



PARK AND RECREATION BOARD MEMORANDUM

FROM: The Office of the City Manager **DATE:** August 3, 2020
SUBJECT: Park and Recreation Facilities Development Corporation FY2021 Operating Budget
PRESENTER: Vickie Loftice, Managing Director

SUMMARY:

Staff will provide a summary of the Proposed FY 2020/21 Park and Recreation Facilities Development Corporation (PRFDC) Operating Budget.

GENERAL DESCRIPTION:

The PRFDC operating budget includes maintenance and operations of facilities and parks that were developed by the ½ cent sales tax. The Corporation Board is comprised of four City Council members and three Park and Recreation Board members. Park Board members are appointed by City Council. The three appointed Park and Recreation Board members are Tracye Tipps, Mike Filis and Dianne Spradling.

State law requires that the Corporation Board hold a public hearing prior to the adoption of the budget. The Corporation Board Meeting and the public hearing will be held on Thursday, August 13 at approximately 6:30 p.m. The meeting will very likely be a WebEx meeting.

The Park Board presentation of the 2019/20 Revised Operating Budget and the 2020/21 Proposed Operating Budget will provide an overview for informational purposes.

The revised operating budget for 2019/20 is \$8,900,589 and the proposed operating budget for 2020/21 is \$8,726,764. The revenue portion of the revised operating budget shows a decrease of \$857,936. Decreases are attributed to closure of facilities because of COVID19. The majority of the decreases are related to revenue loss at the NRH Centre in memberships and programs and decreases in revenue at the Richland Tennis Center. Offsetting some of the revenue loss is small increase in the collection of sales tax and park impact fees.

Revenue for the proposed operating budget has increased by \$277,028 compared to FY 2019/20 Adopted. A portion of the increase is related to moving Athletic Services from the General Fund to the Park Development Fund and an anticipated increase in revenue at the NRH Centre.



The 2020/21 proposed budget of \$8,726,764 is a decrease of \$755,543 compared to 2019/20 adopted. The reduction in expenditures include freezing of an Assistant Parks and Recreation Director position, fewer capital projects and a reduction in contribution to reserves until anticipated reserves are moved into reserve accounts.

The summary report of the operating budget is attached for your review.

The City Council will take formal action at the August 17, 2020 City Council Meeting on adoption of the Park & Recreation and Facilities Development Corporation budget.