

3107

Financial Statements

CRESTLINE-LAKE ARROWHEAD WATER AGENCY

REPORT ON AUDIT

JUNE 30, 2009

CRESTLINE-LAKE ARROWHEAD WATER AGENCY

MANAGEMENT'S DISCUSSION AND ANALYSIS

The Agency

The Crestline-Lake Arrowhead Water Agency was created by the Legislature of the State of California under Senate Bill Number 8, Chapter 40, which was signed into law by the Governor of California on April 19, 1962. The purpose of creating this public agency by special law was for the "planning, conservation, development, distribution, control and use of an adequate water supply for the public good and for the protection of life and property therein." As part of the Act the Agency was given taxing authority similar to the taxing power of other local governments. Water sales by the Agency can vary substantially from year to year as a result of precipitation patterns and as a result the taxing authority given to the Agency is very important in order to stabilize annual revenue.

In 1963, the Agency executed a contract with the State Department of Water Resources to receive an annual entitlement of 5,800 acre-feet from the State Water Project. The original concept was to sell treated water only on a wholesale basis to retail purveyors within the Agency's service area, and only on a supplemental basis as needed to supplement water produced from local wells. Some of the retail purveyors experienced financial difficulties and as a result the Agency formed Improvement Districts "A", "B", "C", and "D". Within each of these improvement districts, the Agency agreed to assume operation of the retail systems provided that the cost of upgrading those systems to Agency standards be borne by the customers in those areas. Each of the improvement districts is treated by the Agency as if it were a separate water purveyor, with water sold from the Agency's general system to each improvement district at the Agency's standard rate for wholesale water, and with rates and charges within each improvement district adjusted as necessary to pay that improvement district's costs. The Agency maintains separate accounting records for each Improvement district.

The Basic Financial Statements

Crestline-Lake Arrowhead Water Agency is a special purpose government (special District) engaged only in activities that support themselves through user and standby charges and tax levies. Accordingly, the accompanying financial statements are presented in the format prescribed for proprietary funds by the Governmental Accounting Standards Board.

These financial statements consist of three interrelated statements designed to provide the reader with relevant, understandable data about the Agency's financial condition and operating results. They are the Statement of Net Assets, the Statement of Revenues, Expenses and Changes in Net Assets and the Statement of Cash Flows.

The Statement of Net Assets presents the Agency's assets and liabilities and the difference, or net, between what is owned and what is owed as of the last day of the Agency's fiscal year. The Statement of Revenues, Expenses and Changes in Net Assets describes the financial results of the Agency's operations for the years reported. These results, or changes in net assets, are the increases or decreases in the bottom line of the Statement of Net Assets.

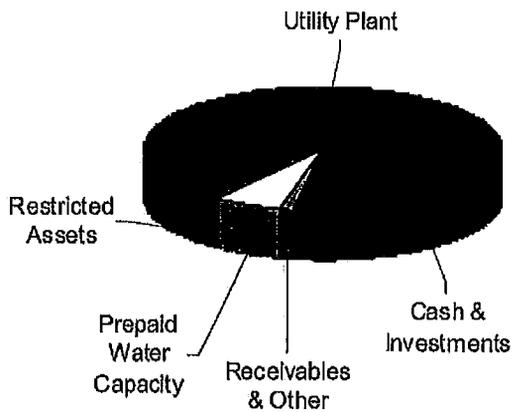
The Statement of Cash Flows conveys to financial statement users how the Agency managed cash resources during the year. This statement converts the Change in Net Assets presented on the Statement of Revenues, Expenses and Changes in Net Assets into actual cash provided by or used for operations. The Statement of Cash Flows also details how the Agency obtains cash through financing and investing activities, and conversely, how cash is spent for these purposes.

**CRESTLINE-LAKE ARROWHEAD WATER AGENCY
MANAGEMENT'S DISCUSSION AND ANALYSIS**

Summary Financial Information and Analysis

During the year ended June 30, 2009 the Agency's Total Assets increased by \$832 thousand and Net Assets increased by \$165 thousand.

