

CITY OF KISSIMMEE FLORIDA
**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

YEAR ENDED SEPTEMBER 30, 2024



CITY OF KISSIMMEE, FLORIDA
ANNUAL COMPREHENSIVE
FINANCIAL REPORT

Year Ended September 30, 2024



Prepared by Department of Finance

CITY OF KISSIMMEE, FLORIDA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
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The City of Kissimmee, Florida
City Officials
As of September 30, 2024

Elected Officials

Mayor/Commissioner.....	Olga Gonzalez
Commissioner/Vice Mayor.....	Olga Castano
Commissioner/Mayor Pro Tem.....	Angela Eady
Commissioner.....	Carlos Alvarez III
Commissioner.....	Janette Martinez

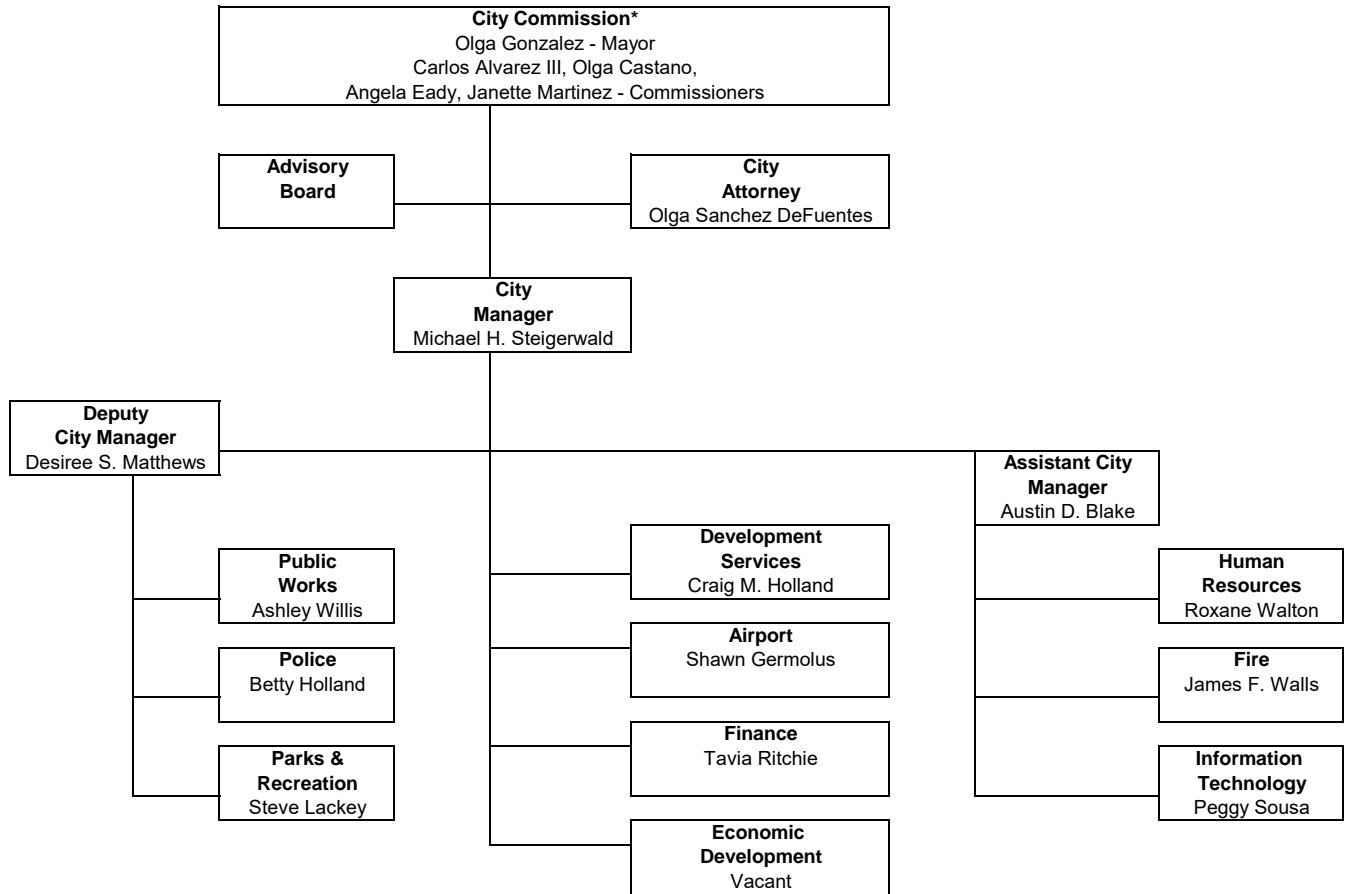
Financial Related Management

City Manager.....	Michael H. Steigerwald
Deputy City Manager.....	Desiree S. Matthews
Finance Director.....	Shantavia L. Ritchie
Assistant Finance Director.....	Sandra N. Pereira

Other Departmental Officials

Airport Director.....	Shaun Germolus
City Attorney.....	Olga Sanchez DeFuentes
Development Services Director.....	Craig M. Holland
Economic Director.....	Vacant
Fire Chief.....	James F. Walls
Information Technology Director.....	Margaret R. Sousa
Parks & Recreation Director.....	Steven L. Lackey
Personnel & Risk Management Director.....	Roxane Walton
Police Chief.....	Betty Holland
Public Works & Engineering Director.....	Ashley Willis

CITY OF KISSIMMEE ORGANIZATION CHART



* The City Commission is composed of representatives elected by the citizens of the City of Kissimmee.



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Kissimmee
Florida**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2023

Christopher P. Morill

Executive Director/CEO



FINANCE DEPARTMENT

101 CHURCH STREET - KISSIMMEE, FLORIDA 34741 - 407.518.2210

March 28, 2025

Honorable Mayor, Members of the City Commission and
Citizens of the City of Kissimmee, Florida

Florida Statutes require that all general-purpose local governments publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP), and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby submit the annual comprehensive financial report of the City of Kissimmee, Florida for the fiscal year ended September 30, 2024.

This report consists of management's representations concerning the finances of the City of Kissimmee. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, the management of the City of Kissimmee has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City of Kissimmee's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City of Kissimmee's framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City of Kissimmee's financial statements have been audited by Purvis, Gray and Company, LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Kissimmee for the fiscal year ended September 30, 2024, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amount and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of Kissimmee's financial statements for the fiscal year ended September 30, 2024, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City of Kissimmee was performed in conjunction with a federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City of Kissimmee's MD&A can be found immediately following the report of the independent auditors.



THE CITY

The City of Kissimmee (the “City”), near the geographic center of Florida, is the county seat of Osceola County. Of Florida’s 67 counties, Osceola is the State’s sixth largest in geographical size, with a land area of 1,506 square miles. There are approximately 22.2 square miles within the corporate limits of the City. The 2020 U.S. Census reported 79,226 people living within the City. The current State population estimate for the City is 82,717.

The City has a commission/manager form of government, with a Mayor-Commissioner and four other Commissioners who are elected at large for four-year staggered terms. Elections are held on the Tuesday, nine (9) weeks prior to the State of Florida General Elections. The City employs a full-time manager who is the chief executive and administrative officer of the City.

The City provides a full range of municipal services, including police, fire, public works, community development and housing services, public improvements, planning, economic development, zoning, recreational services and general administrative services. The City also provides garbage and trash collection and operates a municipal airport, and stormwater utility.

ACCOUNTING SYSTEM, INTERNAL ACCOUNTING CONTROLS, AND BUDGETARY CONTROL

The City’s accounting records for General, Special Revenue, Debt Service, and Capital Projects Funds are maintained on a modified accrual basis. Revenues are recognized when they become measurable and available, while expenditures are recorded at the time the related fund liabilities are incurred. Accounting records for Enterprise, Internal Service and Pension Trust Funds are maintained on a full accrual basis.

In designing and developing the City’s accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding:

1. The safeguarding of assets against loss from unauthorized use or disposition; and
2. The reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance recognizes that:

1. The cost of a control should not exceed the benefits likely to be derived; and
2. The evaluation of cost and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe that the City’s internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

The Director of Finance maintains budgetary control, in conformance with the City Charter and Florida Statutes, through constant review. Budgetary responsibility for the General, Special Revenue, Debt Service, Capital Projects and Enterprise Funds is established at the sub-object of expenditure level. The City Manager is authorized to approve transfers between non-salary sub-object line items within departments; however, transfers from salary line items, transfers between departments and changes in total budget appropriations for a fund must have prior approval of the City Commission. However, the City Manager can approve transfers of unused amounts in salary account line items to advertising, recruiting and/or professional service account line items. Interim financial reports are provided for internal use.



THE REPORTING ENTITY AND ITS SERVICES

The funds and entities related to the City, included in the Annual Comprehensive Financial Report, are controlled by or dependent on the City. Determination of “controlled by or dependent on” is based on criteria and disclosure requirements of Governmental Accounting Standards Board Statement Number 14 *Defining the Reporting Entity*. The criteria deal with the selection of governing authority, designation of management, and ability to significantly influence operations and accountability for fiscal matters. Based on these criteria, the various funds shown in the Table of Contents are included in this report. This report, together with the accounting and budgeting systems, have been designed to conform to the standards set forth by the Governmental Accounting Standards Board and the American Institute of Certified Public Accountants. Fund structure has also been designed to comply with the legal requirements of the various revenue bond covenants and resolutions.

ECONOMIC CONDITION AND OUTLOOK

The City is primarily residential in character but also serves as a regional retail and commercial center. It derives a substantial portion of its economic activity from its proximity to Walt Disney World, its medical district which is the third largest in central Florida, its rapidly expanding airport and its position as the County seat.

The City’s Medical District has seen over \$150 million invested by HCA FL – Osceola Hospital and over \$120 million by Advent Health – Kissimmee. Over \$200 Million has been invested by Osceola County and local groups towards infrastructure at the NeoCity project site that will provide a state-of-the-art advanced manufacturing research and development center for the nano sensor industry. This 500-acre technology and research district currently contains The Center for NeoVation, a 90,000 square foot semiconductor facility, a 100,000 square foot Class A office facility and NeoCity Academy, a STEM focused public magnet high school engaged in project-based learning recognized as one of the top high schools in the country. The center is expected to have a positive impact on the State of Florida’s economy and presents significant opportunities for Kissimmee’s future.

There are more than 50 attractions easily accessible from the Kissimmee Resort area. In addition to Walt Disney World, located approximately 7 miles west of the City, some of the tourist attractions near the City include Sea World, Gatorland Zoo, Reptile World Serpentarium, Medieval Times, and Kennedy Space Center. Special events that take place in the City each year are the Silver Spurs Rodeo, RAM National Rodeo, the festival series at Lakefront Park, and the Mecum Auto Auction.

The City’s comprehensive plan, including a five-year capital growth program, has been developed to establish goals, objectives and policies for effective and realistic growth management. This plan is reviewed annually and revised as necessary. Management is committed and prepared to implement proactive alternatives that will insure the City’s economic viability. The City will continue to budget and manage all resources in the most cost-effective manner. The City will maintain strict due-diligence measures and aggressively seek out opportunities to reduce or maintain expenditures on operations to within budgetary limits in order to develop and maintain the community’s infrastructure and to enhance City services.

LONG-TERM FINANCIAL PLANNING

The City prepares a rolling five-year capital budget each year. During this process, revenues and expenditures for key operating funds, such as General Fund, Local Option Sales Tax, Local Option Gas Tax, Stormwater, Sanitation and Airport funds, are analyzed to ensure the financial sustainability of each fund over the long term.



With regard to the General Fund and Enterprise Funds, the goal is to ensure that a minimum reserve of 20% will be maintained at the end of each five-year period. This exercise allows the City to plan for major capital expenditures. Therefore, during the fiscal year 2023-2024 capital budget process, various projects for continued road and road related improvements, technology improvements, drainage projects, airport enhancements, parks and park land projects, and various pieces of heavy equipment were planned. The total projected cost for capital improvements identified in the 2024-2028 capital improvement plan totaled \$128,178,800.

MAJOR INITIATIVES

The City continues to make progress on the Building Division addition adjacent to City Hall. Progress was also made on its road improvement plan, stormwater improvement projects, the Shingle Creek Regional Trail and various grant funded projects. The municipally owned airport continued to embark on several improvement projects this past year as well through grant funding. In fiscal year 2024, the City completed the design prototype for several new Fire Stations, Hudson Street Improvements, Mill Slough Restoration, and repaved Dyer Blvd and Carroll St. The new mobile transit service was also expanded for residents. In addition to the myriad of capital projects the City worked on during FY 2024, the motel purchased in a massive effort to expand Housing and Social Services Assistance programs was awarded several state and federal grants. The former Motel 6 site, now known as the Haven on Vine, serves as a one-stop location and provide housing-focused emergency, low barrier, non-congregate shelter; bridge housing; and homeless support services.

FUND BALANCE

The City has established a fund balance policy in accordance with GASB Statement No. 54 “Fund Balance Reporting and Governmental Fund Type Definitions”. The purpose of the fund balance policy is to establish a key element of the financial stability of the City by setting guidelines for fund balance. Unassigned fund balance is an important measure of economic stability. It is essential that the City maintain adequate levels of unassigned fund balance to mitigate financial risk that can occur from unforeseen revenue fluctuations, unanticipated expenditures, and similar circumstances.

REVELANT FINANCIAL POLICIES

The City has adopted a comprehensive set of financial policies. In accordance with Government Accounting Standards Board (GASB) Statement No. 68, Accounting and Financial Reporting for Pensions, the City now includes in the government-wide statements and proprietary fund statements its proportionate share of the net pension liability of the cost-sharing and single employer pension plans in which it participates. This proportionate amount represents a share of the present value of projected benefit payments to be provided through the cost sharing and single employer pension plans to current active and inactive employees that is attributed to those employees' past periods of service (total pension liability), less the amount of the cost-sharing and single employer pension plan's fiduciary net position. See note 8 to the financial statements for more information. In addition, the City previously implemented GASB 75 – Accounting and Financial Reporting Postemployment Benefits Other than Pensions. This standard replaced GASB 45 and moves the accounting for other postemployment benefits to the balance sheet and income statement rather than being in the notes to the financial statements. In fiscal year 2023, the City implemented GASB 87 – Leases which requires recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. Lastly, the City most recently implemented GASB 96 – Subscription-Based Information Technology Arrangements (SBITA) providing capitalization criteria, note disclosures, and establishing SBITA right-to-use subscription assets, intangible assets, and the corresponding subscription liabilities.



FIDUCIARY OPERATIONS

The City has fiduciary responsibility for the self-directed deferred compensation plan that allows employees to defer a portion of salary for future years. The City also has separate Pension Trust Funds for General Employees, Police Officers and Firefighters.

These Funds were created to account for the accumulation of resources to be used for the retirement annuities of all City employees. The City continues to contribute to these funds in accordance with City Commission established criteria that includes annual independent actuarial analyses.

STATUTORY REQUIREMENTS – INDEPENDENT AUDIT

Florida Statutes require the City's financial statements to be subjected to an annual examination by an independent Certified Public Accountant. Those provisions have been satisfied and the opinion of the independent accountant is included.

CERTIFICATE OF ACHIEVEMENT PROGRAM

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Kissimmee, Florida for its annual comprehensive financial report for the fiscal year ended September 30, 2023. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. The report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

ACKNOWLEDGEMENTS

The presentation of this report could not have been accomplished without the efficient and dedicated service of the Finance Department. We would like to express our appreciation to all members of the department who assisted and contributed to its preparation. We would also like to thank the Commissioners for their interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,



Mike Steigerwald
City Manager



Tavia Ritchie, CPA, CPFO, CGFO
Finance Director



INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members of the City Commission
City of Kissimmee
Kissimmee, 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 Kissimmee, 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 as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of September 30, 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.

CERTIFIED PUBLIC ACCOUNTANTS

Gainesville | Ocala | Tallahassee | Sarasota | Orlando | Tampa

purvisgray.com

Members of American and Florida Institutes of Certified Public Accountants

Honorable Mayor and Members of the City Commission
City of Kissimmee
Kissimmee, Florida

INDEPENDENT AUDITOR'S REPORT

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.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Honorable Mayor and Members of the City Commission
City of Kissimmee
Kissimmee, Florida

INDEPENDENT AUDITOR'S REPORT

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison schedules for the General Fund and Major Special Revenue Fund, City Retirement Plan Schedules and Notes, and City Other Postemployment Benefits Plan Schedule, as listed in the table of contents, 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 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 fund financial statements, related budgetary comparison schedules, and schedule of expenditures of federal awards and state projects, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards and Department of Financial Services, State Projects Compliance Supplement*, 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 fund financial statements, related budgetary comparison schedules, and the schedule of expenditures of federal awards and state projects 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.

Honorable Mayor and Members of the City Commission
City of Kissimmee
Kissimmee, Florida

INDEPENDENT AUDITOR'S REPORT

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 March 28, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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

March 28, 2025
Ocala, Florida

CITY OF KISSIMMEE, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
 September 30, 2024
 (In Thousands)

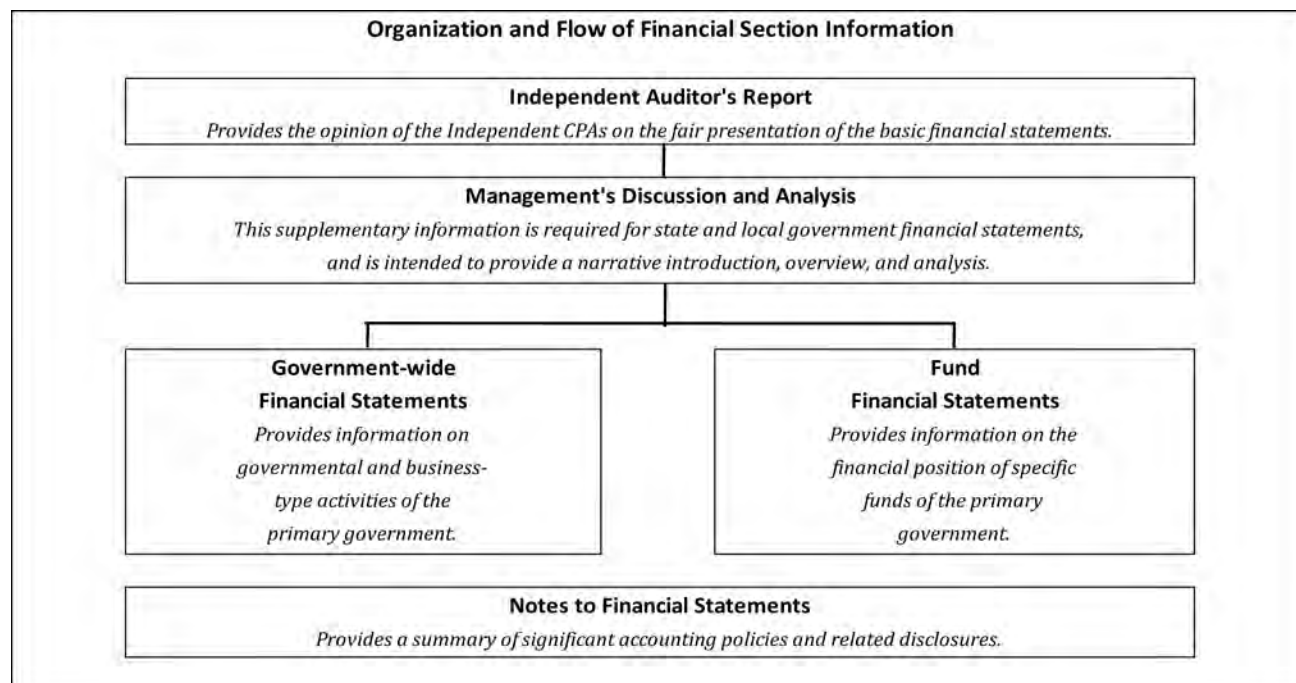
The City of Kissimmee, Florida's (the "City") Management's Discussion and Analysis (the "MD&A") presents an overview of the City's financial activities for the fiscal year ended September 30, 2024. Please read it in conjunction with the letter of transmittal in the introductory section, and the City's financial statements following the MD&A.

Financial Highlights

- The assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources at the close of fiscal year 2024 by \$354,207 (net position).
- The City's net position increased by \$21,849 from current year activities, of which governmental activities contributed \$19,994 of this increase.
- The fund balance for governmental funds increased by \$17,989 from the prior year. The majority of this increase resulted from increased revenues for the use of the City's services as operations returned to normal levels after the pandemic shutdowns and the City utilized available Federal grant funding for post-COVID programs and improvements.

Overview of the Financial Statements

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



Government-wide financial statements

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

The *statement of net position* presents information on all of the City's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating. Additionally, nonfinancial factors, such as a change in the City's property tax base or the condition of City facilities and infrastructure, should be considered to assess the overall financial health of the City.

The *statement of activities* presents information showing how the government's net position changed during fiscal year 2024. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected but earned revenue and unused vacation leave).

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

The government-wide financial statements include not only the City itself (known as the primary government) but also legally separate entities known as component units. Component units, which are other governmental units over which the City Commission can exercise influence and/or may be obligated to provide financial subsidy, are presented within governmental activities in the government-wide financial statements, and as individual special revenue funds in the fund financial statements. The City's component units (the Community Redevelopment Agencies) are nonmajor special revenue funds of the City.

Fund financial statements

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

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

CITY OF KISSIMMEE, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2024
(In Thousands)

The City maintains several individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, Local Option Gas Tax and Local Option Sales Tax, which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation noted as Nonmajor Governmental Funds. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* in the other supplemental information section of this report. The City adopts an annual appropriated budget for its general fund, most capital projects funds, most debt service funds, and most special revenue funds. Budgetary comparison schedules have been provided for these funds to demonstrate budgetary compliance.

