

**Silverwood Plantation Homeowners
Association, Inc.
Financial Statements
For the One Month and Five Months
Ended May 31, 2020**

Wilson & Kessler CPA LLC
Certified Public Accountants
Post Office Box 1000
Springfield, GA 31329

June 11, 2020

To Management
Silverwood Homeowners Association Inc.
Rincon, GA

Management is responsible for the accompanying financial statements of Silverwood Plantation Homeowners Association, Inc (a corporation), which comprise the statement of assets, liabilities, and equity - tax basis as of May 31, 2020, and the related statement of revenues, expenses and cash flows - tax basis actual and budget for the one month and five months ended May 31, 2020, and for determining that the tax basis of accounting is an acceptable financial reporting framework. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The financial statements are prepared in accordance with the tax basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Management has elected to omit substantially all of the disclosures ordinarily included in financial statements prepared on the tax basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the company's assets, liabilities, equity, revenues, and expenses. Accordingly, the financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to Silverwood Plantation Homeowners Association Inc.


Wilson & Kessler CPA LLC

Silverwood Plantation Homeowners Association, Inc.
Statement of Assets, Liabilities and Equity
Tax Basis
May 31, 2020

Assets

Current Assets

Renasant Bank - Operating Account	\$	97,821.82	
Receivables		13,208.12	
Total Current Assets	\$		111,029.94

Fixed Assets

Clubhouse		141,509.98	
Security Gates and Cameras		53,999.93	
Furniture, Fixtures & Equipment		24,949.47	
Accumulated Depreciation		(220,459.38)	
Net Fixed Assets			0.00

Board Designated Assets

Renasant Bank - Road Fund		154,965.66	
Renasant Bank - Drainage Fund		61,537.59	
Renasant Bank - Special Fund		21,903.74	
Total Board Designated Assets			238,406.99

Total Assets

\$ 349,436.93

Silverwood Plantation Homeowners Association, Inc.
Statement of Assets, Liabilities and Equity
Tax Basis
May 31, 2020

Liabilities and Equity

Current Liabilities

Prepaid Dues	\$ 50,729.31	
Total Current Liabilities		\$ 50,729.31

Equity

Retained Earnings	110,253.72	
Developer's Contributions	163,430.15	
Y-T-D Net Income	25,023.75	
Total Equity		<u>298,707.62</u>

**Total Liabilities and
Equity**

\$ 349,436.93

Silverwood Plantation Homeowners Association, Inc.
Statement of Revenues and Expenses - Actual and Budget
Tax Basis
For the One Month and Five Months Ended May 31, 2020

	One Month Actual	Five Months Actual	Annual Budget
Recurring Revenue			
Monthly Fee Revenue	\$ 20,514.00	\$ 111,306.00	\$ 246,168.00
Interest Income	5.04	236.03	0.00
Lamp posts, lens and panels	0.00	20.00	0.00
Late Fees Assessed	277.20	1,990.20	0.00
Gate Cards and Decals	310.00	1,500.00	0.00
Total Recurring Revenue	<u>21,106.24</u>	<u>115,052.23</u>	<u>246,168.00</u>
Common\Recurring Expenses			
Club House			
Gas	45.56	312.62	900.00
Water	21.00	101.00	500.00
Electricity	91.40	424.79	1,200.00
Cleaning	100.00	1,600.00	5,200.00
Pest Control	85.00	425.00	900.00
Maintenance and Supplies	4,207.52	6,269.95	4,000.00
Tennis Courts			
Electricity	185.56	862.42	2,000.00
Maintenance	0.00	121.86	400.00
Gate and Guard House			
Electricity	91.21	480.36	1,200.00
Maintenance	0.00	739.69	2,000.00
Lakes			
Electricity	861.64	4,276.19	8,600.00
Treatment	762.47	3,812.35	8,900.00
Maintenance	0.00	400.00	500.00
Culvert Maintenance	0.00	0.00	5,000.00
Common Grounds			
Lawn Care	1,700.00	7,325.00	24,000.00
Pruning and Tree Removal	0.00	0.00	3,000.00
Planting and Supplies	0.00	0.00	1,200.00
Water Irrigation	33.65	113.65	800.00
Electricity	1,125.64	5,395.64	13,000.00
Maintenance	52.90	769.20	10,000.00

See Accountant's Compilation Report

Silverwood Plantation Homeowners Association, Inc.
Statement of Revenues and Expenses - Actual and Budget
Tax Basis
For the One Month and Five Months Ended May 31, 2020

