

CITY OF TAMPA, FLORIDA - GOLF COURSES FUND,  
AS MANAGED BY THE TAMPA SPORTS AUTHORITY

FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORTS

September 30, 2023 and 2022

## TABLE OF CONTENTS

Independent Auditors' Report	3 - 5
Basic Financial Statements	6
Statements of Net Position	7
Statements of Revenues, Expenses and Changes in Net Position	8
Statements of Cash Flows	9
Notes to Financial Statements	10 - 17
Supplementary Information	18
Combining Statement of Net Position	19
Combining Statement of Revenues, Expenses and Changes in Net Position	20
Combining Statement of Cash Flows	21 - 22
Compliance Reports	23
Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	24 - 26



## INDEPENDENT AUDITORS' REPORT

Board of Directors  
Tampa Sports Authority

### **Report on the Financial Statements**

#### ***Opinions***

We have audited the accompanying financial statements of the City of Tampa, Florida - Golf Courses Fund, as managed by the Tampa Sports Authority, as of and for the years ended September 30, 2023 and 2022, and the related notes to the financial statements, which collectively comprise the basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the City of Tampa, Florida - Golf Courses Fund, as managed by the Tampa Sports Authority, as of September 30, 2023 and 2022, and the respective changes in financial position and cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions***

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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of Tampa, Florida - Golf Courses Fund, as managed by the Tampa Sports Authority, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### ***Emphasis of Matter***

As discussed in Note A, the financial statements of the City of Tampa, Florida - Golf Courses Fund, as managed by the Tampa Sports Authority, are intended to present the financial position, the changes in financial position, and, where applicable, cash flows for the years then ended of the City of Tampa, Florida - Golf Courses Fund, as managed by the Tampa Sports Authority that is attributable to the transactions of the City of Tampa, Florida - Golf Courses Fund, as managed by the Tampa Sports Authority. They do not purport to, and do not, present fairly the financial position of the City of Tampa, Florida or the Tampa Sports Authority as of September 30, 2023 and 2022, the changes in their financial position, or, where applicable, their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

## ***Responsibilities of Management's for the Financial Statements***

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Tampa, Florida – Golf Courses Fund, as managed by the Tampa Sport Authority ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

## ***Auditors' Responsibility for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 City of Tampa, Florida - Golf Courses Fund, as managed by the Tampa Sports Authority's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Tampa, Florida – Golf Courses Fund, as managed by the Tampa Sport Authority ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

### ***Other Information***

Our audit was conducted for the purpose of forming an opinion on the financial statements of the City of Tampa, Florida - Golf Courses Fund, as managed by the Tampa Sports Authority basic financial statements. The combining financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basis financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated April 2, 2024 on our consideration of the City of Tampa, Florida - Golf Courses Fund, as managed by the Tampa Sports Authority's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 City of Tampa, Florida - Golf Courses Fund, as managed by the Tampa Sports Authority's internal control over financial reporting and compliance.

Tampa, Florida  
April 2, 2024



## BASIC FINANCIAL STATEMENTS

City of Tampa, Florida - Golf Courses Fund,  
As Managed by the Tampa Sports Authority

STATEMENTS OF NET POSITION

September 30,

	2023	2022
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 3,864,328	\$ 3,665,589
Accounts receivable	82,220	50,081
Interfund receivables	36,929	30,952
Prepaid expenses and deposits	4,100	5,967
Inventory	255,368	194,189
	4,242,945	3,946,778
<b>NON-CURRENT ASSETS</b>		
Capital assets, net of depreciation	5,243,019	4,444,856
	9,485,964	8,391,634
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable and accrued liabilities	389,471	244,340
Interfund payables	36,929	30,952
Unearned revenue	89,787	81,048
	516,187	356,340
	516,187	356,340
<b>NET POSITION</b>		
Invested in capital assets, net of related debt	5,243,019	4,444,856
Unrestricted	3,726,758	3,590,438
	\$ 8,969,777	\$ 8,035,294

The accompanying notes are an integral part of these statements.

