

VAIL PARK AND RECREATION DISTRICT
d/b/a VAIL RECREATION DISTRICT
BOARD OF DIRECTORS

5:00 P.M.
Thursday, July 25, 2019
Town of Vail, Council Chambers
AGENDA
REGULAR MEETING

1. Call to Order
2. Changes to Agenda;
3. Approval of Minutes;
 - a. June 27, 2019
4. Public Input (for matters not otherwise on Agenda/3 minute time limit/no disrupting, pursuant to § 18-9-108, C.R.S.);
5. New Business and Special Orders;
 - a. Presentation of Vail Scholar Athlete Award Winners-Mr. Mike Ortiz
 - b. Review of Civic Area Plan-Mr. Mike Ortiz
 - c. Game Ball Awards
6. Unfinished Business;
 - a. None
7. Officers, Committees, Staff, and Professional Consultants;
 - a. June 2019 Financials-Mr. Eric Weaver
 - b. Executive Director Input
 - c. Board Member Input
8. Adjournment

RECORD OF PROCEEDINGS

Minutes of the Regular Meeting
Of the Board of Directors

Vail Park and Recreation District
dba Vail Recreation District
June 27, 2019

A Regular Meeting of the Board of Directors of the Vail Recreation District, Town of Vail, Eagle County, Colorado, was held on June 27, 2019 at 5:00 p.m. at the Vail Town Council Chambers, Town of Vail, Eagle County, Colorado, in accordance with the applicable statutes of the State of Colorado.

1. MEMBERS PRESENT

- 1.1. Bill Suarez, Kim Newbury Rediker, Jason Plante, Roland Kjesbo, Tom Saalfeld

2. MEMBERS ABSENT AND EXCUSED

- 2.1. None

3. STAFF PRESENT

- 3.1. Jessie Klehfoth, Mike Ortiz, Scott O'Connell

4. OTHERS PRESENT

- 4.1. Axel and Janie Wilhelmsen, Joe Staufer, Karla Sjogren, Dennis Scioli, Gretchen Busse, Hermann Staufer, Jeff Kissane, Art and April Carroll, Michael Cacioppo, Sheika Gramshammer

5. CONSULTANTS PRESENT

- 5.1. Eric Weaver, Dan Cudahy

6. CALL TO ORDER

- 6.1. Director Saalfeld called the meeting to order at 5:00 p.m.

7. CHANGES TO AGENDA

- 7.1. None

8. APPROVAL OF MEETING MINUTES

- 8.1. By motion duly made and seconded it was unanimously RESOLVED to approve the minutes of the April 25, 2019 regular meeting with Director Saalfeld abstaining due to absence.

9. PUBLIC INPUT FOR MATTERS NOT OTHERWISE ON AGENDA

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- 9.1. Mr. Axel Wilhelmsen gave public input regarding the possible development of employee housing on a portion of the Vail Golf Course and urged the Board to stand up and protect green.
- 9.2. Mr. Hermann Stauffer gave public input and asked the Board to come out against the housing proposal.
- 9.3. Mr. Joe Stauffer also gave public input and urged the Board to come out against building anything on town open space.
- 9.4. Mrs. Gretchen Busse expressed her opposition to the housing proposal. She also asked the Board to look at the dead trees along the berm between Sunburst Drive and the Vail Golf Club parking lot.
- 9.5. Mr. Art Carroll said he agreed with Mr. Wilhelmsen's comments. He was sorry the VRD Board was being asked by the town to consider this proposal and said he feels that much of the public input he gives lately is in defense of view planes and open space.
- 9.6. Mr. Michael Cacioppo gave public input and asked if the proposal has been made public. He said he agreed with some of the comments made by Mr. Hermann and Mr. Joe Stauffer, and said that town open space should be sacred, and hopes the VRD Board will express this point of view to the town.
- 9.7. Mrs. Sheika Gramshammer gave public input and said while Vail does need employee housing, there is a place and time to build it, and open space is too important and must be protected.

10. EXECUTIVE SESSION

- 10.1. By motion duly made and seconded it was unanimously RESOLVED to move into executive session for the purpose(s):
 1. §24-6-402(4) (b), C.R.S., "Conferences with an attorney for the public entity for the purposes of receiving legal advice on specific legal questions." - Possible Development of Employee Housing on a Portion of the Vail Golf Course
- 10.2. By motion duly made and seconded in was unanimously RESOLVED to move out of executive session.
 - 10.2.1. Director Saalfeld noted that the Board did not discuss anything not noticed in the meeting agenda.
 - 10.2.2. Director Kjesbo recused himself from the discussion due to his conflicting involvement on a town board.
- 10.3. Following the executive session, Director Plante gave public comment on the proposal and expressed that he strongly disapproves of converting open space into residential housing.
- 10.4. Director Suarez also stated that he adamantly disagrees with converting recreational space into residential housing.

