The City of Altamonte Springs, Florida

Annual Comprehensive Financial Report

For the Year Ended September 30, 2021

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The City of
Altamonte Springs, Florida

Annual Comprehensive Financial Report

For the Year Ended
September 30, 2021

Prepared By:
Department of Finance

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City of Altamonte Springs, Florida

Annual Comprehensive Financial Report

Fiscal Year Ended September 30, 2021

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March 15, 2022
To the Mayor and City Commission
City of Altamonte Springs, Florida

It is our pleasure to submit the Annual Comprehensive Financial Report (ACFR) of the City of Altamonte Springs, Florida (the "City") for the fiscal year ended September 30, 2021. This report meets the legal requirements of the City Charter, Florida Statutes, and the Rules of the Auditor General, as well as continuing in the City's long tradition of full financial disclosure. The report was prepared by the City's Finance Department and is the City's official report of the City's financial position and operations.

Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. We believe the data, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the City as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information for preparation of the City's financial statements in conformity with generally accepted accounting principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the City's framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City's financial statements have been audited by MSL, P.A., a firm of licensed certified public accountants. Such an independent audit is required by law. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City's fiscal year ended September 30, 2021, 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 independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City's financial statements for the fiscal

year ended September 30, 2021, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

Generally accepted accounting principles require management to provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of the 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 the same. The City's MD&A can be found immediately following the report of the independent auditors.

Profile of the City

The City is a municipal government providing a full range of services, including police protection, sanitation, road maintenance, water and sewer operations, parks and recreation, planning and community development, and inherent support activities. The City was established in 1920. With the adoption of a new charter in 1980 the City converted from a strong mayor to a commission/strong city manager form of government, the structure which remains in place today. The four City Commissioners are elected for staggered two-year terms and the Mayor is elected for a three-year term. The City Manager is appointed by the City Commission and serves at its pleasure. The City Commission is governed by the City Charter and by state and local laws and regulations. The City Commission is responsible for policy issues, such as the budget, ordinances, etc. The City Manager is responsible for all operations of the City. The structure of the City is similar to a corporate board and a chief executive officer.

The City, located in central Florida, is part of the greater Orlando metropolitan area. With a population of over 45,000, the City is one of the largest in the metropolitan Orlando area. The City is primarily a retail, office and residential community with a smattering of light industry and light commercial. The City has consistently been recognized in both articles and awards as a progressive leader amongst local governments in the United States. Ongoing input from both residents and the business community indicate they are pleased with the quantity, quality and efficiency of the City government, and both groups indicate that they are happy to be located in Altamonte Springs.

The annual budget serves as the foundation for the City's financial planning and control. All departments of the City are required to submit budget requests to the City Finance Department on or about May 1st each year. The Finance Department reviews and edits the requests and prepares a draft department requested budget. This draft budget is submitted to the City Manager.

In mid to late May of each year the City Manager meets with each department director to review the requested budget. Using the submitted requested budget and the information from meeting with each department director, the City Manager develops a recommended budget. The City Manager submits the recommended budget to the City Commission on or about July 1st of each year.

During the summer the City Manager and the City Commission hold a working meeting to review the recommended budget. During this working meeting the City Manager presents the recommended budget.

The adopted budget is prepared by fund, function (e.g., public safety), and department (e.g., police). Department heads may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of the City Manager. Changes in the total fund budget require City Commission approval.

Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the General Fund, Stormwater Management Fund, and American Rescue Plan Act Fund (major funds) this comparison is presented as part of the basic financial statements for the governmental funds. For other governmental funds with adopted annual budgets this comparison is presented in the governmental fund subsection of this report.

The City Commission holds public hearings on the proposed budget in September of each year and adopts a final budget no later than September 30th, the close of the City's fiscal year.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered in the broader perspective of the specific environment within which the City operates. The basic financial statements focus on the City's financial *position*, which is best appreciated in the broader context of the City's financial *condition*. The concept of financial *position* focuses on the City's existing resources and claims on those resources. The concept of financial *condition*, on the other hand, focuses on both existing *and future* resources and claims on those resources. Consequently, financial position is an essential component of financial condition, which is the broader of the two concepts. The following items, when taken in conjunction with the *Notes to the Financial Statements* and *Management's Discussion and Analysis*, help provide this broader context by furnishing information useful in assessing the City's financial condition.

The Pandemic

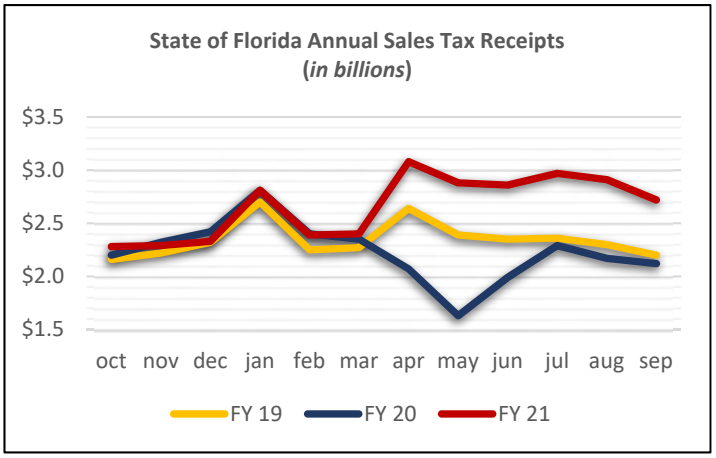
In Florida, state and local governments rely heavily on taxes generated from retail sales as well as on revenues from year over year growth. The pandemic hit these revenues especially hard. City revenues directly tied to economic activity in 2019, the year before the pandemic began, totaled $13.76 million. These same revenues in 2020, the worst part of the pandemic, fell to $10.95 million, a 20% drop. Fortunately, during 2021 we saw a significant return of economic activity reflected in a 19% increase in these revenues rising to $13.08 million for the 2021 fiscal year. An improvement over 2020 but something like $1.5 million less than what would be expected with even modest growth.

The specific revenues most affected are depicted in the table below.

Pandemic Effect on Selected Revenues
(in millions)

	2019	2020	2021	increase (decrease) amount	increase (decrease) percentage
sales tax	$ 8.37	$ 7.89	$ 8.80	$ 0.91	12%
impact and connection fees	1.84	0.91	2.03	1.12	123%
building permits and fees	2.03	1.49	1.48	(0.01)	-1%
recreation fees	1.15	0.52	0.77	0.25	48%
utility penalties	0.37	0.14	-	(0.14)	-100%
	$ 13.76	$ 10.95	$ 13.08	$ 2.13	19%
variance from prior year		$ (2.81)	$ 2.13		
		-20%	19%		

State-wide sales tax revenues for fiscal year 2019 (the last full pre-pandemic year) were $28.16 billion. With the pandemic taking a tight grip on the economy these revenues fell 5% ($1.39 billion) in fiscal year 2020. Fortunately, sales tax revenues rose 19% from fiscal year 2020 to 2021, actually exceeding the 2019 amounts. The City's sales tax revenues for 2021 at $8.8 million actually exceeded the 2019 receipts.



Revenues other than sales taxes affected by the pandemic experienced even wider swings. These revenues totaled $5.39 million in fiscal year 2019, fell 43% to $3.06 million in 2020, and rose 40% to $4.28 million in 2021.

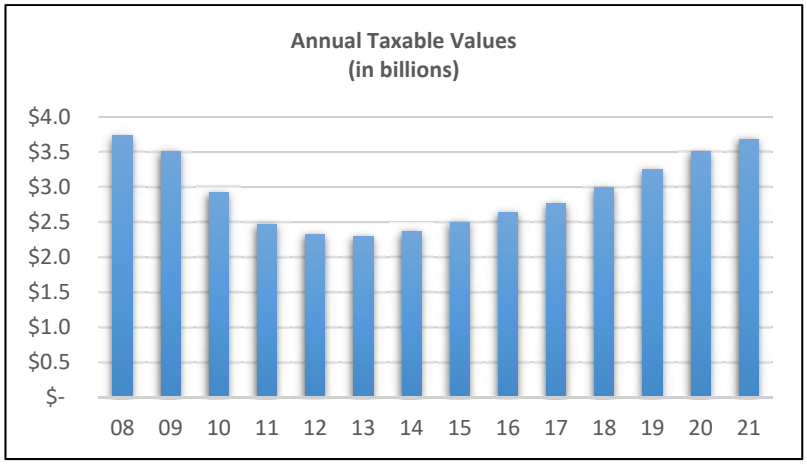
In response to the pandemics effect on state and local governments the Federal government enacted the American Rescue Plan Act (ARPA), signed into law on March 11, 2021. Among other things, this bill includes money for the longer-term economic effects of the pandemic on state and local governments. The City has been allocated $22.1 million from this source. The City received half of this allocation ($11.05 million) in September 2021. The balance is expected in twelve months. The City has adopted a spending plan for the use of these funds a summary of which appears in the accompanying table. These funds must be expended fairly rapidly as the authorization expires December 31, 2024. The City recognized $530,000 as current revenues for fiscal year 2021. There is little doubt these federal funds will have a positive effect on the City's future financial condition.

American Rescue Plan Act City Spending Plan	
Existing projects	$ 1.0 million
Joint City-County projects	1.5 million
Infrastructure	11.3 million
Revenue replacement	6.3 million
Administrative overhead	2.0 million
Total	$ 22.1 million

Economic Condition and Outlook

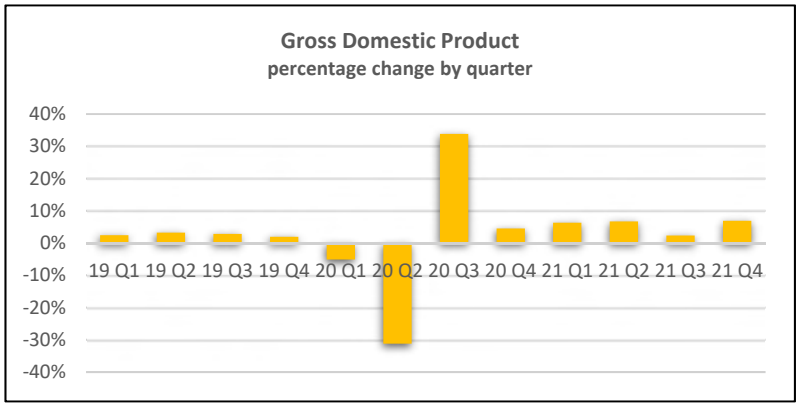
Altamonte Springs has come a long way from a humble beginning with 42 registered voters at its inception in 1920, some one hundred years ago. Prior to the 1970's, the City was a quiet residential community surrounded by orange groves, included many dirt streets, and not much in the way of public infrastructure. However, change came in the 1970's and into the 1980's. Interstate 4 was completed, connecting Daytona Beach and Tampa, passing right through Altamonte Springs. A huge regional mall was built at the corner of SR 436 and the new Interstate 4, the area that has become the heart of the City, and the City was forever changed.

Growth in Central Florida and Altamonte Springs in particular, really began evolving into the community we see today in 1980. Taxable property values in 1980 totaled $333 million. By 2021 these values reached $3.7 billion.



The 2008 recession took a toll on taxable property values. The 2008 value was $3.73 billion. By 2013 this value had fallen to $2.3 billion, a 38% drop. It took thirteen years, until 2021, for values to return to the 2008 levels.

The seminal measurement of the economy is Gross Domestic Product (GDP), a measure of all goods and services produced. The effect of the pandemic on the 2020 GDP was dramatic and easily pictured in the accompanying chart. In the first quarter of 2020 the GDP fell 5%. In the second quarter the GDP fell a massive 31%, the steepest quarterly decline in history. Fortunately, this was followed by a dramatic increase of 33% in the third quarter. By the fourth quarter the GDP was at 4%, calming recessionary fears. The GDP for 2021 was 5.7% on an annual basis, well above prior years, indicative of a robust and rebuilding economy.

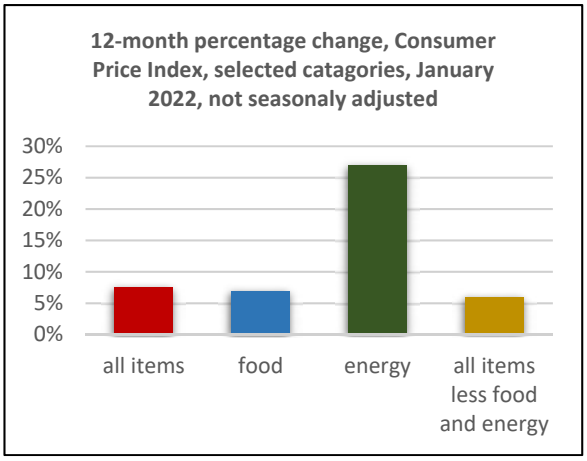


What does the future hold for the economy? There's a lot of speculation. Here's some reliable projections from The Conference Board, a broad-based think tank.

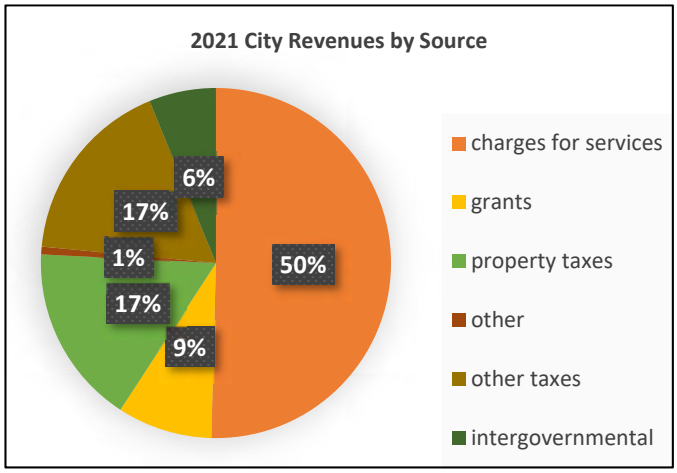
US ECONOMIC OUTLOOK, 2020-2021-2022-2023
Percentage Change, Seasonally Adjusted Annual Rates

	actual			projected	
	2019	**2020**	**2021**	**2022**	**2023**
Real GDP	2.3%	-3.4%	5.7%	3.5%	2.6%
Real Disposable Income	2.3%	6.2%	2.2%	-3.2%	2.2%
Real Consumer Spending	2.2%	-3.8%	7.9%	3.3%	2.2%
Residential Investment	-0.9%	6.8%	9.0%	-0.7%	1.5%
Nonresidential investment	4.3%	-5.3%	7.3%	4.5%	4.4%
Inventory Change (bln chn '12$)	75.0%	-42.0%	-38.0%	81.0%	40.0%
Total Gov't Spending	2.2%	2.5%	0.5%	1.5%	4.2%
Exports	-0.1%	-13.6%	4.6%	7.8%	4.4%
Imports	1.1%	-8.9%	14.0%	7.1%	3.9%
Unemployment Rate (%)	3.7%	8.1%	5.4%	3.6%	3.0%
E Inflation (%Y/Y)	1.5%	1.2%	3.9%	4.4%	3.0%
Core PCE Inflation (%Y/Y)	1.7%	1.4%	3.3%	4.1%	3.0%

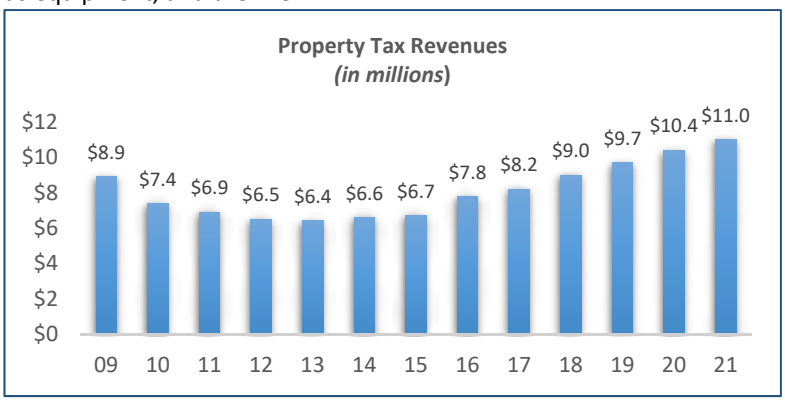
This chart provides a sweeping view of the economy, but for the City our biggest concern is inflation and how to cope with rising prices. In January 2022, inflation, as measured by the consumer price index, hit 7.5%, a 40-year high. Anecdotally, we've seen significant increases in bids for construction-related projects. The Conference Board projects inflation rates well above historical amounts for the next couple of years. With the continued rise in the costs of goods and services we purchase, coupled with rising wages, we predict the future will be financially challenging.



Locally



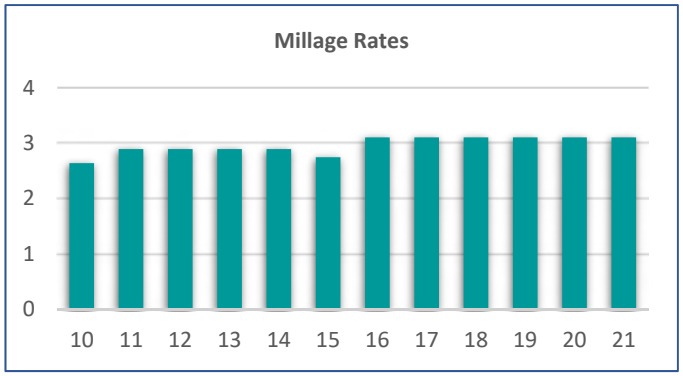
Revenues for fiscal year 2021 totaled $66.37 million. These revenues come from several sources. Half of the revenues come from charges for services (think water and sewer charges and recreation fees). Another 17% comes from property taxes with another 17% coming from other taxes like utility taxes (a tax on sales of electricity and other utility services) and gasoline taxes. Intergovernmental revenues (mostly sales tax revenues collected by the State and shared with local governments) add another 6%. Other revenues total 1% of total revenues and include things like investment income, sale of surplus equipment, and the like.



Property taxes represent 17% of total revenues. However, property taxes are the one revenue source for which the City Commission resets the rate each year. Property taxes are used to balance the budget, that is to ensure anticipated revenues are sufficient to fund the proposed expenditure budget. So, property taxes have importance beyond their weight.

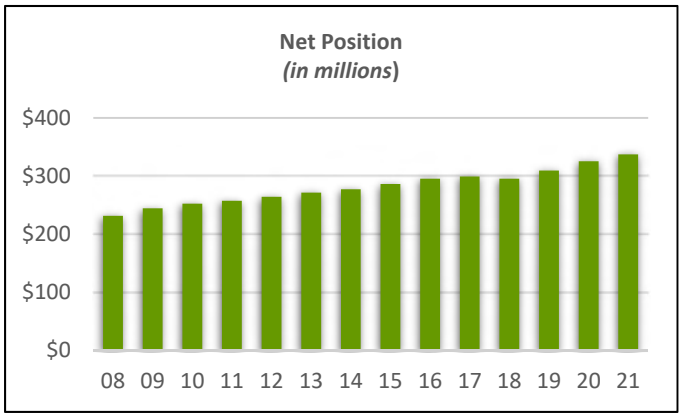
Property tax revenues are a direct function of taxable property values. Property values peaked in 2008 just before the real estate bubble burst. By 2013 property tax revenues were $6.44 million, a $2.4 million (28%) decrease from 2009. Recovery, while slow, has been achieved.

During the worst of the recession more than a decade ago, the City reduced expenditures to absorb the loss of revenues, mostly though substantial employee layoffs. The City's 2009 millage rate was 2.64 mills. For 2021 the rate remained very low at 3.1 mills, an average annual increase of just 1.6%. For 2022 the rate remains at 3.1 mills. This achievement was made possible through innovative management, commitment of outstanding staff members, and the City's political stability and fiscally conservative management approach.

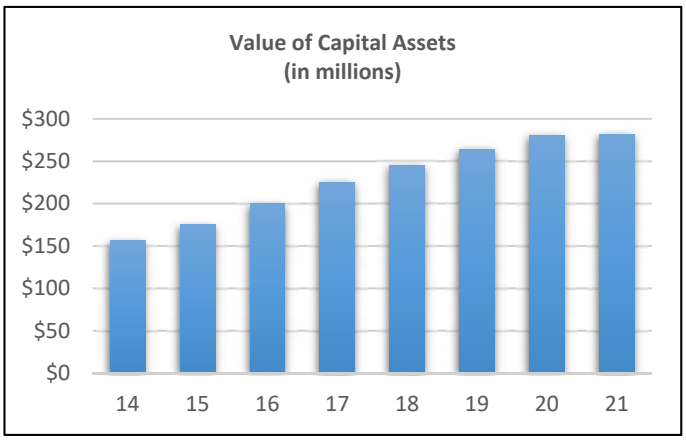


Long-term Financial Planning

In spite of the pandemic, the City's financial condition improved during fiscal year 2021. For the year ended September 30, 2021 revenues exceeded expenses by $11.9 million, raising net position to $337 million. Of this increase $3.8 million is attributable to capital grants, a non-recurring revenue. However, even without the capital grants, the City's net position increased $8.1 million. The City's finances and financial position are strong and, as we've proven, the City's reserves are more than sufficient to weather all sorts of disasters.



The City's robust capital improvements program continues, converting financial assets to capital assets for the benefit of residents and taxpayers. Over the past eight years the City has added $126 million to capital assets through both acquisition and construction. The value of capital assets stood at $282 million by the end of fiscal year 2021, up $2 million from the prior year.



We have begun financial planning for 2023 and beyond. We must address the current economic imbalances caused by the pandemic. These include persistent inflation, rapidly rising wages, and changes

in workforce expectations, all of which will test the City's financial capabilities. We believe it will be 2024 before the economy returns to "normal", however it will probably be a new normal, unlike what we've experienced in the past. Working from home will be an imbedded part of the workforce experience, employers will be required to provide additional employee benefits, and all of us will be bearing more of the cost of this new reality.

We have absorbed the costs and effects of the pandemic and are now moving on and looking forward to the future. This experience has proven the viability of the City's long-term fiscal policy of low debt and maintaining robust financial reserves. In view of our current financial position, with continued foresightful management, steady governance, and the exceptional performance of our employees, we have avoided the very difficult financial decisions that others who are less prepared have had to face.

Our City remains a vibrant vigorous community. We are acknowledged leaders in forward thinking, both nationally and internationally. Though we are known in central Florida for our steady excellence, we are considered a model for municipal management, innovation, and governmental structure. We offer a full range of urban and suburban amenities, a strong and growing infrastructure, and a financially secure local government with low taxes and no debt. We are working hard every day to keep it that way.

Independent Audit

State Statutes require an annual audit of the books of account, financial records and transactions of all administrative departments of the City by independent certified public accountants selected by the City Commission. The City's auditors, MSL, P.A., have conducted the audit and issued their report which can be found in the financial section of this report.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its Annual Comprehensive Financial Report for the fiscal year ended September 30, 2020. This was the thirty-sixth consecutive year the City has received this award. In order to be awarded a Certificate of Achievement, the City published an easily readable and efficiently organized Annual Comprehensive Financial Report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

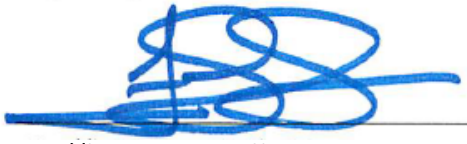
A Certificate of Achievement is valid for a period of one year only. We believe our current Annual Comprehensive Financial Report continues to meet the Certificate of Achievement program's high requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the Finance Department staff. During the preparation of this year's report many of our staff have been working from home. So, this year we are especially grateful to all who participated in

the preparation of this report. Special recognition goes out to Ms. Tara Culver, Chief Financial Officer, Ms. Cam McCoy, Deputy Finance Director, Ms. Liana Griffiths, Senior Accountant, and Ms. Laurie Daugherty, Accountant, for their tireless efforts in this regard.

Finally, a special acknowledgment goes out to our Mayor and City Commission for their continued support of our staff. The manner in which the City was restructured in 1980 created a government that operates much differently than most. Altamonte Springs has gained national and international prominence as a result. We plan and conduct the financial operations of the City in a responsible, prudent, and progressive manner. It is a pleasure to work with an elected body with a real sense of vision and focus on what is best for the people we serve together.

Respectfully submitted,



Franklin W. Martz II, City Manager

Mark B. DeBord, Finance Director

City of Altamonte Springs, Florida

Principal Officials

September 30, 2021

Elected Officials

Mayor ..... Pat Bates

Commissioner ..... Sarah Reece

Commissioner ..... Jon Batman

Commissioner ..... Lucius J. Cushman, Jr.

Commissioner ..... Jim Turney

Appointed Officials

City Manager ..... Franklin W. Martz, II

City Clerk ..... Angela M. Apperson

Director of Building and Fire Safety Department ..... Anthony C. Apfelbeck

Director of Finance ..... Mark B. DeBord

Director of Growth Management ..... John Sember

Director of Human Resources ..... Lee Ricci

Director of Leisure and Maintenance Services ..... Stephen W. Falk

Chief of Police ..... Daniel L. Smutz

Director of Public Works & Utilities ..... David J. Bass

Director of Technology, Communication and Strategic Initiatives ..... Rochelle Croskey

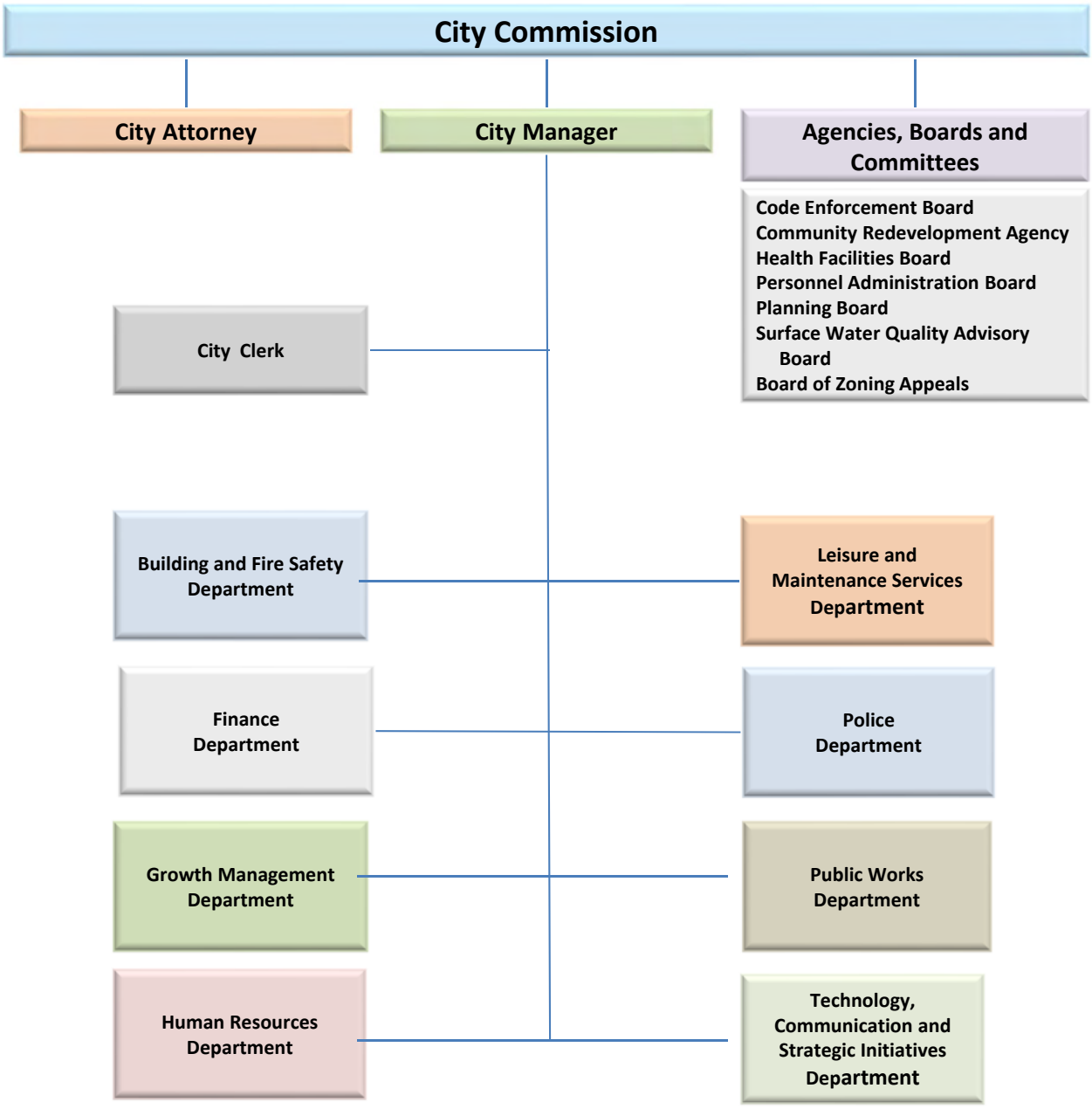
City Attorney ..... James A. Fowler
Fowler, Feeney & Associates, P.A.

