

Harbor District, Inc.  
Board of Directors  
October 23, 2018

AGENDA

1. Call to Order (Gamboa)
2. Approval of Minutes from September Meeting
3. Mission Moment (Esswein)
4. Presentation of 2017-18 Audit: Josh Noyes, Wegner Assoc.
5. Guest Speaker: Adam Schlicht, Director, Port Milwaukee
6. Discussion: Komatsu Project (Adams)
7. Committee Updates and Action Items
  - a. Environment
8. Upcoming Meetings and Events
  - Next Board Meeting December 4, 9:00 a.m.

**Harbor District, Inc.**  
**Draft Meeting of the Board of Directors**  
September 25, 2018

**Board Members Present**

Ivan Gamboa	David Misky	Dan Druml
Judy Rauh	David Stegeman	Rosamaria Martinez
Carolyn Esswein	Eric Dick	Ed Eberle
David Lee	Marvin Bynum (phone)	

**Staff & Other Guests Present**

Tony Giron, HDI	Dan Adams, HDI	Lindsay Frost, HDI
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**Agenda**

1. Meeting called to order by Ivan Gamboa at 9:07 am.
2. Mission Moment (Giron)

*Tony presented Harbor Fest  
Ivan led a conversation about how Harbor Fest could be improved for the coming years.*

3. Minutes of the Previous Meeting

**Motion to accept the minutes of the July 26, 2018 HDI Board Meeting. Moved by Dave Misky and seconded by Eric Dick. Unanimous approval.**

4. Finances
  - a. July Reports (Gamboa)

**No motion to accept the financial report. No quorum after one board member had to leave after item 3. Will table acceptance to next meeting.**

5. Update on New Developments
  - a. Riverwalk Overlay Zone

*Update by Dan Adams: Waterfront properties have been reached out to about Riverwalk Overlay Zone (ROZ). Will propose ROZ ordinance to Common Council in October for approval in January/February.*

b. Harbor View Plaza

*Update by Dan Adams: Rain and agreements with UWM have slowed things down. On track to be done with first phase by early November.*

c. Bout Tour

*Update by Judy Rauh: 63 guests. People who couldn't come send their regrets. Lots of good buzz. John Norquist was a draw. First check came in last week.*

6. Committee updates and action items

a. Conflict of interest forms (Gamboa)

*Please ask a staff member for the form.*

b. Committee Membership (Gamboa)

*Please let us know if you would like to be on these committees.*

7. Upcoming meetings and events

Next board meeting Tuesday, October 23rd, 9 am

Meeting adjourned at 9:57 am.

**Harbor District, Inc.**  
**Statement of Activity**  
**July - September, 2018**

	Jul 2018	Aug 2018	Sep 2018	Total
<b>Revenue</b>				
4065 Foundation Contributions	3,000	25,000	0	28,000
4070 Government Contributions	500	0	0	500
4073 Corporate Contributions	3,577	1,136	17,000	21,713
4075 Individual Contributions	0	1,000	2,993	3,993
4080 Earned Income	20	180	3,273	3,473
4082 In-Kind Contributions	1,675	1,675	1,675	5,025
<b>Total Revenue</b>	<b>8,772</b>	<b>28,991</b>	<b>24,941</b>	<b>62,704</b>
<b>Expenditures</b>				
7200 Salaries & related expenses	22,945	23,692	23,686	70,323
7250 Payroll taxes	1,848	1,900	1,912	5,660
7540 Consultant & Professional Fees	0	0	0	0
7520 Accounting fees	191	82	82	356
7542 Architecture and Engineering Fees	0	617	0	617
7544 Art, Photography, Graphic Design Fees	0	120	150	270
7548 Other Professional/Consultants Fees	4,225	0	0	4,225
Total 7540 Consultant & Professional Fees	4,416	819	232	5,467
7550 Marketing & Advertising	200	50	901	1,151
7560 Signage	0	0	285	285
8110 Supplies Expense	1,421	1,883	666	3,969
8130 Telephone & Internet	146	117	88	352
8135 Meals and Entertainment	39	235	3,314	3,589
8140 Postage, shipping, delivery	415	50	31	496
8170 Printing & copying	631	651	739	2,021
8175 Software	0	0	380	380
8180 Books, subscriptions, reference	22	22	115	159
8190 Dues & Contributions	150	300	0	450
8195 Licenses and Permits	36	51	35	122
8210 Rent, parking, other occupancy	1,675	1,675	1,675	5,025
8270 Equipment Rental	0	0	8,418	8,418
8280 Boat, Bus, and Venue Rentals	135	2,689	1,475	4,299
8320 Conferences and Training	-100	295	235	430
8500 Misc expenses	0	97	150	247
<b>Total Expenditures</b>	<b>33,980</b>	<b>34,526</b>	<b>44,338</b>	<b>112,843</b>
<b>Net Revenue</b>	<b>\$ (25,208)</b>	<b>\$ (5,535)</b>	<b>\$ (19,397)</b>	<b>\$ (50,140)</b>