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- 10.5. Director Newbury Rediker stated that her job as a board member of the Vail Park and Rec District is to take care of recreation and she doesn't believe that open space should be converted into residential property.
- 10.6. Director Saalfeld also stated he was adamantly opposed to the proposal.
- 10.7. By motion duly made and seconded it was unanimously RESOLVED to direct the Board's attorney to draft correspondence to Vail Town Council stating that the VRD Board is opposed to moving forward with this proposal, with Director Kjesbo recused from the discussion and vote.

11. PRESENTATION AND ACCEPTANCE OF 2018 AUDIT

- 11.1. Mr. Dan Cudahy presented the 2018 audit and stated that the District received an unqualified or "clean" opinion. He said there were no disagreements with management, and audit controls are good with good segregation between the VRD staff and Marchetti & Weaver consultants. His only suggestion was that supervisors sign off on daily void reports at the end of each day. He said the District's operating reserve is good with some additional funds available for capital projects. The District's net position increase of \$1.2M in 2018 indicated that district's revenues are adequate to fund operations and capital improvements. He informed the Board that from an audit, internal control, and financial standing it is a good report with no issues to be concerned about.
- 11.2. Mr. Weaver explained that the increased mill levy is why the District is seeing operating reserve increases.
- 11.3. By motion duly made and seconded it was unanimously RESOLVED to accept the audit draft as presented.

12. CAPITAL PROJECTS UPDATE

- 12.1. Mr. Scott O'Connell presented an update on capital projects including the completion of the starter building, driving range and bridge replacement projects and the progress toward competition of the tee renovations.

13. CIVIC AREA PLAN UPDATE

- 13.1. Mr. Ortiz gave an update on the Civic Area Plan and said he and Mr. Saalfeld attended the last town council meeting. Mr. Ortiz also met with the planning group and stressed to them that the VRD must have events within Dobson in order to not increase the operating subsidy. He said if there aren't events in Dobson, there is not a need for a second sheet of ice, but if the town does want events in there, we could consider a second sheet of ice so as not to displace users. The next town council meeting presentation is scheduled for July 16, with some more proposals. He urged the Board and public that this is our one shot now to make Dobson what they want it to be. He said the consultants are working very hard now to look at the economic feasibility of these suggestions and wants to present council with some data.

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- 13.2. Director Saalfeld explained that Mr. Ortiz has done a great job of pleading VRD's case - that Dobson is 40 years old and needs to be replaced.
- 13.3. Mr. Ortiz reiterated that VRD is not just asking for a sheet of ice, we're asking for a multi-purpose facility. There needs to be more discovery of the economics of this, based on costs and programming.

14. RECREATION SUBCOMMITTEE UPDATE

- 14.1. Mr. Saalfeld updated the board that he and Director Suarez met with town councilmembers Greg Moffet and Jen Mason along with VRD and town staff on June 6. During the subcommittee they discussed VRD projects, the Red Sandstone Elementary gym floor, clubhouse punch list items, the new Ford Park shelter and then had a small discussion on the civic center plan. All of this was followed by a presentation by a local developer who was invited to the meeting by Town of Vail staff. There were also several members of the Vail Local Housing Authority present for this portion of the meeting.

15. MAY 2019 FINANCIALS

- 15.1. Mr. Weaver stated that overall everything budget-wise is a little delayed due to weather conditions. He said there is lots to be seen of how the weather will affect the golf course budget, as they are currently behind in terms of pass sales but hopes that will be made up in time and with daily fee revenue. He said revenue forecasting is down compared to budget, but not to previous years. Mr. Weaver stated the golf course capital projects are projected to come in under budget and he is now releasing contingency funds. Between that, savings and deferrals he said there is approximately \$700K available in additional capital funding. He is also closely monitoring and saving for property tax challenges by local hotels that are going through the legal system now. Allowing for potential abatements, the District may have to pay back previously collected taxes with 10% interest.

16. BOARD MEMBER INPUT

- 16.1. Director Plante stated he is really happy with how everything came out on the golf course. He thanked Mr. O'Connell and Mr. Ortiz for their hard work. He also agreed with Mrs. Busse's comment regarding the trees at the golf course and asked that those be looked at.
- 16.2. Director Suarez also congratulated the golf course staff, Mr. Scott Todd, Mr. O'Connell and Mrs. Plain for a job well done. He said the starter house is beautiful and really likes the new driving range set up. He also mentioned that the Vail Tennis Center is now hosting some of the USTA tennis teams and said the courts look great.

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- 16.3. Director Newbury Rediker said she enjoyed seeing the Davos Dash go through her neighborhood. She said it seemed to go very smoothly and was well-run.
- 16.4. Director Kjesbo stated he was very happy that construction will be done and over on the golf course for a while, and said the course is in great shape.
 - 16.4.1. Mr. Ortiz also thanked the golf staff who managed well through all the construction and thanked residents for their patience. He stressed the importance of doing updates to a 40-year-old golf course to keep guests coming back. Without daily fees, we couldn't make the course financially viable.