Proprietary Funds

The City maintains two different types of proprietary funds. The *enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for the fiscal activities relating to stormwater, sanitation, and airport operations. The *internal service funds* are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its risk management programs and to allocate costs from central services (such as information technology, warehouse, garage, and building maintenance). Because these activities predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Stormwater Utility Fund, the Airport Fund and the Sanitation Fund, which are considered to be major funds of the City, and the aggregate of the internal service funds.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is similar to proprietary funds. The City has three pension trust funds to account for the general employees' pension plan, the police officers' pension plan, and the firefighters' pension plan.

Notes to the financial statements and Other Information

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. In addition to the basic financial statements and accompanying notes, *required supplementary information* is included which presents budgetary comparison schedules for the City's General Fund, Local Option Gas Tax and Local Option Sales Tax; schedule of total OPEB liability and related ratios for the City's Other Postemployment Benefits Plan; and required pension schedules for the City's three pension plans. Required supplementary information can be found following the notes to the financial statements.

The other supplementary information section of this report includes the combining statements referred to earlier in connection with nonmajor governmental funds. Combining statements for internal service funds are also presented in this section. Combining and individual fund budgetary comparison schedules for nonmajor funds can be found after the required supplementary information.

CITY OF KISSIMMEE, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2024
(In Thousands)

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows exceeded liabilities and deferred inflows by \$354,207 at the close of the fiscal year ended September 30, 2024. At the end of fiscal year 2024, the City is able to report positive balances in all categories of net position for its business-type activities, and two for its governmental activities.

The largest portion of the City's net position of \$257,705 reflects its net investment in capital assets (land, buildings, infrastructure and equipment less any related outstanding debt used to acquire those assets). The City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City's net investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities. The City has restricted net position of \$81,497 for construction projects, public safety programs, supplementary care, and other purposes. The remaining balance is unrestricted net position of \$15,005.

City of Kissimmee, Florida
Net Position
(In Thousands)

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Current and Other Assets	\$ 165,160	\$ 156,770	\$ 19,941	\$ 14,311	\$ 185,101	\$ 171,081
Capital Assets (Net)	282,788	276,404	54,323	56,429	337,111	332,833
Total Assets	447,948	433,174	74,264	70,740	522,212	503,914
Deferred Outflows	10,594	22,377	408	1,606	11,002	23,983
Current and Other Liabilities	15,895	20,727	611	3,265	16,506	23,992
Long-term Liabilities	137,777	161,682	3,572	5,565	141,349	167,247
Total Liabilities	153,672	182,409	4,183	8,830	157,855	191,239
Deferred Inflows	15,763	4,029	5,389	271	21,152	4,300
Net Position:						
Net Investment in						
Capital Assets	203,537	199,077	54,168	54,092	257,705	253,169
Restricted	81,497	75,189	-	-	81,497	75,189
Unrestricted	4,073	(5,153)	10,932	9,153	15,005	4,000
Total Net Position	\$ 289,107	\$ 269,113	\$ 65,100	\$ 63,245	\$ 354,207	\$ 332,358

There was a net increase of \$21,849 in the City's net position over fiscal year 2023. There was a net increase of \$19,994 in net position reported in connection with the City's governmental activities and a \$1,855 increase in business-type activities. Reasons for these changes are presented in the following pages for governmental and business-type activities.

Capital assets increased by \$4,278 from the prior year due to park improvements, transportation projects and airport improvements. Long term liabilities decreased by \$(25,898) from the prior year, including a decrease of \$(23,905) in connection with governmental activities from a significant decrease in the net pension liability.

CITY OF KISSIMMEE, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2024
(In Thousands)

City of Kissimmee, Florida
Change in Net Position
(In Thousands)

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
REVENUES						
Program Revenues:						
Charges for Services	\$ 48,726	\$ 47,466	\$ 16,413	\$ 14,899	\$ 65,139	\$ 62,365
Operating Grants and Contributions	3,619	9,665	63	79	3,682	9,744
Capital Grants and Contributions	3,321	11,888	1,054	6,326	4,375	18,214
General Revenues:						
Property Taxes	25,279	21,733	-	-	25,279	21,733
Other Taxes	36,383	36,178	-	-	36,383	36,178
Other	54,813	43,924	785	478	55,598	44,402
Total Revenues	<u>172,141</u>	<u>170,854</u>	<u>18,315</u>	<u>21,782</u>	<u>190,456</u>	<u>192,636</u>
EXPENSES						
General Government	43,721	60,491	-	-	43,721	60,491
Public Safety	58,796	58,975	-	-	58,796	58,975
Transportation	35,173	11,297	-	-	35,173	11,297
Economic Environment	1,803	1,084	-	-	1,803	1,084
Culture/Recreation	10,633	10,171	-	-	10,633	10,171
Interest on Long-term Debt	2,977	2,878	-	-	2,977	2,878
Stormwater	-	-	6,008	5,262	6,008	5,262
Airport	-	-	2,838	4,214	2,838	4,214
Sanitation	-	-	6,658	6,707	6,658	6,707
Total Expenses	<u>153,103</u>	<u>144,896</u>	<u>15,504</u>	<u>16,183</u>	<u>168,607</u>	<u>161,079</u>
Excess Before Transfers	19,038	25,958	2,811	5,599	21,849	31,557
Transfers	956	709	(956)	(709)	-	-
Change in Net Position	19,994	26,667	1,855	4,890	21,849	31,557
Net Position - Beginning, Orig Reported	<u>269,113</u>	<u>242,446</u>	<u>63,245</u>	<u>58,355</u>	<u>332,358</u>	<u>300,801</u>
Restatement	-	-	-	-	-	-
Net Position - Beginning, As Restated	<u>269,113</u>	<u>242,446</u>	<u>63,245</u>	<u>58,355</u>	<u>332,358</u>	<u>300,801</u>
Net Position - Ending	<u>\$ 289,107</u>	<u>\$ 269,113</u>	<u>\$ 65,100</u>	<u>\$ 63,245</u>	<u>\$ 354,207</u>	<u>\$ 332,358</u>

Governmental activities

Governmental activities accounted for an increase of \$19,994 from the prior year net position. Charges for services increased by \$1,260 from increased use of City services by citizens and businesses of City facilities. Capital grants and contributions decreased by \$(8,567) due to several transportation grant projects in the prior year that completed. Operating grants and contributions decreased by \$(6,046) from the prior year due to post-Covid grants and hurricane relief funds received in the prior year that were not repeated this year.

CITY OF KISSIMMEE, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2024
(In Thousands)

Total governmental activities expenses increased by \$8,207 from the prior year. The majority of this increase resulted from the effects of change in net pension liability.

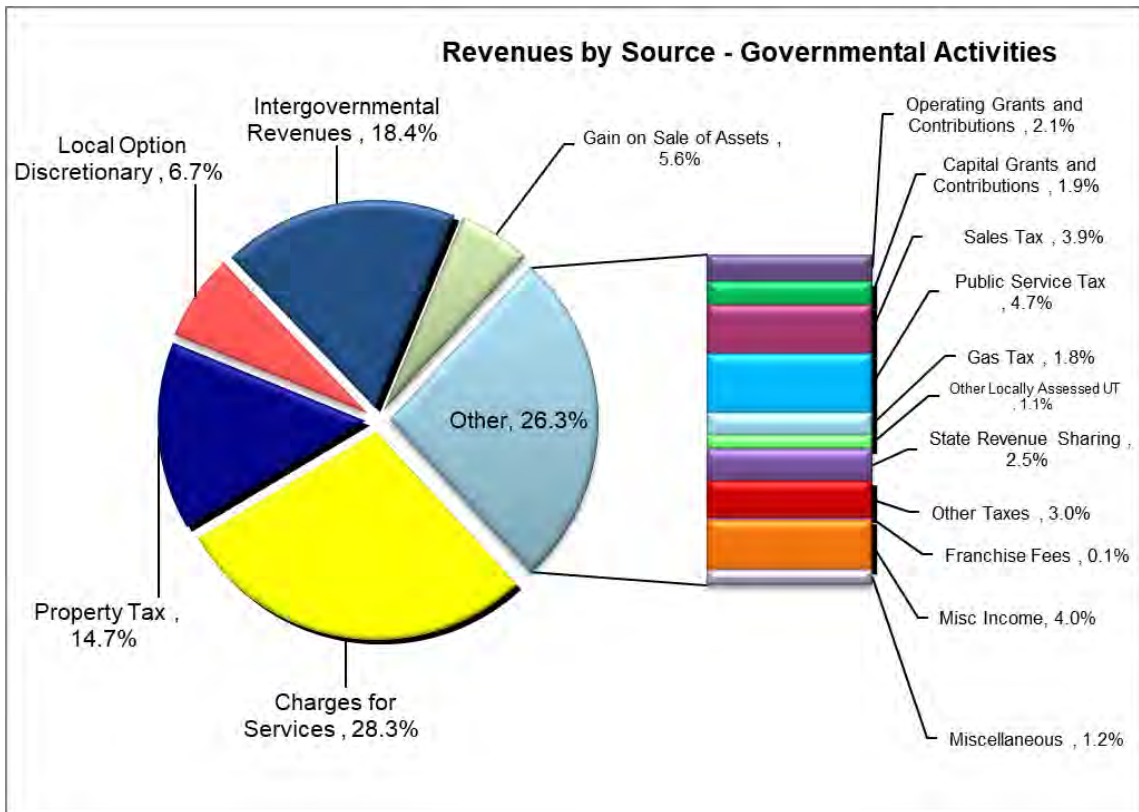
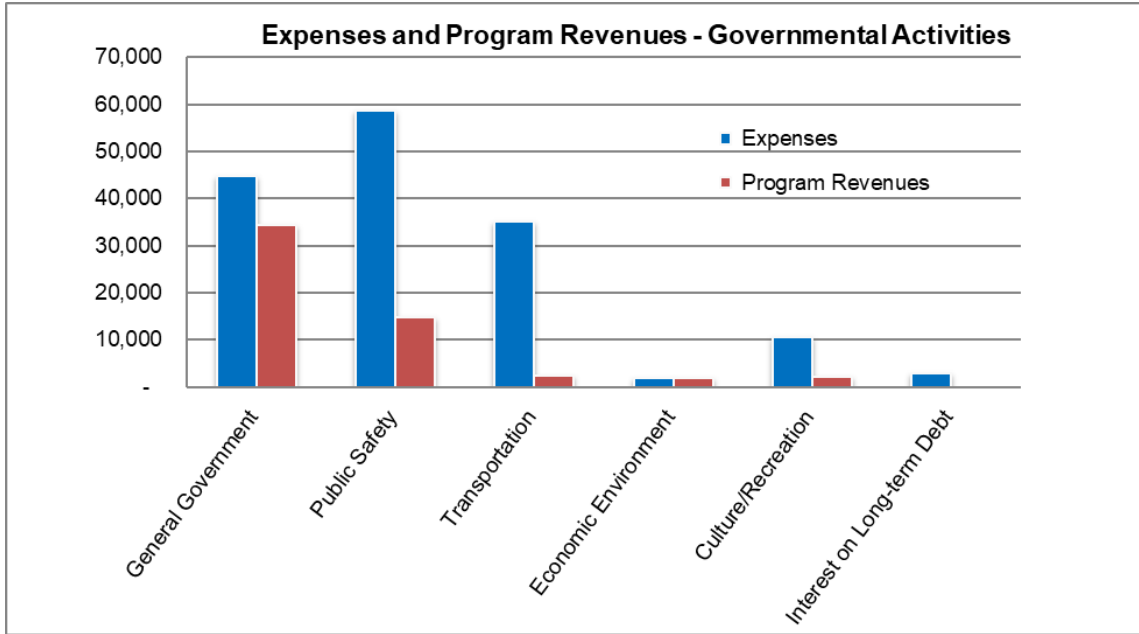
The following tables and graphs show the results of governmental activities for fiscal year ended 2024.

Expenses and Program Revenues – Governmental Activities
(In Thousands)

	Expenses				Net Cost of Services		
	2024	% of Total	2023	% Change	2024	2023	% Change
Functions/Programs							
General Government	\$ 43,721	29 %	\$ 60,491	(28) %	\$ (9,341)	\$ (16,480)	(43) %
Public Safety	58,796	38 %	58,975	- %	(43,883)	(45,249)	(3) %
Transportation	35,173	23 %	11,297	211 %	(32,784)	(5,842)	461 %
Economic Environment	1,803	1 %	1,084	66 %	-	1,904	(100) %
Culture/Recreation	10,633	7 %	10,171	5 %	(8,452)	(7,332)	15 %
Interest on Long-term Debt	2,977	2 %	2,878	3 %	(2,977)	(2,878)	3 %
	<u>\$ 153,103</u>	<u>100 %</u>	<u>\$ 144,896</u>		<u>\$ (97,437)</u>	<u>\$ (75,877)</u>	

Revenue by Source – Governmental Activities
(In Thousands)

Description	2024	% of Total	2023	% Change
Program Revenues				
Charges for services	\$ 48,726	27 %	\$ 47,466	3 %
Operating grants and contributions	3,619	2 %	9,665	(63)%
Capital grants and contributions	3,321	2 %	11,888	(72)%
General Revenues				
Property tax	25,279	15 %	21,733	16 %
Sales tax	6,646	4 %	6,951	(4)%
Public service tax	8,008	5 %	7,777	3 %
Gas tax	3,095	2 %	3,265	(5)%
Local option discretionary tax	11,481	7 %	11,448	- %
Other locally assessed utility tax	1,924	1 %	1,883	2 %
Other taxes	5,229	3 %	4,854	8 %
State revenue sharing	4,296	2 %	4,420	(3)%
Unrestricted intergovernmental revenues	31,732	18 %	30,044	6 %
Franchise fees	220	0 %	216	2 %
Investment income (loss)	6,888	4 %	5,338	29 %
Gain on sale of capital assets	9,635	6 %	1,453	563 %
Miscellaneous	2,042	1 %	2,453	(17)%
Transfers	956	1 %	709	35 %
	<u>\$ 173,097</u>	<u>100 %</u>	<u>\$ 171,563</u>	



CITY OF KISSIMMEE, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2024
(In Thousands)

Business-type activities

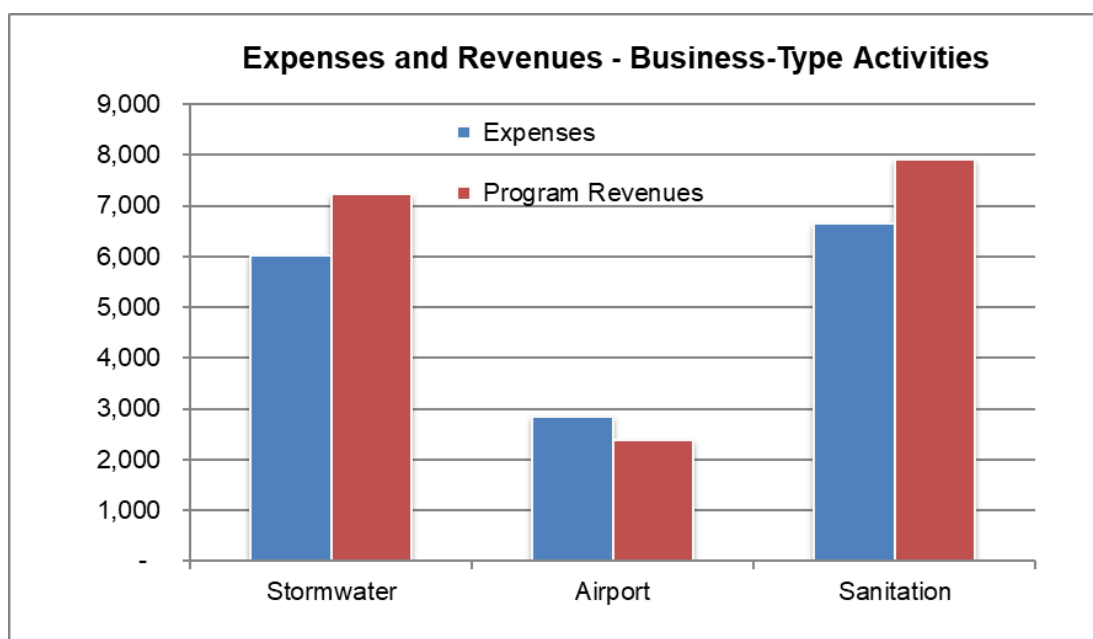
Business-type activities increased the City's net position by \$1,855, in line with the increase in the prior year. The Stormwater, Airport, and Sanitation expenses remained relatively unchanged from the prior year from operating strategies to provide cost effective services to users during the year. Additional information on the results of individual business-type activity funds is discussed in a different section.

Expenses and Program Revenues – Business-type Activities
(In Thousands)

Functions/Programs	Expenses			Net Increase (Decrease) in Net Position		
	2024	2023	% Change	2024	2023	% Change
Stormwater	\$ 6,008	\$ 5,262	14 %	\$ 1,214	\$ 1,320	(8) %
Airport	2,838	4,214	(33) %	(445)	3,433	(113) %
Sanitation	6,658	6,707	(1) %	1,257	368	242 %
	<u>\$ 15,504</u>	<u>\$ 16,183</u>		<u>\$ 2,026</u>	<u>\$ 5,121</u>	

Revenues by Source – Business-type Activities
(In Thousands)

	2024	% of Total	2023	% Change
Charges for services	\$ 16,413	90 %	\$ 14,899	10 %
Operating grants and contributions	63	- %	79	(20) %
Capital grants and contributions	1,054	6 %	6,326	(83) %
Investment income	611	3 %	470	30 %
Miscellaneous	73	- %	6	1,117 %
Gain on sale of capital assets	101	1 %	2	4,950 %
	<u>\$ 18,315</u>	<u>100 %</u>	<u>\$ 21,782</u>	



Financial Analysis of the City's Funds

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

Governmental funds

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

As of the end of fiscal year 2024, the City's governmental funds reported combined ending fund balances of \$138,148, an increase of \$17,989 in comparison with the prior year. This increase was largely the result of grant funds that reimbursed the City for several improvement projects as well as increased tax revenues. Additionally, the City sold the charter school property for \$10.4 million. Components of fund balance are comprised of nonspendable, restricted, committed, assigned, and unassigned. The components of committed, assigned and unassigned are considered spendable unrestricted fund balance. The total spendable unrestricted fund balance of governmental funds in fiscal year 2024 was \$43,123 compared to \$43,297 for fiscal year 2023, a decrease of \$174 for all governmental funds. The main cause of this decrease was spending on additional provision of services out of available unrestricted funds.

The City has three major governmental funds - the General Fund, Local Option Gas Tax fund and Local Option Sales Tax fund. More detailed information regarding these major funds is provided in the following section.

Major Funds - Governmental

General Fund

The General Fund is the chief operating fund of the City. At the end of fiscal year 2024, the spendable unrestricted fund balance (committed for road improvements \$10,400, assigned for budgetary carryforward \$8,074 and unassigned fund balance \$35,874) of the General Fund totaled \$54,348 compared to \$45,473 in fiscal year 2023, an increase of \$8,875. As a measure of the General Fund's liquidity, it may be useful to compare the spendable unrestricted fund balance of \$54,348 to the total fund's expenditures of \$93,118. This represents 47.2% of total expenditures compared to 48.4% in the prior fiscal year. Thus, the City was able to maintain its liquidity available to meet upcoming expenditures. The fund balance in the General Fund increased by \$9,056 during the current fiscal year. The General Fund overall maintained the same level of spending as the prior year. Taxes increased by \$3,754 mainly from property taxes as property values continue to increase each year. Expenditures decreased from the prior year by \$3,572 as operations appear to resume back to pre-COVID levels.

Local Option Gas Tax

The Local Option Gas Tax total fund balance increased by \$11,866. Current year tax revenue and fund expenditures remained close to the same as the prior year; however, there was a transfer in of \$11,275 in the current year for upcoming transportation improvement projects.

CITY OF KISSIMMEE, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
 September 30, 2024
 (In Thousands)

Local Option Sales Tax

The Local Option Sales Tax total fund balance was increased by \$2,608. Current year tax revenues were in line with the prior year. Expenditures for capital improvement projects were \$4,759 greater than the prior year as several projects are in their construction phase.

Major funds - Enterprise

The City's enterprise funds provide the same type of information found in the government-wide financial statements, but in more detail. The City has three major enterprise funds – the Stormwater Fund, the Airport Fund, and the Sanitation Fund. Unrestricted net position in the Stormwater Fund increased by \$1,857, in the Airport Fund decreased by \$(2,434), and in the Sanitation Fund increased by \$2,356 over the prior year. All three funds experienced minimal increases in operating revenues for continued use of services.

Stormwater Fund

The Stormwater Fund had an increase in net position of \$1,218. The minimal increase of \$1,218 shows the fund is operating effectively on current rates. Operating expenses were consistent with the prior year.

Airport Fund

The Airport Fund had a decrease in net position of \$(318). The Airport benefited from capital contributions for current improvements of \$1,054; and the minimal increase in operating expenses over the prior year was offset by a revenue loss of \$5,354 from the prior year. This was due to large airport improvement projects in the prior year reimbursed by federal and state grantor agencies.

Sanitation Fund

The Sanitation Fund had a minimal increase in net position of \$955 from the prior year. Operating revenues were greater than operating expenses by \$1,422 in the current year, confirming that the City's rates are sufficient to cover operational costs of the sanitation system.

General Fund Budgetary Highlights

The General Fund's original budget was amended to increase expenditures by \$15,692 (not including transfers out). The changes for expenditures within functions are summarized in the table below. Adjustments were made for additional grant-funded improvement projects and personnel changes during the course of the year.

