance | Account Description | Budget | Actual | Variance | |
| Revenue | | | | | | | |
| \$ 139,920.00 | \$ 139,900.00 | \$ (20.00) | 3100 Maintenance Assessments | \$ 1,679,040.00 | \$ 1,678,800.00 | (240.00) | |
| 752.00 | 752.00 | 0.00 | 3101 Oakthorn Maint Fees | 9,024.00 | 9,024.00 | 0.00 | |
| 3,598.00 | 3,598.00 | 0.00 | 3102 Pinewood Maint Fees | 43,176.00 | 43,176.00 | 0.00 | |
| 1,973.00 | 1,973.00 | 0.00 | 3103 Royal Oak Maint Fees | 23,676.00 | 23,676.00 | 0.00 | |
| 1,037.00 | 1,037.00 | 0.00 | 3104 Ashwood Fees | 12,444.00 | 12,444.00 | 0.00 | |
| 2,412.00 | 2,412.00 | 0.00 | 3104.1 Briarwood Fees | 28,944.00 | 28,944.00 | 0.00 | |
| 175.00 | 340.55 | 165.55 | 3400 Interest Income - Operating | 2,100.00 | 2,626.42 | 526.42 | |
| 1,000.00 | 316.96 | (683.04) | 3401 Late Fees/Delinquent Interest | 12,000.00 | 15,782.35 | 3,782.35 | |
| 0.00 | 206.20 | 206.20 | 3450 Interest Income - Reserve | 0.00 | 2,044.80 | 2,044.80 | |
| 1,250.00 | 2,969.63 | 1,719.63 | 3900 Other Income | 15,000.00 | 42,563.61 | 27,563.61 | |
| 0.00 | 0.00 | 0.00 | 3902 Violations | 0.00 | 3,000.00 | 3,000.00 | |
| 0.00 | 0.00 | 0.00 | 3905 Delinquent Lawn | 0.00 | 490.00 | 490.00 | |
| 0.00 | 0.00 | 0.00 | 3910 Legal Recovery | 0.00 | 12,576.64 | 12,576.64 | |
| 7,638.25 | 7,638.25 | 0.00 | 3990 Retained Revenue Rollover | 91,659.00 | 91,659.00 | 0.00 | |
| <u>159,755.25</u> | <u>161,143.59</u> | <u>1,388.34</u> | Total Revenue | <u>1,917,063.00</u> | <u>1,966,806.82</u> | <u>49,743.82</u> | |
| Expenses | | | | | | | |
| Payroll Expenses | | | | | | | |
| \$ 11,440.00 | \$ 11,380.82 | \$ 59.18 | 5120 Club House Staff | \$ 137,280.00 | \$ 135,723.12 | 1,556.88 | |
| <u>11,440.00</u> | <u>11,380.82</u> | <u>59.18</u> | Total Pavroll Expenses | <u>137,280.00</u> | <u>135,723.12</u> | <u>1,556.88</u> | |
| Administrative Expenses | | | | | | | |
| \$ 10,066.25 | \$ 12,204.05 | \$ (2,137.80) | 4006 Management/Bookkeeping | \$ 120,795.00 | \$ 146,448.90 | (25,653.90) | |
| 3,750.00 | 2,115.64 | 1,634.36 | 4012 Office Expenses/Misc. Admin | 45,000.00 | 54,930.93 | (9,930.93) | |
| 2,640.00 | 9,582.55 | (6,942.55) | 4015 Bad Debt | 31,680.00 | 12,312.84 | 19,367.16 | |
| 0.00 | 0.00 | 0.00 | 4016 Bank Service Charges | 0.00 | 45.00 | (45.00) | |
| 3,750.00 | 8,207.50 | (4,457.50) | 4020 Legal/Professional Fees | 45,000.00 | 108,817.01 | (63,817.01) | |
| 375.00 | 0.00 | 375.00 | 4025 CPA/Audit | 4,500.00 | 4,800.00 | (300.00) | |
| 36.00 | 0.00 | 36.00 | 4030 License/Fees/Taxes | 432.00 | 61.25 | 370.75 | |
| 200.00 | 0.00 | 200.00 | 4045 Newsletter/Notices/Mailings | 2,400.00 | 0.00 | 2,400.00 | |
| 200.00 | 0.00 | 200.00 | 4047 Social Committee | 2,400.00 | 192.74 | 2,207.26 | |
| 75.00 | 360.00 | (285.00) | 4060 Website Services | 900.00 | 1,824.00 | (924.00) | |
| <u>21,092.25</u> | <u>32,469.74</u> | <u>(11,377.49)</u> | Total Administrative Expenses | <u>253,107.00</u> | <u>329,432.67</u> | <u>(76,325.67)</u> | |

Live Oak Preserve Association, Inc.
