

U.S. Corporation Income Tax Return

For calendar year 2011 or tax year

OMB No. 1545-0123

2011

beginning **OCTOBER 1, 2011**, ending **SEPTEMBER 30, 2012**

- A Check if:
- 1a Consolidated return (attach Form 990)
 - b Life/nonlife consolidated return
 - 2 Personal holding co. (attach Sch. PH)
 - 3 Personal service corp. (see instructions)
 - 4 Schedule M-3 attached

TYPE OR PRINT

Name
THE ENCLAVE ASSOCIATION, INC.

Number, street, and room or suite no. If a P.O. box, see instructions.
P.O. BOX 5441

City or town, state, and ZIP code
SNOWMASS VILLAGE, CO 81615

B Employer identification number
 [REDACTED]

C Date incorporated
12/11/1979

D Total assets (see instructions)
 \$ **842,741.**

E Check if: (1) Initial return (2) Final return (3) Name change (4) Address change

Income		Deductions (See instructions for limitations on deductions.)		Tax, Refundable Credits, and Payments	
1a	Merchant card and third-party payments. For 2011, enter -0-	1a	0.	30	Taxable income. Subtract line 29c from line 28 (see instructions)
b	Gross receipts or sales not reported on line 1a (see instructions)	1b	957,303.	31	Total tax (Schedule J, Part I, line 11)
c	Total. Add lines 1a and 1b	1c	957,303.	32	Total payments and refundable credits (Schedule J, Part II, line 21)
d	Returns and allowances plus any other adjustments (see instructions)	1d		33	Estimated tax penalty (see instructions). Check if Form 2220 is attached <input type="checkbox"/>
e	Subtract line 1d from line 1c			34	Amount owed. If line 32 is smaller than the total of lines 31 and 33, enter amount owed
2	Cost of goods sold from Form 1125-A, line 8 (attach Form 1125-A)	1e	957,303.	35	Overpayment. If line 32 is larger than the total of lines 31 and 33, enter amount overpaid
3	Gross profit. Subtract line 2 from line 1e	2	957,303.	36	Enter amount from line 35 you want: Credited to 2012 estimated tax <input type="checkbox"/> Refunded <input type="checkbox"/>
4	Dividends (Schedule C, line 19)	3			
5	Interest	4			
6	Gross rents	5	1,271.		
7	Gross royalties	6	20,215.		
8	Capital gain net income (attach Schedule D (Form 1120))	7			
9	Net gain or (loss) from Form 4797, Part II, line 17 (attach Form 4797)	8			
10	Other income (attach schedule)	9			
11	Total income. Add lines 3 through 10	10	4,882.		
12	Compensation of officers from Form 1125-E, line 4 (attach Form 1125-E)	11	26,368.		
13	Salaries and wages (less employment credits)	12			
14	Repairs and maintenance	13			
15	Bad debts	14	5,622.		
16	Rents	15			
17	Taxes and licenses	16			
18	Interest	17	11,406.		
19	Charitable contributions	18			
20	Depreciation from Form 4562 not claimed on Form 1125-A or elsewhere on return (attach Form 4562)	19			
21	Depletion	20	3,428.		
22	Advertising	21			
23	Pension, profit-sharing, etc., plans	22			
24	Employee benefit programs	23			
25	Domestic production activities deduction (attach Form 8903)	24			
26	Other deductions (attach schedule)	25			
27	Total deductions. Add lines 12 through 26	26	2,806.		
28	Taxable income before net operating loss deduction and special deductions. Subtract line 27 from line 11	27	23,262.		
29a	Net operating loss deduction (see instructions) STATEMENT 4	28	3,106.		
b	Special deductions (Schedule C, line 20)	29a	3,106.		
c	Add lines 29a and 29b	29b			
		29c	3,106.		

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

TAXPAYER'S COPY

Signature of officer: _____ Date: _____ Title: **PROPERTY MANAGER**

May the IRS discuss this return with the preparer shown below? Yes No

Paid: Print/Type preparer's name: **DENISE ANN JURGENS, CPA** Preparer's signature: *Denise Ann Jurgens* Date: **10/5/10** Check if self-employed PTIN: **P00087338**

Preparer: Firm's name: **REESE HENRY & COMPANY, INC.** Firm's EIN: [REDACTED]

Use Only: Firm's address: **400 EAST MAIN STREET, SUITE 2 ASPEN, CO 81611** Phone no.: **(970) 925-3771**

