

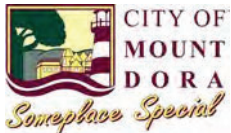
The City of Mount Dora, FL



Comprehensive Annual Financial Report



September 30, 2020



Our Mission

Preserve the quality and unique character of Mount Dora while providing outstanding municipal services to our citizens.

Fiscal Year Ending

INTRODUCTION SECTION

**CITY OF MOUNT DORA, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
YEAR ENDED SEPTEMBER 30, 2020**

**MAYOR/CITY COUNCIL MAYOR
AS OF THE ISSUANCE DATE**
Cathy Hoechst

COUNCIL MEMBERS AS OF THE ISSUANCE DATE
Harmon Massey, Vice-Mayor
Pamela Burtnett
Cal Rolfson
Austin Guenther
Marc Crail
Doug Bryant

MAYOR AS OF THE FISCAL YEAR-END
Cathy Hoechst

COUNCIL MEMBERS AS OF THE FISCAL YEAR-END
Harmon Massey, Vice-Mayor
Pamela Burtnett
Cal Rolfson
John Tucker
Marc Crail
Crissy Stile

CITY MANAGER
Robin R. Hayes

FINANCE DIRECTOR
Jonathan C. McKinney, FRA-PA, CGFO

PREPARED BY
Sheila G. Hayes, Assistant Finance Director
With the Assistance of
the Finance Department

AUDITORS
Purvis, Gray and Company, LLP

**CITY OF MOUNT DORA, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2020**

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**CITY OF
MOUNT
DORA**

OFFICE OF THE CITY MANAGER

City Hall
510 N. Baker St.
Mount Dora, FL 32757

Office of the City Manager
352-735-7126
Fax: 352-735-4801

Finance Department
352-735-7118
Fax: 352-735-1406

Human Resources
352-735-7106
Fax: 352-735-9457

Planning and Development
352-735-7112
Fax: 352-735-7191

City Hall Annex
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Mount Dora, FL 32757

Parks and Recreation
352-735-7183
Fax: 352-735-3681

Public Safety Complex
1300 N. Donnelly St.
Mount Dora, FL 32757

Police Department
352-735-7130
Fax: 352-383-4623

Fire Department
352-735-7140
Fax: 352-383-0881

Public Works Complex
1250 N. Highland St.
Mount Dora, FL 32757
352-735-7151
Alt. Tel: 352-735-7105
Fax: 352-735-1539
Alt. Fax: 352-735-2892

W. T. Bland Public Library
1995 N. Donnelly St.
Mount Dora, FL 32757
352-735-7180
Fax: 352-735-0074

Website:
www.cityofmountdora.com

March 31, 2021

To the Honorable Mayor and Members of City Council

It is our pleasure to submit this Comprehensive Annual Financial Report for the City of Mount Dora, Florida (the City), for the fiscal year ended September 30, 2020. This report fulfills the requirements set forth in the City Charter Section 2-121, Florida Statutes, Chapter 166.241 and the Rules of the Florida Auditor General, Chapter 10.550. The organization, form and contents of this report plus the accompanying financial statements and statistical tables are formulated in accordance with the principles prescribed by the Governmental Accounting Standards Board, State of Florida, City Charter and the Government Finance Officers Association.

This report consists of management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of the information contained in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive framework of internal controls that is designed both to protect the City'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 exceed the anticipated 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 of any material misstatements. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Florida Statutes and the City Code of Ordinances require that an annual financial audit in accordance with generally accepted auditing standards be performed by a firm of licensed certified public accountants. This year the audit was performed by an independent firm of certified public accountants, Purvis Gray & Company, Certified Public Accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended September 30, 2020, are free of material misstatement. The independent audit involved examining, on a test basis, 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 auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion ("Clean") that the City's financial statements for the fiscal year ended September 30, 2020, are fairly presented

in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City was part of a broader, state mandated "Single Audit" designed to meet the special needs of federal and state grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on those internal controls and legal requirements involving administration of federal and state awards. These reports are in the compliance 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 independent auditors' report.

Profile of the City and Government

In 1880, the City was established, and first named Royellou after the children of one of the City's pioneers. On March 25, 1910, it was incorporated as a town and changed its name to correspond to the adjoining lake and the fact that the City sits on a plateau 184 feet above sea level with the second highest elevation in the state. The town was incorporated as a city on April 23, 1953. The City is located in Central Florida, approximately 25 miles northwest of Orlando. The City consists of over 11 square miles and has the flavor of a small town with hilly terrain, several lakes, a large canopy of oak trees and many historic buildings. Along with our nationally acclaimed art and crafts festivals, Mount Dora is a vibrant community with much to offer residents and visitors to which we live up to our reputation as "Someplace Special".

The City of Mount Dora is empowered by the State to levy a property tax on both real and non-residential personal property within its boundaries. It is also empowered by State Statute to extend its corporate limits by annexation, which it has done from time to time. The City has entered into a Joint Planning Agreement with Lake County which defines the future City limits and the type of land uses that will be utilized in areas annexed in the future.

The City Charter provides for a Council/Manager form of government. Policy-making and legislative authority is vested in a City Council consisting of the Mayor, two Council Members elected at large, and four Council Members elected on a district basis. The elected officials are elected every two years for a two-year term on a staggered term and non-partisan basis. The City Council appoints the City Manager, who is responsible for supervising the daily operations and appoints the department heads. The staff is arranged into ten departments: City Clerk, Public Works, Electric, Police, Fire, Leisure Services, Planning and Development, Finance, Information Technology and Human Resources, each run by a professional from the appropriate field. Legal is currently out sourced and reports directly to the City Council, who is charged with the appointment of the contract.

The City provides a full range of services, including police and fire protection, maintenance of roads and sidewalks, construction and maintenance of infrastructure, recreational, library and other cultural activities. Certain utility services are provided through legally-separate enterprise funds, including electric, water and wastewater, sanitation, stormwater and cemetery. These funds are included in the financial statements. The Community Redevelopment Agency (CRA) and the Northeast Community Redevelopment Agency (NECRA) are considered component units and are included in the City's financial statements as Major Funds.

Local Economic Conditions

Mount Dora is at the eastern border of the growth spreading from the Orlando-Metro (Orange County) area. Due to the proximity of the City to the new expressway connecting Lake County to the Orlando-Metro area, the City is expected to grow. The City has been involved with the approval of housing developments in its Lake County Joint Planning Area (JPA) that will eventually double the effective population of the City once the parkway and the Wolf Creek Branch Innovation District are completed. There will be continued annexations expanding the City limits within the JPA area. In addition to residential growth in Mount Dora, commercial growth along U.S. 441 will include major chain retailers and restaurants that depend on larger populations for their success. The supply of residential housing has increased as well as home prices. Specific economic conditions affecting the City's financial position are discussed in greater detail in the MD&A in this report.

The emergence of COVID-19 has effected our area during the second half of the 2019/2020 fiscal year. Lake County's unemployment numbers have increased from 2.9% to 7.4% at September 30th which is slightly higher than the State of Florida (7.2%) and the United States (7.9%). However, Housing prices continued to increase, as well as, the related ad valorem taxes. Vacancies in the downtown area have stabilized and are lower than levels experienced in other communities. The economic factors that have faced many communities, also have presented a challenge to the City to prepare a balanced budget. Although future revenues will be increasing, there is a need to address various budget items that were delayed or reduced during the recession.

COVID-19 has had a chilling effect on new commercial development during the second half of the 2019/2020 fiscal year. A few permitted projects were delayed and new commercial applications dwindled to a trickle. However, we saw an increase in permits for remodeling. As indicated earlier in this report, the housing industry remains robust and it is anticipated that commercial development will increase dramatically to serve the new rooftops once the pandemic is brought under control.

The City continues to position itself as a sustainable community and prepare for future growth by encouraging both new development and redevelopment in the core city area, establishing mixed-use centers and supporting alternative modes of transportation. A strong and diverse economy will allow Mount Dora to continue as a livable community promoting a high quality of life for all residents.

Relevant Financial Policies

During the fiscal year, the City Council adopted a Five-Year Capital Improvement Program outlining the capital improvements for all funds. This is the thirteenth straight year that a formal plan has been adopted. This program was written in compliance with the City's Reserve, Debt Management, Capital Asset, and Investment Policies. These policies were written as part of an overall program to outline the City's financial strategy to meet its current and future obligations. The Vehicle Replacement Program is funded annually to fund future vehicle replacements. Approximately 90% of the fleet has been replaced within the last five years. The City's Debt Management and Investment Policies were updated in 2020. In 2020, the Investment Policy was expanded to allow long-term inter-fund borrowing in order to reduce loans from outside sources and interest expense. This Policy provides strict guidelines where inter-fund loans can be made with specific approval by the City Council. All financial policies are reviewed annually for any necessary updates.

Major Initiatives and Accomplishments

While the MD&A section that follows, and other supplementary information contained in this report will provide highlights and review financial performance during the reporting period, the following list of major initiatives and accomplishments, which were completed in fiscal year 2020, is provided as a background to the financial results during 2019-20:

- With the issuance of \$21.74 million in Fire Protection Assessment Revenue Bonds the City has acquired land for the construction of three new stations along with apparatus. These bonds were issued on December 12, 2018.
- With the issuance of \$12.16 million in Capital Improvement Revenue Bonds the City has acquired land for the construction of a municipal public works complex. These bonds were issued on November 30, 2018.
- The City's Power Supply agreement with Duke Energy came to an end in 2020. We bid out and successfully negotiated a new purchase power agreement with Orlando Utilities Commission "OUC" at significantly lower cost than with Duke Energy. This will help with the electric rates for years to come. Additionally, the City negotiated the purchase of a solar power farm that will be built within Mount Dora on City property. By 2023, with the combined solar agreements, 25% of our generating capacity will be made up of renewable energy.
- The Mount Dora Fire Department "MDFD" received Accredited Agency status with the Commission on Fire Accreditation International (CFAI). MDFD was formally recognized as one of less than 300 agencies to achieve Internationally Accredited Agency status with the CFAI and the Center for Public Safety Excellence, Inc. (CPSE).

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- Phase 1 of the Lincoln Park pool renovation was completed. This included the resurfacing of the pool and all new pool equipment and filtration system at a total estimated cost of \$326,729.
 - Construction of improvements to the US 441/State Road 46 Intersection primarily funded by the Florida Department of Transportation together with the City for the relocation and improvements of utilities with a loan from the State Revolving Fund “SRF” in the amount of \$1.98 million.

It is the responsibility of the City Manager to carry out the mandates and enforce the policies of the City Council within the budget established by City Council. In order to fulfill these duties, the Manager has a dedicated staff. These department heads, along with the City Attorney, comprise the management team. The City Manager relies on the expertise of the management team to ensure that the goals and needs of the City are met efficiently and effectively.

Long-term Financial Planning

The City of Mount Dora has developed methodology to manage its long-term financial plan. During the last ten years, the City Council has adopted or revised the Reserve, Debt Management, Purchasing, Investment, Capital Asset Management, Vehicle Replacement and Budget Policies. Annually, the City Council along with the City Manager review the programs, services and the future capital needs of the City in order to meet the future growth and maintain the current level of service and quality of life. The Five-year Capital Improvement Program is then developed to address the priority of the projects and how to fund the projects within the City’s available resources. Afterwards, this is incorporated into the budgeting process. Annually, the City Manager develops a work plan in conjunction with the City Council and Department Directors to accomplish the goals of the City. Quarterly reports provide updates on the status of the work plan and capital projects.

The Council adopted a visioning plan in 2011. Annually, the Council has a goal setting workshop to establish new goals and objectives for the Strategic Plan while insuring continuity and relevance of the original plan.

In order to ensure adequate funding within all of our utilities, the City has authorized the execution of various Resolutions for future rate reviews.

Financial Reporting Standards

Our initiatives and accomplishments are possible only in an environment where the resources provided by our citizens, and the use of those resources, are carefully measured, documented and monitored at all times. The trust of our citizens to protect the resources they provide and the use of these resources appropriately is a critical component of effective government.

For this reason, the City Charter requires an annual audit of the books, accounts, financial records and transactions of all administrative departments of the City by independent certified public

accountants selected by the City Council. The accounting firm of Purvis Gray & Company, CPA's was selected by the City Council in September 2017, and their report on the basic financial statements is included in the financial section of this report. The audit process includes a thorough examination of the records of the Finance Department, independent verification of transactions, review of bank statements and other original documents, and analysis of account balances and activities.

In addition to the detailed audit performed by an independent auditor, annually the City submits the completed CAFR to the Government Finance Officers Association of the United States and Canada (GFOA) as part of their awards program.

A Certificate of Achievement is valid for a period of one year only. As of March 31, 2020 we have not received notification as to whether our September 30, 2019 has received this prestigious award. While we believe that the past year's CAFR did satisfy both generally accepted accounting principles and applicable legal requirements we are unable to state that the certificate was received for this period. We believe that our current CAFR continues to meet the Certificate of Achievement program's requirements, and we will be submitting it to the GFOA to determine its eligibility for another certificate.

Internal Control System

Management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the government are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles.

In developing and evaluating the City's accounting systems, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance by safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial reports for preparing financial statements and maintaining accountability of assets. Additionally, the concept of "reasonable assurance" recognizes that the cost of a control should not exceed the benefits likely to be derived and evaluation of the costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. It is understood, however, that no system of controls can prevent all errors or fraud in all situations. We believe, however, that the City's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

As a recipient of Federal, State and County financial assistance, the government is also responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by the City's management.

Budget Controls

Budgetary control is a management function and is accomplished through the integration of budgetary and financial accounting. Budgeting is considered to be both a planning and control tool. As a planning tool, the budget is an estimate of proposed expenditures and the proposed means of financing those expenditures for the fiscal year. Budgetary control is accomplished through monthly and annual comparison of actual and estimated expenditures. Other controls to ensure budgetary compliance include purchasing authorization controls, automatic controls imposed by the accounting system, electronic and signature authorizations and other policies and procedures designed to monitor and restrict outlays to only those approved by the budget.

Budgetary controls are set at the fund level allowing budget amendments within each fund to be made by the City Manager. The City Manager may initiate purchases up to \$50,000 if approved at the line item level in the adopted or amended budget. Additionally, the amendments must be revenue/expenditure neutral. Any increase in total expenditures within a fund must identify a new, specific revenue source, or reserves, and be approved by City Council. Any changes in the amounts designated as Reserves, Contingencies or in total revenues in a fund require a Budget Amendment passed by the City Council.

Acknowledgements

The 2019-20 financial report that follows details the financial results of activities and reports an overall improvement in our financial position since the prior year. Continued planning, efficient and cost-effective operations and responsible financial management has positioned the City to meet the challenge of providing appropriate and quality services at the lowest possible cost to current and future citizens.

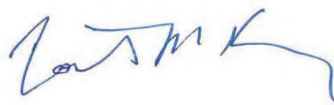
The preparation of this report could not be accomplished without the dedicated service of the entire staff of the Finance Department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report.

In closing, appreciation is extended to the Mayor and City Council members for their continued commitment to the highest ethical standards in financial reporting and disclosure, and for their support and encouragement for management and staff.

Sincerely,



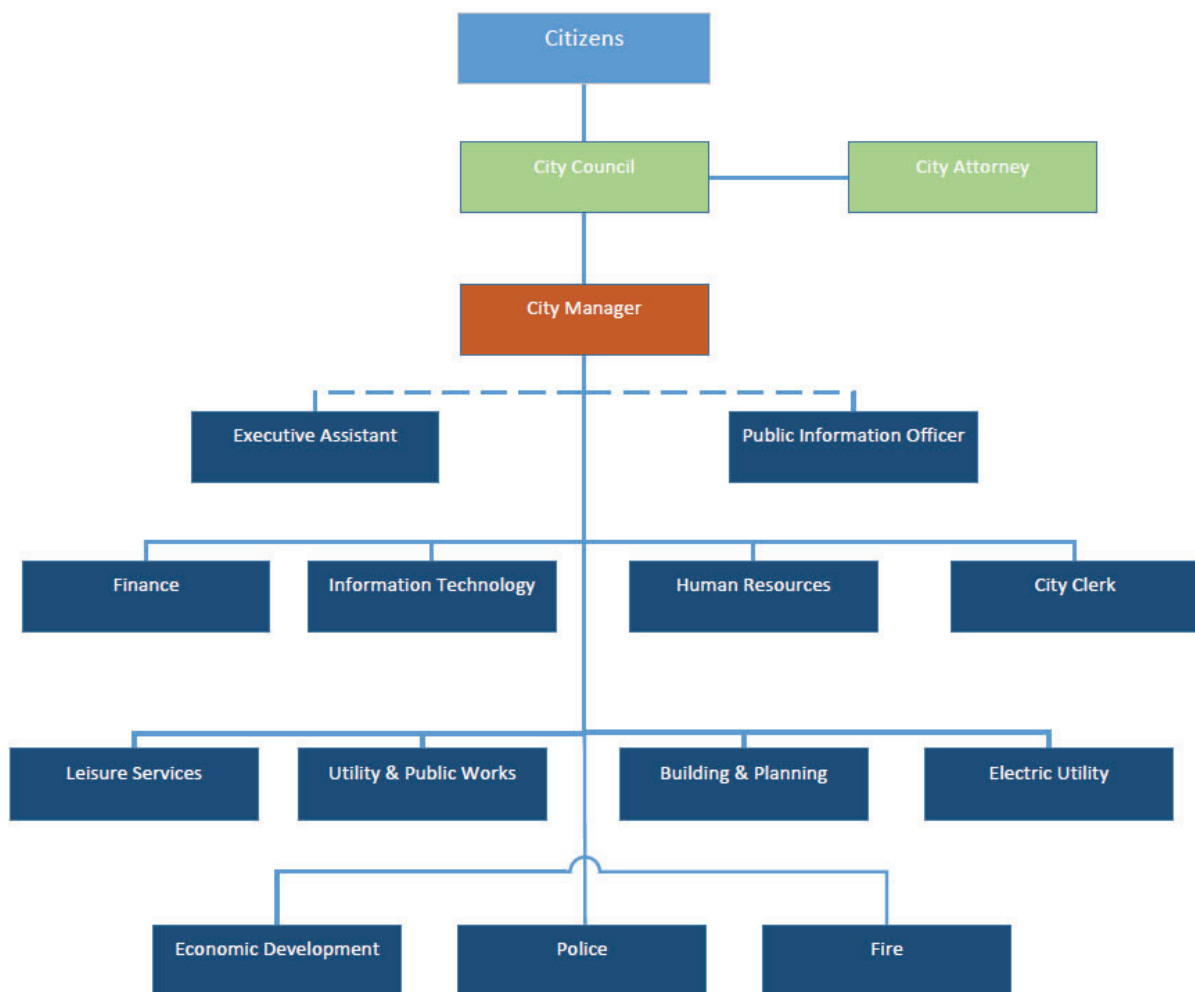
Robin R. Hayes
City Manager



Jonathan C. McKinney
Finance Director



ORGANIZATIONAL CHART FY 2019-20





Government Finance Officers Association

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

Presented to

**City of Mount Dora
Florida**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2018

Executive Director/CEO

FINANCIAL SECTION

This Sections contains the following subsections:

**Report Independent Certified Public Accountants
Management's Discussion and Analysis
Basic Financial Statements
Notes to Financial Statements
Required Supplementary Information
Other Supplemental Information
Internal Service Funds Combining Statements**

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and
Members of the City Council
City of Mount Dora, Florida
Mount Dora, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Mount Dora, Florida (the City) as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion about the effectiveness of the City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

CERTIFIED PUBLIC ACCOUNTANTS

Gainesville | Ocala | Tallahassee | Sarasota | Orlando | Lakeland

purvisgray.com

Members of American and Florida Institutes of Certified Public Accountants

An Independent Member of the BDO Alliance USA

Honorable Mayor and
Members of the City Council
City of Mount Dora, Florida
Mount Dora, Florida

INDEPENDENT AUDITOR'S REPORT

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, 2020, and the respective changes in financial position and where applicable, cash flows, thereof for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, the other supplementary information section, and the statistical section are presented for the purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards and state financial assistance (presented in the compliance section) is presented for purposes of additional analysis as required by the Uniform Guidance and Chapter 10.550, *Rules of the Auditor General*, and is also not a part of the basic financial statements.

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

Honorable Mayor and
Members of the City Council
City of Mount Dora, Florida
Mount Dora, Florida

INDEPENDENT AUDITOR'S REPORT

The introductory and statistical section have not been subjected to the auditing procedures applied on 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 a report dated March 31, 2021, 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 the 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.



March 31, 2021
Gainesville, Florida

Comprehensive Annual Financial Report, Fiscal Year Ending September 30, 2020

Management's Discussion and Analysis

The readers of the City of Mount Dora's financial statements are provided with this narrative overview and analysis of the financial activities by management. We encourage readers to consider the information presented here in conjunction with additional information in this report.

Overview of Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Mount Dora's basic financial statements prepared in compliance with the pronouncements of the Governmental Accounting Standards Board. The City's basic financial statements are comprised of three separate components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. This report also contains required and other supplementary information in addition to the basic financial statements.

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, liabilities and deferred inflows/outflows, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The Statement of Activities presents information showing how the City's net position changed during the most recently completed 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 the 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) and 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, Police, Fire, Transportation, Planning, Community Redevelopment, Library, Recreation, Facilities and Parks Maintenance. The business-type activities of the City include electric, water and wastewater, sanitation, stormwater and the cemetery operations. The government-wide financial statements can be found on pages 14 through 16 of this report.

Fund Financial Statements - A Fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary or business-type funds, and fiduciary 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 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 eleven individual governmental funds. Information is presented separately in the governmental fund Balance Sheet as well as in the governmental fund Statement of Revenues, Expenditures and Changes in Fund Balances. The Changes in Fund Balances are for the General Fund, the Community Redevelopment Agency, the Northeast Community Redevelopment Agency, the Public Services Tax Fund, the Discretionary Sales Tax Capital Projects Fund and the Impact Fees Capital Projects Fund, which are shown as major funds (statements on pages 17 through 21). The City has elected to treat the two redevelopment funds as major funds for presentation reasons, although they do not meet all the criteria of a major fund. Data from the other five governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this

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report. The City adopts an annual appropriated budget for its General, Special Revenue, Debt Service and Capital Projects Funds. Budgetary comparison schedules have been provided for the General Fund and any major Special Revenue Fund to demonstrate compliance with the budget and are presented as required supplemental information. Debt Service, Capital Projects and non-major special revenue budgetary comparison schedules demonstrate compliance with the budget and are presented as other supplemental information.

Proprietary Funds - The City maintains two types of proprietary 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 electric, water and wastewater, sanitation, stormwater and cemetery operations. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its vehicle replacement and self insurance (health) programs.

Because services accounted for in the internal service funds are charged back to the appropriate fund based on services provided, its activities are already included in the financial statements of the governmental and business-type funds as presented. Individual fund data for the internal service fund is provided in the proprietary fund financial statements.

Proprietary fund financial statements 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 Electric, Water and Wastewater, Sanitation, Stormwater and Cemetery Funds. The five funds are considered major funds by the City. The proprietary fund financial statements can be found on pages 23 through 32 of this report.

Fiduciary Funds - Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statements because the resources of these funds are not available to support City programs. The accounting practices used for fiduciary funds are much like that used for proprietary funds. The fiduciary fund financial statements can be found on pages 33 and 34 of this report.

Notes to the Financial Statements - The notes provide additional information that is essential in order to obtain a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 35 through 74 of this report.

Other Information - In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning budgetary comparisons and the City's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on pages 75 through 88 of this report.

The combined statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 89 through 102 of this report.

Economic Factors Affecting Financial Operations

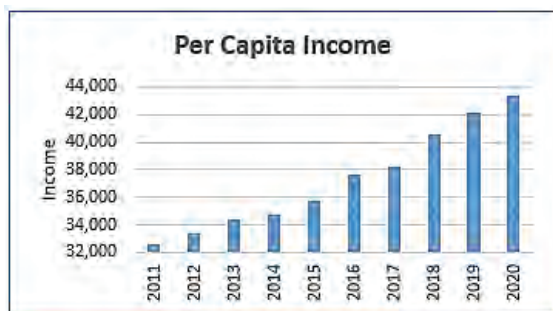
In reviewing the City's financial position and results of operations, it is important to consider the economic environment present during the reporting period as well. This information is important in understanding the context of the financial decisions that have been made.

The City of Mount Dora is located in Lake County bordering U.S. 441, approximately 25 miles northwest of Orlando, Florida. Incorporated as a city in 1910, Mount Dora now encompasses 11.4 square miles of land and waterways and continues to grow in size due to annexation. The City's population has increased from 12,370 in 2010 to 15,200 in 2020 (an average increase of slightly over two and quarter percent annually over that 11 year period), with a seasonal population increase in the winter months. The estimated April 1, 2020 population of 15,200 places Mount Dora as the seventh largest of Lake County's fourteen incorporated municipalities. Due to seasonal and daily visitors, the demand on City services is higher than what a more rural city of the same size would experience. There are a number of development projects which have been approved (or which are in the process of being approved). Once construction commences, we would anticipate that both the size of the city as well as population will grow at a rate faster than currently being experienced. Large-scale population growth, with its increased demand on city services, as well as job growth is eventually expected. Lake County's

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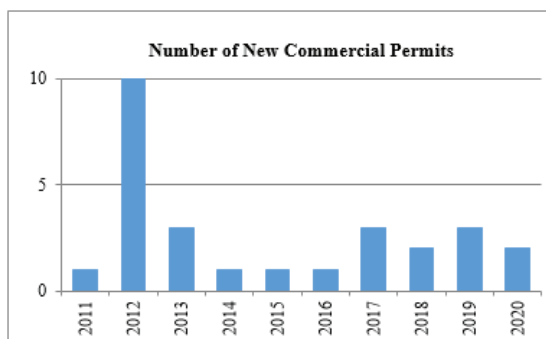
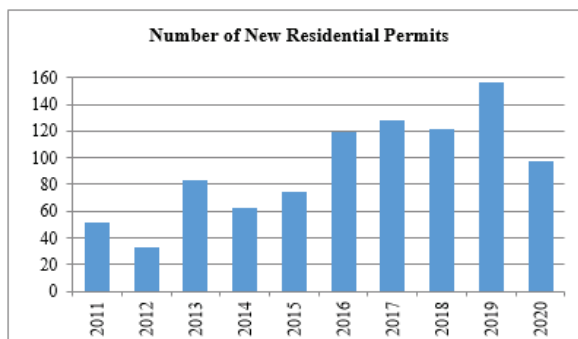
September 30, 2020 unemployment rate was 7.4%, which increased significantly from previous year, due to COVID-19 and is higher the state rate of 7.2%.



The per capita personal income in Lake County for 2020 was \$43,425, compared to \$32,612 in 2011, and is 2.93% higher than last year's \$42,190. Future increases in income in Lake County will rely on the ability of its residents to take advantage of business and employment opportunities related to the Metro-Orlando area. A number of road construction projects, including construction of an expressway between the I-4 corridor in Northern Orange County, through the Wekiva area, to Mount Dora's doorstep at SR 46 as well as improvements to U.S. 441 will make commuting from Mount Dora a more attractive alternative.

Over the past ten years, permit issuance for new residential development fell to a low of 33 permits with an estimated construction cost of \$10,223,426 in fiscal year 2012, and rose to 97 permits with an estimated construction cost of \$18,701,996 in fiscal year 2020, which represents an average increase of under 28% in the number of permits issued over this nine year period (see chart below). The value of residential permits issued has increased by an average amount of just under 12% over the nine years beginning in 2012. Planned developments within the City's service area could increase the population by as much as 50% or more within the next twenty years.

Commercial permits issued for 2020 remained at 3, for a total value of \$127,000. As the graph below illustrates, the number of permits for commercial development has been relatively insignificant since 2013. Commercial construction permit has varied greatly over the past ten years, ranging from a low of 1 permit issued (4 times) to a high of 10 permits issued (in 2012). Similarly, the estimated construction value of commercial projects has varied widely, from a low of \$120,601 in 2016 to a high of \$11,848,730 in 2017.



The previous slowdown in growth has allowed the City time to catch-up on infrastructure projects, but has not provided all of the additional needed capital. Current funds dedicated to capital projects have not been sufficient to continue infrastructure improvements and upgrades without having to borrow. In 2013 and 2014, the City borrowed funds for the CRA and Water & Wastewater Funds to help alleviate the shortage. Much of the future demand for new non-utility services will impact the General Fund and Discretionary Sales Tax Fund. Future major capital projects in the enterprise funds will be in the Water & Wastewater Fund and the Stormwater Fund.

The City's property tax rate of 6.2000 mills levied in fiscal year 2019-20 was reduced from previous year by 0.1000. While the local economy has stabilized, future growth will be dependent on the local housing market and the state's economy.

Condensed Financial Information – Government-Wide

Reviewing the changes in assets, liabilities, and net position during the fiscal period allows the reader to assess the City's current financial position and the results of operations for the last year. The following condensed information includes some of the basic data used to measure the City's progress over the past two years.

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Condensed Statement of Net Position

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Assets						
Current and Other	\$ 45,330,793	\$ 42,636,008	\$ 34,295,226	\$ 33,970,062	\$ 79,626,019	\$ 76,606,070
Capital	42,608,977	43,529,624	64,197,312	62,451,797	106,806,289	105,981,421
Total Assets	87,939,770	86,165,632	98,492,538	96,421,859	186,432,308	182,587,491
Deferred Outflows	3,775,043	2,242,755	591,819	339,768	4,366,862	2,582,523
Liabilities						
Current and Other	2,033,146	2,445,016	3,310,332	3,367,104	5,343,478	5,812,120
Long-Term Outstanding:						
Due within One Year	2,593,876	2,578,686	1,704,563	1,436,404	4,298,439	4,015,090
Due in More than One Year	43,926,337	43,159,536	28,840,579	27,899,849	72,766,916	71,059,385
Total Liabilities	48,553,359	48,183,238	33,855,474	32,703,357	82,408,833	80,886,595
Deferred Inflows	3,790,439	4,183,862	953,366	1,080,746	4,743,805	5,264,608
Net Position						
Net Investment in						
Capital Assets	36,971,774	38,203,305	43,430,972	46,898,927	80,402,746	85,102,232
Restricted	10,219,447	9,095,455	5,684,207	5,118,454	15,903,654	14,213,909
Unrestricted	(7,820,206)	(11,257,473)	15,160,338	10,960,143	7,340,132	(297,330)
Total Net Position	\$ 39,371,015	\$ 36,041,287	\$ 64,275,517	\$ 62,977,524	\$ 103,646,532	\$ 99,018,811

Assets – For the ninth year in a row, the Government-wide Assets increased from the prior year to a total balance at year-end of \$186,432,308. This year's Total Asset increase was \$3,844,817. The Cash and Investments component of Current and Other Assets experienced an overall decrease of \$363,734, an increase of \$230,665 in the governmental activities and a decrease of \$594,399 in the business activities. These increases are due mainly to the delay of completing capital projects as a result of the COVID-19 pandemic. Furthermore, the majority of the monies from the issuance of the \$12,160,000 Capital Improvement Revenue Bonds, Series 2018 on November 30, 2018 and the \$21,740,000 Fire Protection Assessment Revenue Bonds, Series 2018 on December 12, 2018 are still available including the interest earnings. In addition, the City recognized a receivable for the CARES Act in fiscal year 2019-20 in the amount of \$1,419,264 which represented the CARES Act monies received. Finally, the "Capital Assets Not Being Depreciated" (which primarily consist of Land and Construction in Progress) in the Business Type Activities (specifically in the Water and Wastewater Fund) increased. Overall, Capital Assets Not Being Depreciated for the Business type activities increased by \$934,630 from \$12,579,448 in fiscal year 2018-19 to \$13,514,078 in fiscal year 2019-20. Of this amount, \$757,993 is attributable to the increase in Construction in Progress in the Water/Wastewater Fund which increased from \$5,088,317 in fiscal year 2018-19 to \$5,846,310 in fiscal year 2019-20.

Liabilities - Total Liabilities in the Governmental Activities rose by \$370,121 and in the Business-type Activities by \$1,152,117. During fiscal year 2019-20, the amount outstanding for the three State Revolving Loan (SRF) Program loans (SRF351490, SRF3514A0, and SRF351470) all increased by a cumulative total of \$2,026,598. These increases were offset, to some extent, by debt service on debt issues outstanding before September 30, 2018. Unearned Revenue and Deposits in the Business-type activities fell by \$22,105 from \$1,312,003 in fiscal year 2018-19 to \$1,289,898 in fiscal year 2019-20.

Net Position - The City Entity-wide assets and deferred outflows exceeded its liabilities and deferred inflow as of September 30, 2020 by \$103,646,532. Total Net Position rose by \$4,627,721 from last year largely as a result of (a) recognition of CARES Act reimbursement for COVID-19 of \$1,419,264 for fiscal year 2019-20; (b) an increase of \$2,037,360 in Inventories and Prepaid Items from \$994,704 in fiscal year 2018-19 to \$2,130,370 in fiscal year 2019-20 primarily due to a prepayment of a new aerial tower in the Fire Assessment Fund; c) an increase of \$2,161,282 in Deferred Outflows primarily related to Pension and OPEB Deferred Outflows; and d) the increase in capital assets (and more specifically land, infrastructure and construction in progress) in fiscal year 2019-20. The total change in capital assets (net of accumulated depreciation) was \$824,868 entity wide.

Capital Assets

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Land	\$ 7,712,917	\$ 7,712,917	\$ 7,457,272	\$ 7,457,272	\$ 15,170,189	\$ 15,170,189
Buildings	20,957,422	20,957,422	19,381,572	19,346,712	40,338,994	40,304,134
Infrastructure	38,366,343	37,633,137	78,506,863	74,874,324	116,873,206	112,507,461
Machinery, Equipment and Materials	12,632,511	12,246,598	4,334,029	4,002,205	16,966,540	16,248,803
Construction in Progress	1,748,025	690,824	6,056,806	5,122,176	7,804,831	5,813,000
Less: Accumulated Depreciation	(38,808,241)	(35,711,274)	(51,539,230)	(48,350,892)	(90,347,471)	(84,062,166)
Net Capital Assets	\$ 42,608,977	\$ 43,529,624	\$ 64,197,312	\$ 62,451,797	\$ 106,806,289	\$ 105,981,421

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Net Capital Assets increased by \$824,868 in fiscal year 2019-20 versus \$3,165,070 in fiscal year 2018-19. The net change in capital assets in the stormwater fund was a decrease of \$444,808. In the water/wastewater fund, several major projects were either underway or neared completion during fiscal year 2019-20. Among these projects were the State Road 46 Water and Wastewater Line Extensions, U.S. 441 Water and Wastewater Line Relocations and the Apopka Reuse Water Interconnect Project. Collectively, capital assets in the water/wastewater fund increased by \$2,423,802.

Long-Term Debt Activity

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Bonds and Notes	\$ 27,908,120	\$ 28,228,256	\$ 25,617,703	\$ 24,648,945	\$ 53,525,823	\$ 52,877,201
Capital Leases	1,129,512	1,355,520	-	-	1,129,512	1,355,520
Compensated Absences	1,537,743	1,451,343	402,170	326,115	1,939,913	1,777,458
Net Pension Liability	3,508,305	3,427,230	747,680	884,682	4,255,985	4,311,912
Net OPEB Obligation	12,436,533	11,275,873	3,777,588	3,476,531	16,214,121	14,752,404
Total Debt	\$ 46,520,213	\$ 45,738,222	\$ 30,545,141	\$ 29,336,273	\$ 77,065,354	\$ 75,074,495

Net long-term debt associated with Governmental Activities increased by \$781,991 or 1.71% from \$45,738,222 as of September 30, 2019 to \$46,520,213 as of September 30, 2020. As noted above, during fiscal year 2018-19, the City issued two bond issues, both of which affect the total amount of revenue bonds payable. During fiscal year 2019-20, the amount outstanding for the three State Revolving Loan (SRF) Program loans (SRF351490, SRF3514A0, and SRF351470) all increased by a cumulative total of \$2,026,598. The other three components of Long-term Liabilities experienced a variety of increases and decreases in both the governmental activities as well as the business-type activities, with an overall net increase of \$1,568,245. Compensated Absences increased by a total of \$162,455 (an increase of \$86,400 in governmental activities and an increase of \$76,055 in business-type activities). Net Pension Liabilities decreased by \$55,927 (an increase of \$81,075 in governmental activities and a decrease of \$137,002 in business-type activities). Net OPEB Obligations increased by a total of \$1,461,717 (an increase of \$1,160,660 in governmental activities and an increase of \$301,057 in business-type activities). More information concerning Long-term Liabilities is included in Note 4 – Long-term Liabilities on page 51-60.

Condensed Change in Net Position

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Revenues						
<i>Program Revenues</i>						
Charges for Services	\$ 3,876,682	\$ 4,281,588	\$ 24,362,145	\$ 24,208,622	\$ 28,238,827	\$ 28,490,210
Operating Grants and Contrib.	1,876,491	1,401,810	-	-	1,876,491	1,401,810
Capital Grants and Contrib.	441,131	819,137	1,709,551	4,745,999	2,150,682	5,565,136
<i>General Revenues</i>						
Property Taxes	7,183,425	6,613,825	-	-	7,183,425	6,613,825
Public Service Taxes	2,089,971	2,081,078	-	-	2,089,971	2,081,078
Discretionary Sales Surtax	1,353,343	1,379,467	-	-	1,353,343	1,379,467
Local Option Fuel Taxes	243,863	265,905	-	-	243,863	265,905
Local Business Tax	33,339	24,138	-	-	33,339	24,138
Franchise Fees	798,545	778,203	-	-	798,545	778,203
State Shared Revenues	2,988,766	2,937,416	-	-	2,988,766	2,937,416
Investment Earnings (Losses)	340,814	707,449	289,323	553,748	630,137	1,261,197
Miscellaneous	351,940	315,278	265,214	331,720	617,154	646,998
Total Revenues	21,578,310	21,605,294	26,626,233	29,840,089	48,204,543	51,445,383
Expenses						
General Government	\$ 3,207,587	\$ 4,624,635	\$ -	\$ -	\$ 3,207,587	\$ 4,624,635
Public Safety	11,267,125	10,703,799	-	-	11,267,125	10,703,799
Physical Environment	-	-	22,101,489	22,031,083	22,101,489	22,031,083
Transportation	2,136,548	2,419,628	-	-	2,136,548	2,419,628
Culture and Recreation	3,786,678	3,851,962	-	-	3,786,678	3,851,962
Interest on Long-Term Debt	1,077,395	851,287	-	-	1,077,395	851,287
Total Expenses	21,475,333	22,451,311	22,101,489	22,031,083	43,576,822	44,482,394
Excess (Deficit) Before Transfers	102,977	(846,017)	4,524,744	7,809,006	4,627,721	6,962,989
Net Transfers	3,226,751	2,852,300	(3,226,751)	(2,852,300)	-	-
Increase in Net Position	3,329,728	2,006,283	1,297,993	4,956,706	4,627,721	6,962,989
Net Position, Beginning of Year	36,041,287	34,035,004	62,977,524	58,020,818	99,018,811	92,055,822
Net Position, End of Year	\$ 39,371,015	\$ 36,041,287	\$ 64,275,517	\$ 62,977,524	\$ 103,646,532	\$ 99,018,811

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Revenues

The overall Governmental activities revenues declined by \$26,984 after increasing by \$9,392,434 in 2019. This is the first decline after seven years in a row that revenues increased. Among the more significant decreases in revenues from fiscal year 2018-19 to fiscal year 2019-20 include a decrease of \$404,906 in Charges for Services, \$366,635 in investment earnings, and \$378,006 in Capital Grants and Contributions. The emergence of COVID-19 impacted the Charges for Services and contributed to a decrease in the interest rates which affected the City's interest earnings. Additionally, projects were put on hold pending available resources which impacted the Capital Grants and Contributions. These decreases are offset by an increase in property tax revenues in the general fund and increases in Operating Grants and Contributions. Property tax increased by \$569,600 or 8% from \$6,613,825 in fiscal year 2018-19 to \$7,183,425 in fiscal year 2019-20. Since the millage rate decreased only slightly from 6.3 mils to 6.2 mils, it would appear that the increase in the property tax revenue is attributable to increases in taxable values. The increase in Operating Grants and Contributions of \$474,681 is primarily due to the receipt of Federal Assistance related to the COVID-19 pandemic. In the Building Inspection Fund, building permits declined by \$303,971 or 28% from \$1,082,117 in fiscal year 2018-19 to \$778,146 in fiscal year 2019-20. Revenues recognized from FEMA Reimbursements impacted both the governmental activities (general fund) and the business-type activities (stormwater fund). In the general fund, CARES Act reimbursement revenues (primarily associated with COVID-19) were recognized in fiscal year 2019-20 totaling \$1,031,119. In fiscal year 2018-19 FEMA Reimbursement Revenue in the general fund (primarily associated with Hurricane Irma on September 11, 2017) totaled \$851,412, which represents an increase of \$157,691. In the stormwater fund, no FEMA reimbursement revenue was recognized during fiscal year 2019-20 compared to \$1,298,199 recognized in fiscal year 2018-19 for the construction of stormwater improvements in the Dogwood Mountain Reserve Subdivision. In the fire assessment fund, two separate revenue sources experienced increases. Revenues received from the SAFER Grant (a federal grant utilized to recruit, train and pay firefighters) increased from \$349,099 in fiscal year 2018-19 to \$486,957 in fiscal year 2019-20. Also in the fire assessment fund, the special assessment for fire services increased from \$1,952,675 in fiscal year 2018-19 to \$2,015,152 in fiscal year 2019-20, an increase of \$62,477 or 3.2%. For the fiscal year 2019-20, in the Business-type Activities, an increase in revenues took place in Charges for Services Revenues in the Water and Wastewater Fund which increased by \$575,456 or 5.22% from \$11,024,880 in fiscal year 2018-19 to \$11,600,336 in fiscal year 2019-20. However, this increase was partially offset by a decrease in revenues for the Electric Utility Fund of \$467,402, from \$9,940,283 in fiscal year 2018-19 to \$9,472,881 in fiscal 2019-20. Finally, investment earnings in both the governmental activities and business-type activities experienced an overall decrease of \$631,060 in fiscal year 2019-20 from \$1,261,197 in fiscal year 2018-19 to \$630,137 in fiscal year 2019-20. The decreases in investment earnings were largely the result of the reduction in interest rates due to the effects of COVID-19 and its impact on the economy.

