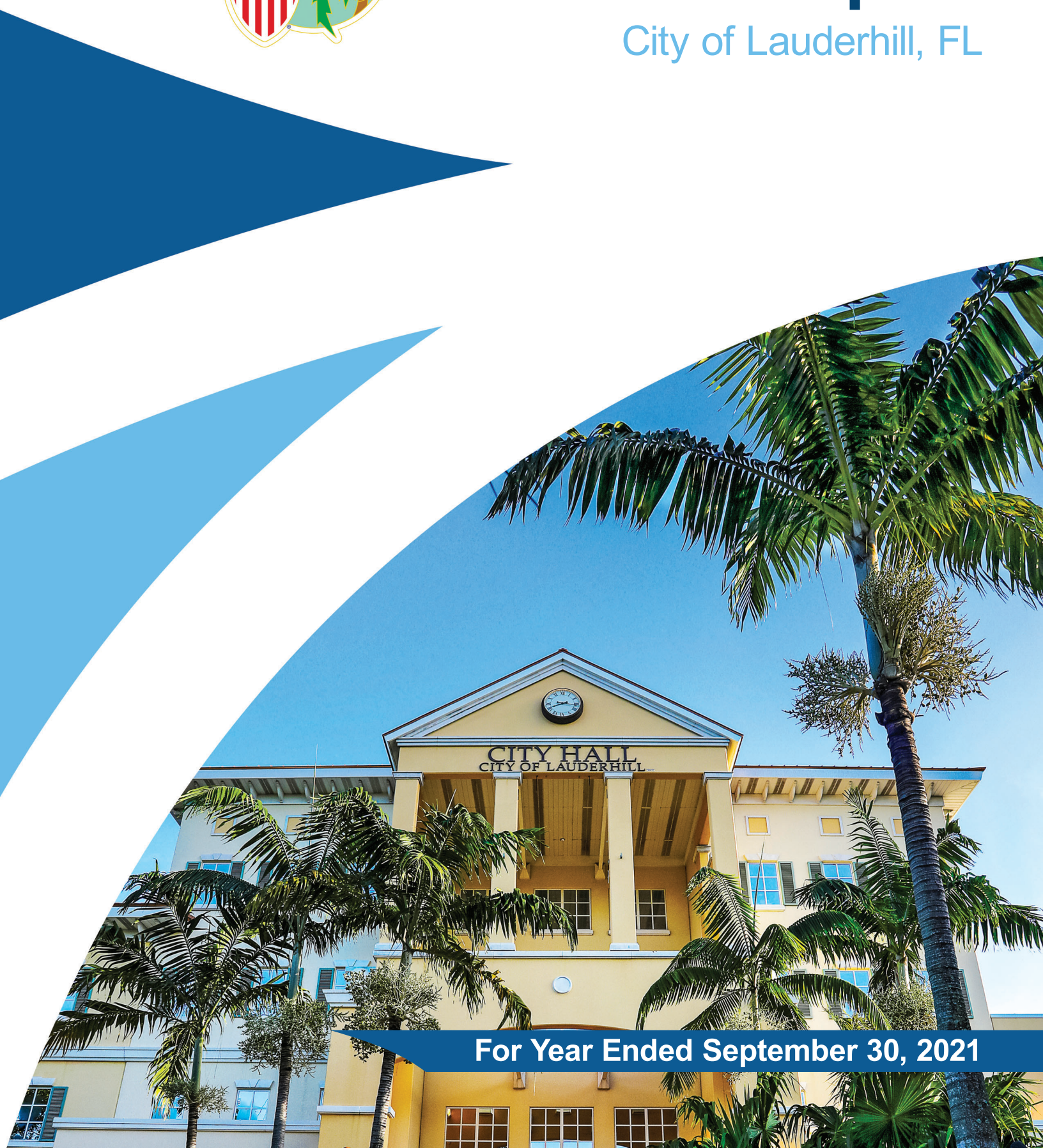




Annual Comprehensive Financial Report

City of Lauderhill, FL



For Year Ended September 30, 2021

Annual Comprehensive Financial Report

City of Lauderhill, Florida



For the Fiscal Year Ended September 30, 2021

Prepared by

City of Lauderhill Finance Department

Kennie Hobbs, Jr.
Deputy City Manager/
Finance & Support Services Director

Sean Henderson
Deputy Finance Director/
Community Redevelopment Director

Karen Pottinger
Assistant Finance Director

Qi Pan
Comptroller

CITY OF LAUDERHILL, FLORIDA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FISCAL YEAR ENDED SEPTEMBER 30, 2021

TABLE OF CONTENTS

	Page
INTRODUCTION SECTION	
Letter of Transmittal.....	1
Certificate of Achievement for Excellence in Financial Reporting.....	8
Organizational Chart.....	9
Elected City Officials.....	10
Appointed City Officials.....	11
 FINANCIAL SECTION	
Independent Auditor's Report.....	12
Management's Discussion and Analysis.....	15
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position.....	26
Statement of Activities.....	27
Fund Financial Statements:	
Balance Sheet - Governmental Funds.....	28
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position.....	29
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds.....	30
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	31
Statement of Net Position - Proprietary Funds.....	32
Statement of Revenues, Expenses and Changes in Fund Net Position- Proprietary Funds.....	33
Statement of Cash Flows - Proprietary Funds.....	34
Statement of Fiduciary Net Position - Fiduciary Funds.....	35
Statement of Changes in Fiduciary Net Position - Fiduciary Funds.....	36
Notes to the Financial Statements.....	37
Required Supplementary Information:	
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual: General Fund.....	85
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual: Community Redevelopment Agency.....	86
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual: Fire Protection Fund.....	87
Notes to Budgetary Comparison Schedules	88
Lauderhill Employee Retirement Systems (Unaudited):	
Schedule of Net Pension Liability.....	89
Schedule of Contributions by Employer.....	93
Schedule of Investment Returns.....	94
Schedule of Other Postemployment Benefits Liability.....	95

TABLE OF CONTENTS (Continued)

	Page
Combining Fund Statements and Schedules:	
Combining Balance Sheet - Nonmajor Governmental Funds.....	96
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds.....	97
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual:	
Capital Projects Fund.....	98
Debt Service Fund.....	99
Special Revenue Funds:	
State Housing Initiative Program (SHIP).....	100
Law Enforcement.....	101
Federal Forfeitures.....	102
Grant Fund	103
Safe Neighborhood	104
Neighborhood Stabilization Program (N.S.P).....	105
Community Development Block Grant (CDBG).....	106
Home Grant.....	107
Natural Disaster.....	108
Combining Statement of Net Position - Fiduciary Funds.....	109
Combining Statement of Changes in Fiduciary Net Position - Fiduciary Funds.....	110
STATISTICAL SECTION	
Net Position by Component	112
Changes in Net Position.....	113
Fund Balances - Governmental Funds.....	115
Changes in Fund Balances - Governmental Funds.....	116
Assessed Value and Actual Value of Taxable Property.....	117
Property Tax Millage Rates - Direct and Overlapping Governments.....	118
Principal Property Taxpayers.....	119
Property Tax Levies and Collections.....	120
Ratios of Outstanding Debt by Type.....	121
Ratios of Net General Bonded Debt Outstanding.....	122
Direct and Overlapping Governmental Activities Net Debt.....	123
Revenue Bond Coverages	124
Demographic and Economic Statistics.....	125
Principal Employers.....	126
Full-time Equivalent City Government Employees by Function/Program.....	127
Operating Indicators by Function/Program.....	128
Capital Asset Statistics by Function/Program	129
Brown and Brown Public Risk Insurance Agency Insurance Coverage.....	130
Compliance Reporting Package	1-12



March 28, 2022

To the Honorable Mayor,
Members of the City Commission, and
Citizens of the City of Lauderhill:

The Annual Comprehensive Financial Report (ACFR) of the City of Lauderhill, Florida (the City), for the fiscal year ended September 30, 2021, is hereby submitted as mandated by both local ordinances and state statutes. The financial statements included in this report conform to generally accepted accounting principles (GAAP) and are audited in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States by a firm of licensed certified public accountants.

Management Responsibility

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the data, as presented, is accurate in all material respects; that is, the presentation fairly shows the financial position and results of the City's operations as measured by the financial activity of its various funds; and that the included disclosures will provide the reader with an understanding of the City's financial affairs.

Internal Control

Management of the City of Lauderhill, Florida is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of the financial statements in conformity with generally accepted accounting principles in the United States (GAAP). In developing and evaluating the City's accounting system, consideration is given to the adequacy of internal control. Internal controls are designed to provide reasonable but not absolute assurance regarding: (1) safeguarding of assets against loss from unauthorized use or disposition and (2) reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes: (1) the cost of control should not exceed the benefits likely to be derived and (2) the valuation of costs and benefits requires estimates and judgment by management. All internal control evaluations occur within the above framework. We believe that the City's internal accounting controls

adequately safeguard assets and provide reasonable assurance of the proper recording of financial transactions.

Audit

The City's financial statements have been audited by S. Davis & Associates, PA. The goal of the independent auditor was to provide reasonable assurance that the financial statements for fiscal year ended September 30, 2021 are free of material misstatements. 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 auditors, based on their audit, rendered unmodified opinions that the 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.

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

Financial Reporting Format

The City has prepared its ACFR using the financial reporting requirements as prescribed by Government Accounting Standards Board (GASB) *Statement No. 34, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments (GASB 34)*. This GASB Statement requires that Management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of a Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

The City of Lauderhill was incorporated in 1959 and is governed by an elected mayor and four-member City Commission. The Mayor and Commissioners are elected city-wide and serve four-year terms. The City is administered under a commission-manager form of government whereby the Mayor and Commission hire a City Manager for administrative duties. The Commission is responsible for passing resolutions, which generally confirm or direct specific actions; and ordinances, which generally amend the City's permanent Code of Ordinances, for approving the annual budget and setting tax and assessment rates, for approving capital expenditures and all debt issued by the City, for appointing citizen boards

that assist and advise the Commission, and other related legislative duties. The City Manager is responsible for enacting the policies and actions approved by the Commission, for overseeing the daily operations of the City, and for appointing Department Directors and approving their staffing selections.

The City provides a full range of municipal services, including police and fire protection, parks and recreational programs such as swimming, youth sports, and tennis, cultural events and art instruction, a senior citizen community center and sponsored trips, water distribution and sewer and storm water collection, street and bridge repair, maintenance and lighting, public records maintenance, building inspection, business licensing, zoning regulation, code enforcement and grant programs for housing purchase and repairs.

The annual budget is the cornerstone of the City's financial planning and control. The Commission holds public hearings between February and April of each year to gather resident input for new projects and initiatives for the upcoming budget. Given general direction from the Commission following these meetings, Department Directors submit proposed departmental budgets to the City Manager in May. The City Manager reviews each proposal with the Directors and assembles a proposed budget that is delivered to the Commission by July 1.

The Commission holds public workshops in July to discuss and amend the City Manager's proposed budget. The final version of the proposed budget, including the proposed millage rate, is voted on in two public Commission meetings in September. The budget goes into effect October 1 and covers the fiscal year, which ends the following September 30th. During the fiscal year, the City Manager may approve transfers of funds among line items within a department, with the exception of reductions in capital outlay line items, which requires Commission approval. The Commission must also approve transfers between departments or supplemental appropriations that increase expenditures and revenues. Appropriated annual budgets have been adopted for all governmental funds in this report.

Economic Conditions and Outlook

Lauderhill is a mature community of approximately 71,868 year-round residents. That number increases to over 72,000 in the winter season, from December through March, as "snowbirds," primarily retirees from the northeastern United States and Canada, flock to their second homes in Lauderhill. Lauderhill's year-round residents include approximately 14,000 retirees, who are located throughout the City.

Working residents hold a range of jobs typical of those in the South Florida economy. These include positions in retail sales and other services, especially in the medical and tourism sectors, communications, municipal and county government, construction, and financial services. The broad base of Lauderhill's economy is representative of western Broward County, which is less dependent on tourism than the beach areas to the east.

Lauderhill's property tax base is primarily residential. The City has an industrial park with many small businesses operating in warehouses under 10,000 square feet but no large

firms that comprise a significant portion of the tax base. Lauderhill's residential tax base is rather evenly divided between single-family homes and multi-family condominiums and apartments. As shown in the Statistical Section of this ACFR, the majority of largest property taxpayers in Lauderhill are apartment complexes.

The City's assessed valuation is showing an upward trend resulting in a modest increase in property taxes, which is clearly a positive trend. The number of vacant homes and apartments in Lauderhill continues to decline during the past year, thus resulting in the stabilization of utility taxes and franchise fees for electricity, water, and telecommunication collections in the current year and in our projections for 2022. In addition, our investment in our community through improvements funded by the General Obligation Bonds, the implementation of four Safe Neighborhood Districts, and the use of grant funding have resulted in the increase of property values throughout the Community.

Major Initiatives and Capital Projects

Despite of the COVID-19 pandemic, the City continues its commitment to the residents by improving roadways, water and sewer lines, providing landscaping and acquiring capital assets to assist with the development of the overall community during Fiscal Year 2021. The Lauderhill Performing Arts Center opened to the public in fiscal year 2016. The 47,585 square foot facility houses a performing arts theater, meeting and classrooms, banquet and reception facilities and Broward County Public Library. The Center accommodates events for music, theatre, dance, cinema, comedy, visual arts, education, conferences, workshop and other social gatherings. The Lauderhill Performing Arts Center has a 1200 seat theatre equipped with Proscenium stage and state-of the-art sound and lighting equipment. Proceeds from general obligation bonds issued in 2017 and 2018 in the amounts of \$35,260,000 and \$8,900,000 respectively are utilize to finance several projects including road improvements, privacy walls, city-wide cameras, construction of Fire Station 30, parks and playground improvements, and City's facilities improvements. Several major park improvements completed in Fiscal Year 2021. In addition, Revenue Sales Tax Bond in the amount of \$16,405,000 issued to fund other projects such as public safety building, additional park improvements, NW 38 Ave road improvements and land acquisition in Fiscal Year 2021. The Water and Sewer Fund provides funding to improve roadways, maintain sewer lines and upgrade lift stations and pump stations. The City was granted \$18.1M by the American Recovery Act Plan and is in the process of spending those dollars to meet the needs of its residents and businesses and to build for a stronger recovery.

The City's main offices are located at 5581 W. Oakland Park Boulevard or on the NE corner of W. Oakland Park and Inverrary Boulevard. Our City Hall facility is a four-story facility with approximately 40,000 square feet of office and meeting space, and it features "green" or energy efficient components and is Leed Certified. As we progress the renaissance of Lauderhill, the City has made an ongoing commitment to improve the quality of life of its residents. The Central Broward Regional Park, a 110-acre multipurpose facility features sporting events such as football, soccer, basketball and netball games, as well as cricket matches. Additional park amenities include a water park, a public-art feature, and location for the Lauderhill Performing Arts Center and Broward County Library.

The Community Redevelopment Agency contribution is set by the relative tax bases of the Eastern and State Road 7 areas compared to their base year of 2005. For the Central area, the tax base has decreased below zero; as a result, no funding is allocated other than the rental income received from the commercial tenants at Renaissance Plaza. These funds are sufficient to maintain the plaza and make minimal interest payment on debt used to purchase the plaza. The majority of East area revenue will be utilized to offset operating costs. The Community Redevelopment Agency in collaboration with Economic Development are working with businesses within and outside City's boundary to implement initiatives that will continue to improve the City's economy and attract new businesses to the Community. The Agency is also involved in construction of homes, which will assist with providing affordable houses to the residents and making home ownerships achievable. In addition, the Community Redevelopment Agency in conjunction with the City are working with the Community to promote the City as an exciting and unique destination that both residents and visitors can enjoy.

The City received additional funding for the State Housing Initiative Program (SHIP). These funds provide opportunities for low and moderate income participants to receive down payment assistance so they may achieve the goal of home ownership. Additionally, the SHIP grant allows residents to make critical repairs to their homes in the areas of health and safety weatherization. The program was designed to provide very low, low and moderate income families with assistance to purchase or repair homes. The Community Development Block Grant (CDBG) utilizes funding for new and existing programs including funding for economic development through the Community Redevelopment Agency commercial façade renovation program. Additionally, the City has committed to the betterment of our youths by providing funding for afterschool programs, which includes arts and cultural activities, sports programming and educational tutoring. Properties that were purchased by City through the Neighborhood Stabilization Program (NSP) were transferred to the Lauderhill Housing Authority. Although new funding will not be available for the Neighborhood Stabilization Program (NSP), any remaining funds and/or program income available at the end of the year will be re-appropriated to fiscal year 2022.

Long-term Financial Planning

Management constantly examines the strategic goals and objectives of the City of Lauderhill and implements policies that will assist in taking advantage of the opportunities that will lead the City to its mission. The City's mission is to make the City a secure, clean, and desirable place to live, work, and visit by providing for a continually improving wide ranges of services; to encourage a community that retains and promotes employment opportunities, economic growth and improved quality of life, where people of diverse cultural backgrounds and incomes peacefully interrelate. The City utilizes long-term financial planning to identify future financial challenges and opportunities through financial forecasting and analysis, then, devise strategies based on the information to achieve financial sustainability. The goal of the annual budget and the five-year plan is to outline an operating and financing plan, which will provide for sound fiscal management through the

allocation of limited resources. The capital improvement fund is dedicated to the management of capital project expenditures such as equipment, renovations and vehicle purchases. Construction costs are effectively monitored to achieve saving opportunities and outstanding qualities.

The City issued bonds, including five Sales Tax Revenue Bonds, three Utility Tax Revenue Bonds, three Water and Sewer Revenue Bonds, three Stormwater Revenue Bonds, two General Obligation Bonds and three Notes Payable to continually improve capital assets and to better serve the residents of our City. The City is financially stable and strives to maintain and gradually improve its credit rating from at least two major Municipal bond credit ratings services, Moody's Investors Services and Standard and Poor's Global ratings. The most recent ratings for the City's credit obligations are as follows: A+ (Standard & Poor's) for 2013 Capital Improvement Revenue Bonds, AA (Standard & Poor's), A1 (Moody's) for 2016 Water and Sewer Bond, A (Standard & Poor's) and A2 (Moody's) for Certificates of Participation (COPs), and an A+ (Standard & Poor's) Half-Cent Sales Tax Revenue Bonds. Staff continues to closely monitor the bond covenants, level of expenditures and underlying revenue streams to ensure that the City maintains its rating and its ability to issue additional debt for capital improvements. The total outstanding principal as of September 30, 2021 are \$23,305 thousand for the Sales Tax Bonds, \$3,875 thousand for Water Utility Tax Bond, \$9,930 thousand for Electric Utility Revenue Bond, \$15,075 thousand for the Water and Sewer Revenue Bonds, \$5,710 thousand for the Stormwater Bonds, \$56,235 thousand for the General Obligation Bonds and \$34,958 thousand for Notes Payable. Revenue bonds have been issued between 2005 and 2019 to pay for capital projects or to refund earlier bond issues in an effort to take advantage of reduced interest rates. The outstanding debt is further detailed in the Notes to the Financial Statements.

In the Water and Sewer fund, capital funds are available for projects such as line rehabilitation, sewer lining, culvert cleaning and well replacement, lift station rehabilitations, automated meters for large buildings. Funding is also provided for a water line valve replacement program, maintaining water tanks, replacing various filters, and upgrading computer and security systems at the water treatment plant.

As the City and the entire world adapt to new challenges resulting from COVID-19, the City continues to be resilient and seeks new opportunities to thrive on. The City utilized strategic planning and fiscal responsibility measures during this difficult time to ensure that the City is financially sound.

Relevant financial policies

The City implemented an investment policy to provide framework for the management of investments and guidelines for prudent investment of the City's funds. The goals of the City's investment policy and investment management function are to enhance the economic status of the City and protect its funds.

The City established a fund balance/net position policy to insure against unanticipated events that would adversely affect the financial condition of the City and jeopardize the continuation of necessary public service. This policy ensures that the City provides adequate cash flow for daily financial needs, secures and maintains investment grade bond ratings, offsets significant economic downturns and revenue shortfalls, and provides funds for unforeseen expenditures related to emergencies.

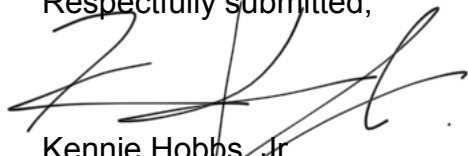
Awards and Acknowledgements

The Government Finance Officers' Association (GFOA) has awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Lauderdale for its Annual Comprehensive Financial Report (ACFR) for fiscal year ended September 30, 2020. This is the 33rd consecutive year (fiscal year ended September 30, 1988-2020) that the City has achieved this prestigious national award. The Certificate of Achievement is the highest form of recognition in the area of governmental accounting and financial reporting. In order to be awarded a Certificate of Achievement, the City publishes an easily readable and efficiently organized Annual Comprehensive Financial Report. These reports satisfied both generally accepted accounting principles in the United States of America and applicable legal requirements.

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

The preparation of this report could not have been accomplished without the efficient and dedicated services of Karen Pottinger, Assistant Finance Director, Sean Henderson, Deputy Finance Director, Qi Pan, Comptroller and C Borders–Byrd, CPA, Contracted Internal Auditor, as well as the entire staff of the Finance and Support Services Department. Karen Pottinger has the primary responsibility for maintaining the integrity of the accounting records during the year and overseeing the preparation of this ACFR. The Finance staff also recognizes the City Commission and the City Manager for their interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,



Kennie Hobbs, Jr.
Deputy City Manager/Finance & Support Services Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Lauderdale
Florida**

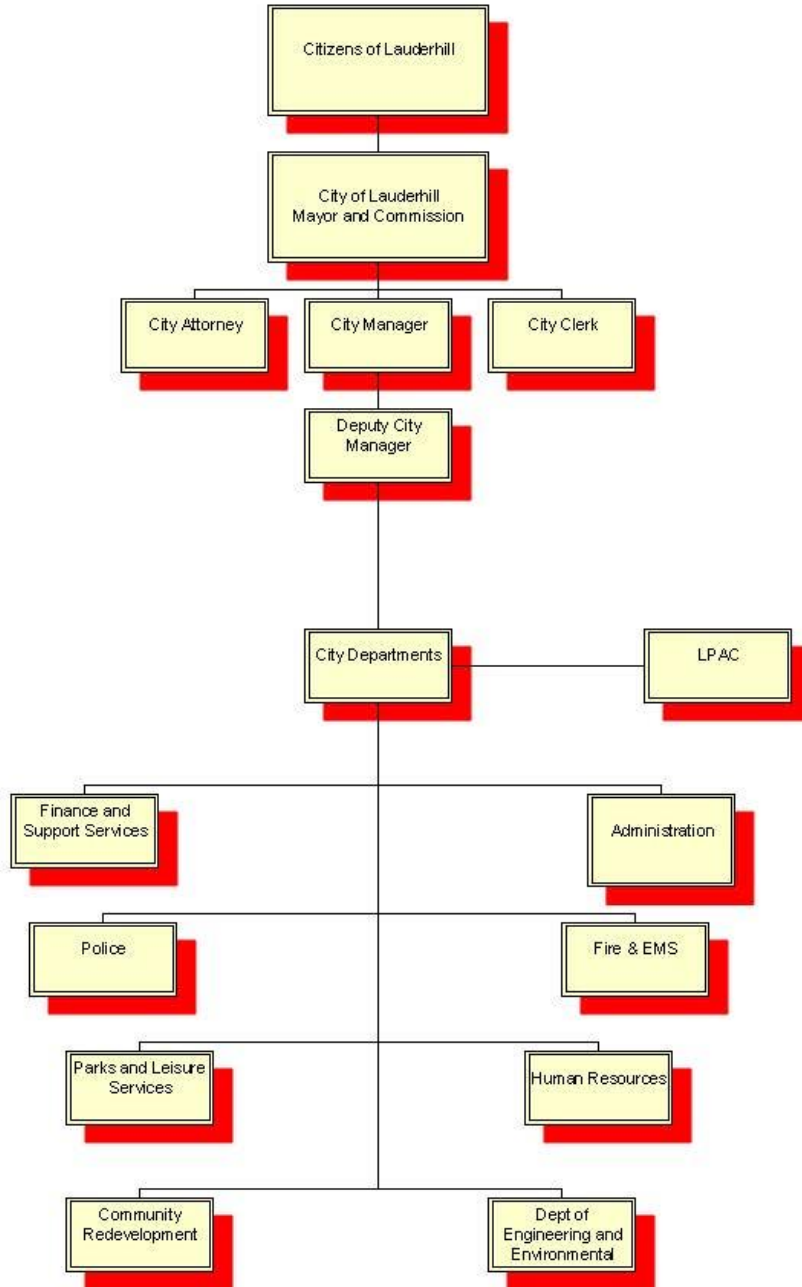
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2020

Christopher P. Morrill

Executive Director/CEO

City of Lauderhill, Florida



City of Lauderdale, Florida

Commission/Manager Form of Government



Mayor
Ken Thurston

Vice Mayor – Melissa P. Dunn
Commissioner – Denise D. Grant
Commissioner – Lawrence “Jabbow” Martin
Commissioner – Sarai “Ray” Martin

City of Lauderdale, Florida

Appointed City Officials

City Manager	<i>Desorae Giles-Smith</i>
Deputy City Manager/ Finance & Support Services Director	<i>Kennie Hobbs, Jr.</i>
City Attorney	<i>W. Earl Hall</i>
City Clerk	<i>Andrea Anderson</i>
Community Redevelopment Director	<i>Sean Henderson</i>
Department of Environmental & Engineering Services Director	<i>Martin Cala Juan</i>
Fire Chief	<i>Marc Celetti</i>
Human Resources Director	<i>Ercilia "CiCi" Krempler</i>
IT Director	<i>Douglas Downs</i>
Parks & Leisure Services Director	<i>Scott Newton</i>
Police Chief	<i>Constance Stanley</i>
Public Relations Director	<i>Leslie Johnson</i>
Utilities Director	<i>Herbert Johnson</i>



2521 Hollywood Boulevard
Hollywood, Florida 33020
Telephone: 954-927-5900
Fax: 954-927-5927

1176 NW 163 Drive
Miami Gardens, Florida 33169
Telephone: 305-628-1510
Fax: 305-628-1595

900 Osceola Drive, Suite 2011
West Palm Beach, Florida 33409
Telephone: 561-547-0545
Fax: 561-253-2747

Member: American Institute of Certified Public Accountants | Florida Institute of Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor
and Members of the City Commission
City of Lauderhill, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Lauderhill, 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 did not audit the financial statements of the Pension Trust Funds, which represents 98.79%, 99.15% and 97.09%, respectively, of the assets, net position/fund balance, and revenues/additions of the aggregate remaining fund information. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Pension Trust Funds, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, based on our audit and the reports of other auditors, 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 for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 15-25, budgetary comparison schedule, schedule of net pension liability, schedule of contributions by employer and schedule of investment returns and schedule of changes in total OPEB liability pages 85-95 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 and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 28, 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.

A handwritten signature in blue ink that reads "S. Davis & Associates, P.A." The signature is written in a cursive style and is positioned above a light blue horizontal line.

Hollywood, Florida
March 28, 2022

CITY OF LAUDERHILL, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FISCAL YEAR ENDED SEPTEMBER 30, 2021

We, the management of the City of Lauderhill (the "City"), offer readers of the City's financial statement a narrative presentation of the City's financial performance for fiscal year ended September 30, 2021. This discussion and analysis will provide an overview of the City's financial activities when read in conjunction with the transmittal letter on pages 1 through 7 and the City's financial statements, which begin on page 26.

FINANCIAL HIGHLIGHTS (in thousands)

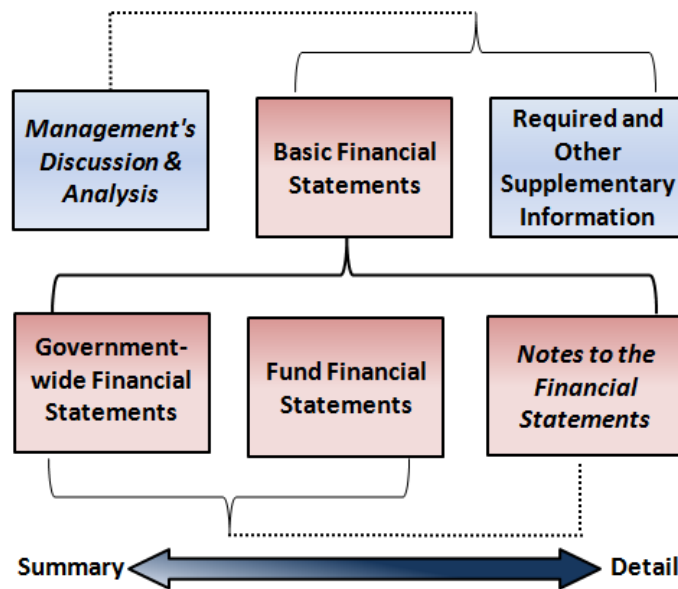
- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$81,769 net position. Governmental activities unrestricted is (\$36,128) and business-type activities is \$30,604 totaling (\$5,523). The majority of the (\$36,128) is a result of recognizing the pension fund liabilities and other postemployment benefits on the government-wide financial statements in accordance to GASBs 68 and 75 accordingly. Positive unrestricted net position may be used to meet the government's ongoing obligations to citizens and creditors.
- During fiscal year 2021, the government's total net position increased by \$17,769 to \$81,769. Governmental net position increased by \$23,839 (106.02 percent) and business-type activity net position decreased by \$6,069 (7.02 percent). This is primarily due to forgiveness of Lauderhill Housing Authority receivable in the Water and Sewer fund. This is consider a one-time transaction and should have no further impact on net position going forward. Appreciation of pension assets and OPEB related deferred outflow of resources primarily contributed to the increase in total government net position.
- During fiscal year 2021, revenues of all Governmental Funds totaled \$120,733 while expenditures (before other financing sources and uses) totaled \$116,222. As a result, Governmental Fund Revenues were \$4,511 more than Governmental Fund Expenditures. In addition, the City realized an increase in total Governmental Funds Fund Balance (net of other financing sources and uses) of \$5,089 during fiscal year 2021, this is due to the American Rescue Act Funding received in fiscal year 2021.
- Business-type activities yielded a net operating income of \$3,013. During fiscal year 2021, operating revenues decreased by \$544 from fiscal year 2020, totaled \$31,701 compared to \$32,245 during 2020. The decrease is primarily due to less operating revenue from Lauderhill Performing Art Center during the COVID-19 pandemic. The City continues to demonstrate strong revenues and earnings potential, which should allow for the issuance of additional debt to maintain and improve the current utility system while still maintaining sufficient funds for continued operations.

- The total operating expenditure for Governmental funds and Proprietary funds amounted to \$144,910 or \$9,974 (7.39 percent) more than fiscal year 2020. The Governmental costs increased by more than \$9,644 and Proprietary costs increase by \$330 during fiscal year 2021. Increase in expenditure is attributed to capital, operating expenditures and contractual agreements.
- As of the close of the current fiscal year, the General Fund reported revenues in excess of expenditures of \$9,870 before other financing sources (uses) of (\$10,767). The increase was primarily due to receiving American Rescue Act Funding and other revenue sources in FY 2021.

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 are comprised of three components: (1) government-wide financial statements (2) fund financial statements, and (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Required Components of
The City of Lauderhill’s Comprehensive Annual Financial Report**



Government-wide Financial Statements The government-wide financial statements are designed to provide information about the activities of the City as a whole, in a manner similar to a private-sector business. Both long-term and short-term information regarding the City’s finances are presented.

The *statement of net position* presents information on all of the City’s assets, deferred outflows of resources and liabilities and deferred inflows of resources with the

difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as useful indicators 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 the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal period (e.g. uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their cost through user fees and charges (business activities). The governmental activities of the City include general government, public safety, public works, culture and recreation, and economic and community development. The business-type activities of the City include Water and Sewer, Stormwater and Performing Arts operations.

The government-wide financial statements can be found on pages 26-27 of this report.

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

Governmental funds. These 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 governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate comparison between *governmental funds* and *governmental activities*.

The City maintains fourteen (14) individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, community redevelopment agency fund, capital projects fund, fire protection fund,

debt service fund and natural disaster fund, which are considered to be major funds. Data from the other nine (9) governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The basic governmental fund financial statements can be found on pages 28-31 of this report.

Proprietary funds. The City maintains one type of proprietary fund. *Enterprise funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses Enterprise Funds to account for its Water and Sewer, Stormwater, and Performing Arts operations.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary funds financial statements provide separate information for the Water and Sewer, Stormwater and Performing Arts operations, which are considered to be major funds of the City.

The basic proprietary fund financial statements can be found on pages 32-34 of this report.

