

ANNUAL COMPREHENSIVE FINANCIAL REPORT



Bill Breeze Park

City of Ocoee, Florida



For Fiscal Year Ended September 30, 2022

CITY OF OCOEE, FLORIDA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2022

Prepared by: City of Ocoee Finance Department

INTRODUCTORY SECTION

**CITY OF OCOEE, FLORIDA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022**

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Mayor
Rusty Johnson

Commissioners

Scott R. Kennedy
District 1

Rosemary Wilsen
District 2

Richard Firstner
District 3

District 4

City Manager
Robert D. Frank

March 30, 2023

To the Honorable Mayor and City Commission and Citizens of the City of Ocoee, Florida:

The Annual Comprehensive Financial Report (the “Annual Report”) of the City of Ocoee, Florida (City) for the year ended September 30, 2022, is submitted herewith pursuant to Article III, Section 11 of the City Charter, Florida Statutes Chapter 11, Section 45, and Chapter 10.550 of the Rules of the Auditor General of the State of Florida. State law requires that all general-purpose local governments publish a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America, and that they be audited in accordance with auditing standards generally accepted in the United States of America by a firm of licensed certified public accountants. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the City of Ocoee has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City of Ocoee's financial statements in conformity with Generally Accepted Accounting Principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the City of Ocoee's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects. We encourage readers to consider information provided in the Management Discussion and Analysis (p. 4-12) in conjunction with the information provided in this Transmittal.

The City of Ocoee's financial statements have been audited by Purvis, Gray and Company, LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Ocoee for the fiscal year ended September 30, 2022 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of Ocoee's financial statements for the fiscal year ended September 30, 2022, are fairly presented in conformity with accounting principles generally accepted in the United States of America. The independent auditor's report is presented as the first component of the financial section of this report.

Profile of the Government

The City of Ocoee is a municipal corporation of the State of Florida operating under a commission/manager form of government. Located in Central Florida, approximately 14



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miles west of Orlando, the City of Ocoee encompasses 16.16 square miles. Ocoee is home to approximately 49,221 residents.

Ocoee is conveniently situated along several of central Florida's major highways, such as Florida's Turnpike, SR 408, SR 50, and SR 429. Over the next several years the northern leg of SR 429 will be extended north to intersect with Interstate 4 near Sanford to form a major by-pass route west of Orlando. Downtown Orlando, including many tourist attractions and major employers, is an easy 15-minute drive from central Ocoee. Residents and visitors to Ocoee are within a days' drive from four major cruise ports, several international and regional airports, and Florida's award winning beaches. Contributing to Ocoee's appeal as a livable workable city are its many recreational opportunities, excellent schools, major hospital and county operated public library.

The City is empowered to levy a property tax on real estate and personal properties within its city limits. The City commission, comprised of the Mayor and four commissioners, is the governing body of the City. The City Manager is appointed by the commission and is responsible for implementing policies adopted by the commission and managing employees and the daily operations of the city government. The financial reporting entity, the City of Ocoee, includes all funds of the primary government and activity for the Community Redevelopment Agency (CRA). The CRA was created in 2006 and is reported as a special revenue fund. Additional information can be found in Note 1 of the notes to the basic financial statements.

The fiscal operating year for the City is October 1st through September 30th. The City Manager submits an annual budget to the city commission by the first day of August for the ensuing year for the general fund, CRA fund, impact fee special revenue funds and enterprise funds. Public hearings are held as required by the Truth in Millage Act (TRIM) prior to adoption of the millage rate and budget by the commission. Budgetary control over expenditures is at the department level. Commission approval is required to adjust the bottom line of a department. A budget to actual comparison for the general fund is provided on pages 18-19.

The provision of services such as police, fire rescue, municipal water and wastewater services, storm water management, and solid waste collection and disposal is an important aspect of Ocoee's growth management. Ocoee continues to expand and improve its wastewater and water facilities to keep pace with the City's growth, and to meet state concurrency requirements through an aggressive capital improvements program.

Office/Medical growth has provided over 75,000 square feet of new office space with the approval and construction of the Heartland Dental, Darren Medical Office, West Orange Surgery Center, Inland Trucking Corporate Office, Inspiration PUD Office Condo, and Siri Medical Office. A new 112 Room, 65,000 square foot hotel will improve the Colonial Drive area within the CRA. The new Progress Commercial Park has broken ground and will include over 485,000 square feet of High End Light Industrial.

The city's residential developments continue to build their approved lots at a rapid rate. The townhome developments of Greens at Forest Lake, Prairie Meadows, and Reserve at Lake Meadow have constructed all of the permitted townhomes. Arden Park is

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finishing the last of the homes in Phases 5&6. The Wynwood PUD has finished the site work for Phases 1&2 and has begun to construct the Model Homes. Phases 1 & 2 will bring in 190 new Single-family homes.

The Alibi, located along Old Winter Garden Road within the Fifty West Redevelopment District started construction of a multifamily complex containing 410 units. Also, another multifamily mixed-use development, proposed is in the planning phases and has requested 300 luxury apartments.

Factors affecting Financial Condition

Local economy. The City is primarily a residential and retail area with a moderate amount of light industry and commercial business. The City's total assessed valuation for real and personal property increased 12% from the prior year indicating property values are continuing to increase in the City. The City's population has increased 33% from that of ten years ago. Local indicators point to a continued trend of growth as the City continues to work with builders, developers and residents for both commercial and residential development.

The unemployment rate for Ocoee has reduced by 1.5% from 3.9%. At September 30, 2022, the unemployment rate was 2.4% which was consistent with the state's unemployment rate at 2.6% and the national unemployment rate of 3.5%. The City is home to several major employers- Orlando Health Central Hospital, Super Wal-Mart, Florida Auto Auction, Orange County Public Schools, Westgate Resorts, Sysco Foods, and the Orange County Tax Collector. Located in the West Oaks Mall, the Tax Collector's Ocoee Branch is the largest in the State of Florida.

Long-term financial planning. The City maintained a moderate property tax rate of 5.05 mils during fiscal year 2022 (tax year 2021). The maximum millage rate that can be levied is 10 mils. Projections for budgeted revenues remained conservative, particularly in the fees generated by building/construction areas. An increase in recurring revenues off-set the budgeted millage rate.

The City annually updates and adopts a 5-year Capital Improvements Plan (CIP). The CIP is a multi-year prioritized schedule of capital improvements that lists each improvement by the year it is intended to be purchased or commenced; the amount to be spent per year; and, the method of financing such improvement. Each year prior to the annual budget process the CIP is reviewed to ensure incorporation of all necessary capital improvements. The CIP is not a fixed document but a flexible, evolutionary document that may change to reflect changing priorities opportunities, costs, or different financing approaches.

Relevant Financial Policies. The City had no significant or material changes in financial policy and all required debt service payments of principal and interest were met.



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Major Initiatives.

Improving transportation continues to be a major focus for the City. Staff maintains and updates annually a master plan that identifies transportation projects and potential funding to implement the projects. During 2021 - 2022 the City moved forward with several of the projects identified in the Transportation Master Plan, including the following:

- The City, in partnership with Orange County, completed the improvements to the Fullers Cross Road/Ocoee Apopka Road intersection.
- Identified in the Complete Streets Study for SR 438, the City partnered with CFX to design an 8-12' shared pathway on the south side of Franklin Street from SR 429 to Bowness Avenue. Required right-of-way was acquired by the City and construction got underway in early 2022.
- The City in partnership with the CRA continues to partner to prepare preliminary engineering to improve pedestrian and bicycle facilities along Bluford Avenue from Delaware Street to Old Winter Garden Road to include a possible roundabout at the Bluford Avenue and Geneva Street intersection and at the Maine Street and Bluford Avenue intersection. Final engineering will commence in early of 2023.
- The City and CRA continue to work with Healthy West Orange as a member of the Trails Initiative Steering Committee.
- The City entered into a Development Agreement with Lennar Homes to design, engineer and widen Clarke Road from AD Mims Road to Clarcona-Ocoee Road. The project includes sidewalks, landscaping, roadway lighting, medians, and 2 additional travel lanes. Construction should be complete by late 2023.
- In keeping with the city's Downtown Master Plan, the design and engineering for City Hall, Oakland Avenue improvements, and the Downtown Stormwater Park were completed and construction for each of these projects was initiated in 2021. The Parks and Recreation Department completed the improvements at Montgomery Park, which includes a new playground and the City's first dog park.

To aid potential developers in visioning the City's improvement goals, the City's Urban Design Studio worked with potential developers to prepare design concepts. This activity is leading to the redevelopment of some of our older buildings, as well as, commitments to build new construction consistent with other downtown expansion, created and approved by City staff.

The Fifty West Community Redevelopment District has seen increasing success since its inception in 2006, realizing an 156% increase in taxable property values and increase of 530% in increment revenue. New businesses are locating to the area while existing establishments are refurbishing the buildings. In 2022, 28 new business opened within the Redevelopment District. New construction is underway including Phase II of the Ocoee Corners and City Center West Orange. Once completed, City Center West Orange will be the largest mix-use center in the city.

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We are committed to enhancing the community health and wellbeing of our citizens and visitors. In FY 2021-2022, the City initiated several new parks, recreation facilities, and trails, that when used, improves overall community health. This includes not only physical health, but also in advancing social, emotional, and mental health.

- The West Orange Healthcare District and the Foundation for a Healthier West Orange granted the Ocoee Community Redevelopment Agency \$2.25 million dollars to construct the Healthy West Orange Wellness Park. This park includes a multipurpose trail that is located around a beautifully landscape retention pond and 4 shaded wellness hubs that collectively provides over 100 different exercise opportunities. The park is designed to serve a mutigenerational population and increases access to quality outdoor fitness equipment. The park started construction February 28, 2022 and the ribbon was cut on February 14, 2023.
- The City's Public Works Department, is building a park that will contain and treat the Downtown's master stormwater. It has been designed as an urban park. The park will not only handle runoff from the surrounding area, it is planted with 100% native trees and landscape. The design of the park includes a boardwalk, walking path and open green where one can practice mindfulness activities such as meditation and yoga. The bulk of construction was completed in 2022 and is estimated to be complete in late April of 2023.
- The City's Parks and Recreation Department planned and initiated the Ocoee Action Sports Park in FY 2022. This facility is located in Vandergrift Central Park and when completed in April will provide our youth and those young at heart a safe place to skate on a concrete interactive ramp system and skating apparatuses, as well, as those that want to use a pump track that consists of continuous asphalt berms where one can ride their bike or even wheel chair.

Awards and Acknowledgements.

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Ocoee for its ACFR for the fiscal year ended September 30, 2021. This was the fifteenth consecutive year that the government has received this prestigious award. In order to be awarded a Certificate of Achievement, the government must publish an easily readable and efficiently organized ACFR. This report satisfied both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current ACFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of the ACFR in a timely manner was made possible by the dedicated service of the entire Finance Department and City staff. We would also like to thank you, the elected representatives of the citizens of Ocoee, for your continued interest and

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support in planning and conducting the financial operations of the City in a professional, responsible and responsive manner.

Robert D. Frank, MPA
City Manager

Rebecca Roberts, CPA
Finance Director



Government Finance Officers Association

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**City of Ocoee
Florida**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2021

Christopher P. Morill

Executive Director/CEO

CITY OF OCOEE, FLORIDA

LIST OF PRINCIPAL OFFICIALS

SEPTEMBER 30, 2022

ELECTED OFFICIALS

MAYOR

COMMISSIONER – District 1

COMMISSIONER – District 2

COMMISSIONER – District 3

COMMISSIONER – District 4

Leon “Rusty” Johnson

Larry Brinson, Sr.

Rosemary Wilsen

Richard Firstner

George Oliver

STAFF

CITY MANAGER

ASSISTANT CITY MANAGER

CITY CLERK

FINANCE DIRECTOR

POLICE CHIEF

FIRE CHIEF

PUBLIC WORKS DIRECTOR

DEVELOPMENT SERVICES DIRECTOR

HUMAN RESOURCES/RISK MANAGEMENT DIRECTOR

UTILITIES DIRECTOR

PARKS AND RECREATION DIRECTOR

ACTING SUPPORT SERVICES DIRECTOR

Robert Frank

Craig Shadrix

Melanie Sibbitt

Rebecca Roberts

Saima Plasencia

Tom Smothers

Steve Krug

Michael Rumer

Jenetta Wilson

Jamie Croteau

Mark Johnson

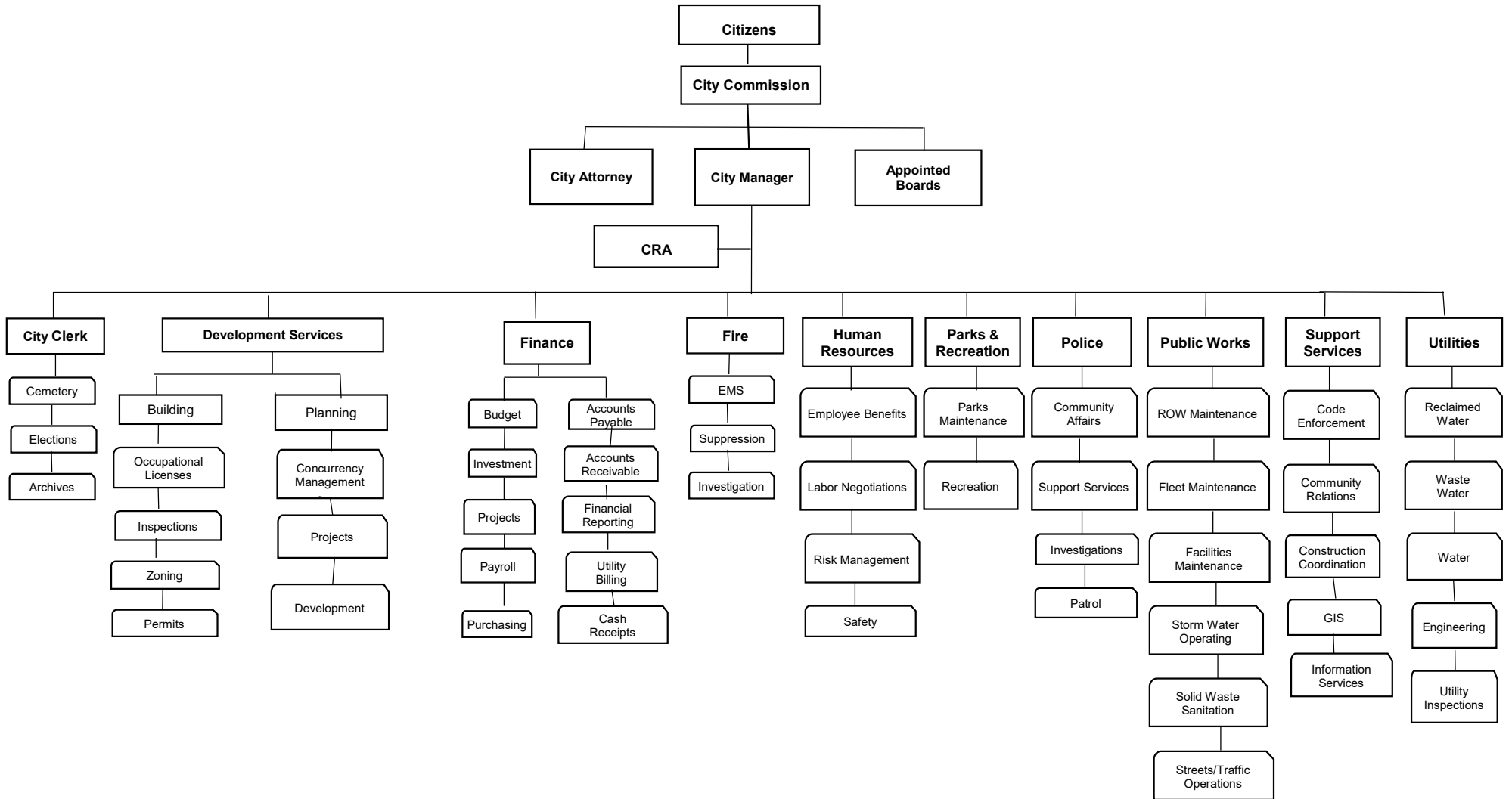
Douglas Gaines

LEGAL COUNCIL

Scott Cookson, Esq.

Shuffield, Lowman, and Wilson, P.A.

City of Ocoee
 Organizational Chart
 Fiscal Year 2022



FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Commissioners
City of Ocoee, Florida

Report on the Financial Statements

Opinions

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 Ocoee, Florida (the City) as of and for the year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of September 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the general fund, and American Rescue Plan Act Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinions

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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of a Matter

As described in Note 1 to the financial statements, in 2022, the City adopted new accounting guidance, Governmental Accounting Standards Board Statement No. 87, *Leases*. Our opinion is not modified with respect to this matter.

Responsibilities of Management 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America, require that the management's discussion and analysis and the pension and other postemployment benefits disclosures on pages 4 through 12 and 68 through 76 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we

Honorable Mayor and City Commissioners
City of Ocoee, Florida

INDEPENDENT AUDITOR'S REPORT

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.

Supplementary 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 accompanying combining and individual non-major fund financial statements and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are 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 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated March 30, 2023, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the result of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Purvis Gray

March 30, 2023
Ocala, Florida

MANAGEMENT'S DISCUSSION AND ANALYSIS

**CITY OF OCOEE, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS**

This narrative overview and analysis of the financial activities of the City of Ocoee, Florida (the City) for the fiscal year ended September 30, 2022, is designed to assist the reader in: a) focusing on significant financial issues, b) providing an overview of the City's financial activity, c) identifying changes in the City's financial position, d) identifying any material deviations from the approved budget, and e) identifying individual fund issues or concerns. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages iv-viii of this report.

Financial Highlights

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by \$263,823,619 (*net position*). Of this amount, \$54,005,894 (*unrestricted net position*) may be used to meet the City's ongoing obligations to citizens and creditors.
- The City's total net position increased by \$12,527,459 or 5%.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$72,561,140. Approximately 30% of this total amount, \$21,837,233 is available for spending at the City's discretion (*unassigned fund balance*).
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$21,837,233, or 50% of total general fund expenditures.
- The City's total debt decreased by \$3,360,475 (4.6%) during the current fiscal year.

Using this Annual Report

The financial statement's focus is on both the City as a whole (government-wide) and on the major individual funds. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year to year or government to government) and enhance the City's accountability.

This discussion and analysis are intended to serve as an introduction to the City of Ocoee's basic financial statements, which 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.

Government-Wide Financial Statements

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

The *statement of net position* presents information on all of the City's assets, liabilities and deferred inflows/outflows of resources, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *statement of activities* presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

**CITY OF OCOEE, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS**

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, public safety, physical environment, and culture and recreation. The business-type activities of the City include Water and Wastewater, Solid Waste, and Stormwater.

The government-wide financial statements include only the City itself (known as the *primary government*) and one blended component unit (The City of Ocoee Community Redevelopment Trust fund). The Water and Wastewater fund, Solid Waste fund, and the Stormwater fund function as departments of the City and, therefore, have been included as an integral part of the primary government.

The government-wide financial statements can be found on pages 13-14 of this report.

Fund Financial Statements

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

Governmental Funds

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City maintains 16 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, ARPA Fund and 2020 Capital Projects Fund. Data from the other 13 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

The City adopts an annual appropriated budget for the General Fund, Community Redevelopment Agency Fund, and Impact Fee Special Revenue Funds. Budgetary comparison schedules have been provided for the General Fund and ARPA Fund to demonstrate compliance with the budget on pages 18-20.

**CITY OF OCOEE, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS**

Budgetary comparison schedules for non-major Special Revenue funds are presented on pages 83-87. The basic governmental fund financial statements can be found on pages 13-17 of this report.

Proprietary Funds

The City of Ocoee maintains two types of proprietary funds: *enterprise and internal service*.

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 Wastewater fund, Solid Waste fund, and Stormwater fund. Annual operating budgets are adopted for these funds. *Internal service funds* are an accounting tool used to accumulate and allocate costs internally among various functions. The City utilizes an internal service fund for its health insurance. Because services accounted for in the internal service fund predominately benefit governmental rather than business-type functions, it has been included within the *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Wastewater fund, Solid Waste fund, and for the Stormwater fund.

The basic proprietary fund financial statements can be found on pages 21-25 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 own programs. 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 26-27 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 on pages 28-67 of this report.

Required Supplementary Information (RSI)

RSI can be found on pages 68-76 of this report.

Other Information

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the RSI. Combining and individual fund statements and schedules can be found on pages 77-89 of this report.

Government-Wide Financial Analysis

Statement of Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$263,823,619 at the close of the most recent fiscal year.

**CITY OF OCOEE, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS**

By far the largest portion of the City's net position (57%) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. An additional portion of the City's net position (23%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* \$54,005,894 may be used to meet the City's ongoing obligations to citizens and creditors.

At September 30, 2022, the City is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities. The following table reflects the condensed Statement of Net Position for the current and prior year. For more detail see the Statement of Net Position on page 13.

Statement of Net Position as of September 30,

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Current and Other Assets	\$ 103,591,615	\$ 104,159,598	\$ 36,602,989	\$ 36,203,779	\$ 140,194,604	\$ 140,363,377
Restricted Assets	-	-	19,027,433	14,537,066	19,027,433	14,537,066
Capital Assets	146,229,323	133,407,379	67,235,558	67,005,340	213,464,881	200,412,719
Total Assets	249,820,938	237,566,977	122,865,980	117,746,185	372,686,918	355,313,162
Deferred Outflows of Resources	18,527,927	6,096,020	2,630,221	904,986	21,158,148	7,001,006
Current Liabilities	22,466,749	12,681,705	1,267,256	3,002,222	23,734,005	15,683,927
Long Term Liabilities Outstanding	80,373,639	62,613,084	22,727,644	21,205,005	103,101,283	83,818,089
Other Liabilities	228,319	-	407,499	417,360	635,818	417,360
Total Liabilities	103,068,707	75,294,789	24,402,399	24,624,587	127,471,106	99,919,376
Deferred Inflows of Resources	1,690,396	9,781,629	859,945	1,317,003	2,550,341	11,098,632
Net Position						
Net Investment in Capital Assets	98,523,034	92,684,779	50,631,265	48,494,233	149,154,299	141,179,012
Restricted	26,108,223	17,558,795	34,555,203	15,848,678	60,663,426	33,407,473
Unrestricted	38,958,505	48,343,005	15,047,389	28,366,670	54,005,894	76,709,675
Total Net Position	\$ 163,589,762	\$ 158,586,579	\$ 100,233,857	\$ 92,709,581	\$ 263,823,619	\$ 251,296,160

Statement of Activities

The following table reflects the condensed Statement of Activities for the current and prior year. For more detailed information see the Statement of Activities on page 14. Note that total net position increased by \$24,186,545.

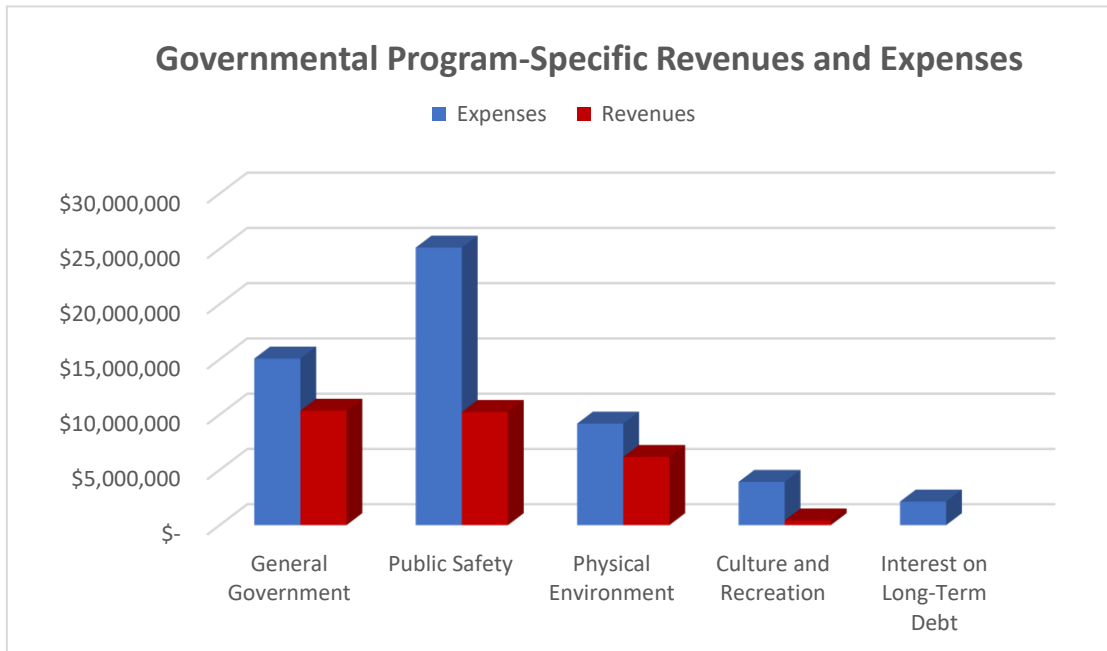
Net position for governmental activities increased by \$16,706,217. The City experienced continued growth in residential and commercial properties contributing to an increase in taxes and service charges. Key elements of these increases are:

- Property taxes are \$988,366 or 6% higher than fiscal year 2021.
- Charges for services are down \$2,072,343 or (15%).
- Operating grants and contributions also fell by \$1,945,737 or (12%).
- Overall expenses increased by 21% or \$9,348,912.

