

**- PRELIMINARY DRAFT -
FOR DISCUSSION
PURPOSES ONLY**

Paris Economic Development Corporation
(A Component Unit of the City of Paris, Texas)

Independent Auditors' Report
and Financial Statements

For the Year Ended September 30, 2011

**- PRELIMINARY DRAFT -
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Paris Economic Development Corporation
(A Component Unit of the City of Paris, Texas)
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September 30, 2011

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Independent Auditors' Report

Board of Directors
Paris Economic Development Corporation
Paris, Texas

We have audited the accompanying financial statements of Paris Economic Development Corporation (PEDC), a component unit of the City of Paris, Texas, as of and for the year ended September 30, 2011, as listed in the table of contents. These financial statements are the responsibility of PEDC's management. Our responsibility is to express an opinion on these 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 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 us with 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 PEDC as of September 30, 2011, and the results of its activities for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The Continuing Disclosure Information is presented for purposes of additional analysis and is not a required part of the financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we express no opinion on it.

The Budgetary Comparison Information on Page 9 is not a required part of the financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information,

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Certified Public Accountants

, 2012
Paris, Texas

Paris Economic Development Corporation
(A Component Unit of the City of Paris, Texas)
Governmental Funds Balance Sheet/Statement of Net Assets
September 30, 2011

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	General Fund	Debt Service Fund	Total	Adjustments*	Governmental Activities
ASSETS					
Cash and Cash Equivalents	\$ 4,000,802	\$ -	\$ 4,000,802	\$ -	\$ 4,000,802
Investments in Certificates of Deposit	477,344	-	477,344	-	477,344
Accounts Receivable - Sales Tax	209,000	-	209,000	-	209,000
Restricted Assets					
Bond Debt Service Fund					
Cash and Cash Equivalents	-	108,709	108,709	-	108,709
Bond Reserve Fund					
Cash and Cash Equivalents	-	470,228	470,228	-	470,228
Land Development Costs	1,655,772	-	1,655,772	-	1,655,772
Unamortized Bond Expense	-	-	-	75,375	75,375
Total Assets	\$ 6,342,918	\$ 578,937	\$ 6,921,855	\$ 75,375	\$ 6,997,230
LIABILITIES					
Accounts Payable	\$ 20,846	\$ -	\$ 20,846	\$ -	\$ 20,846
Liabilities Payable from Restricted Assets					
Current Portion of Bonds Payable	-	-	-	(280,000)	280,000
Accrued Interest Payable	-	-	-	(5,984)	5,984
Bonds Payable - Net of Current Portion	-	-	-	(1,860,000)	1,860,000
Total Liabilities	20,846	-	20,846	(2,145,984)	2,166,830
FUND BALANCES/NET ASSETS					
Fund Balances:					
Nonspendable - Land Development Costs	1,655,772	-	1,655,772	1,655,772	-
Restricted for Debt Service	-	578,937	578,937	578,937	-
Committed to Industrial Incentives	1,319,300	-	1,319,300	1,319,300	-
Unassigned	3,347,000	-	3,347,000	3,347,000	-
Total Fund Balances	6,322,072	578,937	6,901,009	6,901,009	-
Total Liabilities and Fund Balances	\$ 6,342,918	\$ 578,937	\$ 6,921,855	-	-
Net Assets:					
Nonspendable - Land Development Costs				(1,655,772)	1,655,772
Restricted for Debt Service				(292,953)	292,953
Committed to Industrial Incentives				(1,319,300)	1,319,300
Unassigned				(1,562,375)	1,562,375
Total Net Assets				\$(4,830,400)	\$ 4,830,400

*Primarily long-term liabilities not reported in the funds

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

Paris Economic Development Corporation
(A Component Unit of the City of Paris, Texas)
Statement of Revenues, Expenditures, and Changes in Fund Balances/Statement of Activities
For the Year Ended September 30, 2011

