



Board Committee Report

MEETING DATE: MARCH 24, 2022 **ITEM NUMBER:** 8E(ii)

SUBJECT: Financial Monitoring and Audit Committee

DATE: March 21, 2022

FROM: Directors Kovacevich and Bagneris

PRESENTATION BY: Directors Kovacevich and Bagneris

Purpose:

This committee monitors the organization's financial position and ensures financial controls are in place.

Focus:

- *Monthly financial oversight*
- *Annual budget review*
- *Annual audit process*
- *Participate in the scoring process for key RFPs, including for Carnival Services*

SUMMARY OF COMMITTEE MEETING

- The committee met on March 18th to review February financials:
 - The District continues to perform very well against the 2022 budget. YTD February 2022 revenue is \$1,077,429 and is favorable to budget by \$308,729. This is mainly due to an increase in facility rental activity and related revenue. In addition, interest rates have increased slightly for the District's investment account.
 - Operating expenses for YTD February 2022 are \$3,126,121 and are favorable to budget by \$1,187,719. This is mainly due to budgeted legal expenses which were not needed. The committee was briefed on specific expenses such as facility supplies, equipment rentals and utilities which are higher than budgeted and which are expected to continue trending higher given the current economic situation.
 - For the YTD period ending February 28, 2022, net proceeds are \$1.8M favorable to budget.
 - As of February 2022, cash and investments are \$61.6M, an increase of \$21.7M over February 2021.

- Staff also shared with the committee that some of the bids for goods and services are coming in much higher than budgeted and as compared to 2021. While some of this can be attributed to supply chain issues, the trend is expected to continue throughout the year. As such, staff will continue to make adjustments in other areas to offset some of the increases. A mid-year reforecast will be presented at the June Board meeting.

FOLLOW-UP

The next Financial Monitoring and Audit Committee meeting is April 22, 2022.