

**FASHION CENTER DISTRICT MANAGEMENT
ASSOCIATION, INC.
(D/B/A GARMENT DISTRICT ALLIANCE)**

**FINANCIAL STATEMENTS
AND
AUDITORS' REPORT**

JUNE 30, 2016 AND 2015

**FASHION CENTER DISTRICT MANAGEMENT ASSOCIATION, INC.
(D/B/A GARMENT DISTRICT ALLIANCE)**

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INDEPENDENT AUDITORS' REPORT

To: The Board of Directors of
Fashion Center District Management Association, Inc.
(d/b/a Garment District Alliance)

We have audited the accompanying financial statements of Fashion Center District Management Association, Inc. (d/b/a Garment District Alliance), a nonprofit organization, which comprise the statements of financial position as of June 30, 2016 and 2015, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Fashion Center District Management Association, Inc. (d/b/a Garment District Alliance) as of June 30, 2016 and 2015, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

New York, NY
November 30, 2016

Skody Scot & Company, CPAs, P.C.

**FASHION CENTER DISTRICT MANAGEMENT ASSOCIATION, INC.
(D/B/A GARMENT DISTRICT ALLIANCE)
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2016 AND 2015**

	2016	2015
ASSETS		
Cash and cash equivalents	\$3,048,364	\$3,373,808
Program revenue receivable	47,939	125,900
Prepaid expenses	202,088	77,836
Investments	1,504,556	-
Property and equipment, net	23,202	98,843
	<u>\$4,826,149</u>	<u>\$3,676,387</u>
LIABILITIES AND NET ASSETS		
Liabilities:		
Accrued expenses	\$ 302,522	\$ 267,576
Security deposits payable	5,000	5,000
Deferred rent	-	32,520
	<u>307,522</u>	<u>305,096</u>
Commitments and contingencies (see notes)		
Net Assets:		
Unrestricted	4,518,627	3,371,291
Temporarily restricted	-	-
Permanently restricted	-	-
	<u>4,518,627</u>	<u>3,371,291</u>
	<u>\$4,826,149</u>	<u>\$3,676,387</u>

See accompanying notes to financial statements.

**FASHION CENTER DISTRICT MANAGEMENT ASSOCIATION, INC.
(D/B/A GARMENT DISTRICT ALLIANCE)
STATEMENTS OF ACTIVITIES
YEARS ENDED JUNE 30, 2016 AND 2015**

	<u>2016</u>	<u>2015</u>
Support and Revenues:		
Unrestricted:		
Assessment revenue	\$7,800,000	\$7,800,000
Contributions	1,300	-
Government grants	-	5,000
Program service revenue	123,939	219,390
Investment income	8,920	2,612
Total support and revenues	<u>7,934,159</u>	<u>8,027,002</u>
Expenses:		
Program Expenses:		
Marketing and promotion	729,072	889,820
Security	1,532,431	1,598,084
Sanitation	2,304,060	2,276,276
Social services	87,067	102,224
Capital and development projects	1,084,289	1,109,661
Total program expenses	<u>5,736,919</u>	<u>5,976,065</u>
Management and general	1,049,904	980,972
Total expenses	<u>6,786,823</u>	<u>6,957,037</u>
Increase/(Decrease) In Net Assets:		
Unrestricted	1,147,336	1,069,965
Temporarily restricted	-	-
Permanently restricted	-	-
Increase/(decrease) in net assets	<u>1,147,336</u>	<u>1,069,965</u>
Net assets, beginning of year	<u>3,371,291</u>	<u>2,301,326</u>
Net assets, end of year	<u><u>\$4,518,627</u></u>	<u><u>\$3,371,291</u></u>

See accompanying notes to financial statements.

