

CITY OF CAPE CANAVERAL, FL



WITH
REPORT ON COMPLIANCE MATTERS

FISCAL YEAR ENDED SEPTEMBER 30, 2019

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

CITY OF CAPE CANAVERAL, FLORIDA

FISCAL YEAR ENDED SEPTEMBER 30, 2019

Prepared By:
City of Cape Canaveral Finance Department

THIS PAGE INTENTIONALLY LEFT BLANK

**CITY OF CAPE CANAVERAL, FLORIDA
TABLE OF CONTENTS
SEPTEMBER 30, 2019**

	<u>Page Number(s)</u>
INTRODUCTORY SECTION	
List of Principal Officials	3
Letter of Transmittal	7 - 16
Organizational Chart	19
Certificate of Achievement for Excellence in Financial Reporting	21
 FINANCIAL SECTION	
Independent Auditors' Report	27 – 29
Management's Discussion and Analysis	33 – 46
Basic Financial Statements	
Government-wide Financial Statements:	
Statement of Net Position	48
Statement of Activities	49
Fund Financial Statements:	
Balance Sheet – Governmental Funds	50
Reconciliation of the Balance Sheet of the Governmental Funds to the Statement of Net Position	51
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	52
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	53
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual-General Fund	54
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual-Cape Canaveral Community Redevelopment Agency Fund	55
Statement of Net Position – Proprietary Funds	56
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds	57
Statement of Cash Flows – Proprietary Funds	58
Notes to Financial Statements	61 - 81
 Combining and Individual Fund Statements and Schedules	
Combining Balance Sheet – Nonmajor Governmental Funds	84
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	85
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget to Actual	86 - 88

CITY OF CAPE CANAVERAL, FLORIDA
TABLE OF CONTENTS
SEPTEMBER 30, 2019
(Continued)

	<u>Page Number(s)</u>
STATISTICAL SECTION	
Table 1 – Net Position by Component	93
Table 2 – Changes in Net Position	94 – 95
Table 3 – Fund Balances of Governmental Funds	96
Table 4 – Changes in Fund Balances of Governmental Funds	97
Table 5 – Tax Revenues by Source of Governmental Funds	98
Table 6 – Assessed Value and Actual Value of Taxable Property	99
Table 7 – Property Tax Rates – Direct and Overlapping Governments	100
Table 8 – Principal Property Taxpayers (Major Taxpayers)	101
Table 9 – Property Tax Levies and Collections	102
Table 10 – Ratios of Outstanding Debt by Type	103
Table 11 – Ratio of Net General Obligation Bonded Debt to Assessed Value and Net Bonded Debt Per Capita	104
Table 12 – Direct and Overlapping Governmental Activities Debt	105
Table 13 – Pledged-Revenue Coverage – Wastewater System	106
Table 14 – Demographic Statistics	107
Table 15 – Principal Employers	108
Table 16 – Full-Time Equivalent City Government Employees by Function/Program	109
Table 17 – Operating Indicators by Function/Program	110
Table 18 – Capital Asset Statistics by Function/Program	111
Table 19 – Water/ Wastewater Distribution and Consumption – Unaudited	112
Table 20 – Water and Wastewater Rates – Unaudited	113
Table 21 – Construction, Property Value and Bank deposits – Unaudited	114
Table 22 – Miscellaneous Statistics – Unaudited	115
SINGLE AUDIT AND OTHER REPORTS	
Schedule of Expenditures of State Financial Assistance	118
Notes to Schedule of Expenditures of State Financial Assistance	119
Schedule of Findings and Questioned Costs	120
Independent Auditors’ Report on Compliance for Each Major State Project and on Internal Control Over Compliance In Accordance with Chapter 10.550, Rules of the Auditor General	121 – 122
Independent Auditors’ Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	123 – 124
Independent Auditors’ Management Letter Required by Chapter 10.550, Rules of the State of Florida Office of the Auditor General	125 – 126
Independent Accountants’ Examination Report	127
Impact Fee Affidavit	128

Introductory Section

THIS PAGE INTENTIONALLY LEFT BLANK

City of Cape Canaveral, Florida

Comprehensive Annual Financial Report

Fiscal Year Ended September 30, 2019



City Council

Honorable Robert Hoog, Mayor

Michael Brown, Mayor Pro Tem

Wes Morrison

Rocky Randels

Angela Raymond

City Manager

David Greene (10/1/2018 – 9/16/2019)

Mia Goforth (Interim 9/17/2019 – 10/22/2019)

Todd Morley (Interim 10/23/2019 – current)

City Attorney

Anthony Garganese

Administrative/Financial Services Director

John DeLeo

THIS PAGE INTENTIONALLY LEFT BLANK

Letter of Transmittal

THIS PAGE INTENTIONALLY LEFT BLANK.



City of Cape Canaveral

February 11, 2020

Honorable Mayor and Members of City Council
City of Cape Canaveral
Cape Canaveral, Florida 32920

Dear Mayor and Members of City Council:

It is our pleasure to submit this Comprehensive Annual Financial Report (CAFR) for the City of Cape Canaveral, Florida, for the Fiscal Year ended September 30, 2019. It fulfills the requirements set forth pursuant to Florida Statutes Section 218.39 and Chapter 10.500 of the Rules of the Auditor General of the State of Florida.

Responsibility for accuracy of the data and completeness/fairness of the presentation, including all disclosures, rests with the City. The presentation of this data is fully supported by management's establishment of 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's financial statements in conformity with generally accepted accounting principles (GAAP). Because the cost of internal controls should not outweigh its benefits, the City's comprehensive 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 Report is complete and reliable in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the City on a Government-wide and Fund basis. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

Florida Statutes and the City Charter require that an annual financial audit be performed by independent certified public accountants. The audit was performed by James Moore & Co., P.L., licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the City for the Fiscal Year ended September 30, 2019 are free of material misstatement. The independent audit involved examining, on a test basis,

- 7 -

100 Polk Avenue – P.O. Box 326 • Cape Canaveral, FL 32920
(321) 868-1220 • Fax (321) 868-1248

Visit us at www.cityofcapecanaveral.org • info@cityofcapecanaveral.org • #TheSpaceBetween

THE
SPACE
BETWEEN™

evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City's financial statements for the Fiscal Year ended September 30, 2019 are fairly presented in conformity with GAAP. The independent auditor's report is located at the front 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 the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

PROFILE OF THE GOVERNMENT

The City of Cape Canaveral was incorporated as a municipal corporation in May 1963. The City is located on the Atlantic Ocean approximately midpoint between Miami and Jacksonville and is slightly over 50 miles east of Orlando. This 1.9 square-mile beach and coastal community serves a population of 10,241 and is bounded on the west by the Banana River, on the north by Port Canaveral, on the east by the Atlantic Ocean and on the south by the City of Cocoa Beach.

The City is governed by an elected mayor, mayor pro tem and three council members. The Council is responsible, among other things, for passing ordinances, adopting the budget, approval of property tax levies, appointing committees and hiring of the City Manager. The City Manager is responsible for carrying out the policies and ordinances of the Council, overseeing the day-to-day operations of the City, drafting the annual budget and appointing Directors of the various City departments.

The City provides a full range of services which include police, contracted with the Brevard County Sheriff's Office, and fire/EMS protection contracted with the Cape Canaveral Volunteer Fire Department, Inc. The City provides recreational activities, cultural events, solid waste, wastewater, reclaimed water, stormwater, community development and maintenance of streets and infrastructure.

The annual budget, adopted prior to October 1st, serves as the foundation for the City's financial planning and control. The budget is approved by fund. Amendments to funds and transfers between departments require Council approval. Budget to actual comparisons are provided in this Report for each governmental fund for which an appropriated annual budget has been adopted.

ECONOMIC CONDITION AND OUTLOOK

The City's economy is anchored by Port Canaveral, Canaveral Air Force Station, Patrick Air Force Base and Kennedy Space Center, along with ancillary defense and aerospace contractors. The City's proximity to Orlando, coupled with its riverfront parks and beaches, also help spur tourism activity. Income levels are average. Cape Canaveral unemployment during Fiscal Year 2019 averaged 3.4% and is currently at 3%, (according to Homefacts.com). The national unemployment rate dropped to 3.7% in September 2019 (reference the Bureau of Labor Statistics). Due to accelerated hiring, Cape Canaveral, as well as Brevard County, will continue to show improvement due to increased industry growth at the Kennedy Space Center and Canaveral Air Force Station; increased aerospace and high technological manufacturing companies such as Blue Origin, Space X, Embraer S.A. and Northrup Grumman's expansion at the Melbourne International Airport; expansion of Port Canaveral's Cruise and Cargo Industry; and numerous service-oriented companies countywide. Housing indicators have risen according to data provided by Market Watch Space Coast Daily. The area's median single-family home price has risen by 2.5% over the previous year and is expected to rise slightly in 2020. Overall, foreclosure rates within the county are down considerably, and the City of Cape Canaveral with the aforementioned proximity to core businesses, military installations and the second busiest cruise ship port in the world continues to fare better than most municipalities. The above factors will likely lead to continued moderate increase in assessed property valuation with increased revenues projected for utility taxes, franchise fees, state shared revenues, building permits, impact fees and utility revenues.

MAJOR INITIATIVES

Capital Projects completed in 2019 were much needed improvements to the City's transportation, wastewater and stormwater systems. These Capital Projects were funded through a number of sources including the Enterprise Capital Fund (Stormwater and Wastewater), State Revolving Fund (SRF) loans from Florida Department of Environmental Protection (FDEP) and grants from various agencies (e.g., FDEP).

Transportation

PWS Staff continue to improve streetscape projects including Ridgewood Avenue and North Atlantic Avenue. Upgrades to the Ridgewood Avenue area included the installation of additional vehicular/pedestrian signage and parking improvements (new striping, car stops, etc.) on all beach end streets. Upgrades to North Atlantic Avenue included (1) installation of additional vehicular/pedestrian signage, (2) installation of pervious pavement (Flexi-pave) in erosion-prone areas and (3) construction of a "pocket park" across from Southgate Mobile Home Park. Future improvements for North Atlantic Avenue include placement of benches, wayfinding signage, etc. along the route.

Florida Department of Transportation (FDOT) completed a mast arm installation project along State Road (SR) A1A. Traffic mast arms were installed at the intersections with Holman Road,

Center Street and North Atlantic Avenue. The project also included improvements to sidewalks, crosswalks and pedestrian signals. The project was funded entirely by FDOT.

Sidewalk, pedestrian and roadway improvements were also performed throughout the City including the paving of International Drive and Lindsey Court. Monies for these improvement projects were from the City's Pavement Fund.

Wastewater System

The Lift Station No. 2 gravity sewer replacement project was completed and included the replacement of all manholes and 3,500 feet of sanitary sewer line from Holman Road to Center Street. The manholes and sewer line, which are mostly located within 100 feet of the Banana River, were leaking due to corrosion and were allowing the infiltration of groundwater. This was one of the many City projects that eliminated sewer leakage to groundwater and reduced inflow to the Water Reclamation Facility (WRF).

Numerous improvements were performed on the gravity sewer line located adjacent to the northern portion of the Central Ditch. Several manholes and manhole lids were repaired/replaced to eliminate the leakage of sewage directly into the Central Ditch.

Many smaller-scope improvement projects were also completed at the WRF and lift stations in 2019 including replacement and/or upgrade of the following:

- Returned activated sludge (RAS) pumps and motors;
- Water activated sludge (WAS) pumps and motors;
- IRP pumps and motors;
- Reclaimed water pumps;
- Sludge holding blowers;
- Lift station pumps;
- Transfer basin pumps and motors;
- Piermount mixers; and
- Various valves.

The City also prepared (1) a Wastewater Facilities Plan to obtain an additional SRF loan (\$6 million) and (2) a Process Evaluation Report of the WRF to comply with a Consent Order with FDEP. The Consent Order was required by FDEP to address exceedances of total nitrogen and total phosphorous in treated wastewater that occurred from June 2017 through February 2018. The report proposes improvements to the WRF and sanitary sewer system to be completed in 2020.

Stormwater System

Improvements to the Canaveral City Park Exfiltration System were completed to allow for the discharge of excess reclaimed water to the system instead of the Banana River. This provides the City with hundreds of stormwater credits in the Total Maximum Daily Load (TMDL) Program

administered by FDEP. Major construction of the exfiltration chambers beneath the Park was previously completed in 2018.

Vegetation was removed from the northern portion of the Central Ditch adjacent to Southgate Mobile Home Park. The vegetation was clogging area stormwater pipes and inhibiting surface water flow in the ditch.

Vegetation was replaced in the beemats in the two stormwater ponds at the WRF and the stormwater pond at Manatee Sanctuary Park. The beemats consist of native vegetation placed into mats that are allowed to float on the surface water in the ponds. The beemats uptake nitrogen and phosphorous in stormwater thus reducing nutrient concentrations discharged to the Banana River.

The City maintained an active stormwater system maintenance program in 2019. Activities included the replacement of older style stormwater inlets (16) with new Type "C" inlets. These newer inlets require less maintenance, are not damaged as easily by vehicular traffic, prohibit larger debris from entering the stormwater system and provide improved stormwater flow. Street sweeping of all curbed streets also continues on a monthly basis.

Major 2020 Transportation Projects

The City will undertake two major transportation initiatives in 2020 including the construction of pedestrian-friendly streetscapes along West Central Boulevard (west of SR A1A) and Thurm Boulevard. These improvements along both corridors will include:

- Rebuild of the roadway base and pavement;
- Rehab of stormwater inlets and pipes;
- Rehab of wastewater manholes and pipes;
- Construction of stormwater treatment areas;
- Construction of new sidewalks, pedways, curbing, bike lanes and medians;
- Installation of solar lighting; and
- Installation of new potable water force mains.

These projects will greatly improve the stormwater and wastewater infrastructure in the northwestern portion of the City and provide better pedestrian access to Manatee Sanctuary and Banana River Parks. Funding will be from a variety of sources including impact fees and potential grants.

Major 2020 Wastewater Projects

Capital Projects to be initiated or completed in 2020 are numerous and will provide much needed improvements to the City's wastewater system. These Capital Projects will be funded through a number of sources including the Enterprise Capital Fund (Wastewater), an additional SRF loan from FDEP and potential grants from various agencies (e.g., FDEP). The major projects include the following:

- Intermediate pump station at the WRF will be rebuilt to allow for larger flows and eliminate overflows.
- Influent screen improvements will be performed to eliminate debris from entering the wastewater treatment process.
- Disc-type filters will be installed in-place of the existing sand filters, which will drastically reduce maintenance costs and improve effluent water quality.
- Lift Station No. 3 located adjacent to the Central Ditch on West Central Boulevard will be replaced to improve efficiency and reduce leakage.
- Lift Station No. 5 located within the Treasure Island Condominium complex will be replaced/relocated.
- WRF supervisory control and data acquisition (SCADA) system will be updated to improve communication from lift stations to the WRF and improve efficiency of the wastewater treatment process.
- Force Main No. 7 along Thurm Boulevard will be replaced from West Central Boulevard to the WRF.

Numerous smaller-scope wastewater projects will be completed or initiated in 2020 including replacement and/or upgrade of the following:

- RAS pumps and motors;
- WAS pumps and motors;
- IR pumps and motors;
- Reclaimed water pumps;
- Lift station pumps;
- Transfer basin pumps and motors;
- Sludge holding blowers;
- Piermount mixers;
- Various valves; and
- WRF lighting.

Major 2020 Stormwater Projects

A number of smaller-scale projects are being investigated for construction of stormwater improvements for properties located along the Banana River including:

- Carver's Cove;
- Cape Shores;
- Justamere Road; and
- Hitching Post Road.

PWS Staff is currently negotiating easements with property owners to construct these stormwater improvement projects. The Save Our Indian River Lagoon Program may provide funding assistance.

The City continues to investigate the possible purchase of land along Center Street for the construction of a wet detention pond. This pond would treat a significant portion of stormwater from the Center Street Drainage Basin prior to discharge to the Banana River. The property would also be used as a City park with sidewalks, pedestrian benches, etc.

Routine maintenance of the City's stormwater system will be continued in 2020. Activities will include the replacement of older style stormwater inlets with new Type "C" inlets and street sweeping of all curbed streets on a monthly basis. Nutrient-separating baffle boxes will also be upgraded with new stainless steel screens and cleaned of floating debris and sediment after significant rainfall events.

PWS Staff will also continue to assist other departments in the completion of City infrastructure improvement proje.

Economic Opportunity Overlay District (EOOD). The EOOD is the City's primary attractor for new commercial interests. In fact, most of the new commercial development in the City occurs in the EOOD including a 224-room dual-brand hotel (Hampton Inn & Suites and Home2 Suites) and a 150-room Springhill Suites by Marriott, currently under construction. Two additional 150-room hotels have received site plan approval, but are not yet under construction.

The EOOD addresses community goals raised in the Visioning Initiative. The district leverages opportunities for economic development resulting from our proximity to Port Canaveral by attracting services desired by the citizens/visitors. It facilitates mixed-use & town center type development. The EOOD includes increased design standards for architecturally significant buildings, a mechanism for increased building heights, revised hotel requirements and increased landscaping requirements. The EOOD includes properties adjacent to Port Canaveral and certain residential properties adjacent to the Banana River. This makes waterfront destinations possible – another goal of the Visioning Initiative.

Multi-Generational Facility. Located at Canaveral City Park, the most centrally located park in the City, the coming Multigenerational Center will be a catalyst for community health and engagement. Amenities will include indoor basketball/volleyball, fitness area, youth/teen area, banquet/gathering area, and an indoor walking path. The facility will be utilized by all demographics and serve as the host site for the City's Youth Center, summer camp program, PAL program, youth basketball program and only public/private indoor fitness facility open to the public. Cocoa-based architectural Firm RZK was awarded the contract to design the facility in mid-2018. The Design Developmental documents have been reviewed and final Construction Plans are due in the first quarter of 2020. The project will then be publicly bid and start of construction is expected in the latter half of 2020. As part of the overall site design, additional parking, pedways and landscaping will set the stage for future amenities at the Park.



C.A.P.E. Center Project With the Council’s approval of the solar modifications, the design phase for the Cultural Arts Preservation and Enrichment Center (former City Hall building) nears the end. Staff has applied for a \$325,000 Cultural Facilities grant offered by the State of Florida via its Division of Cultural Affairs to expand upon the currently funded offerings slated for this facility. Awards will be announced after the Legislative Session ends in the spring of 2020.

Community Development. To keep up with the changing needs of its customers, the Community Development Department has recently implemented a new online software program. The new software allows residents and business owners the ability to submit City applications (Business Tax Receipt, Building Permit, etc.) online, which will provide cost savings in time and money to end users. Additionally, applicants will be able to review the status of submitted applications and will have the ability to schedule inspections online.

The City recognizes the challenges of being a coastal community and is routinely taking action to be more sustainable and ecologically friendly. The City is committed to delivering policies that are effective and resilient, and in 2018 was selected to participate in a grant-funded project with the East Central Florida Regional Planning Council (ECFRPC) to assess climate change and vulnerabilities within the community. This endeavor will assist Community Development in creating policies and procedures that build on the City’s existing sustainable initiatives and future capital improvement projects.

The City has also begun the process to address the approximately 700 parcels that are considered non-conforming. The primary reason behind these nonconformities is the parcels are zoned commercial, but are developed with a residential structure. The problem arises because the City Code prohibits a nonconforming structure to be rebuilt if it is destroyed (defined as damage by any means such that the cost to repair or reconstruct exceeds 50 percent of the fair market value). To address this situation, a comprehensive rezoning is being undertaken that will rezone these nonconforming parcels to residential.

Leisure Services Enhancements. A new dog park, Rover's Space, was constructed and opened for service. It features synthetic grass, solar lighting, dog waste stations, hydrant themed spray fountains and play elements. A side walk, little dog pantry and water fountain with Xeriscape style landscape completed this unique project. New all abilities swings were added to the playground at Manatee Sanctuary Park. These swings feature a unique parent/child swing seat and an all abilities swing seat with buckles to maximize user experience.

Cultural and Community Affairs

Reorganization

In 2019, the City's Community Engagement activities merged with Cultural Programs to form the Department of Cultural and Community Affairs. This department has assumed responsibility for all of the City's community outreach and cultural initiatives.

Outreach, Communications and ADA Accessibility

The Cultural and Community Affairs department is responsible for managing the City's varied public engagement and information systems. From managing the website and social media communications to coordinating community input surveys, this department develops both the strategies and content that keep the residents informed about their community.

Part of this is ensuring that important information is accessible to everyone. Over the last year, Staff from this and other departments have worked diligently to ensure that the City's new website, operational forms, live meeting broadcasts and online communication features are compatible with various assistive technologies. Going forward, our objective is to create a comprehensive policy that will guarantee both current and future content adheres to Web Content Accessibility Guidelines 2.0 and beyond. These actions will ensure that the website is professional, easy to navigate and allows all residents - including those with disabilities - easily locate the information that matters to them.

Cultural Programs

The City of Cape Canaveral has more culture than most people realize and its one of the many things that our Community has to celebrate. In 2019, the City celebrated its first ever "Summer of Space" — commemorating the 50th anniversary of the Apollo 11 mission and those who made its achievements possible. The City celebrated this history through art, poetry, youth engagement opportunities and special events, to include space themed wraps installed on the traffic control cabinets at all of our major intersections, the completion of the City's first commissioned mural and space-art categories in the 20th annual Student Art Show.

The Honorable Mayor, et al

LONG TERM FINANCIAL PLANNING

It is City policy to plan financially towards future Capital Projects. With this in mind, annually the City adopts a Five Year Capital Improvement Plan to provide funding for acquisition of Capital Equipment, Vehicles and Public Facilities/Infrastructure.

The City's Wastewater/Stormwater enterprise fund has long term debt of \$8,413,099. The City has already secured two new State Revolving Fund Loans for Wastewater Treatment & Reuse Facilities/Stormwater Management Facilities at a low 1.68% interest rate. The FY 19-20 Budget encompasses \$1,635,250 in Wastewater/Stormwater Projects to be funded by SRF Loans with semi-annual payments of \$182,496 in June/December and \$85,594 in August/February.

AWARDS AND ACKNOWLEDGMENTS

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 Cape Canaveral for its Comprehensive Annual Financial Report for the Fiscal Year ended September 30, 2018. This was the 24th consecutive year that the City has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. This Report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year. We believe the current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program requirements. It will be submitted to the GFOA to determine eligibility for another Certificate.

The culmination of this document is attributable to numerous facets of this organization. Special recognition is credited to the Financial Services Staff for their dedication to accurate and thorough financial reporting and accountability. Our appreciation is extended to the City Council for its dedication to proactive fiscal policies. Thanks are also extended to the City's independent auditing firm of James Moore & Co., P.L., for their assistance with compiling the City's Comprehensive Annual Financial Report.

Respectfully submitted,



John DeLeo

Administrative/Financial Services Director



Todd Morley

Interim City Manager

Organizational Chart

THIS PAGE INTENTIONALLY LEFT BLANK.

