

**TOWN OF
APPLE VALLEY, CALIFORNIA**

AGENDA MATTER

Subject Item:

TREASURER’S REPORT – MONTH OF FEBRUARY 2011 AND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE FOR THE PARKS & RECREATION FUND AND THE APPLE VALLEY GOLF CLUB FUND

Summary Statement:

On June 08, 2010, the Council adopted Town of Apple Valley Resolution 2010-22, which is the Town’s Investment Policy for the fiscal year 2010-2011. That policy states that the Finance Department is conforming to the State of California Government Codes by investing prudently, meeting our investment objectives of safety, liquidity and yield (in that order), using only authorized financial institutions and investment tools, and providing the Council with investment reports.

Attached please find a copy of the Treasurer’s Report for the month of February, 2011.

Also attached are copies of the Schedule of Revenues, Expenditures and Changes in Fund Balance for the Parks & Recreation Fund and the Apple Valley Golf Club Fund for the Eight Months Ended February 28, 2011.

Recommended Action:

Receive and file.

Proposed by: Kaye Reynolds, Finance Manager Item Number _____

T. M. Approval: _____ Budgeted Item Yes No N/A



Town of Apple Valley
Treasurer's Report
As of February 28, 2011

| Institution/Investment Type | Carrying Amount | Market Value | Interest Rate Yield | Maturity Date | Quarterly Comparisons of Carrying Amounts | | | |
|---|------------------|------------------|---------------------|---------------|---|------------------|------------------|------------------|
| | | | | | Nov-10 | Aug-10 | May-10 | Feb-10 |
| Funds under control of Town: | | | | | | | | |
| Checking Account | \$ (430,909.64) | \$ (430,909.64) | (1) None | On Demand | \$ 582,257.46 | \$ 372,718.44 | \$ 5,220,633.21 | \$ (610,545.19) |
| Public Money Market Account | \$ 203,810.62 | \$ 203,810.62 | (4) 0.30% | On Demand | \$ 203,659.93 | \$ 203,507.68 | \$ 203,353.87 | \$ 203,165.23 |
| Apple Valley Country Club Deposit Account | \$ 2,927.69 | \$ 2,927.69 | (4) None | On Demand | \$ 24,633.23 | \$ 20,045.66 | \$ 39,528.79 | \$ 26,583.63 |
| Apple Valley Country Club A/P Account | \$ 233.71 | \$ 233.71 | (4) None | On Demand | \$ (7,446.56) | \$ 62.00 | \$ 60.20 | \$ (20,106.14) |
| Town Cash Drawers | \$ 3,600.00 | \$ 3,600.00 | N/A | On Demand | \$ 3,600.00 | \$ 3,600.00 | \$ 3,300.00 | \$ 3,300.00 |
| CDARS 1007707513 | \$ - | \$ - | (4) | 1/6/2011 | \$ 2,021,442.52 | \$ 2,019,682.33 | \$ 2,017,422.65 | \$ 2,007,437.81 |
| Public Desert Gold Account | \$ 4,226,308.03 | \$ 4,226,308.03 | (4) 0.50% | | | | | |
| Gov Obligations FNMA 3136FHQY4 | \$ 1,000,000.00 | \$ 1,018,480.00 | (1) 1.96% | 5/21/2012 | \$ 1,000,000.00 | \$ 1,000,000.00 | \$ 1,000,000.00 | \$ 1,000,000.00 |
| Gov Obligations FNMA 3136FHGH2 * | | | (1) | 10/9/2012 | | | | \$ 1,000,000.00 |
| Gov Obligations Fed Home Loan 3128X8QH8 * | | | (1) | 3/16/2011 | | | | \$ 999,000.00 |
| Gov Obligations Fed Home Loan 3128X8MS8 * | | | (1) | 3/2/2012 | \$ 998,250.00 | \$ 998,250.00 | \$ 998,250.00 | \$ 998,250.00 |
| Gov Obligations Fed Home Loan 3128X8ZP0 * | | | (1) | 11/8/2012 | \$ 2,000,000.00 | \$ 2,000,000.00 | \$ 2,000,000.00 | \$ 2,000,000.00 |
| Gov Obligations Fed Home Loan 3133XUDJ9 * | | | (1) | 8/12/2013 | | | \$ 1,000,000.00 | \$ 1,000,000.00 |
| Gov Obligations Fed Home Loan 3133XUGF4 | \$ 993,250.00 | \$ 1,008,120.00 | (1) 2.73% | 8/19/2013 | \$ 993,250.00 | \$ 993,250.00 | \$ 993,250.00 | \$ 993,250.00 |
| State of Calif., Local Agency Investment Fund | \$ 37,416,374.32 | \$ 37,471,051.73 | (2) 0.51% | On Demand | \$ 29,981,508.88 | \$ 32,037,448.56 | \$ 32,988,408.36 | \$ 27,854,248.67 |
| Percent of total portfolio: 50% | | | | | | | | |
| Total funds under control of Town | \$ 43,415,594.73 | \$ 43,503,622.14 | | | \$ 34,802,905.46 | \$ 39,648,564.67 | \$ 46,464,207.08 | \$ 37,454,584.01 |
| Funds controlled by Fiscal Agent: | | | | | | | | |
| Treasury Bonds First American | \$ 31,014,365.15 | \$ 31,014,365.15 | (3) 0.00% | On Demand | \$ 38,831,494.78 | \$ 38,993,425.40 | \$ 39,800,393.62 | \$ 52,545,800.93 |
| Total Fiscal Agent funds | \$ 31,014,365.15 | \$ 31,014,365.15 | | | \$ 38,831,494.78 | \$ 38,993,425.40 | \$ 39,800,393.62 | \$ 52,545,800.93 |
| Grand Total | \$ 74,429,959.88 | \$ 74,517,987.29 | | | \$ 73,634,400.24 | \$ 78,641,990.07 | \$ 86,264,600.70 | \$ 90,000,384.94 |

