



CITY *of* CASSELBERRY *Florida*



COMPREHENSIVE ANNUAL FINANCIAL REPORT

OCTOBER 1, 2017—SEPTEMBER 30, 2018

CITY OF CASSELBERRY, FLORIDA
COMPREHENSIVE ANNUAL
FINANCIAL REPORT

Fiscal Year Ended September 30, 2018

Prepared by Department of Finance



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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, 2018**

Elected Officials

Mayor/Commissioner	Charlene Glancy
Vice Mayor/Commissioner	Andrew Meadows
Commissioner	Bill Hufford
Commissioner	Anthony Aramendia
Commissioner	Sandra Solomon

Financial Related Management

City Manager	James R. Newlon
City Clerk	Donna G. Gardner
Interim Finance Director	Teri L. Butler
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 18, 2019

The Honorable Mayor and Members of the City Commission
City of Casselberry
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, 2018.

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, CPAs & Advisors, 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, 2018 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, 2018 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 29,778 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 2018, several significant actions occurred within the City that will have lasting impacts going forward.

- Smart Meter Technology - The City applied for, and was awarded, a low interest rate loan from the Florida Department of Environmental Protection to study the need for (Phase I) and possibly the design of (Phase II), Advanced Meter Infrastructure (AMI) and Automated Meter Reading (AMR). The program will assist the City in evaluating and planning for the most appropriate smart meter technology and infrastructure for the City's utility system. The Study, Phase I, is expected to be complete in the Spring of 2019. Depending of the results of the study, the City may move into Phase II, Design.
- Police Community Response Team – Casselberry applied for and was awarded a Department of Justice COPS grant. The grant makes possible the hiring of three additional police officers. With this capacity the City will deploy a new squad called the Community Response Team (CRT). The CRT will work varying hours and will serve to troubleshoot nuisance problems ranging from traffic to burglaries and drug enforcement.
- New Park Addition – The City Commission recognizes that the City does not have sufficient park land to meet its own standards as expressed in the Comprehensive Plan based on the City's growing population. Ten acres of undeveloped land was withdrawn from surplus property status and re-zoned as Recreation/Open Space. It will be a new, active park to serve residents on the north end of the City.
- 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 will fund erosion control improvements that will also protect adjacent private property interest. It is in design and will be constructed in 2019.
- Casselton Drive Improvements – The City has planned improvements along Casselton Drive that include road narrowing and reconstruction, bike lanes and a linear park with wide sidewalks along its length. The park will have enhanced landscaping, canopy trees and park amenities. Also, the project will provide for improvements to water and sewer mains and stormwater infrastructure. The construction contract was awarded in 2018 and will be completed late in 2019.

DEBT ISSUES

The City's new debt issues in FY 2018 pertained to debt issuances for capital leases. The City financed the purchase of generators, pumps, several trucks and police vehicles, all fully equipped, through a capital lease agreement with SunTrust Bank. The total principal increase in lease debt for FY 2018 was \$1,345,304 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 2018 increased \$665,443 related to the Police

Officers' and Firefighters' Pension Plan liability and \$52,133 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 73 active participants and 21 inactive plan members or beneficiaries receiving benefits. The fair market value of the plan's assets at the close of the fiscal year are \$25,896,035 and the plan is 109.21% 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, 2017.

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,



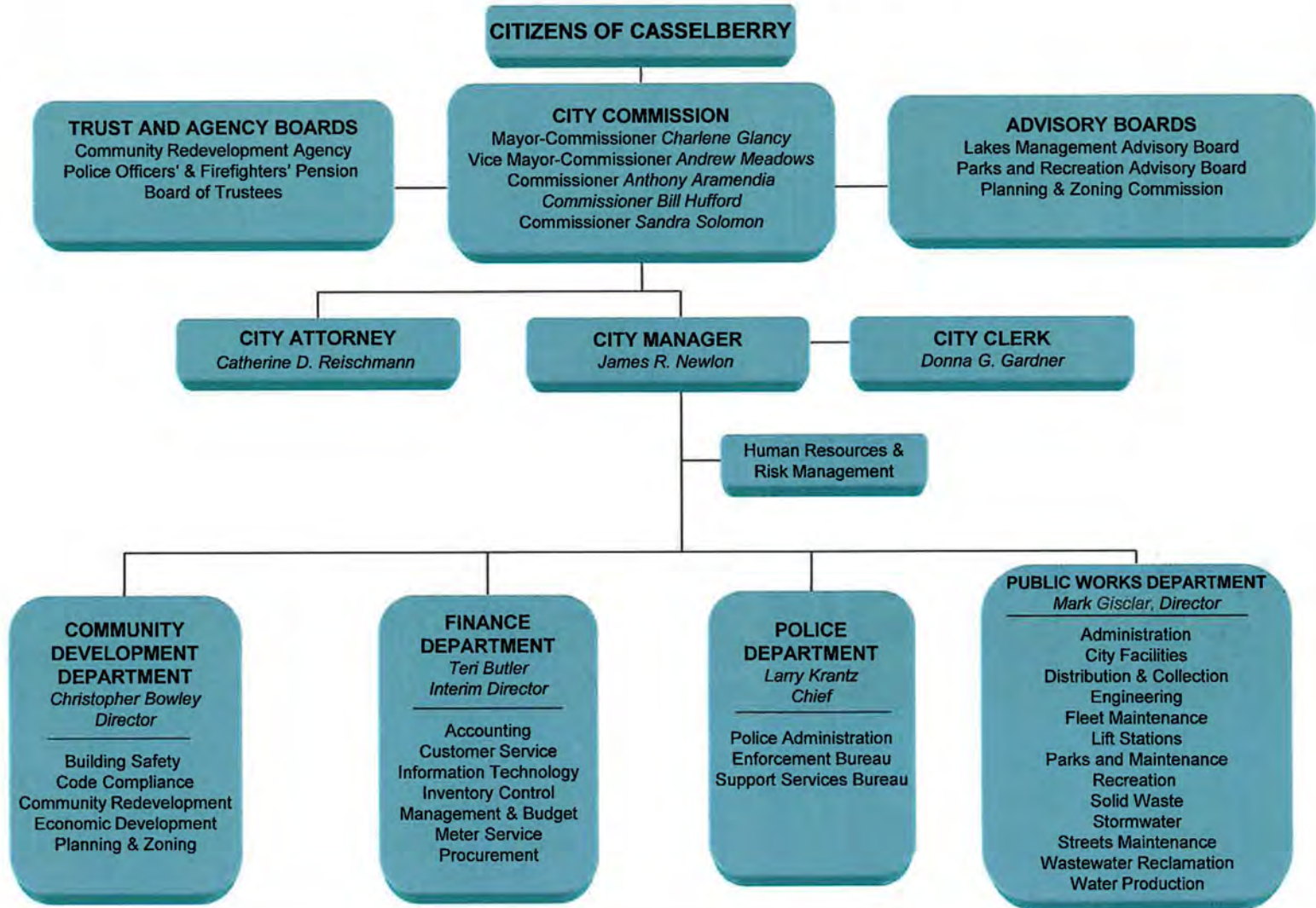
James R. Newlon
City Manager



Teri Butler, CGFO
Finance Director

CITY OF CASSELBERRY, FLORIDA

ORGANIZATIONAL CHART





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, 2017

Christopher P. Morill

Executive Director/CEO



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, 2018, 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, 2018, 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)

Emphasis-of-Matter – Change in Accounting Principle

As discussed in Note 9 to the financial statements, in the fiscal year ended September 30, 2018, the City adopted the provisions of Government Accounting Standards Board Statement (“GASBS”) Number 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. As a result of the implementation of GASBS 75, the City reported a restatement for the change in accounting principle as of October 1, 2017. Our opinions are not modified with respect to this matter.

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 18, 2019, 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.

Moore Stephens Lovelace, P.A.

MOORE STEPHENS LOVELACE, P.A.
Certified Public Accountants

Orlando, Florida
March 18, 2019

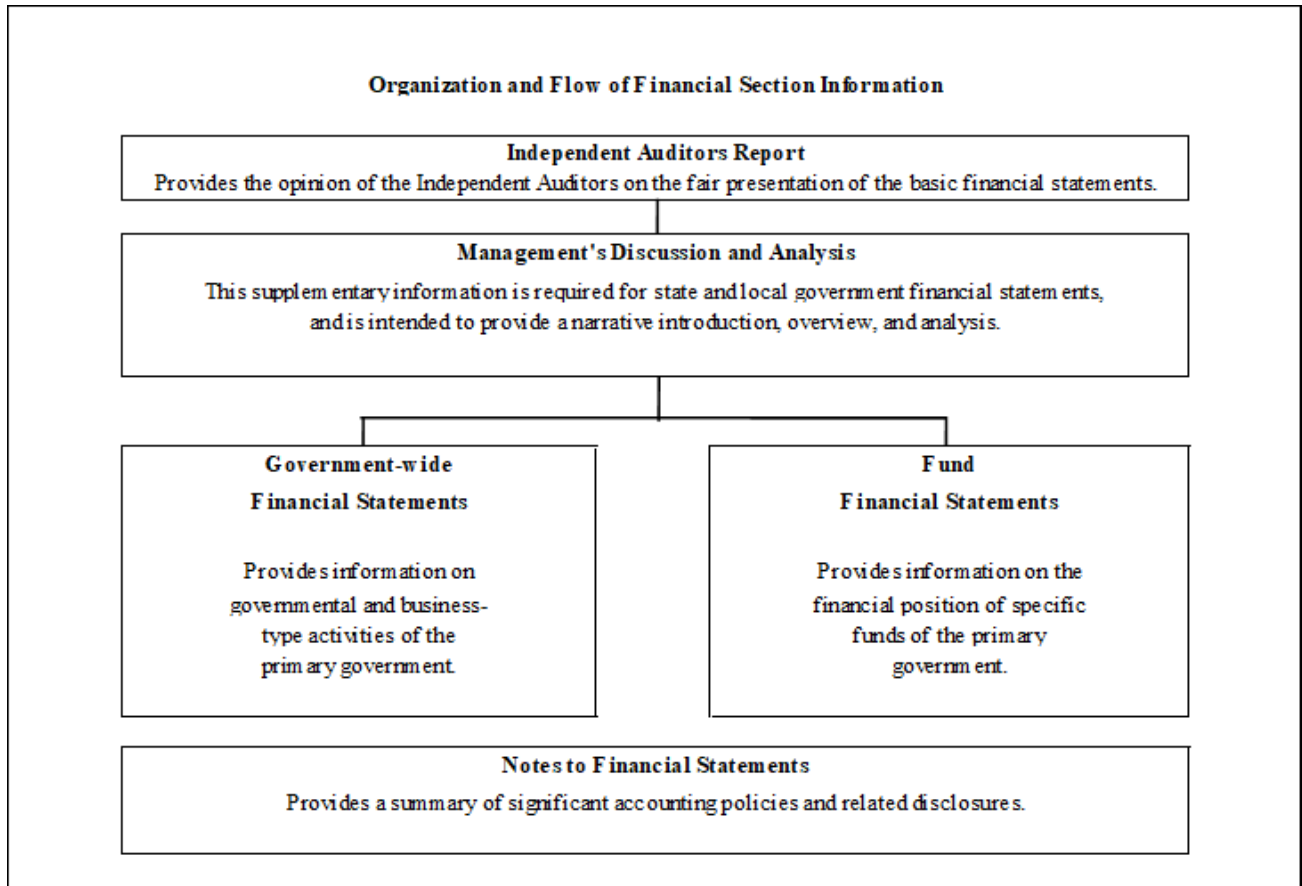
The City of Casselberry, Florida's (the "City") Management's Discussion and Analysis (the "MD&A") presents an overview of the City's financial activities for the fiscal year ended September 30, 2018. Please read it in conjunction with the letter of transmittal in the introductory section, and the City's 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 2018 by \$139,541,169 (net position). Of this amount, \$23,601,939 (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors.
- The City's net position increased by \$7,268,605 of which governmental activities increased the net position \$2,693,605 and proprietary funds increased net position by \$4,575,000.
- At September 30, 2018, the City's governmental funds reported combined ending fund balances of \$21,998,815, an increase of \$1,032,784 in comparison with the prior year. Contributing to the increase in governmental funds fund balance was an increase in the General Fund of \$1,626,083. This increase was offset by reductions in the Infrastructure Surtax Fund balance of \$(309,647), and the Lake Concord Park Fund balance of \$(258,320).
- The City's capital assets decreased overall by \$(443,748), with governmental activities contributing an increase in capital assets of \$312,630 while business-type activities accounted for an offsetting decrease of \$(756,378).
- The City's long-term debt decreased by \$(1,352,515). Governmental long-term debt decreased by \$(1,352,202) and enterprise funds long-term debt decreased by \$(313). These decreases were primarily attributable to regularly scheduled debt service payments offset by new leases for 2018.

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 \$139,541,169 at the close of the fiscal year ended September 30, 2018. 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 2018, 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 (\$102,227,121 or 73.26%) 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* (\$13,712,109) for construction projects, debt service, police public safety activities, building code enforcement, and other purposes. The remaining balance of *unrestricted net position* (\$23,601,939) 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, 2018

City of Casselberry, Florida
Net Position

	Governmental Activities		Business-type Activities		Total	
	2018	2017	2018	2017	2018	2017
Current and Other Assets	\$ 25,108,957	\$ 25,736,196	\$ 26,852,301	\$ 21,772,285	\$ 51,961,258	\$ 47,508,481
Capital Assets (Net)	59,202,228	58,889,598	57,803,805	58,560,183	117,006,033	117,449,781
Total Assets	84,311,185	84,625,794	84,656,106	80,332,468	168,967,291	164,958,262
Deferred Outflows of Resources						
Deferred Contributions for Pensions	28,228	32,847	5,376	7,259	33,604	40,106
Deferred Outflows for Pensions	864,800	1,010,302	96,324	126,340	961,124	1,136,642
Deferred Outflows for OPEB	19,897	-	5,970	-	25,867	-
Total Deferred Outflows of Resources	912,925	1,043,149	107,670	133,599	1,020,595	1,176,748
Current and Other Liabilities	4,232,350	5,861,612	3,463,136	3,556,330	7,695,486	9,417,942
Long-term Liabilities	14,633,361	17,522,201	6,066,679	6,537,746	20,700,040	24,059,947
Total Liabilities	18,865,711	23,383,813	9,529,815	10,094,076	28,395,526	33,477,889
Deferred Inflows of Resources						
Deferred Inflows for Pensions	1,815,311	1,234,701	190,851	180,273	2,006,162	1,414,974
Deferred Inflows for OPEB	33,456	-	11,573	-	45,029	-
Total Deferred Inflows of Resources	1,848,767	1,234,701	202,424	180,273	2,051,191	1,414,974
Net Position:						
Net Investment in						
Capital Assets	50,467,884	48,485,241	51,759,237	51,593,224	102,227,121	100,078,465
Restricted	7,652,254	6,604,173	6,059,855	2,928,449	13,712,109	9,532,622
Unrestricted	6,389,494	6,726,613	17,212,445	15,934,864	23,601,939	22,661,477
Total Net Position, restated	\$ 64,509,632	\$ 61,816,027	\$ 75,031,537	\$ 70,456,537	\$ 139,541,169	\$ 132,272,564

There was an increase of \$7,268,605 in the City's net position from the prior fiscal year. There was an increase of \$4,575,000 in net position reported in connection with the City's business-type activities for the current year. This increase represents 26.58% of total unrestricted net position for business-type activities at year end. Governmental activities increased the City's net position by \$2,693,605. This increase represents 42.16% 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, 2018

Governmental Activities

Governmental activities increased the City's net position by \$2,693,605 thereby affecting 37.06% of the total increase in the net position of the City. This increase is due to the addition of several large transportation projects in the City. The public safety function (primarily police) has the largest percentage of governmental activity expenses (36.96%) and it presents the largest deficit from associated program revenues. Public safety expenses are primarily covered by general revenues of the City.

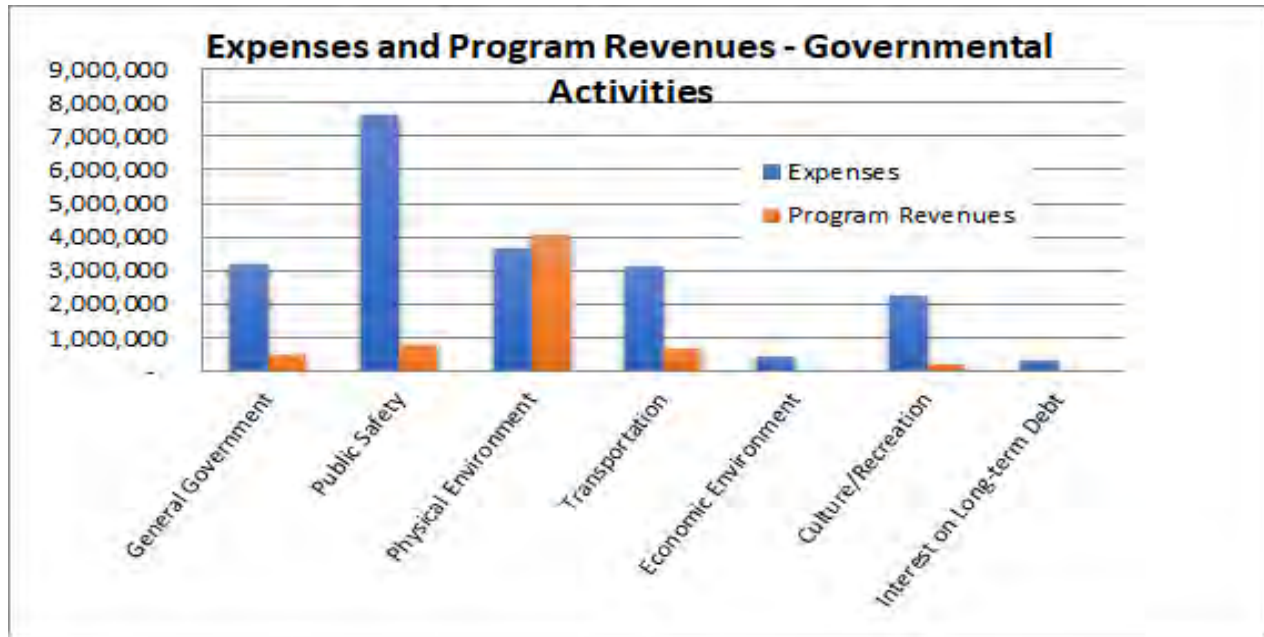
City of Casselberry, Florida
Changes in Net Position

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
REVENUES						
Program Revenues:						
Charges for Services	\$ 5,005,643	\$ 5,243,210	\$ 19,528,133	\$ 19,843,452	\$ 24,533,776	\$ 25,086,662
Operating Grants and Contributions	619,693	177,318	1,808	20,771	621,501	198,089
Capital Grants and Contributions	606,533	581,132	78,024	316,921	684,557	898,053
General Revenues:						
Property Taxes	3,863,887	3,642,618	-	-	3,863,887	3,642,618
Other Taxes	8,222,427	7,888,740	-	-	8,222,427	7,888,740
Other	4,079,936	3,899,077	278,018	284,011	4,357,954	4,183,088
Total Revenues	22,398,119	21,432,095	19,885,983	20,465,155	42,284,102	41,897,250
EXPENSES						
General Government	3,186,612	2,842,728	-	-	3,186,612	2,842,728
Public Safety	7,628,779	7,312,223	-	-	7,628,779	7,312,223
Physical Environment	3,673,470	3,357,673	-	-	3,673,470	3,357,673
Transportation	3,156,259	2,789,917	-	-	3,156,259	2,789,917
Economic Environment	444,771	508,643	-	-	444,771	508,643
Culture/Recreation	2,227,600	2,225,677	-	-	2,227,600	2,225,677
Interest on Long-term Debt	323,555	324,371	-	-	323,555	324,371
Water and Wastewater	-	-	13,416,587	12,586,024	13,416,587	12,586,024
Golf Course	-	-	957,864	782,835	957,864	782,835
Total Expenses	20,641,046	19,361,232	14,374,451	13,368,859	35,015,497	32,730,091
Excess (Deficiency) Before Special Items and Transfers	1,757,073	2,070,863	5,511,532	7,096,296	7,268,605	9,167,159
Transfers	936,532	(152,056)	(936,532)	152,056	-	-
Change in Net Position	2,693,605	1,918,807	4,575,000	7,248,352	7,268,605	9,167,159
Net Position Beginning, restated	61,816,027	59,897,220	70,456,537	63,208,185	132,272,564	123,105,405
Net Position Ending	\$ 64,509,632	\$ 61,816,027	\$ 75,031,537	\$ 70,456,537	\$ 139,541,169	\$ 132,272,564

The following tables and graphs show the results of governmental activities for fiscal year ended 2018.

