

Canterwood Step System Association
 Canterwood GL Balance Sheet Classified Standard

Period 10/31/2012

Assets

Operating Account

Canterwood Step System Assoc Operating Acct 70,396.35

Total Operating Account 70,396.35

Reserve Account

Canterwood Step System Assoc Reserve Acct 71,677.68

Total Reserve Account 71,677.68

Current Assets

Deferred Charges-LOSS Feasibility Study 7,087.95

Total Current Assets 7,087.95

Fixed Asset

Treatment Facility 13,561.02

Magmeter Facility 10,222.29

Accumulated Depreciation (3,503.00)

Total Fixed Asset 20,280.31

Other Receivable

A/R Bi-Monthly Charge 42,775.82

A/R Maintenance Expense Assessment 288.28

A/R Late Fees 4,500.00

A/R Other 2,234.46

Total Other Receivable 49,798.56

Prepaid Assets

Prepaid Insurance 3,011.23

Total Prepaid Assets 3,011.23

Total Assets 222,252.08

Liabilities & Equity

Current Liability

Deposits - Hookup 1,500.00

Prepaid Assessments 3,344.62

Total Current Liability 4,844.62

Equity

Retained Earnings 224,895.74

Net Income (7,488.28)

Total Equity 217,407.46

Total Liabilities & Equity 222,252.08

Canterwood Step System Association

Budget Comparison Standard Code Category

Period 10/1/2012 to 10/31/2012 11:59:00 PM

| | Current Month Operating | | | | Year to Date Operating | | | | Annual |
|-----------------------------------------|-------------------------|-----------------|-----------------|----------------|------------------------|-------------------|-------------------|----------------|-------------------|
| | Actual | Budget | \$ Var | % Var | Actual | Budget | \$ Var | % Var | |
| Income | | | | | | | | | |
| <u>Assessment</u> | | | | | | | | | |
| 4016 Step Bi-Monthly Cha | 0.00 | 0.00 | 0.00 | 0.00% | 257,489.04 | 269,079.20 | (11,590.16) | 4.31% | 322,895.04 |
| 4017 Maintenance Expens | 0.00 | 0.00 | 0.00 | 0.00% | 11,893.84 | 0.00 | 11,893.84 | 0.00% | 0.00 |
| 4025 Hook Up Fees | 0.00 | 0.00 | 0.00 | 0.00% | 1,500.00 | 0.00 | 1,500.00 | 0.00% | 0.00 |
| TOTAL Assessment | 0.00 | 0.00 | 0.00 | 0.00% | 270,882.88 | 269,079.20 | 1,803.68 | -0.67% | 322,895.04 |
| <u>General</u> | | | | | | | | | |
| 4130 Late Fees | 200.00 | 0.00 | 200.00 | 0.00% | 5,180.02 | 0.00 | 5,180.02 | 0.00% | 0.00 |
| 4145 NSF Fee | 0.00 | 0.00 | 0.00 | 0.00% | 75.00 | 0.00 | 75.00 | 0.00% | 0.00 |
| 4200 Interest-Operating | 4.87 | 0.00 | 4.87 | 0.00% | 1,514.84 | 0.00 | 1,514.84 | 0.00% | 0.00 |
| 4205 Interest-Reserve | 12.17 | 0.00 | 12.17 | 0.00% | 375.75 | 0.00 | 375.75 | 0.00% | 0.00 |
| TOTAL General | 217.04 | 0.00 | 217.04 | 0.00% | 7,145.61 | 0.00 | 7,145.61 | 0.00% | 0.00 |
| TOTAL Income | 217.04 | 0.00 | 217.04 | 0.00% | 278,028.49 | 269,079.20 | 8,949.29 | -3.33% | 322,895.04 |
| Expense | | | | | | | | | |
| <u>Administrative</u> | | | | | | | | | |
| 5005 Admin Expense | 205.00 | 260.00 | (55.00) | 21.15% | 2,555.14 | 2,600.00 | (44.86) | 1.73% | 3,120.00 |
| 5010 Mgmt/Agent Fees | 670.00 | 692.89 | (22.89) | 3.30% | 7,102.00 | 7,262.23 | (160.23) | 2.21% | 8,648.00 |
| 5015 Bank Charges | 0.00 | 0.00 | 0.00 | 0.00% | 66.17 | 0.00 | 66.17 | 0.00% | 10.00 |
| 5030 Annual Corp. Registr | 0.00 | 0.00 | 0.00 | 0.00% | 10.00 | 10.00 | 0.00 | 0.00% | 10.00 |
| 5080 Postage/Misc | 24.49 | 104.16 | (79.67) | 76.49% | 882.89 | 1,041.68 | (158.79) | 15.24% | 1,250.00 |
| 5096 Website | 0.00 | 0.00 | 0.00 | 0.00% | 145.06 | 95.00 | 50.06 | -52.69% | 95.00 |
| TOTAL Administrative | 899.49 | 1,057.05 | (157.56) | 14.91% | 10,761.26 | 11,008.91 | (247.65) | 2.25% | 13,133.00 |
| <u>Depreciation</u> | | | | | | | | | |
| 5999 Depreciation Expens | 113.00 | 0.00 | 113.00 | 0.00% | 1,130.00 | 0.00 | 1,130.00 | 0.00% | 0.00 |
| TOTAL Depreciation | 113.00 | 0.00 | 113.00 | 0.00% | 1,130.00 | 0.00 | 1,130.00 | 0.00% | 0.00 |
| <u>Insurance</u> | | | | | | | | | |
| 5300 Insurance-Liability | 85.09 | 86.16 | (1.07) | 1.24% | 829.90 | 861.68 | (31.78) | 3.69% | 1,034.00 |
| 5310 Insurance-D&O | 249.50 | 150.66 | 98.84 | -65.60% | 2,770.42 | 1,506.68 | 1,263.74 | -83.88% | 1,808.00 |
| TOTAL Insurance | 334.59 | 236.82 | 97.77 | -41.28% | 3,600.32 | 2,368.36 | 1,231.96 | -52.02% | 2,842.00 |
| <u>Maintenance & Repairs</u> | | | | | | | | | |
| 6000 Maint/Repair-Genera | 2,247.74 | 2,273.22 | (25.48) | 1.12% | 22,477.14 | 22,732.27 | (255.13) | 1.12% | 27,278.71 |
| TOTAL Maintenance & Rep | 2,247.74 | 2,273.22 | (25.48) | 1.12% | 22,477.14 | 22,732.27 | (255.13) | 1.12% | 27,278.71 |
| <u>Other Expense</u> | | | | | | | | | |
| 5460 Collection Lgl Fee | 835.00 | 0.00 | 835.00 | 0.00% | (1,091.55) | 0.00 | (1,091.55) | 0.00% | 0.00 |
| TOTAL Other Expense | 835.00 | 0.00 | 835.00 | 0.00% | (1,091.55) | 0.00 | (1,091.55) | 0.00% | 0.00 |
| <u>Professional Services</u> | | | | | | | | | |
| 5400 Tax Prep/Audit | 0.00 | 0.00 | 0.00 | 0.00% | 795.00 | 470.00 | 325.00 | -69.15% | 470.00 |
| 5410 Legal Fees & Other | 0.00 | 176.23 | (176.23) | 100.00% | 21.10 | 1,762.37 | (1,741.27) | 98.80% | 2,114.83 |
| 5420 Consultant Services | 0.00 | 416.66 | (416.66) | 100.00% | 0.00 | 4,166.68 | (4,166.68) | 100.00% | 5,000.00 |
| TOTAL Professional Servic | 0.00 | 592.89 | (592.89) | 100.00% | 816.10 | 6,399.05 | (5,582.95) | 87.25% | 7,584.83 |
| <u>Taxes</u> | | | | | | | | | |
| 5215 Sales Tax Expense | 0.00 | 402.16 | (402.16) | 100.00% | 1,316.95 | 2,413.00 | (1,096.05) | 45.42% | 2,413.00 |
| TOTAL Taxes | 0.00 | 402.16 | (402.16) | 100.00% | 1,316.95 | 2,413.00 | (1,096.05) | 45.42% | 2,413.00 |

