

<b>FISCAL YEAR</b>		<b>2007-08</b>				<b>YTD</b>
	<b>1<sup>st</sup> QRT</b>	<b>2nd QTR</b>	<b>3rd QRT</b>	<b>4th QTR</b>	<b>TOTAL</b>	
<b>INCOME</b>	<b>6,290.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>6290.00</b>	
<b>EXPENSES</b>	<b>1549.75</b>	<b>0</b>	<b>0</b>	<b>-</b>	<b>1549.75</b>	
<b>EST. EXPENSES</b>	<b>2025.75</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>2025..75</b>	

**EXPENSE CATEGORY**

<b>Communications</b>	<b>185.60</b>	<b>0</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Legal</b>	<b>0.00</b>	<b>0</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Maint</b>	<b>1224.00</b>	<b>0</b>	<b>0.00</b>	<b>-</b>	<b>1224.00</b>
<b>Office Supplies</b>	<b>0.00</b>			<b>0.00</b>	<b>0.00</b>
<b>Insurance</b>	<b>0.00</b>	<b>0</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Utilities</b>	<b>140.15</b>	<b>0</b>	<b>0.00</b>	<b>0.00</b>	<b>140.15</b>
<b>Social</b>	<b>0.00</b>	<b>0</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>TOTAL- Actual</b>	<b>1549.75</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>1549.75</b>
<b>TOT-EST</b>	<b>2025.75</b>				
<b>NET CASH FLOW</b>					<b>4740.25</b>

I am pleased to report that all homeowners have paid their annual dues assessment for the fiscal year. We appreciate your cooperation and timely payment. We will continue to review ongoing expenses with a goal to providing value to all homeowners.

Our expenses for the first quarter are in line with the budget. The chart above reflects the summary of expenses. The Estimated Expenses include approx. \$476. in accrued lawn care services which have not yet been billed. The bank balance as of Sept. 1, 2007 was \$ 12,744.63.

The required federal and state tax returns have been filed for the 2006-07 fiscal year. Anticipated expenses in the second fiscal quarter include surveys of the signs and related county permit fees.