



CITY of CASSELBERRY *Florida*



COMPREHENSIVE ANNUAL FINANCIAL REPORT

OCTOBER 1, 2018—SEPTEMBER 30, 2019

CITY OF CASSELBERRY, FLORIDA
COMPREHENSIVE ANNUAL
FINANCIAL REPORT

Fiscal Year Ended September 30, 2019

Prepared by Finance Department



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**CITY OF CASSELBERRY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT**

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**The City of Casselberry, Florida
City Officials During the Year Ended September 30, 2019**

Elected Officials

Mayor/Commissioner	Charlene Glancy
Vice Mayor/Commissioner	Anthony Aramendia
Commissioner	Mark Busch
Commissioner	Bill Hufford
Commissioner	Andrew Meadows

Financial Related Management

City Manager	James R. Newlon
City Clerk	Donna G. Gardner
Finance Director	Carol A. Conroy
City Attorney	Catherine D. Reischmann



City of Casselberry

City Manager

95 Triplet Lake Drive, Casselberry, Florida 32707 • Telephone (407) 262-7700, Ext. 1130
Fax (407) 262-7745 • Email jnewlon@casselberry.org

March 23, 2020

The Honorable Mayor and Members of the City Commission
City of Casselberry
95 Triplet Lake Drive
Casselberry, FL 32707

Dear Mayor Glancy and Commissioners:

Florida Statutes require that all general-purpose local governments publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP), and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby submit the Comprehensive Annual Financial Report of the City of Casselberry, Florida and its Community Redevelopment Agency (a component unit) for the fiscal year ended September 30, 2019.

This report consists of management's representations concerning the finances of the City of Casselberry. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the City of Casselberry has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City of Casselberry's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City of Casselberry's framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City of Casselberry's financial statements have been audited by MSL, P.A., a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Casselberry for the fiscal year ended September 30, 2019 are free of material misstatement. The independent audit involved examination of evidence, on a test basis, supporting the amounts and disclosures in the financial statements; assessment of the accounting principles used and significant estimates made by management; and an evaluation of the overall financial statement presentation. Based upon the audit, the independent auditor concluded that a reasonable basis existed to render an unmodified opinion that the City of Casselberry's financial statements for the fiscal year ended September 30, 2019 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City of Casselberry's MD&A can be found immediately following the report of the independent auditors.

THE CITY

The City of Casselberry is located in Central Florida and is part of the greater Orlando metropolitan area. The area has consistently ranked as one of the fastest growing areas in the United States. The City is primarily a retail, office, and residential area with a small amount of light industrial. Like all other cities in Seminole County, the City operates according to a Commission/Manager form of government. There are five elected City Commissioners, one of whom also serves as Mayor and Commission Chairman, and a professional, appointed City Manager.

The City of Casselberry is one of seven municipal governments within Seminole County. The City provides a full range of services to its 30,035 citizens. Included in these services are traditional city functions such as police, sanitation, road maintenance, water, reclaimed water and wastewater operations, parks, recreation, planning, economic and community development, as well as support activities for city governmental programs.

In terms of its physical development, the City of Casselberry is a mature and a relatively densely developed city of seven square miles. The City's infrastructure serves a stable population and requires expenditures primarily for maintenance and modernization of facilities rather than rapid growth. The City's policy is to keep its infrastructure safe and functional, and gradually improve services, while containing and limiting the financial burden to its residents.

ACCOUNTING SYSTEM, INTERNAL ACCOUNTING CONTROLS, AND BUDGETARY CONTROL

The City's accounting records for General, Special Revenue, Debt Service, and Capital Projects Funds are maintained on a modified accrual basis. Revenues are recognized when they become measurable and available, while expenditures are recorded at the time the related fund liabilities are incurred. Accounting records for Enterprise and Pension Trust Funds are maintained on a full accrual basis.

In designing and developing the City's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding:

1. The safeguarding of assets against loss from unauthorized use or disposition; and
2. The reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance recognizes that:

1. The cost of a control should not exceed the benefits likely to be derived; and
2. The evaluation of cost and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe that the City's internal accounting controls adequately safeguard assets.

Budgetary control, in conformance with the City Charter and Florida Statutes, is maintained through constant review by the Finance Director. Budgetary responsibility for the General, Special Revenue, Debt Service, Capital Projects and Enterprise Funds is established at the fund level. Detailed monthly revenue and expenditure/expense reports are prepared for each department.

THE REPORTING ENTITY AND ITS SERVICES

The funds and entities related to the City of Casselberry that are included in the Comprehensive Annual Financial Report are controlled by or dependent on the City. Determination of "controlled by or dependent on" is based on criteria and disclosure requirements of Governmental Accounting Standards Board Statement Number 61 *The Financial Reporting Entity*. The criteria deal with the selection of governing authority, designation of management, and ability to significantly influence operations and accountability for fiscal matters. Based on these criteria, the various funds shown in the Table of Contents are included in

this report. This report, together with the accounting and budgeting systems, have been designed to conform to the standards set forth by the Governmental Accounting Standards Board and the American Institute of Certified Public Accountants. Fund structure has also been designed to comply with the legal requirements of the various revenue bond covenants and resolutions.

MAJOR INITIATIVES

During fiscal year 2019, several significant actions occurred within the City that will have lasting impacts going forward.

- Oxford Park Overlay District - The City of Casselberry has emphasized development along Oxford Road north of SR 436. This complements a major redevelopment initiative pursued by Seminole County on Oxford Road south of SR 436. Collectively the entire area and effort is referred to as Oxford Place. Seminole County approved an overlay district to set development standards. Casselberry followed with its own overlay district ordinance named the Oxford Park Overlay District. It establishes standards that are flexible, require greater articulation, uniformity with Seminole County standards, and be pedestrian oriented. The ordinance was adopted in 2019 and will guide future development of about 100 acres of land.
- Public Works Complex – The City of Casselberry will completely refurbish the Public Works facility on Seventh Street. These facilities share space to house those divisions that generally do field work throughout Casselberry. They include maintenance teams that serve Parks, Streets, Lakes, Stormwater, Trees, Fleet, Water and Sewer Lift Stations and Distribution and Collection. Also located there are the fuel depot and Inventory Control. This is a major renovation that may eventually exceed \$10 million in projected cost. Design and Engineering commenced in 2019.
- Gee Creek and Howell Creek Grant – Gee Creek and Howell Creek are essential to convey heavy rainfall between lakes and ultimately to the St. Johns River. The City was awarded a grant from the National Resources Conservation Service in the US Department of Agriculture. The grant funded erosion control improvements that also protect adjacent private property interests. It was completed in 2019.
- Casselton Drive Improvements – The City completed improvements along Casselton Drive that included road narrowing and reconstruction, bike lanes and a linear park with wide sidewalks along its length. The park has enhanced landscaping, canopy trees and park amenities. Also, the project provided for improvements to water and sewer mains and stormwater infrastructure. The work was completed late in 2019.

DEBT ISSUES

The City's new debt issues in FY 2019 pertained to debt issuances for capital leases and the construction of the Sausalito Shores Wall. In August 2019, The City issued new debt through Branch Banking and Trust Corporation (BB&T) for the construction of the Sausalito Shores Wall in the amount of \$1,643,579 for a period of ten years. A special tax assessment on the residents of Sausalito Shores was assessed to cover all costs of the wall including interest on the loan. The Special Assessment revenues have been pledged for repayment on the debt. The City also financed the purchase of a hot asphalt trailer, a ¾ ton service truck and police vehicles, all fully equipped, through a capital lease agreement with SunTrust Bank. The total increase in lease debt for FY19 was \$459,781 and is financed over three to five years.

FISCAL POLICIES

The City's policy applicable to the General Fund and the Water and Sewer Utility Fund is to preserve unrestricted fund balance (General Fund) or net position (Water and Sewer) above 25% of operating expenses excluding capital outlay, transfers and debt. Long-range forecasts have been developed and relied on in budget planning to assure that fund balance is preserved and that recurring revenues closely match recurring expenses. In accordance with GASB 68, the City records a net pension liability related to the City's pension plans. Net pension liability represents the present value of projected benefit payments for current and active employees to be provided through the cost-sharing defined benefit pension plans that

is attributed to those employees' past periods of service, less the amount of the pension plan's fiduciary net position. The City's share of pension expense for FY 2019 increased by \$683,827 related to the Police Officers' and Firefighters' Pension Plan liability and \$79,216 related to the Florida Retirement System liability. This information is presented in the Government-Wide Statement of Activities and the Proprietary Statement of Net Position. Additional information is provided in Note 10 of the financial statements.

FIDUCIARY OPERATIONS

The City has a fiduciary responsibility for a self-directed deferred compensation plan, which allows employees to defer a portion of salary for future years. The City also has a fiduciary responsibility for a Police Officers/Firefighters Pension Plan organized under F.S. Chapters 175 and 185 that began operations January 1, 1996. This Plan is a cost-sharing defined benefit, public retirement system, and a component unit (reporting as a Pension Trust Fund) of the City's financial reporting entity. Both the employer and the employee contribute to this Plan. Currently, there are 71 active participants and 25 inactive plan members or beneficiaries receiving benefits. The fair market value of the plan's assets at the close of the fiscal year are \$27,523,827 and the plan is 106.74% funded.

OTHER POST EMPLOYMENT BENEFITS (OPEB)

Casselberry does not pay for any direct post employment benefits to retirees; however, State law allows retirees to elect to remain on the City's health plan at the same cost as regular employees. The inclusion of retirees in the group plan is considered to add to the overall cost to provide the benefit and create a future obligation. This future implicit benefit is required to be actuarially measured and disclosed. OPEB benefits are funded on a pay-as-you go basis. Additional information is provided in Note 9 of the financial statements.

STATUTORY REQUIREMENTS - INDEPENDENT AUDIT

Florida Statutes require the City's financial statements to be subjected to an annual examination by an independent Certified Public Accountant. Those provisions have been satisfied and the opinion of the independent accountant is included.

CERTIFICATE OF ACHIEVEMENT PROGRAM

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Casselberry, Florida for its financial report for the fiscal year ended September 30, 2018.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to Certificate of Achievement Program requirements, and we are submitting it to the GFOA.

ACKNOWLEDGMENTS

The presentation of this report on a timely basis could not have been accomplished without the efficient and dedicated service of the Finance Department personnel. We would like to express our appreciation to all members of the department who assisted and contributed to its preparation. We would also like to thank the Commissioners for their interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,



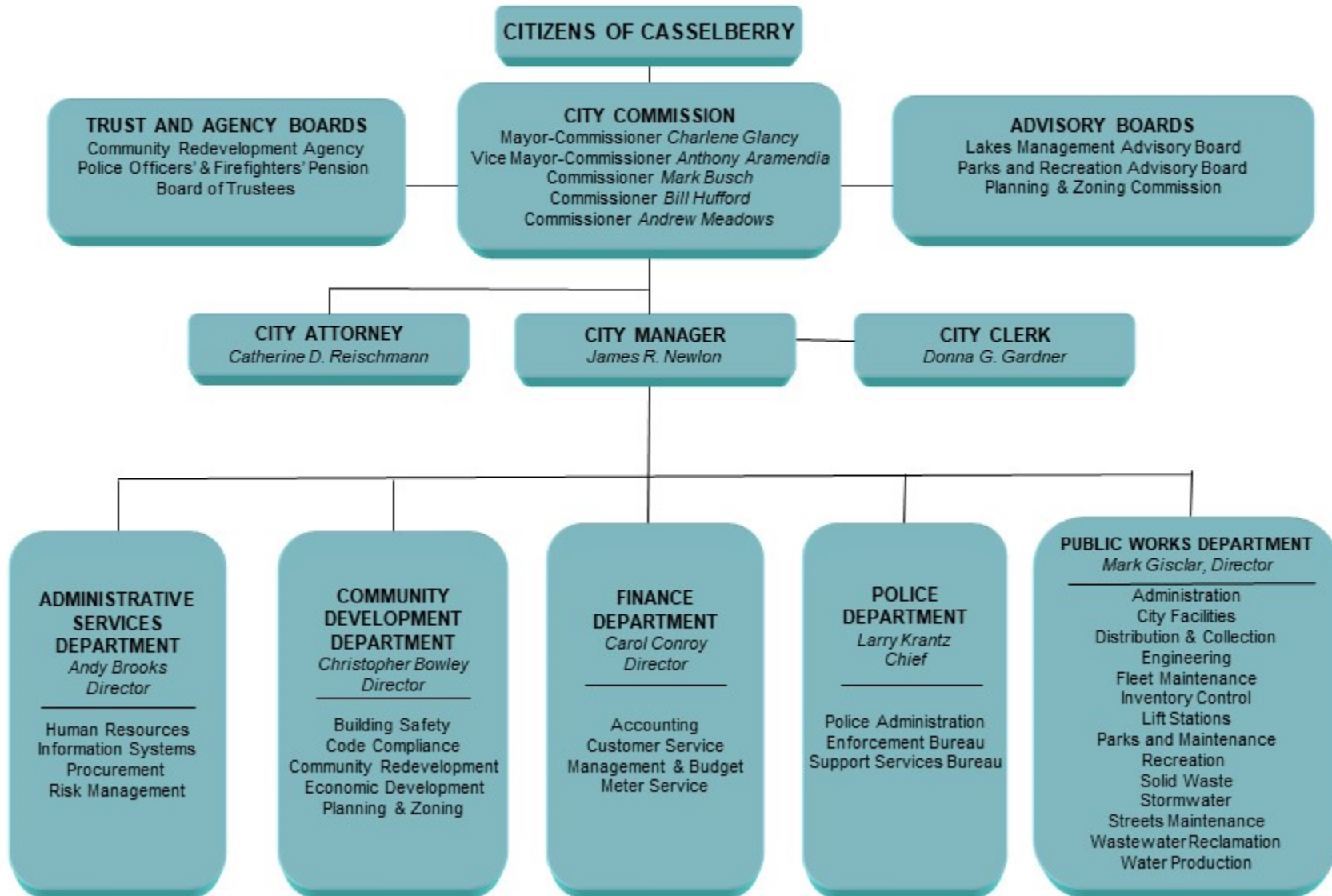
James R. Newlon
City Manager



Carol A. Conroy
Finance Director

CITY OF CASSELBERRY, FLORIDA

ORGANIZATIONAL CHART



9/30/2019



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Casselberry
Florida**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2018

Christopher P. Morrill

Executive Director/CEO



Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the City Commission
City of Casselberry, 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 the City of Casselberry, Florida (the "City") as of and for the fiscal year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. 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 of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's 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 City'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 City'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, the financial statements referred to in the first paragraph present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of September 30, 2019, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Honorable Mayor and
Members of the City Commission
City of Casselberry, Florida

INDEPENDENT AUDITOR'S REPORT
(Continued)

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the other required supplementary information, as listed in the table of contents, 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, the other supplementary information section, and the statistical section, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplementary information is the responsibility of management and was derived from, and relates 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 other supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section and statistical section 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 them.

The Honorable Mayor and
Members of the City Commission
City of Casselberry, Florida

INDEPENDENT AUDITOR'S REPORT
(Concluded)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 17, 2020, on our consideration of the City'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 City's internal control over financial reporting and compliance.

MSL, P.A.

Certified Public Accountants

Orlando, Florida
March 17, 2020

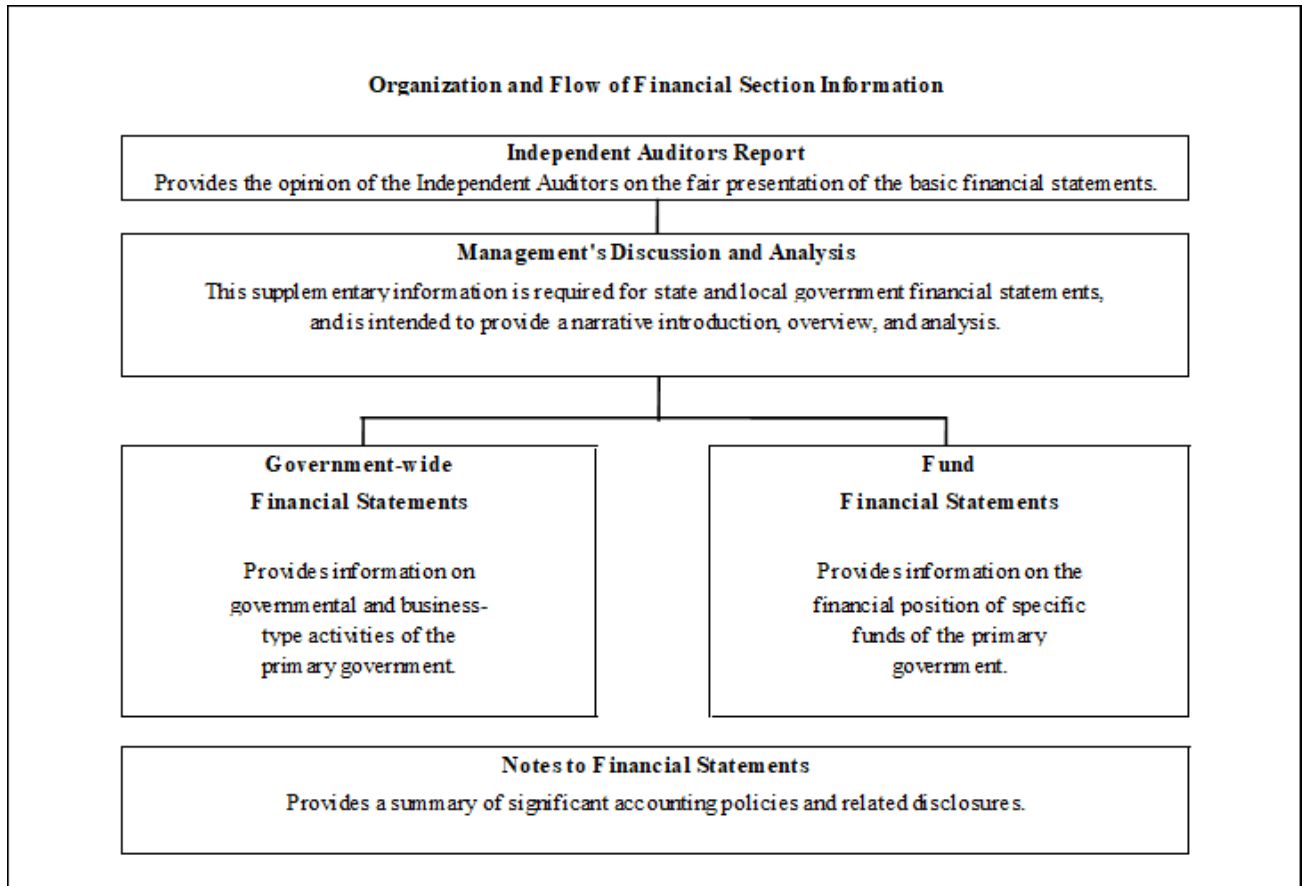
The City of Casselberry, Florida's (the "City") Management's Discussion and Analysis (the "MD&A") presents an overview of the City's financial activities for the fiscal year ended September 30, 2019. Please read it in conjunction with the letter of transmittal in the introductory section, and the City's financial statements following the MD&A.

Financial Highlights

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the close of fiscal year 2019 by \$151,300,159 (net position). Of this amount, \$29,878,678 (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors.
- The City's net position increased by \$11,758,990 of which governmental activities increased the net position \$7,550,283 and proprietary funds increased net position by \$4,208,707.
- At September 30, 2019, the City's governmental funds reported combined ending fund balances of \$27,641,058, an increase of \$5,642,243 in comparison with the prior year. Contributing to the increase in governmental funds fund balance was an increase in the General Fund of \$4,108,855. This increase was offset by reductions in the Infrastructure Surtax Fund balance of \$(1,085,167), and the Stormwater Fund balance of \$(504,438).
- The City's capital assets increased overall by \$4,325,870, with governmental activities contributing an increase in capital assets of \$2,097,909 while business-type activities accounted for an increase of \$2,227,961.
- The City's long-term debt decreased by \$(1,367,763). Governmental long-term debt decreased by \$(83,833) and enterprise funds long-term debt decreased by \$(1,283,930). These decreases were primarily attributable to regularly scheduled debt service payments offset by new leases and the issuance of Sausalito Wall Special Revenue Bond in 2019.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements is comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.



Government-wide Financial Statements

The *government-wide financial statements*, which consist of the following two statements, are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the City's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating. Additionally, nonfinancial factors, such as a change in the City's property tax base or the condition of City facilities and infrastructure, should be considered to assess the overall health of the City.

The *statement of activities* presents information showing how the government's net position changed during the fiscal year. All changes in net position are reported as soon as the underlying event, giving rise to the change, occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned, but unused vacation leave).

Both of these financial statements distinguish functions of the City 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*). The governmental activities of the City include general government, public safety, physical environment, transportation, economic environment, and culture/recreation. The business-type activities of the City include water and wastewater utilities and golf course operations. The government-wide financial statements can be found immediately following the MD&A.

The government-wide financial statements include not only the City itself (known as the primary government) but also legally separate entities known as component units. Component units, which are other governmental units over which the City Commission can exercise influence and/or may be obligated to provide financial subsidy, are presented as a separate column in the government-wide financial statements and as individual activities in the basic and fund financial statements. The City's component units are briefly addressed in this MD&A.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds

The City maintains several individual governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance for the General Fund, Stormwater Fund, Community Redevelopment Agency Fund, and Infrastructure Surtax Fund, which are considered to be major funds. The remaining data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* in the other supplemental information section of this report.

The City adopts an annual appropriated budget for its general fund, debt service funds, and most special revenue funds; and project-length budgets for the active capital projects funds. Budgetary comparison schedules have been provided for these funds to demonstrate budgetary compliance.

Proprietary Funds

The City maintains enterprise funds as its one type of proprietary fund. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses two enterprise funds to account for the fiscal activities relating to its water and wastewater utilities (Utility Fund) and golf course operation (Golf Club Fund).

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Utility Fund, which is considered to be a major fund of the City, and the Golf Club, a nonmajor fund.

Fiduciary Funds

The City maintains a pension trust fund as its one type of fiduciary fund. *Fiduciary funds* are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is similar to proprietary funds.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, *required supplementary information* is included which presents schedules for the Other Postemployment Benefits Plan, schedules for the Police Officers' and Firefighters' Pension Plan, Florida Retirement System pension and Health Insurance Subsidy and budgetary comparison schedules for the City's General Fund, Stormwater Fund, Community Redevelopment Agency Fund and Infrastructure Surtax Fund. Required supplementary information can be found following the notes to the financial statements.

The combining statements referred to earlier in connection with non-major governmental funds are presented in the other supplemental information section of this report. Combining and individual fund schedules for non-major funds can be found after the required supplementary information.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$151,300,159 at the close of the fiscal year ended September 30, 2019. Net position is comprised of three categories: Net Investment in Capital Assets, Restricted Net Position and Unrestricted Net Position. At the end of fiscal year 2019, the City is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities.

The largest portion of the City's net position (\$105,364,893 or 69.64%) reflects its investment in capital assets (e.g., land, buildings, and equipment); less any related outstanding debt used to acquire those assets. The City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The City has *restricted net position* (\$16,056,588) for construction projects, debt service, police public safety activities, building code enforcement, and other purposes. The remaining balance of *unrestricted net position* (\$29,878,678) may be used to meet the government's ongoing obligations to citizens and creditors.

CITY OF CASSELBERRY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS Continued
September 30, 2019

City of Casselberry, Florida
Net Position

	Governmental Activities		Business-type Activities		Total	
	2019	2018	2019	2018	2019	2018
Current and Other Assets	\$ 30,744,517	\$ 25,108,957	\$ 28,929,768	\$ 26,852,301	\$ 59,674,285	\$ 51,961,258
Capital Assets (Net)	61,300,137	59,202,228	60,031,766	57,803,805	121,331,903	117,006,033
Total Assets	92,044,654	84,311,185	88,961,534	84,656,106	181,006,188	168,967,291
Deferred Outflows of Resources						
Deferred Contributions for Pensions	36,969	28,228	8,534	5,376	45,503	33,604
Deferred Outflows for Pensions	888,124	864,800	85,502	96,324	973,626	961,124
Deferred Outflows for OPEB	69,133	19,897	21,026	5,970	90,159	25,867
Total Deferred Outflows of Resources	994,226	912,925	115,062	107,670	1,109,288	1,020,595
Current and Other Liabilities	4,640,549	4,232,350	4,838,663	3,463,136	9,479,212	7,695,486
Long-term Liabilities	14,738,977	14,633,361	4,832,286	6,066,679	19,571,263	20,700,040
Total Liabilities	19,379,526	18,865,711	9,670,949	9,529,815	29,050,475	28,395,526
Deferred Inflows of Resources						
Deferred Inflows for Pensions	1,507,690	1,815,311	137,873	190,851	1,645,563	2,006,162
Deferred Inflows for OPEB	91,749	33,456	27,530	11,573	119,279	45,029
Total Deferred Inflows of Resources	1,599,439	1,848,767	165,403	202,424	1,764,842	2,051,191
Net Position:						
Net Investment in						
Capital Assets	51,906,199	50,467,884	53,458,694	51,759,237	105,364,893	102,227,121
Restricted	9,400,516	7,652,254	6,656,072	6,059,855	16,056,588	13,712,109
Unrestricted	10,753,200	6,389,494	19,125,478	17,212,445	29,878,678	23,601,939
Total Net Position	\$ 72,059,915	\$ 64,509,632	\$ 79,240,244	\$ 75,031,537	\$ 151,300,159	\$ 139,541,169

There was an increase of \$11,758,990 in the City's net position from the prior fiscal year. There was an increase of \$4,208,707 in net position reported in connection with the City's business-type activities for the current year. This increase represents 22.01% of total unrestricted net position for business-type activities at year end. Governmental activities increased the City's net position by \$7,550,283. This increase represents 70.21% of the total unrestricted net position for governmental activities at year-end. Key reasons for changes in net position are presented in the following pages for governmental and business-type activities.

CITY OF CASSELBERRY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS Continued
September 30, 2019

Governmental Activities

Governmental activities increased the City's net position by \$7,550,283 thereby affecting 64.21% of the total increase in the net position of the City. With expenses remaining fairly consistent, the increase in net position is attributable to the growth in revenues. The increase in charges for services is partially reflective of continued growth within the City of Casselberry. Impact fees and permit fees increased \$691,748 or 282%. Stormwater fees increased 20% to \$347,477 due to a budgeted rate increase. Operating grants increased due to reimbursement from FEMA and the State for costs incurred by Hurricane Irma in previous fiscal years. The U.S. Department of Agriculture Natural Resources Conservation Services provided a Capital Grant to assist in funding the Gee Creek/Howell Creek erosion control project. Property taxes are reflective of higher property values and growth within the City. Other increases are mostly related to growth and a vibrant economy.

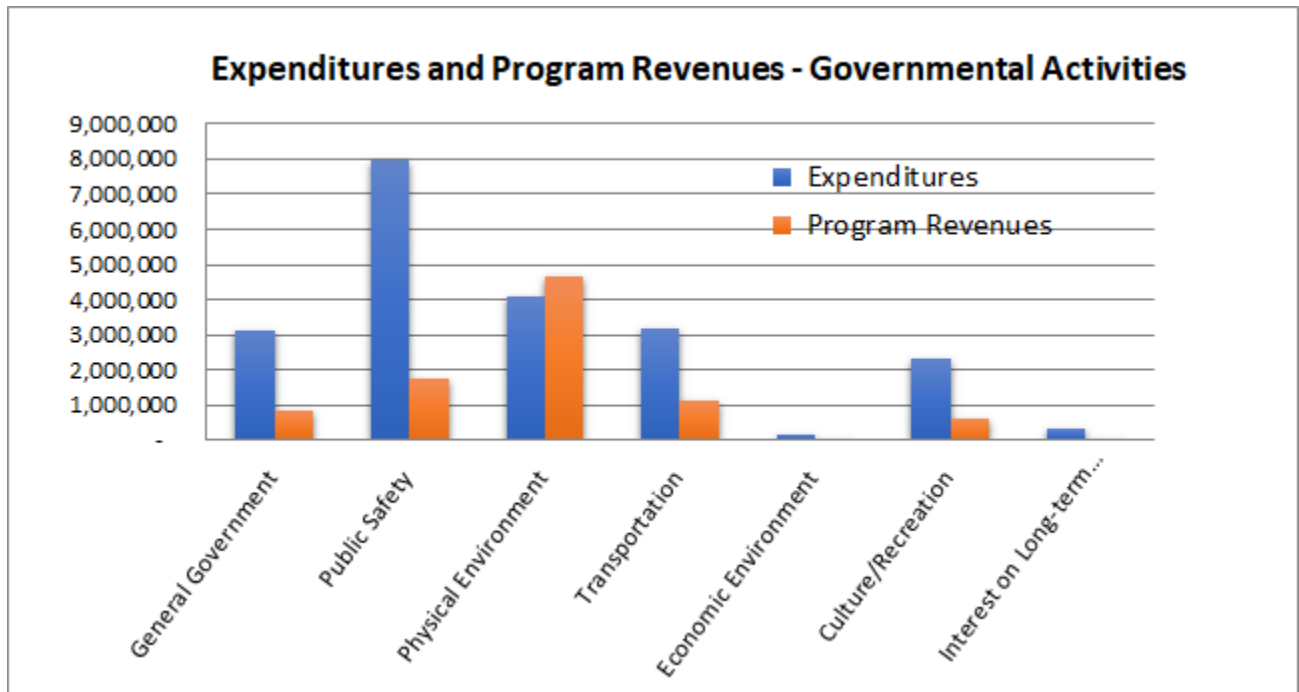
City of Casselberry, Florida
Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2019	2018	2019	2018	2019	2018
REVENUES						
Program Revenues:						
Charges for Services	\$ 6,200,059	\$ 5,005,643	\$ 19,752,394	\$ 19,528,133	\$ 25,952,453	\$ 24,533,776
Operating Grants and Contributions	1,435,762	619,693	323,640	1,808	1,759,402	621,501
Capital Grants and Contributions	1,343,751	606,533	358,681	78,024	1,702,432	684,557
General Revenues:						
Property Taxes	4,507,851	3,863,887	-	-	4,507,851	3,863,887
Other Taxes	8,906,984	8,222,427	-	-	8,906,984	8,222,427
Other	4,883,736	4,079,936	879,855	278,018	5,763,591	4,357,954
Total Revenues	27,278,143	22,398,119	21,314,570	19,885,983	48,592,713	42,284,102
EXPENSES						
General Government	3,129,368	3,186,612	-	-	3,129,368	3,186,612
Public Safety	7,984,299	7,628,779	-	-	7,984,299	7,628,779
Physical Environment	4,095,432	3,673,470	-	-	4,095,432	3,673,470
Transportation	3,174,747	3,156,259	-	-	3,174,747	3,156,259
Economic Environment	160,332	444,771	-	-	160,332	444,771
Culture/Recreation	2,322,355	2,227,600	-	-	2,322,355	2,227,600
Interest on Long-term Debt	345,752	323,555	-	-	345,752	323,555
Water and Wastewater	-	-	14,596,333	13,416,587	14,596,333	13,416,587
Golf Course	-	-	1,025,105	957,864	1,025,105	957,864
Total Expenses	21,212,285	20,641,046	15,621,438	14,374,451	36,833,723	35,015,497
Excess (Deficiency) Before Special Items and Transfers	6,065,858	1,757,073	5,693,132	5,511,532	11,758,990	7,268,605
Transfers	1,484,425	936,532	(1,484,425)	(936,532)	-	-
Change in Net Position	7,550,283	2,693,605	4,208,707	4,575,000	11,758,990	7,268,605
Net Position Beginning	64,509,632	61,816,027	75,031,537	70,456,537	139,541,169	132,272,564
Net Position Ending	\$ 72,059,915	\$ 64,509,632	\$ 79,240,244	\$ 75,031,537	\$ 151,300,159	\$ 139,541,169

The following tables and graphs show the results of governmental activities for fiscal year ended 2019.

