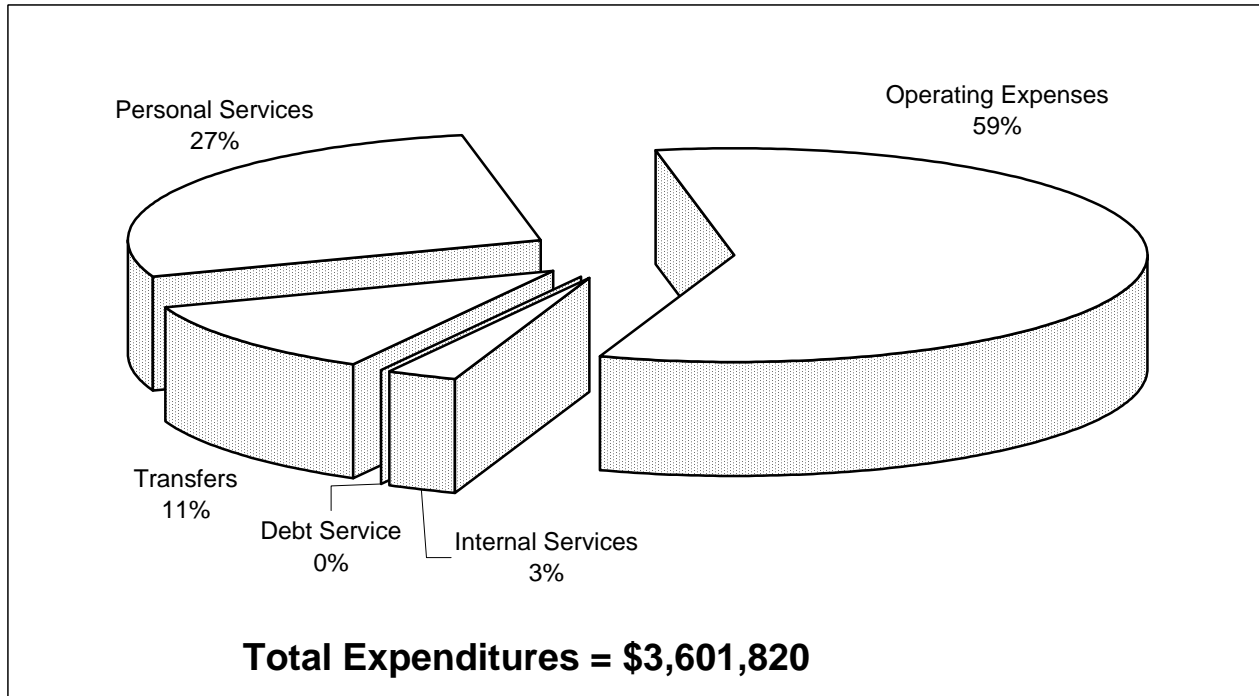


Marine & Aviation Fund Expenditures by Type



Marine & Aviation revenues are generated primarily through user fees for slip rentals, building and land rentals, hangar rentals, resale of gas, oil and electricity, and miscellaneous income from day-to-day operations. An Airpark master plan that includes new T-hangars, corporate hangars and a fixed base operator building is in the process has been implemented. These changes will enable the Airpark to become economically self-sufficient within the next two years.

Twenty (20.0) full time equivalent positions are funded by these revenues, a decrease of one from the 2004/05 budget. Personal services accounts for 27% of expenditures and Operating expenses account for 59%, the greatest proportion of the fund expenditures, of which \$1,500,000 is the cost of items purchased for resale. This is primarily fuel, and has increased \$200,000 over the previous year due to high fuel costs. Transfers are composed of \$235,000 to the Capital Improvement Program for repairs to marina facilities, docks, fuel tank maintenance, dredging and Airpark improvements, and \$171,110 for payments in lieu of taxes to the General Fund (5.5% of the prior year's gross revenues).

Anticipated revenues for Fiscal Year 2005/06 are approximately \$3,850,400. Anticipated revenues exceed anticipated expenditures by approximately \$248,580 for fiscal year 2005/06. Fiscal year end 9/30/2004 financial statements reflect a net loss of approximately \$301,750. However, when capital grants and all transfers are factored in, the fund reflects an increase of \$323,330 in net assets.