

FOUR OAKS NEIGHBORHOOD ASSOCIATION, INC.

**FINANCIAL STATEMENTS
AND
SUPPLEMENTARY INFORMATION**

NOVEMBER 30, 2012



M I R R A
& ASSOCIATES
— LLC —

A Certified Public Accounting and Consulting Firm

FOUR OAKS NEIGHBORHOOD ASSOCIATION, INC.

FINANCIAL STATEMENTS
AND
SUPPLEMENTARY INFORMATION

NOVEMBER 30, 2012

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American Board of Forensic Accounting

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INDEPENDENT AUDITOR'S REPORT

TO THE BOARD OF TRUSTEES AND UNIT OWNERS OF FOUR OAKS NEIGHBORHOOD ASSOCIATION, INC.

We have audited the accompanying balance sheet of Four Oaks Neighborhood Association, Inc. as of November 30, 2012 and the related statements of revenues and expenses, changes in fund balances, and cash flows for the year then ended. These financial statements are the responsibility of the Association's Board of Trustees. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the Board, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Four Oaks Neighborhood Association, Inc. as of November 30, 2012 and the results of its operations and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Accounting principles generally accepted in the United States of America require that the information on future major repairs and replacements on page 12 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Financial Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries about the methods of preparing the information and comparing the information for consistency with responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The supplementary information on pages 13 through 15 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of the Association and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information, except for the portion marked "unaudited" on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

MIRRA & ASSOCIATES, LLC
Hillsborough, New Jersey
February 11, 2013

FOUR OAKS NEIGHBORHOOD ASSOCIATION, INC.

BALANCE SHEET

NOVEMBER 30, 2012

	<u>TOTAL</u>	<u>OPERATING FUND</u>	<u>DEFERRED MAINTENANCE FUND</u>	<u>REPLACEMENT FUND</u>
ASSETS				
Cash and interest bearing deposits	\$ 96,451	\$ 87,054	\$ -	\$ 9,397
Money market funds	92,972	53,030	29,682	10,260
Certificates of deposit	802,005	25,000	-	777,005
Accrued interest receivable	2,021	-	-	2,021
Assessments receivable, net of allowance for doubtful assessments of \$17,200	7,453	7,453	-	-
Due from Township	1,509	1,509	-	-
Prepaid insurance	14,640	14,640	-	-
Prepaid Federal income taxes	359	359	-	-
Due from operating to replacement	-	(1,274)	-	1,274
TOTAL ASSETS	<u><u>\$ 1,017,410</u></u>	<u><u>\$ 187,771</u></u>	<u><u>\$ 29,682</u></u>	<u><u>\$ 799,957</u></u>
 LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable and accrued expenses	\$ 30,083	\$ 28,233	\$ -	\$ 1,850
Assessments received in advance	16,866	16,866	-	-
TOTAL LIABILITIES	46,949	45,099		1,850
FUND BALANCES	<u>970,461</u>	<u>142,672</u>	<u>29,682</u>	<u>798,107</u>
TOTAL LIABILITIES AND FUND BALANCES	<u><u>\$ 1,017,410</u></u>	<u><u>\$ 187,771</u></u>	<u><u>\$ 29,682</u></u>	<u><u>\$ 799,957</u></u>

The accompanying notes are an integral part of these financial statements.

FOUR OAKS NEIGHBORHOOD ASSOCIATION, INC.

STATEMENT OF REVENUES AND EXPENSES

FOR THE YEAR ENDED NOVEMBER 30, 2012

	<u>TOTAL</u>	<u>OPERATING FUND</u>	<u>DEFERRED MAINTENANCE FUND</u>	<u>REPLACEMENT FUND</u>
REVENUES				
Maintenance assessments	\$ 394,632	\$ 275,880	\$ 6,000	\$ 112,752
Master Association fees	52,488	52,488	-	-
Interest income	7,803	154	80	7,569
Working capital contributions	6,440	6,440	-	-
Township reimbursement	6,030	6,030	-	-
Late fees and fines income	5,773	5,773	-	-
Legal fee income	3,551	3,551	-	-
Miscellaneous income	649	649	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL REVENUES	477,366	350,965	6,080	120,321
	<hr/>	<hr/>	<hr/>	<hr/>
EXPENSES				
Master Association Dues	52,488	52,488	-	-
Administrative	99,756	99,528	109	119
Grounds and building maintenance	173,865	173,865	-	-
Utilities	8,714	8,714	-	-
Federal income taxes	380	-	-	380
Roof cleaning	16,612	-	16,612	-
Powerwashing	5,136	-	5,136	-
Drainage repairs	530	-	530	-
Roof replacement	3,800	-	-	3,800
Street light replacement	2,562	-	-	2,562
Concrete replacement	2,225	-	-	2,225
Gutter replacement	508	-	-	508
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL EXPENSES	366,576	334,595	22,387	9,594
	<hr/>	<hr/>	<hr/>	<hr/>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$ 110,790	\$ 16,370	\$ (16,307)	\$ 110,727
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The accompanying notes are an integral part of these financial statements.