- PRELIMINARY DRAFT -
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	General Fund	Debt Service Fund	Total	Adjustments*	Statement of Activities
Revenues:					
Sales Tax	\$ 1,206,494	\$ -	\$ 1,206,494	\$ -	\$ 1,206,494
Investment Earnings	64,671	1,823	66,494	-	66,494
Miscellaneous	7,500	-	7,500	-	7,500
Total Revenues	<u>1,278,665</u>	<u>1,823</u>	<u>1,280,488</u>	<u>-</u>	<u>1,280,488</u>
Expenditures:					
Industrial Support and Incentives	324,732	-	324,732	-	324,732
Office Supplies and Postage	10,011	-	10,011	-	10,011
Communications - Telephone	6,194	-	6,194	-	6,194
Car Allowance	9,000	-	9,000	-	9,000
Insurance and Bonds	2,859	-	2,859	-	2,859
Travel Expenses	25,963	-	25,963	-	25,963
Contractual-Associations	12,079	-	12,079	-	12,079
Training	7,900	-	7,900	-	7,900
Promotional Advertising	52,798	-	52,798	-	52,798
Administration Fee	60,000	-	60,000	-	60,000
Personnel Compensation	220,152	-	220,152	-	220,152
Sundry Charges	4,750	-	4,750	-	4,750
All Utilities	1,855	-	1,855	-	1,855
Miscellaneous	960	-	960	-	960
Equipment	2,997	-	2,997	-	2,997
Industrial Park Maintenance	14,782	-	14,782	-	14,782
Debt Service					
Principal	-	275,000	275,000	(275,000)	-
Interest	-	74,207	74,207	(200)	74,007
Total Expenditures	<u>757,032</u>	<u>349,207</u>	<u>1,106,239</u>	<u>(275,200)</u>	<u>831,039</u>
Excess (Deficit) of Revenues Over Expenditures	<u>521,633</u>	<u>(347,384)</u>	<u>174,249</u>	<u>(275,200)</u>	<u>449,449</u>
Other Financing Sources (Uses)					
Transfer - Internal Activities	(417,614)	417,614	-	-	-
Amortization	-	-	-	(17,068)	(17,068)
Total Other Financing Sources (Uses)	<u>(417,614)</u>	<u>417,614</u>	<u>-</u>	<u>(17,068)</u>	<u>(17,068)</u>
Excess (Deficit) of Revenues and Other Sources Over Expenditures and Other Uses	104,019	70,230	174,249	(258,132)	432,381
Fund Balances/Net Assets:					
Beginning of the Year	<u>6,218,053</u>	<u>508,707</u>	<u>6,726,760</u>	<u>(2,328,741)</u>	<u>4,398,019</u>
End of the Year	<u>\$ 6,322,072</u>	<u>\$ 578,937</u>	<u>\$6,901,009</u>	<u>\$ (2,070,609)</u>	<u>\$ 4,830,400</u>

*Primarily long-term liabilities not reported in the funds

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

Note 1: Organization

The Paris Economic Development Corporation (PEDC) is a governmental non-profit corporation established July 19, 1993, funded by a quarter percent sales tax. PEDC was organized exclusively for the purpose of benefiting and accomplishing public purposes of the City of Paris, Texas, by promoting, assisting, and enhancing economic development activities as provided by the Development Corporation Act of 1979. PEDC is a component unit of the City of Paris, Texas, and the business and affairs are managed by a five-member board of directors appointed by the governing body of the City of Paris, Texas.

Note 2: Summary of Significant Accounting Policies

A. Measurement Focus, Basis of Accounting, and Basis of Presentation

The accounting policies of PEDC conform to accounting principles generally accepted in the United States of America as applicable to governments. The following is a summary of the more significant accounting policies:

Financial Statements – Combined Governmental Funds and Government-Wide Statements

PEDC's financial statements include both government-wide (reporting the unit as a whole) and fund financial statements (reporting PEDC's major funds).