17. EXECUTIVE DIRECTOR INPUT

- 17.1. Mr. Ortiz thanked the whole VRD staff who have all been dealing very well with different challenges in their departments. The sports department had 10 weeks in a row where they either had a race or canceled and rescheduled a race. Community programming dealt with moving, licensing and staffing challenges. Mr. O'Connell and Mrs. Plain dealt with golf course challenges admirably and with lots of attention to details. He also thanked Mrs. Klehfoth who has been working hard to get out the word on all of these challenges and programming and keeping people informed with what's going on. Dobson also has staff working hard to keep everything going and looking forward to the Bob Johnson Hockey Camps and tournaments.

18. ADJOURNMENT

- 18.1. Upon a motion duly made and seconded it was unanimously RESOLVED to adjourn the Regular Meeting of the Vail Recreation District Board of Directors.

Respectfully Submitted,
Jessie Klehfoth
Secretary to the Meeting

ADDISON NOTHNAGEL

- Her mother and father are Robye and Mark from Eagle
- She has a twin sister Samantha who you've heard mentioned a few times!
- Graduated from Eagle Valley High School with 4.67 GPA
- Will attend Ithaca College in Ithaca, New York
- She chose Ithaca College because of its six-year Physical Therapy program to which she has been accepted.
- She responded to being asked what you are most looking forward to about college? "Being independent and finding my passion!"
- She is a member of the National Honor Society – demonstrating character, scholarship, leadership and service
- She has volunteered for 11 years at the LG Triathlon helping with setup and tear down as well as stations during the race
- She has been an Academic Letter recipient all four of her high school years. This honor is for those with a GPA of 3.8 or higher
- Addison has been a member of the VRD gymnastics team since 2012 traveling from Wolcott and Eagle
- As a member of the gymnastics program she practices five days a week for four hours a session. Practice is year-round with a competitive season from mid-December to March or April
- She qualified for regionals twice as a Level 7 gymnast and went to the State Championships three times in the optional levels
- In 2017 Addison tore the ACL in her knee yet continued to be a dedicated team member coming to practice every day without being able to compete. She eventually overcame that injury as was able to compete at her highest level as a senior in Level 9
- I would like to thank my parents, sister, teammates and coaches for always standing by my side, supporting my passions, and making my experience as great as it could have been. They have all been there for me through all the ups and downs that the sport entails and they never gave up on me. I want to thank my parents for keeping up with my busy schedule, my teammates and sister for always being there for me, and my coaches for always pushing me to do my best. I would also like to thank everyone part of Vail Recreation District for providing me with the chance to pursue this sport in the valley. I started at Vail Gymnastics in 5th grade as a Level 5 gymnast. Over the next 7 years, I advanced to Level 9. Over the years this sport has taught me how to be strong mentally and physically and how I am capable of what I put my mind to. I will always remember and take with me what gymnastics has taught me.

Dobson Usage Percentages and Statistics

The following numbers are based on actual usage from **January 1, 2016-December 31, 2018**. The total span being 3 years (1095 Days).

Total Days of Operation over that time span was **997 Days**. In those 3 years we took **98 days for spring maintenance**.

Special Events (both ice and non-ice related)-I define this as a day or days that are not available to be used by any other group. Meaning the specific group has full use of the facility and I am unable to schedule or use any other part of the day while they occupy the arena.

134 Total Days of Special Events

73—Days of Ice Related Events-mainly skating shows, competitions, and hockey tournaments.

61—Days of Non-Ice Related Events—Hispanic Dances, Burton, Corporate Events, Private Parties, Weddings, etc. Where the event floor is covering the ice.

With those numbers we can identify the following usage statistics over the past 3 years (2016-2018).

Of the Total Special Events...

45% were Non-Ice Related

55% were Ice Related Events

13% of our total operating days we displaced **all** other customers other than that specific event.

6% of our total operating days we displaced ice users.

94% of our total operating days are used to program ice related events and programs.

Utilitarian Ice Rink Losses from current Dobson Arena programming

Vail Yeti-

\$22,915-Ice Rental (TOV Sponsored)

\$92,300-Gross Concession Revenue (based on 20 games, 600 spectators/game)

Season is late November through early April. The Vail Yeti has become a popular place for residents and guests to watch entertaining hockey on Friday and Saturday nights. For some people it is their night out and others the start of their night.

Skating Club of Vail Holiday Show-

\$7500—Ice Rental (TOV Donation)

Approx. 400-500 spectators/night

The Skating Club holiday show offers some family entertainment during the Christmas holiday week and an opportunity for our local skaters to display their talents.

Vail Invitational-hosted by the Skating Club of Vail every summer since Dobson Arena opened in 1979.

Takes place the second week of July each summer.

