



**VILLAGE OF GOLF, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2018**

Prepared by: Finance Department

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VILLAGE OF GOLF, FLORIDA

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INTRODUCTORY SECTION



ADMINISTRATION: 21 Country Road • Village of Golf, FL 33436-5299 • (561) 732-0236 • FAX (561) 732-7024
SECURITY: (561) 734-2918 • UTILITY DEPARTMENT: (561) 737-7995 • www.villageofgolf.org

February 22, 2019

To the Honorable Mayor, Members of the Village Council and Residents of the Village of Golf:

The Government Finance Officers Association (GFOA) recommends that all units of local government publish, within six months of the close of each fiscal year, a complete set of financial statements presented in conformity with Generally Accepted Accounting Principles (GAAP) and audited in accordance with auditing standards generally accepted in the United States and in accordance with Government Auditing Standards by a firm of licensed certified public accountants. Pursuant to that recommendation, we hereby issue the comprehensive annual financial report of the Village of Golf for the fiscal year ended September 30, 2018.

This report consists of management's representation concerning the finances of the Village of Golf. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the Village of Golf has established a comprehensive internal framework that is designed both to protect the Village's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the Village of Golf's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Village of Golf's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The firm of Grau and Associates, licensed certified public accountants has audited the Village of Golf's financial statements. The goal of the independent audit was to provide reasonable assurance that the basic financial statements of the Village of Golf for the fiscal year ended September 30, 2018, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amount and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the Village of Golf's financial statements for the fiscal year ended September 30, 2018, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The Village of Golf's MD&A can be found immediately following the report of the independent certified public accountants in the financial section and provides a narrative introduction, overview and analysis of the basic financial statements.

Profile of the Government

The Village of Golf, incorporated in 1957, is a municipality of the State of Florida, encompassing roughly 542 acres and including residential, agricultural, and commercial properties. There is one parcel of land with the agricultural designation located along Golf Road and is approximately 78 acres. The commercial property is located at the intersection of Military Trail and Woolbright Road, commonly known as Village Square Shopping Center.

The Village of Golf began operating under the Commission-Manager form of government since its incorporation in 1957. This form of government combines the strong political leadership of an elected Village Council with the strong managerial experience of an appointed Village Manager. This structure establishes a representative system where all policymaking and legislative authority are vested in a governing council consisting of the mayor and four other council members. The Council is responsible among other things, for passing ordinances and resolutions and adopting the annual budget. The Village Manager is responsible for carrying out the policies and ordinances of the Council, and overseeing the daily operations of the government.

The Village of Golf offers a range of services, including 24 hour public safety, grounds maintenance and a water treatment facility. County wide services include fire rescue, judicial administration, public health, air quality resources, human and social services, the airport, and the Sheriff's office. Palm Beach County is the regional government for all county residents.

The annual budget serves as a foundation for the Village of Golf's financial planning and control. Departments of the Village are required to submit requests for appropriations to the Village Manager and these requests are the initiation of developing the proposed budget. The Village Manager then presents a proposed budget to the Council for review. The Council is required to hold public hearings on the proposed budget and to adopt a final budget no later than September 30, the close of the Village's fiscal year. The appropriated budget is prepared by fund and department. The Village Council approves supplemental appropriations. Budget to actual comparisons are provided in this report for the general fund for which an appropriated annual budget has been adopted. The general fund, budget to actual report, is presented in the required supplemental information section of this report.

Factors Affecting Financial Condition

The information presented in the financial statements is best understood when it is considered from the broader perspective of the specific environment with which the Village of Golf operates.

Local Economy

The Village of Golf has slowly begun to rebound from the same economic downturn that has affected all of Florida. However, the Village's local economy is primarily recreational, featuring an 18-hole golf course, while commercial retail and service activity combine for a small segment. A large portion of the Village's residents are seasonal. Consequently, local economic detriments affect the Village to a lesser extent due to the broad natural and worldwide composition of the Village's seasonal resident.

Long-Term Financial Planning

The Village utilizes a five year capital improvement program to assess revenue trends and expenditure needs to assure a balanced stable financial program while addressing the various goals and objectives of the community.

Risk Management

The Village is exposed to various risks of loss related to torts, theft or damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Village participates in the Florida League of Cities Municipal Insurance Trust for workers' compensation, liability and property insurance.

Pension and Other Post-Employment Benefits.

Effective May 14, 1981, the Village adopted a simplified employee pension plan for all employees completing three years of service. The plan provides for contributions by the Village of 8% of the eligible employees' wages and 10% for the Village Manager. Upon contribution to the plan, the Village exercises no control over the participants' accounts.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting Award to the Village of Golf for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended September 30, 2017. This was the sixth year that the Village received this prestigious award. In order to be awarded a Certificate of Achievement, the government published an easily readable and efficiently organized CAFR. This report satisfied both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and are submitting it to the GFOA to determine eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Village of Golf. Appreciation is also extended to the Mayor and the Village Council for their unfailing support for maintaining the highest standards of professionalism in the management of the Village of Golf's finances.

Yours in service,



Christine M. Thrower
Village Manager



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Village of Golf
Florida**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

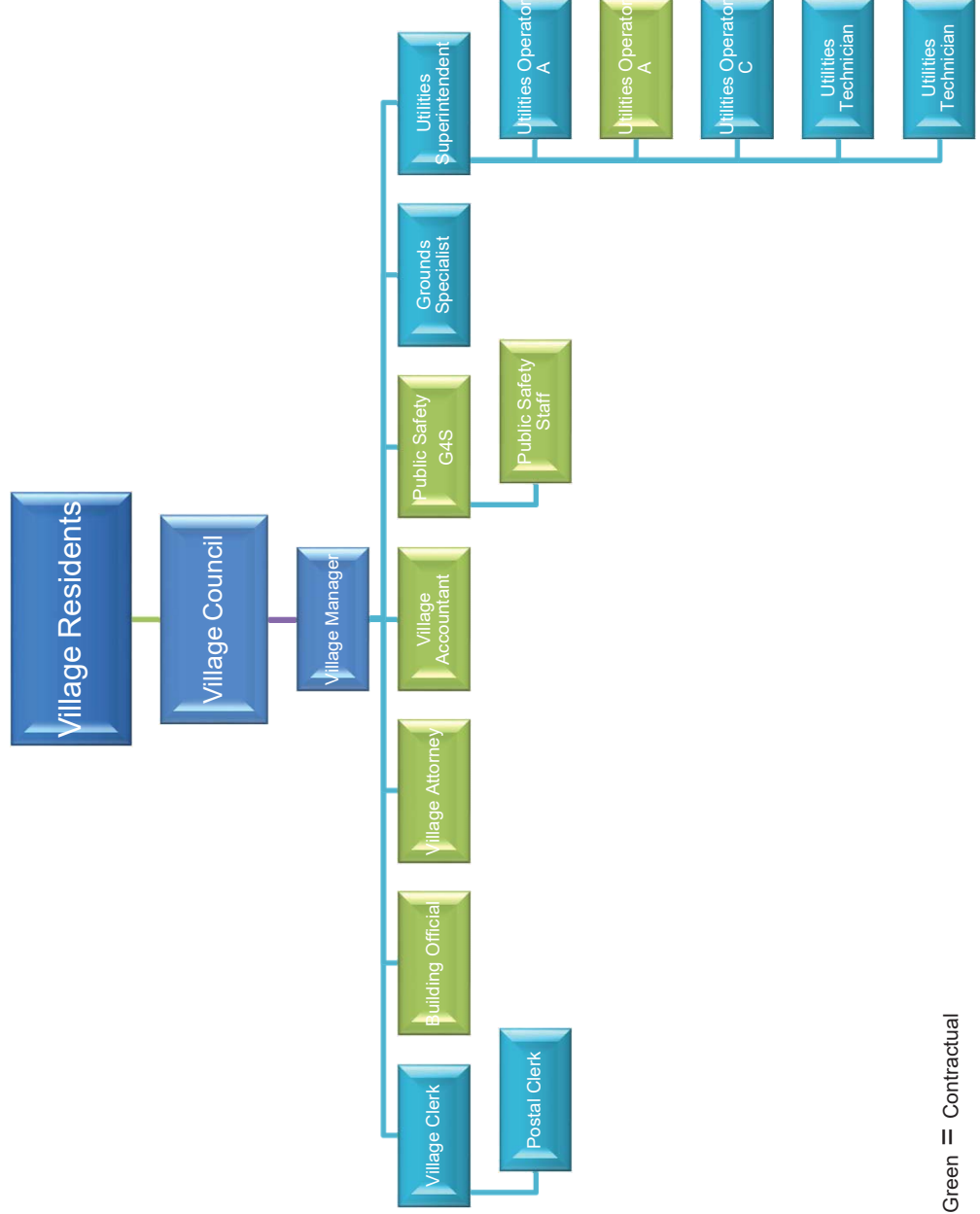
September 30, 2017

Christopher P. Morill

Executive Director/CEO

Village of Golf

Organizational Chart



Green = Contractual

VILLAGE OF GOLF, FLORIDA

COUNCIL – MANAGER FORM OF GOVERNMENT

VILLAGE COUNCIL

Mayor Thomas E. Lynch

Vice Mayor Michael E. Botos

Council Member Robert C. Buchanan

Council Member J. Marshall Duane III

Council Member Winstone Windle

VILLAGE ATTORNEY: BRADLEY W. BIGGS P.A.

VILLAGE MANAGER: CHRISTINE M. THROWER, M.B.A.

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FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Village Council
Village of Golf, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of the Village of Golf, Florida (the "Village") as of and for the fiscal year ended September 30, 2018, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and each major fund of the Village as of September 30, 2018, and the respective changes in financial position, and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The accompanying introductory section and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 22, 2019, on our consideration of the Village's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Village's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village's internal control over financial reporting and compliance.

Report on Other Legal and Regulatory Requirements

We have also issued our report dated February, 22, 2019, on our consideration of the Village's compliance with the requirements of Section 218.415, Florida Statutes, as required by Rule 10.556(10) of the Auditor General of the State of Florida. The purpose of that report is to provide an opinion based on our examination conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants.



February 22, 2019

MANAGEMENT'S DISCUSSION AND ANALYSIS

The management of the Village of Golf, Florida ("Village") would like to offer the readers of the Village's financial statements this discussion and analysis of the financial activities of the Village's financial statements for the fiscal year ended September 30, 2018. Please read it in conjunction with the Village's Comprehensive Annual Financial Report, basic financial statements, accompanying notes and supplementary information to the basic financial statements.

FINANCIAL HIGHLIGHTS

- The assets of the Village exceeded its liabilities at the close of the fiscal year ended September 30, 2018, resulting in a net position of \$5,981,688. Of this amount, \$2,506,430 is unrestricted net position which may be used to meet the Village's ongoing obligations.
- The Village's net position decreased by \$(131,092) in comparison with the prior year. The key components of the Village's net position and change in net position are reflected in the table in the government-wide financial analysis section.
- At September 30, 2018, the Village's governmental funds reported combined ending fund balance of \$1,308,376, reflecting a decrease of \$(16,936). A portion of the total fund balance, \$32,566, is non-spendable for prepaid items. A total of \$3,317 is committed to street and road maintenance. The remainder is unassigned fund balance, which is available for spending at the Village's discretion.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as the introduction to the Village's basic financial statements. The Village's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

The *government-wide financial statements* are designed to provide readers with a broad overview of the Village's finances in a manner similar to a private-sector business.

The *statement of net positions* presents information on all the Village's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating.

The *statement of activities* presents information showing how the Village's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

Both of the government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (government activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Village include general government, public safety, grounds maintenance, and fire rescue. The business-type activities of the Village include the water operation.

Fund Financial Statement

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village can be divided into two categories: governmental funds and proprietary funds.

OVERVIEW OF THE FINANCIAL STATEMENTS (Continued)

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a Village's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the Village's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Village maintains two governmental funds, the general fund and the special revenue fund. Information is presented separately in the governmental fund balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances.

The Village adopts an annual appropriated budget for its general fund. A budgetary comparison schedule has been provided for the general fund to demonstrate compliance with this budget.

Proprietary Funds

The Village maintains one type of proprietary fund: an enterprise fund. An enterprise fund is used to report the same function presented as business-type activities in the government-wide financial statements. The Village uses an enterprise fund to account for its water distribution and utility plant operations within the Village.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Village, assets exceeded liabilities by \$5,981,688 at the close of the most recent fiscal year.

