Business briefs

Toro selling Riverside facility
Bloomington, Minn.-based The Toro Co. is selling its Riverside, Calif., headquarters and plant, and moving manufacturing operations to its facility in El Paso, Texas. Toro said its office staff will remain in a leased facility in Riverside. "The move is part of a strategy to reduce production costs and improve asset utilization, insuring long-term competitiveness and leadership in irrigation markets," the company said.

Toro began shifting its manufacturing of residential and commercial irrigation products to El Paso earlier this year, but was to retain the manufacturing of golf-related products in Riverside. "Consolidating the manufacture of all products in El Paso follows strategic moves by other industry competitors and maintains the company's position in response to unfavorable economic conditions and changing market dynamics," the company said.

About 440 jobs will be lost because of the plant closing and restructuring.

Previously, Toro announced it will close its Evansville, Ind., plant and shift manufacturing to its Tomah, Wis., and Windom, Minn., plants. Toro said the move is part of its long-term strategy to strengthen operations and leverage enterprise-wide manufacturing assets. The move will affect about 94 employees.

In related news, Toro reported record sales and profitability for fiscal 2001. The company said it beat analyst expectations for the year, with diluted earnings per share of $3.86 compared to $3.47 for fiscal 2000, an increase of 11.2 percent. Net sales were $1.35 billion in 2001, an increase of 11.4 percent. Net income for 2001 increased 11.4 percent to $50.4 million.

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More Than a Mess

GESE DROPPINGS ARE MORE DANGEROUS THAN THOUGHT

By Thomas E. Williams

Researchers from the Medical College of Ohio have discovered that Canadian geese may pose a more serious public threat than previously believed. The geese, which often congregate in large numbers on golf courses, are known for the mess they make.

It's not uncommon for a goose to produce up to a half-pound of fecal matter a day, and this is where the danger lies. According to the Medical College of Ohio study, the droppings often contain parasitic microorganisms that cause gastrointestinal illnesses. Among the parasites are Giardia and Cryptosporidium.

Brian Harrington, Ph.D., one of the study's authors, says the parasites are found throughout the country and primarily transmitted via hand-to-mouth contact. While they may cause only minor stomach irritation to healthy individuals, Harrington warns that their infection can be fatal to elderly individuals or others with weakened immune systems.

The Medical College of Ohio is urging routine testing for the parasites in course maintenance workers and golfers who are exposed to goose droppings and suffer characteristic intestinal problems. The college also suggests workers wear protective clothing and wash thoroughly after work.

"People should take precautions wherever possible," Harrington says. "Washing equipment and hands is important because the parasites are highly resistant to disinfectants. The parasites can become imbedded on shoes and transmitted to people who themselves have not even visited a golf course."

This story is reprinted with permission of Golf Journal, the official publication of the USGA. Williams is a reporter for the magazine.
Deere announces year-end loss partially due to after-tax charges

Moline, Ill.-based Deere & Co. announced net losses of $320.1 million ($1.36 per share) for the fourth quarter and $64 million ($.27 per share) for the year ended Oct. 31. Affecting results for both periods were after-tax charges of $216.6 million ($.91 per share) related to the previously announced early retirement programs, the decision to exit the hand-held consumer products business and the restructuring of certain manufacturing and marketing operations.

Net sales in the commercial and consumer equipment division were down 23 percent for the quarter and 10 percent for the year, the company reported.

Owners can depreciate construction of greens

Golf courses can now claim the costs of modern golf green construction as depreciating assets under a new IRS rule, scheduled to apply to the 2002 tax season, according to the National Golf Course Owners Association.

The ruling, a boon to golf courses trying to make ends meet in tougher economic times, allows owners to depreciate the costs of modern greens and their drainage systems under current law and regulations as 15-year land improvement.

TORO, TEXTRON REACT TO DEERE'S CLAIM

At last summer’s John Deere Classic, a PGA tournament held in Moline, Ill., John Deere’s CEO, Hans Becker, sat down for an interview with a reporter from Golf magazine. As the interview ended, Becker noted that Deere was the No. 1 equipment supplier to the golf course maintenance industry.

What do Toro and Textron think of such a confident claim?

John Wright, director of marketing for Toro’s golf business, said the Outdoor Power Equipment Institute gathers the only public numbers on how many pieces of outdoor equipment that all manufacturers sell combined.

“I know what my own numbers are,” Wright said. “For Deere’s claim to be correct by OPEI standards, there would have to be no Textron.”

Textron, of course, is alive and well, thank you, and has its own feelings about Deere’s claim. “We have the broadest, best and most complete line of golf and turf maintenance products in the world,” said Gregory Hyland, Textron’s chairman and CEO during a press gathering in October. “We are the leader or a close No. 2 in most product categories.”

When reminded of similar statements by his competitors, Hyland added with a smile, “Toro and Deere are just blowing smoke.”

Deere, however, stands by its claim.

“By looking at other manufacturers’ published reports, we determined that we had attained a leadership position in golf course equipment sales worldwide,” said Ken Edwards, recently retired director of marketing and sales for John Deere Golf & Turf Products. “When we say ‘golf course equipment,’ we are referring to the equipment used in everyday maintenance operations.”

Does the national company ranking matter to superintendents? Sean Remington, superintendent at Green Valley CC in Lafayette Hill, Pa., says he doesn’t think most superintendents worry about them.

“They’re all making quality products,” Remington says. “It all boils down to the service and support you get at a local level, not what happens on a national level.”

— Frank H. Anderka Jr., Managing Editor

Witt: I Don’t Think I Left Anything on the Table

Golfdom asked Tommy Witt, certified superintendent of Kiawah Island Club in Kiawah Island, S.C., to reflect on his one-year term as GCSAA president. Witt wraps up his tenure next month.

Take it away, Tommy:

“This has been a challenging year beyond the Sept. 11th tragedy. The slowdown in the economy certainly has affected many aspects of the association. The Sept. 11 horror dramatically affected the manner in which business and travel will influence GCSAA functions.

“I will walk away from my GCSAA experience and presidency knowing I gave my absolute best, and I hope that superintendents are better off today than when I joined the board eight years ago.

“I don’t think I left anything on the table. I did my very best each year to be one of nine contributing and participating board members to serve GCSAA.

“The GCSAA president, while charged with leading the association, is still just one member of the board. The president can accomplish nothing alone. I had eight talented men on the board, hundreds of committee members, and a great 120 GCSAA staff members helping me every day.”

Tommy Witt

Frank H. Anderka Jr., Managing Editor