Dacian Glen, LLC

NCHFA Project No. 9000679

Independent Auditor's Report, Financial Statements, and Supplementary Information

December 31, 2022 and 2021

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Independent Auditor's Report

Members
Dacian Glen, LLC
NCHFA Project No. 9000679
Raleigh, NC

Report on the Audit of the Financial Statements

Opinion
We have audited the financial statements of Dacian Glen, LLC, which comprise the balance sheets as of December 31, 2022 and 2021, and the related statements of operations, changes in members' equity (deficit), and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Dacian Glen, LLC as of December 31, 2022 and 2021, and the results of its operations and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion
We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Dacian Glen, LLC and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements
Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Dacian Glen, LLC's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not absolute assurance, and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Dacian Glen, LLC's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Dacian Glen, LLC's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

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Report on Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The Schedules of Income and Expenses are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audits of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

FORVIS, LLP

High Point, NC
February 28, 2023

Dacian Glen, LLC
NCHFA Project No. 9000679
Balance Sheets
December 31, 2022 and 2021 **(2 pages)**

	2022	2021
ASSETS		
Current assets:		
Cash, operating	$ 29,522	$ 41,347
Accounts receivable, tenants	37,928	24,843
Prepaid expenses	3,540	17,700
Total current assets	70,990	83,890
Restricted deposits and funded reserves:		
Cash, replacement reserve	277,223	287,813
Cash, operating reserve	173,761	173,732
Tenant security deposits	31,735	34,663
Real estate tax and insurance escrow	18,880	5,500
	501,599	501,708
Rental property:		
Buildings	6,869,049	6,866,077
Land improvements	624,684	624,684
Furniture and fixtures	221,794	217,914
	7,715,527	7,708,675
Less accumulated depreciation	(4,442,577)	(4,147,554)
	3,272,950	3,561,121
Land	631,607	631,607
	3,904,557	4,192,728
Other assets:		
Deferred tax credit fees (net of accumulated amortization of $76,393 in 2022 and $70,862 in 2021)	6,583	12,114
	$ 4,483,729	$ 4,790,440

Dacian Glen, LLC
NCHFA Project No. 9000679
Balance Sheets
December 31, 2022 and 2021 **(2 pages)**

	2022	2021
LIABILITIES AND MEMBERS' EQUITY		
Current liabilities:		
Current portion of notes payable	**$ 20,195**	$ 18,787
Accounts payable - trade	**7,835**	13,117
Accounts paybale - affiliate	**7,343**	-
Accrued interest	**3,830**	3,944
Total current liabilities	**39,203**	35,848
Deposits and prepayment liabilities:		
Tenant security deposits	**31,735**	34,652
Prepaid rent	**460**	362
	32,195	35,014
Long-term liabilities:		
Accrued interest, affiliate	**278,546**	258,011
Accrued interest - other	**360,837**	332,520
Notes payable, net of unamortized debt issuance costs of $51,211 in 2022 and $56,329 in 2021, less current maturities	**3,325,345**	3,340,422
	3,964,728	3,930,953
Members' equity	**447,603**	788,625
	$ 4,483,729	$ 4,790,440

Dacian Glen, LLC
NCHFA Project No. 9000679
Statements of Operations
Years Ended December 31, 2022 and 2021

	2022	2021
Revenue:		
Gross rent potential	**$ 460,276**	$ 449,136
Less:		
Vacancies	**(18,744)**	(5,232)
Concessions and loss to lease	**(5,479)**	(4,962)
Excess rent	**18,394**	19,949
Total rental income	**454,447**	458,891
Other income:		
Interest income	**717**	199
Other	**17,948**	12,112
Total other income	**18,665**	12,311
Total income	**473,112**	471,202
Expenses:		
Administrative	**67,331**	78,991
Utilities	**9,328**	9,218
Professional fees	**36,406**	11,434
Management fees	**32,483**	32,274
Repairs and maintenance	**230,288**	184,338
Taxes and insurance	**15,475**	13,628
Total operating expense	**391,311**	329,883
Income from operations	**81,801**	141,319
Nonoperating expenses:		
Investor services fee	**7,343**	7,129
Interest expense	**106,648**	124,650
Depreciation	**299,954**	298,039
Amortization	**5,531**	5,532
Loss on disposal of assets	**3,347**	3,644
Total nonoperating expenses	**422,823**	438,994
Net loss	**$ (341,022)**	$ (297,675)

Dacian Glen, LLC
NCHFA Project No. 9000679
Statements of Members' Equity (Deficit)
Years Ended December 31, 2022 and 2021