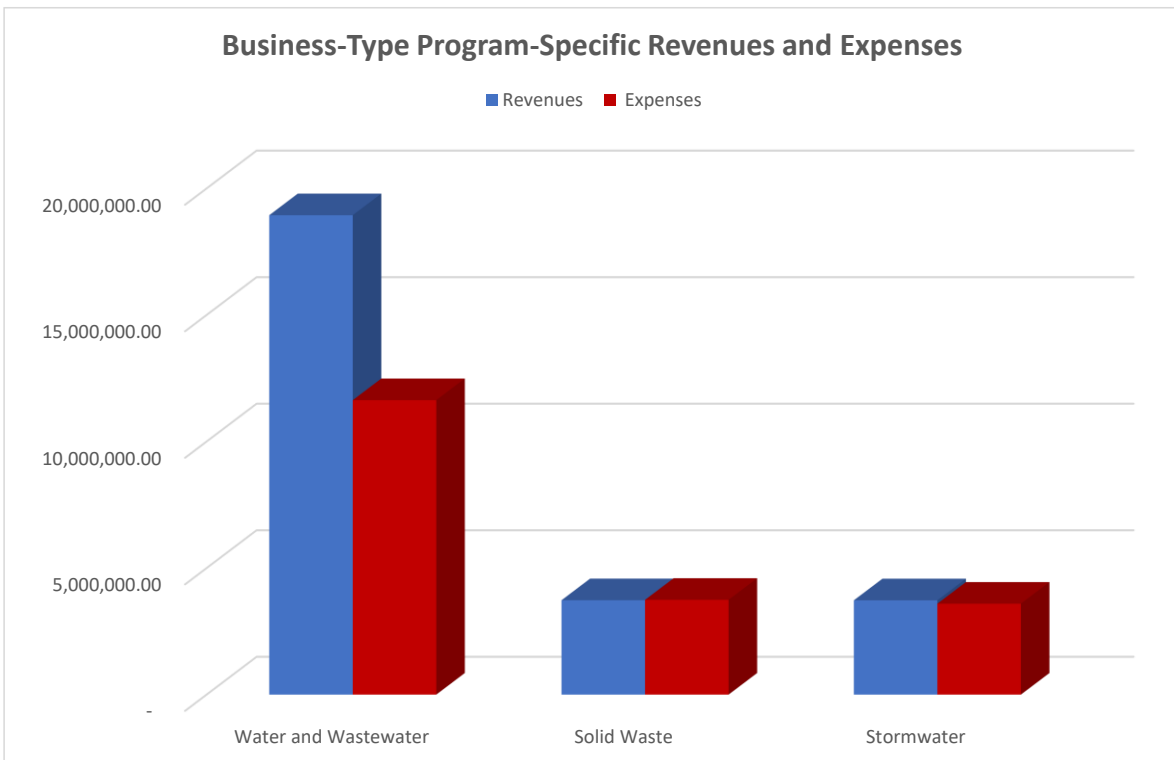
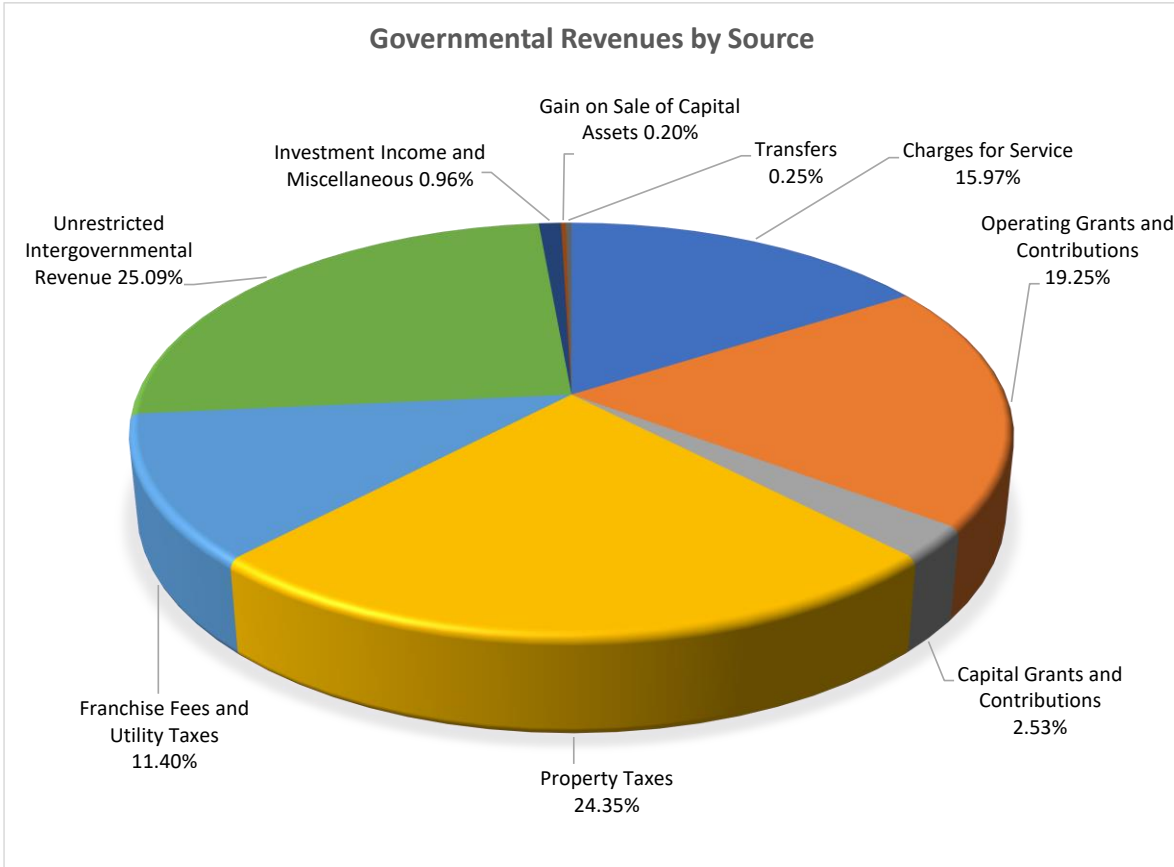
**CITY OF OCOEE, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS**

Changes in Net Position for the Year Ended September 30,

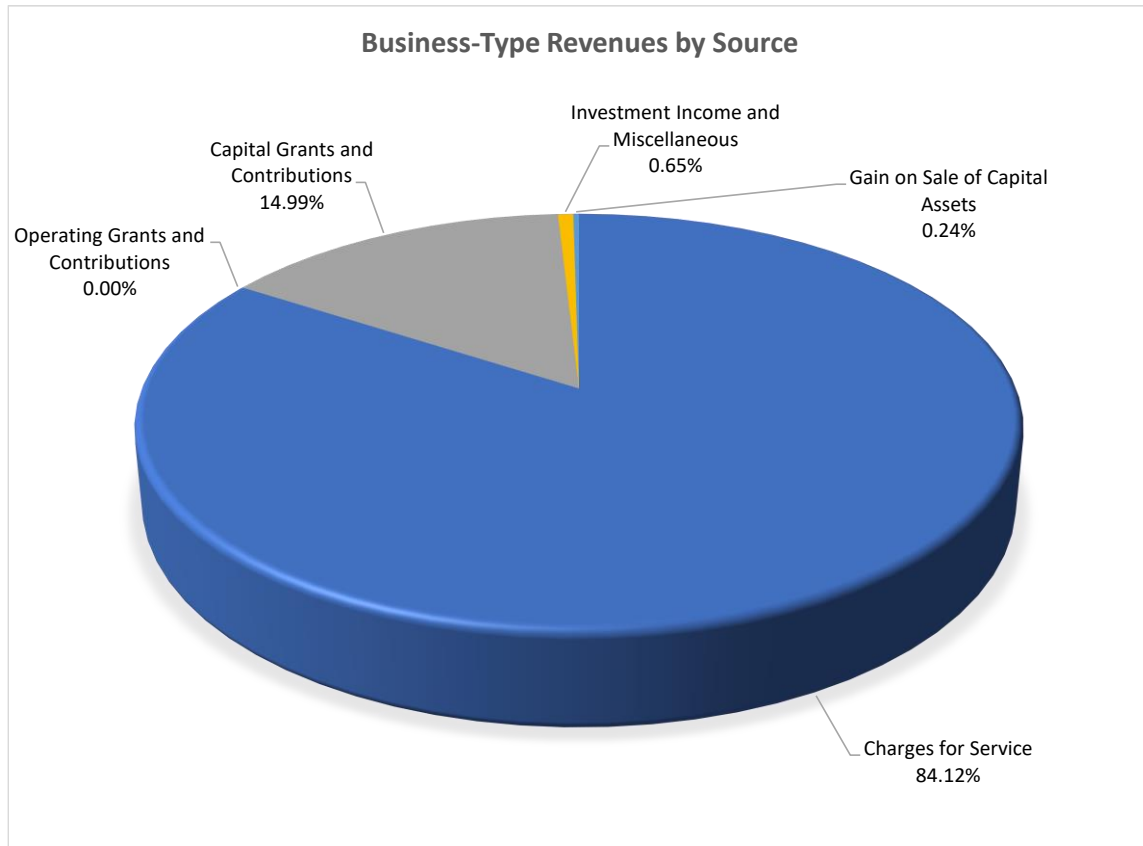
	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Revenues						
Program Revenues:						
Charges for Services	\$ 11,505,187	\$ 13,577,530	\$ 22,406,209	\$ 21,262,135	\$ 33,911,396	\$ 34,839,665
Operating Grants and Contributions	13,867,250	15,812,987	-	-	13,867,250	15,812,987
Capital Grants and Contributions	1,820,395	1,800,459	3,991,399	4,472,979	5,811,794	6,273,438
General Revenues:						
Property Taxes	17,543,211	16,554,845	-	-	17,543,211	16,554,845
Franchise Fees and Utility Taxes	8,212,840	7,551,023	-	-	8,212,840	7,551,023
Intergovernmental	18,070,910	10,525,750	-	-	18,070,910	10,525,750
Other	832,052	539,158	237,859	350,529	1,069,911	889,687
Total Revenues	71,851,845	66,361,752	26,635,467	26,085,643	98,487,312	92,447,395
Expenses						
General Government	14,987,625	16,147,052	-	-	14,987,625	16,147,052
Public Safety	25,110,807	19,534,190	-	-	25,110,807	19,534,190
Physical Environment	9,186,023	5,500,475	-	-	9,186,023	5,500,475
Culture and Recreation	3,912,889	2,660,577	-	-	3,912,889	2,660,577
Interest on Long-Term Debt	2,130,785	2,136,923	-	-	2,130,785	2,136,923
Water and Wastewater	-	-	11,634,747	10,848,698	11,634,747	10,848,698
Solid Waste	-	-	3,745,060	3,738,060	3,745,060	3,738,060
Stormwater	-	-	3,592,831	3,491,374	3,592,831	3,491,374
Total Expenses	55,328,129	45,979,217	18,972,638	18,078,132	74,300,767	64,057,349
Increase (Decrease) in Net Position Before Transfers	16,523,716	20,382,535	7,662,829	8,007,511	24,186,545	28,390,046
Transfers	182,501	5,481,133	(182,501)	(5,481,133)	-	-
Increase (Decrease) in Net Position	16,706,217	25,863,668	7,480,328	2,526,378	24,186,545	28,390,046
Net Position, October 1, As Restated	146,883,545	132,722,911	92,753,529	90,183,203	239,637,074	222,906,114
Net Position, September 30	\$ 163,589,762	\$ 158,586,579	\$ 100,233,857	\$ 92,709,581	\$ 263,823,619	\$ 251,296,160



**CITY OF OCOEE, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS**



**CITY OF OCOEE, FLORIDA
MANAGEMENT’S DISCUSSION AND ANALYSIS**



Financial Analysis of the Government’s Funds

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

Governmental Funds

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

As of September 30, 2022, the City’s governmental funds reported combined ending fund balances of \$72,561,140, an increase of \$7,343,827 from the prior year. Approximately 30% or \$21,837,233 of this total amount constitutes unassigned fund balance, which is available for spending at the City’s discretion. The remainder of the fund balance is non-spendable, restricted, committed, or assigned to indicate that it is not available for new spending.

The general fund is the chief operating fund of the City. At the end of the current fiscal year, unassigned fund balance of the general fund was \$21,837,233, while total fund balance was \$41,455,043. As a measure of the general fund’s liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 50% of total general fund expenditures compared to 8% for last year. Total fund balance represents 94% of total general fund expenditures compared to 60% for last year.

**CITY OF OCOEE, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS**

The General Fund balance increased by \$15,643,198, primarily due to grant revenues.

The ARPA Fund balance increased \$26,672 during the year. The increase was attributed to investment income.

The fund balance of the 2020 Capital Projects Fund decreased \$9,253,536 during the current fiscal year due to increase of capital outlay expenditures.

Proprietary Funds

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

Unrestricted net position of the Water and Wastewater Fund at the end of the year amounted to \$9,245,401 and unrestricted net position for the Solid Waste and Stormwater Fund amounted to (\$937,178) and \$6,739,166 respectively. The total increase in Water and Wastewater Fund was \$7,895,237, decrease in the Solid Waste Fund was \$37,217, and the Stormwater Fund decreased \$377,692. Other factors concerning the finances of these three funds have already been addressed in the discussion of the City's business-type activities on page 8.

General Fund Budgetary Highlights

There were some adjustments to the original department budgets and one amendment for the General Fund during the year and the total changes resulted in a net zero change in appropriations and transfers out for the General Fund budget.

During the year revenues were higher than budgetary estimates by \$4,423,921, primarily due to higher than anticipated franchise and utility taxes as well as sales tax, other state revenue sharing and federal grants.

During the year expenditures were less than budgetary estimates by \$14,726,478 due primarily to lower than anticipated salaries in all operating departments and delay in projects.

Capital Asset and Debt Administration

Capital Assets

The City's investment in capital assets for its governmental and business type activities as of September 30, 2022 amounts to \$213,464,881 (net of accumulated depreciation). This investment in capital assets includes land, buildings and systems, improvements, machinery and equipment, park facilities, roads, highways, and bridges.

Capital asset activity in the City included acquisition of land and machinery and equipment in support of the downtown redevelopment efforts reflected in the increase in construction in progress. Additional information on the City's capital assets can be found in Note 7 on pages 43-45 of this report.

**CITY OF OCOEE, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS**

**Capital Assets (Net of Depreciation)
As of September 30, 2022 and 2021**

	Governmental Activities		Business - Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Land	\$ 22,259,305	\$ 22,259,305	\$ 6,422,044	\$ 6,422,044	\$ 28,681,349	\$ 28,681,349
Buildings	12,493,900	13,142,463	4,354,743	4,792,584	16,848,643	17,935,047
Improvements	29,157,016	17,508,200	40,163,357	43,188,991	69,320,373	60,697,191
Machinery and Equipment	5,310,507	5,844,295	2,442,839	2,454,475	7,753,346	8,298,770
Intangibles	1,500	16,151	-	-	1,500	16,151
Infrastructure	45,952,080	47,711,892	-	-	45,952,080	47,711,892
Construction in Progress	31,055,015	26,925,073	13,852,575	10,147,246	44,907,590	37,072,319
Total Net Position	<u>\$ 146,229,323</u>	<u>\$ 133,407,379</u>	<u>\$ 67,235,558</u>	<u>\$ 67,005,340</u>	<u>\$ 213,464,881</u>	<u>\$ 200,412,719</u>

Long-Term Debt

At the end of the current fiscal year, the City had total bonded debt outstanding of \$62,320,000. All of this debt is secured solely by specified revenue sources (i.e., revenue bonds). The City also has various notes payable and financed purchases.

There are no limitations placed on the amount of debt the City may issue either by the City's charter, code of ordinances or by the Florida State Statutes. Additional information on the City's long-term debt can be found in Notes 8 and 9 on pages 45-49 of this report.

Economic Factors and Next Year's Budgets and Rates

The City experienced a 13% increase in growth for assessed property values for the budgeted year 2022. The unemployment rates held steady at 2.4%, which is down slightly from the 2021 year and consistent with the state's unemployment rate.

The 2023 budget was approved with a millage of 5.050, which is lower than the previous year's rate. The General Fund budget is balanced for the 2023 year at \$72.5 million which represents a 7.4% decrease from the 2022 fiscal year. Total budgeted revenues are \$110,144,169, which is down from the previous year's total budget of \$121,480,347.

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the City's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Director, 1 N. Bluford Ave, Ocoee, Florida 34761.

BASIC FINANCIAL STATEMENTS

CITY OF OCOEE, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2022

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and Cash Equivalents	\$ 64,346,908	\$ 12,073,217	\$ 76,420,125
Investments	32,887,862	25,180,624	58,068,486
Receivables, Net	404,360	3,046,667	3,451,027
Inventories, at Cost	104,971	-	104,971
Due from Other Governments	1,072,826	54,736	1,127,562
Internal Balances	4,417,406	(4,417,406)	-
Prepays	47,538	-	47,538
Leases Receivable	309,744	665,151	974,895
Restricted Assets:			
Cash and Cash Equivalents	-	16,454,913	16,454,913
Investments	-	2,572,520	2,572,520
Capital Assets:			
Capital Assets (Not Being Depreciated)	53,314,320	20,274,619	73,588,939
Capital Assets (Being Depreciated Net of Accumulated Depreciation)	92,915,003	46,960,939	139,875,942
Total Assets	249,820,938	122,865,980	372,686,918
Deferred Outflows of Resources			
Deferred Outflows Related to Pensions	17,658,150	2,246,346	19,904,496
Deferred Outflows Related to OPEB	869,777	183,906	1,053,683
Deferred Charge on Refunding	-	199,969	199,969
Total Deferred Outflows of Resources	18,527,927	2,630,221	21,158,148
Liabilities			
Accounts Payable and Other Current Liabilities	4,520,605	1,197,852	5,718,457
Matured Bonds and Interest Payable	431,329	-	431,329
Unearned Revenue	17,325,058	-	17,325,058
Deposits Payable	228,319	407,499	635,818
Due to Other Governments	189,757	69,404	259,161
Non-Current Liabilities:			
Due Within One Year	3,076,151	1,214,869	4,291,020
Due in More Than One Year	77,297,488	21,512,775	98,810,263
Total Liabilities	103,068,707	24,402,399	127,471,106
Deferred Inflows of Resources			
Deferred Inflows Related to Pensions	956,206	109,941	1,066,147
Deferred Inflows Related to OPEB	432,383	91,423	523,806
Deferred Inflows from Leases	301,807	658,581	960,388
Total Deferred Inflows of Resources	1,690,396	859,945	2,550,341
Net Position			
Net Investment in Capital Assets	98,523,034	50,631,265	149,154,299
Restricted for:			
Debt Service	267,264	90,925	358,189
Highways and Streets	6,501,916	-	6,501,916
Public Safety	4,884,274	-	4,884,274
American Recovery Plan	26,672	-	26,672
Culture and Recreation	4,310,855	-	4,310,855
Capital Projects	5,680,118	14,473,146	20,153,264
Renewal and Replacement	-	19,991,132	19,991,132
Community Redevelopment	4,437,124	-	4,437,124
Unrestricted	38,958,505	15,047,389	54,005,894
Total Net Position	\$ 163,589,762	\$ 100,233,857	\$ 263,823,619

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

**CITY OF OCOEE, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2022**

Functions/Programs	Program Revenue				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-Type Activities	Total
Governmental Activities:							
General Government	\$ 14,987,625	\$ 308,894	\$ 10,044,552	\$ -	\$ (4,634,179)	\$ -	\$ (4,634,179)
Public Safety	25,110,807	8,322,949	1,918,314	-	(14,869,544)	-	(14,869,544)
Physical Environment	9,186,023	2,447,578	1,904,384	1,820,395	(3,013,666)	-	(3,013,666)
Culture and Recreation	3,912,889	425,766	-	-	(3,487,123)	-	(3,487,123)
Interest on Long-Term Debt	2,130,785	-	-	-	(2,130,785)	-	(2,130,785)
Total Governmental Activities	55,328,129	11,505,187	13,867,250	1,820,395	(28,135,297)	-	(28,135,297)
Business-Type Activities:							
Water and Wastewater	11,634,747	14,950,482	-	3,991,399	-	7,307,134	7,307,134
Solid Waste	3,745,060	3,729,672	-	-	-	(15,388)	(15,388)
Stormwater	3,592,831	3,726,055	-	-	-	133,224	133,224
Total Business-Type Activities	18,972,638	22,406,209	-	3,991,399	-	7,424,970	7,424,970
Total Primary Government	\$ 74,300,767	\$ 33,911,396	\$ 13,867,250	\$ 5,811,794	(28,135,297)	7,424,970	(20,710,327)
General Revenues:							
Property Taxes					17,543,211	-	17,543,211
Franchise Fees and Utility Taxes					8,212,840	-	8,212,840
Intergovernmental - Unrestricted					18,070,910	-	18,070,910
Investment Income and Miscellaneous					690,822	173,352	864,174
Gain on Sale of Capital Assets					141,230	64,507	205,737
Transfers					182,501	(182,501)	-
Total General Revenues and Transfers					44,841,514	55,358	44,896,872
Change in Net Position					16,706,217	7,480,328	24,186,545
Net Position, Beginning, As Restated					146,883,545	92,753,529	239,637,074
Net Position, Ending					\$ 163,589,762	\$ 100,233,857	\$ 263,823,619

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

CITY OF OCOEE, FLORIDA
BALANCE SHEET - GOVERNMENTAL FUNDS
SEPTEMBER 30, 2022

	General Fund	ARPA Fund	2020 Capital Projects	Other Governmental Funds	Total Governmental Funds
Assets					
Cash and Cash Equivalents	\$ 23,943,554	\$ 64,560	\$ 1,871,229	\$ 29,698,944	\$ 55,578,287
Investments	16,729,276	14,113,008	-	2,045,578	32,887,862
Receivables, Net	325,682	-	-	-	325,682
Inventories, at Cost	104,971	-	-	-	104,971
Due from Other Governments	168,442	-	-	904,384	1,072,826
Due from Other Funds	1,311	-	-	1,000,000	1,001,311
Prepays	41,464	-	-	6,074	47,538
Advances to Other Funds	4,417,406	-	-	-	4,417,406
Leases Receivable	309,744	-	-	-	309,744
Total Assets	\$ 46,041,850	\$ 14,177,568	\$ 1,871,229	\$ 33,654,980	\$ 95,745,627
Liabilities, Deferred Inflows, and Fund Balances					
Liabilities					
Accounts Payable	\$ 751,120	\$ 185	\$ 443,264	\$ 1,158,465	\$ 2,353,034
Accrued Liabilities	1,343,148	-	-	10,724	1,353,872
Deposits Payable	228,319	-	-	-	228,319
Due to Other Funds	1,000,000	-	-	1,311	1,001,311
Due to Other Governments	189,749	-	-	8	189,757
Matured Bonds Payable	287,000	-	-	123,000	410,000
Matured Interest Payable	14,930	-	-	6,399	21,329
Unearned Revenue	470,734	14,150,711	-	2,703,613	17,325,058
Total Liabilities	4,285,000	14,150,896	443,264	4,003,520	22,882,680
Deferred Inflows of Resources					
Leases Related	301,807	-	-	-	301,807
Total Deferred Inflows of Resources	301,807	-	-	-	301,807
Fund Balances					
Non-Spendable	4,563,841	-	-	-	4,563,841
Restricted	-	26,672	1,427,965	24,653,586	26,108,223
Assigned	15,053,969	-	-	4,997,874	20,051,843
Unassigned	21,837,233	-	-	-	21,837,233
Total Fund Balances	41,455,043	26,672	1,427,965	29,651,460	72,561,140
Total Liabilities, Deferred Inflows, and Fund Balances	\$ 46,041,850	\$ 14,177,568	\$ 1,871,229	\$ 33,654,980	\$ 95,745,627

Amounts Reported for Governmental Activities in the Statement of Net Position are Different Because:

Total Fund Balances - Governmental Funds	\$ 72,561,140
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the funds.	145,885,800
Internal service funds are used by management to charge the cost of insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	8,377,123
Deferred inflows and outflows of resources related to the pension and OPEB earnings are not recognized in governmental funds; however, they are recorded in net position under full accrual accounting.	17,139,337
Long-term liabilities are due and payable in the current period and, therefore, are not reported in the funds.	<u>(80,373,638)</u>
Net Position of Governmental Activities	\$ 163,589,762

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

CITY OF OCOEE, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
SEPTEMBER 30, 2022

	General Fund	ARPA Fund	2020 Capital Projects	Other Governmental Funds	Total Governmental Funds
Revenues					
Taxes and Impact Fees	\$ 25,936,388	\$ -	\$ -	\$ 5,574,554	\$ 31,510,942
Licenses and Permits	2,974,809	-	-	-	2,974,809
Intergovernmental Revenues	27,272,060	-	-	1,904,384	29,176,444
Charges for Services	5,439,283	-	-	-	5,439,283
Fines and Forfeitures	1,876,717	-	-	41,597	1,918,314
Investment Income	204,003	26,673	-	18,472	249,148
Miscellaneous	424,121	-	-	4,263	428,384
Total Revenues	64,127,381	26,673	-	7,543,270	71,697,324
Liabilities and Funds Balances					
Expenditures					
Current:					
General Government	15,242,034	21,989	-	-	15,264,023
Public Safety	20,656,176	-	-	134,018	20,790,194
Physical Environment	3,329,258	-	-	779,929	4,109,187
Culture and Recreation	3,067,936	-	-	-	3,067,936
Debt Service:					
Principal	1,558,402	-	-	1,268,700	2,827,102
Interest and Fiscal Charges	72,550	-	-	2,058,235	2,130,785
Capital Outlay:					
General Government	-	-	9,253,564	1,883,836	11,137,400
Public Safety	57,099	-	-	881,516	938,615
Physical Environment	-	-	-	6,200,715	6,200,715
Culture and Recreation	-	-	-	520,938	520,938
Total Expenditures	43,983,455	21,989	9,253,564	13,727,887	66,986,895
Excess (Deficiency) of Revenues Over Expenditures	20,143,926	4,684	(9,253,564)	(6,184,617)	4,710,429
Other Financing Sources (Uses)					
Transfers In	12,607,168	10,021,988	28	7,485,115	30,114,299
Transfers Out	(17,249,126)	(10,000,000)	-	(373,005)	(27,622,131)
Sale of Capital Assets	141,230	-	-	-	141,230
Total Other Financing Sources (Uses)	(4,500,728)	21,988	28	7,112,110	2,633,398
Net Change in Fund Balances	15,643,198	26,672	(9,253,536)	927,493	7,343,827
Beginning Fund Balances, As Restated	25,811,845	-	10,681,501	28,723,967	65,217,313
Ending Fund Balances	\$ 41,455,043	\$ 26,672	\$ 1,427,965	\$ 29,651,460	\$ 72,561,140

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

CITY OF OCOEE, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED SEPTEMBER 30, 2022

Net Change in Fund Balances - Total Governmental Funds	\$	7,343,827
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report outlays for capital assets as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		12,842,151
The issuance of long-term debt 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 effect of 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.		2,827,104
The change in the net pension liability (assets) and deferred inflows and outflows related to pensions is reported in the Statement of Activities, but not the fund level fund statements.		(2,893,782)
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.		(662,404)
Internal service funds are used by management to charge the costs of certain activities, such as health insurance to individual funds. The net revenue (expense) of certain internal service funds is reported with governmental activities.		<u>(2,750,679)</u>
Change in Net Position of Governmental Activities	\$	<u>16,706,217</u>

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

CITY OF OCOEE, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues				
Taxes and Impact Fees	\$ 25,505,150	\$ 25,505,150	\$ 25,936,388	\$ 431,238
Licenses and Permits	1,962,700	1,962,700	2,974,809	1,012,109
Intergovernmental Revenues	25,496,926	25,496,926	26,411,131	914,205
Charges for Services	3,856,850	3,856,850	5,233,171	1,376,321
Fines and Forfeitures	1,327,150	1,327,150	1,876,717	549,567
Investment Income	50,000	50,000	195,811	145,811
Miscellaneous	247,000	247,476	242,146	(5,330)
Total Revenues	58,445,776	58,446,252	62,870,173	4,423,921
Expenditures				
Current:				
General Government:				
Legislative	274,377	275,878	173,918	101,960
Executive	968,797	962,897	912,756	50,141
Finance and Administration	1,919,943	1,919,943	1,726,516	193,427
Legal	327,500	327,500	312,479	15,021
Community Development	768,464	777,464	649,673	127,791
General Services	35,408,988	11,237,405	9,102,588	2,134,817
Building Maintenance	2,912,976	2,756,566	2,364,104	392,462
Total Current	42,581,045	18,257,653	15,242,034	3,015,619
Public Safety:				
Police	12,973,649	19,834,236	11,448,509	8,385,727
Fire	7,780,414	10,519,434	7,484,791	3,034,643
Inspections	1,133,441	1,083,719	905,446	178,273
Total Public Safety	21,887,504	31,437,389	19,838,746	11,598,643
Physical Environment:				
Public Works	5,452,337	3,453,992	3,329,258	124,734
Culture and Recreation:				
Parks and Recreation	3,507,084	2,800,984	2,558,181	242,803
Debt Service:				
Principal and Interest	1,375,631	1,375,631	1,630,952	(255,321)
Total Expenditures	74,803,601	57,325,649	42,599,171	14,726,478
Excess (Deficiency) of Revenues Over Expenditures	(16,357,825)	1,120,603	20,271,002	(10,302,557)

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

CITY OF OCOEE, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED SEPTEMBER 30, 2022
(Concluded)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Other Financing Sources (Uses)				
Transfers In	\$ 2,698,824	\$ 12,728,729	\$ 12,722,168	\$ (6,561)
Transfers Out	(3,909,388)	(31,515,987)	(17,249,126)	14,266,861
Sale of Capital Assets	30,000	30,000	141,230	111,230
Total Other Financing Sources (Uses)	<u>(1,180,564)</u>	<u>(18,757,258)</u>	<u>(4,385,728)</u>	<u>14,371,530</u>
Net Change in Fund Balance	(17,538,389)	(17,636,655)	15,885,274	4,068,973
Fund Balance, Beginning	<u>25,811,845</u>	<u>25,811,845</u>	<u>25,811,845</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 8,273,456</u>	<u>\$ 8,175,190</u>	<u>\$ 41,697,119</u>	<u>\$ 4,068,973</u>

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

CITY OF OCOEE, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - ARPA FUND
YEAR ENDED SEPTEMBER 30, 2022

	<u>Budgeted Amounts</u>	<u>Final</u>		<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	<u>Final Budget -</u>
				<u>Positive</u>
				<u>(Negative)</u>
Revenues				
Intergovernmental Revenues	\$ -	\$ 12,086,349	\$ -	\$ (12,086,349)
Investment Income	-	-	26,673	26,673
Total Revenues	<u>-</u>	<u>12,086,349</u>	<u>26,673</u>	<u>(12,059,676)</u>
Expenditures				
General Government:				
General Services	-	-	21,989	(21,989)
Total Expenditures	<u>-</u>	<u>-</u>	<u>21,989</u>	<u>(21,989)</u>
Excess (Deficiency) of Revenues				
Over Expenditures	<u>-</u>	<u>12,086,349</u>	<u>4,684</u>	<u>(12,081,665)</u>
Other Financing Sources (Uses)				
Transfers in	-	24,172,699	10,021,988	(14,150,711)
Transfers (out)	-	(10,000,000)	(10,000,000)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>14,172,699</u>	<u>21,988</u>	<u>(14,150,711)</u>
Net Change in Fund Balance	<u>-</u>	<u>26,259,048</u>	<u>26,672</u>	<u>(26,232,376)</u>
Fund Balance, Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, Ending	<u>\$ -</u>	<u>\$ 26,259,048</u>	<u>\$ 26,672</u>	<u>\$ (26,232,376)</u>

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

**CITY OF OCOEE, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2022**

	Enterprise Funds				Governmental
	Water and	Solid Waste	Stormwater	Total	Activities
	Wastewater Fund	Fund	Fund		Internal Service Fund
Assets					
Current Assets:					
Cash and Cash Equivalents	\$ 4,671,801	\$ 226,203	\$ 7,175,213	\$ 12,073,217	\$ 8,768,621
Investments	21,251,410	-	3,929,214	25,180,624	-
Receivables, Net	2,998,963	24,586	23,118	3,046,667	78,678
Due from Other Governments	50,368	105	4,263	54,736	-
Leases Receivable	665,151	-	-	665,151	-
Total Current Assets	29,637,693	250,894	11,131,808	41,020,395	8,847,299
Non-Current Assets:					
Restricted Assets:					
Cash and Cash Equivalents	16,454,913	-	-	16,454,913	-
Investments	2,572,520	-	-	2,572,520	-
Total Restricted Assets	19,027,433	-	-	19,027,433	-
Capital Assets:					
Land, Buildings, and Equipment	101,473,061	72,690	61,316,075	162,861,826	404,145
Construction in Progress	7,840,610	-	6,011,965	13,852,575	-
Less Accumulated Depreciation	(64,218,411)	(69,552)	(45,190,880)	(109,478,843)	(60,622)
Total Capital Assets					
(Net of Depreciation)	45,095,260	3,138	22,137,160	67,235,558	343,523
Total Non-Current Assets	64,122,693	3,138	22,137,160	86,262,991	343,523
Total Assets	93,760,386	254,032	33,268,968	127,283,386	9,190,822
Deferred Outflows of Resources					
Deferred Outflows Related to Pensions	1,758,492	90,070	397,784	2,246,346	-
Deferred Outflows Related to OPEB	125,247	34,896	23,763	183,906	-
Deferred Charge on Refunding	199,969	-	-	199,969	-
Total Deferred Outflows of Resources	2,083,708	124,966	421,547	2,630,221	-

