



**2023
RESERVE STUDY
THE ISLAND CONDOMINIUM**

Gleneden Beach, OR 97367
Financial Year 2023 (July 1 2022 - June 30 2023)
Level 1 Full Study with Site Visit
06/16/22



A New Strategy for Reserve Funding.

Our reserve study approach is simple. We provide you with the insight needed to make fast, accurate and informed decisions. We focus on understanding your situation and providing funding solutions that are designed with your goals in mind. By focusing on the detail and the big picture we provide the information you need to best manage your reserve fund and annual contributions.

As a long-term capital budget plan, the reserve study identifies the current status of the reserve fund and whether contributions to the fund are adequate to address future needs. The report helps the Association make necessary decisions regarding the development of their reserve fund and establish expectations in relation to the timing and cost of significant repair and replacement projects.

The reserve study recommends funding through smaller monthly contributions rather than risking large, unanticipated special assessments. Regular and ongoing reserve contributions are favored over special assessment as they help distribute expenses equally between current and future owners, and establish a stable contribution rate.

The reserve study contains 'forward looking' concepts which reflect expectations with respect to certain future events and potential financial performance. Although we believe at this time that the expectations reflected within the reserve study are reasonable, no assurances can be given that such expectations will prove correct. We recommend that the reserve study be updated annually to address changing circumstances and conditions.



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EXECUTIVE SUMMARY

PROPERTY SUMMARY

ASSOCIATION NAME	The Island Condominium
LOCATION	Gleneden Beach, OREGON 97367
YEAR CONSTRUCTED	1980
NUMBER OF UNITS	23
FINANCIAL YEAR	2023 (July 1 2022 - June 30 2023)
REPORT LEVEL	Level 1 Full Study with Site Visit

RESERVE FUND

PROJECT STARTING BALANCE ¹	\$85,000
FULLY FUNDED BALANCE, IDEAL	\$276,881
CURRENT PER UNIT DEFICIENCY/(SURPLUS) IN RESERVES	\$8,343
PERCENT FUNDED ²	31 %
INTEREST EARNED	0.50 %
INFLATION RATE ³	3.00 %

RESERVE CONTRIBUTIONS

CURRENT RESERVE FUND CONTRIBUTION	\$102,000
FULL FUNDING, MAXIMUM CONTRIBUTION	\$85,571
BASELINE FUNDING, MINIMUM CONTRIBUTION	\$72,020
SPECIAL ASSESSMENT	\$0

¹ Information in relation to the Association's finances were supplied by the Association's representative and is not audited.

² The ratio, at a particular point of time (the beginning of the Fiscal Year), of the actual (or projected) Reserve Balance to the Fully Funded Balance, expressed as a percentage (www.caionline.org). Used to highlight the strength of the Association's reserve fund.

³ Inflation rate is based upon the average annual increase of the Consumer Price Index (CPI) over the last 30-years, as published by the US Bureau of Labor Statistics (www.labor.gov).



KEY INSIGHTS

\$85,000

RESERVE ACCOUNT
BALANCE

\$102,000

ANNUAL
RESERVE CONTRIBUTION

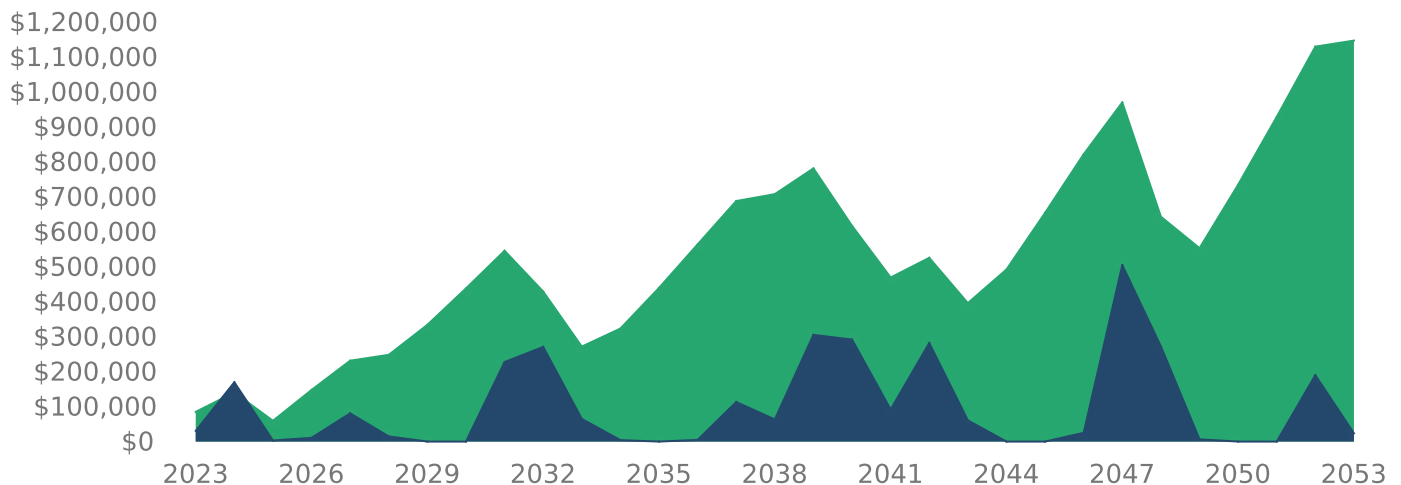
\$3,088,232

PROJECTED EXPENSES
OVER 30 YEARS

FULL FUNDING STRATEGY

Annual member contributions to the reserve fund are used to address those expenses too large or infrequent to be addressed through annual operating funds. The chart below highlights the outcome of the Full Funding strategy over the mid-to-long term.

YEAR 1-30 EXPENSES
\$3,088,232



STARTING BALANCE
\$85,000

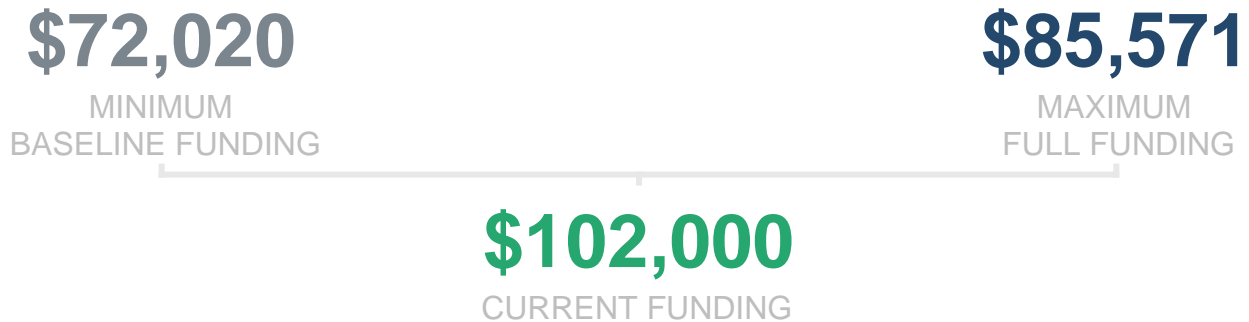
ENDING BALANCE
\$1,147,167

Note: Figures based upon the expectation that the Association will continue to increase member contributions by an inflationary rate of 3.00% annually. Year-over-year change the result of projected expenses on the Association's reserve account.



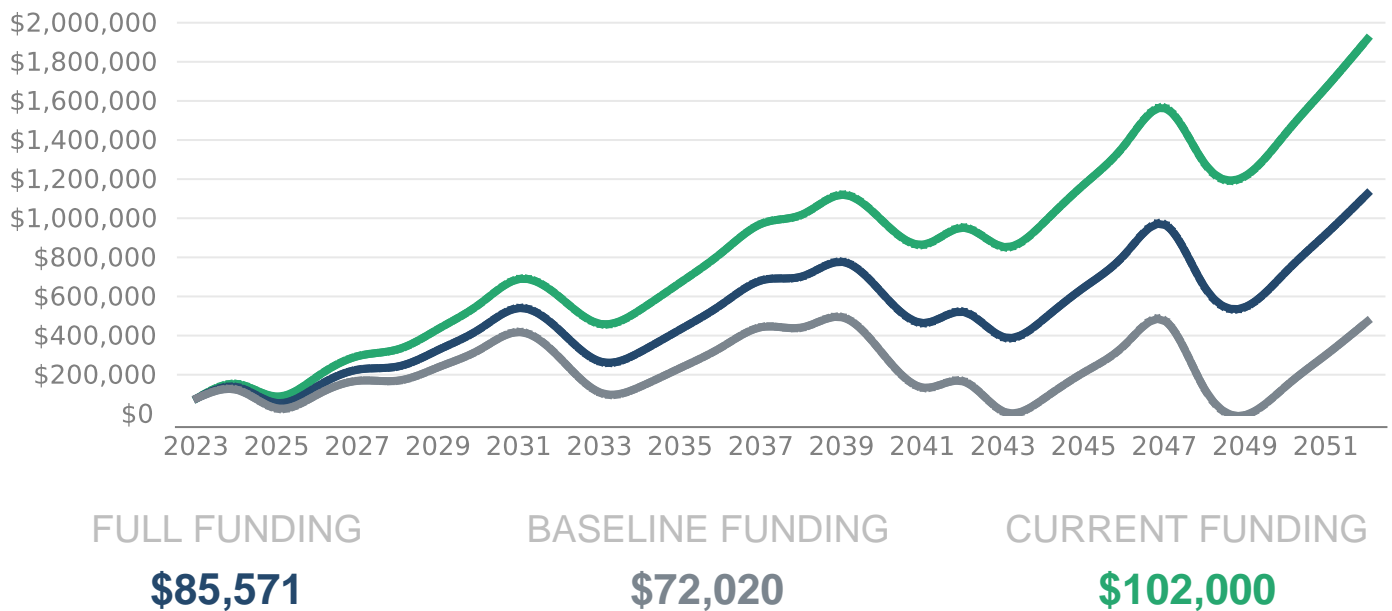
CONTRIBUTION RANGE

We recommend that reserve contributions be evenly distributed between members over the life of a community. To achieve this goal, we establish an ideal contribution range within which the Association should establish ongoing payments.



FUNDING STRATEGIES

The funding strategy chosen will have a direct impact on the growth of the Association’s reserve fund. The chart below highlights the outcomes of the various funding strategies.



Note: Figures based upon the expectation that the Association will continue to increase member contributions by an inflationary rate of 3.00% annually. Year-over-year change the result of projected expenses on the Association’s reserve account.



