

All,

re: Treasurer's Report, including draft 2023 Financial Statements and draft 2024 Budget

1) The draft 2023 Financial Statements include the Balance Sheet as of Dec 31, 2023 and the Income Statement for 2023.

a) The 2022 #s are included in both documents for comparison.

b) Many thanks to Dom Piluso for his help getting the draft Financial Statements in the shape they are now.

c) The glitches that remain are mine.

2) The Balance Sheet comparison is confusing because of the movement of \$ from Coast Capital Credit Union to the Royal Bank of Canada as approved by the Board.

a) There was \$1.62M in the bank on Dec 31, 2023. This compares to \$1.36M on Dec 31, 2022. An increase of \$250K.

b) Yes, we are still doing business through both Coast and RBC. Moving to RBC should make many things easier in the long run. The transition is more complicated than expected.

c) I am grateful for the patience and participation of Andrew Lemon, Stephen Beagle, and particularly George Ambeault for their efforts during the transition to RBC.

3) The Income Statement comparison should be easier to read than the Balance Sheet. Some items of note are:

a) Range Day Passes total income for 2023 was essentially unchanged from 2022.

b) Rental income went up \$32K a 40% increase. Most of it is due to a \$28K jump in MP rentals. RP Rentals also went up \$6K. The 2023 Sturgis \$s are shown lower due to my data entry error.

c) Misc. Revenue tripled due to a \$59K increase in Interest Earned and Investment Income.

d) Revenue from Membership Dues are down 12% as of Dec 31.

e) Total Revenue (Income) for 2023 was within 1% of 2022.

- f) Access Program Expenses were higher than expected at \$24K.
- g) Payroll Expenses are up 18% from 2022.
- h) Maintenance more than doubled. The largest expense was the \$38K Clubhouse staining.
- i) Bank charges & Interest expenses are down 33% from \$34K to \$23K.
- j) Insurance fees went from \$38K to \$57K.
- k) Waste collection went up by 50% to \$22K.
- l) Total Operating Expenses for 2023 were up 28% over 2022.
- m) Net Revenue (Income - Expenses) for 2023 was \$248K. Down 42% from 2022.

The attached draft 2024 Budget is based on input from the Board.

- a) It includes an Operating Budget and a Capital Budget.
- b) Total Operating Revenue forecast is \$967K. This is marginally lower than the actual 2023 Operating Revenue.
- c) Total Operating Expense forecast is \$956K. This is 22% higher than the actual 2023 Operating Expense.
- i) Net Operating Income (Operating Revenue - Operating Expense) for 2024 is forecast at \$10.8K. It is a Balanced Budget with no room for cost overruns.
- j) Net Operating Income, if any, will go into long term saving / reserve funds at the end of 2024.
- k) If Operating Expenses exceed Operating Revenue, the shortfall will need to come out of long term savings / reserve funds during the year.
- l) The Capital Budget of \$275K includes projects proposed by the VP Operations and the VP Sport & Innovation.
- m) Capital Budget expenditures are paid from long term savings / reserve funds.

Respectfully,  
Bruce McAllister  
Treasurer, VFGPA