



**VILLAGE OF GOLF, FLORIDA  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED  
SEPTEMBER 30, 2020**

**Prepared by: Finance Department**

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# VILLAGE OF GOLF, FLORIDA

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## **INTRODUCTORY SECTION**



ON: 21 Country Road • Village of Golf, FL 33436-5299 • (561) 732-0236 • FAX (561) 732-7024  
1) 734-2918 • UTILITY DEPARTMENT: (561) 737-7995 • [www.villageofgolf.org](http://www.villageofgolf.org)

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March 29, 2021

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, 2020.

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 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, 2020, 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 unmodified opinion that the Village of Golf's financial statements for the fiscal year ended September 30, 2020, 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 20% 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 for the fiscal year ended September 30, 2019. This was the eighth 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 annual report. 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 annual report 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-Skinner, MBA  
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

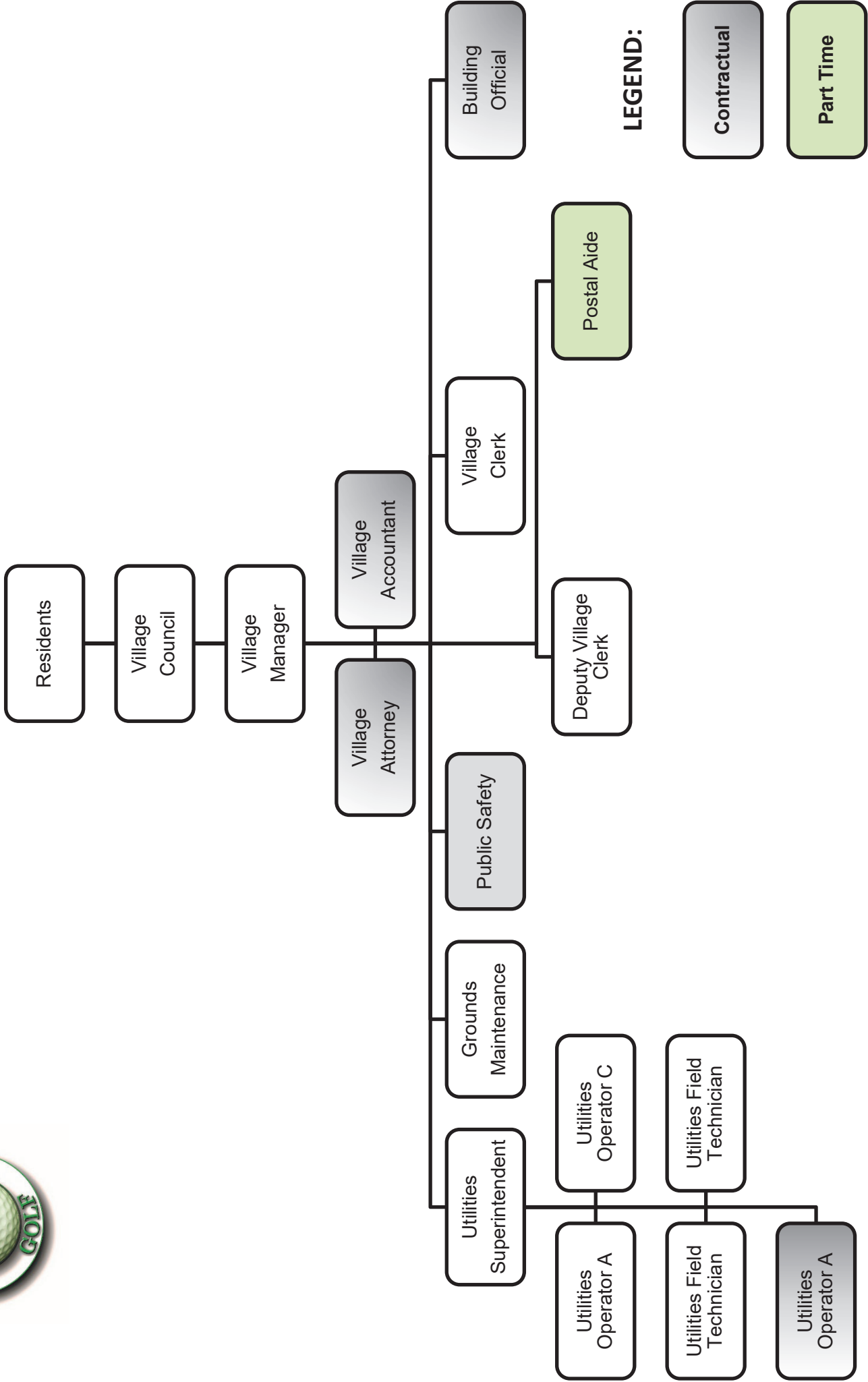
September 30, 2019

*Christopher P. Morrill*

Executive Director/CEO



# Organizational Chart



## LEGEND:

Contractual

Part Time

**VILLAGE OF GOLF, FLORIDA**

**STRONG-MAYOR FORM OF GOVERNMENT**

**VILLAGE COUNCIL**

<b>Mayor</b>	Thomas E. Lynch
<b>Vice Mayor</b>	Michael E. Botos
<b>Council Member</b>	Robert C. Buchanan
<b>Council Member</b>	J. Marshall Duane III
<b>Council Member</b>	Winstone Windle

VILLAGE ATTORNEY: CLAUDIA MCKENNA

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

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## **FINANCIAL SECTION**



# Grau & Associates

CERTIFIED PUBLIC ACCOUNTANTS

951 Yamato Road • Suite 280  
Boca Raton, Florida 33431  
(561) 994-9299 • (800) 299-4728  
Fax (561) 994-5823  
www.graucpa.com

## 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, 2020, 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, 2020, 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 March 29, 2021, 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 solely 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.



March 29, 2021

## 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, 2020. 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, 2020, resulting in a net position of \$5,497,686. Of this amount, \$1,970,023 is unrestricted net position which may be used to meet the Village's ongoing obligations.
- The Village's net position decreased by (\$424,180) 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, 2020, the Village's governmental funds reported combined ending fund balance of \$1,308,321, reflecting a decrease of (\$84,676). A portion of the total fund balance, \$36,415, is non-spendable for prepaid items. Restricted funds include \$96,809 for building activities and \$53,643 for future infrastructure projects. A total of \$916 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.



## OVERVIEW OF THE FINANCIAL STATEMENTS (Continued)

### 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.

### 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 three governmental funds, the general fund and two special revenue funds; one for street and road maintenance, the other for building activities. 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 and special revenue funds. A budgetary comparison schedule has been provided for the three funds 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 \$5,497,686 at the close of the most recent fiscal year.

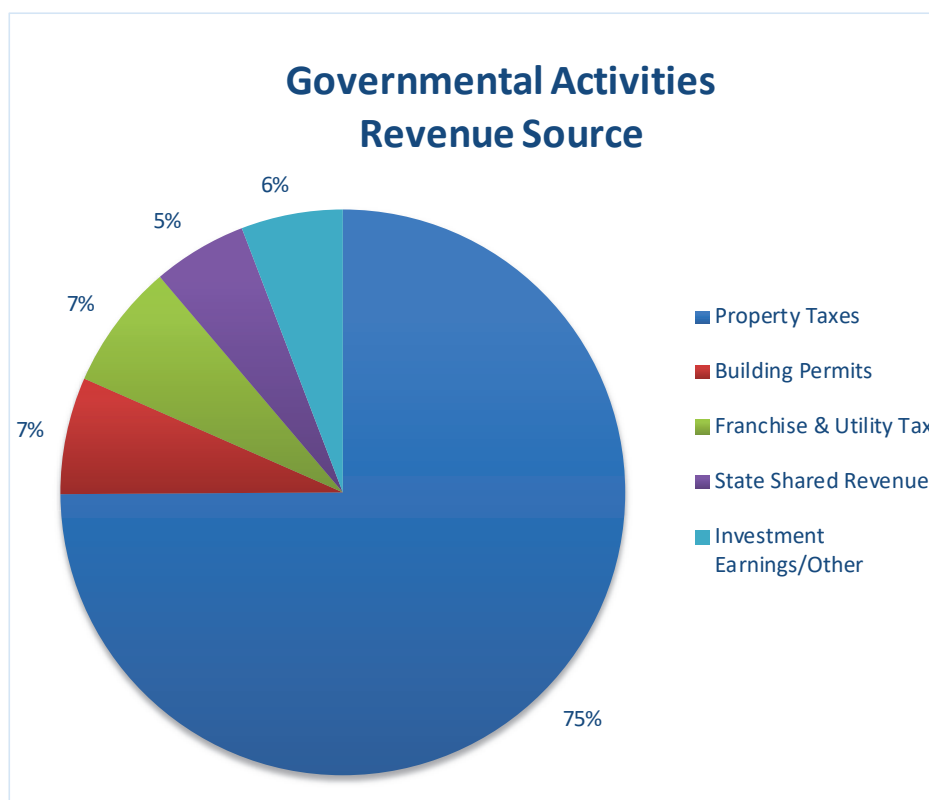
A portion of the Village's net position reflects its investment in capital assets (e.g. land, land improvements, and infrastructure); less any related debt used to acquire those assets that is still outstanding. These assets are used to provide services to residents; consequently, these assets are not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

## GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

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.

