

Funding Scenario #4 - Initial contribution of \$45,000 and increases at the assumed inflation rate with allowances for interest and inflation. Interest remains in Reserve Fund.

CLIENT 20/20 Properties Inc.

PROJECT NO. NSD19243

DATE Dec-04

In this scenario the interest remains in the Reserve Fund as a buffer and is not credited to contributions.
This table indicates the recommended annual contributions and includes the effects of interest and inflation.

FISCAL YEAR	OPENING RESERVE FUND BALANCE	SEE TABLE B		RECOMMENDED ANNUAL CONTRIBUTION	INTEREST EARNED	CLOSING RESERVE FUND BALANCE
		ESTIMATED EXPENSES UNINFLATED	ESTIMATED EXPENSES INFLATED			
2005	\$ 42,000	\$ 12,500	\$ 12,500	\$ 45,000	\$ 2,435	\$ 76,935
2006	\$ 76,935	\$ 9,000	\$ 9,241	\$ 46,206	\$ 3,988	\$ 117,888
2007	\$ 117,888	\$ 9,000	\$ 9,489	\$ 47,444	\$ 5,721	\$ 161,565
2008	\$ 161,565	\$ 1,500	\$ 1,624	\$ 48,716	\$ 7,738	\$ 216,394
2009	\$ 216,394	\$ 43,000	\$ 47,798	\$ 50,021	\$ 9,092	\$ 227,709
2010	\$ 227,709	\$ 184,500	\$ 210,584	\$ 51,362	\$ 6,190	\$ 74,677
2011	\$ 74,677	\$ 4,000	\$ 4,688	\$ 52,738	\$ 4,126	\$ 126,854
2012	\$ 126,854	\$ 30,000	\$ 36,101	\$ 54,152	\$ 5,680	\$ 150,584
2013	\$ 150,584	\$ 37,000	\$ 45,718	\$ 55,603	\$ 6,501	\$ 166,970
2014	\$ 166,970	\$ 30,000	\$ 38,062	\$ 57,093	\$ 7,377	\$ 193,378
2015	\$ 193,378	\$ 75,200	\$ 97,966	\$ 58,623	\$ 7,261	\$ 161,296
2016	\$ 161,296	\$ 20,000	\$ 26,753	\$ 60,195	\$ 7,441	\$ 202,179
2017	\$ 202,179	\$ 11,000	\$ 15,109	\$ 61,808	\$ 9,427	\$ 258,305
2018	\$ 258,305	\$ 161,500	\$ 227,766	\$ 63,464	\$ 7,363	\$ 101,367
2019	\$ 101,367	\$ 38,000	\$ 55,028	\$ 65,165	\$ 4,449	\$ 115,953
2020	\$ 115,953	\$ 117,000	\$ 173,970	\$ 66,911	\$ 2,609	\$ 11,504
2021	\$ 11,504	\$ 4,000	\$ 6,107	\$ 68,705	\$ 1,789	\$ 75,890
2022	\$ 75,890	\$ 5,000	\$ 7,838	\$ 70,546	\$ 4,483	\$ 143,081
2023	\$ 143,081	\$ 6,000	\$ 9,658	\$ 72,437	\$ 7,293	\$ 213,152
2024	\$ 213,152	\$ 32,000	\$ 52,891	\$ 74,378	\$ 9,359	\$ 243,998
2025	\$ 243,998	\$ 190,000	\$ 322,456	\$ 76,371	\$ 5,056	\$ 2,969
2026	\$ 2,969	\$ 38,000	\$ 66,220	\$ 78,418	\$ 379	\$ 15,546
2027	\$ 15,546	\$ 5,000	\$ 8,947	\$ 80,520	\$ 2,146	\$ 89,265
2028	\$ 89,265	\$ 1,500	\$ 2,756	\$ 82,677	\$ 5,402	\$ 174,588
2029	\$ 174,588	\$ -	\$ -	\$ 84,893	\$ 9,072	\$ 268,553
TOTALS		\$ 1,064,700	\$ 1,489,271	\$ 1,573,447	\$ 142,376	

TERM - YEARS 25

START YEAR 2005

OPENING BALANCE \$ 42,000

INTEREST RATE 4.18%

INFLATION RATE 2.68%

ANNUAL CONTRIBUTION \$ 45,000

CONTRIBUTION

INFLATION RATE 2.68%

NOTES:

1. No inflation in construction costs have been assumed until the beginning of year 2.
2. Interest calculations are based on average account balances for each year.
3. Recommended annual contribution level is based on the requirement for maintaining a Reserve Fund Balance that is always positive.