City Auditors ..... MSL, P.A.

City of Altamonte Springs, Florida

Organizational Chart

September 30, 2021



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Altamonte Springs
Florida

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2020

Christopher P. Morrill

Executive Director/CEO

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MSL
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members of the City Commission
Altamonte Springs, Florida

Report on 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 Altamonte Springs, Florida (the "City") as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to 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, 2021, and the respective changes in financial position, and, where applicable, cash flows thereof, and the respective budgetary comparison for the General Fund, Stormwater Management Fund, and American Rescue Plan Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Honorable Mayor and Members of the City Commission
Altamonte Springs, Florida

INDEPENDENT AUDITOR'S REPORT
(Concluded)

Other Matters

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

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

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards,* we have also issued our report dated March 8, 2022, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

MSL, P.A.

Certified Public Accountants

Orlando, Florida
March 8, 2022

City of Altamonte Springs, Florida

MANAGEMENT'S DISCUSSION AND ANALYSIS

September 30, 2021

The City of Altamonte Springs, Florida's (the "City") Management Discussion and Analysis (the "MD&A") presents an overview of the City's financial activities for the fiscal year ended September 30, 2021. Please read it in conjunction with the letter of transmittal in the introductory section, and the City's financial statements following the MD&A.

Financial Highlights

At the close of the fiscal year:

- Assets and deferred outflows exceeded liabilities and deferred inflows by $337 million (net position). Of this amount, over $44 million (unrestricted net position) is available to meet the City's ongoing obligations to citizens and creditors.
- Capital assets (land, buildings, infrastructure, etc.) totaled $282 million net of accumulated depreciation, up $2 million from the prior year.
- Governmental funds reported combined ending fund balances of $39.8 million, an increase of $3.5 million from the prior year.
- Unassigned fund balance for the General Fund was $17.1 million, up $3.2 million from the prior year.

During the fiscal year:

- The City spent $13.8 million on capital acquisitions and construction, down $13.2 million from last year.
- Revenues from all sources decreased from $72 million to $66 million.

Overview of the Financial Statements

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

Government-wide financial statements

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

The *Statement of Net Position* presents information on all of the City's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference 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 government's net position changed during fiscal year 2021. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected but earned revenues, and unused vacation leave).

Both of these financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities)* from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities)*. The governmental activities of the City include general government, public safety, physical environment, transportation, and culture/recreation. The business-type activities of the City include water and sewer utilities and residential refuse disposal. The government-wide financial statements can be found immediately following the MD&A.

Fund financial statements

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

Governmental funds

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental 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 several individual governmental funds. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund, Stormwater Management Fund, American Rescue Plan Act (ARPA) Fund, and Infrastructure Sales Tax Fund which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* in the other supplemental information section of this report.

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

The basic governmental fund financial statements may be found immediately following the government-wide financial statements. Budgetary comparisons for the City's General Fund, Stormwater Management Fund, and American Rescue Plan Act Fund are found within the basic governmental fund financial statements section.

Proprietary funds

The City maintains two different 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 two enterprise funds, one to account for the fiscal activities relating to the water and sewer system and another to account for the fiscal activities of the refuse disposal division. *Internal service funds* are used as an accounting device to accumulate and allocate costs internally among the City's various functions. The City uses an internal service fund to account for the City's workers' compensation self-insurance program. Because this fund and reserve predominantly benefit governmental rather than business-type functions, it has been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Sewer System Fund (which is considered to be a major fund of the City) and the Refuse Disposal Fund.

The basic proprietary fund financial statements follow the statement of revenues, expenditures and changes in fund balances – budget to actual for major governmental funds.

Fiduciary funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the City's own programs. The accounting basis used for fiduciary funds is similar to proprietary funds. The City's fiduciary funds consist of two pension trust funds: the Police Officers' Pension Plan fund, and the General Employees' Pension Plan fund. The basic fiduciary fund financial statements can be found in Note 9 of the Notes to the Financial Statements.

Notes to the financial statements

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

Other information

The combining statements referred to earlier in connection with non-major governmental funds are presented in the other supplemental information section of this report. Combining and individual non-major governmental fund schedules, as well as budgetary comparison schedules for major capital projects funds can be found following the notes to the financial statements.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. Assets and deferred outflows exceeded liabilities and deferred inflows by $337 million (net position) at the close of the fiscal year ended September 30, 2021. The City ended the fiscal year with positive balances in all three categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities.

Condensed Statement of Net Position
(all amounts are in thousands)

	Governmental Activities		Business-type Activities		Total	
	2020	**2021**	**2020**	**2021**	**2020**	**2021**
Assets						
Current and other assets	$ 47,675	$ 63,638	$ 25,119	$ 27,143	$ 72,794	$ 90,781
Capital assets (net)	168,717	167,565	111,083	114,571	279,800	282,136
Total Assets	$ 216,392	$ 231,203	$ 136,202	$ 141,714	$ 352,594	$ 372,917
Deferred Outflows						
Deferred pension outflows	$ 6,315	$ 5,064	$ 920	$ 659	$ 7,235	$ 5,723
Deferred OPEB outflows	-	16	-	4	-	20
Total Deferred Outflows	$ 6,315	$ 5,080	$ 920	$ 663	$ 7,235	$ 5,743
Liabilities						
Current and other liabilities	$ 5,519	$ 15,756	$ 3,954	$ 2,759	$ 9,473	$ 18,515
Long-term liabilities	12,806	6,108	2,828	1,901	15,634	8,009
Total Liabilities	$ 18,325	$ 21,864	$ 6,782	$ 4,660	$ 25,107	$ 26,524
Deferred Inflows						
Deferred pension inflows	$ 6,519	$ 11,277	$ 2,436	$ 3,347	$ 8,955	$ 14,624
Deferred OPEB inflows	938	803	229	191	1,167	994
Total Deferred Inflows	$ 7,457	$ 12,080	$ 2,665	$ 3,538	$ 10,122	$ 15,618
Net Position						
Investment in capital assets	$ 168,717	$ 167,565	$ 111,083	$ 114,571	$ 279,800	$ 282,136
Restricted	2,156	190	9,829	9,768	11,985	9,958
Unrestricted	26,052	34,582	6,763	9,841	32,815	44,423
Total Net Position	$ 196,925	$ 202,337	$ 127,675	$ 134,180	$ 324,600	$ 336,517

The largest portion of the City's net position (84%) reflects its investment in capital assets (e.g., land, buildings, equipment, and infrastructure). The City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending.

The City has *restricted net position* totaling $9.9 million for utility improvements, law enforcement and transportation system improvements. The remaining balance of *unrestricted net position* totaling nearly $45 million is available to meet the City's ongoing obligations to citizens and creditors.

The City's net position increased by almost $12 million during the year. Key components of this increase include reimbursements of expenses incurred as a result of the pandemic totaling $1.12 million, and grants and contributions totaling $1.9 million.

Condensed Statement of Changes in Net Position
(all amounts are in thousands)

	Governmental Activities		Business-type Activities		Total	
	2020	2021	2020	2021	2020	2021
Revenues						
Program revenues						
Charges for services	$ 11,248	$ 10,649	$ 21,794	$ 22,810	$ 33,042	$ 33,459
Operating grants & contributions	1,524	1,930	144	118	1,668	2,048
Capital grants and contributions	5,124	377	4,237	3,393	9,361	3,770
General revenues						
Property taxes	10,444	11,017	-	-	10,444	11,017
Other taxes	11,352	11,493	-	-	11,352	11,493
Other	6,234	4,285	1,019	294	7,253	4,579
Total revenues	$ 45,926	$ 39,751	$ 27,194	$ 26,615	$ 73,120	$ 66,366
Expenses						
General government	$ 14,242	$ 12,607	$ -	$ -	$ 14,242	$ 12,607
Public safety	13,560	12,204	-	-	13,560	12,204
Physical environment	1,619	1,543	20,253	20,201	21,872	21,744
Transportation	2,443	2,564	-	-	2,443	2,564
Culture/recreation	6,076	5,331	-	-	6,076	5,331
Total expenses	$ 37,940	$ 34,249	$ 20,253	$ 20,201	$ 58,193	$ 54,450
Increase in net position before transfers	$ 7,986	$ 5,502	$ 6,941	$ 6,414	$ 14,927	$ 11,916
Transfers in (out)	1,314	(90)	(1,314)	90	-	-
Increase in net position	$ 9,300	$ 5,412	$ 5,627	$ 6,504	$ 14,927	$ 11,916
Net Position						
Beginning of year	187,625	196,925	122,049	127,676	309,674	324,601
End of year	$ 196,925	$ 202,337	$ 127,676	$ 134,180	$ 324,601	$ 336,517

Charges for services in the business-type activities were slightly higher in 2021, about 5%. Property tax revenues for 2021 totaled $11 million, up from $10.4 million (5%) from the prior year. This was the direct result of a rise in assessed values. Of note, these numbers reflect the estimated values as of December 30, 2019.

The City pools idle funds to maximize investment returns. Investment income, which includes investment income and both realized and unrealized market gains and losses, was a loss totaling $220,000 for 2021. Actual return on investment was a loss of 0.23%. This compares unfavorably with the City's two benchmarks. The Bloomberg 1-3 year gov't/credit index showed a gain of 0.30% and the Bloomberg 1-5 year gov't/credit index showed a gain of 0.08%.

During fiscal year 2021 the City received $2 million in operating grants. This included $1.2 million from Seminole County related to the Coronavirus Aid, Relief, and Economic Security (CARES Act) and $528,000 from the American Rescue Plan Act (ARPA). Revenues from capital grants during 2021 totaled $1.8 million. This includes $377,000 from the US Department of Agriculture for the Little Wekiva River Erosion Control Project. Additionally, the City received grant funds of $1.2 million for the Advanced Water Treatment Project jointly funded by the Florida Department of Environmental Protection ($1 million) and the St. John's River Water Management District ($157,000).

Governmental activities

Fiscal year 2021 expenses for governmental activities totaled $34.25 million, down $3.69 million or almost 11% less than the prior year.

Governmental Activities - Expenses and Program Revenues
(all amounts are in thousands)

	2020			2021		
Functions / Programs	**Expenses**	**Program Revenues**	**Net (Expense) Revenue**	**Expenses**	**Program Revenues**	**Net (Expense) Revenue**
General government	$ 14,242	$ 4,198	$ (10,044)	$ 12,607	$ 4,444	$ (8,163)
Public safety	13,560	2,094	(11,466)	12,204	1,990	(10,214)
Physical environment	1,619	6,395	4,776	1,543	2,281	738
Transportation	2,443	4,677	2,234	2,564	3,441	877
Culture/recreation	6,076	534	(5,542)	5,332	800	(4,532)
	$ 37,940	$ 17,898	$ (20,042)	$ 34,250	$ 12,956	$ (21,294)

Program revenues directly offset governmental activities expenses. Program revenues include charges for services and grants. Charges for services revenues totaled $10.65 million in 2021, a decrease of approximately $600,000 from 2020. This included a decrease of $257,000 in revenues from transportation impact fees reflecting less development activity and a reduction of $542,000 in reimbursements in revenues received from Seminole County for County funded, City administered, transportation projects.

Revenues from grants for 2021 totaled $2.3 million, a decrease of $4.3 million from 2020. The decrease was due primarily from the completion of the Little Wekiva River Erosion Control Project in which a grant was received from the U.S. Department of Agriculture in the amount of $4.4 million in 2020, offset by an increase in approximately $528,000 of American Rescue Plan Act (ARPA) grant revenue recognized in 2021 due to the COVID-19 pandemic.

Revenues from property taxes were $573,000 more in 2021 than 2020 due to an increase in assessed property valuations.

Investment activity attributable to Governmental Activities for 2021 resulted in a loss in value of $165,000, down $1.9 million from the prior year. As noted above, market values for bond investments fell dramatically from 2020 to 2021.

Revenues from other miscellaneous sources totaled $343,000 in 2021. Losses on the sale of surplus assets for 2021 totaled $333,000 compared to $249,000 for 2020. Finally of note, the City is a member of the Florida Municipal Insurance Trust for the provision of property and general liability insurance. At the end of each year the Trust shares profit or loss with members. For 2021 the City was reimbursed $66,500.

Governmental Activities - Revenues by Source
(all amounts are in thousands)

	2020	2021	Increase (Decrease)
Program revenues			
Charges for services	$ 11,248	$ 10,649	$ (599)
Operating grants	1,524	1,930	406
Capital grants	5,124	377	(4,747)
	$ 17,896	$ 12,956	$ (4,940)
General revenues			
Property tax	$ 10,444	$ 11,017	$ 573
Franchise tax	4,737	4,796	59
Utility tax	4,288	4,372	84
Communications services tax	1,741	1,736	(5)
Local option gas tax	586	589	3
Intergovernmental revenues	3,963	4,107	144
Investment income (loss)	1,705	(165)	(1,870)
Other miscellaneous revenues	567	343	(224)
Transfers in	1,314	(90)	(1,404)
	$ 29,345	$ 26,705	$ (2,640)
Total Revenues	$ 47,241	$ 39,661	$ (7,580)

Business-type activities

The City's business-type activities consist of the City's water and sewer system and residential refuse disposal operation. These activities increased the City's total net position by $6.5 million from fiscal year 2020 to 2021.

Business-type Activities - Expenses and Program Revenues
(all amounts are in thousands)

	2020			2021		
Functions / Programs	Expenses	Program Revenues	Net (Expense) Revenue	Expenses	Program Revenues	Net (Expense) Revenue
Water and sewer	$ 18,468	$ 24,290	$ 5,822	$ 18,606	$ 24,188	$ 5,582
Refuse disposal	1,785	1,885	100	1,595	2,133	538
	$ 20,253	$ 26,175	$ 5,922	$ 20,201	$ 26,321	$ 6,120

Expenses totaled $20.2 million for 2021, some $52,000 less than 2020. Of the total 2021 net pension asset of $10.97 million, business-type activities account for $3.4 million, up $1.2 million from the 2020 level of $2.2 million. Personal services expenses decreased $357,000 or 5.6% from prior year. This decrease was primarily due to the decrease in the net pension liability expense from $384,000 in 2020 to $968,000 in 2021. Likewise, the liability for other post-employment benefits (OPEB) was $659,000 for 2021, down $71,000 from the prior year level of $730,000. The various OPEB transactions for 2021 resulted in another credit to expenses totaling $113,100. This was a decrease from prior year of $39,000. Other changes in expense amounts included an increase in indirect administrative costs of $178,000 and, finally, a decrease of $98,000 in depreciation expense as more depreciable assets were replaced.

Revenues for the City's business-type activities came primarily from charges to customers for the services provided. These revenues totaled $22.8 million in 2021, up $1 million from 2020. There are three elements of charges for services revenues. These include revenues from:

- Retail Sales - sales of water, reclaimed water and wastewater services, residential refuse collection and disposal services,
- Bulk Sewer Services - bulk sewer services to other utility systems, and
- Penalties - penalties on unpaid utility bills.

Revenues from Retail Sales for 2021 totaled $20.5 million, up $421,000 or 2.1% from the prior year. This is directly attributable to an annual rate increase. Revenues from Bulk Sewer Services were up $711,000 (46%), from $1.74 million in 2020 to $2.26 million in 2021. This was the result of increased flows from existing customers owing to growth and an additional $407,000 in revenue from the City of Longwood, a new bulk sewer customer. Finally, as part of the City's efforts to relieve those citizens struggling from the pandemic the City waived penalties and suspended service cut-off for non-payment throughout fiscal year 2021. This action reduced revenues from penalties to zero, a reduction of $116,000 from the prior year.

Business-type Activities
Revenues by Source
(all amounts are in thousands)

	2020	2021	Increase (Decrease)
Program revenues			
Charges for services	$ 21,794	$ 22,810	$ 1,016
Operating grants	144	118	(26)
Capital grants	3,749	1,480	(2,269)
Capital contributions	487	1,913	1,426
	$ 26,174	$ 26,321	$ 147
General revenues			
Investment income (loss)	$ 826	$ (55)	$ (881)
Other income	193	349	156
	$ 1,019	$ 294	$ (725)
	$ 27,193	$ 26,615	$ (578)

Revenues from operating grants for fiscal year 2021 totaled $118,000, much of which was from Seminole County. Capital grants for 2021 totaled $1.48 million, all for the City's Advanced Wastewater Treatment Project. Capital contributions, in the form of connection fees, totaled $1.9 million in 2021, up from the 2020 amount of $487,000. This reflects new development returning after the worst of the pandemic.

Investment income attributable to Business-type Activities for 2021 totaled a loss in value of $55,000, compared to a gain of $826,000 for 2020. As noted above, market values for bond investments fell dramatically from 2020 to 2021.

Financial Analysis of the City's Funds

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

Governmental Funds

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

As of the end of fiscal year 2021, the City's governmental funds reported combined ending fund balances of $39.8 million, an increase of $3.5 million from the prior year. The City reports fund balance in one of five categories. The specific categories and amounts are as shown in the accompanying chart.

Governmental Funds
Fund Balance
September 30, 2021
(amounts in thousands)

Non-spendable	$ 517
Restricted	190
Assigned	21,964
Unassigned	17,127
	$ 39,798

The General Fund is the primary operating fund of the City. At the end of fiscal year 2021, unassigned fund balance of the General Fund was $17.1 million, while total fund balance was $17.9 million. As a measure of the General Fund's liquidity, it is useful to compare both unassigned fund balance and total fund balance to total budgeted General Fund expenditures and transfers out. For 2021, unassigned fund balance represented 45% of total budgeted General Fund expenditures and transfers out, while total fund balance represented 47% of that same amount.

The fund balance of the City's General Fund increased $2.9 million during the fiscal year due primarily to an increase in Federal grant revenue of $1.1 million from Seminole County CARES Act funds and an increase in property tax revenue of $574,000 owing to an increase in property valuations of 5.7%. The tax rate for fiscal year 2021 was 3.1 mills, unchanged since fiscal year 2016.

The Stormwater Management Fund, a major governmental fund, accounts for revenues and expenditures related to stormwater management, i.e. – the collection, storage, treatment and dispersal of rainwater. The City established the program and fund, and began imposing a City-wide stormwater management fee in 1989. The rate was raised to $6.75 per equivalent drainage unit in fiscal year 2007 where it remains today.

During fiscal year 2021, the fund balance for the Stormwater Management Fund increased $794,000. This is primarily the result of a decrease in expenses for the Little Wekiva River Erosion Control Project which was completed in fiscal year 2020.

The American Rescue Plan Act (ARPA) Fund, a major governmental fund, was created in fiscal year 2021 to account for revenues and expenditures associated with the City's receipt and use of funds from the American Rescue Plan Act. The City, a non-entitlement unit (NEU) of government, was allocated $22.1 million. In September 2021 the City received $11.05 million, one-half of the total allocation. The remaining balance is expected in approximately 12 months.

ARPA Fund Expenditures
For the Year Ended September 30, 2021

Payroll costs to quarantine workers	$ 220,760
Additional custodial services	106,020
Prevention in congregrate living facilities	49,620
Personal protective equipment	42,860
COVID-19 testing	38,277
Staff time off for vaccine shots	9,440
Other COVID-19 public health expenses	62,970
	$ 529,947

For fiscal year 2021 the City recognized $529,947 in earned revenues based on total eligible ARPA expenditures incurred during the fiscal year. The balance of funds received, $10.52 million, is reported as unearned revenues.

The Infrastructure Sales Tax Fund, the last of the City's major governmental funds, is used to account for the accumulation and use of infrastructure sales tax revenues. Fund balance increased $1.1 million in fiscal year 2021 due to sales tax revenues increasing $346,988, or 12% from the prior year. This reflects an economy rebounding from the effects of the COVID-19 pandemic, and expenditures decreasing $1 million primarily due to the completion of the San Sebastian Neighborhood Enhancement Project in fiscal year 2020.

Enterprise funds

The City's enterprise funds financial statements provide the same type of information found in the government-wide financial statements, but in more detail. The City has two enterprise funds, the Water and Sewer System Fund (which is a major fund) and the Refuse Disposal Fund. Unrestricted net position at the end of the fiscal year was $9.4 million in the Water and Sewer Fund, an increase of $3.5 million from 2020 and $484,184 in the Refuse Disposal Fund, a decrease of $336,555 from 2020. Total net position of the Water and Sewer System Fund and the Refuse Disposal Fund was $131.7 million and $2.4 million respectively. The increase in the Water and Sewer System Fund was due to an increase in pollution facility charges of $1.2 million and a decrease in transfers out of $1.3 million to cover the utility costs of the Neighborhood Enhancement Program in 2020 that didn't reoccur in 2021. The decrease in the Refuse Disposal Fund was due to the purchase of new waste collection carts for all residents as part of the solid waste collection upgrade and the addition of two refuse trucks.

General Fund Budgetary Highlights

There were no differences between the original and final General Fund budget. The budget for 2021 included $35.6 million in revenues and $36.3 million in expenditures. A summary of the budgeted and actual revenues, expenditures and changes in fund balance are shown in the table at right.

General Fund actual revenues totaled $37.6 million, $2 million

General Fund
Summary Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Year Ended September 30, 2021
(all amounts are in thousands)

	Final Budget	Actual	Variance	
Revenues				
Taxes	$ 22,245,670	$ 22,510,435	$ 264,765	1%
Licenses and permits	764,500	858,582	94,082	12%
Intergovernmental revenues	4,771,000	6,425,563	1,654,563	35%
Charges for services	6,961,651	7,061,818	100,167	1%
Fines and forfeitures	168,000	248,940	80,940	48%
Investment income (loss)	325,000	(82,663)	(407,663)	-125%
Miscellaneous revenues	366,300	561,913	195,613	53%
	$ 35,602,121	$ 37,584,588	$ 1,982,467	6%
Expenditures				
Current				
General government	$ 17,992,444	$ 16,551,938	$ 1,440,506	8%
Public safety	12,030,221	11,388,928	641,293	5%
Transportation	868,233	652,362	215,871	25%
Culture/Recreation	5,413,585	4,605,736	807,849	15%
	$ 36,304,483	$ 33,198,964	$ 3,105,519	9%
Excess of revenues over (under) expenditures	$ (702,362)	$ 4,385,624	$ 5,087,986	724%
Other financing sources (uses)				
Transfers in				
American Rescue Plan Fund	$ 345,710	$ 345,330	$ (380)	-
Transfers out				
Capital projects fund	(1,750,000)	(1,750,000)	$ -	-
	$ (1,404,290)	$ (1,404,670)	$ (380)	-
Net changes in fund balance	$ (2,106,652)	$ 2,980,954	$ 5,087,606	242%
Fund balance				
Beginning of year	14,955,167	14,955,167	-	-
End of year	$ 12,848,515	$ 17,936,121	$ 5,087,986	40%

more than projected. This increase in actual revenues was primarily due to receipt of $1.2 million in unanticipated grants from Seminole County CARES Act funds enacted in response to the COVID-19 pandemic, along with $328,000 in additional sales tax, $84,000 in additional utility service taxes, and $573,000 in additional property taxes. The City took a more conservative approach in estimating tax revenues in fiscal year 2021 due to the COVID-19 pandemic and the uncertainty of the economic market. As noted previously, the effect of the pandemic on the economy resulted in significant drops in returns on the City's investment portfolio. This resulted in an investment loss of $82,663 for the general fund for fiscal year 2021.

Actual expenditures and transfers out were $35 million, $3.1 million less than the budgeted amount of $38.1 million. This decrease in actual spending compared to budget was mainly due to a decrease of $807,849 in culture and recreation activities resulting from a reduction in youth sports and senior programs. Our technology, communication, and strategic initiatives budget decreased $758,626 mainly due to the cancellation of events like Red, Hot and Boom. Lastly, the Police Department's budget decreased $622,978 mainly due to a decrease in salaries and benefits from retirements and turnover.

Capital Assets and Debt Administration

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of September 30, 2021 totaled $282 million (net of accumulated depreciation), up $2.3 million (1%) from 2020. Additional information on the City's capital assets can be found in Note 6 of this report.

Capital Assets
September 30, 2021
(all amounts are in thousands)

	Governmental Activities		Business-type Activities		Total	
	2020	2021	2020	2021	2020	2021
Land	$ 6,564	$ 6,153	$ 644	$ 644	$ 7,208	$ 6,797
Buildings and improvements	90,693	91,998	11,999	19,438	102,692	111,436
Water and sewer system	-	-	185,680	189,993	185,680	189,993
Infrastructure	78,260	101,691	-	-	78,260	101,691
Machinery and equipment	17,781	18,611	8,047	8,773	25,828	27,384
Construction in progress	41,007	19,895	21,480	16,331	62,487	36,226
Intangible assets	4,150	4,150	-	-	4,150	4,150
	$ 238,455	$ 242,498	$ 227,850	$ 235,179	$ 466,305	$ 477,677
Accumulated depreciation	(69,738)	(74,934)	(116,768)	(120,608)	(186,506)	(195,542)
Capital assets, net	$ 168,717	$ 167,564	$ 111,082	$ 114,571	$ 279,799	$ 282,135

Long-term debt

At the end of fiscal year 2021, the City had total long-term liabilities of $8 million, a decrease of $7.6 million (49%) from the prior year which related to a $7.3 million decrease in net pension liability. Long-term debt consists of compensated absences, other post-employment benefits (retiree health subsidy), and net pension liability. As of September 30, 2021, the City had an outstanding balance of $3 million in compensated absences, a net pension liability of $2.1 million, and $2.9 million in other post-employment benefits liability. In addition to the net pension liability, the City has a net pension asset totaling $11 million, an increase of $4.2 million from prior year, with $7.5 million attributable to governmental activities and $3.4 million attributable to business-type activities.

Long-term Debt
September 30, 2021
(all amounts are in thousands)

	Governmental Activities		Business-type Activities		Total	
	2020	2021	2020	2021	2020	2021
Compensated absences	$ 2,598	$ 2,536	$ 503	$ 488	$ 3,101	$ 3,024
Net pension liability	7,762	1,378	1,595	753	9,357	2,131
Total other post employment benefits liabilty	2,446	2,194	730	659	3,176	2,853
Total	$ 12,806	$ 6,108	$ 2,828	$ 1,900	$ 15,634	$ 8,008

Additional information on the City's debt can be found in Note 7 of this report. Additional information on other post-employment benefits can be found in Note 10 of this report. Additional information on the City's net pension liability and net pension asset can be found in Note 9 of this report.

Economic Factors and Future Year's Budgets and Rates

The financial condition of the City, in spite of the effects of the pandemic, remains strong. The City-wide adopted budget for fiscal year 2022 is $95.9 million or 13% greater than the fiscal year 2021 adopted budget of $84.8 million. The General Fund budget for fiscal year 2022 is $39.6 million or 3.4% greater than the fiscal year 2021 adopted budget of $38.3 million. The millage for fiscal year 2022 remains at 3.1 mills, unchanged since fiscal year 2016. Water and sewer rates increased between 2.3% and 2.8% and refuse disposal rates increased 1.1% in fiscal year 2021. Stormwater rates did not increase in fiscal year 2021.

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, contact the City's Finance Department, 225 Newburyport Avenue, Altamonte Springs, Florida 32701.