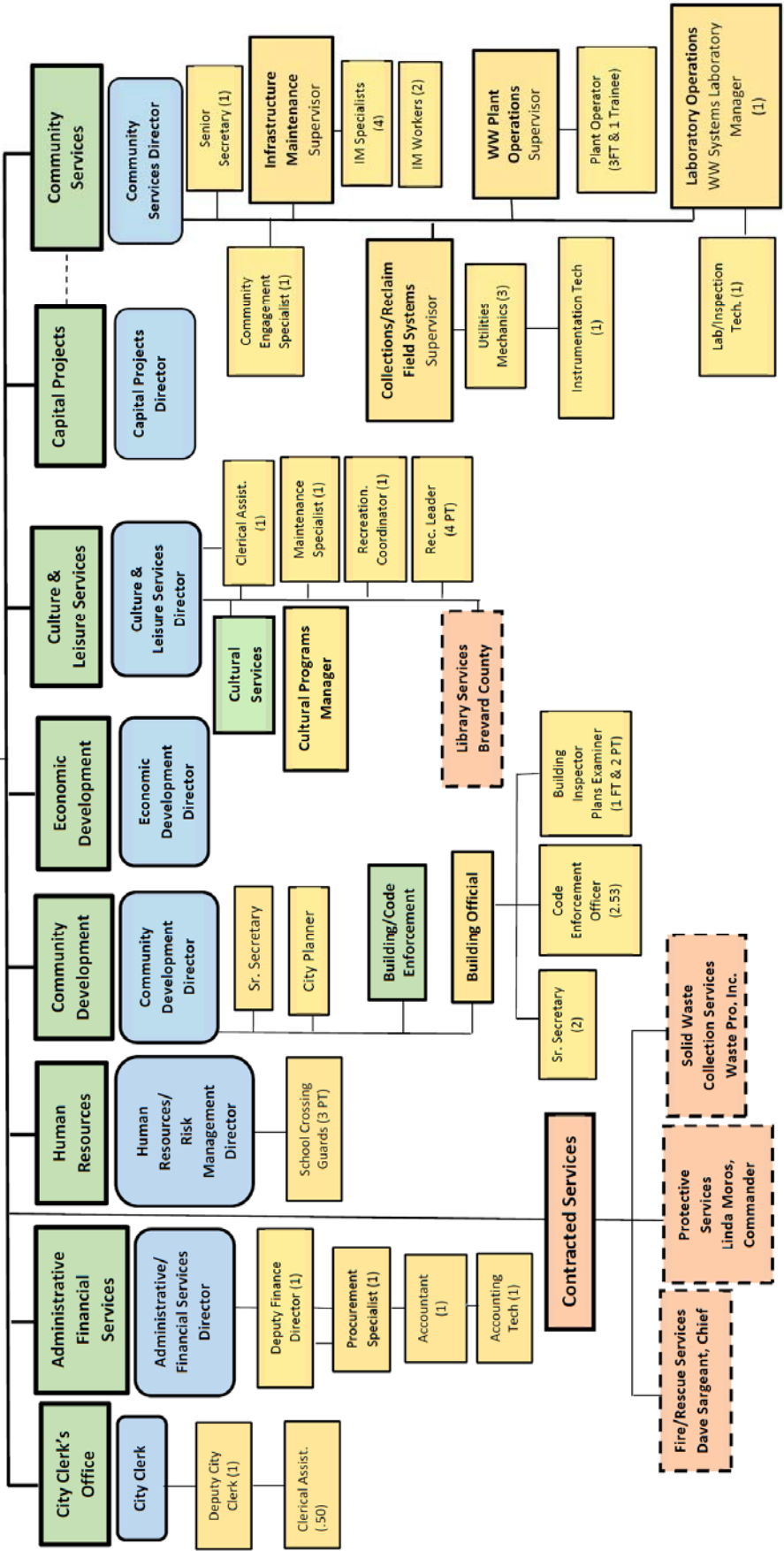
City of Cape Canaveral Personnel Organizational Chart FY 2018/19

City Manager
 David Greene (10/1/2018-9/16/2019)
 Mia Goforth (Interim: 9/17/19 -09/30/19)

Review Boards

City Attorney's Office

Executive Assistant to City Manager



THIS PAGE INTENTIONALLY LEFT BLANK.



Government Finance Officers Association

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

Presented to

**City of Cape Canaveral
Florida**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2018

Christopher P. Morill

Executive Director/CEO

THIS PAGE INTENTIONALLY LEFT BLANK.

Financial Section

THIS PAGE INTENTIONALLY LEFT BLANK.

Independent Auditors' Report

THIS PAGE INTENTIONALLY LEFT BLANK.

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor, City Council, and City Manager,
City of Cape Canaveral, 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 City of Cape Canaveral, Florida (the City), as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

- 27 -

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2019, and the respective changes in financial position and where applicable, cash flows and the respective budgetary comparisons for the General and Cape Canaveral CRA funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and 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

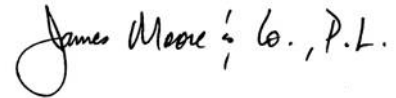
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of state financial assistance as required by Section 215.97, Florida Statutes, *Florida Single Audit Act*, is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedule of expenditures of state financial assistance are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedule of expenditures of state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 11, 2020, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "James Moore & Co., P.L." The signature is written in black ink and is positioned to the right of the main text block.

Daytona Beach, Florida
February 11, 2020

THIS PAGE INTENTIONALLY LEFT BLANK.

Management's Discussion and Analysis

THIS PAGE INTENTIONALLY LEFT BLANK.

City of Cape Canaveral, Florida

Management's Discussion and Analysis

As management of the City of Cape Canaveral, we provide readers of the City's financial statements this overview and analysis of the City's financial activities for the fiscal year ended September 30, 2019. Readers are encouraged to consider the information presented in conjunction with additional information furnished in the letter of transmittal, which can be found on pages 7-16 of this report.

Financial Highlights

- The assets of the City exceeded its liabilities at the close of the most recent year by \$50.4 million (net position). Of this amount, \$6.5 million (unrestricted net position) may be used to meet the City's ongoing obligations.
- The City's total net position increased by \$1.61 million. This is the result of construction projects completed during the year and the addition of capital assets, funded primarily through capital contributions and grants.
- At the close of the fiscal year, the City's governmental funds reported combined ending fund balances of \$11.4 million, an increase of \$297 thousand in comparison with the prior year.
- At the close of the fiscal year, fund balance for the General Fund was \$11,774,288. Of this amount, \$4,623 relates to inventory and prepaids as well as long term advances and is therefore nonspendable. The remaining fund balance includes: restricted (\$612,387), committed (\$6,427,779), assigned (\$1,206,400) and unassigned (\$3,523,099) balances. Within the committed fund balance category, the largest piece is \$6,299,166 committed for the construction of a Multigenerational Center and Cultural Arts Preservation and Enrichment (CAPE) Center. Unassigned funds are available to fund ongoing activities of the City's various General Fund services and programs.
- The City's total long-term liabilities increased \$281,636. This was due primarily to receipt of additional State Revolving Fund money, offset by annual debt service payments on the Capital Improvement Revenue Notes.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the City's financial statements. The City's basic financial statements comprise 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* 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 liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net

Management's Discussion and Analysis

position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *Statement of Activities* presents information showing how the City's net position changed during the most recent 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 the government-wide 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, infrastructure maintenance, sanitation, economic development, culture and recreation. The business-type activities of the City include Wastewater and Stormwater operations. The government-wide financial statements can be found on pages 48-49 of this report.

Fund financial statements. A *fund* is a grouping of related accounts 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 two categories: governmental funds and proprietary funds.

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 City's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City maintains eight individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Cape Canaveral Community Redevelopment Agency Fund, Capital Construction Fund, all of which are considered major funds. Financial data from the other five governmental funds are combined into a single, aggregated

Management's Discussion and Analysis

presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* presented in the supplementary information section of this report.

The City adopts an annual appropriated budget for its *governmental funds*. Budgetary comparison statements for the major and non-major funds have been provided to demonstrate compliance with the budget in this report.

The basic governmental fund financial statements can be found on pages 50-55 of this report.

Proprietary funds. The City maintains two proprietary ("Enterprise") funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for its Wastewater and Stormwater operations.

The statements for the 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 Wastewater and Stormwater operations, which are considered major funds of the City. The basic proprietary fund financial statements can be found on pages 56-58 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the notes to the financial statements. Combining and individual fund statements can be found on pages 84-88 of this report.

Government-wide Financial Analysis

As stated earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Cape Canaveral, assets exceeded liabilities by \$50.4 million at the close of the 2019 fiscal year.

By far the largest portion of the City's net position, \$42.5 million (84.3%) reflects its investment in capital assets (e.g., land, buildings, machinery and equipment); less any related debt used to acquire those assets that is still outstanding. 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.

City of Cape Canaveral, Florida

Management's Discussion and Analysis

**City of Cape Canaveral, Florida
Statement of Net Position**

	Governmental Activities		Business-type Activities		Total	
	2019	2018	2019	2018	2019	2018
Current and other assets	\$ 11,990,038	\$ 11,566,798	\$ 3,471,819	\$ 3,677,574	\$ 15,461,857	\$ 15,244,372
Capital Assets (Net)	<u>26,064,992</u>	<u>25,868,763</u>	<u>26,492,634</u>	<u>25,546,849</u>	<u>52,557,626</u>	<u>51,415,612</u>
Total Assets	<u>38,055,030</u>	<u>37,435,561</u>	<u>29,964,453</u>	<u>29,224,423</u>	<u>68,019,483</u>	<u>66,659,984</u>
Current and other liabilities	1,999,674	1,848,272	602,441	1,370,745	2,602,115	3,219,017
Long-term Liabilities	<u>6,861,496</u>	<u>8,001,624</u>	<u>8,147,756</u>	<u>6,641,998</u>	<u>15,009,252</u>	<u>14,643,622</u>
Total Liabilities	<u>8,861,170</u>	<u>9,849,896</u>	<u>8,750,197</u>	<u>8,012,743</u>	<u>17,611,367</u>	<u>17,862,639</u>
Net Position:						
Net Investment in						
Capital Assets	24,420,158	23,031,722	18,079,535	18,534,388	42,499,693	41,566,110
Restricted	1,093,129	1,240,280	331,621	311,774	1,424,750	1,552,054
Unrestricted	<u>3,680,573</u>	<u>3,313,663</u>	<u>2,803,100</u>	<u>2,365,518</u>	<u>6,483,673</u>	<u>5,679,181</u>
Total Net Position	<u>\$ 29,193,860</u>	<u>\$ 27,585,665</u>	<u>\$ 21,214,256</u>	<u>\$ 21,211,680</u>	<u>\$ 50,408,116</u>	<u>\$ 48,797,345</u>

A portion of the City's net position, \$1,424,750 or 2.8% of total net position, represents resources that are subject to external restriction on how they may be used. The balance of unrestricted net position totaling \$6,483,673 may be used to meet the City's ongoing obligations to citizens and creditors and to provide funding for various projects.

At September 30, 2019, the City is able to report positive balances in all three categories of net assets, both for the City as a whole and for its separate governmental and business-type activities. The same situation held true for the prior fiscal year.

The City experienced an overall increase in net position for Governmental activities of \$1,608,195. The increase for business-type activities was \$2,576.

City of Cape Canaveral, Florida

Management's Discussion and Analysis

City of Cape Canaveral, Florida

Changes in Net Position

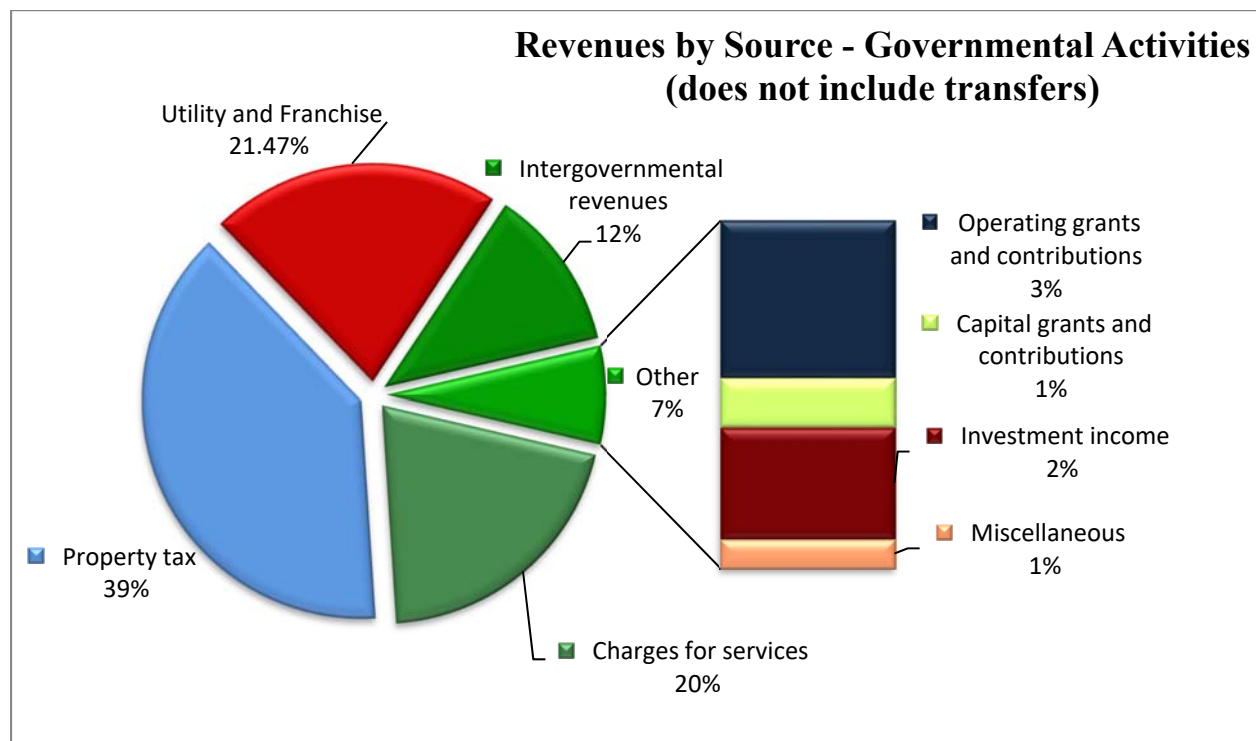
	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
REVENUES						
Program Revenues:						
Charges for Services	\$ 2,372,847	\$ 1,846,007	\$ 4,979,078	\$ 4,761,450	\$ 7,351,925	\$ 6,607,457
Operating Grants and Contribut	383,440	320,181	-	-	383,440	320,181
Capital Grants and Contribution:	120,275	55,123	-	-	120,275	55,123
General Revenues:						
Property Taxes	4,533,714	4,434,439	-	-	4,533,714	4,434,439
Utility and Franchise Taxes	2,505,196	2,498,499	-	-	2,505,196	2,498,499
Intergovernmental	1,408,921	1,682,505	-	-	1,408,921	1,682,505
Investment Income	271,544	164,414	17,255	17,079	288,799	181,493
Miscellaneous/Contributions	72,591	55,294	24,082	34,700	96,673	89,994
Total Revenues	<u>11,668,528</u>	<u>11,056,462</u>	<u>5,020,415</u>	<u>4,813,229</u>	<u>16,688,943</u>	<u>15,869,691</u>
EXPENSES						
General Government	1,283,420	1,685,262	-	-	1,283,420	1,685,262
Community Development	628,702	427,849	-	-	628,702	427,849
Public Safety	5,114,039	4,813,735	-	-	5,114,039	4,813,735
Intrastructure Maintenance	2,803,492	2,530,280	-	-	2,803,492	2,530,280
Culture/Recreation	758,247	671,362	-	-	758,247	671,362
Community Redevelopment	16,879	2,508	-	-	16,879	2,508
Interest on long-term debt	166,650	211,511	-	-	166,650	211,511
Wastewater	-	-	3,692,274	3,560,126	3,692,274	3,560,126
Stormwater	-	-	614,469	685,002	614,469	685,002
Total Expenses	<u>10,771,429</u>	<u>10,342,507</u>	<u>4,306,743</u>	<u>4,245,128</u>	<u>15,078,172</u>	<u>14,587,635</u>
Excess (Deficiency) Before Transfer	897,099	713,955	713,672	568,101	1,610,771	1,282,056
Transfers	711,096	700,925	(711,096)	(700,925)	-	-
Change in Net Position	1,608,195	1,414,880	2,576	(132,824)	1,610,771	1,282,056
Net Position - Beginning	27,585,665	26,170,785	21,211,680	21,344,504	48,797,345	47,515,289
Net Position - Ending	<u>\$ 29,193,860</u>	<u>\$ 27,585,665</u>	<u>\$ 21,214,256</u>	<u>\$ 21,211,680</u>	<u>\$ 50,408,116</u>	<u>\$ 48,797,345</u>

Management’s Discussion and Analysis

Statement of Activities

Governmental activities:

The Changes in Net Position Table on page 32 reflects a governmental revenue (excluding transfers) increase of \$612,066, an increase of 5.54% from the previous fiscal year. This increase reflects both program and general revenues. Governmental program revenues increased \$655,251, a 29.50% increase from 2018. This increase is primarily the result of an increase in Charges for Services of \$526,840 resulting from an increase in license and permit revenues and legal fees and violation of ordinances collected.

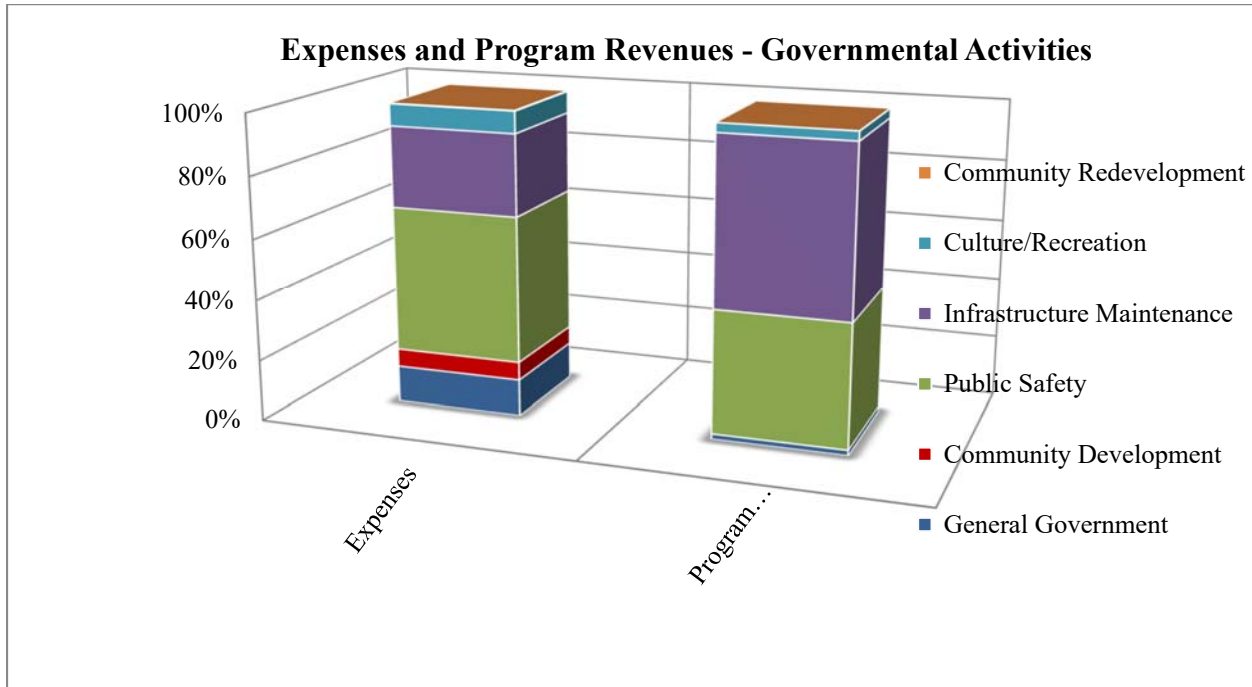


The remaining change relates to general revenues and changes in governmental expenses. Significant factors include the following:

- Property taxes increased \$99,275 from 2018. Note that assessed property values increased 7.7% by the end of 2019 as compared to 2018.
- Intergovernmental income decreased \$273,584 as compared to this revenue for 2018. This decrease was related to shared revenues with the CRA.
- Transfers in increased \$10,171 or 1.45%.
- Expenses for governmental activities increased \$428,922 over the prior year, showing a 4.15% increase over 2018 amounts. The most significant increases were related to increases in Public Safety of \$300,304, an increase in Infrastructure Maintenance of

Management’s Discussion and Analysis

\$273,212 and a \$200,853 increase in Community Development. These increases were offset by a decrease in General Government of \$401,842.

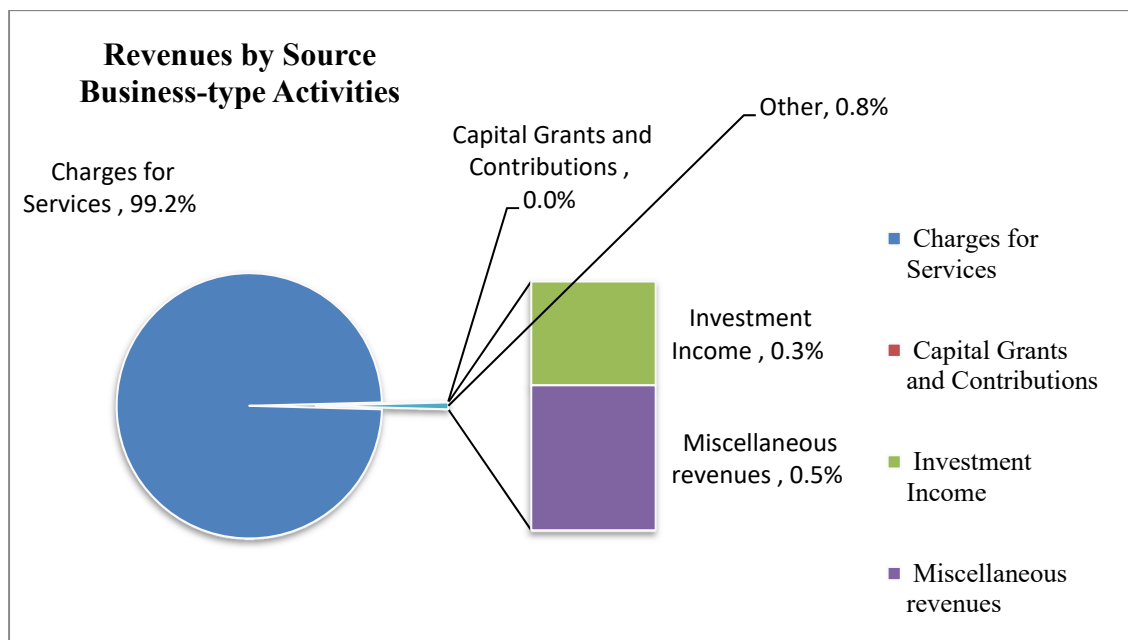
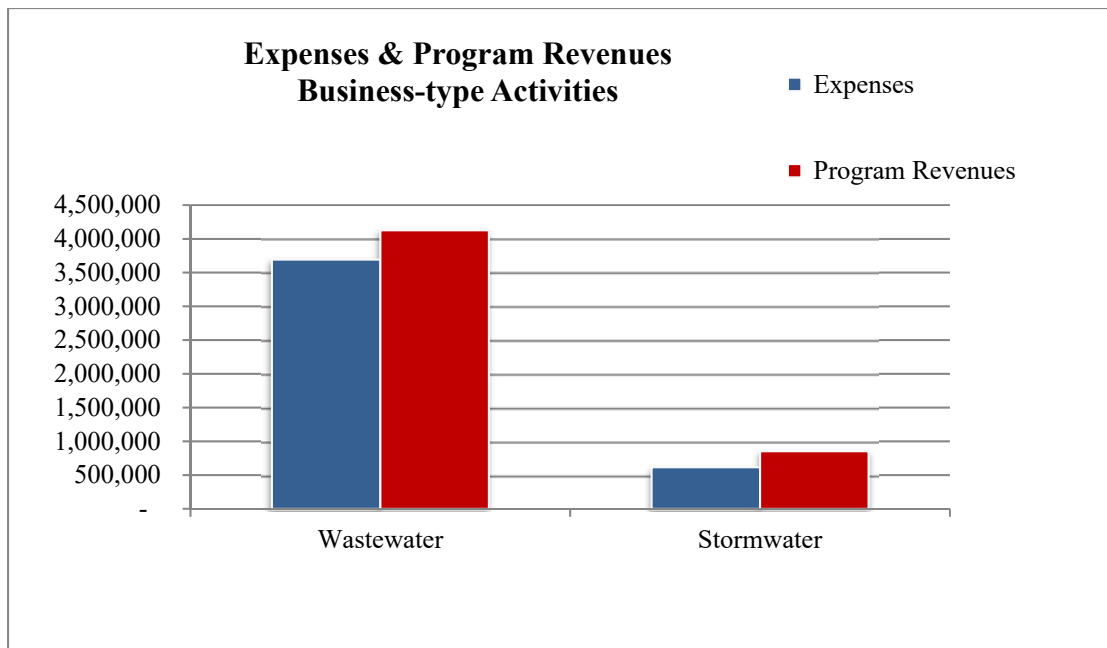


Business-type activities

Business-type activities experienced an increase in net position of \$2,576, or .012%.

- The major source of revenue for business-type activities is charges for services, which increased \$217,628 (4.6%). The City’s Stormwater rates increased in January 2019. Wastewater and reclaimed water rates increased in October 2018.
- Investment income and Miscellaneous Revenue remained fairly consistent with prior year amounts with investment income increasing a mere \$176 and Miscellaneous Revenues reflecting a decrease over 2018 amounts of \$10,618.
- Business-type activities expenses increased only \$61,615 or 1.45% over the prior year.
- Expenses for Wastewater increased \$132,148 over the prior year. This increase is the result of a decrease in materials and supplies costs of \$198,935 offset by increases in contractual services (\$108,859), interest expense (\$90,265) and depreciation (\$180,354).
- Stormwater operations experienced a decrease in expenses of \$70,533 during 2019 as compared to 2018.

