

BRIEFING BY CONNECTOR 2000 ASSOCIATION, INC.

Dated August 15, 2009

This is a briefing by Connector 2000 Association, Inc. (the "*Association*") to the Trustees representing the interests of the holders of the Toll Road Revenue Bonds (Greenville Southern Connector Project), Series 1998 (the "*Bonds*") issued by the Association pursuant to the Association's Disclosure Policy adopted by its Board of Directors on July 16, 2008. This Briefing is provided under the Policy at the request of the Trustees, and the Association disclaims any obligation to provide future briefings (under the Continuing Disclosure Agreement of the Association relating to the Bonds, Rule 15c2-12 of the Securities and Exchange Commission or otherwise) should the Board decide to modify or repeal the Policy. Information contained herein represents the best information now available to the Association's management but such information is not warranted as to accuracy or completeness and is not intended to provide a basis for execution of purchases or sales of the Bonds. This information should be read in conjunction with the Association's latest Annual Report. Financial and statistical data contained herein have not been reviewed, confirmed or approved by any third party professional accounting or financial advisory firm.

1. **Toll Rate Increase.** At the request of the Association, the South Carolina Department of Transportation Commission revised the toll rates to be charged by the Association on the Southern Connector. The revised toll rates are contained in the motion approved by the Commission attached hereto as **Exhibit A.**

2. **Unaudited Financial Statements.** The compiled, unaudited financial statements of the Association for the second calendar quarter and year to date period ended June 30, 2009 are attached hereto as **Exhibit B.**

**MOTION TO MODIFY TOLL RATES ON
SOUTHERN CONNECTOR**

Based upon the request of Connector 2000 Association dated May 26, 2009, and pursuant to recommendations of the Association's independent traffic and revenue consultant Stantec Consulting Services, Inc. set forth in its Traffic and Revenue Report dated May 4, 2009, the Commission takes the following action:

- 1) Modifies the toll rates on the Southern Connector as set forth on the "Southern Connector Revised Toll Schedule" attached hereto and made a part hereof; and**
- 2) Directs that the License Agreement between Connector 2000 Association and SCDOT dated February 11, 1998 be amended to reflect these changes.**

SOUTHERN CONNECTOR REQUEST FOR MODIFICATION OF TOLL RATES

- Connector 2000 Association ("Association") has requested that SCDOT modify the toll rates on the Southern Connector in order to maximize the amount of toll revenue collected. The requested toll increase will:
 - Increase cash tolls by \$.75 for passenger cars at the mainline plazas in three stages:
 - By \$.25 immediately
 - By an additional \$.25 on January 1, 2012
 - By an additional \$.25 on January 2016
 - Cash tolls on the other vehicle classes are increased commensurately.
 - After 2016, all toll rates increase by \$.25 every 4 years.
 - Tolls at ramps are increased commensurately.
 - The Association's request is based upon an independent "investment grade" traffic and revenue study prepared by Stantec Consulting Services, Inc.
 - Stantec concluded that the modified toll rates might actually reduce traffic, but because the rates are slightly higher, actual collections should increase.
 - SCDOT has an obligation under the License Agreement to maintain toll rates at a rate that will pay the debt service. Unfortunately, this is impossible due to the lack of traffic on the road, but SCDOT wants to show good faith to the bondholders by responding to the request to keep tolls at least at their optimally productive rates.
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Southern Connector
Revised Toll Schedule

