

QUARTERLY FINANCIAL MONITORING REPORT

FY 2021 Q4

CITY OF PANAMA CITY BEACH



City of Panama City Beach



January 12, 2022

TO: Mayor and City Council

FROM: Karen Ellis, Finance Director

RE: FY 2021 4th Quarter Financial Monitoring Report

I am pleased to submit for City Council review the City of Panama City Beach's FY 2021 4th Quarter Financial Monitoring Report. Overall, actual revenues exceed budgeted revenues by 10%, and expenditures are 19% under budget.

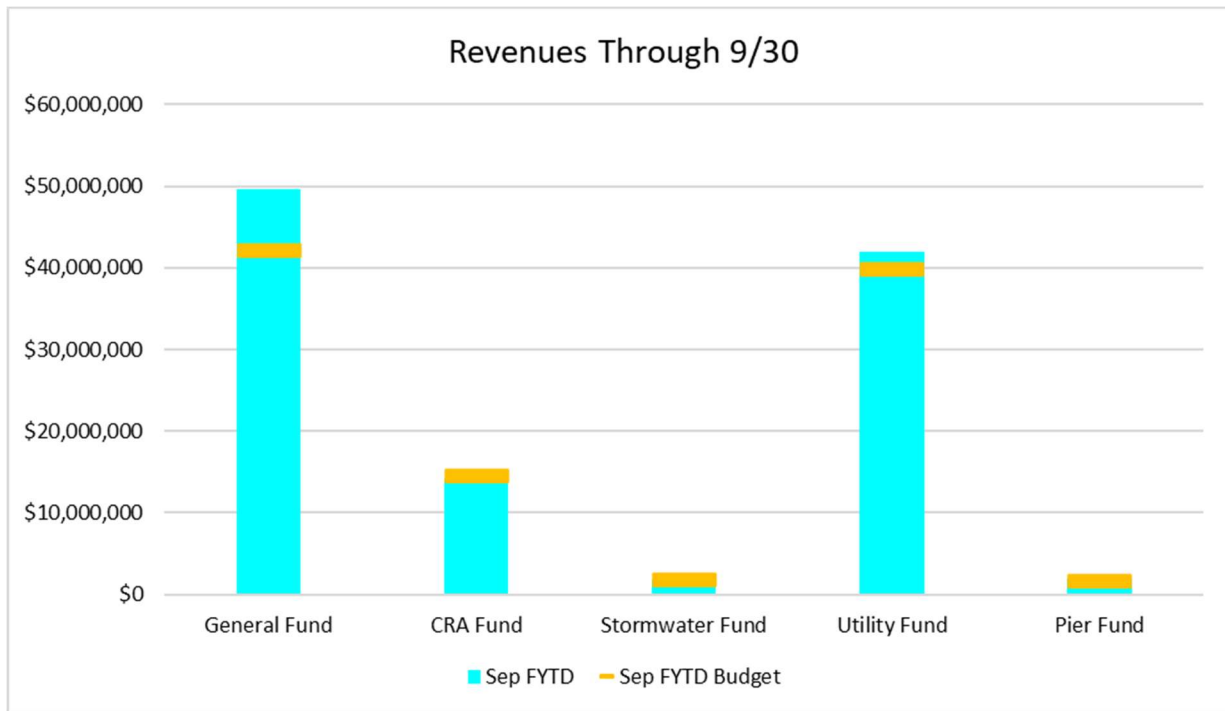
The following legend is used throughout this report:

Revenues	Expenditures	
Exceed budget by > 5%	Below budget by > 5%	Positive
Exceed budget by < 5%	Below budget by < 5%	Normal
Below budget by < 5%	Exceed budget by < 5%	Warning
Below budget by > 5%	Exceed budget by > 5%	Negative

Please note that all numbers in this report are unaudited and are subject to change.

Revenues Dashboard

The following charts compare the actual FY 2021 revenues to the amended FY 2021 revenues budget.

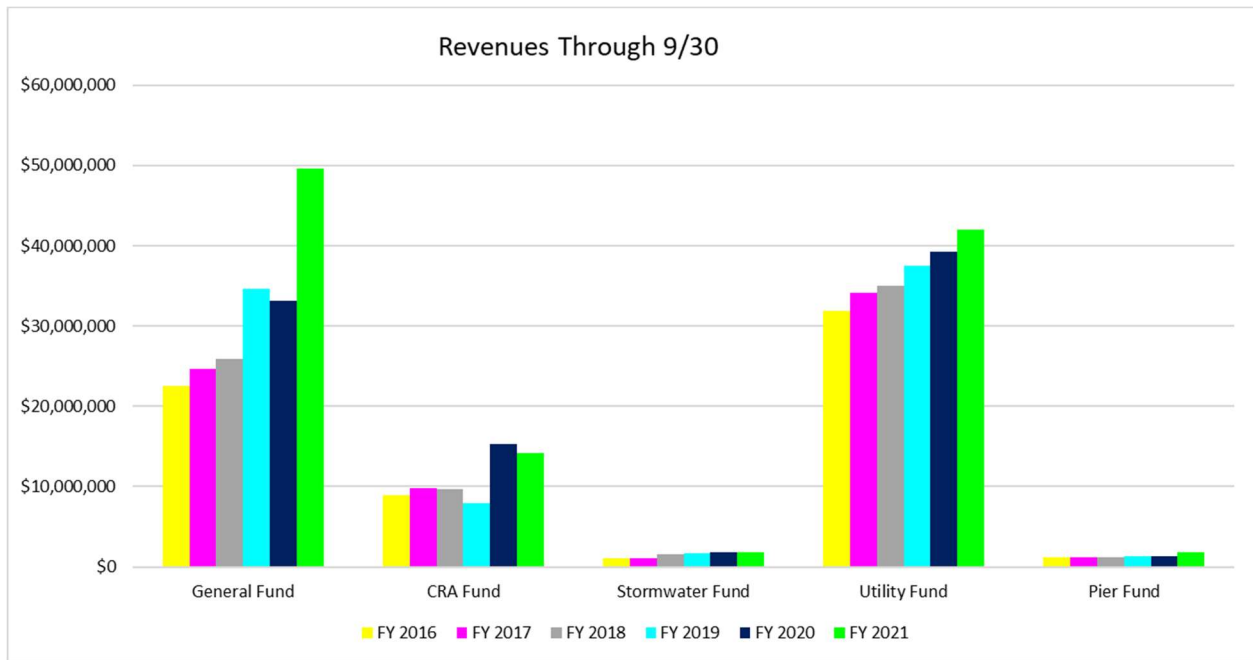


	Sep FYTD	Sep FYTD Budget	% of Sep FYTD Budget
General Fund	\$ 49,642,812	\$ 42,049,833	118%
CRA Fund	14,211,647	14,486,950	98%
Stormwater Fund	1,850,634	1,809,800	102%
Utility Fund	42,012,235	39,824,850	105%
Pier Fund	1,882,813	1,611,400	117%
Aquatic Center Fund ⁽¹⁾	421,174	375,590	112%
Total Revenues	\$ 110,021,316	\$ 100,158,423	110%

(1) The Aquatic Center Fund is not included in the above bar chart because their revenues are too low to be visible in this graphical representation.

Historical Revenues

The following charts compare the FY 2021 revenues to historical revenues.

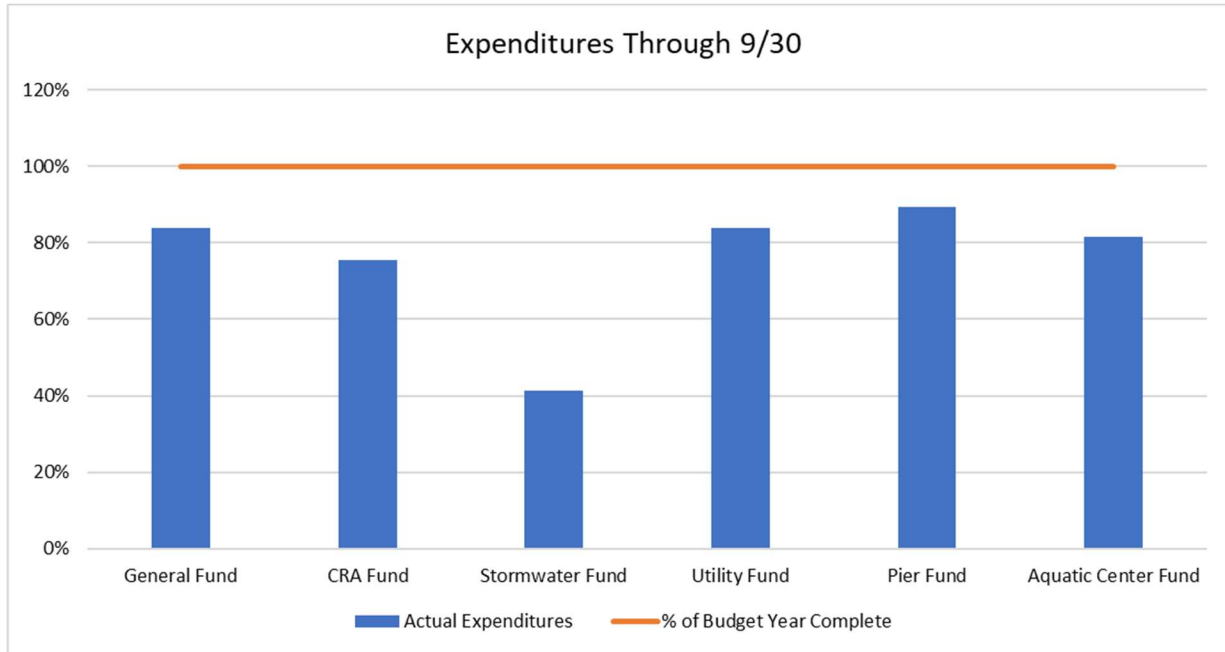


	Revenues Through 9/30						% Change Over Prior Year
	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	
General Fund	\$ 22,496,361	\$ 24,620,037	\$ 25,927,114	\$ 34,592,934	\$ 33,099,546	\$ 49,642,812	50%
CRA Fund	8,977,957	9,774,256	9,710,558	7,930,564	15,319,300	14,211,647	-7%
Stormwater Fund	1,029,225	1,030,540	1,571,926	1,684,876	1,791,032	1,850,634	3%
Utility Fund	31,882,868	34,095,085	34,988,393	37,555,672	39,229,146	42,012,235	7%
Pier Fund	1,246,437	1,227,026	1,238,027	1,337,497	1,276,119	1,882,813	48%
Aquatic Center Fund ⁽¹⁾	323,430	395,670	413,343	435,555	217,898	421,174	93%
Total Revenues	\$ 65,956,278	\$ 71,142,614	\$ 73,849,361	\$ 83,537,097	\$ 90,933,041	\$ 110,021,316	21%

(1) The Aquatic Center Fund is not included in the above bar chart because their revenues are too low to be visible in this graphical representation.

