

City of Frankenmuth
Downtown Development Authority Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2019
(With Comparative Actual Amounts for the Year Ended June 30, 2018)

	2019		Over (Under) Budget	2018
	Budget	Actual		Actual
Revenues				
Taxes levied	\$ 42,217	\$ 42,217	\$ -	\$ 42,217
Taxes captured	1,320,000	1,406,506	86,506	1,335,195
Total Taxes	<u>1,362,217</u>	<u>1,448,723</u>	<u>86,506</u>	<u>1,377,412</u>
Other Revenue				
Special assessments	90,000	92,331	2,331	90,497
Interest earnings	1,000	5,459	4,459	947
Interest from special assessments	-	14,732	14,732	23,856
Miscellaneous	500	71	(429)	14,933
Total other revenues	<u>91,500</u>	<u>112,593</u>	<u>21,093</u>	<u>130,233</u>
Total revenues	<u>1,453,717</u>	<u>1,561,316</u>	<u>107,599</u>	<u>1,507,645</u>
Expenditures				
Administration	609,408	186,501	(422,907)	214,075
Maintenance	295,730	306,098	10,368	395,285
Debt service	562,453	484,224	(78,229)	33,500
Total expend	<u>1,467,591</u>	<u>976,824</u>	<u>(490,767)</u>	<u>642,860</u>
Excess of revenues over expenditures	<u>(13,874)</u>	<u>584,492</u>	<u>598,366</u>	<u>864,785</u>
Other financing sources (uses)				
Transfer out	-	(178,023)	(178,023)	(583,433)
Total other financing sources (uses)	<u>-</u>	<u>(178,023)</u>	<u>(178,023)</u>	<u>(583,433)</u>
Excess revenues and other financing sources over expenditures and other (uses)	<u>(13,874)</u>	<u>406,469</u>	<u>420,343</u>	<u>281,352</u>
Fund balance, beginning	604,604	604,604	-	323,252
Fund balance, ending	<u>\$ 590,730</u>	<u>\$ 1,011,073</u>	<u>\$ 420,343</u>	<u>\$ 604,604</u>

Revenue exceeded budget by \$107,599

Admin Budget incl Contingency of \$388K; Actual Admin Exp \$10K less than budgeted..

Note 2

Note 3

2: Previously Debt Service was shown as a "Transfer out." To simplify the process, the DDA acct now makes Debt Service payments directly to the lender. So in 2018, we had \$33,500 in "internal debt service" payments and in 2019 we show \$484,224.

3: The Transfer Out function takes DDA money and transfers to a City "paying fund." In 2019, the DDA paid \$112,380.06 (Levee project) and \$65,642.52 (S. Side Sanitary Fund.)

4: Under GASB rules (gov't oversight committee) any budget over by \$1 must be reported to the State. The transfer out was not shown as budgeted; therefore reported to the state. No expectation of censure by the state or other action is anticipated. I've attached the letter.