



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: October 20, 2016

RE: Saints Golf Course Accrual Based Financial Statements– September 30, 2016

The financial statements presented herein are unaudited.

The attached September 30, 2016 financial statements have been adjusted to include applicable accrual based items. These statements are for all twelve months of Fiscal Year October, 2015 through September, 2016 (Fiscal Year 2016). The year-end close out for Fiscal Year 2016 occurs over the next few months, so any additional year-end adjustments for Fiscal Year 2016 will be included and identified in subsequent monthly financial statements.

For Fiscal Year 2016, there is a year-to-date net loss (before transfers and capital contributions) of \$216,027. This net loss 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 decrease of \$18,948. The Saints cash and investments balance is \$418,697 as of September 30, 2016.

When comparing the year-over-year accrual based Operating Revenue and Operating Expenses, Operating Revenue is down \$113,585 and Total Operating Expenses are up \$20,232, for a year-over-year accrual based net Operating Income decrease of \$133,817. Year-over-year Non-Operating Revenues are up \$15,707. Transfers Out for health insurance costs are up \$10,308. Combining the Operating, Non-Operating, and Transfers, there is a year-over-year net decrease of \$128,418 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 September 30, 2016 is \$103,734.

enc: a/s

cc: Patricia Roebing, Interim 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
 September 30, 2016

	UNAUDITED	AUDITED	AUDITED	AUDITED
	2016 GOLF COURSE FUND 9/30/2016	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	\$ 418,697	\$ 437,645	\$ 340,629	\$ 607,295
Receivables	986	6,561	13,125	-
Prepaid Assets	-	-	-	7,359
Inventories	36,846	33,434	31,474	28,422
Total Current Assets	<u>456,529</u>	<u>477,640</u>	<u>385,228</u>	<u>643,076</u>
Noncurrent Assets:				
Capital Assets (net of accumulated depreciation)	3,268,642	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>6,055,584</u>	<u>6,289,476</u>	<u>6,531,850</u>	<u>6,482,776</u>
TOTAL ASSETS	<u><u>\$ 6,512,113</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	\$ 81,802	\$ 106,658	\$ 173,612	\$ 79,163
ECM Loan Payable	103,734	111,830	119,845	127,781
Accrued Salaries and Wages	17,542	14,152	10,167	9,463
Accrued Vacation and Medical Leave Benefits	6,245	6,245	5,440	5,402
Unearned Revenue	33,167	30,170	21,330	20,877
Total Current Liabilities	<u>242,490</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	4,242	7,033
Total Noncurrent Liabilities	<u>63,145</u>	<u>66,894</u>	<u>59,246</u>	<u>61,651</u>
TOTAL LIABILITIES	<u><u>\$ 305,635</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	6,055,584	6,289,476	6,531,850	6,482,776
Restricted				
Unrestricted	150,894	141,691	(4,412)	338,739
TOTAL NET POSITION	<u><u>\$ 6,206,478</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 Eleven Months Ending
September 30, 2016

