

Treasurer Report

3-01-2020

Agenda

- Bank balances
- Reserve account
- Checking account activity
- Dues/income collected
- Interest income received
- Bills paid in February
- Expected Bills March
- Budget update
- Dues/expense discussion
- Questions/comments?

Bank Balances as of 03-01-20

- Checking - \$14,072.76
- Checking 20/21- \$1773.42
- Total Checking - \$15,846.18
- Reserves - \$42,733.83
- Special/Emergency Assessment Account - \$2.00
- Total Operations and Reserves - \$58,582.01
- Decrease \$5,030.92 from last period
- Bond Account - \$40,099.30 (account liabilities \$40,000)
- Decrease of \$1776.10 from last period

Reserve Account

- January 2019, we voted to borrow \$25,000.00 from Reserves
- Repayment is required.
- Current Balance - \$42,733.83
- We repaid \$20,000.00 this past month
 - \$1,800 from Bond Account
 - \$583.79 from Checking
 - \$17,621.21 from Emergency Assessment Account
- Balance to be repaid remains at \$5,000.00

Checking account activity

- Opening balance - \$22,730.73
- Deposits - \$853.98
- Interest - \$2.46
- Total bills/withdrawals - \$9,514.41 (breakdown on slide 10)
- Ending balance- \$14,072.76

Dues collected/Income February

- February collections fiscal year 2019/2020 - \$551.04
- Fiscal year dues collected to date - \$110,818.99

(Regular dues only, excludes late fees and finance charges)

- Late Fee - \$35.00
- Finance charge - \$17.94
- Transfer fees - \$250.00 (2 escrows closed)
- Total for 19/20 deposited - \$853.98

Dues collected for Fiscal year 20/21

- February collection - \$1,102.08
- Partial Payment - \$120.00
- Total to date - \$1,773.12

Emergency/Special Assessment Collected

- Fiscal year to date collected - \$17,965.67
- Total collected 2018 to present - \$138,017.24
- 85% collected to date
- Approximately \$24k outstanding
- We are working with our Legal Council on best way to proceed with collection efforts

Benefit from Assessment

- We were able to raise funds for defense that included forcing our insurers to reverse their denial to defend us
- The lawsuit was settled with no further funds from the HOA
- The cost of the lawsuit exceeded 5 times what we assessed the membership including the settlement.
- The potential costs to the membership based on the final costs of this legal action taken against us would have likely exceeded \$2,500 per property not including potential punitive damages.

Interest Income February

- Checking - \$2.46
- 20/21 sub account \$0.15
- Reserve Account - \$24.03
- Special assessment - \$0
- Bond Account - \$23.90
- Total - \$50.54

Bills/Withdrawals in February

- IRS - \$1925.66 (Payroll tax)
- EDD - \$243.39 (State Payroll tax)
- Office Depot - \$25.00 (autopay on office card)
- Fort Ross School - \$300.00 (annual fee for use of room)
- O'Sullivan Insurance - \$1,927.92
- Walls Law \$750.00
- Frontier- \$245.43
- Payroll- \$3,513.22
- Transfer to reserves \$583.79

Expected Bills in March

- Insurance installment - \$1,929.15
- Payroll tax - Approx. \$2,000.00 (1st Quarter Jan-March)
- Labor approx. - \$TBD
- General office supplies - TBD approx. \$300.00
- Utilities - Approx. \$200.00
- Chase credit for annual billing - \$318.87 (Postage Stamps etc.)
- Walls Law - \$840.00
- Motion to pay bills

New Insurance costs 2020/2021

- D&O Insurance - \$15,000
- Broker fee - \$1,105
- Aggregate insurance - \$ 2,429.27 (Davis Sterling requires \$3 million in coverage)
- General Liability - \$6,064.89
- Finance charge - \$500.60 (D&O)
- Finance charge - \$364.46 (GL/XS)
- Total - \$25,463.62
- This compares to \$28,253.00 for previous year, a slight reduction.
- Monthly payments are now \$1,929.15
- Our broker informed us the “head butting” incident drops off next year, but the current lawsuit will remain another year minimum for disclosure purposes.
- Our rate was reduced slightly this year due to measure put in place including new bylaws, conflict of interest, code of conduct and whistleblower policies even though the other incidents remain an issue for insurability.

Budget update

- Moved budget to excel budget worksheet

Budget 2020/2021

- Move to budget handout

- END OF REPORT