

SEA COAST MANAGEMENT NO. 3, INC.

**AUDITED FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORT
AND SUPPLEMENTARY INFORMATION**

For the year ended December 31, 2024

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WESTON & GREGORY, LLC

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors and Members of
Sea Coast Management No. 3, Inc.
New Smyrna Beach, Florida

Opinion

We have audited the accompanying financial statements of Sea Coast Management No. 3, Inc., which comprise the balance sheet as of December 31, 2024, and the related statements of revenues, expenses, and changes in fund balance and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Sea Coast Management No. 3, Inc. as of December 31, 2024, and the results of its operations and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Sea Coast Management No. 3, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Sea Coast Management No. 3, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Sea Coast Management No. 3, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Sea Coast Management No. 3, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Disclaimer of Opinion on Required Supplementary Information

Accounting principles generally accepted in the United States of America require that supplementary information on future repairs and replacements on page 11 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Financial Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of operating fund revenues and expenses - budget and actual on page 12 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of the Association's management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information (except for the budget information, which was compiled from information that is the representation of management without audit or review, on which we do not express an opinion or provide any assurance) has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Keston & Guggory, LLC

Daytona Beach, Florida
April 25, 2025

SEA COAST MANAGEMENT NO. 3, INC.

Balance Sheet
December 31, 2024

	Operating Fund	Replacement Fund	Special Assessment Fund	Total
ASSETS				
Cash and cash equivalents	\$ 79,168	\$ 915,617	\$ 161,453	\$ 1,156,238
Assessments receivable	11,154	-	-	11,154
Prepaid expenses	3,030	-	-	3,030
Equipment, net	-	-	-	-
Utility deposits	1,769	-	-	1,769
Due from other fund	54,267	-	436,985	491,252
	<u>\$ 149,388</u>	<u>\$ 915,617</u>	<u>\$ 598,438</u>	<u>\$ 1,663,443</u>
LIABILITIES AND FUND BALANCE				
Accounts payable and accrued expenses	\$ 6,744	\$ -	\$ -	\$ 6,744
Assessments paid in advance	28,778	-	-	28,778
Deferred cable revenue	8,964	-	-	8,964
Due to other fund	-	491,252	-	491,252
Notes payable	-	-	148,323	148,323
Deferred assessments	-	-	450,115	450,115
Contract liabilities	-	424,365	-	424,365
	<u>44,486</u>	<u>915,617</u>	<u>598,438</u>	<u>1,558,541</u>
Fund balance	<u>104,902</u>	<u>-</u>	<u>-</u>	<u>104,902</u>
	<u>\$ 149,388</u>	<u>\$ 915,617</u>	<u>\$ 598,438</u>	<u>\$ 1,663,443</u>

The accompanying Independent Auditors' Report and notes should be read with these financial statements.

SEA COAST MANAGEMENT NO. 3, INC.
Statement of Revenues, Expenses and
Changes in Fund Balance
For the year ended December 31, 2024

	Operating Fund	Replacement Fund	Special Assessment Fund	Total
Revenues:				
Members' assessments	\$ 613,871	\$ 157,458	\$ 40,534	\$ 811,863
Grant income	-	-	336,394	336,394
Interest and other income	41,878	30,690	10,292	82,860
Laundry income	17,761	-	-	17,761
	<u>673,510</u>	<u>188,148</u>	<u>387,220</u>	<u>1,248,878</u>
Expenses:				
Insurance	231,770	-	-	231,770
Management fees	145,493	-	-	145,493
Utilities	86,293	-	-	86,293
Building repairs and replacements	30,543	188,148	375,617	594,308
Pool maintenance	21,877	-	-	21,877
Grounds maintenance	19,354	-	-	19,354
Professional fees	18,385	-	-	18,385
Taxes, fees, and licenses	8,042	-	-	8,042
Administrative	7,814	-	-	7,814
Elevator repairs and maintenance	6,456	-	-	6,456
Security	1,853	-	-	1,853
Interest expense	-	-	11,603	11,603
	<u>577,880</u>	<u>188,148</u>	<u>387,220</u>	<u>1,153,248</u>
Excess of revenues over expenses	95,630	-	-	95,630
Fund balance, beginning of year	9,272	-	-	9,272
Fund balance, end of year	<u>\$ 104,902</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 104,902</u>

The accompanying Independent Auditors' Report and notes should be read with these financial statements.