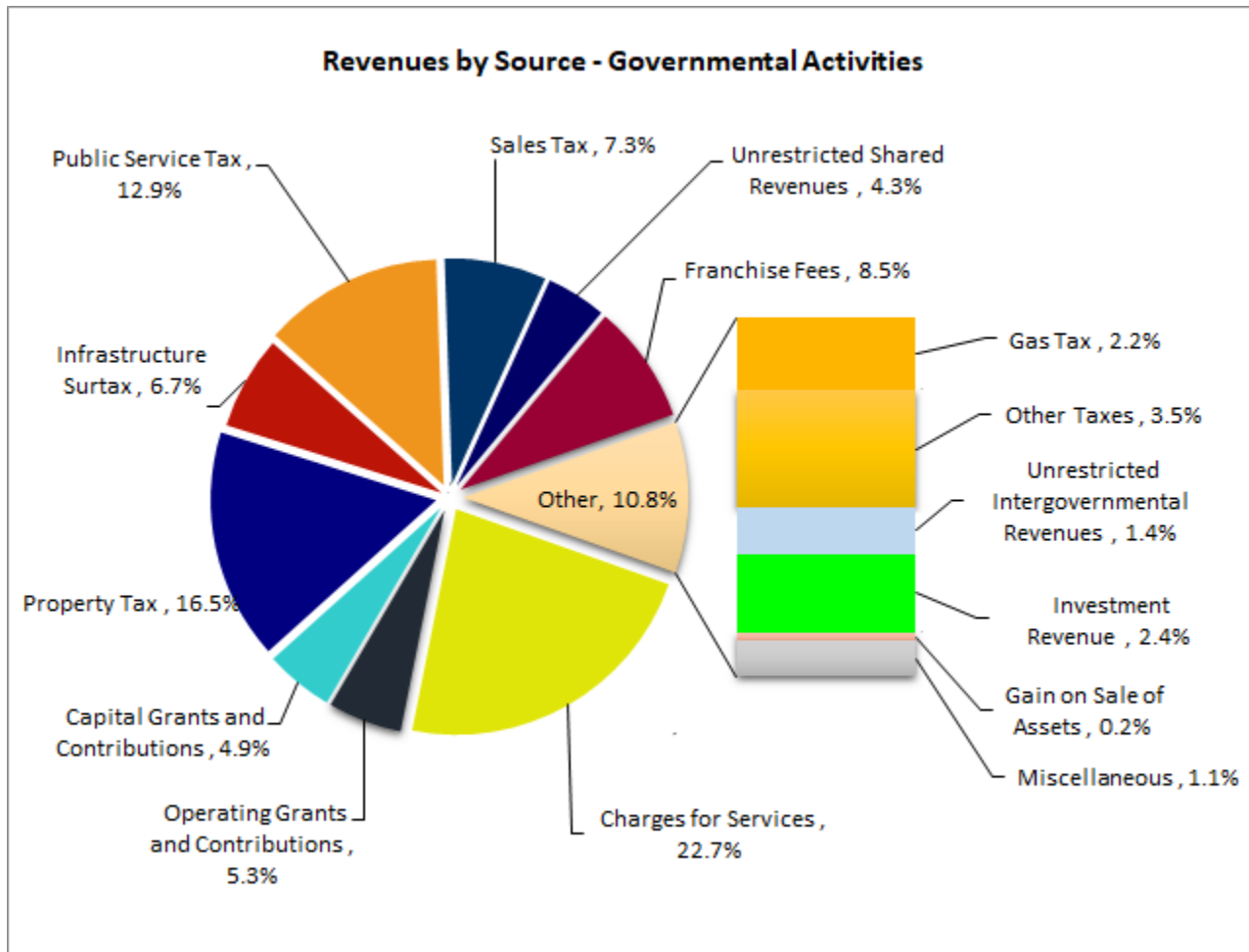
Expenditures and Program Revenues – Governmental Activities

Functions/Programs	Expenses	% of Total	Program Revenues	% of Total	Net (Expense) Revenue
General Government	\$ 3,129,368	14.8%	\$ 858,621	9.6%	\$ (2,270,747)
Public Safety	7,984,299	37.6%	1,735,095	19.3%	(6,249,204)
Physical Environment	4,095,432	19.3%	4,656,055	51.9%	560,623
Transportation	3,174,747	15.0%	1,133,762	12.6%	(2,040,985)
Economic Environment	160,332	0.8%	-	-%	(160,332)
Culture/Recreation	2,322,355	10.9%	596,039	6.6%	(1,726,316)
Interest on Long-term Debt	345,752	1.6%	-	-%	(345,752)
	<u>\$ 21,212,285</u>	<u>100.0%</u>	<u>\$ 8,979,572</u>	<u>100.0%</u>	<u>\$ (12,232,713)</u>



Revenue by Source – Governmental Activities

Description	Revenues	% of Total
Charges for Services	\$ 6,200,059	22.7%
Operating Grants and Contributions	1,435,762	5.3%
Capital Grants and Contributions	1,343,751	4.9%
Property Tax	4,507,851	16.5%
Public Service Tax	3,514,113	12.9%
Gas Tax	610,603	2.2%
Infrastructure Surtax	1,835,713	6.7%
Sales Tax	1,998,820	7.3%
Unrestricted Shared Revenues	1,178,959	4.3%
Other Taxes	947,735	3.5%
Unrestricted Intergovernmental Revenues	381,963	1.4%
Franchise Fees	2,320,432	8.5%
Investment Revenue	650,894	2.4%
Miscellaneous	290,755	1.1%
Gain on Sale of Assets	60,733	0.2%
	\$ 27,278,143	100.0%



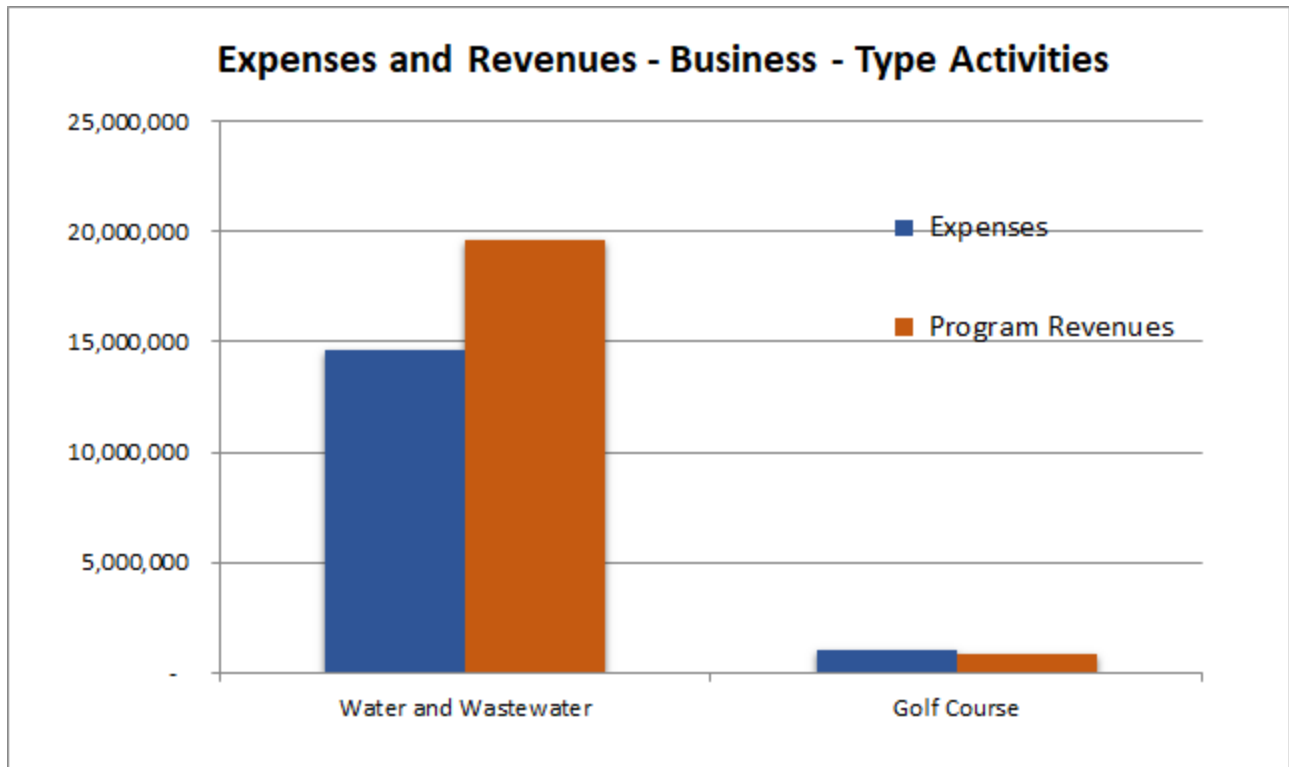
Business-type Activities

Business-type activities increased the City's net position by \$4,208,707. This accounts for 35.79% of the City's growth in net position. This increase is primarily attributable to a growth in capital assets. Unrestricted net position grew by \$1,913,033.

The following tables and graphs show the results of business-type activities for fiscal year ended 2019. Net revenue is a reflection of capital utility projects that were not completed by the end of the fiscal year. The largest of these projects are the Howell Park Plant Rehabilitation, Seminola Force Main Replacement and Casselton Drive Improvements.

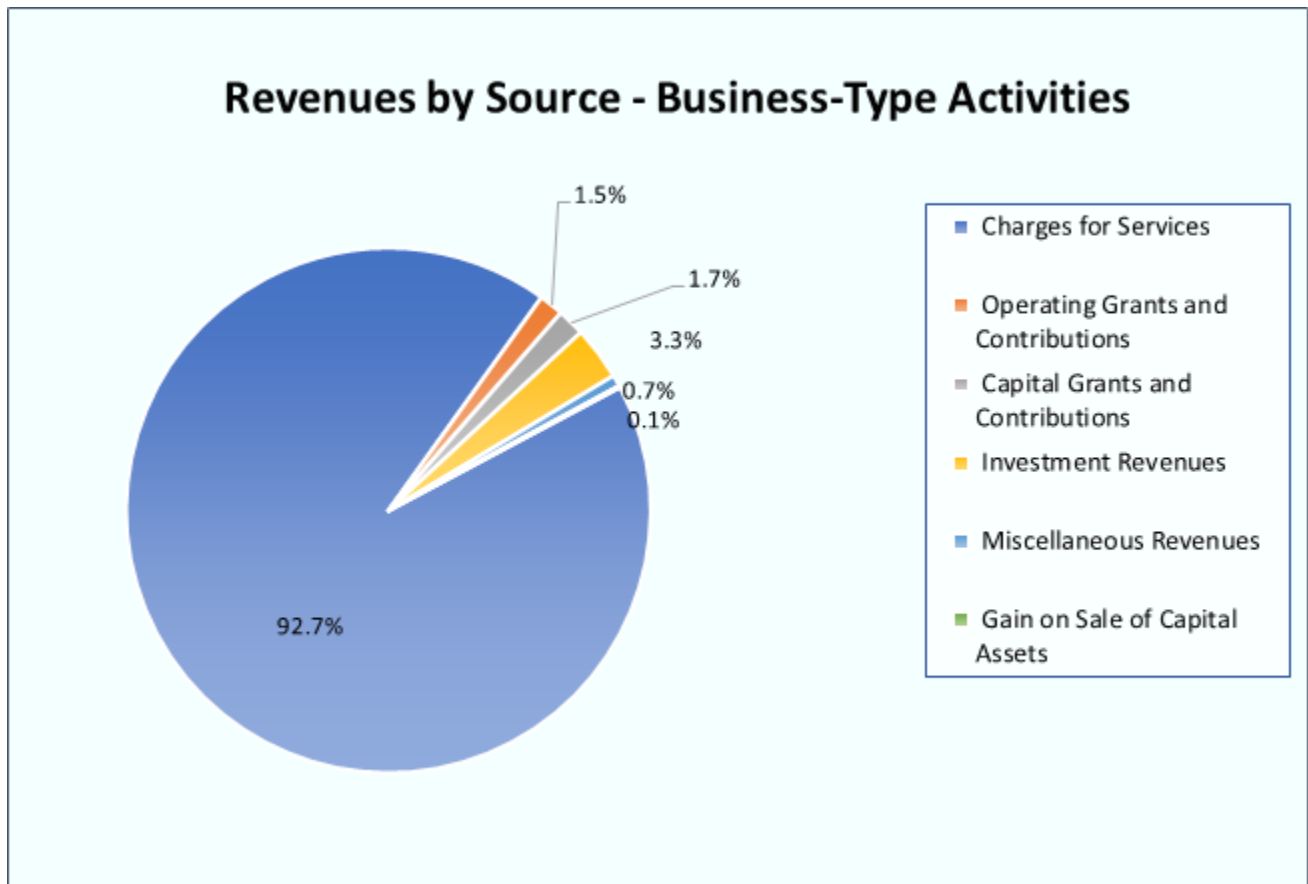
Expenses and Program Revenues – Business-type Activities

Functions/Programs	Expenses	Program Revenues	Net (Expense) Revenue
Water and Wastewater	\$ 14,596,333	\$ 19,607,219	\$ 5,010,886
Golf Course	1,025,105	827,496	(197,609)
	<u>\$ 15,621,438</u>	<u>\$ 20,434,715</u>	<u>\$ 4,813,277</u>



Revenues by Source – Business-type Activities

Description	Revenues	% of Total
Charges for Services	\$ 19,752,394	92.7%
Operating Grants and Contributions	323,640	1.5%
Capital Grants and Contributions	358,681	1.7%
Investment Revenues	711,372	3.3%
Miscellaneous Revenues	153,047	0.7%
Gain on Sale of Capital Assets	15,436	0.1%
	<u>\$ 21,314,570</u>	<u>100.0%</u>



Financial Analysis of the City's Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable resources*. Such information is useful in assessing the City's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of FY 2019, the City's governmental funds reported combined ending fund balances of \$27,641,058, an increase of \$5,642,243 in comparison with the prior year. The increase in fund balances is attributable to planned increases in General Fund revenue offset by regular scheduled debt service payments. The Infrastructure Surtax Fund and the Stormwater Fund experienced decreases in fund balance due to the continuation of planned capital projects. The City's governmental fund balances are allocated as follows: non-spendable for prepaid items and inventory - \$261,476; Restricted for various purposes - \$16,203,251; Committed by City Commission - \$937,379; and Assigned for budget roll-forward - \$1,799,166. *Unassigned fund balance* is \$8,439,786 and is available for spending in accordance with related ordinances, resolutions, laws and regulations, Florida Statutes, and City policies.

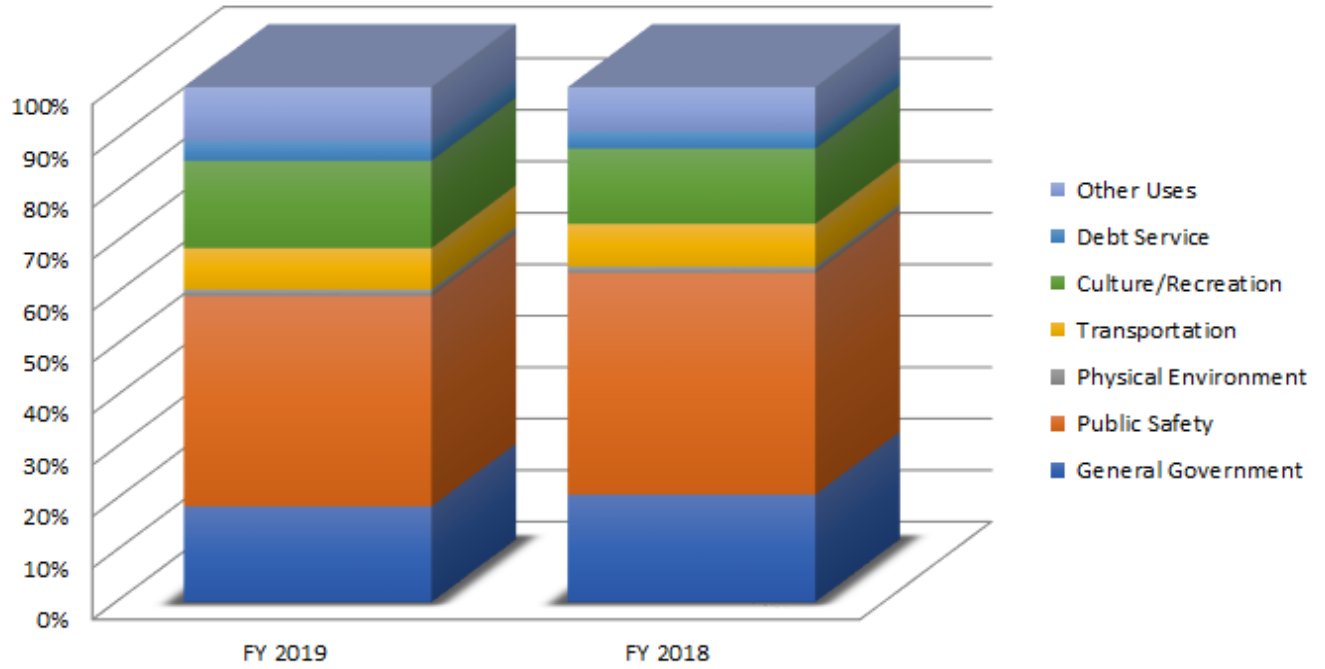
MAJOR FUNDS

General Fund

The General Fund is the chief operating fund of the City. At the end of FY 2019, unassigned fund balance of the General Fund was \$8,439,786, while total fund balance was \$12,176,637. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 52.5% of the total General Fund expenditures including transfers, while total fund balance represents 75.8% of that same amount.

The fund balance of the City's General Fund increased \$4,108,855 during the current fiscal year. Total revenues increased by \$2,263,689 and total expenditures increased by \$1,424,496 from the prior year. The increase in revenue is in great part attributable to FEMA reimbursement for expenditures incurred for Hurricane Irma in FY 2017 and FY 2018. Other increases are attributable to taxes due to new construction and increases in property values and permits, fees and special assessments revenue as a result of a stronger economy. No payment was due to Seminole County in FY 2019 for fire services, providing a savings of \$131,019 over FY 2018. The remaining differences in revenues and expenditures were due to routine variations. The following graph displays the General Fund current expenditures by function for FY 2019 and FY 2018 as a visual display.

General Fund Current Expenditures by Function



Community Redevelopment Agency (CRA) Fund

The CRA Fund was established to account for the City's redevelopment district. The CRA is presented as a blended component unit of the City in accordance with GASB No. 61 for fiscal year ended September 30, 2019. At the end of the fiscal year, fund balance was \$1,128,678, an increase of \$794,032 from the prior fiscal year. The increase in fund balance was primarily due to an increase in the Tax Incremental Funding (TIF) caused by higher property values within the CRA.

Infrastructure Surtax Fund

The Infrastructure Surtax was approved through referendum in Seminole County in FY 2015. The Infrastructure Surtax Fund captures the tax revenue and costs restricted for infrastructure projects in compliance with the tax laws. At the end of the fiscal year, fund balance was \$5,711,312. There was a decrease in fund balance of \$(1,085,167) in FY 2019. This was due to strategically planned capital projects that utilize prior year debt funding.

Stormwater Fund

The Stormwater Fund is used to account for revenue and expenditures related to stormwater and lakes management. Stormwater fund balance decreased \$(504,438) in FY 2019. This was due to strategically planned capital projects pursuant to the mission of the stormwater fund in reducing stormwater runoff and maintaining high water quality.

Proprietary Funds

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net position of the Utility Fund at the end of the current year was \$19,130,284, an increase of \$1,902,290 from the prior year. Unrestricted net position of the Golf Club Fund increased \$10,743 in FY 2019.

The increase in Unrestricted Net Position for the Utility Fund reflects an increase in total revenue offset by decreased total expenses, in addition to a reduction in transfers out due to completion of a capital project. The results of the current year were previously discussed in the section pertaining to business-type activities as this is the only enterprise fund of the City.

General Fund Budgetary Highlights

The General Fund's original budget increased by \$4,346,738, resulting in the final amended budget of \$21,274,288 inclusive of expenditures and transfers out. Increases in General Government and Physical Environment are largely due to the budget rollover from fiscal year 2018. General Government rolled over funding for security cameras and professional fees, and physical environment rolled over funding for Concord Drive and Casselton Drive Improvements, and Operating and Maintenance (O & M) charges for the Iron Bridge Reclamation Facility. These are purchases, projects and professional fees that were not completed by the end of fiscal year 2018. Recreation budgetary increases are due to funding provided for future parks land and parks improvements that were not completed within fiscal year 2018. The changes within functions are summarized in the table below.

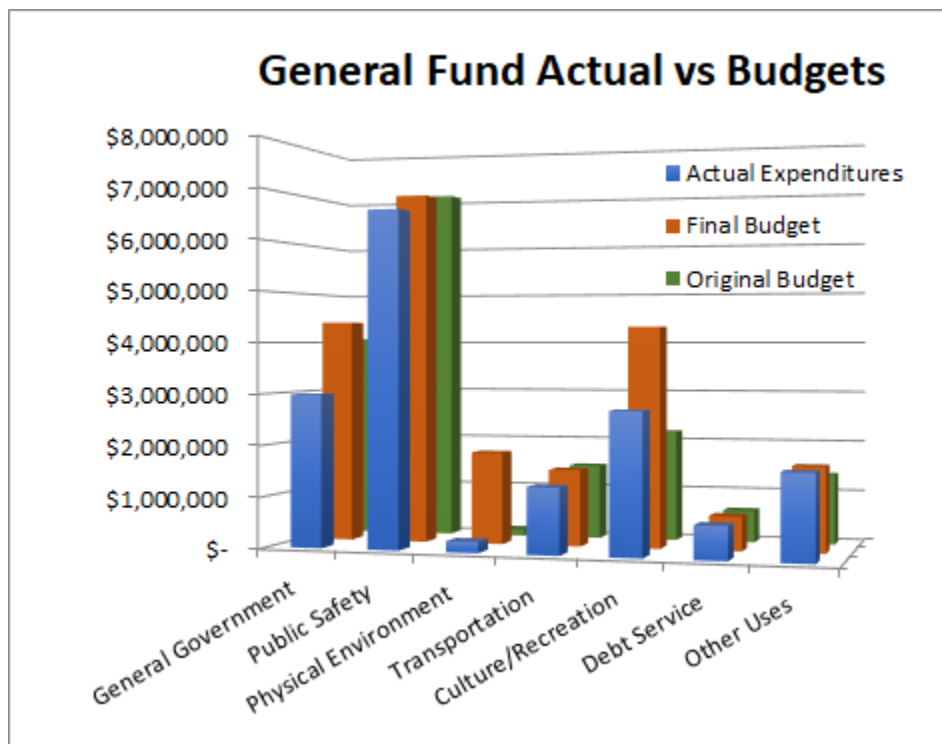
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Change</u>
General Government	\$ 4,068,800	\$ 4,401,439	\$ 332,639
Public Safety	7,066,080	6,950,420	(115,660)
Physical Environment	130,767	1,809,422	1,678,655
Transportation	1,472,668	1,495,247	22,579
Culture/Recreation	2,188,516	4,306,321	2,117,805
Debt Service	626,029	663,325	37,296
Other Uses	1,374,690	1,648,114	273,424
	<u>\$ 16,927,550</u>	<u>\$ 21,274,288</u>	<u>\$ 4,346,738</u>

CITY OF CASSELBERRY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS Continued
 September 30, 2019

The General Fund underspent the final budget by \$5,208,805. The most significant underspending in General Government was due to a budgeted amount of \$594,522 for payment to Seminole County for the FY 2019 Fire "Look-Back". This payment did not occur due to the fact the Fire Stations' revenues exceeded expenditures in FY 2019 causing no payment due to the County for the fiscal year. Other underspending in General Government was due to timing of budgetary appropriation versus actual expenditure. While Physical Environment's budget is underspent in FY 2019, this budget is part of the 2019-2020 rollover and will be spent on the Sausalito Shores Wall Improvement Project during FY 2019. Underspending in Culture and Recreation is due to budgeted repairs and maintenance and the purchase of land that did not happen prior to the end of the fiscal year. Public Safety underspent due to unfilled budgetary positions. The changes within functions are summarized in the table below.

	Actual		
	Expenditures	Final Budget	Change
General Government	\$ 2,988,688	\$ 4,401,439	\$ 1,412,751
Public Safety	6,561,935	6,950,420	388,485
Physical Environment	212,093	1,809,422	1,597,329
Transportation	1,279,385	1,495,247	215,862
Culture/Recreation	2,731,834	4,306,321	1,574,487
Debt Service	643,434	663,325	19,891
Other Uses	1,648,114	1,648,114	-
	<u>\$ 16,065,483</u>	<u>\$ 21,274,288</u>	<u>\$ 5,208,805</u>

The graph below compares the actual General Fund expenditures to its original and final budgets.



Capital Asset and Debt Administration

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of September 30, 2019 amounts to \$121,331,903 (net of accumulated depreciation and amortization). This investment in capital assets includes land, wastewater disposal rights, buildings, improvements other than buildings, equipment, vehicles, infrastructure, and construction in progress. The total change in the City's investment in capital assets for the current fiscal year was \$4,325,870. Governmental activities increased capital assets by \$2,097,909 and business-type activities increased capital assets by \$2,227,961. The major capital asset events of the City during the current fiscal year included the following:

Governmental funds:

The increase in land was due to the purchase of property for parks and infrastructure increased due to the Gee Creek/Howell Creek Erosion Control Project which was capitalized from construction work in progress. Construction in Progress shows the largest increase, at \$2,688,096, which is mostly attributable to the ongoing Casselton Drive and Concord Drive Improvement Projects. The offsetting increase in accumulated depreciation reflects the increase in depreciation related to the increase in assets.

Proprietary funds:

Machinery and Equipment increased due to the completion of the Forest Brook Force Main Project (\$642,791), the Winter Woods Gravity Sewer Lining Project (\$971,398), and various other smaller projects. The increase in Wastewater Disposal Rights was due to the completion of capital projects at Iron Bridge. The offsetting increase in accumulated depreciation reflects the increase in depreciation related to the increase in assets and a reduction to 40 years in useful life for assets that were previously recorded with a useful life greater than 40 years in accordance with the City's Capital Assets Policy.

City of Casselberry, Florida Capital Assets (Net)

	Governmental Activities		Business-type Activities		Total	
	2019	2018	2019	2018	2019	2018
Land	\$ 16,908,702	\$ 16,325,990	\$ 4,422,605	\$ 4,422,605	\$ 21,331,307	\$ 20,748,595
Wastewater Disposal Rights, Net	-	-	5,854,618	5,785,555	5,854,618	5,785,555
Buildings and Improvements	14,102,702	13,957,268	77,993,635	76,092,633	92,096,337	90,049,901
Machinery and Equipment	5,327,605	5,539,606	14,021,089	11,982,669	19,348,694	17,522,275
Software	96,011	104,882	-	-	96,011	104,882
Vehicles	4,004,525	3,920,263	-	-	4,004,525	3,920,263
Infrastructure	52,280,924	51,111,470	-	-	52,280,924	51,111,470
Construction in Progress	3,669,148	981,052	2,428,336	812,273	6,097,484	1,793,325
	96,389,617	91,940,531	104,720,283	99,095,735	201,109,900	191,036,266
Less: Accumulated Depreciation	(35,089,480)	(32,738,303)	(44,688,517)	(41,291,930)	(79,777,997)	(74,030,233)
Capital Assets, net	\$ 61,300,137	\$ 59,202,228	\$ 60,031,766	\$ 57,803,805	\$ 121,331,903	\$ 117,006,033

Additional information on the City's capital assets, including major construction commitments, can be found in Note 6 of this report.

Long-term Debt

At the end of FY 2019, the City had total long-term debt outstanding of \$19,476,839. This is a decrease of \$(1,367,763) from the prior year. Of the total debt amount, \$17,468,871 pertains to notes and loans payable at year-end. Notes and loans payable are the largest percentage of the City's overall outstanding debt. There is no debt limitation according to City Code. There was an increase of notes and loans payable for governmental activities of \$84,579 primarily due to the issuance of the Sausalito Wall Revenue Bond in the amount of \$1,643,579 offset by regularly scheduled debt service payments totaling \$1,932,894 and a decrease of \$(1,076,582) for business-type activities, primarily due to regularly scheduled debt service payments. In FY 2019 there was a decrease in governmental funds capital leases of \$(168,412) due to a small amount of vehicle and other capital equipment purchases, offset by regular debt service payments. The decrease of \$(207,348) in business-type capital leases was due to regular debt service payments.

The following table presents the City's long-term notes and loans payable and capital leases, and the changes from the prior fiscal year.

City of Casselberry, Florida
Outstanding Long-term Debt

	Governmental Activities		Business-type Activities		Total	
	2019	2018	2019	2018	2019	2018
Notes and Loans Payable	\$ 13,007,579	\$ 12,923,000	\$ 4,461,292	\$ 5,537,874	\$ 17,468,871	\$ 18,460,874
Capital Leases	1,054,862	1,223,274	953,106	1,160,454	2,007,968	2,383,728
	<u>\$ 14,062,441</u>	<u>\$ 14,146,274</u>	<u>\$ 5,414,398</u>	<u>\$ 6,698,328</u>	<u>\$ 19,476,839</u>	<u>\$ 20,844,602</u>

Additional information on the City's debt, including pledged future revenue sources that secure the debt, can be found in Note 7 of this report.

Economic Factors and Next Year's Budgets and Rates

Local, national and international economic factors influence the City's revenues in a variety of ways. Positive economic growth is correlated with increased revenues from property taxes, sales taxes, fuel taxes, charges for services, state revenue sharing as well as state and federal grants. Economic growth may be measured by a variety of indicators such as employment growth, new construction, assessed property values, enterprise fund revenue and net asset growth. In spite of rising construction costs due to a strong economy, the fiscal year 2019 budget did not require any reduction in the level of services. This was accomplished by adhering to the City's comprehensive financial policies, a thorough reassessment of the base budget and a critical review of all proposed additions to the budget.

Continued improvement in the economic environment is anticipated in FY 2020. The unemployment rate for Seminole County is reported to be 2.7% as of September 30, 2019 as compared to the state unemployment rate of 3.2% and the national unemployment rate of 3.5%.

The City Commission adopted the tax millage rate of 3.0519 in fiscal year 2020 to sufficiently fund the current level of services to the citizens and business owners of Casselberry. There was no change in the millage rate from fiscal year 2019. The taxable value of real property increased by 7.95% in 2019.

Requests for Information

This financial report is designed to present users with a general overview of the City's finances and to demonstrate the City's accountability. Questions concerning any of the information provided in this report or needs for additional financial information should be addressed to the Finance Director, 95 Triplet Lake Drive, Casselberry, Florida 32707.



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CITY OF CASSELBERRY, FLORIDA
GOVERNMENT WIDE STATEMENT OF NET POSITION
September 30, 2019

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
ASSETS			
Cash and Cash Equivalents	\$ 13,843,711	\$ 6,081,300	\$ 19,925,011
Investments	4,747,519	11,890,231	16,637,750
Restricted Assets	9,400,516	8,035,063	17,435,579
Accounts Receivable (Net)	1,055,179	2,039,473	3,094,652
Due from Other Governments	441,613	30,613	472,226
Prepaid Items	233,405	927	234,332
Inventories	36,803	391,308	428,111
Deposits	-	460,853	460,853
Pension Asset	985,771	-	985,771
Capital Assets Not Being Depreciated	20,577,850	6,850,941	27,428,791
Capital Assets Being Depreciated And Amortized (Net)	40,722,287	53,180,825	93,903,112
Total Assets	<u>92,044,654</u>	<u>88,961,534</u>	<u>181,006,188</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Contributions for Pensions	36,969	8,534	45,503
Deferred Outflows for Pensions	888,124	85,502	973,626
Deferred Outflows for OPEB	69,133	21,026	90,159
Total Deferred Outflows of Resources	<u>994,226</u>	<u>115,062</u>	<u>1,109,288</u>
LIABILITIES			
Accounts Payable	1,255,282	1,896,709	3,151,991
Liabilities Payable from Restricted Assets	-	1,378,991	1,378,991
Retainage Payable	115,835	60,839	176,674
Accrued Liabilities	301,074	76,354	377,428
Due to Other Governments	220,313	18,075	238,388
Accrued Interest Payable	103,713	-	103,713
Unearned Revenue	157,914	-	157,914
Deposits	-	10,000	10,000
Long-term Liabilities:			
Due Within One Year	2,486,418	1,397,695	3,884,113
Due in More Than One Year	14,738,977	4,832,286	19,571,263
Total Liabilities	<u>19,379,526</u>	<u>9,670,949</u>	<u>29,050,475</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows for Pensions	1,507,690	137,873	1,645,563
Deferred Inflows for OPEB	91,749	27,530	119,279
Total Deferred Inflows of Resources	<u>1,599,439</u>	<u>165,403</u>	<u>1,764,842</u>
NET POSITION			
Net Investment in Capital Assets	51,906,199	53,458,694	105,364,893
Restricted For:			
Construction Projects	4,921,058	6,454,746	11,375,804
Debt Service	1,157,553	201,326	1,358,879
Police and Fire	353,960	-	353,960
Building Code Enforcement	2,002,859	-	2,002,859
Other Purposes	965,086	-	965,086
Unrestricted	10,753,200	19,125,478	29,878,678
Total Net Position	<u>\$ 72,059,915</u>	<u>\$ 79,240,244</u>	<u>\$ 151,300,159</u>

The notes to the financial statements are an integral part of the financial statements.

CITY OF CASSELBERRY, FLORIDA
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2019

FUNCTIONS/PROGRAMS	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Primary Government:							
Governmental Activities:							
General Government	\$ 3,129,368	\$ 111,295	\$ 747,326	\$ -	\$ (2,270,747)	\$ -	\$ (2,270,747)
Public Safety	7,984,299	1,468,858	266,237	-	(6,249,204)	-	(6,249,204)
Physical Environment	4,095,432	3,821,785	55,368	778,902	560,623	-	560,623
Transportation	3,174,747	621,958	78,663	433,141	(2,040,985)	-	(2,040,985)
Economic Environment	160,332	-	-	-	(160,332)	-	(160,332)
Culture and Recreation	2,322,355	176,163	288,168	131,708	(1,726,316)	-	(1,726,316)
Interest on Long-Term Debt	345,752	-	-	-	(345,752)	-	(345,752)
Total Governmental Activities	21,212,285	6,200,059	1,435,762	1,343,751	(12,232,713)	-	(12,232,713)
Business-type Activities:							
Water and Wastewater	14,596,333	18,924,898	323,640	358,681	-	5,010,886	5,010,886
Golf Course	1,025,105	827,496	-	-	-	(197,609)	(197,609)
Total Business-Type Activities	15,621,438	19,752,394	323,640	358,681	-	4,813,277	4,813,277
Total Primary Government	\$ 36,833,723	\$ 25,952,453	\$ 1,759,402	\$ 1,702,432	(12,232,713)	4,813,277	(7,419,436)
General Revenues:							
Property Tax					4,507,851	-	4,507,851
Public Service Tax					3,514,113	-	3,514,113
Gas Tax					610,603	-	610,603
Infrastructure Surtax					1,835,713	-	1,835,713
Sales Tax					1,998,820	-	1,998,820
Unrestricted State Revenue Sharing					1,178,959	-	1,178,959
Other Taxes					947,735	-	947,735
Unrestricted Intergovernmental Revenues					381,963	-	381,963
Franchise Fees					2,320,432	-	2,320,432
Interest Revenue					650,894	711,372	1,362,266
Miscellaneous					290,755	153,047	443,802
Gain on Sale of Capital Assets					60,733	15,436	76,169
Transfers					1,484,425	(1,484,425)	-
Total General Revenues and Transfers					19,782,996	(604,570)	19,178,426
Change in Net Position					7,550,283	4,208,707	11,758,990
Net Position - Beginning					64,509,632	75,031,537	139,541,169
Net Position - Ending					\$ 72,059,915	\$ 79,240,244	\$ 151,300,159

The notes to the financial statements are an integral part of the financial statements.

CITY OF CASSELBERRY, FLORIDA
BALANCE SHEET - GOVERNMENTAL FUNDS
September 30, 2019

	<u>General</u>	<u>Stormwater Fund</u>	<u>Community Redevelopment Agency Fund</u>
ASSETS			
Cash and Cash Equivalents	\$ 6,594,415	\$ 333,207	\$ 1,121,585
Investments	5,600,459	957,846	-
Accounts Receivable	492,295	295,490	-
Prepaid Items	193,169	320	7,093
Inventories	36,803	-	-
Due from Other Governments	387,343	1,529	-
Total Assets	<u>\$ 13,304,484</u>	<u>\$ 1,588,392</u>	<u>\$ 1,128,678</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts Payable	\$ 590,757	\$ 127,817	\$ -
Retainage Payable	3,346	17,551	-
Accrued Liabilities	280,717	17,640	-
Due to Other Governments	29,371	-	-
Advanced Revenues	157,914	-	-
Total Liabilities	<u>1,062,105</u>	<u>163,008</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable Grant Reimbursements	<u>65,742</u>	<u>1,528</u>	<u>-</u>
Fund Balances:			
Nonspendable Prepaid Items and Inventories	229,972	320	7,093
Restricted for Public Safety	-	-	-
Restricted for Transportation Projects	-	-	-
Restricted for Stormwater Improvements	-	1,423,536	-
Restricted for Solid Waste	-	-	-
Restricted for Capital Improvements	1,541,912	-	-
Restricted for Recreation Improvements	-	-	-
Restricted for Debt Service	165,801	-	-
Restricted for Community Redevelopment	-	-	1,121,585
Committed for Improvements	-	-	-
Committed for Equipment Purchases	-	-	-
Assigned for Budget Rollforward	1,799,166	-	-
Unassigned	8,439,786	-	-
Total Fund Balances	<u>12,176,637</u>	<u>1,423,856</u>	<u>1,128,678</u>
Total Liabilities and Fund Balances	<u>\$ 13,304,484</u>	<u>\$ 1,588,392</u>	<u>\$ 1,128,678</u>

The notes to the financial statements are an integral part of the financial statements.

Infrastructure Surtax Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$ 592,564	\$ 5,201,940	\$ 13,843,711
5,462,638	2,127,092	14,148,035
-	267,394	1,055,179
-	32,823	233,405
-	-	36,803
-	52,741	441,613
<u>\$ 6,055,202</u>	<u>\$ 7,681,990</u>	<u>\$ 29,758,746</u>
\$ 248,952	\$ 287,756	\$ 1,255,282
94,938	-	115,835
-	2,717	301,074
-	190,942	220,313
-	-	157,914
<u>343,890</u>	<u>481,415</u>	<u>2,050,418</u>
-	-	67,270
-	24,091	261,476
-	2,620,599	2,620,599
4,556,710	1,986,317	6,543,027
-	-	1,423,536
-	515,487	515,487
-	909,391	2,451,303
-	204,360	204,360
1,154,602	2,951	1,323,354
-	-	1,121,585
-	586,209	586,209
-	351,170	351,170
-	-	1,799,166
-	-	8,439,786
<u>5,711,312</u>	<u>7,200,575</u>	<u>27,641,058</u>
<u>\$ 6,055,202</u>	<u>\$ 7,681,990</u>	<u>\$ 29,758,746</u>



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CITY OF CASSELBERRY, FLORIDA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
September 30, 2019

Total fund balances of governmental funds		\$ 27,641,058
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$96,389,617, and the accumulated depreciation is \$35,089,480		61,300,137
Long term net pension assets are not financial resources, and therefore, are not reported as fund level assets.		985,771
Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in governmental funds.		
Deferred outflows of resources for pensions	925,093	
Deferred outflows of resources for OPEB	69,133	
Deferred inflows of resources for pensions	(1,507,690)	
Deferred inflows of resources for OPEB	<u>(91,749)</u>	(605,213)
Long-term liabilities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities--both current and long-term--are reported in the Statement of Net Position. Long-term liabilities at year-end consist of:		
Notes payable	13,007,579	
Capital lease payable	1,054,862	
Accrued interest payable	103,713	
Other postemployment benefits	670,304	
Net pension liability	1,364,298	
Compensated absences	<u>1,128,352</u>	(17,329,108)
Deferred inflows from federal and state grants recognized as revenue of the current period		<u>67,270</u>
Total net position of governmental activities		<u><u>\$ 72,059,915</u></u>

The notes to the financial statements are an integral part of the financial statements.