Canterwood Step System Association

Budget Comparison Standard Code Category

Period 10/1/2012 to 10/31/2012 11:59:00 PM

| | Current Month Operating | | | | Year to Date Operating | | | | Annual |
|--------------------------|-------------------------|------------|----------|-------|------------------------|------------|------------|--------|------------|
| | Actual | Budget | \$ Var | % Var | Actual | Budget | \$ Var | % Var | |
| <u>Utilities</u> | | | | | | | | | |
| 5515 Utilities/Sewer | 0.00 | 0.00 | 0.00 | 0.00% | 246,506.55 | 224,702.92 | 21,803.63 | -9.70% | 269,643.50 |
| TOTAL Utilities | 0.00 | 0.00 | 0.00 | 0.00% | 246,506.55 | 224,702.92 | 21,803.63 | -9.70% | 269,643.50 |
| TOTAL Expense | 4,429.82 | 4,562.14 | (132.32) | 2.90% | 285,516.77 | 269,624.51 | 15,892.26 | -5.89% | 322,895.04 |
| Excess Revenue / Expense | (4,212.78) | (4,562.14) | 349.36 | 7.66% | (7,488.28) | (545.31) | (6,942.97) | 0.00% | 0.00 |

Canterwood GL Income Statement Annual Standard with Code
 Canterwood Step System Association
 Period 1/1/2012 to 12/31/2012 11:59:00 PM