FOUR OAKS NEIGHBORHOOD ASSOCIATION, INC.

STATEMENTS OF CHANGES IN FUND BALANCES

FOR THE YEAR ENDED NOVEMBER 30, 2012

	<u>TOTAL</u>	<u>OPERATING FUND</u>			<u>DEFERRED MAINTENANCE FUND</u>	<u>REPLACEMENT FUND</u>
		<u>TOTAL OPERATING FUND</u>	<u>WORKING CAPITAL CONTRIBUTIONS</u>	<u>CUMULATIVE SURPLUS</u>		
FUND BALANCES - BEGINNING OF YEAR	\$ 868,091	\$134,722	\$ 131,577	\$ 3,145	\$ 45,989	\$ 687,380
WORKING CAPITAL EXPENSE	(8,420)	(8,420)	(8,420)	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	<u>110,790</u>	<u>16,370</u>	<u>-</u>	<u>16,370</u>	<u>(16,307)</u>	<u>110,727</u>
FUND BALANCES - END OF YEAR	<u>\$ 970,461</u>	<u>\$ 142,672</u>	<u>\$ 123,157</u>	<u>\$ 19,515</u>	<u>\$ 29,682</u>	<u>\$ 798,107</u>

The accompanying notes are an integral part of these financial statements.

FOUR OAKS NEIGHBORHOOD ASSOCIATION, INC.

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED NOVEMBER 30, 2012

	<u>TOTAL</u>	<u>OPERATING FUND</u>	<u>DEFERRED MAINTENANCE FUND</u>	<u>REPLACEMENT FUND</u>
CASH FLOWS FROM				
OPERATING ACTIVITIES:				
Excess (deficiency) of revenues over expenses	\$ 110,790	\$ 16,370	\$ (16,307)	\$ 110,727
Adjustments to reconcile excess (deficiency) of revenues over expenses to net cash provided by (used in) operations:				
Bad debt expense	5,700	5,700	-	-
Change in assets and liabilities:				
Accrued interest receivable	(52)	-	-	(52)
Assessments receivable	(11,278)	(11,278)	-	-
Due from Township	(1,509)	(1,509)	-	-
Prepaid insurance	(2,369)	(2,369)	-	-
Prepaid Federal income taxes	(359)	(359)	-	-
Due from operating to replacement	-	1,268	(1,130)	(138)
Accounts payable and accrued expenses	18,604	22,325	-	(3,721)
Assessments received in advance	3,887	3,887	-	-
Federal income taxes payable	(61)	(61)	-	-
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>123,353</u>	<u>33,974</u>	<u>(17,437)</u>	<u>106,816</u>

(CONTINUED)

FOUR OAKS NEIGHBORHOOD ASSOCIATION, INC.

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED NOVEMBER 30, 2012

	<u>TOTAL</u>	<u>OPERATING FUND</u>	<u>DEFERRED MAINTENANCE FUND</u>	<u>REPLACEMENT FUND</u>
(CONTINUED)				
CASH FLOWS FROM INVESTING ACTIVITIES:				
Purchases/maturities of certificates of deposit	(252,005)	-	25,000	(277,005)
Net activity in money market funds	<u>172,047</u>	<u>24</u>	<u>(7,563)</u>	<u>179,586</u>
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	<u>(79,958)</u>	<u>24</u>	<u>17,437</u>	<u>(97,419)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:				
Working capital expense	<u>(8,420)</u>	<u>(8,420)</u>	-	-
NET INCREASE IN CASH AND INTEREST BEARING DEPOSITS	34,975	25,578	-	9,397
CASH AND INTEREST BEARING DEPOSITS - BEGINNING OF YEAR	<u>61,476</u>	<u>61,476</u>	-	-
CASH AND INTEREST BEARING DEPOSITS - END OF YEAR	<u>\$ 96,451</u>	<u>\$ 87,054</u>	<u>\$ -</u>	<u>\$ 9,397</u>
SUPPLEMENTAL DISCLOSURE				
Income taxes paid	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements.

FOUR OAKS NEIGHBORHOOD ASSOCIATION, INC.