	UNAUDITED	AUDITED	AUDITED	AUDITED
	2016 GOLF COURSE FUND	2015 GOLF COURSE FUND	2014 GOLF COURSE FUND	2013 GOLF COURSE FUND
	For 12 months ended 9/30/2016	For 12 months ended 9/30/2015	For 12 months ended 9/30/2014	For 12 months ended 9/30/2013
OPERATING REVENUE				
Services and Operations	\$ 1,541,932	\$ 1,655,517	\$ 1,319,862	\$ 1,438,027
OPERATING EXPENSES				
Personal Services	583,736	562,752	514,123	540,824
Contractual Services	203,602	217,815	209,395	293,551
Depreciation Expense	282,160	282,160	271,916	259,625
Operating Supplies and Expense	763,227	749,766	771,518	702,056
TOTAL OPERATING EXPENSES	1,832,725	1,812,493	1,766,952	1,796,056
OPERATING INCOME (LOSS)	(290,793)	(156,976)	(447,090)	(358,029)
NON-OPERATING REVENUE (EXPENSE)				
Investment Income:				
Interest Income	3,295	3,799	2,590	2,348
Unrealized Fair Market Value Appreciation	-	-	-	12
Interest Expense	(1,081)	(1,162)	(1,242)	-
Gain (Loss) on Disposition of Equipment	13,400	8,000	(958)	-
Miscellaneous	59,152	48,422	152,623	42,397
TOTAL NON-OPERATING REVENUE (EXPENSE)	74,766	59,059	153,013	44,757
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS	(216,027)	(97,917)	(294,077)	(313,272)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	1,646	-	-
Transfers Out	(8,662)	-	-	-
Capital Contributions	-	-	-	-
CHANGE IN NET ASSETS	(224,689)	(96,271)	(294,077)	(313,272)
TOTAL NET ASSETS				
Beginning of Year	6,431,167	6,527,438	6,821,515	7,134,787
TOTAL NET ASSETS				
End of Year	\$ 6,206,478	\$ 6,431,167	\$ 6,527,438	\$ 6,821,515

SAINTS GOLF COURSE
Cash Flow Statement
August 31, 2016

CASH FLOWS FROM OPERATING ACTIVITIES

CASH RECEIVED FROM CUSTOMERS	\$1,550,504
CASH PAID TO SUPPLIERS	(\$995,097)
CASH PAID TO EMPLOYEES	(\$584,095)
NET CASH FROM OPERATING ACTIVITIES	A (\$28,688)

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES

ECM LOAN PRINCIPAL REPAYMENT	(\$8,096)
ECM LOAN INTEREST EXPENSE	(\$1,081)
OPERATING TRANSFERS IN (OPEB Retiree Medical Reimb.)	\$0
OPERATING TRANSFERS IN OUT	(\$8,662)
OPERATING GRANTS	\$0
INSURANCE RECOVERIES	\$0
MISCELLANEOUS (INCLUDES RENTS)	\$59,152
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	\$41,313

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	(\$34,868)
INTANGIBLE AMORTIZATION	\$0
GAIN OR LOSS ON DISPOSITION	\$0
NET CASH FLOWS FROM CAPITAL & RELATED ACTIVITIES	(\$34,868)

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	\$3,295
NET CASH FROM INVESTING ACTIVITIES	\$3,295

NET INCREASE(DECREASE) IN CASH AND CASH EQUIVALENTS (\$18,948)

CASH AND CASH EQUIVALENTS @ BEGINNING OF YEAR \$437,645
CASH AND CASH EQUIVALENTS @ END OF PERIOD B \$418,697

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:	
OPERATING INCOME / <LOSS>	(\$290,793)
ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:	
DEPRECIATION : NON-CASH OPERATING EXPENSE	\$282,160
CHANGE IN ASSETS AND LIABILITIES	
(INCREASE) DECREASE IN ACCOUNTS RECEIVABLE	\$5,575
(INCREASE) DECREASE IN DUE FROM OTHER FUNDS	\$0
(INCREASE) DECREASE IN DEFERRED OUTFLOWS	\$0
(INCREASE) DECREASE IN INVENTORIES	(\$3,412)
INCREASE (DECREASE) IN ACCOUNTS PAYABLE	(\$24,856)
INCREASE (DECREASE) IN PAYROLL ACCRUALS	(\$359)
INCREASE (DECREASE) IN DEFERRED REVENUES	\$2,997
NET CASH PROVIDED BY OPERATING ACTIVITIES	A (\$28,688)
RECONCILIATION OF CASH TO STATEMENT OF NET ASSETS	
EQUITY IN POOLED CASH AND INVESTMENTS	\$418,697
RESTRICTED EQUITY IN POOLED CASH AND INVESTMENTS	\$0
	B \$418,697