\$4887—Ice Rental (TOV Donation)

240 participants (all accompanied by families)

The Vail Invitational is a skating tradition that dates back to the summer of 1979.

World Figure Championships-

\$16,200—Ice Rental

This event takes place the last week of September. This event brings over 50 participants from around the country including an adaptive skating program from Scotland who joined up with Vail's Small Champions last year. The event is broadcasted live across the globe.

Vail Sportsmanship Tournament-

\$10,000—Ice Rental (TOV Donation)

This event is a fundraiser for the Vail Mountaineer Hockey Club and has taken place close to 40 years. This takes place the first 3 weekends of November every year. Approximately 70 teams compete each

year in November. Approximately 9 of those teams are the home team. This means 60+ teams come to stay the weekend every year. Dobson is the headquarters for this tournament as overflow games have been played in Eagle since about 2007. Dobson has always hosted the championship games and has always been the center of the action. A smaller rink could see a shift in a majority staying down valley and Eagle being the headquarters.

Vail Skating Festival—

\$4000—Ice Rental

This event drew over 500 spectators including the likes of Dorothy Hamil.

This event is operated by Eddie Shipstad. Eddie has put on professional shows for years as his father started promoting ice skating in 1936 as he founded the Ice Follies as well as served as a skating director in Dobson during the early 80's. Eddie brought Patrick Chan and Jeremy Abbot (Olympic medalists) to perform in last year's show. 2019 will feature Mirai Nagasu also an Olympic medalist.

Vail Ski and Snowboard Club Annual Gear Swap-

\$4600-Facility Rental (TOV Donation)

This is a community event that has been around for a long long time. No event floor would mean no swap.

Concerts, Dances, and Corporate Events

Total Rental Fees--\$62,500

Gross Concession Revenue--\$132,000

Total Attendees—11,101

Hispanic Dances—We had six Hispanic dances in 2018 including the #2 ranked band in Mexico in which we found some of our top 1% residents waiting outside for the show to start. This show attracted over 2000 attendees. These shows provide opportunities for our work force to enjoy entertainment specific to their culture.

Burton US Open After Party—This attracts close to 2400 each year and caps the week of snowboard competition.

Corporate Events—We have hosted FTI for over 12 years now. They tried 4 Eagle Ranch and Crested Butte and both times came back to Dobson as their preferred choice. Their headliners have included: Hootie and the Blowfish, Don Henley, and Sheryl Crow. This event fluctuates from 400-500 each year. We have had various other corporate groups using Dobson for extended periods of time such as Volvo and Equinix (600 attendees) being the latest.

**VAIL RECREATION DISTRICT
COMBINED BALANCE SHEET
December 31, 2018 and June 30, 2019**

	12/31/18					06/30/19				
	General Fund	Enterprise Fund	General Fixed Assets & LTD	Ent. Fund Fixed Assets & LTD	Total	General Fund	Enterprise Fund	General Fixed Assets & LTD	Ent. Fund Fixed Assets & LTD	Total
ASSETS										
CASH- UNRESTRICTED	3,590,758	13,100			3,603,858	5,097,614	13,900			5,111,514
INVESTMENTS- RESTRICTED		297,660			297,660		304,896			304,896
ACCOUNTS RECEIVABLE	377,576	26,229			403,805	136,778	1,729			138,507
PROPERTY TAXES RECEIVABLE	4,139,891	271,397			4,411,288	722,424	47,360			769,783
PREPAIDS, DEPOSITS & INVENTORY	138,778	166,814			305,592	62,357	216,470			278,827
DUE (TO) FROM OTHER FUND	(149,219)	149,219			0	1,309,611	(1,309,611)			0
LOAN DUE (TO) FROM OTHER FUND	10,048	(10,048)			0	10,048	(10,048)			0
BUILDINGS			537,912	11,954,448	12,492,360			537,912	11,954,448	12,492,360
EQUIPMENT			849,054	1,722,270	2,571,324			849,054	1,722,270	2,571,324
ACCUM DEPR			(763,557)	(8,093,527)	(8,857,084)			(763,557)	(8,093,527)	(8,857,084)
TOTAL ASSETS	8,107,832	914,371	623,409	5,583,191	15,228,803	7,338,832	(735,304)	623,409	5,583,191	12,810,128
LIABILITIES AND FUND EQUITY										
ACCOUNTS PAYABLE	180,323	234,909			415,232	72,046	142,727			214,773
DEFERRED PROPERTY TAXES	4,139,891	271,397			4,411,288	722,424	47,360			769,783
DEFERRED REVENUE	12,293	71,623			83,916	8,633	159,946			168,579
ACCRUED COMPENSATED ABSENCES			59,979	38,679	98,658			59,979	38,679	98,658
ACCRUED INTEREST PAYABLE				9,013	9,013				9,013	9,013
DOBSON BONDS PAYABLE				515,000	515,000				265,000	265,000
TOTAL LIABILITIES	4,332,507	577,928	59,979	562,692	5,533,106	803,103	350,033	59,979	312,692	1,525,807
NET ASSETS										
INV IN FIXED ASSETS, NET OF DEBT			563,430	5,020,499	5,583,929			563,430	5,270,499	5,833,929
RESTRICTED	436,362	271,956			708,318	493,851	271,956			765,807
COMMITTED & ASSIGNED FOR CAPITAL	1,900,000	-			1,900,000	3,180,000	-			3,180,000
UNASSIGNED	1,438,963	64,486			1,503,450	2,861,877	(1,357,293)			1,504,585
TOTAL NET ASSETS	3,775,325	336,442	563,430	5,020,499	9,695,697	6,535,729	(1,085,337)	563,430	5,270,499	11,284,321
TOTAL LIAB & NET ASSETS	8,107,832	914,371	623,409	5,583,191	15,228,803	7,338,832	(735,304)	623,409	5,583,191	12,810,128
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VAIL RECREATION DISTRICT
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 ACTUAL, BUDGET AND FORECAST FOR THE PERIODS INDICATED