	One Month Actual	Five Months Actual	Annual Budget
Administrative			
Accounting Fees	850.00	4,760.00	11,000.00
Legal Expenses	77.50	655.19	5,000.00
Lein Fees	0.00	125.00	50.00
Accounting Fees - Collections	75.00	315.00	900.00
Covenant Software	0.00	285.00	1,150.00
Office Supplies and Expenses	16.45	257.47	800.00
Bank Fees	0.00	0.00	60.00
Copying and Printing	185.62	1,035.51	2,500.00
Postage	41.70	275.05	500.00
Administrative Support	1,333.33	6,666.65	16,000.00
Grounds Support	1,520.00	7,600.00	15,058.00
Telephone	422.11	2,112.48	4,700.00
Website	0.00	0.00	250.00
Social Activities	0.00	227.05	700.00
General			
Insurance	0.00	11,241.00	12,500.00
Property Taxes	0.00	0.00	1,300.00
State Taxes	0.00	89.00	20.00
Federal Taxes	0.00	463.00	350.00
Registration Fee	0.00	30.00	30.00
Total Recurring Expenses	<u>13,885.26</u>	<u>69,567.12</u>	<u>166,168.00</u>
Recurring Income (Loss)	<u>7,220.98</u>	<u>45,485.11</u>	<u>80,000.00</u>

See Accountant's Compilation Report

Silverwood Plantation Homeowners Association, Inc.
Statement of Revenues and Expenses - Actual and Budget
Tax Basis
For the One Month and Five Months Ended May 31, 2020

	One Month Actual	Five Months Actual	Annual Budget
Non-Recurring Revenue			
Covenant Fees Assessed	0.00	1,130.00	0.00
Gate Damage	0.00	1,520.13	0.00
Legal Fees Assessed	201.18	1,068.22	0.00
Total Non-Recurring Revenue	<u>201.18</u>	<u>3,718.35</u>	<u>0.00</u>
 Non-Recurring Expense			
Covenant Fines - Write offs	0.00	6,660.00	0.00
Late Fees - Write Offs	0.00	3.08	0.00
Gate Repairs	0.00	1,520.13	0.00
Capital Expenditure - Road Maintenance	0.00	0.00	35,000.00
Capital Expenditure - Drainage Maintenance	0.00	13,432.80	45,000.00
Capital Expenditure - Clubhouse	2,563.70	2,563.70	0.00
Speed Humps	0.00	0.00	20,000.00
Road Fund	0.00	0.00	30,000.00
Total Non-Recurring Expense	<u>2,563.70</u>	<u>24,179.71</u>	<u>130,000.00</u>
Net Non-Recurring Revenue (Expense)	<u>(2,362.52)</u>	<u>(20,461.36)</u>	<u>(130,000.00)</u>
 Net Income	 <u>\$ 4,858.46</u>	 <u>\$ 25,023.75</u>	 <u>\$ (50,000.00)</u>

**Silverwood Plantation Homeowners
Statement of Cash Flows
Tax Basis
For the One Month and Five Months Ended May 31, 2020**

	For the Month Ended <u>May 31, 2020</u>	For the Year Ended <u>May 31, 2020</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income (Loss)	\$ <u>7,417.12</u>	\$ <u>48,967.43</u>
Adjustments to reconcile Net Income (Loss) to net Cash provided by (used in) operating activities:		
Decrease (Increase) in Operating Assets:		
Accounts Receivable	1,952.40	(153.76)
Increase (Decrease) in Operating Liabilities:		
Accounts Payable	(925.00)	0.00
Unearned Revenue	<u>(1,220.50)</u>	<u>11,843.00</u>
Total Adjustments	<u>(193.10)</u>	<u>11,689.24</u>
Net Cash Provided By (Used in) Operating Activities	7,224.02	60,656.67
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital Expenditures	(2,563.70)	(24,179.71)
Interest and Dividends Earned	<u>5.04</u>	<u>236.03</u>
Net Cash Provided By (Used In) Investing Activities	<u>(2,558.66)</u>	<u>(23,943.68)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Net Cash Provided By (Used In) Financing Activities	<u>0.00</u>	<u>0.00</u>
NET INCREASE (DECREASE) IN CASH	4,665.36	36,712.99
CASH AT BEGINNING OF PERIOD	<u>331,563.45</u>	<u>299,515.82</u>
CASH AT END OF PERIOD	<u>\$ <u>336,228.81</u></u>	<u>\$ <u>336,228.81</u></u>