* Called prior to maturity

Source of Market Value Information: 1) Union Bank of California, Local Agency Investment Fund 3) U.S. Bank, Statements of Investment 4) Desert Community Bank

I hereby certify that the investment activity for this reporting period conforms with the investment policy adopted by the Town Council of Apple Valley, and the California Government Code Section 53601. I also certify that there are adequate funds available to meet the Town of Apple Valley's budgeted and actual expenditures for the next six months.

Prepared by: Kaye Reynolds, Finance Manager

Kaye Reynolds, Finance Manager

Town of Apple Valley
Parks & Recreation Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 For the Eight Months Ended February 28, 2011

| | Current Fiscal Year Budget | Current Month | Current Fiscal Year-to-date | Last Fiscal Year- to-date |
|--|-------------------------------|---------------------|--------------------------------|------------------------------|
| Revenue - General | | | | |
| Property Taxes | \$ 1,560,000 | \$ 3,521 | \$ 761,793 | \$ 634,536 |
| Pass-through pmnts | 312,400 | | | 75,627 |
| Cell Tower Rents | 125,000 | 8,175 | 77,084 | 97,576 |
| Other - General | 15,000 | 558 | 832 | 18,712 |
| Total Revenue - General | 2,012,400 | 12,254 | 839,709 | 826,451 |
| Expenditures - General | | | | |
| Interest Expense | | | 18,238 | 7,398 |
| Total Expenditures - General | - | - | 18,238 | 7,398 |
| General Revenue Over (Under) Expenditures | 2,012,400 | 12,254 | 821,471 | 819,053 |
| Recreation: | | | | |
| Revenues ¹ | 1,046,325 | 80,799 | 710,864 | 480,249 |
| Expenditures ¹ | 2,035,754 | 383,819 | 1,306,571 | 990,705 |
| Recreation Rev. Over (Under) Expenditures | (989,429) | (303,020) | (595,707) | (510,456) |
| Parks: | | | | |
| Parks Grounds Expenditures | 1,801,146 | 137,145 | 1,237,702 | 1,171,683 |
| Facilities Maintenance Expenditures | 262,850 | 21,954 | 153,318 | 163,746 |
| Total Parks Expenditures | (2,063,996) | (159,099) | (1,391,020) | (1,335,429) |
| Net change in Fund Balance | \$ (1,041,025) | \$ (449,865) | (1,165,256) | (1,026,832) |
| Fund Balance - beginning | (3,945,669) | | (3,945,669) | (2,878,420) |
| Fund Balance - ending | \$ (4,986,694) | | \$ (5,110,925) | \$ (3,905,252) |