Printed: 07/22/19
 Modified Accrual Basis

	2018 Audited Actual	2019 Forecast	2019 Adopted Budget	Variance Favorable (Unfavor)	Percentage Variance Favorable (Unfavor)	6 Months Ended 06/30/19 Actual	6 Months Ended 06/30/19 Budget	Variance Favorable (Unfavor)	Percentage Variance Favorable (Unfavor)
COMBINED REVENUES									
PROPERTY AND OTHER TAXES, NET OF FEES	4,491,843	4,516,381	4,335,807	180,574	4%	3,635,256	3,576,365	58,891	2%
OTHER NON-DEPARTMENTALIZED REVENUES	122,998	159,750	78,500	81,250	104%	100,000	32,871	67,128	204%
SPORTS	417,923	414,481	423,051	(8,570)	-2%	250,948	270,331	(19,383)	-7%
GYMNASTICS	202,254	248,370	245,845	2,525	1%	106,743	108,457	(1,714)	-2%
COMMUNITY PROGRAMMING	419,979	393,296	386,296	7,000	2%	254,384	273,317	(18,933)	-7%
NATURE CENTER	18,693	-	-	-	0%	-	-	-	0%
NORDIC CENTER	454,361	402,045	384,945	17,100	-4%	232,239	193,456	38,783	20%
GOLF COURSE	1,034,448	1,284,150	1,344,150	(60,000)	-4%	305,548	427,197	(121,649)	-28%
TENNIS	40,856	33,500	32,750	750	2%	11,833	10,289	1,544	15%
PICKLEBALL	73,809	105,835	85,500	20,335	24%	41,809	22,071	19,738	89%
DOBSON	834,697	808,956	808,879	77	0%	511,593	508,449	3,144	1%
GOLF F&B / BANQUET ROOM, NET OF COGS	768,495	699,544	706,295	(6,751)	-1%	92,017	135,546	(43,529)	-32%
TOTAL REVENUES	8,880,355	9,066,308	8,832,018	234,290	3%	5,542,370	5,558,351	(15,981)	0%
OPERATING EXPENSES									
ADMINISTRATION	(734,772)	(761,193)	(812,914)	51,721	6%	(419,339)	(471,516)	52,177	11%
PUBLIC RELATIONS/MARKETING	(252,889)	(378,108)	(376,858)	(1,250)	0%	(169,105)	(189,310)	20,205	11%
PARK MAINTENANCE	(211,959)	(226,831)	(227,145)	314	0%	(81,386)	(90,574)	9,188	10%
FACILITIES MAINTENANCE	(146,835)	(140,192)	(141,667)	1,475	1%	(70,540)	(73,297)	2,757	4%
SPORTS	(542,266)	(551,106)	(554,552)	3,446	1%	(232,266)	(250,425)	18,159	7%
GYMNASTICS	(284,410)	(318,453)	(313,104)	(5,349)	-2%	(147,012)	(144,839)	(2,173)	-2%
COMMUNITY PROGRAMMING	(536,686)	(562,580)	(558,651)	(3,929)	-1%	(215,745)	(249,690)	33,946	14%
NATURE CENTER	(67,961)	(481)	-	(481)	0%	(480)	-	(480)	0%
NORDIC CENTER	(348,267)	(347,622)	(326,779)	(20,843)	-6%	(207,249)	(188,679)	(18,569)	-10%
GOLF OPERATIONS	(642,195)	(659,205)	(679,409)	20,204	3%	(169,986)	(204,348)	34,362	17%
GOLF MAINTENANCE	(931,587)	(945,196)	(950,358)	5,162	1%	(378,144)	(404,191)	26,047	6%
TENNIS	(94,180)	(99,401)	(102,618)	3,217	3%	(53,588)	(59,214)	5,626	10%
PICKLEBALL	(74,698)	(96,504)	(80,312)	(16,192)	-20%	(32,577)	(25,289)	(7,288)	-29%
DOBSON	(917,650)	(929,896)	(933,893)	3,997	0%	(468,450)	(485,293)	16,843	3%
GOLF F&B / BANQUET ROOM	(788,849)	(808,918)	(781,106)	(27,812)	-4%	(304,991)	(318,211)	13,220	4%
TOTAL EXPENSES	(6,575,204)	(6,825,684)	(6,839,365)	13,681	0%	(2,950,858)	(3,154,877)	204,019	6%
CHANGE IN FUND BAL BEFORE DS & CAP	2,305,151	2,240,624	1,992,653	247,971		2,591,512	2,403,474	188,038	
DEBT SERVICE	(273,838)	(270,975)	(270,975)	-	0%	(263,519)	(263,519)	-	0%
DONATIONS, LOANS, & SALE OF ASSETS	-	-	-	-	0%	-	-	-	0%
CAPITAL EXPENDITURES	(1,567,962)	(2,061,451)	(2,767,952)	706,501	26%	(989,369)	(1,467,655)	478,286	33%
LESS UNFUNDED CAPITAL PROJECTS	-	-	-	-		-	-	-	
CONTINGENCY	-	(150,000)	(150,000)	-	0%	-	(37,500)	37,500	100%
TOTAL NET CAPITAL EXPENSES	(1,841,799)	(2,482,426)	(3,188,927)	706,501	22%	(1,252,888)	(1,768,674)	515,786	29%
CHANGE IN FUND BALANCE	463,352	(241,803)	(1,196,274)	954,472		1,338,624	634,800	703,824	
BEGINNING FUND BALANCES	3,648,416	4,111,768	3,773,417	338,350		4,111,768	3,773,417	338,350	
ENDING FUND BALANCES	4,111,768	3,869,965	2,577,143	1,292,822		5,450,392	4,408,217	1,042,174	

