

North Summit Special Recreation District

2023 Budget Commentary

Overview

The 2023 budget has a net income of \$9,494 for the year.

- Registration income from programs is budgeted at \$54,605, with expenses of \$66,167 and a net subsidy of (\$11,561).
- Property tax income is budgeted at \$116,000, with park rental income of \$300 and interest income of \$1,184. Employee expenses ended at \$64,494, with Other Administrative Expenses ending at \$93,281, the most significant expense.

Recreation Program Income and Expenses Year to Year Budget Changes

Due to increasing participation in programs, registration income is budgeted to grow by 35%. Assistants to help run the programs have also increased, which is a crucial element in helping provide excellent service to parents and athletes. They increased by 38%. One of the ways that we have been able to improve the rec product is through better uniforms. There is a budgeted increase of 25%, and the overall program expenses are budgeted to increase by 15%.

Budget Comparison

	Budget Dec-22	Actual Sep-22	Budget Dec-23	Budget Changes \$ %
Section I: Recreation Program Income and Expenses				
Recreation Programs Income				
Registration Income	\$ 44,297	\$ 54,838	\$ 59,605	\$ 15,308 35%
Less: Scholarships	\$ (5,000)	\$ -	\$ (5,000)	\$ - 0%
Net Registration Income:	\$ 39,297	\$ 54,838	\$ 54,605	\$ 15,308 39%
Recreation Program Expenses				
Sub Contractors				
Officials and Referees	\$ 7,549	\$ 7,023	\$ 7,790	\$ 241 3%
Director	\$ 8,399	\$ 18,176	\$ 16,349	\$ 7,950 95%
Assistant Director	\$ 5,115	\$ 3,461	\$ 4,565	\$ (550) -11%
Total Subcontractor:	\$ 21,063	\$ 28,660	\$ 28,704	\$ 7,641 36%
Other Expenses				
Uniforms	\$ 15,884	\$ 15,254	\$ 19,907	\$ 4,023 25%
Registration Transaction Fees	\$ -	\$ -	\$ 1,426	\$ - 100%
Sportsman Registration Software	\$ 828	\$ -	\$ 828	\$ - 0%
New Program Development	\$ 5,000	\$ -	\$ 5,000	\$ - 0%
Program Misc. Expense	\$ 13,736	\$ 8,488	\$ 11,278	\$ (2,458) -18%
Total Other Expenses:	\$ 35,448	\$ 23,741	\$ 38,439	\$ 1,565 4%
Total Recreation Program Expenses:	\$ 56,511	\$ 52,401	\$ 67,143	\$ 9,206 16%
Rec Program Net Income/Loss:	\$ (17,214)	\$ 2,437	\$ (12,538)	\$ 6,103 -35%

Administrative Income and Expenses Year to Year Budget Changes

In 2022 we saw an increase in the property tax income of 16%, so 2023 was budgeted at \$116,000. Interest income increased due to higher interest rates and the money from the Rap Tax in the PTIF accounts. The PTIF accounts were decreased by \$100K monthly in anticipation of construction on the fields.

Overall compensation expenses increased by 55.3%. After considering full-time status for Amanda or hiring a part-time employee to help with the district's needs, it was recommended to hire a part-time employee. Kayley Lucero, whom we have worked with for training programs, has a wide variety of experience with recreation programs that will benefit us. Also, she has trained in grant writing in school and will be the liaison between the district and the county grant writer. She is budgeted to work 12 hours per week at \$22 an hour. Also, a 8.78% increase in current employees is budgeted.

Section II: Non Sports Program Revenue and Administrative Expenses

Income

Property Taxes	\$	100,000	\$	42,888	\$	116,000	\$	16,000	16.0%
Park Rental	\$	-	\$	-	\$	300	\$	-	100.0%
Interest Income	\$	120	\$	1,952	\$	1,184	\$	1,064	886.7%
Non Program Income:	\$	100,240	\$	44,840	\$	117,484	\$	17,064	17.0%

Administration Expenses

Compensation

General Manager	\$	39,884	\$	27,978	\$	61,538	\$	21,654	54.3%
Staff Wages	\$	-	\$	1,498	\$	-	\$	-	0.0%
Participation Incentive	\$	-	\$	-	\$	420	\$	420	100.0%
FICA/Medicare	\$	3,051	\$	2,378	\$	4,708	\$	1,657	54.3%
Total Compensation:	\$	42,935	\$	31,854	\$	66,665	\$	23,730	55.3%

Other Administrative Expenses

Bank Charges	\$	-	\$	-	\$	-	\$	-	0.0%
Depreciation Expenses	\$	11,000	\$	-	\$	11,000	\$	-	0.0%
Office Supplies	\$	600	\$	256	\$	600	\$	-	0.0%
Professional Services	\$	20,279	\$	11,485	\$	14,029	\$	(6,250)	-30.8%
Utilities	\$	600	\$	1,135	\$	1,730	\$	1,130	188.3%
Interest Expense	\$	-	\$	-	\$	-	\$	-	0.0%
Misc.	\$	1,399	\$	1,003	\$	1,428	\$	29	2.1%
Total Other Administrative Expenses:	\$	33,878	\$	13,880	\$	28,787	\$	(5,091)	-15.0%
Total Administrative Expenses:	\$	76,813	\$	45,734	\$	95,452	\$	18,639	24.3%

Administrative Net Income/Loss:	\$	23,427	\$	(894)	\$	22,032	\$	(1,575)	-6.7%
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Annual Net Income	\$	6,213	\$	1,543	\$	9,494	\$	4,527	72.9%
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Program Fee Changes

There are changes in registration fees for the 2023 budget. Flag football for 1st and 2nd graders was reduced (\$10) from \$50 to \$40. Basketball registration for kids in the 3rd grade or older increased by \$5 from \$55 to \$60.