

Finance Committee Minutes
June 15, 2023
SROA Board Room

Members Present: In person: Michael Applegate, Gerhard Beenen, Don Costa, Clark Pederson; Via zoom: Brad Banta, Luis Bayol, Veronica Jacknow, Keith Mobley

Staff Present: Joe Healy, James Lewis

Clark Pederson called the meeting to order at 9:15 a.m.

Approve Minutes from May 18, 2023

The Committee unanimously approved the Finance Committee minutes of May 18, 2023, with corrections.

Review of May 20, 2023 SROA Board Actions

There were no comments on the May 20, 2023 Board Action Items.

Review of December 31, 2022 Audited Draft Financials

Clark Pederson and Joe Healy presented a summary of the audited financial statement for the period ended December 31, 2022. Price, Fronk LLP gave a clean opinion on financial statements. There were adjusting journal entries related to new lease standards regarding the signed memo of understanding with the Sunriver Service District regarding the sale of the Fire Station.

Approve May 31, 2023 Unaudited Financial Statements

For the month ended May 31, 2023, there was a net operating surplus of \$10,236 which was \$56,577 better than the budget. Operating revenues were less than the budget by \$2,039. Positive variances in MPP sales and interest income were offset by shortfalls in recreation special program and event revenues. There is a smaller summer concert (August 26th) being planned for 2023 which will result in less revenues but savings in event costs. Salaries and burden were under budget by a combined \$37,493 due to open f/t and p/t positions in the recreation department. Materials & services were under budget by \$25,631 due to the timing of the month-end, contract services and billings for landscape maintenance. All legal invoices through May have been received and legal fees are currently \$7,708 under budget for the year.

Through the first five months of 2023, there was a net operating surplus of \$33,033 which was \$227,768 better than budgeted. Operating revenues were over budget by \$90,244 mainly due to the Caldera expansion payment, interest income and settlement with architects on the owner's pool DEQ fine. Salaries & burden were under budget by a combined \$112,566. Year-to-date material and services were less than budget by \$23,331 mainly due to timing of contract services and other services. \$284,006 has been earned in interest income year-to-date in the operating and reserve accounts. SROA received \$74,148 COVA (Central Oregon Visitors Association) grant in May for the purchase of replacement signage. As of May 31, 2023, there was a combined operating and non-operating surplus of \$1,183,224.

Total assets as of May 31, 2023, were \$39,115,157. Cash and investments totaled \$17,418,192 a decrease of \$227,874 from April. As of the end of May there was \$15,749,792 invested in US Treasuries with durations between 90-day and 2-year and average yield of 4.58%. Receivables for maintenance fund and RPP plans were \$136,857 and \$322,087 respectively with \$90,000 in reserve for uncollectible. The second payment for RPP's is due June 1st. The new tunnel was opened at the end of May and construction payment made in June.

Cash Flow Update

As of May 31, 2023, there was \$17,418,192 in total cash and investments of which \$5,144,723 was in the operating fund.

The meeting adjourned at 10:00AM

The next Finance Committee meeting is set for July 13th at 9AM

Submitted by Joe Healy