FULL FUNDING PLAN | SUMMARY

Year	Fully Funded Balance	Percentage Funded	Beginning Balance	Reserve Contribution	Special Assessment	Interest Earned	Reserve Expenditures	Ending Balance
2023	\$276,881	31%	\$85,000	\$85,571	\$0	\$563	\$30,550	\$140,584
2024	\$326,936	43%	\$140,584	\$88,138	\$0	\$499	\$169,744	\$59,477
2025	\$237,319	25%	\$59,477	\$90,782	\$0	\$516	\$3,183	\$147,593
2026	\$318,834	46%	\$147,593	\$93,506	\$0	\$945	\$10,654	\$231,390
2027	\$397,429	58%	\$231,390	\$96,311	\$0	\$1,196	\$80,776	\$248,120
2028	\$408,556	61%	\$248,120	\$99,200	\$0	\$1,452	\$14,781	\$333,992
2029	\$490,464	68%	\$333,992	\$102,176	\$0	\$1,925	\$0	\$438,093
2030	\$592,601	74%	\$438,093	\$105,242	\$0	\$2,454	\$0	\$545,789
2031	\$700,423	78%	\$545,789	\$108,399	\$0	\$2,431	\$227,490	\$429,129
2032	\$579,868	74%	\$429,129	\$111,651	\$0	\$1,748	\$270,827	\$271,701
2033	\$413,841	66%	\$271,701	\$115,000	\$0	\$1,484	\$64,844	\$323,341
2034	\$457,862	71%	\$323,341	\$118,450	\$0	\$1,902	\$4,153	\$439,541
2035	\$568,667	77%	\$439,541	\$122,004	\$0	\$2,503	\$0	\$564,048
2036	\$690,113	82%	\$564,048	\$125,664	\$0	\$3,122	\$4,773	\$688,062
2037	\$813,419	85%	\$688,062	\$129,434	\$0	\$3,481	\$113,094	\$707,883
2038	\$832,078	85%	\$707,883	\$133,317	\$0	\$3,714	\$63,409	\$781,505
2039	\$905,795	86%	\$781,505	\$137,317	\$0	\$3,488	\$305,267	\$617,041
2040	\$736,032	84%	\$617,041	\$141,436	\$0	\$2,709	\$291,810	\$469,376
2041	\$578,561	81%	\$469,376	\$145,679	\$0	\$2,481	\$91,846	\$525,691
2042	\$625,960	84%	\$525,691	\$150,049	\$0	\$2,299	\$281,905	\$396,134
2043	\$482,760	82%	\$396,134	\$154,551	\$0	\$2,216	\$60,595	\$492,306
2044	\$567,063	87%	\$492,306	\$159,188	\$0	\$2,859	\$0	\$654,353
2045	\$720,276	91%	\$654,353	\$163,963	\$0	\$3,682	\$0	\$821,998
2046	\$882,172	93%	\$821,998	\$168,882	\$0	\$4,469	\$25,163	\$970,186
2047	\$1,027,215	94%	\$970,186	\$173,948	\$0	\$4,024	\$504,847	\$643,311
2048	\$686,869	94%	\$643,311	\$179,167	\$0	\$2,984	\$272,191	\$553,271
2049	\$580,414	95%	\$553,271	\$184,542	\$0	\$3,212	\$6,470	\$734,555
2050	\$749,057	98%	\$734,555	\$190,078	\$0	\$4,148	\$0	\$928,781
2051	\$934,160	99%	\$928,781	\$195,781	\$0	\$5,133	\$0	\$1,129,695
2052	\$1,129,695	100%	\$1,129,695	\$201,654	\$0	\$5,678	\$189,860	\$1,147,167

\$85,571

2023
ANNUAL CONTRIBUTION

3.00 %

PERCENTAGE ANNUAL
CONTRIBUTION INCREASE

0.50 %

ANNUAL
INTEREST RATE



BASELINE FUNDING PLAN | SUMMARY

Year	Fully Funded Balance	Percentage Funded	Beginning Balance	Reserve Contribution	Special Assessment	Interest Earned	Reserve Expenditures	Ending Balance
2023	\$276,881	31%	\$85,000	\$72,020	\$0	\$529	\$30,550	\$126,998
2024	\$326,936	39%	\$126,998	\$74,180	\$0	\$396	\$169,744	\$31,830
2025	\$237,319	13%	\$31,830	\$76,406	\$0	\$342	\$3,183	\$105,396
2026	\$318,834	33%	\$105,396	\$78,698	\$0	\$697	\$10,654	\$174,136
2027	\$397,429	44%	\$174,136	\$81,059	\$0	\$871	\$80,776	\$175,290
2028	\$408,556	43%	\$175,290	\$83,490	\$0	\$1,048	\$14,781	\$245,048
2029	\$490,464	50%	\$245,048	\$85,995	\$0	\$1,440	\$0	\$332,483
2030	\$592,601	56%	\$332,483	\$88,575	\$0	\$1,884	\$0	\$422,942
2031	\$700,423	60%	\$422,942	\$91,232	\$0	\$1,774	\$227,490	\$288,459
2032	\$579,868	50%	\$288,459	\$93,969	\$0	\$1,000	\$270,827	\$112,601
2033	\$413,841	27%	\$112,601	\$96,788	\$0	\$643	\$64,844	\$145,188
2034	\$457,862	32%	\$145,188	\$99,692	\$0	\$965	\$4,153	\$241,692
2035	\$568,667	43%	\$241,692	\$102,683	\$0	\$1,465	\$0	\$345,840
2036	\$690,113	50%	\$345,840	\$105,763	\$0	\$1,982	\$4,773	\$448,812
2037	\$813,419	55%	\$448,812	\$108,936	\$0	\$2,234	\$113,094	\$446,887
2038	\$832,078	54%	\$446,887	\$112,204	\$0	\$2,356	\$63,409	\$498,039
2039	\$905,795	55%	\$498,039	\$115,570	\$0	\$2,016	\$305,267	\$310,358
2040	\$736,032	42%	\$310,358	\$119,037	\$0	\$1,120	\$291,810	\$138,705
2041	\$578,561	24%	\$138,705	\$122,608	\$0	\$770	\$91,846	\$170,237
2042	\$625,960	27%	\$170,237	\$126,287	\$0	\$462	\$281,905	\$15,081
2043	\$482,760	3%	\$15,081	\$130,075	\$0	\$249	\$60,595	\$84,811
2044	\$567,063	15%	\$84,811	\$133,978	\$0	\$759	\$0	\$219,547
2045	\$720,276	30%	\$219,547	\$137,997	\$0	\$1,443	\$0	\$358,987
2046	\$882,172	41%	\$358,987	\$142,137	\$0	\$2,087	\$25,163	\$478,048
2047	\$1,027,215	47%	\$478,048	\$146,401	\$0	\$1,494	\$504,847	\$121,096
2048	\$686,869	18%	\$121,096	\$150,793	\$0	\$302	\$272,191	\$0
2049	\$580,414	0%	\$0	\$155,317	\$0	\$372	\$6,470	\$149,219
2050	\$749,057	20%	\$149,219	\$159,976	\$0	\$1,146	\$0	\$310,341
2051	\$934,160	33%	\$310,341	\$164,776	\$0	\$1,964	\$0	\$477,081
2052	\$1,129,695	42%	\$477,081	\$169,719	\$0	\$2,335	\$189,860	\$459,275

\$72,020

2023
ANNUAL CONTRIBUTION

3.00 %

PERCENTAGE ANNUAL
CONTRIBUTION INCREASE

0.50 %

ANNUAL
INTEREST RATE



CURRENT FUNDING PLAN | SUMMARY

Year	Fully Funded Balance	Percentage Funded	Beginning Balance	Reserve Contribution	Special Assessment	Interest Earned	Reserve Expenditures	Ending Balance
2023	\$276,881	31%	\$85,000	\$102,000	\$0	\$604	\$30,550	\$157,054
2024	\$326,936	48%	\$157,054	\$105,060	\$0	\$624	\$169,744	\$92,993
2025	\$237,319	39%	\$92,993	\$108,212	\$0	\$728	\$3,183	\$198,750
2026	\$318,834	62%	\$198,750	\$111,458	\$0	\$1,246	\$10,654	\$300,800
2027	\$397,429	76%	\$300,800	\$114,802	\$0	\$1,589	\$80,776	\$336,414
2028	\$408,556	82%	\$336,414	\$118,246	\$0	\$1,941	\$14,781	\$441,820
2029	\$490,464	90%	\$441,820	\$121,793	\$0	\$2,514	\$0	\$566,127
2030	\$592,601	96%	\$566,127	\$125,447	\$0	\$3,144	\$0	\$694,718
2031	\$700,423	99%	\$694,718	\$129,211	\$0	\$3,228	\$227,490	\$599,667
2032	\$579,868	103%	\$599,667	\$133,087	\$0	\$2,654	\$270,827	\$464,581
2033	\$413,841	112%	\$464,581	\$137,079	\$0	\$2,503	\$64,844	\$539,320
2034	\$457,862	118%	\$539,320	\$141,192	\$0	\$3,039	\$4,153	\$679,399
2035	\$568,667	119%	\$679,399	\$145,428	\$0	\$3,761	\$0	\$828,587
2036	\$690,113	120%	\$828,587	\$149,790	\$0	\$4,505	\$4,773	\$978,110
2037	\$813,419	120%	\$978,110	\$154,284	\$0	\$4,994	\$113,094	\$1,024,293
2038	\$832,078	123%	\$1,024,293	\$158,913	\$0	\$5,360	\$63,409	\$1,125,157
2039	\$905,795	124%	\$1,125,157	\$163,680	\$0	\$5,272	\$305,267	\$988,841
2040	\$736,032	134%	\$988,841	\$168,590	\$0	\$4,636	\$291,810	\$870,258
2041	\$578,561	150%	\$870,258	\$173,648	\$0	\$4,556	\$91,846	\$956,615
2042	\$625,960	153%	\$956,615	\$178,858	\$0	\$4,525	\$281,905	\$858,094
2043	\$482,760	178%	\$858,094	\$184,223	\$0	\$4,600	\$60,595	\$986,322
2044	\$567,063	174%	\$986,322	\$189,750	\$0	\$5,406	\$0	\$1,181,478
2045	\$720,276	164%	\$1,181,478	\$195,443	\$0	\$6,396	\$0	\$1,383,316
2046	\$882,172	157%	\$1,383,316	\$201,306	\$0	\$7,357	\$25,163	\$1,566,816
2047	\$1,027,215	153%	\$1,566,816	\$207,345	\$0	\$7,090	\$504,847	\$1,276,404
2048	\$686,869	186%	\$1,276,404	\$213,565	\$0	\$6,235	\$272,191	\$1,224,014
2049	\$580,414	211%	\$1,224,014	\$219,972	\$0	\$6,654	\$6,470	\$1,444,170
2050	\$749,057	193%	\$1,444,170	\$226,571	\$0	\$7,787	\$0	\$1,678,529
2051	\$934,160	180%	\$1,678,529	\$233,369	\$0	\$8,976	\$0	\$1,920,874
2052	\$1,129,695	170%	\$1,920,874	\$240,370	\$0	\$9,731	\$189,860	\$1,981,114

\$102,000

2023 ANNUAL CONTRIBUTION

3.00 %

PERCENTAGE ANNUAL CONTRIBUTION INCREASE

0.50 %

ANNUAL INTEREST RATE



METHODOLOGY

An important aspect of living in a common area development such as a cooperative, condominium, or homeowner Association is the community's ownership and commitment to maintain its common areas.