Expenses

During fiscal year 2019-20, total entity-wide expenses decreased by \$905,572 from \$44,482,394 in fiscal year 2018-19 to \$43,576,822 in fiscal year 2019-20. This compares with an overall increase in expenses of \$5,749,235 last year. In the governmental activities, general government expenses decreased by \$1,417,048 from \$4,624,635 in fiscal year 2018-19 to \$3,207,587 in fiscal year 2019-20. Significant components of the \$1,417,048 decrease include a decrease in the City's funded portion of the retiree health insurance premiums being paid from the Insurance Fund and decreases due primarily to a reduction of 5% in operating budgets related to the COVID-19 pandemic. Public Safety expenses consist almost exclusively of Police and Fire Department costs as well as Protective (Building) Inspections and increased by \$563,326 from \$10,703,799 in fiscal year 2018-19 to \$11,267,125 in fiscal year 2019-20. In addition to a slight increase in the costs of these departments, during fiscal year 2019-20, the City expended the proceeds from the SAFER Grant utilizing the fire assessment fund (fund 131). Payroll related expenses paid from the 131 fund during fiscal year 2019-20 totaled \$952,428 compared to \$393,275 in fiscal year 2018-19. Transportation expenses also decreased by \$283,080 or 11.7%, down from \$2,419,628 in fiscal year 2018-19 to \$2,136,548 in fiscal year 2019-20. Culture and Recreation expenses experienced a slight decrease of \$65,284 from \$3,851,962 in fiscal year 2018-19 to \$3,786,678 in fiscal year 2019-20. Culture and Recreation expenses include library, parks, recreation, pool, and community building operations among others. Interest on Long-term Debt expenses increased in the governmental activities by a total \$226,108 from \$851,287 in fiscal year 2018-19 to \$1,077,395 in fiscal year 2019-20. Finally, total physical environment expenses in the business-type activities (which includes the electric, water/wastewater, sanitation, stormwater and cemetery enterprise funds) increased by a mere \$70,406 from \$22,031,083 in fiscal year 2018-19 to \$22,101,489 in fiscal year 2019-20. Finally, total physical environment expenses in the business-type activities (which includes the electric, water/wastewater, sanitation, stormwater and cemetery enterprise funds) increased by \$70,406 from \$22,031,083 in fiscal year 2018-19 to \$22,101,489 in fiscal year 2018-19. This nominal increase of 0.32% is attributed to normal operating increases.

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Economic Factors and Next Year's Budgets and Rates

The following economic factors currently affect the City of Mount Dora and were considered in developing the 2020-2021 fiscal year budget.

- During fiscal year 2020, the City issued building permits for the construction of 97 new single family homes. The City expects continued local economic conditions to improve in the near term off its COVID-19 induced economic low during fiscal year 2019 - 2020. The City has three large commercial projects in the works with additional new commercial development continues.
- As of September 2020, the unemployment rate in the United States was 7.9%. For the State of Florida, unemployment was 7.2%, an increase from 3.2% a year earlier. For Lake County, the unemployment rate was 7.4 % as reported by the Florida Department of Economic Opportunity. It is expected that the unemployment rate for Lake County will decline somewhat but not significantly change in 2021 because of lingering effects of COVID-19 on certain high risk businesses.
- The City's Power Supply agreement with Duke Energy came to an end in 2020. We bid out and successfully negotiated a new purchase power agreement with Orlando Utilities Commission "OUC" at significantly lower cost than with Duke Energy. This will help with the electric rates for years to come. Additionally, the City negotiated the purchase of a solar power farm that will be built within Mount Dora on City property. By 2023, with the combined solar agreements, 25% of our generating capacity will be made up of renewable energy.
- The City issued \$21.74 million in Fire Protection Assessment Revenue Bonds the City has acquired land for the construction of three new stations along with apparatus. These bonds were issued on December 12, 2018.
- The City issued \$12.16 million in Capital Improvement Revenue Bonds the City has acquired land for the construction of a municipal public works complex. These bonds were issued on November 30, 2018.

All of these factors were considered in preparing the City's budget for the fiscal year ending September 30, 2021.

Analysis of Financial Position and Results of Operations - Individual Funds

Governmental Activities

General Fund

General Fund revenues increased by \$1,752,846 or 16.36% from \$16,828,344 in fiscal year 18-19 to \$18,581,193. The largest increase was in the Interfund Charges from \$2,936,392 in fiscal year 2018-19 to \$3,815,019 in fiscal year 2019-20, an increase of \$878,627 or 29.92%. Additionally, tax revenues rose by \$885,102 from \$8,665,496 in fiscal year 18-19 to \$9,550,598 primarily as a result in property values. Another increase in revenues is for Intergovernmental revenues which rose by \$200,667 from \$3,021,130.30 in fiscal year 2018-19 to \$3,221,807.22 in fiscal year 2019-20.

This is due in part to an increase in CARES Act reimbursement revenues (primarily associated with COVID-19) which were recognized in fiscal year 2019-20 totaling \$1,009,103 compared to 2018-19 FEMA Reimbursement Revenue in the (primarily associated with Hurricane Irma on September 11, 2017) which totaled \$851,412. This represents an increase of \$157,691 or 21%. General Fund expenditures decreased by \$855,735 or 8.69% from the prior year. The largest decrease was in General Government expenditures, which decreased by \$539,068. This was due to the City's funded portion of the retiree health insurance premiums being paid from the Insurance Fund. Other departments saw decreases in expenditures due primarily to a reduction of 5% in their operating budgets for the COVID-19 pandemic. Culture and Recreation is the only department that saw an increase in expenditures, up by \$115,160 or 4.7% from \$2,429,648 in fiscal year 2018-19 to \$2,544,808 in fiscal year 2019-20. This is due in part to the Wekiva Trail Alternative Corridor feasibility Study.

Special Revenue Funds

Community Redevelopment Agency Fund

The Community Redevelopment Agency Fund (CRA) was established by City Ordinance, in agreement with Lake County and pursuant to the provisions of Section 163.356, Florida Statutes, and has been extended until 2042. Revenues are comprised of the incremental ad valorem taxes collected on property by the City and other government units in the downtown redevelopment district. In 2020, property taxes collected increased by \$92,090 or 8.15% versus an increase of \$191,744 or 20.42% in fiscal year 2018-19. Operating expenditures, excluding debt service and capital expenditures declined by \$32,529 or 5.8% from \$559,160 in fiscal year 2018-19 to \$526,631 in fiscal year 2019-20. The key component in this decrease is due

Comprehensive Annual Financial Report, Fiscal Year Ending September 30, 2020

Management's Discussion and Analysis

to projects that were put on hold pending available resources as a result of COVID-19. In 2013, the CRA issued \$2,500,000 in notes to fund a portion of the long anticipated Downtown Streetscape project. The outstanding principal amount remaining on this issue as of September 30, 2020 was \$1,435,000. In fiscal year 2019-20 the City "drew down" \$650,000 out of a maximum of \$4,000,000 loan from CenterState Bank for the purchase and improvement of downtown parking facilities. This was in addition to the \$865,000 that was drawn down in fiscal year 2017-18. As of September 30, 2020, the principal amount remaining on this obligation is \$1,515,000.

Northeast Redevelopment Agency Fund

The Northeast Redevelopment Agency Fund was created to account for funds received for redevelopment of the northeast section of the City. Ad valorem taxes and Intergovernmental Revenues (Incremental Ad Valorem Taxes) were up by \$73,616 or 15.7% in fiscal year 2019-20 compared to the prior year's increase of \$84,457. Operating expenditures increased by \$39,078. This increase is due in part to \$18,500 in grant sponsorships to promote economic development and beautification; \$13,827 for demolition of property, and \$15,000 in FOM studies to modify boundaries in the redevelopment section of the City. The increases are partially offset by a decrease of \$8,249 in other expenditures, due to the effects of COVID-19. Also during fiscal year 2019-20, the Northeast CRA funded a portion of the debt service associated with the \$12,160,000 Capital Improvement Revenue Bonds, Series 2018. During fiscal year 2019-20, a total of \$72,013 was transferred from the Northeast CRA Fund to the debt service fund for this purpose.

Other Special Revenue Funds

The Protective Inspections Fund was created pursuant to the provisions of Section 553.80(7)(a)(b) to account for permit fees and any fines or investment earnings related to the fees which must be used solely to carry out the local government's responsibilities in enforcing the Florida Building Code. During fiscal year 2019-20 building permit revenues decreased by \$303,971 or 28.09% from \$1,082,117 in fiscal year 2018-19 to \$778,146 in fiscal year 2019-20 due to the chilling effect of COVID-19. Total fund revenues decreased from \$1,188,220 in fiscal year 2018-19 to \$848,377 in fiscal year 2019-20, a decrease of \$339,843 or 28.6%. Total fund expenditures increased by \$187,413 or 25.6% from \$732,143 in fiscal year 2018-19 to \$919,555 in fiscal year 2019-20. The Protective Inspection Fund Net Position declined by \$71,178 in fiscal year 2019-20 compared to an increase in Net Position of \$456,077 in fiscal year 2018-19.

The City is often called "Festival City" and in fiscal year 2014-15 the Special Events Fund was created to track the major festivals and numerous other special events which are held in the City each year. The ultimate intent is to determine how much the City is subsidizing these events (from the general fund). During fiscal year 2019-20, the general fund provided an operating subsidy to the special events fund of \$258,006 which represents an increase of \$18,875 or 8.1% from the \$238,659 transferred from the general fund in fiscal year 2018-19.

The Law Enforcement Trust Fund was created pursuant to the provisions of Section 932.7055(5) (a), Florida Statutes, to account for the net proceeds from the sale or conversion of forfeited properties. Expenditures payable from this fund are legally restricted to non-recurring law enforcement obligations. Although legally entitled as a trust fund, this fund is more properly accounted for as a special revenue fund due to the nature of the transactions recorded therein. During fiscal year 2019-20, revenues totaled \$10,444 which represents an increase of \$5,301 or 103% from the \$5,143 received in fiscal year 2018-19. Fund expenditures actually decreased by \$9,026 or 100% from \$9,026 in fiscal year 2018-19 to zero in fiscal year 2019-20. Net Position (fund balance) in the Law Enforcement Trust Fund increased by \$10,444 from \$18,850 on October 1, 2019 to \$29,294 on September 30, 2020.

Debt Service Fund

In September 2011, the City Council approved the issuance of the 2011 Public Services Tax Refunding and Revenue Bond with proceeds to fund an escrow to call the then outstanding 2001 Bonds. Revenues pledged for the repayment of the bonds consists of the telecommunication services tax and the public service tax. Inasmuch as the amount of pledged revenues required to fund the debt totals between \$300,000 and \$320,000 annually, we are transferring the required portion out of the telecommunication services tax. During fiscal year 2018-19, the City issued the \$12,160,000 Capital Improvement Revenue Bonds, Series 2018. 25% of the debt service associated with this issue is payable out of the governmental funds and the debt service fund is also being used for this debt service. Payments for Debt Service principal and interest from this fund amounted to \$493,723 in fiscal year 2019-20 compared to \$370,469 in fiscal year 2018-19 and increase of \$123,254 or 33.26%.

Comprehensive Annual Financial Report, Fiscal Year Ending September 30, 2020

Management's Discussion and Analysis

Capital Funds

Discretionary Sales Tax Capital Projects Fund

The City of Mount Dora created the Discretionary Sales Tax Fund to account for the proceeds generated from the levy of a one cent discretionary sales surtax levied pursuant to the provisions of Section 212.055, Florida Statutes. The proceeds generated from the "local government infrastructure surtax". Fiscal year 2019-20 proceeds from the infrastructure sales surtax totaled \$1,353,343, which represents a decrease of \$26,124 or 2% from the \$1,379,467 received in fiscal year 2018-19. Expenditures rose by \$252,753 or 21% from \$1,201,183 in fiscal year 2018-19 to \$1,453,936 in fiscal year 2019-20. Ending fund balance declined by \$12,281 or 0.48% from \$2,569,239 on October 1, 2019 to \$2,556,958 on September 30, 2020.

Impact Fees Capital Projects Fund

This fund collects impact fees from developers for specific activities and then expends the money on capital projects to address the additional needs created by increased population. The four impact fees that are tracked by this fund are police, fire, library and recreation. The recreation fee is the largest revenue collected with \$242,059 in fiscal year 2019-20 impact fee revenue, with library fees being the second largest with \$128,863 in fiscal year 2019-20 impact fee revenue. The total impact fee revenues received during fiscal year 2019-20 was \$441,131 which represents a decrease of \$377,584 or 46.12% under the \$818,715 received in fiscal year 2018-19.

Fire Assessment Fee Fund

The Fire Assessment Fee Fund was created to account for the proceeds from a non-ad valorem per parcel assessment levied against all properties located within the City. When originally enacted in fiscal year 2015-16, the rate was established at \$50 per equivalent residential unit. In fiscal year 2018-19, the City Council raised the rate \$50 to \$219 per equivalent residential unit. Fire assessment fee revenue increased from \$1,952,675 in fiscal year 2018-19 to \$2,015,152 in fiscal year 2019-20, an increase of \$62,477 or 3.2%. When this fund was originally created in fiscal year 2015-16, the use of the proceeds was limited to the purchase of fire equipment. However, upon identifying the need to construct three new fire stations (and upon issuance of the \$21,740,000 Fire Assessment Revenue Bonds on December 12, 2018), the uses were expanded to include debt service on the new bonds. Upon receipt of the SAFER Grant from the federal government to fund new firefighter positions, the utilization of the proceeds were again expanded to include funding of these positions (at least until the costs are reimbursed by the federal government). For the fiscal year ending September 30, 2020, fund revenue totaled \$2,748,951, a very slight increase of \$6,949 or 0.25% over the \$2,742,002 received in fiscal year 2018-19. Fund expenditures experienced a larger increase, growing from \$2,594,002 in fiscal year 2018-19 to \$3,262,537 in fiscal year 2019-20 an increase of \$668,445 or 25.77%.

Business-Type Activities

Electric Fund

A major portion of the electric rates are structured to recover the wholesale power costs. The City uses a rate structure that adjusts a portion of the customer's bill on a semi-annual basis in order to recover the power costs. During fiscal year 2019-20, overall electricity sales declined by \$467,402 or 4.7% from \$9,940,283 in fiscal year 2018-19 to \$9,472,881 in fiscal year 2019-20. The cost of purchased power similarly fell by \$494,810 or 8.8% from \$5,634,696 in fiscal year 2018-19 to \$5,139,886 in fiscal year 2019-20. Total expenditures in the electric fund decreased by only \$62,198 or 0.7% from \$8,950,681 in fiscal year 2018-19 to \$8,888,483 in fiscal year 2019-20. In connection with the decommissioning of the Crystal River III Nuclear Power Plant, the City received refunds from the wholesale power supplier's insurance settlements in the amount of \$1,284,500 in fiscal year 2015-16. The insurance settlement was recorded in fiscal year 2015-16 which resulted in a profit of \$1,179,478 for that fiscal year. This recognition methodology was based on the recommendation of our prior auditor. As a consequence, the entire settlement amount of \$1,179,478 was recognized in fiscal year 2015-16 rather than being amortized over a period of months or years. For the fiscal year ending September 30, 2020, the electric fund is reporting net loss of \$1,403,615. The City's Power Sales Agreement with Duke Energy expired on December 31, 2020. Subsequent to September 30, 2019, the City entered into an agreement with the Orlando Utilities Commission (OUC) for the purchase of power. The rates negotiated with OUC should provide significant cost savings to the City, which intends to pass a portion of the savings on to its customers but also to utilize a portion of the savings to fund future capital needs.

Comprehensive Annual Financial Report, Fiscal Year Ending September 30, 2020

Management's Discussion and Analysis

Water & Wastewater Fund

Operating revenues in the Water and Wastewater fund grew by \$575,456 or 5.22% from \$11,024,880 in fiscal year 2018-19 to \$11,600,336 in fiscal year 2019-20. Operating expenses declined from \$8,880,967 in fiscal year 2018-19 to \$8,787,825 in fiscal year 2019-20, a decrease of \$93,142 or 1.05%. The City Council during fiscal year 2017-18 engaged a rate consultant to provide a five year plan to make sure that our rates keep pace with needed operating, debt and capital improvements. The fund experienced an increase to net position as of September 30, 2020 of \$2,134,820.

Other Enterprise Funds

Sanitation Fund

Consists chiefly of collecting the fees charged by a third-party hauler. The City adds a fee to offset a maintenance worker's costs as well as billing costs. The Sanitation Fund has experienced modest losses in net position over the past several years as some internal operational costs are not being fully recovered through the revenue stream. During fiscal year 2019-20, operating revenues rose by \$99,973 or 4.98% from \$2,008,061 in fiscal year 2018-19 to \$2,108,034 in fiscal year 2019-20. However, operating expenses have grown at a faster rate. Operating expenses totaled \$2,181,117 in fiscal year 2018-19 and grew by \$144,851 or 6.64% to \$2,325,968. Net position increased by \$163,704 to a negative \$69,150 as of September 30, 2020. The City is in the process of evaluating its sanitation rates in an effort to become more financially viable.

For the past several years operating expenses in the stormwater fund have exceed operating revenues. Fiscal year 2019-20 was no exception. Operating revenues increased by \$34,706 or 3.27% from \$1,062,898 in fiscal year 2018-19 to \$1,097,604 in fiscal year 2019-20. Operating expenses experienced a 20.74% increase from \$1,090,390 in fiscal year 2018-19 to \$1,316,642 in fiscal year 2019-20. Nevertheless, operating expenses still exceeded operating revenues in fiscal year 2018-19 by \$27,492. Net position in the Stormwater Fund increased by \$364,092. When added to the beginning net position (as of October 1, 2019) of \$7,961,885, ending net position in the Stormwater Fund (as of September 30, 2020) totals \$8,325,977.

Cemetery Fund

Created in fiscal year 2007-08 to operate the cemetery in a more businesslike manner. Operating revenues decreased by \$89,210 or 51.72% from \$172,500 in fiscal year 2018-19 to \$83,290 in fiscal year 2019-20. Operating expenses experienced a slight decrease of \$5,567 from \$135,975 in fiscal year 2018-19 to \$130,408 in fiscal year 2019-20. The general fund subsidized the cemetery fund by \$85,866 in fiscal year 2019-20.

Original Budget vs. Final Budget

General Fund

Accurate revenue projection is critical to sound budgeting. The amount of resources available for appropriation is the foundation for any budget and should be the basis for decision-making in the budget process. General Fund Revenues of \$19,610,655 were below the Amended Budget by \$698,841. This was attributed to the change in how the CARES Act funding was recognized at year end. Due to the uncertainty of potential future revenue streams as a result of the COVID-19 Pandemic, the Administration continues to tightly control the operational budget. General Fund Expenditures of \$18,296,156 were \$499,262 less than the amended budget of \$18,795,418 and under the Original Budget of \$20,313,154 by \$2,016,998. The amount of "net" other financing sources (i.e. interfund transfers in minus interfund transfers out) exceeded the final budget in the general fund in the amount of \$42,890. As a result of operations, the general fund experienced a net increase in fund balance of \$2,056,174 and after adding this amount from the October 1, 2019 general fund balance of \$3,228,873 results in fund balance as of September 30, 2020 of \$5,285,047.

Requests for Information

This financial report is designed to present users with a general overview of the City's finances and to demonstrate the City's accountability. If you have questions concerning any of the information provided in this report or need additional financial information, please contact the City's Finance Department at 510 N. Baker Street, Mount Dora, Florida 32757. Copies of prior years' report and other financial documents may be viewed on our departmental webpage cityofmounddora.com

BASIC FINANCIAL STATEMENTS

CITY OF MOUNT DORA, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2020

	Governmental Activities	Business-Type Activities	Total
Assets			
Pooled Cash and Investments	\$ 40,706,803	\$ 29,352,231	\$ 70,059,034
Receivable, Net	497,724	2,727,332	3,225,056
Due from Other Governments	1,993,030	1,298,199	3,291,229
Accrued Interest Receivable	503	15,770	16,273
Employee Advances	2,363	-	2,363
Inventories and Prepaid Items	2,130,370	901,694	3,032,064
Capital Assets:			
Capital Assets Not Being Depreciated	9,752,868	13,514,078	23,266,946
Capital Assets Being Depreciated, Net	32,856,109	50,683,234	83,539,343
Total Assets	87,939,770	98,492,538	186,432,308
Deferred Outflows of Resources			
Deferred Outflow on Interest Rate Swap	-	95,587	95,587
Pension Related Deferred Outflows	2,404,720	117,681	2,522,401
OPEB Related Deferred Outflows	1,370,323	378,551	1,748,874
Total Deferred Outflows of Resources	3,775,043	591,819	4,366,862
Liabilities			
Accounts Payable	1,408,630	1,799,884	3,208,514
Accrued Liabilities	180,804	134,999	315,803
Due to Other Governments	153,230	85,551	238,781
Unearned Revenue and Deposits	290,482	1,289,898	1,580,380
Long-Term Liabilities:			
Due Within One Year	2,593,876	1,704,563	4,298,439
Due in More Than One Year	43,926,337	28,840,579	72,766,916
Total Liabilities	48,553,359	33,855,474	82,408,833
Deferred Inflows of Resources			
Pension Related Deferred Inflows	1,233,223	135,594	1,368,817
OPEB Related Deferred Inflows	2,557,216	817,772	3,374,988
Total Deferred Inflows of Resources	3,790,439	953,366	4,743,805
Net Position			
Net Investment in Capital Assets	36,971,774	47,499,468	84,471,242
Restricted for:			
Capital Improvements	3,677,359	4,760,572	8,437,931
Debt Service	6,135	923,635	929,770
Redevelopment	3,905,080	-	3,905,080
Building Inspections	2,142,757	-	2,142,757
Law Enforcement	433,001	-	433,001
Special Events	55,115	-	55,115
Unrestricted	(7,820,206)	11,091,842	3,271,636
Total Net Position	\$ 39,371,015	\$ 64,275,517	\$ 103,646,532

See accompanying notes.

CITY OF MOUNT DORA, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2020

Function/Program Activities	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
General Government	\$ 3,207,587	\$ 372,507	\$ 29,916	\$ -
Public Safety	11,267,125	3,062,087	1,846,575	70,209
Transportation	2,136,548	-	-	-
Culture and Recreation	3,786,678	442,088	-	370,922
Interest on Long-Term Debt	1,077,395	-	-	-
Total Governmental Activities	21,475,333	3,876,682	1,876,491	441,131
Business-Type Activities				
Electric Utility	9,049,088	9,472,881	-	128,402
Water and Wastewater Utility	9,256,439	11,600,336	-	1,581,149
Sanitation	2,325,968	2,108,034	-	-
Stormwater Utility	1,339,586	1,097,604	-	-
Cemetery	130,408	83,290	-	-
Total Business-Type Activities	22,101,489	24,362,145	-	1,709,551
Total Primary Government	\$ 43,576,822	\$ 28,238,827	\$ 1,876,491	\$ 2,150,682

General Revenues

Property Taxes
Public Service Taxes
Discretionary Sales Surtax
Local Option Fuel Taxes
Local Business Tax
Franchise Fees
State and County Shared Revenues (Unrestricted)
Investment Earnings (Losses)
Miscellaneous

Net Transfers

Total General Revenues and Transfers

Change in Net Position

Net Position, Beginning of Year

Net Position, End of Year

See accompanying notes.

Net (Expense) Revenue and Changes in Net Position

Primary Government

Governmental Activities	Business-Type Activities	Total
\$ (2,805,164)	\$ -	\$ (2,805,164)
(6,288,254)	-	(6,288,254)
(2,136,548)	-	(2,136,548)
(2,973,668)	-	(2,973,668)
(1,077,395)	-	(1,077,395)
(15,281,029)	-	(15,281,029)
-	552,195	552,195
-	3,925,046	3,925,046
-	(217,934)	(217,934)
-	(241,982)	(241,982)
-	(47,118)	(47,118)
-	3,970,207	3,970,207
(15,281,029)	3,970,207	(11,310,822)
7,183,425	-	7,183,425
2,089,971	-	2,089,971
1,353,343	-	1,353,343
243,863	-	243,863
33,339	-	33,339
798,545	-	798,545
2,988,766	-	2,988,766
340,814	289,323	630,137
351,940	265,214	617,154
3,226,751	(3,226,751)	-
18,610,757	(2,672,214)	15,938,543
3,329,728	1,297,993	4,627,721
36,041,287	62,977,524	99,018,811
\$ 39,371,015	\$ 64,275,517	\$ 103,646,532

See accompanying notes.

CITY OF MOUNT DORA, FLORIDA
BALANCE SHEET
ALL GOVERNMENTAL FUNDS
SEPTEMBER 30, 2020

	General Fund	Community Redevelopment Agency Fund	Northeast Redevelopment Agency Fund
Assets			
Pooled Cash and Investments	\$ 3,189,609	\$ 2,001,448	\$ 2,075,433
Receivables (Net)	423,944	211	-
Due from Other Governments	1,556,395	-	-
Accrued Interest Receivable	59	26	27
Employee Advances	2,363	-	-
Inventory and Prepaid Items	22,477	3,936	3,936
Receivables - Non-Current	17,229	-	-
Advances to Other Funds	1,179,500	-	-
Total Assets	<u>6,391,576</u>	<u>2,005,621</u>	<u>2,079,396</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances			
Liabilities			
Accounts Payable	210,092	126,734	40,807
Accrued Liabilities	132,258	3,044	1,480
Due to Other Governments	37	-	-
Unearned Revenues and Deposits	290,482	-	-
Advances from Other Funds	-	-	-
Total Liabilities	<u>632,869</u>	<u>129,778</u>	<u>42,287</u>
Deferred Inflows of Resources			
Unavailable Revenues	473,660	-	-
Total Deferred Inflows of Resources	<u>473,660</u>	<u>-</u>	<u>-</u>
Fund Balances			
Non-Spendable:			
Inventory and Prepaid Items	22,477	3,936	3,936
Long-Term Receivables and Interfund - Receivables	1,196,729	-	-
Restricted for:			
Capital Improvements	-	-	-
Redevelopment	-	1,871,907	2,033,173
Building Inspections	-	-	-
Fire Protection	-	-	-
Law Enforcement	-	-	-
Debt Service	-	-	-
Special Events	-	-	-
Assigned for Future Expenditures:			
Subsequent Year's Budgets	99,969	-	-
Unassigned:			
General Fund	3,965,872	-	-
Total Fund Balances	<u>5,285,047</u>	<u>1,875,843</u>	<u>2,037,109</u>
Total Liabilities and Fund Balances	<u>\$ 6,391,576</u>	<u>\$ 2,005,621</u>	<u>\$ 2,079,396</u>

See accompanying notes.

Impact Fees Fund	Discretionary Sales Tax Fund	Fire Assessment Fee Fund	Other Governmental Funds	Total Governmental Funds
\$ 2,320,726	\$ 2,737,103	\$ 20,596,606	\$ 5,360,682	\$ 38,281,607
-	-	-	56,340	480,495
-	141,971	294,664	-	1,993,030
35	34	-	294	475
-	-	-	-	2,363
721,307	-	1,375,406	25	2,127,087
-	-	-	-	17,229
-	-	-	-	1,179,500
<u>3,042,068</u>	<u>2,879,108</u>	<u>22,266,676</u>	<u>5,417,341</u>	<u>44,081,786</u>
16,677	293,522	18,303	88,442	794,577
-	28,628	9,259	6,135	180,804
-	-	-	153,193	153,230
-	-	-	-	290,482
1,179,500	-	-	-	1,179,500
<u>1,196,177</u>	<u>322,150</u>	<u>27,562</u>	<u>247,770</u>	<u>2,598,593</u>
-	-	-	-	473,660
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>473,660</u>
721,307	-	1,375,406	25	2,127,087
-	-	-	-	1,196,729
1,124,584	2,556,958	-	2,936,246	6,617,788
-	-	-	-	3,905,080
-	-	-	2,142,757	2,142,757
-	-	20,863,708	-	20,863,708
-	-	-	29,293	29,293
-	-	-	6,135	6,135
-	-	-	55,115	55,115
-	-	-	-	99,969
-	-	-	-	3,965,872
<u>1,845,891</u>	<u>2,556,958</u>	<u>22,239,114</u>	<u>5,169,571</u>	<u>41,009,533</u>
<u>\$ 3,042,068</u>	<u>\$ 2,879,108</u>	<u>\$ 22,266,676</u>	<u>\$ 5,417,341</u>	<u>\$ 44,081,786</u>

See accompanying notes.

CITY OF MOUNT DORA, FLORIDA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2020

Total Fund Balances of Governmental Funds	\$	41,009,533
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Amounts Reported for Governmental Activities in the Statement of Net Position are Different Because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$81,125,292 and the accumulated depreciation is \$(38,808,241) (includes internal service fund).		42,608,976
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The internal service fund is used by management to charge the costs of fleet management, health insurance and other services to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.		1,814,454
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Deferred outflows and inflows of resources do not affect current financial resources and, therefore, are not reported in the government funds:

Pension Related Deferred Outflows		2,404,720
OPEB Related Deferred Outflows		1,370,323
Pension Related Deferred Inflows		(1,233,223)
OPEB Related Deferred Inflows		(2,557,216)

Certain receivables are not "available" in the current period and, therefore, are not recognized as revenues in the governmental funds:

Deferred Inflows - Unavailable Revenues		473,660
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Long-term liabilities are not due and payable in the current period and, accordingly, are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities, both current and long-term, are reported in the statement of net position. Long-term liabilities at year-end consist of:

Bonds Payable		(27,908,120)
Capital Leases Payable		(1,129,512)
Compensated Absences		(1,537,742)
Net Pension Liability		(3,508,305)
Net OPEB Obligation		(12,436,533)

Net Position of Governmental Activities	\$	39,371,015
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See accompanying notes.

CITY OF MOUNT DORA, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	General Fund	Community Redevelopment Agency Fund	Northeast Redevelopment Agency Fund
Revenues			
Taxes	\$ 9,550,598	\$ -	\$ -
Permits, Fees, and Special Assessments	817,211	-	-
Intergovernmental	3,221,807	598,514	264,049
Charges for Service	831,080	-	-
Fines and Forfeitures	30,661	-	-
Impact Fees	-	-	-
Miscellaneous	314,817	9,326	8,870
Interfund Charges	3,815,019	-	-
Total Revenues	<u>18,581,193</u>	<u>607,840</u>	<u>272,919</u>
Expenditures			
General Government	5,661,690	526,631	292,824
Public Safety	8,546,102	-	-
Transportation	1,215,756	-	-
Culture and Recreation	2,544,808	-	-
Capital Outlay	327,800	274,204	51,926
Debt Service:			
Principal Payments	-	163,000	-
Interest	-	78,959	-
(Total Expenditures)	<u>(18,296,156)</u>	<u>(1,042,794)</u>	<u>(344,750)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>285,037</u>	<u>(434,954)</u>	<u>(71,831)</u>
Other Financing Sources (Uses)			
Sale of Capital Assets	29,462	-	-
Debt Proceeds	-	650,000	-
Transfers in	4,068,913	624,203	278,503
Transfers (out)	(2,327,238)	-	(72,013)
Total Other Financing Sources (Uses)	<u>1,771,137</u>	<u>1,274,203</u>	<u>206,490</u>
Net Change in Fund Balances	2,056,174	839,249	134,659
Fund Balances (Deficits), Beginning of Year	<u>3,228,873</u>	<u>1,036,594</u>	<u>1,902,450</u>
Fund Balances, End of Year	<u>\$ 5,285,047</u>	<u>\$ 1,875,843</u>	<u>\$ 2,037,109</u>

See accompanying notes.

Impact Fees Fund	Discretionary Sales Tax Fund	Fire Assessment Fee Fund	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 1,353,343	\$ -	\$ -	\$ 10,903,941
-	-	2,015,152	778,146	3,610,509
-	-	486,957	-	4,571,327
-	-	-	192,626	1,023,706
-	-	-	10,351	41,012
441,131	-	-	-	441,131
10,981	9,906	246,842	62,812	663,554
-	-	-	-	3,815,019
<u>452,112</u>	<u>1,363,249</u>	<u>2,748,951</u>	<u>1,043,935</u>	<u>25,070,199</u>
-	58,629	-	122,221	6,661,995
15,481	-	1,208,617	914,613	10,684,813
-	-	-	-	1,215,756
3,832	-	-	243,204	2,791,844
47,581	1,105,376	798,526	32,405	2,637,818
-	247,215	380,000	343,750	1,133,965
-	42,717	875,394	149,973	1,147,043
<u>(66,894)</u>	<u>(1,453,937)</u>	<u>(3,262,537)</u>	<u>(1,806,166)</u>	<u>(26,273,234)</u>
<u>385,218</u>	<u>(90,688)</u>	<u>(513,586)</u>	<u>(762,231)</u>	<u>(1,203,035)</u>
-	-	-	-	29,462
-	78,407	-	-	728,407
-	-	-	654,383	5,626,002
-	-	-	-	(2,399,251)
<u>-</u>	<u>78,407</u>	<u>-</u>	<u>654,383</u>	<u>3,984,620</u>
385,218	(12,281)	(513,586)	(107,848)	2,781,585
<u>1,460,673</u>	<u>2,569,239</u>	<u>22,752,700</u>	<u>5,277,419</u>	<u>38,227,948</u>
<u>\$ 1,845,891</u>	<u>\$ 2,556,958</u>	<u>\$ 22,239,114</u>	<u>\$ 5,169,571</u>	<u>\$ 41,009,533</u>

See accompanying notes.

CITY OF MOUNT DORA, 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, 2020

Net Change in Fund Balance - Total Governmental Funds	\$ 2,781,585
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 those assets is depreciated over their estimated useful lives and reported as depreciation expense. This reconciling item is the amount by which capital purchases of \$2,005,572 differed from depreciation expense of \$2,844,274.	(838,702)
The issuance of bonds and similar long-term debt provides current financial resources to governmental funds and thus contribute to the change in fund balance. In the statement of net position, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal is an expenditure in the governmental funds, but reduces the liability in the statement of net position. Also, governmental funds report the effect of issuance costs, premium, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The amounts of the items that make up these differences in treatment of long-term debt and related items are:	
Debt Proceeds	(728,407)
Principal Repayments:	
Bonds	886,750
Capital Lease	247,215
Amortization of Premium and Discount	83,386
The changes in net pension liability and pension related deferred outflows and inflows of resources result in an adjustment to Pension expense in the statement of activities, but not in the governmental fund statements.	278,283
The changes in net OPEB obligation and OPEB related deferred outflows and inflows of resources result in an adjustment to OPEB expense in the statement of activities, but not in the governmental fund statements.	405,697
Certain accrued revenues reported in the Statement of Activities are not considered available current financial resources and, therefore, are not reported as revenue in the governmental funds.	294,385
Some expenses reported in the statement of activities, such as compensated absences and accrued interest, do not require the use of current financial resources and are not reported as expenditures in governmental funds:	
Compensated Absences	(86,400)
The internal service fund is used by management to charge the costs of activities that benefit the entire government. The net (expense) income of the internal service fund is reported with governmental activities.	5,936
Change in Net Position of Governmental Activities	<u><u>\$ 3,329,728</u></u>

See accompanying notes.

CITY OF MOUNT DORA, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2020

	Business-Type Activities - Enterprise Funds		
	Electric Utility Fund	Water and Wastewater Fund	Sanitation Fund
Assets			
Current Assets:			
Pooled Cash and Investments	\$ 6,209,786	\$ 6,749,177	\$ -
Receivables:			
Customers (Net of Allowance for Uncollectible Accounts)	1,069,757	1,325,187	178,294
Due from Other Governments	-	-	-
Accrued Interest Receivable	15,620	149	-
Inventories, at Cost	594,807	276,887	-
Prepaid Items	-	30,000	-
Total Current Assets	<u>7,889,970</u>	<u>8,381,400</u>	<u>178,294</u>
Non-Current Assets:			
Restricted Assets:			
Pooled Cash and Investments:			
Customer Deposits	716,635	477,234	96,399
Bond Proceeds	4,296,857	4,296,857	-
Sinking	-	923,635	-
Water Impact Fees	-	1,616,880	-
Wastewater Impact Fees	-	3,143,692	-
Total Restricted Assets	<u>5,013,492</u>	<u>10,458,298</u>	<u>96,399</u>
Account Receivable, Non-Current	-	-	-
Capital Assets:			
Property, Plant and Equipment	17,579,360	78,958,839	75,605
(Accumulated Depreciation and Amortization)	(11,507,498)	(34,032,735)	(62,854)
Construction in Progress	204,255	5,846,310	-
Total Capital Assets -	<u>6,276,117</u>	<u>50,772,414</u>	<u>12,751</u>
Cost Less Depreciation	<u>11,289,609</u>	<u>61,230,712</u>	<u>109,150</u>
Total Non-Current Assets			
Total Assets	<u>19,179,579</u>	<u>69,612,112</u>	<u>287,444</u>
Deferred Outflows			
Deferred Outflow on Interest			
Rate Swap	-	95,587	-
Pension Related Deferred			
Outflow	54,918	62,763	-
OPEB Related Deferred			
Outflow	137,996	200,649	7,070
Total Deferred Outflows	<u>192,914</u>	<u>358,999</u>	<u>7,070</u>

See accompanying notes.

Business-Type Activities - Enterprise Funds			Governmental
Stormwater			Activities -
Utility	Cemetery		Internal
Fund	Fund	Totals	Service
			Funds
\$ 97,024	\$ 114,218	\$ 13,170,205	\$ 2,425,196
91,886	-	2,665,124	-
1,298,199	-	1,298,199	-
-	1	15,770	28
-	-	871,694	-
-	-	30,000	3,283
1,487,109	114,219	18,050,992	2,428,507
-	-	1,290,268	-
613,837	-	9,207,551	-
-	-	923,635	-
-	-	1,616,880	-
-	-	3,143,692	-
613,837	-	16,182,026	-
62,208	-	62,208	-
12,954,432	111,500	109,679,736	2,797,130
(5,888,971)	(47,172)	(51,539,230)	(1,732,213)
6,241	-	6,056,806	-
7,071,702	64,328	64,197,312	1,064,917
7,747,747	64,328	80,441,546	1,064,917
9,234,856	178,547	98,492,538	3,493,424
-	-	95,587	-
-	-	117,681	-
24,275	8,561	378,551	-
24,275	8,561	591,819	-

See accompanying notes.

