

TRIUMPH GULF COAST, INC.
PANAMA CITY, FLORIDA
FINANCIAL STATEMENTS
FOR THE MONTH AND SEVEN MONTHS ENDED
JULY 31, 2018 AND 2017



Tipton, Marler, Garner & Chastain
The CPA Group



To the Board of Directors
Triumph Gulf Coast, Inc.
Panama City, Florida

Independent Accountant's Compilation Report

Management is responsible for the accompanying financial statements of Triumph Gulf Coast, Inc., which comprise the statements of financial position as of July 31, 2018 and 2017, and the related statements of activity for the month and seven months then ended in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform and procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all the disclosures and the statement of cash flows required by accounting principles generally accepted in the United States of America. If the omitted disclosures and the statement of cash flows were included in the financial statements, they might influence the user's conclusions about the Company's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

The supplementary budgets and schedule of committed funds information is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management. The supplementary information was subject to our compilation engagement. We have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any form of assurance on such information.

Tipton, Marler, Garner & Chastain

Panama City, Florida
August 24, 2018

Triumph Gulf Coast, Inc
Statements of Financial Position
As of July 31, 2018 and 2017

	Total	
	As of Jul 31, 2018	As of Jul 31, 2017 (PY)
ASSETS		
Current Assets		
Bank Accounts		
First Nat'l Bank NWFL- MM	152,493.21	175,092.94
First Nat'l Bank NWFL-Checking	59,498.05	25,000.00
Florida Prime	299,508,030.94	300,224,688.97
Total Bank Accounts	\$ 299,720,022.20	\$ 300,424,781.91
Total Current Assets	\$ 299,720,022.20	\$ 300,424,781.91
Other Assets		
Prepaid Expenses	3,924.56	-
Total Other Assets	\$ 3,924.56	\$ -
TOTAL ASSETS	\$ 299,723,946.76	\$ 300,424,781.91
LIABILITIES AND EQUITY		
Liabilities		
Current Liabilities		
Accounts Payable		
Accounts Payable (A/P)	5,978.00	-
Total Accounts Payable	\$ 5,978.00	\$ -
Credit Cards		
FBNWFL Mastercard	14.99	-
Total Credit Cards	\$ 14.99	\$ -
Other Current Liabilities		
Interest Payable to Trust	564,007.58	424,806.91
Payroll Liabilities		
Federal Taxes (941/944)	2,381.26	-
Total Payroll Liabilities	\$ 2,381.26	\$ -
Total Other Current Liabilities	\$ 566,388.84	\$ 424,806.91
Total Current Liabilities	\$ 572,381.83	\$ 424,806.91
Total Liabilities	\$ 572,381.83	\$ 424,806.91
Equity		
Designated to Individual Counties		
Bay	15,000,000.00	15,000,000.00
Escambia	15,000,000.00	15,000,000.00
Franklin	15,000,000.00	15,000,000.00
Gulf	15,000,000.00	15,000,000.00
Okaloosa	15,000,000.00	15,000,000.00
Santa Rosa	15,000,000.00	15,000,000.00
Wakulla	15,000,000.00	15,000,000.00
Walton	15,000,000.00	15,000,000.00
Total Designated to Individual Counties	\$ 120,000,000.00	\$ 120,000,000.00
Undesignated	179,664,908.80	(120,000,000.00)
Net Revenue	(513,343.87)	299,999,975.00
Total Equity	\$ 299,151,564.93	\$ 299,999,975.00
TOTAL LIABILITIES AND EQUITY	\$ 299,723,946.76	\$ 300,424,781.91

See Accountant's Compilation Report

Triumph Gulf Coast, Inc
Statements of Activity
For the Months Ended July 31, 2018 and 2017

	Total	
	Jul 2018	Jul 2017 (PY)
Revenue		
Total Revenue		
Gross Profit	\$ -	\$ -
Expenditures		
Administrative		
Accounting & Auditing	5,978.00	-
Advertising & Marketing	400.00	-
Computer	669.89	-
Economic Advisor	9,424.28	-
Grants Evaluation Costs	1,500.00	-
Insurance	1,308.16	-
Legal & Professional Services	8,333.33	-
Office Space Rent	1,000.00	-
Payroll Expenses		
Executive Director	7,458.33	-
Taxes	570.57	-
Total Payroll Expenses	\$ 8,028.90	\$ -
Phone, technology, meeting expenses	89.99	-
Program Administration	8,076.20	-
Travel & Per Diem for Staff	841.11	-
Total Administrative	\$ 45,649.86	\$ -
Funds Distributed	180,000.00	-
Total Expenditures	\$ 225,649.86	\$ -
Net Operating Revenue	\$ (225,649.86)	\$ -
Net Revenue	\$ (225,649.86)	\$ -