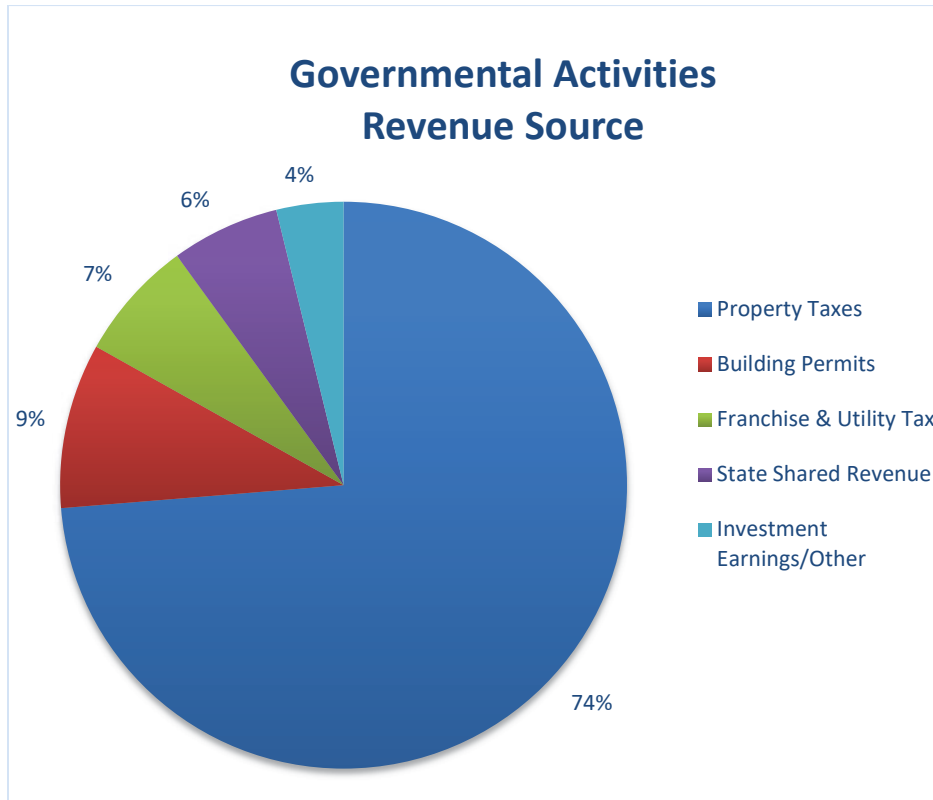
A portion of the Village's net position reflects its investment in capital assets (e.g. land, land improvements, and infrastructure); less any related debt used to acquire those assets that is still outstanding. These assets are used to provide services to residents; consequently, these assets are not available for future spending.

Our analysis of the financial statements of the Village begins below. The Statement of Net Position and the Statement of Activities report information about the Village's activities that help answer questions about the position of the Village. A comparative analysis is provided.

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

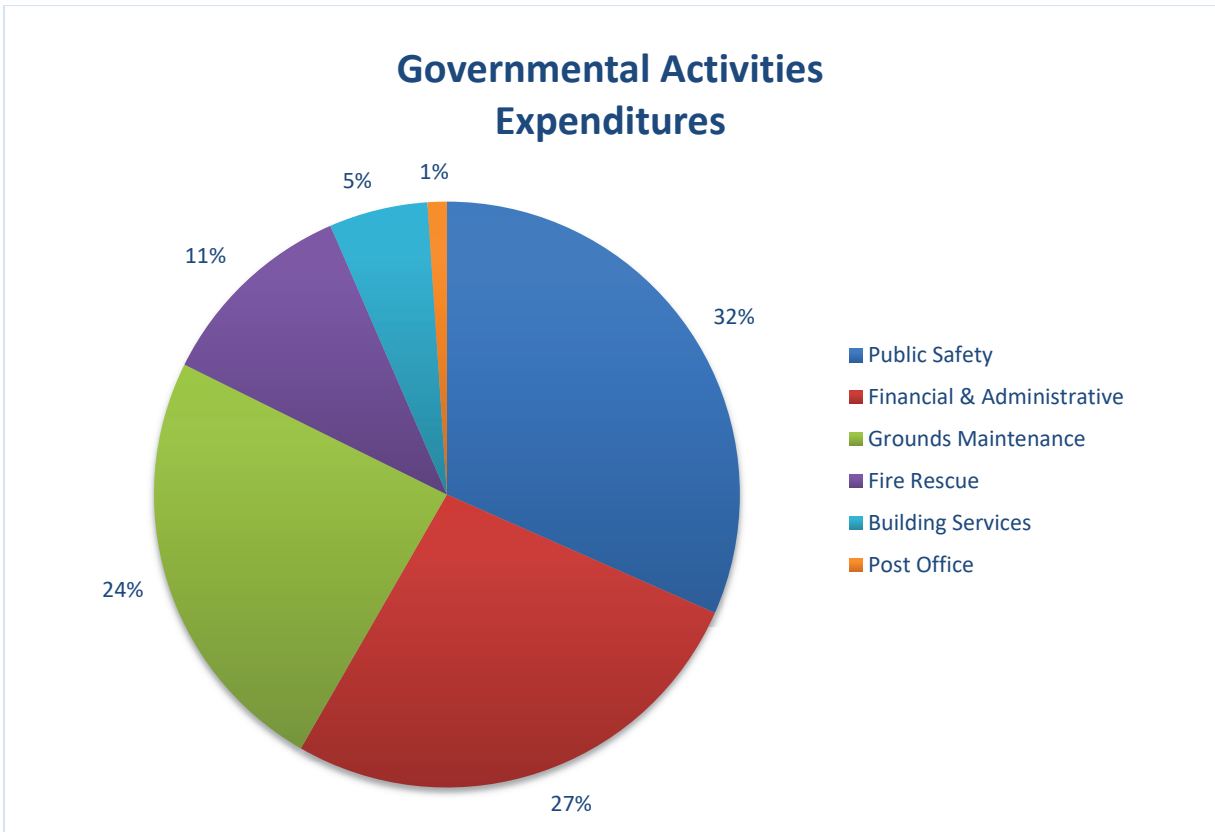
Governmental activities

As noted below and in the statement of activities, the cost of all governmental activities during the fiscal year ended September 30, 2018 was \$1,937,098. The majority of these activities were financed through general revenues of \$1,194,605 and charges for services of \$148,913 which combined consist primarily of ad valorem taxes, franchise fees, utility taxes, building permits and other state shared taxes.



GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

Governmental Activities (Continued)



Net Position

A summary of the Village's net position is presented in the table below:

	Net Position September 30,					
	Governmental Activities		Business Activities		Total	
	2018	2017	2018	2017	2018	2017
Current and other assets	\$ 1,462,898	\$ 1,500,350	\$ 1,323,095	\$ 1,294,722	\$ 2,785,993	\$ 2,795,072
Capital assets, net	1,202,218	1,316,045	3,466,759	3,657,551	4,668,977	4,973,596
Total assets	2,665,116	2,816,395	4,789,854	4,952,273	7,454,970	7,768,668
Current liabilities	102,407	122,923	99,371	153,370	201,778	276,293
Long-term liabilities	33,864	26,047	1,237,640	1,353,548	1,271,504	1,379,595
Total liabilities	136,271	148,970	1,337,011	1,506,918	1,473,282	1,655,888
Net Position:						
Net investment in capital assets	1,202,218	1,316,045	2,273,040	2,347,558	3,475,258	3,663,603
Unrestricted	1,326,627	1,351,380	1,179,803	1,097,797	2,506,430	2,449,177
Total net position	\$ 2,528,845	\$ 2,667,425	\$ 3,452,843	\$ 3,445,355	\$ 5,981,688	\$ 6,112,780

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

Net Position (Continued)

A summary of the Village's changes in net position is presented in the table below:

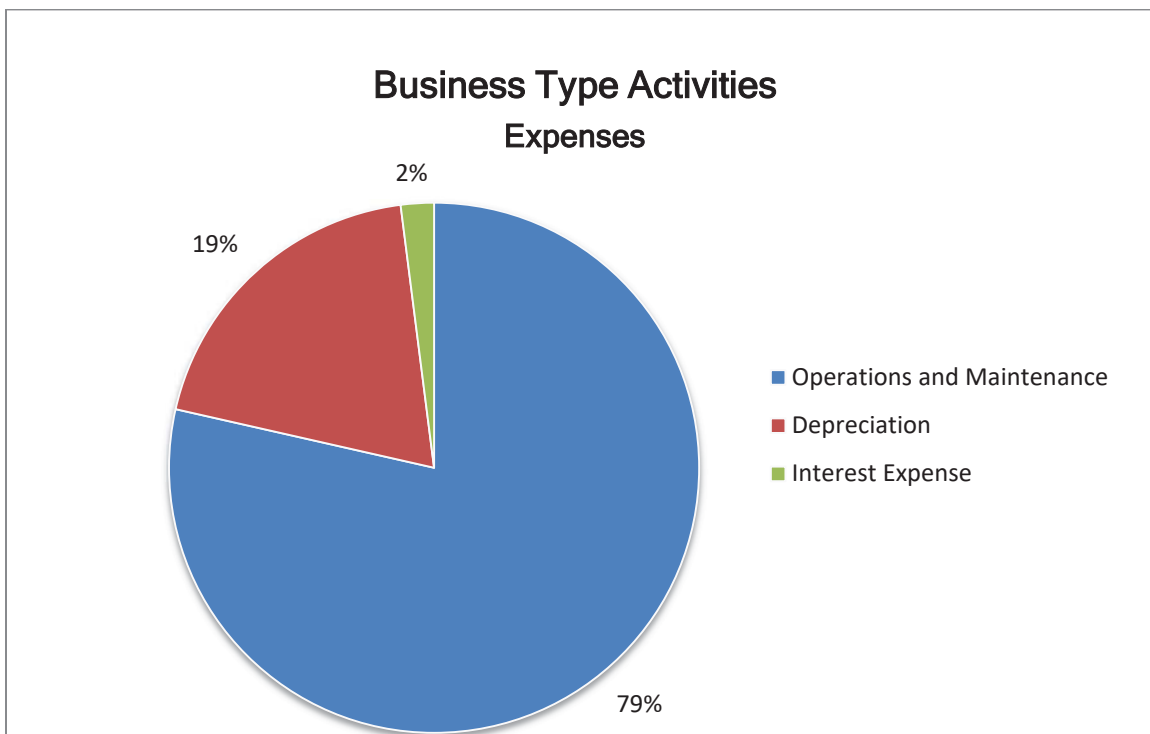
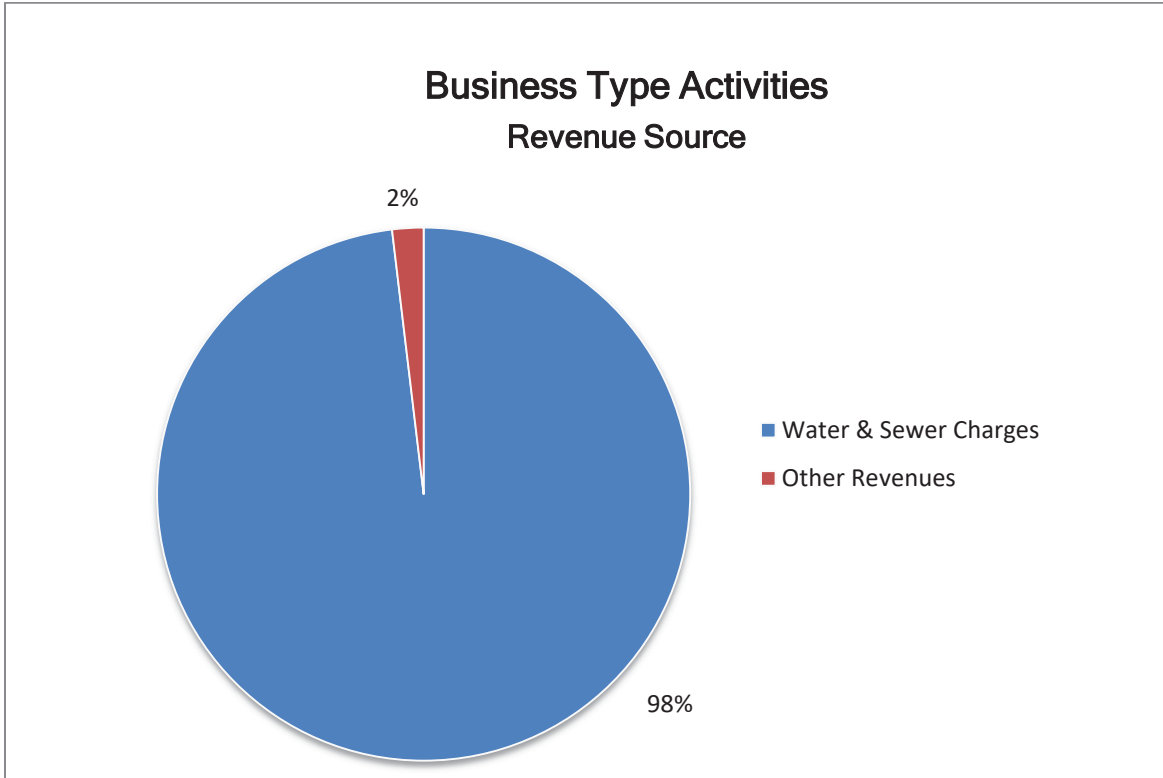
	Changes in Net Position					
	For the Fiscal Year Ended September 30,					
	Governmental Activities		Business Activities		Total	
	2018	2017	2018	2017	2018	2017
Revenues:						
Program Revenues:						
Charges for services	\$ 148,913	\$ 116,965	\$ 2,061,017	\$ 2,016,162	\$ 2,209,930	\$ 2,133,127
General Revenues:						
Property taxes	990,246	957,826	-	-	990,246	957,826
Franchise taxes and utility taxes	92,442	97,232	-	-	92,442	97,232
Intergovernmental revenue	82,990	74,601	-	-	82,990	74,601
Investment earnings and other	28,927	61,402	2,563	2,750	31,490	64,152
Total revenues	<u>1,343,518</u>	<u>1,308,026</u>	<u>2,063,580</u>	<u>2,018,912</u>	<u>3,407,098</u>	<u>3,326,938</u>
Expenses:						
Financial and administrative	517,038	454,538	-	-	517,038	454,538
Public safety	612,554	619,455	-	-	612,554	619,455
Physical environment	464,972	447,808	-	-	464,972	447,808
Fire rescue services	216,320	208,000	-	-	216,320	208,000
Post Office	20,653	20,692	-	-	20,653	20,692
Building services	105,561	61,431	-	-	105,561	61,431
Water and Sewer	-	-	1,601,092	1,644,598	1,601,092	1,644,598
Total expenses	<u>1,937,098</u>	<u>1,811,924</u>	<u>1,601,092</u>	<u>1,644,598</u>	<u>3,538,190</u>	<u>3,456,522</u>
Change in net position before transfers	(593,580)	(503,898)	462,488	374,314	(131,092)	(129,584)
Transfers in (out), net	455,000	416,000	(455,000)	(416,000)	-	-
Increase (decrease) in net position	<u>(138,580)</u>	<u>(87,898)</u>	<u>7,488</u>	<u>(41,686)</u>	<u>(131,092)</u>	<u>(129,584)</u>
Net position, beginning	<u>2,667,425</u>	<u>2,755,323</u>	<u>3,445,355</u>	<u>3,487,041</u>	<u>6,112,780</u>	<u>6,242,364</u>
Net position, ending	<u>\$ 2,528,845</u>	<u>\$ 2,667,425</u>	<u>\$ 3,452,843</u>	<u>\$ 3,445,355</u>	<u>\$ 5,981,688</u>	<u>\$ 6,112,780</u>