Expenditures Dashboard by Fund

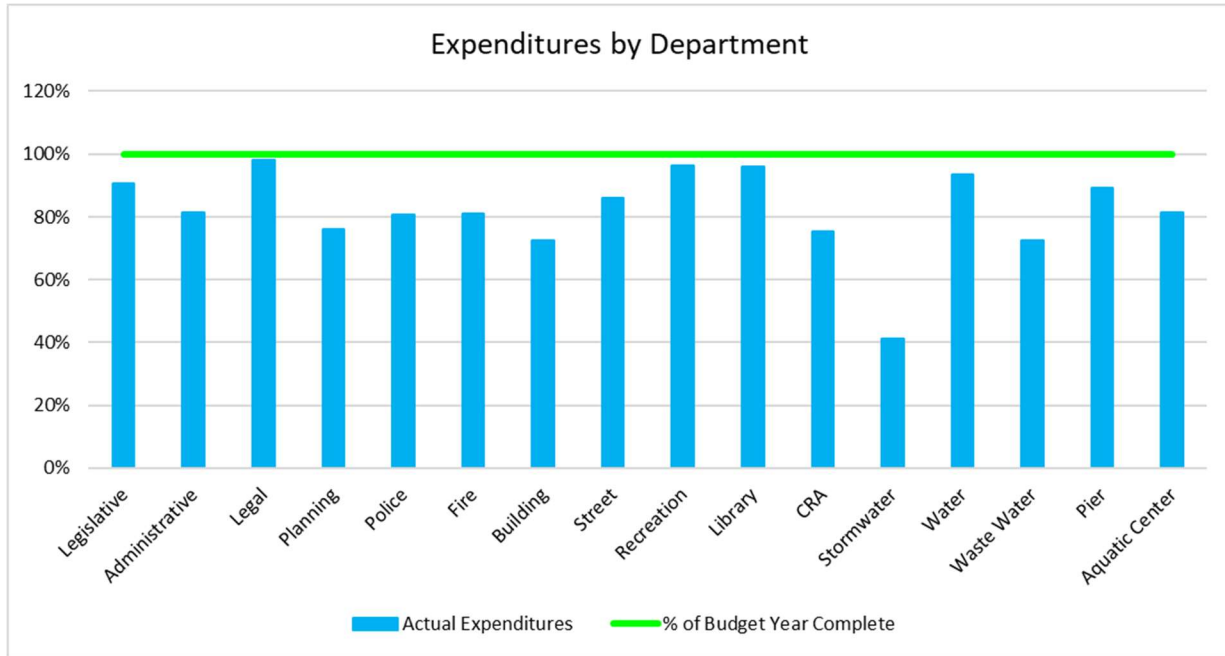
The following charts compare the actual FY 2021 expenditures to the annual budget by fund. Expenditures for all funds are below the annual FY 2021 expenditures budget.



Expenditures	Sep FYTD	Annual Budget	% of Annual Budget
General Fund	\$ 34,947,273	\$ 41,628,613	84%
CRA Fund	16,217,995	21,514,181	75%
Stormwater Fund	1,219,952	2,963,105	41%
Utility Fund	30,677,470	36,514,800	84%
Pier Fund	843,954	945,205	89%
Aquatic Center Fund	778,530	955,665	81%
Total Expenditures	\$ 84,685,174	\$ 104,521,569	81%

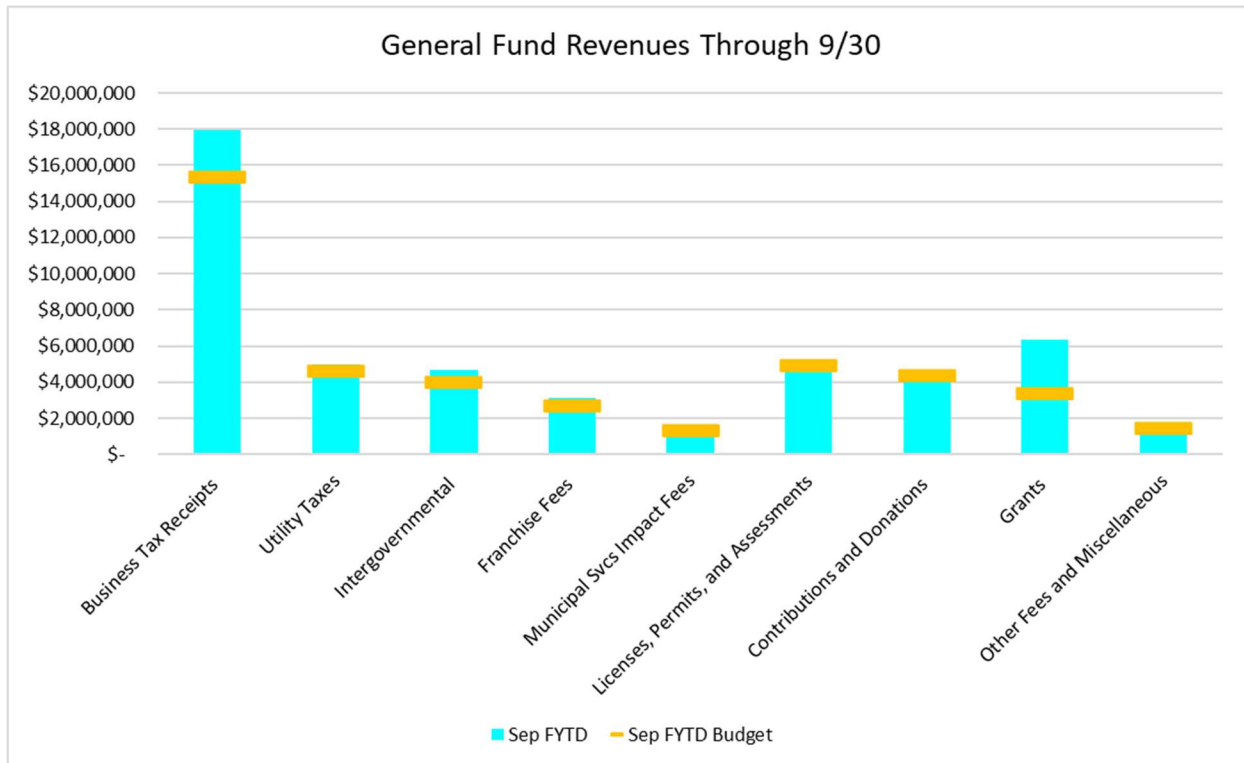
Expenditures Dashboard by Department

The following charts compare the actual FY 2021 expenditures to the annual budget by department. Expenditures for all departments are below the annual FY 2021 expenditures budget.



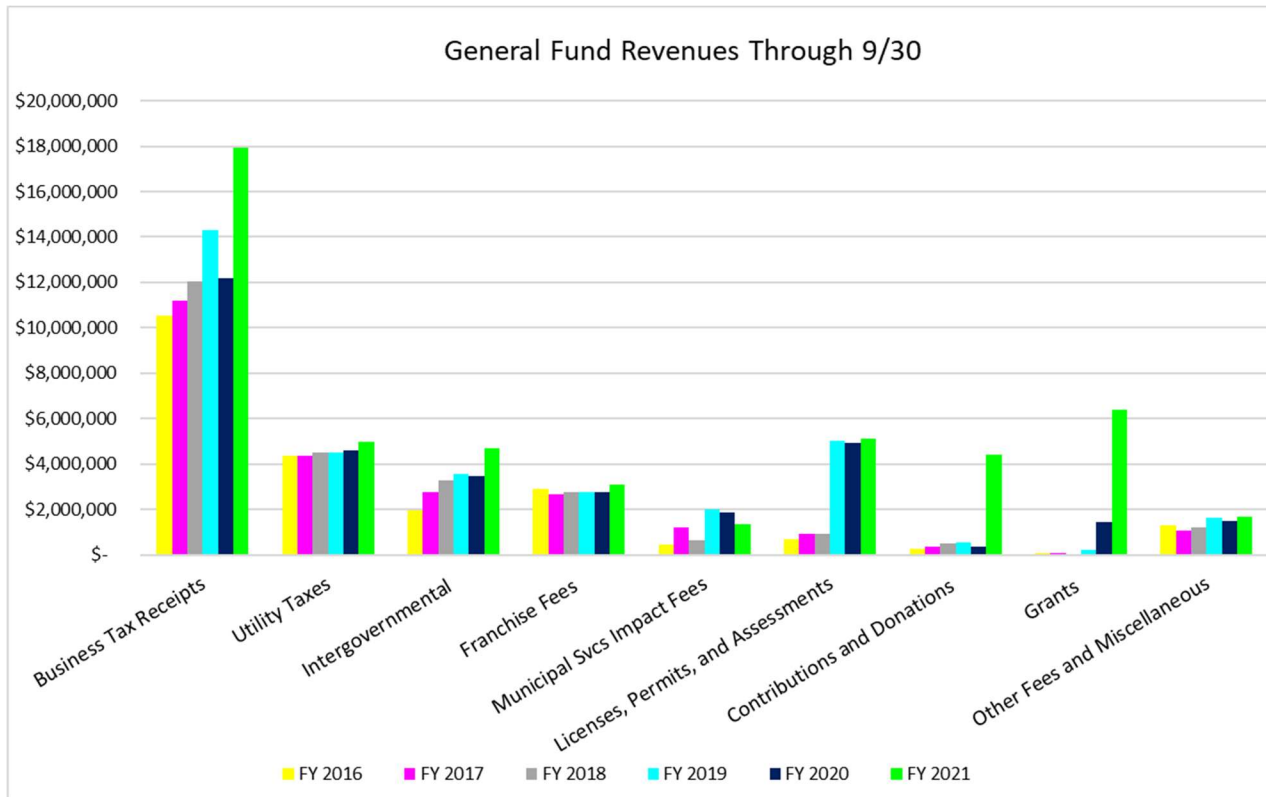
Expenditures	Sep FYTD	Annual Budget	% of Annual Budget
Legislative	\$ 328,375	\$ 361,945	91%
Administrative	1,763,608	2,163,570	82%
Legal	662,779	675,000	98%
Planning	305,417	401,180	76%
Police	8,951,122	11,116,685	81%
Fire	6,357,445	7,859,380	81%
Building	1,485,460	2,052,073	72%
Street	10,704,632	12,443,135	86%
Recreation	4,133,864	4,290,145	96%
Library	254,570	265,500	96%
CRA	16,217,995	21,514,181	75%
Stormwater	1,219,952	2,963,105	41%
Water	18,789,853	20,133,050	93%
Waste Water	11,887,617	16,381,750	73%
Pier	843,954	945,205	89%
Aquatic Center	778,530	955,665	81%
Total Expenditures	\$ 84,685,174	\$ 104,521,569	81%