Schedule C Dividends and Special Deductions (see instructions)	(a) Dividends received	(b) %	(c) Special deductions (a) x (b)
1 Dividends from less-than-20%-owned domestic corporations (other than debt-financed)		70	
2 Dividends from 20%-or-more-owned domestic corporations (other than debt-financed stock)		80	
3 Dividends on debt-financed stock of domestic and foreign corporations		see instructions	
4 Dividends on certain preferred stock of less-than-20%-owned public utilities		42	
5 Dividends on certain preferred stock of 20%-or-more-owned public utilities		48	
6 Dividends from less-than-20%-owned foreign corporations and certain FSCs		70	
7 Dividends from 20%-or-more-owned foreign corporations and certain FSCs		80	
8 Dividends from wholly owned foreign subsidiaries		100	
9 Total. Add lines 1 through 8			
10 Dividends from domestic corporations received by a small business investment company operating under the Small Business Investment Act of 1958		100	
11 Dividends from affiliated group members		100	
12 Dividends from certain FSCs		100	
13 Dividends from foreign corporations not included on lines 3, 6, 7, 8, 11, or 12			
14 Income from controlled foreign corporations under subpart F (attach Form(s) 5471)			
15 Foreign dividend gross-up			
16 IC-DISC and former DISC dividends not included on lines 1, 2, or 3			
17 Other dividends			
18 Deduction for dividends paid on certain preferred stock of public utilities			
19 Total dividends. Add lines 1 through 17. Enter here and on page 1, line 4			
20 Total special deductions. Add lines 9, 10, 11, 12, and 18. Enter here and on page 1, line 29b			

Schedule J Tax Computation and Payment (see instructions)

Part I - Tax Computation

1	Check if the corporation is a member of a controlled group (attach Schedule O (Form 1120))		
2	Income tax. Check if a qualified personal service corporation (see instructions)		0.
3	Alternative minimum tax (attach Form 4626)		
4	Add lines 2 and 3		0.
5a	Foreign tax credit (attach Form 1118)	5a	
b	Credit from Form 8834, line 30 (attach Form 8834)	5b	
c	General business credit (attach Form 3800)	5c	
d	Credit for prior year minimum tax (attach Form 8827)	5d	
e	Bond credits from Form 8912	5e	
6	Total credits. Add lines 5a through 5e	6	
7	Subtract line 6 from line 4	7	0.
8	Personal holding company tax (attach Schedule PH (Form 1120))	8	
9a	Recapture of investment credit (attach Form 4255)	9a	
b	Recapture of low-income housing credit (attach Form 8611)	9b	
c	Interest due under the look-back method-completed long-term contracts (attach Form 8697)	9c	
d	Interest due under the look-back method-income forecast method (attach Form 8866)	9d	
e	Alternative tax on qualifying shipping activities (attach Form 8902)	9e	
f	Other (see instructions - attach schedule)	9f	
10	Total. Add lines 9a through 9f	10	
11	Total tax. Add lines 7, 8, and 10. Enter here and on page 1, line 31	11	0.

Part II - Payments and Refundable Credits

12	2010 overpayment credited to 2011	12	
13	2011 estimated tax payments	13	
14	2011 refund applied for on Form 4466	14	()
15	Combine lines 12, 13, and 14	15	
16	Tax deposited with Form 7004	16	
17	Withholding (see instructions)	17	
18	Total payments. Add lines 15, 16, and 17	18	
19	Refundable credits from:		
a	Form 2439	19a	
b	Form 4136	19b	
c	Form 3800, line 17c and Form 8827, line 8c	19c	
d	Other (attach schedule - see instructions)	19d	
20	Total credits. Add lines 19a through 19d	20	
21	Total payments and credits. Add lines 18 and 20. Enter here and on page 1, line 32	21	

Schedule K Other Information (see instructions)

1	Check accounting method: a <input type="checkbox"/> Cash b <input checked="" type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) ▶	Yes	No
2	See the instructions and enter the:		
a	Business activity code no. ▶ 531310		
b	Business activity ▶ CONDO ASSOCIATION		
c	Product or service ▶ MAINT. & MGMT.		
3	Is the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? If "Yes," enter name and EIN of the parent corporation ▶		X
4	At the end of the tax year:		
a	Did any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, or tax-exempt organization own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote? If "Yes," complete Part I of Schedule G (Form 1120) (attach Schedule G)		X
b	Did any individual or estate own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote? If "Yes," complete Part II of Schedule G (Form 1120) (attach Schedule G)		X

Schedule K Other Information continued (see instructions)

5 At the end of the tax year, did the corporation:

- a Own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of stock entitled to vote of any foreign or domestic corporation not included on Form 851, Affiliations Schedule? For rules of constructive ownership, see instructions
 If "Yes," complete (i) through (iv) below.

Yes	No
	X

(i) Name of Corporation	(ii) Employer Identification Number (if any)	(iii) Country of Incorporation	(iv) Percentage Owned in Voting Stock

- b Own directly an interest of 20% or more, or own, directly or indirectly, an interest of 50% or more in any foreign or domestic partnership (including an entity treated as a partnership) or in the beneficial interest of a trust? For rules of constructive ownership, see instructions
 If "Yes," complete (i) through (iv) below.

Yes	No
	X

(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Country of Organization	(iv) Maximum Percentage Owned in Profit, Loss, or Capital

- 6 During this tax year, did the corporation pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the corporation's current and accumulated earnings and profits? (See sections 301 and 316.)
 If "Yes," file Form 5452, Corporate Report of Nondividend Distributions.
 If this is a consolidated return, answer here for the parent corporation and on Form 851 for each subsidiary.