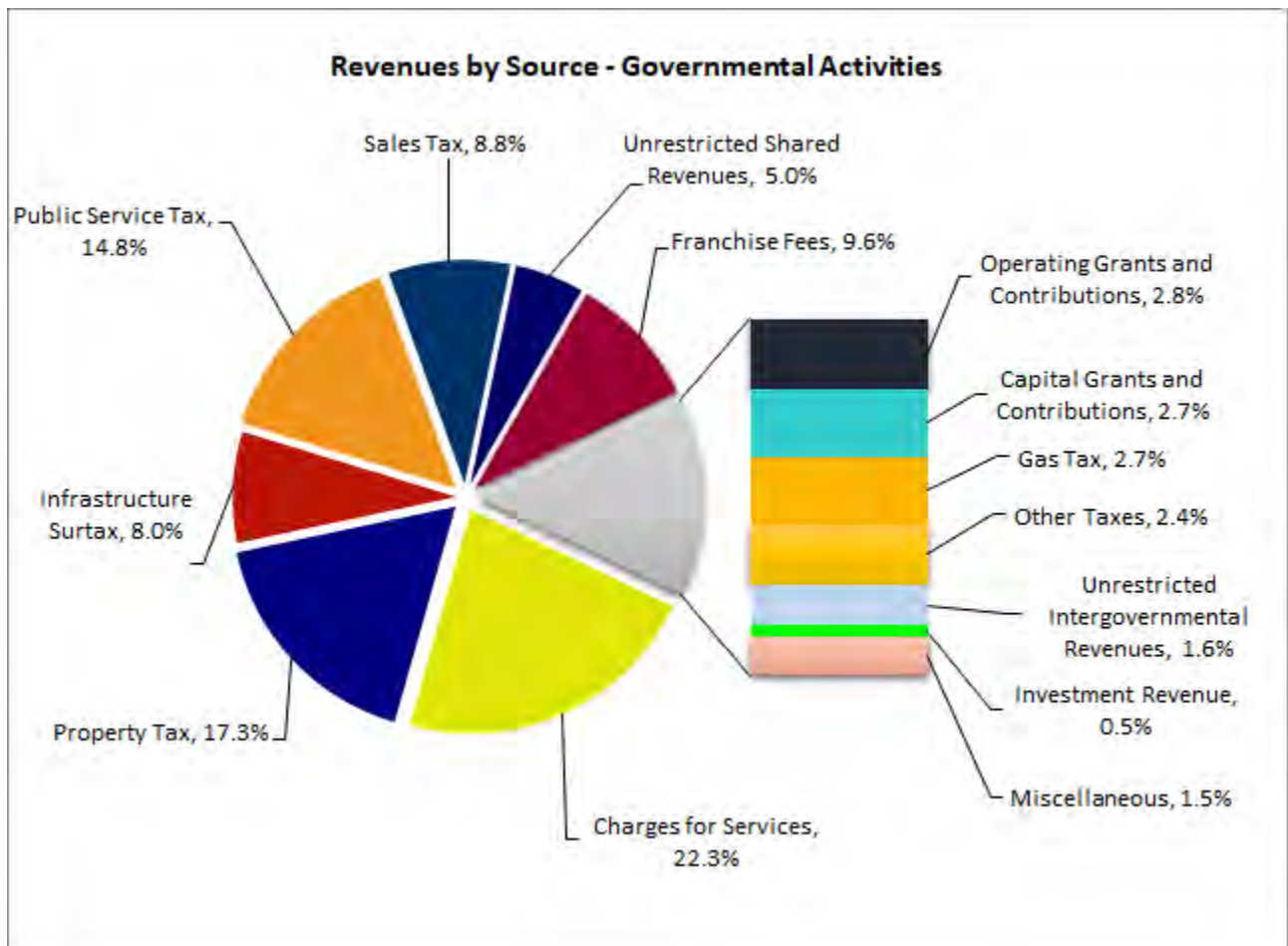
Expenditures and Program Revenues – Governmental Activities

Functions/Programs	Expenses	% of Total	Program Revenues	% of Total	Net (Expense) Revenue
General Government	\$ 3,186,612	15.4%	\$ 500,459	8.0%	\$ (2,686,153)
Public Safety	7,628,779	37.0%	796,893	12.8%	(6,831,886)
Physical Environment	3,673,470	17.8%	4,047,032	64.9%	373,562
Transportation	3,156,259	15.3%	659,358	10.6%	(2,496,901)
Economic Environment	444,771	2.2%	-	-%	(444,771)
Culture/Recreation	2,227,600	10.8%	228,127	3.7%	(1,999,473)
Interest on Long-term Debt	323,555	1.6%	-	-%	(323,555)
	<u>\$ 20,641,046</u>	<u>100.0%</u>	<u>\$ 6,231,869</u>	<u>100.0%</u>	<u>\$ (14,409,177)</u>



Revenue by Source – Governmental Activities

Description	Revenues	% of Total
Charges for Services	\$ 5,005,643	22.3%
Operating Grants and Contributions	619,693	2.8%
Capital Grants and Contributions	606,533	2.7%
Property Tax	3,863,887	17.3%
Public Service Tax	3,304,018	14.8%
Gas Tax	609,022	2.7%
Infrastructure Surtax	1,800,220	8.0%
Sales Tax	1,968,337	8.8%
Unrestricted Shared Revenues	1,116,019	5.0%
Other Taxes	540,830	2.4%
Unrestricted Intergovernmental Revenues	359,917	1.6%
Franchise Fees	2,147,683	9.6%
Investment Revenue	124,463	0.6%
Miscellaneous	331,854	1.5%
	\$ 22,398,119	100.0%



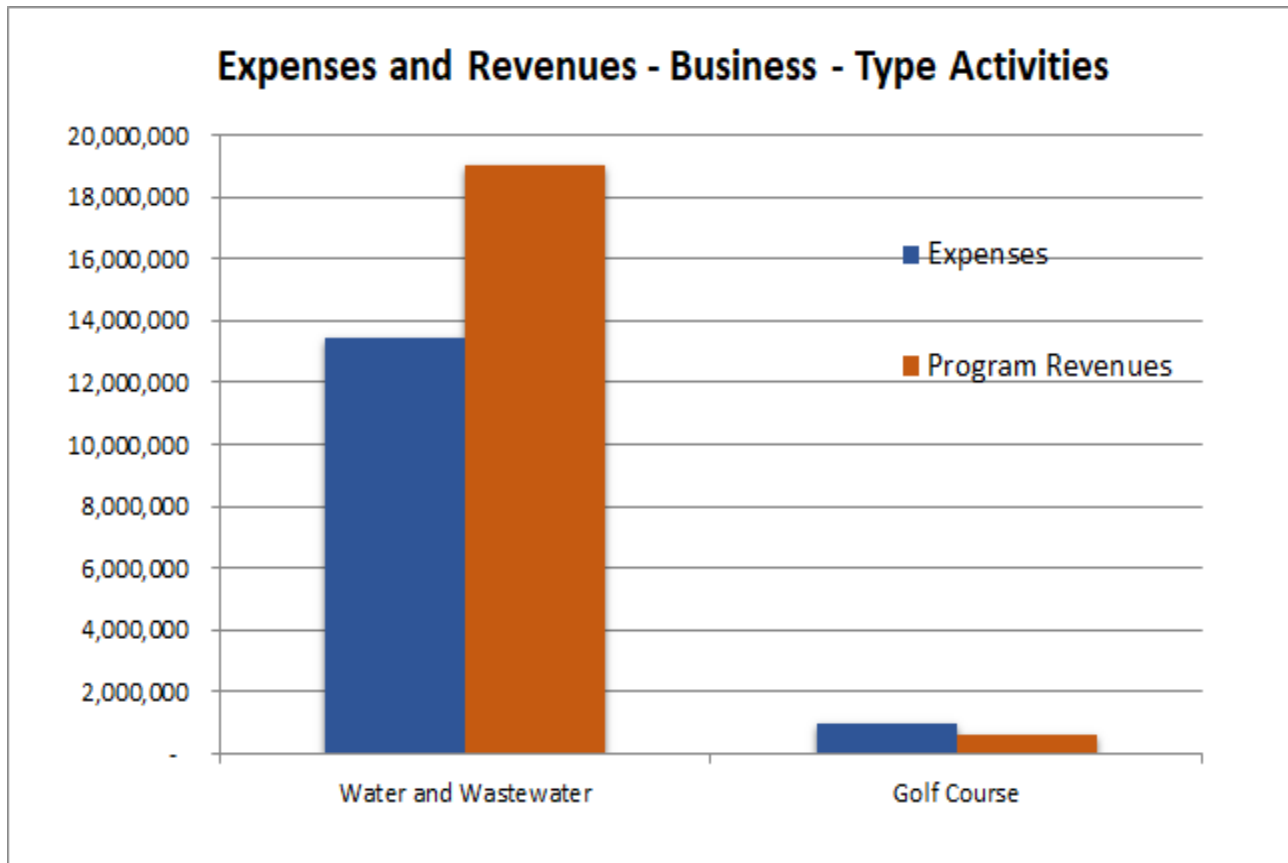
Business-type Activities

Business-type activities increased the City's net position by \$4,575,000. This accounts for 62.94% of the City's growth in net position. This increase is primarily attributable to an increase in Restricted Net Position for capital projects. Unrestricted net position grew by \$1,277,581.

The following tables and graphs show the results of business-type activities for fiscal year ended 2018. Net revenue is a reflection of capital utility projects that were not completed totaling \$4,385,790.

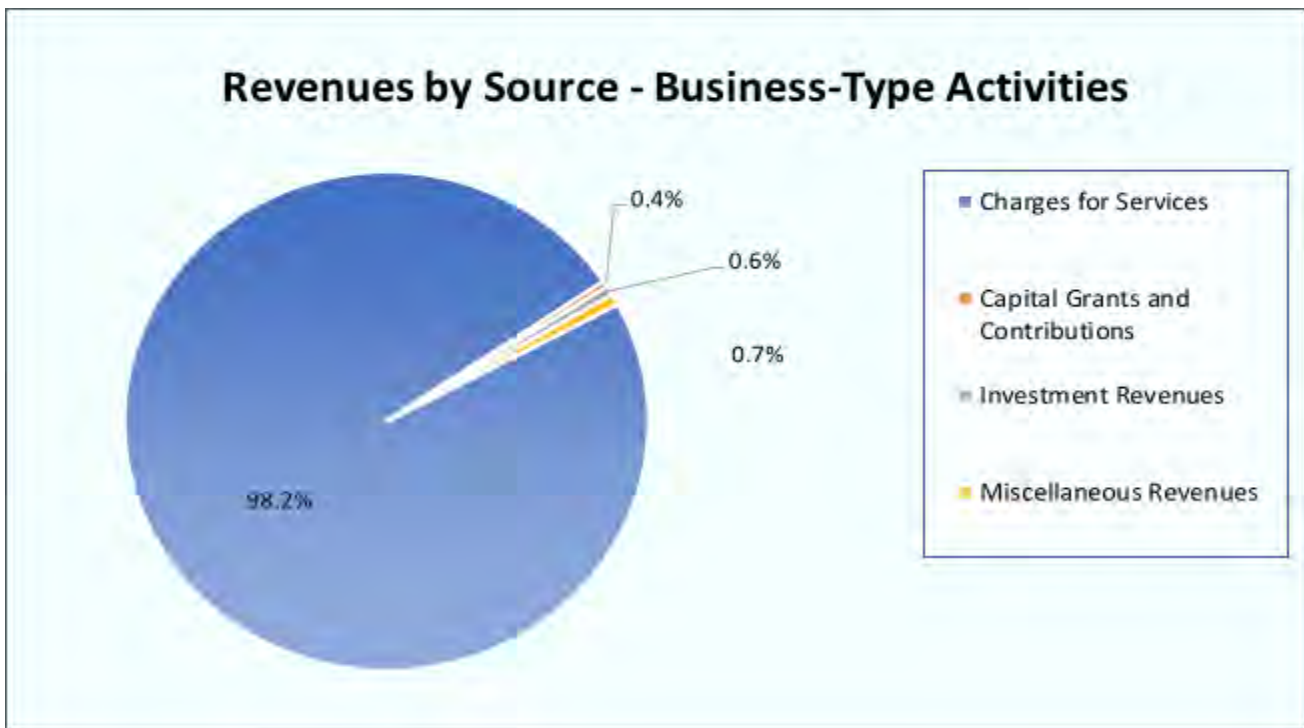
Expenses and Program Revenues – Business-type Activities

Functions/Programs	Expenses	Program Revenues	Net (Expense) Revenue
Water and Wastewater	\$ 13,416,587	\$ 18,990,102	\$ 5,573,515
Golf Course	957,864	617,863	(340,001)
	<u>\$ 14,374,451</u>	<u>\$ 19,607,965</u>	<u>\$ 5,233,514</u>



Revenues by Source – Business-type Activities

Description	Revenues	% of Total
Charges for Services	\$ 19,528,133	98.2%
Operating Grants and Contributions	1,808	-%
Capital Grants and Contributions	78,024	0.4%
Investment Revenues	126,516	0.6%
Miscellaneous Revenues	145,772	0.7%
Gain on Sale of Capital Assets	5,730	-%
	\$ 19,885,983	100.0%



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 2018, the City's governmental funds reported combined ending fund balances of \$21,998,815, an increase of \$1,032,784 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 experienced a decrease 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 - \$66,111; Restricted for various purposes - \$13,287,243; Committed by City Commission - \$639,876; and Assigned for budget roll-forward - \$700,407. *Unassigned fund balance* is \$7,305,178 and is available for spending in accordance with related ordinances, resolutions, laws and regulations, Florida Statutes, and City policies.

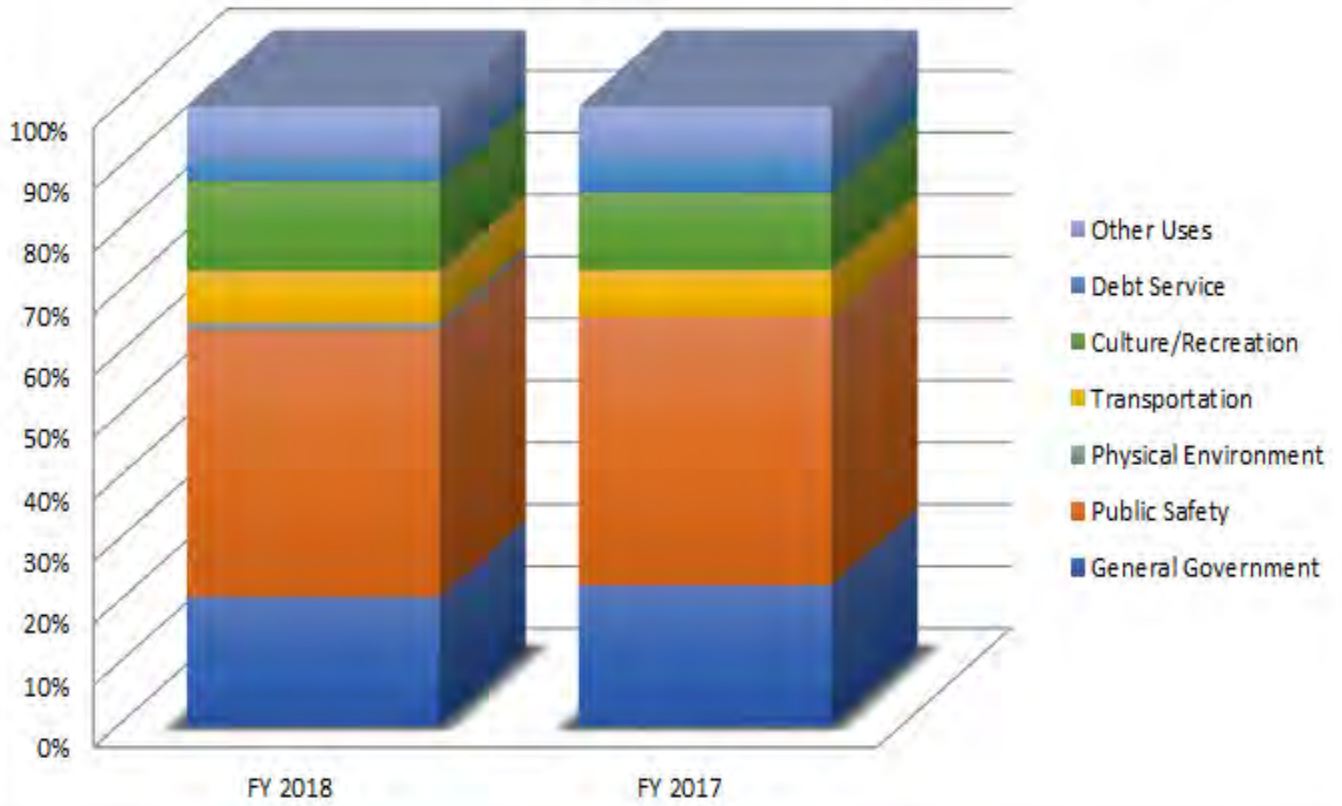
MAJOR FUNDS

General Fund

The General Fund is the chief operating fund of the City. At the end of FY 2018, unassigned fund balance of the General Fund was \$7,305,097, while total fund balance was \$8,067,782. 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 49.9% of the total General Fund expenditures including transfers, while total fund balance represents 55.1% of that same amount.

The fund balance of the City's General Fund increased \$1,626,083 during the current fiscal year. Total revenues increased by \$1,367,157 and total expenditures increased by \$618,984 from the prior year. The increase in revenues is attributable to increases in taxes due to new construction and increases in property values and permits, fees and special assessments revenue as a result of a stronger economy. There was a reduction in the payment to Seminole County for fire services of \$318,071. 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 2018 and FY 2017 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, 2018. At the end of the fiscal year, fund balance was \$334,646, a decrease of \$(25,202) from the prior fiscal year. The decrease in fund balance was primarily due to an increase in expenditures pursuant to the CRA Master Redevelopment Plan.

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 \$6,796,479. There was a decrease in fund balance of \$(309,647) in FY 2018. 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 increased \$3,196 in FY 2018. 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 \$17,227,994, an increase of \$1,555,197 from the prior year. Unrestricted net position of the Golf Club Fund decreased \$(12,797) in FY 2018.

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 \$2,252,742, resulting in the final amended budget of \$17,875,096 inclusive of expenditures and transfers out. Increases in General Government is largely due to budget rollover from fiscal year 2017. Public Safety increased due to the award of a COPS Grant. Culture and Recreation increased due to funding provided for additional recreational trails and a land purchase. The changes within functions are summarized in the table below.

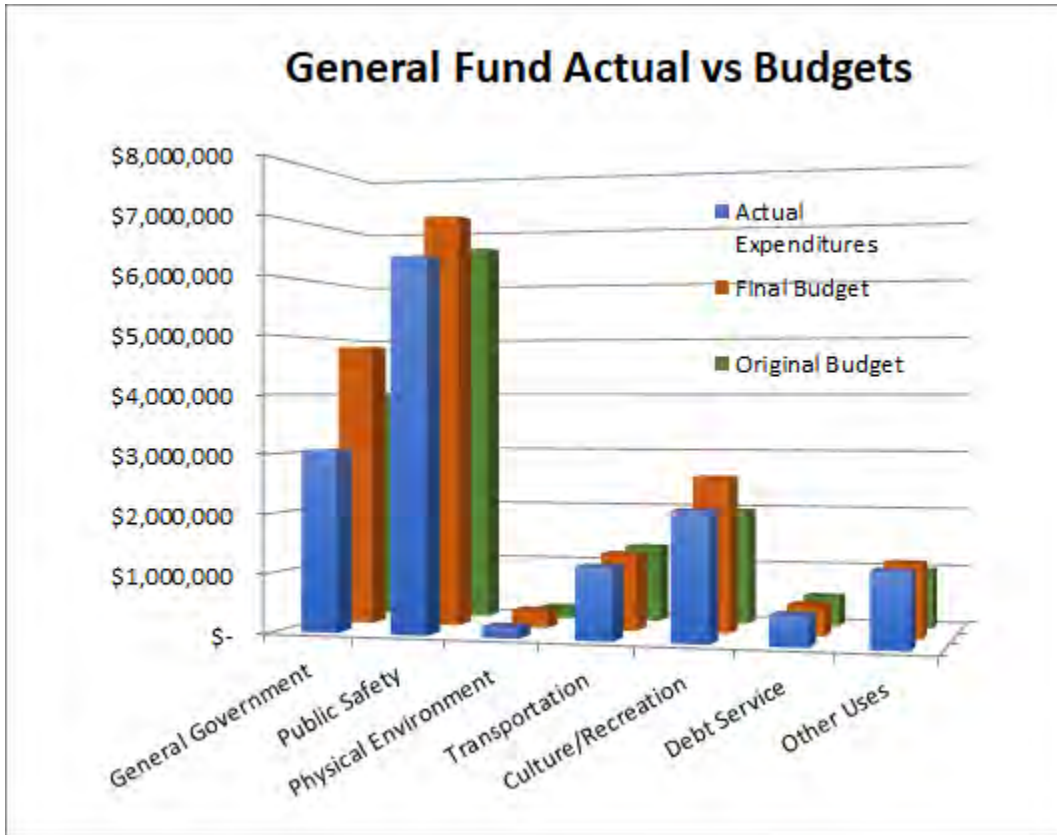
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Change</u>
General Government	\$ 4,032,169	\$ 4,831,326	\$ 799,157
Public Safety	6,640,858	7,087,898	447,040
Physical Environment	187,170	296,582	109,412
Transportation	1,301,751	1,296,654	(5,097)
Culture/Recreation	1,971,461	2,616,095	644,634
Debt Service	497,838	507,088	9,250
Other Uses	991,107	1,239,453	248,346
	<u>\$ 15,622,354</u>	<u>\$ 17,875,096</u>	<u>\$ 2,252,742</u>

CITY OF CASSELBERRY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS Continued
 September 30, 2018

The General Fund underspent the final budget by \$3,234,109. The General Government underspent the budget due to unspent budget for Aids to Private Organizations, a decreased need for professional and contracted services and a slow down on the replacement of desk and laptop computers. Other underspending in General Government were due to timing of budgetary appropriation versus actual expenditure. Underspending in Culture and Recreation is due to a budgeted purchase for land that did not happen prior to the end of the fiscal year. Public Safety underspent due to unfilled budgetary positions and capital equipment that was not received by the end of the fiscal year. The changes within functions are summarized in the table below.

	Actual		
	Expenditures	Final Budget	Change
General Government	\$ 3,059,470	\$ 4,831,326	\$ 1,771,856
Public Safety	6,301,652	7,087,898	786,246
Physical Environment	186,173	296,582	110,409
Transportation	1,207,544	1,296,654	89,110
Culture/Recreation	2,139,607	2,616,095	476,488
Debt Service	507,088	507,088	-
Other Uses	1,239,453	1,239,453	-
	<u>\$ 14,640,987</u>	<u>\$ 17,875,096</u>	<u>\$ 3,234,109</u>

The graph on the next page 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, 2018 amounts to \$117,006,033 (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 \$(443,748). Governmental activities increased capital assets by \$312,630 and business-type activities decreased capital assets by \$(756,378). The major capital asset events of the City during the current fiscal year included the following:

Governmental funds:

The increase in vehicles was due to additional fleet vehicles for Public Works and Police, and infrastructure was due to Storm Drain Rehabilitation, Gee Creek Erosion Control and various Road Rehabilitation projects that were capitalized from construction work in progress.

Proprietary funds:

Buildings and Improvements increased due to Utility Sanitation Sewer Rehabilitation projects. Machinery and Equipment increased due to the Sausalito Lift Station upgrades and land increased due to the property purchase to be used to upgrade the Seminola Boulevard Master Lift Station. These increases were offset by routine, ordinary increase in accumulated depreciation.