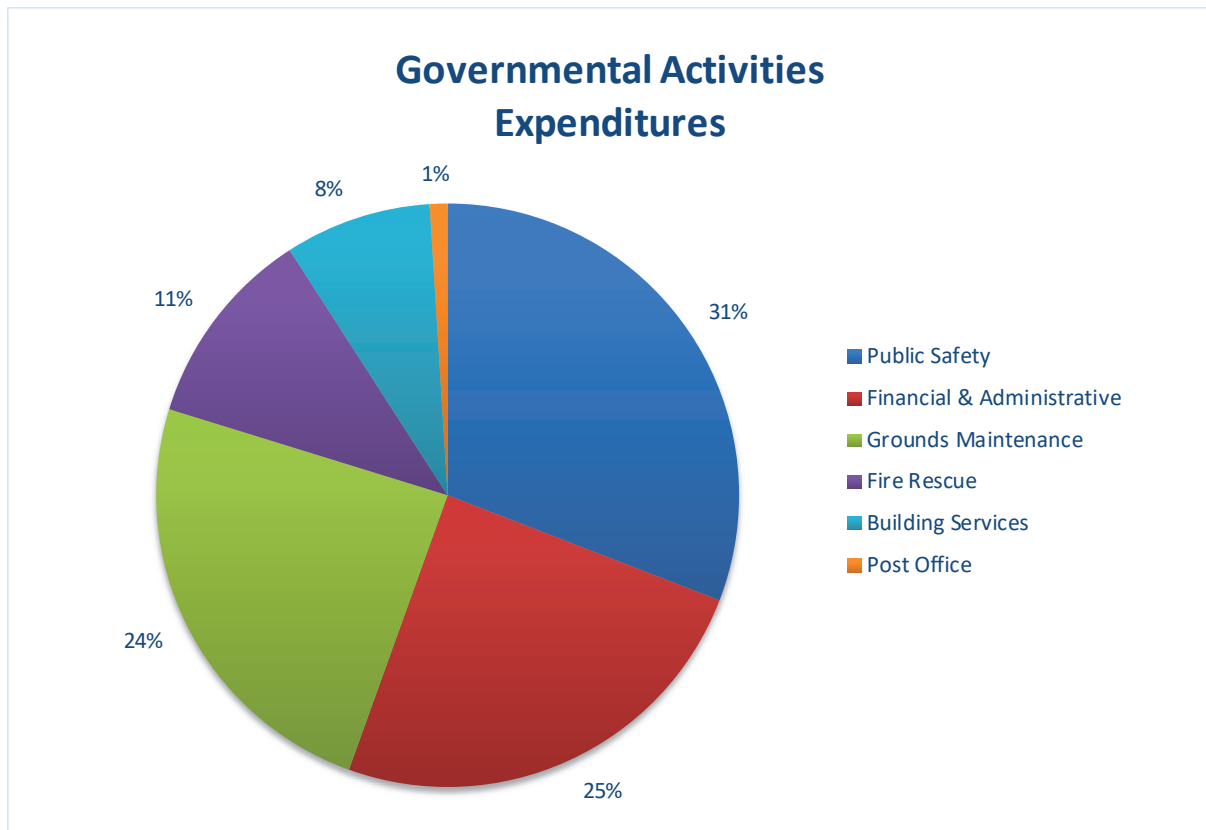
### **Governmental activities**

As noted below and in the statement of activities, the cost of all governmental activities during the fiscal year ended September 30, 2020 was \$2,106,251. Such costs were \$518,795 for financial and administrative, \$650,184 for public safety, \$511,101 for physical environment, \$233,972 for fire rescue services, \$20,875 for post office, and \$171,324 building services. The majority of these activities were financed through general revenues of \$1,279,092, charges for services of \$118,838 and operating grants and contributions of \$40,459 which 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	
	2020	2019	2020	2019	2020	2019
Current and other assets	\$ 1,410,325	\$ 1,529,750	\$ 997,543	\$ 1,211,932	\$ 2,407,868	\$ 2,741,682
Capital assets, net	1,000,764	1,113,768	3,328,595	3,437,613	4,329,359	4,551,381
Total assets	2,411,089	2,643,518	4,326,138	4,649,545	6,737,227	7,293,063
Current liabilities	102,004	136,753	90,475	83,977	192,479	220,730
Long-term liabilities	45,276	31,094	1,001,786	1,119,373	1,047,062	1,150,467
Total liabilities	147,280	167,847	1,092,261	1,203,350	1,239,541	1,371,197
Net Position:						
Net investment in capital assets	1,000,764	1,113,768	2,376,447	2,363,001	3,377,211	3,476,769
Restricted	150,452	167,038	-	-	150,452	167,038
Unrestricted	1,112,593	1,194,865	857,430	1,083,194	1,970,023	2,278,059
Total net position	\$ 2,263,809	\$ 2,475,671	\$ 3,233,877	\$ 3,446,195	\$ 5,497,686	\$ 5,921,866

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

**Net Position (Continued)**

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

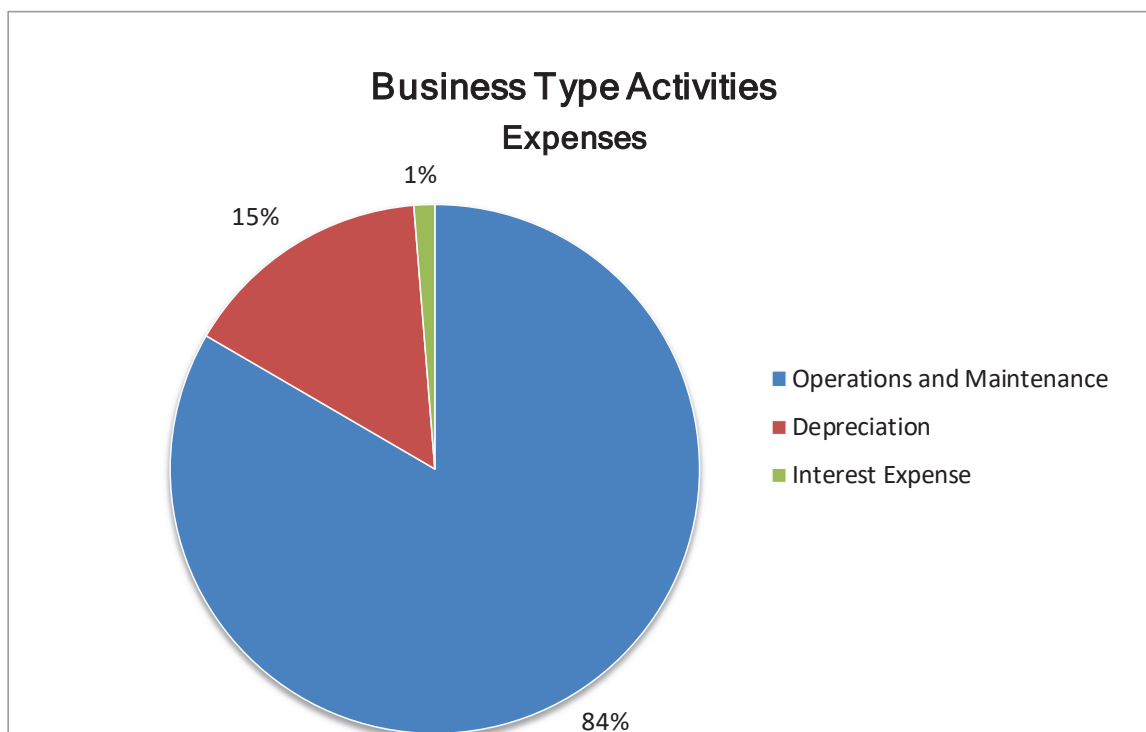
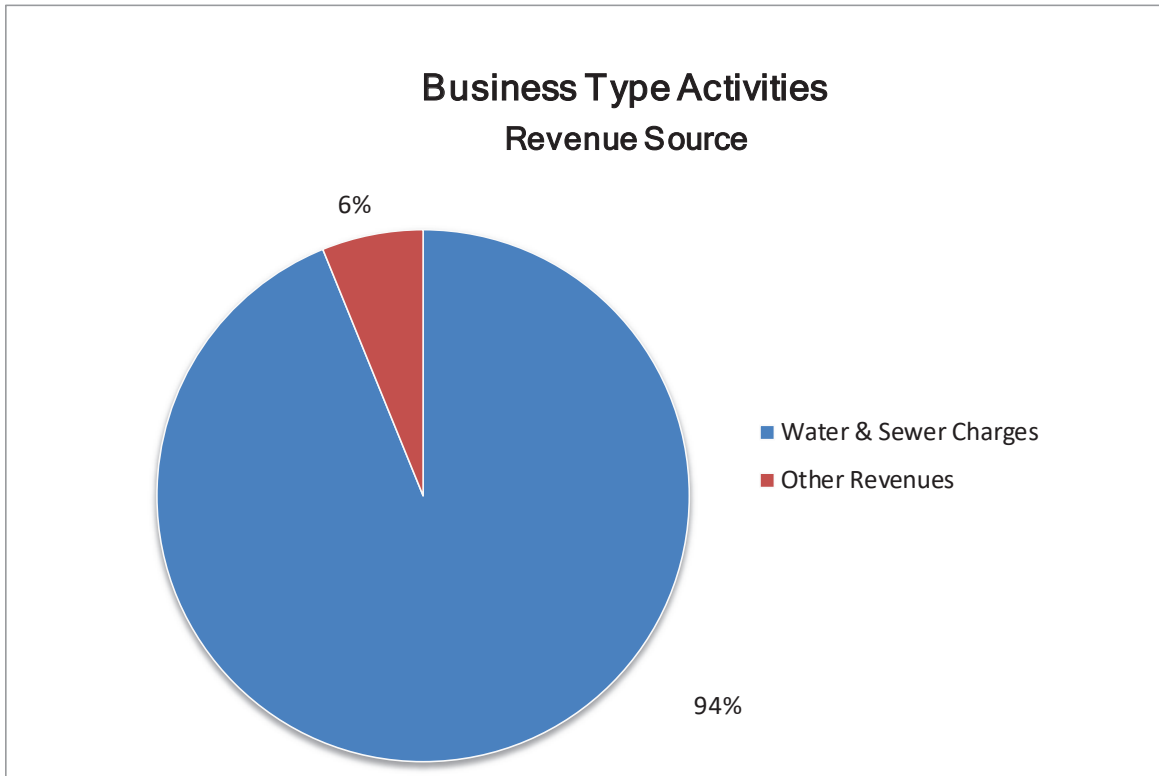
	<b>Changes in Net Position</b>					
	<b>For the Fiscal Year Ended September 30,</b>					
	Governmental Activities		Business Activities		Total	
	2020	2019	2020	2019	2020	2019
Revenues:						
Program Revenues:						
Charges for services	\$ 118,838	\$ 208,684	\$ 2,190,946	\$ 2,179,761	\$ 2,309,784	\$ 2,388,445
Operating grants and contributions	40,459	-	-	-	40,459	-
Capital grants and contributions	-	-	90,000	-	90,000	-
General Revenues:						
Property taxes	1,077,321	1,014,709	-	-	1,077,321	1,014,709
Franchise taxes and utility taxes	103,567	77,803	-	-	103,567	77,803
Intergovernmental revenue	77,551	84,492	-	-	77,551	84,492
Investment earnings and other	20,653	216,562	3,803	7,216	24,456	223,778
Total revenues	<u>1,438,389</u>	<u>1,602,250</u>	<u>2,284,749</u>	<u>2,186,977</u>	<u>3,723,138</u>	<u>3,789,227</u>
Expenses:						
Financial and administrative	518,795	461,647	-	-	518,795	461,647
Public safety	650,184	636,312	-	-	650,184	636,312
Physical environment	511,101	540,808	-	-	511,101	540,808
Fire rescue services	233,972	224,973	-	-	233,972	224,973
Post Office	20,875	19,428	-	-	20,875	19,428
Building services	171,324	227,256	-	-	171,324	227,256
Water and Sewer	-	-	2,041,067	1,738,625	2,041,067	1,738,625
Total expenses	<u>2,106,251</u>	<u>2,110,424</u>	<u>2,041,067</u>	<u>1,738,625</u>	<u>4,147,318</u>	<u>3,849,049</u>
Change in net position before transfers	(667,862)	(508,174)	243,682	448,352	(424,180)	(59,822)
Transfers in (out), net	456,000	455,000	(456,000)	(455,000)	-	-
Increase (decrease) in net position	(211,862)	(53,174)	(212,318)	(6,648)	(424,180)	(59,822)
Net position, beginning	2,475,671	2,528,845	3,446,195	3,452,843	5,921,866	5,981,688
Net position, ending	<u>\$ 2,263,809</u>	<u>\$ 2,475,671</u>	<u>\$ 3,233,877</u>	<u>\$ 3,446,195</u>	<u>\$ 5,497,686</u>	<u>\$ 5,921,866</u>