The Village's total net position decreased by \$(131,092) during the fiscal year. This decrease is attributable to recovery cost incurred due to Hurricane Irma (Executive Order 17-235, 09/04/17)

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

Business-type activities

Business-type activities reflect the operations of the water facilities within the Village. The cost of operations is covered primarily by charges to customers. Water expenses decreased slightly from the prior fiscal year despite continued upgrades to the water plant.



GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

The focus of the Village of Golf's governmental funds is to provide information on the near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Village's financing requirements, if any.

At the end of the current fiscal year, fund balance in the general fund and the special revenue fund was \$1,308,376, a decrease of \$(16,936) in comparison with the prior year. Fund balance has been categorized as follows: (1) Non-spendable: prepaid items \$32,566, (2) Committed \$3,317 and (3) Unassigned \$1,272,493.

GENERAL FUND BUDGETARY HIGHLIGHTS

An operating budget was adopted and maintained by the governing board for the Village pursuant to the requirements of Florida Statutes. The budget is adopted using the same basis of accounting that is used in preparation of the fund financial statements. The legal level of budgetary control, the level at which expenditures may not exceed budget, is in the aggregate. Any budget amendments that increase the aggregate budgeted appropriations must be approved by the Village Council. The general fund budget for the fiscal year ended September 30, 2018 required a budget amendment to capture unanticipated expenses related to Hurricane Irma. The general fund budget for the fiscal year ended September 30, 2018 was amended to increase revenues and appropriations by \$109,136.

The General Fund is the chief operating fund in the Village of Golf. As a measure of the general fund's liquidity, it may be useful to compare total fund expenditures to total fund balance. Total general fund balance represents 73% of total general fund expenditures.

A summary of the general fund's condensed balance sheet and statement of revenues, expenditures and changes in fund balance for September 30, 2018 and 2017 is shown below:

Summary of Condensed Balance Sheet

	2018	2017
Total Assets	<u>\$ 1,457,583</u>	<u>\$ 1,492,946</u>
Total Liabilities	\$ 100,409	\$ 120,207
Total Deferred Inflows of Resources	52,115	52,115
Total Fund Balance	<u>1,305,059</u>	<u>1,320,624</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 1,457,583</u>	<u>\$ 1,492,946</u>

Summary of Condensed Statement of Revenues, Expenditures and Changes in Fund Balances

	2018	2017
Total Revenues	\$ 1,306,726	\$ 1,218,110
Total Expenditures	<u>1,777,291</u>	<u>1,671,928</u>
Excess of Revenues over Expenditures	(470,565)	(453,818)
Total Other financing Sources (Uses)	455,000	416,000
Net Change in Fund Balance	<u>\$ (15,565)</u>	<u>\$ (37,818)</u>

CAPITAL ASSETS

At September 30, 2018, the Village had \$3,786,392 invested in land, buildings, infrastructure, machinery and equipment, and furniture for its governmental activities. In the government-wide financial statements depreciation of \$2,584,174 has been taken, which resulted in a net book value of \$1,202,218. The Village's business-type activities reported net capital assets of \$3,466,759. More detailed information about the Village's capital assets is presented in the notes of the financial statements presented herein on page 27.

LONG TERM DEBT

At the end of the fiscal year, the Village's outstanding debt was \$1,193,719. In 2002 the Village entered into a loan agreement with Florida Municipal Loan Council in the principal amount of \$2,260,000 for the purposes of financing water system improvements. Interest rates on the loan varied between 3.25% and 5.50%. Loan repayment obligations are payable from and secured by a pledge of the "net revenues" from the Village's water and wastewater utility system.

In April 2012, the Village terminated their agreement with Florida Municipal Loan Council. The balance of the Series 2002A bonds was refinanced through Branch Banking & Trust Company with a fixed interest rate of 2.61%. Refinancing of the loan produced future savings to the Village of approximately \$600,000. Installments of the principal and interest payments are due semi-annually on May 1st and November 1st commenced on November 1, 2012. The maturity date of the loan is May 1, 2027. More detailed information about the Village's long term debt is presented in the notes of the financial statements presented herein on page 28.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The Village's local economy is primarily recreational, featuring an 18-hole golf course, while commercial retail and service activity combine for a small segment. A large portion of the Village's residents are seasonal. Consequently, local economic detriments affect the Village to a lesser extent due to the broad natural and worldwide composition of the Village's cyclical resident.

REQUEST FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the financial resources it manages and the stewardship of the facilities it maintains.

Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Village Manager, Christine M. Thrower at the Village of Golf, 21 Country Road, Golf, Florida 33436.

**VILLAGE OF GOLF, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2018**

	Primary Government		
	Governmental Activities	Business-type Activities	Total
<u>ASSETS</u>			
Cash and cash equivalents	\$ 758,901	\$ 1,043,474	\$ 1,802,375
Investments	608,580	223,447	832,027
Accounts receivable	62,626	34,070	96,696
Inventory	23,279	-	23,279
Prepays and deposits	9,512	22,104	31,616
Capital assets:			
Nondepreciable capital assets	341,343	17,798	359,141
Depreciable capital assets, net	860,875	3,448,961	4,309,836
Total assets	<u>2,665,116</u>	<u>4,789,854</u>	<u>7,454,970</u>
<u>LIABILITIES</u>			
Accounts payable and other liabilities	86,949	86,387	173,336
Accrued interest payable	-	12,984	12,984
Unearned revenue	15,458	-	15,458
Noncurrent liabilities:			
Due within one year	21,772	143,374	165,146
Due in more than one year	12,092	1,094,266	1,106,358
Total liabilities	<u>136,271</u>	<u>1,337,011</u>	<u>1,473,282</u>
<u>NET POSITION</u>			
Net investment in capital assets	1,202,218	2,273,040	3,475,258
Unrestricted	1,326,627	1,179,803	2,506,430
Total net position	<u>\$ 2,528,845</u>	<u>\$ 3,452,843</u>	<u>\$ 5,981,688</u>

See notes to the financial statements

**VILLAGE OF GOLF, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2018**

Functions/Programs	Net (Expenses) Revenue and Changes in Net Position				Total
	Expenses	Program Revenues	Primary Government		
			Charges for Services	Governmental Activities	
Primary government:					
Governmental activities:					
Financial and administrative	\$ 517,038	\$ 22,377	\$ (494,661)	\$ -	(494,661)
Public safety	612,554	126,536	(486,018)	-	(486,018)
Physical environment	464,972	-	(464,972)	-	(464,972)
Fire rescue services	216,320	-	(216,320)	-	(216,320)
Post Office	20,653	-	(20,653)	-	(20,653)
Building services	105,561	-	(105,561)	-	(105,561)
Total governmental activities	1,937,098	148,913	(1,788,185)	-	(1,788,185)
Business-type activities:					
Water and sewer	1,601,092	2,061,017	-	459,925	459,925
Total business-type activities	1,601,092	2,061,017	-	459,925	459,925
Total primary government	3,538,190	2,209,930	(1,788,185)	459,925	(1,328,260)
General revenues:					
Property taxes			990,246	-	990,246
Franchise taxes and utility taxes			92,442	-	92,442
Intergovernmental, not restricted for specific purposes			82,990	-	82,990
Unrestricted investment earnings			5,168	2,563	7,731
Miscellaneous revenues			23,759	-	23,759
Total general revenues			1,194,605	2,563	1,197,168
Transfers			455,000	(455,000)	-
Change in net position			(138,580)	7,488	(131,092)
Net position, beginning			2,667,425	3,445,355	6,112,780
Net position, ending			\$ 2,528,845	\$ 3,452,843	\$ 5,981,688

See notes to the financial statements

**VILLAGE OF GOLF, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2018**

	<u>Major Funds</u>		
	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Total Governmental Funds</u>
<u>ASSETS</u>			
Cash and cash equivalents	\$ 756,916	\$ 1,985	\$ 758,901
Investments	608,580	-	608,580
Accounts receivables	59,521	3,105	62,626
Inventory	23,279	-	23,279
Prepays and deposits	9,287	225	9,512
Total assets	<u>\$ 1,457,583</u>	<u>\$ 5,315</u>	<u>\$ 1,462,898</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable and other liabilities	\$ 84,951	\$ 1,998	\$ 86,949
Unearned revenue	15,458	-	15,458
Total liabilities	<u>100,409</u>	<u>1,998</u>	<u>102,407</u>
Deferred inflows of resources - unavailable revenue	<u>52,115</u>	<u>-</u>	<u>52,115</u>
Fund balances:			
Nonspendable:			
Prepays, deposits and inventory	32,566	-	32,566
Committed for street and road maintenance	-	3,317	3,317
Unassigned	1,272,493	-	1,272,493
Total fund balances	<u>1,305,059</u>	<u>3,317</u>	<u>1,308,376</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 1,457,583</u>	<u>\$ 5,315</u>	<u>\$ 1,462,898</u>

See notes to the financial statements

**VILLAGE OF GOLF, FLORIDA
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2018**

Total fund balances - governmental funds \$ 1,308,376

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds. The statement of net position includes those capital assets, net of any accumulated depreciation, in the net position of the government as a whole.