NOTES TO THE FINANCIAL STATEMENTS

NOVEMBER 30, 2012

NOTE 1 - NATURE OF ORGANIZATION:

Four Oaks Neighborhood Association, Inc. (the "Association") is a New Jersey corporation subject to the provisions of the Condominium Act of the State of New Jersey. The purpose of the Association is to provide for the preservation of the values and amenities in the community and for the operation and maintenance of the common property. Consisting of 162 residential units, the Association is located in Bedminster, New Jersey.

Members of Four Oaks Neighborhood Condominium Association, Inc. are also members of the Hills Village North Master Association (the "Master"). The Master is responsible for the preservation, maintenance, and management of the major drainage facilities, recreational facilities and field areas. Recreational facilities of the Master include a clubhouse, swimming pool and tennis courts.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Fund Accounting - The Association's governing documents (i.e., Public Offering Statement, Master Deed, and By-laws) provide certain guidelines for governing its financial activities. To ensure observance of limitations and restrictions on the use of financial resources, the Association maintains its accounts in accordance with the principles of fund accounting. Financial resources are classified for accounting and reporting purposes in the following funds established according to their nature and purpose:

Operating Fund - This fund represents the portion of expendable funds that is available for the general operations of the Association.

Deferred Maintenance Fund - The purpose of this fund is to accumulate sufficient amounts which will allow the Association to have the necessary resources to perform painting, powerwashing, deck treatment and other maintenance services which occur less frequently than annually.

Replacement Fund - The purpose of the replacement fund is to accumulate funds over the lives of capital assets which are part of the common elements that are the Association's responsibility to replace so that sufficient amounts are available to pay for their eventual replacement.

Recognition of Assets - The Association's property and common elements are owned by the unit owners in condominium form pursuant to the master deed wherein each of the individual unit owners holds legal title to an undivided interest in property constituting the common elements. Accordingly, no amounts related to these common elements are included on the accompanying balance sheet of the Association. The common elements generally consist of roadways, walkways, fencing, signage, other areas and portions of the buildings not comprising the individual units.

(CONTINUED)

FOUR OAKS NEIGHBORHOOD ASSOCIATION, INC.

NOTES TO THE FINANCIAL STATEMENTS

NOVEMBER 30, 2012

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED):

Cash and Interest Bearing Deposits - Cash and interest bearing deposits are held in bank deposit accounts.

Money Market Funds - Money market funds are recorded at cost which approximated market value at November 30, 2012.

Maintenance Assessments and Assessments Receivable - The Association's members are subject to monthly assessments based upon the annual budget and as determined by the Board of Trustees. The Association retains excess operating funds at the end of the operating year, if any, for use in future operating periods, or as otherwise specified by the Association's governing documents. A portion of the monthly assessments to owners are allocated to the deferred maintenance and replacement fund.

On a periodic basis, the Board and management evaluate the assessments receivable and estimate an allowance for doubtful accounts, based on the current legal status of past due accounts.

Interest Earned - It is the Association's policy to allocate interest earned on all cash, money market funds and certificates of deposit to their respective fund.

Estimates - The preparation of financial statements in conformity with generally accepted accounting principles requires the Board to make estimates and assumptions that affect reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Subsequent Events - The Association has evaluated events and transactions for potential recognition or disclosure through the date of the auditor's report which is the date the financial statements were available to be issued.

FOUR OAKS NEIGHBORHOOD ASSOCIATION, INC.

NOTES TO THE FINANCIAL STATEMENTS

NOVEMBER 30, 2012

NOTE 3 - CERTIFICATES OF DEPOSIT:

Certificates of deposit consisted of the following scheduled maturities at November 30, 2012:

<u>Maturity</u>	<u>Interest Rate</u>	<u>Total</u>	<u>Operating Fund</u>	<u>Replacement Fund</u>
Within one year	0.35%-5.05%	\$602,005	\$25,000	\$577,005
One to two years	0.55%-1.10%	<u>200,000</u>	<u>-</u>	<u>200,000</u>
		<u>\$802,005</u>	<u>\$25,000</u>	<u>\$777,005</u>

The Association intends to hold these certificates of deposit until maturity. Market value approximated amortized cost at November 30, 2012.

Fair value is measured on a recurring basis based on quoted prices in an active market (all Level 1 measurements)

NOTE 4 - DUE FROM TOWNSHIP / TOWNSHIP REIMBURSEMENT:

The Township of Bedminster reimburses the Association for street lighting expenses. During the fiscal year ended November 30, 2012, the Association received the reimbursement for expenses incurred during the fourth quarter of 2011, and the second and third quarters of 2012. The reimbursement for the 1st quarter of 2012 has not been received as of November 30, 2012 and has been recorded as "Due from Township" in the accompanying financial statements.