City of Tampa, Florida - Golf Courses Fund,  
As Managed by the Tampa Sports Authority

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

For the year ended September 30,

	2023	2022
Operating revenues		
Golf fees	\$ 4,229,707	\$ 3,704,244
Merchandise and food sales	1,593,252	1,114,306
Memberships	94,979	116,466
Driving range	373,519	305,804
Sponsor revenue	22,237	21,589
Other revenue	288	193
Total operating revenues	6,313,982	5,262,602
Operating expenses		
Cost of merchandise sold	802,399	621,237
Clubhouse operations	1,926,210	1,566,916
Course maintenance	2,064,310	1,722,946
General and administrative	906,948	786,255
Operating expenses before depreciation expense	5,699,867	4,697,354
Depreciation expense	591,470	514,735
Total operating expenses	6,291,337	5,212,089
Operating income	22,645	50,513
Non-operating (expenses) revenues		
Investment income	46,492	356
Loss on disposal of assets	(43,354)	(37,214)
Total non-operating revenues (expenses)	3,138	(36,858)
Change in net position before capital grants and contributions	25,783	13,655
Capital grants and contributions	908,700	1,647,298
Change in net position	934,483	1,660,953
Net position at beginning of year	8,035,294	6,374,341
Net position at end of year	\$ 8,969,777	\$ 8,035,294

The accompanying notes are an integral part of these statements.



City of Tampa, Florida - Golf Courses Fund,  
As Managed by the Tampa Sports Authority

STATEMENTS OF CASH FLOWS

For the year ended September 30,

	<u>2023</u>	<u>2022</u>
Cash flows from operating activities		
Cash received from customers	\$ 6,290,582	\$ 5,232,242
Cash payments to vendors for goods and services	(3,714,834)	(2,998,442)
Cash payments to employees for services	<u>(1,899,214)</u>	<u>(1,634,523)</u>
Net cash used by operating activities	<u>676,534</u>	<u>599,277</u>
Cash flows from capital and related financing activities		
Acquisition of capital assets	(1,432,987)	(1,142,324)
Contributions received	<u>908,700</u>	<u>1,647,298</u>
Net cash provided by capital and related financing activities	<u>(524,287)</u>	<u>504,974</u>
Cash flows from investing activities		
Investment income	<u>46,492</u>	<u>356</u>
Net increase in cash and cash equivalents	198,739	1,104,607
Cash and cash equivalents at beginning of year	<u>3,665,589</u>	<u>2,560,982</u>
Cash and cash equivalents at end of year	<u>\$ 3,864,328</u>	<u>\$ 3,665,589</u>
Reconciliation of operating loss to net cash used by operating activities		
Operating loss	<u>\$ 22,645</u>	<u>\$ 50,513</u>
Adjustments to reconcile operating loss to net cash used by operating activities		
Depreciation	591,470	514,735
Changes in assets and liabilities		
(Increase) decrease in		
Accounts receivable	(32,139)	(37,181)
Due from other funds	(5,977)	48,364
Prepaid expenses and deposits	1,867	-
Inventory	(61,179)	(12,487)
Increase (decrease) in		
Accounts payable and accrued liabilities	145,131	76,876
Due to other funds	5,977	(48,364)
Deferred revenue	8,739	6,821
Total adjustments	<u>653,889</u>	<u>548,764</u>
Net cash used by operating activities	<u>\$ 676,534</u>	<u>\$ 599,277</u>

The accompanying notes are an integral part of these statements.