The Village's total net position decreased by (\$424,180) during the fiscal year. This decrease is attributable to increased contractual services and equipment renewal and replacement costs within the administrative and physical environment departments.

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

**Business-type activities**

Business-type activities reflect the operations of the water and sewer facilities within the Village. The cost of operations is covered primarily by charges to customers. Water expenses increased compared to the prior fiscal year due to an increase in professional services costs and repairs and maintenance.



## GOVERNMENTAL FUNDS

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 funds was \$1,308,321, a decrease of (\$84,676) in comparison with the prior year. Fund balance has been categorized as follows: (1) Non-spendable: prepaid items \$36,415, (2) Restricted \$150,452, (3) Committed \$916 and (4) Unassigned \$1,120,538.

## 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, 2020 required a budget amendment to capture additional expenses which were not anticipated by the original budget.

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. Total fund balance represents 68% of total general fund expenditure less inter-fund transfers.

A summary of the general fund's condensed balance sheet and statement of revenues, expenditures and changes in fund balance for September 30, 2020 and 2019 is shown below:

### **Summary of Condensed Balance Sheet**

	2020	2019
Total Assets	<u>\$ 1,301,691</u>	<u>\$ 1,371,523</u>
Total Liabilities	\$ 91,308	\$ 114,379
Total Fund Balance	1,210,383	1,257,144
Total Liabilities and Fund Balance	<u>\$ 1,301,691</u>	<u>\$ 1,371,523</u>

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

	2020	2019
Total Revenues	\$ 1,267,904	\$ 1,428,708
Total Expenditures	<u>1,770,665</u>	<u>1,759,599</u>
Excess of Revenues over Expenditures	(502,761)	(330,891)
Total Other financing Sources (Uses)	456,000	282,976
Net Change in Fund Balance	<u>\$ (46,761)</u>	<u>\$ (47,915)</u>

## CAPITAL ASSETS

At September 30, 2020, the Village had \$3,834,302 invested in land, buildings, infrastructure, machinery and equipment, and furniture for its governmental activities. In the government-wide financial statements depreciation of \$2,833,538 has been taken, which resulted in a net book value of \$1,000,764. The Village's business-type activities reported net capital assets of \$3,328,595. 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 \$952,148. 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.

The Village is currently working with SunTrust Bank to obtain a \$1.8 million line of credit to alleviate cash flow during the undergrounding project. FEMA grant funds will be used as repayment.

## 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-Skinner, MBA at the Village of Golf, 21 Country Road, Golf, Florida 33436.

**VILLAGE OF GOLF, FLORIDA  
STATEMENT OF NET POSITION  
SEPTEMBER 30, 2020**

	<b>Primary Government</b>		
	<b>Business-</b>		<b>Total</b>
	<b>Governmental type Activities</b>		
<u>ASSETS</u>			
Cash and cash equivalents	\$ 795,005	\$ 949,622	\$ 1,744,627
Investments	525,261	-	525,261
Accounts receivable	51,580	43,927	95,507
Inventory	26,344	-	26,344
Prepays and deposits	10,071	6,058	16,129
Internal balances	2,064	(2,064)	-
Capital assets:			
Nondepreciable capital assets	341,343	17,798	359,141
Depreciable capital assets, net	659,421	3,310,797	3,970,218
Total assets	<u>2,411,089</u>	<u>4,326,138</u>	<u>6,737,227</u>
<u>LIABILITIES</u>			
Overdrawn cash	663	-	663
Accounts payable and other liabilities	82,477	80,143	162,620
Accrued interest payable	-	10,332	10,332
Unearned revenue	18,864	-	18,864
Noncurrent liabilities:			
Due within one year	22,170	151,197	173,367
Due in more than one year	23,106	850,589	873,695
Total liabilities	<u>147,280</u>	<u>1,092,261</u>	<u>1,239,541</u>
<u>NET POSITION</u>			
Net investment in capital assets	1,000,764	2,376,447	3,377,211
Restricted for:			
Building activities	96,809	-	96,809
Infrastructure surtax	53,643	-	53,643
Unrestricted	1,112,593	857,430	1,970,023
Total net position	<u>\$ 2,263,809</u>	<u>\$ 3,233,877</u>	<u>\$ 5,497,686</u>

See notes to the financial statements



**VILLAGE OF GOLF, FLORIDA  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2020**

Functions/Programs	Program Revenues				Net (Expenses) Revenue and Changes in Net Position Primary Government		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grant and Contributions	Governmental Activities	Business-type Activities	Total
<b>Primary government:</b>							
<b>Governmental activities:</b>							
Financial and administrative	\$ 518,795	\$ 22,637	\$ -	\$ -	\$ (496,158)	\$ -	\$ (496,158)
Public safety	650,184	96,201	-	-	(553,983)	-	(553,983)
Physical environment	511,101	-	-	-	(511,101)	-	(511,101)
Fire rescue services	233,972	-	-	-	(233,972)	-	(233,972)
Post Office	20,875	-	-	-	(20,875)	-	(20,875)
Building services	171,324	-	40,459	-	(130,865)	-	(130,865)
Total governmental activities	2,106,251	118,838	40,459	-	(1,946,954)	-	(1,946,954)
<b>Business-type activities:</b>							
Water and sewer	2,041,067	2,190,946	-	90,000	-	239,879	239,879
Total business-type activities	2,041,067	2,190,946	-	90,000	-	239,879	239,879
Total primary government	4,147,318	2,309,784	40,459	90,000	(1,946,954)	239,879	(1,707,075)
<b>General revenues:</b>							
Property taxes					1,077,321	-	1,077,321
Franchise taxes and utility taxes					103,567	-	103,567
Intergovernmental, not restricted for specific purposes					77,551	-	77,551
Unrestricted investment earnings					14,207	3,803	18,010
Miscellaneous revenues					6,446	-	6,446
Total general revenues					1,279,092	3,803	1,282,895
Transfers					456,000	(456,000)	-
Change in net position					(211,862)	(212,318)	(424,180)
Net position, beginning					2,475,671	3,446,195	5,921,866
Net position, ending					\$ 2,263,809	\$ 3,233,877	\$ 5,497,686

