



Board of Directors Meeting – Agenda Item

Meeting Date(s): September 18, 2017 Item submitted by: Linda D. Robertson
(i.e. FHSAA Staff, BOD, Committee, Individual)

- General Business Item: Yes No
- Committee: Governance Finance Operations
- Item Type: Action Discussion Information only
- Data Source: FHSAA Financial Records (i.e. FHSAA Bylaw/Policy, Fla. Statute, etc.)

Topic:

Annual Financial Report for FHSAA, Land Corporation, Inc. for Fiscal Year 2016-17

Detailed Information (brief statement—background, observations, data, etc.):

See attached combined balance sheet for FHSAA's capital fund - the FHSAA Land Corporation, Inc. and accompanying revenue and expense details for the fiscal year 2016-17, ending on June 30, 2017.

Provide attachment(s) as applicable

Executive Director Recommendation:

Approve

Rationale & Impact:

Alternative to Recommendation:

None - required annual document for audit and financial records

Linda D. Robertson +
Printed Name of Individual/Committee Submitting Item

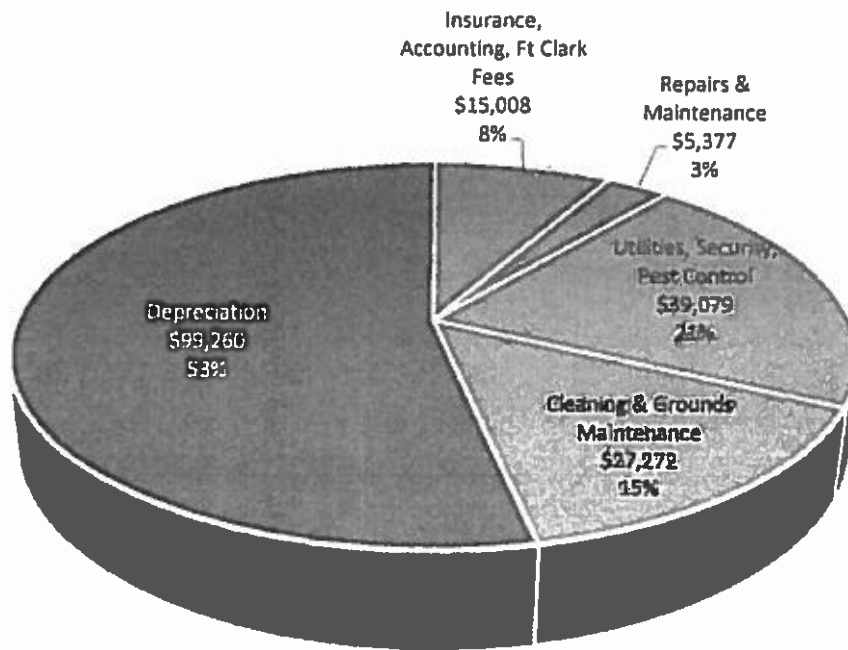
Linda D. Robertson
Signature

Linda D. Robertson
Printed Name of FHSAA Staff Member Presenting Item

Linda D. Robertson
Signature

Florida High School Athletic Association Land Corporation, Inc.
2016-17 Fiscal Year - Annual Financial Report

Land Corporation Expenses
\$185,995



Florida High School Athletic Association Land Corporation, Inc
2016-2017 Annual Financial Report
Major Highlights

CAPITAL FUND – FHSAA LAND CORPORATION, INC.

The Capital Fund does not have capacity to levy fees or generate revenue other than through transfers from the FHSAA, Inc. (General Fund). Each year, the Board of Directors adopts a budget amount to be transferred to the Capital Fund for the purpose of operating and maintaining the building and land owned by the FHSAA as well as an amount needed to provide for any additional capital improvements, capital equipment and vehicles. As those decisions are made, an appropriate amount is transferred from the General fund (or FHSAA, Inc.). The purpose of this fund is to provide a separate accounting for Capital items and operation of the facilities owned by FHSAA.