NOTES TO FINANCIAL STATEMENTS

City of Tampa, Florida - Golf Courses Fund,  
As Managed by the Tampa Sports Authority

NOTES TO FINANCIAL STATEMENTS

September 30, 2023 and 2022

NOTE A - ORGANIZATION AND REPORTING ENTITY

The City of Tampa, Florida (the "City") owns three golf courses located in Hillsborough County, Florida: Babe Zaharias Golf Course, Rocky Point Golf Course and Rogers Park Golf Course, collectively the "Golf Courses Fund". These three golf courses are maintained and operated by the Tampa Sports Authority (the "Sports Authority"), under a Management Agreement between the City and the Sports Authority. The Golf Courses Fund is considered a non-major enterprise fund of the City of Tampa, Florida. These financial statements only include the operations of the City of Tampa, Florida - Golf Courses Fund, as managed by the Tampa Sports Authority, and do not purport to, and do not, present fairly the financial position of the City of Tampa, Florida or the Tampa Sports Authority as of September 30, 2023 and 2022 and the changes in their financial position, or, where applicable, their cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Basis of Accounting

The Golf Courses Fund is considered to be a self-supporting enterprise similar to a commercial entity organized for profit. Accordingly, these financial statements are prepared on the accrual basis of accounting similar to that prescribed for proprietary operations of state and local governments. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned and measurable, and expenses are recognized in the period in which the related liability is incurred.

2. Fund Accounting

The operations of the Golf Courses Fund are recorded in a proprietary fund. Proprietary funds are used to account for activities that are similar to those often found in the private sector. All financial transactions of the Golf Courses Fund are grouped in one major fund type, an enterprise fund. Enterprise funds are used to account for operations that are financed primarily through user charges, or where the governing body has concluded that the determination of net position is appropriate.

Proprietary funds are accounted for using the flow of economic resources measurement focus and the accrual basis of accounting. With this measurement focus, all assets and liabilities associated with the operation of the fund are included on the Statement of Net Position. Net position is segregated into its net assets components. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues result from providing goods and services in connection with a proprietary fund's principal ongoing operations; they usually come from exchange or exchange-like transactions.

City of Tampa, Florida - Golf Courses Fund,  
As Managed by the Tampa Sports Authority

NOTES TO FINANCIAL STATEMENTS - CONTINUED

September 30, 2023 and 2022

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

All other revenues are non-operating. Operating expenses can be tied specifically to the production of the goods and services, such as materials and labor and direct overhead. Other expenses are non-operating.

3. Capital Grants and Other Contributions

Grants, defined as contributions from governmental entities which are restricted by the grantor for capital acquisitions, construction, or operations, are reported as capital grants and other contributions.

4. Cash and Cash Equivalents

Cash consists of checking accounts, designated as demand deposits. Cash deposits are carried at cost. The Golf Courses Fund considers all highly liquid debt instruments (including restricted assets) with original maturities of three months or less to be cash equivalents. Cash equivalents are recorded at amortized cost, which approximates market value.

5. Accounts Receivable

The Golf Courses Fund records accounts receivable at the estimated net realizable value. Accordingly, accounts receivable at September 30, 2023 and 2022 are shown net of allowances for doubtful accounts. The Golf Courses Fund has set their allowance for doubtful accounts at zero as of September 30, 2023 and 2022, respectively.

6. Inventory

Inventory consisting of merchandise and foods for resale, are valued at cost, which approximates market, using the first-in/first-out method.

7. Property and Equipment

Property and equipment is carried at cost, less accumulated depreciation. Depreciation is provided over the estimated useful lives (twenty to forty years for land improvements and buildings and two to ten years for furniture, fixtures and equipment) utilizing the straight-line method. Acquisitions of \$750 or more are capitalized and expenditures for repairs and maintenance are expensed in the period incurred.

Expenditures for renewals and improvements that significantly add to productive capacity or extend the useful life of the asset are capitalized.

