

THE CITY OF PALM COAST FLORIDA



POPULAR ANNUAL FINANCIAL REPORT
FISCAL YEAR 2013

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About this Document

This Popular Annual Financial Report (PAFR) of the City of Palm Coast is being published in order to increase public awareness and provide a simplified overview of the City's financial position.

The PAFR summarizes and condenses the financial activities of the City of Palm Coast governmental and business-type activities and derives its information from the Comprehensive Annual Financial Report (CAFR) for Fiscal Year 2013 which ended September 30, 2013. The CAFR was prepared in conformance with Generally Accepted Accounting Principles (GAAP) and includes financial statements audited by the City's auditors. Unlike the CAFR the PAFR is un-audited and presented on a non-GAAP basis. This means that it contains condensed financial information and does not provide all of the necessary financial statements and note disclosures required by GAAP for governmental entities. We invite you to review the City's audited CAFR which includes detailed information on the City's finances.

Both the PAFR and the CAFR are available online at <http://www.palmcoastgov.com/government/finance/audit-report> and paper copies are available upon request at City Offices.

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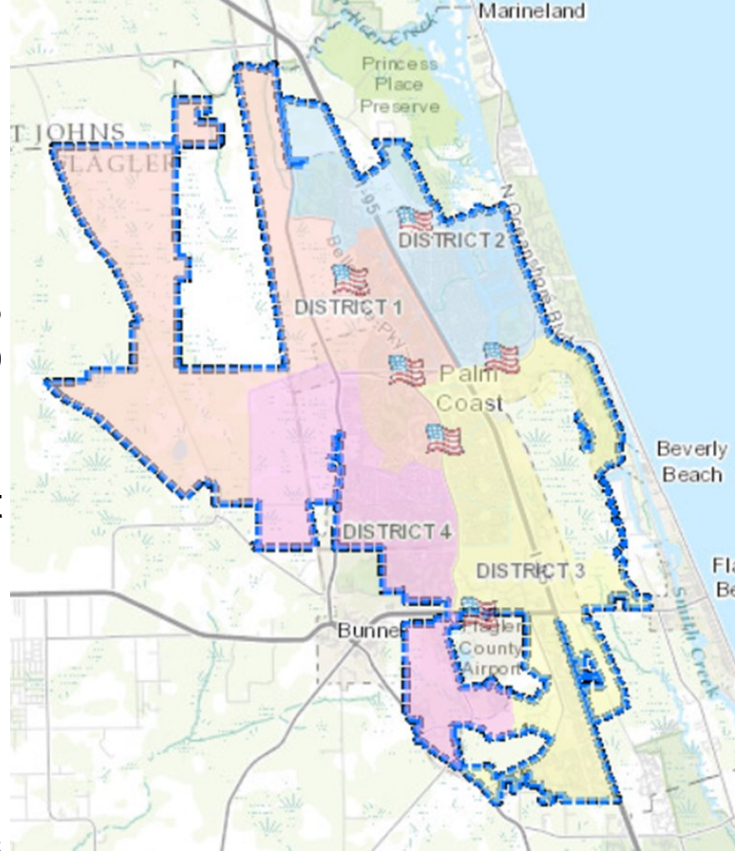
This financial report is designed to provide our citizens, taxpayers, customers, and creditors with a general overview of the City of Palm Coast's financial condition and to demonstrate the City's accountability for the money it receives. If you have any questions about this report or need additional financial information you may contact Christopher M. Quinn, Finance Director at (386) 986-4745 or e-mail cquinn@palmcoastgov.com.

Elected Officials

The Mayor and City Council members are elected at-large, for a term of four years. Council Members and the Mayor may serve no more than two consecutive four-year terms in the same seat.

City Council meets in regular session on the first Tuesday of each month at 6:30 p.m. and the third Tuesday of each month at 9 a.m. at the Palm Coast Community Center, 305 Palm Coast Pkwy., NE. Live television coverage may be viewed on Palm Coast's Municipal Access Television station, Cable TV199. Meetings are also offered on demand on the City Council Agendas and Minutes page of the City website at <http://www.palmcoastgov.com/agendas>.

The City Council also conducts workshop meetings on the second and last Tuesdays of each month at 9 a.m. at City Offices. Both workshop meetings and regular sessions of the City Council are open to the public.



