

City of

Deltona

FLORIDA

ANNUAL COMPREHENSIVE FINANCIAL REPORT



FOR FISCAL YEAR ENDING SEPTEMBER 30, 2024

City of Deltona, Florida

Deltona: A City on the Move



Annual Comprehensive Financial Report

For the year ended
September 30, 2024

Prepared By:
Finance Department

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**ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024**

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City of Deltona

June 6 , 2025

To the Honorable Mayor and
Members of the City Commission and
Citizens of the City of Deltona,
Florida

Ladies and Gentlemen:

State law and local Charter require that every general-purpose local government publish a set of audited financial statements annually. This report is published to fulfill that requirement for the year ended September 30, 2024. The Annual Comprehensive Financial Report of the City of Deltona, for the fiscal year ended September 30, 2024, is hereby submitted pursuant to the City Charter, Florida Statutes, and Chapter 10.550, Rules of the Auditor General of the State of Florida.

Management assumes full responsibility for the reliability and completeness of the information contained in this report based upon a comprehensive framework of internal controls that have been established for this purpose. The cost of internal control should not exceed the anticipated benefits; therefore, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of material misstatements.

To the best of our knowledge and belief, the enclosed information is accurate in all material respects and reported in a manner designed to present fairly the financial position and results of operations of the City of Deltona, Florida (the "City").

Purvis, Gray, Certified Public Accountants, have issued an unmodified ("clean") opinion on the City of Deltona's financial statements for the year ended September 30, 2024. The independent auditors' report is located at the front of the Financial Section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the Independent Auditor's Report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

City History

The City of Deltona, Florida is in the southwest corner of Volusia County, in the eastern central part of the Florida Peninsula. The City is situated along the Interstate 4 corridor approximately 25 miles northeast of Orlando and approximately 25 miles southwest of Daytona Beach. It currently occupies 46 square miles as of 2024. The City started as a planned community by the Deltona Corporation in 1962 and was incorporated on December 31, 1995. The unhurried lifestyle, combined with its location, has made the City an ideal choice for living the affordable Florida lifestyle. In general, the population of the City is becoming younger and more diversified in ethnicity.

Letter of Transmittal

The first inhabitants of southwest Volusia County were Nomadic Timucuan who found fish and fresh water plentiful in the area. After Florida became a state in 1845, steamboats began to make regular trips up the St. Johns River to Lake Monroe.

Visitors and residents poured into Florida and a community grew up on the shores of Lake Monroe at the steamboat landing. Named Enterprise, the little town soon boasted a schoolhouse, built in 1863, and two churches.

About the same time, Baron Frederick DeBary, a New York agent for Mumm's Champagne, arrived in the area. Baron DeBary bought several hundred acres near Enterprise to use as a hunting and fishing preserve. In 1871 Baron DeBary built a winter home where he entertained such notables as Presidents Grant and Cleveland, as well as members of Europe's royalty. Baron DeBary died in 1898 at the age of 83.

Southwest Volusia remained quiet from the turn of the century until 1962 when the Mackle Brothers – Elliott, Robert and Frank, Jr. - bought 17,203 acres, filed a planned unit development plan for a community of 35,143 lots and named the area Deltona. The community was based on the idea of a retirement community for Northern workers. Construction started almost immediately and the first Deltonans took up residence in April of 1963. By the end of 1963, Deltona had a population of 180 people comprised of 78 families. The initial concept of a retirement community quickly morphed into a bedroom community, housing the workforce of the Metro Orlando Area.



In 1970, the U.S. Census recorded 4,868 inhabitants. By 1980 Deltona's population was 15,710. The growth of the community continued at the amazing rate of about 130 new families per month to reach more than 52,000 people in 1991, culminating in a population of 93,677 as of the U.S. Census in 2020.

After two failed attempts, one in 1987 and one in 1990, the residents of the unincorporated Deltona community voted to incorporate as the City of Deltona in 1995. A seven-member Commission was elected, and the Deltona Fire District was dissolved, replaced by fire protection services provided by the new City.

On November 7, 2003, the City realized its long-term goal of owning its own utility. The City purchased the Deltona water and wastewater system from Florida Water Services, acquiring all its assets and adding many new employees to operate the new utility.

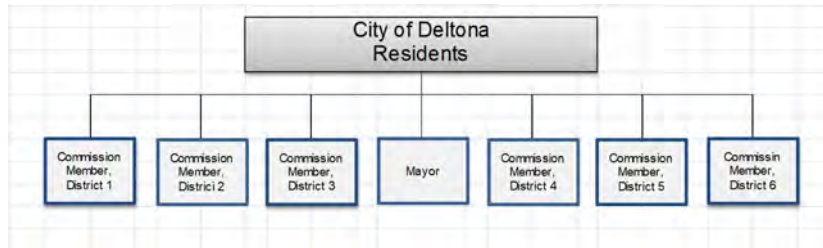
Profile of the Government

The City of Deltona operates under a Commission-Manager form of government consisting of a seven-member Commission. Residents elect, through non-partisan elections, a Mayor who represents the City at large, and six Commissioners who each represent a specific district of the City.

Letter of Transmittal

Each member of the City Commission, including the Mayor, serves a four (4)-year term. Neither the Mayor nor any other Commission member may serve more than two consecutive four (4)-year terms in the same position.

The City Charter, as well as State and local laws and regulations, set forth the rights and obligations of the City and its government. The Commission is responsible for the establishment and adoption of City policy and appointing a City Manager and City Attorney. The City Manager serves as the Chief Executive Officer of the City, responsible for the execution of City policies and oversight of the City's day-to-day operations.



The City now employs approximately 380 people who provide a full range of services including fire/rescue protection, solid waste management, stormwater management, water and sewer service, construction and maintenance of road and street facilities, planning and development services, recreational and cultural activities, and general administrative services. The City contracts with the Volusia County Sheriff's Department via an interlocal agreement for law enforcement services in the City.

The financial statements in this report include the funds of all the activities under the jurisdiction of the City Commission. The financial reporting entity includes all the funds of the primary government (i.e., the City of Deltona, Florida as legally defined). Component units are legally separate entities for which a city is financially accountable. Currently, no entities outside the primary government meet the definition of a component unit of the City and so none are presented in this report.

The annual budget is the foundation for the City's planning and control of its finances. All City departments must submit annual budget requests to the City Manager. These requests are the starting point for developing the proposed budget. The City Manager presents the proposed budget to the City Commission for review in July through September of each year. The City Commission is required by law to hold public hearings on the proposed budget and to adopt a final budget no later than September 30th of each year, the close of the City's fiscal year. The adopted budget is presented by funds and department. The level of budgetary control (i.e., the level at which expenditure cannot legally exceed the appropriated amount) is at the departmental level, except for major capital projects budgeted in the Capital Projects funds, which are controlled at the project level. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriate annual budget has been adopted.

Local Economy and Economic Development

The City's population is estimated at 100,513 for 2024 per the U.S. Census Bureau, an increase of about 4.79% over the prior year. Deltona's population has increased every year since 2011; as the number of residents grows, so does commercial interest.

Letter of Transmittal

Streets and Roads

Deltona's increased population growth has necessitated many road and traffic projects, such as:

- Annual repaving and maintenance of City roads and sidewalks.
- Beautification of green spaces in City medians and interchanges.
- Intersection improvements citywide.
- Continued planning by the Southwest Deltona Community Redevelopment Agency (CRA) to add sidewalk improvements, safety improvements, and ADA improvements in the CRA area; and
- Collaboration with the Volusia County Transportation Planning Organization (TPO) on multiple projects, including American Disability Act projects and sidewalk expansions and connections citywide.

Parks and Recreation

Deltona takes great pride in its outstanding recreational facilities available to residents. The 2023/2024 fiscal year included the following improvements:

- Restored laser-grade baseball fields at Vann Park and soccer fields at Dewey Boster Park.
- Renovated the pavilions at Timber Ridge, Dwight Hawkins, and Firefighters Memorial parks.
- Updated the playgrounds at Timber Ridge and Dewey Boster parks.
- Substituted the wooden perimeter fence with an aluminum fence at Timber Ridge and Festival parks.
- Enhanced baseball field lighting and netting at Dewey Boster Park.
- Replaced HVAC units across various City facilities to improve energy efficiency.

Public Safety

Efforts to improve the quality of services to residents as well as safety and efficiency for first responders included:

- Assessed the City's EMS response capabilities, focusing on the improvement of the patient transport CARE program. The ambulance fleet is currently being modernized with the acquisition of three new ambulances, which have been ordered over the past two years. Two of these ambulances are designated as full-time front-line units, while the third serves as a reserve unit.
- The department is committed to minimizing exposure to cancer-causing agents and ensuring safe equipment and working conditions through comprehensive training, personal protective equipment, established policies and procedures, as well as apparatus and equipment. Four stations are now equipped with air pack sanitation devices, which will facilitate a more effective method for ensuring sanitized air packs and other protective gear, while also continuing to mitigate carcinogenic exposure within the truck cabs.
- Execute phase II of the LUNAR program. This initiative improves firefighter accountability and safety on the fire ground.

Letter of Transmittal

- Enhance the EMS and Training Divisions to offer more advanced training and elevate quality assurance and monitoring. This initiative aims to expand their knowledge and leadership capabilities.
- Launched an Autism paint scheme for our latest transport units.

Utility System

Deltona Water, the City’s water and wastewater utility, operates as an entity separate from general City activities. Its principal revenues come from user charges for water and wastewater services. The following projects are in various stages of progress:

- Continuing upgrade of the Utility’s Supervisory Control and Data Acquisition (SCADA) system.
- Project is in progress for “smart” water meters to enhance accuracy and give early warning of excess usage; and
- Increase the amount of infrastructure replaced through renewal and replacement.

The greatest challenge facing the utility, by far, is developing a water supply and source strategy in connection with a capital plan that will enable the City to meet upcoming regulatory requirements. This process is ongoing.

The Center at Deltona

The Center, open to the public since December 2017, serves Deltona’s seniors and hosts special events. Throughout the 2023/2024 fiscal year, persist in the development and execution of signature and community events, including Community Job Fairs, Daddy-Daughter Dances, Movie Nights, and more, to engage the diverse demographics of the West Volusia Communities. This includes family-oriented events as well as activities specifically designed for the residents of the City of Deltona.

The Council on Aging’s daytime senior activities program includes providing meals and activities to seniors.

Financial Outlook and Challenges

The City’s conservative approach to budgeting and spending has resulted in a healthy fund balance. The Commission has also set aside reserves designed to keep the City prepared for both emergencies and grant funding opportunities. As of September 30, 2024, these were:

- Economic Emergency Reserve – \$12 million
- Natural Disaster – \$10.5 million
- Operating Reserve – \$10.7 million
- Capital / Vehicle Outlay - \$16 million
- Economic Development – \$525,600
- Grants Match – \$378,500

The Fitch Ratings have affirmed the Transportation and Capital Improvement Revenue Bond rating at AA+, review, no action in February 2025. Fitch Ratings have affirmed A+ and S&P have raised their rating to AA- for the 2021 Utility Refunding Bond.

Letter of Transmittal

Although Deltona enjoys brisk population growth, promising commercial interest, and increasing property values, it is a challenge to maintain quality service delivery to more people, especially with lean staffing, tight budgets, and limited revenue diversity. Property taxes – with statutory caps on both millage and underlying property values – remain the City’s largest revenue source.

The City’s utility, Deltona Water, faces even greater challenges as it prepares for a changing regulatory landscape while implementing new technology to improve its services.

The City continually seeks opportunities to diversify revenue and enhance financial stability. Examples include:

- The Community Development Block Grant (CDBG) offered through the U.S. Department of Housing and Urban Development (HUD).
- The State Housing Initiatives Partnership (SHIP) through the State of Florida that funds home repair, down payment assistance and homeless prevention through rent and utility payment assistance; and low-interest State Revolving Fund (SRF) loans through the Florida Department of Environmental Protection to finance water projects.
- Outreach to State lawmakers for specific appropriations, such as embedded lights.
- ECHO grants awarded by Volusia County that fund ecological and recreational projects; and aid for road and street projects via cooperation with the Volusia County Transportation Planning Organization (TPO);
- Matching grants through the St. Johns River Water Management District (SJRWMD) to help fund major water utility improvements.
- Regular evaluation of existing charges for services (e.g., building permits and inspections, park facilities) for adequacy.
- Continued monitoring and enforcement of franchise fees for commercial solid waste haulers.
- Automatic annual indexing of water/sewer customer charges in pace with the economy.

Awards and acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial reporting to the City of Deltona, Florida, for its Annual Comprehensive Financial Report for the fiscal year ending September 30, 2023. The City has received this prestigious award every year since FY 1999/2000.

To be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized Annual Comprehensive Financial Report that satisfies both generally accepted accounting principles and applicable legal requirements. Each Certificate is valid for one year.

Staff believes this year’s Annual Comprehensive Financial Report continues to meet the Certificate of Achievement Program’s requirements and intends to submit it to the GFOA for another Certificate.

The City has received the GFOA’s Distinguished Budget Presentation Award for its Annual Budget for the fiscal year ending September 30, 2024. To qualify for the Distinguished Budget Presentation Award, a budget document must be judged proficient as a policy document, a financial plan, an operations guide, and a communications device.

Letter of Transmittal

Preparation of this report would not have been possible without the dedicated services of the entire staff of the Finance Department. We wish to express our appreciation to all members of the department who assisted and contributed to the preparation of this report. The Mayor and Commission should also be commended for their unfailing support for the highest standards of professionalism in the management of the City of Deltona’s finances.

Respectfully submitted,



Dale “Doc” Dougherty
City Manager



Jonathan C. McKinney
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Deltona
Florida**

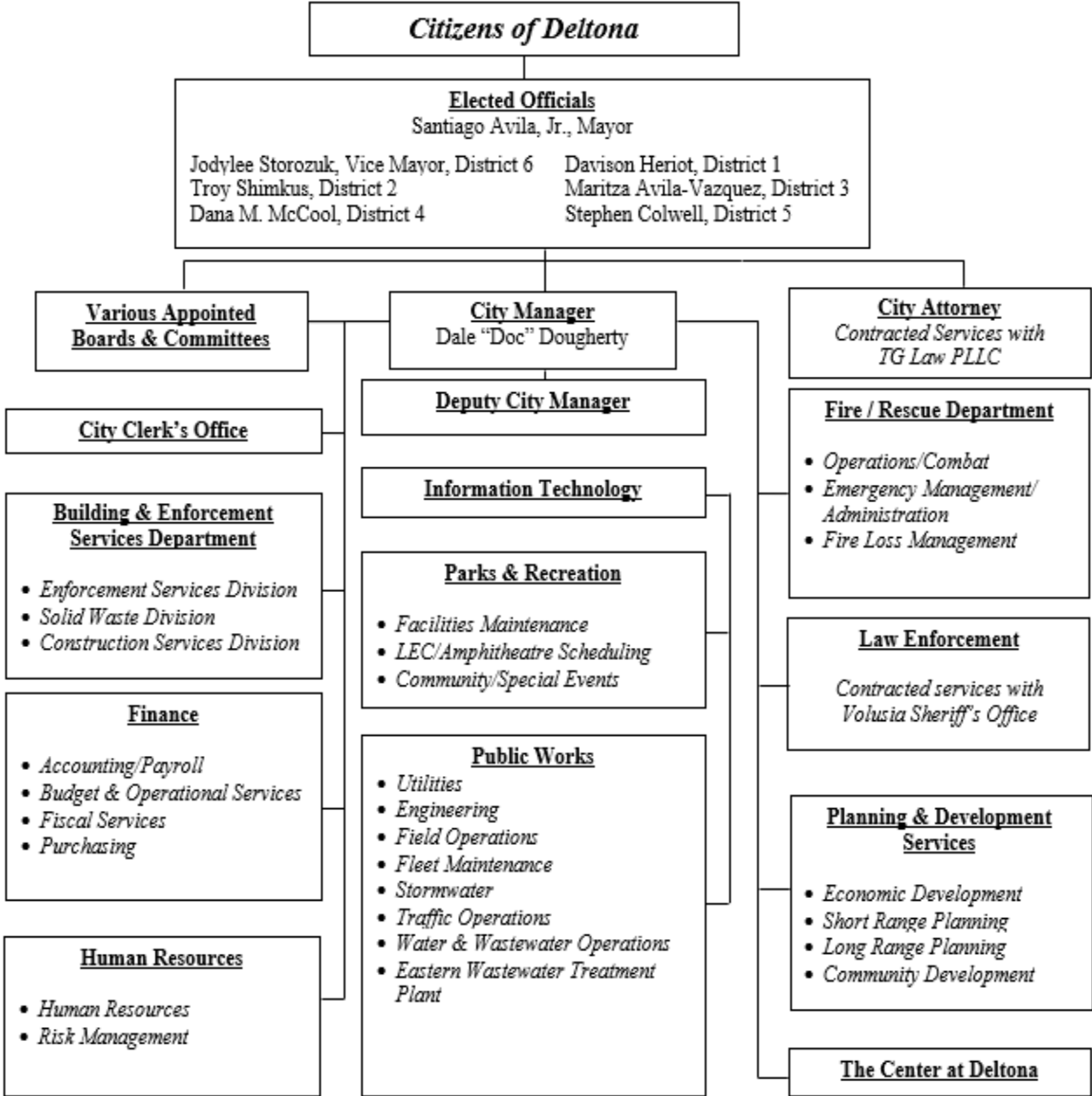
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2023

Christopher P. Morrill

Executive Director/CEO

ORGANIZATIONAL CHART
As of September 30, 2024



Elected Officials
As of September 30, 2024



Santiago Avila, Jr.
Mayor



Davison Heriot
District 1



Troy Shimkus
District 2



Maritza Avila-Vazquez
District 3



Dana McCool
District 4



Stephen Colwell
District 5



JodyLee Storozuk
Vice Mayor
District 6

CITY OF DELTONA, FLORIDA

OTHER OFFICIALS
As of issuance date

City Manager - - - - -	Dale "Doc" Dougherty
Deputy City Manager - - - - -	Robin R. Hayes
Public Works Director - - - - -	Glen Whitcomb
City Attorney - - - - -	Gemma Torcivia, P.A.
Information Technology Director - - - - -	Robert Cordero
City Clerk - - - - -	Joyce Raftery
Finance Director - - - - -	Jonathan C. McKinney
Human Resources Director - - - - -	Pamela Wu
Planning and Development Services Director - - - - -	Jordan Smith
Fire Chief - - - - -	Frank "Bill" Snyder
Parks & Recreation Director - - - - -	Mark Manning

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Commissioners
City of Deltona
Deltona, 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 Deltona, Florida (the City) as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements 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, 2024, and the respective changes in financial position, and, where applicable, cash flows, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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

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

CERTIFIED PUBLIC ACCOUNTANTS

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purvisgray.com

Members of American and Florida Institutes of Certified Public Accountants

Honorable Mayor and City Commissioners
City of Deltona
Deltona, Florida

INDEPENDENT AUDITOR'S REPORT

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, major fund budgetary comparison information, schedule of changes in other postemployment benefit liability and related ratios, the schedules of changes in the employer's net position liability and related ratios, the schedule of employer contributions and schedule of investments returns, and schedule of proportionate share of net pension liability, be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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

Honorable Mayor and City Commissioners
City of Deltona
Deltona, Florida

INDEPENDENT AUDITOR'S REPORT

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. The accompanying combining and individual non-major fund financial statements, non-major fund budgetary comparison schedules and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements, non-major fund budgetary comparison schedules and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 6, 2025, 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

Honorable Mayor and City Commissioners
City of Deltona
Deltona, Florida

INDEPENDENT AUDITOR'S REPORT

reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Purvis Gray

June 6, 2025
Ocala, Florida

Management's Discussion and Analysis

As management of the City of Deltona (the "City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2024 (FY2024). We encourage readers to consider this analysis in conjunction with additional information that has been provided in the letter of transmittal, which can be found on pages i-vii, and the City's financial statements and accompanying notes on pages 21-117.

The Economy

According to the Florida Office of Economic and Demographic Research, the growth rates show improvement in the current year, a somewhat surprising result in an environment of persistent inflation and tight financial conditions. The state's GDP dipped to near zero (0.4%) in Fiscal Year 2019-20, bounced back to 4.7% in Fiscal Year 2020-21, and surged to 7.0% in fiscal year 2021-22. The state's economy expanded by a strong 4.4% in Fiscal Year 2022-23, and 4.5% in Fiscal Year 2023-24, but the Conference expects growth to decelerate to 2.1% and 1.9% over the current and next fiscal years as businesses and consumers transition from a high inflation/high interest rate environment to more normal conditions.

The City of Deltona property values have been trending up in recent years; the City Commission voted for a millage rate of 7.35 for FY2024, a reduction of 3.92% from the 7.65 rate in FY2023. The City continues to use conservative revenue estimates and routinely monitors actual results, and may amend the budget, if needed, with Commission approval. To date, there has been no indication that the City's major revenue sources will fall significantly short of budget in FY2025.

Deltona Village

Deltona Village is a new mixed-use development located near the recently opened Amazon distribution center. The development is approved for retail, restaurants, hotels, medical and entertainment. Deltona strives to increase its commercial presence, amid a heavily residential community, to provide work opportunities for residents, as well as shopping and dining options. In April 2023, the approved 26.57 acres to be added to the 140 acres within the Deltona Village tract. This area will be a retail center to attract shoppers from neighboring cities and workers from Amazon. A Starbucks has been completed and a Panda Express restaurant is under construction. There is 2.5 million square feet of commercial space under development.

American Rescue Plan Act

On March 11, 2021, the American Rescue Plan Act was signed into law, and established the Coronavirus State Fiscal Recovery Fund and Coronavirus Local Fiscal Recovery Funds (SLFRF) program. This program is intended to provide support to local governments in responding to the economic and public health impacts of COVID-19 and in their efforts to contain impacts on their communities, residents, and businesses. The City was awarded \$13.9 million. The City received \$6.9 million in May 2021. The second allocation was received in FY2022. The funds are being used for a water meter replacement project. The new meter system will achieve substantial impacts and benefits for customers and utilities, including reduced costs for metering and billing, more customer control over consumption and improved

billing accuracy and leak detection. By the end of FY2024, approximately 23,600 meters have been installed and the City continues to make substantial progress toward completion in FY2025 of the city-wide meter replacement project.

Fitch Ratings

For 2024, Fitch Ratings have affirmed the Transportation and Capital Improvement Revenue Bond rating at AA+. Also, Fitch Ratings have affirmed A+ and S&P have raised their rating to AA- for the 2021 Utility Refunding Bond.

The ratings received by both Fitch Ratings and S&P reflect the city's high fundamental financial flexibility given our robust reserve levels and significant expenditure flexibility. The city also benefits from a low long-term liability burden and a high independent legal ability to raise revenues

Financial Highlights

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the at the close of FY2024 by \$294,171,079 (net position). Of this amount, \$116,058,190 is unrestricted net position.
- The City's total net position changed by \$37,835,895. Of the change, \$27,764,129 was attributed to governmental activities and \$10,071,766 to business-type activities.
- At September 30, 2024, the City's governmental funds reported combined ending fund balances \$139,543,429, a change of \$29,707,940 in comparison with the prior year.
- At September 30, 2024, the general fund balance was \$78,228,678, of this amount \$25,954,189 was unassigned.

Overview of the Financial Statements

The City's basic financial statements are comprised of (1) government-wide financial statements; (2) fund financial statements; and (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-Wide Financial Statements

The *Government-Wide Financial Statements* are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

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

The *Statement of Activities* shows how the City's net position changed during the most recent fiscal year. All events that affect net position are reported as they occur, regardless of the timing of related cash flows. As a result, some revenues and expenses reported in this statement will result in cash flows, both positive and negative, in future fiscal periods (e.g., uncollected taxes, pension obligations, and earned but unused vacation leave).

Both of the government-wide financial statements distinguish City functions that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from functions that are intended to recover all or most costs through user fees and charges (*business-type activities*). Governmental activities of the City include law enforcement and fire/rescue services, stormwater and solid waste management, city planning, code enforcement, street and sidewalk maintenance, recreational activities and general administrative services. The City's water and sewer utility comprise the entirety of its Business-type activities.

The City's government-wide financial statements can be found on pages 21-22 of this report.

Fund financial statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities, objectives or legal reasons. The City, like other State and local governments, uses fund accounting to demonstrate and ensure compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary (or enterprise) 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. This type of information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the City's near-term financing decisions. The Balance Sheet and the Statement of Revenues, Expenditures, and Changes in Fund Balances for the governmental funds both provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City presents financial statements for seventeen individual governmental funds. Three of these funds are considered to be major funds. Each major fund is presented separately in the governmental funds

Balance Sheet and in the governmental funds Statement of Revenues, Expenditures, and Changes in Fund Balances. Non-major governmental funds are presented in combining statements in the Supplemental Information section of this report.

The City adopts an annual appropriated budget for all of its governmental funds, except the Neighborhood Stabilization Grant Fund. Budgetary comparison statements have been provided for all Governmental Funds to demonstrate compliance with this budget.

The governmental fund financial statements are presented on pages 23-26 of this report.

Proprietary Funds

The City maintains one proprietary, or enterprise, fund. Enterprise funds are used to report functions presented as business-type activities in the government-wide financial statements. The City uses an enterprise fund to account for its water and sewer utility.

Enterprise fund financial statements provide the same information as the government-wide financial statements but with more detail. The water / sewer utility fund is the City's sole major enterprise fund. The basic enterprise fund financial statements can be found on pages 27-31 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the governmental entity. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support City programs. The accounting methods used for fiduciary funds are similar to that used for proprietary funds. Similarly, GASB does not require the presentation of budgetary comparison statements for fiduciary funds.

The basic fiduciary fund financial statements can be found on pages 32-33 of this report.

Notes to the Financial Statements

The Notes to the Financial Statements provide additional information intended to help the reader obtain a full understanding of the data provided in the government-wide and fund financial statements. The Notes to the Financial Statements can be found on pages 35-85 of this report.

Other information

In addition to the basic financial statements and accompanying notes, this report presents certain Required Supplementary Information concerning the City. This required supplementary information presents combining and individual fund statements and schedules and also provides information regarding the City's pension and other post-employment benefit obligations. The Required Supplementary Information can be found on pages 87-98 of this report.

This report also includes Supplemental Information on the City's non-major funds. Supplemental Information includes combining statements for certain non-major governmental funds presented immediately following the Required Supplementary Information, on pages 100-117 of this report. While this information is not required, it is intended to provide the reader with a complete picture of the governmental unit in its entirety.

Government-wide Financial Analysis

As noted earlier, the City's net position is one indicator of a government's financial position over time. At the close of the fiscal year, the City of Deltona reported assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources by \$294,171,079. This is an change of 14.76% over the prior year.

By far, the largest portion of the City's net position, at 44.03%, is its Net Investment in Capital Assets, which represents capital assets (e.g., land, improvements, buildings, equipment and infrastructure), less any related debt issued to acquire those capital assets, that is still outstanding. The City uses its capital assets to provide services to its citizens, so 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 still be noted that the resources needed to repay this debt must be provided for by other sources since the capital assets themselves cannot be used to liquidate these liabilities.

The total deferred outflow of resources changed by \$(4,859,275) or (17.52)% from the prior year. Deferred inflows of resources changed by \$3,248,538 or 57%. The changes are a result of the deferred outflow and deferred inflow actuarial valuation reported by the State of Florida Retirement System (FRS), Firefighter Chapter 175 pension plan as well as GASB 87 regarding lease accounting. Deferred outflows and deferred inflows of resources are a portion of changes in net pension liability that are not immediately recognized in pension expense. The changes include differences between expected and actual experience, changes in assumptions, and differences between expected and actual earnings on plan investments. Deferred outflows also include charges incurred as part of debt issuance.

Long-term liabilities changed by \$(11,978,494) primarily due to the decrease in the pension liability for the Florida Retirement System and the Chapter 175 Firefighter pension plan.

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The following table summarizes the components of the City’s Net Position for the current and prior fiscal years:

City of Deltona’s Net Position

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Current and other assets	\$ 149,764,172	\$ 120,572,074	\$ 59,852,772	\$ 55,107,131	\$ 209,616,944	\$ 175,679,205
Capital assets, net of depreciation	121,031,492	123,988,750	143,681,645	141,682,003	264,713,137	265,670,753
Total assets	270,795,664	244,560,824	203,534,417	196,789,134	474,330,081	441,349,958
Deferred charges on refunding	10,239	16,087	15,927,555	17,152,175	15,937,794	17,168,262
Deferred amounts related to pension	5,183,312	8,738,458	921,172	886,473	6,104,484	9,624,931
Deferred amounts related to OPEB	677,580	767,789	160,879	179,030	838,459	946,819
Total deferred outflow of resources	5,871,131	9,522,334	17,009,606	18,217,678	22,880,737	27,740,012
Current and other liabilities	9,482,106	10,297,222	12,948,057	13,118,032	22,430,163	23,415,254
Long-term liabilities	54,411,573	61,568,758	117,298,335	122,119,644	171,709,908	183,688,402
Total liabilities	63,893,679	71,865,980	130,246,392	135,237,676	194,140,071	207,103,656
Deferred Amounts related to pension	3,845,648	673,823	627,182	147,865	4,472,830	821,688
Deferred Amounts related to leases	3,060,484	3,328,237	-	-	3,060,484	3,328,237
Deferred Amounts related to OPEB	1,127,419	1,239,682	238,935	261,523	1,366,354	1,501,205
Total deferred inflow of resources	8,033,551	5,241,742	866,117	409,388	8,899,668	5,651,130
Net Position						
Net Investment in Capital Assets	88,184,252	90,008,360	41,343,300	36,366,083	129,527,552	126,374,443
Restricted	47,012,337	34,929,581	1,573,000	1,475,000	48,585,337	36,404,581
Unrestricted	69,542,976	52,037,495	46,515,214	41,518,664	116,058,190	93,556,159
Total net position	\$ 204,739,565	\$ 176,975,436	\$ 89,431,514	\$ 79,359,747	\$ 294,171,079	\$ 256,335,183

The City’s total net position includes resources that are restricted in how they may be used; at the end of FY2024 this portion totaled \$48,585,337, or 16.5 %, of total net position. Another \$116,058,190, or 39.45%, of the City’s total net position were considered unrestricted and may be spent at the City’s discretion for any legal purpose. The balances of the City’s net position, restricted assets, and unrestricted assets for both governmental and business-type activities were positive as of September 30, 2024

Governmental activities resulted in an increase of net position by \$27,764,129 or 15.7%, while business-type activities increased net position by \$10,071,767, or 12.7%. The table below compares changes in the City’s net position for the current and prior fiscal year and is followed by explanations of the largest year-over-year differences.

City of Deltona’s Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Revenues:						
Program Revenues:						
Charges for services	\$ 23,339,855	\$ 25,267,065	\$ 29,808,764	\$ 28,045,728	\$ 53,148,619	\$ 53,312,793
Operating grants and contributions	7,734,832	2,561,665	-	-	7,734,832	2,561,665
Capital grants and contributions	1,273,373	1,658,275	2,025,321	12,361,904	3,298,694	14,020,179
General Revenues:						
Property taxes	32,898,194	29,187,545	-	-	32,898,194	29,187,545
Other taxes	18,673,793	18,578,957	-	-	18,673,793	18,578,957
State Shared Revenues	4,775,606	4,990,459	-	-	4,775,606	4,990,459
Other	8,325,032	5,086,902	2,743,056	1,635,075	11,068,088	6,721,977
Total Revenues	97,020,685	87,330,868	34,577,141	42,042,707	131,597,826	129,373,575
Expenses:						
Governmental Activities:						
General government	15,150,690	19,607,578	-	-	15,150,690	19,607,578
Public safety	28,287,566	27,180,328	-	-	28,287,566	27,180,328
Highways and streets	5,533,537	10,674,737	-	-	5,533,537	10,674,737
Culture & recreation	6,107,272	5,951,025	-	-	6,107,272	5,951,025
Economic environment	751,052	600,912	-	-	751,052	600,912
Physical environment	13,388,162	13,348,843	-	-	13,388,162	13,348,843
Interest on long-term debt	1,074,277	1,117,390	-	-	1,074,277	1,117,390
Business-type Activities:						
Water and sewer	-	-	23,469,375	23,245,039	23,469,375	23,245,039
Total Expenses	70,292,556	78,480,813	23,469,375	23,245,039	93,761,931	101,725,852
Excess (deficiency) of revenues over (under) expenses	26,728,129	8,850,055	11,107,766	18,797,668	37,835,895	27,647,723
Other Financing Sources (Uses)						
Operating Transfers	1,036,000	-	(1,036,000)	-	-	-
Increase (Decrease) in Net Position	27,764,129	8,850,055	10,071,766	18,797,668	37,835,895	27,647,723
Net Position-beginning of year	176,975,437	168,125,382	79,359,748	60,562,080	256,335,185	228,687,462
Net Position-end of year	\$ 204,739,566	\$ 176,975,437	\$ 89,431,514	\$ 79,359,748	\$ 294,171,080	\$ 256,335,185

Governmental Activities - Revenues
Program Revenues

Program Revenues changed in total by approximately \$(5,712,492) over the prior fiscal year, including a change of \$2,861,055 for governmental and a change of \$(8,573,547) for business-type revenues.

- Charges for services in governmental activities changed by \$(1,927,210), or (7.63)%, over the prior year. Administrative charges are reflected in transfers in FY 2024
- Operating grants and contributions received by the City for governmental activities changed by \$5,173,167, or 201.95%, over the prior year, due to FEMA reimbursement to the City for Hurricane Ian expenditures.
- Capital grants and contributions related to governmental activities changed by \$(384,902) in FY2024 due to decrease in impact fees received.

General revenues

The City's General revenues increased approximately \$3,590,632, or 6.81%, in total over the prior year, all of it from governmental activities.

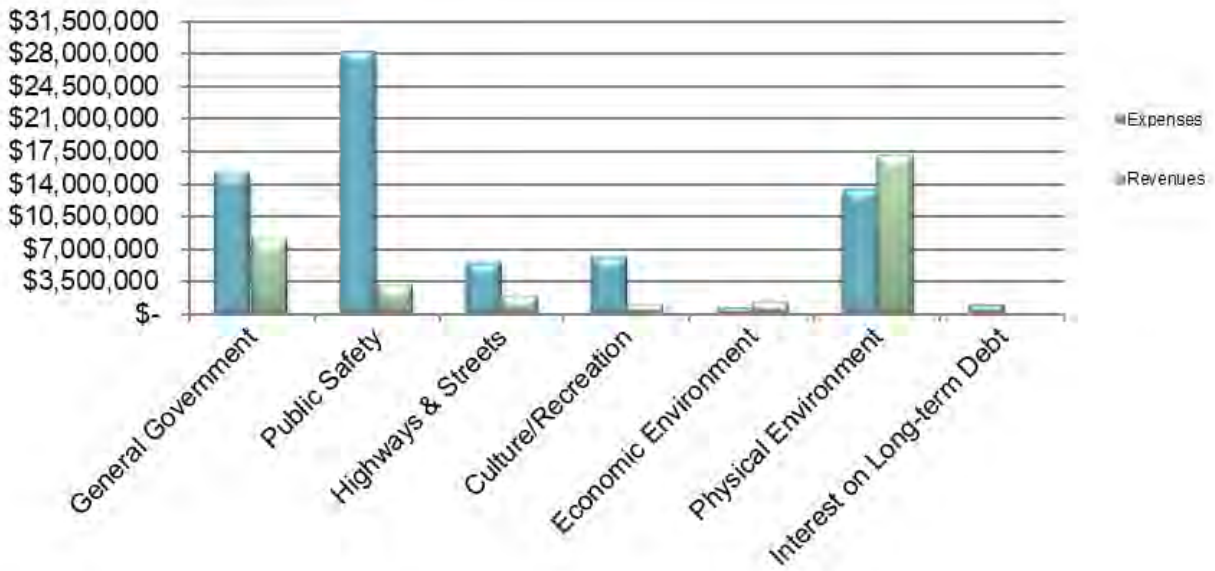
- All major general revenue sources increased over the prior year. Although the property tax millage rate levied for FY2024 decreased to 7.35 mills from the prior year of 7.65 mills, increased property values resulted in \$3,710,649 additional ad valorem receipts. State Revenue Sharing proceeds changed by \$(214,853) and other taxes, including Public Service Taxes increased by \$94,836 from FY2023. Charges for service increased by \$(1,927,210)

Governmental Activities - Expenses

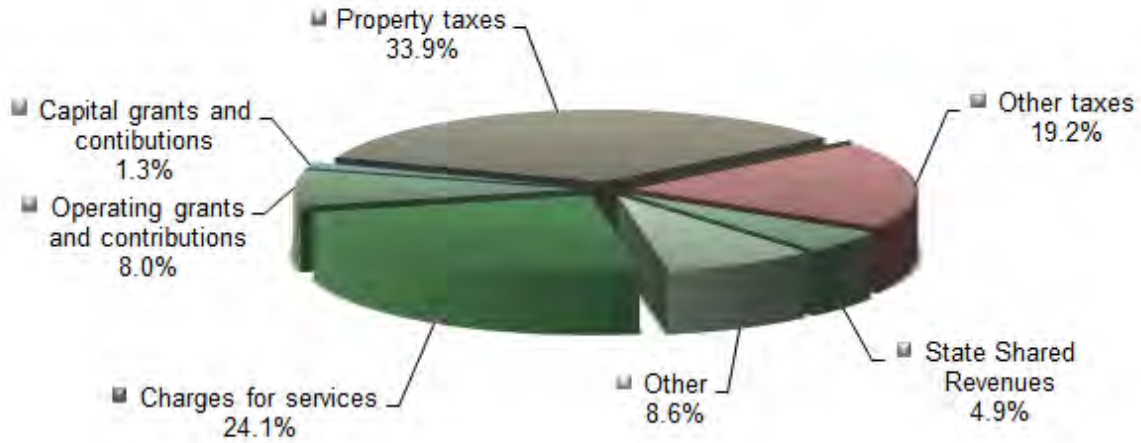
Governmental Activities expenses decreased in total by \$(8,188,257) or (10.43) %. The largest changes were:

- Highways and Streets expenses decreased by \$(5,141,200), or (48.16)% due to the cost of Hurricane Ian and Hurricane Nicole clean up and repairs encountered in the prior year.
- General Government expenses decreased by \$(4,456,888) or (22.73)%. The decrease is attributed primarily to a decrease in salaries due to numerous positions that remained vacant for part of the year..

