

DEBTOR: The Falls at St. George, LLC

**MONTHLY OPERATING REPORT
CHAPTER 11**

CASE NUMBER: 18-26653

**Form 2-A
COVER SHEET**

For Period Ending: 12/31/2018

Accounting Method: Accrual Basis Cash Basis


THIS REPORT IS DUE 14 DAYS AFTER THE END OF THE MONTH

Mark One Box for Each
Required Document:

Debtor must attach each of the following reports/documents unless the U. S. Trustee has waived the requirement in writing. File the original with the Clerk of Court. Submit a duplicate, with original signature, to the U. S. Trustee.

Report/Document Attached	Previously Waived	REQUIRED REPORTS/DOCUMENTS
<input checked="" type="checkbox"/>	<input type="checkbox"/>	1. Cash Receipts and Disbursements Statement (Form 2-B)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	2. Balance Sheet (Form 2-C)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	3. Profit and Loss Statement (Form 2-D)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	4. Supporting Schedules (Form 2-E)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	5. Quarterly Fee Summary (Form 2-F)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	6. Narrative (Form 2-G)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	7. Bank Statements for All Bank Accounts IMPORTANT: Redact account numbers and remove check images
<input checked="" type="checkbox"/>	<input type="checkbox"/>	8. Bank Statement Reconciliations for all Bank Accounts

I declare under penalty of perjury that the following Monthly Operating Report, and any attachments thereto are true, accurate and correct to the best of my knowledge and belief.

Executed on: 1/16/19 Print Name: Michael F. Thompson
 Signature: 
 Title: Chapter 11 Trustee, The Falls Event Center LLC

DEBTOR: The Falls at St. George, LLC CASE NO: 18-26653

Form 2-B
CASH RECEIPTS AND DISBURSEMENTS STATEMENT

For Period: 12/01/2018 to 12/31/2018

CASH RECEIPTS DETAIL
(attach additional sheets as necessary)

Account No: Rabobank, N.A.

Date	Payer	Description	Amount
------	-------	-------------	--------

Total Cash Receipts \$ - (1)

(1) Total for all accounts should agree with total cash receipts listed on Form 2-B, page 1

DEBTOR: The Falls at St. George, LLC

CASE NO: 18-26653

Form 2-B
CASH RECEIPTS AND DISBURSEMENTS STATEMENT
For Period: 12/01/2018 to 12/31/2018

CASH DISBURSEMENTS DETAIL
(attach additional sheets as necessary)

Account No: Rabobank, N.A.

Date	Check No.	Payee	Description (Purpose)	Amount
------	-----------	-------	-----------------------	--------

Total Cash Disbursements \$ - (1)

(1) Total for all accounts should agree with total cash disbursements listed on Form 2-B, page 1

**Form 2-C
 COMPARATIVE BALANCE SHEET**

For Period Ended: 12/31/2018

	Current Month	Petition Date (1)
ASSETS		
Current Assets:		
Cash (from Form 2-B, line 5)	\$ 350.00	\$ -
Accounts Receivable (from Form 2-E)		
Receivable from Officers, Employees, Affiliates		
Inventory		
Other Current Assets :(List) _____		
Total Current Assets	\$ <u>350.00</u>	\$ <u>-</u>
Fixed Assets:		
Land and Buildings	\$ 2,120,000.00	\$ 2,120,000.00
Equipment, Furniture and Fixtures		
Total Fixed Assets	<u>2,120,000.00</u>	<u>2,120,000.00</u>
Less: Accumulated Depreciation	(-)	(-)
Net Fixed Assets	\$ <u>2,120,000.00</u>	\$ <u>2,120,000.00</u>
Other Assets (List): _____		
TOTAL ASSETS	\$ <u>2,120,350.00</u>	\$ <u>2,120,000.00</u>
LIABILITIES		
Post-petition Accounts Payable (from Form 2-E)	\$	\$
Post-petition Accrued Professional Fees (from Form 2-E)	8,691.00	
Post-petition Taxes Payable (from Form 2-E)		
Post-petition Notes Payable		
Other Post-petition Payable(List): _____		
Total Post Petition Liabilities	\$ <u>8,691.00</u>	\$ _____
Pre Petition Liabilities:		
Secured Debt	767,952.16	7,493,899.39
Priority Debt	-	-
Unsecured Debt	30,486.67	30,486.67
Total Pre Petition Liabilities	\$ <u>798,438.83</u>	\$ <u>7,524,386.06</u>
TOTAL LIABILITIES	\$ <u>807,129.83</u>	\$ <u>7,524,386.06</u>
OWNERS' EQUITY		
Owner's/Stockholder's Equity	\$ 1,320,785.17	\$ (5,404,386.06)
Retained Earnings - Prepetition		
Retained Earnings - Post-petition	(7,565.00)	-
TOTAL OWNERS' EQUITY	\$ <u>1,313,220.17</u>	\$ <u>(5,404,386.06)</u>
TOTAL LIABILITIES AND OWNERS' EQUITY	\$ <u>2,120,350.00</u>	\$ <u>2,120,000.00</u>

