



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: December 22, 2016

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

The financial statements presented herein are unaudited.

The attached November 30, 2016 financial statements have been adjusted to include applicable accrual based items. These statements are for the first two months of Fiscal Year October, 2016 through September, 2017 (Fiscal Year 2017). 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 2017, there is a year-to-date net loss (before transfers and capital contributions) of \$72,878. 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 \$7,009. The Saints cash and investments balance is \$413,082 as of November 30, 2016.

When comparing the year-over-year accrual based Operating Revenue and Operating Expenses, Operating Revenue is down \$13,245 and Total Operating Expenses are up \$37,088, for a year-over-year accrual based net Operating Loss increase of \$50,333. Hurricane related weather conditions kept the course closed for 5 days in October. Year-over-year Non-Operating Revenues are up \$3,003. Combining the Operating and Non-Operating, there is a year-over-year net Loss increase of \$47,330 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 November 30, 2016 is \$102,377.

enc: a/s

cc: Russ Blackburn, 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
 November 30, 2016

	UNAUDITED	UNAUDITED	AUDITED	AUDITED
	2017 GOLF COURSE FUND 11/30/2016	2016 GOLF COURSE FUND 9/30/2016	2015 GOLF COURSE FUND 9/30/2015	2014 GOLF COURSE FUND 9/30/2014
ASSETS				
Current Assets:				
Equity in Pooled Cash and Investments	\$ 413,082	\$ 420,091	\$ 437,645	\$ 340,629
Receivables	-	-	6,561	13,125
Deferred Outflows	73,553	-	-	-
Inventories	46,105	36,845	33,434	31,474
Total Current Assets	<u>532,740</u>	<u>456,936</u>	<u>477,640</u>	<u>385,228</u>
Noncurrent Assets:				
Capital Assets (net of accumulated depreciation)	3,222,206	3,269,149	3,502,534	3,744,908
Capital Assets (not depreciated)	2,786,942	2,786,942	2,786,942	2,786,942
Total Noncurrent Assets	<u>6,009,148</u>	<u>6,056,091</u>	<u>6,289,476</u>	<u>6,531,850</u>
TOTAL ASSETS	<u><u>\$ 6,541,888</u></u>	<u><u>\$ 6,513,027</u></u>	<u><u>\$ 6,767,116</u></u>	<u><u>\$ 6,917,078</u></u>
LIABILITIES AND FUND EQUITY				
LIABILITIES				
Current Liabilities:				
Accounts Payable	\$ 167,695	\$ 56,630	\$ 106,658	\$ 173,612
ECM Loan Payable	102,377	103,734	111,830	119,845
Accrued Salaries and Wages	4,391	17,542	14,152	10,167
Accrued Vacation and Medical Leave Benefits	7,457	7,457	6,245	5,440
Unearned Revenue	37,997	32,815	30,170	21,330
Total Current Liabilities	<u>319,917</u>	<u>218,178</u>	<u>269,055</u>	<u>330,394</u>
Noncurrent Liabilities:				
Accrued Vacation and Medical Leave Benefits	75,402	75,402	63,145	55,004
Accrued OPEB Liability	-	-	3,749	4,242
Total Noncurrent Liabilities	<u>75,402</u>	<u>75,402</u>	<u>66,894</u>	<u>59,246</u>
TOTAL LIABILITIES	<u><u>\$ 395,319</u></u>	<u><u>\$ 293,580</u></u>	<u><u>\$ 335,949</u></u>	<u><u>\$ 389,640</u></u>
NET POSITION				
Invested in Capital Assets, net of related debt	6,009,148	6,056,091	6,289,476	6,531,850
Restricted				
Unrestricted	137,421	163,356	141,691	(4,412)
TOTAL NET POSITION	<u><u>\$ 6,146,569</u></u>	<u><u>\$ 6,219,447</u></u>	<u><u>\$ 6,431,167</u></u>	<u><u>\$ 6,527,438</u></u>

CITY OF PORT ST. LUCIE, FLORIDA

STATEMENT OF REVENUE, EXPENSES, AND
CHANGES IN FUND NET ASSETS
PROPRIETARY FUND
For the Two Months Ending
November 30, 2016