SEA COAST MANAGEMENT NO. 3, INC.
Statement of Cash Flows
For the year ended December 31, 2024

	Operating Fund	Replacement Fund	Special Assessment Fund	Total
Cash flows from operating activities:				
Cash received from members' assessments	\$ 633,599	\$ 125,000	\$ 78,382	\$ 836,981
Cash received from interest and other income	55,654	30,690	346,686	433,030
Cash paid for interest expense	-	-	(11,603)	(11,603)
Cash paid to vendors for services and goods	(582,624)	(188,148)	(375,617)	(1,146,389)
Net cash provided by (used in) operating activities	<u>106,629</u>	<u>(32,458)</u>	<u>37,848</u>	<u>112,019</u>
Cash flows from financing activities:				
Repayment of notes payable	-	-	(81,426)	(81,426)
Net cash used in financing activities	<u>-</u>	<u>-</u>	<u>(81,426)</u>	<u>(81,426)</u>
Cash flows from investing activities:				
Interfund borrowing	(24,880)	289,812	(264,932)	-
Net cash provided by (used in) investing activities	<u>(24,880)</u>	<u>289,812</u>	<u>(264,932)</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	81,749	257,354	(308,510)	30,593
Cash and cash equivalents, beginning of year	(2,581)	658,263	469,963	1,125,645
Cash and cash equivalents, end of year	<u>\$ 79,168</u>	<u>\$ 915,617</u>	<u>\$ 161,453</u>	<u>\$ 1,156,238</u>
Reconciliation of Excess of Revenue over Expenses to Net Cash Provided by (Used) in Operating Activities:				
Excess of revenues over expenses	\$ 95,630	\$ -	\$ -	\$ 95,630
Adjustments to reconcile excess of revenues over expenses to net cash provided by (used in) operating activities:				
(Increase) decrease in:				
Assessments receivable	34	-	10,895	10,929
Accounts receivable	8,376	-	-	8,376
Prepaid expenses	1,268	-	-	1,268
Increase (decrease) in:				
Accounts payable and accrued expenses	(14,388)	-	-	(14,388)
Assessments paid in advance	19,694	-	(15,845)	3,849
Deferred cable revenue	(3,985)	-	-	(3,985)
Deferred assessments	-	-	42,798	42,798
Contract liabilities	-	(32,458)	-	(32,458)
Net cash provided by (used in) operating activities	<u>\$ 106,629</u>	<u>\$ (32,458)</u>	<u>\$ 37,848</u>	<u>\$ 112,019</u>

The accompanying Independent Auditors' Report and notes should be read with these financial statements.

SEA COAST MANAGEMENT No. 3, INC.

Notes to Financial Statements

December 31, 2024

1. Organization:

Sea Coast Management No. 3, Inc. (the Association) was incorporated on April 21, 1972 as a not-for-profit corporation pursuant to Chapter 718 of the Florida Statutes. The primary purpose of the Association is to maintain and protect the property owned in common by members of The Sea Coast III Condominium. The Association consists of eighty-five residential units located in New Smyrna Beach, Florida. Common property of the Association includes a lobby, swimming pool, parking lot and social rooms.

Policy decisions in regard to normal everyday operations of the Association are formulated by the Board of Directors, who are elected by the general membership. Major policy decisions, as outlined in the documents of the Association, are referred to the general Association membership.

2. Summary of Significant Accounting Policies:

The Association prepares its financial statements on an accrual basis. The financial statements are presented as separate funds based upon the different funding policies for operations and capital replacement.

Fund Accounting:

The Operating Fund reflects the operating assessments paid by unit owners to meet the regular, recurring costs of operation. Expenditures of this fund is limited to those connected with the day-to-day functions of the Association.

The Replacement Fund is composed of all capital assessments paid by the unit owners to fund future replacements, major repairs, and purchases of additional commonly owned assets. Expenditures from this fund is restricted to those items for which the assessments were paid and those which are approved by the Board of Directors.

The Special Assessment Fund was established to keep special assessments designated for specific projects separate from operating funds. Disbursements from this fund may only be used for the designated purposes of the special assessment without a majority vote of membership.