See notes to the financial statements

**VILLAGE OF GOLF, FLORIDA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2020**

	<u>Major Funds</u>			<u>Total Governmental Fund</u>
	<u>General Fund</u>	<u>Special Revenue Funds</u>		
		<u>Streets/Roads Maintenance</u>	<u>Building Activities</u>	
<u>ASSETS</u>				
Cash and cash equivalents	\$ 729,784	\$ -	\$ 65,221	\$ 795,005
Investments	525,261	-	-	525,261
Accounts receivables	8,380	2,741	40,459	51,580
Inventory	26,344	-	-	26,344
Due from other funds	2,064	-	-	2,064
Prepays and deposits	9,858	-	213	10,071
Total assets	<u>\$ 1,301,691</u>	<u>\$ 2,741</u>	<u>\$ 105,893</u>	<u>\$ 1,410,325</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Overdrawn cash	\$ -	\$ 663	\$ -	\$ 663
Accounts payable and other liabilities	72,444	1,162	8,871	82,477
Unearned revenue	18,864	-	-	18,864
Total liabilities	<u>91,308</u>	<u>1,825</u>	<u>8,871</u>	<u>102,004</u>
Fund balances:				
Nonspendable:				
Prepays, deposits and inventory	36,202	-	213	36,415
Restricted for:				
Building activities	-	-	96,809	96,809
Infrastructure surtax	53,643	-	-	53,643
Committed for street and road maintenance	-	916	-	916
Unassigned	1,120,538	-	-	1,120,538
Total fund balances	<u>1,210,383</u>	<u>916</u>	<u>97,022</u>	<u>1,308,321</u>
Total liabilities and fund balances	<u>\$ 1,301,691</u>	<u>\$ 2,741</u>	<u>\$ 105,893</u>	<u>\$ 1,410,325</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, 2020**

Total fund balances - governmental funds \$ 1,308,321

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	3,834,302	
Accumulated depreciation	(2,833,538)	1,000,764

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	(45,276)
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Net position of governmental activities	\$ 2,263,809
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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, 2020**

	Major Funds			Total Governmental Fund
	General Fund	Special Revenue Funds		
		Streets/Roads Maintenance	Building Activities	
Revenues:				
Property taxes	\$ 1,077,321	\$ -	\$ -	\$ 1,077,321
Communications service tax	27,085	-	-	27,085
Franchise fees	76,482	-	-	76,482
Intergovernmental	43,726	33,825	-	77,551
Local business tax receipts	22,637	-	-	22,637
Building permits	-	-	96,201	96,201
Interest income	14,207	-	-	14,207
Developer contributions	-	-	40,459	40,459
Miscellaneous revenues	6,446	-	-	6,446
Total revenues	<u>1,267,904</u>	<u>33,825</u>	<u>136,660</u>	<u>1,438,389</u>
Expenditures:				
Current:				
Financial and administrative	491,166	-	-	491,166
Public safety	624,992	-	-	624,992
Physical environment	391,209	36,201	-	427,410
Fire rescue services	233,972	-	-	233,972
Post office	20,875	-	-	20,875
Building services	-	-	171,324	171,324
Capital outlay	8,451	-	875	9,326
Total expenditures	<u>1,770,665</u>	<u>36,201</u>	<u>172,199</u>	<u>1,979,065</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(502,761)</u>	<u>(2,376)</u>	<u>(35,539)</u>	<u>(540,676)</u>
Other financing sources:				
Transfers in	456,000	-	-	456,000
Total other financing sources	<u>456,000</u>	<u>-</u>	<u>-</u>	<u>456,000</u>
Net change in fund balances	(46,761)	(2,376)	(35,539)	(84,676)
Fund balances, beginning	<u>1,257,144</u>	<u>3,292</u>	<u>132,561</u>	<u>1,392,997</u>
Fund balances, ending	<u>\$ 1,210,383</u>	<u>\$ 916</u>	<u>\$ 97,022</u>	<u>\$ 1,308,321</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, 2020**

Net change in fund balances - total governmental funds	\$	(84,676)
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>		
<p>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.</p>		9,326
<p>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:</p>		
Current change in compensated absence		(14,182)
Depreciation of capital assets		(122,330)
Change in net position of governmental activities	\$	<u>(211,862)</u>

See notes to the financial statements

**VILLAGE OF GOLF, FLORIDA**  
**STATEMENT OF NET POSITION - PROPRIETARY FUND**  
**SEPTEMBER 30, 2020**

	<b>Enterprise Fund</b>	
	<b>Water and Sewer Utility</b>	<b>Total</b>
<u>ASSETS</u>		
Current Assets:		
Cash and cash equivalents	\$ 949,622	\$ 949,622
Accounts receivable	43,927	43,927
Prepaid expenses	6,058	6,058
Total current assets	999,607	999,607
Noncurrent Assets:		
Capital assets:		
Nondepreciable capital assets	17,798	17,798
Depreciable capital assets, net	3,310,797	3,310,797
Total capital assets	3,328,595	3,328,595
Total noncurrent assets	3,328,595	3,328,595
Total assets	4,328,202	4,328,202
<u>LIABILITIES</u>		
Current Liabilities:		
Accounts payable	76,452	76,452
Accrued liabilities	3,691	3,691
Accrued interest payable	10,332	10,332
Due to other funds	2,064	2,064
Current portion of compensated absences	25,297	25,297
Current portion of loan payable	125,900	125,900
Total current liabilities	243,736	243,736
Long-Term Liabilities:		
Loan payable	826,248	826,248
Compensated absences	24,341	24,341
Total long-term liabilities	850,589	850,589
Total Liabilities	1,094,325	1,094,325
<u>NET POSITION</u>		
Net investment in capital assets	2,376,447	2,376,447
Unrestricted	857,430	857,430
Total net position	\$ 3,233,877	\$ 3,233,877

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, 2020**

	<u>Enterprise Fund</u>	
	<u>Water and Sewer Utility</u>	<u>Total</u>
Operating revenues:		
Charges for services	\$ 2,144,253	\$ 2,144,253
Other operating revenues	46,693	46,693
Total operating revenues	<u>2,190,946</u>	<u>2,190,946</u>
Operating expenses:		
Operating, administrative and maintenance	1,702,204	1,702,204
Depreciation	312,938	312,938
Total operating expenses	<u>2,015,142</u>	<u>2,015,142</u>
Operating income (loss)	<u>175,804</u>	<u>175,804</u>
Nonoperating revenues (expenses):		
Capital contributions	90,000	90,000
Interest income	3,803	3,803
Interest expense	(25,925)	(25,925)
Total nonoperating revenues (expenses)	<u>67,878</u>	<u>67,878</u>
Income (loss) before transfers	243,682	243,682
Transfers out	<u>(456,000)</u>	<u>(456,000)</u>
Change in net position	(212,318)	(212,318)
Total net position, beginning	3,446,195	3,446,195
Total net position, ending	<u>\$ 3,233,877</u>	<u>\$ 3,233,877</u>

See notes to the financial statements

**VILLAGE OF GOLF, FLORIDA**  
**STATEMENT OF CASH FLOWS - PROPRIETARY FUND**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2020**

	<b>Enterprise Funds</b>	
	<b>Water and Sewer Utility</b>	<b>Total</b>
<b>Cash Flows From Operating Activities:</b>		
Receipts from customers and users	\$ 2,178,144	\$ 2,178,144
Payments to suppliers	(1,369,753)	(1,369,753)
Payments to employees	(306,571)	(306,571)
Net cash provided (used) by operating activities	<u>501,820</u>	<u>501,820</u>
<b>Cash Flows Provided (Used) By Noncapital Financing Activities:</b>		
Transfers to other funds	(456,000)	(456,000)
Net cash provided (used) by noncapital financing	<u>(456,000)</u>	<u>(456,000)</u>
<b>Cash Flows Provided (Used) By Capital and Related Financing Activities:</b>		
Purchase of capital assets	(203,920)	(203,920)
Proceeds capital contribution	90,000	90,000
Interest paid on long-term debt	(27,254)	(27,254)
Principal paid on notes payable	(122,464)	(122,464)
Net cash provided (used) by capital and related financing activities	<u>(263,638)</u>	<u>(263,638)</u>
<b>Cash Flows Provided (Used) By Investing Activities:</b>		
Sale of investments	756,773	756,773
Interest received	3,803	3,803
Net cash provided (used) by investing activities	<u>760,576</u>	<u>760,576</u>
Net increase (decrease) in cash	542,758	542,758
Cash and cash equivalents, beginning	<u>406,864</u>	<u>406,864</u>
Cash and cash equivalents, ending	<u>\$ 949,622</u>	<u>\$ 949,622</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities</b>		
Operating income (loss)	\$ 175,804	\$ 175,804
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation	312,938	312,938
Changes in assets and liabilities:		
(Increase)/Decrease in accounts receivable	(14,866)	(14,866)
(Increase)/Decrease in prepaid expenses	13,176	13,176
Increase/(Decrease) in accounts payable	16,892	16,892
Increase/(Decrease) in accrued liabilities	(9,065)	(9,065)
Increase/(Decrease) in interfund payable	2,064	2,064
Increase/(Decrease) in compensated absences	4,877	4,877
Total adjustments	<u>326,016</u>	<u>326,016</u>
Net cash provided (used) by operating activities	<u>\$ 501,820</u>	<u>\$ 501,820</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 strong-mayor 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 2020 millage rate assessed by the Village was 6.5452.

