

FISCAL YEAR 2021
2nd QUARTER PROPOSED BUDGET AMENDMENT
ROCHESTER AVON RECREATION AUTHORITY (RARA)

	Current 2021 Budget	2nd Qtr Amendment	Proposed 2021 Budget
Total Revenues	\$ 1,769,000	\$ 124,580	\$ 1,893,580
<i>Operating Expense</i>	\$ 1,760,790	\$ 54,130	\$ 1,814,920
<i>Capital Outlay Expense</i>	5,000	68,000	73,000
Total Expenses	\$ 1,765,790	\$ 122,130	\$ 1,887,920
To/(From) Fund Balance	\$ 3,210	\$ 2,450	\$ 5,660

Grand Total Revenue, Expense, and Fund Balance Impact:

The RARA FY 2021 2nd Quarter Budget Amendment proposes an increase in total revenues of +\$124,580 and an increase in total expenses of +\$122,130. The proposed increase in revenues less the proposed increase in expenses results in a net impact on RARA Fund Balance of +\$2,450.

Note: The original FY 2021 RARA Budget was developed last year (Summer 2020) during the height of uncertainty regarding the COVID-19 pandemic and was developed with very conservative revenue projections.

Regarding the increase in Total Revenues of +\$124,580:

Much of the increase in revenues is due to increased demand for RARA Youth Sports, Summer Camps, and Educational / Special Events. Increased Building Rental revenues from Applied Fitness Solutions also is included. Offsetting a portion of the projected increases are projected decreases to Dance Fees.

Regarding the increase in Total Expenses of +\$122,130:

Much of the increase in operating expenses of +\$54,130 is due to increased demand for RARA Youth Sports, Summer Camps, and Educational / Special Events to run the programs as there has been more demand this year than was initially projected last year.

The increase of \$68,000 in capital outlay is due to Landscape Signage and Preliminary Design Engineering for the replacement of two (2) HVAC units, which are projected to be installed in FY 2022.

Regarding the change in Fund Balance of +\$2,450:

RARA's Fund Balance as of 12/31/2020 was \$539,000, which equated to 32% of FY 2020 operating expenses. The proposed RARA 2nd Quarter Budget Amendment would increase the contribution into RARA Fund balance by an additional +\$2,450 to a revised annual contribution to fund balance at year end of +\$5,660. RARA's Fund Balance as of 12/31/2021 is anticipated to be \$544,660, which equates to 30% of FY 2021 operating expenses. The Fund Balance percentage decreases slightly as operating expenses are proposed to increase.