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Change</u>
General Government	\$ 21,401	\$ 33,399	\$ 11,998
Public Safety	54,898	56,280	1,382
Transportation	6,727	8,553	1,826
Culture/Recreation	9,502	10,243	741
Non-departmental	34,460	34,205	(255)
	<u>\$ 126,988</u>	<u>\$ 142,680</u>	<u>\$ 15,692</u>

The General Fund under-spent the final budget by \$49,487 during fiscal year 2024. All departments spent less than their final budget (from reduced personnel costs and delayed capital purchases) during the year while trying to provide the same levels of service to the City's citizens. The largest reduction resulted as the non-departmental budget included reserves for operating and capital that were not spent in the current year.

CITY OF KISSIMMEE, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2024
(In Thousands)

The general government and public safety functions experienced the greatest reductions from the final budget totals primarily in personnel costs. The changes within functions are summarized in the table presented here.

	Actual Expenditures	Final Budget	Difference
General Government	\$ 23,313	\$ 33,399	\$ 10,086
Public Safety	51,501	56,280	4,779
Transportation	5,533	8,553	3,020
Culture/Recreation	8,867	10,243	1,376
Non-departmental	3,904	34,205	30,301
Transfers Out	3,676	3,601	(75)
	<u>\$ 96,794</u>	<u>\$ 146,281</u>	<u>\$ 49,487</u>

Capital Assets and Long-term Debt

Capital Assets

The City's capital assets for its governmental and business-type activities as of September 30, 2024 amounts to \$337,111 (net of accumulated depreciation). These capital assets include land, software, right to use lease assets, parking capacity, buildings, improvements other than buildings, equipment, vehicles, infrastructure, and construction in progress. The total increase in the City's capital assets for the current fiscal year was \$4,278. Governmental activities increased capital assets by \$6,384 and business-type activities decreased by \$(2,106).

Within governmental activities, the largest increases from the beginning balances were in buildings for \$18,399, and improvements other than buildings for \$49,602. These were primarily attributed to transportation projects and the Haven housing project put in service during the year. Additionally, depreciation expense remained in line with the prior year.

The capital assets of business-type activities decreased by \$(3,565) attributed to several disposals and minimal project additions in the current year. Depreciation expense remained consistent with the prior year.

City of Kissimmee, Florida Capital Assets (Net) (In Thousands)

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land	\$ 47,594	\$ 45,083	\$ 1,892	\$ 1,892	\$ 49,486	\$ 46,975
Intangibles	24,033	23,100	468	373	24,501	23,473
Buildings	49,324	30,925	12,076	12,076	61,400	43,001
Improvements Other than Buildings	259,010	209,408	57,532	50,745	316,542	260,153
Equipment	47,944	43,960	15,126	15,280	63,070	59,240
Construction in Progress	21,512	56,195	4,314	9,893	25,826	66,088
	<u>449,417</u>	<u>408,671</u>	<u>91,408</u>	<u>90,259</u>	<u>540,825</u>	<u>498,930</u>
Less: Accumulated Depreciation	(166,629)	(132,267)	(37,085)	(33,830)	(203,714)	(166,097)
Capital Assets, net	<u>\$ 282,788</u>	<u>\$ 276,404</u>	<u>\$ 54,323</u>	<u>\$ 56,429</u>	<u>\$ 337,111</u>	<u>\$ 332,833</u>

Additional information on the City's capital assets, including major construction commitments, can be found in Note 5 of this report.

CITY OF KISSIMMEE, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2024
(In Thousands)

Long-term Debt

At the end of fiscal year 2024, governmental activities had total debt outstanding of \$79,174. This is a decrease of \$3,207 from the prior year due to scheduled annual pay down of debt. Notes from direct borrowings and direct placements and revenue bonds account for the majority of the City's overall outstanding debt. Notes from direct borrowing decreased by \$(2,385) and revenue bonds decreased by \$(1,416) due to scheduled payments in the current year.

City of Kissimmee, Florida
Outstanding Long-term Debt
(In Thousands)

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Notes from Direct						
Borrowings and Placements	\$ 10,940	\$ 13,325	\$ -	\$ -	\$ 10,940	\$ 13,325
Revenue Bonds	61,978	63,394	-	-	61,978	63,394
Financed Purchases, SBITAs						
Payable, Leases Payable	6,256	5,662	108	30	6,364	5,692
	<u>\$ 79,174</u>	<u>\$ 82,381</u>	<u>\$ 108</u>	<u>\$ 30</u>	<u>\$ 79,282</u>	<u>\$ 82,411</u>

Additional information on the City's debt, including the current year issuance and any major changes to the City's credit ratings, can be found in Note 7 of this report.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for the City at September 30, 2024 was 3.6%, which is an increase of .3% from the 3.3% unemployment rate from the prior year.
- Population increased by 1,274 to 81,269 compared to 79,995 in the prior fiscal year.
- The ad valorem tax rate for the General Fund stayed constant at 4.6253 for the 2025 approved fiscal year budget.

Requests for Information

This financial report is designed to present users with a general overview of the City's finances and to demonstrate the City's accountability. If you have questions concerning any of the information provided in this report or need additional financial information, contact the City's Finance Department, 101 Church Street, Kissimmee, Florida 34741.

CITY OF KISSIMMEE, FLORIDA
STATEMENT OF NET POSITION
September 30, 2024
(In Thousands)

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 64,705	\$ 14,418	\$ 79,123
Restricted Cash and Investments	81,497	-	81,497
Receivables (net)	6,263	1,172	7,435
Due from Other Governments	8,050	125	8,175
Due from KUA	2,216	-	2,216
Internal balances	20	(20)	-
Due from TWA	1,750	45	1,795
Inventories	124	-	124
Lease Receivable	293	4,201	4,494
Prepaid Items	242	-	242
Capital Assets:			
Capital Assets not Being Depreciated	69,106	6,206	75,312
Capital Assets - Depreciated and Amortized (Net)	213,682	48,117	261,799
Total Capital Assets	282,788	54,323	337,111
Total Assets	447,948	74,264	522,212
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Outflows Related to OPEB	896	71	967
Deferred Outflows Related to Pensions	9,698	337	10,035
Total Deferred Outflows of Resources	10,594	408	11,002
LIABILITIES			
Accounts Payable	2,965	510	3,475
Contracts Payable	300	-	300
Accrued Liabilities	5,121	50	5,171
Due to Other Governments	314	25	339
Unearned Revenue	7,100	26	7,126
Deposits	95	-	95
Long-term Liabilities:			
Due Within One Year	9,944	124	10,068
Due in More Than One Year	127,833	3,448	131,281
Total Liabilities	153,672	4,183	157,855
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows Related to OPEB	2,703	224	2,927
Deferred Inflows Related to Pensions	12,798	904	13,702
Deferred Inflows Related to Leases	262	4,261	4,523
Total Deferred Inflows of Resources	15,763	5,389	21,152
NET POSITION			
Net Investment in Capital Assets	203,537	54,168	257,705
Restricted:			
Supplementary Care - Nonexpendable	1,461	-	1,461
Construction Projects	53,788	-	53,788
Public Safety	578	-	578
Building Safety	3,305	-	3,305
Recreation Projects	6,384	-	6,384
Community Redevelopment	14,348	-	14,348
Other Purposes	1,633	-	1,633
Unrestricted	4,073	10,932	15,005
Total Net Position	\$ 289,107	\$ 65,100	\$ 354,207

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

CITY OF KISSIMMEE, FLORIDA
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2024
(In Thousands)

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:							
General Government	\$ 43,721	\$ 32,593	\$ 1,766	\$ 21	\$ (9,341)	\$ -	\$ (9,341)
Public Safety	58,796	14,504	367	42	(43,883)	-	(43,883)
Transportation	35,173	323	-	2,066	(32,784)	-	(32,784)
Economic Environment	1,803	-	1,388	415	0	-	0
Culture/Recreation	10,633	1,306	98	777	(8,452)	-	(8,452)
Interest on Long-term Debt	2,977	-	-	-	(2,977)	-	(2,977)
Total Governmental Activities	153,103	48,726	3,619	3,321	(97,437)	-	(97,437)
Business-Type Activities:							
Stormwater	6,008	7,222	-	-	-	1,214	1,214
Airport	2,838	1,276	63	1,054	-	(445)	(445)
Sanitation	6,658	7,915	-	-	-	1,257	1,257
Total Business-Type Activities	15,504	16,413	63	1,054	-	2,026	2,026
Total	\$ 168,607	\$ 65,139	\$ 3,682	\$ 4,375	(97,437)	2,026	(95,411)

General revenues:

Property Tax	25,279	-	25,279
Sales Tax	6,646	-	6,646
Public Service Tax	8,008	-	8,008
Gas Tax	3,095	-	3,095
Other Locally Assessed Utility Tax	1,924	-	1,924
Other Taxes	5,229	-	5,229
Local Option Discretionary Tax	11,481	-	11,481
State Revenue Sharing	4,296	-	4,296
Unrestricted Intergovernmental Revenues	31,732	-	31,732
Franchise Fees	220	-	220
Investment Income (Loss)	6,888	611	7,499
Gain on Sale of Capital Assets	9,635	101	9,736
Miscellaneous	2,042	73	2,115
Transfers	956	(956)	-
Total General Revenues and Transfers	117,431	(171)	117,260
Change in Net Position	19,994	1,855	21,849
Net Position - Beginning, Originally Reported	269,113	64,704	333,817
Restatement	-	(1,459)	(1,459)
Net Position - Beginning, as Restated	269,113	63,245	332,358
Net Position - Ending	\$ 289,107	\$ 65,100	\$ 354,207

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

CITY OF KISSIMMEE, FLORIDA
BALANCE SHEET - GOVERNMENTAL FUNDS
September 30, 2024
(In Thousands)

	General	Local Option Sales Tax	Local Option Gas Tax	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS					
Cash and Cash Equivalents	\$ 48,665	\$ 20,888	\$ 17,682	\$ 45,955	\$ 133,190
Restricted Cash and Investments	36	-	-	5,289	5,325
Accounts Receivable (net)	5,300	-	-	887	6,187
Special Assessments Receivable (net)	17	-	-	-	17
Due from KUA	2,217	-	-	-	2,217
Due from TWA	13	-	1	-	14
Due from Other Funds	1,815	-	-	-	1,815
Due from Other Governments	3,996	1,925	266	1,322	7,509
Prepaid Items	121	-	-	121	242
Inventories	46	-	-	-	46
Leases Receivable	95	-	-	-	95
Advance to Other Funds	-	-	-	1,896	1,896
Total Assets	\$ 62,321	\$ 22,813	\$ 17,949	\$ 55,470	\$ 158,553
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 563	\$ 284	\$ -	\$ 1,626	\$ 2,473
Contracts Payable	-	35	-	265	300
Accrued Liabilities	-	-	-	5,121	5,121
Due to Other Funds	-	-	-	1,795	1,795
Due to Other Governments	294	-	-	20	314
Advance from Other Funds	-	1,896	-	-	1,896
Deposits Payable	95	-	-	-	95
Advanced Grants	5,415	-	-	1,685	7,100
Total Liabilities	6,367	2,215	-	10,512	19,094
Deferred Inflows of Resources:					
Deferred Inflows - Leases	90	-	-	-	90
Unavailable Earned Revenues	289	-	-	932	1,221
Total Deferred Inflows of Resources	379	-	-	932	1,311
Fund Balances (Deficits):					
Nonspendable Prepays and Inventories	167	-	-	121	288
Nonspendable Advances	-	-	-	1,896	1,896
Nonspendable Supplementary Care	-	-	-	1,461	1,461
Restricted for Transportation Projects	-	-	17,949	12,975	30,924
Restricted for Public Safety Projects	533	-	-	41	574
Restricted for Development Services	-	-	-	3,305	3,305
Restricted for Economic Development	501	-	-	14,733	15,234
Restricted for Recreation Projects	-	-	-	6,263	6,263
Restricted for Construction Projects	-	-	-	4,056	4,056
Restricted for Other Capital Improvements	26	20,598	-	-	20,624
Committed for Transportation Projects	10,400	-	-	-	10,400
Assigned for Budgetary Carryforward	8,074	-	-	-	8,074
Assigned for Debt Service	-	-	-	54	54
Unassigned (Deficits)					
General Fund	35,874	-	-	-	35,874
Special Revenue Funds	-	-	-	(879)	(879)
Total Fund Balances (Deficits)	55,575	20,598	17,949	44,026	138,148
Total Liabilities, Deferred Inflows and Fund Balances (Deficits)	\$ 62,321	\$ 22,813	\$ 17,949	\$ 55,470	\$ 158,553

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

CITY OF KISSIMMEE, FLORIDA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
as of September 30, 2024
(In Thousands)

Total fund balances of governmental funds	\$	138,148
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$440,289, the accumulated depreciation and amortization is \$161,198. The difference does not include the net capital assets of the internal service funds which are included below.		279,091
The internal service fund is used by management to charge the costs of risk management services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		4,357
Long-term liabilities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities-both current and long term-are reported in the statement of net position. The amount does not include the long-term liabilities of the internal service funds which are included above. Long-term liabilities at yearend consist of:		
Bonds payable	\$ (58,428)	
Bonds premium	(3,550)	
Notes from direct borrowing and direct placements	(10,940)	
Financed purchases	(3,102)	
Leases and SBITAs payable	(2,945)	
Other postemployment benefits liability	(5,174)	
Compensated absences	(2,749)	(86,888)
<hr/>		
Net pension liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds.		(42,504)
Deferred inflows and outflows of resources related to pensions and OPEB are not recognized in the governmental funds; however, they are recorded in the statement of net position.		
Deferred outflows of resources related to OPEB	841	
Deferred outflows of resources related to pensions	9,552	
Deferred inflows of resources related to OPEB	(2,533)	
Deferred inflows of resources related to pensions	(12,178)	(4,318)
<hr/>		
Amount for earned but unavailable revenues recognized as revenue of the current period		1,221
Total net position of governmental activities	\$	289,107
<i>The notes to the financial statements are an integral part of the financial statements.</i>		

CITY OF KISSIMMEE, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended September 30, 2024
(In Thousands)

	General	Community Development Block Grant	Local Option Sales Tax	Local Option Gas Tax	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES						
Taxes	\$ 33,540	\$ -	\$ 11,481	\$ 3,095	\$ -	\$ 48,116
Permits, Fees and Special Assessments	228	-	-	-	5,435	5,663
Intergovernmental Revenues	50,804	-	-	-	11,669	62,473
Charges for Services	12,230	-	-	1	1,125	13,356
Fines and Forfeitures	655	-	-	-	-	655
Investment Income (Loss)	2,741	-	1,032	462	2,324	6,559
Miscellaneous Revenues	2,120	-	-	-	724	2,844
Total Revenues	102,318	-	12,513	3,558	21,277	139,666
EXPENDITURES						
Current:						
General Government	25,614	-	1,363	-	5,491	32,468
Public Safety	51,501	-	3,830	-	11,444	66,775
Transportation	4,980	-	1,128	1,615	883	8,606
Economic Environment	790	-	-	-	1,417	2,207
Culture/Recreation	8,867	-	1,343	-	2,465	12,675
Debt Service:						
Principal Retirement	1,325	-	674	4	3,640	5,643
Interest and Fiscal Charges	18	-	157	-	2,934	3,109
Professional Fees	23	-	-	-	-	23
Capital Outlay	-	-	-	-	4,110	4,110
Total Expenditures	93,118	-	8,495	1,619	32,384	135,616
Excess (Deficiency) of Revenues Over (Under) Expenditures	9,200	-	4,018	1,939	(11,107)	4,050
OTHER FINANCING SOURCES and (USES)						
Transfers In	3,275	-	455	11,275	12,083	27,088
Transfers (Out)	(3,676)	-	(4,279)	(1,358)	(16,917)	(26,230)
Proceeds from Sale of Capital Assets	-	-	-	-	10,400	10,400
Issuance of Financed Purchase	-	-	1,584	-	-	1,584
Leases and SBITAs Entered into	257	-	830	10	-	1,097
Total Other Financing Sources and (Uses)	(144)	-	(1,410)	9,927	5,566	13,939
Net Change in Fund Balances	9,056	-	2,608	11,866	(5,541)	17,989
Fund Balances (Deficit) - Beginning, Originally Stated	46,519	(1,624)	17,991	6,083	57,274	126,243
Restatement	-	1,624	-	-	(7,707)	(6,083)
Fund Balance (Deficit) - Beginning As Restated	46,519	-	17,991	6,083	49,567	120,160
Fund Balances (Deficit) - Ending	\$ 55,575	\$ -	\$ 20,599	\$ 17,949	\$ 44,026	\$ 138,149

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

CITY OF KISSIMMEE, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For The Year Ended September 30, 2024
(In Thousands)

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

Net change in fund balances - total governmental funds	\$	17,989
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Governmental funds report capital purchases as expenditures. However, in the statement of activities, the cost of those assets is depreciated and amortized over their estimated useful lives and reported as depreciation expense. This is the amount by which capital purchases (\$43,891) and donations (\$0) exceeds depreciation and amortization (\$36,688). These amounts exclude the amount related to internal service funds accounted for below.

		7,203
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The issuance of bonds and similar long-term debt provides current financial resources to governmental funds and thus contributes to the change in fund balance. In the statement of net position, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal is an expenditure in the governmental funds, but reduces the liability in the statement of net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The amounts of the items that make up these differences in the treatment of long-term debt and related items are:

Debt issued or incurred:		
Proceeds from finance purchase transactions	\$ (1,584)	
Leases and SBITAs entered into	(1,096)	
Principal repayments:		
Bonds	1,255	
Amortization of bond premium	161	
Notes from direct borrowings and direct placements	2,385	
Leases and SBITAs payable	1,375	
Financed purchases	707	3,203

Under the modified accrual basis of accounting used in governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. These adjustments are as follows:

Compensated absences	(268)	(268)
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Continued

CITY OF KISSIMMEE, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES - Continued
For The Year Ended September 30, 2024
(In Thousands)

Cash pension and OPEB contributions recorded in the funds were less than the calculated pension and OPEB expenses on the statement of activities and therefore decreased net position.	\$ (1,091)
Under the modified accrual basis of accounting, governmental revenues are recognized when both the measureable and available criteria have been met. Those revenues earned in the current year were not recognized since the availability criteria was not met. Under full accrual accounting, all revenues would be recognized.	(5,267)
In the statement of activities, only the loss on the sale/disposal of capital assets is reported. The change in net position differs from the change in fund balance by the cost of the capital assets sold/disposed or adjusted in value.	(1,300)
The internal service fund is used by management to charge the costs of risk management services to other funds. The net revenue of the internal service fund is reported with governmental activities.	<u>(474)</u>
Change in net position of governmental activities	<u>\$ 19,994</u>
<i>The notes to the financial statements are an integral part of the financial statements.</i>	

CITY OF KISSIMMEE, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
September 30, 2024
(In Thousands)

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Stormwater	Airport	Sanitation	Total	
ASSETS					
Current Assets:					
Cash and Cash Equivalents	\$ 10,014	\$ 409	\$ 3,995	\$ 14,418	\$ 7,687
Accounts Receivable (net)	488	290	394	1,172	59
Due from Other Governments	-	118	7	125	541
Due from TWA	-	-	45	45	1,736
Inventories	-	-	-	-	78
Leases Receivable	-	4,201	-	4,201	198
Total Current Assets	10,502	5,018	4,441	19,961	10,299
Capital Assets:					
Land	1,583	309	-	1,892	-
Buildings	509	11,160	407	12,076	314
Improvements Other Than Buildings	30,288	27,039	205	57,532	4,253
Software, Net	28	167	-	195	-
Right-to-Use Equipment	-	-	-	-	44
Right to Use SBITA	44	108	-	152	443
Machinery, Equipment and Vehicles	7,268	994	6,864	15,126	3,837
Construction in Progress	870	3,444	-	4,314	-
Less: Accumulated Depreciation	(15,176)	(16,132)	(5,656)	(36,964)	(5,194)
Total Capital Assets	25,414	27,089	1,820	54,323	3,697
Total Noncurrent Assets	25,414	27,089	1,820	54,323	3,697
Total Assets	35,916	32,107	6,261	74,284	13,996
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Outflows Related to OPEB	33	11	27	71	55
Deferred Outflows Related to Pensions	154	-	183	337	146
Total Deferred Outflows of Resources	187	11	210	408	201

Continued

CITY OF KISSIMMEE, FLORIDA
STATEMENT OF NET POSITION - Continued
PROPRIETARY FUNDS
September 30, 2024
(In Thousands)

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Stormwater	Airport	Sanitation	Total	
LIABILITIES					
Current Liabilities:					
Accounts Payable	\$ 222	\$ 12	\$ 276	\$ 510	\$ 492
Accrued Liabilities	-	50	-	50	-
Due to KUA	-	-	-	-	1
Due to Other Governments	-	25	-	25	-
Due to Other Funds	-	20	-	20	-
Deposits	-	16	10	26	-
Compensated Absences Payable	25	10	19	54	42
Lease Liability Current	-	-	-	-	14
SBITA Liability Current	14	30	-	44	114
Other Postemployment Benefits Current	11	4	11	26	19
Estimated Claims Payable	-	-	-	-	3,076
Total Current Liabilities	272	167	316	755	3,758
Noncurrent Liabilities:					
Compensated Absences Payable	100	38	78	216	169
Other Postemployment Benefits	297	60	242	599	329
Net Pension Liability	1,196	236	1,137	2,569	1,464
Lease Liability	-	-	-	-	16
SBITA Liability	15	49	-	64	65
Estimated Claims Payable	-	-	-	-	3,077
Total Noncurrent Liabilities	1,608	383	1,457	3,448	5,120
Total Liabilities	1,880	550	1,773	4,203	8,878
DEFERRED INFLOWS OF RESOURCES					
Deferred Inflows Related to Leases	-	4,261	-	4,261	172
Deferred Inflows Related to OPEB	100	34	90	224	170
Deferred Inflows Related to Pensions	421	130	353	904	620
Total Deferred Inflows of Resources	521	4,425	443	5,389	962
NET POSITION					
Net Investment in Capital Assets	25,347	27,001	1,820	54,168	3,488
Unrestricted	8,355	142	2,435	10,932	869
Total Net Position	\$ 33,702	\$ 27,143	\$ 4,255	\$ 65,100	\$ 4,357