Effective	Payment Type	Mainline Toll Plazas						SC 20 and Fork Shoals Ramp Toll Plazas
		2 Axle	3 Axle	4 Axle	5 Axle	6 Axle	All Vehicle Classes	
2006	Cash	\$1.25	\$2.55	\$3.40	\$4.25	\$5.10	\$0.65	
	PalPass	\$1.00	\$2.10	\$2.80	\$3.50	\$4.20	\$0.65	
1/1/2012	Cash	\$1.50	\$3.00	\$4.00	\$5.00	\$6.00	\$0.75	
	PalPass	\$1.35	\$2.55	\$3.40	\$4.25	\$5.10	\$0.75	
1/1/2016	Cash	\$1.75	\$3.60	\$4.80	\$6.00	\$7.20	\$0.85	
	PalPass	\$1.75	\$3.60	\$4.80	\$6.00	\$7.20	\$0.85	
1/1/2020	Cash	\$2.00	\$4.20	\$5.60	\$7.00	\$8.40	\$1.00	
	PalPass	\$2.00	\$4.20	\$5.60	\$7.00	\$8.40	\$1.00	
1/1/2024	Cash	\$2.25	\$4.80	\$6.40	\$8.00	\$9.60	\$1.10	
	PalPass	\$2.25	\$4.80	\$6.40	\$8.00	\$9.60	\$1.10	
1/1/2028	Cash	\$2.50	\$5.25	\$7.25	\$9.00	\$10.75	\$1.20	
	PalPass	\$2.50	\$5.25	\$7.25	\$9.00	\$10.75	\$1.20	
1/1/2032	Cash	\$2.75	\$6.00	\$8.00	\$10.00	\$11.75	\$1.40	
	PalPass	\$2.75	\$6.00	\$8.00	\$10.00	\$11.75	\$1.40	
1/1/2036	Cash	\$3.00	\$6.50	\$8.50	\$10.75	\$12.75	\$1.50	
	PalPass	\$3.00	\$6.50	\$8.50	\$10.75	\$12.75	\$1.50	
1/1/2040	Cash	\$3.25	\$7.00	\$9.25	\$11.50	\$14.00	\$1.60	
	PalPass	\$3.25	\$7.00	\$9.25	\$11.50	\$14.00	\$1.60	
1/1/2044	Cash	\$3.50	\$7.50	\$10.00	\$12.50	\$15.00	\$1.70	
	PalPass	\$3.50	\$7.50	\$10.00	\$12.50	\$15.00	\$1.70	
1/1/2048	Cash	\$3.75	\$8.00	\$10.75	\$13.25	\$16.00	\$1.80	
	PalPass	\$3.75	\$8.00	\$10.75	\$13.25	\$16.00	\$1.80	

Exhibit B

**CONNECTOR 2000 ASSOCIATION, INC.
(A COMPONENT UNIT OF THE STATE OF SC AND THE
SOUTH CAROLINA DEPARTMENT OF TRANSPORTATION)
FINANCIAL STATEMENTS
JUNE 30, 2009**

BRADSHAW, GORDON & CLINKSCALES, LLC
630 E WASHINGTON ST STE B
GREENVILLE 29601
864-233-0590

CONNECTOR 2000 ASSOCIATION, INC.
P. O. BOX 408
PIEDMONT SC 29673

WE HAVE COMPILED THE ACCOMPANYING BALANCE SHEET OF CONNECTOR 2000 ASSOCIATION, INC. (A COMPONENT UNIT OF THE STATE OF SC AND OF THE SOUTH CAROLINA DEPARTMENT OF TRANSPORTATION) AS OF JUNE 30, 2009, AND THE RELATED STATEMENTS OF OPERATIONS AND ACCUMULATED DEFICIT FOR THE ONE MONTH (CURRENT PERIOD AND PRIOR YEAR) AND SIX MONTHS (YEAR-TO-DATE) ENDED JUNE 30, 2009 AND 2008, AND THE ACCOMPANYING SUPPLEMENTARY INFORMATION CONTAINED IN THE SCHEDULES OF REVENUES AND EXPENSES - BUDGETED AND ACTUAL, WHICH ARE PRESENTED ONLY FOR SUPPLEMENTARY ANALYSIS PURPOSES, IN ACCORDANCE WITH STATEMENTS ON STANDARDS FOR ACCOUNTING AND REVIEW SERVICES ISSUED BY THE AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS.

A COMPILATION IS LIMITED TO PRESENTING IN THE FORM OF FINANCIAL STATEMENTS AND SUPPLEMENTARY SCHEDULES INFORMATION THAT IS THE REPRESENTATION OF MANAGEMENT. WE HAVE NOT AUDITED OR REVIEWED THE ACCOMPANYING FINANCIAL STATEMENTS AND SUPPLEMENTARY SCHEDULES AND, ACCORDINGLY, DO NOT EXPRESS AN OPINION OR ANY OTHER FORM OF ASSURANCE ON THEM. HOWEVER, WE DID BECOME AWARE OF DEPARTURES FROM U.S. GENERALLY ACCEPTED ACCOUNTING PRINCIPLES DESCRIBED IN THE FOLLOWING PARAGRAPHS.