City of Casselberry, Florida Capital Assets (Net)

	Governmental Activities		Business-type Activities		Total	
	2018	2017	2018	2017	2018	2017
Land	\$ 16,325,990	\$ 16,293,722	\$ 4,422,605	\$ 3,980,680	\$ 20,748,595	\$ 20,274,402
Wastewater Disposal Rights, Net	-	-	5,785,555	6,062,063	5,785,555	6,062,063
Buildings and Improvements	13,957,268	13,936,863	76,092,633	75,239,952	90,049,901	89,176,815
Machinery and Equipment	5,539,606	5,538,762	11,982,669	11,621,981	17,522,275	17,160,743
Software	104,882	222,181	-	-	104,882	222,181
Vehicles	3,920,263	3,252,137	-	-	3,920,263	3,252,137
Infrastructure	51,111,470	46,031,892	-	-	51,111,470	46,031,892
Construction in Progress	981,052	3,663,551	812,273	489,834	1,793,325	4,153,385
	91,940,531	88,939,108	99,095,735	97,394,510	191,036,266	186,333,618
Less: Accumulated Depreciation	(32,738,303)	(30,049,510)	(41,291,930)	(38,834,327)	(74,030,233)	(68,883,837)
Capital Assets, net	<u>\$ 59,202,228</u>	<u>\$ 58,889,598</u>	<u>\$ 57,803,805</u>	<u>\$ 58,560,183</u>	<u>\$ 117,006,033</u>	<u>\$ 117,449,781</u>

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 2018, the City had total long-term debt outstanding of \$20,844,602. This is a decrease of \$(1,352,515) from the prior year. Of the total debt amount, \$18,460,874 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 a decrease of notes and loans payable for governmental activities of \$(1,480,000) and a decrease of \$(1,060,487) for business-type activities, primarily due to regularly scheduled debt service payments. In FY 2018 there was an increase in governmental funds capital leases of \$127,798 due to the purchase of police and public works vehicles, along with other necessary capital equipment offset by regular debt service payments. The increase of \$1,060,174 in business-type capital leases was due to the purchase of equipment, by-pass pumps and a diesel fuel tank offset by 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	
	2018	2017	2018	2017	2018	2017
Notes and Loans Payable	\$ 12,923,000	\$ 14,403,000	\$ 5,537,874	\$ 6,598,361	\$ 18,460,874	\$ 21,001,361
Capital Leases	1,223,274	1,095,476	1,160,454	100,280	2,383,728	1,195,756
	<u>\$ 14,146,274</u>	<u>\$ 15,498,476</u>	<u>\$ 6,698,328</u>	<u>\$ 6,698,641</u>	<u>\$ 20,844,602</u>	<u>\$ 22,197,117</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 costs due to a strong economy, the fiscal year 2018 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 2019. The unemployment rate for Seminole County is reported to be 3.5% as of September 30, 2018 as compared to the state unemployment rate of 3.5% and the national unemployment rate of 3.7%.

The City Commission adopted the tax millage rate of 3.0519 in fiscal year 2019 to sufficiently fund the current level of services to the citizens and business owners of Casselberry. The taxable value of real property increased by 19.5% in 2018.

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.

CITY OF CASSELBERRY, FLORIDA
GOVERNMENT WIDE STATEMENT OF NET POSITION
September 30, 2018

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 9,457,388	\$ 5,388,547	\$ 14,845,935
Investments	5,354,171	11,422,536	16,776,707
Restricted Assets	7,652,254	7,288,223	14,940,477
Accounts Receivable (Net)	910,949	2,117,798	3,028,747
Due from Other Governments	417,851	-	417,851
Prepaid Items	33,813	495	34,308
Inventories	32,298	389,108	421,406
Deposits	3,000	245,594	248,594
Pension Asset	1,247,233	-	1,247,233
Capital Assets Not Being Depreciated	17,307,042	5,234,878	22,541,920
Capital Assets Being Depreciated And Amortized (Net)	41,895,186	52,568,927	94,464,113
Total Assets	84,311,185	84,656,106	168,967,291
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Contributions for Pensions	28,228	5,376	33,604
Deferred Outflows for Pensions	864,800	96,324	961,124
Deferred Outflows for OPEB	19,897	5,970	25,867
Total Deferred Outflows of Resources	912,925	107,670	1,020,595
LIABILITIES			
Accounts Payable	1,138,442	774,141	1,912,583
Liabilities Payable from Restricted Assets	-	1,228,369	1,228,369
Retainage Payable	22,187	330	22,517
Accrued Liabilities	251,575	65,822	317,397
Due to Other Governments	169,273	17,835	187,108
Accrued Interest Payable	116,614	-	116,614
Unearned Revenue	151,366	-	151,366
Deposits	200	9,999	10,199
Long-term Liabilities:			
Due Within One Year	2,382,693	1,366,640	3,749,333
Due in More Than One Year	14,633,361	6,066,679	20,700,040
Total Liabilities	18,865,711	9,529,815	28,395,526
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows for Pensions	1,815,311	190,851	2,006,162
Deferred Inflows for OPEB	33,456	11,573	45,029
Total Deferred Inflows of Resources	1,848,767	202,424	2,051,191
NET POSITION			
Net Investment in Capital Assets	50,467,884	51,759,237	102,227,121
Restricted For:			
Construction Projects	3,744,812	5,852,873	9,597,685
Debt Service	1,133,129	206,982	1,340,111
Police and Fire	337,734	-	337,734
Building Code Enforcement	1,469,353	-	1,469,353
Other Purposes	967,226	-	967,226
Unrestricted	6,389,494	17,212,445	23,601,939
Total Net Position	\$ 64,509,632	\$ 75,031,537	\$ 139,541,169

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, 2018

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	\$ 3,186,612	\$ 100,365	\$ 400,094	\$ -	\$ (2,686,153)	\$ -	\$ (2,686,153)
Public Safety	7,628,779	670,582	126,311	-	(6,831,886)	-	(6,831,886)
Physical Environment	3,673,470	3,466,507	-	580,525	373,562	-	373,562
Transportation	3,156,259	608,902	27,522	22,934	(2,496,901)	-	(2,496,901)
Economic Environment	444,771	-	-	-	(444,771)	-	(444,771)
Culture and Recreation	2,227,600	159,287	65,766	3,074	(1,999,473)	-	(1,999,473)
Interest on Long-Term Debt	323,555	-	-	-	(323,555)	-	(323,555)
Total Governmental Activities	20,641,046	5,005,643	619,693	606,533	(14,409,177)	-	(14,409,177)
Business-type Activities:							
Water and Wastewater	13,416,587	18,910,270	1,808	78,024	-	5,573,515	5,573,515
Golf Course	957,864	617,863	-	-	-	(340,001)	(340,001)
Total Business-Type Activities	14,374,451	19,528,133	1,808	78,024	-	5,233,514	5,233,514
Total Primary Government	\$ 35,015,497	\$ 24,533,776	\$ 621,501	\$ 684,557	(14,409,177)	5,233,514	(9,175,663)
General Revenues:							
Property Tax					3,863,887	-	3,863,887
Public Service Tax					3,304,018	-	3,304,018
Gas Tax					609,022	-	609,022
Infrastructure Surtax					1,800,220	-	1,800,220
Sales Tax					1,968,337	-	1,968,337
Unrestricted State Revenue Sharing					1,116,019	-	1,116,019
Other Taxes					540,830	-	540,830
Unrestricted Intergovernmental Revenues					359,917	-	359,917
Franchise Fees					2,147,683	-	2,147,683
Interest Revenue					124,463	126,516	250,979
Miscellaneous					331,854	145,772	477,626
Gain on Sale of Capital Assets					-	5,730	5,730
Transfers					936,532	(936,532)	-
Total General Revenues and Transfers					17,102,782	(658,514)	16,444,268
Change in Net Position					2,693,605	4,575,000	7,268,605
Net Position - Beginning, as restated					61,816,027	70,456,537	132,272,564
Net Position - Ending					\$ 64,509,632	\$ 75,031,537	\$ 139,541,169

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

CITY OF CASSELBERRY, FLORIDA
BALANCE SHEET - GOVERNMENTAL FUNDS
September 30, 2018

	<u>General</u>	<u>Stormwater Fund</u>	<u>Community Redevelopment Agency Fund</u>
ASSETS			
Cash and Cash Equivalents	\$ 4,275,966	\$ 955,444	\$ 348,405
Investments	3,800,099	920,170	-
Accounts Receivable	452,691	247,069	-
Prepaid Items	29,980	940	200
Inventories	32,298	-	-
Due from Other Funds	195,621	-	-
Due from Other Governments	272,639	92,787	-
Deposits	3,000	-	-
Total Assets	<u>\$ 9,062,294</u>	<u>\$ 2,216,410</u>	<u>\$ 348,605</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts Payable	\$ 423,030	\$ 181,169	\$ 13,959
Retainage Payable	-	2,404	-
Accrued Liabilities	238,650	11,756	-
Due to Other Funds	-	-	-
Due to Other Governments	144,187	-	-
Deposits	200	-	-
Advanced Revenues	151,366	-	-
Total Liabilities	<u>957,433</u>	<u>195,329</u>	<u>13,959</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable Grant Reimbursements	<u>37,079</u>	<u>92,787</u>	<u>-</u>
Fund Balances:			
Nonspendable Prepaid Items and Inventories	62,278	940	200
Restricted for Public Safety	-	-	-
Restricted for Transportation Projects	-	-	-
Restricted for Stormwater Improvements	-	1,927,354	-
Restricted for Solid Waste	-	-	-
Restricted for Capital Improvements	-	-	-
Restricted for Recreation Improvements	-	-	-
Restricted for Debt Service	-	-	-
Restricted for Community Redevelopment	-	-	334,446
Committed for Improvements	-	-	-
Committed for Equipment Purchases	-	-	-
Assigned for Budget Rollforward	700,407	-	-
Unassigned	7,305,097	-	-
Total Fund Balances	<u>8,067,782</u>	<u>1,928,294</u>	<u>334,646</u>
Total Liabilities and Fund Balances	<u>\$ 9,062,294</u>	<u>\$ 2,216,410</u>	<u>\$ 348,605</u>

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

Infrastructure Surtax Fund	Nonmajor Governmental Funds	Total Governmental Funds
\$ 804,300	\$ 3,073,273	\$ 9,457,388
6,220,602	2,065,554	13,006,425
-	211,189	910,949
-	2,693	33,813
-	-	32,298
-	-	195,621
-	52,425	417,851
-	-	3,000
<u>\$ 7,024,902</u>	<u>\$ 5,405,134</u>	<u>\$ 24,057,345</u>

\$ 208,640	\$ 311,644	\$ 1,138,442
19,783	-	22,187
-	1,169	251,575
-	195,621	195,621
-	25,086	169,273
-	-	200
-	-	151,366
<u>228,423</u>	<u>533,520</u>	<u>1,928,664</u>

-	-	129,866
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-	2,693	66,111
-	1,897,369	1,897,369
5,651,230	1,401,554	7,052,784
-	-	1,927,354
-	627,453	627,453
-	207,164	207,164
-	92,777	92,777
1,145,249	2,647	1,147,896
-	-	334,446
-	332,198	332,198
-	307,678	307,678
-	-	700,407
-	81	7,305,178
<u>6,796,479</u>	<u>4,871,614</u>	<u>21,998,815</u>
<u>\$ 7,024,902</u>	<u>\$ 5,405,134</u>	<u>\$ 24,057,345</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, 2018

Total fund balances of governmental funds		\$ 21,998,815
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 \$91,940,531, and the accumulated depreciation is \$32,738,303		59,202,228
Long term net pension assets are not financial resources, and therefore, are not reported as fund level assets.		1,247,233
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	893,028	
Deferred outflows of resources for OPEB	19,897	
Deferred inflows of resources for pensions	(1,815,311)	
Deferred inflows of resources for OPEB	<u>(33,456)</u>	(935,842)
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	12,923,000	
Capital lease payable	1,223,274	
Accrued interest payable	116,614	
Other postemployment benefits	624,416	
Net pension liability	1,233,090	
Compensated absences	<u>1,012,274</u>	(17,132,668)
Deferred inflows from federal and state grants recognized as revenue of the current period		<u>129,866</u>
Total net position of governmental activities		<u>\$ 64,509,632</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, 2018

	<u>General</u>	<u>Stormwater Fund</u>	<u>Community Redevelopment Agency Fund</u>
REVENUES			
Taxes	\$ 7,400,833	\$ -	\$ -
Permits, Fees and Special Assessments	2,171,537	-	-
Intergovernmental Revenues	3,291,991	493,837	277,453
Charges for Services	239,037	1,744,151	-
Fines and Forfeitures	230,129	-	-
Investment Income	43,778	10,052	1,006
Miscellaneous Revenues	843,926	-	31,190
Total Revenues	<u>14,221,231</u>	<u>2,248,040</u>	<u>309,649</u>
EXPENDITURES			
Current:			
General Government	3,059,470	-	-
Public Safety	6,301,652	-	-
Physical Environment	186,173	2,010,601	-
Transportation	1,207,544	-	-
Economic Environment	-	-	446,577
Culture and Recreation	2,139,607	-	-
Debt Service:			
Notes Payable Principal Retirement	-	-	-
Capital Lease Principal Retirement	488,937	49,756	-
Interest and Fiscal Charges	18,151	7,869	-
Capital Outlay	-	-	-
Total Expenditures	<u>13,401,534</u>	<u>2,068,226</u>	<u>446,577</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>819,697</u>	<u>179,814</u>	<u>(136,928)</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers In	2,045,839	33,566	177,572
Transfers (Out)	(1,239,453)	(210,184)	(65,846)
Issuance of Capital Lease	-	-	-
Total Other Financing Sources and (Uses)	<u>806,386</u>	<u>(176,618)</u>	<u>111,726</u>
Net Change in Fund Balances	1,626,083	3,196	(25,202)
Fund Balances - Beginning	<u>6,441,699</u>	<u>1,925,098</u>	<u>359,848</u>
Fund Balances - Ending	<u>\$ 8,067,782</u>	<u>\$ 1,928,294</u>	<u>\$ 334,646</u>

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

<u>Infrastructure Surtax Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ -	\$ 609,022	\$ 8,009,855
-	737,064	2,908,601
1,800,220	129,151	5,992,652
-	1,723,400	3,706,588
-	59,143	289,272
46,845	22,782	124,463
-	406,936	1,282,052
<u>1,847,065</u>	<u>3,687,498</u>	<u>22,313,483</u>
-	6	3,059,476
-	986,174	7,287,826
-	1,593,371	3,790,145
1,033,150	849,896	3,090,590
-	-	446,577
-	6,554	2,146,161
1,005,000	475,000	1,480,000
-	-	538,693
149,489	146,934	322,443
-	721,811	721,811
<u>2,187,639</u>	<u>4,779,746</u>	<u>22,883,722</u>
<u>(340,574)</u>	<u>(1,092,248)</u>	<u>(570,239)</u>
30,927	702,752	2,990,656
-	(538,641)	(2,054,124)
-	666,491	666,491
<u>30,927</u>	<u>830,602</u>	<u>1,603,023</u>
(309,647)	(261,646)	1,032,784
<u>7,106,126</u>	<u>5,133,260</u>	<u>20,966,031</u>
<u>\$ 6,796,479</u>	<u>\$ 4,871,614</u>	<u>\$ 21,998,815</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, 2018

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

Net change in fund balances - total governmental funds	\$	1,032,784
<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 (\$3,435,742) exceeds depreciation and amortization of (\$3,123,112) in the current period.</p>		
		312,630
<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 capital lease	\$ (666,491)	
Notes payments	1,480,000	
Capital lease payments	538,693	1,352,202
<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	(41,464)	
Accrued interest on long-term debt	(1,112)	(42,576)
<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		32,170
Difference between OPEB contributions and net OPEB expense		(78,241)
<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		129,866
Reversal of prior year revenues already recognized under full accrual		(45,230)
Change in net position of governmental activities	\$	2,693,605

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, 2018

	Business-type Utility Fund	Nonmajor Other Enterprise - Golf Club Fund	Total
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ 5,242,604	\$ 145,943	\$ 5,388,547
Investments	11,422,536	-	11,422,536
Restricted Cash and Cash Equivalents	1,228,368	-	1,228,368
Accounts Receivable (Net)	2,117,798	-	2,117,798
Prepaid Items	495	-	495
Inventories	389,108	-	389,108
Deposits	245,594	-	245,594
Total Current Assets	20,646,503	145,943	20,792,446
Noncurrent Assets:			
Noncurrent Restricted Cash and Cash Equivalents	3,601,374	-	3,601,374
Restricted Investments	2,458,481	-	2,458,481
Total Restricted Assets	6,059,855	-	6,059,855
Capital Assets:			
Land	2,205,610	2,216,995	4,422,605
Building and Improvements	76,019,597	73,036	76,092,633
Machinery, Equipment and Vehicles	11,741,519	241,150	11,982,669
Construction in Progress	812,273	-	812,273
Wastewater Disposal Rights	12,285,615	-	12,285,615
Accumulated Depreciation and Amortization	(47,713,992)	(77,998)	(47,791,990)
Total Capital Assets (Net)	55,350,622	2,453,183	57,803,805
Total Noncurrent Assets	61,410,477	2,453,183	63,863,660
Total Assets	82,056,980	2,599,126	84,656,106
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Contributions for Pensions	5,376	-	5,376
Deferred Outflows for Pensions	96,324	-	96,324
Deferred Outflows for OPEB	5,970	-	5,970
Total Deferred Outflows of Resources	\$ 107,670	\$ -	\$ 107,670

Continued

CITY OF CASSELBERRY, FLORIDA
STATEMENT OF NET POSITION - Continued
PROPRIETARY FUND
September 30, 2018

	Business-type Utility Fund	Nonmajor Other Enterprise - Golf Club Fund	Total
LIABILITIES			
Current Liabilities:			
Accounts Payable	\$ 717,700	\$ 56,441	\$ 774,141
Retainage Payable	330	-	330
Accrued Liabilities	65,822	-	65,822
Due to Other Governments	17,835	-	17,835
Compensated Absences Payable	76,588	-	76,588
Current Portion Capital Leases	164,740	42,607	207,347
Current Portion Notes Payable	1,082,705	-	1,082,705
Liabilities Payable from Restricted Assets			
Accrued Interest Payable	83,982	-	83,982
Customer Deposits	1,144,386	-	1,144,386
Advance	-	10,000	10,000
Total Current Liabilities	3,354,088	109,048	3,463,136
Noncurrent Liabilities:			
Noncurrent Portion Compensated Absences	178,705	-	178,705
Other Postemployment Benefits	193,048	-	193,048
Net Pension Liability	286,650	-	286,650
Noncurrent Portion Capital Leases	860,144	92,963	953,107
Noncurrent Portion Notes Payable	4,455,169	-	4,455,169
Total Noncurrent Liabilities	5,973,716	92,963	6,066,679
Total Liabilities	9,327,804	202,011	9,529,815
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows for Pensions	190,851	-	190,851
Deferred Inflows for OPEB	11,573	-	11,573
Total Deferred Inflows of Resources	202,424	-	202,424
NET POSITION			
Net Investment in Capital Assets	49,346,573	2,412,664	51,759,237
Restricted:			
Debt Service	206,982	-	206,982
Capital Projects	5,852,873	-	5,852,873
Unrestricted	17,227,994	(15,549)	17,212,445
Total Net Position	\$ 72,634,422	\$ 2,397,115	\$ 75,031,537

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, 2018

	Business-type Utility Fund	Other Enterprise - Golf Club Fund	Total
Operating Revenues:			
Charges for Services	\$ 18,910,270	\$ 617,863	\$ 19,528,133
Miscellaneous Revenues	145,772	-	145,772
Total Operating Revenues	19,056,042	617,863	19,673,905
Operating Expenses:			
Administration and Operations	4,157,626	927,409	5,085,035
Water Distribution and Wastewater Collections	1,399,090	-	1,399,090
Wastewater Treatment and Disposal	3,753,182	-	3,753,182
Drinking Water Production	1,092,259	-	1,092,259
Depreciation	2,565,458	27,836	2,593,294
Amortization	307,104	-	307,104
Total Operating Expenses	13,274,719	955,245	14,229,964
Operating Income (Loss)	5,781,323	(337,382)	5,443,941
Nonoperating Revenues (Expenses):			
Grants from Other Agencies	1,808	-	1,808
Investment Income	126,516	-	126,516
Interest and Fiscal Charges Expense	(141,868)	(2,619)	(144,487)
Gain on Disposal of Capital Assets	5,730	-	5,730
Total Nonoperating Revenues (Expenses)	(7,814)	(2,619)	(10,433)
Income (Loss) Before Transfers and Contributions	5,773,509	(340,001)	5,433,508
Capital Contributions	78,024	-	78,024
Transfers In	119,161	359,129	478,290
Transfers (Out)	(1,414,822)	-	(1,414,822)
Change in Net Position	4,555,872	19,128	4,575,000
Total Net Position - Beginning, as restated	68,078,550	2,377,987	70,456,537
Total Net Position - Ending	\$ 72,634,422	\$ 2,397,115	\$ 75,031,537

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, 2018

	Business-type Utility Fund	Nonmajor Other Enterprise - Golf Club Fund	Total
Cash Flows from Operating Activities			
Receipts from Customers and Users	\$ 19,022,578	\$ 621,885	\$ 19,644,463
Payments to Suppliers	(7,766,946)	(901,027)	(8,667,973)
Payments to Employees	(3,247,615)	-	(3,247,615)
Net Cash (Used) Provided by Operating Activities	8,008,017	(279,142)	7,728,875
Cash Flows from Noncapital Financing Activities			
Transfers to Other Funds	(1,414,822)	-	(1,414,822)
Transfers from Other Funds	119,161	359,129	478,290
Subsidy from Federal/State Grants	1,808	-	1,808
Net Cash (Used) Provided by Noncapital Financing Activities	(1,293,853)	359,129	(934,724)
Cash Flows from Capital and Related Financing Activities			
Acquisition/Construction of Capital Assets	(1,795,887)	-	(1,795,887)
Contributions for Capital Asset Acquisitions	97,196	-	97,196
Proceeds from Capital Lease/Note Payable	1,224,504	120,800	1,345,304
Proceeds from Sale of Assets	16,774	-	16,774
Principal Paid on Capital Leases	(199,620)	(85,510)	(285,130)
Principal Paid on Bonds and Notes	(1,060,487)	-	(1,060,487)
Interest Paid on Capital Debt	(147,075)	(2,619)	(149,694)
Net Cash (Used) Provided by Capital and Related Financing Activities	(1,864,595)	32,671	(1,831,924)
Cash Flows from Investing Activities			
Purchase of Investments	(71,932)	-	(71,932)
Interest Revenues Received	126,516	-	126,516
Net Cash (Used) Provided by Investing Activities	54,584	-	54,584
Net Increase(Decrease) in Cash and Cash Equivalents	4,904,153	112,658	5,016,811
Cash and Cash Equivalents at Beginning of Year	5,168,193	33,285	5,201,478
Cash and Cash Equivalents at End of Year	\$ 10,072,346	\$ 145,943	\$ 10,218,289
Cash and Cash Equivalents Classified As:			
Unrestricted Assets	\$ 5,242,604	\$ 145,943	\$ 5,388,547
Restricted Assets	4,829,742	-	4,829,742
Total Cash and Cash Equivalents	\$ 10,072,346	\$ 145,943	\$ 10,218,289