Cost of capital assets	3,786,392	
Accumulated depreciation	<u>(2,584,174)</u>	1,202,218

Assets recorded in the governmental fund financial statements that are not available to pay for current-period expenditures are unavailable revenue in the governmental funds.		52,115
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Liabilities not due and payable from current available resources are not reported as liabilities in the governmental fund statements. All liabilities, both current and long-term, are reported in the government-wide financial statements.		
Compensated absences		<u>(33,864)</u>

Net position of governmental activities		<u><u>\$ 2,528,845</u></u>
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See notes to the financial statements

VILLAGE OF GOLF, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2018

	<u>Major Funds</u>		<u>Total Governmental Funds</u>
	<u>General Fund</u>	<u>Special Revenue Fund</u>	
Revenues:			
Property taxes	\$ 990,246	\$ -	\$ 990,246
Communications service tax	17,051	-	17,051
Franchise fees	75,391	-	75,391
Intergovernmental	45,646	37,344	82,990
Local business tax receipts	22,377	-	22,377
Building permits	126,536	-	126,536
Interest income	5,116	52	5,168
Miscellaneous revenues	24,363	-	24,363
Total revenues	<u>1,306,726</u>	<u>37,396</u>	<u>1,344,122</u>
Expenditures:			
Current:			
Financial and administrative	497,420	-	497,420
Public safety	584,485	-	584,485
Physical environment	340,168	38,767	378,935
Fire rescue services	216,320	-	216,320
Post office	19,282	-	19,282
Building services	105,561	-	105,561
Capital outlay	14,055	-	14,055
Total expenditures	<u>1,777,291</u>	<u>38,767</u>	<u>1,816,058</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(470,565)</u>	<u>(1,371)</u>	<u>(471,936)</u>
Other financing sources:			
Transfers in	455,000	-	455,000
Total other financing sources	<u>455,000</u>	<u>-</u>	<u>455,000</u>
Net change in fund balances	(15,565)	(1,371)	(16,936)
Fund balances, beginning	<u>1,320,624</u>	<u>4,688</u>	<u>1,325,312</u>
Fund balances, ending	<u>\$ 1,305,059</u>	<u>\$ 3,317</u>	<u>\$ 1,308,376</u>

See notes to the financial statements

VILLAGE OF GOLF, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2018

Net change in fund balances - total governmental funds	\$ (16,936)
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures; however, the cost of capital assets is eliminated in the statement of activities and capitalized in the statement of net position.	14,055
The net effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins and donations) is to increase/(decrease) net position.	(604)
Expenses reported in the statement of activities that do not require the use of current financial resources are not reported as expenditures in the funds. The details of the differences are as follows:	
Current change in compensated absence	(7,817)
Depreciation of capital assets	(127,278)
Change in net position of governmental activities	\$ (138,580)

See notes to the financial statements

VILLAGE OF GOLF, FLORIDA
STATEMENT OF NET POSITION - PROPRIETARY FUND
SEPTEMBER 30, 2018

	Enterprise Fund	
	Water and Sewer Utility	Total
<u>ASSETS</u>		
Current Assets:		
Cash and cash equivalents	\$ 1,043,474	\$ 1,043,474
Investments	223,447	223,447
Accounts receivable	34,070	34,070
Prepaid expenses	22,104	22,104
Total current assets	1,323,095	1,323,095
Noncurrent Assets:		
Capital assets:		
Nondepreciable capital assets	17,798	17,798
Depreciable capital assets, net	3,448,961	3,448,961
Total capital assets	3,466,759	3,466,759
Total noncurrent assets	3,466,759	3,466,759
Total assets	4,789,854	4,789,854
<u>LIABILITIES</u>		
Current Liabilities:		
Accounts payable	74,687	74,687
Accrued liabilities	11,700	11,700
Accrued interest payable	12,984	12,984
Current portion of compensated absences	24,046	24,046
Current portion of loan payable	119,328	119,328
Total current liabilities	242,745	242,745
Long-Term Liabilities:		
Loan payable	1,074,391	1,074,391
Compensated absences	19,875	19,875
Total long-term liabilities	1,094,266	1,094,266
Total Liabilities	1,337,011	1,337,011
<u>NET POSITION</u>		
Net investment in capital assets	2,273,040	2,273,040
Unrestricted	1,179,803	1,179,803
Total net position	\$ 3,452,843	\$ 3,452,843

See notes to the financial statements

**VILLAGE OF GOLF, FLORIDA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
NET POSITION - PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2018**

	<u>Enterprise Fund</u>	
	<u>Water and Sewer</u>	
	<u>Utility</u>	<u>Total</u>
Operating revenues:		
Charges for services	\$ 2,024,451	\$ 2,024,451
Other operating revenues	36,566	36,566
Total operating revenues	<u>2,061,017</u>	<u>2,061,017</u>
Operating expenses:		
Operating, administrative and maintenance	1,257,643	1,257,643
Depreciation	311,119	311,119
Total operating expenses	<u>1,568,762</u>	<u>1,568,762</u>
Operating income (loss)	<u>492,255</u>	<u>492,255</u>
Nonoperating revenues (expenses):		
Interest income	2,563	2,563
Interest expense	(32,330)	(32,330)
Total nonoperating revenues (expenses)	<u>(29,767)</u>	<u>(29,767)</u>
Income (loss) before transfers	462,488	462,488
Transfers out	<u>(455,000)</u>	<u>(455,000)</u>
Change in net position	7,488	7,488
Total net position, beginning	3,445,355	3,445,355
Total net position, ending	<u>\$ 3,452,843</u>	<u>\$ 3,452,843</u>

See notes to the financial statements

**VILLAGE OF GOLF, FLORIDA
STATEMENT OF CASH FLOWS - PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2018**

	Enterprise Funds	
	Water and Sewer Utility	Total
Cash Flows From Operating Activities:		
Receipts from customers and users	\$ 2,073,010	\$ 2,073,010
Payments to suppliers	(1,039,702)	(1,039,702)
Payments to employees	(277,411)	(277,411)
Net cash provided (used) by operating activities	<u>755,897</u>	<u>755,897</u>
Cash Flows Provided (Used) By Noncapital Financing Activities:		
Transfers to other funds	(455,000)	(455,000)
Net cash provided (used) by noncapital financing	<u>(455,000)</u>	<u>(455,000)</u>
Cash Flows Provided (Used) By Capital and Related Financing Activities:		
Purchase of capital assets	(120,327)	(120,327)
Interest paid on long-term debt	(33,444)	(33,444)
Principal paid on notes payable	(116,274)	(116,274)
Net cash provided (used) by capital and related financing activities	<u>(270,045)</u>	<u>(270,045)</u>
Cash Flows Provided (Used) By Investing Activities:		
Sale of investments	(223,447)	(223,447)
Interest received	2,563	2,563
Net cash provided (used) by investing activities	<u>(220,884)</u>	<u>(220,884)</u>
Net increase (decrease) in cash	(190,032)	(190,032)
Cash and cash equivalents, beginning	1,233,506	1,233,506
Cash and cash equivalents, ending	<u>\$ 1,043,474</u>	<u>\$ 1,043,474</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities		
Operating income (loss)	\$ 492,255	\$ 492,255
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation	311,119	311,119
Changes in assets and liabilities:		
(Increase)/Decrease in accounts receivable	11,993	11,993
(Increase)/Decrease in prepaid expenses	(6,951)	(6,951)
Increase/(Decrease) in accounts payable	(52,388)	(52,388)
Increase/(Decrease) in accrued liabilities	(497)	(497)
Increase/(Decrease) in compensated absences	366	366
Total adjustments	<u>263,642</u>	<u>263,642</u>
Net cash provided (used) by operating activities	<u>\$ 755,897</u>	<u>\$ 755,897</u>

See notes to the financial statements

**VILLAGE OF GOLF, FLORIDA
NOTES TO FINANCIAL STATEMENTS**

NOTE 1 – NATURE OF ORGANIZATION AND REPORTING ENTITY

The Village of Golf (the “Village”), located in Palm Beach County, is a political subdivision of the State of Florida. The Village, which was incorporated in 1957, operates under a Council-Manager form of government. The Mayor, Vice-Mayor and Treasurer are appointed by the Council members. During the absence or incapacity of the Mayor, the Vice-Mayor shall have all the powers, authority, duties and responsibilities of the Mayor. The Mayor serves as chairperson of public meetings and executes certain documents authorized by charter, ordinance or resolution. In addition to the general government function, the Village provides its residents with physical environment services (refuse collection and parks beautification), public safety (police and fire), and building, zoning and planning functions.

The financial statements were prepared in accordance with Governmental Accounting Standards Board (“GASB”) Statements. Under the provisions of those standards, the financial reporting entity consists of the primary government, organizations for which the Village Council is considered to be financially accountable and other organizations for which the nature and significance of their relationship with the Village are such that, if excluded, the financial statements of the Village would be considered incomplete or misleading. There are no entities considered to be component units of the Village; therefore, the financial statements include only the operations of the Village.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Government-Wide and Fund Financial Statements

The basic financial statements include both government-wide and fund financial statements.

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the Village. For the most part, the effect of inter-fund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Other items not included among program revenues are reported instead as *general revenues*.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures as well as expenditures related to compensated absences and claims and judgments are recorded only when payment is due.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

Property Taxes

Property taxes are ad valorem and levied each November 1 on property as of the previous January 1. The Palm Beach County Tax Collector's office bills and collects ad valorem taxes on behalf of the Village. Ad valorem taxes are due for payment on March 31 and become delinquent April 1. Tax certificates are sold to satisfy liens on delinquent assessments in July. Property taxes relating to the current budget and collected within 60 days after fiscal year end of the budget period are recognized as revenue. The fiscal year 2018 millage rate assessed by the Village was 6.3849.

In the governmental funds, property taxes, franchise fees, licenses and permits, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Revenues for expenditure driven grants are recognized when the qualifying expenditures are incurred. In the government-wide financial statements property taxes are recorded when assessed and levied.

The Village reports the following major governmental funds:

General Fund

The general fund is the primary operating fund of the Village. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Fund

The special revenue fund is used to account for the maintenance of streets and roads. Revenue sources are local option taxes from the state and contributions from owners.

The Village reports the following major proprietary fund:

Water and Sewer Fund

This enterprise fund is used to account for the operations of the water utility services within the Village. The costs of providing services to the residents are recovered primarily through user charges.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Village's enterprise fund are charges to customers for sales and services. Operating expenses of the enterprise fund include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

As a general rule, the effect of inter-fund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the Village's various utility functions and various other functions of the Village. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first for qualifying expenditures, then unrestricted resources as they are needed.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

New Accounting Standards Adopted

During fiscal year 2018, the Village adopted the following new accounting standards:

GASB 75 - Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions

This Statement establishes new accounting and financial reporting requirements for governments whose employees are provided with OPEB, as well as for certain nonemployer governments that have a legal obligation to provide financial support for OPEB provided to the employees of other entities. The provisions in Statement 75 are effective for fiscal years beginning after June 15, 2017. Earlier application is encouraged.

GASB Statement No. 81 - Irrevocable Split-Interest Agreements

The objective of this Statement is to improve accounting and financial reporting for irrevocable split-interest agreements by providing recognition and measurement guidance for situations in which a government is a beneficiary of the agreement. The requirements of this Statement are effective for periods beginning after December 15, 2016. Earlier application is encouraged.

GASB Statement No. 85 - Omnibus 2017

The objective of this Statement is to address practice issues that have been identified during implementation and application of certain GASB Statements. This Statement addresses a variety of topics including issues related to blending component units, goodwill, fair value measurement and application, and postemployment benefits (pensions and other postemployment benefits [OPEB]). The provisions of this Statement are effective for periods beginning after June 15, 2017. Earlier application is encouraged.

GASB Statement No. 86 - Certain Debt Extinguishment Issues

The primary objective of this Statement is to improve consistency in accounting and financial reporting for in-substance defeasance of debt by providing guidance for transactions in which cash and other monetary assets acquired with only existing resources—resources other than the proceeds of refunding debt—are placed in an irrevocable trust for the sole purpose of extinguishing debt. This Statement also improves accounting and financial reporting for prepaid insurance on debt that is extinguished and notes to financial statements for debt that is defeased in substance. The requirements of this Statement are effective for reporting periods beginning after June 15, 2017. Earlier application is encouraged.

Assets, Liabilities and Net Position or Equity

Deposits and Investments

The Village considers cash on hand, demand deposits, and all other short-term investments that are highly liquid as cash equivalents. Highly liquid short-term investments are those readily convertible to a known amount of cash, and at the day of purchase, have a maturity date no longer than three months.

The Village has elected to proceed under the Alternative Investment Guidelines as set forth in Section 218.415 (17) Florida Statutes. The Village may invest any surplus public funds in the following:

- a) The Local Government Surplus Trust Funds, or any intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperation Act;
- b) Securities and Exchange Commission registered money market funds with the highest credit quality rating from a nationally recognized rating agency;
- c) Interest bearing time deposits or savings accounts in qualified public depositories;
- d) Direct obligations of the U.S. Treasury.

Securities listed in paragraph c and d shall be invested to provide sufficient liquidity to pay obligations as they come due.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities and Net Position or Equity (Continued)

Deposits and Investments (Continued)

The Village records all interest revenue related to investment activities in the respective funds. Investments are measured at amortized cost or reported at fair value as required by generally accepted accounting principles.

Inventories and Prepaid Items

Inventories are recorded at cost using the first-in first-out method. Inventories are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Receivables and Payables

During the course of operations, transactions occur between individual funds. Any residual balances outstanding between governmental activities and business-type activities for internal borrowing are reported in the government-wide financial statements as “internal balances”.

Receivables include amounts due from other governments and others for services provided by the Village. Receivables are recorded and revenues are recognized as earned or as specific program expenditures/expenses are incurred. Allowances for uncollectible receivables are based upon historical trends and the periodic aging of receivables.