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

CITY OF KISSIMMEE, FLORIDA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For the Year Ended September 30, 2024
(In Thousands)

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Stormwater	Airport	Sanitation	Total	
Operating Revenues:					
Charges for Services	\$ 7,222	\$ 1,276	\$ 7,915	\$ 16,413	\$ 27,426
Miscellaneous Revenues	-	-	1	1	117
Total Operating Revenues	<u>7,222</u>	<u>1,276</u>	<u>7,916</u>	<u>16,414</u>	<u>27,543</u>
Operating Expenses:					
Personal Services	2,740	855	2,390	5,985	4,057
Contracted Services	974	34	1,752	2,760	3,200
Supplies and Materials	283	35	390	708	374
Repairs and Maintenance	501	123	565	1,189	3,739
Other Services and Charges	99	228	407	734	2,340
Depreciation and Amortization	1,311	1,538	879	3,728	1,037
Claims/Premium Expense	100	24	111	235	14,461
Total Operating Expenses	<u>6,008</u>	<u>2,837</u>	<u>6,494</u>	<u>15,339</u>	<u>29,208</u>
Operating Income (Loss)	<u>1,214</u>	<u>(1,561)</u>	<u>1,422</u>	<u>1,075</u>	<u>(1,665)</u>
Nonoperating Revenues (Expenses):					
Operating Grants	-	63	-	63	-
Interest Expense	-	(1)	(27)	(28)	(6)
Investment Income (Loss)	420	25	166	611	325
Lease Revenues	-	72	-	72	76
Insurance Recoveries	-	-	-	-	312
Gain or (Loss) from Sale of Capital Assets	69	32	(137)	(36)	386
Total Nonoperating Revenues (Expenses)	<u>489</u>	<u>191</u>	<u>2</u>	<u>682</u>	<u>1,093</u>
Income (Loss) Before Contributions and Transfers	<u>1,703</u>	<u>(1,370)</u>	<u>1,424</u>	<u>1,757</u>	<u>(572)</u>
Capital Contributions	-	1,054	-	1,054	-
Transfers In	-	-	-	-	153
Transfers (Out)	(485)	(2)	(469)	(956)	(55)
Change in Net Position	<u>1,218</u>	<u>(318)</u>	<u>955</u>	<u>1,855</u>	<u>(474)</u>
Net Position - Beginning, Originally Reported	32,484	28,920	3,300	64,704	4,831
Restatement	<u>-</u>	<u>(1,459)</u>	<u>-</u>	<u>(1,459)</u>	<u>-</u>
Net Position - Beginning, as Restated	<u>32,484</u>	<u>27,461</u>	<u>3,300</u>	<u>63,245</u>	<u>4,831</u>
Net Position - Ending	<u>\$ 33,702</u>	<u>\$ 27,143</u>	<u>\$ 4,255</u>	<u>\$ 65,100</u>	<u>\$ 4,357</u>

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

CITY OF KISSIMMEE, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For The Year Ended September 30, 2024
(In Thousands)

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Stormwater	Airport	Sanitation	Total	
Cash Flows from Operating Activities					
Receipts from Customers and Users	\$ 7,169	\$ 1,203	\$ 8,172	\$ 16,544	\$ 26,397
Payments to Suppliers	(1,886)	(2,784)	(3,702)	(8,372)	(22,412)
Payments to Employees	(2,739)	(837)	(2,401)	(5,977)	(4,098)
Net Cash Provided (Used) by Operating Activities	2,544	(2,418)	2,069	2,195	(113)
Cash Flows from Noncapital Financing Activities					
Operating Grants	-	63	-	63	-
Transfers (to) Other Funds	(485)	(1,155)	(469)	(2,109)	(55)
Transfers from Other Funds	-	-	-	-	153
Net Cash Provided (Used) by Noncapital Financing Activities	(485)	(1,092)	(469)	(2,046)	98
Cash Flows from Capital and Related Financing Activities					
Acquisition/Construction of Capital Assets	(666)	(1,330)	(280)	(2,276)	(1,312)
Capital Contributions	-	4,506	-	4,506	-
Repayment of Fund Advance	-	-	(1,334)	(1,334)	-
Proceeds from Leasing Activities	-	132	-	132	110
Lease, SBITA Payable Principal Payments	-	(30)	-	(30)	(231)
Lease, SBITA Payable Interest Payments	-	(1)	-	(1)	(6)
Proceeds from Insurance Recoveries	-	-	-	-	170
Proceeds from Sale of Capital Assets	69	39	665	773	534
Net Cash Provided (Used) by Capital and Related Financing Activities	(597)	3,316	(976)	1,743	(735)
Cash Flows from Investing Activities					
Income (Loss) on Investments	420	25	166	611	325
Net Cash Provided (Used) by Investing Activities	420	25	166	611	325
Net Increase (Decrease) in Cash and Cash Equivalents	1,882	(169)	790	2,503	(425)
Cash and Cash Equivalents at Beginning of Year	8,132	578	3,205	11,915	8,112
Cash and Cash Equivalents at End of Year	\$ 10,014	\$ 409	\$ 3,995	\$ 14,418	\$ 7,687

Continued

CITY OF KISSIMMEE, FLORIDA
STATEMENT OF CASH FLOWS - Continued
PROPRIETARY FUNDS
For The Year Ended September 30, 2024
(In Thousands)

	<u>Business-type Activities - Enterprise Funds</u>				<u>Governmental Activities - Internal Service Funds</u>
	<u>Stormwater</u>	<u>Airport</u>	<u>Sanitation</u>	<u>Total</u>	
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities					
Operating Income (Loss)	\$ 1,214	\$ (1,561)	\$ 1,422	\$ 1,075	\$ (1,665)
Depreciation and Amortization	1,311	1,538	879	3,728	1,052
Change in Assets and Liabilities:					
(Increase) Decrease in Accounts Receivable	(53)	(69)	305	183	(20)
(Increase) Decrease in Due from Other Governments	-	-	-	-	(117)
(Increase) Decrease in Due from KUA	-	-	(42)	(42)	1
(Increase) Decrease in Due from TWA	-	-	(7)	(7)	(1,010)
(Increase) Decrease in Inventories	-	-	-	-	20
(Increase) Decrease in Deferred Outflows OPEB	3	(2)	2	3	5
(Increase) Decrease in Deferred Outflows Pensions	556	167	472	1,195	808
Increase (Decrease) in Accounts Payable	71	(1,843)	(477)	(2,249)	(14)
Increase (Decrease) in Customer Deposits	-	(4)	-	(4)	-
Increase (Decrease) in Accrued Liabilities	-	24	-	24	-
Increase (Decrease) in OPEB	9	3	7	19	14
Increase (Decrease) in Compensated Absences	34	15	21	70	11
Increase (Decrease) in Claims Payable	-	-	-	-	1,681
Increase (Decrease) in Net Pension Liability	(999)	(312)	(849)	(2,160)	(1,453)
Increase (Decrease) in Deferred Inflows OPEB	(18)	(7)	(17)	(42)	(31)
Increase (Decrease) in Deferred Inflows Pensions	416	130	353	899	605
Total Adjustments	<u>1,330</u>	<u>(857)</u>	<u>647</u>	<u>1,120</u>	<u>1,552</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 2,544</u>	<u>\$ (2,418)</u>	<u>\$ 2,069</u>	<u>\$ 2,195</u>	<u>\$ (113)</u>
Noncash Activities					
Issuance of leases or SBITAs	<u>\$ 29</u>	<u>\$ 79</u>	<u>\$ -</u>	<u>\$ 108</u>	<u>\$ 227</u>

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

CITY OF KISSIMMEE, FLORIDA
STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUNDS
September 30, 2024
(In Thousands)

ASSETS	
Cash and Cash Equivalents	\$ 7,948
Receivables:	
Interest Receivable	335
Total Receivables	<u>335</u>
Investments, at Fair Value:	
Fixed Income	59,701
Equities	167,179
Mutual Funds	51,788
Commingled Funds	26,590
Total Investments	<u>305,258</u>
Total Assets	<u><u>313,541</u></u>
Net Position Restricted for Pension Benefits	 <u><u>\$ 313,541</u></u>

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

CITY OF KISSIMMEE, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUNDS
For The Year Ended September 30, 2024
(In Thousands)

ADDITIONS

Contributions:	
Employer	\$ 9,437
Plan Members	1,699
State	1,831
Total Contributions	12,967
Investment earnings:	
Net increase (decrease) in fair value of investments	47,729
Interest and dividends	8,098
Total Investment Earnings (Loss)	55,827
Less Investment Expense ¹	1,134
Net Investment Earnings (Loss)	54,693
Other	1,733
Total Additions	69,393

DEDUCTIONS

Benefits	17,487
Administrative Expense	211
Total Deductions	17,698

Change in Net Position	51,695
Net Position - Beginning of Year	261,846
Net Position - End of Year	\$ 313,541

¹ Investment related expenses include investment advisory, custodial and performance monitoring fees.

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. The Reporting Entity

The City was established pursuant to 65-1775 laws of Florida. The legislative branch of the City is composed of a five (5) member elected Commission, including a city-wide elected mayor. The City Commission is governed by the City Charter, and by state and local laws and regulations. The City Commission is responsible for the establishment and adoption of policy. The execution of such policy is the responsibility of the Commission-appointed City Manager.

The accompanying financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate, are in substance, part of the City’s operations. The City has two blended component units, the Community Redevelopment Agency Downtown (the “Downtown CRA”) and the Community Redevelopment Agency Vine Street (the “Vine St CRA”). The CRAs are incremental taxing districts created by City Ordinance #1893, in April of 1993, pursuant to Florida Statute 163.356. The City Commission serves as the governing board, approves the budgets, provides funding and performs all accounting functions for both of the CRAs. The CRA’s services are provided exclusively to the City. The CRAs have been presented as blended component units classified as special revenue funds. The CRAs issue stand-alone statements that can be obtained from the City’s Finance Department. The City has no discretely presented component units. Additionally, the City has three fiduciary component units and they are reported as the City’s pension trust funds. More information on the pension trust funds can be found in Note 8.

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 nonfiduciary activities of the primary government and its component unit. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. The Statement of Activities demonstrates the degree to which the direct expenses and indirect costs of a given function, or segment, are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Indirect expenses* are those costs that are allocated to functions and activities in accordance with the City’s adopted indirect cost allocation plan. The “Expenses” column includes both direct and indirect expenses. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items properly not included among program revenues are reported instead as *general revenues*.

Separate fund financial statements are provided for governmental funds, enterprise funds, internal service funds and the pension trust funds. The pension trust funds are excluded from the government-wide financial statements. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements. The internal service funds are grouped together and shown alongside the enterprise funds. The internal service funds are combined with the governmental funds to aggregate governmental activities in the government-wide financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

1. Government-wide Financial Statements

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

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

2. Fund Financial Statements

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

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

The City reports the following major governmental funds:

- The *General Fund* is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The *Local Option Gas Tax* fund is a special revenue fund used to account for the City's share of the six-cent local option gas tax revenues designated for road improvements and maintenance projects.
- The *Local Option Sales Tax* fund is a special revenue fund used to account for the City's share of the local option sales tax revenues designated for improvements and infrastructure projects.

The City reports the following major enterprise funds:

- The *Stormwater Fund* accounts for the fiscal activities of the City's stormwater operations and maintenance.
- The *Airport Fund* accounts for the fiscal activities of the City's airport operations and maintenance.

- The *Sanitation Fund* accounts for the fiscal activities of the City's solid waste removal service operations.

Additionally, the City reports the following fund types:

- *Special Revenue Funds* account for the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes.
- *Debt Service Funds* account for financial resources that are restricted, committed, or assigned to expenditure for principal and interest.
- *Capital Projects Funds* account for financial resources that are restricted, committed, or assigned to expenditure for capital outlays (excluding proprietary fund capital outlays).
- *Internal Service Funds* account for certain activities of the City's centralized services and risk management program. Centralized services include information technology, purchasing, warehouse, garage, building maintenance, and printing. Risk management activities include legal expenses incurred related to activities not specifically covered by City insurance policies and collections of settlements or refunds from related cases.
- *Pension Trust Funds* account for the activities of the City's General Employees', Police Officers', and Firefighters' Pension Plans, which accumulate resources for pension benefit payments to qualified employees.

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

When both restricted and unrestricted resources are available for use, it is the City's policy to use unrestricted resources first, and then restricted resources, as they are needed for their intended purposes. For unrestricted resources, the City considers that committed amounts would be reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

D. Budgetary Requirements

The following procedures are used to establish the budgetary data reflected in the financial statements pursuant to Florida Statutes and the City Charter:

- 1) The City Manager submits to the City Commission a proposed operating budget for the fiscal year commencing the following October 1. Work sessions are held to review the proposed budget.
- 2) Public hearings are held to obtain taxpayer comments.
- 3) Prior to October 1, the City Commission conducts the final budget hearing to consider additional public comments and to adopt the final ad valorem millage and final budget.
- 4) Budgets are legally adopted and formal budgetary integration is employed as a management control device during the year for the general fund, certain special revenue funds, certain debt service funds,

and certain capital projects funds. Budgets are not adopted for the Pension Trust Funds, CARES Act Relief, Police and Firefighters Premium Tax Fund, Section 8 HAPP Fund, Supplementary Care, FmHA Bond, 2014A Note Capital Project, 2010C Note Capital Project, and 2017 Note Capital Project funds.

- 5) Budgets for the governmental funds are adopted on a basis consistent with generally accepted accounting principles (GAAP).
- 6) The City Manager is authorized to approve transfers between line items other than salary accounts within any department, with all such adjustments reported on a monthly basis to the City Commission. However, the City Manager can approve transfers of unused amounts in salary account line items to advertising, recruiting and/or professional service account line items. Transfers between departments, other transfers between salary account line items and changes in total budget appropriations for a fund must have prior approval of the City Commission. During the current fiscal year, various appropriations were approved in accordance with this policy. Budgeted amounts shown in the financial statements are as originally adopted and as further amended.
- 7) Budget appropriations lapse at year-end. Encumbrances outstanding at year-end are charged against the ensuing year's budget, and thus are not shown in budget to actual presentations and are carried forward.

E. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, demand deposits, certificates of deposit, money market accounts, savings accounts, investments in the State Board of Administration (SBA) Florida PRIME (Florida PRIME), and highly liquid investments (including restricted assets) with a maturity of three months or less when purchased.

F. Investments

Investments are stated at fair value, with the exception of the investments with Florida PRIME and Florida Public Assets for Liquidity Management (FL PALM), which are reported at amortized cost in accordance with GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*. GASB Statement No. 79 establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost for financial reporting purposes. The City's investments in the Florida PRIME and FL PALM are similar to money market funds in which units are owned in the fund rather than the underlying investments. There are no limitations or restrictions on withdrawals from FL PALM or Florida PRIME; although in the occurrence of an event that has a material impact on liquidity or operations of the FL PRIME, the fund's executive director may limit contributions to or withdrawals from the trust fund for a period of 48 hours.

G. Receivables

Property Taxes Receivable

Under Florida law, the assessment of all properties and the collection of all county, municipal and school board property taxes are consolidated in the offices of the County Property Appraiser and County Tax Collector. The laws of the State regulating tax assessments are also designed to assure a consistent property valuation method statewide. State Statutes permit municipalities to levy property taxes at a rate of up to 10 mills. The City's millage for the fiscal year 2023-2024 is 4.6253 mills. All real and tangible personal property taxes are due and payable on the levy date of November 1 of each year or as soon thereafter as the assessment roll is certified by the Osceola County Property Appraiser (levy date). Osceola County mails to each property owner on the assessment roll a notice of the taxes due and the County also collects the taxes for the City. Taxes may be paid upon receipt of such notice from the County, with discounts at the rate of four percent (4%) if paid in the month of November, three percent (3%) if paid in the month of December, two percent (2%) if paid in the month of January, and one percent (1%) if paid in the month of February.

Taxes paid during the month of March are without discount and all unpaid taxes on real and tangible property become delinquent on April 1 (the lien date) of the year following the year in which taxes were assessed. Procedures for collecting delinquent taxes, including applicable tax certificate sales, are provided for by the Laws of Florida.

Special Assessments Receivable

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

H. Inventories and Prepays

Inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased. Prepays represent payments made to vendors for services that will benefit the City beyond September 30, 2024. These payments are recorded as expenditures or expenses when consumed rather than when purchased.

I. Restricted Assets

Restricted cash and cash equivalents of governmental funds arise from provisions within revenue bonds issued by the City and are so designated on the statement of net position and balance sheets of governmental funds.

J. Capital Assets

Capital assets include property, plant, equipment, intangibles, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), and are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Property, plant, equipment, and intangibles with initial, individual costs that equal or exceed five thousand dollars and estimated useful lives of over one year are recorded as capital assets. Infrastructure is capitalized when the initial costs equal or exceed \$25 and has an estimated useful life of more than one year. For lease right-to-use intangible assets, the City capitalizes when the lease asset is \$5 or greater. For SBITA intangible assets, a threshold of \$15 is used. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Infrastructure capital assets are included in improvements other than buildings for financial statement classification.

Intangibles assets are amortized over their useful lives, when the length of their lives is limited by contractual or legal limitations. Buildings, improvements, infrastructure, and equipment are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	25
Improvements Other than Buildings	4-12
Infrastructure	20-50
Equipment and Intangibles	5-20

K. Bond/Note Issuance Costs

These costs are charged to current expenditures/expenses when bonds are issued.

L. Compensated Absences

City policy allows each employee to accumulate up to three times the accrual rate, ranging from 30 to 60 days of vacation leave. Time accrued beyond that is forfeited unless an exception is granted by the City Manager. The majority of employees utilize their annual accrual of vacation leave during the year accrued. Employees are allowed to accumulate up to 60 days of medical leave. Time accrued beyond that is paid to the employees every year at the rate of one-half their pay rate. The City records compensated absences in governmental funds, only if they have matured, as expenditures for the amount accrued during the year that would normally be liquidated with expendable, available financial resources. The City accrues compensated absences in the period they are earned in the government-wide and enterprise fund financial statements.

M. Total Other Postemployment Benefits (OPEB) Liability

The total OPEB liability of the City's Other Postemployment Benefits Plan (the OPEB Plan) has been determined using the flow of economic resources measurement focus and full accrual basis of accounting in accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*. This includes for purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB benefits, and OPEB expense. Current payroll costs are used as a basis to allocate deferred elements, total OPEB liability, and OPEB expense. Benefit payments are recognized when due and payable in accordance with the benefit terms. The plan is not administered through a trust.

N. Unearned Revenue

Unearned revenue in the governmental funds represent paving assessment receivables and grant receivables that are measurable, but the revenue was unearned.

O. Leases

The City enters into many noncancelable leases for the right to use land, facilities and equipment throughout its operations. When the City is the lessee, the contracts result in recognition of a right-to-use intangible asset that is offset by a corresponding lease liability. When the City is the lessor, the contracts result in recognition of a lease receivable and corresponding deferred inflow of resources. Lease intangible assets are reported with capital assets and lease liabilities are reported with long-term liabilities on the government-wide and proprietary fund financial statements.

At commencement of a lease where the City is the lessee, the City initially measures the lease liability at 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. At commencement of a lease when the City is the lessor, the City measures the lease receivable at 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 the lease commencement.

Estimates and judgments are sometimes made when determining the discount rate and overall term of the 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 inflow of resources.

P. Subscription-Based Information Technology Arrangements (SBITAs)

The City is a user of subscription-based software throughout its operations. To account for these types of subscription arrangements, a right-to-use intangible asset is recognized along with a corresponding SBITA liability. Right-to-use SBITA intangible assets are reported with capital assets and SBITA liabilities are reported with long-term liabilities on the government-wide and proprietary fund financial statements. At commencement of a subscription, the City initially measures the SBITA liability at present value of total payments over the subscription term. The SBITA asset is measured as the value of the SBITA liability, adjusted for any prepayments, plus certain initial direct development costs.

Q. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report 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 has two items that qualify for reporting in this category. In the statement of net position, the deferred outflow for pensions is an aggregate of items related to pensions and the deferred outflow for OPEB is an aggregate of items related to OPEB. The deferred outflows related to pensions and OPEB will be recognized as either expense or a reduction in the related liability in future reporting years. Details on the composition of the deferred outflows related to pensions and OPEB are further discussed in the Notes.

In addition to liabilities, the statement of net position will sometimes report 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. In the statement of net position, the deferred inflow for pensions is an aggregate of items related to pensions and the deferred inflows for OPEB is an aggregate of items related to OPEB. The deferred inflows related to pensions and OPEB will be recognized as reductions to expense in future reporting years. The deferred inflows related to leases will be recognized as lease revenues in future reporting years. Details on the composition of the deferred inflows related to pensions and OPEB are further discussed in Notes 8 and 9.

The City also reports deferred inflows of resources on applicable governmental fund statements that represent revenues which are measurable but not available in accordance with the modified accrual basis of accounting. These deferred inflows of resources will be recognized as revenue in the fiscal year they are earned or become available. The majority of these deferred inflows of resources represent lease revenues and grant reimbursements.

R. Pensions/Net Pension Liability

In the government-wide financial statements and also the proprietary funds statements, net pension liability represents the present value of projected benefit payments to be provided through the cost-sharing and single employer pension plans to current active and inactive employees that is attributed to those employees' past periods of service (total pension liability), less the amount of the pension plan's fiduciary net position. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pension plans, and pension expense, information about the fiduciary net position and additions to/deductions from fiduciary net position have been determined on the same basis as they are reported by the plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. Current contributions are used as a basis to allocate deferred elements, net pension liability, and pension expense.

