

VAIL PARK AND RECREATION DISTRICT
d/b/a VAIL RECREATION DISTRICT
BOARD OF DIRECTORS

5:00 P.M.
Thursday, July 26, 2012
Town of Vail, Council Chambers
AGENDA
REGULAR MEETING

1. Call to Order
2. Approval of July 12, 2012 Minutes
3. Public Input of Items not on the Agenda
4. 2011 Audit Report Presentation ó Mr. Dan Cudahy
5. Dobson Bond Refunding & November Election ó Mr. Eric Weaver
6. Update of Driving Range Net and Temporary Clubhouse Structures Projects ó Mr. Mike Ortiz
7. Review of Holes #13 and #19 Budgets ó Mr. Mike Ortiz and Mr. Eric Weaver
8. June 2012 Financial Report ó Mr. Eric Weaver
9. Executive Director Input
10. Board Member Input
11. Executive Session for the purpose(s) of :
 - a. §24-6-402(4)(e), C.R.S.,ö Determining positions relative to matters that may be subject to negotiations; developing strategy for negotiations; and instructing negotiators.ö
-Personnel
12. Adjournment

RECORD OF PROCEEDINGS

Minutes of the Regular Meeting Of the Board of Directors

Vail Park and Recreation District dba Vail Recreation District July 12, 2012

A Regular Meeting of the Board of Directors of the Vail Recreation District, Town of Vail, Eagle County, Colorado, was held on July 12, 2012, at 5 p.m., at the Vail Town Council Chambers, Town of Vail, Eagle County, Colorado, in accordance with the applicable statutes of the State of Colorado.

1. MEMBERS PRESENT
 - 1.1. Joe Hanlon, Rick Sackbauer, Bill Suarez and Jeff Wiles
2. MEMBERS ABSENT AND EXCUSED
 - 2.1. Ken Wilson
3. STAFF PRESENT
 - 3.1. Mike Ortiz, Jamie Gunion, Alice Plain
4. OTHERS PRESENT
 - 4.1. Several members of the community.
5. CONSULTANTS PRESENT
 - 5.1. Eric Weaver, Robertson & Marchetti, P.C.
6. CALL TO ORDER
 - 6.1. Director Hanlon called the meeting to order.
7. APPROVAL OF MINUTES
 - 7.1. By motion duly made and seconded it was unanimously RESOLVED to approve the minutes of the June 28, 2012 Regular Board meeting as presented.
8. PUBLIC INPUT OF ITEMS NOT ON THE AGENDA
 - 8.1. None
9. VAIL GOLF CLUB GUEST SURVEY REPORT FOR JUNE
 - 9.1. Jamie Gunion and Alice Plain gave a recap of the Vail Golf Club guest survey report.

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- 9.2. Ms. Gunion explained the surveys are underway through September. Today's report was for June only. She also explained the report says "unresolved" issues, many of which have been resolved.
- 9.3. Ms. Plain commented she was excited to move forward with the surveys and able to solicit comments and feedback. Ms. Plain said the response has been good. She has been calling and emailing those who have had issues.
- 9.4. Mr. Wiles questioned what the number one item that people are having issues with.
- 9.4.1. Ms. Plain said the Pace of Play program has been a challenge for many. In general most people are happy with the program, but several commented about communication from the rangers. Otherwise, the survey results have showed high marks in most areas. Ms. Plain is sharing comments with Happy Valley Grill as well. The survey has been a great benchmark for the summer and looking for ways for improvement.
- 9.4.2. Ms. Gunion explained the guest survey is different from the pass holder/punch card holder survey that will take place in the fall.
- 9.4.3. Mr. Sackbauer requested information on the randomness of the survey and how people receive the survey.
- 9.4.3.1. Ms. Plain said the staff is gathering emails and then the survey is being sent. Pass holders that play every week will not receive a survey every week.
- 9.4.4. Mr. Sackbauer asked for a response rate of those being sent and those being filled out.
- 9.4.4.1. Ms. Gunion will work with the survey data collector to get this information.
- 9.5. Director Hanlon shared that the survey is a great idea to gauge comments and be able to respond to those with issues.
- 9.6. Director Hanlon requested public comment.
- 9.6.1. Peter Cook said the survey is a great idea. He requested seeing the response difference between local and guest play. He also requested the information at the end-of-season be presented on the web and shared with the public.
- 9.6.2. Ms. Gunion explained that it should be possible to break the survey out and that it is being done by a third-party vendor.
- 9.7. Phil Weinstein questioned what expectations are going to be derived from the survey. He suggested rewording the survey so it applies to standards in the industry and customer satisfaction.
- 9.7.1. Ms. Plain said the survey allows staff to review expectations, comments and make improvements.
- 9.7.2. Ms. Gunion also explained the Vail Golf Club is one of the only golf courses providing the survey so it isn't possible to compare with other courses in the valley.

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10. REVIEW OF RECREATION SUBCOMMITTEE MEETING REGARDING 18TH HOLE AT THE VAIL GOLF CLUB

10.1. Mr. Mike Ortiz provided a recap of where the VRD and Town of Vail are in the process regarding the Vail Golf Course Clubhouse Remodel and 18th hole realignment. There are now three options that will be reviewed during the Vail Town Council's July 17 meeting including moving forward with Concept D, moving forward with a new concept, Concept F and not moving forward.

10.1.1. Mr. Ortiz explained Concept F where a new back tee will be built to next to the 17th hole turnaround with a carry of 185 yards. The existing tees will be shaved down and lowered and will be close to the elevation of the current cart path. Some bunkers will be realigned and replaced. The new realigned 18th hole proposal Concept F would sit 60 yards west of Concept D. The space where the number 18th hole is currently located would be considered "green space," and has not been appropriated for anything.

10.1.2. Director Hanlon clarified that Concept D is the approved plan from the March meeting.

10.1.3. Mr. Ortiz said a baffled net system is being proposed with a height of 130 feet, with increasing the height gradually with three baffles. These would help address safety concerns with the proposed area of the 18th green. The hole would measure about 515 yards and the board will discuss whether it will be a Par 4 or Par 5. If it is a Par 4, the VRD Board will look to creating hole 13 as a Par 5 to make the course a Par 71.

10.2. Director Hanlon called for public input.

10.2.1. Gene Henry shared that Jeff Wiles presented the new Concept F at Men's League. He said it was very creative and it solved many issues including the clubhouse expansion, as well as a nice closing hole. He commented that he appreciated the VRD and Town had listened to the comments the public have provided. The new compromise is a win-win and allows a new clubhouse to be built.

10.2.2. Paul Sideman explained he is in favor of keeping the hole a Par 5 and has concerns regarding safety issues. He encouraged the need for a patio on the clubhouse that would allow golfers to watch other golfers come in. He questioned whether there is a need for a "convention center" at the golf course and would it be supported. He questioned whether the location is in a proper area to be supported.

10.2.3. Alan Togan questioned the area of green space that is west of the 18th green and plans for development of the area. He said this is a golf course and is concerned about events taking place on the green space area.

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- 10.2.3.1. Mr. Ortiz explained there is no parking proposed in that area. The Vail Town Council will define what the green space area will be. While it is a golf course, the proposed remodel is a community building and currently hosts Nordic as well events.
- 10.2.3.2. Director Suarez explained they are looking at uses for the green space but it has yet to be dedicated to a function.
- 10.2.4. Peter Cook addressed the Board and said the new Concept F is a huge improvement over the past revisions. He suggested that a Par 4 or Par 5 shouldn't matter, but what matters is making the facility a better place. He also said that the facility will not be a convention center and by working with the Town Council on the uses, it will enhance the VRD's budget and help attract people to golf and other activities in town. It is a small venue and encouraged the board and Town to look at what is the best facility that can be built to accommodate the summer and winter needs.
- 10.2.5. Steven Collins stated he believes the golf course doesn't need to be any shorter than it is now. He questioned how much money the VRD is paying for the renovation and how much money the VRD plans to make off special events.
- 10.2.5.1. Mr. Ortiz said the VRD has pledge to put \$1 million into the project. The VRD is anticipating about 60 events year-round and conservatively a budget of over \$100,000 in revenue from special events in the facility.
- 10.2.6. Phil Weinstein applauded the efforts of the VRD Board and Town for working through the process. He encouraged the board to continue to look at the golf course as a major entity and what is needed to improve the course.
- 10.2.7. Carol Cook explained the situation is not about golf, but about having an event venue. She expressed surprise that the VRD Board is predicting 60 events at the Vail Golf Club and that there is a real opportunity for more events and revenue with an events center.
- 10.2.8. Mr. Ortiz clarified it will be a remodeled clubhouse and not an event center. Currently there are events taking place there and will continue to do so. Mr. Ortiz explained also that in the current facility when an event is booked, golfers cannot dine or eat in the facility. In the proposed concept for the design of the remodel, there will be a separate restaurant and patio area for golfers. The current conceptual design includes 40 indoor seats and 20 outdoor seats in the golf restaurant grill area.
- 10.2.9. Deborah Webster questioned the baffled net system. Mr. Ortiz explained that when the VRD went through the ball analysis safety study, the golf ball peaks at 185 yards and 120 feet in the air. Instead of raising the entire net to 130 feet high, the baffled system could offset and overlap each other so that the ball does not go over the net to address the safety issues.
- 10.2.10. Ms. Webster also questioned the seating on the lawn.