Yes	No
	X

- 7 At any time during the tax year, did one foreign person own, directly or indirectly, at least 25% of (a) the total voting power of all classes of the corporation's stock entitled to vote or (b) the total value of all classes of the corporation's stock?
 For rules of attribution, see section 318. If "Yes," enter:

Yes	No
	X

(i) Percentage owned ▶ _____ and (ii) Owner's country ▶ _____
 (c) The corporation may have to file Form 5472, Information Return of a 25% Foreign-Owned U.S. Corporation or a Foreign Corporation Engaged in a U.S. Trade or Business. Enter the number of Forms 5472 attached ▶ _____

- 8 Check this box if the corporation issued publicly offered debt instruments with original issue discount

If checked, the corporation may have to file Form 8281, Information Return for Publicly Offered Original Issue Discount Instruments.

- 9 Enter the amount of tax-exempt interest received or accrued during the tax year ▶ \$ _____

- 10 Enter the number of shareholders at the end of the tax year (if 100 or fewer) ▶ _____

- 11 If the corporation has an NOL for the tax year and is electing to forego the carryback period, check here

If the corporation is filing a consolidated return, the statement required by Regulations section 1.1502-21(b)(3) must be attached or the election will not be valid.

- 12 Enter the available NOL carryover from prior tax years (do not reduce it by any deduction on line 29a.) ▶ \$ 32,401.

- 13 Are the corporation's total receipts (line 1c plus lines 4 through 10 on page 1) for the tax year and its total assets at the end of the tax year less than \$250,000?
 If "Yes," the corporation is not required to complete Schedules L, M-1, and M-2 on page 5. Instead, enter the total amount of cash distributions and the book value of property distributions (other than cash) made during the tax year. ▶ \$ _____

Yes	No
	X

- 14 Is the corporation required to file Schedule UTP (Form 1120), Uncertain Tax Position Statement (see instructions)?
 If "Yes," complete and attach Schedule UTP.

Yes	No
	X

- 15a Did the corporation make any payments in 2011 that would require it to file Form(s) 1099 (see instructions)?
 b If "Yes," did or will the corporation file all required Forms 1099?

Yes	No
	X

Schedule L	Balance Sheets per Books	Beginning of tax year		End of tax year	
		(a)	(b)	(c)	(d)
Assets					
1	Cash		759,527.		800,273.
2a	Trade notes and accounts receivable				
b	Less allowance for bad debts	()		()	
3	Inventories				
4	U.S. government obligations				
5	Tax-exempt securities				
6	Other current assets (att. sch.) STMT 5		6,159.		8,770.
7	Loans to shareholders				
8	Mortgage and real estate loans				
9	Other Investments (att. sch.)				
10a	Buildings and other depreciable assets	152,634.		160,262.	
b	Less accumulated depreciation	(119,789.)	32,845.	(126,564.)	33,698.
11a	Depletable assets				
b	Less accumulated depletion	()		()	
12	Land (net of any amortization)				
13a	Intangible assets (amortizable only)				
b	Less accumulated amortization	()		()	
14	Other assets (att. sch.)				
15	Total assets		798,531.		842,741.
Liabilities and Shareholders' Equity					
16	Accounts payable				
17	Mortgages, notes, bonds payable in less than 1 year				
18	Other current liabilities (att. sch.) STMT 6		13,428.		42,351.
19	Loans from shareholders				
20	Mortgages, notes, bonds payable in 1 year or more				
21	Other liabilities (att. sch.)				
22	Capital stock: a Preferred stock				
b	Common stock				
23	Additional paid-in capital		769,528.		792,000.
24	Retained earnings - Appropriated (attach schedule)				
25	Retained earnings - Unappropriated		15,575.		8,390.
26	Adjustments to shareholders' equity (attach schedule)				
27	Less cost of treasury stock		()		()
28	Total liabilities and shareholders' equity		798,531.		842,741.

Schedule M-1 Reconciliation of Income (Loss) per Books With Income per Return		
Note: Schedule M-3 required instead of Schedule M-1 if total assets are \$10 million or more - see instructions		
1	Net income (loss) per books	-7,185.
2	Federal income tax per books	
3	Excess of capital losses over capital gains	
4	Income subject to tax not recorded on books this year (itemize): <u>SEE STATEMENT 7</u>	11,033.
5	Expenses recorded on books this year not deducted on this return (itemize): a Depreciation \$ b Charitable contributions \$ c Travel and entertainment \$	
6	Add lines 1 through 5	3,848.
7	Income recorded on books this year not included on this return (itemize): Tax-exempt interest \$	
8	Deductions on this return not charged against book income this year (itemize): a Depreciation \$ b Charitable contributions \$ STMT 8 742.	742.
9	Add lines 7 and 8	742.
10	Income (page 1, line 28) - line 6 less line 9	3,106.

Schedule M-2 Analysis of Unappropriated Retained Earnings per Books (Line 25, Schedule L)		
1	Balance at beginning of year	15,575.
2	Net income (loss) per books	-7,185.
3	Other increases (itemize):	
4	Add lines 1, 2, and 3	8,390.
5	Distributions: a Cash	
b	Stock	
c	Property	
6	Other decreases (itemize):	
7	Add lines 5 and 6	
8	Balance at end of year (line 4 less line 7)	8,390.