¹See attached list by program

| Programs: | Current Year Budget | Current Month | Current Fiscal Year-to-date | Last Fiscal Year-to-date |
|-----------------------------------|---------------------|-----------------|-----------------------------|--------------------------|
| Adult Sports - Revenue | 38,930 | 5,833 | 20,873 | 22,393 |
| Adult Sports - Expenditures | 62,104 | 3,005 | 32,066 | 33,844 |
| Total - Adult Sports | (23,174) | 2,828 | (11,193) | (11,451) |
| Aquatic Complex - Revenue | 240,052 | 20,326 | 142,282 | 150,353 |
| Aquatic Complex - Expenditures | 500,055 | 57,224 | 342,069 | 307,157 |
| Total - Aquatic Complex | (260,003) | (36,898) | (199,787) | (156,804) |
| ASAP - Revenue | 128,250 | 13,680 | 91,651 | 96,186 |
| ASAP - Expenditures | 199,515 | 16,267 | 116,469 | 121,325 |
| Total - ASAP | (71,265) | (2,587) | (24,818) | (25,139) |
| CAVE - Revenue | 14,864 | | 5,120 | 6,793 |
| CAVE - Expenditures | 17,640 | 588 | 11,198 | 12,152 |
| Total - CAVE | (2,776) | (588) | (6,078) | (5,359) |
| Day Camp - Revenue | 35,962 | 45 | 12,055 | 12,902 |
| Day Camp - Expenditures | 66,450 | 1,725 | 33,456 | 39,606 |
| Total - Day Camp | (30,488) | (1,680) | (21,401) | (26,704) |
| Instructor Classes - Revenue | 135,550 | 10,204 | 75,150 | 91,013 |
| Instructor Classes - Expenditures | 159,795 | 9,940 | 87,917 | 100,681 |
| Total - Instructor Classes | (24,245) | 264 | (12,767) | (9,668) |
| PIO Events - Revenue | 21,500 | | 7,210 | 10,250 |
| PIO Events - Expenditures | 206,066 | 9,360 | 152,351 | 129,974 |
| Total - PIO Events | (184,566) | (9,360) | (145,141) | (119,724) |
| Recreation - Revenue | 18,165 | 1,336 | 9,749 | 12,121 |
| Recreation - Expenditures | 317,212 | 13,831 | 152,997 | 118,652 |
| Total - Recreation | (299,047) | (12,495) | (143,248) | (106,531) |
| Rentals - Revenue | 105,600 | 25,340 | 68,624 | 49,890 |
| Rentals - Expenditures | 102,805 | 10,067 | 42,620 | 43,413 |
| Total - Rentals | 2,795 | 15,273 | 26,004 | 6,477 |

| Programs: | Current Year Budget | Current Month | Current Fiscal Year-to-date | Last Fiscal Year-to-date |
|-----------------------------|---------------------|------------------|-----------------------------|--------------------------|
| Skate Park - Revenue | 248,902 | | 248,902 | |
| Skate Park - Expenditures | 254,902 | 248,902 | 248,902 | |
| Total - Skate Park | (6,000) | (248,902) | - | - |
| User Groups - Revenue | 13,300 | 1,877 | 3,973 | 4,262 |
| User Groups - Expenditures | 46,860 | 3,657 | 29,548 | 29,084 |
| Total - User Groups | (33,560) | (1,780) | (25,575) | (24,822) |
| Youth Sports - Revenue | 45,250 | 2,158 | 25,275 | 24,086 |
| Youth Sports - Expenditures | 102,350 | 9,253 | 56,978 | 54,817 |
| Total - Youth Sports | (57,100) | (7,095) | (31,703) | (30,731) |
| Total Revenue | 1,046,325 | 80,799 | 710,864 | 480,249 |
| Total Expenditures | 2,035,754 | 383,819 | 1,306,571 | 990,705 |
| Net - ALL | (989,429) | (303,020) | (595,707) | (510,456) |

