

Ann Arbor Housing Commission

Financial Statement Highlights For the Period Ending September 30, 2017

CONSOLIDATED RESULTS	<u>YTD Actual</u>	<u>YTD Budget</u>	<u>YTD Variance</u>
Total Revenue	3,998,569	4,341,454	(342,885)
Total Expenses	3,930,471	4,324,966	394,495
Total Net Income	<u>68,098</u>	<u>16,488</u>	<u>51,610</u>

Notable Variances:

- First quarter of new fiscal year 2018.
- Lower revenues and expenses are largely attributable to the **Continuum of Care** program, the funding of which is mostly pass-through funding. The grantees have simply spent less than budgeted resulting in the lower revenue and expenses for this program. We anticipate that the spending will be ramped up over the next couple of months. Section 8 revenue is also lower than budgeted due to reduced funding from HUD and the AAHC's shortfall status.
- Salary/contract employee salary expenses (including benefits) overall remain lower than budget. Two budgeted positions in Section 8 program are currently vacant as is one maintenance position.
- The sale of Evelyn Court is reflected in **Central Office** and is considered a non-operating expense.

Net Operating Income

- * **Net gain overall** is primarily from **Central Office** (which includes the non-operating gain from the sale of Evelyn Court) and the Section 8 Program (HAP). Administrative operating income reflects an overall loss of (\$39,378).