Capital Assets

Capital assets which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets (including intangible assets) are defined by the Village as assets with an initial, individual cost of more than \$500 and an estimated useful life in excess of one year. Purchased or constructed assets are recorded at historical cost or estimated historical cost if actual cost is unavailable. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant and equipment of the Village are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	30
Infrastructure	20
Machinery and equipment	5 – 12
Utility plant	25
Improvements other than buildings	7 – 20
Furniture and fixtures	5 - 10

In the governmental fund financial statements, amounts incurred for the acquisition of capital assets are reported as fund expenditures. Depreciation expense is not reported in the governmental fund financial statements.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities and Net Position or Equity (Continued)

Unearned Revenue

Governmental funds also report unearned revenue in connection with resources that have been received, but not yet earned.

Compensated Absences

Village employees are granted vacation pay and sick leave in varying amounts based on length of service. Upon termination, unused sick leave benefits, if any, are paid at 25% to a maximum accumulation of 320 hours. Unused vacation pay, if any, is paid with an employee's resignation or termination. Employees are eligible to carry over up to one year's accrued vacation time, from year to year on their anniversary date. All vacation pay and sick leave is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. Typically, the general fund has been used to liquidate the liability.

Long-Term Obligations

In the government-wide financial statements and the proprietary fund financial statements long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net position. Bond premiums and discounts, are deferred and amortized ratably over the life of the bonds using the straight-line method. Bonds are reported net of the applicable bond premium or discount. Bond issuance costs are expensed when incurred.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

Fund Equity/Net Position

In the fund financial statements, governmental funds report non spendable and restricted fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Assignments of fund balance represent tentative management plans that are subject to change.

The Village can establish limitations on the use of fund balance as follows:

Committed fund balance – Amounts that can be used only for the specific purposes determined by a formal action (resolution) of the Village Council. Commitments may be changed or lifted only by the Village Council taking the same formal action (resolution) that imposed the constraint originally. Resources accumulated pursuant to stabilization arrangements sometimes are reported in this category.

Assigned fund balance – Includes spendable fund balance amounts established by the Village Council through resolutions that are intended to be used for specific purposes that are neither considered restricted nor committed. The Village Council may also assign fund balance as it does when appropriating fund balance to cover differences in estimated revenue and appropriations in the subsequent year's appropriated budget. Assignments are generally temporary and normally the same formal action need not be taken to remove the assignment.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities and Net Position or Equity (Continued)

Fund Equity/Net Position (Continued)

Net position is the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources. Net position in the government-wide financial statements are categorized as net investment in capital assets, restricted or unrestricted. Net investment in capital assets represents net position related to infrastructure and property, plant and equipment. Restricted net position represents the assets restricted by the Village's Bond covenants or other contractual restrictions. Unrestricted net position consists of the net position not meeting the definition of either of the other two components.

Fund Balance Flow Assumption

The Village uses restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal agreements that prohibit doing this, such as in grant agreements requiring dollar for dollar spending.

The Village first uses committed fund balance, followed by assigned fund balance and then unassigned fund balance when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

Other Disclosures

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

NOTE 3 – BUDGETARY INFORMATION

The Village is required to establish a budgetary system and an approved Annual Budget. Annual Budgets are adopted on a basis consistent with generally accepted accounting principles for the general fund. All annual appropriations lapse at fiscal year-end.

The Village follows these procedures in establishing the budgetary data reflected in the financial statements.

- a) Each year the Village Manager submits to the Village Council a proposed operating budget for the fiscal year commencing the following October 1.
- b) Public hearings are conducted to obtain comments.
- c) Prior to October 1, the budget is legally adopted by the Village Council.
- d) All budget changes must be approved by the Village Council.
- e) The budgets are adopted on a basis consistent with generally accepted accounting principles.
- f) Unused appropriation for annually budgeted funds lapse at the end of the year.

NOTE 4 – DEPOSITS AND INVESTMENTS

Deposits

The Village's cash balances were entirely covered by federal depository insurance or by a collateral pool pledged to the State Treasurer. Florida Statutes Chapter 280, "Florida Security for Public Deposits Act", requires all qualified depositories to deposit with the Treasurer or another banking institution eligible collateral equal to various percentages of the average daily balance for each month of all public deposits in excess of any applicable deposit insurance held. The percentage of eligible collateral (generally, U.S. Governmental and agency securities, state or local government debt, or corporate bonds) to public deposits is dependent upon the depository's financial history and its compliance with Chapter 280. In the event of a failure of a qualified public depository, the remaining public depositories would be responsible for covering any resulting losses.

NOTE 4 – DEPOSITS AND INVESTMENTS (Continued)

Investments

The Village’s investments were held as follows at September 30, 2018:

	Amortized Cost	Credit Risk	Weighted Average Maturity
Florida Local Government Investment Trust - Day to Day MMF	\$ 832,027	S&P AAAM	34 Days
	<u>\$ 832,027</u>		

Credit risk – For investments, credit risk is generally the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Investment ratings by investment type are included in the preceding summary of investments.

Concentration risk – The Village places no limit on the amount the Village may invest in any one issuer.

Interest rate risk – The Village does not have a formal policy that limits investment maturities as a means of managing exposure to fair value losses arising from increasing interest rates.

Fair Value Measurement – When applicable, the Village measures and records its investments using fair value measurement guidelines established in accordance with GASB Statements. The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques.

These guidelines recognize a three-tiered fair value hierarchy, in order of highest priority, as follows:

- *Level 1:* Investments whose values are based on unadjusted quoted prices for identical investments in active markets that the Village has the ability to access;
- *Level 2:* Investments whose inputs - other than quoted market prices - are observable either directly or indirectly; and,
- *Level 3:* Investments whose inputs are unobservable.

The fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the entire fair value measurement. Valuation techniques used should maximize the use of observable inputs and minimize the use of unobservable inputs.

Money market investments that have a maturity at the time of purchase of one year or less and are held by governments other than external investment pools should be measured at amortized cost. Accordingly, the Village’s investments have been reported at amortized cost above.

NOTE 5 – INTERFUND TRANSFERS

Interfund transfers for the fiscal year ended September 30, 2018 were as follows:

Fund	Transfers In	Transfers Out
General	\$ 455,000	\$ -
Water and Sewer Utility	-	455,000
	<u>\$ 455,000</u>	<u>\$ 455,000</u>

Transfers are used to move revenues from the fund where collection occurs to the fund where funds have been reallocated for use. Transfers from the water and sewer utility fund to the general fund are for the water and sewer utility fund’s share of administrative, fire rescue, and public safety expenses.

NOTE 6 – ACCOUNTS RECEIVABLE

Receivables at September 30, 2018, for the Village's major fund accounts are as follows:

	General	Special Revenue Fund	Water and Sewer	Total
Billed	\$ -	\$ -	\$ 34,070	\$ 34,070
Utility tax	1,682	-	-	1,682
Intergovernmental	3,133	3,105	-	6,238
Grants receivable	52,115	-	-	52,115
Other	2,591	-	-	2,591
Gross receivables	59,521	3,105	34,070	96,696
Less allowance for uncollectibles	-	-	-	-
Net total receivables	\$ 59,521	\$ 3,105	\$ 34,070	\$ 96,696

NOTE 7 – CAPITAL ASSETS

Capital asset activity for the fiscal year ended September 30, 2018 was as follows:

	Beginning Balance	Additions	Deductions	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 341,343	\$ -	\$ -	\$ 341,343
Total capital assets, not being depreciated	341,343	-	-	341,343
Capital assets, being depreciated:				
Buildings	757,243	-	-	757,243
Improvements other than buildings	1,971,834	-	-	1,971,834
Machinery and equipment	681,027	14,055	(3,015)	692,067
Furniture and fixtures	23,905	-	-	23,905
Total capital assets, being depreciated	3,434,009	14,055	(3,015)	3,445,049
Less accumulated depreciation:				
Buildings	489,004	18,626	-	507,630
Improvements other than buildings	1,328,345	85,809	-	1,414,154
Machinery and equipment	619,125	22,291	(2,411)	639,005
Furniture and fixtures	22,833	552	-	23,385
Total accumulated depreciation	2,459,307	127,278	(2,411)	2,584,174
Total capital assets, being depreciated, net	974,702	(113,223)	(604)	860,875
Governmental activities capital assets, net	\$ 1,316,045	\$ (113,223)	\$ (604)	\$ 1,202,218

Depreciation expense was charged to function/programs as follows:

Governmental activities:	
Financial and administrative	\$ 13,471
Public safety	28,069
Physical environment	85,738
Total depreciation expense, governmental activities	\$ 127,278

NOTE 7 – CAPITAL ASSETS (Continued)

	Beginning Balance	Additions	Deductions	Ending Balance
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 17,798	\$ -	\$ -	\$ 17,798
Total capital assets, not being depreciated	17,798	-	-	17,798
Capital assets, being depreciated:				
Utility plant	9,167,168	48,875	-	9,216,043
Improvements other than buildings	89,127	7,256	-	96,383
Machinery and equipment	2,249,722	64,196	-	2,313,918
Total capital assets, being depreciated	11,506,017	120,327	-	11,626,344
Less accumulated depreciation:				
Utility plant	6,018,405	231,889	-	6,250,294
Improvements other than buildings	40,037	4,115	-	44,152
Machinery and equipment	1,807,822	75,115	-	1,882,937
Total accumulated depreciation	7,866,264	311,119	-	8,177,383
Total capital assets, being depreciated, net	3,639,753	(190,792)	-	3,448,961
Business-type activities capital assets, net	\$ 3,657,551	\$ (190,792)	\$ -	\$ 3,466,759

NOTE 8 – LONG-TERM LIABILITIES

Branch Banking and Trust Loan

In 2002, the Village entered into a loan agreement with Florida Municipal Loan Council in the principal amount of \$2,260,000 for the purpose of financing water system improvements. Interest rates on the loan varied between 3.25% and 5.50%. In April 2012, the Village entered into a loan agreement with the Branch Banking and Trust Company in the principal amount of \$1,845,000 with an interest rate on the loan of 2.61%. The purpose of the loan was to refinance the loan with Florida Municipal Loan Council.

The Village's loan repayment obligations are payable from and secured by a lien upon and pledge of the "net revenues" of the Village's water and wastewater utility system. The Village also has covenants to appropriate from its non-ad valorem revenue amounts not being paid from the net revenues of the system. Installments of principal and interest payments are due semi-annually on May 1st and November 1st, commencing on November 1, 2012. The remaining balance plus any accrued and unpaid interest is due at the maturity date of May 1, 2027.

Long term liabilities other than debt are typically liquidated with funds from the general fund.

Changes in long-term liability activity for the fiscal year ended September 30, 2018 were as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Amount Due Within One Year
<u>Governmental activities:</u>					
Compensated absences	\$ 26,047	\$ 25,488	\$ (17,671)	\$ 33,864	\$ 21,772
	\$ 26,047	\$ 25,488	\$ (17,671)	\$ 33,864	\$ 21,772
<u>Business-type activities:</u>					
Loan payable	\$ 1,309,993	\$ -	\$ (116,274)	\$ 1,193,719	\$ 119,328
Compensated absences	43,555	26,163	(25,797)	43,921	24,046
Total	\$ 1,353,548	\$ 26,163	\$ (142,071)	\$ 1,237,640	\$ 143,374

NOTE 8 – LONG-TERM LIABILITIES (Continued)

At September 30, 2018, the scheduled debt service requirements on the long-term debt were as follows:

Year Ending September 30,	Business-type Activities		
	Principal	Interest	Total
2019	\$ 119,328	\$ 30,388	\$ 149,716
2020	122,464	27,253	149,717
2021	125,679	24,036	149,715
2022	128,982	20,735	149,717
2023	132,371	17,346	149,717
2024-2027	564,895	33,688	598,583
	<u>\$ 1,193,719</u>	<u>\$ 153,446</u>	<u>\$ 1,347,165</u>

NOTE 9 – SIMPLIFIED EMPLOYEE PENSION-INDIVIDUAL RETIREMENT ACCOUNT (SEP-IRA) PLAN

Effective May 14, 1981, the Village adopted a simplified employee pension plan for all eligible employees. The plan provides for contributions by the Village from zero up to a maximum of 15% of the eligible employees' wages. Village Council has the authority to amend the plan provisions and contribution percentage. The Village contributed \$48,151 to the plan during the fiscal year ended September 30, 2018, which amounts to 8% of the eligible employees' wages, 10% for the manager, and an additional fixed amount for the manager for calendar year 2017 in accordance with the manager's contract. The Village's contributions were calculated for eligible, participating employees on the base salary amount of approximately \$450,000. Upon contribution to the plan, the Village exercises no control over the participants' accounts.

