

**Silverwood Plantation Homeowners
Association, Inc.
Financial Statements
For the One Month and Twelve Months
Ended December 31, 2021**

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

January 13, 2022

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 December 31, 2021, and the related statement of revenues, expenses and cash flows - tax basis actual and budget for the one month and twelve months ended December 31, 2021, 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.

A handwritten signature in cursive script that reads "Wilson & Kessler".

Wilson & Kessler CPA LLC

Silverwood Plantation Homeowners Association, Inc.
Statement of Assets, Liabilities and Equity
Tax Basis
December 31, 2021

Assets

Current Assets

Renasant Bank - Operating Account	\$	119,230.98	
Receivables		7,138.14	
Total Current Assets			\$ 126,369.12

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		185,033.48	
Renasant Bank - Drainage Fund		87,785.61	
Renasant Bank - Special Fund		28,913.90	
Total Board Designated Assets			301,732.99

Total Assets			\$ 428,102.11
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Silverwood Plantation Homeowners Association, Inc.
Statement of Assets, Liabilities and Equity
Tax Basis
December 31, 2021

Liabilities and Equity

Current Liabilities

Prepaid Dues	\$ 51,136.25	
Total Current Liabilities		\$ 51,136.25

Equity

Retained Earnings	137,292.99	
Developer's Contributions	163,430.15	
Y-T-D Net Income	76,242.72	
Total Equity		<u>376,965.86</u>

**Total Liabilities and
Equity**

\$ 428,102.11

Silverwood Plantation Homeowners Association, Inc.
Statement of Revenues and Expenses - Actual and Budget
Tax Basis
For the One Month and Twelve Months Ended December 31, 2021

	One Month Actual	Twelve Months Actual	Annual Budget
Recurring Revenue			
Monthly Fee Revenue	\$ 20,393.10	\$ 258,476.40	\$ 258,476.00
Interest Income	6.41	73.04	0.00
Late Fees Assessed	180.00	3,184.68	0.00
Gate Cards and Decals	893.00	3,727.00	0.00
Other Income	75.00	95.00	0.00
Total Recurring Revenue	<u>21,547.51</u>	<u>265,556.12</u>	<u>258,476.00</u>
Common\Recurring Expenses			
Club House			
Gas	94.77	808.24	900.00
Water	49.15	637.40	500.00
Electricity	59.59	1,044.57	1,200.00
Cleaning	300.00	5,000.00	5,200.00
Pest Control	85.00	1,019.97	1,000.00
Maintenance and Supplies	388.42	4,560.64	9,200.00
Tennis Courts			
Electricity	120.98	2,120.78	2,200.00
Maintenance	0.00	834.84	400.00
Gate and Guard House			
Electricity	110.53	1,347.69	1,200.00
Gate Cards and Decals	0.00	2,019.59	0.00
Maintenance	0.00	2,018.52	5,000.00
Lakes			
Electricity	875.40	9,789.44	10,000.00
Treatment	785.34	9,424.08	9,100.00
Maintenance	0.00	2,283.30	500.00
Culvert Maintenance	0.00	0.00	3,000.00
Common Grounds			
Lawn Care	1,666.66	16,499.94	21,000.00
Pruning and Tree Removal	0.00	6,414.41	3,000.00
Planting and Supplies	0.00	3,010.98	500.00
Water Irrigation	22.00	725.31	800.00
Electricity	1,120.46	13,415.03	13,000.00
Maintenance	134.53	3,207.58	5,000.00

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 Twelve Months Ended December 31, 2021

	One Month Actual	Twelve Months Actual	Annual Budget
Administrative			
Accounting Fees	890.00	10,940.00	11,000.00
Legal Expenses	321.95	750.68	5,000.00
Lein Fees	0.00	207.04	350.00
Accounting Fees - Collections	75.00	900.00	900.00
Covenant Software	95.00	1,140.00	1,150.00
Office Supplies and Expenses	62.51	2,718.97	800.00
Bank Fees	36.00	178.00	60.00
Copying and Printing	944.37	3,759.22	2,000.00
Postage	289.00	808.67	800.00
Administrative Support	1,552.00	14,190.73	16,000.00
Grounds Support	1,328.00	13,628.00	20,800.00
Telephone	453.52	5,495.31	4,700.00
Website	0.00	228.98	250.00
Social Activities	241.92	551.81	700.00
General			
Insurance	0.00	11,489.00	12,500.00
Property Taxes	0.00	1,050.05	1,300.00
State Taxes	0.00	0.00	86.00
Federal Taxes	0.00	48.00	350.00
Registration Fee	0.00	30.00	30.00
Total Recurring Expenses	<u>12,102.10</u>	<u>154,296.77</u>	<u>171,476.00</u>
Recurring Income (Loss)	<u>9,445.41</u>	<u>111,259.35</u>	<u>87,000.00</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 Twelve Months Ended December 31, 2021

	One Month Actual	Twelve Months Actual	Annual Budget
Non-Recurring Revenue			
Gate Damage	0.00	1,627.31	0.00
Return Check Fees	36.00	70.00	0.00
Legal Fees Assessed	0.00	490.63	0.00
Total Non-Recurring Revenue	<u>36.00</u>	<u>2,187.94</u>	<u>0.00</u>
Non-Recurring Expense			
Late Fees - Write Offs	0.00	120.00	0.00
Gate Damage	0.00	1,412.75	0.00
Capital Expenditure - Road Maintenance	0.00	0.00	25,000.00
Capital Expenditure - Lakes	0.00	2,262.00	0.00
Capital Expenditure - Drainage Maintenance	0.00	2,200.00	25,000.00
Capital Expenditure - Pavilion	0.00	510.32	0.00
Capital Expenditure - Clubhouse	0.00	18,000.00	0.00
Capital Expenditure - Gate	0.00	12,699.50	0.00
Capital Expenditure - Gym	0.00	0.00	7,000.00
Road Fund	0.00	0.00	30,000.00
Total Non-Recurring Expense	<u>0.00</u>	<u>37,204.57</u>	<u>87,000.00</u>
Net Non-Recurring Revenue (Expense)	<u>36.00</u>	<u>(35,016.63)</u>	<u>(87,000.00)</u>
Net Income	<u>\$ 9,481.41</u>	<u>\$ 76,242.72</u>	<u>\$ 0.00</u>

See Accountant's Compilation Report

Silverwood Plantation Homeowners
Statement of Cash Flows
Tax Basis
For the One Month and Twelve Months Ended December 31, 2021

	For the Month Ended <u>December 31, 2021</u>	For the Year Ended <u>December 31, 2021</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income (Loss)	\$ 9,475.00	\$ 113,374.25
Adjustments to reconcile Net Income (Loss) to net Cash provided by (used in) operating activities:		
Decrease (Increase) in Operating Assets:		
Accounts Receivable	(1.57)	(1,093.22)
Increase (Decrease) in Operating Liabilities:		
Unearned Revenue	26,509.19	5,516.95
Total Adjustments	<u>26,507.62</u>	<u>4,423.73</u>
Net Cash Provided By (Used in) Operating Activities	35,982.62	117,797.98
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital Expenditures	0.00	(37,204.57)
Interest and Dividends Earned	6.41	73.04
Net Cash Provided By (Used in) Investing Activities	<u>6.41</u>	<u>(37,131.53)</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	35,989.03	80,666.45
CASH AT BEGINNING OF PERIOD	<u>384,974.94</u>	<u>340,297.52</u>
CASH AT END OF PERIOD	<u><u>\$ 420,963.97</u></u>	<u><u>\$ 420,963.97</u></u>