In the Statement of Net Assets, the governmental activities column is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations, if any. Net assets are reported in various categories based on current financial reporting pronouncements. The major difference from prior year reporting is the category for industrial incentives. The reporting policy regarding committed classification is that when a contractual obligation is created, the amount of the incentive is considered committed. When payments are made, they are considered to have been paid from the fund balance classification in which they were accumulated.

The Statement of Activities reports both the gross and net cost of PEDC's function (economic development). Economic development is supported by general government revenues (sales tax, interest on investments, etc.).

The financial transactions of PEDC are reported in two individual funds in the combined financial statements. These funds are accounted for by providing a separate set of self-balancing accounts that comprise their assets, liabilities, fund equity, revenues, and expenditures/expenses. The focus of the governmental funds' measurement (in the fund statements column) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. PEDC considers all revenues available if they are collected within 60 days after year end and expenditures are recognized when the related liability is incurred. The following is a description of the governmental funds of PEDC:

General Fund - The General Fund is the general operating fund and is used to account for all financial resources except those required to be accounted for in another fund.

Debt Service Fund – The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt.

Note 2: Summary of Significant Accounting Policies (Continued)

B. Assets, Liabilities, and Net Assets

1) Deposits and Investments

Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Statutes authorize PEDC to invest in obligations of the U.S. Treasury, direct obligations of the State of Texas, other obligations guaranteed or insured by the State of Texas or the United States, obligations of states and political subdivisions of any state meeting certain rating requirements, certificates of deposit, and fully collateralized direct repurchase agreements having a defined termination date.

Investments are stated at market value.

2) Restricted Assets and Fund Balance Reserves

Certain resources set aside for repayment of revenue bonds and related interest are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. The Debt Service Fund is used to accumulate resources for debt service payments over the next twelve months. Governmental funds report reservations of fund balances for amounts that are not considered a current financial resource.

The Reserve Fund is accumulated for the purpose of retiring the last of any bonds as they become due or for debt service when the Debt Service Funds are insufficient.

3) Land Development Cost – Industrial Park

PEDC has acquired land and added improvements to develop an industrial park which is to be divided and sold to businesses wanting to locate their facilities in such an area. Land and added improvements are not depreciated because they are expected to be sold and are not used in PEDC's ongoing activities.

4) Use of Estimates

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 at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

5) Excess of Expenditures Over Appropriations

For the year ended September 30, 2011, expenditures exceeded budgeted amounts in the General Fund in Communications – Telephone (\$594), Contractual Associations (\$2,079), Promotional Advertising (\$2,798), and Transfers (\$67,407).

Note 3: Deposits and Investments

PEDC maintains accounts in several financial institutions. At September 30, 2011, the carrying amount of demand deposits and certificates of deposit was \$868,607 and the bank balance was \$908,248, which was covered by federal depository insurance in the amount of \$632,344 leaving \$275,904, which was exposed to custodial credit risk since all deposits were not insured.

Note 4: Public Funds Investment Pools

Public funds investment pools in Texas (Pools) are established under authority of the Interlocal Cooperation Act, Chapter 79 of the Texas Government Code, and are subject to the provisions of the Public Funds Investment Act (the Act), Chapter 2256 of the Texas Government Code. In addition to other provisions of the Act designed to promote liquidity and safety of principal, the Act requires Pools to: 1) have an advisory board composed of participants in the Pool and other persons who do not have a business relationship with the Pool and are qualified to advise the Pool; 2) maintain a continuous rating of no lower than AAA or AAA-m or an equivalent rating by at least one nationally recognized rating service; and 3) maintain the market value of its underlying investment portfolio within one-half of one percent of the values of its shares.

PEDC's investments in Pools are reported at an amount determined by the fair value per share of the Pool's underlying portfolio, unless the Pool is 2a7-like, in which case they are reported at share value. A 2a7-like Pool is one which is not registered with the Securities and Exchange Commission (SEC) as an investment company, but nevertheless has a policy that it will, and does, operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940.

Temporary investments at September 30, 2011, are invested in Lone Star Investments, \$391,759, (Texas Political Subdivisions Investment Pool) and MBIA Municipal Investors Service Corp., \$3,796,418. These investments are reported with the bank accounts as Cash and Cash Equivalents.