Management’s Discussion and Analysis



Financial Analysis of the Government’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 reporting of *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such

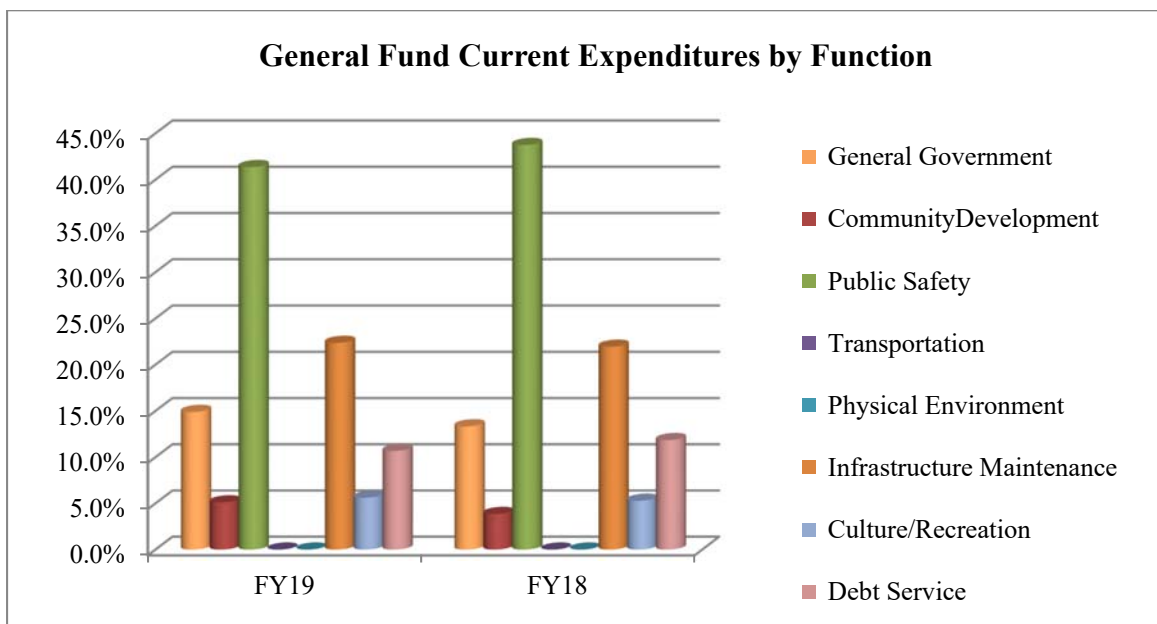
City of Cape Canaveral, Florida

Management's Discussion and Analysis

information is useful in assessing the City's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of the City's net resources available for spending at the end of the fiscal year.

The City is strategically using its resources more effectively through the recent Economic Development restructuring which increased focus and provided leverage for the success of the City's future. As of the end of the current fiscal year, the total fund balance of the City's governmental funds was \$11,395,194, an increase of \$296,548 or 2.67% from the prior fiscal year.

The General Fund, the City's main governmental fund, experienced an overall increase in fund balance of \$290,060 or 2.5%. The most significant reason for this increase can be contributed to a reduction in transfers out related to capital projects.



The General Fund is the City's chief operating fund. At the end of the current fiscal year, total fund balance was \$11,774,288. Of this amount, \$4,623 relates to inventory and prepaids as well as long term advances and is therefore nonspendable. The remaining fund balance includes restricted (\$612,387), committed (\$6,427,779), assigned (\$1,206,400) and unassigned (\$3,523,099). Within the committed fund balance category, the largest piece is \$6,299,166 for the construction of a Multigenerational Center and Cultural Arts Preservation and Enrichment (CAPE) Center. The unassigned fund balance represents 29.13% of the total general fund expenditures. The total fund balance represents 97.35% of the total general fund expenditures. Unassigned funds are available to fund on-going activities of the City's various services and programs.

The City maintains two additional major governmental funds. The Cape Canaveral CRA Fund reflects fund balance of \$44,132 at September 30, 2019. This is a slight decrease from the \$54,524

City of Cape Canaveral, Florida

Management's Discussion and Analysis

balance at September 30, 2018 and is the result of normal operations. The Capital Construction Fund has negative fund balance of \$853,452 at September 30, 2019 as compared to a negative fund balance of \$851,629 in the prior year. This fund is used for the acquisition of land and construction of major capital facilities for governmental funds. In fiscal 2018, significant purchases directly related to the construction of the New City Hall, with no transfer of offsetting revenues from the general fund, were the primary reason that fund balance in the Capital Construction Fund became negative.

Nonmajor Special Revenue funds maintained fund balances at the end of the fiscal year of:

- Police Education Fund \$23,069
- Fire Protection Fund \$7,702
- School Crossing Guard (\$1,447)
- Library Fund \$405,839
- Special Law Enforcement Trust (\$4,937)

All positive fund balances of the Non-major governmental funds are restricted by an outside party as to use. At September 30, 2019, the School Crossing Guard Fund's and Special Law Enforcement Trust Fund's fund balances are reflected as unassigned due to the negative fund balance.

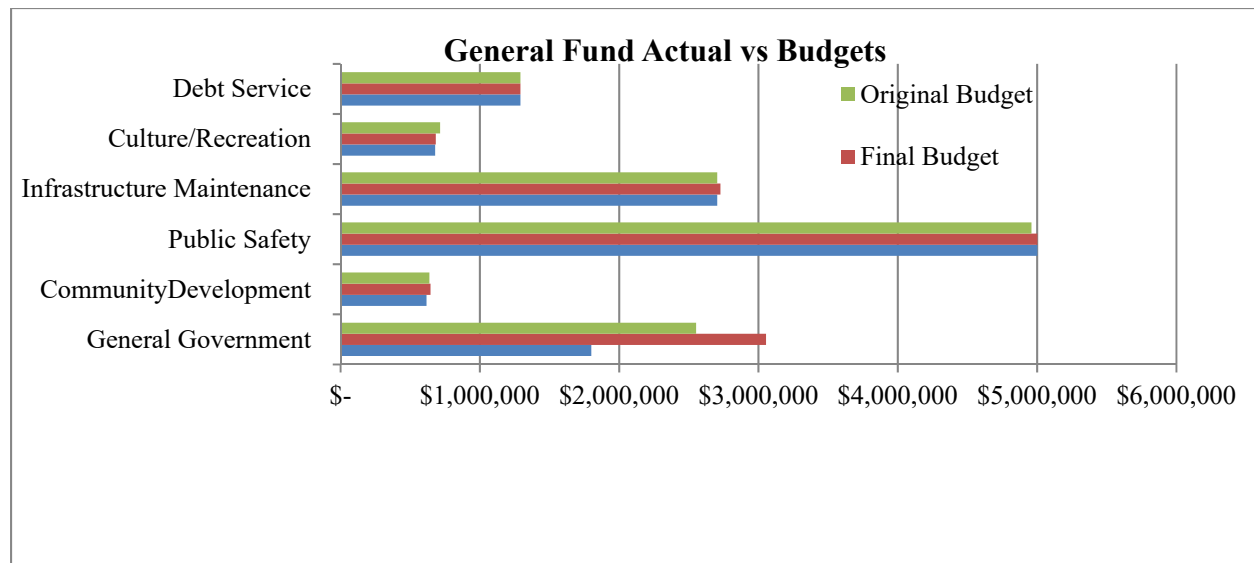
Proprietary funds. The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position of the Wastewater Utility Fund at the end of the year amounted to \$1,638,679, and the Stormwater Utility amounted to \$1,164,421. The total decrease in net position for the Wastewater Utility Fund was \$218,577, and the increase for the Stormwater Utility was \$221,153. Other factors concerning the finances of these two funds have already been addressed in the discussion of the City's business-type activities.

General Fund Budgetary Highlights

At the end of FY19, as a result of amendments made during the year, the final amended budget increased \$543,656 from the adopted budget. The most significant change was related to an increase in general government of \$501,808, and an increase of \$41,567 for public safety. These changes were the result of hardware/software upgrades and fire-fighting equipment.

Management’s Discussion and Analysis



During the year, actual revenues on a budgetary basis were \$11,070,920. Actual revenues exceed the final budgetary estimate of \$10,602,628 in several categories. The most significant were utility and franchise taxes (\$114,703 over budget) and Intergovernmental revenue, which exceeded final budget by \$430,776. This was due to a slight increase in franchise fee receipts for 2019 and approved Federal Disaster Relief for Hurricane Irma. The final budget for general government expenditures was \$1,253,492 more than actual. The final budget reflects an increase for anticipated projects which were not begun during the current year. Likewise, the final budget for Community Development was \$28,998 more than actual expenditures. All other final budgeted expenditures were substantially equal to budgeted amounts.

Capital Asset and Debt Administration

Capital assets. The City’s investment in capital assets for its governmental and business-type activities as of September 30, 2019, amounts to \$52,557,626 net of accumulated depreciation. This investment in capital assets includes land, buildings and system improvements, machinery and equipment, park facilities, roads and construction work in progress. The City’s investment in capital assets increased \$1,142,014. An increase of \$196,229 (.8%) in governmental activities and an increase of \$945,785 (3.7%) for business-type activities make up the total. Significant capital asset events during the current fiscal year included the following:

- PWS Staff continue to improve streetscape projects including Ridgewood Avenue and North Atlantic Avenue. Upgrades to the Ridgewood Avenue area included the installation of additional vehicular/pedestrian signage and parking improvements (new striping, car stops, etc.) on all beach end streets. Upgrades to North Atlantic Avenue included (1) installation of additional vehicular/pedestrian signage, (2) installation of pervious pavement (Flexi-pave) in erosion-prone areas and (3) construction of a “pocket

Management's Discussion and Analysis

- park" across from Southgate Mobile Home Park. Future improvements for North Atlantic Avenue include placement of benches, wayfinding signage, etc. along the route.
- Florida Department of Transportation (FDOT) completed a mast arm installation project along State Road (SR) A1A. Traffic mast arms were installed at the intersections with Holman Road, Center Street and North Atlantic Avenue. The project also included improvements to sidewalks, crosswalks and pedestrian signals. The project was funded entirely by FDOT.
 - Sidewalk, pedestrian and roadway improvements were also performed throughout the City including the paving of International Drive and Lindsey Court. Monies for these improvement projects were from the City's Pavement Fund.
 - The Lift Station No. 2 gravity sewer replacement project was completed and included the replacement of all manholes and 3,500 feet of sanitary sewer line from Holman Road to Center Street. The manholes and sewer line, which are mostly located within 100 feet of the Banana River, were leaking due to corrosion and were allowing the infiltration of groundwater. This was one of the many City projects that eliminated sewer leakage to groundwater and reduced inflow to the Water Reclamation Facility (WRF).
 - Numerous improvements were performed on the gravity sewer line located adjacent to the northern portion of the Central Ditch. Several manholes, manhole lids and sewer pipe were placed in selected northern areas of the line to eliminate the leakage of sewage directly into the Central Ditch.
 - The City also prepared (1) a Wastewater Facilities Plan to obtain an additional SRF loan (\$6 million) and (2) a Process Evaluation Report of the WRF to comply with a Consent Order with FDEP. The Consent Order was required by FDEP to address exceedances of total nitrogen and total phosphorous in treated wastewater that occurred from June 2017 through February 2018. The report proposes improvements to the WRF and sanitary sewer system to be completed in 2020.
 - Improvements to the Canaveral City Park Exfiltration System were completed to allow for the discharge of excess reclaimed water to the system instead of the Banana River. This provides the City with hundreds of stormwater credits in the Total Maximum Daily Load (TMDL) Program administered by FDEP. Major construction of the exfiltration chambers beneath the Park was previously completed in 2018.
 - Vegetation was replaced in the beemats in the two stormwater ponds at the WRF and the stormwater pond at Manatee Sanctuary Park. The beemats consist of native vegetation placed into mats that are allowed to float on the surface water in the ponds. The beemats uptake nitrogen and phosphorous in stormwater thus reducing nutrient concentrations discharged to the Banana River.
 - The City maintained an active stormwater system maintenance program in 2019. Activities included the replacement of older style stormwater inlets (16) with new Type "C" inlets. These newer inlets require less maintenance, are not damaged as easily by vehicular traffic, prohibit larger debris from entering the stormwater system and provide improved stormwater flow. Street sweeping of all curbed streets also continues on a monthly basis.

City of Cape Canaveral, Florida

Management's Discussion and Analysis

Additional information on the City of Cape Canaveral's long-term debt can be found on pages 73-74 of this report.

City of Cape Canaveral's Capital Assets (net of depreciation)

	Governmental Activities		Business-type Activities		Total	
	2019	2018	2019	2018	2019	2018
Land	\$ 7,248,237	\$ 7,248,237	\$ 351,084	\$ 351,084	\$ 7,599,321	\$ 7,599,321
Buildings and Improvement	4,667,365	4,729,937	5,239,253	5,284,543	9,906,618	10,014,480
Machinery and Equipment	3,776,827	3,682,218	7,992,459	7,492,934	11,769,286	11,175,152
Infrastructure	11,745,858	11,326,650	33,093,566	27,207,253	44,839,424	38,533,903
Construction in Progress	5,740,063	5,430,702	455,738	4,395,208	6,195,801	9,825,910
	33,178,350	32,417,744	47,132,100	44,731,022	80,310,450	77,148,766
Less: Accumulated Deprecia	(7,113,358)	(6,548,981)	(20,639,466)	(19,184,173)	(27,752,824)	(25,733,154)
Capital Assets, net	\$ 26,064,992	\$ 25,868,763	\$ 26,492,634	\$ 25,546,849	\$ 52,557,626	\$ 51,415,612

Long-term debt. At the end of the current fiscal year, the City had a total long-term debt outstanding of \$16,357,099.

The business-type activities long-term debt is from a State Revolving Loan related to Wastewater System improvements. Note that compensated absences and the liability for other post-employment benefits are also long-term liabilities of the City.

The governmental activities long-term debt includes a \$5.5 Capital Improvement Revenue Note issued to finance a City Hall project in progress, and both completed Fire Station and Main Wastewater Treatment Plant Building Refurbishment. It also includes a \$6.2 million Capital Improvement Revenue Note for the construction of a Multigenerational Center and various other capital projects throughout the City.

Additional information on the City of Cape Canaveral's long-term debt can be found on pages 75-77 of this report.

City of Cape Canaveral's Outstanding Debt General Obligation

	Governmental Activities		Business-type Activities		Total	
	2019	2018	2019	2018	2019	2018
Revenue Note	\$ 7,944,000	\$ 9,063,000	\$ -	\$ -	\$ 7,944,000	\$ 9,063,000
State revolving loan	-	-	8,413,099	7,012,463	8,413,099	7,012,463
	\$ 7,944,000	\$ 9,063,000	\$ 8,413,099	\$ 7,012,463	\$ 16,357,099	\$ 16,075,463

Management's Discussion and Analysis

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate averaged 3.4% during the year and is currently at 3%.
- The real estate market continues to trend upward. Property values for Calendar Year 2019 showed an increase of 2.5%. The median home sales price rose to \$197,996 up from \$193,167 at the end of 2018.
- Due to accelerated hiring, Cape Canaveral, as well as Brevard County, will continue to show improvement due to increased industry growth at the Kennedy Space Center and Canaveral Air Force Station; increased Aerospace and High Technological Manufacturing Companies such as Blue Origin, Space X, Embraer S.A. and Northrup Grumman's expansion at the Melbourne International Airport; and numerous service-oriented companies countywide.
- In an effort to take advantage of the opportunities provided by the City's proximity to Port Canaveral, Cape Canaveral Air Force Station, Kennedy Space Center, two International Airports, and Orlando, the City continues to pursue economic development/redevelopment through its Community Redevelopment Agency (CRA).
- The City has and will continue to increase its revenue stream. An increase to the wastewater and reclaimed water rates in October 2018 and an increase to stormwater rates in January 2019 enhanced revenue. The City's Ad valorem taxes for fiscal year 2020 decreased by .1032 mills compared to 2019 and still remained the fourth lowest in the County.

All of these factors were considered in preparing the City's budget for the 2020 fiscal year.

Requests for Information

This financial report is designed to provide a general overview of the City of Cape Canaveral's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Administrative/Financial Services Director, 100 Polk Avenue, Cape Canaveral, FL 32920.

Basic Financial Statements

CITY OF CAPE CANAVERAL, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2019

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Assets			
Equity in pooled cash and investments	\$ 10,214,723	\$ 1,769,106	\$ 11,983,829
Receivables, net	387,711	1,070,411	1,458,122
Due from other governments	543,487	27,562	571,049
Interfund balances	(249,111)	249,111	-
Inventories and prepaid items	4,623	6,574	11,197
Restricted assets:			
Equity in pooled cash and investments	1,088,605	349,055	1,437,660
Capital assets:			
Total capital assets, not being depreciated	12,988,300	806,822	13,795,122
Total capital assets, being depreciated, net	13,076,692	25,685,812	38,762,504
Total Assets	\$ 38,055,030	\$ 29,964,453	\$ 68,019,483
Liabilities			
Accounts payable and accrued liabilities	\$ 485,678	\$ 232,160	\$ 717,838
Unearned revenue and deposits	94,402	-	94,402
Payable from restricted assets:			
Accrued interest payable	24,844	17,434	42,278
Zoning escrow	14,764	-	14,764
Noncurrent liabilities:			
Due within one year:			
Long-term debt	1,142,000	282,844	1,424,844
Compensated absences payable	237,986	70,003	307,989
Due in more than one year:			
Long-term debt	6,802,000	8,130,255	14,932,255
Compensated absences payable	59,496	17,501	76,997
Total Liabilities	\$ 8,861,170	\$ 8,750,197	\$ 17,611,367
Net Position			
Net investment in capital assets	\$ 24,420,158	\$ 18,079,535	\$ 42,499,693
Restricted for:			
Community redevelopment	44,132	-	44,132
Debt service	612,387	222,811	835,198
Public safety	30,771	-	30,771
Culture/recreation	405,839	-	405,839
Capital expansion	-	108,810	108,810
Unrestricted	3,680,573	2,803,100	6,483,673
Total Net Position	\$ 29,193,860	\$ 21,214,256	\$ 50,408,116

The accompanying notes to financial statements
are an integral part of this statement.

CITY OF CAPE CANAVERAL, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Operating		Capital	Primary Government		
		Charges for Services	Grants and Contributions	Grants and Contributions	Governmental Activities	Business-type Activities	Total
Functions/Programs							
Governmental activities							
General government	\$ 1,283,420	\$ 4,035	\$ -	\$ 47,080	\$ (1,232,305)	\$ -	\$ (1,232,305)
Community development	628,702	-	-	-	(628,702)	-	(628,702)
Public safety	5,114,039	1,160,043	-	-	(3,953,996)	-	(3,953,996)
Infrastructure maintenance	2,803,492	1,123,123	383,440	73,195	(1,223,734)	-	(1,223,734)
Culture/recreation	758,247	85,646	-	-	(672,601)	-	(672,601)
Community redevelopment	16,879	-	-	-	(16,879)	-	(16,879)
Interest on long-term debt	166,650	-	-	-	(166,650)	-	(166,650)
Total governmental activities	10,771,429	2,372,847	383,440	120,275	(7,894,867)	-	(7,894,867)
Business-type activities							
Wastewater	3,692,274	4,126,467	-	-	-	434,193	434,193
Stormwater	614,469	852,611	-	-	-	238,142	238,142
Total business-type activities	4,306,743	4,979,078	-	-	-	672,335	672,335
Total primary government	\$ 15,078,172	\$ 7,351,925	\$ 383,440	\$ 120,275	(7,894,867)	672,335	(7,222,532)
General revenues							
Property taxes					4,533,714	-	4,533,714
Utility and franchise taxes					2,505,196	-	2,505,196
Intergovernmental revenues, unrestricted					1,408,921	-	1,408,921
Investment income					271,544	17,255	288,799
Miscellaneous revenues					72,591	24,082	96,673
Transfers					711,096	(711,096)	-
Total general revenues and transfers					9,503,062	(669,759)	8,833,303
Change in net position					1,608,195	2,576	1,610,771
Net position, beginning of year					27,585,665	21,211,680	48,797,345
Net position, end of year					\$ 29,193,860	\$ 21,214,256	\$ 50,408,116

The accompanying notes to financial statements
are an integral part of this statement.

CITY OF CAPE CANAVERAL, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2019

	<u>General Fund</u>	<u>Cape Canaveral CRA Fund</u>	<u>Capital Construction Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets					
Equity in pooled cash and investments	\$ 10,515,016	\$ 351,303	\$ -	\$ 437,009	\$ 11,303,328
Receivables	387,711	-	-	-	387,711
Due from other governments	543,479	-	-	8	543,487
Due from other funds	639,524	-	-	-	639,524
Inventories and prepaid items	4,623	-	-	-	4,623
Total assets	<u>\$ 12,090,353</u>	<u>\$ 351,303</u>	<u>\$ -</u>	<u>\$ 437,017</u>	<u>\$ 12,878,673</u>
Liabilities					
Accounts payable and accrued liabilities	\$ 206,899	\$ 33,860	\$ 238,128	\$ 6,791	\$ 485,678
Zoning escrow	14,764	-	-	-	14,764
Unearned revenue and deposits	94,402	-	-	-	94,402
Due to other funds	-	9,498	615,324	-	624,822
Advances from other funds	-	263,813	-	-	263,813
Total liabilities	<u>316,065</u>	<u>307,171</u>	<u>853,452</u>	<u>6,791</u>	<u>1,483,479</u>
Fund Balances					
Nonspendable:					
Inventories and prepaid items	4,623	-	-	-	4,623
Restricted for:					
Debt service	612,387	-	-	-	612,387
Community redevelopment	-	44,132	-	-	44,132
Public safety	-	-	-	30,771	30,771
Culture/recreation	-	-	-	405,839	405,839
Committed to:					
Capital equipment renewal and replacement	54,453	-	-	-	54,453
New facilities	6,299,166	-	-	-	6,299,166
Recreation expansion	42,206	-	-	-	42,206
Police expansion	31,954	-	-	-	31,954
Assigned to:					
Subsequent year's budget	1,206,400	-	-	-	1,206,400
Unassigned	3,523,099	-	(853,452)	(6,384)	2,663,263
Total fund balances	<u>11,774,288</u>	<u>44,132</u>	<u>(853,452)</u>	<u>430,226</u>	<u>11,395,194</u>
Total liabilities and fund balances	<u>\$ 12,090,353</u>	<u>\$ 351,303</u>	<u>\$ -</u>	<u>\$ 437,017</u>	<u>\$ 12,878,673</u>

The accompanying notes to financial statements
are an integral part of this statement.

**CITY OF CAPE CANAVERAL, FLORIDA
RECONCILIATION OF THE BALANCE SHEET OF THE
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2019**

Fund Balances - Total Governmental Funds \$ 11,395,194

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.

Governmental capital assets	33,178,350	
Accumulated depreciation	<u>(7,113,358)</u>	
		26,064,992

Long-term liabilities are not due and payable in the current period, and therefore, are not reported in the funds. All liabilities, both current and non-current, are reported in the statement of net position. Long term liabilities at year end consist of:

Long-term debt	(7,944,000)	
Compensated absences payable	(297,482)	
Accrued interest payable	<u>(24,844)</u>	
		(8,266,326)

Net Position of Governmental Activities \$ 29,193,860

The accompanying notes to financial statements
are an integral part of this statement.

CITY OF CAPE CANAVERAL, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	<u>General Fund</u>	<u>Cape Canaveral CRA Fund</u>	<u>Capital Construction Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues					
Taxes:					
Property	\$ 4,464,086	\$ -	\$ -	\$ 69,628	\$ 4,533,714
Local option motor fuel	383,440	-	-	-	383,440
Utility and franchise	2,432,396	-	-	-	2,432,396
Intergovernmental	1,124,792	937,598	-	-	2,062,390
Licenses and permits	594,184	-	-	-	594,184
Charges for services	1,286,197	-	-	-	1,286,197
Fines and forfeitures	216,397	-	-	2,325	218,722
Impact fees	460	-	-	80	540
Investment earnings	261,848	510	-	9,186	271,544
Miscellaneous	307,120	-	-	-	307,120
Total revenues	<u>11,070,920</u>	<u>938,108</u>	<u>-</u>	<u>81,219</u>	<u>12,090,247</u>
Expenditures					
Current:					
General Government	1,579,128	-	-	-	1,579,128
Community Development	612,709	-	-	-	612,709
Public Safety	4,924,224	-	-	8,215	4,932,439
Infrastructure Maintenance	2,326,371	-	-	-	2,326,371
Culture and Recreation	573,420	-	-	23,822	597,242
Community Redevelopment	-	16,879	-	-	16,879
Capital Outlay	787,623	326,487	1,823	32,666	1,148,599
Debt Service:					
Principal	1,119,000	-	-	-	1,119,000
Interest	172,428	-	-	-	172,428
Total expenditures	<u>12,094,903</u>	<u>343,366</u>	<u>1,823</u>	<u>64,703</u>	<u>12,504,795</u>
Excess (deficiency) of revenues over expenditures	<u>(1,023,983)</u>	<u>594,742</u>	<u>(1,823)</u>	<u>16,516</u>	<u>(414,548)</u>
Other financing sources					
Transfers in	1,399,115	83,500	-	1,572	1,484,187
Transfers out	(85,072)	(685,634)	-	(2,385)	(773,091)
Total other financing sources (uses)	<u>1,314,043</u>	<u>(602,134)</u>	<u>-</u>	<u>(813)</u>	<u>711,096</u>
Net change in fund balances	<u>290,060</u>	<u>(7,392)</u>	<u>(1,823)</u>	<u>15,703</u>	<u>296,548</u>
Fund balances, beginning of year	11,484,228	51,524	(851,629)	414,523	11,098,646
Fund balances, end of year	<u>\$ 11,774,288</u>	<u>\$ 44,132</u>	<u>\$ (853,452)</u>	<u>\$ 430,226</u>	<u>\$ 11,395,194</u>

The accompanying notes to financial statements
are an integral part of this statement.

