

**TRIUMPH GULF COAST, INC.**  
**PANAMA CITY, FLORIDA**  
**FINANCIAL STATEMENTS**  
**FOR THE MONTH AND TEN MONTHS ENDED**  
**OCTOBER 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 October 31, 2018 and 2017, and the related statements of activity for the month and ten 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  
December 4, 2018

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

	Total	
	As of Oct 31, 2018	As of Oct 31, 2017 (PY)
<b>ASSETS</b>		
<b>Current Assets</b>		
<b>Bank Accounts</b>		
First Nat'l Bank NWFL- MM	53,631.62	125,500.21
First Nat'l Bank NWFL-Checking	17,436.15	15,301.43
Florida Prime	304,717,179.55	300,145,849.66
<b>Total Bank Accounts</b>	<b>\$ 304,788,247.32</b>	<b>\$ 300,286,651.30</b>
<b>Total Current Assets</b>	<b>\$ 304,788,247.32</b>	<b>\$ 300,286,651.30</b>
<b>TOTAL ASSETS</b>	<b>\$ 304,788,247.32</b>	<b>\$ 300,286,651.30</b>
<b>LIABILITIES AND EQUITY</b>		
<b>Liabilities</b>		
<b>Current Liabilities</b>		
<b>Accounts Payable</b>		
Accounts Payable (A/P)	7,628.00	-
<b>Total Accounts Payable</b>	<b>\$ 7,628.00</b>	<b>\$ -</b>
<b>Credit Cards</b>		
FBNWFL Mastercard	110.99	-
<b>Total Credit Cards</b>	<b>\$ 110.99</b>	<b>\$ -</b>
<b>Other Current Liabilities</b>		
Interest Payable to Trust	1,353,813.89	345,913.58
<b>Payroll Liabilities</b>		
Federal Taxes (941/944)	2,381.24	2,602.70
<b>Total Payroll Liabilities</b>	<b>\$ 2,381.24</b>	<b>\$ 2,602.70</b>
<b>Total Other Current Liabilities</b>	<b>\$ 1,356,195.13</b>	<b>\$ 348,516.28</b>
<b>Total Current Liabilities</b>	<b>\$ 1,363,934.12</b>	<b>\$ 348,516.28</b>
<b>Total Liabilities</b>	<b>\$ 1,363,934.12</b>	<b>\$ 348,516.28</b>
<b>Equity</b>		
<b>Designated to Individual Counties</b>		
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	14,820,000.00	15,000,000.00
Walton	15,000,000.00	15,000,000.00
<b>Total Designated to Individual Counties</b>	<b>\$ 119,820,000.00</b>	<b>\$ 120,000,000.00</b>
Undesignated	179,844,908.80	(120,000,000.00)
Net Revenue	3,759,404.40	299,938,135.02
<b>Total Equity</b>	<b>\$ 303,424,313.20</b>	<b>\$ 299,938,135.02</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>\$ 304,788,247.32</b>	<b>\$ 300,286,651.30</b>

See Accountant's Compilation Report

**Triumph Gulf Coast, Inc**  
**Statements of Activity**  
For the Month Ended October 31, 2018 and 2017

	Total	
	Oct 2018	Oct 2017 (PY)
<b>Revenue</b>		
<b>Total Revenue</b>	-	-
<b>Gross Profit</b>	\$ -	\$ -
<b>Expenditures</b>		
<b>Administrative</b>		
Accounting & Auditing	7,628.00	-
Advertising & Marketing	-	400.00
Computer	797.89	-
Economic Advisor	9,424.28	-
Insurance	1,308.24	-
Legal & Professional Services	8,333.33	8,333.33
Office Space Rent	1,000.00	-
Office Supplies	-	1,348.19
<b>Payroll Expenses</b>		
Executive Director	7,458.33	7,458.33
Taxes	570.56	570.57
<b>Total Payroll Expenses</b>	\$ 8,028.89	\$ 8,028.90
Phone, technology, meeting expenses	171.00	-
Program Administration	8,076.20	-
Travel & Per Diem for Board	70.05	-
Travel & Per Diem for Staff	91.67	-
Website	400.00	-
<b>Total Administrative</b>	\$ 45,329.55	\$ 18,110.42
<b>Total Expenditures</b>	\$ 45,329.55	\$ 18,110.42
<b>Net Operating Revenue</b>	\$ (45,329.55)	\$ (18,110.42)
<b>Net Revenue</b>	\$ (45,329.55)	\$ (18,110.42)