CITY OF MOUNT DORA, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2020
(Concluded)

	Business-Type Activities - Enterprise Funds		
	Electric Utility Fund	Water and Wastewater Fund	Sanitation Fund
Liabilities and Net Position			
Current Liabilities:			
Accounts Payable	\$ 517,162	\$ 854,388	\$ 182,162
Accrued Expenses	14,590	115,324	498
Due to Other Governments	82,308	3,243	-
Capital Leases	-	-	-
Bonds and Loans Payable	78,750	1,255,961	-
OPEB Obligation	47,326	66,955	2,493
Compensated Absences	90,891	113,274	5,072
Customer Deposits	716,635	476,864	96,399
Over Recovery of Power Costs	237,309	-	-
Total Current Liabilities	1,784,971	2,886,009	286,624
Long-Term Liabilities:			
Capital Lease Obligation	-	-	-
Bond Payable	4,082,555	19,510,379	-
Fair Market Value of Interest			
Rate Swap	-	95,587	-
Compensated Absences	22,475	136,407	-
OPEB Obligation	1,295,400	1,966,657	64,242
Net Pension Liability	348,917	398,763	-
Total Long-Term Liabilities	5,749,347	22,107,793	64,242
Total Liabilities	7,534,318	24,993,802	350,866
Deferred Inflows of Resources			
Pension Deferred Inflow	63,276	72,318	-
OPEB Deferred Inflow	291,288	441,049	12,798
Total Deferred Inflows of Resources	354,564	513,367	12,798
Net Position			
Net Investment in Capital Assets	6,276,117	34,071,792	12,751
Restricted for Capital			
Improvements	-	4,760,572	-
Restricted for Debt Service	-	923,635	-
Unrestricted	5,207,494	4,707,943	(81,901)
Total Net Position	\$ 11,483,611	\$ 44,463,942	\$ (69,150)

See accompanying notes.

Business-Type Activities - Enterprise Funds			Governmental
Stormwater			Activities -
Utility	Cemetery		Internal
Fund	Fund	Totals	Service
			Funds
\$ 7,798	\$ 1,065	\$ 1,562,575	\$ 614,053
4,355	232	134,999	-
-	-	85,551	-
-	-	-	107,488
11,250	-	1,345,961	-
8,072	2,846	127,692	-
15,598	6,075	230,910	-
-	-	1,289,898	-
-	-	237,309	-
47,073	10,218	5,014,895	721,541
-	-	-	300,710
583,222	-	24,176,156	-
-	-	95,587	-
9,241	3,136	171,259	-
237,888	85,710	3,649,897	-
-	-	747,680	-
830,351	88,846	28,840,579	300,710
877,424	99,064	33,855,474	1,022,251
-	-	135,594	-
55,730	16,907	817,772	-
55,730	16,907	953,366	-
7,074,480	64,328	47,499,468	656,719
-	-	4,760,572	-
-	-	923,635	-
1,251,497	6,809	11,091,842	1,814,454
\$ 8,325,977	\$ 71,137	\$ 64,275,517	\$ 2,471,173

See accompanying notes.

CITY OF MOUNT DORA, FLORIDA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Business-Type Activities - Enterprise Funds		
	Electric Utility Fund	Water and Wastewater Fund	Sanitation Fund
Operating Revenues			
Charges for Services	\$ 9,472,881	\$ 11,600,336	\$ 2,108,034
Operating Expenses			
Purchased Power	5,139,886	-	-
Plant Operations	-	2,521,646	-
Distribution and Collection	1,961,076	1,641,076	1,917,424
Administration and General	1,231,969	2,517,665	398,466
Rental Expense	-	-	-
Depreciation and Amortization	555,552	2,107,438	10,078
Total Operating Expenses	(8,888,483)	(8,787,825)	(2,325,968)
Operating Income (Loss)	584,398	2,812,511	(217,934)
Non-Operating Revenues (Expenses)			
Intergovernmental Revenues	-	402,889	-
Investment Earnings	189,424	93,410	-
Interest Expense and Amortization of Debt Related Items	(160,605)	(468,614)	-
Other Income	252,635	-	6,059
Total Non-Operating Revenues (Expenses)	281,454	27,685	6,059
Income (Loss) Before Capital Contributions and Transfers	865,852	2,840,196	(211,875)
Capital Contributions and Transfers			
Capital Contributions	128,402	1,178,260	-
Transfers in	-	-	375,579
Transfers (out)	(2,397,869)	(1,883,636)	-
Net Capital Contributions and Transfers	(2,269,467)	(705,376)	375,579
Change in Net Position	(1,403,615)	2,134,820	163,704
Net Position, Beginning of the Year (as Restated)	12,887,226	42,329,122	(232,854)
Net Position, End of Year	\$ 11,483,611	\$ 44,463,942	\$ (69,150)

See accompanying notes.

Business-Type Activities - Enterprise Funds			Governmental Activities -
Stormwater Utility Fund	Cemetery Fund	Totals	Internal Service Funds
\$ 1,097,604	\$ 83,290	\$ 24,362,145	\$ 3,359,899
-	-	5,139,886	-
-	-	2,521,646	-
-	-	5,519,576	-
813,626	118,154	5,079,880	3,011,357
-	-	-	127,013
503,016	12,254	3,188,338	252,693
(1,316,642)	(130,408)	(21,449,326)	(3,391,063)
(219,038)	(47,118)	2,912,819	(31,164)
-	-	402,889	-
6,245	244	289,323	9,530
(22,944)	-	(652,163)	(15,330)
6,520	-	265,214	42,900
(10,179)	244	305,263	37,100
(229,217)	(46,874)	3,218,082	5,936
-	-	1,306,662	-
756,297	85,866	1,217,742	-
(162,988)	-	(4,444,493)	-
593,309	85,866	(1,920,089)	-
364,092	38,992	1,297,993	5,936
7,961,885	32,145	62,977,524	2,465,237
\$ 8,325,977	\$ 71,137	\$ 64,275,517	\$ 2,471,173

See accompanying notes.

CITY OF MOUNT DORA, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Business-Type Activities - Enterprise Funds		
	Electric Utility Fund	Water and Wastewater Fund	Sanitation Fund
Cash Flows from Operating Activities			
Cash Received from Customers, Including			
Cash Deposits	\$ 9,483,614	\$ 11,303,285	\$ 2,111,063
Cash Paid to Suppliers	(6,286,535)	(2,186,957)	(1,938,688)
Cash Paid to Employees for Services	(1,423,058)	(2,149,568)	(80,779)
Cash Paid for Interfund Services	(700,949)	(2,206,074)	(484,291)
Net Cash Provided by (Used in) Operating Activities	<u>1,073,072</u>	<u>4,760,686</u>	<u>(392,695)</u>
Cash Flows from Non-Capital Financing Activities			
Transfers in	-	-	375,579
Transfers (out)	(2,397,869)	(1,883,636)	-
Other Non-Operating Receipts	252,634	-	6,081
Net Cash Provided by (Used in) Non-Capital Financing Activities	<u>(2,145,235)</u>	<u>(1,883,636)</u>	<u>381,660</u>
Cash Flows from Capital and Related Financing Activities			
Capital Contributions/Grants	-	437,070	-
Connection/Impact Fees	128,402	1,178,260	-
Property, Plant and Equipment Acquisitions	(338,563)	(4,531,242)	-
Proceeds from Bonds	-	2,026,598	-
Principal Payments on Debt	(75,249)	(988,394)	-
Interest Paid	(168,886)	(495,367)	-
Net Cash Provided by (Used in) Capital and Related Financing Activities	<u>(454,296)</u>	<u>(2,373,075)</u>	<u>-</u>
Cash Flows from Investing Activities			
Net Investment Activity	196,586	96,447	-
Total Cash Flows from Investing Activities	<u>196,586</u>	<u>96,447</u>	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(1,329,873)	600,422	(11,035)
Cash and Cash Equivalents, Beginning of Year	<u>12,553,151</u>	<u>16,607,053</u>	<u>107,434</u>
Cash and Cash Equivalents, End of Year	<u>\$ 11,223,278</u>	<u>\$ 17,207,475</u>	<u>\$ 96,399</u>

See accompanying notes.

Business-Type Activities - Enterprise Funds			Governmental Activities -
Stormwater Utility Fund	Cemetery Fund	Totals	Internal Service Funds
\$ 1,101,852	\$ 83,290	\$ 24,083,104	\$ 3,317,899
(544,314)	(32,136)	(10,988,630)	(3,315,673)
(262,597)	(87,950)	(4,003,952)	-
(705,787)	-	(4,097,101)	-
(410,846)	(36,796)	4,993,421	2,226
756,297	85,866	1,217,742	-
(162,988)	-	(4,444,493)	-
3,724	-	262,439	42,900
597,033	85,866	(2,964,312)	42,900
-	-	437,070	-
-	-	1,306,662	-
(58,208)	(5,841)	(4,933,854)	(170,748)
-	-	2,026,598	-
(10,750)	-	(1,074,393)	(57,199)
(21,760)	-	(686,013)	(15,330)
(90,718)	(5,841)	(2,923,930)	(243,277)
7,125	264	300,422	10,202
7,125	264	300,422	10,202
102,594	43,493	(594,399)	(187,949)
608,267	70,725	29,946,630	2,613,145
\$ 710,861	\$ 114,218	\$ 29,352,231	\$ 2,425,196

See accompanying notes.

CITY OF MOUNT DORA, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020
(Concluded)

	Business-Type Activities - Enterprise Funds		
	Electric Utility Fund	Water and Wastewater Fund	Sanitation Fund
<u>Shown in the Financial Statements as</u>			
Pooled Cash and Investments	\$ 6,209,786	\$ 6,749,177	\$ -
Non-Current Restricted Cash:			
Customer Deposits	716,635	477,234	96,399
Bond Proceeds	4,296,857	4,296,857	-
Sinking	-	923,635	-
Water Impact Fees	-	1,616,880	-
Wastewater Impact Fees	-	3,143,692	-
Total	\$ 11,223,278	\$ 17,207,475	\$ 96,399
<u>Reconciliation of Operating Income to Net Cash</u>			
<u>Provided by (Used in) Operating Activities</u>			
Operating Income (Loss)	\$ 584,398	\$ 2,812,511	\$ (217,934)
Adjustments to Reconcile Operating Income			
(Loss) to Net Cash Provided by (Used in)			
Operating Activities:			
Depreciation and Amortization	555,552	2,107,438	10,078
Power Costs Recovered in Advance (Returned)	(274,326)	-	-
Changes in Assets Decrease (Increase) and			
Liabilities Increase (Decrease):			
Accounts Receivable - Net	275,932	(306,481)	14,064
Inventories	(1,708)	12,203	-
Prepaid Items	-	(30,000)	-
Accounts Payable	(37,144)	243,520	7,452
Due to/from Other Governments	29,627	-	-
Due to/from Other Funds	-	-	(192,717)
Compensated Absences	43,001	16,110	(548)
Net OPEB Obligation	111,580	157,860	5,878
Net Pension Liability	(63,925)	(73,057)	-
Deferred Outflows	(86,661)	(122,473)	(4,540)
Deferred Inflows	(42,754)	(66,375)	(3,393)
Customer Deposits	(20,500)	9,430	(11,035)
Total Adjustments	488,674	1,948,175	(174,761)
Net Cash Provided by (Used in) Operating Activities	\$ 1,073,072	\$ 4,760,686	\$ (392,695)
<u>Non-Cash Items</u>			
Amortization of Bond Premium	\$ (9,617)	\$ (9,617)	\$ -
Amortization of Bond Discount	1,336	1,336	-

See accompanying notes.

Business-Type Activities - Enterprise Funds			Governmental
Stormwater			Activities -
Utility	Cemetery		Internal
Fund	Fund	Totals	Service
			Funds
\$ 97,024	\$ 114,218	\$ 13,170,205	\$ 2,425,196
-	-	1,290,268	-
613,837	-	9,207,551	-
-		923,635	
-		1,616,880	
-	-	3,143,692	-
<u>\$ 710,861</u>	<u>\$ 114,218</u>	<u>\$ 29,352,231</u>	<u>\$ 2,425,196</u>
<u>\$ (219,038)</u>	<u>\$ (47,118)</u>	<u>\$ 2,912,819</u>	<u>\$ (31,164)</u>
503,016	12,254	3,188,338	252,693
-	-	(274,326)	-
4,248	-	(12,237)	-
-	-	10,495	-
-	-	(30,000)	21,170
(791)	(2,912)	210,125	(240,473)
-	-	29,627	-
(705,787)	-	(898,504)	-
14,167	3,325	76,055	-
19,021	6,709	301,048	-
-	-	(136,982)	-
(14,697)	(5,181)	(233,552)	-
(10,985)	(3,873)	(127,380)	-
-	-	(22,105)	-
<u>(191,808)</u>	<u>10,322</u>	<u>2,080,602</u>	<u>33,390</u>
<u>\$ (410,846)</u>	<u>\$ (36,796)</u>	<u>\$ 4,993,421</u>	<u>\$ 2,226</u>
\$ (1,374)	\$ -	\$ (20,608)	\$ -
191	-	2,863	-

See accompanying notes.

CITY OF MOUNT DORA, FLORIDA
STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUNDS
SEPTEMBER 30, 2020

Assets

Cash and Cash Equivalents	\$ 149,963
Investments:	
Money Market Funds	738,876
Fixed Income Mutual Funds	10,600,124
Equities Mutual Funds	23,704,101
Real Estate Investment Trust	4,641,060
Total Investments	<u>39,684,161</u>
Total Cash and Investments	<u>39,834,124</u>
Accrued Interest Receivable	<u>-</u>
Total Assets	<u><u>39,834,124</u></u>
 Liabilities - Payables	 <u>13,050</u>
 Net Position	
Restricted for Pensions	<u><u>\$ 39,821,074</u></u>

See accompanying notes.

CITY OF MOUNT DORA, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

Additions

Contributions:	
Employee	\$ 399,270
Employer	1,128,246
State of Florida	221,534
Total Contributions	<u>1,749,050</u>
Investment Income:	
Investment Earnings	2,053,488
(Less Investment Management Fees)	<u>(93,784)</u>
Net Investment Income (Loss)	<u>1,959,704</u>
Total Additions	<u>3,708,754</u>
Deductions	
Pension Benefit Payments and Refunds	2,143,163
General and Administrative	96,837
(Total Deductions)	<u>(2,240,000)</u>
Net Increase	1,468,754
Net Position, Beginning of Year	<u>38,352,320</u>
Net Position, End of Year	<u><u>\$ 39,821,074</u></u>

See accompanying notes.

NOTES TO FINANCIAL STATEMENTS

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

Note 1 - Description of Funds and Summary of Significant Accounting Policies

The financial statements of the City of Mount Dora, Florida (the City) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. Significant City accounting policies are described below:

Reporting Entity

The City of Mount Dora, Florida is the City's official name. The City was originally incorporated as a town on March 25, 1910, and later incorporated as a city on April 23, 1953, pursuant to Chapter 29302, L.O.F. On September 17, 1991, the City adopted its current Charter by Ordinance Number 91-585.

The City operates under a council-manager form of government and provides the following services, as authorized by its charter: public safety, public works, public utilities, culture, recreation and community development.

In evaluating the City as a reporting entity, management has addressed all potential component units (traditionally separate reporting entities) for which the City may or may not be financially accountable and, as such, be included within the City's financial statements. The City (the primary government) is financially accountable if it appoints a voting majority of the organization's governing board, and: (1) it is able to impose its will on the organization or (2) there is a potential for the organization to provide specific financial benefit to or impose specific financial burden on the City. Additionally, the primary government is required to consider other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

■ **Blended Component Units**

The City established the Community Redevelopment Agency and the Northeast Community Redevelopment Agency as component units of the City. The City Council is the governing body for both agencies.

These agencies are authorized by Florida Statutes and formed by City Ordinance. The Community Redevelopment Agency was created by Ordinance Number 447 passed on June 16, 1987 and the Northeast Community Redevelopment Agency was created by Ordinance Number 546 passed on April 3, 1990. The statutory life of these community redevelopment agencies is thirty years unless extended by ordinance and notification to contributing parties. The City passed Ordinance 2012-05 on May 1, 2012 to extend the CRA for an additional thirty years. The governing bodies are appointed by the City (or its officials) who retains the corporate powers of these agencies. These organizations are reported as blended component units as part of the primary government, since the City is able to impose its will on the organization or there is a potential for specific financial benefits or burdens on the City. Separate financial statements for the CRA are prepared and are available by contacting the City at 510 Baker St. Mt. Dora, FL 32757.

■ **Related Organization - Not Included in Entity**

The Board of the Mount Dora Health Facilities Authority is appointed by the City Council, but the City's accountability does not extend beyond making these appointments. There was no activity or expenditures this fiscal year. Neither funding nor bonded debt approval is provided by the City Council. This organization is excluded from the reporting entity.

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The statement of activities demonstrates the degree to which the direct expenses, or a given function or segment, are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Indirect expenses are allocated automatically and certain indirect costs are included in program expenses reported for individual functions and activities. Program revenues include: (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment; and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. Fiduciary funds are excluded from the government-wide financial statements. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Government-Wide Financial Statements

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Interfund services provided and used are not eliminated in the process of consolidation. Amounts reported as program revenues include: 1) charges to customers or applicants for goods, services, or privileges provided; 2) operating grants and contributions; and 3) capital grants and contributions. Internally-dedicated resources are reported as general revenues rather than as program revenues.

Fund Financial Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers receivables collected within sixty days after the year-end to be available and recognizes them as revenues of the current year. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, other postemployment benefit expenditures, pension related expenditures, as well as expenditures related to claims and judgments, are recorded only when payment is due.

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

Property taxes, franchise fees, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The City operates the following major governmental funds:

■ **Governmental Funds**

Governmental funds are used to account for all or most of a government's general activities. The City operates the following major governmental funds:

- The **General Fund** is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The **Community Redevelopment Agency Fund** accounts for receipts and disbursements of additional tax monies for the City's Downtown Redevelopment Tax District.
- The **Northeast Redevelopment Agency Fund** accounts for receipts and disbursements of tax proceeds and other revenues to redevelop the northeast section of the City.
- The **Impact Fees Fund** accounts for the receipts and disbursements of impact fees restricted for capital improvements for law enforcement, fire control, recreation, and libraries activities.
- The **Discretionary Sales Tax Fund** accounts for receipts and disbursements of the City's portion of the one percent Local Government Infrastructure Surtax. In November of 2015 this revenue source was renewed and began a new 15 year period beginning January 1, 2018 with a sunset date of December 31, 2032.
- The **Fire Assessment Fee Fund** accounts for receipts and disbursements of the fire assessment fees which are restricted fire protection.

■ **Proprietary Funds**

The Proprietary funds are used to account for a government's ongoing activities, which are similar to those found in the private sector, where the determination of changes in net position is necessary or useful to sound financial administration.

The City reports the following major proprietary funds:

- The **Electric Utility Fund** accounts for the fiscal activity of providing electric services to residential and commercial customers.
- The **Water and Wastewater Fund** accounts for the fiscal activity of providing water and wastewater services to residential and commercial customers within and outside City limits.
- The **Sanitation Fund** accounts for the operations and maintenance of the City's refuse collection and recycling system.

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

- The **Stormwater Utility Fund** accounts for the operations and maintenance of the City's stormwater management system.
- The **Cemetery Fund** accounts for the operation and maintenance of the City owned cemetery.
- **Additionally, the City reports the following non-major fund types:**
 - **Special Revenue Funds** account for the proceeds of specific revenue sources that are legally restricted to expenditure for specified purposes.
 - ▶ **Building Inspection Fund**—To account for the legally restricted revenues and expenditures related to Building Inspection Program.
 - ▶ **Law Enforcement Trust Fund**—To account for the judicially confiscated forfeitures restricted for law enforcement expenditures.
 - ▶ **Special Event Fund**—To account for revenues and expenditures related to special events conducted by other organizations, City sponsored events, and revenues from ticket sales.
 - **Debt Service Funds** account for the proceeds of general long-term debt and payment of principal and interest payments.
 - ▶ **Debt Service Fund**—To account for the accumulation of the resources that are restricted, committed or assigned for the payment of general long-term debt principal and interest, excluding lease payments.
 - **Capital Projects Funds** account for the financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by proprietary funds and trust funds.
 - ▶ **Other Capital Projects Fund**—To account for the intermittent resources that are restricted, committed or assigned for the constructing multi-year, public buildings and renovations.
 - **Internal Service Funds** account for the provision of goods and/or services to other City Departments on a cost reimbursement basis. The City has the following internal service funds.
 - ▶ **Internal Service Fund - Vehicle Replacement Fund**—To account for the accumulation of funds for future vehicle replacements, related depreciation and charges for vehicle purchased under the replacement program, including vehicles purchased via lease purchase.
 - ▶ **Insurance Fund**—To account for the cost of operating a self-funded healthcare coverage program. Such costs are billed to other departments on a break-even basis based upon the estimated individual premiums. These costs include network and claims administration, third-party stop loss insurance premiums, life insurance premiums, as well as the cost of pharmaceutical, hospital, doctor and other medical claims, as well as the cost of operating the City's Employee Health Clinic.

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

- **The Pension Trust Fund**—To accounts for the activities of the City’s General Employees’ and Firefighters’ and Police Officers’ Retirement Funds, which accumulate resources for pension benefit payments for qualified retiring employees. They are excluded from the government-wide financial statements because they are fiduciary in nature and do not represent resources available to the government for operations.

Summary of Significant Accounting Policies

Proprietary Funds

Proprietary funds distinguish operating revenues and expenses from non-operating items. The operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues of the City’s enterprise funds and of the internal service funds are customer charges for sales and services. Operating expenses for enterprise funds and the internal service funds include the cost of services, administrative expenses, and depreciation. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. These non-operating revenues include investment earnings, grants, impact fees, insurance reimbursements, rental income plus the sale of scrap and equipment.

When both restricted and unrestricted resources are available for use, it is the City’s policy to generally use restricted resources first, and then unrestricted resources, as they are needed for their intended purposes; however, this decision is frequently made on a case-by-case basis based upon facts and circumstances. Revenues of the enterprise funds are recognized on the basis of services rendered. Enterprise funds billing cycles that overlap September 30 are prorated based upon the meter-reading dates.

Budgets and Budgetary Accounting

The City’s procedures in preparing and adopting the annual budget, which is adopted on a basis consistent with generally accepted accounting principles, are as follows:

- The City Manager is responsible for preparing a proposed operating budget for the upcoming year prior to September 30 that includes estimated revenues, proposed expenditures, and other financing sources and uses.
- Public hearings are held to obtain taxpayer comments and suggestions. The budget is enacted through passage of a resolution.
- Budgetary controls are set at the fund level allowing budget amendments to be made by City Manager when changes are under \$25,000. The City Manager is authorized to transfer budgeted amounts within any fund or department, but may not revise total fund expenditures without the approval of the City Council. The budgetary data presented is in agreement with the originally adopted budget, as amended by the City Council.
- Formal budgetary integration is employed as a management control device during the year for all funds. Budgets are adopted on a basis consistent with generally accepted accounting principles. For funds with a legally adopted budget (i.e. the governmental fund types), the level at which expenditures may not legally exceed the amount budgeted is the fund level. Appropriations lapse at the end of the year and are re-appropriated in the ensuing year’s budget. Budgets are legally adopted for the governmental fund types and are adopted on a “pro forma” basis for the proprietary funds (enterprise funds and internal service funds).

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

Pooled Cash and Investments

Pooled cash and investments include cash on hand, demand deposits with banks, deposits in cash management pools that have the general characteristics of demand deposit accounts, as well as investments. The City's pooled investment account is considered to be cash equivalent since each fund can effectively deposit or withdraw funds at any time without prior notice or penalty.

Each fund utilizing the pooled cash and investments account participates on a dollar-equivalent basis. Interest is distributed quarterly based on average cash balances. The nature of the pooled accounts permits temporary negative cash balances upon overdrawing of cash available in individual funds, which is presented as interfund receivables and payables. The investments of the pension trust funds, bond proceeds, and the electric fund rate stabilization account are held separately from those of other City funds. Investments, including pension funds, are stated at fair value - quoted market price or the best available estimate.

Receivables (Net)

Receivables include amounts due from utility customers, third-party collectors of taxes and miscellaneous sources. Receivables and revenues are reported net of an allowance for uncollectible accounts. Allowances are reported when accounts are proven to be uncollectible. Allowances for uncollectible accounts netted with accounts receivable were \$605 for the General Fund; \$21,268 for the Electric Utility Fund; \$29,352 for the Water & Wastewater Fund; \$3,123 for the Sanitation Fund; and \$1,366 for the Stormwater Utility Fund as of September 30, 2020.

Interfund Receivables and Payables, and Transfers

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds" (i.e., the current portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Transfers are recognized in the accounting period in which the interfund receivable and payable arise. Transfers are made from the enterprise funds to finance operations of the general fund. Transfers are also made from the General Fund to the Community Redevelopment Funds to meet the City's tax increment funding requirements.

Capital Grants and Contributions

Accounts receivable from other governments include amounts due from grantors. Program and capital grants for general capital assets are recorded as receivables and revenues at the time reimbursable costs are incurred. Revenues received in advance of costs being incurred are deferred. Capital grants and other contributions for capital asset additions to the proprietary funds are recorded as non-operating revenues. Contributed assets are recorded in the proprietary funds and in general assets at fair value at the time received.

Inventory

Inventories held by the proprietary funds are carried at cost, determined using the weighted-average cost method. Inventory shown in the general fund consists of janitorial and office supplies held for consumption. General fund inventories are valued at cost, as determined using the weighted-average cost method. Inventory is accounted for by use of the consumption method.

**CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS**

Prepaid Items

Payments made to vendors for services that will benefit periods beyond September 30 are recorded as prepaid items.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items) 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. Roads, bridges, and sidewalks are capitalized when their initial or improvement costs equal or exceed \$25,000 and possess estimated useful lives of more than one year. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation. Infrastructure assets acquired prior to October 1, 2003, have been recorded.

Major outlays for capital assets and improvements are capitalized as projects are constructed. During 2020, the City did not capitalize any interest incurred during the construction of capital assets.

Capital asset purchases are recorded as capital outlay expenditures in the fund level governmental funds in the year of acquisition.

Property, plant and equipment are depreciated using the straight-line method over the following estimated useful life:

Plant, Buildings and Improvements	25-50 Years
Utility Line Extensions	30-50 Years
Machinery, Equipment and Vehicles	3-25 Years
Meters, Poles and Transformers	10-33 Years
Studies	5 Years

Proprietary fund expenses for repairs and maintenance are expensed when incurred. Additions, major renewals and replacements, which increase the useful lives of the assets, are capitalized.

Compensated Absences

In governmental fund financial statements, the amount of compensated absences associated with employee vacations that are recorded as expenditures represent the amounts paid during the year, plus the amount accrued at year-end that would normally be liquidated with available spendable resources. Only the amount of the compensated absence liability that has matured (i.e., unused reimbursable leave still outstanding following an employee's resignation or retirement) that would normally be liquidated with current expendable available resources in the next fiscal year is recorded in the fund financial statements of governmental funds. In the government-wide financial statements, all governmental fund compensated absences are recorded and split between the current and non-current portions.

In proprietary funds, the amount of compensated absences associated with employee vacations that are recorded as expenses represent the amounts paid during the year and accrued at year-end. The entire liability for compensated absences of these funds is reflected in the respective financial statements split between the current and non-current portions.

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

The City's sick leave paid-out policy upon termination varies depending upon whether or not a specific employee is included in a recognized bargaining unit; however, for some employees there is no maximum amount that an employee can accrue. For Police Union employees, there is a 720 hour cap on the amount of sick leave that may be paid out. For Fire Union employees hired after 1/1/96, the sick leave accrual payout is capped at 467 hours, for those employed prior to that date the maximum is 720 hours. General employees who had more than 720 hours prior to 10/1/90 are paid a maximum of 960 hours and all others are paid a maximum of 720 hours. All payouts for sick leave depend upon which bargaining unit (if any) the employee is in and the circumstances of the employee's departure. Sick leave payout of accrued hours is at a rate of 25%, if an employee leaves, or 50%, if they retire. The City accrues 25% of sick leave hours at the employee's current pay rate for financial reporting purposes, except those employees who are vested and have reached retirement age, which the sick leave accruals are computed at 50%.

Each fund is required to liquidate the related liability that becomes current during that fiscal year and was recorded within that fund.

Deferred Inflows and Outflows of Resources

Deferred outflows of resources represent the consumption of net position that is applicable to a future reporting period and will not be recognized as an outflow of resources until that future time. Deferred inflows of resources represent the acquisition of net position that is applicable to a future reporting period and will not be recognized as an inflow of resources until that future time. Deferred outflows have a positive effect on net position, similar to assets, while deferred inflows have a negative effect on net position, similar to liabilities. The City reports deferred outflows of resources related to a derivative associated with the 2006 Utility Bonds, as well as pension and OPEB-related deferred inflows and outflows of resources.

Fund Balance (Deficits)/Net Position Disclosure

In accordance with GASB Statement 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the City classifies governmental fund balances as follows:

- **Non-Spendable Fund Balance**—Includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal/contractual requirements. Examples are Prepaid Expenses and Inventory.
- **Spendable Fund Balance**—Includes Restricted, Committed, Assigned and Unassigned designations.
 - **Restricted**—Includes fund balance amounts that are limited for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation. Examples would be:
 - ▶ **Community Redevelopment Agency and the Northeast Redevelopment Agency Funds**—As noted under Blended Component Units, these two agencies were established to enhance redevelopment activities in two different sections of the City. The interlocal agreement with the County as well as the State Statutes contains certain restrictions on the expenditures of funds.
 - ▶ **Capital Projects Impact Fees Fund**—The City Council has adopted ordinances that require new developments to pay a fee for their impact on recreation, library, police, and fire services. These fees are accounted for separately and may be used only for additions and extensions to the respective system or debt service on previous qualified projects. The impact fees and interest earned on these funds are recognized as restricted.

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

- ▶ **Discretionary Sales Tax Fund**—The City Council has entered into an interlocal agreement with the County and other municipalities to share revenue from a countywide optional one cent sales tax. The proceeds are distributed to various governments based upon an agreed formula. The funds are restricted for infrastructure capital uses as outlined in the agreement.
- ▶ **Building Inspections Fund**—Florida Statutes require that building and fire permit revenue are only to be used for activities related to those operations. In order to comply with those requirements, the City records all revenues and expenditures in this fund that qualify under the Statutes.
- ▶ **Law Enforcement Trust Fund**—This fund was established to receive forfeiture funds, which are restricted by Federal and State Statutes as to their usage.
- ▶ **Debt Service Funds**—These funds were established in accordance with bond covenants for the repayment of outstanding bonds and recording of interest and principal payments.
- **Committed**—includes fund balance amounts that are obligated to a specific purpose which are internally imposed by the government through formal action by ordinances, which is the highest level of City Council. These commitments can only be overturned by a like action. Examples are Encumbrances of Construction and Service Contracts, and specific allocation of funds for particular future activities.
- **Assigned**—includes spendable fund balance amounts that are intended to be used for specific purposes that are considered neither restricted nor committed. It is the City's policy that undesignated excess Fund Balances may be assigned by the City Council, City Manager or Finance Director for specific purposes through the budget process or agenda items as authorized by City Council, which designation may be reversed at any public meeting.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources (committed, assigned, and unassigned) as they are needed. When unrestricted resources (committed, assigned, and unassigned) are available for use in the General Fund, it is the City's policy to use unassigned resources first, then assigned, and then committed as needed. When unrestricted resources (committed, assigned, and unassigned) are available for use in any other governmental fund, it is the City's policy to use committed resources first, then assigned, and then unassigned as needed.

The City established a Fund Balance Policy with Resolution No. 2017-138. The policy established the following minimum and maximum reserve balance targets of the City's General Fund and Enterprise Funds. These targets are based on current fiscal year operating expenditures and transfers out less non-recurring capital budgeted for the funds:

<u>Fund</u>	<u>Minimum Percent</u>	<u>Maximum Percent</u>
General	17%	30%
Cemetery	5%	10%
Electric	17%	30%
Water and Wastewater	17%	30%
Sanitation	5%	10%
Stormwater	17%	30%

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

If, at the end of any fiscal year, the actual amount of Unassigned Fund Balance falls below the targeted levels set forth above, a plan is required to be established to achieve the target by adding a designated amount to cover the deficiency over a period not to exceed 5 fiscal years.

- **Net Position**—is utilized in the government-wide and business-type Fund Financial Statements presentations. Net position is categorized as net investment in capital assets, plus restricted and unrestricted net position.
 - **Net Investment in Capital Assets**—is intended to reflect the portion of net position, which are associated with non-liquid, capital assets less outstanding capital asset related debt. The net related debt is the debt less outstanding liquid assets and any associated unamortized costs associated with that debt.
 - **Restricted Net Position**—is liquid assets, which have third-party (statutory, bond covenant or granting agency) limitations on their use. The City typically uses restricted assets first, as appropriate opportunities arise, but reserves the right to selectively defer the use until a future project.
 - **Unrestricted Net Position**—typically represents unrestricted liquid assets. The City Council has the authority to revisit or alter this designation.

Property Taxes

Under Florida law, the assessment of all properties and the collection of all county, municipal and school board property taxes are consolidated in the offices of the County Property Appraiser and County Tax Collector. The laws of the State regulating tax assessments are also designed to assure a consistent property valuation method statewide. Florida Statutes permit municipalities to levy property taxes at a rate of up to 10 mills (a mill is \$1.00 of taxes per \$1,000.00 of taxable value). The millage rate assessed by the City for the fiscal year ended September 30, 2020, was 6.2000 mills.

All property is assessed according to its fair market value on January 1 of each year. Each assessment roll is submitted to the Executive Director of the State Department of Revenue for review to determine if the rolls meet all of the appropriate requirements of Florida Statutes.

The current-year taxes for the fiscal year beginning October 1 are billed in the month of November and are due no later than March 31. On April 1, all unpaid amounts become delinquent and are subject to interest and penalties. Discounts are allowed for early payment, as follows:

November	4%
December	3%
January	2%
February	1%
March	0%

On or prior to June 1 of the following tax year, certificates are sold for all delinquent taxes on real property. After sale, tax certificates bear interest at 18% per year or at any lower rate bid by the buyer. The certificate holder may make application for a tax deed on any unredeemed tax certificates at any time for a five-year period beginning two years after the original issue of a tax certificate. Delinquent taxes on personal property bear interest up to 18% per year until the tax is satisfied either by seizure and sale of the property or by the seven-year statute of limitations.

**CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS**

There were no material delinquent and uncollected property taxes at year-end. The City's tax calendar is as follows:

Valuation Date:	January 1
Levy Date:	November 1
Due Date:	March 31 (Succeeding Year)
Lien Date:	April 1 (Succeeding Year)

Legal Compliance – Budgets

Budgets and Budgetary Accounting

The annual operating budget serves as legal authorization for expenditures and the proposed means of financing them. The 2019-20 annual operating budgets were prepared for all funds, except Pension Trust Funds.

Budget submissions are completed during the month of April and are due to the City Manager by May 31. A proposed budget is presented to the City Council in July. The City Council conducts a series of budget work sessions during the month of July. During these work sessions, the proposed expenditure budgets are reconciled to the revenue estimates provided by the Director of Finance. The revenue estimates include the amount of ad valorem taxes to be derived from the tax roll certified by the Property Appraiser on or before July 1. Within thirty-five days from that date, the City Council must advise the Property Appraiser of the proposed maximum and rolled back millage rates.

Within eighty days, but not earlier than sixty-five days after the Property Appraiser certifies the tax roll, the City Council is required by state law to conduct a public hearing to adopt tentative millage rate(s) and budget. No sooner than two days and no later than twenty days following the first public hearing, a second public hearing be held to formally adopt the final millage rate(s) and budget.

On-Behalf Payments for Fringe Benefits

The City receives on-behalf payments from the State of Florida to be used for Police Officers' and Firefighters' Retirement Plan Contributions. For the fiscal year ended September 30, 2020, the On-Behalf payments to the City totaled \$120,356 for the Police Officers' Retirement Plan and \$101,178 for the Firefighters' Retirement Plan. Such payments are recorded as intergovernmental revenue and public safety expenditures.

Note 2 - Cash and Investments

Pooled Cash and Investments

The City maintains a cash and investment pool that carries all of the City's general cash and investments. Cash and investments for Pension Trust Funds, unspent bond proceeds, and the electric fund "rate stabilization account" are held separately from the City's general investments. Each fund's portion of the pool is displayed in the accompanying financial statements as "Pooled Cash and Investments." All cash and investments of the pool are considered cash equivalents for the statement of cash flows.

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

Cash Deposits

As of September 30, 2020, the City's pooled cash deposits were entirely covered by federal depository insurance or by the banking network provided by Chapter 280 of the Florida Statutes. Florida Statutes provide for collateral pooling by banks and savings and loans, and limit local government deposits to "authorized depositories." Therefore, all pooled cash deposits held by banks can be classified as fully insured.

Restricted Cash

Customer deposits, sinking fund, unspent bond proceeds, and unspent impact fees are shown as restricted cash due to the legal limitations imposed on them.

Investments

The City's investment policy allows the City to invest surplus money in instruments as provided by Florida Statute 218.415. Among them are:

- The State Board of Administration of Florida Local Government Surplus Trust Fund.
- Florida regulated or federal banking institutions (provided such deposits are secured by collateral, as required).
- Direct or guaranteed obligations of the United States Government.
- Obligations of the Federal Farm Credit Banks; the Federal Home Loan Mortgage Corporation (including participation certificates), or the Federal Home Loan Bank or its district banks or obligation guaranteed by the Government National Mortgage Association.
- Open or closed-end management-type investment company or investment trust registered under the Investment Company Act of 1940.

The City ordinance authorizes investments for the Pension Trust Funds as follows:

- Annuity and life insurance contracts.
- Time and savings accounts of a National Bank and a State of Florida bank insured by FDIC.
- Obligations of the United States; State and local government bonds (as restricted).
- Corporate stocks and bonds (as restricted).
- Pooled funds including, but not limited to, mutual funds, commingled funds, exchange-traded funds, limited partnerships, and private equity.

Fair Value

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

City Investments

Type Investment	Fair Value	Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
City Investments by Fair Value Level				
U.S. Treasury Notes	\$ 4,066,051	\$ -	\$ 4,066,051	\$ -
Florida Municipal Investment Trust Fund	<u>5,064,825</u>	<u>-</u>	<u>5,064,825</u>	<u>-</u>
Total City Investments by Fair Value Level	<u>9,130,876</u>	<u>\$ -</u>	<u>\$ 9,130,876</u>	<u>\$ -</u>
City Investments Measured at Amortized Cost				
Florida SAFE Stable NAV	34,768,194			
Florida PRIME	95,954			
Certificate of Deposits	1,750,000			
Money Market Accounts	<u>8,487,748</u>			
Total Investments Measured at Amortized Cost	<u>45,101,896</u>			
Total City Investments	<u>\$ 54,232,772</u>			

The City's investments in government, agencies and corporate fixed income are high-quality bonds that are valued using a matrix pricing model (Level 2). Investments in money market accounts, and non-negotiable certificates of deposit are exempt from the GASB Statement No. 72 fair value hierarchy disclosures per paragraph 69 of GASB 72, and are valued at the City's cost and any accrued interest on these investments. The City's investment in Florida PRIME and Florida SAFE are external investment pools that have adopted operating procedures consistent with the requirements of GASB Statement No. 79 to measure its investments at amortized cost. Therefore, the City's investment in Florida PRIME and Florida SAFE are recorded at amortized cost.

Pension Investments

Type Investment	Fair Value	Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Pension Investments by Fair Value Level				
Fixed Income Mutual Funds	\$ 10,600,124	\$ 10,600,124	\$ -	\$ -
Equities Mutual Funds	<u>23,704,101</u>	<u>23,704,101</u>	<u>-</u>	<u>-</u>
Total Pension Investments by Fair Value Level	<u>34,304,225</u>	<u>\$ 34,304,225</u>	<u>\$ -</u>	<u>\$ -</u>
Pension Investments Measured at Net Asset Value (NAV)				
Real Estate Investment Trusts	<u>4,641,060</u>			
Total Investments Measured at NAV	<u>4,641,060</u>			
Pension Investments Measured at Amortized Cost				
Money Market Accounts	<u>738,876</u>			
Total Investments Measured at Amortized Cost	<u>738,876</u>			
Total Pension Investments	<u>\$ 39,684,161</u>			

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

Investments in domestic and international stocks and mutual funds, which are deemed actively traded, are valued using quoted market prices at current exchange rates (Level 1). Real estate investment trusts are valued based on the net asset value (NAV) and are exempt from the GASB 72 fair value hierarchy. Investments in money market accounts are exempt from the GASB 72 fair value hierarchy disclosures per paragraph 69 of GASB 72, and are valued at amortized cost.