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Triumph Gulf Coast, Inc
Statements of Activity
For the Seven Months Ended
July 31, 2018 and 2017

	Total	
	Jan - Jul, 2018	Jan - Jul, 2017 (PY)
Revenue		
Settlement Revenue	-	300,000,000.00
Total Revenue	\$ -	\$ 300,000,000.00
Gross Profit	\$ -	\$ 300,000,000.00
Expenditures		
Administrative		
Accounting & Auditing	50,163.50	-
Advertising & Marketing	3,230.00	-
Computer	524.25	-
Economic Advisor	65,969.96	-
Economic Advisor Software/tools	8,500.00	-
Grants Evaluation Costs	9,000.00	-
Insurance	9,157.12	-
Legal & Professional Services	58,333.31	-
Office Space Rent	6,000.00	-
Office Supplies	5,303.59	-
Payroll Expenses		
Executive Director	52,208.31	-
Taxes	3,993.94	-
Total Payroll Expenses	\$ 56,202.25	\$ -
Phone, technology, meeting expenses	1,034.94	-
Program Administration	53,313.34	-
Taxes & Licenses	(206.25)	-
Travel & Per Diem for Board	502.45	-
Travel & Per Diem for Staff	6,005.41	-
Website	300.00	-
Wire Fees	10.00	25.00
Total Administrative	\$ 333,343.87	\$ 25.00
Funds Distributed	180,000.00	-
Total Expenditures	\$ 513,343.87	\$ 25.00
Net Operating Revenue	\$ (513,343.87)	\$ 299,999,975.00
Net Revenue	\$ (513,343.87)	\$ 299,999,975.00

See Accountant's Compilation Report

Triumph Gulf Coast, Inc
Statement of Activity by Class
For the Month Ended July 31, 2018

	Wakulla	Undesignated	TOTAL
Revenue			
Total Revenue	-	-	-
Gross Profit	\$ -	\$ -	\$ -
Expenditures			
Administrative			
Accounting & Auditing	-	5,978.00	5,978.00
Advertising & Marketing	-	400.00	400.00
Computer	-	669.89	669.89
Economic Advisor	-	9,424.28	9,424.28
Grants Evaluation Costs	-	1,500.00	1,500.00
Insurance	-	1,308.16	1,308.16
Legal & Professional Services	-	8,333.33	8,333.33
Office Space Rent	-	1,000.00	1,000.00
Payroll Expenses	-	-	-
Executive Director	-	7,458.33	7,458.33
Taxes	-	570.57	570.57
Total Payroll Expenses	\$ -	\$ 8,028.90	\$ 8,028.90
Phone, technology, meeting expenses	-	89.99	89.99
Program Administration	-	8,076.20	8,076.20
Travel & Per Diem for Staff	-	841.11	841.11
Total Administrative	\$ -	\$ 45,649.86	\$ 45,649.86
Funds Distributed	180,000.00	-	180,000.00
Total Expenditures	\$ 180,000.00	\$ 45,649.86	\$ 225,649.86
Net Operating Revenue	\$ (180,000.00)	\$ (45,649.86)	\$ (225,649.86)
Net Revenue	\$ (180,000.00)	\$ (45,649.86)	\$ (225,649.86)

See Accountant's Compilation Report

Triumph Gulf Coast, Inc
Statement of Activity by Class
For the Seven Months Ended July 31, 2018

	<u>Wakulla</u>	<u>Undesignated</u>	<u>TOTAL</u>
Revenue			
Total Revenue	-	-	-
Gross Profit	\$ -	\$ -	\$ -
Expenditures			
Administrative			
Accounting & Auditing	-	50,163.50	50,163.50
Advertising & Marketing	-	3,230.00	3,230.00
Computer	-	524.25	524.25
Economic Advisor	-	65,969.96	65,969.96
Economic Advisor Software/tools	-	8,500.00	8,500.00
Grants Evaluation Costs	-	9,000.00	9,000.00
Insurance	-	9,157.12	9,157.12
Legal & Professional Services	-	58,333.31	58,333.31
Office Space Rent	-	6,000.00	6,000.00
Office Supplies	-	5,303.59	5,303.59
Payroll Expenses	-	-	-
Executive Director	-	52,208.31	52,208.31
Taxes	-	3,993.94	3,993.94
Total Payroll Expenses	\$ -	\$ 56,202.25	\$ 56,202.25
Phone, technology, meeting expenses	-	1,034.94	1,034.94
Program Administration	-	53,313.34	53,313.34
Taxes & Licenses	-	(206.25)	(206.25)
Travel & Per Diem for Board	-	502.45	502.45
Travel & Per Diem for Staff	-	6,005.41	6,005.41
Website	-	300.00	300.00
Wire Fees	-	10.00	10.00
Total Administrative	\$ -	\$ 333,343.87	\$ 333,343.87
Funds Distributed	180,000.00	-	180,000.00
Total Expenditures	\$ 180,000.00	\$ 333,343.87	\$ 513,343.87
Net Operating Revenue	\$ (180,000.00)	\$ (333,343.87)	\$ (513,343.87)
Net Revenue	\$ (180,000.00)	\$ (333,343.87)	\$ (513,343.87)