Operating

| | January | February | March | April | May | June | July | August | September | October | November | December | Total | Budget |
|-------------------------------------|-----------------|------------------|------------------|-----------------|------------------|-----------------|------------------|-----------------|------------------|-----------------|-----------------|-------------|-------------------|-------------------|
| INCOME | | | | | | | | | | | | | | |
| Assessment | | | | | | | | | | | | | | |
| 4016:Step Bi-Monthly Charg | 0.00 | 43,089.04 | 53,600.00 | 0.00 | 53,600.00 | 0.00 | 53,600.00 | 0.00 | 53,600.00 | 0.00 | 0.00 | 0.00 | 257,489.04 | 322,895.04 |
| 4017:Maintenance Expense | 0.00 | 11,893.84 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 11,893.84 | 0.00 |
| 4020:Connection Fee Varian | 0.00 | 0.00 | 5,490.00 | 0.00 | 0.00 | 0.00 | (5,490.00) | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 4025:Hook Up Fees | 0.00 | 0.00 | 1,500.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 1,500.00 | 0.00 |
| TOTAL Assessment | 0.00 | 54,982.88 | 60,590.00 | 0.00 | 53,600.00 | 0.00 | 48,110.00 | 0.00 | 53,600.00 | 0.00 | 0.00 | 0.00 | 270,882.88 | 322,895.04 |
| General | | | | | | | | | | | | | | |
| 4130:Late Fees | 800.00 | 325.00 | 555.02 | 400.00 | 900.00 | 300.00 | 625.00 | 275.00 | 800.00 | 200.00 | 50.00 | 0.00 | 5,230.02 | 0.00 |
| 4145:NSF Fee | 50.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 25.00 | 0.00 | 0.00 | 0.00 | 75.00 | 0.00 |
| 4200:Interest-Operating | 7.81 | 6.69 | 7.14 | 5.43 | 6.35 | 4.89 | 5.73 | 4.39 | 1,461.54 | 4.87 | 0.00 | 0.00 | 1,514.84 | 0.00 |
| 4205:Interest-Reserve | 57.79 | 54.10 | 57.87 | 56.05 | 57.96 | 40.93 | 13.65 | 13.45 | 11.78 | 12.17 | 0.00 | 0.00 | 375.75 | 0.00 |
| TOTAL General | 915.60 | 385.79 | 620.03 | 461.48 | 964.31 | 345.82 | 644.38 | 292.84 | 2,298.32 | 217.04 | 50.00 | 0.00 | 7,195.61 | 0.00 |
| TOTAL INCOME | 915.60 | 55,368.67 | 61,210.03 | 461.48 | 54,564.31 | 345.82 | 48,754.38 | 292.84 | 55,898.32 | 217.04 | 50.00 | 0.00 | 278,078.49 | 322,895.04 |
| EXPENSES | | | | | | | | | | | | | | |
| Administrative | | | | | | | | | | | | | | |
| 5005:Admin Expense | 260.39 | 211.80 | 258.60 | 258.60 | 293.60 | 280.26 | 261.00 | 320.89 | 205.00 | 205.00 | 261.19 | 0.00 | 2,816.33 | 3,120.00 |
| 5010:Mgmt/Agent Fees | 804.00 | 804.00 | 804.00 | 670.00 | 670.00 | 670.00 | 670.00 | 670.00 | 670.00 | 670.00 | 0.00 | 0.00 | 7,102.00 | 8,648.00 |
| 5015:Bank Charges | 23.57 | 12.60 | 0.00 | 0.00 | 0.00 | 10.00 | 0.00 | 0.00 | 20.00 | 0.00 | 0.00 | 0.00 | 66.17 | 10.00 |
| 5030:Annual Corp. Registrat | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 10.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 10.00 | 10.00 |
| 5080:Postage/Misc | 123.20 | 18.86 | 121.05 | 115.60 | 122.85 | 6.75 | 159.05 | 16.85 | 174.19 | 24.49 | 781.95 | 0.00 | 1,664.84 | 1,250.00 |
| 5096:Website | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 145.06 | 0.00 | 0.00 | 0.00 | 145.06 | 95.00 |
| TOTAL Administrative | 1,211.16 | 1,047.26 | 1,183.65 | 1,044.20 | 1,086.45 | 977.01 | 1,090.05 | 1,007.74 | 1,214.25 | 899.49 | 1,043.14 | 0.00 | 11,804.40 | 13,133.00 |
| Depreciation | | | | | | | | | | | | | | |
| 5999:Depreciation Expense | 113.00 | 113.00 | 113.00 | 113.00 | 113.00 | 113.00 | 113.00 | 113.00 | 113.00 | 113.00 | 113.00 | 0.00 | 1,243.00 | 0.00 |
| TOTAL Depreciation | 113.00 | 113.00 | 113.00 | 113.00 | 113.00 | 113.00 | 113.00 | 113.00 | 113.00 | 113.00 | 113.00 | 0.00 | 1,243.00 | 0.00 |
| Insurance | | | | | | | | | | | | | | |
| 5300:Insurance-Liability | 82.09 | 82.09 | 82.09 | 82.09 | 82.09 | 82.09 | 82.09 | 85.09 | 85.09 | 85.09 | 85.09 | 0.00 | 914.99 | 1,034.00 |
| 5310:Insurance-D&O | 202.20 | 202.20 | 202.20 | 202.20 | 202.20 | 202.20 | 808.72 | 249.50 | 249.50 | 249.50 | 249.50 | 0.00 | 3,019.92 | 1,808.00 |
| TOTAL Insurance | 284.29 | 284.29 | 284.29 | 284.29 | 284.29 | 284.29 | 890.81 | 334.59 | 334.59 | 334.59 | 334.59 | 0.00 | 3,934.91 | 2,842.00 |
| Maintenance & Repairs | | | | | | | | | | | | | | |
| 6000:Maint/Repair-General | 2,140.90 | 2,195.11 | 1,951.20 | 2,292.66 | 1,951.20 | 2,244.35 | 2,249.58 | 3,253.20 | 1,951.20 | 2,247.74 | 1,951.20 | 0.00 | 24,428.34 | 27,278.71 |
| TOTAL Maintenance & Rep: | 2,140.90 | 2,195.11 | 1,951.20 | 2,292.66 | 1,951.20 | 2,244.35 | 2,249.58 | 3,253.20 | 1,951.20 | 2,247.74 | 1,951.20 | 0.00 | 24,428.34 | 27,278.71 |

