

*Financial Statements
For the Year Ended
June 30, 2000*

CHEVY CHASE VILLAGE

WALPERT & WOLPOFF, LLP
Certified Public Accountants

CHEVY CHASE VILLAGE

FINANCIAL STATEMENTS JUNE 30, 2000

CONTENTS

Independent Auditor's Report.....	1
Financial Statements:	
Combined Balance Sheet - All Funds and Account Groups	2-3
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General and Special Revenue-Highway	4
Notes to Financial Statements.....	5-11
Independent Auditor's Report on Supplementary Information	12
Supplementary Information:	
General Government Expenditures	13
Public Safety Expenditures	14
Public Works Expenditures	15
Park and Recreation Expenditures.....	16
Village Building Expenditures	17

WALPERT & WOLPOFF, LLP

Certified Public Accountants



INDEPENDENT AUDITOR'S REPORT

Board of Managers
Chevy Chase Village
Chevy Chase, Maryland

We have audited the accompanying general purpose financial statements of Chevy Chase Village as of and for the year ended June 30, 2000, as listed in the table of contents. These general purpose financial statements are the responsibility of Chevy Chase Village's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Chevy Chase Village at June 30, 2000, and the results of its operations for the year then ended, in conformity with generally accepted accounting principles.

Walpert & Wolpoff, LLP

August 3, 2000

CHEVY CHASE VILLAGE

COMBINED BALANCE SHEET – ALL FUNDS AND ACCOUNT GROUPS JUNE 30, 2000

ASSETS

	Governmental Fund Types		Account Groups		Totals	
	General	Special Revenue Highway	General Fixed Assets	General Long-Term Debt	2000	1999 (Memorandum Only)
Assets:						
Operating and payroll checking accounts	\$ 115,105				\$ 115,105	\$ 7,456
Petty cash	200				200	200
Savings account	<u>1,088</u>				<u>1,088</u>	<u>1,068</u>
	<u>116,393</u>				<u>116,393</u>	<u>8,724</u>
Investments:						
Pooled investment	926,204				926,204	711,903
U.S. Treasury securities	<u>1,787,521</u>				<u>1,787,521</u>	<u>1,670,395</u>
	<u>2,713,725</u>				<u>2,713,725</u>	<u>2,382,298</u>
Accounts receivable:						
State of Maryland	11,955				11,955	131,386
Montgomery County	25,193				25,193	804
Contract and other receivables	<u>23,964</u>				<u>23,964</u>	<u>18,553</u>
	<u>61,112</u>				<u>61,112</u>	<u>150,743</u>
Fixed assets			<u>\$ 1,904,157</u>		<u>1,904,157</u>	<u>1,873,031</u>
Amount to be provided for retirement of general long-term debt			<u>\$ 131,938</u>		<u>131,938</u>	<u>132,155</u>
Total assets	<u>\$ 2,891,230</u>	<u>\$ -0-</u>	<u>\$ 1,904,157</u>	<u>\$ 131,938</u>	<u>\$ 4,927,325</u>	<u>\$ 4,546,951</u>

See Notes to Financial Statements

CHEVY CHASE VILLAGE

COMBINED BALANCE SHEET - ALL FUNDS AND ACCOUNT GROUPS (CONTINUED) JUNE 30, 2000

LIABILITIES AND FUND BALANCE

	Governmental Fund Types			Account Groups		Totals	
	General	Special Revenue Highway	General Fixed Assets	General Long-Term Debt	2000	1999	(Memorandum Only)
Liabilities:							
Accounts payable	\$ 39,817				\$ 39,817	\$ 55,920	
Damage deposits	3,500				3,500	6,425	
Payroll withholdings	-0-				-0-	2,283	
Accrued payroll	23,024				23,024	14,533	
Accrued sick & vacation payroll	46,742				46,742	44,051	
Christmas fund	201				201	310	
Building fund	6,756				6,756	-0-	
Compensated absences				\$ 131,938	131,938	132,155	
Total liabilities	120,040			131,938	251,978	255,677	
Fund balance:							
Unreserved and undesignated	2,771,190				2,771,190	2,418,243	
Investment in general fixed assets			\$ 1,904,157		1,904,157	1,873,031	
Total fund balance	2,771,190		1,904,157		4,675,347	4,291,274	
Total liabilities and fund balances	\$ 2,891,230	\$ -0-	\$ 1,904,157	\$ 131,938	\$ 4,927,325	\$ 4,546,951	

See Notes to Financial Statements

CHEVY CHASE VILLAGE

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES BUDGET AND ACTUAL - GENERAL AND SPECIAL REVENUE - HIGHWAY, JUNE 30, 2000