CITY OF CAPE CANAVERAL, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2019

Net Change in Fund Balances - Total Governmental Funds \$ 296,548

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

Governmental funds report capital outlays as expenditures.

However, in the statement of activities, the cost of these assets is depreciated over their estimated useful lives

Expenditures for capital assets	1,148,599	
Contributed capital assets	47,080	
Loss on disposal of capital assets	(72,839)	
Less: Current year depreciation	(926,611)	
		196,229

Note and loan proceeds are reported as financing sources in the governmental funds. However, the issuance of debt is reported as

of note and loan principal is an expenditure in the governmental funds, but the repayment of debt reduces the long-term liabilities in the statement of net position and consist of the following:

Principal repayment of general long-term debt	1,119,000
---	-----------

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Compensated absences payable	(9,360)	
Accrued interest on long-term debt	5,778	
		(3,582)

Change in Net Position of Governmental Activities \$ 1,608,195

The accompanying notes to financial statements
are an integral part of this statement.

CITY OF CAPE CANAVERAL, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>Positive (Negative)</u>
Revenues				
Taxes:				
Property	\$ 4,391,937	\$ 4,464,087	\$ 4,464,086	\$ (1)
Local option motor fuel	359,493	385,579	383,440	(2,139)
Utility and franchise	2,593,093	2,317,693	2,432,396	114,703
Intergovernmental	829,390	694,016	1,124,792	430,776
Licenses and permits	391,550	665,508	594,184	(71,324)
Charges for services	1,307,929	1,283,899	1,286,197	2,298
Fines and forfeitures	19,900	216,397	216,397	-
Impact fees	10,200	460	460	-
Investment earnings	63,960	261,849	261,848	(1)
Miscellaneous	95,910	313,140	307,120	(6,020)
Total revenues	<u>10,063,362</u>	<u>10,602,628</u>	<u>11,070,920</u>	<u>468,292</u>
Expenditures				
Current:				
General Government:				
Legislative	32,505	24,602	24,602	-
Administrative	509,648	711,608	600,327	111,281
Legal	265,600	228,448	228,448	-
Non-departmental	1,744,767	2,089,670	947,459	1,142,211
Total General Government	<u>2,552,520</u>	<u>3,054,328</u>	<u>1,800,836</u>	<u>1,253,492</u>
Community Development:				
Planning and Zoning	273,732	382,945	353,947	28,998
Community Engagement Services	214,320	127,743	127,743	-
Economic Development	150,002	135,609	135,609	-
Total Community Development	<u>638,054</u>	<u>646,297</u>	<u>617,299</u>	<u>28,998</u>
Public Safety:				
Fire	2,077,985	2,123,155	2,123,155	-
Police	2,882,653	2,879,050	2,879,050	-
Total Public Safety	<u>4,960,638</u>	<u>5,002,205</u>	<u>5,002,205</u>	<u>-</u>
Infrastructure Maintenance:				
Building	461,458	500,658	477,091	23,567
Refuse	1,137,610	1,113,782	1,113,782	-
Transportation	1,104,717	1,112,862	1,112,862	-
Total Infrastructure Maintenance	<u>2,703,785</u>	<u>2,727,302</u>	<u>2,703,735</u>	<u>23,567</u>
Culture and Recreation:				
Parks and Recreation	715,033	683,554	679,400	4,154
Total Culture and Recreation	<u>715,033</u>	<u>683,554</u>	<u>679,400</u>	<u>4,154</u>
Debt service:				
Principal	1,119,000	1,119,000	1,119,000	-
Interest	172,428	172,428	172,428	-
Total expenditures	<u>12,861,458</u>	<u>13,405,114</u>	<u>12,094,903</u>	<u>1,310,211</u>
Excess (deficiency) of revenues over expenditures	<u>(2,798,096)</u>	<u>(2,802,486)</u>	<u>(1,023,983)</u>	<u>1,778,503</u>
Other financing sources				
Proceeds from sale of assets	4,800	4,800	-	(4,800)
Transfers in	1,399,027	1,399,335	1,399,115	(220)
Transfers out	(4,600,000)	(81,581)	(85,072)	(3,491)
Issuance of long term debt	4,600,000	58,500	-	(58,500)
Total other financing sources	<u>1,403,827</u>	<u>1,381,054</u>	<u>1,314,043</u>	<u>(67,011)</u>
Net change in fund balances	<u>(1,394,269)</u>	<u>(1,421,432)</u>	<u>290,060</u>	<u>1,711,492</u>
Fund balances, beginning of year	<u>11,484,228</u>	<u>11,484,228</u>	<u>11,484,228</u>	<u>-</u>
Fund balances, end of year	<u>\$ 10,089,959</u>	<u>\$ 10,062,796</u>	<u>\$ 11,774,288</u>	<u>\$ 1,711,492</u>

The accompanying notes to financial statements
are an integral part of this statement.

CITY OF CAPE CANAVERAL, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
CAPE CANAVERAL COMMUNITY REDEVELOPMENT AGENCY FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes:				
Intergovernmental	\$ 937,598	\$ 937,598	\$ 937,598	\$ -
Investment earnings	-	510	510	-
Total revenues	<u>937,598</u>	<u>938,108</u>	<u>938,108</u>	<u>-</u>
Expenditures				
Current:				
Community Redevelopment	4,866,299	350,309	343,366	6,943
Total expenditures	<u>4,866,299</u>	<u>350,309</u>	<u>343,366</u>	<u>6,943</u>
Excess (deficiency) of revenues over expenditures	<u>(3,928,701)</u>	<u>587,799</u>	<u>594,742</u>	<u>6,943</u>
Other financing sources				
Transfers in	4,600,000	83,500	83,500	-
Transfers out	(737,958)	(737,958)	(685,634)	52,324
Total other financing sources	<u>3,862,042</u>	<u>(654,458)</u>	<u>(602,134)</u>	<u>52,324</u>
Net change in fund balances	<u>(66,659)</u>	<u>(66,659)</u>	<u>(7,392)</u>	<u>59,267</u>
Fund balances, beginning of year	51,524	51,524	51,524	-
Fund balances, end of year	<u>\$ (15,135)</u>	<u>\$ (15,135)</u>	<u>\$ 44,132</u>	<u>\$ 59,267</u>

The accompanying notes to financial statements
are an integral part of this statement.

CITY OF CAPE CANAVERAL, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2019

	Business-type Activities - Enterprise Funds		
	Wastewater	Stormwater	Total
	Fund	Fund	
Assets			
Current assets:			
Equity in pooled cash and investments	\$ 804,217	\$ 964,889	\$ 1,769,106
Receivables, net	903,622	166,789	1,070,411
Due from other governments	27,562	-	27,562
Due from other funds	-	93,943	93,943
Advance to other funds	263,813	-	263,813
Inventories and prepaid items	6,543	31	6,574
Restricted assets:			
Equity in pooled cash and investments	349,055	-	349,055
Total current assets	<u>2,354,812</u>	<u>1,225,652</u>	<u>3,580,464</u>
Capital assets:			
Total capital assets, not being depreciated	746,311	60,511	806,822
Total capital assets, being depreciated, net of accumulated depreciation	21,500,237	4,185,575	25,685,812
Capital assets, net	<u>22,246,548</u>	<u>4,246,086</u>	<u>26,492,634</u>
Total Assets	<u>\$ 24,601,360</u>	<u>\$ 5,471,738</u>	<u>\$ 30,073,098</u>
Liabilities			
Current liabilities:			
Accounts payable and accrued liabilities	\$ 204,169	\$ 27,991	\$ 232,160
Due to other funds	108,645	-	108,645
Current portion of compensated absences	43,411	26,592	70,003
Current portion of long-term debt	229,517	53,327	282,844
Liabilities payable from current restricted assets:			
Accrued interest payable	17,434	-	17,434
Total current liabilities	<u>603,176</u>	<u>107,910</u>	<u>711,086</u>
Noncurrent liabilities:			
Long-term portion of compensated absences	10,853	6,648	17,501
Long-term debt payable after one year	7,158,090	972,165	8,130,255
Total noncurrent liabilities	<u>7,168,943</u>	<u>978,813</u>	<u>8,147,756</u>
Total Liabilities	<u>\$ 7,772,119</u>	<u>\$ 1,086,723</u>	<u>\$ 8,858,842</u>
Net Position			
Net investment in capital assets	\$ 14,858,941	\$ 3,220,594	\$ 18,079,535
Restricted for:			
Debt service	222,811	-	222,811
Capital expansion	108,810	-	108,810
Unrestricted	1,638,679	1,164,421	2,803,100
Total Net Position	<u>\$ 16,829,241</u>	<u>\$ 4,385,015</u>	<u>\$ 21,214,256</u>

The accompanying notes to financial statements
are an integral part of this statement.

CITY OF CAPE CANAVERAL, FLORIDA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Business-type Activities - Enterprise Funds		
	Wastewater Fund	Stormwater Fund	Total
Operating revenues			
Charges for sales and services:			
Wastewater charges	\$ 4,126,467	\$ -	\$ 4,126,467
Stormwater charges	-	852,611	852,611
Miscellaneous	23,711	371	24,082
Total operating revenues	<u>4,150,178</u>	<u>852,982</u>	<u>5,003,160</u>
Operating expenses			
Operating and maintenance:			
Personal services	1,246,264	220,297	1,466,561
Contractual services	309,618	113,481	423,099
Repairs and maintenance	465,466	20,057	485,523
Materials and supplies	85,615	4,690	90,305
Depreciation	1,393,556	255,944	1,649,500
Total operating expenses	<u>3,500,519</u>	<u>614,469</u>	<u>4,114,988</u>
Operating income	<u>649,659</u>	<u>238,513</u>	<u>888,172</u>
Nonoperating revenues (expenses)			
Investment earnings	15,049	2,206	17,255
Loss on sale or disposal of assets	(596)	-	(596)
Interest expense	(191,159)	-	(191,159)
	<u>(176,706)</u>	<u>2,206</u>	<u>(174,500)</u>
Income before contributions and transfers	<u>472,953</u>	<u>240,719</u>	<u>713,672</u>
Transfers out	(691,530)	(19,566)	(711,096)
Change in net position	<u>(218,577)</u>	<u>221,153</u>	<u>2,576</u>
Total net position, beginning of year	17,047,818	4,163,862	21,211,680
Total net position, end of year	<u>\$ 16,829,241</u>	<u>\$ 4,385,015</u>	<u>\$ 21,214,256</u>

The accompanying notes to financial statements
are an integral part of this statement.

CITY OF CAPE CANAVERAL, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Business-type Activities - Enterprise Funds		
	Wastewater Fund	Stormwater Fund	Total
Cash flows from operating activities			
Cash received from customers	\$ 4,276,257	\$ 830,396	\$ 5,106,653
Cash paid to suppliers	(1,521,351)	(126,628)	(1,647,979)
Cash paid to employees	(1,265,998)	(214,974)	(1,480,972)
Net cash provided by operating activities	<u>1,488,908</u>	<u>488,794</u>	<u>1,977,702</u>
Cash flows from noncapital financing activities			
Interfund loans	(277,476)	344,502	67,026
Transfers out	(691,530)	(19,566)	(711,096)
Net cash provided by (used) in noncapital financing activities	<u>(969,006)</u>	<u>324,936</u>	<u>(644,070)</u>
Cash flows from capital and related financing activities			
Principal payments on capital debt	(233,305)	(90,961)	(324,266)
Proceeds from issuance of capital debt	1,724,904	-	1,724,904
Interest paid	(191,159)	-	(191,159)
Acquisition and construction of capital assets	(2,183,308)	(412,573)	(2,595,881)
Net cash provided by (used in) capital and related financing activities	<u>(882,868)</u>	<u>(503,534)</u>	<u>(1,386,402)</u>
Cash flows from investing activities			
Interest received	15,049	2,206	17,255
Net change in cash and cash equivalents	<u>(347,917)</u>	<u>312,402</u>	<u>(35,515)</u>
Cash and cash equivalents, beginning of year	1,501,189	652,487	2,153,676
Cash and cash equivalents, end of year	<u>\$ 1,153,272</u>	<u>\$ 964,889</u>	<u>\$ 2,118,161</u>
Reconciliation of operating income to net cash provided by operating activities			
Operating income	\$ 649,659	\$ 238,513	\$ 888,172
Adjustment to reconcile operating income to net cash provided by operating activities:			
Depreciation	1,393,556	255,944	1,649,500
Decrease (increase) in certain assets:			
Accounts receivable	(54,896)	(22,586)	(77,482)
Due from other governments	180,975	-	180,975
Prepaid expenses	(248)	(31)	(279)
Increase (decrease) in certain liabilities:			
Compensated absences payable	(19,734)	5,323	(14,411)
Accounts payable and accrued liabilities	(662,748)	11,631	(651,117)
Accrued interest payable	2,344	-	2,344
Net cash provided by operating activities	<u>\$ 1,488,908</u>	<u>\$ 488,794</u>	<u>\$ 1,977,702</u>
Cash and cash equivalents classified as:			
Unrestricted	\$ 804,217	\$ 964,889	\$ 1,769,106
Restricted	349,055	-	349,055
Total cash and cash equivalents	<u>\$ 1,153,272</u>	<u>\$ 964,889</u>	<u>\$ 2,118,161</u>

The accompanying notes to financial statements
are an integral part of this statement.

Notes to Financial Statements

THIS PAGE INTENTIONALLY LEFT BLANK

CITY OF CAPE CANAVERAL, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

(1) **Summary of Significant Accounting Policies:**

The City of Cape Canaveral, Florida, (the City) was created pursuant to Chapter 73-129, Laws of Florida, in 1963. The legislative branch of the City is composed of an elected Mayor and four Council Members. The City Council is governed by the City Charter and by state and local laws and regulations. The City Council is responsible for the establishment and adoption of policy. The execution of such policy is the responsibility of the Council-appointed City Manager.

The financial statements of the City of Cape Canaveral, Florida, have been prepared in conformance with accounting principles generally accepted in the United States of America as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted body for promulgating governmental accounting and financial reporting principles. The following is a summary of the more significant policies.

(a) **Reporting entity**—The accompanying financial statements present the financial position, results of operations and cash flows of the applicable fund types controlled by or dependent on the City. In evaluating the City as a reporting entity, management has addressed all potential component units for which the entity may or may not be financially accountable and, as such, be included within the City's financial statements.

(b) **Blended component unit**—A blended component unit, although legally separate, is, in substance, part of the City's operations. The following entities are blended with the primary government and reported as indicated and do not issue separate financial statements:

The Cape Canaveral Free Public Library fund is responsible for exterior maintenance and risk management of the City-owned library. The members of the advisory board are appointed by the City Council and are tasked to act on the City's behalf. Funding for these specific purposes are derived by voter-approved ad valorem taxes and the legal liability remains with the City Council. Library operations are funded through the Brevard County Free Public Library District (the District), a separate taxing authority, and is therefore not included under the reporting entity definition of the City's financial statements.

The Cape Canaveral Community Redevelopment Agency (the Cape Canaveral CRA) was created by Ordinance No. 23-2013 to account for the receipt and expenditure of property tax revenues from the tax increment financing district to support City redevelopment in the designated community redevelopment area. Although legally separate, the City Council declared itself to be the Cape Canaveral CRA. Since the City is financially accountable for the activities of the Cape Canaveral CRA, its governing board is the same, and its relationship to the City is significant, its financial activities are reported on a blended basis as if it were part of the primary government as a major special revenue fund.

CITY OF CAPE CANAVERAL, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

(1) **Summary of Significant Accounting Policies:** (Continued)

(c) **Government-wide and fund financial statements**—The government-wide financial statements, comprised of the statement of position and the statement of activities, report aggregated information for the overall government for all of the activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other non-exchange revenues are reported separately from *business-type activities*, which rely, to a significant extent, on fees charged to external parties for goods or services for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or activity is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or activity. *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 activity, and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or activity. Taxes and other non-exchange revenues not properly included among program revenues are reported as *general revenues*.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported in separate columns in the fund financial statements.

(d) **Measurement focus, basis of accounting, and financial statement presentation**—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.

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 except for grant revenues which are considered earned when expenditures are incurred. 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.

CITY OF CAPE CANAVERAL, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

(1) **Summary of Significant Accounting Policies:** (Continued)

Property taxes, franchise taxes, intergovernmental revenues, licenses and permits, charges for services, 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 the government receives cash.

The City reports the following major governmental funds:

General Fund—The General Fund is the principal fund of the City which accounts for all financial transactions not accounted for in other funds.

Cape Canaveral Community Redevelopment Agency Fund—The Cape Canaveral CRA Fund accounts for the receipt and expenditure of property tax revenues from the tax increment financing district to support City redevelopment in the Cape Canaveral community redevelopment area.

Capital Construction Fund—The Capital Construction Fund accounts for resources accumulated and payments made for the acquisition of land and construction of major capital facilities related to governmental funds.

The City reports the following major proprietary funds:

Wastewater Fund—The Wastewater Fund accounts for the activities of the City's wastewater system. The City operates the sewage treatment plant, sewage pumping stations, collection, and reclaimed water systems, which are financially similar to private business enterprises, where the costs, including depreciation, of providing services to the general public on an ongoing basis are financed through user charges.

Stormwater Fund—The Stormwater Fund is used to account for the activities of the City's stormwater management, conservation, protection, control, use and enhancement of stormwater, the costs of which are recovered by user charges.

Additionally, the City reports the following fund types:

Special Revenue Funds—These funds account for the proceeds of specific revenue sources (other than capital projects) which are legally restricted or committed to finance particular functions or activities of the City.

Capital Projects Funds—These funds account for resources accumulated and payments made for the acquisition of land and construction of major capital facilities related to governmental funds.

CITY OF CAPE CANAVERAL, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

(1) **Summary of Significant Accounting Policies:** (Continued)

Amounts reported in the funds as interfund receivables and payables have been eliminated in the governmental and business-type activities columns, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances due to and due from these different types of activities within the primary government. Interfund transactions for services provided and used are not eliminated in the process of consolidation.

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 activities. For the City, operating revenues come from fees for wastewater and stormwater services, which are the principal ongoing operations of the City's Wastewater and Stormwater Fund. Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition 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, then unrestricted resources as they are needed.

(e) **Budgets and budgetary accounting**—Annual budgets for all governmental and proprietary funds were adopted in compliance with Florida law. The basis on which the budgets are prepared is consistent with generally accepted accounting principles. Budgetary integration is established in the accounting records for management control purposes at the object of expenditure level; however the City Charter establishes the level at which expenditures may not legally exceed the total City-wide appropriations. The City follows these procedures in establishing the budgetary data reflected in the financial statements:

- (i) On or before June 30th, the City Manager submits a preliminary budget to the City Council for the ensuing fiscal year.
- (ii) Budget workshop sessions are scheduled by the City Manager as needed.
- (iii) Prior to October 1, the budgets are legally enacted through passage of an ordinance.
- (iv) The City Council reviews the monthly financial reports.
- (v) The City Manager has the authority to approve budget transfers between line items, expenditure classifications, and departments. The City Council must approve all inter-departmental budget amendments and/or transfers that increase the total appropriations. Budgetary control is exercised at the departmental level.
- (vi) Every appropriation lapses at the close of the fiscal year.

CITY OF CAPE CANAVERAL, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

(1) **Summary of Significant Accounting Policies:** (Continued)

(f) **Cash and cash equivalents**—Cash and cash equivalents include amounts in demand deposits as well as investments that are readily convertible to known amounts of cash. Investments with original maturities of three months or less are considered to be cash equivalents. In addition, investments in money market funds are sufficiently liquid to permit withdrawal of cash at any time without prior notice or penalty, thus equity in these funds is also deemed to be a cash equivalent.

(g) **Receivables**—Accounts receivable balances are stated at the amount management expects to collect from outstanding balances. The City contracts with the City of Cocoa, Florida, for utility billing services. Therefore, included in the accounts receivables balances, are amounts which have been billed on behalf of the City, but not yet collected; amounts which have been collected by the City of Cocoa, but not yet remitted to the City; and amounts earned by the City, but have not been billed to the customers as of September 30, 2019.

(h) **Inventories and prepaid items**—The cost of inventory is accounted for on the consumption method wherein inventories are charged as expenditures when used rather than when purchased. All inventories are valued at cost, which approximates market, by using the first-in, first-out valuation method.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

(i) **Restricted assets**—Certain amounts are classified as restricted assets because their use is limited by applicable debt covenants or laws/regulations imposed by other governmental agencies. The restricted assets are used to report resources set aside to 1) provide a reserve for debt service, 2) provide for capital expansion, and 3) acquire capital assets.

(j) **Capital assets**—Capital assets, which include property, plant, equipment and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Property, plant, and equipment with initial, individual costs that equal or exceed \$1,000 and estimated useful lives of over one year are recorded as capital assets. Capital assets are recorded at historical cost or estimated historical cost, if purchased or constructed. Contributed assets are recorded at acquisition value as of the date received.

Depreciation is reported for the primary government using the straight-line method calculated on a service-life basis to amortize the cost of the asset over their estimated economic useful lives, which are as follows:

CITY OF CAPE CANAVERAL, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

(1) **Summary of Significant Accounting Policies:** (Continued)

Assets	Years
Buildings and improvements	30 - 50
Improvements other than buildings	3 - 20
Machinery and equipment	3 - 20
Infrastructure	30 - 50

(k) **Zoning escrow**—This liability is comprised of amounts received from private business to be used on their behalf for special projects. If the funds are not used, they are to be returned to the private business. Amounts used are not reported as revenues or expenditures in the accompanying financial statements.

(l) **Compensated absences**—The City records the earned portion of accumulated, unused compensated absences at year-end based on each employee’s unused hours and rate of pay, including the City’s share of payroll taxes. All compensated absences are accrued when incurred in the government-wide and proprietary fund financial statements as accrued liabilities. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations or retirements.

(m) **Unearned revenue and deposits**—Tax receipts are recognized as revenue in the period to which they relate. Monies for the streetscape project are recognized as revenue as the City incurs allowable costs associated with this project.

(n) **Long-term obligations**—In the government-wide financial statements, and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

(o) **Fund balance**—Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The following classifications describe the relative strength of the spending constraints:

Nonspendable fund balance - amounts that are not in spendable form (such as prepaid expenses and advances due from other funds) or are required to be maintained intact.

Restricted fund balance - amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions or by enabling legislation.

Committed fund balance - amounts constrained to specific purposes by the City itself, via a City Council ordinance. To be reported as committed, amounts cannot be used for any other purpose unless the City changes the constraint via ordinance.

CITY OF CAPE CANAVERAL, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

(1) **Summary of Significant Accounting Policies:** (Continued)

Assigned fund balance - amounts the City intends to use for a specific purpose, but do not meet the criteria to be classified as committed. The City Council has by resolution, authorized the City Manager to assign fund balance.

Unassigned fund balance - amounts that are available for any purpose. Positive amounts are reported only in the general fund.

Disbursements of fund balance reserves will first be made from restricted amounts when both restricted and unrestricted fund balance is available. Additionally, the City will first use committed fund balance, followed by assigned fund balance, and then unassigned fund balance when expenditures are incurred for purposes which amounts in any of the unrestricted fund balance classifications could be used.

The City has adopted an ordinance whereby the minimum unassigned fund balance in the General Fund must be at least 20% of the current fiscal year original budgeted expenditures. The City was in compliance with this policy at September 30, 2019.

(p) **Net position flow assumption**—In order to determine amounts reported as restricted and unrestricted net position, it is the City's policy to consider restricted net position to have been used before unrestricted net position is applied.

(q) **Use of estimates**—Management uses estimates and assumptions in preparing financial statements in accordance with generally accepted accounting principles. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenue and expenses. Actual results could vary from the estimates assumed in preparing the financial statements.

(2) **Reconciliation of Government-Wide and Fund Financial Statements:**

(a) **Reconciliation of the balance sheet of the governmental funds to the statement of net position**—Following the governmental fund balance sheet is a reconciliation between fund balance - total governmental funds and net position - governmental activities as reported in the government-wide statement of net position. A detailed explanation of these differences is provided in the above referenced financial statement.

(b) **Reconciliation of the statement of revenues, expenditures, and changes in fund balances of governmental funds to the statement of activities**—Following the governmental fund statement of revenues, expenditures, and changes in fund balances, there is a reconciliation between net changes in fund balances - total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. A detailed explanation of these differences is provided in the above referenced financial statement.

**CITY OF CAPE CANAVERAL, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019**

(3) **Property Tax Calendar:**

Under Florida law, the assessment of all properties and the collection of all county, municipal and school district property taxes are consolidated in the offices of the County Property Appraiser and County Tax Collector. The laws of the state regulating tax assessment 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 millage rate assessed by the City on the tax roll certified on November 1, 2018 was 3.8288 mills (3.7700 for general government and 0.0588 for the library fund).

