



COPY

**STATE OF ARIZONA
CORPORATION COMMISSION
CORPORATION ANNUAL REPORT
& CERTIFICATE OF DISCLOSURE**

AZ Corp. Commission



01569314

DUE ON OR BEFORE 04/24/2006

FY05-06

FILING FEE \$10.00

The following information is required by A.R.S. §§10-1622 & 10-11622 for all corporations organized pursuant to Arizona Revised Statutes, Title 10. The Commission's authority to prescribe this form is A.R.S. §§10-121.A. & 10-3121.A. **YOUR REPORT MUST BE SUBMITTED ON THIS ORIGINAL FORM.** Make changes or corrections where necessary. Information for the report should reflect the current status of the corporation. See instructions on page 4 for proper format.

RECEIVED

MAY 04 2006

**ARIZONA CORP. COMMISSION
CORPORATIONS DIVISION**

1. -0162372-3
GEORGIA SQUARE CONDOMINIUM ASSOCIATION, INC.
2 W GEORGIA AVE ~~Unit #6~~ Unit #6
PHOENIX, AZ 85013

* DELINQUENT ANNUAL REPORT 08/26/2005; CONTACT THE COMMISSION AT 602-542-3285!

Business Phone: _____ (Business phone is optional.)

State of Domicile: ARIZONA

Type of Corporation: NON-PROFIT

2. Statutory Agent: MOHR HACKETT PEDERSON BLAKLEY Physical Address, If Different.
Mailing Address: 2800 N CENTRAL AVE #1100 Physical Address:
City, State, Zip: PHOENIX, AZ 85004-1043 City, State, Zip:

ACC USE ONLY

Fee \$ 10

Penalty \$ _____

Reinstate \$ _____

Expedite \$ _____

Resubmit \$ _____

Use this box only if appointing a new Statutory Agent

If appointing a new statutory agent, the new agent MUST consent to that appointment by signing below.

I, (individual) or We, (corporation or limited liability company) having been designated the new Statutory Agent, do hereby consent to this appointment until my removal or resignation pursuant to law.

Signature of new Statutory Agent

Printed Name of new Statutory Agent

3. Secondary Address:

(Foreign Corporations are
REQUIRED to complete
this section).

4. Check the one category below which best describes the CHARACTER OF BUSINESS of your corporation.

BUSINESS CORPORATIONS

- | | |
|---|--|
| ☐ 1. Accounting | ☐ 20. Manufacturing |
| ☐ 2. Advertising | ☐ 21. Mining |
| ☐ 3. Aerospace | ☐ 22. News Media |
| ☐ 4. Agriculture | ☐ 23. Pharmaceutical |
| ☐ 5. Architecture | ☐ 24. Publishing/Printing |
| ☐ 6. Banking/Finance | ☐ 25. Ranching/Livestock |
| ☐ 7. Barbers/Cosmetology | ☐ 26. Real Estate |
| ☐ 8. Construction | ☐ 27. Restaurant/Bar |
| ☐ 9. Contractor | ☐ 28. Retail Sales |
| ☐ 10. Credit/Collection | ☐ 29. Science/Research |
| ☐ 11. Education | ☐ 30. Sports/Sporting Events |
| ☐ 12. Engineering | ☐ 31. Technology(Computers) |
| ☐ 13. Entertainment | ☐ 32. Technology(General) |
| ☐ 14. General Consulting | ☐ 33. Television/Radio |
| ☐ 15. Health Care | ☐ 34. Tourism/Convention Services |
| ☐ 16. Hotel/Motel | ☐ 35. Transportation |
| ☐ 17. Import/Export | ☐ 36. Utilities |
| ☐ 18. Insurance | ☐ 37. Veterinary Medicine/Animal Care |
| ☐ 19. Legal Services | ☐ 38. Other _____ |

NON-PROFIT CORPORATIONS

- | |
|--|
| ☐ 1. Charitable |
| ☐ 2. Benevolent |
| ☐ 3. Educational |
| ☐ 4. Civic |
| ☐ 5. Political |
| ☐ 6. Religious |
| ☐ 7. Social |
| ☐ 8. Literary |
| ☐ 9. Cultural |
| ☐ 10. Athletic |
| ☐ 11. Science/Research |
| ☐ 12. Hospital/Health Care |
| ☐ 13. Agricultural |
| ☐ 14. Animal Husbandry |
| ☒ 15. Homeowner's Association |
| ☐ 16. Professional, commercial
industrial or trade association |
| ☐ 17. Other _____ |

5. CAPITALIZATION: (Business Corporations and Business Trusts are **REQUIRED** to complete this section.)

Business trusts must indicate the number of transferable certificates held by trustees evidencing their beneficial interest in the trust estate.