S. Contributions

Contributions consist primarily of donations from federal and state aid programs. Contributions are recognized when earned or when legal title is transferred to the City for contributed capital assets.

T. Fund Balances

The City classified governmental fund balances as follows:

- Nonspendable Fund Balance - represents fund balance that is (a) not in a spendable form such as prepaid items or (b) legally or contractually required to be maintained intact such as an endowment.
- Restricted Fund Balance - consists of amounts that can be spent only on the specific purposes stipulated by law or by the external providers of those resources.
- Committed Fund Balance - self-imposed limitations set in place prior to the end of the fiscal period. These amounts can be used only for the specific purposes determined by a formal action of the City Commission, which is the highest level of decision-making authority, and that require the same level of formal action to remove the constraint. The City Commission can establish, modify or rescind committed fund balance through the formal approval of an ordinance.
- Assigned Fund Balance - amounts that are subject to a purpose constraint that represents an intended use established by the City Commission or by their designated body or official. The City Manager was appointed with the authority to assign fund balance through the City Commission's approval of the City's fund balance policy. Formal action is *not* necessary to impose, remove, or modify a constraint in assigned fund balance. Additionally, this category is used to reflect the appropriation of a portion of existing fund balance to eliminate a projected deficit in the subsequent year's budget.
- Unassigned Fund Balance - represents the residual classification or fund balance and includes all spendable amounts not contained within the other classifications of the General Fund. Unassigned fund balances may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes. Currently, the Federal Grants Fund, Shingle Creek Regional Trail, Justice Assistance Grant, Paving Assessments, Neighborhood Stabilization and HOME, and Community Development Block Grant have negative unassigned fund balances.

U. Net Position Restricted by Enabling Legislation

In the government-wide financial statements, governmental activities report restricted net position of \$81,497, of which management has determined \$3,305 for building code enforcement is restricted by enabling legislation.

NOTE 2 – DEPOSITS AND INVESTMENTS

Deposits

Deposits consist of demand accounts (interest and non-interest bearing). All deposits with financial institutions were 100% insured by Federal depository insurance or by collateral pursuant to the Public Depository Security Act of the State of Florida. The bank balance of demand accounts was \$19,435. The carrying amount of the demand deposits, cash with fiscal agent, and cash on hand at September 30, 2024 was \$19,490 due to timing of transactions.

Investments

The City's investment policy is governed by local resolution and bond covenants. Allowable investments include: the SBA Florida PRIME; negotiable direct obligations, or obligations the principal and interest of which are unconditionally guaranteed by the United States government; bonds, debentures, notes or other evidence of indebtedness issued or guaranteed by United States agencies, provided such obligations are backed by the full faith and credit of the United States Government; bonds, debentures, notes or other

CITY OF KISSIMMEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS – Continued
September 30, 2024
(In Thousands)

evidence of indebtedness issued or guaranteed by United States Government agencies which are not full faith and credit agencies; repurchase agreements; bankers' acceptances; commercial paper; state and/or local government taxable and tax-exempt debt; and fixed income mutual funds. In addition, the City's retirement plans may invest in corporate bonds and stocks as well as limited partnerships.

The City categorizes the fair value measurements of its investments based on the hierarchy established by GASB Statement No. 72, *Fair Value Measurement and Application*. The hierarchy has three levels 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; and Level 3 inputs are significant unobservable inputs. GASB 72 allows for the use of quoted prices provided by third parties. The City uses quoted prices provided by its third-party custodians for its pension trust funds.

The following is a summary of the City's pooled investments at September 30, 2024. The valuation method for investments measured at the net asset value (NAV) per share (or its equivalent) is also presented.

<u>Measured using the net asset value:</u>	<u>Fair Value</u>	Weighted Average Maturity	Credit Rating
FLGIT Day to Day Fund	\$ 16,228	10 days	Fitch AAAm
FL FIT Cash Pool	36,695	50 days	Fitch AAaf/S1
FL STAR	43,305	27 days	S&P AAAm
Total fair value investments	96,228		
<u>Measured at amortized cost:</u>			
Florida PRIME	39,896	39 days	S&P AAAm
Florida PALM	5,006	35 days	S&P AAAm
Total City investments	\$ 141,130		

<u>Investments measured at NAV</u>	<u>Fair Value</u>	<u>Unfunded Commitments</u>
FLGIT Day to Day Fund	\$ 16,228	\$ -
FL FIT Cash Pool	36,695	-
FL STAR	43,305	-

For investments in the FL FIT, there is no limitation or restriction on participant withdrawals, and the Trust has not put in place a redemption gate. The FL FIT Cash Pool investments consist of money market mutual funds, FDIC deposits, U.S. treasury bonds, U.S. government agency bonds, commercial paper, and corporate bonds. Fair value of the investments is determined daily for calculation of the pool participants' net asset value.

For investments in the FLGIT Day to Day Fund, there is no limitation or restriction on participant withdrawals, and there is no redemption gate in place. The FLGIT investments consist primarily of U.S. treasury notes, U.S. Government agency notes, asset-backed securities, corporate bonds, and municipal bonds.

For investments in the Florida Short Term Asset Reserve (FL STAR) public investment pool, custodian of the pool is JP Morgan Chase Bank and the FL STAR provides daily liquidity. The investment pool primarily invests in U.S. Government obligations, SEC-registered money market mutual funds, and fully collateralized repurchase agreements.

CITY OF KISSIMMEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS – Continued
September 30, 2024
(In Thousands)

The following is a summary of the City's Pension Trust Funds at September 30, 2024.

	General Employees' Pension			Police Officers' Pension			Firefighters' Pension		
	Quoted	Observ	Unobserv	Quoted	Observ	Unobserv	Quoted	Observ	Unobserv
	Prices	Input	Input	Prices	Input	Input	Prices	Input	Input
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Fixed Income	\$ 6,670	\$ 31,321	\$ -	\$ -	\$ 20,254	\$ -	\$ -	\$ 1,456	\$ -
Equities	100,970	467	-	16,968	17,885	-	20,592	10,297	-
Mutual Funds	-	13,849	-	19,709	-	-	18,230	-	-
Commingled Funds & Real Estate	-	-	7,019	3,736	7,697	2,421	-	-	5,717
Total Investments	\$ 107,640	\$ 45,637	\$ 7,019	\$ 40,413	\$ 45,836	\$ 2,421	\$ 38,822	\$ 11,753	\$ 5,717
Money Market	5,145			2,007			796		
Total Investment Fair Values	\$ 165,441			\$ 90,677			\$ 57,088		

As mentioned previously, for the City's pension trust fund investments, quoted prices provided by its third-party custodians are used. Debt securities classified in Level 2 are valued using a matrix pricing model. Real estate investments in Level 3 are valued using discounted cash flow techniques.

Interest Rate Risk - To mitigate interest rate risk, the City's investment policy requires that the investment portfolio structure maturities to meet the City's cash needs for ongoing operations and that operating funds be invested primarily in short-term securities. Of the City's investments outstanding at year-end, all of them have maturities less than three years. The City's policy requires that investments have maturities that match known cash needs and anticipated cash-flow requirements.

For the City's General Employees' Pension investments, the weighted average maturity (in years) for Eaton Vance is 5.54, Pimco Diversified Fund (PDIIX) is 7.99, and Vanguard Inflation Protected (VAIPX) is 7.20. For the City's Police Officers' Pension investments, the weighted average maturity (in years) for Galliard Intermediate Core is 5.35, Pimco Diversified Fund (PDIIX) is 7.99, and Vanguard Inflation Protected (VAIPX) is 7.20. For the City's Firefighters' Pension investments, the weighted average maturity (in years) for their collective portfolio is 7.92.

Credit Risk – To mitigate credit risk, the City's investment policy limits the minimum credit quality rating of investments, as rated by nationally recognized statistical rating organizations (NRSROs). The City primarily invests in U.S. government securities, mutual funds, corporate stocks, corporate bonds, and overnight repurchase agreements. Money market accounts are held with qualified public depositories who meet the State of Florida requirements.

Custodial Risk – To mitigate custodial risk, broker/dealers must meet established capital requirements as set forth by the Securities Exchange Commission, be registered in the State of Florida, provide proof of registration, complete a broker/dealer questionnaire, certify understanding of the City's investment policy, and provide a copy of the most recent audit report. The City's investment policy does not place any limits on the amount allowed to be held by counterparties.

Concentration of Credit Risk – The City's investment policy requires that investments be diversified by security type and institution. No more than 50% of the City's funds will be invested with the same issuer, dealer or banking institution and no more than 20% of the City's funds will be invested beyond five years in any security with the same maturity date.

CITY OF KISSIMMEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS – Continued
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A reconciliation of the City's cash and investments to the financial statements is as follows:

	<u>City</u>
Cash in Bank and On Hand	\$ 19,490
Investments	141,130
	<u>160,620</u>
<u>Financial Statements:</u>	
Cash and Cash Equivalents	79,123
Restricted Cash and Investments	81,497
	<u>\$ 160,620</u>

NOTE 3 – RECEIVABLES

The following is a detailed listing of receivables for the City's individual major funds and the aggregate of nonmajor funds at September 30, 2024. Special assessment receivables are secured by liens placed on benefited properties at the time of the original assessment.

Description	General	Stormwater	Airport	Sanitation	Nonmajor and Internal		Total
					Service Funds	Pension Funds	
Accounts	\$ 8,960	\$ 488	\$ 290	\$ 394	\$ 946	\$ -	\$ 11,078
Interest	-	-	-	-	-	335	335
Special assessments	<u>17</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>17</u>
	8,977	488	290	394	946	335	11,430
Less: Allowance for uncollectibles	<u>(3,660)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,660)</u>
	<u>\$ 5,317</u>	<u>\$ 488</u>	<u>\$ 290</u>	<u>\$ 394</u>	<u>\$ 946</u>	<u>\$ 335</u>	<u>\$ 7,770</u>

The City is the lessor in contracts with outside parties for the right to use land, facilities and infrastructure. At September 30, 2024, the City has 14 active leases. The leases have receipts that range from \$7 to \$95 and interest rates that range from .632% to 5.308%. At September 30, 2024, governmental activities had outstanding lease receivables of \$293 and business-type activities had outstanding lease receivables of \$4,201. During the fiscal year, the City recognized \$426 in lease revenue and \$77 in lease interest revenue. Additionally, \$44 was received in variable revenue that is not included in the calculation of the lease receivable.

The City is the lessor in sixteen agreements that qualify to be treated as regulated in accordance with the requirements of GASB Statement No. 87, *Leases*. The City leases land and facilities for airport grounds, hangars, aeronautical-related storage and other facility use through 2055. The City received \$386 during the current fiscal year related to these leases along with \$107 in variable payments.

CITY OF KISSIMMEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS – Continued
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As of September 30, 2024, the remaining nominal amount of revenue that will be recognized over the lease term associated with these leases amounts to \$7,200 as outlined below.

Business-Type Activities:	
<u>Fiscal Year</u>	<u>Revenue</u>
2025	\$ 505
2026	446
2027	458
2028	458
2029	458
2030 - 2034	2,012
2035 - 2039	1,589
2040 - 2044	1,289
2045 - 2049	749
2050 - 2054	636
2055	9
Total	\$ 7,200

NOTE 4 – INTERFUND ACCOUNTS

Individual interfund receivables, payables and transfers with a description of their purpose at September 30, 2024 are:

	<u>Due From</u>	<u>Due To</u>	Purpose
General Fund	\$ 1,815	\$ -	To cover negative pooled cash position of funds
Airport	-	20	
Nonmajor Funds:			
Special Revenue Funds	-	1,795	
	<u>\$ 1,815</u>	<u>\$ 1,815</u>	
	<u>Advance To</u>	<u>Advance From</u>	Purpose
Local Option Sales Tax	\$ -	\$ 1,896	To fund purchase of new equipment from proceeds of governmental
Nonmajor Funds:			
Debt Service Funds	1,896	-	
	<u>\$ 1,896</u>	<u>\$ 1,896</u>	
	<u>Transfer In</u>	<u>Transfers Out</u>	Purpose
General Fund	\$ 3,275	\$ 3,676	Transfer to cover debt service
Local Option Sales Tax	455	4,279	Transfer for project expenditures
Local Option Gas Tax	11,275	1,358	Transfer to cover debt service
Stormwater	-	485	Transfer to General Fund for PILOT
Airport	-	2	
Sanitation	-	469	Transfer to General Fund for PILOT
Nonmajor Funds:			
Special Revenue Funds	3,835	15,541	Transfer for grant match and debt service
Debt Service Funds	6,574	1,376	Transfer to cover debt service
Capital Projects Funds	1,674	-	Transfer for project expenditures
Internal Service Funds	153	55	Building and software costs
	<u>\$ 27,241</u>	<u>\$ 27,241</u>	

CITY OF KISSIMMEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS – Continued
September 30, 2024
(In Thousands)

NOTE 5 – CAPITAL ASSETS

A. Changes in Capital Assets

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

Governmental Activities	Balance 10/01/2023	Increases	Adjustments & Decreases	Balance 9/30/2024
Capital Assets, Not Being Depreciated:				
Land	\$ 45,083	\$ 2,524	\$ (13)	\$ 47,594
Construction In Progress	56,195	13,446	(48,129)	21,512
Total Capital Assets, Not Being Depreciated	<u>101,278</u>	<u>15,970</u>	<u>(48,142)</u>	<u>69,106</u>
Capital Assets, Being Depreciated:				
Buildings				
Charter School	1,504	-	(1,504)	-
Other City	29,421	19,360	543	49,324
Improvements other than buildings				
Charter School	461	-	(461)	-
Other City	208,947	51,185	(1,122)	259,010
Parking Capacity				
Other City	15,502	-	-	15,502
Software				
Charter School	59	-	(59)	-
Other City	2,343	-	(93)	2,250
Intangible Right-to-Use				
Right-to-Use Leased Equipment				
Other City	4,492	168	(26)	4,634
Right-to-Use Software Subscriptions				
Other City	704	1,170	(227)	1,647
Equipment				
Charter School	1,189	-	(1,189)	-
Other City	42,771	5,668	(495)	47,944
Total Capital Assets Being Depreciated	<u>307,393</u>	<u>77,551</u>	<u>(4,633)</u>	<u>380,311</u>

CITY OF KISSIMMEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS – Continued
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Governmental Activities	Balance 10/01/2023	Increases	Adjustments & Decreases	Balance 9/30/2024
Less Accumulated Depreciation For:				
Buildings				
Charter School	(851)	-	851	-
Other City	(10,438)	(19,104)	(168)	(29,710)
Improvements other than buildings				
Charter School	(178)	-	178	-
Other City	(69,437)	(13,194)	1,352	(81,279)
Parking Capacity				
Other City	(14,742)	-	-	(14,742)
Software				
Charter School	(59)	-	59	-
Other City	(2,596)	(374)	(11)	(2,981)
Intangible Right-to-Use				
Right-to-Use Leased Equipment				
Other City	(1,389)	(923)	-	(2,312)
Right-to-Use Software Subscriptions				
Other City	(298)	(438)	147	(589)
Equipment				
Charter School	(1,111)	-	1,111	-
Other City	(31,168)	(3,549)	(299)	(35,016)
Total Accumulated Depreciation	<u>(132,267)</u>	<u>(37,582)</u>	<u>3,220</u>	<u>(166,629)</u>
Total Capital Assets, Being Depreciated, Net	<u>175,126</u>	<u>39,969</u>	<u>(1,413)</u>	<u>213,682</u>
Governmental Activities Capital Assets, Net	<u>\$ 276,404</u>	<u>\$ 55,939</u>	<u>\$ (49,555)</u>	<u>\$ 282,788</u>

CITY OF KISSIMMEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS – Continued
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(In Thousands)

Business-type Activities	Beginning Balance 10/01/23 *	Increases	Decreases	Ending Balance 9/30/2024
<u>Stormwater Fund</u>				
Capital Assets, Not Being Depreciated:				
Land	\$ 1,583	\$ -	\$ -	\$ 1,583
Construction In Progress	840	76	(46)	870
Total Capital Assets, Not Being Depreciated:	<u>2,423</u>	<u>76</u>	<u>(46)</u>	<u>2,453</u>
Capital Assets, Being Depreciated/Amortized:				
Buildings	509	-	-	509
Improvements other than Buildings	30,242	46	-	30,288
Software	57	-	-	57
Intangible Right-to-Use				
Right-to-Use Software Subscriptions	-	44	-	44
Equipment	6,725	597	(54)	7,268
Total Capital Assets Being Depreciated	<u>37,533</u>	<u>687</u>	<u>(54)</u>	<u>38,166</u>
Less Accumulated Depreciation For:				
Buildings	(448)	(17)	-	(465)
Improvements other than Buildings	(9,206)	(719)	-	(9,925)
Software	(20)	(1)	(8)	(29)
Intangible Right-to-Use				
Right-to-Use Software Subscriptions	-	(12)	-	(12)
Equipment	(4,290)	(562)	78	(4,774)
Total Accumulated Depreciation	<u>(13,964)</u>	<u>(1,311)</u>	<u>70</u>	<u>(15,205)</u>
Total Capital Assets, Being Depreciated, Net	<u>23,569</u>	<u>(624)</u>	<u>16</u>	<u>22,961</u>
Stormwater Fund Capital Assets, Net	<u>\$ 25,992</u>	<u>\$ (548)</u>	<u>\$ (30)</u>	<u>\$ 25,414</u>
<u>Airport Fund * Begin Balances Restated</u>				
Capital Assets, Not Being Depreciated:				
Land	\$ 309	\$ -	\$ -	\$ 309
Construction In Progress	9,053	1,381	(6,990)	3,444
Total Capital Assets, Not Being Depreciated	<u>9,362</u>	<u>1,381</u>	<u>(6,990)</u>	<u>3,753</u>
Capital Assets, Being Depreciated/Amortized:				
Buildings	11,160	-	-	11,160
Improvements other than Buildings	20,298	6,741	-	27,039
Software	272	-	(13)	259
Intangible Right-to-Use				
Right-to-Use Software Subscriptions	44	49	15	108
Equipment	811	191	(8)	994
Total Capital Assets Being Depreciated	<u>32,585</u>	<u>6,981</u>	<u>(6)</u>	<u>39,560</u>
Less Accumulated Depreciation For:				
Buildings	(8,127)	(277)	-	(8,404)
Improvements other than Buildings	(5,811)	(1,196)	58	(6,949)
Software	(102)	(2)	12	(92)
Intangible Right-to-Use				
Right-to-Use Software Subscriptions	(15)	(31)	15	(31)
Equipment	(676)	(32)	(40)	(748)
Total Accumulated Depreciation	<u>(14,731)</u>	<u>(1,538)</u>	<u>45</u>	<u>(16,224)</u>
Total Capital Assets, Being Depreciated, Net	<u>17,854</u>	<u>5,443</u>	<u>39</u>	<u>23,336</u>
Airport Fund Capital Assets, Net	<u>\$ 27,216</u>	<u>\$ 6,824</u>	<u>\$ (6,951)</u>	<u>\$ 27,089</u>

CITY OF KISSIMMEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS – Continued
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(In Thousands)

	Beginning Balance 10/01/23 *	Increases	Decreases	Ending Balance 9/30/2024
Sanitation Fund				
Capital Assets, Not Being Depreciated:				
Construction In Progress	\$ -	\$ -	\$ -	\$ -
Total Capital Assets, Not Being Depreciated	-	-	-	-
Capital Assets, Being Depreciated:				
Buildings	\$ 407	\$ -	\$ -	\$ 407
Improvements other than Buildings	205	-	-	205
Equipment	7,744	300	(1,180)	6,864
Total Capital Assets Being Depreciated	8,356	300	(1,180)	7,476
Less Accumulated Depreciation For:				
Buildings	(361)	(14)	-	(375)
Improvements other than Buildings	(154)	(10)	(35)	(199)
Equipment	(4,620)	(855)	393	(5,082)
Total Accumulated Depreciation	(5,135)	(879)	358	(5,656)
Total Capital Assets, Being Depreciated, Net	3,221	(579)	(822)	1,820
Sanitation Fund Capital Assets, Net	<u>\$ 3,221</u>	<u>\$ (579)</u>	<u>\$ (822)</u>	<u>\$ 1,820</u>
Total Business-type Activities				
Capital Assets, Not Being Depreciated:				
Land	\$ 1,892	\$ -	\$ -	\$ 1,892
Construction In Progress	9,893	1,457	(7,036)	4,314
Total Capital Assets, Not Being Depreciated	11,785	1,457	(7,036)	6,206
Capital Assets, Being Depreciated/Amortized:				
Buildings	12,076	-	-	12,076
Improvements other than Buildings	50,745	6,787	-	57,532
Software	329	-	(13)	316
Intangible Right-to-Use				
Right-to-Use Software Subscriptions	44	93	15	152
Equipment	15,280	1,088	(1,242)	15,126
Total Capital Assets Being Depreciated	78,474	7,968	(1,240)	85,202
Less Accumulated Depreciation For:				
Buildings	(8,936)	(308)	-	(9,244)
Improvements other than Buildings	(15,171)	(1,925)	23	(17,073)
Software	(122)	(3)	4	(121)
Intangible Right-to-Use				
Right-to-Use Software Subscriptions	(15)	(43)	15	(43)
Equipment	(9,586)	(1,449)	431	(10,604)
Total Accumulated Depreciation	(33,830)	(3,728)	473	(37,085)
Total Capital Assets, Being Depreciated, Net	44,644	4,240	(767)	48,117
Total Business-type Activities, Net	<u>\$ 56,429</u>	<u>\$ 5,697</u>	<u>\$ (7,803)</u>	<u>\$ 54,323</u>

CITY OF KISSIMMEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS – Continued
September 30, 2024
(In Thousands)

Governmental Activities:

Depreciation and Amortization Expense By Function

General Government	\$	2,675
Public Safety		2,873
Transportation		28,982
Culture/Recreation		2,015
Capital assets held by the City's internal service funds are charged to the various functions based on their usage of the assets		1,037
Total Governmental Activities Depreciation and Amortization	<u>\$</u>	<u>37,582</u>

Business-type Activities:

Depreciation and Amortization Expense By Function

Stormwater	\$	1,311
Airport		1,538
Sanitation		879
	<u>\$</u>	<u>3,728</u>

B. Net Capital Assets

The following is a summary of net capital assets as shown on the government-wide statement of net position:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Land	\$ 47,594	\$ 1,892	\$ 49,486
Buildings	49,324	12,076	61,400
Improvements other than Buildings	259,010	57,532	316,542
Parking Capacity	15,502	-	15,502
Software	2,250	316	2,566
Right to Use Leased Equipment	4,634	-	4,634
Right to Use Software Subscriptions	1,647	152	1,799
Equipment	47,944	15,126	63,070
Construction in Progress	<u>21,512</u>	<u>4,314</u>	<u>25,826</u>
	449,417	91,408	540,825
Less: Accumulated Depreciation and Amortization	<u>(166,629)</u>	<u>(37,085)</u>	<u>(203,714)</u>
Capital Assets, net	<u>\$ 282,788</u>	<u>\$ 54,323</u>	<u>\$ 337,111</u>

CITY OF KISSIMMEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS – Continued
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(In Thousands)

C. Construction Commitments

The following is a schedule of significant capital construction projects and large equipment orders with remaining commitment amounts of greater than \$1 million as of September 30, 2024:

<u>Projects</u>	<u>Spent-to-Date</u>	<u>Remaining Commitment</u>
Rehab Taxiway D Pavement & Lighting	\$ 336	\$ 10,744
Taxiway E Project	368	6,365
Beaumont Project	2,252	6,359
Shingle Creek Trail Phase 2A	-	4,539
Woodside Drainage Mitigation	-	4,275
Lancaster Ranch Park	1,179	3,967
Berlinsky Community House	6	3,129
Connect Kissimmee Complete Streets Project	456	2,227
Parcel 8 Construction	35	1,810
Tower Design - Federal	-	1,414
West Oak Street at John Young Improvement	-	1,391
Fire Station Design - Airport Site	21	1,258
Total	<u>\$ 4,653</u>	<u>\$ 47,478</u>

NOTE 6 – LEASES AND SBITAs PAYABLE

The City is the lessee of equipment throughout its operations. The City leases an offsite technology data storage unit for 24 months with fixed monthly payments of \$1 at an interest rate of .248%. In March 2022, the City entered into a 60-month lease for traffic safety equipment with fixed monthly payments of \$75 at an interest rate of .632%. In 2023, the City entered into 24-month leases for two Chevy Blazers with fixed monthly payments of \$12 and \$14 at an interest rate of 2.61%. At September 30, 2024, the City's lease liability is \$2,336. Debt service requirements to maturity for the City's leases payable are as follows.