**Assets Owned
June 30, 2009**

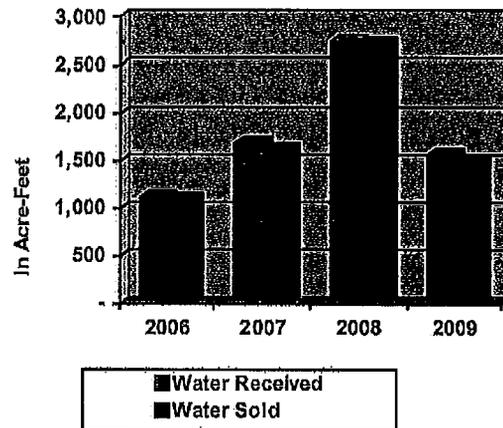


Cash in bank, Investments in certificates of deposits and Cash in Local Agency Investment Fund increased \$1.1 million over the prior year. This increase can be further divided into general unrestricted and restricted cash. Unrestricted cash and investments increased \$749 thousand while restricted cash increased \$378 thousand. The \$631 thousand increase in Current Assets was due primarily to an increase in cash and investments from water sales. The increase in Restricted Assets is the result of a decrease in the amount paid to the Department of Water Resources pertaining to the State Water Project.

The \$165 thousand increase in Net Assets included non-operating revenue of \$3.9 million, capacity charges of \$31 thousand, and contributions in aid of construction of \$98 thousand. These amounts were reduced by a loss from operations of \$3.9 million and non-operating expenses of \$53 thousand.

The Agency's annual operating revenue, which represents water sales, decreased by \$2.8 million or 54% under the prior year due primarily to a decrease in water sales to Lake Arrowhead Community Services District.

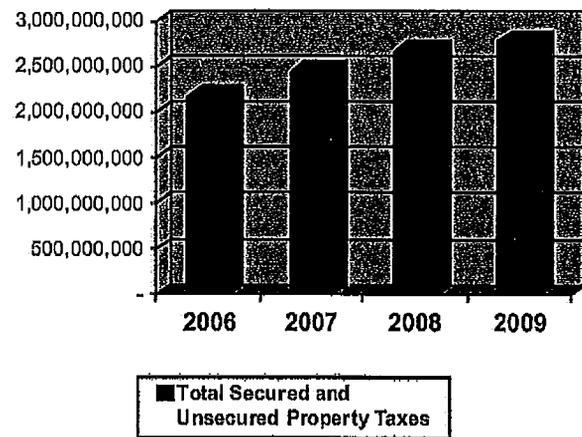
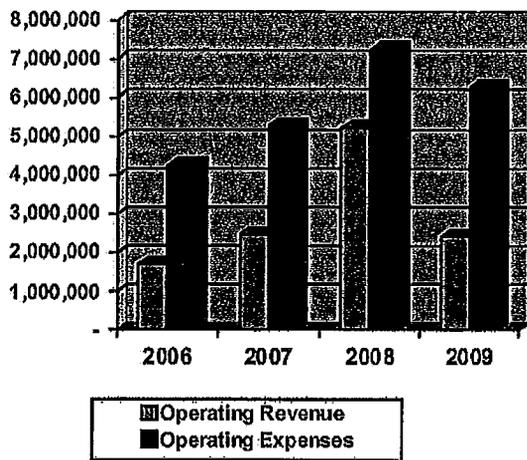
The following reflects water sold to purveyors and water received from Lake Silverwood during each of the fiscal years ended on June 30.