ALTERNATIVE MINIMUM TAX DEPRECIATION REPORT

Asset No.	Description	Date Acquired	AMT Method	AMT Life	AMT Cost Or Basis	AMT Accumulated	ACE Cost Or Basis	Regular Depreciation	AMT Depreciation	ACE Depreciation
115	EMPLOYEE UNIT	051018	SL	40.00	96,823.	54,166.	96,823.	3,074.	2,421.	2,507.
116	100 FRIDGE	103110		5.00	594.	109.	594.	119.	119.	119.
117	100 STOVE	103110		5.00	1,173.	215.	1,173.	235.	235.	235.
118	WASHERS	043006	150DB	7.00	19,495.	15,914.	19,495.	1,740.	2,387.	2,387.
119	DRYERS	053106	150DB	7.00	4,743.	3,872.	4,743.	423.	581.	581.
120	IN-HOUSE LAUNDRY - DRYER	123106	150DB	7.00	3,087.	2,142.	3,087.	276.	378.	378.
121	WASHERS	120111		7.00	7,628.	0.	7,628.	908.	908.	908.
	TOTALS				133,543.	76,418.	133,543.	6,775.	7,029.	7,115.
	MACRS AMT ADJUSTMENT								-254.	

Cost of Goods Sold

(December 2011)

▶ Attach to Form 1120, 1120-C, 1120-F, 1120-S, 1065, and 1065-B.

Department of the Treasury
Internal Revenue Service
Name

Employer identification number

THE ENCLAVE ASSOCIATION, INC.

[REDACTED]

1	Inventory at beginning of year	1	
2	Purchases	2	
3	Cost of labor	3	
4	Additional section 263A costs (attach statement)	4	
5	Other costs (attach statement)	5	957,303.
6	Total. Add lines 1 through 5	6	957,303.
7	Inventory at end of year	7	
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on Form 1120, page 1, line 2 or the appropriate line of your tax return (see instructions)	8	957,303.

9 a Check all methods used for valuing closing inventory:

- (i) Cost
- (ii) Lower of cost or market
- (iii) Other (Specify method used and attach explanation) ▶

b Check if there was a writedown of subnormal goods

c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970)

d If the LIFO inventory method was used for this tax year, enter amount of closing inventory computed under LIFO

9d

e If property is produced or acquired for resale, do the rules of Section 263A apply to the corporation? Yes No

f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? Yes No

If "Yes," attach explanation.

Depreciation and Amortization
 (Including Information on Listed Property) **COGS**

2011

Attachment
 Sequence No. 179

▶ See separate instructions. ▶ Attach to your tax return.

Name(s) shown on return: **THE ENCLAVE ASSOCIATION, INC.**
 Business or activity to which this form relates: **COST OF GOODS SOLD DEPRECIATION**
 Identifying number: [REDACTED]

Part I Election To Expense Certain Property Under Section 179 Note: If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount (see instructions)	1	500,000.
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation	3	2,000,000.
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2010 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11	
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12	
13	Carryover of disallowed deduction to 2012. Add lines 9 and 10, less line 12	13	

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.

Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	908.

Part III MACRS Depreciation (Do not include listed property.) (See instructions.)

Section A

17	MACRS deductions for assets placed in service in tax years beginning before 2011	17	2,439.
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here	<input type="checkbox"/>	

Section B - Assets Placed in Service During 2011 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs.		S/L	
h Residential rental property	/		27.5 yrs.	MM	S/L	
	/		27.5 yrs.	MM	S/L	
i Nonresidential real property	/		39 yrs.	MM	S/L	
	/			MM	S/L	

Section C - Assets Placed in Service During 2011 Tax Year Using the Alternative Depreciation System

20a	Class life				S/L	
b	12-year		12 yrs.		S/L	
c	40-year	/	40 yrs.	MM	S/L	

Part IV Summary (See instructions.)

21	Listed property. Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instr.	22	3,347.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

Part V Listed Property (Include automobiles, certain other vehicles, certain computers, and property used for entertainment, recreation, or amusement.)
 Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete only 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.

Section A - Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles.)

24a Do you have evidence to support the business/investment use claimed? Yes No 24b If "Yes," is the evidence "written?" Yes No

(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/ investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/ Convention	(h) Depreciation deduction	(i) Elected section 179 cost
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use								25
26 Property used more than 50% in a qualified business use:								
	:	:	%					
	:	:	%					
	:	:	%					
27 Property used 50% or less in a qualified business use:								
	:	:	%			S/L -		
	:	:	%			S/L -		
	:	:	%			S/L -		
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1								28
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1								29

Section B - Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

	(a) Vehicle		(b) Vehicle		(c) Vehicle		(d) Vehicle		(e) Vehicle		(f) Vehicle	
	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No
30 Total business/investment miles driven during the year (do not include commuting miles)												
31 Total commuting miles driven during the year												
32 Total other personal (noncommuting) miles driven												
33 Total miles driven during the year. Add lines 30 through 32												
34 Was the vehicle available for personal use during off-duty hours?												
35 Was the vehicle used primarily by a more than 5% owner or related person?												
36 Is another vehicle available for personal use?												