	Governmental Fund Types		Totals		General and Special Revenue Highway Budget	
	General	Special Revenue Highway	(Memorandum Only)		2000	Favorable (Unfavorable)
		2000	1999	2000		
Revenues:						
Taxes:						
Property	\$ 518,345	\$ 518,345	\$ 475,752	\$ 486,926	\$ 31,419	
Income	1,365,615	1,365,615	1,237,201	1,180,000	185,615	
Highway		\$ 108,746	100,329	88,397	20,349	
County reimbursements:						
Duplicated services	61,959		67,981	61,183	776	
Intergovernmental assistance:						
State of Maryland police grants	91,055		80,843	79,992	11,063	
Contracted police services	203,335		150,387	192,697	10,638	
Interest	131,008		126,472	90,226	40,782	
Building rent	78,652		76,083	61,320	17,332	
Other income	30,121		35,373	21,205	8,916	
Total revenues	<u>2,480,090</u>	<u>108,746</u>	<u>2,350,421</u>	<u>2,261,946</u>	<u>326,890</u>	
Expenditures:						
General government	544,646		470,114	551,639	6,993	
Public safety	810,224		733,140	851,992	41,768	
Public works	621,311		745,383	678,290	56,979	
Park and recreation expenditures	172,693		174,231	186,906	14,213	
Village building	87,015		135,951	731,650	644,635	
Total expenditures	<u>2,235,889</u>		<u>2,258,819</u>	<u>3,000,477</u>	<u>764,588</u>	
Excess (deficiency) of revenues over expenditures	244,201	108,746	91,602	(738,531)	\$ 1,091,478	
Other financing sources (uses):						
Operating transfers in (out)	108,746	(108,746)	--			
Excess (deficiency) of revenues and other financing sources over expenditures	352,947		91,602			
Fund balances, beginning	<u>2,418,243</u>	<u>--</u>	<u>2,326,641</u>			
Fund balances, ending	<u>\$ 2,771,190</u>	<u>\$ 2,771,190</u>	<u>\$ 2,418,243</u>			

See Notes to Financial Statements

CHEVY CHASE VILLAGE

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2000

1. Summary of significant accounting policies:

The accounting policies of Chevy Chase Village, Maryland, conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of the significant policies:

Fund accounting:

The accounts of the Village are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts which comprise the fund's assets, liabilities, fund equity, revenues and expenditures. The Village has established the following funds and account groups:

General Fund - The General Fund is the general operating fund of the Village. It is used to account for all financial resources.

Special Revenue Fund - The Special Revenue Fund is used for the acquisition or construction of major capital facilities, namely roads.

General Fixed Assets Group - Fixed assets used in operations are accounted for in the General Fixed Assets Account Group, rather than in the General Fund. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, and drainage systems are not capitalized. No depreciation has been provided on general fixed assets.

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair value on the date donated.

General Long-Term Debt Group - This account group is used to account for long-term liabilities expected to be financed from governmental funds.

The two account groups are not "funds". They are concerned only with the measurement of financial position, not with measurement of results of operations.

Basis of Accounting:

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

CHEVY CHASE VILLAGE

NOTES TO FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED JUNE 30, 2000

1. Summary of significant accounting policies (continued):

Basis of accounting (continued):

The General Fund and Special Revenue fund are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Taxpayer-assessed income and gross receipts are considered "measurable" when in the hands of intermediary collecting governments and are recognized as revenue at that time. Anticipated refunds of such taxes are recorded as liabilities and reductions of revenue when they are measurable and their validity seems certain.

Expenditures are generally recognized under the accrual basis of accounting when the related fund liability is incurred.

Reporting entity:

The main criterion used in determining the entity for financial reporting purposes is whether the Village is financially accountable for any governmental department, agency, institution, commission, public authority, or other governmental organization. As part of that criterion, the following factors were considered:

- Financial benefit or burden
- Appoints a voting majority of the component unit board
- Designation of management
- Ability to impose its will
- Fiscally dependent

Based on these factors, no other governmental organizations exist that should have been included in these financial statements.

Budget:

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted for the General and Special Revenue-Highway Funds. All appropriations lapse at the fiscal year-end.

Compensated absences:

Village policy allows employees to accumulate unused vacation that is payable to the employee at the employee's retirement or termination. The National Council on Governmental Accounting Interpretation No. 4 requires employers to accrue a liability for such accumulated vacation leave. Accumulated vacation leave expected to be liquidated with expendable available financial resources is reported as an expenditure and included in the sick and vacation liability of the General Fund. Amounts estimated to be long-term (not to be expended within the next year) have been recorded in the long-term debt account group.