Note 5: Notes Receivable

A note receivable outstanding at the beginning of the year from a corporation located in Paris, Texas, to assist with the purchase of an existing business was paid off during the year.

Note 6: Bonds Payable

PEDC has outstanding Paris Economic Development Corporation Sales Tax Revenue Refunding Bonds, Series 2010, originally issued at \$2,685,000, bearing interest at 1.76% to 4.39%. Principal payments are due serially in varying annual amounts to September 1, 2018, from \$280,000 to \$340,000.

Sales and Use Taxes (one-quarter of one percent) levied by the City of Paris, Texas, within its boundaries under the Development Corporation Act of 1979, are pledged for payment of bonds and interest. The resolution authorizing the issuance of the bonds requires that monthly deposits be made to the Debt Service Fund in an amount sufficient to pay the next maturing bonds and interest.

A Reserve Fund is required to be maintained with a balance of at least \$346,192, the average annual principal and interest requirements of the bonds. At September 30, 2011, the balances in the Debt Service Fund and Reserve Fund are \$108,709 and \$470,228, respectively.

Note 6: Notes and Bonds Payable (Continued)

Debt Service requirements related to these bonds and the notes are as follows for the years ended September 30:

Years	Bonded Debt Requirements		Total
	Principal	Interest	
2012	\$ 280,000	\$ 70,192	\$ 350,192
2013	290,000	65,264	355,264
2014	290,000	58,536	348,536
2015	300,000	50,271	350,271
2016	315,000	40,221	355,221
2017	325,000	28,251	353,251
2018	340,000	14,926	354,926
	<u>\$ 2,140,000</u>	<u>\$ 327,661</u>	<u>\$ 2,467,661</u>

A summary of long-term liability transactions for the year ended September 30, 2011, is as follows:

Balance September 30, 2010	Additions	Reductions	Balance September 30, 2011	Due Within One Year
<u>\$ 2,415,000</u>	<u>\$ -</u>	<u>\$ 275,000</u>	<u>\$ 2,140,000</u>	<u>\$ 280,000</u>

Note 7: Commitments

PEDC has extended several incentive agreements to various companies:

- (1) Call center facility - The agreement expires December 31, 2012, and is payable periodically over the life of the contract. The amount of the incentive is based on the number of employees and a reimbursement for equipment purchased and tenant improvement. The contract also provides for refunds should a default by the company occur. Remaining commitment at September 30, 2011, is \$100,000.
- (2) Warehouse company - Company is to create 35 new jobs providing an incentive amount of \$105,000.
- (3) Commercial dairy - Facility is not yet operating but the incentive is to provide reimbursement (beginning in the sixth year of operation) for the difference in a flat water rate and the amount actually charged for five years. This amount is estimated to be \$664,300.
- (4) Soup manufacturer - The incentive is to participate in the cost of a solar storage structure to the extent of \$100,000.
- (5) Bumper manufacturer - Company is to create 20 new jobs providing an incentive amount of \$100,000.
- (6) Retail and office structure - Incentive is to participate in reimbursement of sewer line construction to the extent of \$250,000.

Note 7: Commitments (Continued)

In connection with a first lien loan by a bank to a commercial operation in the amount of \$5,800,000, PEDC has entered into a Guaranty of Collection agreement. The loan payment is guaranteed by an individual (and a related company), and in addition, PEDC has guaranteed the full and prompt collection of the principal and interest due under the note together with limited cost of collection. If the lender makes demand under the Guaranty of Collection agreement, the lender will allow PEDC to satisfy its liability in monthly installments as specified in the original note. The agreement is dated September 23, 2010, and will terminate when the note is paid or the expiration of ten years.

