

IHCA Finance Committee Meeting Minutes

August 8, 2023 | 5:30 pm – 6:30 pm

Due to lack of quorum, the meeting packet was approved unanimously by electronic consent.

TREASURER’S REPORT:

July 2023 Draft FC Meeting Minutes

July 2023 Draft BOD Meeting Minutes

Provided for informational purposes only.

June 2023 YE Financial Statements 2022-23

- **Favorable** budget variance **ended up at \$239K** (a **\$24K** change from last month) mainly due to **\$17K** unfavorable variance in escrow fees due to lower home sales; **\$15K** favorable variance for Electric-Streetlights due to lower rates; **\$146K** favorable variance in Payroll/Benefits (down 1 maintenance & 1 Landscape employee; lower benefits participation); **\$15K** favorable variance for Landscape contracts, waiting for some Westridge contracts this summer; **\$14K** unfavorable variance for non-contract Landscape due to storm cleanup; and **\$72K** net favorable variance for accounts under \$10K.
- **AR** increased by **\$1K** to **\$24K**. Total AR is **\$12K** higher than the same period last year. Base & Neighborhood assessments and Legal are higher than last year, while Late Fees and Fines/Misc are lower. One **BARC** violation account at **\$50K (paid off in July 2023)**.
- **Regular Collections** remains at **8** accounts totaling **\$18K**, which is **93%** of regular **AR**.
- **\$0** was over the FDIC limit.

NEW BUSINESS:

Crofton Springs CD Replacement

We just became aware that the \$200K CD that was purchased in February 2023 from Silicon Valley Bank, was called in May 2023 and we were not notified. The funds had been transferred back to our Wealth Management account and was still earning interest at almost the same rate as the CD at 4.9%. This week with those funds, we purchased the following CD at higher interest.

ORIGINAL CD

| <u>Date Open</u> | <u>Bank Name</u> | <u>FDIC #</u> | <u>Term</u> | <u>Maturity Date</u> | <u>APR</u> | <u>\$ Invested</u> |
|------------------|---------------------------------|---------------|-------------|----------------------|------------|--------------------|
| 2/28/2023 | Silicon Valley Bank Santa Clara | 24735 | 2 Yr | 3/10/2025 | 4.90% | \$ 200,000.00 |

NEW CD

| <u>Date Open</u> | <u>Bank Name</u> | <u>FDIC #</u> | <u>Term</u> | <u>Maturity Date</u> | <u>APR</u> | <u>\$ Invested</u> |
|------------------|-------------------|---------------|-------------|----------------------|------------|--------------------|
| 8/10/2023 | Mountain One Bank | 90253 | 1.5 Yr | 2/10/2025 | 5.51% | \$ 200,000.00 |

Villaggio Dry Rot Repair

While on site preparing for the Phase 1 of exterior painting, La Familia (who are also licensed and bonded contractors) observed several areas on buildings 1, 2 and 5 that needed repairs. These repairs included rotted and cracked columns, cracked trim on dormers, pillar damages, rotten window trim, and rotted fascia. Estimate #2103 is attached totaling \$7,700. The Villaggio reserves are forecasted to end the year at 37% funded. This repair falls under reserve expense #500 Siding-Repairs which has \$93,944 budgeted. Year to date, \$4,671 has been paid from this reserve component.

NEXT MEETING

Tuesday, September 12, 2023, from 5:30-6:30 pm.