**Financial Statement Summary
(In millions)**

	6/30/09	6/30/08
Total Assets	\$ 53.9	\$ 53.1
Total Liabilities	2.9	2.2
Net Assets	51.0	50.9
Oper. Revenues	2.4	5.2
Oper. Expenses	(6.3)	(7.2)
Non Oper. Rev.	3.9	4.1
Non Oper. Exp.	(0.0)	(0.1)
Contributions	0.1	0.1
Change in Net Assets	\$ 0.1	\$ 2.1

**CRESTLINE-LAKE ARROWHEAD WATER AGENCY
MANAGEMENT'S DISCUSSION AND ANALYSIS**



Operating expenses decreased \$966 thousand or 13% from the prior year. The decrease in operating expenses is primarily attributable to costs associated with the decreased purchase and delivery of water. Purchased water decreased \$516 thousand; pumping related costs decreased \$703 thousand; water treatment related costs decreased \$305 thousand.

Non-operating revenues decreased \$211 thousand which is a decrease of 5% from the prior year. Interest income decreased \$318 thousand; property taxes for debt service increased \$131 thousand; property taxes for general purpose distribution increased \$2 thousand. Water standby revenue decreased \$34 thousand and revenue from other activities increased \$7 thousand.

The following reflects the Agency's assessed property tax valuations. Assessed valuations have increased each of the four years ending on June 30, rising 4% - 12% annually.

Categories of Net Assets

The Agency is required to present its net assets in three categories: Invested in Capital Assets - Net of Debt, Restricted and Unrestricted.

Invested in Capital Assets - Net of Debt

At June 30, 2009, the amount the Agency had invested in capital assets, net of related debt was \$27.1 million. This balance was obtained by combining Construction in Progress of \$436 thousand with Utility Plant in Service, net of Accumulated Depreciation of \$27.2 million and reducing that amount by the \$506 thousand outstanding balance of the Water Refunding Bonds.

Restricted

The Agency has restricted net assets of \$8.0 million, which consists of two components. The first component represents tax proceeds that were levied for state water project payments and totals \$7.7 million. This reserve is maintained to absorb temporary increases in charges from the DWR and thus to help stabilize Agency tax rates. The second component pertains to Improvement District "C" and represents tax proceeds levied for the repayment of Water Refunding Bonds. The balance restricted for Improvement District "C" was \$325 thousand at June 30, 2009.

CRESTLINE-LAKE ARROWHEAD WATER AGENCY MANAGEMENT'S DISCUSSION AND ANALYSIS

Unrestricted

CLAWA had unrestricted Net Assets of \$15.9 million at June 30, 2009. The Board of Directors has established policies and guidelines outlining specific needs and objectives of the Agency for which the unrestricted net assets will be utilized.

Capital Assets

The Agency expended approximately \$1.0 million for expansion or replacement of property, plant, and equipment during 2008-2009. These amounts are reflected in Utility Plant or Construction In Progress, in the accompanying financial statements.

The following table shows the balances of the major categories of property, plant and equipment and construction in progress at June 30, 2009 and 2008.

**Utility Plant and Construction in
Progress – June 30th
(In millions)**

	2009	2008
Intangible Plant and Land	0.8	0.8
Water Rights	9.4	9.1
Source of Supply	1.4	1.4
Pumping	6.0	6.0
Water Treatment	10.8	10.7
Transmission & Distribution	15.3	15.2
General Plant	1.9	1.7
Construction In Progress	0.1	0.1
Total	45.7	45.0

The major changes to Utility Plant and Construction In Progress were the result of an increase in the capital cost component of the Agency's share of the state water project, improvement projects at the water treatment plant, and at the Agency's main facility.

Construction In Progress (CIP)

Several projects were completed during the year, and new projects were started, and Construction In Progress was \$436 thousand as of June 30, 2009. The majority of CIP costs at June 30, 2009 are for the recoating of two water storage tanks.

Deferred Revenue

The Agency provides exchange water to Lake Arrowhead Community Services District (LACSD) under an agreement which requires the LACSD to purchase a minimum number of acre-feet of such water each year. Revenue from the sale of exchange water is recognized at the time when the exchange water is delivered. The Agency has \$1.8 million of deferred revenue at June 30, 2009 under the agreement, for exchange water to be delivered to the LACSD.

