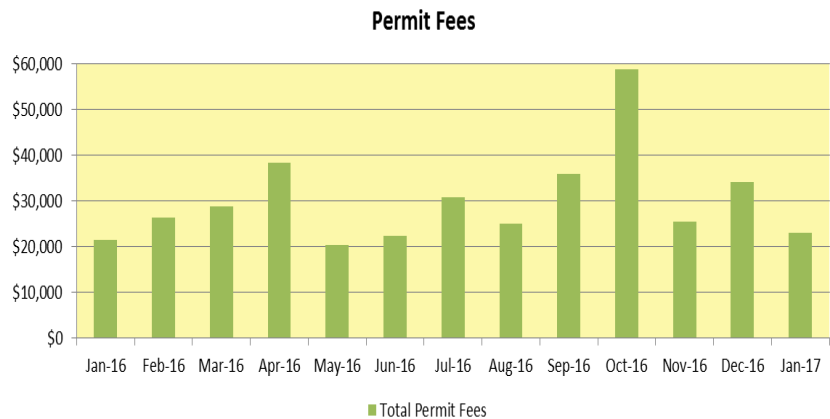


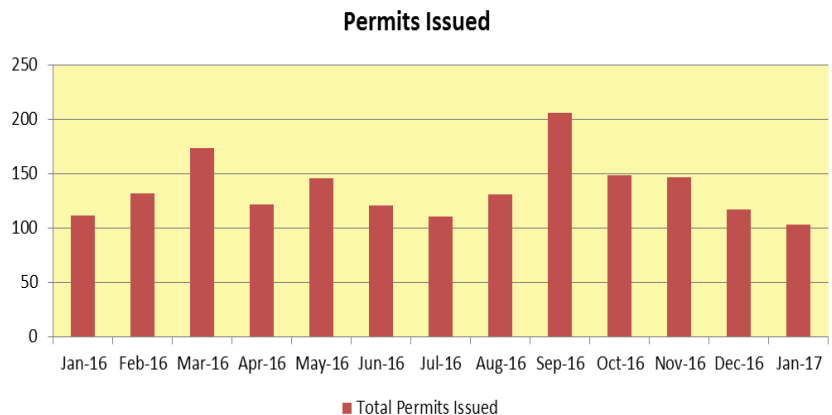
Building Permits fees are an indicator of how the local economy is doing and they tend to be stronger during the spring and summer months as that is the best weather to perform work on your home.

Building permit revenue remains strong but we have seen a drop off from the same time period last year. This can be explained by the two large commercial projects that we issued permits for last year and we anticipate two additional commercial projects in the second half of FY17



The economy remains strong and we have issued over 340 building permits in the first half of FY17. This number is down from the same time period last year and we will continue to monitor as the year progresses.

The number of building permits that we have issued has slowed down from last year but still remains brisk as we have over \$100 million dollars of construction work being completed. Several large projects are expected over the next six months which will continue the brisk pace.



Total inspections continue to remain strong as we have two large residential projects (over 200 units) being constructed. The office is also busy with the safety inspections that are required annually of our restaurants and places of assembly.

The trend for inspections from all of our disciplines is on the rise as we issue permits for larger residential projects. We also continue to get requests for more inspections/site visits with homeowners and contractors as properties are redeveloped.