Mayor
Jon Netts



Council
Member / Vice
Mayor
Bill McGuire
District 1



Council
Member
David
Ferguson
District 2



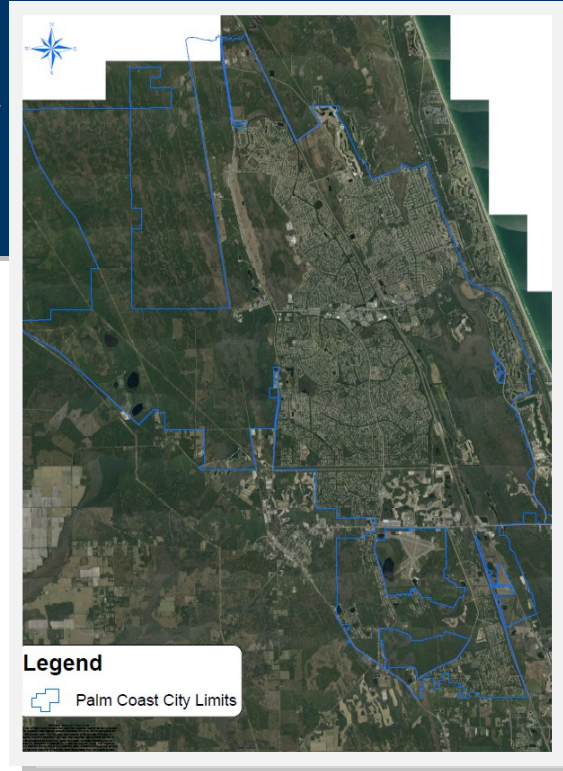
Council
Member
Jason
Delorenzo
District 3



Council
Member
Bill Lewis
District 4

About the City

One of Florida's newest cities (incorporated 1999), Palm Coast is a Florida paradise – situated on 70 miles of saltwater and freshwater canals and the Intracoastal Waterway and just minutes from pristine Atlantic Ocean beaches. Vibrant lifestyle and the natural environment go hand-in-hand here. The City offers a dozen beautiful parks, 125+ miles of connecting trails and paths for walking/bicycling, abundant fishing and boating, a year-round Running Series, and world-class tennis and golf. Lined with historic oaks, towering pines and indigenous vegetation, Palm Coast's parks and trails showcase the splendid elegance of the native Florida landscape. Bird-watching is popular at St. Joe Walkway and Linear Park, which are designated as Great Florida Birding & Wildlife Trails, and visitors can spot dolphins and seabirds as they stroll along the Intracoastal at Waterfront Park. We invite you to Find Your Florida in Palm Coast!



INITIAL INCORPORATION:	December 31, 1999
FORM OF GOVERNMENT:	Council / Manager
CITY POPULATION:	77,068
AREA: Square Miles	81
LEISURE SERVICE FACILITIES:	
Community Centers	1
Swimming Pools	1
Baseball / Softball Fields	8
Basketball Courts	5
Bocce Ball Courts	3
Handball / Raquetball Courts	6
Shuffleboard Courts	2
Tennis Courts	17
Volleyball Courts (Sand)	2
Playgrounds	8
PUBLIC SAFETY:	
Fire Stations	5
FACILITIES:	
Miles of Paved Streets	551
Miles of Unpaved Streets	0.5
Miles of Sidewalks, and Paths	91
Number of Street Lights	2,942
Number of Traffic Signals	54
Number of Public Buildings	100

Flagler County Top 10 Employers	
1.	Flagler County Schools: 1,741
2.	Palm Coast Data: 1,100
3.	Florida Hospital Flagler: 900
4.	Publix: 560
5.	Hammock Beach Resort: 475
6.	Wal-Mart: 425
7.	City of Palm Coast: 386
8.	Sea Ray Boats Inc.: 375
9.	County of Flagler: 297
10.	Flagler County Sheriff's: 264
SOURCE: Flagler County Chamber of Commerce 2012	



Palm Coast City Council

Our Mission, Vision, and Values

Mission Statement

To provide our residents, visitors, and business community with exceptional government services in order to improve the quality of life, grow the local economy, and protect the natural environment through a planned, integrative approach using available technology

Vision Statement

To be recognized as one of Florida's premier cities in which to live, work and play

Operating Values

Pride—passion in working together for a better tomorrow

Accountability—accept responsibility for our actions and decisions

Leadership—courage to shape our City today and into the future in a transparent manner

Motivated—seek continuous improvement in all services

Collaborative—dedicated to building partnerships that address community concerns and needs

Ownership—responsible for our actions and inactions

Achievement—seek excellence in all that we do

Stewardship—protectors of our natural environment

Trust—mindful of our responsibility, we pledge to use taxpayer resources (time, talent, money) efficiently



Palm Coast City Council

Goals 2012-2013

Goal 1 Expansion

To anticipate the need for additional services and infrastructure to provide opportunities for mixed use development with goods, services, and employment

Goal 2 Economic

To develop and maintain a strong economy by supporting the growth and development of new and existing businesses while creating an environment to attract new companies that align with our values

Goal 3 Finance

To leverage our financial strengths while insuring the City remains committed to fiscal responsibility in delivering value-added services to residents and businesses

Goal 4 Environmental

To blend our residential and commercial properties with our "City of Parks and Trails" image to create a sustainable framework of visual appeal while caring for our land, water, air, and wildlife

