

### **MAY 2020 FINANCIL STATEMENTS**

We have currently entered into a contract with Clean Air to install a new heating system at a cost of \$598,609 which began in March 2020. We have incurred approx. \$348,000 in costs in March, April and May 2020. We expect to receive a grant from WLS in the amount of \$411,476 to help cover this project's costs.

On the Budget VS Actual report, I show the boiler project as a capital project. At year end, we will show these expenses and grant income as capital expenses and adjust our \$400,000 capital fund balance at that time. Please note that at the bottom of the Budget vs Actual report, I backed out the Clean Air boiler project expense. However, I decided to leave the \$21,357 we spent on the wall and the \$28,357 we spent with OLA for HVAC projects.

The above adjustments have still left us with a favorable balance for the year in the amount of \$467,735 for the 11 months ended May 31, 2020 which is mainly due to reduced payroll related costs as well as reduced operating costs during the pandemic.