BUDGET FOR A LOSS

In 2019, the financials budgeted for a loss of close to $140,000.
Why would any HOA actually BUDGET for a loss, and a loss that big?

14-Jan-20
05:10 PM

THE VILLAGES AT HERITAGE SPRINGS HOA
INCOME STATEMENT
FOR THE TWELVE MONTHS ENDING DECEMBER 31, 2019

PMG-MGMT-GRP (VHS)

CURRENT PERIOD ACTUAL	CURRENT PERIOD BUDGET	CURRENT PERIOD VARIANCE		YEAR TO DATE ACTUAL	YEAR TO DATE BUDGET	YEAR TO DATE VARIANCE	ANNUAL BUD
[redacted]			INCOME	[redacted]			
			4001 ASSESSMENT				737,280.00
			4002 ASSESSMENT-APT SHARED				55,623.00
			4003 ASSESSMENT 14 NEW HOMES				.00
			4200 INTEREST INCOME-RESERVES				.00
			4210 LATE CHARGE				.00
			4235 PENALTY ASSESSMENT				.00
			4260 PARKING PERMIT				.00
			4283 KEY				.00
			4290 CLUBHOUSE RENTAL				.00
			4295 MISCELLANEOUS				.00
			TOTAL INCOME				792,903.00

CURRENT PERIOD ACTUAL	CURRENT PERIOD BUDGET	CURRENT PERIOD VARIANCE		YEAR TO DATE ACTUAL	YEAR TO DATE BUDGET	YEAR TO DATE VARIANCE	ANNUAL BUD
86,289.40	77,739.62	8,549.78-	TOTAL EXPENSES & ALLOCATIONS	863,579.09	932,875.44	69,296.35	932,875.44
22,472.67-	11,664.37-	10,808.30-	NET GAIN OR LOSS	35,838.63-	139,972.44-	104,133.81	139,972.44-

Total Income Budget 792,903 – Total Expenses Budget 932,875.44 =

Budget LOSS of 139,972.44