Continued

CITY OF CASSELBERRY, FLORIDA
STATEMENT OF CASH FLOWS - Continued
PROPRIETARY FUND
For The Year Ended September 30, 2018

	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	\$ 5,781,323	\$ (337,382)	\$ 5,443,941
Depreciation	2,565,458	27,836	2,593,294
Amortization	307,104	-	307,104
Change in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	49,567	-	49,567
(Increase) Decrease in Inventories	33,364	-	33,364
(Increase) Decrease in Prepaid Items	7,162	1,319	8,481
(Increase) Decrease in City of Orlando Iron Bridge Deposit	(105,879)	-	(105,879)
(Increase) Decrease in Deposits	-	4,022	4,022
(Increase) Decrease in Deferred Outflows of Resources	34,766	-	34,766
Increase (Decrease) in Accounts Payable	(690,526)	25,063	(665,463)
Increase (Decrease) in Compensated Absences	15,651	-	15,651
Increase (Decrease) in Due to Other Governments	7,678	-	7,678
Increase (Decrease) in Accrued Liabilities	13,093	-	13,093
Increase (Decrease) in Other Postemployment Benefits	13,536	-	13,536
Increase (Decrease) in Net Pension Liability	(69,279)	-	(69,279)
Increase (Decrease) in Deferred Inflows of Resources	22,151	-	22,151
Increase (Decrease) in Customer Deposits/Advance	22,848	-	22,848
Total Adjustments	2,226,694	58,240	2,284,934
Net Cash (Used) Provided by Operating Activities	\$ 8,008,017	\$ (279,142)	\$ 7,728,875

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, 2018

ASSETS

Cash and Cash Equivalents:	
Short Term Investments	\$ 544,270
Total Cash and Cash Equivalents	544,270
Receivables:	
Contributions in Transit	9,817
Investment Income	20,600
Total Receivables	30,417
Investments:	
Mutual Funds:	
Fixed Income	6,187,303
Equity Funds	17,629,342
Real Estate	1,504,703
Total Investments	25,321,348
Total Assets	25,896,035

LIABILITIES

Payables:	
Investment Expenses	6,125
Administrative Expenses	10,452
Total Liabilities	16,577

NET POSITION RESTRICTED FOR PENSIONS	\$ 25,879,458
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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, 2018

ADDITIONS

Contributions:	
City	\$ 570,671
State	343,562
Employee	<u>133,040</u>
Total Contributions	<u>1,047,273</u>
Investment Income:	
Net (Decrease) in Fair Value of Investments	830,890
Interest and Dividends	1,412,921
Less Investment Expense*	<u>(24,125)</u>
Net Investment Gain (Loss)	<u>2,219,686</u>
Total Additions	<u>3,266,959</u>

DEDUCTIONS

Benefits Paid to Participants	365,746
Refunds of Member Contributions	10,353
Administrative Expense	<u>57,107</u>
Total Deductions	<u>433,206</u>

Net Increase in Net Position 2,833,753

Net Position Restricted for Pensions

Beginning of Year	<u>23,045,705</u>
End of Year	<u>\$ 25,879,458</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, 2018

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CITY OF CASSELBERRY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2018

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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 2018 was 3.1201 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. Prepaids

Prepaids represent payments made to vendors for services that will benefit beyond September 30, 2018. 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. In the current year, the City restated beginning Net Position for both government-wide and enterprise fund financial statements as part of implementing GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Additional information is provided in Note 9.

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 2019, 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 \$1,469,353 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 \$7,652,254 of which management has determined \$1,469,353 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

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, 2018, the carrying value of investments includes accrued interest of \$120,001. 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	\$ 19,675,679
Local Government Surplus Funds Trust	275,803
Investment Accounts	<u>26,611,637</u>
Total Governmental & Business-type Activities:	46,563,119
Pension Trust Funds:	
Short-Term Investments	544,270
Mutual Funds - Fixed Income	6,187,303
Mutual Funds - Equity	17,629,342
Real Estate	<u>1,504,703</u>
Total Pension Trust Funds	<u>25,865,618</u>
Total Primary Government	<u>\$ 72,428,737</u>

Classified as:

	<u>Carrying Value</u>
Government-Wide Statement of Net Position	
Cash and Cash Equivalents	\$ 14,845,935
Investments	16,776,707
Restricted Cash and Cash Equivalents	14,940,477
Statement of Fiduciary Net Position:	
Cash and Cash Equivalents	544,270
Investments	<u>25,321,348</u>
Total Primary Government	<u>\$ 72,428,737</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, 2018:

- Short-term investments and US Government Obligations of \$11,101,360 using quote market prices (Level 1 inputs)
- Corporate bonds of \$15,391,133 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, 2018, the City's governmental and business-type investment portfolio is composed of the following instruments:

Investment Type	Fair Value at 9/30/18	Weighted Average Maturity (Years)	S & P Credit Rating	Fair Value Measurement Level
US Treasury Notes/Bonds	\$ 10,704,501	1.62	TSY	1
Corporate Debt	15,391,133	1.98	BBB+ to AA+	2
Total Portfolio	\$ 26,095,634			
Investments Measured at Amortized Cost				
SBA - Florida Prime	\$ 275,803			

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 investment portfolio to no longer than 2.5 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.

CITY OF CASSELBERRY, FLORIDA
NOTES TO FINANCIAL STATEMENTS - Continued
 September 30, 2018

The following is a summary of the City's POFPP Trust investments at September 30, 2018:

	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	\$ 1,504,703	N/A		\$	\$ 1,504,703
Mutual Funds - Fixed Income	6,187,303	N/A	A/ AAA	6,187,303	
Mutual Funds - Equity	17,629,342	N/A	A/ AAA	17,629,342	
Total Investments by Fair Value Level	<u>\$ 25,321,348</u>			<u>\$ 23,816,645</u>	<u>\$ 1,504,703</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 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, 2018.

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, 2018

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, 2018:

Description	General	Stormwater	Utility System	NonMajor Funds	Total
Accounts	\$ 452,691	\$ 247,069	\$ 1,548,840	\$ 211,189	\$ 2,459,789
Unbilled receivables	-	-	637,470	-	637,470
Allowance for uncollectible	-	-	(68,512)	-	(68,512)
Total Receivables (Net)	\$ 452,691	\$ 247,069	\$ 2,117,798	\$ 211,189	\$ 3,028,747

NOTE 4 – INTERFUND ACCOUNTS

A. Interfund Transfers

Individual interfund transfers at September 30, 2018 are:

	Transfers In	Transfers Out	Purpose
Major Funds:			
General Fund	\$ 2,045,839	\$ 1,239,453	Transfer to cover receipts and expenditures
Stormwater Fund	33,566	210,184	Transfer for administrative costs
Community Redevelopment Agency	177,572	65,846	Transfer for administrative costs
Infrastructure Surtax	30,927	-	Transfer for capital projects
Utility Fund	119,161	1,414,822	Transfer payment to general fund for franchise fee
NonMajor Governmental Funds:			
Special Revenue Funds	12,200	280,887	Transfer for administrative costs
Debt Service Fund	620,335	-	To fund current year debt service payments
Capital Projects Funds	70,217	257,754	To fund capital projects and equipment
Golf Club Enterprise Fund	359,129	-	Transfer to cover operations
Total Interfund Transfers	\$ 3,468,946	\$ 3,468,946	

B. Due to/Due from Other Funds

A Due to General Fund from Equipment Replacement Fund in the amount of \$195,621 was recorded in FY 2018 and remained outstanding at September 30, 2018. Capital lease purchases under the SunTrust Equipment Finance and Leasing agreement were entered into but as of September 30, 2018 were not reimbursed through the SunTrust Escrow account causing a need for funding by the General Fund.

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, 2018 are as follows:

Accounts Description:	Cash and Cash Equivalents	Investments	Restriction
Capital improvements	\$ 3,474,169	\$ 2,458,481	Restricted fees
Customer deposits	1,148,591	-	Deposit liability
State revolving loan escrow	206,982	-	Debt liability
Total Restricted Assets - Business-type Activities	\$ 4,829,742	\$ 2,458,481	

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	\$ 16,325,990	\$ 4,422,605	\$ 20,748,595
Construction in Progress	981,052	812,273	1,793,325
Buildings and Improvements	13,957,268	76,092,633	90,049,901
Machinery, Equipment and Vehicles	9,459,869	11,982,669	21,442,538
Software	104,882	-	104,882
Infrastructure	51,111,470	-	51,111,470
Wastewater Disposal Rights	-	12,285,615	12,285,615
Total Capital Assets	91,940,531	105,595,795	197,536,326
Less: Accumulated Depreciation and Amortization	(32,738,303)	(47,791,990)	(80,530,293)
Capital Assets, Net	\$ 59,202,228	\$ 57,803,805	\$ 117,006,033

CITY OF CASSELBERRY, FLORIDA
NOTES TO FINANCIAL STATEMENTS - Continued
September 30, 2018

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
	10/01/2017			9/30/2018
Capital Assets, Not Being Depreciated:				
Land	\$ 16,293,722	\$ 32,268	\$ -	\$ 16,325,990
Construction In Progress	3,663,551	2,190,198	(4,872,697)	981,052
Total Capital Assets, Not Being Depreciated	19,957,273	2,222,466	(4,872,697)	17,307,042
Capital Assets, Being Depreciated and Amortized:				
Buildings	6,677,288	5,805	-	6,683,093
Improvements other than buildings	7,259,575	15,450	(850)	7,274,175
Equipment	5,538,762	284,128	(283,284)	5,539,606
Software	222,181	-	(117,299)	104,882
Vehicles	3,252,137	701,012	(32,886)	3,920,263
Infrastructure	46,031,892	5,079,578	-	51,111,470
Total Capital Assets Being Depreciated and Amortized	68,981,835	6,085,973	(434,319)	74,633,489
Less Accumulated Depreciation and Amortization For:				
Buildings	(5,392,814)	(199,459)	-	(5,592,273)
Improvements other than buildings	(6,864,642)	3,429,215 *	850	(3,434,577)
Equipment	(4,084,878)	(404,713)	283,284	(4,206,307)
Software	(222,181)	-	117,299	(104,882)
Vehicles	(2,328,933)	(309,818)	32,886	(2,605,865)
Infrastructure	(11,156,062)	(5,638,337) *	-	(16,794,399)
Total Accumulated Depreciation and Amortization	(30,049,510)	(3,123,112)	434,319	(32,738,303)
Total Capital Assets, Being Depreciated and Amortized, Net	38,932,325	2,962,861	-	41,895,186
Governmental Activities Capital Assets, Net	\$ 58,889,598	\$ 5,185,327	\$ (4,872,697)	\$ 59,202,228

*In 2018 Accumulated Depreciation was adjusted between Infrastructure and Improvements other than Buildings to ensure that amounts presented were grouped in the same category as the related assets.

Depreciation and Amortization Expense By Function for Governmental Activities

General Government	\$ 171,013
Public Safety	374,401
Physical Environment	953,978
Transportation	1,037,280
Culture/Recreation	586,440
Total Governmental Activities	\$ 3,123,112

CITY OF CASSELBERRY, FLORIDA
NOTES TO FINANCIAL STATEMENTS - Continued
September 30, 2018

Business-type Activities	Beginning Balance 10/1/2017	Increases	Decreases	Ending Balance 9/30/2018
Capital Assets, Not Being Depreciated:				
Land	\$ 3,980,680	\$ 441,925	\$ -	\$ 4,422,605
Construction In Progress	489,834	1,053,565	(731,126)	812,273
Total Capital Assets, Not Being Depreciated	<u>4,470,514</u>	<u>1,495,490</u>	<u>(731,126)</u>	<u>5,234,878</u>
Capital Assets, Being Depreciated and Amortized:				
Buildings and Improvements	75,239,952	906,445	(53,764)	76,092,633
Machinery, Equipment and Vehicles	11,621,981	453,659	(92,971)	11,982,669
Wastewater Disposal Rights	12,255,019	30,596	-	12,285,615
Total Capital Assets Being Depreciated and Amortized	<u>99,116,952</u>	<u>1,390,700</u>	<u>(146,735)</u>	<u>100,360,917</u>
Less Accumulated Depreciation and Amortization For:				
Buildings and Improvements	(33,934,814)	(1,960,108)	47,161	(35,847,761)
Machinery, Equipment and Vehicles	(4,899,513)	(633,186)	88,530	(5,444,169)
Wastewater Disposal Rights	(6,192,956)	(307,104)	-	(6,500,060)
Total Accumulated Depreciation and Amortization	<u>(45,027,283)</u>	<u>(2,900,398)</u>	<u>135,691</u>	<u>(47,791,990)</u>
Total Capital Assets, Being Depreciated and Amortized, Net	<u>54,089,669</u>	<u>(1,509,698)</u>	<u>(11,044)</u>	<u>52,568,927</u>
Business-type Activities Capital Assets, Net	<u>\$ 58,560,183</u>	<u>\$ (14,208)</u>	<u>\$ (742,170)</u>	<u>\$ 57,803,805</u>

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

Utility System	\$2,872,562
Golf Course	27,836
	<u>\$2,900,398</u>

C. Construction Commitments

Project (with commitments > \$100,000)	Remaining Commitment
Seminola Force Main Replacement	\$ 113,064
Casselton Drive Improvements	3,048,234
North Griffin Drive Sewer Extension	135,930
17/92 Water Main Looping	156,484
Wilshire Drive Force Main Replacement	101,733
Seminola Master Lift Station Renovation	187,812
Winter Woods Gravity Sewer Lining Project	974,999
Forest Brook Force Main Replacement	455,305
Total	<u>\$ 5,173,561</u>

CITY OF CASSELBERRY, FLORIDA
NOTES TO FINANCIAL STATEMENTS - Continued
September 30, 2018

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, 2018:

	Balance 10/1/2017	Additions	Reductions	Balance 9/30/2018	Due Within One Year	Long-Term Portion
Governmental Activities:						
Revenue Notes	\$ 14,403,000	\$ -	\$ (1,480,000)	\$ 12,923,000	\$ 1,559,000	\$ 11,364,000
Capital Leases	1,095,476	666,491	(538,693)	1,223,274	520,011	703,263
Other Postemployment Benefits 1)	585,283	39,133	-	624,416	-	624,416
Net Pension Liability	1,596,871	-	(363,781)	1,233,090	-	1,233,090
Compensated Absences	970,810	761,999	(720,535)	1,012,274	303,682	708,592
Governmental Activities Long-term Liabilities	\$ 18,651,440	\$ 1,467,623	\$ (3,103,009)	\$ 17,016,054	\$ 2,382,693	\$ 14,633,361
Business-type Activities:						
Revenue Notes	\$ 3,035,439	\$ -	\$ (738,585)	\$ 2,296,854	\$ 751,949	\$ 1,544,905
FDEP Loans Payable:						
Preconstruction Loan	87,074	-	(14,773)	72,301	15,227	57,074
Construction Loans	905,954	-	(153,702)	752,252	158,426	593,826
Water Quality Loan	2,569,894	-	(153,427)	2,416,467	157,103	2,259,364
Capital Leases	100,280	1,345,304	(285,130)	1,160,454	207,347	953,107
Other Postemployment Benefits 1)	179,512	13,536	-	193,048	-	193,048
Net Pension Liability	355,929	-	(69,279)	286,650	-	286,650
Compensated Absences	239,642	230,492	(214,841)	255,293	76,588	178,705
Business-type Activities Long-term Liabilities	\$ 7,473,724	\$ 1,589,332	\$ (1,629,737)	\$ 7,433,319	\$ 1,366,640	\$ 6,066,679

1) Beginning Other Postemployment Benefits (OPEB) amount has been adjusted to reflect prior period adjustment due to implementation of GASB 75.

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	\$ 96,974
SunTrust 2016, Purpose: Streets chipper, Streets vehicle, Stormwater vac-con, int 2.74 - 2.98%	511,000	271,433
SunTrust 2017, Purpose: Parks pickups, Facilities cargo vans, PD vehicles, Streets backhoe int 1.88%	531,293	177,077
SunTrust 2017, Purpose: IT server and SAN, int 1.98%	300,537	180,276
SunTrust 2018, Purpose: PD vehicles, int 2.59%	447,000	352,980
SunTrust 2018, Purpose: Streets & Fleet various trucks, Parks field aerator, int 2.40 - 3.12%	219,491	144,534
Total	\$ 2,460,321	\$ 1,223,274

CITY OF CASSELBERRY, FLORIDA
NOTES TO FINANCIAL STATEMENTS - Continued
September 30, 2018

Business-Type Activities Capital Leases:

Machinery, Equipment and Vehicles

SunTrust 2016, Purpose: Golf course mowers, int 2.74%	\$ 100,000	\$ 40,520
SunTrust 2018, Purpose: Golf lighting, int 3.29%	120,800	95,051
SunTrust 2018, Purpose: Water Production fuel tank, LS generators and pumps, int 3.12 - 3.41%	<u>1,224,504</u>	<u>1,024,883</u>
Total	<u>\$ 1,445,304</u>	<u>\$ 1,160,454</u>

The City has revenue notes and loans from governmental agencies outstanding at September 30, 2018. 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:

				Future Pledged Revenue Over Debt Service Required (2)	Current Year Debt Srvc Paid	Current Year Total Revenue
	Revenue Pledged	Principal Outstanding	Total Pledged Revenue (1)			
Governmental Activities:						
<u>Revenue Notes:</u>						
Sales Tax Revenue Note 2011A	Half-Cent	\$ 5,345,000	\$ 6,001,062	59.6%	\$ 140,964	\$ 447,283
Total issued: \$5,345,000	Sales Tax					(3)
Maturity: 2026, Interest Rate: 2.47%						
Purpose: Refi/Capital improvements						
Sales Tax Revenue Note 2011B	Half-Cent	-	-	-	479,370	1,521,055
Total issued: \$3,100,000	Sales Tax					(3)
Maturity: 2017, Interest Rate: 1.81%						
Purpose: Refi/Capital improvements						
Sales Tax Revenue Bond 2015	Infrastructure	7,578,000	8,078,942	156.0%	1,154,489	1,800,220
Total issued: \$9,894,000	Sales Surtax					
Maturity: 2025, Interest Rate: 1.85%						
Purpose: Infrastructure Improvements						
Total Governmental Activities		<u>\$ 12,923,000</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 half-cent sales tax revenue is calculated for each outstanding debt issue based on its proportionate share of total annual debt service paid.

CITY OF CASSELBERRY, FLORIDA
NOTES TO FINANCIAL STATEMENTS - Continued
September 30, 2018

	Revenue Pledged	Principal Outstanding	Total Pledged Revenue (1)	Future	Current Year Debt Srvc Paid	Current Year Total Revenue
				Pledged Revenue Over Debt Service Required (2)		
Business-type Activities:						
<u>Revenue Note:</u>						
Utility System Refunding Note, Series 2011	Net revenues	\$ 2,296,854	\$ 2,378,712	285.3%	\$ 792,597	\$ 2,262,102
Total issued: \$5,400,000	after operating					
Maturity: 2020, Interest Rate: 2.47%	expenses &					
Purpose: Refunding	loan payments					
<u>Notes and Loans:</u>						
FL Dept of Environmental Protection Note # CS12056116P	Net revenues	72,301	77,860	253.9%	17,317	49,423
Total issued: \$250,916	after operating					(3)
Maturity: 2022, Interest Rate: 1.53%	expenses &					
Purpose: Wastewater transmission capital improvements	loan payments					
FL Dept of Environmental Protection Note # CS120561140	Net revenues	752,252	810,769	253.7%	180,170	514,212
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	<u>2,416,467</u>	2,850,866	281.7%	216,478	617,836
Total issued: \$370,073	after operating					
Maturity: 2031, Interest Rate: 2.65%	expenses &					
Purpose: Water quality improvement	loan payments					
Total Business-type Activities		<u>\$ 5,537,874</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.

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		Capital Leases		Total
	Principal	Interest	Principal	Interest	
2019	\$ 1,559,000	\$ 257,895	\$ 520,011	\$ 30,368	\$ 2,367,274
2020	1,578,000	225,671	350,698	18,208	2,172,577
2021	1,597,000	192,508	204,955	9,178	2,003,641
2022	1,617,000	159,278	147,610	4,037	1,927,925
2023	1,637,000	125,678	-	-	1,762,678
2024-2028	4,935,000	195,974	-	-	5,130,974
2029-2033	-	-	-	-	-
Total	<u>\$ 12,923,000</u>	<u>\$ 1,157,004</u>	<u>\$ 1,223,274</u>	<u>\$ 61,791</u>	<u>\$ 15,365,069</u>

CITY OF CASSELBERRY, FLORIDA
NOTES TO FINANCIAL STATEMENTS - Continued
September 30, 2018

Business-type Activities:

Fiscal Year	Revenue Notes		FDEP Loan		Capital Leases		Total
	Principal	Interest	Principal	Interest	Principal	Interest	
2019	\$ 751,949	\$ 45,234	\$ 330,756	\$ 83,210	\$ 207,347	\$ 39,119	\$ 1,457,615
2020	765,541	27,427	340,037	73,928	214,225	32,243	1,453,401
2021	779,364	9,197	349,582	64,384	188,015	25,137	1,415,679
2022	-	-	359,397	54,568	194,397	18,754	627,116
2023	-	-	270,748	44,409	175,248	12,155	502,560
2024-2028	-	-	935,024	147,365	181,222	6,181	1,269,792
2029-2033	-	-	655,476	30,612	-	-	686,088
Total	\$ 2,296,854	\$ 81,858	\$ 3,241,020	\$ 498,476	\$ 1,160,454	\$ 133,589	\$ 7,412,251

NOTE 8 – NET POSITION - NET INVESTMENT IN CAPITAL ASSETS

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

	Governmental Activities	Business-Type Activities	Total
Capital Assets (net)	\$ 59,202,228	\$ 57,803,805	\$ 117,006,033
Outstanding debt	(14,146,274)	(6,698,328)	(20,844,602)
Outstanding current liabilities related to these assets	(354,146)	(359,177)	(713,323)
Unspent proceeds of capital-related debt	5,766,076	1,012,937	6,779,013
Total	\$ 50,467,884	\$ 51,759,237	\$ 102,227,121

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, 2017. Currently, there are 175 active participants and 5 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 3.64% for this purpose.