CITY OF CASSELBERRY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended September 30, 2019

	<u>General</u>	<u>Stormwater Fund</u>	<u>Community Redevelopment Agency Fund</u>
REVENUES			
Taxes	\$ 8,257,902	\$ -	\$ -
Permits, Fees and Special Assessments	2,383,803	-	-
Intergovernmental Revenues	4,363,172	898,364	680,657
Charges for Services	257,064	2,091,628	-
Fines and Forfeitures	284,338	-	-
Investment Income	210,487	43,365	6,792
Miscellaneous Revenues	414,061	1,012	18,647
Total Revenues	<u>16,170,827</u>	<u>3,034,369</u>	<u>706,096</u>
EXPENDITURES			
Current:			
General Government	2,988,687	-	-
Public Safety	6,561,935	-	-
Physical Environment	212,093	2,762,973	-
Transportation	1,279,385	-	-
Economic Environment	-	-	147,893
Culture and Recreation	2,731,834	-	-
Debt Service:			
Notes Payable Principal Retirement	-	-	-
Capital Lease Principal Retirement	576,954	51,239	-
Interest and Fiscal Charges	66,481	6,386	-
Capital Outlay	-	-	-
Total Expenditures	<u>14,417,369</u>	<u>2,820,598</u>	<u>147,893</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,753,458</u>	<u>213,771</u>	<u>558,203</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers In	2,359,932	-	426,103
Transfers (Out)	(1,648,114)	(718,209)	(190,274)
Proceeds from Sale of Capital Assets	-	-	-
Issuance of Capital Lease	-	-	-
Issuance of Note Payable	1,643,579	-	-
Total Other Financing Sources and (Uses)	<u>2,355,397</u>	<u>(718,209)</u>	<u>235,829</u>
Net Change in Fund Balances	4,108,855	(504,438)	794,032
Fund Balances - Beginning	<u>8,067,782</u>	<u>1,928,294</u>	<u>334,646</u>
Fund Balances - Ending	<u>\$ 12,176,637</u>	<u>\$ 1,423,856</u>	<u>\$ 1,128,678</u>

The notes to the financial statements are an integral part of the financial statements.

Infrastructure Surtax Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ 610,603	\$ 8,868,505
-	1,917,337	4,301,140
1,835,713	126,157	7,904,063
-	1,731,416	4,080,108
-	110,858	395,196
264,808	125,442	650,894
7,178	639,203	1,080,101
<u>2,107,699</u>	<u>5,261,016</u>	<u>27,280,007</u>
-	-	2,988,687
-	950,016	7,511,951
-	1,655,206	4,630,272
2,038,145	834,041	4,151,571
-	-	147,893
-	-	2,731,834
1,024,000	535,000	1,559,000
-	-	628,193
130,721	155,065	358,653
-	578,227	578,227
<u>3,192,866</u>	<u>4,707,555</u>	<u>25,286,281</u>
<u>(1,085,167)</u>	<u>553,461</u>	<u>1,993,726</u>
-	1,521,961	4,307,996
-	(266,974)	(2,823,571)
-	60,732	60,732
-	459,781	459,781
-	-	1,643,579
-	<u>1,775,500</u>	<u>3,648,517</u>
(1,085,167)	2,328,961	5,642,243
<u>6,796,479</u>	<u>4,871,614</u>	<u>21,998,815</u>
<u>\$ 5,711,312</u>	<u>\$ 7,200,575</u>	<u>\$ 27,641,058</u>

CITY OF CASSELBERRY, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For The Year Ended September 30, 2019

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds	\$	5,642,243
<p>Governmental funds report capital purchases as expenditures. However, in the statement of activities, the cost of those assets is depreciated over their estimated useful lives and reported as depreciation and amortization expense. These are the amounts by which capital purchases of (\$5,343,670) exceeds depreciation and amortization of (\$3,245,761) in the current period.</p>		
		2,097,909
<p>The issuance of notes and similar long-term debt provides current financial resources to governmental funds and thus contribute to the change in fund balance. In the statement of net position, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal is an expenditure in the governmental funds, but reduces the liability in the statement of net position. The amounts of the items that make up these differences in the treatment of long-term debt and related items are:</p>		
Issuance of refunding notes and capital lease	\$ (2,103,360)	
Notes payments	1,559,000	
Capital lease payments	<u>628,193</u>	83,833
<p>Under the modified accrual basis of accounting used in governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. These adjustments are as follows:</p>		
Compensated absences	(116,078)	
Accrued interest on long-term debt	<u>12,901</u>	(103,177)
<p>Governmental funds report City pension contributions as expenditures. In the Statement of Activities, the cost of pension benefits earned net of contributions is reported as pension expense.</p>		
Difference between pension contributions and net pension expense		(52,984)
Difference between OPEB contributions and net OPEB expense		(54,945)
<p>Under the modified accrual basis of accounting, grant revenues are recognized when both the measurable and available criteria have been met. Under full accrual accounting, the grant revenues would be recognized when earned.</p>		
Current year revenue recognized under full accrual		67,270
Reversal of prior year revenues already recognized under full accrual		<u>(129,866)</u>
Change in net position of governmental activities	\$	<u><u>7,550,283</u></u>

The notes to the financial statements are an integral part of the financial statements.

CITY OF CASSELBERRY, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUND
September 30, 2019

	Business-type Utility Fund	Nonmajor Other Enterprise - Golf Club Fund	Total
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ 6,026,491	\$ 54,809	\$ 6,081,300
Investments	11,890,231	-	11,890,231
Restricted Cash and Cash Equivalents	1,378,991	-	1,378,991
Accounts Receivable (Net)	2,039,473	-	2,039,473
Due from Other Governments	30,613	-	30,613
Prepaid Items	241	686	927
Inventories	391,308	-	391,308
Deposits	460,853	-	460,853
Total Current Assets	22,218,201	55,495	22,273,696
Noncurrent Assets:			
Noncurrent Restricted Cash and Cash Equivalents	4,073,675	-	4,073,675
Restricted Investments	2,582,397	-	2,582,397
Total Restricted Assets	6,656,072	-	6,656,072
Capital Assets:			
Land	2,205,610	2,216,995	4,422,605
Building and Improvements	77,799,799	193,836	77,993,635
Machinery, Equipment and Vehicles	13,779,939	241,150	14,021,089
Construction in Progress	2,428,336	-	2,428,336
Wastewater Disposal Rights	12,671,427	-	12,671,427
Accumulated Depreciation and Amortization	(51,397,465)	(107,861)	(51,505,326)
Total Capital Assets (Net)	57,487,646	2,544,120	60,031,766
Total Noncurrent Assets	64,143,718	2,544,120	66,687,838
Total Assets	86,361,919	2,599,615	88,961,534
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Contributions for Pensions	8,534	-	8,534
Deferred Outflows for Pensions	85,502	-	85,502
Deferred Outflows for OPEB	21,026	-	21,026
Total Deferred Outflows of Resources	\$ 115,062	\$ -	\$ 115,062

Continued

CITY OF CASSELBERRY, FLORIDA
STATEMENT OF NET POSITION - Continued
PROPRIETARY FUND
September 30, 2019

	Business-type Utility Fund	Nonmajor Other Enterprise - Golf Club Fund	Total
LIABILITIES			
Current Liabilities:			
Accounts Payable	\$ 1,846,408	\$ 50,301	\$ 1,896,709
Retainage Payable	60,839	-	60,839
Accrued Liabilities	76,354	-	76,354
Due to Other Governments	18,075	-	18,075
Compensated Absences Payable	89,426	-	89,426
Current Portion Capital Leases	170,325	43,900	214,225
Current Portion Notes Payable	1,094,044	-	1,094,044
Liabilities Payable from Restricted Assets			
Accrued Interest Payable	71,837	-	71,837
Customer Deposits	1,307,154	-	1,307,154
Advance	-	10,000	10,000
Total Current Liabilities	4,734,462	104,201	4,838,663
Noncurrent Liabilities:			
Noncurrent Portion Compensated Absences	208,660	-	208,660
Other Postemployment Benefits	201,124	-	201,124
Net Pension Liability	316,373	-	316,373
Noncurrent Portion Capital Leases	689,819	49,062	738,881
Noncurrent Portion Notes Payable	3,367,248	-	3,367,248
Total Noncurrent Liabilities	4,783,224	49,062	4,832,286
Total Liabilities	9,517,686	153,263	9,670,949
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows for Pensions	137,873	-	137,873
Deferred Inflows for OPEB	27,530	-	27,530
Total Deferred Inflows of Resources	165,403	-	165,403
NET POSITION			
Net Investment in Capital Assets	51,007,536	2,451,158	53,458,694
Restricted:			
Debt Service	201,326	-	201,326
Capital Projects	6,454,746	-	6,454,746
Unrestricted	19,130,284	(4,806)	19,125,478
Total Net Position	\$ 76,793,892	\$ 2,446,352	\$ 79,240,244

The notes to the financial statements are an integral part of the financial statements.

CITY OF CASSELBERRY, FLORIDA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUND
For the Year Ended September 30, 2019

	Business-type Utility Fund	Nonmajor Other Enterprise - Golf Club Fund	Total
Operating Revenues:			
Charges for Services	\$ 18,924,898	\$ 827,496	\$ 19,752,394
Miscellaneous Revenues	153,047	-	153,047
Total Operating Revenues	<u>19,077,945</u>	<u>827,496</u>	<u>19,905,441</u>
Operating Expenses:			
Administration and Operations	4,287,666	991,005	5,278,671
Water Distribution and Wastewater Collections	1,628,950	-	1,628,950
Wastewater Treatment and Disposal	3,681,036	-	3,681,036
Drinking Water Production	1,102,590	-	1,102,590
Depreciation	3,426,620	29,863	3,456,483
Amortization	316,749	-	316,749
Total Operating Expenses	<u>14,443,611</u>	<u>1,020,868</u>	<u>15,464,479</u>
Operating Income (Loss)	<u>4,634,334</u>	<u>(193,372)</u>	<u>4,440,962</u>
Nonoperating Revenues (Expenses):			
Grants from Other Agencies	323,640	-	323,640
Investment Income	711,372	-	711,372
Interest and Fiscal Charges Expense	(152,722)	(4,237)	(156,959)
Gain on Disposal of Capital Assets	15,436	-	15,436
Total Nonoperating Revenues (Expenses)	<u>897,726</u>	<u>(4,237)</u>	<u>893,489</u>
Income (Loss) Before Transfers and Contributions	5,532,060	(197,609)	5,334,451
Capital Contributions	358,681	-	358,681
Transfers In	-	246,846	246,846
Transfers (Out)	(1,731,271)	-	(1,731,271)
Change in Net Position	4,159,470	49,237	4,208,707
Total Net Position - Beginning	<u>72,634,422</u>	<u>2,397,115</u>	<u>75,031,537</u>
Total Net Position - Ending	<u>\$ 76,793,892</u>	<u>\$ 2,446,352</u>	<u>\$ 79,240,244</u>

The notes to the financial statements are an integral part of the financial statements.

CITY OF CASSELBERRY, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
For The Year Ended September 30, 2019

	Business-type Utility Fund	Nonmajor Other Enterprise - Golf Club Fund	Total
Cash Flows from Operating Activities			
Receipts from Customers and Users	\$ 19,103,779	\$ 827,496	\$ 19,931,275
Payments to Suppliers	(7,025,148)	(997,831)	(8,022,979)
Payments to Employees	(3,608,746)	-	(3,608,746)
Net Cash (Used) Provided by Operating Activities	8,469,885	(170,335)	8,299,550
Cash Flows from Noncapital Financing Activities			
Transfers to Other Funds	(1,731,271)	-	(1,731,271)
Transfers from Other Funds	-	246,846	246,846
Subsidy from Federal/State Grants	323,640	-	323,640
Net Cash (Used) Provided by Noncapital Financing Activities	(1,407,631)	246,846	(1,160,785)
Cash Flows from Capital and Related Financing Activities			
Acquisition/Construction of Capital Assets	(4,712,519)	(120,800)	(4,833,319)
Contributions for Capital Asset Acquisitions	328,068	-	328,068
Proceeds from Capital Lease/Note Payable	38,990	-	38,990
Proceeds from Sale of Assets	15,436	-	15,436
Principal Paid on Capital Leases	(164,740)	(42,608)	(207,348)
Principal Paid on Bonds and Notes	(1,115,572)	-	(1,115,572)
Interest Paid on Capital Debt	(164,867)	(4,237)	(169,104)
Net Cash (Used) Provided by Capital and Related Financing Activities	(5,775,204)	(167,645)	(5,942,849)
Cash Flows from Investing Activities			
Purchase of Investments	(591,611)	-	(591,611)
Interest Revenues Received	711,372	-	711,372
Net Cash (Used) Provided by Investing Activities	119,761	-	119,761
Net Increase(Decrease) in Cash and Cash Equivalents	1,406,811	(91,134)	1,315,677
Cash and Cash Equivalents at Beginning of Year	10,072,346	145,943	10,218,289
Cash and Cash Equivalents at End of Year	\$ 11,479,157	\$ 54,809	\$ 11,533,966
Cash and Cash Equivalents Classified As:			
Unrestricted Assets	\$ 6,026,491	\$ 54,809	\$ 6,081,300
Restricted Assets	5,452,666	-	5,452,666
Total Cash and Cash Equivalents	\$ 11,479,157	\$ 54,809	\$ 11,533,966

Continued

CITY OF CASSELBERRY, FLORIDA
STATEMENT OF CASH FLOWS - Continued
PROPRIETARY FUND
For The Year Ended September 30, 2019

	Business-type Utility Fund	Nonmajor Other Enterprise - Golf Club Fund	Total
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities			
Operating Income (Loss)	\$ 4,634,334	\$ (193,372)	\$ 4,440,962
Depreciation	3,426,620	29,863	3,456,483
Amortization	316,749	-	316,749
Change in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	78,325	-	78,325
(Increase) Decrease in Inventories	(2,200)	-	(2,200)
(Increase) Decrease in Prepaid Items	254	(686)	(432)
(Increase) Decrease in City of Orlando Iron Bridge Deposit	(215,259)	-	(215,259)
(Increase) Decrease in Deposits	-	-	-
(Increase) Decrease in Deferred Outflows of Resources	(7,392)	-	(7,392)
Increase (Decrease) in Accounts Payable	21,343	(6,140)	15,203
Increase (Decrease) in Compensated Absences	42,793	-	42,793
Increase (Decrease) in Due to Other Governments	240	-	240
Increase (Decrease) in Accrued Liabilities	10,532	-	10,532
Increase (Decrease) in Other Postemployment Benefits	8,076	-	8,076
Increase (Decrease) in Net Pension Liability	29,723	-	29,723
Increase (Decrease) in Deferred Inflows of Resources	(37,021)	-	(37,021)
Increase (Decrease) in Customer Deposits/Advance	162,768	-	162,768
Total Adjustments	3,835,551	23,037	3,858,588
Net Cash (Used) Provided by Operating Activities	\$ 8,469,885	\$ (170,335)	\$ 8,299,550

The notes to the financial statements are an integral part of the financial statements.

CITY OF CASSELBERRY, FLORIDA
STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUND
September 30, 2019

ASSETS

Cash and Cash Equivalents:	
Short Term Investments	\$ 594,845
Total Cash and Cash Equivalents	594,845
Receivables:	
Contributions in Transit	14,220
Investment Income	25,065
Total Receivables	39,285
Investments:	
Mutual Funds:	
Fixed Income	7,322,588
Equity Funds	17,039,250
Real Estate	2,527,859
Total Investments	26,889,697
Total Assets	27,523,827

LIABILITIES

Payables:	
Investment Expenses	6,125
Administrative Expenses	6,397
Total Liabilities	12,522

NET POSITION RESTRICTED FOR PENSIONS	\$ 27,511,305
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The notes to the financial statements are an integral part of the financial statements.

CITY OF CASSELBERRY, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUND
For the Year Ended September 30, 2019

ADDITIONS

Contributions:	
City	\$ 603,343
State	364,457
Employee	<u>141,765</u>
Total Contributions	<u>1,109,565</u>
Investment Income:	
Net (Decrease) in Fair Value of Investments	(456,682)
Interest and Dividends	1,476,933
Less Investment Expense*	<u>(27,500)</u>
Net Investment Gain (Loss)	<u>992,751</u>
Total Additions	<u>2,102,316</u>

DEDUCTIONS

Benefits Paid to Participants	390,389
Refunds of Member Contributions	10,602
Administrative Expense	<u>69,478</u>
Total Deductions	<u>470,469</u>
Net Increase in Net Position	1,631,847

Net Position Restricted for Pensions

Beginning of Year	<u>25,879,458</u>
End of Year	<u>\$ 27,511,305</u>

*Investment related expenses include investment advisory, custodial and performance monitoring fees.

The notes to the financial statements are an integral part of the financial statements.



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CITY OF CASSELBERRY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2019

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CITY OF CASSELBERRY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2019

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NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Casselberry, Florida (the “City”) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

A. The Reporting Entity

The City was created under general law pursuant to voters' referendum held on October 30, 1940. The most recent amendments to the City Charter were adopted by way of voters' referendum held on August 14, 2016. The legislative branch of the City is composed of a five (5) member elected Commission, including a City-wide elected Mayor. The City Commission is governed by the City Charter, and by state and local laws and regulations. The City Commission is responsible for the establishment and adoption of policy. The execution of such policy is the responsibility of the Commission-appointed City Manager.

The accompanying financial statements present the City and its component unit, an entity for which the City is considered to be financially accountable. A blended component unit, although legally separate, is in substance, part of the City's operations. The City has only one blended component unit, the Community Redevelopment Agency (the “CRA”). The CRA is an incremental tax district established in accordance with Florida Statutes Chapter 163 to finance and redevelop the City's designated redevelopment areas. Even though the CRA is a legally separate entity, it is reported as if it were part of the City because the City commission also serves as the CRA Board. Acting as the City Commission, The Commission reviews and approves the CRA's budget, provides funding, and performs all accounting functions for the CRA. The CRA's services benefit the City by supporting the City's redevelopment in the designated community redevelopment areas. The CRA has been presented as a blended component unit classified as a special revenue fund. The City has no discretely presented component units.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government and its component unit. The effect of interfund activity has been removed from these statements where the transfers between funds are incorporated into the same activities column. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. The Statement of Activities demonstrates the degree to which the direct expenses and indirect costs of a given function, or segment, are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Indirect expenses* are those costs that are allocated to functions and activities in accordance with the City's adopted indirect cost allocation plan. The “Expenses” column includes both direct and indirect expenses. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, the enterprise fund, and the pension trust fund. The pension trust fund is excluded from the government-wide financial statements. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

1. Government-wide Financial Statements

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as *program revenues* include: 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

2. Fund Financial Statements

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 collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government 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. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise fees, licenses, and interest 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 and available only when cash is received by the City.

The City reports the following major governmental funds:

- The *General Fund* is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The *Community Redevelopment Agency*, a special revenue fund, accounts for the County's portion of tax increment revenues restricted for expenditures for the City's Community Redevelopment Area.
- The *Infrastructure Surtax Fund*, a special revenue fund, accounts for the infrastructure surtax revenues and expenditures for transportation improvements.
- The *Stormwater Fund*, a special revenue fund, accounts for the resources and expenditures for stormwater and lakes management.

The City reports the Utility Fund as a major enterprise fund. An enterprise fund may be used to report any activity for which a fee is charged to external users for goods or services.

- The *Utility Fund*, accounts for the fiscal activities of the City's water and sewer treatment and distribution operations as well as the funding and payment of related debt.

Additionally, the City reports the following non-major fund types:

- *Special Revenue Funds* account for the proceeds of specific revenue sources that are legally restricted or committed to expenditure for specified purposes.
- The *Debt Service Fund* accounts for the accumulation of resources for, and the payment of, governmental long-term debt principal and interest.
- *Capital Projects Funds* account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds), vehicles, or equipment.
- The *Golf Club Fund* accounts for the activities of the Casselberry Golf Club.
- The *Pension Trust Fund*, a fiduciary fund, accounts for the activities of the City's Police Officers' and Firefighters' Pension Plan, which accumulates resources for pension benefit payments to qualified police and fire employees.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's enterprise funds are charges to customers for sales and services. Operating expenses for the enterprise fund include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, and then unrestricted resources, as they are needed for their intended purposes. For unrestricted resources, the City considers that committed amounts would be reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

D. Budgetary Requirements

The following procedures are used to establish the budgetary data reflected in the financial statements:

- 1) No later than August 1 of each year, the City Manager submits to the City Commission a proposed operating budget for the fiscal year commencing the following October 1.
- 2) Public hearings are held to obtain taxpayer comments.
- 3) Prior to October 1, the budget is legally enacted through the passage of a resolution.
- 4) Budgets are legally adopted and formal budgetary integration is employed as a management control device during the year for the General Fund, the Debt Service fund, all capital projects funds, and all special revenue funds except for the Justice Equity Sharing DEA and Police and Firefighters Premium Tax Trust Fund. The budget adopted for the enterprise fund is derived in compliance with bond covenants. The pension trust fund is not budgeted.
- 5) Budgets for the governmental funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). The budget for the enterprise fund is adopted on a non-GAAP basis to reflect budget versus actual information related to "operations and maintenance" as defined in bond covenants.
- 6) The City Manager is authorized to transfer part or all of an unencumbered appropriation balance between departments within a fund; however, any revisions that alter the total appropriations of any fund must be approved by the City Commission. The classification detail at which expenditures may not legally exceed appropriations is at the total fund level. During the fiscal year ended, various appropriations were approved in accordance with this policy. Budgeted amounts shown in the financial statements are as originally adopted and as further amended. However, amendments were nominal and did not significantly change the originally adopted budget.
- 7) Appropriations lapse at the close of the fiscal year.

E. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, demand deposits, certificates of deposit, money market accounts, savings accounts, investments in the State Board of Administration (SBA) Florida PRIME, and highly liquid investments (including restricted assets) with a maturity of twelve months or less when purchased.

F. Investments

Investments are stated at fair value, with the exception of investments in the SBA Florida PRIME. The Florida PRIME is an external investment pool which is presented at share price. All fair valuations are based on quoted market prices. Florida PRIME pool shares are based on amortized cost, which approximates fair value, of the Florida PRIME's underlying portfolio. The Florida PRIME is not a registrant with the Securities and Exchange Commission. The Office of the Auditor General of the State of Florida performs the operational audit of the activities and investments of the Florida PRIME.

G. Receivables

Property Taxes Receivable

Under Florida law, the assessment of all properties and the collection of all county, municipal and school board property taxes are consolidated in the offices of the Seminole County Property Appraiser and Seminole County Tax Collector. The laws of the State regulating tax assessments are also designed to assure a consistent property valuation method statewide. State Statutes permit municipalities to levy property taxes at a rate of up to 10 mills. The City's millage for 2019 was 3.0519 mills.

All real and tangible personal property taxes are due and payable on the levy date of November 1 of each year or as soon thereafter as the assessment roll is certified by the Seminole County Property Appraiser (levy date). Seminole County (the "County") mails to each property owner on the assessment roll a notice of the taxes due and the County also collects the taxes for the City. Taxes may be paid upon receipt of such notice from the County, with discounts at the rate of four percent (4%) if paid in the month of November, three percent (3%) if paid in the month of December, two percent (2%) if paid in the month of January, and one percent (1%) if paid in the month of February. Taxes paid during the month of March are without discount and all unpaid taxes on real and tangible property become delinquent on April 1 (the lien date) of the year following the year in which taxes were assessed. Procedures for collecting delinquent taxes, including applicable tax certificate sales, are provided for by the Laws of Florida.

Accounts Receivable

Utility System Fund operating revenues are generally recognized on the basis of cycle billings rendered monthly. Revenues for services delivered during the last month of the fiscal year that have not been read by September 30 are accrued based on meter readings for the applicable consumption taken at the beginning of October and billed in October.

Special Assessments Receivable

Special assessments receivable are recorded at the time the related project is completed and are secured by liens on the property benefited. Revenue in governmental funds is deferred until such time it becomes an available resource. Special assessment revenues are recorded in the government-wide and enterprise fund financial statements when earned.

H. Inventories

Inventories are valued at average price, which approximates market value, using the weighted average method. Inventories are recorded as expenditures when consumed rather than when purchased.

I. Prepays

Prepays represent payments made to vendors for services that will benefit beyond September 30, 2019. These payments are recorded as expenditures or expenses when consumed rather than when purchased.

J. Restricted Assets

The uses of certain assets of the Utility System Enterprise Fund are restricted by specific provisions of bond resolutions and other agreements. Assets so designated are identified as restricted assets on the statement of net position.

K. Capital Assets

Capital assets include property, plant, equipment, software, wastewater rights, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), and are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Property, plant, equipment and intangibles with initial, individual costs that equal or exceed \$5,000 and estimated useful lives of over one year are recorded as capital assets. Personal computers and related hardware valued under \$5,000 are manually tracked by the Information Technology division. Roads, bridges, water/sewer lines, and sidewalks are capitalized when their

initial costs equal or exceed \$25,000 and possess estimated useful lives of more than five years. Capital assets are recorded at historical cost or estimated historical cost if constructed. Donated capital assets are recorded at acquisition value at the date of donation. Major outlays for capital assets and improvements are capitalized upon substantial completion of construction. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

The City has entered into agreements with nearby utilities for the right to dispose of specified wastewater flows. These agreements require payment of capital costs which have been recorded as capital assets and are being amortized, using the straight-line method over 40 years (maximum life for an intangible asset).

Capital assets are depreciated or amortized using the straight-line method. The estimated useful lives for buildings and improvements is 25 years, utility system and infrastructure ranges from 25-40 years, equipment ranges from 5-10 years, software is 3 years, and vehicles range from 5-7 years.

L. Amortization of Bond Discounts and Premiums

In the Utility Fund, bond discounts and premiums are amortized over the life of the bonds using the effective interest method. In the governmental funds, these costs are recorded as other sources or uses when bonds are issued. Issuance costs are expensed at the time of debt issuance.

M. Compensated Absences

It is the City's policy to grant employees annual leave based upon the number of years of employment with the City. Annual leave may be used as time off or accrued up to a maximum of 300 hours. Upon termination in good standing, the employee can receive a cash benefit for the number of hours accrued at the employee's current wage rate. Additionally, employees are paid for sick hours at a rate of 25% of the hourly wage upon termination. Compensated time is paid at a rate of 100% of the current hourly wage for the balance of compensated hours on hand at time of termination. The City records compensated absences in governmental funds, only if they have matured, as expenditures for the amount accrued during the year that would normally be liquidated with expendable, available financial resources. The City accrues compensated absences in the period they are earned in the government-wide and enterprise fund financial statements.

N. Other Postemployment Benefits

It is the City's policy to allow retirees to participate in its employee health and life insurance programs. The City accrues an other postemployment benefit (OPEB) liability for the cost of providing those benefits in the government-wide and enterprise fund financial statements based on actuarial measurement annually.

O. Net Pension Liability

In the government-wide and proprietary statements, net pension liability represents the present value of projected benefit payments to be provided through the cost-sharing defined benefit pension plans to current active and inactive employees that is attributed to those employees' past periods of service (total pension liability), less the amount of the pension plan's fiduciary net position. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pension plans, pension expense, information about the fiduciary net position, and additions to/deductions from fiduciary net position have been determined on the same basis as they are reported by the plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. The City allocated the net pension liability, deferred outflows for pensions, deferred inflows for pensions, and pension expense to funds and functions/activities based on their respective contributions made to the pension plans during the measurement year.

P. Advanced Revenues

Advanced revenues consist primarily of advanced grant revenues, business licenses collected in advance for fiscal year 2020, and permit revenues collected that are refundable up until the time building projects are started.

Q. Deferred Inflows of Resources/Deferred Outflows of Resources

In addition to assets and liabilities, the City reports the financial statement elements of deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources represent a consumption of net position that applies to future periods and will not be recognized as an outflow of resources (expenditure or expense) until that applicable time. Deferred inflows of resources represent an acquisition of net position that applies to future periods and will not be recognized as an inflow of resources (revenue) until that applicable time.

The City reports three items that qualify as deferred outflows of resources on its government-wide and proprietary statements of net position- deferred outflows for pensions, deferred contribution for pensions and deferred outflows for OPEB. The deferred outflows for pension are an aggregate of items related to pensions as calculated in accordance with GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. The deferred outflows for pensions will be recognized as pension expense or a reduction of the net pension liability in future reporting years. The deferred outflows for OPEB represent contributions toward OPEB cost by the City that will offset the total OPEB liability in future reporting years.

The City reports two items that qualify as deferred inflows of resources on its government-wide and proprietary statements of net position - deferred inflows for pensions and deferred inflows for OPEB. The deferred inflows for pension and deferred inflows for OPEB are an aggregate of items related to pensions/OPEB as calculated under the same principles as deferred outflows for pensions/OPEB, and will be recognized as a reduction to pension/OPEB expense in future reporting years.

The City reports one item that qualifies as deferred inflow of resources on the governmental balance sheet. The deferred inflow of resources for unavailable grant reimbursements represents grant revenues for which the earning process is complete but the revenue was not received within the City's revenue recognition period.

R. Capital Contributions

Capital contributions consist primarily of donations from federal and state aid programs, developers, and water and sewer stabilization fees charged to customers for initial hookup to the Utility System's water and sewer lines. Contributions are recognized when earned or when legal title is transferred to the City for contributed capital assets.

S. Fund Balances

The City has classified governmental fund balances as follows:

- Nonspendable Fund Balance - represents fund balance that is (a) not in a spendable form, such as prepaid items and inventory, or (b) legally or contractually required to be maintained intact, such as an endowment.
- Restricted Fund Balance - consists of amounts that can be spent only on the specific purposes stipulated by law or by the external providers of those resources such as local option gas taxes and 29% of the municipal state revenue sharing. In addition \$2,002,859 is restricted due to enabling legislation.
- Committed Fund Balance - self-imposed limitations set in place prior to the end of the fiscal period. These amounts can be used only for the specific purposes determined by a formal action of the City Commission, which is the highest level of decision-making authority, and that require the same level of formal action to remove the constraint. The City Commission can establish, modify or rescind committed fund balance through the formal approval of an ordinance.
- Assigned Fund Balance - amounts that are subject to a purpose constraint that represents an intended use established by the City Commission or by their designated body or official. The City Commission has not formally delegated the authority to assign fund balance to any individual or position at this time. The purpose of the assignment must be narrower than the purpose of the General Fund. Formal action is *not* necessary to impose, remove, or modify a constraint in Assigned Fund Balance. Additionally, this category is used to reflect the appropriation of a portion of existing fund balance to eliminate a projected deficit in the subsequent year's budget.

- Unassigned Fund Balance - includes all spendable amounts not contained within the other classifications of the General Fund, and any deficit fund balance of the other governmental funds.

The City adopted a policy that sets aside funds for the purpose of maintaining sufficient working capital. This is approximately equal to two to three months of operating expenses or 25% of the operating budget. The 25% reserve is calculated as a percentage of normal operating expenses not inclusive of debt service, capital outlay and other financing uses. This amount is needed to cover short-term cash flow variations, economic downturns, and emergencies. As part of the annual budget process, the City Commission may also approve an amount to be set aside for a catastrophic event or unforeseen losses through insurance or litigation.

T. Net Position Restricted by Enabling Legislation

In the government-wide financial statements, governmental activities report restricted net position of \$9,400,516 of which management has determined \$2,002,859 is restricted by enabling legislation and is reported as restricted for building code enforcement.

NOTE 2 – DEPOSITS AND INVESTMENTS

Governmental and Business-type Activities Deposits and Investments

At September 30, 2019, the City's carrying value of cash and cash equivalents totaled \$25,377,676, while the bank balance was \$25,394,230. The City's cash deposits are held by a bank that qualifies as a public depository under the Florida Security for Public Deposits Act as required by Chapter 280, Florida Statutes and are fully insured by the Public Deposits Trust Fund. Additionally, funds are placed with the State Board of Administration (SBA) for participation in the Local Government Surplus Funds Trust Fund (Florida Prime Investment Pool), created by Section 2018.405, Florida Statutes. This investment pool operates under investment guidelines established by Section 215.47, Florida Statutes.

The City utilizes a pooled investment model for all City funds to maximize its investment program. Investment from this internal pool is allocated to the respective funds based upon the resources invested. As of September 30, 2019, the carrying value of investments includes accrued interest of \$129,141. City Charter, Florida Statutes, bond covenants, and other legal and contractual provisions govern the City's investment policy. Allowable investments include direct obligations of the US Treasury and Federal agencies, corporate debt obligations, local government surplus funds trust fund (Florida PRIME), mortgage asset backed securities, certificates of deposit, repurchase agreements, banker's acceptances, prime commercial paper, collateralized mortgage obligations, fixed income, or money market mutual trust funds. Investments are stated at fair value and amortized cost. Deposits and investments of the Pension Trust Fund are held separately from those of other City funds and an independent investment manager and custodial bank handles all such investments.

	<u>Carrying Value</u>
Governmental & Business-type Activities:	
Cash and Cash Equivalents	\$ 25,377,676
Local Government Surplus Funds Trust	1,887,898
Investment Accounts	<u>26,732,766</u>
Total Governmental & Business-type Activities:	53,998,340
Pension Trust Funds:	
Short-Term Investments	594,845
Mutual Funds - Fixed Income	7,322,588
Mutual Funds - Equity	17,039,250
Real Estate	<u>2,527,859</u>
Total Pension Trust Funds	<u>27,484,542</u>
Total Primary Government	<u>\$ 81,482,882</u>

Classified as:

	<u>Carrying Value</u>
Government-Wide Statement of Net Position	
Cash and Cash Equivalents	\$ 19,925,011
Investments	16,637,750
Restricted Cash and Cash Equivalents	17,435,579
Statement of Fiduciary Net Position:	
Cash and Cash Equivalents	594,845
Investments	<u>26,889,697</u>
Total Primary Government	<u>\$ 81,482,882</u>

The City categorizes its fair value measurements in accordance with GASB 72 Fair Value Hierarchy. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets that the government can access at the measurement date; level 2 inputs are significant other observable inputs other than quoted prices that are observable for the asset, either directly or indirectly; level 3 inputs are significant unobservable inputs. The City uses quoted prices provided by its third party custodian, Salem Trust. The City has the following fair value measurements and input levels as of September 30, 2019:

CITY OF CASSELBERRY, FLORIDA
NOTES TO FINANCIAL STATEMENTS - Continued
September 30, 2019

- Short-term investments and US Government Obligations of \$11,856,686 using quote market prices (Level 1 inputs)
- Corporate bonds of \$14,746,938 are valued using a matrix pricing model (level 2 inputs)

Local Government Investment Pools

The City's investments in the Florida Prime Investment Pool are similar to money market funds in which units are owned in the fund rather than the underlying investments. These investments are reported at amortized cost and meet the requirements of GASB Statement No. 31, as amended by GASB Statement No. 79 *Certain External Investment Pools and Pool Participants*, which establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost for financial reporting purposes. There are no limitations or restrictions on withdrawals from the Florida Prime Investment Pool; although in the occurrence of an event that has a material impact on liquidity or operations of the trust fund, the fund's executive director may limit contributions to or withdrawals from the trust fund for a period of 48 hours.