General Fund Revenues Compared to Budget



General Fund Revenues	Sep FYTD	Sep FYTD Budget	% of Annual Budget
Business Tax Receipts	\$ 17,928,521	\$ 15,318,000	117%
Utility Taxes	4,996,394	4,610,000	108%
Intergovernmental	4,686,746	3,966,963	118%
Franchise Fees	3,092,905	2,698,000	115%
Municipal Svcs Impact Fees	1,367,100	1,340,600	102%
Licenses, Permits, and Assessments	5,109,411	4,946,100	103%
Contributions and Donations	4,413,458	4,337,100	102%
Grants	6,374,909	3,366,235	189%
Other Fees and Miscellaneous	1,673,368	1,466,835	114%
Total Revenues	\$ 49,642,812	\$ 42,049,833	118%

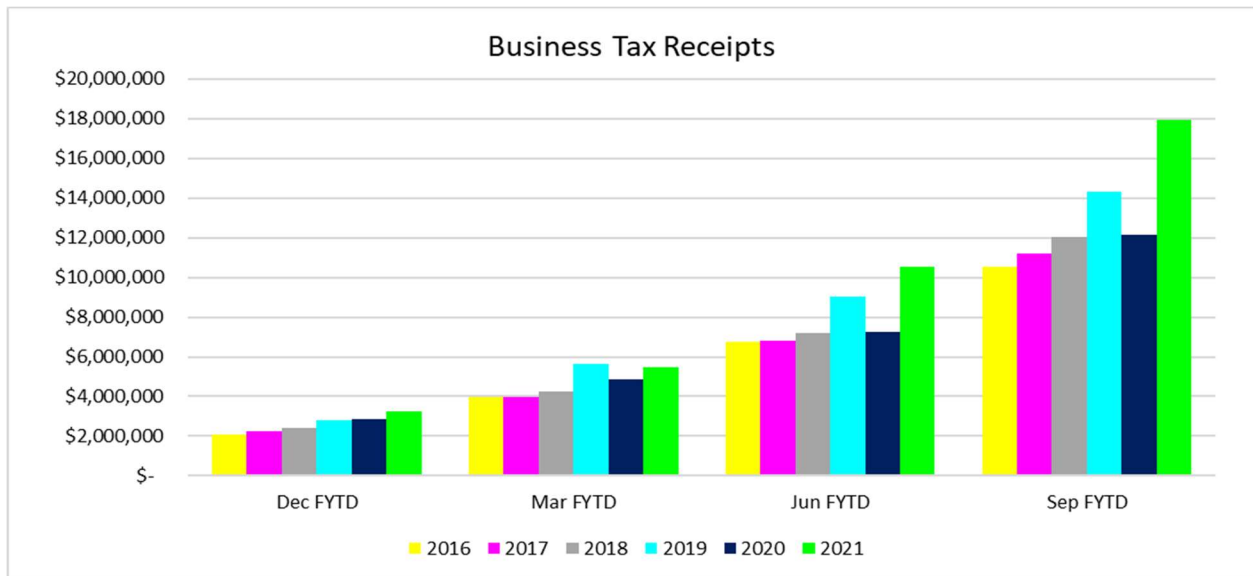
General Fund Revenues Historical Comparison



General Fund Revenues	Revenues Through 9/30						% Change Over Prior Year
	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	
Business Tax Receipts	\$ 10,531,203	\$ 11,208,016	\$ 12,048,518	\$ 14,317,369	\$ 12,164,523	\$ 17,928,521	47%
Utility Taxes	4,349,185	4,342,401	4,499,061	4,517,768	4,589,175	4,996,394	9%
Intergovernmental	1,936,597	2,739,953	3,264,938	3,563,310	3,484,004	4,686,746	35%
Franchise Fees	2,891,893	2,680,918	2,774,651	2,746,673	2,779,206	3,092,905	11%
Municipal Svcs Impact Fees	446,272	1,204,230	644,270	2,014,339	1,881,415	1,367,100	-27%
Licenses, Permits, and Assessments	703,629	900,953	910,968	5,021,867	4,928,972	5,109,411	4%
Contributions and Donations	242,618	380,656	521,724	552,594	354,693	4,413,458	1144%
Grants	77,255	82,765	38,982	239,437	1,447,299	6,374,909	340%
Other Fees and Miscellaneous	1,317,707	1,080,145	1,224,002	1,619,576	1,470,259	1,673,368	14%
Total Revenues	\$ 22,496,361	\$ 24,620,037	\$ 25,927,114	\$ 34,592,934	\$ 33,099,546	\$ 49,642,812	50%

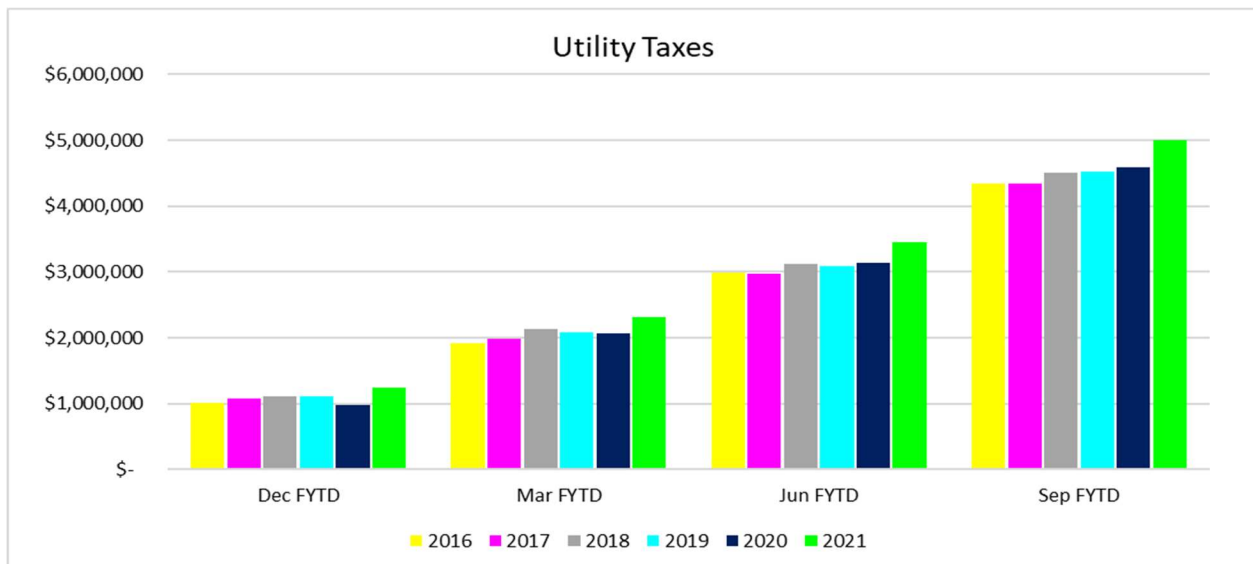
General Fund Revenues Analysis

Business Tax Receipts



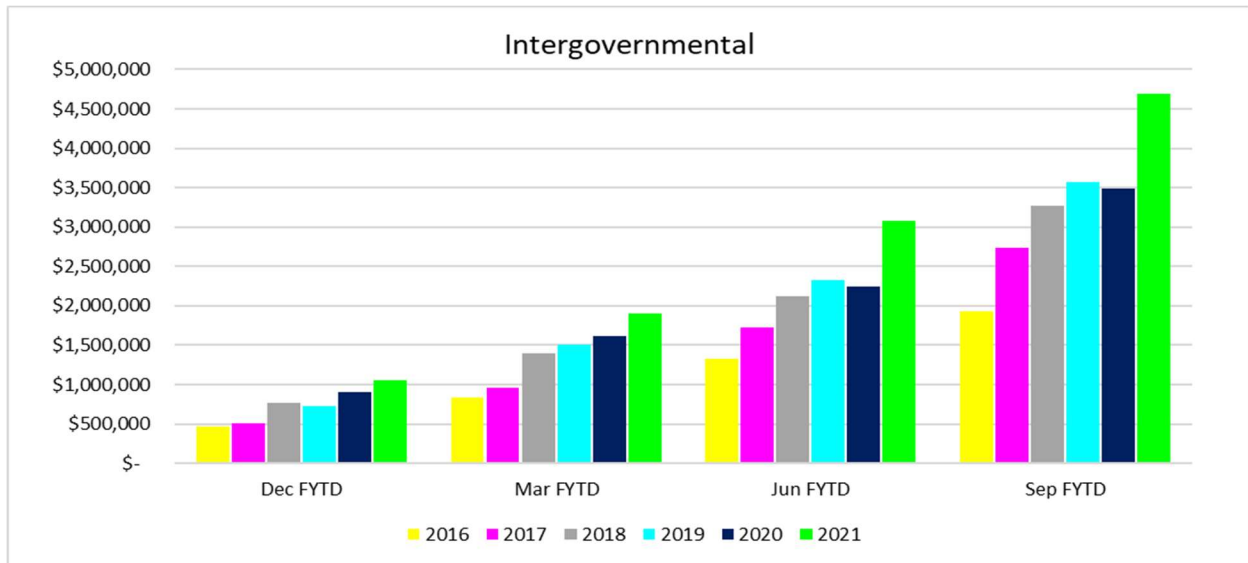
Business tax receipts are the General Fund’s largest revenue source, representing 36% of the FY 2021 General Fund revenues budget. This important revenue source has continued to grow and is up 17% over budget and 47% over FY 2020.

Utility Taxes



Utility taxes represent 11% of the FY 2021 General Fund revenues budget. Revenues are generated from electricity, natural gas, and communication services operated by third-party providers within the City. Revenues vary according to weather conditions, consumer behavior, and utility rates. This revenue stream has continued to grow and is up 8% over budget and 9% over FY 2020.

