

**POLK COUNTY, FLORIDA
NORTH RIDGE COMMUNITY REDEVELOPMENT AGENCY
BALANCE SHEET
SEPTEMBER 30, 2014**

ASSETS

Cash and Investments	\$ 37,152,648
Interest Receivable	55,438
Total Assets	<u>\$ 37,208,086</u>

LIABILITIES AND FUND BALANCES

Liabilities:	
Vouchers Payable	\$ 313,792
Accrued Liabilities	2,170
Unearned Revenue	24,165
Total Liabilities	<u>340,127</u>
Fund Balances:	
Restricted	36,867,959
Total Fund Balances	<u>36,867,959</u>
Total Liabilities and Fund Balances	<u>\$ 37,208,086</u>

**POLK COUNTY, FLORIDA
 NORTH RIDGE COMMUNITY REDEVELOPMENT AGENCY
 STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE
 YEAR ENDED SEPTEMBER 30, 2014**

REVENUES	
Taxes	\$ 5,645,454
Interest Income	492,422
Net Change in Fair Value of Investments	346,631
Miscellaneous	12,000
Total Revenues	<u>6,496,507</u>
EXPENDITURES	
Current:	
Economic Environment	63,784
Human Services	1,576,403
Culture and Recreation	248,894
Total Expenditures	<u>1,889,081</u>
EXCESS OF REVENUES OVER EXPENDITURES	4,607,426
OTHER FINANCING SOURCES (USES)	
Transfers Out	<u>(4,612,686)</u>
Total Other Financing Sources (Uses)	<u>(4,612,686)</u>
NET CHANGE IN FUND BALANCES	(5,260)
Fund Balances - Beginning of Year	<u>36,873,219</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 36,867,959</u></u>