Goal 5 Quality of Life

To enhance the quality of life for our citizens by providing safe, affordable, and enjoyable options for cultural, educational, recreational, and leisure-time events

Goal 6 Workforce Talent

To develop and implement a comprehensive plan to improve City employee skills and performance through education and training; performance management; and personal development opportunities

Major Accomplishments

Under the direction of the City Council, the Strategic Action Plan (SAP) was developed to reaffirm the long-term vision of Palm Coast. Maintaining a long-term vision is crucial to ensuring that the City is recognized as one of Florida's premier cities to live, work and play. The Vision is implemented through six Long-term Goals and supporting Short-term Objectives and Strategies. To bridge a closer relationship between the Vision and Fiscal Year budgetary commitments, an additional tier of organization was established. Through Approaches (Annual projects), City staff tracks activities, budget, performance and overall accountability in the pursuit of the City's Vision. We welcome our citizens to view the 2013-2014 Fiscal Year SAP which is evaluated by City Council on an annual basis. The report is structured to focus on the progress of our efforts to implement the Vision on an annual basis. Each Goal has a focus element along with other areas of City operations that may be of interest to our citizens.

EXPANSION

This past year was one of transition and setting a foundation as we chart a course for the year ahead and beyond. Planning and design for a number of capital projects to be started in 2014 were completed in 2013. These projects included Palm Coast Parkway 6-Laning, Bulldog Drive Improvements, Palm Harbor Parkway and Old Kings Road extensions in preparation for new I-95 interchange, Multi-Use Pathways along Seminole Woods Boulevard and Matanzas Woods Parkway and the renovation of James F. Holland Memorial Park, Phase 1.



In addition to planning and design for these exciting projects, the City completed a number of major projects benefitting the residents of Palm Coast this past year – everything from roadway improvements and a new pathway on Pine Lakes Parkway North, to major storm-water system upgrades in Lehigh Woods, to major beautification of the medians on Palm Coast Parkway West near U.S.1 and on Belle Terre Parkway from Ponce de Leon Drive to Royal Palms Parkway.

Tell Me More!

The City's website provides a comprehensive look at the budget, financial reports, the Strategic Action Plan and more!

Annual Progress Report:

<http://www.palmcoastgov.com/progress-report>

Strategic Action Plan

<http://www.palmcoastgov.com/council/strategic-action-plan>

Prosperity 2021

<http://www.palmcoastgov.com/council/prosperity-2021>

Budget Reports:

<http://www.palmcoastgov.com/government/finance/budget>

Current Audit Report (CAFR):

<http://www.palmcoastgov.com/government/finance/audit-report>

ECONOMIC

Key to Prosperity 2021 is the Palm Coast Business Assistance Center. Established in 2011, the BAC is a unique partnership between the City of Palm Coast and the Florida Small Business Development Center hosted by the University of Central Florida. The BAC provides personalized assistance in starting and growing businesses in Flagler County, at no cost to businesses.



Since the center's inception, BAC clients have increased their sales by more than \$4 million and invested \$3.2 million in capital expenditures in Palm Coast. BAC clients return \$97 to the local economy for every \$1 of taxpayer money invested in the BAC. This year, the center added another certified business analyst to its staff, expanding its ability to assist even more local businesses.

FINANCE

The City was able to improve its bond rating to A+ (Standard & Poor's, 2013). This is a measure of financial strength and also provides the ability to obtain lower interest rates for any financing needs.

ENVIRONMENTAL

Since 2009, the City of Palm Coast has offered free educational program to Flagler Schools. The CHIRP program supports a diverse curriculum for all ages and engages students in many different experiences. In 2013, 164 students participated in the program extending the reach of benefits to a total of 2,435 students.

QUALITY OF LIFE

The Fire department assisted Flagler County Sheriff's Office with the purchase of 80 Automated External Defibrillators (AED) which are portable devices used to treat sudden cardiac arrest. The department also conducted training classes for deputies.

WORKFORCE TALENT

Many projects were completed using in-house City crews, saving taxpayer dollars. The installation of the "Flight of Life" heron sculptures at Waterfront Park are just one example of this. The City prides itself on excellence! The City, its departments and employees won a number of awards in 2013. We are constantly striving to improve, through training, to better serve you – our citizens!



Statement of Net Position

The following financial summary is based upon a condensed view of the City's assets, liabilities, and deferred inflows/outflows as of September 30, 2012 and 2013.