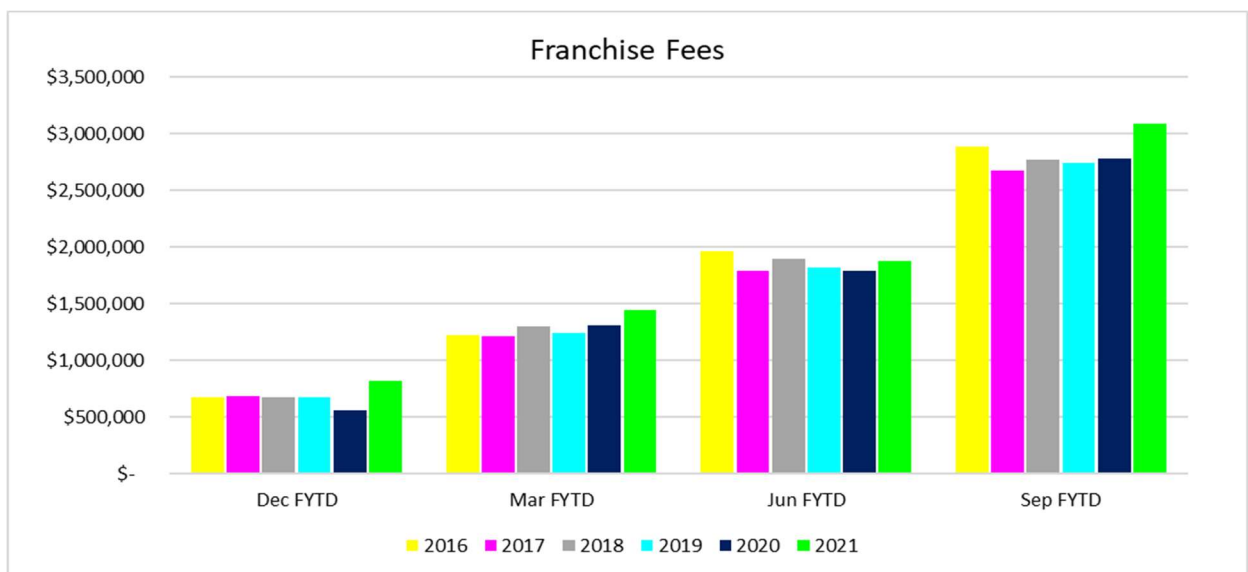
Intergovernmental



Intergovernmental revenues make up 9% of the FY 2021 General Fund revenues budget. The major components of this category are revenues from the half-cent sales tax and local discretionary half-cent sales surtax. Other revenues included are local option fuel tax, state revenue sharing, State of Florida maintenance contract for streetlights and traffic signals, alcoholic beverage licenses, mobile home licenses, and fuel tax refunds.

FY 2021 intergovernmental revenues are up 18% over budget and 35% over FY 2020.

Franchise Fees

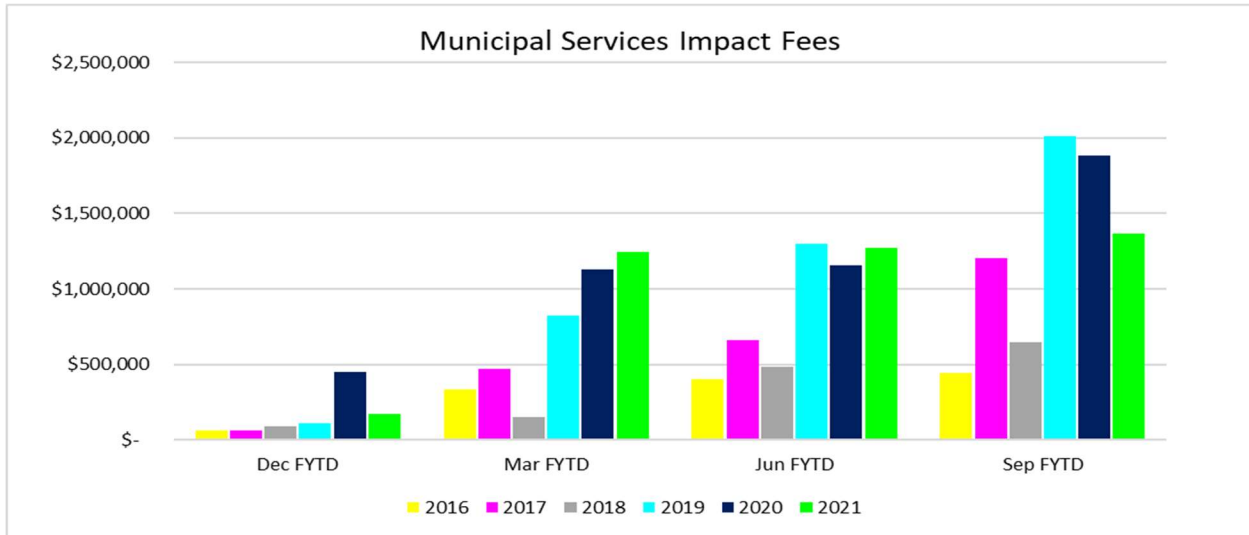


Franchise fees represent 6% of the FY 2021 General Fund revenues budget. Revenues are generated from franchise rights granted to third-party providers for the privilege of construction upon and operating

within the right of ways owned by the City. The fee is a percentage of the third-party provider’s gross revenues.

FY 2021 franchise fees are up 15% over budget and 11% over FY 2020.

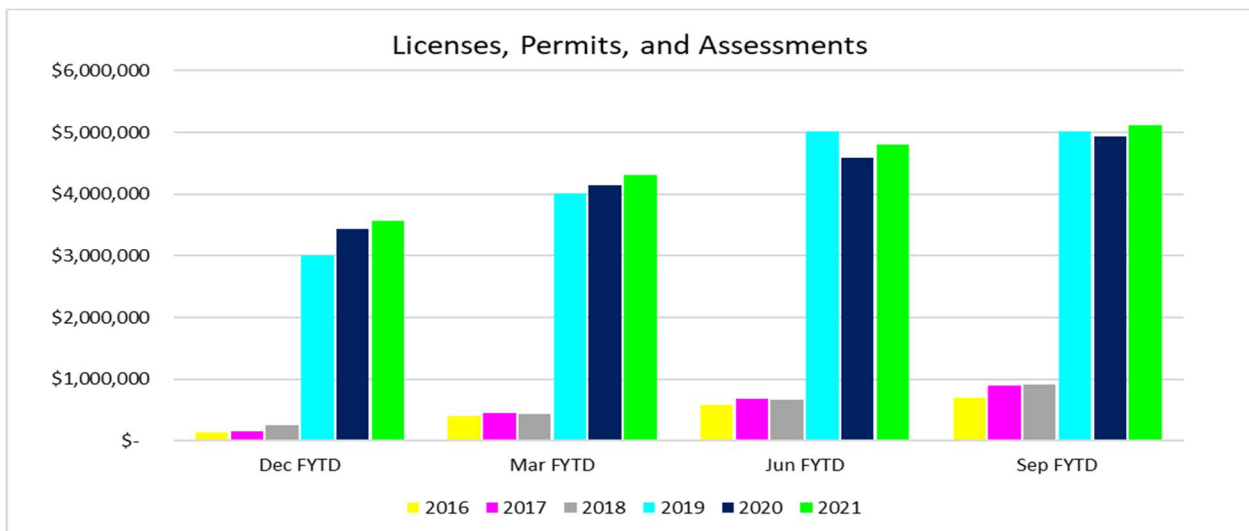
Municipal Services Impact Fees



Municipal services impact fees represent 3% of the FY 2021 General Fund revenues budget. Impact fees are charged on new development to help fund the needed expansion of offsite capital improvements and are restricted for such use. Impact fees are collected in the following four areas: police, fire, recreation, and library.

FY 2021 impact fees are down 27% compared to FY 2020 and up 2% over budget.

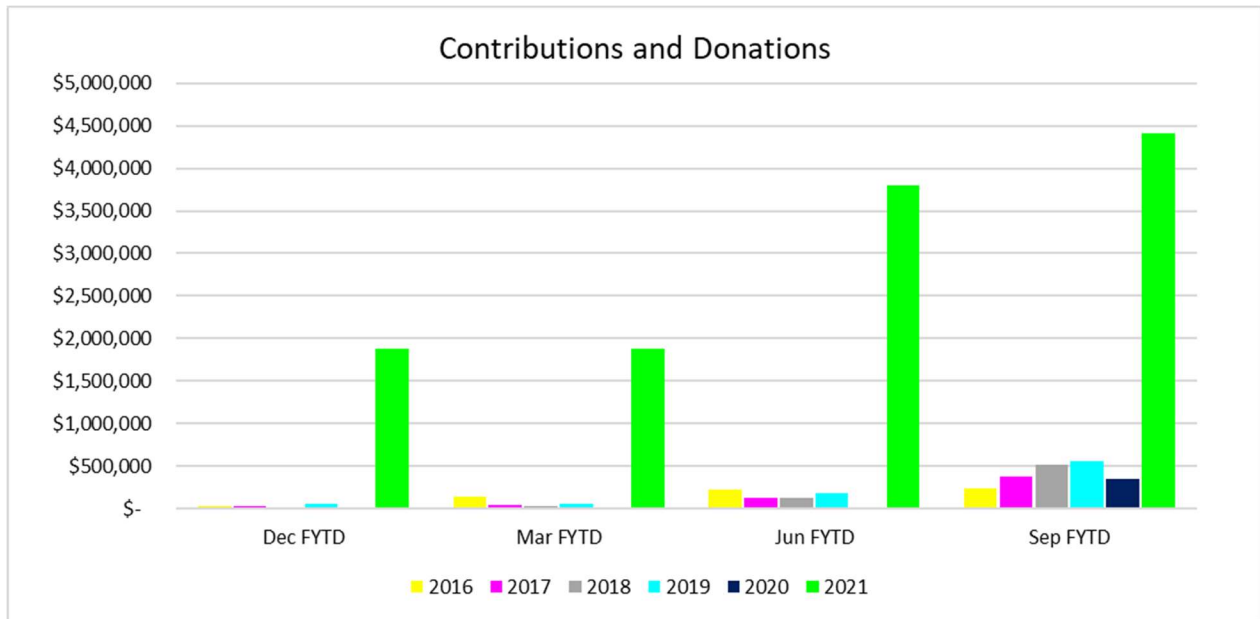
Licenses, Permits, and Assessments



Licenses, permits, and assessments represent 12% of the FY 2021 General Fund revenues budget. The major components of this category are fire rescue assessments and building permits. The City first imposed the fire rescue assessment in FY 2019.

FY 2021 licenses, permits, and assessments are up 3% over budget and 4% over FY 2020.