Canterwood GL Income Statement Annual Standard with Code
 Canterwood Step System Association
 Period 1/1/2012 to 12/31/2012 11:59:00 PM

Operating

| | January | February | March | April | May | June | July | August | September | October | November | December | Total | Budget |
|-----------------------------------|--------------------|------------------|------------------|-------------------|------------------|-------------------|-------------------|-------------------|-------------------|-------------------|--------------------|-------------|--------------------|-------------------|
| Other Expense | | | | | | | | | | | | | | |
| 5460:Collection Lgl Fee | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | (578.22) | (1,348.33) | 835.00 | 334.10 | 0.00 | (757.45) | 0.00 |
| TOTAL Other Expense | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | (578.22) | (1,348.33) | 835.00 | 334.10 | 0.00 | (757.45) | 0.00 |
| Professional Services | | | | | | | | | | | | | | |
| 5400:Tax Prep/Audit | 0.00 | 0.00 | 795.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 795.00 | 470.00 |
| 5410:Legal Fees & Other | 0.00 | 221.93 | 0.00 | (150.00) | (444.09) | 393.26 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 21.10 | 2,114.83 |
| 5420:Consultant Services | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 5,000.00 |
| TOTAL Professional Service | 0.00 | 221.93 | 795.00 | (150.00) | (444.09) | 393.26 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 816.10 | 7,584.83 |
| Taxes | | | | | | | | | | | | | | |
| 5215:Sales Tax Expense | 1,969.49 | 0.00 | 304.45 | 623.06 | 0.00 | 14.95 | 0.00 | 0.00 | (1,595.00) | 0.00 | 0.00 | 0.00 | 1,316.95 | 2,413.00 |
| TOTAL Taxes | 1,969.49 | 0.00 | 304.45 | 623.06 | 0.00 | 14.95 | 0.00 | 0.00 | (1,595.00) | 0.00 | 0.00 | 0.00 | 1,316.95 | 2,413.00 |
| Utilities | | | | | | | | | | | | | | |
| 5515:Utilities/Sewer | 43,090.97 | 0.00 | 47,079.26 | 0.00 | 50,804.54 | 0.00 | 52,093.43 | 0.00 | 53,438.35 | 0.00 | 53,438.35 | 0.00 | 299,944.90 | 269,643.50 |
| TOTAL Utilities | 43,090.97 | 0.00 | 47,079.26 | 0.00 | 50,804.54 | 0.00 | 52,093.43 | 0.00 | 53,438.35 | 0.00 | 53,438.35 | 0.00 | 299,944.90 | 269,643.50 |
| TOTAL EXPENSES | 48,809.81 | 3,861.59 | 51,710.85 | 4,207.21 | 53,795.39 | 4,026.86 | 56,436.87 | 4,130.31 | 54,108.06 | 4,429.82 | 57,214.38 | 0.00 | 342,731.15 | 322,895.04 |
| Excess Revenue / Expense | (47,894.21) | 51,507.08 | 9,499.18 | (3,745.73) | 768.92 | (3,681.04) | (7,682.49) | (3,837.47) | 1,790.26 | (4,212.78) | (57,164.38) | 0.00 | (64,652.66) | 0.00 |