	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	2012	2013	2012
Current and other assets	\$35,916,770	\$24,393,452	\$47,927,664	\$36,997,310	\$83,844,434	\$61,390,762
Capital assets	300,817,336	305,708,015	222,670,169	224,064,135	523,487,505	529,772,150
Total assets	336,734,106	330,101,467	270,597,833	261,061,445	607,331,939	591,162,912
Long-term liabilities	7,108,298	5,157,617	179,407,480	166,685,816	186,515,778	171,843,433
Other liabilities	8,984,812	11,219,526	1,974,839	2,186,674	10,959,651	13,406,200
Total liabilities	16,093,110	16,377,143	181,382,319	168,872,490	197,475,429	185,249,633
Total deferred inflows of resources	-	-	815,274	-	815,274	-
Net position:						
Net investment in capital assets	298,779,350	303,986,665	69,651,643	68,131,604	368,430,993	372,118,269
Restricted	1,184,424	840,001	6,755,775	13,833,001	7,940,199	14,673,002
Unrestricted	20,677,222	8,897,658	11,992,822	10,224,350	32,670,044	19,122,008
Total net position	\$320,640,996	\$313,724,324	\$88,400,240	\$92,188,955	\$409,041,236	\$405,913,279

Government-wide Overall Financial Analysis

The City of Palm Coast's net position was \$409,041,236 at the close of the most recent fiscal year. Of this, 8.0% or \$32,670,044 falls in the unrestricted category. Unrestricted net position is the amount that can be used to provide services to residents.

Approximately 1.9% of net position represents resources that are subject to external restrictions and are not available to provide services to residents. By far, the largest portion of the City of Palm Coast's net position (90.1%) reflects its investment in capital assets less any outstanding related debt used to acquire those assets. Capital assets, which include an investment in land, buildings or roads, are not available for future spending. Resources needed to repay debt must be provided from future revenue sources.

Current and Other Assets - Assets that include cash, securities, receivables, inventory and prepaid assets, and can be converted into cash usually within one year.	Long-Term Liabilities - Represents mainly debt obligations of the City. The proceeds from these various debt issues are used to finance large projects such as building and roadway construction, renovations and major equipment purchases.
Capital Assets - Long-term investments in land, buildings, equipment, improvements, infrastructure, and construction in progress.	Net Position - Total assets and deferred outflows less liabilities and deferred inflows.
Current and Other Liabilities - These are primarily debts that can be paid off in one year or less. This includes accounts payable, accrued payroll, and accrued interest payable.	Restricted Net Position - Resources whose use is subject to externally imposed restrictions.
Deferred Inflows/Outflows - Acquisition/consumption of net position applicable to future reporting periods.	Unrestricted Net Position - These are resources that are accessible to the City to provide services to the residents if there were no additional revenues or resources available.

Statement of Activities

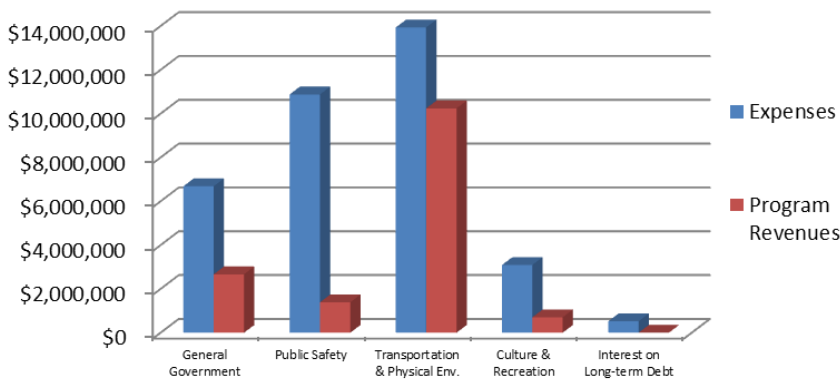
The Statement of Activities presents information showing how the City's net position changed during the most recent fiscal year.

The Statement of Activities distinguish functions of the City of Palm Coast that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities).

	Governmental Activities	Business-Type Activities	Total
Program Revenues	\$ 14,988,500	\$ 48,860,505	\$ 63,849,005
General Revenues	26,278,094	252,302	26,530,396
Expenses	(35,102,326)	(48,489,473)	(83,591,799)
Transfers	752,404	(752,404)	0
Change in Net Position	\$ 6,916,672	(\$129,070)	\$ 6,787,602

The governmental activities of the City of Palm Coast include general government, public safety, transportation and physical environment, and culture and recreation. Amounts reported as program revenues are charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function. In addition, program revenues include grants and contributions (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function. Any expenses not covered by program revenues are supplemented with taxes and other general revenues.

Governmental Activities



Any expenses not covered by program revenues are supplemented with taxes and other general revenues.

Governmental Activities - Activities which provide services to citizens and are primarily financed through taxes and intergovernmental grants.

Business - Type Activities - Activities that are carried out primarily to provide specific services in exchange for a specific user fee.

Program Revenues - Charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function.

General Government - General services which include Human Resources, the City Clerk, Administration and Financial Services.

Public Safety - Provide citizens with Police and Fire services.

Transportation & Physical Environment - Includes street construction, resurfacing and maintenance.