INCOME STATEMENT
As of December 31, 2016

| CURRENT PERIOD | | | YEAR-TO-DATE | | | |
|----------------------------|------------------|--------------------|---------------------------------------|-------------------|-------------------|---------------------|
| Budget | Actual | Variance | Account Description | Budget | Actual | Variance |
| Insurance Expenses | | | | | | |
| \$ 1,156.00 | \$ 1,002.41 | \$ 153.59 | 4090 Property Insurance - 07/01/17 | \$ 13,872.00 | \$ 12,749.77 | 1,122.23 |
| 4,122.00 | 1,542.29 | 2,579.71 | 4091 General Liability - 07/01/17 | 49,464.00 | 18,588.55 | 30,875.45 |
| 1,911.00 | 1,008.17 | 902.83 | 4092 Umbrella - 07/01/17 | 22,932.00 | 12,026.00 | 10,906.00 |
| 200.00 | 349.75 | (149.75) | 4093 D & O - 07/01/17 | 2,400.00 | 4,264.98 | (1,864.98) |
| 61.00 | 59.17 | 1.83 | 4095 Workman Comp - 07/01/17 | 732.00 | 708.04 | 23.96 |
| 122.00 | 0.00 | 122.00 | 4096 Commercial Crime - | 1,464.00 | 710.02 | 753.98 |
| <u>7,572.00</u> | <u>3,961.79</u> | <u>3,610.21</u> | Total Insurance Expenses | <u>90,864.00</u> | <u>49,047.36</u> | <u>41,816.64</u> |
| Grounds Maintenance | | | | | | |
| \$ 2,250.00 | \$ 0.00 | \$ 2,250.00 | 6100 General Grounds Maintenance | \$ 27,000.00 | \$ 11,505.50 | 15,494.50 |
| 0.00 | 0.00 | 0.00 | 6105 Lawn Delinquent | 0.00 | 615.00 | (615.00) |
| 24,280.00 | 28,522.50 | (4,242.50) | 6110 Landscape Contract | 291,360.00 | 343,645.00 | (52,285.00) |
| 375.00 | 2,994.00 | (2,619.00) | 6111 Irrigation Maintenance Non Co | 4,500.00 | 14,918.00 | (10,418.00) |
| 300.00 | 456.47 | (156.47) | 6120 Rubbish Removal | 3,600.00 | 4,569.49 | (969.49) |
| 2,083.00 | 0.00 | 2,083.00 | 6200 Holiday Lights/Decorations | 24,996.00 | 0.00 | 24,996.00 |
| 0.00 | 22,042.46 | (22,042.46) | 6900 Contingency | 0.00 | 297,939.15 | (297,939.15) |
| <u>29,288.00</u> | <u>54,015.43</u> | <u>(24,727.43)</u> | Total Grounds Maintenance | <u>351,456.00</u> | <u>673,192.14</u> | <u>(321,736.14)</u> |
| Clubhouse Expenses | | | | | | |
| \$ 3,250.00 | \$ 3,710.52 | \$ (460.52) | 5000 Building Maintenance (Inc Guar | \$ 39,000.00 | \$ 59,341.59 | (20,341.59) |
| 250.00 | 0.00 | 250.00 | 5002 Signage | 3,000.00 | 439.05 | 2,560.95 |
| 5,000.00 | 6,913.75 | (1,913.75) | 5006 Gate Maintenance/Repair & Ca | 60,000.00 | 136,062.08 | (76,062.08) |
| 50.00 | 0.00 | 50.00 | 5010 Fire Suppression | 600.00 | 0.00 | 600.00 |
| 75.00 | 95.00 | (20.00) | 5025 Pest Control | 900.00 | 871.38 | 28.62 |
| 5,000.00 | 6,429.49 | (1,429.49) | 5130 Lifestyle Events | 60,000.00 | 74,537.94 | (14,537.94) |
| 11,764.00 | 11,763.98 | 0.02 | 5150 Gate Equipment/Monitoring - E | 141,168.00 | 146,746.70 | (5,578.70) |
| 13,300.00 | 12,816.58 | 483.42 | 5151 Alert Protective Services - Enve | 159,600.00 | 155,709.94 | 3,890.06 |
| 1,250.00 | 124.07 | 1,125.93 | 5210 Janitorial Supplies | 15,000.00 | 14,709.61 | 290.39 |
| 1,750.00 | 2,525.00 | (775.00) | 5211 Janitorial Service - Contract | 21,000.00 | 26,317.00 | (5,317.00) |
| 1,500.00 | 1,850.00 | (350.00) | 6150 Pool Maintenance - Contract | 18,000.00 | 22,200.00 | (4,200.00) |
| 3,000.00 | 250.00 | 2,750.00 | 6151 Pool Repair - Non Contract | 36,000.00 | 37,613.00 | (1,613.00) |
| 375.00 | 0.00 | 375.00 | 6155 Courts & Playground | 4,500.00 | 4,050.00 | 450.00 |