Association members have a vested interest in maintaining and preserving their investment. To meet these obligations, the Association should prudently prepare for the future and contribute funds into a reserve account. Periodic contributions provide the freedom to gradually accumulate funds for anticipated expenditures while limiting the need to raise large sums of money through alternative means, such as special assessments.

When implementing a policy to fund major repair or replacement, the Board must educate owners about the benefits of accumulating reserve funds in advance through periodic contributions. Benefits of a systematic accumulation of funds include:

- having assurance that funds for major repairs and replacements will be available when needed;
- development of an equitable method of charging both current and future owners for ongoing use of assets;
- preservation of the market value of individual units; and
- compliance with the governing documents, statutes, mortgages, and other similar requirements.

A reserve study recommends the preferable mode of funding through smaller monthly contributions rather than facing large, unanticipated special assessments. The reserve study provides an Association with access to information and materials that will assist them in making timely and informed decisions about their reserve fund and contributions.

A reserve study is the sum of two parts: the physical and financial analysis. The physical analysis is a result of the on-site collection and review of data specific to the property's reserve components, common areas, and limited common areas. Through an onsite inspection and the use of source materials, the Reserve Specialist quantifies and establishes the reserve component inventory and assesses the physical condition of the Association's reserve components. Data from the physical analysis is used to define the scope and timing of future anticipated expenses.

The financial analysis evaluates the condition of the Association's reserve fund in relation to its income and anticipated expenses. It appraises the adequacy of the reserve fund, and associated member contributions, against the current and future expenditures of the Association. To adequately forecast these expenditures over the 30-year projection period, current costs, projected inflation, and interest rates must be established. Recommendations are then provided to establish a reserve fund that addresses anticipated expenses, without having to resort to special assessments.

Due to the long-term nature of a reserve study, certain assumptions must be made. Every effort has been made to ensure that the recommendations are based upon reliable and experienced sources in the building industry. However, there can be no guarantee that events will occur at the predicted specific intervals, or that they will occur at all. Any reserve study must be viewed in the light of circumstances existing at the actual time of the study.



PHYSICAL ANALYSIS

As part of this reserve study a comprehensive list of reserve components (major common and limited common elements) has been compiled. Estimates for the useful life, remaining life, plus current repair and replacement costs for each of these reserve components have been calculated. This list is not intended to be exhaustive. However, an inaccurate or incomplete list of components can have an adverse impact upon the Association's long-term funding plan.

Site Inspection

A site inspection is conducted to assess the general condition of the property and its common areas. The on-site inspection is visual in nature, and no destructive or invasive testing is conducted. Observations are recorded using a representative sampling of the Association's common areas and reserve components. The component inventory and associated field measurements are also substantiated as part of the inspection.

Reserve Components

Determination of what constitutes a reserve component is dependent on a number of factors. A four-part test is generally used to distinguish a reserve item from an operational or maintenance expense. A component is included as a reserve item only if it satisfies ALL criteria outlined below:

- It is part of the Association's common and limited common area responsibilities.
- It has a predictable useful service life.
- Its useful life fits within the projection period. This means that components with a life of 30 years or more may not be included as part of the report if it is determined that they will last beyond the projection period.
- Its cost for repair or replacement is too high to include as part of the operating budget.

The components of common property that an Association includes in its reserve funding plan are also dependent on the type of project, the construction properties and the Association's applicable governing documents and state statutes.

Component Useful Life

The useful life of a reserve component relates to the number of years it is expected to last, given reasonable care and maintenance. The prediction of reserve and building component life can be no more than an informed estimate based upon information made available at the time of the report's development. Consideration is given to vendor recommendations, material warranty information provided at the time of the report's development, along with other published sources. The data and service life estimates in this report are based on information gathered from various groups and industry sources as outlined below:

- Historical data and feedback from the Association;
- Management groups and maintenance managers;
- Manufacturer recommendations and industry standards;
- Published sources of service life data;
- Manufacturers' and suppliers' data.



Component Remaining Useful Life

The remaining life of a reserve component refers to the number of years left before an item's expected repair or replacement. A component's remaining life is contingent upon the following factors:

- Age/years in service;
- Physical condition;
- Frequency and quality of inspections and maintenance;
- General use;
- Environment, impact of weather and building location;
- Installation methods that meets or exceed industry standards;
- Design and quality of materials used.

In addition to deterioration or anticipated failure of a component, the longevity may be impacted by obsolescence. The accuracy of the estimate is contingent upon reliable information made available at the time of the report's development. It is important to note that even with the highest degree of diligence and experience, outcomes will vary, and no guarantee can be given as to the timing or service life of the reserve components. All service life assessments in this report are based on the assumption that installation is carried out in accordance with manufacturer's recommendations and installation instructions, together with industry standards of workmanship.

FINANCIAL ANALYSIS

An Association, like any business entity, must prepare financially for the replacement and repair of its assets. Reserve study funding analysis is an important part of the annual budget process. Reserve funding should be reviewed at least once annually to help determine the annual assessment to be charged to members. The following elements are used in the financial analysis.

Recommended Funding Rate

We advocate a program of regular reserve fund contributions and promote a gradual means of reserving for future repair and replacement expenses. Recommended contributions are set at a level where they require only minor annual increases. The rate is designed to distribute the anticipated cost of common property ownership equitably between all members over the entire projection period.

Fully Funded Balance

The Fully Funded balance is equal to the total depreciable cost of all the Association's reserve components. It is determined by dividing each reserve component's cost by its useful life, and multiplying that by the number of years the component has been in service (effectively its age). In essence, the depreciated or 'used up' value of a component is utilized to establish an amount that the Association should have saved by a particular time. The recommendations in this report are based upon a Full Funding plan, which sets the goal of achieving one hundred percent fully funded reserves by the end of the 30-year projection period. We advocate full funding as we feel that this approach provides a solid platform to address future needs, thus dramatically reducing the need for special assessment.



Percent Funded

An Association's reserve fund status is assessed by comparing the ratio of actual or projected funds available versus how much they 'should have saved'. The result is presented as a percentage and is commonly known as "percent funded". In other words, percent funded is calculated by dividing the Association's current reserve fund balance by the fully funded balance. This equation is an industry measure of how well prepared an Association is to meet its current and future repair and replacement obligations. Percent funded highlights the strength of the Association's reserve account in relation to the anticipated costs of repair and replacement.

Reserve Component Cost

Current cost estimates for reserve components are derived from a variety of sources but typically are based on cost data sourced from national construction estimators (R.S. Means) and vendor pricing acquired from regional contractors and suppliers. All cost estimates formulated from national estimators are based upon the latest specific geographical information for the area. Future cost estimates are determined by applying the assumed annual inflation rate to the current cost of each component.

Individual cost estimates are for budgeting purposes only. Actual construction costs can vary significantly due to economies of scale, material availability, labor, seasonal considerations, and other factors beyond our control. We recommend that project costs be substantiated well in advance of the anticipated date of repair and replacement. A detailed evaluation by a qualified professional should also be undertaken to establish the scope and budget of each project.

Cost estimates do not account for permits, architectural, or project management fees that may be required. Allowances and contingencies must also be added to the total as the scope of work is defined.

Inflation Rate

The effect of inflation on the cost of reserve components is a key factor in the financial projections. Historically, the cost of construction materials and labor rise at a higher rate than that experienced by the general economy. RSG has chosen to use an inflationary multiplier that is somewhat higher than the current general consumer index for inflation. The rate used is based upon the historical average of inflation over the last 30 years. This rate reflects a realistic appreciation of future costs for reserve components and assists the Association in adequately budgeting for increasing cost.

Interest Rate

The interest rate used in this report is formulated on a conservative rate of return. Unless otherwise advised by the Association, an assumed net interest rate of 1.00% is used. RSG offers no guarantee or opinion in relation to investment decisions made by the Association or the rate of return achieved.

Current Reserve Fund Balance

The analysis, recommendations, and financial projections made within this report are heavily reliant on information provided by the Association and its representatives. The starting reserve fund balance (current or projected) and member contribution totals are supplied by these sources. This information has not been audited nor have the financial projections or recommendations.



FINANCIAL ANALYSIS

This section of the report is intended to provide the association with the awareness to adequately plan for the ongoing major maintenance, repair and replacement of their common property components. The recommendations included within this report represent one scenario, and are not intended to represent the only means of achieving the association's goals. We recommend that the Board of Directors use the following information as a guide in planning for their future objectives.

Percent Funded

The Percent Funded equation is the industry measure of how well prepared an association is to meet its current and future repair and replacement obligations. Percent funded highlights the strength of the association's reserve account in relation to its anticipated costs of repair and replacement. The higher the funded level, the less exposed an association is to market conditions, unanticipated expenses or events, and fluctuations in the general economy.

PERCENT
FUNDED

31%



RESERVE FUND
BALANCE

\$85,000

IDEAL
BALANCE

\$276,881

An Association at or below a funding level of 30% has an increased risk of requiring special assessments to meet their ongoing obligations, as compared to Associations with higher funding levels. A level of funding at and above 60% is categorized as good or well funded. We recommend that associations look to achieve and maintain funding levels at and above 60%, with a preference to being 100% funded.



Funding Goals

There is a range of funding alternatives available to the association. In our opinion the strategy chosen should not only meet the immediate needs and risk tolerance of current members, but also the longer term needs of the association.

The association needs to establish a reserve contribution rate which, at a minimum, meets their anticipated financial needs without having to resort to special assessment or deferred maintenance. In addition, the funding goal needs to be prudent enough to meet the expectations of current members while not unfairly burdening future owners.



FULL FUNDING

Establishes a goal of achieving one hundred percent fully funded reserves by the end of the projection period.

THRESHOLD FUNDING

Sets out to keep the cash reserves above a specified dollar or percent funded amount for the duration of the projection period.

BASELINE FUNDING

Establishes a goal of maintaining a reserve account balance above zero dollars throughout the study period.

The minimum funding goal needed to meet planned expenditure is Baseline Funding. Baseline Funding maintains the reserve account at or above zero dollars, but leaves the association with no contingency to address unanticipated outcomes. Threshold funding is a strategy designed to provide for this contingency by keeping cash reserves above a specific dollar amount or percent funded level.

The reserve fund plan highlighted in this report is based upon the Full Funding program of reserve contributions. The Full Funding plan highlights an ideal level of contributions which will enable an association to be 100% funded by the end of the projection period. As stated previously, we recommend that the association implement a program that moves them toward and maintains a funding level of 60-100%.



