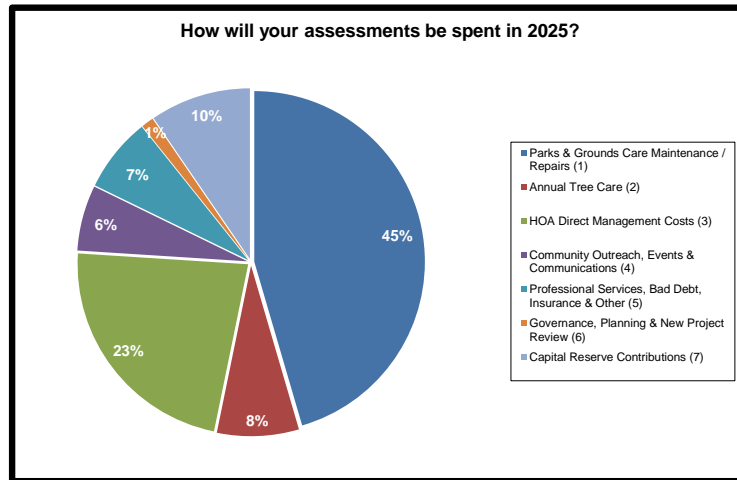


## LCMA Proposed 2025 Operating Budget

Income	2024 Operating Budget	2024 % of Total Budget	2025 Proposed Operating Budget	2025 % of Total Budget	YOY Variance	% Increase / Decrease
Assessments - Homeowners	924,840	62.5%	924,840	62.2%	-	0.00%
Assessments - Apartments	156,600	10.6%	156,600	10.5%	-	0.00%
Assessments - Commercial	383,040	25.9%	383,040	25.8%	-	0.00%
Assessments - Schools	6,840	0.5%	6,840	0.5%	-	0.00%
Interest & Fees	7,250	0.5%	14,500	1.0%	7,250	100.00%
<b>Total Operating Income</b>	<b>1,478,570</b>	<b>100.0%</b>	<b>1,485,820</b>	<b>100.0%</b>	<b>7,250</b>	<b>0.49%</b>

Expense	2024 Operating Budget	2024 % of Total Budget	2025 Proposed Operating Budget	2025 % of Total Budget	YOY Variance	% Increase / Decrease
Parks & Grounds Care Maintenance / Repairs (1)	619,971	41.9%	675,621	45.5%	55,650	8.98%
Annual Tree Care (2)	198,541	13.4%	115,113	7.7%	(83,428)	-42.02%
HOA Direct Management Costs (3)	331,571	22.4%	338,644	22.8%	7,073	2.13%
Community Outreach, Events & Communications (4)	91,000	6.2%	92,200	6.2%	1,200	1.32%
Professional Services, Bad Debt, Insurance & Other (5)	104,085	7.0%	104,850	7.1%	765	0.73%
Governance, Planning & New Project Review (6)	27,550	1.9%	17,500	1.2%	(10,050)	-36.48%
<b>Total Operating Expense Prior To Reserve Contribution</b>	<b>1,372,718</b>	<b>92.8%</b>	<b>1,343,928</b>	<b>90.5%</b>	<b>(28,790)</b>	<b>-2.10%</b>
Capital Reserve Contributions (7)	105,852	7.2%	141,892	9.5%	36,040	34.05%
<b>Total Operating Expense</b>	<b>1,478,570</b>	<b>100.0%</b>	<b>1,485,820</b>	<b>100.0%</b>	<b>7,250</b>	<b>0.49%</b>



### 2025 Proposed Operating Budget Notes

**Revenue --> Interest & Fees: Increase due to interest income on investments.**

(1) Water, electricity, grounds maintenance, fertilization/weeds/insect control, grounds/irrigation repairs, playground maintenance, lighting maintenance, snow removal, city encroachment fees, and stormwater / sewer fees. **Increases in water, storm sewer, and new sidewalk maintenance fees.**

(2) Tree maintenance, treatment, pruning, and winter watering, as well as shrub and plant maintenance and replacement. **Reduction in budget due to implementation of more consistent annual pruning cycles.**

(3) HOA management (MSI); Executive Director; office, meeting space, and storage rent; administrative costs.

(4) Communications (website, eNews, social media, print), postage, holiday lighting, and community events.

(5) A/R processing fees, lien processing fees, reimbursed lien fee income, audit / tax preparation, taxes, legal fees, legal collection fees, bad debt, insurance, insurance deductibles, operating fund contingency

(6) Consultants, surveyors, and architect / landscape designer services to identify alley maintenance, re-write LCMA governing documents, and plan reserve study projects. **Reduction due to Reserve Study being completed in 2024.**

(7) Amount shown is General Reserve contributions only. Alley Reserve contributions of \$154,900 will be made directly from the Alley Individual Purpose Assessment.