

METROPOLITAN EXPOSITION-RECREATION COMMISSION

Resolution No. 96-42

Authorizing the final annual budget for FY 1996-97.


The Metropolitan Exposition-Recreation Commission approves the revenue and appropriation levels for MERC funds as detailed in the attached staff report and chart.

BE IT THEREFORE RESOLVED:

That the Metropolitan Exposition-Recreation Commission approves the revised FY 1996-97 annual budget for MERC funds as detailed in the attached staff report and chart.

Passed by the Commission on June 12, 1996.


Chairman


Secretary-Treasurer

Approved as to Form:
Daniel B. Cooper, General Counsel

By: 

Mark B. Williams
Senior Assistant Counsel

STAFF REPORT

Agenda/Item Issue: Approval of the Final Budget for FY 1996-97

Resolution No. 96-42

Date: June 12, 1996

Presented by: Heather Teed

BACKGROUND AND ANALYSIS:

At the November 17, 1995 special meeting, the Commission approved the FY 1996-97 budget. The budget has since been reviewed by Metro, incorporated into the Metro Executive's Proposed budget, reviewed by the Metro Budget Committee, approved by the Metro Council and submitted to the Tax Supervising and Conservation Committee (TSCC).

Throughout this budget process, various changes have been made to the MERC budgets resulting from new or updated information. The Commission has been kept aware of the major changes as they have occurred.

The purpose of this report and resolution is to review, at one time, all the changes that have been made to the MERC budget and obtain Commission approval of the final budgets for FY 1996-97 prior to final adoption of the budget by Metro Council on June 13.

FISCAL IMPACT:

The attached chart shows the original budget approved by the Commission, total changes by category and the revised budget for FY 1996-97.

The changes in the various revenue line items and appropriations among the facilities are summarized by the following:

- Increase in expenditures for computer system upgrade.
This affects all facilities' Materials & Services (M&S), Capital Outlay and Transfers to MERC Administration. Total cost is approximately \$382,000.
- Decrease in Metro support service charges of approximately \$12,000.
- Decrease in the excise tax rate from 7.5% to 7.25%.
This results in increases in OCC and Expo's enterprise revenues by \$16,000 and \$7,000, respectively.

- Budget for the impact of completed negotiations of AFSCME Utility Workers union. This affects OCC and Expo only.
- Budget for the funding and expenditures associated with the new building project at Expo. This includes the transfer of \$9 million of OCC fund balance, a \$500,000 loan from OCC, a \$2.5 million corporate loan and the use of \$1.5 million of Expo's fund balance.
- Increase in expenditures for operating the new Expo building. This includes additional staff of 3 FTE at a total cost of approximately \$123,000, including fringe.
- Budget for the impact of Expo hosting the Smithsonian event. This includes revenues anticipated from rent, concessions and parking and expenditures associated with those revenues as well as part-time event staffing.
- Increase revenues and expenditures as a result of revised projections of booked and anticipated business. This impacts various revenue and expenditure line categories.
- Increase PCPA's contingency to equate to the Metro standard of 5% of expenditures. This is an increase of \$228,000.
- Decrease the OCC personal services fringe rate, resulting in a savings of \$63,000, use that savings to budget for plant maintenance costs erroneously omitted (\$10,000) and increase contingency (\$53,000).

RECOMMENDATION:

Staff recommends that the Commission approve the final FY 1996-97 Annual Budget for MERC funds.

MERC FINAL BUDGETS
FY 1996-97

	COMMISSION APPROVED BUDGET	CHANGES	FINAL BUDGET
<hr/>			
CIVIC STADIUM			
Total Revenues	\$2,391,365	\$0	\$2,391,365
Expenditures:			
Personal Services	\$737,561	\$0	\$737,561
Materials & Services	\$1,308,222	\$7,160	\$1,315,382
Capital Outlay	\$182,417	\$29,500	\$211,917
Transfers	\$204,635	(\$16,984)	\$187,651
Contingency	\$113,910	\$0	\$113,910
	<hr/>		<hr/>
Total	\$2,546,745	\$19,676	\$2,566,421
Net Cash Flow	<u>(\$155,380)</u>		<u>(\$175,056)</u>
PCPA			
Total Revenues	\$7,055,000	\$413,000	\$7,468,000
Expenditures:			
Personal Services	\$4,542,189	\$212,420	\$4,754,609
Materials & Services	\$1,519,473	\$181,150	\$1,700,623
Capital Outlay	\$156,000	\$68,700	\$224,700
Transfers	\$682,118	(\$56,612)	\$625,506
Contingency	\$145,000	\$228,000	\$373,000
	<hr/>		<hr/>
Total	\$7,044,780	\$633,658	\$7,678,438
Net Cash Flow	<u>\$10,220</u>		<u>(\$210,438)</u>
OCC			
Total Revenues	\$13,162,551	\$16,366	\$13,178,917
Expenditures:			
Personal Services	\$4,151,243	(\$29,089)	\$4,122,154
Materials & Services	\$6,954,346	\$38,400	\$6,992,746
Capital Outlay	\$628,470	\$157,266	\$785,736
Transfers	\$1,205,076	\$9,399,983	\$10,605,059
Contingency	\$598,203	\$69,264	\$667,467
	<hr/>		<hr/>
Total	\$13,537,338	\$9,635,824	\$23,173,162
Net Cash Flow	<u>(\$374,787)</u>		<u>(\$9,994,245)</u>

EXPO

Total Revenues	\$3,106,925	\$10,717,243	\$13,824,168
Expenditures:			
Personal Services	\$624,208	\$206,769	\$830,977
Materials & Services	\$1,441,359	\$755,742	\$2,197,101
Debt Service	\$0	\$150,000	\$150,000
Capital Outlay	\$189,500	\$12,021,000	\$12,210,500
Transfers	\$181,898	(\$15,098)	\$166,800
Contingency	\$118,814	\$261,403	\$380,217
	-----	-----	-----
Total	\$2,555,779	\$13,379,816	\$15,935,595
Net Cash Flow	\$551,146		(\$2,111,427)
Less Park's subsidy	(\$325,000)		(\$325,000)
	-----		-----
Net	\$226,146		(\$2,436,427)
	=====		=====

MERC ADMIN

Total Revenues	\$685,503	\$34,100	\$719,603
Expenditures:			
Personal Services	\$495,569	\$0	\$495,569
Materials & Services	\$149,291	\$7,300	\$156,591
Capital Outlay	\$8,000	\$26,800	\$34,800
Transfers	\$0	\$0	\$0
Contingency	\$32,643	\$0	\$32,643
	-----	-----	-----
Total	\$685,503	\$34,100	\$719,603
Net Cash Flow	\$0		\$0
	=====		=====