

Financial Statements

March 31

2015

Fiscal Year 2014 Financial Statements Front Beach Road & Pier Park Community Redevelopment Areas

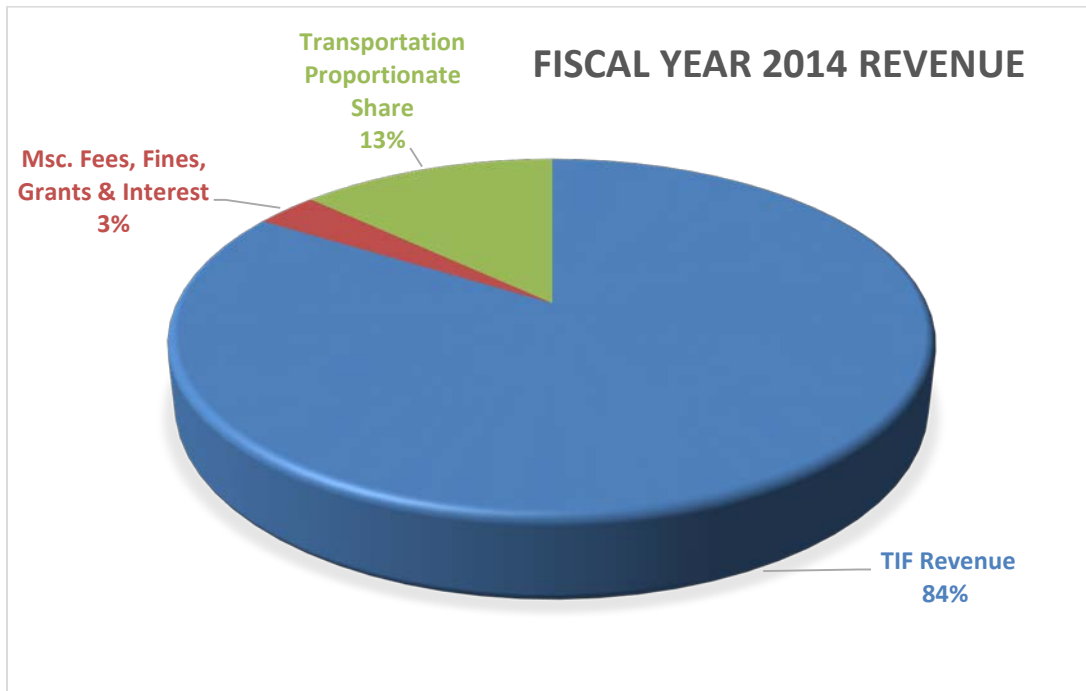


In order to provide the reader with as much information as possible with regard to the activities of both the Front Beach Road and Pier Park Community Redevelopment Areas, the attached financial statements report the combined activities of the Panama City Beach Community Redevelopment Agency (the "Agency") and the City of Panama City Beach CRA Special Revenue Fund. The Agency is a blended component unit of the City of Panama City Beach and as such, its activities are combined with the City's CRA Special Revenue Fund and reported as a major fund within the City's audited financial statements. Tax increment funds are received by the Agency from Bay County and other than interest earnings represent the Agency's sole source of revenue. The tax increment funds related to the Pier Park Community Redevelopment Area are transferred from the Agency to the Pier Park CDD. The tax increment funds related to the Front Beach Road Community Redevelopment Area are transferred to the City which restricts the use of such funds to the implementation of the Front Beach Road Community Redevelopment Plan.

Front Beach Road CRA Financial Statement

The CRA receives its revenue through Tax Increment Funds (TIF). The TIF funds vary based on the increased property values from the 2002 base year. Total TIF revenue received by the CRA since creation of the Front Beach Road CRA is listed below:

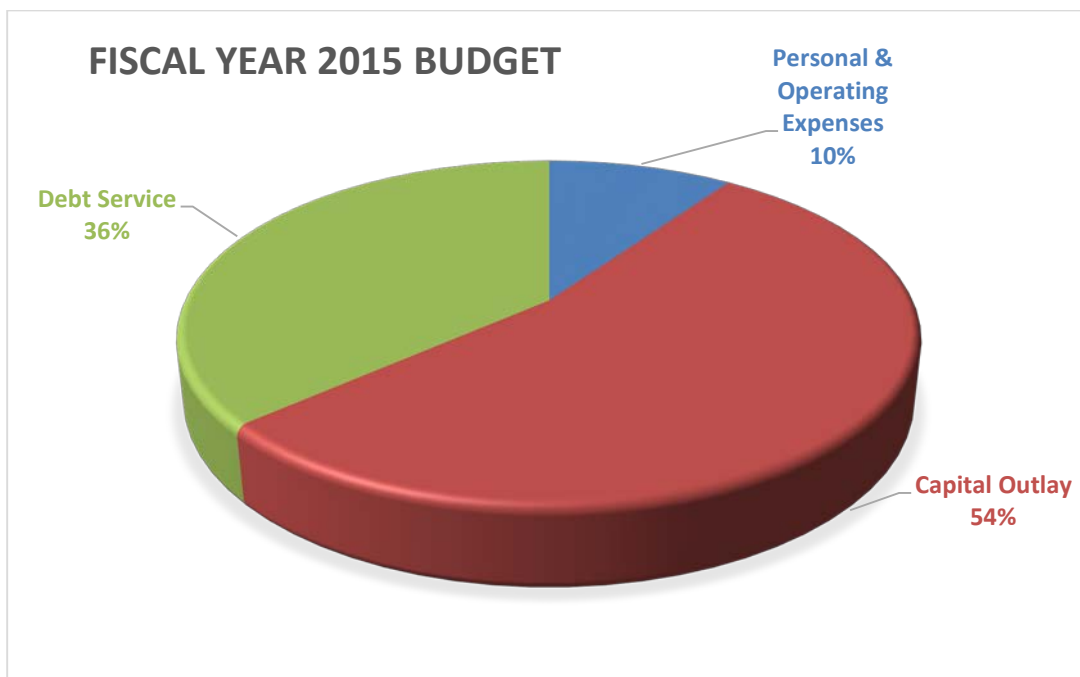
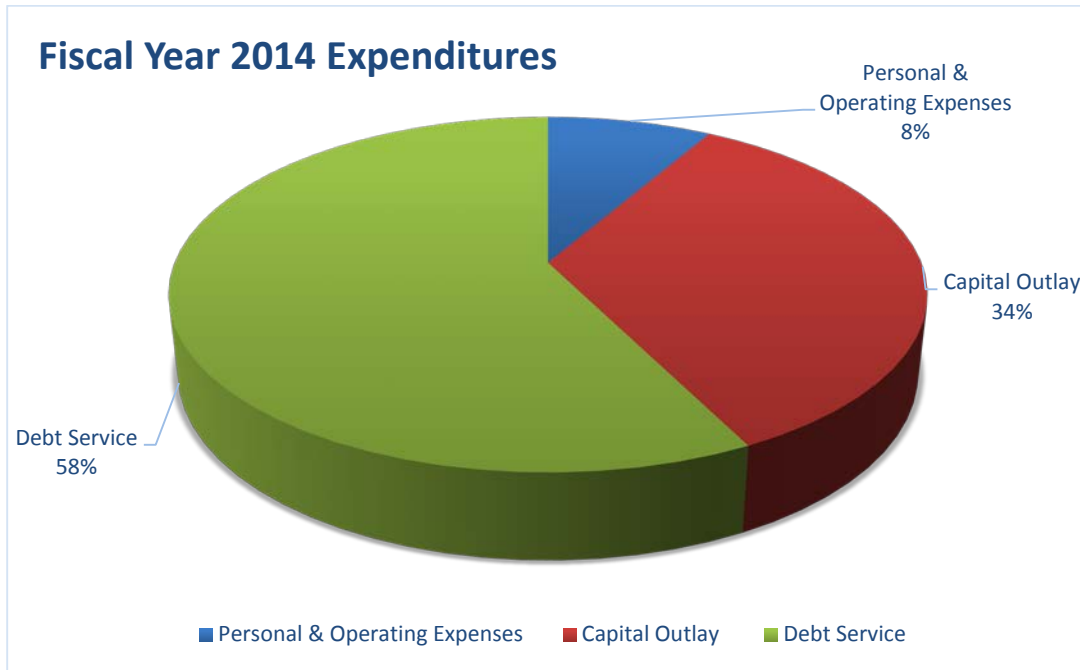
Fiscal Year 2003- 2013 TIF Revenue	
2003	\$ 923,154
2004	\$ 1,848,987
2005	\$ 2,494,974
2006	\$ 6,940,002
2007	\$ 9,234,244
2008	\$ 8,522,456
2009	\$10,019,940
2010	\$ 8,246,840
2011	\$ 7,263,322
2012	\$ 6,396,059
2013	\$ 5,719,481
2014	\$ 5,710,445
Total	\$73,319,904