See Accountant's Compilation Report

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

	Total	
	Jan - Oct, 2018	Jan - Oct, 2017 (PY)
<b>Revenue</b>		
Interest Income	4,419,277.00	-
Settlement Revenue	-	300,000,000.00
<b>Total Revenue</b>	<b>\$ 4,419,277.00</b>	<b>\$ 300,000,000.00</b>
<b>Gross Profit</b>	<b>\$ 4,419,277.00</b>	<b>\$ 300,000,000.00</b>
<b>Expenditures</b>		
<b>Administrative</b>		
Accounting & Auditing	72,909.50	-
Advertising & Marketing	3,230.00	4,240.00
Computer	2,746.42	-
Economic Advisor	94,242.80	-
Economic Advisor Software/tools	8,500.00	-
Grants Evaluation Costs	13,500.00	-
Insurance	13,081.68	-
Legal & Professional Services	83,333.30	16,666.66
Office Space Rent	9,000.00	-
Office Supplies	5,303.59	1,529.99
<b>Payroll Expenses</b>		
Executive Director	74,583.30	36,603.18
Taxes	5,705.62	2,800.15
<b>Total Payroll Expenses</b>	<b>\$ 80,288.92</b>	<b>\$ 39,403.33</b>
Phone, technology, meeting expenses	1,400.91	-
Program Administration	77,541.94	-
Special Legal Services	6,760.00	-
Taxes & Licenses	(206.25)	-
Travel & Per Diem for Board	617.71	-
Travel & Per Diem for Staff	6,097.08	-
Website	1,500.00	-
Wire Fees	25.00	25.00
<b>Total Administrative</b>	<b>\$ 479,872.60</b>	<b>\$ 61,864.98</b>
Funds Distributed	180,000.00	-
<b>Total Expenditures</b>	<b>\$ 659,872.60</b>	<b>\$ 61,864.98</b>
<b>Net Operating Revenue</b>	<b>\$ 3,759,404.40</b>	<b>\$ 299,938,135.02</b>
<b>Net Revenue</b>	<b>\$ 3,759,404.40</b>	<b>\$ 299,938,135.02</b>

See Accountant's Compilation Report

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

	<u>Undesignated</u>	<u>TOTAL</u>
<b>Revenue</b>		
<b>Total Revenue</b>	-	-
<b>Gross Profit</b>	\$ -	\$ -
<b>Expenditures</b>		
<b>Administrative</b>	-	-
Accounting & Auditing	7,628.00	7,628.00
Computer	797.89	797.89
Economic Advisor	9,424.28	9,424.28
Insurance	1,308.24	1,308.24
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	570.56	570.56
<b>Total Payroll Expenses</b>	<b>\$ 8,028.89</b>	<b>\$ 8,028.89</b>
Phone, technology, meeting expenses	171.00	171.00
Program Administration	8,076.20	8,076.20
Travel & Per Diem for Board	70.05	70.05
Travel & Per Diem for Staff	91.67	91.67
Website	400.00	400.00
<b>Total Administrative</b>	<b>\$ 45,329.55</b>	<b>\$ 45,329.55</b>
<b>Total Expenditures</b>	<b>\$ 45,329.55</b>	<b>\$ 45,329.55</b>
<b>Net Operating Revenue</b>	<b>\$ (45,329.55)</b>	<b>\$ (45,329.55)</b>
<b>Net Revenue</b>	<b>\$ (45,329.55)</b>	<b>\$ (45,329.55)</b>