| 1,250.00 | 499.95 | 750.05 | 6160 Exercise Equipment & Repair | 15,000.00 | 14,633.04 | 366.96 |
| <u>47,814.00</u> | <u>46,978.34</u> | <u>835.66</u> | Total Clubhouse Expense | <u>573,768.00</u> | <u>693,231.33</u> | <u>(119,463.33)</u> |

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INCOME STATEMENT
As of December 31, 2016

| CURRENT PERIOD | | | YEAR-TO-DATE | | | |
|-------------------------------|------------------|---------------|----------------------------------|-------------------|-------------------|-------------------|
| Budget | Actual | Variance | Account Description | Budget | Actual | Variance |
| UTILITIES | | | | | | |
| \$ 2,143.00 | \$ 2,515.41 | (372.41) | 7001 Electricity | \$ 25,716.00 | \$ 26,602.74 | (886.74) |
| 3,863.00 | 3,319.85 | 543.15 | 7002 Electricity (Clubhouse) | 46,356.00 | 45,467.67 | 888.33 |
| 6,797.00 | 6,451.13 | 345.87 | 7003 Electricity (Street Lights) | 81,564.00 | 79,114.68 | 2,449.32 |
| 1,080.00 | 801.53 | 278.47 | 7015 Water/Sewer | 12,960.00 | 12,638.18 | 321.82 |
| 300.00 | 523.86 | (223.86) | 7018 Gas - Clubhouse | 3,600.00 | 4,589.56 | (989.56) |
| 1,178.00 | 1,210.20 | (32.20) | 7020 Telephone/Cable/Internet | 14,136.00 | 13,432.06 | 703.94 |
| 2,416.00 | 2,810.00 | (394.00) | 7023 Off Duty Sheriff | 28,992.00 | 35,555.35 | (6,563.35) |
| <u>17,777.00</u> | <u>17,631.98</u> | <u>145.02</u> | Total Utilities | <u>213,324.00</u> | <u>217,400.24</u> | <u>(4,076.24)</u> |
| OAKTHORN - VILLAGE 11 | | | | | | |
| \$ 25.00 | \$ 25.00 | 0.00 | 8106 Management/Bookkeeping | \$ 300.00 | \$ 300.00 | 0.00 |
| 45.00 | 0.00 | 45.00 | 8150 Road/Sidewalk Maint | 540.00 | 0.00 | 540.00 |
| 236.00 | 224.59 | 11.41 | 8170 Electric - Street Lights | 2,832.00 | 2,698.23 | 133.77 |
| 150.00 | 0.00 | 150.00 | 8180 Contingency | 1,800.00 | 241.33 | 1,558.67 |
| 296.00 | 296.00 | 0.00 | 8190 Reserves | 3,552.00 | 3,552.00 | 0.00 |
| <u>752.00</u> | <u>545.59</u> | <u>206.41</u> | Total Oakthorn | <u>9,024.00</u> | <u>6,791.56</u> | <u>2,232.44</u> |
| PINEWOOD - VILLAGE 12 | | | | | | |
| \$ 25.00 | \$ 25.00 | 0.00 | 8206 Management/Bookkeeping | \$ 300.00 | \$ 300.00 | 0.00 |
| 361.00 | 0.00 | 361.00 | 8250 Road/Sidewalk Maint | 4,332.00 | 0.00 | 4,332.00 |
| 1,450.00 | 1,240.09 | 209.91 | 8270 Electric - Street Lights | 17,400.00 | 14,867.62 | 2,532.38 |
| 300.00 | 0.00 | 300.00 | 8280 Contingency | 3,600.00 | 82.50 | 3,517.50 |
| 1,462.00 | 1,462.00 | 0.00 | 8290 Reserves | 17,544.00 | 17,544.00 | 0.00 |
| <u>3,598.00</u> | <u>2,727.09</u> | <u>870.91</u> | Total Pinewood | <u>43,176.00</u> | <u>32,794.12</u> | <u>10,381.88</u> |
| ROYAL OAK - VILLAGE 15 | | | | | | |
| \$ 25.00 | \$ 25.00 | 0.00 | 8306 Management/Bookkeeping | \$ 300.00 | \$ 300.00 | 0.00 |
| 210.00 | 0.00 | 210.00 | 8350 Road/Sidewalk Maint | 2,520.00 | 0.00 | 2,520.00 |
| 736.00 | 667.15 | 68.85 | 8370 Electric - Street Lights | 8,832.00 | 7,987.97 | 844.03 |
| 250.00 | 0.00 | 250.00 | 8380 Contingency | 3,000.00 | 82.50 | 2,917.50 |
| 752.00 | 752.00 | 0.00 | 8390 Reserves | 9,024.00 | 9,024.00 | 0.00 |
| <u>1,973.00</u> | <u>1,444.15</u> | <u>528.85</u> | Total Royal Oak | <u>23,676.00</u> | <u>17,394.47</u> | <u>6,281.53</u> |

Live Oak Preserve Association, Inc.