SUMMARY OF SIGNIFICANT VARIANCES:

OTHER REVENUES- Unbudgeted stipend paid by health insurance company and higher interest earnings on funds.
 NORDIC REVENUES- Numbers were strong with great snow conditions in the 2018/2019 season.
 GOLF REVENUES- Forecasting for revenues to be below budget due to wet spring with construction, but lots of summer still to come.
 PICKLEBALL REVENUES- Large increase in tournament revenues and expenses not budgeted.
 GOLF F&B/ BANQUET REVENUES- Multiple events held during June but not billed until July.
 ADMINISTRATION EXPENSES- Savings from outsourcing someone to assist April with accounting and HR matters.
 PUBLIC RELATIONS EXPENSES- Timing of expenses.
 COMMUNITY PROGRAMMING EXPENSES- Savings in many areas, including in labor from staff person being out and difficulties hiring staff.
 NORDIC EXPENSES- Overage largely from fat bike theft insurance deductible and fleet replacement purchases
 GOLF OPERATIONS EXPENSES- Saving in labor and wherever possible to partially offset decline in revenues.
 GOLF MAINTENANCE EXPENSES- Delayed start to the season caused expenses to be delayed.
 PICKLEBALL- Additional costs for tournament, offset by additional revenues
 CAPITAL- Savings so far as have not needed contingency funds, savings currently showing as a roll-forward to 2020 but will look to reallocate unused funds.
 FUND BALANCE- Savings at end of 2018 rolled forward to 2019.

VAIL RECREATION DISTRICT DIRECTOR REPORTS

July 25, 2019

MARKETING

- Marketing continues to do advertising in the newspaper, radio, online, social media and select print publications.
- Marketing has been distributing Businesses, Bogeys & Bragging Rights charity golf tournament collateral and has started a big push with all VRD staff to solicit donations and team registrations.
- Jessie and Nell have been very busy communicating all the changes with sports races and other programming. Numerous emails, social posts, website updates and ads have gone out to promote all the changes and communicate as effectively as possible to participants through all channels.
- Jessie has been working to update all online listings for facilities, especially those through Google and maps programs, to ensure correct information is being given out via these apps and sites.
- Nell has done a fabulous job with all her designs this summer and continues to produce high-quality imagery on everything from the running race t-shirts to BB&B posters to attractive registration forms for youth soccer and cross country. We are very lucky to have her talents at the VRD to create a unified look between all our departments and programs.
- We continue to capture new photos and videos of as many programs as possible to add to our library.