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 – Building Activities

This special revenue fund is used to account for the building activities. Revenue sources are permit revenues.

#### Special Revenue Fund – Streets and Roads Maintenance

This 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 2019, the Village adopted the following new accounting standards:

*GASB Statement No. 95 – Postponement of the Effective Dates of Certain Authoritative Guidance*

Statement No. 95 provides temporary relief to governments and other stakeholders in light of the COVID-19 pandemic by postponing the effective dates of certain provisions in Statements and Implementation Guides that first became effective or are scheduled to become effective for periods beginning after June 15, 2018, and later.

### **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.

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.

## NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

### Assets, Liabilities and Net Position or Equity (Continued)

#### 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.

#### 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.

## NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

### Assets, Liabilities and Net Position or Equity (Continued)

#### 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.

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.

## NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

### 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 and special revenue funds. 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.

### Investments

The Village's investments were held as follows at September 30, 2020:

	<u>Amortized Cost</u>	<u>Credit Risk</u>	<u>Weighted Average Maturity</u>
Florida Local Government Investment Trust - Day to Day MMF	\$ 525,261	S&P AAAM	27.33 Days
	<u>\$ 525,261</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.

## NOTE 4 – DEPOSITS AND INVESTMENTS (Continued)

### Investments (Continued)

*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, 2020 were as follows:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General	\$ 456,000	\$ -
Water and Sewer Utility	-	456,000
	<u>\$ 456,000</u>	<u>\$ 456,000</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. There was also a transfer from the general fund to the building activities special revenue fund to move the beginning fund balance in order to set up the new fund.

## NOTE 6 – ACCOUNTS RECEIVABLE

Receivables at September 30, 2020, for the Village's major fund accounts are as follows:

	General	Special Revenue Fund - Roads and Streets	Special Revenue Fund - Building	Water and Sewer	Total
Billed	\$ -	\$ -	\$ -	\$ 43,927	\$ 43,927
Utility tax	2,440	-	-	-	2,440
Intergovernmental	4,835	2,741	-	-	7,576
Grants receivable	-	-	40,459	-	40,459
Other	1,105	-	-	-	1,105
Gross receivables	8,380	2,741	40,459	43,927	95,507
Less allowance for uncollectibles	-	-	-	-	-
Net total receivables	\$ 8,380	\$ 2,741	\$ 40,459	\$ 43,927	\$ 95,507

## NOTE 7 – CAPITAL ASSETS

Capital asset activity for the fiscal year ended September 30, 2020 was as follows:

	Beginning Balance	Additions	Deductions	Ending Balance
<b>Governmental activities:</b>				
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	762,223	3,062	-	765,285
Improvements other than buildings	1,971,834	-	-	1,971,834
Machinery and equipment	725,671	6,264	-	731,935
Furniture and fixtures	23,905	-	-	23,905
Total capital assets, being depreciated	3,483,633	9,326	-	3,492,959
Less accumulated depreciation:				
Buildings	524,800	16,699	-	541,499
Improvements other than buildings	1,499,626	85,472	-	1,585,098
Machinery and equipment	663,272	19,954	-	683,226
Furniture and fixtures	23,510	205	-	23,715
Total accumulated depreciation	2,711,208	122,330	-	2,833,538
Total capital assets, being depreciated, net	772,425	(113,004)	-	659,421
Governmental activities capital assets, net	\$ 1,113,768	\$ (113,004)	\$ -	\$ 1,000,764

Depreciation expense was charged to function/programs as follows:

Governmental activities:	
Financial and administrative	\$ 13,447
Public safety	25,192
Physical environment	83,691
Total depreciation expense, governmental activities	\$ 122,330



## NOTE 7 – CAPITAL ASSETS (Continued)

	Beginning Balance	Additions	Deductions	Ending Balance
<b>Business-type activities:</b>				
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	9,342,870	161,287	-	9,504,157
Improvements other than buildings	96,383	-	-	96,383
Machinery and equipment	2,479,603	42,633	-	2,522,236
Total capital assets, being depreciated	11,918,856	203,920	-	12,122,776
Less accumulated depreciation:				
Utility plant	6,481,154	227,321	-	6,708,475
Improvements other than buildings	47,701	3,548	-	51,249
Machinery and equipment	1,970,186	82,069	-	2,052,255
Total accumulated depreciation	8,499,041	312,938	-	8,811,979
Total capital assets, being depreciated, net	3,419,815	(109,018)	-	3,310,797
Business-type activities capital assets, net	\$ 3,437,613	\$ (109,018)	\$ -	\$ 3,328,595

## 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 1<sup>st</sup> and November 1<sup>st</sup>, 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, 2020 were as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Amount Due Within One Year
<u>Governmental activities:</u>					
Compensated absences	\$ 31,094	\$ 29,984	\$ (15,802)	\$ 45,276	\$ 22,170
	\$ 31,094	\$ 29,984	\$ (15,802)	\$ 45,276	\$ 22,170
<u>Business-type activities:</u>					
Loan payable	\$ 1,074,612	\$ -	\$ (122,464)	\$ 952,148	\$ 125,900
Compensated absences	44,761	32,951	(28,074)	49,638	25,297
Total	\$ 1,119,373	\$ 32,951	\$ (150,538)	\$ 1,001,786	\$ 151,197

## NOTE 8 – LONG-TERM LIABILITIES (Continued)

At September 30, 2020, the scheduled debt service requirements on the long-term debt were as follows:

Year Ending September 30,	Business-type Activities		
	Principal	Interest	Total
2021	\$ 125,900	\$ 24,036	\$ 149,936
2022	128,982	20,735	149,717
2023	132,371	17,346	149,717
2024	135,848	13,869	149,717
2025	139,417	10,300	149,717
2026-2027	289,630	9,519	299,149
	<u>\$ 952,148</u>	<u>\$ 95,805</u>	<u>\$ 1,047,953</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 \$55,984 to the plan during the fiscal year ended September 30, 2020, which amounts to 8% of the eligible employees' wages, and 20% for the manager, in accordance with the manager's contract. The Village's contributions were calculated for eligible, participating employees on the base salary amount of approximately \$513,474. 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 – SUBSEQUENT EVENTS

### Interlocal Agreement – Palm Beach County CARES Act

Subsequent to fiscal year end, the Village entered into an interlocal agreement with Palm Beach County whereby the Village would be reimbursed for coronavirus related expenditures in accordance with the Municipal CARES Act Reimbursement program.

### Litigation and Claims

Subsequent to fiscal year end, the Village received a charge of age discrimination filed by one of its employees which it plans to seek mediation with the Equal Employment Opportunity Commission to resolve. As of the report date, the outcome cannot be determined and, therefore, no amounts related to this matter have been reflected in the financial statements.

## NOTE 12 – PRONOUNCEMENTS ISSUED, BUT NOT YET ADOPTED

### *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. As amended by GASB statement No. 95, the requirements of this Statement are effective for reporting periods beginning after December 15, 2019.

## **NOTE 12 – 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. As amended by GASB statement No. 95, the requirements of this Statement are effective for reporting periods beginning after June 15, 2021.

### *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. As amended by GASB statement No. 95, the requirements of this Statement are effective for reporting periods beginning after December 15, 2020. 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. As amended by GASB statement No. 95, the requirements of this Statement are effective for reporting periods beginning after December 15, 2019. 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.