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 statement because the resources of those funds are *not* available to support the City's operations. However, the unfunded pension liabilities are reported on the government-wide financial statements. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 35-36 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found beginning on page 37 of this report.

Other Information In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City's progress in funding its obligation to provide pension benefits to its employees, changes in the City's other postemployment benefits liability and budgetary comparison schedules.

Required supplementary information can be found on pages 85-95 of this report.

The combining financial statements referred to previously in connection with nonmajor governmental funds, are presented immediately following the required supplementary information. Combining fund statements and schedules can be found beginning on page 96 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS (in thousands)

Our analysis of the financial statements of the City begins below. The Statement of Net Position and the Statement of Activities report information about the City's activities that will help answer questions about the financial position and result of operations of the City. Information for both fiscal years ended 2021 and 2020 are presented for comparison purposes.

Statement of Net Position

As noted previously, net position, over period of time, serves as a useful indicator of a government's financial position. The schedule below summarizes the City of Lauderhill's net position for fiscal years ended 2021 and 2020:

City of Lauderhill, Florida						
Net Position						
	Governmental Activities		Business-type Activities		Total Government	
	2021	2020	2021	2020	2021	2020
Current and other assets	\$60,861	\$54,160	\$35,927	\$41,142	\$96,788	\$95,302
Capital assets	121,711	112,287	73,024	75,172	194,735	187,459
Total assets	<u>182,572</u>	<u>166,447</u>	<u>108,951</u>	<u>116,314</u>	<u>291,523</u>	<u>282,761</u>
Deferred outflows of resources	26,017	31,855	2,588	2,027	28,605	33,882
Long-term debt outstanding	115,384	120,834	23,131	26,253	138,515	147,087
Other postemployment benefits	21,244	19,694	2,418	2,297	23,662	21,991
Net pension liability	15,624	43,563	2,203	986	17,827	44,549
Other liabilities	10,976	9,493	1,632	1,742	12,608	11,235
Total liabilities	<u>163,228</u>	<u>193,584</u>	<u>29,384</u>	<u>31,278</u>	<u>192,612</u>	<u>224,862</u>
Deferred inflows of resources	44,007	27,203	1,740	579	45,747	27,782
Net position (deficit)	<u>\$1,354</u>	<u>(\$22,485)</u>	<u>\$80,415</u>	<u>\$86,484</u>	<u>\$81,769</u>	<u>\$63,999</u>
Net investment in capital assets	\$35,983	\$24,138	\$49,611	\$48,606	\$85,594	\$72,744
Restricted	1,499	1,355	200	200	1,699	1,555
Unrestricted	<u>(36,128)</u>	<u>(47,978)</u>	<u>30,604</u>	<u>37,678</u>	<u>(5,524)</u>	<u>(10,300)</u>
Total net position (deficit)	<u>\$1,354</u>	<u>(\$22,485)</u>	<u>\$80,415</u>	<u>\$86,484</u>	<u>\$81,769</u>	<u>\$63,999</u>

The City's combined net position was \$81,769 at the 2021 fiscal year end: \$1,354 for governmental activities and \$80,415 for business-type activities. This represents an increase of \$17,769 from fiscal year 2020 net position. Appreciation of pension assets and OPEB related deferred outflow of resources primarily contributed to the increase in total

government net position. This is due to pension and OPEB liability reported on the government-wide statement as per GASB 68 and GASB 75. For governmental activities, capital assets were increased by \$9,424, restricted net position was increased by \$144 and current and other assets were increased by \$6,701 from fiscal year 2020. Significant increases in governmental and business type current assets are due to receiving American Rescue Act funding in 2021. Increase in capital assets is primarily due to increases in capital assets spending of various GO bonds capital projects.

The use of a portion of net position is restricted and cannot be used to meet the ongoing obligations of the City. For fiscal year 2021, restricted net position equaled \$1,499 for governmental activities. Unrestricted net position of governmental activities represent (\$36,128) while business-type activities unrestricted net position are \$30,604 or 37.48 percent of total net position; positive net position can be used to meet the City's ongoing obligations to citizens and creditors.

Investment in capital assets (such as land, buildings, and equipment) is a significant portion of the restricted assets. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

Long-term debt outstanding has decreased in the governmental activities and the enterprise activities. This is a result of the City paying down long term obligations .At the end of the current fiscal year, the City is able to report positive balances of net position as it relates to the governmental and business-type activities as a whole.

Statement of Activities

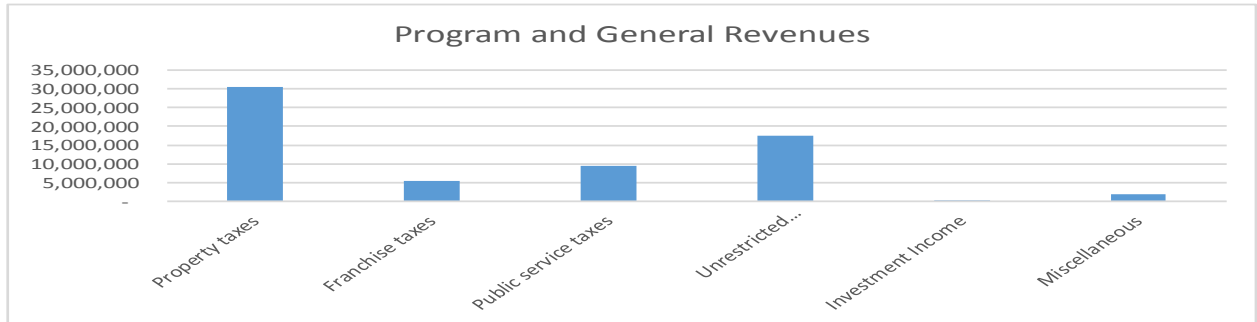
Governmental activities for the current fiscal year increased net position by \$23,839, primarily due to decreases in the Net Pension liabilities in FY 2021. Key elements of the changes in net position are presented in the schedule below and described in the following section:

City of Lauderdale, Florida

Change in Net Position

	Governmental		Business-type		Total	
	Activities		Activities		Government	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Revenues:						
Program revenues:						
Charges for services	\$24,468	\$23,946	\$31,701	\$32,245	\$56,169	\$56,191
Operating grants	31,573	6,149	1,600	-	33,173	6,149
Capital grants and contributions	-	-	-	-	-	-
General revenues:						
Property taxes	30,485	30,368	-	-	30,485	30,368
Other taxes	14,781	13,780	-	-	14,781	13,780
Other	19,474	17,579	106	1,923	19,580	19,502
Total revenues	<u>120,781</u>	<u>91,822</u>	<u>33,407</u>	<u>34,168</u>	<u>154,188</u>	<u>125,990</u>
Expenses:						
General government	13,796	17,011	-	-	13,796	17,011
Public safety	61,275	54,457	-	-	61,275	54,457
Physical environment	3,527	3,815	-	-	3,527	3,815
Transportation	3,338	3,288	-	-	3,338	3,288
Recreation and social services	10,400	11,209	-	-	10,400	11,209
Interest on long-term debt	3,933	4,082	-	-	3,933	4,082
Water and sewer	-	-	32,127	22,212	32,127	22,212
Stormwater	-	-	6,288	5,883	6,288	5,883
Performing Arts	-	-	1,734	1,960	1,734	1,960
Total expenses	<u>96,269</u>	<u>93,862</u>	<u>40,149</u>	<u>30,055</u>	<u>136,418</u>	<u>123,917</u>
Increase in net position						
before transfers	<u>24,512</u>	<u>(2,040)</u>	<u>(6,742)</u>	<u>4,113</u>	<u>17,770</u>	<u>2,073</u>
Transfers	<u>(673)</u>	<u>(800)</u>	<u>673</u>	<u>800</u>	<u>-</u>	<u>-</u>
Increase in net position	<u>23,839</u>	<u>(2,840)</u>	<u>(6,069)</u>	<u>4,913</u>	<u>17,770</u>	<u>2,073</u>
Net position (deficit), October 1,	<u>(22,485)</u>	<u>(19,645)</u>	<u>86,484</u>	<u>81,571</u>	<u>63,999</u>	<u>61,926</u>
Net position (deficit), September 30	<u>\$1,354</u>	<u>(\$22,485)</u>	<u>\$80,415</u>	<u>\$86,484</u>	<u>\$81,769</u>	<u>\$63,999</u>

Governmental Activities

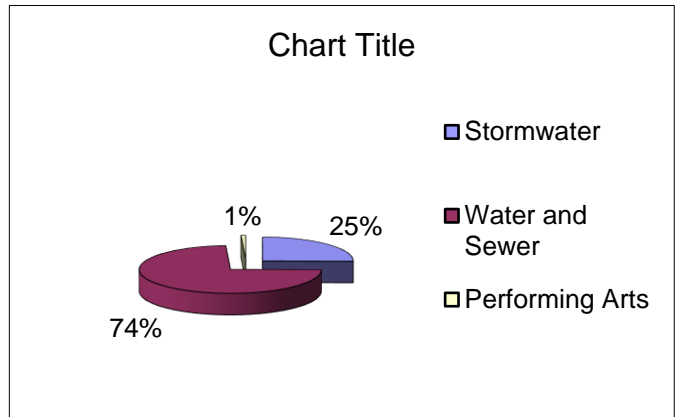


- Property taxes revenue was increased in the governmental activities by \$117 (0.39 percent) during fiscal year 2021 compared to fiscal year 2020. This is due to increase in property values. The millage rate was reduced from 10.8398 to 10.2898 in year 2021.

Business-type Activities

Business-type activities for the year resulted in a decrease in net position of \$6,069. Key elements of this change are as follows:

- The Stormwater Utility revenues exceeded total expenses by \$1,970.
- The Water and Sewer Utility change in net position was a decrease of \$8,075.
- The Performing Arts change in net position was an increase of \$35.



FINANCIAL ANALYSIS OF THE GOVERNMENTAL FUNDS

The City of Lauderhill uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The table below summarizes the significant changes in the fund balances of the City’s governmental funds:

Governmental Funds (In Thousands)								
	Community							Total Governmental
	Redevelopment	Capital	Fire	Debt	Natural	Other		
	<u>General</u>	<u>Agency</u>	<u>Projects</u>	<u>Protection</u>	<u>Service</u>	<u>Disaster</u>	<u>Funds</u>	
Fund balance (deficit), September 30, 2020	\$17,948	(\$1,221)	\$30,792	(\$7,664)	\$ -	(\$1,821)	\$2,739	\$40,774
Revenues	68,762	2,042	9,645	18,158	128	20,030	1,968	120,733
Expenditures	(58,893)	(1,295)	(8,776)	(21,581)	(11,577)	(11,932)	(2,169)	(116,223)
Other financing sources (uses)	(10,767)	3,282	(4,415)	1,075	11,449	-	(47)	577
Fund balance (deficit), September 30, 2021	<u>\$17,050</u>	<u>\$2,808</u>	<u>\$27,246</u>	<u>(\$10,012)</u>	<u>\$ -</u>	<u>\$ 6,277</u>	<u>\$2,491</u>	<u>\$45,861</u>

Governmental Funds

As discussed previously, the purpose of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of available resources relative to the City's funding requirements. Unassigned fund balances serve as the most useful measure of the City's net resources available for spending at the end of the fiscal year.

As the City completed the year, its governmental funds reported a combined fund balance of \$45,861 with general fund representing \$17,050, down by \$898 compared with fiscal year 2020 primarily due to increase in operating cost as result of COVID-19. General fund balance of \$17,050 is comprised of assigned fund balance of \$9,785, and \$2,785 unassigned fund balance at year-end.

The Community Redevelopment Agency fund had a balance of \$2,808 at year-end, up by \$4,029 in fiscal year 2021. The primary reason for the increase is transfers from General fund and grant revenue.

The Capital Projects fund had a balance of \$27,246 at year-end, down by \$3,546 in fiscal year 2021. The primary reason for the decrease is the funding of various capital projects throughout the City in fiscal year 2021.

The Fire Protection fund of (\$10,012) is a result of increase in operating, capital and public safety costs throughout the years. The City's goal is to utilize excess revenues received in future years to offset the current balance.

The Natural Disaster fund balance of \$6,277 reported in major funds represents anticipated funding from Hurricane Irma, Dorian and COVID-19. The majority of the total funding are reimbursable from Federal Emergency Management Agency and the State of Florida. In addition, the City reserved \$1,496 in the general fund to offset unreimbursable costs. Significant increase in fund balance is due to the City receiving American Rescue Act funding in the amount of \$18M in fiscal year 2021.

General Fund Budgetary Highlights

The City Commission approves the original budget (Adopted Budget) in September prior to the beginning of the fiscal year. The final budget (Amended Budget) reflects divisional changes made administratively and approved by the City Manager and departmental changes and supplemental appropriations approved by the City Commission during the year.

Actual General Fund revenues for fiscal year 2021 were below final budget by \$3,732. The major reason is the COVID-19 epidemic resulting in decreased revenue in Charge for Service and Licenses and Permits. Actual expenditures for the year were approximately \$7,357 less than the final budget. The major expenditure variances between the final budget and actual in the General Fund are reflected in general government, public safety, physical environment, transportation & recreation and social services, which is due to an overall decrease in spending.

Capital Assets

The City’s investment in capital assets for its governmental and business-type activities as of September 30, 2021, amounts to \$194,735 (net of accumulated depreciation). This investment in capital assets includes land, buildings, water distribution and sewer collection, storm drainage systems, park improvements, equipment, and street improvements, which are detailed (net of accumulated depreciation) as follows:

City of Lauderdale, Florida						
Capital Assets (net of depreciation)						
(In Thousands)						
	Governmental Activities		Business-type Activities		Total Government	
	2021	2020	2021	2020	2021	2020
Land	\$ 34,670	\$ 34,670	\$ 349	\$ 349	\$ 35,019	\$ 35,019
Building	27,149	27,789	28,254	29,357	55,403	57,146
Machinery and equipment	4,173	3,751	1,761	2,271	5,934	6,022
Improvements(other than building	29,468	22,968	27,707	29,232	57,175	52,200
Infrastructure	2,795	2,951	12,710	13,337	15,505	16,288
Construction-in-progress	23,456	20,158	2,243	626	25,699	20,784
	<u>\$ 121,711</u>	<u>\$ 112,287</u>	<u>\$ 73,024</u>	<u>\$ 75,172</u>	<u>\$ 194,735</u>	<u>\$ 187,459</u>

The City has developed various capital improvement programs to improve the quality of life of its residents. Additional information on the City’s capital assets can be found in the notes to the financial statements on pages 61-62 of this report.

DEBT ADMINISTRATION

At the end of the current fiscal year, the City has total long-term debt outstanding of \$134,027. Total governmental activities debt and total business activities debt were

decreased net by \$6,159 and \$3,122 respectively because of scheduled payments. The City assumed Lauderhill Housing Authority pension notes payables in the amount of \$4,345. The Lauderhill Housing Authority will pay to the City interests on the notes on a quarterly basis as per agreement and the principal of the loans will be satisfied with proceeds from the sale or refinancing of the properties in the Agency possession.

City of Lauderhill, Florida Outstanding Debt						
	Governmental Activities		Business-type Activities		Total Government	
	2021	2020	2021	2020	2021	2020
General Obligation Bonds	\$ 56,235	\$ 58,805	\$ -	\$ -	\$ 56,235	\$ 58,805
Revenue Bonds	25,060	25,415	12,480	13,875	37,540	39,290
State Revolving Fund	-	-	2,346	3,008	2,346	3,008
Capital Leases	2,937	2,504	-	-	2,937	2,504
Insurance Claim Payable	11	4	-	-	11	4
Notes Payable	26,653	30,327	8,305	9,370	34,958	39,697
	<u>\$ 110,896</u>	<u>\$ 117,055</u>	<u>\$ 23,131</u>	<u>\$ 26,253</u>	<u>\$ 134,027</u>	<u>\$ 143,308</u>

Additional information on the City’s long-term debt can be found in the notes to the financial statements on pages 66-70.

ECONOMIC FACTORS AND NEXT YEAR’S BUDGETS AND RATES

In the fiscal year 2022 budget, General fund revenues and expenditures are budgeted to increase by \$6,534 equally, or 8.73% when compared to fiscal year 2021. This increase is primarily due to debt and contractual obligations. General fund property taxes make up approximately 37% of general fund budgeted revenues and are projected to increase by \$1,009 or 3.91% from fiscal year 2021.

For the Water and Sewer fund, revenues and expenditures are budgeted to increase by \$4,134, or 14.71% when compared to fiscal year 2021. For the Stormwater fund, revenues and expenditures are budgeted to increase by \$1,294, or 12.55% when compared to fiscal year 2021. The main reason for the increase is receiving American Rescue Act funding for various projects.

Performing Art Center fund is budgeted to increase by \$155, or 7.03% when compared to fiscal year 2021. The increase in budget is to recognize additional revenues from scheduled events and the costs related to those performances.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City of Lauderhill’s finances for all those with an interest in its finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the City of Lauderhill, Finance Department, 5581 W. Oakland Park Boulevard, Suite 241 Lauderhill, Florida, 33313. Information may also be found at our website at www.lauderhill-fl.gov.

CITY OF LAUDERHILL, FLORIDA
STATEMENT OF NET POSITION
September 30, 2021

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Cash and equity in pooled cash and investments	\$ 35,793,126	\$ 15,626,366	\$ 51,419,492
Accounts receivable - net	5,790,147	7,907,403	13,697,550
Notes receivable	5,943,276	-	5,943,276
Due from other governments	15,256,855	-	15,256,855
Internal balances	(10,500,000)	10,500,000	-
Inventories	132,020	57,496	189,516
Prepaid expenses	138,185	20,623	158,808
Restricted assets:			
Equity in pooled cash and investments	-	1,814,881	1,814,881
Real estate held for investment	2,430,715	-	2,430,715
Other assets	5,876,543	-	5,876,543
Non-depreciable assets-			
Land	34,670,182	349,010	35,019,192
Construction in progress	23,456,700	2,243,784	25,700,484
Depreciable assets-net	<u>63,583,997</u>	<u>70,431,641</u>	<u>134,015,638</u>
Total assets	<u>182,571,746</u>	<u>108,951,204</u>	<u>291,522,950</u>
DEFERRED OUTFLOWS OF RESOURCES			
Other postemployment benefits	11,955,989	1,360,609	13,316,598
Pension	<u>14,061,444</u>	<u>1,227,264</u>	<u>15,288,708</u>
Total Deferred Outflows of Resources	<u>26,017,433</u>	<u>2,587,873</u>	<u>28,605,306</u>
LIABILITIES			
Accounts payable and accrued expenses	1,917,416	1,170,949	3,088,365
Accrued interest payable	1,273,494	374,904	1,648,398
Accrued payroll	849,596	87,166	936,762
Customer deposits	400	-	400
Unearned revenue	6,934,655	-	6,934,655
Noncurrent liabilities:			
Due within one year	7,793,462	2,647,560	10,441,022
Due in more than one year			
Net pension liabilities	15,623,794	2,203,351	17,827,145
Other postemployment benefits	21,244,337	2,417,636	23,661,973
Debt	<u>107,590,356</u>	<u>20,483,162</u>	<u>128,073,518</u>
Total Liabilities	<u>163,227,510</u>	<u>29,384,728</u>	<u>192,612,238</u>
DEFERRED INFLOWS OF RESOURCES			
Other postemployment benefits	647,337	73,668	721,005
Pension	27,425,412	1,056,582	28,481,994
Deferred charge	13,480,000	326,000	13,806,000
Deferred charge-bonds refunding	<u>2,454,723</u>	<u>283,333</u>	<u>2,738,056</u>
Total Deferred Inflows of Resources	<u>44,007,472</u>	<u>1,739,583</u>	<u>45,747,055</u>
NET POSITION			
Net Investment in capital assets	35,983,523	49,610,380	85,593,903
Restricted for:			
Renewal and replacement	-	200,000	200,000
Social services	311,796	-	311,796
Debt service	1,186,746	-	1,186,746
Unrestricted	<u>(36,127,868)</u>	<u>30,604,386</u>	<u>(5,523,482)</u>
Total Net Position	<u>\$ 1,354,197</u>	<u>\$ 80,414,766</u>	<u>\$ 81,768,963</u>

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

CITY OF LAUDERHILL, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2021

Functions/programs	PROGRAM REVENUES				NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	Expenses	Charges for services	Operating grants and contributions	Capital grants and contributions	Governmental activities	Business-type activities	Total
Primary Government:							
Governmental activities:							
General government	\$ 13,795,797	\$ 4,914,653	\$ 8,234,623	\$ -	\$ (646,521)	\$ -	\$ (646,521)
Public safety	61,274,606	19,439,190	20,242,820	-	(21,592,596)	-	(21,592,596)
Physical environment	3,527,521	-	-	-	(3,527,521)	-	(3,527,521)
Transportation	3,337,961	-	911,238	-	(2,426,723)	-	(2,426,723)
Recreation and social services	10,400,295	114,438	2,184,480	-	(8,101,377)	-	(8,101,377)
Interest on long-term debt	3,932,867	-	-	-	(3,932,867)	-	(3,932,867)
Total governmental activities	96,269,047	24,468,281	31,573,161	-	(40,227,605)	-	(40,227,605)
Business-type activities:							
Water & Sewer	32,127,417	23,447,965	563,789	-	-	(8,115,663)	(8,115,663)
Stormwater	6,288,156	7,986,903	212,376	-	-	1,911,123	1,911,123
Performing Arts	1,733,723	266,298	823,378	-	-	(644,047)	(644,047)
Total business-type activities	40,149,296	31,701,166	1,599,543	-	-	(6,848,587)	(6,848,587)
Total primary government	\$ 136,418,343	\$ 56,169,447	\$ 33,172,704	\$ -	(40,227,605)	(6,848,587)	(47,076,192)
General revenues:							
Property taxes, levied for general purpose					30,484,792	-	30,484,792
Franchise taxes					5,418,495	-	5,418,495
Public service taxes					9,362,644	-	9,362,644
Unrestricted intergovernmental					17,496,997	-	17,496,997
Investment Income					59,728	32,372	92,100
Miscellaneous					1,917,123	73,423	1,990,546
Transfers					(673,400)	673,400	-
Total general revenues and transfers					64,066,379	779,195	64,845,574
Change in net position					23,838,774	(6,069,392)	17,769,382
Net position (deficit), October 1,					(22,484,577)	86,484,158	63,999,581
Net position (deficit), September 30,					\$ 1,354,197	\$ 80,414,766	\$ 81,768,963

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

CITY OF LAUDERHILL, FLORIDA
Balance Sheet
Governmental Funds
September 30, 2021

MAJOR FUNDS

	General	Community Redevelopment Agency	Capital Projects	Fire Protection	Debt Service	Natural Disaster	Other Nonmajor Governmental Funds	TOTAL GOVERNMENTAL FUNDS
ASSETS								
Cash and equity in pooled cash and investments	\$ 5,902,500	\$ 346,415	\$ 27,813,432	\$ 5,042	\$ -	\$ 23,342	\$ 1,702,395	\$ 35,793,126
Accounts receivable - net	5,551,381	-	-	236,209	-	-	2,557	5,790,147
Notes receivable	-	-	-	-	-	-	657,232	657,232
Due from other funds	6,804,249	-	-	-	-	-	-	6,804,249
Due from other governments	1,875,136	666,667	-	244,623	-	11,266,773	1,203,656	15,256,855
Inventories	132,020	-	-	-	-	-	-	132,020
Prepaid items	100,284	-	34,738	3,163	-	-	-	138,185
Real estate held for investment	-	2,430,715	-	-	-	-	-	2,430,715
Other assets	3,204,871	2,062,881	115,373	493,418	-	-	-	5,876,543
Total assets	<u>\$ 23,570,441</u>	<u>\$ 5,506,678</u>	<u>\$ 27,963,543</u>	<u>\$ 982,455</u>	<u>\$ -</u>	<u>\$ 11,290,115</u>	<u>\$ 3,565,840</u>	<u>\$ 72,879,072</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable and accrued expenses	\$ 974,258	\$ 42,014	\$ 717,386	\$ 183,758	\$ -	\$ -	\$ -	\$ 1,917,416
Accrued payroll	668,270	-	-	181,326	-	-	-	849,596
Due to other funds	-	1,651,758	-	9,784,781	-	4,792,928	1,074,782	17,304,249
Customer deposits	400	-	-	-	-	-	-	400
Unearned revenue	4,865,701	1,004,769	-	844,180	-	220,005	-	6,934,655
Insurance claims payable	11,462	-	-	-	-	-	-	11,462
Total liabilities	<u>6,520,091</u>	<u>2,698,541</u>	<u>717,386</u>	<u>10,994,045</u>	<u>-</u>	<u>5,012,933</u>	<u>1,074,782</u>	<u>27,017,778</u>
Fund balances:								
Nonspendable:								
Inventories	132,020	-	-	-	-	-	-	132,020
Prepaid items	100,284	-	-	-	-	-	-	100,284
Advances	2,639,128	-	-	-	-	-	-	2,639,128
Long-term receivable	1,488,757	-	-	-	-	-	-	1,488,757
Restricted for:								
Real estate held for investment	-	2,430,715	-	-	-	-	-	2,430,715
Social services-community development	119,836	191,960	-	-	-	-	-	311,796
Assigned:								
Capital projects	-	-	27,246,157	-	-	-	-	27,246,157
Public safety-natural disaster	1,495,900	-	-	-	-	6,277,182	-	7,773,082
Debt reserve	1,186,746	-	-	-	-	-	-	1,186,746
Social services:								
Safe neighborhood	-	-	-	-	-	-	838,480	838,480
Housing	-	-	-	-	-	-	1,542,644	1,542,644
Public safety-law enforcement	-	-	-	-	-	-	358,261	358,261
Employee pensions	1,145,188	-	-	-	-	-	-	1,145,188
Other post retirement benefits	3,005,390	-	-	-	-	-	-	3,005,390
Contingencies	419,087	-	-	-	-	-	-	419,087
ARPA	2,532,941	-	-	-	-	-	-	2,532,941
Unassigned:								
General fund	2,785,073	-	-	-	-	-	-	2,785,073
Community redevelopment agency	-	185,462	-	-	-	-	-	185,462
Social services-housing	-	-	-	-	-	-	(248,327)	(248,327)
Public safety-fire	-	-	-	(10,011,590)	-	-	-	(10,011,590)
Total fund balances (deficit)	<u>17,050,350</u>	<u>2,808,137</u>	<u>27,246,157</u>	<u>(10,011,590)</u>	<u>-</u>	<u>6,277,182</u>	<u>2,491,058</u>	<u>45,861,294</u>
Total liabilities and fund balances	<u>\$ 23,570,441</u>	<u>\$ 5,506,678</u>	<u>\$ 27,963,543</u>	<u>\$ 982,455</u>	<u>\$ -</u>	<u>\$ 11,290,115</u>	<u>\$ 3,565,840</u>	<u>\$ 72,879,072</u>

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

CITY OF LAUDERHILL, FLORIDA
 Reconciliation of the Balance Sheet of Governmental Funds
 To the Statement of Net Position
 September 30, 2021

Fund balances - total government funds \$ 45,861,294

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
governmental funds.

Governmental capital assets, net 121,710,879

Notes receivable 5,286,044
Dererred outflows of resources 26,017,433
Deferred inflows of resources (44,007,472)

Long-term liabilities, including bonds payable, are not due and
payable in the current period and therefore are not reported in
the governmental funds.

2015 Sales Tax Bonds	(1,865,000)	
2010 Sales Tax Bonds	(3,795,000)	
2011-B Sales BB&T	(1,240,000)	
2019 A&B Half Cent Sales Tax	(16,405,000)	
Water Utility Tax Bonds	(3,875,000)	
2005 General Obligation Bonds	(15,875,000)	
2017 General Obligation Bonds	(31,960,000)	
2018 General Obligation Bonds	(8,400,000)	
Electric Utility Revenue Bond	(9,930,000)	
Notes Payable	(14,603,223)	
Net OPEB Obligation	(21,244,337)	
Net Pension Liability	(15,623,794)	
Capital Lease	(2,936,567)	
Accrued Interest	(1,273,494)	
Compensated Absences	(4,487,567)	<u>(153,513,981)</u>

Net position of governmental activities \$ 1,354,197

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

CITY OF LAUDERHILL, FLORIDA
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended September 30, 2021

	MAJOR FUNDS						Other Nonmajor Governmental Funds	TOTAL GOVERNMENTAL FUNDS
	General	Community Redevelopment Agency	Capital Projects	Fire Protection	Debt Service	Natural Disaster		
REVENUES								
Taxes:								
Property taxes	\$ 24,761,750	\$ -	\$ 5,247,823	\$ 40,992	\$ -	\$ -	\$ 434,226	\$ 30,484,791
Franchise taxes	5,418,495	-	-	-	-	-	-	5,418,495
Public service taxes	9,362,644	-	-	-	-	-	-	9,362,644
Charges for services	1,423,429	-	-	17,753,699	-	-	-	19,177,128
Administrative charges	8,795,644	-	-	-	-	-	-	8,795,644
Intergovernmental	13,114,596	1,028,054	4,373,629	332,505	-	20,024,482	1,401,250	40,274,516
Licenses and permits	4,484,095	-	-	30,817	-	-	-	4,514,912
Fines and forfeitures	655,561	-	-	-	-	-	120,681	776,242
Investment income	22,666	1,742	23,119	420	-	294	11,486	59,727
Rental income	348,247	79,138	-	-	-	-	-	427,385
Miscellaneous	375,178	933,587	-	-	127,500	5,500	-	1,441,765
Total revenues	68,762,305	2,042,521	9,644,571	18,158,433	127,500	20,030,276	1,967,643	120,733,249
EXPENDITURES								
Current:								
General government	14,254,461	313,506	385,073	-	-	-	-	14,953,040
Public safety	31,634,030	-	-	17,841,730	-	11,781,247	505,972	61,762,979
Physical environment	2,590,704	-	-	-	-	-	-	2,590,704
Transportation	2,907,554	-	-	-	-	-	-	2,907,554
Recreation and social services	7,505,754	-	-	-	-	-	1,184,997	8,690,751
Debt service:								
Principal retirement	-	-	-	-	7,384,949	-	-	7,384,949
Interest and issuance cost	-	-	-	-	4,191,855	-	-	4,191,855
Capital Outlay:								
Improvements	-	930,061	8,258,691	2,365,300	-	70,335	390,950	12,015,337
Machinery & equipment	-	51,863	131,884	1,374,226	-	80,088	86,581	1,724,642
Total Expenditures	58,892,503	1,295,430	8,775,648	21,581,256	11,576,804	11,931,670	2,168,500	116,221,811
Excess (deficiency) of revenues over (under) expenditures	9,869,802	747,091	868,923	(3,422,823)	(11,449,304)	8,098,606	(200,857)	4,511,438
OTHER FINANCING SOURCES (USES)								
Transfers in	-	3,516,192	475,762	-	11,449,304	-	-	15,441,258
Transfers out	(10,767,477)	(233,956)	(4,890,694)	(175,838)	-	-	(46,693)	(16,114,658)
Capital leases	-	-	-	1,251,304	-	-	-	1,251,304
Total Other Financing Sources (Uses)	(10,767,477)	3,282,236	(4,414,932)	1,075,466	11,449,304	-	(46,693)	577,904
Net change in fund balances	(897,675)	4,029,327	(3,546,009)	(2,347,357)	-	8,098,606	(247,550)	5,089,342
Fund balances (deficit) - beginning	17,948,025	(1,221,190)	30,792,166	(7,664,233)	-	(1,821,424)	2,738,608	40,771,952
Fund balances (deficit) - ending	\$ 17,050,350	\$ 2,808,137	\$ 27,246,157	\$ (10,011,590)	\$ -	\$ 6,277,182	\$ 2,491,058	\$ 45,861,294

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

CITY OF LAUDERHILL, FLORIDA
 Reconciliation of the Statement of Revenues
 Expenditures, and Changes in Fund Balances of Governmental Funds
 To the Statement of Activities
 For the Year Ended September 30, 2021

Changes in fund balances - total government funds \$ 5,089,342

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

Net change in fund balances

Governmental funds report capital outlays as expenditures.
 However, in the statement of activities, the cost of those assets is depreciated
 over their estimated useful lives and reported as depreciation expense.

Expenditures for capital outlays	13,739,979	
Less current year depreciation	<u>(4,316,291)</u>	9,423,688

The issuance of long-term debt (e.g. bonds) provides current financial
 resources to governmental funds, while the repayment of the principal of
 long-term debt consumes the current financial resources of governmental funds.
 Neither transaction, however, has any effect on net position. Also, governmental
 funds report the premiums, discounts, and similar items when debt is first issued
 whereas these amounts are deferred and amortized in the statement of activities.
 This amount is the net effect of these differences in the treatment of long-term debt
 and related items.