North Ridge CRA - 176

Fund: 15271

FUND SUNSET: 2031/2032

Trueup 1/24/14 TB 36,873,219

TB: 36,867,960

1

REVENUE	Cost Center	Project	Account	2009-10 Trueup	2013-14 Budget	Actual FY13/14	2014-15 Budget	Unaudited Actual FY14/15
Beginning Fund BOCC Balance				39,301,852	37,587,501	36,100,210	35,797,639	35,797,639
Beginning Fund Balance (Parks)				3,129,281	574,634	574,002	888,045	888,045
Beginning Fund Balance (Stormwater)				0	0	0	74,293	74,293
Beginning Fund Balance (Libraries)				1,783,065	152,458	198,409	107,985	107,985
Total Beginning Fund Balance	060920616		3899003	44,214,198	38,314,591	36,873,221	36,867,960	36,867,960
North Ridge CRA Increment	060920616		3899009	8,396,517	4,147,218	4,358,146	5,050,590	5,033,734
Additional Rev from 1-mill for Transp.	060920616		3110009	1,446,055	706,932	742,887	860,920	858,047
Sub Total for BOCC Revenue				9,842,572	4,854,150	5,101,033	5,911,510	5,891,781
Additional Rev. from Parks MSTU	060920616		3110007	610,078	298,252	313,443	263,219	362,028
Additional Rev. from Stormwater MSTU	060920616		3110010	0	70,693	74,293	86,091	85,809
Additional Rev. from Library MSTU	060920616		3110008	304,868	149,091	158,585	81,567	180,971
Sub Total of MSTU's				915,042	518,037	544,421	630,877	628,808
Loan Proceeds (Interfund)			3840001					
Misc Revenue (see comments)	060920616		362000X			12,000		12,000
Municipality Tax Increment (CRA)	060920616		3899010					
Incr Decr	060009616		3613001			346,631		(\$1,463)
Pooled Investment Earnings	060009616		3611014	420,035	272,991	492,422	264,235	363,495
Total Revenue				55,391,847	43,959,769	43,369,728	43,674,584	43,762,583
Total Revenue Entry for Oracle	060920616		3810008				6,542,387	6,518,126
EXPENDITURES								
CRA Director	110552016		51000-51999	395,480	57,954	58,847	59,539	59,539
CRA Director	110552016		5359000		68,000	4,937	68,000	68,000
CRA Director	110552016		5666000		0	0	0	0
CRA Director County Indst. Incentive	110552016		5885020		0	0	0	0
Transfers to General Fund for operations	060920616		5991020	100,000	0	0	0	0
Transfer for Increment Reimbursement BOCC	060920616		5991020		4,365,493	4,359,030	5,050,590	5,050,590
Transfer for Increment Reimbursement 1-Mill	060920616		5991020		0	0	0	0
Transfer for Increment Reimbursement Parks	060920616		5991020		0	0	0	0
Transfer for Increment Reimbursement Stormwater	060920616		5991020		0	0	0	0
Transfer for Increment Reimbursement Libraries	060920616		5991020		0	0	0	0
Transfer for Office of Planning/Development	060920616		5991020	70,000	0	0	0	0
Transfer for Transit Svcs for Trans Op Grants	060920616		5991020		253,656	253,656	273,419	273,419
Payment to Citrus Connection	060920616		5881010					
Operating miscellaneous	060920616		5359000	20,000	20,000	2,018	20,000	20,000
Consultant	060920616		5359000	45,750	0	0	0	0
Capital	060920616		5666000	0	0	0	200,000	200,000
Developer Refunds	060920616		5666000	2,000,000	0	0	1,500,000	0
Library Fleet Replacement	060920620		5349750		0	585	2,566	
Library Fleet Maintenance	060920620		5346110		0	1,200	1,200	
Library Outreach Services (Library Coop)	060920620		5389000	1,320,000	260,842	247,109	160,000	
Other Sub-Total				4,617,895	5,026,123	4,927,382	7,335,314	5,671,548
Ernie Caldwell Blvd CRA (ROW)	060920618	0600001	5661040	523,387	0	0	100,000	0
Ernie Caldwell Blvd III CRA (Design)	060920618	0600010	5663400		345,423	511,505	238,470	1,126,303
Ernie Caldwell Blvd III CRA (ROW)	060920618	0600010	5661040		2,653,022	701,989	2,153,088	86,692
Ernie Caldwell Blvd III CRA (Const)	060920618	0600010	5663020		24,000,000	0	11,513,936	146,706
Grandview Pkwy Ext (Design)	060920618	0600007	5663400	750,000	1,518,410	360,890	1,430,078	156,343
Grandview Pkwy Ext (ROW)	060920618	0600007	5661040	0	0	0	0	0
Grandview Pkwy Ext (Const)	060920618	0600007	5663020	0	0	0	0	0
Northwest Quadrant (Const)	060920618	0600011	5663020		0	0	500,000	0
North East Regional Park	060920617	3500003	5666000		400,000	0	400,000	0
Trans Capital Project Sub-Total				24,091,017	28,616,855	1,574,384	15,935,572	1,516,044
Parks Capital Project Sub-Total					400,000	0	400,000	0
True Up Adjustmant				4,007,426	1,014,110		803,625	
Expenditures Sub Total				32,716,338	35,057,088	6,501,766	24,474,511	7,187,592
Total Reserves	060920616		5998140	22,675,509	8,902,681	0	19,200,073	0
Ending Fund Balance						36,867,962	0	36,574,991
Total Expenditures				55,391,847	43,959,769	6,501,766	43,674,584	
Parks Balance				3,739,357	472,887	888,045	851,264	1,260,073
Stormwater Balance					70,693	74,293	160,384	160,102
Library Balance				501,366	40,705	107,985	125,786	288,958
BOCC Balance In CRA Fund			5998140	18,434,786	8,318,396	35,797,639	18,062,639	34,875,860
Total Transportation				18,434,786	8,318,396	35,797,639	18,062,639	34,875,860
TOTAL CRA BALANCE	060920616		5998140	22,675,509	8,902,681	36,867,962	19,200,073	36,574,991

**POLK COUNTY, FLORIDA
NORTH RIDGE COMMUNITY REDEVELOPMENT AGENCY
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the North Ridge Community Redevelopment Agency (the Agency) have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Agency's accounting policies are described below.

Reporting Entity

The North Ridge Community Redevelopment Agency is a dependent special district of Polk County, Florida (the County). The Agency was established on June 10, 2002 in accordance with Chapter 163, Part III of the Florida Statutes. The Agency is a legally separate entity established by County Ordinance 02-29. The purpose of the Agency is to coordinate projects and programs to rehabilitate, conserve, or redevelop the North Ridge community. The members of the Board of County Commissioners also serve on the Board of the Agency. The financial statements of the County include all governmental functions and operations controlled by or dependent on the County. Accordingly, the financial statements include the North Ridge Community Redevelopment Agency.

Measurement Focus and Basis of Accounting

The Agency's only fund is a governmental fund. Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Agency considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. Property taxes, intergovernmental revenues and interest earned associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable only when cash is received by the Agency.

Under the current financial resources measurement focus, only current assets and current liabilities are generally included on the balance sheet. The reported fund balance is considered to be a measure of "available spendable resources". Governmental funds operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Non-current portions of long-term receivables (special assessment) due to governmental funds are reported on their balance sheets in spite of their spending measurement focus.

**POLK COUNTY, FLORIDA
NORTH RIDGE COMMUNITY REDEVELOPMENT AGENCY
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus and Basis of Accounting (Continued)

Because of their spending measurement focus, expenditure recognition for governmental fund types excludes amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities.