	2022				
	Managing	Investor Members			
	Member	ERB	EHP XVII	Total	2021
Balance (deficit), beginning	**$ (783)**	**$ 402,596**	**$ 386,812**	**$ 788,625**	$ 1,086,300
Net loss	**(34)**	**(173,904)**	**(167,084)**	**(341,022)**	(279,675)
Balance (deficit), ending	**$ (817)**	**$ 228,692**	**$ 219,728**	**$ 447,603**	$ 788,625

Dacian Glen, LLC
NCHFA Project No. 9000679
Statements of Cash Flows
Years Ended December 31, 2022 and 2021

	2022	2021
Cash flows from operating activities:		
Net loss	$ **(341,022)**	$ (297,675)
Adjustments to reconcile net loss to net cash provided by operating activities:		
Depreciation	**299,954**	298,039
Amortization of intangible assets	**5,531**	5,532
Amortization of deferred financing costs	**5,118**	21,802
Loss on disposal	**3,347**	3,644
Change in assets and liabilities:		
Accounts receivable, tenants	**(13,085)**	(8,631)
Prepaid expenses	**14,160**	(10,371)
Accounts payable	**(5,282)**	(6,112)
Accounts payable, affiliate	**7,343**	-
Accrued interest payable	**48,738**	47,830
Tenant security deposits	**(2,917)**	2,435
Prepaid rent	**98**	(2,460)
Net cash provided by operating activities	**21,983**	54,033
Cash flows from investing activities:		
Purchase of property	**(15,130)**	(10,800)
Net cash used by investing activities	**(15,130)**	(10,800)
Cash flows used by financing activities:		
Repayment of notes payable	**(18,787)**	(17,478)
Net cash used by financing activities	**(18,787)**	(17,478)
Net increase(decrease) in cash, deposits held in trust and restricted deposits and funded reserves	**(11,934)**	25,755
Cash and restricted deposits and funded reserves, beginning of year	**543,055**	517,300
Cash and restricted deposits and funded reserves, end of year	$ **531,121**	$ 543,055
Supplemental disclosure of cash flow information:		
Cash paid for interest	$ **52,792**	$ 55,018
Reconciliation of cash and restricted deposits and funded reserves to the balance sheet:		
Cash, operating	$ **29,522**	$ 41,347
Restricted deposits and funded reserves	**501,599**	501,708
	$ **531,121**	$ 543,055

Notes to Financial Statements

1. Nature of Operations and Significant Accounting Policies

Nature of operations

Dacian Glen, LLC (the "Company") was formed as a limited liability company under the laws of the state of North Carolina on May 17, 2007 for the purpose of acquiring, owning, rehabilitating, leasing, and operating a 63-unit apartment complex for rent to persons of low income located in Raleigh, North Carolina commonly known as "Glenbrook Crossing." The major activities of the Company are governed by the second amended and restated operating agreement and the loan agreements. The Company purchased the existing apartment complex on May 18, 2007 from Community Revitalization and Preservation Corporation ("CRPC"), a North Carolina nonprofit corporation, and continued the rehabilitation work that was started under ownership by CRPC. The rehabilitation was completed in phases from June 2008 through December 2008.

The following is a summary of significant accounting policies consistently applied in the preparation of these financial statements.

Basis of accounting

The financial statements of the Company are prepared on the accrual basis of accounting and in accordance with generally accepted accounting principles.

Income taxes

As a limited liability company, the Company's taxable income or loss is allocated to the members in accordance with the operating agreement and is reflected in their income taxes; accordingly, the accompanying financial statements do not reflect a provision or liability for federal and state income taxes.

Capitalization and depreciation

Land and buildings are recorded at cost. Depreciation is provided for in amounts sufficient to relate the cost of depreciable assets to operations over their estimated service lives using the straight-line method. Improvements are capitalized, while expenditures for maintenance and repairs are charged to expense as incurred. Upon disposal of depreciable property, the appropriate property accounts are reduced by the related costs and accumulated depreciation. The resulting gains and losses are reflected in the statement of operations. The estimated lives used in determining depreciation are as follows:

Land improvements	15 years
Buildings	27.5 years
Furniture and equipment	5 years

Rental income

Rental income is recognized as rentals become due. Rental payments received in advance are deferred until earned. All leases between the Company and the tenants of the property are operating leases.

Other assets

Tax credit fees are being amortized using the straight-line method over the 15-year monitoring period.

