



DATE: May 9, 2025
TO: Chair Woll and Assembly Finance Committee
FROM: Angie Flick, Finance Director
SUBJECT: Budget Decisions for Eaglecrest

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The purpose of this memo is to provide a roadmap of decisions that need to be made with respect to Eaglecrest's FY 2026 budget. The Assembly and Eaglecrest Board met jointly on March 5, 2025. Per the memo included in that packet, the Manager's Proposed Budget includes the budget request as approved by the Eaglecrest Board and provided by Eaglecrest General Manager Cimmons. The AFC needs to determine what to include in the budget that is forwarded to the full Assembly for approval as part of Ordinance 2025-01 "CBJ Budget Ordinance". Decisions (or intentional non-decisions) are required on the operating budget, one-time budget request, an incremental revenue/expense request and a CIP increase request. These are outlined below

Operating and One-Time Budget

In the FY26 proposed budget, Eaglecrest's revenue and expenses are as follows:

\$2,856,700	Eaglecrest Generated Revenue (operating)
<u>\$ 930,000</u>	<u>General Fund Subsidy (operating)</u>
\$3,786,700	Total Sources
\$6,324,900	Eaglecrest Expenses (operating)
<u>\$ 235,000</u>	<u>One-time Expenses*</u>
\$6,559,900	Total Expenses

If the AFC intentionally takes no action on the above budget amounts, the proposed budget will be moved forward with Ordinance 2025-01. Eaglecrest has prepared two additional smaller operating options if the Assembly wishes to make reductions to the above expenses, these are included in the packet following this memo.

One-Time Expenditures*

Two pieces of equipment are included in the one-time budget request:

\$225,000	Snowcat replacement
<u>\$ 10,000</u>	<u>Snowplow purchase</u>
\$235,000	Total one-time expense request

These one-time expenditures can either be addressed separately from the operating budget or included with the operating budget above. If the AFC takes no action, these two replacement requests will be included in the CBJ Budget Ordinance.

Revenue and Expenditure Increment Request

Eaglecrest is about to celebrate it's 50th anniversary! They have requested authority for \$47,000 in expenses to purchase retail items that will be sold at the Eaglecrest store as well as some promotional funding in anticipation of bringing in \$48,600 in revenue from sales. This expense and revenue have not been included in the proposed budget and requires AFC action to be included Ordinance 2025-01 "CBJ Budget Ordinance".

Capital Request

As has been discussed at the April 5 budget introduction meeting and in other conversations, Eaglecrest has a need to address many maintenance issues. They have requested \$226,000 be added to their Mountain Maintenance CIP for work in FY26. This is in addition to the \$350,000 that has historically been included on the annual CIP resolution.