



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

AZ Corp. Commission
00717579

DUE ON OR BEFORE 04/16/2003

FY02-03

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 for proper format. REFER TO THE INSTRUCTIONS ON PAGE 4.

1. -0083623-0
THE LAKES COMMUNITY ASSOCIATION
5501 LAKESHORE DR
TEMPE, AZ 85283

RECEIVED

JUN 04 2003

ARIZONA CORP. COMMISSION
CORPORATIONS DIVISION

Business Phone: ~~(480) 838-1033~~ (Business phone is optional)

State of Domicile: ARIZONA

Type of Corporation: NON-PROFIT

2. Statutory Agent: CHARLES R MAXWELL
Mailing Address: 1423 S HIGLEY RD #119
City, State, Zip: MESA, AZ 85206

Physical Address, If Different.
Physical Address:
City, State, Zip:

ACC USE ONLY ^{IPR} 6-6-03

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

3. Secondary Address: ⁶⁰⁶⁵⁷⁶
(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
- 2. Advertising
- 3. Aerospace
- 4. Agriculture
- 5. Architecture
- 6. Banking/Finance
- 7. Barbers/Cosmetology
- 8. Construction
- 9. Contractor
- 10. Credit/Collection
- 11. Education
- 12. Engineering
- 13. Entertainment
- 14. General Consulting
- 15. Health Care
- 16. Hotel/Motel
- 17. Import/Export
- 18. Insurance
- 19. Legal Services
- 20. Manufacturing
- 21. Mining
- 22. News Media
- 23. Pharmaceutical
- 24. Publishing/Printing
- 25. Ranching/Livestock
- 26. Real Estate
- 27. Restaurant/Bar
- 28. Retail Sales
- 29. Science/Research
- 30. Sports/Sporting Events
- 31. Technology(Computers)
- 32. Technology(General)
- 33. Television/Radio
- 34. Tourism/Convention Services
- 35. Transportation
- 36. Utilities
- 37. Veterinary Medicine/Animal Care
- 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. Please examine the corporation's original Articles of Incorporation for the amount of shares authorized. 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. Please Print or Type Clearly.

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

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. Please Type or Print Clearly.

Name: Name:

NONE [X]

Name: Name:

7. OFFICERS Please Type or Print Clearly. You Must List at Least One.

Name: See Attached

Name: See Attached

Title:

Title:

Address:

Address:

Date taking office: February 2003

Date taking office: February 2003

Name: See Attached

Name: See Attached

Title:

Title:

Address:

Address:

Date taking office: February 2003

Date taking office: February 2003

8. DIRECTORS Please Type or Print Clearly. You Must List at Least One.

Name: See Attached

Name: See Attached

Address:

Address:

Date taking office: February 2002

Date taking office: February 2002

Name: See Attached

Name: See Attached

Address:

Address:

Date taking office: February 2003

Date taking office: February 2001

THE LAKES COMMUNITY ASSOCIATION
Board of Directors 2003

Name & Address	Lot #	Term Ends
Tom Peterlin 5526 S. Jolly Roger Road Tempe, AZ 85283	President F-011	2004
Dave Kemper 5437 S. Compass Road Tempe, AZ 85283	Vice-President D-082	2006
Beau Jones 1038 E. Driftwood Drive Tempe, AZ 85283	Secretary (G-028)	2005
Richard Johnson 5413 S. Lighthouse Tempe, AZ 85283	Treasurer (B-040)	2006
Kermit Clark, Sr. 958 E. Morningstar Lane Tempe, AZ 85283	D-020	2004
Kris Hoffman 1118 E. Leeward Lane Tempe, AZ 85283	N3-05	2004
Denis La Force 1504 E. Weathervane Lane Tempe, AZ 85283	C-061	2005
Sam Marcus 939 E. Leeward Lane Tempe, AZ 85283	D-207	2005
Katharine Whiting 5439 S. Lighthouse Lane Tempe, AZ 85283	B-045	2006

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THE LAKES COMMUNITY ASSOCIATION
BALANCE SHEETS
DECEMBER 31, 2002 AND 2001