RESERVE COMPONENT LIST

Component	Useful Life	Remaining Useful Life	Quantity	Unit of Measure	Unit Cost	Current Cost
Building Exterior - Roof, Asphalt Shingle, Units 1&2	20	17	21	Squares	\$650.00	\$13,650
Building Exterior - Roof, Asphalt Shingle, Units 3 & 4	20	16	21	Squares	\$650.00	\$13,650
Building Exterior - Roof, Asphalt Shingle, Units 5 & 6	20	0	21	Squares	\$650.00	\$13,650
Building Exterior - Roof, Asphalt Shingle, Units 7 & 8	20	18	43	Squares	\$650.00	\$27,950
Building Exterior - Roof, Asphalt Shingle, Units 9 & 10	20	19	36	Squares	\$650.00	\$23,400
Building Exterior - Roof, Asphalt Shingle, Units 11 & 12	20	19	36	Squares	\$650.00	\$23,400
Building Exterior - Roof, Asphalt Shingle, Units 13 & 14	20	17	36	Squares	\$650.00	\$23,400
Building Exterior - Roof, Asphalt Shingle, Units 15 & 16	20	19	36	Squares	\$650.00	\$23,400
Building Exterior - Roof, Asphalt Shingle, Units 17 & 18	20	18	25	Squares	\$650.00	\$16,250
Building Exterior - Roof, Asphalt Shingle, Units 19 & 20	20	15	25	Squares	\$650.00	\$16,250
Building Exterior - Roof, Asphalt Shingle, Unit 21	20	0	13	Squares	\$650.00	\$8,450
Building Exterior - Roof, Asphalt Shingle, Unit 22	20	15	13	Squares	\$650.00	\$8,450
Building Exterior - Roof, Asphalt Shingle, Unit 23	20	0	13	Squares	\$650.00	\$8,450
Building Exterior - Roof, Units 1 & 2 Garage	20	18	5	Squares	\$650.00	\$3,250
Building Exterior - Roof, Units 3 & 4 Garage	20	13	5	Squares	\$650.00	\$3,250
Building Exterior - Roof, Units 5 & 6 Garage	20	3	5	Squares	\$650.00	\$3,250
Building Exterior - Roof, Units 7 & 8 Garage	20	3	10	Squares	\$650.00	\$6,500
Building Exterior - Roof, Units 9 & 10 Garage	20	18	10	Squares	\$650.00	\$6,500
Building Exterior - Roof, Units 11 & 12 Garage	20	19	10	Squares	\$650.00	\$6,500
Building Exterior - Roof, Units 13 & 14 Garage	20	17	10	Squares	\$650.00	\$6,500
Building Exterior - Roof, Units 15 & 16 Garage	20	19	10	Squares	\$650.00	\$6,500
Building Exterior - Roof, Gutters & Downspouts	30	1	3480	LF	\$10.00	\$34,800
Building Exterior - Roof, Chimney Flue Cap, 25% Replace	5	4	23	Each	\$275.00	\$1,581
Building Exterior - Siding, 20% Repair & Replace	8	8	47725	SF	\$18.50	\$176,583
Building Exterior - Clean, Caulk & Paint	8	1	1	Lump Sum	\$130,000.00	\$130,000
Building Exterior - Deck, Surface, 25% Replace	5	4	8740	SF	\$25.00	\$54,625
Building Exterior - Deck, Guardrail, 25% Replace	5	4	830	LF	\$75.00	\$15,563
Building Exterior - Garage Doors	30	10	23	Each	\$1,200.00	\$27,600
Building Exterior - Doors, Garage Side & Courtyard	40	15	32	Each	\$500.00	\$16,000
Electrical - Light Fixture, Exterior Wall Mount	25	5	78	Each	\$125.00	\$9,750
General Site - Fence, Wood, Privacy	25	10	295	LF	\$70.00	\$20,650
General Site - Concrete, Flatwork, 5% Replace	10	9	1450	SF	\$11.00	\$798
General Site - Landscape, Tree Trimming & Felling	3	2	1	Lump Sum	\$3,000.00	\$3,000
General Site - Landscape, Renewal	10	9	1	Lump Sum	\$5,000.00	\$5,000

TOTALS \$758,549

Readers should be aware that certain property elements are considered 'long life' elements and are not accounted for within the reserve study in conjunction with elements that are or can be managed as part of the Association's operating budget.

Cost estimates do not account for permits, architectural, or project management fees that may be required. Allowances and contingencies must also be added to the total as the scope of work is defined.



FULLY FUNDED BALANCE

Component	Current Cost	Current Fully Funded Balance	Annual Cost	% Annual Cost
Building Exterior - Roof, Asphalt Shingle, Units 1&2	\$13,650	\$2,048	\$683	0.96%
Building Exterior - Roof, Asphalt Shingle, Units 3 & 4	\$13,650	\$2,730	\$683	0.96%
Building Exterior - Roof, Asphalt Shingle, Units 5 & 6	\$13,650	\$13,650	\$683	0.96%
Building Exterior - Roof, Asphalt Shingle, Units 7 & 8	\$27,950	\$2,795	\$1,398	1.97%
Building Exterior - Roof, Asphalt Shingle, Units 9 & 10	\$23,400	\$1,170	\$1,170	1.65%
Building Exterior - Roof, Asphalt Shingle, Units 11 & 12	\$23,400	\$1,170	\$1,170	1.65%
Building Exterior - Roof, Asphalt Shingle, Units 13 & 14	\$23,400	\$3,510	\$1,170	1.65%
Building Exterior - Roof, Asphalt Shingle, Units 15 & 16	\$23,400	\$1,170	\$1,170	1.65%
Building Exterior - Roof, Asphalt Shingle, Units 17 & 18	\$16,250	\$1,625	\$813	1.14%
Building Exterior - Roof, Asphalt Shingle, Units 19 & 20	\$16,250	\$4,063	\$813	1.14%
Building Exterior - Roof, Asphalt Shingle, Unit 21	\$8,450	\$8,450	\$423	0.59%
Building Exterior - Roof, Asphalt Shingle, Unit 22	\$8,450	\$2,113	\$423	0.59%
Building Exterior - Roof, Asphalt Shingle, Unit 23	\$8,450	\$8,450	\$423	0.59%
Building Exterior - Roof, Units 1 & 2 Garage	\$3,250	\$325	\$163	0.23%
Building Exterior - Roof, Units 3 & 4 Garage	\$3,250	\$1,138	\$163	0.23%
Building Exterior - Roof, Units 5 & 6 Garage	\$3,250	\$2,763	\$163	0.23%
Building Exterior - Roof, Units 7 & 8 Garage	\$6,500	\$5,525	\$325	0.46%
Building Exterior - Roof, Units 9 & 10 Garage	\$6,500	\$650	\$325	0.46%
Building Exterior - Roof, Units 11 & 12 Garage	\$6,500	\$325	\$325	0.46%
Building Exterior - Roof, Units 13 & 14 Garage	\$6,500	\$975	\$325	0.46%
Building Exterior - Roof, Units 15 & 16 Garage	\$6,500	\$325	\$325	0.46%
Building Exterior - Roof, Gutters & Downspouts	\$34,800	\$33,640	\$1,160	1.63%
Building Exterior - Roof, Chimney Flue Cap, 25% Replace	\$1,581	\$316	\$316	0.44%
Building Exterior - Siding, 20% Repair & Replace	\$176,583	\$0	\$22,073	31.05%
Building Exterior - Clean, Caulk & Paint	\$130,000	\$113,750	\$16,250	22.86%
Building Exterior - Deck, Surface, 25% Replace	\$54,625	\$10,925	\$10,925	15.37%
Building Exterior - Deck, Guardrail, 25% Replace	\$15,563	\$3,113	\$3,113	4.38%
Building Exterior - Garage Doors	\$27,600	\$18,400	\$920	1.29%
Building Exterior - Doors, Garage Side & Courtyard	\$16,000	\$10,000	\$400	0.56%
Electrical - Light Fixture, Exterior Wall Mount	\$9,750	\$7,800	\$390	0.55%
General Site - Fence, Wood, Privacy	\$20,650	\$12,390	\$826	1.16%
General Site - Concrete, Flatwork, 5% Replace	\$798	\$80	\$80	0.11%
General Site - Landscape, Tree Trimming & Felling	\$3,000	\$1,000	\$1,000	1.41%
General Site - Landscape, Renewal	\$5,000	\$500	\$500	0.70%
TOTALS	\$758,549	\$276,881	\$71,082	100%



RESERVE EXPENSES 1-5 YEARS

Component	2023	2024	2025	2026	2027
Building Exterior - Roof, Asphalt Shingle, Units 1&2	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 3 & 4	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 5 & 6	\$13,650	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 7 & 8	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 9 & 10	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 11 & 12	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 13 & 14	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 15 & 16	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 17 & 18	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 19 & 20	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Unit 21	\$8,450	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Unit 22	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Unit 23	\$8,450	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 1 & 2 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 3 & 4 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 5 & 6 Garage	\$0	\$0	\$0	\$3,551	\$0
Building Exterior - Roof, Units 7 & 8 Garage	\$0	\$0	\$0	\$7,103	\$0
Building Exterior - Roof, Units 9 & 10 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 11 & 12 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 13 & 14 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 15 & 16 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Gutters & Downspouts	\$0	\$35,844	\$0	\$0	\$0
Building Exterior - Roof, Chimney Flue Cap, 25% Replace	\$0	\$0	\$0	\$0	\$1,780
Building Exterior - Siding, 20% Repair & Replace	\$0	\$0	\$0	\$0	\$0
Building Exterior - Clean, Caulk & Paint	\$0	\$133,900	\$0	\$0	\$0
Building Exterior - Deck, Surface, 25% Replace	\$0	\$0	\$0	\$0	\$61,481
Building Exterior - Deck, Guardrail, 25% Replace	\$0	\$0	\$0	\$0	\$17,516
Building Exterior - Garage Doors	\$0	\$0	\$0	\$0	\$0
Building Exterior - Doors, Garage Side & Courtyard	\$0	\$0	\$0	\$0	\$0
Electrical - Light Fixture, Exterior Wall Mount	\$0	\$0	\$0	\$0	\$0
General Site - Fence, Wood, Privacy	\$0	\$0	\$0	\$0	\$0
General Site - Concrete, Flatwork, 5% Replace	\$0	\$0	\$0	\$0	\$0
General Site - Landscape, Tree Trimming & Felling	\$0	\$0	\$3,183	\$0	\$0
General Site - Landscape, Renewal	\$0	\$0	\$0	\$0	\$0
Annual Expenditure	\$30,550	\$169,744	\$3,183	\$10,654	\$80,776



RESERVE EXPENSES 6-10 YEARS

Component	2028	2029	2030	2031	2032
Building Exterior - Roof, Asphalt Shingle, Units 1&2	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 3 & 4	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 5 & 6	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 7 & 8	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 9 & 10	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 11 & 12	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 13 & 14	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 15 & 16	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 17 & 18	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 19 & 20	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Unit 21	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Unit 22	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Unit 23	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 1 & 2 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 3 & 4 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 5 & 6 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 7 & 8 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 9 & 10 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 11 & 12 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 13 & 14 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 15 & 16 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Gutters & Downspouts	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Chimney Flue Cap, 25% Replace	\$0	\$0	\$0	\$0	\$2,063
Building Exterior - Siding, 20% Repair & Replace	\$0	\$0	\$0	\$223,689	\$0
Building Exterior - Clean, Caulk & Paint	\$0	\$0	\$0	\$0	\$169,621
Building Exterior - Deck, Surface, 25% Replace	\$0	\$0	\$0	\$0	\$71,273
Building Exterior - Deck, Guardrail, 25% Replace	\$0	\$0	\$0	\$0	\$20,306
Building Exterior - Garage Doors	\$0	\$0	\$0	\$0	\$0
Building Exterior - Doors, Garage Side & Courtyard	\$0	\$0	\$0	\$0	\$0
Electrical - Light Fixture, Exterior Wall Mount	\$11,303	\$0	\$0	\$0	\$0
General Site - Fence, Wood, Privacy	\$0	\$0	\$0	\$0	\$0
General Site - Concrete, Flatwork, 5% Replace	\$0	\$0	\$0	\$0	\$1,041
General Site - Landscape, Tree Trimming & Felling	\$3,478	\$0	\$0	\$3,800	\$0
General Site - Landscape, Renewal	\$0	\$0	\$0	\$0	\$6,524
Annual Expenditure	\$14,781	\$0	\$0	\$227,490	\$270,827



