

BERKSHIRE ON THE OCEAN
Replacement Reserve Budget
For the Year: January 1 - December 31, 2018

| | Estimated Useful Life | Estimated Replacement Cost | Estimated Average Remaining Life | 2017 Estimated Funds Existing | 2018 Funding Calculation |
|---------------------------|--------------------------|-------------------------------|----------------------------------------|-------------------------------------|-----------------------------|
| THE CALCULATIONS | | | | | |
| A/C & Hot Water Heaters | 12.1 | 87,700 | 7.0 | 37,701 | 7,143 |
| Doors & Windows | 30.5 | 113,700 | 6.0 | 47,868 | 10,972 |
| Fence & Railing | 29.6 | 22,000 | 3.0 | 19,518 | 827 |
| Hskp & Guest Laundry | 11.8 | 9,850 | 3.0 | 4,424 | 1,809 |
| Office | 17.3 | 24,500 | 5.0 | 20,152 | 870 |
| Outdoor Furniture | 8.6 | 38,260 | 3.0 | 9,346 | 9,638 |
| Painting | 7.7 | 40,350 | 4.0 | 22,680 | 4,418 |
| Pavement | 20.5 | 54,500 | 7.0 | 20,596 | 4,843 |
| Pool & Equipment | 20.1 | 32,500 | 9.0 | 4,197 | 3,145 |
| Roofing | 24.7 | 144,800 | 2.0 | 110,525 | 17,138 |
| Structures | 12.6 | 29,750 | 2.0 | 10,347 | 9,702 |
| Unit Furnishings | 21.2 | 580,508 | 11.0 | 134,000 | 40,592 |
| Hurricane Ins. Deductible | 20.0 | 90,000 | 8.0 | 44,319 | 5,710 |
| RESERVE FUNDING | | <u>1,268,418</u> | | <u>485,673</u> | <u>116,805</u> |