City of Tampa, Florida - Golf Courses Fund,  
As Managed by the Tampa Sports Authority

NOTES TO FINANCIAL STATEMENTS - CONTINUED

September 30, 2023 and 2022

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

8. Compensated Absences

Full time employees earn from 10 to 20 vacation days a year, depending upon their length of employment, and 8 to 12 sick days a year depending upon the plan option that the employee falls under. Annual leave (vacation days) is accrued up to 320 hours during an employee's term of active employment. Sick leave accrual is based on Tampa Sports Authority Employment Policies.

The compensated absences liability is calculated based on the pay or salary rates in effect at the date of the Statement of Net Position. Additionally, accruals have been made for salary-related payments associated with the payment of compensated absences, using the rates in effect at the date of the Statement of Net Position.

9. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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 contributions and expenses during the reporting period. These estimates are based on management's knowledge and experience. Actual results could differ from those estimates.

NOTE C - CASH AND CASH EQUIVALENTS

1. Deposits

The Golf Courses Fund deposits cash in qualified public depositories ("QPD"). The deposits are insured by the Federal Deposit Insurance Corporation (the FDIC) and are secured by the multiple financial institution collateral pool established under Chapter 280, Florida Statutes. In accordance with these statutes, QPD's are required to pledge eligible collateral in varying percentages. Any losses to public depositors are covered by applicable deposit insurance, by the sale of pledged securities, and if necessary, by assessments against other qualified public depositories. The bank balances of the Golf Courses Fund deposits were \$4,044,957 and \$3,982,050, and the total carrying amounts of its deposits were \$3,860,803 and \$3,662,064 at September 30, 2023 and 2022, respectively. The difference between the book amount and bank amount is due to outstanding checks and deposits in transit. All of the September 30, 2023 and 2022 bank balances of the Golf Courses Fund were covered by the FDIC and were held in QPD accounts.

City of Tampa, Florida - Golf Courses Fund,  
As Managed by the Tampa Sports Authority

NOTES TO FINANCIAL STATEMENTS - CONTINUED

September 30, 2023 and 2022

NOTE C - CASH AND CASH EQUIVALENTS - Continued

2. Cash on Hand

The Golf Courses Fund had cash on hand in its petty cash funds totaling approximately \$3,500 for each of the years ended September 30, 2023 and 2022.

NOTE D - CAPITAL ASSETS

Property and equipment at September 30, 2023 is summarized as follows:

	Balance September 30, 2022	Additions/ Transfers	Dispositions	Balance September 30, 2023
Capital assets not being depreciated:				
Land	\$ 924,662	\$ -	\$ -	\$ 924,662
Construction in process	270,954	1,432,991	(883,310)	820,635
Total capital assets not being depreciated	<u>1,195,616</u>	<u>1,432,991</u>	<u>(883,310)</u>	<u>1,745,297</u>
Capital assets being depreciated:				
Improvements other than buildings	7,473,849	162,158	-	7,636,007
Leasehold improvements	5,046,130	327,314	-	5,373,444
Machinery and equipment	750,924	32,696	(23,218)	760,402
Clubhouse, equipment and furniture	1,069,556	361,142	(395,789)	1,034,909
Total capital assets being depreciated	<u>14,340,459</u>	<u>883,310</u>	<u>(419,007)</u>	<u>14,804,762</u>
Less accumulated depreciation				
Improvements other than buildings	6,347,594	209,100	-	6,556,694
Leasehold improvements	3,526,485	184,602	-	3,711,087
Machinery and equipment	582,030	40,868	(21,609)	601,289
Clubhouse, equipment and furniture	635,110	156,900	(354,040)	437,970
Total accumulated depreciation	<u>11,091,219</u>	<u>591,470</u>	<u>(375,649)</u>	<u>11,307,040</u>
Capital assets, net	<u>\$ 4,444,856</u>	<u>\$ 1,724,831</u>	<u>\$ (926,668)</u>	<u>\$ 5,243,019</u>

City of Tampa, Florida - Golf Courses Fund,  
As Managed by the Tampa Sports Authority