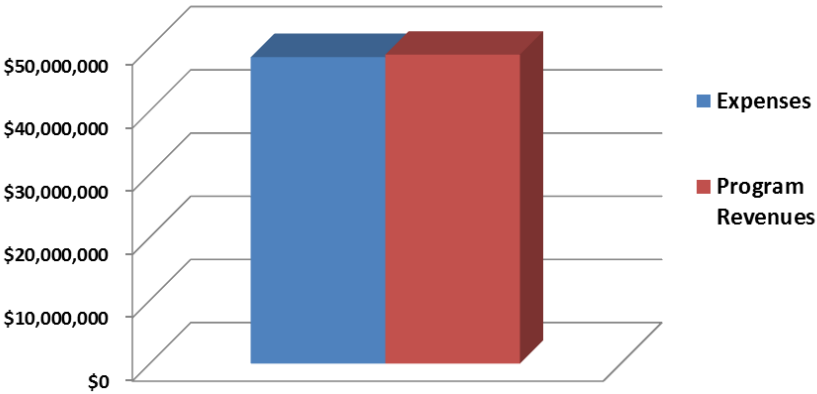
Culture & Recreation - Includes recreational programs and maintenance to city parks.

Governmental activities increased the City of Palm Coast’s net position by \$6,916,672 during the current fiscal year. This is primarily due to the establishment of the Old King Road special assessments for nearly \$5 million. This special assessment is levied only on effected property owners in the improvement area. The balance of the increase is mostly due to a cost savings program in the general fund.

The business-type activities of the City of Palm Coast include a water and sewer utility, solid waste collection, stormwater management, building permits and inspections, information technology (IT), a tennis center, and a golf course.

Business-type activities decreased the City of Palm Coast’s net position by \$129,070. The decrease in net position was attributable to an approximately \$2.3 million decrease in the utility fund partially offset by a \$2.2 million increase in the stormwater fund. The stormwater fund increase was primarily due to a rate increase in order to fund an infrastructure replacement program.

Business-Type Activities



The Utility Fund decrease relates to bond costs as part of the refunding of the 2003 revenue bonds. The refunding, which allowed for additional debt, also lowered the interest costs to the Utility Fund. A rate increase provided the funding for the additional debt and related future capital improvements.

Bond Proceeds - Funds used to finance a project or purpose for which the bonds were issued and to pay certain costs of the issuance.

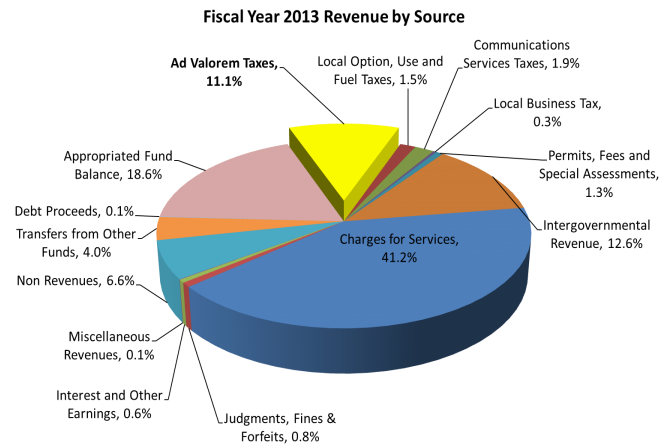
Capital Projects - Projects with long range returns and useful life spans. These projects are relatively expensive and have physical presence such as buildings or roads.

General Fund - The largest fund within the City. This fund accounts for most of the traditional services provided by cities. Revenues include property taxes, licenses, local taxes and service charges.

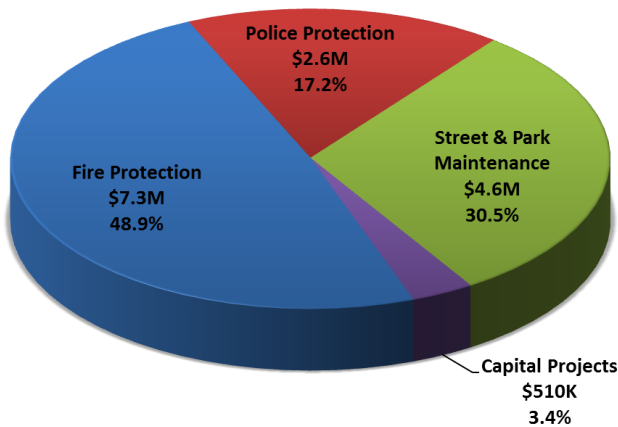
Old Kings Road Special Assessment - Special tax assessment for Old Kings Road property owners from SR100 to Palm Coast Parkway in order to expand Old Kings Road from two lanes to four.

Revenues

For fiscal year 2013 City Council adopted the rolled back rate of 4.2958. Property taxes are approximately 11% of the total City revenue budget, however they remain the largest revenue source for the General Fund. City Council has been sensitive to the public's desire to maintain level property taxes, but inflationary pressure and future infrastructure requirements will inevitably have an effect on future tax collections.