Expenses and Program Revenues – Governmental Activities



Revenues by Source – Governmental Activities



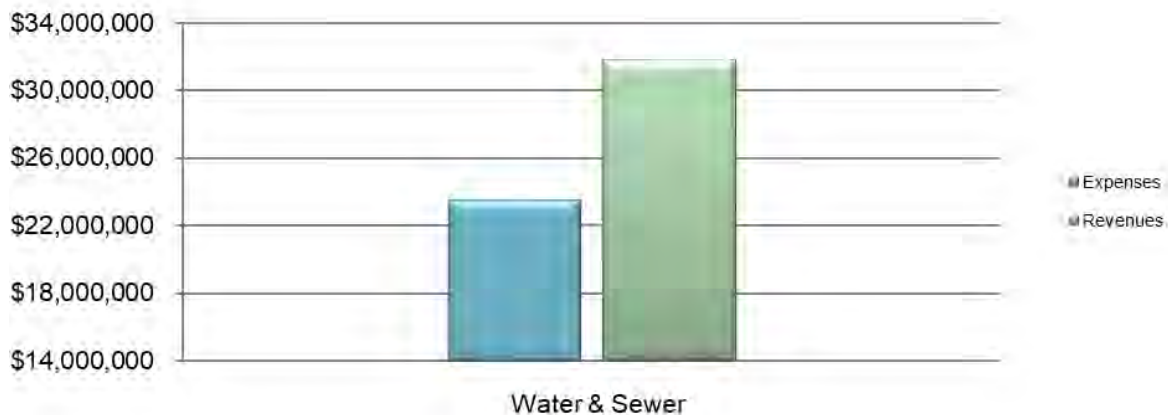
Business-type Activities – Revenues & Expenses

Business-type activities’ net position changed by \$10,071,766 in the 2023/2024 year. Included in this change were:

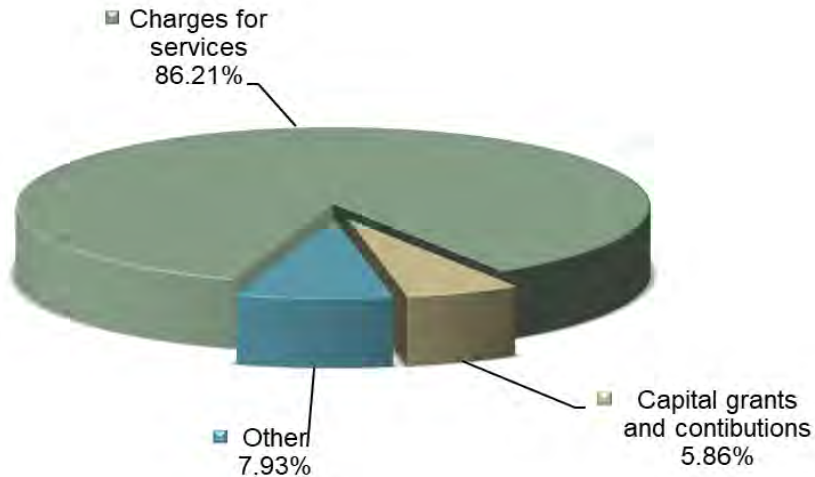
Charges for Services changed by \$1,763,036 or 6.29%, due to annual increases in water/sewer rates.

- Capital Grants and Contributions decreased by \$(10,336,583), due to the recognition of the grant revenue received from the American Rescue Plan Act (ARPA) for the water meter replacement project in the prior year.
- Business-type expenses increased by \$224,336, or 0.97%, due to the cost of increase for personnel, increased fuel costs and an increase in repairs and maintenance on the sewer system.

Expenses and Program Revenues – Business-type Activities



Revenues by Source – Business-type Activities



Financial Analysis of the City’s Funds

Governmental Funds

As noted earlier, the City uses *fund accounting* to ensure and demonstrate compliance with finance-related legal requirements. In contrast to the government-wide financial statements discussed in the previous paragraphs, the focus of the City’s *governmental funds* financial statements is to provide information on near-term inflows, outflows and balances of *spendable* resources. This information is useful in assessing the City’s short-term financing capabilities and operational requirements. In particular, *unassigned fund balance* may serve as a useful measure of the City’s net resources available for spending on any legal public purpose at the end of the fiscal year.

At the end of the current fiscal year, the City’s governmental funds reported combined ending fund balances of \$139,543,429, a change of \$29,707,940, or 27.05% from the prior year. Approximately 18.6% of this amount, or \$25,954,189, constitutes *unassigned fund balance*, which is entirely in the City’s General Fund and is available for spending at the City’s discretion for any legal purpose. This unassigned portion of the fund balance changed by \$(3,764,643) from the prior year, due to an excess of revenues over expenditures.

The City Commission maintains several fund balance reserves designed to ensure preparedness for unexpected hazards or opportunities. These are:

- Economic Emergency Reserve in the amount \$12,000,000;
- Operating Reserve of two (2) months of General Fund annual operating expenditures, totaling \$10,728,567 at September 30, 2024;

- Natural Disaster Reserve, initially established at \$6,000,000, was increased to \$8,000,000 by the Commission in 2018, with indexed increases authorized for each year thereafter. At September 30, 2024 the reserve is \$10,515,000.
- Economic Development and Infrastructure Incentive reserve with a combined total of \$525,600 as of September 30, 2024; and
- Grants Match reserve of \$378,500 as of September 30, 2024.

The use of any of these funds must be approved by the City Commission and must be consistent with the purposes for which they were established. One-time reserves decrease over time as they are used for their intended purposes.

The components of fund balance for all Governmental funds (not just the General Fund) as reported in accordance with GASB Statement No. 54, are as follows: \$1,993,576 is *non-spendable*, \$47,012,337 is *restricted*, \$7,331,371 is *committed*, \$57,251,956 is *assigned*, and \$25,954,189 is *unassigned*.

The General Fund is the City's major operating fund. At the end of the current fiscal year, the fund balance of the General Fund was \$78,228,678, of which \$25,954,189 was unassigned. Overall, a larger fund balance, particularly a larger unassigned fund balance, reflects better financial health and stability. 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. The General Fund's total fund balances represent 157.12% of total General Fund expenditures. The General Fund's unassigned fund balance represents 52.13% of total General Fund expenditures. The total fund balance of the City's General Fund changes by approximately \$10,016,152 or 14.68%, during the current fiscal year. The key contributing factors were:

- Revenues received in the General Fund were \$7,702,648 higher than prior year. The largest increases were from property tax, intergovernmental and interest income.
- Expenses in the General Fund were \$(3,174,064) less than FY2023. The most significant change was the decrease in Highways and Streets due to the costs incurred from the cleanup from the Hurricanes.

Transportation Fund

The Transportation fund balance increased \$7,188,765, or 31.73%. New residential and commercial development has increased transportation impact fee revenues.

Solid Waste Fund

The Solid Waste Fund balance increased \$750,471 in the current year. The solid waste assessment did not change, but the continuing influx of residents increases assessment revenues

The City's contract with the hauler for residential pick up is tied to the Consumer Price Index. With the rising inflation rate, the City is exploring the need to raise the special assessment for revenues to keep pace with rising costs.

Proprietary Funds

The net position of the City's Water and Sewer Utility Fund increased \$10,071,766, or 12.69%, in fiscal year 2023. Charges for Services were up about \$1,763,036, or 6.29%, over the prior year, due to new residents, annual rate increases, and new developments. The City of Deltona received an allocation of \$13.9 million from the United State Treasury for the Coronavirus State and Local Fiscal Recovery Funds. The first installment was received in FY2021 and the second was received in FY2022. A project which began in FY2023 is still underway to replace the water meters with the grant funds.

General Fund Final Budgetary Highlights

The City adopts an annual budget for all governmental funds and typically amend those budgets during the fiscal year as needed. A comparison of the General Fund's budget vs. the actual results of operations appears as part of the Required Supplementary Information in this report. Highlights of that comparison include:

- General Fund actual revenues exceeded budget by \$8,762,995. Charges for service, specifically permit fee revenue, exceeded the budgeted amount by \$485,052 as the housing market continues to thrive. State revenue sharing and intergovernmental revenue exceeded budgeted amounts by \$157,457 and \$4,521,688, respectively. Interest income exceeded the budgeted amount by \$3,682,130
- General Fund operating expenditures ended the fiscal year \$6,372,856 under budget, due to position vacancies, most significantly in the Parks and Recreation and City Manager Departments.
- Capital outlay expenditures were under budget by approximately \$4,346,508 due to supply chain issues, most notably with the purchase and delivery of vehicles and equipment in Physical Environment.

Capital Asset and Debt Administration

Capital Assets

The City's total investment in capital assets for its governmental and business-type activities as of September 30, 2024 was \$264,713,137 (net of accumulated depreciation). These assets include land, construction-in-progress, buildings and improvements, machinery and equipment, and infrastructure (roads, rights-of-way, stormwater and water and wastewater utility). The total change (additions less retirements and depreciation in the City's investment in capital assets was \$(964,126); a change of less than (0.36)%. Further information on capital assets is presented in the Notes to the Financial Statements on pages 51-52 of this report.

City of Deltona’s Capital Assets

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land	\$ 15,119,518	\$ 15,119,518	\$ 3,150,692	\$ 3,150,692	\$ 18,270,210	\$ 18,270,210
Infrastructure Right of Way	4,372,500	4,372,500	-	-	4,372,500	4,372,500
Construction in Progress	3,584,239	5,225,801	24,770,676	21,637,373	28,354,915	26,863,174
Capitalized Intangibles	279,542	279,542	1,891,899	1,891,899	2,171,441	2,171,441
Right to Use - SBITA	102,521	102,521	15,088	15,088	117,609	117,609
Buildings & Improvements	97,565,787	94,343,263	152,656,825	148,765,475	250,222,612	243,108,738
Machinery & Equipment	35,226,564	33,578,212	41,331,942	40,322,483	76,558,506	73,900,695
Infrastructure	127,148,832	127,033,635	-	-	127,148,832	127,033,635
Total	\$ 283,399,503	\$ 280,054,992	\$ 223,817,122	\$ 215,783,010	\$ 507,216,625	\$ 495,838,002

Debt Administration

The outstanding debt balance is a key factor in a city’s overall financial health. Too much outstanding debt is dangerous for the entity, but total avoidance of debt can deprive residents of needed improvements. Responsible borrowing, instead of pay-as-you-go funding, allows projects to proceed in today’s dollars. Additionally, long-term debt ensures that both current *and* future residents who benefit from financed projects will help pay for them.

A government should not issue long-term debt for operating expenses, or to pay for assets whose useful lives will not meet or exceed the debt repayment schedule.

The following table presents the total principal amount of the City’s outstanding debt obligations:

City of Deltona Outstanding Debt

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Revenue Bonds	\$ 29,070,000	\$ 29,915,000	\$ 91,815,000	\$ 94,485,000	\$ 120,885,000	\$ 124,400,000
Total Bonds	29,070,000	29,915,000	91,815,000	94,485,000	120,885,000	124,400,000
Bank Loan Payable	2,300,339	2,695,200	-	-	2,300,339	2,695,200
FDEP State Revolving Loans	-	-	26,294,370	28,060,033	26,294,370	28,060,033
Total Bonds and Loans	\$ 31,370,339	\$ 32,610,200	\$ 118,109,370	\$ 122,545,033	\$ 149,479,709	\$ 155,155,233

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The City has no general obligation debt; all of its debt obligations are secured by designated revenue streams. Additionally, the City maintained debt-to-revenue ratios as required by its bond covenants. Detailed information on the City's debt obligations is presented on pages 55-62 of this report.

In May 2023, Fitch reviewed the ratings of Deltona's General Government and based on available information and has affirmed there should be no change in the existing rating. Fitch Ratings has affirmed the 'AA+' rating on the transportation capital improvement refunding and revenue bonds, series 2016 issued by the City of Deltona, Florida and the city's Issuer Default Rating (IDR at 'AA+', the Rating Outlook is Stable. The IDR of 'AA+' reflects the city's high fundamental financial flexibility given robust reserve levels and its significant expenditure flexibility given robust reserve levels and its significant expenditure flexibility. The City also benefits from a low long-term liability burden and a high independent legal ability to raise revenues.

In FY2024, Fitch Ratings revised the Rating Outlook to Positive from Stable for the City of Deltona Utility System Revenue Bonds. Fitch has affirmed the A+ rating, which reflects the system's strong financial profile. The revision of the Outlook to Positive from Stable was driven by the continued trend of declining leverage.

Economic Factors, Future Budget, and Outlook

The City's unemployment rate as of September 30, 2024, was 3.9%, an increase from the prior year's 3.4% rate. The data below is from the U.S Bureau of Labor Statistics.

Region	2024	2023	2022	2021
Deltona	3.9%	3.4%	3.0%	4.7%
Deltona-Daytona Beach-Ormond Beach Metro Area	4.1%	3.5%	2.8%	4.3%
Volusia County	4.0%	3.4%	2.8%	4.3%
Florida	3.5%	3.0%	2.7%	3.9%
United States	4.1%	3.6%	3.3%	4.6%

For FY2024 the taxable value of the City's real property, personal property, and centrally assessed property, based on the 2023 tax roll, increased over the previous year by 16.13% The City's population is currently estimated at 100,513, an increase of approximately 4.8% over the prior year.

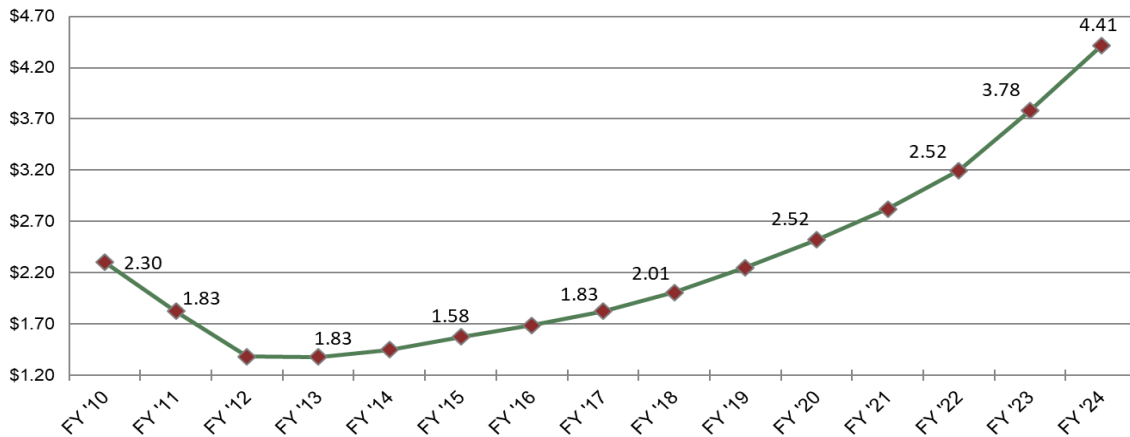
During the FY2024 budget process, the City Commission voted for an ad valorem (property) tax millage rate of 7.35 mils, which is a reduction from the FY2023 millage rate of 7.65. The rise in property values resulted in higher revenue collections than the prior year, underscoring an important principle of property taxation; millage is only one part of the property tax equation, and a higher (or lower) millage rate does not guarantee a higher (or lower) tax bill.

Numerous indications of economic growth are ongoing from the prior year.

- Plans are underway for additional tenants in Deltona Village and Deltona's Portland Industrial Park. The City continues to field interest from other potential commercial developers.

- The housing growth continues in Deltona, with the Construction Services department reporting high demand for building permits and inspections.
- Real estate prices have risen over the prior year, the Volusia County Property Appraiser reported in increase just value for FY2024 of 17.05%.
- The following charts show the historical increase in property values. The "Great Recession" in 2008 resulted in a significant downturn in real property taxable values. The City has finally recovered from that event.

City of Deltona – Total Real Property Taxable Value
(in billions)



City of Deltona – Tax Revenue per Residential Parcel



In FY2024 budget, the Commission adopted a millage rate of 7.35 which is 8.86% more than the rolled back rate of 6.7519 mills, but well below the legal limit of 10.0 mills. City staff once again crafted a budget based on conservative revenue projections and expenditures based on thorough review of trends and departmental needs. As in the past, City staff vigilantly monitor actual results and adjust as needed.

Current and upcoming challenges facing the City include:

- Statutorily imposed caps on property values, millage rates, and certain fees;
- Limited opportunities to diversify revenue, especially for recurring operating expenses;
- Unfunded mandates from State and/or Federal government;
- Demand for technological advances tempered by the availability of funding;
- Demand for services driven by population growth coupled with Deltona's relatively low staffing levels (approximately 3.78 employees per 1,000 residents, excluding contracted law enforcement);
- Succession planning for the 37% of full-time City employees aged 50 and over, including incumbents in senior management positions;
- Maintaining competitiveness in the labor market, even with the \$15 minimum wage in place, the City has been unable to reach full employment;
- Ongoing need for both expansion and maintenance of existing infrastructure, especially water/sewer and streets.

Requests for Information

This report is designed to provide a general overview of the City of Deltona, Florida's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Finance Department, City of Deltona, 2345 Providence Boulevard, Deltona, Florida 32725. You can also access the City's website at www.deltonafl.gov

Statement of Net Position
September 30, 2024

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Current assets:			
Cash and investments	\$ 138,626,835	\$ 54,380,163	\$ 193,006,998
Cash with fiscal agent	181,233	-	181,233
Receivables (net)	2,569,140	4,035,070	6,604,210
Leases receivables	3,317,990	-	3,317,990
Due from other governments	3,075,398	-	3,075,398
Inventory and prepaids	1,993,576	1,265,570	3,259,146
Total current assets	<u>149,764,172</u>	<u>59,680,803</u>	<u>209,444,975</u>
Noncurrent assets:			
Assets not being depreciated	23,076,257	27,921,368	50,997,625
Assets being depreciated (Accumulated depreciation)	260,323,246 (162,368,011)	195,895,754 (80,135,477)	456,219,000 (242,503,488)
Other assets	-	171,969	171,969
Total noncurrent assets	<u>121,031,492</u>	<u>143,853,614</u>	<u>264,885,106</u>
Total assets	<u>270,795,664</u>	<u>203,534,417</u>	<u>474,330,081</u>
DEFERRED OUTFLOW OF RESOURCES			
Deferred charges on refunding	10,239	15,927,555	15,937,794
Deferred amounts related to pensions	5,183,312	921,172	6,104,484
Deferred amounts related to OPEB	677,580	160,879	838,459
Total deferred outflow of resources	<u>5,871,131</u>	<u>17,009,606</u>	<u>22,880,737</u>
LIABILITIES			
Current liabilities:			
Accounts payable	1,966,994	2,772,929	4,739,923
Accrued liabilities	1,523,089	1,320,799	2,843,888
Deposits	73,873	851,875	925,748
Unearned revenue	3,596,303	3,220,005	6,816,308
Due within one year	2,321,847	4,782,449	7,104,296
Total current liabilities	<u>9,482,106</u>	<u>12,948,057</u>	<u>22,430,163</u>
Noncurrent liabilities:			
Due in more than one year	54,411,573	117,298,335	171,709,908
Total noncurrent liabilities	<u>54,411,573</u>	<u>117,298,335</u>	<u>171,709,908</u>
Total liabilities	<u>63,893,679</u>	<u>130,246,392</u>	<u>194,140,071</u>
DEFERRED INFLOW OF RESOURCES			
Deferred amounts related to pensions	3,845,648	627,182	4,472,830
Deferred amounts related to leases	3,060,484	-	3,060,484
Deferred amounts related to OPEB	1,127,419	238,935	1,366,354
Total noncurrent liabilities	<u>8,033,551</u>	<u>866,117</u>	<u>8,899,668</u>
NET POSITION			
Net investment in capital assets	88,184,252	41,343,300	129,527,552
Restricted for:			
Culture and recreation	3,771,938	-	3,771,938
Physical environment	9,993,174	-	9,993,174
Public safety	1,239,103	-	1,239,103
Renewal and replacement	-	1,573,000	1,573,000
Highways and streets	32,008,122	-	32,008,122
Unrestricted	69,542,976	46,515,214	116,058,190
Total net position	<u>\$ 204,739,565</u>	<u>\$ 89,431,514</u>	<u>\$ 294,171,079</u>

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

Statement of Activities
For the Fiscal Year Ended September 30, 2024

Functions/Programs	Program Revenues				Net (Expense) Revenue and Change in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Primary government:							
Governmental activities:							
General government	\$ 15,150,690	\$ 8,028,841	\$ -	\$ -	\$ (7,121,849)	\$ -	\$ (7,121,849)
Public safety	28,287,566	1,978,766	807,265	310,559	(25,190,976)	-	(25,190,976)
Highways and streets	5,533,537	123,685	1,187,454	597,615	(3,624,783)	-	(3,624,783)
Culture and recreation	6,107,272	594,405	-	365,199	(5,147,668)	-	(5,147,668)
Economic environment	751,052	-	1,233,315	-	482,263	-	482,263
Physical environment	13,388,162	12,614,158	4,506,798	-	3,732,794	-	3,732,794
Interest	1,074,277	-	-	-	(1,074,277)	-	(1,074,277)
Total governmental activities	<u>70,292,556</u>	<u>23,339,855</u>	<u>7,734,832</u>	<u>1,273,373</u>	<u>(37,944,496)</u>	<u>-</u>	<u>(37,944,496)</u>
Business-type activities:							
Water and Sewer Utility Fund	23,469,375	29,808,764	-	2,025,321	-	8,364,710	8,364,710
Total business-type activities	<u>23,469,375</u>	<u>29,808,764</u>	<u>-</u>	<u>2,025,321</u>	<u>-</u>	<u>8,364,710</u>	<u>8,364,710</u>
Total primary government	<u>\$ 93,761,931</u>	<u>\$ 53,148,619</u>	<u>\$ 7,734,832</u>	<u>\$ 3,298,694</u>	<u>\$ (37,944,496)</u>	<u>\$ 8,364,710</u>	<u>\$ (29,579,786)</u>
General Revenues:							
Taxes:							
Property taxes					32,898,194	-	32,898,194
Public service tax					9,529,653	-	9,529,653
Sales tax					6,309,103	-	6,309,103
Local option gas taxes					2,835,037	-	2,835,037
State shared revenues - non program specific					4,775,606	-	4,775,606
Investment income:							
Interest earnings					7,297,840	2,707,756	10,005,596
Miscellaneous					1,027,192	35,300	1,062,492
Transfers					1,036,000	(1,036,000)	-
Total general revenues, special items, and transfers					<u>65,708,625</u>	<u>1,707,056</u>	<u>67,415,681</u>
Change in net position					<u>27,764,129</u>	<u>10,071,766</u>	<u>37,835,895</u>
Net position - beginning					<u>176,975,436</u>	<u>79,359,748</u>	<u>256,335,184</u>
Net position - ending					<u>\$ 204,739,565</u>	<u>\$ 89,431,514</u>	<u>\$ 294,171,079</u>

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

Balance Sheet
Governmental Funds
September 30, 2024

	General Fund	Solid Waste Fund	Transportation Fund	Other Nonmajor Funds	Total Governmental Funds
ASSETS					
Cash and cash equivalents	\$ 73,619,649	\$ 2,764,861	\$ 29,018,011	\$ 33,224,314	\$ 138,626,835
Cash with fiscal agent	67,814	-	113,419	-	181,233
Receivables (net of allowances for uncollectibles)	2,567,325	1,815	-	-	2,569,140
Lease receivables	3,317,990	-	-	-	3,317,990
Due from other funds	659,817	-	-	-	659,817
Due from other governments	1,482,922	-	771,568	820,908	3,075,398
Inventory and prepaid items	1,993,576	-	-	-	1,993,576
Total assets	<u>83,709,093</u>	<u>2,766,676</u>	<u>29,902,998</u>	<u>34,045,222</u>	<u>150,423,989</u>
LIABILITIES					
Accounts payable	911,617	660,052	55,279	340,046	1,966,994
Accrued liabilities	1,434,216	1,890	5,017	81,966	1,523,089
Due to other funds	-	-	-	659,817	659,817
Unearned revenues	225	-	-	3,596,078	3,596,303
Deposits	73,873	-	-	-	73,873
Total liabilities	<u>2,419,931</u>	<u>661,942</u>	<u>60,296</u>	<u>4,677,907</u>	<u>7,820,076</u>
DEFERRED INFLOWS OF RESOURCES					
Deferred amounts related to leases	3,060,484	-	-	-	3,060,484
Total deferred inflows of resources	<u>3,060,484</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,060,484</u>
FUND BALANCES					
Non-spendable:					
Inventory and prepaid items	1,993,576	-	-	-	1,993,576
Total non-spendable fund balance	<u>1,993,576</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,993,576</u>
Restricted:					
Public safety	-	-	-	1,239,103	1,239,103
Highways and streets	-	-	29,842,702	2,165,420	32,008,122
Culture and recreation	-	-	-	3,771,938	3,771,938
Physical environment	-	2,104,734	-	7,888,440	9,993,174
Total restricted fund balance	<u>-</u>	<u>2,104,734</u>	<u>29,842,702</u>	<u>15,064,901</u>	<u>47,012,337</u>
Committed:					
Culture and recreation	-	-	-	6,105,125	6,105,125
Physical environment	65,766	-	-	1,160,480	1,226,246
Total committed fund balance	<u>65,766</u>	<u>-</u>	<u>-</u>	<u>7,265,605</u>	<u>7,331,371</u>
Assigned:					
Natural disasters	10,515,000	-	-	-	10,515,000
Operating reserve	10,728,567	-	-	-	10,728,567
Economic development	525,600	-	-	-	525,600
Grant match reserve	378,500	-	-	-	378,500
Capital outlay/projects	16,067,480	-	-	7,036,809	23,104,289
Economic emergency reserve	12,000,000	-	-	-	12,000,000
Total assigned fund balance	<u>50,215,147</u>	<u>-</u>	<u>-</u>	<u>7,036,809</u>	<u>57,251,956</u>
Unassigned:					
Unallocated	25,954,189	-	-	-	25,954,189
Total fund balances	<u>78,228,678</u>	<u>2,104,734</u>	<u>29,842,702</u>	<u>29,367,315</u>	<u>139,543,429</u>
Total liabilities and fund balances	<u>\$ 83,709,093</u>	<u>\$ 2,766,676</u>	<u>\$ 29,902,998</u>	<u>\$ 34,045,222</u>	<u>\$ 150,423,989</u>

Reconciliation of Balance Sheet
To the Statement of Net Position
September 30, 2024

Fund balances of Governmental Funds		\$ 139,543,429
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets, net of accumulated depreciation, used in governmental activities are not financial resources and, therefore, are not reported as assets in the Governmental Funds:		
Cost of capital assets	283,399,503	
Accumulated depreciation	<u>(162,368,011)</u>	121,031,492
Long-term liabilities, including bonds payable, are not due and payable in the current period and, accordingly, are not reported in the current period and therefore are not reported as liabilities in the Governmental Funds.		
Bonds and loans payable	(31,370,339)	
Subscription based information technology arrangement payable	(34,971)	
Premium on bonds payable	(1,668,138)	
Deferred revenue - Debt Service Deposit Agreement	<u>(33,388)</u>	(33,106,836)
Certain liabilities related to employee benefits are not due and payable in the current period and, accordingly, are not reported in the current period and therefore are not reported as liabilities in the Governmental Funds.		
Compensated absences	(3,735,085)	
Other post employment benefits liability	(860,498)	
Net pension liability	<u>(19,031,001)</u>	(23,626,584)
The difference between the reacquisition price and the net carrying amount of refunded debt is reported as a deferred outflow of resources in the government-wide statements and amortized over the life of the debt, but is not reported in the Governmental Funds.		
		10,239
Deferred inflows of resources related to pensions and other post employment benefits are reported in the government-wide statements, but are not reported in the Governmental Funds:		
Deferred inflows related to pensions	(3,845,648)	
Deferred inflows related to other post-employment benefits	<u>(1,127,419)</u>	(4,973,067)
Deferred outflows of resources related to pensions and other post employment benefits are reported in the government-wide statements, but are not reported in the Governmental Funds:		
Deferred outflows related to pensions	5,183,312	
Deferred outflows related to other post-employment benefits	<u>677,580</u>	<u>5,860,892</u>
Net position of governmental activities		<u>\$ 204,739,565</u>

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

Statement of Revenues, Expenditures and Changes in Fund Balances
 Governmental Funds
 For the Fiscal Year Ended September 30, 2024

	General Fund	Solid Waste Fund	Transportation Fund	Other Nonmajor Funds	Total Governmental Funds
REVENUES					
Property taxes	\$ 32,524,764	\$ -	\$ -	\$ 373,430	\$ 32,898,194
Franchise fees	5,135,686	-	-	-	5,135,686
Public service tax	9,529,653	-	-	-	9,529,653
State revenue sharing	5,799,157	-	-	-	5,799,157
Intergovernmental	11,625,088	-	2,835,037	1,397,218	15,857,343
Charges for services	5,508,052	7,113,006	121,935	5,472,519	18,215,512
Fines and forfeitures	419,719	20,650	-	-	440,369
Impact fees	-	-	-	1,072,414	1,072,414
Interest income	3,932,130	234,045	1,474,311	1,657,354	7,297,840
Miscellaneous	497,646	239,534	-	37,333	774,513
Total revenues	<u>74,971,895</u>	<u>7,607,235</u>	<u>4,431,283</u>	<u>10,010,268</u>	<u>97,020,681</u>
EXPENDITURES					
Operating:					
General government	11,555,374	-	-	-	11,555,374
Public safety	27,706,448	-	-	-	27,706,448
Highways and streets	3,638,296	-	819,873	163,560	4,621,729
Culture and recreation	4,762,826	-	-	-	4,762,826
Economic environment	-	-	-	751,052	751,052
Physical environment	-	8,086,764	-	4,022,102	12,108,866
Debt service:					
Interest	222,907	-	795,162	135,030	1,153,099
Principal retirement	185,000	-	660,000	394,861	1,239,861
Capital outlay:					
General government	222,711	-	-	256,248	478,959
Public safety	856,597	-	-	-	856,597
Highways and streets	434,881	-	293,839	-	728,720
Culture and recreation	138,603	-	-	869,992	1,008,595
Physical environment	64,800	-	-	1,311,815	1,376,615
Total expenditures	<u>49,788,443</u>	<u>8,086,764</u>	<u>2,568,874</u>	<u>7,904,660</u>	<u>68,348,741</u>
Excess (deficiency) of revenues over expenditures	<u>25,183,452</u>	<u>(479,529)</u>	<u>1,862,409</u>	<u>2,105,608</u>	<u>28,671,940</u>
OTHER FINANCING SOURCES (USES)					
Transfer(s) in	5,205,200	1,300,000	5,396,656	10,520,000	22,421,856
Transfer(s) out	(20,372,500)	(70,000)	(70,300)	(873,056)	(21,385,856)
Total other financing source (uses)	<u>(15,167,300)</u>	<u>1,230,000</u>	<u>5,326,356</u>	<u>9,646,944</u>	<u>1,036,000</u>
Net change in fund balances	10,016,152	750,471	7,188,765	11,752,552	29,707,940
Fund balances - beginning	68,212,526	-	22,653,937	18,969,026	109,835,489
Adjustment to beginning fund balance	-	1,354,263	-	(1,354,263)	-
Fund balances - beginning (as restated)	<u>68,212,526</u>	<u>1,354,263</u>	<u>22,653,937</u>	<u>17,614,763</u>	<u>109,835,489</u>
Fund balances - ending	<u>\$ 78,228,678</u>	<u>\$ 2,104,734</u>	<u>\$ 29,842,702</u>	<u>\$ 29,367,315</u>	<u>\$ 139,543,429</u>

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

Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of the Governmental Funds
to the Statement of Activities
For the Fiscal Year Ended September 30, 2024

Net change in fund balances of Governmental Funds \$ 29,707,940

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

Long-term liabilities, including bonds payable, are not due and payable in the current period and, accordingly, are not reported in the current period and therefore are not reported as liabilities in the Governmental Funds.

Bonds and loans payable	1,232,024	
Subscription based information technology arrangement payable	33,803	
Premium on bonds payable	75,825	
Bond and loan issue costs	10,834	1,352,486

Certain revenues and expenditures are not recognized and/or payable in the current period and, accordingly, are not reported in the current period and therefore are not reported as liabilities in the Governmental Funds.

Compensated absences	(473,782)	
Accrued liability reversal from prior year	64,071	
Other post employment benefits liability	(16,689)	
Net pension liability	87,361	(339,039)

Governmental Funds report capital outlays as expenditures. In the Statement of Activities, however, the cost of those assets is depreciated (expensed) over their useful lives. This is the amount by which depreciation exceeded expenditures in the current period.