Contributions and Donations

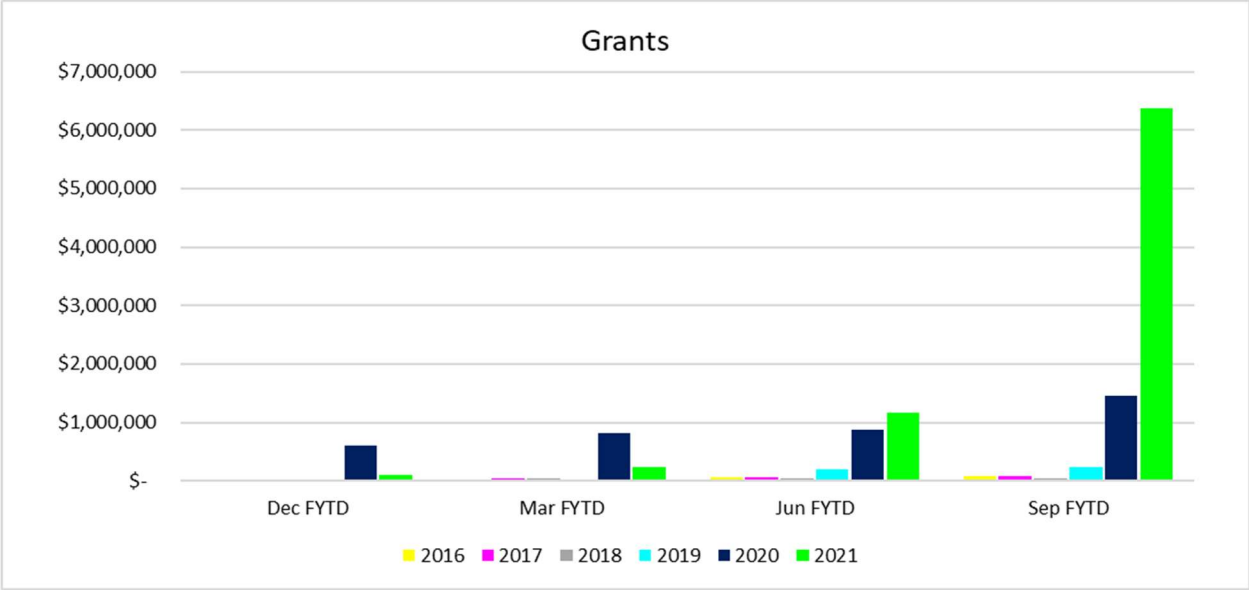


Contributions and donations represent 10% of the FY 2021 General Fund revenues budget. This category is primarily comprised of contributions from the TDC for the lifeguard program and public safety, CVB tournament subsidies, and a \$3.5 million contribution from Bay County for Philip Griffitts Sr. Parkway in FY 2021.

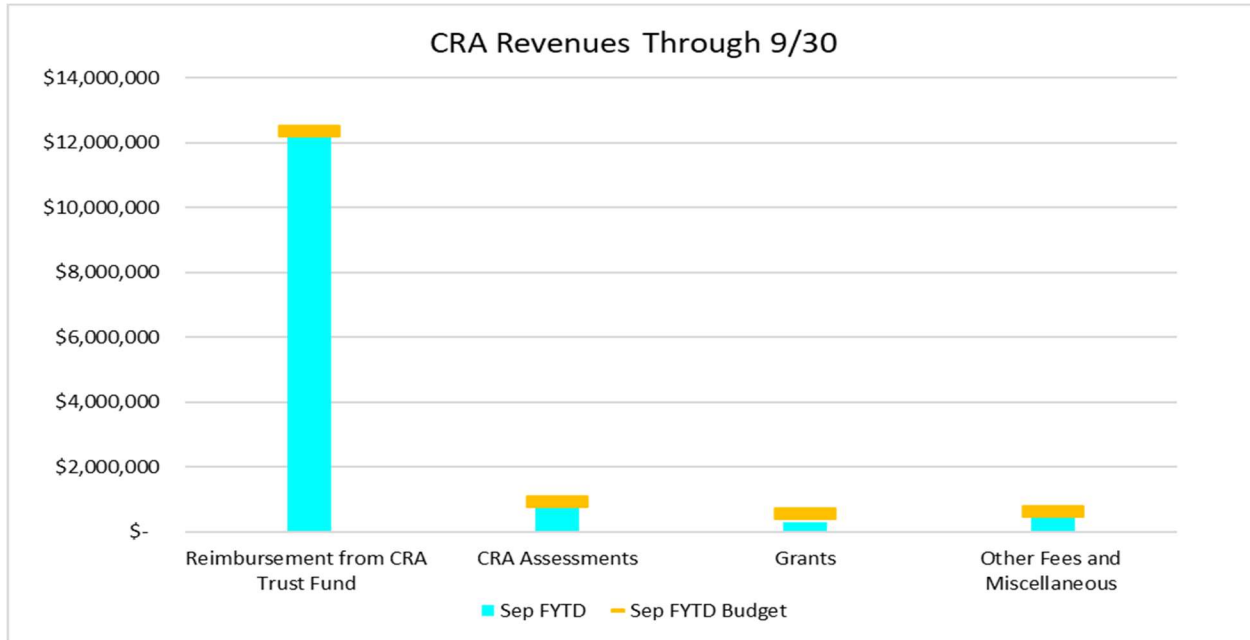
FY 2021 contributions and donations are up substantially over FY 2020 as the result of the \$3.5 million contribution from Bay County for Philip Griffitts Sr. Parkway.

Grants

Grants represent 8% of the FY 2021 General Fund revenues budget and include \$2.9 million in state grant and appropriation funds for Philip Griffitts Sr. Parkway Phase II, and \$3.1 million from the American Rescue Plan.



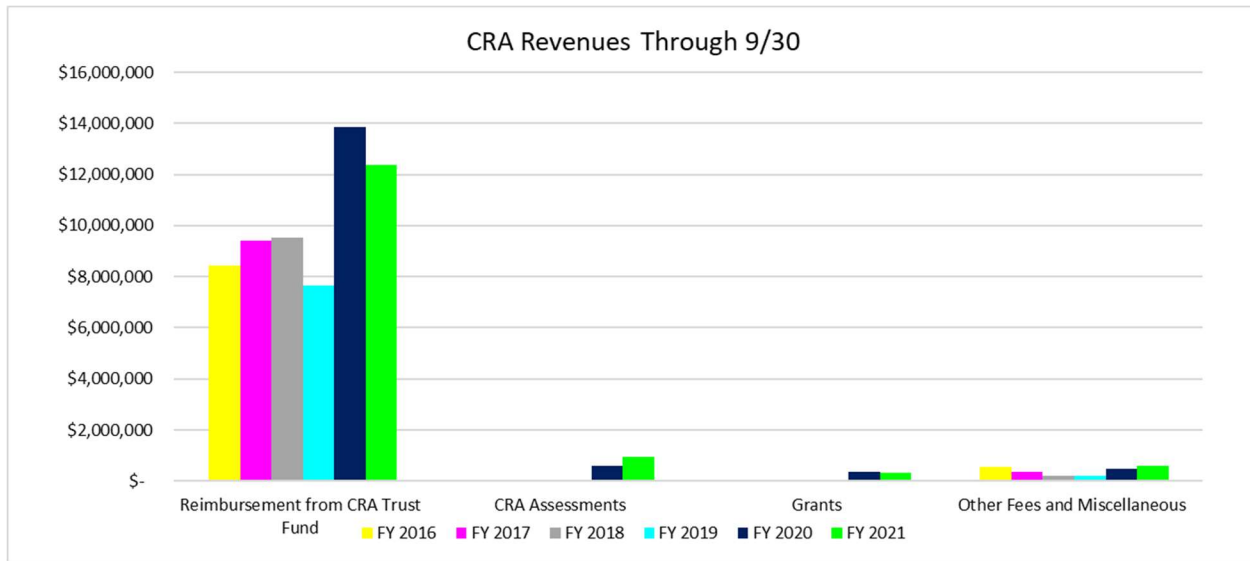
CRA Revenues Compared to Budget



CRA Revenues	Sep FYTD	Sep FYTD Budget	% of Annual Budget
Reimbursement from CRA Trust Fund	\$ 12,365,631	\$ 12,365,380	100%
CRA Assessments	934,673	935,000	100%
Grants	309,628	558,380	55%
Other Fees and Miscellaneous	601,715	628,190	96%
Total Revenues	\$ 14,211,647	\$ 14,486,950	98%

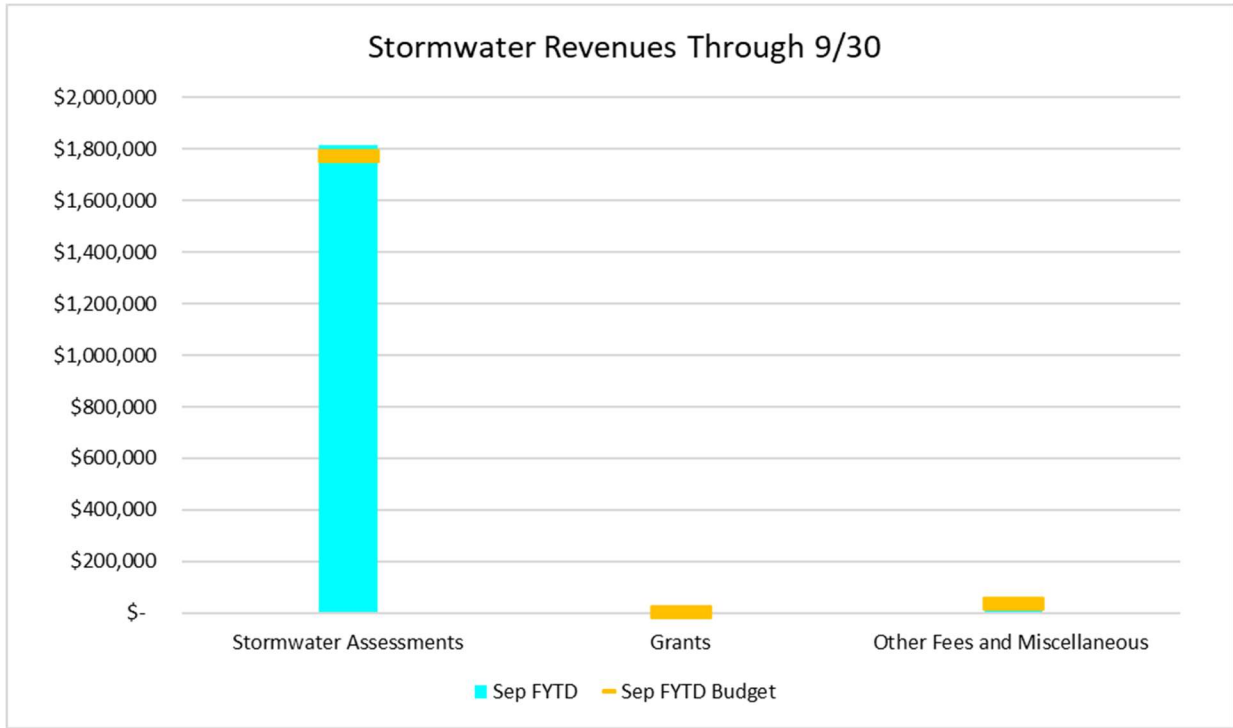
The FY 2021 CRA grant revenue budget included a \$450 thousand Transportation Regional Incentive Program (TRIP) grant from the State of Florida for Segment 4.1 of which \$200 thousand was received in FY 2021. This grant has been extended an additional year and the balance of the grant is now expected in FY 2022.

