

Pacific Palms Owners Association
 BALANCE SHEET
 for the period ending December 31, 2005

	ASSETS	
102	Checking	4,641.02
114	Accounts Receivable	-200.00
	Total Assets	\$4,441.02
	RESERVES	
310	Capital	11,335.94
399	Suspense Account	-61.00
===	Prior Retained Earnings	-7,064.85
---	Net since 10/01/05	230.93
	Total Reserves	\$4,441.02

Prepared on February 7, 2006 by Management.
 Unaudited Statement; Assessments are Accrued; Expenses are Cash Basis.

Pacific Palms Owners Association
INCOME STATEMENT
for the period October 1, 2005 to December 31, 2005

	REVENUE	
402	Assessments	3,000.00
	EXPENDITURES	
693	Gas & Electric	615.97
702	Insurance	590.70
716	Management Fees	375.00
650	Bank Charges	9.00
725	Office Expenses & Misc.	20.05
754	Repairs & Maintenance	279.55
789	Trash	100.02
797	Water and Sewer	623.78
804	Gardening-Landscaping	155.00
	Total Expenditures	\$2,769.07
	NET to RESERVES	\$230.93

Prepared on February 7, 2006 by Management.
Unaudited Statement; Assessments are Accrued; Expenses are Cash Basis.

Pacific Palms Owners Association
 BUDGET COMPARISON
 for the period January 1, 2005 to December 31, 2005

	Actual	Budget	Variance
REVENUE			
402 Assessments	12,000	12,000	
EXPENDITURES			
693 Gas & Electric	1,433	850	69% worse
702 Insurance	1,910	1,500	27% worse
712 Legal and Professional	0	75	100% better
716 Management Fees	1,610	1,500	7% worse
650 Bank Charges	36	50	28% better
725 Office Expenses & Misc.	135	120	13% worse
754 Repairs & Maintenance	1,869	2,000	7% better
789 Trash	382	372	3% worse
797 Water and Sewer	2,167	2,460	12% better
804 Gardening-Landscaping	1,383	600	131% worse
331 Reserve Expenditures	3,249	0	
Total Expenditures	\$14,174	\$9,527	49% worse
NET TAKEN from RESERVES	\$2,173	\$2,473	

Prepared on February 7, 2006 by Management.
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PACIFIC PALMS
A/R Reconciliation Report
as of 12/31/05

Account	Owed	Pd in Adv	Adj	Journal Page
1		200.00		
1			200.00	Folio 1546
2		200.00		
2			200.00	Folio 1546
3		200.00		
4		200.00		
4			200.00	Folio 1546
5		1,400.00		
5			1,400.00	Folio 1546
G/L Total:	<u>0.00</u>	<u>-2,200.00</u>	<u>+2,000.00</u> =	<u>\$-200.00</u>
A/R Total:	0.00	-2,200.00 =	<u>\$-2,200.00</u>	


Each owner payment to Pacific Palms is posted to the owner's account with the date of its receipt. The date used for financial statements and general ledgers, however, is the date of deposit to the bank. Sometimes these two dates are not the same. In order to reconcile owner statements to the financial statements, an adjustment is needed for any check that was outstanding (in-transit to the bank) on the date of this report: 12/31/05. This report prepared on 02/07/06.

LEDGER ACCOUNT for PACIFIC PALMS OWNERS ASSOCIATION
for the period 12/01/05 to 12/31/05; prepared 01/16/06; page 1

Date	Description	Folio	Check	Contra	Amount
102	Checking				
11/30/05	balance forward				4795.10
12/01/05	Deposit	1537		114	600.00
12/01/05	H.C.E.	1539	324	716	-125.00
12/05/05	Deposit	1538		114	200.00
12/07/05	Another Light Idea	1540	325	754	-69.55
12/07/05	Jose Naranjo	1541	326	804	-40.00
12/07/05	City Treasurer	1542	327	797	-249.40
12/07/05	Allied Waste	1543	328	789	-33.91
12/16/05	Deposit	1545		114	200.00
12/23/05	S.D.G.&E.	1552	329	693	-246.32
12/23/05	Allstate Insurance	1553	330	702	-196.90
12/23/05	Jose Naranjo	1554	331	804	-40.00
12/31/05	H.C.E.	1560	337	754	-150.00
12/31/05	12/05 Hold stmt fee	1562		650	-3.00
	Total for Account 102		(-154.08 since 12/01)		4641.02

+
O/S ck's 190.00

O/S ck's # 331 \$40.00
337 \$150.00

\$ 4831.02



Statement of Account

Last statement: November 30, 2005
This statement: December 31, 2005

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Direct inquiries to:
24 Hour Service Call, 800 400-6080