Includes encumbrance of \$248,902 related to skate park project

Town of Apple Valley
Apple Valley Golf Club Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 For the Eight Months Ended February 28, 2011

| | Current Fiscal Year Budget | Current Month | Current Fiscal Year-to-date | Last Fiscal Year- to-date |
|--|-------------------------------|--------------------|--------------------------------|------------------------------|
| Revenue | | | | |
| Green Fees | \$ 653,522 | \$ 38,486 | \$ 384,023 | \$ 350,646 |
| Pro Shop Merchandise Sales | 85,658 | | 12,913 | 21,819 |
| Food & Beverage Sales | 474,080 | | 171,033 | 298,531 |
| Water Use Fees (Sales) | | | | 69,440 |
| Other | 62,623 | (2,505) | 51,778 | 77,405 |
| Total Revenue | 1,275,883 | 35,981 | 619,747 | 817,841 |
| Operating Expenditures | | | | |
| Non-departmental | 724,812 | 20,296 | 189,858 | 260,482 |
| Golf Club Administration | 58,290 | 11,631 | 93,512 | 206,013 |
| Food & Beverage Operations | 418,276 | 2,479 | 205,255 | 335,734 |
| Cart Barn | - | 4,936 | 43,347 | 40,621 |
| Golf Course Grounds ¹ | 820,550 | 27,496 | 583,850 | 602,770 |
| Golf Course Facilities | 150,280 | 14,900 | 143,411 | 131,637 |
| Pro Shop | 165,428 | 6,543 | 82,388 | 103,363 |
| Tennis Court | - | 35 | 885 | 2,904 |
| Total Operating Expenditures | 2,337,636 | 88,316 | 1,342,506 | 1,683,524 |
| Income (Loss) from Operations | (1,061,753) | (52,335) | (722,759) | (865,683) |
| Other Revenue (Expenditure) Items | | | | |
| Transfer(s) to (From) Other Funds | 467,281 | | 467,281 | (391,547) |
| Net change in Fund Balance | (594,472) | \$ (52,335) | (255,478) | (1,257,230) |
| Fund Balance - beginning | (2,645,422) | | (2,645,422) | (741,331) |
| Fund Balance - ending | \$ (3,239,894) | | \$ (2,900,900) | \$ (1,998,561) |

¹ See attached line item details

Town of Apple Valley
Apple Valley Golf Club Fund
 Details of Golf Course Grounds
 For the Eight Months Ended February 28, 2011

| | Current Fiscal Year Budget | Current Month | Current Fiscal Year-to-date | Last Fiscal Year- to-date |
|-------------------------------------|-------------------------------|---------------|--------------------------------|------------------------------|
| Golf Course Grounds | | | | |
| Water | 468,020 | - | 271,435 | 207,282 |
| Other Utilities | 56,080 | 2,596 | 29,072 | 33,975 |
| Range Supplies | 55,350 | 1,001 | 50,519 | 72,889 |
| Building Maintenance | 14,880 | - | 974 | 4,268 |
| Grounds Maintenance | 38,050 | 3,403 | 34,713 | 55,117 |
| Contract Services | 162,160 | 17,326 | 169,342 | 193,867 |
| Leased Equipment | 18,340 | 2,605 | 20,842 | 21,788 |
| Other | 7,670 | 565 | 6,953 | 13,584 |
| Total Operating Expenditures | 820,550 | 27,496 | 583,850 | 602,770 |