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- 10.2.10.1. Mr. Ortiz also explained that the Vail Town Council has listened to the neighbors and understands the concerns about the event lawn and permanent tenting. These decisions still need to be made. All the rules that apply to the Town of Vail will apply to the remodeled clubhouse including noise regulations.
- 10.2.11. Ms. Webster said as a non-golfer that the VRD looks to have done some excellent work for the golf course, but questioned the patio design. She reminded everyone that it is a residential area and neighbors have concerns about noise and property values if there are over 60 events taking place.
- 10.2.12. An attorney representing residents adjacent to the golf course spoke. He explained the residents appreciate the efforts that are being done. He requested the VRD continue to hear the concerns of the residents. He said he felt it is unclear that where the project is ending. He questioned whether it is a remodel to duplicate Donovan Pavilion, which would have impacts on the adjacent property owners. Concerns were also raised about traffic and noise.
- 10.3. Director Hanlon requested board member input.
- 10.3.1. Director Wiles explained that he shared the new concept with the Men's League members. For the most part, everyone was in support and could see compromise and concessions to meet the public's concern. There were comments from one end of the spectrum to the other with both support and concerns. From his perspective he feels good about the direction the VRD and Vail Town Council are heading.
- 10.3.2. Director Suarez said it seems the response the VRD is receiving from the public is being addressed as best feasible and the VRD and Vail Town Council are working to compromise and move forward. The VRD Board does not want to raise rates or eliminate services with the decline in property tax collections and the remodel is an opportunity for revenue generation.
- 10.3.3. Director Sackbauer clarified the VRD's \$1 million contribution has always included a new golf hole, but does not include additional costs for the baffled netting system. Going back to 2010, he said the 18th hole concept was there but the costs of the netting system was a hurdle that didn't allow the VRD to move forward. The VRD is working to bring vibrancy back to the clubhouse grill. He said he prefers to see the 18th hole as a Par 4 and 13 as a Par 5 in the future. Director Sackbauer explained until the VRD receives a revenue stream, other items in the master plan are a wish list of items. If having to choose between new golf course improvements or having after school or gymnastics program, he will choose gymnastics and an after school program. The VRD has an ROI on revenues, but he cautioned that moving forward with the master plan will not happen until property tax collections increase or the VRD looks for other options. Sackbauer expressed his likes for concept D because it moves the events closer to the building and further away from the neighbors, but is in support of the new

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option. He encouraged the VRD to ask the Vail Town Council to contribute funds for the 13th hole, as well as the 19th hole concept. Both will allow the VRD flexibility to always have 18 holes to be available for guests. Director Sackbauer explained the 19th hole would allow the VRD to work on a specific hole while maintaining 18 holes.

- 10.3.4. Director Hanlon then read a letter on behalf of Director Wilson, which stated his support of the new concept, moving forward and providing a great experience.
- 10.3.5. Director Hanlon expressed that the golf course architect did a great job with working on modifying necessary changes and safety concerns. He stated his agreement with the rest of the board.
- 10.3.6. Director Wiles questioned the Aug. 6 construction date for realignment of the 18th hole.
 - 10.3.6.1. Mr. Ortiz explained that if the new proposed concept is approved by the Vail Town Council, the needed documents and processes are not ready which would mean the 18th hole realignment would not take place until next fall. If the Vail Town Council approves concept D, the process could take place this fall. The decision cannot be made until after the July 17 Vail Town Council meeting.
- 10.3.7. Director Suarez also questioned the initial drawings for patio. Mr. Ortiz explained the patio has been expanded and has not been approved, it is conceptual.
- 10.3.8. Director Sackbauer expressed concerns that if the VRD cannot move forward with the 19th hole, there will be only 17 holes available next year. He encouraged the community request this process as it could be accomplished in the spring.
- 10.3.9. Peter Cook additionally commented and encouraged the VRD to continue looking at hole 13. Director Sackbauer explained that hole 13 could be complicated because of its location near the Gore Creek and other technicalities, including permitting.
- 10.3.10. Mr. Ortiz explained the recreation subcommittee is recommending the plan to the Vail Town Council for its July 17.
- 10.3.11. Gail Malloy asked what would happen if the community room is not part of the remodel.
 - 10.3.11.1. Director Sackbauer suggested asking that question to the Vail Town Council. He also explained again that the VRD will lose \$750,000 annually due to a decrease in property tax collections. The VRD will have to look towards other revenue opportunities if the remodel does not take place.

11. EXECUTIVE DIRECTOR INPUT

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- 11.1. Mr. Ortiz explained that the Lacrosse Tournament was very successful and lasted over a three week period. There were over 100 teams participating with over 16 people on a lacrosse team. The VRD staff worked hard to prepare the fields for the tournament. The turf does get torn up but staff is working on hard to repair it for the Vail Valley Soccer Invitational and Kick it 3v3.
- 11.2. Mr. Scott Todd explained to the board about watering of the golf course. The golf course has voluntarily cut back watering on the course to prep it for drought conditions that were being experienced and are forecasted for the summer. They also cutback on irrigation to avoid having areas that are over irrigated. They are irrigating on a rotation and includes cutback on the roughs and perimeter areas. Other areas including the fairways and greens are irrigated more often, but crews continue to water every third to fourth night to prepare the areas for the drought conditions so the turf and areas will respond.
- 11.2.1. Director Sackbauer questioned the localization of the rainfalls, as well as water supply of the ponds.
- 11.2.1.1. Mr. Todd explained the golf course went from May 23 to July 4 before the golf course received rain. When the course did receive the rain, it was very helpful. Certain areas received about an inch and half of rain from July 4 through July 8. Mr. Todd explained it is important to note that with the rain received last week, the drought continues and Stage II fire restrictions continue. The Gore Creek flows prior to the rain were down to the upper 30s cfs. When the rains came, the Creek eventually did rise to 80s, but as of today the creek is back down to the 30s cfs.
- 11.2.1.2. Mr. Todd said they are continuing to keep the ponds as full as feasible in preparation for a wildfire situation. The VRD is filling the ponds on two and eight with the irrigation system within the VRD's water rights. They tend to lose water each day due to seeping within the water table. The big pond will continue to be able to keep full as long as the VRD can continue to utilize water from the Gore Creek. The VRD will continue to fill two and eight until the pond on 17 cannot be filled and then there will have to be a reduction.
- 11.2.2. Gail Malloy questioned what the VRD Board's recommendation will be to the town regarding the concept.
- 11.2.2.1. Director Hanlon explained that should the Council move forward it will be revised concept F, the newest proposal. Mr. Ortiz explained the recreation subcommittee is recommending the newest proposal for the council meeting and the VRD can support the recommendation.

12. BOARD MEMBER INPUT

- 12.1. Director Wilson said the Vail HillClimb had over 400 participants and over 300 spectators utilized the gondola to see the finish. It was an awesome race. Last

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Vail Recreation District July 12, 2012 Meeting Minutes

night the Vail Grind mountain bike race took place on Vail Mountain. He gave kudos to Vail Resorts for their help with the events that take place.

12.1.1. Mr. Ortiz thanked several members of Vail Resorts and thanked them for their partnership, especially the summer mountain crew, led by Julie Rust.

12.2. Director Sackbauer is pleased with the energy that has gone into the new plan and grateful for the rain that fell. He also said the town has amended the paid parking plan at Ford Park. You now only pay once and can come back and park, if space is available.

12.3. Director Hanlon said the fields look great. He played golf with a couple who received a lesson and were pleased with their experience. He also thanked Director Suarez for his assistance in working on the paid parking plan at Ford Park. He thanked Director Wiles for sharing the plans with the Men's Club regarding the golf clubhouse redesign.

13. ADJOURNAMENT

13.1. Upon a motion duly made and seconded it was unanimously RESOLVED to adjourn the Regular Meeting of the Vail Recreation District Board of Directors.