As of September 30, 2019, the City's governmental and business-type investment portfolio is composed of the following instruments:

Casselberry Investment Portfolio		Weighted	S & P	Fair Value
Investment Type	Fair Value	Average	Credit	Measurement
	at 9/30/19	Maturity	Rating	Level
		(Years)		
US Treasury Notes/Bonds	\$ 1,935,696		TSY	1
Corporate Debt	246,682		A-	2
Corporate Debt	582,284		A	2
Corporate Debt	390,102		A+	2
Corporate Debt	283,971		AA-	2
Corporate Debt	57,368		AA	2
Corporate Debt	74,578		AA+	2
Corporate Debt	1,233,410		AAA	2
Total Investment Portfolio	\$ 4,804,091	2.87		

Casselberry Operating Portfolio		Weighted	S & P	Fair Value
Investment Type	Fair Value	Average	Credit	Measurement
	at 9/30/19	Maturity	Rating	Level
		(Years)		
US Treasury Notes/Bonds	\$ 9,820,222		TSY	1
Corporate Debt	1,057,190		A-	2
Corporate Debt	2,423,223		A	2
Corporate Debt	1,045,312		A+	2
Corporate Debt	1,175,976		AA-	2
Corporate Debt	617,684		AA	2
Corporate Debt	130,664		AA+	2
Corporate Debt	5,428,494		AAA	2
Total Operating Portfolio	\$ 21,698,765	1.97		

Investments Measured at Amortized Cost	
SBA - Florida Prime	\$ 1,887,898
Total Investments	\$ 28,390,754

Interest Rate Risk: In accordance with its investment policy, the City manages its exposure to declines in fair values by limiting the weighted average maturity of its liquid reserves investment portfolio to no longer than 2.5 years and its investment reserves portfolio to no longer than 3.5 years. Risks of market price volatility are controlled through maturity diversification such that aggregate price losses on instruments with maturities exceeding one year shall be no greater than coupon interest and investment income received from the balance of the portfolio. The portfolio is structured so that investments mature to meet the City's cash needs for ongoing operations. Liquidity is assured through practices that ensure that the City's next disbursement date and payroll are covered through maturing investments or marketable US Treasury bills. The reserve portfolio must remain highly liquid with an average maturity of AA- or higher.

Credit Risk: The City's investment policy limits the minimum credit quality of its investments, as rated by nationally recognized statistical rating organizations (NRSRO). The City primarily invests in government and corporate bonds, US Treasury Obligations, and certificates of deposit or mutual funds. Unrated investments are typically IA Agency backed securities.

Custodial Risk: For an investment, this is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. To avoid custodial credit risk, it is the City's policy to have its investments held at a third party custodian in the City's name.

Concentration of Credit Risk: To mitigate concentration of credit risk, the City diversifies its investments to an extent that is practical given the safety of investments and associated return, in compliance with its investment policy. Specific limitations as to the percentage of the portfolio and length of the maturity for each type of investment are addressed in the policy.

Police Officer and Firefighters Pension Plan (POFPP) Investments

The City's Police Officers' and Firefighters' Pension Plan categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices; level 2 inputs are significant other observable inputs; level 3 inputs are significant unobservable inputs.

The following is a summary of the City's POFPP Trust investments at September 30, 2019:

	Officers' and Firefighters' Pension Fair Value	Weighted Average Maturity (Years)	Credit Rating	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Unobservable Inputs (Level 3)
Investments by Fair Value Level					
Real Estate	\$ 2,527,859	N/A		\$ 2,527,859	\$ 2,527,859
Mutual Funds - Fixed Income	7,322,588	N/A	N/A	7,322,588	
Mutual Funds - Equity	17,039,250	N/A	N/A	17,039,250	
Total Investments by Fair Value Level	<u>\$ 26,889,697</u>			<u>\$ 24,361,838</u>	<u>\$ 2,527,859</u>

Interest Rate Risk: To mitigate interest rate risk from declines in fair value, the POFPP's investment policy requires that the investment portfolio structure maturities so that the weighted average maturity is less than 10 years.

Credit Risk and Concentration of Credit Risk: In order to provide for a diversified portfolio, the Pension Board of Trustees engages several investment management firms who are responsible for the assets and allocation of their mandate only, and are provided specific performance objectives and investment criteria. Allowable investments include investments in equity, fixed income, Treasury Inflation Protection Securities (TIPS), real estate and other alternatives. In order to maintain a balanced portfolio, the allocation of assets are targeted at not more than 5% in common stock, capital stock or convertible stock of any one issuing company. Fixed income investments issued to any single corporation shall not exceed 3% of the total fund and all investments and shall have a minimum rating of investment grade or higher by at least one major credit rating agency. Money market

CITY OF CASSELBERRY, FLORIDA
NOTES TO FINANCIAL STATEMENTS - Continued
September 30, 2019

funds shall have a minimum rating of S&P's A1 or Moody's P1. Foreign securities are limited to fully and easily negotiable securities with no qualitative guidelines with regard to equity rating, etc., except that prudent standards shall be developed and maintained by the manager.

Pooled funds may include mutual funds, commingled funds, exchange-traded funds, limited partnerships and private equity. Investments in a pooled fund require the Pension Board to adopt the prospectus or governing policy of that fund. Investments in corporate common stock and convertible bonds shall not exceed 70% of the total POFPP assets. Foreign securities may not exceed 25% of the value at market of the POFPP fund.

Custodial Risk: The POFPP assets are held by a third party and all securities are properly designated as an asset of the POFPP. Securities transactions between a broker-dealer and the custodian involving purchase or sale of securities by transfer of money or securities must be made on a "delivery vs. payment method" to ensure that the custodian will have the security or money, as appropriate, in hand at the conclusion of the transaction.

Foreign Currency Risk: Foreign currency risk is controlled by ensuring that all international investments are purchased with U.S. dollars. The Casselberry Police Officers' and Firefighters' Pension plan was not exposed to foreign currency risk during the fiscal year ended September 30, 2019.

Additional information regarding the City's pension investments not disclosed in this section may be found in Note 10.

CITY OF CASSELBERRY, FLORIDA
NOTES TO FINANCIAL STATEMENTS - Continued
September 30, 2019

NOTE 3 – RECEIVABLES

The following is a detail listing of receivables for the City’s individual major funds and the aggregate of nonmajor funds, including the applicable allowances for uncollectible accounts at September 30, 2019:

Description	General	Stormwater	Utility System	NonMajor Funds	Total
Accounts	\$ 492,295	\$ 295,490	\$ 1,440,512	\$ 267,394	\$ 2,495,691
Unbilled receivables	-	-	656,728	-	656,728
Allowance for uncollectible	-	-	(57,767)	-	(57,767)
Total Receivables (Net)	\$ 492,295	\$ 295,490	\$ 2,039,473	\$ 267,394	\$ 3,094,652

NOTE 4 – INTERFUND ACCOUNTS

Interfund Transfers

Individual interfund transfers at September 30, 2019 are:

	Transfers In	Transfers Out	Purpose
Major Funds:			
General Fund	\$ 2,359,932	\$ 1,648,114	Transfer to cover receipts and expenditures Transfer for capital project and administrative costs
Stormwater Fund	-	718,209	
Community Redevelopment Agency	426,103	190,274	Transfer for administrative costs Transfer for capital project and payment to general fund for franchise fee
Utility Fund	-	1,731,271	
NonMajor Governmental Funds:			
Special Revenue Funds	12,200	266,974	Transfer for administrative costs
Debt Service Fund	689,566	-	To fund current year debt service payments
Capital Projects Funds	820,195	-	To fund capital projects and equipment
Golf Club Enterprise Fund	246,846	-	Transfer to cover operations
Total Interfund Transfers	\$ 4,554,842	\$ 4,554,842	

NOTE 5 – UTILITY RESTRICTED ASSETS

The use of certain Utility Fund assets is restricted by specific provisions of bond resolutions. The City also restricts funds available for repayment of customer deposits and amounts required to be placed in special construction accounts. Restricted assets of the Utility System at September 30, 2019 are as follows:

Accounts Description:	Cash and Cash Equivalents	Investments	Restriction
Capital improvements	\$ 3,940,221	\$ 2,582,397	Restricted fees
Customer deposits	1,311,119	-	Deposit liability
State revolving loan escrow	201,326	-	Debt liability
Total Restricted Assets - Business-type Activities	\$ 5,452,666	\$ 2,582,397	

NOTE 6 – CAPITAL ASSETS

A. Net Capital Assets

The following is a summary of net capital assets as shown on the government-wide statement of net position:

	Governmental	Business-type	Total
	Activities	Activities	
Land	\$ 16,908,702	\$ 4,422,605	\$ 21,331,307
Construction in Progress	3,669,148	2,428,336	6,097,484
Buildings and Improvements	14,102,702	77,993,635	92,096,337
Machinery, Equipment and Vehicles	9,332,130	14,021,089	23,353,219
Software	96,011	-	96,011
Infrastructure	52,280,924	-	52,280,924
Wastewater Disposal Rights	-	12,671,427	12,671,427
Total Capital Assets	96,389,617	111,537,092	207,926,709
Less: Accumulated Depreciation and Amortization	(35,089,480)	(51,505,326)	(86,594,806)
Capital Assets, Net	\$ 61,300,137	\$ 60,031,766	\$ 121,331,903

CITY OF CASSELBERRY, FLORIDA
NOTES TO FINANCIAL STATEMENTS - Continued
September 30, 2019

B. Changes in Capital Assets

The following show the changes in the City's capital assets by governmental activities and business-type activities. Also shown is a summary of depreciation and amortization expense by function and major activity:

Governmental Activities	Beginning			Ending
	Balance	Increases	Decreases	Balance
	10/01/2018			9/30/2019
Capital Assets, Not Being Depreciated:				
Land	\$ 16,325,990	\$ 582,712	\$ -	\$ 16,908,702
Construction In Progress	981,052	4,275,280	(1,587,184)	3,669,148
Total Capital Assets, Not Being Depreciated	<u>17,307,042</u>	<u>4,857,992</u>	<u>(1,587,184)</u>	<u>20,577,850</u>
Capital Assets, Being Depreciated and Amortized:				
Buildings	6,683,093	145,434	-	6,828,527
Improvements other than buildings	7,274,175	-	-	7,274,175
Equipment	5,539,606	259,556	(471,557)	5,327,605
Software	104,882	-	(8,871)	96,011
Vehicles	3,920,263	498,418	(414,156)	4,004,525
Infrastructure	51,111,470	1,169,454	-	52,280,924
Total Capital Assets Being Depreciated and Amortized	<u>74,633,489</u>	<u>2,072,862</u>	<u>(894,584)</u>	<u>75,811,767</u>
Less Accumulated Depreciation and Amortization For:				
Buildings	(5,592,273)	(200,713)	-	(5,792,986)
Improvements other than buildings	(3,434,577)	(759,724) *	-	(4,194,301)
Equipment	(4,206,307)	(349,067)	471,557	(4,083,817)
Software	(104,882)	-	8,871	(96,011)
Vehicles	(2,605,865)	(368,002)	414,156	(2,559,711)
Infrastructure	(16,794,399)	(1,568,255) *	-	(18,362,654)
Total Accumulated Depreciation and Amortization	<u>(32,738,303)</u>	<u>(3,245,761)</u>	<u>894,584</u>	<u>(35,089,480)</u>
Total Capital Assets, Being Depreciated and Amortized, Net	<u>41,895,186</u>	<u>(1,172,899)</u>	<u>-</u>	<u>40,722,287</u>
Governmental Activities Capital Assets, Net	<u>\$ 59,202,228</u>	<u>\$ 3,685,093</u>	<u>\$ (1,587,184)</u>	<u>\$ 61,300,137</u>

Depreciation and Amortization Expense By Function for Governmental Activities

General Government	\$ 157,214
Public Safety	422,110
Physical Environment	1,034,118
Transportation	1,043,105
Culture/Recreation	589,214
Total Governmental Activities	<u>\$ 3,245,761</u>

CITY OF CASSELBERRY, FLORIDA
NOTES TO FINANCIAL STATEMENTS - Continued
September 30, 2019

Business-type Activities	Beginning Balance 10/1/2018	Increases	Decreases	Ending Balance 9/30/2019
Capital Assets, Not Being Depreciated:				
Land	\$ 4,422,605	\$ -	\$ -	\$ 4,422,605
Construction In Progress	812,273	3,756,057	(2,139,994)	2,428,336
Total Capital Assets, Not Being Depreciated	5,234,878	3,756,057	(2,139,994)	6,850,941
Capital Assets, Being Depreciated and Amortized:				
Buildings and Improvements	76,092,633	1,904,054	(3,052)	77,993,635
Machinery, Equipment and Vehicles	11,982,669	2,095,262	(56,842)	14,021,089
Wastewater Disposal Rights	12,285,615	385,812	-	12,671,427
Total Capital Assets Being Depreciated and Amortized	100,360,917	4,385,128	(59,894)	104,686,151
Less Accumulated Depreciation and Amortization For:				
Buildings and Improvements	(35,847,761)	(2,720,307)	3,052	(38,565,016)
Machinery, Equipment and Vehicles	(5,444,169)	(736,174)	56,842	(6,123,501)
Wastewater Disposal Rights	(6,500,060)	(316,749)	-	(6,816,809)
Total Accumulated Depreciation and Amortization	(47,791,990)	(3,773,230)	59,894	(51,505,326)
Total Capital Assets, Being Depreciated and Amortized, Net	52,568,927	611,898	-	53,180,825
Business-type Activities Capital Assets, Net	\$ 57,803,805	\$ 4,367,955	\$ (2,139,994)	\$ 60,031,766

*In 2019 Depreciation expense increased due to the adjustment of asset useful lives to comply with capital asset policy.

Depreciation and amortization expense for Business type activities by function/program is as follows:

Utility System	\$3,743,367
Golf Course	29,863
	<u>\$3,773,230</u>

C. Construction Commitments

Project (with commitments > \$100,000)	Remaining Commitment
Seminola Force Main Replacement	\$ 846,583
Casselton Drive Improvements	603,365
Queens Mirror Nutrient Reduction	114,066
Public Works Compound	702,124
Wilshire Drive Force Main Replacement	394,653
Lake Kathryn Complete Street Improvements	293,926
Various Gravity Sewer Linings	411,930
Sausalito Shores Privacy Wall	1,468,145
Howell Park Plant Rehabilitation	2,910,591
Total	\$ 7,745,383

CITY OF CASSELBERRY, FLORIDA
NOTES TO FINANCIAL STATEMENTS - Continued
September 30, 2019

NOTE 7 – LONG-TERM LIABILITIES

A. Schedule of Changes in Long-Term Liabilities

The City's outstanding long-term liabilities includes notes and loans payable, capital leases, other postemployment benefits liability, net pension liability, and accrued compensated absences. The following is a schedule of changes in the City's long-term liabilities for the fiscal year ended September 30, 2019:

	Balance 10/1/2018	Additions	Reductions	Balance 9/30/2019	Due Within One Year	Long-Term Portion
Governmental Activities:						
Revenue Notes - Direct Placement	\$ 12,923,000	\$ -	\$ (1,559,000)	\$ 11,364,000	\$ 1,578,000	\$ 9,786,000
Special Assessment Debt with Government	-	1,643,579	-	1,643,579	122,637	1,520,942
Commitment - Direct Placement	-	-	-	-	-	-
Capital Leases	1,223,274	459,781	(628,193)	1,054,862	447,275	607,587
Other Postemployment Benefits	624,416	45,888	-	670,304	-	670,304
Net Pension Liability	1,233,090	131,208	-	1,364,298	-	1,364,298
Compensated Absences	1,012,274	1,013,475	(897,397)	1,128,352	338,506	789,846
Governmental Activities Long-term Liabilities	\$ 17,016,054	\$ 3,293,931	\$ (3,084,590)	\$ 17,225,395	\$ 2,486,418	\$ 14,738,977
Business-type Activities:						
Revenue Notes	\$ 2,296,854	\$ -	\$ (751,949)	\$ 1,544,905	\$ 765,541	\$ 779,364
FDEP Loans Payable - Direct Borrowings:						
Preconstruction Loan	72,301	-	(15,226)	57,075	15,695	41,380
Construction Loans	752,252	-	(158,426)	593,826	163,295	430,531
Water Quality Loan	2,416,467	-	(150,981)	2,265,486	149,513	2,115,973
Drinking Water Loan	-	38,990	(38,990)	-	-	-
Capital Leases	1,160,454	-	(207,348)	953,106	214,224	738,882
Other Postemployment Benefits	193,048	8,076	-	201,124	-	201,124
Net Pension Liability	286,650	29,723	-	316,373	-	316,373
Compensated Absences	255,293	304,598	(261,805)	298,086	89,426	208,660
Business-type Activities Long-term Liabilities	\$ 7,433,319	\$ 381,387	\$ (1,584,725)	\$ 6,229,981	\$ 1,397,694	\$ 4,832,287

Compensated absences, net pension liability and other postemployment benefits for governmental activities will be liquidated in future periods primarily by the General Fund.

B. Notes Payable and Capital Leases

The City has capital lease agreements with SunTrust Equipment Financing and Leasing to finance the purchase of vehicles and equipment that are secured by the related assets listed below and classified under machinery, equipment and vehicles. Initial principal payment is due upon contract execution, with subsequent principal and interest due annually thereafter. The original purchase amounts and remaining principal are as follows:

	Asset Cost	Principal Outstanding
Governmental Activities Capital Leases:		
<u>Machinery, Equipment and Vehicles</u>		
SunTrust 2011, Purpose: chiller plant, int 2.91%	\$ 451,000	\$ 48,658
SunTrust 2016, Purpose: Streets chipper, Streets vehicle, Stormwater vac-con, int 2.74 - 2.98%	511,000	192,015
SunTrust 2017, Purpose: IT server and SAN, int 1.98%	300,537	121,358
SunTrust 2018, Purpose: PD vehicles, int 2.59%	447,000	268,084
SunTrust 2018, Purpose: Streets & Fleet various trucks, Parks field aerator, int 2.40 - 3.12%	219,491	73,148
SunTrust 2019, Purpose: Streets hot asphalt trailer, PD vehicles and Parks service truck, int 3.19-3.32%	459,781	351,599
Total	\$ 2,388,809	\$ 1,054,862

CITY OF CASSELBERRY, FLORIDA
NOTES TO FINANCIAL STATEMENTS - Continued
September 30, 2019

Business-Type Activities Capital Leases:

Machinery, Equipment and Vehicles

SunTrust 2016, Purpose: Golf course mowers, int 2.74%	\$ 100,000	\$ 20,533
SunTrust 2018, Purpose: Golf lighting, int 3.29%	120,800	72,430
SunTrust 2018, Purpose: Water Production fuel tank, LS generators and pumps, int 3.12 - 3.41%	<u>1,224,504</u>	<u>860,143</u>
Total	<u>\$ 1,445,304</u>	<u>\$ 953,106</u>

The City has revenue notes and loans from governmental agencies outstanding at September 30, 2019. The revenue notes under governmental activities are secured by sales tax revenue, gas tax revenue, infrastructure surtax revenue, and special assessments. The revenue notes under business-type activities are secured by the net revenues of the Utility System. The loans from a state agency are secured as a secondary lien on the net revenues of the Utility System.

The following is a summary schedule of the City's long-term obligations, including their impact on those present and future pledged revenue sources:

			Total	Future Pledged Revenue Over	Current Year	Current Year
	Revenue Pledged	Principal Outstanding	Pledged Revenue (1)	Debt Service Required (2)	Debt Svc Paid	Total Revenue
Governmental Activities:						
<u>Revenue Notes - Direct Placement:</u>						
Sales Tax Revenue Note 2011A	Half-Cent	\$ 4,810,000	\$ 5,452,809	256.6%	\$ 689,565	\$ 1,998,820
Total issued: \$5,345,000	Sales Tax					
Maturity: 2026, Interest Rate: 2.47%						
Purpose: Refi/Capital improvements						
Sales Tax Revenue Bond 2015	Infrastructure	6,554,000	6,924,222	159.1%	1,154,721	1,835,713
Total issued: \$9,894,000	Sales Surtax					
Maturity: 2025, Interest Rate: 1.85%						
Purpose: Infrastructure Improvements						
Special Assessment Revenue Bond 2019	Sausalito Wall	1,643,579	1,932,895	52.6%	-	101,665
Total issued: \$1,643,579	Special					(3)
Maturity: 2029, Interest Rate: 3.11%	Assessment					
Purpose: Infrastructure Improvements						
Total Governmental Activities		<u>\$ 13,007,579</u>				

(1) Total pledged revenue is the total outstanding principal and interest.

(2) Future pledged revenue over debt service required is calculated using the current year total revenues for the remaining years of debt service.

(3) Revenue collections to begin 11/19 to be collected over 20 years, debt payments made over ten years. To the extent that Special Assessment Revenues are insufficient to pay amounts due, the City has covenanted to budget and appropriate non-ad valorem revenues.

CITY OF CASSELBERRY, FLORIDA
NOTES TO FINANCIAL STATEMENTS - Continued
September 30, 2019

	Revenue Pledged	Principal Outstanding	Total Pledged Revenue (1)	Future Pledged Revenue Over Debt Service Required (2)	Current Year Debt Svc Paid	Current Year Total Revenue
Business-type Activities:						
<u>Revenue Note:</u>						
Utility System Refunding Note, Series 2011	Net revenues	\$ 1,544,905	\$ 1,581,529	224.0%	\$ 797,183	\$ 1,771,309
Total issued: \$5,400,000	after operating					(3)
Maturity: 2020, Interest Rate: 2.47%	expenses &					
Purpose: Refunding	loan payments					
<u>Notes and Loans - Direct Borrowings:</u>						
FL Dept of Environmental Protection Note # CS12056116P	Net revenues	57,074	60,608	190.5%	17,317	38,478
Total issued: \$250,916	after operating					(3)
Maturity: 2022, Interest Rate: 1.53%	expenses &					
Purpose: Wastewater transmission	loan payments					
capital improvements						
FL Dept of Environmental Protection Note # CS120561140	Net revenues	593,826	630,598	190.5%	180,171	400,333
Total issued: \$3,369,790	after operating					(3)
Maturity: 2022, Interest Rate: 1.53%	expenses &					
Purpose: Water reuse facilities capital improvements	loan payments					
FL Dept of Environmental Protection Note # DW590301	Net revenues	2,265,486	2,667,164	210.8%	210,823	468,440
Total issued: \$370,073	after operating					(3)
Maturity: 2031, Interest Rate: 2.65%	expenses &					
Purpose: Water quality improvement	loan payments					
FL Dept of Environmental Protection Note # DW590330	Net revenues	-	-	-	39,291	87,303
Total issued: \$252,300	after operating					(3)
Maturity: 2031, Interest Rate: 1.97%	expenses &					
Purpose: Smart meter technology conversion	loan payments					
Total Business-type Activities		<u>\$ 4,461,291</u>				

(1) Total pledged revenue is the total outstanding principal and interest.

(2) Future pledged revenue over debt service required is calculated using the current year total revenues for the remaining years of debt service.

(3) Total current year net revenue is calculated for each outstanding debt issue based on its proportionate share of total annual debt service paid.
Net revenue is Utility Fund income before contributions and transfers.

CITY OF CASSELBERRY, FLORIDA
NOTES TO FINANCIAL STATEMENTS - Continued
September 30, 2019

C. Debt Service Requirements

The following are the debt service requirements to maturity on the City's revenue notes, loans payable, and capital leases.

Governmental Activities:

Fiscal Year	Revenue Notes / Loans (Direct Placement)		Capital Leases		Total
	Principal	Interest	Principal	Interest	
2020	\$ 1,700,637	\$ 293,403	\$ 447,275	\$ 29,813	\$ 2,471,128
2021	1,746,042	261,430	304,704	17,611	2,329,787
2022	1,770,678	220,688	223,978	9,192	2,224,536
2023	1,795,457	179,413	78,905	2,620	2,056,395
2024	1,820,385	137,807	-	-	1,958,192
2025-2029	4,174,380	209,607	-	-	4,383,987
2030-2034	-	-	-	-	-
Total	\$ 13,007,579	\$ 1,302,348	\$ 1,054,862	\$ 59,236	\$ 15,424,025

Business-type Activities:

Fiscal Year	Revenue Notes		FDEP Loan (Direct Borrowings)		Capital Leases		Total
	Principal	Interest	Principal	Interest	Principal	Interest	
2020	\$ 765,541	\$ 27,427	\$ 328,503	\$ 74,152	\$ 214,224	\$ 32,243	\$ 1,442,090
2021	779,364	9,197	337,759	64,896	188,015	25,137	1,404,368
2022	-	-	347,280	55,374	194,398	18,754	615,806
2023	-	-	258,329	45,582	175,248	12,155	491,249
2024	-	-	165,115	40,052	181,221	6,181	392,569
2025-2029	-	-	889,940	135,892	-	-	1,025,832
2030-2034	-	-	589,461	26,036	-	-	615,497
2035 & Beyond	-	-	-	-	-	-	-
Total	\$ 1,544,905	\$ 36,624	\$ 2,916,387	\$ 441,919	\$ 953,106	\$ 94,470	\$ 5,987,411

D. Significant Debt Terms

Sales Tax Revenue Note Series 2011A - The Sales Tax Revenue Bonds, Series 2011A may be prepaid in whole or in part with appropriate written notes to the Registered Holder, subject to a prepayment penalty. In addition to the scheduled principal and interest payments, debt coverage provided by the Half Cent Sales Tax Revenues (pledged revenues) must remain at 1.20 times the annual required debt payment. If the required coverage is not maintained, the bank shall have the option of putting the bonds back to the Issuer on any payment date.

Sales Tax Revenue Bonds, Series 2015 - Pledged revenue for the Sales Tax Revenue Bonds, Series 2015 is the Infrastructure Sales Surtax Revenue. The City has covenanted to protect the collection of these revenues and the non-taxable status of the revenue bonds. The bonds are subject to early redemption as outlined in Article III of the bond resolution. These covenants, in addition to scheduled principal and interest payment, constitute the more significant provisions of the bond agreement. In the event of default, holders of the least 25% of the then outstanding principal amount of the bonds, can appoint a trustee to represent them in legal proceedings related to enforcement of the rights of the bondholders; however, no Holder, trustee or receiver shall have the right to declare the bonds immediately due and payable.

Special Assessment Revenue Bond 2019 - Pledged Revenues for the Special Assessment Revenue Bond 2019 are special assessments collected from property owners within the Sausalito Shores subdivision and pledged non-advallorem revenues as needed to make covenanted principal and interest payments. Failure to make

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scheduled principal and interest payments within 10 business days of the due date constitutes a default of the bond agreement. In the event of default, the bondholder has the right to declare the principal due and payable.

Utility System Revenue Refunding Note, Series 2011 - Significant covenants under the Utility System Revenue Refunding Bonds include: maintenance of the utility system in good condition, annual budget for scheduled principal and interest, setting of appropriate rates to cover operating expenses and 110% reserve requirement, provision for annual audit, protection of tax exempt status of the bonds and commitment to make scheduled principal and interest payments. The bonds are subject to early redemption as outlined in Article III of the bond resolution. In the event of default, holders of at least 25% of the then outstanding principal amount of the bonds, can provide written notice to issuer of the default. A period of 90 days for correction of the default is available. If not remedied, legal proceedings related to enforcement of the rights of the bondholders may begin; however, no Holder, trustee or receiver shall have the right to declare the bonds immediately due and payable.

Florida Department of Environmental Protection State Revolving Loans - The State Revolving Loans contain similar covenant and default provisions. Significant provisions include maintaining rates and charges to provide 1.15 times the semiannual loan payments, provide for annual audit and single audit as applicable, fund loan service and reserve accounts and collection of utility system revenues. Article VI of the agreements outlines defaults and remedies for the City, including 60 days to correct any default. Remedy, if not corrected within the allotted 60 day grace period, includes legal action against the City up to and including transfer of other State revenues due to the City to cover the delinquent amounts.

NOTE 8 – NET POSITION - NET INVESTMENT IN CAPITAL ASSETS

The net investment in capital assets classification of net position was calculated as follows:

	Governmental	Business-Type	
	Activities	Activities	Total
Capital Assets (net)	\$ 61,300,137	\$ 60,031,766	\$ 121,331,903
Outstanding debt	(14,062,441)	(5,414,398)	(19,476,839)
Outstanding current liabilities related to these assets	(501,202)	(1,167,874)	(1,669,076)
Unspent proceeds of capital-related debt	5,169,705	9,200	5,178,905
Total	\$ 51,906,199	\$ 53,458,694	\$ 105,364,893

NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS

A. Plan Description

The Other Postemployment Benefit Plan (“OPEB Plan”) is a single-employer benefit plan administered by the City. Retirees are charged the rate the insurance company charges for the type of coverage elected. However, the premiums charged by the insurance company are based on a blending of the experience among younger active employees and older retired employees. Since the older retirees actually have higher costs, it means that the City is actually subsidizing the cost of the retiree coverage because it pays all or a significant portion of that premium on behalf of the active employee. This is called the “implicit rate subsidy”.

Retirees and their dependents are permitted to remain covered under the City’s respective medical and life insurance plans as long as they pay a full premium applicable to coverage elected. This conforms to the minimum required of Florida governmental employers per Ch. 112.08, F.S. The City Commission has the authority to amend the benefits of the OPEB Plan. The OPEB Plan does not issue a stand-alone report. For purposes of applying Paragraph 4 under Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, the Plan does not meet the requirements for an OPEB plan administered through a trust.

B. Benefits Provided

A retired employee and his or her spouse are eligible to continue health insurance identical to active employees if they meet the eligibility for retirement under the applicable Plan. The retiree is responsible for paying the entire monthly premium for health coverage and that of any covered spouse or eligible dependents.

For the OPEB Plan, contribution requirements of the City are established and may be amended through action of the City Commission. The City performed the most recent actuarial valuation of its OPEB Plan dated October 1, 2018. Currently, there are 172 active participants and 6 inactive plan members/beneficiaries currently receiving benefits. The City’s OPEB benefits are currently unfunded. Thus, there are no assets accumulated to provide OPEB benefits. The required contribution is based on pay-as-you-go financing requirements. There is no OPEB trust fund or equivalent arrangement into which the City would make contributions to advance-fund the obligation, as it does for its pension plans. Therefore, ultimate subsidies which are provided over time are financed directly by general assets of the City, which are invested in short-term investments in accordance with its investment policy. The interest rate used to calculate the present values and costs of OPEB must be the long-range expected return on those investments. The City selected an interest rate of 4.18% for this purpose.

C. Total OPEB Liability

The measurement date is September 30, 2018.
 The measurement period for the OPEB expense is October 1, 2017 to September 30, 2018.
 The reporting period is October 1, 2018 to September 30, 2019.

The City's Total OPEB Liability was measured as of September 30, 2018.

Actuarial Assumptions:

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, inflation, termination, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the OPEB Plan and the ARC are subject to continued revision as actual results are compared with past expectations and new estimates are made about the future. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations. The Total OPEB Liability was determined by an actuarial valuation as of September 30, 2018 using the following actuarial assumptions:

Inflation Rate	2.50%
Salary Increase Rate(s)	See Assumptions
Discount Rate	4.18%
Initial Trend Rate	8.00%
Ultimate Trend Rate	4.00%
Years to Ultimate	56

Mortality rates for non-disabled participants were based on the RP-2000 mortality tables, projected generationally with Improvement Scale BB.

Mortality Rates for disabled participants were based on the RP-2000 mortality tables with no projection.

Discount Rate:

Given the City's decision not to fund the program, all future benefit payments were discounted using a high-quality municipal bond rate of 4.18%. The high-quality municipal bond rate was based on the week closest to but not later than the measurement date of the Bond Buyer 20-Bond Index as published by the Federal Reserve. The 20-Bond Index consists of 20 general obligation bonds that mature in 20 years. The average rating of the 20 bonds is roughly equivalent to Moody's Investors Service's Aa2 rating and Standard & Poor's Corp.'s AA.

D. Changes in Total OPEB Liability

	Fiscal Year 2019
Total OPEB Liability	
Service Cost	\$ 95,115
Differences Between Expected and Actual Experience	(94,130)
Interest	32,751
Change of assumptions and other inputs	46,095
Benefit payments	(25,867)
Net change in total OPEB liability	53,964
Total OPEB liability, beginning	817,464
Total OPEB liability, ending	<u>\$ 871,428</u>

Difference Between Expected and Actual Experience reflects the impact of changes to the census data from the prior valuation to the valuation as of September 30, 2018.

Changes of Assumptions reflect:

- A change in the discount rate from 3.64% for the reporting period ending September 30, 2018, to 4.18% for the reporting period ending September 30, 2019;
- Updated annual per capita claims costs;
- Updated salary scale assumption for FRS participants in accordance with the actuarial valuation of the Florida Retirement System as of July 1, 2018;
- Updated medical participation rate; and
- Updated health care cost trend rates based on recent studies of health care cost experience. Trend rates are updated on an ongoing basis using available health care cost surveys at the time of the valuation. Those rates are then projected to an ultimate rate using the Getzen model, developed by Thomas Getzen for the Society of Actuaries in fall 2018.

Sensitivity of the Total OPEB Liability to changes in the Discount Rate:

The following presents the Total OPEB Liability of the Sponsor, as well as what the Sponsor's Total OPEB Liability would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current discount rate:

	1% Decrease 3.18%	Current Discount Rate 4.18%	1% Increase 5.18%
Total OPEB Liability	\$ 963,589	\$ 871,428	\$ 790,463

Sensitivity of the Total OPEB Liability to changes in the Healthcare Cost Trend Rates:

The following presents the Total OPEB Liability of the Sponsor, as well as what the Sponsor's Total OPEB Liability would be if it were calculated using healthcare cost trend rates that are one percentage-point lower or one percentage-point higher than the current healthcare cost trend rates:

	1% Decrease 3%-7.0%	Current Discount Rate 4%-8.0%	1% Increase 5%-9.0%
Total OPEB Liability	\$ 771,802	\$ 871,428	\$ 990,726

E. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended September 30, 2019, the Sponsor will recognize OPEB Expense of \$114,571.