THE ASSOCIATION HAS ADOPTED THE PROVISIONS OF GOVERNMENTAL ACCOUNTING STANDARDS BOARD (GASB) STATEMENT NO. 34, BASIC FINANCIAL STATEMENTS - AND MANAGEMENT'S DISCUSSION AND ANALYSIS - FOR STATE AND LOCAL GOVERNMENTS AND STATEMENT NO. 37, BASIC FINANCIAL STATEMENTS - AND MANAGEMENT'S DISCUSSION AND ANALYSIS - FOR STATE AND LOCAL GOVERNMENTS: OMNIBUS, AND STATEMENT NO. 38, CERTAIN FINANCIAL STATEMENT NOTE DISCLOSURES, FOR ANNUAL REPORTING PURPOSES. HOWEVER, CERTAIN DISCLOSURE AND FORMAT REQUIREMENTS OF GASB STATEMENT NOS. 34 AND 37 HAVE NOT BEEN MET IN THE ACCOMPANYING INTERIM FINANCIAL STATEMENTS, INCLUDING THE IDENTIFICATION OF RESTRICTED ASSETS AND LIABILITIES, THE RECLASSIFICATION OF FUND EQUITY (DEFICIT) AS VARIOUS COMPONENTS OF NET ASSETS (DEFICIT), AND THE RECLASSIFICATION OF NET LOSS AS DECREASE IN NET ASSETS. THE EFFECTS OF THESE DEPARTURES FROM U.S. GENERALLY ACCEPTED ACCOUNTING PRINCIPLES HAVE NOT BEEN DETERMINED.

MANAGEMENT HAS ELECTED TO OMIT SUBSTANTIALLY ALL OF THE DISCLOSURES AND THE STATEMENTS OF CASH FLOWS REQUIRED BY ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA. IF THE OMITTED DISCLOSURES AND STATEMENTS OF CASH FLOWS WERE INCLUDED IN THE FINANCIAL STATEMENTS, THEY MIGHT INFLUENCE THE USER'S CONCLUSIONS ABOUT THE COMPANY'S FINANCIAL POSITION, RESULTS OF OPERATIONS, AND CASH FLOWS. ACCORDINGLY, THESE FINANCIAL STATEMENTS ARE NOT DESIGNED FOR THOSE WHO ARE NOT INFORMED ABOUT SUCH MATTERS.

CONNECTOR 2000 ASSOCIATION, INC. IS A NONPROFIT QUASI-GOVERNMENTAL ENTITY THAT IS ACCOUNTED FOR AS AN ENTERPRISE FUND.

WE ARE NOT INDEPENDENT WITH RESPECT TO CONNECTOR 2000 ASSOCIATION, INC.

Bradshaw, Gordon & Clinkscales, LLC

AUGUST 4, 2009

CONNECTOR 2000 ASSOCIATION, INC.
(A COMPONENT UNIT OF THE STATE OF SC AND THE
SOUTH CAROLINA DEPARTMENT OF TRANSPORTATION)
BALANCE SHEET
JUNE 30, 2009

CASH AND INVESTMENTS

Petty cash	\$	200.00
Service Center change fund		200.00
East plaza change fund		3,000.00
West plaza change fund		3,000.00
MCR "test" fund		200.00
Revenue DDA account-Palmetto Bank		23,842.32
Senior Debt Service Reserve Fund		5,252,211.39
Escrow Account Palmetto Bank		228,391.16
Revenue Trust Fund		238,746.94
Palmetto Bank Money Market		267,542.45
Palmetto Bank Operating		73,746.24
Subordinate Debt Service Reserve Fund		52.10
Senior Bonds Debt Service Fund		791,173.60
Certificates of Deposit		229,685.93
Less: Potential Excess Collateral Liability		<u>(1,153,830.59)</u>

TOTAL INVESTMENTS 5,958,161.54

OTHER CURRENT ASSETS

Prepaid insurance	49,658.91
Net prepaid health insurance	14,308.08
Equipment Inventory	<u>96,869.47</u>

TOTAL OTHER CURRENT ASSETS 160,836.46

INTEREST IN LICENSE AGREEMENT

W/SCDOT, AS EVIDENCED BY:

Road construction costs	171,199,029.87
Other Construction Costs	21,287,795.72
Equipment	87,874.53
Transponders	511,108.06
Toll equipment	38,656.50
Vehicles	141,779.00
Beg. Bal. Accumulated Deprec.	(549,966.45)
Accumulated depreciation - Equipment	(31,387.16)
Accumulated amort. - Road & Other const. costs	<u>(42,838,429.45)</u>

TOTAL CONSTRUCTION 149,846,460.62

CONNECTOR 2000 ASSOCIATION, INC.
(A COMPONENT UNIT OF THE STATE OF SC AND THE
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BALANCE SHEET
JUNE 30, 2009