C. Total OPEB Liability

The measurement date is September 30, 2017.

The measurement period for the OPEB expense is October 1, 2016 to September 30, 2017.

The reporting period is October 1, 2017 to September 30, 2018.

The City's Total OPEB Liability was measured as of September 30, 2017.

Note - The City's Total OPEB Liability for the City's ledger adjustment was measured as of September 30, 2016 using a discount rate of 3.06%. The Total OPEB Liability was "rolled-back" from September 30, 2017 at 3.06%, thus producing no experience gain or loss for the period from September 30, 2016 to September 30, 2017.

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, 2017 using the following actuarial assumptions:

Inflation Rate	2.50%
Salary Increase Rate(s)	See Assumptions
Discount Rate	3.64%
Initial Trend Rate	8.50%
Ultimate Trend Rate	4.00%
Years to Ultimate	55

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 3.64%. 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.

CITY OF CASSELBERRY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS - Continued
September 30, 2018

D. Changes in Total OPEB Liability

	Fiscal Year 2018
Total OPEB Liability	
Service Cost	\$ 101,761
Interest	26,156
Change of assumptions and other inputs	(51,462)
Benefit payments	(23,786)
Net change in total OPEB liability	52,669
Total OPEB liability, beginning	764,795
Total OPEB liability, ending	<u>\$ 817,464</u>

Changes in assumptions reflect a change in the discount rate from 3.06% for the reporting period ending September 30, 2016, to 3.64% for the reporting period ending September 30, 2017.

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 2.64%	Current Discount Rate 3.64%	1% Increase 4.64%
Total OPEB Liability	\$ 908,690	\$ 817,464	\$ 737,430

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%-7.5%	Current Discount Rate 4%-8.5%	1% Increase 5%-9.5%
Total OPEB Liability	\$ 720,259	\$ 817,464	\$ 934,207

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

For the year ended September 30, 2018, the Sponsor will recognize OPEB Expense of \$132,084.

On September 30, 2018, 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	\$ -	\$ -
Changes in Assumptions	-	45,029
Contributions Subsequent to Measurement Date	<u>25,867</u>	<u>-</u>
	<u>\$ 25,867</u>	<u>\$ 45,029</u>

Of the total amount reported as Deferred Outflows of Resources related to OPEB, \$25,867 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, 2019. 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	
9/30/2019	\$ (6,433)
9/30/2020	(6,433)
9/30/2021	(6,433)
9/30/2022	(6,433)
9/30/2023	(6,433)
Thereafter	<u>(12,864)</u>
Total	<u>\$ (45,029)</u>

F. Actuarial Assumptions

<u>Valuation Date</u>	September 30, 2017.	
<u>Measurement Date</u>	September 30, 2017.	
<u>Fiscal Year End</u>	September 30, 2018.	
<u>Actuarial Value of Assets</u>	Market Value.	
<u>Discount Rate as of 9/30/17</u>	3.64%. Based on the September 28, 2017 Bond Buyer 20-Bond Index, as published by the Federal Reserve.	
 <u>Discount Rate as of 9/30/16</u>	 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		
	<u>Years of Service</u>	<u>Salary Increase</u>
	<2	10.0% per year
	>=2	5.0% per year
FRS Plan Participants	0.65% per year	
<u>Mortality Rates</u>		
FRS Regular Class and Defined Contribution Plan Participants		
	<i>Healthy Active Lives:</i>	
	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	
	<i>Healthy Inactive Lives:</i>	
	Female: RP2000 Generational, 100% Annuitant White Collar, Scale BB	
	Male: RP2000 Generational, 50% Annuitant White Collar / 50% Annuitant Blue Collar, Scale BB	
	<i>Disabled Lives:</i>	
	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:		
	<i>Healthy Active Lives:</i>	
	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 8.50% in fiscal 2018, then 8.00% in fiscal 2019, grading down to the ultimate trend rate of 4.00% in fiscal 2074.

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)

G. Change in Accounting Principle and Adjustment to Beginning Net Position

In the current year, the City implemented the provisions of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pension*, requiring an adjustment to beginning net position. Where the City reported the “net OPEB obligation” on its statements of net position in prior years, the City now reports the “total OPEB liability (as calculated under the provisions of GASB No. 75) and related deferred inflows and outflows (if applicable).

Below is a summary of the adjustments to beginning net position:

	Entity Wide Statements		
	Governmental Activities	Business-type Activities	Total
Net Position, September 30, 2017 as previously reported	\$ 61,050,429	\$ 70,191,718	\$ 131,242,147
Cumulative effect of application of GASB Statement No. 75	765,598	264,819	1,030,417
Net Position, September 30, 2017 as restated	<u>\$ 61,816,027</u>	<u>\$ 70,456,537</u>	<u>\$ 132,272,564</u>

	Enterprise Funds		
	Utility Fund	Golf Club Fund	Total
Net Position, September 30, 2017 as previously reported	\$ 67,813,731	\$ 2,377,987	\$ 70,191,718
Cumulative effect of application of GASB Statement No. 75	264,819	0	264,819
Net Position, September 30, 2017 as restated	<u>\$ 68,078,550</u>	<u>\$ 2,377,987</u>	<u>\$ 70,456,537</u>

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, 2018 (measurement date) is 60.33%. The City's proportional share is calculated based on benefit payments made to the plan; the City's proportionate share was 55.47 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, 2017, the date of the valuation, there were 73 active members in the POFPP, 33 inactive members entitled to benefits but not receiving yet, and 21 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, 2018 is \$34,128.

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 13.4% of annual covered payroll and contributions were \$703,711 for the year ended September 30, 2018. 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 \$343,562 for the year ended September 30, 2018.

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, 2018.

<u>Asset Class</u>	<u>Target Allocation</u>
Domestic Equity	45%
International	15%
Fixed Income	20%
Global Fixed Income	5%
Real Estate	10%
Alternative	5%
	<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, 2018, the annual money-weighted rate of return on the POFPP's investments, net of pension investment expense, was 9.59%. 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, 2018 were as follows:

Total Pension Liability	\$ 23,696,346
Plan Fiduciary Net Position	<u>(25,879,458)</u>
Net Pension Liability (asset)	<u>\$ (2,183,112)</u>
Plan Fiduciary Net Position as a % of Total Pension Liability	109.21%

The total pension liability was determined by an actuarial valuation as of October 1, 2017 updated to September 30, 2018, using the following actuarial assumptions applied to all measurement periods.

Inflation	2.50%	Salary Increases	service based
Investment Rate of Return	7.65%	Discount Rate	7.65%

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.

CITY OF CASSELBERRY, FLORIDA
NOTES TO FINANCIAL STATEMENTS - Continued
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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, 2018 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 Bond	3.5%
Real Estate	4.5%
Alternative	3.5%

The discount rate used to measure the total pension liability was 7.65% (7.7% 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.

	1% Decrease to 6.65%	Current Discount Rate of 7.65%	1% Increase to 8.65%
Plan Net Pension Liability, City and County Combined	\$ 2,249,014	\$ (2,183,112)	\$ (5,683,482)

	1% Decrease to 6.65%	Current Discount Rate of 7.65%	1% Increase to 8.65%
Plan Net Pension Liability, City Portion Only	\$ 1,284,883	\$ (1,247,233)	\$ (3,247,028)

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 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	
	10/17 - 06/18	07/18 - 09/18
Regular	7.92%	8.26%
Special Risk	23.27%	24.50%
DROP	13.26%	14.03%

Employer rates include 1.66% from 10/16 - 09/17 for the HIS program. In addition, other than for the DROP, rates include .06% from 10/16 - 09/17 for administrative costs.

The City's contributions recognized during the fiscal year ended September 30, 2018 by the FRS and HIS were \$108,690 and \$19,009 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 2017 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%	2.9%
Fixed Income	18.0%	4.4%
Global Equity	54.0%	7.6%
Real Estate (Property)	11.0%	6.6%
Private Equity	10.0%	10.7%
Strategic Investments	6.0%	6.0%
	<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, 2018.

FRS Net Pension Liability (Asset)			HIS Net Pension Liability (Asset)		
Current			Current		
1% Decrease	Discount Rate	1% Increase	1% Decrease	Discount Rate	1% Increase
6.0%	7.0%	8.0%	2.87%	3.87%	4.87%
\$ 2,096,487	\$ 1,148,733	\$ 361,568	\$ 422,555	\$ 371,007	\$ 328,038

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 in 2014 for the period July 1, 2008 through June 30, 2013. 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, 2018, 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 both plans were based on the Generational RP-2000 with Projection Scale BB tables. Both the discount rate and long-term expected rate of return used for FRS investments is 7.0%, a decrease from 7.10% 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 3.87% was used to determine its total pension liability (an increase from 3.58% in the prior year). In October 2018, 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, 2018. The aggregate employer contribution amounts in the pension allocation schedules agree to the total employer contribution amounts reported in the System CAFR.

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At September 30, 2018, the City reported a net pension liability of \$1,519,740 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, 2018	\$ 1,148,733	\$ 371,007	\$ 1,519,740
City's proportion at June 30, 2018	0.0000381	0.0000351	
City's proportion at June 30, 2017	0.0000509	0.0000418	
Change in proportion during current year	-0.0000128	-0.0000671	

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

	2018
Total Pension Liability	
Service Cost	\$ 1,140,619
Interest	1,730,704
Change in Assumptions	194,797
Differences Between Expected and Actual Experience	(517,775)
Benefit Payments, Including Refunds of Member Contributions	(376,099)
Net Change in Total Pension Liability	2,172,246
Total Pension Liability - Beginning	21,524,100
Total Pension Liability - Ending (a)	\$ 23,696,346
Plan Fiduciary Net Position	
Contributions - Employer	\$ 570,671
Contributions - State	343,562
Contributions - Employee	133,040
Net Investment Income	2,219,686
Benefit Payments, Including Refunds of Member Contributions	(376,099)
Administrative Expense	(57,107)
Net Change in Plan Fiduciary Net Position	2,833,753
Plan Fiduciary Net Position - Beginning	23,045,705
Plan Fiduciary Net Position - Ending (b)	\$ 25,879,458
Net Pension Liability/(Asset) - ending (a) - (b)	\$ (2,183,112)

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September 30, 2018

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

For the year ended September 30, 2018, the City recognized pension expense of \$665,443 related to the POFPP. The City's proportionate share of the total Plan's net position is 60.33%. Employer contributions were used as a basis to determine the allocation. The City also recognized pension expense of \$20,834 related to the FRS, and \$31,299 related to the HIS. At September 30, 2018, 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	\$ 228,804	\$ (451,723)	\$ 97,315	\$ (3,532)	\$ 5,680	\$ (630)	\$ 331,799
Changes of assumptions	212,491	-	375,349	-	41,261	(39,226)	589,875
Net difference between projected and actual investment earnings	-	(336,920)	-	(88,754)	224	-	(425,674)
Changes in proportion	-	-	-	(802,401)	-	(282,976)	(1,085,377)
City contributions subsequent to the measurement date	-	-	28,830	-	4,774	-	33,604
Total Deferred Outflows	\$ 441,295		\$ 501,494		\$ 51,939		\$ 994,728
Total Deferred Inflows		\$ (788,643)		\$ (894,687)		\$ (322,832)	\$ (2,006,162)

Deferred outflows of resources of \$33,604 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, 2019. 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)
2019	\$ 63,767	\$ (70,468)	\$ (53,800)	\$ (60,501)	
2020	(178,644)	(101,404)	(53,819)	(333,867)	
2021	(154,639)	(163,542)	(54,683)	(372,864)	
2022	(45,354)	(61,869)	(54,458)	(161,681)	
2023	(32,478)	(17,145)	(40,924)	(90,547)	
Thereafter	-	(7,595)	(17,983)	(25,578)	
Totals	\$ (347,348)	\$ (422,023)	\$ (275,667)	\$ (1,045,038)	

4. *Payables to the Pension Plans*

Included in the amounts reported as accrued liabilities is \$3,204 payable to the Florida Retirement System. The amount is for required contributions based on September 2018 payroll not remitted to the plans until October 2018, 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, 2018, the City recognized pension expense of \$546,017.

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, 2018, forfeitures reduced the City's pension expense by \$55,777.

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

The City limitations of certain coverages increased during fiscal year 2018. 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 2018.

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 through the term of the agreement, the City will make additional contributions 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 received the billing for this shortfall on January 4, 2019 in the amount of \$131,019 and subsequently recorded the associated liability in FY 2018.

NOTE 14 – NEW PRONOUNCEMENTS

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

Statement No. 75 - *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (OPEB). It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities. This statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for all post-employment benefits (pensions and OPEB) with regard to providing decision-useful information, supporting assessments of accountability and inter-period equity, and creating additional transparency. The implementation of this standard did not materially impact the City's financial statements.

Statement No.81 - *Irrevocable Split-Interest Agreements*. The objective of this statement is to improve accounting and financial reporting for irrevocable split-interest agreements by providing recognition and measurement guidance for situations in which a government is a beneficiary of the agreement. This standard did not impact the City's financial statements.

Statement No. 85, *Omnibus 2017*. The objective of this statement is to address practice issues that have been identified during implementation and application of certain GASB Statements. This Statement addresses a variety of topics including issues related to blending component units, goodwill, fair value measurement and application, and postemployment benefits (pensions and other postemployment benefits (OPEB)). The implementation of this standard did not materially impact the City's financial statements.

Statement No. 86, *Certain Debt Extinguishment Issues*. The primary objective of this Statement is to improve consistency in accounting and financial reporting for in-substance defeasance of debt by providing guidance for transactions in which cash and other monetary assets acquired with only existing resources - resources other than the proceeds of refunding debt - are placed in an irrevocable trust for the sole purpose of extinguishing debt. The City is evaluating this statement to determine the impact on financial presentation. The implementation of this standard did not 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. 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. It is anticipated that no action will be required by the City to implement this Statement. The provisions of this Statement are effective for reporting periods beginning after June 15, 2018.

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. It is anticipated that no action will be required by the City to implement this Statement. The provisions of this Statement are effective for reporting periods beginning after December 15, 2018.

Statement No. 87, *Leases*. The objective of this Statement is to better meet the information 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 are effective for fiscal years beginning after December 15, 2019.

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. The implementation of this standard is not expected to materially impact the

CITY OF CASSELBERRY, FLORIDA
NOTES TO FINANCIAL STATEMENTS – Continued
September 30, 2018

City's financial statements. The provisions of this statement are effective for fiscal years beginning after September 30, 2019.

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 years beginning after September 30, 2021.

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, 2018

	<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	\$ 3,898,915	\$ 3,898,915	\$ 3,863,887	\$ (35,028)
Business Taxes	225,000	225,000	232,928	7,928
Utility and Telecommunication	3,365,000	3,365,000	3,304,018	(60,982)
	<u>7,488,915</u>	<u>7,488,915</u>	<u>7,400,833</u>	<u>(88,082)</u>
Permits Fees and Special Assessments				
Franchise Fees	2,055,000	2,055,000	2,147,683	92,683
Other Permits and Fees	18,000	18,000	23,854	5,854
	<u>2,073,000</u>	<u>2,073,000</u>	<u>2,171,537</u>	<u>98,537</u>
Intergovernmental Revenues				
Federal Grants	-	336,580	89,401	(247,179)
State Grants	-	-	4,696	4,696
Local Grants	46,000	46,000	46,682	682
State Revenue Sharing	3,095,500	1,075,000	1,116,019	41,019
Half Cent Sales Tax	-	1,970,000	1,968,338	(1,662)
Shared Taxes and Licenses	-	50,500	46,804	(3,696)
Other Revenues from Governments	21,000	21,000	20,051	(949)
	<u>3,162,500</u>	<u>3,499,080</u>	<u>3,291,991</u>	<u>(207,089)</u>
Charges for Services				
General Government Charges	55,600	76,600	79,270	2,670
Public Safety Charges	2,400	2,400	480	(1,920)
Culture / Recreation Charges	189,000	189,000	159,287	(29,713)
	<u>247,000</u>	<u>268,000</u>	<u>239,037</u>	<u>(28,963)</u>
Fines and Forfeitures				
	<u>299,600</u>	<u>278,600</u>	<u>230,129</u>	<u>(48,471)</u>
Miscellaneous Revenues				
Investment Income	64,000	64,000	43,778	(20,222)
Other Miscellaneous	315,600	747,659	843,926	96,267
	<u>379,600</u>	<u>811,659</u>	<u>887,704</u>	<u>76,045</u>

Continued

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

For the Year Ended September 30, 2018

	<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	\$ 38,849	\$ 38,849	\$ 38,849	\$ -
Transfer from Solid Waste Fund	242,038	242,038	242,038	-
Transfer from Utility Fund	1,414,822	1,414,822	1,414,822	-
Transfer from CRA	65,846	65,846	65,846	-
Transfer from Stormwater	210,184	210,184	210,184	-
Transfer from Lake Concord	-	74,100	74,100	-
Total Other Sources - Transfers	<u>1,971,739</u>	<u>2,045,839</u>	<u>2,045,839</u>	<u>-</u>
Total Revenues and Other Financing Sources	<u>15,622,354</u>	<u>16,465,093</u>	<u>16,267,070</u>	<u>(198,023)</u>
EXPENDITURES AND OTHER FINANCING USES				
General Government				
Commission:				
Personal Services	40,665	44,397	35,811	8,586
Operating	18,842	19,061	9,398	9,663
	<u>59,507</u>	<u>63,458</u>	<u>45,209</u>	<u>18,249</u>
Administration:				
Personal Services	275,568	254,420	205,216	49,204
Operating	36,662	89,162	63,692	25,470
	<u>312,230</u>	<u>343,582</u>	<u>268,908</u>	<u>74,674</u>
Accounting:				
Personal Services	295,542	344,160	277,602	66,558
Operating	69,900	86,879	64,993	21,886
	<u>365,442</u>	<u>431,039</u>	<u>342,595</u>	<u>88,444</u>
Information Systems:				
Personal Services	156,545	155,838	122,412	33,426
Operating	476,117	530,770	321,721	209,049
	<u>632,662</u>	<u>686,608</u>	<u>444,133</u>	<u>242,475</u>
Purchasing:				
Personal Services	89,087	103,564	82,952	20,612
Operating	6,125	30,477	20,321	10,156
	<u>95,212</u>	<u>134,041</u>	<u>103,273</u>	<u>30,768</u>
Budget:				
Personal Services	41,549	44,132	32,442	11,690
Operating	2,712	4,046	2,515	1,531
	<u>44,261</u>	<u>48,178</u>	<u>34,957</u>	<u>13,221</u>
Legal:				
Operating	138,249	182,229	128,921	53,308
	<u>138,249</u>	<u>182,229</u>	<u>128,921</u>	<u>53,308</u>

Continued

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE - CONTINUED
GENERAL FUND
For the Year Ended September 30, 2018

	<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	\$ 170,150	\$ 196,465	\$ 158,470	\$ 37,995
Operating	92,204	89,102	66,652	22,450
	<u>262,354</u>	<u>285,567</u>	<u>225,122</u>	<u>60,445</u>
Non-Departmental:				
Operating	952,911	1,397,145	538,014	859,131
	<u>952,911</u>	<u>1,397,145</u>	<u>538,014</u>	<u>859,131</u>
Community Planning:				
Personal Services	451,334	451,334	404,653	46,681
Operating	140,350	150,985	36,663	114,322
	<u>591,684</u>	<u>602,319</u>	<u>441,316</u>	<u>161,003</u>
Facilities:				
Personal Services	127,673	127,673	123,582	4,091
Operating	259,097	207,925	171,760	36,165
Capital	-	46,172	-	46,172
	<u>386,770</u>	<u>381,770</u>	<u>295,342</u>	<u>86,428</u>
Economic Development:				
Personal Services	98,912	98,912	40,078	58,834
Operating	91,975	176,478	151,602	24,876
	<u>190,887</u>	<u>275,390</u>	<u>191,680</u>	<u>83,710</u>
Total General Government	<u>4,032,169</u>	<u>4,831,326</u>	<u>3,059,470</u>	<u>1,771,856</u>
Public Safety				
Police:				
Personal Services	5,099,282	5,506,698	4,870,466	636,232
Operating	1,116,284	1,139,588	1,040,504	99,084
Capital Outlay	-	46,320	35,588	10,732
	<u>6,215,566</u>	<u>6,692,606</u>	<u>5,946,558</u>	<u>746,048</u>
Code Enforcement:				
Personal Services	377,292	347,292	320,732	26,560
Operating	48,000	48,000	34,362	13,638
	<u>425,292</u>	<u>395,292</u>	<u>355,094</u>	<u>40,198</u>
Total Public Safety	<u>6,640,858</u>	<u>7,087,898</u>	<u>6,301,652</u>	<u>786,246</u>

Continued

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE - CONTINUED
GENERAL FUND
For the Year Ended September 30, 2018

	<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	\$ 87,520	\$ 87,520	\$ 76,270	\$ 11,250
Operating	99,650	193,612	94,453	99,159
Capital	-	15,450	15,450	-
	<u>187,170</u>	<u>296,582</u>	<u>186,173</u>	<u>110,409</u>
Total Physical Environment	<u>187,170</u>	<u>296,582</u>	<u>186,173</u>	<u>110,409</u>
Transportation				
Streets Maintenance:				
Personal Services	650,640	629,822	621,426	8,396
Operating	439,510	441,590	367,620	73,970
Capital	6,000	6,000	5,115	885
	<u>1,096,150</u>	<u>1,077,412</u>	<u>994,161</u>	<u>83,251</u>
Fleet Maintenance:				
Personal Services	160,501	174,229	174,228	1
Operating	45,100	22,768	16,920	5,848
Capital	-	22,245	22,235	10
	<u>205,601</u>	<u>219,242</u>	<u>213,383</u>	<u>5,859</u>
Total Transportation	<u>1,301,751</u>	<u>1,296,654</u>	<u>1,207,544</u>	<u>89,110</u>
Culture and Recreation				
Parks and Maintenance:				
Personal Services	479,304	479,304	468,297	11,007
Operating	687,210	686,160	490,526	195,634
Capital Outlay	-	235,805	17,461	218,344
	<u>1,166,514</u>	<u>1,401,269</u>	<u>976,284</u>	<u>424,985</u>
Recreation:				
Personal Services	521,797	531,706	531,705	1
Operating	283,150	275,161	223,659	51,502
Capital Outlay	-	407,959	407,959	-
	<u>804,947</u>	<u>1,214,826</u>	<u>1,163,323</u>	<u>51,503</u>
Total Culture and Recreation	<u>1,971,461</u>	<u>2,616,095</u>	<u>2,139,607</u>	<u>476,488</u>