CHEVY CHASE VILLAGE

NOTES TO FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED JUNE 30, 2000

1. Summary of significant accounting policies (continued):

Total columns:

The total columns are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position or results of operations in conformity with generally accepted accounting principles. Neither are such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

The "Memorandum Only" total columns as of and for the year ended June 30, 1999 were derived from financial statements audited by other auditors whose report dated August 13, 1999, expressed an unqualified opinion on those statements.

Reclassification of prior year's amounts:

Certain reclassifications have been made in the prior year's financial statements to conform to the classifications used in the current year.

2. Cash and investments:

At June 30, 2000, the carrying amount of the Village's cash balances in banks totaled \$116,193, all of which was covered by the Federal Deposit Insurance Corporation or fully collateralized with securities held by the pledging financial institution.

The Village's investment policy authorizes the Village to deposit funds only in authorized, qualified public depositories. Cash and investments must be placed only in U.S. Treasury obligations, including its agencies, U.S. Government guaranteed obligations, FDIC insured certificates of deposit, commercial banks, or money market accounts, the Maryland Local Government Investment Pool, or any obligations of the State of Maryland, its counties and municipal governments.

As of June 30, 2000 investments consist of U.S. Treasury bills and an investment in the Maryland Local Government Investment Pool. Both investments have maturities of less than one year.

The Village's investments are categorized below to give an indication of the level of risk assumed by the Village at year end.

Category 1 Insured or registered, with securities held by the Village or its agent in the Village's name.

Category 2 Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the Village's name.

CHEVY CHASE VILLAGE

NOTES TO FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED JUNE 30, 2000

2. Cash and investments (continued):

Category 3 Uninsured and unregistered, with securities held by the counterparty, or by its trust department or agent, but not in the Village's name.

	Categories			Carrying	Market
	1	2	3	Amount	Value
Treasury bills	\$1,787,521	\$ -0-	\$ -0-	\$ 1,787,521	\$ 1,787,521
Investment in Maryland local government investment pool				\$ 926,204	\$ 926,204

3. Pension plan:

The Board of Managers of Chevy Chase Village established a trust-administered, single-employer defined-contribution pension plan effective May 15, 1964, for eligible employees. Currently, the trustee for the plan is the Principal Financial Group.

Employees become active participants of the defined contribution money purchase pension plan after completing 12 months of employment in which a minimum of 1,000 hours has been worked and the employee is at least 21 years of age or older. Contributions equal to 10% of the active participants' annual compensation are made to the plan by the Village.

The trustee held no securities of the Village on behalf of the pension plan during or at the close of the fiscal year.

Non-vested portions of terminated participants' account balances are applied to reduce the earliest employer contribution made after the forfeitures are determined. Active participants may make non-deductible voluntary contributions of up to 10% of their annual compensation to their account balance. Voluntary employee contributions are 100% vested and employer contributions vest at the following rate:

Vesting Service	Vesting Percentage
Less than 5 years	0
5 years	50
6 years	60
7 years	70
8 years	80
9 years	90
10 or more years	100

CHEVY CHASE VILLAGE

NOTES TO FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED JUNE 30, 2000

3. Pension plan (continued):

The plan defines a vesting year of service as one in which the employee works 2,000 or more hours.

Total Village contributions were \$67,185 for the year ended June 30, 2000. Employee contributions were \$13,842.

4. Deferred compensation plan:

The Village offers to all its employees a deferred compensation plan created in accordance with Internal Revenue Code (IRC) Section 457. The plan permits participating employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. The plan is administered by Hartford Life Insurance Company.

Until December 14, 1998, all amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights were, until paid or made available to the employee or other beneficiary, solely the property and rights of the Village, subject only to the claims of the Village's general creditors. Participants' rights under the plan were equal to those of general creditors of the Village in an amount equal to the fair market value of the deferred account for each participant.

On December 14, 1998, the Village amended the plan in accordance with the provisions of IRC Section 457 (g). On that date, assets of the plan were placed in trust for the exclusive benefit of participants and their beneficiaries. The requirements of that IRC Section prescribes that the Village no longer owns the amounts deferred by employees, including the related income on those amounts. Accordingly, the assets and the liability for the compensation deferred by plan participants, including earnings on plan assets, are not included in the Village's financial statements. Total employee contributions for the year ended June 30, 2000 were \$42,634.

5. Property taxes:

The property tax calendar is from July 1 through June 30 with taxes payable by September 30. The Village believes all property taxes to be fully collectible and makes no allowance for uncollectible property taxes.