Long-Term Debt

The Agency's long-term debt consists of Water Refunding Bonds within Improvement Districts "B" and "C". I.D. "B" has an outstanding balance of \$263 thousand and I.D. "C" has an outstanding balance of \$243 thousand at June 30, 2009. The Agency made scheduled principal payments on the two loans of \$42,845 and \$39,514, respectively.

Commitments

The Agency's future commitment for State Water Project costs over the years 2009 to 2035, according to a payment schedule dated June 30, 2009, is estimated to be \$49 million.

Contacting the Agency's General Manager

This financial report is designed to provide our customers, investors, and creditors with an overview of the Agency's financial operations and conditions. If you have questions about this report or need additional information, you may contact the Agency's General Manager at 24116 Crest Forest Drive, Crestline, California 92325.

CRESTLINE-LAKE ARROWHEAD WATER AGENCY

CONSOLIDATED STATEMENTS OF NET ASSETS

JUNE 30, 2009 AND 2008

ASSETS	<u>2009</u>	<u>2008</u>
Current Assets:		
Cash in bank and on hand	\$ 1,571,593	\$ 1,882,689
Cash in Local Agency Investment Fund	8,686,725	8,213,974
Investments in certificates of deposit and U.S. treasury bills	4,013,555	3,426,137
Accounts receivable	165,349	183,379
Taxes receivable, net of allowance for uncollectibility	207,860	218,837
Accounts receivable - other	1,542	1,542
Interest receivable	65,696	149,314
Inventory of material and supplies - at cost, first-in, first-out method	151,584	158,818
Prepaid expenses	30,277	28,824
Total Current Assets	<u>14,894,181</u>	<u>14,263,514</u>
Restricted Assets:		
Cash in Local Agency Investment Fund	6,550,620	6,172,796
Taxes receivable - net of allowance	665,405	615,046
Standby charges receivable	853,749	800,330
Total Restricted Assets	<u>8,069,774</u>	<u>7,588,172</u>
Noncurrent Assets:		
Capital Assets:		
Utility plant in service	45,710,850	45,001,155
Less: Accumulated depreciation and amortization	<u>(18,527,598)</u>	<u>(17,317,176)</u>
	27,183,252	27,683,979
Construction in progress	435,647	125,471
	<u>27,618,899</u>	<u>27,809,450</u>
Prepurchased banked water	3,362,664	3,452,066
Total Noncurrent Assets	<u>30,981,563</u>	<u>31,261,516</u>
 Total Assets	 <u>\$ 53,945,518</u>	 <u>\$ 53,113,202</u>

The accompanying notes are an integral part of these financial statements.

CRESTLINE-LAKE ARROWHEAD WATER AGENCY

CONSOLIDATED STATEMENTS OF NET ASSETS

JUNE 30, 2009 AND 2008

LIABILITIES	<u>2009</u>	<u>2008</u>
Current Liabilities:		
Water Refunding Bonds - Series 1994	\$ 88,055	\$ 82,359
Accounts and retentions payable	384,980	527,997
Accounts payable – customer accounts	14,087	9,102
Accrued vacation and sick pay	146,411	194,747
Accrued interest payable	-	21,320
Deposits	30,408	122,707
Deferred revenue	1,844,116	794,637
Total Current Liabilities	<u>2,508,057</u>	<u>1,752,869</u>
Noncurrent Liabilities:		
Water Refunding Bonds - Series 1994	417,473	505,528
Total Noncurrent Liabilities	<u>417,473</u>	<u>505,528</u>
Total Liabilities	<u>2,925,530</u>	<u>2,258,397</u>
NET ASSETS		
Invested in capital assets - net of related debt	27,113,371	27,221,563
Restricted:		
Debt service - state water project	7,721,611	7,268,810
Debt service - improvement district	324,917	319,362
Unrestricted	15,860,089	16,045,070
Total Net Assets	<u>\$ 51,019,988</u>	<u>\$ 50,854,805</u>

The accompanying notes are an integral part of these financial statements.

