



CITY OF PORT ST. LUCIE



FINANCE DEPARTMENT

Edwin M. Fry, Jr., Finance Director/City Treasurer

"A City for All Ages"

Memorandum

TO: ED FRY, CPA, CGFO, FINANCE DIRECTOR / CITY TREASURER

FROM: TOM O'REILLY, CPA, CGFO, MPA, ASST. FINANCE DIRECTOR / TREASURER

DATE: April 15, 2016

RE: Saints Golf Course Accrual Based Financial Statements– March 31, 2016

The financial statements presented herein are unaudited.

The attached March 31, 2016 financial statements have been adjusted to include applicable accrual based items. These statements are for the first six months of Fiscal Year October, 2015 through September, 2016 (Fiscal Year 2016).

For the first six months of Fiscal Year 2016, there is a year-to-date net income (before transfers and capital contributions) of \$41,246. This net income on the Statement of Revenue and Expenses is calculated on the accrual basis, which includes non-cash expenses such as depreciation and equipment disposition and does not include cash receipts for deferred membership revenue. Conversely, it does not include cash reductions or expenditures for pre-paid items or accounts payable payoffs for previously expensed items. To account for all cash activity not shown on an accrual based income statement, a Cash Flow Statement is also being provided. The Cash Flow Statement shows a year-to-date cash increase of \$236,060. The Saints cash and investments balance is \$673,705 as of March 31, 2016.

When comparing the year-over-year accrual based Operating Revenue and Operating Expenses, Operating Revenue is down \$89,566 and Total Operating Expenses are down \$1,351, for a year-over-year accrual based net Operating Income decrease of \$88,215. Year-over-year Non-Operating Revenues are down \$9,718. Combining the Operating and Non-Operating, there is a year-over-year net decrease of \$97,933 in the Change In Net Assets.

Beginning in Fiscal Year 2014, the Saints started repaying an energy conservation measures (ECM) loan of \$127,781 over 15 years at \$9,177 per year in principal and interest payments. The current loan balance at March 31, 2016 is \$107,792.

enc: a/s

cc: Jeffrey Bremer, City Manager
Sherman Conrad, Parks & Recreation Director
Dave Pollard, CGFO, OMB Director
Curtis Wichern, Golf Course Administrator

CITY OF PORT ST. LUCIE, FLORIDA

STATEMENT OF NET POSITION
 PROPRIETARY FUND
 March 31, 2016

	UNAUDITED	AUDITED	AUDITED	AUDITED
	2016 GOLF COURSE FUND 3/31/2016	2015 GOLF COURSE FUND 9/30/2015	2014 GOLF COURSE FUND 9/30/2014	2013 GOLF COURSE FUND 9/30/2013
ASSETS				
Current Assets:				
Equity in Pooled Cash and Investments	\$ 673,705	\$ 437,645	\$ 340,629	\$ 607,295
Receivables	3,174	6,561	13,125	-
Prepaid Assets	43,787	-	-	7,359
Inventories	42,716	33,434	31,474	28,422
Total Current Assets	<u>763,382</u>	<u>477,640</u>	<u>385,228</u>	<u>643,076</u>
Noncurrent Assets:				
Capital Assets (net of accumulated depreciation)	3,377,854	3,502,534	3,744,908	3,695,834
Capital Assets (not depreciated)	2,786,942	2,786,942	2,786,942	2,786,942
Total Noncurrent Assets	<u>6,164,796</u>	<u>6,289,476</u>	<u>6,531,850</u>	<u>6,482,776</u>
TOTAL ASSETS	<u><u>\$ 6,928,178</u></u>	<u><u>\$ 6,767,116</u></u>	<u><u>\$ 6,917,078</u></u>	<u><u>\$ 7,125,852</u></u>
LIABILITIES AND FUND EQUITY				
LIABILITIES				
Current Liabilities:				
Accounts Payable	\$ 209,944	\$ 106,658	\$ 173,612	\$ 79,163
ECM Loan Payable	107,792	111,830	119,845	127,781
Accrued Salaries and Wages	12,751	14,152	10,167	9,463
Accrued Vacation and Medical Leave Benefits	6,245	6,245	5,440	5,402
Unearned Revenue	52,139	30,170	21,330	20,877
Total Current Liabilities	<u>388,871</u>	<u>269,055</u>	<u>330,394</u>	<u>242,686</u>
Noncurrent Liabilities:				
Accrued Vacation and Medical Leave Benefits	63,145	63,145	55,004	54,618
Accrued OPEB Liability	3,749	3,749	4,242	7,033
Total Noncurrent Liabilities	<u>66,894</u>	<u>66,894</u>	<u>59,246</u>	<u>61,651</u>
TOTAL LIABILITIES	<u><u>\$ 455,765</u></u>	<u><u>\$ 335,949</u></u>	<u><u>\$ 389,640</u></u>	<u><u>\$ 304,337</u></u>
NET POSITION				
Invested in Capital Assets, net of related debt	6,164,796	6,289,476	6,531,850	6,482,776
Restricted				
Unrestricted	307,617	141,691	(4,412)	338,739
TOTAL NET POSITION	<u><u>\$ 6,472,413</u></u>	<u><u>\$ 6,431,167</u></u>	<u><u>\$ 6,527,438</u></u>	<u><u>\$ 6,821,515</u></u>

CITY OF PORT ST. LUCIE, FLORIDA

STATEMENT OF REVENUE, EXPENSES, AND
CHANGES IN FUND NET ASSETS
PROPRIETARY FUND
For the Six Months Ending
March 31, 2016