Respectfully Submitted,

Jamie Gunion
Secretary to the Meeting

MEMORANDUM

To: Vail Recreation District Board of Directors

From: Eric Weaver, Finance Director

Date: July 23, 2012

Subject: Potential Tabor Election to Refund 2001 Revenue Bonds

On October 3, 2001 the District issued \$3,445,000 in Enterprise Revenue Bonds "Bonds". These Bonds pledged the revenues of the Enterprise fund of the District (Golf, Tennis, and Dobson) as collateral for repayment and therefore did not require voter approval for the issuance under the Tax Payer Bill of Rights (TABOR). The current balance outstanding is \$1,980,000.

Due to subsequent declines in enterprise program revenues, the District obtained approval from the voters in May of 2004 to enable the District to increase the mill levy of the District by up to 0.527 mills to generate taxes sufficient to fund the annual payments of the Bonds, therefore leaving the full revenues of the enterprise operations to fund ongoing operating and maintenance costs. This is a "Special Levy", which is in addition to the operating mill levy of the District.

Due to the decline in interest rates over the past several years we have researched on multiple occasions the financial feasibility of refinancing, or "refunding", the Bonds to lower the overall costs and subsequent tax levy. The Bonds first became eligible for refunding in March of 2011 with a schedule of decreasing penalties for refunding through March of 2013 when the penalties are eliminated.

Todd Snidow with George K. Baum and Company has provided an analysis of refunding the transaction at current interest rates and estimates a net present value savings in excess of 11%. Under normal circumstances and savings of over 3% to 5% would be sufficient to incur the costs to refund a series of bonds. This would produce a reduction in the property taxes required to fund the bonds of approximately \$26,000 per year. This is of no financial benefit to the District but solely to the tax payers of the District.

Dee Wisor with Sherman and Howard has researched the legalities of a potential refunding and has unfortunately concluded that a TABOR election will be required to obtain voter approval for a refunding. The simplest approach would be to seek approval from the voters to convert the exiting Special Levy to a limited debt service levy and convert the Bonds to new limited tax general obligation bonds. Although a different structure, this scenario would not increase the exposure to the District or taxpayers and could only result in a reduction in the mill levy compared to the Special Levy currently in place.

To seek voter approval, a TABOR election would have to be conducted with the earliest opportunity coming in November of 2012. If coordinated with the County, the first deadline would be July 27, 2012 when the District would have to notify the clerk and recorder of such intent.

ROBERTSON & MARCHETTI, P.C.

To: Vail Recreation District Board of Directors
Date July 19, 2012
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The Bonds can be refunded at any time and elections can be held in either May of even numbered years or November of any year. However, interest rates continue to stay at near record low levels and there is no assurance that such rates will remain at or near this level. The risk to the District is that it could expend the funds to hold the election and either the voters do not approve the election or that between now and the refunding date interest rates move up and the refunding is no longer beneficial. If the election question were to be approved the District could be reimbursed for the related costs from the funds generated in the refunding which are expected to be around \$15,000.

We welcome your input and recommendations as we further evaluate this potential refunding and election.

Dee Wisor has provided the following potential sample election question for the refunding:

SHALL VAIL PARK AND RECREATION DISTRICT DEBT BE INCREASED UP TO \$____,000,000 WITH A REPAYMENT COST OF UP TO \$____,000,000 AND SHALL DISTRICT TAXES BE INCREASED UP TO \$____,000 ANNUALLY TO PAY SUCH DEBT, FOR THE PURPOSE OF REFUNDING AT A LOWER INTEREST RATE THE DISTRICT'S OUTSTANDING 2001 BONDS;

SHALL SUCH DEBT BE EVIDENCED BY BONDS, NOTES, CONTRACTS OR LOAN AGREEMENTS, BE PAYABLE FROM ANY LEGALLY AVAILABLE REVENUES OF THE DISTRICT INCLUDING THE MILL LEVY OF UP TO .527 MILLS APPROVED BY THE DISTRICT VOTERS IN 2004, BEAR INTEREST AT A MAXIMUM NET EFFECTIVE INTEREST RATE NOT TO EXCEED __.00%, AND HAVE SUCH TERMS AND CONDITIONS AS THE DISTRICT MAY DETERMINE, INCLUDING PROVISIONS FOR REDEMPTION PRIOR TO MATURITY WITH OR WITHOUT PAYMENT OF THE PREMIUM;

SHALL THE DISTRICT BE AUTHORIZED TO ISSUE DEBT TO REFUND THE DEBT AUTHORIZED IN THIS QUESTION, PROVIDED THAT AFTER THE ISSUANCE OF SUCH REFUNDING DEBT THE TOTAL OUTSTANDING PRINCIPAL AMOUNT OF ALL DEBT ISSUED PURSUANT TO THIS QUESTION DOES NOT EXCEED THE MAXIMUM PRINCIPAL AMOUNT SET FORTH ABOVE, AND PROVIDED FURTHER THAT ALL DEBT ISSUED BY THE DISTRICT PURSUANT TO THIS QUESTION IS ISSUED ON TERMS THAT DO NOT EXCEED THE REPAYMENT COSTS AUTHORIZED IN THIS QUESTION;

AND SHALL SUCH TAX REVENUES AND THE EARNINGS FROM THE INVESTMENT OF SUCH BOND PROCEEDS AND TAX REVENUES BE COLLECTED, RETAINED AND SPENT AS A VOTER APPROVED REVENUE CHANGE UNDER ARTICLE X, SECTION 20 OF THE COLORADO CONSTITUTION OR ANY OTHER LAW?

Vail Park & Rec. 6-20-12
21-Jun-12
10:17 AM

**Vail Park and Recreation District
Eagle County, Colorado
Enterprise Revenue Bonds
Series 2012**

**Plan A
Assumes "A1" Credit Quality
Bank Qualified
(Limited Tax G.O.)**

Annual Savings

**Current Refunding
Bonds Called on 9/12/12 @ 100.50**

Table of Schedules

- 1 . Cover Page**
- 2 . Refunding Savings Schedule - Net Present Value Presentation**
- 3 . Debt Service Schedule**
- 4 . Sources and Uses of Funds**
- 5 . Bond Production Schedule**
- 6 . Debt Service Schedule**
- 7 . Escrow Requirements**
- 8 . SLGS**
- 9 . Savings Schedule**

pvsav

Vail Park and Recreation District
Eagle County, Colorado
Enterprise Revenue Bonds
Series 2012

Analysis of Net Refunding Savings

Date	Existing Series		Proposed Refunding Series 2012		Series 2012 P & I Net of DSRF Earnings	Semi - Annual Savings (see 1st period savings below)	PV (f) @ arb. yld. 1.681660	PV of Savings
	Series 2001 P & I	Less Existing DSRF @ 1.681660	Series 2012 Refunding P & I	Less Existing DSRF @ 1.681660				
09/05/12								
03/01/13	236,180.00	(1,890.28)	204,528.89	(1,356.54)	203,172.35	31,117.37	0.99184635	30,863.65
09/01/13	41,762.50	(1,933.24)	27,575.00	(1,387.37)	26,187.63	13,641.62	0.98357615	13,417.58
03/01/14	241,762.50	(1,933.24)	217,575.00	(1,387.37)	216,187.63	23,641.62	0.97537490	23,059.45
09/01/14	37,012.50	(1,933.24)	24,725.00	(1,387.37)	23,337.63	11,741.62	0.96724204	11,356.99
03/01/15	242,012.50	(1,933.24)	219,725.00	(1,387.37)	218,337.63	21,741.62	0.95917700	20,854.07
09/01/15	31,631.25	(1,933.24)	21,800.00	(1,387.37)	20,412.63	9,285.37	0.95117920	8,832.06
03/01/16	251,631.25	(1,933.24)	226,800.00	(1,387.37)	225,412.63	24,285.37	0.94324809	22,907.13
09/01/16	25,856.25	(1,933.24)	17,700.00	(1,387.37)	16,312.63	7,610.37	0.93538311	7,118.62
03/01/17	255,856.25	(1,933.24)	227,700.00	(1,387.37)	226,312.63	27,610.37	0.92758371	25,610.93
09/01/17	19,818.75	(1,933.24)	13,500.00	(1,387.37)	12,112.63	5,772.87	0.91984934	5,310.18
03/01/18	259,818.75	(1,933.24)	233,500.00	(1,387.37)	232,112.63	25,772.87	0.91217946	23,509.49
09/01/18	13,518.75	(1,933.24)	9,100.00	(1,387.37)	7,712.63	3,872.87	0.90457354	3,503.30
03/01/19	263,518.75	(1,933.24)	229,100.00	(1,387.37)	227,712.63	33,872.87	0.89703104	30,385.02
09/01/19	6,956.25	(1,933.24)	4,700.00	(1,387.37)	3,312.63	1,710.37	0.88955142	1,521.47
03/01/20	271,956.25	(231,854.24)	239,700.00	(166,387.37)	73,312.63	(33,210.63)	0.88213417	(29,296.23)
	2,199,292.50	(258,876.70)	1,917,728.89	(185,779.71)	1,731,949.18	208,466.61		198,953.69