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**Triumph Gulf Coast, Inc**  
**Statement of Activity by Class**  
For the Ten Months Ended October 31, 2018

	<u>Wakulla</u>	<u>Undesignated</u>	<u>TOTAL</u>
<b>Revenue</b>			
Interest Income	-	4,419,277.00	4,419,277.00
<b>Total Revenue</b>	<b>\$ -</b>	<b>\$ 4,419,277.00</b>	<b>\$ 4,419,277.00</b>
<b>Gross Profit</b>	<b>\$ -</b>	<b>\$ 4,419,277.00</b>	<b>\$ 4,419,277.00</b>
<b>Expenditures</b>			
<b>Administrative</b>			-
Accounting & Auditing	-	72,909.50	72,909.50
Advertising & Marketing	-	3,230.00	3,230.00
Computer	-	2,746.42	2,746.42
Economic Advisor	-	94,242.80	94,242.80
Economic Advisor Software/tools	-	8,500.00	8,500.00
Grants Evaluation Costs	-	13,500.00	13,500.00
Insurance	-	13,081.68	13,081.68
Legal & Professional Services	-	83,333.30	83,333.30
Office Space Rent	-	9,000.00	9,000.00
Office Supplies	-	5,303.59	5,303.59
<b>Payroll Expenses</b>			
Executive Director	-	74,583.30	74,583.30
Taxes	-	5,705.62	5,705.62
<b>Total Payroll Expenses</b>	<b>\$ -</b>	<b>\$ 80,288.92</b>	<b>\$ 80,288.92</b>
Phone, technology, meeting expenses	-	1,400.91	1,400.91
Program Administration	-	77,541.94	77,541.94
Special Legal Services	-	6,760.00	6,760.00
Taxes & Licenses	-	(206.25)	(206.25)
Travel & Per Diem for Board	-	617.71	617.71
Travel & Per Diem for Staff	-	6,097.08	6,097.08
Website	-	1,500.00	1,500.00
Wire Fees	-	25.00	25.00
<b>Total Administrative</b>	<b>\$ -</b>	<b>\$ 479,872.60</b>	<b>\$ 479,872.60</b>
<b>Funds Distributed</b>	<b>180,000.00</b>	<b>-</b>	<b>180,000.00</b>
<b>Total Expenditures</b>	<b>\$ 180,000.00</b>	<b>\$ 479,872.60</b>	<b>\$ 659,872.60</b>
<b>Net Operating Revenue</b>	<b>\$ (180,000.00)</b>	<b>\$ 3,939,404.40</b>	<b>\$ 3,759,404.40</b>
<b>Net Revenue</b>	<b>\$ (180,000.00)</b>	<b>\$ 3,939,404.40</b>	<b>\$ 3,759,404.40</b>

See Accountant's Compilation Report

**Triumph Gulf Coast, Inc**  
**Statement of Activity by Class**  
For the Ten Months Ended October 31, 2017

	<u>Bay</u>	<u>Escambia</u>	<u>Franklin</u>	<u>Gulf</u>
<b>Revenue</b>				
Settlement Revenue	15,000,000.00	15,000,000.00	15,000,000.00	15,000,000.00
<b>Total Revenue</b>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>
<b>Gross Profit</b>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>
<b>Expenditures</b>				
<b>Administrative</b>				
Advertising & Marketing				
Legal & Professional Services				
Office Supplies				
Payroll Expenses				
Executive Director				
Taxes				
<b>Total Payroll Expenses</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Website				
Wire Fees				
<b>Total Administrative</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Total Expenditures</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Net Operating Revenue</b>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>
<b>Net Revenue</b>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>	<u>\$ 15,000,000.00</u>