OTHER ASSETS	
Bond issuance costs (pre 2/98)	2,358,129.91
Series A underwriters discount	947,298.00
Series B underwriters discount	1,263,064.00
Series C underwriters discount	660,238.00
Accumulated Amortization	<u>(1,587,145.00)</u>
TOTAL OTHER ASSETS	<u>3,641,584.91</u>
TOTAL ASSETS	<u><u>\$ 159,607,043.53</u></u>

SEE ACCOUNTANTS' COMPILATION REPORT

CONNECTOR 2000 ASSOCIATION, INC.
(A COMPONENT UNIT OF THE STATE OF SC AND THE
SOUTH CAROLINA DEPARTMENT OF TRANSPORTATION)
BALANCE SHEET
JUNE 30, 2009

LIABILITIES & DEFICIT

ACCRUED INTEREST

Current Interest Payable - Series A/25 yr	\$	514,500.00
Current Interest Payable - Series A/40 yr		1,204,004.00

TOTAL ACCRUED INTEREST 1,718,504.00

Accounts payable - trade		47,962.57
Garnishments Withheld		(547.46)
Accrued payroll taxes		3,870.16
Accrued payroll		51,435.67
Accrued requisitions - administrative		67,822.52
Accrued Trustee Fees		11,403.66
Prepaid Tolls Deposit liability		213,512.69
Transponder Deposit liability		15,320.00
Sr. Cap Bonds Payable		3,400,000.00
Sub. Cap. Bonds Payable		2,900,000.00
Sr. current interest Bonds Payable		1,000,000.00

TOTAL CURRENT LIABILITIES 9,429,283.81

BONDS PAYABLE

Senior current interest series 1998A		64,400,000.00
Sr. Cap. Apprec. Series 1998B through 2/01		98,159,309.85
Sr. Cap. Apprec. accretions-ser 1998B after 2/01		62,621,687.65
Sub. Cap. Apprec. series 1998C through 2/01		50,921,221.45
Sub. Cap. Apprec. accretions-ser 1998C after 2/01		37,251,645.58
Series A bonds OID		(2,693,952.00)
Accum. OID amort. through 2/01		247,530.00
Accum. OID amort. after 2/01		669,000.00
Less: Current Portion		(7,300,000.00)

TOTAL BONDS PAYABLE 304,276,442.53

OTHER LIABILITIES

SCDOT Accrued Interest Payable-License Fee		826,606.22
SCDOT Accrued Interest Payable-Maintenance Fee		128,674.36
SCDOT deferred maintenance		734,598.81
SCDOT deferred license fee payable		6,750,000.00

TOTAL LIABILITIES 322,145,605.73

FUND EQUITY (DEFICIT):

ACCUMULATED DEFICIT		(162,538,562.20)
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TOTAL DEFICIT (162,538,562.20)

\$ 159,607,043.53

SEE ACCOUNTANTS' COMPILATION REPORT

CONNECTOR 2000 ASSOCIATION, INC.
(A COMPONENT UNIT OF THE STATE OF SC AND THE
SOUTH CAROLINA DEPARTMENT OF TRANSPORTATION)
BALANCE SHEET SCHEDULE
JUNE 30, 2009

OTHER CONSTRUCTION COSTS

Toll road management consultant fees	\$ 289,521.00
Trustee fees - other construction costs	73,830.99
Accounting fees - other construction costs	142,295.62
Misc. expense - other construction costs	8,397.66
Marketing expense -other construction costs	708,189.49
Engineering fee - other construction costs	1,298,568.64
Legal fees - other construction costs	1,321,018.17
Capitalized interest expense	16,958,256.50
Systems installation and implementation	438,353.52
Capitalized insurance costs	7,700.57
Executive director services	41,663.56
Other Construction costs	<u>0.00</u>
TOTAL OTHER CONSTRUCTION COSTS	<u>\$ 21,287,795.72</u>

CONNECTOR 2000 ASSOCIATION, INC.
(A COMPONENT UNIT OF THE STATE OF SC AND THE
SOUTH CAROLINA DEPARTMENT OF TRANSPORTATION)
JUNE 30, 2009

