

Treasurer's Report

To: **Downtown Development Authority Board of Directors**

From: **Paul Hanebuth**

Date: **9/8/2020**

Re: **August 2020 Financial Reports**

Rental revenue for August reflects only Edwin Jarvis rent because Finders Keepers' rent for August was prepaid and accrued at the time of payment. Earnings from the Georgia Fund 1 investment account have been severely depressed due to historically low interest rates, amounting to less than \$1500 during August on a balance of nearly \$8.8M. Significant expenses during the month included legal services related to the building sale and bond closings (\$8,298), the initiation of the Son & Sons contract approved at the last board meeting (\$5,000), and the final interest payment on the Piedmont bond (\$4,446).

DJJ accounts are no longer presented as part of this report since all cash equity has been transferred to the primary DDA accounts and the building asset has been disposed of. The only activity in any DJJ account during August was the transfer of the final \$0.79 in interest earnings.

Cash balances have changed significantly during the past several weeks as the board's direction to withdraw funds from the investment account to pay off the Piedmont bond and fund the parking lot project were executed. Cash balances as of 7/14, 7/31, and 8/31/20:

<i>Account</i>	<i>Balance, 07/14/20</i>	<i>Balance, 07/31/20</i>	<i>Balance, 08/31/20</i>
Primary Operating	\$79,075.38	\$758,903.39	\$714,757.21
DJJ Operating	\$38,569.00	\$0.79	\$0.00
Piedmont Debt Service	\$191,781.58	\$1,450,158.44	\$0.00
DJJ Capital Reserve	\$0.00	\$0.00	\$0.00
Georgia Fund 1 Investment	<u>\$10,786,190.46</u>	<u>\$8,787,744.91</u>	<u>\$8,788,838.75</u>
Total Cash	\$11,095,616.42	\$10,996,807.53	\$9,503,595.96

Tentative financial statements follow; please note that these are unaudited and are presented here merely to keep management – the DDA Board of Directors – apprised of the general financial health of the organization.

Downtown Development Authority Primary Operating Account

Income Statement

For the Eight Months Ending August 31, 2020

		Current Month	Year to Date
<i>Revenues</i>			
5-405-100	Rent Revenue	\$ 1,404.00	\$ 66,476.22
5-461-000	Interest Earned	1,498.51	18,017.46
5-465-000	Miscellaneous Revenue	0.00	0.00
5-470-000	Administrative Fee	0.00	50,000.00
5-497-045	Transfer from DJJ Account	0.79	8,248,038.52
	Total Revenues and Transfers	2,903.30	8,382,532.20
<i>Expenses</i>			
5-500-5730	CPP grant funding	0.00	6,000.00
5-506-000	Property Expenses	0.00	14,650.27
5-506-132	Legal Services	8,298.00	46,587.00
5-506-133	Auditing fees	0.00	0.00
5-506-134	Professional Services	5,373.18	94,822.04
5-506-136	Earnest Money	0.00	0.00
5-506-210	Printing and Publishing	0.00	159.98
5-506-230	Training and Education	0.00	0.00
5-506-240	Advertising	0.00	0.00
5-506-380	Meeting Expenses	0.00	0.00
5-506-430	Dues and Fees	0.00	395.00
5-510-516	Co-Work	99.00	792.00
5-510-525	Wine Walk	0.00	0.00
5-550-500	Interest Payment	4,445.97	29,732.45
5-550-515	Winter Wanderland	0.00	0.00
5-550-521	Art Walk	0.00	500.00
5-550-522	Marketing & Branding	0.00	0.00
5-550-580	Miscellaneous Expense	100.00	100.00
5-580-134	Prof. Services (Engineering)	0.00	0.00
5-580-135	Construction-Site Improvement	0.00	79,878.60
	Total Expenses	18,316.15	273,617.34
	Net Income	\$ (15,412.85)	\$ 8,108,914.86

Downtown Development Authority Primary Operating Account

Balance Sheet

August 31, 2020

ASSETS			
<i>Current Assets</i>			
Cash	\$	708,484.09	
Georgia Fund 1		8,788,838.75	
Piedmont debt service account		195,949.68	
Accounts Receivable		0.00	
Prepaid Expenses		435.61	
Total Current Assets			9,497,758.45
 <i>Property and Equipment</i>			
Land		633,601.63	
Buildings and Improvements		766,398.37	
Accumulated Depreciation		(23,417.73)	
Total Property and Equipment			<u>1,376,582.27</u>
Total Assets			\$ 10,874,340.72
 LIABILITIES AND CAPITAL			
<i>Current Liabilities</i>			
Accounts Payable	\$	5,000.00	
Total Current Liabilities			5,000.00
 <i>Long-Term Liabilities</i>			
Long-term Debt		<u>0.00</u>	
Total Long-Term Liabilities			<u>0.00</u>
Total Liabilities			5,000.00
 <i>Capital</i>			
Beginning Balance Equity		74,482.88	
Fund Balance		2,685,942.98	
Net Income		8,108,914.86	
Total Capital			\$ <u>10,869,340.72</u>
Total Liabilities & Capital			\$ <u><u>10,874,340.72</u></u>