The following is a summary of pooled investments held by the City as of September 30, 2020:

Type	Fair Value	Maturities			
		1 Year or Less	1-5 Years	5-10 Years	10+ Years
U.S. Treasury Notes	\$ 4,066,051	\$ 2,010,195	\$ 2,055,856	\$ -	\$ -
Florida Municipal Investment Trust Fund	5,064,825	-	5,064,825	-	-
Local Government Surplus Trust Fund	95,954				
FL SAFE Investment Trust Fund	34,768,194				
Money Market Funds	8,487,748				
Certificates of Deposits	<u>1,750,000</u>				
Total Investments	54,232,772				
Demand Deposits	15,794,036				
Petty Cash	<u>32,226</u>				
Total Cash and Investments	<u>\$ 70,059,034</u>				

The following is a summary of pension investments held by the City as of September 30, 2020:

Type	Fair Value	Maturities			
		1 Year or Less	1-5 Years	5-10 Years	10+ Years
Money Market Accounts	\$ 738,876	\$ 738,876	\$ -	\$ -	\$ -
Fixed income					
Mutual funds	10,600,124	-	9,493,204	1,106,920	-
Equities Mutual funds	23,704,101				
Real Estate Investment Trust	<u>4,641,060</u>				
Total Investments	39,684,161				
Cash	<u>149,963</u>				
Total Cash and Investments	<u>\$ 39,834,124</u>				

Interest Rate Risk—To mitigate interest rate risk, the City’s Investment Policy requires that the investment portfolio structure maturities to meet the City’s cash needs for ongoing operations and that operating funds be invested primarily in short-term securities. Of the total Cash and Investments outstanding at year-end, 89% have maturities of one year or less. The City’s policy requires that individual securities have maturities no greater than five years and two months. The Local Government Surplus Funds Trust Fund (Florida Prime) had a weighted average maturity of 48 days as of September 30, 2020. The Florida Municipal Investment Trust 0-2 Year High Quality Bond Fund has 0.70 year weighted average maturity and the 1-3 Year High Quality Bond Fund has 1.60 year weighted average maturity. The Pension Investment Policies do not restrict maturities.

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

Credit Quality Risk—To mitigate credit risk, the City invests primarily in U.S. Federal Agency obligations and State of Florida Qualified Public Depositories, Florida Municipal Investment Trust 0-2 Year High Quality Bond Fund (\$1,677,332) and the 1-3 Year High Quality Bond Fund (\$3387,493), which are AAf/S1 and AAf/S2 rated funds. The Local Government Surplus Funds Trust Fund (Florida Prime) is an AAmm money market fund. All Federal Agency Bonds held at year-end had AAA rating. All of these investments meet the criteria under the City's Pooled Investment Policy. Under that policy, the credit risk is mitigated by: (1) limiting investments to the safest types of securities; (2) pre-qualifying the financial institutions, broker/dealers, intermediaries and advisors with which any entity will do business; and (3) diversifying the investment portfolio so that the potential losses on individual securities will be minimized. The Pension Investment Policies restricts bond investments to investment grade quality. The pension funds do not have any direct investments in fixed income securities.

Custodial Risk—To mitigate custodial risk, broker/dealers must meet established capital requirements, as set forth by the Securities Exchange Commission, be registered in the State of Florida, provide proof of registration, complete a broker/dealer questionnaire, certify an understanding of the City's Pooled Investment Policy, and provide a copy of their most recent audit report. The FL SAFE and Florida Municipal Investment Trust separately issued financial statements can be found at flsafe.org and floridaleagueofcities.com. All pension assets are held by a third party.

Concentration of Credit Risk—The City's Investment Policy requires that investments be diversified by security type, maturity and institution. The allocation limits and security types do not apply to the investment of debt proceeds which have been invested in the FL SAFE investment fund. A maximum of 100% of available funds may be invested in United States Government Securities and the State Board of Administration's Local Government Surplus Funds Trust Fund. A maximum of 50% of available funds may be invested in non-negotiable interest bearing time certificates of deposit and money market funds. A maximum of 40% of available funds may be invested in intergovernmental investment pools. The Pension Investment Policies do not restrict individual investment concentrations. The Pension Fund investment policies restrict that not more than 5% of the plan's assets, at the time of purchase, shall be invested in the equities of one company, and restricts the value of bonds issued by any single corporation shall not exceed 3% of the total fund. At September 30, 2020, the three pension plans did not have any direct investments in equities or fixed income investments.

Investments in Entities that Calculate Net Asset Value Per Share

The fair values of investments in the pension trust funds are based on the investments' net asset value (NAV) per share (or its equivalent) of the City's ownership interest in the partners' capital. The real estate funds invest in a diversified real estate equity portfolio consisting primarily of high quality, well-leased real estate properties in multi-family, industrial, office, retail, and hotel sectors. Distributions from each fund will be received as the underlying investments of the funds are liquidated, which is expected to occur between 5 and 10 years. The individual investments that will be sold have not yet been determined. Because it is not probable that any specific individual investment will be sold, the fair value of each individual investment has been determined using the NAV per share (or its equivalent) of the pension trust fund's ownership interest in partners' capital.

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

Note 3 - Capital Assets

Capital asset activity for the year ended September 30, 2020, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities				
Capital Assets Not Being Depreciated:				
Land and Improvements	\$ 7,712,917	\$ -	\$ -	\$ 7,712,917
Construction in Progress	690,824	1,349,127	-	2,039,951
Total Capital Assets, Not Being Depreciated	8,403,741	1,349,127	-	9,752,868
Capital Assets, Being Depreciated:				
Buildings and Improvements	20,957,422	-	-	20,957,422
Infrastructure	37,633,137	441,280	-	38,074,417
Equipment, Furniture, Fixtures, and Vehicles	11,480,845	385,913	-	11,866,758
Media Collection	765,753	-	-	765,753
Total Capital Assets, Being Depreciated	70,837,157	827,193	-	71,664,350
Less Accumulated Depreciation:				
Buildings and Improvements	(11,999,220)	(836,890)	-	(12,836,110)
Infrastructure	(16,150,473)	(1,232,386)	-	(17,382,859)
Equipment	(6,953,809)	(958,043)	-	(7,911,852)
Media Collection	(607,772)	(69,648)	-	(677,420)
Total Accumulated Depreciation	(35,711,274)	(3,096,967)	-	(38,808,241)
Total Capital Assets Being Depreciated, Net	35,125,883	(2,269,774)	-	32,856,109
Governmental Activities Capital Assets, Net	\$ 43,529,624	\$ (920,647)	\$ -	\$ 42,608,977

Depreciation expense was charged to the following functions/programs:

Depreciation Expense – Governmental Activities

General Government and Administration	\$ 363,545
Public Safety	792,510
Transportation	741,775
Culture and Recreation	946,444
Capital Assets Held by the Internal Service	
Funds are Charged to the Various Functions:	
Based Upon Their Usage of the Assets	252,693
Total Depreciation Expense – Governmental Activities	\$ 3,096,967

Capital asset activity for the year ended September 30, 2020, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Business-Type Activities				
Capital Assets, Not Being Depreciated:				
Land	\$ 7,457,272	\$ -	\$ -	\$ 7,457,272
Construction in Progress	5,122,176	3,614,435	(2,679,805)	6,056,806
Total Capital Assets, Not Being Depreciated	12,579,448	3,614,435	(2,679,805)	13,514,078
Capital Assets, Being Depreciated:				
Buildings	19,346,712	34,860	-	19,381,572
Infrastructure	74,874,324	3,632,539	-	78,506,863
Equipment	4,002,205	331,824	-	4,334,029
Total Capital Assets, Being Depreciated	98,223,241	3,999,223	-	102,222,464
Less Accumulated Depreciation:				
Buildings	(6,140,054)	(484,042)	-	(6,624,096)
Infrastructure	(39,331,804)	(2,487,323)	-	(41,819,127)
Equipment	(2,879,034)	(216,973)	-	(3,096,007)
Total Accumulated Depreciation	(48,350,892)	(3,188,338)	-	(51,539,230)
Total Capital Assets Being Depreciated, Net	49,872,349	810,885	-	50,683,234
Business-Type Activities Capital Assets, Net	\$ 62,451,797	\$ 4,425,320	\$ (2,679,805)	\$ 64,197,312

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

Depreciation Expense was charged to the following functions/programs:

Depreciation Expense – Business-Type	
Electric Utility	\$ 555,552
Water and Wastewater Utility	2,107,438
Sanitation	10,078
Stormwater Utility	503,016
Cemetery	12,254
Total Depreciation Expense – Business-Type	<u>\$ 3,188,338</u>

Note 4 - Long-Term Liabilities

Long-term liability activity for the year ended September 30, 2020, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Governmental Activities					
Revenue Bonds and Notes:					
Improvement Revenue,					
Bonds, 2011 (Direct Placement)	\$ 1,507,800	\$ -	\$ (290,000)	\$ 1,217,800	\$ 295,700
CRA Revenue Bond, 2013 (Direct Placement)	1,598,000	-	(163,000)	1,435,000	167,000
Capital Improvement					
Revenue Note, 2018 (Direct Borrowing)	865,000	650,000	-	1,515,000 *	165,000
Fire Protection Assessment					
Revenue Bonds, Series 2018	20,840,000	-	(380,000)	20,460,000	390,000
Premium	639,372	-	(83,615)	555,757	-
Discount	(253,941)	-	6,144	(247,797)	-
Capital Improvement Revenue					
Bonds, Series 2018	3,040,000	-	(53,750)	2,986,250	56,250
Premium	36,842	-	(6,869)	29,973	-
Discount	(44,817)	-	954	(43,863)	-
Total Revenue Bonds and Notes	<u>28,228,256</u>	<u>650,000</u>	<u>(970,136)</u>	<u>27,908,120</u>	<u>1,073,950</u>
Capital Leases:					
Body Camera Lease	75,681	-	(37,278)	38,403	38,403
Police Vehicles Lease	814,441	78,407	(209,937)	682,911	216,802
Enterprise Vehicles Lease	465,398	-	(57,200)	408,198	107,488
Total Capital Leases	<u>1,355,520</u>	<u>78,407</u>	<u>(304,415)</u>	<u>1,129,512</u>	<u>362,693</u>
Other Liabilities:					
Compensated Absences	1,451,343	554,654	(468,254)	1,537,743	664,945
Net Pension Liability	3,427,230	81,075	-	3,508,305	-
OPEB Obligation	11,275,873	1,160,660	-	12,436,533	492,288
Total Other Liabilities	<u>16,154,446</u>	<u>1,796,389</u>	<u>(468,254)</u>	<u>17,482,581</u>	<u>1,157,233</u>
Governmental Activity					
Long-Term Liabilities	<u>\$ 45,738,222</u>	<u>\$ 2,524,796</u>	<u>\$ (1,742,805)</u>	<u>\$ 46,520,213</u>	<u>\$ 2,593,876</u>

*The first principal repayment for the Capital Improvement Revenue Note, 2018 is not due until September 30, 2021.

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Business-Type Activities					
Revenue Bonds:					
2006 Serial Bonds (Direct Placement)	\$ 3,715,000	\$ -	\$ (690,000)	\$ 3,025,000	\$ 715,000
Issuance Discount	(39,577)	-	15,800	(23,777)	-
Fair Value of Interest Swap	77,088	18,499	-	95,587	-
2014 Serial Bonds (Direct Placement)	6,960,000	-	-	6,960,000	* 139,000
Capital Improvement Revenue					
Bonds, Series 2018	9,120,000	-	(161,250)	8,958,750	168,750
Premium on 2018 Bonds	110,526	-	(20,607)	89,919	-
Discount on 2018 Bonds	(134,451)	-	2,863	(131,588)	-
DW351450 SRF Loan (Direct Borrowing)	1,888,469	-	(92,413)	1,796,056	93,154
WW351440 SRF Loan (Direct Borrowing)	1,554,754	-	(73,227)	1,481,527	74,118
DW351490 SRF Loan (Direct Borrowing)	1,397,136	741,690	(57,505)	2,081,321	98,615
DW3514A0 SRF Loan (Direct Borrowing)	-	615,567	-	615,567	27,111
WW351470 SRF Loan (Direct Borrowing)	-	669,341	-	669,341	30,213
Total Revenue Bonds	<u>24,648,945</u>	<u>2,045,097</u>	<u>(1,076,339)</u>	<u>25,617,703</u>	<u>1,345,961</u>
Other Liabilities:					
Compensated Absences	326,115	194,247	(118,192)	402,170	230,910
Net Pension Liability	884,662	-	(136,982)	747,680	-
OPEB Obligation	<u>3,476,531</u>	<u>301,057</u>	<u>-</u>	<u>3,777,588</u>	<u>127,692</u>
Total Other Liabilities	<u>4,687,308</u>	<u>495,304</u>	<u>(255,174)</u>	<u>4,927,438</u>	<u>358,602</u>
Total Business-Type Activities	<u>\$ 29,336,253</u>	<u>\$ 2,540,401</u>	<u>\$ (1,331,513)</u>	<u>\$ 30,545,141</u>	<u>\$ 1,704,563</u>

*Payment due 10/1/19, was paid in the prior year prior (two payments in fiscal year 2019)

Other Liabilities

Compensated absences and net pension liabilities are generally liquidated with resources from the fund that created the liability. Net Other Post Employment Obligations have been paid by the general and proprietary funds on a pay-as-you go basis, with allocations to the proper fund/department.

Capital Improvement Refunding Revenue Bonds, Series 2011

In 2011, the City issued Capital Improvement Refunding Revenue Bonds, Series 2011, (Series 2011 Bonds) through a direct placement in the amount of \$3,635,400, with a fixed interest rate of 1.95%. The proceeds were used to defease the 2001 Bonds and to pay issuance costs. Management expects that the net present value will provide a savings of over \$650,000 over the life of the new bonds.

The Series 2011 Bonds are payable from a secured lien and pledge of the Florida Communications Services Tax Imposed pursuant to Section 203.01(1)(a)2, Florida Statutes and the public services tax pursuant to Section 166.2331, Florida Statutes. Annual principal and interest on the bonds are expected to require approximately 15.28% of such tax revenue and are payable through 2024. Principal and interest for the current year was \$319,340. Pledged revenues available for debt service totaled \$2,089,871 for the year. At year-end, pledged future revenues totaled \$1,277,739, which was equal to the amount of the remaining principal and interest on the bonds. There was no Federal arbitrage liability on these bonds at year-end.

CRA Redevelopment Revenue Note, Series 2013

In May 2013, the City issued CRA Redevelopment Revenue Note, Series 2013, (Series 2013 Note) through a direct borrowing in the amount of \$2,500,000, with a fixed interest rate of 2.17%. The proceeds were used to fund the Downtown Streetscape Project and to pay issuance costs.

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

The Series 2013 Note is payable from a secured lien and pledge of the Community Redevelopment Agency revenues with a secondary pledge of public services tax pursuant to Section 166.2331, Florida Statutes. Annual principal and interest on the bonds are expected to require approximately 34.93% of such tax revenue and are payable through 2028. Pledged revenues available for debt service totaled \$562,170 for the year. At year-end, pledged future revenues totaled \$1,570,820, which was equal to the amount of the remaining principal and interest on the bonds. There was no Federal arbitrage liability on these bonds at year-end.

Capital Improvement Revenue Note, Series 2018

In August 2018, the City authorized Series 2018, Capital Improvement Revenue Note through a direct borrowing in the amount not to exceed \$4,000,000. The proceeds are to be used for financing the acquisition and improvement of surface lot parking projects. The note is a draw-down note. Proceeds of the 2018 Note may be drawn by the City on a monthly basis in minimum amounts of \$100,000 during the initial eighteen months of the 2018 Note. The City made an initial draw of \$865,000 on the date of issuance of the 2018 Note. During fiscal year 2020, the City made a second draw of \$650,000. The total principal outstanding as of September 30, 2020 was \$1,515,000. The first principal payment is due on September 30, 2021, with an estimated final maturity date of September 30, 2028. The interest rate is fixed at 3.58% for the term of the loan.

Capital Improvement Revenue Bonds, Series 2018

In November 2018, the City issued the Capital Improvement Revenue Bonds, Series 2018 in the amount of \$12,160,000. The issuance consists of \$3,935,000 of serial bonds with maturities beginning November 1, 2019 through November 1, 2032 at a fixed interest rate of 4% and \$8,225,000 of term bonds with maturity dates of November 1, 2035, November 1, 2038, November 1, 2043, and November 1, 2048 at a fixed rate of 4.0%. The Series 2018 bonds are payable from Non-Ad Valorem revenues budgeted and appropriated by the City for the purposes of payment of the debt service on the Series 2018 Bonds. The proceeds of the bonds are to be used to construct a public works building and for other municipal capital improvements as approved by the City Council. The Series 2018 Bonds maturing on or before November 1, 2028 are not subject to redemption prior to maturity. The Series 2018 Bonds maturing after November 1, 2028 are subject to redemption prior to their stated dates of maturity at the option of the City in whole or part, from such maturities selected by the City on November 1, 2028 or any date thereafter, at a redemption price equal to 100% of the principal amount and accrued interest to the date fixed for redemption and without premium. The Series 2018 (Term) Bonds maturing on November 1, 2035, 2038, 2043, and 2048 have mandatory redemptions beginning in 2033 and ending in 2043.

Fire Protection Assessment Revenue Bonds, Series 2018

In November 2018, the City issued the Fire Protection Assessment Revenue Bonds, Series 2018 in the amount of \$21,740,000. The issuance consists of \$7,885,000 of serial bonds with maturities beginning May 1, 2019 through May 1, 2033 at fixed interest rates of 2.50% to 5.00% and \$13,855,000 of term bonds with maturity dates of May 1, 2035, May 1, 2038, May 1, 2043, and May 1, 2048 at a fixed rates of 3.75% to 4.00%. The Series 2018 bonds are payable from and secured by a pledge of Fire Protection Special Assessment revenues. The proceeds of the bonds are to be used to construct three new fire station facilities and related capital improvements. The Series 2018 Bonds maturing on or before May 1, 2028 are not subject to redemption prior to maturity. The Series 2018 Bonds maturing after May 1, 2028 are subject to redemption prior to their stated dates of maturity at the option of the City in whole or part, from such maturities selected by the City on May 1, 2028 or any date thereafter, at a redemption price equal to 100% of the principal amount and accrued interest to the date fixed for redemption and without premium. The Series 2018 (Term) Bonds maturing on May 1, 2035, 2038, 2043, and 2048 have mandatory redemptions beginning in 2033 and ending in 2043.

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

Annual principal and interest on the bonds are expected to require approximately 61.80% of such revenue and are payable through 2048. Principal and interest for the current year was \$1,246,463. At year-end, pledged future revenues totaled \$34,870,575, which was equal to the amount of the remaining principal and interest on the bonds. There was no Federal arbitrage liability due on these bonds at year-end.

Utility Bonds

The series 2006 Bonds were issued January 2006 in the amount of \$9,495,000 through a direct placement at a fixed rate of 3.74% to refund \$9,070,000 of outstanding Series 1998 Bonds, which matured in 2008. The net carrying amount is amount due at maturity, adjusted for issuance costs related to the old debt, as well as the deferred outflow associated with the derivative instrument that is an effective hedge on the new debt. Management expects that the net present value will provide a savings of over \$610,000 over the life of the new bonds.

The Series 2006 Bonds are payable from and secured by a pledge of and prior lien on the revenues derived from operations of the water and wastewater system. Annual principal and interest on the bonds are expected to require approximately 21.48% of such revenue and are payable through 2023. Principal and interest for the current year was \$803,135. At year-end, pledged future revenues totaled \$3,156,835, which was equal to the amount of the remaining principal and interest on the bonds. There was no Federal arbitrage liability due on these bonds at year-end.

The series 2014 Revenue Bonds were issued July 2014 in the amount of \$7,560,000 at a fixed rate of 2.95% for various water and wastewater projects. The Series 2014 Bonds are payable from and secured by a pledge of and lien on the revenues derived from operations of the water and wastewater system that is in parity with 2006 Bonds. Annual principal and interest on the bonds are expected to require approximately 18.89% of such revenue and are payable through 2029. Principal and interest for the current year was \$102,660. At year-end, pledged future revenues totaled \$8,327,443, which was equal to the amount of the remaining principal and interest on the bonds. There was no Federal arbitrage liability due on these bonds at year-end.

State Revolving Fund Loans – Florida Department of Environmental Protection

Clean Water – WW351440

During 2017, the City authorized a State Revolving Fund Loan (WW351440) through a direct borrowing to finance construction costs to construct wastewater collection, transmission and reuse transmission facilities as part of the approved U.S. 441/State Route 46 Intersection Utilities Line Location. The final principal amount of the loan is \$1,981,087. Principal and Interest payments are due semiannually beginning on October 15, 2018 and semiannually thereafter on April 15 and October 15 of each year until April 15, 2038. Interest is payable at a rate of 0.80%. Net Water, Sewer, and Reclaimed Water revenues are pledged as collateral for the loan. These pledged revenues are subordinate to the Water and Sewer Refunding Bond, Series 2006 and the Water and Sewer Revenue Note, Series 2014. Annual principal and interest on the loan is expected to require approximately 0.19% of such revenue and are payable through April 15, 2038. At year-end, pledged future revenue totaled \$1,917,876, which was equal to the current amount of principal and interest remaining on the loan.

Drinking Water – DW351450

During 2017, the City authorized a State Revolving Fund Loan (DW351450) through a direct borrowing to finance construction costs to construct water line improvements as part of the approved State Route 46 Utilities Extension. During the year, the City received the last draw on the loan. The final principal amount of the loan is \$1,591,757. Principal and Interest payments are due semiannually beginning on

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

October 15, 2018 and semiannually thereafter on April 15 and October 15 of each year until April 15, 2037. Interest is payable at a rate of 1.21%. Net Water, Sewer, and Reclaimed Water revenues are pledged as collateral for the loan. These pledged revenues are subordinate to the Water and Sewer Refunding Bond, Series 2006 and the Water and Sewer Revenue Note, Series 2014. Annual principal and interest on the loan is expected to require approximately 0.19% of such revenue and are payable through April 15, 2038. At year-end, pledged future revenue totaled \$1,635,921, which was equal to the amount of principal and interest remaining on the loan.

Drinking Water – DW351490

During 2019, the City received a State Revolving Fund Loan (WW351490) through a direct borrowing with a maximum loan amount of \$2,371,690 to finance construction costs related to the Mount Dora Apopka Reclaimed Water Interconnect. The City received \$1,397,136 of proceeds during fiscal year 2019 which is the current principal of the loan. Principal and Interest payments are due semiannually beginning on June 15, 2020 and semiannually thereafter on June 15 and December 15 of each year until December 15, 2039. Interest is payable at a rate of 1.06%. Net Water, Sewer, and Reclaimed Water revenues are pledged as collateral for the loan. These pledged revenues are subordinate to the Water and Sewer Refunding Bond, Series 2006 and the Water and Sewer Revenue Note, Series 2014. Annual principal and interest on the bonds are expected to require approximately 0.17% of such revenue and are payable through 2040. At year-end, pledged future revenue totaled \$1,557,577 which was equal to the amount of principal and interest remaining on the loan.

Clean Water – WW351470

During 2018, the City executed a State Revolving Fund Loan (CW351470) through a direct borrowing with a maximum loan amount of \$2,727,681 to finance construction costs related to the City of Mount Dora US 441 Utility Relocation Project. The City received \$669,341 of proceeds during fiscal year 2020 which is the current principal of the loan. As of September 30, 2020 the loan has not been fully drawn and repayment is not scheduled to begin until May 15, 2021. Principal and Interest payments will be due semiannually beginning on May 15, 2021 and semiannually thereafter on June 15 and December 15 of each year until December 15, 2041. Interest will be payable at a rate of 1.06%. Net Water, Sewer, and Reclaimed Water revenues are pledged as collateral for the loan. These pledged revenues are subordinate to the Water and Sewer Refunding Bond, Series 2006 and the Water and Sewer Revenue Note, Series 2014. Once the drawn is fully drawn down expected principal to be repaid is \$2,727,681. Annual principal and interest on the bonds are expected to require approximately 0.25% of such revenue and are payable through 2041. At year-end, pledged future revenue totaled \$669,341 which was equal to the amount of principal drawn as of September 30, 2020.

Drinking Water – DW3514A0

During 2019, the City executed a State Revolving Fund Loan (DW3514A0) through a direct borrowing with a maximum loan amount of \$1,662,973 to finance construction costs related to the City of Mount Dora US 441 Utility Relocation Project. The City received \$615,567 of proceeds during fiscal year 2020 which is the current principal of the loan. As of September 30, 2020 the loan has not been fully drawn and repayment is not scheduled to begin until June 15, 2021. Principal and Interest payments will be due semiannually beginning on June 15, 2021 and semiannually thereafter on June 15 and December 15 of each year until 2041. Interest will be payable at a rate of 1.31%. Net Water, Sewer, and Reclaimed Water revenues are pledged as collateral for the loan. These pledged revenues are subordinate to the Water and Sewer Refunding Bond, Series 2006 and the Water and Sewer Revenue Note, Series 2014. Once the drawn is fully drawn down expected principal to be repaid is \$1,662,973. Annual principal and interest on the bonds are expected to require approximately 0.25% of such revenue and are payable through 2041. At year-end, pledged future revenue totaled \$615,567 which was equal to the amount of principal drawn as of September 30, 2020.

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

Default Provisions

The outstanding notes from direct borrowings and direct placements contain provisions (as noted in bond resolutions) that in an event of default, may require the entire unpaid principal and interest amounts to become immediately due, acceleration of principal and interest payments, or other remedies as determined by a court.

Derivative Instruments

Simultaneous to the issuance of the Series 2006 Bonds, the City entered into a pay-fixed receive variable interest rate swap, a derivative instrument, in order to fix the rate on the bonds at 3.74%. The bonds carry a variable interest rate that changes monthly based as described below. Because the swap variable rate and all other relevant terms are the same as the bonds, the pay-fix interest rate swap rate does not vary. Accordingly, the derivative instrument is considered effective for financial reporting purposes. The interest rate swap is recorded at fair value as a liability of the Water and Wastewater Fund with a corresponding Deferred Outflow.

The fair value balance and notional amount of the derivative instrument outstanding as of September 30, 2020, classified by type, and the change in fair value of the derivative instrument for the year then ended as reported in the 2020 financial statement is as follows (rounded):

	Changes in Fair Value		Fair Value at September 30, 2020		Notional
	Classification	Amount	Classification	Amount	
Business-Type Activities					
Cash Flow Hedge:					
Pay-Fixed Interest	Deferred				
Rate Swap	Outflow	\$ 19,000	Debt	\$ (96,000)	\$ 3,025,000

The fair value of the interest rate swap was estimated using the estimated price or spread level at which an agent for the City might find liquidity for a round lot transaction within the relevant market. Valuations are based in part upon historical cash and asset information furnished to our agent by third parties.

The City's objective and terms of the hedging derivative instrument as of September 30, 2020, was as follows:

Type:	Pay-fixed Interest Rate Swap – Counterparty Credit Rating: A/A2
Objective:	To Provide a Fix Rate on the Series 2006 Bonds
Original Notional Amount:	\$9,495,000 – Current Notional Amount: \$3,025,000
Date of Agreement:	September 21, 2005 – Effective Date: January 17, 2006
Maturity Date:	October 1, 2023 – Adjustment Period: First of Each Month
Terms:	Pay 3.74% Fixed Rate with the Variable Rate at 63.7% of London Interbank Offered Rate (LIBOR) plus 0.55% and the Variable Rate of the Interest Rate is the Same as the Bonds

Risks

Credit Risk—The agreement is subject to termination if there is a credit event due to merger or bankruptcy of either party. In such event close-out netting provision permits the non-defaulting party to terminate the agreement and pay or receive a single amount.

The fair value of the hedging derivative was negative \$96,000 as of September 30, 2020. This is the maximum liability that the City would have if there was an early termination of the bond agreement.

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

Interest Rate Risk—The City is exposed to interest rate risk on the hedging instrument. A pay-fix interest rate swap, the amount that may be payable due to early termination, will increase or decrease in direct relationship to the change in the LIBOR rate.

Basis Risk—The City is exposed to basis risk with this pay-fix interest rate swap only if there is an early termination. The amount of risk is dependent on the prevailing current market rate at that time.

Termination Risk—The City may terminate the pay-fix interest rate swap at any time and be subject to pay or receive payment based upon Net Settlement Amount equal to the market value of the derivative.

Rollover Risk—The City has no rollover risk as the derivative instrument has an identical maturity date to that of the outstanding bonds.

The following is a schedule of bonds and notes outstanding at September 30, 2020:

<u>Description of the Bonds</u>	<u>Purpose of the Issue</u>	<u>Amount Issued</u>	<u>Amount Outstanding</u>	<u>Interest Rate</u>
Governmental Activities				
Revenue Bonds and Notes:				
Improvement Revenue Refunding Bonds, Series 2011	Refunding	\$ 3,635,400	\$ 1,217,800	1.95%
CRA Revenue Note, Series 2013	Improvements	2,500,000	1,435,000	2.17%
Capital Improvement Revenue Note 2018	Improvements	1,515,000	1,515,000	4.00%
Fire Protection Assessment Revenue Bonds, Series 2018	Improvements	21,740,000	20,460,000	2.50% -5.00%
Capital Improvement Revenue Bonds, Series 2018	Improvements	<u>3,040,000</u>	<u>2,986,250</u>	4.00%
Total Bonds		<u>32,430,400</u>	<u>27,614,050</u>	
Capital Leases:				
Bankcorp Bank	Body Cameras and Equipment	186,555	38,403	N/A
Bancorp	Police Vehicles	972,115	682,911	N/A
Enterprise	City Fleet	<u>639,354</u>	<u>408,198</u>	N/A
Total Governmental Activities		<u>\$ 34,228,424</u>	<u>\$ 28,743,562</u>	
Business-Type Activities				
Revenue Bonds:				
Utility Revenue Bonds, Series 2006	Refunding	\$ 9,495,000	\$ 3,025,000	3.74%
Utility Revenue Bonds, Series 2014	Improvements	7,560,000	6,960,000	2.95%
Capital Improvement Revenue Bonds, Series 2018	Improvements	9,120,000	8,958,750	4.00%
WW351440 SRF Loan	Improvements	1,981,087	1,796,056	1.21%
DW351450 SRF Loan	Improvements	1,591,322	1,481,527	1.21%
DW351490 SRF Loan	Improvements	1,397,136	2,081,321	1.06%
WW351470 SRF Loan	Improvements	669,341	669,341	1.06%
DW3514A0 SRF Loan	Improvements	<u>615,567</u>	<u>615,567</u>	1.31%
Total Business-Type Activities		<u>\$ 32,429,453</u>	<u>\$ 25,587,562</u>	

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

Debt service to maturity on the City's bonded indebtedness, and note payable area as follows:

Year Ending September 30,	Governmental-Type Activities	
	Principal	Interest
2021	\$ 1,076,358	\$ 1,081,611
2022	1,107,089	1,048,331
2023	1,139,828	1,014,005
2024	1,178,388	978,560
2025	893,026	941,794
2026-2030	4,158,113	4,177,083
2031-2035	3,756,250	3,338,775
2036-2040	4,605,000	2,495,800
2041-2045	5,601,250	1,496,225
2046-2050	4,098,750	333,025
Total	<u>\$ 27,614,052</u>	<u>\$ 16,905,209</u>

Year Ending September 30,	Business-Type Activities	
	Principal	Interest
2021	\$ 1,342,752	\$ 686,488
2022	1,381,838	643,483
2023	1,424,708	598,931
2024	1,469,616	556,065
2025	1,515,559	515,080
2026-2030	8,215,008	1,931,818
2031-2035	3,166,311	1,320,517
2036-2040	3,126,770	918,287
2041-2045	2,013,750	511,875
2046-2050	1,931,250	90,300
Total	<u>\$ 25,587,562</u>	<u>\$ 7,772,844</u>

Conduit Debt

Periodically, the City will issue conduit debt to fulfill a public need or purpose. These obligations are not reported as liabilities in the financial statements as the City is not obligated in any manner for repayment of the debt. In April 2017, the City authorized the issuance of \$6,250,000 of conduit bonds under the authority of the Florida Statutes, Part II Chapter 159 for Christian Home and Bible School, Inc., who is solely responsible for the debt, issuance costs and all debt payments. The 2017 bonds issued have a final maturity on May 3, 2027. There was \$5,783,538 outstanding as of September 30, 2020.

Capitalized Lease Obligations

The City entered into three lease agreements as a lessee for financing body cameras and related equipment, police vehicles, and city fleet. The lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of the future minimum lease payments as of the inception date of the lease.

The assets acquired through the police body cameras and equipment capital lease are as follows:

Asset	
Body Cameras and Equipment	\$ 186,555
(Accumulated Depreciation)	<u>(130,589)</u>
Total	<u>\$ 55,966</u>

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

The body camera and equipment future minimum lease obligations and the net present value of these minimum lease payments as of September 30, 2020, were as follows:

<u>Year Ending September 30,</u>	<u>Governmental Activities</u>
2021	\$ 39,559
Total Minimum Lease Payments	39,559
Amounts Representing Interest	<u>(1,156)</u>
Present Value of Minimum Lease Payments	<u>\$ 38,403</u>

The assets acquired through the Bancorp capital lease (police vehicles) are as follows:

Asset	
Vehicles	\$ 995,415
(Accumulated Depreciation)	<u>(484,042)</u>
Total	<u>\$ 511,373</u>

The Bancorp capital lease (police vehicles) future minimum lease obligations and the net present value of these minimum lease payments as of September 30, 2020, were as follows:

<u>Year Ending September 30,</u>	<u>Governmental Activities</u>
2021	\$ 240,748
2022	240,748
2023	<u>240,748</u>
Total Minimum Lease Payments	722,244
(Amounts Representing Interest)	<u>(39,333)</u>
Present Value of Minimum Lease Payments	<u>\$ 682,911</u>

The assets acquired through the enterprise capital lease (city fleet) are as follows:

Asset	
Vehicles	\$ 675,682
(Accumulated Depreciation)	<u>(241,315)</u>
Total	<u>\$ 434,367</u>

The enterprise lease future minimum lease obligations and the net present value of these minimum lease payments as of September 30, 2020, were as follows:

<u>Year Ending September 30,</u>	<u>Governmental Activities</u>
2021	\$ 118,641
2022	120,880
2023	<u>187,172</u>
Total Minimum Lease Payments	426,693
(Amounts Representing Interest)	<u>(18,495)</u>
Present Value of Minimum Lease Payments	<u>\$ 408,198</u>

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

Defeased Debt

There is no outstanding defeased debt.

Note 5 - Interfund Balances and Transfers

Interfund balances at September 30, 2020, are as follows:

<u>Receivable Funds</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Impact Fees Capital Projects Fund	\$ 1,179,500
Total		<u>\$ 1,179,500</u>

In 2010, the City Council passed Resolution 2010-16, which authorized long-term interfund loans from the General Fund to the Impact Fees Capital Projects Fund. The other interfund payables are temporary advances from the general to the respective funds due to timing differences. The other interfund payables/receivables are expected to be repaid in the next fiscal year.

Interfund transfers during 2019-20 were made as follows:

<u>Fund</u>	<u>Transfers in</u>	<u>Transfers (out)</u>
Major Funds		
General Fund	\$ 3,068,914	\$ 2,327,238
Community Redevelopment Agency Fund	624,203	-
Northeast Redevelopment Agency Fund	278,503	72,013
Electric Utility Fund	-	1,397,869
Water and Wastewater Utility Fund	-	1,883,636
Stormwater Utility Fund	756,297	162,988
Non-Major Funds		
Sanitation Fund	375,579	-
Cemetery	85,866	-
Debt Service Fund	396,377	-
Special Event Fund	258,006	-
Total	<u>\$ 5,843,745</u>	<u>\$ 5,843,744</u>

The Enterprise Funds transfer money to the General Fund based upon a calculation of the estimated amount of taxes and investment returns that would be expected to be received by the general government, if the utilities were privately owned. The General Fund transferred money to the Special Event Fund to subsidize operations. The General Fund transferred the applicable taxes collected on behalf of the two CRAs. The NERCRA transferred money to the debt service fund to cover debt service.

Note 6 - All Requirements for Electric Service/Purchased Electric Power Cost Agreement

The City has entered into an agreement with Duke Energy, Inc. for the purchase and sale of all requirements for electric service. The agreement expires on December 31, 2020. In March 2020, the Council approved an all-requirements purchase agreement with the Orlando Utilities Commission for the purchase of power for the City's electric utility. The agreement is effective on January 1, 2021 and is set to run until January 1, 2028.

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

Note 7 - Agreement for Exclusive Right to Collect Refuse

On August 18, 2013, the City Council approved a new agreement with Waste Management, Inc. The agreement grants exclusive rights to Waste Management, Inc. to collect refuse within the City, commenced on October 1, 2013, subject to termination upon default. The contract is for seven years and may be extended for an additional five-year term.

The City continues to bill and collect from sanitation customers. The City retains \$4.26 per month for each customer billed as revenue in the sanitation fund for operational costs. A 10% franchise fee is collected and recognized in the general fund. Waste Management, Inc. has furnished the City with a performance bond in the amount of \$250,000 insuring the faithful performance of the agreement. In addition, a liability policy naming the City as an additional insured in the amount of \$1,000,000 per occurrence and \$1,000,000 in the aggregate has been obtained.

Note 8 - Other Postemployment Benefits

The City provides, through annual City Council appropriation, health and life insurance for 55 retired employees and 10 spouses. The Plan is a single employer plan and postemployment benefits are funded for by the general and enterprise funds on a “pay-as-you-go” basis. Stand-alone financial reports are not issued. In addition, the City provides health insurance coverage to terminated employees in accordance with the COBRA law. These COBRA benefits are provided at a limited cost by the City, since the former employees reimburse the City for the full estimated premium allowed by law.

The City contributes either 50% or 100% of the active health insurance premium for certain groups of retirees with at least 10 years of service on September 30, 2003 and who were participating in the City’s group insurance plan. For those employees hired prior to April 15, 2003 with less than 10 years of service on September 30, 2003, the City contributes 2.5% for each year of service toward the retiree premium in the City’s group insurance up to 75% for normal retirees and 50% for early retirees. Pursuant to Section 112.01, Florida Statutes, the City is required to permit participation in the health insurance program by retirees and their eligible dependents, at a cost to the retirees that is no greater than the cost at which coverage is available for active employees. The City also contributes 100% of the active life insurance premium for normal retirees with at least 10 years of service on September 30, 2003 and participating in the City’s group life insurance plan. Life insurance coverage is available up to \$5,000 and may be purchased by the retiree at the active premium rate. The City currently has no plans to fund the Unfunded Actuarial Accrued Liability.

Membership Information

The following table provides a summary of the number of participants in the plan as of September 30, 2018 (the latest valuation date).

Active Participants	204
Retirees, Beneficiaries, and Disabled Members	<u>53</u>
Total Plan Members	<u><u>257</u></u>

Total OPEB Liability – The City’s Total OPEB Liability was measured as of September 30, 2019. The City’s total OPEB liability as of September 30, 2020 (reporting date) was \$16,214,121.

**CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS**

Changes in the Total OPEB Liability

Total OPEB Liability,

Beginning of Year, as Restated	\$ 14,752,404
Service Cost	160,633
Interest on Total OPEB Liability	610,746
Difference Between Expected and Actual Experience	-
Changes of Assumptions and Other Inputs	1,300,318
Benefit Payments	<u>(609,980)</u>
Net Change in Total OPEB Liability	<u>1,461,717</u>
Total OPEB Obligation, End of Year	<u><u>\$ 16,214,121</u></u>

Changes of Assumptions

The changes of assumptions reflect a change in the discount rate from 4.18% for the reporting period ended September 30, 2019, to 3.58% for the reporting period ended September 30, 2020.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following table presents the total OPEB liability of the City as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease <u>2.58%</u>	Current Discount Rate <u>3.58%</u>	1% Increase <u>4.58%</u>
Total OPEB Liability	\$ <u>18,811,344</u>	\$ <u>16,214,121</u>	\$ <u>14,136,166</u>

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

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

	1% Decrease <u>3.00%-7.00%</u>	Current Healthcare Cost Trend Rate <u>4.00%-8.00%</u>	1% Increase <u>5.00%-9.00%</u>
Total OPEB Liability	\$ <u>14,025,652</u>	\$ <u>16,214,121</u>	\$ <u>18,932,104</u>

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

For the fiscal year ended September 30, 2020, the City recognized OPEB expense of \$154,352. At September 30, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences Between Expected and Actual Experience	\$ -	\$ 611,138
Changes of Assumptions	1,083,598	2,763,850
Benefits Paid After Measurement Date	<u>665,278</u>	<u>-</u>
Total	<u><u>\$ 1,748,876</u></u>	<u><u>\$ 3,374,988</u></u>

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

Of the total amount reported as deferred outflows of resources related to OPEB, \$665,278 resulting from benefits paid subsequent to the measurement date and before the end of the fiscal year will be included as a reduction of the total OPEB liability in the year ended September 30, 2021. Other amounts reported as deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Fiscal Year Ending September 30,</u>	<u>Amount</u>
2021	(627,027)
2022	(627,027)
2023	(627,027)
2024	(627,027)
2025	216,718
Total	<u><u>\$ (2,291,390)</u></u>

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of the valuation and the historical pattern of sharing benefit costs between the employer and plan members. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

Actuarial methods and assumptions include the following:

Actuarial Valuation Date:	September 30, 2018
Measurement Date:	September 30, 2019
Reporting Date:	September 30, 2020
Actuarial Cost Method:	Entry Age Normal Cost
Inflation Rate:	2.50%
Discount Rate:	3.58%
Projected Salary Increases:	5.50%-6.00%
Retirement Age:	Retirement ages follow the pension plan retirement ages as described in Note 11.
Mortality:	All mortality rates were based on the RP-2000 mortality tables.