Proceeds on capital lease	(1,251,304)	
Principal repayments	<u>7,384,949</u>	6,133,645

Some expenses reported in the statement of activities do not require
 the use of current financial resources and, therefore, are not reported as
 expenditures in governmental funds. 3,192,099

Change in net position of governmental activities \$ 23,838,774

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

CITY OF LAUDERHILL, FLORIDA
Statement of Net Position
Proprietary Funds
September 30, 2021

ASSETS	BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS			
	Water & Sewer	Stormwater	Performing Arts	Total
Current assets:				
Cash and equity in pooled cash and investments	\$ 7,055,081	\$ 7,876,222	\$ 695,063	\$ 15,626,366
Accounts receivable - net	7,873,714	33,689	-	7,907,403
Due from other funds	8,000,000	2,500,000	-	10,500,000
Inventories	41,700	-	15,796	57,496
Prepaid expenses	12,068	8,555	-	20,623
Total current assets	22,982,563	10,418,466	710,859	34,111,888
Non-current assets:				
Restricted Assets:				
Equity in pooled cash and investments	1,701,755	113,126	-	1,814,881
Capital assets:				
Land	349,010	-	-	349,010
Buildings	30,446,303	2,081,643	17,615,467	50,143,413
Improvements other than building	19,890,597	30,806,820	112,024	50,809,441
Machinery and equipment	5,711,578	1,965,508	205,825	7,882,911
Infrastructure	15,397,477	10,301,968	-	25,699,445
Construction in progress	404,225	1,839,559	-	2,243,784
Less accumulated depreciation	(40,867,660)	(20,853,724)	(2,382,185)	(64,103,569)
Total capital assets (net of accumulated depreciation)	31,331,530	26,141,774	15,551,131	73,024,435
Total non-current assets	33,033,285	26,254,900	15,551,131	74,839,316
Total Assets	56,015,848	36,673,366	16,261,990	108,951,204
DEFERRED OUTFLOWS OF RESOURCES				
OPEB	723,728	463,186	173,695	1,360,609
Pension	843,467	190,129	193,668	1,227,264
Total deferred outflows of resources	1,567,195	653,315	367,363	2,587,873
LIABILITIES				
Current Liabilities:				
Accounts payable and accrued expenses	932,464	238,485	-	1,170,949
Accrued payroll	60,569	18,158	8,439	87,166
Accrued interest payable	278,699	96,205	-	374,904
Bonds payable - current portion	1,285,000	830,000	-	2,115,000
Loans payable - current portion	17,400	515,160	-	532,560
Total current liabilities	2,574,132	1,698,008	8,439	4,280,579
Non-current liabilities:				
Other postemployment benefits	1,285,977	823,025	308,634	2,417,636
Net pension liabilities	1,514,307	341,345	347,699	2,203,351
Bonds payable - noncurrent	13,790,000	4,880,000	-	18,670,000
Loans payable - noncurrent	170,717	1,642,445	-	1,813,162
Total noncurrent liabilities	16,761,001	7,686,815	656,333	25,104,149
Total Liabilities	19,335,133	9,384,823	664,772	29,384,728
DEFERRED INFLOWS OF RESOURCES				
OPEB	39,185	25,079	9,404	73,668
Pension	726,162	163,686	166,734	1,056,582
Deferred revenue	-	-	326,000	326,000
Deferred charge-bonds refunding	283,333	-	-	283,333
Total deferred inflows of resources	1,048,680	188,765	502,138	1,739,583
NET POSITION				
Net investment in capital assets	15,785,080	18,274,169	15,551,131	49,610,380
Restricted for:				
Renewal and replacement	200,000	-	-	200,000
Unrestricted	21,214,150	9,478,924	(88,688)	30,604,386
Total Net Position	\$ 37,199,230	\$ 27,753,093	\$ 15,462,443	\$ 80,414,766

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

CITY OF LAUDERHILL, FLORIDA
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended September 30, 2021

	BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS			
	Water & Sewer	Stormwater	Performing Arts	Total
OPERATING REVENUES				
Charges for services	\$ 23,194,264	\$ 7,986,903	\$ 100,628	\$ 31,281,795
Connection fees	253,701	-	-	253,701
Rental income	-	-	165,670	165,670
Total Operating Revenues	<u>23,447,965</u>	<u>7,986,903</u>	<u>266,298</u>	<u>31,701,166</u>
OPERATING EXPENSES				
Personal services	4,674,222	1,448,908	714,908	6,838,038
Administrative expenses	5,926,690	1,213,159	62,924	7,202,773
Contractual services	5,972,929	1,032,931	147,694	7,153,554
Utilities	319,144	64,894	96,972	481,010
Repairs and maintenance	347,445	387,452	37,248	772,145
Materials and supplies	988,889	238,004	6,351	1,233,244
Depreciation and amortization	2,943,732	1,592,824	470,905	5,007,461
Total Operating Expenses	<u>21,173,051</u>	<u>5,978,172</u>	<u>1,537,002</u>	<u>28,688,225</u>
Operating income (loss)	<u>2,274,914</u>	<u>2,008,731</u>	<u>(1,270,704)</u>	<u>3,012,941</u>
NONOPERATING REVENUES (EXPENSES)				
Investment income	18,005	14,202	165	32,372
Other income	23,061	45,000	5,362	73,423
Interest expense and fees	(530,522)	(217,377)	-	(747,899)
Other expense	(10,423,844)	(92,607)	(196,721)	(10,713,172)
Total Nonoperating Revenues (Expenses)	<u>(10,913,300)</u>	<u>(250,782)</u>	<u>(191,194)</u>	<u>(11,355,276)</u>
Income (loss) before contributions	(8,638,386)	1,757,949	(1,461,898)	(8,342,335)
CONTRIBUTIONS - GRANTS				
Transfer in	563,789	212,376	823,378	1,599,543
	<u>-</u>	<u>-</u>	<u>673,400</u>	<u>673,400</u>
Change in net position	(8,074,597)	1,970,325	34,880	(6,069,392)
NET POSITION, OCTOBER 1	<u>45,273,827</u>	<u>25,782,768</u>	<u>15,427,563</u>	<u>86,484,158</u>
NET POSITION, SEPTEMBER 30	<u>\$ 37,199,230</u>	<u>\$ 27,753,093</u>	<u>\$ 15,462,443</u>	<u>\$ 80,414,766</u>

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

CITY OF LAUDERHILL, FLORIDA
Statement of Cash Flows
Proprietary Funds
For the Year Ended September 30, 2021

	BUSINESS TYPE ACTIVITIES ENTERPRISE FUNDS			
	<u>Water & Sewer</u>	<u>Stormwater</u>	<u>Performing Arts</u>	<u>TOTAL</u>
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from customers, other government and users	\$ 23,002,539	\$ 8,018,471	\$ 274,864	\$ 31,295,874
Payments for interfund activities	(5,926,690)	(1,213,159)	(62,924)	(7,202,773)
Other receipts	23,061	45,000	5,362	73,423
Cash paid to suppliers	(7,723,414)	(1,667,922)	(287,904)	(9,679,240)
Cash paid to employees	(4,673,145)	(1,453,316)	(712,217)	(6,838,678)
Other payments	(9,073,042)	-	-	(9,073,042)
Net Cash Provided by (used in) Operating Activities	<u>(4,370,691)</u>	<u>3,729,074</u>	<u>(782,819)</u>	<u>(1,424,436)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfer from other funds	9,601,617	-	329,855	9,931,472
Net Cash Provided by Noncapital and Related Financing Activities	<u>9,601,617</u>	<u>-</u>	<u>329,855</u>	<u>9,931,472</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Cash from other governmental grants	563,789	212,376	1,149,378	1,925,543
Acquisition and construction of capital assets	(1,406,243)	(1,451,138)	(2,741)	(2,860,122)
Principal retirements of long-term debt	(1,741,950)	(1,380,783)	-	(3,122,733)
Interest paid on long-term debt	(580,178)	(231,876)	-	(812,054)
Net Cash Provided (used) by Capital and Related Financing Activities	<u>(3,164,582)</u>	<u>(2,851,421)</u>	<u>1,146,637</u>	<u>(4,869,366)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest on investments	18,005	14,202	165	32,372
Net Cash Provided by Investing Activities	<u>18,005</u>	<u>14,202</u>	<u>165</u>	<u>32,372</u>
NET INCREASE (DECREASE) IN POOLED CASH AND CASH EQUIVALENTS	2,084,349	891,855	693,838	3,670,042
POOLED CASH AND CASH EQUIVALENTS, OCTOBER 1	<u>6,672,487</u>	<u>7,097,493</u>	<u>1,225</u>	<u>13,771,205</u>
POOLED CASH AND CASH EQUIVALENTS, SEPTEMBER 30	<u>\$ 8,756,836</u>	<u>\$ 7,989,348</u>	<u>\$ 695,063</u>	<u>\$ 17,441,247</u>
POOLED CASH AND CASH EQUIVALENTS PER STATEMENT OF NET POSITION				
Unrestricted	\$ 7,055,081	\$ 7,876,222	\$ 695,063	\$ 15,626,366
Restricted	1,701,755	113,126	-	1,814,881
TOTAL SEPTEMBER 30	<u>\$ 8,756,836</u>	<u>\$ 7,989,348</u>	<u>\$ 695,063</u>	<u>\$ 17,441,247</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ 2,274,914	\$ 2,008,731	\$ (1,270,704)	\$ 3,012,941
Adjustments to reconcile operating income to net cash provided by Operating Activities:				
Depreciation and amortization	2,943,732	1,592,824	470,905	5,007,461
Change in Assets and Liabilities:				
(Increase) decrease in accounts receivable-net	(441,676)	31,568	8,566	(401,542)
(Increase) decrease in inventories	48,144	-	361	48,505
(Increase) decrease in prepaid expenses	(11,250)	(8,555)	-	(19,805)
(Increase) decrease in other liabilities	(9,049,981)	45,000	5,362	(8,999,619)
Increase (decrease) in customer deposits	(3,750)	-	-	(3,750)
Increase (decrease) in accounts payable and accrued expenses	(143,151)	55,359	-	(87,792)
Increase (decrease) in accrued payroll	12,327	4,147	2,691	19,165
Total adjustments	<u>(6,645,605)</u>	<u>1,720,343</u>	<u>487,885</u>	<u>(4,437,377)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ (4,370,691)</u>	<u>\$ 3,729,074</u>	<u>\$ (782,819)</u>	<u>\$ (1,424,436)</u>
Schedule of non-cash capital and related financing activities				
Capital contribution-grant	\$ -	\$ -	\$ -	\$ -

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

CITY OF LAUDERHILL, FLORIDA
Statement of Fiduciary Net Position
Fiduciary Funds
September 30, 2021

	<u>Pension Trust Funds</u>
ASSETS	
Cash and short-term investments	\$ 4,132,746
Receivables:	
State contribution	456,497
Employer contributions	741,399
Employee contributions	37,874
Accrued investment income	137,136
Interest and dividends	19,052
Receivable for securities sold	117,037
Accrued interest due from City of Lauderhill	20,648
Contributions	2,156
Total Receivables	<u>1,531,799</u>
Investments, at fair value	
Fixed income mutual funds	22,184,455
Equity securities	48,376,792
U.S. Government securities	8,104,999
Corporate bonds	10,220,361
Commingled equity funds	28,115,667
Absolute return equity funds	41,822,479
Alternative strategies funds	8,260,546
Domestic equity funds	56,890,062
International equity funds	21,515,301
Notes receivable	4,313,125
Real estate funds	32,948,424
Farmland investment fund	2,472,410
Investments, at fair value	<u>285,224,621</u>
Total Assets	<u>290,889,166</u>
LIABILITIES	
Accounts payable and accrued expenses	259,522
Payable for securities purchased	133,880
Prepaid City contributions	66,494
Total Liabilities	<u>459,896</u>
NET POSITION RESTRICTED FOR PENSIONS	
Net position restricted for Deferred Retirement Option Plan Benefits	3,623,348
Net position restricted for Supplemental Plan benefits	2,406,202
Net position restricted for Defined Benefits	284,399,720
Total Net Position Restricted for Pensions	<u>\$ 290,429,270</u>

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

CITY OF LAUDERHILL, FLORIDA
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended September 30, 2021

	Pension Trust Funds
ADDITIONS	
Contributions:	
City	\$ 9,842,634
Plan members	3,355,709
State revenue	960,935
Total contributions	14,159,278
Investment income:	
Net appreciation in fair value of investments	46,637,895
Interest and dividend income	5,872,478
Total investment income	52,510,373
Less: Investment expenses	1,004,643
Net investment income	51,505,730
Other income	46,615
Total additions	65,711,623
DEDUCTIONS	
Benefits paid	13,707,502
Administrative expenses	485,332
Refunds of contributions	464,462
Total deductions	14,657,296
Net increase	51,054,327
NET POSITION RESTRICTED FOR PENSIONS	
Net position restricted for pensions, October 1	239,374,943
Net position restricted for pensions, September 30	\$ 290,429,270

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

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

NOTE 1 –SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Financial reporting entity

The City of Lauderdale, Florida (the “City”) is located in Broward County, Florida and is a municipal corporation that was incorporated in 1959 pursuant to the Laws of Florida 59-1487. The City is governed by a five-member commission with an elected Mayor. The City Commission is responsible for the appointment of the City Manager, who is charged with overseeing the operations of the City. The City provides the following services pursuant to the City Charter: general government, public safety, public works, parks and recreation, social services, and community development.

The financial statements of the City have been prepared in accordance with accounting principles generally accepted accounting principles in the United States of America (“GAAP”) applicable to state and local governments. The Governmental Accounting Standards Board (“GASB”) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant accounting and reporting policies and practices used by the City are described below.

The definition of the financial reporting entity is based upon the concept that elected officials are accountable to their constituents for their actions. One of the objectives of financial reporting is to provide users of financial statements with a basis for assessing the accountability of the elected officials. The financial reporting entity consists of the primary government, organizations for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity’s financial statements to be misleading or incomplete.

The City is financially accountable for a component unit if it appoints a voting majority of the organization’s board and it is able to impose its will on that organization, or there is a potential for the organization to provide specific financial benefits, or impose specific financial burdens on the City. Blended component units, although legally separate entities, are, in substance, part of the government’s operations.

As of September 30, 2021, the City had two entities, Community Redevelopment Agency and Windermere/Tree Gardens Safe Neighborhood Improvement District, which met these requirements.

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

Blended component units

Lauderhill Community Redevelopment Agency – In 2005, the Lauderdale Community Redevelopment Agency (CRA) was created for the purpose of revitalizing and enhancing the City of Lauderdale, through infrastructure improvements and targeted acquisition and rehabilitation of deteriorated properties. The Mayor and City Commissioners are all members of the CRA Board and responsible for approving the budget. Therefore, the City is financially accountable for the CRA. The financial activities of the CRA are reported in the City's financial statements as a *Special Revenue Fund*. CRA fund was specifically evaluated relative to Florida Statutes Chapter 163.387.

Habitat II, Isle of Inverrary and Manor of Inverrary Safe Neighborhood Improvement Districts - In 2011. *Windermere/Tree Gardens Safe Neighborhood Improvement District* - In 2009. These Safe Neighborhood Improvement Districts were created to promote the health, safety and general welfare of its residents, visitors, property owners and workers. The Mayor and City Commissioners are members of the board of directors for the Special Districts. The City has operational responsibility for the Safe Neighborhood Improvement District. The financial statements of all four Safe Neighborhood Improvement Districts have been included within the City's reporting entity as the Safe Neighborhoods Special Revenue Fund.

B. Government-wide and Fund Financial Statements

The basic financial statements include both government-wide statements and fund financial statements. The government-wide statements focus on the City as a whole, while the fund financial statements focus on major funds. Each presentation provides valuable information that can be analyzed and compared between years and between governments to enhance the usefulness of the information. *The government-wide financial statements* (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the City. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which are normally supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for services.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment; and, grants and contributions that are restricted to meeting the operational or capital requirements

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

of a particular function or segment. *General revenues* consist of taxes and other items, not included among program 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 funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. The proprietary fund and fiduciary fund financial statements are reported in the same manner. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the 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 funding agency have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers receivables collected within 60 days after year-end to be available and recognizes them as revenues of the current year. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, claims and judgments, are recorded only when payment is due.

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

The City reports the following major governmental funds:

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

The *Community Redevelopment Agency (CRA)*, which is reported as a Special Revenue Fund, is a component unit blended in the City financial statements. It accounts for the resources accumulated for infrastructure improvement and

City of Lauderhill, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

rehabilitation of deteriorated properties within the City's boundary. The Agency is funded by Tax Increment Financing (TIF) since base year 2005 and property rental income.

The *Capital Projects Fund* accounts for the resources accumulated for the completion of the five-year capital budget.

The *Fire Protection Fund* accounts for all financial resources and is the operating fund for the Fire Department. The major revenue sources are fire assessment and fire inspection fees.

The *Debt Service Fund* reserves resources to honor short and long-term debt obligation payments.

The *Natural Disaster Fund* represents the expenditures incurred due to Hurricanes and COVID-19 pandemic. The majority of the costs are reimbursable either from Federal Government, the State of Florida or Broward County.

The City reports the following major proprietary funds:

The *Water and Sewer Fund* accounts for the provision of potable water to residents and the corresponding sewage disposal, which is processed by Broward County. The City operates the water treatment facility, water distribution system, sewage transportation pipelines, and sewage pumping stations.

The *Stormwater Fund* accounts for the infrastructure and operations of stormwater transportation, which is funded through user charges.

The *Performing Arts Center Fund* accounts for revenues and expenses of the cultural center, which provides a wide variety of entertainment, including visual arts and enrichment events, for which a significant portion will be financed through user charges. The City of Lauderhill operates and budgets for the Performing Arts Center and Broward County is fiscally responsible for the Library which is adjacent to the Performing Arts Center.

Additionally, the City's *Pension Trust Funds* account for the activities of the General Employee Retirement System, the Firefighter Retirement System, the Police Retirement System, and the Confidential and Managerial Retirement System. These funds accumulate resources for pension benefit payments to qualified employees. The Pension Trust Funds are classified as Fiduciary Funds in the City's Financial Statements.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges

City of Lauderhill, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

between the City’s water and sewer function and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

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 Water and Sewer fund, of the Stormwater fund, and of the Performing Arts Center fund are charges to customers for sales and services.

The Water and Sewer fund also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for the enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

D. Accountability and compliance

The City of Lauderhill utilized fund balance as a source of funds for the General Fund budget for the year ended September 30, 2021. The City budgeted and utilized the following amounts:

	<u>Original Budget</u>	<u>Additional Appropriations</u>	<u>Final Budget</u>
General government	\$ 15,998,950	\$ 972,732	\$ 16,971,682
Public safety	32,071,067	2,436,677	34,507,744
Physical environment	2,681,694	114,675	2,796,369
Transportation	2,744,822	371,385	3,116,207
Recreation and social services	7,770,204	1,087,325	8,857,529
Total	<u>\$ 61,266,737</u>	<u>\$ 4,982,794</u>	<u>\$ 66,249,531</u>

On September 27, 2021 The City Commission passed a resolution approving a supplemental appropriation of additional revenues and expenditures to balance the fiscal year 2021 budget.

The Fire Protection fund and Home Grant fund had deficit fund balances of \$10,011,590 and \$248,327, respectively as of September 30, 2021. The funds increased expenditures to pay reimbursable expenditures for natural disaster related expenditures and home buyer assistance and other operating costs. The City plans to

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

use the proceeds of tax revenue, reimbursements from federal and county funds and service charges to eliminate the deficits.

The City adopted the provisions of GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, which is effective for financial statements for periods beginning after June 15, 2010. This statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. The City passed resolution No. 11R-06-99 to authorize the assignment of fund balance.

The definition of each classification is as follows:

Non-spendable - Amounts not in spendable form or legally or contractually required to be maintained intact. This includes inventories, long term loans and notes receivables, property acquired for sales and prepaid amounts.

Restricted - Amounts restricted for specific purposes by external parties such as creditors, laws or regulator of other governments or by law through constitutional provisions or enabling legislation.

Committed – Amounts can be used for specific purposes pursuant to constraints imposed by the City’s code of Ordinances which can only be established, modified or rescind through the passage of ordinances by the City Commission, the City’s highest level of decision making authority.

Assigned – Amounts that are neither restricted nor committed; however, funds are constrained for specific purposes. Either the City Manager or her designee has the authority to assign amounts to specific purpose. Assigned funds cannot cause a deficit in unassigned fund balance. The City Commission has, by resolution 11R-06-99, authorized management to assign fund balance.

Unassigned - Fund balance that are not restricted, committed or assigned to specific purposes. All funds in this category provide the resources necessary to meet unexpected expenditures and revenue shortfall. The General fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds it is not appropriate to report a positive unassigned fund balance amount. However, 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.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance are available, it is the City’s policy to use restricted amounts first. Additionally, the City would first use committed funds, then assigned funds and

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

finally unassigned funds when an expenditure is incurred for which committed, assigned or unassigned fund balance available.

E. New Pronouncements

Implemented

The City adopted GASB Statement No. 84, "Fiduciary Activities." The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This Statement established criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. The adoption Statement 84 has no material impact on the financial position or results of operation of the City.

The City adopted GASB Statement No. 90, "Majority Equity Interests-an amendment of GASB Statement No. 14 and No. 61." The primary objectives of this Statement are to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units. It defines a majority equity interest and specifies that a majority equity interest in a legally separate organization should be reported as an investment if a government's holding of the equity interest meets the definition of an investment. This Statement also requires that a component unit in which a government has a 100 percent equity interest account for its assets, deferred outflows of resources, liabilities, and deferred inflows of resources at acquisition value at the date the government acquired a 100 percent equity interest in the component unit. The adoption Statement 90 has no material impact on the financial position or results of operation of the City.

The City adopted GASB Statement No. 93, "Replacement of Interbank Offered Rates" The objective of this Statement is to address the accounting and financial reporting implications that result from the replacement of an Interbank offered rate (IBOR). The removal of London Interbank Offered Rate (LIBOR) as an appropriate benchmark interest rate is effective for reporting periods ending after December 31, 2021. The adoption Statement 93 has no material impact on the financial position or results of operation of the City.

Not Yet Implemented

In June 2017, the GASB issued Statement No. 87, "Leases." The objective of this Statement is to better meet the information needs of financial statement users by

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

improving accounting and financial reporting for leases by governments. The Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. The requirements of this Statement will take effect for financial statements periods starting with the fiscal year that ends June 30, 2022.

In June 2018, the GASB issued Statement No. 89, "Accounting for Interest Cost Incurred before the End of a Construction Period." The objectives of this Statement are (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period. This Statement establishes accounting requirements for interest cost incurred before the end of a construction period. This Statement also reiterates that in financial statements prepared using the current financial resources measurement focus, interest cost incurred before the end of a construction period should be recognized as an expenditure on a basis consistent with governmental fund accounting principles. The requirements of this Statement will take effect for financial statements starting with the fiscal year that ends December 31, 2021.

In May 2019, the GASB issued Statement No. 91, "Conduit Debt Obligations" The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement requires issuers to disclose general information about their conduit debt obligations, organized by type of commitment, including the aggregate outstanding principal amount of the issuers' conduit debt obligations and a description of each type of commitment. This Statement also addresses arrangements often characterized as leases that are associated with conduit debt obligations. The requirements of this Statement will take effect for financial statements starting with the fiscal year that ends December 31, 2022.

In March 2020, the GASB issued Statement No. 94, "Public-Private and Public –Public Partnerships and Availability Payment Arrangements". The primary objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). This statement also provides guidance for accounting and financial reporting for availability payment arrangements (APAs). The requirements of this Statement are effective for fiscal year beginning after June 15, 2022, and all reporting periods thereafter.

In May 2020, the GASB issued Statement No. 96, "Subscription-Based Information Technology Arrangements." This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). The requirements of this

City of Lauderhill, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

Statement will take effect for financial statements periods starting with fiscal year that ends June 30, 2023.

In June 2020, the GASB issued Statement No.97, "Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans-an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32." The primary objectives of this Statement are to (1) increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans. The requirements of this Statement will take effect for financial statements periods starting with fiscal year that ends June 30, 2022.

The City is currently evaluating the impact, if any, of the implementation of the provisions of these GASB statements on the financial position or results of operations.

F. Assets, liabilities and net position or equity

1. Cash and investments

The City's equity in pooled cash and cash equivalents includes cash on hand, demand deposits, investments with the State Board of Administration (SBA) and short-term investments with original maturities of three months or less from the date of acquisition.

Resources of all funds, with the exception of the pension trust funds, and certain other cash and investment accounts, have been combined into a pooled cash and investment system for the purpose of maximizing earnings. Interest earned on pooled cash and investments is allocated monthly based upon equity of the respective funds.

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

For the purpose of the statement of cash flows for the proprietary fund types, cash and cash equivalent mean short term, highly liquid investments with an original maturity of three months or less.

State statutes authorize the City to establish its own investment policy by ordinance. The investment ordinance allows up to 100% investment in the following instruments, subject to maturity limitations: local government surplus trust fund (SBA), Securities and Exchange Commission (S.E.C.) registered money market funds with the highest quality rating from a nationally recognized rating company, savings accounts and certificates of deposit in state-certified qualified public depositories, direct obligations of the U.S. Treasury, and securities issued by federal agencies and instrumentalities. Up to 10% may be invested in common stocks, subject to quality restrictions.

2. Receivables and Payables

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

All trade and property tax receivables are shown net of an allowance for uncollectibles. Accounts receivable allowances are based on historical trends.

3. Property taxes

Property values are assessed as of January 1, of each year, at which time taxes becomes an enforceable lien on property. Tax bills are mailed for the City, by Broward County, on or about October 1 of each year, and are payable with discounts of up to 4% offered for early payment. Taxes become delinquent on April 1 of the year following the year of assessment and State law provides for enforcement of collection of property taxes by seizure of the personal property or by the sale of interest-bearing tax certificates to satisfy unpaid property taxes.

Assessed values are established by the Broward County Property Appraiser. In November 1992, a Florida constitutional amendment was approved by the voters which provides for limiting the increases in homestead property valuation for Ad Valorem Tax purposes to a maximum of 3% annually and also provides for reassessment of market values upon changes in ownership. The County bills and collects all property taxes and remits them to the City. Procedures for the collection

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

of delinquent taxes by Broward County are provided for in the Laws of Florida. There were no material delinquent property taxes at September 30, 2021.

State statutes permit municipalities to levy property taxes at a rate up to 10 mills (\$10 per \$1,000 of assessed taxable valuation). The tax levy of the City is established by the City Commission and the Broward County Property Appraiser incorporated the City's millage into the total tax levy, which includes the County and the County School Board tax requirements. The operating and voted debt service millage rates assessed by the City for the year ended September 30, 2021 are 8.4898 and 1.8000 respectively per \$1,000 of taxable assessed valuation.

4. Inventories and prepaid items

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed. The City utilizes the consumption method for inventory, expenditures are recognized when inventory items are used rather than purchased.

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

5. Restricted assets

Certain proceeds from revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because they are maintained in a separate investment accounts and their use is limited by applicable bond covenants. The "bond reserve account" is a separate brokerage account where securities have been purchased in lieu of surety bonds to subsidize potential deficiencies of revenues pledged for debt service. The "revenue bond renewal and replacement" account is used to report resources set aside to meet unexpected contingencies or to fund asset renewals and replacements. The various reserve accounts have been recorded on the balance sheets of the applicable funds. When both restricted and unrestricted resources are available for use, it is City policy to use unrestricted resources first, and then restricted resources as needed.

6. Capital assets

Capital assets - property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The City defines capital assets as assets with an initial, individual cost of more than \$1,000 and an estimated useful life in excess of one year. Purchased or

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

constructed assets are recorded at historical cost or estimated historical cost. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement should be reported at acquisition value.

Major outlays for capital assets and improvements are capitalized as projects are constructed. The costs of normal maintenance and repairs that do not add value to the asset or materially extend its useful life are not capitalized.

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

Asset	Years
Building	40
Improvements	20
Public domain infrastructure	40
System infrastructure	40
Vehicles	5
Office equipment	5
Computer equipment	5

7. Deferred outflows/inflows of resources

The Statement of Net Position includes a separate section for deferred outflows of resources and the items reported in this category is the deferred outflows of resources related to the Pension Plans and OPEB.

The Statement of Net Position also includes a separate section for deferred inflows of resources and the items reported in this category are the deferred inflows of resources related to the Pension Plans, OPEB and the deferred charges related to bonds refunding.

8. Compensated absences

It is City policy to permit employees to accumulate earned but unused vacation and sick pay benefits. An employee may, on an annual basis, or upon termination, cash in a portion of these unused benefits at a discount. Vacation and sick pay benefits are accrued when incurred in the government-wide, proprietary, and

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

fiduciary fund financial statements. A liability for these amounts as a result of employee resignation or retirement is reported in governmental funds.

9. Long-term obligations

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

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs are reported as debt service expenditures according to GASB 65.

10. Use of estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Although these estimates are based on management's knowledge of current events and actions it may undertake in the future, they may ultimately differ from actual results.

NOTE 2 – DEPOSITS AND INVESTMENTS

The City, for accounting and investment purposes, maintains a cash and investment pool for use by all City funds. This gives the City the ability to invest large amount of idle cash for short periods of time and to maximize earning potential. Each fund type's portion of this pool is displayed on the statement of net position / combining balance sheet as cash and equity in pooled cash and investments. Income earned on pooled cash and investments is allocated to the respective funds based on average daily balances.

Cash Deposits

The carrying amounts of the City's cash deposits were \$33,294,349 including petty cash on hand of \$5,600 as of September 30, 2021; the total of which is collateralized or insured with securities held by the City or by its agent in the name of the City as discussed below.

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

Custodial Credit Risk. Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in possession of an outside party. All of the City’s deposits are entirely insured by federal depository insurance or collateralized by the multiple financial institution collateral pool pursuant to Florida Statutes, Chapter 280, and “Florida Security for Public Deposits Act”. Under this Act, all qualified public depositories are required to pledge eligible collateral. Public deposits are protected by deposit insurance, sale of securities pledged as collateral, and assessments made to other public depositories when needed to guarantee no loss will be incurred by the public depositor.

Investments

Under the provisions of the City’s investment policy, and in accordance with Florida Statutes, the following investments were authorized:

	Maximum %
	<u>Portfolio</u>
State Board of Administration	100%
Money Market Funds	100%
Certificate of Deposits	100%
U.S. Treasury Securities	100%
U.S. Government Obligations and Instrumentalities	100%
Lauderhill Loan Consortium	\$60,000
Commercial Papers by any U.S. Corporation	10%
Option Contracts	10%

The City reports its investments according to the Governmental Accounting Standards Board (GASB) Statement No. 72, “Fair Value Measurement and Application” by categorizing its investments according to the fair value hierarchy established by this Statement. The hierarchy is based on the valuation input used to measure the fair value of the asset with Level 1 assets being those where quoted prices in an active market for identical assets can be readily obtained, Level 2 assets valued using a matrix pricing technique of quoted prices for similar assets or liabilities in active markets, and Level 3 assets valued using unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities. As of September 30, 2021, the City had the following investments and maturities:

	<u>Credit Quality</u> <u>Ratings</u>	<u>Fair Value</u>	<u>Weighted Avg.</u> <u>Maturity (Years)</u>	<u>Fair Market</u> <u>Measurement</u> <u>Level 1</u>
State Board of Administration				
Local Government Surplus Funds Trust Fund	Not Rated	\$ 20,941,005	-	\$ 20,941,005
		<u>\$ 20,941,005</u>	<u>-</u>	<u>\$ 20,941,005</u>

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

Interest Rate Risk In accordance with its investment policy, the City manages its exposure to decline in fair value by limiting its investment portfolio to less than four (4) years.

Credit Risk Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. State limits investments in commercial papers and corporate bonds to the highest credit rating from a nationally recognized rating agency. It is the City's policy to keep ninety (90) percent of the total portfolio in low risk investments such as US Treasury obligations that are diversified by purchase date and maturity dates while remaining ten (10) percent may be invested to high risk investments such as common stocks rated in one (1) of the top three (3) investment categories by a major rating service.

Concentration of Credit Risk. The investment policy of the City contains no limitation on the amount that can be invested in any one issuer beyond that stated above. Investments in any one issuer that represents 5% or more of the total City investments are as follows:

<u>Type</u>	<u>Amount</u>	<u>%</u>
Local Government Surplus Funds Trust Fund	\$ 20,941,005	100.00

Custodial Credit Risk. Custodial credit risk for investment is the risk that, in the event of the failure of the counterparty (e.g. broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The City's investment policy provided that securities may be held in street name in an account under the name of the City at the primary dealer where the securities was purchased provided that the total value of the account is insured and a monthly account statement evidencing all holdings is sent to the City by the dealer.