On September 30, 2019, the Sponsor reported Deferred Outflows of Resources and Deferred Inflows of Resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences Between Expected and Actual Experience	\$ -	\$ 80,683
Changes in Assumptions	39,510	38,596
Contributions Subsequent to Measurement Date	50,649	-
	<u>\$ 90,159</u>	<u>\$ 119,279</u>

Of the total amount reported as Deferred Outflows of Resources related to OPEB, \$50,649 resulting from benefits paid subsequent to the measurement date and before the end of the fiscal year will be included as a reduction of the Total OPEB Liability for the year ended September 30, 2020. Amounts reported as Deferred Outflows of Resources and Deferred Inflows of Resources related to OPEB will be recognized in OPEB Expense as follows:

Fiscal Year Ending	
9/30/2020	\$ (13,295)
9/30/2021	(13,295)
9/30/2022	(13,295)
9/30/2023	(13,295)
9/30/2024	(13,295)
Thereafter	<u>(13,294)</u>
Total	<u><u>\$ (79,769)</u></u>

F. Actuarial Assumptions

<u>Valuation Date</u>	September 30, 2018.
<u>Measurement Date</u>	September 30, 2018.
<u>Fiscal Year End</u>	September 30, 2019.
<u>Actuarial Value of Assets</u>	Market Value.
Discount Rate as of 9/30/18	4.18%. Based on the September 27, 2018 Bond Buyer 20-Bond Index, as published by the Federal Reserve.
Discount Rate as of 9/30/17	3.64%. Based on the September 28, 2017 Bond Buyer 20-Bond Index, as published by the Federal Reserve.
Discount Rate as of 9/30/16	3.06%. Based on the September 29, 2016 Bond Buyer 20-Bond Index, as published by the Federal Reserve.
<u>Inflation</u>	2.50% per year.
<u>Salary Rate Increase</u>	
Defined Contribution Plan Participants	2.50% per year
Police & Firefighters' Plan Participants	

Years of Service	Salary Increase
<2	10.0% per year
>=2	5.0% per year

FRS Plan Participants

Years of Service	Male	Female
0	7.7%	7.5%
5	4.7%	4.8%
10	4.5%	4.4%
15	4.3%	4.3%
20	4.2%	4.2%
25	3.9%	3.9%
30+	3.9%	4.3%

Mortality Rates

FRS Regular Class and Defined Contribution Plan Participants

Healthy Active Lives:

Female: RP2000 Generational, 100% Combined Healthy (previously Annuitant) White Collar, Scale BB

Male: RP2000 Generational, 50% Combined Healthy (previously Annuitant) White Collar / 50% Combined Healthy (previously Annuitant) Blue Collar, Scale BB

Healthy Inactive Lives:

Female: RP2000 Generational, 100% Annuitant White Collar, Scale BB

Male: RP2000 Generational, 50% Annuitant White Collar / 50% Annuitant Blue Collar, Scale BB

Disabled Lives:

Female: 100% RP2000 Disabled Female set forward two years
 Male: 100% RP2000 Disabled Male setback four years

FRS Special Risk and Police & Firefighters' Plan Participants:

Healthy Active Lives:

Female: RP2000 Generational, 100% Combined Healthy (previously Annuitant) White Collar, Scale BB

Male: RP2000 Generational, 10% Combined Healthy (previously Annuitant) White Collar / 90% Combined Healthy (previously Annuitant) Blue Collar, Scale BB

Healthy Inactive Lives:

Female: RP2000 Generational, 100% Annuitant White Collar, Scale BB

Male: RP2000 Generational, 10% Annuitant White Collar / 90% Annuitant Blue Collar, Scale BB

Disabled Lives:

Female: 60% RP2000 Disabled Female set forward two years / 40% Annuitant White Collar with no setback, no projection scale

Male: 60% RP2000 Disabled Male setback four years / 40% Annuitant White Collar with no setback, no projection scale

Health Care Inflation

Initial rate of 8.00% in fiscal 2019, grading down to the ultimate trend rate of 4.00% in fiscal 2075.

Retirement Rates

Defined Contribution Plan Participants

Members may retire early at age 55 and 6 years of service. 50% are assumed to retire beginning at age 55 and 8 years of service, then 100% by age 60 and 13 years of service.

Police & Firefighters' Plan Participants

Commencing with the earliest Early Retirement Age (Age 50; 6 years of service for Tier 1; 10 years of service for Tier 2), members are assumed to retire at the rate of 5% per year, until Normal Retirement Eligibility (Age 55 with 10 years of service for Tier 1, Age 60 with 10 years of service for Tier 2, or 25 years of service regardless of age), when 100% are assumed to retire

FRS Plan Participants (regular class)

Commencing with the earliest Early Retirement Age (Age 43; 6 years of service for Tier 1; 8 years of service for Tier 2), members are assumed to retire at the rate of 4-15% per year, until Normal Retirement Eligibility (Age 62 with 6 years of service for Tier 1, Age 65 with 8 years of service for Tier 2, or 30/33 years of service regardless of age), when 100% are assumed to retire.

FRS Plan Participants (special risk class)

Commencing with the earliest Early Retirement Age (Age 36; 6 years of service for Tier 1; 8 years of service for Tier 2), members are assumed to retire at the rate of 4-35% per year, until Normal Retirement Eligibility (Age 55 with 6 years of service for Tier 1, Age 60 with 8 years of service for Tier 2, or 25/33 years of service regardless of age), when 100% are assumed to retire

Funding Method

Entry Age Cost Method (Level Percentage of Pay)

NOTE 10 – EMPLOYEE RETIREMENT SYSTEMS

All City of Casselberry full-time employees participate in one of three retirement plans offered by the City. Full-time employees hired before January 1, 1996, participate in the Florida Retirement System. Full-time employees hired after January 1, 1996, participate in either the Casselberry Police Officers' and Firefighters' Pension Plan or the Casselberry General Employees' Defined Contribution Retirement Plan.

A. The Casselberry Police Officers' and Firefighters' Pension Plan

1. Plan Description, Membership and Plan Benefits, and Contribution Requirements

Plan Description

The Casselberry Police Officers' and Firefighters' Pension Plan (POFPP) was established, and began operations, on January 1, 1996, following approval of State legislation allowing municipalities then participating in the FRS to "opt-out" of that system. Effective October 1, 2015, The City's Emergency Medical Services (EMS)/fire/rescue operations were merged with Seminole County's (the County) EMS/fire/rescue operations. The City employees affected by the merger became employees of the County but were allowed to remain participants in the POFPP. Thus, as of October 1, 2015, firefighters participating in the Casselberry Police Officers' and Firefighters' Pension Plan are now sponsored by Seminole County, who makes contributions to the plan on their behalf. The Plan is a multi-employer, cost sharing, defined-benefit, public employee retirement system and is reported as a Pension Trust Fund in the City's financial statements. The City's proportional share of the net pension liability at September 30, 2019 (measurement date) is 58.61%. The City's proportional share is calculated based on benefit payments made to the plan; the City's proportionate share was 60.33% in the prior year. The Plan does not issue separate financial statements.

The POFPP is administered by a five-member Board of Trustees (the "Board"). Two are City Commission appointees, two are members of the Plan (one from the police department and one from the fire department) elected by the membership, and a fifth member elected by a majority of the other four Board members and appointed by the Commission.

Membership and Plan Benefits

As of October 1, 2018, the date of the valuation, there were 71 active members in the POFPP, 34 inactive members entitled to benefits but not receiving yet, and 25 inactive plan members or beneficiaries receiving benefits. The POFPP provides retirement, termination, disability and death benefits to all full-time, certified police officers and firefighters hired by the City after January 1, 1996. The POFPP was established and operates within the parameters of Florida Statutes 175 and 185, which govern police and fire pension plans in the State of Florida. The establishment of the POFPP and any amendments thereto, are at the sole discretion of the City Commission, with recommendations by the Board of Trustees of the POFPP.

The normal retirement benefit is 3% of average final compensation times credited service for police officers and 3.12% of average final compensation times credited service for firefighters. Normal retirement is calculated as the earlier of age 55 with six years of credited service or 25 years of credited service regardless of age. For police officers hired on or after September 15, 2013, normal retirement is the

earlier of age 55 with ten years of credited service or age 52 with 25 years of credited service. For firefighters hired on or after September 15, 2013, normal retirement is the earlier of age 55 with eight years of credited service or 25 years of credited service regardless of age. The early retirement benefit is the member's accrued benefit reduced 3% for each of the first five years prior to normal retirement and 5% for each additional year prior to normal retirement. Early retirement eligibility requires six years of credited service (or eight years of credited service for members hired on or after September 15, 2013). Member vesting reaches 100% after six years of credited service (eight years for members hired after September 15, 2013), and the non-vested benefit is the accumulated member contributions.

Disability benefit is accrued to the date of the disability but not less than 65% of average final compensation (service incurred). For service incurred disability, the member is covered from the date of employment. For non-service incurred disability, the member is covered after six years of credited service.

Death benefits for members with less than six years of service is a refund of the member contributions. Death benefits for members with six or more years of service, the beneficiary receives (at their election) either 1) refund of member contributions, or 2) an immediate or deferred monthly benefit computed based on the assumption that the member retired on the date of death and elected the 100% joint and survivor annuity. The minimum in-line of duty benefit is 50% of the member's salary at the date of death paid to the spouse for life.

Benefit terms provide for cost of living adjustments. Each July 1 after the later of the termination date or otherwise normal retirement date, the monthly benefit amount is increased 3%. The increase is based on the June benefit, excluding any retirement subsidy. The cost of living adjustment is five years deferred for members hired after September 15, 2013. A monthly retirement subsidy is not subject to cost of living adjustments and is \$5 per year of credited service (\$30 minimum and \$150 maximum).

Firefighter members who continue in employment past their normal retirement date may either accrue larger pensions, or freeze their accrued benefit and enter the Deferred Retirement Option Program (DROP). An employee may participate in the DROP for a period not to exceed 60 months after electing to participate. The rate of return while in DROP is the actual net rate of investment return with a minimum of 0%, with a cash lump sum at termination of employment. The balance of DROP as of September 30, 2019 is \$95,745.

Contribution Requirements

Florida Statutes, Chapters 175 and 185, require members to contribute not less than 0.5% of their annual salary. The POFPP, as approved by the City Commission, requires members to contribute 3% of their annual salary. The City is required to contribute at an actuarially determined rate, which includes the State's premium tax proceeds. Employer contributions for firefighters and police officers include on-behalf payments from the state of Florida related to state excise taxes collected on homeowner's insurance policies. The on-behalf payment amounts are recorded as revenue in the City's Police and Firefighters Premium Tax Trust Fund, and as an operating expenditure for the amounts contributed to the pension funds. The current required rate is 13.0% of annual covered payroll and contributions were \$745,107 for the year ended September 30, 2019. Municipalities that have established pension plans complying with the provisions of Chapters 175 and 185, Florida Statutes, and that have enacted appropriate taxing legislation are eligible to receive revenues generated from excise taxes on gross receipts of certain insurance premiums from policyholders covering property within the City limits.

These State premium tax proceeds are the Firefighters' Pension Fund Excise Tax, which is imposed on the gross receipts of property insurance policy premiums, and the Police Officers' Pension Fund Excise Tax, which is imposed on the gross receipts of casualty insurance policy premiums. These revenues, taken as a whole, amounted to \$364,457 for the year ended September 30, 2019.

2. *Pension Plan Investments*

The Plan's investment policy was adopted by the Pension Board of Trustees, which has the authority for establishing and amending investment policy decisions for the POFPP. The policy outlines suitable authorized investments along with asset allocations. The following table presents the Board's adopted asset allocation policy as of September 30, 2019.

<u>Asset Class</u>	<u>Target Allocation</u>
Domestic Broad Cap Equity	45%
International Equity	15%
Domestic Fixed Income	25%
Global Fixed Income	5%
Real Estate	10%
	<u>100%</u>

The POFPP's investments are reported at fair value. Securities traded on a national exchange are valued at the last reported sales price at current exchange rates. Independent investments managers and an independent custodian handle all pension investments and disbursements.

The POFPP did not hold investments in any one organization that represent 5% or more of the POFPP's fiduciary net position. For the year ended September 30, 2019, the annual money-weighted rate of return on the POFPP's investments, net of pension investment expense, was 3.82%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested. Additional information regarding the POFPP's investments including risk disclosures are included in Note 2.

3. *Net Pension Liability, Significant Assumptions, and Discount Rate*

The components of the net pension liability of the Plan (City and County) measured as of September 30, 2019 were as follows:

Total Pension Liability	\$ 25,774,305
Plan Fiduciary Net Position	<u>(27,511,305)</u>
Net Pension Liability (asset)	<u>\$ (1,737,000)</u>
Plan Fiduciary Net Position as a % of Total Pension Liability	106.74%

The total pension liability was determined by an actuarial valuation as of October 1, 2018 updated to September 30, 2019, using the following actuarial assumptions applied to all measurement periods.

Inflation	2.50%	Salary Increases	service based
Investment Rate of Return	7.60%	Discount Rate	7.60%

Mortality rates were based on the RP-2000 Table which is based on a study of over 650 public safety funds.

Mortality Rate Healthy Inactive Lives:

Female: RP2000 Generational, 100% Annuitant White Collar, Scale BB.

Male: RP2000 Generational, 10% Annuitant White Collar / 90% Annuitant Blue Collar, Scale BB.

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Mortality Rate Healthy Active Lives:
 Female: RP2000 Generational, 100% Combined Healthy (previously Annuitant) White Collar, Scale BB.
 Male: RP2000 Generational, 10% Combined Healthy (previously Annuitant) White Collar / 90% Combined Healthy Blue Collar, Scale BB.

Mortality Rate Disabled Lives:
 Female: 60% RP2000 Disabled Female set forward two years / 40% Annuitant White Collar with no setback, no projection scale.
 Male: 60% RP2000 Disabled Male setback four years / 40% Annuitant White Collar with no setback, no projection scale.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the POFPP's target asset allocation as of September 30, 2019 are summarized in the following table:

<u>Asset Class</u>	<u>Long Term Expected Real Rate of Return</u>
Domestic Broad Cap Equity	7.5%
International Equity	8.5%
Domestic Fixed Income	2.5%
Global Fixed Income	3.5%
Real Estate	4.5%

The discount rate used to measure the total pension liability was 7.60% (7.65% in the prior year). The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the POFPP's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The following tables present the sensitivity of the net pension liability (asset) to changes in the discount rate.

	<u>1% Decrease to 6.60%</u>	<u>Current Discount Rate of 7.60%</u>	<u>1% Increase to 8.60%</u>
Plan Net Pension Liability, City and County Combined	\$ 2,964,684	\$ (1,737,000)	\$ (5,454,744)
	<u>1% Decrease to 6.60%</u>	<u>Current Discount Rate of 7.60%</u>	<u>1% Increase to 8.60%</u>
Plan Net Pension Liability, City Portion Only	\$ 1,682,498	\$ (985,771)	\$ (3,095,641)

B. The Florida Retirement System

1. *Plan Description, Membership and Plan Benefits, and Contribution Requirements*

Plan Description

Full-time employees hired before January 1, 1996 are covered by the Florida Retirement System (FRS), a cost-sharing, multiple-employer defined benefit pension plan. The FRS was created by Chapter 121, Florida Statutes, to provide a defined benefit pension plan for participating public employees. The FRS was amended in 1998 to add the Deferred Retirement Option Program (DROP) under the defined benefit plan, and amended in 2000 to provide a defined contribution plan alternative to the defined benefit plan for FRS members effective July 1, 2002. This integrated defined contribution pension plan is the FRS Investment Plan (INV). Chapter 112, Florida Statutes, established the Retiree Health Insurance Subsidy (HIS) Program, a cost-sharing multiple-employer defined benefit pension plan to assist retired members of any state-administered retirement system in paying the costs of health insurance.

The FRS and HIS are administered by the Florida Department of Management Services, Division of Retirement. Provisions relating to the FRS are established by Chapters 121 and 122, Florida Statutes; Chapter 112, Part IV, Florida Statutes; Chapter 238, Florida Statutes; and Florida Retirement System Rules, Chapter 60S, Florida Administrative Code. The Florida legislature has the authority to establish and amend retirement legislation and related bills of significance to members of the FRS and HIS plans (including benefit terms and contribution rates). Passed bills are presented to the Governor of Florida and approved before they may be enacted into law.

The FRS and HIS financial information is included in the Florida Retirement System (System) Pension Plan and Other State-Administered Systems' Comprehensive Annual Financial Report (CAFR). The System CAFR, including audited financial information to support the Schedules of Employer Allocations and Schedules of Pension Amounts by Employer, are available online at:

http://www.dms.myflorida.com/workforce_operations/retirement/publications

The System CAFR and actuarial reports may also be obtained by contacting the Division of Retirement by mail or phone at:

Department of Management Services
Division of Retirement
Bureau of Research and Member Contributions
P.O. Box 9000
Tallahassee, FL 32315-9000
850-907-6500 or toll-free 844-377-1888

Membership and Plan Benefits - FRS

The FRS has several classes of membership applicable to the City, including regular class, senior management, and special risk. Employees enrolled in the FRS vested after six years of creditable service and are eligible for normal retirement benefits at age 62 or at any age after 30 years of service. Retirees receive a lifetime pension benefit with joint and survivor payment options. The FRS provides retirement, disability, death benefits and annual cost-of-living adjustments. The FRS also includes an early retirement provision, but imposes a penalty for each year a member retires before the normal retirement date.

Benefits are computed on the basis of age, average final compensation, creditable years of service, and accrual value by membership class. Pension benefits of retirees and annuitants are increased each July 1 by a cost of living adjustment of 3% per year.

A DROP was established effective July 1, 1998, subject to provisions of Section 121.091, Florida Statutes. It permits employees eligible for normal retirement under the FRS to defer receipt of monthly benefit payment while continuing employment with a Florida Retirement system employer. An employee may participate in the DROP for a period not to exceed 60 months after electing to participate. During the period of DROP participation, deferred monthly benefits are held in the Florida Retirement System Trust Fund and accrue interest. The net pension liability does not include amounts for DROP participants, as these members are considered retired and are not accruing additional pension benefits.

Membership and Plan Benefits - HIS

HIS membership is available to all members within the FRS and INV plans. The benefit is a monthly payment to assist retirees of the state-administered retirement systems in paying their health insurance costs. Eligible retirees and beneficiaries received a monthly HIS payment equal to the number of years of service credited at retirement multiplied by \$5. The minimum payment is \$30 and the maximum payment is \$150 per month, pursuant to section 112.363, Florida Statutes. To be eligible to receive a HIS benefit, a retiree under one of the state-administered retirement systems must provide proof of eligible health insurance coverage, which can include Medicare.

Contribution Requirements

The contribution rates for FRS and HIS members are established, and may be amended, by the State of Florida. Employer contributions rates are actuarially recommended but set by the Legislature. These rates are a percentage of covered payroll. The FRS and HIS contribution rates were as follows:

Class	Employer Rate	
	10/18 - 06/19	07/19 - 09/19
Regular	8.26%	8.47%
Senior Mgmt	24.06%	25.41%
Special Risk	24.50%	25.48%
DROP	14.03%	14.60%

Employer rates include 1.66% from 10/18 - 09/19 for the HIS program. In addition, other than for the DROP, rates include .06% from 10/18 - 09/19 for administrative costs.

The City's contributions recognized during the fiscal year ended September 30, 2019 by the FRS and HIS were \$117,662 and \$18,553 respectively.

2. *FRS and HIS Rate of Return, Discount Rate Sensitivity and Significant Actuarial Assumptions*

Long-Term Rate of Return

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in October 2019 the FRS Actuarial Assumption Conference reviewed assumptions by Milliman's Capital Markets Assumption team and Aon Hewitt Investment Consulting. Each asset class assumption is based on a consistent set of underlying assumptions, and includes an adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Annual Arithmetic Return
Cash	1.0%	3.3%
Fixed Income	18.0%	4.1%
Global Equity	54.0%	8.0%
Real Estate (Property)	10.0%	6.7%
Private Equity	11.0%	11.2%
Strategic Investments	6.0%	5.9%
	<u>100.0%</u>	

The HIS is essentially funded on a pay-as-you-go basis, and the depletion date is considered to be immediate. As such, there is no assumption for a long-term expected rate of return on a portfolio, no assumptions for cash flows into and out of the plan, or assumed asset allocation.

Discount Rate Sensitivity Analysis

The following tables demonstrate the sensitivity of the City's proportionate share of the net pension liability to changes in the discount rate. The sensitivity analysis shows the impact if the discount rate was 1.0% higher or 1.0% lower than the current discount rate at June 30, 2019.

FRS Net Pension Liability (Asset)			HIS Net Pension Liability (Asset)		
Current			Current		
1% Decrease	Discount Rate	1% Increase	1% Decrease	Discount Rate	1% Increase
5.90%	6.90%	7.90%	2.50%	3.50%	4.50%
\$ 2,259,080	\$ 1,306,834	\$ 511,547	\$ 426,754	\$ 373,837	\$ 329,763

Actuarial Methods and Assumptions

Actuarial assumptions for both the FRS and HIS are reviewed annually by the Florida Retirement System Actuarial Assumptions Conference. The FRS has a valuation performed annually and the HIS has a valuation performed biennially that is updated for GASB reporting in the year a valuation is not performed. The most recent experience study for the FRS was completed for the period July 1, 2013 through June 30, 2018. Because the HIS is funded on a pay-as-you-go basis, no experience study has been completed.

The total pension liability for the FRS and HIS were determined by an actuarial valuation as of July 1, 2019 and a valuation for the HIS as of July 1, 2018 rolled forward to June 30, 2019, using the individual entry age normal actuarial cost method. Inflation increases for both plans is assumed at 2.60%. Payroll growth for both plans is assumed at 3.25%. Mortality assumptions for FRS were based on PUB2010 base table varied by member category and sex, projected generationally with scale MP-2018; and on the Generational RP-2000 with Projection Scale BB tables for the HIS. Both the discount rate and long-term expected rate of return used for FRS investments is 6.9%, a decrease from 7.00% in the prior year. The FRS fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return. Because the HIS program uses a pay-as-you-go funding structure, a municipal bond rate of 3.50% was used to determine its total pension liability (a decrease from 3.87% in the prior year). In October 2019, the Actuarial Assumptions Conference adopted the Bond Buyer General Obligation 20-Bond Municipal Bond Index as the applicable municipal bond index.

C. Net Pension Liability, Deferred Outflows/Inflows of Resources, and Pension Expense for City Defined Benefit Pension Plans

1. *Proportionate Share of FRS and HIS Plans*

Employers participating in the FRS and HIS were provided pension allocation schedules for use in recording their proportionate share of the FRS and HIS collective net pension liability, deferred outflows of resources, deferred inflows of resources, and pensions expense at measurement date June 30, 2018 in accordance with GASB Statements No. 68, *Accounting and Financial Reporting for Pensions* and No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - An Amendment of Statement No. 68*. The underlying financial information used to prepare the pension allocation schedules was based on the same basis as mentioned previously and on an actuarial valuation as of July 1, 2018 for FRS and HIS. The City's proportionate share was calculated using retirement contributions for employees that were members of the FRS and HIS during the measurement year ended June 30, 2019. The aggregate employer contribution amounts in the pension allocation schedules agree to the total employer contribution amounts reported in the System CAFR.

CITY OF CASSELBERRY, FLORIDA
NOTES TO FINANCIAL STATEMENTS - Continued
September 30, 2019

At September 30, 2019, the City reported a net pension liability of \$1,680,671 for its proportionate share of the collective net pension liability of the FRS and HIS. The following table presents information on the City's proportionate share of the FRS and HIS.

	FRS	HIS	City Total
Proportionate Share of Net Pension Liability at June 30, 2019	\$ 1,306,834	\$ 373,837	\$ 1,680,671
City's proportion at June 30, 2019	0.00003795	0.00003341	
City's proportion at June 30, 2018	0.00003814	0.00003505	
Change in proportion during current year	-0.00000019	-0.00000164	

2. Change in Net Pension Liability of the POFPP (City and County Combined)

	2019
Total Pension Liability	
Service Cost	\$ 1,159,391
Interest	1,898,506
Change in Assumptions	194,741
Differences Between Expected and Actual	(774,365)
Change in Benefit Terms	677
Benefit Payments, Including Refunds of Member Contributions	(400,991)
Net Change in Total Pension Liability	2,077,959
Total Pension Liability - Beginning	23,696,346
Total Pension Liability - Ending (a)	<u>\$ 25,774,305</u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 603,342
Contributions - State	364,457
Contributions - Employee	141,765
Net Investment Income	992,751
Benefit Payments, Including Refunds of Member Contributions	(400,991)
Administrative Expense	(69,477)
Net Change in Plan Fiduciary Net Position	1,631,847
Plan Fiduciary Net Position - Beginning	25,879,458
Plan Fiduciary Net Position - Ending (b)	<u>\$ 27,511,305</u>
Net Pension Liability/(Asset) - ending (a) - (b)	<u>\$ (1,737,000)</u>

CITY OF CASSELBERRY, FLORIDA
NOTES TO FINANCIAL STATEMENTS - Continued
September 30, 2019

3. *Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions*

For the year ended September 30, 2019, the City recognized pension expense of \$683,827 related to the POFPP. The City's proportionate share of the total Plan's net position is 58.61%. Employer contributions were used as a basis to determine the allocation. The City also recognized pension expense of \$101,497 related to the FRS, and \$32,599 income related to the HIS. At September 30, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	City Portion POFPP		F R S		H I S		City Total Def Outfl / (Def Infl)
	Def Outfl	Def Infl	Def Outfl	Def Infl	Def Outfl	Def Infl	
Differences between expected and actual experience	\$ 171,603	\$ (714,889)	\$ 77,512	\$ (811)	\$ 4,541	\$ (458)	\$ 253,656
Changes of assumptions	255,573	-	335,651	-	43,287	-	(716,158)
Net difference between projected and actual investment earnings	-	-	-	-	241	-	634,511
Changes in proportion	85,218	-	-	(72,301)	-	(30,554)	(30,554)
City contributions subsequent to the measurement date	-	-	40,418	-	5,085	-	241
Total Deferred Outflows	\$ 512,394	\$ (714,889)	\$ 453,581	\$ (660,919)	\$ 53,154	\$ (269,755)	\$ 1,019,129
Total Deferred Inflows							\$ (1,645,563)

Deferred outflows of resources of \$45,503 are reported by the City for FRS and HIS employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Reporting Year Ending Sept 30,	City Portion POFPP	FRS	HIS	City Total Deferred Outflow / (Deferred Inflow)
2020	\$ (126,489)	\$ (79,260)	\$ (54,002)	\$ (259,751)
2021	(102,484)	(140,963)	(54,796)	(298,243)
2022	6,801	(39,557)	(54,440)	(87,196)
2023	19,677	5,278	(40,635)	(15,680)
2024	-	2,639	(15,764)	(13,125)
Thereafter	-	4,107	(2,049)	2,058
Totals	\$ (202,495)	\$ (247,756)	\$ (221,686)	\$ (671,937)

4. *Payables to the Pension Plans*

Included in the amounts reported as accrued liabilities is \$4,369 payable to the Florida Retirement System. The amount is for required contributions based on September 2019 payroll not remitted to the plans until October 2019, and is reported in the General Fund. The amount includes required employer contributions for the FRS and HIS plans.

D. Defined Contribution Retirement Plan

The City contributes to the General Employees' Defined Contribution Plan (DC Plan) for all full-time employees, other than certified police officers hired after January 1, 1996. All full-time and regular part-time general employees are eligible to participate upon employment. The DC Plan is administered by ICMA Retirement Corporation. Benefit terms, including contribution requirements, for the DC Plan are established and may be amended by the City Commission. For each regular employee in the DC Plan, the City contributes 10% of annual salary. The City contributes 11.79% for Directors and 15% for the City Manager. For the year ended September 30, 2019, the City recognized pension expense of \$576,611.

Employer contributions and earnings on those contributions are vested according to the following schedule: 20% after one year of service and 20% thereafter until fully vested. Nonvested City contributions are forfeited upon termination of employment. Such forfeitures are used to cover a portion of the DC Plan's administrative expenses. For the year ended September 30, 2019, forfeitures reduced the City's pension expense by \$85,162.

NOTE 11 – RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City purchases commercial insurance for all types of claims with nominal deductible amounts. The following is a summary of the City's significant insurance coverage and limitations:

Coverage	Limitations
General Professional Liability (includes errors and omissions, employee benefits program admin, medical attendants/medical directors malpractice, broad form property damage, extra contractual legal expense, fire legal, law enforcement, and information security and privacy)	\$200,000 - Each person \$300,000 - Each occurrence \$3,000,000 - Combined single limit per occurrence \$1,000,000 - Information Security & Privacy-each claim
Automobile (includes automobile, uninsured motorists protection, personal injury protection, and auto physical damage)	\$200,000 - Each person \$300,000 - Each occurrence \$2,000,000 - Combined single limit per occurrence
Property Damage (includes real and personal property, inland marine and electronic data processing, and crime/bonds)	\$58,027,934 - Buildings and personal property \$2,227,909 - Inland marine \$50,000 - Crime/bonds
Workers Compensation - Statutory	\$1,000,000 - Each accident, each disease \$1,000,000 - Aggregate by disease

Settled claims have not exceeded the Excess insurance coverage in any of the past three years.

NOTE 12 – COMMITMENTS AND CONTINGENCIES

South Seminole and North Orange County Wastewater Transmission Authority (SSNOCWTA) - The City is a member of the SSNOCWTA which was created, pursuant to an ordinance enacted by the City of Orlando, Florida, to provide a facility for the purpose of transmitting wastewater from the City and other governmental entities to the City of Orlando's Iron Bridge Facility for treatment. The City has agreed to establish and collect from all users of its wastewater collection system charges sufficient to pay the SSNOCWTA for the related costs of operations and maintenance.

Amendment to Intergovernmental Agreement with City of Orlando, FL – On March 30, 2005 the City amended its agreement with the City of Orlando, Florida for its participation in the planning, construction, and operation of the regional wastewater treatment facility commonly known as the Iron Bridge Regional Water Reclamation Facility. Due to the outdateding of components of this facility and changes in environmental regulations, improvements are needed for continued reliable treatment of effluent flows to the facility. This amendment provides the City of Orlando to make the necessary improvements to the facility and to bill the City for its pro-rata share of the costs for the improvements. The City paid its share of the improvement costs in fiscal year 2019.

Intergovernmental Grants - Amounts received or receivable from grantors are subject to audit and adjustment by grantor agencies, principally federal and state government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the City expects such amounts to be immaterial.

Litigation - Various law suits and claims arising in the ordinary course of operations are pending against the City. While the ultimate effect of such litigation cannot be ascertained at this time, in the opinion of legal counsel, the City has sufficient insurance coverage to cover any claims and/or the liabilities that may arise from such action. The effect of such losses would not materially affect the financial position of the City or the results of its operations.

NOTE 13 – FIRE AND EMERGENCY MEDICAL SERVICES MERGER

Effective October 1, 2015, the County's Public Safety department merged the City of Casselberry's Emergency Medical Services (EMS)/fire/rescue with the County's EMS/fire/rescue.

On December 9, 2014, the Seminole County Board of Commissioners "Board" approved a Fire/EMS inter-local agreement with the City of Casselberry (the "City"). Under the terms of the inter-local agreement, Seminole County (the "County") will provide emergency medical services and fire/rescue services to the City. The County will operate two fire stations, within the fire protection system, with primary responsibility to provide services to the City's citizens. Services included, but not limited to, are Fire Suppression Services, Emergency Medical Services (EMS) and Fire Prevention Services. The City's employees assigned to those fire stations were transferred and became employees of the County. Fire impact fees collected prior to October 1, 2015 remain with the City until Seminole County identifies an appropriate use of the impact fees for expansion of fire services in Casselberry. Any fire impact fees collected after the date of the merger are remitted to Seminole County quarterly.

The inter-local agreement stipulates that revenues generated from the Municipal Service Taxing Unit (MSTU) within the City are to be sufficient to support Fire/EMS operations within the City. As a result, commencing March 1, 2017, and each subsequent year until such time as the City as two consecutive years in which no contributions are due to the County for any shortfall between actual Fire/EMS operational expenditures and the revenues generated from the MSTU within the City for the prior fiscal year. The City was notified on December 30, 2019 that revenues exceeded expenditures in the amount of \$291,904. Therefore no liability was recorded by the City for FY 2019.

NOTE 14 – NEW PRONOUNCEMENTS

The following Governmental Accounting Standards Board (GASB) Statements have been implemented in the current financial statements:

Statement No. 83 - *Certain Asset Retirement Obligations*. The objective of this statement is to address accounting and financial reporting for certain asset retirement obligations (AROs). An ARO is a legally enforceable liability associated with the retirement of a tangible capital asset. This standard also establishes criteria for determining the timing and pattern of recognition of a liability and corresponding deferred outflow of resources for AROs. This standard did not impact the City's financial statements.

Statement No. 88 - *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*. The objective of this statement is to clarify which liabilities governments should include in their note disclosures related to debt. This standard requires that all debt disclosures present direct borrowings and direct placements of debt separately from other types of debt. This standard also requires the disclosure of additional essential debt-related information for all types of debt. This standard did not materially impact the City's financial statements.

The City is currently evaluating the effects that the following Governmental Accounting Standards Board (GASB) Statements, which will be implemented in future financial statements, will have on its financial statements for subsequent fiscal years.

Statement No. 84 - *Fiduciary Activities*. The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. The City intends to properly evaluate the impact of this standard and implement it to ensure that any accounting and financial reporting is properly addressed. The provisions of this Statement will become effective for fiscal year end September 30, 2020.

Statement No. 87 - *Leases*. The objective of this Statement is to better meet the informational needs of financial statement users by improving accounting and financial reporting for leases by governments. The City is evaluating this statement to determine the impact on financial presentation. The provisions of this statement will become effective for fiscal year end September 30, 2021.

Statement No. 89 - *Accounting for Interest Cost Incurred before the End of a Construction Period*. The objective of this standard is to establish accounting requirements for interest cost incurred before the end of a construction period. This standard also reiterates that in financial statements prepared using the current financial resources measurement focus, interest cost incurred before the end of a construction period should be recognized as an expenditure on a basis consistent with governmental fund accounting principles. The implementation of this standard is not expected to materially impact the City's financial statements. The provisions of this statement are effective for fiscal year end September 30, 2021.

Statement No. 90 - *Majority Equity Interests*. The objective of this standard is to improve the constancy and comparability of reporting a government's majority equity interest in a legally separate organization and improve the relevance of financial statement information for certain component units. This standard also requires that a component unit in which a government has a 100 percent equity interest account for its assets, deferred outflows of resources, liabilities, and deferred inflows of resources at acquisition value at the date the government acquired a 100 percent equity interest in the component unit. The implementation of this statement is not expected to impact the City's financial statements. The provisions of this statement are effective for fiscal year end September 30, 2020.

Statement No. 91 - *Conduit Debt Obligations*. The objective of this standard is to clarify the existing definition of a conduit debt obligation, establish a conduit obligation is not a liability of the issuer, establish standards for accounting and financial reporting of additional commitments and voluntary commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations, and to improve required note disclosures. The implementation of this statement is not expected to impact the City's financial statements. The provisions of this statement are effective for fiscal year end September 30, 2022.