Capital asset purchases	4,231,741	
Less: depreciation expense	(7,188,999)	(2,957,258)

Change in net position of governmental activities \$ 27,764,129

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

Statement of Net Position
Proprietary Fund
September 30, 2024

	Business-Type Activities
	<u>Water and Sewer Utility Fund</u>
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 47,629,821
Restricted assets available for current liabilities	4,672,692
Receivables (net of allowance for uncollectibles)	4,035,070
Inventory	1,265,570
Total current assets	<u>57,603,153</u>
Noncurrent assets:	
Restricted assets	
Sinking fund - State Revolving Fund Loan	609,647
Sinking fund - Revenue bonds payable	3,715,820
Renewal and replacement account	1,573,000
Customer deposits	851,875
Less: current portion	<u>(4,672,692)</u>
Total restricted assets	<u>2,077,650</u>
Capital assets	
Capitalized intangible	1,891,899
Right to use - SBITA	15,088
Improvements other than buildings	140,870,227
Land	3,150,692
Buildings	11,786,598
Equipment	41,331,942
Construction in progress	24,770,676
(Accumulated depreciation)	<u>(80,135,477)</u>
Total capital assets - cost less depreciation	<u>143,681,645</u>
Prepaid bond insurance	171,969
Total noncurrent assets	<u>145,931,264</u>
Total assets	<u>203,534,417</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred charges on refunding	15,927,555
Deferred amounts related to pensions	921,172
Deferred amounts related to OPEB	160,879
Total deferred outflow of resources	<u>17,009,606</u>
Total assets and deferred outflow of resources	<u>\$ 220,544,023</u>

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

Statement of Net Position
 Proprietary Fund
 September 30, 2024
 (Continued)

	Business-Type Activities
	Water and Sewer Utility Fund
LIABILITIES	
Current liabilities payable from current assets:	
Accounts and retainages payable	\$ 2,772,929
Accrued expenses	179,982
Unearned revenue	3,220,005
FDEP State Revolving Fund loan - current portion	1,873,287
Long term liabilities - current portion	229,162
Total current liabilities payable from current assets	<u>8,275,365</u>
Current liabilities payable from restricted assets:	
Deposits	851,875
Accrued interest payable	1,140,817
Revenue bonds current portion	2,680,000
Total current liabilities payable from restricted assets	<u>4,672,692</u>
Total current liabilities	<u>12,948,057</u>
Long-term liabilities:	
Revenue bonds payable (net of related premium)	89,135,000
FDEP State Revolving Fund loan	24,421,083
Compensated absences	386,416
Other post employment benefits	221,149
Net pension liability	3,134,687
Total long-term liabilities	<u>117,298,335</u>
Total liabilities	<u>130,246,392</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred amounts related to pension	627,182
Deferred amounts related to OPEB	238,935
Total deferred inflows of resources	<u>866,117</u>
Total liabilities and deferred inflow of resources	<u>131,112,509</u>
NET POSITION	
Net investment in capital assets	41,343,300
Restricted for:	
Renewal and replacement	1,573,000
Unrestricted	46,515,214
Total net position	<u>\$ 89,431,514</u>

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

Statement of Revenues, Expenditures and Changes in Net Position
Proprietary Fund
For the Fiscal Year Ended September 30, 2024

	Business-Type Activities
	Water and Sewer Utility Fund
Operating revenues:	
Charges for services - water	\$ 17,044,121
Charges for services - wastewater	11,331,781
Connection fees	147,876
Other miscellaneous revenues	1,284,986
Total operating revenues	29,808,764
Operating expenses:	
Personal services	6,368,509
Operating expenses	5,984,187
Professional services	606,318
Depreciation	6,107,679
Insurance	729,238
Total operating expenses	19,795,931
Operating income (loss)	10,012,833
Nonoperating revenues (expenses):	
Investment income:	
Interest earnings (loss)	2,707,756
Gain (loss) on sale of capital assets	35,300
Interest expense	(3,673,444)
Transfers to other funds	(1,036,000)
Total nonoperating revenue (expenses)	(1,966,388)
Income (loss) before contributions	8,046,445
Capital grants and contributions:	
Capital grant revenue	1,190,806
Capital contributions - water and wastewater	834,515
Total capital grants and contributions	2,025,321
Change in net position	10,071,766
Net position:	
Beginning of year	79,359,748
End of year	\$ 89,431,514

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

Statement of Cash Flows
 Proprietary Fund
 For the Fiscal Year Ended September 30, 2024

	Business-Type Activities
	Water and Sewer System Fund
Cash flows from operating activities	
Cash received from customers	\$ 29,560,065
Cash payments to suppliers for goods and services	(6,496,798)
Cash payments for employee services	(4,893,401)
Net cash provided by operating activities	<u>18,169,866</u>
Cash flows from noncapital financing activities	
Transfers to Other Funds	\$ (1,036,000)
Net cash used in noncapital financing activities	<u>(1,036,000)</u>
Cash flows from capital and related financing activities	
Acquisition and construction of capital assets	(7,397,617)
Bond and SRF loan principal payments	(4,435,664)
Bond and SRF loan interest payments	(3,679,067)
Proceeds from capital contributions	306,269
Net cash used in capital and related financing activities	<u>(15,206,079)</u>
Cash flows from investing activities	
Interest	<u>2,707,756</u>
Net cash provided by investing activities	<u>2,707,756</u>
Net increase (decrease) in cash and cash equivalents	4,635,543
Cash and cash equivalents - beginning of year	49,744,620
Cash and cash equivalents - end of year	<u>\$ 54,380,163</u>

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

Statement of Cash Flows
 Proprietary Fund
 For the Fiscal Year Ended September 30, 2024
 (Continued)

	Business-Type Activities
	Water and Sewer System Fund
Reconciliation of cash and cash equivalents to the Statement of Net Position:	
Cash and cash equivalents	\$ 47,629,821
Restricted cash and cash equivalents:	
Sinking fund - State Revolving Fund loan	609,647
Sinking fund - Revenue bonds payable	3,715,820
Renewal and replacement account	1,573,000
Customer deposits	851,875
Cash and cash equivalents, end of year	\$ 54,380,163
Reconciliation of operating income to net cash provided by operating activities	
Operating income	\$ 10,012,833
Adjustments to reconcile operating income to cash provided by operating activities:	
Depreciation	6,107,679
(Increase) decrease in assets:	
Accounts receivable	(96,601)
Inventories	(20,007)
(Increase) decrease in deferred outflow of resources:	1,208,072
(Increase) decrease in liabilities:	
Accounts payable	842,951
Utility deposits	(152,099)
Accrued expenses	44,532
Net pension liability	(562,519)
Compensated absences	320,327
Subscription based technology arrangements	174
Other post employment benefits	7,795
(Increase) decrease in deferred inflow of resources:	456,729
Net cash provided by operating activities	\$ 18,169,866
Non-cash Transaction - Retainage Payable	\$ 151,344

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

Statement of Fiduciary Net Position
Pension Trust Funds
September 30, 2024

	Employee Retirement Funds
ASSETS	
Firefighters' Pension Investments:	
Cash and cash equivalents	\$ 198,016
Cash and short term investments	458,431
US Government Obligations	1,964,432
Mortgage Backed Securities	3,609,833
Municipal Obligations	41,823
Corporate Bonds	3,917,793
Stocks	1,027,244
Mutual Funds/Fixed Income	1,507,703
Mutual Funds/Equity	30,685,300
Real Estate Funds	5,475,139
Pooled Equity	189,019
Accrued Interest	88,070
Contributions in Transit	58,052
Due from other governments	98,306
General Employees' Pension Investments:	
Stable Value/Cash Management	802,345
Bond	107,571
Balanced/Asset Allocation	1,634,657
U.S. Stock	958,373
International/Global Stock	360,332
Specialty	29,062
Prepaid items	5,139
Total assets	<u>53,216,640</u>
LIABILITIES	
Accounts payable	<u>323,995</u>
Total liabilities	<u>323,995</u>
NET POSITION	
Net Position Restricted for Pensions	<u>52,892,645</u>
Total net position	<u>\$ 52,892,645</u>

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

Statement of Changes in Fiduciary Net Position
Pension Trust Funds
For the Fiscal Year Ended September 30, 2024

	Employee Retirement Funds
	<u> </u>
ADDITIONS	
Employer	\$ 1,669,529
Contribution from General Fund - insurance premium surcharges received	691,443
Employee	<u>634,362</u>
Total contributions	<u>2,995,334</u>
Investment earnings:	
Interest and dividends	1,041,286
Net increase/(decrease) fair value of investments	7,809,569
Less investment expense	<u>(152,857)</u>
Total additions	<u>11,693,332</u>
 DEDUCTIONS	
Benefit payments	3,406,586
Disability payments	268,607
Beneficiary payments	18,047
Forfeitures	57,318
Administration	<u>120,890</u>
Total deductions	<u>3,871,448</u>
Change in net position	7,821,884
Net position - beginning of the year	45,070,761
Net position - end of the year	<u>\$ 52,892,645</u>

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

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**Notes to the Financial Statements
September 30, 2024**

I. Summary of significant accounting policies

A. Reporting entity

The City of Deltona (City) is a municipal corporation, incorporated December 31, 1995, governed by an elected mayor and six-member council. The City provides a full range of services including law enforcement and fire/rescue protection, solid waste management, storm water management, construction and maintenance of sidewalks, road and street facilities, planning and development services, recreational and cultural activities and general administrative services. The City also has a business-type operation that offers water and sewer utility services. The financial reporting entity consists of the primary government and component units, entities for which the government would be considered financially accountable. The determination of financial accountability includes consideration of a number of criteria including: (1) the appointment of a voting majority of an entity's governing authority and the ability of the primary government to impose its will on the entity; (2) the potential for the entity to provide specific financial benefits to, or impose specific financial burdens on, the primary government; and (3) the entity's fiscal dependency on the primary government. The City's financial reporting entity includes the following component unit:

Blended Component Unit - Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. The Southwest Deltona Community Redevelopment Agency (SWDCRA) pursuant to Section 163.356, Florida Statutes, was established by City Resolution 2016-40 and Volusia County Resolution 2016-092.

The City of Deltona Commissioners comprise the seven-member board of the SWDCRA. The City and Volusia County provide tax increment revenue to the SWDCRA to be used for payment of improvement projects within the geographical area covered by the CRA.

Due to the appointment of the board in addition to the financial support provided by the City, management has determined the SWDCRA meets the criteria to be included as a component unit. Financial records for the SWDCRA are maintained by the City and City staff are responsible for the CRA's day-to-day operations. Due to the component unit existing to benefit the primary government the CRA is considered a blended component unit. The CRA benefits the primary government by providing funds for improvements within the area covered by the CRA, and this is the main use of revenues. The SWDCRA is included in this report as a non-major special revenue fund, but is also the subject of a separate audited financial report. The SWDCRA audit report is available from

City of Deltona
Finance Department
2345 Providence Boulevard
Deltona, Florida 32725
<https://www.deltonafl.gov>

B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the primary government. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely almost exclusively on user fees and charges for services.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function, or segment, are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include: (1) charges to customers or applicants who purchase, use, or directly benefit from goods or services provided by a particular function or segment; and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not included among program revenues are reported as *general revenues*.

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

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the enterprise fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when the 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 grantor are met.

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

Property taxes, franchise fees, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and therefore have been recognized as revenues in the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period.

The City reports the following major governmental funds:

- **General Fund** - accounts for all fiscal activities of the general government, except those required to be accounted for in other funds, and is the City's primary operating fund.
- **Solid Waste Utility Fund** - accounts for the fiscal activities relating to fees chargefd and expenditures incurred for garbage pick-up and disposal.
- **Transportation Fund** - accounts for the fiscal activities relating to the City's share of the County's six-cent and five-cent local option tax on fuel. Under State law, the six-cent portion can be used only for general road improvements and maintenance; the five-cent portion can be used only to fund capital improvement projects that are necessary to meet the requirements of the City's Comprehensive Plan. Authorized expenditures of bond proceeds are defined by the bond covenants.

The City reports the following non-major fund types:

- **Special Revenue Funds** - account for revenue sources that are legally restricted to expenditures for specific purposes (not including expendable trusts or major capital projects).
- **Capital Projects Funds** - account for the acquisition of fixed assets or construction of major capital projects not being financed by enterprise or nonexpendable trust funds.

The City reports the following major enterprise fund:

- **Water and Sewer Utility Fund** - accounts for the acquisition and operation of the City owned water and sewer utility operations.

The City reports the following fiduciary fund type:

- **Pension Trust Funds** - account for the assets of the City employees' pension plans. These funds are accounted for on the flow of economic resources measurement focus and uses the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges incurred for water and sewer used by other City functions and other charges between the City's enterprise, transportation, solid waste and stormwater functions of the City. Elimination of these charges would distort direct costs and program revenues reported for the various functions concerned.

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

Enterprise funds distinguish *operating* revenues and expenses from *non-operating* revenues and expenses. Operating revenues and expenses generally directly result from providing services and producing and delivering goods in connection with an enterprise fund's

principal on-going operations. The principal operating revenues of the Water and Sewer Utility Fund, the City's enterprise fund, are charges to customers for utility sales and services. Operating expenses for the enterprise fund include the cost of the utility providing sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

D. Assets, liabilities, and net position or equity

1. Deposits and investments

In accordance with GASB Statement 72, the City reports its investments at fair value, except for investments that are not reported at fair value in accordance with GASB Statement 79. GASB Statement 79 applies to certain external investment pools that elect to measure for financial reporting purposes all of their investments at amortized cost. Both of these pronouncements apply to all investments of the City, whether held as City investments or by the City's Firefighters' or General Employees' pension plans.

City Investments

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

The City's investment policy is established by resolution and is governed by Section 218.415, Florida Statutes. Authorized investments include the Local Government Surplus Funds Trust Fund Investment Pool or any intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperation Act, Securities and Exchange Commission registered money market funds with the highest credit quality rating from a nationally recognized rating agency, savings accounts in State certified qualified public depositories, certificates of deposit in State certified qualified public depositories, and direct obligations of the U.S. Treasury and Federal agencies and instruments.

For the fiscal year ended September 30, 2024, GASB 79 applied to the City's investments in the Florida State Board of Administration's (Florida PRIME) and Florida Surplus Asset Trust Fund (FL SAFE) Local Government Investment Pools (LGIP), and certain money market funds. As a result, these investments were not reported at fair value, as indicated in Note III A. The issuers of these investments prepare separate financial reports.

All the City's other investments are reported at fair value in accordance with GASB Statement 72, which establishes a three-level hierarchy based on the valuation inputs used to measure an asset's fair value. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

Firefighters' Pension Plan Investments

The investments of the Firefighters' Pension Plan are directed by the Firefighters' Pension Board of Trustees. The Trustees have adopted an Investment Policy for the Firefighters' Pension Plan to provide parameters for investments. The general

investment objective is to obtain a reasonable total rate of return commensurate with the Prudent Investor Rule and Florida Statute 218.415.

Authorized investments for the Firefighter's Pension Plan include: 1) time, savings, and money market deposit accounts of an institution insured by the Federal Deposit Insurance Corporation (FDIC) provided the amount deposited does not exceed the insured amount; 2) obligations issued by the United States Governmental guaranteed as to principal and interest by the United States Government or by an agency of the United States Government; 3) stocks, commingled funds administered by national or state banks; mutual funds or bonds or other evidences of indebtedness, issued or guaranteed by a corporation organized under the laws of the U.S., any state or organized territory of the United States, or the District of Columbia; bonds issued by U.S. corporations; structured mortgage products issued by the United States Government; and mortgage related or asset backed securities not issued by the United States Government, and bonds issued by municipal issuers provided that certain criteria are met; 4) commingled stock, bond, timber, real estate or money market funds as may be approved by the Board; 5) foreign equities traded on a national exchange; and 6) real estate up to 10% of the assets of the fund.

General Employees' Pension Investments

As indicated in Note IV E, below, the General Employees' Pension Plan is a defined contribution plan that was closed to new members effective December 1, 2006. The City is the Trustee for the plan, but assets are held in employees' names and investments are directed by the participants.

Descriptions, amounts, and methods used to classify the City's investments are detailed in Note III A, *Deposits and Investments*.

2. *Receivables and payables*

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

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

3. Inventories and prepaid items

All inventories are valued at cost using the first-in/first-out (FIFO) method.

For the enterprise fund, inventory at September 30, 2024 was \$1,265,570 , comprised of material and supplies on hand.

Governmental activities inventory and prepaid items are \$1,993,576. This includes the fuel on hand in storage tanks located at Fire Station 65 and the Public Works Depot and a fire engine on order as of September 30, 2024.

Governmental fund inventory/prepaid items are recognized as expenditures using the consumption method.

4. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets, other than infrastructure assets, are defined by the City as assets with an initial, individual cost that equals or exceeds \$5,000 and have an estimated useful life in excess of one year. However, there are some exceptions when an asset with an initial cost of less than \$5,000 may be capitalized such as with certain computer equipment. The City reports infrastructure assets on a network and subsystem basis. Accordingly, the amount spent for the construction or acquisition of infrastructure assets is capitalized and reported in the government-wide financial statements when the initial costs equal or exceed \$25,000 and they possess estimated useful lives in excess of more than one year.

For the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities), the City chose to include all such items regardless of their acquisition date or amount. The City was able to estimate the historical cost of the initial reporting of these assets through back trending (i.e., estimating the current replacement cost of the infrastructure being capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). As the City constructs or acquires additional capital assets, including infrastructure assets, those assets are capitalized and reported at historical cost; as assets are upgraded or replaced a corresponding reduction in an existing asset is taken, if applicable. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or extend its useful life beyond the original estimate. In the case of donations, the City values these assets at acquisition value at the date of donation.

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

	Useful Lives
Buildings	10-40 Years
Improvements Other Than Buildings	15-50 Years
Equipment	3-40 Years
Subscription-based Information Technology Arrangements	0-3 Years
Infrastructure	15-50 Years

5. *Compensated Absences*

All vested or accumulated vacation, scheduled holiday leave and vested accumulated sick leave is accrued when incurred in the government-wide and enterprise financial statements. Compensated absences, for the government-wide and enterprise funds combined, as of September 30, 2024 were \$ 4,337,292 .

6. *Long-term obligations*

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

In the fund financial statements, governmental fund types recognize bond premiums and discounts as well as bond issuance costs during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issues are reported as other financing sources while discounts on debt issues are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures in the current period.

7. *On-Behalf Payments for Fringe Benefits*

The City receives on-behalf payments from the State of Florida to be used for Firefighters' Pension Plan enhancements. On-behalf payments to the City totaled \$691,443 for the fiscal year ended September 30, 2024. Such payments are recorded as intergovernmental revenue and public safety expenditures in the GAAP-basis government-wide and General Fund financial statements. The City records these funds as revenue in the General fund upon receipt, and then records a transfer of the funds to the Firefighters' Pension Plan.

8. *Deferred Outflows / Inflows of Resources*

In addition to assets, the Statement of Net Position includes a separate section for deferred outflows of resources. Deferred Outflows of Resources represent a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City of Deltona has three items that qualify for reporting in this category. It is the deferred charge on refunding reported in the government-wide statement of net position, and deferred amounts related to pension and OPEB. The deferred charge on refunding resulted from the difference between the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred amounts related to pension and OPEB relate differences between estimated and actual investment earnings, changes in actuarial assumptions, and other pension and OPEB related changes.

In addition to liabilities, the Statement of Net Position includes a separate section for deferred inflows of resources. Deferred Inflows of Resources represent an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of

resources (revenue) until that time. The City of Deltona has three items that qualify for reporting in this category. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. In the government-wide financial statements the City of Deltona reports deferred amounts related to pension, OPEB and leases.

9. *Leases*

GASB Statement No. 87, Leases, require recognition of certain right-to-use assets, lease liabilities, lease receivables and deferred inflows of resources.

At commencement of a lease when the City is the lessor, the City measures the lease receivable at the present value of expected rental receipts over the lease term. The deferred inflow of resources is measured as the initial amount of the lease receivable, adjusted for prepayments received prior to lease commencement. 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.

At commencement of a lease when the City is the lessee, the City initially measures the lease liability at the present value of total payments over the lease term. The lease asset is measured as the value of the lease liability, adjusted for any prepayments, plus certain initial direct costs.

10. *Subscription-based Information Technology Arrangements (SBITA)*

GASB Statement No. 96, Subscription-Based Information Technology Arrangements, requires recognition of certain right-to-use assets and subscription liabilities for IT software.

For purposes of applying this Statement, a SBITA is a contract that conveys control of the right to use another party's (a SBITA vendor's) IT software, alone or in combination with tangible capital assets (the underlying IT assets), as specified in the contract for a period of time in an exchange or exchange-like transaction. To determine whether a contract conveys control of the right to use the underlying IT assets, a government should assess whether it has both of the following: a. The right to obtain the present service capacity from use of the underlying IT assets as specified in the contract b. The right to determine the nature and manner of use of the underlying IT assets as specified in the contract. SBITAs include contracts that, although not explicitly identified as a SBITA, meet the definition of a SBITA in paragraph 6. That definition excludes contracts that solely provide IT support services but includes contracts that contain both a right-to-use IT asset component and an IT support services component.

At commencement of a SBITA, the City initially measures the SBITA liability at the present value of total payments over the term. The SBITA asset is measured as the value of the SBITA liability, adjusted for any prepayments, plus certain initial direct costs.

11. *Fund Equity / Net Position*

The City classifies net position in the government-wide and proprietary fund financial statements as follows:

- Net Investment in Capital Assets includes the City's capital assets (net of accumulated depreciation) reduced by the outstanding balances of bonds, loans or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted Net Position includes assets that have third-party (statutory, bond covenant, or grantor agency) limitations on their use. The City typically uses restricted assets first, as appropriate opportunities arise, but reserves the right to selectively defer the use of restricted funds for future projects.
- Unrestricted Net Position typically includes unrestricted liquid assets. The City Commission has the authority to revisit or alter this designation at any time.

Net position flow assumptions

The City may fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be consumed. It is the City's policy to consider restricted net position as consumed before unrestricted net position is applied.

In accordance with GASB Statement No. 54, the City classifies fund balance in the governmental fund financial statements as follows:

- Non-spendable fund balance is defined as resources that are in non-spendable form or are legally or contractually required to be maintained intact. This classification includes inventories, pre-paid amounts and non-financial assets held for resale.
- Restricted fund balance is defined as having restrictions (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.
- Committed fund balance is defined as amounts that can only be used for specific purposes pursuant to constraints imposed by City Commission resolution but is not legally restricted. Committed amounts cannot be used for any other purpose unless the Commission removes or changes the specified use by taking the same type of action it employed to previously commit those amounts.
- Assigned fund balance is defined as amounts that are constrained by the *intent* to be used for specific purposes, but are neither Restricted nor Committed. Intent is expressed by either the City Commission or a body, such as a board or committee, to which the City Commission has delegated the authority to assign amounts. Assigned amounts are not required to be established by formal action of the City Commission. An appropriation of existing fund balance to eliminate a projected budgetary deficit in the subsequent year's budget in an amount no greater than the projected excess of expected expenditures over expected revenues satisfies the criteria to be classified as an assignment of fund balance.
- Unassigned fund balance represents the City's residual fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund and may be used for any

legal general purpose. The City's General Fund is the only fund that reports a positive unassigned fund balance amount.

Fund balance flow assumptions

The City may fund outlays for a particular purpose from a combination of both restricted and unrestricted resources. In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be depleted. It is the City's policy, when permissible, to deplete fund balances in the following order: restricted fund balance, committed fund balance, assigned fund balance and, lastly, unassigned fund balance.

The City Commission has adopted a Resolution creating a minimum fund balance policy. This policy established the following reserves: 1) a Natural Disaster reserve for the purpose of providing the means to respond to public emergencies and/or natural disasters and; 2) an operating reserve equal to two (2) months of General Fund annual operating expenditures for the purpose of providing the City with the fiscal means to respond to unexpected operational charges, legislative impacts, or other economic events affecting the City's operations that could not have easily been anticipated at the time the budget was prepared. These reserves are not intended to be contingency funds used to address unfunded expenditures or over-expenditures related to the provision of routine City services. The Commission approved replenishment of the reserve and its balance at September 30, 2024 was \$10,515,000 .

The operating reserve was \$10,728,567 as of September 30, 2024.

The City has also adopted a resolution establishing an additional fund balance reserve for economic incentives. This reserve has two components: one reserve for Economic Development equal to \$1,000,000 as well as a City Infrastructure fund balance reserve equal to \$1,000,000. These are both one-time only commitments intended to assist with economic development within the City until such time these reserves are depleted. Since inception of these reserves, the City Commission has authorized the use of \$1,474,400 of the City Infrastructure component, leaving an available combined reserve balance of \$525,600 as of September 30, 2024.

Finally, the City adopted resolutions establishing a Grants Match fund balance reserve of \$500,000 to provide funds that can be used to demonstrate available matching funds if required to qualify for grant funding opportunities. Since its inception, the Commission has approved a budget amendment to increase the reserve amount by \$500,000. As of September 30, 2024, the total Grants Match reserve totaled \$378,500.

12. Future Accounting Pronouncements

GASB Statement No. 101, *Compensated Absences*, effective for reporting periods beginning after December 15, 2023, and all reporting periods thereafter. The City is evaluating this Statement to determine its effect on the City's financial statements.

GASB Statement No. 102, *Certain Risk Disclosures*, effective for reporting periods beginning after June 15, 2024, and all reporting periods thereafter. The City is evaluating this statement to determine its effect on the City's financial statements.

II. Stewardship, compliance, and accountability

A. Budgetary information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. The only exception is the Neighborhood Stabilization Grant Fund, which did not report budgeted amounts in FY2024. Other than interest income, the program had no activity and is waiting for close out from the Housing and Urban Development agency. All annual appropriations lapse at fiscal year-end.

On an annual basis the City Manager submits to the City Commission a proposed operating and capital budget for the fiscal year commencing the following October 1st. Public hearings are held to obtain taxpayer input. Prior to October 1st, the budget is legally adopted through City Commission resolution.

The budget is prepared and adopted by fund, function and department. The legal level of budgetary control is at the department level. The City Manager may make transfers of appropriations within a department throughout the year. Transfers of appropriations between departments require the approval of the City Commission. Budget amendments that actually change the total revenue and/or expenses as legally adopted as part of the budget are brought forth to the City Commission for approval of an amending resolution.

Encumbrance accounting is employed in governmental funds. Operating encumbrances lapse at year end; capital encumbrances are carried forward into the subsequent year's budget with Commission approval.

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III. Detailed Notes on All Activities and Funds

A. Deposits and investments

As of September 30, 2024, the City had the following investments:

Investment	Maturities	Ratings	Fair Value
State Board of Administration Local Government Surplus Funds			
Trust Fund (Florida PRIME)	31 Days average	AAAm	\$ 11,166,670
Florida Surplus Asset Trust Fund (FLSAFE)	1 Day	AAAm	15,596,335
Wells Fargo Government Obligations (Federal Agency Coupon) Securities	Up to 3.94 years	Aaa/AA+	9,860,893
Wells Fargo Government Obligations (US Treasury Notes)	Up to 4.52 years	Aaa/AA+	23,156,407
Wells Fargo Money Market Funds	1 Day average	N/A	6,041,625
Wells Fargo Corporate Notes	Up to 4.58 years	A1/ A/A+	8,740,187
Firefighters' Pension Investments:			
Cash & Short Term Investments	N/A	N/A	656,316
U.S. Treasury Obligations	Up to 30 years	N/A	1,964,432
Mortgage/Asset Backed Securities	up to 20 years	N/A	3,609,833
Municipal Obligations	up 3.25 years	N/A	41,823
Corporate Bonds	Up to 28 years	Baa3 - Aa3	3,917,793
Stocks	N/A	N/A	1,027,244
Mutual Funds/Fixed Income	N/A	N/A	1,507,703
Mutual Funds/Equity	N/A	N/A	30,685,300
Real Estate Funds	N/A	N/A	5,475,139
Private Market Equity Funds	N/A	N/A	189,019
General Employees' Pension Investments:			
Stable Value/Money Market Funds	N/A	N/A	802,345
Bond Funds	N/A	N/A	107,571
Balanced /Asset Allocation Funds	up to 21 years	AA-BBB	1,634,658
U.S. Stock Funds	N/A	N/A	958,373
International Stock Funds	N/A	N/A	360,332
Specialty	N/A	N/A	29,062
Total Investments			127,529,060
Accrued interest and dividends			302,330
Cash Deposits			118,142,550
Total Deposits and Investments			<u>\$ 245,973,940</u>
Shown in the accompanying Statements of Net Position as:			
Primary Government – Deposits and Investments			\$ 193,006,998
Fiduciary Funds – Deposits and Investments			52,966,942
Total			<u><u>\$ 245,973,940</u></u>

Interest rate risk

Interest rate risk exists when there is a possibility that changes in interest rates could adversely affect an investment's fair value. The weighted average maturity of the City's investments is displayed in the preceding schedule. The City's Investment Policy states that the City will limit interest rate risk by structuring the investment portfolio so that securities mature to meet cash requirements of on-going operations and by investing operating funds primarily in shorter-term securities, money market mutual funds or similar investing pools.

Credit risk

Credit risk is the risk of loss due to the failure of the security issuer. The City's investment policy limits the investments to obligations with the highest credit ratings. Ratings for debt securities are displayed in the preceding schedule. The City's Firefighters' Pension Fund investments are limited, in the case of directly held securities, to securities in one of the three highest classification ratings. For indirect or commingled investments such as mutual funds, the weighted average of all such investments combined must be A/Aa or higher. Investment ratings are from Moody's Investors Service, Inc., and Standard & Poor's Ratings Group.

Concentration of credit risk

The City's investment policy states that securities will be diversified by maturity, issuer and class of security to avoid over-concentration of assets in any one area. The City's Firefighters' Pension Fund investment policy limits the investment in common stock, capital stock or convertible securities to 5% for any issuing company. Common stock, capital stock or convertible securities shall not exceed 65% of Plan assets.

Custodial credit risk – deposits

For deposits, this is the risk that in the event of a bank failure, the City's deposits may not be returned to the City. As of fiscal year end, the City's cash deposits were entirely covered by Federal depository insurance or by the banking network provided by Chapter 280, Florida Statutes. Florida Statutes provide for collateral pooling by banks and savings and loans and limit local government deposits to "authorized depositories."

Custodial credit risk – investments

For an investment, this is the risk that in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

Investments in the City's defined contribution general employee's pension plan are held by a counterparty not in the name of the City which creates custodial risk for all investments of this pension plan. The City has no formal policy relating to custodial credit risk for pension investments.

Investments in the City's Firefighters' Pension Plan have no custodial credit risk. The City's General Employees' Pension Plan was established with the adoption of Resolution No. 97-64. The City is the Trustee for the plan, however assets are held in employees' names and therefore the City is not exposed to any investment risk within the General Employees' Pension Plan.

Foreign currency risk – investments

The City does not invest in foreign markets. However, there are foreign market options available to employees through the General Employees' Pension to which the City has no exposure. All of these pension investments are denominated in U.S. dollars.

Fair Value Measurement

In accordance with GASB Statement No. 72, the City uses the market value approach for fair value measurements of its investments, and categorizes those measurements within the hierarchy based on valuation inputs used to measure the fair value of an asset. Level 1 inputs are quoted prices in active markets for identical assets. Markets such as exchanges and broker/dealer markets are applicable; Level 2 inputs are other than quoted prices included within Level 1 that are observable for the asset, either directly or indirectly. For example, quoted prices for similar assets such as the price or yield of a similar bond, or interest rates and yield curves; and Level 3 inputs are unobservable inputs for the asset, such as management's assumption for the default rate amount used only when relevant Level 1 and 2 inputs are unavailable.

GASB 72 applies to all investments except for money market investments, certain types of investment and insurance contracts, and investments in and held by external investment pools that measure investments at amortized cost or at net asset value (NAV) per share.

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City of Deltona, Florida

The City has the following fair value measurements as of September 30, 2024:

Investment	Valuation Hierarchy				
	Value at 09/30/2024	Not Reported at Fair Value	Level 1	Level 2	Level 3
City Investments					
Federal Agency Securities	9,860,893			9,860,893	
US Treasury Securities	23,156,407			23,156,407	
Money Market Funds	6,041,625	6,041,625			
Corporate Notes	8,740,187			8,740,187	
Intergovernmental Investment Pools - FLSAFE	15,596,335	15,596,335			
Intergovernmental Investment Pools - SBA	11,166,670	11,166,670			
Firefighters' Pension Investments					
Cash & Short Term Investments	656,316		656,316		
U.S. Treasury Obligations	1,964,432			1,964,432	
Mortgage/Asset Backed Securities	3,609,833			3,609,833	
Municipal Obligations	41,823			41,823	
Corporate Bonds/Foreign Bonds, Notes & Debentures	3,917,793			3,917,793	
Stocks	1,027,244	1,027,244			
Mutual Funds-Fixed Income	1,507,703		1,507,703		
Mutual Funds-Equity	30,685,300		30,685,300		
Real Estate Funds	5,475,139				5,475,139
Private Market Equity Funds	189,019				189,019
General Employees' Pension Investments					
Stable Value/Money Market Funds	802,345	802,345			
Bond Funds	107,571	107,571			
Balanced /Asset Allocation Funds	1,634,658	1,634,658			
U.S. Stock Funds	958,373	958,373			
International Stock Funds	360,332	360,332			
Specialty	29,062	29,062			
Totals	\$ 127,529,060	\$ 37,724,215	\$ 32,849,319	\$ 51,291,368	\$ 5,664,158

City investments were categorized by the City's investment manager using an independent pricing service applying the leveling methodology across all securities in the specific sectors they manage. Level 1 inputs include quoted prices in active markets for identical assets at a measurement date, such as a stock exchange closing price. Level 2 inputs include inputs other than quoted prices included in Level 1 that are observable for the asset, either directly or indirectly. Examples of Level 2 inputs are quoted prices for similar assets in active markets; quoted prices for identical or similar assets that are not active; interest rates and yield curves observable at a commonly quoted intervals; implied volatilities; credit spreads; and market-corroborated inputs. General Employees' Pension Investments were also categorized by the pension administrator using an independent pricing service. The unit prices are actively traded and quoted daily at 100% of unit value, not the individual assets comprising the fund. Therefore, the fund is not required to be reported within the level 1,2 or 3 fair value hierarchy. Firefighters' Pension investments categorized in levels 1 and 2 were categorized by the pension administrator using criteria based on asset class, pricing source, and frequency. Firefighters' Pension investments categorized in level 3 were based on a Discounted Cashflow method.

