

Request for Third Installment of Approved Contingency Funds

Amount Requested: \$60,000

Date: April 20, 2026

Submitted by: Patricia Calloway, Executive Director, Generations Ashe

Purpose of the Request

Generations Ashe respectfully requests approval for a third installment of \$60,000 from the county-approved contingency. This draw remains within the established limit and continues to support short-term operational needs during this fiscal year. The contingency structure allows the organization to maintain smooth, uninterrupted service delivery during a time of transition and restructuring.

Reason for the Draw

This request is driven by several time-sensitive operational needs, including required building safety and compliance improvements:

- The fire suppression system in the front canopies – Century Fire has visited multiple times to formulate a plan for the scheduled work,
- A heat pump in the day care centers was replaced at a cost of \$6200, and
- A new motor for the ice-maker in the nutrition program was purchased at a cost of \$3200.

In addition, we expect to incur additional expenses as we prepare for the transition of assisted living operations such as surveys and appraisals. Finally, this installment also supports routine operational obligations occurring during normal timing gaps between expenses and reimbursement cycles and general stability during a period when multi-month administrative and staffing efficiencies continue to phase in.

Progress on the Assisted Living Transition Plan

Generations Ashe continues to make steady progress on the plan to transition the assisted living program to a new owner/operator. Recent activity includes:

- Finalizing appraisals on both buildings,
- Attaining professional photos for potential buyers,
- Providing additional financial information to the broker, marketing, and sales agents,
- Meeting with USDA representatives regarding interim re-amortization of our existing loan during this transition, and
- Maintaining full operations during the transition period for consistency for residents and staff.

Sensitive aspects of the process will be shared with county leadership as appropriate.

Fiscal Responsibility and Cost Management

Generations Ashe continues implementing internal cost-control measures and organizational efficiency improvements. We remain committed to responsible stewardship of resources, using county-authorized funds only when necessary, prioritizing safety and stability, and ensuring uninterrupted service delivery.

Public Accountability and Reporting

Generations Ashe will continue providing the Board with:

- Monthly updates
- Monthly financial reports
- Updates on organizational progress, including the assisted living transition, and
- Full transparency regarding financial trends

Summary

The requested \$60,000 draw is a responsible and routine use of the pre-approved contingency funds. It supports essential operations, required safety improvements, and continuity of services during a temporary period of increased facility costs and organizational transition.

Generations Ashe appreciates the continued partnership of the Ashe County Board of Commissioners.