CRA Revenues Historical Comparison



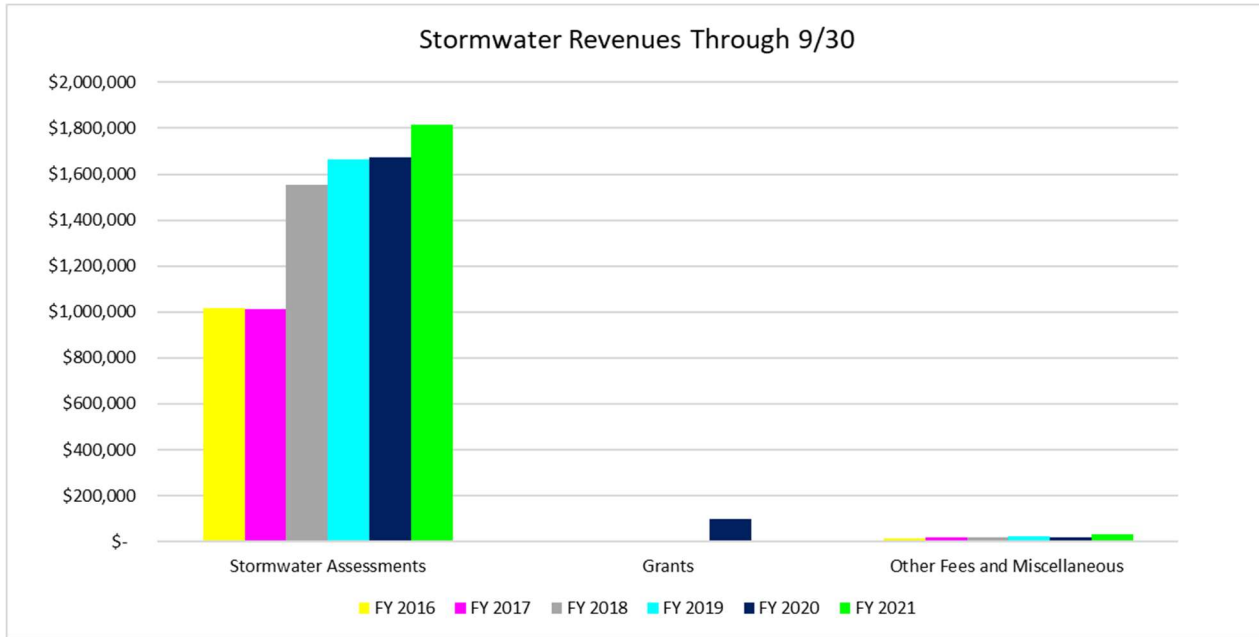
Tax increment funding (TIF) is received by the Community Redevelopment Agency from Bay County and subsequently transferred to the CRA Special Revenue Fund on a quarterly basis. Due to a timing issue, the fourth quarterly transfer of FY 2019 took place at the beginning of FY 2020 rather than FY 2019. As a result, five transfers were received in FY 2020. This timing difference is the reason for the decrease compared to the prior year.

Stormwater Revenues Compared to Budget



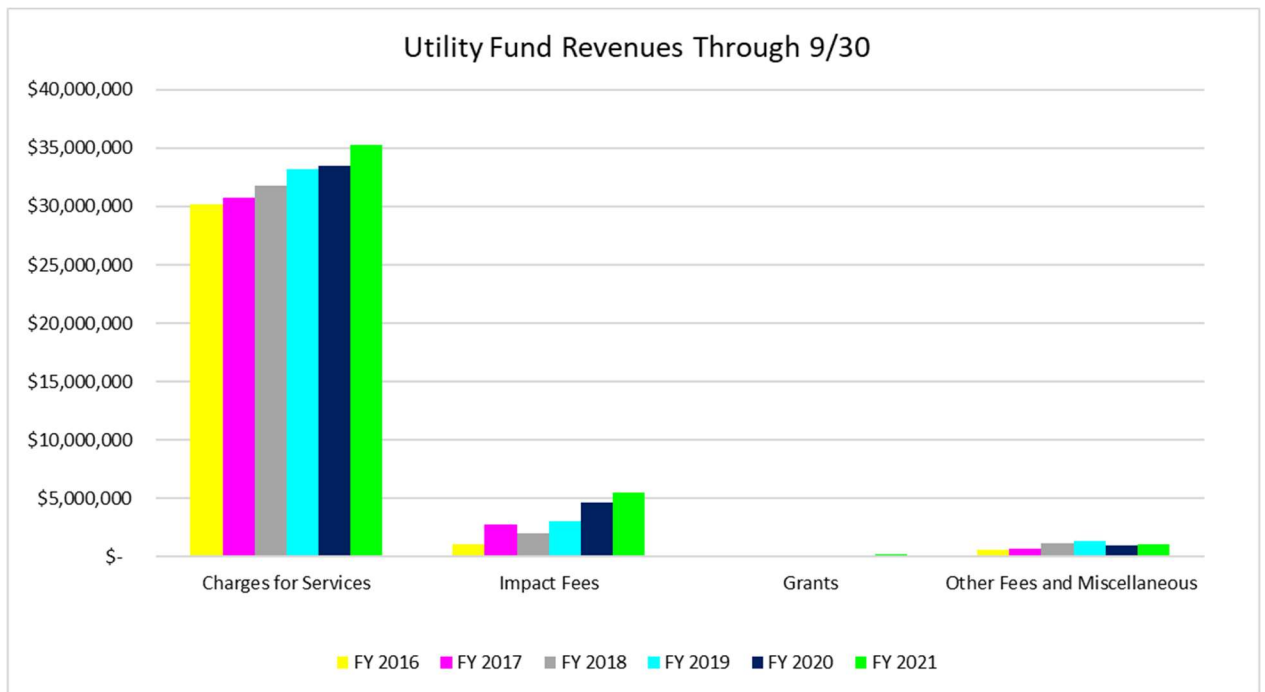
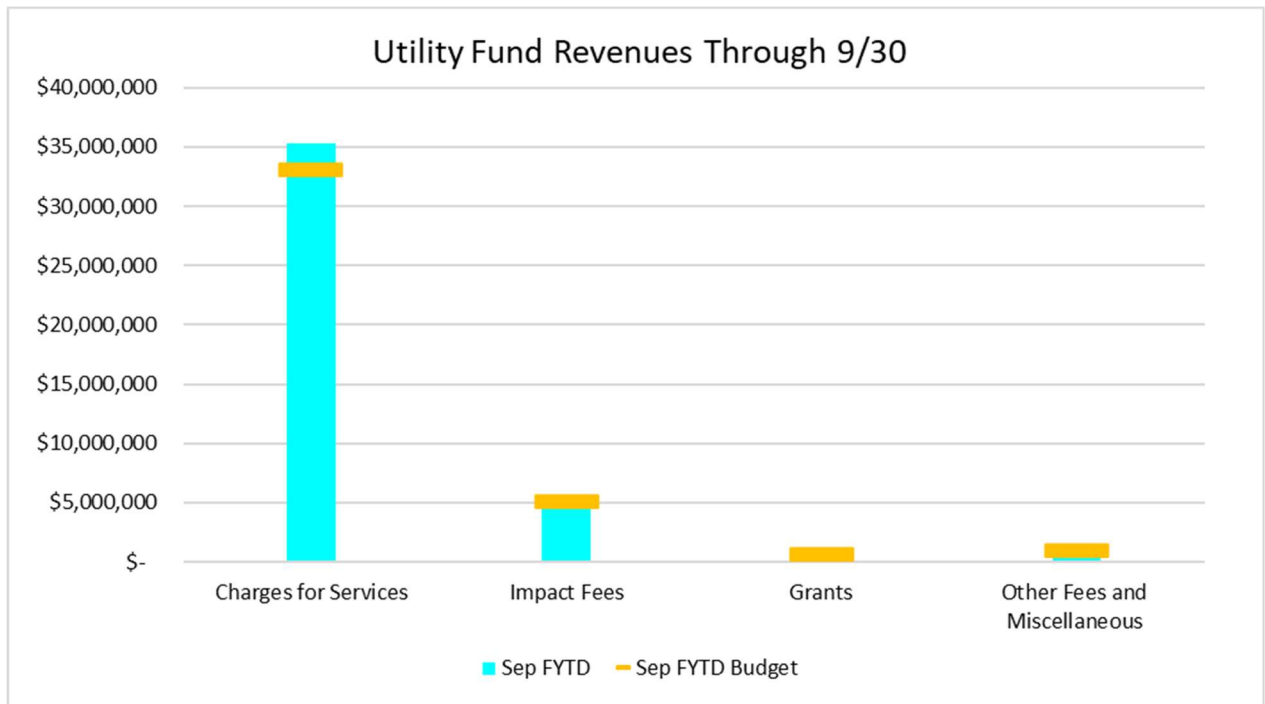
Stormwater Revenues	Sep FYTD	Sep FYTD Budget	% of Annual Budget
Stormwater Assessments	\$ 1,816,418	\$ 1,774,000	102%
Grants	2,085	1,940	107%
Other Fees and Miscellaneous	32,131	33,860	95%
Total Revenues	\$ 1,850,634	\$ 1,809,800	102%