The property tax calendar is as follows:

Valuation Date	January 1	
Property Appraiser prepares the assessment roll with values as of January 1, submits this preliminary roll for approval by the State and notifies each taxing authority of their respective valuations.	July 1	
City Council adopts a budget and ad valorem tax millage rate for the coming fiscal year.	September	
Property Appraiser certifies the assessment roll and all real and tangible personal property taxes are due and payable (Levy date).	November 1	
A Notice of Taxes is mailed to each property owner on the assessment roll. Taxes may be paid November through March, with the following applicable discounts:	November 1	
<u>Month Paid</u>	<u>Discount Percent</u>	November 1, 2018 through March 31, 2019
November	4	
December	3	
January	2	
February	1	
March	0	
All unpaid taxes on real and tangible personal property become delinquent.	April 1	
A list of unpaid tangible personal property taxes and a list of unpaid real property taxes are advertised.	April and May	
Tax certificates are sold on all real estate parcels with unpaid real property taxes (Lien date).	May 31	
A court order is obtained authorizing the seizure and sale of personal property if the taxpayer fails to pay the delinquent personal property taxes.	August 29	

CITY OF CAPE CANAVERAL, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

(4) **Deposits and Investments:**

Deposits: All bank balance deposit amounts are covered by federal depository insurance or collateral with the State of Florida under the Florida Security for Public Deposits Act.

The Florida Security for Public Deposits Act establishes guidelines for qualification and participation by banks and savings associations, procedures for the administration of the collateral requirements, and characteristics of eligible collateral. Under the Act, City deposits in qualified public depositories are fully insured. The qualified public depository must pledge 50% of the average daily balance for each month of all public deposits in excess of any applicable depository insurance. Additional collateral, up to a maximum of 125% may be required if deemed necessary under the conditions set forth in the Act. Obligations pledged to secure deposits must be delivered to the State Treasurer, or with the approval of the State Treasurer, to a bank, savings association, or trust company provided a power of attorney is delivered to the Treasurer.

Investments: The City's investment policies are governed by state statutes and City Ordinances. The City follows guidelines of authorized investments under Section 218.415(17), Florida Statutes. Investments authorized under this provision of the state statutes are limited to: the Florida Local Government Surplus Funds Trust Fund (SBA), or any intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperation Act; Securities and Exchange Commission registered money market funds with the highest credit quality rating from a nationally recognized rating agency; interest bearing time deposits or savings accounts in state-certified qualified public depositories; direct obligations of the U.S. Treasury, and securities of, or other interests in, any open-end or closed-end management-type investment company or investment trust registered under the Investment Company Act of 1940.

The City measures and records its investments, assets whose use is limited, and restricted assets using fair value measurement guidelines established by GASB Statement No. 72. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- *Level 1:* Quoted prices for identical investments in active markets;
- *Level 2:* Observable inputs other than quoted market prices; and,
- *Level 3:* Unobservable inputs.

CITY OF CAPE CANAVERAL, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

(4) **Deposits and Investments:** (Continued)

At September 30, 2019, the City had the following deposits and investments included in equity in pooled cash and investments:

Investment Type	Carrying Value at September 30, 2019	Maturity	Credit Rating
Cash in banks	\$ 2,968,995	N/A	N/A
Florida Division of Treasury – Special Purpose Investment Account	10,452,494	2.82 years	AA-f
Total Government-wide deposits and investments	\$ 13,421,489		

The Florida Division of Treasury – Special Purpose Investment Account was measured at fair value using significant unobservable inputs (Level 3 on the fair value hierarchy) and valued by the Florida Treasury Investment Pool whereby the City owns a share of the pool, not the underlying securities.

Interest Rate Risk: Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of investments. In accordance with the provisions of the state statutes governing allowable investments, the City manages its exposure to declines in fair values by limiting the maturity of specific investments to provide sufficient liquidity to pay obligations as they come due.

Credit Risk: Credit rate risk is the risk of losses due to the failure of the security issue or backer. This is mitigated by investing in the assets allowed under City Ordinance and by diversifying the portfolio so that potential losses on individual securities will be minimized.

Custodial Credit 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.

The City has investments in the State of Florida Division of Treasury’s Special Purpose Investment Account (SPIA), of which the City owns a share of the Pool, not the underlying securities. At June 30, 2019, the fair value factor for the SPIA was 1.0176. Additional valuation information is available in the State of Florida’s Comprehensive Annual Financial Report, which can be obtained through their website, www.myfloridacfo.com.

Concentrations of Credit Risk: The City’s policy does not limit the amount that can be invested in any one issuer. As of September 30, 2019, all investments of the City are held in the pooled investment accounts administered by the State of Florida.

CITY OF CAPE CANAVERAL, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

(5) **Receivables:**

Receivables in the wastewater and stormwater funds represent customer receivables but have been included in Due from Other Governments in the statement of net position as another municipality is responsible for the billing and collection of the receivables and ultimate payments to the City. At September 30, 2019, the City's receivables consist of the following:

	Gross Receivables	Allowance for Doubtful Accounts	Receivables, net
Governmental Activities:			
General Fund	\$ 390,028	\$ (2,317)	\$ 387,711
Total Governmental Activities	<u>390,028</u>	<u>(2,317)</u>	<u>387,711</u>
Business-Type Activities:			
Wastewater	910,791	(7,169)	903,622
Stormwater	167,849	(1,060)	166,789
Total Business-Type Activities	<u>1,078,640</u>	<u>(8,229)</u>	<u>1,070,411</u>
Totals	<u>\$ 1,468,668</u>	<u>\$ (10,546)</u>	<u>\$ 1,458,122</u>

In addition to accounts receivable, the City also recorded \$571,049 in due from other governments at September 30, 2019.

CITY OF CAPE CANAVERAL, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

(6) **Interfund Loans and Transfers:**

The outstanding balances between funds result mainly from the time lag between the dates reimbursable expenditures occur, when transactions are recorded in the accounting system, and when payments between funds are made. At September 30, 2019, individual fund interfund receivables and payables for the primary government arising from short-term borrowings for cash flow purposes are comprised of the following:

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
General Fund:		
Cape Canaveral CRA Fund	\$ 9,498	\$ -
Capital Construction Fund	615,324	-
Cape Canaveral CRA Fund:		
General Fund	-	9,498
Capital Construction Fund:		
General Fund	-	615,324
Wastewater Fund:		
Stormwater Fund	-	108,645
Stormwater Fund:		
Wastewater Fund	93,943	-
Total—All Funds	<u>\$ 733,467</u>	<u>\$ 733,467</u>

At September 30, 2019, long-term individual fund advances to and from other funds for the primary government were for the purposes of providing advance funding for projects in the Cape Canaveral CRA Fund and comprised of the following:

	<u>Advance To</u>	<u>Advance From</u>
Cape Canaveral CRA Fund:		
Wastewater Fund	\$ -	\$ 263,813
Wastewater Fund:		
Cape Canaveral CRA Fund	263,813	-
Total—All Funds	<u>\$ 263,813</u>	<u>\$ 263,813</u>

CITY OF CAPE CANAVERAL, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

(6) **Interfund Loans and Transfers:** (Continued)

For the year ended September 30, 2019, the composition of interfund transfers is as follows:

	<u>Transfer From</u>	<u>Transfer To</u>
Governmental Activities:		
General Fund:		
School Crossing Guard Fund	\$ 2,385	\$ -
Cape Canaveral CRA Fund	685,634	83,500
Law Enforcement Trust Fund	-	1,572
Wastewater Fund	691,530	-
Stormwater Fund	19,566	-
Cape Canaveral CRA Fund:		
General Fund	83,500	685,634
Nonmajor Governmental Funds:		
School Crossing Guard Fund:		
General Fund	-	2,385
Law Enforcement Trust Fund:		
General Fund	1,572	-
Total Governmental Activities	<u>1,484,187</u>	<u>773,091</u>
Business-Type Activities:		
Wastewater Fund:		
General Fund	-	691,530
Stormwater Fund:		
General Fund	-	19,566
Total Business-Type Activities	<u>-</u>	<u>711,096</u>
Total—All Funds	<u>\$ 1,484,187</u>	<u>\$ 1,484,187</u>

Transfers are used to (1) move revenues from the fund with collection authorization to the debt service fund as debt service principal and interest payments become due, (2) move restricted amounts from borrowings to the debt service funds to establish and maintain mandatory reserve and sinking fund accounts, (3) move revenues from proprietary fund operations to the general fund for payments in lieu of taxes, and (4) move unrestricted revenues to finance various programs that the City must account for in other funds in accordance with budgetary authorizations, including amounts provided as matching funds for various grant programs.

CITY OF CAPE CANAVERAL, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

(7) **Capital Assets:**

For the fiscal year ended September 30, 2019, capital asset activity was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 7,248,237	\$ -	\$ -	\$ 7,248,237
Construction in progress	5,430,702	495,537	(186,176)	5,740,063
Total capital assets, not being depreciated	<u>12,678,939</u>	<u>495,537</u>	<u>(186,176)</u>	<u>12,988,300</u>
Capital assets, being depreciated:				
Buildings and improvements	4,729,937	8,050	(70,622)	4,667,365
Machinery and equipment	3,682,218	368,907	(274,298)	3,776,827
Infrastructure	11,326,650	459,726	(40,518)	11,745,858
Total capital assets, being depreciated	<u>19,738,805</u>	<u>836,683</u>	<u>(385,438)</u>	<u>20,190,050</u>
Accumulated depreciation for:				
Buildings and improvements	(1,398,993)	(144,603)	66,673	(1,476,923)
Machinery and equipment	(2,083,217)	(236,003)	257,695	(2,061,525)
Infrastructure	(3,066,771)	(546,005)	37,866	(3,574,910)
Total accumulated depreciation	<u>(6,548,981)</u>	<u>(926,611)</u>	<u>362,234</u>	<u>(7,113,358)</u>
Total capital assets being depreciated, net of accumulated depreciation	<u>13,189,824</u>	<u>(89,928)</u>	<u>(23,204)</u>	<u>13,076,692</u>
Governmental activities capital assets, net	<u>\$ 25,868,763</u>	<u>\$ 405,609</u>	<u>\$ (209,380)</u>	<u>\$ 26,064,992</u>

CITY OF CAPE CANAVERAL, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

(7) **Capital Assets:** (Continued)

Business-type activities:

Capital assets, not being depreciated:				
Land	\$ 351,084	\$ -	\$ -	\$ 351,084
Construction in progress	4,395,208	1,809,146	(5,748,616)	455,738
Total capital assets, not being depreciated	<u>4,746,292</u>	<u>1,809,146</u>	<u>(5,748,616)</u>	<u>806,822</u>
Capital assets, being depreciated:				
Buildings and improvements	5,284,543	4,471	(40,518)	5,239,253
Machinery and equipment	7,492,934	590,047	(90,522)	7,992,459
Infrastructure	27,207,253	5,940,237	(53,924)	33,093,566
Total capital assets, being depreciated	<u>39,984,730</u>	<u>6,534,755</u>	<u>(194,207)</u>	<u>46,325,278</u>
Accumulated depreciation for –				
Buildings and improvements	(2,516,351)	(137,620)	49,761	(2,604,210)
Machinery and equipment	(1,461,235)	(442,402)	65,064	(1,838,573)
Infrastructure	<u>(15,206,587)</u>	<u>(1,069,478)</u>	<u>79,382</u>	<u>(16,196,683)</u>
Total accumulated depreciation	(19,184,173)	(1,649,500)	194,207	(20,639,466)
Total capital assets being depreciated, net of accumulated depreciation	<u>20,800,557</u>	<u>4,885,255</u>	<u>-</u>	<u>25,685,812</u>
Business-type activities capital assets, net	<u>\$ 25,546,849</u>	<u>\$ 6,694,401</u>	<u>\$ (5,748,616)</u>	<u>\$ 26,492,634</u>

Depreciation expense was charged to functions/programs as follows:

Governmental activities:

General government	\$ 90,892
Community development	15,993
Public safety	181,600
Transportation	477,121
Culture and recreation	<u>161,005</u>
Total depreciation expense-governmental activities	<u>\$ 926,611</u>

Business-type activities:

Wastewater	\$ 1,393,556
Stormwater	<u>255,944</u>
Total depreciation expense-business-type activities	<u>\$ 1,649,500</u>

CITY OF CAPE CANAVERAL, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

(8) **Long-term Debt:**

A. Revenue Bonds and Notes

Governmental Activities:

Capital Improvement Revenue Note, Series 2014

The \$5,500,000 Capital Improvement Revenue Note, Series 2014 was issued in February 2014 to finance various general government capital improvements and acquisitions including but not limited to a City Hall project, Fire Station, Main Wastewater Treatment Plant Building Refurbishment, and other capital improvements and to pay the cost of issuance related to the financing. The Series 2014 Note is secured by an irrevocable first lien pledge and dedication of the pledged revenues which would consist of (1) public service tax, (2) the City's local government half-cent sales tax, (3) the guaranteed entitlement portion of the state revenue sharing funds, and (4) franchise fees; such revenues totaled \$3,286,550 for the year ended September 30, 2019. These annually pledged revenues collectively support the annual debt repayment of \$605,795 which comprises of \$543,000 in principal and \$62,795 in interest. The pledge of the pledged revenues would be continuing and cumulative until all amounts under the Series 2014 Note shall have been paid. The City directly collects the public service taxes, whereas the sales tax, state revenue sharing funds, and franchise fees are collected through third parties and subsequently remitted to the City. The note, which bears interest at 1.99%, is payable semi-annually on February 1 and August 1 of each year until final maturity on February 1, 2024. Total principal remaining to be paid on the note is \$2,884,000.

Capital Improvement Revenue Note, Series 2017

The \$6,200,000 Capital Improvement Revenue Note, Series 2017 was issued in July 2017 to finance various general government capital improvements and acquisitions including but not limited to the multi-generational center and other capital improvements and to pay the cost of issuance related to the financing. The Series 2017 Note is secured by an irrevocable first lien pledge and dedication of the pledged revenues which would consist of (1) the communications services tax, (2) the public service tax, (3) the guaranteed entitlement portion of the state revenue sharing funds, (4) the local government half-cent sales tax, (5) franchise fees, and (6) amounts on deposit in the Debt Service Fund, totaled \$3,286,550 for the year ended September 30, 2019. These annually pledged revenues collectively support the annual debt repayment of \$685,634 which comprises of \$576,000 in principal and \$109,634 in interest. The pledge of the pledged revenues would be continuing and cumulative until all amounts under the Series 2017 Note shall have been paid. The City directly collects the public service taxes, whereas the sales tax, state revenue sharing funds, and franchise fees are collected through third parties and subsequently remitted to the City. The note, which bears interest at 2.05%, is payable semi-annually on February 1 and August 1 of each year until final maturity on February 1, 2027. Total principal remaining to be paid on the note is \$5,060,000.

CITY OF CAPE CANAVERAL, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

(8) **Long-term Debt:** (Continued)

Business-Type Activities:

State Revolving Loan

The City has applied for and received various loans under Florida's State Revolving Fund (SRF) loan program. These loans, granted by the State, fund various wastewater and stormwater projects.

The City's SRF loans outstanding at September 30, 2019 is summarized as follows:

1.46% State Revolving Fund promissory note payable in the amount of \$5,632,526; with semiannual loan payments of \$182,496 through fiscal year 2038; secured by the net wastewater and stormwater utility revenue of the City.	\$ 5,466,136
0.83% State Revolving Fund promissory note payable in the amount of \$3,032,463; with semiannual loan payments of \$85,954 through fiscal year 2038; secured by the net wastewater utility revenue of the City.	2,887,134
1.32% State Revolving Fund promissory note payable in the amount of \$520,000; with semiannual loan payments of \$15,222 beginning February 2021 through 2022; secured by the net wastewater utility revenue of the City.	59,829
	8,413,099
Less: current maturities	282,844
Total business-type activities long-term debt	\$ 8,130,255

Annual debt service requirements to maturity for the City's revenue bonds and notes are as follows:

Year Ending September 30,	Governmental Activities		Business-Type Activities		Total
	Principal	Interest	Principal	Interest	
2020	\$ 1,142,000	\$ 149,582	\$ 282,844	\$ 70,538	\$ 1,644,964
2021	1,165,000	126,271	428,751	69,647	1,789,669
2022	1,190,000	102,475	435,899	65,693	1,794,067
2023	1,213,000	78,194	412,746	62,077	1,766,018
2024	1,238,000	53,428	419,815	58,543	1,769,786
2025-2029	1,996,000	61,931	2,210,040	237,245	4,505,216
2030-2034	-	-	2,408,560	137,970	2,546,530
2035-2039	-	-	1,814,444	32,135	1,846,579
Totals	\$ 7,944,000	\$ 571,882	\$ 8,413,099	\$ 733,848	\$ 17,662,829

CITY OF CAPE CANAVERAL, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

(8) **Long-term Debt:** (Continued)

B. Change in Long-term Liabilities

Long-term liability activity for the year ended September 30, 2019, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Governmental Activities					
Capital improvement notes	\$ 9,063,000	\$ -	\$(1,119,000)	\$ 7,944,000	\$ 1,142,000
Compensated absences payable	288,122	151,521	(142,161)	297,482	237,986
Total Governmental Activities	<u>\$ 9,351,122</u>	<u>\$ 151,521</u>	<u>\$(1,261,161)</u>	<u>\$ 8,241,482</u>	<u>\$ 1,379,986</u>
Business-Type Activities					
State revolving loans	\$ 7,012,461	\$ 1,724,904	\$ (324,266)	\$ 8,413,099	\$ 282,844
Compensated absences payable	101,915	48,390	(62,801)	87,504	70,003
Total Business-Type Activities	<u>\$ 7,114,376</u>	<u>\$ 1,773,294</u>	<u>\$ (387,067)</u>	<u>\$ 8,500,603</u>	<u>\$ 352,847</u>

Compensated absences are typically paid from the General Fund, Wastewater Fund, and Stormwater Fund. With respect to governmental activities, compensated absences are primarily liquidated from the General Fund. The liability for compensated absences in the business-type activities is liquidated in the fund in which the liability was incurred.

There are no debt issues outstanding which have or will have any arbitrage rebate payable as of the report date.

(9) **Legal Matters:**

The City is engaged in routine litigation incidental to the conduct of its business and municipal affairs. In the opinion of its Counsel, no other legal proceedings are pending against them, not covered by insurance, which would inhibit the City's ability to perform its operations or materially affect its financial condition.

CITY OF CAPE CANAVERAL, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

(10) **Employees' Retirement Plan:**

Established with Resolution No. 2006-13 of the City Council, which is responsible for amending the plan provisions and contribution requirements, the City contributes to a defined contribution plan which is administered by the Florida League of Cities, P. O. Box 1757, Tallahassee, FL 32302, and features participant-directed investments. The City established the plan for all regular full time and regular part time employees with one year of employment and 1,000 hours of service each year. All qualifying employees at least 18 years of age participate in the plan on the date of employment. Retirement benefits are available after 5 years of service. Established with Resolution No. 2006-51 of the City Council, employer contributions to the plan are 7% of the employee gross wages and the City allows for a matching contribution of up to 3% of employee's basic compensation. Forfeitures of \$3,823 were used to reduce the City's current period contribution requirement.

For the year ended September 30, 2019, employer and matching contributions to the defined contribution plan were \$143,903 and \$62,918, respectively. As of September 30, 2019, the Plan had 43 participating employees.

(11) **Other Post-Employment Benefits (OPEB):**

Retirees and their dependents are permitted to remain covered under the City's respective health care plans as long as they pay a full premium applicable to the coverage elected. This conforms to the minimum required of Florida governmental employers per Chapter 112.08 of Florida Statutes.

In 2018, the City engaged an actuary to calculate the outstanding liability for certain post-employment healthcare benefits provided by the City. Based on the City's policies whereby the retirement age is equal to age 65 at which point employees become eligible for Medicare, the OPEB liability was actuarially determined to be zero. There have been no changes to the City's policies or state statutes since that time which management believes would impact this determination as of September 30, 2019. As such, no OPEB liability has been recorded.

(12) **Commitments and Contingencies:**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal and state governments. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable fund(s). The amount, if any, of expenditures from current or prior years which may be disallowed by the grantor cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

(13) **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, all of which are, in the opinion of management, satisfactorily insured by general liability insurance. Commercial insurance policies are also obtained for all other risks of loss, including workers' compensation and employee health and accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

CITY OF CAPE CANAVERAL, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

(14) **Fund Deficits:**

The School Crossing Guard Fund deficit of \$1,447 represents the cumulative costs associated with capital improvements and excess of expenditures over revenues. This deficit is to be funded by future fines and forfeitures. The Special Law Enforcement Trust Fund deficit of \$4,937 represents the cumulative costs associated with capital improvements and excess of expenditures over revenues. This deficit is to be funded by future fines and forfeitures. The Capital Construction Fund deficit of \$853,452 represents the cumulative costs associated with capital improvements and excess of expenditures over revenues. This deficit is to be funded by future general fund transfers.

(15) **Tax Abatements:**

The City entered into an agreement with a local corporation to abate certain ad valorem taxes in exchange for economic incentives. Article VII, Section 3 of the Florida Constitution and Section 16.1995, Florida Statutes, and the electorate of the City, have granted City Council the authority to grant property tax exemptions for new business and expansions of existing businesses. The City Council approved Ordinance 05-2016, granting the corporation an ad valorem tax exemption for a term of ten years. No taxes were abated during the year ended September 30, 2019.

(16) **Recent Accounting Pronouncements:**

The Governmental Accounting Standards Board ("GASB") has issued several pronouncements that have effective dates that may impact future financial statements. Listed below are pronouncements with required implementation dates effective for subsequent fiscal years that have not yet been implemented. Management has not currently determined what, if any, impact implementation of the following will have on the City's financial statements:

- (a) GASB issued Statement No. 84, *Fiduciary Activities*, in January 2017. GASB 84 improves guidance regarding the identification and reporting of fiduciary activities. The provisions in GASB 84 are effective for periods beginning after December 15, 2018.
- (b) GASB issued Statement No. 87, *Leases*, in June 2017. GASB 87 increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. The provisions in GASB 87 are effective for periods beginning after December 15, 2019.

CITY OF CAPE CANAVERAL, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019

(16) **Recent Accounting Pronouncements:** (Continued)

- (c) GASB issued Statement No. 90, *Majority Equity Interests-an amendment of GASB Statements No. 14 and No. 61*, in August 2018. GASB 90 improves the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and improves the relevance of financial statement information for certain component units. The provisions in GASB 90 are effective for periods beginning after December 15, 2018.

- (d) GASB issued Statement No. 91, *Conduit Debt Obligations*, in May 2019. GASB 91 provides a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. The provisions in GASB 91 are effective for periods beginning after December 15, 2020.

**Combining and Individual
Fund Statements and Schedules**

Special Revenue Funds

Special Revenue Funds are used to account for specific taxes or other earmarked revenue sources that are legally restricted to expenditure for particular purposes.

Police Education

This Fund accounts for training costs for police. Revenues are provided from court fees collected from Cape Canaveral proceedings.

Fire Protection

This Fund accounts for fire protection costs. Revenues are provided from impact fees assessed on new residential and commercial construction over two stories high.

School Crossing Guard

This Fund accounts for the cost of a school crossing guard. Revenues are derived from a \$10 surcharge on parking citations issued within the City.

Library

This Fund accounts for revenues levied within the property tax millage for maintenance of the public library.

Special Law Enforcement Trust

This Fund accounts for the receipt and disbursement of confiscated contraband property proceeds from certain criminal cases pursuant to Florida Statutes.