In September 2011, the Board of Directors approved a \$2,000,000 revolving line of credit with a bank for future economic development projects. The note is dated September 14, 2011, and bears interest at 1.29% which is due monthly. The principal is due in one payment on September 12, 2012, and is secured by sales tax revenues and other income received by PEDC except that portion of income currently obligated or subsequent bond issued as contemplated by the Series 2010 bonds. The interest rate is subject to change based on changes in an independent index and the rate charged is to be 1.96% under the index which at September 12, 2011, was 3.25%. The note documents also provide for right of setoff by the lender in all accounts the lender holds and other restrictions pertaining to issuance of additional debt, maintenance of liquidity, and furnishing of financial information. At September 30, 2011, no funds have been advanced under this line of credit.

PEDC rents office space and other items from the Lamar County Chamber of Commerce under an agreement which expires September 30, 2013, and which provides for payment of an annual service fee of \$60,000.

Subsequent to year end, the Board of Directors approved a commitment of \$1,500,000 supporting funding of the expansion to 4-lane of State Highway 24 in Delta County, Texas, to be paid over an amortized twenty years.

Note 8: Risk Management and Subsequent Events

PEDC is exposed to various risks of loss and has obtained insurance related to general liability, loan enforcement liability, errors and omissions liability, and automobile liability.

Management has evaluated subsequent events through the date on which the financial statements were available to be issued.

Paris Economic Development Corporation
(A Component Unit of the City of Paris, Texas)
Required Supplementary Information
Budgetary Comparison Schedule - General Fund
For the Year Ended September 30, 2011

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	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Sales Tax	\$ 1,000,000	\$ 1,000,000	\$ 1,206,494	\$ 206,494
Investment Earnings	87,634	87,634	64,671	(22,963)
Miscellaneous	-	-	7,500	7,500
Total Revenues	<u>1,087,634</u>	<u>1,087,634</u>	<u>1,278,665</u>	<u>191,031</u>
Expenditures:				
Industrial Support and Incentives	552,239	552,239	324,732	227,507
Office Supplies and Postage	11,700	11,700	10,011	1,689
Communications - Telephone	5,600	5,600	6,194	(594)
Car Allowance	9,000	9,000	9,000	-
Insurance and Bonds	3,200	3,200	2,859	341
Travel Expenses	27,000	27,000	25,963	1,037
Publications	500	500	-	500
All Utilities	2,700	2,700	1,855	845
Miscellaneous	1,000	1,000	960	40
Contractual - Associations	10,000	10,000	12,079	(2,079)
Training	8,000	8,000	7,900	100
Promotional Advertising	50,000	50,000	52,798	(2,798)
Chamber Administration Fee	60,000	60,000	60,000	-
Personnel Compensation	225,997	225,997	220,152	5,845
Sundry Charges	5,000	5,000	4,750	250
Equipment	3,000	3,000	2,997	3
Industrial Park	18,000	18,000	14,782	3,218
Total Expenditures	<u>992,936</u>	<u>992,936</u>	<u>757,032</u>	<u>235,904</u>
Excess of Revenues Over Expenditures	94,698	94,698	521,633	426,935
Other Financing Sources/Uses:				
Transfer to Debt Service Fund	<u>(350,207)</u>	<u>(350,207)</u>	<u>(417,614)</u>	<u>(67,407)</u>
Net Change (Decrease) in Fund Balances	(255,509)	(255,509)	104,019	359,528
Fund Balances/Beginning of the Year	<u>6,218,053</u>	<u>6,218,053</u>	<u>6,218,053</u>	<u>-</u>
Fund Balances/End of the Year	<u>\$ 5,962,544</u>	<u>\$ 5,962,544</u>	<u>\$ 6,322,072</u>	<u>\$ 359,528</u>

Paris Economic Development Corporation
(A Component Unit of the City of Paris, Texas)
Notes to Required Supplementary Information
September 30, 2011

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Note 1: Budgetary Data

PEDC's fiscal year commences October 1st and ends September 30th. A budget for the forthcoming fiscal year shall be submitted to, and approved by the Board of Directors in June and delivered to the City of Paris on or before June 30th. After Board approval, the budget on appropriate forms is submitted to the City Manager for inclusion in the annual budget of the City of Paris. The budget is to include projected operating expenses and such other budgetary information as shall be useful to or appropriate for the Board and the City.