(1) Petition date values are taken from the Debtor's balance sheet as of the petition date or are the values listed on the Debtor's schedules.
 (2) Removed \$6,725,947.23 of secured debt relating to a second trust deed held by a lender of a related property. The Debtor has since settled with that Creditor and the Creditor has released its second position on the St. George property.

DEBTOR: The Falls at St. George, LLC

CASE NO: 18-26653

Form 2-D
PROFIT AND LOSS STATEMENT
For Period 12/01/2018 **to** 12/31/2018

	Current <u>Month</u>	Accumulated <u>Total (1)</u>
Gross Operating Revenue	\$ -	\$ -
Less: Discounts, Returns and Allowances	(-)	(-)
Net Operating Revenue	\$ -	\$ -
Cost of Goods Sold	-	-
Gross Profit	\$ -	\$ -
Operating Expenses		
Officer Compensation	\$ -	\$ -
Selling, General and Administrative	-	-
Rents and Leases	-	-
Depreciation, Depletion and Amortization	-	-
Other (list): _____	-	-
_____	-	-
Total Operating Expenses	\$ -	\$ -
Operating Income (Loss)	\$ -	\$ -
Non-Operating Income and Expenses		
Other Non-Operating Expenses	\$ -	\$ -
Gains (Losses) on Sale of Assets	-	-
Interest Income	-	-
Interest Expense	-	-
Other Non-Operating Income	-	-
Net Non-Operating Income or (Expenses)	\$ -	\$ -
Reorganization Expenses		
Legal and Professional Fees	\$ 110.00	\$ 7,565.00
Other Reorganization Expense	-	-
Total Reorganization Expenses	\$ 110.00	\$ 7,565.00
Net Income (Loss) Before Income Taxes	\$ (110.00)	\$ (7,565.00)
Federal and State Income Tax Expense (Benefit)	-	-
NET INCOME (LOSS)	\$ (110.00)	\$ (7,565.00)

(1) Accumulated Totals include all revenue and expenses since the petition date.

(2) Accrued interest from the Debtor's secured debt is included on The Falls Event Center, LLC (BK Case No. 18-25116), operating report. While The Falls Event Center is not obligated on the debt, it is expected that The Falls Event Center will make the eventual payments. It is the practice of the Debtor that The Falls Events Center collects all revenues and pays all expenses.

DEBTOR: The Falls at St. George, LLC

CASE NO: 18-26653

Form 2-E
SUPPORTING SCHEDULES
 For Period: 12/01/18 to 12/31/18

POST PETITION TAXES PAYABLE SCHEDULE

	<u>Beginning Balance (1)</u>	<u>Amount Accrued</u>	<u>Amount Paid</u>	<u>Date Paid</u>	<u>Check Number</u>	<u>Ending Balance</u>
Income Tax Withheld:						
Federal	\$ 0	\$ 0	\$ 0			\$ 0
State	0	0	0			0
FICA Tax Withheld	0	0	0			0
Employer's FICA Tax	0	0	0			0
Unemployment Tax						
Federal	0	0	0			0
State	0	0	0			0
Sales, Use & Excise Taxes	0	0	0			0
Property Taxes	0		0			-
Accrued Income Tax:						
Federal	0	0	0			0
State	0	0	0			0
Other: _____	0	0	0			0
TOTALS	\$ <u>0</u>	\$ <u>-</u>	\$ <u>0</u>			\$ <u>-</u>

(1) For first report, Beginning Balance will be \$0; thereafter, Beginning Balance will be Ending Balance from prior report.

INSURANCE SCHEDULE

	<u>Carrier</u>	<u>Amount of Coverage</u>	<u>Expiration Date</u>	<u>Premium Paid Through</u>
Workers' Compensation	n/a			
General Liability	n/a			
Property (Fire, Theft)	Auto Owners	\$2,199,500 Act. Loss 12 Mo. 1M/2M Liability	12/31/2018	12/31/2018
Vehicle	n/a			
Other (list):	n/a			