Aging 120 Days Delinquency

Monday, November 26, 2012

15:47

Active Flag Yes

Posted Date 10/31/2012

Canterwood Step System Association

| Acct # | Status | Resident Contact | Current | 30 - 59 Days | 60 - 89 Days | 90 Days | >120 Days | Balance |
|---------------|------------------|--------------------------|---------------|-----------------|---------------|-----------------|------------------|------------------|
| 13708 | Owner Lien | Stevens,Pete | 25.00 | 225.00 | 25.00 | 200.00 | 5,071.04 | 5,546.04 |
| 13311 | Owner Lien | Grubbs,Edward & Margaret | 25.00 | 465.76 | 25.00 | 225.00 | 3,328.91 | 4,069.67 |
| 13663 | Owner | Deeth,Douglas & Deborah | 25.00 | 225.00 | 25.00 | 225.00 | 3,081.38 | 3,581.38 |
| 13837 | Owner Lien | Strieby,James | 25.00 | 225.00 | 25.00 | 200.00 | 2,808.81 | 3,283.81 |
| 13714 | Owner LIEN | Wahlers,Thomas & Kathryn | 182.50 | 225.00 | 87.00 | 225.00 | 1,186.72 | 1,906.22 |
| 13455 | Owner LIEN | Andrade,Sergio | 94.50 | 308.00 | 325.84 | 225.00 | 805.16 | 1,758.50 |
| 13383 | Owner | Guglielmo,Thomas & Kelly | 25.00 | 635.56 | 87.00 | 25.00 | 297.00 | 1,069.56 |
| 13306 | Owner | O'Neill,Ryan & Jennifer | 25.00 | 225.00 | 25.00 | 225.00 | 425.00 | 925.00 |
| 13335 | Owner COLLECTION | Konsmo,Ken & Sheila | 25.00 | 225.00 | 43.20 | 225.00 | 25.00 | 543.20 |
| Count: | 9 | | 452.00 | 2,759.32 | 668.04 | 1,775.00 | 17,029.02 | 22,683.38 |

Property Totals

| # Units | # Builder | # Resident | # Owners | # Tenants | Owner Ratio |
|---------|-----------|------------|----------|-----------|-------------|
| 538 | 0 | 268 | 268 | 0 | 100.00% |

Charge Code Summary

| Description | G/L Acct # | Amount |
|-----------------------------|------------|------------------|
| 4016 | 1705 | 5,363.39 |
| 4016 Step Bi-Monthly Charge | 1705 | 11,483.26 |
| 4017 Maintenance Expense | 1707 | 288.28 |
| 4100 | 1715 | 400.00 |
| 4130 Late Fee | 1715 | 3,000.00 |
| 5410 Attorney Fee | 1799 | 594.09 |
| 5460 Lgl Collection Fee | 1799 | 1,554.36 |
| | | 22,683.38 |

Accts paid in full in Nov

Aging 120 Days Prepaid

Wednesday, November 14, 2012 17:48

Active Flag Yes

Posted Date 10/31/2012

Canterwood Step System Association

| Acct # | Status | Resident Contact | Current | 30 - 59 Days | 60 - 89 Days | 90 Days | >120 Days | Balance |
|---------------|-----------|-----------------------------|------------------|----------------|----------------|----------------|----------------|------------------|
| 13541 | Owner | Dolinsky,Nichole & Brad | -0.06 | 0.00 | 0.00 | 0.00 | 0.00 | -0.06 |
| 13333 | Owner | Picchi,Kevin & Malia | -0.43 | 0.00 | 0.00 | 0.00 | 0.00 | -0.43 |
| 13778 | Owner | Zentner,Gary & Sandra | -0.66 | 0.00 | 0.00 | 0.00 | 0.00 | -0.66 |
| 13852 | Owner | Chong/Lee,Nyen/Yie | -5.16 | 0.00 | 0.00 | 0.00 | 0.00 | -5.16 |
| 14364 | Owner | Ward,Bruce & Akiko | 0.00 | -5.19 | 0.00 | 0.00 | 0.00 | -5.19 |
| 13784 | Owner | Manlapaz,Eller | -9.58 | 0.00 | 0.00 | 0.00 | 0.00 | -9.58 |
| 13630 | Owner | Vasquez,Rodney C & Susan D | 0.00 | -15.48 | 0.00 | 0.00 | 0.00 | -15.48 |
| 13747 | Owner | Schmiedl,Manfred | -49.35 | 0.00 | 0.00 | 0.00 | 0.00 | -49.35 |
| 13302 | Owner | Hershman,Arnold & Florence | -126.02 | 0.00 | 0.00 | 0.00 | 0.00 | -126.02 |
| 13780 | Owner | Kennedy c/o KPM,David & Kim | -200.00 | 0.00 | 0.00 | 0.00 | 0.00 | -200.00 |
| 14783 | Owner | Belew,John & Donna | 0.00 | -200.00 | 0.00 | 0.00 | 0.00 | -200.00 |
| 14765 | Owner | Tyler,John S & Florence K | 0.00 | 0.00 | -200.00 | 0.00 | 0.00 | -200.00 |
| 14794 | Owner | Jerkovich, III,Nicholas J. | -200.00 | 0.00 | 0.00 | 0.00 | 0.00 | -200.00 |
| 14786 | Owner | Quilo,Dennis | -202.42 | 0.00 | 0.00 | 0.00 | 0.00 | -202.42 |
| 13692 | Owner | Sadler,Thomas & Sharon | -222.50 | 0.00 | 0.00 | 0.00 | 0.00 | -222.50 |
| 13777 | Owner | Bloomquist,Karla | -425.00 | 0.00 | 0.00 | 0.00 | 0.00 | -425.00 |
| 13645 | Owner | Potter,Martin & Kathleen | -200.00 | 0.00 | -400.00 | -200.00 | -224.12 | -1,024.12 |
| Count: | 17 | | -1,641.18 | -220.67 | -600.00 | -200.00 | -224.12 | -2,885.97 |