**CITY OF CAPE CANAVERAL, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2019**

	Special Revenue Funds					Total
	Police Education	Fire Protection	School Crossing Guard	Library	Special Law Enforcement Trust	
Assets						
Equity in pooled cash and investments	\$ 23,069	\$ 7,702	\$ -	\$ 406,238	\$ -	\$ 437,009
Due from other governments	-	-	-	8	-	8
Total assets	<u>\$ 23,069</u>	<u>\$ 7,702</u>	<u>\$ -</u>	<u>\$ 406,246</u>	<u>\$ -</u>	<u>\$ 437,017</u>
Liabilities						
Accounts payable and accrued liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,447</u>	<u>\$ 407</u>	<u>\$ 4,937</u>	<u>\$ 6,791</u>
Fund Balances						
Restricted for:						
Public safety	23,069	7,702	-	-	-	30,771
Culture/recreation	-	-	-	405,839	-	405,839
Unassigned	-	-	(1,447)	-	(4,937)	(6,384)
Total fund balances	<u>23,069</u>	<u>7,702</u>	<u>(1,447)</u>	<u>405,839</u>	<u>(4,937)</u>	<u>430,226</u>
Total liabilities and fund balances	<u>\$ 23,069</u>	<u>\$ 7,702</u>	<u>\$ -</u>	<u>\$ 406,246</u>	<u>\$ -</u>	<u>\$ 437,017</u>

CITY OF CAPE CANAVERAL, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Special Revenue Funds					Total
	Police Education	Fire Protection	School Crossing Guard	Library	Special Law Enforcement Trust	
Revenues						
Property taxes	\$ -	\$ -	\$ -	\$ 69,628	\$ -	\$ 69,628
Fines and forfeitures	855	-	1,470	-	-	2,325
Impact fees	-	-	-	80	-	80
Investment earnings (losses)	331	206	-	8,602	47	9,186
Total revenues	<u>1,186</u>	<u>206</u>	<u>1,470</u>	<u>78,310</u>	<u>47</u>	<u>81,219</u>
Expenditures						
Current:						
Public Safety	-	-	-	-	8,215	8,215
Culture and Recreation	-	-	-	23,822	-	23,822
Capital outlay	-	-	-	32,666	-	32,666
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>56,488</u>	<u>8,215</u>	<u>64,703</u>
Excess (deficiency) of revenues over expenditures	<u>1,186</u>	<u>206</u>	<u>1,470</u>	<u>21,822</u>	<u>(8,168)</u>	<u>16,516</u>
Other financing sources (uses)						
Transfers in	-	-	-	-	1,572	1,572
Transfers out	-	-	(2,385)	-	-	(2,385)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(2,385)</u>	<u>-</u>	<u>1,572</u>	<u>(813)</u>
Net change in fund balances	<u>1,186</u>	<u>206</u>	<u>(915)</u>	<u>21,822</u>	<u>(6,596)</u>	<u>15,703</u>
Fund balances, beginning of year	21,883	7,496	(532)	384,017	1,659	414,523
Fund balances, end of year	<u>\$ 23,069</u>	<u>\$ 7,702</u>	<u>\$ (1,447)</u>	<u>\$ 405,839</u>	<u>\$ (4,937)</u>	<u>\$ 430,226</u>

CITY OF CAPE CANAVERAL, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2019

	Special Revenue Funds							
	Police Education				Fire Protection			
	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final			Original	Final		
Revenues								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Fines and forfeitures	990	856	855	(1)	-	-	-	-
Impact fees	-	-	-	-	-	-	-	-
Investment earnings (losses)	194	331	331	-	144	206	206	-
Miscellaneous	-	-	-	-	-	-	-	-
Total revenues	<u>1,184</u>	<u>1,187</u>	<u>1,186</u>	<u>(1)</u>	<u>144</u>	<u>206</u>	<u>206</u>	<u>-</u>
Expenditures								
Current:								
Public Safety:								
Fire	-	-	-	-	144	206	-	206
Police	1,184	1,187	-	1,187	-	-	-	-
Total Public Safety	<u>1,184</u>	<u>1,187</u>	<u>-</u>	<u>1,187</u>	<u>144</u>	<u>206</u>	<u>-</u>	<u>206</u>
Culture and Recreation:								
Library	-	-	-	-	-	-	-	-
Total Culture and Recreation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Capital outlay	-	-	-	-	-	-	-	-
Total expenditures	<u>1,184</u>	<u>1,187</u>	<u>-</u>	<u>1,187</u>	<u>144</u>	<u>206</u>	<u>-</u>	<u>206</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>1,186</u>	<u>1,186</u>	<u>-</u>	<u>-</u>	<u>206</u>	<u>206</u>
Other financing sources (uses)								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>-</u>	<u>-</u>	<u>1,186</u>	<u>1,186</u>	<u>-</u>	<u>-</u>	<u>206</u>	<u>206</u>
Fund balances, beginning of year	21,883	21,883	21,883	-	7,496	7,496	7,496	-
Fund balances, end of year	<u>\$ 21,883</u>	<u>\$ 21,883</u>	<u>\$ 23,069</u>	<u>\$ 1,186</u>	<u>\$ 7,496</u>	<u>\$ 7,496</u>	<u>\$ 7,702</u>	<u>\$ 206</u>

CITY OF CAPE CANAVERAL, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL (Continued)
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2019

	Special Revenue Funds							
	School Crossing Guard				Library			
	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final			Original	Final		
Revenues								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ 68,540	\$ 69,628	\$ 69,628	\$ -
Fines and forfeitures	750	1,470	1,470	-	-	-	-	-
Impact fees	-	-	-	-	-	80	80	-
Investment earnings (losses)	61	-	-	-	5,010	8,602	8,602	-
Miscellaneous	-	-	-	-	-	-	-	-
Total revenues	<u>811</u>	<u>1,470</u>	<u>1,470</u>	<u>-</u>	<u>73,550</u>	<u>78,310</u>	<u>78,310</u>	<u>-</u>
Expenditures								
Current:								
Public Safety:								
Fire	-	-	-	-	-	-	-	-
Police	-	-	-	-	-	-	-	-
Total Public Safety	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Culture and Recreation:								
Library	-	-	-	-	42,350	45,644	23,822	21,822
Total Culture and Recreation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>42,350</u>	<u>45,644</u>	<u>23,822</u>	<u>21,822</u>
Capital outlay	-	-	-	-	31,200	32,666	32,666	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>73,550</u>	<u>78,310</u>	<u>56,488</u>	<u>21,822</u>
Excess (deficiency) of revenues over (under) expenditures	<u>811</u>	<u>1,470</u>	<u>1,470</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,822</u>	<u>21,822</u>
Other financing sources (uses)								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	(2,385)	(3,044)	(2,385)	-	-	-	-	-
Total other financing sources (uses)	<u>(2,385)</u>	<u>(3,044)</u>	<u>(2,385)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>(1,574)</u>	<u>(1,574)</u>	<u>(915)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,822</u>	<u>21,822</u>
Fund balances, beginning of year	(532)	(532)	(532)	-	384,017	384,017	384,017	-
Fund balances, end of year	<u>\$ (2,106)</u>	<u>\$ (2,106)</u>	<u>\$ (1,447)</u>	<u>\$ -</u>	<u>\$ 384,017</u>	<u>\$ 384,017</u>	<u>\$ 405,839</u>	<u>\$ 21,822</u>

CITY OF CAPE CANAVERAL, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET TO ACTUAL (Continued)
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2019

	Special Revenue Funds			
	Special Law Enforcement Trust			
	Budgeted Amounts			Variance Positive (Negative)
	Original	Final	Actual	
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Fines and forfeitures	-	-	-	-
Impact fees	-	-	-	-
Investment earnings (losses)	\$ 72	\$ 47	\$ 47	\$ -
Miscellaneous	1,000	1,572	-	(1,572)
Total revenues	<u>1,072</u>	<u>1,619</u>	<u>47</u>	<u>(1,572)</u>
Expenditures				
Current:				
Public Safety:				
Fire	-	-	-	-
Police	8,218	8,765	8,215	550
Total Public Safety	<u>8,218</u>	<u>8,765</u>	<u>8,215</u>	<u>550</u>
Culture and Recreation:				
Library	-	-	-	-
Total Culture and Recreation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Capital outlay	-	-	-	-
Total expenditures	<u>8,218</u>	<u>8,765</u>	<u>8,215</u>	<u>550</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(7,146)</u>	<u>(7,146)</u>	<u>(8,168)</u>	<u>(2,122)</u>
Other financing sources (uses)				
Transfers in	-	-	1,572	(1,572)
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>1,572</u>	<u>(1,572)</u>
Net change in fund balances	<u>(7,146)</u>	<u>(7,146)</u>	<u>(6,596)</u>	<u>(3,694)</u>
Fund balances, beginning of year	1,659	1,659	1,659	-
Fund balances, end of year	<u>\$ (5,487)</u>	<u>\$ (5,487)</u>	<u>\$ (4,937)</u>	<u>\$ (3,694)</u>

Statistical Section

THIS PAGE INTENTIONALLY LEFT BLANK

Statistical Section

This part of the City of Cape Canaveral, 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.

<u>Contents</u>	<u>Page</u>
Financial Trends	93
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	
Revenue Capacity	100
These schedules contain information to help the reader assess the factors affecting the City's ability to generate its property and sales taxes.	
Debt Capacity	105
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.	
Demographic and Economic Information	109
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	
Operating Information	110
These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Report for the relevant fiscal year.

THIS PAGE INTENTIONALLY LEFT BLANK.

Net Assets by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year					Fiscal Year				
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Governmental activities:										
Investment in capital assets, net of related debt	\$ 24,420,158	\$ 23,031,722	\$ 15,762,142	\$ 17,995,928	\$ 13,333,909	\$ 12,919,882	\$ 15,842,742	\$ 16,153,413	\$ 16,192,759	\$ 14,305,431
Restricted	1,093,129	1,240,280	715,241	1,538,482	1,691,174	1,296,710	1,162,204	1,001,741	1,243,408	3,902,039
Unrestricted	3,680,573	3,313,663	9,651,795	5,850,230	7,844,092	8,219,219	5,835,996	5,800,091	5,802,065	3,841,426
Total governmental activities net assets	29,193,860	27,585,665	26,129,178	25,384,640	22,869,175	22,435,811	22,840,942	22,955,245	23,238,232	22,048,896
Business-type activities:										
Investment in capital assets, net of related debt	18,079,535	18,534,388	18,230,977	17,252,487	15,697,879	14,389,471	12,986,307	12,774,301	11,792,700	11,835,287
Restricted	331,621	311,774	523,141	327,160	175,579	423,939	396,648	428,741	453,489	485,322
Unrestricted	2,803,100	2,365,518	2,565,993	3,154,768	2,395,488	2,840,010	3,237,865	2,951,894	3,335,775	2,806,180
Total business-type activities net assets	21,214,256	21,211,680	21,320,111	20,734,415	18,268,946	17,653,420	16,620,820	16,154,936	15,581,964	15,126,789
Primary government:										
Investment in capital assets, net of related debt	42,499,693	41,566,110	33,993,119	35,248,415	29,031,788	27,309,353	28,829,049	28,927,714	27,985,459	26,140,718
Restricted	1,424,750	1,552,054	1,238,382	1,865,642	1,866,753	1,720,649	1,333,852	1,430,482	1,696,897	4,387,361
Unrestricted	6,483,673	5,679,181	12,217,788	9,004,998	10,239,580	11,059,229	9,298,861	8,751,985	9,137,840	6,647,606
Total primary government net assets	\$ 50,408,116	\$ 48,797,345	\$ 47,449,289	\$ 46,119,055	\$ 41,138,121	\$ 40,089,231	\$ 39,461,762	\$ 39,110,181	\$ 38,820,196	\$ 37,175,685

**Changes in Net Assets
Last Ten Fiscal Years (accrual basis of accounting)**

	Fiscal Year									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Expenses:										
Governmental activities										
General government	\$ 1,912,122	\$ 2,113,111	\$ 1,738,078	\$ 1,729,277	\$ 1,506,243	\$ 1,196,010	\$ 1,176,016	\$ 1,113,604	\$ 691,932	\$ 674,753
Public safety	5,114,039	4,813,735	4,758,227	4,806,887	4,533,243	4,988,955	4,786,742	4,669,217	4,616,255	4,672,287
Transportation				968,272	982,291	976,126	989,959	1,068,023	1,039,001	1,027,016
Physical environment				1,059,367	1,039,747	971,376	969,778	879,353	856,790	900,255
Infrastructure Maintenance*	2,803,492	2,530,280	2,879,334							
Culture/recreation	758,247	671,362	641,703	640,356	570,491	721,749	568,356	585,452	467,498	388,430
Community Redevelopment*	16,879	2,508	102,732							
Unallocated depreciation				-	-	-	-	-	-	-
Interest on long-term debt	166,650	211,511	101,772	94,236	104,385	47,124	-	-	-	-
Total governmental activities expenses	10,771,429	10,342,507	10,221,846	9,298,395	8,736,400	8,901,340	8,490,851	8,315,649	7,671,476	7,662,741
Business-type activities:										
Wastewater utility	3,692,274	3,560,126	3,149,054	2,916,035	2,873,515	2,867,552	2,946,743	3,015,636	2,934,729	2,911,651
Stormwater utility	614,469	685,002	526,404	537,809	526,065	463,618	427,634	336,503	279,213	231,376
Total business-type activities expenses	4,306,743	4,245,128	3,675,458	3,453,844	3,399,580	3,331,170	3,374,377	3,352,139	3,213,942	3,143,027
Total primary-government expenses	\$ 15,078,172	\$ 14,587,635	\$ 13,897,304	\$ 12,752,239	\$ 12,135,980	\$ 12,232,510	\$ 11,865,228	\$ 11,667,788	\$ 10,885,418	\$ 10,805,768
Program revenue										
Governmental activities:										
Charges for Services:										
General government	\$ 4,035	\$ 5,981	\$ 17,192	\$ 49,413	\$ 20,552	\$ 22,890	\$ 17,376	\$ 3,757	\$ 105	\$ 931
Public safety	1,160,043	676,100	569,568	471,722	614,254	509,007	528,502	368,253	324,504	287,521
Physical environment	1,123,123	1,087,639	1,059,788	1,058,515	1,050,377	983,463	978,586	914,873	890,489	880,494
Culture/recreation	85,646	76,287	67,081	87,210	79,947	85,832	88,413	100,305	75,880	73,725
Operating Grants and Contributions										
General government				-	-	-	-	-	-	-
Public safety				-	-	-	-	-	-	26,359
Transportation	383,440	320,181	332,189	333,666	303,353	283,621	319,888	-	-	-
Culture/recreation				-	-	-	986	8,922	8,060	-
Capital Grants and Contributions										
General government				-	-	-	2,804	211	-	-
Public safety				-	-	-	7,635	376	-	-
Transportation	73,195	5,123	455,249	818,647	13,886	293,678	92,420	2,800	490,255	-
Culture/recreation	-	50,000	5,000	-	-	-	695	463	-	-
Total governmental activities program revenue	2,829,482	2,221,311	2,506,067	2,819,173	2,082,369	2,178,491	2,037,305	1,399,960	1,789,293	1,269,030
Business-type activities:										
Charges for services:										
Wastewater utility	4,126,467	4,014,216	3,964,016	4,099,508	3,732,961	3,569,928	3,363,595	3,601,830	3,376,100	3,191,340
Stormwater utility	852,611	747,234	637,061	582,331	580,543	579,494	577,141	400,035	344,596	345,961
Operating grants and contributions										
Sewer utility				-	-	-	-	-	-	-
Stormwater utility				-	-	-	-	-	-	-
Capital grants and contributions										
Sewer utility				-	-	-	-	-	-	-
Stormwater utility			465,038	-	-	-	-	-	-	200
Total business-type activities program revenue	4,979,078	4,761,450	5,066,115	4,681,839	4,313,504	4,149,422	3,940,736	4,001,865	3,720,696	3,537,501
Total primary government program revenue	\$ 7,808,560	\$ 6,982,761	\$ 7,572,182	\$ 7,501,012	\$ 6,395,873	\$ 6,327,913	\$ 5,978,041	\$ 5,401,825	\$ 5,509,989	\$ 4,806,531

**Changes in Net Assets
Last Ten Fiscal Years
(accrual basis of accounting)**

	Fiscal Year									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Net (expense) revenue										
Governmental activities	\$ (7,941,947)	\$ (8,121,196)	\$ (7,715,779)	\$ (6,479,222)	\$ (6,654,031)	\$ (6,722,849)	\$ (6,453,546)	\$ (6,915,689)	\$ (5,882,183)	\$ (6,393,711)
Business-type activities	672,335	516,322	1,390,657	1,227,995	913,924	818,252	566,359	649,726	506,754	394,474
Total primary government net (expense) revenue	\$ (7,269,612)	\$ (7,604,874)	\$ (6,325,122)	\$ (5,251,227)	\$ (5,740,107)	\$ (5,904,597)	\$ (5,887,187)	\$ (6,265,963)	\$ (5,375,429)	\$ (5,999,237)
<i>General revenues and other changes in net assets</i>										
Governmental activities:										
Property taxes	\$ 4,533,714	\$ 4,434,439	\$ 3,546,026	\$ 3,349,568	\$ 3,280,632	\$ 3,244,566	\$ 3,225,873	\$ 3,246,835	\$ 3,701,683	\$ 3,301,598
Local option motor fuel taxes			-	-	-	-	319,888	343,960	270,065	286,961
Utility and franchise taxes	2,505,196	2,498,499	2,461,812	2,454,174	2,385,223	2,302,715	2,064,043	1,990,307	2,072,864	2,055,467
Unrestricted intergovernmental revenues	1,408,921	1,682,505	1,482,570	2,736,562	940,785	794,366	733,430	696,767	662,774	691,234
Investment income	271,544	164,414	76,501	77,593	80,687	65,002	118,418	177,045	189,713	243,926
Gain on disposition of capital assets			-	-	-	-	-	-	-	-
Contributions and donations			25,072	-	-	-	-	-	-	179,694
Miscellaneous revenues	72,591	55,294	39,406	34,642	70,668	121,673	72,479	52,788	49,420	25,019
Transfers	758,176	700,925	828,930	342,148	329,400	(210,604)	125,000	125,000	125,000	134,471
Total governmental activities	9,550,142	9,536,076	8,460,317	8,994,687	7,087,395	6,317,718	6,659,131	6,632,702	7,071,519	6,918,370
Business-type activities:										
Investment income	17,255	17,079	18,568	16,769	26,314	16,903	24,525	47,254	54,761	70,127
Unrestricted intergovernmental revenues			-	1,558,083	-	-	-	-	-	-
Miscellaneous revenues	24,082	34,700	5,401	4,770	4,688	-	-	992	18,660	-
Transfers	(711,096)	(700,925)	(828,930)	(342,148)	(329,400)	210,604	(125,000)	(125,000)	(125,000)	(134,471)
Total business-type activities	(669,759)	(649,146)	(804,961)	1,237,474	(298,398)	227,507	(100,475)	(76,754)	(51,579)	(64,344)
Total primary government	\$ 8,880,383	\$ 8,886,930	\$ 7,655,356	\$ 10,232,161	\$ 6,788,997	\$ 6,545,225	\$ 6,558,656	\$ 6,555,948	\$ 7,019,940	\$ 6,854,026
Change in net assets:										
Government activities	\$ 1,608,195	\$ 1,414,880	\$ 744,538	\$ 2,515,465	\$ 433,364	\$ (405,131)	\$ (114,303)	\$ (282,987)	\$ 1,189,336	\$ 524,659
Business-type activities	2,576	(132,824)	585,696	2,465,469	615,526	1,045,759	465,884	572,972	455,175	330,130
Total primary government change in net assets	\$ 1,610,771	\$ 1,282,056	\$ 1,330,234	\$ 4,980,934	\$ 1,048,890	\$ 640,628	\$ 351,581	\$ 289,985	\$ 1,644,511	\$ 854,789

Note: The city began reporting financial information on the accrual basis of accounting when it implemented GASB Statement No. 34 in fiscal year 2004.

* Break down to reflect auditors records in order to show Infrastructure Maintenance and Community Redevelopment totals separated.

**Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)**

	Fiscal Year							Fiscal Year		
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
General Fund										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,319,729
Unreserved	-	-	-	-	-	-	-	-	-	5,051,617
Nonspendable	4,623	3,312	115,308	96,734	105,275	124,668	12,394	11,192	376,436	-
Restricted	612,387	774,321	321,574	447,214	542,083	430,314	249,194	227,475	47,645	-
Committed	6,427,779	6,598,862	7,153,028	2,479,667	4,393,882	5,024,941	2,264,838	-	-	-
Assigned	1,206,400	1,034,776	947,650	-	-	485,543	428,837	2,901,197	2,731,899	-
Unassigned (deficit)	3,523,099	3,072,957	3,282,575	3,981,139	3,585,562	3,026,331	3,285,868	3,035,218	2,831,584	-
Total general fund	\$ 11,774,288	\$ 11,484,228	\$ 11,820,135	\$ 7,004,754	\$ 8,626,802	\$ 9,091,797	\$ 6,241,131	\$ 6,175,082	\$ 5,987,564	\$ 6,371,346
All other Governmental Funds:										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 229,488
Unreserved, reported in:										
Special revenue funds	-	-	-	-	-	-	-	-	-	517,503
Capital projects fund	-	-	-	-	-	-	-	-	-	780,229
Nonspendable	-	620	-	-	-	-	-	-	6,247	-
Restricted	480,742	465,959	393,667	1,091,268	1,149,091	866,396	913,010	774,266	1,189,516	-
Committed	-	-	843	2,257	3,113	-	-	4,119	7,762	-
Assigned	-	-	-	-	1,998	-	-	-	-	-
Unassigned (deficit)	(859,836)	(852,161)	(1,548,847)	(466,535)	-	(189,731)	-	-	-	-
Total all other governmental funds:	\$ (379,094)	\$ (385,582)	\$ (1,154,337)	\$ 626,990	\$ 1,154,202	\$ 676,665	\$ 913,010	\$ 778,385	\$ 1,203,525	\$ 1,527,220

Note: Implementation of GASB 54 in 2011 has changed fund balance designations.

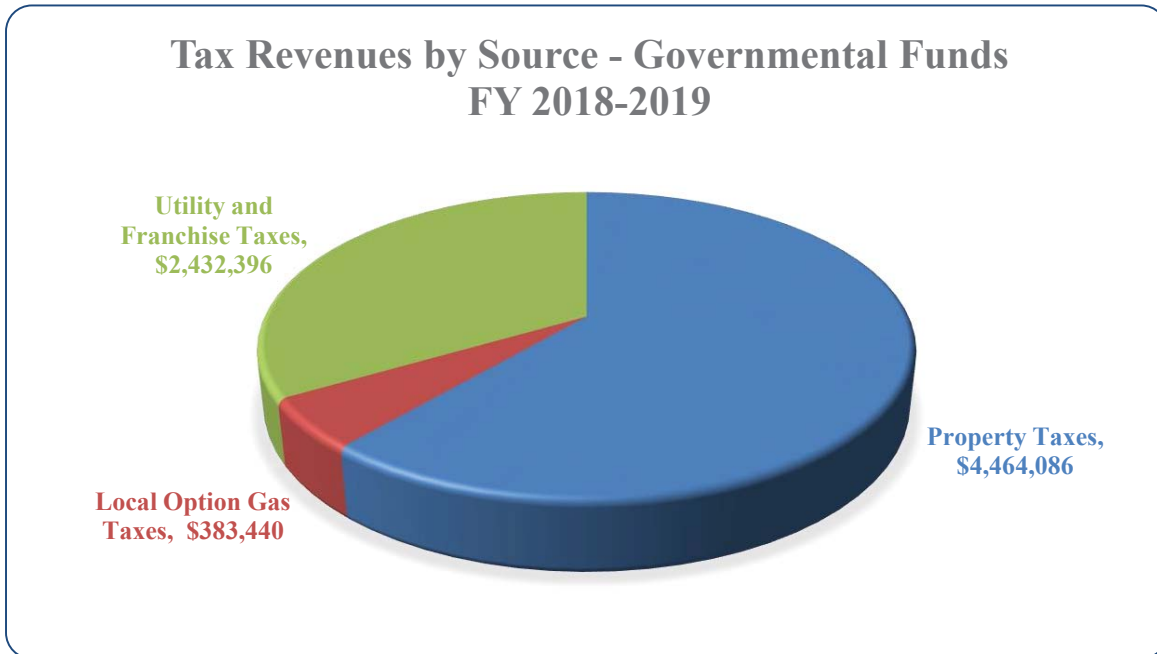
**Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)**

	Fiscal Year					Fiscal Year				
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Revenues:										
Property Taxes	\$ 4,533,714	\$ 4,434,439	\$ 3,546,026	\$ 3,349,568	\$ 3,280,632	\$ 3,244,566	\$ 3,225,873	\$ 3,246,835	\$ 3,701,683	\$ 3,301,598
Local option fuel taxes	383,440	320,181	332,189	333,666	303,353	283,621	319,888	343,960	270,065	286,961
Utility and franchise taxes	2,432,396	2,433,499	2,384,812	2,385,437	2,327,660	2,242,170	2,005,288	1,926,356	2,001,431	2,055,467
Intergovernmental	2,062,390	1,903,580	2,128,985	2,911,743	1,107,604	1,237,160	968,271	840,488	1,207,232	717,593
Licenses and permits	594,184	401,431	301,520	218,773	324,649	214,674	240,605	187,851	174,371	184,938
Charges for services	1,286,197	1,238,322	1,195,654	1,184,568	1,187,150	1,178,777	1,177,491	1,052,443	1,004,528	987,925
Fines and forfeitures	218,722	6,990	14,565	29,690	80,412	84,173	68,477	32,810	43,743	69,808
Impact fees	540	2,160	25,978	556,989	16,046	-	-	-	-	-
Investment earnings	271,544	164,414	76,501	77,593	80,687	65,002	118,418	177,045	189,714	243,926
Contributions and donations	-	-	25,072	-	-	-	2,286	11,722	67,578	178,321
Miscellaneous	307,120	151,446	105,477	86,301	129,237	174,520	107,101	88,152	65,364	26,387
Total revenues	12,090,247	11,056,462	10,136,779	11,134,328	8,837,430	8,724,663	8,233,698	7,907,662	8,725,709	8,052,924
Expenditures:										
Current:										
General government	1,579,128	1,457,158	1,201,347	1,718,241	1,497,117	1,137,376	1,158,745	1,075,806	661,104	662,651
Community Development*	612,709	414,414	399,564	-	-	-	-	-	-	-
Public safety	4,932,439	4,659,316	4,582,436	4,547,434	4,270,231	4,686,563	4,536,967	4,443,899	4,457,143	4,494,953
Transportation	-	-	-	714,108	734,258	708,679	650,836	731,492	881,311	869,194
Physical environment	-	-	-	1,059,367	1,039,747	971,376	958,346	886,445	855,189	827,054
Infrastructure Maintenance*	2,326,371	2,085,620	2,627,268	-	-	-	-	-	-	-
Culture/recreation	597,242	554,635	537,003	529,267	468,430	629,639	505,509	505,436	394,860	381,838
Community Redevelopment	16,879	2,508	102,732	-	-	-	-	-	-	-
Capital outlay	1,148,599	856,195	4,077,012	8,933,674	3,678,426	5,089,128	386,968	741,895	2,318,682	959,909
Debt service:										
Principal	1,119,000	1,096,000	521,000	511,000	509,000	-	-	-	-	-
Interest	172,428	198,693	83,968	94,236	104,385	47,124	-	-	-	-
Total expenditures	12,504,795	11,324,539	14,132,330	18,107,327	12,301,594	13,269,885	8,197,371	8,384,973	9,568,289	8,195,599
Excess of revenues over (under) expenditures	(414,548)	(268,077)	(3,995,551)	(6,972,999)	(3,464,164)	(4,545,222)	36,327	(477,311)	(842,580)	(142,675)
Other financing sources (uses):										
Proceeds from sale of assets	-	-	675	4,110	12,567	99,119	39,347	114,689	10,103	-
Transfers In	1,484,187	2,516,822	2,708,179	6,979,075	4,467,764	5,435,060	353,120	125,000	125,000	125,000
Transfers Out	(773,091)	(1,815,897)	(1,879,249)	(2,159,446)	(1,003,625)	(3,874,636)	(228,120)	-	-	-
Issuance of long term debt	-	-	6,200,000	-	-	5,500,000	-	-	-	-
Total other financing sources (uses)	711,096	700,925	7,029,605	4,823,739	3,476,706	7,159,543	164,347	239,689	135,103	125,000
Net change in fund balances	\$ 296,548	\$ 432,848	\$ 3,034,054	\$ (2,149,260)	\$ 12,542	\$ 2,614,321	\$ 200,674	\$ (237,622)	\$ (707,477)	\$ (17,675)

* New break down to reflect auditors records in order to show Infrastructure Maintenance and Community Redevelopment totals separated.