The Employee Pension Plans' investments are held separately from those of other City funds. As described by the plan documents, the plan administrator is authorized to invest plan assets in obligations of the U.S. Government and various mutual and money market funds, which are held by the plan administrators and not in the City's name. The plan investments are held by Fifth Third Bank, Regions Bank and Fiduciary Trust which consisted of the following:

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

Investment type	General Employees Retirement Plan	Firefighter Retirement Plan	Police Officer Retirement Plan	Managerial Retirement Plan
Fixed income mutual funds	\$ 4,584	\$ -	\$ 9,784	\$ 7,816
Equity securities	-	48,377	-	-
U.S. Government securities	-	8,105	-	-
Corporate bonds	-	10,220	-	-
Commingled equity funds	-	28,116	-	-
Collective trust fund	-	-	-	-
Absolute return equity funds	-	-	41,822	-
Alternative strategies funds	-	-	8,261	-
Domestic equity funds	24,860	-	3,859	28,171
International equities	3,685	-	13,339	4,491
Notes receivable	850	1,031	2,032	400
Real estate funds	2,311	13,588	13,224	3,826
Farmland investment fund	-	2,472	-	-
	\$ 36,290	\$ 111,909	\$ 92,321	\$ 44,704

General Employee Retirement System (GERS)

The Board of Trustees determines the Plan's investment policy. The policy has been designed by the Board to maximize the Plan's asset value, while assuming a risk that is consistent with the Board's risk tolerance. As is prudent, the Board has adopted a policy to diversify investment risk among several institutionally acceptable asset classes including equity securities, fixed income securities and mutual funds.

The Plan reports its investments according to the Governmental Accounting Standards Board (GASB) Statement No. 72, "Fair Value Measurement and Application" by categorizing its investments according to the fair value hierarchy established by this Statement.

The following table summarizes the Plan's investments within the fair value hierarchy at September 30, 2021:

	Fair Value	Level 2	Level 3
Mortgage notes receivable	\$ 850,000	\$ -	\$ 850,000
Fixed income mutual funds	4,583,810	4,583,810	-
Domestic equity mutual funds	24,859,507	24,859,507	-
International mutual funds	3,685,327	3,685,327	-
Real estate funds	2,311,431	2,311,431	-
	\$ 36,290,075	\$ 35,440,075	\$ 850,000

Interest rate risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment in debt securities. The investment policy of the Plan limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. Information as to the maturities of the Plan's fixed income portfolio is as follows:

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

Years	Fair Value
Less than 1 year	\$ 778,570
1 to 5 Years	1,959,438
6 to 10 Years	1,560,535
11 to 15 Years	59,443
16 to 20 Years	87,580
20 to 25 Years	49,812
Over 25 Years	88,432
	<u>\$ 4,583,810</u>

Credit risk. Credit risk is generally the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. The plan's investment policy utilizes portfolio diversification in order to control this risk.

Credit Risk	Fair Value
AAA	\$ 1,505,715
AA	236,404
A	191,945
BAA	732,653
BB	1,072,459
B and lower	844,634
	<u>\$ 4,583,810</u>

As of September 30, 2021, the plan was in compliance with the established guidelines.

Custodial Credit Risk. The Plan does not have any investment in the possession of counterparties. All are held by the master custodian under the Plan's name.

Concentration of credit risk. The plan's investment policy places investment limitations and provides target allocations to its investment managers to limit credit risk due to concentration. Equity and fixed income securities are also limited to no more than 5% in one single issuer. There were no single investments greater than 5% of net position as of September 30, 2021.

Foreign currency risk. The Plan's exposure to foreign currency risk derives mainly from its investments in international equity mutual funds. The Plan's exposure to foreign currency risk related to foreign equity funds are \$3,685,327.

Firefighter Retirement System (FRS)

The plan's policy in regard to the allocation of invested assets is established and may be amended by the Board. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

through the Plan. The investment policy statement was last amended in October, 2018. The following was the Board's adopted asset allocation policy as of September 30, 2021:

<u>Type of Investment</u>	<u>Target Allocation</u>
Domestic equity	35%-65%
International equity	0%-20%
Fixed income	10%-30%
Real assets	0%-20%
Cash equivalents	Minimal

The Plan reports its investments according to the Governmental Accounting Standards Board (GASB) Statement No. 72, "Fair Value Measurement and Application" by categorizing its investments according to the fair value hierarchy established by this Statement.

The following table summarizes the valuation of the Plan's investments in accordance with the above mentioned fair value hierarchy levels as of September 30:

	<u>Fair Value Measurements using</u>		
	<u>9/30/2021</u>	<u>Level 1</u>	<u>Level 2</u>
Investment by fair value level			
Equity securities:			
Common stocks	\$ 43,054,846	\$ 43,054,846	\$ -
REIT	142,170	142,170	-
Equity mutual funds	5,179,776	5,179,776	-
Total equity securities	<u>48,376,792</u>	<u>48,376,792</u>	<u>-</u>
Debt securities:			
U.S. treasury securities	3,251,001	1,410,646	1,840,355
U.S. agency securities	4,853,998	-	4,853,998
Corporate bonds	10,220,361	-	10,220,361
Total debt securities	<u>18,325,360</u>	<u>1,410,646</u>	<u>16,914,714</u>
Total investments by fair value level	<u>\$ 66,702,152</u>	<u>\$ 49,787,438</u>	<u>\$ 16,914,714</u>
Investments measured at the net asset value ("NAV")			
Commingled equity funds	28,115,667		
Real estate funds	13,587,661		
Farmland investment fund	2,472,410		
Total investments measured at the NAV	<u>44,175,738</u>		
Money market funds (exempt)	2,360,826		
Total investment	<u>\$ 113,238,716</u>		

Interest rate risk. As a mean of limiting its exposure to interest rate risk, the plan diversifies its investment with any one issuer with various durations of maturities.

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

Information about the sensitivity of the fair value of the Plan's investments to market interest rate fluctuations is provided by the following table that shows the distribution of the Plan's investment by maturity as of September 30, 2021.

<u>Investment type</u>	Amounts in Thousands				
	<u>Fair Value</u>	<u>Less than 1 Year</u>	<u>Investment Maturities (in Years)</u>		<u>More than 10 Years</u>
			<u>1-5 Years</u>	<u>6-10 Years</u>	
Corporate Bonds	\$ 10,220	\$ 559	\$ 2,547	\$ 4,018	\$ 3,095
U.S. agency securities	4,854	-	-	91	4,763
U.S. treasury notes	1,411	-	-	1,411	-
U.S. treasury bonds	1,840	-	-	-	1,840
Total	<u>\$ 18,325</u>	<u>\$ 559</u>	<u>\$ 2,547</u>	<u>\$ 5,520</u>	<u>\$ 9,698</u>

Credit risk. The plan's investment policy utilizes portfolio diversification in order to control this risk. This risk is generally measured by the assignment of a rating by a nationally recognized statistical rating organization.

The following table discloses credit ratings by investment type, at September 30, 2021 as applicable:

<u>Rating</u>	<u>Fair Value In (Thousands)</u>
AAA	\$ 1,420
AA	1,001
A	3,328
BBB	4,278
N/R U.S govt. securities	8,298
Total fixed income securities	<u>\$ 18,325</u>

*Obligation of the US government or obligations explicitly guaranteed by the US government are not considered to have credit risk and do not have purchase limitations.

Concentration of credit risk. The investment policy of the plan contains limitation on the amount that can be invested in any one issuer as well as maximum portfolio allocation percentages. There were no individual investments that represent 5% or more of combined plan net position at September 30, 2021.

Custodial credit risk. Consistent with the plan's investment policy, the investments are held by Plan's custodial bank and registered in the Plan's name.

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

Police Retirement System (PRS)

The Plan's investment policy is determined by the Board of Trustees. The investment policy provided for the following guidelines: (a) investment in all equity securities shall be limited to those listed on a major US stock exchange and limited to no more than 75% (at market) of the Plan's total portfolio. No more than 5% of the portfolio may be invested in the shares of a single corporate issuer at cost. Investment in foreign securities shall be limited to 25% (at market) of the Plan's total portfolio; (b) the corporate fixed income portfolio shall be comprised of securities rated not less than "BBB" by a major rating service. Those securities rated below "BBB" shall not exceed 15% of the entire fixed income portfolio. (c) investments in collateralized mortgage obligation should be limited to 15% of the market value of the investment managers' total fixed income portfolio.

The Plan reports its investments according to the Governmental Accounting Standards Board (GASB) Statement No. 72, "Fair Value Measurement and Application" by categorizing its investments according to the fair value hierarchy established by this Statement.

As of September 30, 2021, the Plan's investments were all categorized as follows:

Investment by Fair Value Level	<u>9/30/2021</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Weighted Average Maturity (Years)</u>
Debt Securities:				
Corporate Bond Fund	\$ 9,784,313	\$ -	\$ 9,784,313	8
Notes receivable	2,031,875	-	2,031,875	3
Total debt securities	<u>11,816,188</u>	<u>-</u>	<u>11,816,188</u>	
Equity Securities:				
Common and Preferred Stock	3,859,200	3,859,200	-	-
Equity Mutual Funds	63,421,923	-	63,421,923	-
Total equity securities	<u>67,281,123</u>	<u>3,859,200</u>	<u>63,421,923</u>	
Total investments by fair value level	<u>\$ 79,097,311</u>	<u>\$ 3,859,200</u>	<u>\$ 75,238,111</u>	-

Investments measured at the net asset value ("NAV")

Real Estate Funds	<u>13,223,665</u>
Total investments measured at the NAV	<u>13,223,665</u>
Total investments measured at fair value	92,320,976
Cash and cash equivalents	<u>1,049,209</u>
Total cash, cash equivalents and investments	<u>\$ 93,370,185</u>

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

Interest rate risk. Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates, As a means of limiting its exposure to interest rate risk, the Plan’ diversifies its investments by security type an institution, and limits holdings in any one type of investment with any one issuer with various durations of maturities.

Credit risk. The Plan’s investment policy utilizes diversification in order to control this risk. The following table discloses credit ratings by investment type at September 30, 2021 as applicable:

Investment Type	<u>Rating</u>	<u>Percentage of Fixed Income Investment</u>
PIMCO Income Fund	BAA+	30.24%
PIMCO Investment Grade Credit Bond Fund	A-	32.79%
Dodge & Cox Income Fund	A	36.97%

Concentration of credit risk. The investment policy of the plan contains limitations on the amount that can be invested in any one issuer as well as maximum portfolio allocation percentages. There were no individual investments that represent 5% or more of fiduciary net position at September 30, 2021.

Foreign Currency Risk. The Plan’s exposure to foreign currency risk derives mainly from its investments in international equity mutual funds. The Plan’s exposure to foreign currency risk related to foreign equity funds are \$13,338,898 as of September 30, 2021.

Custodial credit risk. Consistent with the Plan’s investment policy, the investment are held by Plan’s custodial bank and registered in the Plan’s name.

Confidential and Managerial Employee Retirement Plan

The Plan’s investment policy is determined by the Board of Trustees. The policy has been identified by the Board as preventing the purchasing power of the Plan’s assets by earning a positive real rate of return (after inflation) over the long-term while minimizing, to a reasonable extent, the short-term volatility of results.

The Plan has implemented the Governmental Accounting Standards Board (GASB) Statement No. 72, “Fair Value Measurement and Application” issued in February 2015 by categorizing its investments according to the fair value hierarchy established by this Statement.

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

As of September 30, 2021, the Plan's investments were all categorized as follows:

	9/30/2021	Level 1	Level 2	Level 3	(Years)
Investment by Fair Value Level					
Debt Securities:					
Fixed income funds	\$ 7,816,332	\$ -	\$ 7,816,332	\$ -	7.5
Notes receivable	400,000	-	-	400,000	4
Total debt securities	<u>8,216,332</u>	<u>-</u>	<u>7,816,332</u>	<u>400,000</u>	
Equity Securities:					
International Equity Funds	4,491,076	-	4,491,076	-	-
Equity Mutual Funds	28,171,355	-	28,171,355	-	-
Total equity securities	<u>32,662,431</u>	<u>-</u>	<u>32,662,431</u>	<u>-</u>	
Total investments by fair value level	<u>40,878,763</u>	<u>\$ -</u>	<u>\$ 40,478,763</u>	<u>\$ 400,000</u>	-
Investment Measured at the					
Net Asset Value (NAV)					
Real estate funds	<u>3,825,667</u>				
Total investment measured at the NAV	<u>3,825,667</u>				
Total investment measured at fair value	44,704,430				
Cash and cash equivalents	<u>602,191</u>				
Total cash, cash equivalents and investments	<u>\$ 45,306,621</u>				

Interest rate risk. Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates, As a means of limiting its exposure to interest rate risk, the Plan' diversifies its investments by security type an institution, and limits holdings in any one type of investment with any one issuer with various durations of maturities.

Foreign currency risk. The Plan's exposure to foreign currency risk derives mainly from its investments in international equity mutual funds. The Plan's exposure to foreign currency risk related to foreign equity funds are \$4,491,076 as of September 30, 2021.

Credit risk. This is the risk that a security or a portfolio will lose some or all of its value due to a real or perceived change in the ability of the issuer to repay its debt. This risk is generally measured by the assignment of a rating by a nationally recognized statistical rating organization. The Plan's investment policy utilizes portfolio diversification in order to control this risk. The following table discloses credit ratings by investment type, at September 30, 2021:

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

Investment Type		
PIMCO Income Fund	A-	23.32%
PIMCO Investment Grade Credit Bond Fund	A-	28.97%
PIMCO High Yield FD - Instl CL	BA+	22.88%
Dodge & Cox Income Fund	A	24.8%

Concentration of credit risk. The Plan’s investment policy stipulates various investment restrictions for equity and fixed income securities of any one issuing company or agency. As of September 30, 2021, the value of each position held by the Plan portfolio comprised less than 5% of the Plan assets.

Custodial credit risk. Deposits are exposed to custodial risk if they are uninsured and uncollateralized. Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the Plan and are held by either the counterparty or the counterparty’s trust department or agent but not in the Plan’s name. Consistent with the plan’s investment policy, the investment are held by Plan’s custodial bank and registered in the plan’s name.

NOTE 3 – RECEIVABLES AND PAYABLES

Receivables as of year-end for the City’s individual major funds and non-major funds, and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts are as follows:

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

	Accounts Receivable, net	Due from other Governments	Total
Governmental Activities			
General	\$ 10,471,851	\$ 1,875,136	\$ 12,346,987
Community Redevelopment Agency	-	666,667	666,667
Fire Protection	236,209	244,623	480,832
Natural Disaster	-	11,266,773	11,266,773
Other Non-Major Governmental	2,557	1,203,656	1,206,213
	<u>10,710,617</u>	<u>15,256,855</u>	<u>25,967,472</u>
Allowance for uncollectibles	(4,920,470)	-	(4,920,470)
Total	<u>5,790,147</u>	<u>15,256,855</u>	<u>21,047,002</u>
Business-type Activities			
Water and Sewer	7,932,395	-	7,932,395
Stormwater	33,689	-	33,689
Performing Arts	-	-	-
	<u>7,966,084</u>	<u>-</u>	<u>7,966,084</u>
Allowance for uncollectibles	(58,681)	-	(58,681)
Total	<u>7,907,403</u>	<u>-</u>	<u>7,907,403</u>
Pension trust funds	<u>1,531,799</u>	<u>-</u>	<u>1,531,799</u>
TOTAL	<u>\$ 15,229,349</u>	<u>\$ 15,256,855</u>	<u>\$ 30,486,204</u>

Governmental funds report unearned revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition on revenues received but not yet earned. On September 30, 2021, unearned revenue in the governmental funds and government-wide statements amounted to \$6,934,655.

Payables at September 30, 2021 were as follows:

Governmental Activities:	
General	\$ 974,258
Community Redevelopment Agency	42,014
Capital Projects	717,386
Fire Protection	183,758
	<u>1,917,416</u>
Business-type Activities:	
Water and sewer	932,464
Stormwater	238,485
	<u>1,170,949</u>
Fiduciary Funds:	
Pension trust funds	259,522
Total	<u>\$ 3,347,887</u>

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

NOTE 4 – CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2021 was as follows (in thousands):

	<u>Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 34,670	\$ -	\$ -	\$ 34,670
Construction in progress	<u>20,158</u>	<u>11,537</u>	<u>8,239</u>	<u>23,456</u>
Total capital assets not being depreciated	<u>54,828</u>	<u>11,537</u>	<u>8,239</u>	<u>58,126</u>
Capital assets being depreciated:				
Building	40,261	-	-	40,261
Improvements (other than building)	46,311	8,717	-	55,028
Machinery and equipment	26,075	1,725	-	27,800
Infrastructure	<u>13,452</u>	<u>-</u>	<u>-</u>	<u>13,452</u>
Total capital assets being depreciated	<u>126,099</u>	<u>10,442</u>	<u>-</u>	<u>136,541</u>
Less: accumulated depreciation for:				
Building	(12,472)	(640)	-	(13,112)
Improvements (other than building)	(23,343)	(2,217)	-	(25,560)
Machinery and equipment	(22,324)	(1,303)	-	(23,627)
Infrastructure	<u>(10,501)</u>	<u>(156)</u>	<u>-</u>	<u>(10,657)</u>
Total accumulated depreciation	<u>(68,640)</u>	<u>(4,316)</u>	<u>-</u>	<u>(72,956)</u>
Total capital assets, being depreciated, net	<u>57,459</u>	<u>6,126</u>	<u>-</u>	<u>63,585</u>
Governmental activities capital assets, net,	<u>\$ 112,287</u>	<u>\$ 17,663</u>	<u>\$ 8,239</u>	<u>\$ 121,711</u>

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 349	\$ -	\$ -	\$ 349
Construction in progress	626	1,617	-	2,243
Total capital assets not being depreciated	<u>975</u>	<u>1,617</u>	<u>-</u>	<u>2,592</u>
Capital assets being depreciated:				
Building	50,143	-	-	50,143
Improvements (other than building)	49,891	918	-	50,809
Machinery and equipment	7,559	325	-	7,884
Infrastructure	<u>25,700</u>	<u>-</u>	<u>-</u>	<u>25,700</u>
Total capital assets being depreciated	<u>133,293</u>	<u>1,243</u>	<u>-</u>	<u>134,536</u>
Less: accumulated depreciation for:				
Building	(20,786)	(1,103)	-	(21,889)
Improvements (other than building)	(20,659)	(2,443)	-	(23,102)
Machinery and equipment	(5,288)	(835)	-	(6,123)
Infrastructure	<u>(12,363)</u>	<u>(627)</u>	<u>-</u>	<u>(12,990)</u>
Total accumulated depreciation	<u>(59,096)</u>	<u>(5,008)</u>	<u>-</u>	<u>(64,104)</u>
Total capital assets, being depreciated, net	<u>74,197</u>	<u>(3,765)</u>	<u>-</u>	<u>70,432</u>
Business-type activities capital assets, net	<u>\$ 75,172</u>	<u>\$ (2,148)</u>	<u>\$ -</u>	<u>\$ 73,024</u>

Depreciation expense was charged to functions/programs of the government as follows:

Governmental activities

General government	\$ 390
Public safety	917
Physical environment	857
Transportation	459
Recreation and social services	1,693
Total depreciation expense - governmental activities	<u>\$ 4,316</u>

Business-type activities

Water and sewer	\$ 2,944
Stormwater	1,593
Performing arts	471
Total depreciation expense - business-type activities	<u>\$ 5,008</u>

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

Construction commitments

The City of Lauderdale has active construction projects as of September 30, 2021 (in thousands):

<u>Project Title</u>	<u>Cost-to-Date</u>	<u>Commitment</u>
GO bonds capital projects	\$ 23,456	\$ 22,097
Enterprise Fund projects	2,243	2,346
Total	<u>\$ 25,699</u>	<u>\$ 24,443</u>

The commitment for governmental capital projects are being financed by General Obligation Bonds.

NOTE 5 – INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund Receivables and Payables

The composition of inter-fund balances as of September 30, 2021, is as follows:

Due to / from other funds

<u>Receivable Fund</u>	<u>Amount</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	\$ 6,804,249	Fire Protection Fund	\$ 9,784,781
Water & Sewer Fund	8,000,000	Natural Disaster	4,792,928
Stormwater Fund	2,500,000	Nonmajor Governmental Funds	1,074,782
		Community Redevelopment Agency Fund	1,651,759
Total	<u>\$ 17,304,249</u>	Total	<u>\$ 17,304,249</u>

The outstanding balances between Governmental Funds mainly resulted from time lag between the dates that (a) inter-fund goods and services are provided or reimbursable expenditures occur, (b) transactions are recorded in the accounting system, and (c) payments between funds are made. Interfund receivables for the General Fund and Stormwater Fund are to provide interim resources to Debt Service Fund, Fire Protection Fund, Safe Neighborhood Fund and NSP Fund to pay expenses related to reimbursable funds and grants.

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

Inter-fund transfers

<u>Fund</u>	<u>Transfer in</u>	<u>Transfer out</u>
General Fund	\$ -	\$ 10,767,477
Fire Protection Fund	-	175,838
Community Redevelopment Agency	3,516,192	233,956
Capital Projects Fund	475,762	4,890,694
Debt Service Fund	11,449,304	-
Nonmajor Governmental Funds	-	46,693
Performing Arts Fund	673,400	-
	<u>\$ 16,114,658</u>	<u>\$ 16,114,658</u>

Transfers were used to move revenues from the fund with collection authorization, to the debt service fund, as debt service principal and interest payment became due and to cover contractual expenses in other funds.

A transfer of \$673,400 from the General Fund to Performing Arts Fund was to finance the Performing Arts Center projects.

NOTE 6 – LEASES

In 2007, the Lauderdale Finance Corporation "a not for profit" was created under the provisions of Chapter 617 of the Florida State Statutes with The Mayor and City Commissioners as members of the board of trustees and are responsible for overseeing the Corporation. The City does not administer any functions or oversight nor receive benefit from the Corporation.

Operating Leases

On September 2007, the City of Lauderdale entered into an Operating Lease agreement with the Lauderdale Finance Corporation, "a not for profit", whereby the City leases the City of Lauderdale Municipal Building at 5581 W. Oakland Park Blvd, Florida, 33313 from the Corporation, which was completed on October 1, 2010. The lease renewal term is annually and the agreement is cancelable. Minimum future payment on the lease as of September 30, 2021 follows:

Fiscal Year Ending in:	<u>Building Lease</u>
2022	\$ 1,105,500
2023	1,107,375
2024	1,107,000
2025	1,104,375
2026	1,104,375
Later Years	1,101,875
	<u>\$ 6,630,500</u>

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

On September 2007, the City entered into a Ground Lease Agreement with Lauderdale Finance Corporation, “a non for profit”, whereby the Corporation leases land from the City. The lease is for 20 years at \$1.00 payment per year with an automatic ten years renewal period upon mutual consent.

Capital Leases

The City entered into lease purchase agreements with City National Bank of Florida and Leasing 2 Inc as lessees for financing the acquisition of equipment in the amount of \$2,936,567. The agreements were initiated 2018, 2021 and expire in 2023 and 2027 respectively. The equipment has a five-year estimated useful life. This year, \$751,436 was included in the depreciation expense. The lease agreements qualify as capital leases for accounting purposes and therefore have been recorded at the present value of future lease payments as of the inception date. The leases carry interest rates of 1.942%, 2.61% with annual payments of \$867,256 and \$201,096 respectively.

The future (minimum) lease obligations and the net present value of capital lease payments as of September 30, 2021 are as follows:

2022	\$ 1,068,352
2023	1,068,352
2024	201,096
2025	201,096
2026	201,096
Later years	<u>402,192</u>
Total Lease Payment	3,142,184
Less: Amount of Interest	<u>(205,617)</u>
Present Value of Lease Payment	<u>\$ 2,936,567</u>

NOTE 7 – COMMITMENTS AND CONTINGENT LIABILITIES

The City has outstanding encumbrances in the Capital Projects funds. The following is a summary of these commitments at September 30, 2021:

<u>Governmental Funds</u>	
Capital Projects	\$ 8,390,948
	<u>\$ 8,390,948</u>

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

NOTE 8 – LONG-TERM DEBT

A. Revenue Bonds

The City issues bonds where it pledges income derived from the acquired or constructed assets to pay debt service. Revenue bonds have been issued for both the governmental and business-type activities. The original amount of revenue bonds issued in prior years was \$23,895,000 and in 2019, the City issued 2019 A & 2019 B Half-Cent Sales Tax Revenue Bonds and a 2018 Water and Sewer Revenue Bonds in the amounts of \$10,405,000, \$6,000,000 and \$5,000,000, respectively with interest rates between 2.52 % and 3.0%.

Revenue bonds outstanding as at September 30, 2021 were as follows:

	<u>Interest Rates</u>	<u>Maturity</u>	<u>Amounts in Thousands</u>		
			<u>Average Semi-annual Payment</u>	<u>Original Amount</u>	<u>Outstanding Balance</u>
Governmental activities:					
2019 Half-cent sales tax	2.52-3%	2050	860	16,405	16,405
2013-Electric utility revenue bonds	2.00%-4.00%	2038	449	11,225	<u>8,655</u>
					<u>25,060</u>
Business-type activities:					
Water and Sewer					
2016-A Water and Sewer - refunding	2.00%-4.00%	2031	354	8,195	6,875
2016-B Water and Sewer - refunding	1.15% - 2.2%	2022	337	4,475	890
2018 Water and Sewer	3.00%	2043	312	5,000	<u>4,715</u>
					<u>12,480</u>
Total Revenue Bonds					<u>\$37,540</u>

B. General obligation

In 2005, the City issued \$35 million general obligation bond to provide funds for the acquisition and construction of major capital projects within a five-year period. General obligation bonds are direct obligations and pledge of full faith and credit of the government. On July 2, 2015, the City refunded General obligation bonds in the amount of \$23.35 million to take advantage of lower interest rate. In 2017, the City issued \$35 million general obligation bond. In 2018, the City issued \$8.9 million general obligation bond. Funding from the 2017 and 2018 General Obligation Bond will be utilized to finance various capital projects throughout the City. General obligation bonds outstanding at year-end are as follows.

	<u>In Thousands</u>			
	<u>Interest Rates</u>	<u>Maturity</u>	<u>Payment</u>	<u>Balance</u>
2005 General Obligation-refunding	2% - 5%	2030	\$1,085	\$15,875
2017 General Obligation bonds	2% - 5%	2042	2,215	31,960
2018 General Obligation bonds	2% - 5%	2043	557	8,400

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

C. State revolving fund loan

The City entered into State Revolving Loan Funding Agreement with the Florida Department of Environmental Protection (DEP) to finance various projects for stormwater and water and sewer improvements. The loans were made available on a reimbursement basis at below market interest rates. The total funding from these agreements aggregated to \$11,198,148 and approximately \$2,346,000 is outstanding in the Stormwater and Water and Sewer Funds as of September 30, 2021. These loans require annual payment of approximately \$492,378 and interest rate ranging from 2.71% to 3.52%.

D. Notes Payable

The City has established bank promissory notes. These funds were used to purchase and improve capital projects throughout the City. As of September 30, 2021 the direct borrowing balance is \$30,645,000 and is reflected in the Governmental and Business-type Activities.

	<u>Interest Rate</u>	<u>Maturity</u>	<u>In Thousands</u>	
			Average	
			Semi-annual	
			<u>Payments</u>	<u>Balance</u>
2011 Communication BOA	3.52%	2026	\$ 446	\$ 2,830
2011 Communication Chase	2.68%	2031	273	3,150
2011 Electric Franchise BOA	2.64%-3.88%	2026	686	4,310
2010 Half-cent Sales Tax Chase	2.86%	2024	433	3,795
2010 Water Utility Tax Suntrust	3.23%	2025	333	3,875
2011 B Sales Tax BB&T	2.71%	2023	308	1,240
2014 Electric Utility Revenue Suntrust	3.57%	2029	83	1,275
2015 Sales Tax - Refunding BB&T	2.20%	2025	173	1,865
2012 Water and Sewer BB&T	2.85%	2027	207	2,595
2014 Stormwater Suntrust	3.61%	2029	84	1,360
2015 A Stormwater - Refunding BB&T	2.42%	2028	160	2,745
2015 B Stormwater – Refunding BB&T	2.24%	2024	229	1,605
			<u>\$</u>	<u>30,645</u>

E. Notes Payable (pension plans)

The City acquired the Lauderdale Housing Authority pension plans notes in the amount of \$4,345 in fiscal year 2020. LHA shall make quarterly payment of \$42.5 to satisfy the pension obligation payments made by the City, commencing on January 1, 2021. The notes payables outstanding at year-end are as follows:

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

	<u>Interest Rates</u>	<u>Maturity</u>	<u>Payments</u>	<u>Balance</u>
			<u>Average</u>	
			<u>Semi-annual</u>	
Fire Pension Plan	4%	2026	83	\$ 1,031
Police Pension Plan	4%	2024	274	2,032
Confidential and Managerial Pension Plan	3.5%	2025	42	400
General Employee Pension Plan	7%	2027	51	850
				\$ 4,313

F. Debt service requirements

Debt service requirements (in thousands) for these revenue and general obligations and state revolving fund loan are listed below:

Year Ending	<u>Governmental Activities</u>							
	<u>Revenue</u>		<u>General Obligation</u>		<u>Notes from Direct Borrowings</u>		<u>Total</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
<u>30-Sep</u>								
2022	\$ 370	\$ 828	\$ 2,675	\$ 2,208	\$ 3,755	\$ 664	\$ 6,800	\$ 3,700
2023	385	815	2,805	2,085	3,874	540	7,064	3,440
2024	395	802	2,935	1,950	3,995	413	7,325	3,165
2025	409	790	3,070	1,804	4,169	280	7,648	2,874
2026	600	771	3,215	1,665	2,897	168	6,712	2,604
2027-2031	5,430	3,373	16,080	6,159	3,325	228	24,835	9,760
2032-2036	6,266	2,340	10,145	3,761	325	5	16,736	6,106
2037-2041	4,420	1,311	12,065	1,795	-	-	16,485	3,106
2042-2046	3,550	758	3,245	84	-	-	6,795	842
2047-2051	3,235	198	-	-	-	-	3,235	198
	\$ 25,060	\$ 11,986	\$ 56,235	\$ 21,511	\$ 22,340	\$ 2,298	\$ 103,635	\$ 35,795

Year Ending	<u>Business-Type Activities</u>							
	<u>Water & Sewer</u>		<u>Stormwater</u>		<u>Notes from Direct Borrowings</u>		<u>Total</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
<u>30-Sep</u>								
2022	\$ 962	\$ 456	\$ 515	\$ 49	\$ 1,170	\$ 231	\$ 2,647	\$ 736
2023	983	430	461	35	1,275	196	2,719	661
2024	538	411	353	23	1,455	160	2,346	594
2025	554	391	225	15	880	121	1,659	527
2026	575	369	147	11	905	93	1,627	473
2027-2031	4,836	1,379	457	16	2,620	119	7,913	1,514
2032-2036	2,100	544	-	-	-	-	2,100	544
2037-2041	1,250	303	-	-	-	-	1,250	303
2042-2046	870	53	-	-	-	-	870	53
	\$ 12,668	\$ 4,336	\$ 2,158	\$ 149	\$ 8,305	\$ 920	\$ 23,131	\$ 5,405

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

G. Changes in long-term liabilities

Long-term liability activity for the year ended September 30, 2021 is listed below (in thousands):

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
Bonds payable					
Revenue bonds	\$ 25,415	\$ -	\$ 355	25,060	\$ 370
General obligation bonds	58,805	-	2,570	56,235	2,675
Premium	2,640	-	185	2,455	-
Total bonds payable	<u>86,860</u>	<u>-</u>	<u>3,110</u>	<u>83,750</u>	<u>3,045</u>
Notes from direct borrowings	25,982	-	3,642	22,340	3,755
Notes payable (pension plans)	4,345	-	32	4,313	-
Capital leases	2,504	1,251	818	2,937	982
Insurance claims payable	4	11	4	11	11
OPEB obligations	19,694	1,550	-	21,244	-
Compensated absences	3,780	708	-	4,488	1,391
Governmental activity Long-term liabilities	<u>\$ 143,169</u>	<u>\$ 2,269</u>	<u>\$ 7,574</u>	<u>\$ 139,083</u>	<u>\$ 9,184</u>
Business-type activities					
Bonds payable					
Revenue bonds	\$ 13,875	\$ -	\$ 1,395	\$ 12,480	\$ 945
Notes from direct borrowings	9,370	-	1,065	8,305	1,170
State revolving fund loan	3,008	-	662	2,346	532
OPEB obligations	2,297	121	-	2,418	-
Business-type activity Long-term liabilities	<u>\$ 28,550</u>	<u>\$ 121</u>	<u>\$ 3,122</u>	<u>\$ 25,549</u>	<u>\$ 2,647</u>

The City total outstanding debt of \$134,027 comprises of \$37,540 revenue bonds, \$56,235 general obligation bonds, \$4,313 pension plan notes payable and direct borrowings in the amount of \$30,645 at the end of the fiscal year. The City pledged future communication tax, sales tax, utility tax and electric franchise revenues to repay direct borrowings. The outstanding notes from direct borrowings related to the governmental activities include provision that in the event of default the obligations of the City become immediately due and payable. In addition, there are subjective acceleration clause within the note agreements that allows the lenders to accelerate payments of the entire principal amounts to become immediately due if the lenders determine that material adverse change occurs. The City has no unused line of credit at the end of the fiscal year.