Cash and Cash Equivalents:

Cash and cash equivalents include all funds invested in checking and money market accounts with an original maturity of ninety days or less and certificates of deposit. The Association has deposits at banks that are federally insured up to \$250,000 under FDIC protection. At December 31, 2024, \$165,508 of the Association's funds were not fully insured.

Common Owned Property:

Real and personal property acquired by the Association from the developer and major replacements or improvements made by the Association are capitalized on the financial statements of the Association when ownership of these commonly owned assets is vested directly in the Association and may be sold. Assets vested directly or indirectly in the unit owners deemed not to be severable are not capitalized on the financial statements.

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 amount 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 expenses during the reporting period. Actual results could differ from those estimates.

SEA COAST MANAGEMENT No. 3, INC.
Notes to Financial Statements
December 31, 2024

2. Summary of Significant Accounting Policies: (Continued)

Members' Assessments and Allowance for Credit Losses:

Association members are subject to monthly assessments to provide funds for the Association's operating expenses, future capital acquisitions and major repairs and replacements. The allocation of assessments is based on the unit's square footage and location. Assessment revenue is recognized as the related performance obligations are satisfied at transaction amounts expected to be collected. The Association's performance obligations related to its operating assessments is satisfied over time on a daily pro-rata basis using the input method. The performance obligations related to the replacement fund assessments are satisfied when these funds are expended for their designated purpose. Assessments receivable at the balance sheet date are stated at the amounts expected to be collected from outstanding assessments from unit owners. The Association has no policy requiring collateral to support its assessments receivables, however, the Association's Declaration provides for various collection remedies for delinquent assessments including the filing of liens, foreclosing on the unit owner, and obtaining judgment on the unit owner. Any excess assessments at year end are retained by the Association for use in the succeeding year. The balances of assessments receivable as of the beginning and end of the year are \$11,188 and \$11,154, respectively. Assessments paid in advance at the balance sheet date represent fees paid in advance by unit owners. The balance of prepaid assessments at the beginning and end of the year were \$9,084 and \$28,778, respectively.

The Association treats uncollectible assessments as credit losses. Methods, inputs, and assumptions used to evaluate when assessments are considered uncollectible include close monitoring of outstanding assessment balances by management, member payment history of outstanding assessment balances, and susceptibility to factors outside the Association's control. It is the opinion of the board of directors that the Association will ultimately prevail against owners with delinquent assessments and, accordingly, no allowance for credit losses is deemed necessary as of December 31, 2024.

Income Taxes:

Condominium associations may be taxed as either a homeowners' association or a regular corporation. The Association elected to be taxed as a homeowners' association in accordance with Internal Revenue Code, Section 528, for the current year. Under that election, the Association is taxed on its nonexempt function income, such as interest earnings, at a rate of 30%. Exempt function income, which consists primarily of member assessments, is not taxable. For the year ended December 31, 2024, the Association incurred income tax expense in the amount of \$6,681.

The Association files income tax returns in the U.S. federal jurisdiction. With a few exceptions, the Association is no longer subject to federal income tax examinations by taxing authorities for tax years before 2021.

Contract Liabilities (Assessments received in advance-replacement fund):

The Association recognizes revenue from members as the related performance obligations are satisfied. A contract liability (assessments received in advance-replacement fund) is recorded when the Association has the right to receive payment in advance of the satisfaction of performance obligations related to replacement reserve assessments.

Subsequent Events:

The Association has evaluated events and transactions for potential recognition or disclosure in the financial statements through April 25, 2025, the date the financial statements were available to be issued. No subsequent events have been recognized or disclosed.

SEA COAST MANAGEMENT No. 3, INC.

Notes to Financial Statements

December 31, 2024

3. Property and Equipment:

Property and equipment and their respective lives at December 31, 2024 are as follows:

		Lives
Computer equipment	\$ 5,202	5 years
Maintenance equipment	566	5 years
Laundry equipment	19,123	5 years
	24,891	
Less accumulated depreciation	(24,891)	
	\$ -	

4. Windstorm Insurance:

The current insured value of the Association's building is \$15,651,000. The Association's current insurance policy contains a deductible of ten percent (10%) of the insured value for any named hurricane damage. The deductible was approximately \$1,565,100 for the current policy year, which ended on January 1, 2025. Other deductibles apply to the basic insurance coverage as well.