The proposed budget shall contain such classifications and shall be in such form as may be prescribed from time to time by the Council of the City of Paris. The budget shall not be effective until it has been approved by the City Council.

The Budgetary Comparison Schedule presented as Required Supplementary Information for the General Fund is presented to provide a meaningful comparison of actual results with the budget. For the year ended September 30, 2011, expenditures exceeded budgeted amounts in the General Fund in Communications – Telephone, Contractual Associations, Promotional Advertising, and Transfers.

Paris Economic Development Corporation
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Continuing Disclosure Information
September 30, 2011
(Unaudited)

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Sales Tax Collections

The following table shows Sales Tax Collections for the Paris Economic Development Corporation's 1/4% sales tax for the five years ended September 30:

	Fiscal Year 2010-11	Fiscal Year 2009-10	Fiscal Year 2008-09	Fiscal Year 2007-08	Fiscal Year 2006-07
October	\$ 93,160.73	\$ 91,316.16	\$ 88,922.28	\$ 83,464.96	\$ 84,238.04
November	113,944.71	112,001.77	110,970.12	99,241.92	115,618.43
December	83,756.09	81,876.99	94,350.41	86,341.92	85,747.00
January	94,198.44	72,605.01	97,226.89	71,512.24	79,007.32
February	123,832.73	129,328.54	153,829.72	117,965.74	124,953.39
March	84,926.35	85,110.53	99,611.21	81,093.26	77,448.73
April	91,263.32	77,960.05	97,990.36	81,133.33	79,522.92
May	118,937.01	118,561.33	118,995.69	104,144.40	112,034.88
June	93,615.93	90,126.28	104,476.22	98,082.39	81,031.99
July	89,290.63	90,902.36	84,222.50	91,465.06	86,879.45
August	119,235.15	115,346.90	115,161.63	120,089.43	106,314.87
September	96,332.78	100,762.81	108,494.87	115,500.00	88,526.17
Totals	<u>\$1,202,493.87</u>	<u>\$1,165,898.73</u>	<u>\$1,274,251.90</u>	<u>\$1,150,034.65</u>	<u>\$1,121,323.19</u>

Pro Forma Bonded Debt Service Coverage

Maximum Annual Debt Service Requirement (2013)	\$ 355,264
Projected Annual Sales Tax Receipts 2011-12 (Pledged Revenues are gross 1/4 cent sales tax)	\$ 1,000,000
Estimated Pro Forma Coverage	2.82 x
Average Annual Remaining Debt Service at September 30, 2011	\$ 352,523
Projected Annual Sales Tax Receipts 2011-12 (Pledged Revenues are gross 1/4 cent sales tax)	\$ 1,000,000
Estimated Pro Forma Coverage	2.84 x

Condensed Corporation Operating Statement

	Fiscal Year Ended September 30,				
	2011	2010	2009	2008	2007
Operating Revenues:					
Sales Taxes	\$ 1,206,494	\$ 1,168,612	\$ 1,288,374	\$ 1,139,115	\$ 1,134,833
*Other Income (Loss)	(13)	22,977	1,293	35,846	38,288
Total Revenues	<u>1,206,481</u>	<u>1,191,589</u>	<u>1,289,667</u>	<u>1,174,961</u>	<u>1,173,121</u>
Operating Expenses:					
Projects	324,732	684,921	69,520	646,545	27,208
Administration and Promotion	432,300	395,827	413,261	335,036	248,667
T Total Expenditures	<u>757,032</u>	<u>1,080,748</u>	<u>482,781</u>	<u>981,581</u>	<u>275,875</u>
Net Available for Additional Economic Incentives or Debt Service	<u>\$ 449,449</u>	<u>\$ 110,841</u>	<u>\$ 806,886</u>	<u>\$ 193,380</u>	<u>\$ 897,246</u>

Source: Information received from the Issuer.

* The net of interest income, interest expense, and gain or loss on the sale of assets.