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Amazing City. Since 1925.

# City of Temple Terrace, Florida Annual Comprehensive Financial Report for the Fiscal Year Ended September 30, 2022

Prepared by:

Finance Department

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# **INTRODUCTORY SECTION**

Transmittal Letter
List of Elected and Appointed Officials
Organizational Chart
GFOA Certificate of Achievement





Amazing City. Since 1925.

May 16, 2023

To the Honorable Mayor, Members of City Council, and Citizens of the City of Temple Terrace:

It is our pleasure to submit this Annual Comprehensive Financial Report (ACFR) for the City of Temple Terrace, Florida, for the fiscal year ended September 30, 2022. This report fulfills the requirements set forth in the City's Charter, Section 214; Florida State Statutes, Chapter 166.241 (4); and the Rules of the Auditor General, Chapter 10.550 which require that all local governments publish a complete set of audited financial statements each fiscal year in accordance with auditing standards generally accepted in the United States by a firm of licensed certified public accountants.

This report consists of management's representations concerning the finances of the City of Temple Terrace. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the City of Temple Terrace has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City of Temple Terrace's financial statements in conformity with Generally Acceptable Accounting Principles (GAAP). Due to the cost of the internal controls should not exceed their benefits, the City of Temple Terrace'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.

Florida Statutes, Chapter 11.45 and Chapter 10.550, require that an annual financial audit is performed by independent certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the City of Temple Terrace 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 that there was a reasonable basis for rendering an unmodified opinion that the City of Temple Terrace's financial statements for the fiscal year ended September 30, 2022, are fairly presented in conformity with GAAP. The Independent Auditor's Report is presented as the first component of the financial section of this report.



# PROFILE OF THE CITY OF TEMPLE TERRACE

The City of Temple Terrace, named after the hybrid "Temple" oranges and the surrounding "Terraced" terrain, was incorporated on May 28, 1925, and operates under the Council-Manager form of government. The elected governing body is comprised of the Mayor and four City Councilmembers and is responsible for enacting ordinances, resolutions, and regulations governing the City and for appointing the City Manager, City Clerk, City Attorney, and members of various statutory and advisory boards. As chief administrative officer, the City Manager is responsible for managing the City's day-to-day operations and affairs and appointing the City's Department Directors.

Temple Terrace was developed as a high-quality residential suburban community in the Tampa Bay area during the 1960s and 1970s. The unique neighborhoods, with a golf course and the meandering Hillsborough River, combined with the City's proximity to downtown Tampa, Interstate 75, the University of South Florida, Florida College and numerous renowned employment centers, continue to make the City attractive to a broad spectrum of the region's population.

The City, with an estimated population of 27,013, provides a full range of general municipal services including police, fire, street construction and maintenance, planning and zoning, parks and recreation, library, and general administrative services. In addition, water, sewer, and solid waste collection services are provided and funded with user charges established by the City Council to ensure adequate coverage of operating expenses and payments on debt. Equipment maintenance, warehouse services, and facility maintenance are provided through Internal Service Funds with chargebacks to user departments to cover the cost of operation. The City of Temple Terrace contracts with the City of Tampa to receive and treat wastewater, and contracts with Hillsborough County to receive solid waste services.

The annual budget serves as the foundation for the City's financial planning and control. All City departments are required to submit requests for appropriations to the City Manager. The City Manager uses these requests as the basis for developing the proposed budget. The City Manager presents the proposed budget to City Council for review no less than forty-five (45) days before the expiration of each fiscal year as established by Charter Section 6.02. The City Council is required to hold two (2) public hearings on the proposed budget and adopt a final budget no later than September 30, the close of the City's fiscal year. The appropriated budget is prepared by fund, function, and department. Budgets for all governmental fund types are adopted consistent with generally accepted accounting principles. Budget-to-actual comparisons are provided for each governmental fund with the exception of the Insurance Premium Tax fund, which is not budgeted.



#### **ECONOMIC CONDITION**

The information presented in the financial statements is best understood when it is considered from the broader perspective of the environment within which the City of Temple Terrace operates.

# LOCAL ECONOMY

The City of Temple Terrace, located in Hillsborough County, is part of a progressive Tampa Bay area with an economy structured within four main industry sectors: (1) trade, transportation, and utilities; (2) business and professional services; (3) education and health services and (4) leisure and hospitality.

Hillsborough County's top private sector employers are Tampa General Hospital, Publix Supermarkets, and Baycare Health Systems. The top public sector employers are Hillsborough County School District, MacDill Air Force Base, Hillsborough County Government and University of South Florida.

Although the State of Florida is known for citrus fruits and tourism, the Tampa area boasts a high-technology job base and is ranked by Forbes as the number one emerging tech area in the nation. The City continues to diversify its economic base in terms of long-range strength with continued State-shared revenues, building permits and annexation of property increasing.

Presently, the City has an aggregate inventory of over 800 acres of developed commercial properties. Many of these retail venues serve the increasing convenience and general merchandise shopping demands of residents from Temple Terrace, Tampa, and unincorporated Hillsborough County. Temple Terrace's larger retail shopping opportunities are located outside the city limits and are largely concentrated in three geographical nodes: New Tampa, Brandon, and the Wesley Chapel area.

During FY 2022, the City was home to Coca Cola Company's North American Customer Development Center. Telecom Park, the City's primary Class A office district, is located along the Hillsborough River and houses Verizon's Southeast Regional Communications, Moffitt Cancer Center, Florida Orthopedic, The Florida Department of Environmental Protection Agency, Chapters Health Care, Marriott Hotels, and Circle K regional offices. In 2021, Amazon opened a 2.9 million square feet fulfillment center within Temple Terrace. The Waverly Terrace Apartments opened in 2022 in the Community Redevelopment Area (CRA) and other housing projects are currently underway, including River Park, with approximately 140 units developed by DR Horton and located just off Temple Terrace Highway. The CRA has been active over the last two years with the inclusion of new shops, Starbucks, Abbotts Frozen Custard, and Rocking Crab restaurant. The other projects include a VA medical center on Temple Terrace Highway and the Tampa Rehab Hospital in the Telecom Park area.



#### LONG-TERM PLANNING GOALS

In 2014, Temple Terrace residents, elected officials, and the administration completed the Your City, Our Future community-driven strategic plan which includes ten goals and fifty-one specific objectives. Annually, the Mayor and City Council review the objectives and develop the priorities for the upcoming fiscal year. The Mayor and City Council's objectives established were:

- Develop a strategic marketing plan that attracts new residents, businesses, and promotes the City's services and events;
- Enhance and expand external communication methods and technology;
- Enhance and maintain library services that are enjoyable and accessible to the community;
- Improve the reliability and sustainability of fitness equipment as well as expand the varieties of fitness equipment in recreation facilities to enhance the user's fitness experience;
- Develop and implement a plan which ensures parks and playground equipment are maintained at a level that is consistent with users' expectations and desires;
- Improve facility conditions at the Temple Terrace Family Recreation Complex;
- Develop a strategy to provide sufficient water treatment and production capacity to accommodate future growth;
- Develop strategies/options to assure a sustainable Annual Pickup Program;
- Create Interdepartmental Annexation Committee;
- Establish an annexation policy and direction;
- Ensure adequate staffing, resources, and facilities are available to accommodate continued growth of the City and its populations;
- Establish Code Compliance staffing levels and programs that meet the needs of the City;
- Increase community awareness of Code Compliance activities and minimum code requirements;
- Provide City employees with a competitive total compensation program to attract highquality applicants and retain currently valued and experienced employees;
- Create and maintain a diverse and inclusive workforce through the development of recruitment, training, performance management, and retention programs;
- Encourage development and revitalization of the entire Community Redevelopment Area;
- Establish long-term, realistic strategy consistent with the strategic plan;
- Improve the Budgeting process for both the operating and the capital budgets;
- Reform purchasing policies for consistency with ordinance, statutes, and best practices;
- Secure necessary department financing to achieve long-term sustainability; and
- Assist Temple Terrace Golf & Country Club in achieving financial sustainability.



#### COUNCIL'S COMMITMENT TO THE GOALS

The Five-Year Capital Improvement Plan, adopted September 21, 2021, provides a City-wide business plan for utility improvements, equipment replacements, and projects related to growth. The plan details the development of revenue projections and capital needs assumptions. Community Investment Tax revenue continues to provide many improvements that benefit the community, such as police and fire vehicles and equipment, and parks and recreation enhancements.

The City extends infrastructure beyond the current service area and typically recoups the initial investment over a five- to seven-year period. Although there will be a lag between capital expenses and realized revenues, the growth should stabilize revenues in the short-term and provide long-term economic growth.

- Develop a comprehensive marketing and outreach plan to reach a diverse audience, promoting the City of Temple Terrace as an amazing place to live, work, play, and learn;
- Develop a multifaceted, comprehensive communication plan that engages internal and external audiences:
- Develop and implement a comprehensive formal plan which would enhance, maintain and promote Leisure Services' facilities, activities, programs, and encourage community growth and involvement;
- Support and enhance a high quality of life for the City's residents, businesses, and visitors by providing sustainable, environmentally-sensitive, cost-effective infrastructure and services to promote public health, personal safety, transportation, economic growth, and civic vitality;
- Promote orderly growth in the Urban Service Area and those in the Joint Planning Areas of Unincorporated Hillsborough County; Ensure that residents and businesses outside the city limits share tax and maintenance costs for facilities, streets, and utilities necessary to meet the demand of future populations;
- Make certain our Public safety services continue to thrive and meet the challenges of population grown while delivering the community data to illustrate the level of services provided;
- Provide a comprehensive code enforcement effort which is consistent, fair and equitable in its application, preserves neighborhood integrity, protects the public health and well-being and enhances property values;
- Develop and improve procedures to monitor and address employee compensation, departmental workload, and wellness, in an effort to provide the citizens of Temple Terrace with exemplary service from a workforce of qualified, experienced, and healthy employees;
- Enhance the City's residential, commercial and municipal properties by engaging the residents and business community to promote sustainable, safe, attractive and desirable development by using innovative marketing, progressive regulations, and model municipal facilities while supporting and promoting economic opportunity; and,
- Establish and promote a long-term stable financial future by effective and efficient use of fiscal resources and improving the purchasing and budgeting processes.



#### WATER

The Water Division's long-term vision is to provide uninterrupted, high-quality water and service to a growing area. Annually, the Department coordinates utility relocations with the Engineering Division for street rehabilitation and resurfacing projects. As the City expands, the Department will be cognizant of plans to expand the water treatment plant and determine alternative treatment methods and sources. The financial statements include a 3.4% increase on water, sewer, and irrigation rates, effective October 1, 2021, in order to continue regular maintenance and upkeep on this infrastructure.

# **SANITATION**

The Sanitation Division has implemented a semi-automated trash collection program to improve service, increase efficiency, reduce costs and safeguard employees. The financial statements include a 4.1% increase in Solid Waste rates approved, effective October 1, 2021.

# RELATED FINANCIAL POLICIES

The City's general governmental accounting records are maintained on a modified accrual basis, with the revenues recorded when available and measurable. Expenditures are recorded when services or goods are received, and liabilities are incurred. Accounting records for the City's utilities, proprietary funds, and pension trust funds are maintained on an accrual basis.

The City reviews financial policies annually with the adoption of the Operating and Capital Budget. The policies help ensure the ability to meet immediate and long-term service objectives. The City limits its exposure in future years to rising costs by controlling baseline costs and allocating one-time revenues to one-time expenditures, whenever possible.

# **ACCOUNTING SYSTEMS**

The City's accounting system provides reliable financial records for preparing financial statements in conformity with generally accepted accounting principles. The accounting system supports an adequate internal control structure, which provides reasonable, but not absolute, assurance that the City's assets are safeguarded against loss, theft, or misuse. Reasonable assurance recognizes that the cost of a control should not exceed the expected benefits based on management's estimates.

# **BUDGETARY CONTROL**

During the fiscal year, budgetary control and revisions are maintained at the department level. All purchase orders are compared to the category appropriation. Department directors are authorized to move funds within the categories of their respective divisions. The City Manager or Finance Director is authorized to transfer any unencumbered appropriation balance, or portion thereof, between specific expenditure classifications within a department or fund.

The budget process allows for amendments during the year as conditions warrant. Per the City Charter, the City Council is authorized to make changes to the budget as it deems necessary for the City's proper and economical operation, and may transfer any unencumbered balance, or portion thereof, to pay for any municipal purpose. An amendment may be initiated by the Finance Director, reviewed by the City Manager, and submitted to the City Council for its consideration. Appropriations are realigned upon City Council approval. In addition, the enabling legislation allows the City Manager or Finance Director to transfer an encumbered balance among programs



within an operating fund, providing such action does not result in discontinuing a program. Also, appropriation of donated or grant expenditures is based upon the request. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in City Council's adopted annual budget.

# **MAJOR INITIATIVES**

Redevelopment of the City's commercial property remains a high priority. The City's long-term financial condition is very dependent upon growing the local tax base through both strategic public and private investment. The City is examining its land development criteria in the redevelopment overlay, which will focus on a flexible/streamlined development process and encourage business growth.

For Fiscal Year 2021-2022, increases in rates for water and sewer, existing rates were used to meet system operating costs and capital reinvestment needed to ensure the long-term viability of the utility system.

The condition of the City's sanitary sewer collection system and pump stations that move wastewater to the City of Tampa for treatment has been a focal point for the City's utility staff for the past couple of years and requires substantial investment to ensure regulatory compliance and sustainable service to our customers. Construction has begun on one major sanitary transfer stations and designs for reconstruction are underway for two others; when completed this will provide for more efficient and sustainable operations.

The capital expenditures included in 2022 for governmental activities included renovations to Fire Station 1, City Hall and Library roof repairs, improvements to the Aquatics center, new outdoor shade structures at the Family Recreation Complex, and technology upgrades for the Police Department. In addition, several stormwater projects, sidewalk, and road resurfacing projects were completed in 2022. Enterprise capital expenditures included the completion of the Bridgeford Oaks Lift Station Rehab, Lift Station SA Rehab and the Sunningdale Water Treatment Plant Chlorine Scrubber replacement.

Projects currently "in-progress," include a Paddle Park, Fern Cliff Sidewalk improvement, and several water and sewer infrastructure improvements and rehabs. The St. Augustine Water Main Relocation, which was close to finishing Phase 2 (of 3) of construction work, at the close of Fiscal Year 2022, is the most notable project at this time.

The City received \$13,342,240 from the American Rescue Plan Act (ARPA) in Fiscal Year 2022 and began several projects during the year that is using these funds. Projects initiated included increased Broadband capacity to several community and municipal locations and two major stormwater projects. The largest project funded through ARPA monies is the construction of a hardened Whiteway Utility Service Center, estimated to cost \$7 million. This project is to enter the design stage in early Fiscal Year 2023.

The entire Capital Improvement Program for Fiscal Year 2022 can be found within the Annual City Budget, located at www.templeterrace.gov, under the subheading of Agenda & Documents, then to the drop-down list from the Annual Budget & Financial Reports, then select the capital improvement program FY2022.



#### AWARDS AND ACKNOWLEDGEMENTS

# CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Temple Terrace for its Annual Comprehensive Financial Report for the fiscal year ended September 30, 2021. This was the forty-third consecutive year that the City has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Annual Comprehensive Financial Report. This report must satisfy both accounting principles generally accepted in the United States and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that the current Annual Comprehensive Financial Report continues to meet the Certificate of Achievement Program requirements and we are submitting it to GFOA to determine its eligibility for a subsequent certificate.

In addition, the City also received the GFOA's Award for Distinguished Budget Presentation for its Annual Budget for the fiscal year beginning October 1, 2022, marking forty-four years the City has received this award. It is based on a governmental unit's publishing a budget document that meets program criteria as a policy document, operations guide, financial plan, and communications medium.

#### ACKNOWLEDGEMENTS

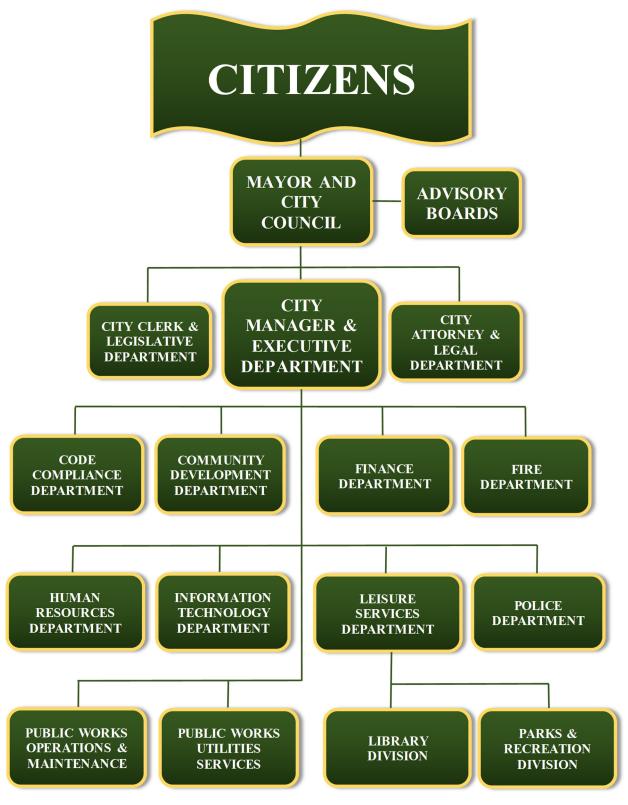
The preparation of the Annual Comprehensive Financial Report is made possible by the dedicated service of the entire staff of the City's Finance Department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report. Appreciation is also extended to all City departmental directors and staff, who contributed significantly by ensuring the accuracy and integrity of accounting information compiled throughout the year. We recognize the Mayor and City Council for their leadership and support in providing the highest level of accountability and transparency through financial reporting. We also thank the citizens of the City of Temple Terrace whose cooperation, support, and assistance have contributed greatly to the operation of this Amazing City.

Respectfully submitted,

Carlos Baía City Manager James Ingram Finance Director



# **ORGANIZATIONAL CHART**





# LIST OF ELECTED AND APPOINTED OFFICIALS

# CITY COUNCIL-ELECTED OFFICIALS

Andrew Ross, Mayor
James Chambers, Vice Mayor
Meredith Abel, Council Member
Alison Fernandez, Council Member
Gil Schisler, Council Member

# CITY MANAGER Carlos Baía

# APPOINTED OFFICIALS

City Attorney Pamela D. Cichon City Clerk Cheryl A. Mooney **Code Compliance Director** Tom Borroni Community Development Director Michael Sherman Finance Director James Ingram Fire Chief Ian M. Kemp Human Resources Director Janet Bledsoe **Information Technology Director** Sally Cabrera Leisure Services Director Karl W. Langefeld Police Chief Kenneth R. Albano Ray LeBlanc Public Works Operations Director **Utilities Director** Troy Tinch



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

# City of Temple Terrace Florida

For its Annual Comprehensive Financial Report For the Fiscal Year Ended

September 30, 2021

Christopher P. Morrill

Executive Director/CEO



# FINANCIAL SECTION

# Independent Auditor's Report Management Discussion and Analysis Basic Financial Statements Government Wide Financial Statements

- Statement of Net Position
- Statement of Activities

# **Fund Financial Statements**

- Balance Sheet-Governmental Funds
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- Statement of Revenues, Expenditures, and Changes in Fund Balances-Governmental Funds
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   Improvement Revenue Fund
- Statement of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual

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- Statement of Net Position Proprietary Funds
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- Statement of Cash Flows-Proprietary Fund
- Statement of Fiduciary Net Position–Pension Trust Funds
- Statement of Changes in Fiduciary Net Position—Pension Trust Fund



#### INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members of the City Council City of Temple Terrace, Florida

# **Report on the Audit of 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 Temple Terrace, Florida (the City) as of and for the fiscal 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 cash flows, where applicable, and the budgetary comparisons for the General Fund and each major special revenue fund thereof for the fiscal 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.

# 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 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

# INDEPENDENT AUDITOR'S REPORT (Continued)

# Auditor's Responsibility 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.

# Emphasis-of-Matter

As discussed in Note III to the financial statements, in the fiscal year ended September 30, 2022, the City adopted the provisions of Government Accounting Standards Board Statement (GASBS) Number 87, *Leases*. Our opinions are not modified with respect to this matter.

The Honorable Mayor and Members of the City Council City of Temple Terrace, Florida

# INDEPENDENT AUDITOR'S REPORT (Continued)

# Required Supplementary Information

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

# 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 as a whole. The combining and individual fund statements and schedules, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual fund financial statements and schedules are the responsibility of management and were derived from, and relate directly to, the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund statements and schedules are fairly stated, in all material respects, in relation to the 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.

The Honorable Mayor and Members of the City Council City of Temple Terrace, Florida

# INDEPENDENT AUDITOR'S REPORT (Concluded)

# Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated May 9, 2023, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

MSL, P.A.

Certified Public Accountants

Tampa, Florida May 9, 2023

Management of the City of Temple Terrace (the City) has prepared the following discussion and analysis to provide a general overview of the financial activities for the Fiscal Year (FY) ended September 30, 2022, for the readers of the City's financial statements. The information contained in the Management's Discussion and Analysis (MD&A) is intended to highlight significant transactions, events, and conditions, and should be considered in conjunction with the Transmittal Letter and the City's financial statements.

# FINANCIAL HIGHLIGHTS

For FY 2022, the City's total net position increased by \$6,159,480. The governmental net position increased by \$4,991,346 and business-type net position increased by \$1,168,134.

Comparing FY 2022 with FY 2021, the governmental activities revenue increased \$3,336,588 (or 9.09%), while the expenses increased by \$3,849,509 (or 12.30%). In FY 2022, the results of governmental activities increase in net position of \$4,991,346 slightly lower than the FY 2021 net position increase, which was \$5,523,541.

Comparing FY 2022 with FY 2021, the business-type activities revenue increased \$1,571,828 (or 8.85%), while the expenses increased by \$1,764,892 (or 10.82%). In FY 2022, the results of Business-Type activities increase in net position of \$1,168,134 slightly lower than the FY 2021 net position increase, which was \$1,341,924.

For FY 2022, the General Fund reported an increase in the fund balance of \$2,688,601, compared to an increase in fund balance of \$1,505,670 in FY 2021.

For budgetary reporting purposes, the General Fund reported total resources equal to 106.06% of the budget, and expenditures of 97.87% of budget.

# **OVERVIEW OF THE FINANCIAL STATEMENTS**

The financial statements presented herein include all of the activities of the City and its component units using the integrated approach as prescribed in GASB Statement No. 34. Included in this report are government-wide statements for two categories of activities—governmental and business-type. The government-wide financial statements present the complete financial picture of the City from the economic resources management focus using the accrual basis of accounting. They present governmental activities and business-type activities separately and combined. These statements include all assets of the City (including infrastructure capital assets) as well as all liabilities (including all long-term debt).

The MD&A is intended to serve as an introduction to the City's basic financial statements. These statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. The MD&A report also contains required supplementary information and other supplementary information.

The government-wide financial statements provide long-term and short-term information about the City's overall financial status. The fund financial statements focus on individual parts of the City and provide greater detail of the City's operations. The notes explain some of the information in the statements and provide more detailed data.

# GOVERNMENT-WIDE FINANCIAL STATEMENTS

One of the most frequently asked questions about the City's finances is, "Has the City's overall financial condition improved, declined, or remained steady over the past year?" The Statement of Net Position and the Statement of Activities report information about the City as a whole and about its activities in a way that helps answer this question. They are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business, including all assets and liabilities using the accrual basis of accounting. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

The government-wide financial statements distinguish between two types of City functions. Governmental activities are principally supported by taxes and intergovernmental revenues. The governmental activities of the City basic services include general government, police, fire, protective inspections, public works, community development, and recreation. These activities are primarily financed though property taxes, utility taxes, gas taxes, sales taxes, and the City's utilities contribution.

Other City functions are Business-Type activities and are intended to recover all or a significant portion of their costs through user fees and charges. The City's Business-Type activities reflect private sector-type operations (water, sewer, and sanitation), where the fee for services typically covers all or most of the cost of operation, including depreciation.

Along with several other statements, the Governmental-wide statements include:

Statement of Net position presents information on all the City's assets, deferred outflows of resources, liabilities, and deferred inflows of resources.

- This statement format combines and consolidates the governmental funds' current financial resources with capital assets (including infrastructure), and long-term obligations.
- Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

Statement of Activities presents changes in the City's net position during the most recent fiscal year.

- o All changes in net position are reported when the change occurs, regardless of the timing of related cash flows.
- o 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).

# **FUND FINANCIAL STATEMENTS**

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

# **GOVERNMENTAL FUNDS**

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements,

governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decision. 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 seven individual governmental funds.

General Fund
Transportation Surtax Fund
Tax Increment Financing Fund (TIF)

Street Improvement Fund
Community Investment Tax Fund (CIT)
Premium Investment Fund

Debt Service Fund

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, the Street Improvement Fund and the Transportation Surtax Fund, all of which are considered major funds. This year's financial combines the Community Investment Tax Fund, the Debt Service Fund, the Tax Increment Financing Fund, and the Premium Insurance Fund. Details of these funds along with the Debt Services Fund are found in the Other Supplementary Information.

# PROPRIETARY FUNDS

Proprietary funds provide the same type of information as the government-wide financial statements in more detail. The City of Temple Terrace maintains two different types of proprietary funds.

Enterprise funds are used to report the same functions presented as Business-Type activities in the government-wide financial statements. The City uses an enterprise fund to account for its Water/Sewer and Sanitation operations. The proprietary fund financial statements provide separate information for the two major enterprise funds.

Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for fleet maintenance. These services predominantly benefit governmental rather than Business-Type functions. They have been included within governmental activities in the government-wide financial statements. The internal service fund is presented in the proprietary fund financial statements.

# 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.

# NOTES TO THE FINANCIAL STATEMENTS

The notes provide additional information essential to a full understanding of the data provided in the government-wide and fund financial statements.

# OTHER INFORMATION

The report also presents required supplementary information concerning the City of Temple Terrace's progress in funding its obligation to provide pension benefits and other postemployment benefits (OPEB) to its employees. The combining statements referred to earlier and other schedules are presented immediately following the required supplementary information on pensions.

#### **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 exceeded liabilities and deferred inflows by \$71,311,420 as of September 30, 2022. The table below reflects the condensed government-wide Statement of Net Position (in thousands).

	Gov.	Gov.	Business- Type	Business- Type		
	Activities	Activities	Activities	Activities	Total	Total
Category	2022	2021	2022	2021	2022	2021
	2022	2021	2022	2021	2022	2021
Assets:	<b>**</b> **********************************	<b>*</b>	<b></b>	***	<b></b>	***
Current and other assets	\$38,199	\$25,598	\$17,740	\$16,866	\$55,939	\$42,464
Capital assets (net)	50,596	50,712	31,648	30,551	82,244	81,263
Total assets	88,795	76,310	49,388	47,417	138,183	123,727
Deferred outflows of resources	10,550	2,572	143	210	10,693	2,782
Liabilities:						
Current and other liabilities	13,639	1,860	4,131	3,107	17,770	4,967
Noncurrent liabilities	55,903	52,214	1,155	1,391	57,058	53,605
Total liabilities	69,542	54,074	5,286	4,498	74,828	58,572
Deferred inflows of resources	2,412	2,408	325	377	2,737	2,785
Net position:						
Investment in capital assets	50,597	50,712	31,648	30,551	82,245	81,263
Restricted	11,566	12,465	10,040	8,179	21,606	20,644
Unrestricted	(34,772)	(40,777)	2,232	4,022	(32,540)	(36,755)
Total net position	\$27,391	\$22,400	\$43,920	\$42,752	\$71,311	\$65,152

The largest portion of the City's net position reflects its investment in capital assets (e.g., land, buildings and infrastructure, improvements other than buildings, and machinery and equipment), less any related debt used to acquire those assets that are still outstanding. The City of Temple Terrace uses these capital assets to provide a variety of services to its residents. Accordingly, 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.

Another portion of the City's net position, restricted net position, is at \$21,606,171, 30.3%, which represents resources that are subject to external restrictions on how they may be used, e.g., for debt and capital improvements. Restricted net position increased \$962,038, or 4.66% during the year. This was mainly due to improvement fees received and restricting enterprise funds for infrastructure replacements, repair, and improvements.

# STATEMENT OF ACTIVITIES

*(reported in thousands)* 

The key elements of the changes in the City's net position for the fiscal years ended September 30, 2022, and September 30, 2022, are as follows:

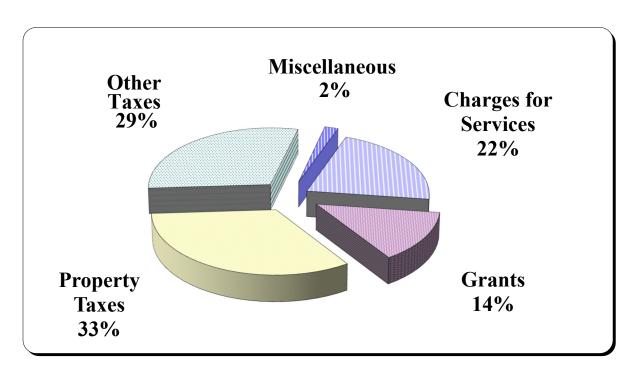
5 op 10 110 01 0 0, 2022, use us 10 10 10	Gov. Activities	Gov. Activities	Business- Type Activities	Business- Type Activities	Total	Total
Category	2022	2021	2022	2021	2022	2021
Revenues:						
Charges for services	\$8,651	\$10,895	\$18,111	\$17,582	\$26,762	\$28,477
Operating grants & contributions	2,435	449	0	0	2,435	449
Capital grants & contributions	2,883	1,217	1,151	176	4,034	1,393
Property taxes	13,361	12,591	0	0	13,361	12,591
Sales taxes	7,452	5,809	0	0	7,452	5,809
Utility taxes	4,107	3,730	0	0	4,107	3,730
Motor fuel taxes/street surtax	0	792	0	0	0	792
Local business taxes	319	246	0	0	319	246
Grants & contrib. not restricted	97	537	0	0	97	537
Investment earnings	264	93	48	7	312	100
Other general revenues	389	284	0	0	389	284
Gain on sale	90	68	30	4	120	72
Total revenues	40,048	36,711	19,340	17,769	59,388	54,480
Expenses:						
General government	9,158	4,598	0	0	9,158	4,598
Public safety	17,184	18,251	0	0	17,184	18,251
Public works	3,998	3,821	0	0	3,998	3,821
Economic development	143	141	0	0	143	141
Culture & rec	4,249	3,998	0	0	4,249	3,998
Long-term debt interest	420	492	0	0	420	492
Water and sewer	0	0	13,663	12,152	13,663	12,152
Sanitation	0	0	4,414	4,161	4,414	4,161
Total Expenses	35,151	31,301	18,077	16,313	53,229	47,614
Other financing sources:						
Transfers	95	114	(95)	(114)	0	0
Total other financing sources	95	114	(95)	(114)	0	0
Change in net position	4,991	5,524	1,168	1,342	6,159	6,866
Net position–beginning	22,400	16,876	42,752	41,410	65,152	58,286
Net position–ending	\$27,391	\$22,400	\$43,920	\$42,752	\$71,311	\$65,152

# **GOVERNMENTAL ACTIVITIES**

Governmental activities increased the City's net position by \$4,991,346. The key elements in the difference between the 2 years are as follows:

- Property taxes increased by \$770,317, 6.12% during FY 2022.
  - The increase is mainly due to an increase in property values.
- Sales tax revenue increased \$1,642,669, 28.28% during FY 2022.
- Utility taxes increased by \$376,661, 10.10% during FY 2022.
- Investment income increased \$170,346, 182.34% during FY 2022.

# REVENUE BY SOURCE-GOVERNMENTAL ACTIVITIES



The pie chart above shows that of the revenue for governmental activities, 36% comes from offsetting revenues which are charges for services, 22% and grants, 14%. The remaining 64% of revenue comes from property taxes, 33%, other taxes, 29%, and other miscellaneous general revenues, 2%.

# **BUSINESS-TYPE ACTIVITIES**

Business-Type activities increased the City's net position by \$1,168,134.

Key elements of the net increase were:

- The Water and Sewer Utility Fund had operating income of \$368,548 and the charges for services increased by \$406,252, or 3.06%.
- The Sanitation Fund had operating loss of \$332,886.
  - o This has grown over the 2021 operating loss of \$154,352.

• Charges for Services category accounts for 99.0% of the revenue generated in the enterprise funds. Rates are established to ensure operating expenses are covered.

# CITY OF TEMPLE TERRACE GOVERNMENTAL FUNDS-FUND BALANCE AS OF SEPTEMBER 30, 2022

		Street	Transportation	Non-Major	
Category	General	Improvement	Surtax Fund	Government Funds	Total
Non-spendable	\$781,960	\$0	\$0	\$0	\$781,960
Restricted	1,818,423	7,744,802	0	2,003,122	11,566,347
Unassigned	12,735,567	0	0	0	12,735,567
Total fund balance	\$15,335,950	\$7,744,802	\$0	\$2,003,122	\$25,083,874

# FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As shown above, at the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$25,083,874, an increase of \$1,397,703, in comparison with the prior year.

- Unassigned balance—available for spending is approximately 50.77% or \$12,735,567.
- Non-spendable-not in spendable form is 3.12% or \$781,960.
- Restricted—constrained for specific purposes which are externally imposed by providers 46.11% or \$11,566,347.

#### GENERAL FUND

The General Fund is the City's chief operating fund. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$12,735,567, while total fund balance increased to \$15,335,950. 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 approximately 44.08% of total General Fund expenditures excluding capital outlay and debt service, while total fund balance represents 53.08% of that same amount.

The fund balance of the City's General Fund increased \$2,688,601, for the period ending September 30, 2022. The General Fund Final Budget were equal in revenues and expenditures. Actual revenues of \$34,175,314 increased \$2,292,570 from Fiscal Year 2021 revenues of \$31,882,744.

- Actual revenues were over the budget by \$1,952,527. The variance (closest estimation to the budget and actual) was 6.06%.
- Actual expenditures were \$30,536,918 excluding other financing sources.
- Total actual excess revenue over expenditures as of September 30, 2022, changed from the original to final budget by \$2,617,239. The majority of the change was due to the \$1.7 million in intergovernmental revenue.

# STREET IMPROVEMENT FUND

The Street Improvement Fund increased by \$1,950,564 to a total fund balance of \$7,744,802, all of which is restricted for eligible street improvement programs.

- Current Fiscal Year revenues were \$2,941,606.
  - o increased \$843,226, 40.18% compared to Fiscal Year 2021.
- Current Fiscal Year expenditures were \$991,042.
  - o \$653,003 (65.89%) was spent on capital outlay.
  - o Total expenditures increased \$156,532, 18.76% compared to Fiscal Year 2021

# TRANSPORTATION SURTAX FUND

The Transportation Surtax Fund was established to account for the proceeds of the Hillsborough County approved referendum from 2018 and included gas tax revenues that were restricted to expenditure for specified purposes. On February 21, 2021, the Supreme Court of Florida concluded that the surtax is unconstitutional; consequently, the 1% Transportation Surtax in Hillsborough County could no longer be collected. On July 11, 2022, the Hillsborough County Clerk of Court directed the City of Temple Terrace to transfer all Transportation Improvement Surtax revenues back to the County by July 18, 2022. This included all interest collected from the tax revenue. A total of \$4,059,406.95 was remitted by the City to the Clerk of Court. This closed the Transportation Surtax Fund with a final zero balance.

#### PROPRIETARY FUNDS

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

- Unrestricted net position of the Water/Sewer Utility amounted to \$2,342,589.
  - o decreased by \$1,358,746 from FY 2021
- Unrestricted net position for the Sanitation Utility amounted to \$(110,421).
  - o decreased by \$431,069 from FY 2021

# CAPITAL ASSETS AND DEBT ADMINISTRATION

# **CAPITAL ASSETS**

The City's net investment in capital asset for its governmental and Business-Type activities as of September 30, 2022, totals \$82,244,803. This investment in capital assets includes:

- Land
- Construction work in progress
- Buildings and system improvements
- Machinery and equipment
- Park facilities
- Roads
- Highways
- Bridges

The City's total investment in capital assets for the current fiscal year increased by \$981,519 or 1.21%. This is comprised of a 0.23% decrease for governmental activities and a 3.59% increase for Business-Type activities.

Major capital asset events during the current fiscal year included:

The City's Total accumulated depreciation increased by \$4,596,193 or 5.94%.

- o Governmental activities accounted for \$2,871,811 or a 6.73% increase.
- o Business-Type activities accounted for \$1,724,381 or a 4.97% increase.

No debt is capital related.

# CAPITAL ASSETS AT YEAR-END NET OF DEPRECIATION

(Reported in thousands)

			<b>Business-</b>	<b>Business-</b>		
	Govt.	Govt.	Type	Type		
	Activities	Activities	Activities	Activities	Total	Total
Category	2022	2021	2022	2021	2022	2021
Land	\$5,385	\$5,385	\$2,417	\$2,417	\$7,802	\$7,802
Buildings	19,199	18,522	7,166	4,473	26,365	22,995
Improvements, other than						
buildings	10,507	9,887	0	0	10,507	9,887
Equipment	18,753	17,898	9,087	9,103	27,840	27,001
Infrastructure	41,655	40,935	46,242	45,849	87,897	86,784
Construction in Progress	391	761	2,814	3,399	3,205	4,160
Subtotal	95,890	93,388	67,726	65,242	163,616	158,629
Less: accumulated depreciation	(45,294)	(42,675)	(36,078)	(34,691)	(81,372)	(77,366)
Net capital assets	\$50,596	\$50,713	\$31,648	\$30,551	\$82,244	\$81,263

#### LONG-TERM LIABILITIES

At the end of the current fiscal year, the City of Temple Terrace had total debt outstanding secured by various revenue sources, e.g., revenue bonds, and covenants to budget and appropriation.

#### **OUTSTANDING DEBT AT YEAR-END**

Category	Govt. Activities 2022	Govt. Activities 2021
Revenue Notes	\$13,720,536	\$15,092,838

All debts are in Governmental Activities as previous enterprise debts had been paid off since 2017. All debt that appears to be shrinking faster than scheduled is due to land sales, interest savings applied to principle, refinancing, and the scheduled budget savings also applied to principle.

# GENERAL FUND BUDGETARY HIGHLIGHTS

During the current year, the adopted and final budgeted expenditures increased \$461,213. The reasons for the increase were to finish purchase orders that began in Fiscal Year 2021, and other revenue/expenditures that were not expected.

This year, the City experienced turnover in several key positions. This resulted in unbudgeted payouts and professional service contracts to fill gaps. City Council began the search for a new City Manager by accepting bids from firms to aid in the search. After careful review of multiple firms, the Council chose Colin Baezinger and Associates, a well-established, Florida-based consulting and municipal executive search firm.

At the end of Fiscal Year 2022, the City prepared for Hurricane Ian, which made landfall south of the Tampa Bay area during the final week of September. Though the storm's effects were much less severe for Temple Terrace than the areas of direct impact, the City still estimates just over \$1 million in costs incurred in preparation, response, City property damages, and post-storm clean-up. Staff immediately began working with FEMA in early Fiscal Year 2023 to apply for reimbursements.

# ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The City's taxable property values, set by the Hillsborough County Property Appraiser in June 2023, increased by \$560,000,000 or 26.8% to \$2.65 billion applicable to Fiscal Year 2023. The property tax revenue in the General Fund adopted in FY 2022 budget shows an increase of \$676,627 over Fiscal Year 2021. Over the last five years, property values have increased annually by an average of 10.9%. The City decreased the millage rate to 6.555 mils per \$1,000 assessed property value in Fiscal Year 2019 and kept the same rate for Fiscal Years 2020 through 2022. In September 2022, the City adopted a 6.455 millage rate for Fiscal Year 2023, a decrease of 0.1 mils.

The Fiscal Year 2022 budget utilizes some unassigned reserves to balance. In Fiscal Year 2021, City Council approved increasing the City's targeted general fund unassigned reserves to 20% operating expenditures, two and a half months' expenditures. The unassigned reserves for Fiscal Year 2022 are 36.2%

The Temple Terrace Redevelopment Area property values rose to \$121.1 million for Fiscal Year 2022, a taxable value increase of \$16,290,238 over the prior year value of \$104,851,912. Values in this area rose 15.5% over Fiscal Year 2021. The TIF income continues to assist in contributing to the interest payments on the investment in redevelopment. The budget includes interest and principal expense, but the amount of TIF income will prohibit the City from paying anything towards principal.

The Water/Sewer Enterprise Fund - comprised of several sub-funds, including operations, debt service, renewal and replacement, and improvement fees - is expected to improve its performance. Water, Sewer, and Irrigation rates were raised by 3.4 for Fiscal Year 2022 with additional increases planned for subsequent years to catch up and keep up with maintenance of the thousands of feet of water/sewer lines and annual increases from the City of Tampa for wastewater treatment.