Stormwater Revenues Historical Comparison

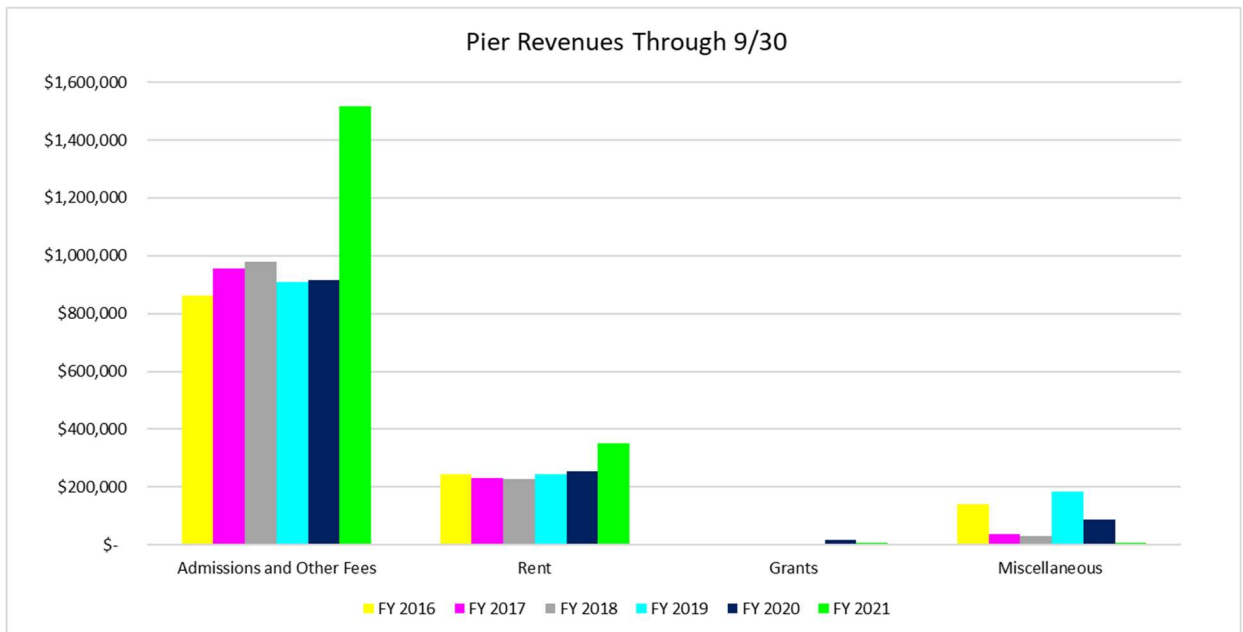
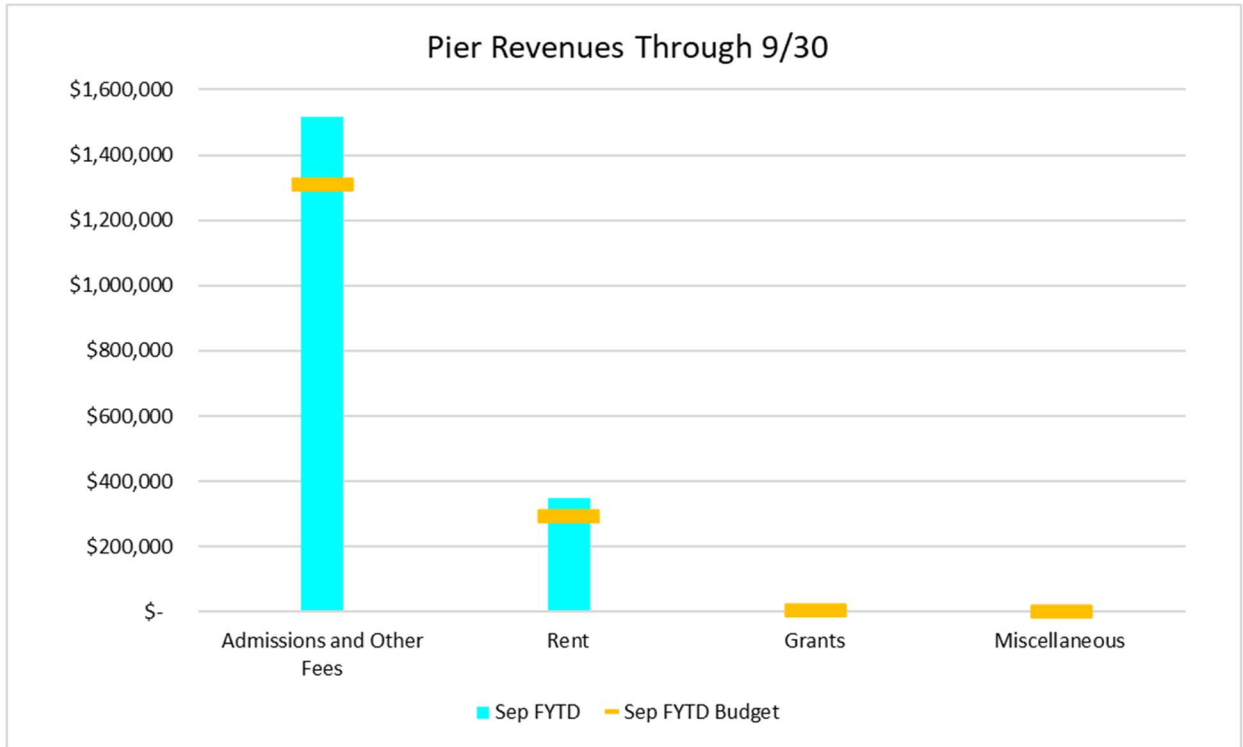


Stormwater Revenues	Revenues Through 9/30						% Change Over Prior Year
	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	
Stormwater Assessments	\$ 1,015,885	\$ 1,013,500	\$ 1,554,836	\$ 1,663,696	\$ 1,675,318	\$ 1,816,418	8%
Grants	-	-	-	-	96,233	2,085	-98%
Other Fees and Miscellaneous	13,340	17,040	17,090	21,180	19,482	32,131	65%
Total Revenues	\$ 1,029,225	\$ 1,030,540	\$ 1,571,926	\$ 1,684,876	\$ 1,791,032	\$ 1,850,634	3%

Utility Fund Revenues Compared to Budget and Historical Comparison

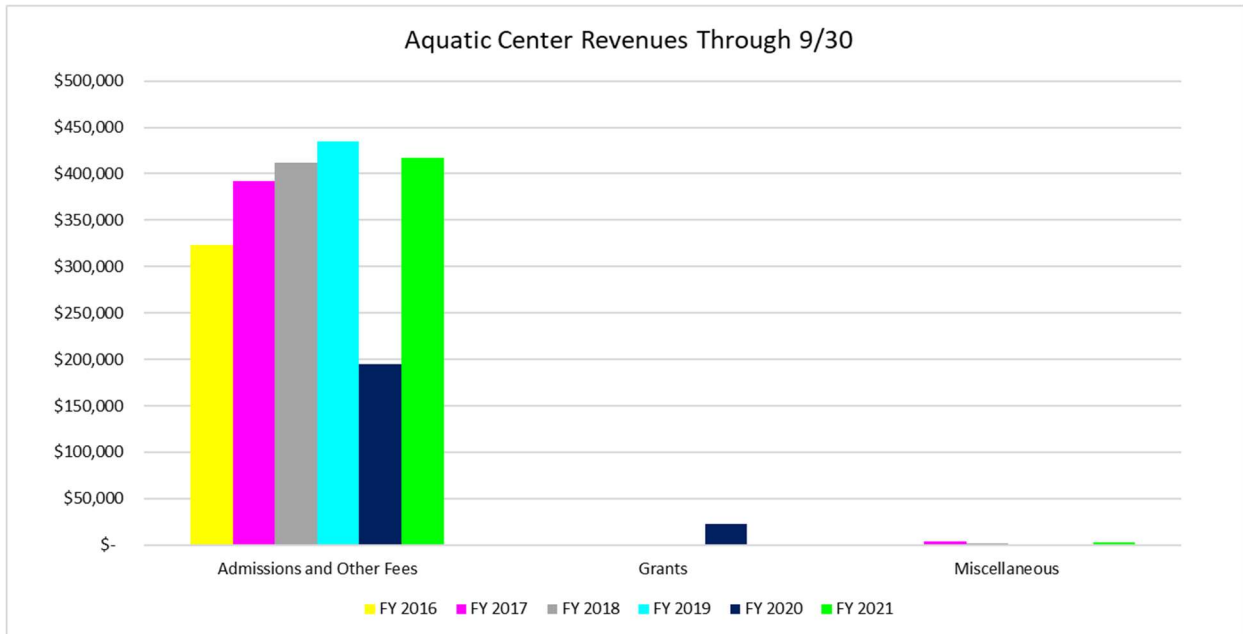
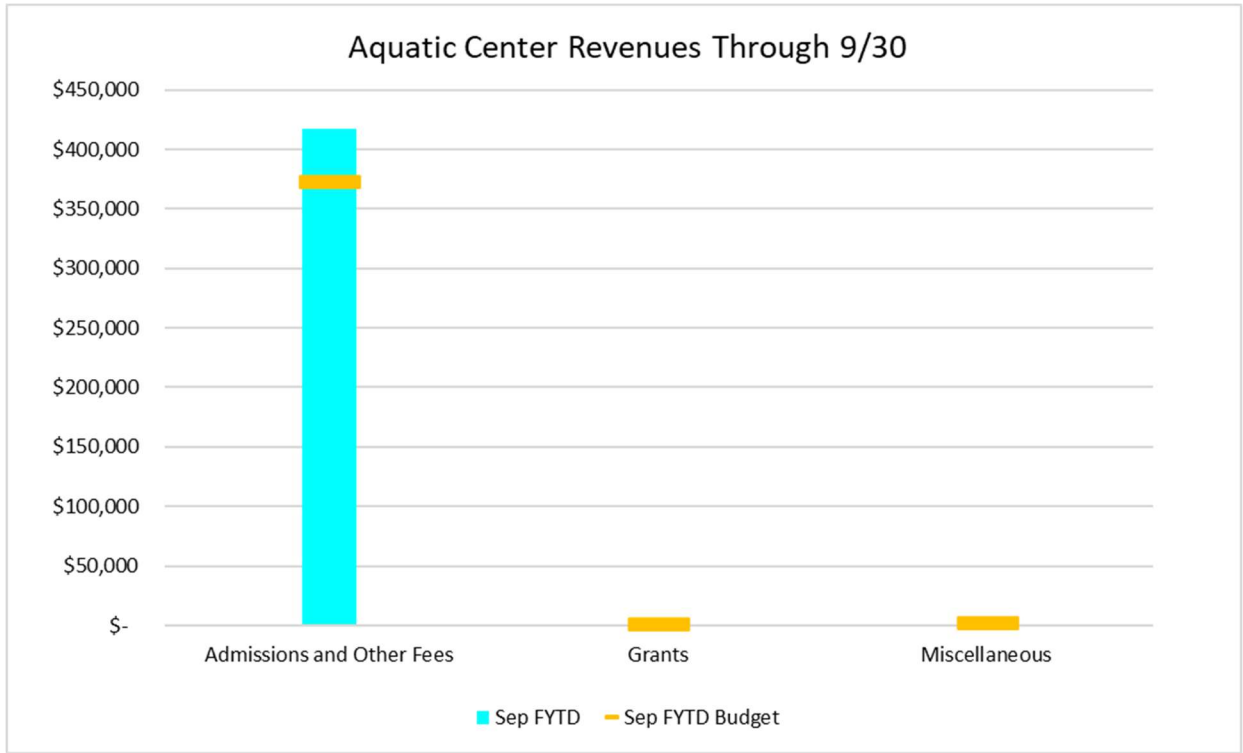


Pier Revenues Compared to Budget and Historical Comparison



Pier admissions are up substantially over FY 2020 due to a combination of increased spectator traffic along with a \$1 spectator fee increase implemented in FY 2021.