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City of Altamonte Springs, Florida
STATEMENT OF NET POSITION
September 30, 2021

	Governmental Activities	Business-type Activities	Total
Assets			
Cash and cash equivalents	$ 4,875,827	$ 1,287,670	$ 6,163,497
Investments	48,560,931	8,127,501	56,688,432
Restricted assets	12,176	9,818,715	9,830,891
Special assessments receivable	38,415	-	38,415
Accounts receivable	968,766	3,538,420	4,507,186
Accrued interest receivable	209,898	43,784	253,682
Due from other governments	870,065	515,845	1,385,910
Inventories	39,911	241,444	281,355
Prepaids	527,518	131,165	658,683
Net pension asset	7,534,504	3,439,056	10,973,560
Capital assets not being depreciated	26,048,223	16,974,834	43,023,057
Capital assets net of accumulated depreciation	141,516,314	97,595,916	239,112,230
Total Assets	$ 231,202,548	$ 141,714,350	$ 372,916,898
Deferred Outflows			
Deferred outflows from pensions	$ 5,063,568	$ 658,788	$ 5,722,356
Deferred outflows from OPEB	15,891	4,462	20,353
Total Deferred Outflows	$ 5,079,459	$ 663,250	$ 5,742,709
Liabilities			
Accounts payable	$ 1,982,544	$ 980,122	$ 2,962,666
Accrued liabilities	2,547,153	271,352	2,818,505
Due to other governments	59,384	12,253	71,637
Unearned revenues	11,014,945	-	11,014,945
Refundable impact fees	38,415	-	38,415
Prepaid connection fees	-	50,830	50,830
Deposits	114,100	1,444,644	1,558,744
Long-term liabilities			
Due within one year - compensated absences	1,014,390	195,607	1,209,997
Due in more than one year			
Compensated absences	1,521,586	293,410	1,814,996
Net pension liability	1,377,862	752,955	2,130,817
Other post employment benefits liability	2,194,333	659,206	2,853,539
Total Liabilities	$ 21,864,712	$ 4,660,379	$ 26,525,091
Deferred Inflows			
Deferred inflows from pensions	$ 11,277,288	$ 3,347,171	$ 14,624,459
Deferred inflows from OPEB	802,961	190,542	993,503
Total Deferred Inflows	$ 12,080,249	$ 3,537,713	$ 15,617,962
Net Position			
Investment in capital assets	$ 167,564,537	$ 114,570,750	$ 282,135,287
Restricted for			
Capital improvements	-	9,767,885	9,767,885
Law enforcement	190,113	-	190,113
Unrestricted	34,582,396	9,840,873	44,423,269
Total Net Position	$ 202,337,046	$ 134,179,508	$ 336,516,554

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

City of Altamonte Springs, Florida

STATEMENT OF ACTIVITIES

For the Year Ended September 30, 2021

Functions / Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Governmental Activities				
General government	$ 12,607,409	$ 2,765,098	$ 1,679,014	$ -
Public safety	12,204,220	1,742,865	247,236	-
Physical environment	1,543,170	1,903,851	-	376,865
Transportation	2,563,818	3,440,638	-	-
Culture/Recreation	5,331,881	796,794	3,431	-
Total Governmental Activities	$ 34,250,498	$ 10,649,246	$ 1,929,681	$ 376,865
Business-type Activities				
Water and sewer	$ 18,606,210	$ 20,946,687	$ 117,867	$ 3,123,871
Refuse disposal	1,594,901	1,863,767	-	269,327
Total Business-type Activities	$ 20,201,111	$ 22,810,454	$ 117,867	$ 3,393,198
Total	$ 54,451,609	$ 33,459,700	$ 2,047,548	$ 3,770,063
General Revenues				
Property tax				
Franchise fee tax				
Utility tax				
Communications services tax				
Local option gas tax				
Intergovernmental revenues - unrestricted				
Investment income (loss)				
Other miscellaneous revenues				
Transfers				
Total General Revenues and Transfers				
Change in Net Position				
Net Position				
Beginning of Year				
End of Year				

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

Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	**Business-type Activities**	**Total**
$ (8,163,297)	$ -	$ (8,163,297)
(10,214,119)	-	(10,214,119)
737,546	-	737,546
876,820	-	876,820
(4,531,656)	-	(4,531,656)
$ (21,294,706)	$ -	$ (21,294,706)
$ -	$ 5,582,215	$ 5,582,215
-	538,193	538,193
$ -	$ 6,120,408	$ 6,120,408
$ (21,294,706)	$ 6,120,408	$ (15,174,298)
$ 11,016,972	$ -	$ 11,016,972
4,796,349	-	4,796,349
4,371,613	-	4,371,613
1,736,014	-	1,736,014
589,487	-	589,487
4,107,212	-	4,107,212
(164,608)	(55,442)	(220,050)
343,108	349,167	692,275
(89,914)	89,914	-
$ 26,706,233	$ 383,639	$ 27,089,872
$ 5,411,527	$ 6,504,047	$ 11,915,574
196,925,519	127,675,461	324,600,980
$ 202,337,046	$ 134,179,508	$ 336,516,554

City of Altamonte Springs, Florida

Balance Sheet

GOVERNMENTAL FUNDS

September 30, 2021

	General	Stormwater Management Fund	ARPA Fund	Infrastructure Sales Tax Fund	Non-major Govern-mental Funds	Total
Assets						
Cash and cash equivalents	$ 1,702,585	$ 1,034,237	$ 584,801	$ 660,044	$ 704,003	$ 4,685,670
Investments	13,462,506	9,642,701	9,945,817	6,663,104	7,123,087	46,837,215
Receivables						
Special assessments	-	-	-	-	38,415	38,415
Accounts receivable	967,249	-	-	-	-	967,249
Accrued interest	107,028	44,104	-	30,477	32,582	214,191
Due from other funds	700,000	-	-	-	-	700,000
Advance to other funds	2,100,000	-	-	-	-	2,100,000
Due from other governments	650,429	-	-	219,636	-	870,065
Inventories	39,911	-	-	-	-	39,911
Prepaids	468,669	3,773	-	-	4,707	477,149
Total Assets	$ 20,198,377	$ 10,724,815	$ 10,530,618	$ 7,573,261	$ 7,902,794	$ 56,929,865
Liabilities and Fund Balances						
Liabilities						
Accounts payable	$ 543,374	$ 186,159	$ 5,974	$ 685,750	$ 556,332	$ 1,977,589
Due to other funds	-	-	-	700,000	-	700,000
Advance from other funds	-	-	-	2,100,000	-	2,100,000
Due to other governments	59,384	-	-	-	-	59,384
Accrued liabilities	1,055,097	27,601	-	-	45,000	1,127,698
Deposits	114,100	-	-	-	-	114,100
Refundable impact fees	-	-	-	-	38,415	38,415
Unearned revenues	490,301	-	10,524,644	-	-	11,014,945
Total Liabilities	$ 2,262,256	$ 213,760	$ 10,530,618	$ 3,485,750	$ 639,747	$ 17,132,131
Fund Balances						
Nonspendable	$ 508,580	$ 3,773	$ -	$ -	$ 4,707	$ 517,060
Restricted	102,611	-	-	-	87,502	190,113
Committed	198,092	10,507,282	-	4,087,511	7,170,838	21,963,723
Unassigned	17,126,838	-	-	-	-	17,126,838
Total Fund Balances	$ 17,936,121	$ 10,511,055	$ -	$ 4,087,511	$ 7,263,047	$ 39,797,734
Total Liabilities and Fund Balances	$ 20,198,377	$ 10,724,815	$ 10,530,618	$ 7,573,261	$ 7,902,794	$ 56,929,865

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

City of Altamonte Springs, Florida

Reconciliation of the Balance Sheet to the Statement of Net Position

GOVERNMENTAL FUNDS

September 30, 2021

Total fund balances of governmental funds		$ 39,797,734
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 $242,498,477 and the accumulated depreciation is $74,933,940.		167,564,537
Deferred outflows of resources reported in the Statement of Net Position		5,079,459
The internal service funds are used by management to charge the cost of risk management services and employee health insurance premiums to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the statement of net position.		549,232
Long-term liabilities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities - both current and long-term - are reported in the statement of net position. Long-term liabilities at year-end consisted of:		
Compensated absences	(2,535,976)	
Net pension asset (liability)	6,156,642	
Other post employment benefits	(2,194,333)	1,426,333
Deferred inflows of resources reported in the Statement of Net Position		(12,080,249)
Total net position of governmental activities		$ 202,337,046

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

City of Altamonte Springs, Florida

Statement of Revenues, Expenditures, and Changes in Fund Balances

GOVERNMENTAL FUNDS

For the Year Ended September 30, 2021

	General	Stormwater Management Fund	ARPA Fund	Infrastructure Sales Tax Fund	Non-major Govern-mental Funds	Total
Revenues						
Taxes	$ 22,510,435	$ -	$ -	$ -	$ -	$ 22,510,435
Licenses and permits	858,582	-	-	-	-	858,582
Intergovernmental revenues	6,425,563	387,844	529,947	3,162,365	449,267	10,954,986
Charges for services	7,061,818	1,899,340	-	-	1,483,741	10,444,899
Fines and forfeitures	248,940	-	-	-	-	248,940
Impact fees	-	-	-	-	132,627	132,627
Investment income (loss)	(82,663)	(28,516)	-	(21,598)	(26,326)	(159,103)
Miscellaneous revenues	561,913	3,615	-	-	176,056	741,584
Total Revenues	$ 37,584,588	$ 2,262,283	$ 529,947	$ 3,140,767	$ 2,215,365	$ 45,732,950
Expenditures						
Current						
General government	$ 16,551,938	$ -	$ 88,405	$ -	$ 353,383	$ 16,993,726
Public safety	11,388,928	-	-	-	1,981,992	13,370,920
Physical environment	-	1,291,305	-	-	-	1,291,305
Transportation	652,362	-	-	-	-	652,362
Culture/Recreation	4,605,736	-	-	-	-	4,605,736
Capital Outlay	-	179,521	-	2,022,485	2,994,107	5,196,113
Total Expenditures	$ 33,198,964	$ 1,470,826	$ 88,405	$ 2,022,485	$ 5,329,482	$ 42,110,162
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ 4,385,624	$ 791,457	$ 441,542	$ 1,118,282	$ (3,114,117)	$ 3,622,788
Other Financing Sources or (Uses)						
Transfers in (out)	$ (1,404,670)	$ 2,618	$ (441,542)	$ -	$ 1,753,680	$ (89,914)
Total Other Financing Sources and (Uses)	$ (1,404,670)	$ 2,618	$ (441,542)	$ -	$ 1,753,680	$ (89,914)
Net Change in Fund Balances	$ 2,980,954	$ 794,075	$ -	$ 1,118,282	$ (1,360,437)	$ 3,532,874
Fund Balances						
Beginning of year	14,955,167	9,716,980	-	2,969,229	8,623,484	36,264,860
End of year	$ 17,936,121	$ 10,511,055	$ -	$ 4,087,511	$ 7,263,047	$ 39,797,734

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

City of Altamonte Springs, Florida

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities

GOVERNMENTAL FUNDS

For the Year Ended September 30, 2021

Net change in fund balances - total governmental funds		$ 3,532,874
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital purchases as expenditures. However, in the statement of activities, the cost of those assets is depreciated over their estimated useful lives and reported as depreciation expense. This is the amount by which deprecation expense of $6,219,681 exceeded capital purchases of $5,562,285 in the current period.		(737,396)
Governmental funds do not report gains or losses on sales of capital assets.		(415,416)
Some revenues reported in the statement of activities do not provide current financial resources and therefore are not reported as revenues in governmental funds.		
Deferred inflows of resources		(984,209)
Under the modified accrual basis of accounting used in governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. These adjustments are as follows:		
Compensated absences	62,301	
Other post employment benefits	3,283,903	
Net pension liability	402,800	3,749,004
The internal service funds are used by management to charge the costs of risk management services and employee health insurance premiums to other funds. The increase in net position of the internal service fund is reported with governmental activities.		266,670
Change in net position of governmental activities		$ 5,411,527

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

City of Altamonte Springs, Florida

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

GENERAL FUND

For the Year Ended September 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes				
Property tax	$ 10,952,870	$ 10,952,870	$ 11,016,972	$ 64,102
Franchise fees	4,803,000	4,803,000	4,796,349	(6,651)
Utility tax	4,209,800	4,209,800	4,371,613	161,813
Communications services tax	1,750,000	1,750,000	1,736,014	(13,986)
Local option gas tax	530,000	530,000	589,487	59,487
	$ 22,245,670	$ 22,245,670	$ 22,510,435	$ 264,765
Licenses and Permits				
Local business licenses	$ 754,500	$ 754,500	$ 832,604	$ 78,104
Building permits	10,000	10,000	25,978	15,978
	$ 764,500	$ 764,500	$ 858,582	$ 94,082
Intergovernmental Revenues				
Federal and state grants	$ 5,000	$ 5,000	$ 1,157,531	$ 1,152,531
Local grants	300,000	300,000	222,451	(77,549)
State revenue sharing	1,500,000	1,500,000	1,712,131	212,131
Sales taxes	2,900,000	2,900,000	3,263,133	363,133
Other intergovernmental revenues	66,000	66,000	70,317	4,317
	$ 4,771,000	$ 4,771,000	$ 6,425,563	$ 1,654,563
Charges for Services				
General government charges	$ 5,695,822	$ 5,695,822	$ 5,758,950	$ 63,128
Public safety charges	308,200	308,200	338,409	30,209
Transportation	124,629	124,629	167,967	43,338
Physical environment charges	4,500	4,500	-	(4,500)
Culture/Recreation charges	828,500	828,500	796,492	(32,008)
	$ 6,961,651	$ 6,961,651	$ 7,061,818	$ 100,167
Fines and Forfeitures	$ 168,000	$ 168,000	$ 248,940	$ 80,940
Miscellaneous Revenues				
Investment income (loss)	$ 325,000	$ 325,000	$ (82,663)	$ (407,663)
Sales of surplus equipment	32,000	32,000	78,694	46,694
Contributions	193,000	193,000	188,831	(4,169)
Other revenue	141,300	141,300	294,388	153,088
	$ 691,300	$ 691,300	$ 479,250	$ (212,050)
Total Revenues	$ 35,602,121	$ 35,602,121	$ 37,584,588	$ 1,982,467

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

Continued

City of Altamonte Springs, Florida

Statement of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual - Continued

GENERAL FUND

For the Year Ended September 30, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Original	Amounts	(Negative)
Expenditures				
General Government				
City manager's office	$ 832,700	$ 832,700	$ 1,012,816	$ (180,116)
Legal services	311,369	311,369	192,925	118,444
Human resources	673,953	663,953	728,690	(64,737)
City clerk	561,105	561,105	511,441	49,664
Finance	1,906,764	1,906,764	1,824,242	82,522
Technology, Communication, and Strategic Initiatives	3,891,579	3,901,579	3,142,953	758,626
Growth management	1,040,046	1,040,046	917,155	122,891
Maintenance services	6,826,016	6,824,016	6,400,530	423,486
Non-departmental	1,950,912	1,950,912	1,821,186	129,726
	$ 17,994,444	$ 17,992,444	$ 16,551,938	$ 1,440,506
Public Safety				
Police department	$ 11,880,057	$ 11,880,057	$ 11,257,079	$ 622,978
Building & life safety inspections	150,164	150,164	131,849	18,315
	$ 12,030,221	$ 12,030,221	$ 11,388,928	$ 641,293
Transportation				
Streets maintenance division	$ 868,233	$ 868,233	$ 652,362	$ 215,871
Culture/Recreation				
Administration	$ 515,877	$ 516,307	$ 568,880	$ (52,573)
Library	500,051	500,051	458,000	42,051
Lake Brantley	96,869	96,869	62,723	34,146
Lake Lotus	215,163	216,163	191,510	24,653
Eastmonte park	116,787	116,787	73,020	43,767
Merrill park	26,550	26,550	12,688	13,862
Westmonte park	168,677	201,941	188,429	13,512
Altamonte sports	2,922,560	2,890,866	2,548,893	341,973
Park rangers	544,152	543,152	486,370	56,782
Science Incubator	304,899	304,899	15,223	289,676
	$ 5,411,585	$ 5,413,585	$ 4,605,736	$ 807,849
Total Expenditures	$ 36,304,483	$ 36,304,483	$ 33,198,964	$ 3,105,519
Excess of Revenues Over Expenditures	$ (702,362)	$ (702,362)	$ 4,385,624	$ 5,087,986

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

Continued

City of Altamonte Springs, Florida

Statement of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual - Continued

GENERAL FUND

For the Year Ended September 30, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Other Financing Sources (Uses)				
Transfers In				
American Rescue Plan Fund	$ -	$ 345,710	$ 345,330	$ (380)
Transfers Out				
Capital projects fund	(1,750,000)	(1,750,000)	(1,750,000)	-
Total Other Financing Sources (Uses)	$ (1,750,000)	$ (1,404,290)	$ (1,404,670)	$ (380)
Net Changes in Fund Balance	$ (2,452,362)	$ (2,106,652)	$ 2,980,954	$ 5,087,606
Fund Balance				
Beginning of Year	14,955,167	14,955,167	14,955,167	-
End of Year	$ 12,502,805	$ 12,848,515	$ 17,936,121	$ 5,087,606

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

City of Altamonte Springs, Florida

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

STORMWATER MANAGEMENT FUND

For the Year Ended September 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental revenues	$ -	$ -	$ 387,844	$ 387,844
Charges for services	1,930,759	1,930,759	1,899,340	(31,419)
Miscellaneous revenues				
Investment income (loss)	109,072	109,072	(28,516)	(137,588)
Other miscellaneous income	-	-	3,615	3,615
Total Revenues	$ 2,039,831	$ 2,039,831	$ 2,262,283	$ 222,452
Expenditures				
Current				
Physical environment	$ 1,676,287	$ 1,676,287	$ 1,291,305	$ 384,982
Capital outlay	3,101,600	3,101,600	179,521	2,922,079
Total Expenditures	$ 4,777,887	$ 4,777,887	$ 1,470,826	$ 3,307,061
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ (2,738,056)	$ (2,738,056)	$ 791,457	$ 3,529,513
Other Financing Sources or (Uses)				
Transfers in (out)	$ -	$ 2,618	$ 2,618	$ -
Total Other Financing Sources and (Uses)	$ -	$ 2,618	$ 2,618	$ -
Net Change in Fund Balances	$ (2,738,056)	$ (2,735,438)	$ 794,075	$ 3,529,513
Fund Balance				
Beginning of year	9,716,980	9,716,980	9,716,980	-
End of year	$ 6,978,924	$ 6,981,542	$ 10,511,055	$ 3,529,513

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

City of Altamonte Springs, Florida

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

AMERICAN RESCUE PLAN ACT FUND

For the Year Ended September 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental revenues	$ -	$ 528,317	$ 529,947	$ 1,630
Total Revenues	$ -	$ 528,317	$ 529,947	$ 1,630
Expenditures				
Current				
General Government	$ -	$ 86,395	$ 88,405	$ (2,010)
Total Expenditures	$ -	$ 86,395	$ 88,405	$ (2,010)
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	$ 441,922	$ 441,542	$ (380)
Other Financing Sources or (Uses)				
Transfers in (out)	$ -	$ (441,922)	$ (441,542)	$ (380)
Total Other Financing Sources and (Uses)	$ -	$ (441,922)	$ (441,542)	$ (380)
Net Change in Fund Balances	$ -	$ -	$ -	$ (760)
Fund Balance				
Beginning of year	-	-	-	-
End of year	$ -	$ -	$ -	$ (760)

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

City of Altamonte Springs, Florida

Statement of Net Position

PROPRIETARY FUNDS

September 30, 2021

	Business-type Activities			Governmental Activities
	Water and Sewer Fund	Refuse Disposal Fund	Total	Internal Service Fund
Assets				
Current Assets				
Cash and cash equivalents	$ 1,171,586	$ 116,084	$ 1,287,670	$ 190,157
Investments	7,638,800	488,701	8,127,501	1,723,716
Accounts receivable (net)	3,538,420	-	3,538,420	1,517
Accrued interest receivable	41,548	2,236	43,784	7,883
Due from other governments	515,845	-	515,845	-
Restricted investments	1,444,644	-	1,444,644	-
Restricted accrued interest receivable	38,127	-	38,127	-
Prepaids	119,334	11,831	131,165	50,369
Inventory	241,444	-	241,444	-
Total Current Assets	$ 14,749,748	$ 618,852	$ 15,368,600	$ 1,973,642
Non-current Assets				
Restricted assets - connection/impact fees				
Restricted investments	$ 8,335,944	$ -	$ 8,335,944	$ -
Net pension asset	2,956,193	482,863	3,439,056	-
Capital assets				
Land	$ 644,114	$ -	$ 644,114	$ -
Building and improvements	19,322,133	116,172	19,438,305	-
Water and sewer system	189,992,782	-	189,992,782	-
Machinery and equipment	5,637,590	3,135,234	8,772,824	-
Construction in progress	16,330,720	-	16,330,720	-
Less: accumulated depreciation	(119,314,678)	(1,293,317)	(120,607,995)	-
Total capital assets	$ 112,612,661	$ 1,958,089	$ 114,570,750	$ -
Total Noncurrent Assets	$ 123,904,798	$ 2,440,952	$ 126,345,750	$ -
Total Assets	$ 138,654,546	$ 3,059,804	$ 141,714,350	$ 1,973,642
Deferred outflows				
Deferred outflows from pensions	$ 588,733	$ 70,055	$ 658,788	$ -
Deferred outflows from OPEB	3,887	575	4,462	-
	$ 592,620	$ 70,630	$ 663,250	$ -

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

Continued

City of Altamonte Springs, Florida

Statement of Net Position - Continued

PROPRIETARY FUNDS

September 30, 2021

	Business-type Activities			Governmental Activities
	Water and Sewer Fund	Refuse Disposal Fund	Total	Internal Service Fund
Liabilities				
Current Liabilities				
Accounts payable	$ 950,006	$ 30,116	$ 980,122	$ 4,955
Accrued liabilities	240,610	30,742	271,352	1,419,455
Customer deposits	1,444,644	-	1,444,644	-
Due to other governments	12,253	-	12,253	-
Compensated absences payable (current)	163,759	31,848	195,607	-
Prepaid connection fees	50,830	-	50,830	-
Total Current Liabilities	$ 2,862,102	$ 92,706	$ 2,954,808	$ 1,424,410
Noncurrent Liabilities				
Compensated absences payable	$ 245,638	$ 47,772	$ 293,410	$ -
Net pension liability	722,331	30,624	752,955	-
Other post employment benefits	574,430	84,776	659,206	-
Total Noncurrent Liabilities	$ 1,542,399	$ 163,172	$ 1,705,571	$ -
Total Liabilities	$ 4,404,501	$ 255,878	$ 4,660,379	$ 1,424,410
Deferred inflows				
Deferred inflows from pensions	$ 2,936,428	$ 410,743	$ 3,347,171	$ -
Deferred inflows from OPEB	169,002	21,540	190,542	-
	$ 3,105,430	$ 432,283	$ 3,537,713	$ -
Net Position				
Investment in capital assets	$ 112,612,661	$ 1,958,089	$ 114,570,750	$ -
Restricted for capital outlay	9,767,885	-	9,767,885	-
Unrestricted	9,356,689	484,184	9,840,873	549,232
Total Net Position	$ 131,737,235	$ 2,442,273	$ 134,179,508	$ 549,232

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

City of Altamonte Springs, Florida

Statement of Revenues, Expenses and Changes in Fund Net Position

PROPRIETARY FUNDS

For the Year Ended September 30, 2021

	Business-type Activities			Governmental Activities
	Water and Sewer Fund	Refuse Disposal Fund	Total	Internal Service Fund
Operating Revenues				
Charges for services	$ 20,946,687	$ 1,863,767	$ 22,810,454	$ 516,000
Operating Expenses				
Personal services	$ 5,326,283	$ 723,305	$ 6,049,588	$ -
Contractual services	818,475	331,212	1,149,687	-
Supplies	425,217	2,412	427,629	-
Materials and maintenance	1,066,715	97,717	1,164,432	-
Utilities	1,151,552	-	1,151,552	-
Claims expense	-	-	-	34,567
Administrative expenses	-	-	-	25,783
Insurance premiums	-	-	-	193,333
Other services and charges	5,684,347	211,195	5,895,542	7,083
Depreciation	4,133,621	229,060	4,362,681	-
Total Operating Expenses	$ 18,606,210	$ 1,594,901	$ 20,201,111	$ 260,766
Operating Income (Loss)	$ 2,340,477	$ 268,866	$ 2,609,343	$ 255,234
Non-operating Revenues (Expenses)				
Intergovernmental revenues	$ 117,867	$ -	$ 117,867	$ -
Investment income (loss)	(53,127)	(2,315)	(55,442)	(5,505)
Insurance reimbursements	-	-	-	16,941
Other income	281,465	13,395	294,860	-
Gain (loss) on disposal of surplus assets	18,953	35,354	54,307	-
Total Non-operating Revenues (net)	$ 365,158	$ 46,434	$ 411,592	$ 11,436
Income (Loss) Before Contributions and Transfers	$ 2,705,635	$ 315,300	$ 3,020,935	$ 266,670
Capital Grants and Contributions				
Capital grants	$ 1,210,355	$ 269,327	$ 1,479,682	$ -
Capital contributions	1,913,516	-	1,913,516	-
Total capital grants and contributions	$ 3,123,871	$ 269,327	$ 3,393,198	$ -
Other Financing Sources (Uses)				
Transfers In (Out)	$ 84,566	$ 5,348	$ 89,914	$ -
Change in Net Position	$ 5,914,072	$ 589,975	$ 6,504,047	$ 266,670
Net Position				
Beginning of Year	$ 125,823,163	$ 1,852,298	$ 127,675,461	$ 282,562
End of Year	$ 131,737,235	$ 2,442,273	$ 134,179,508	$ 549,232

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

City of Altamonte Springs, Florida

Statement of Cash Flows

PROPRIETARY FUNDS

For the Year Ended September 30, 2021

	Business-type Activities			Governmental Activities
	Water and Sewer Fund	Refuse Disposal Fund	Total	Internal Service Fund
Cash Flows from Operating Activities				
Receipts from customers and users	$ 20,619,229	$ 1,863,767	$ 22,482,996	$ 515,717
Receipts from other sources	269,138	13,395	282,533	16,941
Payments to suppliers	(9,216,035)	(642,205)	(9,858,240)	(323,428)
Payments to employees	(6,231,338)	(856,587)	(7,087,925)	-
Net Cash Provided by Operating Activities	$ 5,440,994	$ 378,370	$ 5,819,364	$ 209,230
Cash Flows from Non-Capital Financing Activities				
Transfers from (to) other funds	$ 84,566	$ 5,348	$ 89,914	$ -
Operating grants	117,867	4,606	122,473	-
Net Cash Provided by Non-Capital and Financing Activities	$ 202,433	$ 9,954	$ 212,387	$ -
Cash Flows from Capital Activities				
Capital grants	$ 1,210,355	$ 269,327	$ 1,479,682	$ -
Acquisition or construction of capital assets	(7,730,909)	(1,155,591)	(8,886,500)	-
Proceeds from sale of capital assets	19,410	35,354	54,764	-
Capital contributions	1,746,444	-	1,746,444	-
Net Cash (Used) by Capital and Related Financing Activities	$ (4,754,700)	$ (850,910)	$ (5,605,610)	$ -
Cash Flows from Investing Activities				
Purchase of investments	$ (59,800)	$ (422)	$ (60,222)	$ (6,519)
Net Increase (Decrease) in Cash and Cash Equivalents	$ 828,927	$ (463,008)	$ 365,919	$ 202,711
Cash and Cash Equivalents				
Beginning of Year	17,762,047	1,067,793	18,829,840	1,711,162
End of Year	$ 18,590,974	$ 604,785	$ 19,195,759	$ 1,913,873
Cash and Cash Equivalents Classified As				
Current assets	$ 8,810,386	$ 604,785	$ 9,415,171	$ 1,913,873
Restricted assets	9,780,588	-	9,780,588	-
Total Cash and Cash Equivalents	$ 18,590,974	$ 604,785	$ 19,195,759	$ 1,913,873

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

Continued

City of Altamonte Springs, Florida

Statement of Cash Flows - Continued

PROPRIETARY FUNDS

For the Year Ended September 30, 2021

	Business-type Activities			Governmental Activities
	Water and Sewer Fund	Refuse Disposal Fund	Total	Internal Service Fund
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating Income	$ 2,340,477	$ 268,866	$ 2,609,343	$ 255,234
Depreciation	$ 4,133,621	$ 229,060	$ 4,362,681	$ -
Miscellaneous non-operating income	281,465	13,395	294,860	16,941
Change in assets and liabilities				
Decrease in accounts receivable	(508,829)	-	(508,829)	(283)
Increase in due from other governments	181,371	-	181,371	-
Decrease in inventories	(24,637)	-	(24,637)	-
(Increase) Decrease in prepaid expenses	(7,924)	139	(7,785)	(4,214)
Increase (Decrease) in accounts payable	(37,168)	191	(36,977)	1,709
Increase in accrued liabilities	50,154	6,376	56,530	-
(Decrease) Increase in customer deposits	(13,777)	-	(13,777)	-
Increase in claims payable	-	-	-	(60,157)
Increase in due to other governments	1,450	-	1,450	-
(Decrease) Increase in compensated absences	(13,882)	603	(13,279)	-
(Decrease) in other post employment benefits	(98,532)	(14,567)	(113,099)	-
(Decrease) in net pension liability	(842,795)	(125,693)	(968,488)	-
Total Adjustments	$ 3,100,517	$ 109,504	$ 3,210,021	$ (46,004)
Net Cash Provided by Operating Activities	$ 5,440,994	$ 378,370	$ 5,819,364	$ 209,230

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

City of Altamonte Springs, Florida

Statement of Fiduciary Net Position

PENSION TRUST FUNDS

September 30, 2021

Assets		
Cash and equivalents	$	20,258
Investments		
Mutual funds		
U. S. Treasuries		1,980,491
Corporate bonds		23,071,398
Equities		55,746,852
Accrued interest receivable		46,409
Prepaid expenses		8,770
Total Assets	$	80,874,178
Liabilities		
Accounts payable	$	54,086
Total Liabilities	$	54,086
Net Position		
Net position restricted for pensions	$	80,820,092

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

City of Altamonte Springs, Florida

Statement of Changes in Fiduciary Net Position

PENSION TRUST FUNDS

For the Year Ended September 30, 2021

Additions	
Employer contributions	$ 3,063,317
Employee contributions	172,063
Net investment income	
Appreciation in value of plan assets	10,569,000
Interest and dividend income	1,318,149
Investment expense	(232,248)
Total additions	$ 14,890,281
Deductions	
Benefits	$ 1,587,059
Administrative expenses	66,387
Total deductions	$ 1,653,446
Change in net position	$ 13,236,835
Net Position Restricted for Pensions	
Beginning of year	67,583,257
End of year	$ 80,820,092

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

The Reporting Entity. The City is a municipal corporation located in Seminole County, Florida. The City was created by a vote of Qualified Electors on November 11, 1920 and known as the Town of Altamonte Springs. The original corporate limits were created under State Charter, Chapter 8918 (no. 518). The legislative branch of the City is composed of a five (5) member elected Commission, including a City-wide elected mayor. The City Commission is governed by the City Charter and by state and local laws and regulations. The City Commission is responsible for the establishment and adoption of policy. The execution of such policy is the responsibility of the Commission appointed City Manager.