NOTE 10 – RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The Village has obtained commercial insurance from independent third parties to mitigate the costs of these risks; coverage may not extend to all situations. Settled claims from these risks have not exceeded commercial insurance coverage for each of the past three fiscal years.

NOTE 11 – PRONOUNCEMENTS ISSUED, BUT NOT YET ADOPTED

GASB Statement No. 83 - *Certain Asset Retirement Obligations*

This Statement addresses accounting and financial reporting for certain asset retirement obligations (AROs). An ARO is a legally enforceable liability associated with the retirement of a tangible capital asset. A government that has legal obligations to perform future asset retirement activities related to its tangible capital assets should recognize a liability based on the guidance in this Statement. The requirements of this Statement are effective for reporting periods beginning after June 15, 2018. Earlier application is encouraged.

GASB Statement No. 84 - *Fiduciary Activities*

The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This Statement establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. The requirements of this Statement are effective for reporting periods beginning after December 15, 2018.

NOTE 11 – PRONOUNCEMENTS ISSUED, BUT NOT YET ADOPTED (Continued)

GASB Statement No. 87 – Leases

The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. For reporting periods beginning after December 15, 2019.

GASB Statement No. 88 - *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*

The objective of this Statement is to improve consistency in the information that is disclosed in notes to government financial statements related to debt, including direct borrowings and direct placements, and to provide financial statement users with additional essential information about debt. The requirements of this Statement are effective for reporting periods beginning after June 15, 2018. Earlier application is encouraged. This Statement applies to notes to financial statements of all periods presented. If application for prior periods presented is not practicable, the reason for not applying this Statement to prior periods presented should be disclosed.

GASB 89 - *Accounting for Interest Cost Incurred before the End of a Construction Period*

The objectives of this Statement are (a) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (b) to simplify accounting for certain interest costs. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019. Earlier application is encouraged. Changes adopted to conform to the provisions of this Statement should be applied prospectively. For construction-in-progress, interest cost incurred after the beginning of the first reporting period to which this Statement is applied should not be capitalized.

GASB 90 - *Majority Equity Interests an amendment of GASB Statements No. 14 and No. 61*

The primary objectives of this Statement are to improve consistency in the measurement and comparability of the financial statement presentation of majority equity interests in legally separate organizations and to improve the relevance of financial statement information for certain component units. The requirements of this Statement are effective for reporting periods beginning after December 15, 2018. Earlier application is encouraged. Except as discussed in paragraph 11, in the period this Statement is first applied, changes adopted to conform to the provisions of this Statement should be applied retroactively by restating financial statements, if practicable, for all periods presented. If restatement for prior periods is not practicable, the cumulative effect, if any, of applying this Statement should be reported as a restatement of beginning net position (or fund balance or fund net position, as applicable) for the earliest period restated. Also, the reason for not restating prior periods presented should be disclosed. In the first period that this Statement is applied, the notes to financial statements should disclose the nature of the restatement and its effect.

The Village's management has not yet determined the effect these Statements will have on the Village's financial statements.

**VILLAGE OF GOLF, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL – GENERAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2018**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget-
	Original	Final		Positive (Negative)
Revenues:				
Property taxes	\$ 976,563	\$ 990,247	\$ 990,246	\$ (1)
Communications service tax	13,321	17,051	17,051	-
Franchise fees	71,500	74,550	75,391	841
Intergovernmental	41,968	44,901	45,646	745
Local business tax receipts	19,300	22,378	22,377	(1)
Building permits	65,000	126,537	126,536	(1)
Interest income	1,500	5,114	5,116	2
Miscellaneous revenues	3,000	20,510	24,363	3,853
	<u>1,192,152</u>	<u>1,301,288</u>	<u>1,306,726</u>	<u>5,438</u>
Expenditures:				
Current:				
Financial and administrative	421,970	498,295	497,420	875
Public safety	607,202	607,202	584,485	22,717
Physical environment	325,612	326,350	340,168	(13,818)
Fire rescue services	216,320	216,320	216,320	-
Post Office	22,864	22,864	19,282	3,582
Building services	73,492	105,565	105,561	4
Capital outlay	-	-	14,055	(14,055)
Total expenditures	<u>1,667,460</u>	<u>1,776,596</u>	<u>1,777,291</u>	<u>(695)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(475,308)</u>	<u>(475,308)</u>	<u>(470,565)</u>	<u>4,743</u>
Other financing sources:				
Transfers in	455,000	455,000	455,000	-
Use of fund balance	20,308	20,308	-	(20,308)
Total other financing sources	<u>475,308</u>	<u>475,308</u>	<u>455,000</u>	<u>(20,308)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>(15,565)</u>	<u>\$ (15,565)</u>
Fund balance, beginning			<u>1,320,624</u>	
Fund balance, ending			<u>\$ 1,305,059</u>	

See notes to required supplementary information

**VILLAGE OF GOLF, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL – SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2018**

	Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original & Final	Actual Amounts	(Negative)
Revenues:			
Intergovernmental	\$ 38,000	\$ 37,344	\$ (656)
Interest income	-	52	52
	38,000	37,396	(604)
Expenditures:			
Current:			
Physical environment	38,000	38,767	(767)
Total expenditures	38,000	38,767	(767)
Excess (deficiency) of revenues over (under) expenditures	\$ -	(1,371)	\$ (1,371)
Fund balance, beginning		4,688	
Fund balance, ending		\$ 3,317	

See notes to required supplementary information

VILLAGE OF GOLF, FLORIDA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

The Village is required to establish a budgetary system and an approved Annual Budget for the general fund and special revenue fund. The Village's budgeting process is based on estimates of cash receipts and cash expenditures which are approved by the Council. The budget approximates a basis consistent with accounting principles generally accepted in the United States of America (generally accepted accounting principles).

The legal level of budgetary control, the level at which expenditures may not exceed budget, is in the aggregate. Any budget amendments that increase the aggregate budgeted appropriations must be approved by the Village Council. The general fund budget for the fiscal year ended September 30, 2018 required a budget amendment to capture unanticipated expenses related to Hurricane Irma. The general fund budget for the fiscal year ended September 30, 2018 was amended to increase revenues and appropriations by \$109,136.

STATISTICAL SECTION

This part of the Village of Golf's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Village's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends	
<i>These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time. These schedules include:</i>	
Net Position by Component	34
Changes in Net Position	35-36
Fund Balances, Governmental Funds	37
Changes in Fund Balances of Governmental Funds	38
Revenue Capacity	
<i>These schedules contain information to help the reader assess the Village's most significant local revenue source, the property tax.</i>	
General Governmental Tax Revenue by Source	39
Assessed Value and Estimated Actual Value of Taxable Property	39
Direct and Overlapping Property Tax Rates	40
Principal Property Taxpayers	41
Property Tax Levies and Collections	41
Debt Capacity	
<i>These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.</i>	
Ratios of Outstanding Debt by Type	42
Ratios of General Bonded Debt Outstanding	42
Direct and Overlapping Governmental Activities Debt	43
Pledged-Revenue Coverage	43
Demographic and Economic Information	
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.</i>	
Demographic and Economic Statistics	44
Principal Employers	44

Contents (Continued)

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Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.

Full-time Equivalent Municipality Government Employees by Function/Program	44
Operating Indicators by Function/Program	45
Capital Asset Statistics by Function/Program	45

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

SCHEDULE 1
VILLAGE OF GOLF, FLORIDA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCURAL BASIS OF ACCOUNTING)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Governmental activities:										
Net investment in capital assets	\$ 1,394,812	\$ 1,417,277	\$ 2,092,203	\$ 2,107,893	\$ 1,939,014	\$ 1,748,985	\$ 1,570,192	\$ 1,415,190	\$ 1,316,045	\$ 1,202,218
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	2,103,475	2,063,828	1,349,675	1,240,666	1,263,653	1,272,545	1,291,987	1,340,133	1,351,380	1,326,627
Total governmental activities net position	3,498,287	3,481,105	3,441,878	3,348,559	3,202,667	3,021,530	2,862,179	2,755,323	2,667,425	2,528,845
Business-type activities:										
Net investment in capital assets	1,460,012	1,759,421	1,830,405	1,934,440	2,424,940	2,372,764	2,314,864	2,307,337	2,347,558	2,273,040
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	628,351	896,367	1,087,480	1,165,714	799,639	838,302	1,025,446	1,179,704	1,097,797	1,179,803
Total business-type activities net position	2,088,363	2,655,788	2,917,885	3,100,154	3,224,579	3,211,066	3,340,310	3,487,041	3,445,355	3,452,843
Total government:										
Net investment in capital assets	2,854,824	3,176,698	3,922,608	4,042,333	4,363,954	4,121,749	3,885,056	3,722,527	3,663,603	3,475,258
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	2,731,826	2,960,195	2,437,155	2,406,380	2,063,292	2,110,847	2,317,433	2,519,837	2,449,177	2,506,430
Total primary government net position	\$ 5,586,650	\$ 6,136,893	\$ 6,359,763	\$ 6,448,713	\$ 6,427,246	\$ 6,232,596	\$ 6,202,489	\$ 6,242,364	\$ 6,112,780	\$ 5,981,688

SCHEDULE 2
VILLAGE OF GOLF, FLORIDA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Expenses:										
Governmental activities:										
Financial and administrative	\$ 346,859	\$ 347,444	\$ 434,410	\$ 458,297	\$ 298,517	\$ 220,738	\$ 242,066	\$ 373,523	\$ 454,538	\$ 517,038
Public safety	490,513	518,000	558,414	565,508	638,962	660,700	709,248	592,624	619,455	612,554
Physical environment	319,143	336,726	341,158	390,897	374,998	440,460	455,176	482,825	447,808	464,972
Fire rescue services	95,134	94,939	129,937	135,134	140,540	146,161	152,008	200,000	208,000	216,320
Post office	-	-	-	-	38,072	39,969	25,619	26,470	20,692	20,653
Building services	-	-	-	-	-	69,391	71,627	59,760	61,431	105,561
Total governmental activities	<u>1,251,649</u>	<u>1,297,109</u>	<u>1,463,919</u>	<u>1,549,836</u>	<u>1,491,089</u>	<u>1,577,419</u>	<u>1,655,744</u>	<u>1,735,202</u>	<u>1,811,924</u>	<u>1,937,098</u>
Business-type activities:										
Water and sewer	1,517,319	1,170,724	1,254,749	1,349,777	1,462,454	1,510,625	1,603,654	1,430,400	1,644,598	1,601,092
Total business-type activities	<u>1,517,319</u>	<u>1,170,724</u>	<u>1,254,749</u>	<u>1,349,777</u>	<u>1,462,454</u>	<u>1,510,625</u>	<u>1,603,654</u>	<u>1,430,400</u>	<u>1,644,598</u>	<u>1,601,092</u>
Total government expenses	<u>\$ 2,768,968</u>	<u>\$ 2,467,833</u>	<u>\$ 2,718,668</u>	<u>\$ 2,899,613</u>	<u>\$ 2,953,543</u>	<u>\$ 3,088,044</u>	<u>\$ 3,259,398</u>	<u>\$ 3,165,602</u>	<u>\$ 3,456,522</u>	<u>\$ 3,538,190</u>
Program revenues:										
Governmental activities:										
Charges for services:										
Financial and administrative	\$ 15,205	\$ 37,863	\$ 25,367	\$ 28,589	\$ 9,308	\$ 21,555	\$ 19,107	\$ 17,390	\$ 23,951	\$ 22,377
Public safety	23,885	20,933	32,232	34,650	82,256	127,591	122,531	70,122	93,014	126,536
Physical environment	-	-	-	-	-	-	-	-	-	-
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
Total governmental activities	<u>39,090</u>	<u>58,796</u>	<u>57,599</u>	<u>63,239</u>	<u>91,564</u>	<u>149,146</u>	<u>141,638</u>	<u>87,512</u>	<u>116,965</u>	<u>148,913</u>
Business-type activities:										
Charges for services:										
Water and sewer	1,807,610	1,789,978	1,810,006	1,826,376	1,809,109	1,895,122	1,925,857	1,990,863	2,016,162	2,061,017
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
Total business-type activities	<u>1,807,610</u>	<u>1,789,978</u>	<u>1,810,006</u>	<u>1,826,376</u>	<u>1,809,109</u>	<u>1,895,122</u>	<u>1,925,857</u>	<u>1,990,863</u>	<u>2,016,162</u>	<u>2,061,017</u>
Total program revenues	<u>\$ 1,846,700</u>	<u>\$ 1,848,774</u>	<u>\$ 1,867,605</u>	<u>\$ 1,889,615</u>	<u>\$ 1,900,673</u>	<u>\$ 2,044,268</u>	<u>\$ 2,067,495</u>	<u>\$ 2,078,375</u>	<u>\$ 2,133,127</u>	<u>\$ 2,209,930</u>

