

1747 WASHINGTON HOA

DECEMBER 31, 2007

|                           |    | ASSETS      |           |
|---------------------------|----|-------------|-----------|
| CASH                      |    |             |           |
| 1010 CASH-BANK OF CHOICE  | \$ | (3,155.69)  |           |
| 1020 RES-BANK OF CHOICE   |    | 17,160.88   |           |
| TOTAL CASH                |    |             | 14,005.19 |
| ACCOUNTS RECEIVABLE       |    |             |           |
| 1110 DUES RECEIVABLE      |    | 10.00       |           |
| 1135 PREPAID EXPENSE      |    | 2,018.00    |           |
| TOTAL RECEIVABLES         |    |             | 2,028.00  |
| TOTAL CURRENT ASSETS      |    |             | 16,033.19 |
| TOTAL ASSETS              |    |             | 16,033.19 |
|                           |    | LIABILITIES |           |
| ACCOUNTS PAYABLE          |    |             |           |
| 2110 ACCOUNTS PAYABLE     |    | 2,314.42    |           |
| 2115 PREPAID ASSESSMENTS  |    | 1,420.26    |           |
| TOTAL PAYABLES            |    |             | 3,734.68  |
| TOTAL LIABILITIES         |    |             | 3,734.68  |
| EQUITY                    |    |             |           |
| 2930 WORKING CAPITAL      |    | 9,996.00    |           |
| 2940 CURRENT EARNINGS     |    | (32,860.09) |           |
| 2941 CURRERNT EARNINGS    |    | 32,860.09   |           |
| 2950 RESERVE FUND-PRIOR   |    | 44,909.73   |           |
| 2955 RESERVE FUND-CURRENT |    | (26,075.22) |           |
| 2960 OPERATING FUND-PRIOR |    | (9,747.13)  |           |
| 2965 OPERATING FD-CURRENT |    | (6,784.87)  |           |
| TOTAL EQUITY              |    |             | 12,298.51 |
| TOT LIABILITY AND EQUITY  |    |             | 16,033.19 |

Budget Comparison Report  
 DECEMBER 31, 2007  
 PREPARED BY

WESTERN STATES PROPERTY SERVICES, INC.

| INCOME                    | BUDGET          | ACTUAL          | CURR. VARIANCE | YTD BUDGET       | YTD ACTUAL       | YTD VARIANCE  |
|---------------------------|-----------------|-----------------|----------------|------------------|------------------|---------------|
| 5110 ASSESSMENTS          | \$ 5,640.00     | \$ 5,640.00     | \$ 0.00        | \$ 67,680.00     | \$ 67,680.00     | \$ 0.00       |
| 5210 LATE FEE CHARGE      | 0.00            | 0.00            | 0.00           | 40.00            | 170.00           | 130.00        |
| 5220 COLLECTION COST REC  | 0.00            | 59.14           | 59.14          | 0.00             | 59.14            | 59.14         |
| 5240 CAPITALIZATION       | 0.00            | 0.00            | 0.00           | 0.00             | 374.00           | 374.00        |
| 5245 INTEREST INCOME      | 10.00           | 1.24            | (8.76)         | 120.00           | 72.52            | (47.48)       |
| 5450 TRANSFERS TO RESERVE | (1,130.00)      | (1,130.00)      | 0.00           | (13,560.00)      | (13,560.00)      | 0.00          |
| <b>TOTAL INCOME</b>       | <b>4,520.00</b> | <b>4,570.38</b> | <b>50.38</b>   | <b>54,280.00</b> | <b>54,795.66</b> | <b>515.66</b> |
| <b>EXPENSES</b>           |                 |                 |                |                  |                  |               |
| 7130 GAS/ELECTRIC         | 418.00          | 523.97          | (105.97)       | 5,016.00         | 4,883.14         | 132.86        |
| 7140 WATER/SEWER          | 45.00           | 483.66          | (438.66)       | 540.00           | 2,776.06         | (2,236.06)    |
| 7141 ANNUAL WASTEWATER    | 0.00            | 0.00            | 0.00           | 2,200.00         | 344.51           | 1,855.49      |
| 7250 LIGHTING             | 30.00           | 0.00            | 30.00          | 360.00           | 0.00             | 360.00        |
| 7255 MISC MAINTENANCE     | 0.00            | 0.00            | 0.00           | 0.00             | 458.26           | (458.26)      |
| 7272 GARAGE DOOR REPAIR   | 0.00            | 0.00            | 0.00           | 200.00           | 808.03           | (608.03)      |
| 7275 ELEVATOR             | 0.00            | 0.00            | 0.00           | 3,108.00         | 4,927.34         | (1,819.34)    |
| 7277 INTERCOM             | 0.00            | 0.00            | 0.00           | 100.00           | 0.00             | 100.00        |
| 7280 TRASH COLLECTIONS    | 404.00          | 400.92          | 3.08           | 4,848.00         | 3,237.19         | 1,610.81      |
| 7285 JANITORIAL           | 660.00          | 1,057.82        | (397.82)       | 7,920.00         | 9,242.76         | (1,322.76)    |
| 7286 LANDSCAPING          | 0.00            | 0.00            | 0.00           | 2,000.00         | 1,082.00         | 918.00        |
| 7300 SNOW REMOVAL         | 100.00          | 468.75          | (368.75)       | 600.00           | 1,662.15         | (1,062.15)    |
| 7310 FIRE ALARM           | 0.00            | 0.00            | 0.00           | 600.00           | 420.00           | 180.00        |
| 7320 FIRE SYSTEM          | 150.00          | 0.00            | 150.00         | 1,800.00         | 0.00             | 1,800.00      |
| 7321 BUILDING SAFETY      | 0.00            | 0.00            | 0.00           | 0.00             | 1,259.35         | (1,259.35)    |
| 7380 PLUMBING/SEWER       | 50.00           | 0.00            | 50.00          | 600.00           | 3,303.50         | (2,703.50)    |
| 7385 ROOF                 | 0.00            | 0.00            | 0.00           | 500.00           | 0.00             | 500.00        |
| 7390 SECURITY/MISC.       | 0.00            | 0.00            | 0.00           | 1,000.00         | 689.69           | 310.31        |
| 7392 ELECTRICAL           | 0.00            | 0.00            | 0.00           | 400.00           | 100.00           | 300.00        |

