



Memorandum

To: HEDRA Board members
From: Ashley Parker – Senior Accountant
Date: 12/17/2018
Item: 2018 3rd Quarter HEDRA Financial Report

Council Action Requested: Review and approve the attached financial report.

Background Information: The 3rd quarter financial report is a quarterly update of 2018 activity through September 30, 2018. Consistent with past practice, some numbers in the report are adjusted to take into consideration the effects of year-end accruals and year-to-year allocation differences.

Financial Impact: N/A

Advisory Commission Discussion: N/A

Council Committee Discussion: N/A

Attachments:

- 2018 3rd Quarter Financials



2018 3rd Quarter HEDRA Financial Update

HRA Redevelopment & Economic Development

Our HRA Redevelopment revenues are tracking at around 60% which is expected. We are 75% through the year, but our primary revenue source (tax dollars) has only been partially received. As of early December, we received \$119,308.18. We are still waiting for the final tax payment to be sent in mid-January.

- Our investments are performing better than anticipated in 2018.
- We received grant revenue in early 2018 that is associated with grant expense in 2017. This explains the large variance in grant revenue and expense.

Our Economic Development revenues are much lower than expenses. Rental income was received in October and November totaling \$15,948. The large transfer into this fund typically happens at the end of the year. The fourth quarter financials will reflect these revenue earnings.

	PRIOR YEAR TO DATE 9/30/2017	CURRENT YEAR TO DATE 9/30/2018	VARIANCE FROM 2017	CURRENT BUDGET 2018	PERCENTAGE OF BUDGET YTD 2018
HRA Redevelopment & Economic Development					
<u>REVENUE SUMMARY</u>					
LEVY/TAX	162,693	173,259	10,567	322,808	54%
INVESTMENT INCOME	10,185	16,976	6,791	24,000	71%
RENTAL INCOME	10,783	0	-10,783	20,000	0%
GRANTS	263,912	283,703	19,790	450,000	63%
LOAN REPAYMENT	4,735	19,625	14,890	31,000	63%
CHARGES FOR SERVICES	2,775	1,519	-1,256	3,300	0%
MISCELLANEOUS	14,870	21,678	6,807	0	0%
TRANSFERS	0	0	0	333,697	0%
TOTAL REVENUES	469,954	516,760	46,807	1,184,805	44%

2018 3rd Quarter Financial Update

Total HRA Redevelopment expenses are tracking lower than 2017, which is expected since there is less expense in 2018 with the Hudson project being mostly completed in 2017. Other Services and Charges are higher in 2018, due to the heat expense for the Hudson Building at the beginning of the year. Economic Development has Commercial Loan expense budgeted for \$200,000, but as of the third quarter, there have not been any loan applications processed.

	PRIOR YEAR TO DATE 9/30/2017	CURRENT YEAR TO DATE 9/30/2018	VARIANCE FROM 2017	CURRENT BUDGET 2018	PERCENTAGE OF BUDGET YTD 2018
PERSONNEL EXPENSES	144,513	139,634	-4,878	211,465	66%
OTHER SERVICES & CHARGES	85,463	135,394	49,931	157,420	86%
GRANTS	588,456	19,667	-568,789	450,000	4%
LOANS	18,930	88,844	69,914	320,000	28%
MISCELLANEOUS	455	318	-138	500	64%
TRANSFERS	8,167	0	-8,167	345,823	0%
TOTAL EXPENDITURES	845,984	383,857	-462,127	1,485,208	26%
REVENUES OVER/(UNDER)EXPEDITURES	-376,030	132,903	508,933	-300,403	