



WEB FORM COPY

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

AZ Corp. Commission



02827900

DUE ON OR BEFORE 05/19/2009

FILING FEE \$10.00

PLEASE READ ALL INSTRUCTIONS. 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.

-1090976-0

RECEIVED

- 1. MISSION ROYALE ADULT VILLAGE HOMEOWNERS ASSOCIATION, INC. % AAM LLC 7740 N 16TH ST #300 PHOENIX, AZ 85020

JUN 15 2009

ARIZONA CORP COMMISSION CORPORATIONS DIVISION

Business Phone: State of Domicile: ARIZONA

(Business phone is optional.)

Type of Corporation: NON-PROFIT

2.

Statutory Agent: LAURA ZIFF Mailing Address: 7740 N 16TH ST #300 City, State, Zip: PHOENIX, AZ 85020

Statutory Agent's Street or Physical Address, if Different. Physical Address: City, State, Zip:

ACC USE ONLY Fee \$ Penalty \$ Reinstates \$ Expedite \$ Resubmit \$

If appointing a new statutory agent, the new agent MUST consent to that appointment by signing below. Note that the agent address must be in Arizona. 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

RECEIVED

3. Secondary Address:

(Foreign Corporations are REQUIRED to complete this section).

JUN 23 2009

ARIZONA CORP. COMMISSION CORPORATIONS DIVISION

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. Cooperative Marketing Association 15. Animal Husbandry 16. Homeowner's Association 17. Professional, commercial industrial or trade association 18. Other

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5. CAPITALIZATION:

(For-profit 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 PRINT OR TYPE CLEARLY.

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)

N/A

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)

N/A

6. SHAREHOLDERS:

(For-profit 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.

Name: Name:
NONE [checked] Name: Name:

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

Name: Steve Hextell
Title: PRESIDENT
Address: 7740 N 16TH ST #300
PHOENIX, AZ 85020

Name: Curtis Lostutter
Title: SECRETARY
Address: 7740 N 16TH ST #300
PHOENIX, AZ 85020

Date taking office: 1/1/2007
Name: Curtis Lostutter
Title: TREASURER
Address: 7740 N 16TH ST #300
PHOENIX, AZ 85020

Date taking office: 6/1/2005
Name: Loren Crabtree
Title: VICE-PRESIDENT
Address: 7740 N 16TH ST #300
PHOENIX, AZ 85020

Date taking office: 6/1/2005
Name: Steve Hextell
Address: 7740 N 16TH ST #300
PHOENIX, AZ 85020

Date taking office: 8/1/2004
Name: Curtis Lostutter
Address: 7740 N 16TH ST #300
PHOENIX, AZ 85020

Date taking office:
Name: Loren Crabtree
Address: 7740 N 16TH ST #300
PHOENIX, AZ 85020

Date taking office:
Name:
Address:

Date taking office:

Date taking office:



7740 N 16th Street Suite 300  
Phoenix AZ 85020

Acct #

ASSETS

OPERATING FUNDS		
1100	Operating Checking	89,464.43
1120	Petty Cash	300.00
1125	Petty Checking Account	837.37
TOTAL OPERATING FUNDS		90,601.80
RESERVE FUNDS		
1150	Reserve Fund Savings	79,830.72
1152	Reserve CD	135,535.41
TOTAL RESERVE FUNDS		215,366.13
OTHER ASSETS		
1199	Intercompany Clearing Account	121.22
1200	Accounts Receivable	33,954.29
1260	Prepaid Insurance	5,494.00
TOTAL OTHER ASSETS		39,569.51
TOTAL ASSETS		345,537.44

LIABILITIES

LIABILITIES		
2001	Accounts Payable	3,109.34
2003	Accrued Expenses	12,668.00
2006	Deferred Assessments	62,589.40
2010	Refundable Deposits	3,000.00
TOTAL LIABILITIES		81,366.74

EQUITY

3501	Members' Equity - Prior Years	212,849.80
	Current Year Surplus/(Deficit)	51,320.90
TOTAL EQUITY		264,170.70
TOTAL LIABILITIES & EQUITY		345,537.44

1. The first part of the document discusses the importance of maintaining accurate records of all transactions. It emphasizes that proper record-keeping is essential for the integrity of the financial system and for the ability to detect and prevent fraud. The text notes that without reliable records, it would be difficult to verify the accuracy of financial statements and to identify any irregularities.

2. The second part of the document focuses on the role of internal controls in ensuring the reliability of financial information. It describes how internal controls are designed to prevent errors and fraud by establishing a clear structure of authority and responsibility. The text highlights that effective internal controls are a key component of a strong corporate governance framework and are necessary for the confidence of investors and other stakeholders.

3. The third part of the document addresses the challenges of implementing and maintaining internal controls. It notes that while the benefits of internal controls are clear, their implementation can be complex and costly. The text discusses the need for ongoing monitoring and evaluation to ensure that controls remain effective over time and in the face of changing business conditions. It also mentions the importance of training and education for employees to ensure they understand and follow the control procedures.

4. The fourth part of the document discusses the role of external audits in providing an independent assessment of the financial statements. It explains that external audits are conducted by qualified auditors who follow established standards to verify the accuracy and completeness of the financial data. The text notes that external audits provide a level of assurance that is not possible through internal controls alone and are a critical part of the financial reporting process.