What did my Property Taxes Pay For?



Residents continue to request additional or enhanced services but without significant growth in the taxable value of property, keeping property taxes flat is not sustainable.

History of Property Taxes



Other major sources of tax revenue for the General Fund include the

Communication Services Tax and the Half-Cent Sales Tax. Although sales tax revenues have been increasing, the Communications Services Tax has been steadily declining. Revenue diversification in the General Fund provides opportunities to mitigate the effect of rising costs, service level enhancements, and infrastructure funding.

Ad Valorem Tax - (Property or Real Estate Taxes) Taxes assessed on a portion of a property's value.

Communications Services Tax - The communications services tax applies to telecommunications, video, direct-to-home satellite and related services at a rate of 5.22%. These tax revenues may be used for any public purpose.

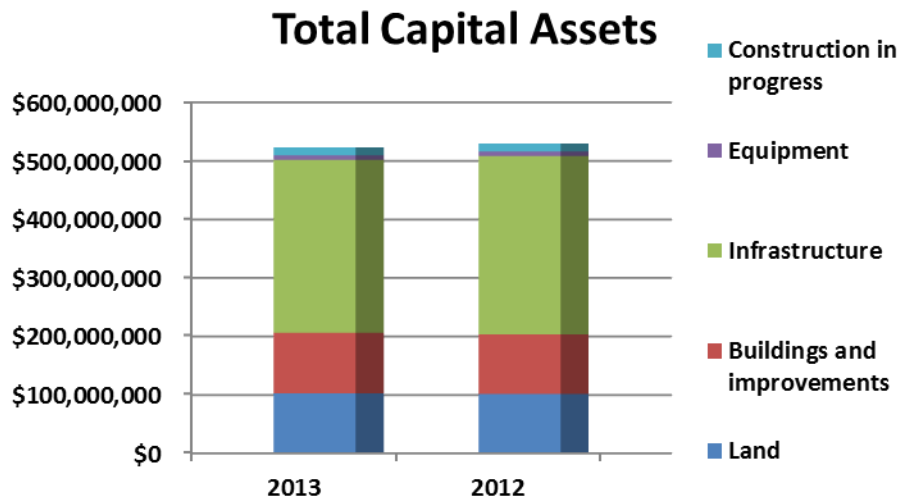
Half Cent Sales Tax - This program generates the largest amount of revenue for local governments among the state-shared revenue sources currently authorized by Legislature. It distributes a portion of the state 6% sales tax.

Rolled Back Rate - The millage rate necessary to raise the same amount of property tax revenue as the previous year, excluding tax from new construction.

Capital Assets

The City of Palm Coast's investment in capital assets as of September 30, 2013, amounts to \$523,487,505 (net of accumulated depreciation). This is a decrease of \$6,284,645 for the current fiscal year. The overall decrease is due to depreciation for the current fiscal year exceeding fixed asset additions.

	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	2012	2013	2012
Land	\$ 86,899,381	\$ 85,752,095	\$ 16,067,448	\$ 16,067,448	\$ 102,966,829	\$ 101,819,543
Buildings and improvements	32,297,136	30,321,086	70,772,090	71,183,365	103,069,226	101,504,451
Infrastructure	167,144,405	174,347,235	128,857,885	130,729,830	296,002,290	305,077,065
Equipment	7,062,922	7,237,040	453,048	653,750	7,515,970	7,890,790
Construction in progress	7,413,492	8,050,559	6,519,698	5,429,742	13,933,190	13,480,301
Total	\$ 300,817,336	\$ 305,708,015	\$ 222,670,169	\$ 224,064,135	\$ 523,487,505	\$ 529,772,150



Capital Assets - Long-term investments in land, buildings, equipment, improvements, infrastructure, and construction in progress.

Construction in Progress - Construction work which has been started but is not yet completed.

Depreciation - A measurement of the decline in value of an asset over a period of time.

Fixed Assets - Assets and property that cannot be easily converted to cash. Also known as "tangible assets."

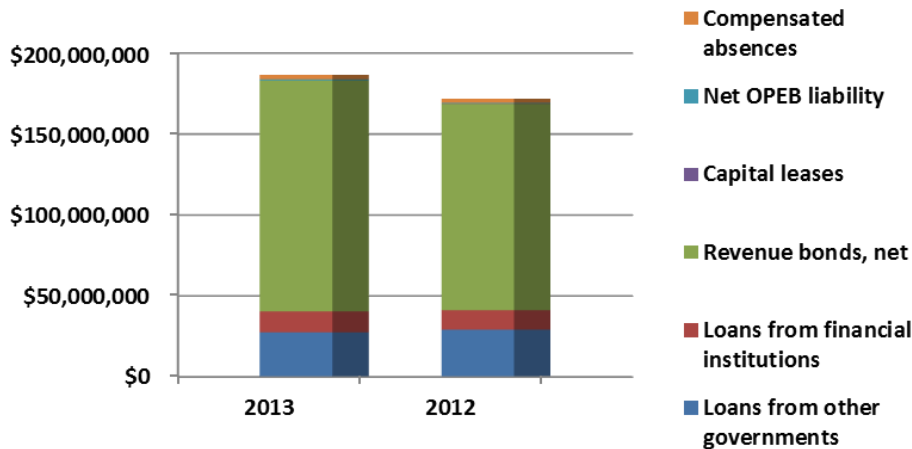
Infrastructure - Basic equipment and structures, such as roads and bridges, needed for the City to function properly.