NOTES TO FINANCIAL STATEMENTS - CONTINUED

September 30, 2023 and 2022

NOTE D - CAPITAL ASSETS - Continued

Property and equipment at September 30, 2022 is summarized as follows:

	Balance September 30, 2021	Additions/ Transfers	Dispositions	Balance September 30, 2022
Capital assets not being depreciated:				
Land	\$ 924,662	\$ -	\$ -	\$ 924,662
Construction in process	110,873	1,142,324	(982,243)	270,954
Total capital assets not being depreciated	<u>1,035,535</u>	<u>1,142,324</u>	<u>(982,243)</u>	<u>1,195,616</u>
Capital assets being depreciated:				
Improvements other than buildings	7,102,691	371,158	-	7,473,849
Leasehold improvements	4,908,283	137,847	-	5,046,130
Machinery and equipment	740,950	91,537	(81,563)	750,924
Clubhouse, equipment and furniture	925,186	381,700	(237,330)	1,069,556
Total capital assets being depreciated	<u>13,677,110</u>	<u>982,242</u>	<u>(318,893)</u>	<u>14,340,459</u>
Less accumulated depreciation				
Improvements other than buildings	6,149,256	198,338	-	6,347,594
Leasehold improvements	3,355,961	170,524	-	3,526,485
Machinery and equipment	621,701	35,110	(74,781)	582,030
Clubhouse, equipment and furniture	731,246	110,763	(206,899)	635,110
Total accumulated depreciation	<u>10,858,164</u>	<u>514,735</u>	<u>(281,680)</u>	<u>11,091,219</u>
Capital assets, net	<u>\$ 3,854,481</u>	<u>\$ 1,609,831</u>	<u>\$ (1,019,456)</u>	<u>\$ 4,444,856</u>

Depreciation expense was \$591,470 and \$514,735 for the years ended September 30, 2023 and 2022, respectively.

NOTE E - MANAGEMENT AGREEMENT

The Sports Authority and the City entered into an agreement on February 28, 1993, stipulating the terms and conditions for the Sports Authority to manage three City-owned golf courses (the "Golf Course Management Agreement") which has been amended seven times. The City has made contributions for improvements to the golf courses since October 2002. Such contributions are repayable to the City only from the Golf Courses Fund's net revenues, as defined.

City of Tampa, Florida - Golf Courses Fund,  
As Managed by the Tampa Sports Authority

NOTES TO FINANCIAL STATEMENTS - CONTINUED

September 30, 2023 and 2022

NOTE E - MANAGEMENT AGREEMENT - Continued

Net revenues are defined as gross revenue less all operating and maintenance expenses of the golf courses other than fees payable to the City and the Sports Authority. The agreement, as amended, expressly states that the repayment of these moneys to the City shall be due only from net revenues of the golf courses, and in no event is the Sports Authority obligated to repay them from revenues derived from any other source.

Under the terms of the amended agreement dated February 2000, the Sports Authority is to receive, within 45 days after its fiscal year end, one percent of the golf courses' gross revenue, as defined, as a management fee to be paid only from the golf courses' surplus revenues, defined as net revenues less any debt service installment then due. These management fees have been waived for the fiscal years ended September 30, 2023 and 2022.

Under the terms of the amended agreement dated June 2004, the City shall be responsible for any operating shortfalls realized by the golf courses. An operating shortfall exists only when operating and maintenance expenses, excluding depreciation and any amortization costs approved by the City, exceed gross revenue realized from the operations of the golf courses.

NOTE F - DEFINED BENEFIT PLANS

Employees of the Golf Courses Fund participate in the State of Florida Retirement System (the "FRS"), a multiple-employer cost sharing defined benefit retirement plan or defined contribution retirement plan, and the Retiree Health Insurance Subsidy (HIS) Program, administered by the Florida Department of Administration, Division of Retirement. Contributions to the FRS and HIS for the employees of the Golf Courses Fund are passed through and paid at the same rates as the Sports Authority. Due to this arrangement, the Golf Courses Fund's proportionate share of the net pension liability and related pension amounts are included in the employer portion allocations reported to the Sports Authority by the Florida Department of Administration, Division of Retirement.

