

**CHEVY CHASE VILLAGE
CHEVY CHASE, MARYLAND**

**INDEPENDENT AUDITOR'S REPORT,
GENERAL PURPOSE FINANCIAL STATEMENTS
AND SUPPLEMENTAL INFORMATION**

JUNE 30, 2001

CHEVY CHASE VILLAGE
Chevy Chase, Maryland

JUNE 30, 2001

Table of Contents

Independent Auditor's Report	1
<u>General Purpose Financial Statements</u>	
Combined Balance Sheet – All Fund Types and Account Groups	2 - 3
Combined Statement of Revenues, Expenditures and Changes in Fund Balance – All Governmental Fund Types	4
Notes to General Purpose Financial Statements	5 - 13
<u>Supplemental Information</u>	
Schedule of General Government Expenditures	14
Schedule of Public Safety Expenditures	15
Schedule of Public Works Expenditures	16
Schedule of Park and Recreation Expenditures	17
Schedule of Village Building Expenditures	18



CHARTERED
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditor's Report

Board of Managers
Chevy Chase Village
Chevy Chase, Maryland

We have audited the general purpose financial statements of Chevy Chase Village as of and for the year ended June 30, 2001, as listed in the accompanying table of contents. These general purpose financial statements are the responsibility of the Village's management. Our responsibility is to express and opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose 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 general purpose financial statements referred to above present fairly, in all material respects, the financial position of Chevy Chase Village as of June 30, 2001, and the results of its operations for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as whole. The supplemental information is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of Chevy Chase Village. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

Wooden & Benson

August 17, 2001
Baltimore, Maryland

CHEVY CHASE VILLAGE
Chevy Chase, Maryland

COMBINED BALANCE SHEET - ALL FUNDS AND ACCOUNT GROUPS
JUNE 30, 2001

Assets	Governmental	Account Groups		Totals	
	Fund Type	General	General	(Memorandum Only)	
	General	Fixed Assets	Long-Term Debt	2001	2000
<u>Cash</u>					
Operating and payroll checking accounts	\$ 830,751			\$ 830,751	\$ 115,105
Petty cash	200			200	200
Savings account	1,092			1,092	1,088
	<u>832,043</u>			<u>832,043</u>	<u>116,393</u>
<u>Investments</u>					
Pooled investments	904,938			904,938	926,204
U.S. Treasury securities	1,190,495			1,190,495	1,787,521
	<u>2,095,433</u>			<u>2,095,433</u>	<u>2,713,725</u>
<u>Accounts Receivable</u>					
State of Maryland	541,517			541,517	11,955
Montgomery County	10,209			10,209	25,193
Contract and other receivables	22,693			22,693	23,964
	<u>574,419</u>			<u>574,419</u>	<u>61,112</u>
Fixed assets		\$ 2,027,170		2,027,170	1,904,157
Amount to be provided for retirement of long-term debt			\$ 87,330	87,330	56,116
Total assets	<u>\$ 3,501,895</u>	<u>\$ 2,027,170</u>	<u>\$ 87,330</u>	<u>\$ 5,616,395</u>	<u>\$ 4,851,503</u>

The accompanying notes to the general purpose financial statements are an integral part of this statement.

CHEVY CHASE VILLAGE
Chevy Chase, Maryland

COMBINED BALANCE SHEET - ALL FUNDS AND ACCOUNT GROUPS
JUNE 30, 2001

	Governmental Fund Type	Account Groups		Totals (Memorandum Only)	
		General	General	2001	2000
		Fixed Assets	Long-Term Debt		
Liabilities and Fund Balance					
<u>Liabilities</u>					
Accounts payable	\$ 41,871			\$ 41,871	\$ 39,817
Damage deposits	7,500			7,500	3,500
Payroll withholdings	3,052			3,052	-
Accrued payroll	40,932			40,932	23,024
Accrued sick and vacation payroll	51,118			51,118	46,742
Christmas fund	(9)			(9)	201
Building fund	6,756			6,756	6,756
Deferred income tax revenue	438,439			438,439	-
Compensated absences	-		\$ 87,330	87,330	56,116
Total liabilities	589,659		87,330	676,989	176,156
<u>Fund Balance</u>					
Unreserved and undesignated	2,912,236			2,912,236	2,771,190
Investment in general fixed assets		\$ 2,027,170		2,027,170	1,904,157
Total fund balance	2,912,236	2,027,170		4,939,406	4,675,347
Total liabilities and fund balances	\$ 3,501,895	\$ 2,027,170	\$ 87,330	\$ 5,616,395	\$ 4,851,503

The accompanying notes to the general purpose financial statements are an integral part of this statement.