The accompanying financial statements present the financial condition of the City. There are no component units. The City has no discretely presented component units.

Government-wide and Fund Financial Statements. The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government and its component unit. For the most part, the effect of interfund activity has been removed from these statements. Interfund services provided and used are not eliminated in the process of consolidation. *Governmental activities,* which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely, to a significant extent, on fees and charges for support. The Statement of Activities demonstrates the degree to which the direct expenses and indirect costs of a given function, or segment, are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *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, proprietary funds, and fiduciary funds even though the latter 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 funds financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. As a general rule, the effect of interfund activity has been eliminated from the government-wide statements. An exception to this rule is the Workers' Compensation Internal Service Fund. The City does not employ an indirect administrative cost allocation system. An administrative fee is charged by the General Fund to other operating funds to cover the costs, in part or in whole, of administrative services funded directly by the General Fund but provided City-wide. At the fund-level statements the administrative fee is included. The administrative fee is eliminated in the entity-wide statements. Amounts reported as *program*

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

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 City generally considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting; however, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

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

The City reports the following major governmental funds:

- The *General Fund* is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

- The *Stormwater Management Fund,* a special revenue fund, accounts for revenues and expenditures related to stormwater management, i.e. – the collection, storage, treatment and dispersal of rainwater. The City established the program and fund, and began imposing a City-wide stormwater management fee in 1989.

- The *American Rescue Plan Act (ARPA) Fund*, a special revenue fund, accounts for revenues and expenditures related to federal funds received as part of the American Rescue Plan Act. Expenditures are limited to those activities approved within the Act.

- The *Infrastructure Sales Tax Fund,* a capital projects fund, accounts for revenues from the infrastructure sales tax. Expenditures are limited to infrastructure improvements.

The City reports the following major and non-major enterprise funds:

- The *Water and Sewer System Fund*, a major fund, accounts for the fiscal activities of the City's water and wastewater treatment and distribution operations as well as the funding and payment of related debt.

- The *Refuse Disposal Fund*, a non-major fund, accounts for the fiscal activities of the City's residential refuse disposal operations.

Additionally, the City reports the following fund types:

- *Special Revenue Funds* account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

- *Capital Projects Funds* account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

- *Internal Service Fund* accounts for certain activities of the City's workers' compensation self-insurance program.

- *Pension Trust Funds* account for the activities of the City's Police Officers' Pension Plan and General Employees' Pension Plan, each of which accumulate resources for pension benefit payments to qualified police officers and general employees.

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

When both restricted and unrestricted resources are available for use, it is the City's policy to use unrestricted resources first, and then restricted resources, as they are needed for their intended purposes. Resources are reported as restricted when constraints are placed on the use of such resources. These constraints must be externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or, imposed by law through constitutional provisions or enabling legislation.

***Budgetary Requirements*.** The following procedures are used to establish the budgetary data reflected in the financial statements:

- Prior to September 30 of each year, the City Manager submits to the City Commission a proposed operating budget for the fiscal year commencing the following October 1.

- Public hearings are held to obtain taxpayer comments.

- Prior to October 1, the budget is legally enacted through passage of an ordinance or resolution.

- Formal budgetary integration is employed as a management control device during the year for all governmental fund and proprietary fund types.

- Budgets for the governmental fund types are adopted on a basis consistent with GAAP. Budgets for proprietary fund types are adopted on a non-GAAP basis as a result of recognizing debt service principal and capital expenditures within the proprietary fund types budgetary operating statements.

- The City Manager is authorized to transfer part or all of an unencumbered appropriation balance between departments within a fund; however, any revisions that alter the total appropriations of any fund must be approved by the City Commission. The classification detail at which expenditures may not legally exceed appropriations is at the total fund level. During the fiscal year ended, various appropriations were approved in accordance with this policy. Budgeted amounts shown in the financial statements are as originally adopted and as further amended.

- Every appropriation, except capital projects, lapse at the close of the fiscal year.

- A budget is not adopted for the Police Premium Tax Trust special revenue fund.

***Deposits and Investments*.** Cash and cash equivalents include cash on hand, demand deposits, money market accounts, and highly liquid investments (including restricted assets) with a maturity of three months or less when purchased. The City's investment policies authorize investment in obligations of the U.S. Treasury, federal agencies, corporate bonds, asset backed securities, money market mutual funds, bankers' acceptances, commercial paper, collateralized mortgage obligations, and repurchase agreements. In addition, authorized pension fund investments include common stocks. Investments are stated at fair value.

Receivables.

Property Taxes Receivable. Under Florida law, the assessment of all properties and the collection of all county, municipal and school board property taxes are consolidated in the offices of the 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. State Statutes permit municipalities to levy property taxes at a rate of up to 10 mills. The City's current (fiscal year 2021) millage is 3.1 mills.

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

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

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

Inventories**.** Inventories are valued at cost, which approximates market value, using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

Prepaids**.** Prepaids of governmental funds represent payments made to vendors for services that will benefit the City beyond September 30, 2021 and are recorded as expenditures when consumed rather than when purchased.

Restricted Assets**.** The uses of certain assets of the Water and Sewer Fund are restricted by specific provisions of bond resolutions and other agreements. Assets so designated are identified as restricted assets on the Statement of Net Position.

Capital Assets**.** Capital assets include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), and are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Generally, 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 costs equal or exceed $5,000 and have 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 their acquisition value at the date of donation. Major outlays for capital assets and improvements are capitalized as projects are constructed. Capital assets are depreciated using the straight-line method over the estimated useful lives shown in the accompanying table.

Capital Assets
Estimated Useful Lives

Assets	Years
Machinery and equipment	5 - 10
Buildings	4 - 50
Improvements other than buildings	5 - 40
Infrastructure	10 – 100

Compensated Absences. All full-time and permanent part-time employees are entitled to accrue Paid Leave Time based on the number of years of service. This time is accrued on a pay period basis and is divided into two categories; Active Leave and Catastrophic Leave. Each pay period 65% of the total accrued leave time is credited to the employee's Active Leave Bank. This accrued time can be used for vacation, sick or any other leave. Each year the employee must use at least 50% of the Active Leave time accrued during the year. Unused Active Leave time can be banked each year until the employee's Active Leave Bank reaches a maximum of 600 hours. Alternatively, the employee can choose to receive a cash benefit, in lieu of banking these hours, of 25% of the eligible hours to be banked annually. Upon termination in good standing, the employee can receive a cash benefit for the accrued Active Leave time, up to a maximum of 600 hours at the employee's current wage rate.

The remaining 35% of the total accrued leave time is credited to the employee's Catastrophic Leave Bank. This time can only be used for approved leave in excess of 80 hours or, in the event of bereavement, three days (if deceased is a family member of the employee). This leave includes sickness of the employee or immediate family member, temporary disability or maternity leave. There is a maximum of 480 hours that can be accrued into the employee's Catastrophic Leave Bank. Hours in the employee's Catastrophic Leave Bank cannot be exchanged for a cash benefit at any time, including termination or retirement.

The City records compensated absences in the governmental fund types as an expenditure for the amount accrued during the year that would normally be liquidated with expendable, available financial resources. The City accrues compensated absences in the period they are earned in the government-wide and enterprise fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

***Unearned Revenues*.** Unearned revenues in governmental funds include amounts collected before the revenue recognition criteria are met. The unearned items consist primarily of license and permit revenue collected in advance and grant revenues.

***Contributions*.** Contributions consist primarily of donations from federal and state aid programs, developers, and water and sewer connection fees charged to customers for initial hook-up to the utility system. Contributions are recognized when earned or when legal title is transferred to the City for contributed capital assets.

***Fund Balances*.** Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring use of resources for specific purposes consistent with a written policy adopted by the City Commission in 2014. Management assigns fund balances to the various classifications pursuant to the authority granted by the City Commission. The classifications used are nonspendable, restricted, committed, assigned, and unassigned.

Nonspendable fund balance includes amounts not in spendable form or contractually required to be maintained intact.

Restricted fund balances are amounts constrained in use. These constraints are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or, imposed by law through constitutional provisions or enabling legislation.

Committed fund balances are constrained in use by action of the City Commission, the City's highest level of decision-making authority. These committed amounts cannot be used for any other purpose unless the Commission removes or changes the specified use by taking similar legislative action.

Assigned fund balances are amounts constrained by the City's stated intent to use such amounts for a specific purpose. These are intended to be used for the stated purposes but do not meet the criteria to be classified as committed. The Commission has passed the authority to assign fund balances to management.

Unassigned fund balance is the residual classification for the general fund, the only fund that reports a positive unassigned fund balance. In governmental funds other than the general fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund. The table shows the classifications and amounts of fund balances within the governmental funds as of September 30, 2021.

Governmental Funds
Fund Balances at September 30, 2021

	General Fund	Stormwater Mgmt Fund	Infrastructure Sales Tax Fund	Non-major Governmental Funds	Total
Non-spendable					
Inventories	$ 39,911	$ -	$ -	$ -	$ 39,911
Prepaid expenditures	468,669	3,773	-	4,707	477,149
	508,580	3,773	-	4,707	517,060
Restricted					
Law enforcement	102,611	-	-	87,502	190,113
Committed					
Street lighting	44,968	-	-	-	44,968
Road improvements	153,124	-	-	-	153,124
Stormwater system	-	10,507,282	-	442,495	10,949,777
Infrastructure improvements	-	-	4,087,511	-	4,087,511
Building inspections	-	-	-	3,292,243	3,292,243
Capital projects	-	-	-	2,829,776	2,829,776
Capital improvements					
Transportation	-	-	-	242,096	242,096
Law enforcement	-	-	-	170,647	170,647
Parks	-	-	-	193,581	193,581
	198,092	10,507,282	4,087,511	7,170,838	21,963,723
Unassigned	17,126,838	-	-	-	17,126,838
Total Fund Balances	$ 17,936,121	$ 10,511,055	$ 4,087,511	$ 7,263,047	$ 39,797,734

The City uses restricted amounts first when both restricted and unrestricted fund balance is available. The City first uses committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made. The fund balance policy establishes a targeted minimum unassigned fund balance level of not less than 20% of total budgeted expenditures and transfers out. This target balance applies only to the General Fund.

Implementation of New GASB Pronouncements. During the fiscal year ended September 30, 2021, the City did not adopt any new GASB pronouncements.

NOTE 2 – DEPOSITS AND INVESTMENTS

As of September 30, 2021, the City's investment portfolio was as shown at right.

Investments at September 30, 2021

Investment type	Fair Value	Weighted avg. maturity (years)	Credit Quality
U.S. Treasuries	$ 22,111,154	1.0796	Aaa
U.S. Agencies	3,185,964	0.1801	Aaa
Corporate bonds	35,071,743	1.0388	A
Mutual funds	6,100,130	-	Aaa-mf
	$ 66,468,991		
Portfolio weighted average maturity		2.2985	

Fair Value Hierarchy. The City categorizes fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The City had the following fair value measurements as of September 30, 2021.

Fair Value Hierarchy of Investments as of September 30, 2021

	Total Fair Value	quoted prices in active markets for identical assets (Level 1)	significant other observable inputs (Level 2)	significant unobservable inputs (Level 3)
U.S. Treasuries	$ 22,111,154	$ 22,111,154	$ -	$ -
Federal home loan mortgage	3,185,964	3,185,964	-	-
Corporate bonds	35,071,743	35,071,743	-	-
Mutual funds	6,100,130	6,100,130	-	-
	$ 66,468,991	$ 66,468,991	$ -	$ -

Interest Rate Risk. In accordance with its policy, the City manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to less than six years. Additionally, the City limits investment of more than 50% of the total portfolio in securities maturing more than five years from the date of purchase and prohibits investment in any security with a maturity date of more than ten years from the date of purchase.

Credit Risk and Concentration of Credit Risk. To manage exposure to credit risk the City's investment policy requires at least 20% of the portfolio be invested in U. S. Treasury or federal agency securities. Additional requirements and limitations, including avoidance of concentration of credit risk, are as follows:

Credit Risk and Concentration of Credit Risk

Security type	Requirements and limitations
Corporate bonds	Rated at least investment grade. Not more than 80% of the portfolio; not more than 5% of the portfolio invested in the debt of any one corporation.
Asset backed securities	Rated "Aaa". Not more than 20% of the portfolio; not more than 5% in any one issue.
Money market mutual funds	SEC registered with highest credit rating. Not more than 20% of the portfolio; not more than 5% in any one fund.
Bankers acceptances	Issued by institution with a long-term debt rating of least "A" or better. Not more than 10% of the portfolio; not more than 5% in any one issuer.
Commercial paper	Rating of at least "A-1" or "Prime 1". Not more than 10% of the portfolio; not more than 5% in any one issuer.
Collateralized mortgage obligations	Restricted to those backed by GNMA, FHLMC or FNMA and must pass FIEC high risk security test. Not more than 10% of the portfolio; not more than 5% in any one issue.

In addition, City policy prohibits investment in reverse purchase agreements, indexed floating rate securities, tranches of collateralized mortgage obligations and leveraging.

NOTE 3 – RECEIVABLES

This table is a detail listing of receivables for the City's individual major funds and the aggregate of non-major governmental funds, including the applicable allowances for uncollectible accounts at September 30, 2021. Special assessment receivables are secured by liens placed on the benefited properties at the time of the original assessment.

Receivables as of September 30, 2021

	General Fund	Stormwater Mgmt Fund	Infrastructure Sales Tax Fund	Water and Sewer Sys. Fund	Non-major Governmental Funds	Total
Accounts receivable	$ 967,249	$ -	$ -	$ 3,738,178	$ -	$ 4,705,427
Special assessments	-	-	-	-	38,415	38,415
Accrued interest receivable	107,028	44,104	30,477	41,548	32,582	255,739
	$ 1,074,277	$ 44,104	$ 30,477	$ 3,779,726	$ 70,997	$ 4,999,581
Less: allowance for doubtful accounts	-	-	-	(199,758)	-	(199,758)
Total	$ 1,074,277	$ 44,104	$ 30,477	$ 3,579,968	$ 70,997	$ 4,799,823

NOTE 4 – INTERFUND ACCOUNTS

Interfund transactions include due from\to other funds, advances from\to other funds, and interfund transfers. Due to/from other funds includes two items. The first is $700,000 due to the General Fund from the Infrastructure Sales Tax Fund to pay an installment on an advance to provide funding for the neighborhood improvement program. The total original advance was $3,500,000. The balance as of September 30, 2021, was $2,100,000. Interfund transfers during the year were as follows.

Interfund Transfers
For the Year Ended September 30, 2021

	In	Out	
Capital projects fund (non-major fund)	$ 1,750,000	$ -	Annual transfer to the capital projects fund for
General fund (major fund)	-	1,750,000	current and future capital improvements
General fund (major fund)	345,330	-	
Stormwater fund (major fund)	2,618	-	Expenditures and expenses incurred which are
Building inspection fund (non-major fund)	3,680	-	eligible for reimbursement under the American
Water and sewer fund (major fund)	84,566	-	Rescue Plan Act.
Refuse disposal fund (non-major fund)	5,348	-	
American rescue plan fund (major fund)	-	441,542	
	$ 2,191,542	$ 2,191,542	

NOTE 5 – RESTRICTED ASSETS

The use of certain Water and Sewer Fund assets is restricted. The City restricts funds available for repayment of customer deposits. Connection and impact fees collected but unspent for the water and sewer system operation are restricted as these funds are specifically earmarked for capital acquisitions and improvements. Restricted assets at September 30, 2021 were as shown.

Restricted Assets
September 30, 2021

Customer deposits	
Investments	$ 1,444,644
Connection / impact fees	
Investments	8,335,944
Accrued interest	38,127
	$ 9,818,715

NOTE 6 – CAPITAL ASSETS

***Changes in Capital Assets*.** The following tables show the changes in capital assets by governmental activities and business-type activities. Also shown is a summary of depreciation expense by function.

Changes in Capital Assets
For the Year Ended September 30, 2021

	Beginning Balance	Additions	Deletions / Adjustments	Ending Balance
Governmental Activities				
Capital assets not being depreciated				
Land	$ 6,564,400	$ -	$ (410,910)	$ 6,153,490
Construction in progress	41,007,286	3,614,876	(24,727,429)	19,894,733
	$ 47,571,686	$ 3,614,876	$ (25,138,339)	$ 26,048,223
Capital assets being depreciated				
Buildings and improvements	$ 35,346,435	$ 812,795	$ -	$ 36,159,230
Improvements other than buildings	55,345,595	497,868	(4,491)	55,838,972
Infrastructure	78,260,060	793,863	22,636,970	101,690,893
Machinery and equipment	17,781,381	2,301,341	(1,471,563)	18,611,159
Intangible assets	4,150,000	-	-	4,150,000
	$ 190,883,471	$ 4,405,867	$ 21,160,916	$ 216,450,254
Less accumulated depreciation for				
Buildings and improvements	$ (10,500,570)	$ (1,052,776)	$ -	$ (11,553,346)
Improvements other than buildings	(21,501,551)	(1,734,702)	4,490	(23,231,763)
Infrastructure	(25,174,436)	(1,653,655)	-	(26,828,091)
Machinery and equipment	(12,388,334)	(1,695,548)	1,019,059	(13,064,823)
Intangible assets	(172,917)	(83,000)	-	(255,917)
	$ (69,737,808)	$ (6,219,681)	$ 1,023,549	$ (74,933,940)
Total capital assets being depreciated - net	$ 121,145,663	$ (1,813,814)	$ 22,184,465	$ 141,516,314
Governmental activities capital assets - net	$ 168,717,349	$ 1,801,062	$ (2,953,874)	$ 167,564,537
Business-type Activities				
Capital assets not being depreciated				
Land	$ 644,114	$ -	$ -	$ 644,114
Construction in progress	21,480,145	6,336,616	(11,486,041)	16,330,720
	$ 22,124,259	$ 6,336,616	$ (11,486,041)	$ 16,974,834
Capital assets being depreciated				
Buildings and improvements	$ 11,999,493	$ 7,438,812	$ -	$ 19,438,305
Water and sewer system	170,848,041	4,146,207	-	174,994,248
Water and sewer system - contributions	14,831,463	167,071	-	14,998,534
Machinery and equipment	8,046,938	192,031	533,855	8,772,824
	$ 205,725,935	$ 11,944,121	$ 533,855	$ 218,203,911
Less accumulated depreciation for				
Buildings and improvements	$ (5,642,128)	$ (270,569)	$ -	$ (5,912,697)
Water and sewer system	(95,171,284)	(3,313,812)	-	(98,485,096)
Water and sewer system - contributions	(10,323,166)	(269,176)	-	(10,592,342)
Machinery and equipment	(5,631,039)	(509,124)	522,303	(5,617,860)
	$ (116,767,617)	$ (4,362,681)	$ 522,303	$ (120,607,995)
Total capital assets being depreciated - net	$ 88,958,318	$ 7,581,440	$ 1,056,158	$ 97,595,916
Business-type activities capital assets - net	$ 111,082,577	$ 13,918,056	$ (10,429,883)	$ 114,570,750

Depreciation. Depreciation was charged to the functions and/or programs of the City as shown in the following table.

Depreciation Amortization and Expense
For the Year Ended September 30, 2021

	Governmental Activities	Business-type Activities	Total
General government	$ 2,118,251	$ -	$ 2,118,251
Public safety	415,369	-	415,369
Physical environment	342,985	-	342,985
Transportation	2,017,236	-	2,017,236
Culture/Recreation	1,325,840	-	1,325,840
Water and sewer system	-	4,133,621	4,133,621
Refuse disposal	-	229,060	229,060
	$ 6,219,681	$ 4,362,681	$ 10,582,362

Net Capital Assets. The following is a summary of net capital assets as shown on the government-wide statement of net position.

Net Capital Assets
September 30, 2021

	Governmental Activities	Business-type Activities	Total
Land	$ 6,153,490	$ 644,114	$ 6,797,604
Buildings and improvements	91,998,202	19,438,305	111,436,507
Water and sewer system	-	189,992,782	189,992,782
Infrastructure	101,690,893	-	101,690,893
Machinery and equipment	18,611,159	8,772,824	27,383,983
Construction in progress	19,894,733	16,330,720	36,225,453
Intangible assets	4,150,000	-	4,150,000
	$ 242,498,477	$ 235,178,745	$ 477,677,222
Less accumulated depreciation	(74,933,940)	(120,607,995)	(195,541,935)
	$ 167,564,537	$ 114,570,750	$ 282,135,287

Construction Commitments. The City had several active construction projects as of September 30, 2021. These include upgrading the sewer treatment plant, various public improvements within the central business district, an evaluation of reclaimed water fire hydrants, and numerous other public improvement projects. At year end the City's commitments with contractors are shown in the table to the right.

Construction Commitments
September 30, 2021

	Governmental Activities	Business-type Activities	Total
Water & sewer system			
Water & wastewater improvements	$ -	$ 2,407,450	$ 2,407,450
Utility relocations	-	51,472	51,472
Stormwater system improvements	851,277	-	851,277
City buildings	358,523	-	358,523
City streets	3,806,083	-	3,806,083
	$ 5,015,883	$ 2,458,922	$ 7,474,805

NOTE 7 – LONG-TERM DEBT

Schedule of Changes in Long-Term Debt. The City's outstanding long-term debt includes compensated absences and other post-employment benefits. The following is a schedule of changes in the City's long-term debt for the fiscal year ended September 30, 2021.

Changes in Long-term Debt
For the Year Ended September 30, 2021

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Governmental activities					
Compensated absences	$ 2,598,279	$ 1,599,812	$ (1,662,115)	$ 2,535,976	$ 1,014,390
Net pension liability	7,761,856	-	(6,383,994)	1,377,862	-
Other post employment benefits	2,445,915	-	(251,582)	2,194,333	-
	$ 12,806,050	$ 1,599,812	$ (8,297,691)	$ 6,108,171	$ 1,014,390
Business-type activities					
Compensated absences	$ 502,298	$ 436,990	$ (450,271)	$ 489,017	$ 195,607
Net pension liability	1,595,412	-	(842,457)	752,955	-
Other post employment benefits	729,846	-	(70,640)	659,206	-
	$ 2,827,556	$ 436,990	$ (1,363,368)	$ 1,901,178	$ 195,607

Compensated absences, net pension liability, and other post-employment benefits will be liquidated in the future by the operating funds in which the liability was incurred. For governmental activities these funds are the General Fund, the Stormwater Management Fund, the Building Inspection Fund, and the Law Enforcement Trust Fund. For business-type activities these funds are the Water and Sewer Fund and the Refuse Disposal Fund.

Bonds Payable. The City has no general obligation debt. As of September 30, 2021, the City had no outstanding bonded indebtedness obligations.

NOTE 8 – LIABILITIES PAYABLE FROM RESTRICTED ASSETS

Liabilities payable from restricted assets in the Water and Sewer System enterprise fund at September 30, 2021 are shown in the table.

Liabilities Payable from Restricted Assets
At September 30, 2021

Accounts payable	$ 16,379
Customer deposits	1,444,644
Prepaid connection fees	50,830
	$ 1,511,853

NOTE 9 – EMPLOYEE RETIREMENT SYSTEMS

All City full-time employees participate in one or more of the six following retirement plans offered by the City:

- the Florida Retirement System (FRS),
- the Health Insurance Subsidy (HIS),
- the Altamonte Springs Police Officers' Pension Plan (POPP),
- the Altamonte Springs General Employees' Pension Plan (GEPP),
- the General Employees' Investment Plan (GEIP), or,
- the Executive Investment Plan (EIP).

Full-time employees hired before December 31, 1995, participate in the Florida Retirement System (FRS) and the Health Insurance Subsidy (HIS). Full-time employees hired after December 31, 1995, participate in one or more of the other four plans. Total pension expense for all plans was a credit totaling $656,938 for the fiscal year ending September 30, 2021.

All full-time General Employees are initially enrolled in the General Employees' Pension Plan (a defined benefit plan) but have a one-time option to switch to the General Employees' Investment Plan (a defined contribution plan) at any time during employment with the City. This decision is irrevocable. All full-time police officers are enrolled in the Police Officers' Pension Plan. There are no opt-out provisions for this plan.

Pension Plan Enrollment
At September 30, 2021

	FRS	POPP	GEPP	GEIP	EIP	Total
Defined benefit plans						
Active members						
regular, vested	15	-	118	-	-	133
regular, non-vested	-	-	138	-	-	138
special risk (police), vested	2	52	-	-	-	54
special risk (police), non-vested	-	41	-	-	-	41
senior management, vested	1	-	7	-	-	8
senior management, non-vested	-	-	5	-	-	5
Total active members	18	93	268	-	-	379
Retirees and beneficiaries						
receiving benefits	-	22	76	-	-	98
Terminated members entitled to,						
but not receiving benefits	-	3	25	-	-	28
DROP	12	-	-	-	-	12
Total defined benefit plans	30	118	369	-	-	517
Defined contribution plans						
Active members						
regular	-	-	-	11	-	11
senior management	-	-	-	4	1	5
Total defined contribution plans	-	-	-	15	1	16
Total all plans	30	118	369	15	1	533

The Florida Retirement System (FRS). The Florida Retirement System (FRS) was created by Chapter 121, Florida Statutes. The FRS was created to provide a defined benefit pension plan for participating public employees. The FRS was amended in 1998 to add the Deferred Retirement Option Program (DROP) under the defined benefit plan. The plan was further amended in 2000 with the creation of the FRS Investment Plan, a defined contribution plan alternative to the defined benefit plan effective July 1, 2002. The city had no employees participating in the FRS Investment Plan at any time during fiscal year 2021. Chapter 112, Florida Statutes, established the Retiree Health Insurance Subsidy (HIS) Program, a cost-sharing multiple employer defined benefit pension plan to assist retired members of any state-administered retirement system in paying the costs of health insurance.

The FRS is a cost sharing, multiple employer, public-employee retirement system with two defined benefit plans and other nonintegrated programs administered by the Department of Management Services, Division of Retirement. Financial information for both the FRS and HIS plans is included in the Florida Retirement System (System) Pension Plan and Other State-Administered Systems' Annual Comprehensive Financial Report (ACFR). The System ACFR, including audited financial information to support the Schedules of Employer Allocations and Schedules of Pension Amounts by Employer, are available online at:

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

The System ACFR and actuarial reports may also be obtained by contacting the Division of Retirement by mail at Department of Management Services, Division of Retirement, Bureau of Research and Member Contributions, P. O. Box 9000, Tallahassee, FL, 32315-9000, or by phone at 850-488-5706.

The State of Florida Annual Comprehensive Financial Report is available from the Florida Department of Financial Services, Bureau of Financial Reporting Statewide Financial Reporting Section by mail at 200 E. Gaines Street, Tallahassee, Florida 32399-0364; by telephone at (850) 413-5511; or at the Department's Web site (www.myfloridacfo.com).

The City follows GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, for reporting the employers' proportionate share of the net pension liabilities for the FRS and HIS defined benefit pension plans.

FRS Defined Benefit Pension Plan

Plan Description. The FRS Pension Plan (Plan) is a cost-sharing, multiple-employer, contributory, defined benefit pension plan, with a Deferred Retirement Option Program (DROP) for eligible employees. The Plan provides benefits for several classes of employees. However, the City has only three participating employee classes, which are as follows:

- Regular members are full-time employees who are not classified in any other category.
- Special Risk members are employees who are certified and employed full-time as police officers.
- DROP members are employees who have effectively retired but continue to be employed by the City in a full-time capacity.

Benefits. After vesting, pension benefits are determined by category, length of service and average final compensation. The average final compensation is the average of the employee's highest five years or eight years, depending on hire date, of compensation. Normal retirement for regular employees is reached at age 62 or 65 with at least 6 years or 8 years of creditable service, or 30 or 33 years of creditable service regardless of age. For special risk employees, normal retirement is reached at age 55 or 60 with at least 6 years of creditable service, or 25 or 30 years of creditable service regardless of age.

Regular employees earn benefits at the rate of 1.6% for each year of creditable service and special risk employees at the rate of 3%. Retirement benefits include a 3% annual cost of living increase for members retired prior to July 1, 2011. Members retiring on or after July 1, 2011 receive an annual cost of living increase calculated by dividing years of service prior to July 1, 2011 by total years of service. This figure is then multiplied by 3%.