**FASHION CENTER DISTRICT MANAGEMENT ASSOCIATION, INC.
(D/B/A GARMENT DISTRICT ALLIANCE)
STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2016 AND 2015**

	2016	2015
Cash flows from operating activities:		
Increase/(decrease) in net assets	\$ 1,147,336	\$ 1,069,965
Adjustments for non-cash items included in operating activities:		
Depreciation and amortization	75,641	75,640
Investment holding (gains)/losses	(138)	-
Accrued investment interest	(4,301)	-
Bond premium amortization	1,173	-
Changes in assets and liabilities:		
Accrued expenses	34,946	(73,638)
Deferred rent	(32,520)	(26,509)
Security deposits payable	-	5,000
Program revenue receivable	77,961	(125,900)
Refunds receivable	-	8,300
Prepaid expenses	(124,252)	10,413
Net cash provided/(used) by operating activities	1,175,846	943,271
Cash flows from investing activities:		
Purchase of debt investments	(1,501,290)	-
Net cash provided/(used) by investing activities	(1,501,290)	-
Cash flows from financing activities	-	-
Net increase/(decrease) in cash and cash equivalents	(325,444)	943,271
Cash and cash equivalents at beginning of year	3,373,808	2,430,537
Cash and cash equivalents at end of year	<u>\$ 3,048,364</u>	<u>\$ 3,373,808</u>

See accompanying notes to financial statements.

FASHION CENTER DISTRICT MANAGEMENT ASSOCIATION, INC.
(D/B/A GARMENT DISTRICT ALLIANCE)
NOTES TO FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies

The Association

Fashion Center District Management Association, Inc. (Association), a not-for-profit organization, was incorporated in the State of New York on April 20, 1993. On December 23, 2013, the Association filed a certificate of assumed name with the State of New York. In accordance with the certificate of assumed name, the Association has been doing-business-as (d/b/a) Garment District Alliance. The Association is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for federal, state or local income taxes has been recorded. The Association does not believe its financial statements contain any uncertain tax positions. The Association primarily receives its support from a real estate special assessment levied by The City of New York (City) on properties located in the Fashion Center Business Improvement District (BID). The BID's boundaries are approximately from 35th Street to 41st Street, between Fifth Avenue and Ninth Avenue.

The Association's programs include the following: Marketing and Promotion - promoting the district to residents and tourists; Security - providing increased public security through a combination of uniformed guards and a working relationship with the New York City Police Department; Sanitation - maintaining clean streets/curbs and garbage removal; Social Services - to develop and implement social programs and coordinate with other social service organizations located in the district; and Capital and Development Projects - improving the overall appearance of the district through a combination of projects including lighting and public fixtures.

Basis of Accounting

The financial statements of the Association have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

Basis of Presentation

In accordance with GAAP the Association is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. In addition, the Association is required to present a statement of cash flows.

Use of Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

FASHION CENTER DISTRICT MANAGEMENT ASSOCIATION, INC.
(D/B/A GARMENT DISTRICT ALLIANCE)
NOTES TO FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies (Continued)

Cash and Cash Equivalents

For the purposes of the statements of financial position and the statements of cash flows, the Association considers as cash equivalents money market funds and all highly liquid resources, such as investments in certificates of deposits and treasury bills, with an original maturity of three months or less.

Property and Equipment

The Association capitalizes certain property and equipment with estimated lives of three years or more. Property and equipment are stated at cost, less accumulated depreciation. Depreciation of furniture and equipment is computed by the straight-line method over estimated useful lives ranging from three to ten years. Leasehold improvements are amortized by the straight-line method over the life of the improvement or the term of the lease, whichever is shorter. Expenditures for repairs and maintenance are charged as an expense, and major renewals and betterments are capitalized.

Revenue Recognition

The real estate assessment levied by the City is recorded by the Association when earned. The City remits these assessments to the Association in two installments. An allowance for doubtful accounts is not provided because all assessments are received in the current year. Assessment billing errors are recorded as a direct reduction of assessment revenue.

All contributions are considered available for the Association's general programs unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor are reported as temporarily or permanently restricted support and increases in the respective class of net assets. Contributions received with temporary restrictions that are met in the same reporting period are reported as unrestricted support and increase unrestricted net assets. Investment income and gains restricted by donors are reported as increases in unrestricted net assets if the restrictions are met (either a stipulated time period ends or a purpose restriction is accomplished) in the reporting period in which the income and gains are recognized. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

Program service revenue relates to fees received in exchange for program services. Revenue is recognized when the program service is provided. Any revenue received which has not been earned is recorded as deferred income.