CHEVY CHASE VILLAGE

NOTES TO FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED JUNE 30, 2000

5. Property taxes (continued):

Real and personal property taxes are levied at rates enacted by the Board of Managers in the annual budget on the assessed value as determined by the Maryland State Department of Assessments and Taxation. The rates of levy cannot exceed the constant yield tax rate furnished by the Maryland State Department of Assessments and taxation without public notice and only after public hearings.

The real and personal property tax rate during the year ended June 30, 2000 was \$.25 per \$100 of assessed value. Real and personal property taxes are billed and collected by Montgomery County and remitted to the Village.

6. Fixed assets:

A summary of changes in general fixed assets follows:

	COST			
	Balance, June 30, 1999	Additions	Deletions or Transfers Out	Balance, June 30, 2000
Village building and improvements	\$ 850,919	\$ 11,871		\$ 862,790
Brookeville land and improvements	313,891			313,891
Office furniture and equipment	160,898	14,062		174,960
Police vehicles and equipment	256,543	22,895	\$ (13,647)	265,791
P.W. vehicles and equipment	247,582	18,095	(9,949)	255,728
Parks and recreation - Vehicles and equipment	43,198		(12,201)	30,997
	\$1,873,031	\$ 66,923	\$ (35,797)	\$1,904,157

7. Long-term debt:

The following is a summary of the changes in long-term debt for the year ended June 30, 2000. The current portion of long-term debt includes the portion related to retirement of personnel which will be paid in fiscal year 2001.

Compensated absences	Balance June 30, 1999	Increase	Balance June 30, 2000
Accrued sick leave	\$ 112,189	\$ 1,544	\$ 113,733
Accrued vacation payroll	64,017	930	64,947
	176,206	2,474	178,680
Less current portion	(44,051)	(2,691)	(46,742)
	\$ 132,155	\$ (217)	\$ 131,938

CHEVY CHASE VILLAGE

NOTES TO FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED JUNE 30, 2000

8. Risk management:

The Village is a member in the Local Government Insurance Trust. The Trust is a consortium of Maryland local governments created July 1, 1987, to provide an alternative to the diminishing availability of insurance coverages to municipal governments and the increasing premium directed by the local governments (participants) that subscribe to its insurance coverages. The Trust's objectives are to:

1. offer broader insurance coverages and, in certain cases, coverages not otherwise available from commercial insurance providers,
2. provide coverages to members at competitive rates, and
3. develop programs and provide specific loss control and risk management assistance to local governments.

The Trust is managed by a Board of Trustees and a contract administration company. The trustees are elected by a majority vote of the participants with each participant having one vote. The Village does not exercise any control over the Trust's operations.

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The maximum coverage under the liability pool of the Trust is \$3,000,000 per occurrence.

The Trust has the right to assess its members an amount up to twice their annual premium, if the Trust experiences a deficit. At June 30, 2000, the Trust was not in a deficit position.

During the year ended June 30, 2000, the Village paid a premium of \$33,988 to the Trust.

9. Police services:

During 1995, the Village entered into agreements with the Town of Chevy Chase, Martin's Additions, and Section 3 of the Village of Chevy Chase to provide enhanced police services to their communities. All agreements are for one year renewable terms with payment based upon police service hours. All contracts were renewed during fiscal year 2000.

INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION

Board of Managers
Chevy Chase Village
Chevy Chase, Maryland

Our audit of the general purpose financial statements of Chevy Chase Village for the year ended June 30, 2000 was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The schedules on pages 13 through 17 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

August 3, 2000

CHEVY CHASE VILLAGE

GENERAL GOVERNMENT EXPENDITURES FOR THE YEAR ENDED JUNE 30, 2000

(See Independent Auditor's Report on Supplementary Information)

	Actual	Budget	Variance Favorable (Unfavorable)
Administration expenditures:			
Payroll	\$ 188,634	\$ 194,246	\$ 5,612
Employer obligations	18,759	17,563	(1,196)
Employee benefits	28,942	31,967	3,025
Contract labor/staff	14,584	20,400	5,816
Organizational development	14,106	13,750	(356)
Community relations	8,269	8,400	131
Communications	4,430	4,860	430
General expenditures	18,822	20,160	1,338
Insurance	29,981	35,592	5,611
Professional services	192,426	167,000	(25,426)
Service contracts	3,586	5,966	2,380
Supplies	4,183	4,500	317
Computer and technical support	1,619	1,700	81
Equipment maintenance and repair	141	600	459
Furniture and equipment purchase	1,428	1,000	(428)
Computer and software systems	13,976	17,800	3,824
Equipment purchases	760	800	40
Payroll contingency		2,225	2,225
Operating contingency		3,110	3,110
	\$ 544,646	\$ 551,639	\$ 6,993