**Harbor District, Inc.**  
**Balance Sheet**  
**As of September 30, 2018**

	Jul 2018	Aug 2018	Sep 2018
<b>ASSETS</b>			
Current Assets			
1010 Cash in bank - operating	831,788	806,566	783,545
1110 Accounts receivable	387,057	387,057	390,557
1451 Refundable Deposit		9,351	9,351
Total Current Assets	1,218,845	1,202,973	1,183,452
Fixed Assets			
1620 Leasehold Improvements	128,627	138,964	139,088
1640 Furniture, fixtures, & equip	2,676	2,676	2,676
1745 Accum deprec- furn,fix,equip	-1,026	-1,026	-1,026
Total Fixed Assets	130,277	140,614	140,738
<b>TOTAL ASSETS</b>	<b>1,349,122</b>	<b>1,343,587</b>	<b>1,324,190</b>
<b>LIABILITIES AND NET ASSETS</b>			
Liabilities			
2010 Accounts payable	0	0	0
2180 Accrued Vacation	4,733	4,733	4,733
Total Liabilities	4,733	4,733	4,733
Net Assets			
3000 Unrestricted Net Assets			
3020 Unrestricted Operating Assets	100,879	102,777	102,447
3040 Unrestricted Fixed Assets	128,627	138,964	139,088
Total 3000 Unrestricted Net Assets	229,506	241,741	241,535
3100 Temporarily Restricted Net Assets	1,114,883	1,097,113	1,077,923
Total Net Assets	1,344,389	1,338,854	1,319,457
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>1,349,122</b>	<b>1,343,587</b>	<b>1,324,190</b>

Friday, Oct 19, 2018 01:29:06 PM GMT-7 - Accrual Basis

October 10, 2018

To the Board of Directors  
Harbor District, Inc.  
Milwaukee, Wisconsin

We have audited the financial statements of Harbor District, Inc. for the year ended June 30, 2018, and have issued our report thereon dated October 10, 2018. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated September 7, 2018. Professional standards also require that we communicate to you the following information related to our audit.

#### Significant Audit Findings

##### *Qualitative Aspects of Accounting Practices*

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Harbor District, Inc. are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year ended June 30, 2018. We noted no transactions entered into by the Organization during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the financial statements was:

Management's estimate of the allocation of expenses by function is based on an analysis of the hours and resources spent on and space devoted to its program services and supporting activities. We evaluated the key factors and assumptions used to develop the allocation of expenses by function in determining that it is reasonable in relation to the financial statements taken as a whole.

The financial statement disclosures are neutral, consistent, and clear.

##### *Difficulties Encountered in Performing the Audit*

We encountered no significant difficulties in dealing with management in performing and completing our audit.

##### *Corrected and Uncorrected Misstatements*

Professional standards require us to accumulate all misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. The attached schedule summarizes uncorrected misstatements of the financial statements. Management has determined that their effects are immaterial, both individually and in the aggregate, to the financial statements taken as a whole.

### *Disagreements with Management*

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

### *Management Representations*

We have requested certain representations from management that are included in the management representation letter dated October 10, 2018. Attached is a copy of management's written representations.