REQUIRED SUPPLEMENTARY INFORMATION

Budgetary Comparison Schedules (GAAP BASIS):

- General Fund
- Major Special Revenue Fund:
 - Stormwater Fund
 - Community Redevelopment Agency Fund
 - Infrastructure Surtax Fund

Other Postemployment Benefits Plan Schedules:

- Schedule of Changes in Total OPEB Liability

Florida Retirement System and Health Insurance Subsidy Pension Plan Schedules:

- Schedules of Proportionate Share of Net Pension Liability
- Schedules of Employer Contributions

Police Officers' and Firefighters' Pension Plan Schedules:

- Combined Schedule of Changes in the Net Pension Liability
- Schedule of Changes in the Net Pension Liability
- Schedule of Contributions
- Schedule of Investment Returns

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Over / Under</u>
	<u>Original</u>	<u>Final</u>		
REVENUES AND OTHER FINANCING SOURCES				
Taxes				
Ad Valorem	\$ 4,544,013	\$ 4,544,013	\$ 4,507,851	\$ (36,162)
Business Taxes	250,000	250,000	235,938	(14,062)
Utility and Telecommunication	3,365,000	3,365,000	3,514,113	149,113
	<u>8,159,013</u>	<u>8,159,013</u>	<u>8,257,902</u>	<u>98,889</u>
Permits Fees and Special Assessments				
Franchise Fees	2,145,000	2,145,000	2,320,432	175,432
Other Permits and Fees	18,000	18,000	63,371	45,371
	<u>2,163,000</u>	<u>2,163,000</u>	<u>2,383,803</u>	<u>220,803</u>
Intergovernmental Revenues				
Federal Grants	131,224	893,935	876,441	(17,494)
State Grants	-	641,725	191,725	(450,000)
Local Grants	46,000	46,000	48,830	2,830
State Revenue Sharing	3,219,000	3,219,000	3,226,424	7,424
Half Cent Sales Tax	-	-	-	-
Shared Taxes and Licenses	-	-	-	-
Other Revenues from Governments	22,000	22,000	19,752	(2,248)
	<u>3,418,224</u>	<u>4,822,660</u>	<u>4,363,172</u>	<u>(459,488)</u>
Charges for Services				
General Government Charges	60,700	70,700	90,287	19,587
Public Safety Charges	2,400	2,400	765	(1,635)
Culture / Recreation Charges	179,000	179,000	166,012	(12,988)
	<u>242,100</u>	<u>252,100</u>	<u>257,064</u>	<u>4,964</u>
Fines and Forfeitures				
	<u>298,600</u>	<u>288,600</u>	<u>284,338</u>	<u>(4,262)</u>
Miscellaneous Revenues				
Investment Income	66,500	76,227	210,487	134,260
Other Miscellaneous	341,851	326,351	414,061	87,710
	<u>408,351</u>	<u>402,578</u>	<u>624,548</u>	<u>221,970</u>

Continued

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE - CONTINUED
GENERAL FUND

For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Over / Under</u>
	<u>Original</u>	<u>Final</u>		
Other Financing Sources				
Transfers				
Transfer from Building Fund	\$ 52,722	\$ 52,722	\$ 52,722	\$ -
Transfer from Solid Waste Fund	214,252	214,252	214,252	-
Transfer from Utility Fund	1,457,873	1,457,873	1,457,873	-
Transfer from CRA	68,604	1,068,604	190,274	(878,330)
Transfer from Stormwater	444,811	444,811	444,811	-
Debt Proceeds-Sausalito Wall	-	1,643,579	1,643,579	-
Total Other Sources	<u>2,238,262</u>	<u>4,881,841</u>	<u>4,003,511</u>	<u>(878,330)</u>
Total Revenues and Other Financing Sources	<u>16,927,550</u>	<u>20,969,792</u>	<u>20,174,338</u>	<u>(795,454)</u>
EXPENDITURES AND OTHER FINANCING USES				
General Government				
Commission:				
Personal Services	39,088	39,986	31,143	8,843
Operating	22,877	22,058	13,085	8,973
	<u>61,965</u>	<u>62,044</u>	<u>44,228</u>	<u>17,816</u>
Administration:				
Personal Services	297,421	347,498	270,654	76,844
Operating	35,241	35,936	24,504	11,432
	<u>332,662</u>	<u>383,434</u>	<u>295,158</u>	<u>88,276</u>
Accounting:				
Personal Services	300,215	306,136	218,772	87,364
Operating	64,330	67,886	45,692	22,194
	<u>364,545</u>	<u>374,022</u>	<u>264,464</u>	<u>109,558</u>
Information Systems:				
Personal Services	151,855	138,350	101,672	36,678
Operating	508,436	550,635	342,098	208,537
	<u>660,291</u>	<u>688,985</u>	<u>443,770</u>	<u>245,215</u>
Purchasing:				
Personal Services	122,262	132,592	103,271	29,321
Operating	7,012	4,863	2,107	2,756
	<u>129,274</u>	<u>137,455</u>	<u>105,378</u>	<u>32,077</u>
Budget:				
Personal Services	38,444	38,704	28,447	10,257
Operating	3,849	4,423	3,319	1,104
	<u>42,293</u>	<u>43,127</u>	<u>31,766</u>	<u>11,361</u>
Legal:				
Operating	132,889	149,619	116,495	33,124
	<u>132,889</u>	<u>149,619</u>	<u>116,495</u>	<u>33,124</u>

Continued

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE - CONTINUED
GENERAL FUND
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Over / Under</u>
	<u>Original</u>	<u>Final</u>		
General Government - Continued				
Human Resources:				
Personal Services	\$ 184,667	\$ 196,890	\$ 153,351	\$ 43,539
Operating	86,442	93,426	65,989	27,437
	<u>271,109</u>	<u>290,316</u>	<u>219,340</u>	<u>70,976</u>
Non-Departmental:				
Operating	710,970	704,503	158,341	546,162
Capital	-	239,871	239,880	(9)
	<u>710,970</u>	<u>944,374</u>	<u>398,221</u>	<u>546,153</u>
Community Planning:				
Personal Services	443,921	443,921	443,752	169
Operating	167,500	200,540	103,954	96,586
	<u>611,421</u>	<u>644,461</u>	<u>547,706</u>	<u>96,755</u>
Facilities:				
Personal Services	117,846	138,278	138,277	1
Operating	374,097	349,819	258,195	91,624
Capital	30,000	76,172	62,071	14,101
	<u>521,943</u>	<u>564,269</u>	<u>458,543</u>	<u>105,726</u>
Economic Development:				
Personal Services	86,588	19,746	162	19,584
Operating	142,850	99,587	63,457	36,130
	<u>229,438</u>	<u>119,333</u>	<u>63,619</u>	<u>55,714</u>
Total General Government	<u>4,068,800</u>	<u>4,401,439</u>	<u>2,988,688</u>	<u>1,412,751</u>
Public Safety				
Police:				
Personal Services	5,396,053	5,189,623	5,116,324	73,299
Operating	1,200,253	1,205,882	983,177	222,705
Capital Outlay	-	10,141	10,141	-
	<u>6,596,306</u>	<u>6,405,646</u>	<u>6,109,642</u>	<u>296,004</u>
Code Enforcement:				
Personal Services	408,474	408,474	385,125	23,349
Operating	61,300	136,300	67,168	69,132
	<u>469,774</u>	<u>544,774</u>	<u>452,293</u>	<u>92,481</u>
Total Public Safety	<u>7,066,080</u>	<u>6,950,420</u>	<u>6,561,935</u>	<u>388,485</u>

Continued

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE - CONTINUED
GENERAL FUND
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Over / Under</u>
	<u>Original</u>	<u>Final</u>		
Physical Environment				
Engineering:				
Personal Services	\$ 89,917	\$ 89,918	\$ 82,666	\$ 7,252
Operating	40,850	1,719,504	129,427	1,590,077
	<u>130,767</u>	<u>1,809,422</u>	<u>212,093</u>	<u>1,597,329</u>
Total Physical Environment	<u>130,767</u>	<u>1,809,422</u>	<u>212,093</u>	<u>1,597,329</u>
Transportation				
Streets Maintenance:				
Personal Services	770,472	752,764	663,976	88,788
Operating	456,510	479,089	357,261	121,828
Capital	8,000	8,000	7,025	975
	<u>1,234,982</u>	<u>1,239,853</u>	<u>1,028,262</u>	<u>211,591</u>
Fleet Maintenance:				
Personal Services	215,936	233,644	233,644	-
Operating	21,750	21,750	17,479	4,271
	<u>237,686</u>	<u>255,394</u>	<u>251,123</u>	<u>4,271</u>
Total Transportation	<u>1,472,668</u>	<u>1,495,247</u>	<u>1,279,385</u>	<u>215,862</u>
Culture and Recreation				
Parks and Maintenance:				
Personal Services	460,775	467,609	467,609	-
Operating	683,710	678,726	671,068	7,658
Capital Outlay	200,000	2,285,924	767,354	1,518,570
	<u>1,344,485</u>	<u>3,432,259</u>	<u>1,906,031</u>	<u>1,526,228</u>
Recreation:				
Personal Services	570,881	589,901	589,901	-
Operating	273,150	284,161	235,902	48,259
	<u>844,031</u>	<u>874,062</u>	<u>825,803</u>	<u>48,259</u>
Total Culture and Recreation	<u>2,188,516</u>	<u>4,306,321</u>	<u>2,731,834</u>	<u>1,574,487</u>

Continued

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE - CONTINUED
GENERAL FUND

For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Over / Under</u>
	<u>Original</u>	<u>Final</u>		
Debt Service				
General Government Leases				
Capital Lease Principal Retirement	\$ 122,690	\$ 122,690	\$ 122,690	-
Interest and Fiscal Charges	6,680	50,180	49,180	1,000
Public Safety Capital Leases				
Capital Lease Principal Retirement	284,485	284,485	261,742	22,743
Interest and Fiscal Charges	10,917	10,917	10,917	-
Transportation Capital Lease				
Capital Lease Principal Retirement	133,398	133,398	131,423	1,975
Interest and Fiscal Charges	4,789	4,789	4,789	-
Recreation Capital Leases				
Capital Lease Principal Retirement	61,475	55,271	61,098	(5,827)
Interest and Fiscal Charges	1,595	1,595	1,595	-
General Government Note Payable				
Total Debt Service	<u>626,029</u>	<u>663,325</u>	<u>643,434</u>	<u>19,891</u>
Other Financing Uses / Transfers				
PW Complex Design	-	(273,399)	(273,399)	-
Debt Service Fund	(689,566)	(689,566)	(689,566)	-
Street Light Fund	(12,200)	(12,200)	(12,200)	-
Golf Club	(246,846)	(246,846)	(246,846)	-
Community Redevelopment Agency	(426,078)	(426,103)	(426,103)	-
Total Other Financing Uses	<u>(1,374,690)</u>	<u>(1,648,114)</u>	<u>(1,648,114)</u>	<u>-</u>
Total Expenditures and Other Financing Uses	<u>16,927,550</u>	<u>21,274,288</u>	<u>16,065,483</u>	<u>5,208,805</u>
Net Change in Fund Balance	-	(304,496)	4,108,855	4,413,351
Fund Balance - Beginning of Year	-	304,496	8,067,782	7,763,286
Fund Balance - Ending of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,176,637</u>	<u>\$ 12,176,637</u>

Notes to Schedule

The budget for the General Fund is adopted on a basis consistent with generally accepted accounting principles (GAAP). There is no difference between GAAP and the budgetary basis of accounting.

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
STORMWATER FUND
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Over / Under</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental Revenues	\$ -	\$ 805,577	\$ 898,364	\$ 92,787
Charges for Services	2,146,570	2,146,570	2,091,628	(54,942)
Investment Income	15,500	15,500	43,365	27,865
Miscellaneous Revenues	-	-	1,012	1,012
Total Revenues	<u>2,162,070</u>	<u>2,967,647</u>	<u>3,034,369</u>	<u>66,722</u>
EXPENDITURES				
Current:				
Physical Environment	1,638,709	3,332,357	2,762,973	569,384
Debt Service:				
Capital Lease Principal Retirement	51,239	51,239	51,239	-
Interest and Fiscal Charges	6,386	6,386	6,386	-
Total Expenditures	<u>1,696,334</u>	<u>3,389,982</u>	<u>2,820,598</u>	<u>569,384</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>465,736</u>	<u>(422,335)</u>	<u>213,771</u>	<u>636,106</u>
OTHER FINANCING SOURCES (USES)				
Transfers (Out)	(444,811)	(718,209)	(718,209)	-
Total Other Financing Sources (Uses)	<u>(444,811)</u>	<u>(718,209)</u>	<u>(718,209)</u>	<u>-</u>
Net Change in Fund Balance	20,925	(1,140,544)	(504,438)	636,106
Fund Balance - Beginning	<u>(20,925)</u>	<u>1,140,544</u>	<u>1,928,294</u>	<u>787,750</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,423,856</u>	<u>\$ 1,423,856</u>

Notes to Schedule

The budget for the Stormwater Fund is adopted on a basis consistent with generally accepted accounting principles (GAAP). There is no difference between GAAP and the budgetary basis of accounting.

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
COMMUNITY REDEVELOPMENT AGENCY FUND
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Over / Under</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental Revenues	\$ 699,454	\$ 680,657	\$ 680,657	\$ -
Investment Income	1,000	1,000	6,792	5,792
Miscellaneous Revenues	35,000	18,645	18,647	2
Total Revenues	<u>735,454</u>	<u>700,302</u>	<u>706,096</u>	<u>5,794</u>
EXPENDITURES				
Current:				
Economic Environment	1,116,500	246,964	147,893	99,071
Total Expenditures	<u>1,116,500</u>	<u>246,964</u>	<u>147,893</u>	<u>99,071</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(381,046)</u>	<u>453,338</u>	<u>558,203</u>	<u>104,865</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	426,078	426,103	426,103	-
Transfers (Out)	(68,604)	(1,068,604)	(190,274)	878,330
Total Other Financing Sources (Uses)	<u>357,474</u>	<u>(642,501)</u>	<u>235,829</u>	<u>878,330</u>
Net Change in Fund Balance	(23,572)	(189,163)	794,032	983,195
Fund Balance - Beginning	<u>23,572</u>	<u>189,163</u>	<u>334,646</u>	<u>145,483</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,128,678</u>	<u>\$ 1,128,678</u>

Notes to Schedule

The budget for the Community Redevelopment Agency Fund is adopted on a basis consistent with generally accepted accounting principles (GAAP). There is no difference between GAAP and the budgetary basis of accounting.

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
INFRASTRUCTURE SURTAX FUND
For the Year Ended September 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Over / Under</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental Revenues	\$ 1,724,258	\$ 1,724,258	\$ 1,835,713	\$ 111,455
Investment Income	25,000	125,000	264,808	139,808
Miscellaneous Revenues	-	-	7,178	7,178
Total Revenues	<u>1,749,258</u>	<u>1,849,258</u>	<u>2,107,699</u>	<u>258,441</u>
EXPENDITURES				
Current:				
Transportation	1,708,619	6,680,900	2,038,145	4,642,755
Debt Service:				
Notes Payable Principal Retirement	1,024,000	1,024,000	1,024,000	-
Interest and Fiscal Charges	130,721	130,721	130,721	-
Total Expenditures	<u>2,863,340</u>	<u>7,835,621</u>	<u>3,192,866</u>	<u>4,642,755</u>
Net Change in Fund Balance	(1,114,082)	(5,986,363)	(1,085,167)	4,901,196
Fund Balance - Beginning	<u>1,114,082</u>	<u>5,986,363</u>	<u>6,796,479</u>	<u>810,116</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,711,312</u>	<u>\$ 5,711,312</u>

Notes to Schedule

The budget for the Infrastructure Surtax Fund is adopted on a basis consistent with generally accepted accounting principles (GAAP). There is no difference between GAAP and the budgetary basis of accounting.

CITY OF CASSELBERRY, FLORIDA
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY
LAST TEN YEARS

	Fiscal Year 2019	Fiscal Year 2018
Total OPEB Liability		
Service cost	\$ 95,115	\$ 101,761
Interest	32,751	26,156
Differences Between Expected and Actual Experience	(94,130)	-
Change in assumptions	46,095	(51,462)
Benefit payments	(25,867)	(23,786)
Net change in total OPEB liability	53,964	52,669
Total OPEB liability, beginning	817,464	764,795
Total OPEB liability, ending	\$ 871,428	\$ 817,464
 Covered employee payroll	 \$ 9,726,850	 \$ 9,326,249
 Total OPEB liability as a percentage of covered employee payroll	 8.96%	 8.77%

Notes to Schedule:

Covered Employee Payroll was projected one year forward from the valuation date for the reporting period ending September 30, 2019.

Difference Between Expected and Actual Experience reflects the impact of changes to the census data from the prior valuation to the valuation as of September 30, 2018.

Changes of assumptions:

Changes of assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

Fiscal Year Ending September 30, 2019	4.18%
Fiscal Year Ending September 30, 2018	3.64%

Also reflected in changes of assumptions are:

- Updated annual per capita claims costs;
- Updated salary scale assumption for FRS participants in accordance with the actuarial valuation of the Florida Retirement System as of July 1, 2018;
- Updated medical participation rate; and
- Updated health care cost trend rates based on recent studies of health care cost experience

Plan Assets:

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB. Statement No. 75 to pay related benefits.

Other items:

This information is required for ten years. However, only two years of information is available.

CITY OF CASSELBERRY, FLORIDA
SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY
FLORIDA RETIREMENT SYSTEM (FRS)
LAST 10 FISCAL YEARS*

Fiscal Year Ending September 30,	City's proportion of the net pension liability (asset)	City's proportionate share of the net pension liability (asset)	City's covered payroll	City's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension liability (Note 2)
2019	0.003794676	\$ 1,306,834	\$ 1,063,143	122.92%	82.61%
2018	0.000038138	1,148,733	1,077,743	106.59%	84.26%
2017	0.000050921	1,506,218	1,266,697	118.91%	83.89%
2016	0.000078085	1,971,644	1,722,157	114.49%	84.88%
2015	0.000109263	1,411,281	2,257,881	62.50%	92.00%
2014	0.000119428	728,684	2,293,816	31.77%	96.09%

* The amounts presented for each fiscal year were determined as of 6/30.

Note 1: GASB 68 requires information for 10 years. However, until a full 10-year trend is compiled, the City is presenting information for only those years for which information is available.

Note 2: The Plan's fiduciary net position as a percentage of the total pension liability is published in Note 4 of the Plan's Comprehensive Annual Financial Report.

Note 3: The Plan's discount rate decreased from 7.65% to 7.60% in 2016. It decreased in 2017 to 7.10% and then to 7.0% in 2018 and 6.9% in 2019.

CITY OF CASSELBERRY, FLORIDA
SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY
HEALTH INSURANCE SUBSIDY (HIS)
LAST 10 FISCAL YEARS*

Fiscal Year Ending September 30,	City's proportion of the net pension liability (asset)	City's proportionate share of the net pension liability (asset)	City's covered payroll	City's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension liability (Note 2)
2019	0.003341110	\$ 373,837	\$ 1,132,521	33.01%	2.63%
2018	0.000035053	371,007	1,144,898	32.41%	2.15%
2017	0.000041766	446,582	1,331,283	33.55%	1.64%
2016	0.000057753	673,089	1,782,872	37.75%	0.97%
2015	0.000075536	770,346	2,316,841	33.25%	0.50%
2014	0.000078394	732,999	2,346,130	31.24%	0.99%

* The amounts presented for each fiscal year were determined as of 6/30.

Note 1: GASB 68 requires information for 10 years. However, until a full 10-year trend is compiled, the City is presenting information for only those years for which information is available.

Note 2: The Plan's fiduciary net position as a percentage of the total pension liability is published in Note 4 of the Plan's Comprehensive Annual Financial Report.

Note 3: The Plan's discount rate decreased from 3.80% to 2.85% in 2016. It increased to 3.58% in 2017 and then increased again to 3.87% in 2018. In 2019 the discount rate decreased to 3.5%.

**CITY OF CASSELBERRY, FLORIDA
SCHEDULE OF CONTRIBUTIONS
FLORIDA RETIREMENT SYSTEM (FRS)
LAST 10 FISCAL YEARS***

Fiscal Year Ending September 30,	Contractually required contribution	Contributions in relation to the contractually required contribution	Contribution deficiency (excess)	City's covered payroll	Contributions as a percentage of covered payroll
2019	\$ 129,250	\$ (129,250)	\$ -	\$ 993,452	13.01%
2018	104,587	(104,587)	-	1,024,147	10.21%
2017	127,181	(127,181)	-	1,230,913	10.33%
2016	174,086	(174,086)	-	1,640,612	10.61%
2015	260,185	(260,185)	-	2,185,976	11.90%
2014	273,504	(273,504)	-	2,275,936	12.02%

* The amounts presented for each fiscal year were determined as of 9/30.

Note 1: GASB 68 requires information for 10 years. However, until a full 10-year trend is compiled, the City is presenting information for only those years for which information is available.

**CITY OF CASSELBERRY, FLORIDA
SCHEDULE OF CONTRIBUTIONS
HEALTH INSURANCE SUBSIDY (HIS)
LAST 10 FISCAL YEARS***

Fiscal Year Ending September 30,	Contractually required contribution	Contributions in relation to the contractually required contribution	Contribution deficiency (excess)	City's covered payroll	Contributions as a percentage of covered payroll
2019	\$ 18,864	\$ (18,864)	\$ -	\$ 1,058,661	1.78%
2018	18,117	(18,117)	-	1,091,164	1.66%
2017	21,531	(21,531)	-	1,296,738	1.66%
2016	28,293	(28,293)	-	1,704,062	1.66%
2015	29,808	(29,808)	-	2,245,331	1.33%
2014	28,077	(28,077)	-	2,329,920	1.21%

* The amounts presented for each fiscal year were determined as of 9/30.

Note 1: GASB 68 requires information for 10 years. However, until a full 10-year trend is compiled, the City is presenting information for only those years for which information is available.



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CITY OF CASSELBERRY, FLORIDA
COMBINED SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
 (City and County)
POLICE OFFICERS' AND FIREFIGHTERS' PENSION PLAN
 LAST 10 FISCAL YEARS*

	2019	2018	2017
Total Pension Liability			
Service Cost	\$ 1,159,391	\$ 1,140,619	\$ 1,108,908
Interest	1,898,506	1,730,704	1,568,528
Change in Excess State Money	-	-	-
Change in Assumptions	194,741	194,797	218,503
Changes of Benefit Terms	677	-	-
Differences Between Expected & Actual Experience	(774,365)	(517,775)	(346,321)
Benefit Payments, Including Refunds of Member Contributions	(400,991)	(376,099)	(311,353)
Net Change in Total Pension Liability	2,077,959	2,172,246	2,238,265
Total Pension Liability - Beginning	23,696,346	21,524,100	19,285,835
Total Pension Liability - Ending (a)	<u>\$ 25,774,305</u>	<u>\$ 23,696,346</u>	<u>\$ 21,524,100</u>
Plan Fiduciary Net Position			
Contributions - Employer	\$ 603,342	\$ 570,671	\$ 643,477
Contributions - State	364,457	343,562	323,024
Contributions - Employee	141,765	133,040	131,856
Net Investment Income	992,751	2,219,686	2,545,534
Benefit Payments Including Refunds of Member Contributions	(400,991)	(376,099)	(311,353)
Administrative Expense	(69,477)	(57,107)	(55,031)
Net Change in Plan Fiduciary Net Position	1,631,847	2,833,753	3,277,507
Plan Fiduciary Net Position - Beginning	25,879,458	23,045,705	19,768,198
Plan Fiduciary Net Position - Ending (b)	<u>\$ 27,511,305</u>	<u>\$ 25,879,458</u>	<u>\$ 23,045,705</u>
Net Pension Liability/(Asset) - ending (a) - (b)	<u>\$ (1,737,000)</u>	<u>\$ (2,183,112)</u>	<u>\$ (1,521,605)</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	106.74%	109.21%	107.07%
Covered Payroll*	\$ 4,725,496	\$ 4,434,664	\$ 4,397,249
Net Pension Liability/(Asset) as a Percentage of Covered Payroll	-36.76%	-49.23%	-34.60%

	2016	2015	2014
\$	1,119,959	\$ 1,118,193	\$ 1,072,478
	1,446,408	1,213,707	1,030,153
	(793,704)	(840,356)	127,288
	104,867	-	-
	-	285,843	-
	(196,763)	812,506	-
	(297,561)	(177,255)	(102,263)
	1,383,206	2,412,638	2,127,656
	17,902,629	15,489,991	13,362,335
\$	19,285,835	\$ 17,902,629	\$ 15,489,991
\$	830,391	\$ 904,163	\$ 835,382
	322,422	298,872	310,405
	131,674	125,851	119,697
	1,627,223	(757,895)	1,496,762
	(297,561)	(177,255)	(102,263)
	(57,606)	(66,836)	(48,929)
	2,556,543	326,900	2,611,054
	17,211,655	16,884,755	14,273,701
\$	19,768,198	\$ 17,211,655	\$ 16,884,755
\$	(482,363)	\$ 690,974	\$ (1,394,764)
	102.50%	96.14%	109.00%
\$	4,387,070	\$ 4,210,346	\$ 4,021,893
	-11.00%	16.41%	-34.68%

Notes to Schedule of Changes in Net Pension Liability and Related Ratios

*The Covered Payroll numbers shown are in compliance with GASB 82, except for the 09/30/2015 measurement period.

Plan information is only available for 2014 through 2019. Subsequent years will be added as available. Information includes the entire plan (City and County). The City's proportional share at September 30, 2019 is 58.61%, 60.33% at September 30, 2018, 55.47% at September 30, 2017 and 56.32% at September 30, 2016.

Changes of benefit terms:

For measurement date 09/30/2019, amounts reported as changes of benefit terms resulted from the provisions of Chapter 112.1816, Florida Statutes. The Statutes state that, effective July 1, 2019, a death or disability (under the Plan's definition of total and permanent disability) for a Firefighter due to the diagnosis of cancer or circumstances that arise out of the treatment of cancer will be treated as duty-related.

For measurement date 09/30/2015, amounts reported as changes of benefit terms were resulted from:

- All New Firefighters hired on or after October 1, 2015 will participate in the FRS.
- Increase the Benefit Accrual Rate for all years of service to 3.12% of Average Final Compensation for Firefighters only.
- Provide that the Normal Retirement Date for Firefighters hired on or after September 15, 2013 will be the earlier of age 55 with 8 years of Credited Service or 25 years of Credited Service, regardless of age
- Institute a Deferred Retirement Option Plan (DROP) that provides that Firefighters who reach Normal Retirement Age will be able to participate in DROP for up to 5 years and receive the actual earnings of the Trust Fund, net of investment expenses, each quarter with a minimum return of 0.0% each quarter.

Changes of assumptions:

For measurement date 09/30/2019, amounts reported as changes of assumptions resulted from lowering the investment rate of return from 7.65% to 7.60%.

For measurement date 09/30/2018, amounts reported as changes of assumptions resulted from lowering the investment rate from 7.70% to 7.65%.

For measurement date 09/30/2017, as required by Chapter 2015-157, Laws of Florida, the assumed rates of mortality have been changed from those in the July 1, 2015 FRS valuation report to those used in the July 2, 2016 FRS valuation report. Additionally, the investment rate of return was lowered from 7.75% to 7.70%.

For measurement date 09/30/2016, amounts reported as changes of assumptions resulted from the experience study dated August 8, 2016 and as mandated by Chapter 2015-157, Laws of Florida, several changes to the assumptions were made in conjunction with the 10/01/2016 Valuation report. The changes are described in the Actuarial Assumptions and Methods section of the 10/01/2016 Valuation.

CITY OF CASSELBERRY, FLORIDA
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
POLICE OFFICERS' AND FIREFIGHTERS' PENSION PLAN
LAST 10 FISCAL YEARS

Fiscal Year Ending September 30,	City's proportion of the net pension liability (asset)	City's proportionate share of the net pension liability (asset)	City's covered payroll	City's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension liability(asset)
2019	0.586090476	\$ (985,771)	\$ 2,769,568	-35.59%	106.74%
2018	0.603349118	(1,247,233)	2,675,651	-46.61%	109.21%
2017	0.554676094	(848,113)	2,439,049	-34.77%	107.07%
2016	0.563206547	(271,670)	2,470,827	-11.00%	101.48%

The amounts presented for each fiscal year were determined as of 9/30.

Note 1: GASB 68 requires information for 10 years. However, until a full 10-year trend is compiled, the City is presenting information for only those years for which information is available. 2016 was the first year that the POFPP plan was a cost sharing multi-employer plan.

**CITY OF CASSELBERRY, FLORIDA
SCHEDULE OF CONTRIBUTIONS
POLICE OFFICERS' AND FIREFIGHTERS' PENSION PLAN
LAST 10 FISCAL YEARS**

Fiscal Year Ending September 30,	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll*	Contributions as a Percentage of Covered Payroll
2019	\$ 578,840	\$ 567,218	\$ 11,622	\$ 2,769,568	20.48%
2018	553,860	551,602	2,258	2,675,651	20.62%
2017	560,981	536,095	24,886	2,439,049	21.98%
2016	630,061	649,272	(19,211)	2,470,827	26.28%
2015	1,052,952	1,087,280	(34,328)	4,210,346	25.82%
2014	1,018,499	1,018,499	-	4,021,893	25.32%

* The Covered Payroll numbers shown are in compliance with GASB 82, except for the 9/30/15 measurement period.

Notes to the Schedule:

Plan information is only available for 2014 through 2019. Subsequent years will be added as available. Information above for 2014 and 2015 is for the consolidated plan prior to the fire services merger with Seminole County. Information for 2016 forward is reported for the City's proportional share only (56.32% for 2016, 55.47% for 2017, 60.33% for 2018, and 58.61% for 2019).

Valuation Date: 10/1/2017

Actuarially determined contribution rates are calculated as of October 1, two years prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Funding Method	Aggregate Actuarial Cost Method
Amortization Method	N/A
Remaining Amortization Method	N/A
Asset Valuation Method	Each year, the prior actuarial value of assets is brought forward utilizing the historical geometric 4-year average Market Value return. It is possible that over time this technique will produce an insignificant bias above or below Market Value.
Inflation	2.5% per year
Salary Increases	The projected salary in the year of retirement is increased individually to account for non-regular compensation (no final load assumed for Disability retirees).
Interest Rate	7.7% per year compounded annually, net of investment related expenses.
Retirement Age	Earlier of 1) age 55 and the completion of 6 years of service, or 2) the completion of 25 years of service, regardless of age. There is a 5% chance per year of Early Retirement at age 50 and older if eligible for Early Retirement.
Termination Rates	See table below.
Disability Rates	See table below.
Marriage Assumption:	75% of members are assumed married with the husband three years older than his wife.
Mortality	Healthy Lives: RP2000 Generational. Female: 100% Annuitant White Collar, Scale BB. Male: 10% Annuitant White Collar/90% Annuitant Blue Collar, Scale BB. Disabled Lives: 60% RP2000 Female: Set forward two years, Male: Setback four years/40% Annuitant White Collar with no setback, no projection scale.
Other Information	Termination and Disability Rate Tables

Age	% Becoming Disabled During The Year
20	0.28%
30	0.36%
40	0.60%
50	2.00%

Service	Age	% Terminating During the Year-Police Officers	% Terminating During the Year-Firefighters
<6	<30	11.50%	11.50%
	30-34	9.80%	9.80%
	35-39	7.30%	7.40%
	40-44	5.10%	4.70%
	45+	1.20%	1.60%
6+		5.00%	2.00%

**CITY OF CASSELBERRY, FLORIDA
SCHEDULE OF INVESTMENT RETURNS
POLICE OFFICERS' AND FIREFIGHTERS' PENSION PLAN**

<u>Fiscal Year Ending September 30,</u>	<u>Annual Money-Weighted Rate of Return, Net of Investment Expense</u>
2019	3.82%
2018	9.59%
2017	12.76%
2016	9.29%
2015	-4.38%
2014	10.12%

Note to the Schedule:

Plan information is only available for 2014 through 2019. Subsequent years will be added as available.



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OTHER SUPPLEMENTAL INFORMATION

Non-Major Governmental Funds:

- Combining Financial Statements for All Nonmajor Governmental Funds and Individual Budgetary Comparison Schedules (GAAP BASIS) for All Budgeted Nonmajor Governmental Funds

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The City has the following nonmajor special revenue funds:

Police Education Fund

To account for statutory defined law enforcement education expenditures financed by fines levied in accordance with State Statute and local ordinance.

Recreation Escrow Fund

To account for proceeds received from developers in lieu of dedicating land. Revenues must be used for the purpose of acquiring and developing park and recreation areas.

Law Enforcement Trust Fund

To account for proceeds obtained through the sale of confiscated and unclaimed property turned over to the City through court judgments. The proceeds are to be used solely for crime fighting purposes.

Municipal Impact Fee Trust Fund

To account for proceeds received from municipal impact fees charged on new construction projects. Revenue must be used to fund growth related increases in municipal services.

Local Option Gas Tax Fund

To account for proceeds from the City's share of a six-cent local option gas tax. Revenue must be used to fund related road improvement and maintenance projects.

Building Safety Fund

To account for revenues and expenditures related to Florida Building Code enforcement.

Multimodal Impact Fees Fund

To account for proceeds received from multimodal impact fees charged on new construction projects. Revenue must be used to fund growth related transportation projects.

Solid Waste Fund

To account for revenues and expenditures related to contracted residential solid waste management. The City is not responsible for the care and upkeep of a landfill facility.

Tree Replacement Fund

To account for donations which promote the planting of replacement trees after new construction in the City.

Treasury Equity Sharing IRS Fund (non-budgeted)

To account for reimbursements and expenditures related to shared task force initiatives between the City's law enforcement and federal agencies (IRS).

Justice Equity Sharing Fund (non-budgeted)

To account for federal reimbursements from the Department of Justice for agreed upon law enforcement activities.

Street Light Assessment Fund

To account for the street light special assessments and related expenditures to provide that benefit.

Summerset Wall Fund

To account for special assessment fees collected on homeowners in the Summerset community to be used for the repair and maintenance of a barrier wall.

Police and Firefighters Premium Tax Trust Fund (non-budgeted)

To account for excise tax imposed on homeowners' insurance premiums collected by the State of Florida Department of Revenue and remitted to the City. These tax revenues are to be used as retirement contributions to Police and Firefighters' Pension plans.

DEBT SERVICE FUND

Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. The City has the following nonmajor debt service fund:

Debt Service Fund

To account for the funding and payment of the City's long term outstanding debt.

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital outlay. The City has the following nonmajor capital projects funds:

Capital Improvement Fund

To account for the grant proceeds and related expenditures of various projects in the City's long-range capital improvement project budget.

Equipment Replacement Fund

To account for the replacement of equipment in accordance with the City's long-range capital improvement project budget.