Cash and cash equivalents

For purposes of the statement of cash flows, the Company considers all unrestricted, highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Impairment of long-lived assets

The Company reviews its long-lived assets for impairment whenever events or changes in circumstances indicate that the carrying value may not be recoverable. Recoverability is measured by a comparison of the carrying amount to the future net undiscounted cash flow expected to be generated and any estimated proceeds from the eventual disposition. If the long-lived asset is considered to be impaired, the impairment to be recognized is measured at the amount by which the carrying amount exceeds the fair value as determined from an appraisal, discounted cash flows analysis, or other valuation technique. No impairment losses were recognized during 2022 and 2021.

Accounts receivable and bad debts

Tenant receivables are charged to bad debt expense when they are determined to be uncollectible based upon a periodic review of the accounts by management. Accounting principles generally accepted in the United States of America require that the allowance method be used to recognize bad debts; however, the effect of using the direct write-off method is not materially different from the results that would have been obtained under the allowance method.

Concentrations of credit risk

The Company maintains its cash in financial institutions insured by Federal Deposit Insurance Corporation (FDIC). Deposit accounts, at times, may exceed federally insured limits. The Company has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash and cash equivalents.

Subsequent events evaluation

The Company evaluated the effect subsequent events would have on the financial statements through February 28, 2023, which is the date the financial statements were available to be issued.

Debt issuance costs

Loan costs are being amortized to interest expense over the lives of the related loans.

2. Members' Capital Contributions

The Company has one managing member, Dacian Glen Redevelopment, Inc., which has a 0.01% interest. On April 11, 2008, the operating agreement was amended to allow investor member, The Law Office of Andrew Foster, PLLC, to withdraw, and Wincopin Circle LLLP admitted as the substitute investor member. On July 25, 2008, Wincopin Circle LLP assigned a 50.995% interest to Enterprise RB Fund I, L.P. and a 48.995% interest to Enterprise Housing Partners XVII Limited Partnership, and Wincopin Circle LLLP withdrew as the investor member of the Company.

The managing member is required to make a contribution of $100, all of which has been paid. The investor member's required contributions are $5,150,181, and an additional contribution of $125,970 was required due to a credit adjuster, all of which has been contributed as of December 31, 2022.

3. Notes Payable

An analysis of the notes payable at December 31, 2022 and 2021 is as follows:

	2022	2021
Note payable to Providence Bank, in the amount of $800,000. The loan was originally funded from Centrant Community Capital ("Centrant"). The loan was sold to Providence Bank but continues to be serviced by Centrant. The note bears a 7.25% interest rate for years one through 18, and 1.90% plus a rate based upon the monthly average yield on U.S. Treasury securities (adjusted to a constant maturity of 10 years) for years 19 through 30 (rate cannot exceed 11.25% nor be less than 7.25%). Payments beginning on October 1, 2009 and continuing on the first day of each calendar month thereafter are due in the amount of $5,458 for years one through 18, and adjusted for years 19 through 30 based on the applicable rate mentioned above. A balloon payment for the remaining principal balance and any accrued and unpaid interest and any other charges will be due on September 1, 2039. The note is secured by first lien Deed of Trust on the property. Accrued interest amounted to $3,830 and $3,944 for the years ended December 31, 2022 and 2021, respectively. Interest expense for the years ended December 31, 2022 and 2021 amounted to $46,595 and $47,913, respectively. Deferred financing costs amortized to interest expense amounted to $5,118 and $21,802 for the years ended December 31, 2022 and 2021, respectively. Interest paid for the years ended December 31, 2022 and 2021 amounted to $46,709 and $48,018, respectively.	**$ 634,119**	$ 652,906