CRESTLINE-LAKE ARROWHEAD WATER AGENCY
CONSOLIDATED STATEMENTS OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED JUNE 30, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
Operating Revenues:		
Water sales - purveyors	\$ 1,787,631	\$ 4,549,973
Water sales - residential and business	624,898	674,740
Other services	14,150	7,950
	<u>2,426,679</u>	<u>5,232,663</u>
Operating Expenses:		
Source of supply:		
Operations, maintenance and power	826,238	666,881
Purchased water	219,886	736,033
	<u>1,046,124</u>	<u>1,402,914</u>
Pumping:		
Supervision, labor and expense	11,574	8,146
Maintenance - structures and improvements	332,883	370,436
Power purchased for pumping	723,048	1,391,474
	<u>1,067,505</u>	<u>1,770,056</u>
Water Treatment:		
Supervision, labor and expense	119,284	129,968
Maintenance - structures and improvements	180,578	215,100
Chemicals and water testing	172,962	130,251
Carbon	286,244	588,655
	<u>759,068</u>	<u>1,063,974</u>
Transmission and Distribution:		
Supervision, labor and expense	139,989	138,497
Maintenance - structures and improvements	374,509	276,358
	<u>514,498</u>	<u>414,855</u>
Customer Accounts:		
Supervision, meter reading and other expense	6,128	3,749
Administrative and General:		
Salaries	525,980	551,196
Office supplies and expense	26,438	20,183
Property and workers' compensation insurance	86,313	78,393
Employees' retirement and benefits	352,046	291,197
Bank charges	3,353	2,805
Rents and leases	7,636	6,562
Utilities	12,090	16,580
Payroll taxes	8,529	8,219
Small tools and supplies	18,361	19,960
Maintenance and equipment repairs	12,474	13,669
Computer expense	30,118	25,537
Telephone	8,921	9,831
Household expenses	2,785	2,554
Communications	3,481	3,402
Security service	2,353	2,353
Dues and subscriptions	33,212	31,101
Automotive and travel expense	54,854	50,488

The accompanying notes are an integral part of these financial statements.

CRESTLINE-LAKE ARROWHEAD WATER AGENCY
CONSOLIDATED STATEMENTS OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED JUNE 30, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
Administrative and General (continued):		
Lodging and meals	\$ 533	\$ 1,509
Laundry and uniforms	1,237	1,152
Directors' fees	10,400	10,600
Engineering fees	217,797	148,665
Consultants - air quality	67,328	29,529
Legal fees	107,798	94,863
Audit and accounting fees	100,416	79,793
Promotion and job training	4,993	2,101
	<u>1,699,446</u>	<u>1,502,242</u>
Other Operating:		
Depreciation and amortization	1,210,422	1,102,985
Expense credits	(23,172)	(14,956)
	<u>1,187,250</u>	<u>1,088,029</u>
Total Operating Expenses	<u>6,280,019</u>	<u>7,245,819</u>
LOSS FROM OPERATIONS	<u>(3,853,340)</u>	<u>(2,013,156)</u>
NON-OPERATING REVENUES AND EXPENSES		
Revenues:		
Interest	424,217	742,231
Property taxes:		
Debt service	1,766,387	1,635,057
General purpose distribution	769,022	766,638
Water standby charges	967,731	1,001,556
Revenue from other activities	15,217	8,402
	<u>3,942,574</u>	<u>4,153,884</u>
Expenses:		
Interest on long-term debt	38,600	43,927
Water standby charge expenses	-	1,314
County tax collection charges	9,878	12,361
Other expenses	4,509	7,091
	<u>52,987</u>	<u>64,693</u>
Contributions:		
Capacity charges	31,067	31,171
Contributions in aid of construction	97,869	-
	<u>128,936</u>	<u>31,171</u>
Change in Net Assets	165,183	2,107,206
Net Assets - beginning of the year	50,854,805	48,747,599
Net Assets - end of the year	<u>\$ 51,019,988</u>	<u>\$ 50,854,805</u>

The accompanying notes are an integral part of these financial statements.