Changes of Assumptions

The discount rate assumption changed from 4.18% for the reporting period of September 30, 2019, to 3.58% for the reporting period of September 30, 2020.

Discount Rate

Given the City's decision not to fund the program, all future benefit payments were discounted using a high-quality municipal bond rate of 3.58%. The high-quality municipal bond rate was based on the week closest but not later than the measurement date of the Bond Buyer 20-Bond Index as published by the Federal Reserve. The 20-Bond Index consists of 20 general obligation bonds that mature in 20 years. The average rating of the 20 bonds is roughly equivalent to Moody's Investors Services' Aa2 rating and Standard & Poor's AA.

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

COMPONENTS OF OPEB EXPENSE
(For the Year Ended September 30, 2020)

	<u>Total OPEB Liability</u>	<u>Deferred Inflows</u>	<u>Deferred Outflows</u>	<u>OPEB Expense</u>
Beginning Balance	\$ 14,752,404	\$ 4,218,735	\$ 619,980	\$ -
Employer Contributions Made After September 30, 2019	-	-	665,278	-
Total OPEB Liability Factors				
Service Cost	160,633	-	-	160,633
Interest	610,746	-	-	610,746
Current Year Amortization of Experience Difference	-	(152,785)	-	(152,785)
Change in Assumptions About Future Economic or Demographic Factors or Other Inputs	1,300,318	-	1,300,318	-
Current Year Amortization of Change in Assumptions	-	(690,962)	(216,720)	(474,242)
Benefit Payments	(609,980)	-	-	-
Net Change	<u>1,461,717</u>	<u>(843,747)</u>	<u>1,748,876</u>	<u>144,352</u>
Pay-As-You-Go Related Costs				
Contributions - Employer	619,980	-	(619,980)	-
Benefit Payments	(609,980)	-	-	-
Administrative Expenses	(10,000)	-	-	10,000
Net Change	<u>-</u>	<u>-</u>	<u>(619,980)</u>	<u>10,000</u>
Ending Balance	<u>\$ 16,214,121</u>	<u>\$ 3,374,988</u>	<u>\$ 1,748,876</u>	<u>\$ 154,352</u>

Notes to Schedule:

The Plan is not funded through a trust; however, certain "Pay-As-You-Go" related costs must still be considered when developing the OPEB expense.

Note 9 - Uncertainties

The City participates in a number of Federal and State programs funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the grantor. The City believes that disallowed expenditures discovered in subsequent audits, if any, will not have a material effect on any individual fund or the overall financial position of the City.

Note 10 - Risk Management and Litigation

The City is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters, which the City carries commercial insurance. The City has effectively managed risks through insurance coverage subject to coverage limits from commercial insurance companies. For each of the past three fiscal years, no losses in excess of the insurance coverage have occurred. There have been no significant reductions in coverage limits from prior years.

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

Insurance against losses are provided through various commercial carriers for the following:

- | | |
|----------------------------------|---|
| ■ General Liability | ■ Pollution Liability |
| ■ Property | ■ Accidental Death and Dismemberment |
| ■ Automobile | ■ Group Health (Partially Self-insured) |
| ■ Police Professional | ■ Employee Dishonesty |
| ■ Fire Legal Liability | ■ Emergency Medical Treatment |
| ■ Boiler and Machinery Liability | |

In 2010, the City established a limited risk management program to help contain rising health insurance costs. The program consists of purchasing an aggregate stop loss and individual maximum claims reinsurance policies with the City being responsible for the claims not covered by the policies. Premiums are charged to each fund and department based upon the individuals selection of coverage. Then the employees are charged for a portion of individual or family coverage. The premiums collected are then deposited into the internal service fund called Self-Insurance fund. All administrative, networks, insurance and claims costs are charged to the fund. If there were to be a shortage, then the excess would be charged to each fund and department based upon their portioned share.

Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs) based the estimated claims incurred as of September 30 and offset by any estimated recovery from the excess insurance. The results of the process to estimate the claims liability is not an exact amount as it depends on timing of claims being reported and processed through the system. During the year, the excess individual insurance policy covers claims in excess of \$90,000, while aggregate covers total claims in excess of \$1,000,000.

	September 30, 2020	September 30, 2019
Unpaid Claims, Beginning of Fiscal Year	\$ 566,256	\$ 566,256
Incurred Claims (Including IBNRs)	1,742,476	1,927,486
Claims Payments	(1,742,476)	(1,927,486)
Unpaid Claims, End of Fiscal Year	\$ 566,256	\$ 566,256

Note 11 - Defined-Benefit Pension Plans

Plan Descriptions and Contribution Information

The City maintains three separate single-employer pension defined benefit plans for police officers, firefighters, and general employees that cover substantially all full-time Police and Fire employees and most full-time General Employees hired before October 1, 2010. These plans are maintained as Pension Trust Funds, utilize the accrual basis of accounting and are included as part of the City's reporting entity. State law requires contributions to be determined by actuarial studies at least every three years. The City elects to have actuarial studies conducted annually. Stand-alone financial reports are not issued.

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

Investments are reported at fair value and are managed by third party money managers. The City's independent custodian and the individual money managers price each instrument (using various third party pricing sources) and reconcile material differences. Investments that do not have an estimated market are reported at estimated fair value. Performance reporting, manager fees and the City's asset valuations are based on the custodian's determination of the fair value.

Membership of each plan consisted of the following at October 1, 2018, the date of the latest actual valuation (rolled forward to a measurement date of September 30, 2019):

	<u>General Employees</u>	<u>Police Officers</u>	<u>Firefighters</u>	<u>Total</u>
Retirees and Beneficiaries receiving Benefits	82	16	16	114
Inactive, Non-Retired (including, members with frozen benefits)	59	13	1	73
Active Plan Members with continuing benefit Accruals	6	33	26	65

■ **General Employees' Retirement Plan**

● **Plan Description**

The General Employees' Retirement Plan (GERP) provides retirement, death and disability benefits to plan members and their beneficiaries. The GERP is a defined-benefit pension plan formed under authority of Florida Statutes, Chapter 112, covering substantially all full-time employees hired before October 1, 2010, who are not classified as full-time sworn police officers or firefighters. It is not subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA). The City Council has the authority to establish and amend the benefit provisions of the plan. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. On September 21, 2010, the City council passed Ordinance 2010-14, which materially changed the number of employees eligible for the Plan. Only employees with seven years of service and age 55 or older (15 members) as of September 30, 2010 and non-certified employees of the Police Union (8 members) continued to participate in the plan after October 1, 2010. On March 6, 2012 the plan was closed to non-certified employees of the Police Union. All future employees participate in a defined contribution plan. On April 17, 2012 the definition of pensionable earnings was changed to exclude overtime pay earned in excess of 300 hours after March 6, 2012. The Plan is administered by five trustees. The Mayor or City Manager is one trustee, three are elected by the membership and the fifth trustee is selected by a majority of the other four trustees.

● **Contributions**

None are required for members hired prior to October 1, 1985, while 7.14% of pay for additional benefits provided to contributing members (optional for members hired prior to October 1, 1985, and mandatory for all subsequent members). City contributions are required for the remaining amount necessary to fund annual normal costs and amortization of the unfunded actuarial accrued liability.

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

- **Investments**

Investment Policy—The pension plan’s policy in regard to the allocation of invested assets is established and may be amended by the trustees by a majority vote of its members. It is the policy of the Plan to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan’s investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. The following was the Board’s adopted asset allocation policy as of September 30, 2020:

<u>Asset Class</u>	<u>Target Allocation</u>
Domestic Equity	45%
International Equity	15%
Broad Based Fixed Income	20%
Global Fixed Income	5%
TIPS Fixed Income	5%
Real Estate	10%
Total	<u>100%</u>

Concentration of Credit Risk—See Note 2

Rate of Return—For the year ended September 30, 2020, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 7.39% percent.

- **Police Officers’ Retirement Plan**

- **Plan Description**

The Police Officers’ Retirement Plan (PORP) provides retirement, death and disability benefits to plan members and their beneficiaries. The PORP is a defined-benefit pension plan covering all regular sworn police officers employed by the City. It is not subject to the provisions of ERISA. The PORP is modeled after Florida Statutes, Chapter 185, as amended by City Ordinance. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. The Plan is administered by five trustees. The City Council selects two trustees, two are elected by the membership and the fifth trustee is selected by a majority of the other four trustees.

- **Contributions**

Plan members are required to contribute 7.55% of their annual covered salary. The State of Florida collects and remits proceeds from a 1% excise tax levied on insurance premiums within the City limits. The City contributes the proceeds from the State and an additional amount equal to the actuarially-determined amount each year. The State contribution is recognized when received, which was \$120,356 for fiscal year 2020.

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

- **Investments**

Investment Policy—The pension plan’s policy in regard to the allocation of invested assets is established and may be amended by the trustees by a majority vote of its members. It is the policy of the Plan to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan’s investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. The following was the Board’s adopted asset allocation policy as of September 30, 2020:

<u>Asset Class</u>	<u>Target Allocation</u>
Domestic Equity	45%
International Equity	15%
Broad Based Fixed Income	20%
Global Fixed Income	5%
TIPS Fixed Income	5%
Real Estate	10%
Total	<u>100%</u>

Concentration of Credit Risk—See Note 2

Rate of Return—For the year ended September 30, 2020, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 2.88% percent.

- **Firefighters’ Retirement Plan**

- **Plan Description**

The Firefighters' Retirement Plan (FRP) provides retirement, death and disability benefits to plan members and their beneficiaries. The FRP is a defined-benefit pension plan covering all certified full-time and volunteer firefighters. It is not subject to the provisions of the ERISA. The FRP is modeled after Florida Statutes, Chapter 175, as amended by City Ordinance. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Ordinance 2014-02, adopted on March 18, 2014 increased the retirement options with social security plus lump sum options and allowed purchase of prior military and firefighter service at full calculated actuarial cost. There was no financial impact from these changes. The Plan is administered by five trustees. The City Council selects two trustees, two are elected by the membership and the fifth trustee is selected by a majority of the other four trustees.

- **Contributions**

Plan members are required to contribute 6.99% of their annual covered salary. The State of Florida collects and remits proceeds from a 1% excise tax levied on insurance premiums within the city limits. The City contributes the proceeds from the State and the additional amount equal to the actuarially-determined amount each year. The State contribution is recognized when received, which was \$101,178 for fiscal year 2020.

**CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS**

● **Investments**

Investment Policy—The pension plan’s policy in regard to the allocation of invested assets is established and may be amended by the trustees by a majority vote of its members. It is the policy of the Plan to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan’s investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. The following was the Board’s adopted asset allocation policy as of September 30, 2020:

<u>Asset Class</u>	<u>Target Allocation</u>
Domestic Equity	45%
International Equity	15%
Broad Based Fixed Income	20%
Global Fixed Income	5%
TIPS Fixed Income	5%
Real Estate	10%
Total	<u>100%</u>

Concentration of Credit Risk—See Note 2

Rate of Return—For the year ended September 30, 2020, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 2.98% percent.

Deferred Retirement Option Program (DROP)

For all three plans, when a member reaches normal retirement age, they may elect in writing to participate in the DROP for a maximum of five years. Participants receive a credit equal to the monthly calculated pension amount plus quarterly interest on the average monthly balance. There were no current participants in either the GERP, PORP or FRP.

Other Pension Information

The annual required contribution for the current year was determined as part of the actuarial valuation, as indicated. The assumptions do not include other post-retirement benefits, which are not funded under the pension plans.

Actuarial Valuation, October 1*	<u>2018</u>	<u>2018</u>	<u>2018</u>
	<u>General</u>	<u>Police</u>	
	<u>Employees’</u>	<u>Officers’</u>	<u>Firefighters’</u>
Actuarial Valuation Method -			
Entry Age Normal (E.A.N.)	E.A.N.	E.A.N.	E.A.N.
Discount Rate	6.50%	7.50%	7.25%
Rate of Return	6.50%	7.50%	7.25%
Projected Salary Increase	6.00%	6.00%-12.5%	5.50%
Inflation Rate	2.50%	2.5%	2.50%
Cost-of-living Adjustment	N/A	N/A	N/A
Mortality Table	RP-2000	RP-2000	RP-2000

*Actuarial valuation date of October 1, 2018, rolled forward to September 30, 2019 (measurement date)

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

As permitted by GASB Statement No. 68, the City elected to use a measurement date to value the net pension liability and related deferred inflows and outflows as of September 30, 2019, one year prior measurement date. The actuarial value of assets was determined using a five-year smoothed market for the all Plans. The excess of the actuarial value of assets over the actuarial accrued liabilities is being amortized using the level dollar method for the GERP and is not applicable for the PORP and FRP. The remaining amortization period at October 1, 2017, is twelve years for the GERP and is closed. For actuarial calculation, administrative expenses are assumed to be the average of actual expenses over the previous two years. Actuarial valuations involve estimates and assumptions about events far in the future and are subject to continual revisions. The actuarial valuations reflect long-term perspective and are designed to reduce short-term volatility. The Aggregate Actuarial Cost Method used by the Police Officers' and Firefighters' Retirement Plans does not identify or separately amortize unfunded actuarial accrued liabilities, information about the funded status and funding progress is presented using the entry age actuarial cost method and the information presented is intended to serve as a surrogate for the funded status and funding progress of the plan. Schedules of funding progress are presented as required supplementary information following these notes.

Net Pension Liability

(As of September 30, 2019 measurement date)

	<u>General Employees'</u>	<u>Police Officers'</u>	<u>Firefighters'</u>
Plan's Pension Liability	\$ 19,560,626	\$ 12,992,920	\$ 10,054,958
Plan's Fiduciary Net Position	<u>17,068,359</u>	<u>12,280,984</u>	<u>9,003,176</u>
City's Net Pension Liability	<u>\$ 2,492,267</u>	<u>\$ 711,936</u>	<u>\$ 1,051,782</u>
Plan's Fiduciary Net Position as Percentage of the Total Pension Liability	<u>87.26%</u>	<u>94.52%</u>	<u>89.54%</u>

Discount Rate

A single discount rate was used to measure the total pension liability. This single discount rate was based upon the expected rate of return on the pension plan investments and applied to all periods to determine the total pension liability. The projection of cash flows used to determine this single discount rate assumed that plan members' contributions will be made at the current rate and the employer contributions will be made equal to the difference between the actuarially determined contribution rates and the member rate. Based upon these assumptions, the pension plans' fiduciary net position was projected to be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return on investments was applied to all periods of projected benefit payments to determine the total liability based upon the actuarial valuation dated October 1, 2018, rolled forward to September 30, 2019 (measurement date).

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

Sensitivity of the Net Pension Liability to Changes in the Single Discount Rate Assumption

	1% Decrease (5.50%)	Current Discount Rate (6.50%)	1% Increase (7.50%)
General Employees' Net Pension Liability	\$ 4,538,440	\$ 2,492,267	\$ 770,198
	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Police Officers' Net Pension Liability	\$ 2,531,066	\$ 711,936	\$ (844,611)
	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Firefighter's Net Pension Liability	\$ 2,360,872	\$ 1,051,782	\$ (26,432)

Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended September 30, 2020, the City reported deferred outflow of resources and deferred inflows of resources to the pension plans from the following sources as follows:

	General Employees'	Police Officers'	Firefighters'	Total
Deferred Outflows				
Net Difference Between Projected and Actual Earnings on Plan Investments	\$ -	\$ 304,934	\$ 261,031	565,965
Difference Between Expected and Actual Experience	-	186,465	15,220	201,685
Contribution to Pension Plan after Measurement Date	392,269	474,210	483,301	1,349,780
Changes of Assumptions or Other Inputs	-	30,202	374,769	404,971
Total	<u>\$ 392,269</u>	<u>\$ 995,811</u>	<u>\$ 1,134,321</u>	<u>\$ 2,522,401</u>
Deferred Inflows				
Net Difference Between Projected and Actual Earnings on Plan Investments	\$ 451,972	\$ -	\$ -	\$ 451,972
Changes in Assumptions	-	83,421	62,262	145,683
Difference Between Expected and Actual Experience	-	672,206	98,955	771,161
Total	<u>\$ 451,972</u>	<u>\$ 755,627</u>	<u>\$ 161,217</u>	<u>\$ 1,368,816</u>

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

Deferred outflows of resources are reported by the City for employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended September 30,	General Employees'	Police Officers'	Firefighters'	Total
2021	\$ (186,056)	\$ (159,647)	\$ 99,348	\$ (246,355)
2022	(161,441)	(147,804)	72,915	(236,330)
2023	(79,821)	(21,254)	161,210	60,135
2024	(24,654)	94,680	133,652	203,678
2025	-	-	22,678	22,678
Thereafter	-	-	-	-
Total	\$ (451,972)	\$ (234,025)	\$ 489,803	\$ (196,194)

Pension Expense

For the year ended September 30, 2020, the City recognized total pension expenses of \$957,126 as noted in the table below.

	General Employees'	Police Officers'	Firefighters'	Total
Pension Expense	\$ 86,845	\$ 380,478	\$ 489,803	\$ 957,126

General Officers' Plan

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances at September 30, 2018	\$ 19,640,616	\$ 16,691,741	\$ 2,948,875
Changes for the Year:			
Service Cost	75,671	-	75,671
Interest	1,243,111	-	1,243,111
Difference Between Expected and Actual Experience of the Total Pension Liability	(215,766)	-	(215,766)
Contributions - Employer	-	388,792	(388,792)
Contributions - Employee	-	20,761	(20,761)
Net Investment Income	-	1,182,044	(1,182,044)
Benefit Payments, Including Refunds of Contributions	(1,183,006)	(1,183,006)	-
Administrative Expenses	-	(31,973)	31,973
Net Changes	(79,990)	376,618	(456,608)
Balances at September 30, 2019	\$ 19,560,626	\$ 17,068,359	\$ 2,492,267
September 30, 2020			
Total Pension Liability			\$ 19,453,735
Plan Net Position			17,419,336
Net Pension Liability			\$ 2,034,399

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

Police Officers' Plan

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances at September 30, 2018	\$ 12,717,991	\$ 11,844,840	\$ 873,151
Changes for the Year:			
Service Cost	479,889	-	479,889
Interest	972,465	-	972,465
Difference Between Expected and Actual Experience of the Total Pension Liability	(714,056)	-	(714,056)
Contributions - Employer	-	377,476	(377,476)
Contributions - State	-	111,393	(111,393)
Contributions - Employee	-	185,428	(185,428)
Net Investment Income	-	251,858	(251,858)
Benefit Payments, Including Refunds of Contributions	(463,369)	(463,369)	-
Administrative Expenses	-	(26,642)	26,642
Net Changes	274,929	436,144	(161,215)
Balances at September 30, 2019	<u>\$ 12,992,920</u>	<u>\$ 12,280,984</u>	<u>\$ 711,936</u>
September 30, 2020			
Total Pension Liability			\$ 13,784,221
Plan Net Position			12,891,621
Net Pension Liability			<u>\$ 892,600</u>

Firefighters' Plan

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances at September 30, 2018	\$ 9,132,628	\$ 8,642,761	\$ 489,867
Changes for the Year:			
Service Cost	360,520	-	360,520
Interest	697,542	-	697,542
Difference Between Expected and Actual Experience of the Total Pension Liability	(39,555)	-	(39,555)
Changes of Assumptions	289,003	-	289,003
Contributions - Employer	-	321,670	(321,670)
Contributions - State	-	89,685	(89,685)
Contributions - Employee	-	147,401	(147,401)
Net Investment Income	-	221,553	(221,553)
Benefit Payments, Including Refunds of Contributions	(385,180)	(385,180)	-
Administrative Expenses	-	(34,714)	34,714
Net Changes	922,330	360,415	561,915
Balances at September 30, 2019	<u>\$ 10,054,958</u>	<u>\$ 9,003,176</u>	<u>\$ 1,051,782</u>
September 30, 2020			
Total Pension Liability			\$ 11,128,951
Plan Net Position			9,485,245
Net Pension Liability			<u>\$ 1,643,706</u>

CITY OF MOUNT DORA, FLORIDA
NOTES TO FINANCIAL STATEMENTS

Note 12 - Deferred Compensation Program and 401(a)

The City offers its employees a deferred compensation program created in accordance with the Internal Revenue Code (IRC) Section 457 and Florida Statutes. During the year ended September 30, 2019, the City complied with the requirements of subsection (g) of IRC Section 457 and, accordingly, all assets and income of the plan are held in trust for the exclusive benefit of the participants and their beneficiaries. Pursuant to the provisions of GASB Statement No. 32, *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*, the financial statements do not display deferred compensation balances.

The City also provides a defined contribution plan under the Internal Revenue Code, Section 401(a). The plan provides an employer-paid, pre-tax allowance for the non-union and General Employees Union employees that do not qualify for the Defined Benefit Plan, the City Manager and part-time employees that work over 1000 hours the previous year. The benefit is in replacement of a pension plan for these employees. The City contributes 6% of the employee's base salary and will match the employees' contribution up to another 4%, for a maximum contribution of 10% for an employee. The employee vests in the City's contribution evenly over a five year period. For the year ended September 30, 2020, the City contributed \$677,724.

Note 13 - Construction Commitments

During 2019-20, the City entered into numerous contracts. Below are the significant uncompleted contracts as of September 30, 2020. All expenditures and the related contract retainage (if any) have been recorded in the appropriate funds. The remaining portion of the contracts is as follows:

<u>Project</u>	<u>Balance</u>	<u>Retainage</u>
Water/Sewer Fund		
Utility Line Relocation US 441	\$ 2,086,995	\$ 232,731

Note 14 - Other Disclosures

Deficit Net Position

The Sanitation Fund had a deficit net position of \$(81,901) as of September 30, 2020.

REQUIRED SUPPLEMENTARY INFORMATION

The following supplemental schedules present trend information regarding the retirement plans for the City's general employees, police officers, firefighters and major fund budgetary comparison schedules. This information is necessary for a fair presentation in conformity with generally accepted accounting principles. The basis for budgetary comparisons shown is same as GAAP.

CITY OF MOUNT DORA, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR FUND - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues				
Taxes:				
Ad Valorem	\$ 7,222,252	\$ 7,177,252	\$ 7,183,425	\$ 6,173
Local Option Gas Tax	273,013	244,013	243,863	(150)
Utility Taxes	1,508,702	1,613,702	1,592,491	(21,211)
Communication Service Tax	189,710	489,710	497,480	7,770
Local Business Tax	26,724	26,724	33,339	6,615
Total Taxes	<u>9,220,401</u>	<u>9,551,401</u>	<u>9,550,598</u>	<u>(803)</u>
Permits and Fees:				
Franchise Fees:				
Electric	515,840	510,840	510,045	(795)
Gas	46,920	46,920	45,006	(1,914)
Solid Waste	394,300	236,300	237,254	954
Other	6,120	6,120	6,240	120
Street Lights	16,320	16,320	18,191	1,871
Other Permits	6,273	6,273	475	(5,798)
Total Permits and Fees	<u>985,773</u>	<u>822,773</u>	<u>817,211</u>	<u>(5,562)</u>
Intergovernmental Revenue:				
Federal Grants	426,431	1,326,487	1,049,747	(276,740)
State Grants	85,000	46,000	45,856	(144)
State Revenue Sharing	1,583,384	1,528,384	1,545,104	16,720
Local Shared Revenues	692,207	592,207	581,100	(11,107)
Grants from Other Local Units	65,000	65,000	-	(65,000)
Total Intergovernmental Revenue	<u>2,852,022</u>	<u>3,558,078</u>	<u>3,221,807</u>	<u>(336,271)</u>
Charges for Services:				
General Government	154,991	309,991	308,341	(1,650)
Public Safety	166,992	240,056	174,989	(65,067)
Culture/Recreation	460,187	295,665	302,251	6,586
Other	40,176	-	45,499	45,499
Total Charges for Services	<u>822,346</u>	<u>845,712</u>	<u>831,080</u>	<u>(14,632)</u>
Fines and Forfeitures:				
Judgements and Fines	30,546	19,546	22,167	2,621
Library Fines	500	500	410	(90)
Code Enforcement Fines	12,088	12,088	8,084	(4,004)
Total Fines and Forfeitures	<u>43,134</u>	<u>32,134</u>	<u>30,661</u>	<u>(1,473)</u>
Miscellaneous Revenue:				
Miscellaneous	26,845	30,802	27,936	(2,866)
Investment Earnings (Losses)	39,215	39,215	12,764	(26,451)
Rent and Royalties	155,975	135,433	132,210	(3,223)
Sale of Surplus Property	4,000	73,658	29,462	(44,196)
Contributions	352,215	323,465	49,507	(273,958)
Other Revenues	81,806	81,806	92,400	10,594
Total Miscellaneous Revenue	<u>660,056</u>	<u>684,379</u>	<u>344,279</u>	<u>(340,100)</u>
Interfund Charges	<u>4,815,019</u>	<u>4,815,019</u>	<u>4,815,019</u>	<u>-</u>
Total Revenues	<u>19,398,751</u>	<u>20,309,496</u>	<u>19,610,655</u>	<u>(698,841)</u>

CITY OF MOUNT DORA, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR FUND - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2020
(Continued)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Expenditures				
General Government:				
Legislative:				
Personal Services	\$ 50,957	\$ 47,457	\$ 49,091	\$ (1,634)
Operating Expenses	77,480	71,380	41,302	30,078
Total Legislative	<u>128,437</u>	<u>118,837</u>	<u>90,393</u>	<u>28,444</u>
Executive:				
Personal Services	560,429	543,923	556,031	(12,108)
Operating Expenses	185,288	154,624	133,383	21,241
Capital Outlay	-	-	2,052	(2,052)
Total Executive	<u>745,717</u>	<u>698,547</u>	<u>691,466</u>	<u>7,081</u>
Finance and Administrative:				
Personal Services	1,547,234	1,451,734	1,412,859	38,875
Operating Expenses	473,844	510,663	415,882	94,781
Capital Outlay	505	18,858	18,704	154
Total Finance and Administrative	<u>2,021,583</u>	<u>1,981,255</u>	<u>1,847,445</u>	<u>133,810</u>
Legal Counsel:				
Operating Expenses	217,000	268,000	277,187	(9,187)
Total Legal Counsel	<u>217,000</u>	<u>268,000</u>	<u>277,187</u>	<u>(9,187)</u>
Information Technology:				
Personal Services	415,822	430,822	425,272	5,550
Operating Expenses	439,092	329,244	300,929	28,315
Capital Outlay	173,352	88,352	75,925	12,427
Total Information Technology	<u>1,028,266</u>	<u>848,418</u>	<u>802,126</u>	<u>46,292</u>
Planning and Development:				
Personal Services	591,293	522,455	509,802	12,653
Operating Expenses	556,182	298,572	292,061	6,511
Capital Outlay	3,750	3,750	3,651	99
Total Planning and Development	<u>1,151,225</u>	<u>824,777</u>	<u>805,514</u>	<u>19,263</u>
Other General Government:				
Personal Services	1,375,112	1,173,726	809,103	364,623
Operating Expenses	618,775	393,574	422,924	(29,350)
Grants and Aid	28,500	28,500	15,850	12,650
Capital Outlay	505	505	351	154
Total Other General Government	<u>2,022,892</u>	<u>1,596,305</u>	<u>1,248,228</u>	<u>348,077</u>
Total General Government	<u>7,315,120</u>	<u>6,336,139</u>	<u>5,762,359</u>	<u>573,780</u>
Public Safety:				
Law Enforcement:				
Personal Services	4,935,103	4,661,546	4,886,218	(224,672)
Operating Expenses	828,747	810,990	812,482	(1,492)
Capital Outlay	17,307	17,307	12,551	4,756
Total Law Enforcement	<u>5,781,157</u>	<u>5,489,843</u>	<u>5,711,251</u>	<u>(221,408)</u>
Fire Control:				
Personal Services	2,481,965	2,442,108	2,557,112	(115,004)
Operating Expenses	408,188	368,207	290,300	77,907
Capital Outlay	13,691	13,691	-	13,691
Total Fire Control	<u>2,903,844</u>	<u>2,824,006</u>	<u>2,847,412</u>	<u>(23,406)</u>
Total Public Safety	<u>8,685,001</u>	<u>8,313,849</u>	<u>8,558,663</u>	<u>(244,814)</u>

CITY OF MOUNT DORA, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR FUND - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2020
(Concluded)

	Original Budget	Final Budget	Actual	Variance
Expenditures (Concluded)				
Transportation:				
Roads and Streets:				
Personal Services	\$ 649,204	\$ 643,704	\$ 648,496	\$ (4,792)
Operating Expenses	583,901	569,660	567,261	2,399
Capital Outlay	9,797	4,973	8,798	(3,825)
Total Transportation	<u>1,242,902</u>	<u>1,218,337</u>	<u>1,224,555</u>	<u>(6,218)</u>
Culture and Recreation:				
Libraries:				
Personal Services	646,909	584,525	579,862	4,663
Operating Expenses	159,365	163,322	131,349	31,973
Capital Outlay	88,000	146,810	139,830	6,980
Total Libraries	<u>894,274</u>	<u>894,657</u>	<u>851,041</u>	<u>43,616</u>
Parks and Recreation:				
Personal Services	1,247,682	1,184,864	1,122,483	62,381
Operating Expenses	821,974	773,657	711,115	62,542
Capital Outlay	106,201	73,915	65,940	7,975
Total Parks and Recreation	<u>2,175,857</u>	<u>2,032,436</u>	<u>1,899,538</u>	<u>132,898</u>
Total Culture and Recreation	<u>3,070,131</u>	<u>2,927,093</u>	<u>2,750,579</u>	<u>176,514</u>
(Total Expenditures)	<u>(20,313,154)</u>	<u>(18,795,418)</u>	<u>(18,296,156)</u>	<u>499,262</u>
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>(914,403)</u>	<u>1,514,078</u>	<u>1,314,499</u>	<u>(199,579)</u>
Other Financing Sources				
Transfers in:				
Electric	1,272,675	1,272,675	1,272,675	-
Water and Wastewater	1,633,251	1,633,251	1,633,251	-
Stormwater	162,988	162,988	162,988	-
Transfers (out):				
Cemetery Fund	(85,866)	(85,866)	(85,866)	-
Stormwater	(756,297)	(756,297)	(756,297)	-
Special Event Fund	(207,902)	(302,883)	(258,006)	44,877
CRA Fund	(624,550)	(624,550)	(624,203)	347
NECRA Fund	(281,898)	(281,898)	(278,503)	3,395
Debt Service Fund	(108,019)	(318,635)	(324,364)	(5,729)
Total Other Financing Sources (Uses)	<u>1,004,382</u>	<u>698,785</u>	<u>741,675</u>	<u>42,890</u>
Net Change in Fund Balances	<u>89,979</u>	<u>2,212,863</u>	<u>2,056,174</u>	<u>(156,689)</u>
Fund Balance, Beginning of Year	<u>-</u>	<u>-</u>	<u>3,228,873</u>	<u>3,228,873</u>
Fund Balance, End of Year	<u>\$ 89,979</u>	<u>\$ 2,212,863</u>	<u>\$ 5,285,047</u>	<u>\$ 3,072,184</u>

CITY OF MOUNT DORA, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR FUND - COMMUNITY REDEVELOPMENT AGENCY
(INCREMENTAL TAX DISTRICT)
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts		Actual	Variance With
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues				
Intergovernmental	\$ 513,603	\$ 513,603	\$ 598,514	\$ 84,911
Miscellaneous	5,170	5,170	9,326	4,156
Total Revenues	518,773	518,773	607,840	89,067
Expenditures				
General Government:				
Personal Services	281,804	281,804	258,069	23,735
Operating Expenses	251,536	251,536	143,412	108,124
Grants and Aid	210,172	210,172	125,150	85,022
Capital Outlay	3,603,505	305,788	274,204	31,584
Total General Government	4,347,017	1,049,300	800,835	248,465
Debt Service:				
Principal	163,000	163,000	163,000	-
Interest	286,303	78,959	78,959	-
Total Debt Service	449,303	241,959	241,959	-
(Total Expenditures)	(4,796,320)	(1,291,259)	(1,042,794)	248,465
Excess (Deficiency) of Revenue				
Over (Under) Expenditures	(4,277,547)	(772,486)	(434,954)	337,532
Other Financing Sources (Uses)				
Transfers in	624,550	624,550	624,203	(347)
Issuance of Debt	3,135,000	650,000	650,000	-
Total Other Financing Sources (Uses)	3,759,550	1,274,550	1,274,203	(347)
Net Change in Fund Balance	(517,997)	502,064	839,249	337,185
Fund Balance, Beginning of Year	517,997	67,997	1,036,594	968,597
Fund Balance, End of Year	\$ -	\$ 570,061	\$ 1,875,843	\$ 1,305,782

CITY OF MOUNT DORA, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR FUND - NORTHEAST REDEVELOPMENT AGENCY
(INCREMENTAL TAX DISTRICT)
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts		Actual	Variance With
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues				
Intergovernmental	\$ 213,914	\$ 213,914	\$ 264,049	\$ 50,135
Miscellaneous	10,400	10,400	8,870	(1,530)
Total Revenues	<u>224,314</u>	<u>224,314</u>	<u>272,919</u>	<u>48,605</u>
Expenditures				
General Government:				
Personal Services	171,333	171,333	169,512	1,821
Operating Expenses	392,467	114,948	127,715	(12,767)
Grants and Aid	70,000	70,000	18,500	51,500
Capital Outlay	1,060,000	(291,500)	-	(291,500)
Total General Government	<u>1,722,823</u>	<u>93,804</u>	<u>344,750</u>	<u>(250,946)</u>
(Total Expenditures)	<u>(1,722,823)</u>	<u>(93,804)</u>	<u>(344,750)</u>	<u>(250,946)</u>
Excess (Deficiency) of Revenue				
Over (Under) Expenditures	<u>(1,498,509)</u>	<u>130,510</u>	<u>(71,831)</u>	<u>(202,341)</u>
Other Financing Sources (Uses)				
Transfers in	281,898	281,898	278,503	(3,395)
Transfers out	(72,013)	(72,013)	(72,013)	-
Total Other Financing Sources (Uses)	<u>209,885</u>	<u>209,885</u>	<u>206,490</u>	<u>(3,395)</u>
Net Change in Fund Balance	<u>(1,288,624)</u>	<u>340,395</u>	<u>134,659</u>	<u>(205,736)</u>
Fund Balance, Beginning of Year	<u>1,288,624</u>	<u>88,624</u>	<u>1,902,450</u>	<u>1,813,826</u>
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ 429,019</u>	<u>\$ 2,037,109</u>	<u>\$ 1,608,090</u>

CITY OF MOUNT DORA, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR FUND - FIRE ASSESSMENT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts		Actual	Variance With
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues				
Permits, Fees, and Special Assessments	\$ 1,929,176	\$ 2,001,971	\$ 2,015,152	\$ 13,181
Intergovernmental	-	438,723	486,957	48,234
Miscellaneous	168,628	168,628	246,842	78,214
Total Revenues	2,097,804	2,609,322	2,748,951	139,629
Expenditures				
Public Safety:				
Personal Services	951,383	956,259	906,489	49,770
Operating Expenses	1,528,909	264,503	302,128	(37,625)
Capital Outlay	9,785,250	798,285	798,526	(241)
Total Public Safety	12,265,542	2,019,047	2,007,143	11,904
Debt Service:				
Principal	380,000	380,000	380,000	-
Interest	866,463	866,463	875,394	(8,931)
Debt Issuance Costs	-	-	-	-
Total Debt Service	1,246,463	1,246,463	1,255,394	(8,931)
(Total Expenditures)	(13,512,005)	(3,265,510)	(3,262,537)	2,973
Excess (Deficiency) of Revenue				
Over (Under) Expenditures	(11,414,201)	(656,188)	(513,586)	142,602
Other Financing Sources (Uses)				
Issuance of Debt	10,347,500	101,005	-	(101,005)
Total Other Financing Sources (Uses)	10,347,500	101,005	-	(101,005)
Net Change in Fund Balance	(1,066,701)	(555,183)	(513,586)	41,597
Fund Balance, Beginning of Year	1,066,701	555,183	22,752,700	22,197,517
Fund Balance, End of Year	\$ -	\$ -	\$ 22,239,114	\$ 22,239,114

CITY OF MOUNT DORA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
GENERAL EMPLOYEES' RETIREMENT PLAN (GERP)
LAST 10 FISCAL YEARS

Description	September 30, 2020	September 30, 2019	September 30, 2018	September 30, 2017	September 30, 2016	September 30, 2015	September 30, 2014	September 30, 2013	September 30, 2012	September 30, 2011
Actuarially Determined Contribution	\$ 392,269	\$ 388,792	\$ 179,015	\$ 179,917	\$ 222,679	\$ 278,366	\$ 400,004	\$ 570,759	\$ 494,966	\$ 526,757
Contributions in Relation to the Actuarially Determined Contributions	392,269	388,792	179,015	179,917	420,000	461,400	585,400	577,401	494,966	526,757
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ (197,321)	\$ (183,034)	\$ (185,396)	\$ (6,642)	\$ -	\$ -
Covered Payroll**	\$ 329,202	\$ 290,770	\$ 393,039	\$ 551,807	\$ 621,681	\$ 708,855	\$ 668,731	\$ 3,836,623	\$ 4,387,563	\$ 4,181,877
Contributions as a Percentage of Covered Payroll	119.16%	133.71%	45.55%	32.61%	67.56%	65.09%	87.54%	15.05%	11.28%	12.60%

**The Covered Payroll numbers shown are in compliance with GASB Statement No. 82, except for the September 31, 2015 measurement period which includes DROP payroll.

Notes to Schedule

Valuation Date: October 1, 2018

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

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Frozen Initial Liability (FIL)
Amortization Method	N/A
Remaining Amortization Method	11 years
Asset Valuation Method	5-Year Smoothed Market
Inflation	2.50%
Salary Increases	6.00%, Including Inflation
Investment Rate Return	6.50%
Retirement Age	Experienced Base Table Rates
Mortality	The mortality table is the mortality assumption used by the Florida Retirement System (FRS) for Regular Class members in the actuarial valuation report as of July 1, 2018. The mortality table is the RP-2000 Combined Healthy Participant Mortality Table (for pre-retirement mortality) and the RP-2000 Mortality Table for annuitants (for post-retirement mortality) with future improvements in mortality projected for all future years using Scale BB.

CITY OF MOUNT DORA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
POLICE OFFICERS' RETIREMENT PLAN (PORP)
LAST 10 FISCAL YEARS

Description	September 30, 2020	September 30, 2019	September 30, 2018	September 30, 2017	September 30, 2016	September 30, 2015	September 30, 2014	September 30, 2013	September 30, 2012	September 30, 2011
Actuarially Determined Contribution	\$ 401,421	\$ 488,869	\$ 445,505	\$ 537,920	\$ 507,461	\$ 485,936	\$ 457,045	\$ 402,409	\$ 391,607	\$ 328,092
Contributions in Relation to the Actuarially Determined Contributions	474,011	488,869	445,505	553,589	513,275	496,613	459,586	427,051	391,607	328,092
Contribution Deficiency (Excess)	<u>\$ (72,590)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (15,669)</u>	<u>\$ (5,814)</u>	<u>\$ (10,677)</u>	<u>\$ (2,541)</u>	<u>\$ (24,642)</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll**	\$ 2,854,927	\$ 2,456,000	\$ 2,213,166	\$ 2,341,391	\$ 2,094,675	\$ 2,060,571	\$ 1,896,604	\$ 1,938,783	\$ 1,861,356	\$ 1,898,583
Contributions as a Percentage of Covered Payroll	16.60%	19.91%	20.13%	23.64%	24.50%	24.10%	24.23%	22.03%	21.04%	17.28%

**The Covered Payroll numbers shown are in compliance with GASB Statement No. 82, except for the 9/30/2015 measurement period which includes DROP payroll.

