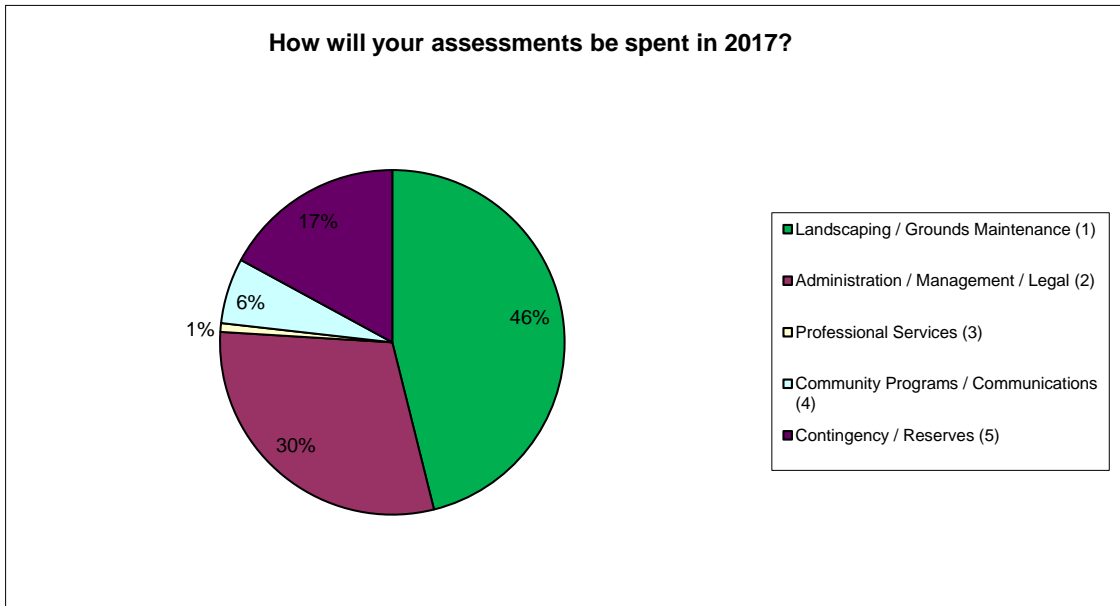


LCMA 2017 Operating Budget

Income	% of Total	2017 Budget	2016 Budget	YOY Variance	% Increase / Decrease
Assessments - Homeowners	56.8%	693,736	691,696	2,040	0.29%
Assessments - Apartments	8.8%	107,712	106,992	720	0.67%
Assessments - Commercial/Schools	23.3%	283,764	267,416	16,348	6.11%
Assessments - Builders	0.1%	1,632	2,176	(544)	N/A
Assessments - IPAs 6th Ave	1.2%	15,000	15,000	-	0.00%
Assessments - IPAs Alleys*	7.5%	91,020	94,800	(3,780)	-3.99%
Interest & Fees	1.4%	17,600	17,600	-	0.00%
Professional Services	0.8%	10,000	0	10,000	N/A
Total Income	100.0%	1,220,464	1,195,680	24,784	2.07%

Expense	% of Total	2017 Budget	2016 Budget	YOY Variance	% Increase / Decrease
Landscaping / Grounds Maintenance (1)	46.1%	562,699	542,419	20,280	3.74%
Administration / Management / Legal (2)	29.9%	364,443	348,634	15,809	4.53%
Professional Services (3)	0.8%	10,000	3,500	6,500	N/A
Community Programs / Communications (4)	6.1%	75,000	70,000	5,000	7.14%
Contingency / Reserves (5)	17.1%	208,322	231,127	(22,805)	-9.87%
Total Expense	100.0%	1,220,464	1,195,680	24,784	2.07%



* Assessments of \$30/quarter for homeowners who live on LCMA alleys for ongoing maintenance.

- 1: Water/sewer, electricity, grounds maintenance, landscaping & maintenance grants, fertilization/weeds/insect control, grounds/irrigation repairs, tree/shrub/plant maintenance & replacement, lighting maintenance, snow removal.
- 2: Community management, Executive Director, office and meeting expenses, accounting, postage, reserve study, tax prep, insurance, taxes, legal fees, delinquent accts management.
- 3: Construction Inspection
- 4: Community events, communications, website.
- 5: Operating contingency fund, reserve & capital fund contributions.