INCOME STATEMENT
As of December 31, 2016

| CURRENT PERIOD | | | YEAR-TO-DATE | | | |
|-------------------------------|--------------------|--------------------|-------------------------------|---------------------|---------------------|---------------------|
| Budget | Actual | Variance | Account Description | Budget | Actual | Variance |
| ASHWOOD - VILLAGE 13 | | | | | | |
| \$ 25.00 | \$ 25.00 | 0.00 | 8406 Management/Bookkeeping | \$ 300.00 | \$ 300.00 | 0.00 |
| 167.00 | 0.00 | 167.00 | 8450 Road/Sidewalk Maint | 2,004.00 | 0.00 | 2,004.00 |
| 434.00 | 418.66 | 15.34 | 8470 Electric - Street Lights | 5,208.00 | 5,014.01 | 193.99 |
| 75.00 | 0.00 | 75.00 | 8480 Contingency | 900.00 | 82.50 | 817.50 |
| 336.00 | 336.00 | 0.00 | 8490 Reserves | 4,032.00 | 4,032.00 | 0.00 |
| <u>1,037.00</u> | <u>779.66</u> | <u>257.34</u> | Total Ashwood | <u>12,444.00</u> | <u>9,428.51</u> | <u>3,015.49</u> |
| BRIARWOOD - VILLAGE 16 | | | | | | |
| \$ 25.00 | \$ 25.00 | 0.00 | 8506 Management/Bookkeeping | \$ 300.00 | \$ 300.00 | 0.00 |
| 200.00 | 0.00 | 200.00 | 8550 Road/Sidewalk Maint | 2,400.00 | 0.00 | 2,400.00 |
| 1,194.00 | 938.25 | 255.75 | 8570 Electric - Street Lights | 14,328.00 | 11,272.08 | 3,055.92 |
| 123.00 | 0.00 | 123.00 | 8580 Contingency | 1,476.00 | 3,505.42 | (2,029.42) |
| 870.00 | 870.00 | 0.00 | 8590 Reserves | 10,440.00 | 10,440.00 | 0.00 |
| <u>2,412.00</u> | <u>1,833.25</u> | <u>578.75</u> | Total Briarwood | <u>28,944.00</u> | <u>25,517.50</u> | <u>3,426.50</u> |
| MASTER RESERVES | | | | | | |
| \$ 15,000.00 | \$ 15,000.00 | 0.00 | 9300 Reserves | \$ 180,000.00 | \$ 280,000.00 | (100,000.00) |
| 0.00 | 206.20 | (206.20) | 9399 Reserve Interest | 0.00 | 2,044.80 | (2,044.80) |
| <u>15,000.00</u> | <u>15,206.20</u> | <u>(206.20)</u> | Total Master Reserves | <u>180,000.00</u> | <u>282,044.80</u> | <u>(102,044.80)</u> |
| <u>159,755.25</u> | <u>188,974.04</u> | <u>(29,218.79)</u> | Total Expenses | <u>1,917,063.00</u> | <u>2,472,314.07</u> | <u>(555,251.07)</u> |
| <u>0.00</u> | <u>(27,830.45)</u> | <u>(27,830.45)</u> | Retained Revenue | <u>0.00</u> | <u>(505,507.25)</u> | <u>(505,507.25)</u> |