




CITY OF RAPID CITY

DEPARTMENT OF PARKS AND RECREATION
515 WEST BOULEVARD
RAPID CITY, SOUTH DAKOTA 57701

Jeff Biegler
Parks & Recreation
Director
(605) 394-5225

To: Legal & Finance Committee Members

From: Jeff Biegler, Director 
Department of Parks and Recreation

Subject: Meadowbrook Golf Enterprise Fund
Transfer of Funds

Lon Van Deusen,
Parks & Cemetery
Manager
(605) 394-4175

Date: February 2, 2015

Doug Lowe,
Recreation Manager
(605) 394-4168

The Parks and Recreation Department is requesting a transfer in the amount of \$80,000 from the General Fund to the Meadowbrook Golf Enterprise Fund to cover a loss that incurred in 2014.

Alex DeSmidt
Landscape Designer
(605) 394-5225

There were two major factors that contributed to the loss of revenue in 2014. First, the City embarked on the Meadowbrook Bunker Renovation Project which closed half of the course for three months, from September thru November. During this time revenues were down \$50,000 from the same time in FY2013. The Bunker Renovation Project is now complete and is a major improvement to the golf course.

Jeri Taton
Administrative
Assistant
(605) 394-5225

The second reason for the loss of revenue in 2014 is that no revenue has been received from the restaurant operation in the Clubhouse. A contract between the City and Platinum Restaurant Group, Inc. (Marco's Pizza) was approved in 2014. Per that contract Marco's Pizza will not pay the City any lease proceeds because of the investment they made in renovating the restaurant area. This was a loss of revenue to the Enterprise Fund in the amount of \$30,000 from the previous year.

In the last eight years any shortfalls in operating funds have been offset using the Meadowbrook Development Funds. Using these funds to off-set operating costs has not allowed staff to make needed improvements to the course, or to purchase any new equipment.

Please contact me if you have any questions or concerns.