No amounts have been allocated to or recognized by the Golf Courses Fund for its proportionate share of the net pension liability and related pension amounts recognized by the Sports Authority as of September 30, 2023 and 2022.

The Golf Courses Fund contributions to the FRS and HIS for the fiscal years ended September 30, 2023 and 2022, were \$217,421 and \$171,236, respectively.



City of Tampa, Florida - Golf Courses Fund,  
As Managed by the Tampa Sports Authority

NOTES TO FINANCIAL STATEMENTS - CONTINUED

September 30, 2023 and 2022

NOTE G - RISK MANAGEMENT

The Golf Courses Fund is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters for which commercial insurance is purchased. During the year ended September 30, 2023, insurance coverage was not reduced from coverage levels in place as of September 30, 2022. No settlements have exceeded coverage levels in place during the past three fiscal years.

NOTE H - COMMITMENTS AND CONTINGENCIES

The Golf Courses Fund is contingently liable to the City for amounts contributed by the City to improve the golf courses at September 30, 2023 and 2022. These advances are only repayable when the golf courses have a positive cash flow. The Golf Courses Fund have recorded these moneys as capital grants and contributions, and no liability is recorded since repayments are based on positive future cash flow.

The Golf Courses Fund entered a contract with an unrelated organization to provide landscaping services to the golf courses through beginning October 1, 2022 extending through September 30, 2025. The total minimum cost for the golf courses is approximately \$2.0 million each year of the agreement for the initial three-year term.

The Golf Courses Fund has a contract with an unrelated organization to provide golf cart and general equipment maintenance for a three-year term beginning October 1, 2017 with two, one-year renewal options, that was extended to November 30, 2022. The total minimum cost to the Golf Courses Fund on this contract is approximately \$62,000 for each year under the initial contract. A new contract will go into effect as of December 1, 2022 to provide golf cart and general equipment maintenance for a three year-term beginning December 1, 2022. The total minimum cost to the Golf Courses Fund on this contract is approximately \$72,000 for each year under the new contract.

SUPPLEMENTARY INFORMATION

City of Tampa, Florida - Golf Courses Fund,  
As Managed by the Tampa Sports Authority

COMBINING STATEMENT OF NET POSITION

September 30, 2023

	BABE ZAHARIAS GOLF COURSE	ROCKY POINT GOLF COURSE	ROGERS PARK GOLF COURSE	Total
<b>ASSETS</b>				
<b>CURRENT ASSETS</b>				
Cash and cash equivalents	\$ 414,114	\$ 2,012,474	\$ 1,437,740	\$ 3,864,328
Accounts receivable	26,230	273	55,717	82,220
Due from other funds	5,758	25,829	5,342	36,929
Prepaid expenses and deposits	1,300	1,400	1,400	4,100
Inventory	49,587	133,169	72,612	255,368
Total current assets	<u>496,989</u>	<u>2,173,145</u>	<u>1,572,811</u>	<u>4,242,945</u>
<b>NON-CURRENT ASSETS</b>				
Capital assets, net of depreciation	<u>2,482,642</u>	<u>971,806</u>	<u>1,788,571</u>	<u>5,243,019</u>
<b>TOTAL ASSETS</b>	<u>2,979,631</u>	<u>3,144,951</u>	<u>3,361,382</u>	<u>9,485,964</u>
<b>LIABILITIES</b>				
<b>CURRENT LIABILITIES</b>				
Accounts payable and accrued liabilities	230,424	103,310	55,737	389,471
Due to other funds	20,317	-	16,612	36,929
Unearned revenue	31,905	31,537	26,345	89,787
Total current liabilities	<u>282,646</u>	<u>134,847</u>	<u>98,694</u>	<u>516,187</u>
<b>TOTAL LIABILITIES</b>	<u>282,646</u>	<u>134,847</u>	<u>98,694</u>	<u>516,187</u>
<b>NET POSITION</b>				
Invested in capital assets net of related debt	2,482,642	971,806	1,788,571	5,243,019
Unrestricted	214,343	2,038,298	1,474,117	3,726,758
<b>TOTAL NET POSITION</b>	<u>\$ 2,696,985</u>	<u>\$ 3,010,104</u>	<u>\$ 3,262,688</u>	<u>\$ 8,969,777</u>