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who are not more than 5% owners or related persons.

	Yes	No
37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?		
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use? Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles.		

Part VI Amortization

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2011 tax year:					
	:	:			
43 Amortization of costs that began before your 2011 tax year					43
44 Total. Add amounts in column (f). See the instructions for where to report					44

Depreciation and Amortization
 (Including Information on Listed Property) OTHER

2011

Attachment
 Sequence No. 179

▶ See separate instructions. ▶ Attach to your tax return.

Business or activity to which this form relates: **OTHER DEPRECIATION**
 Identifying number: [REDACTED]

THE ENCLAVE ASSOCIATION, INC.

Part I Election To Expense Certain Property Under Section 179 Note: If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount (see instructions)	1	500,000.
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation	3	2,000,000.
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2010 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11	
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12	
13	Carryover of disallowed deduction to 2012. Add lines 9 and 10, less line 12	13	

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.

Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	354.

Part III MACRS Depreciation (Do not include listed property.) (See instructions.)

Section A

17	MACRS deductions for assets placed in service in tax years beginning before 2011	17	3,074.
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here	<input type="checkbox"/>	

Section B - Assets Placed in Service During 2011 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs.		S/L	
h Residential rental property	/		27.5 yrs.	MM	S/L	
	/		27.5 yrs.	MM	S/L	
i Nonresidential real property	/		39 yrs.	MM	S/L	
	/			MM	S/L	

Section C - Assets Placed in Service During 2011 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs.		S/L	
c 40-year	/		40 yrs.	MM	S/L	

Part IV Summary (See instructions.)

21	Listed property. Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instr.	22	3,428.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

Part V Listed Property (Include automobiles, certain other vehicles, certain computers, and property used for entertainment, recreation, or amusement.)
Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete only 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.

Section A - Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles.)

24a Do you have evidence to support the business/investment use claimed? Yes No 24b If "Yes," is the evidence written? Yes No

Table with columns: (a) Type of property, (b) Date placed in service, (c) Business/investment use percentage, (d) Cost or other basis, (e) Basis for depreciation, (f) Recovery period, (g) Method/Convention, (h) Depreciation deduction, (i) Elected section 179 cost

25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use 25

26 Property used more than 50% in a qualified business use: Table with columns for percentage and other details.

27 Property used 50% or less in a qualified business use: Table with columns for percentage and S/L status.

28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1 28

29 Add amounts in column (i), line 26. Enter here and on line 7, page 1 29

Section B - Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

Table for Section B with columns (a) through (f) Vehicle and rows 30-36 regarding miles driven and personal use availability.

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who are not more than 5% owners or related persons.

Table for Section C with rows 37-41 regarding policy statements and vehicle use requirements.

Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles.

Part VI Amortization

Table with columns: (a) Description of costs, (b) Date amortization begins, (c) Amortizable amount, (d) Code section, (e) Amortization period or percentage, (f) Amortization for this year

42 Amortization of costs that begins during your 2011 tax year:

43 Amortization of costs that began before your 2011 tax year 43

44 Total. Add amounts in column (f). See the instructions for where to report 44

2011 DEPRECIATION AND AMORTIZATION REPORT

OTHER

Asset No.	Description	Date Acquired	Method	Life	Conv	Line No.	Unadjusted Cost Or Basis	Bus % Excl	Section 179 Expense	* Reduction In Basis	Basis For Depreciation	Beginning Accumulated Depreciation	Current Sec 179 Expense	Current Year Deduction	Ending Accumulated Depreciation
1	EMPLOYEE UNIT	05/01/89	SL	31.50		MM17	96,823.				96,823.	69,357.		3,074.	72,431.
115	E100 FRIDGE	10/31/10	SL	5.00		16	594.				594.	109.		119.	228.
116	E100 STOVE	10/31/10	SL	5.00		16	1,173.				1,173.	215.		235.	450.
	* OTHER TOTAL -						98,590.				98,590.	69,681.		3,428.	73,109.
	* GRAND TOTAL OTHER DEPRECIATION						98,590.				98,590.	69,681.		3,428.	73,109.