Notes to Schedule

Valuation Date: October 1, 2018

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

Methods and Assumptions Used to Determine Contribution Rates:

Funding Method	Aggregate
Amortization Method	N/A
Remaining Amortization Period	N/A
Asset Valuation Method	5-year Smoothed Market
Inflation	2.50%
Salary Increases	6.00%-12.5%, Including Inflation
Retirement Age	Experienced-based table of rates that are specific to the type of eligibility condition.
Investment Rate Return	7.50%
Mortality	RP-2000 Combined Healthy Participant Mortality Table (for pre-retirement mortality) and the RP-2000 Mortality Table for annuitants (for post-retirement mortality), with future improvements in mortality projected to all future years using Scale BB. These are the same rates used for Special Risk Class members of the Florida Retirement System (FRS) in the July 1, 2018 FRS Valuation, as mandated by Chapter 112.63, Florida Statutes

CITY OF MOUNT DORA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
FIREFIGHTERS' RETIREMENT PLAN (FRP)
LAST 10 FISCAL YEARS

Description	September 30, 2020	September 30, 2019	September 30, 2018	September 30, 2017	September 30, 2016	September 30, 2015	September 30, 2014	September 30, 2013	September 30, 2012	September 30, 2011
Actuarially Determined Contribution	\$ 404,285	\$ 321,188	\$ 310,543	\$ 347,595	\$ 309,802	\$ 286,576	\$ 303,608	\$ 293,565	\$ 290,906	\$ 247,933
Contributions in Relation to the Actuarially Determined Contributions	483,301	411,355	318,244	347,595	309,802	290,937	307,590	351,863	290,906	247,933
Contribution Deficiency (Excess)	<u>\$ (79,016)</u>	<u>\$ (90,167)</u>	<u>\$ (7,701)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,361)</u>	<u>\$ (3,982)</u>	<u>\$ (58,298)</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll**	\$ 2,292,103	\$ 2,108,742	\$ 1,522,271	\$ 1,384,549	\$ 1,265,986	\$ 1,265,986	\$ 1,199,985	\$ 1,231,802	\$ 1,335,455	\$ 1,246,793
Contributions as a Percentage of Covered Payroll	21.09%	19.51%	20.91%	25.11%	24.47%	22.98%	25.63%	28.56%	21.78%	19.89%

**The Covered Payroll numbers shown are in compliance with GASB Statement No. 82, except for the 9/30/2015 measurement period which includes DROP payroll.

Notes to Schedule

Valuation Date: October 1, 2018

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

Methods and Assumptions Used to Determine Contribution Rates:

Funding Method	Aggregate
Amortization Method	N/A
Remaining Amortization Period	N/A
Asset Valuation Method	5-year Smoothed Market
Inflation	2.50%
Salary Increases	5.50%, Including Inflation
Retirement Age	Experienced-based table of rates that are specific to the type of eligibility condition.
Investment Rate Return	7.25%
Mortality	RP-2000 Combined Healthy Participant Mortality Table (for pre-retirement mortality) and the RP-2000 Mortality Table for annuitants (for post-retirement mortality), with future improvements in mortality projected to all future years using Scale BB. These are the same rates used for Special Risk Class members of the Florida Retirement System (FRS) in the July 1, 2018 FRS Valuation, as mandated by Chapter 112.63, Florida Statutes

CITY OF MOUNT DORA, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF INVESTMENT RETURNS
ALL RETIREMENT FUNDS
LAST 10 FISCAL YEARS

	September 30, 2020	September 30, 2019	September 30, 2018	September 30, 2017	September 30, 2016	September 30, 2015	September 30, 2014	September 30, 2013	September 30, 2012	September 30, 2011
General Employees' Retirement Plan										
Annual Money-Weighted Rate of Return										
Net of Investment Expense	7.39%	6.92%	9.21%	9.98%	8.30%	0.40%	10.70%	11.20%	18.30%	0.40%
Police Officers' Retirement Plan										
Annual Money-Weighted Rate of Return										
Net of Investment Expense	2.88%	1.84%	7.13%	12.67%	8.20%	0.00%	10.30%	11.30%	17.10%	-0.40%
Firefighters' Retirement Plan										
Annual Money-Weighted Rate of Return										
Net of Investment Expense	2.98%	2.08%	6.67%	11.33%	7.50%	0.70%	10.10%	12.00%	16.90%	-0.20%

CITY OF MOUNT DORA, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE EMPLOYERS NET PENSION
LIABILITY AND RELATED RATIOS
LAST 10 FISCAL YEARS*

GENERAL EMPLOYEES' RETIREMENT FUND

	September 30, 2020	September 30, 2019	September 30, 2018	September 30, 2017	September 30, 2016	September 30, 2015	September 30, 2014
Total Pension Liability							
Service Cost	\$ 70,866	\$ 75,671	\$ 105,529	\$ 126,057	\$ 141,576	\$ 154,932	\$ 193,644
Interest on the Total Pension Liability	1,234,270	1,243,111	1,299,228	1,268,701	1,263,567	1,243,451	1,219,220
Difference Between Expected and Actual Experience	(126,589)	(215,766)	(168,144)	(199,580)	(205,694)	32,457	(6,859)
Change in Assumptions	-	-	1,764,082	342,439	-	-	-
Benefit Payments Including Refunds of Contributions	(1,285,438)	(1,183,006)	(1,155,170)	(1,061,251)	(1,166,005)	(1,059,709)	(922,619)
Refunds	-	-	-	(3,703)	-	(72,839)	(33,252)
Net Change in Total Pension Liability	(106,891)	(79,990)	1,845,525	472,663	33,444	298,292	450,134
Total Pension Liability-Beginning	19,560,626	19,640,616	17,795,091	17,322,428	17,288,984	16,990,692	16,540,558
Total Pension Liability-Ending (a)	19,453,735	19,560,626	19,640,616	17,795,091	17,322,428	17,288,984	16,990,692
Plan Fiduciary Net Position							
Employer Contributions	392,269	388,792	179,015	179,917	420,000	461,400	585,400
Employee Contributions	23,505	20,761	28,063	39,399	44,388	52,452	53,903
Pension Plan Net Investment Income	1,252,154	1,182,044	1,455,448	1,541,678	1,224,944	61,657	1,526,251
Benefit Payments Including Refunds of Contributions	(1,285,438)	(1,183,006)	(1,155,170)	(1,061,251)	(1,166,005)	(1,059,709)	(922,619)
Refunds	-	-	-	(3,703)	-	(72,839)	(33,252)
Pension Plan Administrative Expense	(31,513)	(31,973)	(35,161)	(27,494)	(29,551)	(28,902)	(24,962)
Net Change in Plan Fiduciary Net Position	350,977	376,618	472,195	668,546	493,776	(585,941)	1,184,721
Plan Fiduciary Net Position-Beginning	17,068,359	16,691,741	16,219,546	15,551,000	15,057,224	15,643,165	14,458,444
Plan Fiduciary Net Position-Ending (b)	17,419,336	17,068,359	16,691,741	16,219,546	15,551,000	15,057,224	15,643,165
Net Pension Liability-Ending (a) – (b)	\$ 2,034,399	\$ 2,492,267	\$ 2,948,875	\$ 1,575,545	\$ 1,771,428	\$ 2,231,760	\$ 1,347,527
Plan Fiduciary Net Position as Percentage of Total Pension Liability	89.54%	87.26%	84.99%	91.15%	89.77%	87.09%	92.07%
Covered Employee Payroll**	\$ 329,202	\$ 290,770	\$ 393,039	\$ 551,807	\$ 621,681	\$ 734,622	\$ 754,944
Net Pension Liability as a Percentage of Covered Employee Payroll	617.98%	857.13%	750.28%	285.52%	284.94%	303.80%	178.49%

* GASB Statement No. 67 was adopted for the 2014 fiscal year and the 10-year trend information will be developed from that date forward.

** The payroll-related figures have been updated to reflect the covered payroll as defined under GASB Statement No. 82.

CITY OF MOUNT DORA, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE EMPLOYERS NET PENSION
LIABILITY AND RELATED RATIOS
LAST 10 FISCAL YEARS *

POLICE OFFICERS' RETIREMENT FUND

	September 30, 2020	September 30, 2019	September 30, 2018	September 30, 2017	September 30, 2016	September 30, 2015	September 30, 2014
Total Pension Liability							
Service Cost	\$ 511,808	\$ 479,889	\$ 479,045	\$ 462,042	\$ 468,345	\$ 432,550	\$ 404,540
Interest on the Total Pension Liability	996,857	972,465	875,570	847,354	775,324	706,148	651,963
Difference Between Expected and Actual Experience	(290,745)	(714,056)	303,066	(341,762)	106,264	124,722	-
Change in Assumptions	-	-	57,660	(222,459)	-	-	-
Benefit Payments	(418,482)	(392,547)	(373,957)	(373,957)	(374,611)	(374,061)	(350,054)
Refunds	(8,137)	(70,822)	(11,188)	(12,822)	(5,063)	-	-
Net Change in Total Pension Liability	791,301	274,929	1,330,196	358,396	970,259	889,359	706,449
Total Pension Liability-Beginning	12,992,920	12,717,991	11,387,795	11,029,399	10,059,140	9,169,781	8,463,332
Total Pension Liability-Ending (a)	13,784,221	12,992,920	12,717,991	11,387,795	11,029,399	10,059,140	9,169,781
Plan Fiduciary Net Position							
Employer and State Contributions	474,011	488,869	445,505	553,589	513,275	496,613	459,586
Employee Contributions	215,547	185,428	167,094	176,775	158,148	152,488	133,710
Pension Plan Net Investment Income	379,343	251,858	805,949	1,225,804	694,832	2,492	742,881
Benefit Payments	(418,482)	(392,547)	(373,957)	(373,957)	(374,611)	(374,061)	(350,054)
Refunds	(8,137)	(70,822)	(11,188)	(12,822)	(5,063)	-	-
Pension Plan Administrative Expense	(31,645)	(26,642)	(28,375)	(29,350)	(26,063)	(20,253)	(31,111)
Net Change in Plan Fiduciary Net Position	610,637	436,144	1,005,028	1,540,039	960,518	257,279	955,012
Plan Fiduciary Net Position-Beginning	12,280,984	11,844,840	10,839,812	9,299,773	8,339,255	8,081,976	7,126,964
Plan Fiduciary Net Position-Ending (b)	12,891,621	12,280,984	11,844,840	10,839,812	9,299,773	8,339,255	8,081,976
Net Pension Liability-Ending (a) – (b)	\$ 892,600	\$ 711,936	\$ 873,151	\$ 547,983	\$ 1,729,626	\$ 1,719,885	\$ 1,087,805
Plan Fiduciary Net Position as Percentage of Total Pension Liability	93.52%	94.52%	93.13%	95.19%	84.32%	82.90%	88.14%
Covered Employee Payroll**	\$ 2,854,927	\$ 2,456,000	\$ 2,213,166	\$ 2,341,391	\$ 2,094,675	\$ 2,019,709	\$ 1,896,596
Net Pension Liability as a Percentage of Covered Employee Payroll	31.27%	28.99%	39.45%	23.40%	82.57%	85.16%	57.36%

* GASB Statement No. 67 was adopted for the 2014 fiscal year and the 10-year trend information will be developed from that date forward.

** The payroll-related figures have been updated to reflect the covered payroll as defined under GASB Statement No. 82.

CITY OF MOUNT DORA, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE EMPLOYERS NET PENSION
LIABILITY AND RELATED RATIOS
LAST 10 FISCAL YEARS *

FIREFIGHTERS' RETIREMENT FUND

	September 30, 2020	September 30, 2019	September 30, 2018	September 30, 2017	September 30, 2016	September 30, 2015	September 30, 2014
Total Pension Liability							
Service Cost	\$ 511,561	\$ 360,520	\$ 302,754	\$ 311,801	\$ 293,973	\$ 270,159	\$ 263,464
Interest on the Total Pension Liability	750,445	697,542	667,003	664,349	615,232	562,613	520,739
Benefit Changes	(796)	-	-	-	-	-	-
Difference Between Expected and Actual Experience	(85,966)	(39,555)	(84,950)	(39,883)	46,598	78,871	7,284
Change in Assumptions	329,854	289,003	183,005	(166,032)	95,900	87,296	-
Benefit Payments	(415,113)	(373,010)	(729,963)	(393,514)	(250,523)	(252,370)	(272,510)
Refunds	(15,992)	(12,170)	(87,607)	(14,393)	-	(10,795)	(599)
Net Change in Total Pension Liability	1,073,993	922,330	250,242	362,328	801,180	735,774	518,378
Total Pension Liability-Beginning	10,054,958	9,132,628	8,882,386	8,520,058	7,718,878	6,983,104	6,464,726
Total Pension Liability-Ending (a)	11,128,951	10,054,958	9,132,628	8,882,386	8,520,058	7,718,878	6,983,104
Plan Fiduciary Net Position							
Employer and State Contributions	483,301	411,355	318,244	347,595	309,802	290,937	307,590
Employee Contributions	160,218	147,401	106,407	96,780	93,808	90,519	77,879
Pension Plan Net Investment Income	303,335	221,553	577,793	882,635	527,953	48,598	618,300
Benefit Payments	(415,113)	(373,010)	(729,963)	(393,514)	(250,523)	(252,370)	(272,510)
Refunds	(15,992)	(12,170)	(87,607)	(14,393)	-	(10,795)	(599)
Pension Plan Administrative Expense	(33,680)	(34,714)	(31,748)	(26,570)	(24,546)	(19,902)	(29,058)
Net Change in Plan Fiduciary Net Position	482,069	360,415	153,126	892,533	656,494	146,987	701,602
Plan Fiduciary Net Position-Beginning	9,003,176	8,642,761	8,489,635	7,597,102	6,940,608	6,793,621	6,092,019
Plan Fiduciary Net Position-Ending (b)	9,485,245	9,003,176	8,642,761	8,489,635	7,597,102	6,940,608	6,793,621
Net Pension Liability-Ending (a) – (b)	\$ 1,643,706	\$ 1,051,782	\$ 489,867	\$ 392,751	\$ 922,956	\$ 778,270	\$ 189,483
Plan Fiduciary Net Position as Percentage of Total Pension Liability	85.23%	89.54%	94.64%	95.58%	89.17%	89.92%	97.29%
Covered Employee Payroll**	\$ 2,292,103	\$ 2,108,742	\$ 1,522,271	\$ 1,384,549	\$ 1,342,031	\$ 1,294,979	\$ 1,199,985
Net Pension Liability as a Percentage of Covered Employee Payroll	71.71%	49.88%	32.18%	28.37%	68.77%	60.10%	15.79%

* GASB Statement No. 67 was adopted for the 2014 fiscal year and the 10-year trend information will be developed from that date forward.

** The payroll-related figures have been updated to reflect the covered payroll as defined under GASB Statement No. 82.

CITY OF MOUNT DORA, FLORIDA
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
SEPTEMBER 30, 2020

	2020	2019
Total OPEB Liability		
Service Cost	\$ 160,633	\$ 256,327
Interest on the Total OPEB Liability	610,746	657,078
Difference Between Expected and Actual Experience	-	(916,708)
Changes of Assumptions and Other Inputs	1,300,318	(2,701,658)
Benefit Payments	(609,980)	(669,839)
Net Change in Total OPEB Liability	1,461,717	(3,374,800)
Total OPEB Liability - Beginning	14,752,404	18,127,204
Total OPEB Liability - Ending	\$ 16,214,121	\$ 14,752,404
 Covered Payroll	 \$ 12,588,540	 \$ 11,883,310
 Total OPEB Liability as a Percentage of Covered Payroll	 128.80%	 124.14%

Notes to the Schedule

Covered Employee Payroll - Covered payroll is projected to the fiscal year end based on actual covered payroll as of the valuation date using applicable salary increases assumptions.

Difference Between Expected and Actual Experience - Difference between expected and actual experience reflects the impact of changes to the census data from the prior valuation to the valuation as of October 1, 2018. This table will be built out to include a ten-year history.

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

Fiscal Year Ending September 30, 2020:	3.58%
Fiscal Year Ending September 30, 2021:	4.18%
Fiscal Year Ending September 30, 2022:	3.64%

OTHER SUPPLEMENTAL INFORMATION

CITY OF MOUNT DORA, FLORIDA
BUDGET TO ACTUAL COMPARISON - MAJOR FUND
IMPACT FEES CAPITAL PROJECTS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts		Actual	Variance With
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues				
Impact Fees:				
Police	\$ 48,469	\$ 28,469	\$ 27,396	\$ (1,073)
Fire	71,891	43,891	42,814	(1,077)
Library	182,376	132,376	128,863	(3,513)
Park	335,000	243,000	242,059	(941)
Investment Earnings	12,870	12,870	10,981	(1,889)
Total Revenues	<u>650,606</u>	<u>460,606</u>	<u>452,113</u>	<u>(8,493)</u>
Expenditures				
Public Safety	-	15,000	15,481	(481)
Culture and Recreation	192,500	-	3,811	(3,811)
Capital Outlay:				
Police	-	13,000	7,528	5,472
Fire	62,500	47,773	15,932	31,841
Library	29,273	29,273	6,287	22,986
Park	383,335	17,856	17,856	-
(Total Expenditures)	<u>(667,608)</u>	<u>(122,902)</u>	<u>(66,895)</u>	<u>56,007</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>(17,002)</u>	<u>337,704</u>	<u>385,218</u>	<u>47,514</u>
Net Change in Fund Balance	<u>(17,002)</u>	<u>337,704</u>	<u>385,218</u>	<u>47,514</u>
Fund Balance, Beginning of Year	<u>232,693</u>	<u>503,490</u>	<u>1,460,673</u>	<u>957,183</u>
Fund Balance, End of Year	<u>\$ 215,691</u>	<u>\$ 841,194</u>	<u>\$ 1,845,891</u>	<u>\$ 1,004,697</u>

CITY OF MOUNT DORA, FLORIDA
BUDGET TO ACTUAL COMPARISON - MAJOR FUND
DISCRETIONARY SALES TAX CAPITAL PROJECTS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts		Actual	Variance With
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues				
Taxes	\$ 1,423,319	\$ 1,299,584	\$ 1,353,343	\$ 53,759
Miscellaneous	10,617	10,617	9,906	(711)
Total Revenues	<u>1,433,936</u>	<u>1,310,201</u>	<u>1,363,249</u>	<u>53,048</u>
Expenditures				
General Government	35,000	30,000	30,000	-
Culture and Recreation	246,000	240,000	268,628	(28,628)
Capital Outlay:				
General Government	765,000	402,469	402,158	311
Public Safety	551,942	106,972	185,378	(78,406)
Transportation	407,000	228,222	228,222	-
Culture and Recreation	807,000	49,619	49,619	-
Debt Service:				
Principal	245,170	255,617	247,215	8,402
Interest	44,765	43,941	42,717	1,224
(Total Expenditures)	<u>(3,101,877)</u>	<u>(1,356,840)</u>	<u>(1,453,937)</u>	<u>(97,097)</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>(1,667,941)</u>	<u>(46,639)</u>	<u>(90,688)</u>	<u>(44,049)</u>
Other Financing Sources (Uses)				
Capital Lease Proceeds	-	-	78,407	78,407
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>78,407</u>	<u>78,407</u>
Net Change in Fund Balance	<u>(1,667,941)</u>	<u>(46,639)</u>	<u>(12,281)</u>	<u>34,358</u>
Fund Balance, Beginning of Year	<u>1,667,941</u>	<u>760,311</u>	<u>2,569,239</u>	<u>1,808,928</u>
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ 713,672</u>	<u>\$ 2,556,958</u>	<u>\$ 1,843,286</u>

CITY OF MOUNT DORA, FLORIDA
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2020

	Special Revenue Funds					
	Building Inspection Fund	Law Enforcement Trust Fund	Special Event Fund	Debt Service Fund	Other Capital Projects Funds	Totals
Assets						
Pooled Cash and Investments	\$ 2,384,827	\$ 29,293	\$ -	\$ 6,132	\$ 2,940,430	\$ 5,360,682
Receivables (Net)	157	-	56,183	-	-	56,340
Accrued Interest Receivable	29	-	-	3	262	294
Inventory and Prepaid Items	25	-	-	-	-	25
Total Assets	<u>2,385,038</u>	<u>29,293</u>	<u>56,183</u>	<u>6,135</u>	<u>2,940,692</u>	<u>5,417,341</u>
Liabilities and Fund Balances						
Liabilities						
Accounts Payable	83,814	-	182	-	4,446	88,442
Accrued Liabilities	5,249	-	886	-	-	6,135
Due to Other Governments	153,193	-	-	-	-	153,193
Total Liabilities	<u>242,256</u>	<u>-</u>	<u>1,068</u>	<u>-</u>	<u>4,446</u>	<u>247,770</u>
Fund Balances						
Non-Spendable:						
Inventory and Prepaid Items	25	-	-	-	-	25
Restricted for:						
Capital Improvements	-	-	-	-	2,936,246	2,936,246
Building Inspections	2,142,757	-	-	-	-	2,142,757
Law Enforcement	-	29,293	-	-	-	29,293
Debt Service Funds	-	-	-	6,135	-	6,135
Special Events	-	-	55,115	-	-	55,115
Total Fund Balances	<u>2,142,782</u>	<u>29,293</u>	<u>55,115</u>	<u>6,135</u>	<u>2,936,246</u>	<u>5,169,571</u>
Total Liabilities and Fund Balances	<u>\$ 2,385,038</u>	<u>\$ 29,293</u>	<u>\$ 56,183</u>	<u>\$ 6,135</u>	<u>\$ 2,940,692</u>	<u>\$ 5,417,341</u>

CITY OF MOUNT DORA, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2020

	Special Revenue Funds					
	Building Inspection Fund	Law Enforcement Trust Fund	Special Event Fund	Debt Service Fund	Other Capital Projects Funds	Totals
Revenues						
Permits and Fees	\$ 778,146	\$ -	\$ -	\$ -	\$ -	\$ 778,146
Charges for Services	60,872	-	131,754	-	-	192,626
Fines and Forfeitures	-	10,351	-	-	-	10,351
Miscellaneous	9,359	92	19,500	458	33,403	62,812
Total Revenues	848,377	10,443	151,254	458	33,403	1,043,935
Expenditures						
General Government	-	-	121,755	-	466	122,221
Public Safety	914,613	-	-	-	-	914,613
Culture and Recreation	-	-	241,609	-	1,595	243,204
Capital Outlay	4,942	-	-	-	27,463	32,405
Debit Services:						
Principal	-	-	-	343,750	-	343,750
Interest	-	-	-	149,973	-	149,973
(Total Expenditures)	(919,555)	-	(363,364)	(493,723)	(29,524)	(1,806,166)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(71,178)	10,443	(212,110)	(493,265)	3,879	(762,231)
Other Financing Sources (Uses)						
Transfer in (out)	-	-	258,006	396,377	-	654,383
Total Other Financing Sources (Uses)	-	-	258,006	396,377	-	654,383
Net Change in Fund Balances	(71,178)	10,443	45,896	(96,888)	3,879	(107,848)
Fund Balances, Beginning of Year	2,213,960	18,850	9,219	103,023	2,932,367	5,277,419
Fund Balances, Deficit, End of Year	\$ 2,142,782	\$ 29,293	\$ 55,115	\$ 6,135	\$ 2,936,246	\$ 5,169,571

CITY OF MOUNT DORA, FLORIDA
BUDGET TO ACTUAL COMPARISON - NON-MAJOR FUND
BUILDING INSPECTION FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues			
Permits and Fees	\$ 780,000	\$ 778,146	\$ (1,854)
Charges for Services	61,474	60,872	(602)
Investment Earnings	970	9,359	8,389
Total Revenues	<u>842,444</u>	<u>848,377</u>	<u>5,933</u>
Expenditures			
Public Safety:			
Operating	780,085	798,545	(18,460)
Allocations	116,294	116,294	-
Capital Outlay	6,065	4,716	1,349
(Total Expenditures)	<u>(902,444)</u>	<u>(919,555)</u>	<u>(17,111)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(60,000)	(71,178)	(11,178)
Net Change in Fund Balance	(60,000)	(71,178)	(11,178)
Fund Balances, Beginning of Year	<u>246,456</u>	<u>2,213,960</u>	<u>1,967,504</u>
Fund Balances, End of Year	<u><u>\$ 186,456</u></u>	<u><u>\$ 2,142,782</u></u>	<u><u>\$ 1,956,326</u></u>

CITY OF MOUNT DORA, FLORIDA
BUDGET TO ACTUAL COMPARISON - NON-MAJOR FUND
LAW ENFORCEMENT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2020
(Continued)

	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues			
Fines and Forfeitures	\$ 10,351	\$ 10,351	\$ -
Investment Earnings	109	92	(17)
Investment Earnings			-
Total Revenues	<u>10,460</u>	<u>10,443</u>	<u>(17)</u>
Expenditures			
Public Safety:			
Operating	-	-	-
Capital Outlay	-	-	-
(Total Expenditures)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	10,460	10,443	(17)
Fund Balances, Beginning of Year	<u>-</u>	<u>18,850</u>	<u>18,850</u>
Fund Balances, End of Year	<u>\$ 10,460</u>	<u>\$ 29,293</u>	<u>\$ 18,833</u>

CITY OF MOUNT DORA, FLORIDA
BUDGET TO ACTUAL COMPARISON - NON-MAJOR FUND
SPECIAL EVENT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2020
(Continued)

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
Revenues			
Charges for Services	\$ 165,473	\$ 131,754	\$ (33,719)
Miscellaneous Income	39,500	19,500	(20,000)
Total Revenues	<u>204,973</u>	<u>151,254</u>	<u>(53,719)</u>
Expenditures			
General Government:			
Personal Services	195,559	121,756	73,803
Culture and Recreation:			
Personal Services	163,577	124,140	39,437
Operating	136,311	117,468	18,843
(Total Expenditures)	<u>(495,447)</u>	<u>(363,364)</u>	<u>132,083</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(290,474)	(212,110)	78,364
Other Financing Sources (Uses)			
Operating Transfers in	<u>302,793</u>	<u>258,006</u>	<u>(44,787)</u>
Net Change in Fund Balance	12,319	45,896	33,577
Fund Balances, Beginning of Year	<u>77,081</u>	<u>9,219</u>	<u>(67,862)</u>
Fund Balances, End of Year	<u><u>\$ 89,400</u></u>	<u><u>\$ 55,115</u></u>	<u><u>\$ (34,285)</u></u>

CITY OF MOUNT DORA, FLORIDA
BUDGET TO ACTUAL COMPARISON - NON-MAJOR FUND
DEBT SERVICE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2020
(Continued)

	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues			
Investment Earnings	\$ 1,603	\$ 458	\$ (1,145)
Total Revenues	<u>1,603</u>	<u>458</u>	<u>(1,145)</u>
Expenditures			
Debt Service:			
Principal	331,250	343,750	(12,500)
Interest	168,184	149,973	18,211
(Total Expenditures)	<u>(499,434)</u>	<u>(493,723)</u>	<u>5,711</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(497,831)	(493,265)	4,566
Other Financing Sources (Uses)			
Transfers in	390,648	396,377	5,729
Net Change in Fund Balance	<u>390,648</u>	<u>396,377</u>	<u>5,729</u>
Net Change in Fund Balance	(107,183)	(96,888)	10,295
Fund Balances, Beginning of Year	<u>107,183</u>	<u>103,023</u>	<u>(4,160)</u>
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ 6,135</u>	<u>\$ 6,135</u>

CITY OF MOUNT DORA, FLORIDA
BUDGET TO ACTUAL COMPARISON - NON-MAJOR FUND
OTHER CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020
(Concluded)

	Final Budget	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues			
Miscellaneous Income	\$ 33,819	\$ 33,403	\$ (416)
Total Revenues	<u>33,819</u>	<u>33,403</u>	<u>(416)</u>
Expenditures			
General Government			
Operating	466	466	-
Capital Outlay	15,725	10,983	4,742
Culture and Recreation:			
Operating	1,595	1,595	-
Capital Outlay	16,480	16,480	-
(Total Expenditures)	<u>(34,266)</u>	<u>(29,524)</u>	<u>4,742</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(447)</u>	<u>3,879</u>	<u>4,326</u>
Net Change in Fund Balance	(447)	3,879	4,326
Fund Balances, Beginning of Year	<u>447</u>	<u>2,932,367</u>	<u>2,931,920</u>
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ 2,936,246</u>	<u>\$ 2,936,246</u>

INTERNAL SERVICE FUNDS COMBINING STATEMENTS

CITY OF MOUNT DORA, FLORIDA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2020

	Vehicle Replacement Fund	Self Insurance Fund	Total
Assets			
Current Assets:			
Pooled Cash and Investments	\$ 897,964	\$ 1,527,232	\$ 2,425,196
Accrued Interest Receivable	11	17	28
Prepaid Items	3,283	-	3,283
Total Current Assets	<u>901,258</u>	<u>1,527,249</u>	<u>2,428,507</u>
Capital Assets:			
Property, Plant and Equipment	2,758,799	38,331	2,797,130
(Accumulated Depreciation and Amortization)	<u>(1,693,882)</u>	<u>(38,331)</u>	<u>(1,732,213)</u>
Total Capital Assets - Cost Less Depreciation	<u>1,064,917</u>	<u>-</u>	<u>1,064,917</u>
Total Assets	<u><u>1,966,175</u></u>	<u><u>1,527,249</u></u>	<u><u>3,493,424</u></u>
Liabilities and Net Position			
Current Liabilities			
Accounts Payable and Accrued Liabilities	-	614,053	614,053
Capital Lease Obligation	<u>107,488</u>	<u>-</u>	<u>107,488</u>
Total Current Liabilities	<u>107,488</u>	<u>614,053</u>	<u>721,541</u>
Non-Current Liabilities			
Capital Lease Obligation	<u>300,710</u>	<u>-</u>	<u>300,710</u>
Total Liabilities	<u>300,710</u>	<u>-</u>	<u>300,710</u>
Net Position			
Net Investment in Capital Assets	656,719	-	656,719
Unrestricted	<u>901,258</u>	<u>913,196</u>	<u>1,814,454</u>
Total Net Position	<u>1,557,977</u>	<u>913,196</u>	<u>2,471,173</u>
Total Liabilities and Net Position	<u><u>\$ 1,966,175</u></u>	<u><u>\$ 1,527,249</u></u>	<u><u>\$ 3,493,424</u></u>

CITY OF MOUNT DORA, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2020

	Vehicle Replacement Fund	Self Insurance Fund	Total
Operating Revenues			
Charges for Services	\$ 263,525	\$ 3,096,374	\$ 3,359,899
Operating Expenses			
Administration and General	45,525	2,965,832	3,011,357
Rental Expense	127,013	-	127,013
Depreciation and Amortization	252,693	-	252,693
Total Operating Expenses	<u>425,231</u>	<u>2,965,832</u>	<u>3,391,063</u>
Operating Income (Loss)	<u>(161,706)</u>	<u>130,542</u>	<u>(31,164)</u>
Non-Operating Revenues (Expenses)			
Investment Earnings	3,149	6,381	9,530
Other Income (Loss)	-	42,900	42,900
Interest Expense	<u>(15,330)</u>	<u>-</u>	<u>(15,330)</u>
Total Non-Operating Revenues (Expenses)	<u>(12,181)</u>	<u>49,281</u>	<u>37,100</u>
Change in Net Position	(173,887)	179,823	5,936
Net Position, Beginning of Year	<u>1,731,864</u>	<u>733,373</u>	<u>2,465,237</u>
Net Position, End of Year	<u><u>\$ 1,557,977</u></u>	<u><u>\$ 913,196</u></u>	<u><u>\$ 2,471,173</u></u>

CITY OF MOUNT DORA, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2020

	Vehicle Replacement Fund	Self Insurance Fund	Total
Cash Flows from Operating Activities			
Cash Received from Customers, Including Cash	\$ 263,525	\$ 3,054,374	\$ 3,317,899
Cash Paid to Suppliers	(151,368)	(3,164,305)	(3,315,673)
Total Cash Provided by (Used in) Operating Activities	<u>112,157</u>	<u>(109,931)</u>	<u>2,226</u>
Cash Flows from Non-Capital Financing Activities			
Other Non-Operating Income	-	42,900	42,900
Total Cash Provided by Non-Capital Financing Activities	<u>-</u>	<u>42,900</u>	<u>42,900</u>
Cash Flows from Capital and Related Financing Activities			
Property, Plant and Equipment Acquisitions	(170,748)	-	(170,748)
Principal Paid on Capital Lease Obligation	(57,199)	-	(57,199)
Interest Paid on Capital Lease Obligation	(15,330)	-	(15,330)
Net Cash Provided by (Used in) Capital and Related Financing Activities	<u>(243,277)</u>	<u>-</u>	<u>(243,277)</u>
Cash Flows from Investing Activities			
Investment Earnings (Loss)	3,827	6,375	10,202
Total Cash Flows from Investing Activities	<u>3,827</u>	<u>6,375</u>	<u>10,202</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(127,293)	(60,656)	(187,949)
Cash and Cash Equivalents, Beginning of Year	<u>1,025,257</u>	<u>1,587,888</u>	<u>2,613,145</u>
Cash and Cash Equivalents, End of Year	<u>\$ 897,964</u>	<u>\$ 1,527,232</u>	<u>\$ 2,425,196</u>
<u>Shown in the Financial Statements as:</u>			
Pooled Cash and Investments	<u>\$ 897,964</u>	<u>\$ 1,527,232</u>	<u>\$ 2,425,196</u>
<u>Reconciliation of Operating Income to Net Cash Provided by (Used in) Operating Activities:</u>			
Operating Income (Loss)	\$ (161,706)	\$ 130,542	\$ (31,164)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:			
Depreciation and Amortization	252,693	-	252,693
Changes in Assets Decrease (Increase) and Liabilities Increase (Decrease):			
Prepaid Expenses	21,170	-	21,170
Accounts Payable	-	(240,473)	(240,473)
Total Adjustments	<u>273,863</u>	<u>(240,473)</u>	<u>33,390</u>
Net Cash Provided by (Used in) Operating Activities	<u>\$ 112,157</u>	<u>\$ (109,931)</u>	<u>\$ 2,226</u>

FIDUCIARY FUNDS COMBINING STATEMENTS

CITY OF MOUNT DORA, FLORIDA
COMBINING STATEMENT OF FIDUCIARY NET POSITION
SEPTEMBER 30, 2020

	General Employees' Retirement Plan	Police Officers' Retirement Plan	Firefighters' Retirement Plan	2020 Totals
Assets				
Cash and Cash Equivalents	\$ 10,304	\$ 19,458	\$ 120,201	\$ 149,963
Investments at Fair Value	<u>17,438,018</u>	<u>12,879,852</u>	<u>9,366,291</u>	<u>39,684,161</u>
Total Assets	<u>17,448,322</u>	<u>12,899,310</u>	<u>9,486,492</u>	<u>39,834,124</u>
Liabilities				
Accounts Payable and Accrued Liabilities	<u>4,115</u>	<u>7,688</u>	<u>1,247</u>	<u>13,050</u>
Total Liabilities	<u>4,115</u>	<u>7,688</u>	<u>1,247</u>	<u>13,050</u>
Total Net Position				
Held in Trust for Pension Benefits	<u>\$ 17,444,207</u>	<u>\$ 12,891,622</u>	<u>\$ 9,485,245</u>	<u>\$ 39,821,074</u>

CITY OF MOUNT DORA, FLORIDA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
SEPTEMBER 30, 2020

	General Employees' Retirement Plan	Police Officers' Retirement Plan	Firefighters' Retirement Plan	2020 Totals
Additions				
Contributions:				
Employer	\$ 392,269	\$ 353,854	\$ 382,123	\$ 1,128,246
Employees	23,505	215,547	160,218	399,270
State of Florida	-	120,356	101,178	221,534
Total Contributions	<u>415,774</u>	<u>689,757</u>	<u>643,519</u>	<u>1,749,050</u>
Investment Earnings:				
Investment Earnings	1,319,996	410,843	322,649	2,053,488
(Less Investment Management Fees)	<u>(42,971)</u>	<u>(31,500)</u>	<u>(19,313)</u>	<u>(93,784)</u>
Net Investment Earnings	<u>1,277,025</u>	<u>379,343</u>	<u>303,336</u>	<u>1,959,704</u>
Total Additions	<u>1,692,799</u>	<u>1,069,100</u>	<u>946,855</u>	<u>3,708,754</u>
Deductions				
Benefits	1,285,438	426,619	431,106	2,143,163
Administrative Expenses	31,513	31,645	33,679	96,837
Total Deductions	<u>(1,316,951)</u>	<u>(458,264)</u>	<u>(464,785)</u>	<u>(2,240,000)</u>
Change in Net Position	375,848	610,836	482,070	1,468,754
Net Position, Beginning of Year	<u>17,068,359</u>	<u>12,280,786</u>	<u>9,003,175</u>	<u>38,352,320</u>
Net Position, End of Year	<u>\$ 17,444,207</u>	<u>\$ 12,891,622</u>	<u>\$ 9,485,245</u>	<u>\$ 39,821,074</u>

**STATISTICAL SECTION
(UNAUDITED)**

CITY OF MOUNT DORA
STATISTICAL SECTION - UNAUDITED

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

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A. Financial Trends

These tables contain trend information to help the reader understand how the City's financial performance has changed over time.