Continued

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

For the Year Ended September 30, 2018

	<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	\$ 119,896	\$ 119,896	\$ 119,896	-
Interest and Fiscal Charges	9,475	9,474	9,474	-
Public Safety Capital Leases				
Capital Lease Principal Retirement	186,538	187,583	187,583	-
Interest and Fiscal Charges	3,551	3,551	3,551	-
Transportation Capital Lease				
Capital Lease Principal Retirement	131,598	124,808	124,808	-
Interest and Fiscal Charges	3,994	3,825	3,825	-
Recreation Capital Leases				
Capital Lease Principal Retirement	41,654	56,650	56,650	-
Interest and Fiscal Charges	1,132	1,301	1,301	-
General Government Note Payable				
Total Debt Service	<u>497,838</u>	<u>507,088</u>	<u>507,088</u>	<u>-</u>
Other Financing Uses / Transfers				
Lake Concord Park Project	-	(70,217)	(70,217)	-
Debt Service Fund	(617,550)	(620,335)	(620,335)	-
Street Light Fund	(12,200)	(12,200)	(12,200)	-
Golf Club	(187,380)	(359,129)	(359,129)	-
Community Redevelopment Agency	(173,977)	(177,572)	(177,572)	-
Total Other Financing Uses	<u>(991,107)</u>	<u>(1,239,453)</u>	<u>(1,239,453)</u>	<u>-</u>
Total Expenditures and Other Financing Uses	<u>15,622,354</u>	<u>17,875,096</u>	<u>14,640,987</u>	<u>3,234,109</u>
Net Change in Fund Balance	-	(1,410,003)	1,626,083	3,036,086
Fund Balance - Beginning of Year	-	1,410,003	6,441,699	5,031,696
Fund Balance - Ending of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,067,782</u>	<u>\$ 8,067,782</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, 2018

	<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	\$ -	\$ 1,338,694	\$ 493,837	\$ (844,857)
Charges for Services	1,750,000	1,750,000	1,744,151	(5,849)
Investment Income	10,500	10,500	10,052	(448)
Total Revenues	<u>1,760,500</u>	<u>3,099,194</u>	<u>2,248,040</u>	<u>(851,154)</u>
EXPENDITURES				
Current:				
Physical Environment	1,243,749	4,185,272	2,010,601	2,174,671
Debt Service:				
Capital Lease Principal Retirement	49,756	49,756	49,756	-
Interest and Fiscal Charges	7,869	7,869	7,869	-
Total Expenditures	<u>1,301,374</u>	<u>4,242,897</u>	<u>2,068,226</u>	<u>2,174,671</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>459,126</u>	<u>(1,143,703)</u>	<u>179,814</u>	<u>1,323,517</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	33,566	33,566	-
Transfers (Out)	(210,184)	(210,184)	(210,184)	-
Total Other Financing Sources (Uses)	<u>(210,184)</u>	<u>(176,618)</u>	<u>(176,618)</u>	<u>-</u>
Net Change in Fund Balance	248,942	(1,320,321)	3,196	1,323,517
Fund Balance - Beginning	<u>(248,942)</u>	<u>1,320,321</u>	<u>1,925,098</u>	<u>604,777</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,928,294</u>	<u>\$ 1,928,294</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, 2018

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Over / Under
	Original	Final		
REVENUES				
Intergovernmental Revenues	\$ 271,836	\$ 271,836	\$ 277,453	\$ 5,617
Investment Income	1,000	1,000	1,006	6
Miscellaneous Revenues	34,740	34,740	31,190	(3,550)
Total Revenues	307,576	307,576	309,649	2,073
EXPENDITURES				
Current:				
Economic Environment	141,384	481,813	446,577	35,236
Total Expenditures	141,384	481,813	446,577	35,236
Excess (Deficiency) of Revenues Over (Under) Expenditures	166,192	(174,237)	(136,928)	37,309
OTHER FINANCING SOURCES (USES)				
Transfers In	173,977	177,572	177,572	-
Transfers (Out)	(65,846)	(65,846)	(65,846)	-
Total Other Financing Sources (Uses)	108,131	111,726	111,726	-
Net Change in Fund Balance	274,323	(62,511)	(25,202)	37,309
Fund Balance - Beginning	(274,323)	62,511	359,848	297,337
Fund Balance - Ending	\$ -	\$ -	\$ 334,646	\$ 334,646

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, 2018

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Over / Under
	Original	Final		
REVENUES				
Intergovernmental Revenues	\$ 1,690,449	\$ 1,690,449	\$ 1,800,220	\$ 109,771
Investment Income	40,000	42,694	46,845	4,151
Total Revenues	1,730,449	1,733,143	1,847,065	113,922
EXPENDITURES				
Current:				
Transportation	1,755,963	6,267,752	1,033,150	5,234,602
Debt Service:				
Notes Payable Principal Retirement	1,005,000	1,005,000	1,005,000	-
Interest and Fiscal Charges	149,489	149,489	149,489	-
Total Expenditures	2,910,452	7,422,241	2,187,639	5,234,602
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,180,003)	(5,689,098)	(340,574)	5,348,524
OTHER FINANCING SOURCES (USES)				
Transfers In	-	30,927	30,927	-
Total Other Financing Sources (Uses)	-	30,927	30,927	-
Net Change in Fund Balance	(1,180,003)	(5,658,171)	(309,647)	5,348,524
Fund Balance - Beginning	1,180,003	5,658,171	7,106,126	1,447,955
Fund Balance - Ending	\$ -	\$ -	\$ 6,796,479	\$ 6,796,479

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 2018
Total OPEB Liability	
Service cost	\$ 101,761
Interest	26,156
Change in assumptions	(51,462)
Benefit payments	(23,786)
Net change in total OPEB liability	52,669
Total OPEB liability, beginning	764,795
Total OPEB liability, ending	\$ 817,464
 Covered employee payroll	 \$ 9,326,249
 Total OPEB liability as a percentage of covered employee payroll	 8.77%

Notes to Schedule:

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 one year 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)
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.

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)
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.

**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
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
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.

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*

	2018	2017	2016	2015	2014
Total Pension Liability					
Service Cost	\$ 1,140,619	\$ 1,108,908	\$ 1,119,959	\$ 1,118,193	\$ 1,072,478
Interest	1,730,704	1,568,528	1,446,408	1,213,707	1,030,153
Change in Excess State Money	-	-	(793,704)	(840,356)	127,288
Change in Assumptions	194,797	218,503	104,867	-	-
Changes of Benefit Terms	-	-	-	285,843	-
Differences Between Expected and Actual Experience	(517,775)	(346,321)	(196,763)	812,506	-
Benefit Payments, Including Refunds of Member Contributions	(376,099)	(311,353)	(297,561)	(177,255)	(102,263)
Net Change in Total Pension Liability	2,172,246	2,238,265	1,383,206	2,412,638	2,127,656
Total Pension Liability - Beginning	21,524,100	19,285,835	17,902,629	15,489,991	13,362,335
Total Pension Liability - Ending (a)	<u>\$ 23,696,346</u>	<u>\$ 21,524,100</u>	<u>\$ 19,285,835</u>	<u>\$ 17,902,629</u>	<u>\$ 15,489,991</u>
Plan Fiduciary Net Position					
Contributions - Employer	\$ 570,671	\$ 643,477	\$ 830,391	\$ 904,163	\$ 835,382
Contributions - State	343,562	323,024	322,422	298,872	310,405
Contributions - Employee	133,040	131,856	131,674	125,851	119,697
Net Investment Income	2,219,686	2,545,534	1,627,223	(757,895)	1,496,762
Benefit Payments, Including Refunds of Member Contributions	(376,099)	(311,353)	(297,561)	(177,255)	(102,263)
Administrative Expense	(57,107)	(55,031)	(57,606)	(66,836)	(48,929)
Net Change in Plan Fiduciary Net Position	2,833,753	3,277,507	2,556,543	326,900	2,611,054
Plan Fiduciary Net Position - Beginning	23,045,705	19,768,198	17,211,655	16,884,755	14,273,701
Plan Fiduciary Net Position - Ending (b)	<u>\$ 25,879,458</u>	<u>\$ 23,045,705</u>	<u>\$ 19,768,198</u>	<u>\$ 17,211,655</u>	<u>\$ 16,884,755</u>
Net Pension Liability/(Asset) - ending (a) - (b)	<u>\$ (2,183,112)</u>	<u>\$ (1,521,605)</u>	<u>\$ (482,363)</u>	<u>\$ 690,974</u>	<u>\$ (1,394,764)</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	109.21%	107.07%	102.50%	96.14%	109.00%
Covered Payroll*	\$ 4,434,664	\$ 4,397,249	\$ 4,387,070	\$ 4,210,346	\$ 4,021,893
Net Pension Liability/(Asset) as a Percentage of Covered Payroll	-49.23%	-34.60%	-11.00%	16.41%	-34.68%

* 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, 2015, 2016, 2017 and 2018. Subsequent years will be added as available. Information above includes the entire plan (City and County). The City's proportional share at September 30, 2016 is 56.32%, 55.47% at September 30, 2017 and 60.33% at September 30, 2018.

Changes in benefit terms

For measurement date 9/30/15, amounts reported as changes of benefit terms were resulted from:

All new firefighters hired on or after October 1, 2015 will participate in the Florida Retirement System.

Increase in benefit accrual rate for all years of service to 3.12% of average final compensation for firefighters only.

Provide that normal retirement date for firefighters hired on or after September 15, 2013 will be the earlier of age 55 with eight years of credited service or 25 years of credited service regardless of age.

Provide that the early retirement date for firefighters hired on or after September 15, 2013 will be eight 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 five years and receive actual earnings of the Trust, net of investment expenses, each quarter with a minimum return of 0.0% each quarter.

Changes of assumptions

For measurement date 9/30/18, amounts reported as changes of assumptions resulted from lowering the investment rate of return from 7.7% to 7.65%.

For measurement date 9/30/17, 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 1, 2016 FRS valuation report. Additionally, the investment rate of return was lowered from 7.75% to 7.70%.

For measurement date 9/30/16, 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)
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
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 2018. 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 and 60.33% for 2018).

Valuation Date:	10/1/2016
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	7.75% 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>
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 2018. Subsequent years will be added as available.

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.

Lake Concord Park Project Fund

To account for the expenditure of the Lake Concord Park development project in the City's long-range capital improvement project budget.

CITY OF CASSELBERRY, FLORIDA
COMBINING BALANCE SHEET
ALL NONMAJOR GOVERNMENTAL FUNDS
September 30, 2018

	Total Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS				
Cash and Cash Equivalents	\$ 2,305,232	\$ 2,728	\$ 765,313	\$ 3,073,273
Investments	2,063,056	-	2,498	2,065,554
Accounts Receivable	211,189	-	-	211,189
Prepaid Items	-	-	2,693	2,693
Due from Other Governments	52,425	-	-	52,425
Total Assets	\$ 4,631,902	\$ 2,728	\$ 770,504	\$ 5,405,134
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 254,296	\$ -	\$ 57,348	\$ 311,644
Accrued Liabilities	1,169	-	-	1,169
Due to Other Funds	-	-	195,621	195,621
Due to Other Governments	25,086	-	-	25,086
Total Liabilities	280,551	-	252,969	533,520
Fund Balances:				
Nonspendable Prepaid Items and Inventories	-	-	2,693	2,693
Restricted for Public Safety	1,897,369	-	-	1,897,369
Restricted for Transportation Projects	1,401,554	-	-	1,401,554
Restricted for Solid Waste	627,453	-	-	627,453
Restricted for Capital Improvements	-	-	207,164	207,164
Restricted for Recreation Improvements	92,777	-	-	92,777
Restricted for Debt Service	-	2,647	-	2,647
Committed for Improvements	332,198	-	-	332,198
Committed for Equipment Purchases	-	-	307,678	307,678
Unassigned	-	81	-	81
Total Fund Balances	4,351,351	2,728	517,535	4,871,614
Total Liabilities and Fund Balances	\$ 4,631,902	\$ 2,728	\$ 770,504	\$ 5,405,134

CITY OF CASSELBERRY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2018

	Total Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES				
Taxes	\$ 609,022	\$ -	\$ -	\$ 609,022
Permits, Fees and Special Assessments	737,064	-	-	737,064
Intergovernmental Revenues	129,151	-	-	129,151
Charges for Services	1,723,400	-	-	1,723,400
Fines and Forfeitures	59,143	-	-	59,143
Investment Income	16,921	80	5,781	22,782
Miscellaneous Revenues	399,723	-	7,213	406,936
Total Revenues	3,674,424	80	12,994	3,687,498
EXPENDITURES				
Current:				
General Government	-	-	6	6
Public Safety	986,174	-	-	986,174
Physical Environment	1,593,371	-	-	1,593,371
Transportation	849,896	-	-	849,896
Culture and Recreation	6,554	-	-	6,554
Debt Service:				
Notes Payable Principal Retirement	-	475,000	-	475,000
Interest and Fiscal Charges	-	145,334	1,600	146,934
Capital Outlay	-	-	721,811	721,811
Total Expenditures	3,435,995	620,334	723,417	4,779,746
Excess (Deficiency) of Revenues Over (Under) Expenditures	238,429	(620,254)	(710,423)	(1,092,248)
OTHER FINANCING SOURCES AND (USES)				
Transfers In	12,200	620,335	70,217	702,752
Transfers (Out)	(280,887)	-	(257,754)	(538,641)
Issuance of Capital Lease	-	-	666,491	666,491
Total Other Financing Sources And (Uses)	(268,687)	620,335	478,954	830,602
Net Change in Fund Balances	(30,258)	81	(231,469)	(261,646)
Fund Balances - Beginning	4,381,609	2,647	749,004	5,133,260
Fund Balances - Ending	\$ 4,351,351	\$ 2,728	\$ 517,535	\$ 4,871,614

CITY OF CASSELBERRY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
September 30, 2018

	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	\$ 25,106	\$ 92,777	\$ 36,303	\$ 148,236	\$ 876,804
Investments	-	-	-	-	-
Accounts Receivable	-	-	-	-	-
Due from Other Governments	-	-	-	-	52,425
Total Assets	\$ 25,106	\$ 92,777	\$ 36,303	\$ 148,236	\$ 929,229
LIABILITIES					
Accounts Payable	-	-	-	20,768	15,239
Accrued Liabilities	-	-	-	-	-
Due to Other Governments	-	-	-	107	-
Total Liabilities	-	-	-	20,875	15,239
FUND BALANCES					
Restricted for Public Safety	25,106	-	36,303	127,361	-
Restricted for Transportation Projects	-	-	-	-	913,990
Restricted for Solid Waste	-	-	-	-	-
Restricted for Recreation Improvements	-	92,777	-	-	-
Committed for Improvements	-	-	-	-	-
Total Fund Balances	25,106	92,777	36,303	127,361	913,990
Total Liabilities and Fund Balances	\$ 25,106	\$ 92,777	\$ 36,303	\$ 148,236	\$ 929,229

Continued

Building Safety Fund	Multimodal Impact Fees Fund	Solid Waste Fund	Tree Replacement Fund	Treasury Equity Sharing Fund	Justice Equity Sharing DEA Fund
\$ 72,359	\$ 147,791	\$ 219,403	\$ 307,755	\$ 152	\$ 14,330
1,508,483	-	329,809	-	198,732	26,032
-	-	211,189	-	-	-
-	-	-	-	-	-
<u>\$ 1,580,842</u>	<u>\$ 147,791</u>	<u>\$ 760,401</u>	<u>\$ 307,755</u>	<u>\$ 198,884</u>	<u>\$ 40,362</u>
\$ 85,341	\$ -	\$ 132,948	\$ -	\$ -	\$ -
1,169	-	-	-	-	-
24,979	-	-	-	-	-
<u>111,489</u>	<u>-</u>	<u>132,948</u>	<u>-</u>	<u>-</u>	<u>-</u>
1,469,353	-	-	-	198,884	40,362
-	147,791	-	-	-	-
-	-	627,453	-	-	-
-	-	-	-	-	-
-	-	-	307,755	-	-
<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>\$ 1,580,842</u>	<u>\$ 147,791</u>	<u>\$ 760,401</u>	<u>\$ 307,755</u>	<u>\$ 198,884</u>	<u>\$ 40,362</u>

CITY OF CASSELBERRY, FLORIDA
COMBINING BALANCE SHEET - CONTINUED
NONMAJOR SPECIAL REVENUE FUNDS
September 30, 2018

	Street Light Assessment Fund	Summerset Wall Fund	Police and Firefighters Premium Tax Trust Fund	Total Nonmajor Special Revenue Funds
ASSETS				
Cash and Cash Equivalents	\$ 339,773	\$ 24,443	\$ -	\$ 2,305,232
Investments	-	-	-	2,063,056
Accounts Receivable	-	-	-	211,189
Due from Other Governments	-	-	-	52,425
Total Assets	\$ 339,773	\$ 24,443	\$ -	\$ 4,631,902
LIABILITIES				
Accounts Payable	\$ -	\$ -	\$ -	\$ 254,296
Accrued Liabilities	-	-	-	1,169
Due to Other Governments	-	-	-	25,086
Total Liabilities	-	-	-	280,551
FUND BALANCES				
Restricted for Public Safety	-	-	-	1,897,369
Restricted for Transportation Projects	339,773	-	-	1,401,554
Restricted for Solid Waste	-	-	-	627,453
Restricted for Recreation Improvements	-	-	-	92,777
Committed for Improvements	-	24,443	-	332,198
Total Fund Balances	339,773	24,443	-	4,351,351
Total Liabilities and Fund Balances	\$ 339,773	\$ 24,443	\$ -	\$ 4,631,902



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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, 2018

	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	\$ -	\$ -	\$ -	\$ -	\$ 609,022
Permits, Fees and Special Assessments	-	3,074	-	4,997	-
Intergovernmental Revenues	-	-	-	-	51,885
Charges for Services	-	-	-	-	-
Fines and Forfeitures	15,396	-	28,748	-	-
Investment Income	83	290	113	583	2,554
Miscellaneous Revenues	-	-	-	-	160
Total Revenues	15,479	3,364	28,861	5,580	663,621
EXPENDITURES					
Current:					
Public Safety	14,082	-	14,232	124,099	-
Physical Environment	-	-	-	-	-
Transportation	-	-	-	-	493,704
Culture and Recreation	-	6,554	-	-	-
Total Expenditures	14,082	6,554	14,232	124,099	493,704
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,397	(3,190)	14,629	(118,519)	169,917
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	-	-
Transfers (Out)	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
Net Change in Fund Balances	1,397	(3,190)	14,629	(118,519)	169,917
Fund Balances - Beginning	23,709	95,967	21,674	245,880	744,073
Fund Balances - Ending	\$ 25,106	\$ 92,777	\$ 36,303	\$ 127,361	\$ 913,990

Continued

Building Safety Fund	Multimodal Impact Fees Fund	Solid Waste Fund	Tree Replacement Fund	Treasury Equity Sharing Fund	Justice Equity Sharing DEA Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
356,976	17,937	-	-	-	-
-	-	6,329	-	-	-
1,044	-	1,722,356	-	-	-
517	-	-	-	152	14,330
5,646	427	2,933	926	2,911	381
-	-	-	56,001	-	-
<u>364,183</u>	<u>18,364</u>	<u>1,731,618</u>	<u>56,927</u>	<u>3,063</u>	<u>14,711</u>
490,199	-	-	-	-	-
-	-	1,593,371	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>490,199</u>	<u>-</u>	<u>1,593,371</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(126,016)</u>	<u>18,364</u>	<u>138,247</u>	<u>56,927</u>	<u>3,063</u>	<u>14,711</u>
-	-	-	-	-	-
<u>(38,849)</u>	<u>-</u>	<u>(242,038)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(38,849)</u>	<u>-</u>	<u>(242,038)</u>	<u>-</u>	<u>-</u>	<u>-</u>
(164,865)	18,364	(103,791)	56,927	3,063	14,711
<u>1,634,218</u>	<u>129,427</u>	<u>731,244</u>	<u>250,828</u>	<u>195,821</u>	<u>25,651</u>
<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>

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, 2018

	Street Light Assessment Fund	Summerset Wall Fund	Police and Firefighters Premium Tax Trust Fund	Total Nonmajor Special Revenue Funds
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ 609,022
Permits, Fees and Special Assessments	354,080	-	-	737,064
Intergovernmental Revenues	70,937	-	-	129,151
Charges for Services	-	-	-	1,723,400
Fines and Forfeitures	-	-	-	59,143
Investment Income	-	74	-	16,921
Miscellaneous Revenues	-	-	343,562	399,723
Total Revenues	<u>425,017</u>	<u>74</u>	<u>343,562</u>	<u>3,674,424</u>
EXPENDITURES				
Current:				
Public Safety	-	-	343,562	986,174
Physical Environment	-	-	-	1,593,371
Transportation	356,192	-	-	849,896
Culture and Recreation	-	-	-	6,554
Total Expenditures	<u>356,192</u>	<u>-</u>	<u>343,562</u>	<u>3,435,995</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>68,825</u>	<u>74</u>	<u>-</u>	<u>238,429</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	12,200	-	-	12,200
Transfers (Out)	-	-	-	(280,887)
Total Other Financing Sources (Uses)	<u>12,200</u>	<u>-</u>	<u>-</u>	<u>(268,687)</u>
Net Change in Fund Balances	81,025	74	-	(30,258)
Fund Balances - Beginning	<u>258,748</u>	<u>24,369</u>	<u>-</u>	<u>4,381,609</u>
Fund Balances - Ending	<u>\$ 339,773</u>	<u>\$ 24,443</u>	<u>\$ -</u>	<u>\$ 4,351,351</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
POLICE EDUCATION FUND
For the Year Ended September 30, 2018

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Fines and Forfeitures	\$ 13,000	\$ 15,396	\$ 2,396
Investment Income	100	83	(17)
Total Revenues	<u>13,100</u>	<u>15,479</u>	<u>2,379</u>
EXPENDITURES			
Current:			
Public Safety	15,775	14,082	1,693
Total Expenditures	<u>15,775</u>	<u>14,082</u>	<u>1,693</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,675)</u>	<u>1,397</u>	<u>4,072</u>
Net Change in Fund Balance	(2,675)	1,397	4,072
Fund Balance (Deficit) - Beginning	<u>2,675</u>	<u>23,709</u>	<u>21,034</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 25,106</u>	<u>\$ 25,106</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
PARKS AND RECREATION IMPACT FEE FUND
For the Year Ended September 30, 2018

