

FOOTHILLS CLUSTERS HOMEOWNERS ASSOCIATION, INC.

FINANCIAL STATEMENTS

Year Ended December 31, 2019

HOLM & VALENZUELA, CPAs, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

3208 EAST FORT LOWELL ROAD, SUITE 105

TUCSON, ARIZONA 85716

TELEPHONE: 520-777-3137

DOUGLAS R. HOLM, CPA

DRHOLM1@EARTHLINK.NET

FAX: 520-777-3901

JANETTE G. VALENZUELA, CPA

JANETTEV@EARTHLINK.NET

INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

To the Board of Directors and Members
Foothills Clusters Homeowners Association, Inc.

Management is responsible for the accompanying financial statements of Foothills Clusters Homeowners Association, Inc. as of December 31, 2019, which comprise the statement of assets, liabilities and fund balances--cash basis and the related statement of revenues, expenses, and changes in fund balances--cash basis for the year then ended in accordance with the cash basis of accounting. 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. 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 cash 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 in accordance with the cash basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Association's assets, liabilities, fund balance, revenues, and expenses. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Required Supplementary Information

Management has omitted supplementary information about future major repairs and replacements of common property that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Financial Accounting Standards Board, who considers it to be an essential part of financial reporting and for placing the basic financial statements in an appropriate operational, economic, or historical context.

Holm & Valenzuela CPAs PC

Tucson, Arizona

February 26, 2020

FOOTHILLS CLUSTERS HOMEOWNERS ASSOCIATION, INC.
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES--Cash Basis
December 31, 2019

ASSETS

Cash in Alliance Association Bank		
Checking--1225	\$ 22,600	
Checking--4135	988	
Money Market--5387	364	
Certificate of Deposit--5197	<u>203,096</u>	\$ 227,048
Cash in Western Alliance Bank		
CD issued by Associated Bank	177,769	
CD issued by First Choice Bank	242,932	
CD issued by Norway Savings Bank	<u>83,308</u>	504,009
Savings bond		<u>500</u>
TOTAL ASSETS		\$ <u>731,557</u>

LIABILITIES AND FUND BALANCES

Liabilities	\$ ---
Fund balances	<u>731,557</u>
TOTAL LIABILITIES AND FUND BALANCES	\$ <u>731,557</u>

See independent accountant's compilation report.

FOOTHILLS CLUSTERS HOMEOWNERS ASSOCIATION, INC.
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND BALANCES--Cash Basis
Year Ended December 31, 2019

REVENUES

Assessments	\$ 95,821
Transfer fees	5,760
Interest income	<u>7,574</u>
	109,155

EXPENSES

Accounting	\$ 825
Foothills Master Association	6,606
Insurance	2,678
Landscaping	1,473
Legal	1,771
Maintenance	4,975
Office expenses	6,185
Rent	2,364
Taxes	208
Utilities	<u>286</u>
TOTAL EXPENSES	<u>27,371</u>
EXCESS OF REVENUES OVER EXPENSES	81,784
BEGINNING FUND BALANCES--January 1, 2019	<u>649,773</u>
ENDING FUND BALANCES--December 31, 2019	\$ <u>731,557</u>

See independent accountant's compilation report.