



### 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:**

Budget for fiscal year 2017-18 for FHSAA, Land Corporation, Inc.

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

See attached information detailing the Executive Director's recommended final budget for 2017-18 for FHSAA's capital fund - the FHSAA Land Corporation, Inc. A Tentative Budget was adopted by the Board in June. The proposed final budget is the same as the previously adopted Tentative Budget. Chief Financial Officer, Linda Robertson will present the report and take questions.

*Provide attachment(s) as applicable*

**Executive Director Recommendation:**

Approve

**Rationale & Impact:**

See budget plan for coming fiscal year.

**Alternative to Recommendation:**

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, Inc – Land Corporation  
2017-18 Final Budget  
Major Highlights and Changes from Prior Year**

**Major factors impacting budget:**

Revenues are derived from transfers from the FHSAA general fund. This fund does not assess dues to members nor does it have any revenue generating capacity other than reliance on the FHSAA general fund.

The purpose of the fund is to separate capital outlay expenses and building operations from the general operations of the FHSAA. All major building, vehicle and equipment purchases are recorded in this fund along with the building operation costs such as utilities, lawn maintenance and building insurance.

There are no major remodeling, construction, or furnishings planned in the 2016-17 budget.

The budget includes \$24,000 for computers and other equipment.

**Revenue Projection = \$120,000** – \$(30,000) less than prior year due to decreasing the transfer from FHSAA, Inc. The prior year transfer included \$30,000 for purchase of a vehicle.

**Expenses = \$215,500** - \$(31,860) less than prior year. The primary difference is elimination of \$30,000 for vehicle purchase made in prior year.

**Impact on Fund Balance:**

Fund balances in the Land Corporation include the value of buildings and land owned by the Corporation. In addition, cash balances (unreserved balances) are maintained for the purpose of future building renovations, repairs, construction and other capital needs for the Association.

1. The value of buildings, land and capital equipment owned by the FHSAA was \$2,035,830 on June 30, 2017. This value will decrease to an estimated \$1,955,830 after fiscal year 2017-18 due to the net decrease in property value caused by adding new equipment value and deducting depreciation on the building.
2. Estimated cash balances, or unreserved balances are:

June 2017 Cash =	\$ 255,787
2017-18 Est Revenue	\$ 120,000
2017-18 Cash Expenses*	<u>\$ (114,500)</u>
Estimated July 2018 Cash Reserve =	\$ 261,287

\*\$101,000 of the expense budget is Depreciation, not a cash expense

**Florida High School Athletic Association Land Corp, Inc.**  
**2017-18 Final Budget**  
**By Detail Code**

**02 - Capital Funds - Land Corp**

		<u>Tentative Budget</u>	<u>Final Budget</u>	<u>Budget Change</u>	<u>Reasons for Change</u>
<b>REV</b>					
From General Fund	4710	120,000.00	120,000.00	0.00	
<b>Total REV</b>		<b>120,000.00</b>	<b>120,000.00</b>	<b>0.00</b>	
<b>EXP</b>					
Accounting	5312	3,600.00	3,600.00	0.00	
Banking	5314	100.00	100.00	0.00	
Insurance & Bond Premiums	5320	10,500.00	10,500.00	0.00	
Repairs & Maintenance	5350	8,700.00	8,700.00	0.00	
Water/Sewer	5381	9,000.00	9,000.00	0.00	
Waste Collection	5382	4,500.00	4,500.00	0.00	
Pest Control	5393	600.00	600.00	0.00	
Security	5394	700.00	700.00	0.00	
Other Purchased Service	5399	12,100.00	12,100.00	0.00	
Electric	5410	27,800.00	27,800.00	0.00	
Equip - Capital*	5642	7,000.00	7,000.00	0.00	
Computer Equip - Capital*	5644	14,000.00	14,000.00	0.00	
Vehicles*	5650	-	-	0.00	
Land Improvements	5670	14,000.00	14,000.00	0.00	
Dues/Fees/Taxes	5730	1,900.00	1,900.00	0.00	
Depreciation	5780	101,000.00	101,000.00	0.00	
<b>Total EXP</b>		<b>215,500.00</b>	<b>215,500.00</b>	<b>0.00</b>	
<b>NET INCOME</b>		<b>(95,500.00)</b>	<b>(95,500.00)</b>		

\*Capital items become fixed assets, rather than expense at year end