B. Receivables

Receivables as of year-end shown on the Statement of Net Position for the City's Governmental Activities and Business-Type Activities, including the applicable allowances for uncollectible accounts, consist of:

	Governmental Activities	Business-type Activities	Total
Customers:			
Billed	\$ -	\$ 1,323,238	\$ 1,323,238
Unbilled	-	2,873,002	2,873,002
Services tax	1,331,565	-	1,331,565
Franchise fees	1,002,151	-	1,002,151
Business Tax	163,943	-	163,943
The Center	62,235	-	62,235
Miscellaneous	-	31,429	31,429
A/R - NSF check	9,246	-	9,246
Gross receivables	2,569,140	4,227,669	6,796,809
Less: allowance for uncollectibles	-	(192,599)	(192,599)
Net total receivables	<u>\$ 2,569,140</u>	<u>\$ 4,035,070</u>	<u>\$ 6,604,210</u>

Receivables due from other governments as of year-end shown on the Statement of Net Position for the City's Governmental Activities and Business-Type Activities are as follows:

	Governmental Activities	Business- type Activities	Total
State of Florida - 5 & 6 Cent Gas Tax	\$ 771,568	\$ -	\$ 771,568
State of Florida - 1/2 Cent Sales Tax	942,223	-	942,223
State of Florida - Communications Tax	405,460	-	405,460
U.S. Dept. of Housing and Urban Development	820,908	-	820,908
Miscellaneous	135,239	-	135,239
Total Due from Other Governments	<u>\$ 3,075,398</u>	<u>\$ -</u>	<u>\$ 3,075,398</u>

Governmental funds report *unearned revenue* in connection with revenues not considered to be available to liquidate liabilities of the current period. Governmental funds also report unearned revenue in connection with resources that have been received but not yet earned. At the end of the current fiscal year, the various components of *unearned revenue* reported in the governmental funds were as follows:

	Governmental Activities	Business-type Activities
SHIP Grant fund advances received from grantor agency prior to meeting all eligibility requirements	\$ 3,118,251	\$ -
NSP 1 Program Income received but not earned	331,886	-
NSP 3 Program Income received but not earned	146,166	-
Coronavirus State and Local Fiscal Recovery Funds	-	3,220,005
Total Unearned Revenue	<u>\$ 3,596,303</u>	<u>\$ 3,220,005</u>

C. Capital assets

Capital asset activity for the year ended September 30, 2024 was:

	Beginning Balance*	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated				
Land	\$ 15,119,518	\$ -	\$ -	\$ 15,119,518
Infrastructure right of way	4,372,500	-	-	4,372,500
Construction in progress	5,225,801	2,656,876	(4,298,438)	3,584,239
Total capital assets, not being depreciated	24,717,819	2,656,876	(4,298,438)	23,076,257
Capital assets, being depreciated:				
Intangibles	279,542	-	-	279,542
Right to use - SBITA	102,521	-	-	102,521
Buildings and improvements	94,343,263	3,222,524	-	97,565,787
Machinery and equipment	33,578,212	2,535,582	(887,230)	35,226,564
Infrastructure (roads and streets)	127,033,635	115,197	-	127,148,832
Total capital assets, being depreciated	255,337,173	5,873,303	(887,230)	260,323,246
Less accumulated depreciation for:				
Amortization	(111,015)	(30,427)	-	(141,442)
Amortization - Right to use SBITA	(26,726)	-	-	(26,726)
Buildings and improvements	(62,985,169)	(2,499,466)	-	(65,484,635)
Machinery and equipment	(25,455,128)	(1,669,297)	887,230	(26,237,195)
Infrastructure (roads and streets)	(67,488,204)	(2,989,809)	-	(70,478,013)
Total accumulated depreciation	(156,066,242)	(7,188,999)	887,230	(162,368,011)
Total capital assets, being depreciated, net	99,270,931	(1,315,696)	-	97,955,235
Governmental activities capital assets, net	\$ 123,988,750	\$ 1,341,180	\$ (4,298,438)	\$ 121,031,492
Business-type activities				
Capital assets, not being depreciated:				
Land	\$ 3,150,692	\$ -	\$ -	\$ 3,150,692
Construction in progress	21,637,373	7,241,730	(4,108,427)	24,770,676
Total capital assets, not being depreciated	24,788,065	7,241,730	(4,108,427)	27,921,368
Capital assets, being depreciated:				
Water rights - consumptive use permit	1,891,899	-	-	1,891,899
Intangible - right to use SBITA	15,088	-	-	15,088
Buildings and improvements	11,786,598	-	-	11,786,598
Improvements other than buildings	136,978,877	3,891,350	-	140,870,227
Machinery and equipment	40,322,483	1,082,668	(73,209)	41,331,942
Total capital assets, being depreciated	190,994,945	4,974,018	(73,209)	195,895,754
Less accumulated depreciation for:				
Water rights	(774,965)	(180,625)	-	(955,590)
Intangible - right to use SBITA	(5,029)	(5,029)	-	(10,058)
Buildings and improvements	(3,961,826)	(401,878)	-	(4,363,704)
Improvements other than buildings	(42,304,715)	(3,315,865)	-	(45,620,580)
Machinery and equipment	(27,054,472)	(2,204,282)	73,209	(29,185,545)
Total accumulated depreciation	(74,101,007)	(6,107,679)	73,209	(80,135,477)
Total capital assets, being depreciated, net	116,893,938	(1,133,661)	-	115,760,277
Business-type activities capital assets, net	\$ 141,682,003	\$ 6,108,069	\$ (4,108,427)	\$ 143,681,645

*Beginning balances were adjusted for implementation of GASB Statement 96

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

Governmental Activities:

General government and administration	\$	3,221,019
Public safety		739,187
Highways and streets		651,984
Culture and recreation		1,320,167
Physical environment		1,256,642
Total depreciation expense - governmental activities	\$	7,188,999

Business-type activities:

Water and sewer utility - total additions to accumulated depreciation - Business-Type activities	\$	6,107,679
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D. Construction and Other Significant Commitments

The City uses encumbrances to control expenditure commitments throughout the fiscal year and enhance cash management. Encumbrances represent commitments related to contracts, including construction contracts, and purchase orders not yet filled. The City's active construction projects as of September 30, 2024 include street construction, public safety facilities, housing rehabilitation, parks projects and water and wastewater facilities. Balances reported as Contracts/Retainage Payable represent amounts due to vendors for completed work pending final approval and payment by the City. At year end, the City's construction and other significant commitments were:

	Encumbrances	Contracts/ Retainage Payable
Governmental Funds:		
Major funds:		
General Fund	\$ 40,738	\$ 1,674
Transportation Fund	892,254	
Nonmajor Funds	3,528,729	31,748
Total Governmental Funds	4,461,721	33,422
Enterprise Funds:		
Major fund:		
Water and Sewer Utility Fund	505,084	151,344
Total	\$ 4,966,805	\$ 184,766

Stormwater projects are financed from proceeds of the 2009 Stormwater Bank Note; Transportation projects are financed by proceeds of the Capital Improvement Revenue Refunding Bonds, Series 2016, and Local Option Gas Tax revenues. Projects within non-major governmental funds are funded by proceeds of the Capital Improvement Revenue

Refunding Bonds, Series 2016, Federal and State grants, and by accumulated resources within each fund.

Enterprise Fund projects are financed from proceeds of the Taxable Utility System Refunding Revenue Bonds, Series 2021; State Revolving Fund (SRF) loans issued by the State of Florida, and utilities operating revenues.

E. Interfund receivables, payables and transfers

Interfund balances at September 30, 2024 were:

	Interfund	
	Receivable	Payable
General Fund:		
Community Development Block Grant Fund	\$ 659,817	\$ -
Community Development Block Grant Fund:		
General Fund	-	659,817
Total	<u>\$ 659,817</u>	<u>\$ 659,817</u>

Interfund transfers for the year ended September 30, 2024 were:

	Governmental Funds				Total
	General Fund	Transportation Fund	Solid Waste	Non-Major Governmental Funds	
Transfer(s) in	\$ 5,205,200	\$ 5,396,656	\$ 1,300,000	\$ 10,520,000	\$ 22,421,856
Transfer(s) out	(20,372,500)	(70,300)	(70,000)	(873,056)	(21,385,856)
Total	<u>\$ (15,167,300)</u>	<u>\$ 5,326,356</u>	<u>\$ 1,230,000</u>	<u>\$ 9,646,944</u>	<u>\$ 1,036,000</u>

	Business-type				Total
Transfer(s) in	\$ -	\$ -	\$ -	\$ -	\$ -
Transfer(s) out	-	(1,036,000)	-	-	(1,036,000)
Total	<u>-</u>	<u>(1,036,000)</u>	<u>-</u>	<u>-</u>	<u>(1,036,000)</u>

Transfers are used to move resources between funds in order to segregate or classify the resources to specific funds in order to comply with legal restrictions, budgetary restrictions, or grant requirements.

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F. Lease Receivables

The City is the lessor in contracts with outside parties for the right to use land for communication towers. There are a number of lease terms ranging from 144 months to 36 months. The aggregate annual payments of \$196,749 at an interest rate of 2.50 percent based on FMS Bond, Inc. municipal bond yield for the AAA rated ten-year bonds. The City has \$3,317,990 in outstanding lease receivables and deferred inflows of \$3,060,484 at September 30, 2024. During the fiscal year, the City recognized \$196,749 in lease revenue and \$84,453 in lease interest.

Lease Receivables			
Fiscal Years	Principal	Interest	Total
Ended			
2025	211,931	79,350	291,281
2026	220,759	73,945	294,704
2027	236,940	68,257	305,197
2028	248,134	62,125	310,259
2029	197,371	56,565	253,936
2030-2034	1,180,683	200,327	1,381,010
2035-2039	513,553	87,625	601,178
2040-2044	243,376	46,725	290,101
2045-2049	182,383	22,474	204,857
2050-2051	82,860	2,175	85,035
Total	<u>\$ 3,317,990</u>	<u>\$ 699,568</u>	<u>\$ 4,017,558</u>

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G. Long-term debt

Revenue bonds

Capital Improvement Revenue Refunding Bonds, Series 2016

On July 7, 2016, the City issued Capital Improvement Revenue Refunding Bonds, Series 2016, totaling \$35,750,000. The Bonds were issued to refund the outstanding \$11,280,000 existing principal of the Transportation Capital Improvement Revenue Bonds, Series 2006; to provide new funding for road improvement and expansion projects; and to provide funding for the construction of a community center. The bonds are secured by a pledge of Half-Cent Sales Taxes, Public Service Taxes, and Local Communications Services Taxes.

The bonds bear interest at fixed rates from 2.00% to 5.00% and mature from October 1, 2017, to October 1, 2046. Interest is payable semiannually on April 1, and October 1. Annual principal payments are due on October 1, but will be paid in even monthly installments through a third party under a debt service forward delivery agreement until the maturity date of the original 2006 bonds in 2026. Annual debt service requirements through maturity are presented in the following table:

Capital improvement Revenue Refunding Bonds, Series 2016					
Fiscal Years Ended	Transportation Portion		Community Center Portion		Total
	Principal	Interest	Principal	Interest	
2025	695,000	762,163	195,000	212,256	1,864,419
2026	725,000	727,413	200,000	202,506	1,854,919
2027	765,000	691,163	210,000	192,506	1,858,669
2028	795,000	660,563	220,000	184,106	1,859,669
2029	810,000	644,663	225,000	179,706	1,859,369
2030-2034	4,530,000	2,711,113	1,275,000	755,531	9,271,644
2035-2039	5,385,000	1,890,913	1,500,000	525,281	9,301,194
2040-2044	6,255,000	1,028,475	1,735,000	285,319	9,303,794
2045-2046	2,780,000	130,938	770,000	36,250	3,717,188
Total	\$ 22,740,000	\$ 9,247,404	\$ 6,330,000	\$ 2,573,461	\$ 40,890,865

Debt service forward delivery agreement

The City entered into a Debt Service Forward Delivery Agreement to administer debt service payments and to generate additional cash from the Transportation Capital Improvement Revenue Bonds, Series 2006. Under this agreement, the City makes level monthly payments of approximately \$155,077 to a trustee. The trustee, in turn, makes all debt service payments (principal and interest) as due. The City received a cash payment of \$333,670 for entering into this agreement. The entire amount was recognized as income in the fiscal year ended September 30, 2006 in the governmental funds but is classified as unearned revenue in the entity-wide statements and will be recognized in the Statement of Activities on a straight-line basis over the life of the original Series 2006 bond issue.

Stormwater Bank Note, 2009 (Direct Borrowing)

On April 8, 2009, the City entered into a loan agreement (direct borrowing) in the amount of \$6,569,345 with Branch Banking and Trust Company (BB&T). The loan was obtained in order to finance certain of the City’s costs of the capital improvements contained in the City’s adopted Stormwater Master Plan. The Note was issued for a period of twenty years and is scheduled to mature on May 1, 2029. The interest rate on the Note (“Note Rate”) is 5.01%. The Note is payable from, and secured solely by, revenues derived by the City from its stormwater utility assessments and the City’s covenant to budget and appropriate legally available non-ad valorem revenues as provided in the agreement. The City collected \$5,243,739 in stormwater utility assessments in the fiscal year ended September 30, 2024.

The note is subject to prepayment at the option of the City on or after May 1, 2019. In the event of default on the Note, a default interest rate of the Note Rate plus 2% shall be imposed on the outstanding Note balance, with all payments from the City applied first to interest and then to principal. As of September 30, 2024, the City has not defaulted on the Note.

Annual debt service requirements through maturity are presented in the following schedule:

Stormwater Bank Note 2009			
Fiscal Years Ended	Principal	Interest	Total
2025	415,151	115,247	530,398
2026	436,485	94,448	530,933
2027	458,915	72,580	531,495
2028	482,497	49,588	532,085
2029	507,291	25,416	532,707
Total	\$ 2,300,339	\$ 357,279	\$ 2,657,618

Business-type Activity Liabilities

The following is a summary of long-term liabilities of the proprietary fund at September 30, 2024:

State Revolving Loans (Direct Borrowings)

On March 29, 2011, the City entered into a Clean Water State Revolving Fund loan agreement (direct borrowing) with Florida Water Pollution Control Financing Corporation, a division of the Florida Department of Environmental Protection. Proceeds of this financing arrangement were used to fund the planning, design and pre-construction activities of the City’s planned treatment and reuse facility. The City subsequently executed two amendments to this agreement to revise the total funding allocation to \$29,381,000. The lien on net revenues of the system is on a junior and subordinated lien position to the Taxable Utility System Refunding Revenue Bonds series 2021.

The loan balance as of September 30, 2024 was \$18,304,828. Interest in the amount of \$490,978 was capitalized prior to September 30, 2017. Repayment was scheduled over 40 semiannual loan payments, due every June 15th and December 15th, beginning June 15,

2016. Current year payments totaled \$1,765,450 with \$1,424,116 applied to principal.

Annual debt service requirements to maturity are presented in the following schedule:

State Revolving Fund Loan #641800			
Fiscal Years Ended	Principal	Interest	Total
2025	1,449,291	316,158	1,765,449
2026	1,474,916	290,534	1,765,450
2027	1,500,998	264,452	1,765,450
2028	1,527,546	237,904	1,765,450
2029	1,554,568	210,882	1,765,450
2030-2034	8,195,367	631,881	8,827,248
2035-2036	2,602,142	46,020	2,648,162
Total	\$ 18,304,828	\$ 1,997,831	\$ 20,302,659

On July 19, 2017, the City entered into a second Clean Water State Revolving Fund loan agreement (direct borrowing). The purpose of this financing arrangement is to fund, together with a cost-share grant from the St. Johns River Water Management District, improvements to the City's reclaimed water system, including a surface water intake/pump station, a transmission main, covered storage for raw surface water, stormwater treatment, and water storage. The lien on net revenues of the system is on a junior and subordinated lien position to the Taxable Utility System Refunding Revenue Bonds, series 2021.

The total amount to repay the State is \$ \$7,088,575, including \$37,177 of capitalized interest and \$138,263 of service fees. The interest was capitalized prior to September 30, 2022. The loan balance was \$5,402,674 as of September 30, 2024. Repayment over 40 semiannual loan payments of \$189,447 due every June 15th and December 15th, began December 15, 2019.

Annual debt service requirements to maturity are presented in the following schedule:

State Revolving Fund Loan #641830			
Fiscal Years Ended	Principal	Interest	Total
2025	343,803	35,091	378,894
2026	346,076	32,818	378,894
2027	348,364	30,531	378,895
2028	350,667	28,228	378,895
2029	352,985	25,909	378,894
2030-2034	1,800,240	94,234	1,894,474
2035-2039	1,860,539	33,936	1,894,475
Total	\$ 5,402,674	\$ 280,747	\$ 5,683,421

On May 19, 2021, the City entered into a third Clean Water State Revolving Fund loan agreement (direct borrowing). The purpose of this financing arrangement is to fund, together with a cost-share grant from the St. Johns River Water Management District, improvements to the City's reclaimed water system, including a surface water intake/pump station, a transmission main for raw surface water. The lien on net revenues of the system is on a

junior and subordinated lien position to the Taxable Utility System Refunding Revenue Bonds, series 2021.

The loan balance was \$2,586,868 as of September 30, 2024. Semiannual loans payments shall be paid beginning on February 15, 2025 and semiannually thereafter.

Annual debt service requirements to maturity are presented in the following schedule

State Revolving Fund Loan #641860			
Fiscal Years Ended	Principal	Interest	Total
2025	80,193	-	80,193
2026	131,930	-	131,930
2027	131,930	-	131,930
2028	131,930	-	131,930
2029	131,930	-	131,930
2030-2034	659,651	-	659,651
2035-2039	659,651	-	659,651
2040-2044	659,653	-	659,653
Total	\$ 2,586,868	\$ -	\$ 2,586,868

All Clean Water State Revolving Fund loans contain provisions that in the event of default, the State may 1) impose fees or charges and apply the resulting revenue to the outstanding Loan balance; 2) appoint a receiver to manage the water utility; 3) redirect any funds due to the City from any State revenue or tax sharing to the delinquent amount, plus an interest rate of 18% per year and processing costs; 4) sue for payment of amounts due or becoming due plus interest and processing costs, or 5) accelerate the repayment schedule or increase the interest rate by as much as 1.667 times the financing rate stipulated in the Loan agreement. As of September 30, 2024, the City has not defaulted on any loan.

Taxable Utility System Refunding Revenue Bonds, Series 2021

On March 3, 2021, the City issued Taxable Utility System Refunding Revenue Bonds, Series 2021 in the principal amount of \$98,690,000. The bonds bear interest at fixed rates ranging from 0.209% to 2.839% and mature from October 1, 2021 to October 1, 2050. The bonds are collateralized by a pledge of the net revenues of the system. Interest is payable semi-annually on April 1 and October 1, with annual principal payments due on October 1 of each year.

The 2021 Bonds have been assigned a rating of “A+” and an outlook of “Positive” by Fitch Ratings and "Stable" by S & P Global Ratings. The 2021 Bonds will allow the City to save approximately \$2 million annually in interest costs through 2039, for a net present value savings of approximately \$8.6 million.

Annual debt service requirements to maturity are presented in the following schedule:

Utility System - Debt Service to Maturity Schedule – Series 2021 Bonds			
Fiscal Years			
Ended	Principal	Interest	Total
2025	2,680,000	2,065,770	4,745,770
2026	2,690,000	2,050,970	4,740,970
2027	2,710,000	2,028,977	4,738,977
2028	2,735,000	2,000,736	4,735,736
2029	2,765,000	1,966,755	4,731,755
2030-2034	14,475,000	9,140,322	23,615,322
2035-2039	15,955,000	7,608,860	23,563,860
2040-2044	18,030,000	5,484,853	23,514,853
2045-2049	20,665,000	2,792,653	23,457,653
2050-2051	9,110,000	260,478	9,370,478
	<u>\$ 91,815,000</u>	<u>\$ 35,400,374</u>	<u>\$ 127,215,374</u>

Subscription-based Information Technology Arrangements (SBITA)

Effective October 1, 2022 the City adopted GASB Statement No. 96, SBITA. Implementation of this Statement changes accounting and financial reporting for IT software by requiring recognition of certain right-to-use assets and liabilities.

For purposes of applying this Statement, a SBITA is a contract that conveys control of the right to use another party’s IT software, as specified in the contract for a period of time in an exchange or exchange-like transaction. To determine whether a contract conveys control of the right to use the underlying IT assets, a government should assess whether it has both of the following: a.) The right to obtain the present service capacity from use of the underlying IT assets as specified in the contract b.) The right to determine the nature and manner of use of the underlying IT assets as specified in the contract. This excludes contracts that solely provide IT support services but includes contracts that contain both a right-to-use IT asset component and an IT support services component.

Summary Governmental Fund SBITA			
Fiscal Years			
Ended	Principal	Interest	Total
2025	34,971	582	35,553
Total	<u>34,971</u>	<u>582</u>	<u>35,553</u>

Summary Business-type Fund SBITA			
Fiscal Years			
Ended	Principal	Interest	Total
2025	5,186	14	5,200
Total	<u>\$ 5,186</u>	<u>\$ 14</u>	<u>\$ 5,200</u>

Pledged Revenues

Governmental Activities - General Fund & Transportation Fund

The City has pledged future revenues from Half-Cent Sales Taxes, Public Service Taxes, and Local Communications Services Taxes to repay the Capital Improvement Revenue Refunding Bonds, Series 2016. If, in any given year, these revenues collected are not sufficient to cover the principal and interest debt obligation of the Transportation Bond, the Bond Covenants require the City to appropriate any shortfall from non-Ad Valorem revenue collected in the General Fund. The bonds are payable through October 1, 2046. For the fiscal year ended September 30, 2024 pledged revenues totaled \$348,452,632 and the highest annual debt service (due in 2046) is \$1,861,000. At year end, pledged future revenues totaled \$40,890,865 which is the amount of the remaining principal and interest payments on the bonds as of September 30, 2024. Assuming no significant change in pledged revenues collected over the life of the bonds, total principal and interest payments would comprise approximately 11.7% of pledged revenues.

Although the City has pledged these revenues to repay the entire Series 2016 Bonds it is the City's intent to use the pledged revenues referenced above only to pay the portion of the Series 2016 Bonds used to fund construction of the community center. The portion of debt service allocated to the Transportation Fund, reflecting the portion of funds used to refund the Series 2006 bonds and fund various additional road and street improvements, will be paid using Gas Tax revenues that are accounted for in the Transportation fund. A Local Option Gas Tax agreement exists between all the cities within Volusia County as well as Volusia County. On June 3, 2013 the Commission approved a five year renewal of the existing contract from September 1, 2013 to August 31, 2018. On April 1, 2019, the Commission approved a one-year extension of the interlocal agreement with Volusia County for the distribution of proceeds of the local option fuel tax to August 31, 2020. On August 17, 2020, the Commission approved a second one-year extension of the interlocal agreement with Volusia County for the distribution of proceeds of the local option fuel tax to August 31, 2021. On May 3, 2021, the Commission approved the Interlocal Agreement for Distribution of Proceeds of Local Option Fuel Tax September 1, 2021 to August 31, 2034.

Governmental Activities - Stormwater Utility

The City has pledged future stormwater utility assessments revenue to repay the Stormwater Bank Note secured in 2009. The note is payable through 2029. Principal and interest for the current year was \$529,891. Stormwater utility assessments for the current year totaled \$5,243,739. At year end, pledged future revenues totaled \$2,657,618, which was the amount of the remaining principal and interest on the Note as of September 30, 2024. Assuming no further interest rate changes or significant changes in collections of pledged revenue over the remaining life of the Note, total principal and interest on the Note would require approximately 10.11% of pledged revenue.

Business-type Activities – Water and Sewer Utility

The City has pledged future water and sewer customer Net Revenues to repay the City's Utility Bond issues. The Taxable Utility System Refunding Revenue Bonds, Series 2021 are payable through 2051 Net Revenues are gross revenues less operating expenses as defined in the bond covenants. Net Revenues totaled \$16,120,512 for the current year.

The City has also pledged future water and sewer customer Net Revenues to repay its three State Revolving Fund (SRF) Loans from the Florida Department of Environmental Protection. The combined outstanding balance of the SRF loans was \$26,294,370 at September 30, 2024. Principal and Interest payments in the current fiscal year on the Revolving Fund Loans totaled \$2,144,345, or 13.3% of water and sewer customer Net Revenues.

Debt Service Reserve Funds

A reserve fund provision in the City's Clean Water State Revolving Fund loan agreement went into effect on December 15, 2015. As a result, the City is required to make monthly deposits into a reserve account equal to 1/6th of one semi-annual loan payment for the duration of the loan repayment period. As a result, \$609,647 is reported in the noncurrent assets portion of the City's Proprietary Fund as of September 30, 2024.

Funding the debt service reserve does not require the City to actually expend the funds; it does, however, require the reserve funds to be classified as part of the City's restricted fund balance to reflect that the funds cannot be used for any purpose other than to meet debt service requirements. As a result, the amount available to fund infrastructure on a "pay as you go" basis is reduced, potentially resulting in the delay or cancellation of projects, or the use of alternative financing.

The Taxable Utility System Refunding Revenue Bonds, Series 2021; the Stormwater Bank Note; and the Capital Improvement Revenue Refunding Bonds, Series 2016, have no reserve requirement.

Changes in long-term liabilities

Long-term liability activity for the year ended September 30, 2024, was as follows:

The City's direct borrowing of \$2,300,339 related to governmental activities is the Stormwater Bank Note described in further detail on page 56, which is liquidated from resources of the Stormwater Fund. Capital Improvement Refunding Revenue Bonds and the Debt Service Deposit Agreement are liquidated from resources of the Transportation Fund and the General Fund. For governmental activities, liabilities for compensated absences, pension, and OPEB are liquidated from resources of the General Fund.

The City's direct borrowing of \$26,294,370 related to business-type activities are the Clean Water State Revolving Fund loans described in further detail on pages 56-58. All long-term liabilities for business-type activities are liquidated from the resources of the Enterprise Fund.

The City has no unused lines of credit as of September 30, 2024.

Debt activity for the year ended September 30, 2024 was:

	Beginning Balance*	Additions	Deletions	Ending Balance	Due Within One Year
Governmental activities					
Direct Borrowings:					
Stormwater Bank Note	\$ 2,695,200	\$ -	\$ 394,861	\$ 2,300,339	\$ 415,151
Other Debt:					
Capital Improvement Refunding					
Revenue Bonds Series 2016	29,915,000	-	845,000	29,070,000	890,000
Deferred Revenue, Debt Service Deposit Agreement	50,070	-	16,682	33,388	-
Add: Unamortized Premium	1,743,963	-	75,825	1,668,138	-
Right to use asset - SBITA	68,774	-	33,803	34,971	34,971
Net Pension Liability - Chapter 175	13,157,346	-	5,220,864	7,936,482	-
Net Pension Liability - FRS	12,687,989	-	1,593,470	11,094,519	-
OPEB	821,756	38,742	-	860,498	40,679
Compensated Absences	3,261,303	2,427,555	1,953,773	3,735,085	941,046
Total Governmental Activities	\$ 64,401,401	\$ 2,466,297	\$ 10,134,278	\$ 56,733,420	\$ 2,321,847
Business-type Activities					
Direct Borrowings:					
FDEP State Revolving Fund Loan #641800	\$ 19,728,944	\$ -	\$ 1,424,116	\$ 18,304,828	\$ 1,449,291
FDEP State Revolving Fund Loan #641830	5,744,221	-	341,547	5,402,674	343,803
FDEP State Revolving Fund Loan #641860	2,586,868	-	-	2,586,868	80,193
Total Direct Borrowings	28,060,033	-	1,765,663	26,294,370	1,873,287
Other Debt:					
Utility System Revenue Bonds					
Series 2021	94,485,000	-	2,670,000	91,815,000	2,680,000
Total Utility Bonds	94,485,000	-	2,670,000	91,815,000	2,680,000
Total Debt	122,545,033	-	4,435,663	118,109,370	4,553,287
SBITA - Liability	10,199	-	5,013	5,186	5,186
Net Pension Liability - FRS	3,697,206	-	562,519	3,134,687	-
OPEB	221,539	7,795	-	229,334	8,185
Compensated Absences	281,882	432,811	112,486	602,207	215,791
Total Business-type Activities	\$ 126,755,859	\$ 440,606	\$ 5,115,681	\$ 122,080,784	\$ 4,782,449

*Beginning balances were adjusted for implementation of GASB Statement 96

IV. Other Information

A. Risk management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of, assets; errors and omissions; injuries to employees; and natural disasters. To cover itself against these exposures, the City became a member of Preferred Government Insurance Trust (PGIT), a local government liability risk pool. The Pool has over 400 local government agency members. The Pool administers insurance activities relating to property loss (including boilers/machinery) and general, professional, automobile and public officials' liability. Additionally, Workers' Compensation, Employee Crime and petroleum storage tank coverage are provided. The Pool absorbs losses up to a specified amount each pool year and, in addition, purchases excess and other specific coverage from third-party carriers. The Pool assesses each member its pro rata share of the estimated amount required to meet current year projected losses and operating expenses. If total member assessments do not produce sufficient funds to meet its obligations, the Pool can make additional limited assessments. Losses, if any, in excess of the Pool's ability to assess its members, revert back to the member that incurred the loss. The City's insurance costs are allocated among the appropriate City departments and funds.

Workers' Compensation premiums increased by 9.84% and auto premiums increased by 15.48%. In total, the City's annual premium increased by 32.63%.

There have been no settlements in excess of insurance coverage in any of the prior five years and as such, no additional assessments were levied against the City for the fiscal year ended September 30, 2024

B. Commitments

The City has an Interlocal Agreement with Volusia County, Florida, for the provision of various municipal services. These services include mosquito control, road and bridge, and traffic engineering. The agreement is renewable bi-annually based on the mutual agreement of both parties. Either party can terminate the agreement without cause or further liability with 90 days written notice. The annual contractual commitment is approximately \$40,000 with the applicable portion payable from both the City's General Fund and Stormwater Utility Fund.

The City also has an Interlocal Agreement with Volusia County, Florida, for the provision of law enforcement services within the City. The agreement term is renewable annually each year on October 1. Either party can terminate the agreement without cause or further liability with 180 days written notice. The annual contractual commitment was \$12,803,287 for the fiscal year ended September 30, 2024 payable from the City's General Fund. Total staffing includes 80 sworn officers and three administrative personnel.

The City provides weekly residential garbage pick-up to its residents through a contract with a private company. The Commission entered into a new agreement with the company in July 2018. Under this current contract, the City pays \$12.69 per household per month to the vendor, plus tipping fees charged by the County for solid waste and yard waste disposal. Solid waste fees are considered pass-through fees and therefore, the City charges an annual assessment of \$202.80 for once-a-week garbage and yard waste services on all residential properties. The annual contractual commitment to the waste hauler was approximately

\$5,945,725 and the County was approximately \$1,889,495 for fiscal year ended September 30, 2024, payable from the City’s Solid Waste Management Fund.

C. Contingent liabilities

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

The City is often listed as a co-defendant in foreclosure cases when the City has a second mortgage or code enforcement lien recorded against the property being foreclosed. These types of cases require the City Attorney to file documents with the Court, but rarely result in costs to the City. Some of the liens either have priority over the mortgage in question or survive the foreclosure action and are eventually paid once the property is sold to a new owner.

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D. Other postemployment benefits (OPEB) Plans

The City follows GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, for reporting the its OPEB Plan liability.

Plan Description. The Other Postemployment Benefit (OPEB) Plan is a single-employer benefit plan administered by the City. Pursuant to Chapter 112.0801, Florida Statutes, former employees who retire from the City are eligible to participate in the City’s health plan for medical and prescription drug coverage. The City subsidizes the premium rates paid by retirees by allowing them to participate in the plan at blended group (implicitly subsidized) premium rates for both active and retired employees. These rates provide an implicit subsidy for retirees because, on an actuarial basis, their current and future claims are expected to result in higher costs to the plan, on average, than those of active employees. The City does not offer any explicit subsidies for retiree coverage. The OPEB Plan does not issue a stand-alone report and is not included in the report of another entity. The City’s OPEB Plan has no formal assets accumulated in a GASB compliant trust.

Summary of Membership Information. As of September 30, 2023 Actuarial Measurement the City had 336 OPEB members, 332 active and 4 inactive. All inactive members are retired employees.

Changes in the Total OPEB Plan Liability. The following table shows the change in the City’s OPEB plan liability:

Description	Total
Service Cost	\$ 70,936
Interest on the Total OPEB Plan Liability	48,025
Changes of Benefit Terms	-
Difference between expected and actual experience of the total OPEB liability	-
Changes of Assumptions and Other Inputs	(26,918)
Benefit Payments	(45,506)
Net change in Total OPEB Liability	<u>46,537</u>
Total OPEB Liability - Beginning	1,043,295
Total OPEB Liability - Ending	<u>\$ 1,089,832</u>

Actuarial Valuation and Measurement Dates. September 30, 2022 was the actuarial valuation date. For purposes of calculating and reporting the OPEB liability, valuation date amounts were the measurement date of September 30, 2023, using standard actuarial techniques.

Funded Status and Funding Progress. As of September 30, 2023, the total OPEB Plan liability was \$1,089,832 and assets held in trust were \$0, resulting in a funded ratio of 0 percent. The covered-employee payroll (annual payroll of active participating employees) was \$16,874,212 and the ratio of the total OPEB plan liability to the covered-employee payroll was 6.46%.

The OPEB plan contribution requirements of the District and OPEB Plan members are established and may be amended through Commission action. The City has not

advance-funded or established a funding methodology for the annual OPEB expense or the net OPEB Plan liability, and the OPEB plan is financed on a pay-as-you-go basis.

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

The OPEB liability calculation was based on the Individual Entry Age Normal Cost Method, with an increasing Normal Cost pattern consistent with the salary increase assumptions.

Demographic assumptions employed in the actuarial valuation for General employees were the same as those employed in the July 1, 2022 actuarial valuation of the FRS Benefit Pension Plan. These demographic assumptions were developed by FRS from an Actuarial Experience Study, and therefore are appropriate for use in the OPEB plan actuarial valuation. These include assumed rates of future termination, mortality, disability, and retirement. Retirement rates for firefighters were based on the age and years of service of participants.

Mortality tables used in the July 1, 2022 actuarial valuation of the Florida Retirement System for non-K-12 Instructional Regular Class and Special Risk Class members. These rates were taken from adjusted Pub-2010 mortality tables published by the Society of Actuaries with generational mortality improvements using Scale MP-2018. Adjustments to referenced tables are based on the results of a statewide experience study covering the period 2013 through 2018.

The total OPEB plan liability actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Description	
Inflation	2.5 percent
Salary Increases - General Employees in FRS	Rates of Salary Increase for General Employees in the FRS plan vary between 3.4% to 7.8%
Salary Increases - Firefighters	5.0 percent
Salary Increases - Employees in General Employees' Pension Plan	2.5 percent

Healthcare cost trend rates were based on the Getzen model, with trend starting at -4.48% in 2023 (to reflect actual premiums), 6.25% in 2023 and gradually decreasing to an ultimate trend rate of 4.00%.

Aging factor expenses were based on the 2013 SOA Study "Health Care Costs – From Birth to Death." Administrative expenses are included in the per capita health costs.

Discount Rate. There are no invested plan assets held in trust to finance the OPEB plan liability. The discount rate used equals the tax-exempt municipal bond rate based on an

City of Deltona, Florida

index of 20-year general obligation bonds with an average AA rating as of the measurement date. For the purpose of the OPEB plan valuation, the municipal bond rate was 4.63%.

The City's annual OPEB expense totaled \$74,413 for the fiscal year ended September 30, 2024. At September 30, 2024, the City reported deferred outflows and inflows of resources related to the OPEB plan liability from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 706,895	\$ 788,402
Change of assumptions and other inputs	77,197	577,952
Contributions subsequent to the Measurement Date	54,366	-
Total	\$ 838,458	\$ 1,366,354

The deferred outflows of resources related of \$54,366 resulting from City contributions to the Plan subsequent to the measurement date will be recognized as a reduction of the liability in the year ending September 30, 2025. Other amounts reported as deferred inflows of resources related to OPEB are recognized in expense as follows:

Fiscal Year Ending September 30	Amortization
2025	(39,647)
2026	(36,376)
2027	(36,376)
2028	(36,376)
2029	(38,598)
Thereafter	(394,889)
Total	\$ (582,262)

Sensitivity of the City's Total OPEB Liability to Changes in the Discount Rate. The following presents the District's OPEB plan liability calculated using the discount rate of 4.63%, as well as what the OPEB plan liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.63%) or 1 percentage point higher (5.63%) than the current rate:

	1% Decrease 3.63%	Current Discount Rate 4.63%	1% Increase 5.63%
OPEB Plan Liability	\$ 1,213,858	\$ 1,089,832	\$ 982,739

Sensitivity of the City's Total OPEB Liability to the Healthcare Cost Trend Rate Assumption. Regarding the sensitivity of the total OPEB liability, calculated using the assumed trend rates as well as what the OPEB Plan's total liability would be if it were calculated using a trend rate that is one percent lower or one percent higher:

	1% Decrease	Current Healthcare Cost Trend Rate Assumption	1% Increase
OPEB Plan Liability	\$ 943,329	\$ 1,089,832	\$ 1,270,621

E. Employee retirement systems and pension plans

Firefighters' Pension Plan

Plan Description

The *City of Deltona Firefighters' Pension Plan* (the Firefighters' Plan) is a single-employer, defined benefit pension plan for firefighters adopted through local ordinance on December 14, 1998, with an effective date of October 1, 1997. The establishment of the Plan, and any amendments thereto, are at the sole discretion of the City Commission.

The Plan was established, and operates within, the parameters of Chapter 175 of the Florida Statutes. This Statute governs fire pension plans in the State of Florida. The Plan's amortization periods are closed. The Plan is administered by a five-member Board of Trustees (the Board). Two members of the Board must be members of the Plan elected by a majority of all members of the Plan; two members must be residents of the City appointed by the City Commission; the fifth member is elected by a majority of the other four Board members. A stand-alone financial statement is not issued by the Plan.

Funding Policy

The Florida Constitution requires local governments to make actuarially-determined contributions. The Florida Division of Retirement reviews and approves each local government's actuarial report prior to its being used for funding purposes. The funding method and determination of benefits payable are provided for in the Florida Legislature, under which the Plan was created, including subsequent amendments.

Additionally, the State collects a locally authorized insurance premium surcharge on certain real and personal property insurance policies within the corporate limits of Deltona. The funds can be distributed only after the State has ascertained that the City has met its actuarial funding requirement for the most recently completed fiscal year. These funds are recorded in the General Fund, then immediately transferred to the pension fund. The pension fund records these amounts as revenue, while the General Fund records the transfer as an additional pension contribution expense.

Direct costs for Plan administration are paid from Plan assets. However, City staff do perform administrative functions at no cost to the Plan.

Benefits

The Plan provides retirement, termination, disability, and survivor benefits to all full-time certified firefighters. Benefits, as established by the City Commission, are determined by a calculation using length of service and average final compensation. Benefits of the Plan are recognized when due and payable in accordance with the terms of the Plan. Average final compensation (AFC) is the average of the employee's highest 5 years of the previous 10 years of compensation.

Normal Retirement

Normal retirement is the earlier of age 55 with 10 years Credited Service, or 25 years of Credited, regardless of age. Members earn benefits at the rate of 3% for each year of Creditable Service since October 1, 1997. The Plan also allows members a one-time option to obtain service credit for years of employment prior to October 1, 1997. This Past Service credit is at a 2% benefit rate for each year of creditable service. Members with 25 or more years of service receive an increase of their Past Service Credit from 2% to 3% provided that

the total benefit percent does not exceed 100%. There is an overall maximum benefit of 100% of the AFC.