California Bank And Trust
3737 Fifth Avenue
San Diego, CA 92103-4217



PACIFIC PALMS HOA
C/O HILLTOP COMMUNITY EXECUTIVES
PO BOX 34398-205
SAN DIEGO CA 92163

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Summary of Account Balance

Account	Number	Ending Balance
Business Basics	20-801136-71	\$4,831.02

Business Basics

Account number
20-801136-71

7 Enclosures

Beginning balance	\$5,251.50	Avg collected balance	\$5,201.00
Average balance	\$5,304.67	Total subtractions	\$3,420.48
Total additions	\$1,000.00		

Number	Date	Amount
1321	12-05	196.90
1322	12-15	25.00
1324 *	12-01	125.00
1325	12-19	69.55

Number	Date	Amount
1326	12-19	40.00
1327	12-14	249.40
1330 *	12-29	196.90

* Skip in check sequence

Date	Description	Serial Number	Additions	Subtractions
12-01	#Electronified Check Sdg&e Arc Pymt 051201 1320			-200.89
12-02	#Electronified Check Allied Waste Svc Checkpaymt 051202 1318			-33.61
12-02	#Deposit		600.00	
12-05	#Deposit		200.00	
12-14	#Electronified Check Allied Waste Svc Checkpaymt 051214 1328			-33.91
12-16	#Deposit		200.00	
12-28	#Electronified Check Sdg&e Arc Pymt 051228 1329			-246.32
12-31	#Periodic Fee Hold Stmt Fee			-3.00



Daily balances

<i>Date</i>	<i>Amount</i>
11-30	5,251.50
12-01	4,925.61
12-02	5,492.00
12-05	5,495.10

<i>Date</i>	<i>Amount</i>
12-14	5,211.79
12-15	5,186.79
12-16	5,386.79
12-19	5,277.24

<i>Date</i>	<i>Amount</i>
12-28	5,030.92
12-29	4,834.02
12-31	4,831.02



GENERAL LEDGER for PACIFIC PALMS OWNERS ASSOCIATION
for the period 10/01/05 to 12/31/05; prepared 02/07/06; page 1

Date	Description	Folio	Check	Contra	Amount
102 Checking					
09/30/05	balance forward				4410.09
10/04/05	H.C.E.	1515	307	716	-125.00
10/04/05	Allied Waste	1516	308	789	-32.50
10/04/05	City Treasurer	1517	309	797	-198.50
10/04/05	H.C.E.	1518	310	745	-14.15
10/05/05	Deposit	1514		114	600.00
10/17/05	Deposit	1519		114	200.00
10/20/05	Edward Boyce Gardening	1521	311	804	-50.00
10/20/05	Allstate	1522	312	702	-196.90
10/31/05	Deposit	1523		114	800.00
10/31/05	10/31 service charge	1549		650	-3.00
11/01/05	H.C.E.	1524	313	716	-125.00
11/01/05	City Treasurer	1525	314	797	-175.88
11/01/05	H.C.E.	1526	315	745	-5.90
11/04/05	S.D.G.&E.	1529	316	693	-168.76
11/08/05	Deposit	1527		114	400.00
11/18/05	Jeff Keywan	1530	317	754	-60.00
11/23/05	Allied Waste	1531	318	789	-33.61
11/23/05	void	1532	319	789	0.00
11/23/05	S.D.G.E.	1533	320	693	-200.89
11/23/05	Allstate	1534	321	702	-196.90
11/23/05	Edward Boyce	1535	322	804	-25.00
11/23/05	void	1536	323	804	0.00
11/30/05	11/30 service charge	1550		650	-3.00
12/01/05	Deposit	1537		114	600.00
12/01/05	H.C.E.	1539	324	716	-125.00
12/05/05	Deposit	1538		114	200.00
12/07/05	Another Light Idea	1540	325	754	-69.55
12/07/05	Jose Naranjo	1541	326	804	-40.00
12/07/05	City Treasurer	1542	327	797	-249.40
12/07/05	Allied Waste	1543	328	789	-33.91
12/16/05	Deposit	1545		114	200.00
12/23/05	S.D.G.&E.	1552	329	693	-246.32
12/23/05	Allstate Insurance	1553	330	702	-196.90
12/23/05	Jose Naranjo	1554	331	804	-40.00
12/31/05	H.C.E.	1560	337	754	-150.00
12/31/05	12/05 Hold stmt fee	1562		650	-3.00
	Total for Account 102	(230.93	since 10/01)		4641.02
114 Accounts Receivable					
09/30/05	balance forward				-200.00
10/01/05	A/R Recurring Jrnl	1510		402	1000.00
10/05/05	A/R Payments Rcvd	1514		102	-600.00
10/17/05	A/R Payments Rcvd	1519		102	-200.00
10/31/05	A/R Payments Rcvd	1523		102	-800.00
11/01/05	A/R Recurring Jrnl	1520		402	1000.00
11/08/05	A/R Payments Rcvd	1527		102	-400.00
12/01/05	A/R Recurring Jrnl	1528		402	1000.00
12/01/05	A/R Payments Rcvd	1537		102	-600.00
12/05/05	A/R Payments Rcvd	1538		102	-200.00
12/16/05	A/R Payments Rcvd	1545		102	-200.00