Property Totals

| # Units | # Builder | # Resident | # Owners | # Tenants | Owner Ratio |
|---------|-----------|------------|----------|-----------|-------------|
| 538 | 0 | 268 | 268 | 0 | 100.00% |

Charge Code Summary

| Description | G/L Acct # | Amount |
|-------------|------------|------------------|
| PMT | 1000 | -2,885.97 |
| | | <u>-2,885.97</u> |

Community Association Banc
 A Division of Mutual of Omaha Bank
 Main Office
 P.O. Box 64084
 Phoenix, AZ 85082
 (866) 800-4656

10-31-12
 262515753

KALLES PROP INC DBA KALLES COMM AGENT
 CANTERWOOD STEP SYSTEM ASSOCIATION
 OPERATING ACCOUNT
 6314 19TH ST W SUITE 3
 FIRCREST WA 98466-6211

26251 575 3 NOW ACCOUNT

| | | | |
|--------------------------|---------|-----------|------|
| Previous Balance | 9-30-12 | 42,814.75 | 0.00 |
| +Deposits/Credits | 22 | 34,902.05 | |
| -Checks/Debits | 10 | 6,888.66 | 0.00 |
| -Service Charge | | .00 | |
| +Interest Paid | | 4.87 | |
| Current Balance | | 70,833.01 | |
| Days in Statement Period | 31 | | |

*o/s
 c/s*

70,833.01 +
 205.00 -
 106.66 -
 125.00 -

70,833.01

-----INTEREST SUMMARY-----

| | |
|-------------------------------------------|-------|
| Interest Earned From 10/01/12 To 10/31/12 | |
| Days in Period | 31 |
| Interest Earned | 4.87 |
| Annual Percentage Yield Earned | .10 |
| Interest Paid this Year | 57.84 |
| Interest Withheld this Year | .00 |

0.00

-----DESCRIPTIVE TRANSACTIONS-----

| Date | Description | Amount |
|-------|-----------------|---------|
| 10-01 | Lockbox Deposit | 650.00 |
| 10-02 | Lockbox Deposit | 200.00 |
| 10-05 | Image Deposit | 3506.54 |
| 10-05 | Lockbox Deposit | 425.00 |
| 10-09 | Lockbox Deposit | 200.00 |
| 10-10 | Lockbox Deposit | 5909.52 |
| 10-11 | Lockbox Deposit | 600.00 |
| 10-12 | Image Deposit | 1925.00 |
| 10-12 | Lockbox Deposit | 1425.00 |
| 10-15 | Lockbox Deposit | 3225.00 |
| 10-18 | Lockbox Deposit | 826.00 |
| 10-22 | Image Deposit | 3810.74 |
| 10-23 | Lockbox Deposit | 2800.00 |
| 10-24 | Lockbox Deposit | 200.00 |
| 10-25 | Image Deposit | 1550.00 |
| 10-25 | Lockbox Deposit | 200.00 |
| 10-26 | Lockbox Deposit | 1600.00 |
| 10-29 | Lockbox Deposit | 1200.00 |
| 10-30 | Lockbox Deposit | 825.00 |
| 10-31 | Image Deposit | 740.00 |
| 10-31 | Image Deposit | 505.16 |
| 10-31 | Interest Pymt | 4.87 |

[Red arrow pointing to the descriptive transactions table]

-----EFT ACTIVITY-----

| Date | Description | Amount |
|-------|-----------------------------------------------------|---------|
| 10-05 | CANTERWOOD STEP Assoc Pmt CANTERWOOD STEP SYSTEM | 2579.09 |

[Red checkmark]

Continued on Next Page

KALLES PROP INC DBA KALLES COMM AGENT

-CHECKS PAID-

| No. | Date | Amount | No. | Date | Amount |
|------|-------|---------|------|-------|---------|
| 5964 | 10-01 | 205.00 | 5965 | 10-02 | 1951.20 |
| 5966 | 10-05 | 439.83 | 5967 | 10-15 | 145.06 |
| 5969 | 10-26 | 75.00 | 5970 | 10-26 | 694.49 |
| 5972 | 10-26 | 1087.00 | 5973 | 10-29 | 189.88 |
| 5974 | 10-29 | 1951.20 | 5975 | 10-30 | 150.00 |