Revenue collected = \$150,304.97; Revenue exceeded budget by \$304.97

The additional revenue was for sale of a surplus item. \$150,000 of revenue was received as monthly transfer from the FHSAA, Inc.

Expenses = \$185,994.71; Expenses were less than budgeted by \$61,365.29

Expenses were 25% less than the budget forecast.

1. The nature of this fund causes expenses to be less than budgeted when the expense is for a capital item (as opposed to an operational item like utilities). Expenses for capital items are reclassified at year end to a fixed asset account. For example, when cash is exchanged for a building, the building still has value and the use of cash to purchase the building is not classified as an expense. The fund simply exchanges one type of asset (cash) for another (building).
 - In budget categories that were capital in nature the expenses were less than the budget by \$5,929 (budgeted \$52,000, purchased \$46,071 of capitalized items).
2. In the budget categories that were operation in nature, the expenses were \$7,625.13 less than budgeted.

Changes to Fund Balance:

	<u>2016</u>	<u>2017</u>	<u>Difference</u>
6/30 Current Net Assets	\$ 235,632.74	\$ 254,327.01	\$ 18,694.27
6/30 Fixed Assets Value	\$ 2,084,714.24	\$2,035,830.23	\$(48,884.01)
6/30 Fund Balance	<u>\$2,320,346.98</u>	<u>\$2,290,157.24</u>	<u>\$(30,189.74)</u>

Florida High School Athletic Association, Inc.
Annual Financial Report
Revenue and Expense by GL Code
7/1/2016 Through 6/30/2017

02- Capital Funds - Land Corp

		<u>Budget</u>	<u>Actual</u>	<u>Budget Remaining</u>	<u>Percent Complete</u>
Revenues					
Sales	4330	0.00	304.97	(304.97)	0%
From General Fund	4710	<u>150,000.00</u>	<u>150,000.00</u>	<u>0.00</u>	<u>100%</u>
Total Revenues		<u>150,000.00</u>	<u>150,304.97</u>	<u>(304.97)</u>	<u>100%</u>
Expenses					
Accounting	5312	3,600.00	3,702.50	(102.50)	103%
Banking	5314	100.00	60.00	40.00	60%
Insurance & Bond Premiums	5320	11,000.00	9,450.68	1,549.32	86%
Repairs & Maintenance	5350	8,700.00	5,376.63	3,323.37	62%
Water/Sewer	5381	9,160.00	7,122.97	2,037.03	78%
Waste Collection	5382	4,900.00	4,845.46	54.54	99%
Pest Control	5393	600.00	560.00	40.00	93%
Security	5394	600.00	518.40	81.60	86%
Other Purchased Service	5399	8,600.00	9,205.02	(605.02)	107%
Electric	5410	27,800.00	26,031.85	1,768.15	94%
Equip - Capital*	5642	7,000.00	0.00	7,000.00	0%
Computers - Capital*	5644	15,000.00	0.00	15,000.00	0%
Vehicles*	5650	30,000.00	0.00	30,000.00	0%
Land Improvements	5670	17,500.00	18,067.00	(567.00)	103%
Dues/Fees/Taxes	5730	1,800.00	1,794.36	5.64	100%
Depreciation	5780	<u>101,000.00</u>	<u>99,259.84</u>	<u>1,740.16</u>	<u>98%</u>
Total Expenses		<u>247,360.00</u>	<u>185,994.71</u>	<u>61,365.29</u>	<u>75%</u>
Net Income		<u>(97,360.00)</u>	<u>(35,689.74)</u>		

*These categories are capital in nature and become part of property inventory when purchased, therefore, they are not considered an "expense":

Amount added to inventory value for purchases in 2016-17:		<u>Budget</u>	<u>Actual</u>
5642	Equipment	7,000.00	5,062.73
5644	Computers	15,000.00	17,008.13
5650	Vehicles	30,000.00	24,000.00
		<u>52,000.00</u>	<u>46,070.86</u>