SCHEDULE 2 (CONTINUED)
VILLAGE OF GOLF, FLORIDA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
 (ACCRUAL BASIS OF ACCOUNTING)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Net (expense) revenue:										
Governmental activities	\$ (1,212,559)	\$ (1,238,313)	\$ (1,406,320)	\$ (1,486,597)	\$ (1,399,525)	\$ (1,428,273)	\$ (1,514,106)	\$ (1,647,690)	\$ (1,694,959)	\$ (1,788,185)
Business-type activities	290,291	619,254	555,257	476,599	346,655	384,497	322,203	560,463	371,564	459,925
Total net expense	\$ (922,268)	\$ (619,059)	\$ (851,063)	\$ (1,009,998)	\$ (1,052,870)	\$ (1,043,776)	\$ (1,191,903)	\$ (1,087,227)	\$ (1,323,395)	\$ (1,328,260)
General revenues:										
Governmental activities:										
Taxes:										
Property taxes	\$ 959,496	\$ 958,335	\$ 880,194	\$ 866,152	\$ 873,272	\$ 882,574	\$ 987,197	\$ 949,274	\$ 957,826	\$ 990,246
Intergovernmental revenues	117,321	121,396	53,426	53,601	54,053	56,427	60,156	61,530	74,601	82,990
Franchise taxes	78,831	79,763	95,763	128,651	120,973	92,609	90,326	91,210	97,232	92,442
Investment earnings	7,743	2,676	9,568	9,872	1,760	101	3,540	404	1,084	5,168
Miscellaneous	42,708	8,961	33,142	40,002	10,075	21,925	20,036	22,416	60,318	23,759
Transfers	50,000	50,000	295,000	295,000	193,500	193,500	193,500	416,000	416,000	455,000
Total governmental activities	1,256,099	1,221,131	1,367,093	1,393,278	1,253,633	1,247,136	1,354,755	1,540,834	1,607,061	1,649,605
Business-type activities:										
Investment earnings	367	(1,829)	1,840	670	1,270	290	541	2,268	2,750	2,563
Miscellaneous	-	-	-	-	-	-	-	-	-	-
Transfers	(50,000)	(50,000)	(295,000)	(295,000)	(193,500)	(193,500)	(193,500)	(416,000)	(416,000)	(455,000)
Total business-type activities	(49,633)	(51,829)	(293,160)	(294,330)	(192,230)	(193,210)	(192,959)	(413,732)	(413,250)	(452,437)
Total general revenues	\$ 1,206,466	\$ 1,169,302	\$ 1,073,933	\$ 1,098,948	\$ 1,061,403	\$ 1,053,926	\$ 1,161,796	\$ 1,127,102	\$ 1,193,811	\$ 1,197,168
Change in net position:										
Governmental activities	\$ 43,540	\$ (17,182)	\$ (39,227)	\$ (93,319)	\$ (145,892)	\$ (181,137)	\$ (159,351)	\$ (106,856)	\$ (87,898)	\$ (138,580)
Business-type activities	240,658	567,425	262,097	182,269	154,425	191,287	129,244	146,731	(41,686)	7,488
Total change in net position	\$ 284,198	\$ 550,243	\$ 222,870	\$ 88,950	\$ 8,533	\$ 10,150	\$ (30,107)	\$ 39,875	\$ (129,584)	\$ (131,092)

SCHEDULE 3
VILLAGE OF GOLF, FLORIDA
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
General fund:										
Non-spendable	\$ 32,939	\$ 35,793	\$ 19,101	\$ 30,310	\$ 22,353	\$ 32,572	\$ 21,624	\$ 34,158	\$ 21,473	\$ 32,566
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	544,635	-	-	59,855	20,307	-
Unassigned	2,131,821	2,095,664	1,402,835	1,277,964	732,144	1,278,163	1,282,161	1,264,429	1,278,844	1,272,493
Total general fund	<u>2,164,760</u>	<u>2,131,457</u>	<u>1,421,936</u>	<u>1,308,274</u>	<u>1,299,132</u>	<u>1,310,735</u>	<u>1,303,785</u>	<u>1,358,442</u>	<u>1,320,624</u>	<u>1,305,059</u>
All other governmental funds:										
Committed	-	-	-	-	-	-	3,635	4,516	4,688	3,317
Unassigned	-	(22,082)	(21,532)	(20,732)	-	-	-	-	-	-
Total all other governmental funds	-	(22,082)	(21,532)	(20,732)	-	-	3,635	4,516	4,688	3,317
Total governmental funds	<u>\$ 2,164,760</u>	<u>\$ 2,109,375</u>	<u>\$ 1,400,404</u>	<u>\$ 1,287,542</u>	<u>\$ 1,299,132</u>	<u>\$ 1,310,735</u>	<u>\$ 1,307,420</u>	<u>\$ 1,362,958</u>	<u>\$ 1,325,312</u>	<u>\$ 1,308,376</u>

Note: The Village implemented GASB Statement No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions" in fiscal year 2011. Fiscal years 2008 - 2010 amounts have been restated to conform to the new statement requirements.

SCHEDULE 4
VILLAGE OF GOLF, FLORIDA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Revenues:										
Ad valorem taxes	\$ 959,496	\$ 958,335	\$ 880,194	\$ 866,152	\$ 873,272	\$ 882,574	\$ 987,197	\$ 949,274	\$ 957,826	\$ 990,246
Franchise fees	78,831	44,763	70,801	68,434	64,457	64,956	70,105	70,967	82,604	75,391
Building permits and licenses	39,090	32,685	40,877	47,043	91,564	149,146	141,638	87,512	116,965	148,913
Intergovernmental revenue	117,321	121,396	113,389	109,440	110,569	84,080	80,377	81,773	89,229	100,041
Charges for services	-	-	-	-	-	-	-	-	-	-
Investment income	7,743	2,676	9,568	9,872	1,760	101	3,540	404	1,084	5,168
Grants	-	-	-	-	-	-	-	-	-	-
Miscellaneous	42,708	35,072	49,864	56,198	13,452	21,925	23,511	22,416	8,203	24,363
Total revenues	<u>1,245,189</u>	<u>1,194,927</u>	<u>1,164,693</u>	<u>1,157,139</u>	<u>1,155,074</u>	<u>1,202,782</u>	<u>1,306,368</u>	<u>1,212,346</u>	<u>1,255,911</u>	<u>1,344,122</u>
Expenditures:										
Current:										
Financial and administrative	324,304	324,441	425,474	437,872	274,725	206,112	214,210	346,388	437,373	497,420
Public safety	458,484	483,180	530,073	515,047	604,959	602,527	700,917	560,110	588,128	584,485
Physical environment	249,384	242,941	255,254	249,661	218,435	286,868	312,766	352,843	355,303	378,935
Fire rescue services	95,134	94,939	129,937	135,134	140,540	146,161	152,008	200,000	208,000	216,320
Post Office	-	-	-	-	38,072	40,512	24,790	26,842	20,327	19,282
Building Services	-	-	-	-	-	69,391	71,627	59,760	61,431	105,561
Capital outlay	355,460	154,811	827,925	227,287	61,253	33,108	26,865	26,865	38,995	14,055
Total expenditures	<u>1,482,766</u>	<u>1,300,312</u>	<u>2,168,663</u>	<u>1,565,001</u>	<u>1,337,984</u>	<u>1,384,679</u>	<u>1,503,183</u>	<u>1,572,808</u>	<u>1,709,557</u>	<u>1,816,058</u>
Excess of revenues over expenditures	<u>(237,577)</u>	<u>(105,385)</u>	<u>(1,003,970)</u>	<u>(407,862)</u>	<u>(182,910)</u>	<u>(181,897)</u>	<u>(196,815)</u>	<u>(360,462)</u>	<u>(453,646)</u>	<u>(471,936)</u>
Other financing sources (uses):										
Transfers in	50,000	50,000	295,000	295,000	214,082	193,500	193,500	416,000	416,000	455,000
Transfers out	-	-	-	-	(20,582)	-	-	-	-	-
Proceeds from sale of assets	-	-	-	-	1,000	-	-	-	-	-
Total other financing sources (uses)	<u>50,000</u>	<u>50,000</u>	<u>295,000</u>	<u>295,000</u>	<u>194,500</u>	<u>193,500</u>	<u>193,500</u>	<u>416,000</u>	<u>416,000</u>	<u>455,000</u>
Net change in fund balances	<u>\$ (187,577)</u>	<u>\$ (55,385)</u>	<u>\$ (708,970)</u>	<u>\$ (112,862)</u>	<u>\$ 11,590</u>	<u>\$ 11,603</u>	<u>\$ (3,315)</u>	<u>\$ 55,538</u>	<u>\$ (37,646)</u>	<u>\$ (16,936)</u>
Debt service as a percentage of non-capital expenditures	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

SCHEDULE 5
VILLAGE OF GOLF, FLORIDA
GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

<u>Fiscal Year</u>	<u>Ad Valorem Taxes</u>	<u>Franchise Taxes</u>	<u>Total</u>
2009	959,496	78,831	1,038,327
2010	958,335	44,763	1,003,098
2011	880,194	70,801	950,995
2012	866,152	68,434	934,586
2013	873,272	64,457	937,729
2014	882,574	64,956	947,530
2015	987,197	70,105	1,057,302
2016	949,274	70,967	1,020,241
2017	957,826	82,604	1,040,430
2018	990,246	75,391	1,065,637

Source: Village of Golf Finance Department

SCHEDULE 6
VILLAGE OF GOLF, FLORIDA
NET ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

<u>Fiscal Year Ended September 30,</u>	<u>Real Property</u>			<u>Total Net Assessed Value</u>	<u>Total Direct Tax Rate</u>
	<u>Residential Property</u>	<u>Commercial Property</u>	<u>Personal Property</u>		
2009	179,643,124	-	5,341,244	184,984,368	6.7076
2010	162,139,805	-	5,240,578	167,380,383	7.1265
2011	126,065,022	-	5,368,217	131,433,239	7.5016
2012	125,050,883	-	4,491,100	129,541,983	7.5016
2013	116,623,978	-	3,393,161	120,017,139	7.5016
2014	118,279,816	-	3,962,825	122,242,641	7.5016
2015	125,528,538	-	3,787,550	129,316,088	7.5016
2016	138,652,252	-	3,896,616	142,548,868	7.0063
2017	151,650,472	-	3,918,795	155,569,267	6.3849
2018	158,139,743	-	2,858,949	160,998,692	6.3849

Note: Property in the Village is reassessed each year. Millage is the tax rate used to calculate ad valorem taxes. One mil equals \$1 for every \$1,000 of taxable property value.

Source: Palm Beach County Property Appraiser's Office.

SCHEDULE 7
VILLAGE OF GOLF, FLORIDA
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS

Fiscal Year	Tax Roll Year	General Operations	Debt Service	Total Village	Overlapping Rates (1)										Total		
					Palm Beach					South Florida						Florida	Total
					County	Palm Beach	County	Health Care	Library System	Management District	Services Council	Everglades Construction	Navigation District	Overlapping Rates			
2009	2008	6.7076	-	6.7076	7.2510	3.9656	0.9975	0.5427	0.5346	0.6009	0.0894	0.0345	20.7238				
2010	2009	7.1265	-	7.1265	7.9830	4.5614	1.1451	0.5518	0.5346	0.6898	0.0894	0.0345	22.7161				
2011	2010	7.5016	-	7.5016	8.1540	4.9960	1.1451	0.6069	0.5346	0.7513	0.0894	0.0345	23.8134				
2012	2011	7.5016	-	7.5016	8.1800	4.9925	1.1250	0.6081	0.3739	0.7475	0.0624	0.0345	23.6255				
2013	2012	7.5016	-	7.5016	7.7780	4.9902	1.1220	-	0.3676	0.7300	0.0613	0.0345	22.5852				
2014	2013	7.5016	-	7.5016	7.5860	4.9902	1.1220	-	0.3676	0.7300	0.0613	0.0345	22.3932				
2015	2014	7.5016	-	7.5016	7.5940	4.9729	1.0800	-	0.3842	0.6745	-	0.0345	22.2417				
2016	2015	7.0063	-	7.0063	7.5120	4.9277	1.0426	-	0.3045	0.6677	0.0506	0.0320	21.5434				
2017	2016	6.3849	-	6.3849	7.0700	4.9142	0.8993	-	0.2836	0.6833	0.0471	0.0320	20.3144				
2018	2017	6.3849	-	6.3849	6.7690	4.9023	0.7808	-	0.2659	0.6590	0.0441	0.0320	19.8380				

Sources: Village of Golf Finance Department and Palm Beach County Property Appraiser's Office.

(1) Overlapping rates are those of local and county governments that apply to property owners within the Village of Golf. Not all overlapping rates apply to all Village of Golf property owners (i.e., the rates for special districts apply only to the proportion of the government's property owners whose property is located within the geographic boundaries of the special district).