-DAILY BALANCE SUMMARY-

| Date | Balance | Date | Balance | Date | Balance |
|-------|----------|-------|----------|-------|----------|
| 9-30 | 42814.75 | 10-01 | 43259.75 | 10-02 | 41508.55 |
| 10-05 | 47579.35 | 10-09 | 47779.35 | 10-10 | 53688.87 |
| 10-11 | 54288.87 | 10-12 | 57638.87 | 10-15 | 60718.81 |
| 10-18 | 61544.81 | 10-22 | 65355.55 | 10-23 | 68155.55 |
| 10-24 | 68355.55 | 10-25 | 70105.55 | 10-26 | 69849.06 |
| 10-29 | 68907.98 | 10-30 | 69582.98 | 10-31 | 70833.01 |

-OVERDRAFT CHARGES/REFUNDS SUMMARY-

| | This Cycle | YTD |
|--------------------------|------------|-----|
| Total returned item fees | .00 | .00 |
| Total overdraft fees | .00 | .00 |

END OF STATEMENT

General Ledger Journal Entry

Property: Canterwood Step System Association

Batch #: 63488510317643

Name: Bank Reconcile: Interest Earned

Posted: 10/31/2012

Transaction: 10/31/2012

| GL Account | Debit | Credit | Note | Department |
|-----------------------------------|-------|--------|---------------------------------|------------|
| 1000:Canterwood Step System Assoc | 4.87 | | Bank Reconcile: Interest Earned | Operating |
| 4200:Interest-Operating | | 4.87 | Bank Reconcile: Interest Earned | Operating |
| | 4.87 | 4.87 | | |

Canterwood Step System Association
Bank Reconciliation

Bank: Canterwood Step System Assoc Operating Acct Account: *****5753

Statement Date: 10/31/2012

G/L Balance: 70,396.35
Statement Balance: 70,833.01

| Item | Date | Check # | Amount | Balance |
|--------------------------------------|------------|---------|---------------------------|------------------|
| | | | Previous Balance: | 42,814.75 |
| Canterwood Dev Co | 9/21/2012 | 5964 | -205.00 | 42,609.75 |
| Bio Magic, Inc. | 9/21/2012 | 5965 | -1,951.20 | 40,658.55 |
| Gettin it Done Excavation LLC | 9/21/2012 | 5966 | -439.83 | 40,218.72 |
| Steve Muretta | 9/25/2012 | 5967 | -145.06 | 40,073.66 |
| KPM | 10/5/2012 | 5969 | -75.00 | 39,998.66 |
| KPM | 10/22/2012 | 5970 | -694.49 | 39,304.17 |
| Scott E. Alexander | 10/22/2012 | 5972 | -1,087.00 | 38,217.17 |
| Drain-Pro Inc. | 10/22/2012 | 5973 | -189.88 | 38,027.29 |
| Bio Magic, Inc. | 10/22/2012 | 5974 | -1,951.20 | 36,076.09 |
| Still Water Planning, Inc. | 10/22/2012 | 5975 | -150.00 | 35,926.09 |
| Total Checks: | | | -6,888.66 | |
| Lockbox | 10/1/2012 | | 650.00 | 36,576.09 |
| Lockbox | 10/2/2012 | | 200.00 | 36,776.09 |
| Adjustment Batch | 10/5/2012 | | 3,506.54 | 40,282.63 |
| Lockbox | 10/5/2012 | | 3,004.09 | 43,286.72 |
| Lockbox | 10/9/2012 | | 200.00 | 43,486.72 |
| Lockbox | 10/10/2012 | | 5,909.52 | 49,396.24 |
| Lockbox | 10/11/2012 | | 600.00 | 49,996.24 |
| Adjustment Batch | 10/12/2012 | | 1,925.00 | 51,921.24 |
| Lockbox | 10/12/2012 | | 1,425.00 | 53,346.24 |
| Lockbox | 10/15/2012 | | 3,225.00 | 56,571.24 |
| Lockbox | 10/18/2012 | | 826.00 | 57,397.24 |
| Adjustment Batch | 10/22/2012 | | 3,810.74 | 61,207.98 |
| Lockbox | 10/23/2012 | | 2,800.00 | 64,007.98 |
| Lockbox | 10/24/2012 | | 200.00 | 64,207.98 |
| Adjustment Batch | 10/25/2012 | | 1,550.00 | 65,757.98 |
| Lockbox | 10/25/2012 | | 200.00 | 65,957.98 |
| Lockbox | 10/26/2012 | | 1,600.00 | 67,557.98 |
| Lockbox | 10/29/2012 | | 1,200.00 | 68,757.98 |
| Lockbox | 10/30/2012 | | 825.00 | 69,582.98 |
| Adjustment Batch | 10/31/2012 | | 1,245.16 | 70,828.14 |
| Bank Reconcile: Interest Earned | 10/31/2012 | | 4.87 | 70,833.01 |
| Total Deposits / Adjustments: | | | 34,906.92 | |
| | | | Statement Balance: | 70,833.01 |