GOLF

- The golf course has been very busy in July. Our numbers for this month are strong. We have had 3,975 rounds from July 1 through July 18. For June, our total was 3,884 rounds. The Independence Day holiday week and weekend were busy with 283 golfers on July 5. We did not have any weather interruptions during the six-day stretch around the holiday. Our sales in July in the golf shop have been strong as well. We have sold 438 hats for the year in the shop (hat sales are a good measure of overall sales). Our rental club totals are strong as well with a revenue total of \$29,000 year to date. Our pass sales this year have been a bit sluggish. Through July 18, we have sold a total of \$161,375 in pass sales.
- The feedback on the new driving range and starter building has been positive. Golfers are enjoying the new range teeing area and the seating option behind the tee. We plan to stay on the mats for a more extended period than originally planned for this summer. The grass looks good from a distance, but we need to allow the fertilization program to grow more turf so the ball is able to sit up on the grass, similar to the fairways. With a new teeing ground, this is typical and when we did move to grass last week on a Wednesday, golfers really struggled getting the ball airborne and dealing with the tight lies.
- Our adult and junior programs are going well. This week we had 49 juniors on the range for golf lessons on Tuesday. We had 25 children in our intermediate golf camp and 24 juniors for an hour with Camp Vail. We host the Small Champion children on Fridays for golf instruction as well as the PGA Junior League on Fridays.
- Staff is holding up well and doing a good job. Four of our interns will be returning to school in August. We will also have several of our other young staff returning to school in mid-August. We will recruit staff from Camp Vail to help us this fall. We plan to hire an additional five staffers for the second half of the season.

- We will host the Vail Mountain boys golf team for another season starting in early August. We will host the Vail Mountain Boys Invitational as well on September 17.

GOLF MAINTENANCE

- Overall, the condition of the golf course, and the greens specifically, is excellent.
- Gore Creek flows are high for the date, but have greatly subsided since peaking overnight on June 30 at around 2100 c.f.s. We were close to matching the record flow of 2010, and saw breaches of the creek for two days on holes 7 and 8. This, combined with groundwater and snowmelt, led to challenging conditions on areas of holes 1, 2, 7-9, 11 and 13. With the creek now flowing in the 500-600 c.f.s. range, and a lack of precipitation since early in the second week of July, the course is now drying out and the areas that were roped off, cart path only, or playing as casual water/ground under repair, are now in play.
 - As a result of prolonged standing water, areas on holes 2, 7, and 8 were permanently damaged and will be either sodded or seeded in the near future.
- Renovation projects on the golf course came to a successful completion in early July, and the only renovated area not yet in play is the new back tee box on hole 14. The upper tee complex on hole 15 and the back tee box on hole 16 were opened to play on July 12 and will continue to improve in quality with sand topdressing applications. These new tees turned out very well and have received numerous compliments on the improvement over the former tees. I plan to have the back tee on 14 put into play by July 26, if not sooner.
- Minor punch list items will be tended to by Links Land beginning the week of July 22.
- We are working towards irrigation adjustments and other improvements on the driving range tee turf portion so that we may begin utilizing the turf, alternating with the new mat line that has been met with very favorable reviews. The sprinkler spacing changed slightly with the renovation, so we are working on re-nozzling the first row of sprinklers along the mat line, as well as changing cycle times of the other sprinklers on the tee to alleviate the overly wet areas that developed during the grow-in period leading up to the opening of the newly sodded turf. A fertilizer application, as well as a growth regulator application, were completed this week that will improve the density and overall quality of the turf on the range tee.
- Starter building landscaping was completed for the grand opening and ribbon cutting ceremony, and flower pots placed at the clubhouse, starter building, and range tee areas are all in full color.
- Coordination with Town of Vail representatives and their contractor on a Gore Creek planting project went well through the month of June and into early July. New plantings were done on Gore Creek banks of holes 11, 14, 15, and 17 for shading of the creek for water temperature moderation and the ultimate goal of improving fish habitat and the insect populations that are key to their health and proliferation. It will take a number of years for the plantings to mature, especially the new lodgepole pines, but this will be a great improvement to look forward to in the future. All new plants were placed with the additional focus on improvements to the golf holes without disruption of sight lines to tee shot landing areas and approach shots to greens.

SPORTS

- While the weather has been improving, we continue to have challenges with our trail running and mountain bike races:

- Snow on the morning of the Summer Solstice forced a last-minute course change. Despite that, we had 269 participants, which was the same number as last year.
- Weather was great for the Vail HillClimb, however, the breakdown of the Eagle Bahn Gondola resulted in another last-minute course change. Again, participation was even with 2018.
- The Davos Dash MTB race went off without incident with 156 adult and 42 youth finishers, a slight increase over 2018.
- Snow on the Lost Lake single track and Forest Service closures forced us to switch the dates of the Lost Lake and Camp Hale races. Despite the last-minute switch, participation was up significantly over last year.
- Up Next: Camp Hale Half Marathon and 5K trail run on July 20 and rescheduled Lost Lake MTB on July 24.
- The Vail Soccer Invitational, organized by Joel, takes place this weekend with 22 adult teams participating from all over the state.
- All adult leagues and youth camps continue.
- The Kids Adventure Games is August 7-11 and per the Sports Department contract with KAG LLC, we will be assisting in the production of the event and are actively recruiting event staff. We would love to have the board join us for this awesome event and take a volunteer shift.
- As part of the KAG, we will be producing the KEEN Family Mud Run on August 10 and new this year, the Yellowbelly Strider Race for kids under 5 on August 8.