City of Tampa, Florida - Golf Courses Fund,  
As Managed by the Tampa Sports Authority

**COMBINING STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN NET POSITION**

For the year ended September 30, 2023

	BABE ZAHARIAS GOLF COURSE	ROCKY POINT GOLF COURSE	ROGERS PARK GOLF COURSE	Total
Operating revenues				
Golf fees	\$ 1,297,819	\$ 1,770,412	\$ 1,161,476	\$ 4,229,707
Merchandise and food sales	436,694	759,705	396,853	1,593,252
Memberships	16,508	49,323	29,148	94,979
Driving range	-	176,391	197,128	373,519
Sponsor revenue	-	-	22,237	22,237
Other revenue	-	-	288	288
	<u>1,751,021</u>	<u>2,755,831</u>	<u>1,807,130</u>	<u>6,313,982</u>
Total operating revenues				
Operating expenses				
Cost of merchandise sold	216,145	351,281	234,973	802,399
Clubhouse operations	583,775	691,596	650,839	1,926,210
Course maintenance	680,230	681,819	702,261	2,064,310
General and administrative	272,068	364,209	270,671	906,948
	<u>1,752,218</u>	<u>2,088,905</u>	<u>1,858,744</u>	<u>5,699,867</u>
Operating expenses before depreciation expense				
Depreciation expense	157,072	240,245	194,153	591,470
	<u>1,909,290</u>	<u>2,329,150</u>	<u>2,052,897</u>	<u>6,291,337</u>
Total operating expenses				
Total operating (loss) income	<u>(158,269)</u>	<u>426,681</u>	<u>(245,767)</u>	<u>22,645</u>
Non-operating revenues (expenses)				
Investment income	8,704	21,225	16,563	46,492
Loss on disposal of assets	<u>(24,523)</u>	<u>(18,831)</u>	<u>-</u>	<u>(43,354)</u>
Total non-operating revenues (expenses)	<u>(15,819)</u>	<u>2,394</u>	<u>16,563</u>	<u>3,138</u>
Change in net position before capital grants and contributions	(174,088)	429,075	(229,204)	25,783
Capital grants and contributions	<u>619,985</u>	<u>(217,546)</u>	<u>506,261</u>	<u>908,700</u>
Change in net position	445,897	211,529	277,057	934,483
Net position at beginning of year	<u>2,251,088</u>	<u>2,798,575</u>	<u>2,985,631</u>	<u>8,035,294</u>
Net position at end of year	<u>\$ 2,696,985</u>	<u>\$ 3,010,104</u>	<u>\$ 3,262,688</u>	<u>\$ 8,969,777</u>

City of Tampa, Florida - Golf Courses Fund,  
As Managed by the Tampa Sports Authority

