

ACCOUNTANTS' COMPILATION REPORT

Fairway Villas Association, Inc.
P.O. Box 512216
Punta Gorda, FL 33951-2216

Management is responsible for the accompanying financial statements of Fairway Villas Association, Inc. ("Association"), which comprise the balance sheets as of February 28, 2026 and 2025, and the related statement of revenues and expenditures for the two months ended February 28, 2026, in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all of the disclosures and the statements of changes in fund balances and cash flows required by accounting principles generally accepted in the United States of America. If the omitted disclosures and the statements of changes in fund balances and cash flows were included in the financial statements, they might influence the user's conclusions about the Association's financial position, results of operations, and cash flows. In addition, the Association's monthly financial statements do not recognize revenue in accordance with guidance under United States generally accepted accounting principles ("GAAP") promulgated by the Financial Accounting Standards Board. The effect of the GAAP departure has not been determined. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Management has omitted supplementary information about future major repairs and replacements of common property that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Financial Accounting Standards Board, which considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. However, supplementary information on changes in reserve fund balances for the months ended February 28, is included herewith.

We are not independent with respect to Fairway Villas Association, Inc., as of and for the periods ended February, 2026 and 2025.

March 2, 2026

Fairway Villas Association, Inc.
Balance Sheets
As of February 28, 2026 and 2025

(Unaudited)

ASSETS

	<u>2026</u>	<u>2025</u>
CURRENT ASSETS		
Busey Bank - operating	\$ 15,724.92	\$ 14,775.16
Busey Bank - money market	66,403.99	48,403.99
Busey Bank - MM reserve	182,617.87	196,398.54
Bank of OZK CD-Reserves	103,190.30	102,229.20
Prepaid insurance	2,082.77	2,003.18
Petty cash	370.72	328.57
Assessments receivable	0.00	245.01
Returned checks	0.00	270.00
	370,390.57	364,653.65
TOTAL ASSETS	<u>\$ 370,390.57</u>	<u>\$ 364,653.65</u>

LIABILITIES & FUND BALANCES

CURRENT LIABILITIES		
Assessments rec'd in advance	\$ 16,441.00	\$ 12,180.00
Accounts payable	800.00	800.00
Special project funds	274.74	1,050.00
	17,515.74	14,030.00
TOTAL LIABILITIES	<u>17,515.74</u>	<u>14,030.00</u>
Fund Balances		
Roof replacement reserve	\$ 4,881.36	\$ 2,396.30
Building painting reserve	44,251.09	40,806.26
Pavement resurfacing reserve	42,217.94	55,137.28
Pool repair reserve	19,356.49	16,963.48
Pool heater reserve	18,239.71	14,847.86
Insurance deductible	15,530.74	15,530.74
Well	18,410.38	15,018.53
Irrigation reserve	20,000.00	20,000.00
Insurance premium	1,451.90	2,530.88
Operational Reserve	101,468.56	115,396.41
Fund balance - prior	62,362.61	47,689.03
Current year excess rev(exp)	4,704.05	4,306.88
	352,874.83	350,623.65
Total Fund balances	<u>352,874.83</u>	<u>350,623.65</u>
TOTAL LIABILITIES & FUND BALANCES	<u>\$ 370,390.57</u>	<u>\$ 364,653.65</u>

Fairway Villas Association, Inc.
Statement of Revenues & Expenditures
For the period ended February 28, 2026
Actual vs Budget

(Unaudited)