Accrued Interest @ Closing	0.00
Adjustments @ Closing	1,632.89
Issuer Bond Fund Contributed @ Closing	0.00
Net Future Value Savings	210,099.50
PV Savings	200,586.58
PV as % of Refunded Par	11.144%
Net First Period Savings	1,632.89

Vail Park & Rec. 6-20-12

Ndebt1

21-Jun-12

10:17 AM

\$1,650,000
Vail Park and Recreation District
Eagle County, Colorado
Enterprise Revenue Bonds
Series 2012

Debt Service Schedule							
Date	Principal	Rate	Interest	P & I	Annual P & I	DSRF @ 1.68166	Net Annual P & I
03/01/13	175,000	3.000	29,528.89	204,528.89	204,528.89	(1,356.54)	203,172.35
09/01/13			27,575.00	27,575.00		(1,387.37)	
03/01/14	190,000	3.000	27,575.00	217,575.00	245,150.00	(1,387.37)	242,375.26
09/01/14			24,725.00	24,725.00		(1,387.37)	
03/01/15	195,000	3.000	24,725.00	219,725.00	244,450.00	(1,387.37)	241,675.26
09/01/15			21,800.00	21,800.00		(1,387.37)	
03/01/16	205,000	4.000	21,800.00	226,800.00	248,600.00	(1,387.37)	245,825.26
09/01/16			17,700.00	17,700.00		(1,387.37)	
03/01/17	210,000	4.000	17,700.00	227,700.00	245,400.00	(1,387.37)	242,625.26
09/01/17			13,500.00	13,500.00		(1,387.37)	
03/01/18	220,000	4.000	13,500.00	233,500.00	247,000.00	(1,387.37)	244,225.26
09/01/18			9,100.00	9,100.00		(1,387.37)	
03/01/19	220,000	4.000	9,100.00	229,100.00	238,200.00	(1,387.37)	235,425.26
09/01/19			4,700.00	4,700.00		(1,387.37)	
03/01/20	235,000	4.000	4,700.00	239,700.00	244,400.00	(166,387.37)	76,625.26
	1,650,000		267,728.89	1,917,728.89	1,917,728.89	(185,779.71)	1,731,949.18

Dated	09/05/12	Average Coupon	3.876384
		NIC	2.029125
Settlement	09/05/12	TIC	1.918821
		Arbitrage Yield	1.681660
		Bond Years	6,906.67
		Average Life	4.19
		Accrued Interest	0.00

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**Vail Park and Recreation District
 Eagle County, Colorado
 Enterprise Revenue Bonds
 Series 2012**

Sources and Uses of Funds

Sources

Principal Amount of Bond Issue	1,650,000.00
Premium Paid for Bonds	144,084.00
Funds from Existing Debt Service Reserve Fund	229,921.00
	2,024,005.00

Uses

Escrow Securities - SLGS	1,810,872.11
Debt Service Reserve Fund	165,000.00
Bond Discount	\$10.00 /\$1,000 16,500.00
Cost of Issuance	30,000.00
Contingency	1,632.89
	2,024,005.00

Cost of Issuance

Estimated Cost of Issuance	30,000.00
	30,000.00

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**Vail Park and Recreation District
Eagle County, Colorado
Enterprise Revenue Bonds
Series 2012**

Bond Production Schedule

Settlement Date		09/05/12		Non Callable		
Date	Principal	Rate	Yield	YTM	\$ Price	
03/01/13	175,000	3.000	0.650		101.145000	177,003.75
03/01/14	190,000	3.000	1.000		102.948000	195,601.20
03/01/15	195,000	3.000	1.150		104.526000	203,825.70
03/01/16	205,000	4.000	1.250		109.359000	224,185.95
03/01/17	210,000	4.000	1.450		111.043000	233,190.30
03/01/18	220,000	4.000	1.700		112.004000	246,408.80
03/01/19	220,000	4.000	1.900		112.763000	248,078.60
03/01/20	235,000	4.000	2.100		113.102000	265,789.70
						1,794,084.00
						1,650,000
						Original Issue Discount 0.00
						Premium 144,084.00
						Original Issue Discount/\$1,000 0.00
						Premium/\$1,000 87.32

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\$1,800,000
Vail Park and Recreation District
Eagle County, Colorado
Enterprise Revenue Bonds
Series 2001

Debt Service Schedule

Maturities Not Refunded	Date	Principal	Rate	Interest	P & I	Annual P & I
	03/01/13	190,000	4.650	46,180.00	236,180.00	236,180.00
	09/01/13			41,762.50	41,762.50	
	03/01/14	200,000	4.750	41,762.50	241,762.50	283,525.00
	09/01/14			37,012.50	37,012.50	
	03/01/15	205,000	5.250	37,012.50	242,012.50	279,025.00
	09/01/15			31,631.25	31,631.25	
	03/01/16	220,000	5.250	31,631.25	251,631.25	283,262.50
	09/01/16			25,856.25	25,856.25	
	03/01/17	230,000	5.250	25,856.25	255,856.25	281,712.50
	09/01/17			19,818.75	19,818.75	
	03/01/18	240,000	5.250	19,818.75	259,818.75	279,637.50
	09/01/18			13,518.75	13,518.75	
	03/01/19	250,000	5.250	13,518.75	263,518.75	277,037.50
	09/01/19			6,956.25	6,956.25	
	03/01/20	265,000	5.250	6,956.25	271,956.25	278,912.50
		1,800,000		399,292.50	2,199,292.50	2,199,292.50

Average Coupon 5.222923
Bond Years 7,645.00
Average Life 4.25

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Vail Park and Recreation District
 Eagle County, Colorado
 Enterprise Revenue Bonds
 Series 2001

Escrow Requirements & Cost @ Bond Yield						
9/1/2012				Callable / Prem.		Net
9/12/2012			Principal	09/12/12	Less Other	Escrow
11	Date	P & I	Called	0.500%	Funds	Requirements
	09/12/12	192,822.11	1,610,000.00	8,050.00		1,810,872.11
		192,822.11	1,610,000.00	8,050.00	0.00	1,810,872.11

Settlement Date	09/05/12
Bond Yield	1.681659619
Escrow Cost	1,810,282.55

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1st cert.	2nd cert.	note
09/05/12	09/05/12	09/05/12
09/12/12	03/12/13	09/12/12
7	188	7
09/05/12	09/05/12	03/12/12
09/05/13	09/05/13	09/12/12
365	365	184

Vail Park and Recreation District
 Eagle County, Colorado
 Enterprise Revenue Bonds
 Series 2012

#NUM!

SLGS Escrow -- Securities, Sufficiency and Yield

Dates	SLGS Certificates	SLGS Notes	SLGS Rates	Certificates Interest	Note Interest	SLGS Receipts	Requirements	Cash Balance
09/05/12								0.00
09/12/12	1,810,872		0.0000	0.00	0.00	1,810,872.11	1,810,872.11	(0.00)
	1,810,872	0		0.00	0.00	1,810,872.11	1,810,872.11	

Par of Certificates	1,810,872	Escrow Yield	#NUM!
Par of Notes	0	Bond Yield	1.681660
Total SLGS Par	1,810,872	Difference	#NUM!

