

APPROVED
NOV 18 2009

REPORT OF GENERAL MANAGER

NO. 09-296

DATE November 18, 2009

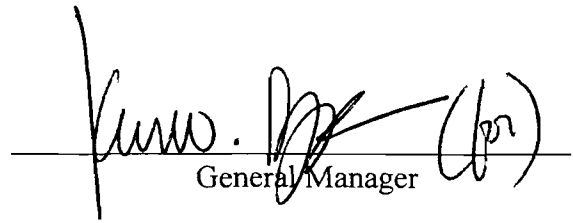
BOARD OF RECREATION
and PARK COMMISSIONERS

C.D. Various

BOARD OF RECREATION AND PARK COMMISSIONERS

SUBJECT: GOLF DIVISION – FISCAL YEAR 2009–2010 ALLOCATION OF GOLF SURCHARGE FUNDS

R. Adams _____	J. Kolb _____
H. Fujita _____	F. Mok _____
S. Huntley _____	*K. Regan _____
V. Israel _____	M. Shull _____


General Manager

Approved _____

Disapproved _____

Withdrawn _____

RECOMMENDATION:

That the Board:

1. Approve the Fiscal Year 2009-2010 Allocation of Golf Surcharge Funds, as attached; and
2. Authorize the Chief Accounting Employee to transfer funds within the Golf Surcharge Account 321K sub-accounts to fund Golf capital improvements, routine maintenance and repairs, and operational expenses for Fiscal Year 2009-2010 Allocation of Golf Surcharge Funds, as in the attached.

SUMMARY:

Since the mid-1960s, the Department of Recreation and Parks has had in place a surcharge on golf course green fees. Funds obtained by way of the surcharge are used to renovate and improve existing facilities, construct new facilities at the Department's 13 golf courses, fund routine maintenance and repairs, and for other operational expenses that are not funded through the City budget process. No funds from the City's Capital Improvement Program or from the City's General Fund are allocated to make improvements to the golf courses. As of October 19, 2009, the total balance of the Golf Surcharge Account was \$12,908,993.33. The Golf Surcharge Account currently generates approximately \$5 million per year.

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The Fiscal Year 2009-2010 Allocation of Golf Surcharge Funds for the Golf Surcharge Account 321K, is attached. Allocations to certain sub-accounts are required to fund:

1. Capital projects that have had CEQA reviews performed and are at various stages of design, planning, and/or construction;
2. Routine maintenance and repairs utilizing existing staff and/or contract vendors;
3. Materials and supplies (i.e. fertilizer, pesticides, irrigation supplies);
4. Mandated water expenses; and
5. Various golf employee salaries.

Funding from the Golf Surcharge Account is necessary to supplement funding provided in the FY 2009-2010 City budget for routine maintenance and repairs, supplies, and golf employee salaries.

The proposed allocation of funds was developed after consultation with the Department's Golf Advisory Committee and other Golf Division operations and maintenance staff.

FISCAL IMPACT STATEMENT:

There is no fiscal impact to the Department's General Fund, since funds will be paid from the Golf Surcharge Account, Fund 302, Department 89. No funds from the City's Capital Improvement Program or from the City's General Fund will be used.

This report was prepared by James N. Ward, Golf Manager.

**CITY OF LOS ANGELES
DEPARTMENT OF RECREATION AND PARKS
Golf Surcharge Account 321K
Fiscal Year 2009-10 Allocation of Golf Surcharge Funds**

Account	Sub-Account Name	Type of Expense	Balance as of 10-19-2009	Amount to Transfer From "Unallocated"	New Sub-Account Balance
321K-AN	As Needed Labor	Salaries	\$ 68,544.34	\$ 150,000.00	\$ 218,544.34
321K-CP	Cart Paths	Routine Maintenance & Repairs / Materials and Supplies	\$ 14,550.28	\$ 100,000.00	\$ 114,550.28
321K-CS	Rancho Golf Clubhouse Renovation	No Allocation for FY 2009-10	\$ 1,600,000.00	\$ -	\$ 1,600,000.00
321K-CU	Golf Equipment	No Allocation for FY 2009-10	\$ 144,026.29	\$ -	\$ 144,026.29
321K-FA	Metro Region General	Routine Maintenance & Repairs / Materials and Supplies	\$ (68,766.59)	\$ 200,000.00	\$ 131,233.41
321K-FB	Pacific Region General	Routine Maintenance & Repairs / Materials and Supplies	\$ (29,418.88)	\$ 200,000.00	\$ 170,581.12
321K-FC	Valley Region General	Routine Maintenance & Repairs / Materials and Supplies	\$ (140,260.00)	\$ 350,000.00	\$ 209,740.00
321K-GF	Golf Fairway Improvements	Routine Maintenance & Repairs / Materials and Supplies	\$ 352,810.90	\$ -	\$ 352,810.90
321K-GG	Griffith Golf Clubhouse Renovation	No Allocation for FY 2009-10	\$ 67,901.13	\$ -	\$ 67,901.13
321K-GI	Golf Course Electronic Irrigation Upgrade	Routine Maintenance & Repairs / Materials and Supplies	\$ (83,670.29)	\$ 200,000.00	\$ 116,329.71
321K-GM	Golf Management	Routine Maintenance & Repairs / Materials and Supplies	\$ 558,885.98	\$ 341,114.02	\$ 900,000.00
321K-HC	Harbor Cart Barn Construction	Capital Project (Pre-Design Phase)	\$ 500,000.00	\$ 200,000.00	\$ 700,000.00
321K-HI	Hansen Dam Golf Course Irrigation System and ADA Upgrades	Capital Project (CEQA Review Performed, Under Construction)	\$ 841,427.80	\$ -	\$ 841,427.80
321K-LC	Landscape Crew	Salaries	\$ (503,999.95)	\$ 2,000,000.00	\$ 1,496,000.05
321K-RI	Roosevelt Golf Course Irrigation System	No Allocation for FY 2009-10	\$ 1,618,375.00	\$ -	\$ 1,618,375.00
321K-SC	Sepulveda Basin - Golf Parking	Capital Project (CEQA Review Performed, Planning Phase)	\$ 1,379,146.98	\$ 300,000.00	\$ 1,679,146.98
321K-SU	Service Yard Upgrades	No Allocation for FY 2009-10	\$ 362,848.78	\$ -	\$ 362,848.78
321K-TL	Golf Tee Leveling	No Allocation for FY 2009-10	\$ 700,000.00	\$ -	\$ 700,000.00
321K-TT	Tree Trimming	Routine Maintenance & Repairs / Materials and Supplies	\$ 3,000.00	\$ 250,000.00	\$ 253,000.00
321K-WC	Water Conservation	Mandated Water Expenses	\$ -	\$ 1,000,000.00	\$ 1,000,000.00
321K-00	Unallocated		\$ 5,523,591.56	\$ (5,291,114.02)	\$ 232,477.54
Total			\$ 12,908,993.33	\$ -	\$ 12,908,993.33