



ABOVE AND BEYOND. BY DESIGN.

8500 Santa Fe Drive
Overland Park, Kansas 66212
913/895-6000 • Fax: 895-5009
www.opkansas.org

May 13, 2010

Mayor Carl Gerlach
Member of City Council

Re: 2010 Budget Amendment – Soccer Operations

In late 2009, the City terminated its contract with a third party provider for concession operations at the soccer complex. The City is now running the concession operations in-house.

The adopted 2010 Budget for the Soccer Operations Fund did not include funding for the operations of the concession stands. Operational revenue and expenditures were not expected to run through the City's bank accounts, but rather the third-party service provider's accounts. However, with the change in operational structure, now both expenditures and revenues from concession operations are posted to the City's accounts. Due to the increase in expenditures, which will be offset by revenues, a budget amendment is needed in the Soccer Operations Fund.

Estimated concession revenues are \$170,000, while estimated operating costs for soccer concessions are \$160,000. Detailed projections for operating expenditures include:

- Labor: \$95,036
- Cost of Good: \$52,788
- Supplies: \$3,373
- Ice Machine Rental: \$6,540
- Credit Card Fees: \$895
- Misc.: \$1,368

In addition, we have increased other revenue projections by \$125,000 based on up-to-date information regarding rentals, reservations and revenue projections. These changes include:

- Field Rental, \$118,325
- Tenant Rental, \$18,000
- Interest Earnings, -\$11,325

The adopted 2010 expenditure budget for the Soccer Operations Fund is \$780,000. The revised budget would be \$1,075,000. The increased budget authority will also provide us the ability to repay a transfer from the Transient Guest Tax Capital Fund if funding is available.

Attached are: (1) Proposed Amended 2010 Budget fund sheet, and (2) State of Kansas legal budget amendment forms.

In order to remain in compliance with state budget laws, the 2010 budget for the Soccer Operations Fund should be amended to account for expenditures related to the operation of the concession stands at the soccer complex. At the May 17, 2010 council meeting, a public hearing regarding the soccer operations fund budget amendment will be held. After the conclusion of the public hearing, Council consideration of the budget amendment would be appropriate.

Gena McDonald,
Assistant Chief Financial Officer