5a. Please examine the corporation's original Articles of Incorporation for the amount of **shares authorized**.

Number of Shares/Certificates **Authorized** Class Series Within Class (if any)

5b. Review all corporation amendments to determine if the original number of shares has changed. Examine the corporation's minutes for the number of **shares issued**.

Number of Shares/Certificates **Issued** Class Series Within Class (if any)

6. SHAREHOLDERS: (Business Corporations and Business Trusts are **REQUIRED** to complete this section.)

List shareholders holding more than 20% of any class of shares issued by the corporation, or having more than a 20% beneficial interest in the corporation.

NONE ☒ **Name:** _____ **Name:** _____
Name: _____ **Name:** _____

7. OFFICERS PLEASE TYPE OR PRINT CLEARLY. YOU MUST LIST AT LEAST ONE.

Name: <u>Jeff Heath</u>	Name: <u>Christina Chavez</u>
Title: <u>President</u>	Title: <u>Treasurer</u>
Address: <u>Two W Georgia Ave</u> <u>Phx AZ 85013</u>	Address: <u>Two W. Georgia Ave #3</u> <u>Phoenix AZ 85013</u>
Date taking office: <u>1/01/06</u>	Date taking office: <u>10/01/05</u>
Name: <u>Judy Navarrete</u>	Name: <u>Brenda Larison</u>
Title: <u>Vice President</u>	Title: <u>Two W. Georgia #7</u>
Address: <u>Two W. Georgia Ave #12</u> <u>Phoenix AZ 85013</u>	Address: <u>Two W. Georgia #7</u> <u>Phoenix AZ 85013</u>
Date taking office: <u>10/01/05</u>	Date taking office: <u>1/1/06</u>

8. DIRECTORS PLEASE TYPE OR PRINT CLEARLY. YOU MUST LIST AT LEAST ONE.

Name: <u>Judy Navarrete</u>	Name: <u>Cathy Jacobs</u>
Address: <u>Two W. Georgia Ave #12</u> <u>Phoenix AZ 85013</u>	Address: <u>Two W. Georgia Ave #6</u> <u>Phoenix AZ 85013</u>
Date taking office: <u>9/01/2005</u>	Date taking office: <u>9/1/03</u>
Name: <u>Jeff Heath</u>	Name: _____
Address: <u>Two W. Georgia Ave</u> <u>Phx AZ 85013</u>	Address: _____
Date taking office: <u>1/1/06</u>	Date taking office: _____

Georgia Square Condominium Association, Inc.

COMPILED FINANCIAL STATEMENTS
WITH
ACCOUNTANTS' COMPILATION REPORT
FOR THE
YEAR ENDED DECEMBER 31, 2005

Arthur Spoon & Company, Ltd.
Certified Public Accountants
1130 E Missouri Ave, Suite 820
Phoenix, AZ 85014

Georgia Square Condominium Association, Inc.

STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE – CASH BASIS
DECEMBER 31, 2005

	<u>Funds</u>		
	<u>Operating</u>	<u>Replacement</u>	<u>Total</u>
<u>ASSETS</u>			
CASH - CHECKING	\$ 3,005	\$ 2,144	\$ 5,149
CASH - SAVINGS	-	14,345	14,345
TOTAL	<u>\$ 3,005</u>	<u>\$ 16,489</u>	<u>\$ 19,494</u>
<u>LIABILITIES AND FUND BALANCE</u>			
LIABILITIES:	\$ -	\$ -	\$ -
Total Liabilities	-	-	-
FUND BALANCE:			
Unrestricted	3,005	-	3,005
Restricted	-	16,489	16,489
Total Fund Balance	3,005	16,489	19,494
TOTAL	<u>\$ 3,005</u>	<u>\$ 16,489</u>	<u>\$ 19,494</u>

See Accompanying Notes and Accountants' Report

Georgia Square Condominium Association, Inc.