FRS Defined Benefit Plan
Vesting, Retirement Age, and Benefits

	enrolled before July 1, 2011	enrolled on or after July 1, 2011
Regular employees		
Vesting, years of service required	6	8
Normal retirement age	62	65
Years of service to normal retirement	30	33
Special risk (firefighters, police, etc.)		
Vesting, years of service required	6	8
Normal retirement age	55	60
Years of service to normal retirement	25	30
All members		
Average final compensation, highest years of service	5 years	8 years
Benefit calculation factor (times years of service):		
Special risk	3.0%	3.0%
Regular employees (enrolled before July 1, 2011)		
Up to age 62 or up to 30 years of service	1.60%	1.60%
At age 63 or with 31 years of service	1.63%	1.63%
At age 64 or with 32 years of service	1.65%	1.65%
At age 65 or with 33 or more years of service	1.68%	1.68%
Regular employees (enrolled on or after July 1, 2011)		
Up to age 65 or up to 33 years of service	1.60%	1.60%
At age 66 or with 34 years of service	1.63%	1.63%
At age 67 or with 35 years of service	1.65%	1.65%
At age 68 or with 36 or more years of service	1.68%	1.68%

Under the DROP program members who have reached their normal retirement date can effectively retire but continue to be employed by the City for up to five years. During this time the members monthly retirement benefit is paid into an interest-bearing account with federal income taxes deferred. Upon final separation from the City the member can receive these funds either in periodic installments or in a lump-sum.

Funding Policy. FRS contribution requirements of the City and members are established and may be amended by the State legislature. The contribution rates for both the FRS Defined Benefit Plan and the FRS Investment Plan are "blended" to produce a single uniform rate for each employee class. The three FRS classes of membership applicable to the City had the contribution rates as shown at right.

FRS Defined Benefit Plan and FRS Investment Plan
Blended Uniform Contribution Rates
(*expressed as a percentage of covered payroll*)

	Regular	Special Risk	DROP
Effective July 1, 2020			
Employer contribution	10.00%	24.45%	16.98%
Employee contribution	3.00%	3.00%	n/a
Total contribution rate	13.00%	27.45%	16.98%
Effective July 1, 2021			
Employer contribution	10.82%	25.89%	18.34%
Employee contribution	3.00%	3.00%	n/a
Total contribution rate	13.82%	28.89%	18.34%

Employer contributions include an administrative fee of 0.06%, which is transferred to the State Board of Administration to offset administrative and educational costs of the Public Employee Optional Retirement Program. The system also provides disability and survivor benefits. Benefits are established by State Statute.

Total payroll for the year ended September 30, 2021, was $23,036,808 of which $2,534,310 was paid to City FRS members. Contributions to the FRS for the past three years are shown in the chart.

FRS Defined Benefit Plan
City Contribution History

Fiscal Year	Employer	Employees
2019	$ 471,304	$ 68,308
2020	409,731	54,437
2021	383,799	39,348

Fiscal year 2011 was the first year employee contributions were required. Contributions made were equal to the required contributions for each year.

Pension Liabilities, Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At September 30, 2021, the City reported a liability of $685,593 as its proportionate share of the FRS Pension Plan net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021. The City's proportionate share of the net pension liability was based on accrued retirement contributions for employers that were members of the FRS Pension Plan during the fiscal year ended June 30, 2021. At June 30, 2021, the City's proportionate share was 0.009%, which was a decrease of 18% from its proportionate share of 0.011% measured as of June 30, 2020.

FRS Defined Benefit Plan
Deferred Outflows and Deferred Inflows
At September 30, 2021

	outflows	inflows
Differences between expected and actual experience	$ 117,512	$ -
Changes in assumptions	469,117	-
Net difference between projected and actual earnings on pension plan investments	-	(2,391,863)
Changes in proportion and differences between City contributions and proportionate share of contributions	-	(1,517,588)
City contributions subsequent to the measurement date	93,985	-
	$ 680,614	$ (3,909,451)

For the year ended September 30, 2021, the pension expense was a credit of $341,963 for the FRS Pension Plan. At September 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions for the FRS Pension Plan from the sources and in the amounts listed in the following table.

The deferred outflows of resources related to pensions totaling $93,985 resulting from City contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the subsequent fiscal year.

Other amounts reported for the FRS Pension plan as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as shown in the following table.

FRS Defined Benefit Plan Annual Recognition of Deferred Outflows and Inflows

Fiscal Year Ending June 30,	Amount Recognized
2022	$ (801,258)
2023	(782,498)
2024	(815,558)
2025	(862,046)
2026	(61,462)

***Basis for Allocation*.** The employer's proportionate share reported in the pension allocation schedules was calculated using accrued retirement contributions related to the reporting periods included in the system's fiscal years ending June 30, 2019, 2020 and 2021, respectively, for employers that were members of the FRS and HIS during those fiscal years. For fiscal year 2021, in addition to contributions from employers the required accrued contributions for the division (paid on behalf of the division's employees who administer the plans) were allocated to each employer on a proportional basis. The division administers the plans, and therefore, cannot allocate a portion of the liability to itself. Although GASB 68 encourages the use of the employers' projected long-term contribution effort to the retirement plan, allocating on the basis of historical employer contributions is acceptable. The aggregate employer contribution amounts for each fiscal year agree to the employer contribution amounts reported in the system's ACFR for that fiscal year.

The proportion calculated based on contributions for each of the fiscal years presented in the pension allocation schedules was applied to the net pension liability and other pension amounts applicable to that fiscal year to determine each employer's proportionate share of the liability, deferred outflows of resources, deferred inflows of resources and associated pension expense.

For the purposes of the pension allocation schedules, pension amounts are allocated to reporting employers. The pension amounts of participating employers whose payrolls are reported and contributions are remitted by another entity are included in the reporting employer's amounts and will be allocated to the participating employer by the reporting employer.

Actuarial Methods and Assumptions. Actuarial assumptions for both cost-sharing defined benefit plans are reviewed annually by the Florida Retirement System Actuarial Assumptions Conference. The FRS Pension Plan has a valuation performed annually. The HIS Program has a valuation performed biennially. The July 1, 2021, valuation is the most recent actuarial valuation. Because the HIS Program is funded on a pay-as-you-go basis, no experience study has been completed for that program. The actuarial assumptions that determined the total pension liability for the HIS Program were based on certain results of the most recent experience study for the FRS Pension Plan.

The total pension liability for each cost-sharing defined benefit plan was determined using the individual entry age actuarial cost method. Inflation increases for both plans is assumed at 2.4%. Payroll growth, including inflation, for both plans is assumed at 3.25%. Both the discount rate and the long-term expected rate of return used for FRS Pension Plan investments is 6.8%. The plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return. There were not any significant changes in actuarial assumptions for 2021.

Discount Rate. The discount rate used to measure the total pension liability for the FRS Pension Plan disclosed above is based on a projection of cash flows that assumed that employee contributions will be made at the current contribution rate and that contributions from participating members will be made at statutorily required rates, actuarially determined. Based on those assumptions, the FRS Pension Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Long-Term Expected Rate of Return. The long-term expected rate of return assumption of 6.8% consists of two building block components: 1) an inferred real (in excess of inflation) return of 4.3%, which is consistent with the

4.17% real return from the capital market outlook model developed by the FRS consulting actuary, Milliman; and 2) a long-term average annual inflation assumption of 2.4% as adopted in October 2021 by the FRS Actuarial Assumption Conference. In the opinion of the FRS consulting actuary both components and the overall 6.8% return assumption were determined to be reasonable and appropriate per the Actuarial Standards of Practice. The 6.8% reported investment return assumption is the same as the investment return assumption chosen by the 2021 FRS Actuarial Assumption Conference for funding policy purposes

For reference, the table below contains a summary of Milliman's assumptions for each of the asset classes in which the plan was invested at that time based on the long-term target asset allocation. Each asset class assumption is based on a consistent set of underlying assumptions, and includes an adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic mode.

FRS Defined Benefit Plan
Actuarial Assumptions for Each Investment Class

Asset Class	Target Allocation	Annual Arithmetic Return	Compound Annual (Geometric) Return	Standard Deviation
Cash	1.0%	2.1%	2.1%	1.1%
Fixed income	20.0%	3.8%	3.7%	3.3%
Global equity	54.2%	8.2%	6.7%	17.8%
Real estate (property)	10.3%	7.1%	6.2%	13.8%
Private equity	10.8%	11.7%	8.5%	26.4%
Strategic investments	3.7%	5.7%	5.4%	8.4%
Assumed inflation - mean	-	-	2.4%	1.2%

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the City's proportionate share of the net pension liability of the FRS Pension Plan calculated using the discount rate of 6.8%. Also presented is the City's proportionate share of the FRS Pension Plan net pension liability if it were calculated using a discount rate that is one percentage point lower (5.8%) or one percentage point higher (7.8%) than the current rate.

FRS Defined Benefit Plan
Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in Discount Rate

1% Decrease to 5.8%	Current Discount Rate 6.8%	1% Increase to 7.8%
$ 3,066,019	$ 685,593	$(1,304,176)

Pension Plan Fiduciary Net Position. Detailed information about FRS Pension Plan's fiduciary net position is available in the separately issued FRS Annual Comprehensive Financial Report. This report is available by mail at P.O. Box 9000, Tallahassee, Florida 32315-9000; by telephone toll free at (844) 377-1888 or (850) 907-6500.

Retiree Health Insurance Subsidy (HIS) Program Defined Benefit Pension Plan

Plan Description. The HIS Pension Plan is a cost-sharing, multiple-employer, non-contributory, defined benefit pension plan established to assist retired members in paying the costs of health insurance. Eligibility includes members who retire under a state-administered retirement system, or a beneficiary who is a spouse or financial dependent entitled to receive benefits under a state-administered retirement system except those individuals who are pension recipients under Section 121.40, 237.08(18)(a) and 250.22, Florida Statutes, or recipients of health insurance coverage under Section 110.1232, Florida Statutes or any other special pension or relief act are not eligible for such pension payments. A person is deemed retired from a state-administered retirement system when he or she terminates employment with all employers participating in the Florida Retirement System and:

- For a member of the FRS investment plan, the participant meets the age or service requirements to qualify for normal retirement per Section 121.021(29), Florida Statutes and meets the definition of retiree in Section 121.4501(2), Florida Statutes.

- For a member of the FRS defined benefit pension plan, or any employee who maintains creditable service under the pension plan and the investment plan, the member begins drawing retirement benefits from the pension plan.

Anyone retiring on or after July 1, 2001, as a member of the Florida Retirement System, including a member of the Investment Plan, must satisfy the vesting requirements for his or her membership class under the Pension Plan as administered under Chapter 121, Florida Statutes. Any person retiring due to disability must qualify for a regular or in-line-of-duty disability benefit.

Benefits. The benefit of the HIS Pension Plan is a monthly payment to assist retirees of state-administered retirement systems in paying their health insurance costs. The Plan is administered by the Department of Management Services, Division of Retirement. Benefits are not guaranteed and are subject to annual legislative appropriation. In the event the legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or canceled.

Eligible retirees and beneficiaries receive a monthly payment equal to the number of years of creditable service completed at the time of retirement multiplied by $5. The payments are at least $30 but not more than $150 per month. To be eligible to receive a benefit, a retiree under a state-administered retirement system must provide proof of health insurance coverage, which can include Medicare. Terms of the benefits provided by the Plan may be amended only by the State Legislature.

Funding Policy. The Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all specified employees. The contribution rate for fiscal year 2021 was 1.66%. There are no required employee contributions. Plan contributions are deposited in a separate trust fund from which HIS payments are authorized. The City's contributions to the Plan totaled $42,078 for the fiscal year ended September 30, 2021.

Pension Liabilities, Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At September 30, 2021 the City reported a liability of $917,900 for its proportionate share of the HIS Pension Plan net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021. The City's proportionate share of the net pension liability was based on accrued retirement contributions for employers that were members of the HIS Pension Plan during the fiscal year ended June 30, 2021. At June 30, 2021, the City's proportionate share was 0.007%, which was a decrease of 22% from its proportionate share of 0.009% measured as of June 30, 2020.

HIS Defined Benefit Plan
Deferred Outflows and Deferred Inflows
At September 30, 2021

	outflows	inflows
Differences between expected and actual experience	$ 30,715	$ (384)
Changes in assumptions	72,126	(37,820)
Net difference between projected and actual earnings on pension plan investments	957	-
Changes in proportion and differences between City contributions and proportionate share of contributions	-	(623,265)
City contributions subsequent to the measurement date	10,435	-
	$ 114,233	$ (661,469)

For the year ended September 30, 2021, pension expense was a credit of $168,857 for the HIS Pension Plan. At September 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions for the HIS Pension Plan from the sources and in the amounts shown in the table at right.

The deferred outflows of resources related to the HIS pension totaling $10,435 resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent fiscal year. Other amounts reported for the HIS Pension plan as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as shown in the following chart.

HIS Defined Benefit Plan
Annual Recognition of Deferred Outflows and Inflows

Fiscal Year Ending June 30,	Amount Recognized
2022	$ (163,094)
2023	(150,798)
2024	(109,639)
2025	(70,865)
2026	(48,871)
Thereafter	(14,404)

***Basis for Allocation*.** The employer's proportionate share reported in the pension allocation schedules was calculated using accrued retirement contributions related to the reporting periods included in the system's fiscal years ending June 30, 2019, 2020 and 2021, respectively, for employers that were members of the FRS and HIS during those fiscal years. For fiscal year 2021, in addition to contributions from employers, the required accrued contributions for the division (paid on behalf of the division's employees who administer the plans) were allocated to each employer on a proportional basis. The division administers the plans, and therefore, cannot allocate a portion of the liability to itself. Although GASB 68 encourages the use of the employers' projected long-term contribution effort to the retirement plan, allocating on the basis of historical employer contributions is acceptable. The aggregate employer contribution amounts for each fiscal year agree to the employer contribution amounts reported in the system's ACFR for that fiscal year.

The proportion calculated based on contributions for each of the fiscal years presented in the pension allocation schedules was applied to the net pension liability and other pension amounts applicable to that fiscal year to determine each employer's proportionate share of the liability, deferred outflows of resources, deferred inflows of resources and associated pension expense.

For the purposes of the pension allocation schedules, pension amounts are allocated to reporting employers. The pension amounts of participating employers whose payrolls are reported and contributions are remitted by another entity are included in the reporting employer's amounts and will be allocated to the participating employer by the reporting employer.

Actuarial Methods and Assumptions. Actuarial assumptions for both cost-sharing defined benefit plans are reviewed annually by the Florida Retirement System Actuarial Assumptions Conference. The FRS Pension Plan has a valuation performed annually. The HIS Program has a valuation performed biennially that is updated for GASB reporting in the year a valuation is not performed. Because the HIS Program is funded on a pay-as-you-go basis, no experience study has been completed for that program. The actuarial assumptions that determined the total pension liability for the HIS Program were based on certain results of the most recent experience study for the FRS Pension Plan.

The total pension liability for each cost-sharing defined benefit plan was determined using the individual entry age actuarial cost method. Inflation is assumed at 2.4%. Payroll growth, including inflation, for both plans is assumed at 3.25%. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the depletion date. Because the HIS Program uses a pay-as-you-go funding structure, a municipal bond rate of 2.16% was used to determine the total pension liability for the program (Bond Buyer General Obligation 20-Bond Municipal Bond Index). Mortality assumptions for the HIS plan was based on the Generational PUB-2010 with Projection Scale MP-2018 tables.

Discount Rate. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS Pension Plan is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index.

Long-Term Expected Rate of Return. As stated above, the HIS Pension Plan is essentially funded on a pay-as-you-go basis. As such, there is no assumption for a long-term expected rate of return on a portfolio, no assumptions for cash flows into and out of the pension plan, or assumed asset allocation.

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the City's proportionate share of the net pension liability of the HIS Pension Plan calculated using the discount rate of 2.16%. Also presented is what the City's proportionate share of the HIS Pension Plan net pension liability would be if it were calculated using a discount rate that is one percentage point lower (1.16%) or one percentage point higher (3.16%) than the current rate.

HIS Defined Benefit Plan
Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

1% Decrease to 1.16%	Current Discount Rate 2.16%	1% Increase to 3.16%
$ 1,061,182	$,917,900	$ 800,513

Pension Plan Fiduciary Net Position. Detailed information about HIS Pension Plan's fiduciary net position is available in a separately issued FRS Annual Comprehensive Financial Report. This Report is available by mail at P.O. Box 9000, Tallahassee, Florida 32315-9000; by telephone toll free at (844) 377-1888 or (850) 907-6500.

Altamonte Springs Retirement System (ASRS) Police Officers' and General Employees' Defined Benefit Pension Plans

Plan Description. Both the Altamonte Springs General Employees' Pension Plan (GEPP) and the Police Officers' Pension Plan (POPP) are single-employer, defined benefit, public employee retirement systems established by the City Commission. Any amendments thereto are at the sole discretion of the City Commission. Both Plans are component units (reporting as Pension Trust Funds) of the City's financial reporting entity. Investments are reported at fair value. Neither Plan issues separate financial statements.

The Altamonte Springs General Employees' Pension Plan. The GEPP provides retirement, disability and death benefits to all full-time employees, other than certified police officers and firefighters, hired by the City after December 31, 1995. The GEPP is administered by a five-member Board of Trustees (the "Board") consisting of the Mayor and four City Commissioners.

The Altamonte Springs Police Officers' Pension Plan. The POPP provides retirement, disability and death benefits to all full-time, certified police officers hired by the City after December 31, 1995. The POPP was established and operates within the parameters of Florida Statute 185 which govern police pension plans in the State of Florida. The POPP is administered by a five-member Board of Trustees (the "Board"). Two members of the Board must be members of the plan elected by a majority of all members of the Plan. Two additional members of the Board are citizens of the City appointed by the City Commission. The fifth, and final, member of the Board is elected by a majority of the other four Board members.

Benefits.

The Altamonte Springs General Employees' Pension Plan. Members are vested after 6 years of creditable service. Benefits, established by the City Commission, are determined by length of service and average final compensation. Average final compensation is the average of the employee's highest five years of compensation. Normal retirement is reached at age 62 with at least 6 years of creditable service or 30 years of creditable service regardless of age. Regular employees earn benefits at the rate of 1.6% for each year of creditable service. Senior Management employees earn benefits at the rate of 2% for each year of creditable service. Retirees receive a 3% annual cost of living increase in monthly benefits.

The Altamonte Springs Police Officers' Pension Plan. Members are vested after 6 years of creditable service. Benefits, established by the City Commission, are determined by length of service and average final compensation. Average final compensation is the average of the employee's highest five years of compensation. Normal retirement is reached at age 55 with at least 6 years of creditable service or 25 years

of creditable service regardless of age. Employees earn benefits at the rate of 3% for each year of creditable service. Retirees receive a 3% annual cost of living increase in monthly benefits.

Accounting Policy. The financial statements of both plans are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. The City's contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are payable when due in accordance with the terms of the plans. All plan investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

Funding Policy.

The Altamonte Springs General Employees' Pension Plan. Plan members hired prior to January 1, 2012, are not required to contribute to the Plan. Plan members hired on or after January 1, 2012, are required to contribute 1% of their annual compensation to the Plan. The City is required to contribute at an actuarially determined rate; the rate applicable for the fiscal year ended September 30, 2021, was 10.64% of annual covered payroll.

The Altamonte Springs Police Officers' Pension Plan. The Plan requires members to contribute 1% of their annual compensation to the Plan. The City is required to contribute at an actuarially determined rate; the rate applicable for the fiscal year ended September 30, 2021, was 19.55% of annual covered payroll.

Municipalities that have established pension plans complying with the provisions of Chapter 185, Florida Statutes and that have enacted appropriate taxing legislation are eligible to receive revenues generated from the Pension Fund Excise Tax imposed on the gross receipts of casualty insurance for properties located within the City limits. These revenues amounted to $342,920 for the year ended September 30, 2021 and are considered an employer contribution.

Investment Policy.

The Altamonte Springs General Employees' Pension Plan. The pension plan's investment policy was established and may be amended by the Board of Trustees. This policy is governed by the Plan, as adopted by the City Commission, and applicable state and federal laws. The Board's stated investment objective is to obtain a reasonable total rate of return, defined as interest and dividend income plus realized and unrealized capital gains or losses, commensurate with the Prudent Investor Rule. The investment policy allows investment in annuity and life insurance contracts, time or savings deposits with banks insured by the Federal Deposit Insurance Corporation, obligations of the U. S. Government or its agencies, bonds issued by the State of Israel, corporate stocks, corporate bonds, repurchase agreements collateralized by U. S. Treasury securities, SEC registered money market funds, and the Florida Local Government Surplus Funds Trust Fund. Investment in corporate common stock is limited to not more than 70% of total fund assets, at market. Investment in foreign securities is limited to not more than 25% of the value of the fund at market. Investment of more than 5% of Plan assets in the common or capital stock of any one issuing company is not allowed. Investment in more than 10% of Plan assets in the bonds of any single corporation is not allowed.

The Altamonte Springs Police Officers' Pension Plan. The pension plan's investment policy was established and may be amended by the Board of Trustees. This policy is governed by the Plan, as adopted by the City Commission, and applicable state and federal laws. The Board's stated investment objective is to obtain a reasonable total rate of return, defined as interest and dividend income plus realized and unrealized capital gains or losses, commensurate with the Prudent Investor Rule. The investment policy allows investment in annuity and life insurance contracts, time or savings deposits with banks insured by the Federal Deposit Insurance Corporation, obligations of the U. S. Government or its agencies, bonds issued by the State of Israel, corporate stocks, corporate bonds, repurchase agreements collateralized by U. S. Treasury securities, SEC registered money market funds, and the Florida Local Government Surplus Funds Trust Fund. Investment in corporate common stock is limited to not more than 65% of total fund assets, at market.

Investment in foreign securities is limited to not more than 10% of the value of the fund at cost. Investment of more than 5% of Plan assets in the common or capital stock of any one issuing company is not allowed.

Fair Value Hierarchy. Both plans categorize fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The plans had the following fair value measurements as of September 30, 2021.

ASRS Defined Benefit Pension Plans
Fair Value Measurement
At September 30, 2021

	Total Fair Value	quoted prices in active markets for identical assets (Level 1)	significant other observable inputs (Level 2)	significant unobservable inputs (Level 3)
General Employees'				
Debt securities				
U.S. treasury mutual fund	$ 1,055,870	$ 1,055,870	$ -	$ -
Baird mutual bond fund	12,210,829	12,210,829	-	-
Equity securities				
Domestic	27,850,987	27,850,987	-	-
International	1,768,170	1,768,170	-	-
	$ 42,885,856	$ 42,885,856	$ -	$ -
Police Officers'				
Debt securities				
U.S. treasury mutual fund	$ 924,621	$ 924,621	$ -	$ -
Baird mutual bond fund	10,860,569	10,860,569	-	-
Equity securities				
Domestic	24,613,702	24,613,702	-	-
International	1,513,993	1,513,993	-	-
	$ 37,912,885	$ 37,912,885	$ -	$ -

Rate of Return. For the year ended September 30, 2021, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 17.59% for the General Employees' Pension Plan and 17.55% for the Police Officers' Pension Plan. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Pension Liabilities, Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources. At September 30, 2021, the City reported a net pension asset of $10,973,561 for the General Employees' Plan and net pension liability of $527,329 for the Police Officers' Plan. The net pension liability was measured as of September 30, 2021. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of September 30, 2021. For the year ended September 30, 2021, pension expense was a credit of $980,658 for the General Employee's Plan and a debit of $834,537 for the Police Officers' Plan.

ASRS Defined Benefit Plans
Net Pension Liabiilty (Asset)
as of September 30, 2021

	General Employees'	Police Officers'
Total pension liability	$ 31,919,530	$ 38,454,330
Plan fiduciary net position	(42,893,091)	(37,927,001)
City's net pension (asset) liability	$ (10,973,561)	$ 527,329
Plan fiduciary net position as a percentage of the total pension liability	134.4%	98.6%

At September 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to the two pension plans from the sources and in the amounts listed in the table at right.

ASRS Defined Benefit Plans
Deferred Outflows and Deferred Inflows of Resources
At September 30, 2021

	General Employees'		Police Officers'	
	Outflows	Inflows	Outflows	Inflows
Differences between expected and actual experience	$ 79,534	$ (637,807)	$ 2,615,160	$ -
Changes in assumptions	387,315	(1,947,339)	1,845,496	-
Net difference between projected and actual earnings on pension plan investments	-	(3,972,898)	-	(3,495,495)
	$ 466,849	$ (6,558,044)	$ 4,460,656	$ (3,495,495)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as shown in the table at right.

ASRS Defined Benefit Plans
Annual Recognition of
Deferred Outflows and Deferred Inflows

Fiscal Year Ending Sept 30,	Amount Recognized General Employees'	Police Officers'
2022	$ (1,577,545)	$ (14,704)
2023	(1,446,377)	143,227
2024	(1,746,863)	(38,523)
2025	(1,322,470)	187,604
2026	2,061	599,264
Thereafter	-	88,293

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation as of September 30, 2021, using the following actuarial assumptions.

ASRS Defined Benefit Plan
Actuarial Assumptions

	General Employees Plan	Police Plan
Inflation	2.75%	2.75%
Salary increases	3.5% to 7%	3% to 6.5%
Investment rate of return	7.25% net of pension plan investment expense, including inflation	7.25% net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2000 Combined Healthy Participant Mortality Table for males and females.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding inflation. Best estimates of arithmetic real rates of return for each major class included in the pension plan's target asset allocation as of September 30, 2021 (see the discussion of the pension plan's investment policy) are summarized in the table.

ASRS Defined Benefit Plans
Long-term Expected Real Rate of Return

Asset Class	General Employees'	Police Officers'
Domestic equity	9.3%	7.5%
International equity	10.3%	8.5%
Domestic bonds	5.3%	2.5%

Discount Rate. The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate. The following presents the net pension liability of the City calculated using the discount rate of 7.25%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate.

ASRS Defined Benefit Plans
Net Pension Liability (Asset) Sensitivity to Changes in Discount Rate

	1% decrease to 6.25%	current discount rate 7.25%	1% increase to 8.25%
General employees'	$(6,107,848)	$(10,973,561)	$(14,943,892)
Police officers'	$8,027,142	$527,329	$(5,360,156)

Changes in Net Pension Liability. The following table shows beginning balance, changes, and ending balance of the net pension liability.

ASRS Defined Benefit Plans
Changes in Net Pension Liability (Asset)
For the Year Ended September 30, 2021

	General Employees'			Police Officers'		
	Total Pension Liability	Plan Net Fiduciary Position	Net Pension Liability	Total Pension Liability	Plan Net Fiduciary Position	Net Pension Liability
Beginning balance (9/30/20)	$ 29,200,514	$ 35,965,487	$ (6,764,973)	$ 35,193,740	$ 31,617,770	$ 3,575,970
Changes for the year						
Service cost	1,358,758	-	1,358,758	809,257	-	809,257
Interest	2,185,195	-	2,185,195	2,583,038	-	2,583,038
Differences between expected and actual experience	12,364	-	12,364	618,053	-	618,053
Contributions - city	-	1,477,290	(1,477,290)	-	1,586,027	(1,586,027)
Contributions - employee	-	111,064	(111,064)	-	60,999	(60,999)
Net investment income	-	6,210,417	(6,210,417)	-	5,444,484	(5,444,484)
Benefit payments	(837,301)	(837,301)	-	(749,758)	(749,758)	-
Administrative expense	-	(33,866)	33,866	-	(32,521)	32,521
Net changes	$ 2,719,016	$ 6,927,604	$ (4,208,588)	$ 3,260,590	$ 6,309,231	$ (3,048,641)
Ending balance (9/30/21)	$ 31,919,530	$ 42,893,091	$ (10,973,561)	$ 38,454,330	$ 37,927,001	$ 527,329

Annual Financial Statements. A combining statement of fiduciary net position and changes to fiduciary net position for fiscal year 2021 for both plans follows.