**Tax Revenues by Source of Governmental Funds
Last Ten Fiscal Years**

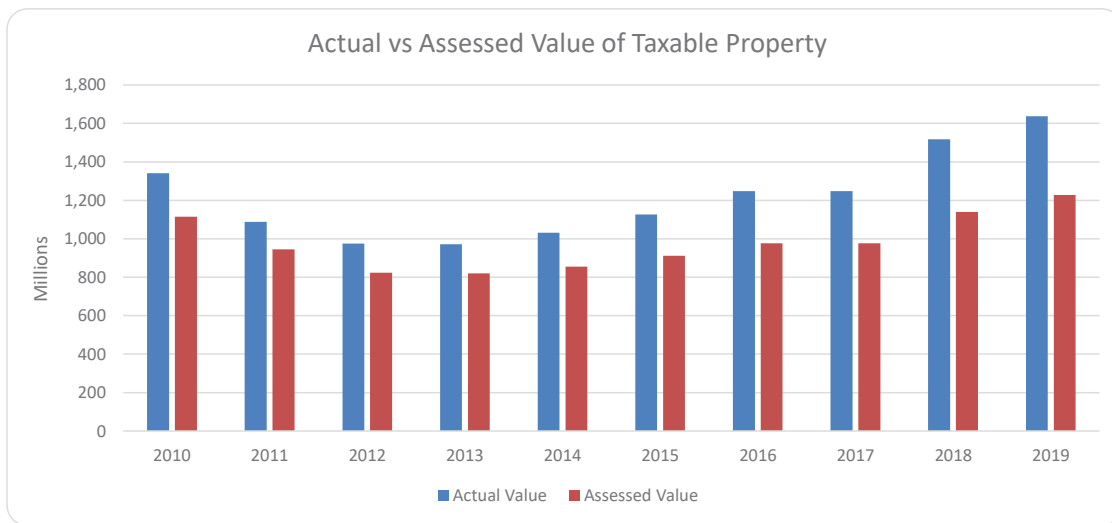
Fiscal Year Ending September 30	Property Taxes	Local Option Gas Taxes	Utility and Franchise Taxes	Total
2019	\$ 4,464,086	\$ 383,440	\$ 2,432,396	\$ 7,279,922
2018	\$ 4,364,351	\$ 320,181	\$ 2,433,499	\$ 7,118,031
2017	\$ 3,482,123	\$ 332,189	\$ 2,384,812	\$ 6,199,124
2016	\$ 3,349,568	\$ 333,666	\$ 2,385,437	\$ 6,068,671
2015	\$ 3,280,632	\$ 303,353	\$ 2,327,660	\$ 5,911,645
2014	\$ 3,244,566	\$ 283,621	\$ 2,242,170	\$ 5,770,357
2013	\$ 3,225,873	\$ 319,888	\$ 2,005,288	\$ 5,551,049
2012	\$ 3,246,835	\$ 343,960	\$ 1,926,356	\$ 5,517,151
2011	\$ 3,701,683	\$ 270,065	\$ 2,001,431	\$ 5,973,179
2010	\$ 3,301,598	\$ 286,961	\$ 2,055,467	\$ 5,644,026



Note: This schedule represents General Fund Revenues and Special Revenue Funds

Assessed Value and Actual Value of Taxable Property - Unaudited Last Ten Fiscal Years

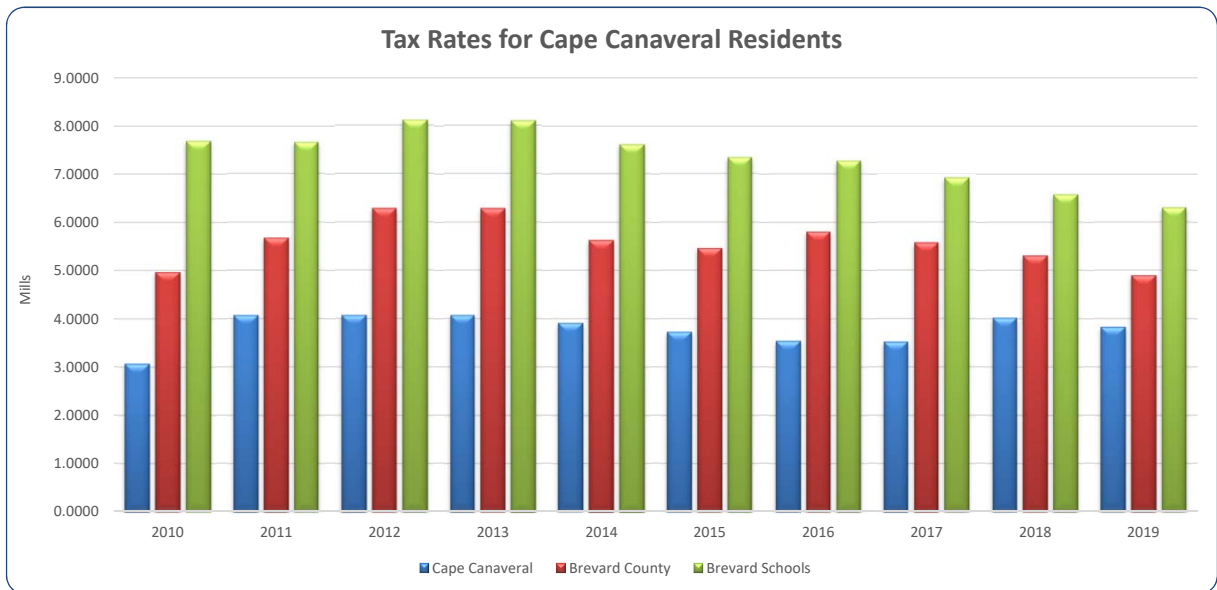
Fiscal Year Ending Sept. 20	Real Property	Personal Property	Estimated Actual Value	Exemptions Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Assessed Value as a Percentage of Actual Value
2019	\$ 1,588,082,910	49,267,823	1,637,350,733	163,019,002	1,227,595,411	3.8288	75.0%
2018	1,471,785,620	45,960,609	1,517,746,229	155,035,175	1,139,320,084	4.0190	75.1%
2017	1,319,311,200	43,765,742	1,363,076,942	148,346,260	1,039,685,602	3.5235	76.3%
2016	1,210,304,710	37,596,222	1,247,900,932	139,827,608	976,475,444	3.5432	78.2%
2015	1,089,004,140	37,779,795	1,126,783,935	136,211,297	911,269,988	3.7246	80.9%
2014	997,910,830	32,828,416	1,030,739,246	134,809,299	854,722,277	3.9102	82.9%
2013	941,481,580	29,345,431	970,827,011	133,952,078	819,560,573	4.0739	84.4%
2012	946,202,570	28,849,632	975,052,202	135,604,108	822,683,104	4.0739	84.4%
2011	1,086,815,240	37,635,713	1,088,915,973	144,063,544	944,852,429	4.0739	86.8%
2010	1,297,016,050	44,355,005	1,341,371,055	256,232,810	1,114,328,062	3.0671	83.1%



Source: Brevard County Property Appraiser (Form DR-403V)

**Property Tax Rates - Direct and Overlapping Governments - Unaudited
Last Ten Fiscal Years**

Fiscal Year	Mills (per \$1,000 of assessed valuation)							
	Library	Cape Canaveral (1)				Brevard County & Other	Brevard School District	Total Direct & Overlapping Rates
		Police	Fire	Beautification	Total			
2019	0.0588			3.7700***	3.8288	4.8938	6.2990	15.0216
2018	0.0635			3.9555***	4.0190	5.3069	6.5680	15.8939
2017	0.0635			3.4600***	3.5235	5.5753	6.9160	16.0148
2016	0.0635			3.4797***	3.5432	5.8035	7.2750	16.6217
2015	0.0666			3.6580***	3.7246	5.4589	7.3390	16.5225
2014	0.0709	1.9187	1.4390	0.4816	3.9102	5.6254	7.6060	17.1416
2013	0.0739	2.0000	1.5000	0.5000	4.0739	6.2857	8.0960	18.4556
2012	0.0739	2.0000	1.5000	0.5000	4.0739	6.2857	8.1120	18.4716
2011	0.0739	2.0000	1.5000	0.5000	4.0739	5.6752	7.6530	17.4021
2010	0.0453	1.4166	1.2715	0.3337	3.0671	4.9714	7.6870	15.7255



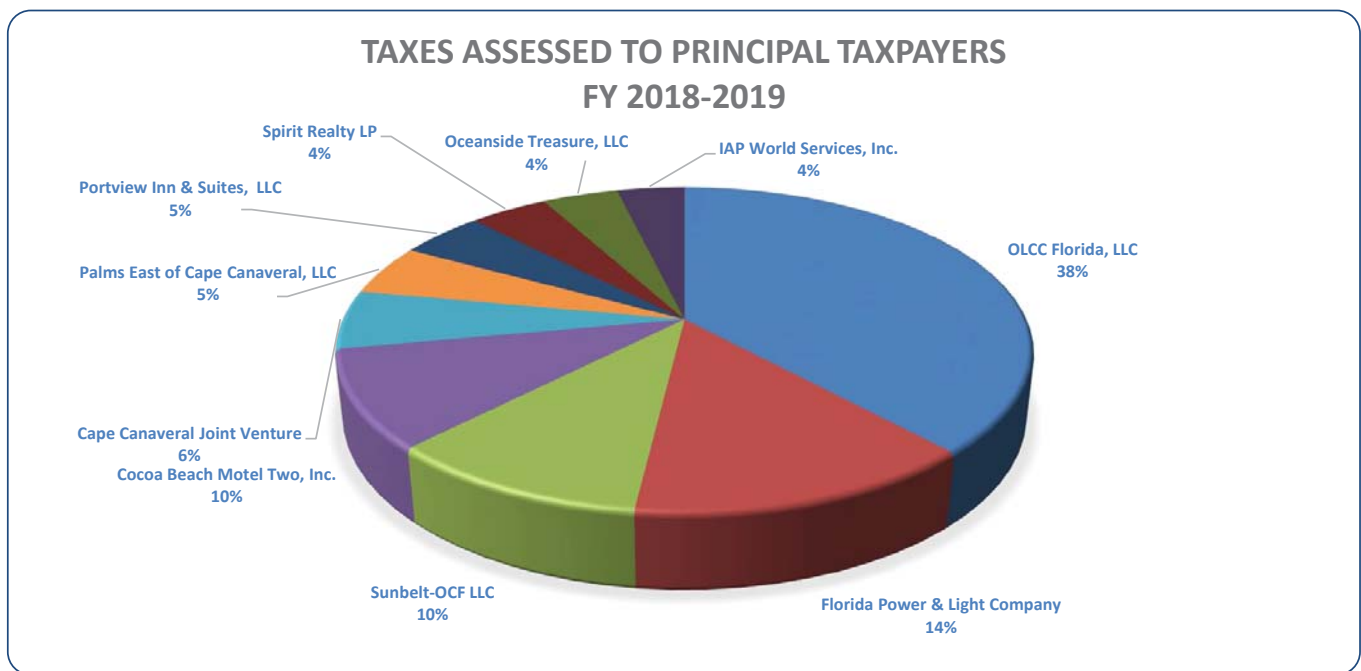
*** 2015 is the 1st year of a General Millage for Cape Canaveral

Source:

- (1) Millage Rate includes General Fund and Library Fund
- (2) Brevard County Property Appraiser DR-403BM & DR-403CC

**Principal Property Taxpayers (Major Taxpayers) - Unaudited
Current Year and Ten Years Ago**

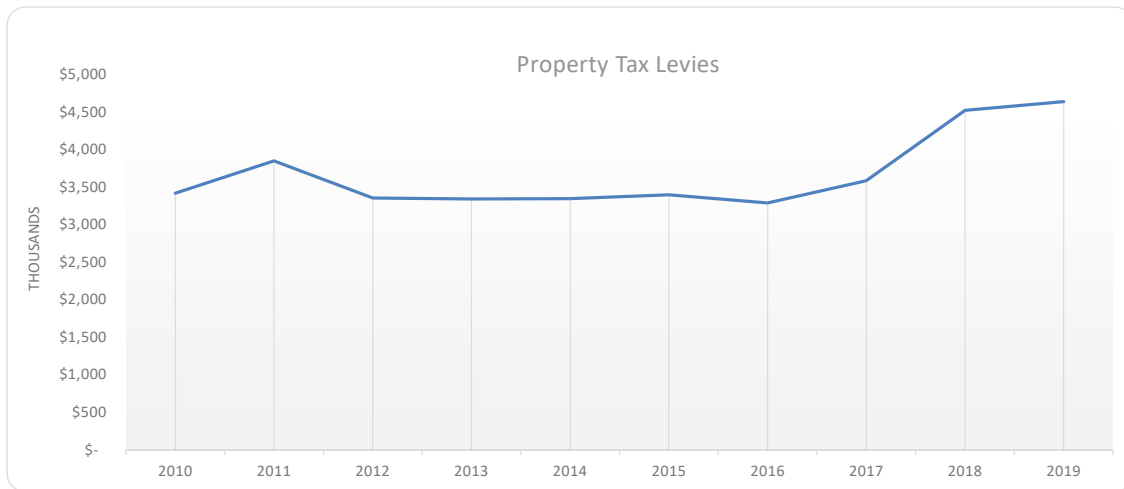
Taxpayer	Product/Service	Year Ended September 30, 2019			Year Ended September 30, 2010		
		Tax Assessed	Rank	Percent of Total City Taxable Value	Tax Assessed	Rank	Percent of Total City Taxable Value
OLCC Florida, LLC (Holiday Inn Vacation)	Time Share Dvlpmnt	\$ 159,660	1	3.45%	\$ 896,259	1	16.58%
Florida Power & Light Company	Utility	57,708	2	1.29%			
Sunbelt-OCF LLC (Homewood Suites)	Hotel	43,732	3	0.98%			
Cocoa Beach Motel Two, Inc. (Radisson)	Hotel	40,759	4	0.91%			
Cape Canaveral Joint Venture (8550 Astronaut)	N/A	24,455	5	0.55%	117,696	3	2.18%
Palms East of Cape Canaveral, LLC	Rental Property	21,150	6	0.47%	89,928	6	1.66%
Portview Inn & Suites, LLC (Country Inn)	Hotel	19,615	7	0.44%	106,159	4	1.96%
Spirit Realty LP	Real Estate	18,247	8	0.41%			
Oceanside Treasure, LLC	Condominium	17,625	9	0.40%			
IAP World Services, Inc.	Security Contractor	15,759	10	0.35%	70,378	10	1.30%
Puerto Del Rio, LLC.	Condominium				152,507	2	2.82%
Coastal Terminals, LLC	N/A				81,590	7	1.51%
A1A Acquisition Group, LTD., LLC	N/A				90,932	5	1.68%
Canaveral Properties, LLC					82,638	8	1.53%
Bayport, LLC	Real Estate Dvlpmnt				73,866	9	1.37%
Total Taxes Assessed		\$ 418,708		9.27%	\$1,761,953		32.59%



Source: Brevard County Tax Collector

**Property Tax Levies and Collections - Unaudited
Last Ten Fiscal Years**

Fiscal Year	Current Year Collections			Total Collections to Date		
	Amount Levied	Amount Collected	Percentage of Levy	Delinquent Tax Collections (1)	Total Amount Collected	Percentage of Levy
2019	\$ 4,635,991	\$ 4,467,439	96.36%	\$ 41,614	\$ 4,509,053	97%
2018	4,518,710	4,448,749	98.45%	34,723	4,483,472	99%
2017	3,583,769	3,582,073	99.95%	42,618	3,624,691	101%
2016	3,286,001	3,285,438	99.98%	64,129	3,349,567	102%
2015	3,393,383	3,280,632	96.68%	50,621	3,331,253	98%
2014	3,344,618	3,244,566	97.01%	65,851	3,310,417	99%
2013	3,338,808	3,175,256	95.10%	116,468	3,291,724	99%
2012	3,350,872	3,184,597	95.04%	89,352	3,273,949	98%
2011	3,848,393	3,701,217	96.18%	100,626	3,801,843	99%
2010	3,417,270	3,244,660	94.95%	53,324	3,297,984	97%



Source: Brevard County Property Appraiser and Tax Collector
(Includes delinquent taxes, penalties and tax certificates.)

**Ratios of Outstanding Debt by Type - Unaudited
Last Ten Fiscal Years**

Fiscal Year	Governmental Activities		Business-Type Activities		Total	Total Personal Income (a)	Percentage of Personal Income	Per Capita ^(b)
	Revenue Note Payable	Capital Leases	State Revolving Loans					
2019	\$ 7,944,000	\$ -	\$ 8,413,099	\$ 16,357,099	446,876,276	3.66%	1,597	
2018	9,063,000	-	7,012,461	16,075,461	434,402,052	3.70%	1,572	
2017	10,159,000	-	5,266,711	15,425,711	445,002,064	3.47%	1,510	
2016	4,480,000	-	4,107,608	8,587,608	399,564,620	2.15%	832	
2015	4,991,000	-	2,245,786	7,096,069	340,791,737	2.08%	706	
2014	5,500,000	-	1,423,228	6,302,051	346,961,640	1.82%	629	
2013	-	-	2,020,187	2,020,187	351,582,346	0.57%	202	
2012	-	-	2,268,987	1,684,340	350,070,168	0.48%	170	
2011	-	-	2,836,184	2,836,184	319,379,658	0	272	
2010	-	-	3,386,452	3,386,452	313,890,720	1.08%	323	

Source: (1) Economic Development Commission of Florida's Space Coast.

(2) University of Florida, Bureau of Economic & Business Research

Note: Details regarding the City's outstanding debt are located in the Notes to Financial Statements.

**Ratio of Net General Obligation Bonded Debt to Assessed Value and
Net Bonded Debt Per Capita - Unaudited
Last Ten Fiscal Years**

Fiscal Year	Population (a)	Assessed Value (b)	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed	Net Bonded Debt Per Capita
2019	10,241	1,227,415,621	-	0.00%	0.00
2018	10,227	1,138,556,594	-	0.00%	0.00
2017	10,218	1,039,685,602	-	0.00%	0.00
2016	10,322	976,221,712	-	0.00%	0.00
2015	10,049	911,269,988	-	0.00%	0.00
2014	10,022	854,722,277	-	0.00%	0.00
2013	9,987	819,560,573	-	0.00%	0.00
2012	9,926	822,683,104	-	0.00%	0.00
2011	10,426	944,852,429	-	0.00%	0.00
2010	10,491	1,114,169,772	-	0.00%	0.00

Source: (1) University of Florida, Bureau of Economic & Business Research
(2) Brevard County Property Appraiser (DR-420)

**Direct and Overlapping Governmental Activities Debt
September 30, 2019**

Governmental Unit	Debt Outstanding (1)	Applicable Percentage (2)	City's Estimated Share of Direct and Overlapping Debt
Brevard County	\$ 46,145,107	1.74%	\$ 802,109
City of Cape Canaveral Direct Debt (Governmental Activities)			
Revenue Note			7,944,000
Total Direct and Overlapping Debt			\$ 8,746,109

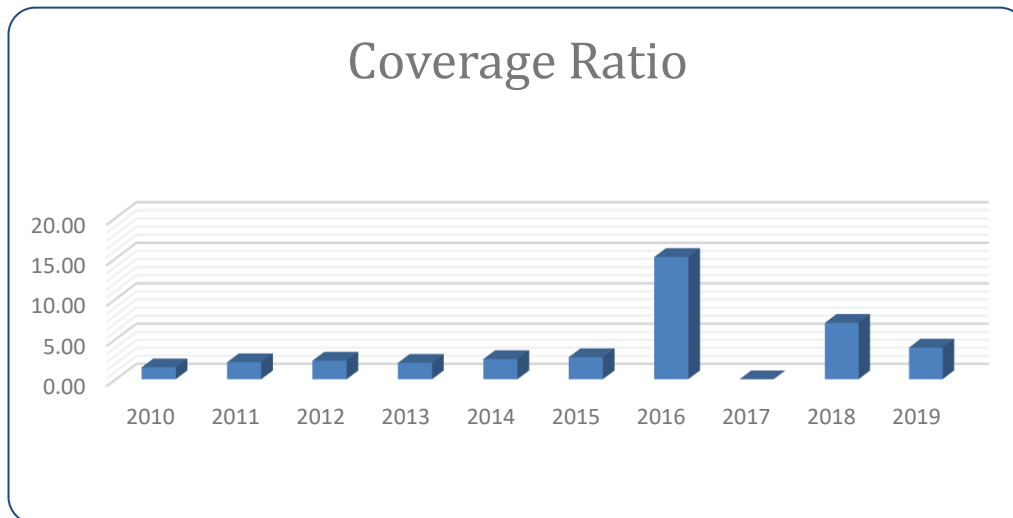
Source:

(1) Brevard County Comprehensive Annual Financial Report. Table 12

(2) <https://www.census.gov/quickfacts/capecanaveralcityflorida>

**Pledged Revenue Coverage - Wastewater System - Unaudited
Last Ten Fiscal Years**

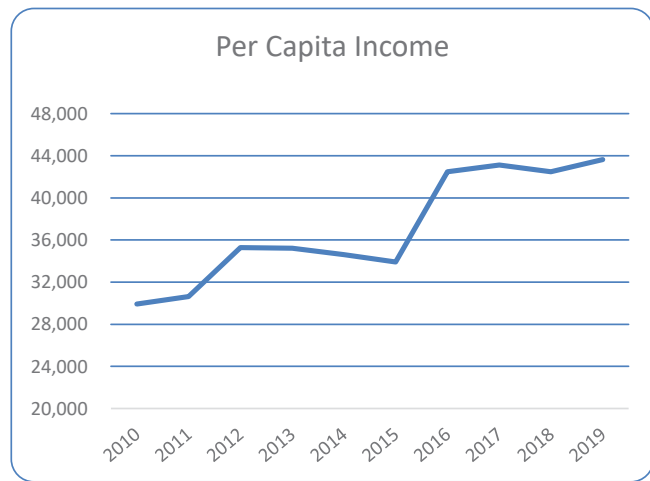
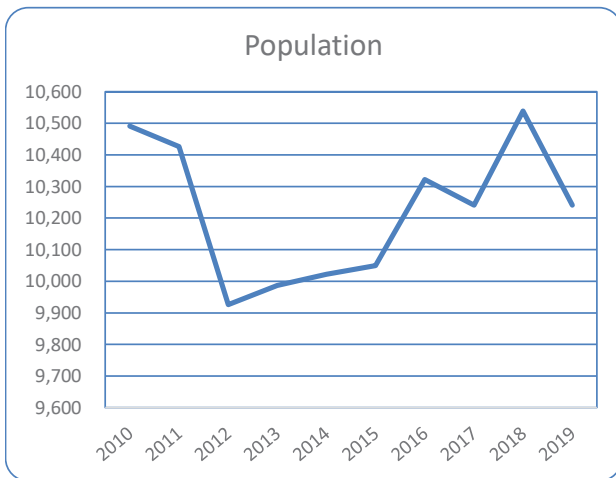
Fiscal Year	Debt Coverage Revenues (a)	Debt Service Requirements (b)	Debt Service Coverage (c)	Direct Operating Expenses (Excluding Depreciation) (d)	Operating Coverage (e)
2019	\$ 4,126,497	\$ 513,080	8.04	\$ 2,106,963	3.94
2018	4,014,216	251,981	15.93	2,246,030	7.02
2017	3,964,016	-	n/a	2,031,279	n/a
2016	4,099,508	144,927	28.29	1,903,323	15.15
2015	3,732,961	649,383	5.75	1,952,830	2.74
2014	3,569,928	649,383	5.50	1,946,033	2.50
2013	3,363,595	649,383	5.18	2,040,297	2.04
2012	3,602,765	649,383	5.55	2,101,172	2.31
2011	3,376,100	641,383	5.26	2,022,564	2.11
2010	3,191,341	644,579	4.95	2,240,191	1.48



- Notes: (1) Total debt coverage revenues and connection fees
 (2) Total operating expenses net of depreciation
 (3) Debt Service Coverage based on Operating Revenues
 (4) Required coverage is 1.25 for Bonds (1.15 and 1.20 for state loans)

**Demographic Statistics - Unaudited
Last Ten Fiscal Years**

Fiscal Year	Population (a)	Median Age (a)	Unemployment Rate (a)	Per Capita Personal Income (a)	Median Household Income (a)	School Enrollment (b)
2019	10,241	54.5	2.1%	\$ 43,636	\$ 47,612	380
2018	10,227	54.3	3.0%	42,476	47,610	394
2017	10,218	54.1	4.8%	43,112	50,032	385
2016	10,322	53.7	5.5%	38,710	44,768	427
2015	10,019	53.6	6.0%	33,913	41,222	369
2014	10,022	52.5	6.4%	34,620	45,577	369
2013	9,987	48.3	7.9%	35,204	43,881	368
2012	9,926	48.3	9.9%	35,268	46,060	375
2011	10,426	50.0	11.1%	30,633	40,468	362
2010	10,491	49.2	11.4%	29,920	40,009	367



Source: (1) Economic Development Commission of Florida's Space Coast
(2) Cape View Elementary

**Principal Employers - Unaudited
Current Year and Ten Years Ago**

Employer	2019			2010		
	Number of Employees	Rank	Percentage of Total County Employment	Number of Employees	Rank	Percentage of Total County Employment
School Board of Brevard County	9,418	1	3.59%	8,535	1	3.41%
Health First Medical Group LLC	9,108	2	3.47%	6,000	4	2.40%
Harris Corporation	8,400	3	3.20%	6,391	2	2.55%
Northrop Grumman Corporation	3,240	4	1.24%	2,000	9	0.80%
Brevard County	2,920	5	1.11%	2,500	7	1.31%
Department of Defense	2,841	6	1.08%	4,174	5	1.67%
NASA	2,013	7	0.77%			
New Rockwell Collins Inc.	1,998	8	0.76%			
Steward Medical Group	1,975	9	0.75%	2,400	8	0.96%
Eastern Florida State College	1,910	10	0.73%			
The Boeing Company				1,962	10	0.78%
Space Gateway Support				3,000	6	2.68%
United Space Alliance				6,300	3	2.52%
Total	43,823		16.70%	43,262		19.08%

Source: Economic Development Commission of Florida's Space Coast.