Early Retirement

Early retirement is permitted at age 50 with 10 years of Credited Service. The accrued benefit for early retirement is reduced by 3.0% for each year prior to the Normal Retirement date.

Supplemental Benefit

A supplemental benefit of \$10 times total years of service at retirement with a maximum of \$250 is provided.

Cost of Living Allowance (COLA)

All Retirees who have completed at least 21 years of service, and those Retirees who retire with an In-Line of Duty disability retirement, shall receive an automatic 2.35% COLA beginning on the later of the attainment of age 52 or three (3) years following benefit commencement. This benefit shall not be payable to terminated vested Members. Additionally, beneficiaries and joint annuitants of deceased Retirees shall receive COLA adjustments, based on the age or years of service of the deceased Retiree.

Disability Benefit

A disability retirement benefit of a minimum of 60% of AFC is provided to any Member injured in-the-line-of-duty. A disability retirement benefit is provided at the accrued normal retirement benefit, but shall not be less than 25% of AFC to Members who are disabled from a non-service connected injury who have more than 10 years of Credited Service.

Pre-Retirement Death Benefit

The pre-retirement death benefit is the benefit accrued to the date of death payable to designated beneficiary for 10 years at the normal or early retirement date, at the option of the beneficiary. In the case of a participant's death prior to vesting, no retirement benefit shall be payable; the beneficiary will be entitled to a refund of the participant's contributions, however.

Vesting

Full vesting occurs with 10 years of Credited Service. Members who do not attain 10 years of Credited Service are refunded their member contributions when separated. Vested Members may choose their accrued benefit payable, or a refund of contributions.

Membership

As of October 1, 2023, there were a total of 134 participants. 73 of these participants are active Plan members; 17 are inactive Plan members entitled to, but not yet receiving, benefits; and 44 are inactive Plan members or beneficiaries currently receiving benefits.

Contributions

The Plan, as approved by the City Commission, requires members to contribute 11.4% of their annualized compensation. City contributions are equal to the remaining amount necessary for payment of Normal (current year) Cost and amortization of the accrued past service liability over 30 years. The City contribution is offset by estimated insurance premium receipts.

The Plan is operated as a Pension Trust Fund and is included as part of the City's reporting entity; therefore separate financial statements are not required.

Investments

Investments are reported at fair value and are managed by third party money managers. Investments that do not have an established market are reported at estimated fair market value.

The following asset allocation policy was adopted by the Board and was in effect as of the year ended September 30, 2024.

Asset Class	Target Allocation
Domestic Equity	45%
International Equity	10%
Broad Market Fixed Income	15%
Global Fixed Income	5%
Private Real Estate	10%
Private Equity	10%
Alternative	5%
Total	100%

Concentrations

The Plan did not hold investments in any one organization that represent 5% or more of the Plan's Fiduciary Net Position.

Rate of Return

For the year ended September 30, 2024 the annual money-weighted rate of return of Plan investments, net of Plan investment expense, was 19.00%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Deferred Retirement Option Program (DROP)

The Firefighters' Plan provides a Deferred Retirement Option Program for Members who have satisfied Normal Retirement requirements. The Member must elect to enter DROP within 12 months after reaching Normal Retirement. A Member can remain in DROP until s/he attains age 60 or 35 total years of service, whichever is earlier, up to a maximum participation of 96 months.

While in DROP, a Member may choose to have his/her account credited with interest of 6% per year or an interest rate equal to the net investment return realized by the System for that quarter. The Member may change his/her election only once.

For the year ended September 30, 2024 the DROP balance was \$990,222.

Net Pension Liability

The components of the City’s Net Pension Liability related to the Firefighters’ Plan on September 30, 2024 were:

Total Pension Liability	\$ 56,936,788
Plan Fiduciary Net Position	(49,000,306)
City's Net Pension Liability	<u>\$ 7,936,482</u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	86.06%

Actuarial Assumptions

The Total Pension Liability was determined by an actuarial valuation as of October 1, 2023 GASB 67/68 measurement date September 30, 2024 and GASB 68 Reporting date September 30, 2024 using the following actuarial assumptions:

Inflation	2.50%
Salary Increases	Service based
Discount Rate	7.50%
Long-Term rate of return	7.50%

Mortality rates were based on the PUB-2010 base table, projected generationally with Scale MP-2018. This assumption sufficiently accommodates future mortality improvements.

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

The most recent actuarial experience study used to review the significant assumptions was dated August 11, 2021.

The Long-Term Expected Rate of Return on 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 Plan investment expenses and inflation) are developed for each major asset class.

For 2024 the inflation rate assumption of the investment advisor was 2.5%. 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, 2024 are summarized in the following table:

Asset Class	Long Term Expected Real Rate of Return
Domestic Equity	7.50%
International Equity	8.50%
Broad Market Fixed Income	2.50%
Global Fixed Income	3.50%
Private Real Estate	4.50%
Private Equity	8.50%
Alternative	6.39%

**Changes in Net Pension Liability - Firefighters' Pension Plan
September 30, 2024**

GASB 67/68 Measurement Date	9/30/2024	9/30/2023
GASB 68 Reporting Period Ending	9/30/2024	9/30/2023
Total Pension Liability		
Service Cost	\$ 1,297,844	\$ 1,235,877
Interest	4,069,663	3,797,542
Share Plan Allocation	120,721	98,684
Changes of benefit terms	-	-
Experience gains/losses	88,989	1,021,941
Changes of assumptions	-	651,854
Contributions - Buyback	-	-
Benefit Payments	(3,209,538)	(1,937,140)
Net Change in Total Pension Liability	2,367,679	4,868,758
Total Pension Liability - Beginning	54,569,109	49,700,351
Total Pension Liability - Ending (a)	\$ 56,936,788	\$ 54,569,109
Plan Fiduciary Net Position		
Contributions - Employer	1,606,473	1,446,000
Contributions - State	691,443	647,369
Contributions - Employee	634,362	575,527
Contributions - Buyback	-	-
Net Investment Income	7,986,693	4,601,347
Benefit Payments	(3,209,538)	(1,937,140)
Administrative Expense	(120,890)	(159,097)
Other	-	-
Net Change in Plan Fiduciary Net Position	7,588,543	5,174,006
Plan Fiduciary Net Position - Beginning	41,411,763	36,237,757
Adjustment to beginning of year	-	-
Plan Fiduciary Net Position - Ending (b)	\$ 49,000,306	\$ 41,411,763
Net Pension Liability - Ending (a) - (b)	\$ 7,936,482	\$ 13,157,346
Plan Fiduciary Net Position		
As % of Total Pension Liability	86.06%	75.89%
Covered Payroll	5,564,577	5,048,481
Net Pension Liability		
As % of Covered Payroll	142.63%	260.62%

Discount Rate

The Discount Rate used to measure the total pension liability was 7.50%. The projection of cash flows used to determine the Discount Rate assumed that Plan Member contributions will be made at the current contribution rate and that City contribution rates will be made at rates equal to the difference between actuarially determined contribution rates and the Member rate. Based on those assumptions, the Firefighters' 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 Plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability.

The City's Net Pension Liability based on a 7.50% discount rate is \$7,936,482. The table below presents the effect on the Net Pension Liability if the discount rate were reduced or increased by 1.00%.

Sensitivity to Changes in Discount Rate - Firefighters' Pension Plan		
September 30, 2024		
GASB 67/68 Measurement Date	09/30/2024	09/30/2023
GASB 68 Reporting Period Ending	09/30/2024	09/30/2023
Discount Rate	7.50%	7.50%
+1% Discount Rate	8.50%	8.50%
-1% Discount Rate	6.50%	6.50%
Sponsor's Net Pension Liability		
Current Discount Rate	\$ 7,936,482	\$ 13,157,346
1% Increase in Discount Rate	1,702,447	7,173,540
1% Decrease in Discount Rate	15,514,720	20,448,482

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

For the year ended September 30, 2024, the City recognized a Pension Expense of \$2,021,377 related to the Firefighters' Pension Plan. On September 30, 2024 the City reported Deferred Outflows of Resources and Deferred Inflows of Resources related to the Firefighters' Pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
City of Deltona Firefighters' Pension		
Differences between Expected and Actual Experience	\$ 1,764,301	\$ 110,611
Change in assumptions	780,550	-
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	1,978,337
Total	\$ 2,544,851	\$ 2,088,948

Amounts reported as Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions will be recognized in Pension Expense as follows:

Year Ended September 30,	Amount
2025	\$ 249,039
2026	1,174,381
2027	(819,018)
2028	(545,525)
2029	384,313
Thereafter	12,713
Total	<u>\$ 455,903</u>

General Employees' Pension Plan

Plan Description

The *City of Deltona General Employees' Pension Plan* (the Employee Plan) is a single-employer, defined contribution pension plan adopted through City resolution on December 17, 1997, with an effective date of October 1, 1997. The Plan is a tax-qualified plan pursuant to section 401(a) of the Internal Revenue Code that covers all full-time employees of the City, excluding certified firefighters, as described in "Membership," below.

Membership

The Employee Plan was closed to new members by the City effective December 1, 2006 when the City opted to enroll in the Florida Retirement System (FRS). As of September 30, 2024, 8 employees were still enrolled in the Plan.

Funding Policy

The Employee Plan is administered by an outside party and requires the City to contribute 10% of each participant's base earnings to a pension trust. Base earnings includes W-2 earnings, plus any contribution made pursuant to a salary reduction agreement not included under section 125 of the Internal Revenue Code, less unscheduled overtime and on call pay. Participants are not required to contribute to the Employee Plan; all contributions are voluntary, unmatched by the City, and made on an after-tax basis. The Plan has a five-year graduated vesting schedule and all participants are fully vested in the Plan. The Plan permits withdrawals for retirement, termination and disability. The Plan does not allow participants to borrow against their accounts.

For the fiscal year ended September 30, 2024, the City's total covered payroll for employees eligible to participate in the Plan was \$603,096. The required employer contribution and the contribution actually made amounted to \$60,310 or 10% of covered payroll. Investments are reported at fair value. There have been no revisions to the Plan since its adoption.

The City is the Trustee for the plan; assets are held in employees' names, however, and therefore the City is not exposed to custodial risk. Because the plan is a defined-contribution plan, there is no Net Pension Liability, Deferred Outflows, or Deferred Inflows reported in connection with this Plan.

Florida Retirement System Plans (FRS)

General Information

The City participates in the Florida Retirement System (FRS), a cost-sharing multiple-employer defined benefit public employee retirement system, administered by the State of Florida Department of Management Services, Division of Retirement. As provided by Chapters 121 and 112, Florida Statutes, the FRS provides two cost sharing, multiple employer defined benefit plans administered by the Florida Department of Management Services, Division of Retirement, including the FRS Pension Plan (“FRS Pension Plan”) and the Retiree Health Insurance Subsidy (“HIS Plan”).

Effective July 1, 2002, the FRS implemented a defined contribution plan (“Investment Plan”) under Section 121.4501, Florida Statutes, as an alternative available to all FRS members in lieu of the FRS Pension Plan and covers the same classes of employees as the FRS Pension Plan. Employer and employee contributions are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Employee and employer contributions are directed to individual member accounts, and members may select various approved investments to which they allocate their contributions and account balances. Benefits in the Investment Plan vest after one year of service.

The FRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 121, Florida Statutes, and Chapter 60S, Florida Administrative Code. Amendments to the law can be made only by an act of the Florida State Legislature.

FRS Pension Plan Description

The FRS Pension Plan is a cost-sharing multiple-employer defined benefit pension plan, with a Deferred Retirement Option Program (DROP) for eligible employees. The FRS Pension Plan provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Florida Statutes Chapter 121, as may be amended from time to time by the State legislature, provides the methodology for determining contribution rates for the various membership classes of the FRS. Benefits are established by Chapter 21, Florida Statutes, and Chapter 60S, Florida Administrative Code. Amendments to the law may be made only by an act of the Florida State Legislature. Benefits and refunds of the defined benefit pension plan are recognized when due and payable in accordance with the terms of the plan.

The State of Florida annually issues a publicly available financial report that includes financial statements as well as required supplementary information for the FRS. The most recent report is available from:

State of Florida Department of Management Services
Division of Retirement
Post Office Box 9000
Tallahassee, Florida 32315-9000

www.dms.myflorida.com/workforce_operations/retirement/publications/annual_reports

Membership

The City passed Resolution #2006-39, which allowed all eligible employees to enroll in FRS with the State of Florida (a defined benefit pension plan) with an effective date of December 1, 2006, or continue to participate in the pre-existing defined contribution pension plan known as the City of Deltona General Employees' Pension Plan. All general employees hired after December 1, 2006 are compulsory members of FRS. General employees who elected to participate in FRS with the State of Florida had the option to purchase past service credit back to October 1, 1997. For each general employee who opted to purchase past service, their General Employees' Pension Plan assets were transferred directly to FRS with the State of Florida. As of September 30, 2024, there were 274 employees enrolled in FRS.

Benefits

Benefits provided under the FRS Pension Plan are calculated on the basis of age, average final compensation, and service credit. For FRS Pension Plan members enrolled before July 1, 2011, Regular class members who retire at or after age 62 with at least six years of credited service, or 30 years of service regardless of age, are entitled to a retirement benefit payable monthly for life, equal to 1.6% of their final average compensation based on the five highest years of salary, for each year of credited service. Vested members with less than 30 years of service may retire before age 62 and receive reduced retirement benefits. Senior Management Service class members who retire at or after age 62 with at least six years of credited service, or 30 years of service regardless of age, are entitled to a retirement benefit payable monthly for life, equal to 2.0% of their final average compensation based on the five highest years of salary for each year of credited service.

For FRS Pension Plan members enrolled on or after July 1, 2011, the vesting requirement is extended to eight years of credited service for all these members and increasing normal retirement to age 65, or 33 years of service regardless of age. The final average compensation for the members hired after July 1, 2011 will be based on the eight highest years of salary.

As provided in Section 121.101, Florida Statutes, if a member was initially enrolled in the FRS Pension Plan before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment (COLA) is three percent (3.0%) per year. If a member was initially enrolled before July 1, 2011, and has service credit on or after July 1, 2011, there is an individually calculated COLA. The annual COLA is a prorated portion of three percent determined by dividing the sum of the pre-July 2011 service credit by the total service credit at retirement multiplied by three percent. FRS Pension Plan members initially enrolled on or after July 1, 2011, will not receive a cost-of-living adjustment after retirement.

In addition to the above benefits, the DROP program allows eligible members to defer receipt of monthly retirement benefit payments while continuing employment with an FRS employer for a period not to exceed 60 months after electing to participate. Deferred monthly benefits are held in the FRS Trust Fund and accrue interest. There are no required contributions by DROP participants.

Contributions/Funding

Effective July 1, 2011, all active members of the FRS Pension Plan, other than DROP participants, are required to contribute three percent of their salary to the FRS. In addition to

member contributions, governmental employers are required to make contributions to the FRS Pension Plan based on state-wide contribution rates established by the Florida Legislature.

These rates are updated as of July 1 of each year. The employer contribution rates by job class for the periods from October 1, 2021 through June 30, 2023 and from July 1, 2023 through September 30, 2024, respectively, were as shown below:

	September 30,		
	2022	2023	2024
Regular Class	11.91%	13.57%	13.63%
Senior Management Service Class	31.57%	34.52%	34.52%
Reemployed retirees	5.89%	6.78%	6.84%
DROP Participants	18.60%	21.13%	21.13%

The City made all required contributions to the FRS Pension Plan which totaled \$1,846,817 for fiscal year ended September 30, 2024.

Pension Liabilities, Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

As of September 30, 2024, the City reported a liability of \$9,272,041 for its proportionate share of the FRS Pension Plan’s net pension liability. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2024. The City’s proportionate share of the net pension liability was based on the City’s contributions for FY 2023/2024 relative to the City’s contributions for FY 2022/2023 of all participating members. At June 30, 2024, the City’s proportionate share was 0.02397%, which was an decrease of 0.0034% percent from its proportionate share measured as of June 30, 2023.

For the fiscal year ended September 30, 2024, the City recognized pension expense of \$1,403,623. In addition the City reported current deferred outflows and inflows of resources related to pensions from the following sources:

FRS Pension Plan	Deferred Outflow of Resources	Deferred Inflow of Resources
Differences between Expected and Actual Experience	\$ 936,725	\$ -
Change of Assumptions	1,270,818	-
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	616,268
Changes in Proportion and Differences between City FRS Pension Plan Contributions and Proportionate Share of Contributions	461,249	972,272
City FRS Pension Plan Contributions Subsequent to the Measurement Date	370,492	-
Total	\$ 3,039,284	\$ 1,588,540

The deferred outflow of resources of \$370,492 resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the FRS Pension Plan will be recognized in pension expense as follows:

Year Ended September 30,	Amount
2025	\$ (136,030)
2026	1,467,147
2027	(66,008)
2028	(207,270)
2029	22,413
Total	\$ 1,080,252

Actuarial Assumptions

The total pension liability in the July 1, 2024 actuarial valuation was determined using the following actuarial assumption, applied to all periods included in the measurement:

Inflation	2.40%
Salary increases	3.50%, average, including inflation
Investment rate of return	6.70%, net of pension plan investment expense, including inflation

Mortality rates were based on the PUB-2010 base table, projected generationally with Scale MP-2021. The most recent experience study for the FRS Pension Plan was completed in 2019.

The long-term expected rate of return on FRS Pension Plan investments is 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 and best estimates of arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation (1)	Annual Arithmetic Return	Compound Annual (Geometric) Return	Standard Deviation
Cash	1.0%	3.3%	3.3%	1.1%
Fixed Income	29.0%	5.7%	5.6%	3.9%
Global equity	45.0%	8.6%	7.0%	18.2%
Real Estate (Property)	12.0%	8.1%	6.8%	16.6%
Private Equity	11.0%	12.4%	8.8%	28.4%
Strategic Investments	2.0%	6.6%	6.2%	8.7%
Total	100.0%			
Assumed Inflation - Mean		2.4%		1.5%

(1) As outlined in the FRS Plan's Investment Policy

Discount Rate

The discount rate used to measure the total pension liability was 6.70%. The FRS Pension Plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for the calculation of the total pension liability is equal to the long-term expected rate of return.

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

Shown below is the City’s proportionate share of the net pension liability calculated using the discount rate of 6.70%, as well the City’s proportionate share of the net pension liability calculated using a discount rate one percentage point lower (5.70%) or one percentage point higher (7.70%) than the current rate:

City Net FRS Pension Plan Liability Based on Discount Rate

1% Decrease in Discount Rate to 5.70%	Current Discount Rate 6.70%	1% Increase in Discount Rate to 7.70%
\$ 16,309,194	\$ 9,272,040	\$ 3,376,931

Pension Plan Fiduciary Net Position

Detailed information regarding the FRS Pension Plan’s fiduciary net position is available in the separately issued FRS Pension Plan and Other State-Administered Systems Annual Comprehensive Financial Report.

Payables to the Pension Plan

At September 30, 2024, the City reported a payable in the amount of \$185,545 for contributions in-transit to the FRS Pension Plan required for the fiscal year ended September 30, 2024.

FRS Health Insurance Subsidy Plan (HIS Plan)

Plan Description

The 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.

Benefits

The benefit received by HIS Plan members 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. Eligibility for this benefit requires a retiree under a State-administered retirement system to provide proof of health insurance coverage which may include Medicare.

For fiscal year ended September 30, 2024, eligible retirees and beneficiaries received a monthly HIS payment of \$7.50 for each year of creditable service completed at the time of retirement, with a monthly minimum HIS payment of \$45 and a monthly maximum HIS payment of \$225.

Contributions

The HIS Plan is funded by required contributions from participating FRS 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 September 30, 2024, the HIS contribution was 2.0%.

The City contributed 100% of its statutorily required contributions for fiscal year ended September 30, 2024. 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 legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or cancelled.

The City made all required contributions to the HIS Plan which totaled \$235,832 for fiscal year ended September 30, 2024.

Pension Liabilities, Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

As of September 30, 2024, the City reported a liability of \$4,957,164 for its proportionate share of the HIS Plan’s net pension liability. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2024. The City’s proportionate share of the net pension liability was based on the City’s contributions for FY 2023/2024 relative to the City’s contributions for FY 2022/2023 of all participating members. At June 30, 2024, the City’s proportionate share was .03304%, which was a decrease of .0014 percent from its proportionate share measured as of June 30, 2023.

For the fiscal year ended September 30, 2024, the City recognized pension expense of \$281,947. In addition, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

FRS Health Insurance Subsidy Plan (HIS Plan)	Deferred Outflow of Resources	Deferred Inflow of Resources
Differences between Expected and Actual Experience	\$ 47,865	\$ 9,518
Change of Assumptions	87,730	586,865
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	1,793
Changes in Proportion and Differences between City FRS Pension Plan Contributions and Proportionate Share of Contributions	308,255	197,166
City FRS Pension Plan Contributions Subsequent to the Measurement Date	76,499	-
Total	\$ 520,349	\$ 795,342

The deferred outflow of resources of \$76,499 resulting from City contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the HIS Plan will be recognized in pension expense as follows:

Year Ended September 30,	Amount
2025	\$ (7,818)
2026	(36,578)
2027	(94,030)
2028	(100,356)
2029	(87,199)
Thereafter	(25,511)
Total	\$ (351,492)

Actuarial Assumptions

The total pension liability in the June 30, 2024 actuarial valuation was determined using the following actuarial assumption, applied to all periods included in the measurement:

Inflation	2.40%
Salary increases	3.50%, average, including inflation
Investment rate of return	3.65%

Mortality rates were based on the PUB-2010 base table, projected generationally with Scale MP-2021. The actuarial assumptions used were based on the results of an actuarial experience study.

Discount Rate

The discount rate used to measure the total pension liability was 3.93%. 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 Plan 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.

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Sensitivity of the City’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

Shown below is the City’s proportionate share of the net pension liability calculated using the discount rate of 3.93%, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (2.93%) or one percentage point higher (4.93%) than the current rate:

City Net HIS Plan Liability Based on Discount Rate

1% Decrease in Discount Rate to 2.93%	Current Discount Rate 3.93%	1% Increase in Discount Rate to 4.93%
\$ 5,643,094	\$ 4,957,164	\$ 4,387,731

Pension Plan Fiduciary Net Position

Detailed information regarding the HIS Plan’s fiduciary net position is available in the separately issued FRS Pension Plan and Other State-Administered Systems Annual Comprehensive Financial Report.

Payables to the Pension Plan

At September 30, 2024, the City reported a payable in the amount of \$18,638 for contributions in-transit to the HIS Pension Plan required for the fiscal year ended September 30, 2024.

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Summary of Pension Plans Liability / Inflows / Outflows / Expense

The following chart presents a summary of the GASB 68 implementation information for each of the City's pension plans.

GASB 68				
Summary of Pension Plans				
As of September 30, 2024	Net Pension Liability	Deferred Outflow of Resources	Deferred Inflow of Resources	Pension Expense
FRS - Governmental				
Pension	(7,391,064)	2,262,984	(1,182,792)	778,165
Health Insurance Subsidy	(3,703,455)	375,477	(573,908)	293,614
FRS - Governmental - Total	(11,094,519)	2,638,461	(1,756,700)	1,071,779
FRS - Deltona Water				
Pension	(1,880,977)	776,300	(405,748)	91,573
Health Insurance Subsidy	(1,253,710)	144,872	(221,434)	43,710
FRS - Deltona Water - Total	(3,134,687)	921,172	(627,182)	135,283
Total FRS				
Pension	(9,272,040)	3,039,284	(1,588,540)	1,403,623
Health Insurance Subsidy	(4,957,164)	520,349	(795,342)	281,947
FRS - Total	(14,229,204)	3,559,633	(2,383,882)	1,685,570
Firefighters' Pension Plan	(7,936,482)	2,544,851	(2,088,948)	2,021,377
Total	(22,165,686)	6,104,484	(4,472,830)	3,706,947

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The following schedule summarizes the general and fire pension plan assets and changes in the net position of the plans:

Schedule of Pension Plan Net Position as of September 30, 2024 (1)			
	Firefighters' Pension Trust Fund	General Employees' Pension Trust Fund (2)	Total
Assets			
Cash and Investments	\$ 49,162,803	\$ 3,892,339	\$ 53,055,142
Member Contributions in Transit	58,052	-	58,052
Due from Other Governments	98,306	-	98,306
Prepaid	5,139	-	5,139
Total Assets	49,324,300	3,892,339	53,216,639
Liabilities			
Accounts Payable	323,994	-	323,994
Total Liabilities	323,994	-	323,994
Net Position			
Reserved for Employees' Pension	\$ 49,000,306	\$ 3,892,339	\$ 52,892,645
Additions			
Contributions			
Employer	\$ 1,606,473	\$ 63,056	\$ 1,669,529
State of Florida	691,443	-	691,443
Employee	634,362	-	634,362
Buyback	-	-	-
Total Contributions	2,932,278	63,056	2,995,334
Investment earnings			
Interest and dividends	983,141	58,145	1,041,286
Net change in fair value of investments	7,155,793	653,776	7,809,569
Less investment expense	(152,241)	(616)	(152,857)
Total investment income (loss)	7,986,693	711,305	8,697,998
Total Additions	10,918,971	774,361	11,693,332
Deductions			
Benefit Payments - Retirement	2,865,566	541,020	3,406,586
Benefit Payments - Disability	268,607	-	268,607
Benefit Payments - Beneficiary	18,047	-	18,047
Forfeitures	57,318	-	57,318
Administration	120,890	-	120,890
Total Deductions	3,330,428	541,020	3,871,448
Net Increase	7,588,543	233,341	7,821,884
Net Position Reserved for Employees'			
Pension Benefits			
Beginning of Year	41,411,763	3,658,998	45,070,761
End of Year	\$ 49,000,306	\$ 3,892,339	\$ 52,892,645

(1) The above table includes the two single employer plans maintained by the City of Deltona and does not include the defined benefit plans for general employees administered by the Florida Retirement System.

(2) Defined contribution plan.

Other Pension Plan Information

The Required Supplementary Information following the Notes to the Financial Statements presents multi-year trend information regarding the Changes in Net Pension Liability, Contributions and Investment Returns as well as information regarding Methods and Assumptions used to Determine Contribution Rates

F.Change in accounting principle

Effective October 1, 2023, the City adopted GASB Statement No. 100, *Accounting Changes and Error Corrections*. The statement provides guidance on enhancing accountin and financial reporting requirements. The statement is based on the principle that accounting changes and error corrections should be separately stated to provide more understandable, reliable, relevant, consistent and comparable information for making decisions or assessing accountability.

The financial statements of the City have been restated to comply with the requirement of Statement No. 100. This impacts the summary of significant accounting policy note and presentation of the fund financial statements.

	Major Governmental <u>Solid Waste Fund</u>	Non-Major Governmental <u>Funds</u>
9-30-23 Beginning Fund Balance as Previously Reported	\$ -	\$ 18,969,026
Solid Waste Fund - Change from Non-Major to Major	<u>1,354,263</u>	<u>(1,354,263)</u>
9-30-23 Beginning Fund Balance as Restated	<u>\$ 1,354,263</u>	<u>\$ 17,614,763</u>

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REQUIRED SUPPLEMENTARY INFORMATION

City of Deltona, Florida

General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Property taxes	\$ 31,780,000	\$ 31,780,000	\$ 32,524,764	\$ 744,764
Franchise fees	5,534,800	5,534,800	5,135,686	(399,114)
Public service tax	10,013,900	10,013,900	9,529,653	(484,247)
State revenue sharing	5,641,700	5,641,700	5,799,157	157,457
Intergovernmental	7,103,400	7,103,400	11,625,088	4,521,688
Charges for services	5,023,000	5,023,000	5,508,052	485,052
Fines and forfeitures	251,600	251,600	419,719	168,119
Interest income	250,000	250,000	3,932,130	3,682,130
Miscellaneous	610,500	610,500	497,646	(112,854)
Total revenues	66,208,900	66,208,900	74,971,895	8,762,995
EXPENDITURES				
General government:				
City Commission	474,600	499,600	488,333	11,267
City Manager	2,340,600	2,444,600	1,232,690	1,211,910
City Clerk	751,900	812,200	703,784	108,416
Fiscal Services	1,568,200	1,568,200	1,067,202	500,998
City Attorney	493,900	493,900	450,661	43,239
Planning and Development Services	1,383,400	1,383,400	1,100,011	283,389
Community Development	404,600	404,600	80,890	323,710
Construction Services	2,247,900	2,247,900	1,507,762	740,138
Human Resources	1,277,600	1,359,600	939,651	419,949
General Government	2,117,000	2,175,500	1,975,219	200,281
Enforcement Services	2,361,900	2,361,900	2,009,171	352,729
Total general government	15,421,600	15,751,400	11,555,374	4,196,026
Public safety:				
Law Enforcement	12,866,300	12,866,300	12,837,044	29,256
Fire Administration	2,523,300	2,618,800	2,347,659	271,141
Fire Operations	12,821,400	12,821,400	12,521,745	299,655
Total public safety	28,211,000	28,306,500	27,706,448	600,052
Highways and streets:				
Public Works - Traffic Division	932,700	932,700	808,898	123,802
Public Works - Engineering	404,000	404,000	337,329	66,671
Public Works - Field Operations	1,239,800	1,569,800	1,560,004	9,796
Public Works - Administration	397,300	397,300	405,371	(8,071)
Public Works - Fleet Maintenance	533,900	533,900	526,694	7,206
Total highways and streets	3,507,700	3,837,700	3,638,296	199,404
Culture and recreation:				
Parks and Recreation	5,177,500	5,177,500	3,898,013	1,279,487
The Center at Deltona	962,700	962,700	864,813	97,887
Total culture and recreation	6,140,200	6,140,200	4,762,826	1,377,374
Total operating	53,280,500	54,035,800	47,662,944	6,372,856
Debt service:				
Interest	238,500	238,500	222,907	15,593
Principal retirement	165,000	165,000	185,000	(20,000)
Total debt service	403,500	403,500	407,907	(4,407)
Capital outlay:				
General government	637,600	974,900	222,711	752,189
Public safety	-	-	856,597	(856,597)
Highways and streets	-	-	434,881	(434,881)
Culture and recreation	-	-	138,603	(138,603)
Physical environment	2,914,900	5,089,200	64,800	5,024,400
Total capital outlay	3,552,500	6,064,100	1,717,592	4,346,508
Total expenditures	57,236,500	60,503,400	49,788,443	10,714,957
Excess (deficiency) of revenues over expenditures	8,972,400	5,705,500	25,183,452	19,477,952
OTHER FINANCING SOURCES (USES)				
Transfer(s) in	5,205,200	5,205,200	5,205,200	-
Transfer(s) out	(20,372,500)	(20,372,500)	(20,372,500)	-
Total other financing source (uses)	(15,167,300)	(15,167,300)	(15,167,300)	-
Net change in fund balances	(6,194,900)	(9,461,800)	10,016,152	19,477,952
Fund balance, beginning	68,212,526	53,913,346	68,212,526	14,299,180
Fund balance, ending	\$ 62,017,626	\$ 44,451,546	\$ 78,228,678	\$ 33,777,132

Note: This schedule is prepared based on Generally Accepted Accounting Principles.

Solid Waste Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 For the Fiscal Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Charges for services	\$ 7,018,600	\$ 7,018,600	\$ 7,113,006	\$ 94,406
Fines and forfeitures	18,800	18,800	20,650	1,850
Interest income	15,000	15,000	234,045	219,045
Miscellaneous	170,000	170,000	239,534	69,534
Total revenues	<u>7,222,400</u>	<u>7,222,400</u>	<u>7,607,235</u>	<u>384,835</u>
EXPENDITURES				
Operating:				
Physical environment	8,729,500	8,729,500	8,086,764	642,736
Total operating	<u>8,729,500</u>	<u>8,729,500</u>	<u>8,086,764</u>	<u>642,736</u>
Total expenditures	<u>8,729,500</u>	<u>8,729,500</u>	<u>8,086,764</u>	<u>642,736</u>
Excess (deficiency) of revenues over expenditures	<u>(1,507,100)</u>	<u>(1,507,100)</u>	<u>(479,529)</u>	<u>1,027,571</u>
OTHER FINANCING SOURCES (USES)				
Transfer(s) in	1,300,000	1,300,000	1,300,000	-
Transfer(s) out	<u>(70,000)</u>	<u>(70,000)</u>	<u>(70,000)</u>	<u>-</u>
Total other financing source (uses)	<u>1,230,000</u>	<u>1,230,000</u>	<u>1,230,000</u>	<u>-</u>
Net change in fund balances	(277,100)	(277,100)	750,471	1,027,571
Fund balance, beginning	1,354,263	1,160,515	1,354,263	193,748
Fund balance, ending	<u>\$ 1,077,163</u>	<u>\$ 883,415</u>	<u>\$ 2,104,734</u>	<u>\$ 1,221,319</u>

Note: This schedule is prepared based on Generally Accepted Accounting Principles.

Transportation Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 For the Fiscal Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 4,905,800	\$ 6,684,300	\$ 2,835,037	\$ (3,849,263)
Charges for services	250,000	250,000	121,935	(128,065)
Interest income	3,500	3,500	1,474,311	1,470,811
Total revenues	<u>5,159,300</u>	<u>6,937,800</u>	<u>4,431,283</u>	<u>(2,506,517)</u>
EXPENDITURES				
Operating:				
Highways and streets	297,400	919,604	819,873	99,731
Total operating	<u>297,400</u>	<u>919,604</u>	<u>819,873</u>	<u>99,731</u>
Debt service:				
Interest	856,700	856,700	795,162	61,538
Principal retirement	600,000	600,000	660,000	(60,000)
Total debt service	<u>1,456,700</u>	<u>1,456,700</u>	<u>1,455,162</u>	<u>1,538</u>
Capital outlay:				
General government	2,250,000	3,673,700	-	3,673,700
Highways and streets	-	-	293,839	(293,839)
Physical environment	7,100,000	22,953,300	-	22,953,300
Total capital outlay	<u>9,350,000</u>	<u>26,627,000</u>	<u>293,839</u>	<u>26,333,161</u>
Total expenditures	<u>11,104,100</u>	<u>29,003,304</u>	<u>2,568,874</u>	<u>26,434,430</u>
Excess (deficiency) of revenues over expenditures	<u>(5,944,800)</u>	<u>(22,065,504)</u>	<u>1,862,409</u>	<u>23,927,913</u>
OTHER FINANCING SOURCES (USES)				
Transfer(s) in	5,755,000	5,755,000	5,396,656	(358,344)
Transfer(s) out	(87,300)	(87,300)	(70,300)	17,000
Total other financing source (uses)	<u>5,667,700</u>	<u>5,667,700</u>	<u>5,326,356</u>	<u>(341,344)</u>
Net change in fund balances	(277,100)	(16,397,804)	7,188,765	23,586,569
Fund balance, beginning	22,653,937	17,444,273	22,653,937	5,209,664
Fund balance, ending	<u>\$ 22,376,837</u>	<u>\$ 1,046,469</u>	<u>\$ 29,842,702</u>	<u>\$ 28,796,233</u>

Note: This schedule is prepared based on Generally Accepted Accounting Principles.

Schedule of Changes in Total OPEB Liability and Related Ratios
Measurement Year Ended September 2023
Last 10 Fiscal Years*

Measurement Year Ended September 30,	2023	2022	2021	2020	2019	2018	2017
A. Total OPEB liability							
1. Service Cost	\$ 70,936	\$ 98,753	\$ 90,622	\$ 103,689	\$ 79,490	\$ 57,354	\$ 59,355
2. Interest on the Total OPEB Liability	48,025	51,544	53,687	40,144	50,563	40,797	36,325
3. Changes of assumptions and other inputs	-	-	-	-	-	-	-
4. Difference between expected and actual experience of the Total OPEB Liability	-	(954,382)	-	1,095,506	-	39,009	-
5. Changes of assumptions and other inputs	(26,918)	(365,862)	54,420	(393,673)	37,173	40,255	(60,483)
6. Benefit payments	(45,506)	(83,266)	(78,565)	(50,861)	(52,775)	(37,228)	(41,406)
7. Net change in Total OPEB Liability	46,537	(1,253,213)	120,164	794,805	114,451	140,187	(6,209)
8. Total OPEB Liability - Beginning	1,043,295	2,296,508	2,176,344	1,381,539	1,267,088	1,126,901	1,133,110
9. Total OPEB Liability - Ending	\$ 1,089,832	\$ 1,043,295	\$ 2,296,508	\$ 2,176,344	\$ 1,381,539	\$ 1,267,088	\$ 1,126,901
B. Covered Employee Payroll	\$ 16,874,212	\$ 18,772,952	\$ 18,281,303	\$ 16,378,953	\$ 16,097,651	\$ 15,774,073	\$ 15,530,777
C. Total OPEB Liability as a Percentage	6.46%	5.56%	12.56%	13.29%	8.58%	8.03%	7.26%

* The amounts presented for each fiscal year were determined as of September 30. The City implemented GASB Statement 75 for fiscal year ended September 30, 2018. As a result, this Schedule will present 10 years of information as available.