Amounts expended to acquire capital assets are recorded as expenditures in the year that resources were expended, rather than as fund assets. The proceeds of long-term debt are recorded as other financing sources rather than as a fund liability. However, debt service expenditures, as well as expenditures related to compensated absences are recorded only when payment is due.

Fund Financial Statements

The accounts of the Agency are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts comprised of its assets, liabilities, equities, revenues and expenditures, or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Basis of Presentation

The Agency's financial statements consist of the fund financial statements and notes to the financial statements.

Cash and Investments

The Agency uses a pooled cash concept in maintaining its bank account. Cash is pooled with the County for operating and investing purposes and each fund has equity in the pooled amount.

Interfund Balances

Activity between the Agency and other funds that are representative of lending / borrowing arrangements outstanding at the end of the fiscal year are referred to as advances to / from other funds.

Fund Balance

In accordance with GASB Statement No. 54 – Fund Balance Reporting and Governmental Fund Type Definitions, which was implemented by the County for the year ended September 30, 2013, governments are required to classify fund balance in governmental funds as nonspendable, restricted, committed, assigned, and unassigned. Chapter 163, Florida Statutes, requires that CRA funds only be used for the purpose of community redevelopment activities within the community redevelopment area.

**POLK COUNTY, FLORIDA
NORTH RIDGE COMMUNITY REDEVELOPMENT AGENCY
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2014**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Tax Increment Revenue

Tax increment revenues are collected from the County and are the primary source of revenue for the Agency. The tax increment revenue is calculated by applying the adopted millage rate of the County to the increase in current year taxable assessed valuations over the 2001 base year taxable assessed valuations for all properties located within the Agency's boundaries. The County is required to pay 75% of these incremental property taxes to the Agency. The increase in assessed valuations of property within the boundaries over the base year valuations is presumed to be the result of the redevelopment efforts of the Agency. The calculation of tax increment revenues for the year ended September 30, 2014 was as follows:

	<u>Incorporated</u>	<u>Unincorporated</u>	<u>Total</u>
Assessed property value for 2013	\$ 61,294	\$ 1,730,568,266	
Assessed property value for 2001 (base year)	122,650	739,991,064	
Increase in assessed property value	\$ (61,356)	\$ 990,577,202	
Millage rate	0.0068665	0.0075993	
Total Tax Increment	\$ (421)	\$ 7,527,693	\$ 7,527,272
% of tax increment to the Agency	75%	75%	75%
Tax increment revenue transferred to Agency	<u>\$ (316)</u>	<u>\$ 5,645,770</u>	<u>\$ 5,645,454</u>



CliftonLarsonAllen LLP
CLAAconnect.com

INDEPENDENT AUDITORS' REPORT

Board of County Commissioners
Polk County, Florida
Bartow, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Polk County, Florida (the "County"), as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the entity's basic financial statements as listed in the table of contents. We have also audited the financial statements of the North Ridge Community Redevelopment Agency, Harden/Parkway Community Redevelopment Agency, Polk Commerce Centre Community Redevelopment Agency, and the Eloise Community Redevelopment Agency (each CRA is a nonmajor special revenue fund) which are presented in the accompanying combining and individual fund schedules and statements section as of and for the year ended September 30, 2014, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Tax Collector, Polk County, Florida, which represents 1.38% and 5.37%, respectively, of the assets and revenues of the general fund, and 0.03% and 2.88%, respectively, of assets and revenues of the governmental activities. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for Tax Collector, Polk County, Florida, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

Auditors' Responsibility (Continued)

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information and the financial statements of the North Ridge Community Redevelopment Agency, Harden/Parkway Community Redevelopment Agency, Polk Commerce Centre Community Redevelopment Agency, and the Eloise Community Redevelopment Agency (each CRA is a nonmajor special revenue fund) of the County as of September 30, 2014, and the respective changes in financial position and, where applicable, cash flows and budgetary comparison thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis and the schedule of funding progress – other postemployment benefits on pages C-1 to C-15 and F-1 to F-2 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Board of County Commissioners
Polk County, Florida

Other Matters (Continued)

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements and the financial statements of the North Ridge Community Redevelopment Agency, Harden/Parkway Community Redevelopment Agency, Polk Commerce Centre Community Redevelopment Agency, and the Eloise Community Redevelopment Agency. The combining and individual fund schedules and statements (with the exception of the North Ridge Community Redevelopment Agency, Harden/Parkway Community Redevelopment Agency, Polk Commerce Centre Community Redevelopment Agency, and the Eloise Community Redevelopment Agency), the Introductory section and the Statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund schedules and statements (with the exception of the North Ridge Community Redevelopment Agency, Harden/Parkway Community Redevelopment Agency, Polk Commerce Centre Community Redevelopment Agency, and the Eloise Community Redevelopment Agency) are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund schedules and statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 25, 2015 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Lakeland, Florida
March 25, 2015