### *Management Consultations with Other Independent Accountants*

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Organization's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

### *Other Audit Findings or Issues*

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Organization's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

### Other Matters

#### *Approved Changes to Nonprofit Financial Statement Reporting*

As previously mentioned during the prior year audit, the Financial Accounting Standards Board (FASB) released an accounting standards update for nonprofit financial reporting on August 18, 2016. The changes are effective for fiscal years beginning after December 15, 2017 and will be reflected in the Organization's financial statements as of June 30, 2019. We believe the update will have the greatest impact on your Organization as it relates to financial statement disclosures on how expenses are allocated across functions. Enhanced disclosures will be required for amounts of expenses by both their natural classification and their functional classification. That analysis of expenses is to be provided in one location, which could be on the face of the consolidated statement of activities, as a separate statement, or in the notes to the financial statements. Additionally, the method used to allocate costs among program and support functions will need to be disclosed. We recommend the Organization perform a time analysis on a regular basis for each employee to better reflect their expense allocation.

This information is intended solely for the use of the board of directors and management of Harbor District, Inc. and is not intended to be, and should not be, used by anyone other than these specified parties.

Sincerely,

Wegner CPAs, LLP

Jennifer Tarkowski, CPA  
Partner

**HARBOR DISTRICT, INC.**

**FINANCIAL STATEMENTS**

June 30, 2018 and 2017

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Harbor District, Inc.  
Milwaukee, Wisconsin

We have audited the accompanying financial statements of Harbor District, Inc., which comprise the statements of financial position as of June 30, 2018 and 2017, 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 from 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 Harbor District, Inc. as of June 30, 2018 and 2017, 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.

Wegner CPAs, LLP  
Waukesha, Wisconsin  
October 10, 2018

**HARBOR DISTRICT, INC.**  
**STATEMENTS OF FINANCIAL POSITION**  
June 30, 2018 and 2017

	2018	2017
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash	\$ 849,495	\$ 242,632
Unconditional promises to give	394,557	159,090
Other receivable	-	1,654
Prepaid expenses	-	125
<b>Total current assets</b>	<b>1,244,052</b>	<b>403,501</b>
<b>LEASEHOLD IMPROVEMENTS AND EQUIPMENT</b>		
Leasehold improvements	131,828	-
Equipment	2,676	1,377
Less accumulated depreciation	(1,026)	(459)
<b>Leasehold improvement and equipment - net</b>	<b>133,478</b>	<b>918</b>
<b>NONCURRENT ASSETS</b>		
Unconditional promises to give less current portion	-	48,058
<b>Total assets</b>	<b>\$ 1,377,530</b>	<b>\$ 452,477</b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 3,201	\$ -
Accrued payroll	-	84
Accrued vacation	4,732	4,589
<b>Total liabilities</b>	<b>7,933</b>	<b>4,673</b>
<b>NET ASSETS</b>		
Unrestricted	250,473	124,120
Temporarily restricted	1,119,124	323,684
<b>Total net assets</b>	<b>1,369,597</b>	<b>447,804</b>
<b>Total liabilities and net assets</b>	<b>\$ 1,377,530</b>	<b>\$ 452,477</b>

See accompanying notes.

**HARBOR DISTRICT, INC.**  
**STATEMENTS OF ACTIVITIES**  
Years ended June 30, 2018 and 2017

	2018	2017
<b>UNRESTRICTED NET ASSETS</b>		
<b>SUPPORT AND REVENUE</b>		
Contributions	\$ 249,084	\$ 271,723
Donated rent	20,100	20,100
Administration fees	35,636	-
Other income	-	828
	<u>304,820</u>	<u>292,651</u>
<b>EXPENSES</b>		
Personnel	245,706	240,420
Professional fees	71,192	21,720
Occupancy	20,100	20,109
Office	16,179	8,548
Advertising	2,457	1,024
Travel	120	988
Conferences and meetings	20,762	11,294
Insurance	1,735	1,463
Depreciation	567	459
Project supplies	-	1,006
Miscellaneous	2,756	1,081
	<u>381,574</u>	<u>308,112</u>
Net assets released from restrictions	<u>203,107</u>	<u>45,537</u>
<b>Change in unrestricted net assets</b>	126,353	30,076
<b>TEMPORARILY RESTRICTED NET ASSETS</b>		
Contributions	998,547	283,684
Net assets released from restrictions	<u>(203,107)</u>	<u>(45,537)</u>
<b>Change in temporarily restricted net assets</b>	<u>795,440</u>	<u>238,147</u>
<b>Change in net assets</b>	921,793	268,223
Net assets - beginning of year	<u>447,804</u>	<u>179,581</u>
<b>Net assets - end of year</b>	<u><u>\$ 1,369,597</u></u>	<u><u>\$ 447,804</u></u>

See accompanying notes.