Vail Park and Recreation District
 Eagle County, Colorado
 Enterprise Revenue Bonds
 Series 2012

Neg. Arb. (589.56)

Refunding Savings Schedule

Date	Principal	Coupon	Interest	P & I	Annual P & I	P & I After Refunding	Prior P & I	Savings / (Cost)
03/01/13	175,000	3.000	29,528.89	204,528.89	204,528.89	204,528.89	236,180.00	31,651.11 (1)
09/01/13			27,575.00	27,575.00				
03/01/14	190,000	3.000	27,575.00	217,575.00	245,150.00	245,150.00	283,525.00	38,375.00
09/01/14			24,725.00	24,725.00				
03/01/15	195,000	3.000	24,725.00	219,725.00	244,450.00	244,450.00	279,025.00	34,575.00
09/01/15			21,800.00	21,800.00				
03/01/16	205,000	4.000	21,800.00	226,800.00	248,600.00	248,600.00	283,262.50	34,662.50
09/01/16			17,700.00	17,700.00				
03/01/17	210,000	4.000	17,700.00	227,700.00	245,400.00	245,400.00	281,712.50	36,312.50
09/01/17			13,500.00	13,500.00				
03/01/18	220,000	4.000	13,500.00	233,500.00	247,000.00	247,000.00	279,637.50	32,637.50
09/01/18			9,100.00	9,100.00				
03/01/19	220,000	4.000	9,100.00	229,100.00	238,200.00	238,200.00	277,037.50	38,837.50
09/01/19			4,700.00	4,700.00				
03/01/20	235,000	4.000	4,700.00	239,700.00	244,400.00	244,400.00	278,912.50	34,512.50
	1,650,000		267,728.89	1,917,728.89	1,917,728.89	1,917,728.89	2,199,292.50	281,563.61

				Difference in Debt Service	281,563.61
Average Coupon	3.8764			Accrued Interest @ Closing	0.00 "
NIC	2.0291			Adjustments @ Closing	1,632.89 (1)
TIC	1.9188			Issuer Bond Fund Contributed @ Closing	0.00 "
Arbitrage Yield	1.6817			Change in DSRF Balance	(64,921.00)
Bond Years	6,906.67			Other	0.00
Average Life	4.186				
Accrued Interest	0.00			Net Future Value Savings	<u>218,275.50</u>
Issue Date:	9/5/2012			P.V. Savings	11.144% of Refunded Par <u>200,586.63</u>
Settlement Date:	9/5/2012			First Period Savings after Adjustments	<u>33,284.00 (1)</u>



To: VRD Board of Directors
From: Scott O'Connell
Date: 07/19/12
RE: Vail Golf & Nordic Club House

The Vail Town Council recently provided the staff and VRD with direction regarding the renovation of the club house. The purpose of this memo is to update the VRD board as to what we should anticipate in the next several weeks regarding the projects associated with their decisions.

1) #18 Relocation

The TOV council decided on option F, (which most closely resembles the original master plan #18). This involves moving the #18 green approximately 65 yards east of the club house. The next step in this process is for Kevin Atkinson to provide construction documents for the approval process and construction bidding. We anticipate this to be a fall 2013 project.

The original DRB application for the option D has been withdrawn and a new application will be submitted as soon as new plans are available for submittal.

2) Range Net

Included in option F for the #18 relocation is the heightening of the driving range net along the south side of the range to eliminate the safety concerns associated with balls coming over the net. The VRD staff is now working with Dave Tanner to clearly define the two options. The first option is to remove the existing poles along the club house and reinstall linear poles 130' tall. It is possible that the net could be tapered up to 130' and down to 80' again at the south east end of the net. The second option is to install new "baffled" poles, approximately 130' tall and abandon the existing poles.

The pros & cons of both options are being examined as well as cost analysis for both projects. VRD staff will provide VRD board and TOV council with options.

The next step in the process is to have Dave Tanner make final recommendations as to height of net and use of low compression balls. We are also looking to Dave to provide us with the benefits to the baffle system. We have also submitted a DRB conceptual application for feedback, currently scheduled for Aug. 15th 2012.

If decisions are made in a timely fashion regarding the net this project could begin as soon as October 2012, this would be ideal timing for both water table concerns and impact to operations.

3) Temporary Club House

Pierce Architects has been contracted to provide construction documents for this project. A DRB conceptual review application has been submitted and a meeting is scheduled for August 15th 2012. This project is proceeding with the anticipation that they will be installed in the fall of 2012. They may not be utilized for the winter season

of 2012 / 2013 however it may be in our best interest to have them installed prior to spring 2013.

The next step in this process is to get feedback from the DRB and prepare a final submittal for review. A PEC conditional use permit will also need to be issued for this use.

4) Club House

The club house renovation planning has been put on hold for one month giving the TOV opportunity to speak with the golf course neighborhood.

The original application to rezone the club house foot print as well as the 18 green to General Use has been withdrawn. A new application will be submitted when appropriate. The rezoning of the club house will allow for the desired roof lines for the renovated building.

The next step in the process will be to verify that a spring 2013 construction date is still feasible.

VRD staff looks forward to continuing the dialogue with Zehren to re-engage in some of the unresolved issues regarding the layout and operation challenges identified in the schematic design.

Conclusion

The VRD is responsible for the #18 relocation, the range net modification and the temporary club house projects. The TOV remains responsible for the club house with input from the VRD. It is the goal of the VRD to have both the range net and temporary club house projects "shovel ready" for a late fall 2012 construction schedule. If it is determined that the projects need to be postponed due to delays in the club house renovation project we will adjust our schedules accordingly. It is our goal to ensure that we minimize impacts to operations and remain prepared to execute our portions of the project in conjunction with the club house renovation.

Please feel free to contact either Mike Ortiz or me regarding any of this information or if you have any questions.

Scott O'Connell
Director Operations
Vail Recreation District
(970) 477-5264
soconnell@vailrec.com

Holes #13 and #19 Budgets

Description	Quantity	Measure	Unit Price	Total Estimated Cost
1 th Hole				
19th hole green complex	4500	SF	\$8.75	39,375
Sod around new 19th hole green (including importing topsoil)	9000	SF	\$1.62	14,580
SUBTOTAL				53,955
Mobilization, Bonding, Permits, Etc				5,000
Project contingency (10%)				5,396
Professional fees (Golf Arch 10%)				2,698
Professional fees (Engineering 5%)				2,698
TOTAL ESTIMATED COST				68,747

Original VRD Budget Included \$75,000 in 2012

Hole #1

Relocate black and blue tees adjacent to Gore Creek (including importing topsoil)	4000	SF	\$3.05	12,200
Sod around new tees	8000	SF	\$0.45	3,600
Relocate cart path	5672	SF	\$6.00	34,032
Sod around cart path	4254	SF	\$0.62	2,637
Construct new green tee	900	SF	\$2.05	1,845
Sod around new green tee (including importing topsoil)	1800	SF	\$1.45	2,610
Remove trees for new tee shot	18	EA	\$500.00	9,000
Rebuild left greenside bunker	2475	SF	\$3.55	8,786
Sod around left greenside bunker (including importing topsoil)	4200	SF	\$1.62	6,804
Exit drainage from greenside bunkers	200	LF	\$6.00	1,200
Construct new short greenside bunker	1700	SF	\$3.55	6,035
Sod around new short greenside bunker (including importing topsoil)	3000	SF	\$1.62	4,860
Exit drainage from greenside bunkers	200	LF	\$6.00	1,200
Remove trees right of green	6	EA	\$500.00	3,000
Plant trees right of 2nd landing area	15	EA	\$1,500.00	22,500
Earthwork allowance	500	CY	\$5.75	2,875
Irrigation allowance				5,000
Overlay existing cart path from left of green to back of green	2488	SF	\$4.00	9,952
Create new wetland	18800	SF		35,000
SUBTOTAL				117,111
Mobilization, Bonding, Permits, Etc				10,000
Project contingency (10%)				17,314
Professional fees (Golf Arch 10%)				8,657
Professional fees (Engineering 5%)				8,657
TOTAL ESTIMATED COST				151,739

Original Conference Center Fund Budget Included \$225,000

ROBERTSON & MARCHETTI, P.C.

Certified Public Accountants

Accountant's Compilation Report

July 23, 2012

Board of Directors
Vail Recreation District
Vail, Colorado

I have compiled the accompanying balance sheet of Vail Recreation District as of June 30, 2012 and the related statement of revenues, expenditures and changes in fund balance with budgets for the six month period then ended. I also compiled the accompanying budget and forecast of revenues, expenditures and changes in fund balance for the year ending December 31, 2012 in accordance with standards established by the American Institute of Certified Public Accountants.

I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

As a consulting financial manager, I participate in the financial management of the District. Management (with my participation) is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements. I have prepared these financial statements in my capacity as consulting financial managers for the District.

My responsibilities include conducting the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Management (with my participation) has elected to omit substantially all the disclosures and the statement of cash flows required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the District's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

A compilation of a forecasted financial statement is limited to presenting in the form of a forecast, information that is the representation of management and does not include evaluation of the support for the assumptions underlying the forecast.

I have not examined the accompanying forecast and, accordingly, do not express an opinion or any other form of assurance on the forecasted statement or assumptions. Furthermore, there will usually be differences between the forecasted and actual results, because events and circumstances frequently do not occur as expected and those differences may be material. I have no responsibility to update this report for events or circumstances occurring after the date of this report.