ASRS Defined Pension Plans: Pension Trust Funds
Combining Statement of Fiduciary Net Position
At September 30, 2021

	General Employees'	Police Officers'	Total
Assets			
Cash and equivalents	$ 10,255	$ 10,003	$ 20,258
Investments			
Mutual funds (u.s. treasuries & agencies)	1,055,870	924,621	1,980,491
Mutual funds (corporate bonds)	12,210,829	10,860,569	23,071,398
Common stocks	29,619,157	26,127,695	55,746,852
Accrued interest receivable	20,139	26,270	46,409
Prepaid expenses	4,775	3,995	8,770
Total assets	$ 42,921,025	$ 37,953,153	$ 80,874,178
Liabilities			
Accounts payable	$ 27,934	$ 26,152	$ 54,086
Total liabilities	$ 27,934	$ 26,152	$ 54,086
Net position restricted for pensions	$ 42,893,091	$ 37,927,001	$ 80,820,092

ASRS Defined Pension Plans: Pension Trust Funds
Combining Statement of Changes in Fiduciary Net Position
For the Year Ended September 30, 2021

	General Employees'	Police Officers'	Total
Additions			
Contributions			
Employer	$ 1,477,290	$ 1,243,107	$ 2,720,397
State	-	342,920	342,920
Employee	111,064	60,999	172,063
Investment income			
Appreciation in value of plan assets	5,625,601	4,943,399	10,569,000
Interest and dividend income	708,197	609,952	1,318,149
Investment expense	(123,381)	(108,867)	(232,248)
Total additions	$ 7,798,771	$ 7,091,510	$ 14,890,281
Deductions			
Benefits, including refunds of member contributions	$ 572,651	$ 749,758	$ 1,322,409
Transferred to investment plan	264,650	-	264,650
Administrative expenses	33,866	32,521	66,387
Total deductions	$ 871,167	$ 782,279	$ 1,653,446
Net increase in net position	$ 6,927,604	$ 6,309,231	$ 13,236,835
Net position restricted for pensions			
Beginning of year	35,965,487	31,617,770	67,583,257
End of year	$ 42,893,091	$ 37,927,001	$ 80,820,092

Defined Contribution Plans

General Employees' Investment Plan. In 2012, the City established the General Employees' Investment Plan, a single-employer, defined contribution, contributory, money purchase plan. This Plan is available to all full-time employees except police officers. Employees are required to contribute 1% of compensation to the Plan. The City contributes an amount equal to 10% of compensation for regular employees and 12% for senior management employees. Employees make individual investment decisions and individual investment gains or losses are the employees' and the employees' alone. The City has no ongoing obligation to participating employees beyond making timely contributions to the Plan. As of September 30, 2021, there were 15 Plan members. For the year ended September 30, 2021, employer contributions totaled $94,633 and employee contributions totaled $8,641.

Police Officers' Share Plan. In 2016, the City established the Police Officers' Share Plan, a single-employer, defined contribution, non-contributory, money purchase plan. Each year annual premium tax revenues received up to an amount equal to the amount received in calendar year 2012 must be used to fund minimum benefits or other retirement benefit in excess of the minimum benefits. Of the additional insurance premium tax revenues received in excess of the amount received in calendar year 2012, 50% must be used to fund minimum benefits and 50% must be placed in a defined contribution plan to fund special benefits. Each member of the Defined Benefit Plan is automatically enrolled in the Share Plan. The City deposited $111,858 in fiscal year 2021 to the individual accounts of members of the Share Plan.

Executive Employees' Investment Plan. Established in 2012 and amended in 2021, the City's Executive Employees' Investment Plan is a single-employer, defined contribution, non-contributory, money purchase plan. This Plan is available only to executive level positions. The City contributes an amount equal to 2% to 6% of compensation to the Plan based on the position. The Plan is administered by the ICMA Retirement Corporation. Employees make individual investment decisions and individual investment gains or losses are the employee's and the employee's alone. The City has no ongoing obligation to participating employees beyond making timely contributions to the Plan. For the year ended September 30, 2021, employer contributions totaled $104,857.

NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS (OPEB)

***Plan Description*.** The Other Post-employment Benefit Plan (OPEB Plan) is a single-employer benefit plan administered by the City. No assets are accumulated in a GASB compliant trust. Retirees are offered continuing healthcare insurance coverage after retirement. Retirees are required to pay the full premium charged by the insurance company. However, premiums are calculated based on a blending of the claims experience of both employees and retirees pursuant to Florida Statutes. It is assumed premiums for retirees would be greater if rated separately from employees (retirees generally have higher average ages and a greater number and severity of health issues than employees). Blending the claims experience of both groups lowers the premium cost for retirees, thus providing an implicit rate subsidy. The Plan does not issue a stand-alone report.

Summary of Significant Accounting Policies. For purposes of measuring the Total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the OPEB Plan and additions to/deductions from OPEB Plan fiduciary net position have been determined on the same basis as they are reported by the City. For this purpose, the City recognizes benefit payments when due and payable in accordance with the benefit terms.

Benefits Provided. The OPEB Plan provides healthcare benefits for retirees and their dependents. Benefits are provided through a third-party insurer and the full cost of the benefit is covered by the Plan.

Employees Covered by Benefit Terms. At September 30, 2021, the employee groups covered by the benefit terms are as shown at right.

OPEB Plan: Employees Covered by Benefit Terms At September 30, 2021

Retirees and beneficiaries currently receiving benefit payments	16
Active employees	406
	422

Contributions. For the OPEB Plan contribution requirements of the City are established, and may be amended, through action by the City Commission. Currently the City's OPEB Plan is unfunded. The required contributions are based on pay-as-you-go financing requirements. There is no separate trust fund or equivalent arrangement into which the City might make contributions to advance-fund the obligation. Subsidies provided over time are financed directly by general assets of the City.

Discount Rate. In general, the discount rate for calculating the total OPEB liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the OPEB Plan is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the City's projected rate on long-term investments.

Actuarial Assumptions. The Total OPEB liability was determined by an actuarial valuation as of September 30, 2021, using the following actuarial assumptions.

Actuarial cost method	Individual entry age
Amortization method	Level dollar, closed
Remaining amortization period	6 years
Medical inflation	5%
Investment rate of return	3.75%
Retirement age	100% at normal retirement eligibility date
Mortality	Florida Retirement System Mortality Table

Changes in OPEB Liability. The following changes show beginning balance, changes, and ending balance of the Total OPEB liability.

OPEB Plan: Changes in Total OPEB Liability

	Increase (Decrease)		
	Total OPEB Liablity (a)	Plan Fiduciary Net Position (b)	Net OPEB Liablity (a) - (b)
Balance at September 30, 2020	$ 3,175,762	$ -	$ 3,175,762
Changes for the year			
Service cost	90,591	-	90,591
Interest	247,339	-	247,339
Differences between expected and actual experience	(389,660)	-	(389,660)
Changes to assumptions and methods	24,423	-	24,423
Benefit payments	(265,732)	-	(265,732)
Other changes	(29,183)	-	(29,183)
Net changes	$ (322,222)	$ -	$ (322,222)
Balance at September 30, 2021	$ 2,853,540	$ -	$ 2,853,540

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate. The following 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 (2.75%) or one percentage point higher (4.75%) than the current discount rate.

OPEB Plan: Sensitivity of the OPEB Liability to Changes in the Discount Rate

1% Decrease to 2.75%	Current Discount Rate 3.75%	1% Increase to 4.75%
$ 2,465,684	$ 2,853,539	$ 3,336,974

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates. The following 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 health care cost trend rates that are one percentage point lower (4.0%) or one percentage point higher (6.0%) than the current healthcare trend rates.

OPEB Plan: Sensitivity of the OPEB Liability to Changes in Health Care Cost Trend Rates

1% Decrease to 4.0%	Current Trend Rate 5.0%	1% Increase to 6.0%
$ 2,455,350	$ 2,853,539	$ 3,349,448

Other Post-employment Benefits Liabilities, Expense, Deferred Outflows of Resources and Deferred Inflows of Resources. At September 30, 2021, the City reported a liability of $2,853,539 for Other Post-employment Benefits (OPEB). The OPEB liability was measured as of September 30, 2021. The Total OPEB liability was determined by an actuarial valuation as of September 30, 2021. For the year ended September 30, 2021, the City recognized OPEB expense of $403,157. At September 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the sources and in the amounts listed in the table at right.

OPEB Plan: Deferred Outflows and Deferred Inflows of Resources At September 30, 2021

	Outflows	Inflows
Differences between expected and actual experience	$ -	$ 611,549
Changes in assumptions	20,353	381,955
	$ 20,353	$ 993,504

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as OPEB expense as shown in the table below.

OPEB Plan: Annual Recognition of Deferred Outflows and Deferred Inflows

Fiscal Year Ending September 30,	Amount Recognized
2022	$558,913
2023	146,245
2024	146,245
2025	60,874
Thereafter	60,874

NOTE 11 – RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. With the exception of workers' compensation, the City purchases commercial insurance for all types of claims with nominal deductible amounts. There were no material changes to coverage during fiscal year 2021. Settled claims have not exceeded this commercial coverage

during any of the past four years. The following is a summary of the City's significant insurance coverage and limitations:

Schedule of Insurance in Force
September 30, 2021

Coverage	Limitations (*dollar values are in thousands*)	
General / professional liability	$ 300	Each person
Includes errors and omissions, employee benefits program administration, and broad form property damage.	$ 300	Each occurrence
	$ 2,000	Combined single limit per occurrence
	$ 25	Extra contractual legal
	$ 250	Public officials fiduciary bond
	$ 1,000	Pollution liability; general aggregate limit
	$ 1,000	Petroleum liability – below ground
	$ 2,000	Petroleum liability – above ground
Law Enforcement Liability	$ 200	Each person
	$ 300	Each occurrence
	$ 2,000	Combined single-limit per occurrence
Automobile	$ 100	Each person
Includes bodily injury, property damage, personal injury protection, auto physical damage, and auto medical payments	$ 300	Each occurrence
	$ 2,000	Combined single-limit per occurrence
	$ 10	Auto medical payments
Property Damage	$ 93,024	Buildings and personal property; per occurrence
	$ 10,000	Boiler and machinery

Workers' Compensation Insurance Fund. In fiscal year 1992 the City established a Workers' Compensation Self-Insurance Fund (an internal service fund) to account for and finance the uninsured risks of loss. Under this program, the Workers' Compensation Self-Insurance Fund provides coverage up to a maximum of $200,000 per claim. The City purchases commercial insurance for claims in excess of coverage provided by the Fund. Settled claims have not exceeded this commercial coverage in any of the past four years.

All funds of the City participate in the program and make payments to the Workers' Compensation Self-Insurance Fund based on actuarial estimates of the amounts needed to pay prior and current-year claims and to establish a reserve for catastrophic losses. That reserve was $549,232 at September 30, 2021, and is reported as unrestricted net position in the Workers' Compensation Self-Insurance Fund. The claims liability of $1,419,455 reported in the Fund at September 30, 2021, is based on provisions of GASB Statement No. 10, which require that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the Fund's claims liability amount in fiscal years 2020 and 2021 were as shown in the accompanying chart.

Workers' Compensation Program
Claims Payable

	2020	2021
Balance beginning of year	$ 1,475,994	$ 1,479,612
Current year claims and changes in estimates	741,295	34,567
Claims paid	(737,677)	(94,724)
Balance end of year	$ 1,479,612	$ 1,419,455

NOTE 12 – COMMITMENTS AND CONTINGENCIES

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

Litigation. Various suits and claims arising in the ordinary course of operations are pending against the City. While the ultimate effect of such litigation cannot be ascertained at this time, the City Attorney has expressed his opinion that there will be no material effect whatsoever on the City's financial position and/or that the City has sufficient insurance coverage to cover any claims.

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City of Altamonte Springs, Florida

REQUIRED SUPPLEMENTAL INFORMATION

FLORIDA RETIREMENT SYSTEM

Schedule of the City's Proportionate Share of the Net Pension Liability
Last Eight Fiscal Years (a)

City's Share for the Fiscal Year Ended June 30th	2014	2015
FRS Plan total net pension liabilty	$ 6,101,470,575	$ 12,916,341,186
Proportion of the net pension liability	0.02679%	0.02528%
Proportionate share of the net pension liability	$ 1,634,584	$ 3,264,913
Covered payroll	$ 6,019,257	$ 5,967,358
Proportionate share of the net pension liability as a percentage of its covered payroll	27.2%	54.7%
Plan fiduciary net position as a percentage of the total pension liability	96.1%	92.0%

Schedule of the City's Contributions
Last Eight Fiscal Years (a)

City's Share for the Fiscal Year Ended September 30th	2014	2015
Required contribution	$ 699,641	$ 700,711
Contribution in relation to the actuarially determined contributions	699,641	700,711
Contribution deficiency (excess)	$ -	$ -
Covered payroll	$ 6,015,008	$ 5,846,128
Contributions as a percentage of covered payroll	11.6%	12.0%

(a) These schedules ultimately will provide ten years of historical information. However, the required information is only available for the last eight years. Additional years will be added in the future.

2016	2017	2018	2019	2020	2021
$ 25,250,078,485	$ 29,589,481,842	$ 30,120,518,391	$ 34,438,607,783	$ 43,341,472,108	$ 7,553,863,454
0.02243%	0.01923%	0.01586%	0.01365%	0.01078%	0.00908%
$ 5,663,207	$ 5,690,057	$ 4,777,352	$ 4,700,025	$ 4,671,714	$ 685,593
$ 5,384,910	$ 4,664,048	$ 4,049,659	$ 3,590,757	$ 3,092,686	$ 2,649,149
105.2%	122.0%	118.0%	130.9%	151.1%	25.9%
84.9%	83.9%	84.3%	82.7%	78.9%	96.4%

2016	2017	2018	2019	2020	2021
$ 670,979	$ 582,494	$ 502,906	$ 407,876	$ 354,260	$ 341,741
670,979	582,494	502,906	407,876	354,260	341,741
$ -	$ -	$ -	$ -	$ -	$ -
$ 5,391,105	$ 4,554,792	$ 3,875,621	$ 3,440,806	$ 2,988,525	$ 2,534,310
12.4%	12.8%	13.0%	11.9%	11.9%	13.5%

City of Altamonte Springs, Florida

REQUIRED SUPPLEMENTAL INFORMATION

HEALTH INSURANCE SUBSIDY

Schedule of the City's Proportionate Share of the Net Pension Liability
Last Eight Fiscal Years (a)

City's Share for the Fiscal Year Ended June 30th	2014	2015
HIS Plan total net pension liabilty	$ 9,350,244,011	$ 10,198,426,975
Proportion of the net pension liability	0.02067%	0.01995%
Proportionate share of the net pension liability	$ 1,932,902	$ 2,034,329
Covered payroll	$ 6,153,916	$ 6,052,357
Proportionate share of the net pension liability as a percentage of its covered payroll	31.4%	33.6%
Plan fiduciary net position as a percentage of the total pension liability	1.0%	0.5%

Schedule of the City's Contributions
Last Seven Fiscal Years (a)

City's Share for the Fiscal Year Ended September 30th	2014	2015
Required contribution	$ 70,816	$ 76,252
Contribution in relation to the actuarially determined contributions	70,816	76,252
Contribution deficiency (excess)	$ -	$ -
Covered payroll	$ 6,090,935	$ 5,932,091
Contributions as a percentage of covered payroll	1.2%	1.3%

(a) These schedules ultimately will provide ten years of historical information. However, the required information is only available for the last eight years. Additional years will be added in the future.

2016	2017	2018	2019	2020	2021
$ 11,654,585,746	$ 10,692,461,377	$ 10,584,112,254	$ 11,188,999,285	$ 12,209,833,393	$ 12,266,503,481
0.01776%	0.01508%	0.01263%	0.01098%	0.00909%	0.00748%
$ 2,070,206	$ 1,612,535	$ 1,337,131	$ 1,228,366	$ 1,109,589	$ 917,900
$ 5,483,767	$ 4,815,538	$ 4,126,265	$ 3,667,363	$ 3,152,380	$ 2,694,149
37.8%	33.5%	32.4%	33.5%	35.2%	34.1%
1.0%	1.6%	2.2%	2.6%	3.0%	3.6%

2016	2017	2018	2019	2020	2021
$ 65,507	$ 77,687	$ 64,335	$ 58,879	$ 50,252	$ 42,078
65,507	77,687	64,335	58,879	50,252	42,078
$ -	$ -	$ -	$ -	$ -	$ -
$ 5,515,456	$ 4,683,725	$ 3,951,984	$ 3,521,247	$ 3,026,652	$ 2,534,310
1.2%	1.7%	1.6%	1.7%	1.7%	1.7%

City of Altamonte Springs, Florida

REQUIRED SUPPLEMENTAL INFORMATION

GENERAL EMPLOYEES' PENSION TRUST FUND

Schedule of Changes in the City's Net Pension Liability and Related Ratios for the Last Eight Fiscal Years (a)

For the Fiscal Year Ended September 30th	2014	2015	2016
Change in total pension liability			
Service costs	$ 965,186	$ 1,045,961	$ 1,168,063
Interest	1,191,693	1,183,208	1,413,217
Differences between expected and actual experience	(375,569)	(78,148)	484,615
Changes of assumptions	-	561,876	-
Benefit payments, including refunds of member contributions	(221,019)	(357,311)	(225,927)
Net change in total pension liability	$ 1,560,291	$ 2,355,586	$ 2,839,968
Total pension liability			
Beginning of year	13,871,914	15,432,205	17,787,791
End of year	$ 15,432,205	$ 17,787,791	$ 20,627,759
Change in plan fiduciary net position			
Contributions			
Employer	$ 1,069,973	$ 1,159,350	$ 1,384,025
Employees	42,844	54,453	53,355
Net investment income	1,971,895	(887,808)	2,184,469
Benefit payments, including refunds of member contributions	(221,019)	(357,311)	(225,927)
Administrative expense	(21,619)	(31,148)	(26,204)
Net changes in plan fiduciary net position	$ 2,842,074	$ (62,464)	$ 3,369,718
Plan fiduciary net position			
Beginning of year	14,201,877	17,043,951	16,981,487
End of year	$ 17,043,951	$ 16,981,487	$ 20,351,205
Plan net pension liability - ending	$ (1,611,746)	$ 806,304	$ 276,554
Plan fiduciary net position as a percentage of the total pension liability	110%	95%	99%
Covered payroll	$ 9,016,971	$ 9,810,843	$ 10,136,017
City's net pension liability as a percentage of covered payroll	-17.87%	8.22%	2.73%

(a) This schedule ultimately will provide ten years of historical information. However, the required information is only available for the last eight years. Additonal years will be added in the future.

2017	2018	2019	2020	2021
$ 1,301,379	$ 1,523,151	$ 1,574,550	$ 1,602,627	$ 1,358,758
1,629,530	1,929,448	2,100,781	2,308,408	2,185,195
1,355,604	(346,642)	(74,109)	(670,347)	12,364
-	-	-	(2,921,008)	-
(404,136)	(614,621)	(1,131,213)	(590,647)	(837,301)
$ 3,882,377	$ 2,491,336	$ 2,470,009	$ (270,967)	$ 2,719,016
20,627,759	24,510,136	27,001,472	29,471,481	29,200,514
$ 24,510,136	$ 27,001,472	$ 29,471,481	$ 29,200,514	$ 31,919,530
$ 1,564,132	$ 1,665,861	$ 1,623,823	$ 1,461,094	$ 1,477,290
80,189	72,040	94,137	112,356	111,064
3,098,717	2,891,076	1,633,165	4,219,943	6,210,417
(404,136)	(614,621)	(1,131,213)	(590,647)	(837,301)
(48,268)	(31,478)	(41,361)	(40,527)	(33,866)
$ 4,290,634	$ 3,982,878	$ 2,178,551	$ 5,162,219	$ 6,927,604
20,351,205	24,641,839	28,624,717	30,803,268	35,965,487
$ 24,641,839	$ 28,624,717	$ 30,803,268	$ 35,965,487	$ 42,893,091
$ (131,703)	$ (1,623,245)	$ (1,331,787)	$ (6,764,973)	$ (10,973,561)
101%	106%	105%	123%	134%
$ 10,884,334	$ 11,588,812	$ 11,976,262	$ 12,387,257	$ 12,912,668
-1.21%	-14.01%	-11.12%	-54.61%	-84.98%

City of Altamonte Springs, Florida

REQUIRED SUPPLEMENTAL INFORMATION

GENERAL EMPLOYEES' PENSION TRUST FUND

Schedule of City Contributions for the Last Eight Years (a)

For the Fiscal Year Ended September 30th	2014	2015	2016
Actuarially determined contribution	$ 1,060,379	$ 1,149,610	$ 1,347,887
Contribution in relation to the actuarially determined contributions	1,112,479	1,202,825	1,435,926
Contribution deficiency (excess)	$ (52,100)	$ (53,215)	$ (88,039)
Covered payroll	$ 9,016,971	$ 9,810,843	$ 10,136,017
Contributions as a percentage of covered payroll	12.3%	12.3%	14.2%

Notes to this schedule

Valuation date

Actuarially deteremined contribution rates are determined as of September 30th, one year prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates

Actuarial Cost Method	Individual Entry Age, Level Percent of Pay
Amortization Method	Level Dollar, Closed
Remaining Amortization Period	
General employees	N/A
Asset Valuation Method	Market Value
Inflation	2.75%
Investment Return	7.25%
Salary Increases	7% to 3.5%
Retirement Age	100% at Normal Retirement Eligibility Date
Mortality	Florida Retirement System Mortality Table

Schedule of Investment Returns for the Last Eight Years (a)

Fot the Fiscal Year Ended September 30th	2014	2015	2016
Annual money-weighted rate of return, net of investment expense	13.95%	(4.71%)	12.77%

(a) This schedule ultimately will provide ten years of historical information. However, the required information is only available for the last eight years. Additonal years will be added in the future.

2017	2018	2019	2020	2021
$ 1,702,795	$ 1,633,399	$ 1,664,193	$ 1,370,046	$ 1,418,713
1,622,787	1,728,331	1,684,716	1,515,885	1,530,842
$ 80,008	$ (94,932)	$ (20,523)	$ (145,839)	$ (112,129)
$ 10,884,334	$ 11,588,812	$ 11,976,262	$ 12,387,257	$ 12,912,668
14.9%	14.9%	14.1%	12.2%	11.9%

2017	2018	2019	2020	2021
14.94%	11.92%	5.94%	13.74%	17.59%

City of Altamonte Springs, Florida

REQUIRED SUPPLEMENTAL INFORMATION

POLICE OFFICERS' PENSION TRUST FUND

Schedule of Changes in the City's Net Pension Liability and Related Ratios for the Last Eight Fiscal Years (a)

For the Fiscal Year Ended September 30th	2014	2015	2016
Change in total pension liability			
Service costs	$ 761,879	$ 825,274	$ 915,650
Interest	898,908	1,031,141	1,257,908
Differences between expected and actual experience	516,164	359,838	1,092,795
Changes of assumptions	-	367,984	-
Benefit payments, including refunds of member contributions	(42,793)	(43,621)	(83,758)
Net change in total pension liability	$ 2,134,158	$ 2,540,616	$ 3,182,595
Total pension liability			
Beginning of year	11,223,564	13,357,722	15,898,338
End of year	$ 13,357,722	$ 15,898,338	$ 19,080,933
Change in plan fiduciary net position			
Contributions			
Employer	$ 672,997	$ 626,320	$ 965,198
State	309,831	321,481	345,710
Employees	41,817	44,540	49,373
Net investment income	1,551,615	(612,415)	1,761,585
Benefit payments, including refunds of member contributions	(42,793)	(43,621)	(568,009)
Administrative expense	(22,216)	(33,138)	(39,065)
Net changes in plan fiduciary net position	$ 2,511,251	$ 303,167	$ 2,514,792
Plan fiduciary net position			
Beginning of year	11,057,237	13,568,488	13,871,655
End of year	$ 13,568,488	$ 13,871,655	$ 16,386,447
Plan net pension liability - ending	$ (210,766)	$ 2,026,683	$ 2,694,486
Plan fiduciary net position as a percentage of the total pension liability	102%	87%	86%
Covered payroll	$ 4,368,320	$ 4,742,636	$ 5,209,768
City's net pension liability as a percentage of covered payroll	(4.82%)	42.73%	51.72%

(a) This schedule ultimately will provide ten years of historical information. However, the required information is only available for the last eight years. Additonal years will be added in the future.

2017	2018	2019	2020	2021
$ 957,088	$ 1,063,368	$ 1,130,499	$ 1,167,026	$ 809,257
1,497,791	1,718,913	1,995,840	2,276,177	2,583,039
601,280	1,165,608	938,264	660,733	618,052
-	-	-	2,095,081	-
(134,959)	(293,308)	(352,036)	(374,558)	(749,758)
$ 2,921,200	$ 3,654,581	$ 3,712,567	$ 5,824,459	$ 3,260,590
19,080,933	22,002,133	25,656,714	29,369,281	35,193,740
$ 22,002,133	$ 25,656,714	$ 29,369,281	$ 35,193,740	$ 38,454,330
$ 1,168,194	$ 1,276,172	$ 1,356,413	$ 1,313,477	$ 1,243,107
361,244	366,638	426,077	351,309	342,920
51,600	52,525	56,675	58,848	60,999
2,236,762	2,343,422	1,330,558	3,776,460	5,444,484
(134,959)	(293,308)	(352,036)	(374,558)	(749,758)
(30,646)	(45,563)	(31,776)	(32,205)	(32,521)
$ 3,652,195	$ 3,699,886	$ 2,785,911	$ 5,093,331	$ 6,309,231
16,386,447	20,038,642	23,738,528	26,524,439	31,617,770
$ 20,038,642	$ 23,738,528	$ 26,524,439	$ 31,617,770	$ 37,927,001
$ 1,963,491	$ 1,918,186	$ 2,844,842	$ 3,575,970	$ 527,329
91%	93%	90%	90%	99%
$ 5,016,813	$ 5,254,904	$ 5,637,710	$ 5,822,142	$ 6,052,861
39.14%	36.50%	50.46%	61.42%	8.71%

City of Altamonte Springs, Florida

REQUIRED SUPPLEMENTAL INFORMATION

POLICE OFFICERS' PENSION TRUST FUND

Schedule of City Contributions for the Last Eight Years (a)

For the Fiscal Year Ended September 30th	2014	2015	2016
Actuarially determined contribution	$ 1,001,765	$ 1,040,284	$ 1,396,331
Contribution in relation to the actuarially determined contributions	1,013,262	983,344	1,862,478
Contribution deficiency (excess)	$ (11,497)	$ 56,940	$ (466,147)
Covered payroll	$ 4,368,320	$ 4,742,636	$ 5,027,212
Contributions as a percentage of covered payroll	23.2%	20.7%	37.0%

Notes to this schedule

Valuation date

Actuarially deteremined contribution rates are determined as of September 30th, one year prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates

Actuarial Cost Method	Individual Entry Age, Level Percent of Pay
Amortization Method	Level Dollar, Closed
Remaining Amortization Period	
Police officers	8 years
Asset Valuation Method	Market Value
Inflation	2.75%
Investment Return	7.25%
Salary Increases	6.5% to 3%
Retirement Age	100% at Normal Retirement Eligibility Date
Mortality	Florida Retirement System Mortality Table

Schedule of Investment Returns for the Last Eight Years (a)

Fot the Fiscal Year Ended September 30th			
Annual money-weighted rate of return, net of investment expense	14.21%	(3.89%)	12.67%

(a) These schedules ultimately will provide ten years of historical information. However, the required information is only available for the last eight years. Additonal years will be added in the future.

2017	2018	2019	2020	2021
$ 1,608,445	$ 1,670,332	$ 1,747,928	$ 1,754,660	$ 1,646,980
1,591,402	1,704,415	1,849,334	1,727,215	1,643,521
$ 17,043	$ (34,083)	$ (101,406)	$ 27,445	$ 3,459
$ 5,016,813	$ 5,254,904	$ 5,637,710	$ 5,822,142	$ 6,052,861
31.7%	32.4%	32.8%	29.7%	27.2%

13.35%	11.78%	5.64%	14.30%	17.55%

City of Altamonte Springs, Florida

REQUIRED SUPPLEMENTAL INFORMATION

OTHER POST-EMPLOYMENT BENEFITS

Schedule of Changes in the City's Total OPEB Liability and Related Ratios
For the Last Four Fiscal Years (a)

For the Fiscal Year Ended September 30th	2018	2019	2020	2021
Change in total OPEB liability				
Service costs	$ 90,546	$ 173,355	$ 48,322	$ 90,591
Interest	131,452	285,665	115,473	247,339
Differences between expected and actual experience	-	(142,801)	-	(389,660)
Changes of assumptions	(144,193)	(369,434)	-	24,423
Benefit payments, including refunds of member contributions	(96,813)	(219,188)	(134,611)	(265,732)
Other charges	-	(125,185)	-	(29,183)
Net change in total OPEB liability	$ (19,008)	$ (397,588)	$ 29,184	$ (322,222)
Total OPEB liability				
Beginning of year	3,563,174	3,544,166	3,146,578	3,175,762
End of year	$ 3,544,166	$ 3,146,578	$ 3,175,762	$ 2,853,540
Covered employee payroll	$ 23,075,259	$ 21,216,304	$ 22,064,957	$ 23,279,842
City's total OPEB liability as a percentage of covered employe	15.36%	14.83%	14.39%	12.26%

Note. The City's OPEB Plan is unfunded. The required contributions are based on pay-as-you-go financing requirements. There are not assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the pension/OPEB plan.

(a) This schedule ultimately will provide ten years of historical information. However, the required information is only available for the last four years. Additional years will be added in the future.

Non-major Governmental Funds

Special Revenue Funds

Special Revenue Funds account for revenues from specific taxes or other earmarked revenue sources which are designed to finance particular functions or activities of the government. The City has the following non-major Special Revenue Funds:

Community Redevelopment Agency Fund – To account for the incremental increase in ad valorem tax revenue collected within the designated community redevelopment area. Revenues must be utilized and expended in accordance with the community redevelopment plan.