The Sanitation Fund increased solid waste rates by 4.1% for Fiscal Year 2022 but struggled to keep up with inflationary costs such as gas and vehicle maintenance. The County also raised its landfill disposal rates by 15% in both 2021 and 2022.

# REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of and present accountability for the City of Temple Terrace's finances to users and interested parties, the citizens, taxpayers, customers, investors, and creditors. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Director via the City's website (http://www.templeterrace.gov), by phone at 813-506-6414, or mailed to:

City of Temple Terrace Finance Director 11250 N 56<sup>th</sup> Street Temple Terrace, FL 33687-2250

## **BASIC FINANCIAL STATEMENTS**

GOVERNMENTAL WIDE FINANCIAL STATEMENTS

FUND FINANCIAL STATEMENTS-GOVERNMENTAL, PROPRIETARY, AND FIDUCIARY

NOTES TO THE FINANCIAL STATEMENTS

## Statement of Net Position City of Temple Terrace, Florida September 30, 2022

Category         Activities         Activities         Total           ASSETS         Cash, cash equivalents and investments         \$33,910,691         \$5,400,286         \$39,310,977           Accounts receivable, net of allowance         3,177,338         2,217,270         5,394,608           Lease receivable         953,973         0         953,973           Inventories         108,598         82,777         191,375           Prepaids         48,049         0         48,049           Restricted cash         0         10,039,824         10,039,824           Capital assets:         Land and construction in progress         5,776,611         5,231,312         11,007,923           Other capital assets, net of depreciation         44,819,888         26,416,992         71,236,880           DEFERRED OUTFLOWS OF RESOURCES         88,795,148         49,388,461         138,183,609           Deferred outflows—Pension         9,934,420         39,321         9,973,741           TOTAL DEFERRED OUTFLOWS         10,550,434         143,332         10,693,766           LIABILITIES         Accounts payable         390,975         2,182,904         2,573,879           Accued payroll         666,223         145,054         811,277           Deposits		Governmental	Business-Type	T . 1
Cash, cash equivalents and investments         \$33,910,691         \$5,400,286         \$39,310,977           Accounts receivable, net of allowance         3,177,338         2,217,270         5,394,608           Lease receivable         953,973         0         953,973           Inventories         108,598         82,777         191,375           Prepaids         48,049         0         48,049           Restricted cash         0         10,039,824         10,039,824           Capital assets:         1         10,003,824         10,039,824           Land and construction in progress         5,776,611         5,231,312         11,007,923           Other capital assets, net of depreciation         44,819,888         26,416,992         71,236,880           DEFERRED OUTFLOWS OF RESOURCES         88,795,148         49,388,461         138,183,609           Deferred outflows—OPEB         616,014         104,011         720,025           Deferred outflows—Pension         9,934,420         39,321         9,973,741           TOTAL DEFERRED OUTFLOWS         10,550,434         143,332         10,693,766           LIABILITIES         666,223         145,054         811,277           Deposits and other payables         0         1,508,255         1,		Activities	Activities	1 otal
Accounts receivable, net of allowance         3,177,338         2,217,270         5,394,608           Lease receivable         953,973         0         953,973           Inventories         108,598         82,777         191,375           Prepaids         48,049         0         48,049           Restricted cash         0         10,039,824         10,039,824           Capital assets:         Land and construction in progress         5,776,611         5,231,312         11,007,923           Other capital assets, net of depreciation         44,819,888         26,416,992         71,236,880           TOTAL ASSETS         88,795,148         49,388,461         138,183,609           DEFERRED OUTFLOWS OF RESOURCES         616,014         104,011         720,025           Deferred outflows-OPEB         616,014         104,011         720,025           Deferred outflows-Pension         9,934,420         39,321         9,973,741           TOTAL DEFERRED OUTFLOWS         10,550,434         143,332         10,693,766           LABILITIES         390,975         2,182,904         2,573,879           Accrued payroll         666,223         145,054         811,277           Deposits and other payables         0         1,698,255         1,6		Ф <b>22</b> 010 (01	Φ <b>7.</b> 400 <b>2</b> 0.6	Ф20 210 0 <b>7</b> 7
Lease receivable				
Inventories   108,598   82,777   191,375   Prepaids   48,049   0   48,049   Restricted cash   0   10,039,824   10,039,828   10,003,82				
Prepaids         48,049         0         48,049           Restricted cash         0         10,039,824         10,039,824           Capital assets:         Land and construction in progress         5,776,611         5,231,312         11,007,923           Other capital assets, net of depreciation         44,819,888         26,416,992         71,236,880           DEFERRED OUTFLOWS OF RESOURCES         88,795,148         49,388,461         138,183,609           Deferred outflows-OPEB         616,014         104,011         720,025           Deferred outflows-Pension         9,934,420         39,321         9,973,741           TOTAL DEFERRED OUTFLOWS         10,550,434         143,332         10,693,766           LIABILITIES         390,975         2,182,904         2,573,879           Accoruse payable         390,975         2,182,904         2,573,879           Accrued payroll         666,223         145,054         811,277           Deposits and other payables         0         1,698,255         1,698,255           Unearned revenue         11,074,206         0         11,074,206           Long-term liabilities, including net pension liability         18,508,022         105,037         1,613,059           Due in more than one year         55,90		·	•	· ·
Restricted cash         0         10,039,824         10,039,824           Capital assets:         Land and construction in progress         5,776,611         5,231,312         11,007,923           Other capital assets, net of depreciation         44,819,888         26,416,992         71,236,880           DEFERRED OUTFLOWS OF RESOURCES         88,795,148         49,388,461         138,183,609           Deferred outflows-OPEB         616,014         104,011         720,025           Deferred outflows-Pension         9,934,420         39,321         9,973,741           TOTAL DEFERRED OUTFLOWS         10,550,434         143,332         10,693,766           LIABILITIES         390,975         2,182,904         2,573,879           Accrued payroll         666,223         145,054         811,277           Deposits and other payables         0         1,698,255         1,698,255           Uncarned revenue         11,074,206         0         11,074,206           Long-term liabilities, including net pension liability         11,508,022         105,037         1,613,059           Due im more than one year         55,903,058         1,155,333         57,058,391           Deferred inflows-Pension         476,872         155,148         632,020           Deferred in			·	
Capital assets:         Land and construction in progress         5,776,611         5,231,312         11,007,923           Other capital assets, net of depreciation         44,819,888         26,416,992         71,236,880           DEFERRED OUTFLOWS OF RESOURCES         88,795,148         49,388,461         138,183,609           Deferred outflows-OPEB         616,014         104,011         720,025           Deferred outflows-Pension         9,934,420         39,321         9,973,741           TOTAL DEFERRED OUTFLOWS         10,550,434         143,332         10,693,766           LIABILITIES         390,975         2,182,904         2,573,879           Accrued payroll         666,223         145,054         811,277           Deposits and other payables         0         1,698,255         1,698,255           Unearned revenue         11,074,206         0         11,074,206           Long-term liabilities, including net pension liability         15,508,022         105,037         1,613,059           Due in more than one year         55,903,058         1,155,333         57,058,391           DEFERRED INFLOWS OF RESOURCES         10,073,76         169,766         1,177,142           Deferred inflows-OPEB         1,007,376         169,766         1,177,142	=			· ·
Land and construction in progress   5,776,611   5,231,312   11,007,923     Other capital assets, net of depreciation   TOTAL ASSETS   44,819,888   26,416,992   71,236,880     TOTAL ASSETS   88,795,148   49,388,461   138,183,609     DEFERRED OUTFLOWS OF RESOURCES     Deferred outflows-OPEB   616,014   104,011   720,025     Deferred outflows-Pension   9,934,420   39,321   9,973,741     TOTAL DEFERRED OUTFLOWS   10,550,434   143,332   10,693,766     LIABILITIES   Accounts payable   390,975   2,182,904   2,573,879     Accrued payroll   666,223   145,054   811,277     Deposits and other payables   0   1,698,255   1,698,255     Uncarned revenue   11,074,206   0   11,074,206     Long-term liabilities, including net pension liability     Due within one year   1,508,022   105,037   1,613,059     Due in more than one year   55,903,058   1,155,333   57,058,391     TOTAL LIABILITIES   69,542,484   5,286,583   74,829,067     DEFERRED INFLOWS OF RESOURCES   1,007,376   169,766   1,177,142     Deferred inflows-OPEB   1,007,376   169,766   1,177,142     Deferred inflows-Leases   927,726   0   927,726     TOTAL DEFERRED INFLOWS   2,411,974   324,914   2,736,888     NET POSITION   Net investment in capital assets   50,596,499   31,648,304   82,244,803     Restricted-Donations and Forfeitures   72,611   0   72,611     Restricted-Pebt   4,540   0   4,540     Restricted-Renewal and Replacement   1,741,272   0   1,741,272     Restricted-Capital Projects   9,747,924   10,039,824   19,787,748     Unrestricted   (34,771,722)   2,232,168   (32,539,554)		0	10,039,824	10,039,824
Other capital assets, net of depreciation         44,819,888         26,416,992         71,236,880           TOTAL ASSETS         88,795,148         49,388,461         138,183,609           DEFERRED OUTFLOWS OF RESOURCES         88,795,148         49,388,461         138,183,609           Deferred outflows—OPEB         616,014         104,011         720,025           Deferred outflows—Pension         9,934,420         39,321         9,973,741           TOTAL DEFERRED OUTFLOWS         10,550,434         143,332         10,693,766           LIABILITIES         390,975         2,182,904         2,573,879           Accrued payroll         666,223         145,054         811,277           Deposits and other payables         0         1,698,255         1,698,255           Uncarned revenue         11,074,206         0         11,074,206           Long-term liabilities, including net pension liability         1         1,508,022         105,037         1,613,059           Due within one year         55,903,058         1,155,333         57,058,391           TOTAL LIABILITIES         69,542,484         5,286,583         74,829,067           DEFERRED INFLOWS OF RESOURCES         1,007,376         169,766         1,177,142           Deferred inflows—Pension	•			44.00=.000
TOTAL ASSETS   88,795,148   49,388,461   138,183,609     DEFERRED OUTFLOWS OF RESOURCES   Deferred outflows—OPEB   616,014   104,011   720,025     Deferred outflows—Pension   9,934,420   39,321   9,973,741     TOTAL DEFERRED OUTFLOWS   10,550,434   143,332   10,693,766     LIABILITIES   Accounts payable   390,975   2,182,904   2,573,879     Accrued payroll   666,223   145,054   811,277     Deposits and other payables   0 1,698,255   1,698,255     Uncarned revenue   11,074,206   0 11,074,206     Long-term liabilities, including net pension liability   Due within one year   1,508,022   105,037   1,613,059     Due in more than one year   55,903,058   1,155,333   57,058,391     TOTAL LIABILITIES   69,542,484   5,286,583   74,829,067     DEFERRED INFLOWS OF RESOURCES   Deferred inflows—OPEB   1,007,376   169,766   1,177,142     Deferred inflows—Pension   476,872   155,148   632,020     Deferred inflows—Leases   927,726   0 927,726     TOTAL DEFERRED INFLOWS   2,411,974   324,914   2,736,888     NET POSITION   Net investment in capital assets   50,596,499   31,648,304   82,244,803     Restricted—Debt   4,540   0   72,611     Restricted—Debt   4,540   0   4,540     Restricted—Debt   4,540   0   1,741,272     Restricted—Capital Projects   9,747,924   10,039,824   19,787,748     Unrestricted   1,741,772   2,232,168   (32,539,554)				
DEFERRED OUTFLOWS OF RESOURCES         616,014         104,011         720,025           Deferred outflows-Pension         9,934,420         39,321         9,973,741           TOTAL DEFERRED OUTFLOWS         10,550,434         143,332         10,693,766           LIABILITIES         390,975         2,182,904         2,573,879           Accrued payroll         666,223         145,054         811,277           Deposits and other payables         0         1,698,255         1,698,255           Uncarned revenue         11,074,206         0         11,074,206           Long-term liabilities, including net pension liability         11,508,022         105,037         1,613,059           Due in more than one year         55,903,058         1,155,333         57,058,391           DEFERRED INFLOWS OF RESOURCES         69,542,484         5,286,583         74,829,067           Deferred inflows-Pension         476,872         155,148         632,020           Deferred inflows-Pension         476,872         155,148         632,020           Deferred inflows-Leases         927,726         0         927,726           TOTAL DEFERRED INFLOWS         2,411,974         324,914         2,736,888           NET POSITION         2,411,974         324,914				
Deferred outflows-OPEB Deferred outflows-Pension         616,014 9,934,420         104,011 39,321         720,025 9,973,741           TOTAL DEFERRED OUTFLOWS         10,550,434         143,332         10,693,766           LIABILITIES         390,975         2,182,904         2,573,879           Accounts payable Accrued payroll George accounts and other payables George accounts and payroll George accounts and George accounts accounts and George accounts accounts and George accounts acco		88,795,148	49,388,461	138,183,609
Deferred outflows-Pension				
TOTAL DEFERRED OUTFLOWS         10,550,434         143,332         10,693,766           LIABILITIES         390,975         2,182,904         2,573,879           Accrued payroll         666,223         145,054         811,277           Deposits and other payables         0         1,698,255         1,698,255           Unearned revenue         11,074,206         0         11,074,206           Long-term liabilities, including net pension liability         0         1,508,022         105,037         1,613,059           Due within one year         55,903,058         1,155,333         57,058,391           TOTAL LIABILITIES         69,542,484         5,286,583         74,829,067           DEFERRED INFLOWS OF RESOURCES         1,007,376         169,766         1,177,142           Deferred inflows-Pension         476,872         155,148         632,020           Deferred inflows-Leases         927,726         0         927,726           TOTAL DEFERRED INFLOWS         2,411,974         324,914         2,736,888           NET POSITION         2,411,974         324,914         2,736,888           Nestricted-Donations and Forfeitures         72,611         0         72,611           Restricted-Debt         4,540         0<		·		
LIABILITIES           Accounts payable         390,975         2,182,904         2,573,879           Accrued payroll         666,223         145,054         811,277           Deposits and other payables         0         1,698,255         1,698,255           Unearned revenue         11,074,206         0         11,074,206           Long-term liabilities, including net pension liability         0         15,037         1,613,059           Due within one year         1,508,022         105,037         1,613,059           Due in more than one year         55,903,058         1,155,333         57,058,391           TOTAL LIABILITIES         69,542,484         5,286,583         74,829,067           DEFERRED INFLOWS OF RESOURCES         1,007,376         169,766         1,177,142           Deferred inflows-Pension         476,872         155,148         632,020           Deferred inflows-Leases         927,726         0         927,726           TOTAL DEFERRED INFLOWS         2,411,974         324,914         2,736,888           NET POSITION         Net investment in capital assets         50,596,499         31,648,304         82,244,803           Restricted-Donations and Forfeitures         72,611         0         72,611	<del>-</del>	9,934,420		
Accounts payable         390,975         2,182,904         2,573,879           Accrued payroll         666,223         145,054         811,277           Deposits and other payables         0         1,698,255         1,698,255           Unearned revenue         11,074,206         0         11,074,206           Long-term liabilities, including net pension liability         1,508,022         105,037         1,613,059           Due within one year         55,903,058         1,155,333         57,058,391           TOTAL LIABILITIES         69,542,484         5,286,583         74,829,067           DEFERRED INFLOWS OF RESOURCES         1,007,376         169,766         1,177,142           Deferred inflows-OPEB         1,007,376         169,766         1,177,142           Deferred inflows-Leases         927,726         0         927,726           TOTAL DEFERRED INFLOWS         2,411,974         324,914         2,736,888           NET POSITION         Net investment in capital assets         50,596,499         31,648,304         82,244,803           Restricted-Donations and Forfeitures         72,611         0         72,611           Restricted-Renewal and Replacement         1,741,272         0         1,741,272           Restricted-Capital Projects	TOTAL DEFERRED OUTFLOWS _	10,550,434	143,332	10,693,766
Accrued payroll         666,223         145,054         811,277           Deposits and other payables         0         1,698,255         1,698,255           Unearned revenue         11,074,206         0         11,074,206           Long-term liabilities, including net pension liability         1,508,022         105,037         1,613,059           Due within one year         55,903,058         1,155,333         57,058,391           TOTAL LIABILITIES         69,542,484         5,286,583         74,829,067           DEFERRED INFLOWS OF RESOURCES         596,542,484         5,286,583         74,829,067           Deferred inflows-OPEB         1,007,376         169,766         1,177,142           Deferred inflows-Leases         927,726         0         927,726           TOTAL DEFERRED INFLOWS         2,411,974         324,914         2,736,888           NET POSITION         31,648,304         82,244,803           Restricted-Donations and Forfeitures         72,611         0         72,611           Restricted-Debt         4,540         0         4,540           Restricted-Renewal and Replacement         1,741,272         0         1,741,272           Restricted-Capital Projects         9,747,924         10,039,824         19,787,748	LIABILITIES			
Deposits and other payables         0         1,698,255         1,698,255           Unearned revenue         11,074,206         0         11,074,206           Long-term liabilities, including net pension liability         1,508,022         105,037         1,613,059           Due within one year         55,903,058         1,155,333         57,058,391           TOTAL LIABILITIES         69,542,484         5,286,583         74,829,067           DEFERRED INFLOWS OF RESOURCES         0         169,766         1,177,142           Deferred inflows-OPEB         1,007,376         169,766         1,177,142           Deferred inflows-Leases         927,726         0         927,726           TOTAL DEFERRED INFLOWS         2,411,974         324,914         2,736,888           NET POSITION         2,411,974         324,914         2,736,888           Net investment in capital assets         50,596,499         31,648,304         82,244,803           Restricted-Donations and Forfeitures         72,611         0         72,611           Restricted-Renewal and Replacement         1,741,272         0         1,741,272           Restricted-Capital Projects         9,747,924         10,039,824         19,787,748           Unrestricted         (34,771,722) <td< td=""><td></td><td>390,975</td><td>2,182,904</td><td>2,573,879</td></td<>		390,975	2,182,904	2,573,879
Unearned revenue         11,074,206         0         11,074,206           Long-term liabilities, including net pension liability         1,508,022         105,037         1,613,059           Due within one year         55,903,058         1,155,333         57,058,391           TOTAL LIABILITIES         69,542,484         5,286,583         74,829,067           DEFERRED INFLOWS OF RESOURCES         0         1,007,376         169,766         1,177,142           Deferred inflows-OPEB         1,007,376         169,766         1,177,142           Deferred inflows-Pension         476,872         155,148         632,020           Deferred inflows-Leases         927,726         0         927,726           TOTAL DEFERRED INFLOWS         2,411,974         324,914         2,736,888           NET POSITION         Net investment in capital assets         50,596,499         31,648,304         82,244,803           Restricted-Donations and Forfeitures         72,611         0         72,611           Restricted-Renewal and Replacement         1,741,272         0         1,741,272           Restricted-Capital Projects         9,747,924         10,039,824         19,787,748           Unrestricted         (34,771,722)         2,232,168         (32,539,554)	Accrued payroll	666,223	145,054	811,277
Long-term liabilities, including net pension liability         1,508,022         105,037         1,613,059           Due within one year         55,903,058         1,155,333         57,058,391           TOTAL LIABILITIES         69,542,484         5,286,583         74,829,067           DEFERRED INFLOWS OF RESOURCES           Deferred inflows-OPEB         1,007,376         169,766         1,177,142           Deferred inflows-Pension         476,872         155,148         632,020           Deferred inflows-Leases         927,726         0         927,726           TOTAL DEFERRED INFLOWS         2,411,974         324,914         2,736,888           NET POSITION         Net investment in capital assets         50,596,499         31,648,304         82,244,803           Restricted-Donations and Forfeitures         72,611         0         72,611           Restricted-Debt         4,540         0         4,540           Restricted-Renewal and Replacement         1,741,272         0         1,741,272           Restricted-Capital Projects         9,747,924         10,039,824         19,787,748           Unrestricted         (34,771,722)         2,232,168         (32,539,554)	Deposits and other payables	0	1,698,255	1,698,255
Due within one year         1,508,022         105,037         1,613,059           Due in more than one year         55,903,058         1,155,333         57,058,391           TOTAL LIABILITIES         69,542,484         5,286,583         74,829,067           DEFERRED INFLOWS OF RESOURCES           Deferred inflows-OPEB         1,007,376         169,766         1,177,142           Deferred inflows-Pension         476,872         155,148         632,020           Deferred inflows-Leases         927,726         0         927,726           TOTAL DEFERRED INFLOWS         2,411,974         324,914         2,736,888           NET POSITION         Net investment in capital assets         50,596,499         31,648,304         82,244,803           Restricted-Donations and Forfeitures         72,611         0         72,611           Restricted-Debt         4,540         0         4,540           Restricted-Renewal and Replacement         1,741,272         0         1,741,272           Restricted-Capital Projects         9,747,924         10,039,824         19,787,748           Unrestricted         (34,771,722)         2,232,168         (32,539,554)	Unearned revenue	11,074,206	0	11,074,206
Due in more than one year         55,903,058         1,155,333         57,058,391           TOTAL LIABILITIES         69,542,484         5,286,583         74,829,067           DEFERRED INFLOWS OF RESOURCES         51,007,376         169,766         1,177,142           Deferred inflows-OPEB         1,007,376         155,148         632,020           Deferred inflows-Leases         927,726         0         927,726           TOTAL DEFERRED INFLOWS         2,411,974         324,914         2,736,888           NET POSITION         50,596,499         31,648,304         82,244,803           Restricted-Donations and Forfeitures         72,611         0         72,611           Restricted-Debt         4,540         0         4,540           Restricted-Renewal and Replacement         1,741,272         0         1,741,272           Restricted-Capital Projects         9,747,924         10,039,824         19,787,748           Unrestricted         (34,771,722)         2,232,168         (32,539,554)	Long-term liabilities, including net pension liability			
TOTAL LIABILITIES         69,542,484         5,286,583         74,829,067           DEFERRED INFLOWS OF RESOURCES         1,007,376         169,766         1,177,142           Deferred inflows-OPEB         476,872         155,148         632,020           Deferred inflows-Leases         927,726         0         927,726           TOTAL DEFERRED INFLOWS         2,411,974         324,914         2,736,888           NET POSITION         50,596,499         31,648,304         82,244,803           Restricted-Donations and Forfeitures         72,611         0         72,611           Restricted-Debt         4,540         0         4,540           Restricted-Renewal and Replacement         1,741,272         0         1,741,272           Restricted-Capital Projects         9,747,924         10,039,824         19,787,748           Unrestricted         (34,771,722)         2,232,168         (32,539,554)	Due within one year	1,508,022	105,037	1,613,059
DEFERRED INFLOWS OF RESOURCES           Deferred inflows—OPEB         1,007,376         169,766         1,177,142           Deferred inflows—Pension         476,872         155,148         632,020           Deferred inflows—Leases         927,726         0         927,726           TOTAL DEFERRED INFLOWS         2,411,974         324,914         2,736,888           NET POSITION         50,596,499         31,648,304         82,244,803           Restricted—Donations and Forfeitures         72,611         0         72,611           Restricted—Debt         4,540         0         4,540           Restricted—Renewal and Replacement         1,741,272         0         1,741,272           Restricted—Capital Projects         9,747,924         10,039,824         19,787,748           Unrestricted         (34,771,722)         2,232,168         (32,539,554)	Due in more than one year	55,903,058	1,155,333	57,058,391
Deferred inflows-OPEB         1,007,376         169,766         1,177,142           Deferred inflows-Pension         476,872         155,148         632,020           Deferred inflows-Leases         927,726         0         927,726           TOTAL DEFERRED INFLOWS         2,411,974         324,914         2,736,888           NET POSITION           Net investment in capital assets         50,596,499         31,648,304         82,244,803           Restricted-Donations and Forfeitures         72,611         0         72,611           Restricted-Debt         4,540         0         4,540           Restricted-Renewal and Replacement         1,741,272         0         1,741,272           Restricted-Capital Projects         9,747,924         10,039,824         19,787,748           Unrestricted         (34,771,722)         2,232,168         (32,539,554)	TOTAL LIABILITIES	69,542,484	5,286,583	74,829,067
Deferred inflows-Pension         476,872         155,148         632,020           Deferred inflows-Leases         927,726         0         927,726           TOTAL DEFERRED INFLOWS           NET POSITION           Net investment in capital assets         50,596,499         31,648,304         82,244,803           Restricted-Donations and Forfeitures         72,611         0         72,611           Restricted-Debt         4,540         0         4,540           Restricted-Renewal and Replacement         1,741,272         0         1,741,272           Restricted-Capital Projects         9,747,924         10,039,824         19,787,748           Unrestricted         (34,771,722)         2,232,168         (32,539,554)	DEFERRED INFLOWS OF RESOURCES			
Deferred inflows-Leases         927,726         0         927,726           TOTAL DEFERRED INFLOWS         2,411,974         324,914         2,736,888           NET POSITION           Net investment in capital assets         50,596,499         31,648,304         82,244,803           Restricted-Donations and Forfeitures         72,611         0         72,611           Restricted-Debt         4,540         0         4,540           Restricted-Renewal and Replacement         1,741,272         0         1,741,272           Restricted-Capital Projects         9,747,924         10,039,824         19,787,748           Unrestricted         (34,771,722)         2,232,168         (32,539,554)	Deferred inflows-OPEB	1,007,376	169,766	1,177,142
Deferred inflows—Leases         927,726         0         927,726           TOTAL DEFERRED INFLOWS         2,411,974         324,914         2,736,888           NET POSITION         50,596,499         31,648,304         82,244,803           Restricted—Donations and Forfeitures         72,611         0         72,611           Restricted—Debt         4,540         0         4,540           Restricted—Renewal and Replacement         1,741,272         0         1,741,272           Restricted—Capital Projects         9,747,924         10,039,824         19,787,748           Unrestricted         (34,771,722)         2,232,168         (32,539,554)	Deferred inflows-Pension	476,872	155,148	632,020
TOTAL DEFERRED INFLOWS         2,411,974         324,914         2,736,888           NET POSITION         50,596,499         31,648,304         82,244,803           Restricted—Donations and Forfeitures         72,611         0         72,611           Restricted—Debt         4,540         0         4,540           Restricted—Renewal and Replacement         1,741,272         0         1,741,272           Restricted—Capital Projects         9,747,924         10,039,824         19,787,748           Unrestricted         (34,771,722)         2,232,168         (32,539,554)	Deferred inflows-Leases	•	_	•
NET POSITION         Net investment in capital assets       50,596,499       31,648,304       82,244,803         Restricted—Donations and Forfeitures       72,611       0       72,611         Restricted—Debt       4,540       0       4,540         Restricted—Renewal and Replacement       1,741,272       0       1,741,272         Restricted—Capital Projects       9,747,924       10,039,824       19,787,748         Unrestricted       (34,771,722)       2,232,168       (32,539,554)	TOTAL DEFERRED INFLOWS	•	324,914	
Net investment in capital assets       50,596,499       31,648,304       82,244,803         Restricted—Donations and Forfeitures       72,611       0       72,611         Restricted—Debt       4,540       0       4,540         Restricted—Renewal and Replacement       1,741,272       0       1,741,272         Restricted—Capital Projects       9,747,924       10,039,824       19,787,748         Unrestricted       (34,771,722)       2,232,168       (32,539,554)	NET POSITION	, ,	,	<u> </u>
Restricted—Donations and Forfeitures       72,611       0       72,611         Restricted—Debt       4,540       0       4,540         Restricted—Renewal and Replacement       1,741,272       0       1,741,272         Restricted—Capital Projects       9,747,924       10,039,824       19,787,748         Unrestricted       (34,771,722)       2,232,168       (32,539,554)		50,596,499	31,648,304	82,244,803
Restricted-Debt       4,540       0       4,540         Restricted-Renewal and Replacement       1,741,272       0       1,741,272         Restricted-Capital Projects       9,747,924       10,039,824       19,787,748         Unrestricted       (34,771,722)       2,232,168       (32,539,554)				
Restricted–Renewal and Replacement       1,741,272       0       1,741,272         Restricted–Capital Projects       9,747,924       10,039,824       19,787,748         Unrestricted       (34,771,722)       2,232,168       (32,539,554)				
Restricted-Capital Projects       9,747,924       10,039,824       19,787,748         Unrestricted       (34,771,722)       2,232,168       (32,539,554)				· ·
Unrestricted (34,771,722) 2,232,168 (32,539,554)	<u> •</u>			
	ė v			
TOTAL NET POSITION \$27,391,124 \$43,920,296 \$71,311,420			·	

## Statement of Activities City of Temple Terrace, Florida For the fiscal year ended September 30, 2022

		Program Revenues		Net (expense) re	evenue and cha	nges in net position	
Primary Government		Charges for	Operating Grants and	Capital Grants and	Govt.	Business- Type	Changes in Net
Functions/Programs	Expenses	Services	Contributions	Contributions	Activities	Activities	Position-Total
Governmental activities:							
General government	\$9,158,266	\$ 5,544,960	\$214,002	\$0	\$(3,399,305)	\$0	\$(3,399,304)
Public safety	17,183,846	2,275,065	2,060,000	0	(12,848,782)	0	(12,848,781)
Culture & recreation	4,248,584	830,571	161,430	0	(3,256,583)	0	(3,256,583)
Public works	3,997,724	0	0	2,146,524	(1,851,200)	0	(1,851,200)
Economic development	143,019	0	0	736,132	593,113	0	593,113
Int. on long term debit	419,857	0	0	0	(419,857)	0	(419,857)
TOTAL GOVT. ACTIVITIES	35,151,296	8,650,596	2,435,432	2,882,656	(21,182,612)	0	(21,182,612)
Business activities:							
Water/Sewer utility	13,662,821	14,029,837	0	1,151,150	0	1,518,166	1,518,166
Sanitation	4,414,492	4,081,606	0	0	0	(332,886)	(332,886)
TOTAL BUSINESS ACTIVITIES	18,077,313	18,111,443	0	1,151,150	0	1,185,280	1,185,280
Total primary government	\$53,228,609	\$26,762,039	\$2,435,432	\$4,033,806	(21,182,612)	1,185,280	(19,997,332)
	Gener	al revenues:					
	Proper	rty taxes, levied	d for general purp	oose	13,361,397	0	13,361,397
	Sales	taxes			7,451,898	0	7,451,898
	Utility	taxes			4,106,579	0	4,106,579
		business taxes			319.450	0	319,450
	Unres	tricted grants a	nd contributions		96,598	0	96,598
		tricted investme	ent earnings		263,768	48,117	311,885
		llaneous			389,211	0	389,211
		on sale of capita	al assets		90,138	29,656	119,794
	Transf				94,919	(94,919)	0
		Total general revenues and transfers			26,173,958	(17,146)	26,156,812
	Chang	ge in net positio	n		4,991,346	1,168,134	6,159,480
		sition–beginni	ng		22,399,778	42,752,162	65,151,940
	Net po	osition-ending			\$27,391,124	\$43,920,296	\$71,311,420

## Balance Sheet – Governmental Funds City of Temple Terrace, Florida September 30, 2022

Category	General Fund	Street Improvement Fund	Transportation Surtax Fund	Non-Major Govt. Funds	Total Govt. Funds
ASSETS					
Cash and cash equivalents	\$24,263,361	\$7,749,422	\$0	\$1,883,365	\$33,896,148
Receivables:					
Accounts-billed, net	60,548	0	0	0	60,548
Accounts-unbilled, net	19,495	0	0	0	19,495
Interest due on investments	703	1,394	0	2,123	4,220
Due from other agencies	274,770	14,474	0	126,074	415,318
Other receivables	2,677,701	0	0	0	2,677,701
Lease receivable	953,973	0	0	0	953,973
Prepaid Items	48,049	0	0	0	48,049
TOTAL ASSETS	\$28,298,600	\$7,765,290	\$0	\$2,011,562	\$38,075,452
LIABILITIES					
Accounts payable	\$305,656	\$20,488	\$0	\$8,440	\$334,584
Accrued payroll	655,062	0	0	0	655,062
Unearned revenue	11,074,206	0	0	0	11,074,206
TOTAL LIABILITIES	12,034,924	20,488	0	8,440	12,063,852
DEFERRED INFLOWS OF					
RESOURCES					
Leases	927,726	0	0	0	927,726
FUND BALANCES					
Non-spendable	781,960	0	0	0	781,960
Restricted	1,818,423	7,744,802	0	2,003,122	11,566,347
Unassigned	12,735,567	0	0	0	12,735,567
TOTAL FUND BALANCES	15,335,950	7,744,802	0	2,003,122	25,083,874
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND	¢20 200 700	\$7.7 <i>6</i> 5.000	60	¢2 011 572	¢20 075 452
BALANCES	\$28,298,600	\$7,765,290	\$0	\$2,011,562	\$38,075,452

## Reconciliation of Governmental Funds Balance Sheet to the Statement of Net Position City of Temple Terrace, Florida September 30, 2022

Category		Amount
Total fund balances–governmental funds		\$25,083,874
Capital assets used in governmental activities are not financial resources		
and are not reported in the governmental funds.		
Governmental capital assets	95,890,690	
Less accumulated depreciation	(45,294,191)	
Net governmental capital assets		50,596,499
The net pension liability is not due and payable in current period and is not		
reported in the governmental funds.		(36,736,465)
Deferred Outflows/Inflows of resources reported in the statement of net		
position:	(04.020	
Net deferred outflows—OPEB	604,820	
Net deferred inflows—OPEB	(989,165)	
Net deferred outflows—pensions	9,907,572	
Net deferred inflows—pensions	(370,933)	0.152.204
		9,152,294
Long-term liabilities, including bonds payable, are not due and payable in		
the current period and, therefore, are not reported in the funds.	(12.720.52()	
Revenue notes payable	(13,720,536)	
Compensated absences, net of internal service funds	(1,417,186)	
Other Post-Employment Benefits	(5,297,265)	(20. 42.4.007)
Total governmental long-term liabilities		(20,434,987)
Internal service funds are used by management to charge the cost of fleet		
maintenance. The assets and liabilities of the Internal service funds are used		
by management to charge the cost of internal service funds are included in		
governmental activities in the statement of net position.		(270,091)
	<del>-</del>	( / /
Net position of governmental activities	-	\$27,391,124

## Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds City of Temple Terrace, Florida

For the fiscal year ended September 30, 2022

	General	Street	Transportation	Non Major	
Category	Fund	Improveme nt Fund	Transportation Surtax Fund	Non-Major Govt. Funds	Total Funds
REVENUES					
Taxes	\$17,787,426	\$750,814	\$0	\$1,884,435	\$20,422,675
Licenses & permits	623,336	0	0	0	623,336
Franchise fees	2,449,584	0	0	0	2,449,584
Intergovernmental	6,748,756	837,873	0	952,690	8,539,319
Charges for services	4,841,673	0	0	0	4,841,673
Fines & forfeitures	87,766	0	0	0	87,766
Investment earnings (loss)	215,961	44,268	2,471	1,068	263,768
Contributions & donations	510,898	1,308,651	0	0	1,819,549
Other	909,914	0	0	0	909,914
TOTAL REVENUES	34,175,314	2,941,606	2,471	2,838,194	39,957,584
EXPENDITURES Current:					
General government	4,948,620	0	4,059,407	0	9,008,027
Public safety	17,592,167	0	4,039,407	630,858	18,223,025
Culture and recreation	3,538,181	0	0	050,858	3,538,181
Public works	2,660,829	338,039	0	0	2,998,868
Economic development	151,426	0	0	0	151,426
Capital outlay	1,035,231	653,003	0	1,074,569	2,762,803
Debt service:	1,030,231	022,002	ŭ	1,071,000	2,702,003
Principal	610,464	0	0	752,733	1,363,197
Interest	0	0	0	419,857	419,857
Other debt service costs	0	0	0	0	0
TOTAL EXPENDITURES	30,536,918	991,042	4,059,407	2,878,017	38,465,384
Excess (deficiency) or revenues					
over (under) expenditures	3,638,396	1,950,564	(4,056,936)	(39,823)	1,492,201
OTHER FINANCING SOURCES					
(USES)					
Transfers in	0	0	0	1,539,635	1,539,635
Transfers out	(1,039,933)	0	0	(684,337)	(1,724,270)
Proceeds from sale of capital					
assets	90,138	0	0	0	90,138
TOTAL OTHER FINANCING					
SOURCES (USES)	(949,795)	0	0	855,298	(94,497)
NET CHANGE IN FUND					
BALANCES	2,688,601	1,950,564	(4,056,936)	815,475	1,397,703
FUND BALANCES (DEFICIT),					
BEGINNING	12,647,349	5,794,238	4,056,936	1,187,648	23,686,171
FUND BALANCES, ENDING	\$15,335,950	\$7,744,802	\$0	\$2,003,122	\$25,083,874

# Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities City of Temple Terrace, Florida For the fiscal year ended September 30, 2022

Category		Amount
Net changes in fund balances-total governmental funds		\$1,397,703
Governmental funds report capital outlays as expenditures. However, in the		
statement of activities, the cost of the assets is allocated over their estimated		
useful lives and reported as depreciation expense. This is the amount by which		
capital outlays exceed depreciation expense in the current period.		
Expenditures for capital assets	2,761,400	
Less current year depreciation	(2,871,811)	
Net governmental capital assets		(110,411)
In the statement of activities, only the gain on sale of capital assets is reported.		
However, in the governmental funds, the proceeds from the sale increases		
financial resources. Thus, the change in net position differs from the		
change in fund balance by the capital asset sold.		(5,499)
Bond proceeds provide current financial resources to governmental funds,		
while the repayment of the principal consumes the current financial resources		
of governmental funds. Governmental funds report debt issuance.		
Principal payments		1,363,197
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		
the governmental funds.		
Change in long-term compensated absences, net of internal service fund	59,541	
Change in net OPEB obligation	347,128	
Change in pension related amounts	1,990,833	
Total Other Expenses		2,397,502
The internal service fund is used by management to charge the costs of fleet		
maintenance to individual funds. The net income (loss) of the internal service		
funds is reported with governmental activities	-	(51,146)
Change in Net Position of governmental activities.	<u>-</u>	\$4,991,346

### Statement of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual – General Fund City of Temple Terrace, Florida For the fiscal year ended September 30, 2022

Category	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES				, ,
Property tax	\$13,207,479	\$13,207,479	\$13,361,397	\$153,918
Utility tax	4,080,000	4,080,000	4,106,579	26,579
Local business tax	250,000	250,000	319,450	69,450
Licenses & permits	1,148,000	1,148,000	623,336	(524,664)
Franchise fees	2,018,000	2,018,000	2,449,584	431,584
Intergovernmental	5,051,695	5,051,695	6,748,756	1,697,061
Charges for service	5,238,587	5,238,587	4,841,673	(396,914)
Fines and forfeitures	42,275	42,275	87,766	45,491
Investment earnings	150,338	150,338	215,961	65,623
Contributions & donations	79,000	79,000	510,898	431,898
Other & appropriated	496,200	957,413	909,914	(47,499)
TOTAL REVENUES	31,761,574	32,222,787	34,175,314	1,952,527
EXPENDITURES				
General government				
Legislative	429,984	429,984	403,027	26,957
Legal	313,930	313,930	289,306	24,624
Executive	590,174	590,174	617,444	(27,270)
Human resources	655,951	655,951	605,873	50,078
Information tech.	980,462	980,462	885,114	95,348
Finance	546,684	546,684	569,127	(22,443)
Community development	712,512	712,512	803,384	(90,872)
Code enforcement	400,313	400,313	398,543	1,770
Non-departmental	337,500	337,500	376,802	(39,302)
Total general government	4,967,510	4,967,510	4,948,620	18,889
Economic development				
Economic development	162,688	162,688	151,426	11,262
Total economic development	162,688	162,688	151,426	11,262
Total Continue acveropment	102,000	102,000	101,120	11,202
Public safety				
Public safety-police	10,216,631	10,216,631	9,163,151	1,053,480
Public safety–fire	8,252,342	8,252,342	8,429,016	(176,674)
Total public safety	18,468,973	18,468,973	17,592,167	876,806

Continued

### Statement of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual – General Fund City of Temple Terrace, Florida For the fiscal year ended September 30, 2022

Culture & recreation				
Culture & rec-library	849,956	849,956	850,757	(801)
Culture & rec-parks	2,751,952	2,751,952	2,687,424	64,528
Total culture & recreation	3,601,908	3,601,908	3,538,181	63,727
Public works				
Administration	1,156,839	1,156,839	1,416,712	(259,873)
Streets	1,277,994	1,281,007	1,244,117	36,890
Total public works	2,434,833	2,437,846	2,660,829	(222,983)
~	406.50	0.5.4.50.5	1 00 7 00 1	(00.70.6)
Capital outlay	496,505	954,705	1,035,231	(80,526)
Debt service	608,000	608,000	610,464	(2,464)
TOTAL EXPENDITURES	30,740,417	31,201,630	30,536,918	664,711
Excess (Deficiency) of Revenues	1 001 157	1 001 157	2 (20 20 (	2 (17 220
Over (Under) Expenditures	1,021,157	1,021,157	3,638,396	2,617,239
OTHER FINANCING SOURCES				
(USES)	0	0	0	0
Transfers in	0	0	0	0
Transfers out	(1,021,157)	(1,021,157)	(1,039,933)	(18,776)
Sale of capital assets	0	0	90,138	90,138
TOTAL OTHER FINANCING				
SOURCES (USES)	(1,021,157)	(1,021,157)	(949,795)	71,362
seemels (esls)	(1,021,107)	(1,021,107)	(3.13,732)	71,502
NET CHANGE IN FUND				
BALANCE	0	0	2,688,601	2,688,601
FUND BALANCE-BEGINNING	0	0	12,647,349	12,647,349
FUND BALANCE-ENDING	\$0	\$0	\$15,335,950	\$15,335,950