I also compiled the accompanying 2011 historical financial statements of the District and my report thereon stated that I did not audit or review those financial statements and, accordingly, expressed no opinion or any other form of assurance on them. The report noted that management had elected to omit substantially all disclosures and cash flows and that if these omissions had been included, they might influence the user's conclusions about the District's 2011 financial position, results of operations, and cash flows. Accordingly, the 2011 financial statements are not designed for those who are not informed about such matters.

I am not independent from an accounting and auditing perspective with respect to Vail Recreation District because I perform certain accounting services that impair my independence.

ROBERTSON & MARCHETTI, P.C.



Eric Weaver, CPA
Vice-President

**VAIL RECREATION DISTRICT
COMBINED BALANCE SHEET
December 1, 2011 and June 30, 2012**

	12/ 1/11					06/ 0/12				
	General Fund	Enterprise Fund	General Fund LTD	Ent. Fund LTD	Total	General Fund	Enterprise Fund	General Fund LTD	Ent. Fund LTD	Total
ASSETS										
CASH- UNRESTRICTED	1,926,825	-			1,926,825	3,216,152	1,185			3,217,337
INVESTMENTS- RESTRICTED		286,522			286,522		286,522			286,522
ACCOUNTS RECEIVABLE	328,686	29,495			358,181	140,871	(363)			140,509
PROPERTY TAXES RECEIVABLE	2,402,903	277,727			2,680,630	2,850,531	329,905			3,180,437
PREPAIDS, DEPOSITS & INVENTORY	0	91,964			91,964	1,500	183,357			184,857
DUE (TO) FROM OTHER FUND	(21,379)	21,379			0	263,740	(263,740)			0
LOAN DUE (TO) FROM OTHER FUND	841	(841)			0	841	(841)			0
LAND & BUILDINGS			580,661	11,895,364	12,476,025			580,661	11,895,364	12,476,025
EQUIPMENT			739,599	1,658,746	2,398,345			739,599	1,658,746	2,398,345
ACCUM DEPR			(688,257)	(6,914,960)	(7,603,217)			(688,257)	(6,914,960)	(7,603,217)
COST OF BOND ISSUANCE, NET				261,332	261,332				261,332	261,332
TOTAL ASSETS	6,866,062	6,200,820	6,008,257	6,008,257	12,866,066	6,666,026	6,200,820	6,008,257	6,008,257	1,216,608
LIABILITIES AND FUND EQUITY										
ACCOUNTS PAYABLE	66,557	84,959			151,516	224,941	117,650			342,591
DEFERRED PROPERTY TAXES	2,402,903	277,727			2,680,630	2,850,531	329,905			3,180,437
DEFERRED REVENUE	14,590	10,282			24,872	13,483	45,774			59,257
ACCRUED COMPENSATED ABSENCES			37,146	16,176	53,322			37,146	16,176	53,322
ACCRUED INTEREST PAYABLE			1,250	33,543	34,793			1,250	33,543	34,793
GOLF EQUIPMENT LEASES PAYABLE				0	0				0	0
DUE TO TOV- DOBSON IMPROVEMENTS				15,920	15,920				10,613	10,613
DUE TO TOV-GYMNASTICS			120,000		120,000			120,000		120,000
DUE TO TOV-IRRIGATION SYSTEM				0	0				0	0
DUE TO ERWSD- WEATHER STATION				0	0				0	0
DOBSON BONDS PAYABLE				1,980,000	1,980,000				1,800,000	1,800,000
IMPUTED INTEREST			(4,646)	(617)	(5,263)			(4,646)	(310)	(4,956)
TOTAL LIABILITIES	2,880,000	2,610,000	1,000,000	2,022,000	5,512,000	5,088,000	5,200,000	1,000,000	1,860,022	6,000,000
NET ASSETS										
INV IN FIXED ASSETS, NET OF DEBT FUND BALANCE	2,153,826	333,277	478,253	4,855,460	5,333,713	3,384,680	42,696	478,253	5,040,460	5,518,713
TOTAL NET ASSETS	2,153,826	333,277	478,253	4,855,460	5,333,713	3,384,680	42,696	478,253	5,040,460	5,518,713
TOTAL LIAB NET ASSETS	6,866,062	6,200,820	6,008,257	6,008,257	12,866,066	6,666,026	6,200,820	6,008,257	6,008,257	1,216,608

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VAIL RECREATION DISTRICT
 STATEMENT OF REVENUES, E PENDITURES AND CHANGES IN FUND BALANCE
 ACTUAL, BUDGET AND FORECAST FOR THE PERIODS INDICATED

Printed: 07/23/12

Modified Accrual Basis

	2011 Prelim Actual	2012 Forecast	2012 Adopted Budget	Variance Favorable Unfavor	Percentage Variance Favorable Unfavor	6 Months Ended 06/ 0/12 Actual	6 Months Ended 06/ 0/12 Budget	Variance Favorable Unfavor	Percentage Variance Favorable Unfavor
COMBINED REVENUES									
PROPERTY AND OTHER TAXES, NET OF FEES	3,192,781	2,712,186	2,718,888	(6,702)	0%	2,135,491	2,122,225	13,266	1%
OTHER NON-DEPARTMENTALIZED REVENUES	38,402	70,495	67,495	3,000	4%	21,124	21,905	(781)	-4%
SPORTS	327,022	344,515	333,264	11,251	3%	227,582	212,065	15,517	7%
GYMNASTICS	180,197	182,210	180,835	1,375	1%	91,822	93,585	(1,763)	-2%
YOUTH SERVICES	352,697	343,900	363,900	(20,000)	-5%	231,285	203,426	27,859	14%
OUTDOOR & NORDIC PROGRAM	102,806	100,250	100,250	-	0%	47,394	42,962	4,432	10%
GOLF COURSE	1,258,063	1,418,685	1,336,263	82,422	6%	445,680	398,352	47,328	12%
TENNIS	36,409	35,640	35,237	403	1%	11,075	8,656	2,420	28%
DOBSON	462,565	477,768	467,313	10,455	2%	265,666	268,432	(2,766)	-1%
TOTAL REVENUES	5,950,942	5,685,649	5,603,445	82,204	1%	3,477,120	3,371,609	105,511	3%
OPERATING E PENSES									
ADMINISTRATION	(549,696)	(643,074)	(550,171)	(92,904)	-17%	(401,010)	(306,618)	(94,392)	-31%
PUBLIC RELATIONS/MARKETING	(230,497)	(237,237)	(237,237)	-	0%	(116,610)	(132,178)	15,568	12%
PARK MAINTENANCE	(165,330)	(182,361)	(173,271)	(9,091)	-5%	(83,879)	(74,897)	(8,981)	-12%
FACILITIES MAINTENANCE	(103,398)	(105,994)	(105,635)	(359)	0%	(48,579)	(50,371)	1,792	4%
SPORTS	(430,219)	(429,312)	(434,763)	5,451	1%	(191,765)	(196,688)	4,923	3%
GYMNASTICS	(191,281)	(203,940)	(194,481)	(9,459)	-5%	(97,166)	(90,900)	(6,266)	-7%
YOUTH SERVICES	(379,549)	(422,924)	(440,049)	17,125	4%	(164,129)	(184,813)	20,684	11%
OUTDOOR & NORDIC PROGRAM	(119,286)	(122,499)	(122,827)	328	0%	(49,699)	(52,480)	2,782	5%
GOLF OPERATIONS	(651,741)	(677,609)	(671,376)	(6,233)	-1%	(203,177)	(215,866)	12,689	6%
GOLF MAINTENANCE	(745,123)	(760,061)	(755,293)	(4,767)	-1%	(327,740)	(320,429)	(7,311)	-2%
TENNIS	(75,069)	(75,464)	(71,402)	(4,062)	-6%	(34,342)	(29,855)	(4,486)	-15%
DOBSON	(550,426)	(560,946)	(558,591)	(2,355)	0%	(243,962)	(254,620)	10,659	4%
TOTAL E PENSES	(4,191,615)	(4,421,422)	(4,315,096)	(106,325)	-2%	(1,962,058)	(1,909,717)	(52,341)	-3%
CHANGE IN FUND BAL BEFORE DS CAP	1,759,326	1,264,227	1,288,348	(24,121)		1,515,062	1,461,892	53,170	
CAPITAL PROJECT DONATIONS	88,720	20,000	-	20,000	100%	-	-	-	0%
DEBT SERVICE	(320,139)	(322,264)	(322,264)	-	0%	(275,582)	(275,583)	1	0%
CHANGE IN FUND BAL BEFORE CAPITAL	1,527,907	961,964	966,085	(4,121)		1,239,480	1,186,309	53,171	
CAPITAL EXPENDITURES	(533,937)	(1,726,877)	(1,668,874)	(58,003)	-3%	(299,206)	(563,684)	264,477	-100%
CAPITAL CONTINGENCY/TBD	-	(125,000)	-	(125,000)	-100%	-	-	-	0%
OPERATIONS CONTINGENCY	-	(100,000)	(100,000)	-	0%	-	-	-	0%
CHANGE IN FUND BALANCE	993,970	(989,913)	(802,789)	(187,124)		940,274	622,625	317,648	
BEGINNING FUND BALANCES	1,493,133	2,487,103	2,297,800	189,302		2,487,103	2,297,800	189,302	
ENDING FUND BALANCES	2,487,103	1,497,189	1,495,011	2,178		3,427,377	2,920,426	506,951	

