



## Staff Report

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**Report To:** West Elgin Community Centre Board of Management  
**From:** Lee Gosnell, Manager of Operations & Community Services  
**Date:** 2022-12-13  
**Subject:** 2023 Draft Budget and Cost Sharing Breakdown

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### **Recommendation:**

That the West Elgin Community Centre Board of Management hereby receives the report from Lee Gosnell, Manager of Operations & Community Services; And

That the West Elgin Community Centre Board of Management recommends the 2023 draft budget (attached to this report) for approval by Dutton-Dunwich and West Elgin Councils.

### **Purpose:**

The purpose of this report is to provide the Board with a 2023 draft budget for their review, along with a breakdown of this years' registration numbers which are used to determine cost share between the two member municipalities.

### **Background:**

Each year, a draft arena budget is prepared and presented to the Board, outlining projected revenue and expense for the upcoming operating season. As per the original Agreement, West Elgin pays the first 20% of operating deficit, and the remaining 80% is divided between Dutton-Dunwich and West Elgin based on the breakdown of users from West Lorne Minor Hockey, West Lorne Skating Club, and West Elgin Men's Hockey.

These three user groups have provided their registration information for the 2022-2023 season and the current split between municipalities is –

Dutton-Dunwich – 53.0%

West Elgin – 47.0%

The following chart shows registration numbers as reported by the respective organizations.

	West Elgin	Dutton Dunwich	Other	Total Registration #
West Lorne Minor Hockey	66	73	7	146
West Elgin Skate Club	30	29	4	63
West Elgin Men's League	23	32	17	72
Total	<b>119</b>	<b>134</b>	<b>28</b>	<b>281</b>
	47.0%	53.0%		

**Financial Implications:**

Based on the current draft budget and cost share breakdown, operating expense for each member municipality would total the following –

Dutton-Dunwich	\$108,673.07	21% increase over 2022 budget
West Elgin	\$147,632.34	13% decrease over 2022 budget

It is important to note that user registration is the main factor in current increase/decrease over last years' costs. The breakdown for 2021-2022 user numbers had Dutton at 43% and West Elgin at 57%, which translates to a 10% swing in the cost sharing agreement. The total deficit before cost sharing rules is applied is slightly lower at \$256,906.14 vs. the 2022 budgeted deficit of \$260,233.37.

**Report Approval Details**

Document Title:	2023 Draft Budget and Cost Sharing Breakdown - 2022-68-Operations Community Services.docx
Attachments:	- Draft 2023 Arena Budget.xlsx
Final Approval Date:	Dec 12, 2022

This report and all of its attachments were approved and signed as outlined below:

**No Signature - Task assigned to Jana Nethercott was completed by assistant Brittany Jessome**

Jana Nethercott