



STATE OF CALIFORNIA
 FRANCHISE TAX BOARD
 P.O. BOX 1286
 RANCHO CORDOVA, CA. 95741-1286

July 7, 1992

In reply refer to
 340:G :MS

BRUSH ROAD CORPORATION
 C BRASSFIELD
 21105 BRUSH RD
 LOS GATOS CA 95030

Purpose : HOMEOWNERS ASSOCIATION
 Code Section : 23701t
 Form of Organization : Corporation
 Accounting Period Ending: December 31
 Organization Number : 1669887 BR8C*

You are exempt from state franchise or income tax under the section of the Revenue and Taxation Code indicated above.

This decision is based on information you submitted and assumes that operations continue unchanged or conform to those proposed in your application. Any change in operation, character, or purpose of the organization must be reported immediately to this office so that we may determine the effect on your exempt status. Any change of name or address must also be reported.

In the event of a change in relevant statutory, administrative, judicial case law, a change in federal interpretation of federal law in cases where our opinion is based upon such an interpretation, or a change in the material facts or circumstances relating to your application upon which this opinion is based, this opinion may no longer be applicable. It is your responsibility to be aware of these changes should they occur. This paragraph constitutes written advice, other than a chief counsel ruling, within the meaning of Revenue and Taxation Code Section 21012(a)(2).

You may be required to file Form 199 (Exempt Organization Annual Information Return) on or before the 15th day of the 5th month (4 1/2 months) after the close of your accounting period. Please see annual instructions with forms for requirements.

You are not required to file state franchise or income tax returns unless you have income in addition to amounts received from membership fees, dues and assessments from tenant-shareholders or owners of residential units, residences or lots. In the event you have income

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in excess of \$100 from other than the above, you are required to file Form 100 (Income Tax Return) by the 15th day of the 3rd month (2 1/2 months) after the close of your accounting period and pay the tax due computed by using the corporate rate of tax. Such income is not subject to the minimum franchise tax.

This letter should be retained in the permanent records of the organization.

M STURGEON
EXEMPT ORGANIZATION UNIT
CORPORATION AUDIT SECTION
Telephone (916) 369-4181

EO :