Note: Covered-Employee Payroll presented for the 2023 measurement year is an estimate based on the data submitted for the September 30, 2022 valuation. GASB Statement 75 defines Covered-Employee Payroll as the payroll of employees that are provided with OPEB through the OPEB plan, including employees terminating during the measurement period.

Schedule of Changes in Firefighter Net Pension Liability and Related Ratios
Last 10 Fiscal Years

	9/30/2024	9/30/2023	9/30/2022	9/30/2021	9/30/2020
Total pension liability					
Service cost	\$ 1,297,844	\$ 1,235,877	\$ 1,215,872	\$ 1,152,416	\$ 987,101
Interest	4,069,663	3,797,542	3,495,668	3,290,497	2,994,794
Change in excess State money	-	-	-	-	-
Share plan allocation	120,721	98,684	52,087	16,840	4,007
Changes of benefit terms	-	-	-	1,089,278	-
Differences between expected and actual experience	88,989	1,021,941	1,059,889	56,218	713,396
Change of assumptions	-	651,854	-	338,260	19,482
Contributions - Buy Back	-	-	11,343	34,098	-
Benefit payments, incl. refunds of EE contributions	(3,209,538)	(1,937,140)	(1,828,544)	(1,773,770)	(1,668,383)
Net change in total pension liability	2,367,679	4,868,758	4,006,315	4,203,837	3,050,397
Total pension liability - beginning	54,569,109	49,700,351	45,694,036	41,490,199	38,439,802
Total pension liability - ending (a)	56,936,788	54,569,109	49,700,351	45,694,036	41,490,199
Plan fiduciary net position					
Contributions - employer	1,606,473	1,446,000	1,467,404	1,419,011	1,298,760
Contributions - State	691,443	647,369	554,173	483,679	458,013
Contributions - employee	634,362	575,527	560,259	390,409	337,757
Contributions - Buy Back	-	-	11,343	34,098	-
Net investment income	7,986,693	4,601,347	(6,630,390)	7,226,916	3,348,269
Benefit payments, incl. refunds of EE contributions	(3,209,538)	(1,937,140)	(1,828,544)	(1,773,770)	(1,668,383)
Administrative expense	(120,890)	(159,097)	(101,681)	(86,045)	(91,103)
Net change in plan fiduciary net position	7,588,543	5,174,006	(5,967,436)	7,694,298	3,683,313
Plan fiduciary net position - beginning	41,411,763	36,237,757	42,205,193	34,510,895	30,827,582
Plan fiduciary net position - ending (b)	49,000,306	41,411,763	36,237,757	42,205,193	34,510,895
Net pension liability - ending (a) - (b)	\$ 7,936,482	\$ 13,157,346	\$ 13,462,594	\$ 3,488,843	\$ 6,979,304
Plan fiduciary net position as a % of total pension liability	86.06%	75.89%	72.91%	92.36%	83.18%
Covered payroll (1), (2)	5,564,577	5,048,481	4,914,549	4,880,113	4,221,959
Net pension liability as a % of covered payroll	142.63%	260.62%	273.93%	71.49%	165.31%

	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015
Total pension liability					
Service cost	\$ 833,961	\$ 764,177	\$ 736,394	\$ 763,355	\$ 859,133
Interest	2,852,171	2,747,916	2,569,262	2,296,697	2,171,585
Change in excess State money	-	-	-	(291,211)	10,559
Share plan allocation	-	(1,281)	-	145,606	-
Changes of benefit terms	(10,789)	-	-	-	-
Differences between expected and actual experience	(209,917)	(465,047)	161,964	169,396	(460,180)
Change of assumptions	376,031	355,957	455,206	1,069,919	-
Contributions - Buy Back	-	46,174	-	-	-
Benefit payments, incl. refunds of EE contributions	(1,916,442)	(1,729,690)	(1,011,240)	(1,010,671)	(811,049)
Net change in total pension liability	1,925,015	1,718,206	2,911,586	3,143,091	1,770,048
Total pension liability - beginning	36,514,787	34,796,581	31,884,995	28,741,904	26,971,856
Total pension liability - ending (a)	38,439,802	36,514,787	34,796,581	31,884,995	28,741,904
Plan fiduciary net position					
Contributions - employer	1,139,188	960,204	856,758	990,000	1,099,856
Contributions - State	440,929	432,767	418,946	437,671	432,954
Contributions - employee	326,448	299,956	297,214	298,328	306,677
Contributions - Buy Back	-	46,174	-	-	-
Net investment income	893,565	2,512,787	3,250,594	2,031,264	(125,150)
Benefit payments, incl. refunds of EE contributions	(1,916,442)	(1,729,690)	(1,011,240)	(1,010,671)	(811,049)
Administrative expense	(79,996)	(80,148)	(56,858)	(60,624)	(67,747)
Net change in plan fiduciary net position	803,692	2,442,050	3,755,414	2,685,968	835,541
Plan fiduciary net position - beginning	30,023,890	27,581,840	23,826,426	21,140,458	20,304,917
Plan fiduciary net position - ending (b)	30,827,582	30,023,890	27,581,840	23,826,426	21,140,458
Net pension liability - ending (a) - (b)	\$ 7,612,220	\$ 6,490,897	\$ 7,214,741	\$ 8,058,569	\$ 7,601,446
Plan fiduciary net position as a % of total pension liability	80.20%	82.22%	79.27%	74.73%	73.55%
Covered payroll (1), (2)	4,080,595	3,749,453	3,715,168	3,729,106	5,148,777
Net pension liability as a % of covered payroll	186.55%	173.12%	194.20%	216.10%	147.64%

Notes to Schedule:

(1) For the 2016 Reporting Period Ending 2015, the Covered Payroll was based on Pensionable Salary.

(2) The covered payroll numbers are shown in compliance with GASB 82, except for the 9/30/2015 measurement period which includes DROP payroll.

Required Supplementary Information

Schedule of Florida Retirement System Contributions
Last 10 Years

	9/30/2024	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015
Actuarially determined contributions	\$ 1,846,817	\$ 1,664,544	\$ 1,426,047	\$ 1,142,938	\$ 903,351	\$ 785,496	\$ 732,583	\$ 663,026	\$ 590,334	\$ 559,079
Contributions in relation to the actuarially determined contributions	(1,846,817)	(1,664,544)	(1,426,047)	(1,142,938)	(903,351)	(785,496)	(732,583)	(663,026)	(590,334)	(559,079)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 14,206,736	\$ 13,916,746	\$ 13,126,220	\$ 11,439,703	\$ 10,388,422	\$ 10,141,856	\$ 9,494,763	\$ 8,915,167	\$ 8,322,149	\$ 7,525,843
Contributions as % of covered payroll	13.00%	11.96%	10.86%	9.99%	8.70%	7.75%	7.72%	7.44%	7.09%	7.43%

Schedule of FRS - Health Insurance Subsidy Contributions
Last 10 Years (1)

	9/30/2024	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015
Actuarially determined contributions	\$ 235,832	\$ 229,434	\$ 217,895	\$ 189,899	\$ 172,448	\$ 168,355	\$ 157,613	\$ 140,558	\$ 137,737	\$ 102,871
Contributions in relation to the actuarially determined contributions	(235,832)	(229,434)	(217,895)	(189,899)	(172,448)	(168,355)	(157,613)	(140,558)	(137,737)	(102,871)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 14,206,736	\$ 13,916,746	\$ 13,126,220	\$ 11,439,703	\$ 10,388,422	\$ 10,141,856	\$ 9,494,763	\$ 8,915,167	\$ 8,322,149	\$ 7,525,843
Contributions as % of covered payroll	1.66%	1.65%	1.66%	1.66%	1.66%	1.66%	1.66%	1.58%	1.66%	1.37%

Required Supplementary Information

Schedule of Firefighter Pension Contributions
Last 10 Fiscal Years

	9/30/2024	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015
Actuarially determined contribution	\$ 2,056,473	\$ 1,846,926	\$ 1,837,289	\$ 1,859,034	\$ 1,680,340	\$ 1,571,029	\$ 1,357,302	\$ 1,255,727	\$ 1,197,043	\$ 1,176,873
Contributions from reserve	-	-	-	-	-	-	-	305	-	-
Contributions in relation to the actuarially determined contributions	2,177,195	1,994,685	1,969,490	1,885,850	1,754,628	1,580,117	1,394,252	1,275,704	1,427,671	1,522,251
Contribution deficiency (excess)	\$ (120,722)	\$ (147,759)	\$ (132,201)	\$ (26,816)	\$ (74,288)	\$ (9,088)	\$ (36,950)	\$ (20,282)	\$ (230,628)	\$ (345,378)
Covered payroll (1) (2)	\$ 5,564,577	\$ 5,048,481	\$ 4,914,549	\$ 4,880,113	\$ 4,221,959	\$ 4,080,595	\$ 3,749,453	\$ 3,715,168	\$ 3,729,106	\$ 5,148,777
Contributions as % of covered payroll	39.13%	39.51%	40.07%	38.64%	41.56%	38.72%	37.19%	34.34%	38.28%	29.57%

Schedule of Firefighters' Pension Investment Returns
Last 10 Fiscal Years (1)

	9/30/2024	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015
Annual money-weighted rate of return	19.00%	12.46%	-15.43%	20.60%	10.66%	2.96%	8.99%	13.39%	9.32%	-0.59%
Net of investment expense										

- (1) For the 2016 Reporting Period Ending 2015, the Covered Payroll was based on Pensionable Salary.
- (2) The covered payroll numbers shown are in compliance with GASB 82, except for the 9/30/2015 measurement period which includes DROP payroll.
- (3) Methods and assumptions used to determine contribution rates can be found in the October 1, 2022 Actuarial Valuation for the City of Deltona Firefighters' Pension Plan prepared by Foster & Foster Actuaries and Consultants.

City of Deltona, Florida

Schedule of Proportionate Share of Net Pension Liability Last 10 Years

Florida Retirement System - Pension:							Year Ended			
	6/30/2024	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018	6/30/2017	6/30/2016	6/30/2015
City proportion of net pension liability	0.0240%	0.0274%	0.0278%	0.0258%	0.0241%	0.0228%	0.0236%	0.0233%	0.0227%	0.0217%
City's proportionate share of the net pension liability	\$ 9,272,041	\$ 10,913,383	\$ 10,354,074	\$ 1,946,459	\$ 10,466,605	\$ 7,843,254	\$ 7,123,024	\$ 6,897,132	\$ 5,738,827	\$ 2,801,727
City's covered payroll	14,206,736	13,725,928	12,484,807	10,792,327	10,320,335	9,787,756	9,321,586	8,788,560	8,322,149	7,381,569
City's proportionate share of the net pension liability as a percentage of its covered payroll	65.27%	79.51%	82.93%	18.04%	101.42%	80.13%	76.41%	78.48%	68.96%	37.96%
Plan fiduciary net position as a percentage of the total pension liability (1)	83.70%	82.38%	82.89%	96.40%	78.85%	82.61%	84.26%	83.89%	84.88%	92.00%

Florida Retirement System - Health Insurance Subsidy:							Year Ended			
	06/30/2024	06/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018	6/30/2017	6/30/2016	6/30/2015
City proportion of net pension liability	0.0330%	0.0345%	0.0342%	0.0305%	0.0296%	0.0293%	0.0285%	0.0275%	0.0269%	0.0242%
City's proportionate share of the net pension liability	\$ 4,957,165	\$ 5,471,811	\$ 3,622,006	\$ 3,737,664	\$ 3,612,131	\$ 3,274,088	\$ 3,019,844	\$ 2,944,478	\$ 3,138,324	\$ 2,468,473
City's covered payroll	14,206,736	13,725,928	10,792,327	10,792,327	10,320,335	9,787,756	9,321,586	8,788,560	8,322,149	7,381,569
City's proportionate share of the net pension liability as a percentage of its covered payroll	34.89%	39.86%	33.56%	34.63%	35.00%	33.45%	32.40%	33.50%	37.71%	33.44%
Plan fiduciary net position as a percentage of the total pension liability (1)	4.80%	4.12%	4.81%	3.56%	3.00%	2.63%	2.15%	1.64%	0.97%	0.50%

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

**Notes to the Required Supplementary Information
September 30, 2024**

Note 1

Firefighter Pension Insurance Premium

The City received \$691,443 from the State of Florida for the Firefighter Pension Insurance Premium Tax. This is money charged to all homeowners on their homeowners' insurance bill to provide additional pension benefits to firefighters. As required by Generally Accepted Accounting Principles (GAAP), this money was recorded in the General Fund as revenue with an offsetting equal expense in public safety. Once received, this money was immediately transferred to the Firefighters pension fund to fund pension benefits above and beyond what the City provides.

Note 2

Schedule Change in Other Postemployment Benefit (OPEB) Plan Liability and Related Ratios

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

Note 3

The discount rate was changed from 4.40% as of the beginning of the measurement period to 4.63% as of September 30, 2023. This change is reflected in the Schedule of Changes in Total OPEB Liability.

There were no benefit changes during the year.

Note 4 Methods and Assumptions Used to Determine Contribution Rates

Firefighters' Pension Plan September 30, 2024																	
Funding method:	Entry Age Normal Actuarial Cost Method. Loads for determining minimum required contribution: Interest - half year, based on a current 7.50% assumption. Salary - None.																
Amortization method:	New UAAL amortization bases are amortized over 15 (previously 30) years.																
Remaining amortization period:	14 Years (as of 10/01/2022)																
Inflation:	2.5% per year																
Mortality:	PubS.H-2010 base table varies by member category and gender, projected generationally with Scale MP-2018																
Interest rate:	7.50% (previously 7.60%) per year compounded annually, net of investment related expenses.																
Retirement age:	2.0% for each year eligible for Early Retirement																
	<table border="1" style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th colspan="2">% Retiring During the Year (Normal Retirement)</th> </tr> <tr> <th>Yrs Following 1st Eligibility</th> <th>Rate</th> </tr> </thead> <tbody> <tr><td>0</td><td>33.3%</td></tr> <tr><td>1</td><td>33.3%</td></tr> <tr><td>2</td><td>33.3%</td></tr> <tr><td>3</td><td>10.0%</td></tr> <tr><td>4</td><td>10.0%</td></tr> <tr><td>5+</td><td>100.0%</td></tr> </tbody> </table>	% Retiring During the Year (Normal Retirement)		Yrs Following 1st Eligibility	Rate	0	33.3%	1	33.3%	2	33.3%	3	10.0%	4	10.0%	5+	100.0%
% Retiring During the Year (Normal Retirement)																	
Yrs Following 1st Eligibility	Rate																
0	33.3%																
1	33.3%																
2	33.3%																
3	10.0%																
4	10.0%																
5+	100.0%																
	The current assumed rates of retirement resulted from the August 11, 2021 Experience Study.																
Disability rate:	<table border="1" style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th>Age</th> <th>Rate</th> </tr> </thead> <tbody> <tr><td>25</td><td>0.27%</td></tr> <tr><td>35</td><td>0.39%</td></tr> <tr><td>45</td><td>0.60%</td></tr> <tr><td>55</td><td>1.86%</td></tr> </tbody> </table>	Age	Rate	25	0.27%	35	0.39%	45	0.60%	55	1.86%						
Age	Rate																
25	0.27%																
35	0.39%																
45	0.60%																
55	1.86%																
	Assumption: 90% of disablements are service related. The current assumed rates resulted from the August 11, 2021 Experience Study. All previous assumed rates are consistent with other Florida firefighter plans.																
Termination rate:	<table border="1" style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th colspan="2">% Terminating During the Year (Normal Retirement)</th> </tr> <tr> <th>Service</th> <th>Rate</th> </tr> </thead> <tbody> <tr><td><2</td><td>8.0%</td></tr> <tr><td>2-4</td><td>4.0%</td></tr> <tr><td>5-19</td><td>2.0%</td></tr> <tr><td>20+</td><td>0.0%</td></tr> </tbody> </table>	% Terminating During the Year (Normal Retirement)		Service	Rate	<2	8.0%	2-4	4.0%	5-19	2.0%	20+	0.0%				
% Terminating During the Year (Normal Retirement)																	
Service	Rate																
<2	8.0%																
2-4	4.0%																
5-19	2.0%																
20+	0.0%																
	The current assumed rates of termination resulted from the August 11, 2021 Experience Study.																
Salary increases:	<table border="1" style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th>Service</th> <th>Rate</th> </tr> </thead> <tbody> <tr><td><5</td><td>6.00%</td></tr> <tr><td>5-12</td><td>5.00%</td></tr> <tr><td>15+</td><td>4.50%</td></tr> </tbody> </table>	Service	Rate	<5	6.00%	5-12	5.00%	15+	4.50%								
Service	Rate																
<5	6.00%																
5-12	5.00%																
15+	4.50%																
	Previously 5.0% per year. The current rates resulted from the August 11, 2021 Experience Study.																
Cost-of-Living adjustment (COLA):	2.35% automatic COLA beginning at the later of age 52 or three (3) years following benefit commencement, payable to all service retirees who have completed at least 21 years of service, and all line-of-duty disability retirees.																
Payroll growth:	0.0% per year for amortization of UAAL. This assumption cannot exceed the ten-year average payroll growth, in compliance with Part VII of Chapter 112, Florida Statutes.																
Actuarial asset method:	All assets are valued at fair value with an adjustment made to uniformly spread actuarial investment gains and losses (as measured by actual fair value investment return against expected fair value investment return) over a five year period.																

Required Supplementary Information

Changes in benefit terms:

For measurement date 09/30/2022, amounts reported as changes of benefit terms, resulted from Ordinance No. 03-2021. This Ordinance provided the following benefit changes:

1. Effective October 1, 2021, a participant shall be required to contribute 11.4% of his or her salary to the plan.
2. Effective October 1, 2021, the normal retirement benefit shall be an amount equal to the participant's credited years of service multiplied by 3.2% of their average final compensation as a full-time firefighter. Those participants who complete less than 25 years of service shall continue to receive a 2% multiplier for all credited service accrued prior to October 1, 1997.
3. Pre-retirement death benefit is expanded to provide a benefit to participants that die prior to their normal or early retirement date as a direct and proximate result of their service as a firefighter. There shall be no minimum service requirement for eligibility of benefits. The benefits payable shall be the greater of the accrued normal retirement benefit and 60% of average final compensation. This benefit is paid presuming the participant had retired immediately before dying and chosen 100% joint survivor optional form of benefit.

For measurement date 09/30/2019, amounts reported as changes of benefit terms resulted from the provisions of Chapter 112.1816, Florida Statutes. The Statutes state that, effective July 1, 2019, a death or disability (under the Plan's definition of total and permanent disability) for a Firefighter due to the diagnosis of cancer or circumstances that arise out of the treatment of cancer will be treated as duty-related.

Changes of Assumptions:

For measurement date 09/30/2021, the Board approved the following assumption changes based on the August 11, 2021 actuarial experience study:

1. The investment return assumption was reduced from 7.60% to 7.50% per year based on the October 1, 2022 actuarial experience study.
2. The assumed rates of individual salary increases were changed from a flat 5.0% per year, net of investment related expenses.
3. The assumed rates of Retirement were amended to reflect recent experience.
4. The assumed rates of pre-retirement withdrawal were amended to be based upon service only instead of both age and service.
5. The assumed rates of disability were increased.

For measurement date 09/30/2022, as mandated by Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the rates used in Milliman's July 1, 2019 FRS valuation report for special risk employees, with appropriate adjustments made based on plan demographics. Additionally, as approved by the Board of Trustees, the investment return assumptions has been reduced from 7.60% to 7.50%, net of investment related expenses, in conjunction with this valuation.

For measurement date 09/30/2021, amounts reported as changes of assumptions resulted from lowering the investment rate of return from 7.68% to 7.60%.

For measurement date 09/30/2020, amounts reported as changes of assumptions resulted from lowering the investment rate of return from 7.76% to 7.68%.

For measurement date 09/30/2019, amounts reported as changes of assumptions resulted from lowering the investment rate of return from 7.84% to 7.76%.

For measurement date 09/30/2018, amounts reported as changes of assumptions resulted from lowering the investment rate of return from 7.92% to 7.84%.

For measurement date 09/30/2017, as required by Chapter 2015-157, Laws of Florida, the assumed rates of mortality have been changed from those in the July 1, 2015 FRS valuation report to those used in the July 1, 2016 FRS valuation report. Additionally, the investment rate of return of return was lowered from 8.00% to 7.92%.

Florida Retirement System June 30, 2024	
Amortization method:	Level Percentage of Pay, Closed, Layered
Remaining amortization period:	Effective July 1, 2022: New bases are amortized over 20 years Bases established prior to July 1, 2021: amortized over maximum 20 years
2019 actuarial cost method change	Amortized over 30 years as level percentage of Tier 1 pay
Payroll growth:	3.50% per year
Recognition Method:	Asymptotic
Corridor:	80% - 120% of fair value
Inflation:	2.40% per year
Salary increases:	* Varies by membership class and length of service
Investment rate of return	6.70% - chosen by the 2024 FRS Actuarial Assumption Conference and is the same as the investment return assumption that is used as the discount rate for determining the net pension liability.
Cost-of-Living adjustment (COLA):	3% for pre-July 2011 benefit service; 0% thereafter
Retirement age:	* Varies by tier, membership class, age and gender
Turnover:	* Varies by membership class, length of service, age and gender
Mortality:	PUB-2010 base table varies by member category and gender, projected generationally with Scale MP-2021
Termination rate:	* Varies by tier, membership class
Asset valuation method:	All assets are valued at fair value with an adjustment made to uniformly spread actuarial investment gains and losses (as measured by actual fair value investment return against expected fair value investment return) over a five year period.

* Refer to FRS Valuation Report for specific information.

FRS Health Insurance Subsidy June 30, 2024	
Amortization method:	Level Percentage of Pay, Closed, Layered
Remaining amortization period:	Effective July 1, 2022: New bases are amortized over 20 years Bases established prior to July 1, 2021: amortized over maximum 20 years
2019 actuarial cost method change	Amortized over 30 years as level percentage of Tier 1 pay
Recognition Method:	Asymptotic
Corridor:	80% - 120% of fair value
Inflation:	2.40% per year
Mortality:	Generational Pub-2010 with Projection Scale MP-2021
Interest rate:	3.65% per year (previous year 3.54%)
Retirement age:	* Varies by tier, membership class, age and gender
Turnover:	* Varies by membership class, length of service, age and gender
Cost-of-Living adjustment (COLA):	3% for pre-July 2011 benefit service; 0% thereafter
Termination rate:	* Varies by tier, membership class
Salary increases including inflation:	3.50% per year
Payroll growth:	3.50% per year
Asset valuation method:	All assets are valued at fair value with an adjustment made to uniformly spread actuarial investment gains and losses (as measured by actual fair value investment return against expected fair value investment return) over a five year period.

* Refer to FRS Valuation Report for specific information.

Senate Bill 7024 increased the level of monthly benefits from \$5.00 times years of service to \$7.50, with an increased minimum of \$45.00 to a maximum of \$225.00.

Required Supplementary Information

SUPPLEMENTAL INFORMATION

Combining Balance Sheet
 Nonmajor Governmental Funds
 September 30, 2024

	Special Revenue Funds							
	Stormwater Utility Fund	Fire/Rescue Service Impact Fees Funds	State Housing Initiatives Partnership Fund	Community Development Block Grant Fund	Streetlighting Districts Fund	Park Impact Fees Fund	Tree Replacement Fees Fund	Law Enforcement Impact Fees Fund
ASSETS								
Cash and cash equivalents	\$ 8,003,858	\$ 691,579	\$ 3,171,434	\$ -	\$ 29,019	\$ 3,771,938	\$ 1,160,480	\$ 547,524
Due from other governments	-	-	-	804,483	-	-	-	-
Total assets	8,003,858	691,579	3,171,434	804,483	29,019	3,771,938	1,160,480	547,524
LIABILITIES								
Accounts payable	129,094	-	54,199	144,666	12,087	-	-	-
Accrued liabilities	81,966	-	-	-	-	-	-	-
Due to other funds	-	-	-	659,817	-	-	-	-
Unearned revenues	-	-	3,117,235	-	-	-	-	-
Total liabilities	211,060	-	3,171,434	804,483	12,087	-	-	-
FUND BALANCES (DEFICITS)								
Restricted:								
Public safety	-	691,579	-	-	-	-	-	547,524
Highways and streets	-	-	-	-	16,932	-	-	-
Culture and recreation	-	-	-	-	-	3,771,938	-	-
Physical environment	7,792,798	-	-	-	-	-	-	-
Total restricted fund balances	7,792,798	691,579	-	-	16,932	3,771,938	-	547,524
Committed:								
Culture and recreation	-	-	-	-	-	-	-	-
Physical environment	-	-	-	-	-	-	1,160,480	-
Total committed fund balances	-	-	-	-	-	-	1,160,480	-
Assigned:								
Capital outlay/projects	-	-	-	-	-	-	-	-
Total assigned fund balances	-	-	-	-	-	-	-	-
Total fund balances	7,792,798	691,579	-	-	16,932	3,771,938	1,160,480	547,524
Total liabilities and fund balances	\$ 8,003,858	\$ 691,579	\$ 3,171,434	\$ 804,483	\$ 29,019	\$ 3,771,938	\$ 1,160,480	\$ 547,524

Combining Balance Sheet
 Nonmajor Governmental Funds
 September 30, 2024
 (Continued)

	Special Revenue Funds			Capital Projects Funds		Total Nonmajor Governmental Funds	
	Neighborhood Stabilization Grant Funds	Transportation Impact Fees Fund	Lake Districts Fund	Community Redevelopment Area CRA	Municipal Complexes Fund		Park Projects Fund
ASSETS							
Cash and cash equivalents	\$ 462,418	\$ -	\$ 95,642	\$ 2,148,488	\$ 7,036,809	\$ 6,105,125	\$ 33,224,314
Due from other governments	16,425	-	-	-	-	-	820,908
Total assets	<u>478,843</u>	<u>-</u>	<u>95,642</u>	<u>2,148,488</u>	<u>7,036,809</u>	<u>6,105,125</u>	<u>34,045,222</u>
LIABILITIES							
Accounts payable	-	-	-	-	-	-	340,046
Accrued liabilities	-	-	-	-	-	-	81,966
Due to other funds	-	-	-	-	-	-	659,817
Unearned revenues	478,843	-	-	-	-	-	3,596,078
Total liabilities	<u>478,843</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,677,907</u>
FUND BALANCES (DEFICITS)							
Restricted:							
Public safety	-	-	-	-	-	-	1,239,103
Highways and streets	-	-	-	2,148,488	-	-	2,165,420
Culture and recreation	-	-	-	-	-	-	3,771,938
Physical environment	-	-	95,642	-	-	-	7,888,440
Total restricted fund balances	<u>-</u>	<u>-</u>	<u>95,642</u>	<u>2,148,488</u>	<u>-</u>	<u>-</u>	<u>15,064,901</u>
Committed:							
Culture and recreation	-	-	-	-	-	6,105,125	6,105,125
Physical environment	-	-	-	-	-	-	1,160,480
Total committed fund balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,105,125</u>	<u>7,265,605</u>
Assigned:							
Capital outlay/projects	-	-	-	-	7,036,809	-	7,036,809
Total assigned fund balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,036,809</u>	<u>-</u>	<u>7,036,809</u>
Total fund balances	<u>-</u>	<u>-</u>	<u>95,642</u>	<u>2,148,488</u>	<u>7,036,809</u>	<u>6,105,125</u>	<u>29,367,315</u>
Total liabilities and fund balances	<u>\$ 478,843</u>	<u>\$ -</u>	<u>\$ 95,642</u>	<u>\$ 2,148,488</u>	<u>\$ 7,036,809</u>	<u>\$ 6,105,125</u>	<u>\$ 34,045,222</u>

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Governmental Funds
 For the Fiscal Year Ended September 30, 2024

	Special Revenue Funds							
	Former Nonmajor Fund Solid Waste Fund	Stormwater Utility Fund	Fire/Rescue Service Impact Fees Funds	State Housing Initiatives Partnership Fund	Community Development Block Grant Fund	Streetlighting Districts Fund	Park Impact Fees Fund	Tree Replacement Fees Fund
REVENUES								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	448,200	804,483	-	-	-
Charges for services	-	5,243,739	-	-	-	191,464	-	27,821
Impact fees	-	-	205,369	-	-	-	365,199	-
Interest income	-	467,904	24,864	133,319	-	3,121	191,702	62,153
Miscellaneous	-	37,333	-	-	-	-	-	-
Total revenues	-	5,748,976	230,233	581,519	804,483	194,585	556,901	89,974
EXPENDITURES								
Operating:								
Highways and streets	-	-	-	-	-	163,560	-	-
Economic environment	-	-	-	581,519	169,533	-	-	-
Physical environment	-	3,998,847	-	-	-	-	-	19,659
Debt service:								
Interest	-	135,030	-	-	-	-	-	-
Principal retirement	-	394,861	-	-	-	-	-	-
Capital outlay:								
General government	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-
Physical environment	-	676,865	-	-	634,950	-	-	-
Total expenditures	-	5,205,603	-	581,519	804,483	163,560	-	19,659
Excess (deficiency) of revenues over expenditures	-	543,373	230,233	-	-	31,025	556,901	70,315
OTHER FINANCING SOURCES (USES)								
Transfer(s) in	-	2,500,000	-	-	-	-	-	-
Transfer(s) out	-	(462,400)	-	-	-	(9,000)	-	-
Total other financing sources (uses)	-	2,037,600	-	-	-	(9,000)	-	-
Net change in fund balances	-	2,580,973	230,233	-	-	22,025	556,901	70,315
Fund balances - beginning	1,354,263	5,211,825	461,346	-	-	(5,093)	3,215,037	1,090,165
Adjustment to beginning fund balance	(1,354,263)	-	-	-	-	-	-	-
Fund balances - beginning (as restated)	-	5,211,825	461,346	-	-	(5,093)	3,215,037	1,090,165
Fund balances - ending	\$ -	\$ 7,792,798	\$ 691,579	\$ -	\$ -	\$ 16,932	\$ 3,771,938	\$ 1,160,480

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Governmental Funds
 For the Fiscal Year Ended September 30, 2024
 (Continued)

	Special Revenue Funds				Capital Projects Funds		Total Nonmajor Governmental Funds	
	Law Enforcement Impact Fees Fund	Neighborhood Stabilization Grant Funds	Transportation Impact Fees Fund	Lake Districts Fund	Community Redevelopment Area CRA	Municipal Complexes Fund		Park Projects Fund
REVENUES								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ 373,430	\$ -	\$ -	\$ 373,430
Intergovernmental	-	(19,368)	-	-	163,903	-	-	1,397,218
Charges for services	-	-	-	9,495	-	-	-	5,472,519
Impact fees	105,190	-	396,656	-	-	-	-	1,072,414
Interest income	20,850	19,368	-	4,085	85,031	318,440	326,517	1,657,354
Miscellaneous	-	-	-	-	-	-	-	37,333
Total revenues	126,040	-	396,656	13,580	622,364	318,440	326,517	10,010,268
EXPENDITURES								
Operating:								
Highways and streets	-	-	-	-	-	-	-	163,560
Economic environment	-	-	-	-	-	-	-	751,052
Physical environment	-	-	-	3,596	-	-	-	4,022,102
Debt service:								
Interest	-	-	-	-	-	-	-	135,030
Principal retirement	-	-	-	-	-	-	-	394,861
Capital outlay:								
General government	-	-	-	-	-	256,248	-	256,248
Culture and recreation	-	-	-	-	-	-	869,992	869,992
Physical environment	-	-	-	-	-	-	-	1,311,815
Total expenditures	-	-	-	3,596	-	256,248	869,992	7,904,660
Excess (deficiency) of revenues over expenditures	126,040	-	396,656	9,984	622,364	62,192	(543,475)	2,105,608
OTHER FINANCING SOURCES (USES)								
Transfer(s) in	-	-	-	-	-	5,930,000	2,090,000	10,520,000
Transfer(s) out	-	-	(396,656)	(5,000)	-	-	-	(873,056)
Total other financing sources (uses)	-	-	(396,656)	(5,000)	-	5,930,000	2,090,000	9,646,944
Net change in fund balances	126,040	-	-	4,984	622,364	5,992,192	1,546,525	11,752,552
Fund balances - beginning	421,484	-	-	90,658	1,526,124	1,044,617	4,558,600	18,969,026
Adjustment to beginning fund balance	-	-	-	-	-	-	-	(1,354,263)
Fund balances - beginning (as restated)	421,484	-	-	90,658	1,526,124	1,044,617	4,558,600	17,614,763
Fund balances - ending	\$ 547,524	\$ -	\$ -	\$ 95,642	\$ 2,148,488	\$ 7,036,809	\$ 6,105,125	\$ 29,367,315

Stormwater Utility Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 For the Fiscal Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 432,300	\$ 432,300	\$ -	\$ (432,300)
Charges for services	5,150,900	5,150,900	5,243,739	92,839
Interest income	35,000	35,000	467,904	432,904
Miscellaneous	5,000	5,000	37,333	32,333
Total revenues	<u>5,623,200</u>	<u>5,623,200</u>	<u>5,748,976</u>	<u>125,776</u>
EXPENDITURES				
Operating:				
Physical environment	4,651,300	4,651,300	3,998,847	652,453
Total operating	<u>4,651,300</u>	<u>4,651,300</u>	<u>3,998,847</u>	<u>652,453</u>
Debt service:				
Interest	135,100	135,100	135,030	70
Principal retirement	394,900	394,900	394,861	39
Total debt service	<u>530,000</u>	<u>530,000</u>	<u>529,891</u>	<u>109</u>
Capital outlay:				
General government	6,000	6,000	-	6,000
Physical environment	1,066,500	5,345,900	676,865	4,669,035
Total capital outlay	<u>1,072,500</u>	<u>5,351,900</u>	<u>676,865</u>	<u>4,675,035</u>
Total expenditures	<u>6,253,800</u>	<u>10,533,200</u>	<u>5,205,603</u>	<u>5,327,597</u>
Excess (deficiency) of revenues over expenditures	<u>(630,600)</u>	<u>(4,910,000)</u>	<u>543,373</u>	<u>5,453,373</u>
OTHER FINANCING SOURCES (USES)				
Transfer(s) in	2,500,000	2,500,000	2,500,000	-
Transfer(s) out	(642,400)	(642,400)	(462,400)	180,000
Total other financing source (uses)	<u>1,857,600</u>	<u>1,857,600</u>	<u>2,037,600</u>	<u>180,000</u>
Net change in fund balances	1,227,000	(3,052,400)	2,580,973	5,633,373
Fund balance, beginning	5,211,825	4,938,588	5,211,825	273,237
Fund balance, ending	<u>\$ 6,438,825</u>	<u>\$ 1,886,188</u>	<u>\$ 7,792,798</u>	<u>\$ 5,906,610</u>

Note: This schedule is prepared based on Generally Accepted Accounting Principles.

Fire/Rescue Service Impact Fees Funds
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 For the Fiscal Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Impact fees	\$ 122,000	\$ 122,000	\$ 205,369	\$ 83,369
Interest income	1,000	1,000	24,864	23,864
Total revenues	<u>123,000</u>	<u>123,000</u>	<u>230,233</u>	<u>107,233</u>
Net change in fund balances	123,000	123,000	230,233	107,233
Fund balance, beginning	461,346	108,140	461,346	353,206
Fund balance, ending	<u>\$ 584,346</u>	<u>\$ 231,140</u>	<u>\$ 691,579</u>	<u>\$ 460,439</u>

Note: This schedule is prepared based on Generally Accepted Accounting Principles.

