

Circle Square Ranch Master Association, Inc.
Annual Budget
Calendar Year 2011

	Buildout	Budget 2011	Budget 2010
Average Homes in Master Association	12,410	5,269	5,064
Revenues:			
Note 1 Neighborhood Association Fees		\$ 2,035,885.53	\$ 2,041,853.24
Carry Forward of Projected Cash Balance		\$ 160,000.00	\$ 350,000.00
Total Revenue & Cash Balance Carryforward		\$ 2,195,885.53	\$ 2,391,853.24
Expenses:			
Note 2 Common Areas, Roadways and Community Systems		\$ 767,271.82	\$ 718,632.02
Note 2 Management Service Fees & Expenses			
Services Agreement		\$ 899,877.12	\$ 899,877.12
Operating Expenses and Overhead		\$ 1,326,944.68	\$ 1,514,924.24
Management Fees		\$ 124,400.00	\$ 119,480.00
Total Management Service Fees & Expenses		\$ 2,351,221.80	\$ 2,534,281.36
Note 3 Insurance Expense		\$ 14,000.00	\$ 18,000.00
Note 4 Licenses, Real Estate Taxes and Other Taxes		\$ 4,400.00	\$ 3,200.00
Note 5 Legal and Accounting Expenses		\$ 14,750.00	\$ 17,250.00
Total Expenses		\$ 3,151,643.62	\$ 3,291,363.38
Note 6 Management Company Services Agreement Abatement		\$ (955,758.12)	\$ (899,877.12)
Net Operating Expenses		\$ 2,195,885.50	\$ 2,391,486.26
Net Association Surplus (Deficit)		\$ 0.03	\$ 366.98
Monthly Assessment - Circle Square Ranch Master Assoc.		\$ 49.85	\$ 54.16
Note 6 Management Company Monthly Per Unit Subsidy		\$ (11.96)	\$ (14.81)
Net Monthly Homeowner Assessment		\$ 37.89	\$ 39.35
Note 7 Special Benefit Area Adjustment for Pulte- Stone Creek		\$ (1.13)	\$ (1.06)
Net Monthly Homeowner Assessment - Stone Creek		\$ 36.76	\$ 38.29
Special Benefit Area Adjustment for OTOW Communities		\$ -	\$ (1.32)
Net Monthly Homeowner Assessment - OTOW Communities		\$ 37.89	\$ 38.04
Net Monthly Homeowner Assessment - All Other Areas		\$ 31.01	\$ 34.56

Circle Square Ranch Master Association
Notes to Annual Budget
2011

- **Note 1:** Monthly Fees collected from Neighborhood Associations for owners or purchasers in each neighborhood during 2011.

- **Note 2:** Each Neighborhood Association is a member of Circle Square Ranch Master Association. The Master Association is tasked with providing services and amenities for the benefit of all residents living at On Top of the World and Stone Creek that are not delivered through the Neighborhood Associations or Community Development Districts (CDD). In 2010, the Master Association assumed delivery of internet services as part of the Community System services it provides. Circle Square Commons is operated by the Master Association. The Master Association is also responsible for maintenance and landscaping on the main boulevards throughout the communities. The Master Association is providing the amenities through a Master Services Agreement with Parkway Maintenance and Management Company.

- **Note 3:** Insurance expense is for general liability and Directors and Officers insurance for the Master Association.

- **Note 4:** Expenses relate to filing fees for the State of Florida for the Master Association annual report, real estate taxes on the common property in the Master Association.

- **Note 5:** The Association has an operating budget in excess \$400,000, under Florida Statutes; the Association must provide owners an annual Audited Financial statement. A CPA firm performs the audit. The Master Association also has tax returns and state filings annually.

- **Note 6:** Parkway Maintenance and Management Company elects not to bill the Master Association for all of the Services and the cost of operating the Amenities in Circle Square Commons as a way of offsetting the monthly assessment to the Members of the Master Association.

- **Note 7:** The Special Benefit area deduction for Stone Creek owners is the cost of right of way maintenance for SW 90th Terrace from SW 80th Street to State Road 200.

This budget does not omit any material facts.