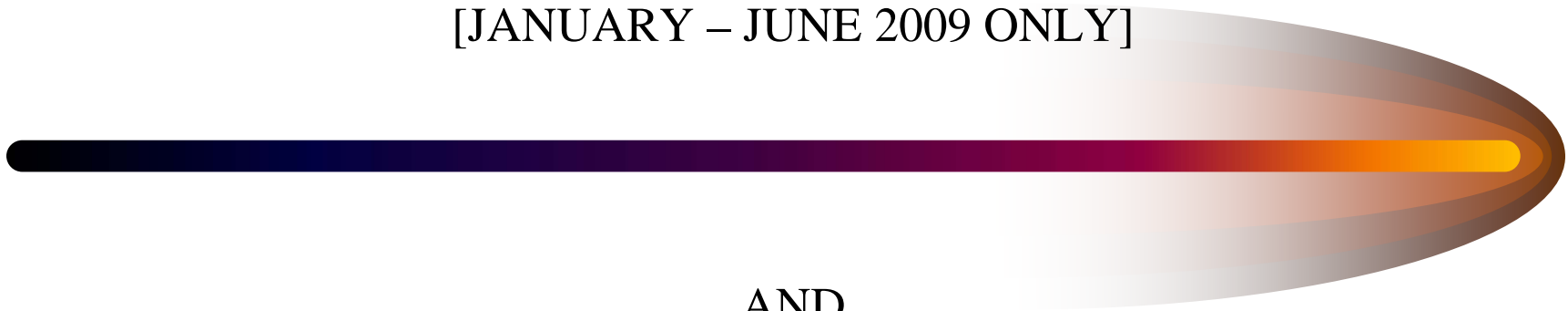


TOPAZ ACCOUNTING/BUDGET REVIEW

FISCAL YEAR 2008 – 2009
[JANUARY – JUNE 2009 ONLY]



AND

FIVE (5) YEAR BUDGET
THRU FISCAL YEAR 2012/2013

NOVEMBER 3, 2008

TOPAZ ACCOUNTING/BUDGET REVIEW

COST CATAGORIES



- 1. Subscriber Unit Fees** – Network fees include administration, operation & maintenance for the Network. Fees include communications data group, Motorola post warranty services, infrastructure & microwave support costs, site leases, executive director costs and depreciation.
- 2. Capital Unit Fees** --- System upgrades, installation, hardware and software costs based on estimate from Motorola’s 5 year upgrade assistance plan.
- 3. Special Assessment Fees** --- BOD assessed fees on an as needed basis covering: a. disaster recovery; b. costs of special projects that don’t benefit all Members; c. additional subscriber units and talk groups, etc. No Special Assessment Fees budgeted FY 08-09.
- 4. Grant Fees** ---- Grant funding related towards a network wide project based on BOD approval. No Grant Fees budgeted FY 08-09.

TOPAZ ACCOUNTING /BUDGET REVIEW

SUBSCRIBER UNITS



		<u>FY08-09</u>	<u>FY09-10</u>	<u>FY10-11</u>	<u>FY11-12</u>	<u>FY12-13</u>
1.	MESA	2,820	2,961	3,109	3,265	3,428
2.	GILBERT	722	758	796	836	878
3.	AJFD	71	75	78	82	86
4.	APACHE JUNCTION	157	165	173	182	191
5.	QUEEN CREEK	7	7	8	8	9
6.	TOTAL	3,777	3,966	4,164	4,372	4,591
7.	PERCENTAGES					
1.	MESA	75%	75%	75%	75%	75%
2.	GILBERT	19%	19%	19%	19%	19%
3.	AJFD	2%	2%	2%	2%	2%
4.	CAJ	4%	4%	4%	4%	4%
5.	TQC	1%	1%	1%	1%	1%
6.	TOTAL	100%	100%	100%	100%	100%

***TOPAZ ACCOUNTING/BUDGET REVIEW
 FIVE (5) YEAR COST PROJECTIONS (000's)
 SUBSCRIBER UNIT OPERATING & MAINTENANCE FEES***