5. The fifth part of the document concludes by summarizing the key points discussed. It reiterates that a combination of strong internal controls, effective monitoring, and independent external audits is necessary to ensure the reliability and integrity of financial information. The text emphasizes that these measures are essential for the long-term success and sustainability of any organization.

**COMMISSIONERS**  
KRISTIN K. MAYES - Chairman  
GARY PIERCE  
PAUL NEWMAN  
SANDRA D. KENNEDY  
BOB STUMP



MICHAEL P. KEARNS  
Interim Executive Director  
  
LINDA FISHER  
Director, Corporations Division

**ARIZONA CORPORATION COMMISSION**

CORPORATIONS DIVISION  
1300 West Washington  
Phoenix, Arizona 85007-

**MISSION ROYALE ADULT VILLAGE HOMEOWNERS ASSOCIATION, INC.**  
**% AAM LLC**  
**7740 N 16TH ST #300**

**PHOENIX, AZ 85020**

Effective Date: **06/19/2009**  
File No: **-1090976-0**

Original Due Date: **May 19, 2009**

Received: **06/15/09**

We have deposited your check, however your annual report is being returned for the following reason(s):

Please complete page 3 of the annual report form. Two or more items on page 3 were not completed, please refer to the instruction page for more information. For-profit corporations must make sure that sections 10-12 are complete and non-profit corporations must make sure that sections 9-12 are complete.

**IMPORTANT INFORMATION**

Please note: This annual report has not been approved, it is being returned to you for corrections which are listed above. If you wish to avoid additional penalties and possible administrative dissolution, this report must be returned within 30 days after the effective date of this notice to be deemed timely filed. Refer to A.R.S. 10-1622.F for more information.

To successfully process your document, it is important for you to return:

- 1) A copy of this letter.
- 2) All annual report(s) which accompanied this letter (with corrections made).
- 3) Filing fee, penalties, or reinstatement fee, if due.
- 4) Additional forms if required.

AR: 0021

REV. 12/2008



**9. FINANCIAL DISCLOSURE (A.R.S. §10-11622(A)(9))**

Nonprofits – if your annual report is due on or before September 25, 2008, you **must attach** a financial statement (e.g. income/expense statement, balance sheet including assets, liabilities). If your nonprofit annual report is due after September 25, 2008, a financial statement is not required. Cooperative marketing associations must in all cases submit a financial statement. All other forms of corporations are exempt from filing a financial statement no matter what date the annual report was due.

**ONLY NONPROFIT CORPORATIONS MUST ANSWER THIS QUESTION:**

9A. MEMBERS (A.R.S. §10-11622(A)(6)) This corporation **DOES**  **DOES NOT**  have members.

**10. CERTIFICATE OF DISCLOSURE (A.R.S. §§ 10-202(D), 10-3202(D), 10-1622(A)(8) & 10-11622(A)(7))**

A. Has any person who is currently an officer, director, trustee, incorporator, or who, in a For-profit corporation, controls or holds more than 10% of the issued and outstanding common shares or 10% of any other proprietary, beneficial or membership interest in the corporation been:

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. 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" to A, 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 birth name.   | 5. Date and location of birth.  |
| 2. Full present name and prior names used.                      | 6. 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. |
| 3. Present home address.  |   |
| 4. All prior addresses for immediately preceding 7 year period. |   |

B. Has any person who is currently an officer, director, trustee, incorporator, or who, in a For-profit corporation, controls or holds over 20% of the issued and outstanding common shares, or 20% of any other proprietary, beneficial or membership interest in the corporation, served in any such capacity or held a 20% interest in any other corporation on the bankruptcy or receivership of that other corporation?

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

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

- (a) Name and address of each corporation and the persons involved.
- (b) State(s) in which it: (i) was incorporated and (ii) transacted business.
- (c) Dates of corporate operation.

**11. STATEMENT OF BANKRUPTCY OR RECEIVERSHIP (A.R.S. §§ 10-1623 & 10-11623)**

A. Has the corporation filed a petition for bankruptcy or appointed a receiver? **One box must be marked: YES  NO**

If "Yes" to A, the following information **must be submitted** as an attachment to this report:

1. All officers, directors, trustees and major stockholders of the corporation within one year of filing the petition for bankruptcy or the appointment of a receiver. If a major stockholder is a corporation, the statement shall list the current president, chairman of the board of directors and major stockholders of such corporate stockholder. "Major stockholder" means a shareholder possessing or controlling twenty per cent of the issued and outstanding shares or twenty per cent of any proprietary, beneficial or membership interest in the corporation.
2. Whether any such person has been an officer, director, trustee or major stockholder of any other corporation within one year of the bankruptcy or receivership of the other corporation. If so, for each such corporation give:
  - (a) Name and address of each corporation;
  - (b) States in which it: (i) was incorporated and (ii) transacted business.
  - (c) Dates of operation.

**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 perjury, 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 perjury 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 Loren Crabtree Date 5/3/09 Name \_\_\_\_\_ Date \_\_\_\_\_  
 Signature Loren Crabtree Signature \_\_\_\_\_  
 Title HOA Vice President Title \_\_\_\_\_

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

