

TREASURER'S REPORT FOR THE YEAR 2010

As every Board in the past and every Board in the future this Board is no exception, we faced the job of filling the shoes and the commitment of the prior Boards. In this case, we, also, had to fill the shoes of two exceptionally dedicated people, namely Barney & Dolores.

As Treasurer it is a matter of using what we have and getting more to cover all the expenses and making sure that there is enough for unforeseen expenses.

This year we continued returning fees that were collected from our members in prior years for paying the Convenio and the Extraction tax. \$27,383.88 pesos of Convenio and \$10,638.38 pesos of Extraction tax were taken out of accounts payable by members using it against their water delivery and membership dues. Another \$91,971 pesos of the Extraction tax was paid out.

This still leaves \$42,091.65 Convenio and \$45,214.48 Extraction tax moneys in the accounts payable account.

The final payment of \$10,100 pesos to Lic. Tomas Garcia was paid out, this for defending the AC against the lawsuit filed by Gerard Arthur and Frank Payne back in year 2005. It was agreed by this Board and the prior Board members that we needed to get this matter behind us and make every effort to insure that we are not put in this position in the future.

At last years AGM, \$15,900 pesos was approved for Capital Improvements, really water system upgrades. We exceeded the allocated amount by \$23,285.68, spending the money to fully automate the La Huerta side of the system. What most members do not realize is that Barney went down to the control panel and manually turned the well on everyday and in the past had to turn it off everyday. Barney would tell you "well it was only for 10 years !",

The Guadalajara Reporter stated in one of their articles that CFE was expected to raise their rates by a little over 10% this year....what the Guadalajara Reporter failed to note was that the increase started in October. The La Huerta side has experienced an increase from an average of \$4,200 pesos per month to \$8,000 pesos per month. If Doug forgets to mention this, the proposed upgrade in the system with pumping directly to the aljibi through a new 3" line will hopefully cut our electrical costs in half. I project that the savings will pay for the new line in one year, but, please do not hold me to it !
The plans for the future of the AC are exciting and challenging.

The proposed budget for the coming year is:

Well legal review fund	30,000
Repair & maintenance & minor upgrades	20,000
Administrative Expenses	8,000
Bank Service Charges	3,000
Guadalajara Reporter Expenses	2,000

	\$63,000

This is substantially the same expenses for the last three years, therefore, I propose that the Annual Dues remain the same at 600 pesos.

Mike Jones

By the Numbers

Members of the AC	69
Number of lots owned by members	107
Additional lots owned by members	20
Number of houses with meters	49
Number of non-members with meters	1
Number of meters waiting to be hooked-up	1
Number of meters not in service	1
Number of water rights sold (no dues being paid on these rights)	8