

Greater Boise Auditorium District

FYE 11/30/22 Budget

Budget Review and Adoption

October 14, 2021

Budgeting 2022

- Thanks to Finance Committee: Chair Muchow and Director Olson
- Support in 2021 is critical to our success in 2022
- Challenges for 2022: “Swirling”
 - Meetings are still changing
 - Cost management with inflation
 - Rising input costs (availability and cost of product)
 - Labor shortages (cost and availability)
 - Supply chain issues

BUDGET - COMBINED

2022 will continue to have disruptions in our culture, technology, science, health and business sectors. However, projections for the Boise Centre shows record level revenues, combined with a \$7,066,257 level of support for Boise Centre operations, and \$3,125,000 capital support for the Aquatics Center.

	District	Centre	Aquatics	Total
Revenues	8,130,000	8,179,532	160,125	16,470,657
Expenses	464,360	16,122,323	61,565	16,648,248
Total	7,665,640	(7,942,791)	98,560	(178,591)

- **District support continues for Boise Centre and Aquatics (operations, capital and lease payments)**
- **Rapid economic rebound within the industry and the economy forecasted**
- **Boise Centre general expenses up; increased variable costs due to budgeted revenues over 2021, and continued marketing efforts**
- **Capital expenditures of \$1.6 million to support Boise Centre West and East**
- **Cash usage of \$2.5 million, ending balance \$10.4 million after stabilization**
- **No change to stabilization fund**

CAPITAL EXPENDITURES \$1,600,000

ITEMS => \$50,000

HVAC Unit Replacement	\$300,000
Operable Walls	162,500
Escalator Deep Cleaning	150,000
Warehouse Shelving	100,000
Phone System	70,000
Wifi Upgrade	75,000
Acoustical Paneling	55,000
Boiler Project West	50,000
HVAC Fan Walls	50,000
Food Digester	50,000
Warehouse Electrical Upgrade	50,000
POS System and Terminals	50,000

Sixth full year
\$1,723,824

DEBT COVENANTS



Additional Debt Covenant:

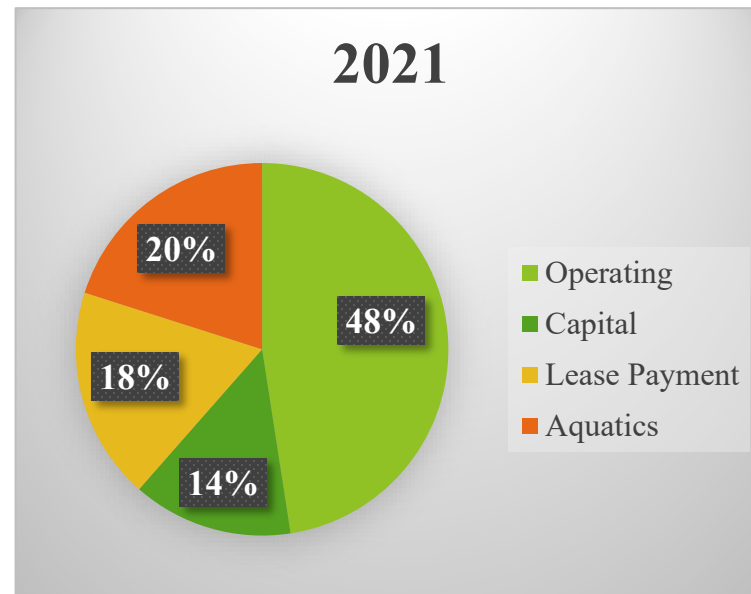
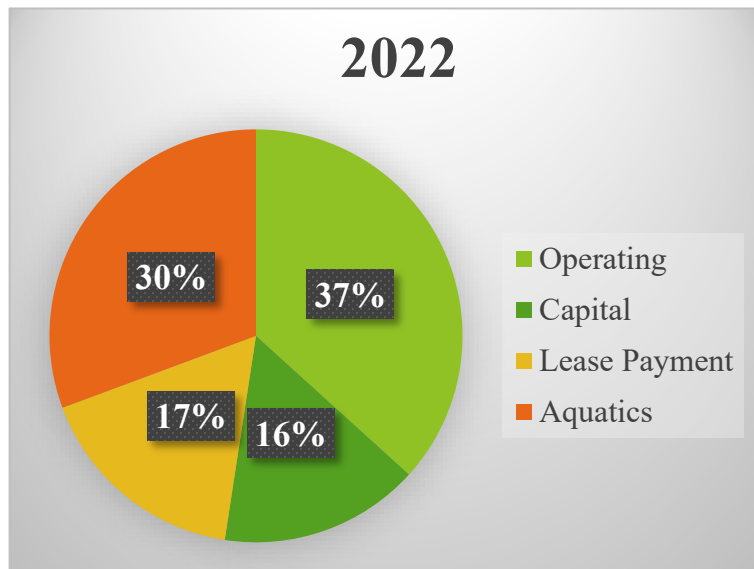
Tax Receipts (lowest of last three years) 2020	\$5,544,304
2.0 times debt service	3,447,950
Maximum annual debt service coverage	Yes



Budget:	3.22X
Bonding Capacity:	\$14 million

HOTEL TAX SUBSIDY

<i>In millions</i>	<u>2022</u>	<u>2021</u>
<i>Operating</i>	\$ 3.7	\$ 4.4
<i>Capital</i>	1.6	1.3
<i>Lease</i>	1.7	1.7
<i>Aquatics</i>	3.1	1.9
	<u>\$10.2</u>	<u>\$9.3</u>



Operating subsidy for the Centre, as a percentage of transfers, decreased due to lessening effect of COVID-19 on operations of Boise Centre. Aquatics increased transfers.

MOTION FOR APPROVAL OF FYE 11/30/2022 BUDGET AND RENEWAL OF ANNUAL LEASE

Director Olson

I move to:

- 1) Approve the FYE 11/30/2022 District, Centre and Aquatics operating budgets, as presented,**
- 2) Approve the renewal of the Annual Appropriation Lease for the Boise Centre East building**
- 3) Authorize the Board Chairman and the Executive Director to take all necessary steps to affect the renewal of the Boise Centre East Annual Appropriation Lease.**
- 4) Approve to change designated committed funds as follows:**

	FYE 11/30/2020	FYE 11/30/2021	Change
Operating	\$ 4,440,019	\$ 3,742,433	\$ (697,586)
Capital	1,300,000	1,600,000	300,000
Lease Payment	1,721,628	1,723,824	2,196
Aquatics	0	3,125,000	3,125,000
Stabilization	6,000,000	6,000,000	0
Total	\$13,461,647	\$16,191,257	\$ 2,729,610

Director Erkins

Motion for Second

Projected Cash Balances (000's)			
End of August 2021		\$	21,991,161
District Net Cash In (Sept-Nov 2021)		\$	2,113,525
BC Remaining Transfers for 2021		\$	(3,018,175)
Aquatics Land Purchase		\$	(1,875,000)
Cash Ending Balance 11/30/2021		\$	19,211,511
Net Cash In(Out) 2022		\$	(2,525,617)
Ending Cash 2022		\$	16,685,894
Stabilization Fund		\$	(6,000,000)
Lease Fund		\$	(250,000)
Available to Invest FYE 2022		\$	10,435,894

CASH BALANCES



Thank
You

For your time and attention!