### *GASB 91 – Conduit Debt Obligations*

The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. As amended by GASB statement No. 95, the requirements of this Statement are effective for reporting periods beginning after December 15, 2021. Earlier application is encouraged

## **NOTE 12 – PRONOUNCEMENTS ISSUED, BUT NOT YET ADOPTED (Continued)**

### *GASB 92 – Omnibus 2020*

This statement enhances comparability in accounting and financial reporting and improves the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. This statement addresses a variety of topics including: effective date of GASB 87 for interim financial reports; intra-entity transfers between primary governments and component unit pension or OPEB plans; applicability of Statements No. 73 and 74 for reporting assets accumulated for postemployment benefits; applicability of certain requirements of GASB 84 to postemployment benefit arrangements; measurement of asset retirement obligations in government acquisitions; reporting by public entity risk pools for amounts recoverable from reinsurers or excess insurers; reference to nonrecurring fair value measurements in authoritative literature and terminology used related to derivative instruments. As amended by GASB statement No. 95, the requirements of this Statement are effective as follows:

- The requirements related to the effective date of Statement 87 and Implementation Guide 2019-3, reinsurance recoveries, and terminology used to refer to derivative instruments are effective upon issuance.
- The requirements related to intra-entity transfers of assets and those related to the applicability of Statements 73 and 74 are effective for fiscal years beginning after June 15, 2021.
- The requirements related to application of Statement 84 to postemployment benefit arrangements and those related to nonrecurring fair value measurements of assets or liabilities are effective for reporting periods beginning after June 15, 2021.
- The requirements related to the measurement of liabilities (and assets, if any) associated with asset retirement obligations in a government acquisition are effective for government acquisitions occurring in reporting periods beginning after June 15, 2021.

### *GASB 93 – Replacement of Interbank Offered Rates*

This statement provides guidance where some governments have entered into agreements in which variable payments made or received depend on an interbank offered rate (IBOR)—most notably, the London Interbank Offered Rate (LIBOR). As a result of global reference rate reform, LIBOR is expected to cease to exist in its current form at the end of 2021, prompting governments to amend or replace financial instruments for the purpose of replacing LIBOR with other reference rates, by either changing the reference rate or adding or changing fallback provisions related to the reference rate. As amended by GASB statement No. 95, the requirements of this Statement, except for paragraphs 11b, 13, and 14 are effective for reporting periods beginning after June 15, 2020. The requirement in paragraph 11b is effective for reporting periods ending after December 31, 2021. The requirements in paragraphs 13 and 14 are effective for fiscal years periods beginning after June 15, 2021, and all reporting periods thereafter.

## **NOTE 12 – PRONOUNCEMENTS ISSUED, BUT NOT YET ADOPTED (Continued)**

### *GASB 94 – Public-Private and Public-Public Partnerships and Availability Payment Arrangements*

This statement improves financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). A PPP is an arrangement in which a government contracts with an operator to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset, for a period of time in an exchange or exchange-like transaction. This statement also provides guidance for accounting and financial reporting for availability payment arrangements (APAs), which is an arrangement in which a government compensates an operator for services that may include designing, constructing, financing, maintaining, or operating an underlying nonfinancial asset for a period of time in an exchange or exchange-like transaction. The requirements of this Statement are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter.

### *GASB 96 – Subscription-Based Information Technology Arrangements*

This statement provides new accounting and financial reporting guidance for subscription-based information technology arrangements (SBITAs), which have become increasingly common among state and local governments in recent years. Statement 96 is based on the standards established in Statement 87, Leases. The new statement defines a SBITA as a contract that conveys control of the right to use a SBITA vendor's IT software, alone or in combination with tangible capital assets (the underlying IT assets), as specified in the contract for a period of time in an exchange or exchange-like transaction. The guidance requires governments with SBITAs to recognize a right-to-use subscription asset, an intangible asset, and a corresponding subscription liability (with an exception for short-term SBITAs, those with a maximum possible term of 12 months) and provides guidance related to outlays other than subscription payments, including implementation costs, and requirements for note disclosures related to a SBITA. The requirements of this Statement are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter.

### *GASB 97 – Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32*

This statement provides the following guidance: 1) increases consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; 2) mitigates costs associated with the reporting of certain defined contribution pension plans, defined contribution OPEB plans and employee benefit plans other than pension or OPEB plans as fiduciary component units in fiduciary fund financial statements; and 3) addresses relevance, consistency and comparability of the accounting and financial reporting for Internal Revenue Code Section 457 deferred compensation plans that meet the definition of a pension plan and for benefit provided through those plans. The first two provisions of this statement are effective immediately. All other requirements of this Statement are effective for reporting periods beginning after June 15, 2021.

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, 2020**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Property taxes	\$ 1,064,544	\$ 1,077,321	\$ 1,077,321	\$ -
Communications service tax	19,200	27,085	27,085	-
Franchise fees	76,000	76,482	76,482	-
Intergovernmental	46,500	43,726	43,726	-
Local business tax receipts	19,500	44,295	22,637	(21,658)
Interest income	10,626	14,207	14,207	-
Miscellaneous revenues	83,500	6,421	6,446	25
Total revenues	1,319,870	1,289,537	1,267,904	(21,633)
<b>Expenditures:</b>				
<b>Current:</b>				
Financial and administrative	428,675	490,106	491,166	(1,060)
Public safety	641,293	624,998	624,992	6
Physical environment	354,556	390,959	391,209	(250)
Fire rescue services	233,972	233,972	233,972	-
Post Office	24,410	20,738	20,875	(137)
Capital outlay	-	8,451	8,451	-
Total expenditures	1,682,906	1,769,224	1,770,665	(1,441)
Excess (deficiency) of revenues over (under) expenditures	(363,036)	(479,687)	(502,761)	(23,074)
<b>Other financing sources:</b>				
Transfers in	456,000	456,000	456,000	-
Total other financing sources	456,000	456,000	456,000	-
Net change in fund balance	\$ 92,964	\$ (23,687)	(46,761)	\$ (23,074)
Fund balance, beginning			1,257,144	
Fund balance, ending			\$ 1,210,383	

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 – STREETS/ROADS  
MAINTENANCE  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2020**

	<b>Budgeted Amounts Original &amp; Final</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget- Positive (Negative)</b>
Revenues:			
Intergovernmental	\$ 38,000	\$ 33,825	\$ (4,175)
	<u>38,000</u>	<u>33,825</u>	<u>(4,175)</u>
Expenditures:			
Current:			
Physical environment	38,000	36,201	1,799
Total expenditures	<u>38,000</u>	<u>36,201</u>	<u>1,799</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ -</u>	<u>(2,376)</u>	<u>\$ (2,376)</u>
Fund balance, beginning		<u>3,292</u>	
Fund balance, ending		<u>\$ 916</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 – BUILDING ACTIVITIES  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2020**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Building permits	\$ 100,000	\$ 100,000	\$ 96,201	\$ (3,799)
Developer contributions	-	80,000	40,459	(39,541)
Total revenues	100,000	180,000	136,660	(43,340)
Expenditures:				
Current:				
Building services	192,963	192,963	171,324	21,639
Capital outlay	-	-	875	(875)
Total expenditures	192,963	192,963	172,199	20,764
Excess (deficiency) of revenues over (under) expenditures	\$ (92,963)	\$ (12,963)	(35,539)	\$ (22,576)
Fund balance, beginning			132,561	
Fund balance, ending			\$ 97,022	

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 at the fund level. 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, 2020 was amended to decrease revenues by (\$30,333) and increase appropriations by \$86,318. Actual expenditures exceeded appropriations by \$1,441 which was covered by available fund balance.

## 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.

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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.*

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*Sources: Unless other wise 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)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Governmental activities:</b>										
Net investment in capital assets	\$ 2,092,203	\$ 2,107,893	\$ 1,939,014	\$ 1,748,985	\$ 1,570,192	\$ 1,415,190	\$ 1,316,045	\$ 1,202,218	\$ 1,113,768	\$ 1,000,764
Restricted	-	-	-	-	-	-	-	-	167,038	150,452
Unrestricted	1,349,675	1,240,666	1,263,653	1,272,545	1,291,987	1,340,133	1,351,380	1,326,627	1,194,865	1,112,593
Total governmental activities net position	3,441,878	3,348,559	3,202,667	3,021,530	2,862,179	2,755,323	2,667,425	2,528,845	2,475,671	2,263,809
<b>Business-type activities:</b>										
Net investment in capital assets	1,830,405	1,934,440	2,424,940	2,372,764	2,314,864	2,307,337	2,347,558	2,273,040	2,363,001	2,376,447
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	1,087,480	1,165,714	799,639	838,302	1,025,446	1,179,704	1,097,797	1,179,803	1,083,194	857,430
Total business-type activities net position	2,917,885	3,100,154	3,224,579	3,211,066	3,340,310	3,487,041	3,445,355	3,452,843	3,446,195	3,233,877
<b>Total government:</b>										
Net investment in capital assets	3,922,608	4,042,333	4,363,954	4,121,749	3,885,056	3,722,527	3,663,603	3,475,258	3,476,769	3,377,211
Restricted	-	-	-	-	-	-	-	-	167,038	150,452
Unrestricted	2,437,155	2,406,380	2,063,292	2,110,847	2,317,433	2,519,837	2,449,177	2,506,430	2,278,059	1,970,023
Total primary government net position	\$ 6,359,763	\$ 6,448,713	\$ 6,427,246	\$ 6,232,596	\$ 6,202,489	\$ 6,242,364	\$ 6,112,780	\$ 5,981,688	\$ 5,921,866	\$ 5,497,686