	UNAUDITED	UNAUDITED	UNAUDITED	AUDITED	AUDITED
	2017 GOLF COURSE FUND For 2 months ended 11/30/2016	2016 GOLF COURSE FUND For 2 months ended 11/30/2015	2016 GOLF COURSE FUND For 12 months ended 9/30/2016	2015 GOLF COURSE FUND For 12 months ended 9/30/2015	2014 GOLF COURSE FUND For 12 months ended 9/30/2014
OPERATING REVENUE					
Services and Operations	\$ 214,043	\$ 227,288	\$ 1,541,932	\$ 1,655,517	\$ 1,319,862
OPERATING EXPENSES					
Personal Services	98,122	92,653	597,206	562,752	514,123
Contractual Services	47,497	18,738	212,281	217,815	209,395
Depreciation Expense	46,942	47,027	281,653	282,160	271,916
Operating Supplies and Expense	109,950	107,005	728,627	749,766	771,518
TOTAL OPERATING EXPENSES	<u>302,511</u>	<u>265,423</u>	<u>1,819,767</u>	<u>1,812,493</u>	<u>1,766,952</u>
OPERATING INCOME (LOSS)	<u>(88,468)</u>	<u>(38,135)</u>	<u>(277,835)</u>	<u>(156,976)</u>	<u>(447,090)</u>
NON-OPERATING REVENUE (EXPENSE)					
Investment Income:					
Interest Income	580	401	3,295	3,799	2,590
Interest Expense	(172)	(186)	(1,081)	(1,162)	(1,242)
Gain (Loss) on Disposition of Equipment	-	-	13,400	8,000	(958)
Miscellaneous	15,182	12,372	59,163	48,422	152,623
TOTAL NON-OPERATING REVENUE (EXPENSE)	<u>15,590</u>	<u>12,587</u>	<u>74,777</u>	<u>59,059</u>	<u>153,013</u>
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS	<u>(72,878)</u>	<u>(25,548)</u>	<u>(203,058)</u>	<u>(97,917)</u>	<u>(294,077)</u>
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	1,646	-
Transfers Out	-	-	(8,662)	-	-
Capital Contributions	-	-	-	-	-
CHANGE IN NET ASSETS	<u>(72,878)</u>	<u>(25,548)</u>	<u>(211,720)</u>	<u>(96,271)</u>	<u>(294,077)</u>
TOTAL NET ASSETS					
Beginning of Year	<u>6,219,447</u>	<u>6,431,167</u>	<u>6,431,167</u>	<u>6,527,438</u>	<u>6,821,515</u>
TOTAL NET ASSETS					
End of Year	<u>\$ 6,146,569</u>	<u>\$ 6,405,619</u>	<u>\$ 6,219,447</u>	<u>\$ 6,431,167</u>	<u>\$ 6,527,438</u>

\$ 6,206,478

41,287	Golf Cart Lease Payment
507	Depreciation
(13,470)	Payroll
(8,678)	Contract Services
(6,676)	Utilities
<u>\$ 6,219,447</u>	

SAINTS GOLF COURSE
Cash Flow Statement
November 30, 2016

CASH FLOWS FROM OPERATING ACTIVITIES

CASH RECEIVED FROM CUSTOMERS	\$219,225
CASH PAID TO SUPPLIERS	(\$129,195)
CASH PAID TO EMPLOYEES	(\$111,273)
 NET CASH FROM OPERATING ACTIVITIES	 A <u>(\$21,243)</u>

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES

ECM LOAN PRINCIPAL REPAYMENT	(\$1,357)
ECM LOAN INTEREST EXPENSE	(\$172)
OPERATING TRANSFERS IN (OPEB Retiree Medical Reimb.)	\$0
OPERATING TRANSFERS IN OUT	\$0
OPERATING GRANTS	\$0
INSURANCE RECOVERIES	\$0
MISCELLANEOUS (INCLUDES RENTS)	\$15,182
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	<u>\$13,653</u>

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	\$1
INTANGIBLE AMORTIZATION	\$0
GAIN OR LOSS ON DISPOSITION	\$0
NET CASH FLOWS FROM CAPITAL & RELATED ACTIVITIES	<u>\$1</u>

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	\$580
NET CASH FROM INVESTING ACTIVITIES	<u>\$580</u>

NET INCREASE(DECREASE) IN CASH AND CASH EQUIVALENTS (\$7,009)

CASH AND CASH EQUIVALENTS @ BEGINNING OF YEAR	\$420,091
CASH AND CASH EQUIVALENTS @ END OF PERIOD	B <u>\$413,082</u>

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:	
OPERATING INCOME / <LOSS>	(\$88,468)
ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:	
DEPRECIATION : NON-CASH OPERATING EXPENSE	\$46,942
CHANGE IN ASSETS AND LIABILITIES	
(INCREASE) DECREASE IN ACCOUNTS RECEIVABLE	\$0
(INCREASE) DECREASE IN DUE FROM OTHER FUNDS	\$0
(INCREASE) DECREASE IN DEFERRED OUTFLOWS	(\$73,553)
(INCREASE) DECREASE IN INVENTORIES	(\$9,260)
INCREASE (DECREASE) IN ACCOUNTS PAYABLE	\$111,065
INCREASE (DECREASE) IN PAYROLL ACCRUALS	(\$13,151)
INCREASE (DECREASE) IN DEFERRED REVENUES	\$5,182
NET CASH PROVIDED BY OPERATING ACTIVITIES	A <u>(\$21,243)</u>
RECONCILIATION OF CASH TO STATEMENT OF NET ASSETS	
EQUITY IN POOLED CASH AND INVESTMENTS	\$413,082
RESTRICTED EQUITY IN POOLED CASH AND INVESTMENTS	\$0
	B <u>\$413,082</u>