

AAHC - Business Affiliates

Financial Statement Highlights For the Period Ending December 31, 2019

Below is a summary of the financial activity for AAHC's Business Affiliates for the first half of the FY20 fiscal year ending December 31, 2019.

CONSOLIDATED RESULTS	<u>YTD Actual</u>	<u>YTD Budget</u>	<u>YTD Variance</u>
Total Revenue	242,626	248,640	(6,014)
Total Expenses	276,483	255,567	(20,916)
Total Net Income	<u>(33,857)</u>	<u>(6,927)</u>	<u>(26,930)</u>

AAHDC - Total Cash & Investments: **\$1,703,616**

AAHDC - Unrestricted Cash: **\$36,095**

Colonial Oaks - Replacement Reserve Balance: **\$74,078**

Colonial Oaks - Operating Reserve Balance: **\$31,031**

Notable Revenue Variances:

- Revenue for **AAHDC** is in line with budget, however, **Colonial Oaks** revenue is below budget. Colonial Oaks had 8 vacant units at Broadway that were under renovation for a year. As of December, the renovations have been completed and tenants have moved in.

Notable Expense Variances:

- Total **Administrative Expenses** are higher than budgeted - mainly due to higher property management salary allocations.
- **Utilities** are lower than budget and include some estimates for the newly added Colonial Oaks properties, Broadway, Oakwood, W. Washington due to some unresolved billing issues with DTE.
- **Maintenance Expenses** are just slightly higher than budget.
- **General Expenses** are higher than budgeted - mainly due the final payment for affiliate support paid by AAHDC for much needed repairs at the Oakwood property as well as higher than budgeted insurance expenses for Colonial Oaks.
- **Non-Operating Expenses** were unbudgeted and represent about \$8,000 in expenses related to the fire at the property on Pennsylvania. The deductible is \$10,000 so these costs will not be re-couped by insurance.