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D. Demographic and Economic Information Financial Trends

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

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E. Operating Information

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

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CITY OF MOUNT DORA
NET POSITION BY COMPONENT

Table A - 1
(accrual basis of accounting)
Last Ten Fiscal Years

	Fiscal Year				
	2020	2019	2018	2017	2016 ⁽²⁾
Governmental Activities					
Net investment in capital assets	\$ 36,971,774	\$ 38,203,305	\$ 36,914,412	\$ 38,265,015	\$ 38,465,921
Restricted	10,219,447	9,095,455	9,116,325	7,126,140	5,238,368
Unrestricted	(7,820,206)	(11,257,473)	(11,995,733)	636,760	2,027,583
Total governmental activities net position	39,371,015	36,041,287	34,035,004	46,027,915	45,731,872
Business-type activities					
Net investment in capital assets	47,499,468	46,898,927	44,662,505	46,272,293	44,565,914
Restricted	5,684,207	5,118,454	3,985,588	3,387,839	3,541,192
Unrestricted	11,091,842	10,960,143	9,372,725	10,435,533	6,419,413
Total business-type activities net position	64,275,517	62,977,524	58,020,818	60,095,665	54,526,519
Primary government					
Net investment in capital assets	84,471,242	85,102,232	81,576,917	84,537,308	83,031,835
Restricted	15,903,654	14,213,909	13,101,913	10,513,979	8,779,560
Unrestricted	3,271,636	(297,330)	(2,623,008)	11,072,293	8,446,996
Total primary government net position	\$ 103,646,532	\$ 99,018,811	\$ 92,055,822	\$ 106,123,580	\$ 100,258,391
				Fiscal Year	
	2015	2014 ⁽¹⁾	2013 ⁽¹⁾	2012 ⁽¹⁾	2011 ⁽¹⁾
Governmental Activities					
Net investment in capital assets	\$ 39,571,544	\$ 38,938,810	\$ 37,977,455	\$ 37,109,503	\$ 35,388,167
Restricted	3,241,613	3,675,538	4,446,851	3,895,130	5,132,210
Unrestricted	1,710,120	3,788,034	3,082,453	3,924,583	4,517,329
Total governmental activities net position	44,523,277	46,402,382	45,506,759	44,929,216	45,037,706
Business-type activities					
Net investment in capital assets	43,706,330	41,954,352	36,021,284	32,242,768	30,431,980
Restricted	3,374,523	3,163,254	3,256,639	3,948,652	5,771,202
Unrestricted	4,784,058	3,762,944	7,359,662	9,360,418	8,664,640
Total business-type activities net position	51,864,911	48,880,550	46,637,585	45,551,838	44,867,822
Primary government					
Net investment in capital assets	83,277,874	80,893,162	73,998,739	69,352,271	65,820,147
Restricted	6,616,136	6,838,792	7,703,490	7,843,782	10,903,412
Unrestricted	6,494,178	7,550,978	10,442,115	13,285,001	13,181,969
Total primary government net position	\$ 96,388,188	\$ 95,282,932	\$ 92,144,344	\$ 90,481,054	\$ 89,905,528

⁽¹⁾ Prior years were not restated for GASB Statement Number 68 - Accounting and Financial Reporting for Pensions - See Note 11

⁽²⁾ Prior year adjusted for prior period adjustment

CITY OF MOUNT DORA
CHANGES IN NET POSITION

Table A - 2, Part 1A
(accrual basis of accounting)
 Last Five Fiscal Years*

	Fiscal Year				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Program Revenues					
Governmental activities					
Charges for Services					
General government	\$ 372,507	\$ 242,634	\$ 99,980	\$ 136,237	\$ 82,736
Public safety	3,062,087	3,340,793	1,496,587	1,877,663	1,373,357
Physical environment	-	-	-	-	-
Transportation	-	-	-	-	-
Culture and recreation	442,088	698,161	331,235	405,371	300,502
Operating Grants and Contributions					
General government	29,916	867,598	123,769	86,792	20,896
Public safety	1,846,575	412,254	-	-	-
Physical environment	-	-	-	-	-
Transportation	-	-	116,117	-	-
Culture and recreation	-	121,958	46,000	-	-
Grants and aid	-	-	-	-	-
Capital Grants and Contributions					
General government	-	-	-	-	-
Public safety	70,209	146,254	116,439	384,674	174,909
Physical environment	-	-	-	-	-
Transportation	-	-	-	-	-
Culture and recreation	370,922	672,883	526,192	553,569	501,827
Grants and aid	-	-	-	-	-
Total governmental activities program revenues	<u>6,194,304</u>	<u>6,502,535</u>	<u>2,856,319</u>	<u>3,444,306</u>	<u>2,454,227</u>
Business-type activities					
Charges for services					
Electric Utility	9,472,881	9,940,283	10,013,428	9,382,512	9,931,019
Water and Wastewater Utility	11,600,336	11,024,880	10,451,116	10,351,583	9,187,745
Sanitation	2,108,034	2,008,061	1,990,391	1,972,182	2,296,079
Stormwater Utility	1,097,604	1,062,898	1,024,745	945,199	943,421
Cemetery	83,290	172,500	62,345	61,594	69,282
Operating grants and contributions					
Electric Utility	-	-	-	-	-
Water and Wastewater Utility	-	-	-	-	-
Sanitation	-	-	-	-	-
Stormwater Utility	-	-	-	-	-
Capital Grants and Contributions					
Electric Utility	128,402	171,406	-	-	-
Water and Wastewater Utility	1,581,149	2,578,807	1,527,808	2,932,137	2,358,499
Stormwater Utility	-	1,995,786	20,789	-	-
Total business-type activities program revenues	<u>26,071,696</u>	<u>28,954,621</u>	<u>25,090,622</u>	<u>25,645,207</u>	<u>24,786,045</u>
Total primary government program revenues	<u>\$ 32,266,000</u>	<u>\$ 35,457,156</u>	<u>\$ 27,946,941</u>	<u>\$ 29,089,513</u>	<u>\$ 27,240,272</u>

CITY OF MOUNT DORA
CHANGES IN NET POSITION

Table A - 2, Part 1B
(accrual basis of accounting)
 Prior Five Fiscal Years*

	Fiscal Year				
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Program Revenues					
Governmental activities					
Charges for Services					
General government	\$ 76,369	\$ 71,126	\$ 69,815	\$ 166,504	\$ 322,883
Public safety	854,158	939,679	852,862	594,772	630,286
Physical environment	-	3,974	3,129	2,300	4,709
Transportation	-	-	-	-	-
Culture and recreation	311,913	183,945	163,442	593,660	419,559
Operating Grants and Contributions					
General government	22,834	-	-	-	-
Public safety	-	6,307	-	-	-
Physical environment	-	37,500	-	-	-
Transportation	-	19,637	21,193	161,939	161,189
Culture and recreation	-	-	-	-	-
Grants and aid	-	-	-	-	-
Capital Grants and Contributions					
General government	-	-	-	-	-
Public safety	142,861	58,151	149,953	107,254	202,063
Physical environment	-	-	-	230,825	380,442
Transportation	-	340,561	-	-	-
Culture and recreation	300,763	791,212	813,826	245,459	186,680
Grants and aid	-	-	-	-	-
Total governmental activities program revenues	<u>1,708,898</u>	<u>2,452,092</u>	<u>2,074,220</u>	<u>2,102,713</u>	<u>2,307,811</u>
Business-type activities					
Charges for services					
Electric utility	11,224,288	10,682,392	10,324,206	10,997,916	12,035,897
Water and Wastewater utility	8,645,543	8,068,351	7,499,207	6,827,438	6,844,702
Sanitation	2,268,030	2,174,190	2,117,927	2,036,994	1,978,335
Stormwater utility	938,126	852,208	851,139	842,054	845,683
Cemetery	80,981	60,303	29,391	57,378	47,866
Operating grants and contributions					
Electric utility	-	-	-	-	-
Water and Wastewater utility	-	-	3,025	2,000	2,250
Sanitation	-	-	-	-	-
Stormwater utility	-	-	-	115,929	-
Capital Grants and Contributions					
Electric utility	-	-	29,769	31,508	45,840
Water and Wastewater utility	1,148,195	1,901,875	1,294,754	653,726	521,530
Stormwater utility	641,548	117,007	202,331	-	44,485
Total business-type activities program revenues	<u>24,946,711</u>	<u>23,856,326</u>	<u>22,351,749</u>	<u>21,564,943</u>	<u>22,366,588</u>
Total primary government program revenues	<u>\$ 26,655,609</u>	<u>\$ 26,308,418</u>	<u>\$ 24,425,969</u>	<u>\$ 23,667,656</u>	<u>\$ 24,674,399</u>

**CITY OF MOUNT DORA
CHANGES IN NET POSITION**

Table A - 2, Part 2A
(accrual basis of accounting)
Last Five Fiscal Years

	Fiscal Year				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Expenses					
Governmental Activities					
General Government	\$ 2,207,587	\$ 4,624,635	\$ 3,765,569	\$ 4,378,473	\$ 2,515,665
Public Safety	11,267,125	10,703,799	8,599,093	9,141,534	8,459,167
Physical Environment	-	-	-	-	-
Transportation	2,136,548	2,419,628	2,221,672	1,783,024	1,711,706
Culture and Recreation	3,786,678	3,851,962	3,283,801	3,360,990	3,534,111
Interest on long-term debt	1,077,395	851,287	118,451	133,730	114,861
Total governmental activities expenses	20,475,333	22,451,311	17,988,586	18,797,751	16,335,510
Business-type activities					
Electric	10,049,088	9,082,979	9,082,774	8,783,558	8,790,242
Water / Wastewater	9,256,439	9,521,722	8,048,315	7,008,509	6,915,678
Sanitation	2,325,968	2,181,117	2,139,906	1,953,190	2,310,103
Stormwater	1,339,586	1,109,290	1,349,877	835,402	813,456
Cemetery	130,408	135,975	123,700	145,160	141,672
Total business-type activities expenses	23,101,489	22,031,083	20,744,572	18,725,819	18,971,151
Total primary government expenses	43,576,822	44,482,394	38,733,158	37,523,570	35,306,661
Net (Expense)/Revenue					
Governmental activities	(14,281,029)	(15,948,776)	(15,132,269)	(15,941,432)	(12,891,204)
Business-type activities	2,970,207	6,923,538	4,346,051	6,364,803	6,674,056
Total primary government net expense	(11,310,822)	(9,025,238)	(10,786,218)	(9,576,629)	(6,217,148)
General revenues and other changes in net position					
Governmental activities					
General revenues					
Property taxes	7,183,425	6,613,825	6,123,406	5,443,802	5,250,124
Public service taxes	2,089,971	2,081,078	1,966,452	2,032,368	1,981,001
Discretionary Sales Surtax	1,353,343	1,379,467	-	-	-
Local Option Fuel Taxes	243,863	265,905	-	-	-
Local Business Tax	33,339	24,138	-	-	-
Other taxes (1)	-	-	1,657,236	1,559,177	1,521,904
Franchise fees	798,545	778,203	750,159	714,320	721,220
State and County shared rev. - unrestricted	2,988,766	2,937,416	2,620,194	2,437,309	2,355,149
Investment earnings (losses)	340,814	707,449	99,318	111,107	98,226
Miscellaneous revenue	351,940	315,278	599,589	211,955	1,449,531
Transfers	2,226,751	2,852,300	2,782,250	3,139,450	2,997,250
Total governmental activities	17,610,757	17,955,059	16,598,604	15,649,488	16,374,405
Business-type activities					
Interest earnings (losses)	289,323	553,748	161,064	107,508	117,241
Miscellaneous revenue	265,214	331,720	128,590	95,297	28,599
Transfers	(2,226,751)	(2,852,300)	(2,782,250)	(3,139,450)	(2,997,250)
Total business-type activities	(1,672,214)	(1,966,832)	(2,492,596)	(2,936,645)	(2,851,410)
Total primary government	15,938,543	15,988,227	14,106,008	12,712,843	13,522,995
Change in Net Position					
Governmental activities	3,329,728	2,006,283	1,466,335	(291,944)	3,483,201
Business-type activities	1,297,993	4,956,706	1,853,455	3,428,158	3,822,646
Total primary government: change in net position	\$ 4,627,721	\$ 6,962,989	\$ 3,319,790	\$ 3,136,214	\$ 7,305,847

(1) In the current year, other taxes were broken out to provide more detail

**CITY OF MOUNT DORA
CHANGES IN NET POSITION**

Table A - 2, Part 2
(accrual basis of accounting)
Prior Five Fiscal Years

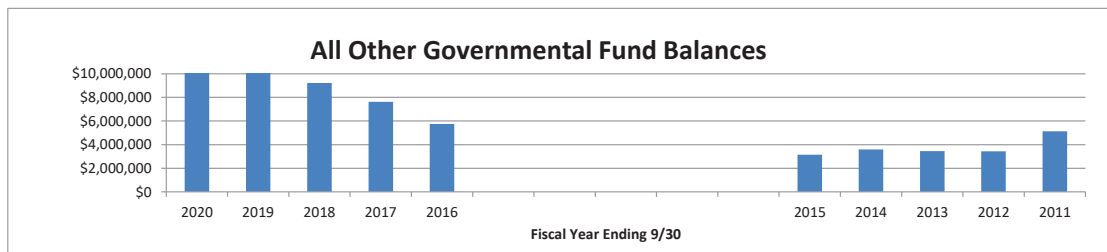
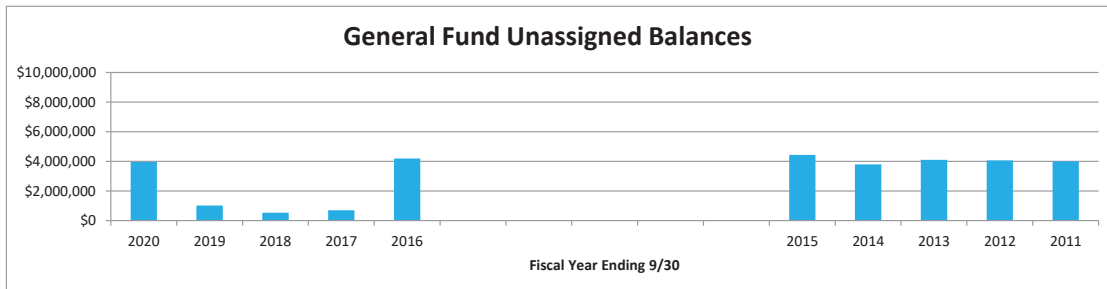
	Fiscal Year				
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Expenses					
Governmental Activities					
General Government	\$ 2,487,548	\$ 2,493,630	\$ 2,432,163	\$ 2,130,728	\$ 2,287,971
Public Safety	7,917,059	7,934,780	7,567,046	7,603,665	7,803,814
Physical Environment	-	-	-	2,316	1,791
Transportation	1,633,927	1,574,628	1,664,660	1,681,721	1,505,870
Culture and Recreation	3,509,701	3,214,825	2,877,536	2,645,608	2,474,613
Interest on long-term debt	111,527	116,189	82,169	102,941	194,133
Total governmental activities expenses	15,659,762	15,334,052	14,623,574	14,166,979	14,268,192
Business-type activities					
Electric	8,839,187	9,201,878	9,079,195	9,602,536	10,290,807
Water / Wastewater	6,961,483	6,633,938	6,612,703	6,186,750	6,719,473
Sanitation	2,222,235	2,167,724	2,091,761	2,031,374	1,970,385
Stormwater	807,683	878,731	988,600	847,512	807,019
Cemetery	144,538	147,258	136,146	144,469	173,149
Total business-type activities expenses	18,975,126	19,029,529	18,908,405	18,812,641	19,960,833
Total primary government expenses	34,634,888	34,363,581	33,531,979	32,979,620	34,229,025
Net (Expense)/Revenue					
Governmental activities	(13,205,535)	(13,625,154)	(12,549,354)	(12,092,759)	(12,891,204)
Business-type activities	5,810,919	5,917,182	3,443,344	3,539,108	6,674,056
Total primary government net expense	(7,394,616)	(7,707,972)	(9,106,010)	(8,553,651)	(6,217,148)
General revenues and other changes in net position					
Governmental activities					
General revenues					
Property taxes	5,063,514	4,644,345	4,571,110	4,547,594	4,445,380
Public service taxes	1,529,506	1,446,485	1,867,561	1,820,926	1,857,841
Other taxes	1,918,442	1,902,317	1,351,654	910,268	954,811
Franchise fees	702,324	661,317	629,953	641,789	671,730
State and County shared rev. - unrestricted	2,192,121	2,013,460	1,804,701	1,746,271	1,598,248
Investment income	85,295	95,934	(45,406)	70,285	118,506
Miscellaneous revenue	316,194	261,675	361,624	45,022	450,978
Transfers	2,845,050	2,752,050	2,691,300	2,173,621	1,748,400
Total governmental activities	14,652,446	13,777,583	13,232,497	11,955,776	11,845,894
Business-type activities					
Interest earnings	117,738	94,334	(49,812)	72,160	107,916
Miscellaneous revenue	69,365	73,884	38,387	33,175	31,157
Transfers	(2,845,050)	(2,752,050)	(2,691,300)	(2,173,621)	(1,748,400)
Total business-type activities	(2,657,947)	(2,583,832)	(2,702,725)	(2,068,286)	(1,609,327)
Total primary government	11,994,499	11,193,751	10,529,772	9,887,490	10,236,567
Change in Net Position					
Governmental activities	701,582	895,623	683,143	(136,983)	(1,045,310)
Business-type activities	3,313,637	2,242,965	740,619	1,470,822	5,064,729
Total primary government: change in net position	4,015,219	\$ 3,138,588	\$ 1,423,762	\$ 1,333,839	\$ 4,019,419

CITY OF MOUNT DORA
FUND BALANCES - GOVERNMENTAL FUNDS

Table A - 3
(modified accrual basis of accounting)
 Last Ten Fiscal Years

	Fiscal Year				
	2020	2019	2018	2017	2016
General Fund					
Nonspendable - Inventory, Prepaids, and Receivables	\$ 1,219,206	\$ 2,206,182	\$ 1,897,557	\$ 1,730,112	\$ 86,104
Assigned for Future Expenditures	99,969	-	1,294,513	1,234,144	-
Unassigned	3,965,872	1,022,691	527,479	694,909	4,196,476
Total General Fund	5,285,047	3,228,873	3,719,549	3,659,165	4,282,580
All Other Governmental Funds					
Nonspendable- Inventory & Prepaids	2,104,610	7,897	7,897	39,544	7,498
Restricted for					
Capital Improvements	6,617,788	6,962,279	3,791,261	3,296,847	3,629,598
Redevelopment	3,905,080	2,931,172	3,541,414	-	-
Debt Service	6,135	-	-	540,888	621,764
Building Inspections	2,142,757	2,213,935	1,757,858	1,654,917	969,462
Fire Protection	20,863,708	22,752,700	-	-	-
Law Enforcement	29,293	18,850	22,733	14,057	13,795
Special Events	55,115	9,219	3,059	-	-
Assigned					
Subsequent Year's Budgets	-	-	-	1,977,700	562,123
Capital Improvement	-	-	-	-	-
Building Inspections	-	-	-	-	-
Debt Service	-	103,023	99,860	97,526	95,067
Unassigned	-	-	-	(4,888)	(148,216)
Total all other governmental funds	35,724,486	34,999,075	9,224,082	7,616,591	5,751,091
Total Fund Balances	\$ 41,009,533	\$ 38,227,948	\$ 12,943,631	\$ 11,275,756	\$ 10,033,671

	Fiscal Year				
	2015	2014	2013	2012	2011
General Fund					
Nonspendable- Inventory & Prepaids	\$ 14,960	\$ 31,073	\$ 36,561	\$ 344,001	\$ 331,602
Assigned for Future Expenditures	-	158,250	-	-	-
Unassigned	4,437,623	3,792,396	4,098,436	4,064,399	4,000,305
Total General Fund	4,452,583	3,981,719	4,134,997	4,408,400	4,331,907
All Other Governmental Funds					
Nonspendable- Inventory & Prepaids	-	-	-	120	659
Restricted for					
Capital Improvements	1,873,510	2,560,066	3,089,095	2,640,334	2,802,496
Redevelopment	-	-	-	-	-
Debt Service	578,253	501,027	466,635	414,732	406,374
Building Inspections	774,021	608,353	386,484	283,917	336,403
Fire Protection	-	-	-	-	-
Law Enforcement	15,829	6,092	5,548	2,194	13,266
Library Improvements	-	-	-	-	-
Assigned					
Subsequent Year's Budgets	677,600	-	-	-	-
Capital Improvement	-	585,950	391,877	439,392	1,319,541
Building Inspections	-	-	107,212	-	184,600
Debt Service	102,573	124,544	-	113,653	68,871
Unassigned	(873,909)	(790,504)	(992,741)	(462,536)	-
Total all other governmental funds	3,147,877	3,595,528	3,454,110	3,431,806	5,132,210
Total Fund Balances	\$ 7,600,460	\$ 7,577,247	\$ 7,589,107	\$ 7,840,206	\$ 9,464,117



CITY OF MOUNT DORA
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS

Table A - 4

(modified accrual basis of accounting)

Last Ten Fiscal Years

	Fiscal Year									
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Program Revenues										
Governmental Activities										
Taxes	\$ 10,903,941	\$ 10,364,413	\$ 9,746,944	\$ 9,035,347	\$ 8,753,029	\$ 8,511,462	\$ 7,993,147	\$ 7,790,325	\$ 7,651,220	\$ 7,534,701
Permits and Fees	3,610,509	3,832,250	1,467,949	1,840,878	1,371,848	1,262,281	1,247,681	1,181,697	939,458	1,038,659
Intergovernmental	4,571,327	4,154,535	2,814,429	2,636,455	2,467,748	2,304,478	2,957,867	2,394,677	2,361,634	2,305,642
Charges for service	1,023,706	1,084,176	726,715	685,474	574,372	617,258	546,271	446,413	447,480	391,044
Fines and forfeitures	41,012	51,677	61,211	47,843	56,842	54,137	65,920	91,093	56,546	71,420
Impact fees	441,131	818,715	1,081,981	1,283,849	1,036,818	354,101	308,960	394,996	183,886	222,067
Miscellaneous revenue	663,554	1,171,735	505,874	424,497	396,024	695,961	299,751	205,288	329,616	524,797
Interfund Charges	4,815,019	2,936,392	2,852,492	2,364,750	-	-	-	-	-	-
Total revenues	26,070,199	24,413,893	19,257,595	18,319,093	14,656,681	13,799,678	13,419,597	12,504,489	11,969,840	12,088,330
Program Expenditures										
Governmental activities										
General government	6,661,995	7,170,089	6,360,293	6,118,729	2,043,490	1,908,439	1,901,031	1,827,389	1,648,091	1,824,705
Public safety	10,684,813	9,907,681	8,613,452	8,118,344	8,005,980	7,663,558	7,555,835	7,348,666	7,050,015	7,359,005
Transportation	1,215,756	1,487,764	1,519,363	1,021,572	983,647	1,009,792	997,831	1,096,255	1,197,185	1,054,922
Culture and recreation	2,791,844	2,673,629	2,439,149	2,371,247	2,626,538	2,637,960	2,278,382	2,050,337	1,873,294	1,852,700
Grants and aid	-	-	-	110,070	57,155	290,717	327,972	119,344	93,207	59,941
Capital outlay	2,637,818	3,227,823	2,374,164	2,596,066	842,649	2,944,798	2,590,739	5,175,526	3,573,110	2,132,785
Debt service										
Principal payments	1,133,965	1,892,218	915,207	903,109	539,261	410,300	396,300	253,400	246,800	195,000
Interest	1,138,112	559,809	118,451	133,730	122,000	121,233	135,417	75,971	85,670	240,923
Other costs	8,931	319,043	-	-	-	-	-	-	-	34,690
Total expenditures	26,273,234	27,238,056	22,340,079	21,372,867	15,220,720	16,986,797	16,183,507	17,946,888	15,767,372	14,754,671
(Deficiency) Excess of Revenues (under) over expenditures	(203,035)	(2,824,163)	(3,082,484)	(3,053,774)	(564,039)	(3,187,119)	(2,763,910)	(5,442,399)	(3,797,532)	(2,666,341)
Other financing sources (uses)										
Transfers in	4,626,002	3,957,220	4,612,461	5,468,235	5,684,250	5,013,900	4,684,550	4,600,300	4,393,000	4,336,068
Transfer out	(2,399,251)	(1,104,920)	(1,850,672)	(2,328,785)	(2,687,000)	(2,168,850)	(1,932,500)	(1,909,000)	(2,219,379)	(2,587,668)
Sale of Capital Assets	29,462	65,089	151,455	-	-	-	-	-	-	-
Issuance of debt/debt proceeds	728,407	25,191,091	1,837,115	1,156,409	-	365,282	-	2,500,000	-	3,635,400
Payment to Refund Bond Escrow	-	-	-	-	-	-	-	-	-	(3,550,000)
Total other financing sources (uses)	2,984,620	28,108,480	4,750,359	4,295,859	2,997,250	3,210,332	2,752,050	5,191,300	2,173,621	1,833,800
Net change in fund balance	\$ 2,781,585	\$ 25,284,317	\$ 1,667,875	\$ 1,242,085	\$ 2,433,211	\$ 23,213	\$ (11,860)	\$ (251,099)	\$ (1,623,911)	\$ (832,541)
Debt service as a percentage of non-capital expenditures	9.7%	11.5%	5.2%	5.5%	4.6%	3.8%	3.9%	2.2%	2.4%	3.3%

CITY OF MOUNT DORA
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

Table B - 1
Last Ten Fiscal Years

Fiscal Fiscal Year Ending September 30	Taxable Value for Operating Purposes of			Gross Taxable Value	Final Taxable Value	Millage Rate (3)
	Real Property (1)	Personal Property (1)	Centrally Assessed Property (2)			
2020	\$ 1,153,606,046	\$ 46,191,825	\$ 414,701	\$ 1,200,212,572	\$ 1,167,762,445	6.2000
2019	1,043,419,892	45,287,665	379,019	1,089,086,576	1,087,000,621	6.3000
2018	962,774,319	44,382,663	364,524	1,007,521,506	1,006,953,873	6.3000
2017	899,551,477	44,962,477	311,607	944,825,561	940,285,927	5.9970
2016	861,847,155	45,311,719	325,695	907,484,569	906,012,014	5.9970
2015	828,560,497	44,513,187	236,914	873,310,598	872,835,967	5.9970
2014	798,550,995	46,102,058	235,200	844,888,253	846,434,428	5.6667
2013	785,528,309	47,693,338	133,725	833,355,372	833,882,478	5.6667
2012	819,806,223	49,908,031	155,770	869,870,024	869,405,079	5.3891
2011	869,303,640	50,742,218	184,349	920,230,207	919,851,972	5.0190

Source: Lake County Property Appraiser (Forms DR-420 and DR-422)

Notes: ⁽¹⁾ Property in the City is reassessed each year. Property is assessed at actual value; therefore, the assessed values are equal to actual value and a separate table for assessed and actual data is not presented.

⁽²⁾ Centrally assessed property consists of railroad and telegraph systems which are assessed by the State of Florida.

⁽³⁾ Millage rates are levied per \$1,000 of taxable value.

**CITY OF MOUNT DORA
DIRECT AND OVERLAPPING PROPERTY TAX RATES**

Table B - 2
(rate per \$1,000 of assessed value)
Last Ten Fiscal Years

Fiscal Year	Direct Rate ⁽¹⁾	Overlapping Rates ⁽²⁾								Total
	City of Mount Dora Operating Millage	Lake County BCC General Fund	Lake County BCC Voted Debt Service	Lake County District School Board (State)	Lake County District School Board (Local)	Lake County Water Authority	Lake County Ambulance Service	North Lake Hospital	St. Johns River Water Mgt District	
2020	6.2000	5.0734	0.1100	3.8850	2.9980	0.3557	0.4629	0.9500	0.2414	20.2764
2019	6.3000	5.1180	0.1324	4.8550	1.5000	0.4900	0.4629	0.9800	0.2562	20.0945
2018	6.3000	5.1180	0.1524	5.1030	1.5000	0.2554	0.4629	1.0000	0.2724	20.1641
2017	5.9970	5.1180	0.1524	5.3750	1.5000	0.2554	0.4629	1.0000	0.2885	20.1492
2016	5.9970	5.3051	0.1600	5.6970	1.5000	0.2554	0.4629	1.0000	0.3023	20.6797
2015	5.6667	5.3856	0.1600	5.7460	1.5000	0.2554	0.4629	1.0000	0.3164	20.4930
2014	5.6667	4.7309	0.1900	4.9220	2.2480	0.2554	0.3853	1.0000	0.3283	19.7266
2013	5.6667	4.7309	0.1900	5.8200	1.5000	0.2554	0.3853	1.0000	0.3313	19.8796
2012	5.3891	4.7309	0.1101	5.8940	1.5000	0.2405	0.3853	1.0000	0.3313	19.5812
2011	5.0190	4.7309	0.1101	6.0230	1.5000	0.2405	0.3853	1.0000	0.4158	19.4246

Source: Lake County Property Appraiser

Notes: ⁽¹⁾ Direct rate is the rate levied by the City of Mount Dora City Council for operating purposes (i.e. the general fund millage).

⁽²⁾ Overlapping rates are those of State, County and other governmental entities that apply to property owners within the City of Mount Dora.

CITY OF MOUNT DORA
PRINCIPAL PROPERTY TAXPAYERS

Table B - 3, Part 1
Last Five Fiscal Years

Taxpayer	2020					2019					2018					2017					2016				
	Taxable Assessed		Rank	Percent of Total City Taxable Assessed Value		Taxable Assessed		Rank	Percent of Total City Taxable Assessed Value		Taxable Assessed		Rank	Percent of Total City Taxable Assessed Value		Taxable Assessed		Rank	Percent of Total City Taxable Assessed Value						
	\$			\$		\$			\$		\$			\$		\$			\$						
Magnolia Place Apartments Assoc. LLC	\$	20,932,829	1	1.74%	\$	19,122,715	1	1.76%	\$	18,349,808	1	1.82%	\$	17,347,031	1	1.84%	\$	16,176,809	1	1.79%					
Veranda Mt Dora LLC						10,130,743	2	0.93%		8,169,099	4	0.81%		6,768,340	5	0.72%		6,399,439	7	0.71%					
HI-C Investments, Ltd.		10,542,240	4	0.88%		10,107,079	3	0.93%		9,953,508	2	0.99%		8,834,978	2	0.94%		8,421,859	2	0.93%					
Waterman Healthcare Care Systems, Inc.		9,657,608	5	0.80%		9,560,748	4	0.88%		7,553,233	5	0.75%		7,149,013	4	0.76%		7,415,557	4	0.82%					
Wal-Mart Stores East, Inc.		9,321,630	6	0.78%		8,772,358	5	0.81%		8,688,761	3	0.86%		8,411,587	3	0.89%		8,411,860	3	0.93%					
Waterman Communities		8,562,490	8	0.71%		7,971,916	6	0.73%		-	-	-		-	-	-		-	-	-					
Real Sub LLC		7,779,632	9	0.65%		7,526,241	7	0.69%		-	-	-		-	-	-		-	-	-					
Main Street Leasing Co.		11,706,582	2	0.98%		7,522,743	8	0.69%		7,032,357	7	0.70%		6,387,712	9	0.68%		5,882,905	10	0.65%					
Lowe's Home Centers, Inc.		6,947,743	10	0.58%		6,697,972	9	0.62%		6,730,888	8	0.67%		6,429,662	8	-		6,462,577	6	0.71%					
Target Corp.		-	-	-		6,690,279	10	0.62%		6,716,418	9	0.67%		6,189,384	10	0.66%		6,215,522	8	0.69%					
Pine Tree PME Loch Leven LLC		-	-	-		-	-	-		7,162,934	6	0.71%		-	-	-		-	-	-					
Spring Harbor, Ltd.		-	-	-		-	-	-		6,480,792	10	0.64%		6,482,611	7	0.69%		6,156,978	9	0.68%					
Lake Care Systems, Inc.		-	-	-		-	-	-		-	-	-		6,736,402	6	0.72%		6,516,939	5	0.72%					
Embarq-Florida Inc.		-	-	-		-	-	-		-	-	-		-	-	-		-	-	-					
Sprint-Florida, Inc.		-	-	-		-	-	-		-	-	-		-	-	-		-	-	-					
Deancourt Mount Dora		-	-	-		-	-	-		-	-	-		-	-	-		-	-	-					
Total Taxable Assessed Value Ten Largest Taxpayers	\$	14,009,151	3	1.17%	\$	94,102,794	-	8.66%	\$	86,837,798	-	8.63%	\$	80,736,720	-	7.90%	\$	78,060,445	-	8.62%					
	\$	99,459,905		8.29%																					
Total Taxable Assessed Value All Other Taxpayers		1,100,415,134		91.71%		\$ 992,897,827		91.34%		\$ 919,433,536		91.37%		\$ 859,549,207		91.41%		\$ 827,951,569		91.38%					
Total Taxable Assessed Value - All Taxpayers	\$	1,199,875,039		100.00%	\$	1,087,000,621		100.00%	\$	1,006,271,334		100.00%	\$	940,285,927		100.00%	\$	906,012,014		100.00%					

Source: Lake County Property Appraiser

CITY OF MOUNT DORA
PRINCIPAL PROPERTY TAXPAYERS
Table B - 3, Part 2
Previous Five Fiscal Years

Taxpayer	2015					2014					2013					2012					2011				
	Taxable Assessed Value	Rank	Percent of Total City Taxable Assessed Value			Taxable Assessed Value	Rank	Percent of Total City Taxable Assessed Value			Taxable Assessed Value	Rank	Percent of Total City Taxable Assessed Value			Taxable Assessed Value	Rank	Percent of Total City Taxable Assessed Value			Taxable Assessed Value	Rank	Percent of Total City Taxable Assessed Value		
Magnolia Place Apartments Assoc. LLC	\$ 15,270,799	1	1.75%			\$ 10,931,214	1	1.29%			\$ 9,937,467	1	1.19%			\$ 9,764,303	1	1.12%			\$ 8,798,948	4	0.96%		
Veranda Mt Dora LLC	6,065,285	7	0.69%			5,297,602	10	0.63%			-	-	0.00%			6,830,759	6	0.79%			9,118,483	2	0.99%		
HI-C Investments, Ltd.	7,853,270	4	0.90%			7,854,333	3	0.93%			7,865,037	4	0.94%			7,896,864	4	0.91%			7,753,013	6	0.84%		
Waterman Healthcare Care Systems, Inc.	7,898,704	3	0.90%			8,088,977	2	0.96%			6,502,937	7	0.78%			7,297,260	5	0.84%			8,957,967	3	0.97%		
Wal-Mart, Inc.	8,412,634	2	0.96%			7,718,086	4	0.91%			8,322,822	3	1.00%			8,954,157	2	1.03%			8,487,098	5	0.92%		
Waterman Communities	-	-	0.00%			-	-	-			-	-	-			-	-	-			-	-	-		
Real Sub LLC	-	-	0.00%			-	-	-			-	-	-			-	-	-			-	-	-		
Main Street Leasing Co.	5,729,344	9	0.66%			7,234,540	5	0.85%			5,112,767	10	0.61%			-	-	-			9,302,822	1	1.01%		
Lowe's Home Centers, Inc.	6,454,847	5	0.74%			6,487,762	6	0.77%			8,328,146	2	1.00%			8,377,981	3	0.96%			6,856,298	7	0.75%		
Target Corp.	6,241,062	6	0.72%			6,267,198	7	0.74%			6,804,622	5	0.82%			-	-	-			-	-	-		
Pine Tree PME Loch Leven LLC	5,708,553	10	0.65%			5,725,261	8	0.68%			5,742,459	8	0.69%			5,057,196	9	0.58%			6,300,474	8	0.69%		
Spring Harbor, Ltd.	-	-	0.00%			5,404,365	9	0.64%			5,516,249	9	0.66%			5,523,099	8	0.64%			-	-	-		
Lake Care Systems, Inc.	5,825,282	8	0.67%			-	-	-			6,531,643	6	0.78%			6,798,078	7	0.78%			5,542,419	10	0.60%		
Embarq-Florida Inc.	-	-	-			-	-	-			-	-	-			4,843,601	10	0.56%			6,197,095	9	0.67%		
Sprint-Florida, Inc.	-	-	-			-	-	-			-	-	-			-	-	-			-	-	-		
Total Taxable Assessed Value	\$ 75,459,780		8.65%			\$ 71,009,338		8.39%			\$ 70,664,149		8.47%			\$ 71,343,298		8.21%			\$ 77,314,617		8.41%		
Ten Largest Taxpayers																									
Total Taxable Assessed Value	\$ 797,376,187		91.35%			\$ 775,425,090		91.61%			\$ 763,218,329		91.53%			\$ 797,995,456		91.79%			\$ 841,536,881		91.59%		
All Other Taxpayers																									
Total Taxable Assessed Value - All Taxpayers	\$ 872,835,967		100.00%			\$ 846,434,428		100.00%			\$ 833,882,478		100.00%			\$ 869,338,754		100.00%			\$ 918,851,498		100.00%		

Source: Lake County Property Appraiser

CITY OF MOUNT DORA
PROPERTY TAX LEVIES AND COLLECTIONS

Table B - 4

Last Ten Fiscal Years

Fiscal Year	Millage Rate ⁽¹⁾	Gross Taxable Value ⁽²⁾	Taxes Levied for the Fiscal Year ⁽¹⁾	Collected within the		Collections in Subsequent Years ⁽²⁾	Total Collections to Date		
				Fiscal Year of the Levy	Percentage of Levy		Amount	Percentage of Levy	
2020	6.2000	\$ 1,200,212,572	7,441,318	Amount ⁽²⁾	7,183,425	96.53%	13,697	7,197,122	96.72%
2019	6.3000	\$ 1,089,086,576	6,861,245	6,607,118	96.30%	6,707	6,613,825	96.39%	
2018	6.3000	\$ 1,007,521,506	6,347,385	6,118,382	96.39%	5,024	6,123,406	96.47%	
2017	5.9970	\$ 944,825,561	5,666,119	5,436,646	95.95%	7,156	5,443,802	96.08%	
2016	5.9970	\$ 907,484,569	5,442,185	5,245,260	96.38%	4,865	5,250,125	96.47%	
2015	5.9970	\$ 873,310,598	5,237,244	5,055,376	96.53%	8,137	5,063,513	96.68%	
2014	5.6667	\$ 844,888,253	4,787,728	4,641,947	96.96%	2,398	4,644,345	97.01%	
2013	5.6667	\$ 833,355,372	4,722,375	4,565,961	96.69%	5,148	4,571,109	96.80%	
2012	5.3891	\$ 869,870,024	4,687,817	4,519,313	96.41%	28,281	4,547,594	97.01%	
2011	5.0190	\$ 920,230,207	4,618,635	4,430,446	95.93%	14,933	4,445,379	96.25%	

Source: ⁽¹⁾ Lake County Property Appraiser Form DR-403CC

⁽²⁾ City of Mount Dora Finance Department

CITY OF MOUNT DORA
PRINCIPAL ELECTRICAL CUSTOMERS

Table B - 5 - Part 1
Last Five Fiscal Years

Electric Customer	Fiscal Year					
	2020		2019		2018	
	Kilowatt Hours	Rank	Kilowatt Hours	Rank	Kilowatt Hours	Rank
Mount Dora Christian Academy	878,280	7	-	-	1,038,888	3
Mount Dora High School	2,127,004	1	2,361,204	1	2,411,540	1
Mount Dora Middle School	1,258,576	3	886,464	6	992,384	4
Triangle Elementary School	1,140,548	5	1,358,224	2	1,332,696	2
City of Mount Dora - Water Dept.	946,500	6	1,059,700	4	984,500	5
Hallmark Nameplate	839,880	8	907,440	5	852,480	6
City of Mount Dora - Wastewater Plant	-	-	691,008	8	702,720	9
Lakeside Corp of Mount Dora	668,600	10	716,000	7	740,600	7
Avante At Mount Dora	-	-	625,480	10	713,120	8
City of Mount Dora - Police/Fire	-	-	-	-	-	-
City of Mount Dora - Perc Ponds	-	-	-	-	679,776	10
National Deaf Academy	-	-	-	-	-	-
Publix Super Markets	-	-	-	-	-	-
Surgery Center of Mount Dora	-	-	684,880	9	-	-
Bravo Supermarket	1,210,440	4	1,111,800	3	-	-
Magnolia Place Apartments	-	-	-	-	-	-
The City of Mount Dora	1,809,344	2	-	-	-	-
Riley's Mobile Home Park	718,200	9	-	-	-	-
Total	11,597,372		10,402,200		10,448,704	
					16,024,004	
					10,832,272	

Source: City Utility Records

CITY OF MOUNT DORA
PRINCIPAL ELECTRICAL CUSTOMERS

Table B - 5 - Part 2
Previous Five Fiscal Years

	Fiscal Year					
	2015		2014		2013	
Electric Customer	Kilowatt		Kilowatt		Kilowatt	
	Hours	Rank	Hours	Rank	Hours	Rank
Mount Dora Christian Academy	1,042,920	5	1,038,360	6	883,880	7
Mount Dora High School	2,188,392	1	2,063,520	1	2,041,920	1
Mount Dora Middle School	1,388,496	2	1,651,376	2	1,026,432	5
Triangle Elementary School	1,119,789	3	1,179,896	5	1,152,472	3
City of Mount Dora - Water Dept.	891,100	6	1,437,600	3	1,769,000	2
Hallmark Nameplate	867,240	7	936,600	7	998,520	6
City of Mount Dora - Wastewater Plant	794,592	9	782,352	10	-	-
Lakeside Corp of Mount Dora	753,200	10	834,800	8	826,600	8
Avante At Mount Dora	-	-	-	-	790,880	9
City of Mount Dora - Police/Fire	-	-	-	-	-	-
City of Mount Dora - Perc Ponds	830,496	8	834,480	9	784,992	10
National Deaf Academy	1,094,680	4	1,184,200	4	1,149,240	4
Publix Super Markets	-	-	-	-	-	-
Surgery Center of Mount Dora	-	-	-	-	-	-
Bravo Supermarket	-	-	-	-	-	-
Total	10,970,905		11,943,184		11,423,936	
					11,386,668	
					12,256,488	

Source: City Utility Records

CITY OF MOUNT DORA
PRINCIPAL WATER CUSTOMERS

Table B - 6 - Part 1
 Last Five Fiscal Years

Water Customer	Fiscal Year									
	2020		2019		2018		2017		2016	
	Gallons*	Rank	Hundred Cubic Feet	Rank	Hundred Cubic Feet	Rank	Hundred Cubic Feet	Rank	Hundred Cubic Feet	Rank
Watermann Communities Inc.	58,402,554	2	50,051,300	2	45,031,670	2	*	1	56,221	1
Lakes of Mount Dora H.O.A.	95,834,000	1	82,912,000	1	97,968,000	1	*	2	49,250	2
Sullivan Ranch H.O.A.	24,016,350	3	30,487,570	3	15,476,990	3	*	3	31,616	3
City of Mount Dora Water Pumps/Wells			-		-		*	4	31,425	4
Spring Harbor, Ltd			-		14,963,700	4	*	5	18,353	5
Hammock Oaks	13,838,000	5	12,060,700	5	12,812,900	5	*	6	15,451	6
Wal-Mart, Inc.					-		*	7	11,524	7
Southernaire MHC, Inc.					6,904,900	7	*	8	9,224	8
Mount Dora High School	7,565,670	10	8,621,720	7	6,753,920	8	*	9	8,491	9
Rath Harper & Assoc. (Veranda Apart.)			-		6,570,200	9	*	10	7,969	10
Mount Dora Commons			-		-			-	-	-
National Deaf Academy			-		-			-	-	-
Riley's Mobile Home Park			5,431,400	10	5,158,800	10		-	-	-
City Of Mount Dora Wastewater Plant			-		-			-	-	-
Lake Care Systems, Inc.			-		-			-	-	-
Lakeside Corp of Mount Dora			-		-			-	-	-
Avante At Mount Dora			-		-			-	-	-
Christian Home and Bible School			12,607,700	4	12,162,200	6		-	-	-
GC Wen Fl, LLC (Wendy's)	15,142,800	4	5,884,300	8	-			-	-	-
Kentucky Fried Chicken			5,670,500	9	-			-	-	-
Sullivan Ranch Neighbors	13,056,800	6								
SPT Dolphin Spring Harbor LLC	12,766,100	7								
JTD Land Company	10,944,300	8								
City of Mount Dora	7,565,670	9								
Total - Hundred Cubic Feet	259,132,244		222,433,690		223,803,280			-	239,524	

Source: City Utility Records

* City converted to gallon based meters in July, 2017 and there are not records available for entire year usage per customer Starting in FY 2018, usage is reported in gallons

Previous Five Fiscal Years

Source: City Utility Records

CITY OF MOUNT DORA
RATIOS OF OUTSTANDING GENERAL DEBT BY TYPE

Table C -- 1
 Last Ten Fiscal Years

Fiscal Year	Governmental Activities											Business-Type Activities				Percent of Personal Income	Per Capita		
	Fire Protection Assessment Rev. Bonds (1)	Capital Improvement Refunding Bonds (2)		Capital Improvement Revenue Bonds (3)		Capital Leases	General Notes	Tax Incremental Revenue Note		Capital Improvement Revenue Notes		Other Notes	Subtotal		Utility Revenue Bonds/Loans (4)			Improvement Revenue Bonds (3)	Total Primary Government
		\$	\$	\$	\$			\$	\$	\$	\$		\$	\$					
2020	\$ 20,460,000	\$ 1,217,800	\$ 2,986,250	\$ 1,129,511	\$ -	\$ 1,435,000	\$ 1,515,000	\$ -	\$ -	\$ 28,743,561	-	\$ 28,743,561	\$ 16,628,812	\$ 8,958,750	\$ 54,331,123	8.23%	3,574		
2019	20,840,000	1,570,800	3,040,000	1,355,523	-	1,598,000	865,000	-	-	29,269,323	-	29,269,323	15,515,360	9,120,000	53,904,683	8.56%	3,611		
2018	-	1,792,300	-	1,989,037	-	1,757,000	865,000	-	-	6,403,337	-	6,403,337	14,918,591	-	21,321,928	3.62%	1,467		
2017	-	2,071,400	-	801,761	-	1,913,000	-	-	121,769	4,907,930	-	4,907,930	13,203,690	-	18,111,620	3.28%	1,256		
2016	-	2,345,100	-	-	-	2,066,000	-	-	243,564	4,654,664	-	4,654,664	13,159,409	-	17,814,073	3.39%	1,277		
2015	-	2,613,600	-	-	-	2,215,000	-	-	365,282	5,193,882	-	5,193,882	13,952,575	-	19,146,457	4.06%	1,454		
2014	-	2,876,900	-	-	-	2,362,000	-	-	-	5,238,900	-	5,238,900	14,355,000	-	19,593,900	4.35%	1,513		
2013	-	3,135,200	-	-	-	2,500,000	-	-	-	5,635,200	-	5,635,200	7,345,000	-	12,980,200	2.97%	1,023		
2012	-	3,388,600	-	-	-	-	-	-	-	3,388,600	-	3,388,600	7,875,000	-	11,263,600	2.69%	897		
2011	-	3,635,400	-	-	-	-	-	-	-	3,635,400	-	3,635,400	8,385,000	-	12,020,400	2.98%	972		

Notes:

- (1) Fire Protection Revenue Bonds of \$21,740,000 were issued in November 2018 to finance the construction of new fire stations
- (2) 2011 Capital Improvement Refunding Bonds were issued on September 22, 2011 to refund the 2001 Series.
- (3) Capital Improvement Revenue Bonds Series 2018 were issued in November 2018 in the amount of \$12,160,000. The bonds are secured by all available revenues including Ad Valorem Revenues.
- (4) Additional SRF Loan proceeds during the year

There are no legal debt limits for Florida Municipalities.
 Details regarding the City's per capita personal income can be found on Table D - 1.
 All debt is shown gross of any premiums, discounts or other adjustments
 Details regarding the City's outstanding debt can be found in the notes to the financial statements.