		<u>FY08-09</u>	<u>FY09-10</u>	<u>FY10-11</u>	<u>FY11-12</u>	<u>FY12-13</u>
1.	Network Operations	\$ 300	\$ 623	\$ 644	\$ 666	\$ 688
2.	Infrastruc & Microwave	\$ 215	\$ 451	\$ 469	\$ 488	\$ 508
3.	Administrative Support	\$ 179	\$ 377	\$ 394	\$ 413	\$432
4.	Executive Director Costs	\$ 39	\$ 82	\$ 86	\$ 90	\$ 94
5.	Network Depreciation		\$ 32	\$ 65	\$ 98	\$ 130
6.	Total O&M Fees	\$ 733	\$1,565	\$1,658	\$1,755	\$1,852
7.	Per Subscriber Unit	\$ 32	\$ 33	\$ 33	\$ 33	\$ 34

TOPAZ ACCOUNTING/BUDGET REVIEW

FIVE (5) YEAR COST PROJECTIONS (000's)

CAPITAL IMPROVEMENT COSTS

	<u>FY08-09</u>	<u>FY09-10</u>	<u>FY10-11</u>	<u>FY11-12</u>	<u>FY12-13</u>
1. Systems Upgrades, Installation, Hardware And Software	\$ 0**	\$650	\$650	\$650	\$650
2. Per Subscriber Unit	\$	\$ 14	\$ 13	\$ 12	\$ 12

3. **NOTE: ** No specific capital projects have been identified. Budget based on estimate based on Motorola's 5 year upgrade assistance plan. Capital costs deferred until TOPAZ BOD's approve budget. Capital costs for FY 2009/10 may include a "catch up" provision of FY 2008/09 capital costs.**

4. **Specific TOPAZ capital projects authorized by BOD and Executive Director.**

*TOPAZ ACCOUNTING/BUDGET REVIEW
FIVE (5) YEAR COST PROJECTIONS (000's)*



1. **Special Assessment Fees** -- Based on Member needs. None budgeted.

2. **Grant Fees** -- Based on specific Grant filing. None budgeted.

*TOPAZ ACCOUNTING/BUDGET REVIEW
 FIVE (5) YEAR COST PROJECTIONS (000's)
 Monthly and Annual Operating Costs*



	FY 08-09	FY 09-10	FY 10-11	FY 11-12	FY 12-13
MESA	\$91/ Mo \$546/Jan-Jun	\$97/ Mo \$1,162/Year	\$103/ Mo \$1,232/Year	\$109/ Mo \$1,304/Year	\$115/Mo \$1,376/Year
Gilbert & Queen Creek	\$23/Mo \$138/Jan-Jun	\$25/Mo \$298/Year	\$26/Mo \$315/Year	\$28/Mo \$334/Year	\$29/Mo \$352/Year
AJ Fire District	\$2/Mo \$24/Jan-Jun	\$2/Mo \$29/Year	\$3/Mo \$30/Year	\$3/Mo \$32/Year	\$3/Mo \$34/Year
City of AJ	\$5/Mo \$30/Jan-Jun	\$5/Mo \$65/Year	\$6/Mo \$69/Year	\$6/Mo \$73/Year	\$6/Mo \$77/Year
Town of QC	\$.2/Mo \$1/Jan-Jun	\$.2/Mo \$3/Year	\$.3/Mo \$3/ Year	\$.3/Mo \$3/Year	\$.3/Mo \$3/Year

***TOPAZ ACCOUNTING/BUDGET REVIEW
 FIVE (5) YEAR COST PROJECTIONS (000's)
 Monthly and Annual Capital Costs***

	FY 08-09	FY 09-10	FY 10-11	FY 11-12	FY 12-13
MESA	None Forecasted	\$40/ Mo \$485/Year	\$40/ Mo \$485/Year	\$40/ Mo \$485/Year	\$40/Mo \$485/Year
Gilbert	None Forecasted	\$10/Mo \$124/Year	\$10/Mo \$124/Year	\$10/Mo \$124/Year	\$10/Mo \$124/Year
AJ Fire District	None Forecasted	\$1/Mo \$12/Year	\$1/Mo \$12/Year	\$1/Mo \$12/Year	\$1/Mo \$12/Year
City of AJ	None Forecasted	\$2/Mo \$27/Year	\$2/Mo \$27/Year	\$2/Mo \$27/Year	\$2/Mo \$27/Year
Town of Queen Creek	None Forecasted	\$.1/Mo \$1/Year	\$.1/Mo \$1/Year	\$.1/Mo \$1/Year	\$.1/Mo \$1/Year

*TOPAZ ACCOUNTING/BUDGET REVIEW
FIVE (5) YEAR COST PROJECTIONS (000's)
Monthly and Annual Capital Costs*



QUESTIONS