**HARBOR DISTRICT, INC.**  
**STATEMENTS OF CASH FLOWS**  
Years ended June 30, 2018 and 2017

	2018	2017
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ 921,793	\$ 268,223
Adjustments to reconcile change in net assets to net cash flows from operating activities		
Contributions restricted for long-term purposes	(1,003,831)	-
Depreciation	567	459
Change in fair value on unconditional promises to give	(1,942)	1,942
(Increase) decrease in assets		
Unconditional promises to give	129,533	(164,090)
Other receivable	1,654	(1,654)
Prepaid expenses	125	875
Increase (decrease) in liabilities		
Accounts payable	-	(566)
Accrued payroll	(84)	(125)
Accrued vacation	143	3,267
<b>Net cash flows from operating activities</b>	47,958	108,331
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchases of leasehold improvements and equipment	(129,926)	(1,377)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Contributions restricted for investment in leasehold improvements and equipment	688,831	-
<b>Change in cash</b>	606,863	106,954
Cash - beginning of year	242,632	135,678
<b>Cash - end of year</b>	\$ 849,495	\$ 242,632
<b>SUPPLEMENTAL DISCLOSURES</b>		
Noncash investing and financing transactions		
Leasehold improvements and equipment included in accounts payable	\$ 3,201	\$ -

See accompanying notes.

**HARBOR DISTRICT, INC.**  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2018 and 2017

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Harbor District, Inc. (Organization) is a not-for-profit organization established in July 2014 to support the harbor district in Milwaukee, Wisconsin by bringing together local, state, and federal government efforts, private sector interests, and community enthusiasm to achieve a world-class revitalization of the area for the benefit of the City and the Region.

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Basis of Presentation**

The Organization reports information regarding its financial position and activities according to three classes of net assets:

*Unrestricted net assets*—Net assets that are not restricted by donors. Designations are voluntary board-approved segregations of unrestricted net assets for specific purposes, projects, or investments.

*Temporarily restricted net assets*—Net assets whose use has been limited by donor-imposed time restrictions or purpose restrictions.

*Permanently restricted net assets*—Net assets that have been restricted by donors to be maintained by the Organization in perpetuity.

**Promises to Give**

Unconditional promises to give are recognized as support or gains in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional. Promises to give receivable due within the next year are recorded at their net realizable value. Promises to give receivable due in more than one year are reported at fair value, which is measured at the present value of their future cash flows.

Uncollectible promises are written off after management has used reasonable collection efforts and determined the promises will not be collected. The Organization considers all promises to give to be fully collectible. Accordingly, no allowance for doubtful accounts has been established. If promises to give become uncollectible, they will be charged to operations when that determination is made.

**Other Receivable**

The Organization considers other receivables to be fully collectible. Accordingly, no allowance for doubtful accounts has been established. If accounts become uncollectible, they will be charged to operations when that determination is made.

**Leasehold Improvements and Equipment**

Acquisitions of leasehold improvements and equipment in excess of \$1,000 are capitalized and recorded at cost. Donated leasehold improvements and equipment is recorded at the fair market value of the donated items at the time of receipt. Depreciation is provided using the straight-line method over the estimated useful lives of the assets.

**HARBOR DISTRICT, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
June 30, 2018 and 2017

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NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

**Income Tax Status**

The Organization is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509(a)(2).

**Contributions**

Contributions that are restricted by donor are reported as increases in unrestricted net assets if the restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the support is recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities as net assets released from restrictions.

**Advertising**

Advertising costs are expensed when incurred.

**Estimates**

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

**Date of Management's Review**

Management has evaluated subsequent events through October 10, 2018, the date which the financial statements were available to be issued.