The CRA actual revenue in fiscal year 2014 totaled \$6,812,552. The CRA also receives monies from federal grants, public parking, proportionate share payments, interest, rents and code enforcement fines. The CRA issued Capital Improvement Revenue Bonds, Series 2006, in the amount of \$54,835,000. Debt service payments are approximately \$3.8 million per year. As of September 30, 2014, all of the Bond

proceeds have been expended primarily for new road reconstruction and right-of-way acquisition. TIF and grant funds will need to be accrued in order to build the next round of projects. The CRA is currently pursuing grant and other funding opportunities.

The Front Beach Road CRA Fiscal Year 2014 Expenditures and Fiscal Year 2015 Budget are shown below:



Pier Park CRA Financial Statement

For the year ended September 30, 2014, tax increment funds remitted by the County to the City for the Pier Park CRA were in the amount of \$336,930. These funds were subsequently paid to the CDD by the City. Additionally, the City has irrevocably pledged the business tax receipts collected within Pier Park to the CDD to be applied (after deduction of certain amounts for public safety services) to certain CDD costs and obligations, including the payment of interest and principal on the debt obligations, in a priority specifically detailed in the PIPA. Business tax receipts and related penalties for late payments collected in the fiscal year ended September 30, 2014 were in the amount of \$2,013,001. Of this amount, \$332,000 was retained by the City for the provision of public safety services within Pier Park CRA. The amount retained by the City is determined under the terms of the Public Improvement Partnership Agreement (PIPA) between the City and the CDD. The balance of collected funds remitted by the City to the CDD prior to September 30, 2014 is \$1,691,001.



See attached **Exhibit A** for a copy of the Community Redevelopment Fund Balance Sheet for September 30, 2014 and the Statement of Revenues, Expenditures and Changes in Fund Balance for the year ended September 30, 2014.

Exhibit A

City of Panama City Beach, Florida
Balance Sheet
Community Redevelopment Fund
September 30, 2014

	Community Redevelopment Fund
Assets	
Cash and cash equivalents	\$ 253,691
Accounts receivable	6,061
Prepaid expenses	4,030
Cash and cash equivalents - restricted	16,347,953
Accrued interest receivable - restricted	156
Total assets	\$ 16,611,891
Liabilities and fund balance	
Liabilities	
Accounts payable	\$ 1,353,264
Due to other governments	203
Due to other funds	244
Accrued expenses	3,059
Deferred revenue	1,150
Total liabilities	1,357,920
Fund balance	
Nonspendable	4,030
Restricted	14,992,170
Committed	-
Assigned	257,771
Total fund balance	15,253,971
Total liabilities and fund balance	\$ 16,611,891

City of Panama City Beach, Florida
Statement of Revenues, Expenditures and Changes in Fund Balance
Community Redevelopment Fund
Year Ended September 30, 2014

	Community Redevelopment Fund
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Revenues	
Tax increment funds	
Front Beach Road	\$ 5,710,445
Pier Park	336,930
Municipal services impact fees	886,222
Fines and forfeitures	11,501
Grants	127,389
Rents	1,200
Interest	4,157
Other fees and miscellaneous	71,638
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Total revenues	7,149,482
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Expenditures	
Current	
General government	
Front Beach Road	156,498
Pier Park	320,109
Highways and streets	388,937
Debt service	
Principal	1,605,000
Interest and fiscal charges	2,155,144
Capital outlay	
Highways and streets	2,241,387
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Total expenditures	6,867,075
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Excess of revenues over expenditures	282,407
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Net change in fund balance	282,407
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Fund balance - beginning, as restated	14,971,564
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Fund balance - ending	\$ 15,253,971
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Contact Information

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