

Staff Report

for the Board of Directors Meeting of December 13, 2017

TO: Board of Directors

FROM: Monica Reyes, Recreation Manager
Remleh Scherzinger, MBA, PE, General Manager

DATE: December 6, 2017

SUBJECT: 2018 Recreation Rates (Consent)

RECREATION

RECOMMENDATION: Approve a 3% increase in Recreation rates presented in the 2018 Operating and Non-Operating budget, as recommended by the Administrative Practices Committee on December 5, 2017.

BACKGROUND: Staff presented and Board adopted the District's 2018 budget on October 11, 2017, assuming a 3% increase in Recreation rates to sustain operations and maintenance and to build reserves. The attached rate increase recommendations have been rounded to the dollar for ease of customer transaction and as recommended by the Administrative Practices Committee of December 5, 2017.

BUDGETARY IMPACT: To support the District's 2018 Operating and Non-Operating budget.

MR, RS

Attachment:

- 2018 Operating & Non-Operating Budget, Page 2 and 29
- Recreation Fee Comparisons

Nevada Irrigation District

Fiscal Year 2018

Operating & Non Operating Budget

Budget Development (Objectives & Assumptions)

The District's accounting records are maintained using the accrual basis of accounting. The revenues of the District are recognized when earned and the expenses are recognized when incurred. The budget details in this document are used as a management tool for forecasting and monitoring revenues and expenses. The District's accounting system records the actual transactions associated with these forecasts. The budget is developed as closely as possible to a cash flow projection rather than a full accrual estimate, thus excluding depreciation, amortization, and certain unrealized gains & losses.

The objectives of the budget are to meet current customer service demands and adhere to all state and federal laws. The following assumptions were considered in the development of the budget, employing a conservative yet realistic approach.

<p>Operating Revenue:</p> <ul style="list-style-type: none"> • Water Sales 8% over 2017 forecast (6% rate study, 2% demand), Transfer In \$4.2M from Hydro, \$350K from CFD and AD • Recreation revenues 3% over forecast, excluding \$315K Transfer In from Hydro, necessary increase to build operating reserves • Hydroelectric Power Contracts projected at 85% of expected levels
<p>Capital Revenue:</p> <ul style="list-style-type: none"> • Property Taxes 3% over 2016 forecast, historical trend 2015 to 2017 is 3.83% • 2017 Bond Proceeds draw down estimated at \$10M. • Capacity Fees 3% over 2017 forecast • Grant activity of \$2.4M driven by Combie mercury removal project
<p>Operating & Maintenance Expenditure:</p> <ul style="list-style-type: none"> • Labor: 2 FTEs over 2017 budget, 3% COLA at Jan 2018, 5% for normal step increases, Medical 10%, PERS rate at 29.97% • O&M: Water \$102K under 2017 forecast & \$716K over 2017 budget, Hydro \$2M over 2017 forecast & \$1.8M over 2017 budget • Excluding Transfers, District \$1.3M (2.6%) over forecast and \$2M (4%) over 2017 budget
<p>Capital Expenditure:</p> <ul style="list-style-type: none"> • Water \$4.5M over 2017 budget, drawing down \$10M from bond proceeds • Rec \$288K down from 2017 budget • Hydro \$325K down from 2017 budget

Nevada Irrigation District

Fiscal Year 2018

Operating & Non Operating Budget: Recreation Division

Adopted 10-11-2017

	2015 Act	2016 Act	2017 Fcst	2017 Bud	2018 Bud
Operating					
Revenues	1,743,862	2,128,270	2,218,605	2,634,210	2,319,273
Expenses	1,931,673	1,763,550	2,309,880	2,278,516	2,162,060
Net Income			(91,275)		157,213
Non Operating					
Revenues		579,871	397,500	397,500	315,000
Expenses	-	38,419	602,500	397,500	315,000
Non Operating Income			(205,000)		-
Net Income*			(296,275)		157,213

* See Cash Schedule for Reserve Impact

Revenues

Operating					
Scotts Flat	665,175	784,521	878,124	924,948	904,468
Long Ravine	531,935	525,027	532,267	675,077	548,235
Orchard Springs	295,063	295,306	307,383	336,488	316,605
Peninsula	190,077	219,647	235,416	317,643	242,479
Jackson Meadow		230,026	180,475	299,852	220,001
Cascade Shores Gate	3,848	9,631	13,225	9,593	13,622
Combie	26,000	26,500	33,030	31,926	34,021
Greenhorn	31,765	37,613	38,684	38,683	39,844
Operating Total	1,743,862	2,128,270	2,218,605	2,634,210	2,319,273
Non Operating					
Transfer In Operations		38,419	197,500	197,500	-
Transfer In Electric		500,000	-	-	315,000
Transfer In Water		41,452	200,000	200,000	-
Non Operating Total		579,871	397,500	397,500	315,000