### Statement of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual – Street Improvement Revenue Fund City of Temple Terrace, Florida For the fiscal year ended September 30, 2022

	0 : : 1	F: 1	A 4 1	Variance with
Catagamy	Original Budget	Final Budget	Actual	Final Budget - Positive (Negative)
Category REVENUES	Budget	Budget	Amounts	Positive (Negative)
Taxes	\$725,000	\$725,000	\$750,814	\$25,814
Intergovernmental	605,000	605,000	837,873	232,873
Investment earnings	150	150	44,268	44,118
Contributions and donations	0	0	1,308,651	1,308,651
Other	4,500,000	4,729,706	0	(4,729,706
TOTAL REVENUES	5,830,150	6,059,856	2,941,606	(3,118,250)
EXPENDITURES Public works				
Street maintenance	268,500	268,500	268,710	(210)
Engineering	69,329	69,329	69,329	0
Total public works	337,829	337,829	338,039	(210)
Capital Outlay	2,358,000	2,587,706	653,003	1,934,703
TOTAL EXPENDITURES	2,695,829	2,925,535	991,042	1,934,493
Excess/deficiency of revenues over/under expenditures	3,134,321	3,134,321	1,950,564	(1,183,757)
OTHER FINANCING SOURCES (USES)	, ,	, ,	,	
Transfers out	0	0	0	0
Reserve for contingency	3,134,321	3,134,321	0	3,134,321
TOTAL OTHER FINANCING				
SOURCES (USES)	3,134,321	3,134,321	0	3,134,321
NET CHANGE IN FUND BALANCE	0	0	1,950,564	1,950,564
FUND BALANCES-BEGINNING	0	0	5,794,238	5,794,238
FUND BALANCES-ENDING	\$0	\$0	\$7,744,802	\$7,744,802

### Statement of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual –Transportation Surtax Fund City of Temple Terrace, Florida For the fiscal year ended September 30, 2022

Category	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES				, <u> </u>
Taxes	\$0	\$0	\$0	\$0
Investment earnings	0	0	2,471	2,471
Other	4,054,491	4,054,491	0	(4,054,491)
TOTAL REVENUES	4,054,491	4,054,491	2,471	(4,052,020)
EXPENDITURES				
General government				
Non-departmental	0	0	4,059,407	4,059,407
Total general government	0	0	4,059,407	4,059,407
Capital Outlay	0	0	0	0
TOTAL EXPENDITURES _	0	0	4,059,407	(4,059,407)
Excess/deficiency of revenues over/under Expenditures	4,054,491	4,054,491	(4,056,936)	(8,111,427)
OTHER FINANCING SOURCES (USES)				
Reserve for contingency	4,054,491	4,054,491	0	0
TOTAL OTHER FINANCING SOURCES (USES) _	4,054,491	4,054,491	0	0
NET CHANGE IN FUND BALANCE	0	0	(4,056,936)	(4,056,936)
FUND BALANCES-BEGINNING	0	0	4,056,936	4,056,936
FUND BALANCES-ENDING	\$0	\$0	\$0	\$0

## Statement of Net Position – Proprietary Funds City of Temple Terrace, Florida September 30, 2022

Category	Water & Sewer Utility (Business)	Sanitation Utility (Business)	Total Business- Type Activity	Internal Service (Govt.)
CURRENT ASSETS	,	,		,
Equity in pooled cash & investments	\$5,265,042	\$135,244	\$5,400,286	\$14,543
Accounts receivable: billed, net	959,097	231,775	1,190,872	0
Accounts receivable: unbilled	813,468	203,166	1,016,634	0
Interest receivable	3,999	5,765	9,764	56
Inventories	82,777	0	82,777	108,598
TOTAL CURRENT ASSETS	7,124,383	575,950	7,700,333	123,197
NON-CURRENT ASSETS				
Restricted cash, cash equity, & invest.				
Equity in pooled cash & invest	10,039,824	0	10,039,824	0
Capital assets	10,039,021	Ŭ	10,039,021	Ů
Land and construction in progress	5,231,312	0	5,231,312	0
Other capital assets	57,932,110	4,562,586	62,494,696	0
Less accumulated depreciation	(32,547,551)	(3,530,153)	(36,077,704)	(170,864)
NET CAPITAL ASSETS	30,615,872	1,032,433	31,648,304	0
		, ,		
TOTAL NON-CURRENT ASSETS	40,655,695	1,032,433	41,688,128	0
TOTAL ASSETS	47,780,078	1,608,383	49,388,461	123,197
DEFERRED OUTFLOW OF RESOURCES				
Deferred outflows-OPEB related	73,302	30,709	104,011	11,194
Deferred outflows-pension related	12,799	26,522	39,321	26,848
TOTAL DEFERRED OUTFLOWS	86,101	57,231	143,332	38,042
	,	,	,	
CURRENT LIABILITIES				
Accounts payable	2,053,019	129,888	2,182,905	56,391
Accrued payroll	117,397	27,657	145,054	11,161
Compensated absences	84,222	20,815	105,037	7,996
Customer deposits	1,692,403	5,852	1,698,255	0
TOTAL CURRENT LIABILITIES	3,947,041	184,212	4,131,251	75,548
NON-CURRENT LIABILITIES				
Compensated absences	84,222	20,815	105,037	7,996
Total OPEB obligation	609,323	267,662	876,987	105,295
Net pension liability	56,407	116,902	173,309	118,343
TOTAL NON-CURRENT LIABILITIES	749,952	405,379	1,155,333	231,634
TOTAL LIADILITIES	4 606 002	500 500	5 206 502	207 101
TOTAL LIABILITIES Continued	4,696,993	589,590	5,286,583	307,181

## Statement of Net Position – Proprietary Funds City of Temple Terrace, Florida September 30, 2022

			Total	
	Water &	Sanitation	<b>Business-</b>	Internal
	Sewer Utility	Utility	Type	Service
Category	(Business)	(Business)	Activity	(Govt.)
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows-OPEB related	120,399	49,367	169,766	18,211
Deferred inflows-pension related	50,503	104,645	155,148	105,939
TOTAL DEFERRED INFLOWS OF RESOURCES	170,902	154,012	324,914	124,150
NET POSITION				
Net investment in capital assets	30,615,871	1,032,433	31,648,304	0
Restricted: capital projects	10,039,824	0	10,039,824	0
Unrestricted/ (deficit)	2,342,589	(110,421)	2,232,168	(270,092)
TOTAL NET POSITION	\$42,998,284	\$922,012	\$43,920,296	\$(270,092)

## Statement of Revenues, Expenditures, and Changes in Net Position – Proprietary Funds City of Temple Terrace, Florida For the fiscal year ended September 30, 2022

	Water &			
Sewer Sa		Sanitation	Total	Internal
	Utility	Utility	Business-	Service
Category	(Business)	(Business)	Type Activity	(Govt.)
OPERATING REVENUES	Ò	`		·
Charges for services	\$13,662,060	\$4,016,739	\$17,678,799	\$67,814
Water/ sewer taps & extensions	19,010	0	19,010	0
Recycling	0	64,867	64,867	0
Other	348,768	0	348,768	0
TOTAL OPERATING REVENUES	14,029,837	4,081,606	18,111,443	67,814
OPERATING EXPENSES				
Salary and wages	2,065,592	735,849	2,801,441	200,510
Fringe benefits and payroll taxes	455,778	304,509	760,287	115,830
Sewer treatment charges	0	1,633,674	1,633,674	0
Waste disposal charges	5,055,542	0	5,055,542	ő
Insurance	236,012	62,810	298,822	1,872
Utilities and telephone	420,186	4,122	424,308	400
Vehicle maintenance	2,589	214,123	216,712	10,128
Fuel	110,831	230,251	341,082	2,615
Professional services	490,795	119,894	610,689	23,422
Repairs and maintenance	718,126	23,582	741,708	11,823
Postage and office supplies	45,928	1,919	47,847	0
Operating supplies	337,281	41,628	378,909	32,323
Rental and lease costs	358,564	61,759	420,323	0
Other	386,140	764	386,904	529
Depreciation	1,465,015	259,365	1,724,380	0
Admin. charges from other funds	1,512,910	720,243	2,233,153	0
TOTAL OPERATING EXPENSES	13,661,289		18,075,781	
		4,414,492		399,452
OPERATING INCOME/ (LOSS)	368,548	(332,886)	35,662	(331,638)
NON-OPERATING REVENUES (EXPENSES)				
Investment earnings/loss	47,187	930	48,117	938
Interest and fiscal charges	(1,532)	0	(1,532)	0
Sale of capital assets (loss)	20,749	8,907	29,656	0
TOTAL NON-OPERATING REVENUES				
(EXPENSES)	66,404	9,837	76,241	938
Income/loss before contributions & transfers	434,952	(323,049)	111,903	(330,700)
Impact fees paid by customers	1,151,150	(323,047)	1,151,150	0
Transfers in	0	0	0	279,554
Transfers out	(21,228)	(73,691)	(94,919)	0
CHANGE IN NET POSITION	1,564,874	(396,740)	1,168,134	(51,146)
				· · · · · · · · · · · · · · · · · · ·
NET POSITION–BEGINNING	41,433,410	1,318,752	42,752,162	(218,946)
NET POSITION–ENDING	\$42,998,284	\$922,012	\$43,920,296	\$(270,092)
				50

## Statement of Cash Flows – Proprietary Funds City of Temple Terrace, Florida For the fiscal year ended September 30, 2022

	Water &		Total	
	Sewer	Sanitation	Business-	Internal
	Utility	Utility	Type	Service
Category	(Business)	(Business)	Activity	(Govt.)
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from customers	\$14,043,588	\$4,147,784	\$18,191,372	\$67,814
Cash payments to suppliers	(8,921,193)	(3,109,749)	(12,030,942)	(76,406)
Cash payments to employees	(2,673,911)	(1,037,396)	(3,711,307)	(262,357)
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	2,448,484	639	2,449,123	(270,949)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES			, ,	
Cash transfers to other funds	(2,071,228)	(73,691)	(2,144,919)	0
Cash transfers from other funds	2,050,000	0	2,050,000	279,554
NET CASH (USED FOR) NON-CAPITAL			, ,	, , , , , , , , , , , , , , , , , , ,
FINANCING ACTIVITIES	(21,228)	(73,691)	(94,919)	279,554
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Interest payments on long-term debt	(1,532)	0	(1,532)	0
Acquisition and construction of C.A.	(2,528,118)	(293,694)	(2,821,812)	0
Proceeds from sale of capital assets	20,749	8,907	29,656	0
Impact fees paid by customers	1,151,150	0	1,151,150	0
NET CASH PROVIDED BY (USED FOR) CAPITAL & RELATED FINANCING ACTIVITIES	(1,357,751)	(284,787)	(1,642,538)	0
CASH FLOWS FROM INVESTING ACTIVITIES				
Sale of capital assets (loss)	0	0	0	0
Interest and dividends on investments	47,187	930	48,117	938
NET CASH PROVIDED BY (USED FOR) INVESTING ACTIVITIES	47,187	930	48,117	938
NET INCREASE/DECREASE IN CASH & CASH EQUIVALENTS	1,116,692	(356,909)	759,783	9,543
	1,110,072	(330,707)	137,103	7,543
Cash & cash equivalents, October 1, 2021	14,188,174	492,153	14,680,327	5,000
Cash & cash equivalents, Sept. 30, 2022	\$15,304,866	\$135,244	\$15,440,110	\$14,543
CASH & CASH EQUIVALENTS CONSIST OF				
Pooled cash & investments: current	\$5,265,042	\$135,244	\$5,400,286	\$14,543
Pooled cash & investments: non-current	10,039,824	0	10,039,824	0
TOTAL CASH & CASH EQUIVALENTS AT YEAR- END	\$15,304,866	\$135,244	\$15,440,110	\$14,543
(Continued)		,		,

## Statement of Cash Flows – Proprietary Funds (continued) City of Temple Terrace, Florida For the fiscal year ended September 30, 2022

	Water & Sewer	Sanitation Utility	Total Business-	Internal Service
Category	Utility (Business)	(Business)	Type Activity	(Govt.)
RECONCILIATION OF OPERATING	,		<u> </u>	
INCOME (LOSS) TO NET CASH				
PROVIDED BY OPERATING ACTIVITIES				
Operating income (loss)	\$368,548	\$(332,886)	\$35,662	\$(331,638)
Adjustments to reconcile operating income to				
Net cash provided by operating activities				
Depreciation & amortization expense	1,465,015	259,365	1,724,380	0
Change in assets & liabilities				
Increase/decrease accts receivable-net	(184,076)	61,278	(122,798)	0
Increase/decrease due to others	(320,094)	0	(320,094)	0
Increase/decrease inventories	8,077	0	8,077	(38,624)
Increase/decrease deferred outflow OPEB	37,532	13,672	51,204	3,729
Increase/decrease deferred outflow pension	21,774	(5,846)	15,928	(6,719)
Increase/decrease accounts payable	1,065,728	5,020	1,070,748	45,330
Increase/decrease accrued payroll	(1,857)	(31,793)	(33,650)	(1,816)
Increase/decrease OPEB liability	(154,469)	(56,270)	(210,739)	(15,348)
Increase/decrease net pension liability	(23,305)	69,231	45,926	71,929
Increase/decrease customer deposits	197,827	4,900	202,727	0
Increase/decrease deferred inflow OPEB	68,316	24,886	93,202	6,788
Increase/decrease deferred inflow pension	(137,506)	(7,792)	(145,298)	(3,529)
Increase/decrease compensated absences	36,974	(3,127)	33,848	(1,051)
Total adjustments	2,079,936	333,525	2,413,461	60,689
NET CACH DROVIDED/LICED FOR				
NET CASH PROVIDED/USED FOR OPERATING ACTIVITIES	\$2,448,484	\$639	\$2,449,123	\$(270,949)

## Statement of Fiduciary Net Position – Pension Trust Funds City of Temple Terrace, Florida September 30, 2022

Category		Amount
ASSETS		_
Cash and cash equivalents: money market		\$1,776,803
Total cash and cash equivalents		1,776,803
Receivables		_
Employer contribution		14,686
Investment income		84,067
Total receivables		98,753
Investments at fair value		
U.S. Treasury obligations and agency securities		10,563,314
Corporate bonds		1,318,816
Common stocks and mutual funds		37,284,734
Other-pooled/comingled funds		15,231,168
Total investments		64,398,032
Total assets		66,273,588
LIABILITIES		
Investment expenses		17,260
Administrative and other total payables		23,205
	TOTAL PAYABLE LIABILITIES	40,465
Net position restricted for pensions		\$66,233,123

## Statement of Changes in Fiduciary Net Position – Pension Trust Funds City of Temple Terrace, Florida For the fiscal year ended September 30, 2022

Category	Amount
Additions	
Contributions	\$630,858
State tax on insurance premiums	3,831,952
Contributions-employer	839,108
Contributions-employee	60,502
Employee Buy-back	5,362,420
Total contributions	
Investment income/(loss)	(11,115,327)
Net appreciation/(decrease) in fair value of investment interest	1,119,829
Total investment income/(loss)	(9,995,498)
Investment expense	(619,672)
Net investment income/(loss)	(10,615,170)
Total additions/(decrease)	(5,252,750)
Deductions	
Pension benefits	4,378,083
Termination refunds	149,735
Administrative expense	133,983
Total deductions	4,661,801
Change in net position	(9,914,551)
Net position–beginning	76,147,674
Net position-end	\$66,233,123



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## Note I-Summary of Significant Accounting Policies

- Reporting Entity
- Basis of Presentation
- Basis of Accounting and Measurement Focus
- Budget Data
- Assets, Liabilities, and Fund Equity
- Revenues, Expenditures, and Expenses

## Note II-Stewardship, Compliance, and Accountability

- Material Violations of Finance Related Legal and Contractual Provisions
- Deficit Fund Balance of Net Position of Individual Funds
- Excess of Expenditures Over Appropriations

### **Note III-Detail Notes-All Funds**

- Assets
  - Cash and Investments
  - Unbilled Receivables
  - Allowance for Doubtful Accounts
  - o Property Taxes
  - o Due from Other Agencies
- Liabilities
  - o Pension Plan Obligations
  - o Post-Employment Benefit Obligations
  - o Other Employee Benefits
  - o Long-Term Liabilities

## **Note IV-Other Information**

- Risk Financing
- Leases
- Subsequent Events

## NOTE I-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Temple Terrace (the City) have been prepared in accordance with Generally Accepted Accounting Principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting principles. Significant accounting policies are described below.

#### REPORTING ENTITY

The City of Temple Terrace, incorporated on May 28, 1925, is a Florida municipality governed by the Mayor and five council members, all elected at-large. It operates under a Charter adopted on May 5, 1978, which provides for Council/Manager form of government. The City is located on the west coast of the State of Florida in the Tampa Bay Area.

As required by Generally Accepted Accounting Principles, the financial statements of the reporting entity include those of the City (the primary government) and its component units, entities for which the City is considered to be financially accountable.

The financial reporting entity consists of the following:

- The primary government
- Organizations for which the primary government is financially accountable.
- Other organizations that, because of the nature and significance of their relationship with the primary government, may not be excluded from the financial reporting entity.

In evaluating the City as a reporting entity, management has addressed all potential component units for which the City may or may not be financially accountable and, if applicable, has included them in the City's financial statements.

#### BLENDED COMPONENT UNITS

On December 16, 2003, by Resolution Number 168-03, the City established Temple Terrace Redevelopment Agency (TTRA) as a component unit of the City pursuant to Section 163.512, Florida Statutes. Although legally separate, the TTRA provides all its services entirely to the City and the TTRA Board is comprised wholly of City Council members. City Management has operational responsibility for the TTRA and manages the activities in essentially the same manner in which it manages its own programs and departments. Separate financial statements are issued for TTRA. Fiscal year 2006 was the first year TTRA realized any financial activity. The information associated with this Tax Increment Financing Fund is reflected as a non-major governmental fund in the City's Other Supplementary Information.

#### **BASIS OF PRESENTATION**

#### GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements ("Statement of Net Position" and "Statement of Activities") report information on all of the non-fiduciary activities of the primary government and its component units. The effect of interfund activity has mostly been removed from these statements. Governmental activities, normally supported

by taxes and intergovernmental revenues, are reported separately from Business-Type activities, which rely to a significant extent on fees and charges for 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 (a) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (b) grants and contributions that are restricted to meet 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.

Internal service activity of the City has been eliminated on the government-wide financial statements. Other interfund activity, namely overhead charges absorbed by the General Fund and allocated amongst the City's other funds, is reported as revenue in the fund providing the service or incurring the cost to be allocated and is reported as expense in the funds receiving the service or incurring the allocable share of the overhead charge.

Internal Service Funds of a government are presented in summary form as part of the proprietary fund financial statements. Since the predominant users of the internal services are the City's governmental activities, financial statements of Internal Service Funds are consolidated in the governmental column when presented at the government-wide level.

The City's fiduciary funds are presented in the fund financial statements. Since these assets are being held for the benefit of a third party (pension plan participants) and cannot be used to address activities or obligations of the government, they are not incorporated into the government-wide statements.

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 in separate columns in the fund financial statements.

#### **FUND FINANCIAL STATEMENTS**

The financial transactions of the City are recorded in individual funds. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, deferred outflows, liabilities, deferred inflows, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements. The two Fiduciary Funds are not included in the government-wide statements and are summarized as basic financial statements.

#### Governmental Funds

The City recognizes the following governmental funds:

**General Fund (major fund)**—the general operating fund of the City. It accounts for all financial resources not accounted for or reported in another fund.

Street Improvement Special Revenue Fund (major fund)—accounts for the proceeds of various intergovernmental gas tax revenues that are restricted to expenditure for specified purposes. The funds are generally used for items that are capital in nature but can be used for street maintenance.

Community Investment Special Revenue Fund—accounts for the proceeds from the half-cent sales tax revenues that are restricted for specified purposes. The funds are generally used for capital items but can be used for public safety equipment that may or may not meet the capitalization threshold.

The Tax Increment Financing Special Revenue Fund-accounts for the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes associated with the Temple Terrace Redevelopment Area.

The Insurance Premium Tax Fund—accounts for excise tax imposed on homeowners' insurance premiums collected by the State of Florida to help fund contributions to Firefighters' and Police Pension plans.

**Debt Service Fund**-accounts for resources that are restricted, committed, or assigned to expenditure for principal and interest.

Surtax Transportation Fund Special Revenue Fund (major fund)—accounted for the proceeds of the Hillsborough County approved referendum from 2018 and included gas tax revenues that were restricted to expenditure for specified purposes. The funds were for capital street improvements approved by both the City Council and the Independent Oversight Committee (IOC). The City did not spend any of these funds due to the immediate challenges to the tax. On February 21, 2021, the Supreme Court of Florida concluded that the surtax is unconstitutional; consequently, the 1% Transportation Surtax in Hillsborough County could no longer be collected. On July 11, 2022, the Hillsborough County Clerk of Court directed the City of Temple Terrace to transfer all Transportation Improvement Surtax revenues back to the County by July 18, 2022. This included all interest collected from the tax revenue. A total of \$4,059,407 was remitted by the City to the Clerk of Court. This closed the Transportation Surtax Fund with a final zero balance.

#### **Proprietary Funds**

The Proprietary Funds include Enterprise Funds for utility operations and Internal Service Funds for services within the City on a cost reimbursement basis. The City recognizes the following major proprietary funds:

Water & Sewer Utility Fund-accounts for the activities in providing water and wastewater collection, treatment and distribution services to the public.

Sanitation Utility Fund-accounts for the activities in providing solid waste collection, transportation, and disposal services to the public.

**Internal Service Fund**—accounts for the financing of goods and services provided by one department to other departments of the governmental unit on a cost-reimbursement basis. The City reports fleet maintenance as internal services.

#### Fiduciary Funds

**Pension Trust Funds**—account for the activities of the City's Police Officers' Retirement Fund and Firefighters' Retirement Fund. They are excluded from the government-wide financial statements because they are fiduciary in nature and do not represent resources available to the government for operation.

#### BASIS OF ACCOUNTING AND MEASUREMENT FOCUS

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made, regardless of the measurement focus applied.

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.

#### MODIFIED ACCRUAL

Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. Property taxes, intergovernmental revenues, franchise fees, licenses, and interest associated with the current fiscal period are considered to be susceptible to accrual and 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.

"Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, (i.e., within 60 days of the end of the current fiscal period). Expenditures are recognized at the time the fund liability is incurred, if measurable. Interest and principal payments on general long-term liabilities and compensated absences are recognized when paid. When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, and then unrestricted resources as needed.

#### ACCRUAL

All Proprietary and Fiduciary Funds are accounted for using the accrual basis of accounting and the economic resources measurement focus. Their revenues are recognized when they are earned, and expenses recognized when they are incurred.

#### PROPRIETARY FUNDS

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 are charges for services, while operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

#### **BUDGET POLICY**

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

- Not later than 45 days prior to the end of the fiscal year, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing October 1. The operating budget includes proposed expenditures and the means of financing them.
- Two public hearings are conducted to obtain taxpayer comments.
- Prior to October 1, the budget is legally enacted through passage of an ordinance and resolution, unless an extension of time is authorized by the State legislature.
- The City Manager or Finance Director is authorized to transfer any unencumbered appropriation balance or portion thereof between departments and programs within a fund, and appropriate donated expenditures based on the request of donor. The City Council may, by resolution, transfer any unencumbered appropriation balance or portion thereof from one fund to another.
- The City Council adopts the Budget Ordinance for all operating funds of the City except for Trust Funds. Budgets of the General, Special Revenue, and Debt Service, funds are adopted on a basis consistent with Generally Accepted Accounting Principles (GAAP). The insurance premium tax fund is not budgeted. Expenditures may not legally exceed appropriations for each fund.

The key dates affecting the annual budget for the fiscal year ended September 30, 2022, were as follows:

Session	Date
City Council Budget Work Sessions	June 28, June 30, July 26, July 28, & August 16-19
City advises the Property Appraiser of tentative	
millage	August 3
First public hearing and adoption of tentative millage	
rate	September 6
Second public hearing and adoption of millage rate	September 20
Beginning of fiscal year for which taxes were levied	October 1, 2022

All budget amounts presented in the accompanying financial statements and supplemental information have been adjusted for legally authorized revisions of the annual budgets during the year.

#### **ENCUMBRANCES**

Encumbrances outstanding at year-end do not represent GAAP expenditures or liabilities but represent budgetary accounting controls. All Governmental Fund budgets are maintained on the modified accrual basis of accounting and expenditures exclude purchase orders and contracts (encumbrances) issued for goods or services not received at year end. The actual results of operations, presented in accordance with GAAP and the City's accounting policies do not recognize encumbrances as expenditures until the period in which the goods or services are actually received and a liability is incurred. With the implementation of GASB Statement No. 54, encumbrances are not presented separately within the financial statements. They are part of fund equity and are restricted, committed, or assigned on the balance sheet depending on the nature of the encumbrance. Although encumbrances lapse at year-end, it is the City's intention to substantially honor these encumbrances under authority provided in the subsequent year's budget. The City's legally adopted budget does not automatically include an appropriation for encumbrances.

#### ASSETS, LIABILITIES, AND FUND EQUITY

#### CASH AND INVESTMENTS

All funds participate in the pooled cash investment program. Investment income is allocated to individual funds based upon their average daily balance in the cash pool. Each fund's individual equity in the City's investment pool is considered to be a cash equivalent, since the funds can deposit or effectively withdraw cash at any time without prior notice or penalty. This methodology is also used in the statement of cash flows for the proprietary funds.

Investments in debt securities are recorded at fair value based on quoted market prices of comparable instruments or other observable inputs. The City's policy for reporting particular investments at amortized cost applies only to investments held in external investment pools which are 2a7-like. The value of the City's position in qualified external investment pools is the same as the value of the pool shares.

#### RECEIVABLES

Accounts receivable are recorded in the General, Special Revenue and Enterprise fund types. Property taxes, which were levied during fiscal year 2022, and are uncollected as of September 30, 2022, are immaterial and therefore not recorded as receivable.

There are allowances for uncollectable accounts based on the history of the percentage normally collected, by payor, for the EMS billing. The allowance for uncollectable accounts for utility billing is recorded as the amount outstanding 120 days or more.

#### **INVENTORIES**

General Fund departments maintain their own inventory and inventory is no longer centralized. Inventory included in the Water and Sewer Utility Fund consists of maintenance parts, various sizes of water meters along with various sizes of water lines. Inventory included in the Fleet Maintenance Fund consists of maintenance parts held for consumption.

#### **LEASES**

The City is a lessee for small office equipment. None of the leases are material at this time and are recorded as rental expense. When the City is the lessee of a material lease, the contract will result in recognition of a right-to-use intangible asset that is offset by a corresponding lease liability. When the City is the lessor, the contracts result in recognition of a lease receivable and corresponding deferred inflows of resources. Lease intangible assets are reported with capital assets and lease liabilities are reported with long term liabilities on the government-wide and proprietary fund statements.

Estimates and judgments are sometimes made when determining the discount rate and overall term for leases. The City monitors its leases for significant changes in circumstances that warrant a remeasurement of the lease liability and associated intangible asset, and/or lease receivable and associated deferred inflows of resources.

#### RESTRICTED ASSETS

Cash and investments shown as restricted are comprised of amounts restricted for debt service, capital projects, and renewal and replacement.

#### CAPITAL ASSETS AND DEPRECIATION

Capital assets, which include property, plant, equipment, and infrastructure assets such as, roads, bridges, and sidewalks, are reported in the applicable governmental or Business-Type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 and an estimated useful life of greater than one year. Such assets are recorded at historical cost, including all infrastructure assets as required by GASB 34. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Asset	Years of Useful Life
Buildings	30-50 years
Improvements other than buildings	30-50 years
Equipment	5-10 years
Vehicles	5-10 years
Infrastructure, including transportation	30-50 years

The Water and Sewer Utility Fund and the Sanitation Utility Fund pay a rental charge to the General Fund for the use of the land and buildings reflected in the Governmental Capital Assets.

#### **EQUITY CLASSIFICATIONS-GOVERNMENT-WIDE STATEMENTS**

#### **Government-Wide Statements**

Equity is classified as net position and displayed in three components:

#### Net investment in capital assets

Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other liabilities that are attributable to the acquisition, construction, or improvement of those assets.

#### Restricted net position

Consists of net position with constraints placed on the use either by (a) external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or (b) law through constitutional provisions or enabling legislation. Restrictions include donations and forfeitures, renewal and replacement, and capital projects. Earnings on restricted assets are included in net income of the statement of activities. Increases in restricted assets result in a decrease to unrestricted net position.

#### Unrestricted net position

All other net position that does not meet the definition of "restricted" or "net investment in capital assets."

#### **Fund Statements**

Governmental fund equity is classified as fund balance. Appropriations for a specific purpose are stipulated by an external resource provider or imposed by a law or enabling legislature that restricts its use. Fund balance is further classified as non-spendable, restricted, and unrestricted, which is further split between committed, assigned, and unassigned. Proprietary fund equity is classified the same as in the government-wide statements.

#### Non-spendable

Amounts that cannot be spent because they are either (a) not in spendable form, such as prepaid items, inventories, or long-term notes receivable; or (b) legally or contractually required to be maintained intact, such as the principal portion of an endowment. For the fiscal year ended September 30, 2022, non-spendable fund balance in the General Fund totaled \$781,960. This balance consisted of \$48,049 of prepaid items, and \$733,911 representing a long-term loan initiated in 2005 for the Temple Terrace Golf Club.

#### Restricted

Amounts that can be spent only for specific purposes stipulated by (a) external resource providers, such as creditors, grantors, contributors, or laws or regulations of other governmental entities; or (b) imposed by law through constitutional provisions or enabling legislation that creates the revenue source and restricts its use. The detail is seen below:

Category	Amount
General Fund	_
Randy Mann Scholarship Funds	\$798
Donations-Knox Box Program	1,724
Police Contraband & Forfeitures	47,932
911 Funding	432,080
Tree Impact Fees	1,279,649
Friend (Library)	15,240
Buddy Baseball	40,000
Kids (Bring to Workday)	1,000_
Total General Fund	1,818,423
Street Improvements	7,744,802
CIT-Public Safety, Arts Education Center	1,998,582
Debt Service	4,540
Total Restricted Fund Balances	\$11,566,347

Proprietary Fund equity restricts a portion of net position equal to certain assets to comply with revenue bond indenture covenants or other legal commitments. The use of restricted net position has been limited to the following items:

Capital Projects indicates a portion of net position attributable to water and sewer improvement fees, which are restricted for costs related to physical plant expansion. The Statement of Net Position includes \$10,039,824 restricted for capital projects.

#### Committed

Amounts that can be used only for the specific purposes determined by formal action (resolution) of the City Council, the City's highest level of decision-making authority. Commitments are binding unless removed by the City Council's formal action. Any formal action should occur prior to the end of the fiscal year. There was no committed fund balance as of September 30, 2022.

#### Assigned

Amounts established by the City Manager or Finance Director intended to be used for specific purposes that are a result of either incomplete purchase orders, or orders made prior to the end of the fiscal year and was not received timely by the end of the fiscal year. There was no assigned fund balance as of September 30, 2022.

#### Unassigned

The remaining portion of fund balance that does not fall into another category; positive unassigned fund balance applies to the General Fund only. Governmental funds, other than the General Fund, may reflect negative unassigned fund balance if expenditures exceed amounts that are restricted, committed or assigned to those purposes. The City's revised fund balance policy states that the General Fund shall strive to maintain an unassigned fund balance of a minimum of 20% of operating expenditures. This has been accomplished.

In accordance with the City's policy, restricted funds will be spent first unless there are legal documents that prohibit doing this, such as grant agreements. Regarding the use of unrestricted fund balance amounts, committed would be reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

#### REVENUES, EXPENDITURES, AND EXPENSES

#### REVENUES

Governmental revenues are accrued unless their actual collection falls outside the availability period of 60 days, consistent with the modified accrual basis of accounting.

#### **Property Taxes**

Property taxes are billed and collected within the same fiscal period and are reflected on a cash basis when it is received from the tax collector. Since virtually all taxes levied will be collected through the tax collection process, remittances in October and November for prior year taxes are insignificant.

Under Florida Law, the assessment of all properties and the collection of all City property taxes are consolidated in the offices of the County Property Appraiser and County Tax Collector. The laws of the State regulating tax assessment are also designed to assure a consistent property valuation method statewide. All property is reassessed according to its fair market value on January 1 of each year. However, an increase in assessed value on eligible homestead property is limited to the lesser of 3% or the consumer price index. Each assessment roll is submitted to the Executive Director of the State Department of Revenue for review to determine if the rolls meet all of the appropriate requirements of State Statutes.

The tax levy of the City is established by the City Council prior to October 1 of each year and the Hillsborough County Property Appraiser incorporates the Millage into the total tax levy, which includes the municipality, county, independent districts, and the County School Board tax requirements. State Statutes permit cities to levy

at a rate up to 10 mills (\$10 per \$1,000 of assessed taxable property value). The Millage rate in effect for the fiscal year ending September 30, 2022, was 6.555.

All taxes are due and payable on November 1 of each year or as soon thereafter as the assessment roll is certified and delivered to the Tax Collector. All unpaid taxes become delinquent on April 1 following the year in which they were assessed, and at such time a lien on the property is recorded. 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. Delinquent taxes on real property bear interest of 18% per year. On or prior to June 1 following the tax year, certificates are sold for all delinquent taxes on real property. The certificate holder may apply for a tax deed on any unredeemed tax certificate after a period of 2 years. The County holds unsold certificates.

#### Impact Fees

Impact Fees recorded in the General Fund are levied per individual agreements with developers and are not subject to refund; therefore, the revenue is recognized when received.

#### Tap and/or Connection Fees

Tap fees are reported as revenue only to the extent that the amount equals the cost of physical connection to the system. Since fees were not generated in excess of the cost to connect, no addition to contributed capital is required.

#### **EXPENDITURES**

Expenditures are recognized when incurred with the following exceptions permitted by Generally Accepted Accounting Principles:

General obligation long-term debt principal and interest are reported, if any, when due.

Inventory costs are reported when items are consumed.

#### INTERFUND TRANSFERS

Transfers were used to:

- Move \$362,505 from the General Fund, which is required to collect taxes, to the Tax Increment Financing Fund, which is required to expend them.
- Move receipts totaling \$1,177,130 allocated to meet debt service requirements from the funds collecting the receipts to the Debt Service Fund as debt service payments become due.
- Move receipts from the General Fund and Enterprise Funds totaling \$279,554 to the Fleet Fund, which is the Fund that is required to expend the vehicle maintenance for the city.

Below is a summary of interfund transfer activity:

	Fund Transfers in	Fund Transfers in	
Fund Transfer Out	Non-Major	Fleet	Total
General	\$855,298	\$184,635	\$1,039,933
Non-major	684,337	0	684,337
Water & sewer	0	21,228	21,228
Sanitation	0	73,691	73,691
Total	\$1,539,635	\$279,554	\$1,819,189

#### **OPERATING REVENUES AND EXPENSES**

Proprietary funds distinguish operating revenues and expenses from nonoperating items. The principal operating revenues are charges for services including the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses include the cost to provide service and deliver goods in connection with a proprietary fund's principal ongoing operations, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

#### **COMPENSATED ABSENCES**

Regular permanent, full-time and part-time non-exempt employees accrue a paid vacation period of ten days for one to four years of service. With five through fifteen years of service, employees receive fifteen days of paid vacation annually and thereafter twenty days. Exempt employees receive an additional five days per year until total vacation accrual reaches the maximum of twenty days per year. The City permits employees to accumulate unused vacation and carry it over from one year to the next; however, not more than 450 hours of accrued vacation time may be carried over. Sick Leave for Firefighters is accumulated at the rate of .0533 and for other permanent employees at the rate of .0462 per hour worked until the date of separation from City employment. Annually any unused sick leave over 112 hours for Firefighters, 120 hours for Police officers, and 80 hours for other employees is converted to vacation time on a one-for-one basis. This conversion of sick leave to vacation is done at the employee's option. Any unconverted sick leave at the date of separation from City employment services is forfeited. That portion of sick leave subject to accrual on September 30, 2022, is not material and has not been reflected in the accompanying financial statements.

The City accrues accumulated unpaid vacation leave when earned by the employee in the government-wide, and proprietary financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of resignations or retirements.

#### **DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES**

In addition to assets, the statement of financial position reports 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 deferred outflows of resources reported in the City's statement of net position represent differences between expected and actual economic experience, changes in actuarial assumptions, the net difference between projected and actual earnings on investments, changes in the proportion and differences between the City's contributions and proportionate share of contributions, and the City's contributions subsequent to the measurement date, relating to the City's defined benefit pension plans. The City

also has deferred outflows of resources due to the implementation of GASB 75 related to the OPEB Plan. These amounts will be recognized as expenses in future years.

In addition to liabilities, the statement of financial position reports 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 deferred inflows of resources reported in the City's statement of net position represent the difference between expected and actual economic experience, changes in actuarial assumptions, the net difference between projected and actual earnings on investments, and changes in the proportion and differences between the City's contributions and proportionate share of contributions and the City's contributions subsequent to the measurement date, relating to the City's defined benefit pension plans. The city also has deferred outflows of resources due to the implementation of GASB 75 related to the OPEB Plan. These amounts will be recognized as reductions in expenses in future years. In addition, the government-wide statements include deferred inflows for leases.

## NOTE II-STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

## MATERIAL VIOLATIONS OF FINANCE RELATED LEGAL AND CONTRACTUAL PROVISIONS

The City has no material violations of finance-related legal and contractual provisions.

#### DEFICIT FUND BALANCE OF NET POSITION OF INDIVIDUAL FUNDS

The Internal Service Fund has a deficit fund balance of \$270,092 as of September 30, 2022. This deficit resulted from the pension liabilities. Corrections to the process and budgeting that will allow the fund balance to post at least a zero or positive balance in future years will be implemented in the upcoming years.

#### **EXCESS OF EXPENDITURES OVER APPROPRIATIONS**

The Transportation Surtax Fund did not budget for expenditures due to the unknown outcomes of court rulings and possible repayment of tax funds received. In 2022, the County required all beneficiaries of the surtax to return funds, with interest, returned. There are no other funds with expenditures that exceeded budgeted appropriations.

## NOTE III-DETAIL NOTES-ALL FUNDS

#### **ASSETS**

#### CASH AND INVESTMENTS

The City maintains a pool of cash and investments in which each fund or sub-fund of an enterprise fund participates on a dollar equivalent and daily transaction basis. Interest is distributed monthly based on average daily balances. There is restricted cash for donations given for specific purposes and unexpended grant funds. For purposes of proprietary fund cash flow statements, cash and cash equivalents include equity in pooled investments that meet the criteria described above.

Florida Statutes 218.415 authorize municipalities to invest excess funds in time deposits or savings accounts of financial institutions approved by the State Treasurer, obligations of the United States Government and certain instruments guaranteed by the U.S. Government. Investments may include repurchase agreements. The Statutes also require depositories of public funds to provide collateral each month at least equal to 50% of the average daily balance of all public deposits in excess of deposit insurance.

Investments, except for those in the Pension Trust Funds, must be in the City's name and held in safekeeping by a commercial bank having trust powers or a trust company, which record and provide accounting for various securities held.

#### GENERAL OPERATING ACCOUNTS-DEPOSITS AND INVESTMENTS

As of September 30, 2022, the carrying amount of the City's deposit with one financial institution was \$21,388,634 and this is also the total of the book balance. A portion of the balance (\$250,000) for the bank the City holds funds in is covered by the Federal Depository Insurance Corporation. The remaining balance was collateralized pursuant to Chapter 280, Florida Statutes, which obligates all participating institutions to reimburse the governmental entity for the loss, in the event of default by a participating financial institution (a qualified public depository). On the Statement of Net position, cash and cash equivalents include the petty cash funds held in the General Fund and in the Water and Sewer Utility Fund totaling \$794.

The City utilizes a consolidated bank account wherein uninvested cash of all funds are commingled for enabling efficient handling of receipts and disbursements and facilitating investment of idle balances at higher yields. The formal accounting records identify the individual equities of each fund in the account.

As of September 30, 2022, the City had \$17,514,819 invested in the State Board of Administration's Local Government Surplus Funds Trust Fund Investment Pool. This investment balance was entirely comprised of Florida PRIME, whose investment policy is to manage the weighted average maturity to 60 days or less. As of September 30, 2022, the City also had \$7,758,507 invested in the Florida Surplus Asset Fund Trust ("FL SAFE"), whose primary objective is to provide safety, liquidity, transparency, and yield for Florida government entities. Florida PRIME and FL SAFE are similar to money market funds in which units are owned in the fund rather than the underlying investments. These investments are reported at amortized cost and meet 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.