Governmental Activities:	Leases Payable	
<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 976	\$ 14
2026	909	6
2027	451	1
Total	<u>\$ 2,336</u>	<u>\$ 21</u>

The City is the user of SBITAs throughout its operations. The subscriptions range from 18-36 months in length, with fixed monthly and annual payments, and interest rate ranges from 3.14-3.24%. At September 30, 2024, the SBITA liability for governmental activities is \$818 and for business-type activities is \$108. Debt service requirements to maturity for the City's SBITA payable are as follows:

<u>Fiscal Year</u>	Governmental Activities		Business-Type Activities	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 445	\$ 26	\$ 44	\$ 4
2026	336	11	30	2
2027	37	1	16	1
2028	-	-	18	1
Total	<u>\$ 818</u>	<u>\$ 38</u>	<u>\$ 108</u>	<u>\$ 8</u>

CITY OF KISSIMMEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS – Continued
September 30, 2024
(In Thousands)

NOTE 7 – LONG-TERM LIABILITIES

A. Schedule of Changes in Long-term Liabilities

The City’s outstanding long-term liabilities includes revenue bonds payable, notes from direct borrowings and direct placements, leases payable, SBITAs payable, financed purchases, claims payable, net pension liability, other postemployment benefits, and compensated absences. The following is a schedule of changes in the City’s long-term liabilities for the fiscal year ended September 30, 2024:

	Balance			Balance	Due Within	Long-term
	10/01/23	Additions	Reductions	9/30/24	One Year	Portion
Governmental Activities:						
Revenue Bonds	\$ 59,683	\$ -	\$ (1,255)	\$ 58,428	\$ 1,310	\$ 57,118
Bond Premium	3,711	-	(161)	3,550	-	3,550
subtotal Revenue Bonds	<u>63,394</u>	<u>-</u>	<u>(1,416)</u>	<u>61,978</u>	<u>1,310</u>	<u>60,668</u>
Notes from Direct Borrowings and						
Direct Placements	13,325	-	(2,385)	10,940	2,475	8,465
Financed Purchases	2,225	1,584	(707)	3,102	774	2,328
Leases Payable	3,130	169	(963)	2,336	976	1,360
SBITAs Payable	307	1,170	(659)	818	445	373
Claims Payable	4,472	13,706	(12,025)	6,153	3,076	3,077
Net Pension Liability	66,839	-	(22,871)	43,968	-	43,968
Other Postemployment Benefits	5,309	420	(207)	5,522	296	5,226
Compensated Absences	<u>2,681</u>	<u>3,911</u>	<u>(3,632)</u>	<u>2,960</u>	<u>592</u>	<u>2,368</u>
Governmental Activity						
Long-term Liabilities	<u>\$ 161,682</u>	<u>\$ 20,960</u>	<u>\$ (44,865)</u>	<u>\$ 137,777</u>	<u>\$ 9,944</u>	<u>\$ 127,833</u>
Business-type Activities:						
Net Pension Liability	\$ 4,729	\$ -	\$ (2,160)	\$ 2,569	\$ -	\$ 2,569
Other Postemployment Benefits	606	19	-	625	26	599
SBITAs Payable	30	78	-	108	44	64
Compensated Absences	<u>200</u>	<u>361</u>	<u>(291)</u>	<u>270</u>	<u>54</u>	<u>216</u>
Business-type Activity						
Long-term Liabilities	<u>\$ 5,565</u>	<u>\$ 458</u>	<u>\$ (2,451)</u>	<u>\$ 3,572</u>	<u>\$ 124</u>	<u>\$ 3,448</u>

Governmental activities’ compensated absences, net pension liability and other postemployment benefits liability will be liquidated in future periods primarily by the General Fund and Central Services Fund.

CITY OF KISSIMMEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS – Continued
September 30, 2024
(In Thousands)

B. Debt Service Requirements

The following are the debt service requirements to maturity on the City's outstanding revenue bonds and notes payable:

Governmental Activities:	Notes from Direct		Revenue Bonds		Total
	Borrowings and Placements		Principal	Interest	
<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	
2025	\$ 2,475	\$ 313	\$ 1,310	\$ 2,521	\$ 6,619
2026	1,050	239	1,370	2,464	5,123
2027	1,140	209	1,100	2,404	4,853
2028	1,175	177	1,150	2,355	4,857
2029	1,225	144	1,190	2,304	4,863
2030-2034	3,875	299	6,620	10,722	21,516
2035-2039	-	-	10,105	9,058	19,163
2040-2044	-	-	12,605	6,555	19,160
2045-2049	-	-	15,755	3,406	19,161
2050-2052	-	-	7,223	436	7,659
Total	<u>\$ 10,940</u>	<u>\$ 1,381</u>	<u>\$ 58,428</u>	<u>\$ 42,225</u>	<u>\$ 112,974</u>

C. Debt Defeasance and Refundings

The City refunds and/or defeases long-term debt primarily to reduce debt service requirements. Since U.S government securities are held in escrow for the payment of principal and interest on these bonds, they are not liabilities to the City and are not included in the City's financial statements. As of September 30, 2024, the City has no outstanding bonds issued by the City, which were funded in previous years by the placement of assets in an irrevocable trust to be used for satisfying debt service requirements.

D. Financed Purchases

The City has financed purchases outstanding at year-end. The gross cost of the equipment acquired with these agreements is \$5,707 for governmental activities. The following is a summary schedule of these finance obligations and their net present value.

<u>Year Ending September 30</u>	<u>Governmental</u> <u>Activities</u>
2025	\$ 863
2026	815
2027	394
2028	596
2029	384
2030-2031	<u>348</u>
Total minimum payments	3,400
Less: amount representing interest	<u>(298)</u>
Present value of minimum payments	<u>\$ 3,102</u>

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E. Bonds and Notes Outstanding

The City has revenue bonds and notes outstanding at September 30, 2024. The revenue bonds and notes under governmental activities are secured by several pledged revenue sources. The following is a summary schedule of these long-term obligations of the City including purpose of issue, interest rate, debt maturity, and their impact on those present and future pledged revenue sources:

<u>Governmental Activities:</u>	<u>Revenue Pledged</u>	<u>Amount Issued</u>	<u>Principal Outstanding</u>	<u>Total Pledged Revenue (1)</u>	<u>Future Pledged Revenue Over Debt Service Required (2)</u>	<u>Current Year Debt Srvc Paid</u>	<u>Current Year Total Revenue (3)</u>
Notes from Direct Borrowings and Direct Placements:							
2010B Capital Improvement Revenue Note Maturity: 2025, Interest Rate: 2.79% Purpose: Road Improvements	Local option sales tax	\$ 8,000	\$ 730	\$ 750	6.5%	\$ 750	\$ 11,481
2010C Capital Improvement Revenue Note Maturity: 2030, Interest Rate: 2.69% Purpose: Road Improvements	Non-ad valorem revenue	4,000	1,650	1,810	N/A	291	N/A
2011B Capital Improvement Refunding Note Maturity: 2025, Interest Rate: 2.86% Purpose: Road Improvements	Local option sales tax	9,140	745	771	6.8%	776	11,481
2014A Capital Improvement Revenue Note Maturity: 2034, Interest Rate: 2.86% Purpose: Lakefront Park and Road Improvements	Local option sales tax	9,600	5,790	6,756	5.6%	639	11,481
2015B CRA Refunding Revenue Note Maturity: 2030, Interest Rate: 2.81% Purpose: Refund 2009 CRA Note	Covenant to budget and appropriate but not pledged	3,820	<u>2,025</u>	N/A	N/A	314	N/A
	Total Revenue Notes		<u>10,940</u>				

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<u>Governmental Activities:</u>	<u>Revenue Pledged</u>	<u>Amount Issued</u>	<u>Principal Outstanding</u>	<u>Total Pledged Revenue (1)</u>	<u>Future Pledged Revenue Over Debt Service Required (2)</u>	<u>Current Year Debt Srvc Paid</u>	<u>Current Year Total Revenue (3)</u>
Revenue Bonds:							
2016 Capital Improvement Revenue Bonds Maturity: 2045, Interest Rate: 4.803% Purpose: Capital Improvements and Refunding	1/2 Cent Sales Tax, Public Serv & Comm Taxes	\$ 42,930	\$ 32,703	\$ 52,329	15.7%	\$ 2,296	\$ 14,653
2022A Revenue Refunding Bonds Maturity: 2051, Interest Rate: 4.35% Purpose: Capital Improvements, Refunding	1/2 Cent Sales Tax, Public Serv & Comm Taxes	23,950	22,945	43,399	9.6%	1,400	14,653
2022B Revenue Refunding Bonds Maturity: 2045, Interest Rate: 4.84% Purpose: Capital Improvements	1/2 Cent Sales Tax, Public Serv & Comm Taxes	2,780	<u>2,780</u>	4,928	0.9%	135	14,653
	Total Revenue Bonds		<u>58,428</u>				
Total Revenue Notes and Bonds - Governmental Activities			<u>\$ 69,368</u>				

(1) Total pledged revenue is the total outstanding principal and interest.

(2) Future pledged revenue over debt service required is calculated using the current year total revenues for the remaining years of debt service.

(3) Total pledged revenue for each outstanding debt issue is calculated based on its proportionate share of total annual debt service paid.

The City's revenue bonds and notes from direct borrowings and direct placements contain remedies for events of default that are dependent upon judicial actions that may be limited. For most of the City's debt, in the event a default is longer than 30 days after notice to the City, the registered owners of not less than 25% in aggregate principal of the individual outstanding debt instruments shall be entitled to the appointment of a receiver of the pledged revenues. The receiver shall be entitled to take possession of various funds and accounts established by the City upon issuance of that debt, and shall collect all pledged revenues to apply towards satisfaction of the outstanding principal and interest.

In the event of default under the City's line of credit, the bank shall have the right to declare all outstanding loan balances immediately due and payable or take legal action as necessary to collect the amounts then due.

NOTE 8 – EMPLOYEE RETIREMENT SYSTEMS

The City administers three public employee retirement systems for all full-time employees. The employees of the Tohopekalgiga Water Authority (TWA) also participate in the general employees' retirement plan.

Actuarial studies were conducted on all three plans as of October 1, 2023. None of the three plans issue audited GAAP-basis stand-alone reports. All required disclosures and financial data are contained in the City's Annual Comprehensive Financial Report.

A. Description of Plans

The City administers the general employees', municipal police officers', and municipal firefighters' retirement plans. The general employees' retirement plan is a multi-employer cost sharing defined benefit plan while the municipal police officers' and municipal firefighters' retirement plans are both single employer defined benefit plans. All three plans are established by ordinance pursuant to Florida Statutes. These plans provide retirement, disability, and death benefits to plan members and their beneficiaries. All three plans may be amended by ordinances adopted by the City Commission for benefits, funding policies, contribution requirements, investment policies and other plan administration changes. However, the City must adhere to the restrictions and limitations set forth in Florida Statutes for the police officers' and firefighters' pension plans.

Each plan has a board of trustees that is responsible for the proper operation of the plan. The general employees' board consists of seven trustees, two of whom shall be appointed by the City Manager, two of whom shall be members of the system and who shall be elected by a majority of the general employees who are employed by the City and who are members of the system, one of whom shall be appointed by the TWA executive director and one of whom shall be a member of the system and elected by a majority of the general employees who are employed by TWA and who are members of the system. The seventh trustee shall be chosen by a majority of the previous six.

The police officers' and firefighters' boards consist of five trustees each, two of whom, unless otherwise prohibited by law, shall be legal residents of the City, who shall be appointed by the City Commission and two of whom shall be members of the system, who shall be elected by a majority of the police officers/firefighters who are members of the system. The fifth trustee shall be selected by a majority of the previous four trustees, and such person's name shall be submitted to the City Commission. Upon receipt of the fifth person's name, the City Commission shall, as a ministerial duty, appoint such person to the board of trustees as its fifth trustee.

B. Summary of Significant Accounting Policies

Basis of Accounting – The pension trust fund financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to each plan are recognized when due and the employer has made a formal commitment to provide the contribution (i.e., the annual budget process). Benefits and refunds are recognized when due and payable in accordance with the terms of each plan. Costs of administering the plans are charged to the pension trust fund and factored into the City's contribution rate. Total net position in all three pension trust funds are held in trust for plan benefits.

Method Used to Value Investments – Investments are reported at fair value. Short-term investments are reported at amortized cost. Each pension plan board of trustees has the authority to establish and amend its investment policy. There were no investments in any one organization that represent 5 percent or more of plan total assets in any of the pension trust funds.

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C. Membership and Contribution Information

Membership of each plan consisted of the following at October 1, 2023, the date of the latest actuarial valuations:

	Pension Plans		
	General Employees'	Police Officers'	Firefighters'
Inactive Plan Members or Beneficiaries Currently			
Receiving Benefits	398	135	78
Inactive Plan Members Entitled to but Not Yet			
Receiving Benefits	108	25	31
Active Plan Members	<u>406</u>	<u>146</u>	<u>101</u>
Total	<u>912</u>	<u>306</u>	<u>210</u>

The City's contributions to the plans are actuarially determined and during fiscal year ended September 30, 2024 the City contributed \$4,314 to the General Employees Plan, \$3,395 to the Police Officers Plan, and \$3,558 to the Firefighters Plan. For the fiscal year ended September 30, 2024, the following plan provisions are listed below:

	Pension Plans		
	General Employees'	Police Officers'	Firefighters'
Required Plan Member Contribution	3.69% Tier 1 7.50% Tier 2	3.70% ¹	1.00% ²
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal
Amortization Method	Level Dollar, closed	Level % of pay, closed	Level % of pay, closed
Remaining Amortization Period	10 Years	25 Years	25 Years
Asset Valuation Method	20% of the difference between FMV and expected actuarial value	4 yr geometric average of market value returns	5 yr smooth mkt
Actuarial Assumptions:			
Investment rate of return	6.80%	7.10%	7.10%
Projected salary increases	3.40% to 6.50%	Service based	Service based
Post retirement benefit increases	3.00%	3.50%	3.50%
Inflation and payroll growth	2.25%	2.5%, 0%	2.7%, 0%
Cost-of-living adjustments	None	1% per year age 55 to 65	None

¹ 5.00% for Members hired after May 6, 2014

² 3.00% for Members hired after December 31, 2012

D. Benefits Provided

General Employees'

Retirement Age

Normal: A member may retire following age 60 with 10 years of credited service.

Early: A member may elect to retire early upon the attainment of age 55 with 10 years of credited service.

Retirement Benefits

Normal: Tier 1 Members: 2.8% of Average Final Compensation (AFC) multiplied by years of credited service up to a maximum of 30 years. Tier 2 Members: 3% of AFC multiplied by years of credited service up to a maximum of 30 years.

Early: The normal retirement benefit is reduced by 2% for each year before normal retirement.

Delayed: Benefit continues to accrue.

Termination Benefits

Less than five years of credited service—return of employee contributions. five years or more receive vested portion of accrued pension payable at age 60 or earlier, if contributions are left in the fund, or refund of contributions with interest, when applicable. Vested portion is as follows:

<u>Service</u>	<u>Vested %</u>
5 years	25%
6	40
7	55
8	70
9	85
10	100

Disability

Any member with two or more years of service is eligible for service connected disability with a benefit taking into account compensation earned and service credited until the date of disability with a minimum equal to 42% of AFC. Any member with two or more years of service is eligible for a non-service connected disability with a benefit taking into account compensation earned and service credited until the date of disability with a minimum equal to 25% of AFC.

Death Benefits (Pre-Retirement)

Upon the death of a member with at least five years of credited service before early or normal retirement date, beneficiary will receive monthly income, payable in the form of a 10 year certain and life annuity, which can be provided by (a) or (b), whichever is greater, where: (a) is the single-sum value of the member's accrued pension, and (b) is the smaller of 24 times average compensation or 100 times the anticipated monthly normal retirement benefit.

Cost-of-Living Adjustment

There is no cost-of-living adjustment.

Deferred Retirement Option Program (DROP)

Members who continue in employment past normal retirement date may either accrue larger pensions or freeze their accrued benefit and enter the DROP. Each participant in the DROP has an account credited with benefits not received and investment earnings. The DROP period is 60 months, but no more than five years from the date of eligibility. The DROP balance as of September 30, 2024 is \$3,374.

Police Officers'

Retirement Age

Normal: Earlier of 1) Age 50 with 10 years of credited service or 2) the attainment of 25 years of credited service, regardless of age.

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Early: Age 40 and 10 years of credited service. Age 40 with 15 years of credited service for members hired after May 6, 2014.

Retirement Benefits

Normal: 3.5% of the AFC for each year of service subject to a maximum of 100% of AFC. For members hired after May 6, 2014, 3% of AFC for each year of service subject to a maximum of 100% of AFC.

Early: Same as normal except reduced actuarially from Normal Retirement.

Delayed: Benefit continues to accrue.

Termination Benefits

Less than five years of credited service-return of employee contributions with 4.5% interest. Five years or more receive vested portion of accrued pension payable at age 50 or earlier, if contributions are left in the fund, or refund of contributions with interest. Vested portion is as follows:

<u>Service</u>	<u>Vested %</u>
5 years	25%
6	30
7	35
8	40
9	45
10	100

Members' hired after May 6, 2014 are 100% vested upon the completion of 10 years of credited service.

Disability

All members are eligible for line of duty benefit; five years of credited service is needed for non-line of duty. Accrued pension benefit with a minimum of 42% of AFC if line of duty or 25% if non-line of duty. Under certain conditions, the minimum line of duty benefit is 80% of AFC.

Death Benefits (Pre-Retirement)

Upon the death of a member with at least five years of credited service before early or normal retirement date, beneficiary will receive monthly income, payable in the form of a 10 year certain and life annuity, which can be provided by (a) or (b), whichever is greater, where: (a) is the single-sum value of the member's accrued pension, and (b) is the smaller of 24 times average compensation or 100 times the anticipated monthly normal retirement benefit.

Cost-of-Living Adjustment (COLA)

Each retiree, beneficiary and disability retiree will receive a 1% increase in benefits each year on October 1st from age 55 to age 65. Member who retire prior to normal retirement date are not eligible for COLA.

Deferred Retirement Option Program (DROP)

Members who continue in employment past normal retirement date may either accrue larger pensions or freeze their accrued benefit and enter the DROP. Each participant in the DROP has an account credited with benefits not received and investment earnings. The DROP balance as of September 30, 2024 is \$1,062.

Firefighters'

Retirement Age

Normal: Earlier of 1) age 55 with 10 years of credited service, 2) age 52 with 25 years credited service or 3) the attainment of 30 years of credited service, regardless of age. For members hired prior to January 1, 2013, the normal retirement date is the earlier of 1) age 50 and 10 years of credited service and 2) the completion of 25 years of credited service, regardless of age.