VARIANCE E PLAINATIONS

SPORTS REVENUES- Programs off to an early start, success of short track and early camp registrations majority of variance.
 YOUTH SERVICES REV- Camp registrations off to an early start. Programming from new facility will be down due to late opening but offset by savings in expenses.
 GOLF & TENNIS REVENUES- Early start to season producing good revenues.
 ADMINISTRATION EXPENSES- Primarily changes in personnel
 PUBLIC RELATIONS EXPENSES- Timing
 PARKS MAINTENANCE EXPENSES- Early start to season caused excess in labor and more water purchased than budgeted.
 YOUTH SERVICES EXPENSES- Savings from delayed opening of facility, offset by lost revenues
 GOLF MAINTENANCE EXPENSES- Overages from labor for early start, fuel increases, and additional arborist and other services provided
 TENNIS- Early start to the season required more labor.
 CAPITAL PROJECTS DONATIONS- Final installment from #3 shelter donation.
 CAPITAL- Roll-Forwards of funds from 2011 for imagination station and overage for Dobson and other repairs partially offset by not doing 19th hole.
 FUND BALANCE- Savings at end of 2011 in operations (\$100,000) as well as roll-forward of uncompleted capital projects (85,000).

VAIL RECREATION DISTRICT DIRECTOR REPORT

July 26, 2012

GOLF MAINTENANCE

- Monsoon Weather Pattern continues:
 - Received between .62+and 1.42+rain from July 4 . 9, with large discrepancy in totals from east to west ends of golf course.
 - Rains took the week of the 11th off, but rain returned 14-16, with between .68+1.15+tallied on the course.
 - After only .08+rain for month of June, we are now sitting at 1.3+east end of golf course, and 2.25+mid and west portions of the golf course for the month of July.
 - With all the rain, some areas of the course are holding water and are difficult to maintain or allow traffic on, most notably holes 2 and 8. Some bunkers have required standing water be pumped out due to drainage not functioning, with the practice facility bunker the most notable example.
- Gore Creek: Rains have bought us more time from seeing water restrictions put into effect. As of today, the July 19, Gore Creek is at 33 cfs. Without the rains we likely would have hit the 20 cfs-first trigger point a week or more ago. Hopefully we will continue to receive regular precipitation or else we will likely be restricted by August 1 if not sooner. Weather forecast next several days calls for 20-30% chance of showers. Headgate on Gore is fully opened and taking in .60qpr 58% of our water rights, that's all that the creek is providing at this time.
- Pond systems on 1/9, 2/8 and 11/17 are full at this time and the pond sealant product recommended by the Grand Junction water district rep has been applied to all of them as of July 18. Hopefully we will see a benefit from this application in reduction of seepage losses. We'll evaluate and make conclusions as summer progresses and creek continues to drop and decrease our pond replenishment abilities.
- Mowing height was dropped on greens the week of the 6th, but I am not satisfied with overall greens speeds and smoothness. Will continue to be aggressive with brushing and mowing, verti-cutting and topdressing procedures to improve greens.
- Fairways have been aerated this week with a ¾+solid tine. This procedure will be helpful in dry, hot weather to make the most of the irrigation water applied, and, in wet, rainy weather it will help to drain the fairways of excess water. In either case it's beneficial, and after 1 or 2 mowings, it's very inconspicuous and non-disruptive to play.
- We are continuing to identify problem bunkers and add sand, on a worst-first basis. Fairway bunkers on 4, 8, and 9 have been done, as well as greenside bunkers at the practice facility, #7, and #9.
- Have begun keeping 1 or 2 staff members an extra two hours/day specifically to mow rough from 2 to 4 p.m. Will keep this policy in place as long as rough continues to grow rapidly, and as long as my staff budget stays on track.
- Survey results for golf course conditions identify our driving range, bunkers and cart paths as our weakest points. Have briefed staff in meetings to concentrate on these areas and have gone through procedures and actions to improve each of those areas.

GOLF OPERATIONS

- We are in full stride at the golf course now. The golf course has been busy. Our numbers look great year to date.

- Driving Range Props have uniformity now. We have completed our book. The finishing touch is the cedar wood dividers.
- The Wounded Warriors (Cheryl Jensen's summer Program for Veterans) participants have interest in golf this year. There are 20 signed up for golf lessons on July 28. We are offering all golf lessons for free. Tee times are available for the Veterans beginning at 1 p.m. In the past years Vail GC has participated in the program, we had 4-5 people interested. We are excited to host this group!
- Our Coors Coaching Hour has really taken off this year as well. This past Tuesday, we had 15 students. We continue to offer our weekly group clinics for a reasonable price. Coors on Tuesdays, Ladies on Thursdays and Senior Clinics on Sundays.
- We are hosting the Colorado Junior Golf Association Tournament on July 23-24. We have a 1 p.m. shotgun for them on Monday and an 8 a.m. on Tuesday. To coincide with the event, our senior club will play an 8 a.m. shotgun on Monday.
- We have four college students going back to school in less than one month. We will be hiring two positions to fill the gap. We are taking applications.
- Three members of our Vail GC staff played in the Colorado Open Qualifier this past Tuesday. Unfortunately, they did not qualify. We commend Jon Moore, Stu Surratte and Dustin Martin for a valiant effort.
- The PGA Tour Academy at the Vail GC in August is full. We have 24 juniors signed up for the one week long academy the third week in Aug.
- We have received many compliments on both course conditions and our staff this year. Some pass holders have said, "This is the friendliest, most helpful staff you have had this summer." This includes our maintenance staff. We have also received several compliments on our pace of play program.
- The Colorado Mortgage Lenders Association has booked their corporate event for August 8 this year with 85 participants.
- The Cordillera Ladies League will be playing next Thursday. We extended the League Rate for their event. They have 16 ladies playing.

SPORTS REPORT

- Vail HillClimb was a huge success with over 400 participants
- La Sportiva Trail Series continues this weekend (7/22) with the Vail Half Marathon. This year's event will feature a new course and we already have over 200 participants pre-registered.
- The VRD Sports Department is timing the Gypsum Daze 5K this Saturday (7/19)
- The MTB series is going smoothly with the Vail Grind on July 11th drawing 250 riders. The series continues next week (7/25) with the return of the Camp Hale Hup for the first time since 2008.
- Youth Sports camps continue to sell out.
- Adult Softball and Sand Volleyballs leagues continue with some rescheduled games due to weather.
- The Vail Soccer Invitational tournament, produced by VRD Sports Department, takes place this weekend (7/20-7/22) at Ford Park, the Vail Athletic Fields, VMS and Homestake Peak School.
- The 2012 Vail Kids Adventure Race has sold out at 110 teams and already has a large waiting list. In 2011, the event sold out 3 days prior to the event. This year it sold out 3 weeks prior.

DOBSON

- Bob Johnson Hockey School went great. We had 124 youth hockey players and 32 women take part in the week's activities. It was great all around the board. The Aspen camp which takes place the week following our camp only has enough skaters for two groups which means about 50-60 kids. Traditionally the camp has three groups of 30. We sold that number out June 1 and moved two groups to 40 this year.
- The Vail Skating Invitational went well. Although the competition has not used as many days as the years before the recession, it is steadily climbing back up in participation. We had international level skaters competing which were a treat for everyone at Dobson during that session. We will have the international competitors coming back again next year as well. We are also hoping to have the Collegiate Championships as part of this event next year as well.
- Jared is working with Mark Johnson on bringing four NCAA D1 teams to Vail in November of 2013. This would be a huge event for Dobson, the VRD, youth hockey, and specifically girls' hockey. This event has been talked about for almost two years now and we are close to making this happen. The event will add to our November schedule of hockey events as we annually host three weekends of the Vail Sportsmanship Tournament. This will not conflict with our annual events and we look forward to making this happen.