Law Enforcement Trust Fund – To account for proceeds obtained through the sale of confiscated and unclaimed property turned over to the City through court judgement. The proceeds are to be used solely for crime fighting purposes.

Building Inspection Fund – To account for revenues and expenditures related to acceptance and review of proposed building plans, issuance of building permits and inspection of building projects during construction.

Police Premium Tax Trust Fund – To account for the excise tax imposed on insurance premiums collected by the Florida Department of Revenue and remitted to the City. These tax revenues are to be used as retirement contributions to the Police Officers' Pension Plan.

Capital Projects Funds

Capital Projects Funds account for revenues designated for the purpose of financing the acquisition or construction of capital equipment or facilities. The City has the following major and non-major Capital Projects Funds:

Capital Projects Fund - The Capital Projects Fund accounts for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

Infrastructure Sales Tax Fund - To account for revenues and expenditures from Infrastructure Sales Tax. Expenditures are limited to infrastructure improvements.

Impact Fee Fund - To account for revenues and expenditures from Impact Fees which are levied on new construction to pay for additional capital facilities required as a result of new development.

City of Altamonte Springs, Florida

Combining Balance Sheet

ALL NON-MAJOR GOVERNMENTAL FUNDS

September 30, 2021

	Special Revenue Funds	Capital Projects Funds	Total
Assets			
Cash and cash equivalents	$ 236,345	$ 467,658	$ 704,003
Investments	3,176,303	3,946,784	7,123,087
Receivables			
Special assessments	-	38,415	38,415
Accrued interest	14,528	18,054	32,582
Prepaids	4,707	-	4,707
Total Assets	$ 3,431,883	$ 4,470,911	$ 7,902,794
Liabilities			
Accounts payable	$ 2,431	$ 553,901	$ 556,332
Accrued liabilities	45,000	-	45,000
Unearned grant revenues	-	38,415	38,415
Total Liabilities	$ 47,431	$ 592,316	$ 639,747
Fund Balances			
Nonspendable	$ 4,707	$ -	$ 4,707
Restricted	87,502	-	87,502
Committed	3,292,243	3,878,595	7,170,838
Total Fund Balances	$ 3,384,452	$ 3,878,595	$ 7,263,047
Total Liabilities and Fund Balances	$ 3,431,883	$ 4,470,911	$ 7,902,794

City of Altamonte Springs, Florida

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

ALL NON-MAJOR GOVERNMENTAL FUNDS

For the Year Ended September 30, 2021

	Special Revenue Funds	Capital Projects Funds	Total
Revenues			
Intergovernmental revenues	$ 449,267	$ -	$ 449,267
Charges for services	1,483,741	-	1,483,741
Impact fees	-	132,627	132,627
Investment income (loss)	(10,500)	(15,826)	(26,326)
Miscellaneous revenues	7,919	168,137	176,056
Total Revenues	$ 1,930,427	$ 284,938	$ 2,215,365
Expenditures			
Current			
General government	$ -	$ 353,383	$ 353,383
Public safety	1,981,992	-	1,981,992
Capital outlay	38,160	2,955,947	2,994,107
Total Expenditures	$ 2,020,152	$ 3,309,330	$ 5,329,482
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ (89,725)	$ (3,024,392)	$ (3,114,117)
Other Financing Sources or (Uses)			
Transfers in (out)	$ 3,680	$ 1,750,000	$ 1,753,680
Total Other Financing Sources and (Uses)	$ 3,680	$ 1,750,000	$ 1,753,680
Net Change in Fund Balances	$ (86,045)	$ (1,274,392)	$ (1,360,437)
Fund Balances			
Beginning of year	3,470,497	5,152,987	8,623,484
End of year	$ 3,384,452	$ 3,878,595	$ 7,263,047

City of Altamonte Springs, Florida

Combining Balance Sheet

NON-MAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS

September 30, 2021

	Law Enforcement Trust Fund	Building Inspection Fund	Police Prem. Tax Trust Fund	Total
Assets				
Cash and cash equivalents	$ 7,862	$ 228,483	$ -	$ 236,345
Investments	79,297	3,097,006	-	3,176,303
Receivables				
Accrued interest	363	14,165	-	14,528
Prepaids	-	4,707	-	4,707
Total Assets	$ 87,522	$ 3,344,361	$ -	$ 3,431,883
Liabilities				
Accounts payable	$ 20	$ 2,411	$ -	$ 2,431
Accrued liabilities	-	45,000	-	45,000
Total Liabilities	$ 20	$ 47,411	$ -	$ 47,431
Fund Balances				
Nonspendable	$ -	$ 4,707	$ -	$ 4,707
Restricted	87,502	-	-	87,502
Committed	-	3,292,243	-	3,292,243
Total Fund Balance	$ 87,502	$ 3,296,950	$ -	$ 3,384,452
Total Liabilities and Fund Balances	$ 87,522	$ 3,344,361	$ -	$ 3,431,883

City of Altamonte Springs, Florida

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

NON-MAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS

For the Year Ended September 30, 2021

	Law Enforcement Trust Fund	Building Inspection Fund	Police Prem. Tax Trust Fund	Total
Revenues				
Intergovernmental revenues	$ 44,211	$ 10,401	$ 394,655	$ 449,267
Charges for services	-	1,483,741	-	1,483,741
Investment income (loss)	(175)	(10,325)	-	(10,500)
Miscellaneous revenues	-	7,919	-	7,919
Total Revenues	$ 44,036	$ 1,491,736	$ 394,655	$ 1,930,427
Expenditures				
Current				
Public safety	$ 17,000	$ 1,570,337	$ 394,655	$ 1,981,992
Capital outlay	-	38,160	-	38,160
Total Expenditures	$ 17,000	$ 1,608,497	$ 394,655	$ 2,020,152
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ 27,036	$ (116,761)	$ -	$ (89,725)
Other Financing Sources or (Uses)				
Transfers in (out)	$ -	$ 3,680	$ -	$ 3,680
Total Other Financing Sources and (Uses)	$ -	$ 3,680	$ -	$ 3,680
Net Change in Fund Balances	$ 27,036	$ (113,081)	$ -	$ (86,045)
Fund Balances				
Beginning of year	60,466	3,410,031	-	$ 3,470,497
End of year	$ 87,502	$ 3,296,950	$ -	$ 3,384,452

City of Altamonte Springs, Florida

Balance Sheet

NON-MAJOR GOVERNMENTAL FUNDS
CAPITAL PROJECTS FUNDS

September 30, 2021

	Capital Projects Fund	Impact Fee Fund	Total
Assets			
Cash and cash equivalents	$ 341,156	$ 126,502	$ 467,658
Investments	2,661,768	1,285,016	3,946,784
Receivables			
Special assessments	38,415	-	38,415
Accrued interest	12,176	5,878	18,054
Total Assets	$ 3,053,515	$ 1,417,396	$ 4,470,911
Liabilities			
Accounts payable	$ 185,324	$ 368,577	$ 553,901
Refundable impact fees	38,415	-	38,415
Total Liabilities	$ 223,739	$ 368,577	$ 592,316
Fund Balances			
Committed	$ 2,829,776	$ 1,048,819	$ 3,878,595
Total Fund Balances	$ 2,829,776	$ 1,048,819	$ 3,878,595
Total Liabilities and Fund Balance	$ 3,053,515	$ 1,417,396	$ 4,470,911

City of Altamonte Springs, Florida

Statement of Revenues, Expenditures and Changes in Fund Balances

NON-MAJOR GOVERNMENTAL FUNDS
CAPITAL PROJECTS FUNDS

For the Year Ended September 30, 2021

	Capital Projects Fund	Impact Fee Fund	Total
Revenues			
Impact fees	$ -	$ 132,627	$ 132,627
Investment income (loss)	(11,189)	(4,637)	(15,826)
Miscellaneous revenues	168,137	-	168,137
Total Revenues	$ 156,948	$ 127,990	$ 284,938
Expenditures			
Current			
General government	$ 353,383	$ -	$ 353,383
Capital outlay	2,395,436	560,511	2,955,947
Total Expenditures	$ 2,748,819	$ 560,511	$ 3,309,330
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ (2,591,871)	$ (432,521)	$ (3,024,392)
Other Financing Sources or (Uses)			
Transfers in	1,750,000	-	1,750,000
Net Change in Fund Balances	$ (841,871)	$ (432,521)	$ (1,274,392)
Fund Balances			
Beginning of year	3,671,647	1,481,340	5,152,987
End of year	$ 2,829,776	$ 1,048,819	$ 3,878,595

City of Altamonte Springs, Florida

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

LAW ENFORCEMENT TRUST FUND

For the Year Ended September 30, 2021

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental revenues	$ -	$ 44,211	$ 44,211
Investment income (loss)	1,000	(175)	(1,175)
Total Revenues	$ 1,000	$ 44,036	$ 43,036
Expenditures			
Current			
Public safety	$ 20,500	$ 17,000	$ 3,500
Total Expenditures	$ 20,500	$ 17,000	$ 3,500
Excess of Revenues Over (Under) Expenditures	$ (19,500)	$ 27,036	$ 46,536
Fund Balance			
Beginning of year	60,466	60,466	-
End of year	$ 40,966	$ 87,502	$ 46,536

City of Altamonte Springs, Florida

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

BUILDING INSPECTION FUND

For the Year Ended September 30, 2021

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental revenues	$ -	$ 10,401	$ 10,401
Charges for services	525,000	1,483,741	958,741
Investment income (loss)	26,000	(10,325)	(36,325)
Miscellaneous revenues	1,000	7,919	6,919
Total Revenues	$ 552,000	$ 1,491,736	$ 939,736
Expenditures			
Current			
Public safety	$ 1,583,572	$ 1,570,337	$ 13,235
Capital outlay	150,000	38,160	111,840
Total Expenditures	$ 1,733,572	$ 1,608,497	$ 125,075
Excess of Revenues Over (Under) Expenditures	$ (1,181,572)	$ (116,761)	$ 1,064,811
Other Financing Sources			
Transfers in	$ -	$ 3,680	$ 3,680
Total Other Financing Sources	$ -	$ 3,680	$ 3,680
Net Change in Fund Balances	$ (1,181,572)	$ (113,081)	$ 1,068,491
Fund Balance			
Beginning of year	3,410,031	3,410,031	-
End of year	$ 2,228,459	$ 3,296,950	$ 1,068,491

City of Altamonte Springs, Florida

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

CAPITAL PROJECTS FUND

For the Year Ended September 30, 2021

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental revenues	$ 10,000	$ -	$ (10,000)
Investment income (loss)	30,343	(11,189)	(41,532)
Miscellaneous revenues	-	168,137	168,137
Total Revenues	$ 40,343	$ 156,948	$ 116,605
Expenditures			
Current			
General government	$ 422,900	$ 353,383	$ 69,517
Capital outlay	2,717,850	2,395,436	322,414
Total Expenditures	$ 3,140,750	$ 2,748,819	$ 391,931
Excess of Revenues Over (Under) Expenditures	$ (3,100,407)	$ (2,591,871)	$ 508,536
Other Financing Sources (Uses)			
Transfers in (out)	$ 1,750,000	$ 1,750,000	$ -
Total Other Financing Sources (Uses)	$ 1,750,000	$ 1,750,000	$ -
Net Change in Fund Balance	$ (1,350,407)	$ (841,871)	$ 508,536
Fund Balance			
Beginning of year	3,671,647	3,671,647	-
End of year	$ 2,321,240	$ 2,829,776	$ 508,536

City of Altamonte Springs, Florida

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

INFRASTRUCTURE SALES TAX FUND

For the Year Ended September 30, 2021

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental revenues	$ 7,334,577	$ 3,162,365	$ (4,172,212)
Investment income (loss)	32,328	(21,598)	(53,926)
Total Revenues	$ 7,366,905	$ 3,140,767	$ (4,226,138)
Expenditures			
Capital outlay	$ 10,175,000	$ 2,022,485	$ 8,152,515
Total Expenditures	$ 10,175,000	$ 2,022,485	$ 8,152,515
Excess of Revenues Over (Under) Expenditures	$ (2,808,095)	$ 1,118,282	$ 3,926,377
Fund Balance			
Beginning of year	2,969,229	2,969,229	-
End of year	$ 161,134	$ 4,087,511	$ 3,926,377

City of Altamonte Springs, Florida

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

IMPACT FEE FUND

For the Year Ended September 30, 2021

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues			
Impact fees	$ 81,700	$ 132,627	$ 50,927
Investment income (loss)	9,269	(4,637)	(13,906)
Total Revenues	$ 90,969	$ 127,990	$ 37,021
Expenditures			
Current			
Capital outlay	$ 700,000	$ 560,511	$ 139,489
Total Expenditures	$ 700,000	$ 560,511	$ 139,489
Excess of Revenues Over (Under) Expenditures	$ (609,031)	$ (432,521)	$ 176,510
Fund Balance			
Beginning of year	1,481,340	1,481,340	-
End of year	$ 872,309	$ 1,048,819	$ 176,510

Statistical Section (Unaudited)

This part of the City's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

Contents **Page**

Financial Trends 110

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

Revenue Capacity 120

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

Demographic and Economic Information 127

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

Operating Information 129

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

Sources: Unless otherwise noted, the information in these schedules is derived from the City's Annual Comprehensive Financial Reports for the relevant year.

Schedule 1

City of Altamonte Springs, Florida

NET POSITION BY COMPONENT
Last Ten Fiscal Years
(accrual basis of accounting)

	2012	2013	2014	2015	2016
Governmental activities					
Net investment in capital assets	$ 72,572,250	$ 80,136,277	$ 81,366,873	$ 87,665,334	$ 110,830,333
Restricted	17,781,765	5,966,473	7,121,967	7,486,746	10,073,426
Unrestricted	69,385,290	75,976,311	78,296,743	74,138,829	54,990,921
Total governmental activities	$ 159,739,305	$ 162,079,061	$ 166,785,583	$ 169,290,909	$ 175,894,680
Business-type activities					
Net investment in capital assets	$ 77,601,440	$ 75,416,324	$ 74,334,730	$ 87,713,904	$ 88,926,552
Restricted	5,348,990	12,988,753	12,612,343	6,760,136	7,951,460
Unrestricted	20,994,880	20,992,733	23,559,322	22,199,636	22,473,581
Total business-type activities	$ 103,945,310	$ 109,397,810	$ 110,506,395	$ 116,673,676	$ 119,351,593
Primary government					
Net investment in capital assets	$ 150,173,690	$ 155,552,601	$ 155,701,603	$ 175,379,238	$ 199,756,885
Restricted	23,130,755	18,955,226	19,734,310	14,246,882	18,024,886
Unrestricted	90,380,170	96,969,044	101,856,065	96,338,465	77,464,502
Total primary government	$ 263,684,615	$ 271,476,871	$ 277,291,978	$ 285,964,585	$ 295,246,273

In fiscal year 2013, the City adopted Governmental Accounting Standards Board Statement No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position. Accordingly, the term "net position" has replaced "net assets" for the accrual basis statement.

2017	2018	2019	2020	2021
$ 127,879,280	$ 146,550,710	$ 161,823,296	$ 168,717,350	$ 167,564,537
6,488,138	3,852,154	2,053,646	2,155,846	190,113
44,137,904	30,001,743	23,747,785	26,052,323	34,582,396
$ 178,505,322	$ 180,404,607	$ 187,624,727	$ 196,925,519	$ 202,337,046
$ 97,136,161	$ 98,546,176	$ 102,210,268	$ 111,082,577	$ 114,570,750
7,371,496	9,177,062	9,969,975	9,830,286	9,767,885
16,425,065	10,584,070	9,868,267	6,762,598	9,840,873
$ 120,932,722	$ 118,307,308	$ 122,048,510	$ 127,675,461	$ 134,179,508
$ 225,015,441	$ 245,096,886	$ 264,033,564	$ 279,799,927	$ 282,135,287
13,859,634	13,029,216	12,023,621	11,986,132	9,957,998
60,562,969	40,585,813	33,616,052	32,814,921	44,423,269
$ 299,438,044	$ 298,711,915	$ 309,673,237	$ 324,600,980	$ 336,516,554

Schedule 2

City of Altamonte Springs, Florida

CHANGES IN NET POSITION
Last Ten Fiscal Years
(accrual basis of accounting)

	2012	2013	2014	2015	2016
Expenses					
Governmental Activities					
General government	$ 9,954,495	$ 10,367,430	$ 11,251,654	$ 11,798,199	$ 14,038,290
Public safety	11,509,002	11,647,867	12,564,313	13,172,095	13,124,215
Physical environment	1,434,694	1,288,459	1,288,150	1,490,942	1,510,966
Transportation	1,762,089	1,814,099	1,548,148	1,565,964	1,142,749
Culture/Recreation	4,705,994	4,961,998	5,050,839	5,256,550	4,918,063
Interest on long-term debt	-	-	-	-	-
Total governmental activities	$ 29,366,274	$ 30,079,853	$ 31,703,104	$ 33,283,750	$ 34,734,283
Business-type activities:					
Water and sewer	$ 16,707,113	$ 17,184,906	$ 16,927,444	$ 17,215,573	$ 17,424,336
Refuse disposal	1,658,209	1,746,260	1,780,632	1,838,217	1,854,785
Total business-type activities	$ 18,365,322	$ 18,931,166	$ 18,708,076	$ 19,053,790	$ 19,279,121
Total primary government expenses	$ 47,731,596	$ 49,011,019	$ 50,411,180	$ 52,337,540	$ 54,013,404
Program revenues					
Governmental activities					
Charges for services					
General government	$ 5,007,318	$ 4,788,065	$ 4,734,383	$ 5,425,672	$ 5,627,152
Public safety	2,083,567	1,682,678	2,198,311	1,680,673	1,901,023
Physical environment	2,004,721	1,958,704	1,960,754	1,914,118	2,061,691
Transportation	842,154	195,925	2,030,874	1,827,402	4,855,090
Culture / recreation	684,714	763,670	827,429	762,804	778,370
Operating grants and contributions	136,510	200,079	182,358	168,242	-
Capital grants and contributions	-	-	-	4,068,404	400,295
Total governmental activities	$ 10,758,984	$ 9,589,121	$ 11,934,109	$ 15,847,315	$ 15,623,621
Business-type activities:					
Charges for services					
Water and sewer	$ 16,354,427	$ 16,604,720	$ 16,705,464	$ 17,506,740	$ 18,014,170
Refuse disposal	1,715,558	1,686,823	1,730,562	1,737,888	1,722,629
Operating grants and contributions	-	-	-	-	-
Capital grants and contributions	475,058	158,950	924,747	6,280,457	1,499,651
Total business-type activities	$ 18,545,043	$ 18,450,493	$ 19,360,773	$ 25,525,085	$ 21,236,450
Total primary government revenues	$ 29,304,027	$ 28,039,614	$ 31,294,882	$ 41,372,400	$ 36,860,071
Net (expense) / revenue					
Governmental activities	$ (18,607,290)	$ (20,490,732)	$ (19,768,995)	$ (17,436,435)	$ (19,110,662)
Business-type activities	179,721	(480,673)	652,697	6,471,295	1,957,329
Total primary government	$ (18,427,569)	$ (20,971,405)	$ (19,116,298)	$ (10,965,140)	$ (17,153,333)

Continued next page

2017	2018	2019	2020	2021
$ 13,137,783	$ 13,484,900	$ 13,768,429	$ 14,242,279	$ 12,607,409
13,499,482	13,033,722	13,874,075	13,559,819	12,204,220
1,836,579	1,970,289	2,052,084	1,618,946	1,543,170
2,000,012	2,096,183	2,181,437	2,442,640	2,563,818
5,612,077	5,041,822	5,440,706	6,076,181	5,331,881
-	-	-	-	-
$ 36,085,933	$ 35,626,916	$ 37,316,731	$ 37,939,865	$ 34,250,498
$ 18,446,932	$ 19,301,385	$ 18,717,860	$ 18,468,013	$ 18,606,210
1,813,167	1,766,622	1,882,929	1,784,874	1,594,901
$ 20,260,099	$ 21,068,007	$ 20,600,789	$ 20,252,887	$ 20,201,111
$ 56,346,032	$ 56,694,923	$ 57,917,520	$ 58,192,752	$ 54,451,609
$ 3,414,943	$ 3,453,350	$ 3,180,769	$ 3,066,072	$ 2,765,098
1,964,435	1,743,879	2,210,821	1,710,634	1,742,865
1,978,981	1,939,590	2,023,404	1,972,691	1,903,851
4,101,968	3,513,932	4,372,617	3,974,671	3,440,638
1,074,629	826,951	1,232,315	523,984	796,794
794,634	234,322	569,636	1,524,102	1,929,681
-	-	-	5,123,526	376,865
$ 13,329,590	$ 11,712,024	$ 13,589,562	$ 17,895,680	$ 12,955,792
$ 18,309,111	$ 18,716,873	$ 19,782,506	$ 19,918,772	$ 20,946,687
1,782,260	1,778,899	1,806,619	1,875,239	1,863,767
499,543	-	619,300	144,010	117,867
926,713	1,327,411	2,652,900	4,236,579	3,393,198
$ 21,517,627	$ 21,823,183	$ 24,861,325	$ 26,174,600	$ 26,321,519
$ 34,847,217	$ 33,535,207	$ 38,450,887	$ 44,070,280	$ 39,277,311
$(22,756,343)	$(23,914,892)	$(23,727,169)	$(20,044,185)	$(21,294,706)
1,257,528	755,176	4,260,536	5,921,713	6,120,408
$(21,498,815)	$(23,159,716)	$(19,466,633)	$(14,122,472)	$(15,174,298)

Schedule 2

City of Altamonte Springs, Florida

CHANGES IN NET POSITION
Last Ten Fiscal Years
(accrual basis of accounting)

	2012	2013	2014	2015	2016
General revenues and other changes in net position					
Governmental activities					
Property tax	$ 6,514,128	$ 6,443,901	$ 6,577,557	$ 6,665,337	$ 7,901,226
Franchise fee tax	4,477,914	4,359,505	4,512,748	4,616,642	4,426,482
Utility tax	3,479,166	3,659,368	3,841,601	3,770,949	3,878,987
Communications services tax	2,423,270	2,484,421	2,360,224	2,129,703	1,924,231
Local option gas tax	714,413	640,025	603,662	627,285	648,512
Intergovernmental revenues	6,529,324	3,699,946	3,950,825	4,256,032	4,341,063
Investment income (loss)	2,712,633	288,752	1,014,438	1,315,563	1,873,196
Other miscellaneous revenues	523,537	2,254,570	1,614,462	701,311	720,737
Transfers in (out)	-	(1,000,000)	-	-	-
Total governmental activities	$ 27,374,385	$ 22,830,488	$ 24,475,517	$ 24,082,822	$ 25,714,434
Business-type activities					
Investment income (loss)	$ 791,634	$ 109,379	$ 406,239	$ 458,683	$ 663,496
Gain (loss) on sale of surplus assets	32,986	4,760,171	-	-	-
Other miscellaneous revenues	12,467	63,623	49,649	176,553	57,092
Transfers in (out)	-	1,000,000	-	-	-
Total business-type activities	$ 837,087	$ 5,933,173	$ 455,888	$ 635,236	$ 720,588
Total primary government	$ 28,211,472	$ 28,763,661	$ 24,931,405	$ 24,718,058	$ 26,435,022
Change in net position					
Governmental activities	$ 8,767,095	$ 2,339,756	$ 4,706,522	$ 6,646,387	$ 6,603,772
Business-type activities	1,016,808	5,452,500	1,108,585	7,106,531	2,677,917
	$ 9,783,903	$ 7,792,256	$ 5,815,107	$ 13,752,918	$ 9,281,689

2017	2018	2019	2020	2021
$ 8,221,567	$ 8,964,640	$ 9,697,830	$ 10,443,924	$ 11,016,972
4,425,465	4,689,468	4,984,567	4,737,080	4,796,349
3,860,607	3,900,287	4,201,925	4,287,899	4,371,613
1,870,666	1,858,673	1,752,271	1,741,441	1,736,014
670,411	672,462	674,207	585,886	589,487
4,588,359	4,795,845	4,940,156	3,963,053	4,107,212
664,326	223,649	2,237,570	1,704,865	(164,608)
1,065,585	245,245	458,763	566,829	343,108
-	3,500,000	2,000,000	1,314,000	(89,914)
$ 25,366,986	$ 28,850,269	$ 30,947,289	$ 29,344,977	$ 26,706,233
$ 259,461	$ 128,538	$ 1,227,372	$ 826,181	$ (55,442)
-	-	-	-	-
64,140	904,323	253,294	193,048	349,167
-	(3,500,000)	(2,000,000)	(1,314,000)	89,914
$ 323,601	$ (2,467,139)	$ (519,334)	$ (294,771)	$ 383,639
$ 25,690,587	$ 26,383,130	$ 30,427,955	$ 29,050,206	$ 27,089,872
$ 2,610,643	$ 4,935,377	$ 7,220,120	$ 9,300,792	$ 5,411,527
1,581,129	(1,711,963)	3,741,202	5,626,942	6,504,047
$ 4,191,772	$ 3,223,414	$ 10,961,322	$ 14,927,734	$ 11,915,574

Schedule 3

City of Altamonte Springs, Florida

FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2012	2013	2014	2015	2016
General fund					
Nonspendable	$ 204,452	$ 221,188	$ 166,763	$ 201,911	$ 138,998
Restricted	223,576	244,962	224,891	200,336	184,776
Committed	401,642	218,616	164,942	243,258	242,442
Unassigned	26,303,750	27,616,726	27,481,163	15,013,005	13,431,467
Total general fund	$ 27,133,420	$ 28,301,492	$ 28,037,759	$ 15,658,510	$ 13,997,683
Other governmental funds					
Nonspendable	$ 16,573	$ 17,170	$ 16,487	$ 22,581	$ 4,744
Restricted	17,558,189	5,740,875	6,915,464	7,486,746	10,073,426
Committed	36,033,520	40,936,292	44,513,564	49,004,229	37,192,736
Assigned	8,189,821	9,135,715	8,545,728	16,791,157	11,549,797
Total other governmental funds	$ 61,798,103	$ 55,830,052	$ 59,991,243	$ 73,304,713	$ 58,820,703
Total all governmental funds	$ 88,931,523	$ 84,131,544	$ 88,029,002	$ 88,963,223	$ 72,818,386

2017	2018	2019	2020	2021
$ 437,688	$ 473,835	$ 176,607	$ 533,157	$ 508,580
169,957	160,375	131,547	132,783	102,611
203,472	226,670	198,371	393,556	198,092
13,426,236	12,683,033	14,162,104	13,895,671	17,126,838
$ 14,237,353	$ 13,543,913	$ 14,668,629	$ 14,955,167	$ 17,936,121
$ 5,250	$ 6,019	$ 6,412	$ 7,688	$ 8,480
6,318,181	3,692,111	1,922,099	2,023,063	87,502
33,586,839	32,581,899	18,523,780	17,166,953	21,765,631
4,516,615	(5,545,928)	717,800	2,111,989	-
$ 44,426,885	$ 30,734,101	$ 21,170,091	$ 21,309,693	$ 21,861,613
$ 58,664,238	$ 44,278,014	$ 35,838,720	$ 36,264,860	$ 39,797,734

Schedule 4

City of Altamonte Springs, Florida

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2012	2013	2014	2015	2016
Revenues					
Taxes	$ 17,608,891	$ 17,587,220	$ 17,895,792	$ 17,809,916	$ 18,779,438
Licenses and permits	845,415	904,405	877,519	883,230	859,491
Intergovernmental revenues	6,307,931	6,037,489	6,562,068	12,513,726	10,904,496
Charges for services	9,561,200	9,534,332	11,640,103	10,125,708	11,280,914
Fines and forfeitures	588,643	487,963	361,466	219,984	211,929
Impact fees	461,280	206,977	496,778	309,699	558,854
Investment income (loss)	2,664,909	283,289	996,461	1,297,240	1,852,341
Miscellaneous revenues	525,852	3,354,467	6,047,062	679,446	689,091
Total revenues	$ 38,564,121	$ 38,396,142	$ 44,877,249	$ 43,838,949	$ 45,136,554
Expenditures					
Current					
General government	$ 13,484,999	$ 13,297,165	$ 14,108,894	$ 14,575,195	$ 15,632,689
Public safety	11,011,971	10,884,564	11,751,976	12,034,663	12,398,080
Physical environment	1,120,149	953,087	929,854	1,117,351	1,011,369
Transportation	672,751	794,693	784,497	1,564,858	15,326,379
Culture/Recreation	3,361,827	3,594,293	3,675,667	3,905,385	4,251,716
Capital Outlay	3,853,911	12,672,319	9,728,903	9,707,276	12,661,159
Total expenditures	$ 33,505,608	$ 42,196,121	$ 40,979,791	$ 42,904,728	$ 61,281,392
Excess of revenues over expenditures	$ 5,058,513	$ (3,799,979)	$ 3,897,458	$ 934,221	$ (16,144,838)
Other financing sources (uses)					
Transfers in	$ 3,549,470	$ 3,486,119	$ 3,540,121	$ 15,119,695	$ 4,069,637
Transfers (out)	(3,549,470)	(4,486,119)	(3,540,121)	(15,119,695)	(4,069,637)
Total other financing sources (uses)	$ -	$ (1,000,000)	$ -	$ -	$ -
Net Change in Fund Balances	$ 5,058,513	$ (4,799,979)	$ 3,897,458	$ 934,221	$ (16,144,838)
Debt service as a percentage of non-capital expenditures	n/a	n/a	n/a	n/a	n/a

2017	2018	2019	2020	2021
$ 19,048,716	$ 20,085,530	$ 21,310,800	$ 21,796,230	$ 22,510,435
866,305	860,643	872,268	920,361	858,582
9,410,066	8,784,184	9,807,886	13,394,965	10,954,986
10,906,267	10,200,529	11,201,137	10,216,635	10,444,899
182,974	217,844	255,969	160,173	248,940
310,337	178,920	402,248	444,452	132,627
656,265	219,276	2,171,441	1,638,699	(159,103)
1,078,922	952,469	613,478	673,477	741,584
$ 42,459,852	$ 41,499,395	$ 46,635,227	$ 49,244,992	$ 45,732,950
$ 15,676,107	$ 16,162,893	$ 16,208,722	$ 16,896,591	$ 16,993,726
12,694,338	12,938,409	13,504,548	13,406,697	13,370,920
2,013,960	1,192,702	1,264,640	1,252,709	1,291,305
5,650,519	682,521	698,073	676,114	652,362
4,762,610	4,110,974	4,587,524	4,903,805	4,605,736
15,816,465	24,298,121	20,811,014	12,996,936	5,196,113
$ 56,613,999	$ 59,385,620	$ 57,074,521	$ 50,132,852	$ 42,110,162
$ (14,154,147)	$ (17,886,225)	$ (10,439,294)	$ (887,860)	$ 3,622,788
$ 6,500,000	$ 3,500,000	$ 2,000,000	$ 1,314,000	$ -
(6,500,000)	-	-	-	(89,914)
$ -	$ 3,500,000	$ 2,000,000	$ 1,314,000	$ (89,914)
$ (14,154,147)	$ (14,386,225)	$ (8,439,294)	$ 426,140	$ 3,532,874
n/a	n/a	n/a	n/a	n/a

Schedule 5

City of Altamonte Springs, Florida

ASSESSED AND ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years

Fiscal Year	Assessed Values *				Less: Tax Exempt Property *	Total Taxable Assessed Value *	Total Direct Tax Rate
	Real Property		Personal Property	Total			
	Residential	Commercial					
2012	$ 1,480.34	$ 1,167.75	$ 298.84	$ 2,946.93	$ (603.54)	$ 2,343.40	2.8900
2013	1,512.90	1,162.37	293.25	2,968.52	(665.17)	2,303.35	2.8900
2014	1,607.82	1,155.05	287.03	3,049.90	(685.05)	2,364.84	2.8900
2015	1,816.77	1,185.06	313.74	3,315.57	(817.36)	2,498.21	2.7624
2016	1,937.09	1,335.59	324.68	3,597.36	(958.89)	2,638.46	3.1000
2017	2,056.26	1,377.29	324.97	3,758.51	(997.06)	2,761.45	3.1000
2018	2,325.38	1,422.42	332.02	4,079.82	(1,080.49)	2,999.33	3.1000
2019	2,632.15	1,466.75	353.06	4,451.96	(1,206.18)	3,245.78	3.1000
2020	2,868.34	1,561.76	383.80	4,813.90	(1,317.37)	3,496.53	3.1000
2021	3,067.75	1,579.62	373.86	5,021.23	(1,337.37)	3,683.85	3.1000

***** *In millions.*

Source: Seminole County Property Appraiser's Office.

