As development numbers dip, opportunities still exist

BY ANDREW OVERBECK

JUPITER, Fla. — A slowing economy, flat golfer participation rates and over-saturation of certain markets has lead to the lowest level of golf course construction since the early 1990s. According to the National Golf Foundation, course openings for 2001 will likely fall below 400, down from 524 in 2000. As of Sept. 30, just 233 18-hole equivalents had opened.

While golf course developers, builders, architects and lenders knew the euphoria of the last six years could not last forever, many are now wondering what impact the terrorist attacks of Sept. 11 will have on the already slowing market. Given the time lapse between construction starts and course openings this can be a difficult question to answer, but industry experts said that development will continue to slow over the next two years.

"There will be a lag that will begin in the middle of next year and beyond where you will start to see construction starts go down," said Troon Golf CEO Dana Garmany. "Projects that are under construction will start again."

Lee Hetrick, executive director of the Golf Course Builders Association of America also believes planning will be off, but has not seen any projects put on ice yet. "Planning will fall off. This is an era of extreme caution because people are just not sure what is going on," he said. "However, a lot of the projects that were in the hopper for next year and those coming this spring are still going. People are still going to play golf and where there is demand, developers will find a way to finance it."

PUBLIC GOLF MAY FILL THE VOID

According to golf course builder Joe Neibur, lower interest rates make building municipal and affordable courses more inviting. "The private club market will slow down because people are not going to write a check right now," he said. "But the interest rates, especially those for municipal bonds, are much lower making affordable public golf more attainable."

"Projects that are under construction will be completed even if the owner has to spend more of his equity, but starts will go down 25 to 40 percent in 2002 and 2003," said Lee Hetrick. "We will have a lag as projects begin to start again."

Then we will have a lag as projects begin to start again. We will be out of the wall-to-wall Zeon Zoysia that covers the entire course except for greens. The private club is situated on a 2,500-acre property with a community now under development in the scenic Hill Country approximately 20 minutes south of downtown San Antonio.

Zeon Zoysia was only one of several varieties on display here for the field day. (see chart, page 5) "We wanted to give people a chance to see these new grasses in their working environment instead of in a booth at a trade show," said Bladerunner Farms' president David Doguet.

Fazio delivered the keynote address at the event. Featured speakers included Ronny Duncan, developer of SeaShore 1 Paspalum, and Dr. Ken Diesburg, a zoysiagrass expert and turfgrass researcher from the University of Southern Illinois.

SUPER-SOD ALLIANCE

The event also kicked off the formation of a national alliance between three regional turfgrass producers. Each company will oversee a regional network of farms and growers of specialty grasses: Bladerunner Farms, headquartered in Westminister, Colo., will cover the West; and Patten Seed, out of Lakeeland, Ga., will take responsibility for the Eastern United States. The alliance gives customers the selection and competitive pricing of a national company with the service and quality of a family-owned business, according to Doguet. "This allows us to maintain the quality and service of our individual operations with the power and reach of a national company behind us," added Ben Copeland, president of Patten Seed.

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GOLF COURSE NEWS
CGF awards over $100,000 in scholarships

OAKVILLE, ONTARIO, Canada — The Canadian Golf Foundation announced its list of scholarship winners for the 2001 academic year. Over $100,000 was awarded to 37 Canadian students in recognition of their achievements in the classroom and on the golf course.

The scholarships, which are each valued at up to $5,000 per year, assist young golfers and those pursuing careers in the golf industry with the cost of education while attending a college or university. Qualified candidates must maintain an "A" average, demonstrate success in golf at the local, provincial and national level, participate in extracurricular activities and give back to the sport in some way.

SOME TOP AWARDS

The Jack Nicklaus Award is a non-monetary recognition given for outstanding academic achievement to the top graduating student in the CGF program each year. This year's recipient is Michael Roberts of Waterloo, Ontario, who recently graduated from Wichita State University.

The Turfgrass Agronomy/Management Scholarship was created to develop expertise in golf course maintenance and may be applied towards an undergraduate or graduate program in turfgrass management at a recognized college or university. The award this year went to Daniel Tremblay at Laval University in Laval, Quebec.

CGF academic scholarships are awarded to full-time students pursuing a college education in Canada or abroad. They may be renewed annually up to a maximum of four years of undergraduate study, though renewal applications are assessed in competition with new applicants. The CGF program has been funding students since 1982.

Sod alliance

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With a network of growers, the alliance will be able to deliver locally adapted turfgrasses from family-owned farms in each region. "We saw some really great synergies with the three companies," said Stan Gardner, vice president of Gardner Turfgrass. "Each of us shares a track record of providing new varieties, developing new skills and staying on the edge of what's happening in turfgrass."

Bladerunner Farms, founded in 1993, offers patented zoysiagrasses, Bermudagrasses and buffalograsses. Gardner Turfgrass, operating since 1970, provide non-allergenic hybrid Bermudagrasses, Reveille Texas Bluegrass and soil-less turfgrasses. The Patten Seed Co., with nearly 50 years in the industry, maintains their signature centipede grass, Centi-Seed. A family and employee owned corporation, Patten Seed is also one of the world's largest growers of zoysiagrasses.

Some specialty grasses available through the alliance include: Reveille Texas Bluegrass, Zeon and JaMur Zoysias, Zenith Zoysia seed, and Density Buffalograsses.