In accordance with grant provisions, grants are recorded as revenue when earned, either through expenditure or accomplishment of a specific goal or benchmark. All unreimbursed expenses as of the period-end are recorded as grant receivable and all advanced funds not expended are recorded as refundable advances.

FASHION CENTER DISTRICT MANAGEMENT ASSOCIATION, INC.
(D/B/A GARMENT DISTRICT ALLIANCE)
NOTES TO FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies (Continued)

Expense Allocation

The costs of providing various programs and other activities have been summarized on a functional basis in the statements of activities and in the schedule of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The Association allocates salaries based on estimated time and other expenses are allocated based on usage. The Association classifies expenses, which are not directly related to a specific program, as Management and General expenses.

Receivables

Receivables that are expected to be collected within one year are recorded at their net realizable value. Receivables that are expected to be collected in future years are recorded at the present value of estimated future cash flows. All receivables are expected to be received within one year and as such have been stated at their net realizable value with no allowance for uncollectable receivables.

Investments

All investments are measured at fair value on a recurring basis and are reported at their fair values as of June 30, 2016 and 2015 in the statements of financial position.

Investment income (interest and dividends) is recognized as revenue in the period earned, and gains and losses (realized and unrealized) are recognized in the period they occur.

Note 2 - Fair Value Measurement of Investments

The Financial Accounting Standards Board (FASB) requires enhanced disclosures about investments that are measured and reported at fair value. FASB establishes a hierarchal disclosure framework which prioritizes and ranks the level of market price observability used in measuring investments at fair value. Market price observability is impacted by a number of factors, including the type of investment and the characteristics specific to the investment. Investments with readily available active quoted prices, or for which fair value can be measured from actively quoted prices, generally will have a higher degree of market price observability and a lesser degree of judgment used in measuring fair value.

Investments measured and reported at fair value are classified and disclosed in one of the following categories:

Level 1: Investments falling within Level 1 of the fair value hierarchy are valued using inputs based upon quoted prices in active markets for identical investments. Investments that are typically included in Level 1 are listed equity securities, publicly traded mutual funds, and exchange traded funds.

FASHION CENTER DISTRICT MANAGEMENT ASSOCIATION, INC.
(D/B/A GARMENT DISTRICT ALLIANCE)
NOTES TO FINANCIAL STATEMENTS

Note 2 - Fair Value Measurement of Investments (Continued)

Level 2: Investments falling within Level 2 of the fair value hierarchy are valued using significant observable inputs other than prices quoted in active markets. Examples of Level 2 inputs are model-driven prices, quoted prices for similar investments in active markets, and quoted prices for identical or similar investments in inactive markets. Investments that are typically included in Level 2 are municipal bonds, corporate bonds, and government debt securities.

Level 3: Investments falling within Level 3 of the fair value hierarchy are valued using methodology that is unobservable and significant to the fair value measurement. Level 3 inputs require significant management judgment or estimation. Investments that are typically included in this category are investments in limited partnerships, and investments in private companies or unregistered securities.

The investment's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

As of June 30, 2016, all of the Organization's investments fall within Level 2 of the fair value hierarchy.

Management determines the fair value measurement valuation policies and procedures, including those for Level 3 recurring and nonrecurring measurements. The Organization's Board of Directors assesses and approves these policies and procedures. At least annually, Management: (1) determines if the current valuation techniques used in fair value measurements are still appropriate, and (2) evaluates and adjusts the unobservable inputs used in the fair value measurements based on current market conditions and third-party information.

The Organization recognizes transfers between levels in the fair value hierarchy at the end of the reporting period.