City Debt

The City of Palm Coast owes \$142,624,496 in revenue bonds, net of premiums, used for the purchase and expansion of the utility system. There are State Revolving Fund loans and a bank loan totaling \$35,420,066 primarily for utility and stormwater improvements. The City also has a CRA revenue loan for redevelopment costs. The remainder of the long-term debt is made up of compensated absences, capital leases, and an unfunded net OPEB liability. The total long-term debt of the City is \$186,515,778.

	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	2012	2013	2012
Loans from other governments	\$ -	\$ -	\$ 27,577,755	\$ 29,198,491	\$ 27,577,755	\$ 29,198,491
Loans from financial institutions	5,055,000	3,360,000	7,842,311	8,557,825	12,897,311	11,917,825
Revenue bonds, net	-	-	142,624,496	127,632,882	142,624,496	127,632,882
Capital leases	-	-	18,459	57,333	18,459	57,333
Net OPEB liability	353,105	272,000	227,703	147,000	580,808	419,000
Compensated absences	1,700,193	1,525,617	1,116,756	1,092,285	2,816,949	2,617,902
Total	\$ 7,108,298	\$ 5,157,617	\$179,407,480	\$166,685,816	\$186,515,778	\$171,843,433

Total Long Term Debt by Type



Capital Lease - A lease of business equipment which represents ownership and is treated as a purchase by the person leasing it and a loan by the person offering the lease. The lease is reflected as an asset.

CRA - Community Redevelopment Area - A special district in which any future increases in property taxes are set aside to support economic development projects within the district.

Compensated Absences - Expected payments to employees who miss work because of illness, vacation or holidays.

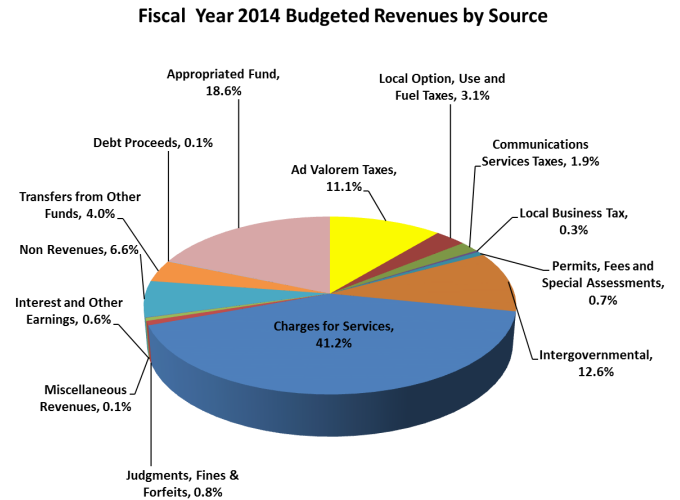
Long Term Debt - Debt that is due in one year or more.

OPEB - Other post employment benefits - Post employment benefits that an employee will begin to receive at the start of retirement.

Revenue Bond - A special type of municipal bond distinguished by its guarantee of repayment solely by revenues generated by a specified revenue-generating entity associated with the purpose of the bonds.

Next Year's Budget and Rates

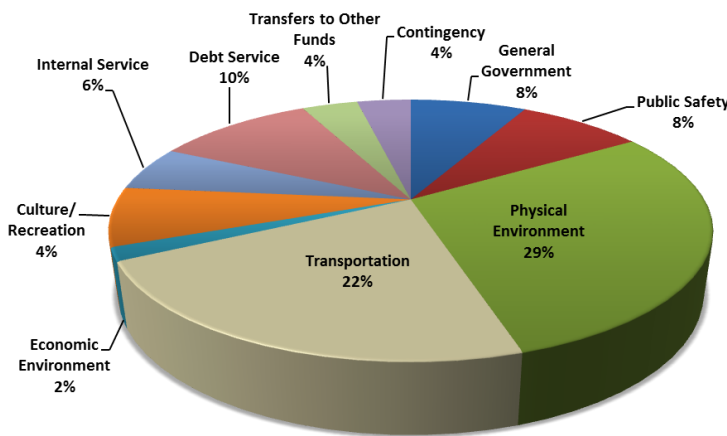
The City Council approved a millage rate of 4.2705 mills for fiscal year 2014. Of the total millage, .0773 mills will be dedicated to the stormwater fund for capital improvements. The balance of 4.1932 mills is assigned to the general fund. Market values of properties have increased for the first time in six years due to the recession. The increase in taxable value was approximately 1.2%. New construction added approximately .6% to the taxable value, so the City had a net of .6% increase in taxable property value for the year.