NOTE 5 - FEDERAL INCOME TAXES:

Under the Internal Revenue Code, associations may be taxed as a condominium association at their election, or as a regular corporation. The association may select either method in any year and will generally select the method that results in the lowest tax due. A method selected in one year affects only that year and the association is free to select either method in future years. By filing as a regular corporation, the association is generally taxed at a lower rate than by filing as a condominium association.

For the year ended November 30, 2012, the Association has not elected to be taxed as a condominium association and will, therefore, be taxed as a corporation. Income taxes of \$380 have been provided based on the excess of non-membership income over non-membership expenses.

(CONTINUED)

FOUR OAKS NEIGHBORHOOD ASSOCIATION, INC.

NOTES TO THE FINANCIAL STATEMENTS

NOVEMBER 30, 2012

NOTE 5 - FEDERAL INCOME TAXES (CONTINUED):

The Association adopted the new accounting for uncertainty in income tax guidance, which clarifies the accounting and recognition for tax positions taken or expected to be taken in its income tax returns. The Association's income tax returns are subject to examination by taxing authorities for three years after the returns are filed. In evaluating the Association's tax provisions and accruals, the Association believes that its estimates are appropriate based on current facts and circumstances.

The Association is incorporated pursuant to Title 15A of the New Jersey Statutes and, therefore, is not liable for New Jersey corporation business income tax.

NOTE 6 - REPLACEMENT FUND:

The Association's governing documents require that funds be accumulated for future major repairs and replacements. Accumulated funds are held in separate accounts and are generally not available for expenditures for normal operations.

The Falcon Group, professional engineering consultants, updated the replacement study effective December 1, 2011 to estimate the remaining useful lives and the replacement costs of the components of common property. Estimates were based on current estimated replacement costs. The table included in the unaudited supplementary information on future major repairs and replacements is based on the updated study.

For the year ended November 30, 2012, the Board funded allocated 94% of the amount recommended by the study, including interest income on the respective replacement cash account, net of Federal income taxes. Threshold funding sets a replacement funding level of maintaining the replacement fund balance above a threshold level (5% of total replacement costs) at its lowest accumulated amount, but below the full funding level. The study recommends annual contributions of \$127,448.

The Board has included \$127,000 in replacement contributions in the budget for the year ending November 30, 2013.

Funds are being accumulated in the replacement fund based upon estimated costs for repairs and replacements of common property components. Actual expenditures may vary from the estimated amounts and the variations may be material. Therefore, amounts accumulated in the replacement fund may not be adequate to meet all future needs for major repairs and replacements. If additional funds are needed, the Association has the right to increase regular assessments, pass special assessments or delay major repairs and replacements until funds are available, if possible.

FOUR OAKS NEIGHBORHOOD ASSOCIATION, INC.

NOTES TO THE FINANCIAL STATEMENTS

NOVEMBER 30, 2012

NOTE 7 - WORKING CAPITAL CONTRIBUTIONS / WORKING CAPITAL EXPENSE:

Upon the acquisition of title to a unit, each new member of the Association must contribute a one-time, non-refundable working capital contribution of two months maintenance fees. Through the year ended November 30, 2009, it was the Board's policy to allocate working capital contributions collected as a separate component of the operating fund. Beginning December 1, 2009, such contributions are allocated as operating revenues in the accompanying financial statements.

During the year ending November 30, 2012, the Board elected to charge working capital \$8,420 for kick plate replacement.

NOTE 8 - HILLS HIGHLAND MASTER ASSOCIATION FEES:

The Master Deed and By-Laws require each association at the "Hills" to pay to the Hills Village North Master Association ("Master Association") a monthly fee to cover the Master Association's expenses. The fee is based upon the Master Association's budget and is allocated to each association based upon its proportionate share of closed units to total closed units of those associations who are members of the Hills Village North Master Association.

In addition, each new member is required to pay a membership fee of two months of the Master Association's fee. This membership fee is remitted to the Master Association and recorded directly to the fund balance in the Master Association's financial statements.

FOUR OAKS NEIGHBORHOOD ASSOCIATION, INC.

SUPPLEMENTARY INFORMATION

FUTURE MAJOR REPAIRS AND REPLACEMENTS

(UNAUDITED)

NOVEMBER 30, 2012

The Falcon Group, professional engineering consultants, updated the replacement study to be effective December 1, 2011 to estimate the remaining useful lives and the replacement costs of the components of common property. Replacement costs were based on the estimated costs to repair or replace the common property components at the date of the study. Estimated current replacement costs have not been revised since that date and do not take into account the effects of inflation between the date of the study and the date that the components will require repair or replacement.