STATEMENT OF REVENUES, EXPENSES AND FUND BALANCE – CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2005

	Funds		
	Operating	Replacement	Total
REVENUES:			
Assessments	\$ 40,600	\$ 15,000	\$ 55,600
Interest	77	-	77
Total revenues	40,677	15,000	55,677
EXPENSES:			
Administrative & supplies	1,639	-	1,639
Management	2,700	-	2,700
Landscaping	6,083	-	6,083
Utilities	12,171	-	12,171
Insurance	9,546	-	9,546
Pest control	495	-	495
Pool service	2,414	-	2,414
Repairs & replacements	9,843	675	10,518
Total expenses	44,891	675	45,566
EXCESS (DEFICIT) OF REVENUES OVER EXPENSES	(4,214)	14,325	10,111
FUND BALANCE, BEGINNING OF YEAR	7,219	2,164	9,383
FUND BALANCE, END OF YEAR	\$ 3,005	\$16,489	\$ 19,494

See Accompanying Notes and Accountants' Report.

Georgia Square Condominium Association, Inc.

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

1. ORGANIZATION OF THE ASSOCIATION

The Association was incorporated on January 24, 1984 as a non profit corporation under the laws of the State of Arizona, to provide for maintenance and preserve the common property within the development consisting of 15 residential units located in Phoenix, Arizona and known as Georgia Square.

Members of the Association are owners of dwelling units, and undivided interests in the common area and improvements there on, and are assessed annual fees to cover there pro rata share of the costs.

The year-end of the Association is December 31.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICES

The significant accounting policies of the Association are summarized as follows:

BASIS OF ACCOUNTING – The Association's general records are maintained and the accompanying financial statements have been prepared on the cash basis of accounting. Under this basis, revenues are recognized when received, and expenses are generally recognized when paid rather than when incurred. Accordingly, the accompanying financial statements are not intended to present financial position and results of operations in conformity with generally accepted accounting principles.

FUND ACCOUNTING – The Association has elected certain guidelines for governing its financial activities. To ensure observances of limitation and restrictions on the use of financial resources, the Association maintains its accounts using fund accounting. Financial resources are classified for accounting and reporting purposes in the following funds established according to their nature and purpose:

The Operating Fund is used to account for financial resources available for the general operations of the Association.

The Replacement Fund is used to accumulate financial reserves designated and temporarily restricted for major repair and replacements.

Georgia Square Condominium Association, Inc.

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

PROPERTY AND EQUIPMENT – Real property and common areas acquired from the developer and related improvements to such property are not recorded in the Association's financial statements because those properties are owned by the individual unit owners in common and not by the Association. The Association does not own any significant personal property.

USE OF ESTIMATES – The preparation of financial statements requires management to make estimates and assumptions that affect the contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

FAIR VAULE – Unless otherwise indicated, the fair values of all reported assets and liabilities which represent financial instruments, none of which are held for trading purpose, approximate the carrying values of such amounts.

INVESTMENTS – The Association at its discretion may invest a portion of its excess funds in certificates of deposit. The investments will be recorded at cost with accrued interest and are to be held to maturity.

INCOME TAX – The Association may be taxed either as a homeowner association or as a regular corporation. For 2004, the Association elected to be taxed as a homeowner association.

MANAGEMENT – The Association is self-managed.

MEMBER ASSESSMENTS – Association members are subject to monthly assessments to provide funds for the Association's operating expenses, future capital acquisitions, and major repairs and replacements. Any excess assessments at year end are retained by the Association for use in the succeeding year.

Georgia Square Condominium Association, Inc.

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

3. CASH AND RESTRICTED CASH - Cash listed as operating is available for current operation and is not bound by any restriction or designation. Cash listed as replacement is temporarily restricted by the Board of Directors for future major repairs and replacements and is generally not available for current operations.

The cash balances as of December 31, 2005 are as follows:

	<u>Operating</u>	<u>Replacement</u>
General checking account	\$3,005	\$ 2,144
Savings account	-	14,345
TOTAL	<u>\$3,005</u>	<u>\$ 16,489</u>

4. INCOME TAXES – The Association filed its tax return as a homeowners association in accordance with the Internal Revenue Code Section 528 for the years ended December 31, 2004 and 2005. Under that Section, the Association is not taxed on uniform assessments to members and other income received from association members solely as a function of their membership in the Association. The Association is taxed at the rate of 30% on its nonexempt function income, which includes interest income and revenue received from nonmembers. The Federal and State income taxes for 2004, paid in 2005, is as follows:

	<u>2005</u>
Federal	\$ -
State	50
TOTAL	<u>\$ 50</u>

Assoc. Inc.**9. FINANCIAL DISCLOSURE (A.R.S. §10-11622.A.9)**Nonprofit corporations **must attach** a financial statement (e.g. income/expense statement, balance sheet including assets, liabilities). All other forms of corporations are exempt from filing a financial disclosure.**9A. MEMBERS (A.R.S. § 10-11622.A.6)**

Only Nonprofit Corporations must answer this question.