**Triumph Gulf Coast, Inc**  
**Statement of Activity by Class**  
For the Ten Months Ended October 31, 2017

<u>Okaloosa</u>	<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	15,000,000.00	180,000,000.00	300,000,000.00
<b>\$ 15,000,000.00</b>	<b>\$ 15,000,000.00</b>	<b>\$ 15,000,000.00</b>	<b>\$ 15,000,000.00</b>	<b>\$ 180,000,000.00</b>	<b>\$ 300,000,000.00</b>
<b>\$ 15,000,000.00</b>	<b>\$ 15,000,000.00</b>	<b>\$ 15,000,000.00</b>	<b>\$ 15,000,000.00</b>	<b>\$ 180,000,000.00</b>	<b>\$ 300,000,000.00</b>
				4,240.00	4,240.00
				16,666.66	16,666.66
				1,529.99	1,529.99
				36,603.18	36,603.18
				2,800.15	2,800.15
<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 39,403.33</b>	<b>\$ 39,403.33</b>
				-	-
				25.00	25.00
<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 61,864.98</b>	<b>\$ 61,864.98</b>
<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 61,864.98</b>	<b>\$ 61,864.98</b>
<b>\$ 15,000,000.00</b>	<b>\$ 15,000,000.00</b>	<b>\$ 15,000,000.00</b>	<b>\$ 15,000,000.00</b>	<b>\$ 179,938,135.02</b>	<b>\$ 299,938,135.02</b>
<b>\$ 15,000,000.00</b>	<b>\$ 15,000,000.00</b>	<b>\$ 15,000,000.00</b>	<b>\$ 15,000,000.00</b>	<b>\$ 179,938,135.02</b>	<b>\$ 299,938,135.02</b>

See Accountant's Compilation Report

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

	Total		
	Actual	Budget	Over Budget
<b>Revenue</b>			
Total Revenue	-	-	-
Gross Profit	\$ -	\$ -	\$ -
<b>Expenditures</b>			
<b>Administrative</b>			
Accounting & Auditing	7,628.00	5,050.00	2,578.00
Advertising & Marketing	-	400.00	(400.00)
Computer	797.89	800.00	(2.11)
Economic Advisor	9,424.28	9,583.33	(159.05)
Economic Advisor Software/tools	-	1,250.00	(1,250.00)
Grants Evaluation Costs	-	8,333.33	(8,333.33)
Insurance	1,308.24	1,725.00	(416.76)
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)
<b>Payroll Expenses</b>			
Executive Director	7,458.33	7,458.33	-
Taxes	570.56	1,141.17	(570.61)
<b>Total Payroll Expenses</b>	<b>\$ 8,028.89</b>	<b>\$ 8,599.50</b>	<b>\$ (570.61)</b>
Phone, technology, meeting expenses	171.00	625.00	(454.00)
Program Administration	8,076.20	12,500.00	(4,423.80)
Travel & Per Diem for Board	70.05	83.33	(13.28)
Travel & Per Diem for Staff	91.67	1,500.00	(1,408.33)
Website	400.00	416.67	(16.67)
Wire Fees		25.00	(25.00)
<b>Total Administrative</b>	<b>\$ 45,329.55</b>	<b>\$ 64,224.50</b>	<b>\$ (18,894.95)</b>
<b>Total Expenditures</b>	<b>\$ 45,329.55</b>	<b>\$ 64,224.50</b>	<b>\$ (18,894.95)</b>
<b>Net Operating Revenue</b>	<b>\$ (45,329.55)</b>	<b>\$ (64,224.50)</b>	<b>\$ 18,894.95</b>
<b>Net Revenue</b>	<b>\$ (45,329.55)</b>	<b>\$ (64,224.50)</b>	<b>\$ 18,894.95</b>