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

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Expenses:										
Governmental activities:										
Financial and administrative	\$ 434,410	\$ 458,297	\$ 298,517	\$ 220,738	\$ 242,066	\$ 373,523	\$ 454,538	\$ 517,038	\$ 461,647	\$ 518,795
Public safety	558,414	565,508	638,962	660,700	709,248	592,624	619,455	612,554	636,312	650,184
Physical environment	341,158	390,897	374,998	440,460	455,176	482,825	447,808	464,972	540,808	511,101
Fire rescue services	129,937	135,134	140,540	146,161	152,008	200,000	208,000	216,320	224,973	233,972
Post office	-	-	38,072	39,969	25,619	26,470	20,692	20,653	19,428	20,875
Building services	-	-	-	69,391	71,627	59,760	61,431	105,561	227,256	171,324
Total governmental activities	<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>	<u>2,110,424</u>	<u>2,106,251</u>
Business-type activities:										
Water and sewer	1,254,749	1,349,777	1,462,454	1,510,625	1,603,654	1,430,400	1,644,598	1,601,092	1,738,625	2,041,067
Total business-type activities	<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>	<u>1,738,625</u>	<u>2,041,067</u>
Total government expenses	<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>	<u>\$ 3,849,049</u>	<u>\$ 4,147,318</u>
Program revenues:										
Governmental activities:										
Charges for services:										
Financial and administrative	\$ 25,367	\$ 28,589	\$ 9,308	\$ 21,555	\$ 19,107	\$ 17,390	\$ 23,951	\$ 22,377	\$ 20,891	\$ 22,637
Public safety	32,232	34,650	82,256	127,591	122,531	70,122	93,014	126,536	187,793	96,201
Physical environment	-	-	-	-	-	-	-	-	-	-
Capital grants and contributions	-	-	-	-	-	-	-	-	-	40,459
Total governmental activities	<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>	<u>208,684</u>	<u>159,297</u>
Business-type activities:										
Charges for services:										
Water and sewer	1,810,006	1,826,376	1,809,109	1,895,122	1,925,857	1,990,863	2,016,162	2,061,017	2,179,761	2,190,946
Capital grants and contributions	-	-	-	-	-	-	-	-	-	90,000
Total business-type activities	<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>	<u>2,179,761</u>	<u>2,280,946</u>
Total program revenues	<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>	<u>\$ 2,388,445</u>	<u>\$ 2,440,243</u>

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

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Net (expense) revenue:										
Governmental activities	\$ (1,406,320)	\$ (1,486,597)	\$ (1,399,525)	\$ (1,428,273)	\$ (1,514,106)	\$ (1,647,690)	\$ (1,694,959)	\$ (1,788,185)	\$ (1,901,740)	\$ (1,946,954)
Business-type activities	555,257	476,599	346,655	384,497	322,203	560,463	371,564	459,925	441,136	239,879
Total net expense	\$ (851,063)	\$ (1,009,998)	\$ (1,052,870)	\$ (1,043,776)	\$ (1,191,903)	\$ (1,087,227)	\$ (1,323,395)	\$ (1,328,260)	\$ (1,460,604)	\$ (1,707,075)
General revenues:										
Governmental activities:										
Taxes:										
Property taxes	\$ 880,194	\$ 866,152	\$ 873,272	\$ 882,574	\$ 987,197	\$ 949,274	\$ 957,826	\$ 990,246	\$ 1,014,709	\$ 1,077,321
Intergovernmental revenues	53,426	53,601	54,053	56,427	60,156	61,530	74,601	82,990	84,492	77,551
Franchise taxes	95,763	128,651	120,973	92,609	90,326	91,210	97,232	92,442	77,803	103,567
Investment earnings	9,568	9,872	1,760	101	3,540	404	1,084	5,168	21,219	14,207
Miscellaneous	33,142	40,002	10,075	21,925	20,036	22,416	60,318	23,759	195,343	6,446
Transfers	295,000	295,000	193,500	193,500	193,500	416,000	416,000	455,000	455,000	456,000
Total governmental activities	1,367,093	1,393,278	1,253,633	1,247,136	1,354,755	1,540,834	1,607,061	1,649,605	1,848,566	1,735,092
Business-type activities:										
Investment earnings	1,840	670	1,270	290	541	2,268	2,750	2,563	7,216	3,803
Miscellaneous	(295,000)	(295,000)	(193,500)	(193,500)	(193,500)	(416,000)	(416,000)	(455,000)	(455,000)	(456,000)
Transfers	(293,160)	(294,330)	(192,230)	(193,210)	(192,959)	(413,732)	(413,250)	(452,437)	(447,784)	(452,197)
Total business-type activities	\$ 1,073,933	\$ 1,098,948	\$ 1,061,403	\$ 1,053,926	\$ 1,161,796	\$ 1,127,102	\$ 1,193,811	\$ 1,197,168	\$ 1,400,782	\$ 1,282,895
Total general revenues	\$ (39,227)	\$ (93,319)	\$ (145,892)	\$ (181,137)	\$ (159,351)	\$ (106,856)	\$ (87,898)	\$ (138,580)	\$ (53,174)	\$ (211,862)
Change in net position:										
Governmental activities	262,097	182,269	154,425	191,287	129,244	146,731	(41,686)	7,488	(6,648)	(212,318)
Business-type activities	222,870	88,950	8,533	10,150	(30,107)	39,875	(129,584)	(131,092)	(59,822)	(424,180)
Total change in net position	\$ 484,967	\$ 271,219	\$ 262,958	\$ 201,427	\$ 99,137	\$ 186,606	\$ (171,479)	\$ (123,602)	\$ (66,472)	\$ (636,500)

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

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General fund:										
Non-spendable	\$ 19,101	\$ 30,310	\$ 22,353	\$ 32,572	\$ 21,624	\$ 34,158	\$ 21,473	\$ 32,566	\$ 39,620	\$ 36,202
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	544,635	-	-	59,855	20,307	-	35,440	53,643
Unassigned	1,402,835	1,277,964	732,144	1,278,163	1,282,161	1,264,429	1,278,844	1,272,493	1,182,084	1,120,538
Total general fund	<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>	<u>1,257,144</u>	<u>1,210,383</u>
All other governmental funds:										
Restricted	-	-	-	-	-	-	-	-	132,561	213
Committed	-	-	-	-	3,635	4,516	4,688	3,317	3,292	96,809
Unassigned	(21,532)	(20,732)	-	-	-	-	-	-	-	916
Total all other governmental funds	<u>(21,532)</u>	<u>(20,732)</u>	<u>-</u>	<u>-</u>	<u>3,635</u>	<u>4,516</u>	<u>4,688</u>	<u>3,317</u>	<u>135,853</u>	<u>97,938</u>
Total governmental funds	<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>	<u>\$ 1,392,997</u>	<u>\$ 1,308,321</u>

Note: The Village implemented GASB Statement No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions" in fiscal year 2011.

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

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
<b>Revenues:</b>										
Ad valorem taxes	\$ 880,194	\$ 866,152	\$ 873,272	\$ 882,574	\$ 987,197	\$ 949,274	\$ 957,826	\$ 990,246	\$ 1,014,709	\$ 1,077,321
Franchise fees	70,801	68,434	64,457	64,956	70,105	70,967	82,604	75,391	57,628	76,482
Building permits and licenses	40,877	47,043	91,564	149,146	141,638	87,512	116,965	148,913	208,684	118,838
Intergovernmental revenue	113,389	109,440	110,569	84,080	80,377	81,773	89,229	100,041	104,667	104,636
Charges for services	-	-	-	-	-	-	-	-	-	-
Investment income	9,568	9,872	1,760	101	3,540	404	1,084	5,168	21,219	14,207
Grants	-	-	-	-	-	-	-	-	-	40,459
Miscellaneous	49,864	56,198	13,452	21,925	23,511	22,416	8,203	24,363	247,458	6,446
<b>Total revenues</b>	<b>1,164,693</b>	<b>1,157,139</b>	<b>1,155,074</b>	<b>1,202,782</b>	<b>1,306,368</b>	<b>1,212,346</b>	<b>1,255,911</b>	<b>1,344,122</b>	<b>1,654,365</b>	<b>1,438,389</b>
<b>Expenditures:</b>										
<b>Current:</b>										
Financial and administrative	425,474	437,872	274,725	206,112	214,210	346,388	437,373	497,420	449,904	491,166
Public safety	530,073	515,047	604,959	602,527	700,917	560,110	588,128	584,485	609,383	624,992
Physical environment	255,254	249,661	218,435	286,868	312,766	352,843	355,303	378,935	455,216	427,410
Fire rescue services	129,937	135,134	140,540	146,161	152,008	200,000	208,000	216,320	224,973	233,972
Post Office	-	-	38,072	40,512	24,790	26,842	20,327	19,282	19,428	20,875
Building Services	-	-	-	69,391	71,627	59,760	61,431	105,561	227,256	171,324
Capital outlay	827,925	227,287	61,253	33,108	26,865	26,865	38,995	14,055	38,584	9,326
<b>Total expenditures</b>	<b>2,168,663</b>	<b>1,565,001</b>	<b>1,337,984</b>	<b>1,384,679</b>	<b>1,503,183</b>	<b>1,572,808</b>	<b>1,709,557</b>	<b>1,816,058</b>	<b>2,024,744</b>	<b>1,979,065</b>
Excess of revenues over expenditures	(1,003,970)	(407,862)	(182,910)	(181,897)	(196,815)	(360,462)	(453,646)	(471,936)	(370,379)	(540,676)
<b>Other financing sources (uses):</b>										
Transfers in	295,000	295,000	214,082	193,500	193,500	416,000	416,000	455,000	627,024	456,000
Transfers out	-	-	(20,582)	-	-	-	-	-	(172,024)	-
Proceeds from sale of assets	-	-	1,000	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>295,000</b>	<b>295,000</b>	<b>194,500</b>	<b>193,500</b>	<b>193,500</b>	<b>416,000</b>	<b>416,000</b>	<b>455,000</b>	<b>455,000</b>	<b>456,000</b>
<b>Net change in fund balances</b>	<b>\$ (708,970)</b>	<b>\$ (112,862)</b>	<b>\$ 11,590</b>	<b>\$ 11,603</b>	<b>\$ (3,315)</b>	<b>\$ 55,538</b>	<b>\$ (37,646)</b>	<b>\$ (16,936)</b>	<b>\$ 84,621</b>	<b>\$ (84,676)</b>
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>
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
2019	1,014,709	57,628	1,072,337
2020	1,077,321	76,482	1,153,803

