

CAPITAL PROJECTS UPDATE

BOARD MEETING 4/15/2020

CAPITAL BALANCES

- Development Fund
 - \$5.2M 2020 Budget
 - \$6.2M Forecasted 12/31/2020
- Replacement Reserve Fund
 - \$10,3M 2020 Budget
 - \$11.3M Forecasted 12/31/2020
- New Machinery and Equipment Fund-
 - \$239,000 2020 Budget
 - \$269,000 Forecasted 12/31/2020

WHAT ARE WE HEARING IN THE COMMUNITY?

- **LARGE SCALE HOMEOWNER ASSOCIATIONS**
 - Moving all safety projects forward
 - Aggressively taking advantage of closed amenities and moving those projects forward
 - IVGID bidding \$1.2M Tennis court upgrade project this year
 - Considering taking advantage of potentially lower labor and material costs and accelerating projects
- **SKI RESORTS**
 - Varied
- **PUBLIC AGENCIES – Placer County**
 - Have not slowed down on planning and designing projects
 - Bidding \$3.7M Martis Peak Trail Project to construct this summer
 - Planning for stimulus funding
 - Road maintenance taking advantage of low volumes and moving full speed ahead



TAHOE DONNER SM

WHAT ARE WE HEARING IN THE COMMUNITY?

- PUBLIC AGENCIES – Town of Truckee
 - Moving forward with projects that are already started
 - Moving forward with projects that have outside funding sources

METHODOLOGY FOR DEFERRAL

- MANAGER DECISION BASED ON EXPECTED LIFE
- CLOSURE IMPACT TO EXTENDING USEFUL LIFE
- THIS DEFERRAL EXERCISE IS VERY SIMILAR TO NORMAL OPERATING PRACTICES. THIS PRACTICE HAPPENS EVERY YEAR BASED ON CONDITION OF ITEM COMING UP FOR REPLACEMENT AND REMAINING USEFUL LIFE.

RECOMMENDED DEFERRALS

DEVELOPMENT FUND –

Approved in Budget Cycle -**\$2,990,000**

Current CFP Projection - **\$1,887,464**

Total Deferred - \$1,102,536

Deferred Projects:

Mile Run

Snowmaking @ Downhill

Reduced Covered Stairway from \$150k to \$30K

Trout Creek Expansion – parking lot

Land acquisition

Feasibility studies

RECOMMENDED DEFERRALS

DEVELOPMENT FUND –

Projects Moving Forward 2020:

New Accessibility Improvements – \$150K

Snowmaking at TDXC – \$891,538

Snowmaking at Snowplay - \$200,926

DH Lodge Soft Costs - \$350,000

Marina BBQ pits? – \$25K

Implement Trail/Trailhead Projects - \$150k

Trout Creek - \$90k

RECOMMENDED DEFERRALS

REPLACEMENT RESERVE FUND

2020 Budget- **\$6,987,822**

Current Budget **\$6,168,919**

Total Deferred - \$819,003

Major Deferred Components >40k

Ski-Boot-Pole-Rental XC - \$40,084

Fuel Tanks - \$47,612

Furniture Beach - \$60,877

Shuttle Bus - \$116,423

Trail - South Euer Valley Road Repair Soft Costs - \$122,354

Trout Creek Pool Furniture - \$64,622

Major 2020 RR Projects Moving Forward:

Golf - \$2,201,064

Nature Loop - \$683,935

Grotto – approx \$50k

CASP Improvements Year 2 - \$509,971



RECOMMENDED DEFERRALS

NEW MACHINERY AND EQUIPMENT FUND

2020 Budget- **\$239,000**

Current Budget **\$239,000**

Total Deferred - \$239,000

RECOMMENDED ACCELERATED RRF COMPONENTS?

- Asphalt Trout Creek R – R & stripe - \$410,032
- Misc. asphalt seal/stripe projects
- Building painting if needed
- Paver repair projects
- POH 2021 components Floor and paint - \$92,683
- Tennis 2021 – Building Repair components - \$247,086
- Lodge 2021 – Building Repair Components - \$105,978

RECOMMENDED ACCELERATED RRF COMPONENTS?

Reasons to Accelerate:

- Fiduciary responsibility to maintain, repair and replace Tahoe Donner assets
- Take advantage of closed amenities
- Take advantage of potentially lower labor and materials costs
- Construction projects not impacting members
- Construction projects are easier=cheaper when amenities closed
- When Covid-19 is over amenities in great condition