

# 2015 – 1<sup>st</sup> DRAFT Budget

## EXHIBIT #3 – Draw from Investments

Year End Audit Data thru 2012 (\$ M.'s)

Avg. Return **7.0%**

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>Net Financial Assets</b>	\$21.3	\$21.6	\$19.6	\$19.1	\$21.2	\$21.5	\$21.6	\$21.8	\$22.2	\$22.5	\$22.9
<b>Draw from Investments + Trusts</b>	\$1.202	\$1.376	\$1.481	\$1.233	\$1.223	\$1.300	\$1.200	\$1.100	\$1.000	\$1.000	\$1.000
Loan Interest	\$0.162	\$0.090	\$0.092	\$0.084	\$0.094	\$0.083	\$0.081	\$0.079	\$0.076	\$0.074	\$0.072
Surplus/Deficit Adj.	\$0.406	-\$0.047	-\$0.083	\$0.134	\$0.074	\$0.000	\$0.000	\$0.000	\$0.000	\$0.000	\$0.000
<b>Net DRAW on Investments:</b>	<b>\$1.770</b>	<b>\$1.419</b>	<b>\$1.490</b>	<b>\$1.450</b>	<b>\$1.391</b>	<b>\$1.383</b>	<b>\$1.281</b>	<b>\$1.179</b>	<b>\$1.077</b>	<b>\$1.074</b>	<b>\$1.072</b>
(% Trailing 5-YR Avg.)	6.86%	5.53%	5.91%	5.92%	5.97%	6.35%	6.27%	5.70%	5.19%	5.17%	5.05%
<b>Apportionment</b>	0.899	0.971	1.017	1.015	1.008	0.991	0.970	0.970	0.970	0.970	0.970
Other Income	0.043	0.206	0.003	0.003	0.029	0.003	0.003	0.003	0.003	0.003	0.003
<b>TOTAL INCOME</b>	<b>2.306</b>	<b>2.643</b>	<b>2.593</b>	<b>2.335</b>	<b>2.354</b>	<b>2.377</b>	<b>2.254</b>	<b>2.151</b>	<b>2.049</b>	<b>2.047</b>	<b>2.044</b>
<b>TOTAL EXPENSE</b>	<b>2.712</b>	<b>2.596</b>	<b>2.510</b>	<b>2.468</b>	<b>2.429</b>	<b>2.377</b>	<b>2.254</b>	<b>2.152</b>	<b>2.049</b>	<b>2.047</b>	<b>2.045</b>
(% change)	8%	-4%	-3%	-2%	-2%	-2%	-5%	-5%	-5%	0%	0%
<b>NET SURPLUS/DEFICIT</b>	<b>(0.406)</b>	0.047	0.083	(0.134)	(0.074)	(0.000)	(0.000)	(0.000)	(0.000)	(0.000)	(0.000)

Our draw from investments will be reduced ~ \$100,000/year for the next three years in order to reduce our overall net draw closer to 5% of the trailing 5 year average.