CRESTLINE-LAKE ARROWHEAD WATER AGENCY
CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from customers	\$ 2,449,694	\$ 5,368,206
Cash paid to suppliers	(4,496,176)	(5,467,604)
Cash paid to employees	(851,292)	(831,555)
Other revenue received	15,217	37,663
Miscellaneous expenses paid	(14,387)	(20,766)
Net Cash (Used For) Operating Activities	<u>(2,896,944)</u>	<u>(914,056)</u>
CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES:		
Property taxes received	758,899	727,543
Standby charges received	914,312	1,019,949
Unearned revenue received	1,049,479	(705,391)
Net Cash Provided By Noncapital Financing Activities	<u>2,722,690</u>	<u>1,042,101</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Property taxes received	1,737,128	1,596,949
Capacity charges received	31,067	31,171
Contribution in aid of construction	97,869	-
Repayment of debt	(82,359)	(77,032)
Interest paid	(59,920)	(46,460)
Acquisition and construction of utility plant	(1,019,871)	(866,324)
Cash received from sale of exchange water	89,402	511,653
Net Cash Provided By Capital and Related Financing Activities	<u>793,316</u>	<u>1,149,957</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest received	507,835	757,269
Purchase of investments	(6,187,686)	(3,915,549)
Redemption of investments	5,600,268	3,777,460
Net Cash (Used For) Provided By Investing Activities	<u>(79,583)</u>	<u>619,180</u>
NET INCREASE IN CASH	539,479	1,897,182
CASH AT BEGINNING OF YEAR	16,269,459	14,372,277
CASH AT END OF YEAR	<u>\$ 16,808,938</u>	<u>\$ 16,269,459</u>
CASH AT END OF YEAR:		
Current assets:		
Cash in bank and on hand	\$ 1,571,593	\$ 1,882,689
Cash in Local Agency Investment Fund	8,686,725	8,213,974
Restricted cash in Local Agency Investment Fund	6,550,620	6,172,796
Total	<u>\$ 16,808,938</u>	<u>\$ 16,269,459</u>

The accompanying notes are an integral part of these financial statements.

CRESTLINE-LAKE ARROWHEAD WATER AGENCY
CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2009 AND 2008

	2009	2008
RECONCILIATION OF OPERATING LOSS TO NET CASH (USED FOR) OPERATING ACTIVITIES		
Operating Loss	\$ (3,853,340)	\$ (2,013,156)
Adjustments:		
Depreciation and amortization	1,210,422	1,102,985
Other income	15,217	8,402
Miscellaneous expenses	(14,387)	(20,766)
Changes in Assets and Liabilities:		
Decrease in accounts receivable	18,030	155,702
Decrease (increase) in inventory	7,234	(16,989)
Increase (decrease) in prepaid expenses	(1,453)	412
(Decrease) in accounts payable	(143,017)	(196,280)
Increase in accounts payable – customer accounts	4,985	9,102
(Decrease) increase in accrued vacation and sick pay	(48,336)	17,966
(Decrease) increase in deposits	(92,299)	38,566
Net Cash (Used For) Operating Activities	\$ (2,896,944)	\$ (914,056)

NONCASH CAPITAL AND FINANCING ACTIVITIES:

Expenses included in prior year construction in progress placed into service in the year ending June 30, 2009 and 2008 were \$149,090 and \$0-, respectively.

The accompanying notes are an integral part of these financial statements.