ASSETS

	<u>Operating Fund</u>	<u>Capital Fund</u>	<u>Reserve Fund</u>	<u>2002 Total</u>	<u>2001 Total</u>
Current Assets					
Cash	\$278,222	\$42,798	\$460,742	\$ 781,762	\$ 374,065
Receivables (Note 3)	24,560		1,541	26,101	31,741
Receivable from reserve/capital/ operating fund	978			978	
Allowance for bad debts	(2,801)			(2,801)	(4,000)
Marketable securities (Note 4)					302,815
Inventories (Note 2)	620			620	514
Deferred income tax					9,867
Deposits-workers' compensation	590			590	620
Deposits-income tax payments	349			349	7,336
Prepaid expenses	<u>2,325</u>			<u>2,325</u>	<u>2,293</u>
Total current assets	304,843	42,798	462,283	809,924	725,251
Property and Equipment					
Property and equipment (Notes 2 & 5)	965,715			965,715	969,474
Accumulated depreciation	<u>(397,074)</u>			<u>(397,074)</u>	<u>(404,768)</u>
Total property and equipment	<u>568,641</u>			<u>568,641</u>	<u>564,706</u>
Total assets	<u>\$873,484</u>	<u>\$42,798</u>	<u>\$462,283</u>	<u>\$1,378,565</u>	<u>\$1,289,957</u>

LIABILITIES AND FUND BALANCES

	<u>Operating Fund</u>	<u>Capital Fund</u>	<u>Reserve Fund</u>	<u>2002 Total</u>	<u>2001 Total</u>
Current Liabilities					
Accounts payable	\$ 20,308		\$ 735	\$ 21,043	\$ 17,905
Other accrued liabilities (Note 6)	19,276			19,276	14,039
SEG easement deposit	1,000			1,000	100
Income taxes payable	155			155	
Due to operating/reserve fund			978	978	0
Prepaid membership assessments	<u>101,368</u>			<u>101,368</u>	<u>99,950</u>
Total current liabilities	142,107		1,713	143,820	131,994
Fund Balances					
Donated capital fund balance	382,604			382,604	382,604
Operating fund balance	348,773			348,773	298,171
Reserve fund balance			460,570	460,570	451,967
Capital fund balance		\$42,798		42,798	32,044
Accumulated other comprehensive income					
Net unrealized gain(loss) on investments					(6,823)
Total fund balances	<u>731,377</u>	<u>42,798</u>	<u>460,570</u>	<u>1,234,745</u>	<u>1,157,963</u>
Total liabilities and fund balances	<u>\$873,484</u>	<u>\$42,798</u>	<u>\$462,283</u>	<u>\$1,378,565</u>	<u>\$1,289,957</u>

The accompanying notes are an integral part of these financial statements.

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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; the date and location; the court and public agency involved, and the file or cause number of the case. |
| 4. Prior addresses (for immediate preceding 7 year period). | |

11. STATEMENT OF BANKRUPTCY, RECEIVERSHIP or CHARTER REVOCATION (A.R.S. §§10-202.D.2, 10-3202.02, 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 either by election or appointment as an officer, director, trustee, incorporator and/or person controlling or holding more than 20% of the issued and outstanding common shares or 20% of any other proprietary, beneficial or membership interest in the corporation served in such capacity or held a 20% interest in any other corporation during the bankruptcy, receivership, or charter revocation of the other corporation? **[Underlined portion pertains to business corporations only]**

One box **must** be marked: **YES** **NO**

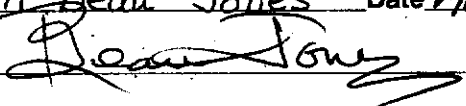
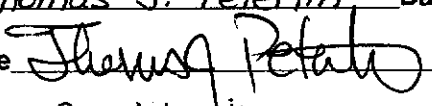
If **"YES"** to A and/or B, the following information **must be submitted** as an attachment to this report for each person subject to the statement above.

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 Ruth "Beau" Jones Date 2/26/03 Name Thomas J. Peterlin Date 2/26/03

Signature  Signature 

Title Secretary Title President

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