Early: Age 50 and 10 years of credited service. Age 40 with 10 years of credited service for members hired prior to January 1, 2013.

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Retirement Benefits

Normal: 3% of the AFC for each year of service, up to 30 years, and 2% for each year in excess of 30 years, subject to a maximum of 100% of AFC. Members hired prior to January 1, 2013, 3.23% of AFC for the first 30 years of credited service.

Early: Same as normal, reduced 3% per year for commencement within five years and reduced actuarially for commencement of benefits more than five years prior to the normal retirement date.

Delayed: Benefit continues to accrue.

Termination Benefits

Less than 10 years of credited service—return of employee contributions with 4.5% interest. 10 years or more receive vested portion of accrued pension payable at age 50 or later, if contributions are left in the fund, or refund of contributions with interest. Vested portion is as follows:

<u>Service</u>	<u>Vested %</u>
5 years	25%
6	30
7	35
8	40
9	45
10	100

Disability

All members are eligible for service connected disability benefits; five years of credited service is needed for non-service. Accrued pension benefit with a minimum of 42% of AFC if service connected or 25% if non-service connected.

Death Benefits (Pre-Retirement)

Upon the death of a member with at least five years of credited service before early or normal retirement date, beneficiary will receive monthly income, payable in the form of a 10 year certain and life annuity, which can be provided by (a) or (b), whichever is greater, where: (a) is the single-sum value of the member's accrued pension, and (b) is the smaller of 24 times average compensation or 100 times the anticipated monthly normal retirement benefit.

Cost-of-Living Adjustment

There is no cost-of-living adjustment

Deferred Retirement Option Program (DROP)

Members who continue in employment past normal retirement date may either accrue larger pensions or freeze their accrued benefit and enter the DROP. Each participant in the DROP has an account credited with benefits not received and investment earnings. The DROP period is 96 months, but no more than eight years from the date of eligibility. The DROP balance as of September 30, 2024 is \$1,453.

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E. Net Pension Liability of the Sponsor

The components of the net pension liability of the sponsor as of September 30, 2024 were as follows:

	General*		Police			
	Employees'		Officers'	Firefighters'		
Total Pension Liability	\$	186,158	\$	109,141	\$	70,646
Plan Fiduciary Net Position		165,630		90,807		57,125
Sponsor's Net Pension Liability		20,528		18,334		13,521
Plan Fiduciary Net Position as a Percentage of						
Total Pension Liability		88.97%		83.20%		80.86%

* Information shown above is for the City and Toho combined

The total pension liability for all plans was determined by an actuarial valuation as of October 1, 2023 using the following actuarial assumption applied to all measurement periods.

	Pension Plans		
	General	Police	Firefighters'
	Employees'	Officers'	
Inflation	2.25%	2.50%	2.50%
Salary Increases	3.40% to 6.50%	Service based	Service based
Investment Rate of Return	6.80%	7.10%	7.10%

Mortality rates for the General Employees' Fund were based on the PUB-2010 Mortality Table, projected to all future years after 2010 using scale MP-2018. Mortality rates for the Police Officers' and Firefighters' Funds were based on the PubG.H-2010 and PubS.H-2010 mortality tables, projected generationally with mortality improvement scale MP-2018.

Long-term Expected Rate of Return – The long-term expected rate of return on all pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflations) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocations as of September 30, 2024 are summarized in the following table:

Asset Class	General Employees'		Police Officers'		Firefighters'	
	Target Allocation	Long-term Expected Real Rate of Return	Target Allocation	Long-term Expected Real Rate of Return	Target Allocation	Long-term Expected Real Rate of Return
Domestic Equity	45%	10.0%	-	-	38%	8.2%
International Equity	15%	11.0%	15%	8.5%	15%	3.3%
All Cap Value Equity	-	-	20%	7.5%	-	-
Broad Growth Equity	-	-	20%	7.5%	-	-
Domestic Fixed	20%	5.0%	5%	2.5%	-	-
Broad Market Fixed	-	-	25%	2.5%	-	-
Global Fixed	10%	6.0%	-	-	-	-
Real Estate	10%	7.0%	10%	4.5%	5%	5.5%
Private Equity	-	-	-	-	-	-
Global Bond	-	-	5%	3.5%	-	-
Bonds	-	-	-	-	16%	2.2%
Convertibles	-	-	-	-	10%	6.5%
REITs	-	-	-	-	5%	7.4%
Infrastructure	-	-	-	-	6%	6.5%
Hedge Fund	-	-	-	-	5%	2.5%

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Rate of Return – The following is a schedule for the annual money-weighted rate of return on Pension Plan investments, net of plan investment expense as of September 30, 2024:

Fiscal Year 2024	Pension Plans		
	General Employees'	Police Officers'	Firefighters'
Annual Money-Weighted Rate of Return			
Net of Investment Expense	19.70%	21.37%	22.99%

Discount Rate – The discount rate used to measure the total General Employees' pension liability was 6.80%, the total Police Officers' pension liability was 7.10%, and the total Firefighters' pension liability was 7.10%. In the development of a single discount rate for the General Employees' pension liability, a long-term municipal bond rate of 3.81% was used based on the Fidelity 20-Year Municipal GO Bond Index.

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 the sponsor contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payment to determine the total pension liability as shown in the table below.

Sponsor's Net Pension Liability	1% Decrease	Current Discount Rate	1% Increase
		5.80%	6.80%
General Employees' Fund City and Toho	\$ 42,120	\$ 20,528	\$ 2,423
General Employees' Fund City only	30,124	14,682	1,733

Sponsor's Net Pension Liability	1% Decrease	Current Discount Rate	1% Increase
		6.10%	7.10%
Police Officers' Fund	\$ 31,887	\$ 18,334	\$ 7,116

Sponsor's Net Pension Liability	1% Decrease	Current Discount Rate	1% Increase
		6.10%	7.10%
Firefighters' Fund	\$ 22,322	\$ 13,521	\$ 6,235

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Changes in Net Pension Liability			
	<u>General Employees'</u>	<u>Police Officers'</u>	<u>Firefighters'</u>
Total pension liability			
Service Cost	\$ 2,615	\$ 2,333	\$ 1,494
Interest	8,625	7,053	4,852
Change in Excess State Money	-	-	-
Share Plan Allocation	-	-	-
Changes of Benefit Terms	-	-	-
Difference Between Actual & Expected Experience	1,045	2,682	(828)
Change in Employer's Proportion	(1,622)	-	-
Changes of Assumptions	-	3,893	825
Contributions - Buy Back	-	-	-
Benefit Payments	(6,756)	(4,870)	(3,171)
Net Change in Total Pension Liability	<u>3,907</u>	<u>11,091</u>	<u>3,172</u>
Total Pension Liability - Beginning	<u>129,234</u>	<u>98,050</u>	<u>67,474</u>
Total Pension Liability - Ending (a)	<u>\$ 133,141</u>	<u>\$ 109,141</u>	<u>\$ 70,646</u>
Plan Fiduciary Net Position			
Contributions - Employer	\$ 4,314	\$ 2,240	\$ 2,883
Contributions - State	-	1,156	675
Contributions - Member	694	495	233
Change in Employer's Proportion	(1,276)	-	-
Net Investment Income	19,928	16,134	10,733
Benefit Payments	(6,756)	(4,870)	(3,171)
Administrative Expense	(51)	(75)	(85)
Net Change in Plan Fiduciary Net Position	<u>16,853</u>	<u>15,080</u>	<u>11,268</u>
Plan Fiduciary Net Position - Beginning	<u>101,606</u>	<u>75,727</u>	<u>45,857</u>
Plan Fiduciary Net Position - Ending (b)	<u>\$ 118,459</u>	<u>\$ 90,807</u>	<u>\$ 57,125</u>
Net Pension Liability - Ending (a)-(b)	14,682	18,334	13,521
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	88.97%	83.20%	80.86%
Covered Payroll	\$ 21,474	\$ 11,237	\$ 9,897
Net Pension Liability as a Percentage of Covered Payroll	68.37%	163.16%	136.62%

* Information shown above for the General Employees' plan is for the City portion only.

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

For the year ended September 30, 2024, the City recognized pension expense of \$12,426, and had ending balances of deferred outflows for pensions of \$10,035, net pension liability of \$46,537, and deferred inflows for pensions of \$13,702 for its activities in three pension plans. The City recognized a pension expense of \$3,957 related to the general employees' pension fund in 2024. The City's proportionate share of the total Plan's net position is 71.52%. Employer contributions were used as a basis to determine the allocation; the allocation decreased 0.91% from the prior year allocation of 72.43%. The City also reported deferred outflows of resources and deferred inflows of resources related to the general employees' pension from the following sources.

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	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,043	\$ 13	\$ 1,030
Change in cost-sharing allocation percentage	178	248	(70)
Assumptions changes	547	-	547
Net Difference between projected and actual earnings on pension plan investments	-	5,180	(5,180)
Total	\$ 1,768	\$ 5,441	\$ (3,673)

Deferred outflows and deferred inflows of resources by year to be recognized in future pension expenses for the General Employees' Plan:

Year Ending September 30	Net Inflows of Resources
2025	\$ 35
2026	1,938
2027	(3,027)
2028	(2,619)
Total	\$ (3,673)

For the year ended September 30, 2024, the City recognized a pension expense of \$5,055 related to the police officers' pension fund. The City also reported deferred outflows of resources and deferred inflows of resources related to the police officers' pension from the following sources.

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Inflows of Resources
Differences between expected and actual experience	\$ 2,619	\$ 106	\$ 2,513
Change of assumptions	3,511	-	3,511
Net Difference between projected and actual earnings on pension plan investments	-	4,165	(4,165)
Total	\$ 6,130	\$ 4,271	\$ 1,859

Deferred outflows and deferred inflows of resources by year to be recognized in future pension expenses for the Police Officers' Plan:

Year Ending September 30	Net Inflows of Resources
2025	\$ 1,542
2026	2,494
2027	(1,348)
2028	(829)
Total	\$ 1,859

For the year ended September 30, 2024, the City recognized a pension expense of \$3,414 related to the firefighters' pension fund. The City also reported deferred outflows of resources and deferred inflows of resources related to the firefighters' pension from the following sources.

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	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Inflows of Resources
Differences between expected and actual experience	\$ 960	\$ 736	\$ 224
Change of assumptions	1,177	-	1,177
Net Difference between projected and actual earnings on pension plan investments	-	3,254	(3,254)
Total	\$ 2,137	\$ 3,990	\$ (1,853)

Deferred outflows and deferred inflows of resources by year to be recognized in future pension expenses for the Firefighters' Plan:

Year Ending September 30	Net Inflows of Resources
2025	\$ 559
2026	882
2027	(1,812)
2028	(1,482)
Total	\$ (1,853)

F. Combining Statements of the Pension Trust Funds

CITY OF KISSIMMEE, FLORIDA
COMBINING STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUNDS
September 30, 2024
(In Thousands)

	General			Totals
	Employees' Pension	Police Officers' Pension	Firefighters' Pension	
ASSETS				
Cash and Cash Equivalents:	\$ 5,145	\$ 2,007	\$ 796	\$ 7,948
Receivable:				
Interest Receivable	189	130	16	335
Total Receivable:	189	130	16	335
Investments, at Fair Value:				
Fixed Income	37,991	20,254	1,456	59,701
Equities	101,437	34,853	30,889	167,179
Mutual Funds	13,849	19,709	18,230	51,788
Commingled Funds	7,019	13,854	5,717	26,590
Total Investments:	160,296	88,670	56,292	305,258
Total Assets	165,630	90,807	57,104	313,541
Net Position Restricted for Pension Benefits	\$ 165,630	\$ 90,807	\$ 57,104	\$ 313,541

CITY OF KISSIMMEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS – Continued
September 30, 2024
(In Thousands)

CITY OF KISSIMMEE, FLORIDA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUNDS
For The Year Ended September 30, 2024
(In Thousands)

	General			Totals
	Employees' Pension	Police Officers' Pension	Firefighters' Pension	
ADDITIONS				
Contributions:				
Employer	\$ 4,314	\$ 2,240	\$ 2,883	\$ 9,437
Plan Members	971	495	233	1,699
State	-	1,156	675	1,831
Total Contributions	<u>5,285</u>	<u>3,891</u>	<u>3,791</u>	<u>12,967</u>
Investment earnings:				
Net increase (decrease) in fair value of investments	23,654	14,444	9,631	47,729
Interest and dividends	<u>4,644</u>	<u>2,052</u>	<u>1,402</u>	<u>8,098</u>
Total investment earnings (losses)	<u>28,298</u>	<u>16,496</u>	<u>11,033</u>	<u>55,827</u>
Less investment expense	<u>470</u>	<u>363</u>	<u>301</u>	<u>1,134</u>
Net investment earnings (losses)	<u>27,828</u>	<u>16,133</u>	<u>10,732</u>	<u>54,693</u>
Other contributions (Toho Water Authority)	<u>1,733</u>	-	-	<u>1,733</u>
Total Additions	<u>34,846</u>	<u>20,024</u>	<u>14,523</u>	<u>69,393</u>
DEDUCTIONS				
Benefits	9,446	4,870	3,171	17,487
Administrative Expense	<u>51</u>	<u>75</u>	<u>85</u>	<u>211</u>
Total Deductions	<u>9,497</u>	<u>4,945</u>	<u>3,256</u>	<u>17,698</u>
Change in Net Position	25,349	15,079	11,267	51,695
Net Position - Beginning of Year	<u>140,281</u>	<u>75,728</u>	<u>45,837</u>	<u>261,846</u>
Net Position - End of Year	<u>\$ 165,630</u>	<u>\$ 90,807</u>	<u>\$ 57,104</u>	<u>\$ 313,541</u>

NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS (OPEB)

A. Plan Description, Benefit Terms and Contribution Requirements

The Other Postemployment Benefit Plan (“OPEB Plan”) is a single-employer benefit plan administered by the City. Retirees are charged whatever the insurance company charges for the type of coverage elected. However, the premiums charged by the insurance company are based on a blending of the experience among younger active employees and older retired employees. Since the older retirees actually have higher costs, it means that the City is subsidizing the cost of the retiree coverage because it pays all or a significant portion of that premium on behalf of the active employees. GASB Statement No.75 calls this the “implicit rate subsidy”.

Retirees and their dependents are permitted to remain covered under the City’s respective medical and insurance plans as long as they pay a full premium applicable to coverage elected. This conforms to the minimum required of Florida governmental employers per Ch. 112.08, F.S. The City Commission has the authority to amend the benefits of the OPEB Plan. The OPEB Plan does not issue a audited GAAP-basis stand-alone report. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

CITY OF KISSIMMEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS – Continued
September 30, 2024
(In Thousands)

At measurement date September 30, 2023, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	20
Active employees	<u>594</u>
	614

Contributions (benefit payment reductions) to the OPEB Plan are shared by the retiree and the City. OPEB Plan participants must reimburse the City for the City’s average blended cost. Contribution requirements of the City are established and may be amended through action by the City Commission.

B. Total OPEB Liability and Changes in Total OPEB Liability

The measurement date for the City’s total/net OPEB liability was September 30, 2023, one year prior to the City’s fiscal reporting date of September 30, 2024. The measurement period for OPEB cost was October 1, 2022 to September 30, 2023. The components of the changes in the total OPEB liability are as follows:

<u>Total OPEB Liability</u>	<u>Fiscal Year 2024</u>
Service cost	\$ 340
Interest	270
Change of assumptions and other inputs	(138)
Benefit payments	<u>(240)</u>
Net change in total OPEB liability	232
Total OPEB liability - beginning	<u>5,915</u>
Total OPEB liability - ending	<u>\$ 6,147</u>

Changes of assumptions and other inputs reflect a change in the discount rate from 4.40% at the beginning of the measurement period to 4.63% as of September 30, 2024.

C. Actuarial Assumptions and Total OPEB Liability Sensitivity to Healthcare Trend Rate

The total OPEB liability reported at September 30, 2024 was based on an actuarial valuation dated September 30, 2023 using the following actuarial assumptions:

Inflation	2.50% per annum
Discount rate	4.63%
Salary increases	Rates used in Oct 1, 2022 valuations of City pension plans
Mortality rates	Tables used in July 1, 2022 valuation of the Florida Retirement System (based on results of statewide experience study covering period 2013 through 2018)
Healthcare trend	Trend starting at 6.50% for claims costs and 4.90% for premiums, and thereafter trends based on Getzen model, with trend rate of 6.25% (effective Jan 2024) and gradually decreasing to ultimate trend rate of 4.00%

The development of per capita costs included aging factors based on the 2013 Society of Actuaries Study “Healthcare Costs – From Birth to Death”. There have been no significant changes (other than premium rate increases) in any health benefits or life insurance benefits between September 30, 2023 and September 30, 2024.

CITY OF KISSIMMEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS – Continued
September 30, 2024
(In Thousands)

Sensitivity of OPEB liability to healthcare cost trend rate

The following table presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a healthcare trend rate that is 1% lower or 1% higher than the current rate.

	1% Decrease	Current Trend Rate	1% Increase
Total OPEB Liability	\$ 5,429	\$ 6,147	\$ 7,001

D. Discount Rate and Total OPEB Liability Sensitivity to Discount Rate

The discount rate used to measure the total OPEB liability reported as of September 30, 2024 was 4.63%. Because the City's OPEB costs are essentially funded on a pay-as-you-go funding structure, a municipal bond rate was used to determine the total OPEB liability for the OPEB Plan. Fidelity's 20-Year Municipal G.O. AA Index daily rate closest but not after the measurement date was used for this purpose.

Sensitivity of OPEB liability to discount rate

The following table presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rate.

	1% Decrease	Current Discount Rate	1% Increase
	3.63%	4.63%	5.63%
Total OPEB Liability	\$ 6,779	\$ 6,147	\$ 5,594

E. OPEB Expense and Deferred Outflows/Deferred Inflows of Resources related to OPEB

For the year ended September 30, 2024, the City recognized OPEB expense of \$115. At September 30, 2024, the City had deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 230	\$ 593
Change of assumptions	415	2,334
Transactions after measurement date	322	-
	<u>\$ 967</u>	<u>\$ 2,927</u>

Deferred outflows of resources of \$322 are reported by the City for employer benefit payments subsequent to the measurement date, and will be recognized as a reduction of the total OPEB liability in the year ended September 30, 2025. Deferred inflows of resources shown above will be recognized in OPEB expense in the following years.

Fiscal Year Ending	Net Inflows
2025	\$ (485)
2026	(460)
2027	(332)
2028	(383)
2029	(356)
Thereafter	(266)
	<u>\$ (2,282)</u>

CITY OF KISSIMMEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS – Continued
September 30, 2024
(In Thousands)

NOTE 10 – RISK MANAGEMENT

The City has a risk management program accounted for in two internal service funds. The funds are used to account for the costs of employee health, workers' compensation, automobile, and general property and casualty programs. Other City funds are charged by this fund for policy premiums and claims for which the City is self-insured. The City maintains cash reserves in excess of \$1 million and carries excess coverage for claims between \$100 thousand and \$5 million on all coverage except criminal liability. Criminal liability excess coverage is carried for claims between \$50 thousand and \$250 thousand. During 2024, there were no reductions in insurance coverage, and over the past three years there were no settlements that exceeded insurance coverage. As of the fiscal year ended September 30, 2024, the total outstanding unpaid claims were \$6,153 which includes an estimate for incurred but not reported claims. Insurance premiums paid out of the funds totaled \$12,025 for the fiscal year ended September 30, 2024. The change in the claims liability for the past two years is as follows:

	Balance at Beginning of Fiscal Year	Current Year Claims and Changes in Estimates	Current Year Claims Payments or Other Adjustments	Balance at End of Fiscal Year
2023-2024	\$ 4,472	\$ 13,706	\$ (12,025)	\$ 6,153
2022-2023	4,631	11,434	(11,593)	4,472

NOTE 11 – NET INVESTMENT IN CAPITAL ASSETS CALCULATION

The elements for the calculation of this component of net position are as follows:

	Governmental Activities	Business-type Activities	Total
Capital Assets (Net)	\$ 282,788	\$ 54,323	\$ 337,111
Debt Related to Capital Assets	(79,174)	(108)	(79,282)
Other Liabilities Related to Capital Assets	(2,363)	(47)	(2,410)
Unspent Proceeds of Capital-Related Debt	2,286	-	2,286
	<u>\$ 203,537</u>	<u>\$ 54,168</u>	<u>\$ 257,705</u>

NOTE 12 – FUND BALANCE DEFICITS AND EXCESS OF EXPENDITURES OVER APPROPRIATIONS

The following funds have a deficit fund balance at September 30, 2024:

<u>Fund Name</u>	<u>Deficit Amounts</u>
<u>Deficit Fund Balances</u>	
Nonmajor Funds:	
Special Revenue Fund:	
Federal Grant Fund	\$ (60)
Shingle Creek Regional Trail	(76)
Justice Assistance Grant	(116)
Paving Assessments	(27)
Neighborhood Stabilization and HOME	(455)
Community Development Block Grant	(145)
<u>Deficit Net Position</u>	
Health Insurance	(1,374)

CITY OF KISSIMMEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS – Continued
September 30, 2024
(In Thousands)

Deficits in the grant funds represent amounts spent on grant programs that will ultimately be reimbursed from federal and state grantor agencies, or transfers from City funds for City match requirements in the subsequent period. The deficit in the Health Insurance fund will be remedied by additional transfers for charges from the other funds in the next year.

The Justice Assistance Grant and Paving Assessments funds had excess of expenditures over appropriations of \$60 and \$19, respectively. Some of the excess was covered by transfers into the fund and the remaining excesses were not material.