Qualifying Local Government Investment Pools (LGIP) in the state of Florida must comply with applicable Florida statutory requirements. Chapter 218.409(8)(a), Florida Statutes, states that the principal balance within a LGIP trust fund is subject to withdrawal at any time. However, the Executive Director may, in good faith, on the occurrence of an event that has a material impact on liquidity or operations of the trust fund, for 48 hours limit contributions to or withdrawals from the trust fund to ensure that the LGIP can invest in the monies entrusted to it in exercising its fiduciary responsibility. Such action must be immediately disclosed to all participants, the Trustees, the Joint Legislative Auditing Committee, the Investment Advisory Council, and the Participant Local Government Advisory Council.

Regarding liquidity fees, Chapter 218.409(4) provides authority for an LGIP to impose penalties for early withdrawal, subject to disclosure in the enrollment materials of the amount and purpose of such fees. At present, no such disclosure has been made by Florida PRIME or FL SAFE.

As of September 30, 2022, there were no redemption fees or maximum transaction amounts, or any other requirements that serve to limit a participant's daily access to 100% of their account value within Florida PRIME and FL SAFE.

#### **Custodial Risk**

Custodial credit risk is the risk that a government will not be able to recover deposits or the value of investments in the event of the failure of a depository financial institution or a third party holding the investment securities. PNC Bank, N.A. had demand deposits of \$21,381,871 in a checking account, Republic Bank held \$6,763 in a checking account and \$96,506 in a money market account, PNC National Bank held \$2,329,631 in a money market account, and \$71,596 was held in a money market account with Salem Trust. Demand deposits are fully insured by the Federal Depository Insurance Corporation and the multiple financial institution collateral pool, required by Sections 280.07 and 280.08, Florida Statutes. The City has U.S. government agencies held by Salem Trust in the City's name under a third-party safekeeping arrangement.

#### Credit Risk

Credit risk is the risk resulting from potential default of investments that are not financially sound. The City of Temple Terrace limits its credit risk by diversifying the investment portfolio so that potential losses on individual securities will be minimized and by limiting investments to specified credit ratings. The City's investment policy does not require ratings for U.S. Treasury or Agency securities backed by the full faith and credit of the United States government. Government Sponsored Enterprises must maintain at least two AAA/Aaa/AAA long-term credit ratings from Standard & Poor's, Moody's, or Fitch, respectively.

#### Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributable to the quantity of investments in a single issuer. To limit concentration of credit risk, the City's investment policy requires diversification of the portfolio with maximum limits on what can be invested per investment type. Of the total \$49,350,274 available to invest, \$190,314 or 0.39% was invested in U.S. government agencies, which are limited to 75% of the portfolio. The investment policy requires that each individual government security issued cannot be more than 5% of the City's total assets. Other investment types, excluding cash in bank, have individual authority of 25%, except for the Florida Prime which can represent 50% of the portfolio balance. At the time of purchase each individual issue complied with the policy based on the amount of investable cash at the time.

			Percentage of Total
Investment Type	Credit Rating	Fair Value	Pooled Investments
Government National Mortgage Assoc	AA+	\$81,390	0.16%
Federal National Mortgage Assoc	AA+	72,123	0.15%
Federal Home Loan Mortgage Corp	AA+	36,801	0.07%
Local Government Investment Pools	AAAm	25,273,326	51.21%
Money Market Accounts	No rating	2,426,137	4.92%
Money Market Fund	AAAm	71,596	0.15%
Bank Deposits	No rating	21,388,634	43.34%
Petty cash on hand	No rating	794	0.00%
Total City Investments		\$49,350,801	100%

#### **Interest Risk**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City's investment policy recognizes that the longer a maturity of an investment, the greater its price volatility, so the policy limits risk by requiring investments of current operating funds to have average maturities of no longer than 12 months and all investments to have an average maturity of 5 years or less.

#### Pension Trust Funds Deposits and Investments

The City's Pension Trust Funds maintained cash and investment balances of \$66,174,835 as of September 30, 2022, all of which is with fiscal agents. The Pension Fund Investment Policy, as mandated by City Ordinance, permits the investment of Police and Fire Pension Fund assets in stocks and bonds of publicly held companies provided no investment in any one stock exceeds 5% of the total equity portfolio at the time of purchase. In addition, the policy limits the aggregate of all investments in common stocks and convertible bonds to 70% of the total plan assets at market, separately for the Fire Pension and Police Pension Trust. Real estate pooled investments cannot exceed 10% of plan assets at cost.

#### **Custodial Credit Risk**

The police and fire pension plans have U.S. treasury bonds, notes and bills, federal agency guaranteed securities, common stocks, corporate bonds, money market funds, and real estate and international equity funds held by Salem Trust in the City's pension plan name under a third-party safekeeping arrangement. Pooled investments may be governed separately.

#### Credit Risk

Credit risk is the risk resulting from potential default of investments that are not financially sound. The police and fire pension funds limit their credit risk by diversifying the investment portfolio so that potential losses on individual securities will be minimized and by limiting investments to specified credit ratings. Pension fund investment in fixed income investments must have a minimum "investment grade" rating from a major credit rating service. Both pension plans comply with the policy that all fixed income securities must be rated investment grade by a national agency.

The equities of the pension funds must be traded on a national exchange or electronic network. The corporate bonds in the pension trust funds were rated at least A3 by Moody's Investor Services and BBB+ by Standard and Poor's. The average credit quality of the portfolio by Moody's is A3 while S&P average is AA and the percent of the portfolio that has a AAA with Moody's or an AA+ by S&P is 72.0% for fire and 72.0% for police.

## **Concentration of Credit Risk**

To limit concentration of credit risk, the police investment policy requires diversification of the portfolio with maximum limits on what can be invested per investment type. Per the policy, investments in corporate common stock and convertible bonds shall not exceed 70% of the Plan assets at market. Real estate investments cannot exceed 15% of Plan assets at cost. In addition, not more than 5% of the Plan's assets, at the time of purchase, shall be invested in the common stock, capital stock or convertible stock of any issuing company. The value of bonds issued by any single corporation shall not exceed 3% of the total fund.

Of the total \$32,500,745 police pension fund cash and investments, \$872,243 or 2.68% was invested in cash and cash equivalents. Common stock securities total \$6,658,769 or 20.49%, which are limited to 70% of the portfolio. Real estate investments are \$7,229,746 or 22.24% of total plan assets.

#### **Police Pension Plan**

			Percentage of Total
Investment Type	Credit Rating	Fair Value	Pooled Investments
U.S. Treasury Bonds, Notes & Bills	AAA	\$4,388,568	13.50%
Federal agency guaranteed securities	AAA	984,406	3.03%
Corporate Bonds	A-	664,768	2.05%
Common Stocks	No rating	6,658,769	20.49%
Mutual Funds	No rating	11,702,245	36.01%
Real Estate Funds	No rating	7,229,746	22.24%
Cash and Cash Equivalent	No rating	872,243	2.68%
Total		\$32,500,745	100%

The Firefighter Pension Plan investment policy also requires that investments in corporate common stock and convertible bonds shall not exceed 70% of the Plan assets at market. Real estate investments cannot exceed 15% of Plan assets at cost. In addition, not more than 5% of the Plan's assets, at the time of purchase, shall be invested in fixed income. The value of bonds issued by any single corporation shall not exceed 3% of the total fund. Of the total fire pension fund cash and investments, \$904,560 or 2.69% was invested in cash and cash equivalents. Common stock securities total \$9,216,620 or 27.37%. Real estate investments are \$8,001,422 or 23.76%.

#### Firefighter Pension Plan

			Percentage of Total
Investment Type	Credit Rating	Fair Value	Pooled Investments
U.S. Treasury Bonds, Notes & Bills	AAA	\$3,984,238	11,83%
Federal agency guaranteed securities	AAA	1,206,102	3.58%
Corporate Bonds	A-	654,048	1.94%
Common Stocks	No rating	9,216,620	27.37%
Mutual Funds	No rating	9,707,100	28.83%
Real Estate Funds	No rating	8,001,422	23.76%
Cash and Cash Equivalents	No rating	904,560	2.69%
Total	<u></u>	\$33,674,090	100%

#### Interest Rate Risk

The City's pension trust fund does not have a formal policy limiting investment maturities that would help manage its exposure to fair value losses from increasing interest rates. The performance of the police and fire pension funds is measured against various nationally recognized benchmarks depending on the category. As of September 30, 2022, the average duration of the funds is 5.3 years for police and fire.

City cash and investments detail	
Petty cash–all funds	\$794
PNC Bank operating account	21,381,871
Republic Bank operating account	6,763
Republic Bank money market account	96,506
Florida SAFE	7,758,507
Florida Prime	17,514,819
Salem Trust money market fund	71,596
PNC Bank money market account	2,329,631
U.S. government & agency securities	190,314
Subtotal City cash and investments	49,350,801
Pension Trust Funds	
Cash and cash equivalents	1,776,803
U.S. Government bonds/notes	8,372,806
Federal agency guaranteed securities	2,190,508
Corporate bonds	1,318,816
Common stocks	15,875,389
Mutual Funds	21,409,345
Pooled/Common/Commingled Funds	15,231,168
Subtotal Pension Trust funds	66,174,835
Total cash and investments	\$115,525,636
Cash and investments-primary govt. & fiduciary funds	
Pooled cash and investments - primary government	\$49,350,801
Police Officers' Retirement Plan	32,500,745
Firefighters' Retirement Fund	33,674,090
Total cash and investments	\$115,525,636

#### Fair Value Measurement

The City and the pension trust funds categorize fair value measurements within the fair value hierarchy established by generally accepted accounting principles. Investments are reported at fair value other than those using Net Asset Value ("NAV") or amortized cost. 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. Fair value determination, other than those measured using the NAV as a practical expedient, are made based upon a hierarchy that prioritizes the inputs to valuation techniques. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

The City had the following recurring fair value measurements comprised of investments as of September 30, 2022:

			2022 Fair Value
		2022 Fair Value	Measurements
		Measurements Using	Using
		Quoted Prices in Active	Significant
		Markets for Identical	Observable
Investment Type	Fair Value	Assets (Level 1)	Inputs (Level 2)
U.S. Government and agency securities	\$190,314	\$0	\$190,314
Money Market Mutual Fund	71,596	N/A	N/A
Money Market accounts	2,426,137	N/A	N/A
Local Government Investment Pools (LGIP)	25,273,326	N/A	0
Demand deposits	21,389,428	N/A	N/A
Total cash, cash equivalents & investments	\$49,350,801	\$0	\$190,314

The police pension plan had the following recurring fair value measurements comprised of investments as of September 30, 2022:

# 2022 Police Fair Value Measurements

		2022 E. i. W. L.	2022 Fair Value
		2022 Fair Value	Measurements
		Measurements Using	Using
		Quoted Prices in Active	Significant
		Markets for Identical	Observable
Investment Type	Fair Value	Assets (Level 1)	Inputs (Level 2)
U.S. Government obligations	\$4,388,568	\$0	\$4,3885,568
Federal agency securities	984,406	0	984,406
Corporate bonds	664,768	0	664,768
Common stocks	6,658,769	6,658,769	0
Mutual Funds:	11,702,245	11,702,245	0
Subtotal	\$24,398,756	\$18,361,014	\$6,037,742
Investments measured at net asset value (NAV)			
Pooled/Common/Commingled Funds:			
Real Estate Commingled Fund	\$7,229,746	N/A	N/A
Cash Equivalents Measured at Amortized Cost	N/A	N/A	N/A
Money Market Funds	872,243	N/A	N/A
Subtotal	\$8,101,989	N/A	N/A
Total police cash equivalents and investments	\$32,500,745	\$18,361,014	\$6,037,742
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The firefighter pension plan had the following recurring fair value measurements comprised of investments as of September 30, 2022:

# 2022 Firefighter Fair Value Measurements-Investment Type by Level

Investment Type	Fair Value	2022 Fair Value Measurements Using Quoted Prices in Active Markets for Identical Assets (Level 1)	2022 Fair Value Measurements Significant Observable Inputs (Level 2)
U.S. Government obligations	\$3,984,238	\$0	\$3,984,238
Federal agency securities	1,206,102	0	1,206,102
Corporate bonds	654,048	0	654,048
Common stocks	9,216,620	9,216,620	0
Mutual Funds:	9,707,100	9,707,100	0
Subtotal	\$24,768,108	\$18,923,720	\$5,844,388
Investments measured at net asset value (NAV) Pooled/Common/Commingled Funds:			
Real Estate Commingled Fund	\$8,001,422	N/A	N/A
Cash Equivalents Measured at Amortized Cost	0	N/A	N/A
Money Market Funds	904,560	N/A	N/A
Subtotal	\$8,905,982	N/A	N/A
Total police cash equivalents and investments	\$33,674,090	\$18,923,720	\$5,844,388

Debt and equity securities classified as Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Debt securities classified as Level 2 of the fair value hierarchy are valued using quoted prices for similar assets in active markets. The pricing methodology involves the use of evaluation models such as matrix pricing, which is based on the securities' relationship to benchmark quoted prices. Other information for investments measured at the NAV or its equivalent for the police officer and firefighter pension plans is as follows:

Category	Fair Value Police Officer Pension Plan	Fair Value Firefighter Pension Plan	Unfunded Commitments	Redemption Frequency	Redemption Notice Period
Pooled/Common/Commingled Funds:				1 1	
Real Estate Commingled Funds	\$7,229,746	\$8,001,422	\$0	Quarterly	Daily
Total Investments Measured at the NAV	\$7,229,746	\$8,001,422	\$0	N/A	N/A

#### **Real Estate Funds**

The American Core Realty Fund is an open-end diversified core real estate commingled fund whose primary objective is to provide returns that are attractive relative to other asset classes with stable income and the potential for market appreciation. The Fund invests primarily in core institutional quality industrial, multi-family, office, and retail properties located throughout the United States, and is diversified by product type, geographic region, and economic exposure in order to mitigate investment risk.

The investment objectives of the U.S. Real Estate Investment Fund are to invest in a pool of real estate assets that are diversified by geography and property type with a focus on yield-driven investment and, to a lesser extent, on value-added investments. The manager of the fund is Intercontinental Real Estate Corporation.

## **International Equity Fund**

The investment objective of the RBC International Equity Fund is to provide long-term capital growth by investing primarily in equity securities of companies outside of North America. The fund provides exposure to economies that offer different business cycles and growth opportunities than North American markets.

#### **ACCOUNTS RECEIVABLE**

Accounts receivable are written off on an individual basis in the year the City deems them un-collectible Accounts receivable outstanding as of September 30, 2022, consists of the following:

#### **Governmental Activities**

	General	Street Improvement	Non-Major Government	Internal Service	
	Fund	Fund	Funds	Fund	Total
Accounts billed	\$67,229	\$0	\$0	\$0	\$67,229
Accounts receivable- unbilled	19,495	0	0	0	19,495
Due from other agencies	274,770	14,474	126,074	0	415,318
Interest due on investments	703	1,394	2,123	56	4,276
Other receivables	3,186,892	0	0	0	3,186,892
Lease receivables	953,973	0	0	0	953,973
Total receivables	4,503,062	15,868	128,197	56	4,637,183
Allowance for doubtful accounts	(515,872)	0	0	0	(515,872)
	\$3,987,190	\$15,868	\$128,197	\$56	\$4,131,311

**Business-Type Activities** 

	Water & Sewer Utility Fund	Sanitation Utility Fund	Total
Accounts receivable – billed	\$1,241,680	\$334,069	\$1,575,749
Accounts receivable- unbilled	813,468	203,166	1,016,634
Interest receivable	3,999	5,765	9,764
Total net receivables	2,059,147	543,000	2,602,147
Allowance for doubtful accounts	(282,583)	(102,294)	(384,877)
	\$1,776,564	\$440,706	\$2,217,270

#### LEASE RECEIVABLE

For the year ended September 30, 2022, the financial statements include the adoption of GASB Statement No. 87, Leases. The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. This statement establishes a single model for lease accounting based on the principle that leases are financings for the right to use an underlying asset. Under this statement, a lessee is required to recognize a lease liability and an intangible right-to-use the leased asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. For additional information, refer to the details below.

In March 1996, the City entered into a lease agreement with PCS Primeco, now Verizon Wireless, for approximately 600 feet of land immediately west of Fire Station #1; the space is the site of a 120-foot cell tower that accommodates the City's public safety communication and Verizon wireless customers. In 2008, the space was expanded to 1,305 square feet a new 150-foot cell tower was installed. At that time, the lease agreement was amended, and the annual lease amount paid to the City increased from \$7,500 to \$18,000 with 4% annual increases thereafter. The City also was to receive 50% annually, or a minimum of \$7,500 per sub-lessee, of tower sublease revenue earned by Verizon. The annual amount for this lease agreement, currently around \$100,000, is material and is now reported in the Fiscal Year 2022 financial statements, in accordance with new GASB requirements, to recognize a lease receivable and a deferred inflow of resources.

#### PROPERTY TAXES

The City is permitted by state law to levy taxes up to 10 mills of assessed valuation. The Millage rate levied by the City for the fiscal year ended September 30, 2022, was 6.555 mills. Tax collections for the City were approximately 100% of the total tax levy, which includes current and delinquent.

The tax levy of the City is established by the City Council. Under Florida Law, the assessment of all properties and the collection of all county, municipal, special district, and school board property taxes are provided by the County's Property Appraiser and Tax Collector.

# **DUE FROM OTHER GOVERNMENTS**

The following amounts were due from other agencies as of September 30, 2022:

Fund	Government name	Revenue source	Amount
General fund	Hillsborough County	Hills tax excess fee	\$84
General fund	Hillsborough County	Quarterly interest	80
General fund	Hillsborough County	Occupational license	2,337
General fund	Hillsborough County	Ad valorem–Delinquent	1,688
General fund	State of Florida	Half-cent sales tax	260,141
General fund	State of Florida	Alcohol/beverage tax	10,440
Total General fund		-	274,770
Street improvement fund*	Hillsborough County	9 <sup>th</sup> Cent fuel tax	10,175
Street improvement fund*	State of Florida	Fuel tax rebate	4,299
Total Street improvement		<del>-</del>	14,474
Community investment fund*	Hillsborough County	CIT tax	126,074
Total Community investment fund			126,074
Total All Funds		 	\$415,318

<sup>\*</sup> Special Revenue Fund

# **CAPITAL ASSETS**

# Governmental Activities Capital Assets

The primary government's capital asset activity for the year ended September 30, 2022, was as follows:

Corresponded Autivities	September 30,	Additions/	Reductions/	September 30,
Governmental Activities	2021	Transfers	Transfers	2022
Non-depreciable:				
Land	\$5,385,417	\$0	\$0	\$5,385,417
Construction in progress	760,743	339,092	(708,641)	391,194
Total capital assets not being depreciated	6,146,160	339,092	(706,641)	5,776,611
Depreciable:				
Buildings and improvements	18,521,651	677,453	0	19,199,104
Improvements other than buildings	9,886,772	620,335	0	10,507,107
Machinery and equipment	17,897,721	1,113,911	(258,621)	18,753,011
Infrastructure	40,935,607	719,250	0	41,654,857
Total capital assets being depreciated	87,241,751	3,130,949	(258,621)	90,114,079
Less Accumulated Depreciation:				
Buildings and improvements	(8,133,674)	(480,669)	0	(8,614,343)
Improvements other than buildings	(3,593,268)	(298,280)	0	(3,891,548)
Machinery and equipment	(13,642,921)	(1,223,278)	253,121	(14,613,078)
Infrastructure	(17,305,638)	(869,584)	0	(18,175,222)
Total accumulated depreciation	(42,675,501)	(2,871,811)	253,121	(45,294,191)
	_			
Net depreciable assets	44,566,250	259,138	(5,500)	44,819,888
Governmental activities capital assets, net	\$50,712,410	\$598,230	\$(714,141)	\$50,596,499

# **Business-Type Activities Capital Assets**

	September 30,	Additions/	Reductions/	September 30,
Business-Type Activities	2021	Transfers	Transfers	2022
Non-depreciable:				
Land	\$2,417,358	\$0	\$0	\$2,417,358
Construction in progress	3,398,852	1,761,835	(2,346,733)	2,813,954
Total capital assets not being depreciated	5,816,210	1,761,835	(2,346,733)	5,231,312
Depreciable:				
Buildings and improvements	4,473,018	2,692,252	0	7,165,270
Machinery and equipment	9,102,896	321,668	(337,316)	9,087,248
Infrastructure	45,849,390	392,788	0	46,242,178
Total capital assets being depreciated	59,425,304	3,406,708	(337,316)	62,494,696
Less Accumulated Depreciation:				
Buildings	(2,020,463)	(80,822)		(2,101,285)
Machinery and equipment	(6,577,027)	(623,939)	337,316	(6,863,650)
Infrastructure	(26,093,149)	(1,019,620)	0	(27,112,769)
Total accumulated depreciation	(34,690,639)	(1,724,382)	337,316	(36,077,704)
Net depreciable assets	24,734,665	1,682,326	0	26,416,992
Business-Type activities capital assets net	\$30,550,875	\$3,444,161	\$(2,346,733)	\$31,648,304

# **Depreciation Expense**

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

Governmental Activities	Amount
General Government	\$264,800
Public Safety	879,579
Culture and Recreation	721,663
Public Works and Streets	1,005,769
Total Depreciation Expense - Governmental Activities	\$2,871,811
Business-Type Activities	Amount
**	
Water Operations	\$807,545
Sewer Operations	657,472
Sanitation–Commercial Operations	56,626
Sanitation–Residential Operations	141,781
Sanitation–Roll-off Container Operations	42,646
Sanitation—Special Trash Pick-Up Operations	18,312_

Construction in progress is composed of Government activities and Business-Type activities.

## **Government Activities:**

Project			
Number/			In-Progress
Code	Fund	Description	Amount
N/A	General Fund	Public Safety Building	\$17 375
ARPA		Broadband Project	214,002
N/A		Racquetball Court Renovation	34,727
		Total General Fund	266,104
N/A	Street Improvement	Maybole Pl/Riverhills Dr Stormwater Project - Design & Permitting	31,095
N/A	Street Improvement	Bregar Dr/Bannockburn Ave Stormwater Project - Design & Permitting	24,027
N/A	Street Improvement	Fern Cliff Sidewalk Survey and Design	23,977
	•	Total Street Improvement	79,099
N/A	Community Investment Tax	Paddle Park	45,991
		Total Community Investment Tax Fund	45,991
		Total Governmental Construction in Progress	\$391,194

# **Business Type Activities from the Water and Sewer Fund:**

Project			
Number/			In-Progress
Code	Fund	Description	Amount
19STAU	Water & Sewer Utility	St Augustine Water Main Relocation	\$1,488,063
21BBAI	Water & Sewer Utility	Bonnie Brae Area Improvements	121,380
N/A	Water & Sewer Utility	FDOT Morris Bridge/Fowler Utility Relocation	72,077
20 FMA	Water & Sewer Utility	Force Main "A"	68,276
21BGAA	Water & Sewer Utility	Bannockburn/Downs Ave Improvement	89,350
	Water & Sewer Utility	Bannockburn/Glen Arven Area Water Main Relocation	
21BGAA	·	& Replacement	68,057
20WWTP	Water & Sewer Utility	Whiteway Water Treatment Plant Upgrades	18,029
21CPSI	Water & Sewer Utility	Chinaberry Pump Station Improvement	16,381
N/A	Water & Sewer Utility	Orange River Lift Station Generator Replacement	50,529
N/A	Water & Sewer Utility	Lift Station A Generator	55,939
N/A	Water & Sewer Utility	Lift Station D Generator	45,732
20LSTT	Water & Sewer Utility	Tree Tops Lift Station	577,660
18TTFM	Water & Sewer Utility	Tree Tops Force Main Replacement	64,675
22RRLS	Water & Sewer Utility	River Run Lift Station	8,538
N/A	Water & Sewer Utility	Tupelo North Lift Station	68,818
		Total Business-Type Construction in Progress	\$2,813,954

#### LIABILITIES

#### PENSION PLAN OBLIGATIONS

#### **DEFINED BENEFIT PLANS**

The City maintains two separate single employer pension plans for firefighters and police officers that are maintained as Pension Trust Funds and included as part of the City's reporting entity.

Plans covering firefighters and police officers are contributory. Employee contributions made by firefighters and police officers are 100% refundable if the employee elects to terminate his vesting rights or is not vested at the date of employment termination.

The plans were amended during fiscal year ended September 30, 1998, to provide for Deferred Retirement Option Plan (DROP). A plan participant who is eligible to receive a normal retirement pension may elect to defer receipt of such retirement benefits and participate in the DROP. The participant may elect to continue employment from 12 to 60 months, while his/her pension benefit is invested in the plan.

## **Summary of Significant Accounting Policies for Retirement Plans:**

#### **Basis of Accounting**

The Firefighters' and Police Officers' Retirement Trust Fund's financial statements are prepared using the accrual basis of accounting. Employer and plan member contributions are recognized in the period in which the contributions are made. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan.

#### Method Used to Value Investments

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

## Firefighters' Retirement

### **Plan Description**

The City's Firefighters' Retirement Trust Fund has been established to conform to the Retirement Trust Fund provisions of Chapter 175 of the State of Florida Statutes, as modified by local ordinance. This is a defined benefit plan, which is administered by the City of Temple Terrace Firefighters' Retirement Trust Fund Board, which is made up of two firefighters, the Mayor, City Manager, and a resident of the City and covers all full-time firefighters. The Firefighters' Retirement Trust Fund does not issue a separate stand-alone financial report; however, GAAP financial reports for all of the pension plans are provided.

#### **Contributions**

The City's contribution to the fund is determined annually by actuarial valuation. The City contribution of \$1,667,917 for 2022 is reflected in the departmental expenditure section of the General Fund and recorded as revenue in the Pension Trust Fund during this period. The State of Florida's contribution to the retirement trust fund for 2022 amounted to \$185,956. The City recognized these on-behalf payments from the State as revenue and expenditure within the Insurance Premium Tax Fund of the governmental fund financial statements, as well

as within governmental activities of the government-wide financial statements in Fiscal Year 2022. The State's contribution represents a portion of the 1.85% tax on all property insurance premiums collected within the City limits. Firefighters contribute 10.51% of gross salary to the retirement trust fund. Refunds of employee contributions for non-vested members are made at the time an employee terminates employment prior to retirement. The City funds the cost of plan administration.

On September 30, 2022, the Firefighters' Retirement Trust Fund membership consisted of:

	Number of
Member Category	Members
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	34
Inactive Plan Members Entitled to But Not Yet Receiving Benefits	6
Active Plan Members	48
Total Members	88

#### Police Officers' Retirement

## **Plan Description**

The City's Police Officers' Retirement Trust Fund was established to conform to the Retirement Trust Fund provisions of Chapter 185 of the State of Florida Statutes, as modified by local ordinance. This is a defined benefit plan which is administered by the City of Temple Terrace Police Officers' Retirement Trust Fund Board which is made up of two police officers, the Mayor, City Manager, and a resident of the City, and covers all full-time sworn police officers. The Police Officers' Retirement Trust Fund does not issue a separate stand-alone financial report.

#### **Contributions**

The City's contribution to the fund is determined annually by actuarial valuation. The City contribution of \$2,164,035 for 2022 is reflected in the departmental expenditure section of the General Fund and recorded as revenue in the Pension Trust Fund during this period. The State of Florida's contribution to the retirement trust fund for 2022 amounted to \$444,902. The City recognized these on-behalf payments from the State as revenue and expenditure within the Insurance Premium Tax Fund of the governmental fund financial statements, as well as within governmental activities of the government-wide financial statements in Fiscal Year 2022. The State's contribution represents a portion of the 0.85% tax on all casualty insurance premiums collected within the City limits. Police Officers contribute 11.2% of gross and eligible earnings (merit, overtime, special pay) to the retirement trust fund. Refunds of employee contributions for non-vested members are made at the time an employee terminated employment prior to retirement. The City funds the cost of plan administration.

On September 30, 2022, the Police Officers' Retirement Trust Fund membership consisted of:

	Number of
Member Category	Members
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	59
Inactive Plan Members Entitled to But Not Yet Receiving Benefits	7
Active Plan Members	49
Total Members	115

## Police and Fire 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 by an actuarial valuation as of that date. The components of net pension liability on September 30, 2022, are as follows:

	Firefighters'	Police Officers'
Category	Liability	Liability
Total pension liability	\$47,470,486	\$55,247,236
Plan fiduciary net position	(33,717,543)	(32,515,580)
City's net pension liability	\$13,752,943	\$22,731,656
Plan fiduciary net position as a percentage of total pension liability	71.03%	85.85%

# **Actuarial Assumptions**

The total pension liability was determined by actuarial valuations as of October 1, 2020, using the following actuarial assumptions, applied to all prior periods included in the measurement:

	Firefighters'Oct-01-21	Police Officers'Oct-01-21
Valuation Date	Updated to Sep-30-2022	Updated to Sep-30-2022
Actuarial cost method	Entry Age Normal	Entry Age Normal
Actuarial asset valuation method	4-year average market value	4-year average market value
Inflation	2.50%	2.50%
Salary Increases	Service Based	5.50% - 8.50%
Discount Rate	7.40%	7.40%
Investment Rate of Return	7.40%	7.40%

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

The described mortality assumption rates were mandated by Chapter 2015-157, Laws of Florida. This law mandates the 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 risk and collar adjustments made based on plan demographics. This assumption sufficiently accommodates future mortality improvements.

The most recent actuarial experience study was dated May 11, 2022.

The Long-Term Expected Rate of Return on Pension Plan investments can be 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.

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:

# Long-Term Expected Real Rate of Return

Asset Class	Firefighters' Rate	Police Officers' Rate
Domestic Equity	7.50%	7.50%
International Equity	8.50%	8.50%
Broad Market Fixed Income	2.50%	2.50%
Fixed Income (Non-Core)	2.50%	2.50%
Global Fixed Income	3.50%	N/A
Real Estate	4.50%	4.50%

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 a decrease of 13.32% for the Firefighters' Plan and a decrease of 14.54% for the Police Officers' Plan.

The Discount Rate used to measure the Total Pension Liability was 7.40% for fire and 7.40% for police. 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 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.

### **Mortality Rate**

#### **Healthy 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.

#### **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.

#### **Interest Rate**

7.40% per year compounded annually for Police Officers' Plan and 7.40% for Firefighters' Plan, net of investment related expenses. This is supported by the target asset allocation of the trust and the expected long-term return by asset class.

#### **Retirement Age**

100% at first eligibility for Normal Retirement (Age 55 with 10 years of Credited Service or 20 years of Credited Service, regardless of age). This assumption was adopted based on the November 21, 2016, experience study, and modified in conjunction with the November 11, 2021, actuarial impact statement.

## **Early Retirement**

Commencing with the earliest Early Retirement Age (50), members are assumed to retire with an immediate subsidized benefit at the rate of 2% (prior assumption 5%) per year. This assumption was adopted based on the November 21, 2016, experience study.

### **Disability Rates**

See table below. This assumption was reviewed in the November 21, 2016, experience study and deemed appropriate. It is assumed that 75% of disablements are service related.

Age	Disability %
20	0.07%
30	0.11%
40	0.19%
50	0.51%

#### **Termination Rates**

This assumption was adopted with the November 21, 2016, experience study and phased in over 5 years.

Service	Termination
<1	15.0%
1-5	9.0%
6-10	8.0%
11-15	4.0%
16+	1.0%

### **Salary Increases**

8.5% for the first year of service and 5.5% thereafter. Projected salary at retirement is not increased to account for non-regular payments.

#### **Cost of Living Increases**

3% per year beginning at age 56 (for Members eligible for NR as of 07/01/2012). 3% per year beginning on 10/01/2032 (for future Retirees not eligible for NR as of 07/01/2012).

## **Payroll Growth**

2.18% per year.

## **Funding Method**

Entry Age Normal Actuarial Cost Method. A load based on salary increases at the current 5.80% assumption is used to develop the dollar funding requirements. There is also a half-year interest adjustment.

#### **Asset Valuation Method**

Each year, the prior Actuarial Value of Assets is brought forward utilizing the historical geometric 4-year average Market Value return. It is possible that over time this technique will produce an insignificant bias above or below Market Value of Assets.

# Mortality Termination and Disability Rate Table: RP-2000 Combined Healthy Mortality Table

	% Terminating During	% Becoming Disabled
Age	the Year	During the Year
20	10.00%	0.30%
30	5.00%	0.40%
40	0.00%	0.70%
50	0.00%	1.80%

# **Changes in Net Pension Liability and Related Ratios**

Category	Firefighters' Sep-30-22	Firefighters' Sep-30-21	Police Officers' Sep-30-22	Police Officers' Sep-30-21
Category Total Pension Liability	3cp-30-22	3cp-30-21	3cp-30-22	3cp-30-21
Service Cost	\$1,147,789	\$1,095,292	\$865,024	\$848,143
Interest	3,294,793	3,118,702	3,898,368	3,690,387
Changes in Excess State Money	0	0	0,070,500	0,070,387
Share Plan Allocation	14,872	8,332	0	0
Changes of benefit terms	0	0,332	0	179,532
Differences between Expected & Actual	U	O	O	177,552
Experience	407,554	49,281	166,168	1,227,546
Changes of assumptions	0	186,359	636,916	0
Contributions—Buy Back	40,856	36,783	19,646	0
Benefit Payments, increase Employee	40,030	30,703	17,040	V
Contribution Refunds	(1,623627)	(1,587,807)	(2,904,191)	(3,115,576)
Net Change in Total Pension Liability	3,282,237	2,906,942	2,681,931	2,830,032
Total Pension Liability–Beginning	44,188,249	41,281,307	52,565,305	49,735,273
Total Pension Liability–End	47,470,876	44,188,249	55,247,236	52,565,305
Total Tonsion Elacinity Elia	17,170,070	11,100,219	33,217,230	32,303,303
Plan Fiduciary Net Position				
Contributions–Employer	1,667,917	1,639,639	2,164,035	2,376,509
Contributions-State	185,956	172,877	444,902	343,131
Contributions–Employee	419,795	375,858	419,303	395,905
Contributions-Buy Back	40,856	36,783	19,646	0
Net Investment Income	(5,107,106)	6,700,446	(5,508,064)	6,803,374
Benefit Payments, including Employee				
Contribution Refunds	(1,623,627)	(1,587,807)	(2,904,191)	(3,115,576)
Administrative Expense	(67,745)	(76,919)	(66,238)	(59,580)
Net Change in Plan Fiduciary Net				
Position	(4,483,954)	7,260,877	(5,430,597)	6,743,763
Total Pension Liability–Beginning	38,201,497	30,940,620	37,946,177	31,202,414
Total Pension Liability–End	33,717,543	38,201,497	32,515,580	37,946,177
Net Pension Liability–Ending	\$13,752,943	\$5,986,752	\$22,731,656	\$14,619,128
Plan Fiduciary Net Position as a percentage of the Total Pension				
Liability	71.03%	86.45%	58.85%	72.19%
Covered Payroll	\$3,994,244	\$3,576,190	\$3,743,861	\$3,534,856
Net Pension Liability as a percentage of				
Covered Payroll	344.32%	167.41%	607.17%	413.57%

The following table illustrates the impact of interest rate sensitivity on the net pension liability as of September 30, 2022:

# Sensitivity of the New Pension Liability to Changes in the Discount Rate

Pension Fund	1% Decrease 6.40%	Current Discount Rate 7.40%	1% Increase 8.40%
Firefighters' Net Pension Liability	\$19,807,222	\$13,752,943	\$8,779,236
Pension Fund	1% Decrease 6.50%	Current Discount Rate 7.50%	1% Increase 8.50%
Police Officers' Net			_
Pension Liability	\$29,890,742	\$22,731,656	\$16,883,134

For the year ended September 30, 2022, the City recognized pension expense of \$2,560,174 relating to the Firefighters' Plan. As of September 30, 2022, the City reported Deferred Outflows of Resources and Deferred Inflows of Resources related to the Firefighters' Plan from the following sources:

### Firefighters' Pension Plan Deferred Outflows of Resources and Deferred Inflows of Resources

	Deferred	Deferred
	Outflow of	Inflow of
Category	Resources	Resources
Differences between expected and actual experience	\$371,816	\$145,466
Changes of assumptions	416,306	0
Net difference between projected and actual earnings	4,014,309	0
Total	\$4,802,431	\$145,466

The amounts reported above as Deferred Outflows of Resources and Deferred Inflows of Resources related to pensions will be recognized in Pension Expense in the future as follows:

# Firefighters' Pension Plan Deferred Outflows of Resources and Deferred Inflows of Resources Year ending September 30:

Year	Amount
2023	\$1,182,759
2024	953,003
2025	848,277
2026	1,672,926

For the year ended September 30, 2022, the City recognized pension expense of \$2,586,766 relating to the Police Officers' Plan. As of September 30, 2022, the City reported Deferred Outflows of Resources and Deferred Inflows of Resources related to the Police Officers' Plan from the following sources:

### Police Officers' Pension Plan Deferred Outflows of Resources and Deferred Inflows of Resources

	Deferred	Deferred
	Outflow of	Inflow of
Category	Resources	Resources
Differences between expected and actual experience	\$519,960	\$0
Changes of assumptions	424,610	0
Net difference between projected and actual earnings	4,103,431	0
Total	\$5,048,001	\$0

The amounts reported above as Deferred Outflows of Resources and Deferred Inflows of Resources related to pensions will be recognized in Pension Expense in the future as follows:

# Police Officers' Pension Plan Deferred Outflows of Resources and Deferred Inflows of Resources Year ending September 30:

Year	Amount
2023	\$1,574,769
2024	1,023,546
2025	778,300
2026	1,671,386

# Combining Statement of Fiduciary Net Position Firefighters' and Police Officers' Pension Trust Funds

	Firefighters' Retirement	Police Officer Retirement	T. 4.1
Category	Fund	Fund	Total
Assets Money markets funds*	\$904,560	\$872,243	\$1,776,803
Receivables Additional City Contributions Investment income Total Receivables	14,686 33,486 48,172	0 50,581 50,581	14,686 84,067 98,753
Investments at fair value U.S. Treasury Bonds, Notes and Bills Federal agency guaranteed securities Corporate bonds Common stocks and Mutual Funds Other Pooled/Commingled Funds Total Investments	5,190,340 654,048 18,923,720 8,001,422 32,769,530	5,372,974 664,768 18,361,014 7,229,746 31,628,502	10,563,314 1,318,816 37,284,734 15,231,168 64,398,032
Total Assets Liabilities Payables: Investment Expenses Custodial Corrections Administrative and Other Prepaid City contribution Total Payables Total Liabilities	\$33,722,622 \$4,539 0 180 0 4,719 4,719	\$32,515,326 \$8,519 14,686 12,541 0 35,746 35,746	\$13,058 14,686 12,721 32,474 40,465 40,465
Net Position Restricted for Pensions	\$33,717,543	\$32,515,580	\$66,233,123

<sup>\*</sup> Cash and cash equivalents

# Combining Statement of Changes in Fiduciary Net Position Police Officers' and Firefighters' Pension Trust Funds

Category	Firefighters' Retirement Fund	Police Officers' Retirement Fund	Total
Additions	Retirement Fund	Retirement Fund	Total
Contributions			
State tax on insurance premiums	\$185,956	\$444,902	\$630,858
Contributions—employer	1,667,917	2,164,035	3,831,952
Contributions—employee	419,795	419,313	839,108
Buy-back	40,856	19,646	60,502
Total Contributions	2,314,524	3,047,896	5,362,420
Investment Income			
Net appreciation in fair value of investments	(5,231,217)	(5,884,110)	(11,115,327)
Interest and dividends	465,588	654,241	1,119,829
Total Investment Income	(4,765,629)	(5,229,869)	(9,995,498)
Investment Expense	(341,477)	(278,195)	(619,672)
Net Investment Income	(5,107,106)	(5,508,064)	(10,615,170)
Total Additions	(2,792,582)	(2,460,168)	(5,252,750)
Deductions			
Pension benefits	(1,623,627)	(2,754,456)	(4,378,083)
Termination refunds	Ó	(149,735)	(149,735)
Other	(67,745)	(66,238)	(133,983)
Total Deductions	(1,691,372)	(2,970,429)	(4,661,801)
Change in Net Position	(4,483,954)	(5,430,597)	(9,914,551)
Net Position–Beginning	38,201,497	37,946,177	76,147,674
Net Position–Ending	\$33,717,543	\$32,515,580	\$66,233,123

#### RETIREMENT SYSTEMS

### Florida Retirement System (FRS) and Retiree Health Insurance (HIS) Program

The Florida Retirement System (FRS) was created by Chapter 121, Florida Statutes, to provide a defined benefit pension plan for participating public employees. The FRS was amended in 1998 to add the Deferred Retirement Option Program under the defined benefit plan and amended in 2000 to provide a defined contribution plan alternative to the defined benefit plan for FRS members effective July 1, 2002. This integrated defined contribution pension plan is the FRS Investment Plan. Chapter 112, Florida Statutes, established the Retiree Health Insurance Subsidy (HIS) Program, a cost-sharing multiple- employer defined benefit pension plan, to assist retired members of any State-administered retirement system in paying the costs of health insurance.

