

Dear Owner:

Attached, please find the 2019 Audit Report for the Grand Chateau Owners' Association, Inc. The Audit is being distributed as outlined in the Bylaws, Article 8, Section 8.4 Budget and Report Summary. **The complete report is available at the business office of the Association and copies will be provided upon an Owner's request at the expense of the Association.**

If you would like to request a copy of the full Audit please contact Brian Cinadr, Director of Finance, by email at Brian.Cinadr@vacationclub.com.

Please also consider opting-in to receive mailings required by the Association's governing documents or applicable law via electronic transmission through an email address. Examples of required mailings may include: notices of meetings, financial statements, budgets and amendments to the governing documents.

In order to receive these items by electronic transmission, Owners must first explicitly provide consent (or "opt-in"). Consent to receive required mailings by electronic transmission is effective unless it is revoked at a later time.

To opt-in, log into your Owner account on MarriottVacationClub.com. Click on "Account", click on "Profile", click on "Register for Online Document Notification". Edit Settings.

Sincerely,

Jennifer Penningroth
Director of Operations
Marriott's Grand Chateau

Grand Chateau Owners' Association, Inc.
Summary Report on Audit of Financial Statements
For the Year Ended December 31, 2019

Balance Sheet

	<u>Operating</u>	<u>Reserves</u>	<u>2019 Total</u>
Assets:			
Cash and cash equivalents	\$ 10,115,132	\$ 9,920,061	\$ 20,035,193
Other Assets	14,440,257	36,000,102	50,440,359
Total Assets	<u>\$ 24,555,389</u>	<u>\$ 45,920,163</u>	<u>\$ 70,475,552</u>
Liabilities and Fund Balances:			
Accrued Expenses	\$ 779,482	\$ (106,278)	\$ 673,204
Contract Liability	-	38,654,596	38,654,596
Other Liabilities	21,034,238	7,371,845	28,406,083
Fund Balances	2,741,669	-	2,741,669
Total Liabilities and Fund Balances	<u>\$ 24,555,389</u>	<u>\$ 45,920,163</u>	<u>\$ 70,475,552</u>

Operating Fund - Income Statement

	<u>2019 Total</u>
Total Revenues	\$ 32,346,445
Total Expenses	<u>(31,668,882)</u>
Excess (Deficit) of Revenues over Expenses	677,563
Fund Balance - Beginning of Year	2,064,106
Transfer to the Reserve for Replacement Fund, as approved by the Board of Directors	<u>-</u>
Fund Balance - End of Year	<u>\$ 2,741,669</u>

Reserve Fund - Income Statement

	<u>2019 Total</u>
Total Revenues	\$ 8,606,611
Total Expenses	<u>(8,606,611)</u>
Excess (Deficit) of Revenues over Expenses	-
Fund Balance - Beginning of Year	-
Transfer from the Operating Fund as approved by the Board of Directors	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>

For a complete copy of the audited financial statements, please contact the Director of Finance, Brian Cinadr, at Brian.Cinadr@vacationclub.com. Grand Chateau Owners' Association Inc. financial statements were audited by Crowe LLP.

Grand Chateau Owners' Association, Inc.
Board of Directors

Name	Office Held	Term
David Miles	President	2019-2022
Jeffrey Mora	Vice President	2018-2021
Lee Hall	Treasurer/Secretary	2017-2020
Noralyn Canfield	Director	2017-2020
Donald Baarman	Director	2018-2021

E-mail: mvclvgcbd@vacationclub.com

This page intentionally left blank