

FISCAL YEAR 2020
4th QUARTER PROPOSED BUDGET AMENDMENT
ROCHESTER AVON RECREATION AUTHORITY (RARA)

	Current 2020 Budget	4th Qtr Amendment	Proposed 2020 Budget
Total Revenues	\$ 2,762,930	\$ (1,119,464)	\$ 1,643,466
<i>Operating Expense</i>	\$ 2,572,090	\$ (890,917)	\$ 1,681,173
<i>Capital Outlay Expense</i>	20,000	(16,115)	3,885
Total Expenses	\$ 2,592,090	\$ (907,032)	\$ 1,685,058
To/(From) Fund Balance	\$ 170,840	\$ (212,432)	\$ (41,592)

Grand Total Revenue, Expense, and Fund Balance Impact:

The RARA FY 2020 4th Quarter Budget Amendment proposes a decrease in total revenues of (\$1,119,464) and a decrease in total expenses of (\$907,532). The proposed decrease in revenues less the proposed decrease in expenses results in a final proposed RARA revenue budget of \$1,643,466 and a final proposed expense budget of \$1,685,058. The net impact of RARA Fund Balance in FY 2020 is (\$41,592).

RARA's Fund Balance as of 12/31/2019 was \$365,335, which equated to 14.5% of FY 2019 operating expenses. RARA's Fund Balance is projected to decrease by (\$41,592) to \$323,743 as of 12/31/2020. Due to the large decrease in FY 2020 operating expenses, RARA's Fund Balance is projected to be 19.3% of FY 2020 annual operating expenses.

It should be noted that RARA and the City of Rochester Hills worked together to submit a reimbursement request through the Oakland County CARES Act Library / Community Center / Senior Center program for COVID-related disinfecting supplies and payroll costs for employees substantially dedicated to COVID-19 mitigation on November 17. This reimbursement request is in the amount of \$176,098 and is not included in the proposed revenue total. If this reimbursement request is granted in full, RARA's Fund Balance is projected to be approximately \$500,000, which would equate to approximately 30% of annual operating expenses.