Note 3 - Cash and Cash Equivalents

Cash and cash equivalents consisted of the following at June 30, 2016 and 2015:

	<u>2016</u>	<u>2015</u>
Checking and savings	\$2,708,714	\$2,961,967
Money market funds	<u>339,650</u>	<u>411,841</u>
	<u>\$3,048,364</u>	<u>\$3,373,808</u>

**FASHION CENTER DISTRICT MANAGEMENT ASSOCIATION, INC.
(D/B/A GARMENT DISTRICT ALLIANCE)
NOTES TO FINANCIAL STATEMENTS**

Note 4 - Investments

Investments in United States Treasury Bills include the following fair values and unrealized appreciation at June 30, 2016 and 2015:

	<u>2016</u>	<u>2015</u>
Fair market value (Level 2)	\$ 1,504,556	\$ -
Adjusted cost	<u>1,504,418</u>	<u>-</u>
Unrealized appreciation/(depreciation)	<u>\$ 138</u>	<u>\$ -</u>

Investment income reported in the statements of activities for the years ended June 30, 2016 and 2015 is as follows:

	<u>2016</u>	<u>2015</u>
Interest from bank accounts and funds	\$ 5,654	\$ 2,612
Interest from investments	4,301	-
Amortization of bond premium	(1,173)	-
Unrealized holding gains/(losses)	<u>138</u>	<u>-</u>
Total investment income	<u>\$ 8,920</u>	<u>\$ 2,612</u>

Note 5 - Property and Equipment

Property and equipment by major class consisted of the following at June 30, 2016 and 2015:

	<u>2016</u>	<u>2015</u>
Leasehold improvements	\$ 700,580	\$ 700,580
Kiosk	24,804	24,804
Office equipment	31,538	31,538
Radio and communications	43,385	43,385
Furniture and fixtures	<u>11,615</u>	<u>11,615</u>
	811,922	811,922
Less: Accumulated depreciation and amortization	<u>(788,720)</u>	<u>(713,079)</u>
	<u>\$ 23,202</u>	<u>\$ 98,843</u>

Note 6 - Fundraising Activities

The Association does not engage in any organized fundraising activity internally but does solicit contributions from individuals and corporations in an informal manner. The costs associated with the fundraising activities are deemed negligible, and as such, have not been identified on the accompanied financial statements.

FASHION CENTER DISTRICT MANAGEMENT ASSOCIATION, INC.
(D/B/A GARMENT DISTRICT ALLIANCE)
NOTES TO FINANCIAL STATEMENTS

Note 7 - Commitments, Contingencies and Related Party

The Association leases office space under a noncancellable operating lease from a board member at below fair market value. As of June 30, 2016 the minimum aggregate annual rental commitments are as follows:

Year ended June 30, 2017 \$ 104,514

Total rent and related expense charged to operations for the years ended June 30, 2016 and 2015 was \$247,705 and \$255,804, respectively.

The Association maintains accounts with various financial institutions. Balances that exceed the Federal Deposit Insurance Corporation and Securities Investor Protection Corporation insurance coverage are summarized for the years ended June 30, 2016 and 2015 as follows:

	2016	2015
Institution balances	\$4,679,801	\$3,482,995
Less: Amounts covered	(930,522)	(503,302)
Uninsured amounts	\$3,749,279	\$2,979,693

Note 8 - Public Plaza License

The Association signed a five year license agreement, with renewal options, with the New York City Department of Transportation (DOT) to manage and maintain multiple public pedestrian plazas located within the district. The agreement allows the Association to collect special event concession fees, contributions and sponsorships which will be used to offset the cost of managing and maintaining the plazas. Any excess revenue derived from the plazas will be kept in an accrual fund. The accrual fund will be used for any future shortfall in revenue needed to provide the services set forth in the agreement. If at any time the accrual fund contains more than three times the public plaza budget, the excess amount of funds shall be used to provide any services and/or alterations in the public plaza. At the end of the term of the license agreement or at termination, the balance of the accrual fund shall be used to provide any services and/or alterations in the public plaza.

Note 9 - Government Grants

During the year ended June 30, 2015, the Organization was awarded a grant by The City of New York. The grant allows expense reimbursement of up to \$5,000. Total expenditures under the grant during the year ended June 30, 2015 amounted to \$5,000.

