



August 8, 2024

MEMO TO : Park Board Commissioners  
FROM : Natalie Froehlich, Director Financial Planning & Analysis  
SUBJECT : **Q2 2024 Financial Update - Board Briefing Memo**

**Purpose**

The purpose of this memo is to provide the Commissioners with a high-level overview of the financial results for the second quarter of 2024.

**Operating Results & Forecast**

Park Board ended the second quarter of the year with an unfavourable budget variance of \$1.3M and is forecasting to end the 2024 fiscal year on budget. The table below summarizes the June year-to-date operating results and forecast.

<i>(in millions)</i>	Jun YTD			Full Year Forecast		
	Actual	Budget	Variance	Forecast	Budget	Variance
Total Revenues	\$ 35.4	\$ 35.9	\$ (0.6)	\$ 82.0	\$ 79.8	\$ 2.2
Total Expenditures & Transfers	\$ 88.3	\$ 87.5	\$ (0.7)	\$ 176.9	\$ 172.8	\$ (4.0)
<b>Net</b>	<b>\$ (52.9)</b>	<b>\$ (51.6)</b>	<b>\$ (1.3)</b>	<b>\$ (94.9)</b>	<b>\$ (93.0)</b>	<b>\$ (1.9)</b>

One-time approved expenses 1.9

**Operating Results**

Park Board’s year-to-date results at the end of June 2024 was unfavourable to budget by \$1.3M.

- Revenues lower than budget (-\$0.6M)
  - Mainly due to lower recreation revenues as a result of lower than budget admissions and lower than budget swim lesson revenue.
  - Partially offset by higher revenues in parking.
- Expenditures higher than budget (-\$0.7M)
  - Mainly due to timing of one-time maintenance costs related to parking meters, marina improvements and Stanley Park train maintenance, combined with one-time CCA settlement costs.

**Full Year Forecast**

Park Board is forecasting to have a balanced budget at the end of fiscal 2024.

- Revenues are expected to be higher than budget by \$2.2M mainly due to continued higher attractions, parking and golf revenues; partially offset by lower recreation revenues mainly in aquatics.
- Expenditures are expected to be unfavourable to budget by \$4.0M mainly due to unbudgeted cost escalations on recreation building maintenance, fleet, fuel and materials, and higher direct costs related to higher forecast revenue.
- One-time Approved Expense:



- Park Board has been approved to spend \$1.9M of one-time expenses against the 2024 forecast budget surplus related to the Hillcrest CCA settlement, VPD charges to support encampments in Parks and costs related to Alcohol on Beaches pilot.

### Capital Expenditures

As of June 30, 2024, Park Board spent \$13.9M or 31% of the total 2024 capital budget and is expecting to spend the full capital budget amount of \$45.3M by year end as construction projects that are underway advance and as contractors invoice the work.

The table below summarizes the 2024 capital expense forecast.

<i>(in millions)</i>	June		Full Year Forecast		
	Actual	% Budget Spent	Forecast	Budget	Variance
Parks & public open spaces	\$ 13.7	30%	\$ 45.2	\$ 45.2	\$ -
Community facilities	\$ 0.2	163%	\$ 0.1	\$ 0.1	\$ -
<b>Net</b>	<b>\$ 13.9</b>	<b>13%</b>	<b>\$ 45.3</b>	<b>\$ 45.3</b>	<b>\$ -</b>

Highlights of 2024 capital delivery to date include:

- New Promontory Park at East Fraserlands (“EFL”) opened in December 2023 and final contractor payments in 2024 (\$0.7M spent YTD and full project budget is \$2.4M)
- New Kinross Park (EFL) substantially complete (\$0.8M spent YTD and full project budget is \$3.3M)
- Kerrisdale Track and Field renewal construction underway (\$1.4M spent YTD and full project budget is \$3.8M)
- Tatlow/Volunteer Park Creek daylighting approaching completion (\$0.9M spent YTD and full project budget is \$2.5M)
- West End Waterfront Park Vision (\$0.9M spent YTD and full project budget is \$3.5M)
- Coopers Park Dog OLA substantially complete (\$0.8M spent YTD and full project budget is \$1.1M)
- Park Electrical/Water infrastructure (mainly Spanish and QE water mains) (\$0.8M spent YTD and full project budget is \$3.5M)
- 919 new Street and Park trees planted (\$0.7M spent YTD and full project budget is \$2.8M)

Regards,

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