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

CITY OF OCOEE, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2022
(Concluded)

	Enterprise Funds				Governmental
	Water and	Solid Waste	Stormwater	Total	Activities
	Wastewater Fund	Fund	Fund		Internal Service Fund
Liabilities					
Current Liabilities:					
Accounts Payable	\$ 350,512	\$ 294,995	\$ 318,978	\$ 964,485	\$ 804,874
Accrued Liabilities	180,540	11,175	41,652	233,367	8,825
Compensated Absences	47,730	1,810	12,070	61,610	-
Advances to Other Funds	-	688,550	3,728,856	4,417,406	-
Due to Other Governments	69,330	-	74	69,404	-
Other Postemployment Benefits	12,629	3,519	2,914	19,062	-
Customer Deposits Payable	407,499	-	-	407,499	-
Total Current Liabilities	1,068,240	1,000,049	4,104,544	6,172,833	813,699
Non-Current Liabilities:					
Compensated Absences	429,525	16,293	108,650	554,468	-
Bonds Payable	18,471,378	-	-	18,471,378	-
Financed Purchase Payable	155,855	-	-	155,855	-
Net Pension Liability	2,001,807	102,533	452,824	2,557,164	-
Other Postemployment Benefits	618,810	172,408	116,889	908,107	-
Total Non-Current Assets	21,677,375	291,234	678,363	22,646,972	-
Total Liabilities	22,745,615	1,291,283	4,782,907	28,819,805	813,699
Deferred Inflows of Resources					
Deferred Inflows Related to Pensions	86,064	4,408	19,469	109,941	-
Deferred Inflows Related to OPEB	62,263	17,347	11,813	91,423	-
Deferred Inflows Related to Leases	658,581	-	-	658,581	-
Total Deferred Inflows of Resources	806,908	21,755	31,282	859,945	-
Net Position (Deficit)					
Net Investment in Capital Assets	28,490,967	3,138	22,137,160	50,631,265	343,523
Restricted for Debt Service	90,925	-	-	90,925	-
Restricted for Capital Projects	14,473,146	-	-	14,473,146	-
Restricted for Renewal and Replacement	19,991,132	-	-	19,991,132	-
Unrestricted	9,245,401	(937,178)	6,739,166	15,047,389	8,033,600
Total Net Position (Deficit)	\$ 72,291,571	\$ (934,040)	\$ 28,876,326	\$ 100,233,857	\$ 8,377,123

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

CITY OF OCOEE, FLORIDA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN FUND NET POSITION - PROPRIETARY FUNDS
SEPTEMBER 30, 2022

	Enterprise Funds				Governmental Activities
	Water and Wastewater Fund	Solid Waste Fund	Stormwater Fund	Total	Internal Service Fund
Operating Revenues					
Charges for Services	\$ 14,950,482	\$ 3,729,672	\$ 3,726,055	\$ 22,406,209	\$ 9,533,665
Total Operating Revenues	<u>14,950,482</u>	<u>3,729,672</u>	<u>3,726,055</u>	<u>22,406,209</u>	<u>9,533,665</u>
Operating Expenses					
Salaries and Benefits	4,119,710	177,153	958,157	5,255,020	-
Insurance Claims and Expenses	-	-	-	-	9,967,759
Materials and Supplies	1,646,778	32,836	101,750	1,781,364	-
Depreciation and Amortization	3,280,119	5,313	1,909,186	5,194,618	20,207
Other Operating Expenses	1,862,819	3,529,758	548,843	5,941,420	-
Total Operating Expenses	<u>10,909,426</u>	<u>3,745,060</u>	<u>3,517,936</u>	<u>18,172,422</u>	<u>9,987,966</u>
Operating Income (Loss)	<u>4,041,056</u>	<u>(15,388)</u>	<u>208,119</u>	<u>4,233,787</u>	<u>(454,301)</u>
Non-Operating Revenue (Expense)					
Investment Income	140,222	4,671	28,459	173,352	13,289
Interest Expense	(725,321)	-	(74,895)	(800,216)	-
Gain (Loss) on Disposal of Capital Assets	26,721	23,500	14,286	64,507	-
Total Non-Operating Revenue (Expenses)	<u>(558,378)</u>	<u>28,171</u>	<u>(32,150)</u>	<u>(562,357)</u>	<u>13,289</u>
Income Before Contributions and Transfers	<u>3,482,678</u>	<u>12,783</u>	<u>175,969</u>	<u>3,671,430</u>	<u>(441,012)</u>
Capital Contributions					
Connection Fees	3,991,399	-	-	3,991,399	-
Transfers In	2,309,666	-	25,000	2,334,666	-
Transfers Out	(1,888,506)	(50,000)	(578,661)	(2,517,167)	(2,309,667)
Change in Net Position	<u>7,895,237</u>	<u>(37,217)</u>	<u>(377,692)</u>	<u>7,480,328</u>	<u>(2,750,679)</u>
Total Net Position, Beginning, As Restated	<u>64,396,334</u>	<u>(896,823)</u>	<u>29,254,018</u>	<u>92,753,529</u>	<u>11,127,802</u>
Total Net Position, Ending	<u>\$ 72,291,571</u>	<u>\$ (934,040)</u>	<u>\$ 28,876,326</u>	<u>\$ 100,233,857</u>	<u>\$ 8,377,123</u>

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

CITY OF OCOEE, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
SEPTEMBER 30, 2022

	Enterprise Funds				Governmental
	Water and	Solid Waste	Stormwater	Total	Internal
	Wastewater Fund	Fund	Fund		Service Fund
Cash Flows from					
Operating Activities					
Receipts from Customers	\$ 13,073,772	\$ 3,747,854	\$ 3,909,858	\$ 20,731,484	\$ -
Receipts from Internal Services Provided	-	-	-	-	9,495,375
Payments to Suppliers	(3,579,447)	(3,555,007)	(1,027,865)	(8,162,319)	(9,926,612)
Payments to Employees	(2,946,954)	(175,383)	(835,883)	(3,958,220)	-
Net Cash Provided (Used) by					
Operating Activities	<u>6,547,371</u>	<u>17,464</u>	<u>2,046,110</u>	<u>8,610,945</u>	<u>(431,237)</u>
Cash Flows from Non-Capital					
Financing Activities					
Transfers in	2,309,666	-	25,000	2,334,666	-
Transfers out	(1,888,506)	(50,000)	(578,661)	(2,517,167)	(2,309,667)
Decrease (Increase) in Due to/ from Other Funds	512,982	-	-	512,982	-
Increase (Decrease) in Due to/ to Other Funds	(355,000)	230,568	(547,754)	(672,186)	-
Net Cash Provided (Used) by					
Non-Capital Financing Activities	<u>579,142</u>	<u>180,568</u>	<u>(1,101,415)</u>	<u>(341,705)</u>	<u>(2,309,667)</u>
Cash Flows from Capital and					
Related Financing Activities					
Proceeds from Sale of Capital Assets	26,721	23,500	14,286	64,507	-
Acquisition of Capital Assets	(1,957,263)	-	(3,782,725)	(5,739,988)	-
Principal Paid on Revenue Bonds, Notes, and Leases	(1,233,376)	-	-	(1,233,376)	-
Interest Paid on Revenue Bonds, Notes, and Leases	(725,321)	-	(74,895)	(800,216)	-
Connections Fees	3,991,399	-	-	3,991,399	-
Net Cash Provided (Used) by					
Capital and Related Financing Activities	<u>102,160</u>	<u>23,500</u>	<u>(3,843,334)</u>	<u>(3,717,674)</u>	<u>-</u>
Cash Flows from Investing Activities					
Sale (Purchase) of Investments	(8,485,177)	-	(22,318)	(8,507,495)	-
Investment Income	140,222	4,671	28,459	173,352	13,289
Net Cash Provided (Used) by Investing Activities	<u>(8,344,955)</u>	<u>4,671</u>	<u>6,141</u>	<u>(8,334,143)</u>	<u>13,289</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>(1,116,282)</u>	<u>226,203</u>	<u>(2,892,498)</u>	<u>(3,782,577)</u>	<u>(2,727,615)</u>
Cash and Cash Equivalents, Beginning	<u>22,242,996</u>	<u>-</u>	<u>10,067,711</u>	<u>32,310,707</u>	<u>11,496,236</u>
Cash and Cash Equivalents, Ending	<u>\$ 21,126,714</u>	<u>\$ 226,203</u>	<u>\$ 7,175,213</u>	<u>\$ 28,528,130</u>	<u>\$ 8,768,621</u>
Classified As					
Cash and Cash Equivalents	\$ 4,671,801	\$ 226,203	\$ 7,175,213	\$ 12,073,217	\$ 8,768,621
Restricted Cash and Cash Equivalents	16,454,913	-	-	16,454,913	-
Total	<u>\$ 21,126,714</u>	<u>\$ 226,203</u>	<u>\$ 7,175,213</u>	<u>\$ 28,528,130</u>	<u>\$ 8,768,621</u>

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

CITY OF OCOEE, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
SEPTEMBER 30, 2022
(Concluded)

**Reconciliation of Operating Income
to Net Cash Provided by
Operating Activities**

Operating Income (Loss)	\$ 4,041,056	\$ (15,388)	\$ 208,119	\$ 4,233,787	\$ (454,301)
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Adjustments Not Affecting Cash

Depreciation and Amortization	3,280,119	5,313	1,909,186	5,194,618	20,207
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Change in Assets and Liabilities

Decrease (Increase) in Accounts Receivable	(1,866,849)	(1,679)	162,143	(1,706,385)	(38,290)
Decrease (Increase) in Due from Other Governments	-	19,861	21,660	41,521	-
Decrease (Increase) in Prepaid Costs	90	-	-	90	-
Decrease (Increase) in Deferred Outflows	(1,366,032)	(76,797)	(308,120)	(1,750,949)	-
Increase (Decrease) in Accounts Payable	(69,940)	7,587	(377,272)	(439,625)	36,197
Increase (Decrease) in Accrued Liabilities	55,007	(4,392)	8,874	59,489	4,950
Increase (Decrease) in Customer Deposits	(9,861)	-	-	(9,861)	-
Increase (Decrease) in Compensated Absences	114,628	4,803	33,851	153,282	-
Increase (Decrease) in Deferred Inflows	(191,034)	(78,736)	(187,288)	(457,058)	-
Increase (Decrease) in Net Pension Liability	2,529,153	148,246	569,069	3,246,468	-
Increase (Decrease) in OPEB Obligation	31,034	8,646	5,888	45,568	-

Total Adjustments

	(773,804)	27,539	(71,195)	(817,460)	2,857
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**Net Cash Provided (Used) by
Operating Activities**

	\$ 6,547,371	\$ 17,464	\$ 2,046,110	\$ 8,610,945	\$ (431,237)
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The accompanying notes to financial statements are an integral part of the statements.

**CITY OF OCOEE, FLORIDA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2022**

	<u>Total Employee Pension Funds</u>
Assets	
Cash and Cash Equivalents	\$ 1,839,519
Investments, at Fair Value:	
Common Funds, Equity	72,753,951
Common Funds, Bonds	16,322,713
Real Estate Investment Trust	14,761,292
Total Investments	<u>103,837,956</u>
Employee Contributions Receivable	<u>61,342</u>
Employer Contributions Receivable	<u>110,438</u>
Total Assets	<u>105,849,255</u>
Liabilities	
Accounts Payable	<u>-</u>
Total Liabilities	<u>-</u>
Net Position	
Restricted for Pensions	<u>\$ 105,849,255</u>

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

CITY OF OCOEE, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2022

	Total Employee Pension Funds
Additions	
Contributions:	
Employer	\$ 2,738,946
Plan Members	1,530,264
State	860,929
Total Contributions	5,130,139
Investment Income:	
Interest	1,505,412
Net Appreciation (Loss) on Fair Value of Investments	(20,430,490)
Less Investment Expense	(341,421)
Net Investment Income (Loss)	(19,266,499)
Total Additions	(14,136,360)
Deductions	
Benefits	7,251,462
Administrative Expenses	114,522
Total Deductions	7,365,984
Change in Net Position	(21,502,344)
Net Position, Beginning	127,351,599
Net Position, Ending	\$ 105,849,255

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

NOTES TO FINANCIAL STATEMENTS

CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Note 1 - Summary of Significant Accounting Policies

Reporting Entity

The City of Ocoee, Florida (the City) is a political subdivision of the state of Florida located in Orange County and was established by the Laws of Florida 10951 (1925). The legislative branch of the City is comprised of a five-member elected Commission, which is governed by the City Charter and by state and local laws and regulations. The City Commission is responsible for the establishment and adoption of policy; the execution of such policy is the responsibility of the City Manager appointed by the Commission.

In evaluating how to define the government, for financial reporting purposes, the City has considered all potential component units. The definition of the reporting entity is based primarily on the notion of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing body, and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government. A primary government may also be financially accountable for governmental organizations that are fiscally dependent on it.

A primary government has the ability to impose its will on an organization if it can significantly influence the programs, projects or activities of, or the level of services performed or provided by, the organization. A financial benefit or burden relationship exists if the primary government: (a) is entitled to the organizations' resources; (b) is legally obligated or has otherwise assumed the obligation to finance the deficits of, or provide financial support to, the organization; or (c) is obligated in some manner for the debt of the organization. Additionally, the primary government has operational responsibility for the component unit. In applying the above criteria, the City has one blended component unit as follows:

Blended Component Unit

The City created the Community Redevelopment Agency (CRA) in May of 2006. This is a dependent taxing district established in accordance with Chapter 163, Part III, Florida Statutes. Notification to affected taxing agency was done in compliance with Chapter 163.346, Part III, Florida Statutes. The incremental annual increase in tax over the base years will be used to fund projects designed to enhance and improve the described area. The purpose of the CRA is to utilize appropriate private and public resources to eliminate and prevent the development or spread of slum and blighted areas in designated areas within the City. Areas within the CRA are to be redeveloped as an economically sustainable and attractive mixed-use area offering a high-quality local destination in a manner that promotes a positive image for the City.

The Ocoee Community Redevelopment Plan was adopted in Resolution No. 2006-007 by City Commission to govern the use of these resources. The CRA is governed by a board of seven - the five members of the City Commission and two individuals appointed by the City Commission. One of the appointed individuals is nominated by Orange County. The adoption of Ordinance No. 2006-012 established the Redevelopment Trust Fund to account for all transactions generated by activity in the CRA. The CRA serves to renew economic interest and improve commercial diversity and viability to City's redevelopment area known as 50 West and includes the State Road 50 corridor and surrounding area. The CRA Board approves the budget and the City provides fundings and performs all accounting functions for the CRA. The CRA's services are provided exclusively to the City. The CRA's financial report can be obtained from the City's website at www.ocoee.org.

CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the City. For the most part, the effect of interfund activity has been removed from these statements; however, interfund services provided and used are not eliminated. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses 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: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

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

CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

The government reports the following funds:

Major Governmental Fund

General Fund—the government’s primary operating fund. It accounts for all financial resources of the general government except those required to be accounted for in another fund.

American Rescue Plan Act Fund—accounts for the City’s American Rescue Plan Act Funds. The funding provides direct payments to address the economic effects of COVID-19 on State, Local and Tribal Governments in the United States.

2020 Capital Projects Fund—accounts for the resources to finance the Capital Improvements related to the completion of City Hall.

Non-Major Governmental Funds

Special Revenue Funds—account for specific revenue sources that are legally restricted or committed to expenditures for specific purposes other than debt service or capital projects.

Debt Service Fund—account for the accumulation of resources for the payment of principal and interest on certain long-term debt.

Capital Projects Funds—account for financial resources segregated for the acquisition or construction of major capital facilities.

Major Proprietary Funds

Water and Wastewater Utility Fund—used to account for the operations of the City’s water and wastewater systems, which are financed in a manner similar to private business enterprises, where the costs, including depreciation, of providing services to the general public on an ongoing basis are financed primarily through user charges.

Stormwater Utility Fund—accounts for the operation and maintenance of the City’s stormwater system and payment of related debt.

Solid Waste Utility Fund—accounts for the operation and maintenance of the City’s solid waste collection and disposal system.

Other Fund Types

Pension Trust Funds—account for activities of police officers, firefighters and general employees’ retirement plans which accumulate resources for pension benefit payments to qualified employees.

Internal Services Fund—accounts for self-insurance activities of the City.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are other charges between the City’s water and wastewater function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance

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.

All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's Water and Wastewater Utility, Solid Waste, and Stormwater Utility funds are charges to customers for sales and services. The City 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 enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

Deposits and Investments

The government's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments of the City are reported at fair value within the fair value hierarchy established in accordance with the Governmental Accounting Standards Board (GASB) Statement No. 72, *Fair Value Measurement and Application*, except for the position in the Florida State Board of Administration's Investment Pool (LGIP). This investment is reported at amortized cost and meets the requirements of GASB Statement No. 31, as amended by GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, which establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost for financial reporting purposes. The City's investments consist of investments authorized per the investment policy adopted in accordance with Section 218.415, Florida Statutes.

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). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

Advances between funds, as reported in the fund financial statements, are offset by a non-spendable fund balance account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

All receivables are shown net of an allowance for uncollectibles. The County bills and collects property taxes and remits them to the City. City property tax revenues are recognized when levied to the extent that they result in current receivables.

All property is reassessed according to its fair value on the lien date, or January 1 of each year. Taxes are levied on October 1 of each year. Discounts are allowed for early payment at the rate of 4% in the month of November, 3% in the month of December, 2% in the month of January, and 1% in the month of February. The taxes paid in March are without discount. All unpaid taxes become delinquent on April 1 following the year in which they are assessed. On or around May 31 following the tax year, certificates are sold for all delinquent taxes on real property.

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 rather than when purchased.

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

Restricted Assets

Certain proceeds of the City's enterprise fund 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 separate bank accounts and their use is limited by applicable bond covenants. Assets so designated are identified as restricted assets on the balance sheet.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements (except for intangible right-to-use lease assets, the measurement is discussed in Note 1 *Leases*). Capital assets are defined by the City as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

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CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

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

Assets	Years
Buildings	10-30
Improvements	20-40
Infrastructure	30-50
Intangible Assets	5-10
Equipment	5-10

Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused personal leave benefits. Since the City's policy is to pay accumulated personal leave when employees separate from service, all personal leave is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. For governmental funds, compensated absences, other post-employment benefits and net pension liability are generally liquidated by the general fund.

Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts 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.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has two items that qualify for reporting in this category. The deferred charge on refunding and deferred outflows of pension and OPEB earnings reported in the enterprise and government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has one item that qualifies for reporting in this category, deferred inflows of pension and OPEB earnings.

CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Net Position Flow Assumptions

Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

Fund Balance Flow Assumptions

Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted first before using any of the components of unrestricted fund balance. Further when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Fund Balance Policies

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The City itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the City's highest level of decision-making authority. The City Commission is the highest level of decision-making authority for the City that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

Amounts in the assigned fund balance classifications are intended to be used by the City for specific purposes but do not meet the criteria to be classified as committed. The Commission has the responsibility for assigning fund balance. The commission may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

**CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

Leases

The City is a lessor for a non-cancellable lease of a property. The City recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements.

At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the City determines: (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts. The City uses its estimated incremental borrowing rate as the discount rate for leases.

The lease term includes the non-cancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The City monitors changes in circumstances that would require a remeasurement of its lease, and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

Recent GASB Accounting Standards

The City is currently evaluating the effects that the following GASB Statements, which will be implemented in future financial statements, will have on its financial statements for subsequent fiscal years:

- GASB has issued GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, will be effective for the year ending September 30, 2023. This statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This statement: (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in GASB Statement No. 87, *Leases*, as amended.
- GASB has issued GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, will be effective for the year ending September 30, 2023. This Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). A PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or non-governmental entity) to provide public services by conveying control of the right to operate or use a non-financial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction.

**CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

Change in Accounting Principal, Reclassification and Restatement

Implementation of GASB Statement No. 87, Leases

For the year ended September 30, 2022 the City implemented GASB No. 87, Leases. GASB Statement No. 87 enhances the relevance and consistency of information of the government’s leasing activities. It establishes requirements for lease accounting based on the principle that leases are financings of the right to use an underlying asset. A lessee is required to recognize a lease liability and an intangible right to use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. These changes were incorporated in the City financial statements and had no effect on the beginning net position. However, lease receivables and deferred inflows from leases were recorded.

Restatement

The City has identified certain transactions that were recorded incorrectly in the prior year. In the General Fund, revenues were overstated due to the recognition of revenue related to ARPA funding, for which the City did not meet the eligibility requirements at the time. A prior period adjustment was made to record unearned revenue in the previous year and decrease the recognition of revenue by \$12,086,349.

The City’s internal service funds in the prior year understated claims payable and expenses for claims that incurred prior to the end of the prior fiscal year. A prior period adjustment was made to record \$760,731 in claims payable and expenses.

Additionally, prior period adjustments were made to the City’s Water and Wastewater Fund, Solid Waste Fund, and Stormwater Fund of \$1,176,948, \$7,602, and \$3,445, respectively, to record unbilled revenues and revenues for services provided during the prior fiscal year.

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>				
Beginning Net Position	\$ 158,586,579	\$ 92,709,581				
Adjustments						
GASB No. 87 - Lease Receivable	346,519	689,573				
GASB No. 87 - Deferred Inflows from Leases	(346,519)	(689,573)				
Unearned Revenue - ARPA	(12,086,349)	-				
Claims Payable	(760,731)	-				
Unbilled Revenues	-	1,187,995				
Reclass Internal Service Funds Asset and Liabilities	1,144,046	(1,144,047)				
Adjusted Beginning Net Position	<u>\$ 146,883,545</u>	<u>\$ 92,753,529</u>				
	<u>General Fund</u>	<u>Internal Service Fund</u>	<u>Water and Wastewater Fund</u>	<u>Solid Waste Fund</u>	<u>Stormwater Fund</u>	
Beginning Net Position/Fund Balance (Deficit)	\$ 37,898,194	\$ 11,888,533	\$ 63,219,386	\$ (904,425)	\$ 29,250,573	
Adjustments						
GASB No. 87 - Lease Receivable	346,519	-	689,573	-	-	
GASB No. 87 - Deferred Inflows from Leases	(346,519)	-	(689,573)	-	-	
Unearned Revenue - ARPA	(12,086,349)	-	-	-	-	
Claims Payable	-	(760,731)	-	-	-	
Unbilled Revenues	-	-	1,176,948	7,602	3,445	
Adjusted Beginning Net Position/Fund Balance (Deficit)	<u>\$ 25,811,845</u>	<u>\$ 11,127,802</u>	<u>\$ 64,396,334</u>	<u>\$ (896,823)</u>	<u>\$ 29,254,018</u>	

**CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

Reclassification of Internal Service Fund Balances

In the previous year, \$1,144,047 related to internal service funds was reported under business activities on the statement of net position. We have now reclassified all internal service activities to governmental activities for the statement of net assets, as per GASB 34 paragraph 62, since enterprise funds are not the predominant or only participants.

Note 2 - Reconciliation of Government-Wide and Fund Financial Statements

Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-Wide Statement of Net Position

The governmental fund balance sheet includes a reconciliation between *fund balance - total governmental funds* and *net position governmental activities* as reported in the government-wide statement of net position. One element of that reconciliation explains that “long-term liabilities are not due and payable in the current period and therefore are not reported in the funds”. The details of this difference are as follows:

Notes Payable	\$	1,598,000
Bonds Payable		45,990,000
Premium on Bonds Issued		4,274,652
Financed Purchases Payable		1,030,076
Other Postemployment Benefits		4,385,016
Compensated Absences		3,022,596
Net Pension Liability		<u>20,073,299</u>
Net Adjustment to Reduce Fund Balance - Total Governmental Funds to Arrive at Net Position - Governmental Activities	\$	<u>80,373,639</u>

Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-Wide Statement of Activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net changes in fund balances - total governmental funds* and *changes in net position of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense”. The details of this difference are as follows:

Capital Outlay	\$	18,683,480
Depreciation Expense		<u>(5,841,329)</u>
Net Adjustment to Increase Net Changes in Fund Balance - Total Governmental Funds to Arrive at Changes in Net Position of Governmental Activities	\$	<u>12,842,151</u>

Another element of that reconciliation states “the issuance of long-term debt (e.g., bonds, leases) 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 effect of discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities”. The details of this difference are as follows:

**CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

Principal Repayment	\$ <u>2,827,117</u>
Net Adjustment to Increase Net Change in Fund Balances - Total Governmental Funds to Arrive at Changes in Net Position of Governmental Activities	\$ <u>2,827,117</u>

Another element of that reconciliation states “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”. The details of this difference are as follows:

Compensated Absences	\$ (477,381)
Other Postemployment Benefits	(363,542)
Amortization of Premium	<u>178,519</u>
Net Adjustment to Decrease Net Changes in Fund Balances - Total Governmental Funds to Arrive at Changes in Net Position of Governmental Activities	\$ <u>(662,404)</u>

Note 3 - Stewardship, Compliance, and Accountability

Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General Fund, Road Impact Fund, ARPA Fund, Fire Impact Fund, Police Impact Fund, Recreational Impact Fund, Community Redevelopment Fund and Enterprise Funds, except as described below under Budget Basis of Accounting. All annual appropriations lapse at fiscal year-end. The City follows these procedures set forth below in establishing the budgetary data reflected in the financial statements.

1. Prior to August 1st, the City Manager submits to the City Commission a proposed operating budget for the fiscal year commencing the following October 1st. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayers comments.
3. On or before September 30th of each year, public hearings are completed, and the Commission adopts the final budget and establishes the ad valorem tax millage.
4. The City cannot legally exceed the budget; however, the City Manager is authorized to transfer budgeted amounts within departments within any fund. The City Commission must approve revisions that alter the total expenditures of any department. The legal level of budgetary control is the department level.
5. Budgetary comparisons are not presented for Enterprise Funds since not required under generally accepted accounting principles.

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**CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

Note 4 - Budgetary Basis of Accounting

The General Fund, Road Impact Fund, ARPA Fund, Fire Impact Fund, Police Impact Fund, Recreational Impact Fund, and Community Redevelopment Fund are prepared on a budgetary basis, whereby encumbrances are treated as budgeted expenditures in the year of incurrence of the commitment to purchase. In addition, the City includes a portion of the prior year’s fund balance represented by unappropriated liquid assets remaining in the fund as budgeted revenue in the succeeding year. The results of operations on a U.S. generally accepted accounting principles (GAAP) basis do not recognize the fund balance allocation as revenue as it represents prior periods’ excess of revenues over expenditures. Also, the City does not budget for capital outlay expenditures and other financing sources related to the acquisition of assets through finances purchases. The City did not prepare budgets for the Police Training and Police Trust non-major special revenue funds. The City does not budget for the state pension contributions that must be recorded as intergovernmental revenue and public safety expenditures in the General Fund GAAP financial statements.

The City also does not budget for Recreation Programs, Ocoee Music Festivals, Police Fundraiser, Community Events, and Fire Fully Involved, which are consolidated in the General Fund for GAAP purposes, however, not included in the budgetary basis of the General Fund.

For the 2022 fiscal year, the following adjustments were necessary to convert General Fund expenditures on the GAAP basis to the budgetary basis:

	<u>Expenditures</u>	<u>Revenues</u>	<u>Other Financial Sources (Uses)</u>
General Fund:			
GAAP Basis	\$ 43,983,455	\$ 64,127,381	\$ (4,500,728)
Non-Budgeted State Pension Amount	(860,929)	(860,929)	-
Non-Budgeted Recreation Programs	(44,756)	(112,826)	-
Non-Budgeted Ocoee Music Festivals	(464,999)	(265,309)	115,000
Non-Budgeted Police Fundraiser	(13,600)	(18,137)	-
Non-Budgeted Community Events	-	(5)	-
Non-Budgeted Fire Fully Involved	-	(2)	-
Budgetary Basis	<u>\$ 42,599,171</u>	<u>\$ 62,870,173</u>	<u>\$ (4,385,728)</u>

Note 5 - Deposits and Investments

Deposits

All bank deposits were covered by Federal Depository Insurance or held in banks that are members of the State of Florida’s Collateral Pool as specified under Florida law. This limits local government deposits to “authorized depositories”. The State of Florida Collateral Pool is a multiple financial institution pool with the ability to assess its members for collateral shortfalls if a member institution fails. For this reason, the City considers its deposits insured or collateralized.

Investments

The City’s investment policy is governed by State Statutes and City ordinances. The investment policy does not apply to the City’s Pension Funds and funds related to the issuance of debt where there are other existing policies or indentures in effect. City ordinance allows investments in any financial institution that is a qualified public depository of the State of Florida as identified by the State Treasurer, in accordance with chapter 280 of the Florida Statutes. Authorized investments are:

CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

1. State Board of Administration Local Government Investment Pool (SBA)
2. Registered Investment Companies (Money Market Mutual Funds)
3. Money Market Funds and Certificates of Deposit in State-Certified Qualified Public Depositories
4. U.S. Government Agency Securities and U.S. Treasury Bills, Notes and Bond
5. Repurchase Agreements

Florida PRIME is administered by the SBA. As a Florida PRIME participant, the City invests in a pool of investments whereby the City owns a share of the respective pool, not the underlying securities. Florida PRIME currently meets all of the necessary criteria to elect to measure all of the investments at amortized cost.

The City invests in a pool of investments whereby the City owns a share of the respective pool, not the underlying securities. The SBA LGIP currently meets all of the necessary criteria to elect to measure all of the investments at amortized cost. Like money market funds, a participant's account balance is a share of the investment pool, not the underlying securities, and reported at fair value, which is amortized cost. Amortized cost is considered the fair value of the participant's investment.