	2022	2021
Note payable to the City of Raleigh with interest at 2% and monthly payments are due as follows: years 1-3 - $1,000; years 4-6 - $917; years 7-9 - $750; years 10-12 - $500; year 13 - $333; years 14-16 - $250; years 17-18 - $225; year 19 - $125; year 20 - $42. All principal and accrued interest is payable on April 11, 2038. The loan is secured by a second lien Deed of Trust in the property. Accrued interest amounted to $291,829 and $266,912 at December 31, 2022 and 2021, respectively. Interest expense for each of the years ended December 31, 2022 and 2021 amounted to $28,000. Interest paid for the years ended December 31, 2022 and 2021 amounted to $3,083 and $4,000, respectively.	**$ 1,400,000**	$ 1,400,000
Note payable to County of Wake, with annual payments ranging from $1,500 to $2,700 of principal and interest at 2% through March 1, 2037, at which time all outstanding principal and interest is due. The note is secured by third lien Deed of Trust on the property. Accrued interest at December 31, 2022 and 2021 amounted to $69,008 and $65,608 , respectively. Interest expense for the each of the years ended December 31, 2022 and 2021 amounted to $6,400. Interest paid for each of the years ended December 31, 2022 and 2021 amounted to $3,000.	**320,000**	320,000
Notes payable to DHIC, Inc. ("DHIC"), an affiliate of the managing member, with interest accruing at 5.15% (applicable federal rate of the month the loan was closed and funded) per annum, with no payments due until maturity on July 31, 2027 for the $150,000 note. DHIC disbursed $300,000 on March 6, 2008, with interest accruing at 4.27% (applicable federal rate of the month the loan was closed and funded) per annum, with no payments due until maturity on May 3, 2038. The notes are secured by a fourth and fifth lien Deed of Trust on the property. Accrued interest at December 31, 2022 and 2021 amounted to $278,546 and $258,011, respectively. Interest expense amounted to $20,535 for each of the years ended December 31, 2022 and 2021.	**450,000**	450,000
Noninterest-bearing note payable to North Carolina Housing Finance Agency ("NCHFA") in the amount of 592,632. No payments are due on this loan until maturity on September 1, 2029. The note is secured by a sixth lien Deed of Trust on the property.	**592,632**	592,632
Less: unamortized debt issuance costs	**(51,211)**	(56,329)
	$ 3,345,540	$ 3,359,209

Total estimated principal maturities of the loans payable subsequent to December 31, 2022 are as follows:

2023	$	20,195
2024		21,709
2025		23,336
2026		25,086
2027		26,966
Thereafter		3,279,459
	$	3,396,751

Interest costs incurred during the years ended December 31, 2022 and 2021 amounted to $106,649 and $124,650, respectively, including deferred financing costs amortized to interest expense of $5,118 and $21,802, respectively.

4. Transactions with Affiliates and Related Parties

Development fee

Pursuant to a development services agreement the Company agreed to pay DHIC, Inc., an affiliate of the general partner, a development fee of up to $490,434, all of which has been earned and paid as of December 31, 2022 and 2021.

Investor services fee

Pursuant to an Investor Services Agreement, the Company is required to pay the investor member an annual asset management fee equal to $5,000 beginning with the year ended December 31, 2009 and increasing 3% annually thereafter. The fee is payable out of cash flow and capital proceeds available for payment of such fee, as defined. If cash flow is not sufficient to pay the fee, then any unpaid fees shall accumulate and shall be payable out of the next available cash flow or capital proceeds; provided, however, that no amount of such investor services fee shall be deducted as an expense by the Company until such amount is actually paid. During the years ended December 31, 2022 and 2021, investor services fees of $7,343 and $7,129 were incurred, respectively. At December 31, 2022, investor services fee of $7,343 remained payable.

5. Commitments and Contingencies

Replacement reserve

The Company shall establish the replacement reserve in the year the project achieves qualified occupancy, as defined. The replacement reserve will be held in the replacement reserve account under control of the managing member or the project lender. The Company will maintain this account until the end of the compliance period. Withdrawals from replacement reserve in excess of $5,000 in the aggregate in any given month will require the written approval of the managing member and the asset manager. The permanent lender requires approval of all disbursements. The reserve will be funded on a cumulative basis, in the annual amount of $350 per unit per year (to be increased annually by 4%) from project cash flow.

An analysis of the reserve for the years ended December 31, 2022 and 2021 is as follows:

	2022	2021
Balance, beginning	**$ 287,813**	$ 268,035
Deposits	**36,715**	35,303
Interest earned (fees paid), net	**521**	122
Withdrawals	**(47,826)**	(15,647)
Balance, ending	**$ 277,223**	$ 287,813

Operating reserve

The managing member shall establish the operating reserve and fund it with the operating reserve target amount ($168,183) out of loan/equity proceeds at the time of the payment of the third and fifth installment. The managing member shall, to the extent funds are available, replenish the reserve to the target amount out of cash flow or the proceeds of sales or refinancing. The operating reserve will be held in the operating reserve account, under the control of the managing member or the project lender. The managing member and the Company will maintain this account from the date of payment of the third installment until the end of the compliance period. Withdrawals from the operating reserve will require the written approval of the managing member and the asset manager. An analysis of the operating reserve for the years ended December 31, 2022 and 2021 is as follows:

	2022	2021
Balance, beginning	**$ 173,732**	$ 173,712
Interest income, net of fees	**29**	20
Balance, ending	**$ 173,761**	$ 173,732

Property management agreement

The Company has entered into a management Agreement with Community Management Corporation, an unaffiliated management company to provide property management services to the Project. The management agent will be compensated at the rate of 7.09% of gross collections for the previous month. The term of the agreement is three years from January 22, 2008 and renews for successive terms automatically under certain conditions, as defined. Management fee expense for the years ended December 31, 2022 and 2021 amounted to $32,483 and $32,274, respectively.