* ITC, Salvage, Bonus, Commercial Revitalization Deduction, GO Zone

(D) - Asset disposed

2011 DEPRECIATION AND AMORTIZATION REPORT

COST OF GOODS SOLD DEPRECIATION

COGS

Asset No.	Description	Date Acquired	Method	Life	Cony	Line No.	Unadjusted Cost Or Basis	Bus % Excl	Section 179 Expense	* Reduction In Basis	Basis For Depreciation	Beginning Accumulated Depreciation	Current Sec 179 Expense	Current Year Deduction	Ending Accumulated Depreciation
101	EXERCISE EQUIPMENT	10/01/95	200DE	7.00		HY17	1,045.				1,045.	1,045.		0.	1,045.
102	LAWN MOWER # 2	05/01/87	SL	5.00		16	752.				752.	752.		0.	752.
103	TORO MOWER	04/18/91	200DE	7.00		HY17	583.				583.	583.		0.	583.
104	CLUBTRACK	10/12/92	SL	7.00		16	6,407.				6,407.	6,407.		0.	6,407.
105	LIFESTEP	10/12/92	SL	7.00		16	3,165.				3,165.	3,165.		0.	3,165.
106	LIFECYCLE	10/12/92	SL	7.00		16	1,844.				1,844.	1,844.		0.	1,844.
107	WORKOUT BENCH	10/08/92	SL	7.00		16	311.				311.	311.		0.	311.
108	VOICE MAIL SYSTEM	11/01/93	200DE	5.00		HY17	5,564.				5,564.	5,564.		0.	5,564.
109	PHONE SOFTWARE	11/01/94	200DE	5.00		HY17	1,533.				1,533.	1,533.		0.	1,533.
110	VCR & TELEVISION	12/08/92	SL	5.00		16	338.				338.	338.		0.	338.
111	POOL FURNITURE	04/01/04	200DE	5.00		HY17	5,177.			2,589.	2,588.	2,588.		0.	2,588.
112	WASHERS	04/30/06	200DE	7.00		HY17	19,495.				19,495.	16,885.		1,740.	18,625.
113	DRYERS	05/31/06	200DE	7.00		HY17	4,743.				4,743.	4,108.		423.	4,531.
114	IN-HOUSE LAUNDRY - DRYER	12/31/06	200DE	7.00		HY17	3,087.				3,087.	2,398.		276.	2,674.
117	WASHERS	12/01/11	SL	7.00		16	7,628.				7,628.	908.		908.	908.
	* COGS TOTAL -						61,672.			2,589.	59,083.	47,521.		3,347.	50,868.
	* GRAND TOTAL COGS DEPRECIATION						61,672.			2,589.	59,083.	47,521.		3,347.	50,868.

2011 DEPRECIATION AND AMORTIZATION REPORT

COST OF GOODS SOLD DEPRECIATION

COGS

Asset No.	Description	Date Acquired	Method	Life	Conv	Line No.	Unadjusted Cost Or Basis	Bus % Excl	Section 179 Expense	* Reduction In Basis	Basis For Depreciation	Beginning Accumulated Depreciation	Current Sec 179 Expense	Current Year Deduction	Ending Accumulated Depreciation	
	CURRENT YEAR ACTIVITY															
	BEGINNING BALANCE						54,044.		0.	2,589.	51,455.	47,521.			49,960.	
	ACQUISITIONS						7,628.		0.	0.	7,628.	0.			908.	
	DISPOSITIONS						0.		0.	0.	0.	0.			0.	
	ENDING BALANCE						61,672.		0.	2,589.	59,083.	47,521.			50,868.	

FORM 1120	OTHER INCOME	STATEMENT	1
DESCRIPTION		AMOUNT	
TAXABLE MEMBER INCOME		4,882.	
TOTAL TO FORM 1120, LINE 10		4,882.	

FORM 1120	TAXES AND LICENSES	STATEMENT	2
DESCRIPTION		AMOUNT	
TAXES & ASSESSMENTS RENTALS		11,406.	
TOTAL TO FORM 1120, LINE 17		11,406.	

FORM 1120	OTHER DEDUCTIONS	STATEMENT	3
DESCRIPTION		AMOUNT	
UTILITIES		2,806.	
TOTAL TO FORM 1120, LINE 26		2,806.	

NET OPERATING LOSS DEDUCTION STATEMENT 4

TAX YEAR	LOSS SUSTAINED	LOSS PREVIOUSLY APPLIED	LOSS REMAINING	AVAILABLE THIS YEAR
09/30/98	1,276.		1,276.	1,276.
09/30/99	3,321.		3,321.	3,321.
09/30/00	890.		890.	890.
09/30/02	3,169.		3,169.	3,169.
09/30/03	3,121.		3,121.	3,121.
09/30/04	2,781.		2,781.	2,781.
09/30/05	3,976.		3,976.	3,976.
09/30/07	2,414.		2,414.	2,414.
09/30/08	3,695.		3,695.	3,695.
09/30/09	6,047.		6,047.	6,047.
09/30/11	1,711.		1,711.	1,711.
NOL AVAILABLE THIS YEAR			32,401.	32,401.

SCHEDULE L	OTHER CURRENT ASSETS	STATEMENT	5
DESCRIPTION	BEGINNING OF TAX YEAR	END OF TAX YEAR	
PREPAID EXPENSES	6,159.	8,770.	
TOTAL TO SCHEDULE L, LINE 6	6,159.	8,770.	

SCHEDULE L	OTHER CURRENT LIABILITIES	STATEMENT	6
DESCRIPTION	BEGINNING OF TAX YEAR	END OF TAX YEAR	
ACCRUED EXPENSES	9,274.	2,392.	
DEFERRED ASSESSMENTS	363.	0.	
DUE TO MANAGEMENT COMPANY	3,791.	39,959.	
TOTAL TO SCHEDULE L, LINE 18	13,428.	42,351.	

SCHEDULE M-1	TAXABLE INCOME NOT RECORDED ON BOOKS	STATEMENT	7
DESCRIPTION		AMOUNT	
RESERVE FUND INTEREST		486.	
RESERVE RENTALS		5,665.	
TAXABLE MEMBER INCOM		4,882.	
TOTAL TO SCHEDULE M-1, LINE 4		11,033.	