DEBTOR: The Falls at St. George, LLC

CASE NO: 18-26653

**Form 2-E
SUPPORTING SCHEDULES**

For Period: 12/01/18 to 12/31/18

ACCOUNTS RECEIVABLE AND POST PETITION PAYABLE AGING

<u>Due</u>	<u>Accounts Receivable</u>	<u>Post Petition Accounts Payable</u>
	\$ 0.00	\$ 0.00
Under 30 days	0.00	0.00
30 to 60 days	0.00	0.00
61 to 90 days	0.00	0.00
91 to 120 days	0.00	0.00
Over 120 days	0.00	0.00
	<u>0.00</u>	
Total Post Petition	<u>0.00</u>	
Pre Petition Amounts		
	\$ 0.00	
Total Accounts Receivable	<u>0.00</u>	
Less: Bad Debt Reserve	<u>\$ 0.00</u>	
Net Accounts Receivable (to Form 2-C)	<u>0.00</u>	
	Total Post Petition Accounts Payable	\$ <u>0.00</u>

* Attach a detail listing of accounts receivable and post-petition accounts payable

TO ATTORNEYS AND OTHER PROFESSIONALS

	<u>Month-end Retainer Balance</u>	<u>Current Month's Accrual</u>	<u>Paid in Current Month</u>	<u>Date of Court Approval</u>	<u>Month-end Balance Due *</u>
Debtor's Counsel	\$				
Unsecured Creditors	-	-	-		-
Committee Fees	-	-	-		-
Debtor's Counsel					8,405.00
Accountant to Debtor	-	110.00			286.00
Total	<u>\$ -</u>	<u>\$ 110.00</u>	<u>\$ -</u>		<u>\$ 8,691.00</u>

*Balance due to include fees and expenses incurred but not yet paid.

SCHEDULE OF PAYMENTS AND TRANSFERS TO PRINCIPALS/EXECUTIVES**

<u>Payee Name</u>	<u>Position</u>	<u>Nature of Payment</u>	<u>Amount</u>
_____	_____	_____	\$ 0
_____	_____	_____	0
_____	_____	_____	0

**List payments and transfers of any kind and in any form made to or for the benefit of any proprietor, owner, partner, shareholder, officer or director.

DEBTOR: The Falls at St. George, LLC

CASE NO: 18-26653

Form 2-F
QUARTERLY FEE SUMMARY *
 For the Month Ended: 12/31/2018

<u>Month</u>	<u>Year</u>	<u>Cash Disbursements **</u>	<u>Quarterly Fee Due</u>	<u>Check No.</u>	<u>Date Paid</u>
January	_____ \$				
February	_____ \$				
March	_____ \$				
TOTAL 1st Quarter	\$ _____	_____ -	\$ _____	_____	_____
April	_____ \$				
May	_____ \$				
June	_____ \$				
TOTAL 2nd Quarter	\$ _____	_____ -	\$ _____	_____	_____
July	<u>2018</u> \$	-			
August	<u>2018</u> \$				
September	<u>2018</u> \$	-			
TOTAL 3rd Quarter	\$ _____	_____ 0.00	\$ _____ 325	_____	_____
October	<u>2018</u> \$	0			
November	<u>2018</u> \$	0			
December	<u>2018</u> \$	0			
TOTAL 4th Quarter	\$ _____	_____ 0.00	\$ _____ 325	<u>2794</u>	<u>1/15/2019</u>

FEE SCHEDULE (as of JANUARY 1, 2008)

Subject to changes that may occur to 28 U.S.C. §1930(a)(6)

<u>Quarterly Disbursements</u>	<u>Fee</u>	<u>Quarterly Disbursements</u>	<u>Fee</u>
\$0 to \$14,999.....	\$325	\$1,000,000 to \$1,999,999.....	< of 1% or \$250K
\$15,000 to \$74,999.....	\$650	\$2,000,000 to \$2,999,999.....	< of 1% or \$250K
\$75,000 to \$149,999.....	\$975	\$3,000,000 to \$4,999,999.....	< of 1% or \$250K
\$150,000 to \$224,999.....	\$1,625	\$5,000,000 to \$14,999,999.....	< of 1% or \$250K
\$225,000 to \$299,999.....	\$1,950	\$15,000,000 to \$29,999,999....	< of 1% or \$250K
\$300,000 to \$999,999.....	\$4,875	\$30,000,000 or more	< of 1% or \$250K

* This summary is to reflect the current calendar year's information cumulative to the end of the reporting period

** Should agree with line 3, Form 2-B. Disbursements are net of transfers to other debtor in possession bank accounts

Failure to pay the quarterly fee is cause for conversion or dismissal of the chapter 11 case. [11 U.S.C. Sec. 1112(b)(10)]

In addition, unpaid fees are considered a debt owed to the United States and will be assessed interest under 31 U.S.C. §3717

DEBTOR: The Falls at St. George, LLC

CASE NO: 18-26653

**Form 2-G
NARRATIVE**

For the Period Ending: 12/31/2018

Please provide a brief description of any significant business and legal actions taken by the debtor, its creditors, or the court during the reporting period, any unusual or non-recurring accounting transactions that are reported in the financial statements, and any significant changes in the financial condition of the debtor which have occurred subsequent to the report date.