CHEVY CHASE VILLAGE

PUBLIC SAFETY EXPENDITURES FOR THE YEAR ENDED JUNE 30, 2000

(See Independent Auditor's Report on Supplementary Information)

	Actual	Budget	Variance Favorable (Unfavorable)
Public safety expenditures:			
Payroll	\$ 584,057	\$ 588,802	\$ 4,745
Employer obligations	61,734	62,394	660
Employee benefits	72,857	85,715	12,858
Organizational development	9,085	6,700	(2,385)
Community relations		400	400
Communications	8,814	9,420	606
General expenditures	6,567	13,290	6,723
Insurance	6,324	8,000	1,676
Professional services	397	1,200	803
Service contracts	2,699	2,960	261
Supplies	4,837	6,500	1,663
Vehicle operations	21,326	11,600	(9,726)
Computer and technical support	898	1,232	334
Equipment maintenance and repair	1,731	2,500	769
Furniture and equipment purchase	278	1,000	722
Computer and software systems	4,236	9,650	5,414
Equipment purchases	1,489	7,500	6,011
Machinery purchases		3,500	3,500
Vehicles purchases	22,895	19,908	(2,987)
Payroll contingency		8,716	8,716
Operating contingency		1,005	1,005
	\$ 810,224	\$ 851,992	\$ 41,768

CHEVY CHASE VILLAGE

PUBLIC WORKS EXPENDITURES FOR THE YEAR ENDED JUNE 30, 2000

(See Independent Auditor's Report on Supplementary Information)

	Actual	Budget	Variance Favorable (Unfavorable)
Public works expenditures:			
Payroll	\$ 142,575	\$ 142,544	\$ (31)
Employer obligations	15,642	15,423	(219)
Employee benefits	30,092	29,707	(385)
Contract labor/staff	16,242	20,000	3,758
Organizational development	70	1,500	1,430
Communications	2,306	3,780	1,474
Recycling and refuse disposal	173,001	190,082	17,081
General expenditures	5,456	16,200	10,744
Repairs and maintenance	3,092	3,000	(92)
Professional services	3	900	897
Service contracts	564	900	336
Snow removal	8,976	7,350	(1,626)
Small tools and supplies	1,675	5,100	3,425
Vehicle operations	27,496	26,200	(1,296)
Equipment maintenance and repair	2,883	7,348	4,465
Streets/sidewalks/storm drains	173,143	175,000	1,857
Office equipment and furniture		250	250
Computer and software systems		600	600
Equipment purchases		8,800	8,800
Machinery purchases	18,095	18,000	(95)
Payroll contingency		2,351	2,351
Operating contingency		3,255	3,255
	\$ 621,311	\$ 678,290	\$ 56,979

CHEVY CHASE VILLAGE

PARKS AND RECREATION EXPENDITURES FOR THE YEAR ENDED JUNE 30, 2000

(See Independent Auditor's Report on Supplementary Information)

	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
Parks and recreation expenditures:			
Contract labor/staff	\$ 7,191	\$ 7,500	\$ 309
Community relations	8,253	9,600	1,347
General expenditures		480	480
Maintenance and repairs	39,979	36,915	(3,064)
Professional services		1,000	1,000
Service contracts	1,187	2,470	1,283
Small tools and supplies	1,297	700	(597)
Tree Programs	109,222	116,400	7,178
Equipment maintenance and repair	2,154	2,400	246
Equipment purchases		1,000	1,000
Operating contingency	3,410	8,441	5,031
	<u>\$ 172,693</u>	<u>\$ 186,906</u>	<u>\$ 14,213</u>

CHEVY CHASE VILLAGE

VILLAGE BUILDING EXPENDITURES FOR THE YEAR ENDED JUNE 30, 2000

(See Independent Auditor's Report on Supplementary Information)

	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
Village building expenditures:			
General expenditures	\$ 275	\$ 360	\$ 85
Maintenance and repairs	8,426	11,000	2,574
Insurance	413	400	(13)
Service contracts	14,243	14,100	(143)
Supplies	1,786	3,000	1,214
Utilities	44,090	45,511	1,421
Equipment maintenance and repair	4,127	4,800	673
Infrastructure	11,871	600,000	588,129
Office equipment and furniture	1,784	500	(1,284)
Equipment purchases		20,000	20,000
Machinery purchases		30,000	30,000
Operating contingency		1,979	1,979
	<u>\$ 87,015</u>	<u>\$ 731,650</u>	<u>\$ 644,635</u>