RESERVE EXPENSES 11-15 YEARS

Component	2033	2034	2035	2036	2037
Building Exterior - Roof, Asphalt Shingle, Units 1&2	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 3 & 4	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 5 & 6	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 7 & 8	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 9 & 10	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 11 & 12	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 13 & 14	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 15 & 16	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 17 & 18	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 19 & 20	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Unit 21	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Unit 22	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Unit 23	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 1 & 2 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 3 & 4 Garage	\$0	\$0	\$0	\$4,773	\$0
Building Exterior - Roof, Units 5 & 6 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 7 & 8 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 9 & 10 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 11 & 12 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 13 & 14 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 15 & 16 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Gutters & Downspouts	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Chimney Flue Cap, 25% Replace	\$0	\$0	\$0	\$0	\$2,392
Building Exterior - Siding, 20% Repair & Replace	\$0	\$0	\$0	\$0	\$0
Building Exterior - Clean, Caulk & Paint	\$0	\$0	\$0	\$0	\$0
Building Exterior - Deck, Surface, 25% Replace	\$0	\$0	\$0	\$0	\$82,625
Building Exterior - Deck, Guardrail, 25% Replace	\$0	\$0	\$0	\$0	\$23,540
Building Exterior - Garage Doors	\$37,092	\$0	\$0	\$0	\$0
Building Exterior - Doors, Garage Side & Courtyard	\$0	\$0	\$0	\$0	\$0
Electrical - Light Fixture, Exterior Wall Mount	\$0	\$0	\$0	\$0	\$0
General Site - Fence, Wood, Privacy	\$27,752	\$0	\$0	\$0	\$0
General Site - Concrete, Flatwork, 5% Replace	\$0	\$0	\$0	\$0	\$0
General Site - Landscape, Tree Trimming & Felling	\$0	\$4,153	\$0	\$0	\$4,538
General Site - Landscape, Renewal	\$0	\$0	\$0	\$0	\$0
Annual Expenditure	\$64,844	\$4,153	\$0	\$4,773	\$113,094



RESERVE EXPENSES 16-20 YEARS

Component	2038	2039	2040	2041	2042
Building Exterior - Roof, Asphalt Shingle, Units 1&2	\$0	\$0	\$22,561	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 3 & 4	\$0	\$21,904	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 5 & 6	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 7 & 8	\$0	\$0	\$0	\$47,583	\$0
Building Exterior - Roof, Asphalt Shingle, Units 9 & 10	\$0	\$0	\$0	\$0	\$41,032
Building Exterior - Roof, Asphalt Shingle, Units 11 & 12	\$0	\$0	\$0	\$0	\$41,032
Building Exterior - Roof, Asphalt Shingle, Units 13 & 14	\$0	\$0	\$38,677	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 15 & 16	\$0	\$0	\$0	\$0	\$41,032
Building Exterior - Roof, Asphalt Shingle, Units 17 & 18	\$0	\$0	\$0	\$27,665	\$0
Building Exterior - Roof, Asphalt Shingle, Units 19 & 20	\$25,317	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Unit 21	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Unit 22	\$13,165	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Unit 23	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 1 & 2 Garage	\$0	\$0	\$0	\$5,533	\$0
Building Exterior - Roof, Units 3 & 4 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 5 & 6 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 7 & 8 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 9 & 10 Garage	\$0	\$0	\$0	\$11,066	\$0
Building Exterior - Roof, Units 11 & 12 Garage	\$0	\$0	\$0	\$0	\$11,398
Building Exterior - Roof, Units 13 & 14 Garage	\$0	\$0	\$10,744	\$0	\$0
Building Exterior - Roof, Units 15 & 16 Garage	\$0	\$0	\$0	\$0	\$11,398
Building Exterior - Roof, Gutters & Downspouts	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Chimney Flue Cap, 25% Replace	\$0	\$0	\$0	\$0	\$2,773
Building Exterior - Siding, 20% Repair & Replace	\$0	\$283,363	\$0	\$0	\$0
Building Exterior - Clean, Caulk & Paint	\$0	\$0	\$214,870	\$0	\$0
Building Exterior - Deck, Surface, 25% Replace	\$0	\$0	\$0	\$0	\$95,785
Building Exterior - Deck, Guardrail, 25% Replace	\$0	\$0	\$0	\$0	\$27,289
Building Exterior - Garage Doors	\$0	\$0	\$0	\$0	\$0
Building Exterior - Doors, Garage Side & Courtyard	\$24,927	\$0	\$0	\$0	\$0
Electrical - Light Fixture, Exterior Wall Mount	\$0	\$0	\$0	\$0	\$0
General Site - Fence, Wood, Privacy	\$0	\$0	\$0	\$0	\$0
General Site - Concrete, Flatwork, 5% Replace	\$0	\$0	\$0	\$0	\$1,398
General Site - Landscape, Tree Trimming & Felling	\$0	\$0	\$4,959	\$0	\$0
General Site - Landscape, Renewal	\$0	\$0	\$0	\$0	\$8,768
Annual Expenditure	\$63,409	\$305,267	\$291,810	\$91,846	\$281,905



RESERVE EXPENSES 21-25 YEARS

Component	2043	2044	2045	2046	2047
Building Exterior - Roof, Asphalt Shingle, Units 1&2	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 3 & 4	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 5 & 6	\$24,653	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 7 & 8	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 9 & 10	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 11 & 12	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 13 & 14	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 15 & 16	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 17 & 18	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 19 & 20	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Unit 21	\$15,262	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Unit 22	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Unit 23	\$15,262	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 1 & 2 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 3 & 4 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 5 & 6 Garage	\$0	\$0	\$0	\$6,414	\$0
Building Exterior - Roof, Units 7 & 8 Garage	\$0	\$0	\$0	\$12,828	\$0
Building Exterior - Roof, Units 9 & 10 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 11 & 12 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 13 & 14 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 15 & 16 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Gutters & Downspouts	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Chimney Flue Cap, 25% Replace	\$0	\$0	\$0	\$0	\$3,214
Building Exterior - Siding, 20% Repair & Replace	\$0	\$0	\$0	\$0	\$358,956
Building Exterior - Clean, Caulk & Paint	\$0	\$0	\$0	\$0	\$0
Building Exterior - Deck, Surface, 25% Replace	\$0	\$0	\$0	\$0	\$111,041
Building Exterior - Deck, Guardrail, 25% Replace	\$0	\$0	\$0	\$0	\$31,635
Building Exterior - Garage Doors	\$0	\$0	\$0	\$0	\$0
Building Exterior - Doors, Garage Side & Courtyard	\$0	\$0	\$0	\$0	\$0
Electrical - Light Fixture, Exterior Wall Mount	\$0	\$0	\$0	\$0	\$0
General Site - Fence, Wood, Privacy	\$0	\$0	\$0	\$0	\$0
General Site - Concrete, Flatwork, 5% Replace	\$0	\$0	\$0	\$0	\$0
General Site - Landscape, Tree Trimming & Felling	\$5,418	\$0	\$0	\$5,921	\$0
General Site - Landscape, Renewal	\$0	\$0	\$0	\$0	\$0
Annual Expenditure	\$60,595	\$0	\$0	\$25,163	\$504,847



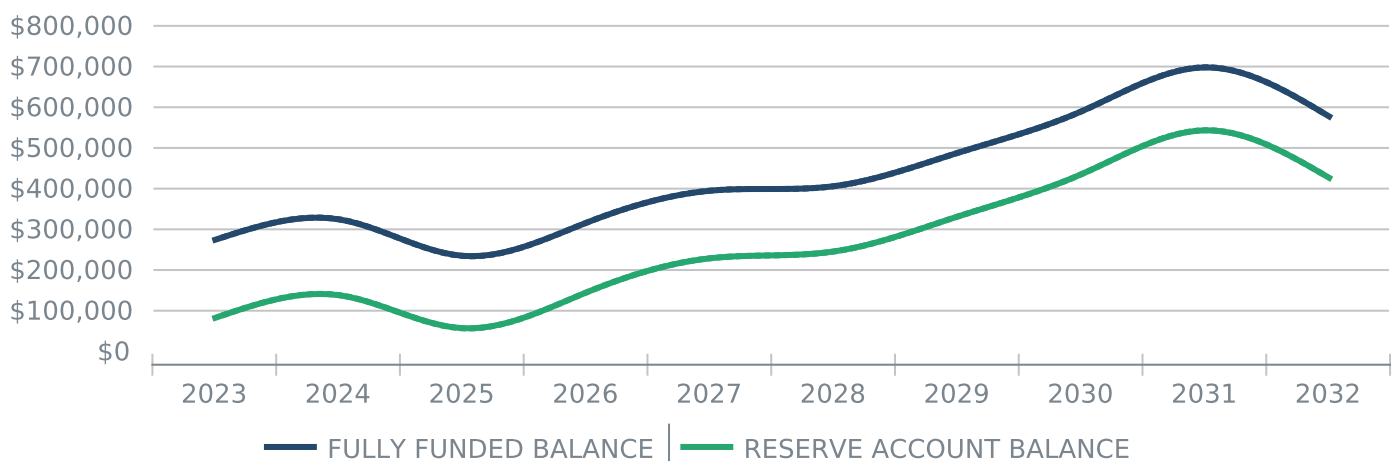
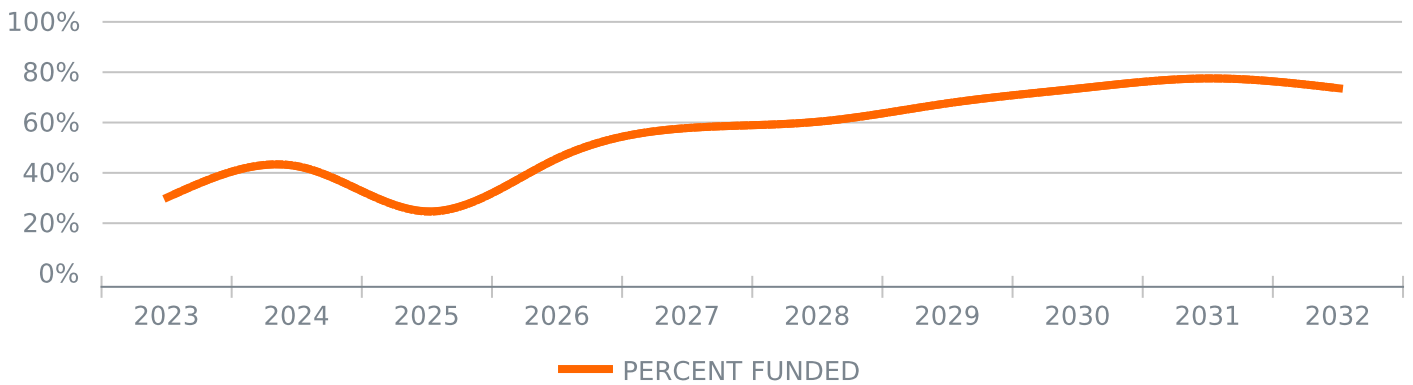
RESERVE EXPENSES 26-30 YEARS