Investments made by the City at September 30, 2022 are summarized below. Defined benefit pension plan investments, other than \$89,076,664 invested in equities, mutual funds, and unit investment trusts, are included below.

<u>Investment Type</u>	<u>Fair Value</u>	<u>Credit Rating</u>	<u>Weighted Average Maturity</u>
Florida PRIME	\$ 258,823	AAAm	21 days
Certificates of Deposit	2,402,762	not rated	1.66
Money Market	5,167,479	not rated	N/A
FLSTAR Government Fund	10,209,069	AAAm	15 days
Florida Investment Trust EC Pool	18,347,352	AAAf/S1	101 days
Florida Investment Trust Cash Pool	24,255,521	AAAf/S1	12 days
Pension Plan Investments:			
Fixed Income Securities	16,322,713	A-AAA	15.29 years
	<u>\$ 76,963,719</u>		

Credit Risk

The City's investment policy limits credit risk by restricting authorized investments to those described above. The policy requires that investments in U.S. Government Agency Securities be guaranteed by the full faith of the U.S. Government. Also, term repurchase agreements must be collateralized by U.S. Treasury securities and overnight (sweep) repurchase agreements must be collateralized by the full faith or general faith and credit obligations of the U.S. Government or U.S. Government Agency Securities. Securities of registered investment companies must be limited to U.S. Government obligations and to repurchase agreements fully collateralized by such U.S. Government obligations.

Custodial Credit Risk

In the case of deposits, this is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City's investment policy requires that bank deposits be secured as provided by Chapter 280, Florida Statutes. This law requires local governments to deposit funds only in financial

CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

institutions designated as qualified public depositories by the Chief Financial officer of the State of Florida, and creates the Public Deposits Trust Fund, a multiple financial institution pool with the ability to assess its member financial institutions for collateral shortfalls if a default or insolvency has occurred. At September 30, 2022, all of the City's bank deposits were in qualified public depositories.

For an investment, this is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments of collateral securities that are in the possession of an outside party. At September 30, 2022, none of the investments listed are exposed to custodial credit risk because their existence is not evidenced by securities that exist in physical or book entry form.

Concentration of Credit Risk

The policy has no limitations on portfolio composition.

Interest Rate Risk

The policy limits investment in U.S. Government Agency Securities, Treasury Bills, Notes and Bonds to a maximum maturity of five years. The maximum length to maturity for Certificates of Deposit is three years.

Fair Value

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The fair value is the price that would be received to sell an asset, or paid to transfer a liability, in an orderly transaction between market participants at the measurement date. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. The City uses a market approach in measuring fair value that uses prices and other relevant information generated by market transactions involving identical or similar assets, liabilities, or groups of assets and liabilities.

Assets or liabilities are classified into one of three levels. GASB 72, *Fair Value Measurement and Application* provides guidance for determining fair value of investments for financial reporting purposes. It has a three-level hierarchy based on the valuation inputs used to measure the assets fair value. Level 1 is the most reliable and is based on quoted price for identical assets, or liabilities, in an active market. Level 2 uses significant other observable inputs when obtaining quoted prices for identical or similar assets, or liabilities, in markets that are not active, such as the net asset value of a fund portfolio, whereby the underlying assets are valued based on quoted prices or market-corroborated inputs. Level 3 is the least reliable and uses significant unobservable inputs that uses the best information available under the circumstances, which includes the City's own data in measuring unobservable inputs.

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CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

The City has the following recurring fair value measurements as of September 30, 2022:

	9/30/2022	Fair Value Measurements Using		
		Quoted Prices in Active Markets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
General Investments				
Florida Investment Trust	\$ 24,255,521	\$ -	\$ 24,255,521	\$ -
General Employee's Pension				
Equities:				
Common Stock	\$ 5,884,917	\$ 5,884,917	\$ -	\$ -
Foreign Stock	247,370	247,370	-	-
Mutual Funds	15,967,075	-	15,967,075	-
Unit Investment Trusts	6,540,324	-	-	6,540,324
Fixed Income:				
Mutual Funds	2,132,456	-	2,132,456	-
Asset Backed Securities	3,645,480	-	3,645,480	-
Collateralized Mortgage Obligations	718,534	-	718,534	-
Corporate Bonds	4,455,299	-	4,455,299	-
U.S. Government Bonds	1,376,278	-	1,376,278	-
Foreign Bonds	519,797	-	519,797	-
Total	\$ 41,487,530	\$ 6,132,287	\$ 28,814,919	\$ 6,540,324
Police Officers' and Firefighters' Pension				
Equities:				
Common Stock	\$ 14,852,489	\$ 14,852,489	\$ -	\$ -
Mutual Funds	35,802,100	-	35,802,100	-
Unit Investment Trusts	8,220,968	-	-	8,220,968
Fixed Income:				
Mutual Funds	3,474,869	-	3,474,869	-
Total	\$ 62,350,426	\$ 14,852,489	\$ 39,276,969	\$ 8,220,968

Note 6 - Receivables

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

	Accounts Receivable	Less Allowance for Uncollectable Accounts	Total
General Fund	\$ 460,682	\$ (135,000)	\$ 325,682
Water and Wastewater Utility Fund	3,119,148	(120,185)	2,998,963
Solid Waste Fund	27,240	(2,654)	24,586
Stormwater Fund	24,676	(1,558)	23,118
Internal Service Fund	78,678	-	78,678
Total	\$ 3,710,424	\$ (259,397)	\$ 3,451,027

CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Note 7 - Capital Assets

Capital asset activity for the year ended September 30, 2022, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities				
Capital Assets, Not Being Depreciated:				
Land	\$ 22,259,305	\$ -	\$ -	\$ 22,259,305
Construction in Progress	26,925,073	17,397,609	(13,267,667)	31,055,015
Total Capital Assets, Not Being Depreciated	49,184,378	17,397,609	(13,267,667)	53,314,320
Capital Assets, Being Depreciated:				
Buildings	22,063,924	-	(2,990)	22,060,934
Improvements	31,508,007	13,262,392	(180,954)	44,589,445
Machinery and Equipment	19,674,715	1,272,954	(1,830,112)	19,117,557
Intangibles	527,628	-	(136,630)	390,998
Infrastructure	96,561,873	-	-	96,561,873
Total Assets, Being Depreciated	170,336,147	14,535,346	(2,150,686)	182,720,807
Less Accumulated Depreciation for:				
Buildings	(8,921,461)	(648,563)	2,990	(9,567,034)
Improvements	(13,999,807)	(1,673,200)	240,578	(15,432,429)
Machinery and Equipment	(13,830,420)	(1,765,310)	1,788,680	(13,807,050)
Intangibles	(511,477)	(14,651)	136,630	(389,498)
Infrastructure	(48,849,981)	(1,759,812)	-	(50,609,793)
Total Accumulated Depreciation	(86,113,146)	(5,861,536)	2,168,878	(89,805,804)
Total Capital Assets, Being Depreciated, Net	84,223,001	8,673,810	18,192	92,915,003
Governmental Activities Capital Assets, Net	\$ 133,407,379	\$ 26,071,419	\$ (13,249,475)	\$ 146,229,323

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CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-Type Activities				
Capital Assets, Not Being Depreciated:				
Land	\$ 6,422,044	\$ -	\$ -	\$ 6,422,044
Construction in Progress	10,147,246	4,020,480	(315,151)	13,852,575
Total Capital Assets, Not Being Depreciated	<u>16,569,290</u>	<u>4,020,480</u>	<u>(315,151)</u>	<u>20,274,619</u>
Capital Assets, Being Depreciated:				
Buildings	20,094,002	-	(1,658)	20,092,344
Improvements	126,541,226	782,598	-	127,323,824
Machinery and Equipment	9,021,844	936,910	(1,119,398)	8,839,356
Intangibles	199,704	-	(15,446)	184,258
Total Assets, Being Depreciated	<u>155,856,776</u>	<u>1,719,508</u>	<u>(1,136,502)</u>	<u>156,439,782</u>
Less Accumulated Depreciation for:				
Buildings	(15,301,418)	(437,841)	1,658	(15,737,601)
Improvements	(83,352,235)	(3,808,232)	-	(87,160,467)
Machinery and Equipment	(6,567,369)	(948,546)	1,119,398	(6,396,517)
Intangibles	(199,704)	-	15,446	(184,258)
Total Accumulated Depreciation	<u>(105,420,726)</u>	<u>(5,194,619)</u>	<u>1,136,502</u>	<u>(109,478,843)</u>
Total Capital Assets, Being Depreciated, Net	<u>50,436,050</u>	<u>(3,475,111)</u>	<u>-</u>	<u>46,960,939</u>
Governmental Activities Capital Assets, Net	<u>\$ 67,005,340</u>	<u>\$ 545,369</u>	<u>\$ (315,151)</u>	<u>\$ 67,235,558</u>

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CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Depreciation expense was charged to functions/programs as follows:

Governmental Activities	
General Government	\$ 617,106
Public Safety	1,675,788
Physical Environment	2,882,650
Parks and Recreation	665,785
Capital Assets Held by the City's Internal Service Fund are Charged to the Various Functions Based on Their Usage of the Assets	20,207
Total Depreciation Expense, Governmental Activities	\$ 5,861,536
Business-Type Activities	
Water and Wastewater	\$ 3,280,119
Solid Waste	5,313
Stormwater	1,909,186
Total Depreciation Expense, Business-Type Activities	\$ 5,194,618

Note 8 - Leasing Activity

The City has entered into two lease agreement for property.

A lease for a portion of property is leased to a third party related to baseball facilities. The initial term of the agreement was for 10 years starting July 1, 2019 with monthly payments of \$3,500 increasing 3% each year. The lease may be renewed for an additional 10 year period upon mutual agreement by both parties. The City determined the present value of the lease payments using a 2.70% interest rate. For this agreement the City recognized \$44,712 in lease revenue and \$8,117 in interest revenue for the year ending September 30, 2022. As of September 30, 2022, the City's receivable for lease payments for this agreement were \$309,744. Also, the City has a deferred inflow of resources associated with this lease that will be recognized as revenue over the lease term. As of September 30, 2022, the balance of the deferred inflow of resources was \$301,807.

A lease for a portion of property is leased to a third party related to golf facilities. The initial term of the agreement was for 10 years starting January 1994. An option was initiated that extended the lease term for 40 additional years through 2043 with annual payments of \$25,000 increasing annually by the CPI, not to exceed 4% each year. The City determined the present value of the lease payments using a 2.70% interest rate. There is an optional 25-year extension after this, but it is not known if this extension would likely be extended at this time. For this agreement the City recognized \$30,992 in lease revenue and \$16,747 in interest revenue for the year ending September 30, 2022. As of September 30, 2022, the City's receivable for lease payments for this agreement were \$665,151. Also, the City has a deferred inflow of resources associated with this lease that will be recognized as revenue over the lease term. As of September 30, 2022, the balance of the deferred inflow of resources was \$658,581.

**CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

Note 9 - Long-Term Debt

Financed Purchases Payables- Direct Borrowings

The City has entered into agreements for financing the acquisition of vehicles, trucks, data processing, communications and office equipment. These agreements qualify as financed purchases which is defined as a financing agreement which automatically transfers ownership to the lessee at the end of the agreement. Financed purchase payments are reflected as debt service expenditures in the governmental fund financial statements.

Financed purchases payable at year end are as follows:

Governmental Activities		
Truist Bank Vehicle and Equipment Purchase- Payable in quarterly installments through April 2025 and interest Paid quarterly at 1.2%	\$	259,858
Truist Bank Vehicle and Equipment Purchase- Payable in quarterly installments through August 2024 and interest Paid quarterly at 1.2%		545,135
Regions Equipment Purchase- Payable in quarterly installments through February 2023 and interest Paid quarterly at 2.5045%		<u>225,083</u>
	\$	<u><u>1,030,076</u></u>
Business-Type Activities		
Truist Bank Vehicle and Equipment Purchase- Payable in quarterly installments through April 2025 and interest Paid quarterly at 1.2%		<u><u>155,855</u></u>

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CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

The future minimum payments as of September 30, 2022, were as follows:

<u>Year Ending September 30,</u>	<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2023	\$ 590,737	\$ 9,432	\$ 59,197	\$ 1,235
2024	369,388	3,566	59,491	941
2025	69,951	377	37,167	236
	<u>\$ 1,030,076</u>	<u>\$ 13,375</u>	<u>\$ 155,855</u>	<u>\$ 2,412</u>

Notes Payable - Direct Borrowing

The Governmental Activities Notes payable are secured by a covenant to budget and appropriate, not a pledge of specific revenues. In the event of default, the noteholder may declare all principal and interest immediately due and payable.

The City has notes payable for governmental activities. Outstanding notes payable at year end are as follows:

<u>Governmental Activities</u>		
Capital Improvement Note, Series 2009 – payable in annual principal installments, start October 1, 2010 through October 1, 2024 and interest paid semi-annually at a variable rate equal to 67% of the sum of LIBOR plus 2.6%, with a floor of 2.1%.		\$ 870,000
Non-Ad Valorem Refunding Revenue Note, Series 2012 – payable in annual principal installments, starts February 1, 2013 through February 1, 2023, and interest paid semi-annually at 2.10%.		378,000
Note Payable – payable in 20 quarterly principal installments and quarterly interest payments of \$50,000.		<u>350,000</u>
		<u>\$ 1,598,000</u>

Annual debt service requirements to maturity for notes payable are as follows:

<u>Year Ending September 30,</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2023	\$ 1,003,000	\$ 23,317
2024	595,000	19,580
	<u>\$ 1,598,000</u>	<u>\$ 42,897</u>

CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Bonds Payable - Public Offering

The 2017 Capital Improvement Revenue and Refunding Bonds are secured by the half cent sales tax revenues, public services tax revenues, and the communications services tax revenues. Total principal and interest remaining to be paid is \$56,870,313. For the fiscal year, principal and interest paid on this series was \$2,369,438 and total pledged revenue was \$15,054,277. In the event of default, the bondholder may exercise all legal remedies to enforce payment.

The 2020 Capital Improvement Revenue and Refunding Bonds are secured by the half cent sales tax revenues, public services tax revenues, and the communications services tax revenues. Total principal and interest remaining to be paid is \$17,045,200. For the fiscal year, principal and interest paid on this series was \$708,800 and total pledged revenue was \$15,054,277. In the event of default, the bondholder may exercise all legal remedies to enforce payment.

The 2016 Water and Sewer System Refunding Revenue Bonds are secured by net revenue of the water and sewer system. Total principal and interest remaining to be paid is \$21,814,163. For the fiscal year, principal and interest paid on this series was \$1,873,519 and total pledged revenue was \$7,895,237. In the event of default, the bondholder may exercise all legal remedies to enforce payment. The City has bonds payable for both governmental and business-type activities. Outstanding bonds payable at year end are as follows:

Governmental Activities

Capital Improvement Revenue and Refunding Bonds, Series 2017 – payable in annual principal installments through October 1, 2046 and interest paid semi-annually at rates from 3.00% - 5.00%.	\$ 35,160,000
Capital Improvement Revenue and Refunding Bonds, Series 2020 – payable in annual principal installments through October 1, 2016 and interest paid semi-annually at 4.00%.	10,830,000
	\$ 45,990,000

Business-Type Activities

Water and Sewer System Revenue and Refunding Bonds, Series 2016 – payable in annual principal installments through October 1, 2036 and interest paid semi-annually at rates from 2.00% - 5.00%	\$ 16,330,000
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Annual debt service requirements to maturity for bonds payable are as follows:

Year Ending September 30,	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2023	\$ 1,090,000	\$ 1,994,138	\$ 1,075,000	\$ 798,519
2024	1,135,000	1,942,438	1,125,000	744,769
2025	1,195,000	1,888,588	1,175,000	688,519
2026	1,250,000	1,831,838	1,235,000	629,769
2027	1,305,000	1,772,438	1,275,000	568,019
2028 - 2032	7,525,000	7,869,938	7,390,000	1,819,094
2033 - 2037	9,495,000	5,899,588	3,055,000	235,475
2038 - 2042	11,765,000	3,637,063	-	-
2043 - 2047	11,230,000	1,089,488	-	-
	\$ 45,990,000	\$ 27,925,517	\$ 16,330,000	\$ 5,484,164

CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Changes in Long-Term Liabilities

Long-term liability activity for the year ended September 30, 2022, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities					
Notes Payable	\$ 2,577,000	\$ -	\$ (979,000)	\$ 1,598,000	\$ 1,003,000
Bonds Payable	47,025,000	-	(1,035,000)	45,990,000	1,090,000
Premium on Bonds Issues	4,453,171	-	(178,519)	4,274,652	-
Finances Purchases Payable	1,843,193	-	(813,117)	1,030,076	590,737
Compensated Absences	2,545,215	731,903	(254,522)	3,022,596	302,260
Net Pension Liability	-	20,073,299	-	20,073,299	-
Other Postemployment Benefits	4,169,505	215,511	-	4,385,016	90,154
Governmental Activity Long-Term Liabilities	\$ 62,613,084	\$ 21,020,713	\$ (3,260,158)	\$ 80,373,639	\$ 3,076,151
Business-Type Activities					
Bonds Payable	\$ 17,345,000	\$ -	\$ (1,015,000)	\$ 16,330,000	\$ 1,075,000
Premium on Bonds Issues	2,294,333	-	(152,956)	2,141,377	-
Finances Purchases Payable	221,275	-	(65,420)	155,855	59,197
Compensated Absences	462,796	199,563	(46,280)	616,079	61,610
Net Pension Liability	-	2,557,164	-	2,557,164	-
Other Postemployment Benefits	881,601	45,568	-	927,169	19,062
Business-Type Activity Long-Term Liabilities	\$ 21,205,005	\$ 2,802,295	\$ (1,279,656)	\$ 22,727,644	\$ 1,214,869

For governmental funds, compensated absences, other post-employment benefits and net pension liabilities are generally liquidated by the General Fund.

Note 10 - Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of September 30, 2022 is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Community Redevelopment Fund	\$ 1,000,000
Community Redevelopment Fund	General Fund	<u>1,311</u>
Due to/From Funds		<u>1,001,311</u>
General Fund	Stormwater Fund	3,728,856
General Fund	Solid Waste	<u>688,550</u>
Advances to/from Other Funds		<u>4,417,406</u>
Total		<u>\$ 5,418,717</u>

The outstanding balances between funds result mainly from the time lag between the dates that: (1) interfund goods and services provided or reimbursable expenditures occur, (2) transactions recorded in the accounting system, and (3) payments between funds are made. An advance was made to the Solid Waste fund in the current year to assist with cash flows for that fund. The advance to the Stormwater fund from the General fund in the amount of \$4,250,000 was to cover a portion of the costs of constructing the Master Stormwater Pond. The advance will be repaid at the prevailing rate of interest over 10 years.

**CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

Interfund transfers for the year ended September 30, 2022, consisted of the following:

	Transfers In						Total
	General Fund	2020 Capital Projects Fund	ARPA Fund	Water Fund	Stormwater Fund	Non-Major Governmental	
Transfer Out							
General Fund	\$ -	\$ -	\$ 10,021,988	\$ -	\$ -	\$ 7,112,138	\$ 17,134,126
ARPA Fund	10,000,000	-	-	-	-	-	10,000,000
Water and Wastewater Fund	1,888,506	-	-	-	-	-	1,888,506
Solid Waste Fund	25,000	-	-	-	25,000	-	50,000
Stormwater Fund	578,661	-	-	-	-	-	578,661
Internal Service Fund	-	-	-	2,309,666	-	-	2,309,666
Non-Major Governmental	-	28	-	-	-	372,977	373,005
Total	\$ 12,492,167	\$ 28	\$ 10,021,988	\$ 2,309,666	\$ 25,000	\$ 7,485,115	\$ 32,333,964

Transfers are used to move revenues from the fund that statute or budget requires collecting them to the fund that they are required to be expended from. Transfers are also used to: a) accumulate required interest and principal debt payments for timely remittance, and b) transfers from the enterprise funds to the general fund are in support of general government operations.

Note 11 - Retirement Plans

Defined Benefit Plan and Trust

The City maintains two separate single-employer defined benefit pension plans for police officers and firefighters and all other full-time employees who are included as part of the City's reporting entity in Pension Trust Funds. The plans do not issue stand-alone financial reports. Each plan provides retirement and death benefits to plan members and beneficiaries. In addition, the police and firefighters plan provides disability benefits to Plan members. Florida Statutes, Chapter 175 and 185 establish minimum benefit provisions. The City Commission appoints two boards of trustees, two trustees are elected by the employees and a fifth member is selected by the four trustees to administer the pension trust funds. This board of trustees may not amend any provisions of the pension plan without the approval of the City Commission.

Contributions from the State received under Florida State Statutes 175 and 185 amounted to \$860,929 in 2022 and were recorded as revenue and expenditures in the general fund. The amounts legally required at September 30, 2022, to be reserved for general employees and police and fire pension funds are \$42,318,674 and \$63,530,581, respectively.

Summary of Significant Accounting Principles

The Plan's financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to each plan are recognized when due and 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. All Plan investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments without an established market are reported at estimated fair value.

**CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

Individual Pension Fund Statements

The pension plans do not issue stand-alone financial reports. Individual statements of net position and changes in pension fund net position for the two pension plans included in the City fiduciary funds are as follows:

**Individual Statements of Fiduciary Net Position
September 30, 2022**

	<u>General Employees Pension</u>	<u>Police and Fire Pension</u>
Assets		
Cash and Cash Equivalents	\$ 766,660	\$ 1,072,859
Investments, at Fair Value:		
Common Funds – Equity	22,099,362	50,654,589
Real Estate Investment Trust	12,847,844	3,474,869
Common Funds – Bonds	<u>6,540,324</u>	<u>8,220,968</u>
Total Investments	<u>41,487,530</u>	<u>62,350,426</u>
Employee Contributions Receivable	28,555	32,787
Employer Contributions Receivable	<u>35,929</u>	<u>74,509</u>
Total Assets	<u>42,318,674</u>	<u>63,530,581</u>
Liabilities		
Accounts Payable	<u>-</u>	<u>-</u>
Total Liabilities	<u>-</u>	<u>-</u>
Net Position		
Restricted for Pensions	<u>\$ 42,318,674</u>	<u>\$ 63,530,581</u>

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**CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

**Individual Statements of Changes in Fiduciary Net Position
For the Year Ended September 30, 2022**

	<u>General Employees Pension</u>	<u>Police and Fire Pension</u>
Additions		
Contributions:		
Employer	\$ 917,749	\$ 1,821,197
Plan Members	729,589	800,675
State	-	860,929
Total Contributions	<u>1,647,338</u>	<u>3,482,801</u>
Investment Income:		
Interest	106,243	1,399,169
Net Appreciation on Fair Value of Investments	(7,993,325)	(12,437,165)
Less Investment Expense	<u>(77,091)</u>	<u>(264,330)</u>
Net Investment Income	<u>(7,964,173)</u>	<u>(11,302,326)</u>
Total Additions	<u>(6,316,835)</u>	<u>(7,819,525)</u>
Deductions		
Benefits	2,844,766	4,406,696
Administrative Expenses	<u>79,076</u>	<u>35,446</u>
Total Deductions	<u>2,923,842</u>	<u>4,442,142</u>
Change in Net Position	(9,240,677)	(12,261,667)
Net Position, Beginning	<u>51,559,351</u>	<u>75,792,248</u>
Net Position, Ending	<u>\$ 42,318,674</u>	<u>\$ 63,530,581</u>

General Employees' Pension

Summary of Significant Accounting Policies

Method used to value investments—Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

Plan Description

Plan Administration—The General Employees' Pension is administered by a Board of Trustees comprised of two City Commission appointees, two members of the Plan elected by the membership, and a fifth member elected by the other four members and appointed by City Commission.

Plan Membership—At September 30, 2021, plan membership consisted of the following:

Inactive Plan Members or Beneficiaries Currently Receiving Benefits	129
Inactive Plan Members Entitled to But Not Yet Receiving Benefits	77
Active Plan Members	<u>194</u>
	<u>400</u>

CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Benefits Provided—The plan provides retirement, termination and death benefits.

Normal Retirement—Date: Attainment of age 60. The Mayor and Commissioners have a nine-year Credited Service requirement in addition to the attainment of age 60. Members (excluding the Mayor and Commissioners) hired after September 17, 2012, achieve normal retirement eligibility upon the attainment of age 62, with the completion of seven years of credited service. *Benefit:* 3% of average final compensation for each year of credited service, limited to 81% of average final compensation. For members (including Mayor and Commissioners) hired or elected after September 17, 2012, the benefit is 2.25% of average final compensation for each year of credited service, limited to 70% of average final compensation.

Early Retirement—Eligibility: Age 50 and 5 years of credited service. The Mayor and Commissioners have a nine-year service requirement. Members (excluding the Mayor and Commissioners) hired after September 17, 2012, achieve early retirement eligibility upon the attainment of age 50 with the completion of seven years of credited service. Accrued benefits are actuarially reduced.

Vesting—Members are 100% vested after 5 years of credited service. The Mayor and Commissioners have a nine-year requirement for vesting eligibility. Members (excluding the Mayor and Commissioners) hired after September 17, 2012, achieve 100% vesting eligibility upon the completion of seven years of credited service. Members will receive the vested portion of their accrued benefit payable at the otherwise early (reduced) or normal (unreduced) retirement date.

Pre-Retirement Death Benefits—Vested: monthly accrued benefit payable to designated beneficiary for ten years. *Non-Vested:* refund of accumulated contributions without interest.

Contributions—Member contributions are 7.4% of salary. The Mayor and Commissioners are non-contributory participants. City contributions are the remaining amount required in order to pay current costs and amortize unfunded past service cost, if any, over 30 years.

Net Pension Liability—The City’s net pension liability was measured as of September 30, 2022, and the total pension liability used to calculate the net pension liability was determined as of that date. The components of the net pension liability on September 30, 2022, were as follows:

Total Pension Liability	\$ 50,540,225
Plan Fiduciary Net Position*	<u>(42,317,846)</u>
Sponsor’s Net Pension Liability (Asset)	<u>8,222,379</u>

Plan Fiduciary Net Position as a Percentage of Total Pension Liability	83.73%
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*Includes accrued investment income net of prepaid City contributions not included in the fund.

Actuarial Assumptions—The total pension liability was determined by an actuarial valuation as of October 1, 2021, updated to September 30, 2022, using the following actuarial assumptions:

Inflation	2.50%
Salary Increases	Service Based
Discount Rate	7.00%
Investment Rate of Return	7.00%

**CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

Mortality rates were based on the following:

Mortality Rate Healthy Active Lives:

Female: PubS.H-2010 (Below Median) for Employees.

Male: PubS.H-2010 (Below Median) for Employees, set back one year.

Mortality Rate Healthy Retiree Lives:

Female: PubS.H-2010 (Below Median) for Healthy Retirees.

Male: PubS.H-2010 (Below Median) for Healthy Retirees, set back one year.

Mortality Rate Beneficiary Lives:

Female: PubG.H-2010 (Below Median) for Healthy Retirees.

Male: PubG.H-2010 (Below Median) for Healthy Retirees, set back one year.

Mortality Rate Disabled Lives:

PubG.H-2010 for Disabled Retirees set forward three years.

All rates are projected generationally with Mortality Improvement Scale MP-2018.

The most recent actuarial experience study used to review the other significant assumptions was dated November 4, 2019.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2022, are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	45.0%	7.50%
International Equity	15.0%	8.50%
Broad Market Fixed Income	25.0%	2.50%
Global Bond	5.0%	3.50%
Real Estate	10.0%	4.50%
Total	<u>100.0%</u>	

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**CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

Discount Rate—The discount rate used to measure the total pension liability was 7.0%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
Balances at September 30, 2021	\$ 49,092,348	\$ 51,499,434	\$ (2,407,086)
Changes for a Year:			
Service Cost	1,151,319	-	1,151,319
Interest	3,424,090	-	3,424,090
Differences Between Expected and Actual Experience	(471,342)	-	(471,342)
Changes of Assumptions	-	-	-
Contributions – Employer	-	917,749	(917,749)
Contributions – Employee	-	729,589	(729,589)
Net Investment Income	-	(8,062,442)	8,062,442
Benefit Payments, Including Refunds of Employee Contributions	(2,656,190)	(2,656,190)	-
Administrative Expense	-	(110,294)	110,294
Net Changes	<u>1,447,877</u>	<u>(9,181,588)</u>	<u>10,629,465</u>
Balances at September 30, 2022	<u>\$ 50,540,225</u>	<u>\$ 42,317,846</u>	<u>\$ 8,222,379</u>

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

	1% Decrease	Current Discount Rate	1% Increase
	6.00%	7.00%	8.00%
Net Pension Liability (Asset)	\$ 14,172,942	\$ 8,222,379	\$ 3,231,361

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**CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

Deferred Outflows and Inflows of Resources

For the year ended September 30, 2022 the City will recognize a pension expense of \$2,104,607. On September 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences Between Expected Actual Experience	\$ 401,813	\$ 353,508
Changes of Assumptions	782,034	-
Net Difference Between Projected and Actual Earning on Pension Plan Investments	<u>6,039,118</u>	<u>-</u>
	<u>\$ 7,222,965</u>	<u>\$ 353,508</u>

Amounts reported as deferred outflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending September 30,</u>	
2023	\$ 1,954,432
2024	1,564,656
2025	1,024,723
2026	2,325,646
2027	-
Thereafter	-

Concentrations—The Plan did not hold investments in any one organization that represents five percent or more of the Pension Plan’s fiduciary net position.