CITY OF MOUNT DORA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

Table C - 2
As of September 30, 2020

	Debt Outstanding⁽¹⁾	Estimated Percentage Applicable⁽²⁾	Estimated Share of Overlapping Debt
Taxing District			
Other Debt			
Lake County Board of County Commissioners	\$ 16,215,000	4.14%	\$ 671,301
School District of Lake County	4,571,000	4.14%	189,239
Subtotal - overlapping debt			860,540
City direct debt ⁽³⁾			28,743,561
Total Direct and Overlapping Debt			\$ 29,604,101

⁽¹⁾General Obligation only

⁽²⁾The estimated percentage is based on the city's population to total county population.

⁽³⁾Total Governmental Activities Debt including leases

Source: 2019 Lake County and 2019 Lake County School Board CAFR - (most recent financials available)

CITY OF MOUNT DORA
PLEDGED REVENUE COVERAGE - UTILITY BONDS

Table C - 3
Utility (Water and Wastewater) Revenue Bonds
Last Ten Fiscal Years

Fiscal Year	Operating Revenue (1)	Direct Operating Expenses (2)	Net Available for Debt Service (3)	Debt Service		Coverage
				Principal	Interest	
2020	\$ 11,600,336	\$ 6,680,387	\$ 4,919,949	\$ 913,145	\$ 272,770	4.15
2019	11,040,246	6,801,465	4,238,781	959,349	395,114	3.13
2018	10,540,074	5,891,634	4,648,440	776,000	189,572	4.81
2017	10,432,779	5,061,871	5,370,908	743,000	345,091	4.94
2016	9,259,375	4,785,464	4,473,911	720,000	446,328	3.84
2015	8,733,843	4,975,176	3,758,667	646,000	515,127	3.24
2014	8,138,436	4,961,871	3,176,565	550,000	266,705	3.89
2013	7,494,617	4,846,636	2,647,981	530,000	288,585	3.23
2012	6,871,827	4,426,574	2,445,253	510,000	318,191	2.95
2011	7,065,625	4,848,884	2,216,741	495,000	327,664	2.69

(1) Operating Revenue includes investment earnings and other miscellaneous income.

(2) Direct Operating Expenses exclude depreciation and amortization.

(3) A large portion of Water and Wastewater Impact Fees may be used to pay debt service.
Impact fee funds are not included in the Net Available for Debt Service figure.

CITY OF MOUNT DORA
PLEDGED REVENUE COVERAGE - CAPITAL IMPROVEMENT BONDS

Table C - 4
Capital Improvement Revenue Bonds (1)(2)
Last Ten Fiscal Years

Fiscal Year	Fire	Utility	Telecommunication	Investment	Available	Debt Service		Coverage
	Assessments	Taxes	Taxes	Earnings (3)	for Debt Service	Principal	Interest	
2020	\$ 2,015,152	\$ 1,592,491	\$ 497,480	\$ 12,764	\$ 4,117,887	\$ 670,000	\$ 895,865	2.63
2019	1,952,675	1,586,210	494,869	49,951	4,083,705	1,184,500	378,188	2.61
2018	-	1,457,012	509,440	18,520	1,984,972	279,100	40,170	6.22
2017	-	1,451,627	580,741	2,556	2,034,924	273,700	45,671	6.37
2016	-	1,415,482	565,519	2,362	1,983,363	268,500	50,937	6.21
2015	-	1,333,916	584,526	2,084	1,920,526	263,000	56,030	6.02
2014	-	1,297,378	604,939	1,675	1,903,992	258,300	61,136	5.96
2013	-	1,237,566	629,995	(1,658)	1,865,903	253,400	66,235	5.84
2012	-	1,233,933	586,993	432	1,821,358	246,800	72,859	5.70
2011	-	1,327,594	530,247	5,088	1,862,929	195,000	181,198	4.95

(1) Includes the Capital Improvement Rev. Refunding Bonds 2011 and Fire Protection Assessment Revenue Bonds, Series 2018

(2) The Capital Improvement Revenue Bonds, Series 2018 (non-Fire Assessment) are secured by pledges of all available revenues. These are considered general obligation bonds and are not included on this schedule

(3) Investment Earnings (Losses) on funds in the Pledged Revenue Fund.

**CITY OF MOUNT DORA
DEMOGRAPHIC AND ECONOMIC STATISTICS**

Table D - 1
Last Ten Calendar Years

Fiscal Year	Population (1)	Personal Income (2)	Per Capita Personal Income (3)	Personal Income Inc. (Dec.)	Unemployment Rate (4)
2020	15,200	\$ 660,060,000	\$ 43,425	2.93%	7.4%
2019	14,928	629,812,320	42,190	4.07%	2.8%
2018	14,536	589,303,976	40,541	5.95%	2.9%
2017	14,421	551,833,986	38,266	1.51%	3.4%
2016	13,949	525,849,402	37,698	5.34%	4.8%
2015	13,167	471,194,262	35,786	2.89%	5.1%
2014	12,949	450,392,118	34,782	0.99%	6.3%
2013	12,693	437,172,306	34,442	3.13%	6.9%
2012	12,557	419,378,686	33,398	2.41%	8.9%
2011	12,370	403,410,440	32,612	5.93%	11.2%

- (1) Bureau of Business and Economic Research, University of Florida.
- (2) The actual per capita personal income for the City is not known. The County's per capita figures are multiplied by the population to determine the total personal income for the City.
- (3) Lake County Office of Economic & Demographic Research
- (4) Per FRED Economic Research

**CITY OF MOUNT DORA
PRINCIPAL EMPLOYERS**

Table D - 2
Latest Year and Ten Years Ago

Employer	2020		
	Number of Employees	Rank	Percent of Total County Employment
Lake County Public Schools	5,648	1	3.77%
Publix Supermarkets	2,238	2	1.49%
Advent Health Waterman	1,730	3	1.15%
UF Health Leesburg Hospital	1,705	4	1.14%
Orlando Health South Lake Hospital (1)	1,431	5	0.95%
Walmart Supercenter	1,000	6	0.67%
Lake County Government	972	7	0.65%
The Villages of Lake Sumter, Inc.	946	8	0.63%
Cornerstone Hospice and Palliative Care, Inc.	805	9	0.54%
Lake County Sheriff's Office	720	10	0.48%

Employer	2011		
	Number of Employees	Rank	Percent of Total County Employment
Lake County Public Schools	4,353	1	3.20%
Villages of Lake-Sumter, Inc.	2,220	2	1.63%
Leesburg Regional Medical Center	1,870	3	1.37%
Florida Hospital / Waterman, Inc.	1,400	4	1.03%
Embarq (formerly Sprint)	811	5	0.60%
Casmin Incorporated	800	6	0.59%
Lake County Government	690	7	0.51%
Lake County Sheriff's Department	585	8	0.43%
G & T Conveyor Company, Inc.	550	9	0.40%
Bailey Industries	509	10	0.37%

Source: Lake County, FL Comprehensive Annual Financial Report

Note: Figures are for the entire Lake County and not just for the City

CITY OF MOUNT DORA
FULL-TIME EQUIVALENT EMPLOYEES BY FUNCTION / PROGRAM

Table E - 1, Part 1
Last Five Fiscal Years

	Fiscal Year				
	2020	2019	2018	2017	2016
General Government					
Administration	8.50	8.44	8.25	7.50	7.40
Finance	25.98	23.90	24.50	22.70	21.77
Planning	5.37	4.12	4.12	3.12	3.12
Building Maintenance	6.50	6.00	12.40	11.40	9.10
Facility Care	5.70	5.70	8.15	0.00	0.00
Public Safety					
Police	55.25	53.50	49.58	44.01	44.01
Police Communications	9.45	9.45	9.40	8.88	8.88
Fire	41.80	40.80	28.80	26.40	25.40
Physical Environment					
Electric	12.92	12.22	11.73	11.03	11.35
Water / Wastewater	34.51	33.51	30.17	30.17	29.15
Sanitation	1.28	1.38	1.23	1.23	1.25
Stormwater	5.51	6.08	3.53	3.53	3.15
Cemetery	1.88	2.25	2.35	1.85	1.85
Transportation					
Roads and Streets	8.90	9.23	8.10	8.15	8.18
Engineering	1.13	1.13	0.55	0.90	0.93
Economic Development					
Economic Development	2.00	1.00	0.00	0.00	0.00
Culture and Recreation					
Library Services	12.88	13.00	10.92	9.92	9.84
Recreation	9.75	7.75	8.62	7.70	7.70
Parks Maintenance	7.00	7.20	7.45	6.75	6.75
Other					
CRA	4.90	4.90	4.78	4.20	3.55
NECRA	2.10	2.10	2.10	1.95	1.95
Protective Inspections	7.38	7.38	6.30	4.23	4.23
Motorpool	0.00	0.00	0.00	0.00	0.00
Total	<u>270.69</u>	<u>261.04</u>	<u>243.03</u>	<u>215.62</u>	<u>209.55</u>

Source: City Finance Department - Annual Budget 19-20

Note: Police Officers and Firefighters shown as 1 FTE even though they work in excess of 2,080 hours per year.

CITY OF MOUNT DORA
FULL-TIME EQUIVALENT EMPLOYEES BY FUNCTION / PROGRAM

Table E - 1, Part 2
Previous Five Fiscal Years

	Fiscal Year				
	2015	2014	2013	2012	2011
General Government					
Administration	7.25	7.10	7.10	5.50	5.50
Finance	19.17	18.80	18.80	18.60	18.60
Planning	3.26	3.26	3.26	3.26	3.26
Building Maintenance	9.10	8.30	8.30	7.70	7.20
Facility Care	0.00	0.00	0.00	0.00	0.00
Public Safety					
Police	42.72	40.46	40.46	41.46	42.46
Police Communications	8.87	8.63	8.63	8.63	8.63
Fire	25.25	25.25	25.25	25.00	25.00
Physical Environment					
Electric	11.30	11.00	11.05	11.05	11.05
Water / Wastewater	31.10	32.20	31.53	30.30	30.20
Sanitation	1.20	1.23	1.28	1.25	1.25
Stormwater	3.15	4.15	4.15	4.00	3.80
Cemetery	1.85	1.85	1.85	1.85	2.35
Transportation					
Roads and Streets	8.00	8.20	8.75	8.55	8.55
Engineering	0.90	0.85	0.85	0.85	1.15
Economic Development					
Economic Development	0.00	0.00	0.00	0.00	0.00
Culture and Recreation					
Library Services	9.84	9.35	9.35	9.35	9.35
Recreation	7.03	6.36	6.56	5.36	6.26
Parks Maintenance	6.75	7.25	7.25	7.25	7.25
Other					
CRA	3.55	4.00	4.00	4.00	4.00
NECRA	1.95	1.50	1.50	1.50	1.50
Protective Inspections	4.24	4.84	5.24	5.24	7.24
Motorpool	0.35	0.85	1.56	1.56	1.56
Total	<u>206.83</u>	<u>205.43</u>	<u>206.72</u>	<u>202.26</u>	<u>206.16</u>

Source: City Finance Department - Annual Budget

Note: Police Officers and Firefighters shown as 1 FTE even though they work in excess of 2,080 hours per year.

CITY OF MOUNT DORA
CAPITAL ASSET STATISTICS BY FUNCTION / PROGRAM
Table E -2

	Fiscal year				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Schools *					
Elementary	2	2	2	2	2
Junior/Senior High	1	1	1	1	1
Fire					
Stations	2	2	2	2	2
Firefighters	39	35	23	22	21
Response Vehicles	4	4	4	4	4
Parks and Recreation					
Park Acreage	216	216	216	216	216
Sports Fields & Courts Operated	16	16	16	16	16
City Facilities Operated	40	40	40	40	40
Police					
Stations	1	1	1	1	1
Officers **	38	38	38	35	35
Patrol Vehicles	38	38	38	40	38

	Fiscal year				
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Schools *					
Elementary	2	2	2	2	2
Junior/Senior High	1	1	1	1	1
Fire					
Stations	2	2	2	2	2
Firefighters	21	21	22	21	21
Response Vehicles	4	4	4	4	4
Parks and Recreation					
Park Acreage	216	216	216	216	216
Sports Fields & Courts Operated	16	16	16	16	16
City Facilities Operated	40	40	40	40	40
Police					
Stations	1	1	1	1	1
Officers **	34	32	32	32	33
Patrol Vehicles	35	33	34	34	35

* Public schools owned and operated by Lake County School Board
** Sworn officers

Information is from Lake County and City Budget

CITY OF MOUNT DORA
OPERATING INDICATORS BY FUNCTION / PROGRAM

Table E - 3

For Fiscal Years Ending September 30,

	2020	2019	2018	2017	2016
Water/Wastewater System					
Number of Water Accounts	9,809	5,778	9,401	9,191	9,388
Average Daily Consumption (in Gallons*)	2,581,842	2,481,822	2,292,418	3,085	3,244
Number of Wastewater Accounts	7,358	7,189	6,869	6,652	6,831
Average Daily Consumption (in Gallons*)	1,751,935	1,695,537	1,778,062	2,332	2,320
Number of Reclaimed Water Accounts	1,898	1,776	1,638	1,562	1,437
Average Daily Consumption (in Gallons*)	1,789,672	1,606,730	1,516,003	1,980	1,846
*Water/Wastewater consumption measured in gallons starting FY17-18.					
Electric					
Energy Purchased (kWh)	92,353,809	94,100,629	92,214,603	89,968,777	94,373,633
Annual Peak Demand (kW)	22,871	23,016	23,079	22,199	23,284
Avg. Number of Accounts - Total	5,906	5,882	5,890	5,851	5,823
Energy Sales (kWh) - Total	89,045,887	91,242,633	88,640,204	86,948,531	90,205,112
Avg. Monthly Non-Demand Consumption (kWh).	1,095	1,158	1,015	1,026	1,140
Planning					
Total Building permits issued	1,653	1,452	1,522	1,230	1,262
Total Value of Construction (Thousands)	\$ 45,422	\$ 62,883	\$ 43,662	\$ 69,665	\$ 36,204
Number Planning Docket Items	46	44	60	37	22
Historic Preservation					
Number Historic properties reviewed	39	51	88	47	32
Cost of Improvements made to:					
Historic Commercial Properties	2,138,736	848,309	\$ 386,744	\$ 181,227	\$ 210,218
Historic Residential Properties	2,166,727	1,123,147	\$ 623,758	\$ 224,232	\$ 162,100
Police					
Physical Arrests (Excl. DUI / DWI)	601	631	297	645	622
Warrant Arrests	101	21	121	0	0
Filed with SAO	763	90	52	0	0
DUI / DWI Arrests	15	16	18	22	43
Emergency Calls	9775	3,254	4,922	4,692	4,128
Incident Reports	2268	2,136	2,413	2,832	2,692
Traffic Stops	4316	9,610	9,298	9,649	8,713
Traffic Tickets	933	900	1,086	1,656	2,131
Accident (Crash) Reports	1032	1,103	1,099	1,079	863
*There is a drastic change in these number for FY 2019-20 due to a more accurate way of tracking.					
Fire					
Fire/Rescue Calls	3651	5,306	4,648	7,381	3,492
Total Number of Inspections	1563	2,063	1,418	1,312	1,811
Total Number of Building Fire Calls	103	102	79	96	20
Parks and Recreation					
Recreation Programs	72	101	73	34	32
Program Attendance	2073	4,306	4,306	17,877	17,556
Aquatic Programs	3	67	29	26	296
Aquatic Program Attendance**	89	6,281	4,582	455	6,987
**Please note 2018 numbers may have changed drastically due to more accurate way of tracking participation.					
Library					
Registered Borrowers	11,979	12,571	15,872	13,855	13,874
Volumes in Collection	71,804	72,436	76,015	78,360	84,305
Total Annual Circulation	248,791	268,306	223,593	199,856	227,095
Library Visits	184,726	315,256	301,585	273,038	329,411

Information is from the City's internal information

*Water/Wastewater consumption measured in gallons starting FY17-18

FY 2019-20 numbers are down in several areas due to COVID-19

CITY OF MOUNT DORA
OPERATING INDICATORS BY FUNCTION / PROGRAM

Table E - 3

	For Fiscal Years Ending September 30,				
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Water/Waterwater System					
Number of Water Accounts	8,776	8,652	8,369	8,142	8,019
Average Daily Consumption (in Hcf)	3,144	3,242	3,152	3,291	3,850
Number of Wastewater Accounts	6,304	6,154	5,901	5,709	5,537
Average Daily Consumption (in Hcf)	2,150	1,919	1,859	1,866	1,855
Number of Reclaimed Water Accounts	1,336	1,274	1,142	1,425	N/A
Average Daily Consumption (in Hcf)	1,692	1,625	1,527	1,022	N/A
Electric					
Energy Purchased (kWh)	92,269,405	90,977,383	88,435,395	88,072,494	94,304,554
Annual Peak Demand (kW)	22,174	21,765	21,783	20,712	22,987
Avg. Number of Accounts - Total	5,759	5,721	5,706	5,691	5,691
Energy Sales (kWh) - Total	87,912,404	88,296,418	84,496,597	84,364,970	89,857,216
Average Monthly Consumption (kWh)	3,102	2,769	2,650	2,963	2,845
Planning					
Total Building permits issued	1,147	969	956	861	786
Total Value of Construction (Thousands)	\$ 33,960	\$ 34,474	\$ 32,875	\$ 15,182	\$ 25,197
Number Planning Docket Items	24	17	28	29	30
Historic Preservation					
Number Historic properties reviewed	30	19	14	13	11
Cost of Improvements made to:					
Historic Commercial Properties	\$ 192,110	\$ 124,950	\$ 95,862	\$ 68,423	\$ 103,000
Historic Residential Properties	\$ 165,800	\$ 408,925	\$ 148,048	\$ 401,565	\$ 93,175
Police					
Physical Arrests (Excl. DUI / DWI)	510	521	546	1,064	609
Warrant Arrests	0				
Filed with SAO	0				
DUI / DWI Arrests	17	54	56	60	51
Emergency Calls	4,379	4,373	4,251	5,336	7,478
Incident Reports	2,466	1,809	1,916	2,128	2,076
Traffic Stops	8,700	6,998	4,790	4,782	5,340
Traffic Tickets	2,103	3,720	2,886	2,930	2,911
Accident (Crash) Reports	570	743	510	494	505
Fire					
Fire/Rescue Calls	3,489	3,579	3,358	3,339	3,440
Total Number of Inspections	1,796	1,118	757	1,049	836
Total Number of Building Fire Calls	12	19	13	14	6
Parks and recreation					
Recreation Programs	36	27	26	22	20
Program Attendance	16,109	15,231	14,787	8,807	8,508
Aquatic Programs	289	273	0	0	0
Aquatic Programs Attendance	6,052	5,967	0	0	0
Library					
Registered Borrowers	12,403	10,100	17,609	17,601	18,351
Volumes in Collection	84,647	84,464	85,360	83,839	84,907
Total Annual Circulation	235,598	238,496	250,597	2,225,068	286,672
Library Visits	329,614	326,693	251,080	227,246	286,413

Information is from City internal information

**ADDITIONAL ELEMENTS OF REPORT PREPARED IN
ACCORDANCE WITH THE PROVISIONS OF *GOVERNMENT
AUDITING STANDARDS, UNIFORM GUIDANCE, AND THE
RULES OF THE AUDITOR GENERAL, STATE OF FLORIDA***

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2020
CITY OF MOUNT DORA, FLORIDA**

	<u>Grant/Contract Number</u>	<u>CFDA/ CSFA Number</u>	<u>Expenses</u>
<u>Federal Awards</u>			
U.S. Department of Justice			
Direct:			
Bulletproof Vest Partnership	2019BUBX19099506	16.607	\$ 5,174
Indirect:			
Passed through Florida Department of Law Enforcement			
Gun Safes	2019-JAGD-LAKE-5-N3-077	16.738	2,711
Community Outreach Activity Trailer	2019-JAGC-LAKE-9-N2-133	16.738	4,000
CFDA 16.738 Subtotal			<u>6,711</u>
Total U.S. Department of Justice			<u>11,885</u>
U.S. Department of Treasury			
Indirect:			
Passed through Florida Department of Emergency Management from Lake County:			
Coronavirus Relief Fund (CARES Act)	Y2267	21.019	1,309,371
Total U.S. Department of Treasury			<u>1,309,371</u>
U.S. Department of Homeland Security			
Direct:			
Staffing for Adequate Fire and Emergency Response	EMW-2017-FH-00518	97.083	328,885
Total U.S. Department of Homeland Security			<u>328,885</u>
Total Expenditures of Federal Awards			<u>1,650,141</u>
<u>State Financial Assistance</u>			
Florida Department of Environmental Protection			
Clean Water State Revolving Fund Construction Loan Agreement	WW351490	37.077	316,960
Clean Water State Revolving Fund Construction Loan Agreement	WW351470	37.077	669,341
Subtotal CSFA 37.077			<u>986,301</u>
Drinking Water State Revolving Fund Construction Loan Agreement	DW3514A0	37.076	615,567
Land and Recreation Grants	A1017 / A21017	37.017	147,487
Passed through from St Johns River Water Management District:			
Florida Springs Grant Program		37.052	25,078
Total Florida Department of Environmental Protection			<u>1,774,433</u>
Florida Department of State and Secretary of State			
Historical Preservation Grants	0H111	45.031	45,856
Florida Department of Transportation			
Economic Development Transportation Fund	G0N81	55.032	160,059
Total Expenditures of State Financial Assistance			<u>1,980,348</u>
Total Expenditures of Federal Awards and State Financial Assistance			<u>\$ 3,630,489</u>

**CITY OF MOUNT DORA, FLORIDA
NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2020**

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards and state financial assistance includes the state award activity of the City of Mount Dora, Florida, and is presented on the modified accrual basis of accounting.

The City did not elect to use the 10% de minimis indirect cost rate in Section 200.44, Indirect (F&A) Costs, of the Uniform Guidance.

CITY OF MOUNT DORA, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS -
FEDERAL AWARDS AND STATE PROJECTS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

Summary of Auditor's Results

1. The independent auditor's report expresses an unmodified opinion on the financial statements of the City of Mount Dora, Florida (the City).
2. The audit did not report any material weaknesses. A significant deficiency was identified during the audit of the financial statements as reported in the 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*.
3. There were no instances of non-compliance identified during the audit of the financial statements reported in the 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*.
4. The audit disclosed a significant deficiency in internal control over major federal programs or state projects as described in finding 2020-01 below.
5. The report on compliance for the major federal programs and state projects expresses an unmodified opinion.
6. The audit disclosed finding 2020-01 below that was required to be reported in accordance with the Uniform Guidance and Chapter 10.550, *Rules of the Auditor General*.
7. The programs tested as major federal program and state financial assistance projects included:

Federal Programs	<u>CFDA No.</u>
Coronavirus Relief Fund	21.019

State Projects	<u>CSFA No.</u>
Wastewater Treatment Facility Construction	37.077

8. The threshold for distinguishing Type A and B programs was \$750,000 for federal programs and \$750,000 for state projects.
9. The City did not qualify as a low risk auditee for federal grant programs.

**CITY OF MOUNT DORA, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS -
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2020**

Findings and Questioned Costs for Major Federal Programs and State Projects

The audit disclosed a finding below for state projects to be reported under Chapter 10.550, *Rules of the Auditor General*. The audit did not disclose any findings required to be reported in accordance with the Uniform Guidance.

2020-01 – State Revolving Fund (SRF) Project Tracking

Condition—The *Florida Single Audit Act* requires that local governments who receive or expend state financial assistance must prepare a Schedule of Expenditures of State Financial Assistance. Florida Department of Financial Services rules include loans as part of expenditures to be reported on the Schedule of Expenditures of State Financial Assistance. The City had several on-going projects which are financed by State Revolving Fund (SRF) loans. Although, the City had all of the SRF loans properly booked, they did not fully capture all SRF expenditures when preparing the Schedule of Expenditures of State Financial Assistance. The City did not properly include several SRF yearend payables in the calculation. The City correctly booked the payables, but they were mistakenly left off the Schedule of Expenditures of State Financial Assistance. This resulted in an adjustment to the Schedule to increase expenditures.

Effect—The auditee is responsible for the accuracy of the Schedule of Expenditures of State Financial Assistance. If we had not identified the errors, the Schedule submitted would not have been accurately presented in accordance with the *State Single Audit Act*.

Recommendation—We recommend that management reviews their policies and procedures over the preparation of the Schedule of Expenditures of State Financial Assistance and adjust accordingly. See management's response and corrective action plan.

Status of Prior Audit Findings

The prior year finding 2019-01 as required to be reported in accordance with the Uniform Guidance and Chapter 10.550, *Rules of the Auditor General* has been corrected.

**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND STATE PROJECT
AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE
AND CHAPTER 10.550, RULES OF THE AUDITOR GENERAL**

Honorable Mayor and Members of the City Council
City of Mount Dora, Florida
Mount Dora, Florida

Report on Compliance for Each Major Federal Award and State Project

We have audited the City of Mount Dora, Florida's (the City's) compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* and the requirements described in the Department of Financial Services' *State Projects Compliance Supplement*, that could have a direct and material effect on each of the City's major federal programs and state projects for the year ended September 30, 2020. The City's major federal programs and state projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the Federal and State statutes, regulations, and the terms and conditions of its Federal awards and State projects.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major Federal programs and 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; the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and Chapter 10.550, *Rules of the Auditor General*. Those standards, the Uniform Guidance and Chapter 10.550, *Rules of the Auditor General*, require that we plan and perform the audit to obtain reasonable assurance about whether non-compliance with the types of compliance requirements referred to above that could have a direct and material effect on a major Federal program or State project occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program and 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 Federal program and State projects for the year ended September 30, 2020.

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Honorable Mayor and Members of the City Council
City of Mount Dora, Florida
Mount Dora, Florida

**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND STATE PROJECT
AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE
AND CHAPTER 10.550, RULES OF THE AUDITOR GENERAL**

Report on Internal Control Over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on each major Federal program or State project to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major Federal program and State project and to test and report on internal control over compliance in accordance with the Uniform Guidance and Chapter 10.550, *Rules of the 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 the City's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, non-compliance with a type of compliance requirement of a Federal program or 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 non-compliance with a type of compliance requirement of a Federal program or 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 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 and, therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we did identify a deficiency in internal control over compliance, described as finding 2020-01 in the Schedule of Findings and Questioned Costs.

Purpose

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



March 31, 2021
Gainesville, Florida

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

Honorable Mayor and
Members of the City Council
City of Mount Dora, Florida
Mount Dora, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Mount Dora, Florida (the City) as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report there on dated March 31, 2021.

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) as a basis for designing 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 was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify a deficiency in internal control, described below as item 2020-02 that we consider to be a significant deficiency.

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Honorable Mayor and
Members of the City Council
City of Mount Dora, Florida
Mount Dora, Florida

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

2020-02 – Timeliness of Financial Closing and Reporting

Condition—At commencement of final fieldwork, we noted that there were several large areas still requiring adjustment. Management noted that these areas were still in process and adjustments were to be provided. The City subsequently provided adjustments to these areas. This resulted in significant updates to the original trial balance as well as a delay in the completion of final fieldwork. We also did identify several areas requiring additional clean up.

Effect—At the commencement of final fieldwork, all significant areas should be completed in order to limit the need for a large volume of subsequent journal entries. This reduces the chance of errors and helps ensure a timely completion of the audit process.

Recommendation—We recommend management reviews policies and procedures in relation to the closing process in order to improve the timeliness of financial close and reporting.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, grant agreements, and contracts, non-compliance with which could have a direct and material effect on the financial statements. 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 non-compliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the City in a separate letter dated March 31, 2021.

City of Mt. Dora, Florida's Response to Findings

The City's response to the findings identified in our audit is described in the accompanying management response letter. The City's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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.



March 31, 2021
Gainesville, Florida

**INDEPENDENT ACCOUNTANT'S REPORT ON COMPLIANCE
WITH FLORIDA STATUTE SECTION 218.415 – INVESTMENT OF PUBLIC FUNDS**

Honorable Mayor and
Members of the City Council
City of Mount Dora, Florida
Mount Dora, Florida

We have examined the City of Mount Dora, Florida's (the City) compliance with Section 218.415, Florida Statutes, during the fiscal year ended September 30, 2020. City management is responsible for the City's compliance with those requirements. Our responsibility is to express an opinion on the City's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the City complied in all material respects, with the requirements referenced above. An examination involves performing procedures to obtain evidence about whether the City complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgement, including an assessment of the risks of material non-compliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide reasonable basis for our opinion.

Our examination does not provide a legal determination on the City's compliance with specified requirements.

In our opinion, the City complied, in all material respects, with the aforementioned requirements for the fiscal year ended September 30, 2020.

This report is intended solely for the information and use of the Florida Auditor General, the City Council, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.



March 31, 2021
Gainesville, Florida



**CITY OF
MOUNT
DORA**

OFFICE OF THE CITY MANAGER

City Hall
510 N. Baker St.
Mount Dora, FL 32757

Office of the City Manager
352-735-7126
Fax: 352-735-4801

Finance Department
352-735-7118
Fax: 352-735-1406

Human Resources
352-735-7106
Fax: 352-735-9457

Planning and Development
352-735-7112
Fax: 352-735-7191

City Hall Annex
900 N. Donnelly St.
Mount Dora, FL 32757

Parks and Recreation
352-735-7183
Fax: 352-735-3681

Public Safety Complex
1300 N. Donnelly St.
Mount Dora, FL 32757

Police Department
352-735-7130
Fax: 352-383-4623

Fire Department
352-735-7140
Fax: 352-383-0881

Public Works Complex
1250 N. Highland St.
Mount Dora, FL 32757
352-735-7151
Alt. Tel: 352-735-7105
Fax: 352-735-1539
Alt. Fax: 352-735-2892

W. T. Bland Public Library
1995 N. Donnelly St.
Mount Dora, FL 32757
352-735-7180
Fax: 352-735-0074

Website:
www.cityofmoundora.com

March 25, 2021

The City of Mount Dora, Florida has complied with Section 163.31801 of Florida Statutes regarding accounting and reporting of impact fee collections and expenditures.

Robin R. Hayes
City Manager

Jonathan C. McKinney
Finance Director

STATE OF FLORIDA
COUNTY OF LAKE

I HEREBY CERTIFY that on this day, before me, an officer duly authorized in the State and County aforesaid to take acknowledgments, personally appeared Robin R. Hayes and Jonathan C. McKinney, whom I know personally and whom executed the foregoing instrument and acknowledged before me that they executed the same.

WITNESS my hand and official seal in the County and State last aforesaid this 25th day of March 2021



(Seal/Stamp)
(Commission Expiration Date)

Notary Public
State of Florida at Large

MANAGEMENT LETTER

Honorable Mayor and
Members of the City Council
City of Mount Dora, Florida
Mount Dora, Florida

Report on the Financial Statements

We have audited the financial statements of the City of Mount Dora, Florida (the City) as of and for the fiscal year ended September 30, 2020, and have issued our report thereon dated March 31, 2021.

Auditor's Responsibility

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

Other Reporting Requirements

We have also issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditor's Report on Compliance for Each Major Federal Program and State Project and Report on Internal Control over Compliance; Schedule of Findings and Questioned Costs, and our Independent Accountant's Report on an examination conducted in accordance with AICPA Professional Standards, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Auditor General*. Disclosures in those reports, which are dated March 31, 2021, 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. Corrective actions have been taken to address findings and recommendations made in the preceding financial audit report.

Official Title and Legal Authority

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

CERTIFIED PUBLIC ACCOUNTANTS

Gainesville | Ocala | Tallahassee | Sarasota | Orlando | Lakeland

purvisgray.com

Members of American and Florida Institutes of Certified Public Accountants

An Independent Member of the BDO Alliance USA

Honorable Mayor and
Members of the City Council
City of Mount Dora, Florida
Mount Dora, Florida

MANAGEMENT LETTER

Financial Condition and Management

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

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

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

Special District Component Units

Section 10.554(1)(i)5.d., *Rules of the Auditor General*, requires that we determine whether or not a special district that is a component unit of a county, municipality, or special district, provided the financial information necessary for proper reporting of the component unit, within the audited financial statements of the county, municipality, or special district in accordance with Section 218.39(3)(b), Florida Statutes. In connection with our audit, we determined that all special district component units provided the necessary information for proper reporting in accordance with Section 218.39(3)(b), Florida Statutes.

Other Matters

Section 10.554(1)(i)3., *Rules of the Auditor General*, requires that we address non-compliance 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 statement that is less than material but which warrants the attention of those charged with governance. In connection with our audit, we did not have any such findings.

Purpose of this Letter

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



March 31, 2021
Gainesville, Florida



CITY OF MOUNT DORA

OFFICE OF THE CITY MANAGER

City Hall
510 N. Baker St.
Mount Dora, FL 32757

Office of the City Manager
352-735-7126
Fax: 352-383-4801

Customer Service
352-735-7105
Fax: 352-735-2892

Finance Department
352-735-7118
Fax: 352-735-1406

Human Resources
352-735-7106
Fax: 352-735-9457

Planning and Development
352-735-7112
Fax: 352-735-7191

City Hall Annex
900 N. Donnelly St.
Mount Dora, FL 32757

Parks and Recreation
352-735-7183
Fax: 352-735-3681

Public Safety Complex
1300 N. Donnelly St.
Mount Dora, FL 32757

Police Department
352-735-7130
Fax: 352-383-4623

Fire Department
352-735-7140
Fax: 352-383-0881

Public Works Complex
1250 N. Highland St.
Mount Dora, FL 32757
352-735-7151
Fax: 352-735-1539

W. T. Bland Public Library
1995 N. Donnelly St.
Mount Dora, FL 32757
352-735-7180
Fax: 352-735-0074

Website:
www.cityofmountdora.com

March 31, 2021

Ms. Sherill F. Norman, CPA
Auditor General
State of Florida
Post Office Box 1735
Tallahassee, Florida 32302

Dear Ms. Norman:

Thank you for the opportunity to respond to the recommendations made by our independent auditors, Purvis Gray & Company LLP, in connection with their audit of the City of Mount Dora for the fiscal year ending September 30, 2020. This response is offered pursuant to the provisions of Section 218.39(6), Florida Statutes which provide for "The officer's written statement of explanation or rebuttal concerning the auditor's findings, including corrective action to be taken".

Audit Report Finding Number 2020-01 – State Revolving Fund (SRF) Project Tracking

Condition—The Florida Single Audit Act requires that local governments who receive or expend state financial assistance must prepare a Schedule of Expenditures of State Financial Assistance. Florida Department of Financial Services rules include loans as part of expenditures to be reported on the Schedule of Expenditures of State Financial Assistance. The City had several on-going projects which are financed by State Revolving Fund (SRF) loans. Although, the City had all of the SRF loans properly booked, they did not fully capture all SRF expenditures when preparing the Schedule of Expenditures of State Financial Assistance. The city did not properly include several SRF yearend payables in the calculation. The city correctly booked the payables, but they were mistakenly left off the Schedule of Expenditures of State Financial Assistance. This resulted in an adjustment to the Schedule to increase expenditures.

Effect—The auditee is responsible for the accuracy of the Schedule of Expenditures of State Financial Assistance. If we had not identified the errors, the Schedule submitted would not have been accurately presented in accordance with the State Single Audit Act.

Recommendation—We recommend that management reviews their policies and procedures over the preparation of the Schedule of Expenditures of State Financial Assistance and adjust accordingly. See management's response and corrective action plan.

Corrective Action: Finance has adopted thru the City Council a Grants Management Policy that will help address what projects or portions of projects that are grant funded. This policy requires the Departments to provide to Finance in a timely manner all correspondence between grantor agencies to assure that we have properly captured all expenditures that might be required to be reported on the Schedule of Expenditures of State Financial Assistance.

Audit Report Finding Number 2020-02 – Timeliness of Financial Closing and Reporting

Condition – At commencement of final fieldwork, we noted that there were several large areas still requiring adjustment. Management noted that these areas were still in process and adjustments were to be provided. The City subsequently provided adjustments to these areas. This resulted in significant updates to the original trial balance as well as a delay in the completion of final fieldwork. We also did identify several significant adjustments as a result of audit procedures.

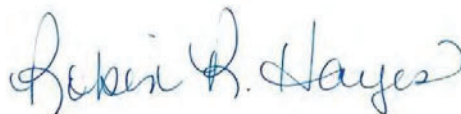
Effect – At the commencement of final fieldwork, all significant areas should be completed in order to limit the need for a large volume of subsequent journal entries. This reduces the chance of errors and allows management to perform an effective review of final amounts prior to commencement of the audit.

Recommendation—We recommend management reviews policies and procedures in relation to the closing process in order to improve the timeliness of financial close and reporting.

Corrective Action – The Finance Department while inexperienced, have a willingness to learn. The Finance Director's position was filled during this Fiscal Year just prior to the COVID-19 Pandemic hit our community. Staff were required to work remotely and we saw several positions turn over which effected our abilities within the department. Subsequent to fiscal year end, experienced staff has been hired and do not foresee financial closing and reporting to be an issue.

As always, should you have any questions or require any additional information, please contact me.

Sincerely,

A handwritten signature in blue ink that reads "Robin R. Hayes". The signature is written in a cursive, flowing style.

Robin R. Hayes
City Manager
City of Mount Dora, Florida