GENERAL LEDGER for PACIFIC PALMS OWNERS ASSOCIATION
for the period 10/01/05 to 12/31/05; prepared 02/07/06; page 2

Date	Description	Folio	Check	Contra	Amount
					Total for Account 114
					-200.00
310 Capital					
09/30/05	balance forward				-11335.94
					Total for Account 310
					-11335.94
399 Suspense Account					
09/30/05	balance forward				61.00
					Total for Account 399
					61.00
402 Assessments					
10/01/05	A/R Recurring Jrnl	1510		114	-1000.00
11/01/05	A/R Recurring Jrnl	1520		114	-1000.00
12/01/05	A/R Recurring Jrnl	1528		114	-1000.00
					Total for Account 402
					-3000.00
650 Bank Charges					
10/31/05	10/31 service charge	1549		102	3.00
11/30/05	11/30 service charge	1550		102	3.00
12/31/05	12/05 Hold stmt fee	1562		102	3.00
					Total for Account 650
					9.00
693 Gas & Electric					
11/04/05	09/09-10/05/05 S.D.G.&E.	1529	316	102	168.76
11/23/05	10/06-11/03/05 S.D.G.E.	1533	320	102	200.89
12/23/05	11/03-12/05 S.D.G.&E.	1552	329	102	246.32
					Total for Account 693
					615.97
702 Insurance					
10/20/05	Allstate	1522	312	102	196.90
11/23/05	Allstate	1534	321	102	196.90
12/23/05	Allstate Insurance	1553	330	102	196.90
					Total for Account 702
					590.70
716 Management Fees					
10/04/05	10/05	1515	307	102	125.00
11/01/05	11/05	1524	313	102	125.00
12/01/05	12/05	1539	324	102	125.00
					Total for Account 716
					375.00
725 Office Expenses & Misc. - the sum of the following accounts:					
09/30/05	balance fwd since 01/01		Acc	718	74.00
09/30/05	balance fwd since 01/01		Acc	744	183.59
09/30/05	balance fwd since 01/01		Acc	745	247.69
12/31/05	Postage		Acc	744	7.39
12/31/05	Printing and Copies		Acc	745	12.66
					Total for Account 725 (20.05 since 10/01)
					525.33
744 Postage					
10/04/05	09/05	1518	310	102	3.89
11/01/05	10/05	1526	315	102	3.50
					Total for Account 744
					7.39

GENERAL LEDGER for PACIFIC PALMS OWNERS ASSOCIATION
for the period 10/01/05 to 12/31/05; prepared 02/07/06; page 3

Date	Description	Folio	Check	Contra	Amount
745 Printing and Copies					
10/04/05	09/05	1518	310	102	10.26
11/01/05	10/05	1526	315	102	2.40
Total for Account 745					12.66
754 Repairs & Maintenance					
11/18/05	Paintout Graffiti Jeff	1530	317	102	60.00
12/07/05	Another Light Idea	1540	325	102	69.55
12/31/05	J1014	1560	337	102	150.00
Total for Account 754					279.55
789 Trash					
10/04/05	09/05 Allied Waste	1516	308	102	32.50
11/23/05	10/05 Allied Waste	1531	318	102	33.61
12/07/05	11/05 Allied Waste	1543	328	102	33.91
Total for Account 789					100.02
797 Water and Sewer					
10/04/05	08/19-09/21 City Treasur	1517	309	102	198.50
11/01/05	09/21-10/21 City Treasur	1525	314	102	175.88
12/07/05	10/21-11/22 City Treasur	1542	327	102	249.40
Total for Account 797					623.78
804 Gardening-Landscaping					
10/20/05	09/05 Edward Boyce Garde	1521	311	102	50.00
11/23/05	Final Bill Edward Boyce	1535	322	102	25.00
12/07/05	11/05 Jose Naranjo	1541	326	102	40.00
12/23/05	12/05 Jose Naranjo	1554	331	102	40.00
Total for Account 804					155.00