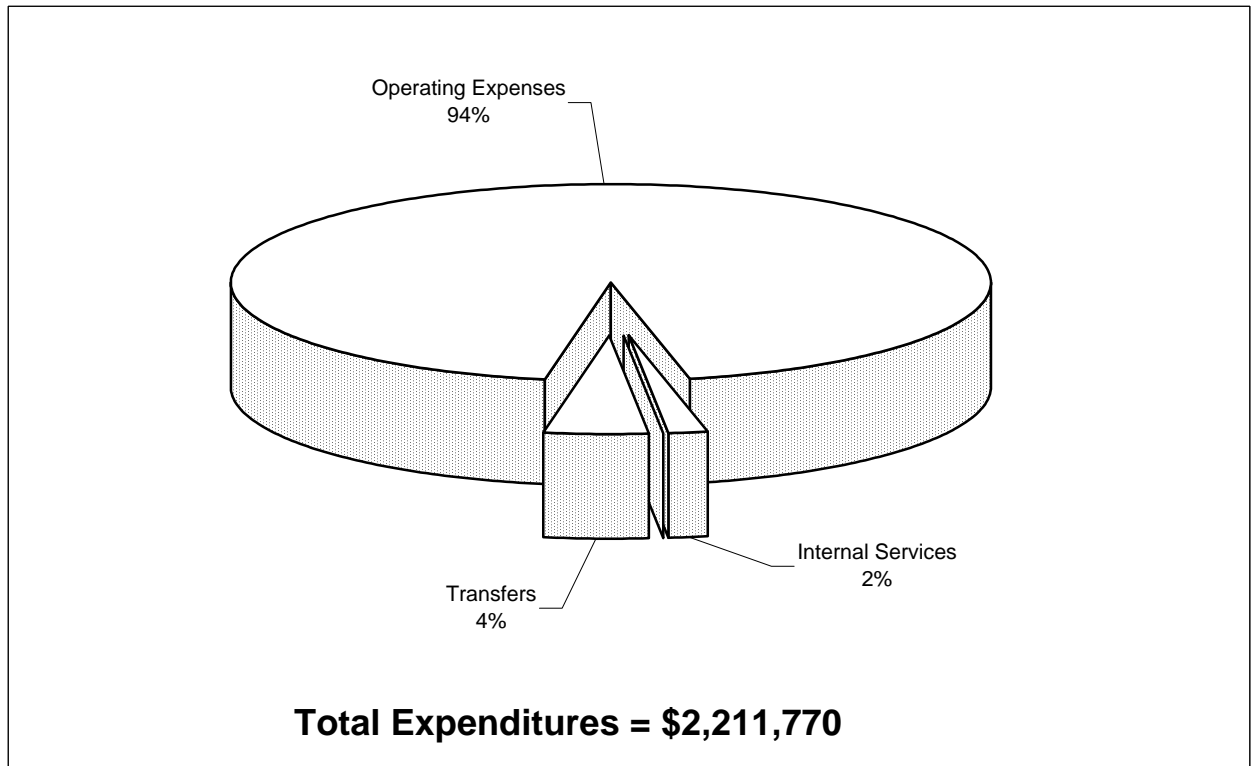


Harborview Center Fund Expenditures by Type



The Harborview Center opened in January 1996 as an exhibition, conference, retail and banquet facility. It generates revenues through user charges for leases and rentals from meeting rooms, catering, a retail store, a banquet hall and a restaurant.

Conference Center operations are managed by Global Spectrum under a contract with the City, therefore there are no City employee positions funded by these revenues. Operating expenses account for most of the fund expenditures. The most significant operating expenditures are for professional and contractual services for operating and maintaining the facility at \$814,410, and for the cost of goods purchased for resale at \$830,610.

Anticipated revenues for Fiscal Year 2005/06 are approximately \$2,211,770, of which \$1,888,000 comes from operations and the balance of \$323,770 from a contribution from the General Fund to subsidize the anticipated cash deficit. During fiscal year 2004/05, \$317,220 was transferred from the City's General Fund retained earnings to support this operation. Fiscal year end 9/30/2004 financial statements reflect a net loss of approximately \$774,264.