FASHION CENTER DISTRICT MANAGEMENT ASSOCIATION, INC.
(D/B/A GARMENT DISTRICT ALLIANCE)
NOTES TO FINANCIAL STATEMENTS

Note 10 - Pension Plan

Effective January 1, 2004 the Association adopted a qualified cash or deferred compensation plan under section 403(b) of the Internal Revenue Code. Under the plan, employees may elect to defer up to twenty percent (20%) of their salary, subject to Internal Revenue Service limits. In addition, the plan allows for the Association to make discretionary contributions based on the participant's salary. The Association contributions to the plan that were charged to operations amounted to \$89,303 for 2016, and \$92,345 for 2015.

Note 11 - Subsequent Events

Subsequent events were evaluated for potential additional disclosures and corrections through November 30, 2016, which is the date the financial statements were available to be issued.



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INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION

To: The Board of Directors of
Fashion Center District Management Association, Inc.
(d/b/a Garment District Alliance)

We have audited the financial statements of Fashion Center District Management Association, Inc. (d/b/a Garment District Alliance) as of and for the years ended June 30, 2016 and 2015, and have issued our report thereon dated November 30, 2016, which contained an unmodified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The schedules of functional expenses, expenses and budget, and public plaza activities and budget are presented for the purpose of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

New York, NY
November 30, 2016

Skody Scot & Company, CPAs, PC

FASHION CENTER DISTRICT MANAGEMENT ASSOCIATION, INC.
(D/B/A GARMENT DISTRICT ALLIANCE)
SCHEDULE OF FUNCTIONAL EXPENSES
(Supplemental Financial Information)
YEAR ENDED JUNE 30, 2016 WITH COMPARATIVE TOTALS FOR 2015

	2016						2015		
	Program Expenses					Supporting		Total	
	Marketing and Promotion	Security	Sanitation	Social Services	Capital & Development Projects	Total Program Expenses	Management and General	Total Expenses	Total Expenses
Personnel costs:									
Executive salaries	\$ 120,120	\$ 139,109	\$ 144,121	\$ 22,244	\$ 124,569	\$ 550,163	\$ 88,978	\$ 639,141	\$ 769,474
Support salaries	129,860	212,031	217,491	-	70,681	630,063	234,322	864,385	867,363
Hourly staff	-	725,849	1,005,522	-	-	1,731,371	-	1,731,371	1,658,379
Payroll taxes & benefits	73,899	360,660	580,913	4,890	57,411	1,077,773	110,250	1,188,023	1,150,118
Pension	7,361	31,524	35,009	675	5,677	80,246	9,057	89,303	92,345
Outside contractors	121,931	-	117,073	-	-	239,004	-	239,004	236,904
Total personnel costs	<u>453,171</u>	<u>1,469,173</u>	<u>2,100,129</u>	<u>27,809</u>	<u>258,338</u>	<u>4,308,620</u>	<u>442,607</u>	<u>4,751,227</u>	<u>4,774,583</u>
Direct expenses:									
Depreciation and amortization	-	-	-	-	-	-	75,641	75,641	75,640
Events	35,667	-	-	-	99,200	134,867	-	134,867	172,267
Facade improvements	-	-	-	-	-	-	-	-	13,500
Horticulture	-	-	-	-	406,750	406,750	-	406,750	286,944
Insurance	-	34,883	110,821	-	-	145,704	38,783	184,487	194,573
Rent and utilities	-	-	-	-	-	-	247,705	247,705	255,804
Postage	-	-	-	-	-	-	1,523	1,523	1,230
Printing	-	-	-	-	-	-	12,247	12,247	28,062
Professional fees	-	-	-	-	-	-	39,281	39,281	31,921
Program equipment/supplies	-	21,505	81,389	-	204,093	306,987	129,561	436,548	511,833
Telephone	-	-	-	-	-	-	16,696	16,696	16,082
Uniform and recruitment	-	6,870	11,721	-	-	18,591	-	18,591	34,206
Repairs and maintenance	-	-	-	-	-	-	45,860	45,860	29,233
Project expenses	232,930	-	-	59,258	115,908	408,096	-	408,096	478,184
Website design & maintenance	7,304	-	-	-	-	7,304	-	7,304	52,975
Total direct expenses	<u>275,901</u>	<u>63,258</u>	<u>203,931</u>	<u>59,258</u>	<u>825,951</u>	<u>1,428,299</u>	<u>607,297</u>	<u>2,035,596</u>	<u>2,182,454</u>
Total expenses	<u>\$ 729,072</u>	<u>\$ 1,532,431</u>	<u>\$ 2,304,060</u>	<u>\$ 87,067</u>	<u>\$ 1,084,289</u>	<u>\$ 5,736,919</u>	<u>\$ 1,049,904</u>	<u>\$ 6,786,823</u>	<u>\$ 6,957,037</u>