Rate of Return—For the year ended September 30, 2022, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was -15.83 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Deferred Retirement Option Program (DROP)—Members are eligible following satisfaction of normal retirement requirements (age 60). For members hired after September 17, 2012, the eligibility for DROP participation is the attainment of age 62 and the completion of ten years of credited service. Participation is not more than 84 months from age 60. For members hired after September 17, 2012, the DROP participation period shall not exceed 60 months from the first date of normal retirement eligibility. Earnings accrue at a fixed annual rate of 3%, credited quarterly. The DROP balance as of September 30, 2022, is \$588,778.

Police Officers’ and Firefighters’ Pension

Summary of Significant Accounting Policies

Method used to value investments—Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

**CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

Plan Description

Plan Administration—The Plan is administered by a Board of Trustees comprised of two City Commission appointees, one member from each Department elected by membership, and a fifth member elected by the other four members and appointed by City Commission.

Plan Membership—At September 30, 2021, Plan membership consisted of the following:

Inactive Plan Members or Beneficiaries Currently Receiving Benefits	77
Inactive Plan Members Entitled to But Not Yet Receiving Benefits	52
Active Plan Members	146
	275

Benefits Provided—The plans provide retirement, termination, disability and death benefits.

Normal Retirement—Date: Earlier of age 55 and ten years of credited service, or 25 years of credited service, regardless of age.

Benefit: 3.5% of average final compensation times credited service. For firefighters hired after September 30, 2015, and Police Officers hired after May 16, 2017, the benefit accrual rate is 3.25% for each year of Credited Service. Maximum benefit for members hired before October 1, 2012, 100% of average final compensation. For member hired after September 30, 2012, 91% of average final compensation. For members hired under the 3.25% benefit accrual rate, the maximum benefit is 81.25% of average final compensation.

Early Retirement—Eligibility: Age 45 and five years of credited service. Accrued benefits are reduced 3% per year to age 50 and actuarially reduced from age 50 to age 45.

Vesting—Members are 100% vested after five years of credited service. For firefighters hired after September 30, 2015, and police officers hired after May 16, 2017, 100% vesting occurs after the completion of seven years of credited service. Members will receive the vested portion of their accrued benefit payable at the otherwise early or normal retirement date.

Disability—For service incurred, covered from date of employment. For non-service incurred – ten years of credited service. Benefit is accrued to date of disability but not less than 42% of average final compensation (service incurred). Additionally, the benefit cannot exceed a percentage of average final compensation as outlined above under maximum benefit.

Pre-Retirement Death Benefits—Vested: monthly accrued benefit payable to designated beneficiary for 10 years. Non-Vested: refund of accumulated contributions without interest.

Supplement Benefit (Police Only)—Initial crediting pursuant to a mutual consent agreement between the City and PBA, \$193,674 from the excess state monies reserve is allocated to eligible police officers. Annual crediting of 50% of annual Chapter 185 premium tax revenues received by the City in excess of \$223,377 shall be allocated based on a method to be determined. Investment earnings on the eligible share

**CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

accounts shall be credited or debited annually, based on the Plan’s net-of-fees investment performance for the immediately preceding plan year. Expenses are allocated annually in proportion to individual share account balances as a percentage of total plan assets.

Contributions—Member contributions are 8% of salary. The City contributions are the remaining amount required in order to pay current costs and amortize unfunded past service cost, if any, as provided in Chapter 112, Florida Statutes.

Net Pension Liability—The City’s net pension liability was measured as of September 30, 2022, and the total pension liability used to calculate the net pension liability was determined as of that date. The components of the net pension liability on September 30, 2022 were as follows:

Total Pension Liability	\$	78,342,099
Plan Fiduciary Net Position*		<u>(63,934,015)</u>
Sponsor’s Net Pension Liability (Asset)		<u>14,408,084</u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability		81.61%

*Includes accrued investment income net of prepaid City contributions not included in the fund.

Actuarial Assumptions - The total pension liability was determined by an actuarial valuation as of October 1, 2021 updated to September 30, 2022, using the following actuarial assumptions applied to all measurement periods.

Inflation		2.50%
Salary Increases		Service Based
Discount Rate		7.00%
Investment Rate of Return		7.00%

Mortality rates were based on the following:

Mortality Rate Healthy Active Lives:

Female: PubS.H-2010 (Below Median) for Employees, set forward one year.

Male: PubS.H-2010 (Below Median) for Employees, set forward one year.

Mortality Rate Healthy Retiree Lives:

Female: PubS.H-2010 (Below Median) for Healthy Retirees, set forward one year.

Male: PubS.H-2010 (Below Median) for Healthy Retirees, set forward one year.

Mortality Rate Beneficiary Lives:

Female: PubG.H-2010 (Below Median) for Healthy Retirees.

Male: PubG.H-2010 (Below Median) for Healthy Retirees, set back one year.

Mortality Rate Disabled Lives:

80% PubG.H-2010 for Disabled Retirees / 20% PubS.H-2010 for Disabled Retirees

All rates are projected generationally with Mortality Improvement Scale MP-2018.

**CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

The previously described mortality assumption rates were mandated by Chapter 2015-157, Laws of Florida. This law mandates use of the assumptions used in either of the two most recent valuations of the Florida Retirement System (FRS). The above rates are those outlined in Milliman’s July 1, 2021 FRS valuation report for special risk employees, with appropriate adjustments made based on plan demographics.

75% of active deaths are assumed to be service-incurred.

The most recent actuarial experience study used to review the other significant assumptions was dated August 3, 2020.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class.

These ranges are combined to produce the long term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic real rates of return for each major asset class included in the pension plan’s target asset allocation as of September 30, 2022, are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	45.0%	7.50%
International Equity	15.0%	8.50%
Broad Market Fixed Income	25.0%	2.50%
Global Bond	5.0%	3.50%
Real Estate	<u>10.0%</u>	4.50%
Total	<u>100.0%</u>	

Discount Rate—The discount rate used to measure the total pension liability was 7%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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**CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

Changes in Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
Balances at September 30, 2021	\$ 73,607,425	\$ 75,724,154	\$ (2,116,729)
Changes for a Year:			
Service Cost	2,181,970	-	2,181,970
Interest	5,166,938	-	5,166,938
Change in Extra Benefits Reserve	64,060	-	64,060
Share Plan Allocation	113,651	-	113,651
Differences Between Expected and Actual Experience	1,121,009	-	1,121,009
Changes of Assumptions	-	-	-
Changes of Benefit Terms	(7,482)	-	(7,482)
Contributions – Employer	-	1,821,196	(1,821,196)
Contributions – State	-	860,929	(860,929)
Contributions – Employee	-	800,674	(800,674)
Contributions- Buy Back	31,544	31,544	-
Net Investment Income	-	(11,211,997)	11,211,997
Benefit Payments, Including Refunds of Employee Contributions	(3,937,016)	(3,937,016)	-
Administrative Expense	-	(155,469)	155,469
Net Changes	4,734,674	(11,790,139)	16,524,813
Balances at September 30, 2022	<u>\$ 78,342,099</u>	<u>\$ 63,934,015</u>	<u>\$ 14,408,084</u>

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

	Current Discount		
	1% Decrease 6.00%	Rate 7.00%	1% Increase 8.00%
Net Pension Liability (Asset)	\$ 24,094,125	\$ 14,408,084	\$ 6,376,876

Deferred Outflows and Inflows of Resources

For the year ended September 30, 2022, the City will recognize pension expense of \$4,803,303. On September 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected Actual Experience	\$ 984,859	\$ 712,639
Changes of Assumptions	2,805,387	-
Net Difference Between Projected and Actual Earning on Pension Plan Investments	8,891,285	-
	<u>\$ 12,681,531</u>	<u>\$ 712,639</u>

**CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

Amounts reported as deferred outflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending September 30,</u>		
2023	\$	3,027,523
2024		2,358,319
2025		2,613,269
2026		3,782,946
2027		186,835
Thereafter		-

Concentrations—The Plan did not hold investments in any one organization that represents five percent or more of the Pension Plan’s fiduciary net position.

Rate of Return—For the year ended September 30, 2022, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense was -14.93 percent.

Deferred Retirement Option Program (DROP) Police and Fire—members are eligible within 12 months following satisfaction of normal retirement requirements. Participation is not more than 60 months. Rate of return: at election of member (may change once during DROP period) either: 1) actual net rate of investment return (total return net of brokerage commissions, transaction costs, and management fees), or 2) 6.5%. Earnings are credited each fiscal quarter (2% for members entering the DROP after September 30, 2012). Additionally, members entering the DROP after September 30, 2012 cannot choose the Plan return option for investment crediting. Effective October 1, 2021, Firefighter members’ DROP Accounts shall be credited or debited at a rate equal to the actual net of investment return realized by the System for that quarter, but in no event shall such returns be less than zero percent. The DROP balance as of September 30, 2022 is \$1,056,564.

Aggregate Amounts of All Pension Plans

The aggregate amounts for all of the City’s defined benefit pension plans at September 30, 2022, are as follows:

	<u>Net Pension (Liability)</u>	<u>Deferred Inflows</u>	<u>Deferred Outflows</u>	<u>Pension Expense</u>
Police and Fire Pension Plan	\$ (14,408,084)	\$ (712,639)	\$ 12,681,531	\$ (1,955,114)
General Employees Pension	(8,222,379)	(353,508)	7,222,965	(1,186,858)
	<u>\$ (22,630,463)</u>	<u>\$ (1,066,147)</u>	<u>\$ 19,904,496</u>	<u>\$ (3,141,972)</u>

Note 12 - Other Postemployment Benefits

In accordance with Florida Statutes Section 112.0801, the City makes continued group health insurance through the City’s current provider available to retirees and eligible dependents provided certain service requirements and normal age retirement requirements have been met. This benefit has no cost to the City, other than the implicit cost of including retirees in the group calculation. All premiums are paid by the retiree. The City has chosen pay-as-you-go funding but is recording the liability in the government wide financial statements. This plan does not issue stand-alone financial statements.

**CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

Plan Description—The City’s Retiree Health Care Plan (Plan) is a single-employer defined benefit postemployment health care plan that covers eligible retired employees of the City. The Plan, which is administered by the City, allows employees who retire and meet eligibility requirements under one of the City’s retirement plans to continue medical and life insurance coverage as a participant in the City’s plan. For purposes of applying Paragraph 4 under Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, the Plan does not meet the requirements for an OPEB plan administered through a trust.

Employees Covered by Benefit Terms—At September 30, 2021, the following employees were covered by the benefit terms:

Inactive Plan Members or Beneficiaries Currently Receiving Benefits	90
Inactive Plan Members Entitled to But Not Yet Receiving Benefits	-
Active Plan Members	348
	438

Benefits Provided—A retired employee and his or her spouse and eligible dependents are eligible to continue health insurance identical to active employees if they meet the eligibility for retirement under the applicable retirement plan. The retiree is responsible for paying the entire monthly premium for health coverage and that of any covered spouse or eligible dependents. Medicare coverage is assumed to become primary upon attainment of age 65.

Eligible retirees may also elect \$10,000 in life insurance coverage. The retiree is responsible for paying the entire monthly premium for coverage.

Summary of Actuarial Methods and Assumptions

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

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

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**CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

The total OPEB liability was determined by an actuarial valuation as of September 30, 2021, using the following actuarial assumptions:

Inflation	2.50%
Salary Increases	Service Based
Discount Rate	2.43%
Initial Trend Rate	7.50%
Ultimate Trend Rate	4.00%
Years to Ultimate	53

All mortality rates were based on the PUB-2010 mortality tables. All mortality rates are those outlined in Milliman’s July 1, 2021 Florida Retirement System (FRS) valuation report with appropriate adjustments made based on plan demographics. All tables include fully generational adjustments for motility improvements using gender-specific improvement scale MP-2018.

Mortality - Active Lives:

For female (non-special risk) lives, the headcount-weighted PubG-2010 female employee table was used. For female special risk lives, the headcount-weighted PubS-2010 female below-median income employee table, set forward one year, was used.

For male (non-special risk) lives, the headcount-weighted PubG 2010 male employee table, set back one year, was used. For male special risk lives, the headcount weighted PubS-2010 male below-median income employee table, set forward one year, was used.

Mortality - Inactive Healthy Lives:

For female (non-special risk) lives, the headcount-weighted PubG-2010 female healthy retiree table was used. For female special risk lives, the headcount-weighted PubS-2010 female healthy retiree table, set forward one year, was used.

For male (non-special risk) lives, the headcount-weighted PubG-2010 male healthy retiree table, set back one year, was used. For male special risk lives, the headcount-weighted PubS-2010 male healthy retiree table, set forward one year, was used.

Mortality - Disabled Lives:

For female (non-special risk) lives, the headcount-weighted PubG-2010 female disabled retiree table, set forward 3 years, was used. For female special risk lives, an 80% headcount-weighted PubG-2010 female disabled retiree, 20% headcount-weighted PubS-2010 female disabled retiree blended table was used.

For male (non-special risk) lives, the headcount-weighted PubG-2010 male disabled retiree table, set forward 3 years, was used. For male special risk lives, an 80% headcount-weighted PubG-2010 male disabled retiree, 20% headcount-weighted PubS-2010 male disabled retiree blended table was used.

Discount Rate—Given the City’s decision not to fund the program, all future benefit payments were discounted using a high-quality municipal bond rate of 2.43%. The high-quality municipal bond rate was based on the S&P Municipal Bond 20 Year High Grade Rate Index as published by S&P Dow Jones Indices

**CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

as of the measurement date. The S&P Municipal 20 Year High Grade Rate Index consists of bonds in the S&P Municipal Bond Index with a maturity of 20 years. Eligible bonds must be rated at least AA by Standard and Poor's Ratings Services, Aa2 by Moody's or AA by Fitch. If there are multiple ratings, the lowest rating is used.

Below are the details regarding the Total OPEB liability for the measurement period from October 1, 2021 to September 30, 2022:

	Increases and (Decreases) in Total OPEB Liability
Balances at September 30, 2021	\$ 5,051,106
Changes for a Year:	
Service Cost	459,598
Interest	116,767
Differences Between Expected and Actual Experience	(264,961)
Changes of Assumptions	58,891
Benefit Payments	(109,216)
Net Changes	261,079
Balances at September 30, 2022	\$ 5,312,185

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

	1% Decrease 1.43%	Current Discount Rate 2.43%	1% Increase 3.43%
Net OPEB Liability	\$ 6,026,282	\$ 5,312,185	\$ 4,715,412

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

	1% Decrease 3.0% - 6.5%	Healthcare Cost Trend Rates 4.0% - 7.5%	1% Increase 5.0% - 8.5%
Net OPEB Liability	\$ 4,786,662	\$ 5,312,185	\$ 5,940,292

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**CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

For the year ended September 30, 2022, the City will recognize OPEB expense of \$597,938. On September 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected Actual Experience	\$ -	\$ 351,412
Changes of Assumptions	871,531	172,394
Employer Contributions Subsequent to the Measurement Date	<u>182,152</u>	<u>-</u>
	<u>\$ 1,053,683</u>	<u>\$ 523,806</u>

The deferred outflows of resources related to employer contributions subsequent to the measurement date of \$182,152 will be recognized in 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending September 30,			
2023		\$	18,993
2024			18,991
2025			55,722
2026			88,700
2027			88,703
Thereafter			76,616

Note 13 - Deferred Compensation Plan

The City offers its employees three deferred compensation plans created in accordance with Internal Revenue Code Section 457. The plans are administered by Great West, ICMA Retirement Corporation, Principal Group and Hartford. The plans permit participants to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

Because the Plan Assets are held in trust for the exclusive benefit of plan participants and their beneficiaries, the Plan is not accounted for in the City's fund financials.

Note 14 - Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; and natural disasters. Risk of loss from above is transferred by the City to various commercial insurers through the purchase of insurance. There have been no significant reductions in insurance coverage from the prior year, and settlements have not exceeded insurance coverage during the past three years.

CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

The City became self-insured for employee health insurance effective November 1, 2007. As permitted by GASB Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*, the City accounts for its self-insured assets, liabilities, net position and activities in an internal service fund.

The general, water and wastewater, solid waste, and stormwater funds participate in the program and make payments to the internal service fund based on the number of employees in each fund.

The City's health internal service fund covers claims up to \$100,000 per individual event and related claims. The City purchased excess stop loss coverage with an aggregate limit of \$1,000,000 per policy period.

The claims liability of \$804,874 represents claims processed through December 2022, which were applicable to the current fiscal year and any additional claims are deemed to be immaterial. Changes to the claims liability are as follows for the years ended September 30:

	2022	2021
Claims Liability, Beginning of Year	\$ 7,946	\$ 7,309
Incurred Claims	9,967,758	9,175,815
Payments on Claims	(9,170,830)	(9,175,178)
Claims Liability, End of Year	\$ 804,874	\$ 7,946

The City also became self-insured for workers' compensation effective October 1, 2007. The City covers events up to \$600,000 even if more than one employee is involved in the event. The City has purchased excess stop loss coverage with an aggregate limit of \$1,000,000 per event. The City also has an aggregate retention limit of \$1,364,543 for all claims, and when this aggregate is reached, then the excess stop loss coverage up to \$1,000,000 in excess of the aggregate covers claims.

Worker's compensation claims are paid from each fund as incurred and, therefore, is not included in the internal service fund. Also, actuarial probabilities are not needed since no claims are pending at September 30, 2022.

Note 15 - Contingent Liabilities

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government and the State of Florida. 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, although the City expects such amounts, if any, to be immaterial.

The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the City's counsel the resolution of these matters will not have a material adverse effect on the financial condition of the City.

**CITY OF OCOEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

Note 16 - Fund Balance

At September 30, 2022, the City's governmental fund balances were as follows:

	General Fund	ARPA Fund	2020 Capital Projects Fund	Other Governmental Funds	Total
Non-Spendable					
Inventory and Prepays	\$ 146,435	\$ -	\$ -	\$ -	\$ 146,435
Advances	4,417,406	-	-	-	4,417,406
Spendable					
Restricted for:					
Debt Service	-	-	-	267,264	267,264
Community Redevelopment	-	-	-	4,437,124	4,437,124
Highways and Streets	-	-	-	6,501,916	6,501,916
Fire	-	-	-	3,724,502	3,724,502
Police	-	-	-	1,159,772	1,159,772
American Recovery Plan	-	26,672	-	-	26,672
Culture and Recreation	-	-	-	4,310,855	4,310,855
Capital Projects	-	-	1,427,965	4,252,153	5,680,118
Assigned to:					
Subsequent Year Expenditures	15,053,969	-	-	-	15,053,969
Capital Projects	-	-	-	4,997,874	4,997,874
Unassigned	21,837,233	-	-	-	21,837,233
Total Fund balance	\$ 41,455,043	\$ 26,672	\$ 1,427,965	\$ 29,651,460	\$ 72,561,140

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF OCOEE, FLORIDA
SCHEDULE OF CHANGES IN THE CITY'S TOTAL OPEB LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS*
SEPTEMBER 30, 2022

Retiree Continuation Insurance Plan

	<u>9/30/2022</u>	<u>9/30/2021</u>	<u>9/30/2020</u>	<u>9/30/2019</u>	<u>9/30/2018</u>
Total OPEB Liability					
Service Cost	\$ 459,598	\$ 327,105	\$ 231,988	\$ 245,728	\$ 265,605
Interest	116,767	147,026	151,788	130,806	109,613
Differences Between Expected and Actual Experience	(264,961)	-	(198,886)	-	-
Changes of Assumptions	58,891	848,423	295,577	(230,864)	(257,084)
Benefit Payments	(109,216)	(101,596)	(98,206)	(90,512)	(83,229)
Other Changes	-	-	-	-	-
Net Change in Total OPEB Liability	<u>261,079</u>	<u>1,220,958</u>	<u>382,261</u>	<u>55,158</u>	<u>34,905</u>
Total OPEB Liability, Beginning	<u>5,051,106</u>	<u>3,830,148</u>	<u>3,447,887</u>	<u>3,392,729</u>	<u>3,357,824</u>
Total OPEB Liability, Ending	<u>\$ 5,312,185</u>	<u>\$ 5,051,106</u>	<u>\$ 3,830,148</u>	<u>\$ 3,447,887</u>	<u>\$ 3,392,729</u>
Plan Fiduciary Net Position as a Percentage of Total OPEB Liability	0.00%	0.00%	0.00%	0.00%	0.00%
Covered-Employee Payroll	\$ 17,956,707	\$ 20,331,598	\$ 19,381,886	\$ 17,103,823	\$ 16,884,918
Net OPEB Liability as a Percentage of Covered-Employee Payroll	29.58%	24.84%	19.76%	20.16%	20.09%

* Data before 2018 not available; additional years' information will be displayed as it becomes available.

Difference between expected and actual experience. Difference between expected and actual experience reflects the impact of changes to the census data from the prior valuation as of September 30, 2021.

Changes of assumptions. Changes of assumptions and other inputs reflect the effects of changes in the discount rate each period.

Fiscal Year Ended September 30, 2022:	2.43%
Fiscal Year Ended September 30, 2021:	2.14%
Fiscal Year Ended September 30, 2020:	3.58%

Also reflected as assumption changes are updated health care costs and premium.

Benefit payments. The plan sponsor did not provide actual net benefits paid by the Plan for the fiscal year ended on September 30, 2022. Expected net benefit payments produced by the valuation model for the same period are shown in the table above.

No assets are accumulated in a trust for the OPEB plan.

CITY OF OCOEE, FLORIDA
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS
GENERAL EMPLOYEES
LAST TEN FISCAL YEARS*

	<u>9/30/2022</u>	<u>9/30/2021</u>	<u>9/30/2020</u>	<u>9/30/2019</u>	<u>9/30/2018</u>	<u>9/30/2017</u>	<u>9/30/2016</u>	<u>9/30/2015</u>	<u>9/30/2014</u>
Total Pension Liability									
Service Cost	\$ 1,151,319	\$ 1,165,183	\$ 1,091,532	\$ 1,149,974	\$ 1,211,261	\$ 1,143,018	\$ 1,134,150	\$ 1,130,748	\$ 1,099,915
Interest	3,424,090	3,270,659	3,122,971	3,146,116	2,960,746	2,805,205	2,555,534	2,440,626	2,265,121
Differences Between Expected and Actual Experience	(471,342)	302,494	550,789	(362,530)	162,806	(316,002)	175,180	(480,737)	-
Changes of Assumptions	-	-	1,955,087	(125,022)	-	-	1,211,288	-	-
Contributions - Buy Back	-	32,544	57,647	-	-	-	-	-	-
Benefit Payments, Including Refunds of Employee Contributions	(2,656,190)	(2,474,089)	(2,186,486)	(2,099,182)	(1,664,134)	(1,722,831)	(2,004,076)	(1,218,647)	(1,043,921)
Net Change in Total Pension Liability	1,447,877	2,296,791	4,591,540	1,709,356	2,670,679	1,909,390	3,072,076	1,871,990	2,321,115
Total Pension Liability, Beginning	49,092,348	46,795,557	42,204,017	40,494,661	37,823,982	35,914,592	32,842,516	30,970,526	28,649,411
Total Pension Liability Ending (a)	50,540,225	49,092,348	46,795,557	42,204,017	40,494,661	37,823,982	35,914,592	32,842,516	30,970,526
Plan Fiduciary Net Position									
Contributions, Employer	917,749	628,462	845,408	959,036	972,370	860,420	934,082	1,077,570	1,629,738
Contributions, Employee	729,589	712,838	698,250	673,662	664,834	631,835	633,073	603,922	588,154
Contributions, Buy Back	-	32,544	57,647	-	-	-	-	-	-
Net Investment Income	(8,062,442)	9,219,990	2,840,934	1,188,196	3,637,465	3,929,617	2,745,277	454,266	2,447,920
Benefit Payments, Including Refunds of Employee Contributions	(2,656,190)	(2,474,089)	(2,186,486)	(2,099,182)	(1,664,134)	(1,722,831)	(2,004,076)	(1,218,647)	(1,043,921)
Administrative Expense	(110,294)	(113,970)	(128,960)	(132,985)	(100,468)	(70,099)	(86,300)	(89,735)	(60,184)
Net Change in Plan Fiduciary Net Position	(9,181,588)	8,005,775	2,126,793	588,727	3,510,067	3,628,942	2,222,056	827,376	3,561,707
Plan Fiduciary Net Position, Beginning	51,499,434	43,493,659	41,366,866	40,778,139	37,268,072	33,639,130	31,417,074	30,589,698	27,027,991
Plan Fiduciary Net Position, Ending (b)	42,317,846	51,499,434	43,493,659	41,366,866	40,778,139	37,268,072	33,639,130	31,417,074	30,589,698
Net Pension Liability (Asset), Ending (a)-(b)	\$ 8,222,379	\$ (2,407,086)	\$ 3,301,898	\$ 837,151	\$ (283,478)	\$ 555,910	\$ 2,275,462	\$ 1,425,442	\$ 380,828
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	83.73%	104.90%	92.94%	98.02%	100.70%	98.53%	93.66%	95.66%	98.77%
Covered Payroll	\$ 9,900,206	\$ 9,673,855	\$ 9,476,712	\$ 9,144,437	\$ 9,025,137	\$ 8,579,221	\$ 8,591,994	\$ 8,671,290	\$ 7,988,910
Net Pension Liability (Asset) as a Percentage of Covered Payroll	83.05%	-24.88%	34.84%	9.15%	-3.14%	6.48%	26.48%	16.44%	4.77%

* Prior years not available.

CITY OF OCOEE, FLORIDA
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS
GENERAL EMPLOYEES
LAST TEN FISCAL YEARS*
(Concluded)

Changes of Assumptions:

For measurement date September 30, 2020, as mandated by Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the rates used in Millman's July 1, 2019 FRS valuation report for non-specific-risk employees, with appropriate adjustments made based on plan demographics. Additionally, the Board approved a reduction in the investment return assumption from 7.40% to 7.00% per year.

For measurement date September 30, 2019, as a result of an experience study dated November 9, 2019, the Board approved the following changes:

- Assumed Rates of Individual Salary Increases
- Investment Return Assumption
- Assumed Rates of Pre-Retirement Withdrawal
- Assumed Rates of Retirement

For measurement date September 30, 2016, as a result of Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the assumptions used by the Florida Retirement System.

The inflation assumption rate was lowered from 3.00% to 2.50%, matching the long-term inflation assumption utilized by the Plan's investment consultant.

CITY OF OCOEE, FLORIDA
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS
POLICE AND FIREFIGHTERS
LAST TEN FISCAL YEARS*

	<u>9/30/2022</u>	<u>9/30/2021</u>	<u>9/30/2020</u>	<u>9/30/2019</u>	<u>9/30/2018</u>	<u>9/30/2017</u>	<u>9/30/2016</u>	<u>9/30/2015</u>	<u>9/30/2014</u>
Total Pension Liability									
Service Cost	\$ 2,181,970	\$ 1,945,074	\$ 1,857,318	\$ 1,733,023	\$ 1,597,646	\$ 1,479,035	\$ 1,222,895	\$ 1,245,860	\$ 1,315,099
Interest	5,166,938	4,973,640	4,932,076	4,795,870	4,514,299	4,202,389	3,985,189	3,784,844	3,562,111
Changes in Excess State Money	64,060	-	-	-	-	(664,444)	135,836	95,618	94,656
Share Plan Allocation	113,651	89,635	85,487	79,615	58,503	231,069	-	-	-
Changes of Benefit Terms	(7,482)	-	-	(13,236)	-	-	-	-	-
Differences Between Expected and Actual Experience	1,121,009	(236,959)	(90,179)	(1,189,010)	304,104	455,694	(315,979)	(146,497)	-
Changes of Assumptions	-	2,022,679	2,512,338	340,308	329,525	475,896	416,293	-	-
Contributions - Buy Back	31,544	-	-	-	-	-	-	-	-
Benefit Payments, Including Refunds of Employee Contributions	(3,937,016)	(3,687,005)	(4,342,221)	(3,150,257)	(2,800,461)	(2,559,339)	(2,478,996)	(2,234,870)	(1,812,744)
Net Change in Total Pension Liability	4,734,674	5,107,064	4,954,819	2,596,313	4,003,616	3,620,300	2,965,238	2,744,955	3,159,122
Total Pension Liability, Beginning	73,607,425	68,500,361	63,545,542	60,949,229	56,945,613	53,325,313	50,360,075	47,615,120	44,455,998
Total Pension Liability, Ending (a)	78,342,099	73,607,425	68,500,361	63,545,542	60,949,229	56,945,613	53,325,313	50,360,075	47,615,120
Plan Fiduciary Net Position									
Contributions, Employer	1,821,196	2,459,813	2,932,668	3,060,827	2,297,293	1,813,985	1,762,326	1,726,011	1,943,350
Contributions, State	860,929	793,973	747,698	709,268	636,589	564,098	557,160	516,942	515,980
Contributions, Employee	800,674	749,973	697,905	658,066	616,991	601,901	593,431	584,706	616,402
Contributions, Buy Back	31,544	-	-	-	-	-	-	-	-
Net Investment Income	(11,211,997)	11,881,637	5,788,976	1,559,613	3,892,569	4,915,076	3,474,566	343,322	3,922,191
Benefit Payments, Including Refunds of Employee Contributions	(3,937,016)	(3,687,005)	(4,342,221)	(3,150,257)	(2,800,461)	(2,559,339)	(2,478,996)	(2,234,870)	(1,812,744)
Administrative Expense	(155,469)	(107,830)	(96,239)	(118,948)	(132,147)	(80,547)	(100,422)	(93,962)	(81,677)
Net Change in Plan Fiduciary Net Position	(11,790,139)	12,090,561	5,728,787	2,718,569	4,510,834	5,255,174	3,808,065	842,149	5,103,502
Plan Fiduciary Net Position, Beginning	75,724,154	63,633,593	57,904,806	55,186,237	50,675,403	45,420,229	41,612,164	40,770,015	35,666,513
Plan Fiduciary Net Position, Ending (b)	63,934,015	75,724,154	63,633,593	57,904,806	55,186,237	50,675,403	45,420,229	41,612,164	40,770,015
Net Pension Liability (Asset), Ending (a)-(b)	\$ 14,408,084	\$ (2,116,729)	\$ 4,866,768	\$ 5,640,736	\$ 5,762,992	\$ 6,270,210	\$ 7,905,084	\$ 8,747,911	\$ 6,845,105
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	81.61%	102.88%	92.90%	91.12%	90.54%	88.99%	85.18%	82.63%	85.62%
Covered Payroll	\$ 10,008,432	\$ 9,374,665	\$ 8,723,810	\$ 8,225,822	\$ 7,712,391	\$ 7,523,761	\$ 7,417,886	\$ 8,310,219	\$ 7,705,028
Net Pension Liability (Asset) as a Percentage of Covered Payroll	143.96%	-22.58%	55.79%	68.57%	74.72%	83.34%	106.57%	105.27%	88.84%

* Prior years not available.

