

2018 Operating Budget

At the Board of Directors meeting on November 18, 2017 the Board voted to adopt the following operating budget for FY 2018. The operating budget reflects the ongoing and recurring costs of the Association. The operating budget does not reflect spending for asset acquisitions, reserve funding, or specific improvement/maintenance projects undertaken which are reflected in the project/reserve fund.

	Lots		
	2,235	2,235	
	Operating Budget		
	FY2018 Budget	FY2017 Budget	
<u>Operating Income</u>			
Member Operating Assessments (\$52.35 of total \$120 Assessment)	\$ 117,000	\$ 99,350	
Reserve for Uncollectible/Bad Debt	(5,000)	(5,000)	(1)
Member Operating Assessments (Net)	\$ 112,000	\$ 94,350	
Other Income			
Late Fee Income	\$ 4,000	\$ 4,000	
ACC Fees	1,500	1,500	
Newsletter	500	150	
Total Other Income	\$ 6,000	\$ 5,650	
Total Operating Income	\$ 118,000	\$ 100,000	
<u>Operating Expenses</u>			
Labor & Labor Related Expenses	\$ -	\$ -	
Association Management Services	80,000	64,800	(2)
Professional Services - Accounting	3,500	3,500	
Professional Services - Legal	5,000	5,000	
Professional Services - Other	500	500	
Bank Charges	250	250	
Insurance	3,250	5,750	(3)
Maintenance & Repairs	7,000	7,000	
Meeting Costs	10,000	5,000	(4)
Communications	5,500	5,500	
Office/Admin expenses	1,000	1,000	
Office Rent	-	-	
Utilities	2,000	1,700	
Donations	-	-	
Total Cash Operating Expenses	\$ 118,000	\$ 100,000	
Total Operating Surplus/(Deficit)	\$ -	\$ -	

Assessment Year	<u>2018</u>	<u>2017</u>
Operating Assessment to Achieve Balanced Budget	\$52.35	\$44.45
YOY % Increase/Decrease	17.8%	(2.8%)

Notes:

- (1) Based on review of aged receivables - used to build appropriate AR reserve on balance sheet.
- (2) New contract with Steamboat Association Management (SAM) effective January 1, 2018. Increase reflects costs for additional services.
- (3) Decrease reflects reduced premium costs obtained by leveraging SAM's preferred pricing discounts.
- (4) Increase reflects additional costs to hold 2018 annual meeting at location in Stagecoach.