The Debtor filed its chapter 11 voluntary bankruptcy petition on September 6, 2018. This report provides information on the operations of the Debtor for the period December 1, 2018 through December 31, 2018.

The Debtor is a holding company holding property operated by The Falls Events Center, LLC, (See Case 18-25116). All revenues and expenses are reported by The Falls Events Center, LLC.

On November 27, 2018, the Court entered an Order appointing Michael F. Thomson as Chapter 11 Trustee. The Trustee and his accountants and financial advisors are in the process of analyzing and investigating the Debtor's assets and liability balances. Therefore, future monthly operating reports may be revised to reflect such examination and assets and liabilities may change significantly and materially. Amounts reported in this report and in the future may change based on this ongoing analysis. For example, the book value of the real estate reported by the Debtor may be overstated. We are in the process of obtaining valuations or appraisals of the properties.

Asset and liability balances may be over or under stated and are subject to material modification. The financial statements may change as information becomes available. The Trustee may dispute the nature and amount of the assets and liabilities presented in these financial statements.

As new information and evidence becomes available, the balance sheet will be updated to reflect the correct amounts of assets and liabilities. That liabilities and assets may be omitted, listed and/or adjusted on the Debtor's balance sheet does not necessarily reflect the final opinion as to the eventual treatment of the assets and liabilities in a plan of reorganization or otherwise.



Rabobank, N.A.
 PO Box 6010
 Santa Maria, CA 93456-6010
 www.RabobankAmerica.com

Rabobank Return Service Requested



Rabobank, N.A.
 Member FDIC
 NMLS #649477

Period Covered:
 December 01, 2018 - December 31, 2018
 Page 1 of 2

Gil Miller
 215 South State Street, Suite 550
 Salt Lake City UT 84111

Case Number 18-26653
 Case Name THE FALLS AT ST GEORGE. LLC
 Trustee Number [REDACTED]
 Trustee Name Gil Miller

Questions
 (800) 634-7734
 banking@bmsadvantage.com
 www.bmsadvantage.com

CONSOLIDATED BALANCE SUMMARY

Account	Number	Ending Balance Prior Period	Ending Balance This Period
Checking Account TRUSTEE CHECKING	[REDACTED]	\$350.00	\$350.00
Total		\$350.00	\$350.00

Notable Information For You...

Need more UPS supplies to send your deposits into Rabobank? You can order supplies yourself by logging into <http://campusship.ups.com>. Complete instructions (including login credentials) may be found on the BMS Client Portal (<https://myResources.bms7.com> > Request Supplies > UPS Information > Ordering Guide).

IN CASE OF ERRORS OR QUESTIONS
REGARDING YOUR STATEMENTS
Telephone us at (800) 465-2415



Rabobank, N.A.

PO Box 6010
Santa Maria, CA 93456-6010
www.RabobankAmerica.com

Rabobank Return Service Requested

Period Covered:
December 01, 2018 - December 31, 2018
Page 2 of 2

Gil Miller
215 South State Street, Suite 550
Salt Lake City UT 84111

Case Number 18-26653
Case Name THE FALLS AT ST GEORGE. LLC
Trustee Number [REDACTED]
Trustee Name Gil Miller

 **Questions**
(800) 634-7734
banking@bmsadvantage.com
www.bmsadvantage.com

TRUSTEE CHECKING

Account Number: [REDACTED]

Enclosures	0	Beginning Balance	\$350.00
Avg Collected Balance	\$350.00	+ Total Additions	\$0.00
		- Total Subtractions	\$0.00
		Ending Balance	\$350.00

****No activity this statement period****

Printed: 01/11/19 02:38 PM

Bank Reconciliation Details

Page: 1

Trustee: Gil Miller (640150)

Period End: 12/31/18

Case: 18-26653 - THE FALLS AT ST GEORGE, LLC

Bank Account: [REDACTED] (Checking Account)

Outstanding Item Reconciliation:	
Trustee Ledger Balance :	350.00
Less Deposits in Transit :	0.00
Add (Less) Net Outstanding Transfers :	0.00
Add Outstanding Checks :	0.00
Add (Less) Other Outstanding Items :	0.00
Adjusted Ledger Balance :	\$350.00
(ledger balance excluding outstanding items)	
Bank Balance Through December 2018 :	\$350.00