NOTE 2 – UNCONDITIONAL PROMISES TO GIVE

Unconditional promises to give at June 30, 2018 and 2017 are as follows:

	2018	2017
Receivable in less than one year	\$ 394,557	\$ 159,090
Receivable in one to five years	-	50,000
Unconditional promises to give	394,557	209,090
Less change in fair value	-	(1,942)
Unconditional promises to give	\$ 394,557	\$ 207,148

**HARBOR DISTRICT, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
June 30, 2018 and 2017

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**NOTE 3 – FAIR VALUE MEASUREMENTS**

Fair values of assets measured on a recurring basis at June 30, 2018 and 2017 are as follows:

	<u>Significant Unobservable Inputs (Level 3)</u>
Unconditional promises to give - June 30, 2018	<u>\$ 394,557</u>
Unconditional promises to give - June 30, 2017	<u>\$ 207,148</u>

Unconditional promises to give are reported at net realizable value if at the time the promise is made payment is expected to be received in one year or less. Unconditional promises that are expected to be collected in more than one year are reported at fair value initially and in subsequent periods because the Organization elected the fair value option in accordance with generally accepted accounting principles. Fair values for unconditional promises to give – long term are determined by calculating the present value of the future receipts expected to be received measured as the present value of their future cash flows. Management believes that the use of fair value reduces the cost of measuring unconditional promises to give in periods subsequent to their receipt and provides equal or better information to users of its financial statements than if those promises were measured using present value techniques and historical discount rates.

Fair values for unconditional promises to give are determined by calculating the present value of the future receipts expected to be received using a risk-free interest rate and an allowance for uncollectible promises. Unconditional promises to give receivable in more than one year are discounted at 2%.

Unconditional promises to give measured at fair value on a recurring basis using significant unobservable inputs (Level 3 inputs) consisted of the following at June 30:

	2018	2017
Beginning balance	\$ 207,148	\$ 45,000
New promises received	344,557	209,090
Collections	(159,090)	(45,000)
Change in value	1,942	(1,942)
Ending balance	<u>\$ 394,557</u>	<u>\$ 207,148</u>



**HARBOR DISTRICT, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
June 30, 2018 and 2017

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**NOTE 4 – TEMPORARILY RESTRICTED NET ASSETS**

Temporarily restricted net assets at June 30, 2018 and 2017 are available for the following:

	<u>2018</u>	<u>2017</u>
Greenfield Avenue Public Plaza	\$ 975,428	\$ 106,626
Creating a 21st Century Waterfront	103,519	198,058
Waterway Improvements	19,000	19,000
Habitat Hotels Market Research	10,000	-
Harbor Fest 2018 Sponsorship	7,500	-
Port Green Infrastructure and Storm Water Planning	<u>3,677</u>	<u>-</u>
Temporarily restricted net assets	<u>\$ 1,119,124</u>	<u>\$ 323,684</u>

**NOTE 5 – FUNCTIONAL CLASSIFICATION OF EXPENSES**

Expenses by function for the years ended June 30, 2018 and 2017 were as follows:

	<u>2018</u>	<u>2017</u>
Program services	\$ 328,108	\$ 267,880
Management and general	33,558	29,875
Fundraising	<u>19,908</u>	<u>10,357</u>
Total expenses	<u>\$ 381,574</u>	<u>\$ 308,112</u>

**NOTE 6 – LEASES AND DONATED RENT**

The Organization leases office space in Milwaukee on a month to month basis. Monthly rent is donated to the organization and is valued at \$1,675 per month. Lease expense for the years ended June 30, 2018 and 2017 was \$20,100.

**NOTE 7 – CONCENTRATIONS**

**Support and Revenue**

For the years ended June 30, 2018 and 2017, approximately 90% of the Organization's support and revenue came from nine and six donors, respectively.

**Credit Risk**

The Organization maintains its cash balance at one financial institution located in southeastern Wisconsin. The balance is insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At June 30, 2018, the Organization's uninsured cash balance totals approximately \$644,000.

**HARBOR DISTRICT, INC.**  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2018 and 2017

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NOTE 8 – COMMITMENT

The Organization entered into a contract on June 26, 2018 with Altius Building Company for the construction project of Greenfield Avenue Public Plaza. The total cost of the project is \$1,225,575 and will be financed through contributions.

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