NEVADA IRRIGATION DISTRICT-RECREATION FEE COMPARISONS

	2016	2017	Recommended 2018
DAY USE FEES:			
<u>SFL, LR, OS & PC</u>			
Day Use	\$8.00	\$10.00	\$11.00
M-Th 4p-dusk	\$4.00	\$5.00	\$6.00
Day Use Boat	\$15.00	\$15.00	\$16.00
M-Th 4p-dusk	\$9.00	\$11.00	\$12.00
Day Use Kayak/P/B	\$11.00	\$13.00	\$14.00
M-Th 4p-dusk	\$8.00	\$9.00	\$10.00
Day Use Walk/Bike-in	\$1.50	\$1.50	\$2.00
Pets (each)	\$3.00	\$3.00	\$3.00

SEASON PASS/SLIPS:

SFL, LR, OS, PC Boat S/P	\$200.00	\$250.00	\$258.00
SFL, LR, OS, PC DAY USE S/P	N/A	\$150.00	\$155.00
Scotts Flat Lake Boat S/P	\$200 (All Facil.)	\$200.00	\$203.00
Scotts Flat Lake Day Use S/P	\$120.00	\$120.00	\$124.00
Mooring Buoy 4/15-9/15	\$500.00	\$500.00	\$515.00
Dry Storage	\$50.00	\$60.00	\$62.00
Camper Daily Buoy Rental	\$10.00	\$15.00	\$16.00
Long Ravine S/P	\$200 (All Facil.)	\$200.00	\$203.00
Long Ravine Slip (Old)	\$525.00	\$600.00	\$618.00
Long Ravine Slip (New)		\$800.00	\$824.00
Camper Daily Slip Rental	\$20.00	\$25.00	\$26.00
Orchard Springs S/P	\$200 (All Facil.)	\$200.00	\$203.00
Orchard Spings Slip	\$525.00	\$600.00	\$618.00
Camper Daily Slip Rental	\$20.00	\$20.00	\$26.00*
*Rate should be the same as Long Ravine.			
Peninsula S/P	\$200 (All Facil.)	\$200.00	\$203.00
Peninsula Slip	N/A	N/A	\$824.00

CAMPING FEES:

Non-Camper - RV Dump Fees	\$10.00	\$10.00	\$15.00*
Reservation Fee (ea site)	\$9.00	\$9.00	\$10.00*
Cancellation/Change Fee	\$25.00	\$25.00	\$25.00*
*Rate increase in line with industry standards.			

NEVADA IRRIGATION DISTRICT-RECREATION FEE COMPARISONS

	2016	2017	Recommended 2018
CAMPING FEES (cont.)			
Scotts Flat Sites:			
Lakefront Tent only Site	\$30.00	\$35.00	\$36.00
Tent only Site	\$25.00	\$30.00	\$31.00
Lakefront RV/Tent Site	\$35.00	\$40.00	\$41.00
Lakefront Double Site	\$70.00	\$80.00	\$82.00
Lakefront Group Site (4 Sites)	\$140.00	\$160.00	\$165.00
Standard Group Site (3 Sites)	\$90.00	\$105.00	\$108.00
Standard Group Site (10 Sites)	\$300.00	\$350.00	\$361.00
Long Ravine Sites:			
RV Full Hook-up Site	\$39.00	\$45.00	\$46.00
Electric/Prime Site	\$35.00	\$40.00	\$41.00
Lakefront Double Site		\$75.00	\$77.00
Tent only Site	\$29.00	\$32.00	\$33.00
Orchard Springs Sites:			
RV Full Hook-up Site	\$39.00	\$45.00	\$46.00
Water View Tent Site	\$35.00	\$37.00	\$38.00
Standard Tent Site	\$29.00	\$32.00	\$33.00
Peninsula Sites:			
Cabins	\$55.00	\$55.00	\$57.00
Martin's Cove (Tent only-4 Sites)	\$175.00	\$185.00	\$191.00
Bandy's Cove (Tent only-3 Sites)	\$125.00	\$135.00	\$139.00
Lakefront Double Site	\$75.00	\$80.00	\$85.00*
Wooded Double Site	\$65.00	\$70.00	\$75.00*
Meadow Sites (Tent Only)	\$80.00	\$85.00	\$90.00*
*Includes correction for 2017 miscalculated rate increase.			
Jackson Meadows:			
Faucherie Loop 1 & 2	\$70.00	\$70.00	\$72.00
Silvertip Group/Aspen Hill & Ridge	\$96.00	\$96.00	\$98.00
Aspen Spring Unit	\$175.00	\$175.00	\$180.00
Combie Docks			
Yearly Dock Fee	\$ 250.00	\$ 250.00	\$ 258.00