5. Special Assessments:

In November 2022, the Board of Directors levied a special assessment for concrete restoration repair overruns in the amount of \$169,000. The assessment is payable on February 1, 2023. Each owner was assessed in the same manner as regular assessments based on unit square footage and location. The Association expended \$81,263 and \$87,737 on the project during the years ended December 31, 2024 and 2022.

In January 2023, the Board of Directors levied a special assessment for hurricane repairs in the amount of \$1,000,000. The assessment is payable on March 1, 2023 if paid in full or starting on July 1, 2023 if making payments. For the year ended December 31, 2024, there are eighteen unit owners that are paying their assessments monthly through August 2028. Each owner was assessed in the same manner as regular assessments based on unit square footage and location. For the years ending December 31, 2024 and 2023, the Association billed assessments in the amount of \$83,332 and \$802,815. During the years ending December 31, 2024 and 2023, the Association earned \$10,292 and \$4,170 in interest income. During the year ended December 31, 2024, the Association received grant income in the amount of \$336,394 for hurricane repairs. During the years ending December 31, 2024 and 2023, the Association expended \$305,957 and \$480,931 on hurricane repairs. The remaining balance of \$450,115 is recorded as deferred assessments on the balance sheet and will be taken into income as the related expenditures are incurred.

6. Notes Payable:

In July 2023, the Association entered into a loan with Valley National Bank for \$255,413 to help cover the cost of financing the repairs to the Association's property. The loan is collateralized by a secured interest in the property of the Association. The note has a sixty-month term, has monthly payments of \$5,304 including interest at 5.75%, and matures in August 2028. The loan may be prepaid at any time prior to maturity with no prepayment penalties. Interest expense incurred for the year ended December 31, 2024 was \$11,603. The remaining balance at December 31, 2024 is \$148,323.

SEA COAST MANAGEMENT No. 3, INC.
Notes to Financial Statements
December 31, 2024

7. Related Parties:

The Association shares common areas, including the office, clubhouse, ocean deck, and pool area, as well as Management with Sea Coast Management No. 2, Inc. Expenses relating to the common areas and management are split evenly (50%) between the Associations.

8. Replacement Reserves:

Florida Statutes and the Association's documents require funds to be accumulated for future major repairs and replacements. The Association's current policy is to assess each unit owner a monthly assessment to meet all future replacement and major repair costs. These funds are held in separate accounts and are generally not available for operating purposes. It is the Association's policy to allocate interest earned to the pooled reserve fund.

The Association is funding for its future major repairs and replacements based on a cash flow projection that takes into consideration estimates of the remaining useful lives of the components of the pooled reserve account, estimated current replacement costs, anticipated interest earnings on accumulated funds, future projected cash outflows, and amounts previously accumulated in the replacement fund. In 2023, the Association had a reserve study performed by a professional firm that determined the components, estimated total useful and remaining lives, and projected future replacement costs. In connection with the preparation of the Association's annual budget for 2024, management and the Board of Directors updated the useful and remaining lives and the replacement costs of the common property components.

Actual expenditures, however, may vary from the estimated amounts and the variations may be material. Therefore, amounts accumulated in the replacement fund may not be adequate to meet future needs. If additional funds are needed, however, the Association has the right, subject to member approval, to increase regular assessments or levy special assessments, or it may delay major repairs and replacements until funds are available.

The activity within the replacement fund contract liabilities for the year ended December 31, 2024 is presented as follows:

	Beginning Balance	Funding	Interest Income	Expenditures	Ending Balance
Pooled reserve	\$ 456,823	125,000	30,690	(188,148)	\$ 424,365

Details of transfers and expenditures

Building services	\$ 42,884
Exterior building components	125,563
Clubhouse components	13,125
Pool components	6,511
Bank charges	65
	\$ 188,148

SEA COAST MANAGEMENT No. 3, INC.
Notes to Financial Statements
December 31, 2024

8. Replacement Reserves: (Continued)

New mandatory reserve requirements for condominiums:

The State of Florida passed new mandatory reserve requirements and restrictions for condominiums in May 2022 with a beginning effective date of December 31, 2024. The legislation is aimed at protecting the long-term structural safety and integrity of multi-story buildings in the State of Florida. At least every ten years, associations must now complete a so-called Structural Integrity Reserve Study ("SIRS") for each building in the condominium that is three stories or taller by a licensed engineer or architect.