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>		
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
2019	161,514,148	-	3,748,245	165,262,393	6.3849
2020	167,435,163	-	3,770,085	171,205,248	6.5452

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 District	Library System	Management District	Water	Children's Services Council	Everglades Construction	Navigation District	Inland			
2010	2010	7.5016	-	7.5016	8.1540	4.9960	1.1451	0.6069	0.5346	0.7513	0.0894	0.0345	23.8134				
2011	2011	7.5016	-	7.5016	8.1800	4.9925	1.1250	0.6081	0.3739	0.7475	0.0624	0.0345	23.6255				
2012	2012	7.5016	-	7.5016	7.7780	4.9902	1.1220	-	0.3676	0.7300	0.0613	0.0345	22.5852				
2013	2013	7.5016	-	7.5016	7.5860	4.9902	1.1220	-	0.3676	0.7300	0.0613	0.0345	22.3932				
2014	2014	7.5016	-	7.5016	7.5940	4.9729	1.0800	-	0.3842	0.6745	-	0.0345	22.2417				
2015	2015	7.0063	-	7.0063	7.5120	4.9277	1.0426	-	0.3045	0.6677	0.0506	0.0320	21.5434				
2016	2016	6.3849	-	6.3849	7.0700	4.9142	0.8993	-	0.2836	0.6833	0.0471	0.0320	20.3144				
2017	2017	6.3849	-	6.3849	6.7690	4.9023	0.7808	-	0.2659	0.6590	0.0441	0.0320	19.8380				
2018	2018	6.3849	-	6.3849	6.5720	4.8980	0.7261	-	0.2519	0.6403	0.0417	0.0320	19.5469				
2019	2019	6.5452	-	6.5452	7.0100	4.8124	0.7261	-	0.2295	0.6497	0.0380	0.0320	20.0429				

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)**

2020			
<u>Taxpayer</u>	Net Assessed	Rank	Percent of Total Village Net Assessed
<u>Value</u>	<u>Value</u>	<u>Value</u>	<u>Value</u>
DDRM Village Square at Golf LLC	\$21,195,585	1	12.38%
Country Club of Florida	10,172,438	2	5.94%
VOG PBC Partners LLC	6,782,706	3	3.96%
VOG Village Park B LLC	4,102,874	4	2.40%
Stauner Carolyn	3,348,491	5	1.96%
Scala Tracy J	3,275,196	6	1.91%
Lafferty Joseph S Jr	2,437,641	7	1.42%
Swaney William C	2,418,824	8	1.41%
TBR Village Holdings LLC	2,188,160	9	1.28%
Coleman Family Residence Trust	2,154,812	10	1.26%
	<b>\$58,076,727</b>		<b>33.92%</b>

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 <u>September 30.</u>	Total Taxes Levied for Fiscal <u>Year</u>	Collected within the Fiscal Year of the Levy		Collections in Subsequent Year's	Total Collections to Date	
		<u>Amount</u>	Percent <u>of Levy</u>		<u>Amount</u>	Percent <u>of Levy</u>
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	96.09%	-	933,215	96.09%
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%
2019	1,055,184	1,014,709	96.16%	-	1,014,709	96.16%
2020	1,064,544	1,077,321	101.20%	-	1,077,321	101.20%

Source: Village of Golf Finance Department and Palm Beach County Tax Collector's Office  
2017 & 2020 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			
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
2019	-	-	1,074,612	-	1,074,612	0.35%	3,811
2020	-	-	952,148	-	952,148	0.35%	3,376

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, 2020**

Government Unit	Net Debt Outstanding	2020	
		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	\$66,868	0.48%	\$ 322
Palm Beach County School Board	1,619,233	0.70%	11,351
Village of Golf Direct Debt			-
Total Direct and Overlapping Debt			<u>\$ 11,673</u>

Sources: Palm Beach County Property Appraiser, Palm Beach County CAFR, dated 09/30/19 and School District of Palm Beach County CAFR dated 06/30/20

(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		Total	Coverage
		Principal	Interest		
2011	1,810,006	50,000	102,764	152,764	8.44%
2012	1,826,376	20,000	124,480	144,480	7.91%
2013	1,809,109	98,702	51,015	149,717	8.28%
2014	1,895,122	104,818	44,899	149,717	7.90%
2015	1,925,857	107,571	42,145	149,717	7.77%
2016	1,990,863	110,397	39,319	149,717	7.52%
2017	2,016,162	113,298	36,419	149,717	7.43%
2018	2,061,017	116,274	33,443	149,717	7.26%
2019	2,179,761	119,328	30,388	149,717	6.87%
2020	2,190,946	122,463	25,925	148,388	6.77%

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
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%
2019	282	200,000	186,725	3.0%
2020	282	200,000	186,725	9.7%

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

SCHEDULE 15  
**VILLAGE OF GOLF, FLORIDA**  
**PRINCIPAL EMPLOYERS**  
**CURRENT YEAR**

Employer	2020		
	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 2011 not available

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

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Number of employees:										
General Government	3	3	3	3	3	2	2	3	3	3
Public Safety	11	11	11	11	-	-	-	-	-	-
Grounds Maintenance	2	2	2	1	1	1	1	1	1	1
Utility Plant	5	5	5	5	5	5	5	5	5	5
Total number of employees	21	21	21	20	9	8	8	9	9	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>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Public safety:										
Security:										
Officers	11	11	11	11	-	-	-	-	-	-
Calls for service	295	165	279	287	285	252	252	217	254	179
Planning and development:										
Building permits issued	99	100	161	179	161	111	111	200	226	175
Business tax receipts issued	34	36	98	98	81	59	59	73	75	66
Transportation:										
Street resurfacing (miles)	-	-	-	-	-	-	-	-	-	-
Potholes repaired	-	-	-	-	-	-	-	-	-	-
Utility system:										
Active accounts - water	1839	1839	1475	1504	1702	1262	1516	1706	1508	1509
Active accounts - sewer	1834	1834	1455	1493	1702	1262	1516	1706	1508	1492
Average daily water consumption (thousands of gallons)	154	128	187	243	282	197	245	236	249	240
Water main breaks	1	2	4	1	2	4	6	1	1	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>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
General government:										
Number of general government buildings	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
Transportation:										
Miles of streets	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
Fire hydrants - Village of Golf	35	36	36	36	36	36	36	36	36	36
Fire hydrants - Outside Village of Golf	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

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, 2020, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements, and have issued our report thereon dated March 29, 2021.

**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.

We noted certain matters that we have reported to management of the Village in a separate letter dated March 29, 2021.

The Village's responses to the findings identified in our audit are described in the accompanying Management Letter. We did not audit the Village's responses and, accordingly, we express no opinion on them.



### **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.

*By*  *Brian & Associates*

March 29, 2021



**Grau & Associates**  
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**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, 2020. 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, 2020.

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*

March 29, 2021



**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, 2020, and have issued our report thereon dated March 29, 2021.

**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 Reporting Requirements**

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 March 29, 2021, 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*

March 29, 2021

## REPORT TO MANAGEMENT

### I. CURRENT YEAR FINDINGS AND RECOMMENDATIONS

#### **2020-01 Under-Billing of Sewer Revenue**

Observation: During internal control testing of Water and Sewer revenues, we noted that a certain customer which was being billed based on the number of master meters was under-billed for the selected billing period. Upon investigation, management determined that such customer had been being under-billed for years.

Recommendation: We recommend that the Village review the billing inputs for given customer as well as all master meter customers to ensure that they are billed for the correct number of meters. In addition, we recommend that the Village periodically review the billing inputs for master meter customers (such as annually) to ensure that they are billed for the correct number of meters.

Management Response: Management is appreciative of the time spent by the independent auditor to ensure that our processes are efficient and adhere to best practices. The error has been corrected and the auditor's recommendations will be implemented going forward.

### 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, 2019.

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, 2020, except as noted above.

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, 2020.

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, 2020. 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.