CITY OF CASSELBERRY, FLORIDA
COMBINING BALANCE SHEET
ALL NONMAJOR GOVERNMENTAL FUNDS
September 30, 2019

	Total Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS				
Cash and Cash Equivalents	\$ 3,941,029	\$ 2,951	\$ 1,257,960	\$ 5,201,940
Investments	2,124,491	-	2,601	2,127,092
Accounts Receivable	267,394	-	-	267,394
Prepaid Items	8,732	-	24,091	32,823
Due from Other Governments	52,741	-	-	52,741
Total Assets	\$ 6,394,387	\$ 2,951	\$ 1,284,652	\$ 7,681,990
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 287,756	\$ -	\$ -	\$ 287,756
Accrued Liabilities	2,717	-	-	2,717
Due to Other Governments	190,942	-	-	190,942
Total Liabilities	481,415	-	-	481,415
Fund Balances:				
Nonspendable Prepaid Items and Inventories	-	-	24,091	24,091
Restricted for Public Safety	2,620,599	-	-	2,620,599
Restricted for Transportation Projects	1,986,317	-	-	1,986,317
Restricted for Solid Waste	515,487	-	-	515,487
Restricted for Capital Improvements	-	-	909,391	909,391
Restricted for Recreation Improvements	204,360	-	-	204,360
Restricted for Debt Service	-	2,951	-	2,951
Committed for Improvements	586,209	-	-	586,209
Committed for Equipment Purchases	-	-	351,170	351,170
Total Fund Balances	5,912,972	2,951	1,284,652	7,200,575
Total Liabilities and Fund Balances	\$ 6,394,387	\$ 2,951	\$ 1,284,652	\$ 7,681,990

CITY OF CASSELBERRY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2019

	Total Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES				
Taxes	\$ 610,603	\$ -	\$ -	\$ 610,603
Permits, Fees and Special Assessments	1,917,337	-	-	1,917,337
Intergovernmental Revenues	126,157	-	-	126,157
Charges for Services	1,731,416	-	-	1,731,416
Fines and Forfeitures	110,858	-	-	110,858
Investment Income	120,084	222	5,136	125,442
Miscellaneous Revenues	639,203	-	-	639,203
Total Revenues	5,255,658	222	5,136	5,261,016
EXPENDITURES				
Current:				
Public Safety	950,016	-	-	950,016
Physical Environment	1,655,206	-	-	1,655,206
Transportation	834,041	-	-	834,041
Debt Service:				
Notes Payable Principal Retirement	-	535,000	-	535,000
Interest and Fiscal Charges	-	154,565	500	155,065
Capital Outlay	-	-	578,227	578,227
Total Expenditures	3,439,263	689,565	578,727	4,707,555
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,816,395	(689,343)	(573,591)	553,461
OTHER FINANCING SOURCES AND (USES)				
Transfers In	12,200	689,566	820,195	1,521,961
Transfers (Out)	(266,974)	-	-	(266,974)
Proceeds from Sale of Capital Assets	-	-	60,732	60,732
Issuance of Capital Lease	-	-	459,781	459,781
Total Other Financing Sources And (Uses)	(254,774)	689,566	1,340,708	1,775,500
Net Change in Fund Balances	1,561,621	223	767,117	2,328,961
Fund Balances - Beginning	4,351,351	2,728	517,535	4,871,614
Fund Balances - Ending	\$ 5,912,972	\$ 2,951	\$ 1,284,652	\$ 7,200,575

CITY OF CASSELBERRY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
September 30, 2019

	Police Education Fund	Parks and Recreation Impact Fee Fund	Law Enforcement Trust Fund	Municipal Impact Fee Trust Fund	Local Option Gas Tax Fund
ASSETS					
Cash and Cash Equivalents	\$ 30,068	\$ 204,360	\$ 45,387	\$ 392,820	\$ 1,155,802
Investments	-	-	-	-	-
Accounts Receivable	-	-	-	-	55,800
Prepaid Items	-	-	-	-	-
Due from Other Governments	-	-	-	-	52,741
Total Assets	<u>\$ 30,068</u>	<u>\$ 204,360</u>	<u>\$ 45,387</u>	<u>\$ 392,820</u>	<u>\$ 1,264,343</u>
LIABILITIES					
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ 106,856
Accrued Liabilities	-	-	-	-	-
Due to Other Governments	-	-	-	126,052	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>126,052</u>	<u>106,856</u>
FUND BALANCES					
Restricted for Public Safety	30,068	-	45,387	266,768	-
Restricted for Transportation Projects	-	-	-	-	1,157,487
Restricted for Solid Waste	-	-	-	-	-
Restricted for Recreation Improvements	-	204,360	-	-	-
Committed for Improvements	-	-	-	-	-
Total Fund Balances	<u>30,068</u>	<u>204,360</u>	<u>45,387</u>	<u>266,768</u>	<u>1,157,487</u>
Total Liabilities and Fund Balances	<u>\$ 30,068</u>	<u>\$ 204,360</u>	<u>\$ 45,387</u>	<u>\$ 392,820</u>	<u>\$ 1,264,343</u>

Continued

Building Safety Fund	Multimodal Impact Fees Fund	Solid Waste Fund	Tree Replacement Fund	Treasury Equity Sharing Fund	Justice Equity Sharing DEA Fund
\$ 518,034	\$ 443,513	\$ 94,005	\$ 571,985	\$ 5,169	\$ 80,345
1,589,626	-	344,862	-	163,306	26,697
-	-	211,594	-	-	-
8,732	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 2,116,392</u>	<u>\$ 443,513</u>	<u>\$ 650,461</u>	<u>\$ 571,985</u>	<u>\$ 168,475</u>	<u>\$ 107,042</u>
\$ 45,926	\$ -	\$ 134,974	\$ -	\$ -	\$ -
2,717	-	-	-	-	-
64,890	-	-	-	-	-
<u>113,533</u>	<u>-</u>	<u>134,974</u>	<u>-</u>	<u>-</u>	<u>-</u>
2,002,859	-	-	-	168,475	107,042
-	443,513	-	-	-	-
-	-	515,487	-	-	-
-	-	-	-	-	-
-	-	-	571,985	-	-
<u>2,002,859</u>	<u>443,513</u>	<u>515,487</u>	<u>571,985</u>	<u>168,475</u>	<u>107,042</u>
<u>\$ 2,116,392</u>	<u>\$ 443,513</u>	<u>\$ 650,461</u>	<u>\$ 571,985</u>	<u>\$ 168,475</u>	<u>\$ 107,042</u>

CITY OF CASSELBERRY, FLORIDA
COMBINING BALANCE SHEET - CONTINUED
NONMAJOR SPECIAL REVENUE FUNDS
September 30, 2019

	Street Light Assessment Fund	Summerset Wall Fund	Police and Firefighters Premium Tax Trust Fund	Total Nonmajor Special Revenue Funds
ASSETS				
Cash and Cash Equivalents	\$ 385,317	\$ 14,224	\$ -	\$ 3,941,029
Investments	-	-	-	2,124,491
Accounts Receivable	-	-	-	267,394
Prepaid Items	-	-	-	8,732
Due from Other Governments	-	-	-	52,741
Total Assets	\$ 385,317	\$ 14,224	\$ -	\$ 6,394,387
LIABILITIES				
Accounts Payable	\$ -	\$ -	\$ -	\$ 287,756
Accrued Liabilities	-	-	-	2,717
Due to Other Governments	-	-	-	190,942
Total Liabilities	-	-	-	481,415
FUND BALANCES				
Restricted for Public Safety	-	-	-	2,620,599
Restricted for Transportation Projects	385,317	-	-	1,986,317
Restricted for Solid Waste	-	-	-	515,487
Restricted for Recreation Improvements	-	-	-	204,360
Committed for Improvements	-	14,224	-	586,209
Total Fund Balances	385,317	14,224	-	5,912,972
Total Liabilities and Fund Balances	\$ 385,317	\$ 14,224	\$ -	\$ 6,394,387



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CITY OF CASSELBERRY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended September 30, 2019

	Police Education Fund	Parks and Recreation Impact Fee Fund	Law Enforcement Trust Fund	Municipal Impact Fee Trust Fund	Local Option Gas Tax Fund
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 610,603
Permits, Fees and Special Assessments	-	110,869	-	138,984	-
Intergovernmental Revenues	-	-	-	-	53,346
Charges for Services	-	-	-	-	-
Fines and Forfeitures	11,925	-	8,833	-	-
Investment Income	181	714	251	1,173	6,353
Miscellaneous Revenues	-	-	-	-	168
Total Revenues	12,106	111,583	9,084	140,157	670,470
EXPENDITURES					
Current:					
Public Safety	7,144	-	-	750	-
Physical Environment	-	-	-	-	-
Transportation	-	-	-	-	426,973
Total Expenditures	7,144	-	-	750	426,973
Excess (Deficiency) of Revenues Over (Under) Expenditures	4,962	111,583	9,084	139,407	243,497
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	-	-
Transfers (Out)	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
Net Change in Fund Balances	4,962	111,583	9,084	139,407	243,497
Fund Balances - Beginning	25,106	92,777	36,303	127,361	913,990
Fund Balances - Ending	\$ 30,068	\$ 204,360	\$ 45,387	\$ 266,768	\$ 1,157,487

Continued

<u>Building Safety Fund</u>	<u>Multimodal Impact Fees Fund</u>	<u>Solid Waste Fund</u>	<u>Tree Replacement Fund</u>	<u>Treasury Equity Sharing Fund</u>	<u>Justice Equity Sharing DEA Fund</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1,009,526	294,157	-	-	-	-
-	-	-	-	-	-
1,259	-	1,730,157	-	-	-
-	-	-	-	24,085	66,015
85,145	1,565	17,010	2,347	4,574	665
8,895	-	-	265,683	-	-
<u>1,104,825</u>	<u>295,722</u>	<u>1,747,167</u>	<u>268,030</u>	<u>28,659</u>	<u>66,680</u>
518,597	-	-	-	59,068	-
-	-	1,644,881	-	-	-
-	-	-	3,800	-	-
<u>518,597</u>	<u>-</u>	<u>1,644,881</u>	<u>3,800</u>	<u>59,068</u>	<u>-</u>
<u>586,228</u>	<u>295,722</u>	<u>102,286</u>	<u>264,230</u>	<u>(30,409)</u>	<u>66,680</u>
-	-	-	-	-	-
<u>(52,722)</u>	<u>-</u>	<u>(214,252)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(52,722)</u>	<u>-</u>	<u>(214,252)</u>	<u>-</u>	<u>-</u>	<u>-</u>
533,506	295,722	(111,966)	264,230	(30,409)	66,680
<u>1,469,353</u>	<u>147,791</u>	<u>627,453</u>	<u>307,755</u>	<u>198,884</u>	<u>40,362</u>
<u>\$ 2,002,859</u>	<u>\$ 443,513</u>	<u>\$ 515,487</u>	<u>\$ 571,985</u>	<u>\$ 168,475</u>	<u>\$ 107,042</u>

CITY OF CASSELBERRY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - CONTINUED
NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended September 30, 2019

	Street Light Assessment Fund	Summerset Wall Fund	Police and Firefighters Premium Tax Trust Fund	Total Nonmajor Special Revenue Funds
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ 610,603
Permits, Fees and Special Assessments	363,801	-	-	1,917,337
Intergovernmental Revenues	72,811	-	-	126,157
Charges for Services	-	-	-	1,731,416
Fines and Forfeitures	-	-	-	110,858
Investment Income	-	106	-	120,084
Miscellaneous Revenues	-	-	364,457	639,203
Total Revenues	<u>436,612</u>	<u>106</u>	<u>364,457</u>	<u>5,255,658</u>
EXPENDITURES				
Current:				
Public Safety	-	-	364,457	950,016
Physical Environment	-	10,325	-	1,655,206
Transportation	403,268	-	-	834,041
Total Expenditures	<u>403,268</u>	<u>10,325</u>	<u>364,457</u>	<u>3,439,263</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>33,344</u>	<u>(10,219)</u>	<u>-</u>	<u>1,816,395</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	12,200	-	-	12,200
Transfers (Out)	-	-	-	(266,974)
Total Other Financing Sources (Uses)	<u>12,200</u>	<u>-</u>	<u>-</u>	<u>(254,774)</u>
Net Change in Fund Balances	45,544	(10,219)	-	1,561,621
Fund Balances - Beginning	<u>339,773</u>	<u>24,443</u>	<u>-</u>	<u>4,351,351</u>
Fund Balances - Ending	<u>\$ 385,317</u>	<u>\$ 14,224</u>	<u>\$ -</u>	<u>\$ 5,912,972</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
POLICE EDUCATION FUND
For the Year Ended September 30, 2019

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Fines and Forfeitures	\$ 13,000	\$ 11,925	\$ (1,075)
Investment Income	100	181	81
Total Revenues	<u>13,100</u>	<u>12,106</u>	<u>(994)</u>
EXPENDITURES			
Current:			
Public Safety	16,865	7,144	9,721
Total Expenditures	<u>16,865</u>	<u>7,144</u>	<u>9,721</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3,765)</u>	<u>4,962</u>	<u>8,727</u>
Net Change in Fund Balance	(3,765)	4,962	8,727
Fund Balance (Deficit) - Beginning	<u>3,765</u>	<u>25,106</u>	<u>21,341</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 30,068</u>	<u>\$ 30,068</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
PARKS AND RECREATION IMPACT FEE FUND
For the Year Ended September 30, 2019

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Permits, Fees and Special Assessments	\$ 25,000	\$ 110,869	\$ 85,869
Investment Income	100	714	614
Total Revenues	<u>25,100</u>	<u>111,583</u>	<u>86,483</u>
EXPENDITURES			
Current:			
Culture and Recreation	13,082	-	13,082
Total Expenditures	<u>13,082</u>	<u>-</u>	<u>13,082</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>12,018</u>	<u>111,583</u>	<u>99,565</u>
Net Change in Fund Balance	12,018	111,583	99,565
Fund Balance (Deficit) - Beginning	<u>(12,018)</u>	<u>92,777</u>	<u>104,795</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 204,360</u>	<u>\$ 204,360</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
LAW ENFORCEMENT TRUST FUND
For the Year Ended September 30, 2019

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Fines and Forfeitures	\$ 750	\$ 8,833	\$ 8,083
Investment Income	-	251	251
Total Revenues	<u>750</u>	<u>9,084</u>	<u>8,334</u>
EXPENDITURES			
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	750	9,084	8,334
Fund Balance (Deficit) - Beginning	<u>(750)</u>	<u>36,303</u>	<u>37,053</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 45,387</u>	<u>\$ 45,387</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
MUNICIPAL IMPACT FEE TRUST FUND
For the Year Ended September 30, 2019

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Permits, Fees and Special Assessments	\$ 10,000	\$ 138,984	\$ 128,984
Investment Income	100	1,173	1,073
Total Revenues	<u>10,100</u>	<u>140,157</u>	<u>130,057</u>
EXPENDITURES			
Current:			
Public Safety	750	750	-
Total Expenditures	<u>750</u>	<u>750</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>9,350</u>	<u>139,407</u>	<u>130,057</u>
Net Change in Fund Balance	9,350	139,407	130,057
Fund Balance (Deficit) - Beginning	<u>(9,350)</u>	<u>127,361</u>	<u>136,711</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 266,768</u>	<u>\$ 266,768</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
LOCAL OPTION GAS TAX FUND
For the Year Ended September 30, 2019

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Taxes	\$ 605,000	\$ 610,603	\$ 5,603
Intergovernmental Revenues	51,774	53,346	1,572
Investment Income	1,100	6,353	5,253
Miscellaneous Revenues	-	168	168
Total Revenues	<u>657,874</u>	<u>670,470</u>	<u>12,596</u>
EXPENDITURES			
Current:			
Transportation	592,183	426,973	165,210
Total Expenditures	<u>592,183</u>	<u>426,973</u>	<u>165,210</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>65,691</u>	<u>243,497</u>	<u>177,806</u>
Net Change in Fund Balance	65,691	243,497	177,806
Fund Balance (Deficit) - Beginning	<u>(65,691)</u>	<u>913,990</u>	<u>979,681</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 1,157,487</u>	<u>\$ 1,157,487</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
BUILDING SAFETY FUND
For the Year Ended September 30, 2019

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Permits, Fees and Special Assessments	\$ 393,138	\$ 1,009,526	\$ 616,388
Charges for Services	4,000	1,259	(2,741)
Fines and Forfeitures	1,500	-	(1,500)
Investment Income	2,500	85,145	82,645
Miscellaneous Revenues	-	8,895	8,895
Total Revenues	<u>401,138</u>	<u>1,104,825</u>	<u>703,687</u>
EXPENDITURES			
Current:			
Public Safety	641,803	518,597	123,206
Total Expenditures	<u>641,803</u>	<u>518,597</u>	<u>123,206</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(240,665)</u>	<u>586,228</u>	<u>826,893</u>
OTHER FINANCING SOURCES (USES)			
Transfers (Out)	(52,722)	(52,722)	-
Total Other Financing Sources and (Uses)	<u>(52,722)</u>	<u>(52,722)</u>	<u>-</u>
Net Change in Fund Balance	(293,387)	533,506	826,893
Fund Balance (Deficit) - Beginning	<u>293,387</u>	<u>1,469,353</u>	<u>1,175,966</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 2,002,859</u>	<u>\$ 2,002,859</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
MULTIMODAL IMPACT FEES FUND
For the Year Ended September 30, 2019

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Permits, Fees and Special Assessments	\$ 50,000	\$ 294,157	\$ 244,157
Investment Income	200	1,565	1,365
Total Revenues	<u>50,200</u>	<u>295,722</u>	<u>245,522</u>
EXPENDITURES			
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	50,200	295,722	245,522
Fund Balance (Deficit) - Beginning	<u>(50,200)</u>	<u>147,791</u>	<u>197,991</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 443,513</u>	<u>\$ 443,513</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SOLID WASTE FUND
For the Year Ended September 30, 2019

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Charges for Services	\$ 1,745,000	\$ 1,730,157	\$ (14,843)
Investment Income	1,000	17,010	16,010
Total Revenues	<u>1,746,000</u>	<u>1,747,167</u>	<u>1,167</u>
EXPENDITURES			
Current:			
Physical Environment	1,661,766	1,644,881	16,885
Total Expenditures	<u>1,661,766</u>	<u>1,644,881</u>	<u>16,885</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>84,234</u>	<u>102,286</u>	<u>18,052</u>
OTHER FINANCING SOURCES (USES)			
Transfers (Out)	(214,252)	(214,252)	-
Total Other Financing Sources and (Uses)	<u>(214,252)</u>	<u>(214,252)</u>	<u>-</u>
Net Change in Fund Balance	(130,018)	(111,966)	18,052
Fund Balance (Deficit) - Beginning	<u>130,018</u>	<u>627,453</u>	<u>497,435</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 515,487</u>	<u>\$ 515,487</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
TREE REPLACEMENT FUND
For the Year Ended September 30, 2019

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Investment Income	\$ 500	\$ 2,347	\$ 1,847
Miscellaneous Revenues	10,000	265,683	255,683
Total Revenues	<u>10,500</u>	<u>268,030</u>	<u>257,530</u>
EXPENDITURES			
Current:			
Transportation	91,622	3,800	87,822
Total Expenditures	<u>91,622</u>	<u>3,800</u>	<u>87,822</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(81,122)</u>	<u>264,230</u>	<u>345,352</u>
Net Change in Fund Balance	(81,122)	264,230	345,352
Fund Balance (Deficit) - Beginning	<u>81,122</u>	<u>307,755</u>	<u>226,633</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 571,985</u>	<u>\$ 571,985</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
STREET LIGHT ASSESSMENT FUND
For the Year Ended September 30, 2019

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Permits, Fees and Special Assessments	\$ 370,000	\$ 363,801	\$ (6,199)
Intergovernmental Revenues	72,810	72,811	1
Miscellaneous Revenues	-	-	-
Total Revenues	<u>442,810</u>	<u>436,612</u>	<u>(6,198)</u>
EXPENDITURES			
Current:			
Transportation	455,772	403,268	52,504
Total Expenditures	<u>455,772</u>	<u>403,268</u>	<u>52,504</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(12,962)</u>	<u>33,344</u>	<u>46,306</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	12,200	12,200	-
Total Other Financing Sources and (Uses)	<u>12,200</u>	<u>12,200</u>	<u>-</u>
Net Change in Fund Balance	(762)	45,544	46,306
Fund Balance (Deficit) - Beginning	<u>762</u>	<u>339,773</u>	<u>339,011</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 385,317</u>	<u>\$ 385,317</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SUMMERSET WALL FUND
For the Year Ended September 30, 2019

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Investment Income	\$ -	\$ 106	\$ 106
Total Revenues	<u>-</u>	<u>106</u>	<u>106</u>
EXPENDITURES			
Current:			
Physical Environment	10,325	10,325	-
Total Expenditures	<u>10,325</u>	<u>10,325</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(10,325)</u>	<u>(10,219)</u>	<u>106</u>
Net Change in Fund Balance	(10,325)	(10,219)	106
Fund Balance (Deficit) - Beginning	<u>10,325</u>	<u>24,443</u>	<u>14,118</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 14,224</u>	<u>\$ 14,224</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
For the Year Ended September 30, 2019

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Investment Income	\$ -	\$ 222	\$ 222
Total Revenues	<u>-</u>	<u>222</u>	<u>222</u>
EXPENDITURES			
Debt Service:			
Notes Payable Principal Retirement	535,000	535,000	-
Interest and Fiscal Charges	154,566	154,565	1
Total Expenditures	<u>689,566</u>	<u>689,565</u>	<u>1</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(689,566)</u>	<u>(689,343)</u>	<u>223</u>
OTHER FINANCING SOURCES			
Transfers In	689,566	689,566	-
Total Other Financing Sources	<u>689,566</u>	<u>689,566</u>	<u>-</u>
Net Change in Fund Balance	-	223	223
Fund Balance - Beginning	<u>-</u>	<u>2,728</u>	<u>2,728</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 2,951</u>	<u>\$ 2,951</u>

CITY OF CASSELBERRY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
September 30, 2019

	Capital Improvement Fund	Equipment Replacement Fund	Total Nonmajor Capital Projects Funds
ASSETS			
Cash and Cash Equivalents	\$ 906,790	\$ 351,170	\$ 1,257,960
Investments	2,601	-	2,601
Prepaid Items	-	24,091	24,091
Total Assets	\$ 909,391	\$ 375,261	\$ 1,284,652
LIABILITIES			
Total Liabilities	-	-	-
FUND BALANCES			
Nonspendable Prepaid Items and Inventories	\$ -	\$ 24,091	\$ 24,091
Restricted for Capital Improvements	909,391	-	909,391
Committed for Equipment Purchases	-	351,170	351,170
Total Fund Balances	909,391	375,261	1,284,652
Total Liabilities and Fund Balances	\$ 909,391	\$ 375,261	\$ 1,284,652

CITY OF CASSELBERRY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
For the Year Ended September 30, 2019

	<u>Capital Improvement Fund</u>	<u>Equipment Replacement Fund</u>	<u>Total Nonmajor Capital Projects Funds</u>
REVENUES			
Investment Income	\$ 112	\$ 5,024	\$ 5,136
Total Revenues	<u>112</u>	<u>5,024</u>	<u>5,136</u>
EXPENDITURES			
Debt Service:			
Interest and Fiscal Charges	-	500	500
Capital Outlay	118,080	460,147	578,227
Total Expenditures	<u>118,080</u>	<u>460,647</u>	<u>578,727</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(117,968)</u>	<u>(455,623)</u>	<u>(573,591)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	820,195	-	820,195
Proceeds from Sale of Capital Assets	-	60,732	60,732
Issuance of Capital Lease	-	459,781	459,781
Total Other Financing Sources and (Uses)	<u>820,195</u>	<u>520,513</u>	<u>1,340,708</u>
Net Change in Fund Balances	702,227	64,890	767,117
Fund Balances (Deficit) - Beginning	<u>207,164</u>	<u>310,371</u>	<u>517,535</u>
Fund Balances (Deficit) - Ending	<u>\$ 909,391</u>	<u>\$ 375,261</u>	<u>\$ 1,284,652</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
CAPITAL IMPROVEMENT FUND
For the Year Ended September 30, 2019

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Investment Income	\$ 30	\$ 112	\$ 82
Total Revenues	<u>30</u>	<u>112</u>	<u>82</u>
EXPENDITURES			
Capital Outlay	<u>820,204</u>	<u>118,080</u>	<u>702,124</u>
Total Expenditures	<u>820,204</u>	<u>118,080</u>	<u>702,124</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(820,174)</u>	<u>(117,968)</u>	<u>702,206</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	<u>820,195</u>	<u>820,195</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>820,195</u>	<u>820,195</u>	<u>-</u>
Net Change in Fund Balance	21	702,227	702,206
Fund Balance - Beginning	<u>(21)</u>	<u>207,164</u>	<u>207,185</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 909,391</u>	<u>\$ 909,391</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
EQUIPMENT REPLACEMENT FUND
For the Year Ended September 30, 2019

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Investment Income	\$ 500	\$ 5,024	\$ 4,524
Total Revenues	<u>500</u>	<u>5,024</u>	<u>4,524</u>
EXPENDITURES			
Debt Service:			
Interest and Fiscal Charges	500	500	-
Capital Outlay	514,530	460,147	54,383
Total Expenditures	<u>515,030</u>	<u>460,647</u>	<u>54,383</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(514,530)</u>	<u>(455,623)</u>	<u>58,907</u>
OTHER FINANCING SOURCES (USES)			
Proceeds from Sale of Capital Assets	-	60,732	60,732
Issuance of Capital Lease	459,781	459,781	-
Total Other Financing Sources (Uses)	<u>459,781</u>	<u>520,513</u>	<u>60,732</u>
Net Change in Fund Balance	(54,749)	64,890	119,639
Fund Balance - Beginning	<u>54,749</u>	<u>310,371</u>	<u>255,622</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 375,261</u>	<u>\$ 375,261</u>

City of Casselberry, Florida
Statistical Section
September 30, 2019

This part of the City of Casselberry, Florida's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time p.130

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax p.140

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future p.144

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place p.150

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs p.152

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant years.

**Schedule 1
City of Casselberry, Florida**

**NET POSITION BY COMPONENT
(accrual basis of accounting)**

Last Ten Fiscal Years

	2010	2011	2012	2013	2014
Governmental activities					
Net investment in capital assets	\$ 31,474,883	\$ 38,237,516	\$ 43,260,652	\$ 43,881,176	\$ 43,676,889
Restricted	5,845,070	8,955,267	6,946,993	6,056,686	8,381,363
Unrestricted	13,495,083	7,648,630	9,533,895	9,973,259	9,818,476
Total governmental activities net position	<u>\$ 50,815,036</u>	<u>\$ 54,841,413</u>	<u>\$ 59,741,540</u>	<u>\$ 59,911,121</u>	<u>\$ 61,876,728</u>
Business-type activities					
Net investment in capital assets (1)	\$ 28,766,162	\$ 31,211,848	\$ 33,454,101	\$ 35,987,390	\$ 38,717,023
Restricted	1,598,349	3,361,712	3,812,676	2,593,896	2,737,115
Unrestricted	9,662,883	10,422,311	12,972,662	15,033,066	15,648,522
Total business-type activities net position	<u>\$ 40,027,394</u>	<u>\$ 44,995,871</u>	<u>\$ 50,239,439</u>	<u>\$ 53,614,352</u>	<u>\$ 57,102,660</u>
Primary government					
Net investment in capital assets	\$ 60,241,045	\$ 69,449,364	\$ 76,714,753	\$ 79,868,566	\$ 82,393,912
Restricted	7,443,419	12,316,979	10,759,669	8,650,582	11,118,478
Unrestricted	23,157,966	18,070,941	22,506,557	25,006,325	25,466,998
Total primary government net position	<u>\$ 90,842,430</u>	<u>\$ 99,837,284</u>	<u>\$ 109,980,979</u>	<u>\$ 113,525,473</u>	<u>\$ 118,979,388</u>

- (1) Calculation of net investment in capital assets includes intangible water capacity rights for proper calculation of this net position component.

	2015	2016	2017	2018	2019
\$	45,818,091	\$ 42,377,080	\$ 48,485,241	\$ 50,467,884	\$ 51,906,199
	8,471,838	9,498,303	6,604,173	7,652,254	9,400,516
	6,183,719	7,256,239	5,961,015	6,389,494	10,753,200
\$	60,473,648	\$ 59,131,622	\$ 61,050,429	\$ 64,509,632	\$ 72,059,915
\$	43,836,847	\$ 48,179,369	\$ 51,593,224	\$ 51,759,237	\$ 53,458,694
	2,217,575	2,269,490	2,928,449	6,059,855	6,656,072
	11,535,774	12,494,507	15,670,045	17,212,445	19,125,478
\$	57,590,196	\$ 62,943,366	\$ 70,191,718	\$ 75,031,537	\$ 79,240,244
\$	89,654,938	\$ 90,556,449	\$ 100,078,465	\$ 102,227,121	\$ 105,364,893
	10,689,413	11,767,793	9,532,622	13,712,109	16,056,588
	17,719,493	19,750,746	21,631,060	23,601,939	29,878,678
\$	118,063,844	\$ 122,074,988	\$ 131,242,147	\$ 139,541,169	\$ 151,300,159

Schedule 2
City of Casselberry, Florida

CHANGES IN NET POSITION
(accrual basis of accounting)

Last Ten Fiscal Years

	2010	2011	2012	2013	2014
Expenses					
Governmental activities:					
General government	\$ 2,729,600	\$ 3,298,566	\$ 2,583,706	\$ 3,412,716	\$ 3,967,888
Public safety	10,549,703	9,992,303	8,554,565	10,837,854	11,204,752
Physical environment	1,902,121	1,923,965	4,855,403	3,386,599	3,156,147
Transportation	2,342,339	3,146,813	2,253,921	2,453,640	2,398,827
Economic environment	215,560	163,100	564,047	94,765	61,410
Culture/Recreation	1,807,605	1,528,141	1,598,074	1,604,334	1,672,216
Interest on long-term debt	521,466	508,617	332,621	217,285	202,032
Total governmental activities expenses	<u>20,068,394</u>	<u>20,561,505</u>	<u>20,742,337</u>	<u>22,007,193</u>	<u>22,663,272</u>
Business-type activities:					
Water and wastewater	10,688,571	10,307,498	10,207,280	11,783,674	11,581,779
Golf course	-	-	-	-	-
Total business-type activities expenses	<u>10,688,571</u>	<u>10,307,498</u>	<u>10,207,280</u>	<u>11,783,674</u>	<u>11,581,779</u>
Total primary government expenses	<u>\$ 30,756,965</u>	<u>\$ 30,869,003</u>	<u>\$ 30,949,617</u>	<u>\$ 33,790,867</u>	<u>\$ 34,245,051</u>
Program revenues					
Governmental activities:					
Charges for services					
General government	\$ 44,923	\$ 45,769	\$ 49,572	\$ 52,808	\$ 96,074
Public safety	1,160,869	1,573,826	1,891,645	1,830,512	2,396,254
Physical environment	3,302,725	3,323,173	3,361,215	3,300,664	3,315,480
All others	563,695	544,566	472,542	503,835	548,057
Operating grants and contributions	237,501	242,597	394,833	307,060	189,679
Capital grants and contributions	89,763	1,257,390	3,224,956	375,817	1,706,439
Total governmental activities program revenues	<u>5,399,476</u>	<u>6,987,321</u>	<u>9,394,763</u>	<u>6,370,696</u>	<u>8,251,983</u>
Business-type activities:					
Charges for services					
Water and wastewater	12,918,726	13,979,272	14,782,112	14,932,155	15,546,208
Golf course	-	-	-	-	-
Operating grants and contributions	-	-	-	-	-
Capital grants and contributions	1,752,213	2,235,141	1,612,436	1,261,945	631,570
Total business-type activities program revenues	<u>14,670,939</u>	<u>16,214,413</u>	<u>16,394,548</u>	<u>16,194,100</u>	<u>16,177,778</u>
Total primary government program revenues	<u>\$ 20,070,415</u>	<u>\$ 23,201,734</u>	<u>\$ 25,789,311</u>	<u>\$ 22,564,796</u>	<u>\$ 24,429,761</u>
Net (expense) / revenue					
Governmental activities	\$ (14,668,918)	\$ (13,574,184)	\$ (11,347,574)	\$ (15,636,497)	\$ (14,411,289)
Business-type activities	3,982,368	5,906,915	6,187,268	4,410,426	4,595,999
Total primary government net (expense)	<u>\$ (10,686,550)</u>	<u>\$ (7,667,269)</u>	<u>\$ (5,160,306)</u>	<u>\$ (11,226,071)</u>	<u>\$ (9,815,290)</u>

Continued next page

	2015	2016	2017	2018	2019
\$	4,190,599	\$ 6,016,606	\$ 2,842,728	\$ 3,186,612	\$ 3,129,368
	11,124,994	7,420,301	7,312,223	7,628,779	7,984,299
	3,118,016	2,976,161	3,357,673	3,673,470	4,095,432
	2,773,141	4,082,053	2,789,917	3,156,259	3,174,747
	136,462	13,752	508,643	444,771	160,332
	2,001,989	2,014,366	2,225,677	2,227,600	2,322,355
	262,541	368,787	324,371	323,555	345,752
	23,607,742	22,892,026	19,361,232	20,641,046	21,212,285
	13,972,550	13,668,903	12,586,024	13,416,587	14,596,333
	-	763,860	782,835	957,864	1,025,105
	13,972,550	14,432,763	13,368,859	14,374,451	15,621,438
\$	37,580,292	\$ 37,324,789	\$ 32,730,091	\$ 35,015,497	\$ 36,833,723
\$	109,915	\$ 104,741	\$ 83,559	\$ 100,365	\$ 111,295
	1,836,400	1,605,034	978,344	670,582	1,468,858
	3,328,477	3,350,913	3,420,413	3,466,507	3,821,785
	681,107	664,798	760,894	768,189	798,121
	198,659	117,381	177,318	619,693	1,435,762
	66,125	1,470,983	581,132	606,533	1,343,751
	6,220,683	7,313,850	6,001,660	6,231,869	8,979,572
	16,103,074	17,621,017	19,289,087	18,910,270	18,924,898
	-	542,478	554,365	617,863	827,496
	-	-	20,771	1,808	323,640
	93,744	1,585,078	316,921	78,024	358,681
	16,196,818	19,748,573	20,181,144	19,607,965	20,434,715
\$	22,417,501	\$ 27,062,423	\$ 26,182,804	\$ 25,839,834	\$ 29,414,287
\$	(17,387,059)	\$ (15,578,176)	\$ (13,359,572)	\$ (14,409,177)	\$ (12,232,713)
	2,224,268	5,315,810	6,812,285	5,233,514	4,813,277
\$	(15,162,791)	\$ (10,262,366)	\$ (6,547,287)	\$ (9,175,663)	\$ (7,419,436)

Schedule 2
City of Casselberry, Florida

CHANGES IN NET POSITION
(accrual basis of accounting)

Last Ten Fiscal Years

	2010	2011	2012	2013	2014
<u>General revenues and other changes in net position</u>					
Governmental activities:					
Property tax	\$ 6,966,724	\$ 6,034,297	\$ 5,658,691	\$ 5,429,824	\$ 5,580,687
Infrastructure surtax	966,133	1,301,383	337,843	-	-
Public service tax	3,611,771	3,431,425	3,145,389	3,236,418	3,329,289
Gas tax	427,578	484,995	473,641	533,773	546,713
Sales tax	1,352,694	1,350,893	1,519,307	1,583,077	1,661,536
Unrestricted state revenue sharing	773,545	774,081	783,937	852,380	904,763
Franchise fees	2,323,884	2,121,340	1,958,086	1,916,161	2,035,970
Other taxes	262,396	231,925	233,941	218,555	404,103
Unrestricted intergovernmental revenues	723,272	548,861	535,934	520,124	348,127
Interest revenue	30,024	65,227	161,797	105,718	97,958
Miscellaneous revenues	438,741	274,933	387,679	306,183	212,697
Gain on sale of capital assets	-	-	-	-	78,988
Special item (1)	-	-	-	-	-
Transfers in (out)	1,011,739	981,201	1,051,456	1,103,865	1,176,065
Total governmental activities	18,888,501	17,600,561	16,247,701	15,806,078	16,376,896
Business-type activities:					
Interest revenue	7,362	42,763	107,756	68,352	68,374
Miscellaneous revenues & Gain(Loss) on Disposal	-	-	-	-	-
Transfers in (out)	(1,011,739)	(981,201)	(1,051,456)	(1,103,865)	(1,176,065)
Total business-type activities	(1,004,377)	(938,438)	(943,700)	(1,035,513)	(1,107,691)
Total primary government	\$ 17,884,124	\$ 16,662,123	\$ 15,304,001	\$ 14,770,565	\$ 15,269,205
<u>Change in net position</u>					
Governmental activities	\$ 4,219,583	\$ 4,026,377	\$ 4,900,127	\$ 169,581	\$ 1,965,607
Business-type activities	2,977,991	4,968,477	5,243,568	3,374,913	3,488,308
	\$ 7,197,574	\$ 8,994,854	\$ 10,143,695	\$ 3,544,494	\$ 5,453,915

(1) The Special Item in 2015 relates to the transfer of Fire and Emergency operations to Seminole County. The Special Item for 2016 relates to the change in the City's pension plan as a result of that merger for Fire Services. See related footnotes in the respective CAFR for further information

	2015	2016	2017	2018	2019
\$	5,763,275	\$ 3,458,276	\$ 3,642,618	\$ 3,863,887	\$ 4,507,851
	895,787	1,639,378	1,704,689	1,800,220	1,835,713
	3,197,113	3,212,368	3,217,101	3,304,018	3,514,113
	568,107	587,332	607,164	609,022	610,603
	1,788,785	1,839,335	1,873,706	1,968,337	1,998,820
	983,190	1,020,492	1,077,566	1,116,019	1,178,959
	2,031,474	1,933,738	1,978,429	2,147,683	2,320,432
	437,277	459,219	486,080	540,830	947,735
	339,741	344,120	340,284	359,917	381,963
	163,344	209,796	132,871	124,463	650,894
	180,258	209,815	369,927	331,854	290,755
	679,920	-	-	-	60,733
	(2,842,591)	(760,730)	-	-	-
	1,619,368	83,011	(152,056)	936,532	1,484,425
	15,805,048	14,236,150	15,278,379	17,102,782	19,782,996
	118,573	120,371	127,731	126,516	711,372
	-	-	156,280	151,502	168,483
	(1,619,368)	(83,011)	152,056	(936,532)	(1,484,425)
	(1,500,795)	37,360	436,067	(658,514)	(604,570)
\$	14,304,253	\$ 14,273,510	\$ 15,714,446	\$ 16,444,268	\$ 19,178,426
\$	(1,582,011)	\$ (1,342,026)	\$ 1,918,807	\$ 2,693,605	\$ 7,550,283
	723,473	5,353,170	7,248,352	4,575,000	4,208,707
\$	(858,538)	\$ 4,011,144	\$ 9,167,159	\$ 7,268,605	\$ 11,758,990

**Schedule 3
City of Casselberry, Florida**

**FUND BALANCES, GOVERNMENTAL FUNDS
(modified accrual basis of accounting)**

Last Ten Fiscal Years

	2010	2011	2012	2013	2014
General fund					
Nonspendable	\$ 231,030	\$ 236,288	\$ 223,423	\$ 439,801	\$ 479,339
Restricted	2,005	329,424	-	-	-
Committed	1,014,805	681,674	499,080	-	-
Assigned	-	-	-	892,457	1,474,798
Unassigned	10,264,353	6,860,201	8,118,121	7,413,300	6,914,615
Total general fund	\$ 11,512,193	\$ 8,107,587	\$ 8,840,624	\$ 8,745,558	\$ 8,868,752
All other governmental funds					
Nonspendable	\$ -	\$ 5,335	\$ 979,543	\$ 5,532	\$ 5,762
Restricted	5,115,220	12,021,331	10,590,808	10,983,244	10,874,020
Committed	2,116,285	1,888,704	2,074,779	681,215	1,699,132
Assigned	715,754	1,045,648	-	1,992,268	-
Unassigned (Deficit)	-	-	(41,346)	-	(193,414)
Total all other governmental funds	\$ 7,947,259	\$ 14,961,018	\$ 13,603,784	\$ 13,662,259	\$ 12,385,500

	2015	2016	2017	2018	2019
\$	83,084	\$ 206,102	\$ 206,491	\$ 62,278	\$ 229,972
	-	-	-	-	1,707,713
	144,555	-	-	-	-
	1,474,798	305,152	1,474,083	700,407	1,799,166
	3,944,250	5,052,535	4,761,125	7,305,097	8,439,786
\$	5,646,687	\$ 5,563,789	\$ 6,441,699	\$ 8,067,782	\$ 12,176,637
\$	680	\$ -	\$ -	\$ 3,833	\$ 31,504
	20,203,467	17,369,847	13,708,131	13,287,243	14,495,538
	1,735,565	2,630,696	816,201	639,876	937,379
	-	-	-	-	-
	(71,683)	-	-	81	-
\$	21,868,029	\$ 20,000,543	\$ 14,524,332	\$ 13,931,033	\$ 15,464,421

Schedule 4
City of Casselberry, Florida

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
(modified accrual basis of accounting)

Last Ten Fiscal Years

	2010	2011	2012	2013	2014
Revenues					
Taxes	\$ 11,518,763	\$ 10,422,385	\$ 9,773,298	\$ 9,686,031	\$ 9,960,121
Special assessments (1)	318,843	-	-	-	-
Impact fees (1)	56,573	-	-	-	-
Permits, fees and special assessments	2,542,394	2,744,491	2,532,485	2,555,090	2,894,439
Intergovernmental revenues	4,340,045	5,272,724	5,845,195	3,275,988	4,627,878
Charges for services	3,980,698	4,333,359	4,499,340	4,552,732	4,751,127
Fines and forfeitures	387,254	402,401	589,820	428,905	726,254
Investment income	26,448	63,077	161,797	105,718	97,958
Miscellaneous revenues	517,323	344,178	431,170	347,550	323,726
Total revenues	23,688,341	23,582,615	23,833,105	20,952,014	23,381,503
Expenditures					
General government	2,747,243	3,157,420	2,933,931	3,159,865	3,854,216
Public safety	10,112,512	9,651,009	9,894,626	10,616,986	10,571,178
Physical environment	2,465,561	2,464,440	3,392,195	2,339,896	3,087,954
Transportation	1,996,672	1,927,474	1,870,757	1,815,409	1,649,675
Economic environment	215,019	162,118	563,082	93,691	61,410
Human services	-	-	-	-	-
Culture/Recreation	1,678,731	1,282,971	1,446,080	1,532,384	1,332,158
Debt service:					
Principal retirement	1,745,544	1,991,785	2,094,920	2,003,394	1,248,733
Interest and fiscal charges	563,114	694,484	229,766	229,765	210,497
Capital Outlay	586,238	1,693,731	3,828,335	1,222,831	4,065,574
Total expenditures	22,110,634	23,025,432	26,253,692	23,014,221	26,081,395
Excess (deficiency) of revenues over (under) expenditures	1,577,707	557,183	(2,420,587)	(2,062,207)	(2,699,892)
Other financing sources (uses)					
Transfers in	3,142,438	4,252,818	2,834,073	2,701,477	4,988,962
Transfers (out)	(2,130,699)	(2,244,298)	(1,782,617)	(1,597,612)	(3,812,897)
Proceeds from sale of capital assets	-	17,500	38,190	56,875	111,262
Insurance recoveries	-	-	-	70,206	-
Issuance of borrowing/refunding	64,925	9,392,950	706,744	794,670	259,000
Payment to escrow/current redemption	-	(8,367,000)	-	-	-
Total other financing sources (uses)	1,076,664	3,051,970	1,796,390	2,025,616	1,546,327
Net change in fund balances	\$ 2,654,371	\$ 3,609,153	\$ (624,197)	\$ (36,591)	\$ (1,153,565)
Debt service as a percentage of non-capital expenditures	11.7%	12.9%	11.7%	10.8%	7.0%

(1) Special assessments and impact fees combined with other fees for reporting classifications starting in 2011.