	UNAUDITED	AUDITED	AUDITED	AUDITED	AUDITED
	2016 GOLF COURSE FUND For 6 months ended 3/31/2016	2015 GOLF COURSE FUND For 6 months ended 3/31/2015	2015 GOLF COURSE FUND For 12 months ended 9/30/2015	2014 GOLF COURSE FUND For 12 months ended 9/30/2014	2013 GOLF COURSE FUND For 12 months ended 9/30/2013
OPERATING REVENUE					
Services and Operations	\$ 939,696	\$ 1,029,262	\$ 1,655,517	\$ 1,319,862	\$ 1,438,027
OPERATING EXPENSES					
Personal Services	290,458	264,396	562,752	514,123	540,824
Contractual Services	91,288	102,459	217,815	209,395	293,551
Depreciation Expense	141,080	135,958	282,160	271,916	259,625
Operating Supplies and Expense	402,978	424,342	749,766	771,518	702,056
TOTAL OPERATING EXPENSES	925,804	927,155	1,812,493	1,766,952	1,796,056
OPERATING INCOME (LOSS)	13,892	102,107	(156,976)	(447,090)	(358,029)
NON-OPERATING REVENUE (EXPENSE)					
Investment Income:					
Interest Income	1,411	915	3,799	2,590	2,348
Unrealized Fair Market Value Appreciation	-	-	-	-	12
Interest Expense	(551)	(591)	(1,162)	(1,242)	-
Gain (Loss) on Disposition of Equipment	-	8,000	8,000	(958)	-
Miscellaneous	26,494	28,748	48,422	152,623	42,397
TOTAL NON-OPERATING REVENUE (EXPENSE)	27,354	37,072	59,059	153,013	44,757
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS	41,246	139,179	(97,917)	(294,077)	(313,272)
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	1,646	-	-
Transfers Out	-	-	-	-	-
Capital Contributions	-	-	-	-	-
CHANGE IN NET ASSETS	41,246	139,179	(96,271)	(294,077)	(313,272)
TOTAL NET ASSETS					
Beginning of Year	6,431,167	6,527,438	6,527,438	6,821,515	7,134,787
TOTAL NET ASSETS					
End of Year	\$ 6,472,413	\$ 6,666,617	\$ 6,431,167	\$ 6,527,438	\$ 6,821,515

SAINTS GOLF COURSE
Cash Flow Statement
March 31, 2016

CASH FLOWS FROM OPERATING ACTIVITIES

CASH RECEIVED FROM CUSTOMERS	\$965,052
CASH PAID TO SUPPLIERS	(\$440,300)
CASH PAID TO EMPLOYEES	(\$295,608)

NET CASH FROM OPERATING ACTIVITIES	A \$229,144
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CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES

ECM LOAN PRINCIPAL REPAYMENT	(\$4,038)
ECM LOAN INTEREST EXPENSE	(\$551)
OPERATING TRANSFERS IN (OPEB Retiree Medical Reimb.)	\$0
OPERATING GRANTS	\$0
INSURANCE RECOVERIES	\$0
MISCELLANEOUS (INCLUDES RENTS)	\$26,494
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	\$21,905

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

INTEREST PAID	\$0
CONSTRUCTION IN PROGRESS	\$0
PROCEEDS FROM SALE OF ASSETS	\$0
PURCHASE OF FIXED ASSETS	(\$16,400)
INTANGIBLE AMORTIZATION	\$0
GAIN OR LOSS ON DISPOSITION	\$0
NET CASH FLOWS FROM CAPITAL & RELATED ACTIVITIES	(\$16,400)

CASH FLOWS FROM INVESTING ACTIVITIES

PURCHASE OF INVESTMENT SECURITIES	\$0
PROCEEDS FROM SALE AND MATURITIES OF INVESTMENT SECURITIES	\$0
UNREALIZED GAIN CASH ADJUSTMENT	\$0
INTEREST AND DIVIDENDS ON INVESTMENTS	\$1,411
NET CASH FROM INVESTING ACTIVITIES	\$1,411

NET INCREASE(DECREASE) IN CASH AND CASH EQUIVALENTS	\$236,060
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CASH AND CASH EQUIVALENTS @ BEGINNING OF YEAR	\$437,645
CASH AND CASH EQUIVALENTS @ END OF PERIOD	B \$673,705

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:	
OPERATING INCOME / <LOSS>	\$13,892
ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:	
DEPRECIATION : NON-CASH OPERATING EXPENSE	\$141,080
CHANGE IN ASSETS AND LIABILITIES	
(INCREASE) DECREASE IN ACCOUNTS RECEIVABLE	\$3,387
(INCREASE) DECREASE IN DUE FROM OTHER FUNDS	\$0
(INCREASE) DECREASE IN DEFERRED OUTFLOWS	(\$43,787)
(INCREASE) DECREASE IN INVENTORIES	(\$9,282)
INCREASE (DECREASE) IN ACCOUNTS PAYABLE	\$107,035
INCREASE (DECREASE) IN PAYROLL ACCRUALS	(\$5,150)
INCREASE (DECREASE) IN DEFERRED REVENUES	\$21,969
NET CASH PROVIDED BY OPERATING ACTIVITIES	A \$229,144
RECONCILIATION OF CASH TO STATEMENT OF NET ASSETS	
EQUITY IN POOLED CASH AND INVESTMENTS	\$673,705
RESTRICTED EQUITY IN POOLED CASH AND INVESTMENTS	\$0
	B \$673,705