All non-uniformed full-time employees of the City hired prior to January 1, 1996, participate in the State-administered FRS. Provisions relating to the FRS are established by Chapters 121 and 122, Florida Statutes; Chapter 112, Part IV, Florida Statutes; Chapter 238, Florida Statutes; and FRS Rules, Chapter 60S, Florida Administrative Code; wherein eligibility, contributions, and benefits are defined and described in detail. Such provisions may be amended at any time by further action from the Florida Legislature. The FRS is a single retirement system administered by the Florida Department of Management Services, Division of Retirement, and consists of the two cost-sharing, multiple-employer defined benefit plans and other nonintegrated programs. An annual comprehensive financial report of the FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant information, is available from the Florida Department of Management Services' Web site www.dms.myflorida.com.

The City's pension expense totaled \$90,272. The FRS Pension Plan accounts for \$45,000 pension expense and the HIS Plan amounted to expense of \$45,272 for the year ended September 30, 2022.

#### FLORIDA RETIREMENT SYSTEM PENSION PLAN

### Plan Description

The Florida Retirement System Pension Plan (FRS Plan) is a cost-sharing multiple- employer defined benefit pension plan, with a Deferred Retirement Option Program (DROP) for eligible employees. The general classes of membership are as follows:

- Regular Class–Members of the FRS who do not qualify for membership in the other classes.
- Elected County Officers Class–Members who hold specified elective offices in local government.
- Senior Management Service Class (SMSC)–Members in senior management level positions.
- Special Risk Class–Members who are special risk employees, such as law enforcement officers, meet the criteria to qualify for this class.

Employees enrolled in the FRS Plan prior to July 1, 2011, vest at 6 years of creditable service and employees enrolled in the FRS Plan on or after July 1, 2011, vest at 8 years of creditable service. All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or at any age after 30 years of service, except for members classified as special risk who are eligible for normal retirement benefits at age 55 or at any age after 25 years of service. All members enrolled in the FRS Plan on or after July 1, 2011, once vested, are eligible for normal retirement benefits at age 65 or any time after 33 years of creditable service, except for members classified as special risk who are eligible for normal retirement benefits at age 60 or at any age after 30 years of service. Employees enrolled in the FRS Plan may include up to 4 years of credit for military service toward creditable service. The FRS Plan also includes an early retirement provision; however, there is a benefit reduction for each year a member retires before his or her normal retirement date. The FRS Plan provides retirement, disability, death benefits, and annual cost-of-living adjustments to eligible participants.

DROP, subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the FRS Plan to defer receipt of monthly benefit payments while continuing employment with an FRS participating employer. An employee may participate in DROP for a period not to exceed 60 months after electing to participate, except that certain instructional personnel may participate for up to 96 months. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest. The net pension liability does not include amounts for DROP participants, as these members are considered retired and are not accruing additional pension benefits.

#### **Benefits Provided**

Benefits under the FRS Plan are computed on the basis of age and/or years of service, average final compensation, and service credit. Credit for each year of service is expressed as a percentage of the average final compensation. For members initially enrolled before July 1, 2011, the average final compensation is the average of the 5 highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the average final compensation is the average of the 8 highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all service, which is based on the retirement class to which the member belonged when the service credit was earned. Members are eligible for in-line-of-duty or regular disability and survivors' benefits.

As provided in Section 121.101, Florida Statutes, if the member is initially enrolled in the FRS before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment is 3% per year. If the member is initially enrolled before July 1, 2011, and has service credit on or after July 1, 2011, there is an individually calculated cost-of-living adjustment. The annual cost-of-living adjustment is a proportion of 3% determined by dividing the sum of the pre-July 2011 service credit by the total service credit at retirement multiplied by 3%. FRS Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement.

#### Contributions

The Florida Legislature establishes contribution rates for participating employers and employees. Effective July 1, 2011, all FRS Plan members (except those in DROP) are required to make 3% employee contributions on a pretax basis. The employer contribution rates by job class for the periods from October 1, 2021, through June 30, 2022, and from July 1, 2022, through September 30, 2022, respectively, were applied to employee salaries as follows: Regular–10.82% and 11.91% Senior Management Service–29.01% and 31.57% and DROP participants–18.34% and 18.60%. These employer contribution rates include 1.66% HIS Plan subsidy through September 30, 2022. The City's contributions to the FRS Plan were \$47,863 for the year ended September 30, 2022.

#### **Pension Costs**

As of September 30, 2022, the City reported a liability of \$417,345 for its proportionate share of the FRS Plan's net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. The City's proportion of the net pension liability was based on the City's contributions received by FRS during the measurement period for employer payroll paid dates from July 1, 2021, through June 30, 2022, relative to the total employer contributions received from all of FRS's participating employers. On June 30, 2022, the City's proportion was 0.001121652% which was a decrease of 0.00687463% from its proportion measured as of June 30, 2021.

For the year ended September 30, 2022, the City recognized pension income of \$45,000 for its proportionate share of FRS's pension expense. In addition, the City reported its proportionate share of FRS's deferred outflows of resources and deferred inflows of resources from the following sources:

#### Florida Retirement Deferred Outflows and Deferred Inflows

	Deferred	Deferred
	Outflow of	Inflow of
Category	Resources	Resources
Differences Between Expected and Actual Economic Experience	\$19,821	\$0
Changes in Actuarial Assumptions	51,398	0
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	27,557	0
Changes in Proportion and Differences Between Entity Contributions and		
Proportionate Share of Contributions	0	(303,325)
City Contributions Subsequent to the Measurement Date	11,600	0
Total	\$110,376	\$(303,325)

\$11,600 reported as deferred outflows of resources related to pensions resulting from City's contributions to the FRS Plan subsequent to the measurement date will be recognized as a reduction of the net pension liability in the Plan year ended June 30, 2022, Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized as an increase (decrease) in pension expense as follows:

# Other amounts reported as deferred outflows-increase and inflows-(decrease) of resources related to pensions.

Year Ended September 30:	Amount
2023	\$ (62,694)
2024	(64,114)
2025	(77,059)
2026	12,719
2027	(13,400)_
Total	\$(204,549)

## **Actuarial Assumptions**

The total pension liability in the July 1, 2022, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement period:

- Inflation
  - o 2.40% per year
- Salary Increases
  - o 3.25% Average, Including Inflation
- Investment Rate of Return
  - o 6.70% Net of Pension Plan Expense, Including Inflation

Mortality rates were based on the PUB2010 base table varied by member category and sex, projected generationally with scale MP-2018. The actuarial assumptions used in the June 30, 2022, valuation were based on the results of an actuarial experience study of the FRS for the period July 1, 2013, through June 30, 2018.

The long-term expected rate of return on pension plan investments was not based on historical returns, but instead is based on a forward-looking capital market economic model. The allocation policy's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions and includes an adjustment for the inflation assumption. The target allocation, as outlined in the FRS Plan's investment policy, and best estimates of arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

## FRS Target Allocation

Asset Class	Target Allocation	Annual Arithmetic Return
Cash	1.0%	2.6%
Fixed Income	19.8%	4.4%
Global Equity	54.0%	8.8%
Real Estate (Property)	10.3%	7.4%
Private Equity	11.1%	12.0%
Strategic Investments	3.8%	6.2%

#### **Discount Rate**

The discount rate used to measure the total pension liability was 6.70% for the FRS Plan. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rate specified in statute. Based on that assumption, each of the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

# Sensitivity of the City's Proportionate Share of the Net Position Liability to Changes in the Discount Rate

The following presents the City's proportionate share of the net pension liability of the FRS Pension Plan calculated using the discount rate disclosed in the previous paragraph. Also presented is what the City's proportionate share of the FRS Pension Plan net pension liability would be if it were calculated using a discount rate that is 1% point lower or 1% point higher than the current rate.

The city's proportionate share of the FRS Pension Plan Net Pension Liability:

	1% Decrease RATE	Current Discount Rate	1% Increase RATE
Category	5.70%	6.70%	7.70%
FRS Pension Plan Net			
Pension Liability	\$721,769	\$417,345	\$162,810

#### Pension Plan Fiduciary Net Position

Detailed information about the FRS Plan's fiduciary's net position is available in a separately issued FRS Pension Plan and Other State-Administered Systems Annual Comprehensive Financial Report. That report may be obtained through the Florida Department of Management Services website at <a href="http://www.dms.myflorida.com">http://www.dms.myflorida.com</a>.

# RETIREE HEALTH INSURANCE SUBSIDY (HIS) PROGRAM DEFINED BENEFIT PENSION PLAN

# Plan Description

The Retiree Health Insurance Subsidy Program (HIS Plan) is a cost-sharing multiple- employer defined benefit pension plan established under Section 112.363, Florida Statutes, and may be amended by the Florida Legislature at any time. The benefit is a monthly payment to assist retirees of State-administered retirement systems in paying their health insurance costs and is administered by the Florida Department of Management Services, Division of Retirement.

#### **Benefits Provided**

For the fiscal year ended June 30, 2022, eligible retirees and beneficiaries received a monthly HIS payment of \$5 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of \$30 and a maximum HIS payment of \$150 per month, pursuant to Section 112.363, Florida Statutes. To be eligible to receive a HIS Plan benefit, a retiree under a State- administered retirement system must provide proof of health insurance coverage, which may include Medicare.

#### Contributions

The HIS Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all active FRS members. For the fiscal year ended June 30, 2022, the contribution rate was 1.66% of payroll pursuant to section 112.363, Florida Statues. The City contributed 100% of its statutorily required contributions for the current and preceding 3 years. HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event the legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or canceled. The City's contributions to the HIS Plan were \$7,209 for the year ended September 30, 2022.

#### **Pension Costs**

As of September 30, 2022, the City reported a liability of \$126,170 for its proportionate share of the HIS Plan's net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. The City's proportion of the net pension liability was based on the City's contributions received during the measurement period for employer payroll paid dates from July 1, 2021, through June 30, 2022, relative to the total employer contributions received from all participating employers. On June 30, 2022, the City's proportion was 0.001191229% which was a decrease of 0.000632308% from its proportion measured as of June 30, 2021.

For the year ended September 30, 2022, the City recognized pension income of \$45,270 for its proportionate share of HIS's pension expense. In addition, the City reported its proportionate share of HIS's deferred outflows of resources and deferred inflows of resources from the following sources:

Proportionate Share of HIS Deferred Outflows and Inflows of Resources

	Deferred Outflow of	Deferred Inflow of
Category	Resources	Resources
Differences Between Expected and Actual Economic Experience	\$3,830	\$(555)
Changes in Actuarial Assumptions	7,232	(19,518)
Net Difference Between Projected and Actual Earnings on Pension		
Plan Investments	183	0
Changes in Proportion and Differences Between Entity		
Contributions and Proportionate Share of Contributions	0	(163,146)
City Contributions Subsequent to the Measurement	1,683	0
Total	\$12,927	\$(183,220)

\$1,683 reported as deferred outflows of resources related to pensions resulting from Council contributions to the HIS Plan subsequent to the measurement date will be recognized as a reduction of the net pension liability in the Plan year ended June 30, 2023. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized as an increase (decrease) in pension expense as follows:

# Other amounts reported as deferred outflows-increase and inflows-(decrease) of resources related to pensions.

Year Ended September 30:	Amount
2023	\$(50,218)
2024	(37,629)
2025	(31,204)
2026	(28,058)
2027	(19,144)
Thereafter	(5,723)
Total	\$(171,976)

#### **Actuarial Assumptions**

The total pension liability in the July 1, 2022, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement.

Category	Assumption
Inflation	2.40% per year
Salary Increases	3.25% Average, Including Inflation
Municipal Bond Rate	3.54%

Mortality rates were based on the Generational PUB-2000 with Projection Scale MP-2018. Because the HIS is funded on a pay-as-you go basis, no experience study has been done.

#### **Discount Rate**

The discount rate used to measure the total pension liability was 3.54% for the HIS Plan. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the HIS Plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index.

# Long-Term Expected Rate of Return

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

## Pension Liability Sensitivity

The following presents the City's proportionate share of the net pension liability for the HIS Plan, calculated using the discount rate disclosed in the preceding paragraph, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate one percentage point lower or one percentage point higher than the current discount rate:

# The City's proportionate share of the HIS Pension Plan Net Pension Liability

	1% Decrease RATE	Current Discount	1% Increase RATE
Pension Plan Net	2.54%	Rate 3.54%	4.54%
HIS Pension Plan Net			
Pension Liability	\$144,349	\$126,170	\$111,128

### **DEFINED CONTRIBUTION PLAN-401(A) RETIREMENT PLAN**

### Plan Description

Beginning January 1, 1996, the City's new general employees participate in the ICMA Retirement Plan, which is qualified under Section 401(a) of the Internal Revenue Code. This is a money- purchase-retirement-program, administrated by the Retirement Corporation, providing vesting according to the following schedule:

## **Defined Contribution Plan Vesting Timeline**

Employment Term	Vesting
After 2 years	20%
After 3 years	40%
After 4 years	60%
After 5 years	80%
After 6 years	100%

### Plan Funding

The plan, as established by Resolution 186-95, applies to all employees, except public safety employees. The City contributes to the plan at a rate of 10% of employee salaries and wages which amount to \$786,160 for Fiscal Year 2022-2023. The plan is non-contributory, which means employees are not allowed to contribute to the plan, unless the plan is amended pursuant to Section 14.05. Normal retirement age is 59. A second plan was established January 4, 1999, for the City Manager which exactly mirrors the general employee plan provisions described above except that the City Manager's plan provides immediate 100% vesting and has a contribution rate of 15%, which amounted to \$14,701 for the fiscal year. This amount was lower than usual due to the position being vacant from February-September 2022. As of September 30, 2022, 149 general employees participated in the plan.

# **Deferred Compensation Plan**

The City offers its employees a tax-deferred compensation plan meeting the requirements of Internal Revenue Code Section 457. The plan was established by City ordinance that appointed ICMA Retirement Corporation and Nationwide as plan administrators. The City's fiduciary responsibility is to remit employee deferred compensation to the administrator on a regular basis. The deferred compensation is not available to employees until termination, retirement, death, or emergency.

## **Basis of Accounting**

The ICMA Retirement Plan's financial statements are prepared using the accrual basis of accounting. Employer and plan member contributions are recognized in the period in which the contributions are made. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan.

#### Method Used to Value Investments

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

#### POST-EMPLOYMENT BENEFIT OBLIGATIONS

### Other Postemployment Benefits

## **OPEB Plan Description**

The City provides the following health-related benefits to retirees and certain other employees: (a) The City is required by Florida Statute 112.0801 to allow retirees and certain other former employees to buy healthcare coverage at the same "group insurance rates" current employees are charged. Although retirees pay for healthcare at group rates, they are receiving a valuable benefit because they can buy insurance at costs that are lower than the costs associated with the experience rating for their age bracket. The availability of this lower cost health insurance represents an "implicit subsidy" for retirees. (b) The City offered a monthly flexible benefit amount (stipend) of 5% for each year of service up to the maximum of \$674 per month from October 1, 2021, to December 31, 2021. On January 1, 2022, the maximum flex benefit was increased to \$775 per month. The retiree must have been employed by the City for at least ten years and receive normal or early retirement benefits from his/her retirement plan. The stipend is payable to regular retired employees until they are eligible to receive Medicare benefits at the age of 65. The stipend may be used to offset any medical, dental, vision, cancer indemnity, intensive care, hospital indemnity, and personal accident insurance costs. Although the implicit subsidy is the result of state law when healthcare is offered as an employee benefit, the stipend is no longer available for employees who began employment after November 1, 2005.

The City administers the OPEB plan as a single employer defined benefit healthcare plan (the "OPEB Plan") available to retirees and their spouse/dependents. To be eligible for participation in the OPEB Plan, the employee must:

- Retire under the Florida Retirement System, the City of Temple Terrace, Municipal Police Officers' Pension Plan or the Municipal Firefighters' Pension Plan, or the City of Temple Terrace Defined Contribution Plan, and
- Attain the minimum service requirements under the OPEB Plan, and
- Elect to continue medical coverage by paying the applicable monthly premium.

The City does not issue a stand-alone financial report on the OPEB Plan. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

## **Employees Covered by Benefit Terms**

The following employees were covered by the benefit terms as of September 30, 2022, the latest actuarial valuation date:

	Number
Category	covered
Retirees and beneficiaries currently receiving benefits	34
Active Employees	204
Total Covered	238

### **Benefits Provided**

Participants in the City's OPEB Plan become participants in the City's group health self-insurance program and receive the healthcare benefits of that program for themselves and their dependents. (Pursuant to Section 112.0801, Florida Statutes, the City is required to offer participation in such a program at a cost to the retiree that is no greater than the cost at which coverage is available to active City employees i.e., the average blended cost. In other words, the premium payments to the group health self-insurance program cannot be *age-adjusted*, and there is therefore an *implicit subsidy* of retirees by the City and its active employees.) As an alternative, the City also offers retirees or their spouse/dependents the option to purchase a reduced level of coverage under a Medicare supplement plan.

#### **Contributions**

Contributions to the OPEB Plan are shared by the retiree and the City. OPEB Plan participants must reimburse the City for the City's average blended cost (the City provides the implicit subsidy). Thus, retirees can continue medical, dental and vision coverage into retirement on the City's plans on a retiree-pay-all basis, including spouse and dependents. The premium rate being charged active participants must be paid. Upon death of the retiree, a dependent may continue coverage only through COBRA continuation of coverage. Retirees eligible for the stipend mentioned above pay the difference in cost for benefits that exceed the Flexible Benefit Contribution.

### Total OPEB Liability of the City

The measurement date for the City's total/net OPEB liability is September 30, 2022, the same as the reporting date. The measurement period for OPEB cost was October 1, 2021, to September 30, 2022. The components of the City's total OPEB liability on September 30, 2022, are as follows:

#### Components of City's Total OPEB Liability

Component	Amount
Total OPEB Liability	\$6,279,545
OPEB Plan Fiduciary Net Position	0
City's Total OPEB Liability	\$6,279,545

#### **Actuarial Assumptions**

The total OPEB liability on September 30, 2022, was based on an actuarial valuation dated October 1, 2021, rolled forward to September 30, 2022, using the following actuarial assumptions:

Category	Assumption
Inflation	2.5% per annum
Discount Rate	4.77% (S&P Municipal Bond 20-Year High-Grade Rate Index as of 9-30-2022)
Healthcare cost trend rates	6.00% (HMO Plan); 7.50% (PPO 1 Plan); 5.50% (PPO 2 Plan) and 6.00% (HSA Plan) with ultimate Healthcare cost trend rate of 4.50% by FY 2037
	Mortality Rate assumption was changed from the RP-2014 Healthy Annuitant Mortality Table for males and females to the PubG.H-2010–General Mortality
Mortality Rates	Table and PubS.H-2010 Safety Table.

An experience study was not done, as it was not considered necessary to support the actuarial results.

#### **Discount Rate**

The discount rate used to measure the total OPEB liability on September 30, 2022, was 4.77% increased from 2.43% on September 30, 2021. Because the City's OPEB costs are essentially funded on a pay-as-you-go funding structure, a municipal bond rate was used to determine the total pension liability for the Program. The S&P Municipal bond 20-Year High-Grade Rate Index as of September 30, 2022, was adopted for this purpose.

# **Changes in the Total OPEB Liability**

	Fiscal Year
Total OPEB Liability	2022
Service Cost	\$196,028
Interest	176,724
Difference between expected and actual experience	0
Change of assumptions and other inputs	(1,029,956)
Benefit payments	(671,712)
Other Changes*	0_
Net change in total OPEB liability	(1,328,916)
Total OPEB liability, beginning	7,608,460
Total OPEB liability, ending	\$6,279,544

<sup>\*</sup>Includes new census and interaction amongst changes.

## Sensitivity of the total OPEB Liability to Changes in the Discount Rate

The following table presents the total OPEB liability, calculated using the discount rate of 4.77% 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 3.77% or one percentage-point higher 5.77% than the current discount rate:

Category	1% Decrease	Current Discount Rate	1% Increase
Percentage with Increase/Decrease	3.77%	4.77%	5.77%
Total OPEB Liability	\$6,685,760	\$6,279,545	\$5,916,489

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

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

Category	1% Decrease	Current Discount Rate	1% Increase
Total OPEB Liability	\$5,982,904	\$6,279,545	\$6,616,314

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

For the year ended September 30, 2022, the City recognized OPEB expense of \$507,016 on September 30, 2022, the City has deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflow of	Deferred Inflow
Category	Resources	of Resources
Differences Between Expected and Actual Experience	\$154,230	\$135,892
Changes in Assumptions	565,795	1,041,250
Net Difference Between Projected and Actual Earnings	0	0
Total	\$720,025	\$1,177,142

Deferred inflows of resources shown above will be recognized in OPEB expense in the following years:

Fiscal Year Ending	Outflows	Inflows
September 30, 2023	\$265,857	\$341,685
September 30, 2024	183,671	242,485
September 30, 2025	171,553	228,336
September 30, 2026	88,683	199,703
September 30, 2027	10,261	164,933

### **Employee Contribution Information**

Retirees participating in the group insurance plans offered by the City of Temple Terrace are required to contribute 100% of the active premiums. In future years, contributions are assumed to increase at the same rate as premiums. Note that projected employee contributions for the Dental and AFLAC benefits are assumed to cover the entire cost of those respective programs. In addition, the Life and Disability Insurance benefits are currently not offered to retirees.

## Other Employee Benefits Vacation and Sick Leave

Unused vacation leave is paid upon an employee's termination. Sick leave not taken is forfeited by terminating employees. The vacation leave is recorded as a liability in the financial statements. Over the past three years the vacation time used is nearly equal with the amount of earned vacation time. Of the \$1,669,995 beginning balance, \$1,478,355 or 86.9% of that amount was used in the current year. Since hours continue to accrue, most of the liability is recorded as long-term.

### **Post-Retirement Benefits**

Based on City of Temple Terrace Rules and Regulations, Section 13-8, retired City employees are eligible to continue participation in the same insurance benefits selected prior to retirement except for additional life insurance, disability, insurance, and deferred compensation. Retirees are eligible to receive the same monthly flexible benefit contribution amount as active City employees less any amount for health insurance subsidy under the retirement plan toward the cost of these benefits until age 65 as discussed in the note regarding other postemployment benefits. Upon reaching age 65, a retiree may elect to continue in the City's group health insurance program but will not be eligible for the City's flexible benefit contribution.

## Long-Term Liabilities

Revenue bonds and other long-term liabilities directly related to and intended to be paid from Enterprise Funds are included in the Business-Type activities. All other long-term indebtedness of the city is accounted for in the governmental activities.

Summarized below are the City's long-term debt issues which are outstanding on September 30, 2022:

# Description of Long-Term Debt

	Original	Amount	Interest	Annual
Governmental Activities Long-Term Debt	Amount	Outstanding	Rate	Debt
2005 Revenue Note	\$3,125,000	\$691,203	5.45%	\$221,163
2021 Taxable Refunding Revenue Note*	12,791,000	11,777,000	2.75%	570,000
2018B Taxable Refunding Revenue Note	10,050,000	1,252,333	4.05%**	0***
Total Governmental Activities Long-Term Debt	\$25,966,000	\$13,720,538	N/A	\$791,163

<sup>\*</sup>Refinanced in February of 2021

Note: The purpose of all debt listed in this table is "Revenue Debt"

During the fiscal year ended September 30, 2022, the following changes in long-term liabilities occurred:

# Changes in Long-Term Liabilities

	September			September	Due within
Category	30, 2021	Additions	Deductions	30, 2022	one year
Governmental activities:					
2005 Revenue Note	\$910,040	\$0	<b>*</b> \$(218,837)	\$691,203	\$221,163
2021 Revenue Note	12,320,000	0	(543,000)	11,777,000	570,000
2018B Revenue Note	1,862,798	0	(610,465)	1,252,333	0
Accrued compensated absences	1,493,770	1,254,365	(1,314,957)	1,433,178	716,859
Total OPEB obligation	6,520,735	0	(1,118,177)	5,402,558	0
Net Pension Liability	29,106,504	12,139,182	(4,390,878	36,854,808	0
Total Governmental Activities	52,213,847	13,393,547	(8,196,314)	57,411,080	1,508,022
Business-Type activities:					
Accrued compensated absences	176,225	197,247	(163,398)	210,074	105,037
Total OPEB obligation	1,087,724	(210,739)	0	876,987	0
Net Pension Liability	127,383	(38,841)	84,767	173,309	0
Total Business-Type activities	1,391,332	(52,333)	(78,631)	1,260,370	105,037
Total long-term Liabilities	\$53,605,179	\$13,341,214	\$(8,274,945)	\$58,671,450	\$1,613,059

<sup>\*</sup>This principal payment includes \$9,104 previously unrecognized on the financial statements.

<sup>\*\*</sup>Variable Rate throughout the year; interest rate is 9/30/22 rate

<sup>\*\*\*</sup>Principal payoff is due on 10/1/23

#### OTHER LONG-TERM LIABILITIES

Other long-term liabilities, such as compensated absences, OPEB obligations, and Net Pension Liability are typically liquidated by the individual fund to which the liability is directly associated, specifically General Fund, Water & Sewer Fund, Sanitation Fund, and Fleet Maintenance Fund.

## Summary of Principal and Interest Requirements (all Series)

The annual requirements to amortize all outstanding debt except compensated absences, as of September 30, 2022, as follows:

Payable Fiscal	2005		2021			2018
Year Ended	Revenue	2005	Revenue		2018B	Revenue
September 30,	Note	Revenue	Note	2021 Revenue	Revenue Note	Note
2022	Principal	Note Interest	Principal	Note Interest	Principal	Interest
2023	\$221,163	\$38,166	\$570,000	\$386,286	\$0	\$42,000
2024	233,217	26,114	591,000	367,590	1,252,333	0
2025	236,823	13,404	611,000	348,205	0	0
2026	0	0	632,000	328,164	0	0
2027	0	0	651,000	307,434	0	0
2028-2032	0	0	3,584,000	1,202,908	0	0
2033-2037	0	0	4,213,000	574,918	0	0
2038-2040	0	0	925,000	15,170	0	0
Total	\$691,203	\$77,684	\$11,777,000	\$3,530,675	\$1,252,333	\$42,000

#### 2005 Country Club Revenue Note

On October 26, 2005, the City issued a \$3,125,000 taxable non-ad valorem revenue note, series 2005 at 5.45% with Wachovia Bank (now Wells Fargo) on behalf of Temple Terrace Golf and Country Club (Club) to pay off notes 323 and 364 and utilize the remaining proceeds of \$125,496 to construct a maintenance facility. Payment of the loan is secured by a lien upon, and a pledge of non-ad valorem funds budgeted and appropriated for purposes of payment. Principal and interest on the note will be paid semi-annually commencing April 1, 2006, with the final payment due October 1, 2025. The source of funds for this payment is generated from the Temple Terrace Golf Club reimbursement, which include 0.5% surcharge over the rate on the note. This surcharge was eliminated on October 6, 2009, per Resolution 127-09. In February 2016, the City entered into an agreement with the golf course management company, Integrity Golf Company, who assumed the operations of the Club during fiscal year 2016. The agreement stipulated that the management company shall remit to the City \$125,000 annually for the Club's debt service payments on the 2005 Revenue Note. Integrity failed to make payments in Fiscal Year 2017, subsequently putting the Club in default for 2 payments. In February 2018 the Club and the City entered into a new agreement. The Club paid the amount in arrears on this loan, and subsequent payments in 2019 to keep the Club in good standings on loan payments. The amount owed to the Bank is accurately stated, however because of the renewed loan payment schedules and missing a payment, the amount owed to the City to eventually cover the entire loan amount with principal and interest may take an additional 24 years.

## 2021 Taxable Refunding Revenue Notes

In February 2021, the City refinanced the previous year's 2018A Taxable Non Ad Valorem Revenue Bond. The 2021 note was issued for \$12,791,000 with interest payments due each April and October 1 and October including the one-time principal payment amortized through October 1, 2038 (the same due date as the original schedule from 2020 Revenue Note) at a stated interest rate of 2.75% from CenterState Bank, down from the previously refunded 4.28%, a decrease of 1.53%.

### 2018B Taxable Refunding Revenue Notes

On May 17, 2018, the City refinanced a portion of the original 2015A Taxable Non Ad Valorem Revenue Bond with the 2018A (now known as 2021) and 2018B Taxable Refunding Revenue Notes. The 2018B note (\$10,050,000 original issue amount) was structured with a balloon principal payment due October 1, 2023, from Republic Bank and interest payable monthly beginning June 1, 2018 (previously known as the 2020A Revenue Note) at 3.38% at the date of issuance. Interest is variable based on the LIBOR +150 basis points. The variable rate for Fiscal Year 2022 averaged 2.3%.

## Loans Payable

The City does not have any revenue bonds; all loan disclosures relate to Revenue Notes. Therefore, there are no unused lines of credit nor assets that are pledged as collateral for debt. **All notes are direct borrowing.** 

The 2005 Country Club Note is a fixed amount payment and has a pre-payment penalty. In the event of any default, the interest would accrue on the defaulted and any additional amounts, making the payments larger for any subsequent years for the 2005 loan to be paid off.

The 2021 long term Revenue Note is for the Community Redevelopment Agency area in which the Tax Increment Finance (TIF) District is located. This is property that was held by the City until sales of the various areas within the TIF district. Not all of the property within this area has been sold. This is a 20-year loan with interest and principal due annually. This Revenue Note does not have any prepayment penalties. The balance of this loan was \$11,770,000 as of September 30, 2022.

Any defaults would be added to subsequent payments throughout the term of the loan.

The 2018B short term Revenue Note is for the Community Redevelopment Agency area. This loan is an interest only payment short-term loan with no prepayment penalties within the 5 years (principal due by October 1, 2023). The balance for this loan was \$1,252,333 as of September 30, 2022.

### Conduit Debt

On December 2, 2003, City Council authorized the issuance of revenue bonds in the principal amount of \$15,000,000 for construction of two hospice facilities in Temple Terrace and Ruskin by LifePath Hospice and Palliative Care, Inc., which were delivered on December 11, 2003. On August 4, 2009, City Council authorized amendments and the interest rate conversion of \$13,827,500 Revenue Bonds (LifePath Hospice Project), Series 2003 consisting of one fully registered Bond, to SunTrust Bank, dated September 1, 2009, bearing interest at the Bank Rate, and maturing on December 1, 2030. Interest rate is variable based on the LIBOR index. Interest payments are made over a 27-year period, with principal payments beginning December 1, 2006, and maturing December 1, 2030. These conduit bonds do not constitute an indebtedness of the City of Temple Terrace but are payable solely from the revenues derived from the operation of the hospice facilities.

### City of Temple Terrace, Florida September 30, 2022 Notes to the Financial Section

### NOTE IV-OTHER INFORMATION

#### RISK FINANCING

The City is subject to losses in the normal course of operations resulting from general liability, property and casualty, workers' compensation, employee health and accident, environmental and antitrust matters. The City has purchased commercial insurance to protect against employee dishonesty and employee health losses. The City participates in a self-insurance program for purposes of protecting against workers' compensation losses; real and personal property losses; automobile damage; pollution, and general liability, including malpractice, employment practices liability insurance and errors and omissions. Further, the City transfers risk, whenever possible, through hold-harmless clauses and insurance requirements in all contracts, leases and agreements. The City has maintained the same insurance coverage for years. Settled claims have not exceeded commercial coverage in any of the past five fiscal years.

On October 1, 2019, the City entered into an intergovernmental cooperative agreement with Florida Municipal Insurance Trust (FMIT), a risk management and self-insurance association, for the purpose of reducing and limiting member casualty and property losses and employee injuries caused by or arising out of the operations of its members. The pool processes claims, performs investigations, provides defense and settlement when claims arise. FMIT administers a risk management pool and utilizes such funds to defend and protect any members of the pool against liability for a covered loss. All funds contained within the pool are funds directly derived from its members who are public agencies of the State of Florida. The relationship is a joint self-insurance or selffunded program using governmental funds. The purchase of liability insurance by the pool or any of its members is not intended to, and does not, waive sovereign immunity. The pool and the members of the pool do not intend to waive sovereign immunity through their use of public funds retained within the pool. Such funds are not intended to constitute the existence, issuance, or purchase of a policy for insurance. And the pool is not treated as an "insurer" within the meaning of any State legislation. Among other things, the powers of the pool include the purchase of aggregate excess insurance and specific excess insurance to supplement the risk management pool. The City is obligated to make payments to the pool, select a representative to serve on the Board of Directors, allow attorneys employed by the pool to represent the City in investigation, settlement discussions and all levels of litigation arising out of any claim made against the City, and to follow operations and loss reduction and prevention procedures established by the pool.

Florida Municipal Insurance Trust (FMIT) is a risk pool that assumes the risk of loss for all participating members. The members are subject to additional premium assessments in the event that the risk pool required additional funding to satisfy all claims. The City has a "claims reporting period" that coincides with the fiscal year. Renewal premium quotes are typically available in June prior to the beginning of the fiscal year.

### TEMPLE TERRACE GOLF AND COUNTRY CLUB AGREEMENT

On January 1, 1997, the City entered into a 53-year agreement, which expires December 31, 2050, to lease Cityowned property to the Temple Terrace Golf and Country Club, Inc. (the Club). All costs and expenses related to the operation of the golf course are borne by the Club and no funds are remitted by the Club to the City for rent. The golf course holds historic, environmental, and cultural significance to the City. For this reason, the City has an ongoing interest in its preservation. In 2005, the City issued a \$3,125,000 taxable non-ad valorem revenue note on behalf of the Temple Terrace Golf and Country Club which the Club has been paying back to the City through quarterly installments. The Club missed one quarterly payment in 2020 as a direct result of the COVID-19 impact but has been making additional payments each quarter to make up for the delinquent balance.

### City of Temple Terrace, Florida September 30, 2022 Notes to the Financial Section

### SUBSEQUENT EVENTS

### LAND SALE AND 2018B REPUBLIC LOAN PAYOFF

The City requested bids for the sale of the Raulerson Ranch property in 2022 and after receiving and reviewing several offers, the Temple Terrace City Council adopted a resolution approving the sale of the property to the Dr. Kirin C. Patel Foundation in the amount of \$5,400,000. The sale was finalized, and the transaction was made in January 2023. As planned in the Fiscal Year 2023 Annual Budget, in February a portion of the sales was used to pay off the 2018B Republic Bank loan for property associated with the Community Redevelopment Agency. The principal payoff of \$1,252,333 was due on October 1, 2023; however, the loan had a variable interest rate that was escalating throughout 2022. The early payment was without penalty and saved the City thousands of dollars in interest payments.



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### REQUIRED SUPPLEMENTARY INFORMATION

Pension and Other Postemployment Benefit Schedules

- Schedule of Proportionate Share of the Net Pension Liability–Last Ten Fiscal Years
- Schedule of Contributions–Last Ten Fiscal Years
- Schedule of Changes in Net Pension Liability and Related Ratios-Last Ten Years-Police Officers' Retirement System
- Schedule of Contributions-Last Ten Fiscal Years-Police Officers' Retirement System
- Schedule of Changes in Net Pension Liability and Related Ratios

  —Last Ten Years

  —Firefighters' Retirement System
- Schedule of Contributions-Last Ten Fiscal Years-Firefighters' Retirement System
- Schedule of Employer Contributions Police Officers' and firefighters' Retirement Systems
- Schedule of Changes in Total OPEB Liability and Related Rations–Last Ten Fiscal Years

### PENSION AND OTHER POSTEMPLOYMENT BENEFIT SCHEDULES

## SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY-LAST TEN FISCAL YEARS 2015-2022-FRS

Florida Retirement System Pension Plan	2022	2021	2020	2019	2018	2017	2016	2015
City's Proportion of the Net	0.001120/	0.001010/	0.002410/	0.002420/	0.002510/	0.002740/	0.002720/	0.000040/
Pension Liability (Asset) City's Proportionate Share of the	0.00112%	0.00181%	0.00241%	0.00243%	0.00251%	0.00274%	0.00372%	0.00004%
Net Pension Liability	\$417,345	\$136,658	\$1,045,690	\$836,485	\$754,600	\$810,675	\$940,162	\$521,239
City's Covered Payroll	\$434,019	\$629,160	\$856,089	\$905,074	\$1,013,305	\$1,039,378	\$1,582,909	\$1,771,220
City's Proportionate Share of the Net Pension Liability Asset as a								
Percentage of Its Covered Payroll	96.16%	21.72%	122.15%	92.42%	74.47%	78.00%	59.39%	29.43%
Plan Fiduciary Net Position as a Percentage of the Total Pension								
Liability	82.89%	96.40%	78.85%	82.61%	84.26%	83.89%	84.88%	92.00%

Note: The Amounts Presented for Each Fiscal Year were Determined as of June 30.

Note: Information is required to be presented for 10 years. However, until a full 10-year trend is compiled, the City will present information for only those years for which information is available.

Note: The Plan's fiduciary net position as a percentage of the total pension liability is published in Note IV of the Plan's Annual Comprehensive Financial Report.

## SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY–LAST TEN FISCAL YEARS-RETIREE HEALTH

Retiree Health Insurance								
Subsidy Program–HIS	2022	2021	2020	2019	2018	2017	2016	2015
City's Proportion of the Net Pension								
Liability	0.00119%	0.00182%	0.00247%	0.00272%	0.00298%	0.00326%	0.00423%	0.00005%
City's Proportionate Share of the Net								
Pension Liability	\$126,170	\$223,684	\$301,169	\$304,213	\$315,280	\$348,253	\$493,561	\$467,719
City's Covered Payroll	\$434,019	\$629,160	\$856,089	\$905,074	\$1,013,305	\$1,039,378	\$1,582,909	\$1,771,220
City's Proportionate Share of the Net								
Pension Liability-Asset as a Percentage of								
Its Covered Payroll	29.07%	35.55%	35.18%	33.61%	31.11%	33.51%	31.18%	26.41%
Plan Fiduciary Net Position as a								
Percentage of the Total Pension Liability	4.81%	3.56%	3.00%	2.63%	2.15%	1.64%	0.97%	0.50%

Note: The Amounts Presented for Each Fiscal Year were Determined as of June 30.

Note: Information is required to be presented for 10 years. However, until a full 10-year trend is compiled, the City will present information for only those years for which information is available.

Note: The Plan's fiduciary net position as a percentage of the total pension liability is published in Note 4 of the Plan's Annual Comprehensive Financial Report.

### SCHEDULE OF CONTRIBUTIONS-LAST TEN FISCAL YEARS

Florida Retirement System Pension Plan	2022	2021	2020	2019	2018	2017	2016	2015
Contractually Required Contribution	\$47,201	\$63,661	\$77,954	\$78,544	\$71,995	\$68,334	\$83,671	\$99,131
Contributions in Relation to the Contractually Required Contribution	(47,201)	(63,661)	(77,954)	(78,544)	(71,995)	(68,334)	(83,671)	(99,131)
Contribution Deficiency–Excess	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
City's Covered Payroll	\$420,596	\$580,845	\$799,981	\$917,282	\$927,983	\$984,051	\$1,202,558	\$1,412,055
Contributions as a Percentage of Covered Payroll	11.22%	10.96%	9.74%	8.56%	7.76%	6.94%	6,96%	7.02%
Retiree Health Insurance Subsidy Program–HIS	2022	2021	2020	2019	2018	2017	2016	2015
Contractually Required Contribution	\$10,685	\$15,141	\$20,401	\$22,068	\$15,910	\$16,316	\$19,968	\$19,314
Contributions in Relation to the Contractually Required Contribution	(10,685)	(15,141)	(20,401)	(22,068)	(15,910)	(16,316)	(19,968)	(19,314)
Contribution Deficiency–Excess	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
City's Covered Payroll	\$420,596	\$580,845	\$799,981	\$917,282	\$927,983	\$984,051	\$1,202,558	\$1,412,055
Contributions as a Percentage of Covered Payroll	2.54%	2.61%	2.55%	2.41%	1.71%	1.66%	1.66%	1.37%

Note: The Amounts Presented for Each Fiscal Year were Determined as of September 30.

Note: Information is required to be presented for 10 years. However, until a full 10-year trend is compiled, the City will present information for only those years for which information is available.

## SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS-LAST TEN YEARS-POLICE OFFICERS' RETIREMENT SYSTEM FOR FISCAL YEARS 2022-2018

Category	2022	2021	2020	2019	2018
Total Pension Liability:					
Service Cost	\$865,024	\$848,143	\$677,380	\$600,586	\$626,092
Interest	3,898,368	3,690,387	3,654,964	3,522,370	3,359,135
Changes in Excess State Money	0	0	0	0	0
Share Plan Allocation	0	0	0	0	0
Changes of benefit terms	0	179,532	0	44,052	0
Differences between Expected and					
Actual Experience	166,168	1,227,546	(850,684)	412,127	1,046,273
Changes of assumptions	636,916	0	(453,592)	72,756	79,720
Contributions-Buy Back	19,646	0	0	0	21,919
Benefit Payments, including Refunds of					
Employee Contributions	(2,904,191)	(3,115,576)	(2,696,542)	(3,136,877)	(2,813,555)
Net Change in Total Pension Liability	2,681,931	2,830,032	331,526	1,515,014	2,319,584
Total Pension Liability–Beginning	52,565,305	49,735,273	49,403,747	47,888,733	45,569,149
Total Pension Liability–Ending (A)	\$55,247,236	\$52,565,305	\$52,565,305	\$49,403,747	\$47,888,733
Plan Fiduciary Net Position:					_
Contributions-Employer	\$2,164,035	\$2,376,509	\$1,940,686	\$2,844,524	\$2,202,438
Contributions-State	444,902	343,131	215,698	211,464	194,338
Contributions–Employee	419,313	395,905	361,246	306,159	290,312
Contributions-Buy Back	19,646	0	0	0	21,919
Net Investment Income	(5,508,064)	6,803,374	2,289,196	1,366,251	2,464,167
Benefit Payments, including Refunds of					
Employee Contributions	(2,904,191)	(3,115,576)	(2,696,542)	(3,136,877)	(2,813,555)
Administrative Expense	(66,238)	(59,580)	(46,852)	(52,032)	(42,874)
Net Change in Plan Fiduciary Net					
Position	(5,430,597)	6,743,763	2,063,432	1,539,489	2,316,745
Plan Fiduciary Net Position–Beginning	37,946,177	31,202,414	29,138,982	27,599,493	25,282,748
Plan Fiduciary Net Position–Ending (B)	\$32,515,580	\$37,946,177	\$31,202,414	\$29,138,982	\$27,599,493
Net Pension Liability–Ending (A)-(B)	\$22,731,656	\$14,619,128	\$14,619,128	\$20,264,765	\$20,289,240
Plan Fiduciary Net Position as a					
percentage of the Total Pension					
Liability	58.85%	72.19%	72.19%	58.98%	57.63%
Covered Employee Payroll**	\$3,743,861	\$3,534,856	\$3,534,856	\$2,733,563	\$2,592,071
Net Pension Liability as a % of covered					
payroll	607.17%	413.57%	413.57%	741.33%	782.74%
Continued					

# SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS—LAST TEN YEARS—POLICE OFFICERS' RETIREMENT SYSTEM FISCAL YEARS *CONTINUED* FOR 2017-2014

FUR 2017-2014				
Category	2017	2016	2015	2014
Total Pension Liability:				
Service Cost	\$658,510	\$652,093	\$634,011	\$673,853
Interest	3,231,782	2,996,634	2,909,094	2,826,257
Changes in Excess State Money	(13,669)	0	0	0
Share Plan Allocation	0	0	0	0
Changes of benefit terms	179,532	0	(295,206)	0
Differences between Expected and				
Actual Experience	254,999	266,414	(7,809)	0
Changes of assumptions	129,219	1,632,506	444,806	0
Contributions-Buy Back	0	(2,562,970)	0	0
Benefit Payments, including Refunds of				
Employee Contributions	(2,274,549)	0	0	(2,071,931)
Net Change in Total Pension Liability	1,986,292	2,984,677	1,606,627	1,428,179
Total Pension Liability–Beginning	43,582,857	40,598,180	38,991,553	37,563,374
Total Pension Liability–Ending (A)	\$45,569,149	\$43,582,857	\$40,598,180	\$38,991,553
Plan Fiduciary Net Position:	<del></del>			
Contributions–Employer	\$2,079,938	\$1,857,520	\$1,562,285	\$1,536,551
Contributions-State	181,543	188,055	165,332	154,522
Contributions–Employee	322,963	303,850	303,704	303,725
Contributions-Buy Back	0	0	0	0
Net Investment Income	2,871,553	1,382,196	87,712	2,236,955
Benefit Payments, including Refunds of				
Employee Contributions	(2,274,549)	(2,562,970)	(2,078,269	(2,071,931)
Administrative Expense	(50,713)	(37,851)	(32,080)	(18,966)
Net Change in Plan Fiduciary Net				
Position	3,130,735	1,130,800	8,684	2,140,856
Plan Fiduciary Net Position–Beginning	22,152,013	21,021,203	21,012,529	18,871,673
Plan Fiduciary Net Position–Ending (B)	\$25,282,748	\$22,152,013	\$21,021,213	\$21,012,529
Net Pension Liability-Ending (A)-(B)	\$20,286,401	\$21,430,844	\$19,576,967	\$17,979,024
Plan Fiduciary Net Position as a				
percentage of the Total Pension Liability	55.48%	50.83%	51.78%	53.89%
Covered Employee Payroll**	\$2,883,598	\$2,712,946	\$3,126,443	\$2,889,864
Net Pension Liability as a % of covered	,,->	+ ):;- : 0	+-,,	· / /- ·
payroll	703.51%	789.95%	626.17%	622.14%
payron	/03.31/0	109.93/0	020.1//0	022.17/0

Note—Information is required to be presented for 10 years. However, until a full 10-year trend is compiled, the City will present information for only those years for which information is available.

<sup>\*\*</sup> The Covered Payroll numbers shown are in compliance with GASB 82, except for the September 30, 2015, measurement period which includes DROP payroll.

# SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS-LAST TEN YEARS-POLICE OFFICERS' RETIREMENT SYSTEM FISCAL YEARS (CONTINUED)

Notes to Schedule:

### Changes of benefit terms:

For measurement date September 30, 2021, the maximum DROP participation period was originally extended with Ordinance 1471 from 60 months to 96 months, but only for those who elect the extension prior to September 17, 2022. The extension is now made available indefinitely and will not be repealed on September 17, 2022.

### 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 the July 1, 2019, actuarial valuation for special risk lives, with appropriate risk and collar adjustments made based on plan demographics. Additionally, the termination rates were reduced by 0.6% for members with 1 to 10 years of service, and by 0.5% for members with 11 or more years of service, in conjunction with the November 21, 2016, experience study. This valuation now represents the ultimate rates proposed in the Experience Study.

For measurement date September 30, 2021, the investment rate was lowered from 7.5% to 7.4% per year, net of investment related expenses.

### SCHEDULE OF CONTRIBUTIONS-LAST TEN FISCAL YEARS-POLICE OFFICERS' RETIREMENT SYSTEM

Reporting Period Ending	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially Determined Contribution Contributions in Relation to	\$2,703,896	\$2,592,207	\$2,629,410	\$2,582,962	\$2,413,755	\$2,244,502	\$2,045,575	\$1,727,617	\$1,691,072
the Actuarially Determined Contribution Contribution Deficiency—	2,608,937 \$94,959	2,719,640 \$(127,433)	2,156,384 \$473,026	3,055,988 \$(473,026)	2,396,776 \$16,979	2,261,481 \$(16,979)	2,045,575	1,727,617	1,691,072
Excess Covered Payroll ** Contributions as a	\$3,741,861	\$3,534,856	\$3,225,403	\$2,733,563	\$2,592,071	\$2,883,598	\$2,712,946	\$3,126,443	\$2,889,864
Percentage of Covered Employee Payroll	69.69%	76.94%	66.86%	111.80%	92.47%	78.43%	75.40%	55.26%	58.52%

### Notes to Schedule:

Valuation Date: October 01, 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 can be found in the October 1, 2020, Actuarial Valuation for the City of Temple Terrace Police Officers' Retirement System prepared by Foster & Foster Actuaries and Consultants.

The Amounts Presented for Each Fiscal Year were Determined as of September 30.

Information is required to be presented for 10 years. However, until a full 10-year trend is compiled, the City will present information for only those years for which information is available.

<sup>\*\*</sup> The Covered Payroll numbers shown are in compliance with GASB 82, except for the September 30, 2015, measurement period which includes DROP payroll.

## SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS-LAST TEN YEARS-FIREFIGHTERS' RETIREMENT SYSTEM FOR FISCAL YEARS 2022-2018

Total Pension Liability: Service Cost   S1,147,789   S1,095,292   S1,144,202   S1,107,294   S1,032,866   Interest   3,294,793   3,118,702   2,904,236   2,720,390   2,462,363   Changes in Excess State Money   0   0   0   0   0   0   0   0   0	Category	2022	2021	2020	2019	2018
Interest	Total Pension Liability:					
Changes in Excess State Money         0         0         0         0         0           Share Plan Allocation         14,872         8,332         3,809         686         0           Changes of benefit terms         0         0         0         (17,202)         0           Differences between Expected and Actual Experience         407,554         49,281         (363,666)         81,020         1,408,684           Changes of assumptions         0         186,359         761,225         0         0           Contributions—Buy Back         40,856         36,783         18,487         16,383         25,724           Benefit Payments, including Refunds of Employee Contributions         (1,623,627)         (1,587,807)         (1,531,851)         (1,490,948)         (1,602,076)           Net Change in Total Pension Liability         32,822,37         2,906,942         2,936,442         2,417,623         3,327,561           Total Pension Liability—Ending (A)         \$47,470,486         \$44,188,249         \$44,188,249         \$38,344,865         35,927,242         32,599,681           Total Pension Liability—Ending (A)         \$1,667,917         \$1,639,639         \$1,429,968         \$1,752,112         \$1,450,076           Contributions—Employer         \$1,667,917 <t< td=""><td>Service Cost</td><td>\$1,147,789</td><td>\$1,095,292</td><td>\$1,144,202</td><td>\$1,107,294</td><td>\$1,032,866</td></t<>	Service Cost	\$1,147,789	\$1,095,292	\$1,144,202	\$1,107,294	\$1,032,866
Share Plan Allocation         14,872         8,332         3,809         686         0           Changes of benefit terms         0         0         0         (17,202)         0           Differences between Expected and Actual Experience         407,554         49,281         (363,666)         81,020         1,408,684           Changes of assumptions         0         186,359         761,225         0         0           Contributions—Buy Back         40,856         36,783         18,487         16,383         25,724           Benefit Payments, including Refunds of Employee Contributions         (1,623,627)         (1,587,807)         (1,531,851)         (1,490,948)         (1,602,076)           Net Change in Total Pension Liability—Beginning         3,282,237         2,906,942         2,936,442         2,417,623         3,259,9681           Total Pension Liability—Ending (A)         \$47,470,486         \$44,188,249         \$44,188,249         \$33,44,865         35,927,242         32,599,681           Total Pension Liability—Ending (A)         \$1,667,917         \$1,639,639         \$1,429,968         \$1,752,112         \$1,450,076           Contributions—Employee         \$1,667,917         \$1,639,639         \$1,429,968         \$1,752,112         \$1,450,076           Contributions—Empl	Interest	3,294,793	3,118,702	2,904,236	2,720,390	2,462,363
Changes of benefit terms	Changes in Excess State Money	0	0	0	0	0
Differences between Expected and Actual Experience	Share Plan Allocation	14,872	8,332	3,809	686	0
Actual Experience         447,554         49,281         (363,666)         81,020         1,408,684           Changes of assumptions         0         186,359         761,225         0         0           Contributions—Buy Back         40,856         36,783         18,487         16,383         25,724           Benefit Payments, including Refunds of Employee Contributions         (1,623,627)         (1,587,807)         (1,531,851)         (1,490,948)         (1,602,076)           Net Change in Total Pension Liability         3,282,237         2,906,942         2,936,442         2,417,623         3,327,561           Total Pension Liability—Ending (A)         44,188,249         41,281,307         38,344,865         35,927,242         32,599,681           Total Pension Liability—Ending (A)         844,188,249         844,188,249         \$44,188,249         \$38,344,865         35,927,242         32,599,681           Total Pension Liability—Ending (A)         185,956         172,877         163,831         157,585         155,354           Contributions—Employee         419,795         375,858         373,276         375,067         350,864           Contributions—Buy Back         40,856         36,783         18,487         16,383         25,724           Net Investment Income	Changes of benefit terms	0	0	0	(17,202)	0
Changes of assumptions         0         186,359         761,225         0         0           Contributions—Buy Back         40,856         36,783         18,487         16,383         25,724           Benefit Payments, including Refunds of Employee Contributions         (1,623,627)         (1,587,807)         (1,531,851)         (1,490,948)         (1,602,076)           Net Change in Total Pension Liability         3,282,237         2,906,942         2,936,442         2,417,623         3,327,561           Total Pension Liability—Beginning         44,188,249         41,281,307         38,344,865         35,927,242         32,599,681           Total Pension Liability—Ending (A)         847,470,486         \$44,188,249         \$44,188,249         \$38,344,865         35,927,242         32,599,681           Total Pension Liability—Ending (A)         \$1,667,917         \$1,639,639         \$1,429,968         \$1,752,112         \$1,450,076           Contributions—Employee         188,956         172,877         163,831         157,585         155,354           Contributions—Buy Back         40,856         36,783         18,487         16,383         25,724           Net Investment Income         (5,107,106)         6,704,446         2,027,593         969,827         2,600,576           Emplo	Differences between Expected and					
Contributions—Buy Back         40,856         36,783         18,487         16,383         25,724           Benefit Payments, including Refunds of Employee Contributions         (1,623,627)         (1,587,807)         (1,531,851)         (1,490,948)         (1,602,076)           Net Change in Total Pension Liability—Beginning         3,282,237         2,906,942         2,936,442         2,417,623         33,27,561           Total Pension Liability—Ending (A)         44,188,249         41,281,307         38,344,865         35,927,242         32,599,681           Total Pension Liability—Ending (A)         44,188,249         44,188,249         \$44,188,249         \$38,344,865         35,927,242           Plan Fiduciary Net Position:         51,667,917         \$1,639,639         \$1,429,968         \$1,752,112         \$1,450,076           Contributions—Employer         \$1,667,917         \$1,639,639         \$1,429,968         \$1,752,112         \$1,450,076           Contributions—Employee         \$18,956         \$172,877         \$163,831         \$157,585         \$155,354           Contributions—Buy Back         \$40,856         36,783         \$1,8487         \$1,633         \$25,724           Net Investment Income         \$(5,107,106)         6,700,446         \$2,027,593         \$96,9827         \$2,600,576		407,554	·	(363,666)	81,020	1,408,684
Benefit Payments, including Refunds of Employee Contributions         (1,623,627)         (1,587,807)         (1,531,851)         (1,490,948)         (1,602,076)           Net Change in Total Pension Liability—Beginning Total Pension Liability—Ending (A)         3,328,2337         2,906,942         2,936,442         2,417,623         3,327,561           Total Pension Liability—Ending (A)         \$44,188,249         41,281,307         38,344,865         35,927,242         32,599,681           Plan Fiduciary Net Position:         \$1,667,917         \$1,639,639         \$1,429,968         \$1,752,112         \$1,450,076           Contributions—Employer         \$1,667,917         \$1,639,639         \$1,429,968         \$1,752,112         \$1,450,076           Contributions—Employee         \$185,956         \$172,877         \$163,831         \$157,585         \$155,354           Contributions—Employee         \$419,795         \$375,858         373,276         375,067         350,864           Contributions—Buy Back         \$40,856         36,783         \$18,487         \$16,383         25,7242           Net Investment Income         \$(5,107,106)         \$6,700,446         2,027,593         \$96,827         2,600,576           Employee Contributions         \$(4,483,954)         \$7,260,877         2,422,608         \$1,730,528         2,9		0	186,359	761,225		0
Contributions	Contributions-Buy Back	40,856	36,783	18,487	16,383	25,724
Net Change in Total Pension Liability         3,282,237         2,906,942         2,936,442         2,417,623         3,327,561           Total Pension Liability—Beginning         44,188,249         41,281,307         38,344,865         35,927,242         32,599,681           Total Pension Liability—Ending (A)         \$47,470,486         \$44,188,249         \$44,188,249         \$38,344,865         35,927,242           Plan Fiduciary Net Position:         \$1,667,917         \$1,639,639         \$1,429,968         \$1,752,112         \$1,450,076           Contributions—Employee         \$185,956         \$172,877         \$163,831         \$157,585         \$155,354           Contributions—Employee         \$419,795         \$375,858         373,276         375,067         350,864           Contributions—Buy Back         \$40,856         36,783         \$18,487         \$16,383         \$25,724           Net Investment Income         \$(5,107,106)         \$6,700,446         \$2,027,593         \$969,827         \$2,600,576           Benefit Payments, including Refunds of Employee Contributions         \$(67,745)         \$(1,587,807)         \$(1,531,851)         \$(1,490,948)         \$(1,602,076)           Administrative Expense         \$(67,745)         \$(76,919)         \$(58,696)         \$(49,498)         \$(54,011)	Benefit Payments, including Refunds of					
Total Pension Liability—Beginning         44,188,249         41,281,307         38,344,865         35,927,242         32,599,681           Total Pension Liability—Ending (A)         \$47,470,486         \$44,188,249         \$44,188,249         \$38,344,865         \$35,927,242           Plan Fiduciary Net Position:         Contributions—Employer         \$1,667,917         \$1,639,639         \$1,429,968         \$1,752,112         \$1,450,076           Contributions—Employee         185,956         172,877         163,831         157,585         155,354           Contributions—Employee         419,795         375,858         373,276         375,067         350,864           Contributions—Buy Back         40,856         36,783         18,487         16,383         25,724           Net Investment Income         (5,107,106)         6,700,446         2,027,593         969,827         2,600,576           Employee Contributions         (1,623,627)         (1,587,807)         (1,531,851)         (1,490,948)         (1,602,076)           Administrative Expense         (67,745)         (76,919)         (58,696)         (49,498)         (54,011)           Net Change in Plan Fiduciary Net Position—Beginning Plan Fiduciary Net Position—Ending (B)         \$33,717,543         \$38,201,497         \$30,940,620         \$28,518,012	Employee Contributions					
Total Pension Liability–Ending (A)         \$47,470,486         \$44,188,249         \$44,188,249         \$38,344,865         \$35,927,242           Plan Fiduciary Net Position:         Contributions–Employer         \$1,667,917         \$1,639,639         \$1,429,968         \$1,752,112         \$1,450,076           Contributions–Employee         185,956         172,877         163,831         157,585         155,354           Contributions–Employee         419,795         375,858         373,276         375,067         350,864           Contributions–Buy Back         40,856         36,783         18,487         16,383         25,724           Net Investment Income         (5,107,106)         6,700,446         2,027,593         969,827         2,600,576           Benefit Payments, including Refunds of Employee Contributions         (1,623,627)         (1,587,807)         (1,531,851)         (1,490,948)         (1,602,076)           Administrative Expense         (67,745)         (76,919)         (58,696)         (49,498)         (54,011)           Net Change in Plan Fiduciary Net Position–Beginning Plan Fiduciary Net Position–Ending (B)         38,201,497         30,940,620         28,518,012         26,787,484         23,860,977           Plan Fiduciary Net Position as a percentage of the Total Pension         133,752,943         \$35,986,752<	Net Change in Total Pension Liability	3,282,237	2,906,942	2,936,442	2,417,623	3,327,561
Plan Fiduciary Net Position:   Contributions—Employer	Total Pension Liability–Beginning	44,188,249	41,281,307	38,344,865	35,927,242	32,599,681
Contributions–Employer         \$1,667,917         \$1,639,639         \$1,429,968         \$1,752,112         \$1,450,076           Contributions–State         185,956         172,877         163,831         157,585         155,354           Contributions–Employee         419,795         375,858         373,276         375,067         350,864           Contributions–Buy Back         40,856         36,783         18,487         16,383         25,724           Net Investment Income         (5,107,106)         6,700,446         2,027,593         969,827         2,600,576           Benefit Payments, including Refunds of Employee Contributions         (1,623,627)         (1,587,807)         (1,531,851)         (1,490,948)         (1,602,076)           Administrative Expense         (67,745)         (76,919)         (58,696)         (49,498)         (54,011)           Net Change in Plan Fiduciary Net Position–Beginning Plan Fiduciary Net Position–Beginning Plan Fiduciary Net Position–Ending (B)         38,201,497         30,940,620         28,518,012         26,787,484         23,860,977           Plan Fiduciary Net Position as a percentage of the Total Pension Liability—Ending (A)-(B)         \$13,752,943         \$5,986,752         \$5,986,752         \$9,826,853         \$9,139,758           Plan Fiduciary Net Position as a percentage of the Total Pension Liability as a per	Total Pension Liability–Ending (A)	\$47,470,486	\$44,188,249	\$44,188,249	\$38,344,865	\$35,927,242
Contributions—State         185,956         172,877         163,831         157,585         155,354           Contributions—Employee         419,795         375,858         373,276         375,067         350,864           Contributions—Buy Back         40,856         36,783         18,487         16,383         25,724           Net Investment Income         (5,107,106)         6,700,446         2,027,593         969,827         2,600,576           Benefit Payments, including Refunds of Employee Contributions         (1,623,627)         (1,587,807)         (1,531,851)         (1,490,948)         (1,602,076)           Administrative Expense         (67,745)         (76,919)         (58,696)         (49,498)         (54,011)           Net Change in Plan Fiduciary Net Position—Beginning Plan Fiduciary Net Position—Beginning Plan Fiduciary Net Position—Ending (B)         38,201,497         30,940,620         28,518,012         26,787,484         23,860,977           Plan Fiduciary Net Position as a percentage of the Total Pension Liability—Ending (A)-(B)         \$13,752,943         \$5,986,752         \$5,986,752         \$9,826,853         \$9,139,758           Plan Fiduciary Net Position as a percentage of the Total Pension Liability         71.03%         86.45%         86.45%         74.37%         74.56%           Covered Payroll**         \$3,994,244	Plan Fiduciary Net Position:					_
Contributions-Employee         419,795         375,858         373,276         375,067         350,864           Contributions-Buy Back         40,856         36,783         18,487         16,383         25,724           Net Investment Income         (5,107,106)         6,700,446         2,027,593         969,827         2,600,576           Benefit Payments, including Refunds of Employee Contributions         (1,623,627)         (1,587,807)         (1,531,851)         (1,490,948)         (1,602,076)           Administrative Expense         (67,745)         (76,919)         (58,696)         (49,498)         (54,011)           Net Change in Plan Fiduciary Net Position—Beginning Plan Fiduciary Net Position—Beginning Plan Fiduciary Net Position—Ending (B)         7,260,877         2,422,608         1,730,528         2,926,507           Plan Fiduciary Net Position—Ending (B)         \$33,717,543         \$38,201,497         \$30,940,620         \$28,518,012         \$26,787,484         23,860,977           Plan Fiduciary Net Position as a percentage of the Total Pension         \$13,752,943         \$5,986,752         \$5,986,752         \$9,826,853         \$9,139,758           Plan Fiduciary Net Position as a percentage of the Total Pension         71.03%         86.45%         86.45%         74.37%         74.56%           Covered Payroll**         \$3,994,244	Contributions–Employer	\$1,667,917	\$1,639,639	\$1,429,968	\$1,752,112	\$1,450,076
Contributions—Buy Back         40,856         36,783         18,487         16,383         25,724           Net Investment Income         (5,107,106)         6,700,446         2,027,593         969,827         2,600,576           Benefit Payments, including Refunds of Employee Contributions         (1,623,627)         (1,587,807)         (1,531,851)         (1,490,948)         (1,602,076)           Administrative Expense         (67,745)         (76,919)         (58,696)         (49,498)         (54,011)           Net Change in Plan Fiduciary Net Position—Beginning Plan Fiduciary Net Position—Beginning Plan Fiduciary Net Position—Ending (B)         38,201,497         30,940,620         28,518,012         26,787,484         23,860,977           Plan Fiduciary Net Position as a percentage of the Total Pension Liability—Ending (A)-(B)         \$13,752,943         \$5,986,752         \$5,986,752         \$9,826,853         \$9,139,758           Plan Fiduciary Net Position as a percentage of the Total Pension Liability         71.03%         86.45%         86.45%         74.37%         74.56%           Covered Payroll**         \$3,994,244         \$3,576,190         \$3,568,671         \$3,338,386           Net Pension Liability as a percentage of         \$3,994,244         \$3,576,190         \$3,568,671         \$3,338,386	Contributions-State	185,956	172,877	163,831	157,585	155,354
Net Investment Income         (5,107,106)         6,700,446         2,027,593         969,827         2,600,576           Benefit Payments, including Refunds of Employee Contributions         (1,623,627)         (1,587,807)         (1,531,851)         (1,490,948)         (1,602,076)           Administrative Expense         (67,745)         (76,919)         (58,696)         (49,498)         (54,011)           Net Change in Plan Fiduciary Net Position         (4,483,954)         7,260,877         2,422,608         1,730,528         2,926,507           Plan Fiduciary Net Position—Beginning Plan Fiduciary Net Position—Ending (B)         \$33,717,543         \$38,201,497         \$30,940,620         28,518,012         26,787,484         23,860,977           Plan Fiduciary Net Position as a percentage of the Total Pension Liability         \$13,752,943         \$5,986,752         \$5,986,752         \$9,826,853         \$9,139,758           Plan Fiduciary Net Position as a percentage of the Total Pension Liability         71.03%         86.45%         86.45%         74.37%         74.56%           Covered Payroll**         \$3,994,244         \$3,576,190         \$3,568,671         \$3,338,386           Net Pension Liability as a percentage of         \$3,576,190         \$3,576,190         \$3,568,671         \$3,338,386	Contributions–Employee	419,795	375,858	373,276	375,067	350,864
Benefit Payments, including Refunds of Employee Contributions       (1,623,627)       (1,587,807)       (1,531,851)       (1,490,948)       (1,602,076)         Administrative Expense       (67,745)       (76,919)       (58,696)       (49,498)       (54,011)         Net Change in Plan Fiduciary Net Position       (4,483,954)       7,260,877       2,422,608       1,730,528       2,926,507         Plan Fiduciary Net Position—Beginning Plan Fiduciary Net Position—Ending (B)       \$33,717,543       \$38,201,497       30,940,620       28,518,012       26,787,484       23,860,977         Plan Fiduciary Net Position as a percentage of the Total Pension       \$13,752,943       \$5,986,752       \$5,986,752       \$9,826,853       \$9,139,758         Plan Fiduciary Net Position as a percentage of the Total Pension       71.03%       86.45%       86.45%       74.37%       74.56%         Covered Payroll**       \$3,994,244       \$3,576,190       \$3,576,190       \$3,568,671       \$3,338,386         Net Pension Liability as a percentage of	Contributions-Buy Back	40,856	36,783	18,487	16,383	25,724
Employee Contributions         (1,623,627)         (1,587,807)         (1,531,851)         (1,490,948)         (1,602,076)           Administrative Expense         (67,745)         (76,919)         (58,696)         (49,498)         (54,011)           Net Change in Plan Fiduciary Net Position         (4,483,954)         7,260,877         2,422,608         1,730,528         2,926,507           Plan Fiduciary Net Position—Beginning Plan Fiduciary Net Position—Ending (B)         38,201,497         30,940,620         28,518,012         26,787,484         23,860,977           Plan Fiduciary Net Position as a percentage of the Total Pension         \$13,752,943         \$5,986,752         \$5,986,752         \$9,826,853         \$9,139,758           Plan Fiduciary Net Position as a percentage of the Total Pension         71.03%         86.45%         86.45%         74.37%         74.56%           Covered Payroll**         \$3,994,244         \$3,576,190         \$3,576,190         \$3,568,671         \$3,338,386		(5,107,106)	6,700,446	2,027,593	969,827	2,600,576
Administrative Expense         (67,745)         (76,919)         (58,696)         (49,498)         (54,011)           Net Change in Plan Fiduciary Net         (4,483,954)         7,260,877         2,422,608         1,730,528         2,926,507           Plan Fiduciary Net Position—Beginning Plan Fiduciary Net Position—Ending (B)         38,201,497         30,940,620         28,518,012         26,787,484         23,860,977           Plan Fiduciary Net Position Liability—Ending (A)-(B)         \$13,752,943         \$5,986,752         \$5,986,752         \$9,826,853         \$9,139,758           Plan Fiduciary Net Position as a percentage of the Total Pension Liability         71.03%         86.45%         86.45%         74.37%         74.56%           Covered Payroll**         \$3,994,244         \$3,576,190         \$3,576,190         \$3,568,671         \$3,338,386           Net Pension Liability as a percentage of         \$3,994,244         \$3,576,190         \$3,576,190         \$3,568,671         \$3,338,386	Benefit Payments, including Refunds of					
Net Change in Plan Fiduciary Net         (4,483,954)         7,260,877         2,422,608         1,730,528         2,926,507           Plan Fiduciary Net Position—Beginning Plan Fiduciary Net Position—Ending (B)         38,201,497         30,940,620         28,518,012         26,787,484         23,860,977           Net Pension Liability—Ending (A)-(B)         \$33,717,543         \$38,201,497         \$30,940,620         \$28,518,012         \$26,787,484           Net Pension Liability Net Position as a percentage of the Total Pension Liability         \$13,752,943         \$5,986,752         \$5,986,752         \$9,826,853         \$9,139,758           Liability         71.03%         86.45%         86.45%         74.37%         74.56%           Covered Payroll**         \$3,994,244         \$3,576,190         \$3,568,671         \$3,338,386           Net Pension Liability as a percentage of         \$3,994,244         \$3,576,190         \$3,568,671         \$3,338,386	Employee Contributions	(1,623,627)	(1,587,807)	(1,531,851)	(1,490,948)	(1,602,076)
Position         (4,483,954)         7,260,877         2,422,608         1,730,528         2,926,507           Plan Fiduciary Net Position—Beginning         38,201,497         30,940,620         28,518,012         26,787,484         23,860,977           Plan Fiduciary Net Position—Ending (A)-(B)         \$33,717,543         \$38,201,497         \$30,940,620         \$28,518,012         \$26,787,484           Net Pension Liability—Ending (A)-(B)         \$13,752,943         \$5,986,752         \$5,986,752         \$9,826,853         \$9,139,758           Plan Fiduciary Net Position as a percentage of the Total Pension         71.03%         86.45%         86.45%         74.37%         74.56%           Covered Payroll**         \$3,994,244         \$3,576,190         \$3,576,190         \$3,568,671         \$3,338,386           Net Pension Liability as a percentage of         \$3,994,244         \$3,576,190         \$3,568,671         \$3,338,386	Administrative Expense	(67,745)	(76,919)	(58,696)	(49,498)	(54,011)
Plan Fiduciary Net Position–Beginning         38,201,497         30,940,620         28,518,012         26,787,484         23,860,977           Plan Fiduciary Net Position–Ending (B)         \$33,717,543         \$38,201,497         \$30,940,620         \$28,518,012         \$26,787,484           Net Pension Liability–Ending (A)-(B)         \$13,752,943         \$5,986,752         \$5,986,752         \$9,826,853         \$9,139,758           Plan Fiduciary Net Position as a percentage of the Total Pension         \$13,752,943         \$5,986,752         \$5,986,752         \$9,826,853         \$9,139,758           Plan Fiduciary Net Position as a percentage of the Total Pension         \$13,752,943         \$5,986,752         \$5,986,752         \$9,826,853         \$9,139,758           Plan Fiduciary Net Position as a percentage of the Total Pension         \$1,03%         86.45%         86.45%         74.37%         74.56%           Covered Payroll**         \$3,994,244         \$3,576,190         \$3,576,190         \$3,568,671         \$3,338,386           Net Pension Liability as a percentage of         \$3,994,244         \$3,576,190         \$3,568,671         \$3,338,386	Net Change in Plan Fiduciary Net					
Plan Fiduciary Net Position–Ending (B)         \$33,717,543         \$38,201,497         \$30,940,620         \$28,518,012         \$26,787,484           Net Pension Liability–Ending (A)-(B)         \$13,752,943         \$5,986,752         \$5,986,752         \$9,826,853         \$9,139,758           Plan Fiduciary Net Position as a percentage of the Total Pension         71.03%         86.45%         86.45%         74.37%         74.56%           Covered Payroll**         \$3,994,244         \$3,576,190         \$3,576,190         \$3,568,671         \$3,338,386           Net Pension Liability as a percentage of	Position		7,260,877	2,422,608	1,730,528	2,926,507
Net Pension Liability–Ending (A)-(B)         \$13,752,943         \$5,986,752         \$5,986,752         \$9,826,853         \$9,139,758           Plan Fiduciary Net Position as a percentage of the Total Pension         71.03%         86.45%         86.45%         74.37%         74.56%           Covered Payroll**         \$3,994,244         \$3,576,190         \$3,576,190         \$3,568,671         \$3,338,386           Net Pension Liability as a percentage of	Plan Fiduciary Net Position–Beginning	38,201,497	30,940,620	28,518,012	26,787,484	23,860,977
Plan Fiduciary Net Position as a percentage of the Total Pension       71.03%       86.45%       86.45%       74.37%       74.56%         Covered Payroll**       \$3,994,244       \$3,576,190       \$3,576,190       \$3,568,671       \$3,338,386         Net Pension Liability as a percentage of	Plan Fiduciary Net Position–Ending (B)	\$33,717,543	\$38,201,497	\$30,940,620	\$28,518,012	\$26,787,484
percentage of the Total Pension       71.03%       86.45%       86.45%       74.37%       74.56%         Covered Payroll**       \$3,994,244       \$3,576,190       \$3,576,190       \$3,568,671       \$3,338,386         Net Pension Liability as a percentage of	Net Pension Liability–Ending (A)-(B)	\$13,752,943	\$5,986,752	\$5,986,752	\$9,826,853	\$9,139,758
percentage of the Total Pension       71.03%       86.45%       86.45%       74.37%       74.56%         Covered Payroll**       \$3,994,244       \$3,576,190       \$3,576,190       \$3,568,671       \$3,338,386         Net Pension Liability as a percentage of	Plan Fiduciary Net Position as a					
Liability       71.03%       86.45%       86.45%       74.37%       74.56%         Covered Payroll**       \$3,994,244       \$3,576,190       \$3,576,190       \$3,568,671       \$3,338,386         Net Pension Liability as a percentage of						
Net Pension Liability as a percentage of	1 0	71.03%	86.45%	86.45%	74.37%	74.56%
Net Pension Liability as a percentage of		\$3,994,244	\$3,576,190	\$3,576,190	\$3,568,671	\$3,338,386
, 1						
	Covered Payroll	344.32%	167.41%	167.41%	275.36%	273.78%

Continued

# SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS-LAST TEN YEARS–FIRE FIGHTERS' RETIREMENT SYSTEM FISCAL YEARS *CONTINUED* FOR 2017-2014

Category	2017	2016	2015	2014
Total Pension Liability:				
Service Cost	\$929,615	\$923,351	\$848,258	\$834,970
Interest	2,342,818	2,179,370	2,106,949	2,001,009
Changes in Excess State Money	0	(18,213)	0	0
Share Plan Allocation	0	15,028	0	0
Changes of benefit terms	0	0	0	0
Differences between Expected and Actual				
Experience	(261,617)	38,129	(208,861)	0
Changes of assumptions	0	627,713	330,207	0
Contributions—Buy Back	0	3,143	3,884	0
Benefit Payments, including Refunds of				
Employee Contributions	(1,447,974)	(1,769,625)	(1,870,919)	(1,039,727)
Net Change in Total Pension Liability	1,562,842	1,998,896	1,209,518	1,796,252
Total Pension Liability–Beginning	31,036,839	29,037,943	27,828,425	26,032,173
Total Pension Liability–Ending (A)	\$32,599,681	\$31,036,839	\$29,037,943	\$27,828,425
Plan Fiduciary Net Position:				
Contributions–Employer	\$1,316,570	\$1,167,720	\$1,064,455	\$1,064,867
Contributions-State	153,625	168,057	160,407	162,928
Contributions–Employee	327,645	303,975	297,030	292,410
Contributions-Buy Back	0	3,143	3,884	0
Net Investment Income	2,683,463	1,359,948	232,365	1,915,275
Benefit Payments, including Refunds of				
Employee Contributions	(1,447,974)	(1,769,625)	(1,870,919)	(1,039,727)
Administrative Expense	(65,679)	(43,311)	(49,011)	(48,151)
Net Change in Plan Fiduciary Net Position	2,967,650	1,189,907	(161,789)	2,347,602
Plan Fiduciary Net Position–Beginning	20,893,327	19,703,420	19,865,209	17,517,607
Plan Fiduciary Net Position–Ending (B)	\$23,860,977	\$20,893,327	\$19,703,420	\$19,865,209
Net Pension Liability–Ending (A)-(B)	\$8,738,704	\$10,143,512	\$9,334,523	\$7,963,216
Plan Fiduciary Net Position as a percentage of				_
the Total Pension Liability	73.19%	67.32%	67.85%	71.38%
Covered Payroll**	\$3,117,461	\$2,892,247	\$3,294,335	\$2,688,405
Net Pension Liability as a percentage of				
Covered Payroll	280.31%	350.71%	283.35%	296.21%

<sup>\*\*</sup> For the year ending September 30, 2015, the Covered Employee Payroll figure included payroll for DROP members. 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.

## SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS-LAST TEN YEARS-FIRE FIGHTERS' RETIREMENT SYSTEM FISCAL YEARS -(CONTINUED)

Notes to Schedule:

\* Information is required to be presented for 10 years. However, until a full 10-year trend is compiled, the City will present information for only those years for which information is available.

For measurement date September 30, 2021, as a result of the experience study dated May 12, 2022, the following changes were made:

- 1. The investment return assumption was reduced from 7.50% to 7.40% per year, net of investment related expenses.
- 2. Amended the assumption regarding expected individual salary increases from a flat 6.5% per year to 8.5% in the first year of employment and 5.5% per year for those with one or more years of Credited Service.
- 3. Amended the assumption regarding Normal Retirement to be that in the first year a Member becomes eligible for Normal Retirement there will be a 50% probability of Retirement, and then a 100% probability one year after first eligibility.
- 4. Amended the expected withdrawal rates to increase the assumed rates for less than 2 years of service and reduce the assumed rates for those with more than 2 years of service.

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 the July 1, 2019, actuarial valuation for special risk lives, with appropriate risk and collar adjustments made based on plan demographics.

## SCHEDULE OF CONTRIBUTIONS-LAST TEN FISCAL YEARS-FIREFIGHTERS' RETIREMENT SYSTEM FOR FISCAL YEARS 2014-2022

Reporting Period Ending	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially Determined									
Contribution	\$1,843,524	\$1,799,661	\$1,776,761	\$1,722,240	\$1,605,430	\$1,470,195	\$1,329,855	\$1,224,862	\$1,227,794
Contributions in Relation to									
the Actuarially Determined									
Contribution	1,839,001	1,804,184	1,589,990	1,909,011	1,605,430	1,470,195	1,329,855	1,224,862	1,227,794
Contribution Deficiency-									_
Excess	\$4,523	\$(4,523)	\$186,771	\$(186,771)	\$0	\$0	\$0	\$0	\$0
Covered Payroll **	\$3,994,244	\$3,576,190	\$3,551,628	\$3,568,671	\$3,338,386	\$3,117,461	\$2,892,247	\$3,294,335	\$2,688,405
Contributions as a									
Percentage of Covered									
Employee Payroll	46.04%	50.45%	44.77%	53.49%	48.09%	47.16%	45.98%	37.18%	45.67%

Note—Information is required to be presented for 10 years. However, until a full 10-year trend is compiled, the City will present information for only those years for which information is available.

Valuation Date: October 01, 2019

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 can be found in the October 01, 2019, Actuarial Valuation for the City of Temple Firefighters' Retirement System prepared by Foster & Foster Actuaries and Consultants.

<sup>\*\*</sup> For the year ending September 30, 2015, the Covered Employee Payroll figure included payroll for DROP members. 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.