		PRIOR BUDGET 2008-09	YTD REV/EXP 06/30/09	CREDITS	REQUESTED BUDGET 07/02/09	CORRECTED BUDGET 08/06/09	APPROVED BUDGET 08/06/09
REVENUE							
01 3030	UNAPPROPRIATED FUND BALANCE	40,000	728,783 *	0	40,000	40,000	40,000
01 4150	WATER SALES -- WATER	3,064,750	0	0	2,645,000	2,645,000	2,645,000
01 4240	RATE STABILIZATION	750,000	0	0	750,000	750,000	750,000
01 4920	NON-OPERATING REVENUES--INTERE	231,250	0	0	231,250	231,250	231,250
01 4930	NON-OPERATING REVENUES--PROPER	650,000	0	0	520,750	620,000	620,000
01 4931	NON-OPERATING REVENUES--STANDS	350,000	0	0	350,000	350,000	350,000
TOTAL REVENUE		5,086,000	728,783	0	4,537,000	4,636,250	4,636,250
ADMINISTRATIVE EXPENSES							
01 5120	OP EXP--SOURCE OF SUPPLY--MAIN	15,000	0	0	130,000	130,000	130,000
		30,000	TRN				
01 5130	OP EXP--SOURCE OF SUPP--PURCHA	100,000	0	0	100,000	100,000	100,000
01 5220	OPERATING EXP--PUMPING--MAINT	300,000	0	0	360,000	360,000	360,000
		75,000	TRN				
01 5230	OPERATING EXP--PUMPING--FUEL O	1,530,000	0	0	750,000	838,000	838,000
		-281,000	TRN				
01 5320	OPERATING EXP--TREATMENT--MAIN	275,000	0	0	490,000	490,000	490,000
01 5330	OPERATING EXP--TREATMENT--CHEM	537,500	0	0	175,000	175,000	175,000
01 5335	OPERATING EXP--CARBON	0	0	0	300,000	300,000	300,000
01 5340	OPERATING EXP--TREATMENT--TEST	50,000	0	0	30,000	30,000	30,000
01 5420	OP. EXP. --TRANS. & DISTR. --MAIN	250,000	0	0	275,000	275,000	275,000
		40,000	TRN				
01 5610	OP. EXP. --ADMINISTRATIVE--SALAR	740,000	0	-73,031	740,000	740,000	740,000
01 5615	OP. EXP. --ADMINISTRATIVE--EXTRA	1,000	0	0	1,000	1,000	1,000
01 5620	OP. EXP. --ADMINISTRATIVE--OFFIC	20,000	0	0	15,000	15,000	15,000
01 5630	OP. EXP. --ADMINISTRATIVE--INSUR	50,000	0	0	60,000	60,000	60,000
		6,000	TRN				
01 5640	OP. EXP. --ADMINISTRATIVE--RET.	275,000	0	0	275,000	275,000	275,000
		15,000	TRN				
01 5660	OP. EXP. --ADMINISTRATIVE--RENTS	10,000	0	0	10,000	10,000	10,000
01 5665	OP. EXP. --ADMINISTRATIVE--UTILI	18,000	0	0	15,000	15,000	15,000
01 5670	OP. EXP. --ADMINISTRATIVE--MAINT	20,000	0	0	20,000	29,250	29,250
		25,000	TRN				
01 5671	OP. EXP. --ADMINISTRATIVE--TOOLS	25,000	0	0	25,000	25,000	25,000
01 5672	OP. EXP. --ADMINISTRATIVE--OFF. E	5,000	0	0	5,000	5,000	5,000
01 5681	OP. EXP. --ADMINISTRATIVE--TELEP	12,000	0	0	10,000	10,000	10,000
01 5682	OP. EXP. --ADMINISTRATIVE--HOUSE	3,500	0	0	3,500	3,500	3,500
01 5683	OP. EXP. --ADMINISTRATIVE--COMMU	5,000	0	0	5,000	5,000	5,000
01 5684	OP. EXP. --ADMINISTRATIVE--SECURI	4,000	0	0	4,000	4,000	4,000
01 5685	OP. EXP. --ADMINISTRATIVE--DUES	25,500	0	0	35,000	35,000	35,000
		10,000	TRN				