State Housing Initiatives Partnership Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 For the Fiscal Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 1,700,000	\$ 3,006,871	\$ 448,200	\$ (2,558,671)
Interest income	-	-	133,319	133,319
Total revenues	<u>1,700,000</u>	<u>3,006,871</u>	<u>581,519</u>	<u>(2,425,352)</u>
EXPENDITURES				
Operating:				
Economic environment	<u>1,700,000</u>	<u>3,006,871</u>	<u>581,519</u>	<u>2,425,352</u>
Total operating	<u>1,700,000</u>	<u>3,006,871</u>	<u>581,519</u>	<u>2,425,352</u>
Total expenditures	<u>1,700,000</u>	<u>3,006,871</u>	<u>581,519</u>	<u>2,425,352</u>
Net change in fund balances	-	-	-	-
Fund balance, beginning	-	-	-	-
Fund balance, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Note: This schedule is prepared based on Generally Accepted Accounting Principles.

Community Development Block Grant Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 For the Fiscal Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 1,554,000	\$ 1,480,323	\$ 804,483	\$ (675,840)
Total revenues	<u>1,554,000</u>	<u>1,480,323</u>	<u>804,483</u>	<u>(675,840)</u>
EXPENDITURES				
Operating:				
Economic environment	1,119,000	793,323	169,533	623,790
Total operating	<u>1,119,000</u>	<u>793,323</u>	<u>169,533</u>	<u>623,790</u>
Capital outlay:				
Physical environment	435,000	687,000	634,950	52,050
Total capital outlay	<u>435,000</u>	<u>687,000</u>	<u>634,950</u>	<u>52,050</u>
Total expenditures	<u>1,554,000</u>	<u>1,480,323</u>	<u>804,483</u>	<u>675,840</u>
Net change in fund balances	-	-	-	-
Fund balance, beginning	-	-	-	-
Fund balance, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Note: This schedule is prepared based on Generally Accepted Accounting Principles.

Streetlighting Districts Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 For the Fiscal Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Charges for services	\$ 198,700	\$ 198,700	\$ 191,464	\$ (7,236)
Interest income	-	-	3,121	3,121
Total revenues	<u>198,700</u>	<u>198,700</u>	<u>194,585</u>	<u>(4,115)</u>
EXPENDITURES				
Operating:				
Highways and streets	189,700	189,700	163,560	26,140
Total operating	<u>189,700</u>	<u>189,700</u>	<u>163,560</u>	<u>26,140</u>
Total expenditures	<u>189,700</u>	<u>189,700</u>	<u>163,560</u>	<u>26,140</u>
Excess (deficiency) of revenues over expenditures	<u>9,000</u>	<u>9,000</u>	<u>31,025</u>	<u>22,025</u>
OTHER FINANCING SOURCES (USES)				
Transfer(s) out	<u>(9,000)</u>	<u>(9,000)</u>	<u>(9,000)</u>	-
Total other financing source (uses)	<u>(9,000)</u>	<u>(9,000)</u>	<u>(9,000)</u>	-
Net change in fund balances	-	-	22,025	22,025
Fund balance, beginning	(5,093)	34,227	(5,093)	(39,320)
Fund balance, ending	<u>\$ (5,093)</u>	<u>\$ 34,227</u>	<u>\$ 16,932</u>	<u>\$ (17,295)</u>

Note: This schedule is prepared based on Generally Accepted Accounting Principles.

Park Impact Fees Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 For the Fiscal Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Impact fees	\$ 900,000	\$ 900,000	\$ 365,199	\$ (534,801)
Interest income	10,000	10,000	191,702	181,702
Total revenues	910,000	910,000	556,901	(353,099)
Net change in fund balances	910,000	910,000	556,901	(353,099)
Fund balance, beginning	3,215,037	1,417,538	3,215,037	1,797,499
Fund balance, ending	\$ 4,125,037	\$ 2,327,538	\$ 3,771,938	\$ 1,444,400

Note: This schedule is prepared based on Generally Accepted Accounting Principles.

Tree Replacement Fees Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 For the Fiscal Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Charges for services	\$ 50,000	\$ 50,000	\$ 27,821	\$ (22,179)
Interest income	3,500	3,500	62,153	58,653
Total revenues	<u>53,500</u>	<u>53,500</u>	<u>89,974</u>	<u>36,474</u>
EXPENDITURES				
Operating:				
Physical environment	150,000	150,000	19,659	130,341
Total operating	<u>150,000</u>	<u>150,000</u>	<u>19,659</u>	<u>130,341</u>
Total expenditures	<u>150,000</u>	<u>150,000</u>	<u>19,659</u>	<u>130,341</u>
Net change in fund balances	(96,500)	(96,500)	70,315	166,815
Fund balance, beginning	1,090,165	961,171	1,090,165	128,994
Fund balance, ending	<u>\$ 993,665</u>	<u>\$ 864,671</u>	<u>\$ 1,160,480</u>	<u>\$ 295,809</u>

Note: This schedule is prepared based on Generally Accepted Accounting Principles.

Law Enforcement Impact Fees Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 For the Fiscal Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Impact fees	\$ 91,000	\$ 91,000	\$ 105,190	\$ 14,190
Interest income	500	500	20,850	20,350
Total revenues	91,500	91,500	126,040	34,540
Net change in fund balances	91,500	91,500	126,040	34,540
Fund balance, beginning	421,484	232,602	421,484	188,882
Fund balance, ending	\$ 512,984	\$ 324,102	\$ 547,524	\$ 223,422

Note: This schedule is prepared based on Generally Accepted Accounting Principles.

Transportation Impact Fees Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 For the Fiscal Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Impact fees	\$ 750,000	\$ 750,000	\$ 396,656	\$ (353,344)
Interest income	5,000	5,000	-	(5,000)
Total revenues	<u>755,000</u>	<u>755,000</u>	<u>396,656</u>	<u>(358,344)</u>
OTHER FINANCING SOURCES (USES)				
Transfer(s) out	(755,000)	(755,000)	(396,656)	358,344
Total other financing source (uses)	<u>(755,000)</u>	<u>(755,000)</u>	<u>(396,656)</u>	<u>358,344</u>
Net change in fund balances	-	-	-	-
Fund balance, beginning	-	-	-	-
Fund balance, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Note: This schedule is prepared based on Generally Accepted Accounting Principles.

Lake Districts Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 For the Fiscal Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Charges for services	\$ 10,000	\$ 10,000	\$ 9,495	\$ (505)
Interest income	500	500	4,085	3,585
Total revenues	<u>10,500</u>	<u>10,500</u>	<u>13,580</u>	<u>3,080</u>
EXPENDITURES				
Operating:				
Physical environment	17,300	17,300	3,596	13,704
Total operating	<u>17,300</u>	<u>17,300</u>	<u>3,596</u>	<u>13,704</u>
Total expenditures	<u>17,300</u>	<u>17,300</u>	<u>3,596</u>	<u>13,704</u>
Excess (deficiency) of revenues over expenditures	<u>(6,800)</u>	<u>(6,800)</u>	<u>9,984</u>	<u>16,784</u>
OTHER FINANCING SOURCES (USES)				
Transfer(s) out	<u>(5,000)</u>	<u>(5,000)</u>	<u>(5,000)</u>	<u>-</u>
Total other financing source (uses)	<u>(5,000)</u>	<u>(5,000)</u>	<u>(5,000)</u>	<u>-</u>
Net change in fund balances	(11,800)	(11,800)	4,984	16,784
Fund balance, beginning	90,658	75,380	90,658	15,278
Fund balance, ending	<u>\$ 78,858</u>	<u>\$ 63,580</u>	<u>\$ 95,642</u>	<u>\$ 32,062</u>

Note: This schedule is prepared based on Generally Accepted Accounting Principles.

Community Redevelopment Area (CRA)
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 For the Fiscal Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Property taxes	\$ 355,000	\$ 355,000	\$ 373,430	\$ 18,430
Intergovernmental	233,800	233,800	163,903	(69,897)
Interest income	-	-	85,031	85,031
Total revenues	<u>588,800</u>	<u>588,800</u>	<u>622,364</u>	<u>33,564</u>
EXPENDITURES				
Capital outlay:				
Physical environment	162,500	162,500	-	162,500
Total capital outlay	<u>162,500</u>	<u>162,500</u>	<u>-</u>	<u>162,500</u>
Total expenditures	<u>162,500</u>	<u>162,500</u>	<u>-</u>	<u>162,500</u>
Net change in fund balances	426,300	426,300	622,364	196,064
Fund balance, beginning	1,526,124	701,831	1,526,124	824,293
Fund balance, ending	<u>\$ 1,952,424</u>	<u>\$ 1,128,131</u>	<u>\$ 2,148,488</u>	<u>\$ 1,020,357</u>

Note: This schedule is prepared based on Generally Accepted Accounting Principles.

Capital Projects - Municipal Complex(es) Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 For the Fiscal Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Interest income	\$ -	\$ -	\$ 318,440	\$ 318,440
Total revenues	-	-	318,440	318,440
EXPENDITURES				
Capital outlay:				
General government	5,930,000	6,816,000	256,248	6,559,752
Total capital outlay	5,930,000	6,816,000	256,248	6,559,752
Total expenditures	5,930,000	6,816,000	256,248	6,559,752
Excess (deficiency) of revenues over expenditures	(5,930,000)	(6,816,000)	62,192	6,878,192
OTHER FINANCING SOURCES (USES)				
Transfer(s) in	5,930,000	5,930,000	5,930,000	-
Total other financing source (uses)	5,930,000	5,930,000	5,930,000	-
Net change in fund balances	-	(886,000)	5,992,192	6,878,192
Fund balance, beginning	1,044,617	387,937	1,044,617	656,680
Fund balance, ending	\$ 1,044,617	\$ (498,063)	\$ 7,036,809	\$ 7,534,872

Note: This schedule is prepared based on Generally Accepted Accounting Principles.

Capital Projects - Park Projects Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 For the Fiscal Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Interest income	\$ -	\$ -	\$ 326,517	\$ 326,517
Total revenues	-	-	326,517	326,517
EXPENDITURES				
Capital outlay:				
Culture and recreation	2,090,000	4,714,300	869,992	3,844,308
Total capital outlay	2,090,000	4,714,300	869,992	3,844,308
Total expenditures	2,090,000	4,714,300	869,992	3,844,308
Excess (deficiency) of revenues over expenditures	(2,090,000)	(4,714,300)	(543,475)	4,170,825
OTHER FINANCING SOURCES (USES)				
Transfer(s) in	2,090,000	2,090,000	2,090,000	-
Total other financing source (uses)	2,090,000	2,090,000	2,090,000	-
Net change in fund balances	-	(2,624,300)	1,546,525	4,170,825
Fund balance, beginning	4,558,600	855,921	4,558,600	3,702,679
Fund balance, ending	\$ 4,558,600	\$ (1,768,379)	\$ 6,105,125	\$ 7,873,504

Note: This schedule is prepared based on Generally Accepted Accounting Principles.

**Notes to the Supplemental Information
September 30, 2023**

Note 1

Budgetary Data

The City adopts an annual budget for each of its governmental funds and for its Proprietary Fund. Budgetary comparisons of the City's General and major Special Revenue Funds are presented as part of the Required Supplementary Information section of this report. The City is not required to present budgetary comparisons for the Proprietary fund. Budgetary comparisons for the nonmajor Special Revenue and Capital Projects Funds are presented as part of the Supplemental Information section. The basis of budgeting for these funds the same as GAAP. The Neighborhood Stabilization Grant Funds did not report budgeted amounts in FY2024. Other than interest income, the program had no activity and is waiting for close out from the Housing and Urban Development Agency.

The process for adopting the annual budget for each fund is described in Note 1 to the Required Supplementary Information. The legal level of control is the department, except for major capital projects accounted for in certain Capital Projects Funds, which are subject to budgetary control at the project level. The activities of each nonmajor Special Revenue fund are contained wholly within a single City department, so budgetary comparisons are presented at fund and function level only.

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

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Financial Trends

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

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Fund Balances of Governmental Funds	128
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Tax Revenues by Source, Governmental Funds	132

Revenue Capacity

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

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Principal Taxpayers.	135
Property Tax Levies and Collections	136

Debt Capacity

These schedules present information to help the reader assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future.

Ratios of Outstanding Debt by Type	137
Direct and Overlapping Governmental Activities Debt	138
Pledged-Revenues Coverage	139

Demographic and Economic Information

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

Demographic and Economic Statistics	140
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Operating Information

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

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Various Indicators by Function/Program. 144
Water Sold by Type of Customer 145
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Principal Employers 147

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement 34 in the fiscal year ending in 2003; schedules presenting government-wide information include information beginning in that year.

STATISTICAL TABLES

**NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS**

	Fiscal Year Ending			
	9/30/2015	9/30/2016	9/30/2017	9/30/2018
Governmental activities				
Net investment in capital assets	\$ 108,401,939	\$ 105,221,673	\$ 101,069,631	\$ 99,095,304
Restricted	5,663,458	1,887,349	6,730,311	9,329,975
Unrestricted	10,926,168	15,686,772	14,563,146	11,781,629
Total governmental activities net position	124,991,565	122,795,794	122,363,088	120,206,908
Business-type activities				
Net investment in capital assets	8,971,176	9,179,533	11,508,363	14,523,669
Restricted	2,440,000	2,562,000	3,753,847	3,840,878
Unrestricted	14,789,152	16,321,569	14,134,062	16,501,927
Total business-type activities net position	26,200,328	28,063,102	29,396,272	34,866,474
Primary government				
Net investment in capital assets	117,373,115	114,401,206	112,577,994	113,618,973
Restricted	8,103,458	4,449,349	10,484,158	13,170,853
Unrestricted	25,715,320	32,008,341	28,697,208	28,283,556
Total primary government net position	\$ 151,191,893	\$ 150,858,896	\$ 151,759,360	\$ 155,073,382

(2) The City implemented GASB 68, Accounting and Financial Reporting for Pensions during fiscal year 2015 resulting in a restatement of net position. Information shown for fiscal year 09/30/2014 does not reflect this restatement.

City of Deltona, Florida

	9/30/2019	9/30/2020	9/30/2021	9/30/2022	9/30/2023	9/30/2024
\$	96,724,458	\$ 93,763,813	\$ 94,980,502	\$ 93,156,845	\$ 90,008,360	\$ 88,184,252
	12,607,482	17,034,381	26,113,093	33,943,627	34,929,581	47,012,337
	<u>18,869,555</u>	<u>25,747,689</u>	<u>34,676,912</u>	<u>41,024,910</u>	<u>52,037,495</u>	<u>69,542,976</u>
	<u>128,201,495</u>	<u>136,545,883</u>	<u>155,770,507</u>	<u>168,125,382</u>	<u>176,975,436</u>	<u>204,739,565</u>
	13,877,566	17,945,449	21,037,223	23,804,994	36,366,083	41,343,300
	5,139,604	5,529,066	1,286,000	1,331,000	1,475,000	1,573,000
	<u>18,879,185</u>	<u>17,679,747</u>	<u>27,770,245</u>	<u>35,426,087</u>	<u>41,518,665</u>	<u>46,515,214</u>
	<u>37,896,355</u>	<u>41,154,262</u>	<u>50,093,468</u>	<u>60,562,081</u>	<u>79,359,748</u>	<u>89,431,514</u>
	110,602,024	111,709,262	116,017,725	116,961,839	126,374,443	129,527,552
	17,747,086	22,563,447	27,339,093	35,274,627	36,404,581	48,585,337
	<u>37,748,740</u>	<u>43,427,436</u>	<u>62,447,157</u>	<u>76,450,997</u>	<u>93,556,160</u>	<u>116,058,190</u>
\$	<u>166,097,850</u>	<u>\$ 177,700,145</u>	<u>\$ 205,803,975</u>	<u>\$ 228,687,463</u>	<u>\$ 256,335,184</u>	<u>\$ 294,171,079</u>

**CHANGES IN NET POSITION
LAST TEN FISCAL YEARS**

	Fiscal Year Ending			
	9/30/2015	9/30/2016	9/30/2017	9/30/2018
Expenses				
Governmental activities:				
General government	\$ 8,803,880	\$ 9,871,687	\$ 9,663,089	\$ 9,925,730
Public safety	19,275,384	20,172,859	20,860,782	21,268,214
Highways and Streets	5,250,591	6,998,228	5,286,799	6,585,923
Culture and recreation	3,187,936	3,461,263	3,643,807	5,014,201
Economic environment	779,135	1,211,567	1,123,193	603,734
Physical environment	9,886,113	10,028,308	12,373,464	14,815,727
Interest on long-term debt	871,801	1,063,855	1,414,625	1,105,150
Total governmental activities	<u>48,054,840</u>	<u>52,807,767</u>	<u>54,365,759</u>	<u>59,318,679</u>
Business-type activities:				
Personal services	87305800	95743847	99068429	108711628
Operating expenses	4,082,115	4,739,631	4,539,029	4,893,378
Professional services	3,385,042	3,683,026	3,494,403	3,964,286
Depreciation	117,347	89,925	176,818	179,322
Insurance	3,090,310	3,415,578	5,360,478	5,160,240
Bad debts	136,383	210,048	246,082	248,284
Total business-type activities	<u>48,262</u>	<u>46,413</u>	<u>69,262</u>	<u>31,962</u>
Total primary government expenses	<u>10,859,459</u>	<u>12,184,621</u>	<u>13,886,072</u>	<u>14,477,472</u>
	<u>58,914,299</u>	<u>64,992,388</u>	<u>68,251,831</u>	<u>73,796,151</u>
Program revenues				
Governmental activities:				
Charges for services:				
General government	1,361,612	1,472,403	1,592,496	2,380,318
Public safety	73,901	86,010	110,117	189,088
Transportation	-	-	-	-
Culture and recreation	82,056	87,335	83,266	254,627
Physical environment	8,631,239	9,884,780	9,914,862	9,930,744
Operating grants and contributions	1,864,952	2,387,961	3,029,544	4,126,128
Capital grants and contributions	722,705	802,528	1,967,287	2,116,024
Total governmental activities program revenues	<u>12,736,465</u>	<u>14,721,017</u>	<u>16,697,572</u>	<u>18,996,929</u>
Business-type activities:				
Charges for services:				
Water	24111318	27969631	31802648	35613540
Wastewater	10,583,825	11,236,728	12,039,375	11,532,682
Connection fees	6,149,503	6,627,115	7,021,658	7,344,660
Operating grants and contributions	278,040	237,845	210,595	203,035
Capital grants and contributions	-	-	-	-
Total business-type activities program revenues	<u>2,673,012</u>	<u>629,774</u>	<u>724,619</u>	<u>3,746,715</u>
Total primary government program revenues	<u>19,684,380</u>	<u>18,731,462</u>	<u>19,996,247</u>	<u>22,827,092</u>
	<u>32,420,845</u>	<u>33,452,479</u>	<u>36,693,819</u>	<u>41,824,021</u>
	56532163	61422110	68496467	77437561
Net (expenses) revenues				
Governmental activities	(35,318,375)	(38,086,750)	(37,668,187)	(40,321,750)
Business-type activities	8,824,921	6,546,841	6,110,175	8,349,620
Total primary government net (expenses) revenues	<u>\$ (26,493,454)</u>	<u>\$ (31,539,909)</u>	<u>\$ (31,558,012)</u>	<u>\$ (31,972,130)</u>

City of Deltona, Florida

	9/30/2019	9/30/2020	9/30/2021	9/30/2022	9/30/2023	9/30/2024
\$	11,304,730	\$ 12,291,428	\$ 13,302,302	\$ 14,790,090	\$ 19,607,578	\$ 15,150,690
	22,765,508	25,318,259	22,695,563	27,491,279	27,180,328	28,287,566
	6,158,939	4,753,089	3,594,963	3,696,417	10,674,737	5,533,537
	4,810,073	4,347,312	4,822,599	5,859,621	5,951,025	6,107,272
	411,574	1,098,328	1,340,566	432,249	600,912	751,052
	11,604,617	11,939,299	11,803,473	12,207,539	13,348,843	13,388,162
	1,065,755	1,277,657	1,226,684	303,739	248,331	1,074,277
	<u>58,121,196</u>	<u>61,025,372</u>	<u>58,786,150</u>	<u>64,780,934</u>	<u>77,611,754</u>	<u>70,292,556</u>
	104937662	109759316	104269998			
	5,243,935	5,447,500	4,977,170	5,861,380	6,176,836	6,368,509
	4,104,257	3,815,120	4,239,165	4,934,255	6,577,925	5,442,119
	194,629	351,037	410,568	167,677	150,441	606,318
	5,078,200	7,564,362	6,009,016	5,930,494	6,053,284	6,107,679
	246,463	217,527	255,197	295,429	388,497	729,238
	23,688	196,746	49,718	163,487	7,635	542,068
	<u>14,891,172</u>	<u>17,592,292</u>	<u>15,940,834</u>	<u>17,352,722</u>	<u>19,354,618</u>	<u>19,795,931</u>
	<u>73,012,368</u>	<u>78,617,664</u>	<u>74,726,984</u>	<u>82,133,656</u>	<u>96,966,372</u>	<u>90,088,487</u>
	2,293,251	2,775,088	3,092,212	3,601,325	10,116,856	8,028,841
	431,022	741,244	1,066,357	1,292,673	1,795,852	1,978,766
	242,920	257,253	272,032	272,460	215,416	123,685
	341,785	223,884	342,500	567,754	525,512	594,405
	10,972,570	11,808,202	12,020,815	12,316,291	12,613,429	12,614,158
	7,266,096	6,004,326	3,505,229	3,516,095	2,561,665	7,734,832
	1,819,572	3,597,593	9,409,068	3,348,124	1,658,275	1,273,373
	<u>23,367,216</u>	<u>25,407,590</u>	<u>29,708,213</u>	<u>24,914,722</u>	<u>29,487,005</u>	<u>32,348,060</u>
	44441181	48040092	56324214			
	13,495,703	15,273,236	16,705,725	17,676,534	743,784	18,329,107
	7,713,908	8,291,125	8,961,402	9,305,268	-	11,331,781
	197,365	183,925	186,585	185,428	167,420	147,876
	-	-	-	-	-	-
	1,513,141	2,276,174	2,278,457	4,976,407	12,361,904	2,025,321
	<u>22,920,117</u>	<u>26,024,460</u>	<u>28,132,169</u>	<u>32,143,637</u>	<u>13,273,108</u>	<u>31,834,085</u>
	<u>46,287,333</u>	<u>51,432,050</u>	<u>57,840,382</u>	<u>57,058,359</u>	<u>42,760,113</u>	<u>64,182,145</u>
	90728514	99472142	114164596			
	(34,753,980)	(35,617,782)	(29,077,936)	(407,352,714)	(48,993,808)	(37,944,496)
	8,028,945	8,432,168	12,191,334	14,790,915	17,162,593	12,038,154
\$	<u>(26,725,035)</u>	<u>(27,185,614)</u>	<u>(16,886,602)</u>	<u>(392,561,799)</u>	<u>(31,831,215)</u>	<u>(25,906,342)</u>

**CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Continued)**

	Fiscal Year Ending			
	9/30/2015	9/30/2016	9/30/2017	9/30/2018
General revenues & other changes in net position				
Governmental activities:				
Taxes:				
Property taxes	\$ 12,897,291	\$ 13,771,773	\$ 14,770,931	\$ 16,050,125
Franchise fees	3,773,535	3,605,362	3,735,850	4,019,845
Public service tax	7,313,495	7,499,797	7,127,906	7,321,620
Sales tax	4,430,466	4,678,595	4,876,557	5,177,402
Local option gas taxes	2,161,422	2,274,920	2,342,719	2,372,411
State revenue sharing	2,743,728	2,887,043	3,158,126	3,315,348
Investment earnings	178,098	332,012	370,353	484,257
Miscellaneous income	1,023,867	841,477	888,039	591,425
Transfers out	(118,000)	-	(35,000)	(2,200,000)
Total governmental activities	<u>34,403,902</u>	<u>35,890,979</u>	<u>37,235,481</u>	<u>37,132,433</u>
Business-type activities:				
Investment earnings	73,986	140,317	44,199	31,962
Gain on sale of capital assets	13,144	9,467	(2,841)	25,962
Changes in FV of Derivative Instruments	-	-	-	-
Grant reimbursements	-	-	-	-
Interest expense and issue costs	(5,322,939)	(5,728,589)	(5,751,540)	(6,218,021)
Miscellaneous income	910,635	894,738	898,177	1,029,018
Transfers in	118,000	-	35,000	2,200,000
Transfers out				
Total business-type activities	<u>(4,207,174)</u>	<u>(4,684,067)</u>	<u>(4,777,005)</u>	<u>(2,931,079)</u>
Total primary government	<u>30,196,728</u>	<u>31,206,912</u>	<u>32,458,476</u>	<u>34,201,354</u>
Change in net position				
Governmental activities	(914,473)	(2,195,771)	(432,706)	(3,189,317)
Business-type activities	4,617,747	1,862,774	1,333,170	5,418,541
Total primary government	<u>\$ 3,703,274</u>	<u>\$ (332,997)</u>	<u>\$ 900,464</u>	<u>\$ 2,229,224</u>

City of Deltona, Florida

	9/30/2019	9/30/2020	9/30/2021	9/30/2022	9/30/2023	9/30/2024
\$	17,925,314	\$ 20,061,820	\$ 22,333,526	\$ 25,522,507	\$ 29,187,545	\$ 32,898,194
	4,197,228	4,225,503	4,347,280	4,694,765	-	-
	7,559,957	7,856,175	8,073,033	8,395,262	9,456,641	9,529,653
	5,230,594	5,106,467	5,918,048	6,532,623	6,627,061	6,309,103
	2,426,376	2,106,284	2,385,289	2,407,904	2,495,255	2,835,037
	3,489,272	3,088,019	3,695,615	4,697,047	4,990,459	4,775,606
	1,211,566	872,167	83,917	-	4,476,504	7,297,840
	708,260	645,735	1,465,854	1,709,097	610,397	1,027,192
	-	-	-	-	-	-
	<u>42,748,567</u>	<u>43,962,170</u>	<u>48,302,562</u>	<u>53,959,205</u>	<u>57,843,862</u>	<u>64,672,625</u>
	514,364	308,674	-	-	1,635,075	2,707,756
	69,857	116,294	47,675	21,578	-	35,300
	-	-	-	-	-	-
	-	-	-	-	-	-
	(5,583,285)	(5,599,229)	(3,299,804)	(4,343,881)	(3,708,204)	(3,673,444)
	-	-	-	-	-	-
	-	-	-	-	-	(1,036,000)
	<u>(4,999,064)</u>	<u>(5,174,261)</u>	<u>(3,252,129)</u>	<u>(4,322,303)</u>	<u>(2,073,129)</u>	<u>(1,966,388)</u>
	<u>37,749,503</u>	<u>38,787,909</u>	<u>45,050,433</u>	<u>49,636,902</u>	<u>55,770,733</u>	<u>62,706,237</u>
	7,994,587	8,344,388	19,224,624	12,354,875	8,850,054	27,764,129
	3,029,881	3,257,907	8,939,206	10,468,612	18,797,668	10,071,766
\$	<u>11,024,468</u>	<u>\$ 11,602,295</u>	<u>\$ 28,163,830</u>	<u>\$ 22,823,487</u>	<u>\$ 27,647,722</u>	<u>\$ 37,835,895</u>

**FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

	Fiscal Years Ending September 30			
	2015	2016	2017	2018
General fund				
Reserved	\$ -	\$ -	\$ -	\$ -
Non-spendable / prepaid items	14,992	14,851	18,745	32,436
Restricted	-	-	-	-
Committed	40,936	41,147	41,312	41,583
Assigned	16,136,340	16,589,108	14,474,475	15,510,536
Unassigned	8,981,736	9,635,529	12,567,773	9,447,435
Total general fund	<u>25,174,004</u>	<u>26,280,635</u>	<u>27,102,305</u>	<u>25,031,990</u>
All other governmental funds				
Reserved	-	-	-	-
Non-spendable / prepaid items				
Special revenue funds	-	-	-	-
Capital projects funds	-	-	-	-
Restricted				
Special revenue funds	5,757,646	21,011,880	21,474,149	21,864,240
Capital projects funds	-	7,561,453	-	-
Committed				
Special revenue funds	455,702	526,313	502,478	426,812
Capital projects funds	483,295	233,166	527,996	586,072
Assigned				
Special revenue funds	-	-	-	-
Capital projects funds	1,678,660	1,235,001	2,508,010	837,775
Unassigned reported in:				
Special revenue funds	-	-	-	-
Capital projects funds	-	-	-	-
Total all other governmental funds	<u>\$ 8,375,303</u>	<u>\$ 30,567,813</u>	<u>\$ 25,012,633</u>	<u>\$ 23,714,899</u>

City of Deltona, Florida

2019	2020	2021	2022	2023	2024	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
16,366	16,454	22,759	36,045	804,399	1,993,576	
-	-	-	-	-	-	-
42,022	42,383	20,216	20,299	63,011	65,766	
16,626,834	17,849,268	19,254,003	34,730,669	37,626,284	50,215,147	
<u>15,592,763</u>	<u>24,414,794</u>	<u>34,616,368</u>	<u>22,728,938</u>	<u>29,718,832</u>	<u>25,954,189</u>	
<u>32,277,985</u>	<u>42,322,899</u>	<u>53,913,346</u>	<u>57,515,951</u>	<u>68,212,526</u>	<u>78,228,678</u>	
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
22,807,450	24,369,034	26,113,093	33,943,626	34,929,581	47,012,337	
-	-	-	-	-	-	-
849,423	901,413	961,171	1,025,706	1,090,165	1,160,480	
443,654	794,950	855,921	2,385,785	4,558,600	6,105,125	
-	-	-	-	-	-	-
912,349	957,267	387,937	1,350,609	1,044,617	7,036,809	
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 25,012,876</u>	<u>\$ 27,022,664</u>	<u>\$ 28,318,122</u>	<u>\$ 38,705,726</u>	<u>\$ 41,622,963</u>	<u>\$ 61,314,751</u>	

**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	Fiscal Years Ending September 30			
	2015	2016	2017	2018
Revenues:				
Property taxes	\$ 12,897,291	\$ 13,771,773	\$ 14,770,931	\$ 16,050,125
Franchise fees	3,773,535	3,605,362	3,735,850	4,019,845
Public service tax	7,313,495	7,499,797	7,127,906	7,321,620
State revenue sharing	3,658,848	3,812,168	4,173,536	4,356,464
Intergovernmental	7,528,163	8,042,853	10,063,162	11,149,718
Charges for services	10,780,552	11,994,146	12,086,231	13,202,430
Fines and forfeitures	276,842	228,067	234,579	153,437
Impact fees	398,924	483,530	503,993	1,053,958
Interest income	178,098	332,011	370,353	484,257
Miscellaneous	452,618	842,290	901,512	537,509
Total revenues	<u>47,258,366</u>	<u>50,611,997</u>	<u>53,968,053</u>	<u>58,329,363</u>
Expenditures:				
General government	8,023,934	8,241,710	8,224,597	8,594,368
Public safety	18,880,368	19,786,845	20,179,572	20,777,602
Highways and Streets	2,018,282	2,083,596	2,066,471	2,119,725
Culture/Recreation	2,314,768	2,451,590	2,524,211	3,036,194
Economic environment	186,860	552,472	1,165,616	429,791
Physical environment	8,072,636	8,101,164	10,245,545	12,624,119
Capital outlay	3,939,674	9,154,776	11,872,669	9,527,373
Debt service				
Interest	902,201	860,435	1,509,843	1,465,914
Principal	1,081,524	1,214,449	878,038	922,326
Total expenditures	<u>45,420,247</u>	<u>52,447,037</u>	<u>58,666,562</u>	<u>59,497,412</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,838,119</u>	<u>(1,835,040)</u>	<u>(4,698,509)</u>	<u>(1,168,049)</u>
Other financing sources (uses):				
Proceeds from issuance of debt	-	35,277,003	-	-
Premium on revenue bonds	-	2,293,694	-	-
Escrow payments to retire old bonds	-	(12,436,515)	-	-
Revenue bonds proceeds from debt service agreement	-	-	-	-
Transfers from other funds	1,530,838	1,545,580	1,061,389	3,097,521
Transfers to other funds	(1,648,838)	(1,545,580)	(1,096,389)	(5,297,521)
Total other financing sources (uses)	<u>(118,000)</u>	<u>25,134,182</u>	<u>(35,000)</u>	<u>(2,200,000)</u>
Net change in fund balances	<u>\$ 1,720,119</u>	<u>\$ 23,299,142</u>	<u>\$ (4,733,509)</u>	<u>\$ (3,368,049)</u>
* Debt service as a percentage of noncapital expenditures	<u>4.8%</u>	<u>4.8%</u>	<u>5.0%</u>	<u>4.6%</u>

* Note: Calculation excludes non-capitalized capital.

City of Deltona, Florida

	2019	2020	2021	2022	2023	2024
\$	17,925,314	\$ 20,061,820	\$ 22,333,526	\$ 25,522,507	\$ 29,187,545	\$ 32,898,194
	4,197,228	4,225,504	4,347,280	4,694,765	5,515,518	5,135,686
	7,559,957	7,856,175	8,073,033	8,395,262	9,456,641	9,529,653
	4,555,855	4,011,548	4,813,245	603	6,095,578	5,799,157
	13,188,854	13,932,527	11,863,225	12,041,820	10,541,155	15,857,343
	14,623,008	16,127,252	17,057,995	18,288,575	19,692,541	18,215,512
	144,815	166,581	187,830	261,252	222,464	440,369
	1,409,676	1,647,119	1,411,499	2,154,954	1,493,280	1,072,414
	1,211,566	872,167	83,918	-	5,345,561	7,297,840
	1,207,646	561,729	1,285,045	1,483,243	649,639	774,513
	<u>66,023,919</u>	<u>69,462,422</u>	<u>71,456,596</u>	<u>72,842,981</u>	<u>88,199,922</u>	<u>97,020,681</u>
	9,265,463	9,295,438	9,689,699	12,672,501	13,922,707	11,555,374
	21,889,343	22,527,037	23,927,309	25,177,735	25,860,439	27,706,448
	2,441,266	2,752,814	3,250,667	3,065,952	7,790,108	4,621,729
	3,151,541	2,969,177	3,368,906	4,548,470	4,474,579	4,762,826
	905,224	800,049	1,113,067	432,249	520,088	751,052
	9,518,935	9,637,591	9,718,468	10,409,626	11,627,627	12,108,866
	7,921,059	7,035,304	5,112,397	6,188,071	8,062,951	4,449,486
	1,419,769	1,371,371	1,320,431	1,266,909	1,211,885	1,153,099
	967,348	1,018,142	1,069,747	1,122,206	1,180,561	1,239,861
	<u>57,479,948</u>	<u>57,406,923</u>	<u>58,570,691</u>	<u>64,883,719</u>	<u>74,650,945</u>	<u>68,348,741</u>
	<u>8,543,971</u>	<u>12,055,499</u>	<u>12,885,905</u>	<u>7,959,262</u>	<u>13,548,977</u>	<u>28,671,940</u>
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	3,594,150	3,258,275	1,470,210	9,690,996	7,272,172	22,421,856
	<u>(3,594,150)</u>	<u>(3,258,275)</u>	<u>(1,470,210)</u>	<u>(9,690,996)</u>	<u>(7,272,172)</u>	<u>(21,385,856)</u>
	-	-	-	-	-	1,036,000
\$	<u>8,543,971</u>	<u>12,055,499</u>	<u>12,885,905</u>	<u>7,959,262</u>	<u>13,548,977</u>	<u>29,707,940</u>
	<u>4.7%</u>	<u>4.7%</u>	<u>4.4%</u>	<u>4.1%</u>	<u>3.3%</u>	<u>3.7%</u>

**TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (Modified Accrual Basis of Accounting)
 (Amounts Expressed in Thousands)**

Fiscal Year	Ad Valorem Tax	Franchise Fees		Public Service Tax			Total
		Electric	Other	Electric	Telecom-munication	Gas	
2015	12,866	3,723	51	4,707	2,486	120	23,953
2016	13,772	3,560	46	5,125	2,257	118	24,878
2017	14,767	3,677	59	4,913	2,087	128	25,631
2018	15,946	3,950	70	5,099	2,089	133	27,287
2019	17,785	4,137	60	5,459	1,971	130	29,542
2020	19,803	4,101	124	5,758	1,960	137	31,883
2021	22,137	4,287	213	5,972	1,956	145	34,710
2022	25,219	4,634	253	6,131	2,106	158	38,501
2023	29,169	5,459	336	7,013	2,255	188	44,420
2024	32,132	5,117	338	7,076	2,390	195	47,248
Change 2015-2024	149.7%	37.4%	562.7%	50.3%	-3.9%	62.5%	97.3%

**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(Amounts Expressed in Thousands)**

Fiscal Year Beginning	Real Property	Personal Property	Total Assessed Valuation	Total Direct Rate	Total Estimated Actual Value	Assessed Value as a Percentage of Actual Value
2015	2,893,546	113,527	3,007,073	7.9900	3,441,163	87.4%
2016	3,098,720	115,403	3,214,123	7.9500	3,833,028	83.9%
2017	3,428,497	120,726	3,549,223	7.8500	4,449,555	79.8%
2018	3,834,440	121,495	3,955,935	7.8500	5,201,004	76.1%
2019	4,187,860	124,544	4,312,404	7.8500	5,807,862	74.3%
2020	4,540,927	136,562	4,677,489	7.8500	6,229,613	75.1%
2021	3,647,833	249,063	3,896,896	7.8500	3,943,041	98.8%
2022	5,933,192	217,073	6,150,265	7.6500	8,875,770	69.3%
2023	6,805,052	223,035	7,028,087	7.3500	10,391,923	67.6%
2024	7,394,332	231,578	7,625,910	7.0000	10,911,952	69.9%

Source: County of Volusia Property Appraiser.

**DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Per One Thousand Dollars of Taxable Value)**

Fiscal Year Beginning	* Direct Rate		** Overlapping Rates				Total
	City of Deltona	County of Volusia	Volusia County School Board	St. Johns River Water Management District	Florida Inland Navigation District	West Volusia Hospital Authority	
2015	7.99000	7.27090	7.19700	0.30230	0.03200	1.66790	24.46010
2016	7.95000	7.05200	6.84800	0.28850	0.03200	1.59000	23.76050
2017	7.85000	7.05200	6.52000	0.27240	0.03200	2.36600	24.09240
2018	7.85000	6.64640	6.28100	0.25620	0.03200	2.17510	23.24070
2019	7.85000	6.54200	6.08100	0.24140	0.03200	1.90800	22.65440
2020	7.85000	6.15090	5.90700	0.22870	0.03200	1.50350	21.67210
2021	7.85000	6.29860	5.80200	0.21890	0.03200	1.40730	21.60880
2022	7.65000	5.71340	5.48200	0.19740	0.03200	1.08160	20.15640
2023	7.35000	5.67080	5.40900	0.17930	0.02880	0.98060	19.61850
2024	7.00000	5.58920	5.28500	0.17930	0.02880	1.04800	19.13030

* The City of Deltona has no General Obligation debt, therefore the direct rate has no components.

** The overlapping rate represents agencies which have taxing authority within the area. These rates plus the City rate is the total mileage rate attributable to property within the City.

**PRINCIPAL TAXPAYERS
CURRENT AND NINE YEARS AGO
FISCAL YEARS ENDING**

Taxpayer	September 30, 2015			September 30, 2024		
	Assessed Valuation (in 1000's)	Rank	Percentage of Total Taxable Assessed Value	Assessed Valuation (in 1,000's)	Rank	Percentage of Total Taxable Assessed Value
LIT Deltona Logistics LLC	\$ -		0.0%	\$ 71,380	1	1.4%
Florida Power & Light Company	20,166	2	1.1%	54,229	2	1.1%
Integra Myst LP			0.0%	42,396	3	0.8%
Amazon.com Services LLC				41,008	4	0.8%
Duke Energy Florida LLC	27,184	1	1.5%	39,122	5	0.8%
Upward America SE Property Owner			0.0%	22,897	6	0.4%
Walmart Stores East LP	13,377	3	0.8%	15,706	7	0.3%
2018-3 IH Borrower LP			0.0%	14,811	8	0.3%
2017-1 IH Borrower LP			0.0%	13,779	9	0.3%
Lowes Home Centers Inc	8,526	4	0.5%	11,588	10	0.2%
THR Florida LP			0.0%			0.0%
Publix Super Markets Inc	8,522	5	0.5%			0.0%
Preferred Trust Co.	8,396	6	0.5%			0.0%
Bright House Networks LLC	7,684	7	0.4%			0.0%
D O T Properties N V	6,941	8	0.4%			0.0%
Deltona Partners, LLC	6,307	9	0.4%			0.0%
IH3 Property Floirda LP	6,267	10	0.4%			0.0%
All Others	1,663,934		93.6%	4,818,394		93.6%
	<u>\$ 1,777,302</u>		<u>100.0%</u>	<u>\$ 5,145,310</u>		<u>100.0%</u>

Source: County of Volusia Property Appraiser.

**PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Fiscal Year Ended	Total Tax Levy	Current Levy Collections	Percent of Levy Collected	Delinquent Tax Collections	Total Tax Collections	Percent Total Collections To Levy
2015	13,320,346	12,866,342	96.6%	48,008	12,914,350	97.0%
2016	14,250,718	13,771,773	96.6%	29,458	13,801,231	96.8%
2017	15,207,700	14,767,290	97.1%	3,641	14,770,931	97.1%
2018	16,560,083	15,946,213	96.3%	23,942	15,970,155	96.4%
2019	18,474,255	17,784,965	96.3%	14,541	17,799,506	96.3%
2020	20,574,753	19,803,493	96.3%	127,629	19,931,122	96.9%
2021	22,990,429	22,136,623	96.3%	30,143	22,166,766	96.4%
2022	26,415,611	25,219,007	95.5%	60,473	25,279,480	95.7%
2023	30,266,750	29,168,656	96.4%	18,889	29,187,545	96.4%
2024	33,770,703	32,131,509	95.1%	19,824	32,151,333	95.2%

Florida Statute 197.012 allows a discount for early payment of taxes of 4% in November, 3% in December, 2% in January and 1% in February. Taxes become delinquent on April 1 each year.

The County Tax Collector is responsible for collecting and remitting all property taxes. They do not keep track of amounts which are past due on a regular basis. Once a year they consolidate all past due amounts and have a tax certificate sale. The money obtained from this sale is then distributed to the proper taxing authority.

**RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Year Ended	Governmental Activities			BusinessType Activities				Total Government Debt	Per Capita Debt	Debt as a Percentage of Personal Income (1)
	Trans- portation Bond (2) (3)	Capital Improvement Bond (2) (3)	Other Government Debt (4)	2013 Utility System Refunding Bonds (2)	2014 Utility System Revenue Bonds (2)	2021 Utility System Revenue Bonds	State Revolving Fund Loan			
2015	12,319,858	-	5,233,017	80,225,865	23,218,501	-	25,066,944	146,064,185	1,669	5.16%
2016	-	37,074,738	4,968,568	78,611,908	23,184,143	-	27,871,882	171,711,239	1,931	5.61%
2017	-	36,398,913	4,690,530	76,932,950	22,689,787	-	27,041,208	167,753,388	1,864	5.40%
2018	-	35,693,088	4,398,204	74,973,993	22,655,431	-	29,922,218	167,642,934	1,842	5.11%
2019	-	34,957,263	4,090,856	72,945,036	22,146,074	-	32,083,364	166,222,593	1,816	4.80%
2020	-	34,186,438	3,767,714	70,836,078	21,626,717	-	30,610,068	161,027,015	1,719	4.43%
2021	-	33,380,613	3,427,967	-	-	98,690,000	28,924,016	164,422,596	1,732	4.26%
2022	-	32,539,788	3,070,761	-	-	97,150,000	27,211,861	159,972,410	1,670	3.82%
2023	-	29,915,000	4,558,007	-	-	94,485,000	28,060,033	157,018,040	1,563	2.92%
2024	-	29,070,000	4,036,836	-	-	91,815,000	26,294,370	151,216,206	1,467	2.63%

(1) Source for Per Capita Income - US Dept. of Commerce, Bureau of Economic Analysis (Florida Research Economic Database)

(2) Figures include relevant premiums.

(3) Capital Improvement Revenue Refunding Bonds, Series 2016, refunded Transportation Bonds, Series 2006

(4) Stormwater Bank Note, Debt Service Deposit Agreement, Unamortized Premium, Right to use asset-SBITA

**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF SEPTEMBER 30, 2024**

Taxing Authority	Debt Outstanding	Percentage Applicable to Deltona	Amount Applicable to Deltona
City of Deltona (1)	\$ 33,106,836	100%	\$ 31,370,339
County of Volusia (2)	60,076,334	0%	-
Volusia County School Board (3)	263,010,358	0%	-
Total Direct and Overlapping Debt	<u>\$ 356,193,528</u>		<u>\$ 31,370,339</u>

- (1) Governmental debt only; excludes business-type activities debt.
- (2) Source: County of Volusia Finance Department; percentage based on Deltona's total taxable property value compared to Volusia County's total taxable property value.
- (3) Source: Volusia County School Board June 2024 ACFR.

**PLEGDED-REVENUE COVERAGE
LAST THREE FISCAL YEARS**

Water and Sewer Revenue Bonds						
Fiscal Year Ended	(1)	(2)	Net	Principal	Interest	Coverage
	Utility Revenues	Less Operating Expenses	Available Revenue			
2022	27,167,230	11,824,499	15,342,731	1,540,000	2,088,401	4.23
2023	27,863,511	11,488,571	16,374,940	2,665,000	2,083,341	3.45
2024	29,476,985	10,522,580	18,954,405	2,670,000	2,075,765	3.99

Water and Sewer - State Revolving Fund (3)						
Fiscal Year Ended	Utility Revenues	Less Operating Expenses (3)	Net Available Revenue	Principal	Interest	Coverage
	2022	\$ 27,167,230	\$ 15,452,900			
2023	\$ 27,863,511	\$ 16,236,912	11,626,599	1,738,684	405,661	5.42
2024	\$ 29,476,985	\$ 15,268,345	14,208,640	1,765,662	378,683	6.63

Capital Improvement Revenue Refunding Bonds Series 2016						
	Pledged Revenues		Total	Principal	Interest	Coverage
	1/2 Cent Sales Tax	Service Taxes	Revenue			
2022	6,532,623	8,395,262	14,927,885	765,000	1,095,169	8.03
2023	6,627,061	9,456,641	16,083,702	805,000	1,056,919	8.64
2024	6,380,373	9,661,326	16,041,699	845,000	1,016,669	8.62

Stormwater Bank Note						
	Stormwater Assessments		Total	Principal	Interest	Coverage
	Improved	Unimproved	Revenue			
2022	4,780,088	371,762	5,151,850	357,206	171,741	9.74
2023	4,847,567	350,795	5,198,362	375,561	153,845	9.82
2024	4,901,791	341,948	5,243,739	394,861	135,030	9.90

(1) For purposes of debt coverage all water and sewer revenues are included and water and sewer impact fees are excluded. Interest income is included.

(2) Operating expenses do not include depreciation.

(3) Repayment of the State Revolving Fund (SRF) loan, which is subordinate to the 2021 revenue bond. The Net Available Revenue presented in this table is comprised of pledged revenues less operating expenses, which include debt service on the 2021 bond to reflect the SRF loan's subordinate status.

**DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

Year	Per Capita Income (1)						
	Florida	Lake	Orange	Seminole	Sumter	Marion	Volusia
2014-15	42,737	35,786	38,007	41,806	37,558	32,571	36,052
2015-16	44,429	37,698	39,591	42,851	39,012	33,800	37,802
2016-17	45,953	38,266	41,515	44,703	39,534	34,765	38,807
2017-18	47,684	40,541	42,541	46,231	43,464	35,864	40,658
2018-19	50,070	42,190	44,647	49,049	46,100	36,997	42,374
2019-20	52,426	43,425	46,250	51,156	48,387	38,293	44,180
2020-21	55,675	46,563	49,390	53,403	54,533	41,553	46,475
2021-22	62,270	49,831	54,979	58,539	64,282	45,152	52,964
2022-23	64,806	52,291	55,374	59,581	69,224	44,521	53,559
2023-24	68,703	55,387	59,767	62,804	71,231	46,682	55,824

Year	Median Household Income (2)						
	Florida	Lake	Orange	Seminole	Sumter	Marion	Volusia
2014-15	47,212	45,465	47,556	57,875	49,874	39,339	41,714
2015-16	47,507	46,403	47,943	57,010	50,350	39,459	41,117
2016-17	48,900	47,141	49,391	58,538	52,594	40,295	42,240
2017-18	50,883	49,734	51,586	60,739	54,771	41,964	43,838
2018-19	53,267	51,884	54,335	63,760	55,228	43,361	43,760
2019-20	59,227	54,513	58,254	66,768	57,226	45,371	49,494
2020-21	59,198	57,660	63,133	69,954	63,464	49,079	53,554
2021-22	61,777	60,013	65,784	73,002	63,323	50,808	56,786
2022-23	67,917	66,239	72,629	79,490	70,105	55,265	63,075
2023-24	71,711	69,956	77,011	83,030	73,297	58,535	66,581

(1) Source US Department of Commerce, Bureau of Economic Analysis (Florida Research Economic Database)

(2) Source USDA, Economic Research Service, County-level Data Sets

**DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(Continued)**

Cost of Living Index Volusia and Surrounding Counties (1)						
Year	Volusia	Lake	Orange	Seminole	Sumter	Marion
2014-15	94.75	96.33	99.78	98.72	94.19	93.43
2015-16	95.33	96.99	100.46	99.03	94.83	94.41
2016-17	95.57	97.23	100.71	99.28	95.07	93.29
2017-18	95.72	97.38	100.87	99.44	96.03	93.88
2018-19	95.73	97.52	100.85	99.30	96.49	93.59
2019-20	96.00	97.80	101.13	99.58	95.74	93.37
2020-21	95.67	97.46	100.78	99.24	96.2	93.51
2021-22	94.81	95.21	101.5	99.36	97.11	93.31
2022-23	94.26	95.40	101.3	99.02	96.96	92.96
2023-24	93.77	96.29	101.1	99.34	96.87	93.01

Unemployment Volusia and Surrounding Counties (2)					
Year	Volusia	Lake	Orange	Seminole	Marion
2014-15	5.80	5.50	5.00	4.90	6.40
2015-16	5.10	4.90	4.40	4.30	5.80
2016-17	4.30	4.10	3.70	3.60	4.90
2017-18	3.70	3.40	3.10	3.10	4.20
2018-19	3.70	3.50	3.20	3.20	4.30
2019-20	5.90	7.40	9.80	6.00	5.30
2020-21	4.30	4.30	4.50	3.80	4.70
2021-22	4.60	4.70	5.20	4.10	4.90
2022-23	3.40	3.30	3.00	2.90	3.90
2023-24	3.40	3.30	2.90	2.90	3.80

(1) Source Florida Polytechnic University, Director of Economic Analysis, "The 2023 Florida Price Level Index"

(2) U.S. Dept. of Labor, Bureau of Labor Statistics, Local Area Unemployment Statistics

**DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(Concluded)**

Fiscal Year	Population (1)			Unemployment Rate (2)	School (3)		Personal Income (4) Deltona / Daytona Beach / Ormond Beach (millions of dollars)	
	Deltona	County	% of City		Enrollment	Attendance		
2015	87,497	510,494	17.14%	6.3%	12,396	96.2%	\$	22,594
2016	88,922	517,411	17.19%	5.2%	12,351	96.6%	\$	23,994
2017	89,984	523,405	17.19%	4.6%	13,152	95.5%	\$	24,924
2018	91,007	531,062	17.14%	3.8%	12,218	96.3%	\$	26,703
2019	91,520	538,763	16.99%	3.6%	13,035	94.4%	\$	28,381
2020	93,677	549,786	17.04%	6.7%	10,106	94.4%	\$	29,917
2021	94,953	561,625	16.91%	4.7%	11,146	-	\$	32,089
2022	95,782	564,412	16.97%	3.0%	11,788	-	\$	36,707
2023	95,918	572,815	16.75%	3.0%	11,774	-	\$	38,660
2024	98,312	553,543	17.76%	4.2%	11,547	-	\$	41,344

(1) Source: Office of Economic & Demographic Research.

(2) City of Deltona Unemployment Rate. Source: U.S. Dept. of Labor, Bureau of Labor Statistics.

(3) Source: Volusia County School Board. *The Volusia County School Board does not provide the Attendance Percentage any longer.

(4) Source: U.S. Dept. of Commerce, Bureau of Economic Analysis.

**FULL-TIME EQUIVALENT CITY GOVERNMENT
EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function/Program	Full-Time Equivalent Employees									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
City Commission	1.0	1.0	1.0	0.5	0.5	0.5	1.0	1.5	1.5	1.5
City Manager	7.0	8.0	7.0	9.0	10.0	10.0	10.5	9.5	9.0	11.5
City Clerk	5.5	5.5	5.5	5.5	5.0	5.0	6.0	7.0	5.0	5.0
Finance	11.0	11.0	11.0	11.0	11.0	9.0	9.0	9.8	13.8	14.0
Information Technology Services	6.0	7.0	8.0	8.0	7.0	7.0	7.0	9.0	9.0	8.0
Community Development										4
City Attorney	2.0	2.0	1.0	1.0	1.0	1.0	1.0	-	-	-
Planning & Development Services	7.0	10.0	10.0	11.0	11.0	13.0	12.0	12.0	13.0	11.0
Building & Zoning Services	10.5	7.5	7.5	12.5	16.5	20.0	18.7	19.0	19.0	20.0
Human Resources	4.5	4.5	4.5	5.0	4.5	5.5	6.5	7.0	7.0	8.0
General Government	0.5	1.0	1.0	1.0	1.0	2.0	1.0	2.0	1.0	1.0
Enforcement Services	18.0	19.0	19.0	19.0	17.0	16.0	16.3	23.0	24.0	20.0
Parks & Recreation	26.5	29.0	31.0	30.0	30.0	31.0	31.0	44.5	31.0	31.0
The Center at Deltona	-	-	-	7.0	8.5	8.5	7.5	7.5	7.0	7.0
Total general government	99.5	105.5	106.5	120.5	123.0	128.5	127.5	151.8	140.3	142.0
*Police Officers	76.0	76.0	76.0	76.0	79.0	83.0	83.0	80.0	80.0	82.0
Fire & Rescue:										
Firefighters	69.0	69.0	69.0	72.0	72.0	78.0	78.0	78.0	78.0	84.0
Administration & Communication	8.0	11.0	11.0	11.0	13.0	13.0	13.0	14.0	15.0	15.0
Total Fire & Rescue	77.0	80.0	80.0	83.0	85.0	91.0	91.0	92.0	93.0	99.0
Total public safety	153.0	156.0	156.0	159.0	164.0	174.0	174.0	172.0	173.0	181.0
Public Works	29.0	29.0	31.0	31.0	33.0	36.0	30.9	30.9	30.0	31.0
Storm Water	28.0	28.0	30.0	33.0	36.0	36.0	38.5	38.5	37.6	37.6
Grant funded positions	3.0	-	-	-	-	-	-	-	-	-
Total public services	60.0	57.0	61.0	64.0	69.0	72.0	69.4	69.4	67.6	68.6
Water/Sewer utility	76.0	78.0	82.0	82.0	87.0	92.0	93.5	94.5	92.7	93.7
Solid Waste	2.0	2.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Total public services	78.0	80.0	83.0	83.0	88.0	93.0	94.5	95.5	93.7	94.7
Total government employees	390.5	398.5	406.5	426.5	444.0	467.5	465.4	488.7	474.6	486.3

* Law enforcement services contracted with Volusia County Sheriff's Office
Source: City Finance Department

**VARIOUS INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General										
Last charter amendment	November 8, 2022									
Number of Commissioners	7	7	7	7	7	7	7	7	7	7
Form of government	Commissioner: 4 Year Term of Office - Appointed City Manager									
Municipal boundaries (1)	41	41	41	41	41	41	41	41	41	41
Police										
Number of stations	1	1	1	1	1	1	1	1	1	1
Number of Police officers	76	76	76	76	79	83	83	83	83	85
Number of patrol vehicles	76	76	76	76	79	83	83	83	83	85
Number of arrests	3,453	3,142	2,963	2,506	2,139	2,810	1,667	1,810	4,350	2,149
Fire										
Number of stations	5	5	5	5	5	5	5	5	5	5
Number of vehicles (engines)	9	9	9	9	9	8	9	9	9	9
Number of calls	9,608	9,987	10,876	10,618	10,185	10,462	11,144	11,980	11,738	11,697
Number of vehicles responding									19234	19096
Building										
Building permits issued	3,722	5,072	7,130	8,557	6,712	9,983	9,991	10,383	10,769	7,268
Average price of single family Residential construction	380,443	329,098	266,490	265,753	265,930	277,308	294,707	303,906	387,791	437,559
Value of permits issued (\$1,000's of dollars)	61,229	61,401	107,779	192,812	118,919	297,505	244,076	446,630	369,211	191,948
Recreation										
Number of parks	20	20	21	21	21	23	23	24	24	24
Acres maintained	314	314	317	317	317	352	352	352	362	362
Number of buildings	30	30	30	30	30	30	30	30	29	29
Number of people served	296,000	315,000	315,000	350,000	350,000	365,000	385,000	395,000	395,000	398,000
Library										
Number of libraries	1	1	1	1	1	1	1	1	1	1
Public Works										
Miles of streets	423.54	423.54	423.54	423.54	437.30	437.30	442.00	467.00	467.00	467.00
Number of street lighting districts	42	42	44	37	44	45	45	45	45	45
Number of city maintained traffic signals	16	18	20	20	20	22	22	22	26	28
Number of school signals	35	34	34	34	34	34	32	32	34	34
Number of buildings	2	2	2	2	2	2	2	2	2	2
Number of pedestrian crosswalk flashing lights								30	30	30
Water										
Number of units served	33,577	33,646	33,743	33,889	34,394	34,389	34,177	34,512	36,069	36,257
Average daily flow (2)	9.52	9.86	9.55	8.95	8.95	7.44	7.56	7.48	7.80	7.82
Miles of water main	501	501	501	454	457	457	464	469	472	476
Number of plants	17	17	17	17	17	17	17	17	17	17
Number of vehicles	38	50	51	48	48	48	48	57	51	40
Number of buildings	29	29	29	29	29	29	29	29	29	39
Reclaimed Main (AWS) Alternative Water Supply			33	33	35	35	39	44	44	46
Wastewater										
Miles of sanitary sewers	93	93	93	91	93	93	94	91	102	103
Number of vehicles	15	11	10	10	10	10	10	10	10	10
Number of buildings	4	7	7	7	7	7	7	7	7	7
Number of plants	1	2	2	2	2	2	2	2	2	2

(1) Square miles.
(2) Millions of gallons.

Source: Various City Departments

**WATER RELATED INDICATORS - LAST THREE FISCAL YEARS
WATER SOLD BY CUSTOMER TYPE
(In Millions of Gallons)**

Type of Customer	Fiscal Year		
	2022	2023	2024
Single / Multi Family Residences	2,130.54	2,128.38	2,080.71
Commercial / Multi Family Commercial	104.26	99.30	103.40
Hydrant	6.15	2.65	1.26
Bulk	124.12	41.49	31.57
Irrigation	47.72	47.38	33.87
Totals	2,412.79	2,319.20	2,250.81

WATER RATES BY CUSTOMER TYPE

Type of Customer	2022 Fiscal Year Eff. 12/1/21	
	Inside City Limits	Outside City Limits
Water Rates (Per 1,000 gallons consumed)		
Residential		
0 - 5,000	2.25	2.81
5,001 - 10,000	4.54	5.67
10,001 - 20,000	7.95	9.93
over 20,001	15.91	19.88
Commercial		
Rates apply to all usage - no cap	4.34	5.42
Irrigation Rates (Per 1,000 gallons consumed)		
0 - 10,000	4.54	5.67
10,001 - 20,000	7.95	9.93
over 20,001	15.91	19.88

Type of Customer	2023 Fiscal Year Eff. 12/1/2022	
	Inside City Limits	Outside City Limits
Water Rates (Per 1,000 gallons consumed)		
Residential		
0 - 5,000	2.36	2.95
5,001 - 10,000	4.76	5.95
10,001 - 20,000	8.34	10.42
over 20,001	16.70	20.87
Commercial		
Rates apply to all usage - no cap	4.55	5.69
Irrigation Rates (Per 1,000 gallons consumed)		
0 - 10,000	4.76	5.95
10,001 - 20,000	8.34	10.42
over 20,001	16.70	20.87

Type of Customer	2024 Fiscal Year Eff. 12/01/2023	
	Inside City Limits	Outside City Limits
Water Rates (Per 1,000 gallons consumed)		
Residential		
0 - 5,000	2.47	3.08
5,001 - 10,000	4.99	6.23
10,001 - 20,000	8.75	10.93
over 20,001	17.53	21.91
Commercial		
Rates apply to all usage - no cap	4.77	5.96
Irrigation Rates (Per 1,000 gallons consumed)		
0 - 10,000	4.99	6.23
10,001 - 20,000	8.75	10.93
over 20,001	17.53	21.91

(1) The City had both a rate structure and a rate change effective with bills dated on or after December 1, 2022.

**WASTEWATER RELATED INDICATORS - LAST THREE FISCAL YEARS
WASTEWATER SOLD BY CUSTOMER TYPE
(In Millions of Gallons)**

Type of Customer	Fiscal Year		
	2022	2023	2024
Single / Multi Family Residences	260.82	270.76	283.49
Multi Family Residences	-	-	-
Commercial / Multi Family Commercial	85.58	82.27	87.53
Bulk	19.48	16.72	13.64
Reclaimed - Residential & Commercial	289.91	325.15	316.71
Totals	655.79	694.90	701.37

WASTEWATER RATES BY CUSTOMER TYPE

Type of Customer	2022 Fiscal Year Eff. 12/1/21	
	Inside City Limits	Outside City Limits
Sewer Rates (Per 1,000 gallons consumed)		
Residential		
0 - 2,000	-	-
2,001 - 5,000	16.91	21.13
5,000+	21.99	27.48
Commercial		
Rates apply to all usage - no cap	18.27	22.83
Reclaimed (Per 1,000 gallons consumed)		
Rates apply to all usage - no cap	1.81	2.26

Type of Customer	2023 Fiscal Year Eff. 12/1/22	
	Inside City Limits	Outside City Limits
Sewer Rates (Per 1,000 gallons consumed)		
Residential		
0 - 2,000	-	-
2,001 - 5,000	17.75	22.18
5,000+	23.08	28.85
Commercial		
Rates apply to all usage - no cap	20.13	23.97
Reclaimed (Per 1,000 gallons consumed)		
Rates apply to all usage - no cap	1.90	2.37

Type of Customer	2024 Fiscal Year Eff. 12/1/23	
	Inside City Limits	Outside City Limits
Sewer Rates (Per 1,000 gallons consumed)		
Residential		
0 - 2,000	-	-
2,001 - 5,000	18.63	23.28
5,000+	24.23	30.28
Commercial		
Rates apply to all usage - no cap	20.13	25.16
Reclaimed (Per 1,000 gallons consumed)		
Rates apply to all usage - no cap	1.99	2.48

(1) The City had a rate change effective with bills dated on or after December 1, 2023.

**PRINCIPAL EMPLOYERS
CURRENT AND NINE YEARS AGO**

Employer	2024 (1)			2015 (2)		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Amazon	1343	1	13.50%			
Publix Supermarkets	557	2	5.60%	586	2	5.45%
Walmart	517	3	5.20%	358	3	3.33%
City of Deltona	371	4	3.73%	304	4	2.83%
Methodist Children's Home	230	5	2.31%	180	6	1.68%
McDonalds	184	6	1.85%	177	7	1.65%
Winn Dixie	152	7	1.53%	173	8	1.61%
Lowe's	137	8	1.38%			
USPS	92	9	0.92%			
Southern Building Services	89	10	0.89%			
Galaxy Middle School				160	9	1.49%
Daytona State College				1,256	1	11.69%
Pine Ridge High School				250	5	2.33%
Deltona Middle School				153	10	1.42%
Total	3,583		36.91%	3,597		33.48%

(1) Source: Department of Economic Opportunity, Bureau of Workforce Statistics & Economic Research
 (2) Source: City's Comprehensive Annual Financial Report for FYE 09/30/15

**CITY OF DELTONA, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

Grantor/Pass-Through Grantor/Program Title	Grant Number	Assistance Listing Number	Program or Award Amount	Expenses	Subrecipient Award Amount
<u>FEDERAL AWARDS</u>					
United States Department of Housing and Urban Development					
Community Development Block Grant	B-20-MC-12-0049	14.218	609,541	140,000	-
Community Development Block Grant	B-22-MC-12-0049	14.218	558,558	250,000	-
Community Development Block Grant	B-23-MW-12-0049	14.218	521,246	382,736	72,491
Total United States Department of Housing and Urban Development:				<u>772,736</u>	<u>72,491</u>
United States Department of the Treasury					
COVID-19 Coronavirus State and Local Recovery Funds	SLT-2324	21.027	13,972,193	1,190,806	-
Total United States Department of Treasury:				<u>1,190,806</u>	<u>-</u>
United States Department of Homeland Security					
<i>Passed Through State of Florida Division of Emergency Management</i>					
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	4673	97.036		4,374,844	-
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	4680	97.036		11,779	-
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	4734	97.036	-	10,709	-
Total United States Department of Homeland Security				<u>4,397,332</u>	<u>-</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS				\$ 6,360,874	\$ 72,491
TOTAL FEDERAL AWARDS				<u>\$ 6,360,874</u>	<u>\$ 72,491</u>

Notes to the Schedule of Expenditures of Federal Awards

Note 1. Basis of Presentation

The accompanying Schedule of Federal Awards of the City of Deltona, Florida is presented on the accrual basis of accounting. Additional elements of this report are prepared in accordance with Government Auditing Standards, issued by the Comptroller General of the United States and the Rules of the Auditor General of the State of Florida.

Note 2. Indirect Cost Rate

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

Note 3. Disaster Grants - Public Assistance

Expenditures reported in the schedule for ALN #97.036, Disaster Grants - Public Assistance, include \$4,397,332 of expenditures incurred by the City in prior years and was awarded during the year ended September 30, 2024. These grants are as follows:

Grant Number 4673	Hurricane Ian	\$4,374,844
Grant Number 4680	Hurricane Nicole	\$ 11,779
Grant Number 4734	Hurricane Idalia	\$ 10,709

Note 4. Subrecipient Awards

The City did not make subawards of federal awards during the year ended September 30, 2024.

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

Honorable Mayor and City Commissioners
City of Deltona
Deltona, Florida

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Deltona, Florida (the City) as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 6, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

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

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

Report on Compliance and Other Matters

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

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Deltona, Florida

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

the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of non-compliance or other matters that are not required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

Purvis Gray

June 6, 2025
Ocala, Florida

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

Honorable Mayor and City Commissioners
City of Deltona
Deltona, Florida

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Deltona, Florida's (the City) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement*, that could have a direct and material effect on each of the City's major federal programs for the year ended September 30, 2024. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

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Deltona, Florida

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

Auditor's Responsibilities for the Audit of Compliance

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material non-compliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

Honorable Mayor and City Commissioners
City of Deltona
Deltona, Florida

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

there is a reasonable possibility that material non-compliance with a type of compliance requirement of a federal program or state project will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the 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. However, material weaknesses or significant deficiencies in internal control over compliance 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.

Purvis Gray

June 6, 2025
Ocala, Florida

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FEDERAL AWARD PROGRAMS
FOR THE YEAR ENDED SEPTEMBER 30, 2024
CITY OF DELTONA, FLORIDA**

SUMMARY OF AUDITOR'S RESULTS

Financial Statements

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

Federal Awards

Internal Control over Major Programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Type of Auditor's Report Issued on Compliance for Major Programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with CFR 200.516(A)	No
Identification of Major Programs:	

Federal Program

U.S. Department of Treasury: Coronavirus State and Local Government Fiscal Recovery Funds	AL No. 21.027
U.S. Department of Homeland Security Disaster Grants – Public Assistance (Presidentially Declared Disasters)	AL No. 97.036
Dollar Threshold Used to Distinguish Between Type A and Type B Programs – Federal Programs	\$750,000
Auditee qualified as low-risk auditee pursuant to the Uniform Guidance?	Yes

Other Issues

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

INDEPENDENT ACCOUNTANT'S REPORT ON COMPLIANCE WITH SECTION 218.415, FLORIDA STATUTES

Honorable Mayor and City Commissioners
City of Deltona
Deltona, Florida

We have examined the City of Deltona, Florida's (the City) compliance with requirements of Section 218.415, Florida Statutes as of and for the year ended September 30, 2024, as required by Section 10.556(10)(a), *Rules of the Auditor General*. Management is responsible for the City's compliance with those requirements. Our responsibility is to express an opinion on the City's compliance based on our examination.

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

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

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

In our opinion, the City complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2024.

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

Purvis Gray

June 6, 2025
Ocala, Florida

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MANAGEMENT LETTER

Honorable Mayor and City Commissioners
City of Deltona
Deltona, Florida

Report on the Financial Statements

We have audited the financial statements of the City of Deltona, Florida (the City) as of and for the fiscal year ended September 30, 2024, and have issued our report thereon dated June 6, 2025.

Auditor's Responsibility

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

Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*, Independent Auditor's Report on Compliance for Each Major Federal Program and State Project and on Internal Control Over Compliance; Schedule of Findings and Questioned Costs; and Independent Accountant's Report on an examination conducted in accordance with American Institute of Certified Public Accountants Professional Standards, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Auditor General*. Disclosures in those reports and schedule, which are dated June 6, 2025, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., *Rules of the Auditor General*, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. Corrective actions have been taken to address findings and recommendations made in the preceding financial audit report.

Official Title and Legal Authority

Section 10.554(1)(i)4., *Rules of the Auditor General*, requires that the name or official title and legal authority for the primary government be disclosed in the management letter, unless disclosed in the notes to the financial statements (see Note I of the City's basic financial statements as of and for the year ended September 30, 2024, for this information).

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Deltona, Florida

MANAGEMENT LETTER

Financial Condition and Management

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

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

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

Property Assessed Clean Energy (PACE) Programs

As required by Section 10.554(1)(i)6.a., *Rules of the Auditor General*, the City stated they did not operate a PACE program authorized pursuant to Section 163.081 or Section 163.082, Florida Statutes, within the City's geographical boundaries during the fiscal year under audit.

Special District Component Units

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

As required by Section 218.39(3)(c), Florida Statutes, and Section 10.554(1)(i)7, *Rules of the Auditor General*, the Southwest Deltona Community Redevelopment Agency (CRA) reported this information in the CRA's separately issued financial statements.

Additional Matters

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

Purpose of this Letter

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

Honorable Mayor and City Commissioners
City of Deltona
Deltona, Florida

MANAGEMENT LETTER

We wish to take this opportunity to thank you and your staff for the cooperation and courtesies extended to us during the course of our audit. Please let us know if you have any questions or comments concerning this letter, accompanying reports, or other matters.

Purvis Gray

June 6, 2025
Ocala, Florida

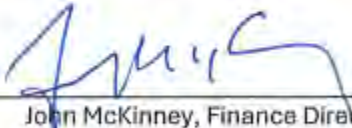


AFFIDAVIT OF COMPLIANCE

BEFORE ME, the undersigned authority, personally appeared Jonathan C. McKinney, who being duly sworn, deposes and says on oath that:

1. I am the Chief Financial Officer of the City of Deltona, which is a local governmental entity of the State of Florida.
2. The governing body of the City of Deltona adopted Ordinance No. 96-38 and 96-39 implementing impact fees, and Ordinances No. 28-2006, 19-2011, 04-2016, and 28-2016 amending the impact fees.
3. The City of Deltona has complied and, as of the date of this Affidavit, remains in compliance with Section 163.31801, Florida Statutes.

FURTHER AFFIANT SAYETH NAUGHT



 John McKinney, Finance Director

SUBSCRIBED AND SWORN before me by means of physical presence or online notarization on the 6 day of June 2025 by John McKinney, Finance Director of the City of Deltona, Florida, who is personally known to me.





 Notary Public, State of Florida
Printed name, commission and expiration of commission term

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