

UOC MEETING
FINANCE/AUDIT COMMITTEE REPORT
JULY, 2009

FUND INVESTMENT BALANCES AS OF MAY 31, 2009

Operating Fund	\$2,510,682
Reserve Fund	3,028,943
Capital Fund	<u>1,222,765</u>
Total	\$6,762,390

YEAR TO DATE COMPARISON OF ACTUAL TO BUDGETED OPERATING EXPENSES

Through May	Budgeted	\$2,557,226	Actual	\$2,497,821
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REQUEST FOR FUNDS

The following request is recommended for approval:

1. Purchase 2 new patrol vehicles \$33,700 out of Reserves.

The experiment of going two years life on the patrol cars has not been successful, because the savings were offset by the inconvenience and extra cost of repairs as the vehicles accumulated miles. Also the use of front wheel drive vehicles, which are the most popular, do not work satisfactorily in our circumstances because of the tight turns negotiating the streets in the neighborhoods. Front wheel drive vehicles utilize constant velocity U-joints which are subject to great wear and have been costly to replace on the Camry and Ford cars that we used. The requested rear wheel drive Kia Sorentos eliminates this problem. There are sufficient funds in this Reserve account to make this purchase.

BUDGET FOR 2010

Work has already begun on next year's budget. First drafts of the budgets for Administration, Sailing and Tennis are being presented to the UOC for their first consideration and conference with their individual neighborhoods.

Because we have a constant change in the UOC, there are a number of representatives who are unfamiliar with the procedure of budget preparations. To correct this, we are making available a detailed presentation of the budget production process. Hopefully, this will be helpful and eliminate some misconceptions about it.

BEACH EROSION

Concerns have been raised by some residents regarding the possible need of a large assessment to pay for the beach erosion. As has been indicated before, there is a high probability that if the current estimates are correct we could afford the corrections to the beach without large resident assessments.

Respectfully submitted,

Emory Geller, Chairman Finance/Audit Committee