Note: Property is reassessed each year by the Seminole County Property Appraiser. Property is assessed at actual value, therefore the assessed values are equal to the actual values. Tax rates are per $1,000 of assessed valuation.

Schedule 6

City of Altamonte Springs, Florida

TAXABLE VALUES BY CLASSIFICATION
Last Ten Fiscal Years (in millions)

Fiscal Year	Vacant Residential	Single Family House	Condo	Apts	Commercial	Industrial	Other	Centrally Assessed	Personal Property	Total Taxable Value
2012	$3.34	$552.14	$204.17	$320.34	$921.76	$61.06	$39.92	$0.34	$240.32	$2,343.39
2013	3.14	528.70	207.88	357.72	880.29	59.50	40.19	0.38	225.55	2,303.35
2014	2.40	544.77	233.86	393.74	870.89	60.22	39.55	0.40	219.02	2,364.85
2015	2.45	583.84	265.92	434.41	888.39	62.11	39.18	0.41	221.50	2,498.21
2016	5.81	615.54	292.87	470.41	911.50	70.74	47.88	0.42	223.29	2,638.46
2017	7.13	645.55	315.98	511.32	948.68	68.76	47.47	0.45	216.10	2,761.44
2018	6.30	695.71	346.92	611.73	986.67	72.58	47.53	0.44	231.44	2,999.32
2019	5.83	752.35	382.98	731.80	1,009.79	77.51	51.54	0.46	233.44	3,245.70
2020	3.49	809.23	419.34	815.48	1,063.36	82.07	62.55	0.45	240.57	3,496.54
2021	2.60	865.17	458.30	881.48	1,083.07	89.72	67.41	0.50	235.60	3,683.85

Source: Seminole County Property Appraiser

Schedule 7

City of Altamonte Springs, Florida

SINGLE FAMILY HOME
AVERAGE PROPERTY VALUES AND TAXES
Last Ten Fiscal Years

Fiscal Year	Assessed Value	Taxable Value	Millage Rate	Annual Taxes	Variance from Prior Year	
2012	$135,193	$86,285	2.89	$249.37	(28.97)	-10.4%
2013	125,508	82,532	2.89	238.52	(10.85)	-4.4%
2014	128,734	84,788	2.89	245.04	6.52	2.7%
2015	143,570	89,863	2.76	248.24	3.20	1.3%
2016	152,013	94,698	3.10	293.56	45.33	18.3%
2017	160,518	99,133	3.10	307.31	13.75	4.7%
2018	179,127	106,524	3.10	330.22	22.91	7.5%
2019	196,910	115,128	3.10	356.90	26.67	8.1%
2020	208,396	122,666	3.10	380.27	23.37	6.5%
2021	220,195	131,586	3.10	407.92	27.65	7.3%

Source: Seminole County Tax Collector's Office.

Schedule 8

City of Altamonte Springs, Florida

DIRECT AND OVERLAPPING PROPERTY TAX RATES
Last Ten Fiscal Years
(Per $1,000 of Assessed Taxable Value)

	Direct (a)	Overlapping				
		Seminole County			St. John's River Water	
Fiscal Year	City of Altamonte Springs	Government	Fire District	School Board	Mgmt. Dist.	Total
2012	2.890	5.045	2.330	7.722	0.331	18.318
2013	2.890	5.045	2.330	7.553	0.331	18.149
2014	2.890	4.875	2.330	8.361	0.328	18.784
2015	2.762	4.875	2.330	7.849	0.302	18.119
2016	3.100	4.875	2.330	7.849	0.302	18.456
2017	3.100	4.875	2.330	7.557	0.289	18.151
2018	3.100	4.875	2.765	6.569	0.272	17.581
2019	3.100	4.875	2.765	6.313	0.256	17.309
2020	3.100	4.875	2.765	6.133	0.241	17.114
2021	3.100	4.875	2.765	5.934	0.229	16.903

Source: Seminole County Property Appraiser's Website.

(a) The City had no property tax supported debt during the past ten years. Therefore revenues generated from the direct propery tax rate was used only for operating purposes.

Schedule 9

City of Altamonte Springs, Florida

PRINCIPAL PROPERTY TAXPAYERS
Current Year and Nine Years Ago

Taxpayer	Property Description	Use
Altamonte Mall Joint Venture	Altamonte Mall	Retail
675 Jamestown Boulevard LLC	Timberlake Apts.	Residential
Lotus Landing FL Partners LLC	Lotus Landing Apts	Residential
IMT Capital IV Maitland	IMT Maitland Apartments	Residential
Altamonte Association LLC	Uptown Lofts at Altamonte	Residential
Vineridge Association LLC	Vineridge Apartments	Residential
Duke Energy Florida Inc	Progress Energy	Public Utility
United Dominion Realty Trst	Los Altos & Lakeside North Apts	Residential
NIC Gateway Orlando LLC	Nine 12 Gateway Apts	Residential
Central Park Fee Owner LLC	One Center at the Mall	Residential
Emerson International, Inc.	Cranes Roost Office Park Et Al	Mixed Use
Embarq, Inc.	Embarq Telephone System	Public Utility
Price Reit Renaissance Ptrn	Renaissance Centre	Retail

(a) The fiscal year ended September 30, 2021 tax levy is based on the 2020 taxable value.
(b) The fiscal year ended September 30, 2012 tax levy is based on the 2011 taxable value.

Source: Seminole County Property Appraiser's Office.

Fiscal Year 2020 / 2021 (a)				Fiscal Year 2011 / 2012 (b)			
Taxable Value	Percent of Total Taxable Value	Amount of Tax	Rank	Taxable Value	Percent of Total Taxable Value	Amount of Tax	Rank
$ 109,815,756	3.14%	$ 340,429	1	$ 94,699,587	3.83%	$ 273,682	1
75,677,354	2.16%	234,600	2	38,318,344	1.55%	110,740	2
74,653,034	2.14%	231,424	3	-	-	-	
66,898,559	1.91%	207,386	4	-	-	-	
54,039,816	1.55%	167,523	5	23,937,458	0.97%	69,179	8
49,271,794	1.41%	152,743	6	25,346,986	1.03%	73,253	6
49,267,981	1.41%	152,731	7	36,785,970	1.49%	106,311	4
48,370,732	1.38%	149,949	8	22,224,356	0.90%	64,228	9
44,661,148	1.28%	138,450	9	-	-	-	
42,539,862	1.22%	131,874	10	-	-	-	
-	-	-	-	37,353,688	1.51%	107,952	3
-	-	-	-	33,143,767	1.34%	95,785	5
-	-	-	-	21,777,792	0.88%	62,938	10
$ 615,196,036	17.59%	$1,907,108		$ 333,587,948	13.50%	$ 964,068	

Schedule 10

City of Altamonte Springs, Florida

PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years

Fiscal Year	Total Tax Levy	Current Tax Collections (a)	Percent of Levy Collected	Delinquent Tax Collections	Total Tax Collections	Total Collections as a Percent of Current Levy
2012	$ 6,737,438	$ 6,490,466	96.3%	$ 23,662	$ 6,514,128	96.7%
2013	6,655,080	6,437,027	96.7%	6,874	6,443,901	96.8%
2014	6,834,402	6,570,461	96.1%	7,096	6,577,557	96.2%
2015	6,901,051	6,660,520	96.5%	4,797	6,665,317	96.6%
2016	8,179,234	7,891,380	96.5%	9,847	7,901,227	96.6%
2017	8,560,488	8,212,792	95.9%	8,775	8,221,567	96.0%
2018	9,297,929	8,956,537	96.3%	8,103	8,964,640	96.4%
2019	10,061,918	9,690,783	96.3%	4,612	9,695,395	96.4%
2020	10,839,249	10,435,791	96.3%	8,133	10,443,924	96.4%
2021	11,419,945	10,997,821	96.3%	19,151	11,016,972	96.5%

Source: Seminole County Tax Collector's Office.

(a) Taxes are due and payable on November 1st of each year. A discount is available for early payment. This discount is 4% if taxes are paid in November, 3% for December, 2% for January and 1% for February. Taxes become delinquent on April 1st.

Schedule 11

City of Altamonte Springs, Florida

DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Fiscal Years

Fiscal Year	Population (1)	Per Capita Personal Income (2)	Personal Income (2) *(in millions)*	School Enrollment (3)	Unemployment Rate (4)
2012	42,159	39,381	1,660	4,928	9.5%
2013	42,495	39,528	1,680	5,722	5.9%
2014	42,719	41,339	1,766	5,778	5.1%
2015	43,325	43,846	1,900	5,773	5.1%
2016	43,905	44,301	1,945	5,779	4.3%
2017	44,482	46,782	2,081	5,792	3.0%
2018	44,497	49,049	2,183	5,553	3.0%
2019	45,293	50,520	2,288	5,339	3.0%
2020	45,304	51,156	2,318	5,130	5.7%
2021	46,231	53,403	2,469	5,130	4.4%

Sources: (1) U.S. Census of Population and Housing. University of Florida, Bureau of Economic and Business Research, "Florida Statistical Abstract".

(2) U.S.Department of Commerce, Bureau of Economic Analysis, Regional Economic Information System. The actual per capita personal income for the City is not known. The figures are for Seminole County. The per capita figures are multiplied by the population to determine the total

(3) Seminole County School Board.

(4) Florida Agency for Workforce Innovation, Labor Market Statistics, Local Area Unemployment Statistics Program, in cooperation with the U.S. Department of Labor, Bureau of Labor Statistics.

Schedule 12

City of Altamonte Springs, Florida

PRINCIPAL EMPLOYERS
CENTRAL FLORIDA

Employer (local subsidiary)	Business	Number of Employees in Central Florida 2011		2021		Rank 2011	2021
Walt Disney Co. (Walt Disney World)	Entertainment/Retail	62,000	6.2%	58,478	4.3%	1	1
Universal Studios Florida	Entertainment/Retail	16,000	1.6%	26,000	1.9%	4	2
Orange County Public Schools	Education	17,904	1.8%	25,125	1.9%	2	3
Orlando Health	Health Care	13,666	1.4%	23,192	1.7%	5	4
Advent Health (Florida Hospital)	Hospital	16,771	1.7%	20,726	1.5%	3	5
Publix Supermarkets Inc	Grocery	-	-	15,511	1.1%	-	6
University of Central FL	Education	10,346	1.0%	12,489	0.9%	7	7
Seminole County Public Schools	Education	-	-	10,000	0.7%	-	8
Lockheed Martin Corp	Technology	9,000	0.9%	8,099	0.6%	8	9
School District of Osceola County	Education	-	-	8,423	0.6%	-	10
UPS	Distribution	12,680	1.3%	-	-	6	-
Orange County Government	Government	7,654	0.8%	7,971	0.6%	9	-
Sea World Parks & Entertainment	Entertainment/Retail	7,000	0.7%			10	

Source: Orlando Sentinel Newspaper, Metro Orlando Economic Development Commission

Schedule 13

City of Altamonte Springs, Florida

FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION / PROGRAM
Last Ten Fiscal Years

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General government										
Administration	21	20	21	22	22	22	22	22	25	30
Finance	18	18	19	20	20	19	19	18	18	20
Information Services	10	10	11	12	12	12	10	10	10	10
Growth management	6	8	8	9	10	10	10	9	9	9
Maintenance	59	60	61	63	65	65	64	64	60	60
Public safety										
Police officers	102	99	103	104	104	103	102	100	101	101
Police civilians	18	18	19	18	17	18	18	21	21	19
Inspections	12	12	12	13	14	14	14	14	16	16
Physical environment										
Water and sewer operations	85	85	85	87	88	88	88	89	89	90
Residential refuse disposal	20	20	20	20	20	20	20	20	19	19
Stormwater management	11	11	12	12	12	12	12	12	13	13
Transportation										
Streets	7	7	7	7	7	7	7	8	8	8
Culture / Recreation										
Administration	5	5	5	5	5	5	5	5	4	4
Library	7	7	8	8	8	8	8	8	8	8
Parks	15	16	17	17	17	17	17	17	15	13
Events	19	18	19	20	20	20	18	19	27	28
Total	414	413	425	436	440	439	432	434	441	446

Source: City Finance Department.

Schedule 14

City of Altamonte Springs, Florida

OPERATING INDICATORS BY FUNCTION/PROGRAM
Last Ten Fiscal Years

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Water System										
Number of customers	11,570	11,638	11,758	11,811	11,876	11,780	12,145	11,749	11,854	11,860
Average daily flow (*millions of gallons*)	5.00	4.88	4.76	5.37	5.73	5.68	5.50	5.08	5.08	5.61
Sewer System										
Average daily flow (*millions of gallons*)	5.63	5.95	5.88	6.35	6.18	6.46	6.80	6.85	7.27	7.22
Reclaimed Water System										
Average daily demand (*millions of gallons*)	5.43	5.62	5.04	5.46	6.28	6.19	6.80	6.69	7.27	7.22
Number of customers										
Single family homes	5,822	5,829	5,735	5,747	5,773	5,770	5,806	5,637	5,685	5,680
Multi-family properties	91	91	91	94	94	97	97	97	97	97
Golf course	1	-	-	-	-	-	-	-	-	-
Commercial properties	467	467	467	542	547	577	561	584	609	690
City properties	16	16	16	16	16	16	16	16	16	16
Building Inspections										
Building permits issued	951	473	468	639	647	537	607	349	317	282

Source: Various City Departments.

Schedule 15

City of Altamonte Springs, Florida

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
Last Ten Fiscal Years

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Transportation										
Miles of streets	74.15	74.45	74.57	72.9	72.9	73.4	73.4	73.4	73.4	73.4
Potable Water System										
Miles of water mains	109	108	130	113	184	184	184	182	182	182
Plant Capacity - all plants (*millions of gallons*)	21.10	21.10	21.10	21.10	21.10	21.10	21.10	21.10	21.10	21.10
Number of fire hydrants	1,230	1,246	1,255	1,256	1,216	1,210	1,211	1,138	1,152	1,152
Water plants	3	3	3	3	3	2	2	2	2	2
Deep wells	10	12	12	12	12	12	12	10	10	10
Ground storage tanks	6	6	5	5	4	4	4	4	4	6
Ground storage tank capacity (*millions of gallons*)	3.88	3.88	3.88	3.88	3.60	3.60	3.60	3.60	3.60	3.60
Elevated storage tanks	4	4	4	4	4	4	4	4	4	4
Elevated storage tank capacity (*millions of gallons*)	3	3	3	3	3	3	3	3	3	3
Reclaimed Water System										
Reclaimed water plants	-	-	-	-	-	2	2	2	2	2
Ground storage tanks	2	2	2	3	3	4	4	4	4	4
Ground storage tank capacity (*millions of gallons*)	6.0	6.0	6.0	6.2	6.2	6.2	6.2	6.3	6.3	6.3
Miles of reclaimed water lines	105	105	106	112	116	116	116	116	116	116
Stormwater System										
Number of pumping stations	2	2	3	3	3	3	3	3	3	3
Number of ponds	79	80	80	82	82	82	82	82	82	82
Miles of stormwater lines	99	103	103	103	103	105	105	105	105	105
Sewer System										
Number of treatment plants	1	1	1	1	1	1	1	1	1	1
Daily treatment capacity (*millions of gallons*)	12.5	12.5	12.5	12.5	12.5	12.5	12.5	12.5	12.5	12.5
Number of lift stations	73	72	72	72	72	72	73	72	72	72
Miles of sewer lines	149	144	144	144	144	144	111	107	107	107
Parks and Recreation										
Park acreage	272	272	272	272	272	272	272	272	272	272
Number of nature parks	1	1	1	1	1	1	1	1	1	1
Number of urban parks	1	1	1	1	1	1	1	1	1	1
Number of community parks	5	5	5	5	5	5	5	5	5	5
Number of neighborhood parks	3	3	3	3	3	3	3	3	3	3
Number of libraries	1	1	1	1	1	1	1	1	1	1
Library book collection	37,271	37,889	37,720	41,099	43,575	43,498	43,349	48,669	43,194	40,479

Source: Various City Departments.

(a) Information prior to 2012 is not readily available.

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City of Altamonte Springs, Florida

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE

For the Fiscal Year Ended September 30, 2021

State Grantor /Pass-Through Grantor/Program Title	Assistance Listing Number	Identification Number or Pass-Through Grantor Number	Amount of State Expenditures (1)
Florida Department of Environmental Protection			
Passed through St. Johns Water Management District			
Joint Participation			
Participation Agreement			
Alternative Water Supply Program	37.100	35365	$ 1,053,009
Florida Department of Law Enforcement			
SFA FY 19-20 ESST and CHT Task Force	71.010	2020-SFA-ESST 59-M5-001	17,106
FY 19-20 Identify Theft and Fraud Grant Program	71.042	2020-SFA-ITF 59-2D-007	364
Florida Department of State			
Division of Library and Information Services			
Direct			
State Aid to Libraries Grant	45.030	N/A	3,431
Total Expenditures of State Financial Assistance			$ 1,073,910

Notes to the Schedule of Expenditures of State Financial Assistance

Note 1 - Summary of Significant Accounting Policies

The Schedule of Expenditures of State Financial Assistance is prepared on the modified accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America as applicable to governmental organizations.

MSL
Certified Public Accountants

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

Honorable Mayor and Members of the City Commission
Altamonte Springs, 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 Altamonte Springs, Florida (the "City") as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated March 8, 2022.

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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Honorable Mayor and Members of the City Commission
Altamonte Springs, Florida

Compliance and Other Matters

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

Pursuant to provisions of Chapter 10.550, *Rules of the Auditor General,* we reported certain matters to management of the City in a separate management letter and Independent Accountant's Report dated March 8, 2022.

Purpose of this Report

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

MSL, P.A.

Certified Public Accountants

Orlando, Florida
March 8, 2022

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR STATE PROJECT AND ON INTERNAL CONTROL OVER COMPLIANCE AND REPORT ON SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE REQUIRED BY CHAPTER 10.550, *RULES OF THE AUDITOR GENERAL*

Honorable Mayor and Members of the City Commission
City of Altamonte Springs, Florida

Report on Compliance for Each Major State Project

We have audited the compliance of the City of Altamonte Springs, Florida (the "City") with the types of compliance requirements described in the Florida Department of Financial Services *State Compliance Supplement* that could have a direct and material effect on each of the City's major state projects for the year ended September 30, 2021. The City's major 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 requirements of laws, regulations, contracts, and grants applicable to its state projects.

Auditor's Responsibility

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

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

Opinion on Each Major State Project

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state projects for the year ended September 30, 2021.

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 requirements referred to in the first paragraph of this section. In planning and performing our audit, we considered the City's internal control over compliance with the requirements that could have a direct and material effect on each major 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 state project and to test and report on internal control over compliance in accordance with 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, noncompliance with a type of compliance requirement of a state project on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a state project will not be prevented, or detected and corrected on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a state project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

Report on Schedule of Expenditures of State Financial Assistance Required by Chapter 10.550, *Rules of the Auditor General*

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated March 8, 2022, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying Schedule of Expenditures of State Financial Assistance is presented for the purposes of additional analysis, as required by Chapter 10.550, *Rules of the Auditor General,* and is not a required part of the basic financial statements.

Report on Schedule of Expenditures of State Financial Assistance Required by Chapter 10.550, *Rules of the Auditor General (Continued)*

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

MSL, P.A.

Certified Public Accountants

Orlando, Florida
March 8, 2022

CITY OF ALTAMONTE SPRINGS, FLORIDA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended September 30, 2021

SECTION I - SUMMARY OF INDEPENDENT AUDITOR'S RESULTS

Financial Statements

Type of Auditor's Report Issued:	**Unmodified Opinion**	
Internal control over financial reporting:		
• Material weakness(es) identified?	___ Yes	_X_ No
• Significant deficiency(ies) identified?	___ Yes	_X_ None reported
Noncompliance material to financial statements noted?	___ Yes	_X_ No

State Financial Assistance

Internal control over major state projects:		
• Material weakness(es) identified?	___ Yes	_X_ No
• Significant deficiency(ies) identified?	___ Yes	_X_ None reported
Type of report issued on compliance for major state projects:	**Unmodified Opinion**	
Any audit findings disclosed that are required to be reported in accordance with Chapter 10.557, *Rules of the Auditor General*?	___ Yes	_X_ No

Identification of Major State Projects:

CSFA Number	Name of State Project
37.100	Alternative Water Supply Program

Dollar threshold used to distinguish between Type A and Type B projects: $322,173

SECTION II - FINANCIAL STATEMENT FINDINGS

No matters were reported.

SECTION III - STATE FINANCIAL ASSISTANCE FINDINGS AND QUESTIONED COSTS SECTION

No matters were reported.

CITY OF ALTAMONTE SPRINGS, FLORIDA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS *(CONTINUED)*

For the Year Ended September 30, 2021

SECTION IV - SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS

No matters were reported.

MSL
Certified Public Accountants

INDEPENDENT AUDITOR'S MANAGEMENT LETTER

Honorable Mayor and Members of the City Commission
Altamonte Springs, Florida

Report on Financial Statements

We have audited the financial statements of the City of Altamonte Springs, Florida (the "City") as of and for the year ended September 30, 2021, and have issued our report thereon dated March 8, 2022.

Auditor's Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and Chapter 10.550, *Rules of the Auditor General*.

Other Reporting Requirements

We have 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 State Project and on Internal Control over Compliance and Report on Schedule of Expenditures of State Financial Assistance Required by Chapter 10.550, *Rules of the Auditor General*; Schedule of Findings and Questioned Costs; and 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 and schedule, which are dated March 8, 2022, should be considered in conjunction with this management letter.

Prior Audit Findings

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

Official Title and Legal Authority

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

Financial Condition and Management

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

Pursuant to Sections 10.554(1)(i)5.b. and 10.556(8), *Rules of the Auditor General,* we applied financial condition assessment procedures. 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 the same. The assessment was done as of the fiscal year end.

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

Special District Component Units

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

As required by Section 218.39(3)(c), Florida Statutes, and Section 10.554(1)(i)6, *Rules of the Auditor General,* the Altamonte Springs Health Facilities Authority (the "Authority"), a dependent special district of the City, reported:

a) The total number of Authority employees compensated in the last pay period of the Authority's fiscal year as 0.

b) The total number of independent contractors to whom nonemployee compensation was paid in the last month of the Authority's fiscal year as 0.

c) All compensation earned by or awarded to employees, whether paid or accrued, regardless of contingency as $0.

d) All compensation earned by or awarded to nonemployee independent contractors, whether paid or accrued, regardless of contingency as $0.

e) Each construction project with a total cost of at least $65,000 approved by the Authority that is scheduled to begin on or after October 1 of the fiscal year being reported, together with the total expenditures for such project as $0.

f) A budget variance based on the budget adopted under Section 189.016(4), Florida Statutes, before the beginning of the fiscal year being reported if the Authority amends a final adopted budget under Section 189.016(6), Florida Statures as $0.

Honorable Mayor and Members of the City Commission
Altamonte Springs, Florida

Additional Matters

Section 10.554(1)(i)3., *Rules of the Auditor General,* requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but which warrants the attention of those charged with governance. In connection with our audit, we did not note 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 City Commission members, and applicable management and is not intended to be, and should not be, used by anyone other than these specified parties.

MSL, P.A.
Certified Public Accountants

Orlando, Florida
March 8, 2022

MSL
Certified Public Accountants

INDEPENDENT ACCOUNTANT'S REPORT

Honorable Mayor and Members of the City Commission
Altamonte Springs, Florida

We have examined the compliance of the City of Altamonte Springs, Florida (the "City") with the requirements of Section 218.415, Florida Statutes, during the year ended September 30, 2021. Management is responsible for the City's compliance with those requirements. Our responsibility is to express an opinion on the City's compliance based on our examination.

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

In our opinion, the City complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2021.

MSL, P.A.
Certified Public Accountants

Orlando, Florida
March 8, 2022

March 23, 2022

IMPACT FEE AFFIDAVIT

BEFORE ME, the undersigned authority, personally appeared Tara Culver, who being duly sworn, deposes and says on oath that:

1. I am the Chief Financial Officer of the City of Altamonte Springs, Florida, which is a local governmental entity of the State of Florida;
2. The governing body of the City of Altamonte Springs, Florida, adopted Ordinance No. 877-86, which was substantially amended by Ordinance No. 1691-16, as may be further amended from time to time, implementing an impact fee; and
3. The City of Altamonte Springs, Florida, has complied and, as of the date of this Affidavit, remains in compliance with Section 163.31801, Florida Statutes.

FURTHER AFFIANT SAYETH NAUGHT.

Tara Culver

Tara Culver, Chief Financial Officer

STATE OF FLORIDA
COUNTY OF SEMINOLE

SWORN TO AND SUBSCRIBED before me by means of physical presence this 23rd day of March, 2022.

NOTARY PUBLIC

Print Name Deana Ross Phillippi

Personally known ✓ or produced identification _____

Type of identification produced: Personally Known

My Commission Expires:

October 29, 2022

NOTARY PUBLIC STATE OF FLORIDA

DEANA ROSS PHILLIPPI
Commission # GG 265920
Expires October 29, 2022
Bonded Thru Budget Notary Services

S:\FI\audits\Audit 21\CAFR\CAFR Filings\Florida Auditor General\FY 2021 Impact Fee Affidavit