

**2003 Capital Expenditure Status Report**

**Q. Explain why there is an unexpended to date \$748,000 carry-over from the 2002 budget for the purchase of vehicles (representing some 34% of the total project cost of \$2,200,000).**

**A.** The unexpended amount is due to unforeseen delays in the Manufacturer's production schedule. As of July 31, 2003 approximately \$507,000 was expended. The remainder of the carryover will be expended by the end of October 2003.