COMBINING STATEMENT OF CASH FLOWS

For the year ended September 30, 2023

	<u>BABE ZAHARIAS GOLF COURSE</u>	<u>ROCKY POINT GOLF COURSE</u>	<u>ROGERS PARK GOLF COURSE</u>	<u>Total</u>
Cash flows (used) provided by operating activities				
Cash received from customers	\$ 1,736,254	\$ 2,775,886	\$ 1,778,442	\$ 6,290,582
Cash payments to vendors for goods and services	(1,008,504)	(1,409,300)	(1,297,030)	(3,714,834)
Cash payments to employees for services	(585,497)	(686,661)	(627,056)	(1,899,214)
Net cash (used) provided by operating activities	<u>142,253</u>	<u>679,925</u>	<u>(145,644)</u>	<u>676,534</u>
Cash flows from capital and related financing activities				
Acquisition of capital assets	(1,080,350)	(121,986)	(230,651)	(1,432,987)
Contributions received	619,985	(217,546)	506,261	908,700
Net cash provided by capital and related financing activities	<u>(460,365)</u>	<u>(339,532)</u>	<u>275,610</u>	<u>(524,287)</u>
Cash flows from investing activities				
Investment income	8,704	21,225	16,563	46,492
Net increase in cash and cash equivalents	(309,408)	361,618	146,529	198,739
Cash and cash equivalents at beginning of year	<u>723,522</u>	<u>1,650,856</u>	<u>1,291,211</u>	<u>3,665,589</u>
Cash and cash equivalents at end of year	<u>\$ 414,114</u>	<u>\$ 2,012,474</u>	<u>\$ 1,437,740</u>	<u>\$ 3,864,328</u>

City of Tampa, Florida - Golf Courses Fund,  
As Managed by the Tampa Sports Authority

COMBINING STATEMENT OF CASH FLOWS - CONTINUED

For the year ended September 30, 2023

	BABE ZAHARIAS GOLF COURSE	ROCKY POINT GOLF COURSE	ROGERS PARK GOLF COURSE	Total
Reconciliation of operating loss to net cash (used) provided by operating activities				
Operating (loss) income	\$ (158,269)	\$ 426,681	\$ (245,767)	\$ 22,645
Adjustments to reconcile operating (loss) income to net cash (used) provided by operating activities				
Depreciation	157,072	240,245	194,153	591,470
Changes in assets and liabilities				
(Increases) decreases in				
Accounts receivable	(21,885)	15,811	(26,065)	(32,139)
Receivable from other funds	(3,080)	(769)	(2,128)	(5,977)
Prepaid expenses and deposits	429	719	719	1,867
Inventory	(23,028)	(33,065)	(5,086)	(61,179)
Increases (decreases) in				
Accounts payable and accrued liabilities	183,368	26,059	(64,296)	145,131
Payable to other funds	528	-	5,449	5,977
Deferred revenue	7,118	4,244	(2,623)	8,739
Total adjustments	300,522	253,244	100,123	653,889
Net cash (used) provided by operating activities	\$ 142,253	\$ 679,925	\$ (145,644)	\$ 676,534

## COMPLIANCE REPORTS

INDEPENDENT AUDITORS' 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*





INDEPENDENT AUDITORS' 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

Board of Directors  
Tampa Sports Authority

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 City of Tampa, Florida - Golf Courses Fund, as managed by the Tampa Sports Authority (the "Golf Courses Fund"), which comprise the statement of net position as of September 30, 2023, and the related statements of revenues, expenses and changes in net position, and cash flows for the year then ended, and the related notes to the financial statements, which collectively comprise the Golf Courses Fund's basic financial statements, and have issued our report thereon dated April 2, 2024.

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of financial statements, we considered the Golf Courses Fund's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Golf Courses Fund's internal control. Accordingly, we do not express an opinion on the effectiveness of the Golf Courses Fund'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 were not identified.



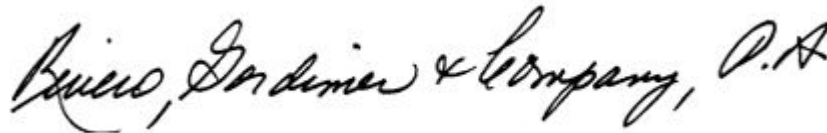
## Report on Compliance and Other Matters

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

### Purpose of this Report

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

Tampa, Florida  
April 2, 2024

A handwritten signature in black ink that reads "Bruce, Gardner & Company, P.A." The signature is written in a cursive, flowing style.