COMMUNITY PROGRAMMING

- Imagination Station has been busy with some very busy days in July. We have 30 to 50 people on a typical day and 70+ people on busy days. Additionally, quite a few camps are visiting with an additional 20 to 30 children. We are also staying busy with Paint Your Own Pottery. Summer hours are 10 a.m. to 5 p.m. daily, and the studio including pottery, art, VR and sand pendulum will be open 10 a.m. to 2 p.m. Monday through Friday.
- Camp Vail is full throughout July and August. Jerrica has been working hard to bring people in off the waitlist as her staff becomes fully credentialed (especially background checks being returned).
- PreKamp Vail is full throughout July and August. Similarly, Sara has been working hard to bring children in off the waitlist according to staffing. This is particularly difficult as staffing varies by the day.
- Camp Eco Fun is full throughout July and August.
- Mad Scientists is happening four Fridays – two in July and two in August. These are full.
- Camp Eco Fun Campout will occur Friday, July 26.
- Mountain Bike Camps occur during three weeks throughout the summer. These are full with a long waitlist. Parents have been incredibly thankful for this new camp!
- Parents have been complimentary and thankful for the great camps and hard-working staff!

PARKS

- Have been checking Red Sandstone Elementary regularly and still no access and the controller for the irrigation is not hooked up.
- Have had some system problems on the Ford Park irrigation but hopefully working through them.
- The main week-long events are done for the summer - camps, leagues and three-day tournaments are still happening.

DOBSON

- Dobson hosted a Hispanic Dance on July 5. We had 860 people in attendance.
- Dobson hosted the Vail Skating Invitational from July 10-14. Skaters came from all over the state and region to compete.
- Dobson hosted the Bob Johnson Hockey School for the 40th time. This is a very long tradition when it comes to one rink or community having a partnership with one specific camp. Camp was sold out as we added a few late additions. Total was 117 kids for the week. The Johnson's bring a whole slew of experience, and this year we had a special guest, a friend of their family, Emily Clark. Emily is arguably one of the best, if not the best, female hockey player to come out of North America. She played for Mark at Wisconsin and Team Canada in the last Olympic Games.

GYMNASTICS

- Recreational and competitive summer camps currently have 213 registered participants.
- Ninja Warrior week will take place July 22-26 and will blend Ninja Warrior courses with gymnastics instruction. The camp is full with 50 participants.
- Our final competitive camp for levels 3 through 10 will take place August 5-9 and will host returning guest coaches Tani Blount and Fernando Urbina.
- Our first inaugural gymnastics meet will be held at Dobson Ice Arena on September 21 and 22. The Vail Classic Invitational will host gymnasts from around the State of Colorado including a club from Wyoming. The competition will welcome levels 3 through 5 and Excel Bronze and Silver.

BUILDING MAINTENANCE / CAPITAL PROJECTS / F&B

Vail Golf & Nordic Clubhouse Construction

- HVAC and refrigeration issues were a challenge going into this summer as a result of equipment being removed from the mechanical roof and being re-set.
- Still have one significant leak in the roof that becomes problematic during heavy afternoon rains.
- Some FFE items in clubhouse not suitable for commercial/heavy use and will not make it through their anticipated life expectancy.

F&B

- Front and back of house staffing has been a significant challenge this year. VRD needs a better plan for seasonal staffing, we are also aware that other departments have had challenges.
- Restaurant was extremely busy during Fourth of July weekend.
- Starter building business has been very good with great feedback from guests.
- Wedding and events have kept banquet team very busy.
- Attendance at Dobson events has been softer than anticipated.

Building Maintenance

- Gymnastics Center will get additional attention once neighboring construction winds down. Projects around center have had a significant impact on operations.
- Tennis Center received new water dispenser.
- Sports re-location to storage container will begin week of July 20.

Capital Projects

Golf Maintenance Storage Building

- This project stalled out when pressure was applied to open starter building on time. Now that the starter building is open, we are re-focusing attention back to completing maintenance building.
- Building TCO was issued and we are able to utilize the space, however there are several exterior elements that need attention: paint, bollards, landscape, etc.

Vail Golf Starter Building

- Successful Grand Opening and brisk business since opening.
- Punch list is being addressed, some items will require additional time however we are fully functional.

Bridges #14 & #15

- Bridges are completed with minor punch list items to attend to.

Hole #15 Retaining Walls

- 15 Tee is complete and open for play, minor punch list items remain prior to release of retainage.

Driving Range Tee Project

- Project is complete and open to the public, one minor irrigation item to be addressed in fall 2019.