# SCHEDULE OF EMPLOYER CONTRIBUTIONS POLICE OFFICERS' AND FIREFIGHTERS' RETIREMENT SYSTEMS—ANNUAL MONEY—WEIGHTED RATE OF RETURN, NET OF INVESTMENT EXPENSE

Fiscal Year Ended	Police Officers'	Firefighters'
September 30	Retirement System	Retirement System
2022	(14.54)%	(13.32)%
2021	21.77%	21.59%
2020	7.78%	7.07%
2019	5.01%	3.59%
2018	9.80%	10.89%
2017	12.99%	12.86%
2016	6.72%	6.94%
2015	0.42%	1.18%
2014	11.93%	10.82%

### SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIONS-LAST SIX FISCAL YEARS

2022	2021	2020	2019	2018	2017
\$196,028	\$192,551	\$227,041	\$169,846	\$217,455	\$210,731
176,726	158,970	241,556	259,005	251,933	277,270
0	226,896	0	(194,844)	0	(769,706)
(1,029,956)	(123,862)	786,259	(23,276)	(39,761)	603,182
(671,712)	(549,182)	(595,912)	(571,749)	(683,658)	(621,863)
0	0	(1,189)	4,965	236,821	(380,423)
(1,328,916)	(94,627)	657,755	(356,053)	(17,210)	(680,809)
7,608,460	7,703,086	7,045,331	7,401,384	7,418,594	8,099,403
\$6,279,544	\$7,608,459	\$7,703,086	\$7,045,331	\$7,401,384	\$7,418,594
\$14,651,295	\$14,155,863	\$12,715,145	\$12,715,145	\$11,542,072	\$11,542,072
42.86%	53.75%	60.58%	55.41%	64.13%	64.27%
	\$196,028 176,726 0 (1,029,956) (671,712) 0 (1,328,916) 7,608,460 \$6,279,544 \$14,651,295	\$196,028 176,726 0 226,896 (1,029,956) (671,712) 0 (1,328,916) 7,608,460 \$6,279,544 \$7,608,459 \$14,651,295 \$14,155,863	\$196,028 \$192,551 \$227,041 176,726 158,970 241,556 0 226,896 0 (1,029,956) (123,862) 786,259 (671,712) (549,182) (595,912) 0 0 (1,189) (1,328,916) (94,627) 657,755 7,608,460 7,703,086 7,045,331 \$6,279,544 \$7,608,459 \$7,703,086 \$14,651,295 \$14,155,863 \$12,715,145	\$196,028 \$192,551 \$227,041 \$169,846 176,726 158,970 241,556 259,005   0 226,896 0 (194,844) (1,029,956) (123,862) 786,259 (23,276) (671,712) (549,182) (595,912) (571,749) 0 0 (1,189) 4,965 (1,328,916) (94,627) 657,755 (356,053) 7,608,460 7,703,086 7,045,331 7,401,384 \$6,279,544 \$7,608,459 \$7,703,086 \$7,045,331 \$14,651,295 \$14,155,863 \$12,715,145 \$12,715,145	\$196,028 \$192,551 \$227,041 \$169,846 \$217,455 176,726 158,970 241,556 259,005 251,933 0 226,896 0 (194,844) 0 (1,029,956) (123,862) 786,259 (23,276) (39,761) (671,712) (549,182) (595,912) (571,749) (683,658) 0 0 (1,189) 4,965 236,821 (1,328,916) (94,627) 657,755 (356,053) (17,210) 7,608,460 7,703,086 7,045,331 7,401,384 7,418,594 \$6,279,544 \$7,608,459 \$7,703,086 \$7,045,331 \$7,401,384 \$7,401,384 \$14,651,295 \$14,155,863 \$12,715,145 \$12,715,145 \$11,542,072

<sup>\*</sup> Includes new census and iteration amongst changes.

### Notes to Schedule:

1 Plan Assets: No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75 to pay related benefits.

### Other items:

This information is required for 10 years. However, only 6 years of information is available.

Discount rate increased from 2.43% in 2021 to 4.77% in 2022. The discount rate is based on the S&P Municipal Bond 20 Year High Grade-Rate Index as of September 30, 2022.



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### **OTHER SUPPLEMENTARY INFORMATION**

Combining Financial Statements for All Nonmajor Governmental Funds and Individual Budgetary Comparison Schedules (GAAP BASIS) for the major Debt Service Fund and All Budgeted Nonmajor Governmental Funds

### **Combining Financial Statements**

- Balance Sheet–Non-Major Governmental Funds
- Revenues and Expenditures–Non-Major Governmental Combining Statement

### Non-Major Governmental Funds:

- Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual-Community Investment Tax Special Revenue Fund
- Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual—Tax Increment Financing Special Revenue Fund
- Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual–Insurance Premium Tax Fund
- Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual–Debt Service Fund

### **COMBINING FINANCIAL STATEMENTS:**

# BALANCE SHEET-NON-MAJOR GOVERNMENTAL COMBINING STATEMENT FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

Catalogue	Community Investment	Tax Increment	Insurance Premium	Debt Service	Total Non- Major
Category	Tax	Financing	Tax Fund	Fund	Govt. Fund
Assets					
Equity in Pooled Cash & Investments	\$1,878,825	\$0	\$0	\$4,540	\$1,883,365
Interest	2,123	0	0	0	2,123
Due from Other Agencies	126,074	0	0	0	126,074
Total Assets	2,007,022	0	0	4,540	2,011,562
Liabilities					
Accounts Payable	8,440	0	0	0	8,440
Total Liabilities	8,440	0	0	0	8,440
Fund Balances					
Restricted	1,998,582	0	0	4,540	2,003,122
Total Liabilities & Fund Balances	\$2,007,022	\$0	\$0	\$4,540	\$2,011,562

# REVENUES AND EXPENDITURES-DEBT SERVICE AND NON-MAJOR GOVERNMENTAL COMBINING STATEMENT FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

		Tax			
	Community	Increment	Insurance	Debt	Total Non-
	Investment	Financing	Premium	Service	Major Govt.
Category	Tax Fund	Fund	Tax Fund	Fund	Fund
Revenues					
Taxes	\$1,884,436	\$0	\$0	\$0	\$1,884,436
Intergovernmental	0	321,832	630,858	0	952,690
Investment Earnings (Loss)	1,068	0	0	0	1,068
Total Revenues	1,885,504	321,832	630,858	0	2,838,194
Expenditures					
Public Safety					
Police	0	0	444,902	0	444,902
Fire	0	0	185,956	0	185,956
Total Public Safety	0	0	630,858	0	630,858
Capital Outlay	1,074,569	0	0	0	1,074,569
D 1 . G					
Debt Service:	0	0	0	7.50 7.20	550 500
Principal	0	0	0	752,733	752,733
Interest	0	0	0	419,857	419,857
Total Expenditures	1,074,569	0	630,858	1,172,590	2,878,017
Excess/Deficiency of Revenues					
Over/Under Expenditures	810,935	321,832	0	(1,172,590)	(39,823)
Other Financing Sources (Uses)	010,733	321,032	Ŭ	(1,172,270)	(3),023)
Transfers In	0	362,505	0	1,177,130	1,539,635
Transfers Out	0	(684,337)	0	0	(684,337)
1144421416 6 44		(00.,007)	<u> </u>	<u> </u>	(00.3007)
Total Other Financing Sources (Uses)	0	(321,832)	0	1,177,130	815,475
Net Change in Fund Balances	810,935	0	0	4,540	815,475
Fund Balances (Deficit)-Beginning	1,187,647	0	0	0	1,187,647
Fund Balances, Ending	\$1,998,582	\$0	\$0	\$4,540	\$2,003,122

### NON-MAJOR GOVERNMENTAL FUNDS

### **COMMUNITY INVESTMENT TAX (CIT)**

The CIT Fund ended the year with a fund balance of \$1,998,582, an increase of \$810,935 all of which is restricted for projects as outlined in the 5-year Capital Improvement Plan.

### TAX INCREMENT FINANCING (TIF) FUND

The TIF Fund does not have a fund balance as all expenses and revenue should be 100% spent based on actual revenue collected. Total revenue collected was \$321,832, in addition to a transfer from the City of \$362,505. These amounts were used for debt service payments on the property purchased in the southeast quadrant and for services associated with operations in the Community Redevelopment Agency (CRA) district. As part of the City's efforts to improve quality of life and strengthen the economic environment, the City has established a community redevelopment agency that includes 20 acres of City-owned land. The long-term vision is to create a vibrant downtown.

#### INSURANCE PREMIUM TAX FUND

The Insurance Premium Tax Fund is used as a pass-through and for revenue collected by the state for the City's fire and pension plans and thus, has no budget.

#### **DEBT SERVICES FUND**

The Debt Services Fund ended the year with a fund balance of \$4,540. Expenditures and other uses are directed toward principal, interest, and other issuance costs. Transfers into this fund come from the General and Tax Increment Financing Fund Revenues.

# SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022–COMMUNITY INVESTMENT TAX SPECIAL REVENUE FUND

				Variance with Final Budget—
	Original		Actual	Positive
Category	Budget	Final Budget	Amounts	(Negative)
Revenues				
Taxes	\$1,237,255	\$1,237,255	\$1,884,436	\$647,181
Investment Earnings	0	0	1,068	1,068
Other	900,000	947,218	0	(947,218)
Total Revenues	2,137,255	2,184,473	1,885,504	(298,969)
Expenditures				_
Capital Outlay	1,281,722	1,328,940	1,074,569	254,371
T I D II	1 201 722	1 220 040	1.074.560	254 251
Total Expenditures	1,281,722	1,328,940	1,074,569	254,371
Excess/Deficiency of Revenues	0.7.7.70	0.5.5.50	040.00.	(44.700)
Over/Under Expenditure	855,533	855,533	810,935	(44,598)
Other Financing Sources (Uses)				
Reserve Contingency	855,533	855,533	0	855,533
Total Other Financing Sources (Uses)	\$855,533	\$855,533	0	\$0
Not Change in Frond Dalamas			910 025	
Net Change in Fund Balance			810,935	
Beginning Fund Balance			1,187,648	•
Ending Fund Balance			\$1,998,582	

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

# SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022–TAX INCREMENT FINANCING SPECIAL REVENUE FUND

				Variance with Final Budget—
	Original		Actual	Positive
Category	Budget	Final Budget	Amounts	(Negative)
Revenues				
Intergovernmental	\$322,136	\$322,136	\$321,832	\$(304)
Investment Earnings	0	0	0	0
Total Revenues	322,136	322,136	321,832	(304)
				_
Expenditures	0	0	0	0
Total Expenditures	0	0	0	0
Excess/Deficiency of Revenues				
Over/Under Expenditure	322,136	322,136	321,832	(304)
Other Financing Sources (Uses)				
Transfers In	362,201	362,201	362,505	304
Transfers Out	(684,337)	(684,337)	(684,337)	0
Total Other Financing Sources (Uses)	\$(322,136)	\$(322,136)	(321,832)	\$0
Net Change in Fund Balance			0	
Beginning Fund Balance		_	0	
Ending Fund Balance		_	\$0	

# SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL FOR FISCAL YEAR ENDED SEPTEMBER 30, 2022–DEBT SERVICES FUND

Category	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget— Positive/ (Negative)
Revenues	Duaget	Duaget	Amounts	(regative)
Investment Earnings	\$0	\$0	\$0	\$0
Debt Issue	0	0	0	0
Other	0	0	0	0
Total Revenues	0	0	0	0
Expenditures				
Debt service				
Principal	752,733	752,733	752,733	0
Interest	424,397	424,397	419,857	4,540
Other debt service cost	0	0	0	0
Total debt service	1,177,130	1,177,130	1,172,590	4,540
Total expenditures	1,177,130	1,177,130	1,172,590	4,540
Excess/deficiency of revenues over/under				
expenditure	(1,177,130)	(1,177,130)	(1,172,590)	4,540
Other financing sources (uses)				
Transfers In	1,177,130	1,177,130	1,177,130	0
Proceeds from Issuance of Debt	0	0	0	0
Principal Paid: Current Refunding	0	0	0	0
Total Other Financing Sources (Uses)	\$1,177,130	\$1,177,130	1,177,130	\$0
Net Change in Fund Balances			4,540	
Beginning Fund–Deficit Balance			0	
Ending Fund Balance			\$4,540	



# TEMPLE TERRACE

Amazing City. Since 1925.

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### STATISTICAL SECTION—UNAUDITED

### FINANCIAL TRENDS

Net Position by Component

Changes in Net Position

Fund Balances, Governmental Funds

Changes in Fund Balances, Governmental Funds

#### REVENUE CAPACITY

Government-Wide Revenues

Government-Wide Tax Revenues by Source

Government-Wide Expense by Function

General Government Revenues by Source

General Government Expenditures by Function

Property Tax Levies and Collections

Assessed Value of Taxable Property

Property Tax Rates-Direct and Overlapping Governments

### **DEBT CAPACITY**

Ratios of Outstanding Debt by Type

Computation of Direct & Overlapping Debt

Schedule of Revenue Bond Coverage

**Demographic Statistics** 

**Principal Taxpayers** 

Principal Employers in Hillsborough County

**Principal Utility Customers** 

#### **OPERATING INFORMATION**

Full-Time Equivalent City Employees by Function

Capital Asset Statistics by Function

Operating Indicators by Function

Water and Sewer Fund Statistical Data

Water Production Data

### FINANCIAL TRENDS

### NET POSITION BY COMPONENT YEARS 2022–2018

Category	2022	2021	2020	2019	2018
Government Activities:					
Net Investment in Capital Assets	\$50,596,499	\$50,712,410	\$49,209,109	\$47,653,238	\$44,460,729
Restricted	11,566,347	12,464,826	10,617,619	4,126,448	4,658,338
Unrestricted	(34,771,722)	(40,777,458)	(42,950,491)	(41,506,771)	(50,868,928)
Total govt. activities net positions	\$27,391,124	\$22,399,778	\$16,876,237	\$10,272,915	\$(1,749,861)
Business-Type activities:					
Net investment in capital assets	\$31,648,304	\$30,550,876	\$28,937,979	\$28,295,964	\$27,409,412
Restricted	10,039,824	8,179,307	1,000,600	4,543,652	2,389,118
Unrestricted	2,232,168	4,021,983	11,471,663	6,168,086	7,791,634
Total business-type activities net position	\$43,920,296	\$42,752,166	\$41,410,242	\$39,007,702	\$37,590,164
Primary govt:					
Net investment in capital assets	\$82,244,803	\$81,263,286	\$78,147,088	\$75,949,202	\$71,870,141
Restricted	21,606,171	20,644,133	11,618,219	8,670,100	7,047,456
Unrestricted	(32,539,554)	(36,755,475)	(31,478,828)	(35,338,685)	(43,077,294)
Total primary govt. net position	\$71,311,420	\$65,151,944	\$58,286,479	\$49,280,617	\$35,840,303

Note: Prior year fund balances may be adjusted for restatements.

### NET POSITION BY COMPONENT (CONTINUED) YEARS 2017–2013

2017	2016	2015	2014	2013
\$44,751,620	\$45,787,690	\$46,467,096	\$44,731,063	\$44,929,535
4,257,394	3,293,605	6,129,784	7,972,160	7,566,336
(51,603,235)	(46,842,232)	(50,928,791)	(24,447,714)	(24,276,008)
\$(2,594,221)	\$2,239,063	\$1,668,089	\$28,255,509	\$28,219,863
\$27,755,329	\$27,161,205	\$26,554,406	\$26,317,509	\$25,505,001
3,854,474	4,581,463	3,088,958	2,730,208	3,526,876
3,749,575	2,484,072	3,342,554	2,490,085	1,765,197
\$35,359,378	\$34,226,740	\$32,985,918	\$31,537,802	\$30,797,074
\$72 506 040	\$72 048 805	\$73 021 502	\$71.048.572	\$70,434,536
	. , ,			11,093,212
		, ,		(22,510,811)
\$32,765,157	\$36,465,803	\$34,654,007	\$59,793,311	\$59,016,937
	\$44,751,620 4,257,394 (51,603,235) \$(2,594,221) \$27,755,329 3,854,474 3,749,575 \$35,359,378 \$72,506,949 8,111,868 (47,853,660)	\$44,751,620 \$45,787,690 4,257,394 3,293,605 (51,603,235) (46,842,232) \$(2,594,221) \$2,239,063 \$27,755,329 \$27,161,205 3,854,474 4,581,463 3,749,575 2,484,072 \$35,359,378 \$34,226,740 \$72,506,949 \$72,948,895 8,111,868 7,875,068 (47,853,660) (44,358,160)	\$44,751,620 \$45,787,690 \$46,467,096 4,257,394 3,293,605 6,129,784 (51,603,235) (46,842,232) (50,928,791) \$(2,594,221) \$2,239,063 \$1,668,089 \$27,755,329 \$27,161,205 \$26,554,406 3,854,474 4,581,463 3,088,958 3,749,575 2,484,072 3,342,554 \$35,359,378 \$34,226,740 \$32,985,918 \$72,506,949 \$72,948,895 \$73,021,502 8,111,868 7,875,068 9,218,742 (47,853,660) (44,358,160) (47,586,237)	\$44,751,620 \$45,787,690 \$46,467,096 \$44,731,063 4,257,394 3,293,605 6,129,784 7,972,160 (51,603,235) (46,842,232) (50,928,791) (24,447,714) \$(2,594,221) \$2,239,063 \$1,668,089 \$28,255,509 \$27,755,329 \$27,161,205 \$26,554,406 \$26,317,509 3,854,474 4,581,463 3,088,958 2,730,208 3,749,575 2,484,072 3,342,554 2,490,085 \$35,359,378 \$34,226,740 \$32,985,918 \$31,537,802 \$72,506,949 \$72,948,895 \$73,021,502 \$71,048,572 8,111,868 7,875,068 9,218,742 10,702,368 (47,853,660) (44,358,160) (47,586,237) (21,957,629)

Note: Prior year fund balances may be adjusted for restatements.

## CHANGES IN NET POSITION YEARS 2022–2018

Category	2022	2021 2020		2019	2018
Governmental activities Expenses:	2022	2021	2020	2017	2016
Governmental activities Expenses.  General government	\$9,158,267	\$4,598,168	\$4,963,781	\$4,592,368	\$3,502,838
Public safety	17,183,847	18,250,918	16,182,158	16,258,631	16,139,381
Public works	3,997,724	3,821,354	3,600,834	3,549,952	2,230,417
Economic environment	143,019	141,044	136,528	124,898	24,578
Culture and recreation	4,248,584	3,998,113	3,814,412	3,751,207	4,904,099
Interest on long-term debt	4,248,384	492,190	626,933	945,751	913,958
Total governmental activities	35,151,296	31,301,787	29,324,646	29,222,807	27,715,271
Business-Type activities expenses:			44 655 000		
Water/sewer	13,662,821	12,151,775	11,653,998	11,777,469	10,518,652
Sanitation	4,414,492	4,160,646	3,768,232	3,669,630	3,436,279
Total Business-Type activities	18,077,313	16,312,421	15,422,230	15,447,099	13,954,931
Total primary government expenses	\$53,228,609	\$47,614,208	\$44,746,876	\$44,669,906	\$41,670,202
Governmental activities program revenues:					
Charges for services					
General government	\$5,544,960	\$8,435,936	\$5,939,285	\$5,498,932	\$4,300,664
Public safety	2,275,065	1,447,254	1,463,839	1,548,494	1,765,176
Public works	0	96,418	101,022	101,742	100,344
Economic environment	0	91,767	0	0	0
Culture and recreation	830,571	823,321	635,617	1,097,026	1,065,043
Operating grants and contributions	2,435,432	448,500	1,386,621	407,108	85,884
Capital grants and contributions	2,882,656	1,216,812	1,935,574	600,138	195,842
Total govt. activities	13,968,684	12,560,008	11,461,958	9,253,440	7,512,953
Business-Type activities program revenues:					
Charges for services					
Water/sewer	14,029,837	13,575,256	13,183,625	12,697,226	12,295,439
Sanitation	4,081,606	4,006,294	3,677,210	3,660,413	3,655,813
Capital grants and contributions	1,151,150	175,719	1,000,600	320,089	125,190
Total Business-Type activities	19,262,593	17,757,269	17,861,435	16,677,728	16,076,442
Total primary govt. program revenues	\$33,231,277	\$30,317,277	\$29,323,393	\$25,931,168	\$23,589,395
					<u> </u>

Category	2022	2021	2020	2019	2018
Net (expense)/revenue					
Governmental activities	\$(21,182,612)	\$(18,741,779)	\$(17,862,688)	\$(19,969,367)	\$(20,202,318)
Business-Type activities	1,185,280	1,444,848	2,439,205	1,230,629	2,121,511
Total primary government net exp	\$(19,997,332)	\$(17,296,931)	\$(15,423,483)	\$(18,738,738)	\$(18,080,807)
General Revenues & Other Changes in Net Position					_
Governmental activities					
Taxes	\$25,239,324	\$23,168,600	\$23,112,488	\$22,817,355	\$23,168,600
Unrestricted grants and contributions	96,598	537,469	409,499	38,679	22,802
Unrestricted investment earnings	263,768	93,422	199,235	389,277	210,031
Miscellaneous	389,211	283,617	513,592	1,359,141	318,164
Special items	0	0	0	0	0
Transfers	94,919	114,193	121,568	0	0
Gain on Sale	90,138	68,019	109,628	8,087,690	0
Total governmental activities	26,173,958	24,265,320	24,466,010	32,692,142	21,046,678
Business-Type activities					
Investment earnings	48,117	6,845	79,524	186,908	109,275
Capital Contributions	0	0	0	0	0
Special items	0	0	0	0	0
Gain on Sale	29,656	4,424	5,379	0	0
Transfers	(94,919)	(114,193)	(121,568)	0	0
Total Business-Type activities	(17,146)	(102,924)	(36,665)	186,908	109,275
Total primary govt. general revenues & other changes in					
net position	\$26,156,812	\$24,162,396	\$24,429,345	\$32,879,050	\$21,155,953
Change in Net Position					
Governmental activities	\$4,991,346	\$5,523,541	\$6,603,322	\$12,022,776	\$844,360
Business-Type activities	1,168,134	1,341,924	2,402,540	1,417,538	2,230,786
Total primary government change in net position	\$6,159,480	\$6,865,465	\$9,005,862	\$13,440,314	\$3,075,146

Changes in Net Position (Continued) Years 2022–2018

### Changes in Net Position (Continued) Years 2017–2013

Category	2017	2016	2015	2014	2013
Governmental activities Expenses:					
General government	\$3,934,517	\$4,084,662	\$4,889,652	\$3,847,264	\$3,876,690
Public safety	15,865,516	13,994,461	13,790,072	13,880,527	13,454,784
Public works	2,462,894	2,578,207	1,414,185	2,193,891	2,167,279
Economic environment	104,227	144,613	94,120	522	21,692
Culture and recreation	3,837,790	3,961,717	4,029,260	3,979,142	3,882,710
Interest on long-term debt	685,104	719,237	487,670	415,854	868,701
Total governmental activities	26,890,048	25,482,897	24,704,960	24,317,200	24,271,856
Business-Type activities expenses					
Water/sewer	10,075,846	10,207,950	9,950,108	9,641,139	9,802,084
Sanitation	3,577,213	3,470,280	3,091,486	3,109,749	2,965,440
Total Business-Type activities	13,653,059	13,678,230	13,041,594	12,750,888	12,767,524
Total primary government expenses	\$40,543,107	\$39,161,127	\$37,746,554	\$37,068,088	\$37,039,380
Governmental activities program revenues:					
Charges for services					
General government	\$4,408,774	\$4,585,227	\$4,704,230	\$4,322,450	\$4,375,457
Public safety	1,147,181	739,889	2,630,890	1,211,799	1,456,785
Public works	105,122	93,309	834,978	86,101	90,571
Economic environment	0	0	69,461	0	76,104
Culture and recreation	1,086,548	898,252	1,128,753	931,954	982,859
Operating grants and contributions	440,904	508,094	0	277,807	302,479
Capital grants and contributions	122,327	104,862	0	469,111	213,737
Total govt. activities	7,310,856	6,929,633	9,368,312	7,299,222	7,497,992
Business-Type activities Program Revenues:					
Charges for services					
Water/sewer	12,022,271	11,452,554	10,277,824	10,322,232	10,250,778
Sanitation	3,517,384	3,591,451	3,111,798	3,086,706	3,020,379
Capital grants and contributions	47,975	270,928	1,071,571	31,432	138,580
Total Business-Type activities	15,587,630	15,314,933	14,461,193	13,440,370	13,409,737
Total primary govt. program revenues	\$22,898,486	\$22,244,566	\$23,829,505	\$20,739,592	\$20,907,729

Category	2017	2016	2015	2014	2013
Net (expense)/ revenue					
Governmental activities	\$(19,579,192)	\$(18,553,264)	\$(15,336,648)	\$(17,017,978)	\$(16,773,864)
Business-Type activities	1,934,571	1,636,703	1,419,599	689,482	642,13
Total primary government net exp	\$(17,644,621)	\$(16,916,561)	\$(13,917,049)	\$(16,328,496)	\$(16,131,651)
General Revenues & Other Changes in Net Position					
Governmental activities					
Taxes	\$19,587,652	\$18,344,753	\$16,844,869	\$16,567,885	\$15,907,757
Unrestricted grants and contributions	69,367	52,311	47,475	54,396	37,758
Unrestricted investment earnings	85,422	57,605	114,324	77,247	36,206
Miscellaneous	180,928	244,837	517,159	354,096	687,139
Special items	0	0	0	0	11,527
Transfers	0	424,732	59,845	0	0
Gain on Sale	0	0	0	0	0
Total governmental activities	19,923,369	19,124,238	17,583,672	17,053,624	16,680,387
Business-Type activities					
Investment earnings	50,999	28,851	48,827	49,307	(1,112)
Capital Contributions	0	0	0	0	0
Special items	0	0	320,734	1,939	169
Gain on Sale	0	0	0	0	0
Transfers	0	(424,732)	(59,845)	0	0
Total Business-Type activities	50,999	(395,881)	309,716	51,246	(943)
Total primary government	\$19,974,368	\$18,728,357	\$17,893,388	\$17,104,870	\$16,679,444
Change in Net Position					
Governmental activities	\$344,177	\$570,974	\$2,247,024	\$35,646	\$(93,477)
Business-Type activities	1,985,570	1,240,822	1,729,315	740,728	641,270
Total primary government change in net position	\$2,329,747	\$1,811,796	\$3,976,339	\$776,374	\$547,793

Changes in Net Position (Continued) Years 2017- 2013

### Fund Balances, Governmental Funds YEARS 2022–2018

Beginning in Fiscal Year 2011, due to implementation of GASB Statement No. 54, fund balance is now reported as follows:

Category	2022	2021	2020	2019	2018
General Fund					
Non-spendable	\$781,960	\$1,073,025	\$2,025,273	\$2,116,815	\$2,183,112
Restricted	1,818,423	1,426,005	1,386,911	812,834	404,490
Committed	0	0	0	0	0
Assigned	0	0	214,400	1,096,969	1,361,843
Unassigned	12,735,567	10,148,319	7,515,095	5,485,173	6,314,505
Total General Fund	15,335,950	12,647,349	11,141,679	9,511,791	10,263,950
All Other Governmental Funds					
Restricted, reported in Special Revenue Funds:					
Special Revenue Funds	9,743,384	11,038,821	9,230,708	3,313,614	4,253,848
Special Revenue Funds Assigned	0	0	0	1,825,693	0
Debt Service Fund	4,540	0	0	0	0
Capital Projects Fund	0	0	0	0	0
Unrestricted, reported in Debt Service Fund	0	0	0	0	0
Total all other governmental funds	9,747,924	11,038,821	9,230,708	5,139,307	4,253,848
Total fund balance All governmental funds	\$25,083,874	\$23,868,170	\$20,372,387	\$14,651,098	\$14,517,798

### FUND BALANCES, GOVERNMENTAL FUNDS (CONTINUED) YEARS 2017–2013

Category	2017	2016	2015	2014	2013
General Fund					
Non-spendable	\$2,703,833	\$2,735,860	\$21,958	\$21,958	\$22,325
Restricted	335,451	325,705	276,403	217,513	174,300
Committed	116,591	116,591	116,591	0116,591	116,591
Assigned	488,271	94,653	1,426,959	1,155,010	1,706,440
Unassigned	5,975,077	6,157,984	3,917,317	2,861,765	2,551,211
Total General Fund	9,619,223	9,430,793	5,759,228	4,372,837	4,570,867
All Other Governmental Funds					
Restricted, reported in Special Revenue Funds:					
Special Revenue Funds	3,921,943	2,967,900	5,806,751	4,232,684	4,023,569
Special Revenue Funds Assigned	0	0	0	0	0
Debt Service Fund	0	0	46,631	*(33,125)	2,559,576
Capital Projects Fund	0	0	0	0	0
Unrestricted, reported in Debt Service Fund	(288,533)	(288,533)	0	0	0
Total all other governmental funds	3,633,410	2,679,367	5,853,382	4,199,559	6,583,145
Total fund balance All governmental funds	\$13,252,633	\$12,110,160	\$11,612,610	\$8,572,396	\$11,154,012

<sup>\*</sup>Prior period adjustment made in 2015

## CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS: YEARS 2022–2018

<b>Revenues</b> Taxes \$20,422,676 \$18,829,595 \$17,596,720 \$17,169,109 \$16,604,50	
Toyon \$20,422,676 \$18,820,505 \$17,506,720 \$17,160,100 \$16,604,50	
14xcs \$20,422,070 \$10,029,393 \$17,390,720 \$17,109,109 \$10,004,30	02
Licenses and permits 623,336 597,990 1,375,473 533,115 501,50	01
Franchise Fees 2,449,584 2,042,049 1,817,150 1,958,869 1,980,43	30
Intergovernmental 8,539,319 9,008,048 8,021,111 6,495,309 4,416,43	39
Charges for services 4,841,673 4,463,706 4,111,565 4,466,720 4,258,69	97
Fines and forfeitures 87,766 83,631 60,344 478,183 220,56	66
Investment earnings/ (loss) 263,768 93,423 199,366 389,277 210,03	30
Contributions and donations 1,819,549 756,609 1,553,241 504,350 118,45	-53
Other 909,914 768,066 961,939 1,862,955 179,80	09
Total revenues 39,957,585 36,643,117 35,696,909 33,857,888 28,490,42	27
Expenditures	
General government 9,159,453 4,420,020 4,822,656 4,575,473 4,336,60	04
Public safety 18,223,025 17,065,356 15,297,484 16,675,447 14,817,01	11
Culture & Recreation 3,538,181 3,313,300 3,167,988 3,369,453 3,616,48	-80
Public works 2,998,868 2,774,057 2,621,015 2,626,343 1,444,50	07
Economic development 151,426 0 0	0
Capital outlay 2,762,803 4,233,053 2,114,143 5,106,145 1,706,28	85
Debt service	
Principal 1,363,197 941,467 1,168,439 8,513,667 24,104,62	21
Interest 419,857 468,600 586,933 945,751 815,63	30
Debt issuance 0 23,590 40,000 0 98,32	28
Total expenditures 38,465,384 33,239,443 29,818,659 41,812,280 50,939,46	66
Excess (deficiency) of revenues	
over expenditures 1,492,201 3,403,674 5,878,244 (7,954,392) (22,449,039)	39)
Other financing sources (uses)	
Debt Proceeds 0 12,791,000 13,235,000 0 23,645,00	000
Proceeds of Refunding Debt 0 (12,791,000) (13,235,000) 0	0
Transfers in 1,539,635 1,426,262 3,371,108 1,964,430 1,779,82	24
Transfers out $(1,724,270)$ $(1,584,171)$ $(3,637,691)$ $(1,964,430)$ $(1,779,824)$	24)
Payment to Escrow Agent 0 0 0	0
Sale of capital assets 90,138 68,019 109,628 8,087,690 69,20	04
Total other financing sources	
(uses) (94,497) (89,890) (156,955) 8,087,689 23,714,20	.04
Net Change in Fund Balances \$1,397,704 \$3,313,784 \$5,721,289 \$133,300 \$1,265,16	65
Debt service as a percentage of	
noncapital expenditures 5.0% 4.9% 6.3% 25.8% 50.69	5%

Continued

# CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS, (CONTINUED): YEARS 2017–2013

Category	2017	2016	2015	2014	2013
Revenues					
Taxes	\$15,852,483	\$14,593,675	\$13,675,122	\$13,262,249	\$12,805,206
Licenses and permits	438,681	550,196	545,771	250,553	368,412
Franchise Fees	1,746,693	1,810,122	1,805,949	1,766,757	1,696,259
Intergovernmental	4,529,581	4,360,329	4,941,011	4,011,413	3,686,168
Charges for services	4,109,960	3,653,272	4,416,457	3,963,372	4,032,528
Fines and forfeitures	157,134	190,095	745,001	449,747	685,288
Investment earnings/ (loss)	85,422	57,605	276,392	77,247	(2,312)
Contributions and donations	102,160	197,043	842,264	112,512	54,935
Other	138,131	216,802	493,507	340,276	748,329
Total revenues	27,160,245	25,629,139	27,741,474	24,234,126	24,074,813
Expenditures					
General government	4,013,152	4,023,549	4,079,016	3,743,156	3,870,788
Public safety	14,700,131	13,330,262	12,808,684	12,979,074	12,606,806
Transportation & Public Works	1,201,944	1,336,109	1,341,907	1,378,734	1,359,681
Culture & Recreation	3,507,684	3,441,957	3,572,694	3,515,786	3,439,561
Capital outlay	1,512,882	4,147,878	3,990,018	1,700,019	2,153,617
Debt service					
Principal	470,855	1,322,541	144,657	407,182	415,431
Interest	685,104	692,006	407,071	414,969	786,588
Debt issuance	0	27,231	80,599	885	71,019
Total expenditures	26,091,752	28,321,533	26,424,646	24,139,805	24,703,491
Excess (deficiency) of revenues					
over expenditures	1,068,493	(2,692,394)	1,316,828	94,321	(628,678)
Other financing sources (uses)					
Debt Proceeds	0	24,410,000	1,600,000	0	(24,207,806)
Proceeds of Refunding Debt	0	(24,335,000)	0	0	24,335,000
Transfers in	1,240,043	2,882,275	504,453	826,329	1,943,343
Transfers out	(1,240,043)	(2,482,275)	(444,608)	(826,329)	(875,718)
Payment to Escrow Agent	0	0	0	0	0
Sale of capital assets	73,980	9,191	63,541	29,816	17,608
Total other financing sources					
(uses)	73,980	484,191	1,723,386	29,816	1,212,427
Net Change in Fund Balances	\$1,142,473	\$(2,208,203)	\$3,040,214	\$124,137	\$583,749
Debt service as a percentage of					<u></u>
noncapital expenditures	4.7%	8.3%	2.5%	3.7%	5.3%

# REVENUE CAPACITY

#### **GOVERNMENT-WIDE REVENUES**

	PRO	PROGRAM REVENUES								
		•	0 10							
		Operating	Capital Grants							
Fiscal	Charges for	Grants &	&							
Year	Services	Contributions	Contributions							
2022	\$26,762,039	\$2,435,432	\$4,033,806							
2021	28,476,246	448,500	1,392,531							
2020	25,000,598	1,386,621	2,936,174							
2019	24,603,833	407,108	920,227							
2018	23,182,479	85,884	321,032							
2017	22,287,280	440,904	170,302							
2016	21,360,682	508,094	375,790							
2015	21,022,492	935,977	1,871,036							
2014	19,961,242	277,807	500,543							
2013	20,252,933	302,479	352,317							

	GENER	AL REVENUI	ES		
	Grants &				
	Contributions				
	Not Restricted	Unrestricted			
	to Specific	Investment			
Taxes	Programs	Earnings	Misc*	Transfers	Total
\$25,239,324	\$96,598	\$311,885	\$509,005	\$0	\$59,388,089
23,168,600	537,469	100,267	356,060	0	54,479,673
23,112,488	409,499	278,759	628,599	0	53,752,738
22,817,355	38,679	576,185	9,446,831	0	58,810,218
20,495,681	22,802	319,306	318,164	0	44,745,348
19,587,652	69,367	133,321	184,028	0	42,872,854
18,344,753	52,311	86,456	244,837	0	40,972,923
16,844,869	96,302	114,324	837,893	0	41,722,893
16,567,885	54,396	126,554	356,035	0	37,844,462
15,907,757	37,758	35,094	698,835	0	37,587,173

<sup>\*</sup>This also includes Gain on Sale

#### **GOVERNMENT-WIDE EXPENSES BY FUNCTION**

Fiscal	General			Economic	Culture &	Other	Water &		
Year	Govt	Public Safety	Public Works	Development	Rec.	General Govt	Sewer	Sanitation	Total
2022	\$9,158,267	\$17,183,846	\$3,997,724	\$143,019	\$4,248,584	\$419,857	\$13,662,820	\$4,414,492	\$53,228,609
2021	4,598,168	18,250,918	3,821,354	141,044	3,998,113	492,190	12,151,775	4,160,646	47,614,208
2020	4,963,781	16,182,157	3,600,834	0	635,617	626,933	11,653,998	3,768,232	44,746,876
2019	4,592,368	16,958,631	3,549,952	124,898	3,751,207	945,751	11,777,469	3,669,630	45,369,906
2018	3,502,838	16,139,381	2,230,417	24,578	4,904,099	913,958	10,518,652	3,436,279	41,670,202
2017	3,934,517	15,865,516	2,462,894	104,227	3,837,790	685,104	10,075,846	3,577,213	40,543,107
2016	4,084,662	13,994,461	2,578,207	144,613	3,961,717	719,237	10,207,950	3,470,280	39,161,127
2015	4,889,652	13,790,072	1,414,185	94,120	4,029,260	487,670	9,950,108	3,091,486	37,746,553
2014	3,847,264	13,880,527	2,193,891	522	3,979,142	415,854	9,641,139	3,109,749	37,068,088
2013	3,876,690	13,454,784	2,167,279	21,692	3,882,710	868,701	9,802,084	2,965,440	37,039,380

# GENERAL GOVERNMENT REVENUES BY SOURCES

					Charges		Total General
Fiscal		Licenses	Franchise		for		Government
Year	Taxes	& Permits	Fees	Intergovt.	Services	Other	Revenues
2022	\$20,422,676	\$623,336	\$2,449,584	\$8,539,319	\$4,841,673	\$3,080,997	\$39,957,585
2021	18,829,595	597,990	2,042,049	9,008,048	4,463,706	1,701,729	36,643,117
2020	17,596,720	1,375,473	1,817,150	8,021,111	4,111,565	2,774,884	35,696,903
2019	17,169,109	533,115	1,958,869	6,495,309	4,466,720	3,234,765	33,857,887
2018	16,604,502	501,501	1,980,430	4,416,439	4,258,697	728,858	28,490,427
2017	15,852,483	438,681	1,746,693	4,529,581	4,109,960	482,847	27,160,245
2016	14,593,675	550,196	1,810,122	4,360,329	3,653,272	661,545	25,629,139
2015	13,675,122	545,771	1,805,949	4,941,011	4,416,457	2,357,164	27,741,474
2014	13,262,249	250,553	1,766,757	4,011,413	3,963,372	979,782	24,234,126
2013	12,805,206	368,412	1,696,259	3,686,168	4,032,528	1,486,240	24,074,813

#### GENERAL GOVERNMENT EXPENDITURES BY FUNCTION

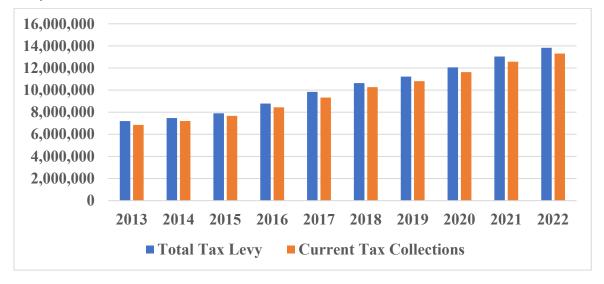
Fiscal	General		Culture &	Public	*Economic	Capital	Debt	
Year	Government	Public Safety	Recreation	Works	Development	Outlay	Service	Total
2022	\$9,008,027	\$18,223,025	\$3,538,181	\$2,998,868	\$151,426	\$2,762,803	\$1,783,054	38,465,384
2021	4,420,020	17,065,356	3,313,300	2,774,057	0	4,233,053	1,433,657	33,239,443
2020	4,822,656	15,297,485	3,167,988	2,621,015	0	2,114,143	1,795,372	29,818,659
2019	4,575,473	16,675,447	3,369,453	2,626,343	0	5,106,145	9,459,418	41,812,279
2018	4,336,604	14,817,011	3,616,480	1,444,507	0	1,706,285	25,018,579	50,939,466
2017	4,103,152	14,700,131	3,507,684	1,201,944	0	1,512,882	1,155,959	26,091,752
2016	4,023,549	13,330,262	3,441,957	1,336,109	0	4,147,878	2,041,778	28,321,533
2015	4,079,016	12,808,684	3,572,694	1,341,907	0	3,990,018	632,327	26,424,646
2014	3,743,156	12,979,074	3,515,786	1,378,733	0	1,700,019	823,036	24,139,805
2013	3,870,788	12,606,806	3,439,561	1,359,671	0	2,153,617	1,273,038	24,703,491

<sup>\*</sup> Economic Development broken out in FY 2022 to better reflect the format of the Statement of Activities

#### PROPERTY TAX LEVIES AND COLLECTIONS

						Total		
				Delinquent		Collections as	Outstanding	Delinquent
Fiscal	Total Tax	Current Tax	% of Levy	Tax	Total Tax	% of Current	Delinquent	Taxes as % of
Year	Levy	Collections	Collected	Collections	Collections	Levy	Taxes	Current Levy
2022	\$13,827,305	\$13,308,871	96.3%	\$41,991	\$13,350,862	96.6%	\$476,443	3.45%
2021	13,038,137	12,571,191	96.4%	9,345	12,580,536	96.5%	457,601	3.51%
2020	12,057,457	11,625,285	96.4%	32,182	11,657,467	96.7%	399,990	3.32%
2019	11,221,537	10,805,783	96.3%	18,362	10,824,145	96.5%	397,392	3.54%
2018	10,631,668	10,263,530	96.5%	40,563	10,304,093	96.9%	327,575	3.08%
2017	9,840,209	9,322,752	94.7%	187,163	9,509,915	96.6%	330,294	3.36%
2016	8,779,489	8,444,965	96.2%	7,739	8,452,704	96.3%	326,785	3.72%
2015	7,896,081	7,666,621	97.1%	13,011	7,679,632	97.3%	216,449	2.74%
2014	7,470,973	7,204,195	96.4%	129,993	7,334,188	98.2%	136,785	1.83%
2013	7,194,398	6,852,255	95.2%	83,247	6,935,502	96.4%	258,896	3.60%

Source: Hillsborough County Tax Collector



# ASSESSED AND ESTIMATED TRUE VALUE OF TAXABLE PROPERTY

Fiscal Year	Real Property Assessed Value	Personal Property Assessed Value	Less Tax- Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Total Net Estimated True Value	Ratio of Net Assessed to True Value %
2022	\$2,264,983,874	\$294,077,850	\$439,750,773	\$2,119,310,951	6.555	\$2,916,245,079	73%
2021	2,140,674,686	298,557,920	482,577,579	2,010,655,027	6.555	2,725,735,976	74%
2020	2,012,695,825	244,405,320	410,351,035	1,846,750,110	6.555	2,545,450,032	73%
2019	1,870,927,556	249,386,420	390,832,248	1,729,481,728	6.555	2,399,636,313	72%
2018	1,684,079,334	182,564,810	369,602,506	1,497,041,638	6.955	2,121,763,301	71%
2017	1,705,271,469	178,196,500	356,783,155	1,526,684,814	7.205	1,883,467,969	81%
2016	1,560,204,397	155,911,850	340,039,072	1,376,077,175	7.205	1,715,964,587	80%
2015	1,481,403,262	200,656,340	429,707,356	1,252,352,246	6.955	1,682,059,602	74%
2014	1,377,052,761	164,018,070	379,177,661	1,161,893,170	6.430	1,541,070,831	75%
2013	1,296,779,042	168,532,670	346,431,717	1,118,879,995	6.430	1,465,311,712	76%

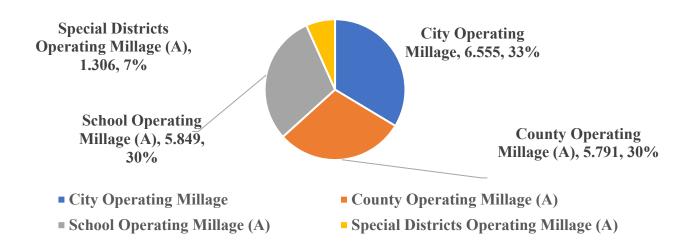
Source: Hillsborough County Property Appraiser

#### PROPERTY TAX RATES-DIRECT AND OVERLAPPING GOVERNMENTS

	City Operating	County Operating	School Operating	Special Districts Operating	Total Millage
Fiscal Year	Millage	Millage (A)	Millage (A)	Millage (A)	Rates
2022	6.555	5.791	5.849	1.306	19.501
2021	6.555	5.791	5.967	1.325	19.638
2020	6.555	5.791	6.414	1.369	20.129
2019	6.555	5.791	6.414	1.369	20.129
2018	6.955	5.791	6.596	1.402	20.744
2017	7.205	5.793	6.906	1.104	21.010
2016	6.955	5.734	7.247	1.523	21.459
2015	6.305	5.734	7.353	1.489	20.881
2014	6.430	5.796	7.690	1.540	21.456
2013	6.430	5.798	7.877	1.578	21.683

Source: Hillsborough County Property Appraiser

(A) Overlapping Rates



# **DEBT CAPACITY**

#### RATIOS OF OUTSTANDING DEBT BY TYPE

	Capital		Utility System	Capital			
Fiscal	Improvement	Capital Leases	Revenue Bonds	Leases	Total Primary	% of Personal	Debt per
Year	Notes (A)	Payable (A)	(B)	Payable (B)	Government	Income	Capital
2022	\$13,720,536	\$0	\$0	\$0	\$13,720,536	1.18%	\$507.92
2021	15,092,838	0	0	0	15,092,838	1.66%	565.49
2020	16,034,306	0	0	0	16,034,306	1.73%	601.90
2019	17,202,745	0	0	0	17,202,745	N/A	648.86
2018	25,716,412	0	0	0	25,716,412	3.28%	970.83
2017	26,971,033	0	325,000	0	27,296,033	3.50%	1,028.88
2016	26,646,888	0	325,000	0	26,971,888	N/A	1,044.61
2015	27,894,429	0	635,000	0	28,529,429	N/A	1,115.87
2014	26,439,086	0	1,410,000	0	27,849,086	3.64%	1,097.41
2013	26,846,267	0	2,145,000	0	28,991,267	4.22%	1,145.58

## (A) GOVERNMENTAL ACTIVITIES

#### (B) BUSINESS TYPE ACTIVITIES

Details regarding the City's outstanding debt can be found in the notes to the financial statements. See demographic and economic statistics for personal income and population data.