CHEVY CHASE VILLAGE
Chevy Chase, Maryland

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2001

	Actual	Budget	Favorable (Unfavorable)
<u>Revenues</u>			
<u>Taxes</u>			
Property	\$ 511,093	\$ 505,111	\$ 5,982
Income	1,250,511	1,424,317	(173,806)
Highway	107,710	99,725	7,985
<u>County Reimbursements</u>			
Duplicated services	74,960	61,183	13,777
<u>Intergovernmental Assistance</u>			
State of Maryland police grants	91,787	86,289	5,498
Contracted police services	220,186	198,793	21,393
Interest	157,796	137,077	20,719
Building rent	67,160	57,820	9,340
Other income	32,233	25,408	6,825
Total revenues	2,513,436	2,595,723	(82,287)
<u>Expenditures</u>			
General government	479,075	559,495	80,420
Public safety	898,422	943,037	44,615
Public works	689,760	771,871	82,111
Park and recreation expenditures	176,195	206,412	30,217
Village building	128,938	930,835	801,897
Total expenditures	2,372,390	3,411,650	1,039,260
Excess (deficit) of revenues over expenditures	141,046	\$ (815,927)	\$ 956,973
Fund balance - beginning of period	2,771,190		
Fund balance - end of period	\$ 2,912,236		

The accompanying notes to the general purpose financial statements are an integral part of this statement.

CHEVY CHASE VILLAGE
Chevy Chase, Maryland

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2001

Note 1 - Summary of Significant Accounting Policies

The accounting policies of Chevy Chase Village conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies:

A. 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. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. 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 except those required to be accounted for in another fund.

General Fixed Asset Account Group – The fixed assets account group is a self-balancing group of accounts set up to account for the general fixed assets of the Village. Fixed assets used in operations are accounted for in the General Fixed Asset Account Group, rather than in the General Fund. Public domain (“infrastructure”) general fixed assets consisting of certain improvements other than buildings, but including roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. No depreciation has been provided on general fixed assets.

General Long Term Debt Account Group – The long-term debt account group is a self-balancing group of accounts set up to account for the general long-term debt of the Village which is expected to be financed from governmental funds.

The account groups are not “funds”. They are concerned only with the measurement of financial position. They are not involved with the measurement of financial operations.

CHEVY CHASE VILLAGE
Chevy Chase, Maryland

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2001

Note 1 - Summary of Significant Accounting Policies

B. Fixed Assets and Long-Term Liabilities

The accounting and reporting treatment applied to the fixed assets and long term liabilities associated with a fund are determined by its measurement focus. All governmental funds are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources". Governmental fund operation statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

General fixed assets purchased are recorded as expenditures in the general fund at the time of the purchase. Such assets are capitalized at historical cost in the general fixed asset group of accounts. Estimated historical cost is used to value assets for which actual historical cost was not determinable. Donated fixed assets are valued at their fair market value on the date donated.

C. Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses 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.

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets

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

D. 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:

CHEVY CHASE VILLAGE
Chevy Chase, Maryland

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2001

Note 1 - Summary of Significant Accounting Policies - Continued

D. Reporting Entity - continued

Financial benefit or burden

Appoints a voting majority of the component unit board

Designation of management

Ability to impose will

Fiscally dependent

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

E. Budgets

Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. Annual appropriated budgets are adopted for the General Fund. All appropriations lapse at the fiscal year-end.

F. Compensated Absences

Village policy allows employees to accumulate unused vacation that is payable to the employee at the employees' retirement or termination. Policy also permits employees to accumulate sick leave for future use or for payment upon retirement at the rate of one hour for every three hours of accumulated sick leave.

At June 30, 2001, the liability to the Village employees for accrued annual and sick leave was \$92,138 and \$46,310, respectively, based on the wage rates in effect during the fiscal year. Accumulated 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 fiscal year) have been recorded in the long-term debt account group.

G. 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 of 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.

CHEVY CHASE VILLAGE
Chevy Chase, Maryland

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2001

Note 1 - Summary of Significant Accounting Policies

G. Total Columns - continued

The "Memorandum Only" total columns as of and for the year ended June 30, 2000 were derived from financial statements audited by other auditors whose report dated August 3, 2000, expressed an unqualified opinion on those statements.