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Triumph Gulf Coast, Inc
Statement of Activity by Class
For the Seven Months Ended July 31, 2017

	<u>Bay</u>	<u>Escambia</u>	<u>Franklin</u>	<u>Gulf</u>	<u>Okaloosa</u>
Revenue					
Settlement Revenue	15,000,000.00	15,000,000.00	15,000,000.00	15,000,000.00	15,000,000.00
Total Revenue	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>
Gross Profit	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>
Expenditures					
Administrative					
Wire Fees					
Total Administrative	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net Operating Revenue	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>
Net Revenue	<u><u>\$ 15,000,000.00</u></u>	<u><u>\$ 15,000,000.00</u></u>	<u><u>\$ 15,000,000.00</u></u>	<u><u>\$ 15,000,000.00</u></u>	<u><u>\$ 15,000,000.00</u></u>

Triumph Gulf Coast, Inc
Statement of Activity by Class
For the Seven Months Ended July 31, 2017

<u>Santa Rosa</u>	<u>Wakulla</u>	<u>Walton</u>	<u>Undesignated</u>	<u>TOTAL</u>
15,000,000.00	15,000,000.00	15,000,000.00	180,000,000.00	300,000,000.00
\$ 15,000,000.00	\$ 15,000,000.00	\$ 15,000,000.00	\$ 180,000,000.00	\$ 300,000,000.00
\$ 15,000,000.00	\$ 15,000,000.00	\$ 15,000,000.00	\$ 180,000,000.00	\$ 300,000,000.00
			25.00	25.00
\$ -	\$ -	\$ -	\$ 25.00	\$ 25.00
\$ -	\$ -	\$ -	\$ 25.00	\$ 25.00
\$ 15,000,000.00	\$ 15,000,000.00	\$ 15,000,000.00	\$ 179,999,975.00	\$ 299,999,975.00
\$ 15,000,000.00	\$ 15,000,000.00	\$ 15,000,000.00	\$ 179,999,975.00	\$ 299,999,975.00

See Accountant's Compilation Report

Triumph Gulf Coast, Inc
Budget vs. Actuals: 2018 Admin - FY18 P&L Classes
For the Month Ended July 31, 2018

	Total		
	Actual	Budget	Over Budget
Revenue			
Total Revenue			-
Gross Profit	\$ -	\$ -	\$ -
Expenditures			
Administrative			-
Accounting & Auditing	5,978.00	5,050.00	928.00
Advertising & Marketing	400.00	400.00	-
Computer	669.89	800.00	(130.11)
Economic Advisor	9,424.28	9,583.33	(159.05)
Economic Advisor Software/tools	-	1,250.00	(1,250.00)
Grants Evaluation Costs	1,500.00	8,333.33	(6,833.33)
Insurance	1,308.16	1,725.00	(416.84)
Legal & Professional Services	8,333.33	10,416.67	(2,083.34)
Office Space Rent	1,000.00	2,500.00	(1,500.00)
Office Supplies	-	416.67	(416.67)
Payroll Expenses	-	-	-
Executive Director	7,458.33	7,458.33	-
Taxes	570.57	1,141.17	(570.60)
Total Payroll Expenses	\$ 8,028.90	\$ 8,599.50	\$ (570.60)
Phone, technology, meeting expenses	89.99	625.00	(535.01)
Program Administration	8,076.20	12,500.00	(4,423.80)
Travel & Per Diem for Board	-	83.33	(83.33)
Travel & Per Diem for Staff	841.11	1,500.00	(658.89)
Website	-	416.67	(416.67)
Wire Fees	-	25.00	(25.00)
Total Administrative	\$ 45,649.86	\$ 64,224.50	\$ (18,574.64)
Funds Distributed	180,000.00	-	180,000.00
Total Expenditures	\$ 225,649.86	\$ 64,224.50	\$ 161,425.36
Net Operating Revenue	\$ (225,649.86)	\$ (64,224.50)	\$ (161,425.36)
Net Revenue	\$ (225,649.86)	\$ (64,224.50)	\$ (161,425.36)

