



## Cost Report of Production Expenditures



April 30, 2013 to July 10, 2013



[REDACTED]  
Cost Report of Production Expenditures  
[REDACTED]  
April 30, 2013 to July 10, 2013

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[REDACTED]  
[REDACTED]  
[REDACTED]  
[REDACTED]  
[REDACTED]

INDEPENDENT AUDITORS' REPORT

[REDACTED]  
[REDACTED]  
[REDACTED]

We have audited the accompany cost report of production expenditures of [REDACTED] for the period April 30, 2013 to July 10, 2013, of the "[REDACTED]" production. The cost report of production expenditures is the responsibility of [REDACTED] management. Our responsibility is to express an opinion on this cost report of production expenditures based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the cost of report production expenditures is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the cost report of production expenditures. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall cost report of production expenditures presentation. We believe our audit provides a reasonable basis for our opinion.

The accompanying cost report of production expenditures was prepared for the purpose of complying with the rules and regulations of the Colorado Economic Development Commission and the Colorado Office of Film, Television & Media and is not intended to be a complete presentation of production expenditures for this project.

In our opinion, the cost report of production expenditures referred to above presents fairly, in all material aspects, the results of operation in Colorado of [REDACTED], for the period of April 30, 2013 through July 10, 2013, of the "[REDACTED]" production, in conformity with accounting and reporting requirements of Colorado Statute 24-48.5-116.

The report is intended solely for the information and use of the management of [REDACTED] Production, LLC and for filing with the office of Colorado Office of Film, Television & Media and should not be used for any other purpose.

[REDACTED]  
COST REPORT OF PRODUCTION EXPENDITURES

[REDACTED]  
April 30, 2013 to July 10, 2013

	(unaudited)		
	Non-Colorado	Colorado	Total
Story & Rights	\$ 1,442	\$ 46,733	\$ 48,175
Producer	\$ 67	\$ 45,680	\$ 45,747
Direction	\$ 177	\$ 1,576	\$ 1,753
Production Team	\$ 10,750	\$ 7,211	\$ 17,961
Cast	\$ 3,467	\$ 177,454	\$ 180,921
Travel	\$ 770	\$ 118,637	\$ 119,407
Fringe	\$ 6,855	\$ 42,736	\$ 49,591
Talent	-	\$ 3,435	\$ 3,435
Crew and Equipment	\$ 175,509	\$ 572,239	\$ 747,748
Set Design & Construction	\$ 35,724	\$ 146,595	\$ 182,320
Location & Equipment Expense	\$ 8,298	\$ 133,626	\$ 141,923
Vehicles & Tools	\$ 57,648	\$ 129,672	\$ 187,320
Fringes/Payroll Contributions	\$ 11,646	\$ 59,472	\$ 71,118
Production Crew Travel	\$ 3,809	\$ 100,684	\$ 104,494
Post Production	\$ 17,015	\$ 14,043	\$ 31,058
Insurance	\$ 19,401	\$ 7,000	\$ 26,401
<b>TOTAL PRODUCTION COSTS</b>	<b>\$ 352,578</b>	<b>\$ 1,606,793</b>	<b>\$ 1,959,371</b>

[REDACTED]  
COST REPORT OF PRODUCTION EXPENDITURES  
[REDACTED]  
April 30, 2013 to July 10, 2013

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## NOTE 1 – Introduction

This cost report of production expenditures represents the production costs attributable to the “**██████████**” produced by **██████████**, LLC during the period April 30, 2013 through July 10, 2013. **██████████**

## NOTE 2 – Total Colorado Expenditures – above the line and below the line.

The production costs presented in this cost report include the following Colorado expenditures. Non-Colorado numbers were prepared by **██████████** for informational purposes only – they are unaudited.

	<b>(unaudited)</b>		
<b>ABOVE THE LINE PRODUCTION COSTS</b>	<b>Non-Colorado</b>	<b>Colorado</b>	<b>Total</b>
Story & Rights	\$ 1,442	\$ 46,733	\$ 48,175
Producer	\$ 67	\$ 45,680	\$ 45,747
Direction	\$ 177	\$ 1,576	\$ 1,753
Production Team	\$ 10,750	\$ 7,211	\$ 17,961
Cast	\$ 3,467	\$ 177,454	\$ 180,921
Travel	\$ 770	\$ 118,637	\$ 119,407
Fringe	\$ 6,855	\$ 42,736	\$ 49,591
Talent	\$ -	\$ 3,435	\$ 3,435
Total Above the Line Production Costs	\$ 23,528	\$ 443,463	\$ 466,991
<b>BELOW THE LINE PRODUCTION COSTS</b>			
Crew and Equipment	\$ 175,509	\$ 572,239	\$ 747,748
Set Design & Construction	\$ 35,724	\$ 146,595	\$ 182,320
Location & Equipment Expense	\$ 8,298	\$ 133,626	\$ 141,923
Vehicles & Tools	\$ 57,648	\$ 129,672	\$ 187,320
Fringes/Payroll Contributions	\$ 11,646	\$ 59,472	\$ 71,118
Production Crew Travel	\$ 3,809	\$ 100,684	\$ 104,494
Total Below the Line Production Costs	\$ 292,635	\$ 1,142,288	\$ 1,434,922
<b>POST PRODUCTION COSTS</b>			
Post Production	\$ 17,015	\$ 14,043	\$ 31,058
Total Post Production Costs	\$ 17,015	\$ 14,043	\$ 31,058
<b>OTHER CHARGES</b>			
Insurance	\$ 19,401	\$ -	\$ 19,401
Audit fee		\$ 7,000	\$ 7,000
Total Other Charges	\$ 19,401	\$ 7,000	\$ 26,401
<b>TOTAL PRODUCTION COSTS</b>	<b>\$ 352,578</b>	<b>\$ 1,606,793*</b>	<b>\$ 1,959,371</b>

*\*Total Colorado expenditures, including payroll totals \$1,606,793. It is our opinion that **██████████**, LLC meets the requirements for the rebate program and is entitled to 20% of the Colorado expenditures Colorado Office of Film, Television & Media rebate amount of \$321,359.*

### Note 3 - Statement of Colorado Expenditures

The following production costs include Colorado expenditures for the period of April 30, 2013 through July 10, 2013. Non-Colorado and budgeted numbers were prepared by [REDACTED] for informational purposes only – they are unaudited.

#### Total Payroll Cost:

Non-Colorado Payroll	\$	-
Total Eligible Colorado Payroll	\$	647,140

#### Total Vendor Spend:

Non-Colorado Vendor Expenses	\$	243,791
Total Eligible Colorado Vendor Expenses	\$	487,697

#### Total Pre-Production Spend:

Non-Colorado Pre-Production Expenses	\$	15,689
Total Eligible Colorado Pre-Production Expenses	\$	80,547

#### Total Production Spend:

Non-Colorado Production Expenses	\$	39,874
Total Eligible Colorado Production Expenses	\$	1,606,793

#### Total Post Production Spend:

Non-Colorado Post-Production Expenses	\$	17,015
Total Eligible Colorado Post-Production Expenses	\$	14,043

#### Total Budget:

Non-Colorado Budgeted Expenses	\$	352,578
Total Eligible Colorado Budgeted Expenses	\$	1,599,795

### Note 4 - Colorado Production Workforce

The following report includes Colorado workforce for the period April 30, 2013 through July 10, 2013.

*\*Meets the 50% Minimum Colorado resident/employee threshold.*

Total Number of Crew	121
Number of Colorado Crew	89
Colorado % of Total Crew*	74%
Total Number of Cast	150
Number of Colorado Cast	128
Colorado % of Total Cast*	85%