H. Risks and Uncertainties

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenditures during the reporting period. Actual results could differ from those estimates.

Note 2 - Cash and Investments

At June 30, 2001, the carrying amount of the Village's cash balances in banks totaled \$831,832. The Federal Deposit Insurance Corporation covered \$100,000 of the deposit and \$400,717 was fully collateralized with securities held by the pledging financial institution. At June 30, 2001, \$313,115 was not collateralized.

The Village's investment policy authorized 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 obligation of the State of Maryland, its counties and municipal governments.

As of June 30, 2001, 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.

Investments of the Village are classified into three categories to give an indication of the level of risk assumed at year-end. Category 1 includes investments insured or registered securities which are held by the Village or its agent in the Village's name. Category 2 includes uninsured and unregistered investments with the securities held by the counterparty's trust department or agent in the Village's name. Category 3 includes uninsured and unregistered investments with the securities held by the counterparty or its trust department or agent but not in the Village's name.

CHEVY CHASE VILLAGE
Chevy Chase, Maryland

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2001

Note 2 - Cash and Investments – Continued

The Village is a participant of the Maryland Local Government Investment Pool (MLGIP), which provides all local government units of the State a safe investment vehicle for the short-term investment of funds. The State Legislature created MLGIP with the passage of Article 95 22G, of the Annotated Code of Maryland. The MLGIP, under the administrative control of the State Treasurer, has been managed by a single Baltimore based financial institution, Mercantile-Safe Deposit and Trust Company. An MLGIP Advisory Committee of current participants was formed to review, on a quarterly basis, the activities of the Fund and to provide suggestions to enhance the pool. The fair value of the pool is the same as the value of the pool shares.

	Categories			Carrying Amount	Market Value
	<u>1</u>	<u>2</u>	<u>3</u>		
Treasury Bills	<u>\$1,200,000</u>	<u>\$ - 0 -</u>	<u>\$ - 0 -</u>	\$ 1,190,495	\$ 1,190,495
Investment in Maryland Local Government Investment Pool				<u>904,938</u>	<u>904,938</u>
				<u>\$ 2,095,433</u>	<u>\$ 2,095,433</u>

Note 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. The Village makes contributions equal to 10% of the active participants' annual compensation to the plan.

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

CHEVY CHASE VILLAGE
Chevy Chase, Maryland

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2001

Note 3 - Pension Plan - Continued

<u>Vesting Service</u>	<u>Vesting Percentage</u>
Less than 3 years	0
At least 3 but less than 4 years	20
At least 4 but less than 5 years	40
At least 5 but less than 6 years	60
At least 6 but less than 7 years	80
7 or more years	100

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

Total Village contributions were \$77,109 for the year ended June 30, 2001. Employee contributions were \$9,760.

Note 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. All amounts of compensation deferred under the plan, all property rights purchased with those amounts, and all income attributable to those amounts (until paid or made available to the employee or other beneficiary) shall be held in trust for the exclusive benefit of the plan participants and their beneficiaries, and the assets can not be diverted to any other purpose.

The plan is administered by the Hartford Life Insurance Corporation. In the year ended June 30, 2001 employee contributions to the plan totaled \$33,435.

Note 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.

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.

CHEVY CHASE VILLAGE
Chevy Chase, Maryland

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2001

Note 5 - Property Taxes - Continued

The real and personal property tax rate during the year ended June 30, 2001 was \$.25 per \$100 of assessed value. Real and personal property taxes are billed and collected by Montgomery County and remitted to the Village.

Note 6 - General Fixed Asset Account Group

A summary of changes in fixed assets follows:

	Cost			
	Balance June 30, 2000	Additions	Deletions or Transfers out	Balance June 30, 2001
Village building and improvements	\$ 862,790	\$	\$	\$ 862,790
Building renovations – Town Hall		58,940		58,940
Brookville land and improvements	313,891			313,891
Office furniture and equipment	174,960	14,396		189,356
Police vehicles and equipment	265,791	36,231	(14,495)	287,525
Public works - vehicles and equipment	255,728	27,950		283,678
Parks and recreation – vehicles and equipment	30,997			30,997
	<u>\$ 1,904,157</u>	<u>\$ 137,518</u>	<u>\$ (14,495)</u>	<u>\$ 2,027,170</u>

Note 7 - Long-term Debt

The following is a summary of the changes in long-term debt for the year ended June 30, 2001. The balance as of June 30, 2000 in the accrued sick leave has been restated to reflect a \$75,822 overstatement of the liability. Previous reports calculated the accrued sick leave payable at retirement using 100% of the accumulated hours. Village policy is to pay the eligible employee one hours wages for each three hours of accumulated sick leave.