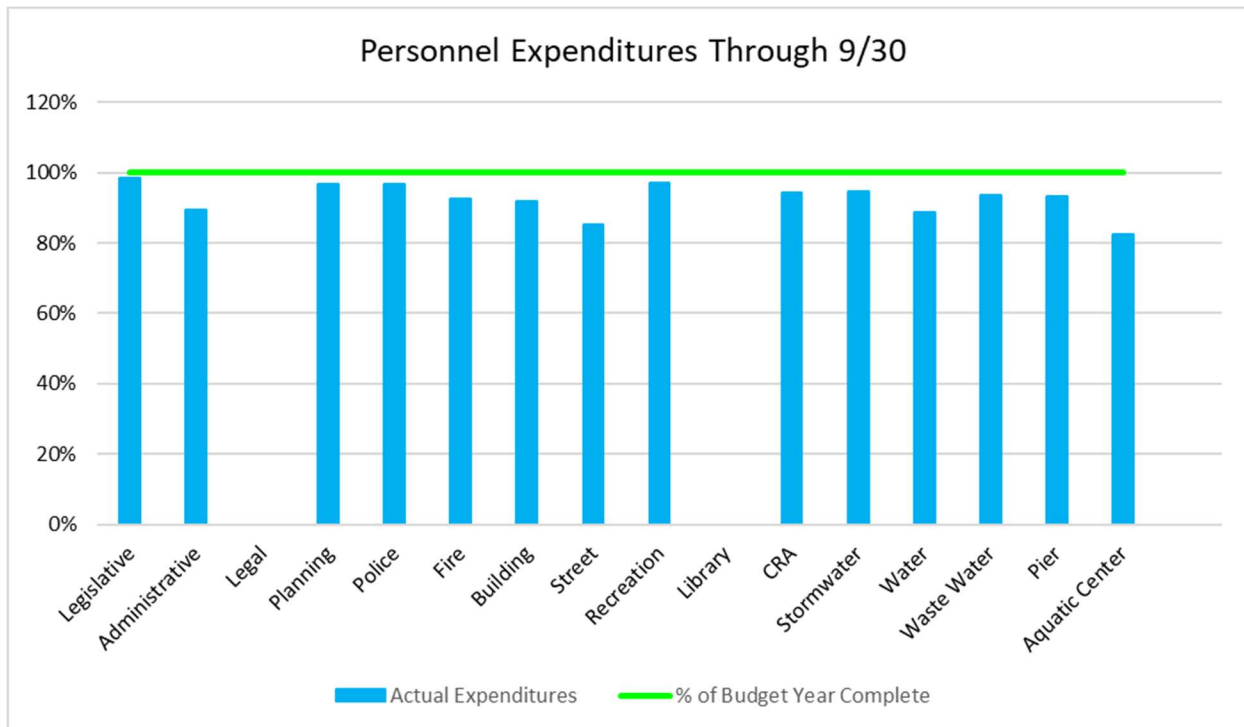
Aquatic Center Revenues Compared to Budget and Historical Comparison



Aquatic Center fees are up substantially over budget and FY 2020 due to an increase in swimming lessons and swim meet fees.

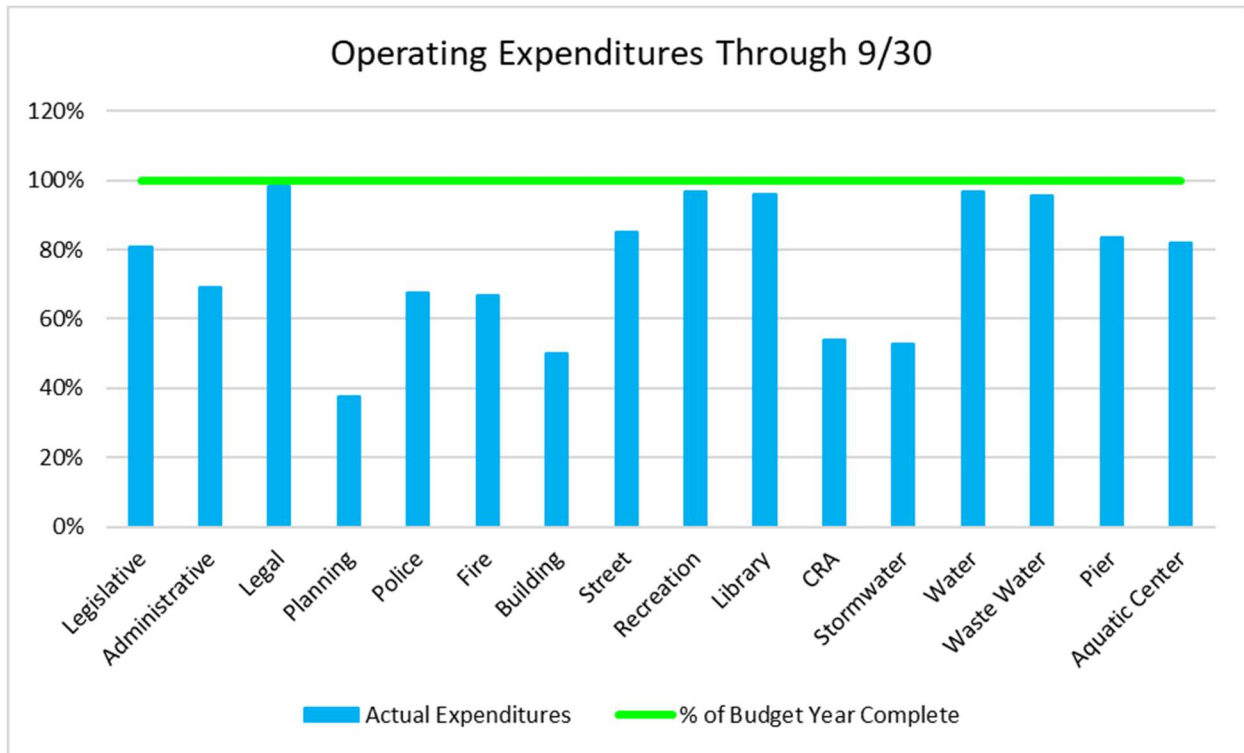
Expenditures Analysis

Personnel



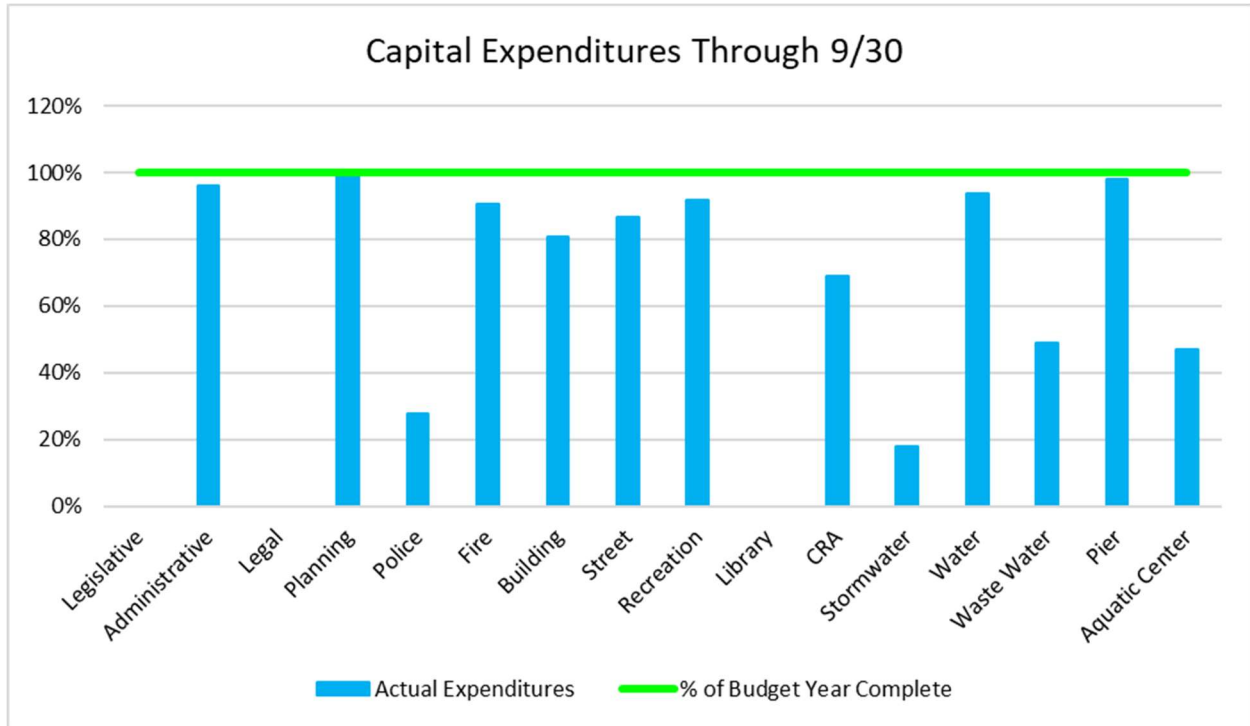
Department	Sep FYTD	Annual Budget	% of Annual Budget
Legislative	\$ 200,666	\$ 204,100	98%
Administrative	1,011,371	1,133,600	89%
Legal	-	-	-
Planning	251,511	259,940	97%
Police	6,877,223	7,101,690	97%
Fire	5,133,939	5,551,150	92%
Building	946,838	1,029,530	92%
Street	880,400	1,031,870	85%
Recreation	1,640,782	1,690,650	97%
Library	-	-	-
CRA	441,977	469,380	94%
Stormwater	619,862	656,330	94%
Water	2,593,885	2,924,600	89%
Waste Water	3,297,389	3,528,700	93%
Pier	468,702	502,030	93%
Aquatic Center	387,748	470,150	82%
Total	\$ 24,752,294	\$ 26,553,720	93%

Operating



Department	Sep FYTD	Annual Budget	% of Annual Budget
Legislative	\$ 127,709	\$ 157,845	81%
Administrative	606,828	878,370	69%
Legal	662,779	675,000	98%
Planning	52,907	140,240	38%
Police	1,955,285	2,887,425	68%
Fire	1,097,812	1,643,785	67%
Building	446,652	891,613	50%
Street	2,119,907	2,496,900	85%
Recreation	1,995,184	2,064,320	97%
Library	254,570	265,500	96%
CRA	544,551	1,009,619	54%
Stormwater	284,434	539,515	53%
Water	10,958,643	11,329,155	97%
Waste Water	4,896,512	5,126,600	96%
Pier	342,835	410,175	84%
Aquatic Center	381,876	466,515	82%
Total	\$ 26,728,485	\$ 30,982,577	86%

Capital



Department	Sep FYTD	Annual Budget	% of Annual Budget
Legislative	\$ -	\$ -	-
Administrative	145,409	151,600	96%
Legal	-	-	-
Planning	998	1,000	100%
Police	118,615	430,890	28%
Fire	125,694	138,525	91%
Building	91,970	113,850	81%
Street	7,657,590	8,824,075	87%
Recreation	370,647	403,675	92%
Library	-	-	-
CRA	10,554,561	15,328,900	69%
Stormwater	315,656	1,744,830	18%
Water	2,687,633	2,865,000	94%
Waste Water	3,693,716	7,563,000	49%
Pier	32,418	33,000	98%
Aquatic Center	8,906	19,000	47%
Total	\$ 25,803,812	\$ 37,617,345	69%