The following information is based on the study and presents significant information about the components of common property.

<u>COMPONENTS</u>	<u>PER 2011 STUDY</u>	
	<u>ESTIMATED REMAINING USEFUL LIVES (YEARS)</u>	<u>ESTIMATED CURRENT REPLACEMENT COSTS</u>
Balcony	5-7	\$ 351,000
Door	19	27,000
Façade	29	2,030,050
Patio	10	17,641
Roof	9	898,650
Walkway	24	2,970
Fencing	19	5,040
Roadway	5-15	291,660
Signage	9	4,500
Utility	13	3,487
Walkway - site	2	27,655
		<u>\$ 3,659,653</u>

Replacement fund balance as of November 30, 2012

\$798,107

FOUR OAKS NEIGHBORHOOD ASSOCIATION, INC.

SUPPLEMENTARY INFORMATION

**TOTAL REVENUES, OPERATING EXPENSES AND
ALLOCATIONS TO THE FUNDS - ACTUAL TO BUDGET**

FOR THE YEAR ENDED NOVEMBER 30, 2012

	<u>ACTUAL</u>	<u>(UNAUDITED) BUDGET</u>
REVENUES		
Maintenance assessments	\$ 394,632	\$ 394,632
Master Association fees	52,488	52,488
Interest income	7,803	250
Working capital contributions	6,440	3,000
Township reimbursement	6,030	5,200
Late fees and fines income	5,773	900
Legal fee income	3,551	3,000
Miscellaneous income	649	250
	<u>477,366</u>	<u>459,720</u>
EXPENSES		
MASTER ASSOCIATION DUES	<u>52,488</u>	<u>52,488</u>
ADMINISTRATIVE		
Insurance	41,591	42,000
Management	33,048	33,048
Legal	6,966	4,000
Bad debt expense	5,700	1,000
Office and postage	4,116	2,800
Audit	3,811	3,800
Engineering	3,775	-
Miscellaneous	291	400
CAI/seminars	230	500
Federal income taxes	-	1,200
	<u>99,528</u>	<u>88,748</u>
TOTAL ADMINISTRATIVE EXPENSES	<u>99,528</u>	<u>88,748</u>

(CONTINUED)

FOUR OAKS NEIGHBORHOOD ASSOCIATION, INC.

SUPPLEMENTARY INFORMATION

TOTAL REVENUES, OPERATING EXPENSES AND
ALLOCATIONS TO THE FUNDS - ACTUAL TO BUDGET

FOR THE YEAR ENDED NOVEMBER 30, 2012

	<u>ACTUAL</u>	<u>(UNAUDITED) BUDGET</u>
EXPENSES (CONTINUED)		
GROUND AND BUILDING MAINTENANCE		
Landscaping	64,201	62,500
Snow removal	33,068	60,000
General maintenance and repairs	30,101	17,000
Trash removal and recycling	20,942	24,000
Landscaping enhancements	17,595	9,832
Sprinkler system	3,335	4,500
Exterminating	2,424	1,000
Superstorm Sandy repairs (operating contingency)	2,199	2,100
	<u>173,865</u>	<u>180,932</u>
UTILITIES		
Electricity and gas	4,981	6,800
Water and sewer	3,733	12,000
	<u>8,714</u>	<u>18,800</u>
ALLOCATIONS TO FUNDS:		
DEFERRED MAINTENANCE FUND		
Maintenance assessments (contributions)	6,000	6,000
Interest income	80	-
	<u>6,080</u>	<u>6,000</u>

(CONTINUED)

FOUR OAKS NEIGHBORHOOD ASSOCIATION, INC.

SUPPLEMENTARY INFORMATION

TOTAL REVENUES, OPERATING EXPENSES AND
ALLOCATIONS TO THE FUNDS - ACTUAL TO BUDGET

FOR THE YEAR ENDED NOVEMBER 30, 2012

	<u>ACTUAL</u>	<u>(UNAUDITED) BUDGET</u>
(CONTINUED)		
REPLACEMENT FUND		
Maintenance assessments (contributions)	112,752	112,752
Interest income	<u>7,569</u>	<u>-</u>
TOTAL ALLOCATIONS TO THE REPLACEMENT FUND	<u>120,321</u>	<u>112,752</u>
TOTAL EXPENSES AND ALLOCATIONS TO THE FUNDS	<u>460,996</u>	<u>459,720</u>
EXCESS OF REVENUES OVER EXPENSES	<u>\$ 16,370</u>	<u>\$ -</u>