	Balance June 30, 2000	Increase	Balance June 30, 2001
<u>Compensated Absences</u>			
Accrued sick leave	\$ 37,911	\$ 8,399	\$ 46,310
Accrued vacation payroll	64,948	27,190	92,138
	102,859	35,589	138,448
Less: current portion	(46,742)	(4,376)	(51,118)
	<u>\$ 56,117</u>	<u>\$ 31,213</u>	<u>\$ 87,330</u>

CHEVY CHASE VILLAGE
Chevy Chase, Maryland

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2001

Note 8 - Risk Management

The Village's risk management techniques include participation in a public entity pool and the purchase of commercial insurance.

For property, general liability, excess liability, primary auto, police liability, public official, and boiler and machinery liability coverage, the Village became a member of the Maryland Local Government Insurance Trust (LGIT). This trust is a public entity risk pool which is owned and directed by the local governments that subscribe to its coverages and operates under the terms of a Trust Agreement.

The Village pays LGIT an annual premium. Claims are processed and recoveries and administrative costs are paid by LGIT. Similar to a commercial insurance carrier, recoveries are subject to deductibles and to annual aggregate/per occurrence dollar limits. The maximum coverage under the liability pool of the Trust is \$3,000,000. In the event that the Trust experiences a deficit, it has the right to assess its members up to twice their annual premium. During the year ended June 30, 2001 the Village paid premiums of \$28,121 to the Trust.

The Village is fully insured for worker's compensation through the Injured Worker's Insurance Fund of Maryland. Employees are bonded through commercial insurance carriers to limit the loss to the Village in the event of employee acts of embezzlement or theft.

Note 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 payments based upon police service hours rendered. All contracts were renewed during the fiscal year ended June 30, 2001.

Note 10 - Deferred Income Tax Revenue

At June 30, 2001, Chevy Chase Village was advised by the State of Maryland that \$531,120 of the Local Tax Reserve Fund was allocable to Chevy Chase Village. In accordance with the provisions of Government Accounting Standards Board pronouncement #33 which is effective for years ending after June 15, 2001, regarding the accounting and reporting of nonexchange transactions, the Village recorded income and a receivable from the State of \$92,681 since it was available for the satisfaction of current liabilities. The balance of the receivable of \$438,439 has been recorded as deferred income tax revenue.

CHEVY CHASE VILLAGE
Chevy Chase, Maryland

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2001

Note 11 - Building Renovation and Improvements

During the year ended June 30, 2001, the Village budgeted \$800,000 for improvements to the Village building. Although construction was not begun when anticipated, the Village is proceeding with the renovation, which is estimated to cost \$1,800,000. The construction costs are expected to be paid from current funds.

CHEVY CHASE VILLAGE
Chevy Chase, Maryland

SUPPLEMENTAL INFORMATION

JUNE 30, 2001

CHEVY CHASE VILLAGE
Chevy Chase, Maryland

SCHEDULE OF GENERAL GOVERNMENT EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2001

	<u>Actual</u>	<u>Budget</u>	Variance Favorable (Unfavorable)
Payroll	\$ 201,050	\$ 195,833	\$ (5,217)
Employer obligations	19,994	19,932	(62)
Employee benefits	27,311	26,922	(389)
Contract labor/staff	1,440	23,712	22,272
Organizational development	12,715	13,600	885
Community relations	6,644	8,500	1,856
Communications	5,538	4,800	(738)
General expenditures	17,055	20,000	2,945
Insurance	25,116	30,650	5,534
Professional services	135,838	178,000	42,162
Service contracts	4,304	5,000	696
Supplies	4,434	4,500	66
Office furniture and equipment - purchase	525	1,000	475
Computer and technical support	16,113	19,000	2,887
Equipment maintenance and repair	509	500	(9)
Furniture and equipment purchases	489	800	311
Payroll contingency	-	2,937	2,937
Operating contingency	-	3,809	3,809
	<u>\$ 479,075</u>	<u>\$ 559,495</u>	<u>\$ 80,420</u>