SCHEDULE 8
VILLAGE OF GOLF, FLORIDA
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO (1)

2018			
<u>Taxpayer</u>	Net Assessed		Percent of Total Village Net Assessed
	<u>Value</u>	<u>Rank</u>	<u>Value</u>
DDRM Village Square at Golf LLC	\$19,442,131	1	12.08%
Country Club of Florida	7,648,571	2	4.75%
TBR Village Holdings LLC	4,295,464	3	2.67%
Scala Tracy J	3,819,068	4	2.37%
Stauner Carolyn Trust	3,382,106	5	2.10%
Lafferty Joseph S Jr	2,462,563	6	1.53%
Swaney William C	2,294,608	7	1.43%
Coleman Family Residence Trust	2,065,749	8	1.28%
Hamilton Elizabeth A Trust	2,046,045	9	1.27%
Bernet Nance P	1,977,951	10	1.23%
	\$49,434,256		30.70%

Source: Palm Beach County Property Appraiser's Office
 (1) Information for the fiscal years ended prior to September 30, 2012 is unavailable

SCHEDULE 9
VILLAGE OF GOLF, FLORIDA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year Ended	Total Taxes Levied for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Year's	Total Collections to Date	
		<u>Amount</u>	Percent of Levy		<u>Amount</u>	Percent of Levy
<u>September 30,</u>						
2009	1,240,801	959,496	77.33%	-	959,496	77.33%
2010	1,192,836	958,335	80.34%	-	958,335	80.34%
2011	985,960	880,194	89.27%	-	880,194	89.27%
2012	971,772	866,152	89.13%	-	866,152	89.13%
2013	900,321	873,272	97.00%	-	873,272	97.00%
2014	917,015	898,633	98.00%	-	898,633	98.00%
2015	971,138	933,215	96.10%	-	933,215	96.10%
2016	998,740	949,274	95.05%	-	949,274	95.05%
2017	993,294	957,826	96.43%	-	957,826	96.43%
2018	1,027,961	990,246	96.33%	-	990,246	96.33%

Source: Village of Golf Finance Department and Palm Beach County Tax Collector's Office
 2017 Collections include Value Adjustment Board petition disbursements

SCHEDULE 10
VILLAGE OF GOLF, FLORIDA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year Ended September 30,	Governmental Activities		Business-Type Activities		Total	Percent of Personal Income	Per Capita
	General Obligation Bonds	Revenue Bonds	Revenue Bonds	Loans Payable			
2009	-	-	1,960,000	-	1,960,000	0.43%	8,522
2010	-	-	1,915,000	-	1,915,000	0.43%	8,326
2011	-	-	1,865,000	-	1,865,000	0.40%	7,401
2012	-	-	1,845,000	-	1,845,000	0.38%	7,096
2013	-	-	1,746,077	-	1,746,077	0.38%	6,716
2014	-	-	1,641,259	-	1,641,259	0.38%	6,313
2015	-	-	1,533,688	-	1,533,688	0.38%	5,876
2016	-	-	1,423,290	-	1,423,290	0.38%	5,351
2017	-	-	1,309,993	-	1,309,993	0.38%	4,925
2018	-	-	1,193,719	-	1,193,719	0.38%	4,488

Note: Details regarding the Village's outstanding debt can be found in the notes to the financial statements.

SCHEDULE 11
VILLAGE OF GOLF, FLORIDA
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Note: The Village does not have general obligation debt.

SCHEDULE 12
VILLAGE OF GOLF, FLORIDA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
SEPTEMBER 30, 2018

Government Unit	Net Debt Outstanding	2018	
		Percentage Applicable to the Village of Golf (1)	Amount Applicable to the Residents of the Village of Golf
Debt repaid with property taxes:			
Palm Beach County	\$82,850,000	0.49%	\$ 406,156
Palm Beach County School Board	1,380,857	0.68%	9,347
Village of Golf Direct Debt			-
Total Direct and Overlapping Debt			<u>\$ 415,503</u>

Sources: Palm Beach County Property Appraiser, Palm Beach County CAFR, dated 09/30/17 and School District of Palm Beach County CAFR dated 09/30/18

(1) General Obligation Bonds

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Village. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the Village of Golf. This process recognizes that, when considering the Village's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government.

SCHEDULE 13
VILLAGE OF GOLF, FLORIDA
PLEDGED REVENUE COVERAGE
LAST TEN FISCAL YEARS

Fiscal Year Ended September 30,	Non-Ad Valorem Revenues	Debt Service		Coverage
		Principal	Interest	
2009	1,517,319	45,000	92,428	11.04%
2010	1,170,724	45,000	100,525	8.04%
2011	1,254,749	50,000	102,764	8.21%
2012	1,349,777	20,000	124,480	9.34%
2013	1,462,454	98,702	51,015	9.77%
2014	1,510,625	104,818	44,899	10.09%
2015	1,603,654	107,571	42,145	10.71%
2016	1,430,400	110,397	39,319	9.55%
2017	1,644,598	113,298	36,419	10.98%
2018	1,601,092	116,274	32,330	10.77%

Source: Village of Golf Finance Department

SCHEDULE 14
VILLAGE OF GOLF, FLORIDA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

Year	Population	Median	Per Capita	Unemployment
		household	Personal Income	Rate
2009	230	144,956	74,999	11.7%
2010	230	144,956	74,999	11.7%
2011	252	209,524	143,008	11.1%
2012	260	232,145	177,625	9.3%
2013	260	232,145	177,625	7.1%
2014	260	232,145	177,625	6.1%
2015	261	232,145	176,117	5.6%
2016	266	232,145	176,117	5.2%
2017	266	196,614	158,628	4.0%
2018	266	196,614	158,628	3.2%

Sources:
 U.S. Census Bureau
 City-data.com
 Bureau of Labor Statistics

SCHEDULE 15
VILLAGE OF GOLF, FLORIDA
PRINCIPAL EMPLOYERS
CURRENT YEAR

Employer	2018		
	Employees	Rank	Percentage of Total Village Employment
Country Club of Florida	83.0	1	77.93%
Resident Home Services	14.0	2	13.15%
Village of Golf	9.5	3	8.92%
Total	106.5		100.00%

Source: Village of Golf Finance Department

Information for 2008 not available

SCHEDULE 16
VILLAGE OF GOLF, FLORIDA
FULL-TIME EQUIVALENT MUNICIPALITY GOVERNMENT EMPLOYEES BY FUNCTI
LAST TEN FISCAL YEARS

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Number of employees:										
General Government	3	3	3	3	3	3	3	2	2	3
Public Safety	11	11	11	11	11	11	-	-	-	-
Grounds Maintenance	2	2	2	2	2	1	1	1	1	1
Utility Plant	5	5	5	5	5	5	5	5	5	5
Total number of employees	21	21	21	21	21	20	9	8	8	9

Source: Village of Golf Finance Department
 In May 2015 the Village outsourced its Public Safety Department

SCHEDULE 17
VILLAGE OF GOLF, FLORIDA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

<u>Function/Program</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Public safety:										
Security:										
Officers	11	11	11	11	11	11	-	-	-	-
Calls for service	209	217	295	165	279	287	285	252	252	217
Planning and development:										
Building permits issued	75	81	99	100	161	179	161	111	111	200
Business tax receipts issued	41	30	34	36	98	98	81	59	59	73
Transportation:										
Street resurfacing (miles)	10.154	-	-	-	-	-	-	-	-	-
Potholes repaired	-	-	-	-	-	-	-	-	-	-
Utility system:										
Active accounts - water	1839	1839	1839	1839	1475	1504	1702	1262	1516	1706
Active accounts - sewer	1834	1834	1834	1834	1455	1493	1702	1262	1516	1706
Average daily water consumption (thousands of gallons)	150	148	154	128	441	243	282	197	197	418
Water main breaks	0	0	1	2	4	1	2	4	6	1

Sources: Various Village Departments

Note: Indicators are not available for the general government function. The Village does not have a fire department.

SCHEDULE 18
VILLAGE OF GOLF, FLORIDA
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

<u>Function/Program</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
General government:											
Number of general government buildings	4	4	4	4	4	4	4	4	4	4	4
Public safety:											
Security:											
Patrol units	2	2	2	2	2	2	2	2	2	2	2
Transportation:											
Miles of streets	10	10	10	10	10	10	10	10	10	10	10
Number of street lights	-	-	-	-	-	-	-	-	-	-	-
Number of traffic signals	-	-	-	-	-	-	-	-	-	-	-
Utility system:											
Miles of mains	5	5	5	5	5	5	5	5	5	5	5
Fire hydrants - Village of Golf	35	35	35	35	36	36	36	36	36	36	36
Fire hydrants - Outside Village of Golf	112	112	112	112	112	112	112	112	112	112	112
Maximum daily capacity (thousands of gallons, est.)	864	864	864	864	864	864	864	864	864	864	864

Sources: Various Village Departments

Note: Unless otherwise noted by an amount or number, the answer is zero.



INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Honorable Mayor and Village Council
Village of Golf, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, business type activities and each major fund of the Village of Golf, Florida (the "Village") as of and for the fiscal year ended September 30, 2018, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements, and have issued our report thereon dated February 22, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Village's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control. Accordingly, we do not express an opinion on the effectiveness of the Village's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Village's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



February 22, 2019



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH THE
REQUIREMENTS OF SECTION 218.415, FLORIDA STATUTES, REQUIRED BY
RULE 10.556(10) OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA**

To the Honorable Mayor and Village Council
Village of Golf, Florida

We have examined the Village of Golf, Florida's (the "Village") compliance with the requirements of Section 218.415, Florida Statutes, in accordance with Rule 10.556(10) of the Auditor General of the State of Florida during the fiscal year ended September 30, 2018. Management is responsible for the Village's compliance with those requirements. Our responsibility is to express an opinion on the Village's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Village complied, in all material respects, with the specified requirements referenced in Section 218.415, Florida Statutes. An examination involves performing procedures to obtain evidence about whether the Village complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion. Our examination does not provide a legal determination on the Village's compliance with specified requirements.

In our opinion, the Village complied, in all material respects, with the aforementioned requirements for the fiscal year ended September 30, 2018.

This report is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, management, the members of the Village Council of the Village of Golf, Florida and is not intended to be and should not be used by anyone other than these specified parties.

Grau & Associates

February 22, 2019



**MANAGEMENT LETTER PURSUANT TO THE RULES OF
THE AUDITOR GENERAL OF THE STATE OF FLORIDA**

To the Honorable Mayor and Village Council
Village of Golf, Florida

Report on the Financial Statements

We have audited the accompanying basic financial statements of the Village of Golf, Florida (the "Village") as of and for the fiscal year ended September 30, 2018, and have issued our report thereon dated February 22, 2019.

Auditor's Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and Chapter 10.550, Rules of the Florida Auditor General.

Other Reports and Schedule

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; and Independent Auditor's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated February 22, 2019, should be considered in conjunction with this management letter.

Purpose of this Letter

The purpose of this letter is to comment on those matters described in Rule 10.550 as required by the Rules of the Auditor General of the state of Florida. Accordingly, in connection with our audit of the financial statements of the Village, as described in the first paragraph, we report the following:

- I. Current year findings and recommendations.**
- II. Prior year findings and recommendations.**
- III. Compliance with the Provisions of the Auditor General of the state of Florida.**

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, as applicable, management, and the members of the Village Council of the Village of Golf, Florida and is not intended to be and should not be used by anyone other than these specified parties.

We wish to thank Village of Golf, Florida and the personnel associated with it, for the opportunity to be of service to them in this endeavor as well as future engagements and the courtesies extended to us.

Grau & Associates

February 22, 2019

REPORT TO MANAGEMENT

I. CURRENT YEAR FINDINGS AND RECOMMENDATIONS

None

II. PRIOR YEAR FINDINGS

None

III. COMPLIANCE WITH THE PROVISIONS OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA

Unless otherwise required to be reported in the auditor's report on compliance and internal controls, the management letter shall include, but not be limited to the following:

1. A statement as to whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report.

There were no significant findings and recommendations made in the preceding annual financial audit report for the fiscal year ended September 30, 2017.

2. Any recommendations to improve the local governmental entity's financial management.

There were no such matters discovered by, or that came to the attention of, the auditor, to be reported for the fiscal year ended September 30, 2018.

3. Noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but which warrants the attention of those charged with governance.

There were no such matters discovered by, or that came to the attention of, the auditor, to be reported, for the fiscal year ended September 30, 2018.

4. The name or official title and legal authority of the Village are disclosed in the notes to the financial statements.

5. The Village has not met one or more of the financial emergency conditions described in Section 218.503(1), Florida Statutes.

6. We applied financial condition assessment procedures and no deteriorating financial conditions were noted as of September 30, 2018. It is management's responsibility to monitor financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same.