Outstanding Items:

| Check # | Date | Reference | Uncleared Checks |
|---------|------------|-------------------|------------------|
| 5971 | 10/22/2012 | Canterwood Dev Co | 205.00 |
| 5976 | 10/22/2012 | Truckcity CB Inc | 106.66 |
| 5977 | 10/31/2012 | KPM | 125.00 |

* voided check

Canterwood Step System Association
Bank Reconciliation

436.66

Bank Reconciliation Summary: Canterwood Step System Assoc Operating Acct Account: ***5753**

| | |
|-----------------------------|-----------|
| G/L Balance: | 70,396.35 |
| Uncleared Checks, Credits: | 436.66 |
| Uncleared Deposits, Debits: | 0.00 |
| G/L Difference: | 70,833.01 |
| Statement Balance: | 70,833.01 |
| G/L and Balance Difference: | 0.00 |

Community Association Banc
 A Division of Mutual of Omaha Bank
 Main Office
 P.O. Box 64084
 Phoenix, AZ 85082
 (866) 800-4656



10-31-12
 262817041

KALLES PROPERTIES DBA KALLES COMM AGENT
 CANTERWOOD STEP SYSTEM ASSN
 RESERVE ACCOUNT
 6314 19TH ST W SUITE 3
 FIRCREST WA 98466-6211

26281 704 1 MONEY MARKET ACCOUNT

| | | |
|--------------------------|---------|-----------|
| Previous Balance | 9-30-12 | 71,665.51 |
| -Deposits/Credits | 0 | .00 |
| -Checks/Debits | 0 | .00 |
| -Service Charge | | .00 |
| -Interest Paid | | 12.17 |
| Current Balance | | 71,677.68 |
| Days in Statement Period | 31 | |

* - - - - - INTEREST SUMMARY - - - - - *

| | |
|-------------------------------------------|--------|
| Interest Earned From 10/01/12 To 10/31/12 | |
| Days in Period | 31 |
| Interest Earned | 12.17 |
| Annual Percentage Yield Earned | .20 |
| Interest Paid this Year | 375.75 |
| Interest Withheld this Year | .00 |

* - - - - - DESCRIPTIVE TRANSACTIONS - - - - - *

| Date | Description | Amount |
|-------|---------------|--------|
| 10-31 | Interest Pymt | 12.17 |

* - - - - - DAILY BALANCE SUMMARY - - - - - *

| Date | Balance | Date | Balance |
|------|----------|-------|----------|
| 9-30 | 71665.51 | 10-31 | 71677.68 |

* - - - - - OVERDRAFT CHARGES/REFUNDS SUMMARY - - - - - *

| | This Cycle | YTD |
|--------------------------|------------|-----|
| Total returned item fees | .00 | .00 |
| Total overdraft fees | .00 | .00 |

END OF STATEMENT

General Ledger Journal Entry

Property: Canterwood Step System Association

Batch #: 63488510181109

Name: Bank Reconcile: Interest Earned

Posted: 10/31/2012

Transaction: 10/31/2012

| GL Account | Debit | Credit | Note | Department |
|-----------------------------------|-------|--------|---------------------------------|------------|
| 1100:Canterwood Step System Assoc | 12.17 | | Bank Reconcile: Interest Earned | Operating |
| 4205:Interest-Reserve | | 12.17 | Bank Reconcile: Interest Earned | Operating |
| | 12.17 | 12.17 | | |

Canterwood Step System Association
Bank Reconciliation

Bank: Canterwood Step System Assoc Reserve Acct Account: *****7041
 Statement Date: 10/31/2012

G/L Balance: 71,677.68
 Statement Balance: 71,677.68

| Item | Date | Check # | Amount | Balance |
|---------------------------------|------------|---------|--------------------------------------|------------------|
| | | | Previous Balance: | 71,665.51 |
| Bank Reconcile: Interest Earned | 10/31/2012 | | 12.17 | 71,677.68 |
| | | | Total Deposits / Adjustments: | 12.17 |
| | | | Statement Balance: | 71,677.68 |

Outstanding Items:

Bank Reconciliation Summary: Canterwood Step System Assoc Reserve Acct Account: ***7041**

| | |
|-----------------------------|-----------|
| G/L Balance: | 71,677.68 |
| Uncleared Checks, Credits: | 0.00 |
| Uncleared Deposits, Debits: | 0.00 |
| G/L Difference: | 71,677.68 |
| Statement Balance: | 71,677.68 |
| G/L and Balance Difference: | 0.00 |