Component	2048	2049	2050	2051	2052
Building Exterior - Roof, Asphalt Shingle, Units 1&2	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 3 & 4	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 5 & 6	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 7 & 8	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 9 & 10	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 11 & 12	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 13 & 14	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 15 & 16	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 17 & 18	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Units 19 & 20	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Unit 21	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Unit 22	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Asphalt Shingle, Unit 23	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 1 & 2 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 3 & 4 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 5 & 6 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 7 & 8 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 9 & 10 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 11 & 12 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 13 & 14 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Units 15 & 16 Garage	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Gutters & Downspouts	\$0	\$0	\$0	\$0	\$0
Building Exterior - Roof, Chimney Flue Cap, 25% Replace	\$0	\$0	\$0	\$0	\$3,726
Building Exterior - Siding, 20% Repair & Replace	\$0	\$0	\$0	\$0	\$0
Building Exterior - Clean, Caulk & Paint	\$272,191	\$0	\$0	\$0	\$0
Building Exterior - Deck, Surface, 25% Replace	\$0	\$0	\$0	\$0	\$128,727
Building Exterior - Deck, Guardrail, 25% Replace	\$0	\$0	\$0	\$0	\$36,674
Building Exterior - Garage Doors	\$0	\$0	\$0	\$0	\$0
Building Exterior - Doors, Garage Side & Courtyard	\$0	\$0	\$0	\$0	\$0
Electrical - Light Fixture, Exterior Wall Mount	\$0	\$0	\$0	\$0	\$0
General Site - Fence, Wood, Privacy	\$0	\$0	\$0	\$0	\$0
General Site - Concrete, Flatwork, 5% Replace	\$0	\$0	\$0	\$0	\$1,879
General Site - Landscape, Tree Trimming & Felling	\$0	\$6,470	\$0	\$0	\$7,070
General Site - Landscape, Renewal	\$0	\$0	\$0	\$0	\$11,783
Annual Expenditure	\$272,191	\$6,470	\$0	\$0	\$189,860



FULL FUNDING PLAN 1-10 YEARS

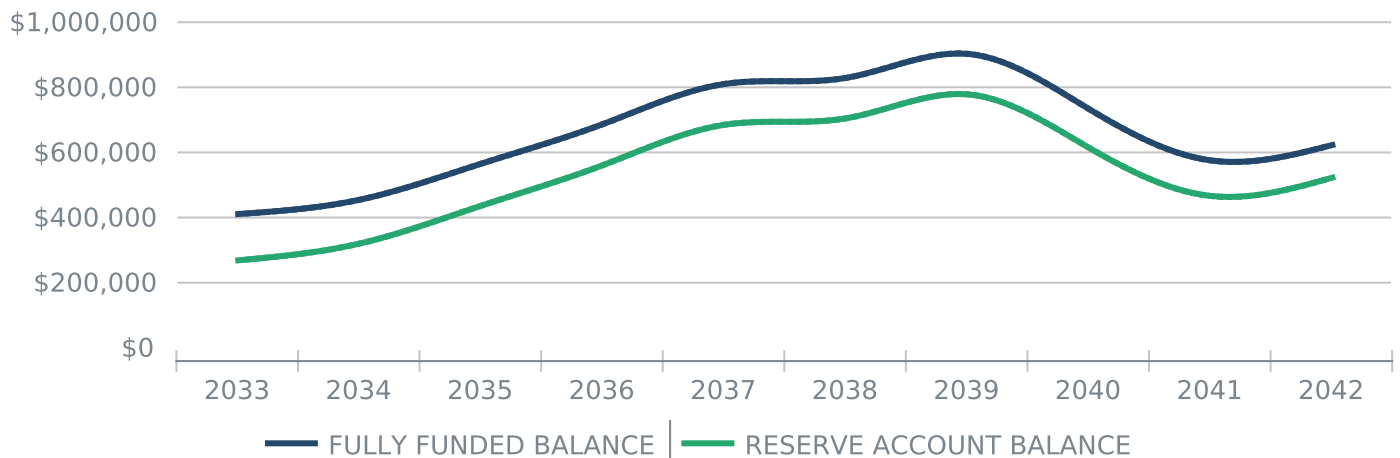
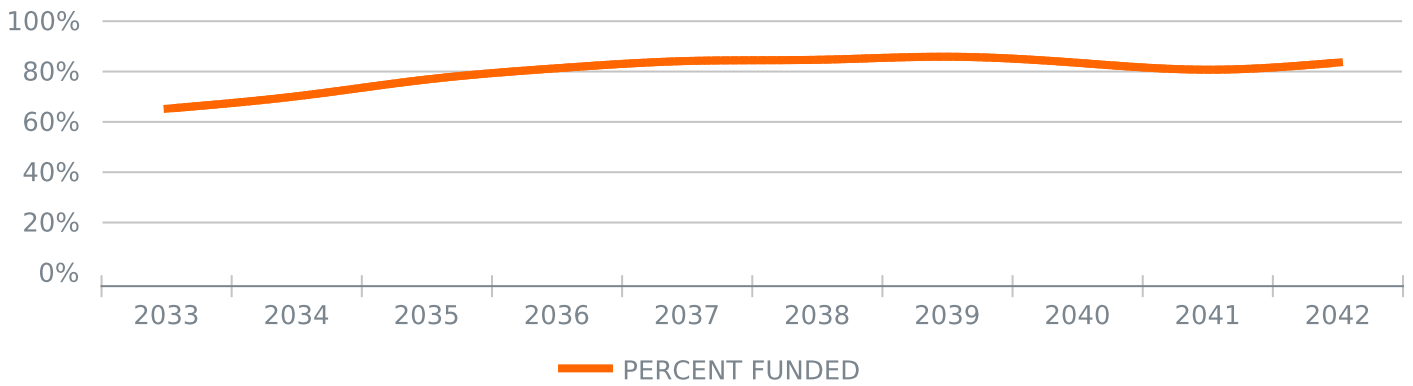
YEAR 1-10	2023	2024	2025	2026	2027	2028	2029	2030	2031	2032
Fully Funded Balance	\$276,881	\$326,936	\$237,319	\$318,834	\$397,429	\$408,556	\$490,464	\$592,601	\$700,423	\$579,868
Percentage Funded (%)	31%	43%	25%	46%	58%	61%	68%	74%	78%	74%
Beginning Balance	\$85,000	\$140,584	\$59,477	\$147,593	\$231,390	\$248,120	\$333,992	\$438,093	\$545,789	\$429,129
Reserve Contribution	\$85,571	\$88,138	\$90,782	\$93,506	\$96,311	\$99,200	\$102,176	\$105,242	\$108,399	\$111,651
Avg Unit Contribution (mth)	\$310.04	\$319.34	\$328.92	\$338.79	\$348.95	\$359.42	\$370.20	\$381.31	\$392.75	\$404.53
Contribution Increase (%)	0.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%
Special Assessment	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Interest Earned	\$563	\$499	\$516	\$945	\$1,196	\$1,452	\$1,925	\$2,454	\$2,431	\$1,748
Reserve Expenditures	\$30,550	\$169,744	\$3,183	\$10,654	\$80,776	\$14,781	\$0	\$0	\$227,490	\$270,827
ENDING BALANCE	\$140,584	\$59,477	\$147,593	\$231,390	\$248,120	\$333,992	\$438,093	\$545,789	\$429,129	\$271,701





FULL FUNDING PLAN 11-20 YEARS

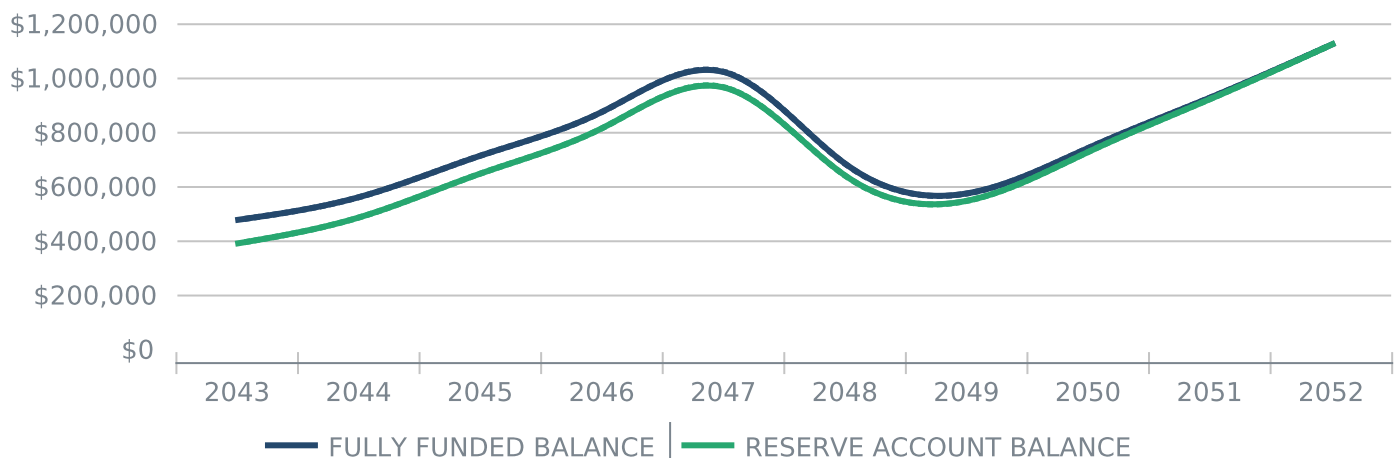
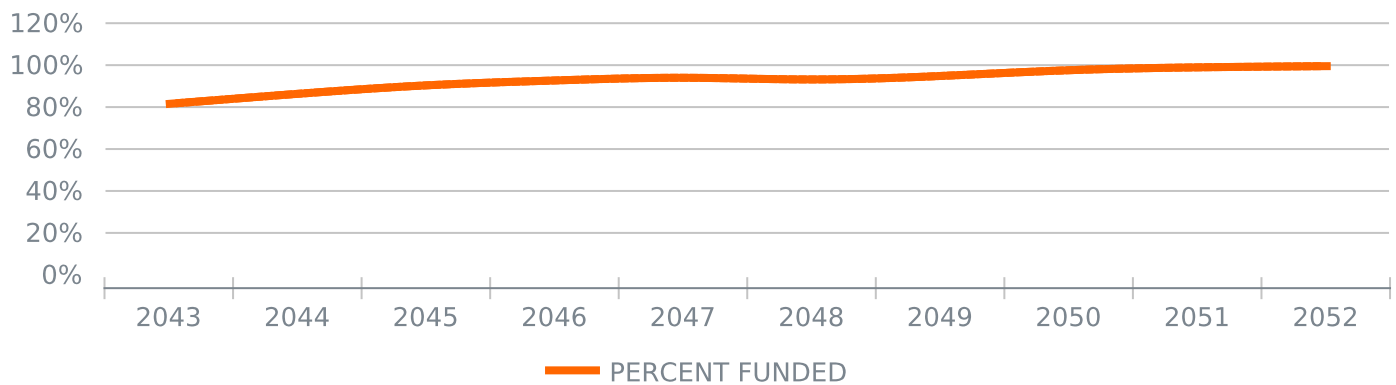
YEAR 11-20	2033	2034	2035	2036	2037	2038	2039	2040	2041	2042
Fully Funded Balance	\$413,841	\$457,862	\$568,667	\$690,113	\$813,419	\$832,078	\$905,795	\$736,032	\$578,561	\$625,960
Percentage Funded (%)	66%	71%	77%	82%	85%	85%	86%	84%	81%	84%
Beginning Balance	\$271,701	\$323,341	\$439,541	\$564,048	\$688,062	\$707,883	\$781,505	\$617,041	\$469,376	\$525,691
Reserve Contribution	\$115,000	\$118,450	\$122,004	\$125,664	\$129,434	\$133,317	\$137,317	\$141,436	\$145,679	\$150,049
Avg Unit Contribution (mth)	\$416.67	\$429.17	\$442.04	\$455.30	\$468.96	\$483.03	\$497.52	\$512.45	\$527.82	\$543.66
Contribution Increase (%)	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%
Special Assessment	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Interest Earned	\$1,484	\$1,902	\$2,503	\$3,122	\$3,481	\$3,714	\$3,488	\$2,709	\$2,481	\$2,299
Reserve Expenditures	\$64,844	\$4,153	\$0	\$4,773	\$113,094	\$63,409	\$305,267	\$291,810	\$91,846	\$281,905
ENDING BALANCE	\$323,341	\$439,541	\$564,048	\$688,062	\$707,883	\$781,505	\$617,041	\$469,376	\$525,691	\$396,134