For the governmental and business-type activities, compensated absences, pension liabilities and OPEB obligations are liquidated by the general and enterprise funds.

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

NOTE 9 – OTHER INFORMATION

A. Risk Management

The City is exposed to various risks of loss related to tort, theft, and destruction of assets, error and omission, injury to employees, and disasters. The Self-Insurance Program is accounted for in the General Fund. Under this Program, individual claims up to \$75,000 are paid. Commercial insurance has been purchased for individual claims in excess of \$75,000, and for total claims that exceed \$1,000,000 in a single year. Specialized insurance is purchased for boiler and machinery, sports accident, and fidelity bonds. Claims did not exceed the excess coverage of \$1,500,000 per claim for property and liability, or \$1,000,000 per claim for workers compensation in any of the past three years.

The City reviews and submits all claims to a claims administration firm. The firm reviews the claims and investigates as needed. A recommendation is then made for the City to pay the claim or to negotiate or litigate. The General and Proprietary Funds participate in the Program and pay their fair share based on submitted claims.

The estimated claims payable as of September 30, 2021 amounted to \$2,000,119 of which \$11,462 is currently due and payable. A liability for claims should be reported if information prior to the issuance of the financial statements indicates probability that a liability that was incurred at the date of the financial statements can be reasonably estimated. Current year claims are based on estimates from a third party administrator. Changes to claims liability balances during the past two years are:

	Year Ended	
	09/30/2021	09/30/2020
Unpaid claims, beginning	\$3,059,993	\$2,291,470
New claims	643,351	1,814,474
Claim payments	(1,703,225)	(1,045,951)
Unpaid claims, ending	\$2,000,119	\$3,059,993

B. Contingent liabilities

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

The City is a defendant in various lawsuits. The outcome of these lawsuits cannot presently be determined. In the opinion of the City Attorney, the resolution of these

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

matters will not have a material adverse impact to the financial position or results of operation of the City.

C. On behalf payment of fringe benefits and salaries

In 2021, the City's financial statements include revenue and expenditures from contributions received from State Department of Revenue and Division of Retirement on behalf of its Firefighter and Police Officers Retirement Systems amounting to \$456,497 and \$504,438 respectively. The monies were deposited within five days from their receipt in accordance with the provisions of the law.

D. Restricted assets

The balance of the restricted asset accounts in enterprise funds are as follows:

Water & Sewer revenue bond reserve	\$1,701,755
Stormwater revenue bond reserve	113,126

These assets are restricted for the purpose of bond compliance requirements.

NOTE 10 – EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS

The City maintains four separate single-employer, defined benefit pension plans – The General Employee Retirement System, The Firefighter Retirement System, The Police Retirement System, and the Confidential and Managerial Retirement System. All employees are eligible to make voluntary contributions to a 457 defined benefit plan (457 plan). Some managerial employees participate in a previously available 401-(A) money purchase plan. With the exception of the City Manager and Department Directors, all other full-time employees hired after September 30, 2002 are required to participate in one of the defined benefit pension plans based on their job classification.

Summary of significant accounting policies

Basis of accounting

All four defined benefit plans present their financial statements using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due, and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

City of Lauderhill, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

Valuation of investments

All plan investments are reported at fair value. Securities traded on a national exchange are valued at the last reported sales price on the balance sheet date. Securities without an established market are reported at estimated fair value. The Plan has implemented the Governmental Accounting Standards Board (GASB) Statement No. 72, "Fair Value Measurement and Application" issued in February 2015 by categorizing its investments according to the fair value hierarchy established by this Statement. The hierarchy is based on the valuation input used to measure the fair value of the asset with Level 1 assets being those where quoted prices in an active market for identical assets can be readily obtained, Level 2 assets valued using a matrix pricing technique of quoted prices for similar assets or liabilities in active markets, and Level 3 assets valued using unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities.

Plan descriptions

A separate five-member board of trustees administers each plan. All full-time employees are covered by one of the aforementioned plans. The plans provide retirement, disability, and death benefits to plan members and their beneficiaries. Plan provisions are amended through the collective bargaining process and must be approved by the City of Lauderhill's City Commission. A separately issued financial report that includes the applicable financial statements and required supplementary information for each plan, may be obtained from the Plan Administrators.

Plans' Membership Information

At October 1, 2020, the date of the latest actuarial valuation, the Plans' membership consisted of:

	General Employees Retirement System	Firefighter Retirement System	Police Retirement System	Confidential and Managerial Retirement System
Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits, but not yet receiving them	111	91	77	75
Current employees:				
Fully-Vested	53	8	52	31
Non-Vested	52	77	51	90
	<u>216</u>	<u>176</u>	<u>180</u>	<u>196</u>

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

A. General Employees Retirement System (GERS)

Annual Pension Cost. For 2021, the City's annual pension cost of \$768,080 equaled its required and actual contribution. The required contribution was determined by the October 1, 2020 actuarial valuation using the entry age normal actuarial cost method. Actuarial assumptions are 7.0% investment return, 2.0% inflation and 5% projected salary increases. Chapter 112, Part VII, Florida Statutes requires amortization for unfunded liabilities being amortized over 20 years. A one-time 3% cost of living increase was granted to current retirees as of November 25, 2002. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a four-year period. GERS unfunded actuarial accrued liability is being amortized on an open level dollar basis. Twenty years remained in the amortization period at September 30, 2021.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At September 30, 2021, the City reported a liability of \$ 2,438,831 for its proportionate share of the Pension Plan's net pension liability. The net pension liability was measured as of September 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of October 1, 2020. At September 30, 2021, the City's proportionate share was 7.48 percent, which was a decrease of 1.68 percent from its proportionate share measured as of September 30, 2020.

The components of the net pension liability of the City at September 30, 2021 were as follows:

	2021
Total pension liability	\$ 32,614,308
Plan fiduciary net position	(30,175,477)
City net pension liability	\$ 2,438,831
Plan fiduciary net position as a percentage of total pension liability	92.52%

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

Changes in the net pension liability:

	<u>Increase (Decrease)</u>		
	<u>Total Pension Liability (a)</u>	<u>Plan Fiduciary Net Position (b)</u>	<u>Net Pension Liability (a-b)</u>
Balance at 09/30/2020	\$30,563,226	\$27,764,756	\$2,798,470
Changes for the Year			
Service Cost	687,845	-	687,845
Interest	2,125,238	-	2,125,238
Changes in benefit terms	26,467	-	26,467
Difference between expected and actual experience	992,576	-	992,576
Changes of assumptions			-
Contributions-employer	-	1,246,450	(1,246,450)
Contributions-employee	-	403,101	(403,101)
Net investment income	-	2,642,100	(2,642,100)
Benefit Payments, including refunds of employee contributions	(1,636,374)	(1,636,374)	-
Administrative expenses	-	(99,886)	99,886
Refunds	(144,670)	(144,670)	-
Net Changes	<u>2,051,082</u>	<u>2,410,721</u>	<u>(359,639)</u>
Balance at 09/30/2021	<u>\$32,614,308</u>	<u>\$30,175,477</u>	<u>\$2,438,831</u>

Sensitivity of the net pension liability to changes in the discount rate follows.

	<u>1% Decrease 6.00%</u>	<u>Current Discount Rate 7.00%</u>	<u>1% Increase 8.00%</u>
City's proportionate share of the net pension liability	\$ 5,941,611	\$ 2,438,831	\$ (472,988)

For the fiscal year ended September 30, 2021, the City recognized pension expense of \$(177,436). In addition the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 650,308	\$ 137,471
Change of assumptions	-	-
Net difference between projected and actual earnings on Pension Plan investments	-	771,209
Total	<u>\$ 650,308</u>	<u>\$ 908,680</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the Pension Plan will be recognized in pension expense as follows:

September 30:	Amount
2022	\$ (288,180)
2023	\$ 164,035
2024	7,106
2025	(141,333)
Total	<u>\$ (258,372)</u>

B. Firefighter Retirement System (FRS)

Annual Pension Cost. For 2021, the City's annual pension cost of \$3,040,018 equaled its required and actual contribution. The required contribution was determined by the October 1, 2020 actuarial valuation using the entry age normal actuarial cost method. Actuarial assumptions are 7.30% investment return, 3% inflation and 7% projected salary increases. Cost-of-Living adjustment is 1.5% after three years in retirement. In addition, contributions in the amount of \$456,497 were receivable from the State of Florida from fire and casualty insurance premium taxes. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a four-year period. FRS unfunded actuarial accrued liability is being amortized on a closed level dollar basis. Twenty five years remained in the amortization period at September 30, 2021.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At September 30, 2021, the City reported a liability of \$ (151,799) for its proportionate share of the Pension Plan's net pension liability. The net pension liability was measured as of September 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of October 1, 2020. At September 30, 2021 the City's proportionate share was (0.13) percent, which was a decrease of 10.26 percent from its proportionate share measured as of September 30, 2020.

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

The components of the net pension liability of the City at September 30 were as follows:

	2021
Total pension liability	\$ 114,886,732
Plan fiduciary net position	(115,038,531)
City net pension liability	<u>\$ (151,799)</u>

Plan fiduciary net position as a percentage of total pension liability 100.13%

Changes in the net pension liability:

	<u>Increase (Decrease)</u>		
	<u>Total Pension Liability (a)</u>	<u>Plan Fiduciary Net Position (b)</u>	<u>Net Pension Liability (a-b)</u>
Balance at 09/30/2020	\$107,362,801	\$96,487,703	\$10,875,098
Changes for the Year			
Service Cost	2,349,588	-	2,349,588
Interest	7,678,778	-	7,678,778
Changes in benefit terms	1,833,450	-	1,833,450
Difference between expected and actual experience	978,239	-	978,239
Changes of assumptions	-	-	-
Contributions-employer	-	3,018,920	(3,018,920)
Contributions-State of Florida	-	456,497	(456,497)
Contributions-employee	-	977,337	(977,337)
Net investment income	-	19,567,980	(19,567,980)
Benefit Payments, including refunds of employee contributions	(5,308,968)	(5,308,968)	-
Administrative expenses	-	(160,938)	160,938
Other changes	(7,156)	-	(7,156)
Net Changes	<u>7,523,931</u>	<u>18,550,828</u>	<u>(11,026,897)</u>
Balance at 09/30/2021	<u>\$114,886,732</u>	<u>\$115,038,531</u>	<u>(\$151,799)</u>

Sensitivity of the net pension liability to changes in the discount rate follows.

	1% Decrease <u>(6.20%)</u>	Current Discount Rate <u>(7.20%)</u>	1% Increase <u>(8.20%)</u>
City's proportionate share of the net pension liability	\$ 13,676,936	\$ (151,799)	\$ (11,552,752)

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

For the fiscal year ended September 30, 2021, the City recognized pension expense of \$1,648,223. In addition, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,243,890	\$ 158,797
Change of assumptions	330,202	912,365
Net difference between projected and actual earnings on Pension Plan investments	-	10,185,033
Total	<u>\$ 1,574,092</u>	<u>\$ 11,256,195</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the Pension Plan will be recognized in pension expense as follows:

Fiscal Year Ending September 30:	<u>Amount</u>
2022	(\$2,256,654)
2023	(2,207,358)
2024	(2,772,237)
2025	(2,445,854)
Total	<u>(\$9,682,103)</u>

C. Police Retirement System (PRS)

Annual Pension Cost. For 2021, the City's annual pension cost of \$2,733,350 equaled its required and actual contribution. The required contribution was determined by the October 1, 2020 actuarial valuation, using the entry age normal actuarial cost method. Actuarial assumptions are 7.00% investment return, 3% inflation and 6.00% projected salary increases. The post retirement benefit is \$10 per month per year of credited service for all members employed by the City on or after April 25, 2011, provided that such members have at least 20 years of Credited Service with the City or provided such members left the City at age 55 or older with more than five years of Credit Service with the City. In addition, a contribution in the amount of \$504,438 was received from the State of Florida from fire and casualty insurance premium taxes. The actuarial value of assets was determined using the market value of investments. PRS unfunded actuarial accrued liability is being amortized on a closed level dollar basis. Thirty years remained in the amortization period at September 30, 2021.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At September 30, 2021, the City reported a liability of \$ 5,540,908 for its proportionate share of the Pension Plan's net pension liability. The net pension liability was measured as of September 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of October 1, 2020. At September 30, 2021, the City's proportionate share

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

was 5.61 percent, which was a decrease of 12.46 percent from its proportionate share measured as of September 30, 2020.

The components of the net pension liability of the City at September 30, 2021 were as follows:

	2021
Total pension liability	\$ 98,803,776
Plan fiduciary net position	(93,262,868)
City net pension liability	\$ 5,540,908
 Plan fiduciary net position as a percentage of total pension liability	94.39%

Changes in the net pension liability:

	Increase(Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a-b)
Balance at 09/30/2020	\$93,343,381	\$76,472,231	\$16,871,150
Changes for the Year			
Service Cost	2,556,832	-	2,556,832
Interest	6,618,154	-	6,618,154
Changes in benefit terms	-	-	-
Difference between expected and actual experience	1,004,290	-	1,004,290
Changes of assumptions	-	-	-
Contributions-employer	-	2,717,571	(2,717,571)
Contributions-State of Florida	-	504,438	(504,438)
Contributions-employee	-	1,255,519	(1,255,519)
Net investment income	-	17,183,345	(17,183,345)
Benefit Payments, including refunds of employee contributions	(4,718,881)	(4,718,881)	-
Administrative expenses	-	(151,355)	151,355
Net Changes	5,460,395	16,790,637	(11,330,242)
Balance at 09/30/2021	\$98,803,776	\$93,262,868	\$5,540,908

Sensitivity of the net pension liability to changes in the discount rate follows.

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
City's proportionate share of the net pension liability	\$ 17,825,360	\$ 5,540,908	\$ (4,543,737)

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

For the fiscal year ended September 30, 2021, the City recognized pension expense of \$1,162,734. In addition, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Beginning balance as of September 30, 2020	\$ 7,736,507	\$ 2,940,235
Amortization payments	(1,954,153)	(3,522,930)
Investment gain/loss	-	11,844,034
Demographic gain/loss	1,004,290	-
Balance as of September 30, 2021	<u>\$ 6,786,644</u>	<u>\$ 11,261,339</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the Pension Plan will be recognized in pension expense as follows:

September 30:	Amount
2022	(\$902,141)
2023	(927,023)
2024	(1,686,634)
2025	(1,895,148)
2026	460,386
Thereafter	475,865
TOTAL	<u>(\$4,474,695)</u>

D. Confidential and Managerial Retirement System (CMRS)

Annual Pension Cost. For 2021, the City's annual pension cost of \$3,591,463 equaled its required and actual contribution. The required contribution 8% for employees was determined by the October 1, 2020 actuarial valuation, using the entry age normal actuarial cost method. Actuarial assumptions are 7.20% investment return, 3.0% inflation and 7.00% projected salary increases. The Board of Trustees may authorize a non-recurring cost of living adjustment benefit increase for retired members commencing in the third year after retirement, if the plan has a positive actuarial experience for the prior fiscal year. The actuarial value of assets was determined using the market value of investments. CMRS unfunded actuarial accrued liability is being amortized on a layered amortization. Eight years remained in the amortization period as of September 30, 2021.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At September 30, 2021, the City reported a liability of \$ 9,999,205 for its proportionate share of the Pension Plan's net pension liability. The net pension liability was measured as of September 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of October 1, 2020. At September 30, 2021, the City's proportionate share

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

was 17.95 percent, which was a decrease of 9.92 percent from its proportionate share measured as of September 30, 2020.

The components of the net pension liability of the City at September 30, 2021 were as follows:

	2021
Total pension liability	\$ 55,716,482
Plan fiduciary net position	(45,717,277)
City net pension liability	\$ 9,999,205

Plan fiduciary net position as a percentage of total pension liability 82.05%

Changes in the net pension liability:

	Total Pension Liability (a)	Increase(Decrease) Plan Fiduciary Net Position (b)	Net Pension Liability (a-b)
Balance at 09/30/2020	\$50,243,261	\$36,239,532	\$14,003,729
Changes for the Year			
Service Cost	1,396,299	-	1,396,299
Interest	3,820,001	-	3,820,001
Changes in benefit terms	-	-	-
Difference between expected and actual experience	2,139,979	-	2,139,979
Changes of assumptions	435,129	-	435,129
Contributions-employer	-	3,591,463	(3,591,463)
Contributions-State of Florida	-	-	-
Contributions-employee	-	722,325	(722,325)
Net investment income	-	7,626,630	(7,626,630)
Benefit Payments, including refunds of employee contributions	(2,318,187)	(2,318,187)	-
Administrative expenses	-	(144,486)	144,486
Net Changes	5,473,221	9,477,745	(4,004,524)
Balance at 09/30/2021	\$55,716,482	\$45,717,277	\$9,999,205

Sensitivity of the net pension liability to changes in the discount rate follows.

	1% Decrease (6.20%)	Current Discount Rate (7.20%)	1% Increase (8.20%)
City's proportionate share of the net pension liability	\$ 15,999,263	\$ 9,999,205	\$ 4,962,698

For the fiscal year ended September 30, 2021, the City recognized pension expense of \$2,821,809. In addition the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

Description	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Balance as of September 30, 2020	\$ 5,532,929	\$ 1,076,175
Amortization payments	(2,275,686)	(1,416,452)
Investment gain/loss	-	4,950,744
Demographic gain/loss	2,139,979	-
Assumption changes	435,129	-
Balance as of September 30, 2021	\$ <u>5,832,351</u>	\$ <u>4,610,467</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the Pension Plan will be recognized in pension expense as follows:

Fiscal Year Ending September 30:	<u>Amount</u>
2021	\$942,926
2022	719,098
2023	34,988
2024	(475,128)
TOTAL	<u>\$1,221,884</u>

For the fiscal year ended September 30, 2021, the City recognized pension expense of \$5,455,330 for all pension plans.

NOTE 11 – OTHER POST EMPLOYMENT BENEFITS

Plan description

The City of Lauderdale Other Postemployment Benefits (OPEB) is presented in accordance with GASB Statement 75, “Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions”. GASB 75 requires governments to account for other post-employment benefits (OPEB) on an accrual basis, rather than on a pay-as-you-go basis. The effect is the recognition of an actuarially determined expense on the Statement of Activities when a future retiree earns their post-employment benefits, rather than when they use their post-employment benefit. The post-employment benefit liability is recognized on the Statement of Net Position over time.

Benefits provided

The City provides a single employer optional post-employment healthcare insurance coverage to eligible individuals, as well as dental and vision insurance coverage.

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

Employees covered by benefit terms

As of October 1, 2019, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	34
Inactive employees entitled to but not yet receiving benefit payments	-
Active Employees	<u>447</u>
Total Participants covered by OPEB Plan	<u>481</u>

Total OPEB Liability

The City's total OPEB liability of \$23,661,973 was measured as of September 30, 2021, and was determined by an actuarial valuation as of October 1, 2019.

Actuarial assumptions and other inputs.

The total OPEB liability in the October 1, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Discount Rate	2.21%
Healthcare Cost Trend Rates:	
Current Year Trend	5.00%
Second Year Trend	9.50%
Decrement	0.50%
Ultimate Trend	5.00%
Year Ultimate Trend is Reached	2030
Salary Increases	2.00%

The discount rate was based on the index provided by Bond Buyer 20-Bond General Obligation Index based on the 20 year AA municipal bond rate as of September 30, 2020. Mortality rates: SOA RP-2014 Total Dataset Mortality with Scale MP-2019 (Base year 2006).

Changes in the Total OPEB Liability

	<u>Fiscal Year Ending</u> <u>September 30, 2021</u>
OPEB Liability Beginning of Year	\$ 21,991,368
Changes for the Year:	
Service Cost	1,704,015
Interest	480,332
Benefit Payments	<u>(513,742)</u>
OPEB Liability End of Year	<u>\$ 23,661,973</u>

Sensitivity of the total OPEB liability to changes in the discount rate.

The following presents the total OPEB liability, calculated using the discount rate of 2.21%, as well as what the total OPEB Liability would be if it were calculated using a

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

discount rate that is one percentage point lower or one percentage point higher than the current rate:

	Discount Rate		
	1% Decrease	Baseline	1% Increase
Total OPEB Liability	\$ 27,035,492	\$ 23,661,973	\$ 20,762,442

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates.

The following presents the total OPEB liability, calculated using the trend rate of 5.00%, as well as what the total OPEB Liability would be if it were calculated using a trend rate that is one percentage point lower or one percentage point higher than the current rate:

	Healthcare Cost Trend Rates		
	1% Decrease	Baseline	1% Increase
Total OPEB Liability	\$ 20,185,014	\$ 23,661,973	\$ 27,816,491

OPEB Expense

For the year ended September 30, 2021, the City recognized an OPEB expense as follows:

	<u>September 30, 2021</u>
Service Cost	\$ 1,704,015
Interest	480,332
Amortization of Deferred Charges:	
Difference between Expected and Actual Experience	170,181
Changes of Assumptions or Other Inputs	2,317,783
Net OPEB Expense	\$ 4,672,311

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

At September 30, 2021, the City reported deferred outflows / (inflows) of resources related to OPEB from the following sources:

	Deferred outflows of resources	Deferred inflows of resources
Actual vs. Expected Experience	\$ 1,260,396	\$ (556,372)
Assumption Changes	12,056,202	(164,633)
	\$ 13,316,598	\$ (721,005)

Amounts reported as deferred outflows of resources and deferred (inflows) of resources related to OPEB will be recognized in OPEB expense as follows:

City of Lauderdale, Florida
Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2021

Fiscal year ending Sep 30	Deferred outflows (inflows) of resources
2022	\$ 2,487,964
2023	2,487,964
2024	2,487,964
2025	2,487,964
2026	2,371,602
Thereafter	272,135
Total	\$ 12,595,593

Significant Changes Related to OPEB Liabilities

- Discount rate was decreased from 4.18% to 2.21%
- Trend rates were advanced to reflect actual experience
- Mortality assumption was changed
- Morbidity factors were adjusted to reflect expected underlying costs
- The assumed election rate at retirement was increased from 10% to 55%

NOTE 12 – COVID-19 PANDEMIC

The impact of the present global crisis triggered by COVID-19 pandemic is still a concern to public health and the economy. Like other municipalities, the City is in the recovery phase of the pandemic and is implementing policies to combat the effect of COVID-19 as more information and resources are available. Our elected officials and staff are closely monitoring the pandemic and are exploring opportunities that will make services more accessible to residents and businesses and encouraging social distancing, mask wearing, COVID testing and COVID vaccination for residents, non-residents and staff. The City was granted \$18,132,223 from the American Rescue Plan Act 2021 to rebuild the City's economy, stimulate growth and assist with the needs of the residents and businesses.

NOTE 13 – SUBSEQUENT EVENTS

In preparing the accompanying financial statements, the City has evaluated events and transactions for potential recognition or disclosure through March 28, 2022, the date the financial statements were available to be issued. The City does not have any significant events to disclose at this time.

CITY OF LAUDERHILL, FLORIDA

Required Supplementary Information
General Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2021

	<u>Budgeted Amounts</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>Original</u>	<u>Final</u>		<u>Positive (Negative)</u>
REVENUES				
Taxes:				
Property taxes	\$ 24,822,081	\$ 24,969,261	\$ 24,761,750	\$ (207,511)
Franchise taxes	4,507,368	5,013,373	5,418,495	405,122
Public service taxes	9,266,895	9,567,978	9,362,644	(205,334)
Charges for services	3,756,008	2,479,911	1,423,429	(1,056,482)
Administrative charges	9,165,537	9,213,182	8,795,644	(417,538)
Intergovernmental	9,313,464	14,249,569	13,114,596	(1,134,973)
Licenses and permits	4,799,620	5,276,095	4,484,095	(792,000)
Fines and forfeitures	745,000	746,442	655,561	(90,881)
Investment income	120,000	45,000	22,666	(22,334)
Rental income	339,150	397,286	348,247	(49,039)
Miscellaneous	2,952,129	535,885	375,178	(160,707)
Total revenues	<u>69,787,252</u>	<u>72,493,982</u>	<u>68,762,305</u>	<u>(3,731,677)</u>
EXPENDITURES				
Current:				
General government:				
City clerk	816,011	955,204	878,638	76,566
City commission	699,150	880,675	765,945	114,730
Administration	5,154,518	5,833,295	5,118,957	714,338
Finance	4,011,501	4,351,807	3,551,616	800,191
Legal	1,250,000	1,560,642	1,545,711	14,931
Human resources	4,067,770	3,390,059	2,393,594	996,465
Total general government	<u>15,998,950</u>	<u>16,971,682</u>	<u>14,254,461</u>	<u>2,717,221</u>
Public safety:				
City rangers	708,089	743,059	656,787	86,272
Code enforcement	2,071,982	2,139,556	1,747,793	391,763
Police	24,099,211	26,071,561	23,969,931	2,101,630
Fire and rescue	5,191,785	5,553,568	5,259,519	294,049
Total public safety	<u>32,071,067</u>	<u>34,507,744</u>	<u>31,634,030</u>	<u>2,873,714</u>
Physical environment:				
Building maintenance	1,954,694	2,050,372	1,956,710	93,662
Grounds maintenance	727,000	745,997	633,994	112,003
Total Physical environment	<u>2,681,694</u>	<u>2,796,369</u>	<u>2,590,704</u>	<u>205,665</u>
Transportation:				
Street maintenance	2,744,822	3,116,207	2,907,554	208,653
Total transportation	<u>2,744,822</u>	<u>3,116,207</u>	<u>2,907,554</u>	<u>208,653</u>
Recreation and social services:				
Recreation and social services	7,770,204	8,857,529	7,505,754	1,351,775
Total recreation and social services	<u>7,770,204</u>	<u>8,857,529</u>	<u>7,505,754</u>	<u>1,351,775</u>
Total Expenditures	<u>61,266,737</u>	<u>66,249,531</u>	<u>58,892,503</u>	<u>7,357,028</u>
Excess of Revenue over Expenditures	8,520,515	6,244,451	9,869,802	3,625,351
OTHER FINANCING SOURCES (USES)				
Transfers out	(8,520,515)	(8,772,860)	(10,767,477)	(1,994,617)
Total other financing sources (uses)	<u>(8,520,515)</u>	<u>(8,772,860)</u>	<u>(10,767,477)</u>	<u>(1,994,617)</u>
Net change in fund balances*	\$ -	\$ (2,528,409)	(897,675)	\$ 1,630,734
Fund balances - beginning			17,948,025	
Fund balances - ending			<u>\$ 17,050,350</u>	

* The net change in fund balances was included in the budget as an appropriation of fund balance.

The notes to the budgetary comparison schedules are an integral part of this schedule.

CITY OF LAUDERHILL, FLORIDA
 Required Supplementary Information
 Community Redevelopment Agency
 Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
 For the Year Ended September 30, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNT</u>	<u>VARIANCE WITH FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>Positive (Negative)</u>
REVENUES				
Intergovernmental	\$ 500,000	\$ 1,028,387	\$ 1,028,054	(333)
Investment income	1,451	1,451	1,742	291
Rental income	75,000	75,000	79,138	4,138
Miscellaneous	<u>2,500</u>	<u>2,500</u>	<u>933,587</u>	<u>931,087</u>
Total revenues	<u>578,951</u>	<u>1,107,338</u>	<u>2,042,521</u>	<u>935,183</u>
EXPENDITURES				
General government:				
Administrative expense	<u>716,078</u>	<u>548,354</u>	<u>313,506</u>	<u>234,848</u>
Debt service:				
Bond issuance costs	30,000	30,025	-	30,025
Capital Outlay:				
Improvements	510,000	988,579	930,061	58,518
Machinery & equipment	<u>37,200</u>	<u>36,800</u>	<u>51,863</u>	<u>(15,063)</u>
Total expenditures	<u>1,293,278</u>	<u>1,603,758</u>	<u>1,295,430</u>	<u>308,328</u>
Excess (Deficiency) of Revenue over Expenditures	(714,327)	(496,420)	747,091	1,243,511
Other Financing Sources (Uses)				
Transfers in	714,327	730,376	3,516,192	2,785,816
Transfers out	<u>-</u>	<u>(233,956)</u>	<u>(233,956)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>714,327</u>	<u>496,420</u>	<u>3,282,236</u>	<u>2,785,816</u>
Net change in fund balances*	<u>\$ -</u>	<u>\$ -</u>	4,029,327	<u>\$ 4,029,327</u>
Fund balances - beginning			<u>(1,221,190)</u>	
Fund balances - ending			<u>\$ 2,808,137</u>	

* The net change in fund balances was included in the budget as an appropriation of fund balance.

The notes to the budgetary comparison schedules are an integral part of this schedule.

CITY OF LAUDERHILL, FLORIDA
 Required Supplementary Information
 Fire Protection Fund
 Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
 For the Year Ended September 30, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNT</u>	<u>VARIANCE WITH FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>Positive (Negative)</u>
REVENUES				
Property tax	\$ 25,000.00	39,112	\$ 40,992	\$ 1,880
Intergovernmental	446,494	778,999	332,505	(446,494)
Charge for service	18,402,846	18,337,350	17,753,699	(583,651)
Licenses and permits	10,000	30,817	30,817	-
Investment income	-	420	420	-
Total revenues	<u>18,884,340</u>	<u>19,186,698</u>	<u>18,158,433</u>	<u>(1,028,265)</u>
EXPENDITURES				
Public safety	18,690,694	19,429,861	17,841,730	1,588,131
Improvement	2,535,129	3,010,618	2,365,300	645,318
Machinery & equipment	<u>82,678</u>	<u>214,491</u>	<u>1,374,226</u>	<u>(1,159,735)</u>
Total expenditures	<u>21,308,501</u>	<u>22,654,970</u>	<u>21,581,256</u>	<u>1,073,714</u>
Excess (Deficiency) of Revenue over				
Expenditures	(2,424,161)	(3,468,272)	(3,422,823)	45,449
OTHER FINANCING SOURCES (USES)				
Transfer out	(175,839)	(175,839)	(175,838)	1
Capital leases	-	-	1,251,304	1,251,304
Total other financing sources (uses)	<u>(175,839)</u>	<u>(175,839)</u>	<u>1,075,466</u>	<u>1,251,305</u>
Net change in fund balance	<u>\$ (2,600,000)</u>	<u>\$ (3,644,111)</u>	<u>(2,347,357)</u>	<u>\$ 1,296,754</u>
Fund balances (deficits) - beginning			<u>(7,664,233)</u>	
Fund balances (deficits) - ending			<u>\$ (10,011,590)</u>	

* The net change in fund balances was included in the budget as an appropriation of fund balance.

The notes to the bugetary comparison schedules are an integral part of this schedule.

CITY OF LAUDERHILL, FLORIDA
Required Supplementary Information
Notes to the Budgetary Comparison Schedules
For the Year Ended September 30, 2021

Budgetary information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. Annual appropriations lapse at fiscal year end. The City follows Chapter 80-274 of the state of Florida Statutes and its charter in establishing the budgetary data reflected in the financial statements. The budget process is as follows:

1. Prior to August 1, the City Manager submits to the City Commission a proposed operating budget for the fiscal year commencing the following October 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments.
3. Prior to October 1, the budget is legally enacted through passage of an appropriation ordinance.
4. The appropriated budget is prepared and adopted by fund, function, and department. Budgets are monitored within each department at the account level by the respective department head and the Finance Director. The City's department heads may make transfers of appropriations within a department with approval of the City Manager and Finance Director. Transfers of appropriations between departments require the additional approval of the City Commission. The legal level of budgetary control (i.e. the level at which expenditures may not exceed appropriations) is the department level. The City Commission made several supplemental budgetary appropriations throughout the year.

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g. purchase orders, contracts) outstanding at year-end are reported as assigned fund balances and do not constitute expenditures or liabilities because the commitments will be re-appropriated and honored during the subsequent year.

Excess of expenditures over appropriations

For the year ended September 30, 2021, there is no department's expenditures that exceeded appropriations.