CITY OF OCOEE, FLORIDA
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS
POLICE AND FIREFIGHTERS
LAST TEN FISCAL YEARS*
(Concluded)

Changes of Benefit Terms:

For measurement date September 30, 2022, amount reported as changes of benefit terms resulted from:

1. Effective October 1, 2021, the minimum amount paid to Firefighter members who retire with a Disability In Line-of-Duty benefit shall be no less than 55% of the Average Final Compensation of the Member.
2. Effective October 1, 2021, Firefighter members' DROP Accounts shall be credited or debited at a rate equal to the actual net of investment return realized by the System for that quarter, but in no event shall such returns be less than zero (0%) percent. While there is no immediate impact on funding or liabilities associated with this provision, there may be in future years when an investment loss is realized in any quarter with DROP balances.
3. Effective October 1, 2021, the Chapter 175 base premium tax revenue is increased to \$282,130.75, with 50% of amounts in excess of \$282,130.75 allocated as a credit to the Unfunded Actuarial Accrued Liability (UAAL). In absence of a positive UAAL, the 50% excess will also be applied as a City funding credit. The remaining 50% of annual amounts in excess of \$282,130.75 will be reserved for additional Firefighter benefits, per a discussion between the actuary and Union representative.

For measurement date September 30, 2019, amounts reported as changes of benefit terms resulted from the provisions of Chapter 112.1816, Florida Statutes. The Statutes state that, effective July 1, 2019, a death or disability (under the Plan's definition of total and permanent disability) for a Firefighter due to the diagnosis of cancer or circumstances that arise out of the treatment of cancer will be treated as duty-related.

For measurement date September 30, 2017, the following plan changes were made:

- Ordinance 2017-016, adopted and effective May 16, 2017, implemented changes to the benefit accrual rate, maximum benefit, and vesting, in addition to the establishment of a Share Plan. An Actuarial Impact Statement dated May 23, 2017, was issued for this amendment.
- Ordinance 2017-032, adopted and effective December 5, 2017, provided details regarding the Share Plan established with Ordinance 2017-016. A letter of no actuarial impact was submitted for this amendment.

Changes of Assumptions:

For measurement date September 30, 2021, the investment rate of return was lowered from 7.25% to 7.00% per year net of investment related expenses.

For measurement date September 30, 2020, amounts reported as changes of assumptions resulted from an Actuarial Experience Study dated August 3, 2020, the following assumption changes were approved by the Board:

- As mandated by Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the rates used in Milliman's July 1, 2019 FRS valuation report for special risk employees, with appropriate adjustments made based on plan demographics.
- The annual assumed rate of investment return was decreased from 7.80% to 7.25% net of fees.
- The service-based salary increase rates were updated, resulting in generally lower assumed salary increases.
- The assumed rates for Early and Normal Retirement were updated, resulting in generally more Early Retirements and less normal retirements.
- The assumed rates of disability were updated, resulting in generally less disabilities.

For measurement date September 30, 2019, amounts reported as changes of assumptions resulted from lowering the investment return from 7.85% to 7.80% (net of fees).

For measurement date September 30, 2018, amounts reported as changes of assumptions resulted from lowering the investment return from 7.90% to 7.85% (net of fees).

For measurement date September 30, 2017, as required by Chapter 2015-157, Laws of Florida, the assumed rates of mortality have been changed from those in the July 1, 2015 FRS valuation report to those used in the July 1, 2016 FRS valuation report. Additionally, the investment return assumption has been reduced from 7.95% to 7.90% (net of fees). This assumption will be reduced annually by 5 basis points until it reaches an ultimate rate of 7.75% with the October 1, 2020 actuarial valuation.

For measurement date September 30, 2016, amounts as changes of assumptions were a result of the Experience Study dated October 30, 2015, the Board has made the following changes:

- Salary Increase - The assumed rate of individual salary increases was changed from a flat 6.0% each year to a service-based table.
- Mortality Rates - The assumed rates of mortality were changed to match what is used by the Florida Retirement System (FRS) for special risk participants.
- Retirement Rates - Modified for Normal and Early Retirement, per results of the Experience Study.
- Withdrawal Rates - The assumed rates of turnover changed from an age-based table to a service-based table.

Additionally, the investment return assumption was lowered from 8.0% to 7.95% (net of fees). Furthermore, the inflation assumption rate was lowered from 3.00% to 2.50%, matching the long-term inflation assumption utilized by the Plan's investment consultant.

CITY OF OCOEE, FLORIDA
SCHEDULE OF CONTRIBUTIONS - GENERAL EMPLOYEES
LAST TEN FISCAL YEARS

Fiscal Year Ended	Contributions in Relation to the			Contributions as a	
	Actuarially Determined Contribution	Actuarially Determined Contributions	Contribution Deficiency (Excess)	Covered Payroll	Percentage of Covered Payroll
9/30/2022	\$ 917,749	\$ 917,749	\$ -	\$ 9,900,206	9.27%
9/30/2021	627,833	628,462	(629)	9,673,855	6.50%
9/30/2020	840,584	845,408	(4,824)	9,476,712	8.92%
9/30/2019	955,594	959,036	(3,442)	9,144,437	10.49%
9/30/2018	971,105	972,370	(1,265)	9,025,137	10.77%
9/30/2017	857,922	860,420	(2,498)	8,579,221	10.03%
9/30/2016	921,062	934,082	(13,020)	8,591,994	10.87%
9/30/2015	1,077,570	1,077,570	-	8,671,290	12.43%
9/30/2014	1,629,738	1,629,738	-	7,988,910	20.40%
9/30/2013	1,778,969	1,778,969	-	7,896,000	22.53%

Notes to Schedule

Valuation Date 10/1/2020

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

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry Age Normal								
Amortization Method	Level Percentage of Pay, Closed								
Remaining Amortization Period	23 Years (as of October 1, 2018)								
Mortality	RP - 2000 combined healthy mortality table (sex distinct), projected to the valuation date. The assumed rates of mortality are mandated by Chapter 2015-157, Laws of Florida. This law mandates the use of the assumption used in either of the two most recent valuations of the Florida Retirement System (FRS). The above rates are those outlined in the July 1, 2016 FRS actuarial valuation report for non-special risk lives.								
Interest Rate	7.75% per year, compounded annually, net of investment expenses.								
Normal Retirement	Contribution Members Hired Prior to September 18, 2012: Age 60. Contribution Members Hired After September 17, 2012: Age 62 and completion of 7 years of credited service. Non-Contributory Members: Age 60 and completion of 9 years of credited service. Also, any member who has reached normal retirement is assumed to continue employment for one.								
Early Retirement	Contribution Members Hired Prior to September 18, 2012: 8% per year from ages 50 to 59; 5 year service requirement applies. Contribution Members Hired After September 17, 2012: 2% per year from ages 50 to 61; 7 year service requirement applies. Non-Contributory Members: 2% per year from ages 50 to 59; 9 year service requirement applies.								
Termination Rates	<table border="1"> <thead> <tr> <th>Credited Service</th> <th>Termination Probability</th> </tr> </thead> <tbody> <tr> <td>Less Than 1 Year</td> <td>15%</td> </tr> <tr> <td>1-10 Years</td> <td>10%</td> </tr> <tr> <td>11 Years and Greater</td> <td>2%</td> </tr> </tbody> </table>	Credited Service	Termination Probability	Less Than 1 Year	15%	1-10 Years	10%	11 Years and Greater	2%
Credited Service	Termination Probability								
Less Than 1 Year	15%								
1-10 Years	10%								
11 Years and Greater	2%								
Salary Increase	<table border="1"> <thead> <tr> <th>Credited Service</th> <th>Increase</th> </tr> </thead> <tbody> <tr> <td>First 10 Years</td> <td>5%</td> </tr> <tr> <td>Greater Than 10 Years</td> <td>4%</td> </tr> </tbody> </table>	Credited Service	Increase	First 10 Years	5%	Greater Than 10 Years	4%		
Credited Service	Increase								
First 10 Years	5%								
Greater Than 10 Years	4%								
Final Year Salary Load	<table border="1"> <thead> <tr> <th>Years of Credit Service as of 10/1/2011</th> <th>Assumption</th> </tr> </thead> <tbody> <tr> <td>Less Than 1 Year</td> <td>No Load</td> </tr> <tr> <td>1-10 Years</td> <td>10%</td> </tr> <tr> <td>10 or More Years</td> <td>20%</td> </tr> </tbody> </table>	Years of Credit Service as of 10/1/2011	Assumption	Less Than 1 Year	No Load	1-10 Years	10%	10 or More Years	20%
Years of Credit Service as of 10/1/2011	Assumption								
Less Than 1 Year	No Load								
1-10 Years	10%								
10 or More Years	20%								
Asset Smoothing Methodology	The actuarial value of assets is brought forward using the historical 4-year geometric average of fair value returns (net of fees). Over time, this may result in a deminis bias that is above or below the fair value of assets.								
Payroll Increases	1.96% per year.								

CITY OF OCOEE, FLORIDA
SCHEDULE OF CONTRIBUTIONS - POLICE AND FIREFIGHTERS
LAST TEN FISCAL YEARS

Fiscal Year Ended	Contributions in Relation to the			Contributions as a	
	Actuarially Determined Contribution	Actuarially Determined Contributions	Contribution Deficiency (Excess)	Covered Payroll	Percentage of Covered Payroll
9/30/2022	\$ 2,334,967	\$ 2,440,354	\$ (105,387)	\$ 10,008,432	24.38%
9/30/2021	2,662,405	2,944,456	(282,051)	9,374,665	31.41%
9/30/2020	2,932,945	3,413,163	(480,218)	8,723,810	39.12%
9/30/2019	3,060,828	3,535,451	(474,623)	8,225,822	42.98%
9/30/2018	2,718,618	2,750,804	(32,186)	7,712,391	35.67%
9/30/2017	2,235,309	2,246,389	(11,080)	7,523,761	29.86%
9/30/2016	2,171,957	2,183,650	(11,693)	7,417,886	29.44%
9/30/2015	2,147,335	2,147,334	1	8,310,219	25.84%
9/30/2014	2,364,673	2,364,673	-	7,705,028	30.69%
9/30/2013	2,421,668	2,421,668	-	7,414,782	32.66%

Notes to Schedule

Valuation Date 10/1/2020

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

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Pay, Closed
Remaining Amortization Period	25 Years (as of October 1, 2017)
Mortality	RP - 2000 combined healthy mortality table (sex distinct). Disabled lives are set forward five years. The assumed rates of mortality are mandated by Chapter 2015-157, Laws of Florida. This law mandates the use of the assumption used in either of the two most recent valuations of the Florida Retirement System (FRS). The above rates are those outlined in the July 1, 2016 FRS actuarial valuation report for non-special risk lives.
Interest Rate	7.9% per year, compounded annually, net of investment expenses.
Normal Retirement	Based on the results of an experience study dated October 30, 2015, the below table reflects the assumed rates of retirement once a member attains normal retirement eligibility with at least 25 years of credited service:

Age	25 or More Years of Credited Service
45	25.00%
46	25.00%
47	25.00%
48	66.70%
49	66.70%
50+	100.00%

Additionally, 100% assumed retirement upon the completion of at least 27 years of credited service, regardless of age.

Early Retirement In conjunction with this valuation, members eligible for early retirement between the ages of 45-54 are assumed to retire with an immediate subsidized benefit at the rate of 4% per year (except for a 25% assumption at age 50). The new rates were adopted as the result of the October 25, 2015 experience study.

Disability Rate See table below. It is assumed that 75% of disablements and active member deaths are service related.

Age	% Becoming Disabled During the Year
20	0.14%
30	0.18%
40	0.30%
50	1.00%

CITY OF OCOEE, FLORIDA
SCHEDULE OF CONTRIBUTIONS - POLICE AND FIREFIGHTERS
LAST TEN FISCAL YEARS
(Concluded)

Termination Rates	According to the table below, based on the October 30, 2015 experience study.	
	Credited Service	Assumed Termination Rate
	Less Than 10 Year	5.00%
	10-14 Years	2.00%
	15 or More Years	0.00%
Salary Increase	According to the table below, based on the October 30, 2015 experience study.	
	Credited Service	Increase
	Less Than 1 Year	13.00%
	1-9 Years	5.00%
	10 or More Years	4.50%
Final Year Salary Load	Years of Credit Service as of 10/1/2011	Assumption
	Less Than 1 Year	No Load
	1-10 Years	10%
	10 or More Years	20%
Payroll Growth	2.64% per year.	
Asset Smoothing Methodology	Each year, the prior actuarial value of assets is brought forward utilizing the historical geometric 4-year average fair value returns net of fees. It is possible that over time, this technique will produce an insignificant bias that is above or below fair value.	

**CITY OF OCOEE, FLORIDA
SCHEDULE OF INVESTMENT RETURNS
LAST TEN FISCAL YEAR***

<u>Fiscal Year Ended</u>	<u>General Employees</u> <u>Annual Money-Weighted Rate of</u> <u>Return Net of Investment Expense</u>	<u>Police and Fire</u> <u>Annual Money-Weighted Rate of</u> <u>Return Net of Investment Expense</u>
9/30/2022	-15.83%	-14.93%
9/30/2021	21.46%	18.78%
9/30/2020	6.94%	10.11%
9/30/2019	2.94%	2.82%
9/30/2018	9.79%	7.74%
9/30/2017	11.75%	10.90%
9/30/2016	8.82%	8.41%
9/30/2015	1.47%	8.40%
9/30/2014	8.92%	10.95%

* Prior years data not available.

NON-MAJOR GOVERNMENTAL FUNDS

NON-MAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Road Impact Special Revenue Fund—accounts for road impact fees collected from new developments which are restricted for use for planning, acquisition, expansion and development of improvements to the road system.

Fire Impact—Accounts for Fire Impact fees collected from new developments which are restricted for acquisition of facilities and equipment determined to be needed to provide fire protection for new development within the City of Ocoee, Florida (the City).

Police Impact—Accounts for Police Impact fees collected from new developments which are restricted for acquisition of facilities and equipment determined to be needed to provide police protection for new development within the City.

Recreation Impact—Accounts for the land and/or money received from owners or developers as a recreational facilities assessment when lands are subdivided within the City. Funds are restricted for the improvement or expansion of City parks.

Police Trust—Accounts for the proceeds from property confiscated in police enforcement activities pursuant to Florida Statutes 932.701 (*Florida Contraband Forfeiture Act*). Funds are restricted for funding police operations.

Police Training—Accounts for the revenues received pursuant to Florida Statutes 943.25(8), which imposes a \$2.00 court cost against every person convicted for violation of state penal or criminal statute or convicted of a municipal or county ordinance violation where said offense occurred within the City. Funds are restricted for education and training of law enforcement personnel.

Community Redevelopment Agency—Established in 2006 as a dependent taxing district. The incremental annual increase in tax over the base years will be used to fund projects designed to enhance and improve the described area.

Debt Service Funds

2017 Debt Service Fund—Accounts for the accumulation of resources and payment of principal and interest payments on the 2017 Capital Improvement Revenue and Refunding Bonds, issued to refund the 2011 Capital Improvement Refunding Note, the 2012 Transportation Improvement Refunding Note, and finance certain capital improvements.

2020 Debt Service Fund—Accounts for the accumulation of resources and payment of principal and interest payments on the 2020 Capital Improvement Revenue Bonds, issued to finance certain capital improvements.

NON-MAJOR GOVERNMENTAL FUNDS

Capital Projects Funds

2017 Capital Projects Fund—accounts for the resources to finance the Capital Improvements to the downtown area of the City. Some of the planned projects are City Hall Relocation, Bluford Avenue Reconstruction, Lakeshore Center Expansion, Lakefront Park Improvements, and the reconstruction of various downtown streets.

Capital Projects Reserve Fund—Accounts for resources segregated for capital projects approved by the commission but not completed at year-end.

Transportation Improvements Fund—Accounts for resources to finance the design, construction, paving, and improvement of certain roads and drainage improvements within the City.

Coca Cola Property Improvements Fund—Accounts for the resources for the development - including infrastructure for the Crown Point area.

**CITY OF OCOEE, FLORIDA
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2022**

	Special Revenue				
	Road Impact	Fire Impact	Police Impact	Recreation Impact	Police Trust
Assets					
Cash and Cash Equivalents	\$ 7,805,410	\$ 2,703,595	\$ 1,021,045	\$ 4,690,254	\$ 181,243
Investments	1,024,671	1,020,907	-	-	-
Due from Other Governments	-	-	-	-	-
Due from Other Funds	-	-	-	-	-
Prepays	-	-	-	-	-
Total Assets	\$ 8,830,081	\$ 3,724,502	\$ 1,021,045	\$ 4,690,254	\$ 181,243
Liabilities and Fund Balances					
Liabilities					
Accounts Payable	\$ -	\$ -	\$ 122,012	\$ -	\$ -
Accrued Liabilities	-	-	-	-	-
Due to Other Funds	-	-	-	-	-
Due to Other Governments	-	-	-	-	-
Matured Bonds Payable	-	-	-	123,000	-
Matured Interest Payable	-	-	-	6,399	-
Unearned Revenue	2,328,165	-	-	250,000	-
Total Liabilities	2,328,165	-	122,012	379,399	-
Fund Balances					
Restricted	6,501,916	3,724,502	899,033	4,310,855	181,243
Assigned	-	-	-	-	-
Total Fund Balances	6,501,916	3,724,502	899,033	4,310,855	181,243
Total Liabilities and Fund Balances	\$ 8,830,081	\$ 3,724,502	\$ 1,021,045	\$ 4,690,254	\$ 181,243

**CITY OF OCOEE, FLORIDA
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2022
(Continued)**

	Special Revenue			Debt Service		
	Community		Total Special Revenue Funds	2020 Debt Service Fund	2017 Debt Service Fund	Total Debt Service Funds
	Police Training	Redevelopment Agency				
Assets						
Cash and Cash Equivalents	\$ 73,373	\$ 2,952,017	\$ 19,426,937	\$ 25,678	\$ 241,586	\$ 267,264
Investments	-	-	2,045,578	-	-	-
Due from Other Governments	-	904,384	904,384	-	-	-
Due from Other Funds	-	1,000,000	1,000,000	-	-	-
Prepays	6,074	-	6,074	-	-	-
Total Assets	\$ 79,447	\$ 4,856,401	\$ 23,382,973	\$ 25,678	\$ 241,586	\$ 267,264
Liabilities and Fund Balances						
Liabilities						
Accounts Payable	\$ (49)	\$ 407,234	\$ 529,197	\$ -	\$ -	\$ -
Accrued Liabilities	-	10,724	10,724	-	-	-
Due to Other Funds	-	1,311	1,311	-	-	-
Due to Other Governments	-	8	8	-	-	-
Matured Bonds Payable	-	-	123,000	-	-	-
Matured Interest Payable	-	-	6,399	-	-	-
Unearned Revenue	-	-	2,578,165	-	-	-
Total Liabilities	(49)	419,277	3,248,804	-	-	-
Fund Balances						
Restricted	79,496	4,437,124	20,134,169	25,678	241,586	267,264
Assigned	-	-	-	-	-	-
Total Fund Balances	79,496	4,437,124	20,134,169	25,678	241,586	267,264
Total Liabilities and Fund Balances	\$ 79,447	\$ 4,856,401	\$ 23,382,973	\$ 25,678	\$ 241,586	\$ 267,264

CITY OF OCOEE, FLORIDA
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2022
(Concluded)

	Capital Projects Funds					Total - Other Governmental Funds
	2017 Capital Projects Fund	Capital Projects Reserve Fund	Transportation Improvements Fund	Coca Cola Property Improv Fund	Total Capital Projects	
Assets						
Cash and Cash Equivalents	\$ 4,777,109	\$ 4,785,742	\$ 441,892	\$ -	\$ 10,004,743	\$ 29,698,944
Investments	-	-	-	-	-	2,045,578
Due from Other Governments	-	-	-	-	-	904,384
Due from Other Funds	-	-	-	-	-	1,000,000
Prepays	-	-	-	-	-	6,074
Total Assets	<u>\$ 4,777,109</u>	<u>\$ 4,785,742</u>	<u>\$ 441,892</u>	<u>\$ -</u>	<u>\$ 10,004,743</u>	<u>\$ 33,654,980</u>
Liabilities and Fund Balances						
Liabilities						
Accounts Payable	\$ 524,956	\$ 104,312	\$ -	\$ -	\$ 629,268	\$ 1,158,465
Accrued Liabilities	-	-	-	-	-	10,724
Due to Other Funds	-	-	-	-	-	1,311
Due to Other Governments	-	-	-	-	-	8
Matured Bonds Payable	-	-	-	-	-	123,000
Matured Interest Payable	-	-	-	-	-	6,399
Unearned Revenue	-	125,448	-	-	125,448	2,703,613
Total Liabilities	<u>524,956</u>	<u>229,760</u>	<u>-</u>	<u>-</u>	<u>754,716</u>	<u>4,003,520</u>
Fund Balances						
Restricted	4,252,153	-	-	-	4,252,153	24,653,586
Assigned	-	4,555,982	441,892	-	4,997,874	4,997,874
Total Fund Balances	<u>4,252,153</u>	<u>4,555,982</u>	<u>441,892</u>	<u>-</u>	<u>9,250,027</u>	<u>29,651,460</u>
Total Liabilities and Fund Balances	<u>\$ 4,777,109</u>	<u>\$ 4,785,742</u>	<u>\$ 441,892</u>	<u>\$ -</u>	<u>\$ 10,004,743</u>	<u>\$ 33,654,980</u>

CITY OF OCOEE, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2022

	Special Revenue				
	Road Impact	Fire Impact	Police Impact	Recreation Impact	Police Trust
Revenues					
Taxes and Impact Fees	\$ 2,003,999	\$ 515,745	\$ 392,015	\$ 842,400	\$ -
Intergovernmental Revenues	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	21,579
Investment Income	9,208	8,132	213	1,039	38
Miscellaneous	-	-	-	-	-
Total Revenues	2,013,207	523,877	392,228	843,439	21,617
Expenditures					
Current:					
General Government	-	-	-	-	-
Public Safety	-	-	13,064	-	8,000
Physical Environment	-	-	-	-	-
Debt Service:					
Principal	-	-	110,700	123,000	-
Interest and Fiscal Charges	-	-	4,299	10,699	-
Capital Outlay:					
General Government	-	-	-	-	-
Public Safety	-	-	227,979	-	-
Physical Environment	768,960	-	-	-	-
Culture and Recreation	-	-	-	169,065	-
Total Expenditures	768,960	-	356,042	302,764	8,000
Excess (Deficiency) of					
Revenues Over Expenditures	1,244,247	523,877	36,186	540,675	13,617
Other Financing Sources (Uses)					
Transfers In	-	-	-	-	-
Transfers Out	(121,877)	-	-	(251,100)	-
Total Other Financing Sources (Uses)	(121,877)	-	-	(251,100)	-
Net Change in Fund Balances	1,122,370	523,877	36,186	289,575	13,617
Fund Balances (Deficits), Beginning	5,379,546	3,200,625	862,847	4,021,280	167,626
Fund Balances, Ending	\$ 6,501,916	\$ 3,724,502	\$ 899,033	\$ 4,310,855	\$ 181,243

CITY OF OCOEE, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2022
(Continued)

	Special Revenue			Debt Service		
	Community		Total Special Revenue Funds	2020 Debt Service Fund	2017 Debt Service Fund	Total Debt Service Funds
	Police Training	Redevelopment Agency				
Revenues						
Taxes and Impact Fees	\$ -	\$ 1,820,395	\$ 5,574,554	\$ -	\$ -	\$ -
Intergovernmental Revenues	-	1,904,384	1,904,384	-	-	-
Fines and Forfeitures	20,018	-	41,597	-	-	-
Investment Income	19	-	18,649	-	104	104
Miscellaneous	-	-	-	-	-	-
Total Revenues	20,037	3,724,779	7,539,184	-	104	104
Expenditures						
Current:						
General Government	-	-	-	-	-	-
Public Safety	31,200	-	52,264	-	-	-
Physical Environment	-	765,087	765,087	-	-	-
Debt Service:						
Principal	-	-	233,700	265,000	770,000	1,035,000
Interest and Fiscal Charges	-	-	14,998	443,800	1,599,437	2,043,237
Capital Outlay:						
General Government	-	-	-	-	-	-
Public Safety	-	-	227,979	-	-	-
Physical Environment	-	2,091,621	2,860,581	-	-	-
Culture and Recreation	-	-	169,065	-	-	-
Total Expenditures	31,200	2,856,708	4,323,674	708,800	2,369,437	3,078,237
Excess (Deficiency) of						
Revenues Over Expenditures	(11,163)	868,071	3,215,510	(708,800)	(2,369,333)	(3,078,133)
Other Financing Sources (Uses)						
Transfers In	-	-	-	708,800	2,369,438	3,078,238
Transfers Out	-	-	(372,977)	-	-	-
Total Other Financing Sources (Uses)	-	-	(372,977)	708,800	2,369,438	3,078,238
Net Change in Fund Balances	(11,163)	868,071	2,842,533	-	105	105
Fund Balances (Deficits), Beginning	90,659	3,569,053	17,291,636	25,678	241,481	267,159
Fund Balances, Ending	\$ 79,496	\$ 4,437,124	\$ 20,134,169	\$ 25,678	\$ 241,586	\$ 267,264

CITY OF OCOEE, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2022
(Concluded)

	Capital Projects Funds					Total - Other Governmental Funds
	2017 Capital Projects Fund	Capital Projects Reserve Fund	Transportation Improvements Fund	Coca Cola Property Improv Fund	Total Capital Projects	
Revenues						
Taxes and Impact Fees	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,574,554
Intergovernmental Revenues	-	-	-	-	-	1,904,384
Fines and Forfeitures	-	-	-	-	-	41,597
Investment Income	(1,675)	1,394	-	-	(281)	18,472
Miscellaneous	-	-	-	4,263	4,263	4,263
Total Revenues	(1,675)	1,394	-	4,263	3,982	7,543,270
Expenditures						
Current:						
General Government	-	-	-	-	-	-
Public Safety	-	81,754	-	-	81,754	134,018
Physical Environment	-	14,842	-	-	14,842	779,929
Debt Service:						
Principal	-	-	-	-	-	1,268,700
Interest and Fiscal Charges	-	-	-	-	-	2,058,235
Capital Outlay:						
General Government	1,508,373	375,463	-	-	1,883,836	1,883,836
Public Safety	-	653,537	-	-	653,537	881,516
Physical Environment	4,899	3,335,235	-	-	3,340,134	6,200,715
Culture and Recreation	-	351,873	-	-	351,873	520,938
Total Expenditures	1,513,272	4,812,704	-	-	6,325,976	13,727,887
Excess (Deficiency) of						
Revenues Over Expenditures	(1,514,947)	(4,811,310)	-	4,263	(6,321,994)	(6,184,617)
Other Financing Sources (Uses)						
Transfers In	372,977	4,033,900	-	-	4,406,877	7,485,115
Transfers Out	-	-	-	(28)	(28)	(373,005)
Total Other Financing Sources (Uses)	372,977	4,033,900	-	(28)	4,406,849	7,112,110
Net Change in Fund Balances	(1,141,970)	(777,410)	-	4,235	(1,915,145)	927,493
Fund Balances (Deficits), Beginning	5,394,123	5,333,392	441,892	(4,235)	11,165,172	28,723,967
Fund Balances, Ending	\$ 4,252,153	\$ 4,555,982	\$ 441,892	\$ -	\$ 9,250,027	\$ 29,651,460

CITY OF OCOEE, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - ROAD IMPACT FUND
YEAR ENDED SEPTEMBER 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes and Impact Fees	\$ 2,758,335	\$ 2,758,335	\$ 2,003,999	\$ (754,336)
Investment Income	-	-	9,208	9,208
Total Revenues	<u>2,758,335</u>	<u>2,758,335</u>	<u>2,013,207</u>	<u>(745,128)</u>
Expenditures				
Physical Environment:				
Roads	800,000	1,441,658	768,960	672,698
Total Expenditures	<u>800,000</u>	<u>1,441,658</u>	<u>768,960</u>	<u>672,698</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>1,958,335</u>	<u>1,316,677</u>	<u>1,244,247</u>	<u>(72,430)</u>
Other Financing Sources (Uses)				
Transfers (out)	-	-	(121,877)	(121,877)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(121,877)</u>	<u>(121,877)</u>
Net Change in Fund Balance	1,958,335	1,316,677	1,122,370	(194,307)
Fund Balance, Beginning	<u>5,379,546</u>	<u>5,379,546</u>	<u>5,379,546</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 7,337,881</u>	<u>\$ 6,696,223</u>	<u>\$ 6,501,916</u>	<u>\$ (194,307)</u>