Note: Figures are for Brevard County. No City figures are available.

**Full-Time Equivalent City Government Employees by Function/Program - Unaudited
Last Ten Fiscal Years**

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Function/program										
General Government:										
Executive/Administration	5.50	5.00	5.00	5.00	5.00	5.00	5.00	4.00	4.00	4.00
Finance	5.00	5.00	5.00	4.00	4.00	4.00	3.50	3.00	3.00	3.00
Building Department	6.80	5.80	5.80	5.50	6.00	6.00	5.00	5.00	5.50	4.50
Recreation	7.4	7.06	7.06	6.40	7.00	8.00	7.00	7.00	5.50	5.50
Infrastructure Maintenance Dept.	7.00	7.00	7.00	7.00	7.00	7.00	6.00	6.00	7.00	8.00
Economic Development	1.00	1.00	1.00	1.00	-	-	-	-	-	-
Community Engagement	2.00	1.00	1.00	-	-	-	-	-	-	-
Public Safety:										
Crossing Guards	1.00	1.00	1.00	1.00	1.50	1.50	1.50	1.50	1.50	1.50
Code Enforcement	2.53	2.00	2.00	2.00	2.00	2.00	2.00	1.00	1.50	1.50
Public Works:										
Waste Water Treatment Plant	14.54	13.19	12.19	17.00	15.00	17.00	18.00	18.00	19.50	19.50
Stormwater	1.00	1.00	1.00	1.00	1.00	2.00	1.00	1.00	1.00	1.00
Totals	53.77	49.05	48.05	49.90	48.50	52.50	49.00	46.50	48.50	48.50

Source: City of Cape Canaveral, Florida's Budget

Method: 1.0 for full-time employees and 0.50 for part-time employees

Note: Police & Fire Departments are contracted out and Personnel not included in City totals

**Operating Indicators by Function - Unaudited
Last Ten Fiscal Years**

Function	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
General government										
Building permits issued	1,729	2,008	1,422	1,184	1,177	935	1,080	836	749	796
Building inspections conducted	4,392	3,918	2,609	1,848	1,995	1,773	1,773	1,342	1,218	1,444
Police										
Physical arrests	1,017	1,109	1,167	996	943	625	511	832	1,003	990
Parking violations (includes warnings)	417	304	108	102	189	317	142	287	357	623
Traffic violations (includes warnings)	4,706	3,682	1,271	2,558	561	798	852	864	1,706	2,995
Fire										
Emergency responses	2,649	2,825	1,966	2,730	1,845	1,581	1,676	1,567	1,549	1,349
Fires extinguished	40	60	23	47	31	61	25	70	79	75
Inspections	1,828	2,128	1,887	1,613	1,436	1,543	1,658	1,505	1,448	830
Public works										
Streets resurfacing (feet)	1,050	-	-	-	-	-	-	-	3,925	-
Potholes repaired	24	20	28	14	12	12	30	12	24	10
Water/Sewer										
Accounts	2,880	2,898	2,893	2,752	2,837	2,723	2,718	2,705	8,491	8,452
Water main breaks	1	2	2	2	6	6	-	-	1	2
Average monthly usage	28,556	31,496	35,997	11,487	11,632	10,899	10,993	27,395	32,120	29,286
Wastewater										
Average daily wastewater treatment	1,144,000	1,300,000	1,300,000	1,300,000	1,100,000	1,096,000	1,096,000	1,096,000	1,070,700	1,200,000

Source: City of Cape Canaveral and City of Cocoa, Florida

Note: In accordance with Inter-Municipal Agreement, billing for Water & Other Services provided to City of Cape Canaveral by City of Cocoa Water Department. Wastewater is City of Cape Canaveral's revenue; Water is City of Cocoa's revenue.

**Capital Asset Statistics by Function - Unaudited
Last Ten Fiscal Years**

Function	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Substations	-	-	-	-	-	-	-	-	-	-
Patrol units (sworn)	25.5	24.5	23.5	23	23.5	22	28	28	28	29
Fire										
Stations	1	1	1	1	1	1	1	1	1	1
Public works										
Streets (lane miles)	21.8	21.8	21.8	21.8	22	16	16	16	16	16
Streetlights	663	679	677	645	645	645	645	622	622	556
Recreation and Culture										
Parks	8	8	8	8	8	8	8	8	8	8
Parks - acres	26.99	26.99	26.99	26.99	26.99	26.99	26.99	26.99	26.99	26.99
Playgrounds	4	4	4	4	4	4	4	4	4	4
Tennis courts	5	5	5	5	5	5	5	5	5	5
Baseball/softball diamonds	2	2	2	2	2	2	2	2	2	2
Soccer/football fields	1	1	1	1	1	1	1	1	1	1
City centers	1	1	1	1	1	1	1	1	1	1
Racquetball courts	4	4	4	4	4	4	4	4	4	4
Water										
Water mains (miles)	48.2	48.2	48.2	48.2	48	48	48	48	48	48
Fire hydrants	254	254	254	254	214	214	214	214	214	214
Storage capacity (thousands of gallons)	None	None	None	None	None	None	None	None	None	None
Wastewater										
Sanitary sewers (miles)	16.8	16.8	16.8	16.8	16.8	16.6	16.6	16.6	16.6	16.6
Treatment capacity (thousands of gallons)	1,800,000	1,800,000	1,800,000	1,800,000	1,800,000	1,800,000	1,800,000	1,800,000	1,800,000	1,800,000

Source: City of Cape Canaveral and City of Cocoa, Florida

Note: In accordance with Inter-Municipal Agreement, Water & Other Services to the City of Cape Canaveral are billed by the City of Cocoa's Water Department. Water Storage Tanks are not located in City of Cape Canaveral .

**Water/Wastewater Distribution and Consumption - Unaudited
Fiscal Year 2019**

Water & Wastewater Distribution & Consumption

Number of Accounts	2,880
Total Meters Billed	2,880
Residential Meters (3/4")	2,189
Non-residential Meters	684
Average Monthly Useage (thousands of gallons)	28,556
Average Consumption per meter (thousands of gallons)	9.92
Average Monthly Wastewater Collection (thousands of dollars)	\$201,172

Source: (a) City of Cocoa Wastewater Consumption Analysis for FY18/19
(b) City of Cape Canaveral Sewer Rates for FY18/19

Note: In accordance with Inter-Municipality Agreement, Water & Other Services provided to City of Cape Canaveral billed by City of Cocoa Water Department. Wastewater is City of Cape Canaveral's revenue; Water is City of Cocoa's revenue.

**Water and Wastewater Rates - Unaudited
Last Ten Fiscal Years**

Fiscal Year	Water		Wastewater	
	Monthly Base	Rate per 1,000	Monthly Base	Rate per 1,000
	Rate	Gallons	Rate	Gallons
2019	\$ 17.23	\$ 3.59	\$ 20.37	\$ 5.94
2018	16.40	3.41	19.86	5.79
2017	15.77	3.28	19.35	5.64
2016	15.32	3.28	19.35	5.64
2015	14.59	3.04	18.43	5.37
2014	14.59	3.04	17.54	5.11
2013	13.89	3.01	16.70	4.86
2012	13.23	2.89	15.82	4.60
2011	12.54	2.61	14.93	4.34
2010	11.62	2.41	14.08	4.09

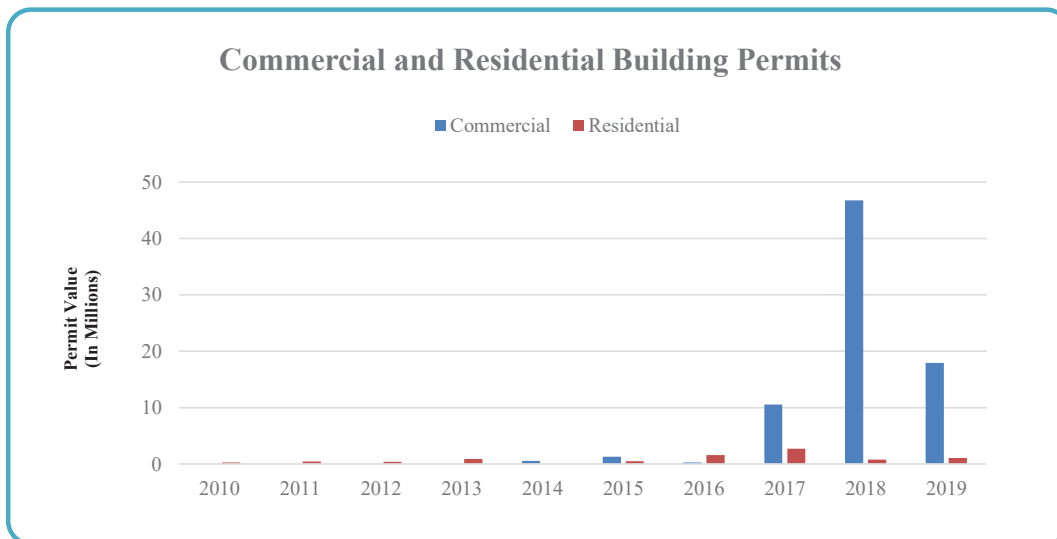
Note: Rates are based on 3/4" meter, the standard household meter size.

Source: City of Cocoa

Note: In accordance with Inter-Municipality Agreement, Water & Other Services provided to City of Cape Canaveral billed by City of Cocoa Water Department. Wastewater is City of Cape Canaveral's revenue; Water is City of Cocoa's Revenue.

Construction, Property Value and Bank Deposits - Unaudited Last Ten Fiscal Years

Fiscal Year	Commercial Construction (a)		Residential Construction (a)		(b) Brevard County Real and Personal Property Taxable Value	(c) Bank Deposits (in thousands)
	# of Units	Value	# of Units	Value	Value	
2019	1	\$ 17,937,796	3	\$ 1,068,250	\$ 37,698,498,609	n/a
2018	5	46,771,274	3	755,368	34,564,221,486	n/a
2017	6	10,543,928	8	2,678,393	31,906,507,569	n/a
2016	2	280,025	5	1,594,464	29,684,313,125	n/a
2015	1	1,299,738	31	466,392	27,990,267,285	n/a
2014	1	557,455	-	-	25,745,155,761	n/a
2013	0	-	4	877,749	24,626,876,502	n/a
2012	0	-	2	401,774	24,922,195,924	n/a
2011	0	-	2	436,946	29,089,009,692	n/a
2010	0	-	1	253,243	33,330,608,859	9,293,940



Data source:

- (a) City of Cape Canaveral Building Department
- (b) Brevard County Property Appraiser - Form 403V
- (c) Florida Bankers Association (figures are for Brevard County)

**Miscellaneous Statistics - Unaudited
September 30, 2019**

Date of Incorporation	May 16, 1963
Form of Government	Council - Manager
Area/Square Miles	1.9 sq. miles
Miles of Streets:	
Paved	21.8 miles
Unpaved	.2 miles
Street Lights	663
Fire Protection:	
Number of Stations	1
Number of Firefighters (volunteer)	7
Number of Firefighters (paid)	35
Police Protection:	
Number of Stations	1
Number of Personnel	33.5
Number of Patrol Units (sworn)	25.5
Recreation:	
Parks - acres	26.99
Number of special use facilities	2
Number of neighborhood parks	8
Undeveloped land, dedicated for recreation use (acres)	7.88
Wastewater	
Gravity Sewer mains	16.8 miles
Force mains	2.8 miles
Storm sewers	9.5 miles
Reclaim lines	14 miles
Number of reuse accounts	690
Number of accounts (wastewater)	2880
Schools:	
Elementary	1
Building Permits Issued	1729
Number of City Employees (excluding police officers and firefighters)	53.77

THIS PAGE INTENTIONALLY LEFT BLANK.

Single Audit and Other Reports

**CITY OF CAPE CANAVERAL, FLORIDA
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2019**

<u>State Grantor/ Pass- Through Grantor/Program Title</u>	<u>CSFA Number</u>	<u>Contract / Grant Number</u>	<u>Expenditures</u>
STATE FINANCIAL ASSISTANCE			
<u>State of Florida Department of Environmental Protection</u>			
Direct Programs:			
Wastewater Treatment Facility Construction	37.077	WW050510	\$ 1,387,017
Wastewater Treatment Facility Construction	37.077	WW050500	278,058
Wastewater Treatment Facility Construction	37.077	WW050530	59,829
Total Wastewater Treatment Facility Construction			<u>1,724,904</u>
Water Management Districts - Land Acquisition and Improvement	37.022	SG035	23,123
Total State Financial Assistance			<u><u>\$ 1,748,027</u></u>

The accompanying notes to the schedule of expenditures of state financial assistance are an integral part of this schedule.

**CITY OF CAPE CANAVERAL, FLORIDA
NOTES TO SCHEDULE OF EXPENDITURES OF
STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2019**

(1) **Basis of Presentation:**

The accompanying Schedule of Expenditures of State Financial Assistance includes the state financial assistance activity of City of Cape Canaveral, Florida. The information in this schedule is presented in accordance with the requirements of Section 215.97, Florida Statutes, *Florida Single Audit Act*. Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City.

(2) **Summary of Significant Accounting Policies:**

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles contained in the cost principles contained in Section 215, Florida Statutes, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

(3) **Contingency:**

Project expenditures are subject to audit and adjustment. If any expenditures were to be disallowed by the grantor agency as a result of such an audit, any claim for reimbursement to the grantor agency would become a liability of the City. In the opinion of management, all project expenditures included on the accompanying schedule are in compliance with the terms of the project agreements and applicable federal and state laws and regulations.

**CITY OF CAPE CANAVERAL, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2019**

A. Summary of Auditors' Results:

Financial Statements:

Type of audit report issued on the financial statements: *Unmodified*

Internal control over financial reporting:

Material weakness(es) identified? yes no

Significant deficiency(ies) identified? yes none reported

Noncompliance material to financial statements noted? yes no

State Financial Assistance:

Internal control over major State projects:

Material weakness(es) identified? yes no

Significant deficiency(ies) identified? yes none reported

Type of auditor's report issued on compliance for major State projects: *Unmodified*

Any audit findings disclosed that are required to be reported for state financial assistance projects in accordance with Chapter 10.550? yes none reported

Dollar threshold used to distinguish between type A and type B programs: \$524,408

Identification of major State projects:

CSFA Number	Project Name
37.077	Water Treatment Facility Construction

B. Financial Statement Findings: None

C. State Financial Assistance Projects Findings and Questioned Costs: None

D. Prior Audit Findings:

2018-001 Capital Asset Reconciliations: Corrective action taken.

E. Corrective Action Plan: Not applicable as there are no financial statement or state financial assistance internal control or compliance findings.

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH STATE PROJECT AND
REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH CHAPTER
10.550, RULES OF THE AUDITOR GENERAL**

To the Honorable Mayor, City Council, and City Manager,
City of Cape Canaveral, Florida:

Report on Compliance for Each Major State Project

We have audited City of Cape Canaveral, Florida's (the City) compliance with the types of compliance requirements described in the *Florida Department of Financial Services State Project Compliance Supplement* that could have a direct and material effect on each of the City's major state projects for the year ended September 30, 2019. The City's major state projects are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major state projects based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and Chapter 10.550, Rules of the Florida Auditor General. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state project occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

- 121 -

121 Executive Circle
Daytona Beach, FL 32114-1180
Telephone: 386-257-4100

133 East Indiana Avenue
DeLand, FL 32724-4329
Telephone: 386-738-3300

5931 NW 1st Place
Gainesville, FL 32607-2063
Telephone: 352-378-1331

2477 Tim Gamble Place, Suite 200
Tallahassee, FL 32308-4386
Telephone: 850-386-6184

Opinion on Each Major State Project

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

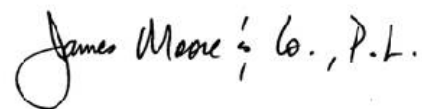
Report on Internal Control over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to state projects. In planning and performing our audit, we considered the City's internal control over compliance with the requirements that could have a direct and material effect on a major state project to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with Chapter 10.550, Rules of the Florida Auditor General, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of Chapter 10.550, Rules of the Florida Auditor General. Accordingly, this report is not suitable for any other purpose.



Daytona Beach, Florida
February 11, 2020

**INDEPENDENT AUDITORS' 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**

To the Honorable Mayor, City Council, and City Manager,
City of Cape Canaveral, Florida:

We have audited, 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Cape Canaveral, Florida, (the City) as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated February 11, 2020.

Internal Control over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a 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 (internal control) was for the limited purpose described in the first paragraph of this section and was not designed to identify

- 123 -

121 Executive Circle
Daytona Beach, FL 32114-1180
Telephone: 386-257-4100

133 East Indiana Avenue
DeLand, FL 32724-4329
Telephone: 386-738-3300

5931 NW 1st Place
Gainesville, FL 32607-2063
Telephone: 352-378-1331

2477 Tim Gamble Place, Suite 200
Tallahassee, FL 32308-4386
Telephone: 850-386-6184

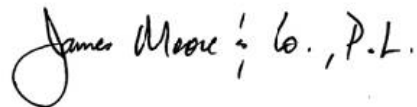
all deficiencies in internal control that might be material weaknesses or significant deficiencies, and therefore, material weaknesses or significant deficiencies may exist that are not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, 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*.

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 black ink that reads "James Moore & Co., P.L." The signature is written in a cursive style with a large initial 'J'.

Daytona Beach, Florida
February 11, 2020

**INDEPENDENT AUDITORS' MANAGEMENT LETTER REQUIRED
BY CHAPTER 10.550, RULES OF THE STATE OF FLORIDA
OFFICE OF THE AUDITOR GENERAL**

To the Honorable Mayor, City Council, and City Manager,
City of Cape Canaveral, Florida

Report on the Financial Statements

We have audited the financial statements of the City of Cape Canaveral, Florida (the City), as of and for the fiscal year ended September 30, 2019, and have issued our report thereon dated February 11, 2020.

Auditors' Responsibility

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

Other Reports and Schedule

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditors' Report on Compliance for Each Major State Project and Report on Internal Control over Compliance in accordance with Chapter 10.550, Rules of the Florida Auditor General; Schedule of Finding and Questioned Costs; and Independent Accountants' Examination 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 Florida Auditor General. Disclosures in those reports and schedule, which are dated February 11, 2020, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. No comments remain uncorrected from the second preceding year. The following is a summary of prior year recommendations:

2018-001 Capital Asset Reconciliation – Corrective action taken.

- 125 -

121 Executive Circle
Daytona Beach, FL 32114-1180
Telephone: 386-257-4100

133 East Indiana Avenue
DeLand, FL 32724-4329
Telephone: 386-738-3300

5931 NW 1st Place
Gainesville, FL 32607-2063
Telephone: 352-378-1331

2477 Tim Gamble Place, Suite 200
Tallahassee, FL 32308-4386
Telephone: 850-386-6184

2018-002 Budgetary Compliance – Corrective action taken.

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 for the primary government of the reporting entity is disclosed in Note 1 of the basic financial statements.

Financial Condition

Section 10.554 (1)(i)5.a. and 10.556(7), Rules of the Auditor General, require us to apply appropriate procedures and communicate the results of our determination as to whether or not the City 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.

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

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

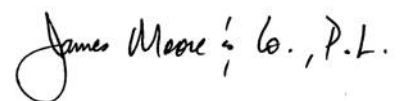
Additional Matters

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

Purpose of this Letter

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

Daytona Beach, Florida
February 11, 2020



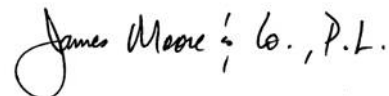
INDEPENDENT ACCOUNTANTS' EXAMINATION REPORT

To the Honorable Mayor, City Council, and City Manager,
City of Cape Canaveral, Florida

We have examined the City of Cape Canaveral, Florida's (the City) compliance with Section 218.415, Florida Statutes, *Local Government Investment Policies*, for the year ended September 30, 2019. Management is responsible for the City's compliance with those requirements. Our responsibility is to express an opinion on the City's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Authority complied with Section 218.415, Florida Statutes, *Local Government Investment Policies*, for the year ended September 30, 2019, in all material respects. An examination involves performing procedures to obtain evidence about the Authority's compliance with those requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of risks of material noncompliance with those requirements, 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.

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



Daytona Beach, Florida
February 11, 2020

IMPACT FEE AFFIDAVIT

BEFORE ME, the undersigned authority, personally appeared John DeLeo, Administrative/Financial Services Director of the City of Cape Canaveral., who being duly sworn, deposes and says on oath that:

- 1. I am the Administrative/Financial Services Director of the City of Cape Canaveral which is a local governmental entity of the State of Florida;
- 2. City of Cape Canaveral adopted Resolution Number: 2013-13 Sanitary Sewer Impact Fee and Ordinance Numbers: 09-2013 Revising Sewer Impact Fee Assessment Procedures; 10-2019 Amending the City Code regarding the Payment of Impact Fees; 20-2006 Fair Share Mitigation Program related to Transportation Facility Impacts; 08-2003 Related to Sidewalk Impact Fees; and 07-2002 Payment of Impact Fees, implementing an impact fee; and
- 3. City of Cape Canaveral has complied and, as of the date of this Affidavit, remains in compliance with Section 163.31801, Florida Statutes.

FURTHER AFFIANT SAYETH NAUGHT.


 John DeLeo, City of Cape Canaveral

STATE OF FLORIDA
COUNTY OF Brevard County

SWORN TO AND SUBSCRIBED before me this 21st day of January, 2020 by physical presence.


 NOTARY PUBLIC
 Print Name Mia GOFORTH

Personally known or produced identification _____

Type of identification produced: _____

My Commission Expires: 5/16/2021