Required Supplementary Information
Lauderhill Retirement Systems
Schedule of Net Pension Liability (unaudited)
General Employees' Retirement System

	2021	2020	2019	2018	2017	2016	2015	2014
Total pension liability								
Service cost	\$ 673,832	\$ 687,845	\$ 586,729	\$ 630,029	\$ 677,372	\$ 652,913	\$ 673,960	\$ 682,926
Interest	2,268,665	2,125,238	2,112,997	2,100,602	2,107,824	2,036,952	1,936,129	1,923,089
Changes of benefit terms	4,730	26,467	(504,827)	-	-	-	(11,874)	-
Differences between expected and actual experience	331,350	992,576	(481,149)	(978,033)	(1,073,581)	(73,178)	(646,450)	(4,059)
Changes of assumptions	(625,995)	-	-	-	936,429	420,080	674,994	-
Benefit payments, including refunds of member contributions	(1,735,849)	(1,636,374)	(1,419,476)	(1,459,982)	(1,672,465)	(1,633,810)	(1,382,619)	(1,708,640)
Contribution refunds	(21,433)	(144,670)	(79,464)	(105,515)	(93,124)	(74,140)	-	-
Net change in total pension liability	895,300	2,051,082	214,810	187,101	882,455	1,328,817	1,244,140	893,316
Total pension liability - beginning	32,614,308	30,563,226	30,348,416	30,161,315	29,278,860	27,950,043	26,705,903	25,812,587
Total pension liability - ending	33,509,608	32,614,308	30,563,226	30,348,416	30,161,315	29,278,860	27,950,043	26,705,903
Plan fiduciary net position								
Contributions - employer	514,680	1,246,450	1,088,520	(966,275)	(1,095,544)	(1,162,968)	(1,212,601)	(1,224,361)
Contributions - member	400,527	403,101	412,712	(333,757)	(349,378)	(358,574)	(356,306)	(358,549)
Net investment income	7,174,392	2,642,100	1,126,339	(2,467,119)	(3,254,358)	(2,169,338)	512,452	(1,786,880)
Benefit payments, including refunds of member contributions	(1,735,849)	(1,636,374)	(1,419,476)	1,459,982	1,672,465	1,633,810	1,382,619	1,708,640
Contribution refunds	(21,433)	(144,670)	(79,464)	105,515	93,124	74,140	-	-
Administrative expenses	(97,199)	(99,886)	(111,913)	74,703	74,633	81,069	67,020	58,696
Other: Adjustment to beginning of year	-	-	-	-	-	(118)	-	-
Net change in plan fiduciary net position	6,235,118	2,410,721	1,016,718	(2,126,951)	(2,859,058)	(1,901,979)	393,184	(1,602,454)
Plan fiduciary net position - beginning	30,175,477	27,764,756	26,748,038	(24,621,087)	(21,762,029)	(19,860,050)	(20,253,234)	(18,650,780)
Plan fiduciary net position - ending	36,410,595	30,175,477	27,764,756	(26,748,038)	(24,621,087)	(21,762,029)	(19,860,050)	(20,253,234)
City's Net Pension Liability	\$ (2,900,987)	\$ 2,438,831	\$ 2,798,470	\$ 3,600,378	\$ 5,540,228	\$ 7,516,831	\$ 8,089,993	\$ 6,452,669
Total pension liability	\$33,509,608	\$ 32,614,308	\$ 30,563,226	\$ 30,348,416	\$ 30,161,315	\$ 29,278,860	\$ 27,950,043	\$ 26,705,903
Plan fiduciary net position	(36,410,595)	(30,175,477)	(27,764,756)	(26,748,038)	(24,621,087)	(21,762,029)	(19,860,050)	(20,253,234)
City's net pension liability	\$ (2,900,987)	\$ 2,438,831	\$ 2,798,470	\$ 3,600,378	\$ 5,540,228	\$ 7,516,831	\$ 8,089,993	\$ 6,452,669
Plan fiduciary net position as a percentage of the total pension liability	108.66%	92.52%	90.84%	88.14%	81.63%	74.33%	71.06%	75.84%
Covered payroll	\$ 4,005,270	\$ 4,031,010	\$ 4,127,120	\$ 3,337,570	\$ 3,493,780	\$ 3,585,740	\$ 3,563,060	\$ 3,585,490
City's net pension liability as a percentage of covered - payroll	-72.43%	60.50%	67.81%	107.87%	158.57%	209.63%	227.05%	179.97%

*Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Required Supplementary Information
Lauderhill Retirement Systems
Schedule of Net Pension Liability (unaudited)
Firefighters' Retirement System

	2021	2020	2019	2018	2017	2016	2015	2014
Total pension liability								
Service cost	\$ 2,349,588	\$ 2,490,774	\$ 2,694,312	\$ 2,756,657	\$ 2,619,073	\$ 2,527,101	\$ 2,558,195	\$ 2,440,094
Interest	7,678,778	7,504,557	7,308,376	7,212,219	6,818,819	6,519,385	6,289,742	5,928,052
Changes of benefit terms	1,833,450	207,840	(2,411,361)	324,964	268,422	338,414	357,454	345,399
Differences between expected and actual experience	978,239	863,344	(115,374)	(1,803,585)	(326,449)	(749,900)	(1,715,691)	(551,848)
Changes of assumptions	-	(1,614,183)	-	4,732,870	224,755	1,946,542	101,056	96,389
Benefit payments, including refunds of member contributions	(5,229,226)	(5,507,220)	(4,668,908)	(4,794,601)	(4,512,657)	(5,500,238)	(3,730,013)	(3,982,063)
Contribution refunds	(79,742)	(5,600)	(84,793)	(107,919)	(35,787)	(114,118)	(69,592)	(4,028)
Other	(7,156)	(34,142)	(63,736)	(47,435)	(71,203)	598,906	-	-
Net change in total pension liability	7,523,931	3,905,370	2,658,516	8,273,170	4,984,973	4,914,393	3,791,151	4,271,995
Total pension liability - beginning	107,362,801	103,457,431	100,978,915	92,525,745	87,540,772	81,913,355	78,122,204	73,850,209
Total pension liability - ending	114,886,732	107,362,801	103,457,431	100,798,915	92,525,745	86,827,748	81,913,355	78,122,204
Plan fiduciary net position								
Contributions - employer	3,018,920	3,210,740	3,695,375	3,586,180	3,521,811	3,822,621	4,064,434	4,164,581
Contributions - State of Florida	456,497	414,303	396,652	372,790	394,437	391,657	485,663	492,840
Contributions - member	977,337	978,989	1,044,815	1,072,585	1,065,791	986,417	972,711	970,011
Net investment income	19,567,980	8,274,160	3,094,554	7,325,447	8,980,612	6,286,349	(507,362)	5,036,474
Benefit payments, including refunds of member contributions	(5,229,226)	(5,507,220)	(4,668,908)	(4,794,601)	(4,512,657)	(5,500,238)	(3,730,013)	(3,982,063)
Contribution refunds	(79,742)	(5,600)	(84,793)	(107,919)	(35,787)	(52,793)	(69,592)	(4,028)
Administrative expenses	(160,938)	(199,702)	(184,320)	(216,523)	(220,226)	(219,180)	(176,928)	(169,317)
Net change in plan fiduciary net position	18,550,828	7,165,670	3,293,375	7,237,959	9,193,981	5,714,833	1,038,913	6,508,498
Plan fiduciary net position - beginning	96,487,703	89,322,033	86,028,658	78,790,699	69,596,718	63,881,885	62,842,972	56,334,474
Plan fiduciary net position - ending	115,038,531	96,487,703	89,322,033	86,028,658	78,790,699	69,596,718	63,881,885	62,842,972
City's Net Pension Liability	\$ (151,799)	\$ 10,875,098	\$ 14,135,398	\$ 14,770,257	\$ 13,735,046	\$ 17,944,054	\$ 18,031,470	\$ 15,279,232
Total pension liability	\$ 114,886,732	\$ 107,362,801	\$ 103,457,431	\$ 100,798,915	\$ 92,525,745	\$ 87,540,772	\$ 81,913,355	\$ 78,122,204
Plan fiduciary net position	(115,038,531)	(96,487,703)	(89,322,033)	(86,028,658)	(78,790,699)	(69,596,718)	(63,881,885)	(62,842,972)
City's net pension liability	\$ (151,799)	\$ 10,875,098	\$ 14,135,398	\$ 14,770,257	\$ 13,735,046	\$ 17,944,054	\$ 18,031,470	\$ 15,279,232
Plan fiduciary net position as a percentage of the total pension liability	100.13%	89.87%	86.34%	85.35%	85.16%	79.50%	77.99%	80.44%
Covered payroll	\$ 8,580,684	\$ 8,056,817	\$ 7,990,310	\$ 7,634,463	\$ 7,651,439	\$ 7,136,191	\$ 6,884,383	\$ 6,945,645
City's net pension liability as a percentage of covered - payroll	-1.77%	134.98%	176.91%	193.47%	179.51%	251.45%	272.28%	219.98%

*Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Required Supplementary Information
Lauderhill Retirement Systems
Schedule of Net Pension Liability (unaudited)
Police Officers' Retirement Plan

	2021	2020	2019	2018	2017	2016	2015	2014
Total pension liability								
Service cost	\$ 2,556,832	\$ 2,544,333	\$ 2,268,458	\$ 2,115,373	\$ 1,968,523	\$ 2,026,701	\$ 2,263,617	\$ 2,410,501
Interest	6,618,154	6,256,606	6,128,008	5,948,033	5,533,621	5,166,947	4,759,669	4,396,768
Differences between expected and actual experience	1,004,290	1,413,248	(1,414,643)	1,103,892	(414,452)	541,452	(357,156)	-
Changes of assumptions	-	(800,649)	1,459,437	1,377,890	781,572	230,889	783,793	-
Benefit payments, including refunds of member contributions	(4,718,881)	(4,586,631)	(4,271,556)	(3,960,165)	(3,106,966)	(2,120,243)	(1,630,757)	(1,223,106)
Net change in total pension liability	5,460,395	4,826,907	4,169,704	6,585,023	4,762,298	5,845,746	5,819,166	5,584,163
Total pension liability - beginning	93,343,381	88,516,474	84,346,770	77,761,747	72,999,449	67,153,703	61,334,537	55,750,374
Total pension liability - ending	98,803,776	93,343,381	88,516,474	84,346,770	77,761,747	72,999,449	67,153,703	61,334,537
Plan fiduciary net position								
Contributions - employer	3,222,009	3,123,011	2,990,419	2,938,028	2,720,815	2,724,191	2,831,755	2,872,191
Contributions - member	1,255,519	1,128,506	1,091,077	954,885	911,939	922,206	1,014,541	1,071,357
Net investment income	17,183,345	4,233,791	1,786,676	5,006,434	8,315,095	5,185,725	366,152	3,886,946
Benefit payments, including refunds of member contributions	(4,718,881)	(4,586,631)	(4,271,556)	(3,960,165)	(3,106,966)	(2,120,243)	(1,630,757)	(1,223,106)
Administrative expenses	(151,355)	(156,635)	(147,624)	(141,321)	(141,295)	(156,372)	(154,489)	(127,535)
Net change in plan fiduciary net position	16,790,637	3,742,042	1,448,992	4,797,861	8,699,588	6,555,507	2,427,202	6,479,853
Plan fiduciary net position - beginning	76,472,231	72,730,189	71,281,197	66,483,336	57,783,748	51,228,241	48,801,039	42,321,186
Plan fiduciary net position - ending	93,262,868	76,472,231	72,730,189	71,281,197	66,483,336	57,783,748	51,228,241	48,801,039
City's Net Pension Liability	\$ 5,540,908	\$ 16,871,150	\$ 15,786,285	\$ 13,065,573	\$ 11,278,411	\$ 15,215,701	\$ 15,925,462	\$ 12,533,498
Total pension liability	\$ 98,803,776	\$ 93,343,381	\$ 88,516,474	\$ 84,346,770	\$ 77,761,747	\$ 72,999,449	\$ 67,153,703	\$ 61,334,537
Plan fiduciary net position	(93,262,868)	(76,472,231)	(72,730,189)	(71,281,197)	(66,483,336)	(57,783,748)	(51,228,241)	(48,801,039)
City's net pension liability	\$ 5,540,908	\$ 16,871,150	\$ 15,786,285	\$ 13,065,573	\$ 11,278,411	\$ 15,215,701	\$ 15,925,462	\$ 12,533,498
Plan fiduciary net position as a percentage of the total pension liability	94.39%	81.93%	82.17%	84.51%	85.50%	79.16%	76.29%	79.57%
Covered payroll	\$ 10,233,255	\$ 10,306,308	\$ 9,421,667	\$ 8,751,336	\$ 8,091,698	\$ 8,479,879	\$ 9,712,011	\$ 9,671,315
City's net pension liability as a percentage of Covered - payroll	54.15%	163.70%	167.55%	149.30%	139.38%	179.43%	163.98%	129.59%

*Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Required Supplementary Information
Lauderhill Retirement Systems
Schedule of Net Pension Liability (unaudited)
Confidential and Managerial Employee
Defined Benefit Retirement Plan

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total pension liability								
Service cost	\$ 1,396,299	\$ 929,164	\$ 963,558	\$ 961,659	\$ 1,388,267	\$ 800,492	\$ 923,381	\$ 909,893
Interest	3,820,001	3,458,559	3,126,383	2,883,554	2,694,687	2,229,762	2,031,023	1,986,883
Changes of benefit terms	-	(309,193)	-	(239,847)	3,118,028	-	-	-
Differences between expected and actual experience	2,139,979	3,633,699	1,410,211	714,669	(24,073)	1,029,320	(729,411)	-
Changes of assumptions	435,129	(933,387)	1,080,549	342,355	1,133,869	(1,244,174)	200,920	-
Benefit payments, including refunds of member contributions	(2,318,187)	(1,839,121)	(1,890,748)	(1,434,715)	(1,530,370)	(1,542,953)	(1,501,544)	(1,517,087)
Net change in total pension liability	5,473,221	4,939,721	4,689,953	3,227,675	6,780,408	1,272,447	924,369	1,379,689
Total pension liability - beginning	50,243,261	45,303,540	40,613,587	37,385,912	30,605,504	29,333,057	28,408,688	27,028,999
Total pension liability - ending	55,716,482	50,243,261	45,303,540	40,613,587	37,385,912	30,605,504	29,333,057	28,408,688
Plan fiduciary net position								
Contributions - employer	3,591,463	2,934,032	2,743,221	2,564,476	2,959,421	1,822,643	1,614,792	1,733,274
Contributions - member	722,325	759,833	760,666	656,622	1,175,518	512,410	419,320	404,147
Net investment income	7,626,630	2,531,130	1,245,514	1,926,024	2,697,940	1,842,073	(501,421)	1,382,606
Benefit payments, including refunds of member contributions	(2,318,187)	(1,839,121)	(1,890,748)	(1,434,715)	(1,530,370)	(1,542,953)	(1,501,544)	(1,517,087)
Administrative expenses	(144,486)	(131,655)	(141,912)	(118,430)	(125,920)	(146,820)	(134,898)	(84,843)
Net change in plan fiduciary net position	9,477,745	4,254,219	2,716,741	3,593,977	5,176,589	2,487,353	(103,751)	1,918,097
Plan fiduciary net position - beginning	36,239,532	31,985,313	29,268,572	25,674,595	20,498,006	18,010,653	18,114,404	16,196,307
Plan fiduciary net position - ending	45,717,277	36,239,532	31,985,313	29,268,572	25,674,595	20,498,006	18,010,653	18,114,404
City's Net Pension Liability	<u>\$ 9,999,205</u>	<u>\$ 14,003,729</u>	<u>\$ 13,318,227</u>	<u>\$ 11,345,015</u>	<u>\$ 11,711,317</u>	<u>\$ 10,107,498</u>	<u>\$ 11,322,404</u>	<u>\$ 10,294,284</u>
Total pension liability	\$ 55,716,482	\$ 50,243,261	\$ 45,303,540	\$ 40,613,587	\$ 37,385,912	\$ 30,605,504	\$ 29,333,057	\$ 28,408,688
Plan fiduciary net position	45,717,277	36,239,532	(31,985,313)	(29,268,572)	(25,674,595)	(20,498,006)	(18,010,653)	(18,114,404)
City's net pension liability	<u>\$ 9,999,205</u>	<u>\$ 14,003,729</u>	<u>\$ 13,318,227</u>	<u>\$ 11,345,015</u>	<u>\$ 11,711,317</u>	<u>\$ 10,107,498</u>	<u>\$ 11,322,404</u>	<u>\$ 10,294,284</u>
Plan fiduciary net position as a percentage of the total pension liability	82.05%	72.13%	70.60%	72.07%	68.67%	66.97%	61.40%	63.76%
Covered payroll	\$ 8,603,002	\$ 8,038,840	\$ 7,557,489	\$ 6,670,802	\$ 6,458,558	\$ 4,231,786	\$ 4,337,897	\$ 3,967,314
City's net pension liability as a percentage of covered payroll	116.23%	174.20%	176.23%	170.07%	181.33%	238.85%	261.01%	259.48%

*Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Required Supplementary Information
Lauderhill Retirement Systems
Schedule of Contributions by Employer (Unaudited)
Last 10 Fiscal years

GERS

FY Ending September 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contribution as a percentage of covered payroll
2012	\$ 1,056,516	\$ 1,056,516	\$ -	\$ 3,495,200	30.23%
2013	1,103,955	1,103,955	-	3,798,110	29.07%
2014	1,224,361	1,224,361	-	3,585,490	34.15%
2015	1,200,656	1,212,601	(11,945)	3,563,060	34.03%
2016	1,174,771	1,162,968	11,803	3,585,740	32.43%
2017	1,095,544	1,095,544	-	3,493,780	31.36%
2018	966,275	966,275	-	3,337,570	28.95%
2019	876,396	1,088,520	(212,124)	4,127,120	26.37%
2020	850,741	1,246,450	(395,709)	4,031,010	30.92%
2021	768,080	514,680	(253,400)	4,031,010	12.77%

FRS

FY Ending September 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contribution as a percentage of covered payroll
2012	\$ 3,691,300	\$ 3,691,300	\$ -	\$ 6,445,935	57.27%
2013	4,369,844	4,369,844	-	6,716,257	65.06%
2014	4,331,942	4,331,942	-	6,945,643	62.37%
2015	4,231,795	4,231,795	-	6,884,383	61.47%
2016	3,985,678	3,989,982	4,304	7,136,191	55.91%
2017	3,716,888	3,719,029	2,141	7,651,439	48.61%
2018	3,772,575	3,772,575	-	7,634,463	49.42%
2019	3,887,214	3,893,701	6,487	7,990,310	48.73%
2020	3,409,066	3,417,891	8,825	8,056,817	42.42%
2021	3,247,169	3,247,169	-	8,580,684	37.84%

PRS

FY Ending September 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contribution as a percentage of covered payroll
2012	\$ 2,629,422	\$ 2,629,422	\$ -	\$ 8,818,777	29.82%
2013	2,769,493	2,769,493	-	8,844,361	31.31%
2014	2,872,191	2,872,191	-	9,671,315	29.70%
2015	2,831,595	2,831,595	-	9,712,011	29.16%
2016	2,723,906	2,723,906	-	8,479,879	32.12%
2017	2,720,045	2,720,045	-	8,091,698	33.62%
2018	2,938,028	2,938,028	-	8,751,336	33.57%
2019	2,990,419	2,990,419	-	9,421,667	31.74%
2020	3,123,011	3,123,011	-	10,306,308	30.30%
2021	3,222,009	3,222,009	-	10,233,255	31.49%

CMRS

FY Ending September 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contribution as a percentage of covered payroll
2012	\$ 1,442,701	\$ 1,442,701	\$ -	\$ 3,995,271	36.11%
2013	1,643,680	1,643,680	-	3,565,534	46.10%
2014	1,732,035	1,732,035	-	3,967,314	43.66%
2015	1,614,792	1,614,792	-	4,337,897	37.23%
2016	1,822,643	1,822,643	-	4,231,763	43.07%
2017	2,959,421	2,959,421	-	6,458,558	45.82%
2018	2,564,476	2,564,476	-	6,670,802	38.44%
2019	2,743,221	2,743,221	-	7,557,489	36.30%
2020	2,934,032	2,934,032	-	8,038,840	36.50%
2021	3,591,463	3,591,463	-	8,603,002	41.75%

**Required Supplementary Information
Lauderhill Retirement Systems
Schedule of Investment Returns (Unaudited)
Last 10 Fiscal years**

Annual money-weighted rate of return, net of investment expense:

	GERS	FRS	PRS	CMRS
2012	17.70%	20.21%	17.4%	16.00%
2013	15.00%	15.70%	16.1%	10.60%
2014	9.50%	8.83%	9.2%	7.50%
2015	(2.5%)	(.66%)	1.2%	(2.4%)
2016	10.90%	10.02%	10.2%	10.30%
2017	15.00%	12.89%	14.4%	12.30%
2018	10.20%	9.31%	7.90%	7.30%
2019	4.40%	3.65%	2.60%	4.10%
2020	9.80%	9.26%	6.00%	7.70%
2021	24.80%	20.54%	22.70%	20.80%

Required Supplementary Information
Lauderhill Other Postemployment Benefits(OPEB)
Schedule of Changes in the City's Total OPEB Liability (unaudited)

	September 30 2021	September 30 2020	September 30 2019	September 30 2018
OPEB Liability Beginning of Year	\$ 21,991,368	\$ 4,543,939	\$ 4,453,229	\$ 4,597,791
Changes for the year				
Service cost	1,704,015	1,667,171	146,671	157,335
Interest	480,332	444,887	181,189	163,217
Assumptions Changes	-	16,611,711	-	(237,479)
Differences Between Actual and Expected Experience	-	(773,706)	-	-
Changes in Actuarial Cost Method	-	-	-	-
Benefit payments	(513,742)	(502,634)	(237,150)	(227,635)
OPEB Liability End of Year	<u>23,661,973</u>	<u>21,991,368</u>	<u>4,543,939</u>	<u>4,453,229</u>
Covered payroll	\$ 33,116,067	\$ 32,466,732	\$ 27,625,967	\$ 27,084,281
Total OPEB liability as a percentage of covered payroll	71.45%	67.74%	16.45%	16.44%

*Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

CITY OF LAUDERHILL, FLORIDA

Combining Balance Sheet

Nonmajor Governmental Funds

September 30, 2021

	Special Revenue							Total	
	SHIP	Law Enforcement	Federal Forfeiture	Grant Fund	Safe Neighborhood	N.S.P Fund	CDBG		Home Grant
ASSETS									
Equity in pooled cash and investments	\$ 189,331	\$ 114,775	\$ 211,602	\$ 4,162	\$ 838,480	\$ 14,217	\$ 325,254	\$ 4,574	\$ 1,702,395
Accounts receivable - net	-	-	-	2,557	-	-	-	-	2,557
Notes receivable	-	-	-	-	-	-	657,232	-	657,232
Due from other governments	-	-	-	425,637	-	50,000	359,450	368,569	1,203,656
Total assets	\$ 189,331	\$ 114,775	\$ 211,602	\$432,356	\$ 838,480	\$ 64,217	\$ 1,341,936	\$ 373,143	\$ 3,565,840
LIABILITIES									
Due to other funds	\$ -	\$ -	\$ -	\$400,472	\$ -	\$ 52,840	\$ -	\$ 621,470	\$ 1,074,782
Total liabilities	-	-	-	400,472	-	52,840	-	621,470	1,074,782
FUND BALANCES									
Assigned:									
Social services:									
Safe neighborhood	-	-	-	-	838,480	-	-	-	838,480
Housing	189,331	-	-	-	-	11,377	1,341,936	-	1,542,644
Public safety-law enforcement	-	114,775	211,602	31,884	-	-	-	-	358,261
Unassigned:									
Social services-housing	-	-	-	-	-	-	-	(248,327)	(248,327)
Total fund balances (deficits)	189,331	114,775	211,602	31,884	838,480	11,377	1,341,936	(248,327)	2,491,058
Total liabilities and fund balances	\$ 189,331	\$ 114,775	\$ 211,602	\$432,356	\$ 838,480	\$ 64,217	\$ 1,341,936	\$ 373,143	\$ 3,565,840

CITY OF LAUDERHILL, FLORIDA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended September 30, 2021

	Special Revenue							Total	
	SHIP	Law Enforcement	Federal Forfeitures	Grant Fund	Safe Neighborhoods	N.S.P Fund	CDBG		Home Grant
REVENUES									
Intergovernmental	\$ 124,976	\$ -	\$ -	\$ 505,294	\$ -	\$ -	\$ 603,089	\$ 167,891	\$ 1,401,250
Property taxes	-	-	-	-	434,226	-	-	-	434,226
Fines and forfeitures	-	7,666	113,015	-	-	-	-	-	120,681
Investment income	246	159	191	76	1,048	-	9,766	-	11,486
Total revenues	<u>125,222</u>	<u>7,825</u>	<u>113,206</u>	<u>505,370</u>	<u>435,274</u>	<u>-</u>	<u>612,855</u>	<u>167,891</u>	<u>1,967,643</u>
EXPENDITURES									
Current:									
Public safety	-	678	-	505,294	-	-	-	-	505,972
Recreation and social services	167,548	-	-	-	477,057	-	130,828	409,564	1,184,997
Capital Outlay:									
Machinery & equipment	-	20,358	66,223	-	-	-	-	-	86,581
Improvements	-	-	-	-	-	-	390,950	-	390,950
Total Expenditures	<u>167,548</u>	<u>21,036</u>	<u>66,223</u>	<u>505,294</u>	<u>477,057</u>	<u>-</u>	<u>521,778</u>	<u>409,564</u>	<u>2,168,500</u>
Excess (deficiency) of revenue over (under) expenditures	<u>(42,326)</u>	<u>(13,211)</u>	<u>46,983</u>	<u>76</u>	<u>(41,783)</u>	<u>-</u>	<u>91,077</u>	<u>(241,673)</u>	<u>(200,857)</u>
OTHER FINANCING SOURCES (USES)									
Transfer out	-	-	-	-	(46,693)	-	-	-	(46,693)
Total other financing sources and (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(46,693)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(46,693)</u>
Net change in fund balances	(42,326)	(13,211)	46,983	76	(88,476)	-	91,077	(241,673)	(247,550)
Fund balances(deficits) - beginning	231,657	127,986	164,619	31,808	926,956	11,377	1,250,859	(6,654)	2,738,608
Fund balances(deficits) - ending	\$ 189,331	\$ 114,775	\$ 211,602	\$ 31,884	\$ 838,480	\$ 11,377	\$ 1,341,936	\$ (248,327)	\$ 2,491,058

CITY OF LAUDERHILL, FLORIDA

Capital Projects Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>AMOUNT</u>	<u>FINAL BUDGET</u>
				<u>Positive (Negative)</u>
REVENUES				
Property taxes	\$ 2,095,994	\$ 4,891,794	\$ 5,247,823	\$ 356,029
Intergovernmental	-	4,373,630	4,373,629	(1)
Investment income	-	-	23,119	23,119
Miscellaneous	-	-	-	-
Total revenues	<u>2,095,994</u>	<u>9,265,424</u>	<u>9,644,571</u>	<u>379,147</u>
EXPENDITURES				
General government:				
Administrative expense	-	275,199	385,073	(109,874)
Capital Outlay:				
Improvements	18,713,204	33,892,157	8,258,691	25,633,466
Machinery & equipment	<u>475,762</u>	<u>2,154,836</u>	<u>131,884</u>	<u>2,022,952</u>
Total expenditures	<u>19,188,966</u>	<u>36,322,192</u>	<u>8,775,648</u>	<u>27,546,544</u>
Excess (Deficiency) of Revenue over Expenditures	(17,092,972)	(27,056,768)	868,923	27,925,691
OTHER FINANCING SOURCES (USES)				
Transfer in	475,762	630,066	475,762	(154,304)
Transfers out	<u>(3,271,562)</u>	<u>(4,896,100)</u>	<u>(4,890,694)</u>	<u>5,406</u>
Total other financing sources and uses	<u>(2,795,800)</u>	<u>(4,266,034)</u>	<u>(4,414,932)</u>	<u>(148,898)</u>
Net change in fund balances*	<u>\$ (19,888,772)</u>	<u>\$ (31,322,802)</u>	<u>(3,546,009)</u>	<u>\$ 27,776,793</u>
Fund balances (deficits) - beginning			<u>30,792,166</u>	
Fund balances (deficits) - ending			<u>\$ 27,246,157</u>	

* The net change in fund balances was included in the budget as an appropriation of fund balance.

CITY OF LAUDERHILL, FLORIDA

Debt Service Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>AMOUNT</u>	<u>FINAL BUDGET</u>
				<u>Positive (Negative)</u>
REVENUES				
Miscellaneous	\$ 170,000	\$ 170,000	\$ 127,500	\$ (42,500)
Total revenues	<u>170,000</u>	<u>170,000</u>	<u>127,500</u>	<u>(42,500)</u>
EXPENDITURES				
General government				
Debt service:				
Principal retirement	7,384,950	7,384,950	7,384,949	1
Interest and issuance cost	<u>4,283,328</u>	<u>4,283,328</u>	<u>4,191,855</u>	<u>91,473</u>
Total expenditures	<u>11,668,278</u>	<u>11,668,278</u>	<u>11,576,804</u>	<u>91,474</u>
Excess (Deficiency) of Revenue over Expenditures	<u>(11,498,278)</u>	<u>(11,498,278)</u>	<u>(11,449,304)</u>	<u>(48,974)</u>
Other Financing Sources (Uses)				
Transfer in	<u>11,498,278</u>	<u>11,498,278</u>	<u>11,449,304</u>	<u>(48,974)</u>
Total Other Financing Sources (Uses)	<u>11,498,278</u>	<u>11,498,278</u>	<u>11,449,304</u>	<u>(48,974)</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund balances - beginning			<u>-</u>	
Fund balances - ending			<u>\$ -</u>	

CITY OF LAUDERHILL, FLORIDA
Special Revenue Fund - State Housing Initiative Program (SHIP)
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNT</u>	<u>VARIANCE WITH FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>Positive (Negative)</u>
REVENUES				
Intergovernmental	\$ -	\$ 353	\$ 124,976	\$ 124,623
Investment income	-	145	246	101
Total revenues	-	498	125,222	124,724
EXPENDITURES				
Recreation and social services	-	360,693	167,548	193,145
Total expenditures	-	360,693	167,548	193,145
Excess (Deficiency) of Revenue over Expenditures	-	-	(42,326)	(42,326)
Net change in fund balances*	\$ -	\$ (360,195)	(42,326)	\$ 317,869
Fund balances - beginning			231,657	
Fund balances - ending			\$ 189,331	

* The net change in fund balances was included in the budget as an appropriation of fund balance.

CITY OF LAUDERHILL, FLORIDA
Special Revenue Fund - Law Enforcement
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNT</u>	<u>VARIANCE WITH FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>Positive (Negative)</u>
REVENUES				
Fines and forfeitures	\$ -	\$ 7,366	\$ 7,666	\$ 300
Investment income	-	105	159	54
Total revenues	<u>-</u>	<u>7,471</u>	<u>7,825</u>	<u>354</u>
EXPENDITURES				
Public safety	-	7,471	678	6,793
Capital Outlay:				
Machinery & equipment	-	-	20,358	(20,358)
Total expenditures	<u>-</u>	<u>7,471</u>	<u>21,036</u>	<u>(13,565)</u>
Excess (Deficiency) of Revenue over				
Expenditures	-	-	(13,211)	(13,211)
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>(13,211)</u>	<u>\$ (13,211)</u>
Fund balances - beginning			<u>127,986</u>	
Fund balances - ending			<u>\$ 114,775</u>	

CITY OF LAUDERHILL, FLORIDA
Special Revenue Fund - Federal Forfeitures
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>AMOUNT</u>	<u>FINAL BUDGET</u>
				<u>Positive (Negative)</u>
REVENUES				
Fines and forfeitures	\$ -	\$ -	\$ 113,015	\$ 113,015
Investment income	-	128	191	63
Total revenues	-	128	113,206	113,078
EXPENDITURES				
Public safety	-	128	-	128
Capital Outlay:				
Machinery & equipment	-	-	66,223	(66,223)
Total expenditures	-	128	66,223	(66,095)
Excess (Deficiency) of Revenue over Expenditures	-	-	46,983	46,983
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	46,983	<u>\$ 46,983</u>
Fund balances - beginning			164,619	
Fund balances - ending			<u>\$ 211,602</u>	

CITY OF LAUDERHILL, FLORIDA
Special Revenue Fund - Grant Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNT</u>	<u>VARIANCE WITH FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>Positive (Negative)</u>
REVENUES				
Intergovernmental	\$ -	\$ 4,785,992	\$ 505,294	\$ (4,280,698)
Investment income	-	52	76	76
Total revenues	-	4,786,044	505,370	(4,280,674)
EXPENDITURES				
Current:				
Public safety	-	4,775,244	505,294	4,269,950
Capital outlay:				
Machinery & equipment	-	10,800	-	10,800
Total expenditures	-	4,786,044	505,294	4,280,750
Excess (Deficiency) of Revenue over				
Expenditures	-	-	76	76
Net change in fund balances	\$ -	\$ -	76	\$ 76
Fund balances - beginning			31,808	
Fund balances - ending			\$ 31,884	

CITY OF LAUDERHILL, FLORIDA
Special Revenue Fund - Safe Neighborhood
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNT</u>	<u>VARIANCE WITH FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>Positive (Negative)</u>
REVENUES				
Property taxes	\$ 442,812	\$ 442,812	\$ 434,226	\$ (8,586)
Investment income	-	-	1,048	1,048
Total revenues	<u>442,812</u>	<u>442,812</u>	<u>435,274</u>	<u>(7,538)</u>
EXPENDITURES				
Current:				
Recreation and social services	<u>65,958</u>	<u>1,333,651</u>	<u>477,057</u>	<u>856,594</u>
Capital Outlay:				
Machinery & equipment	<u>304,209</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>370,167</u>	<u>1,333,651</u>	<u>477,057</u>	<u>856,594</u>
Excess (Deficiency) of Revenue over Expenditures	<u>72,645</u>	<u>(890,839)</u>	<u>(41,783)</u>	<u>849,056</u>
Other Financing Sources (Uses)				
Transfers in	-	-	-	-
Transfers out	<u>(72,645)</u>	<u>(72,645)</u>	<u>(46,693)</u>	<u>25,952</u>
Total Other Financing Sources (Uses)	<u>(72,645)</u>	<u>(72,645)</u>	<u>(46,693)</u>	<u>25,952</u>
Change in fund balance*	<u>\$ -</u>	<u>\$ (963,484)</u>	<u>(88,476)</u>	<u>\$ 875,008</u>
Fund balances - beginning			<u>926,956</u>	
Fund balances - ending			<u>\$ 838,480</u>	

* The net change in fund balances was included in the budget as an appropriation of fund balance.