FULL FUNDING PLAN 21-30 YEARS

YEAR 21-30	2043	2044	2045	2046	2047	2048	2049	2050	2051	2052
Fully Funded Balance	\$482,760	\$567,063	\$720,276	\$882,172	\$1,027,215	\$686,869	\$580,414	\$749,057	\$934,160	\$1,129,695
Percentage Funded (%)	82%	87%	91%	93%	94%	94%	95%	98%	99%	100%
Beginning Balance	\$396,134	\$492,306	\$654,353	\$821,998	\$970,186	\$643,311	\$553,271	\$734,555	\$928,781	\$1,129,695
Reserve Contribution	\$154,551	\$159,188	\$163,963	\$168,882	\$173,948	\$179,167	\$184,542	\$190,078	\$195,781	\$201,654
Avg Unit Contribution (mth)	\$559.97	\$576.77	\$594.07	\$611.89	\$630.25	\$649.16	\$668.63	\$688.69	\$709.35	\$730.63
Contribution Increase (%)	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%
Special Assessment	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Interest Earned	\$2,216	\$2,859	\$3,682	\$4,469	\$4,024	\$2,984	\$3,212	\$4,148	\$5,133	\$5,678
Reserve Expenditures	\$60,595	\$0	\$0	\$25,163	\$504,847	\$272,191	\$6,470	\$0	\$0	\$189,860
ENDING BALANCE	\$492,306	\$654,353	\$821,998	\$970,186	\$643,311	\$553,271	\$734,555	\$928,781	\$1,129,695	\$1,147,167





PHYSICAL ANALYSIS

This section of the report provides specific information regarding the physical condition of the property and common area assets. The data that follows is a result of the visual [non-intrusive] site review.

SITE INSPECTION

An on-site field survey was conducted to assess the general condition of the property and its reserve components. The survey was visual in nature, and no destructive or invasive testing was conducted. Observations were recorded using a representative sampling of the Association's common areas and reserve components. The component inventory and associated field measurements were also substantiated as part of the inspection. Due to the general and non-invasive nature of the site inspection, RSG cannot comment on components and conditions not visible to the naked eye.

MAINTENANCE GUIDE

The Maintenance guide focuses on reserve components that account for a significant percentage of the Association's reserve fund budget. Ongoing review and maintenance of all common area assets is generally recommended, although in some cases it is critical that such activities occur on a frequent and regular basis. Condition and performance of the Association's common areas assets is contingent on the implementation of a comprehensive program of preventative maintenance.

COMPONENT INVENTORY

The component inventory summarizes associated costs of each reserve component, and additionally highlights those components which require further review. The inventory provides a visual reference point for understanding the Association 's common area responsibilities.



SITE INSPECTION SUMMARY

A visual noninvasive inspection of the property was conducted on April 15th 2022. Recommendations contained within the report are based upon conditions viewed as part of the site inspection as well as reference materials obtained from the client, public resources and associated vendors.





MAINTENANCE GUIDE

The life expectancy estimates of reserve components highlighted in this report can be greatly affected by the quality and level of maintenance received. To achieve the goals set within this report, a preventative maintenance program needs to support the scheduled cycle of repair and replacement.




MAINTENANCE LOG BOOK

We recommend use of a log book to record all maintenance work carried out, including a description of the work, date of completion, estimated and actual cost, contractor and warranty information. By implementing this simple practice, a log book can provide a valuable source for future budgeting.

INSPECTIONS

Regular inspections are basic to planned maintenance. There is no general rule on how often maintenance surveys need to be carried out. Frequency is generally influenced by the rates of decay and deterioration of various building elements. However, the main purpose of a maintenance plan is to provide guidance to the Association. We have proposed a conservative approach that results in inspections at shorter intervals. Gradually as more information and background data is collected, we recommend that the Association adjust the interval timing to meet their needs.

Three categories have been used to highlight the various types of maintenance activities that must be carried out:

-  Inspect
-  Owner Review
-  Maintenance

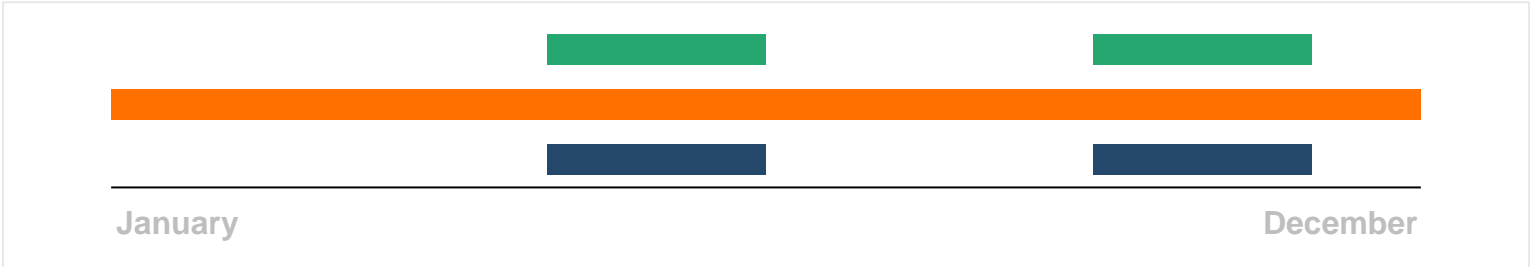
It should be noted that the maintenance activities outlined in the following pages are general in nature and should be used as a guideline. The activities are not intended to replace any manufacturer, trade association, and/or other professional recommendations made available to the Association. Warranties (manufacturer or service) should also be carefully reviewed prior to engaging maintenance or repair services. Readers should consult with the appropriate professionals before taking any action.



MAINTENANCE GUIDE

Roof Maintenance

Schedule



INSPECT ANNUALLY

- Inspect roofing general surface, flashings and thru roof pipe penetrations.

OWNER REVIEW MONTHLY

- Review interior locations [ceiling/attic] for signs of potential water intrusion.

MAINTAIN ANNUALLY

- Clean roof of debris and organic material [address moss accumulation].
- Replace missing or damaged sections of the roofing system.
- Clean gutters and downspouts of debris, leaves and other organic material.

Building Exterior

Roof, Asphalt Shingle

Proper roof maintenance can have a significant effect on the life achieved. Roof surfaces should be kept free of moss and other organic materials, which can significantly affect the life of the roofing materials. In addition to ongoing maintenance, we suggest that a roofing contractor periodically review and repair the roofs, checking vents and other pipes or thru-roof penetrations.



MAINTENANCE GUIDE

Building Exterior Maintenance

Schedule



INSPECT ANNUALLY

- Review overall building structure for deficiencies and concerns.

OWNER REVIEW MONTHLY

- Review and ensure that landscaping not contact with siding.
- Review and adjust sprinkler systems so they don't excessively spray on siding.

MAINTAIN ANNUALLY

- Clean exterior surfaces to remove dirt & debris.
- Replace caulk that has cracked, hardened or lost its seal.
- Repair all instances of damaged, loose or missing siding.

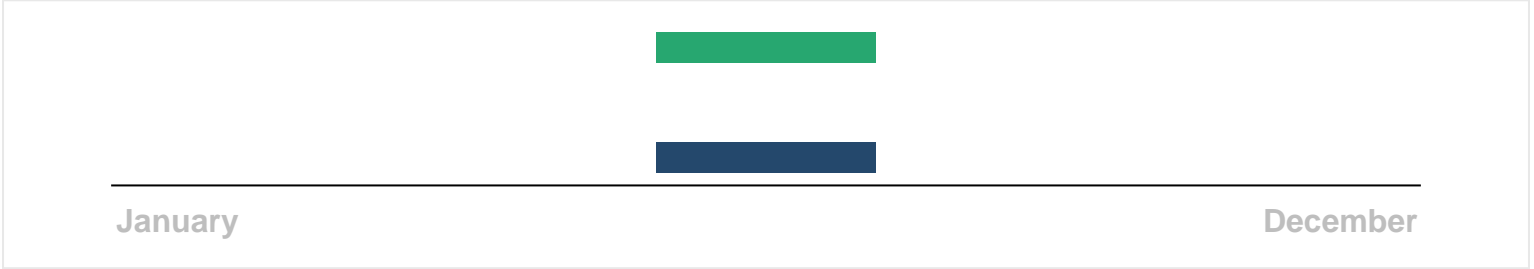
Building Exterior Siding



MAINTENANCE GUIDE

Painting Maintenance

Schedule



INSPECT ANNUALLY

- Review of the overall community for deficiencies and concerns.

MAINTAIN

- Replace any sealant that has cracked, hardened or lost its seal.
- Touch up and correct all areas of exposed or deteriorated paint.