CERTIFICATES OF DEPOSIT

Certificate of Deposit - Greenville First #4	\$	0.00
Certificate of Deposit - Greenville First #7		0.00
Certificate of Deposit - SCBT #1821		0.00
Certificate of Deposit - SCBT #5265		59,695.94
Certificate of Deposit - SCBT #680		0.00
Certificate of Deposit-Cornerstone #6315		0.00
Certificate of Deposit-Cornerstone #6316		0.00
CD in transit		0.00
Certificate of Deposit-SCBT # 2346		0.00
Certificate of Deposit-SCBT # 7710		0.00
Certificate of Deposit-SCBT # 612		46,534.44
Certificate of Deposit-SCBT # 420		123,455.55
Certificate of Deposit - Grand South Bank - #4029		0.00
		<hr/>
TOTAL CERTIFICATES OF DEPOSIT	\$	<u>229,685.93</u>

SEE ACCOUNTANTS' COMPILATION REPORT

CONNECTOR 2000 ASSOCIATION, INC.
(A COMPONENT UNIT OF THE STATE OF SC AND THE
SOUTH CAROLINA DEPARTMENT OF TRANSPORTATION)
STATEMENTS OF OPERATIONS AND ACCUMULATED DEFICIT
FOR THE ONE MONTH AND YEAR-TO-DATE PERIODS
ENDED JUNE 30, 2009 AND 2008

	JUNE <u>2009</u>	JUNE <u>2008</u>	YEAR TO DATE <u>2009</u>	YEAR TO DATE <u>2008</u>
REVENUE				
Toll revenue	\$ 442,912.13	\$ 445,223.52	\$ 2,509,133.87	\$ 2,612,147.90
Report fee revenue	81.00	0.00	468.00	140.00
Miscellaneous revenue	<u>0.00</u>	<u>0.00</u>	<u>943.03</u>	<u>0.00</u>
TOTAL REVENUE	442,993.13	445,223.52	2,510,544.90	2,612,287.90
EXPENSES				
OPERATING EXPENSES				
Salaries	98,455.30	91,394.73	554,379.85	540,609.07
Advertising	0.00	0.00	0.00	3,794.00
Marketing expense	2,520.00	2,520.00	15,512.56	28,017.68
Auto expense	864.34	1,996.47	4,628.02	8,746.89
Bank charges	0.00	0.00	0.00	56.99
Contract labor	0.00	2,403.20	0.00	4,136.60
Credit card discount expense	4,608.21	4,452.47	26,169.63	25,349.35
Contract services	1,245.10	379.70	16,522.77	30,771.15
Consulting expense & Rate study	0.00	206.25	91,539.21	15,790.00
Consulting Expense - Business & Toll	0.00	0.00	60.00	340.00
Debt Restructuring Fees	55,965.00	29,372.00	174,872.16	120,923.00
Default Bank Fee	30,953.05	0.00	51,660.55	19,663.75
Dues and subscriptions	0.00	0.00	550.00	5,552.00
Employee benefits	0.00	0.00	496.42	75.00
Entertainment & business meals	115.54	0.00	278.61	1,022.14
Equipment rental	34.78	0.00	323.28	0.00
Equipment expense	0.00	0.00	0.00	140.61
Equipment maintenance contracts	26,367.77	25,729.53	161,578.24	180,167.01
Fees	0.00	37.33	1,385.00	1,346.10
Financial advisory service	1,618.75	6,910.75	17,565.50	37,859.81
Gifts	0.00	0.00	50.00	3,507.00
Insurance - general	6,712.75	6,444.92	40,392.15	41,406.56
Insurance - specialized insurance	2,856.92	1,563.92	12,636.16	10,279.84
Insurance - health, ltd, life	16,534.65	14,901.31	92,436.58	88,076.68
Insurance - workers comp	2,396.50	2,268.83	13,365.94	13,868.49
Investment Advice	0.00	0.00	10,286.38	0.00
Legal & accounting	7,718.77	18,291.94	90,791.20	103,734.92
Trustee Legal Fees	(10,000.00)	4,305.50	91,552.45	47,378.82
Miscellaneous expense	0.00	(5.47)	10.00	(19.01)
Moving expense	0.00	0.00	1,000.00	0.00
Office supplies & expense	3,573.78	2,712.34	12,885.41	10,084.77
Payroll services fee	364.85	324.22	2,420.39	2,346.71
Payroll taxes	7,420.88	6,617.82	43,388.44	43,210.14
401k Match	1,340.08	1,726.03	8,668.32	12,069.34
Promotional	0.00	0.00	0.00	383.15
Repairs and maintenance - Equipment	1,460.40	385.18	(11,099.80)	17,368.69
Repairs and maintenance - Building	801.38	47.48	6,371.80	4,488.06
Supplies	0.00	0.00	982.72	1,093.30
Taxes & licenses	0.00	0.00	2,047.37	2,316.31
Telephone	2,386.80	3,730.86	12,678.18	15,292.06