FASHION CENTER DISTRICT MANAGEMENT ASSOCIATION, INC.
(D/B/A GARMENT DISTRICT ALLIANCE)
SCHEDULE OF EXPENSES AND BUDGET
(Supplemental Financial Information)
YEAR ENDED JUNE 30, 2016

	<u>Total Expenses</u>	<u>Assessment Budget</u>
Personnel costs:		
Executive salaries	\$ 639,141	\$ 642,883
Support salaries	864,385	938,420
Hourly staff	1,731,371	1,861,200
Payroll taxes & benefits	1,188,023	1,430,690
Pension	89,303	95,800
Outside contractors	<u>239,004</u>	<u>368,000</u>
Total personnel costs	<u>4,751,227</u>	<u>5,336,993</u>
Direct expenses:		
Depreciation and amortization	75,641	60,000
Events	134,867	200,000
Facade improvements	-	20,000
Horticulture	406,750	350,000
Insurance	184,487	240,000
Rent and utilities	247,705	305,300
Postage	1,523	5,000
Printing	12,247	36,000
Professional fees	39,281	45,000
Program equipment/supplies	436,548	583,500
Telephone	16,696	18,000
Uniform and recruitment	18,591	27,500
Repairs and maintenance	45,860	39,000
Project expenses	408,096	421,000
Website design & maintenance	<u>7,304</u>	<u>75,000</u>
Total direct expenses	<u>2,035,596</u>	<u>2,425,300</u>
Total expenses	<u>\$ 6,786,823</u>	<u>\$ 7,762,293</u>

FASHION CENTER DISTRICT MANAGEMENT ASSOCIATION, INC.
(D/B/A GARMENT DISTRICT ALLIANCE)
SCHEDULE OF PUBLIC PLAZA
ACTIVITIES AND BUDGET
(Supplemental Financial Information)
YEAR ENDED JUNE 30, 2016

	<u>Actual Activity</u>	<u>DOT Plaza Budget</u>
Support and Revenues:		
Concession fees, sponsorships and gifts	\$ 123,939	\$ -
Expenses:		
Direct expenses:		
Cleaning/trash removal (Cap & Dev Proj)	308,000	308,000
Public safety (Security)	507,400	507,400
Landscape maintenance (Cap & Dev Proj)	171,014	200,000
Repairs/replacement (Cap & Dev Proj)	131,595	100,000
Equipment, supplies, and other (Cap & Dev Proj)	100,000	100,000
Improvements (Cap & Dev Proj)	1,650	-
Events (Cap & Dev Proj)	89,540	150,000
Total direct expenses	<u>1,309,199</u>	<u>1,365,400</u>
Administrative costs:	-	-
Administration allocation	145,700	145,700
Total administrative costs	<u>145,700</u>	<u>145,700</u>
Total expenses	<u>1,454,899</u>	<u>\$1,511,100</u>
Excess/(deficit) revenues from plaza activities	<u>\$ (1,330,960)</u>	
Balance of Accrual Fund, at end of year	<u>\$ -</u>	

Note - The above information is prepared in accordance with agreement #CT 841 20100012953 with New York City Department of Transportation dated October 29, 2009 and amended on December 7, 2010. The above expenses are included on Page 13 in the (program) noted above.