

NORTH CARROLL FARMS HOMEOWNERS ASSOCIATION, INC.

Section 10

A copy of the proposed 1997 annual operating budget. There is a Reserve Fund for Replacement.

The estimates provided in the operating budget are for one (1) full year of operation (1997 Dollars) and are not intended to be and should not be construed as representations, guarantees, or warranties in any manner whatsoever. Actual costs are likely to increase in subsequent years due to normal inflationary factors and/or changes made by the Association's Board of Directors in the assumed levels of service. The estimates were developed to serve as an initial estimate of operating costs and should not be considered as any assurance that any subsequent year of operation will match these estimates. Provision has not been made in this budget for Federal or State income taxes.

**NORTH CARROLL FARMS HOMEOWNERS ASSOCIATION, INC.
PROPOSED OPERATING BUDGET**

EXPENSE

Maintenance of Open Space	\$ 8,000.00
Taxes	300.00
Insurance	300.00
Legal & Accounting	500.00
Supplies & Postage	400.00
Reserves for Maintenance, Repair and Replacement of Recreational Facilities	16,900.00 -----
TOTAL EXPENSES	\$26,400.00

INCOME

\$26,400.00 divided by 220 units = \$120.00 per year

Monthly Assessment \$10.00 per month