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Permits, Fees and Special Assessments	\$ 25,000	\$ 3,074	\$ (21,926)
Investment Income	100	290	190
Total Revenues	<u>25,100</u>	<u>3,364</u>	<u>(21,736)</u>
EXPENDITURES			
Current:			
Culture and Recreation	19,635	6,554	13,081
Total Expenditures	<u>19,635</u>	<u>6,554</u>	<u>13,081</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>5,465</u>	<u>(3,190)</u>	<u>(8,655)</u>
Net Change in Fund Balance	5,465	(3,190)	(8,655)
Fund Balance (Deficit) - Beginning	<u>(5,465)</u>	<u>95,967</u>	<u>101,432</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 92,777</u>	<u>\$ 92,777</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
LAW ENFORCEMENT TRUST FUND
For the Year Ended September 30, 2018

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Fines and Forfeitures	\$ 19,288	\$ 28,748	\$ 9,460
Investment Income	-	113	113
Total Revenues	<u>19,288</u>	<u>28,861</u>	<u>9,573</u>
EXPENDITURES			
Current:			
Public Safety	14,233	14,232	1
Total Expenditures	<u>14,233</u>	<u>14,232</u>	<u>1</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>5,055</u>	<u>14,629</u>	<u>9,574</u>
Net Change in Fund Balance	5,055	14,629	9,574
Fund Balance (Deficit) - Beginning	<u>(5,055)</u>	<u>21,674</u>	<u>26,729</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 36,303</u>	<u>\$ 36,303</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
MUNICIPAL IMPACT FEE TRUST FUND
For the Year Ended September 30, 2018

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Permits, Fees and Special Assessments	\$ 10,000	\$ 4,997	\$ (5,003)
Investment Income	100	583	483
Total Revenues	<u>10,100</u>	<u>5,580</u>	<u>(4,520)</u>
EXPENDITURES			
Public Safety	193,103	124,099	69,004
Total Expenditures	<u>193,103</u>	<u>124,099</u>	<u>69,004</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(183,003)</u>	<u>(118,519)</u>	<u>64,484</u>
Net Change in Fund Balance	(183,003)	(118,519)	64,484
Fund Balance (Deficit) - Beginning	<u>183,003</u>	<u>245,880</u>	<u>62,877</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 127,361</u>	<u>\$ 127,361</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
LOCAL OPTION GAS TAX FUND
For the Year Ended September 30, 2018

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Taxes	\$ 600,000	\$ 609,022	\$ 9,022
Intergovernmental Revenues	51,774	51,885	111
Investment Income	1,000	2,554	1,554
Miscellaneous Revenues	-	160	160
Total Revenues	<u>652,774</u>	<u>663,621</u>	<u>10,847</u>
EXPENDITURES			
Current:			
Transportation	605,856	493,704	112,152
Total Expenditures	<u>605,856</u>	<u>493,704</u>	<u>112,152</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>46,918</u>	<u>169,917</u>	<u>122,999</u>
Net Change in Fund Balance	46,918	169,917	122,999
Fund Balance (Deficit) - Beginning	<u>(46,918)</u>	<u>744,073</u>	<u>790,991</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 913,990</u>	<u>\$ 913,990</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
BUILDING SAFETY FUND
For the Year Ended September 30, 2018

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Permits, Fees and Special Assessments	\$ 357,737	\$ 356,976	\$ (761)
Charges for Services	4,200	1,044	(3,156)
Fines and Forfeitures	1,500	517	(983)
Investment Income	1,000	5,646	4,646
Total Revenues	<u>364,437</u>	<u>364,183</u>	<u>(254)</u>
EXPENDITURES			
Current:			
Public Safety	<u>521,357</u>	<u>490,199</u>	<u>31,158</u>
Total Expenditures	<u>521,357</u>	<u>490,199</u>	<u>31,158</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(156,920)</u>	<u>(126,016)</u>	<u>30,904</u>
OTHER FINANCING SOURCES (USES)			
Transfers (Out)	<u>(38,849)</u>	<u>(38,849)</u>	<u>-</u>
Total Other Financing Sources and (Uses)	<u>(38,849)</u>	<u>(38,849)</u>	<u>-</u>
Net Change in Fund Balance	(195,769)	(164,865)	30,904
Fund Balance (Deficit) - Beginning	<u>195,769</u>	<u>1,634,218</u>	<u>1,438,449</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 1,469,353</u>	<u>\$ 1,469,353</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
MULTIMODAL IMPACT FEES FUND
For the Year Ended September 30, 2018

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Permits, Fees and Special Assessments	\$ 50,000	\$ 17,937	\$ (32,063)
Investment Income	200	427	227
Current:			
Total Revenues	<u>50,200</u>	<u>18,364</u>	<u>(31,836)</u>
Net Change in Fund Balance	50,200	18,364	(31,836)
Fund Balance (Deficit) - Beginning	<u>(50,200)</u>	<u>129,427</u>	<u>179,627</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 147,791</u>	<u>\$ 147,791</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SOLID WASTE FUND
For the Year Ended September 30, 2018

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Intergovernmental Revenues	\$ -	\$ 6,329	\$ 6,329
Charges for Services	1,740,000	1,722,356	(17,644)
Investment Income	1,000	2,933	1,933
Total Revenues	<u>1,741,000</u>	<u>1,731,618</u>	<u>(9,382)</u>
EXPENDITURES			
Current:			
Physical Environment	1,670,235	1,593,371	76,864
Total Expenditures	<u>1,670,235</u>	<u>1,593,371</u>	<u>76,864</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>70,765</u>	<u>138,247</u>	<u>67,482</u>
OTHER FINANCING SOURCES (USES)			
Transfers (Out)	(242,038)	(242,038)	-
Total Other Financing Sources and (Uses)	<u>(242,038)</u>	<u>(242,038)</u>	<u>-</u>
Net Change in Fund Balance	(171,273)	(103,791)	67,482
Fund Balance (Deficit) - Beginning	<u>171,273</u>	<u>731,244</u>	<u>559,971</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 627,453</u>	<u>\$ 627,453</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
TREE REPLACEMENT FUND
For the Year Ended September 30, 2018

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Investment Income	\$ -	\$ 926	\$ 926
Miscellaneous Revenues	4,000	56,001	52,001
Total Revenues	<u>4,000</u>	<u>56,927</u>	<u>52,927</u>
EXPENDITURES			
Current:			
Transportation	221,255	-	221,255
Total Expenditures	<u>221,255</u>	<u>-</u>	<u>221,255</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(217,255)</u>	<u>56,927</u>	<u>274,182</u>
Net Change in Fund Balance	(217,255)	56,927	274,182
Fund Balance (Deficit) - Beginning	<u>217,255</u>	<u>250,828</u>	<u>33,573</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 307,755</u>	<u>\$ 307,755</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
STREET LIGHT ASSESSMENT FUND
For the Year Ended September 30, 2018

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Permits, Fees and Special Assessments	\$ 370,000	\$ 354,080	\$ (15,920)
Intergovernmental Revenues	70,937	70,937	-
Total Revenues	<u>440,937</u>	<u>425,017</u>	<u>(15,920)</u>
EXPENDITURES			
Current:			
Transportation	497,990	356,192	141,798
Total Expenditures	<u>497,990</u>	<u>356,192</u>	<u>141,798</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(57,053)</u>	<u>68,825</u>	<u>125,878</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	(44,853)	81,025	125,878
Fund Balance (Deficit) - Beginning	<u>44,853</u>	<u>258,748</u>	<u>213,895</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 339,773</u>	<u>\$ 339,773</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SUMMERSET WALL FUND
For the Year Ended September 30, 2018

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Investment Income	\$ -	\$ 74	\$ 74
Total Revenues	<u>-</u>	<u>74</u>	<u>74</u>
EXPENDITURES			
Current:			
Transportation	9,125	-	9,125
Total Expenditures	<u>9,125</u>	<u>-</u>	<u>9,125</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(9,125)</u>	<u>74</u>	<u>9,199</u>
Net Change in Fund Balance	(9,125)	74	9,199
Fund Balance (Deficit) - Beginning	<u>9,125</u>	<u>24,369</u>	<u>15,244</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 24,443</u>	<u>\$ 24,443</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
For the Year Ended September 30, 2018

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Investment Income	\$ -	\$ 80	\$ 80
Total Revenues	<u>-</u>	<u>80</u>	<u>80</u>
EXPENDITURES			
Debt Service:			
Notes Payable Principal Retirement	475,000	475,000	-
Interest and Fiscal Charges	145,335	145,334	1
Total Expenditures	<u>620,335</u>	<u>620,334</u>	<u>1</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(620,335)</u>	<u>(620,254)</u>	<u>81</u>
OTHER FINANCING SOURCES			
Transfers In	620,335	620,335	-
Total Other Financing Sources	<u>620,335</u>	<u>620,335</u>	<u>-</u>
Net Change in Fund Balance	-	81	81
Fund Balance - Beginning	<u>-</u>	<u>2,647</u>	<u>2,647</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 2,728</u>	<u>\$ 2,728</u>

CITY OF CASSELBERRY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
September 30, 2018

	Capital Improvement Fund	Equipment Replacement Fund	Lake Concord Park Project Fund	Total Nonmajor Capital Projects Funds
ASSETS				
Cash and Cash Equivalents	\$ 204,666	\$ 560,647	\$ -	\$ 765,313
Investments	2,498	-	-	2,498
Prepaid Items	-	2,693	-	2,693
Total Assets	<u>\$ 207,164</u>	<u>\$ 563,340</u>	<u>\$ -</u>	<u>\$ 770,504</u>
LIABILITIES				
Accounts Payable	\$ -	\$ 57,348	\$ -	\$ 57,348
Due to Other Funds	-	195,621	-	195,621
Total Liabilities	<u>-</u>	<u>252,969</u>	<u>-</u>	<u>252,969</u>
FUND BALANCES				
Nonspendable Prepaid Items and Inventories	-	2,693	-	2,693
Restricted for Capital Improvements	207,164	-	-	207,164
Committed for Equipment Purchases	-	307,678	-	307,678
Total Fund Balances	<u>207,164</u>	<u>310,371</u>	<u>-</u>	<u>517,535</u>
Total Liabilities and Fund Balances	<u>\$ 207,164</u>	<u>\$ 563,340</u>	<u>\$ -</u>	<u>\$ 770,504</u>

CITY OF CASSELBERRY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
For the Year Ended September 30, 2018

	Capital Improvement Fund	Equipment Replacement Fund	Lake Concord Park Project Fund	Total Nonmajor Capital Projects Funds
REVENUES				
Investment Income	\$ 21	\$ 5,760	\$ -	\$ 5,781
Miscellaneous Revenues	-	7,213	-	7,213
Total Revenues	<u>21</u>	<u>12,973</u>	<u>-</u>	<u>12,994</u>
EXPENDITURES				
Current:				
General Government	6	-	-	6
Debt Service:				
Interest and Fiscal Charges	-	1,600	-	1,600
Capital Outlay	851	650,177	70,783	721,811
Total Expenditures	<u>857</u>	<u>651,777</u>	<u>70,783</u>	<u>723,417</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(836)</u>	<u>(638,804)</u>	<u>(70,783)</u>	<u>(710,423)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	70,217	70,217
Transfers (Out)	-	-	(257,754)	(257,754)
Issuance of Capital Lease	-	666,491	-	666,491
Total Other Financing Sources and (Uses)	<u>-</u>	<u>666,491</u>	<u>(187,537)</u>	<u>478,954</u>
Net Change in Fund Balances	(836)	27,687	(258,320)	(231,469)
Fund Balances (Deficit) - Beginning	<u>208,000</u>	<u>282,684</u>	<u>258,320</u>	<u>749,004</u>
Fund Balances (Deficit) - Ending	<u>\$ 207,164</u>	<u>\$ 310,371</u>	<u>\$ -</u>	<u>\$ 517,535</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
CAPITAL IMPROVEMENT FUND
For the Year Ended September 30, 2018

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Investment Income	\$ 2	\$ 21	\$ 19
Total Revenues	<u>2</u>	<u>21</u>	<u>19</u>
EXPENDITURES			
Current:			
General Government	7	6	1
Capital Outlay	81,766	851	80,915
Total Expenditures	<u>81,773</u>	<u>857</u>	<u>80,916</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(81,771)</u>	<u>(836)</u>	<u>80,935</u>
Net Change in Fund Balance	(81,771)	(836)	80,935
Fund Balance - Beginning	<u>81,771</u>	<u>208,000</u>	<u>126,229</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 207,164</u>	<u>\$ 207,164</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
EQUIPMENT REPLACEMENT FUND
For the Year Ended September 30, 2018

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
REVENUES			
Investment Income	\$ 600	\$ 5,760	\$ 5,160
Miscellaneous Revenues	-	7,213	7,213
Total Revenues	<u>600</u>	<u>12,973</u>	<u>12,373</u>
EXPENDITURES			
Debt Service:			
Interest and Fiscal Charges	1,600	1,600	-
Capital Outlay	730,202	650,177	80,025
Total Expenditures	<u>731,802</u>	<u>651,777</u>	<u>80,025</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(731,202)</u>	<u>(638,804)</u>	<u>92,398</u>
OTHER FINANCING SOURCES (USES)			
Issuance of Capital Lease	666,492	666,491	(1)
Total Other Financing Sources (Uses)	<u>666,492</u>	<u>666,491</u>	<u>(1)</u>
Net Change in Fund Balance	(64,710)	27,687	92,397
Fund Balance - Beginning	<u>64,710</u>	<u>282,684</u>	<u>217,974</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 310,371</u>	<u>\$ 310,371</u>

CITY OF CASSELBERRY, FLORIDA
BUDGETARY COMPARISON SCHEDULE
LAKE CONCORD PARK PROJECT FUND
For the Year Ended September 30, 2018

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over / Under</u>
EXPENDITURES			
Capital Outlay	\$ 70,783	\$ 70,783	\$ -
Total Expenditures	<u>70,783</u>	<u>70,783</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(70,783)</u>	<u>(70,783)</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	70,217	70,217	-
Transfers (Out)	<u>(378,838)</u>	<u>(257,754)</u>	<u>121,084</u>
Total Other Financing Sources (Uses)	<u>(308,621)</u>	<u>(187,537)</u>	<u>121,084</u>
Net Change in Fund Balance	(379,404)	(258,320)	121,084
Fund Balance - Beginning	<u>379,404</u>	<u>258,320</u>	<u>(121,084)</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



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City of Casselberry, Florida
Statistical Section
September 30, 2018

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.128

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax p.138

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.142

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.146

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.148

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

	2009	2010	2011	2012	2013
<u>Governmental activities</u>					
Net investment in capital assets	\$ 27,954,957	\$ 31,474,883	\$ 38,237,516	\$ 43,260,652	\$ 43,881,176
Restricted	6,743,987	5,845,070	8,955,267	6,946,993	6,056,686
Unrestricted	9,131,631	13,495,083	7,648,630	9,533,895	9,973,259
Total governmental activities net position	<u>\$ 43,830,575</u>	<u>\$ 50,815,036</u>	<u>\$ 54,841,413</u>	<u>\$ 59,741,540</u>	<u>\$ 59,911,121</u>
<u>Business-type activities</u>					
Net investment in capital assets (1)	\$ 27,700,118	\$ 28,766,162	\$ 31,211,848	\$ 33,454,101	\$ 35,987,390
Restricted		1,598,349	3,361,712	3,812,676	2,593,896
Unrestricted	9,349,285	9,662,883	10,422,311	12,972,662	15,033,066
Total business-type activities net position	<u>\$ 37,049,403</u>	<u>\$ 40,027,394</u>	<u>\$ 44,995,871</u>	<u>\$ 50,239,439</u>	<u>\$ 53,614,352</u>
<u>Primary government</u>					
Net investment in capital assets	\$ 55,655,075	\$ 60,241,045	\$ 69,449,364	\$ 76,714,753	\$ 79,868,566
Restricted	6,743,987	7,443,419	12,316,979	10,759,669	8,650,582
Unrestricted	18,480,916	23,157,966	18,070,941	22,506,557	25,006,325
Total primary government net position	<u>\$ 80,879,978</u>	<u>\$ 90,842,430</u>	<u>\$ 99,837,284</u>	<u>\$ 109,980,979</u>	<u>\$ 113,525,473</u>

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

	2014	2015	2016	2017	2018
\$	43,676,889	\$ 45,818,091	\$ 42,377,080	\$ 48,485,241	\$ 50,467,884
	8,381,363	8,471,838	9,498,303	6,604,173	7,652,254
	9,818,476	6,183,719	7,256,239	5,961,015	6,389,494
\$	61,876,728	\$ 60,473,648	\$ 59,131,622	\$ 61,050,429	\$ 64,509,632
\$	38,717,023	\$ 43,836,847	\$ 48,179,369	\$ 51,593,224	\$ 51,759,237
	2,737,115	2,217,575	2,269,490	2,928,449	6,059,855
	15,648,522	11,535,774	12,494,507	15,670,045	17,212,445
\$	57,102,660	\$ 57,590,196	\$ 62,943,366	\$ 70,191,718	\$ 75,031,537
\$	82,393,912	\$ 89,654,938	\$ 90,556,449	\$ 100,078,465	\$ 102,227,121
	11,118,478	10,689,413	11,767,793	9,532,622	13,712,109
	25,466,998	17,719,493	19,750,746	21,631,060	23,601,939
\$	118,979,388	\$ 118,063,844	\$ 122,074,988	\$ 131,242,147	\$ 139,541,169

Schedule 2
City of Casselberry, Florida

CHANGES IN NET POSITION
(accrual basis of accounting)

Last Ten Fiscal Years

	2009	2010	2011	2012	2013
Expenses					
Governmental activities:					
General government	\$ 2,851,315	\$ 2,729,600	\$ 3,298,566	\$ 2,583,706	\$ 3,412,716
Public safety	11,369,007	10,549,703	9,992,303	8,554,565	10,837,854
Physical environment	1,801,094	1,902,121	1,923,965	4,855,403	3,386,599
Transportation	2,631,043	2,342,339	3,146,813	2,253,921	2,453,640
Economic environment	278,733	215,560	163,100	564,047	94,765
Culture/Recreation	2,459,960	1,807,605	1,528,141	1,598,074	1,604,334
Interest on long-term debt	636,394	521,466	508,617	332,621	217,285
Total governmental activities expenses	<u>22,027,546</u>	<u>20,068,394</u>	<u>20,561,505</u>	<u>20,742,337</u>	<u>22,007,193</u>
Business-type activities:					
Water and wastewater	11,356,248	10,688,571	10,307,498	10,207,280	11,783,674
Golf course	-	-	-	-	-
Total business-type activities expenses	<u>11,356,248</u>	<u>10,688,571</u>	<u>10,307,498</u>	<u>10,207,280</u>	<u>11,783,674</u>
Total primary government expenses	<u>\$ 33,383,794</u>	<u>\$ 30,756,965</u>	<u>\$ 30,869,003</u>	<u>\$ 30,949,617</u>	<u>\$ 33,790,867</u>
Program revenues					
Governmental activities:					
Charges for services					
General government (1)	\$ 163,112	\$ 44,923	\$ 45,769	\$ 49,572	\$ 52,808
Public safety	1,017,922	1,160,869	1,573,826	1,891,645	1,830,512
Physical environment	3,510,675	3,302,725	3,323,173	3,361,215	3,300,664
All others	282,778	563,695	544,566	472,542	503,835
Operating grants and contributions	77,805	237,501	242,597	394,833	307,060
Capital grants and contributions	3,834,493	89,763	1,257,390	3,224,956	375,817
Total governmental activities program revenues	<u>8,886,785</u>	<u>5,399,476</u>	<u>6,987,321</u>	<u>9,394,763</u>	<u>6,370,696</u>
Business-type activities:					
Charges for services					
Water and wastewater	12,042,137	12,918,726	13,979,272	14,782,112	14,932,155
Golf course	-	-	-	-	-
Operating grants and contributions	36,871	-	-	-	-
Capital grants and contributions	28,254	1,752,213	2,235,141	1,612,436	1,261,945
Total business-type activities program revenues	<u>12,107,262</u>	<u>14,670,939</u>	<u>16,214,413</u>	<u>16,394,548</u>	<u>16,194,100</u>
Total primary government program revenues	<u>\$ 20,994,047</u>	<u>\$ 20,070,415</u>	<u>\$ 23,201,734</u>	<u>\$ 25,789,311</u>	<u>\$ 22,564,796</u>
Net (expense) / revenue					
Governmental activities	\$ (13,140,761)	\$ (14,668,918)	\$ (13,574,184)	\$ (11,347,574)	\$ (15,636,497)
Business-type activities	751,014	3,982,368	5,906,915	6,187,268	4,410,426
Total primary government net (expense)	<u>\$ (12,389,747)</u>	<u>\$ (10,686,550)</u>	<u>\$ (7,667,269)</u>	<u>\$ (5,160,306)</u>	<u>\$ (11,226,071)</u>