See Accountant's Compilation Report

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

	Total		
	Actual	Budget	Over Budget
<b>Revenue</b>			
Interest Income	4,419,277.00	-	4,419,277.00
<b>Total Revenue</b>	<b>\$ 4,419,277.00</b>	<b>\$ -</b>	<b>\$ 4,419,277.00</b>
<b>Gross Profit</b>	<b>\$ 4,419,277.00</b>	<b>\$ -</b>	<b>\$ 4,419,277.00</b>
<b>Expenditures</b>			
<b>Administrative</b>			
Accounting & Auditing	72,909.50	50,500.00	22,409.50
Advertising & Marketing	3,230.00	4,000.00	(770.00)
Computer	2,746.42	8,000.00	(5,253.58)
Economic Advisor	94,242.80	95,833.30	(1,590.50)
Economic Advisor Software/tools	8,500.00	12,500.00	(4,000.00)
Grants Evaluation Costs	13,500.00	83,333.30	(69,833.30)
Insurance	13,081.68	17,250.00	(4,168.32)
Legal & Professional Services	83,333.30	104,166.70	(20,833.40)
Office Space Rent	9,000.00	25,000.00	(16,000.00)
Office Supplies	5,303.59	4,166.70	1,136.89
<b>Payroll Expenses</b>			
Executive Director	74,583.30	74,583.30	-
Taxes	5,705.62	11,411.70	(5,706.08)
<b>Total Payroll Expenses</b>	<b>\$ 80,288.92</b>	<b>\$ 85,995.00</b>	<b>\$ (5,706.08)</b>
Phone, technology, meeting expenses	1,400.91	6,250.00	(4,849.09)
Program Administration	77,541.94	125,000.00	(47,458.06)
Special Legal Services	6,760.00	-	6,760.00
Taxes & Licenses	(206.25)	-	(206.25)
Travel & Per Diem for Board	617.71	833.30	(215.59)
Travel & Per Diem for Staff	6,097.08	15,000.00	(8,902.92)
Website	1,500.00	4,166.70	(2,666.70)
Wire Fees	25.00	250.00	(225.00)
<b>Total Administrative</b>	<b>\$ 479,872.60</b>	<b>\$ 642,245.00</b>	<b>\$ (162,372.40)</b>
Funds Distributed	180,000.00	-	180,000.00
<b>Total Expenditures</b>	<b>\$ 659,872.60</b>	<b>\$ 642,245.00</b>	<b>\$ 17,627.60</b>
<b>Net Operating Revenue</b>	<b>\$ 3,759,404.40</b>	<b>\$ (642,245.00)</b>	<b>\$ 4,401,649.40</b>
<b>Net Revenue</b>	<b>\$ 3,759,404.40</b>	<b>\$ (642,245.00)</b>	<b>\$ 4,401,649.40</b>

See Accountant's Compilation Report

**Triumph Gulf Coast, Inc.**  
**Schedule of Committed Funds**  
As of October 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	8/31/2019	X	614,000.00		
#72 Whiting Aviation	12/31/2021				
#120 City of Pensacola MRO Aviation	3/22/2019			56,000,000.00	
<b>Total Committed</b>			<u>\$ 10,614,000.00</u>	<u>\$ 59,012,709.00</u>	<u>\$ -</u>
<b>Disbursements</b>					
<b>Total Outstanding Committed Funds</b>			<u>\$ 10,614,000.00</u>	<u>\$ 59,012,709.00</u>	<u>\$ -</u>

See Accountant's Compilation Report

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

<u>Gulf</u>	<u>Okaloosa</u>	<u>Santa Rosa</u>	<u>Wakulla</u>	<u>Walton</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
		8,523,655.00			8,523,655.00
					56,000,000.00
<u>\$ -</u>	<u>\$ 1,500,000.00</u>	<u>\$ 8,523,655.00</u>	<u>\$ 3,926,867.00</u>	<u>\$ -</u>	<u>\$ 83,577,231.00</u>
			(180,000.00)		(180,000.00)
<u>\$ -</u>	<u>\$ 1,500,000.00</u>	<u>\$ 8,523,655.00</u>	<u>\$ 3,746,867.00</u>	<u>\$ -</u>	<u>\$ 83,397,231.00</u>

See Accountant's Compilation Report



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