CITY OF LAUDERHILL, FLORIDA
Special Revenue Fund - Neighborhood Stabilization Program (NSP)
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNT</u>	<u>VARIANCE WITH FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>Positive (Negative)</u>
REVENUES				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Recreation and social services	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenue over Expenditures	-	-	-	-
Change in fund balances	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
Fund balances(deficit) - beginning			<u>11,377</u>	
Fund balances - ending			<u>\$ 11,377</u>	

CITY OF LAUDERHILL, FLORIDA
Special Revenue Fund - Community Development Block Grant (CDBG)
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>AMOUNT</u>	<u>FINAL BUDGET</u>
				<u>Positive (Negative)</u>
REVENUES				
Intergovernmental	\$ 760,556	\$ 1,006,173	\$ 603,089	\$ (403,084)
Investment income	-	6,387	9,766	3,379
Total revenues	<u>760,556</u>	<u>1,012,560</u>	<u>612,855</u>	<u>(399,705)</u>
EXPENDITURES				
Current:				
Recreation and social services	265,894	1,391,331	130,828	1,260,503
Capital Outlay:				
Improvements	<u>494,662</u>	<u>1,331,794</u>	<u>390,950</u>	<u>940,844</u>
Total expenditures	<u>760,556</u>	<u>2,723,125</u>	<u>521,778</u>	<u>2,201,347</u>
Excess (Deficiency) of Revenue over Expenditures	<u>-</u>	<u>(1,710,565)</u>	<u>91,077</u>	<u>1,801,642</u>
Change in fund balances*	<u>\$ -</u>	<u>\$ (1,710,565)</u>	91,077	<u>\$ 1,801,642</u>
Fund balances - beginning			<u>1,250,859</u>	
Fund balances - ending			<u>\$ 1,341,936</u>	

* The net change in fund balances was included in the budget as an appropriation of fund balance.

CITY OF LAUDERHILL, FLORIDA
Special Revenue Fund - Home Grant
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNT</u>	<u>VARIANCE WITH FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>Positive (Negative)</u>
REVENUES				
Intergovernmental	\$ 236,480	\$ 236,480	\$ 167,891	\$ (68,589)
Total revenues	<u>236,480</u>	<u>236,480</u>	<u>167,891</u>	<u>(68,589)</u>
EXPENDITURES				
Recreation and social services	<u>236,480</u>	<u>714,945</u>	<u>409,564</u>	<u>305,381</u>
Total expenditures	<u>236,480</u>	<u>714,945</u>	<u>409,564</u>	<u>305,381</u>
Excess (Deficiency) of Revenue over				
Expenditures	<u>-</u>	<u>(478,465)</u>	<u>(241,673)</u>	<u>236,792</u>
Change in fund balances*	<u>\$ -</u>	<u>\$ (478,465)</u>	<u>(241,673)</u>	<u>\$ 236,792</u>
Fund balances - begining			<u>(6,654)</u>	
Fund balances - ending			<u>\$ (248,327)</u>	

* The net change in fund balances was included in the budget as an appropriation of fund balance.

CITY OF LAUDERHILL, FLORIDA
Special Revenue Fund - Natural Disaster Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNT</u>	<u>VARIANCE WITH FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>Positive (Negative)</u>
REVENUES				
Intergovernmental	\$ -	\$ 2,139,874	\$ 20,024,482	\$ 17,884,608
Investment income			294	
Miscellaneous	-	5,000	5,500	5,500
Total revenues	-	2,144,874	20,030,276	17,885,402
EXPENDITURES				
Current:				
Public safety	-	2,144,874	11,781,247	(9,636,373)
Capital Outlay:				
Improvement	-	-	70,335	(70,335)
Machinery & equipment	-	-	80,088	(80,088)
Total expenditures	-	2,144,874	11,931,670	(9,786,796)
Excess (Deficiency) of Revenue over Expenditures	-	-	8,098,606	8,098,606
Net change in fund balances	\$ -	\$ -	8,098,606	\$ 8,098,606
Fund balances - beginning			(1,821,424)	
Fund balances - ending			\$ 6,277,182	

CITY OF LAUDERHILL, FLORIDA
Combining Statement of Fiduciary Net Position
Pension Trust Funds
September 30, 2021

	PENSION TRUST FUNDS				TOTAL
	General Employees Retirement	Firefighters Retirement	Police Retirement	Confidential and Managerial	
ASSETS					
Cash and short-term investments	\$ 120,520	\$ 2,360,826	\$ 1,049,209	\$ 602,191	\$ 4,132,746
Receivables:					
State contributions	-	456,497	-	-	456,497
Employer contributions	-	266,330	-	475,069	741,399
Employee contributions	-	37,874	-	-	37,874
Accrued investment income	-	137,136	-	-	137,136
Interest and dividends	-	-	19,013	39	19,052
Receivable for securities sold	-	117,037	-	-	117,037
Accrued interest due from City of Lauderhill	-	-	20,319	329	20,648
Contributions	-	-	-	2,156	2,156
Total Receivables	<u>-</u>	<u>1,014,874</u>	<u>39,332</u>	<u>477,593</u>	<u>1,531,799</u>
Investments, at fair value					
Fixed income mutual funds	4,583,810	-	9,784,313	7,816,332	22,184,455
Equity securities	-	48,376,792	-	-	48,376,792
U.S. Government securities	-	8,104,999	-	-	8,104,999
Corporate bonds	-	10,220,361	-	-	10,220,361
Commingled equity funds	-	28,115,667	-	-	28,115,667
Absolute return equity funds	-	-	41,822,479	-	41,822,479
Alternative strategies funds	-	-	8,260,546	-	8,260,546
Domestic equity funds	24,859,507	-	3,859,200	28,171,355	56,890,062
International equity funds	3,685,327	-	13,338,898	4,491,076	21,515,301
Notes receivable	850,000	1,031,250	2,031,875	400,000	4,313,125
Real estate funds	2,311,431	13,587,661	13,223,665	3,825,667	32,948,424
Farmland investment fund	-	2,472,410	-	-	2,472,410
Investments, at fair value	<u>36,290,075</u>	<u>111,909,140</u>	<u>92,320,976</u>	<u>44,704,430</u>	<u>285,224,621</u>
Total Assets	<u>36,410,595</u>	<u>115,284,840</u>	<u>93,409,517</u>	<u>45,784,214</u>	<u>290,889,166</u>
LIABILITIES					
Accounts payable and accrued expenses	-	112,429	80,156	66,937	259,522
Payable for securities purchased	-	133,880	-	-	133,880
Prepaid City contributions	-	-	66,494	-	66,494
Total Liabilities	<u>-</u>	<u>246,309</u>	<u>146,650</u>	<u>66,937</u>	<u>459,896</u>
NET POSITION RESTRICTED FOR PENSIONS					
Net position restricted for Deferred Retirement Option					
Plan Benefits	1,377,129	2,246,219	-	-	3,623,348
Net position restricted for Supplemental Plan benefits	-	2,406,202	-	-	2,406,202
Net position restricted for Defined Benefits	<u>35,033,466</u>	<u>110,386,110</u>	<u>93,262,867</u>	<u>45,717,277</u>	<u>284,399,720</u>
Total Net Position Restricted for Pensions	<u>\$ 36,410,595</u>	<u>\$ 115,038,531</u>	<u>\$ 93,262,867</u>	<u>\$ 45,717,277</u>	<u>\$ 290,429,270</u>

CITY OF LAUDERHILL, FLORIDA
Combining Statements of Changes in Fiduciary Net Position
Pension Trust Funds
For the Year Ended September 30, 2021

	PENSION TRUST FUNDS				TOTAL
	General Employees Retirement	Firefighters Retirement	Police Retirement	Confidential and Managerial	
ADDITIONS					
Contributions:					
City	\$ 514,680	\$ 3,018,920	\$ 2,717,571	\$ 3,591,463	\$ 9,842,634
Plan members	400,527	977,337	1,255,520	722,325	3,355,709
State revenue	-	456,497	504,438	-	960,935
Total contributions	<u>915,207</u>	<u>4,452,754</u>	<u>4,477,529</u>	<u>4,313,788</u>	<u>14,159,278</u>
Investment income:					
Net appreciation in fair value of investments	5,197,755	18,190,147	16,309,920	6,940,073	46,637,895
Interest and dividend income	<u>2,045,363</u>	<u>1,917,926</u>	<u>1,133,794</u>	<u>775,395</u>	<u>5,872,478</u>
Total investment income	7,243,118	20,108,073	17,443,714	7,715,468	52,510,373
Less: Investment expenses	<u>68,779</u>	<u>586,655</u>	<u>260,371</u>	<u>88,838</u>	<u>1,004,643</u>
Net investment income	<u>7,174,339</u>	<u>19,521,418</u>	<u>17,183,343</u>	<u>7,626,630</u>	<u>51,505,730</u>
Other income	<u>53</u>	<u>46,562</u>	<u>-</u>	<u>-</u>	<u>46,615</u>
Total additions	<u>8,089,599</u>	<u>24,020,734</u>	<u>21,660,872</u>	<u>11,940,418</u>	<u>65,711,623</u>
DEDUCTIONS					
Benefits paid	1,735,849	5,229,226	4,636,172	2,106,255	13,707,502
Administrative expenses	97,199	160,938	82,709	144,486	485,332
Refunds of contributions	<u>21,433</u>	<u>79,742</u>	<u>151,355</u>	<u>211,932</u>	<u>464,462</u>
Total deductions	<u>1,854,481</u>	<u>5,469,906</u>	<u>4,870,236</u>	<u>2,462,673</u>	<u>14,657,296</u>
Net increase	6,235,118	18,550,828	16,790,636	9,477,745	51,054,327
NET POSITION RESTRICTED FOR PENSIONS					
Net position restricted for pensions, October 1	<u>30,175,477</u>	<u>96,487,703</u>	<u>76,472,231</u>	<u>36,239,532</u>	<u>239,374,943</u>
Net position restricted for pensions, September 30	<u>\$ 36,410,595</u>	<u>\$ 115,038,531</u>	<u>\$ 93,262,867</u>	<u>\$ 45,717,277</u>	<u>\$ 290,429,270</u>

CITY OF LAUDERHILL, FLORIDA
STATISTICAL SECTION
FISCAL YEAR ENDED SEPTEMBER 30, 2021

This part of the City of Lauderhill’s comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City’s financial standing.

TABLE OF CONTENTS	Page
FINANCIAL TRENDS	112
<p style="margin-left: 40px;">These schedules contain trend information to help the reader understand how the City’s financial performance and well-being have changed over the time.</p>	
REVENUE CAPACITY	118
<p style="margin-left: 40px;">These schedules contain information to help assess the City’s most significant local revenue source; the property tax.</p>	
DEBT CAPACITY	120
<p style="margin-left: 40px;">These schedules present information to help the reader assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional Debt in the future.</p>	
DEMOGRAPHIC AND ECONOMIC INFORMATION	125
<p style="margin-left: 40px;">These schedules offer demographic and economic indicators to help the reader understand the environment within which the City’s financial activities take place.</p>	
OPERATING INFORMATION	127
<p style="margin-left: 40px;">These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial report related to the services the City provides and the activities it performs.</p>	
MISCELLANEOUS STATISTICS	130

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

CITY OF LAUDERHILL, FLORIDA
Net Position by Component
Last Ten Fiscal Years

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental Activities										
Net investment in capital assets	\$ 13,181,792	\$ 16,202,120	\$ 7,419,048	\$ 11,419,795	\$ 13,443,358	\$ 10,392,854	\$ 27,336,888	\$ 31,678,857	\$ 24,137,679	\$ 35,983,523
Restricted	3,033,340	2,615,738	3,212,780	3,195,881	3,080,126	2,333,592	1,748,859	1,891,742	1,355,373	1,498,542
Unrestricted	5,321,381	3,280,234	3,049,541	(41,662,942)	(40,730,139)	(41,067,492)	(58,607,233)	(53,215,769)	(47,977,629)	(36,127,868)
Total government activities net position	<u>\$ 21,536,513</u>	<u>\$ 22,098,092</u>	<u>\$ 13,681,369</u>	<u>\$ (27,047,266)</u>	<u>\$ (24,206,655)</u>	<u>\$ (28,341,046)</u>	<u>\$ (29,521,486)</u>	<u>\$ (19,645,170)</u>	<u>\$ (22,484,577)</u>	<u>\$ 1,354,197</u>
Business Activities										
Net investment in capital assets	\$ 16,583,392	\$ 22,272,644	\$ 33,559,984	\$ 37,741,534	\$ 41,446,576	\$ 40,950,402	\$ 44,133,487	\$ 45,572,024	\$ 48,606,649	\$ 49,610,380
Restricted	2,000,000	1,000,000	-	-	200,000	200,000	200,000	200,000	200,000	200,000
Unrestricted	24,493,356	24,400,278	28,706,475	22,351,885	24,479,585	30,425,983	31,969,658	35,798,717	37,677,509	30,604,386
Total business-type activities net position	<u>\$ 43,076,748</u>	<u>\$ 47,672,922</u>	<u>\$ 62,266,459</u>	<u>\$ 60,093,419</u>	<u>\$ 66,126,161</u>	<u>\$ 71,576,385</u>	<u>\$ 76,303,145</u>	<u>\$ 81,570,741</u>	<u>\$ 86,484,158</u>	<u>\$ 80,414,766</u>
Total:										
Net investment in capital assets	\$ 29,765,184	\$ 38,474,764	\$ 40,979,032	\$ 49,161,329	\$ 54,889,934	\$ 51,343,256	\$ 71,470,375	\$ 77,250,881	\$ 72,744,328	\$ 85,593,903
Restricted	5,033,340	3,615,738	3,212,780	3,195,881	3,280,126	2,533,592	1,948,859	2,091,742	1,555,373	1,698,542
Unrestricted	29,814,737	27,680,512	31,756,016	(19,311,057)	(16,250,554)	(10,641,509)	(26,637,575)	(17,417,052)	(10,300,120)	(5,523,482)
Total net position	<u>\$ 64,613,261</u>	<u>\$ 69,771,014</u>	<u>\$ 75,947,828</u>	<u>\$ 33,046,153</u>	<u>\$ 41,919,506</u>	<u>\$ 43,235,339</u>	<u>\$ 46,781,659</u>	<u>\$ 61,925,571</u>	<u>\$ 63,999,581</u>	<u>\$ 81,768,963</u>

CITY OF LAUDERHILL, FLORIDA
Changes in Net Position
Last Ten Fiscal Years

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
EXPENSES										
Governmental Activities										
General Government	\$ 12,627,083	\$ 10,251,322	\$ 11,676,450	\$ 11,832,581	\$ 12,198,669	\$ 15,788,780	\$ 14,846,736	\$ 17,144,137	\$ 17,010,259	\$ 13,795,797
Public Safety	36,483,202	35,347,845	36,505,031	41,266,892	37,687,877	43,297,109	45,504,305	43,841,183	54,456,829	61,274,606
Physical Environment	4,556,731	3,078,233	3,688,905	3,741,937	3,320,971	3,262,637	2,731,319	3,551,698	3,815,573	3,527,521
Transportation	2,548,863	2,794,920	2,490,663	2,307,102	2,302,723	2,691,309	2,857,403	3,560,957	3,288,432	3,337,961
Recreation and Social Services	6,415,018	8,182,418	7,907,784	8,884,752	9,138,237	10,826,015	8,836,563	9,377,096	11,208,877	10,400,295
Interest on long-term debt	2,786,822	2,875,566	3,033,403	2,869,306	2,491,542	2,719,475	4,123,919	4,234,575	4,081,555	3,932,867
Total Governmental Activities Expenses	65,417,719	62,530,304	65,302,236	70,902,570	67,140,019	78,585,325	78,900,245	81,709,646	93,861,525	96,269,047
Business-type Activities										
Water and Sewer	15,002,150	16,451,957	16,825,053	18,005,856	17,722,190	17,533,535	18,070,485	20,802,380	22,212,353	32,127,417
Stormwater	4,242,358	5,061,828	4,532,290	4,542,898	3,200,739	4,823,304	5,052,192	6,045,334	5,882,770	6,288,156
Performing Art	-	-	-	-	1,049,950	1,292,690	4,049,859	1,831,594	1,959,757	1,733,723
Total Business-type Activities Expenses	19,244,508	21,513,785	21,357,343	22,548,754	21,972,879	23,649,529	27,172,536	28,679,308	30,054,880	40,149,296
Total Primary Government Expenses	\$ 84,662,227	\$ 84,044,089	\$ 86,659,579	\$ 93,451,324	\$ 89,112,898	\$ 102,234,854	\$ 106,072,781	\$ 110,388,954	\$ 123,916,405	\$ 136,418,343
PROGRAM REVENUES										
Governmental Activities										
Charges for Services										
General Government	\$ 2,676,589	\$ 2,982,745	\$ 3,123,087	\$ 3,749,250	\$ 3,508,624	\$ 3,610,845	\$ 4,896,258	\$ 5,274,016	\$ 5,061,734	\$ 4,914,653
Public Safety	17,713,085	17,972,874	18,156,100	15,857,166	17,638,059	18,572,395	17,459,387	19,714,130	18,784,657	19,439,190
Recreation and Social Services	94,961	158,339	297,546	282,442	307,066	213,453	242,430	246,297	99,761	114,438
Transportation	80,771	1,564	5,249	1,700	1,494	7,320	387	-	-	-
Operating Grants/ Contributions	3,233,682	2,930,632	955,178	2,356,168	2,197,337	2,802,190	2,859,621	5,581,211	6,149,157	31,573,161
Capital Grants/Contributions	-	-	-	-	-	-	-	1,129,410	-	-
Total Governmental Activities Program Revenues	23,799,088	24,046,154	22,537,160	22,246,726	23,652,580	25,206,203	25,458,083	31,945,064	30,095,309	56,041,442
Business-type Activities										
Water and Sewer	15,978,038	16,936,949	17,147,012	18,193,371	21,122,088	22,038,700	22,399,139	21,756,861	23,890,015	23,447,965
Stormwater	5,701,690	5,968,523	5,822,334	6,007,958	5,947,705	6,199,549	7,029,590	7,117,799	7,703,454	7,986,903
Performing Arts	-	-	-	-	5,000	317,737	409,933	316,851	651,738	266,298
Capital Grants/Contributions	2,622,188	3,190,121	5,678,309	132,201	7,909	-	-	3,118,001	-	-
Total Business-type Activities Program Revenues	24,301,916	26,095,593	28,647,655	24,333,530	27,082,702	28,555,986	29,838,662	32,309,512	32,245,207	31,701,166
Total Primary Government Program Revenues	\$ 48,101,004	\$ 50,141,747	\$ 51,184,815	\$ 46,580,256	\$ 50,735,282	\$ 53,762,189	\$ 55,296,745	\$ 64,254,576	\$ 62,340,516	\$ 87,742,608
NET (EXPENSE) REVENUE										
Governmental Activities	\$(41,618,631)	\$(38,484,150)	\$(42,765,076)	\$(48,655,844)	\$(43,487,439)	\$(53,379,122)	\$(53,442,162)	\$(49,764,582)	\$(63,766,216)	\$(40,227,605)
Business-type Activities	5,057,408	4,581,808	7,290,312	1,784,776	5,109,823	4,906,457	2,666,126	3,630,204	2,190,327	(6,848,587)
Total Primary Government Net Revenue	\$(36,561,223)	\$(33,902,342)	\$(35,474,764)	\$(46,871,068)	\$(38,377,616)	\$(48,472,665)	\$(50,776,036)	\$(46,134,378)	\$(61,575,889)	\$(47,076,192)

CITY OF LAUDERHILL, FLORIDA
Changes in Net Position-Continued
Last Ten Fiscal Years

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
GENERAL REVENUES AND TRANSFERS										
Governmental Activities										
Property Taxes	\$ 14,379,270	\$ 14,749,938	\$ 15,752,313	\$ 16,535,701	\$ 18,155,144	\$ 19,744,092	\$ 23,035,744	\$ 26,214,553	\$ 30,367,501	\$ 30,484,792
Other Taxes	12,180,315	11,912,135	12,759,724	13,147,314	13,456,265	13,551,681	13,927,469	14,306,018	13,780,490	14,781,139
Investment Earnings	117,479	70,703	175,167	82,774	56,283	136,148	336,783	662,954	322,399	59,728
Other	10,779,830	12,312,953	13,015,519	18,530,714	17,061,851	16,312,810	18,517,368	18,957,373	17,256,419	19,414,120
Gain (Loss) on Sale of Land	-	-	-	-	249,621	-	-	-	-	-
Transfers	-	-	(7,336,239)	(1,209,821)	(910,600)	(500,000)	(900,000)	(500,000)	(800,000)	(673,400)
Total Governmental Activities Revenues	37,456,894	39,045,729	34,366,484	47,086,682	48,068,564	49,244,731	54,917,364	59,640,898	60,926,809	64,066,379
Business-type Activities										
Investment Earnings	\$ 56,318	\$ 14,366	\$ 214,983	\$ 232,573	\$ 12,319	\$ 43,767	\$ 128,687	\$ 326,980	\$ 127,896	\$ 32,372
Miscellaneous	2,406,056	-	-	-	-	-	1,415,096	810,412	1,795,194	73,423
Transfers	-	-	7,336,239	1,209,821	910,600	500,000	900,000	500,000	800,000	673,400
Total Business-type Activities Revenues	2,462,374	14,366	7,551,222	1,442,394	922,919	543,767	2,443,783	1,637,392	2,723,090	779,195
Total Primary Government Revenues	\$ 39,919,268	\$ 39,060,095	\$ 41,917,706	\$ 48,529,076	\$ 48,991,483	\$ 49,788,498	\$ 57,361,147	\$ 61,278,290	\$ 63,649,899	\$ 64,845,574
NET (EXPENSE) REVENUE										
Governmental Activities	\$ (4,161,737)	\$ 561,579	\$ (8,398,592)	\$ (1,569,162)	\$ 4,581,125	\$ (4,134,391)	\$ 1,475,202	\$ 9,876,316	\$ (2,839,407)	\$ 23,838,774
Business-type Activities	7,519,782	4,596,174	14,841,534	3,227,170	6,032,742	5,450,224	5,109,909	5,267,596	4,913,417	(6,069,392)
Total Primary Government	\$ 3,358,045	\$ 5,157,753	\$ 6,442,942	\$ 1,658,008	\$ 10,613,867	\$ 1,315,833	\$ 6,585,111	\$ 15,143,912	\$ 2,074,010	\$ 17,769,382

CITY OF LAUDERHILL, FLORIDA
Fund Balances-Governmental Funds
Last Ten Fiscal Years

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Fund										
Nonspendable	\$ 219,609	\$ 659,357	\$ 4,570,887	\$ 3,950,388	\$ 5,797,443	\$ 4,327,408	\$ 4,370,987	\$ 4,411,638	\$ 4,488,826	\$ 4,360,189
Restricted	542,471	555,090	358,694	281,471	186,703	116,223	119,553	215,261	118,627	119,836
Assigned	932,248	2,385,379	2,748,582	6,704,712	5,088,840	5,661,776	5,661,776	5,036,718	7,252,311	9,785,252
Unassigned	7,296,934	7,990,080	8,078,178	6,407,524	6,903,093	6,024,213	6,619,338	7,544,975	6,088,261	2,785,073
	<u>\$ 8,991,262</u>	<u>\$ 11,589,906</u>	<u>\$ 15,756,341</u>	<u>\$ 17,344,095</u>	<u>\$ 17,976,079</u>	<u>\$ 16,129,620</u>	<u>\$ 16,771,654</u>	<u>\$ 17,208,592</u>	<u>\$ 17,948,025</u>	<u>\$ 17,050,350</u>
All Other Governmental Funds										
Nonspendable	\$ 2,888,575	\$ 2,888,575	\$ 2,888,575	\$ 2,228,575	\$ 2,228,575	\$ 2,099,137	\$ -	\$ -	\$ -	\$ -
Restricted	565	565	565	565	565	335,565	2,493,822	3,875,614	2,390,530	2,622,675
Committed	4,753,373	12,585,179	1,620,666	-	-	-	-	-	-	-
Assigned	2,052,735	1,780,746	4,954,831	2,858,629	3,784,567	36,418,714	40,644,386	48,100,036	33,537,428	36,262,724
Unassigned	(3,551,218)	(3,733,318)	(8,960,775)	(10,343,453)	(12,895,048)	(13,422,021)	(17,113,264)	(13,085,006)	(13,104,031)	(10,074,455)
	<u>\$ 6,144,030</u>	<u>\$ 13,521,747</u>	<u>\$ 503,862</u>	<u>\$ (5,255,684)</u>	<u>\$ (6,881,341)</u>	<u>\$ 25,431,395</u>	<u>\$ 26,024,944</u>	<u>\$ 38,890,644</u>	<u>\$ 22,823,927</u>	<u>\$ 28,810,944</u>

CITY OF LAUDERHILL, FLORIDA
Changes in Fund Balances-Governmental Funds
Last Ten Fiscal Years

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
REVENUES										
Property Taxes	\$ 14,379,270	\$ 14,749,937	\$ 15,752,313	\$ 16,535,701	\$ 18,155,146	\$ 19,744,092	\$ 23,035,744	\$ 26,214,553	\$ 30,367,501	\$ 30,484,791
Franchise Taxes	3,912,249	3,614,238	4,217,704	4,405,487	4,440,784	4,394,459	4,566,695	4,862,518	4,773,118	5,418,495
Public Service Taxes	8,268,066	8,297,897	8,542,020	8,741,827	9,015,481	9,157,222	9,360,774	9,443,500	9,007,372	9,362,644
Charges for services	16,963,862	17,841,126	17,909,475	15,409,625	17,278,595	17,896,627	16,984,051	19,723,366	18,566,663	19,177,128
Administrative Charges	5,073,029	4,957,242	5,108,603	7,903,572	8,314,619	7,961,360	8,107,649	8,669,748	9,019,847	8,795,644
Intergovernmental	8,233,766	9,277,197	8,116,564	11,347,439	10,280,240	10,200,702	11,292,180	13,787,459	13,555,480	40,274,516
License and Permits	2,222,920	2,417,456	2,583,521	1,971,292	3,003,092	3,394,687	4,416,241	4,680,636	4,630,898	4,514,912
Fines and Forfeiture	1,378,623	764,389	1,088,252	1,239,761	1,151,164	1,411,015	808,358	830,442	748,591	776,242
Investment Income	117,479	70,703	175,167	82,774	78,674	136,148	336,753	662,954	322,398	59,727
Rental Income	369,315	447,600	379,910	368,960	392,140	415,496	637,157	500,879	398,371	427,385
Other	337,403	685,154	518,815	3,022,491	356,646	669,787	1,074,138	2,992,919	660,272	1,441,765
Total Revenue	61,255,982	63,122,939	64,392,344	71,028,929	72,466,581	75,381,595	80,619,770	92,368,974	92,050,511	120,733,249
EXPENDITURE										
Current:										
General Government	12,270,763	9,615,531	11,169,703	10,569,176	12,199,661	15,478,401	14,692,486	16,849,065	15,817,866	14,953,040
Public Safety	35,424,845	33,665,496	35,364,606	37,072,694	38,528,388	40,576,266	44,931,045	44,583,145	49,251,916	61,762,979
Public Work	-	-	-	-	-	-	-	-	-	-
Physical environment	4,339,131	2,792,573	3,465,528	3,387,963	3,159,961	3,013,909	2,480,054	2,743,290	2,691,276	2,590,704
Transportation	2,078,314	2,264,951	1,957,271	1,719,003	1,802,477	2,125,648	2,347,223	3,149,307	2,604,448	2,907,554
Recreation and social services	5,101,008	6,583,836	6,436,763	6,866,763	7,892,902	9,137,460	7,461,552	7,993,970	8,913,629	8,690,751
Debt Service:										
Principal retirement	2,824,579	3,439,512	4,469,488	6,649,251	5,106,888	5,056,358	5,755,979	7,002,313	7,213,188	7,384,949
Interest and issuance cost	1,704,290	2,708,991	2,987,542	3,018,959	2,667,394	2,656,960	4,090,905	4,431,582	4,124,423	4,191,855
Capital Outlay:	3,413,523	3,510,509	2,817,317	5,624,220	1,993,635	3,047,241	9,954,556	8,218,664	15,961,047	13,739,979
Total Expenditures	67,156,453	64,581,399	68,668,218	74,908,029	73,351,306	81,092,243	91,713,800	94,971,336	106,577,795	116,221,811
Excess Revenue Over (Under Expenditures)	(5,900,471)	(1,458,460)	(4,275,874)	(3,879,100)	(884,725)	(5,710,648)	(11,094,030)	(2,602,362)	(14,527,284)	4,511,438
OTHER FINANCING SOURCE (USES)										
Transfer In	7,238,055	6,488,401	11,707,672	8,789,100	8,784,449	9,455,309	9,959,277	13,652,050	12,447,538	15,441,258
Transfer Out	(7,238,055)	(6,488,401)	(19,043,911)	(9,998,921)	(9,695,049)	(9,955,309)	(10,859,277)	(14,152,050)	(13,247,538)	(16,114,658)
Payment to refunded bond escrow agent	-	(214,716)	(61,029)	(27,005,514)	-	-	-	-	-	-
Refunding bonds issued	-	-	-	25,265,000	-	-	-	-	-	-
Premium on bonds (refunding) issued	-	-	-	1,740,514	-	1,416,925	329,613	-	-	-
Issuance of debt	-	11,225,000	2,060,000	-	-	35,260,000	8,900,000	16,405,000	-	-
Capital leases	-	424,537	175,658	1,402,829	-	-	4,000,000	-	-	1,251,304
Advance	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	801,652	-	-	-	-	-
Loss on sale	-	-	-	(485,700)	-	-	-	-	-	-
Insurance recoveries	-	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	11,434,821	(5,161,610)	(292,692)	(108,948)	36,176,925	12,329,613	15,905,000	(800,000)	577,904
Net Change in Fund Balance	\$ (5,900,471)	\$ 9,976,361	\$ (9,437,484)	\$ (4,171,792)	\$ (993,673)	\$ 30,466,277	\$ 1,235,583	\$ 13,302,638	\$ (15,327,284)	\$ 5,089,342
Debt Service as a Percentage of Non-capital Expenditures										
	7.10%	10.07%	11.32%	13.95%	10.89%	9.88%	12.04%	13.18%	12.51%	11.30%

CITY OF LAUDERHILL, FLORIDA
 Assessed Value and Estimated Actual Value of Taxable Property
 Last Ten Fiscal Years

