

FY 17 PCDC Budget Amendments Narrative
August 2017

Summary:

After all amendments are made, Total Other Income increases \$412,548, Total Other Expenses decrease \$259,166. All amendments create an increase in Net Income of \$671,714. Projected FY17 Net Income after amendments is \$3,034,320.

Reserve Fund:

The FY17 Budget expenses \$120,000 from operations and earmarks an additional \$69,802 out of Other Income for a FY17 Debt Service and Operations Contingency Reserve contribution of \$189,802. Additionally, the Typhoon Texas lease agreement requires a \$4.5MM contingency fund within 5 years. FY17 contributions to this fund are \$900,000. At the end of the year, the remaining non-encumbered funds are anticipated to be \$2,964,518.

Amendment Details:

70100 Gain on Sale of Land - (Other Income) The PCDC sold a 4.42 acre parcel of land in the 130 Commerce Center in June, 2017. This was the fourth land sale in fiscal year 2017. The budget has previously been adjusted for the first three sales. (\$412,548)

80100 Land Sale Closing Costs - (Other Expenses) Journal entries reclassified closing costs, per CPA, to accurately record the net gain on the land sales. (\$-259,166)