The water and sewer rates increased for fiscal year 2013 as a result of a rate study performed as part of the 2003 bond refinancing. These rate increases are necessary to cover anticipated increases in operating costs and capital replacement needs. As a result of these actions, the City's bond rating increased to A+ from both Fitch and Standard & Poor's.

The City Council adopted a policy of funding stormwater capital improvements primarily through user fees. This required a rate study to determine the sufficiency of current rates in order to fund the five year capital program. The rate study supported a rate increase from \$8 per ERU billing unit to \$11.65 per ERU billing unit. The new rate took effect in January 2013, and will continue through fiscal year 2014.

Fiscal Year 2014 Budgeted Expenditures by Function



Due to the recent recession, the City significantly reduced the capital improvement program. The fiscal year 2014 budget includes over \$30 million to be invested in new and replacement infrastructure city-wide. This investment includes roadway expansions, new and refurbished recreational facilities, bridge rehabilitation, stormwater control structure replacements, and utility infrastructure expansion and replacements.

Financial Glossary

Accounts Payable

Amounts due to vendors for products or services delivered but not paid for as of the end of a reporting period.

Accrued Payroll

Amount due to employees for time worked but not paid for as of the end of a reporting period.

Accrued Interest Payable

Interest due on debt that has been incurred but not paid as of the end of a reporting period.

Ad Valorem Property Tax (Property Tax)

Taxes assessed on a portion of a property's value.

Asset

Property owned by the City, which has monetary value.

Audited Financial Statements

Financial statements that bear the report of independent auditors attesting to the financial statements fairness and compliance with generally accepted accounting principles (GAAP).

Bond Proceeds

Funds used to finance a project or purpose for which the bonds were issued and to pay certain costs of the issuance.

Capital Assets

The City's long-term investments in land, buildings, equipment, improvements, infrastructure, and construction in progress. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

Capital Lease

A lease of business equipment which represents ownership and is treated as a purchase by the person leasing it and a loan by the person offering the lease. The lease is reflected as an asset.

Communications Services Tax

The communications services tax applies to telecommunications, video, direct-to-home satellite and related services at a rate of 5.22%. These tax revenues may be used for any public purpose.

Compensated Absences

Expected payments to employees who miss work because of illness, vacation or holidays.

Construction in Progress

Construction work which has been started but is not yet completed.

CRA

Community Redevelopment Area - A special district in which any future increases in property values are set aside to support economic development projects within the district.

Culture & Recreation

Includes recreational programs and maintenance to city parks.

Current and Other Liabilities - These are primarily debts that can be paid off in one year or less. This includes accounts payable, accrued payroll and accrued interest payable.

Deferred Inflows

Acquisition of net assets that are applicable to future reporting.

Financial Glossary

Deferred Outflows

Consumption of net assets that are applicable to a future reporting period.

Half Cent Sales Tax - This program generates the largest amount of revenue for local governments among the state-shared revenue sources currently authorized by Legislature. It distributes a portion of the state 6% sales tax.

Infrastructure

Basic equipment and structures, such as roads and bridges, needed for the City to function properly.

Long Term Debt

Debt that is due in one year or more.

Long-Term Liabilities

Represents mainly debt obligations of the City. The proceeds from these various debt issues are used to finance large projects such as building and road-way construction, renovations and major equipment purchases.

Millage Rate

A rate established per \$1,000 of assessed taxable value for property tax purposes.

Old Kings Road Special Assessment

Special tax assessment for Old Kings Road property owners from SR100 to Palm Coast Parkway in order to expand Old Kings Road from two lanes to four.

OPEB

Other post employment benefits - Post employment benefits that an employee will begin to receive at the start of retirement.

Program Revenues

Charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function.

Public Safety

Provide citizens with Police and Fire services.

Restricted Net Position

Resources whose use is subject to externally imposed restrictions. The City has resources set aside for debt service, capital projects, and specific projects and programs established by the City Commission.

Revenue Bond

A special type of municipal bond distinguished by its guarantee of repayment solely by revenues generated by a specified revenue-generating entity associated with the purpose of the bonds.

Statement of Activities

This financial statement reports the revenues and expenses and the changes in the amounts of each of the classes of net assets during a specific period.

Statement of Net Position

This financial statement reports the assets, liabilities and deferred inflows/outflows. It is similar to a balance sheet.

Transportation & Physical Environment

Includes street resurfacing, construction and maintenance.

Unrestricted Net Position

These are resources that are accessible to the City to provide services to the residents if there were no additional revenues or resources available.