

Rhode Island Health and Educational Building Corporation
Third Quarter Budget
For the Nine Months Ending March 31, 2017
Prepared on April 27, 2017

| Account | Year Period Report | 2016-17 7/1/16-3/31/17 Actual | 2016-17 7/1/16-6/30/17 Budget | 2016-17 Variance | 2016-17 Variance % |
|----------------|-----------------------------------|--|--|-----------------------------|-------------------------------|
| | <u>Revenues:</u> | | | | |
| 3010 | Administrative Fees | 1,824,523 | 2,450,000 | -625,477 | -26% |
| 3020 | Interest Income - Investments | 36,874 | 50,000 | -13,126 | -26% |
| 3030 | Interest Income - Loans | 18,108 | 40,000 | -21,892 | -55% |
| | Total Revenues | 1,879,505 | 2,540,000 | -660,495 | -26% |
| | <u>Expenses:</u> | | | | |
| 5010 | Director's Fees | 400 | 750 | -350 | -47% |
| 5015 | Legal-General Counsel | 194,633 | 300,000 | -105,367 | -35% |
| 5016 | Legal-Bond Counsel | 6,914 | 100,000 | -93,086 | -93% |
| 5017 | Financial Consultants | 230,312 | 400,000 | -169,688 | -42% |
| 5018 | Telephone | 6,441 | 9,500 | -3,059 | -32% |
| 5019 | Postage/Delivery | 3,557 | 3,200 | 357 | 11% |
| 5020 | Parking | 12,722 | 17,000 | -4,278 | -25% |
| 2021 | Utilities | 1,247 | 4,600 | -3,353 | -73% |
| 5025 | Gross Wages | 316,915 | 464,100 | -147,185 | -32% |
| 5030 | Employer FICA | 20,709 | 32,500 | -11,791 | -36% |
| 5035 | Employer SUI | 1,062 | 3,000 | -1,938 | -65% |
| 5040 | Rent | 67,650 | 91,000 | -23,350 | -26% |
| 5045 | Depreciation | 6,598 | 7,500 | -902 | -12% |
| 5050 | Equipment/Furniture | 3,769 | 5,400 | -1,631 | -30% |
| 5052 | Computer | 18,654 | 15,000 | 3,654 | 24% |
| 5055 | Office Supplies | 3,825 | 5,000 | -1,175 | -24% |
| 5056 | Printing | 0 | 15,000 | -15,000 | -100% |
| 5060 | Travel/Education | 70 | 12,000 | -11,930 | -99% |
| 5070 | Advertising | 1,314 | 10,000 | -8,686 | -87% |
| 5075 | Membership Dues | 3,160 | 5,000 | -1,840 | -37% |
| 5080 | Miscellaneous | 79,733 | 100,000 | -20,267 | -20% |
| 5085 | Subscriptions | 876 | 3,000 | -2,124 | -71% |
| 5090 | Accounting/Audit | 26,426 | 21,000 | 5,426 | 26% |
| 5091 | Health Insurance | 84,991 | 101,200 | -16,209 | -16% |
| 5093 | Insurance | 33,960 | 50,000 | -16,040 | -32% |
| 5094 | Pension | 32,181 | 46,400 | -14,219 | -31% |
| 5115 | Payroll Service Charges | 2,713 | 4,000 | -1,287 | -32% |
| 5120 | Bank Service Charges | 379 | 1,000 | -621 | -62% |
| 5140 | Interest Subsidies | 11,271 | 25,000 | -13,729 | -55% |
| 5140 | Contributions | 0 | 500,000 | -500,000 | -100% |
| 5350 | Maintenance | 840 | 1,500 | -660 | -44% |
| 9060 | Contribution to State | 0 | 0 | 0 | 0% |
| | Total Expenses | 1,173,322 | 2,353,650 | -1,180,328 | -50% |
| | Change in Net Position | 706,183 | 186,350 | 519,833 | 279% |

Comments:

Account Revenues:

3030 Interest Income (Loans) - shortfall due to no new loan activity.

Account Expenses:

- 5016 Legal - (Bond Counsel) - no unusual events associated with current FY financings (borrower pays all normal legal expenses associated with financings).
- 5017 Financial Consultants - year-end estimated at \$530,000. Over budget (33%) due to record amount/number of financings for FY.
- 5019 Postage/Delivery - over budget due to cost of mailing 50th anniversary reports.
- 5021 Utilities - under budget due to more efficient heating system in new office space.
- 5052 Computer - year-end estimated at \$24,300. Over budget (62%) due to cloud services was not incorporated into budget.
- 5056 Printing - budget reflects estimated 50th brochure printing costs. Actual cost of \$1,500 included in 5080-Misc. with brochure development costs.
- 5060 Travel/Education - no significant expenses anticipated through year-end.
- 5070 Advertising - no significant expenses anticipated through year-end.
- 5085 Subscriptions - no significant expenses anticipated through year-end.
- 5090 Accounting/Audit - over budget due to integration of SBA program into financials.
- 5115 Bank Service Charges - under budget due to higher average balance in dda.
- 5140 Contributions - currently working with Board to increase Corporation's grant activity.
- 9060 Contributions to State - no contribution mandated for FY 2017.

All other revenue and expense items are expected to be within budget at year-end.