6. Legal Matters

The Company, from time to time, is a party to legal proceedings, which arise in the normal course of business. In the opinion of management, none of these ordinary course legal proceedings are reasonably expected to have a material adverse effect on the Company’s financial statements.

7. Contingencies, Risks, and Uncertainties

The Company's sole asset is its 63-unit low-income housing complex located in Raleigh, North Carolina. The Company's operations are concentrated in the affordable housing real estate market. In addition, the Company operates in a heavily regulated environment. The operations of the Company are subject to the administrative directives, rules and regulations of federal, state and local regulatory agencies, including, but not limited to, the State Housing Agency. Such administrative directives, rules and regulations are subject to change by an act of Congress or an administrative change mandated by the State Housing Agency. Such changes may occur with little notice or inadequate funding to pay for the related cost, including the additional administrative burden, to comply with a change.

8. Distribution of Cash Flow

Payment of fees and other expenses contingent on cash flow shall be made as follows, as per the operating agreement:

First, funding of the operating reserve after the investor member capital contributions have been paid up to the operating reserve target amount;

Second, to the investor member, an amount equal to the credit deficiency;

Third, to the investor member, an amount sufficient to pay federal income taxes on taxable income allocated to the investor member for such fiscal year by the Company, assuming the highest marginal tax rates applicable to corporations;

Fourth, to pay the investor services fee;

Fifth, to pay the deferred development fee;

Sixth, to the managing member to repay any development advance, operating deficit contribution or credit adjuster advances; and

Seventh, to the members in accordance with their ownership percentages as follows:

Managing member - 9.99%
Investor member - 90.01%

Supplementary Information

Dacian Glen, LLC
NCHFA Project No. 9000679
Schedules of Income and Expenses
Years Ended December 31, 2022 and 2021 **(2 pages)**

	2022	2021
Rental income:		
Residential income	$ 454,447	$ 458,891
Interest income:		
Interest income	$ 717	$ 199
Other income:		
Laundry and vending	$ -	$ 125
Late fees	3,761	5,323
Damages and cleaning fees	12,487	5,022
Application fees	520	560
Legal fees	1,178	433
Miscellaneous	2	649
	$ 17,948	$ 12,112
Administrative:		
Advertising/marketing	$ 553	$ 585
Eviction expense	3,902	9
Seminars/meetings	714	650
Office expense	9,694	6,221
Salaries expense	33,472	46,842
Telephone	3,553	3,057
Office supplies	2,396	2,055
Payroll taxes	2,470	5,503
Group insurance	10,242	10,238
Bad debt, net of recoveries	70	3,619
Miscellaneous	265	212
	$ 67,331	$ 78,991
Utilities:		
Electricity	$ 7,292	$ 7,103
Water	689	691
Sewer	1,045	1,117
Gas	302	307
	$ 9,328	$ 9,218

Dacian Glen, LLC
NCHFA Project No. 9000679
Schedules of Income and Expenses
Years Ended December 31, 2022 and 2021 **(2 pages)**

	2022	2021
Professional fees:		
Auditing and legal fees	$ 36,406	$ 11,434
Management fees:		
Property management	$ 32,483	$ 32,274
Repairs and maintenance:		
Repairs and maintenance payroll	$ 16,505	$ 60,956
Security payroll/contract	1,037	593
Grounds maintenance	19,983	21,130
Repairs supplies	56,350	36,421
Repairs contract	75,615	16,422
HVAC repairs and maintenance	20,778	10,839
Painting/decorating	14,664	14,970
Janitor and cleaning contract	1,412	463
Exterminating	5,617	3,465
Garbage and trash	18,327	19,079
	$ 230,288	$ 184,338
Taxes and insurance:		
Real estate taxes	$ -	$ 97
Property and liability insurance	14,770	12,046
Worker's compensation insurance (refunds), net	605	1,386
Miscellaneous taxes, licenses, permits and insurance	100	99
	$ 15,475	$ 13,628
Interest expense:		
Interest expense - City of Raleigh	$ 28,000	$ 28,000
Interest expense - Providence	46,595	47,913
Interest expense - DHIC	20,535	20,535
Interest expense - County of Wake	6,400	6,400
Amortization of deferred financing costs	5,118	21,802
	$ 106,648	$ 124,650