Budget Comparison Report  
 DECEMBER 31, 2007  
 PREPARED BY

WESTERN STATES PROPERTY SERVICES, INC.

|                         | BUDGET   | ACTUAL   | CURR. VARIANCE | YTD BUDGET | YTD ACTUAL | YTD VARIANCE |
|-------------------------|----------|----------|----------------|------------|------------|--------------|
|                         | \$       | \$       | \$             | \$         | \$         | \$           |
| 7393 PARKING MANAGEMENT | 0.00     | 0.00     | 0.00           | 50.00      | 0.00       | 50.00        |
| 7394 CAULKING           | 0.00     | 0.00     | 0.00           | 400.00     | 0.00       | 400.00       |
| 7395 INTERIOR/EXTERIOR  | 275.00   | 159.00   | 116.00         | 3,300.00   | 3,594.52   | (294.52)     |
| 7714 ELEVATOR PHONE     | 180.00   | 0.00     | 180.00         | 2,160.00   | 1,161.58   | 998.42       |
| 7820 MANAGEMENT         | 635.00   | 635.00   | 0.00           | 7,620.00   | 7,620.00   | 0.00         |
| 7825 LEGAL-MISC         | 50.00    | 0.00     | 50.00          | 600.00     | 1,551.25   | (951.25)     |
| 7830 LEGAL COLLECTION   | 0.00     | 59.14    | (59.14)        | 0.00       | 599.14     | (599.14)     |
| 7835 AUDIT/TAX PREP     | 0.00     | 0.00     | 0.00           | 1,100.00   | 1,100.00   | 0.00         |
| 7845 INSURANCE          | 500.00   | 845.16   | (345.16)       | 6,000.00   | 9,117.00   | (3,117.00)   |
| 7850 LICENSES & DUES    | 0.00     | 0.00     | 0.00           | 160.00     | 0.00       | 160.00       |
| 7860 POSTAGE            | 25.00    | 16.96    | 8.04           | 300.00     | 360.32     | (60.32)      |
| 7861 MEETINGS           | 0.00     | 0.00     | 0.00           | 190.00     | 192.44     | (2.44)       |
| 7862 PRINTING/COPYING   | 40.00    | 130.60   | (90.60)        | 480.00     | 419.58     | 60.42        |
| 7863 MISC ADMIN         | 10.00    | 516.54   | (506.54)       | 120.00     | 670.72     | (550.72)     |
| TOTAL EXPENSES          | 3,572.00 | 5,297.52 | (1,725.52)     | 54,272.00  | 61,580.53  | (7,308.53)   |
| NET PROFIT/LOSS         | 948.00   | (727.14) | (1,675.14)     | 8.00       | (6,784.87) | (6,792.87)   |

Budget Comparison Report  
 DECEMBER 31, 2007

PREPARED BY  
 WESTERN STATES PROPERTY SERVICES, INC.

|                         | BUDGET   | ACTUAL   | CURR. VARIANCE | YTD BUDGET | YTD ACTUAL  | YTD VARIANCE |
|-------------------------|----------|----------|----------------|------------|-------------|--------------|
| RESERVE REVENUE         |          |          |                |            |             |              |
| 9235 BUILDING PAINT     | 726.05   | 726.05   | 0.00           | 8,712.60   | 8,712.60    | 0.00         |
| 9236 STUCCO             | 22.37    | 22.37    | 0.00           | 268.44     | 268.44      | 0.00         |
| 9237 BRICK              | 100.65   | 100.65   | 0.00           | 1,207.80   | 1,207.80    | 0.00         |
| 9245 ROOFS/GUTTERS      | 167.76   | 167.76   | 0.00           | 2,013.12   | 2,013.12    | 0.00         |
| 9260 HEATERS            | 11.77    | 11.77    | 0.00           | 141.24     | 141.24      | 0.00         |
| 9275 ELEVATOR           | 74.56    | 74.56    | 0.00           | 894.72     | 894.72      | 0.00         |
| 9276 INTERCOM           | 26.84    | 26.84    | 0.00           | 322.08     | 322.08      | 0.00         |
| 9350 INTEREST INCOME    | 0.00     | 18.67    | 18.67          | 0.00       | 475.84      | 475.84       |
| TOTAL REVENUE           | 1,130.00 | 1,148.67 | 18.67          | 13,560.00  | 14,035.84   | 475.84       |
| EXPENSE                 |          |          |                |            |             |              |
| 9535 BUILDING PAINT     | 0.00     | 0.00     | 0.00           | 0.00       | 38,551.26   | (38,551.26)  |
| 9560 LANDSCAPING        | 0.00     | 0.00     | 0.00           | 0.00       | 1,559.80    | (1,559.80)   |
| TOTAL EXPENSES          | 0.00     | 0.00     | 0.00           | 0.00       | 40,111.06   | (40,111.06)  |
| EXCESS/LOSS OF RESERVES | 1,130.00 | 1,148.67 | 18.67          | 13,560.00  | (26,075.22) | (39,635.22)  |