See Accountant's Compilation Report

Triumph Gulf Coast, Inc
Budget vs. Actuals: 2018 Admin - FY18 P&L Classes
For the Seven Months Ended July 31, 2018

	Total		
	Actual	Budget	Over Budget
Revenue			
Total Revenue			-
Gross Profit	\$ -	\$ -	\$ -
Expenditures			
Administrative			
Accounting & Auditing	50,163.50	35,350.00	14,813.50
Advertising & Marketing	3,230.00	2,800.00	430.00
Computer	524.25	5,600.00	(5,075.75)
Economic Advisor	65,969.96	67,083.31	(1,113.35)
Economic Advisor Software/tools	8,500.00	8,750.00	(250.00)
Grants Evaluation Costs	9,000.00	58,333.31	(49,333.31)
Insurance	9,157.12	12,075.00	(2,917.88)
Legal & Professional Services	58,333.31	72,916.69	(14,583.38)
Office Space Rent	6,000.00	17,500.00	(11,500.00)
Office Supplies	5,303.59	2,916.69	2,386.90
Payroll Expenses			
Executive Director	52,208.31	52,208.31	-
Taxes	3,993.94	7,988.19	(3,994.25)
Total Payroll Expenses	\$ 56,202.25	\$ 60,196.50	\$ (3,994.25)
Phone, technology, meeting expenses	1,034.94	4,375.00	(3,340.06)
Program Administration	53,313.34	87,500.00	(34,186.66)
Taxes & Licenses	(206.25)		(206.25)
Travel & Per Diem for Board	502.45	583.31	(80.86)
Travel & Per Diem for Staff	6,005.41	10,500.00	(4,494.59)
Website	300.00	2,916.69	(2,616.69)
Wire Fees	10.00	175.00	(165.00)
Total Administrative	\$ 333,343.87	\$ 449,571.50	\$ (116,227.63)
Funds Distributed	180,000.00	-	180,000.00
Total Expenditures	\$ 513,343.87	\$ 449,571.50	\$ 63,772.37
Net Operating Revenue	\$ (513,343.87)	\$ (449,571.50)	\$ (63,772.37)
Net Revenue	\$ (513,343.87)	\$ (449,571.50)	\$ (63,772.37)

Triumph Gulf Coast, Inc.
Schedule of Committed Funds
As of July 31, 2018

Project Number	Completion Date	Contract	Bay	Escambia	Franklin
#49 Panama City Port Authority - 04/27/2018	12/31/2020	X	10,000,000.00		
#29 Wakulla County School Board- Career & Tech-06/12/18	11/30/2021	X			
#43 Okaloosa Co- Hwy 90 Sewer- 06/12/18	12/30/2020	X			
#5 Escambia Co School Board- Workforce Education-06/12/18	2019			3,012,709.00	
#143 Bay County School Board HVAC			614,000.00		
Total Committed			<u><u>\$ 10,614,000.00</u></u>	<u><u>\$ 3,012,709.00</u></u>	<u><u>\$ -</u></u>
Disbursements					
Total Outstanding Committed Funds			<u><u>\$ 10,614,000.00</u></u>	<u><u>\$ 3,012,709.00</u></u>	<u><u>\$ -</u></u>

Triumph Gulf Coast, Inc.
Schedule of Committed Funds
As of July 31, 2018

<u>Okaloosa</u>	<u>Santa Rosa</u>	<u>Wakulla</u>	<u>Walton</u>	<u>Gulf</u>	<u>TOTAL</u>
					10,000,000.00
		3,926,867.00			3,926,867.00
1,500,000.00					1,500,000.00
					3,012,709.00
					614,000.00
<u>\$ 1,500,000.00</u>	<u>\$ -</u>	<u>\$ 3,926,867.00</u>	<u>\$ -</u>	<u>\$ 0.00</u>	<u>\$ 19,053,576.00</u>
		<u>\$ (180,000.00)</u>			<u>\$ (180,000.00)</u>
<u><u>\$ 1,500,000.00</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 3,746,867.00</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 0.00</u></u>	<u><u>\$ 18,873,576.00</u></u>



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