

[REDACTED]

Sent from Mail for Windows

From: Terry Hostetler
Sent: Wednesday, December 1, 2021 11:46 AM
To: Jerry Counts; [REDACTED]
Cc: Jon Rea; Jill Bacon Sub-C
Subject: Re: PPP Loan

Jerry,

Thank you for your clear and concise response [REDACTED]

You are amazing!

Terry Hostetler
HGA Treasurer

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From: Jerry Counts <jcounts@HeatherGardensmail.com>
Sent: Tuesday, November 30, 2021 4:12 PM

To: [REDACTED]; Terry Hostetler <t.hostetler@HeatherGardensmail.com>
Cc: Jon Rea <jon.rea@HeatherGardensmail.com>; Jill Bacon Sub-C <jvbacon@gmail.com>
Subject: RE: PPP Loan

[REDACTED]

The PPP loan is a unique business transaction without precedence, not just for HGA but many organizations. Basically, the government provided a "grant" to HGA based on HGA not terminating or laying off all employees during COVID. Because we were able to demonstrate that we maintained salaries (\$2,180,817) during the qualifying period, the government was willing to provide us a "grant" for the original application loan amount of \$1,058,700. HOA fees were not adjusted based on this "grant" since the "grant" was not guaranteed. However, for 2023, the HOA fees will be reduced due to the forgiveness of the PPP loan of \$1,058,700.

The supporting wages for the \$2,180,817 can be found in the series 500, 510, and 520 accounts within each department's MOA.

Jerry

From: [REDACTED]
Sent: Tuesday, November 30, 2021 3:33 PM
To: Jerry Counts <jcounts@HeatherGardensmail.com>; terry.hostetler@heathergardensmail.com
Cc: Jon Rea <jon.rea@HeatherGardensmail.com>; Jill Bacon Sub-C <jvbacon@gmail.com>
Subject: PPP Loan

[External Content] This message is from an external source.

Thank you for the reply. I would further ask:

--During the covered period for the PPP loan, HOA fee revenue also covered those expenses. In what amount? Actual net cost for the PPP loan?

--Makes total sense that the PPP loan could not be reflected in 2020 based on your explanation. However, we're talking 2021 when the forgiveness took place. How can the entire amount be carried as a surplus?

--I didn't ask for specific detail—just the accounts and dollar amounts posted as a credit to expenses covered by PPP loan. I would still like to have that information.

Thank you,

[REDACTED]

Sent from [Mail](#) for Windows

From: [Jerry Counts](#)
Sent: Tuesday, November 30, 2021 3:02 PM
To: [REDACTED] terry.hostetler@heathergardensmail.com
Cc: [Jon Rea](#); [Jill Bacon Sub-C](#)
Subject: RE: 2nd request re: PPP Loan

Hi [REDACTED]

My apologies for not responding sooner than this.

The covered period for the PPP loan was 4/21/2020 – 10/3/2020. Total qualified wages for this period were \$2,180,817 and was more than the PPP loan amount of \$1,058,700.

The forgiveness application was filed in July 2021. HGA received notice from the SBA in August 2021 that the loan was forgiven in its entirety.

Since the loan was not forgiven until 2021, we could not reflect the forgiveness in 2020. This position was supported by HGA's outside auditors, RubinBrown.

I'm unable to provide any detail of the \$2,180,817 since the support contains sensitive, confidential information.

Regards,

Jerry

From: [REDACTED]
Sent: Monday, November 22, 2021 9:22 AM
To: terry.hostetler@heathergardensmail.com; Jerry Counts <jcounts@HeatherGardensmail.com>
Cc: Jon Rea <jon.rea@HeatherGardensmail.com>; Jill Bacon Sub-C <jvbacon@gmail.com>
Subject: 2nd request re: PPP Loan

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Just in case my first email wasn't received, I'm resending. Please advise when I can expect a reply and review the requested information.

Thank you,

[REDACTED]

Sent from [Mail](#) for Windows

From: [REDACTED]
Sent: Wednesday, November 10, 2021 6:49 PM
To: [Jerry Counts](#)
Cc: jon.rea@heathergardensmail.com; [Jill Bacon Sub-C](#)
Subject: PPP Loan

HG received their PPP loan in 2020. I'm requesting a breakdown of where the money was spent during 2020 and in 2021, if there was a carry-over into that year.

HG has announced that their PPP loan has been forgiven which requires showing the SBA that the money was spent correctly.

Thank you,

[REDACTED]