CHEVY CHASE VILLAGE
Chevy Chase, Maryland

SCHEDULE OF PUBLIC SAFETY EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2001

	<u>Actual</u>	<u>Budget</u>	Variance Favorable <u>(Unfavorable)</u>
Payroll	\$ 630,520	\$ 650,332	\$ 19,812
Employer obligations	67,503	76,259	8,756
Employee benefits	88,146	102,152	14,006
Organizational development	15,102	14,300	(802)
Communications	9,167	9,050	(117)
General expenditures	10,044	10,150	106
Insurance	6,237	6,400	163
Professional services	2,051	1,200	(851)
Service contracts	2,741	2,700	(41)
Supplies	4,750	4,500	(250)
Vehicle operations	19,959	12,500	(7,459)
Office furniture and equipment - purchase	-	1,000	1,000
Computer and technical support	8,809	10,000	1,191
Equipment maintenance and repair	3,028	2,500	(528)
Equipment purchases	7,272	7,500	228
Vehicle purchase	23,093	21,989	(1,104)
Payroll contingency	-	9,755	9,755
Operating contingency	-	750	750
	<u>\$ 898,422</u>	<u>\$ 943,037</u>	<u>\$ 44,615</u>

CHEVY CHASE VILLAGE
Chevy Chase, Maryland

SCHEDULE OF PUBLIC WORKS EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2001

	<u>Actual</u>	<u>Budget</u>	Variance Favorable <u>(Unfavorable)</u>
Payroll	\$ 159,421	\$ 160,240	\$ 819
Employer obligations	20,532	20,117	(415)
Employee benefits	34,104	35,238	1,134
Contract labor/staff	19,506	20,000	494
Organizational development	250	300	50
Communications	2,908	2,600	(308)
Disposal	184,541	189,000	4,459
General expenditures	2,486	6,800	4,314
<u>Infrastructure</u>			
Recurring maintenance & repair	1,203	3,000	1,797
Streets/sidewalks/storm drainage	192,964	250,000	57,036
Professional services	-	500	500
Service contracts	384	600	216
Small tools and shop supplies	3,066	3,600	534
Snow removal	10,766	12,500	1,734
Vehicles - operations	25,114	23,500	(1,614)
Office furniture and equipment - purchase	-	250	250
Equipment purchases	332	2,500	2,168
Equipment maintenance/repair/operations	4,565	6,000	1,435
Vehicle purchase	27,618	29,000	1,382
Payroll contingency	-	2,404	2,404
Operating contingency	-	3,722	3,722
	<u>\$ 689,760</u>	<u>\$ 771,871</u>	<u>\$ 82,111</u>

CHEVY CHASE VILLAGE
Chevy Chase, Maryland

SCHEDULE OF PARK AND RECREATION EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2001

	<u>Actual</u>	<u>Budget</u>	Variance Favorable (Unfavorable)
Community promotion	\$ 11,988	\$ 16,350	\$ 4,362
<u>Infrastructure</u>			
Recurring maintenance and repairs	33,962	40,228	6,266
Professional services	-	500	500
Service contracts	1,563	2,400	837
Small tools and shop supplies	174	700	526
Trees	124,500	138,050	13,550
Equipment purchases	-	1,000	1,000
Equipment maintenance/repair/operations	1,001	1,500	499
Operatiions and tree contingencies	3,007	5,684	2,677
	<u>\$ 176,195</u>	<u>\$ 206,412</u>	<u>\$ 30,217</u>

CHEVY CHASE VILLAGE
Chevy Chase, Maryland

SCHEDULE OF VILLAGE BUILDING EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2001

	<u>Actual</u>	<u>Budget</u>	Variance Favorable (Unfavorable)
General	\$ -	\$ 120	\$ 120
<u>Infrastructure</u>			
Recurring maintenance and repairs	5,869	11,000	5,131
Building renovation and improvements	58,940	800,000	741,060
Insurance	-	420	420
Service contracts	13,709	15,000	1,291
Supplies	2,155	2,800	645
Utilities	44,785	45,500	715
Communications equipment	-	20,000	20,000
Equipment maintenance/repair/operations	3,480	4,800	1,320
Machinery & equipment purchases	-	30,000	30,000
Operations contingency	-	1,195	1,195
	<u>\$ 128,938</u>	<u>\$ 930,835</u>	<u>\$ 801,897</u>