

Ann Arbor Housing Commission

Financial Statement Highlights For the Period Ending August 31, 2018

Below is a summary of the financial activity for AAHC for the second month of FY19, ending August 31, 2018.

CONSOLIDATED RESULTS	<u>YTD Actual</u>	<u>YTD Budget</u>	<u>YTD Variance</u>
Total Revenue	2,599,045	2,509,216	89,829
Total Expenses	2,648,055	2,507,160	(140,895)
Total Net Income	<u>(49,010)</u>	<u>2,056</u>	<u>(51,066)</u>

Notable Variances:

- Revenue overall is higher than budgeted which is mainly the result of the **Continuum of Care** program revenue being over budget. The funding of the **Continuum of Care** program is largely pass-through funding which means that the expenses for the program are also higher than budget.
- Total **Administrative Expenses** are below budget due to lower administrative salaries - which are lower due to year-end accruals & 2 vacancies
- Total **Housing Assistance Payments** are higher than budgeted for Continuum of Care due to delayed grant execution by HUD & retroactive payment

Net Operating Income

- * **Net loss overall** is higher than budgeted and is primarily from **Section 8**. The revenue for the program was lower than the Housing Assistance as well as administrative fee payments received from HUD.