Continued next page

	2014	2015	2016	2017	2018
\$	3,967,888	\$ 4,190,599	\$ 6,016,606	\$ 2,842,728	\$ 3,186,612
	11,204,752	11,124,994	7,420,301	7,312,223	7,628,779
	3,156,147	3,118,016	2,976,161	3,357,673	3,673,470
	2,398,827	2,773,141	4,082,053	2,789,917	3,156,259
	61,410	136,462	13,752	508,643	444,771
	1,672,216	2,001,989	2,014,366	2,225,677	2,227,600
	202,032	262,541	368,787	324,371	323,555
	<u>22,663,272</u>	<u>23,607,742</u>	<u>22,892,026</u>	<u>19,361,232</u>	<u>20,641,046</u>
	11,581,779	13,972,550	13,668,903	12,586,024	13,416,587
	-	-	763,860	782,835	957,864
	<u>11,581,779</u>	<u>13,972,550</u>	<u>14,432,763</u>	<u>13,368,859</u>	<u>14,374,451</u>
\$	<u>\$ 34,245,051</u>	<u>\$ 37,580,292</u>	<u>\$ 37,324,789</u>	<u>\$ 32,730,091</u>	<u>\$ 35,015,497</u>
\$	96,074	\$ 109,915	\$ 104,741	\$ 83,559	\$ 100,365
	2,396,254	1,836,400	1,605,034	978,344	670,582
	3,315,480	3,328,477	3,350,913	3,420,413	3,466,507
	548,057	681,107	664,798	760,894	768,189
	189,679	198,659	117,381	177,318	619,693
	1,706,439	66,125	1,470,983	581,132	606,533
	<u>8,251,983</u>	<u>6,220,683</u>	<u>7,313,850</u>	<u>6,001,660</u>	<u>6,231,869</u>
	15,546,208	16,103,074	17,621,017	19,289,087	18,910,270
	-	-	542,478	554,365	617,863
	-	-	-	20,771	1,808
	<u>631,570</u>	<u>93,744</u>	<u>1,585,078</u>	<u>316,921</u>	<u>78,024</u>
	<u>16,177,778</u>	<u>16,196,818</u>	<u>19,748,573</u>	<u>20,181,144</u>	<u>19,607,965</u>
\$	<u>\$ 24,429,761</u>	<u>\$ 22,417,501</u>	<u>\$ 27,062,423</u>	<u>\$ 26,182,804</u>	<u>\$ 25,839,834</u>
\$	(14,411,289)	\$ (17,387,059)	\$ (15,578,176)	\$ (13,359,572)	\$ (14,409,177)
	4,595,999	2,224,268	5,315,810	6,812,285	5,233,514
\$	<u>\$ (9,815,290)</u>	<u>\$ (15,162,791)</u>	<u>\$ (10,262,366)</u>	<u>\$ (6,547,287)</u>	<u>\$ (9,175,663)</u>

Schedule 2
City of Casselberry, Florida

CHANGES IN NET POSITION
(accrual basis of accounting)

Last Ten Fiscal Years

	2009	2010	2011	2012	2013
<u>General revenues and other changes in net position</u>					
Governmental activities:					
Property tax	\$ 6,529,684	\$ 6,966,724	\$ 6,034,297	\$ 5,658,691	\$ 5,429,824
Infrastructure surtax	2,257,003	966,133	1,301,383	337,843	-
Public service tax	3,442,729	3,611,771	3,431,425	3,145,389	3,236,418
Gas tax	387,704	427,578	484,995	473,641	533,773
Sales tax	1,402,027	1,352,694	1,350,893	1,519,307	1,583,077
Unrestricted state revenue sharing	712,329	773,545	774,081	783,937	852,380
Franchise fees (1)	1,881,374	2,323,884	2,121,340	1,958,086	1,916,161
Other taxes	245,838	262,396	231,925	233,941	218,555
Unrestricted intergovernmental revenues	318,416	723,272	548,861	535,934	520,124
Interest revenue	236,610	30,024	65,227	161,797	105,718
Miscellaneous revenues	634,525	438,741	274,933	387,679	306,183
Gain on sale of capital assets	-	-	-	-	-
Special item (2)	-	-	-	-	-
Transfers in (out)	903,236	1,011,739	981,201	1,051,456	1,103,865
Total governmental activities	18,951,475	18,888,501	17,600,561	16,247,701	15,806,078
Business-type activities:					
Interest revenue	176,149	7,362	42,763	107,756	68,352
Miscellaneous revenues & Gain(Loss) on Disposal	12,959	-	-	-	-
Transfers in (out)	(903,236)	(1,011,739)	(981,201)	(1,051,456)	(1,103,865)
Total business-type activities	(714,128)	(1,004,377)	(938,438)	(943,700)	(1,035,513)
Total primary government	\$ 18,237,347	\$ 17,884,124	\$ 16,662,123	\$ 15,304,001	\$ 14,770,565
<u>Change in net position</u>					
Governmental activities	\$ 5,810,714	\$ 4,219,583	\$ 4,026,377	\$ 4,900,127	\$ 169,581
Business-type activities	36,886	2,977,991	4,968,477	5,243,568	3,374,913
	\$ 5,847,600	\$ 7,197,574	\$ 8,994,854	\$ 10,143,695	\$ 3,544,494

- (1) Franchise fees were reclassified from taxes to permits and fees in 2008 increasing general government charges for services. Upon further review, the franchise fees are classified under general revenues per GASB 34 definition of taxes.
- (2) 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

	2014	2015	2016	2017	2018
\$	5,580,687	\$ 5,763,275	\$ 3,458,276	\$ 3,642,618	\$ 3,863,887
	-	895,787	1,639,378	1,704,689	1,800,220
	3,329,289	3,197,113	3,212,368	3,217,101	3,304,018
	546,713	568,107	587,332	607,164	609,022
	1,661,536	1,788,785	1,839,335	1,873,706	1,968,337
	904,763	983,190	1,020,492	1,077,566	1,116,019
	2,035,970	2,031,474	1,933,738	1,978,429	2,147,683
	404,103	437,277	459,219	486,080	540,830
	348,127	339,741	344,120	340,284	359,917
	97,958	163,344	209,796	132,871	124,463
	212,697	180,258	209,815	369,927	331,854
	78,988	679,920	-	-	-
	-	(2,842,591)	(760,730)	-	-
	1,176,065	1,619,368	83,011	(152,056)	936,532
	16,376,896	15,805,048	14,236,150	15,278,379	17,102,782
	68,374	118,573	120,371	127,731	126,516
	-	-	-	156,280	151,502
	(1,176,065)	(1,619,368)	(83,011)	152,056	(936,532)
	(1,107,691)	(1,500,795)	37,360	436,067	(658,514)
\$	15,269,205	\$ 14,304,253	\$ 14,273,510	\$ 15,714,446	\$ 16,444,268
\$	1,965,607	\$ (1,582,011)	\$ (1,342,026)	\$ 1,918,807	\$ 2,693,605
	3,488,308	723,473	5,353,170	7,248,352	4,575,000
\$	5,453,915	\$ (858,538)	\$ 4,011,144	\$ 9,167,159	\$ 7,268,605

**Schedule 3
City of Casselberry, Florida**

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

Last Ten Fiscal Years

	2009	2010	2011	2012	2013	2014
<u>General fund</u>						
Reserved	\$ 261,202					
Unreserved	8,127,968					
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	<u>\$ 8,389,170</u>	<u>\$ 11,512,193</u>	<u>\$ 8,107,587</u>	<u>\$ 8,840,624</u>	<u>\$ 8,745,558</u>	<u>\$ 8,868,752</u>
<u>All other governmental funds</u>						
Reserved	\$ -					
Unreserved, reported in:						
Special revenue funds	6,088,943					
Debt service funds	249,469					
Capital projects funds	953,246					
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	<u>\$ 7,291,658</u>	<u>\$ 7,947,259</u>	<u>\$ 14,961,018</u>	<u>\$ 13,603,784</u>	<u>\$ 13,662,259</u>	<u>\$ 12,385,500</u>

Note: Fund balances prior to 2010 were not retroactively reported using the GASB 54 fund balance classifications as data required to prepare is unavailable.

2015	2016	2017	2018
\$ 83,084	\$ 206,102	\$ 206,491	\$ 62,278
-	-	-	-
144,555	-	-	-
1,474,798	305,152	1,474,083	700,407
3,944,250	5,052,535	4,761,125	7,305,097
<u>\$ 5,646,687</u>	<u>\$ 5,563,789</u>	<u>\$ 6,441,699</u>	<u>\$ 8,067,782</u>

\$ 680	\$ -	\$ -	\$ 3,833
20,203,467	17,369,847	13,708,131	13,287,243
1,735,565	2,630,696	816,201	639,876
-	-	-	-
(71,683)	-	-	81
<u>\$ 21,868,029</u>	<u>\$ 20,000,543</u>	<u>\$ 14,524,332</u>	<u>\$ 13,931,033</u>

Schedule 4
City of Casselberry, Florida

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

Last Ten Fiscal Years

	2009	2010	2011	2012	2013	2014
Revenues						
Taxes	\$ 10,878,102	\$ 11,518,763	\$ 10,422,385	\$ 9,773,298	\$ 9,686,031	\$ 9,960,121
Special assessments (1)	46,168	318,843	-	-	-	-
Impact fees (1)	18,917	56,573	-	-	-	-
Permits, fees and special assessments	2,375,035	2,542,394	2,744,491	2,532,485	2,555,090	2,894,439
Intergovernmental revenues	7,977,009	4,340,045	5,272,724	5,845,195	3,275,988	4,627,878
Charges for services	3,913,979	3,980,698	4,333,359	4,499,340	4,552,732	4,751,127
Fines and forfeitures	376,047	387,254	402,401	589,820	428,905	726,254
Investment income	233,735	26,448	63,077	161,797	105,718	97,958
Miscellaneous revenues	640,210	517,323	344,178	431,170	347,550	323,726
Total revenues	26,459,202	23,688,341	23,582,615	23,833,105	20,952,014	23,381,503
Expenditures						
General government	3,152,782	2,747,243	3,157,420	2,933,931	3,159,865	3,854,216
Public safety	10,640,335	10,112,512	9,651,009	9,894,626	10,616,986	10,571,178
Physical environment	4,722,767	2,465,561	2,464,440	3,392,195	2,339,896	3,087,954
Transportation	6,066,515	1,996,672	1,927,474	1,870,757	1,815,409	1,649,675
Economic environment	7,792	215,019	162,118	563,082	93,691	61,410
Human services	-	-	-	-	-	-
Culture/Recreation	2,022,899	1,678,731	1,282,971	1,446,080	1,532,384	1,332,158
Debt service:						
Principal retirement	1,501,081	1,745,544	1,991,785	2,094,920	2,003,394	1,248,733
Interest and fiscal charges	602,505	563,114	694,484	229,766	229,765	210,497
Capital Outlay	1,044,193	586,238	1,693,731	3,828,335	1,222,831	4,065,574
Total expenditures	29,760,869	22,110,634	23,025,432	26,253,692	23,014,221	26,081,395
Excess (deficiency) of revenues over (under) expenditures	(3,301,667)	1,577,707	557,183	(2,420,587)	(2,062,207)	(2,699,892)
Other financing sources (uses)						
Transfers in	2,114,489	3,142,438	4,252,818	2,834,073	2,701,477	4,988,962
Transfers (out)	(1,211,253)	(2,130,699)	(2,244,298)	(1,782,617)	(1,597,612)	(3,812,897)
Proceeds from sale of capital assets	57,238	-	17,500	38,190	56,875	111,262
Insurance recoveries	-	-	-	-	70,206	-
Issuance of borrowing/refunding	3,624,769	64,925	9,392,950	706,744	794,670	259,000
Payment to escrow/current redemption	(3,005,000)	-	(8,367,000)	-	-	-
Total other financing sources (uses)	1,580,243	1,076,664	3,051,970	1,796,390	2,025,616	1,546,327
Net change in fund balances	\$ (1,721,424)	\$ 2,654,371	\$ 3,609,153	\$ (624,197)	\$ (36,591)	\$ (1,153,565)
Debt service as a percentage of non-capital expenditures	9.8%	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
\$	10,027,677	\$ 7,795,712	\$ 7,678,297	\$ 8,009,855
	-	-	-	-
	-	-	-	-
	2,644,656	4,225,117	3,257,859	2,908,601
	4,356,694	5,391,142	5,545,543	5,992,652
	4,967,743	3,508,144	3,651,352	3,706,588
	258,783	283,573	280,551	289,272
	163,344	209,796	132,871	124,463
	310,156	963,424	840,392	1,282,052
	<u>22,729,053</u>	<u>22,376,908</u>	<u>21,386,865</u>	<u>22,313,483</u>
	4,987,753	4,518,196	3,194,771	3,059,476
	11,048,612	6,705,637	6,783,770	7,287,826
	2,881,266	2,765,574	4,753,202	3,790,145
	1,943,276	1,850,727	3,690,932	3,090,590
	57,833	13,752	499,805	446,577
	-	-	-	-
	4,142,638	1,464,683	1,847,132	2,146,161
	2,833,434	1,591,828	2,369,493	2,018,693
	247,312	345,698	330,811	322,443
	2,505,971	9,580,334	4,505,002	721,811
	<u>30,648,095</u>	<u>28,836,429</u>	<u>27,974,918</u>	<u>22,883,722</u>
	<u>(7,919,042)</u>	<u>(6,459,521)</u>	<u>(6,588,053)</u>	<u>(570,239)</u>
	3,767,386	13,150,837	2,669,544	2,990,656
	(2,148,018)	(10,769,256)	(1,511,622)	(2,054,124)
	48,997	1,574,556	-	-
	-	-	-	-
	12,511,141	553,000	831,830	666,491
	-	-	-	-
	<u>14,179,506</u>	<u>4,509,137</u>	<u>1,989,752</u>	<u>1,603,023</u>
\$	<u>6,260,464</u>	<u>\$ (1,950,384)</u>	<u>\$ (4,598,301)</u>	<u>\$ 1,032,784</u>
	<u>12.7%</u>	<u>6.6%</u>	<u>11.5%</u>	<u>12.0%</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					
2009	\$ 2,082,065	\$ 103,370	\$ 2,185,435	\$ 681,572	\$ 1,503,863	4.8963	\$ 2,185,435	68.813%
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%

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 2017. 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		
2009	4.896	4.660	7.543	0.416	17.515
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	3.120	4.875	6.313	0.256	14.496

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 2017 / 2018 (a)			Fiscal Year 2008 / 2009 (b)		
		Taxable Value	Percent of Total Taxable Value	Rank	Taxable Value	Percent of Total Taxable Value	Rank
Residential	BPP Alphabet MF Newport	\$ 39,943,998	2.60%	1	\$ -	-	-
Residential	Vinings FL Partners LLC	37,423,344	2.44%	2	-	-	-
Shopping Center	DDRM Casselberry Commons LLC	25,805,054	1.68%	3	18,641,142	1.24%	8
Residential	PBH Stonecastle LP	23,087,822	1.50%	4	22,894,906	1.52%	4
Residential	Reflections Property LL LLC	20,220,381	1.32%	5	-	-	-
Residential	Goldelm At Regency Oaks LLC	18,520,981	1.21%	6	-	-	-
Utilities	Duke Energy Florida, Inc	16,317,730	1.06%	7	-	-	-
Residential	CIP Lake Katyrhy Estates Owner	15,967,496	1.04%	8	-	-	-
Residential	Dalcor Castle Woods LTD	14,631,133	0.95%	9	-	-	-
Shopping Center	Wal-Mart Sotres East LP	14,528,358	0.95%	10	27,961,687	1.86%	3
Residential	Newport Colony Apartments	-	-	-	35,229,700	2.34%	1
Residential	Casselberry Harbor Inv. Inc.	-	-	-	31,431,524	2.09%	2
Shopping Center	Greater Properties Inc	-	-	-	20,329,156	1.35%	5
Residential	Casselberry-Oxford Assoc	-	-	-	19,717,922	1.31%	6
Shopping Center	MSKP Casselberry Exchange LLC	-	-	-	18,947,111	1.26%	7
Residential	CCIP Regency Oaks LLC	-	-	-	13,706,618	0.91%	9
Residential	Glenn At Casselberry LTD	-	-	-	13,064,903	0.87%	10
Totals		<u>\$ 226,446,297</u>	<u>14.76%</u>		<u>\$ 221,924,669</u>	<u>14.75%</u>	

(a) The fiscal year ended September 30, 2018 tax levy is based on the 2017 taxable value.

(b) The fiscal year ended September 30, 2009 tax levy is based on the 2008 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
2009	\$ 7,485,145	\$ 7,017,922	93.8%	\$ 59,829	\$ 7,077,751	94.6%
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%

(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	Local Option Gas Tax Revenue Note	Infrastructure Surtax Revenue Note	Capital Improvement Revenue Note	Capital Leases	Other Loans
2009	\$ 6,813,000	\$ 187,000	\$ 1,321,620	\$ 3,415,000	\$ 2,277,000	\$ 503,877	\$ -
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	-

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				
\$ 7,638,658	\$ 3,658,775	\$ -	\$ 25,814,930	\$ 1,018,386,144	2.53%	\$ 1,046
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

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		
2009	\$ 12,201	\$ 8,952	\$ 3,249	\$ 574	\$ 298	3.73	\$ 1,402	\$ 384	\$ 292	2.07	
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	

(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.

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>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>Principal</u>	<u>Interest</u>			<u>Principal</u>	<u>Interest</u>	
\$ 387.00	\$ 247	\$ 44	1.33	\$ 2,257	\$ 880	\$ 111	2.28
428.00	255	35	1.48	969	915	79	0.97
503.00	265	23	1.75	1,303	650	35	1.90
474.00	264	26	1.63	338	650	36	0.49
534.00	273	3	1.93	-	675	12	-
566.00	282	5	1.97	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	1,639	324	149	3.47
-	-	-	-	1,705	987	168	1.48
-	-	-	-	1,800	1,005	149	1.56

**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)
2009	24,672	\$ 41,277	\$ 1,018,386,144	3,305	11.1%
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%

- 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 2017 / 2018</u>			<u>Fiscal Year 2008 / 2009</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	435	2.90%	1	520	6.36%	1
Publix (2 stores)	331	2.20%	2	314	3.84%	2
Avant Healthcare Professionals	255	1.70%	3	-	-	-
Dynafire	248	1.65%	4	-	-	-
City of Casselberry	195	1.30%	5	245	3.00%	3
Employ U	171	1.14%	6	-	-	
Air Flow Designs	165	1.10%	7	185	2.26%	4
Home Depot	148	0.99%	8	150	1.84%	7
T & T Construction of Central Florida	105	0.70%	9	-	-	-
Target	96	0.64%	10	160	1.96%	6
Seminole Work Opportunity	-	-		165	2.02%	5
Fifth-Third Bank	-	-		140	1.71%	8
Interlachen Pediatrics	-	-		66	0.81%	9
Persona Medical	-	-		61	0.75%	10
Total	2,149	14.32%		2,006	24.55%	

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					
	2009	2010	2011	2012	2013	2014
<u>General government</u>						
Administration	7	7	7	8	9	10
Administrative Services	9	12	11	10	6	0
Finance	17	15	13	12	14	12
Community Development	7	14	12	10	7	7
<u>Public safety</u>						
Police	75	69	63	63	63	62
Fire *	49	42	42	42	43	43
Protective Inspections	0	0	0	0	0	5
<u>Physical environment</u>						
Public Works	52	52	49	55	63	62
<u>Transportation</u>						
Streets & Fleet	15	14	13	18	17	17
<u>Human Services</u>						
Animal Control	0	0	0	0	0	0
<u>Culture / Recreation</u>						
Parks	14	14	11	13	11	14
Total	245	239	221	231	233	232

Source: City of Casselberry Office of Management and Budget.

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

2015	2016	2017	2018
10	10	10	9
0	0	0	0
12	13	13	13
7	7	7	7
62	62	63	65
43	0	0	0
4	5	5	7
63	65	62	62
14	14	14	15
0	0	0	0
14	16	17	17
229	192	191	195

**Schedule 14
City of Casselberry, Florida**

OPERATING INDICATORS BY FUNCTION/PROGRAM

Last Ten Fiscal Years

	2009	2010	2011	2012	2013	2014
<u>Building Inspections</u>						
Building permits issued	1,334	1,455	1,539	1,226	1,349	1,794
<u>Law Enforcement</u>						
Traffic Citations	12,933	12,127	9,367	11,413	9,529	9,100
Parking Citations	13	4	8	12	11	7
Arrests	1,718	1,678	1,401	1,576	1,373	1,446
<u>Fire*</u>						
Fire Responses	1,177	1,335	1,337	1,165	1,386	1,411
EMS Responses	3,214	3,040	3,089	3,495	3,294	3,468
Patient Transports	1,746	1,878	1,353	2,198	2,271	2,496
<u>Public Works - Streets Division</u>						
Street resurfaced (tons/asphalt)	210	0	3,543	74	0	10,756
Street repairs (potholes)	77	132	132	136	124	83
<u>Water</u>						
New Meter Set	11	34	12	7	19	57
New Irrigation Meters	13	27	17	14	14	14
New Reclaimed Meters	17	14	9	5	21	46

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.

2015	2016	2017	2018
1,596	1,792	2,297	2,550
7,516	8,970	11,118	10,636
28	62	120	157
854	755	868	913
1,537	N/A	N/A	N/A
3,659	N/A	N/A	N/A
2,609	N/A	N/A	N/A
8,230	879	11,214	3,001
203	78	64	51
16	30	134	23
25	17	13	18
7	28	80	22

**Schedule 15
City of Casselberry, Florida**

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM

Last Ten Fiscal Years

	2009	2010	2011	2012	2013	2014
<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	66
<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	6	8	8	10	10	10
Number of golf courses (18 holes)	0	0	0	0	0	0
<u>Water</u>						
Water Mains (Miles)	221	215	215	215	215	216
Maximum Plant Capacity (MGD)	20.00	14.23	14.23	14.23	14.23	14.23
Fire Hydrants	1,245	1,301	1,315	1,321	1,338	1,345
<u>Wastewater</u>						
Sanitary Sewers (Miles)	195	176	176	174	131	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.

2015	2016	2017	2018
2	0	0	0
1	1	1	1
66	66	67	67
132	132	*105.40	109
3	3	3	6
10	10	*19	17
1	1	1	1
217	218	220	221
14.23	14.23	14.23	14.23
1,360	1,380	1,389	1,401
132	134	133	134
5.595	5.595	5.595	5.595



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**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 year ended September 30, 2018, 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 18, 2019.

Internal Control over Financial Reporting

Management of the City is responsible for establishing and maintaining effective 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 18, 2019.

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.

A handwritten signature in blue ink that reads "Moore Stephens Lovelace, P.A.".

MOORE STEPHENS LOVELACE, P.A.
Certified Public Accountants

Orlando, Florida
March 18, 2019



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, 2018. 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, 2018.

Moore Stephens Lovelace, P.A.

MOORE STEPHENS LOVELACE, P.A.
Certified Public Accountants

Orlando, Florida
March 18, 2019



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, 2018, and have issued our report thereon dated March 18, 2019.

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; 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* 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 18, 2019, 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.

Financial Condition and Management

Sections 10.554(1)(i)5.a. and 10.556(7), *Rules of the Auditor General*, require that we apply appropriate procedures and report 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 identification of 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.

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

Financial Condition and Management (Continued)

Pursuant to Sections 10.554(1)(i)5.c. and 10.556(8), *Rules of the Auditor General*, we applied financial condition assessment procedures. 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 address in the management letter 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.d., *Rules of the Auditor General*, requires that we determine whether or not a special district that is a component unit of a county, municipality, or special district, provided 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 determined that all special district component units provided 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 that we address 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.



MOORE STEPHENS LOVELACE, P.A.
Certified Public Accountants

Orlando, Florida
March 18, 2019



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