SCHEDULE M-1	OTHER DEDUCTIONS IN THIS RETURN NOT CHARGED AGAINST BOOK INCOME	STATEMENT	8
DESCRIPTION		AMOUNT	
REV RUL 70-604 EXCESS MEMBER INCOME		742.	
TOTAL TO SCHEDULE M-1, LINE 8		742.	



FORM 1125-A

OTHER COSTS

STATEMENT 9

DESCRIPTION	AMOUNT
DEPRECIATION	3,347.
GENERAL & ADMINISTRATIVE	600,524.
REPAIRS & MAINTENANCE	243,259.
REV RUL 70-604 EXCESS MEMBER INCOME	742.
UTILITIES	109,431.
TOTAL TO LINE 5	957,303.

2011 DEPRECIATION AND AMORTIZATION REPORT
 - CURRENT YEAR FEDERAL - THE ENCLAVE ASSOCIATION, INC.

Asset No.	Description	Date Acquired	Method	Life	Line No.	Unadjusted Cost Or Basis	Bus % Excl	Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
1	EMPLOYEE UNIT	050189SL		31.50	17	96,823.			96,823.	69,357.		3,074.
115	E100 FRIDGE	103110SL		5.00	16	594.			594.	109.		119.
116	E100 STOVE	103110SL		5.00	16	1,173.			1,173.	215.		235.
	* OTHER TOTAL -					98,590.			98,590.	69,681.		3,428.
	* GRAND TOTAL OTHER DEPRECIATION					98,590.			98,590.	69,681.		3,428.
101	EXERCISE EQUIPMENT	100195200DB		7.00	17	1,045.			1,045.	1,045.		0.
102	LAWN MOWER # 2	050187SL		5.00	16	752.			752.	752.		0.
103	TORO MOWER	041891200DB		7.00	17	583.			583.	583.		0.
104	CLUB TRACK	101292SL		7.00	16	6,407.			6,407.	6,407.		0.
105	LIFESTEP	101292SL		7.00	16	3,165.			3,165.	3,165.		0.
106	LIFECYCLE	101292SL		7.00	16	1,844.			1,844.	1,844.		0.
107	WORKOUT BENCH	100892SL		7.00	16	311.			311.	311.		0.
108	VOICE MAIL SYSTEM	110193200DB		5.00	17	5,564.			5,564.	5,564.		0.
109	PHONE SOFTWARE	110194200DB		5.00	17	1,533.			1,533.	1,533.		0.
110	VCR & TELEVISION	120892SL		5.00	16	338.			338.	338.		0.
111	POOL FURNITURE	040104200DB		5.00	17	5,177.		2,589.	2,588.	2,588.		0.
112	WASHERS	043006200DB		7.00	17	19,495.			19,495.	16,885.		1,740.
113	DRYERS	053106200DB		7.00	17	4,743.			4,743.	4,108.		423.

(D) - Asset disposed

* IRC, Section 179, Salvage, Bonus, Commercial Revitalization Deduction

2011 DEPRECIATION AND AMORTIZATION REPORT
 - CURRENT YEAR FEDERAL - THE ENCLAVE ASSOCIATION, INC.

Asset No.	Description	Date Acquired	Method	Life	Line No.	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
114	IN-HOUSE LAUNDRY - DRYER	1231106200	DB	7.00	17	3,087.			3,087.	2,398.		276.
117	WASHERS	120111	SL	7.00	16	7,628.			7,628.			908.
	* COGS TOTAL -					61,672.		2,589.	59,083.	47,521.		3,347.
	* GRAND TOTAL COGS DEPRECIATION					61,672.		2,589.	59,083.	47,521.		3,347.
	CURRENT YEAR ACTIVITY											
	BEGINNING BALANCE					152,634.		2,589.	150,045.	117,202.		
	ACQUISITIONS					7,628.		0.	7,628.	0.		
	DISPOSITIONS					0.		0.	0.	0.		
	ENDING BALANCE					160,262.		2,589.	157,673.	117,202.		

128102 05-01-11 (D) - Asset disposed * ITC, Section 179, Salvage, Bonus, Commercial Revitalization Deduction

2012 DEPRECIATION AND AMORTIZATION REPORT

- - NEXT YEAR FEDERAL - - THE ENCLAVE ASSOCIATION, INC.