	2015	2016	2017	2018	2019
\$	10,027,677	\$ 7,795,712	\$ 7,678,297	\$ 8,009,855	\$ 8,868,505
	-	-	-	-	-
	-	-	-	-	-
	2,644,656	4,225,117	3,257,859	2,908,601	4,301,140
	4,356,694	5,391,142	5,545,543	5,992,652	7,904,063
	4,957,743	3,508,144	3,651,352	3,706,588	4,080,108
	258,783	283,573	280,551	289,272	395,196
	163,344	209,796	132,871	124,463	650,894
	310,156	963,424	840,392	1,282,052	1,080,101
	<u>22,719,053</u>	<u>22,376,908</u>	<u>21,386,865</u>	<u>22,313,483</u>	<u>27,280,007</u>
	4,987,753	4,518,196	3,194,771	3,059,476	2,988,687
	11,048,612	6,705,637	6,783,770	7,287,826	7,511,951
	2,881,266	2,765,574	4,753,202	3,790,145	4,630,272
	1,943,276	1,850,727	3,690,932	3,090,590	4,151,571
	57,833	13,752	499,805	446,577	147,893
	-	-	-	-	-
	4,142,638	1,464,683	1,847,132	2,146,161	2,731,834
	2,833,434	1,591,828	2,369,493	2,018,693	2,187,193
	247,312	345,698	330,811	322,443	358,653
	<u>2,505,971</u>	<u>9,580,334</u>	<u>4,505,002</u>	<u>721,811</u>	<u>578,227</u>
	<u>30,648,095</u>	<u>28,836,429</u>	<u>27,974,918</u>	<u>22,883,722</u>	<u>25,286,281</u>
	<u>(7,929,042)</u>	<u>(6,459,521)</u>	<u>(6,588,053)</u>	<u>(570,239)</u>	<u>1,993,726</u>
	3,767,386	13,150,837	2,669,544	2,990,656	4,307,996
	(2,148,018)	(10,769,256)	(1,511,622)	(2,054,124)	(2,823,571)
	48,997	1,574,556	-	-	60,732
	-	-	-	-	-
	12,511,141	553,000	831,830	666,491	2,103,360
	-	-	-	-	-
	<u>14,179,506</u>	<u>4,509,137</u>	<u>1,989,752</u>	<u>1,603,023</u>	<u>3,648,517</u>
\$	<u>6,250,464</u>	<u>\$ (1,950,384)</u>	<u>\$ (4,598,301)</u>	<u>\$ 1,032,784</u>	<u>\$ 5,642,243</u>
	<u>12.7%</u>	<u>6.6%</u>	<u>11.5%</u>	<u>12.0%</u>	<u>12.8%</u>

**Schedule 5
City of Casselberry, Florida**

ASSESSED AND ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Fiscal Years

(dollar amounts are expressed in thousands)

Fiscal Year	Assessed Value			Less: Tax Exempt Property	Taxable Assessed Value	Total Direct Tax Rate	Actual Taxable Value	Value as a Percentage of Actual Value
	Real Property (1)	Personal Property	Total					
2010	\$ 1,743,134	\$ 106,881	\$ 1,850,015	\$ 529,585	\$ 1,320,430	5.4500	\$ 1,850,015	71.374%
2011	1,478,385	99,535	1,577,920	362,991	1,214,929	5.4500	1,577,920	76.996%
2012	1,267,636	102,567	1,370,203	324,803	1,045,400	5.4500	1,370,203	76.295%
2013	1,290,455	103,670	1,394,125	335,516	1,058,609	5.4500	1,394,125	75.934%
2014	1,310,448	101,086	1,411,534	323,247	1,088,287	5.4500	1,411,534	77.100%
2015	1,320,635	97,222	1,417,857	323,283	1,094,574	5.4500	1,417,857	77.199%
2016	1,371,003	96,071	1,467,074	319,412	1,147,662	3.1201	1,467,074	78.228%
2017	1,430,110	93,493	1,523,603	314,084	1,209,519	3.1201	1,523,603	79.385%
2018	1,506,976	92,049	1,599,025	315,201	1,283,824	3.1201	1,599,025	80.288%
2019	1,762,300	97,878	1,860,178	327,761	1,532,417	3.0519	1,860,178	82.380%

Source: Seminole County Property Appraiser's Office.

Note: Property is reassessed each year by the Seminole County Property Appraiser. Real property is assessed at 98% of actual value and personal property is assessed at 100% for 2018. Estimated actual taxable value is calculated by dividing assessed value by those percentages. Tax rates are per \$1,000 of assessed valuation.

(1) Real property was not broken down into residential and commercial property due to lack of information available from the Seminole County Property Appraiser's Office.

**Schedule 6
City of Casselberry, Florida**

DIRECT AND OVERLAPPING PROPERTY TAX RATES

Last Ten Fiscal Years

(Per \$1,000 of Assessed Taxable Value)

Fiscal Year	City of Casselberry Florida Total Direct	Seminole County		St. Johns River Water Mgmt. Dist.	Total
		Government	School Board		
2010	5.450	5.045	7.723	0.416	18.634
2011	5.450	5.045	7.722	0.331	18.548
2012	5.450	5.045	7.553	0.331	18.379
2013	5.450	4.875	8.361	0.328	19.014
2014	5.450	4.875	7.897	0.316	18.538
2015	5.450	4.875	7.849	0.302	18.476
2016	3.120	4.875	7.849	0.302	16.146
2017	3.120	4.875	6.569	0.272	14.836
2018	3.052	4.875	6.313	0.256	14.496
2019	3.052	4.875	6.133	0.241	14.301

Source: Seminole County Property Appraiser's Office.

**Schedule 7
City of Casselberry, Florida**

PRINCIPAL PROPERTY TAXPAYERS

Current Year and Nine Years Ago

Use	Taxpayer	Fiscal Year 2018 / 2019 (a)			Fiscal Year 2009 / 2010 (b)		
		Taxable Value	Percent of Total Taxable Value	Rank	Taxable Value	Percent of Total Taxable Value	Rank
Residential	BPP Alphabet MF Newport Colony	\$ 53,962,454	3.29%	1	\$ -	-	-
Residential	TGA 3851 Grandpine Way LLC	53,555,051	3.26%	2	-	-	-
Residential	Vinings FL Partners LLC	41,165,678	2.51%	3	-	-	-
Residential	4704 Integra LLC	30,878,228	1.88%	4	-	-	-
Residential	Radius Winter Park LLC	29,834,394	1.82%	5	-	-	-
Shopping Center	DDRM Casselberry Commons LLC	26,861,183	1.64%	6	17,496,089	1.16%	6
Residential	PBH Stonecastle LLC	24,411,265	1.49%	7	18,481,062	1.23%	4
Residential	The Allegro at Casselberry LLC	22,864,291	1.39%	8	-	-	-
Residential	CPI Lake Kathryn Estates Owner	20,605,626	1.26%	9	-	-	-
Residential	Goldelm at Regency Oaks LLC	19,138,298	1.17%	10	-	-	-
Shopping Center	Wal-Mart Stores East LP	-	-	-	27,563,178	1.83%	1
Residential	Casselberry Harbor Inv. Inc.	-	-	-	25,308,082	1.68%	2
Residential	Newport Colony Apartments	-	-	-	24,981,371	1.66%	3
Shopping Center	Greater Properties Inc.	-	-	-	18,024,062	1.20%	5
Shopping Center	MSKP Casselberry Exchange LLC	-	-	-	17,453,211	1.16%	7
Residential	Casselberry-Oxford Assoc.	-	-	-	12,613,860	0.84%	8
Residential	C J Properties	-	-	-	12,343,318	0.82%	9
Shopping Center	Target Corp	-	-	-	11,014,117	0.73%	10
Totals		<u>\$ 323,276,468</u>	<u>19.70%</u>		<u>\$ 185,278,350</u>	<u>12.31%</u>	

(a) The fiscal year ended September 30, 2019 tax levy is based on the 2018 taxable value.

(b) The fiscal year ended September 30, 2010 tax levy is based on the 2009 taxable value.

Source: Seminole County Property Appraiser's Office.

Schedule 8

City of Casselberry, Florida

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Fiscal Years

Fiscal Year	Total Tax Levy (a)	Current Tax Collections	Percent of Levy Collected	Delinquent Tax Collections	Total Tax Collections	Percent of Levy Collected
2010	\$ 7,232,486	\$ 6,899,604	95.4%	\$ 67,120	\$ 6,966,724	96.3%
2011	6,255,694	6,034,297	96.5%	12,367	6,046,664	96.7%
2012	5,845,247	5,641,962	96.5%	14,484	5,656,446	96.8%
2013	5,683,328	5,402,096	95.1%	6,843	5,408,939	95.2%
2014	5,759,596	5,573,014	96.8%	14,254	5,587,268	97.0%
2015	5,965,394	5,756,392	96.5%	6,169	5,762,561	96.6%
2016	3,580,798	3,451,207	96.4%	7,069	3,458,276	96.6%
2017	3,773,793	3,634,046	96.3%	8,573	3,642,619	96.5%
2018	4,005,637	3,862,610	96.4%	1,277	3,863,887	96.5%
2019	4,676,760	4,507,851	96.4%	1,284	4,509,135	96.4%

(a) Gross taxes before taxpayer elective early payment discount of 1% - 4% depending on month paid.

Source: Seminole County Tax Collector's Office.

**Schedule 9
City of Casselberry, Florida**

RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year	Governmental Activities							
	Sales Tax Revenue Notes	Special Assessment Revenue Note	Sausalito Wall Special Assessment Revenue Note	Local Option Gas Tax Revenue Note	Infrastructure Surtax Revenue Note	Capital Improvement Revenue Note	Capital Leases	Other Loans
2010	\$ 6,454,500	\$ 162,000	\$ -	\$ 1,074,472	\$ 2,535,000	\$ 2,277,000	\$ 390,756	\$ -
2011	8,445,000	135,000	-	819,020	1,620,000	-	964,873	-
2012	8,056,400	107,000	-	554,984	675,000	-	1,202,333	-
2013	7,626,550	77,000	-	282,077	-	-	1,401,366	-
2014	7,187,300	47,000	-	-	-	-	1,162,959	-
2015	6,743,350	-	-	-	9,894,000	-	437,614	1,000,000
2016	6,290,000	-	-	-	9,570,000	-	676,139	500,000
2017	5,820,000	-	-	-	8,583,000	-	1,095,476	-
2018	5,345,000	-	-	-	7,578,000	-	1,223,274	-
2019	4,810,000	-	1,643,579	-	6,554,000	-	1,054,862	-

Sources: Population and personal income data from University of Florida, Bureau of Economic and Business Research. Per capita increase data from DR420MM per capita Florida personal income as provided by Seminole County Property Appraiser.

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

Debt limitation: There are no legal debt limits for Florida municipalities.

Business-Type Activities			Total Primary Government	Casselberry Personal Income	Percentage of Personal Income	Per Capita
Utility System Revenue Notes	State Revolving Loans	Capital Leases				
\$ 7,064,879	\$ 3,524,825	\$ -	\$ 23,483,432	\$ 1,139,882,799	2.06%	\$ 895
6,469,583	3,813,108	-	22,266,584	1,157,276,783	1.92%	941
5,797,349	5,493,742	-	21,886,808	1,217,548,954	1.80%	829
5,354,385	5,433,505	-	20,174,883	1,152,979,941	1.75%	746
5,173,231	4,912,349	-	18,482,839	1,227,153,660	1.51%	671
4,473,408	4,395,826	-	26,944,198	1,273,806,206	2.12%	976
3,760,883	3,878,043	158,570	24,831,635	1,322,210,842	1.88%	894
3,035,439	3,562,922	100,280	22,197,117	1,372,454,854	1.62%	778
2,296,854	3,241,019	1,160,453	20,844,600	1,424,608,138	1.46%	700
1,554,905	2,916,386	953,106	19,476,839	1,478,743,248	1.32%	648

Schedule 10
City of Casselberry, Florida

PLEGGED REVENUE COVERAGE
(dollar amounts are expressed in thousands)

Last Ten Fiscal Years

Fiscal Year	Utility System Revenue Notes						Sales Tax Revenue Notes				
	Gross Revenues (1)	Less: Operating Expenses (2)	Net Available For Debt Service	Debt Service Requirements		Coverage	Sales Tax Revenues	Debt Service Requirements		Coverage	
				Principal	Interest			Principal	Interest		
2010	\$ 14,696	\$ 10,285	\$ 4,411	\$ 595	\$ 276	5.06	\$ 1,352	\$ 400	\$ 134	2.53	
2011	14,022	9,903	4,119	936	370	3.15	1,351	389	31	3.22	
2012	15,955	10,778	5,177	969	196	4.44	1,519	389	32	3.61	
2013	14,999	9,445	5,554	959	275	4.50	1,583	430	46	3.33	
2014	15,891	9,095	6,796	748	234	6.92	1,662	439	38	3.48	
2015	16,222	9,774	6,448	700	93	8.13	1,789	444	164	2.94	
2016	17,741	10,466	7,275	713	80	9.17	1,839	453	156	3.02	
2017	19,877	10,902	8,975	1,039	167	7.44	1,874	470	147	3.04	
2018	19,234	14,915	4,319	1,060	146	3.58	1,968	475	145	3.17	
2019	19,781	10,735	9,046	1,116	129	7.27	1,999	535	155	2.90	

- (1) Gross revenues are defined pursuant to the resolution authorizing the issuance of the notes as all revenues of the Utilities System, excluding governmental grants (and any interest earned on such grants) and water and sewer connection fees.
- (2) Operating expenses are defined pursuant to the resolution authorizing the issuance of the notes as all expenses of the Utilities System, with the exception of interest, depreciation, depletion, amortization, or similar expenses.
- (3) Revenue collections began 1/15 - remitted to City 3/15.
- (4) Revenue collections to begin 11/19 for a 20 year period. Debt service covering 10 year period.

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

Source: City of Casselberry Finance Department.

<u>Local Option Gas Tax Revenue Note</u>				<u>Infrastructure Surtax Revenue Note</u>				<u>Sausalito Wall Taxable Note</u>			
<u>Local Option Gas Tax Revenues</u>	<u>Debt Service Requirements</u>		<u>Coverage</u>	<u>Infrastructure Surtax Revenues (3)</u>	<u>Debt Service Requirements</u>		<u>Coverage</u>	<u>Special Assessment Revenues (4)</u>	<u>Debt Service Requirements</u>		<u>Coverage</u>
	<u>Principal</u>	<u>Interest</u>			<u>Principal</u>	<u>Interest</u>			<u>Principal</u>	<u>Interest</u>	
\$ 428	\$ 255	\$ 35	1.48	\$ 969	\$ 915	\$ 79	0.97	\$ -	\$ -	\$ -	-
503	265	23	1.75	1,303	650	35	1.90	-	-	-	-
474	264	26	1.63	338	650	36	0.49	-	-	-	-
534	273	3	1.93	-	675	12	-	-	-	-	-
566	282	5	1.97	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	1,639	324	149	3.47	-	-	-	-
-	-	-	-	1,705	987	168	1.48	-	-	-	-
-	-	-	-	1,800	1,005	149	1.56	-	-	-	-
-	-	-	-	1,836	1,024	131	1.59	-	-	13	-

**Schedule 11
City of Casselberry, Florida**

DEMOGRAPHIC AND ECONOMIC STATISTICS

Last Ten Fiscal Years

Fiscal Year	Population (1)	Per Capita Personal Income (2)	Personal Income (2)	School Enrollment (3)	Unemployment Rate (4)
2010	26,241	\$ 43,439	\$ 1,139,882,799	3,440	11.1%
2011	23,657	48,919	1,157,276,783	3,524	9.8%
2012	26,387	46,142	1,217,548,954	3,466	7.7%
2013	27,057	42,613	1,152,979,941	3,563	5.7%
2014	27,527	44,580	1,227,153,660	3,604	5.1%
2015	27,614	46,129	1,273,806,206	3,518	4.6%
2016	27,786	47,586	1,322,210,842	3,531	4.3%
2017	28,548	48,075	1,372,454,854	3,543	3.0%
2018	29,778	47,841	1,424,608,138	3,571	3.5%
2019	30,035	49,234	1,478,743,248	3,363	2.7%

- Sources:**
- (1) University of Florida, Bureau of Economic and Business Research, "Florida Statistical Abstract".
 - (2) University of Florida, Bureau of Economic and Business Research website:
Per Capita and Total Personal Income, 2004-2005
Since FY06, an escalation of 3% was calculated for CPI increase.
 - (3) Seminole County School Board.
 - (4) Florida Department of Economic Opportunity, Labor Market Statistics, Local Area Unemployment Statistics Program, in cooperation with the U.S. Department of Labor, Bureau of Labor Statistics.

**Schedule 12
City of Casselberry, Florida**

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

<u>Employer</u>	<u>Fiscal Year 2018 / 2019</u>			<u>Fiscal Year 2009 / 2010</u>		
	<u>Employees</u>	<u>Percent of Total City Employment</u>	<u>Rank</u>	<u>Employees</u>	<u>Percent of Total City Employment</u>	<u>Rank</u>
Wal-Mart	445	2.78%	1	520	6.36%	1
Publix (2 stores)	340	2.12%	2	314	3.84%	2
Avant Healthcare Professionals	260	1.62%	3	-	-	-
Dynafire	255	1.59%	4	-	-	-
City of Casselberry	205	1.28%	5	216	2.64%	3
Employ U (f/k/a Seminole Work Opportunity)	175	1.09%	6	150	1.84%	6
Air Flow Designs	170	1.06%	7	185	2.26%	4
Home Depot	160	1.00%	8	150	1.84%	7
Dialog Direct	150	0.94%	9	-	-	-
T&T Construction of Central Florida	110	0.69%	10	77	0.94%	9
Target	-	-		160	1.96%	5
Fifth-Third Bank	-	-		140	1.71%	8
Persona Medical	-	-		51	0.62%	10
	-	-				
Total	2,270	14.17%		1,963	24.01%	

Sources: City of Casselberry Community Development Department
Bureau of Labor Statistics

**Schedule 13
City of Casselberry, Florida**

FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION / PROGRAM

Last Ten Fiscal Years

	Full-time Equivalent Employees as of September 30					
	2010	2011	2012	2013	2014	2015
<u>General government</u>						
Administration	7	7	8	9	10	10
Administrative Services	12	11	10	6	0	0
Finance	15	13	12	14	12	12
Community Development	14	12	10	7	7	7
<u>Public safety</u>						
Police	69	63	63	63	62	62
Fire *	42	42	42	43	43	43
Protective Inspections	0	0	0	0	5	4
<u>Physical environment</u>						
Public Works	52	49	55	63	62	63
<u>Transportation</u>						
Streets & Fleet	14	13	18	17	17	14
<u>Culture / Recreation</u>						
Parks	14	11	13	11	14	14
Total	239	221	231	233	232	229

Source: City of Casselberry Office of Management and Budget.

* City of Casselberry's Fire Department consolidated with Seminole County effective 10/1/2015.

2016	2017	2018	2019
10	10	9	7
0	0	0	7
13	13	13	11
7	7	7	7
62	63	65	68
0	0	0	0
5	5	7	8
65	62	62	63
14	14	15	16
16	17	17	18
192	191	195	205

**Schedule 14
City of Casselberry, Florida**

OPERATING INDICATORS BY FUNCTION/PROGRAM

Last Ten Fiscal Years

	2010	2011	2012	2013	2014	2015
<u>Building Inspections</u>						
Building permits issued	1,455	1,539	1,226	1,349	1,794	1,596
<u>Law Enforcement</u>						
Traffic Citations	12,127	9,367	11,413	9,529	9,100	7,516
Parking Citations	4	8	12	11	7	28
Arrests	1,678	1,401	1,576	1,373	1,446	854
<u>Fire*</u>						
Fire Responses	1,335	1,337	1,165	1,386	1,411	1,537
EMS Responses	3,040	3,089	3,495	3,294	3,468	3,659
Patient Transports	1,878	1,353	2,198	2,271	2,496	2,609
<u>Public Works - Streets Division</u>						
Street resurfaced (tons/asphalt)	0	3,543	74	0	10,756	8,230
Street repairs (potholes)	132	132	136	124	83	203
<u>Water</u>						
New Meter Set	34	12	7	19	57	16
New Irrigation Meters	27	17	14	14	14	25
New Reclaimed Meters	14	9	5	21	46	7

Note: Indicators are not available for the general government function.

* City of Casselberry's Fire Department consolidated with Seminole County effective 10/1/2015.

Source: Various City Departments.

2016	2017	2018	2019
1,792	2,297	2,550	2,988
8,970	11,118	10,636	7,921
62	120	157	89
755	868	913	900
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
879	11,214	3,001	126
78	64	51	58
30	134	23	16
17	13	18	8
28	80	22	11

**Schedule 15
City of Casselberry, Florida**

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM

Last Ten Fiscal Years

	2010	2011	2012	2013	2014	2015
<u>Public Safety</u>						
Fire stations	2	2	2	2	2	2
Police stations	1	1	1	1	1	1
<u>Other Public Works</u>						
Miles of streets	66	66	66	66	66	56
<u>Parks and Recreation</u>						
Park acreage	132	132	132	132	132	132
Number of community parks	3	3	3	3	3	3
Number of neighborhood parks	8	8	10	10	10	10
Number of golf courses (18 holes)	0	0	0	0	0	1
<u>Water</u>						
Water Mains (Miles)	215	215	215	215	216	217
Maximum Plant Capacity (MGD)	14.23	14.23	14.23	14.23	14.23	14.23
Fire Hydrants	1,301	1,315	1,321	1,338	1,345	1,360
<u>Wastewater</u>						
Sanitary Sewers (Miles)	176	176	174	131	132	132
Treatment Capacity (MGD)	5.595	5.595	5.595	5.595	5.595	5.595

Source: Various City Departments.

* Revised acreage and number of parks in accordance with 2017 Parks Master Plan. Figure includes three undeveloped parks totaling 9.5 acres.

2016	2017	2018	2019
0	0	0	0
1	1	1	1
66	67	67	67
132	*105.40	109	109
3	3	6	6
10	*19	17	17
1	1	1	1
218	220	221	222
14.23	14.23	14.23	14.23
1,380	1,389	1,401	1,402
134	133	134	134
5.595	5.595	5.595	5,595



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Certified Public Accountants

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

The Honorable Mayor and
Members of the City Commission
City of Casselberry, Florida

We have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Casselberry, Florida, (the "City") as of and for the fiscal year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated March 17, 2020.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The Honorable Mayor and
Members of the City Commission
City of Casselberry, Florida

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, grant agreements and contracts, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Pursuant to provisions of Chapter 10.550, *Rules of the Auditor General*, we reported certain matters to management of the City in a separate management letter and Independent Accountant's Report dated March 17, 2020.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

MSL, P.A.

Certified Public Accountants

Orlando, Florida
March 17, 2020



Certified Public Accountants

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR
EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE AND REPORT ON SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS IN ACCORDANCE WITH THE UNIFORM GUIDANCE**

The Honorable Mayor and
Members of the City Commission
City of Casselberry, Florida

Report on Compliance for Each Major Federal Program

We have audited the compliance of the City of Casselberry, Florida (the "City") with the types of compliance requirements described in the U.S. Office of Management and Budget ("OMB") *Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the fiscal year ended September 30, 2019. The City's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal program.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations*, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program identified in the accompanying Schedule of Findings and Questioned Costs occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City's compliance.

The Honorable Mayor and
Members of the City Commission
City of Casselberry, Florida

Opinion on Each Major Federal Program

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal programs for the fiscal year ended September 30, 2019.

Report on Internal Control over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the compliance requirements referred to above. In planning and performing our audit, we considered the City's internal control over compliance with requirements that could have a direct and material effect on its major federal programs to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of and for the fiscal year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated March 17, 2020, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for the purposes of additional analysis, as required by the Uniform Guidance, and is not a required part of the basic financial statements.

The Honorable Mayor and
Members of the City Commission
City of Casselberry, Florida

**Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance
(Continued)**

Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the basic financial statements. The 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 Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

MSL, P.A.

Certified Public Accountants

Orlando, Florida
March 17, 2020

City Of Casselberry, Florida
Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2019

Agency	CFDA / CSFA	Agreement/Program	Expenditures
Federal Agency Name			
<u>United States Department of Justice</u>			
Direct Program:			
COPS Hiring Program (CHP)	16.710	2017UMWX0150	\$ 129,282
Edward Byrne Memorial JAG Local Solicitation			
SMART Trailer - Speed Deterrent Initiative	16.738	2017-DJ-BX-0746	10,326
Emergency Safety Generators	16.738	2018-DJ-BX-0548	10,167
			<u>20,493</u>
Bulletproof Vest Partnership Program	16.607	Bulletproof Vest	1,344
Total United States Department of Justice			<u>151,119</u>
<u>United States Department of Agriculture</u>			
Direct Program:			
Hurricane Irma EWP - Bank Stabilization	10.923	NR184209XXXXC010	778,902
Total United States Department of Agriculture			<u>778,902</u>
<u>Executive Office of the President</u>			
Indirect Program:			
Office of National Drug Control Policy			
Passed through Seminole County Sheriff's Office			
High Intensity Drug Trafficking Areas Program (HIDTA)	95.001	Interlocal Agreement	10,263
Total Executive Office of the President			<u>10,263</u>
<u>United States Department of Homeland Security</u>			
Indirect Program:			
Passed through Florida Division of Emergency Management (FDEM)			
Disaster Grants - Hurricane Irma	97.036	FIPS No. 117-11050-00	1,107,667
Total United States Department of Homeland Security			<u>1,107,667</u>
Total Expenditures of Federal Awards			<u><u>\$ 2,047,951</u></u>

NOTE 1: Basis of Presentation

The Schedule of Expenditures of Federal Awards includes the federal grant activity of the City of Casselberry, Florida, and is presented on the modified accrual basis of accounting for governmental funds. The information in this schedule is presented in accordance with the requirements of OMB Uniform Guidance, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in, the preparation of the basic financial statements.

NOTE 2:

Hurricane Irma expenditures occurred in fiscal years 2017 through 2019. Since grant funds were not obligated by FEMA until the fiscal year 2019, they are recognized in the City's Fiscal Year 2019 Schedule of Expenditures of Federal Awards

	<u>Federal</u>
Expenditures in Fiscal Year 2017	\$ 486,330
Expenditures in Fiscal Year 2018	599,977
Expenditures in Fiscal Year 2019	21,360
	<u>\$1,107,667</u>

NOTE 3:

The City did not elect to use the 10 percent de minimis cost rate as covered by 2 CFR 200.414.

CITY OF CASSELBERRY, FLORIDA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended September 30, 2019

SECTION I - SUMMARY OF INDEPENDENT AUDITOR'S RESULTS

Financial Statements

Type of Auditor's Report Issued:

Unmodified Opinion

Internal control over financial reporting:

- Material weakness(es) identified? ___ Yes X No
- Significant deficiency(ies) identified? ___ Yes X None reported
- Noncompliance material to financial statements noted? ___ Yes X No

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? ___ Yes X No
- Significant deficiency(ies) identified? ___ Yes X None reported

Type of report issued on compliance for major federal programs:

Unmodified Opinion

Any audit findings disclosed that are required to be reported in accordance with 200.516 of the Uniform Guidance? ___ Yes X No

Identification of Major Federal Programs:

<u>CFDA Number</u>	<u>Name of Federal Program</u>
10.923	Hurricane Irma EWP – Bank Stabilization
97.036	Disaster Grants – Hurricane Irma

Dollar threshold used to distinguish between Type A and Type B programs: Federal \$750,000

Auditee qualified as low-risk auditee? ___ Yes X No

SECTION II – FINANCIAL STATEMENT FINDINGS

No matters were reported.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS SECTION

No matters were reported.

SECTION IV – SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS

No matters were reported.



Certified Public Accountants

INDEPENDENT ACCOUNTANT'S REPORT

The Honorable Mayor and
Members of the City Commission
City of Casselberry, Florida

We have examined the City of Casselberry, Florida's (the "City") compliance with the requirements of Section 218.415, Florida Statutes, during the fiscal year ended September 30, 2019. Management is responsible for the City's compliance with those requirements. Our responsibility is to express an opinion on the City's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the City complied with those requirements. An examination involves performing procedures to obtain evidence about the City's compliance with those requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion. Our examination does not provide a legal determination on the City's compliance with specified requirements.

In our opinion, the City complied, in all material respects, with the aforementioned requirements for the fiscal year ended September 30, 2019.

MSL, P.A.

Certified Public Accountants

Orlando, Florida
March 17, 2020



INDEPENDENT AUDITOR'S MANAGEMENT LETTER

The Honorable Mayor and
Members of the City Commission
City of Casselberry, Florida

Report on the Financial Statements

We have audited the basic financial statements of the City of Casselberry, Florida (the "City") as of and for the fiscal year ended September 30, 2019, and have issued our report thereon dated March 17, 2020.

Auditor's Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and Chapter 10.550, *Rules of the Auditor General*.

Other Reporting Requirements

We have also issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*, Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control over Compliance and Report on Schedule of Expenditures of Federal Awards in Accordance with the Uniform Guidance; Schedule of Findings and Questioned Costs; and our Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Auditor General*. Disclosures in those reports, which are dated March 17, 2020, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., *Rules of the Auditor General*, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial report. There were no audit findings or recommendations identified in the preceding annual financial report.

Official Title and Legal Authority

Section 10.554(1)(i)4., *Rules of the Auditor General*, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The legal authority is disclosed in the notes to the financial statements.

The Honorable Mayor and
Members of the City Commission
City of Casselberry, Florida

Financial Condition and Management

Sections 10.554(1)(i)5.a. and 10.556(7), *Rules of the Auditor General*, require us to apply appropriate procedures and communicate the results of our determination as to whether or not the City has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific conditions met. In connection with our audit, we determined that the City did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Pursuant to Sections 10.554(1)(i)5.b. and 10.556(8), *Rules of the Auditor General*, we applied financial condition assessment procedures for the City. It is management's responsibility to monitor the City's financial condition, and our financial condition assessment was based, in part, on representations made by management and the review of financial information provided by same. The assessment was done as of the fiscal year end.

Section 10.554(1)(i)2., *Rules of the Auditor General*, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

Special District Component Units

Section 10.554(1)(i)5.c., *Rules of the Auditor General*, requires, if appropriate, that we communicate the failure of a special district that is a component unit of a county, municipality, or special district, to provide the financial information necessary for proper reporting of the component unit, within the audited financial statements of the county, municipality, or special district in accordance with Section 218.39(3)(b), Florida Statutes. In connection with our audit, we did not note any special district component units that failed to provide the necessary information for proper reporting in accordance with Section 218.39(3)(b), Florida Statutes.

Additional Matters

Section 10.554(1)(i)3., *Rules of the Auditor General*, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but which warrants the attention of those charged with governance. In connection with our audit, we did not have any such findings.

Purpose of this Letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, the Mayor, City Commission, and applicable management and is not intended to be, and should not be, used by anyone other than these specified parties.

MSL, P.A.

Certified Public Accountants

Orlando, Florida
March 17, 2020