CONNECTOR 2000 ASSOCIATION, INC.
(A COMPONENT UNIT OF THE STATE OF SC AND THE
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STATEMENTS OF OPERATIONS AND ACCUMULATED DEFICIT
FOR THE ONE MONTH AND YEAR-TO-DATE PERIODS
ENDED JUNE 30, 2009 AND 2008

	<u>JUNE</u> <u>2009</u>	<u>JUNE</u> <u>2008</u>	<u>YEAR TO DATE</u> <u>2009</u>	<u>YEAR TO DATE</u> <u>2008</u>
Travel & lodging	308.93	0.00	708.42	0.00
Trustee fees - Wachovia	1,900.61	1,988.14	11,403.66	11,928.84
Utilities	6,817.90	6,100.33	41,380.57	45,208.47
Volume discounts	420.34	526.16	3,232.74	766.46
TOTAL OPERATING EXPENSES	<u>275,763.38</u>	<u>237,331.94</u>	<u>1,605,110.88</u>	<u>1,499,150.75</u>
REGULAR OPERATING INCOME(LOSS)	<u>167,229.75</u>	<u>207,891.58</u>	<u>905,434.02</u>	<u>1,113,137.15</u>
OTHER OPERATING COSTS:				
ROAD CONSTRUCTION COSTS				
OPERATING INC(LOSS) BEFORE DEPR. & AMORT.	<u>167,229.75</u>	<u>207,891.58</u>	<u>905,434.02</u>	<u>1,113,137.15</u>
OTHER INCOME\EXPENSE:				
INTEREST INCOME				
Interest income	20,367.70	53,417.08	141,993.42	325,184.44
TOTAL INTEREST INCOME	<u>20,367.70</u>	<u>53,417.08</u>	<u>141,993.42</u>	<u>325,184.44</u>
INTEREST EXPENSE				
Interest expense - series A	286,417.00	290,354.50	1,718,502.00	1,742,123.00
Interest expense - series B&C	1,197,462.80	1,155,498.01	7,184,776.80	6,932,988.06
Amortized series A OID	6,690.00	6,690.00	40,140.00	40,140.00
Interest Expense	0.00	0.00	0.00	0.00
TOTAL INTEREST EXPENSE	<u>1,490,569.80</u>	<u>1,452,542.51</u>	<u>8,943,418.80</u>	<u>8,715,251.06</u>
NET INTEREST EXPENSE	<u>(1,470,202.10)</u>	<u>(1,399,125.43)</u>	<u>(8,801,425.38)</u>	<u>(8,390,066.62)</u>
SCDOT Maintenance Costs	8,455.36	9,684.71	50,732.16	58,108.26
SCDOT License Fees	125,000.00	125,000.00	750,000.00	750,000.00
SCDOT Interest Expense	34,579.71	26,288.91	207,478.26	157,733.46
NET LOSS BEFORE DEPR./AMORT.	<u>(1,471,007.42)</u>	<u>(1,352,207.47)</u>	<u>(8,904,201.78)</u>	<u>(8,242,771.19)</u>
DEPRECIATION & AMORTIZATION				
Amortization of road cost	436,957.09	436,957.09	2,412,670.46	2,621,205.44
Amortized bond issuance costs	5,225.00	5,225.00	31,350.00	31,350.00
Amortized underwriters fees	6,360.00	6,360.00	38,160.00	38,160.00
Depreciation	5,258.66	3,620.24	31,387.16	22,200.64
TOTAL DEPRECIATION & AMORTIZATI	<u>453,800.75</u>	<u>452,162.33</u>	<u>2,513,567.62</u>	<u>2,712,916.08</u>
NET LOSS	(1,924,808.17)	(1,804,369.80)	(11,417,769.40)	(10,955,687.27)
ACCUMULATED DEFICIT, BEG OF PERIOD	<u>(160,613,754.03)</u>	<u>(138,115,929.75)</u>	<u>(151,120,792.80)</u>	<u>(128,964,612.28)</u>
ACCUMULATED DEFICIT, END OF PERIOD	<u>\$ (162,538,562.20)</u>	<u>\$139,920,299.55)</u>	<u>\$ (162,538,562.20)</u>	<u>\$139,920,299.55)</u>