CITY OF OCOEE, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - FIRE IMPACT FUND
YEAR ENDED SEPTEMBER 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes and Impact Fees	\$ 602,820	\$ 602,820	\$ 515,745	\$ (87,075)
Investment Income	22,860	22,860	8,132	(14,728)
Total Revenues	<u>625,680</u>	<u>625,680</u>	<u>523,877</u>	<u>(101,803)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>625,680</u>	<u>625,680</u>	<u>523,877</u>	<u>(101,803)</u>
Net Change in Fund Balance	625,680	625,680	523,877	(101,803)
Fund Balance, Beginning	<u>3,200,625</u>	<u>3,200,625</u>	<u>3,200,625</u>	<u>-</u>
Fund Balance, Ending	<u><u>\$ 3,826,305</u></u>	<u><u>\$ 3,826,305</u></u>	<u><u>\$ 3,724,502</u></u>	<u><u>\$ (101,803)</u></u>

CITY OF OCOEE, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - POLICE IMPACT FUND
YEAR ENDED SEPTEMBER 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes and Impact Fees	\$ 481,426	\$ 481,426	\$ 392,015	\$ (89,411)
Investment Income	2,509	2,509	213	(2,296)
Total Revenues	<u>483,935</u>	<u>483,935</u>	<u>392,228</u>	<u>(91,707)</u>
Expenditures				
Current:				
Public Safety:				
Police	367,650	368,975	241,043	127,932
Debt Service:				
Principal and Interest	120,597	120,597	114,999	5,598
Total Expenditures	<u>488,247</u>	<u>489,572</u>	<u>356,042</u>	<u>133,530</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(4,312)</u>	<u>(5,637)</u>	<u>36,186</u>	<u>(225,237)</u>
Net Change in Fund Balance	(4,312)	(5,637)	36,186	(225,237)
Fund Balance, Beginning	<u>862,847</u>	<u>862,847</u>	<u>862,847</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 858,535</u>	<u>\$ 857,210</u>	<u>\$ 899,033</u>	<u>\$ (225,237)</u>

CITY OF OCOEE, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - RECREATIONAL IMPACT FUND
YEAR ENDED SEPTEMBER 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes and Impact Fees	\$ 1,205,880	\$ 1,205,880	\$ 842,400	\$ (363,480)
Investment Income	-	-	1,039	1,039
Total Revenues	<u>1,205,880</u>	<u>1,205,880</u>	<u>843,439</u>	<u>(362,441)</u>
Expenditures				
Culture and Recreation:				
Parks and Recreation	580,000	580,000	169,065	410,935
Debt Service:				
Principal and Interest	<u>115,000</u>	<u>115,000</u>	<u>133,699</u>	<u>(18,699)</u>
Total Expenditures	<u>695,000</u>	<u>695,000</u>	<u>302,764</u>	<u>392,236</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>510,880</u>	<u>510,880</u>	<u>540,675</u>	<u>(754,677)</u>
Net Change in Fund Balance	510,880	510,880	540,675	(754,677)
Fund Balance, Beginning	<u>4,021,280</u>	<u>4,021,280</u>	<u>4,021,280</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 4,532,160</u>	<u>\$ 4,532,160</u>	<u>\$ 4,561,955</u>	<u>\$ (754,677)</u>

CITY OF OCOEE, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - COMMUNITY REDEVELOPMENT FUND
YEAR ENDED SEPTEMBER 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Property Tax	\$ 1,772,310	\$ 1,820,395	\$ 1,820,395	\$ -
Intergovernmental Revenues	2,250,000	2,250,000	1,904,384	(345,616)
Total Revenues	<u>4,022,310</u>	<u>4,070,395</u>	<u>3,724,779</u>	<u>(345,616)</u>
Expenditures				
Physical Environment	6,169,296	7,682,684	2,856,708	4,825,976
Total Expenditures	<u>6,169,296</u>	<u>7,682,684</u>	<u>2,856,708</u>	<u>4,825,976</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(2,146,986)</u>	<u>(3,612,289)</u>	<u>868,071</u>	<u>(5,171,592)</u>
Net Change in Fund Balance	(2,146,986)	(3,612,289)	868,071	(5,171,592)
Fund Balance, Beginning	<u>3,569,053</u>	<u>3,569,053</u>	<u>3,569,053</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 1,422,067</u>	<u>\$ (43,236)</u>	<u>\$ 4,437,124</u>	<u>\$ (5,171,592)</u>

FIDUCIARY FUNDS

CITY OF OCOEE, FLORIDA
COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2022

	<u>General Employees Pension</u>	<u>Police and Fire Pension</u>	<u>Total Employee Pension Funds</u>
Assets			
Cash and Cash Equivalents	\$ 766,660	\$ 1,072,859	\$ 1,839,519
Investments, at Fair Value:			
Common Funds, Equity	22,099,362	50,654,589	72,753,951
Common Funds, Bonds	12,847,844	3,474,869	16,322,713
Real Estate Investment Trust	6,540,324	8,220,968	14,761,292
Total Investments	<u>41,487,530</u>	<u>62,350,426</u>	<u>103,837,956</u>
Employee Contributions Receivable	28,555	32,787	61,342
Employer Contributions Receivable	<u>35,929</u>	<u>74,509</u>	<u>110,438</u>
Total Assets	<u>42,318,674</u>	<u>63,530,581</u>	<u>105,849,255</u>
Liabilities			
Accounts Payable	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Net Position			
Restricted for Pensions	<u>\$ 42,318,674</u>	<u>\$ 63,530,581</u>	<u>\$ 105,849,255</u>

CITY OF OCOEE, FLORIDA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2022

	<u>General Employees Pension</u>	<u>Police and Fire Pension</u>	<u>Total Employee Pension Funds</u>
Additions			
Contributions:			
Employer	\$ 917,749	\$ 1,821,197	\$ 2,738,946
Plan Members	729,589	800,675	1,530,264
State	-	860,929	860,929
Total Contributions	<u>1,647,338</u>	<u>3,482,801</u>	<u>5,130,139</u>
Investment Income:			
Interest	106,243	1,399,169	1,505,412
Net Appreciation (Loss) on Fair Value of Investments	(7,993,325)	(12,437,165)	(20,430,490)
Less Investment Expense	(77,091)	(264,330)	(341,421)
Net Investment Income (Loss)	<u>(7,964,173)</u>	<u>(11,302,326)</u>	<u>(19,266,499)</u>
Total Additions	<u>(6,316,835)</u>	<u>(7,819,525)</u>	<u>(14,136,360)</u>
Deductions			
Benefits	2,844,766	4,406,696	7,251,462
Administrative Expenses	79,076	35,446	114,522
Total Deductions	<u>2,923,842</u>	<u>4,442,142</u>	<u>7,365,984</u>
Change in Net Position	(9,240,677)	(12,261,667)	(21,502,344)
Net Position, Beginning	<u>51,559,351</u>	<u>75,792,248</u>	<u>127,351,599</u>
Net Position, Ending	<u>\$ 42,318,674</u>	<u>\$ 63,530,581</u>	<u>\$ 105,849,255</u>

STATISTICAL SECTION

STATISTICAL SECTION

This part of the City of Ocoee’s annual comprehensive 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 government’s overall financial health.

Contents	Page
Financial Trends	90
These schedules contain trend information to help the reader understand how the government’s financial performance and well-being have changed over time.	
Revenue Capacity.....	97
These schedules contain information to help the reader assess the government’s most significant local revenue source, the property tax.	
Debt Capacity.....	101
These schedules present information to help the reader assess the affordability of the government’s current levels of outstanding debt and the government’s ability to issue additional debt in the future.	
Demographic and Economic Information	105
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government’s financial activities take place.	
Operating Information.....	107
These schedules contain service and infrastructure data to help the reader understand how the information in the government’s financial report relates to the services the government provides and the activities it performs.	

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

CITY OF OCOEE, FLORIDA
TABLE 1
NET POSITION BY COMPONENT

Last Ten Fiscal Years
Accrual Based Accounting
(amount expressed in thousands)

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental Activities										
Net Investment in Capital										
Assets	\$ 87,432	\$ 87,717	\$ 87,359	\$ 87,677	\$ 87,143	\$ 88,420	\$ 89,356	\$ 86,613	\$ 92,685	\$ 98,523
Restricted	4,112	3,560	3,943	4,831	7,737	12,679	15,455	18,470	17,559	26,108
Unrestricted	11,959	9,816	3,661	8,983	11,448	17,919	21,112	27,640	48,343	25,182
Total Governmental Activities										
Net Position	\$ 103,503	\$ 101,093	\$ 94,963	\$ 101,491	\$ 106,328	\$ 119,018	\$ 125,923	\$ 132,723	\$ 158,587	\$ 149,813
Business-Type Activities										
Net Investment in										
Capital Assets	\$ 41,661	\$ 45,527	\$ 44,515	\$ 44,787	\$ 47,653	\$ 48,326	\$ 48,925	\$ 48,701	\$ 48,494	\$ 50,631
Restricted	7,583	8,670	9,066	10,001	10,462	10,007	11,390	10,977	15,849	34,555
Unrestricted	24,305	22,110	23,137	23,931	24,485	27,975	29,024	30,505	28,367	15,247
Total Business-Type Activities										
Net Position	\$ 73,549	\$ 76,307	\$ 76,718	\$ 78,719	\$ 82,600	\$ 86,308	\$ 89,339	\$ 90,183	\$ 92,710	\$ 100,433
Primary Government										
Net Investment in										
Capital Assets	\$ 129,093	\$ 133,244	\$ 131,874	\$ 132,464	\$ 134,796	\$ 136,746	\$ 138,281	\$ 135,314	\$ 141,179	\$ 149,154
Restricted	11,695	12,231	13,009	14,832	18,199	22,686	26,845	29,447	33,408	60,663
Unrestricted	36,246	31,926	26,798	32,914	35,933	45,894	50,136	58,145	76,710	40,429
Total Primary Government										
Net Position	\$ 177,034	\$ 177,401	\$ 171,681	\$ 180,210	\$ 188,928	\$ 205,326	\$ 215,262	\$ 222,906	\$ 251,297	\$ 250,246

**CITY OF OCOEE, FLORIDA
TABLE 2
CHANGE IN NET POSITION**

Last Ten Fiscal Years

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Expenses										
Governmental Activities:										
General Government	\$ 9,938,792	\$ 10,681,945	\$ 12,495,444	\$ 13,039,440	\$ 13,649,539	\$ 13,178,601	\$ 15,118,912	\$ 16,285,574	\$ 16,147,052	\$ 14,987,625
Public Safety	16,076,453	15,926,441	14,919,303	15,174,974	15,190,761	16,229,129	18,486,749	19,945,312	19,534,190	25,110,807
Physical Environment	5,555,374	5,218,225	5,476,916	5,105,153	5,332,183	5,298,461	7,926,217	6,501,948	5,500,475	9,186,023
Parks and Recreation	2,737,947	3,035,914	3,197,256	2,944,167	2,972,836	2,953,950	3,676,540	3,248,184	2,660,577	3,912,889
Interest on Long-Term Debt	895,124	798,482	746,693	711,401	1,153,474	1,777,286	1,751,138	1,753,079	2,136,923	2,130,785
Total Governmental Activities	35,203,690	35,661,007	36,835,612	36,975,135	38,298,793	39,437,427	46,959,556	47,734,097	45,979,217	55,328,129
Business-Type Activities:										
Water and Wastewater	8,132,179	8,293,957	9,094,414	10,615,152	9,157,504	9,366,129	9,698,307	10,635,316	10,848,698	11,634,747
Sanitation	2,178,409	2,720,559	2,300,596	2,552,590	2,809,579	4,064,133	2,874,263	3,620,400	3,738,060	3,745,060
Stormwater	2,770,460	2,841,248	2,849,891	2,658,963	3,009,574	2,745,162	2,784,591	4,024,401	3,491,374	3,592,831
Total Business-Type Activities	13,081,048	13,855,764	14,244,901	15,826,705	14,976,657	16,175,424	15,357,161	18,280,117	18,078,132	18,972,638
Total Expenses	48,284,738	49,516,771	51,080,513	52,801,840	53,275,450	55,612,851	62,316,717	66,014,214	64,057,349	74,300,767
Program Revenue										
Governmental Activities:										
Charges for Services:										
General Government	404,374	400,175	419,721	410,555	414,888	423,657	433,855	490,180	566,102	308,894
Physical Environment	2,311,995	1,282,450	3,245,152	3,023,769	3,817,488	4,746,061	4,917,421	4,321,635	4,555,824	8,322,949
Public Safety	1,526,424	2,289,219	3,771,840	3,852,085	4,123,370	4,370,274	5,267,762	6,467,345	6,848,560	2,447,578
Parks and Recreation	1,162,865	1,021,146	1,239,553	1,212,834	1,654,969	1,510,022	1,525,561	1,052,450	1,607,044	425,766
Oper. Grants and Contributions	2,032,462	2,062,887	2,032,603	2,119,977	2,157,004	2,798,378	3,501,863	3,256,284	15,812,987	13,867,250
Capital Grants and Contributions	1,163,135	219,160	225,719	449,106	487,181	662,282	1,256,247	2,720,302	1,800,459	1,820,395
Total Governmental Activities	8,601,255	7,275,037	10,934,588	11,068,326	12,654,900	14,510,674	16,902,709	18,308,196	31,190,976	27,192,832
Business-Type Activities:										
Charges for Services:										
Water and Wastewater	8,716,867	9,155,979	9,661,139	10,541,635	11,471,245	11,494,750	13,272,537	13,444,939	14,022,586	14,950,482
Stormwater	3,349,634	3,199,105	2,918,911	2,825,072	3,094,732	3,513,024	3,439,673	3,560,062	3,662,477	3,729,672
Solid Waste	2,875,741	2,925,054	2,991,560	3,021,514	3,066,449	3,165,442	3,207,790	3,438,296	3,577,072	3,726,055
Oper. Grants and Contributions	14,661	11,620	-	248,077	1,115,283	129,410	-	-	-	-
Capital Grants and Contributions	1,395,220	3,469,260	1,718,056	3,890,008	2,652,962	2,109,731	1,135,134	889,487	4,472,979	3,991,399
Total Business-Type Activities	16,352,123	18,761,018	17,289,666	20,526,306	21,400,671	20,412,357	21,055,134	21,332,784	25,735,114	26,397,608
Total Program Revenues	24,953,378	26,036,055	28,224,254	31,594,632	34,055,571	34,923,031	37,957,843	39,640,980	56,926,090	53,590,440

**CITY OF OCOEE, FLORIDA
TABLE 2
CHANGE IN NET POSITION**

Last Ten Fiscal Years
(Concluded)

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Net (Expense) Revenue										
Governmental Activities	\$ (26,602,435)	\$ (28,385,970)	\$ (25,901,024)	\$ (25,906,809)	\$ (25,643,893)	\$ (24,926,753)	\$ (30,056,847)	\$ (29,425,901)	\$ (14,788,241)	\$ (28,135,297)
Business-Type Activities	3,271,075	4,905,254	3,044,765	4,699,601	6,424,014	4,236,933	5,697,973	3,052,667	7,656,982	7,424,970
Total Net Expense	(23,331,360)	(23,480,716)	(22,856,259)	(21,207,208)	(19,219,879)	(20,689,820)	(24,358,874)	(26,373,234)	(7,131,259)	(20,710,327)
General Revenue (Expenses) and Other Changes in Net Position										
Governmental Activities										
Property Taxes	9,325,520	9,192,829	9,884,437	11,060,960	11,725,114	12,604,617	13,858,591	15,112,380	16,554,845	17,543,211
Franchise Fees and Utility Taxes	5,276,556	5,703,266	5,833,539	5,809,867	5,886,336	6,277,216	6,946,302	7,557,709	7,551,023	8,212,840
Intergovernmental Revenue	7,780,675	8,276,562	8,789,064	9,350,920	9,667,495	10,458,407	10,906,810	9,726,680	10,525,750	18,070,910
Investment Income and Misc.	570,883	412,895	775,716	699,409	476,935	2,079,913	1,574,294	1,049,405	539,158	690,822
Gain on Sale of Capital Assets	-	-	-	2,641,378	56,476	3,731,097	35,181	1,140,740	-	141,230
Transfers	2,640,910	2,414,089	2,605,550	2,872,166	2,669,804	1,108,409	3,645,437	2,779,003	5,481,133	182,501
Total Governmental Activities	25,594,544	25,999,641	27,888,306	32,434,700	30,482,160	36,259,659	36,966,615	37,365,917	40,651,909	44,841,514
Business-Type Activities										
Investment Income and Misc.	86,970	266,193	145,188	173,027	127,519	273,422	977,310	571,036	53,467	173,352
Transfers	(2,640,910)	(2,414,089)	(2,605,550)	(2,872,166)	(2,669,804)	(1,108,409)	(3,645,437)	(279,003)	(5,481,133)	(182,501)
Gain on Sale of Capital Assets	-	-	-	-	-	-	-	-	297,062	64,507
Total Business-Type Activities	(2,553,940)	(2,147,896)	(2,460,362)	(2,699,139)	(2,542,285)	(834,987)	(2,668,127)	292,033	(5,130,604)	55,358
Total Government	23,040,604	23,851,745	25,427,944	29,735,561	27,939,875	35,424,672	34,298,488	37,657,950	35,521,305	44,896,872
Change in Net Position										
Governmental Activities	(1,007,891)	(2,386,329)	1,987,282	6,527,891	4,838,267	11,332,906	6,909,768	7,940,016	25,863,668	16,706,217
Business-Type Activities	717,135	2,757,358	584,403	2,000,462	3,881,729	3,401,946	3,029,846	3,344,700	2,526,378	7,480,328
Total Change in Net Position	\$ (290,756)	\$ 371,029	\$ 2,571,685	\$ 8,528,353	\$ 8,719,996	\$ 14,734,852	\$ 9,939,614	\$ 11,284,716	\$ 28,390,046	\$ 24,186,545

CITY OF OCOEE, FLORIDA
TABLE 3
GOVERNMENTAL ACTIVITIES TAX REVENUE BY SOURCE

Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year	Property Tax	Franchise Fees	Utility Tax	Half-Cent Sales Tax	Alcoholic Beverage License	County 6 Cent Gas Tax	Total
2013	\$ 9,325,520	\$ 2,272,718	\$ 3,003,838	\$ 4,924,796	\$ 2,521	\$ 1,158,717	\$ 20,688,110
2014	9,192,829	2,461,250	3,242,016	5,314,028	21,206	1,269,929	21,501,258
2015	9,884,436	2,620,151	3,213,389	5,665,490	1,515	1,257,015	22,641,996
2016	11,060,960	2,457,176	3,352,691	6,084,185	9,703	1,373,709	24,338,424
2017	11,181,486	2,440,059	3,446,277	6,359,607	1,075	1,401,038	24,829,542
2018	12,604,617	2,675,962	3,601,254	7,013,913	11,809	1,472,446	27,380,001
2019	13,858,591	2,936,228	4,010,074	7,365,056	13,393	1,506,713	29,690,055
2020	15,112,381	3,133,715	4,423,994	6,303,075	14,019	1,389,376	30,376,560
2021	16,554,845	3,090,241	4,460,782	6,602,797	13,984	1,400,175	32,122,824
2022	17,543,211	3,529,180	4,683,660	9,242,539	14,384	1,565,678	36,578,652

CITY OF OCOEE, FLORIDA
TABLE 4
FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund										
Non-Spendable	\$ 121,556	\$ 86,901	\$ 110,379	\$ 135,781	\$ 146,586	\$ 1,034,309	\$ 1,178,228	\$ 130,237	\$ 4,301,864	\$ 4,563,841
Restricted	-	-	-	-	-	-	-	-	-	-
Assigned	3,200,000	2,500,000	2,873,528	3,176,410	4,379,362	4,233,141	5,519,778	6,501,345	17,923,539	15,053,969
Unassigned	7,938,384	7,657,842	9,804,236	12,954,594	13,310,229	14,191,570	16,780,792	19,506,824	15,672,791	21,837,233
Total General Fund	\$ 11,259,940	\$ 10,244,743	\$ 12,788,143	\$ 16,266,785	\$ 17,836,177	\$ 19,459,020	\$ 23,478,798	\$ 26,138,406	\$ 37,898,194	\$ 41,455,043
All Other Governmental Funds										
Non-Spendable	\$ 4,700	\$ 3,445	\$ 5,572	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	4,106,828	3,558,497	3,937,663	4,831,346	31,859,663	30,538,812	28,674,695	30,274,055	33,634,419	26,108,223
Assigned	3,523,450	3,024,980	2,363,677	3,554,671	3,285,545	4,902,299	2,728,953	3,876,718	5,775,284	4,997,874
Unassigned	-	-	-	-	-	-	(4,235)	(544,779)	(4,235)	-
Total All Other Governmental Funds	\$ 7,634,978	\$ 6,586,922	\$ 6,306,912	\$ 8,386,017	\$ 35,145,208	\$ 35,441,111	\$ 31,399,413	\$ 33,605,994	\$ 39,405,468	\$ 31,106,097

CITY OF OCOEE, FLORIDA
TABLE 5
CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Revenues										
Taxes and Impact Fees	\$ 16,408	\$ 15,704	\$ 18,318	\$ 19,936	\$ 21,698	\$ 23,679	\$ 26,268	\$ 27,921	\$ 30,353	\$ 31,511
Licenses and Permits	1,589	1,053	1,964	1,711	2,345	2,442	2,670	2,185	2,776	2,975
Intergovernmental	10,081	10,349	10,822	11,590	11,831	13,275	14,453	14,313	26,439	29,176
Charges for Services	1,056	1,947	3,257	3,292	3,349	3,759	4,031	4,303	4,721	5,439
Fines and Forfeitures	955	1,185	1,081	761	710	696	1,193	1,983	1,534	1,918
Contributions	188	210	-	-	-	-	-	-	-	-
Investment Earnings	34	63	112	82	93	283	1,073	724	116	249
Miscellaneous	535	288	553	616	382	1,789	376	259	402	428
Total Revenues	30,846	30,799	36,107	37,988	40,408	45,923	50,064	51,688	66,341	71,696
Expenditures										
General Government	9,080	9,559	11,077	12,281	13,298	14,178	15,083	14,604	15,508	15,264
Public Safety	15,110	14,937	14,634	14,768	15,413	16,614	18,987	19,161	19,938	20,790
Physical Environment	3,260	3,126	2,816	2,354	2,681	3,169	2,931	3,175	3,539	4,109
Culture and Recreation	2,462	2,601	2,625	2,459	2,575	3,357	3,088	2,720	2,517	3,068
Capital Outlay	2,515	2,515	3,359	2,534	2,915	8,025	12,241	7,824	19,080	18,798
Debt Service:										
Principal	8,266	2,182	2,517	5,113	20,010	2,241	2,330	2,506	2,855	2,827
Interest	938	802	749	712	1,206	1,871	1,860	1,829	2,314	2,131
Other Charges	-	-	-	-	-	-	-	-	-	-
Total Expenditures	41,631	35,722	37,777	40,221	58,098	49,455	56,520	51,819	65,751	66,987
Excess of Revenues Over										
(Under) Expenditures	(10,785)	(4,923)	(1,670)	(2,233)	(17,690)	(3,532)	(6,456)	(131)	590	4,709

CITY OF OCOEE, FLORIDA
TABLE 5
CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)
(Concluded)

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Other Financing Sources (Uses)										
Transfers in	\$ 6,861	\$ 5,845	\$ 6,089	\$ 7,491	\$ 48,820	\$ 5,479	\$ 8,310	\$ 10,312	\$ 12,941	\$ 29,626
Transfers out	(4,220)	(3,431)	(3,495)	(4,617)	(46,150)	(4,371)	(4,464)	(7,533)	(9,769)	(27,134)
Bonds Issued	-	-	-	-	39,415	-	-	-	11,335	-
Premium on Bonds Issued	-	-	-	-	3,143	-	-	-	1,843	-
Capital Leases	310	373	1,185	1,161	732	580	1,745	1,077	377	-
Promissory Notes	6,291	-	-	-	-	-	1,000	-	-	-
Premium on Bonds Issued	-	-	-	-	-	-	-	-	-	-
Discount on Bonds Issued	-	-	-	-	-	-	-	-	-	-
Payments to Refund Bond Escrow Agent	-	-	-	-	-	-	-	-	-	-
Capital Leases	-	-	-	-	-	-	-	-	-	-
Proceeds of Refunding Bonds	-	-	-	-	-	-	-	-	-	-
Sales of Capital Assets	-	73	154	3,755	57	3,762	50	1,141	244	141
Total Other Financing Sources (Uses)	9,242	2,860	3,933	7,790	46,017	5,450	6,641	4,997	16,971	2,633
Net Change in Funds Balances	\$ (1,543)	\$ (2,063)	\$ 2,263	\$ 5,557	\$ 28,327	\$ 1,918	\$ 185	\$ 4,866	\$ 17,561	\$ 7,342
Debt Service as a Percentage of Non-Capital Expenditures	9.74%	9.87%	10.48%	15.45%	38.54%	8.86%	7.84%	8.89%	11.24%	10.29%

CITY OF OCOEE, FLORIDA
TABLE 6
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Fiscal Years
(amounts expressed in thousands)

Fiscal Year Ended September 30,	Real Property Assessed	Real Property Estimated Actual	Personal Property Assessed	Personal Property Estimated Actual	Total Assessed	Total Actual	Total Direct Tax Rate
2013	\$ 1,568,859	\$ 1,567,379	\$ 90,059	\$ 89,974	\$ 1,658,918	\$ 1,657,353	5.8460
2014	1,583,978	1,580,727	92,883	92,692	1,676,861	1,673,419	5.7855
2015	1,722,692	1,717,624	96,001	95,719	1,818,693	1,813,343	5.6371
2016	1,849,132	1,843,511	100,013	99,709	1,949,145	1,943,220	5.9104
2017	1,987,873	1,988,159	94,244	94,258	2,082,117	2,082,417	5.8291
2018	2,204,994	2,201,438	108,619	108,444	2,313,613	2,309,882	5.6546
2019	2,510,512	2,507,775	118,415	118,286	2,628,927	2,626,061	5.5000
2020	2,799,175	2,795,442	190,320	190,066	2,989,495	2,985,508	5.2500
2021	3,139,690	3,142,065	199,490	199,641	3,339,180	3,341,706	5.1500
2022	3,408,294	3,414,398	197,575	197,929	3,605,869	3,612,327	5.0500

CITY OF OCOEE, FLORIDA
TABLE 7
PROPERTY TAX RATES
Direct and Overlapping¹ Governments
Last Ten Fiscal Years
(rate per \$1,000 of assessed value)

Fiscal Year Ended Sept. 30,	Direct		Overlapping Rates					St. John's Water Management District	Total Direct & Overlapping Rates
	City Operating Millage	Orange County Millage	Public Schools by Local Board	Public Schools by State Law	Total School Millage	Library Operating Millage			
2013	5.9037	4.3195	3.1612	5.0903	8.2515	0.3646	0.3283	19.1676	
2014	5.5337	4.2071	3.0470	4.7975	7.8445	0.3542	0.3164	18.2559	
2015	5.9104	4.4347	3.2480	4.9700	8.2180	0.3748	0.3023	19.2402	
2016	5.8291	4.4347	3.2480	4.5630	7.8110	0.3748	0.2885	18.7381	
2017	5.6546	4.4347	3.2480	4.2220	7.4700	0.3748	0.2724	18.2065	
2018	5.5000	4.4347	3.2480	4.0510	7.2990	0.3748	0.2562	17.8647	
2019	5.2500	4.4347	3.2480	3.8610	7.1090	0.3748	0.2414	17.4099	
2020	5.1500	4.4347	3.2480	3.6090	6.8570	0.3748	0.2287	17.0452	
2021	5.0500	4.4347	3.2480	3.4890	6.7370	0.3748	0.2189	16.8154	
2022	4.9500	4.4347	3.2480	3.2140	6.4620	0.3748	0.1974	16.4189	

Source: Orange County Property Appraiser

¹ Overlapping rates are those of local and county governments that apply to property owners within the City of Ocoee.

