

Eagle Ridge Homeowners Association
Notes to the Financial Statements
as at December 31, 2011

					\$ 2011	\$ 2010	\$ 2009
1.	Short Term Investments						
	Issue Date	Redemption Date	Face Amount	Interest Rate			
	Scotia CAD Cash			Variable	41,630	4,122	19,911
	Scotia-FCMFD						11,083
					41,630	4,122	30,994

					\$	\$	\$	
2.	Long Term Investments				2011	2010	2009	
	Issue Date	Redemption Date	Face Amount	Interest Rate				
	Scotia GIC-FSV9	25-Nov-05	25-Nov-10	5,120	4.19%	-	-	6,060
	Scotia GIC 100000003FCLB	30-Jan-07	30-Jan-12	12,902	4.40%	15,949	15,277	14,633
	Scotia GIC- 72249 00792 94	25-Jan-05	25-Jan-10	14,500	3.97%	-	-	17,574
	Scotia GIC- 4B66M	3-May-07	3-May-10	24,751	3.05%	-	-	26,820
	Scotia GIC- 72249 0070491	3-May-04	4-May-09	22,500	4.02%	-	-	-
	Scotia GIC-FCMS9	4-May-09	4-May-13	27,407	3.01%	29,731	28,837	27,970
	Scotia GIC-FCMVG	29-Jul-09	29-Jul-13	10,000	3.01%	10,770	10,447	10,132
	Scotia GIC- HXCP3	18-Jun-10	18-Jun-11	39,932	1.30%		40,212	
	Scotia GIC- HHPW5	3-May-10	3-May-13	27,088	1.55%	27,792	27,368	
	Scotia GIC- K5DPC	25-Nov-10	25-Nov-15	6,287	2.10%	6,432	6,300	
	Total GIC Investments				90,675	128,441	103,189	
	Total Investments (Note 1 and 2, Short and Long Term)				132,305	132,563	134,183	

3. **Reserve Fund History and Surplus Retained Earnings not in Reserve**

Established by motion at AGM, Mar 14, 2004 and maintained according to ERHA Bylaws for major repair and replacement of assets, and for the ERHA fence painting and staining program.

	Interest	\$ Contribution	\$ Expenditure	\$	\$	\$	\$ Change	\$ Balance
Opening Balance (Mar. 31, 2004)								45,000
2004	1,082	14,500	-				15,582	60,582
2005	1,894	14,000	8,880				7,014	67,595
2006	3,220	14,000	1,098				16,122	83,717
2007	3,432	14,000	2,000				15,432	99,149
2008	3,900	15,000	2,885				16,015	115,164
2009	4,303	15,000	10,000				9,303	124,467
2010	3,001	15,000	15,000				3,001	127,468
2011	2,686	15,000	4,988				12,698	140,166
2012 Projected	3,000	15,000	10,000				8,000	148,166

Cash position as at Dec. 31, 2011

	\$	\$
Value of Investments	132,305	
Moneymaster account	2,766	
Chequing account	3,064	
	138,135	
Reserve as at 31/12/11	140,165	
Cash available not in Reserve:	(2,030)	(2,030)

ERHA cash available not in Reserve as of Dec 31, 2011 (Surplus Retained Earnings)

(2,030)

These "retained earnings" of the Association can be added to any net income realized in future years, which is not required (by resolutions or by-laws), to be allocated to the Reserve Fund and could be spent on future, as yet undetermined initiatives or purchase of new assets. The Board may contribute the surplus of operating funds in any given year to the Reserve Fund.

4. The favorable spending variance of \$8,172 in 2011 is primarily due to reduced spending from the reserve fund for maintenance of items that are the responsibility of the association and reduced legal fees that were anticipated to ensure homeowners are in compliance with the Eagle Ridge Homeowner bylaws and architectural guidelines. We did have an unfavorable spending variance for ground maintenance as a result of work done on the Eagle Ridge Place entrance which was originally budgeted from the reserve fund.