		PRIOR BUDGET 2008-09	YTD REV/EXP 06/30/09	CREDITS	REQUESTED BUDGET 07/02/09	CORRECTED BUDGET 08/06/09	APPROVED BUDGET 08/06/09
01 5686	OP. EXP. --ADMINISTRATIVE--AIR &	50,000 5,000 TRN	0	0	55,000	55,000	55,000
01 5687	OP. EXP. --ADMINISTRATIVE--LODGI	5,000	0	0	5,000	5,000	5,000
01 5688	OP. EXP. --ADMINISTRATIVE--UNIFO	2,000	0	0	2,000	2,000	2,000
01 5689	OP. EXP. --ADMINISTRATIVE--DIREC	15,000	0	0	15,000	15,000	15,000
01 5690	OP. EXP. --ADMINISTRATIVE--ENGIN	260,000	0	0	260,000	260,000	260,000
01 5690 001	OP. EXP. --ADMIN. -CONSULTANTS-AI	25,000 50,000 TRN	0	0	70,000	70,000	70,000
01 5691	OP. EXP. --ADMINISTRATIVE--LEGAL	100,000	0	0	100,000	100,000	100,000
01 5692	OP. EXP. --ADMINISTRATIVE--AUDIT	50,000 25,000 TRN	0	0	67,000	67,000	67,000
01 5693	OP. EXP. --ADMINISTRATIVE--PUB.	2,000	0	0	2,000	2,000	2,000
01 5695	OP. EXP. --ADMINISTRATIVE--JOB T	5,000	0	0	5,000	7,000	7,000
01 5696	OP. EXP. --ADMINISTRATIVE--COMPU	75,000	0	0	30,000	30,000	30,000
01 5735	OPERATING EXP. --OTHER--STANDBY	2,000	0	0	2,000	2,000	2,000
TOTAL ADMINISTRATIVE EXPENSES		4,862,500	0	-73,031	4,446,500	4,545,750	4,545,750
NON-OPERATING EXPENSES							
01 5940	NON-OPERATING EXP. --PAYMENTS T	1,326,544	0	0	1,897,000	1,895,910	1,895,910
TOTAL NON-OPERATING EXPENSES		0	0	0	0	0	0
ASSETS							
01 1118 001	GENERAL PLANT--AUTOMOTIVE EQUI	30,000	0	0	30,000	30,000	30,000
01 1118 002	GENERAL PLANT--FURNITURE	3,000	0	0	3,000	3,000	3,000
01 1118 003	GENERAL PLANT--OFFICE MACHINER	10,000	0	0	10,000	10,000	10,000
01 1118 004	GENERAL PLANT--TECHNICAL EQUIP	10,000	0	0	10,000	10,000	10,000
01 1118 005	GENERAL PLANT--EQUIPMENT	40,000	0	0	10,000	10,000	10,000
01 1118 010	GENERAL PLANT--OTHER	30,000	141,116 *	0	30,000	30,000	30,000
TOTAL ASSETS		123,000	141,116	0	93,000	93,000	93,000
7000 ACCOUNTS							
01 7000	BND REDEMPY & FUTURE CONSTRUCT	20,500	0	0	20,500	20,500	20,500
01 7001	APPROPRIATIONS/CONTINGENCIES	70,000	0	0	70,000	70,000	70,000
TOTAL 7000 ACCOUNTS		90,500	0	0	90,500	90,500	90,500
TOTAL EXPENSES		4,953,000	0	-73,031	4,537,000	4,636,250	4,636,250
TOTAL BUDGET		5,116,000	869,899	-73,031	4,670,000	4,769,250	4,769,250