*N/A*–*Information is not available.* 

#### COMPUTATION OF DIRECT AND OVERLAPPING DEBT

Overlapping Debt School Board of Hillsborough County, Hillsborough County, County – Wide Debt Service  Total AD Valorem supported debt  Service 105,439 19,140,638 2.25% 19,140,638 2.94% 3,099,907 47,430,310	Category	Net Debt Outstanding	City of TEMPLE TERRACE % of Debt	City of TEMPLE TERRACE Amount of Debt (A)
Overlapping Debt         \$50,695,000         \$2.25%         \$19,140,638           School Board of Hillsborough County, Hillsborough County, County – Wide Debt Service         \$105,439         \$2.94%         \$3,099,907           Total AD Valorem supported debt         \$956,134,000         47,430,310	Direct Debt			
School Board of Hillsborough County,       850,695,000       2.25%       19,140,638         Hillsborough County, County – Wide Debt Service       105,439       2.94%       3,099,907         Total AD Valorem supported debt       \$956,134,000       47,430,310	City of Temple Terrace	\$13,720,536	100%	\$13,720,536
Hillsborough County, County – Wide Debt Service 105,439 2.94% 3,099,907 Total AD Valorem supported debt \$956,134,000 47,430,310	Overlapping Debt			
Total AD Valorem supported debt \$956,134,000 47,430,310	School Board of Hillsborough County,	850,695,000	2.25%	19,140,638
	Hillsborough County, County - Wide Debt Service	105,439	2.94%	3,099,907
Total direct and overlapping \$63,464,346	Total AD Valorem supported debt	\$956,134,000		47,430,310
	Total direct and overlapping			\$63,464,346

#### SCHEDULE OF REVENUE BOND COVERAGE

Fiscal Year Ended Sept 30	Gross Revenue (A)	Expenses (B)	Net Revenue Available for Debt Service	Principal Debt Service Requirements	Interest debt Service Requirements	Total Debt Service Requirements	Coverage Percentage
2022	\$0	\$0	\$0	\$0	\$0	\$0	0%
2021	0	0	0	0	0	0	0%
2020	0	0	0	0	0	0	0%
2019	0	0	0	0	0	0	0%
2018	0	0	0	0	0	0	0%
2017	12,022,271	5,065,765	6,956,506	325,000	13,507	338,508	2055%
2016	11,476,512	4,993,152	6,483,360	325,000	13,508	338,508	1915%
2015	10,627,687	4,854,213	5,773,474	635,000	39,899	674,899	855%
2014	10,365,058	4,638,239	5,726,819	735,000	81,363	816,363	702%
2013	10,245,855	4,594,292	5,651,563	720,859	107,560	828,419	682%

<sup>(</sup>A) Includes interest earnings

<sup>(</sup>B) Operating expenses exclude depreciation and payments to the City of Tampa

#### **DEMOGRAPHIC STATISTICS**

					Median Education		Hillsborough		
					Level in Years	School	County	State of Florida	United states
Fiscal	Population	Personal	Per Capita	Median Age	of Formal	Enrollment	Unemployment	Unemployment	Unemployment
Year	(A)	income	Income (F)	(E)	Schooling (C)	(B)	Rate (D)	Rate (D)	Rate (D)
2022	27,013	\$1,162,450,429	\$43,033	37.2	14.3	3,077	2.1%	2.7%	3.5%
2021	26,690	909,194,850	34,065	33.1	14.1	3,070	3.7%	3.9%	4.7%
2020	27,537	925,298,274	33,602	31.9	14.1	2,688	5.3%	7.7%	8.1%
2019	26,512	828,128,832	31,236	34.1	14.1	2,890	3.1%	3.2%	3.7%
2018	26,489	782,988,351	29,559	35.3	13.2	2,602	3.3%	3.6%	3.9%
2017	26,214	779,997,570	29,755	35.2	14.2	2,590	3.8%	4.2%	4.4%
2016	25,820	774,496,720	29,996	35.2	14.2	2,538	4.4%	4.8%	4.9%
2015	25,567	768,467,319	30,057	35.2	14.2	2,665	5.1%	5.4%	5.3%
2014	25,377	765,776,352	30,176	34.5	14.2	2,588	5.8%	6.3%	6.2%
2013	25,307	687,059,743	27,149	33.4	14.1	2,574	6.6%	7.2%	7.4%

Source:

- (A) Budget
- (B) School Board of Hillsborough County
- (C) http://factfinder2.census.gov/faces/tableservices/jsf/pages/productview.xhtml?pid=ACS
- (D) https://stats.bls.gov/data/#unemployment
- (E) <a href="https://datausa.io/profile/geo/temple-terrace-fl/">https://datausa.io/profile/geo/temple-terrace-fl/</a>
- (F) https://florida.hometownlocator.com/fl/hillsborough/temple-terrace.cfm#demographic

#### Note:

Specific statistics for per capita income, median age, education level in years of formal schooling, and unemployment rate are available for the City of Temple Terrace only for census years. The Hillsborough County-wide average has been substituted for informational comparisons only. Where noted "N/A", statistical information was not available at this time.

#### PRINCIPAL PROPERTY TAXPAYERS' CITY OF TEMPLE TERRACE

				2022 % of			2013 % of
		2022 Taxable		Total City			Total City
		Assessed	2022	Assessed	2013 Taxable	2013	Assessed
Taxpayers	Type of Business	Value	Rank	Value	Assessed Value	Rank	Value
Park at Valenza (CNLKOR River Chase)	Apartments	\$74,367,500	1	3.51%	\$29,793,500	2	2.56%
Verizon Data Services	Offices	59,786,900	2	2.82%	35,654,300	1	3.07%
Addison at Tampa Oaks	Apartments	47,191,500	3	2.23%	N/A	N/A	N/A
Intellicenter	Offices	32,841,600	4	1.55%	5,012,084	18	0.43%
Village Oaks	Apartments	31,171,900	5	1.47%	N/A	N/A	N/A
Riverside @ Telecom Park	Offices	23,911,400	6	1.13%	N/A	N/A	N/A
Fisherman's Landing (DAEJAN)	Apartments	23,457,883	7	1.11%	12,507,200	4	1.08%
Tampa Oaks I	Offices	23,192,700	8	1.09%	N/A	N/A	N/A
Boardwalk at Morris Bridge	Apartments	21,377,300	9	1.01%	11,722,900	5	1.01%
Laurel Oaks (G&I VI)	Apartments	20,972,600	10	0.99%	7,900,500	12	0.68%
JMJ Doral Oaks LLC	Apartments	16,712,740	13	0.79%	10,685,400	7	0.92%
HTA 13020 Telecom LLC FL Ortho	Offices	16,152,800	15	0.76%	11,576,730	6	1.00%
Osprey Tampa Oaks LLC	Apartments	N/A		N/A	15,126,300	3	1.30%
Tampa Bay Office Investors LLC	Offices	N/A		N/A	1,005,700	8	0.09%
Lepanto Realty Corp	Offices	N/A		N/A	9,567,600	9	0.82%
United Dominion Realty Trust Inc	Apartments	N/A		N/A	8,931,100	10	0.77%
Total		\$391,136,823		18.46%	\$159,533,314		13.73%

FY22 Assessed Value: \$2,119,310,951 FY14\* Assessed Value: \$1,161,893,170

Source: Hillsborough County Property Appraiser

NOTE: N/A information in Taxable Assessed Value does not mean the business no longer exists.

<sup>\*</sup> FY13 Assessed Value was not available, used FY14 Assessed Value instead

#### PRINCIPAL EMPLOYERS IN HILLSBOROUGH COUNTY

		2022	2022	2022	2013	2013	2013
Employer	Type of Business	Employees	Rank	Consumption %	Employees	Rank	Consumption %
MacDill Air Force Base	Military Base	30,844	1	3.8%	14,500	2	2.2%
Hillsborough County School District	<b>Public Education</b>	24,866	2	3.1%	25936	1	3.9%
University of South Florida	Education	15,678	3	1.9%	10,837	3	1.6%
Hillsborough County Government	Government	11,073	4	1.4%	9,355	5	1.4%
Publix	Supermarket	9,286	5	1.1%	6,826	7	1.0%
BayCare Health Care Systems	Medical Facility	8,556	6	1.1%	3,133	15	0.5%
Tampa General Hospital	Medical Facility	8,207	7	1.0%	6,500	8	1.0%
H. Lee Moffitt Cancer Center	Medical Facility	7,868	8	1.0%	4,187	11	0.6%
James A. Haley Veterans Hospital	Medical Facility	5,157	9	0.6%	4,700	10	0.7%
City of Tampa	Government Service	4,764	10	0.6%	4,000	12	0.6%
Seminole Hard Rock & Casino	Casino	4,500	11	0.6%	N/A	N/A	N/A
State of Florida	Government Service	4,417	12	0.5%	N/A	N/A	N/A
HCA West Florida	Medical Facility	4,106	13	0.5%	N/A	N/A	N/A
US Automobile Assoc. (USAA)	Insurance	3,900	14	0.5%	N/A	N/A	N/A
Advent Health West Florida Division	Medical Facility	3,702	15	0.5%	5,179	9	0.8%
Citigroup	Bank	2,591	16	0.3%	N/A	N/A	N/A
Tampa Electric Company	Electric Company	2,500	17	0.3%	2,541	17	0.4%
U.S. Postal Service	Postal Services	2,463	18	0.3%	3,285	14	0.5%
Hillsborough Community College	Education	1,873	19	0.2%	2,569	16	0.4%
Busch Gardens	<b>Tourist Attraction</b>	N/A	N/A	N/A	9,957	4	1.5%
Verizon Communications Inc	Telecommunications	N/A	N/A	N/A	7,500	6	1.1%
St. Joseph's Hospital	Medical Facility	N/A	N/A	N/A	3,737	13	0.6%
Total Principal Employers		156,351		19.2%	124,074		19.0%

812,239

658,190

<sup>\*</sup> Hillsborough County Total Labor Force 2022 \* Hillsborough County Total Labor Force 2013

#### PRINCIPAL UTILITY CUSTOMERS

			2022			2013	
		2022	Consumption	2022 % of	2013	Consumption	2013 % of
Customer	Classification	Rank	in Gallons	Consumption	Rank	in Gallons	Consumption
Lamplighter	Mobile Home Park	1	33,954,796	1.50%	3	24,233,600	2.36%
The Park at Valenza (CNL KOR Riverchase)	Apartments	2	25,003,812	1.10%	2	27,633,920	2.70%
Meadowood Condominiums Inc	Apartments	3	23,685,858	1.05%	4	23,985,600	2.34%
The Preserve at Temple Terrace	Apartments	4	21,797,642	0.96%	5	20,214,016	1.97%
The Park at Valenza	Apartments	5	20,826,414	0.92%	N/A	N/A	N/A
The Falls	Apartments	6	20,309,542	0.90%	7	14,757,200	1.44%
JMJ Doral Oaks LLC	Apartments	7	19,154,636	0.85%	9	13,623,200	1.33%
Autumn Place Apartments	Apartments	8	13,014,000	0.57%	N/A	N/A	N/A
Victoria Terrace Homeowners	Apartments	9	12,510,868	0.55%	10	10,734,000	1.05%
The Park at Valenza	Apartments	10	12,009,025	0.53%	N/A	N/A	N/A
Verizon Data Services	Commercial	N/A	N/A	N/A	1	41,340,410	4.03%
M&B Products	Commercial	N/A	N/A	N/A	6	19,808,000	1.93%
City of Temple Terrace	Municipality	N/A	N/A	N/A	8	13,631,428	1.33%
Total water & sewer consumption billed	•		202,266,593	8.93%		209,961,374	20.49%

<sup>\*</sup> Total Water Consumption Billed 2022

2,264,498,912

1,024,836,484

#### Note:

Information was calculated for the top 10 utility customers for each listed year. In places where N/A is listed, the customer was not in the top 10 for that Fiscal Year.

SOURCE: City of Temple Terrace Utility Billing System

<sup>\*</sup> Total Water Consumption Billed 2013

# **OPERATING INFORMATION**

# FULL-TIME EQUIVALENT CITY EMPLOYEES BY FUNCTION

General Govt–Legislative	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<del>-</del>	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50
General Govt–Executive	3.20	3.20	3.20	3.20	3.00	3.00	3.00	3.50	4.00	4.00
General Govt–Legal	0.00	0.00	0.00	0.00	2.00	4.00	4.00	4.00	4.00	4.00
General Govt-Human Resources	3.50	3.50	3.50	3.50	4.00	3.00	3.00	3.00	3.00	3.00
General Govt-Information Technology	3.00	3.00	3.00	3.00	3.00	5.89	5.45	5.45	5.45	5.45
General Govt–Finance	5.89	5.89	5.49	5.89	5.89	7.00	7.00	7.00	8.00	8.00
General Govt–Community Development	8.00	8.00	7.00	8.00	7.00	1.30	2.00	2.00	2.00	2.00
Total General Govt.	28.09	27.09	27.09	25.69	27.09	27.69	27.95	28.45	29.95	29.95
Public Safety-Code Compliance	4.12	4.12	4.12	4.12	4.12	4.12	5.00	5.00	5.00	5.00
Public Safety-Police Officers	52.00	52.00	54.00	53.00	53.00	54.00	54.00	55.00	56.00	56.00
Public Safety–Civilians-Police	22.63	22.63	21.63	19.63	18.00	18.00	18.00	18.00	18.00	18.00
Public Safety–Firefighters and Officers	50.00	50.00	50.00	50.00	50.00	50.00	50.00	50.00	50.00	53.00
Public Safety–Civilians-Fire	7.08	7.58	7.33	7.08	7.08	7.08	6.50	6.50	6.50	6.50
Total Public Safety	135.83	136.33	137.08	133.83	132.20	133.20	133.50	134.50	135.50	138.50
Public Works-Administration*	4.75	5.00	4.00	4.00	4.00	4.00	2.10	1.50	1.50	5.00
Public Works-Streets Maintenance	5.15	5.15	5.15	5.15	5.15	5.15	10.00	5.00	5.00	5.00
Public Works-Facility Maintenance	2.65	2.65	2.65	2.65	2.65	2.65	1.00	1.00	1.00	1.00
Public Works-Grounds Maintenance	0.00	0.00	0.00	0.00	0.00	10.00	10.00	10.00	9.50	10.00
Tubile Works Grounds Maintenance				0.00	0.00	10.00	10.00	10.00	7.50	10.00
Public Works-Engineering	1.85	1.85	1.85	1.85	1.85	1.85	0.00	3.00	3.00	3.00
	1.85 14.40	1.85 14.65								
Public Works-Engineering			1.85	1.85	1.85	1.85	0.00	3.00	3.00	3.00
Public Works–Engineering Total Public Works	14.40	14.65	1.85 13.65	1.85 13.65	1.85 13.65	1.85 23.65	0.00 23.10	3.00 20.50	3.00 20.00	3.00 24.00
Public Works–Engineering Total Public Works Economic Development	14.40 0.00	14.65 1.00	1.85 13.65 1.00	1.85 13.65 1.00	1.85 13.65 1.00	1.85 23.65 1.00	0.00 23.10 1.00	3.00 20.50 1.00	3.00 20.00 1.00	3.00 24.00 1.00
Public Works–Engineering Total Public Works Economic Development Culture & Recreation–Library	14.40 0.00 12.50	14.65 1.00 12.50	1.85 13.65 1.00 12.50	1.85 13.65 1.00 12.50	1.85 13.65 1.00 12.50	1.85 23.65 1.00 12.50	0.00 23.10 1.00 12.50	3.00 20.50 1.00 13.50	3.00 20.00 1.00 13.50	3.00 24.00 1.00 13.50
Public Works–Engineering Total Public Works Economic Development Culture & Recreation–Library Culture & Recreation–Parks & Rec.	14.40 0.00 12.50 53.44	14.65 1.00 12.50 53.44	1.85 13.65 1.00 12.50 53.44	1.85 13.65 1.00 12.50 53.44	1.85 13.65 1.00 12.50 53.44	1.85 23.65 1.00 12.50 43.44	0.00 23.10 1.00 12.50 43.54	3.00 20.50 1.00 13.50 42.44	3.00 20.00 1.00 13.50 42.44	3.00 24.00 1.00 13.50 41.94
Public Works–Engineering Total Public Works Economic Development Culture & Recreation–Library Culture & Recreation–Parks & Rec. Total Culture & Recreation	14.40 0.00 12.50 53.44 65.94	14.65 1.00 12.50 53.44 65.94	1.85 13.65 1.00 12.50 53.44 65.94	1.85 13.65 1.00 12.50 53.44 65.94	1.85 13.65 1.00 12.50 53.44 65.94	1.85 23.65 1.00 12.50 43.44 55.94	0.00 23.10 1.00 12.50 43.54 56.04	3.00 20.50 1.00 13.50 42.44 55.94	3.00 20.00 1.00 13.50 42.44 55.94	3.00 24.00 1.00 13.50 41.94 55.44

City of Temple Terrace, Florida September 30, 2022 Statistical Section - Unaudited

# Continued

Commueu										
Function	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Physical Environment–Utilities-Renewal &										
Replace	2.15	2.15	2.15	2.15	2.15	2.15	1.90	1.90	1.90	1.90
Physical Environment–Sanitation	14.70	14.70	14.70	14.70	14.70	13.70	14.00	14.00	14.00	14.00
Total Physical Environment	47.86	47.86	47.86	50.41	50.41	49.41	50.35	50.55	50.55	50.55
Internal Service-Fleet Maintenance	4.40	4.15	4.15	4.15	4.15	4.15	5.00	5.00	5.00	5.00
Total	296.52	297.02	296.77	294.67	294.44	295.04	296.94	295.94	297.94	304.44

Source: City Annual Budget

Budget - personnel by department/function (full-time equivalents)

<sup>\*</sup>Moved from Internal Services Fund - Central Warehouse to Public Works Administration in October 2007.

# CAPITAL ASSET STATISTICS BY FUNCTION

Function:	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Area–Land (square miles)	7.38	7.39	7.39	7.43	7.45	7.53	7.53	7.72	7.72	7.72
Public Safety–Police Stations	1	1	1	1	1	1	1	1	1	1
Public Safety–Fire Stations	2	2	2	2	2	2	2	2	2	2
Streets & Drainage–Paved streets (miles)	76.13	76.13	78.88	78.52	78.52	78.52	78.52	78.85	78.85	80.62
Streets & Drainage–Unimproved streets										
(miles)	0.07	0.07	0.32	0.32	0.32	0.32	0.32	0.00	0.00	0.00
Streets & Drainage-Street Lights (number)	2,789	2,789	2,800	2,800	2,800	2,800	2,800	1,956	1956	1973
Streets & Drainage-Storm Sewers (miles)	36.70	36.70	36.70	36.70	36.70	36.70	36.70	41.31	41.31	42.40
Culture & Rec–Library Branches	1	1	1	1	1	1	1	1	1	1
Culture & Rec-Library Holdings	98,061	98,061	94,700	94,700	94,700	96,991	96,991	100,898	104,108	102,287
Parks & Rec-Recreation Centers	2	2	2	2	2	2	2	2	2	2
Parks & Rec-Fitness Center	1	1	1	1	1	1	1	1	1	1
Parks & Rec-Parks	28	28	28	28	28	28	28	29	29	29
Parks & Rec-Parks acreage	417.67	417.84	419.50	419.50	419.50	419.50	419.50	419.51	419.51	419.51
Parks & Rec-Playgrounds	10	10	10	10	10	10	10	11	11	11
Parks & Rec-Softball diamonds	2	2	3	3	3	3	3	1	1	1
Parks & Rec-Adaptive Fields	0	0	0	0	0	0	0	1	1	1
Parks & Rec-Tennis courts	14	14	14	14	14	14	14	14	14	14
Parks & Rec-Indoor Basketball courts	6	6	6	6	6	6	6	4	2	2
Parks & Rec-Outdoor Basketball courts	N/A	1.5	3	3						
Parks & Rec-Soccer fields	8	8	8	8	8	8	8	8	8	8
Parks & Rec-Racquetball courts	6	6	6	6	6	6	6	6	2	2
Parks & Rec-Swimming Pools	5	5	5	5	5	5	5	5	5	5
Parks & Rec-Baseball fields	10	10	10	10	10	10	10	10	10	10
Parks & Rec-Football fields	0	0	0	0	0	0	0	0	0	0
Sanitary Sewers–Sewer mains (miles)	98.34	97.78	94.78	102.88	102.88	102.88	102.88	106.68	105.71	105.71
Sanitary Sewers-Equivalent Connections	11,743	7,047*	7,053*	7,055	7,055	9,881	9,881	9,964	9,996	9,996
Sanitary Sewers–Lift Stations	30	30	30	30	30	30	30	30	30	32
Sanitary Sewers-Force main (feet)	159,613	152,950	152,950	152,950	152,950	152,950	152,950	170,454	170,454	170,454
Sanitary Sewers-Gravity main (feet)	359,638	347,450	347,450	347,450	347,450	414,374	414,374	514,672	514,672	514,672
Water–Mains (miles)	123.75	123.50	123.50	123.75	123.75	123.75	123.75	141.32	139.31	139.31

# Continued

Function:	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Water-Equivalent Connections	12,288	10,050*	10,052*	10,100	10,100	10,248	10,248	10,149	10,188	10,188
Water-Wells	10	10	10	10	10	10	10	10	10	10
Water-Fire Hydrants-Inside City	648	648	649	649	649	669	669	674	898	898
Water-Fire Hydrants-Extended Service										
Area	220	220	218	218	218	224	224	211	188	188

<sup>\*</sup> Changed from equivalent connections to actual connections in 2013-14.

# OPERATING INDICATORS BY FUNCTION

Function:	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Public Safety-Police: Calls for service	36,027	36,376	28,488	27,152	27,339	25,741	31,345	27,987	32,243	41,217
Public Safety-Police: Traffic citations	3,968	2,967	2,316	1,874	2,065	1,129	2,673	1,308	997	1,395
Public Safety-Police: Traffic accidents	446	490	469	449	496	421	476	777	443	512
Public Safety-Police: Boating citations	11	8	7	7	10	10	2	3	0	0
Public Safety-Police: Part I cases reported	714	821	884	826	771	636	664	585	567	645
Public Safety-Police: Part II cases reported	856	869	821	820	838	585	689	719	605	750
Public Safety–Police: 9-1-1 calls	12,225	13,300	14,600	16,643	17,225	11,403	11,531	11,412	13,094	14,118
Public Safety-Fire: Fire incidents	2,939	3,097	3,529	3,634	3,411	3,992	3,818	3,730	4,406	4,481
Public Safety-Fire: Medical incidents	1547	2,250	2,057	2,262	2,236	2,864	2,158	2,737	4,342	3,291
Public Safety-Fire: Medical transports	1,740	1,900	1,993	1,985	1,950	2,000	2,147	2,192	3,360	2,469
Community Development-Value of permits										
issued (mill)	\$38.54	\$35.86	\$45.24	\$40.27	\$47.29	\$29.96	\$50.00	**\$250.00	\$51.42	\$51.42
Streets/Drainage-Linear feet sidewalk										
repaired/replaced	11,162	6,667	6,667	6,667	6,667	732	732	780	780	1,031
Streets & Drainage–Linear feet of curbing										
replaced	680	200	200	200	200	60	60	50	50	30
Streets & Drainage-Curb miles swept	836	650	650	650	650	999	999	999	999	1,600
Culture & Rec-Library service hours	2,612	2,600	2,600	2,591	2,591	2,561	2,602	1,810	2,099	2,756
Culture & Rec-Library Internet users	73,755	72,000	70,500	54,765	54,765	51,572	51,356	21,058	11,396	22,955
Culture & Rec–Library Circulation per year	450,965	426,900	378,510	394,910	394,910	320,773	347,313	210,266	273,748	280,622
Culture & Rec–Library card holders *	48,942	44,067	47,000	47,080	47,080	46,729	49,556	51,269	52,813	55,078
Parks & Rec-Summer youth participants	277	275	275	257	275	275	225	64	160	181
Parks & Rec-After school participants	131	130	130	152	130	150	471	295	120	292
Parks & Rec-Open swim visitors	30,087	32,000	35,125	28,626	28,000	28,000	6,402	13,823	13,881	14,872
Parks & Rec-Senior center annual participants	12,913	12,466	12,000	12,356	12,784	13,000	13,610	8,422	7,950	13,117
Parks & Rec-Special interest class participants	9,156	10,554	11,500	11,756	11,720	12,500	5,872	4,153	13,881	15,566
Parks & Rec-Fitness Participants	0	0	0	0	0	0	42,094	30,817	39,184	45,612
Sanitary Sewers–Number of customers	6,402	6,430	6,430	6,450	6,500	6,600	9,849	9,964	7,193	7,776

# Continued

Function:	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
	2013	2014	2013	2010	2017	2016	2019	2020	2021	2022
Sanitary Sewers–Gallon's wastewater pumped										
(mill)	714	725	725	754	754	794	783	805	784	853
Water-Number of meters in system	9,930	10,050	10,050	10,078	10,100	10,100	10,217	10,149	10,409	10,454
Water-Number of meters in system Gallons										
raw water pumped (millions)	1,255	1,375	1,272	1,302	1,422	1,452	1,122	1,167	1,684	1,541
Sanitation—Tons of commercial waste collected	5,926	6,000	6,200	6,845	6,386	7,000	7,787	7,380	8,629	9,500
Sanitation-Tons of residential waste collected	5,359	5,600	6,001	6,595	6,061	6,080	5,422	5,766	6,398	6,544
Sanitation–Tons of special trash pickup										
collected	300	325	331	750	738	1,900	2,130	3,291	3,812	3,671
Fleet Maintenance–Number of										
vehicles/equipment	206	210	205	205	205	211	211	228	239	237
Fleet Maintenance–Repair orders completed	2,508	2,471	1,245	2,400	2,400	1,600	1,600	1999	851	1,336
Fleet Maintenance—Preventive maintenance										
orders	289	318	167	410	410	103	103	140	165	190

<sup>\*\*</sup>The value of the permits jumped the previous year due to big projects from Amazon, Publix, etc. We expect Fiscal Year 2025 numbers to be more in line with the trend from the prior years.

#### WATER AND SEWER FUND STATISTICAL DATA

# Water and Sewer Revenue and Expenses

Fiscal Year	Equivalent Water Connections	Equivalent Sewer Connections	Total Operating Revenue	Operating Expenses	Non- operating Revenue	Non- Operating Expenses	Net Income Before Transfers & Special Items
2022	10,454	7,776	\$14,029,837	\$13,661,289	\$67,936	\$1,532	\$434,952
2021	12,145	11,657	13,575,256	12,150,456	6,791	1,319	1,430,272
2020	10,149	9,964	13,183,625	11,652,723	76,442	1,275	1,606,069
2019	10,034	9,866	12,697,226	11,776,246	165,716	1,223	1,085,474
2018	10,128	9,726	12,295,439	10,516,359	100,315	2,293	1,877,102
2017	10,096	9,664	12,022,271	10,060,956	44,627	14,890	1,991,052
2016	10,065	7,100	11,452,554	10,122,651	23,958	26,391	1,327,470
2015	10,055	7,055	10,573,064	10,127,790	58,501	56,497	447,278
2014	10,050	7,047	10,322,234	9,557,947	44,763	83,191	725,859
2013	12,288	11,743	10,250,778	9,592,222	(4,754)	209,862	443,940

# Water and Sewer Impact Fees

Fiscal Year	Water Impact Fees	Sewer Impact Fees	Total Impact Fees
2022	\$838,750	\$312,400	\$1,151,150
2021	136,350	39,369	175,719
2020	930,800	681,046	1,611,846
2019	260,089	60,000	320,089
2018	122,790	2,400	125,190
2017	39,175	8,800	47,975
2016	225,728	45,200	270,928
2015	860,371	7,200	867,571
2014	24,232	211,200	235,432
2013	111,980	26,600	138,580

# WATER PRODUCTION DATA

Fiscal Year	Yearly Total	Monthly Peak	Monthly Average	Daily Peak	Daily Average	Rainfall (Inches)
2022	1,407.6	129.7	113.9	5.3	3.8	75.99
2021	1,401.8	144.3	113.3	5.6	3.8	70.69
2020	1,385.7	129.0	115.5	5.2	3.8	75.99
2019	1,335.1	128.6	111.3	5.8	3.7	57.90
2018	1,296.7	117.1	108.1	5.0	3.6	89.37
2017	1,091.3	101.2	90.9	4.8	3.0	45.39
2016	1,034.5	100.5	86.2	4.8	2.9	70.73
2015	1,180.3	108.1	98.8	5.1	3.2	75.62
2014	1,131.2	104.3	94.2	4.8	3.1	61.42
2013	1,147.2	103.6	95.6	3.8	3.2	65.32

Note-Data is presented in millions of gallons.



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#### City of Temple Terrace, Florida Fiscal Year Ending September 30, 2022 Compliance Section

# **COMPLIANCE SECTION**

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters based on an audit of Basic Financial Statements Performed in accordance with Government Auditing Standards

Independent Auditor's Report on Compliance for each Major Federal Program and on Internal Control Over Compliance and Report on Schedule of Expenditures of Federal Awards Accordance with the Uniform Guidance

**Schedule of Expenditures of Federal Awards** 

Notes to Schedule of Expenditure of Federal Awards or the Fiscal Year Ended September 30, 2022

**Schedule of Findings and Questioned Costs** 

**Independent Auditor's Management Letter** 

**Independent Accountant's Report** 



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

Honorable Mayor and Members of the City Council City of Temple Terrace, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund of the City of Temple Terrace, Florida (the City) as of and for the fiscal 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 May 9, 2023.

#### Report on Internal Control over Financial Reporting

Management of the City is responsible for establishing and maintaining effective 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 designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

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

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

The Honorable Mayor and Members of the City Council City of Temple Terrace, Florida

#### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Pursuant to the provisions of Chapter 10.550, *Rules of the Auditor General*, we reported certain matters to management of the City in a separate management letter and Independent Accountant's Report dated May 9, 2023.

#### **Purpose of this Report**

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

MSL, P.A.

Certified Public Accountants

Tampa, Florida May 9, 2023



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

Honorable Mayor and Members of the City Council City of Temple Terrace, Florida

#### Report on Compliance for Each Major Federal Program

#### Opinion on Each Major Federal Program

We have audited the compliance of the City of Temple Terrace, Florida (the City) with the types of compliance requirements described in the U.S. Office of Management and Budget *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the fiscal 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 fiscal year ended September 30, 2022.

#### Basis for Opinion for 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.

#### Responsibility 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.

Honorable Mayor and Members of the City Council City of Temple Terrace, Florida

#### Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance 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 noncompliance when it exists. The risk of not detecting material noncompliance 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. Noncompliance 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 noncompliance, 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, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Honorable Mayor and Members of the City Council City of Temple Terrace, Florida

#### Report on Internal Control over Compliance (Continued)

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 may exist that have not been 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.

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

We have audited the basic financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of and for the fiscal year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated May 9, 2023, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. Our report on the basic financial statements included disclosures regarding our reference to the reports of other auditors. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis, as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

MSL, P.A.

Certified Public Accountants

Tampa, Florida May 9, 2023

# City of Temple Terrace, Florida Fiscal Year Ending September 30, 2022 Compliance Section

# SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

	AL	Federal or Pass-through	
Federal Agency/Program Title	Number	Grant Number	Expenditures
FEDERAL AWARDS			
U.S. Department of Treasury			
Passed-Through Florida Division of			
Emergency Management			
Coronavirus State and Local Fiscal Recovery Funds	21.027		\$2,269,124
Total Expenditures of Federal Awards			\$2,269,124

#### City of Temple Terrace, Florida Fiscal Year Ending September 30, 2022 Compliance Section

# NOTES TO SCHEDULE OF EXPENDITURE OF FEDERAL AWARDS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

#### 1. General

The accompanying Schedule of Expenditures of Federal Awards (SEFA) presents the activity of all federal awards programs of the City of Temple Terrace for the fiscal year ended September 30, 2022. Federal awards received directly from federal as well as those passed through other governmental agencies are included in the Schedule.

#### 2. Basis of Accounting

The City's basis of accounting is further described in Note 1 of the accompanying basic financial statements. The accompanying Schedule is presented using the modified accrual basis of accounting for expenditures accounted for in governmental funds, and the accrual basis of accounting for expenditures in proprietary funds. Under the modified accrual basis, revenue is recognized if it is both measurable and available for use during the fiscal year and expenditures are recognized in the period liabilities are incurred, if measurable. Under the accrual basis, expenditures are recognized in the period liabilities are incurred.

#### 3. Indirect Cost Rate

Indirect cost rate is dictated by its federal and state contract terms. The 10-percent de Minimis indirect cost rate as allowed under the Uniform Guidance is not in effect nor is available under its contracts.

# CITY OF TEMPLE TERRACE, FLORIDA

# SCHEDULE OF FINDINGS AND QUESTIONED COSTS

# For the Year Ended September 30, 2022

# Section I - Summary of Independent Auditor's Results

<b>Financial Statements</b>			
Type of Auditor's Report Iss	Unmodified Opinion		
Internal control over financial	reporting:		
• Material weakness(es) ide	entified?	Yes	X No
• Significant deficiency(ies	Yes	X None reported	
Noncompliance material to fin	Yes	X No	
Federal Awards			
Internal control over major pro	ograms:		
• Material weakness(es) ide	Yes	X No	
• Significant deficiency(ies	)?	Yes	X None reported
Type of report issued on comp	liance for major federal program:	Unmodifie	d Opinion
Any audit findings disclosed that accordance with Section 200.5	nat are required to be reported in 16 of the Uniform Guidance?	Yes	<u>X</u> No
Identification of Major Prog	rams:		
AL Numbers 21.027	Name of Federal Program or C Coronavirus State and Local Fisc		Funds
Dollar threshold used to disting Type A and Type B programs:	9	<u>\$750,000</u>	
Auditee qualified as low-risk a	uditee?	X Yes	No

# CITY OF TEMPLE TERRACE, FLORIDA

# SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

# For the Year Ended September 30, 2022

Section II - Findings Related to the Financial Statement Audit, as required to be reported in accordance with *Government Auditing Standards* 

No matters were reported.

Section III - Federal Awards Findings and Questioned Costs Section reported in accordance with the Uniform Guidance

No matters were reported.

**Section IV - Prior Year Audit Findings** 

No matters were reported.



#### INDEPENDENT AUDITOR'S MANAGEMENT LETTER

Honorable Mayor and Members of the City Council City of Temple Terrace, Florida

#### **Report on Financial Statements**

We have audited the financial statements of the City of Temple Terrace, Florida (the City) as of and for the fiscal year ended September 30, 2022, and have issued our report thereon dated May 9, 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).

#### **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 Financial Statements Performed in Accordance with *Government Auditing Standards*, Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control over Compliance and Report on the Schedule of Expenditures of Federal Awards required by the Uniform Guidance; Schedule of Findings and Questioned Costs; and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Auditor General*. Disclosures in those reports and schedule, which are dated May 9, 2023, should be considered in conjunction with this management letter.

#### **Prior Audit Findings**

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

The Honorable Mayor and Members of the City Council City of Temple Terrace, Florida

## Official Title and Legal Authority

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

#### **Financial Condition and Management**

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

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

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

#### **Special District Component Units**

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

As required by Section 218.39(3)(c), Florida Statues, and Section 10.554(1)(i)6, *Rules of the Auditor General*, see separately issued financial statements for the City of Temple Terrace Community Redevelopment Agency.

# **Additional Matter**

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

The Honorable Mayor and Members of the City Council City of Temple Terrace, Florida

#### **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 Council members, and applicable management and is not intended to be, and should not be, used by anyone other than these specified parties.

MSL, P.A.

Certified Public Accountants

Tampa, Florida May 9, 2023



#### INDEPENDENT ACCOUNTANT'S REPORT

Honorable Mayor and Members of the City Council City of Temple Terrace, Florida

We have examined the City of Temple Terrace, Florida's (the City) compliance with the requirements of Section 218.415, Florida Statutes, during the fiscal 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 with those requirements, in all material respects. An examination involves performing procedures to obtain evidence about the City's compliance with those requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion. Our examination does not provide a legal determination on the City's compliance with specified requirements.

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 fiscal year ended September 30, 2022.

MSL, P.A.

Certified Public Accountants

Tampa, Florida May 9, 2023



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