FISCAL YEAR	TAX ROLL YEAR	RESIDENTIAL PROPERTY	COMMERCIAL PROPERTY	INDUSTRIAL PROPERTY	ALL OTHER PROPERTIES	LESS: EXEMPTIONS					TOTAL TAXABLE	TOTAL
						HOMESTEAD	GOVERNMENTAL	INSTITUTIONAL	SAVE OUR HOMES	OTHER	ASSESSED VALUE	TAX RATE
2012	2011	n/a	n/a	n/a	n/a	\$ 508,426,900	\$ 281,891,010	\$ 103,825,609	\$ 103,549,150	\$ 7,354,630	\$ 1,852,925,615	8.0949
2013	2012	n/a	n/a	n/a	n/a	459,112,080	288,509,821	85,296,229	86,673,880	7,062,740	1,754,261,980	8.7002
2014	2013	n/a	n/a	n/a	n/a	448,525,450	294,876,428	87,551,121	153,744,933	7,229,440	1,808,062,038	8.6502
2015	2014	n/a	n/a	n/a	n/a	441,644,030	300,290,287	93,175,377	317,459,390	7,209,630	1,909,152,144	8.6502
2016	2015	n/a	n/a	n/a	n/a	436,481,910	303,231,926	60,198,365	507,960,920	8,987,240	2,128,509,560	8.6615
2017	2016	n/a	n/a	n/a	n/a	438,772,150	321,568,319	61,817,249	625,613,360	26,115,500	2,271,574,340	8.6180
2018	2017	n/a	n/a	n/a	n/a	448,308,960	321,330,455	73,644,631	782,048,670	26,749,282	2,461,582,402	9.5364
2019	2018	n/a	n/a	n/a	n/a	463,657,140	323,126,776	67,937,045	935,185,050	30,068,218	2,642,154,857	9.9362
2020	2019	n/a	n/a	n/a	n/a	484,452,940	317,398,351	66,220,358	1,123,612,150	32,886,819	2,818,097,266	10.8398
2021	2020	n/a	n/a	n/a	n/a	505,201,110	319,996,561	67,267,801	1,182,126,400	36,833,400	3,033,265,707	10.2898

Source: Broward County Property Appraiser

CITY OF LAUDERHILL, FLORIDA
Property Tax Millage Rates
Direct and Overlapping Governments
Last Ten Fiscal Year

City of Lauderhill					Overlapping Rates											Total Tax Rate
Fiscal Year	Tax Roll	Operating Millage	Debt Service Millage	Total City Millage	Broward County			School Board of Broward County				So. Florida Water Management District	Florida Inland Navigational District	North Broward Hospital District		
					Operating Millage	Debt Service Millage	Total County Millage	Operating Millage	Debt Service Millage	School Board Millage	Childrens Services					
2012	2011	6.8198	1.2751	8.0949	5.1860	0.3670	5.5530	7.4180	-	7.4180	0.4789	0.4363	0.0345	1.8750	23.8906	
2013	2012	7.4198	1.2804	8.7002	5.2576	0.2954	5.5530	7.4560	-	7.4560	0.4902	0.4289	0.0345	1.8564	24.5192	
2014	2013	7.3698	1.2804	8.6502	5.4400	0.2830	5.7230	7.4800	-	7.4800	0.4882	0.4110	0.0345	1.7554	24.5423	
2015	2014	7.3698	1.2804	8.6502	5.4584	0.2646	5.7230	7.4380	-	7.4380	0.4882	0.3842	0.0345	1.5939	24.3120	
2016	2015	7.5898	1.0717	8.6615	5.4741	0.2489	5.7230	7.2030	0.0710	7.2740	0.4882	0.3551	0.0320	1.4425	23.9763	
2017	2016	7.5898	1.0282	8.6180	5.4474	0.2216	5.6690	6.8360	0.0703	6.9063	0.4882	0.3307	0.0320	1.3462	23.3904	
2018	2017	7.5898	1.9466	9.5364	5.4623	0.2067	5.6690	6.4740	0.0654	6.5394	0.4882	0.3100	0.0320	1.2483	23.8233	
2019	2018	7.9898	1.9464	9.9362	5.4792	0.1898	5.6690	6.2750	0.1279	6.4029	0.4882	0.2936	0.0320	1.0855	23.9074	
2020	2019	8.9898	1.8500	10.8398	5.4878	0.1812	5.6690	6.6350	0.1043	6.7393	0.4882	0.2795	0.0320	1.0324	25.0802	
2021	2020	8.4898	1.8000	10.2898	5.4999	0.1691	5.6690	6.4140	0.0912	6.5052	0.4882	0.2675	0.0320	1.1469	24.3986	

Source: Broward County Property Appraiser

CITY OF LAUDERHILL, FLORIDA
Principal Property Taxpayers
Current Year and Nine Years Ago

TAXPAYER	TYPE OF BUSINESS	2021		PERCENT OF TOTAL ASSESSED VALUE
		TAXABLE ASSESSED VALUE	RANK	
GLEN APTS HOLDINGS LLC	Real Estate	\$ 47,814,840	1	1.6%
SERRAMAR LAKES LLC	Real Estate	40,023,840	2	1.3%
WATERFORD PARK APARTMENT HOMES LLC %RESIDENTIAL MGMT	Real Estate	35,000,000	3	1.2%
PACIFICA LAUDERHILL LLC	Real Estate	32,875,200	4	1.1%
DAEJAN INVERRARY GARDENS LLC	Real Estate	32,084,940	5	1.1%
CC CYPRESS LLC	Real Estate	26,802,100	6	0.9%
SUMMIT PALMS APARTMENTS LLC	Real Estate	22,507,860	7	0.7%
LAUDERHILL S C LLC	Retail	21,254,990	8	0.7%

TAXPAYER	TYPE OF BUSINESS	2012		PERCENT OF TOTAL ASSESSED VALUE
		TAXABLE ASSESSED VALUE	RANK	
SG Forest Trace SPE LLC	Real Estate	\$ 26,377,470	1	1.5%
Daejan Inverrary Gardens LLC	Real Estate	23,326,159	2	1.3%
CP-PRCP Lauderhill I LLC	Real Estate	23,015,041	3	1.3%
Inverrary AL/IL Real	Real Estate	20,209,780	4	1.2%
Serramar Apartments LLC	Real Estate	19,513,853	5	1.1%
Waterford Park Apartment LLC	Real Estate	18,528,366	6	1.1%
Kimco Development	Retail	16,814,360	7	1.0%
Target Corporation	Retail	15,677,370	8	0.9%

Source: Broward County Property Appraiser

CITY OF LAUDERHILL, FLORIDA
Property Tax Levies and Collections
Last Ten Fiscal Years

<u>FISCAL YEAR</u>	<u>TAXES LEVIED FOR THE FISCAL YEAR</u>		<u>COLLECTION WITHIN THE FISCAL YEAR OF THE LEVY</u>		<u>PERCENTAGE OF LEVY</u>	<u>COLLECTIONS IN SUBSEQUENT YEARS</u>		<u>TOTAL COLLECTION TO DATE</u>	
	<u>FISCAL YEAR</u>	<u>AMOUNT</u>	<u>AMOUNT</u>	<u>PERCENTAGE OF LEVY</u>		<u>AMOUNT</u>	<u>PERCENTAGE OF LEVY</u>	<u>AMOUNT</u>	<u>PERCENTAGE OF LEVY</u>
2012	\$ 11,887,054	\$ 11,550,580	97.17	\$ 98,177	\$ 11,667,253	98.15%			
2013	12,415,310	12,272,124	98.85	128,490	12,370,301	99.64%			
2014	13,116,133	12,720,538	96.98	121,217	12,849,028	97.96%			
2015	13,929,300	13,468,609	96.69	127,652	13,589,826	97.56%			
2016	15,696,380	15,272,578	97.30	66,410	15,400,230	98.11%			
2017	17,231,953	17,145,384	99.50	68,511	17,211,794	99.88%			
2018	18,738,162	18,557,167	99.03	105,899	18,625,678	99.40%			
2019	21,204,246	21,007,104	99.07	23,066	21,113,003	99.57%			
2020	25,543,913	25,505,407	99.85	153,480	25,528,473	99.94%			
2021	25,781,334	25,403,819	98.54	-	25,557,299	99.13%			

Source: Office of Broward County Revenue Collections

CITY OF LAUDERHILL, FLORIDA
Ratio of Outstanding Debt by Type
Last Ten Fiscal Years
(Dollars in Thousands Except Percentage of Personal Income & Per Capita)

FISCAL YEAR	GOVERNMENTAL ACTIVITIES				BUSINESS-TYPE ACTIVITIES				TOTAL PRIMARY GOVERNMENT	PERCENTAGE OF PERSONAL INCOME	PER CAPITA*
	GENERAL OBLIGATION BONDS	REVENUE BONDS	ECONOMIC DEVELOPMENT NOTES PAYABLE	CAPITAL LEASES	WATER & SEWER REVENUE BONDS	STORMWATER REVENUE BONDS	STATE REVOLVING FUND LOANS				
2012	\$ 28,155	\$ 39,888	\$ 8,926	\$ 576	\$ 24,050	\$ 9,540	\$ 7,682	\$ 118,817	0.06	\$ 1,776	
2013	27,070	38,212	19,631	842	22,950	9,105	7,155	124,965	0.07	1,868	
2014	25,945	38,188	18,590	798	21,530	10,705	6,612	122,368	0.06	1,753	
2015	23,350	35,702	17,513	1,710	20,060	9,930	6,053	114,318	0.06	1,637	
2016	22,225	33,332	16,404	1,208	16,830	9,220	5,413	104,632	0.05	1,499	
2017	59,194	30,967	15,258	823	16,535	8,550	4,887	136,214	0.07	1,951	
2018	66,497	28,532	14,073	4,426	15,045	7,865	4,279	140,717	0.06	1,955	
2019	64,096	42,426	12,850	3,372	18,515	7,165	3,653	152,077	0.05	2,109	
2020	61,445	25,414	25,982	2,504	16,800	6,445	3,008	141,598	0.06	1,970	
2021	58,690	25,060	22,340	2,937	15,075	5,710	2,346	132,158	0.05	1,774	

* See Schedule of Demographic and Economic Statistics on page 124 for population data.

CITY OF LAUDERHILL, FLORIDA
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years

FISCAL YEAR	GENERAL OBLIGATION BONDS	LESS: AMOUNTS AVAILABLE IN DEBT SERVICE FUND	NET GENERAL BONDED DEBT	PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY *	PER CAPITA **
2012	\$ 28,155	\$ -	\$ 28,155	1.60	\$ 421
2013	27,070	-	27,070	1.54	405
2014	25,945	-	25,945	1.43	372
2015	23,350	-	23,350	1.22	334
2016	22,225	718	21,507	1.04	308
2017	59,194	725	58,469	2.61	838
2018	66,497	743	65,754	2.70	914
2019	64,096	661	63,435	2.43	880
2020	61,445	619	60,826	2.18	846
2021	58,690	626	58,064	1.93	780

* See Schedule of Assessed Value and Estimated Actual value of Taxable Property on page 117 for property value data.

** See Schedule of Demographic and Economic Statistics on page 125 for population data.

CITY OF LAUDERHILL, FLORIDA
 Direct and Overlapping Governmental Activities Net Debt
 September 30, 2021

GOVERNMENTAL UNIT	<u>NET DEBT OUTSTANDING</u>	<u>ESTIMATED PERCENTAGE APPLICABLE</u>	<u>ESTIMATED SHARE OF OVERLAPPING NET DEBT</u>
Broward County			
General Obligation Bonds	\$ 127,315,000	0.96%	\$ 1,222,216
Broward County School Board			
General Obligation Bonds	306,915,000	0.96%	<u>2,946,364</u>
Subtotal Overlapping Debt			4,168,580
City of Lauderhill Direct Debt			
General Obligation Debt	58,690,000 *	100.00%	58,690,000
Revenue Bonds	25,060,000	100.00%	25,060,000
Capital Lease	2,937,000	100.00%	2,937,000
Notes Payable	26,653,000	100.00%	<u>26,653,000</u>
Subtotal Direct Debt			<u>113,340,000</u>
Total Direct and Overlapping Debt			<u>\$ 117,508,580</u>

Sources: Assesed value data used to estimate applicable percentages was provided by the Broward County Property Appraiser. Debt outstanding data was provided by each governmental unit.

* includes premium

CITY OF LAUDERHILL, FLORIDA

Revenue Bond Coverages

Last Ten Fiscal Years

Water and Sewer Revenue Bond Issues

Fiscal Year	Operating Income Before Depreciation, Amortization and Operating Grant Expenses Plus Interest Income		Debt Service	Times Coverage
	\$			
2012	\$	3,211,917	\$ 1,887,425	1.70
2013		3,143,906	2,321,488	1.35
2014		3,388,009	2,287,574	1.48
2015		3,953,863	2,284,721	1.73
2016		5,426,019	2,279,296	2.38
2017		6,710,244	596,962	11.24
2018		7,133,091	1,958,763	3.64
2019		4,618,862	1,991,669	2.32
2020		5,819,331	2,329,713	2.50
2021		5,236,651	2,298,889	2.28

Stormwater Revenue Bond Issues

Fiscal Year	Operating Income Before Depreciation and Amortization Plus Interest Income		Debt Service	Times Coverage
	\$			
2012	\$	3,039,410	\$ 883,650	3.44
2013		3,319,630	878,890	3.78
2014		3,457,315	883,684	3.91
2015		2,916,478	922,123	3.16
2016		3,209,415	923,588	3.47
2017		2,674,852	905,838	2.95
2018		3,612,852	903,902	4.00
2019		2,894,578	901,674	3.21
2020		3,840,682	903,869	4.25
2021		3,615,757	900,801	4.01

Capital Improvement Revenue Bond Issues

Fiscal Year	1/2 Cent Sales Tax Revenues		Debt Service	Times Coverage
	\$			
2012	\$	3,675,954	\$ 1,649,678	2.23
2013		3,902,357	1,746,210	2.23
2014		4,125,078	1,765,732	2.34
2015		4,311,002	1,763,509	2.44
2016		4,539,497	1,748,755	2.60
2017		4,639,164	1,671,118	2.78
2018		4,838,715	1,666,543	2.90
2019		4,880,720	1,721,803	2.83
2020		4,355,319	2,060,047	2.11
2021		5,162,007	2,230,766	2.31

CITY OF LAUDERHILL, FLORIDA
Demographic and Economic Statistics
Last Ten Fiscal Years

FISCAL YEAR	CITY OF LAUDERHILL POPULATION	BROWARD COUNTY POPULATION	BROWARD	COUNTY	CITY	CITY	UNEMPLOYMENT RATE	
			COUNTY	PER CAPITA	PERSONAL	PERSONAL		PER CAPITA
			PERSONAL	PERSONAL	PERSONAL	PERSONAL		
			INCOME	INCOME	INCOME	INCOME		
			(IN THOUSANDS)	(IN THOUSANDS)	(IN THOUSANDS)	(IN THOUSANDS)		
2011	66,887	1,748,066	\$ 49,758,699	\$ 28,465	\$ 1,293,394	\$ 19,337	9.8	
2012	66,887	1,748,066	49,758,699	28,465	1,293,394	19,337	9.8	
2013	66,887	1,748,066	49,758,699	28,465	1,293,394	19,337	9.8	
2014	69,813	1,838,844	51,864,595	28,205	1,295,520	18,557	5.7	
2015	69,813	1,838,844	51,864,595	28,205	1,295,520	18,557	5.7	
2016	69,813	1,838,844	51,864,595	28,205	1,295,520	18,557	5.7	
2017	69,813	1,838,844	51,864,595	28,205	1,295,520	18,557	5.7	
2018	71,970	1,935,878	58,287,351	30,109	1,318,850	18,325	4.9	
2019	72,094	1,951,260	91,224,860	46,752	1,400,786	19,430	4.2	
2020	71,868	1,952,778	64,263,971	32,909	1,479,618	20,588	11.5	
2021	74,482	1,944,375	63,987,437	32,909	1,533,435	20,588	6.2	

U.S. Department of Commerce, Bureau of the Census for 1960-2018

* Estimate based on annexation of un-incorporated area's

CITY OF LAUDERHILL, FLORIDA
Principal Employers
Current Year and Nine Years Ago

EMPLOYER	2021			2012		
	EMPLOYEES	RANK	PERCENTAGE OF TOTAL EMPLOYMENT	EMPLOYEES	RANK	PERCENTAGE OF TOTAL EMPLOYMENT
City of Lauderhill	600	1	37.50%	600	1	33.33%
Broward County Public School District in Lauderhill	500	2	31.25%	500	2	27.78%
United Parcel Service	400	3	25.00%	400	3	22.22%
Publix	100	4	6.25%	100	5	5.56%
Target	-		0.00%	200	4	11.11%
Total	1,600		100.00%	1,800		100.00%

Source: City of Lauderhill Economic Development Department

CITY OF LAUDERHILL, FLORIDA
 Full-Time Equivalent City Government Employees by Function /Program
 Last Ten Fiscal Years

FUNCTION/PROGRAM	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
General Government										
Commission	0	1	0	0	0	0	0	0	0	0
City Manager	3	5	6	7	7	6	6	5	4	4
City Clerk	4	4	4	4	3	4	5	5	5	5
MIS	5	4	5	4	5	6	5	6	6	6
Special Events	3	2	2	2	2	3	4	1	3	3
Park Ranger	0	0	0	0	3	5	5	5	5	7
Finance	7	6	5	5	5	5	5	6	6	6
Purchasing	2	3	2	2	3	3	3	2	2	2
Housing & Eco	0	0	0	0	4	5	4	3	3	3
Utility Customer Service	10	10	8	6	5	6	12	15	12	12
Management & Budget	7	6	6	7	4	3	4	3	4	3
Fleet Maint	2	2	3	5	4	4	3	3	3	4
Human Resources	4	4	5	5	5	6	6	6	6	6
Grants Administration	1	0	0	0	0	0	0	2	2	4
Building	0	0	0	0	5	4	2	2	3	2
Planning/Zoning	5	3	5	0	5	4	5	6	6	4
Code Enforcement	10	15	13	8	9	12	13	14	14	12
Building Maint	11	7	8	9	12	15	15	15	16	12
Streets & Roads	21	4	2	3	4	4	7	13	9	11
Public Safety										
Police - Administration	14	9	12	11	11	11	10	10	13	13
Police - Operations	87	75	72	64	65	64	89	93	86	92
Police - Support Serv.	20	39	40	40	44	47	38	42	46	49
Fire/EMS	66	70	69	67	64	63	61	62	74	82
Fire Inspections	2	2	3	3	3	3	3	3	3	3
Fire - Rescue	23	23	26	25	23	24	24	32	27	27
Fire-Fleet Service	0	0	0	0	1	1	1	1	1	1
Culture and Recreation										
PALS - Admin	2	2	3	3	4	4	4	5	5	4
PALS - Aquatics	2	2	1	2	3	5	4	0	0	0
PALS - Athletic Programs	2	2	2	2	4	1	1	1	0	0
PALS - Park Maintance	1	21	21	19	20	22	23	29	29	25
PALS - Sports Park	1	1	1	1	1	2	2	2	3	4
PALS - Childrens Programs	1	1	1	2	1	0	1	0	0	0
PALS - Community Services	6	6	6	8	6	7	6	4	4	4
PALS - Transportation	0	0	0	0	0	0	3	3	3	3
Business Enterprise										
Engineering	9	9	10	7	3	4	4	7	7	6
Water Distribution	1	1	1	1	1	1	0	0	0	0
Stormwater Capital Projects	14	15	15	17	24	20	7	9	7	10
Stormwater Maintenance	1	1	3	3	2	4	1	3	7	6
Water Transmission	21	23	22	21	18	18	19	19	21	19
Lauderhill PAC	0	0	0	0	0	2	3	4	5	6
TOTALS	368	378	382	363	383	398	408	441	450	460

Source: City of Lauderhill Finance Department

CITY OF LAUDERHILL, FLORIDA
Operating Indicators by Function/Program
Last Ten Fiscal Years

FUNCTION/PROGRAM	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Public Safety										
Police										
911 & Non Emergency Calls Received	61,488	62,222	63,932	65,375	59,029	66,243	65,594	68,230	64,749	60,979
Citations Processed	6,108	5,910	7,620	5,350	3,253	2,254	3,647	10,118	4,343	2,955
Arrests Processed	1,136	1,065	1,119	1,210	828	910	1,138	1,152	967	681
Fire Rescue										
Total Incidents	12,998	13,052	14,569	15,679	15,330	15,227	14,625	14,146	13,895	14,905
Total Fire Incidents	166	152	152	177	181	236	161	123	215	491
Physical Environmen										
Water Distribution										
Water Main Failures	11	21	22	7	8	4	9	13	28	13
New Water Mains Construction (Feet)	870	-	180	-	-	-	-	-	271	5,564
Raw Water Treated (Billions of Gallons)	2	2	2	2	2	2.2	2.2	2.2	2.1	2.03
Water Treatment										
Raw Wastewater Treated (Bilion of Gallons)	2	2	2	2	2	2.2	2.2	2.2	2.4	2.3
Sanitation										
Household Refuse Collected (Tons)	-	-	-	-	-	-	-	-	-	-
Recycling Tonnage	-	-	-	-	-	-	-	-	-	-
Culture and Recreation										
Pavilion Rentals	34	15	46	109	279	109	139	122	63	12
Park Attendance	355,043	384,330	232,952	405,102	419,500	393,721	413,897	416,829	314,789	412,877
Pool Attendance	5,704	15,348	11,541	8,355	4,165	11,733	11,268	11,368	7,623	4,972

-Figures were unavailable

Source: City of Lauderhill Various Departments

CITY OF LAUDERHILL, FLORIDA
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

FUNCTION/PROGRAM	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Public Safety										
Police										
Station	3	3	4	4	3	5	6	8	8	5
Patrol Units										
Fire Stations	4	4	4	4	4	4	4	4	4	4
Highways and Streets										
Streets(miles)	111	111	111	111	111	111	108	108	108	108
Streets lights	1620	1620	1620	1620	1620	1620	1620	1620	1620	1620
Culture and recreation										
Parks Acreage	237.69	237.69	237.69	237.69	237.69	237.69	237.69	237.69	242.32	242.32
Parks	22	22	22	22	22	22	22	22	26	26
Tennis Courts	18	18	18	18	18	18	18	18	18	18
Community Centers	7	7	7	7	7	7	7	7	7	7
Aquatic Center	3	3	3	3	3	3	3	3	3	3
Water										
Water Mains (miles)	145.16	145.16	145.16	144.04	145	145	145	145	145	146.73
Fire Hydrants	1327	1331	1334	1335	1342	1342	1343	1350	1365	1371
Maximum Daily Capacity* (millions of gallons)*	16	16	16	16	16	16	16	16	16	16
Sewer										
Sanitary Sewers (miles)	123.24	123.24	123.24	123.44	123.44	123.44	123.44	123.44	123.44	124.7
Storm Sewers (miles)	50.53	50.53	50.53	50.53	50.53	50.53	50.53	50.53	50.53	50.53
Maximum Daily Capacity* (millions of gallons)*	7	7	7	7	7	7	7	7	7	7

-Figures were unavailable

Source: City of Lauderhill Various Departments

City of Lauderdale

Brown & Brown Public Risk Insurance Advisors

Insurance Coverage

October 1, 2020-2021

Total Premium \$1,055,494

Coverage	Limit	Deductibles/Retention
Property & Inland Marine	\$102,641,213	\$2,500 All other Perils, 5% occurrence per named storm minimum of \$15,000. \$1,000 ded. Inland Marine
Boiler & Machinery	\$50,000,000	\$2,500
Earthquake Annual Aggregate	\$1,000,000	\$2,500 per earth movement
Flood Aggregate	\$5,000,000	\$2,500 per flood loss except zones A&V
Terrorism	\$5,000,000	\$2,500
General Liability	\$1,000,000	\$100,000 (Self-Insured Retention)
Employee Benefits Liability	\$1,000,000	\$100,000 (Self-Insured Retention)
Law Enforcement Liability	\$1,000,000	\$100,000 (Self-Insured Retention)
Public Officials Liability	\$2,000,000/\$2,000,000	\$100,000 (Self-Insured Retention)
Employment Practice Liability	\$2,000,000/\$2,000,000	\$100,000 (Self-Insured Retention)
Excess Workers Compensation	\$350,000	\$350,000 (Self-Insured Retention)
Auto Liability	\$1,000,000	\$100,000 (Self-Insured Retention)
Crime	\$500,000	\$5,000
Sports Accident Liability AD&D	\$10,000	None
Sports Accidental Medical Expense	\$250,000	\$100
Storage Tank Liability	\$1M/\$2M/\$3M	\$25,000/\$250,000
AD&D	\$75,000 In line of duty \$150,000 Fresh Pursuit \$225,000 Unlawful & Intentional Death	\$0

Source: Brown and Brown Public Risk Insurance Advisors



www.lauderhill-fl.gov

CITY COMMISSION

Mayor Ken Thurston
Vice Mayor Melissa P. Dunn
Commissioner Denise D. Grant
Commissioner Lawrence "Jabbow" Martin
Commissioner S. "Ray" Martin

City of Lauderhill, FL
5581 W. Oakland Park Blvd.
Lauderhill, FL 33313

THE CITY OF LAUDERHILL, FLORIDA

COMPLIANCE SECTION

SEPTEMBER 30, 2021

**THE CITY OF LAUDERHILL, FLORIDA
COMPLIANCE REPORTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

TABLE OF CONTENTS

	PAGE(S)
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 <i>Government Auditing Standards</i>	1-2
Independent Auditor’s Report on Compliance for Each Major Federal Program; Report on Internal Control over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance.....	3-5
Schedule of Expenditures of Federal Awards.....	6
Notes to the Schedule of Expenditures of Federal Awards	7
Schedule of Findings and Questioned Costs.....	8-9
Management Letter in Accordance with Rules of the Auditor General of the State of Florida.....	10-11
Independent Accountant’s Report on Compliance with the Requirements of Section 218.415, Florida Statutes	12

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

To the Honorable Mayor
and Members of the City Commission
City of Lauderhill, 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 City of Lauderhill, 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 28, 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 a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

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

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 City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in blue ink that reads "S. Davis & Associates, P.A." The signature is written in a cursive style and is centered on a light blue rectangular background.

Hollywood, Florida
March 28, 2022



2521 Hollywood Boulevard
Hollywood, Florida 33020
Telephone: 954-927-5900
Fax: 954-927-5927

1176 NW 163 Drive
Miami Gardens, Florida 33169
Telephone: 305-628-1510
Fax: 305-628-1595

900 Osceola Drive, Suite 2011
West Palm Beach, Florida 33409
Telephone: 561-547-0545
Fax: 561-253-2747

Member: American Institute of Certified Public Accountants | Florida Institute of Certified Public Accountants

INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

To the Honorable Mayor
and Members of the City Commission
City of Lauderhill, Florida

Report on Compliance for Each Major Federal Program

We have audited the City of Lauderhill, Florida’s (the “City”) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City’s major federal programs for the year ended September 30, 2021. The City’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

Management’s Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor’s Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the City, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs 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 compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

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

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

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

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

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise City's basic financial statements. We issued our report thereon dated March 28, 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 basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. 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 financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

A handwritten signature in blue ink that reads "S. Davis & Associates, P.A." The signature is written in a cursive style and is positioned above a light blue horizontal line.

Hollywood, Florida
March 28, 2022

**THE CITY OF LAUDERHILL, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Pass-Through Grantor Number	Expenditures
U.S. Department of Justice:			
<i>Passed Through the Office of the Attorney General:</i>			
Crime Victim Assistance	16.575	VOCA-2020- LauderhillPoliceDepar tment-00522	\$ 123,344
Coronavirus Emergency Supplemental Funding Program	16.034	2020-VD-BX-0317	57,706
Total U.S. Department of Justice			<u>181,050</u>
U.S. Department of Homeland Security:			
Disaster Grants – Public Assistance (Presidentially Declared Disasters)	97.036	PA-00-11-16-01-111	44,475
Staffing for Adequate Fire and Emergency Response (SAFER)	97.083	EMW-2019-FF-00729	381,950
Total U.S. Department of Homeland Security			<u>426,425</u>
U.S. Department of Health and Human Services:			
Provider Relief Fund and American Rescue Plan (ARP) Rural Distribution	93.498	HHS074527705775	35,716
Total U.S. Department of Health and Human Services			<u>35,716</u>
U.S. Department of Housing and Urban Development:			
Community Development Block Grants/Entitlement Grants	14.218	B-19-MC-12-0042	521,777
Community Development Block Grants/Entitlement Grants	14.218	B-20-MW-12-0042	686,736
			1,208,513
<i>Passed Through the Broward County Home Investment Partnerships Program Consortium:</i>			
Home Investment Partnerships Program	14.239		409,564
Total U.S. Department of Housing and Urban Development			<u>1,618,077</u>
U.S. Department of Treasury:			
Coronavirus State and Local Fiscal Recovery Funds	21.027	1505-0271	292,852
<i>Passed Through the Florida Housing Finance Corporation:</i>			
Coronavirus Relief Fund	21.019		618,520
Total U.S. Department of Treasury			<u>911,372</u>
U.S. Department of Small Business Administration			
Shuttered Venue Operators Grant Program	59.075	SBAHQ21SV013951	112,314
Total U.S. Department of Small Business Administration			<u>112,314</u>
Total Expenditures of Federal Awards			<u>\$ 3,284,954</u>

The accompanying notes are an integral part of this schedule.

THE CITY OF LAUDERHILL, FLORIDA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

Note 1 – Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (the “Schedule”) presents the expenditure activity of all federal awards of the City of Lauderhill, Florida (the “City”) for the year ended September 30, 2021. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the expenditures of the City, it is not intended to and does not present the financial position, changes in net position or cash flows of the City. Some amounts presented in this schedule may differ from amounts presented in or used in the preparation of the basic financial statements. The City’s reporting entity is defined in Note 1 of the City’s basic financial statements. All federal awards received directly from federal and indirectly through state agencies, as well as amounts passed through other government agencies are included in the accompanying schedule of expenditures of federal awards.

Note 2 - Summary of Significant Accounting Policies

The accompanying Schedule is presented using the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Note 3 – Indirect Cost Rate

The City did not recover its indirect costs using the 10% de minimis indirect cost rate provided under Section 200.414 of the Uniform Guidance.

Note 4 - Contingencies

Grant monies received and disbursed by the City are for specific purposes and are subject to review by the grantor agencies. Such audits may result in requests for reimbursement due to disallowed expenditures. Based upon prior experience, the City does not believe that such disallowances, if any, would have a material effect on the financial position of the City. As of March 28, 2022, management is not aware of any material questioned or disallowed costs as a result of grant audits in process or completed; however, the possible disallowance by a governmental agency of any item charged to a program or project cannot be determined at this time.

**THE CITY OF LAUDERHILL, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:

Unmodified

- Material weakness(es) identified? ___ Yes X No
- Significant deficiency(ies) identified that are not considered to be a material weaknesses? ___ Yes X None Reported
- Noncompliance material to financial statements noted? ___ Yes X No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? ___ Yes X No
- Significant deficiency(ies) identified that are not considered to be a material weakness? ___ Yes X None Reported

Type of auditor's report issued on compliance for major programs:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? ___ Yes X No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program</u>
14.239	Home Investment Partnerships Program
14.218	Community Development Block Grants/Entitlement Grants
21.019	Coronavirus Relief Fund

Dollar threshold used to distinguish between Type A and Type B programs:

\$ 750,000

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

**THE CITY OF LAUDERHILL, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

Section II - Financial Statement Current Year Findings and Questioned Costs

There were no findings and questioned costs noted during the current year.

Section III - Financial Statement Prior Year Findings and Questioned Costs

There were no findings and questioned costs noted during the prior year.

Section IV - Federal Award Current Year Findings and Questioned Costs

There were no findings and questioned costs noted during the current year.

Section V - Federal Award Prior Year Findings and Questioned Costs

There were no findings and questioned costs noted during the prior year.

Management Letter in Accordance with Rules of the Auditor General of the State of Florida

To the Honorable Mayor
and Members of the City Commission
City of Lauderhill, Florida

Report on the Financial Statements

We have audited the financial statements of the City of Lauderhill, Florida (the "City") as of and for the fiscal year ended September 30, 2021, and have issued our report thereon dated March 28, 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; the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and Chapter 10.550, Rules of the Auditor General.

Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control over Compliance; 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 28, 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 financial audit report. No recommendations were made in the preceding financial audit report.

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in the management letter, unless disclosed in the notes to the financial statements. The name or official title and legal authority of the primary government and component units are 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, requires us to apply appropriate procedures and communicate the results of our determination as to whether or not the City met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific condition(s) met. In connection with our audit, we determined that the City did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

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

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

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 Commissioners, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in blue ink that reads "S. Davis & Associates, P.A." The signature is written in a cursive style and is positioned above a light blue horizontal line.

Hollywood, Florida
March 28, 2022

**INDEPENDENT ACCOUNTANT'S REPORT ON COMPLIANCE WITH THE
REQUIREMENTS OF SECTION 218.415, FLORIDA STATUTES**

To the Honorable Mayor
and Members of the City Commission
City of Lauderhill, Florida

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

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the City complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the City complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material 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 during the fiscal year ended September 30, 2021.



Hollywood, Florida
March 28, 2022