MARKETING

- Summer marketing is in full swing.
Working on ads for mountain bike races, kids adventure race, golf, trail running race series, etc. for both regional and local publication.
- Working with VLMDAC and staff on a program that would benefit the South American wholesalers that work with Vail Mountain. Continuously feeding Vail Mountain information and they have begun to blog some of our programs, which is great for impressions.
- Announcements going out weekly/daily as necessary.
- Working with Alice and golf staff on weekly updates.
- Working with Suzanne at the Town of Vail on communication for the clubhouse remodel and Ford Park renovations.

GYMNASTICS

- We finished our second public camp last week and had 36 participants with our highest number of boys. We had children from local areas and also Boulder, Mexico City, Atlanta, Florida and Texas.
- Our Team programming has been going strong throughout the summer so far with many more participants on a daily basis.
- Our afternoon classes have seen an increase with local kids this summer and we have been able to fill many of the classes with out of town dropins.

YOUTH SERVICES

Community Programming

- Traffic is busy in Imagination Station. People are willing and ready to pay when staff is present to ask; the self-pay station is not yet ready.
- Paint-Your-Own-Pottery continues with some rather busy days and some not so busy.

- We are continuing with a dedicated TRX group for the summer. We are still trying to build a following with yoga.
- Hula Hoop yoga began Wednesday, 7/18 and all participants had a great time and can't wait to spread the word.
- Nadia and Chad have been arranging a private jewelry making class for 25 ladies the morning of July 23.

Summer

- We have had some challenges with sick children and counselors at all camps; we are hanging in there.
- All camps are at or very near capacity every day through August 3.
- Comparison 2012 to 2011 (through July 20):
 - Camp Vail: Down 8%. Although Camp is at capacity through August 3 and looking strong for the last two weeks of camp, these numbers were equally strong in 2011. This is likely to be the same at the end of the summer.
 - Pre Kamp Vail: Down 5%. We saw softer reservation in the spring and actually decreased our capacity by 20%. Therefore we should see the net revenue/expense flat or better to 2011.
 - Camp Eco Fun: basically flat from 2011. We will be off in upcoming weeks: 2011 reservations were strong early and we were able to hire an extra instructor, then over-fill, for many of the July and early August sessions. We have the same demand in 2012, but the reservations in April/May were soft; the requests came in late June and early July. We were unable to hire an extra instructor on short notice.

Other

- We are working with Joe Hanlon on the Pioneer Days Family Day in September.
- We are teaching archery to Girl Scouts on Saturday, 8/11 as part of the first annual Survival Games.

PARKS UPDATE

- **Ford Park:** The LAX shootout ended well. The grass held up in excellent shape with only a few localized wear spots from goalie creases and players benches. We have a kids soccer camp this week through Friday and Excellerate LAX Camp next week. I am anticipating that the grass will hold up in excellent shape throughout both of these camps. The softball infields have been suffering from heavy precipitation as of lately. The west infield suffered severe compaction and pot-holing due to cars that were parked on the skinned surface during the lacrosse shootout. Our crew is planning a moderate renovation of wear the dirt skin meets the grass edge of the outfield. Our plan is to remove the sod and proceed to level out the crown of dirt and material that has built up over the years. This should alleviate the surface drainage from building up and creating the massive puddle we have seen as of late.
- **Athletic Field:** The athletic field is in excellent shape. Excellerate LAX camp has been here all week, utilizing the field in a north south direction to alleviate the worn out goalie creases left behind from the LAX shootout. Also, the sand courts have been prepped for the Sand Volleyball league. Nets have been double checked and leveled.
- **Donovan:** This field is in great shape as well. Worn out goalie creases from both soccer and lacrosse have been topdressed and overseeded.
- **Red Sandstone:** No changes here. Some irrigation nozzle work to ensure proper coverage of turf. Otherwise, this field is in excellent condition.

- **Homestake Peak School:** The granular wetting agent that went out on 7/4/12 has shown its value. The entire field is holding moisture extremely well and subsequently we are able to water less because of it. This field has been aerated once again on 7/16. Goalie creases have been topdressed and overseeded. Overall, this turf is in great condition.

NATURE CENTER

- The Nature Center is enjoying increased visitation in 2012, with higher visitation and program participation so far than in 2011, which was the Nature Center's busiest season. Since kids' Fly Fishing and Art in Nature classes began a few weeks ago, we have had waitlists for every class. We are also forming waitlists for most full day hikes and evening programs.
- Regarding out-of-town visitors and program participants to the Nature Center (and mentioned in the 6/7 report), the vast majority are from out-of-town, staying overnight in the Vail area. While many locals use VNC property for walking and picnics at least 90% of visitors to the interpretive center and program participants are from out-of-town, based on our guest book and talking with visitors. The backcountry hikes, however, have mostly summer residents to the Vail area, with occasional out-of-town hikers joining us.
- Nature Center visitors (not including program participants):
 - June 2011: 1,074/ June 2012: 1,187
 - July 2011: 1,644 /July 2012 (to 7/18/12): 1,147

VAIL NATURE CENTER

July 23- 29, 2012

The Vail Nature Center is open daily from 9:00 am- 5:00 pm

DATE	TIME	ACTIVITY	DESCRIPTION
Monday	8 am – 12 pm 9am – 12:30pm 11:30am-12:30pm 7 pm – 8:30 pm	Photo Safari Learn to Think Like a Trout Wildflower walk Beaver Pond Tour	\$45/ class \$45/child \$3/ \$2 Vail Taxpayer \$5/child \$10/adult \$30 family
Tuesday	7:00 am-afternoon 8:30 am – 9:30 am 8:45pm-10 pm	Adult Full Day Hike: Uneva Peak Bird Walk Stories in the Sky	\$50/\$45 Vail Taxpayer \$3/ \$2 Vail Taxpayer \$5 child/\$10 adult/\$30 family
Wednesday	11:30am-12:30pm 7 pm – 8:30 pm	Wildflower walk Guest Speaker: HawkQuest	\$3/ \$2 Vail Taxpayer \$5/child \$10/adult \$30 family
Thursday	7:00 am-afternoon 8:30 am – 9:30 am 2 pm-3 pm 7 pm – 8:30 pm	Adult Full Day Hike: Machine Gun Ridge Bird Walk Wildflower Walk Beaver Pond Tour	\$50/\$45 Vail Taxpayer \$3/ \$2 Vail Taxpayer \$3/ \$2 Vail Taxpayer \$5/child \$10/adult \$30 family
Friday	8:30 am-1:00 pm 9 am - 1 pm 7 pm – 8:30 pm	Adult ½ Day Hike: TBA Art in Nature for Kids S'mores and More	\$35/\$30 Vail Taxpayer \$45/class \$5/child \$10/adult/\$30 family
Saturday	9:30am – 12 pm 12:30 pm – 2 pm	Native Plants Workshop Wild Kids Nature Hike	\$30/adult \$15/child
Sunday	10 am – 3:30 pm 11 am & 1:30 pm	VNC Booth at Vail Farmer's Market Creekside Nature Tours from the Market to the VNC	No cost Donation suggested

VAIL TENNIS CENTER

- Courts are busy every day, especially in the mornings.
- Adult programming is picking up including Mens, Ladies, Coed, Club 50, Doubles and Pro Am.
- Junior clinics are well attended. Junior camps begin next week.
- Free Pickle Ball is a huge hit at Booth Creek.
- Tennis Center is offering \$5 court rentals from 2 to 5 p.m. Monday through Friday during non-paid parking days and 2 to 7 p.m. during paid parking events.

BUILDING MAITENANCE

Vail Golf Course

- #7 stream bank restoration proposals due this week, River Restoration is only proposal submitted thus far.
- Bridge work on pedestrian bridge on #11 tee complete
- New range dividers finished and installed

Golf Club Temp Structures

- Pierce Architect selected and contracted to provide CD's for project
- Viele construction hired to provide pre construction services
- Holy Cross Energy confirmed available power in vicinity of proposed location
- DRB conceptual review application submitted, meeting scheduled for Aug 15
- VRD and TOV continue to work toward a fall 2012 installation

Dobson

- Will begin excavation to expose north west corner to identify water challenges and seal concrete
- Sky light repairs scheduled to minimize water penetration and leaking
- Loading dock snow melt systems upgrade scheduled, funded by TOV managed by VRD

Ford Park and Athletic Fields Renovation

- Project has gone out to bid, pre bid meeting scheduled for next week

Tennis / Admin Bldg.

- Clock tower has been cut to provide access to clock movements, new motors ordered and will be installed as soon as they arrive. Clocks currently read 12:00 with the exception of the clock facing north that functions properly

Gymnastics

- Tile repair and replacement scheduled.

#18 Relocation Project

- Plan F, Kevin Atkinson to provide CD's for new project
- Additional information necessary for determining if baffles or a higher net is better / cost effective.