CITY OF OCOEE, FLORIDA
TABLE 8
PRINCIPAL PROPERTY TAXPAYERS

September 30, 2022
(amounts expressed in thousands)

Taxpayer	2022			2013		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
BCORE MF AS WINDERMERE LLC	\$ 91,621	1	2.22%			
OASIS AT LAKE BENNET LLC	63,005	2	1.53%			
101 CASA MIRELLA WAY LLC	60,515	3	1.47%			
MAGUIRE PARK STREET OWNER LLC	59,660	4	1.45%			
DISTRIBUTION 429 LLC	56,777	5	1.38%			
ADVENIR AT THE OAKS LLC	53,167	6	1.29%			
ARBOURS AT CROWN POINT LLC	50,354	7	1.22%			
BCI IV PARK 429 LOGISTICS CENTER LLC	46,524	8	1.13%			
MANHEIM REMARKETING L P	33,363	9	0.81%			
SUSO 4 GOOD HOMES LP	21,585	10	0.52%			
KEY ISLE I & II				\$ 38,539	1	2.32%
WEST OAKS MALL TRUST				22,001	2	1.33%
PROGRESS ENERGY FLORIDA INC				20,144	3	1.21%
MANHEIM REMARKETING L P				15,526	4	0.94%
OAK FOREST PARTNERS				13,205	5	0.80%
WALMART STORES EAST INC				12,171	6	0.73%
ORLANDO HEALTH CENTRAL				10,130	7	0.61%
SYSCO FOODS				9,470	8	0.57%
GOOD HOMES PLAZA (E&A) LLC				9,460	9	0.57%
ORLANDO PUNIT LLC				8,026	10	0.48%
	<u>\$ 536,571</u>		<u>13.02%</u>	<u>\$ 158,672</u>		<u>9.56%</u>

Source: Orange County Property Appraiser

2022 Tax Roll Total Assessed Value \$ 4,118,256,476

2013 Tax Roll Total Assessed Value 1,658,918

CITY OF OCOEE, FLORIDA
TABLE 9
PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Fiscal Years
(amounts expressed in thousands)

Fiscal Year Ended September 30,	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Tax Collections To-Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2013	\$ 9,689	\$ 9,324	96.23%	\$ 2	\$ 9,326	96.25%
2014	9,682	9,315	96.21%	(122)	9,193	94.95%
2015	10,222	9,847	96.33%	37	9,884	96.69%
2016	11,485	10,491	91.35%	4	10,495	91.38%
2017	12,139	11,004	90.65%	177	11,181	92.11%
2018	13,059	11,989	91.81%	20	12,009	91.96%
2019	14,435	13,085	90.65%	166	13,251	91.80%
2020	15,666	13,855	88.44%	287	14,142	90.27%
2021	17,194	15,359	89.33%	192	15,551	90.44%
2022	18,231	15,807	86.70%	362	16,169	88.69%

CITY OF OCOEE, FLORIDA
TABLE 10
RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years
(dollars in thousands, except per capita)

Fiscal Year Ended September 30,	Governmental Activities			Business-Type Activities			Total Primary Government	Percentage of Personal Income	Per Capita
	Refunding Revenue Bonds	Notes Payable	Leases	Water Revenue Bonds	Notes Payable	Leases			
2013	\$ -	\$ 31,879	\$ 339	\$ 12,095	\$ 6,360	\$ 416	\$ 51,089	5.59%	\$ 1,513
2014	-	29,894	514	-	17,931	573	48,912	5.36%	1,233
2015	-	27,767	1,309	-	17,283	700	47,059	5.15%	1,171
2016	-	23,386	1,738	-	16,616	830	42,570	4.66%	1,016
2017	41,840 *	4,890	1,632	23,981 *	-	1,059	73,402	5.98%	1,704
2018	41,065	4,212	1,319	22,938	-	1,016	70,550	5.74%	1,638
2019	40,275	4,456	2,176	21,870	-	1,498	70,275	5.01%	1,477
2020	39,460	3,527	2,386	20,772	-	523	66,668	4.75%	1,401
2021	51,478	2,577	1,843	19,639	-	221	75,758	5.40%	1,572
2022	50,443	1,598	1,030	18,471	-	156	71,698	4.53%	1,457

* Notes refinanced with Bonds during the 2017 Fiscal Year.

Source: City of Ocoee
Metro Orlando Economic Development Commission
U.S. Department of Labor: Bureau of Labor Statistics
U.S. Department of Census Bureau

CITY OF OCOEE, FLORIDA
TABLE 11
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

As of September 30, 2022
(amounts expressed in thousands)

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Overlapping Debt:			
Orange County Library District	\$ -	0.00%	\$ -
Orange County School District	-	0.00%	-
Orange County Government	-	0.00%	-
St. John's River Water Management District	<u>-</u>	0.00%	<u>-</u>
Subtotal, Overlapping Debt	-		-
Direct Debt:			
City of Ocoee Debt/All Funds ¹	<u>52,893</u>	0.00%	<u>-</u>
Total Direct and Overlapping Debt	<u><u>\$ 52,893</u></u>		<u><u>\$ -</u></u>

¹ City of Ocoee does not currently have any General Obligation Debt which is being repaid through general property taxes.

CITY OF OCOEE, FLORIDA
TABLE 12
LEGAL DEBT MARGIN

September 30, 2022

Assessed Value (FY2022)	\$	<u>3,612,327</u>
Debt Limit 25% of Assessed Value	\$	903,082
Amount of Debt Applicable to Debt Limit		<u>-</u>
Legal Debt Margin	\$	<u>903,082</u>
Total Bonded Debt	\$	<u>-</u>

Article VIII Section 53 of the City Charter states that the City shall have the power to issue general obligation bonds in an aggregate principal amount of bonds outstanding at any time not in excess of Twenty-Five percent (25%) of the assessed value of the taxable property within the City as shown on the pertinent tax records at the time of the authorization of the general obligation bonds for which the full faith credit of the City is pledged.

CITY OF OCOEE, FLORIDA
TABLE 13
PLEDGED-REVENUE COVERAGE

Last Ten Fiscal Years

Water/Sewer Revenue Bonds and Notes

Fiscal Year End September 30,	Gross Revenues	Operating Expenses	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
2013	\$ 9,149,151	\$ 6,172,153	\$ 2,976,998	\$ 541,000	\$ 748,854	\$ 1,289,854	2.31
2014	10,456,403	6,041,532	4,414,871	524,000	686,218	1,210,218	3.65
2015	11,252,533	6,785,561	4,466,972	648,000	608,657	1,256,657	3.55
2016	10,614,349	6,966,652	3,647,697	667,000	590,871	1,257,871	2.90
2017	11,537,885	7,361,092	4,176,793	725,000	829,099	1,554,099	2.69
2018	12,104,986	8,672,187	3,432,799	890,000	980,419	1,870,419	1.84
2019	14,705,060	8,953,674	5,751,386	915,000	953,719	1,868,719	3.08
2020	14,697,555	10,058,142	4,639,413	945,000	926,269	1,871,269	2.48
2021	18,406,914	10,229,527	8,177,387	980,000	888,469	1,868,469	4.38
2022	19,082,103	10,909,426	8,172,677	1,015,000	849,268	1,864,268	4.38

CITY OF OCOEE, FLORIDA
TABLE 14
DEMOGRAPHIC AND ECONOMIC STATISTICS

Fiscal Year	Population	Personal Income (amounts expressed in thousands)	Per Capita Personal Income	Median Age	Unemployment Rate ⁴
2013 ¹	37,615	\$ 979,870	\$ 26,050	36.7	5.0
2014 ²	39,679	1,048,755	26,487	35.4	4.4
2015 ³	40,171	1,023,275	25,473	35.0	4.2
2016 ³	41,881	1,095,481	26,157	35.8	3.9
2017 ³	43,072	1,228,198	28,515	35.9	2.7
2018 ³	47,000	1,310,413	27,881	35.9	2.5
2019 ³	47,580	1,402,611	29,480	36.0	2.4
2020 ³	49,781	1,513,889	30,411	35.0	8.8
2021 ³	48,202	1,299,645	26,962	35.0	3.9
2022 ³	49,221	1,584,276	32,187	35.0	2.4

Sources:

- ¹ FY 2013 Estimated-Metro Orlando Economic Development Commission
- ² FY 2014 City of Ocoee Community Development Department
- ³ City of Ocoee Community Development Department
BEBR Demographics
U.S. Department of Census Bureau
- ⁴ Unemployment rate from Ycharts.com

**CITY OF OCOEE, FLORIDA
TABLE 15
PRINCIPAL EMPLOYERS**

Current and Ten Years Ago

2022				2013			
Employer	Employees	Rank	Percentage of Total City Employment	Employer	Employees	Rank	Percentage of Total City Employment
Health Central Hospital	2,000	1	4.06%	Health Central Hospital	1,470	1	3.91%
Westgate Resorts	868	2	1.76%	Manheim Auto Auction	716	2	1.90%
Orange County Schools	715	3	1.45%	Orange County Schools	665	3	1.77%
Publix	665	4	1.35%	Wal-Mart	614	4	1.63%
West Oaks Mall	605	5	1.23%	Westgate Resorts	535	5	1.42%
Sysco Foods	515	6	1.05%	Sysco Foods	519	6	1.38%
Walmart	453	7	0.92%	West Oaks Mall	479	7	1.27%
Manhein Auto Auction	420	8	0.85%	Publix	445	8	1.18%
City of Ocoee	388	9	0.79%	City of Ocoee	323	9	0.86%
Wayne Automatic	265	10	0.54%	Wayne Automatic	161	10	0.43%
Total	6,894		14.00%	Total	5,927		15.75%

Source: City of Ocoee Planning Department

2013 Population 37,615
2022 Population 49,221

CITY OF OCOEE, FLORIDA
TABLE 16
CITY GOVERNMENT EMPLOYEES BY FUNCTION

Last Ten Fiscal Years

Approved Positions	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Government:	60	60	59	64	67	68	72.5	73	72	81
Public Safety:										
Police - Officers	16	23	23	22	15	14	12	16	19	21
Police - Sworn	64	57	57	63	73	78	81	84	83	85
Police - Support	9	9	10	11	10	10	13	16	16	18
Fire Safety:										
Firefighters	30	30	30	30	30	39	49	49	49	48
Fire - Officers	18	18	18	18	19	20	19	20	20	20
Fire - Inspectors	1	2	2	2	1	1	2	1	1	2
Fire - Civilian	2	2	2	2	2	3	2	2	2	3
Communication Operators	0	0	0	0	0	0	0	0	0	0
Public Works	29	29	29	29	31	33	37	33	33	36
Parks and Recreation	39	42	41	44	44	68	71	69	69	* 69
Utilities Department	34	34	34	40	41	42	43	46	47	48
Stormwater	6	6	6	7	7	7	7.5	9.5	10.5	10
Sanitation	15	15	15	15	15	14	15.5	13.5	13.5	0
Total	323	327	326	347	355	397	424.5	432	435	441

Source: City of Ocoee Budget

* Includes full and part-time positions

CITY OF OCOEE, FLORIDA
TABLE 17
OPERATING INDICATORS BY FUNCTION

Last Ten Fiscal Years

Function	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Police										
Employees	118	119	125	127	98	93	107	116	118	124
Auto Accidents	922	904	1,126	1,150	1,331	1,428	1,493	1,293	1,293	1,264
Arrests	1,074	1,434	1,454	982	1,035	1,666	1,018	772	1,135	1,303
Criminal Investigations	1,054	1,092	1,050	1,084	985	1,012	703	779	1,063	723
Total Service Calls	48,802	49,769	49,938	48,552	67,988	55,987	53,804	66,008	65,669	65,174
911 Calls Received	9,783	10,776	14,126	12,279	11,483	8,207	6,874	7,463	6,524	4,052
Pieces of Evidence Processed	7,035	5,458	4,005	2,014	4,986	3,248	3,042	3,023	2,423	1,900
Fire and Life Safety										
Employees	55	52	55	54	52	65	73	73	68	73
Total Permits Issued	312	259	199	171	250	329	147	148	560	275
Construction Inspections	590	568	754	701	551	763	579	882	684	1,371
Public Education Programs	139	139	285	105	266	228	138	74	74	40
Emergency Calls Answered										
-Vehicle	270	270	102	153	350	283	430	319	403	476
-Fire	401	116	106	83	200	183	128	169	138	343
-All Other	3,969	4,813	4,367	5,689	6,342	6,490	5,871	5,492	6,003	5,561
Miles of Streets, Sidewalks and										
Bike Paths										
Streets - Paved	115.28	115.28	115.14	117.00	117.00	121.99	123.48	124.02	124.71	124.71
Streets - Unpaved	0.76	0.76	0.76	1.00	1.00	0.70	1.64	1.64	1.64	1.64
Streets - Brick	1.54	1.54	1.54	2.00	2.00	1.99	1.58	1.66	1.65	1.65
Sidewalks	175.40	175.40	175.40	175.40	175.00	175.00	175.00	175.00	175.00	176.37
Culture and Recreation										
Multi-Purpose Recreation Center	1	1	1	1	1	1	1	1	1	1
Community Center	3	3	3	3	3	3	3	3	3	2
Athletic Fields	12	12	12	12	12	12	12	12	13	13
Tennis Courts	6	6	6	6	6	6	6	6	6	5
Racquetball Courts	1	1	1	1	1	1	1	1	1	1
Shuffleboard Courts	-	-	-	-	-	-	-	-	-	-
Passive Parks	16	15	16	16	16	15	15	16	14	13
Parks and Recreation City Playgrounds	10	9	10	10	10	10	10	11	11	11

CITY OF OCOEE, FLORIDA
TABLE 17
OPERATING INDICATORS BY FUNCTION

Last Ten Fiscal Years
(Concluded)

Function	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Water										
New Connections	171	134	180	162	226	427	647	1,087	566	1,057
Number of Customers	11,314	11,745	13,319	13,563	14,164	14,683	15,330	15,708	16,274	16,536
Miles of Water Mains	155.04	156.04	159.72	164.50	180.00	179.16	182.00	182.95	186.00	186.00
Daily Average Consumption (MGD)	3.18	3.15	3.52	3.50	3.67	4.15	3.52	3.62	3.68	3.69
Plant Capacity (MGD)	10.85	10.85	10.85	10.85	10.85	10.85	10.85	10.85	10.85	10.85
Plant Permitted Daily Capacity (MGD)	4.88	4.88	4.88	4.88	4.88	4.88	4.88	4.88	4.88	4.88
Service Connections	11,314	11,319	11,424	16,290	11,709	11,833	11,897	12,075	12,555	12,729
Deep Wells	6	6	6	6	6	6	6	6	6	6
Fire Hydrants	1,334	1,334	1,334	1,334	1,288	1,261	1,226	1,234	1,248	1,265
Sewer System										
Miles of Sanitary Sewers	89.38	89.92	90.03	102.00	107.47	109.42	111.04	112.15	113.00	115.00
Lift Stations	58	61	64	62	66	65	65	67	65	65
Daily Average Treatment (MGD)	1.83	1.62	1.65	1.65	1.70	1.77	1.82	1.67	1.73	1.76
Plants Capacity (MGD)	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Disposal Sites	4	4	4	4	4	4	4	4	4	4
General Government										
Personnel Actions Processed	13	15	15	9	29	11	14	12	13	7
Legal Notices Published	86	93	201	63	100	118	131	116	166	102
Occupational Licenses Issued	1,607	1,760	1,835	1,582	1,555	1,456	1,925	1,595	1,631	1,842
Accidents and Injuries Reviewed	39	43	43	43	36	23	30	22	33	32
Land Use Amendments and Rezoning	7	17	17	3	7	11	19	15	30	30
License/Permit Reviews	2,206	2,625	2,023	2,792	3,186	4,123	3,969	3,647	4,339	3,771
Employees Paid	404	414	413	431	442	468	462	448	384	467
A/P Checks Issued	4,239	4,422	4,785	4,664	4,285	4,057	4,549	6,286	4,728	4,822
Purchase Orders/EPO's Processed	661	663	680	708	778	704	572	508	682	706

CITY OF OCOEE, FLORIDA
TABLE 18
CAPITAL ASSETS STATISTICS BY FUNCTION

Last Ten Fiscal Years

Function	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Elections										
Registered Votes	22,056	23,013	22,950	24,941	25,361	25,663	6,790	30,006	29,602	30,186
Votes in Municipal Elections	531	-	-	6,264	14,944	2,119	596	-	2,357	-
Police Protection										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Cars	76	75	75	79	70	70	75	75	77	88
Other Vehicles	26	29	26	26	33	33	31	38	45	40
Auto Accidents	922	904	1,126	1,150	1,331	1,428	1,493	1,293	1,213	1,264
Arrests	1,074	1,434	1,454	952	1,035	1,666	1,018	772	1,135	1,303
Criminal Investigations	1,054	1,092	1,050	1,084	985	1,012	703	779	1,063	723
Total Service Calls	48,802	49,769	49,938	48,552	67,988	55,987	53,804	66,008	65,669	65,174
911 Calls Received	9,783	10,776	14,126	12,279	11,483	8,207	6,874	7,463	6,524	4,052
Pieces of Evidence Processed	7,035	5,458	4,005	2,014	4,986	3,248	3,042	3,023	2,423	1,900
Fire Protection										
Stations	4	4	4	4	4	4	4	4	4	4
Recreation										
Multi-Purpose Recreation Center	1	1	1	1	1	1	1	1	1	1
Community Center	3	3	3	3	3	3	3	3	3	2
Athletic Fields	12	12	12	12	12	12	12	12	13	13
Tennis Courts	6	6	6	6	6	6	6	6	6	5
Racquetball Courts	1	1	1	1	1	1	1	1	1	1
Shuffleboard Courts	-	-	-	-	-	-	-	-	-	-
Passive Parks	16	15	16	16	16	15	15	15	14	13
City Playground	10	9	10	10	10	10	10	11	11	11

CITY OF OCOEE, FLORIDA
TABLE 18
CAPITAL ASSETS STATISTICS BY FUNCTION

Last Ten Fiscal Years
(Concluded)

Function	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Miles of Streets, Sidewalks and Bike Paths										
Streets - Paved	115.28	115.28	115.14	117.15	117.00	121.66	123.48	124.02	124.71	124.71
Streets - Unpaved	0.76	0.76	0.76	0.75	1.00	0.70	1.64	1.64	1.64	1.64
Streets - Brick	1.54	1.54	1.54	1.54	2.00	1.99	1.58	1.66	1.65	1.65
Sidewalks	175.40	175.40	175.40	175.40	175.00	175.00	175.00	175.00	175.00	176.37
Bike Paths	6.20	6.20	6.20	6.20	6.20	6.20	6.20	6.20	6.20	6.20
Water										
Miles of Water Mains	155.04	156.04	159.72	164.50	180.00	179.16	182.00	182.95	186.00	186.00
Daily Average Consumption (MGD)	3.18	3.15	3.52	3.52	3.67	4.15	3.52	3.62	3.68	3.69
Plant Capacity Permitted	4.88	4.88	4.88	4.88	4.88	4.88	4.88	4.88	4.88	4.88
Sewer System										
Miles of Sanitary Sewers	89.38	89.92	90.03	102.18	107.47	109.42	111.04	112.15	113.00	115.00

CITY OF OCOEE, FLORIDA
TABLE 19
SCHEDULE OF REVENUES BY SOURCE AND EXPENSE BY TYPE

General Employees Pension Fund
Last Ten Fiscal Years

Year	Revenue by Sources			Expenses by Type		City Contribution as a Percent of Payroll
	Investment Income (Loss) Net	Contributions	Benefits and Refunds	Investment Related Expense (1)	Admin Expenses	
2013	\$ 3,142,906	\$ 2,425,260	\$ 1,101,837	\$ 173,577	\$ 41,069	22.5%
2014	2,447,920	2,217,892	1,043,921	-	60,184	20.4%
2015	454,266	1,681,492	1,218,647	-	89,735	13.1%
2016	2,736,440	1,556,414	1,939,917	-	70,328	10.7%
2017	4,182,436	1,492,256	1,801,475	-	264,918	10.5%
2018	3,805,747	1,637,204	1,669,331	-	245,499	8.9%
2019	1,147,429	1,632,698	2,099,531	-	70,513	10.5%
2020	2,842,089	1,601,305	2,188,880	-	119,382	8.9%
2021	9,262,428	1,373,845	2,463,125	-	144,453	9.3%
2022	(7,964,173)	1,647,338	2,844,766	-	79,076	9.3%

CITY OF OCOEE, FLORIDA
TABLE 20
SCHEDULE OF REVENUES BY SOURCE AND EXPENSE BY TYPE

Police and Fire Pension Fund
Last Ten Fiscal Years

Year	Revenue by Sources			Expenses by Type		
	Investment Income(loss) Net	Contributions	Benefits and Refunds	Investment Related Expense (1)	Admin Expenses	City Contribution as a Percent of Payroll
2013	\$ 4,387,664	\$ 3,063,043	\$ 1,714,899	\$ 227,152	\$ 45,396	26.70%
2014	3,992,191	3,075,732	1,812,744	-	81,667	32.70%
2015	343,322	2,827,659	2,234,870	-	93,962	30.70%
2016	3,465,045	2,901,224	2,473,894	-	62,462	29.40%
2017	5,142,602	2,979,985	2,707,152	-	337,352	29.30%
2018	4,048,418	3,550,873	2,810,076	-	442,102	32.00%
2019	1,538,827	4,428,163	3,180,493	-	121,220	37.21%
2020	5,929,279	4,378,270	4,404,694	-	50,692	33.57%
2021	11,969,945	4,003,759	3,434,356	-	71,462	28.40%
2022	(11,302,326)	3,482,801	4,406,696	-	35,446	18.20%

OTHER REPORTS

**CITY OF OCOEE, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
SEPTEMBER 30, 2022**

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>Assistance Listing Number</u>	<u>Grant Number</u>	<u>Program or Award Amount</u>	<u>Federal Expenditures/ Expenses</u>
<u>FEDERAL AWARDS</u>				
U.S. Department of Justice				
Direct Program:				
Bulletproof Vest Partnership Program	16.607	N/A	\$ 19,818	\$ 6,300
Total Direct Program				<u>6,300</u>
Passed Through Florida Department of Law Enforcement:				
Edward Byrne Memorial Justice Assistance Grants Program	16.738	2021-JAGC-ORAN-5-3B-008	10,298	10,119
Edward Byrne Memorial Justice Assistance Grants Program	16.738	2022-JAGD-ORAN-4-4B-049	10,000	<u>10,000</u>
Total Edward Byrne Memorial Justice Assistance Grants Program				<u>20,119</u>
COVID-19 - Coronavirus Emergency Supplemental Funding	16.034	2020-CESF-ORAN-2-C9-008	121,188	53,244
COVID-19 - Coronavirus Emergency Supplemental Funding	16.034	2021-CERF-ORAN-2-5A-010	36,370	<u>28,510</u>
Total COVID-19 - Coronavirus Emergency Supplemental Funding				<u>81,754</u>
Total Passed Through Florida Department of Law Enforcement				<u>101,873</u>
Total U.S. Department of Justice				<u>108,173</u>
U.S. Department of Homeland Security				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	FEMA-4486-DR-FL	22,563	<u>22,563</u>
Total U.S. Department of Homeland Security				<u>22,563</u>
U.S. Department of Treasury				
Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	24,172,699	<u>10,021,989</u>
Total U.S. Department of Treasury				<u>10,021,989</u>
TOTAL FEDERAL AWARDS				<u>\$ 10,152,725</u>

Note to the Schedule of Expenditures of Federal Awards

Basis of Presentation

The accompanying schedule of Federal Awards is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance.

Indirect Cost Rate

The City has elected not to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

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

Honorable Mayor and City Commissioners
City of Ocoee, Florida

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Ocoee, Florida (the City), as of and for the year ended September 30, 2022, 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 30, 2023.

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

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Honorable Mayor and City Commissioners
City of Ocoee, Florida

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether 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, non-compliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of non-compliance 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 City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



March 30, 2023
Ocala, Florida

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Honorable Mayor and City Commissioners
City of Ocoee, Florida

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Ocoee, 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, 2022. 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.

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, 2022.

Basis for Opinion on Each Major Federal Program

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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City's federal programs.

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH
MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material non-compliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material non-compliance when it exists. The risk of not detecting material non-compliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Non-compliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material non-compliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, non-compliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material non-compliance with a type of compliance requirement of a federal program 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.

Honorable Mayor and City Commissioners
City of Ocoee, Florida

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH
MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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.

Purvis Gray

March 30, 2023
Ocala, Florida

**CITY OF OCOEE, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FEDERAL AWARD PROGRAMS
FOR THE YEAR ENDED SEPTEMBER 30, 2022**

SUMMARY OF AUDITOR’S RESULTS

Financial Statements

Type of Auditor’s Report Issued:	Unmodified
Internal Control Over Financial Reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Non-compliance material to financial statements noted?	No

Federal Awards

Internal Control Over Major Programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	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 CFR 200.516(A)?	No

Identification of Major Programs:

Federal Program

U.S. Department of Treasury: Coronavirus State and Local Fiscal Recovery Funds	Assistance Listing No. 21.027
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Dollar Threshold Used to Distinguish Between Type A and Type B Programs – Federal Programs	\$750,000
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Auditee qualified as low-risk auditee pursuant to the Uniform Guidance?	No
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Other Issues

The following statement, as applicable to the situation, may be required in the Schedule of Findings and Questioned Costs:

- No summary schedule of prior audit findings is required because there were no prior audit findings related to Federal Programs.

MANAGEMENT LETTER

Honorable Mayor and City Commission
City of Ocoee, Florida

Report on the Financial Statements

We have audited the financial statements of the City of Ocoee, Florida (the City) as of and for the fiscal year ended September 30, 2022, and have issued our report thereon dated March 30, 2023.

Auditor's Responsibility

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; 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 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 Auditor's Report on an examination conducted in accordance with the American Institute of Certified Public Accountants Professional *Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Auditor General*. Disclosures in those reports, which are dated March 30, 2023, should be considered in conjunction with this management letter.

Prior Audit Findings

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

Official Title and Legal Authority

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

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Honorable Mayor and City Commission
City of Ocoee, Florida

MANAGEMENT LETTER

Financial Condition and Management

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

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

Section 10.554(1)(i)2., *Rules of the Auditor General*, requires that we address in the management letter any recommendations to improve financial management. See attached list of the management letter comments.

Special District Component Units

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

As required by Section 218.39(3)(c), Florida Statutes, and Section 10.554(1)(i)6, *Rules of the Auditor General*, the Ocoee Community Redevelopment Agency (CRA) reported this information in the CRA's separately issued financial statements.

Additional Matters

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

Purpose of this Letter

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



March 30, 2023
Ocala, Florida

MANAGEMENT LETTER COMMENTS

Honorable Mayor and City Commission
City of Ocoee, Florida

During the course of our audit, the following items came to our attention. These items involve primarily operational matters, which, if improved, will result in more efficient and effective operations:

2022-1 - Year-End Closing Process

As part of our audit we identified several issues related to the year-end closing process.

- **Timely Bank Reconciliations**: Timely and accurate bank reconciliations are essential components of internal control over financial reporting processes, as well as a means of detecting potential errors or irregularities. One of the primary bank accounts for the City was not timely reconciled. We understand that the City is in the process of updating and formalizing their bank reconciliation process, which may have led to some delays in timely bank reconciliations. We recommend that the City review its process to ensure that bank reconciliations are performed in a timely manner each month to prevent delays in correcting errors or identifying irregularities.
- **Year-End Audit Adjustments**: During our audit, we identified adjustments that were made to the financial statements after the completed year-end close process. These audit adjustments were primarily related to the timing of revenue and expense recognition. We would recommend the City review its process related to year-end accruals and payables to ensure year-end balances are accurately reported.
- **Inventory Balances for the Utilities Fund**: We noted that inventory balances for the Utilities fund were not recorded in a timely manner. As a result, the financial statements did not accurately reflect the value of the inventory at year-end. We recommend that management develop a process for monitoring and recording inventory balances throughout the year, particularly for year-end financial reporting.
- **Capital Asset Reporting and Process**: During our review of the City's process for recording and tracking capital assets, we noted several areas for improvement that could be made to ensure accurate and complete financial reporting. Specifically, the City should consider improving its process for preparing an accurate capital asset rollforward that agrees to the subsidiary ledger and tracking of all capital assets. Additionally, capital outlay for governmental additions should be reconciled to the rollforward schedule to ensure accuracy. We also recommend that the City review its current policies and procedures related to capital asset recording and tracking to ensure that they are comprehensive.

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City of Ocoee, Florida

MANAGEMENT LETTER COMMENTS

Management Response:

Management concurs with the above comments.

Timely Bank Reconciliations: A new process is being implemented, including cross training staff, which will ensure more timely and accurate bank reconciliations.

Year-End Audit Adjustments: Finance updated their year-end checklist to include revenue and expenditure accruals, review of newly issued accounting guidance and the proper recording of unique transactions. Finance will provide staff training in various financial and accounting cycles to ensure staff are knowledgeable in year-end processes and the latest accounting guidance.

Inventory Balances for the Utilities Fund: The City will coordinate with Utility staff to create perpetual inventories tracking process to ensure proper accounting for and reporting of stock items.

Capital Asset Reporting and Process: The City is implementing quarterly asset disposition and tracking to ensure accurate year-end rollforward, including additions, disposals, and depreciation calculations. Additional education and training will be provided to the fixed asset accountant.

Purvis Gray

March 30, 2023
Ocala, Florida

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

The Honorable Mayor and City Commission
City of Ocoee, Florida

We have examined the City of Ocoee's (the City) compliance with the requirements of Section 218.415, Florida Statutes, during the year ended September 30, 2022. Management is responsible for the City's compliance with those requirements. Our responsibility is to express an opinion on the City's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the City complied, in all material respects, with the requirements referenced above. An examination involves performing procedures to obtain evidence about whether the City complied with the specific requirements. The nature, timing, and extent of procedures selected depend on our judgement, including an assessment of the risk of material non-compliance, 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 specific requirements.

We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the engagement.

In our opinion, the City complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2022.

This report 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 Members of the City Commission, and applicable management, and is not intended to be, and should not be, used by anyone other than these specified parties.

Purvis Gray

March 30, 2023
Ocala, Florida

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Mayor
Rusty Johnson

City Manager
Robert Frank



Commissioners
Larry Brinson, Sr., District 1
Rosemary Wilsen, District 2
Richard Firstner, District 3
George Oliver III, District 4

March 20, 2023

AFFIDAVIT OF IMPACT FEE COMPLIANCE

Impact fee collections, expenditures and accounting are provided for in separate accounting funds and comply with Florida Statute 163.31801.

Rebecca Roberts
Rebecca Roberts
Finance Director

STATE OF FLORIDA)
COUNTY OF Orange)

The foregoing instrument was acknowledged before me by means of physical presence or online notarization, this 21st day of March, 2023 by Rebecca Roberts, who is personally known to me or who has produced _____ as identification.



Amber Landry
Notary Public
My Commission expires: 3-12-2026