At a minimum, the SIRS must identify and state the remaining useful life and replacement cost, or deferred maintenance expense of the common areas being visually inspected and based upon such visual inspection, provide a recommended annual reserve amount that should be included in the association's annual budget for those common areas. Several specific "structural" components of every building must now be visually inspected and evaluated, including the roof, load-bearing walls, foundation, floor, plumbing, electrical systems, waterproofing and fireproofing, windows, and any other item with a deferred maintenance expense or replacement cost exceeding \$10,000 that would "negatively affect" any of the foregoing items if not maintained or replaced.

Not only are associations now legally required to have reserve studies completed, but they will also soon be prohibited from waiving or reducing funding for many of the reserve items in their annual budgets. For decades, condominium associations have been legally required to include reserve accounts in their annual budget. However, associations were permitted, by a majority vote of the unit owners, to waive or only partially fund reserves, irrespective of the particular reserve item. Beginning December 31, 2024, however, unit owners will no longer be legally permitted to make that decision for the structural reserve items required to be listed in the SIRS.

Similarly, effective December 31, 2024, associations will no longer be permitted to use reserve funds collected for the structural items listed in a SIRS for any other purpose, even if a majority of the owners vote to do so

SUPPLEMENTARY INFORMATION

SEA COAST MANAGEMENT NO. 3, INC.
Supplementary Information
on Future Repairs and Replacements
December 31, 2024

The Association is funding for its future repairs and replacements based on a cash flow projection that takes into consideration estimates of the remaining useful lives of the components of the pooled reserve account, estimated current replacement costs, anticipated interest earnings on accumulated funds, future projected cash outflows and amounts previously accumulated in the replacement fund. In 2023, the Association had a reserve study performed by a professional firm that determined the reserve components, estimated total useful and estimated remaining lives and the projected future replacement costs. In conjunction with the preparation of the Association's annual budget for 2025, management and the Board of Directors updated the estimated useful and remaining lives and estimated current costs of the common property components.

The following table presents significant information concerning the replacement fund:

<u>Component</u>	<u>Estimated Useful Life (Years)</u>	<u>Estimated Remaining Useful Life (Years)</u>	<u>Estimated Current Replacement Cost</u>	<u>Contract Liabilities December 31, 2024</u>	<u>2025 Full Funding Requirement</u>	<u>2025 Budgeted Funding</u>
Building service	5-75	1-29	\$ 725,825	\$ -	\$ -	\$ -
Exterior building	5-45	1-25	3,152,350	-	-	-
Clubhouse	8-45	1-29	177,033	-	-	-
Pool	3-30	1-5	132,910	-	-	-
Property site	3-65	1-29	465,331	-	-	-
Pooled reserves			-	424,365	274,800	200,000
			<u>\$ 4,653,449</u>	<u>\$ 424,365</u>	<u>\$ 274,800</u>	<u>\$ 200,000</u>

Actual expenditures may vary from the estimated amounts and the variations may be material. Therefore, amounts accumulated in the replacement fund may not be adequate to meet future needs. If additional funds are needed the Association has the right, subject to member approval, to increase regular assessments or levy special assessments, or may delay major repairs and replacements until funds are available.

SEA COAST MANAGEMENT NO. 3, INC.
Schedule of Operating Fund Revenues and Expenses
Budget and Actual
For the year ended December 31, 2024

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Revenues:			
Members' assessments	\$ 613,873	\$ 613,871	\$ (2)
Interest and other income	400	41,878	41,478
Laundry income	20,000	17,761	(2,239)
	<u>634,273</u>	<u>673,510</u>	<u>39,237</u>
Expenses:			
Insurance	265,000	231,770	33,230
Management fee	142,420	145,493	(3,073)
Utilities	88,558	86,293	2,265
Building repairs and replacements	48,750	30,543	18,207
Pool maintenance	22,500	21,877	623
Grounds maintenance	21,500	19,354	2,146
Professional fees	20,500	18,385	2,115
Taxes, fees, and licenses	2,615	8,042	(5,427)
Administrative	5,110	7,814	(2,704)
Elevator repairs and maintenance	10,320	6,456	3,864
Security	7,000	1,853	5,147
	<u>634,273</u>	<u>577,880</u>	<u>56,393</u>
Excess of revenues over expenses	<u>\$ -</u>	<u>\$ 95,630</u>	<u>\$ 95,630</u>