	2 Months Ended February 28, 2026 Actual	2 Months Ended February 28, 2026 Budget	Variance Over/(Under) Budget	2025 Annual Budget
Revenues				
Membership fees - oper.	23,440.84	23,440.80	0.04	140,645.00
Membership fees - res.	4,639.16	4,639.10	0.06	27,835.00
Other income	100.00	0.00	100.00	0.00
Interest income - reserves	3.95	0.00	3.95	0.00
Insurance set aside last year	0.00	540.50	(540.50)	3,243.00
Transfer from Operatng Reserve	0.00	6,552.00	(6,552.00)	39,312.00
Transfer from Irrigation Reserve	0.00	500.00	(500.00)	3,000.00
Total Revenues	<u>28,183.95</u>	<u>35,672.40</u>	<u>(7,488.45)</u>	<u>214,035.00</u>
Operating Expenditures				
Grounds maintenance	49.17	333.40	(284.23)	2,000.00
Lawn care	2,720.00	2,966.70	(246.70)	17,800.00
Landscape replacements	63.73	500.00	(436.27)	3,000.00
Sprinkler repair	0.00	166.70	(166.70)	1,000.00
Sprinkler inspection	450.00	455.00	(5.00)	2,730.00
Pool maintenance	700.00	200.00	500.00	1,200.00
Pool service	607.04	583.40	23.64	3,500.00
Pool bath cleaning	550.00	616.70	(66.70)	3,700.00
Pool expenses	0.00	83.40	(83.40)	500.00
Pool electricity	1,080.75	798.00	282.75	4,788.00
Electricity	457.84	252.00	205.84	1,512.00
Water & sewer	7,637.55	7,833.40	(195.85)	47,000.00
Facilities maintenance	1,495.00	1,666.70	(171.70)	10,000.00
Insurance	506.46	12,016.70	(11,510.24)	72,100.00
Legal	0.00	166.70	(166.70)	1,000.00
Taxes & licenses	61.25	0.00	61.25	0.00
Accounting	1,600.00	1,600.00	0.00	9,600.00
Office & postage	468.00	416.70	51.30	2,500.00
Bank charges	60.00	0.00	60.00	0.00
Tax return preparation	0.00	58.40	(58.40)	350.00
Fees to the Division	280.00	200.00	80.00	1,200.00
Miscellaneous	50.00	120.00	(70.00)	720.00
Allocate fees to reserves	4,639.16	4,639.20	(0.04)	27,835.00
Allocate interest to reserves	3.95	0.00	3.95	0.00
Total Operating Expenditures	<u>23,479.90</u>	<u>35,672.85</u>	<u>(12,192.95)</u>	<u>214,035.00</u>
Excess Revenues (Expenditures)	<u>\$ 4,704.05</u>	<u>\$ (0.45)</u>	<u>\$ 4,704.50</u>	<u>\$ 0.00</u>

Read accountants' compilation report.

Fairway Villas Association, Inc.
 Supplementary Information on Changes in Reserve Fund Balances
 For the Month Ended February 28, 2026

(Unaudited)

Components	Balance 1/31/2026	Reserve Balance Transfer	Member Assessments	Plus Interest	Less Expenditures	Balance 2/28/2026
Roof replacement	\$ 4,681.20	\$ -	\$ 200.00	\$ 0.16	\$ -	\$ 4,881.36
Building painting	43,971.42	-	279.50	0.17	-	44,251.09
Pavement resurfacing	41,937.97	-	279.50	0.47	-	42,217.94
Pool repair	19,076.82	-	279.50	0.17	-	19,356.49
Pool heater	17,960.14	-	279.50	0.07	-	18,239.71
Well	18,130.81	-	279.50	0.07	-	18,410.38
Total maintenance reserves	<u>\$ 145,758.36</u>	<u>\$ -</u>	<u>\$ 1,597.50</u>	<u>\$ 1.11</u>	<u>\$ -</u>	<u>\$ 147,356.97</u>
Insurance deductible	15,530.74	-	-	-	-	15,530.74
Irrigation	20,000.00	-	-	-	-	20,000.00
Insurance premium	729.03	-	722.08	0.79	-	1,451.90
Operational reserve	101,468.56	-	-	-	-	101,468.56
Total general reserves	<u>\$ 137,728.33</u>	<u>\$ -</u>	<u>\$ 722.08</u>	<u>\$ 0.79</u>	<u>\$ -</u>	<u>\$ 138,451.20</u>
Totals	<u><u>\$ 283,486.69</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,319.58</u></u>	<u><u>\$ 1.90</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 285,808.17</u></u>

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