This corporation **DOES** ☒ **DOES NOT** ☐ have members.**10. CERTIFICATE OF DISCLOSURE (A.R.S. §§10-1622.A.8 & 10-11622.A.7)**Has ANY person serving either by election or appointment as an officer, director, trustee, incorporator and/or person controlling or holding more than 10% of the issued and outstanding common shares or 10% of any other proprietary, beneficial or membership interest in the corporation been: [Underlined portion pertains to business corporations only]

1. Convicted of a felony involving a transaction in securities, consumer fraud or antitrust in any state or federal jurisdiction within the seven year period immediately preceding the execution of this certificate?
2. Convicted of a felony, the essential elements of which consisted of fraud, misrepresentation, theft by false pretenses or restraint of trade or monopoly in any state or federal jurisdiction within the seven year period immediately preceding execution of this certificate?
3. Or are subject to an injunction, judgment, decree or permanent order of any state or federal court entered within the seven year period immediately preceding execution of this certificate where such injunction, judgment, decree or permanent order involved the violation of:
 - (a) fraud or registration provisions of the securities laws of that jurisdiction, or
 - (b) the consumer fraud laws of that jurisdiction, or
 - (c) the antitrust or restraint of trade laws of that jurisdiction?

One box **must** be marked:YES ☐ NO ☒If "YES", the following information **must be submitted** as an attachment to this report for each person subject to one or more of the actions stated in Items 1. through 3. above.

- | | |
|---|--|
| 1. Full name and prior names used. | 5. Date and location of birth. |
| 2. Full birth name. | 6. Social Security Number |
| 3. Present home address. | 7. The nature and description of each conviction or judicial action; |
| 4. Prior addresses (for immediate preceding 7 year period). | the date and location; the court and public agency involved, and the file or cause number of the case. |

11. STATEMENT OF BANKRUPTCY, RECEIVERSHIP or CHARTER REVOCATION (A.R.S. §§10-202.D.2, 10-3202.D.2, 10-1623 & 10-11623)

A) Has the corporation filed a petition for bankruptcy or appointed a receiver?

One box **must** be marked:YES ☐ NO ☒

B) Has any person serving as an officer, director, trustee or incorporator of the corporation served in any such capacity OR held or controlled over 20% of the issued and outstanding common shares, or 20% of any other proprietary, beneficial or membership interest in any other corporation which has been placed in bankruptcy, receivership or had its charter revoked, or administratively or judicially dissolved by any state or jurisdiction?

[Underlined portion pertains to business corporations only]One box **must** be marked:YES ☐ NO ☒If "YES" to A and/or B, the following information **must be submitted** as an attachment to this report for each person subject to the statement above.

1. The names and addresses of each corporation and the person or persons involved. (e.g. officer, director, trustee or major stockholder)
2. The state in which each corporation was a) incorporated b) transacted business.
3. The dates of corporate operation.
4. If any involved person (listed in #1) has been involved in any other bankruptcy proceeding within the past year, the name and address of each corporation.
5. Date, Case number and Court where the bankruptcy was filed or receiver appointed.
6. Name and address of court appointed receiver.

12. SIGNATURES: Annual Reports must be signed and dated by at least one duly authorized officer or they will be rejected.

I declare, under penalty of law that all corporate income tax returns required by Title 43 of the Arizona Revised Statutes have been filed with the Arizona Department of Revenue. I further declare under penalty of law that I (we) have examined this report and the certificate, including any attachments, and to the best of my (our) knowledge and belief they are true, correct and complete.

Name C. Chavez Date 5/1/06 Name _____ Date _____Signature CHRISTINA CHAVEZ Signature _____Title Treasurer Title _____

(Signator(s) must be duly authorized corporate officer(s) listed in section 7 of this report.)