Building Exterior

Clean, Caulk & Paint

Paint and protective coatings in general must be evaluated for their durability and service life. Consideration should be given to how long the paint will retain its appearance and will meet life cycle estimates.



MAINTENANCE GUIDE

Concrete Flatwork Maintenance

Schedule



OWNER REVIEW MONTHLY

- Check cracking and displacement of concrete for potential trip hazards.

MAINTAIN MONTHLY

- Pressure wash surfaces and clear of all obstructions and debris.
- Remove snow and ice if needed.

General Site

Concrete, Flatwork

Trip hazards can occur because of ground movement, erosion or heavy tree root growth. Typically repairs are required when concrete cracks and twists to a point where there is a significant difference in elevation on either side of the crack. Concrete grinding or cutting may be preferable mode of repair where damage is not significant enough to warrant removal and replacement.

COMPONENT INVENTORY



The following inventory summarizes the key data points of each reserve component funded through the Association's reserves. The list of components is unique to the Association and may serve as a general guide in determining the current condition and level of care needed to adequately maintain each component.

Building Exterior - Roof, Asphalt Shingle, Units 1&2

Current Cost \$13,650	Estimated Quantity 21 Squares	Work Required Replace	Action Required 2040
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Building Exterior - Roof, Asphalt Shingle, Units 3 & 4

Current Cost \$13,650	Estimated Quantity 21 Squares	Work Required Replace	Action Required 2039
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Building Exterior - Roof, Asphalt Shingle, Units 5 & 6

Current Cost \$13,650	Estimated Quantity 21 Squares	Work Required Replace	Action Required 2023
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COMPONENT INVENTORY



Building Exterior - Roof, Asphalt Shingle, Units 7 & 8

Current Cost	Estimated Quantity	Work Required	Action Required
\$27,950	43 Squares	Replace	2041



Building Exterior - Roof, Asphalt Shingle, Units 9 & 10

Current Cost	Estimated Quantity	Work Required	Action Required
\$23,400	36 Squares	Replace	2042

COMPONENT INVENTORY



Building Exterior - Roof, Asphalt Shingle, Units 11 & 12

Current Cost \$23,400	Estimated Quantity 36 Squares	Work Required Replace	Action Required 2042
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Building Exterior - Roof, Asphalt Shingle, Units 13 & 14

Current Cost \$23,400	Estimated Quantity 36 Squares	Work Required Replace	Action Required 2040
---------------------------------	--	---------------------------------	--------------------------------

COMPONENT INVENTORY



Building Exterior - Roof, Asphalt Shingle, Units 15 & 16

Current Cost	Estimated Quantity	Work Required	Action Required
\$23,400	36 Squares	Replace	2042



Building Exterior - Roof, Asphalt Shingle, Units 17 & 18

Current Cost	Estimated Quantity	Work Required	Action Required
\$16,250	25 Squares	Replace	2041

COMPONENT INVENTORY



Building Exterior - Roof, Asphalt Shingle, Units 19 & 20

Current Cost \$16,250	Estimated Quantity 25 Squares	Work Required Replace	Action Required 2038
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Building Exterior - Roof, Asphalt Shingle, Unit 21

Current Cost \$8,450	Estimated Quantity 13 Squares	Work Required Replace	Action Required 2023
--------------------------------	--	---------------------------------	--------------------------------

Building Exterior - Roof, Asphalt Shingle, Unit 22

Current Cost \$8,450	Estimated Quantity 13 Squares	Work Required Replace	Action Required 2038
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COMPONENT INVENTORY



Building Exterior - Roof, Asphalt Shingle, Unit 23

Current Cost \$8,450	Estimated Quantity 13 Squares	Work Required Replace	Action Required 2023
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Building Exterior - Roof, Units 1 & 2 Garage

Current Cost \$3,250	Estimated Quantity 5 Squares	Work Required Replace	Action Required 2041
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COMPONENT INVENTORY



Building Exterior - Roof, Units 3 & 4 Garage

Current Cost \$3,250	Estimated Quantity 5 Squares	Work Required Replace	Action Required 2036
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Building Exterior - Roof, Units 5 & 6 Garage

Current Cost \$3,250	Estimated Quantity 5 Squares	Work Required Replace	Action Required 2026
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Building Exterior - Roof, Units 7 & 8 Garage

Current Cost \$6,500	Estimated Quantity 10 Squares	Work Required Replace	Action Required 2026
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COMPONENT INVENTORY



Building Exterior - Roof, Units 9 & 10 Garage

Current Cost	Estimated Quantity	Work Required	Action Required
\$6,500	10 Squares	Replace	2041



Building Exterior - Roof, Units 11 & 12 Garage

Current Cost	Estimated Quantity	Work Required	Action Required
\$6,500	10 Squares	Replace	2042

COMPONENT INVENTORY



Building Exterior - Roof, Units 13 & 14 Garage

Current Cost	Estimated Quantity	Work Required	Action Required
\$6,500	10 Squares	Replace	2040



Building Exterior - Roof, Units 15 & 16 Garage

Current Cost	Estimated Quantity	Work Required	Action Required
\$6,500	10 Squares	Replace	2042

COMPONENT INVENTORY



Building Exterior - Roof, Gutters & Downspouts

Current Cost	Estimated Quantity	Work Required	Action Required
\$34,800	3480 LF	Replace	2024



Building Exterior - Roof, Chimney Flue Cap, 25% Replace

Current Cost	Estimated Quantity	Work Required	Action Required
\$1,581	23 Each	Replace	2027

COMPONENT INVENTORY



Building Exterior - Siding, 20% Repair & Replace

Current Cost	Estimated Quantity	Work Required	Action Required
\$176,583	47725 SF	Replace	2031



Building Exterior - Clean, Caulk & Paint

Current Cost	Estimated Quantity	Work Required	Action Required
\$130,000	1 Lump Sum	Paint	2024

COMPONENT INVENTORY



Building Exterior - Deck, Surface, 25% Replace

Current Cost	Estimated Quantity	Work Required	Action Required
\$54,625	8740 SF	Replace	2027



Building Exterior - Deck, Guardrail, 25% Replace

Current Cost	Estimated Quantity	Work Required	Action Required
\$15,563	830 LF	Replace	2027

COMPONENT INVENTORY



Building Exterior - Garage Doors

Current Cost	Estimated Quantity	Work Required	Action Required
\$27,600	23 Each	Replace	2033



Building Exterior - Doors, Garage Side & Courtyard

Current Cost	Estimated Quantity	Work Required	Action Required
\$16,000	32 Each	Replace	2038

COMPONENT INVENTORY



Electrical - Light Fixture, Exterior Wall Mount

Current Cost \$9,750	Estimated Quantity 78 Each	Work Required Replace	Action Required 2028
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General Site - Fence, Wood, Privacy

Current Cost \$20,650	Estimated Quantity 295 LF	Work Required Replace	Action Required 2033
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COMPONENT INVENTORY



General Site - Concrete, Flatwork, 5% Replace

Current Cost	Estimated Quantity	Work Required	Action Required
\$798	1450 SF	Repair	2032



General Site - Landscape, Tree Trimming & Felling

Current Cost	Estimated Quantity	Work Required	Action Required
\$3,000	1 Lump Sum	Maintain	2025

COMPONENT INVENTORY



General Site - Landscape, Renewal

Current Cost \$5,000	Estimated Quantity 1 Lump Sum	Work Required Replace	Action Required 2032
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DISCLOSURES

As a guideline for establishing and spending reserves, it is assumed that the reserve study will be regularly updated to address the Association's changing physical and financial circumstances. As such this report is valid at the date shown and Reserve Study Group, LLC (RSG) cannot be held responsible for subsequent changes in physical/chemical environmental conditions and/or legislation over which we have no control.

This reserve study is based on visual inspections of the physical plant's major components. No invasive or destructive testing, or testing of materials was conducted during the inspections, or at any other time during the preparation of this report. It is assumed that all building and ancillary components have been designed and constructed properly and that life cycles will approximate normal industry performance standards. RSG shall not be responsible for accurate determination of remaining life expectancies of components that may have been improperly designed and constructed. Our opinions of the remaining life expectancy of the property's components do not represent a guarantee or warranty of performance in relation to the product, materials or workmanship.

Cost estimates used represent a preliminary opinion only and are neither a quote nor a warranty of actual costs that may be incurred. These estimates are based on typical cost data that may not fully characterize the scope of the underlying property conditions. It should be anticipated that actual cost outcomes will be impacted by varying physical and economic conditions, maintenance practices, changes in technology, and future regulatory actions.

The authors of this report make no representation or warranty, expressed or implied, with respect to the contents of this publication or any part thereof and cannot accept any legal responsibility or liability for any inaccuracies, errors or omissions contained in this publication or any part thereof. Our best professional judgment has been used, however certain facts forming the basis of this report are subject to professional interpretation and differing conclusions could be reached.

RSG nor any of its representatives, agents or employees maintain management roles or vested interest in, or have other business relationships with the Association. There is no perceived or actual conflicts of interest between RSG and the Association. Our reserve studies are prepared by a reserve study professional and also comply with the requirements of the Washington Unified Common Interest Act (WUCIOA).

This reserve study should be reviewed carefully. It may not include all common and limited common element components that will require major maintenance, repair, or replacement in future years, and may not include regular contributions to a reserve account for the cost of such maintenance, repair, or replacement. The failure to include a component in a reserve study, or to provide contributions to a reserve account for a component, may, under some circumstances, require the association to (1) defer major maintenance, repair, or replacement, (2) increase future reserve contributions, (3) borrow funds to pay for major maintenance, repair, or replacement, or (4) impose special assessments for the cost of major maintenance, repair, or replacement.



GLOSSARY OF TERMS

Component

The individual line items in the Reserve Study which are included in the Physical Analysis. These elements form the building blocks for the Reserve Study.

Estimated Useful Life

The estimated time, in years, that a reserve component can be expected to serve its intended function if properly constructed in its present application or installation.

Fully Funded

When the actual (or projected) Reserve balance is equal to the Fully Funded Balance.

Fully Funded Balance (FFB)

The Reserve balance that is in direct proportion to the fraction of life “used up” of the current Repair or Replacement cost. This number is calculated for each component, then summed together for an Association total.

$FFB = \text{Current Cost} \times \text{Effective Age} / \text{Useful Life}$

Percent Funded

The ratio, at a particular point of time, of the actual Reserve Balance to the Fully Funded Balance (FFB), expressed as a percentage.

Remaining Useful Life

The estimated time, in years, that a Reserve Component can be expected to continue to service its intended function. Projects anticipated to occur in the initial year have a “zero” Remaining Life.

Unit Cost Estimate

The cost of replacing, repairing, or restoring a Reserve Component to its original functional condition. The Current Replacement Cost would be the cost to replace, repair, or restore the component during the current year.

Unit of Measure

Various units of measure have been used to quantify the amounts and costs in relation to each reserve component. Below are the key units used as part of this report.

SF = Square Foot

SY = Square Yard

LF = Linear Foot

SQUARE = 100 Square Feet (Roofing)