Asset No.	Description	Date Acquired	Method	Life	Unadjusted Cost Or Basis	Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Amount Of Depreciation
1	EMPLOYEE UNIT	050189SL		31.50	96,823.		96,823.	72,431.	3,074.
115	E100 FRIDGE	103110SL		5.00	594.		594.	228.	119.
116	E100 STOVE	103110SL		5.00	1,173.		1,173.	450.	235.
	* OTHER TOTAL -				98,590.		98,590.	73,109.	3,428.
	* GRAND TOTAL OTHER DEPRECIATION				98,590.		98,590.	73,109.	3,428.
101	EXERCISE EQUIPMENT	100195200DB		7.00	1,045.		1,045.	1,045.	0.
102	LAWN MOWER # 2	050187SL		5.00	752.		752.	752.	0.
103	TORO MOWER	041891200DB		7.00	583.		583.	583.	0.
104	CLUB TRACK	101292SL		7.00	6,407.		6,407.	6,407.	0.
105	LIFESTEP	101292SL		7.00	3,165.		3,165.	3,165.	0.
106	LIFECYCLE	101292SL		7.00	1,844.		1,844.	1,844.	0.
107	WORKOUT BENCH	100892SL		7.00	311.		311.	311.	0.
108	VOICE MAIL SYSTEM	110193200DB		5.00	5,564.		5,564.	5,564.	0.
109	PHONE SOFTWARE	110194200DB		5.00	1,533.		1,533.	1,533.	0.
110	VCR & TELEVISION	120892SL		5.00	338.		338.	338.	0.
111	POOL, FURNITURE	040104200DB		5.00	5,177.	2,589.	2,588.	2,588.	0.
112	WASHERS	043006200DB		7.00	19,495.		19,495.	18,625.	870.
113	DRYERS	053106200DB		7.00	4,743.		4,743.	4,531.	212.
114	IN-HOUSE LAUNDRY - DRYER	123106200DB		7.00	3,087.		3,087.	2,674.	275.
117	WASHERS	120111SL		7.00	7,628.		7,628.	908.	1,090.
	* COGS TOTAL -				61,672.		59,083.	50,868.	2,447.
	* GRAND TOTAL COGS DEPRECIATION				61,672.		59,083.	50,868.	2,447.

(D) - Asset disposed

* ITC, Section 179, Salvage, HR 3090, Commercial Revitalization Deduction, GO Zone

Form **8879-C**

IRS e-file Signature Authorization for Form 1120

OMB No. 1545-1864

2011

Department of the Treasury
Internal Revenue Service

For calendar year 2011, or tax year beginning OCT 1, 2011, ending SEP 30, 2012

▶ See instructions. Do not send to the IRS. Keep for your records.

Name of corporation

THE ENCLAVE ASSOCIATION, INC.

Employer identification number

[REDACTED]

Part I Tax Return Information (Whole dollars only)

1	Total income (Form 1120, line 11)	1	26,368.
2	Taxable income (Form 1120, line 30)	2	
3	Total tax (Form 1120, line 31)	3	
4	Amount owed (Form 1120, line 34)	4	
5	Overpayment (Form 1120, line 35)	5	

Part II Declaration and Signature Authorization of Officer (Be sure to get a copy of the corporation's return)

Under penalties of perjury, I declare that I am an officer of the above corporation and that I have examined a copy of the corporation's 2011 electronic income tax return and accompanying schedules and statements and to the best of my knowledge and belief, it is true, correct, and complete. I further declare that the amounts in Part I above are the amounts shown on the copy of the corporation's electronic income tax return. I consent to allow my electronic return originator (ERO), transmitter, or intermediate service provider to send the corporation's return to the IRS and to receive from the IRS (a) an acknowledgement of receipt or reason for rejection of the transmission, (b) the reason for any delay in processing the return or refund, and (c) the date of any refund. If applicable, I authorize the U.S. Treasury and its designated Financial Agent to initiate an electronic funds withdrawal (direct debit) entry to the financial institution account indicated in the tax preparation software for payment of the corporation's federal taxes owed on this return, and the financial institution to debit the entry to this account. To revoke a payment, I must contact the U.S. Treasury Financial Agent at 1-888-353-4537 no later than 2 business days prior to the payment (settlement) date. I also authorize the financial institutions involved in the processing of the electronic payment of taxes to receive confidential information necessary to answer inquiries and resolve issues related to the payment. I have selected a personal identification number (PIN) as my signature for the corporation's electronic income tax return and, if applicable, the corporation's consent to electronic funds withdrawal.

Officer's PIN: check one box only

I authorize REESE HENRY & COMPANY, INC. to enter my PIN 81611
ERO firm name do not enter all zeros
 as my signature on the corporation's 2011 electronically filed income tax return.

As an officer of the corporation, I will enter my PIN as my signature on the corporation's 2011 electronically filed income tax return.

Officer's signature ▶ _____ Date ▶ _____ Title ▶ PROPERTY MANAGER

Part III Certification and Authentication

ERO's EFIN/PIN. Enter your six-digit EFIN followed by your five-digit self-selected PIN. [REDACTED]
do not enter all zeros

I certify that the above numeric entry is my PIN, which is my signature on the 2011 electronically filed income tax return for the corporation indicated above. I confirm that I am submitting this return in accordance with the requirements of Pub. 3112, IRS e-file Application and Participation, and Pub. 4163, Modernized e-File (MeF) Information for Authorized IRS e-file Providers for Business Returns.

ERO's signature ▶ _____ Date ▶ _____

**ERO Must Retain This Form - See Instructions
Do Not Submit This Form to the IRS Unless Requested To Do So**

For Paperwork Reduction Act Notice, see instructions.

Form **8879-C** (2011)

LHA

[REDACTED]

[REDACTED]