NOTE 13 – COMMITMENTS, RELATED PARTIES, AND CONTINGENCIES

Charter School - The City entered into an interlocal agreement with the Osceola County School Board to operate a charter elementary school within the City. Originally the City issued a tax-exempt note and built the school facilities. The charter school was a separate legal entity. A purchase and sale agreement between Imagine Charter School and the City of Kissimmee was entered into in November 2023. The sale was finalized in April 2024 for \$10.4 million. The original Charter School debt matured in October 2023.

Downtown Community Redevelopment Area Debt – The City issued the 2022 Capital Improvement Revenue Refunding Bonds which included a portion used to finance the cost of land acquisition and various infrastructure improvements known as the Beaumont Development Site. This project is included in the Downtown Community Redevelopment Area (Downtown CRA) redevelopment plan. The Downtown CRA provides reimbursement to the City for its portion of the annual debt service payments on these bonds, as well as previously issued bonds used by the CRA for previous redevelopment projects. During fiscal year 2024, the Downtown CRA paid interest in the amount of \$548.

Kissimmee Utility Authority – The Kissimmee Utility Authority (KUA) provides a payment to the City's General Fund annually. The minimum payment is a charter requirement of KUA. For the fiscal year ended September 30, 2024, the payment made by KUA to the City was \$19.9 million. KUA's total operating revenues for the fiscal year ended September 30, 2024 were \$257 million. KUA also provides customer billing services to the City's Solid Waste and Stormwater Utility Funds.

Tohopekaliga Water Authority – The Tohopekaliga Water Authority (TWA) was created effective October 1, 2003. The TWA was created pursuant to a state legislative act. The City and Osceola County agreed to transfer all assets, liabilities and operations of their water and sewer systems to the TWA. The TWA issued in excess of \$100 million in revenue bonds to pay off the City's utility revenue bonds, other outstanding obligations, and to provide for new construction and system expansion. TWA provides a payment to the City's General Fund annually. The annual amount for 2024 was \$10 million and all future annual amounts will be calculated based on the gross annual revenues of the system for an additional six years.

Intergovernmental Grants - Amounts received or receivable from grantors are subject to audit and adjustment by grantor agencies, principally federal and state governments. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the City expects such amounts to be immaterial. The City is currently working with the Federal Emergency Management Agency (FEMA) on reimbursements for hurricane recovery efforts from hurricanes Irma and Ian which may take several years to complete. The total cumulative cost of these efforts and reimbursement is still being compiled.

Litigation - Various suits and claims arising in the ordinary course of operations are pending against the City. While the ultimate effect of such litigation cannot be ascertained at this time, in the opinion of legal counsel, the City has sufficient insurance coverage to cover any claims and/or the liabilities that may arise from such action. The effect of such losses would not materially affect the financial position of the City or the results of its operations.

Contingency - In March 2020, the World Health Organization declared the outbreak of a novel coronavirus (COVID-19) pandemic. The outbreak of COVID-19 resulted in significant impacts on the US economy and

CITY OF KISSIMMEE, FLORIDA
NOTES TO FINANCIAL STATEMENTS – Continued
September 30, 2024
(In Thousands)

the City. On September 8, 2021, the US Department of the Treasury, Coronavirus State and Local Government Fiscal Recovery Fund (CSLFRF) awarded the City \$18,070 as part of the American Rescue Plan Act (ARPA). The total award was provided in two payments, with the first portion of \$9,035 received in late fiscal year 2021 and the second in late fiscal year 2022. The City's planned use of the ARPA funds includes the standard allowance for revenue loss replacement and infrastructure initiatives to benefit the community. During fiscal year 2024, the City used the ARPA funds for provision of several social programs, and the acquisition of The Haven on Vine to aid in its program to address homelessness.

NOTE 14 – TAX ABATEMENT AND RELATED COMMITMENT

From time to time, the City determines that it is desirable to facilitate redevelopment opportunities within its boundaries through tax increment rebatement and other possible incentives. The Skyview project is a development project that includes construction of public parks and open spaces, sidewalks, landscaping, and other improvements within the City. Skyview is scheduled to receive a 15-year tax rebate for Phase I of the project in \$207 annual increments to total \$3.1 million. The tax rebate is set to commence in the first full year of Phase I occupancy and tax valuation. Phase I of the project is still currently underway and the City made no payment in the current fiscal year. As part of the master agreement with Skyview, the City has an additional commitment to reimburse for certain construction costs up to \$5.9 million. The total amount the City paid to Skyview during the fiscal year is \$2,433.

NOTE 15 – SUBSEQUENT EVENTS

In October 2024, the City finalized the acquisition of the Racetrac property at Thacker Avenue for \$1 million and the vacant K-Mart property on Vine for \$13 million through the Vine Street CRA. The properties are a total of 22.3 acres and are being held for possible resale as well as some development. Discussion on the final outcome for the property is still underway.

In October 2024, the City issued the Capital Improvement Revenue Bonds, Series 2024A and 2024B in the amount of \$72.6 million. The proceeds will be used for several capital improvement projects throughout the City including additional public safety facilities, a recreation facility, and other City improvements.

NOTE 16 – RESTATEMENTS

In fiscal year 2024, the City implemented GASB Statement No. 100, *Accounting Changes and Error Corrections*. This statement clarified how accounting changes and error corrections should be presented in different areas within the City's financial report. In fiscal year 2024, the City reported an error correction in the proprietary funds and changes of fund presentation within the governmental statements. The error correction was the result of a disposed asset not previously recorded in the prior fiscal year. The table below details the effects of these restatements within the entity.

	Business-Type Activities	Previously Major Governmental Fund - CDBG	Previously NonMajor Governmental Fund - Local Option Gas Tax	Major Fund - Airport	Nonmajor Governmental Funds
Beginning Net Position or Fund Balance, as Previously Reported	\$ 64,704	\$ (1,624)	\$ -	\$ 28,920	\$ 57,274
Error correction	(1,459)	-	-	(1,459)	-
Change within Reporting Statements	-	1,624	6,083		(7,707)
Beginning Net Position or Fund Balance, as Restated	<u>\$ 63,245</u>	<u>\$ -</u>	<u>\$ 6,083</u>	<u>\$ 27,461</u>	<u>\$ 49,567</u>

REQUIRED SUPPLEMENTARY INFORMATION

Budgetary Comparison Schedules (GAAP BASIS):

- General Fund
- Major Special Revenue Funds:
 - Local Option Sales Tax
 - Local Option Gas Tax

City Retirement Plans Schedules and Notes:

- Schedule of Changes in Net Pension Liability and Related Ratios
- Schedule of Actuarially Determined Contributions
- Plan Changes in Benefit Terms
- Change of Assumptions
- Methods and Assumptions used to Determine Contribution Rates
- Money-weighted Rate of Return

City Other Postemployment Benefits Plan Schedule:

- Schedule of Total OPEB Liability and Related Ratios

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget -</u> <u>Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES AND OTHER SOURCES				
Taxes:				
Ad valorem	\$ 24,974	\$ 24,974	\$ 25,279	\$ 305
Utility taxes	7,876	7,919	8,008	89
Local business taxes	200	200	253	53
	<u>33,050</u>	<u>33,093</u>	<u>33,540</u>	<u>447</u>
Permits, Fees and Special Assessments:				
Franchise fees	216	216	220	4
Other permits and fees	3	3	8	5
	<u>219</u>	<u>219</u>	<u>228</u>	<u>9</u>
Intergovernmental Revenues:				
Federal grants	-	156	1,990	1,834
State grants	-	9	36	27
Local grants	-	-	3,000	3,000
State revenue sharing	4,000	4,000	4,296	296
Half cent sales tax	7,300	7,300	6,645	(655)
Shared taxes and licenses	1,140	1,140	1,961	821
County shared revenue	2,991	2,991	2,965	(26)
Kissimmee Utility Authority	19,236	19,236	19,884	648
Tohopekaliga Water Authority	8,633	8,633	10,027	1,394
	<u>43,300</u>	<u>43,465</u>	<u>50,804</u>	<u>7,339</u>
Charges for Services:				
General government charges	774	774	870	96
Public safety charges	7,715	7,715	9,753	2,038
Physical environment charges	74	74	120	46
Transportation charges	360	360	301	(59)
Culture/recreation charges	1,019	1,079	1,186	107
	<u>9,942</u>	<u>10,002</u>	<u>12,230</u>	<u>2,228</u>
Fines and Forfeitures:				
Court fines and costs	267	267	655	388
Miscellaneous Revenue:				
Investment income	786	786	2,741	1,955
Rents	144	944	750	(194)
Other revenue	377	684	965	281
Sales of cemetery lots	215	215	405	190
	<u>1,522</u>	<u>2,629</u>	<u>4,861</u>	<u>2,232</u>

Continued

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE - CONTINUED
GENERAL FUND
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES AND OTHER SOURCES - Continued				
Transfers In:				
Stormwater Utility Fund	\$ 313	\$ 313	\$ 360	\$ 47
Charter School	-	1,200	1,914	714
Airport	2	2	2	-
Sanitation Fund	313	313	396	83
Other Nonmajor Funds	210	571	603	32
	<u>838</u>	<u>2,399</u>	<u>3,275</u>	<u>876</u>
Other Sources:				
Issuance of Leases	-	-	257	257
	<u>-</u>	<u>-</u>	<u>257</u>	<u>257</u>
Total Revenues and Other Sources	<u>89,138</u>	<u>92,074</u>	<u>105,850</u>	<u>13,776</u>
EXPENDITURES AND OTHER (USES)				
General Government:				
City Commission:				
Personal Services	323	322	371	49
Operating	321	593	412	(181)
	<u>644</u>	<u>915</u>	<u>783</u>	<u>(132)</u>
City Manager:				
Personal Services	1,704	1,872	1,885	13
Operating	469	7,937	1,558	(6,379)
Capital Outlay	180	1,341	972	(369)
	<u>2,353</u>	<u>11,150</u>	<u>4,415</u>	<u>(6,735)</u>
Development Services:				
Personal Services	1,706	1,706	1,659	(47)
Operating	890	1,958	868	(1,090)
Capital Outlay	105	382	95	(287)
	<u>2,701</u>	<u>4,046</u>	<u>2,622</u>	<u>(1,424)</u>
Legal:				
Personal Services	734	755	769	14
Operating	339	876	132	(744)
Capital Outlay	-	-	-	-
	<u>1,073</u>	<u>1,631</u>	<u>901</u>	<u>(730)</u>

Continued

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE - CONTINUED
GENERAL FUND
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget -</u> <u>Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
EXPENDITURES AND OTHER (USES) - Continued				
General Government:				
Finance:				
Personal Services	\$ 2,044	\$ 2,071	\$ 2,067	\$ (4)
Operating	710	1,540	552	(988)
Capital Outlay	8	5	-	(5)
	<u>2,762</u>	<u>3,616</u>	<u>2,619</u>	<u>(997)</u>
Personnel:				
Personal Services	979	985	998	13
Operating	262	391	331	(60)
Capital Outlay	-	38	17	(21)
	<u>1,241</u>	<u>1,414</u>	<u>1,346</u>	<u>(68)</u>
Central Service and Self Insurance Charges:				
Operating	10,627	10,627	10,627	-
	<u>10,627</u>	<u>10,627</u>	<u>10,627</u>	<u>-</u>
Total General Government	<u>21,401</u>	<u>33,399</u>	<u>23,313</u>	<u>(10,086)</u>
Public Safety:				
Police:				
Personal Services	27,582	27,568	25,449	(2,119)
Operating	3,855	4,458	3,845	(613)
Capital Outlay	846	991	1,017	26
	<u>32,283</u>	<u>33,017</u>	<u>30,311</u>	<u>(2,706)</u>
Fire:				
Personal Services	18,269	18,248	17,291	(957)
Operating	3,646	3,964	3,622	(342)
Capital Outlay	700	1,051	277	(774)
	<u>22,615</u>	<u>23,263</u>	<u>21,190</u>	<u>(2,073)</u>
Total Public Safety	<u>54,898</u>	<u>56,280</u>	<u>51,501</u>	<u>(4,779)</u>
Transportation:				
Public Works:				
Personal Services	3,050	3,051	2,853	(198)
Operating	3,563	4,104	1,971	(2,133)
Capital Outlay	114	1,398	709	(689)
	<u>6,727</u>	<u>8,553</u>	<u>5,533</u>	<u>(3,020)</u>
Total Transportation	<u>6,727</u>	<u>8,553</u>	<u>5,533</u>	<u>(3,020)</u>

Continued

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE - CONTINUED
GENERAL FUND
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget -</u> <u>Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
EXPENDITURES AND OTHER (USES) - Continued				
Culture/Recreation				
Recreation:				
Personal Services	\$ 7,035	\$ 7,035	\$ 6,194	\$ (841)
Operating	2,108	2,316	2,206	(110)
Capital Outlay	359	892	467	(425)
	<hr/>			
Total Culture / Recreation	9,502	10,243	8,867	(1,376)
	<hr/>			
Non-Departmental				
Special Pay Incentive	100	100	237	137
Bad Debt	2,030	2,030	2,301	271
Capital and Operating Reserves	31,927	31,610	-	(31,610)
Principal Retirement	363	425	1,325	900
Debt Service Interest and Costs	40	40	41	1
	<hr/>			
Total Non-Departmental	34,460	34,205	3,904	(30,301)
	<hr/>			
Other (Uses)				
Transfers Out	3,486	3,601	3,676	75
Total Other (Uses)	3,486	3,601	3,676	75
	<hr/>			
Total Expenditures and Other (Uses)	130,474	146,281	96,794	(49,487)
	<hr/>			
Excess of Revenues and Other Sources Over Expenditures and Other (Uses)	(41,336)	(54,207)	9,056	63,263
Fund Balance - Beginning of Year	41,336	54,207	46,519	(7,688)
	<hr/>			
Fund Balance - End of Year	\$ -	\$ -	\$ 55,575	\$ 55,575
	<hr/>			

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
LOCAL OPTION SALES TAX
For the Year Ended September 30, 2024
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Over (Under)
	Original	Final		
REVENUES				
Taxes	\$ 11,780	\$ 11,780	\$ 11,481	\$ (299)
Investment Income (Loss)	20	20	1,032	1,012
Total Revenues	<u>11,800</u>	<u>11,800</u>	<u>12,513</u>	<u>713</u>
EXPENDITURES				
Current				
General Government	529	1,247	1,363	(116)
Public Safety	1,300	12,262	3,830	8,432
Transportation	825	5,053	1,128	3,925
Culture/Recreation	4,200	5,611	1,343	4,268
Debt Service				
Principal Retirement	408	391	674	(283)
Interest and Fiscal Charges	137	155	157	(2)
Capital Outlay	7,149	6,775	-	6,775
Total Expenditures	<u>14,548</u>	<u>31,494</u>	<u>8,495</u>	<u>22,999</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,748)	(19,694)	4,018	23,712
OTHER FINANCING SOURCES (USES)				
Transfers In	-	455	455	-
Transfers (Out)	(3,545)	(4,095)	(4,279)	(184)
Issuance of Financed Purchase	-	-	1,584	1,584
Leases and SBITAs Entered into	-	1,584	830	(754)
Total Other Financing Sources (Uses)	<u>(3,545)</u>	<u>(2,056)</u>	<u>(1,410)</u>	<u>646</u>
Net Change in Fund Balance	(6,293)	(21,750)	2,608	24,358
Fund Balance (Deficit) - Beginning	6,293	21,750	17,991	(3,759)
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,599</u>	<u>\$ 20,599</u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
LOCAL OPTION GAS TAX
For the Year Ended September 30, 2024
(In Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Over (Under)
	Original	Final		
REVENUES				
Taxes	\$ 3,248	\$ 3,248	\$ 3,095	\$ (153)
Charges for Services	3	3	1	(2)
Investment Income (Loss)	15	15	462	447
Miscellaneous Revenues	1	1	-	(1)
Total Revenues	<u>3,267</u>	<u>3,267</u>	<u>3,558</u>	<u>291</u>
EXPENDITURES				
Transportation	4,057	16,959	1,615	15,344
Principal Retirement	-	-	4	(4)
Capital Outlay	1,998	1,997	-	1,997
Total Expenditures	<u>6,055</u>	<u>18,956</u>	<u>1,619</u>	<u>17,337</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,788)	(15,689)	1,939	17,628
OTHER FINANCING SOURCES (USES)				
Transfers In	880	11,280	11,275	(5)
Transfers (Out)	(938)	(1,358)	(1,358)	-
Leases and SBITAs Entered into	-	-	10	10
Total Other Financing Sources (Uses)	<u>(58)</u>	<u>9,922</u>	<u>9,927</u>	<u>5</u>
Net Change in Fund Balance	(2,846)	(5,767)	11,866	17,633
Fund Balance (Deficit) - Beginning	<u>2,846</u>	<u>5,767</u>	<u>6,083</u>	<u>316</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,949</u>	<u>\$ 17,949</u>

CITY OF KISSIMMEE, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
September 30, 2024
(In Thousands)

Schedule of Changes in Net Pension Liability and Related Ratios (General Employees')

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service Cost	\$ 3,657	\$ 3,596	\$ 3,397	\$ 3,023	\$ 2,765	\$ 2,651	\$ 2,535	\$ 2,440	\$ 2,437	\$ 2,362
Interest	12,060	11,555	11,191	11,086	10,588	10,108	9,687	9,095	8,589	8,227
Benefit changes	-	420	-	-	-	1,063	-	-	-	-
Assumption changes	-	-	3,622	1,414	1,632	-	1,492	1,397	-	-
Difference Between Actual & Expected Experience	1,461	893	(90)	(154)	938	(460)	(54)	595	919	(952)
Benefit Payments and Refunds	(9,446)	(8,731)	(7,799)	(7,675)	(7,116)	(6,865)	(5,822)	(5,592)	(4,857)	(4,902)
Net Change in Total Pension Liability	<u>7,732</u>	<u>7,733</u>	<u>10,321</u>	<u>7,694</u>	<u>8,807</u>	<u>6,497</u>	<u>7,838</u>	<u>7,935</u>	<u>7,088</u>	<u>4,735</u>
Total Pension Liability - Beginning	<u>178,426</u>	<u>170,693</u>	<u>160,372</u>	<u>152,678</u>	<u>143,871</u>	<u>137,374</u>	<u>129,536</u>	<u>121,601</u>	<u>114,513</u>	<u>109,778</u>
Total Pension Liability - Ending (a)	\$ 186,158	\$ 178,426	\$ 170,693	\$ 160,372	\$ 152,678	\$ 143,871	\$ 137,374	\$ 129,536	\$ 121,601	\$ 114,513
Plan Fiduciary Net Position										
Contributions - Employer (from City and Toho)	\$ 6,031	\$ 5,418	\$ 5,315	\$ 4,825	\$ 4,361	\$ 4,338	\$ 4,119	\$ 3,851	\$ 3,579	\$ 3,587
Contributions - Member	972	929	946	942	939	875	880	849	856	841
Net Investment Income	27,864	12,380	(22,171)	27,623	10,509	4,225	7,866	12,906	8,257	1,129
Benefit Payments	(9,446)	(8,731)	(7,799)	(7,675)	(7,116)	(6,865)	(5,822)	(5,592)	(4,857)	(4,902)
Administrative Expense	(72)	(69)	(78)	(87)	(58)	(79)	(47)	(54)	(76)	(76)
Net Change in Plan Fiduciary Net Position	<u>25,349</u>	<u>9,927</u>	<u>(23,787)</u>	<u>25,628</u>	<u>8,635</u>	<u>2,494</u>	<u>6,996</u>	<u>11,960</u>	<u>7,759</u>	<u>579</u>
Plan Fiduciary Net Position - Beginning	<u>140,281</u>	<u>130,354</u>	<u>154,141</u>	<u>128,513</u>	<u>119,878</u>	<u>117,384</u>	<u>110,388</u>	<u>98,428</u>	<u>90,669</u>	<u>90,090</u>
Plan Fiduciary Net Position - Ending (b)	\$ 165,630	\$ 140,281	\$ 130,354	\$ 154,141	\$ 128,513	\$ 119,878	\$ 117,384	\$ 110,388	\$ 98,428	\$ 90,669
Net Pension Liability - Ending (a)-(b)	20,528	38,145	40,339	6,231	24,165	23,993	19,990	19,148	23,173	23,844
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	88.97%	78.62%	76.37%	96.11%	84.17%	83.32%	85.45%	85.22%	80.94%	79.18%
Covered Payroll	\$ 25,465	\$ 24,070	\$ 23,734	\$ 23,739	\$ 23,521	\$ 22,188	\$ 21,266	\$ 20,671	\$ 20,342	\$ 19,872
Net Pension Liability as a Percentage of Covered Payroll	80.61%	158.48%	169.96%	26.25%	102.74%	108.14%	94.00%	92.63%	113.92%	119.99%

This schedule represents entire plan with City and Toho combined.

Notes to the Schedule:

The covered payroll numbers presented are in compliance with GASB Statement No. 82, *Pension Issues*.

CITY OF KISSIMMEE, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
September 30, 2024
(In Thousands)

Schedule of Changes in Net Pension Liability and Related Ratios (General Employees' City Only)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service Cost	\$ 2,615	\$ 2,605	\$ 2,435	\$ 2,074	\$ 1,860	\$ 1,654	\$ 1,594	\$ 1,485	\$ 1,442	\$ 1,378
Interest	8,625	8,369	8,023	7,606	7,123	6,308	6,090	5,535	5,084	4,798
Benefit Changes	-	304	-	-	-	664	-	-	-	-
Change in Employer's Proportion	(1,622)	1,263	4,940	2,047	6,991	(632)	2,605	2,030	997	-
Change in Assumptions	-	-	2,597	970	1,098	-	938	850	-	-
Difference Between Actual & Expected Experience	1,045	647	(65)	(106)	631	(287)	(34)	362	544	(555)
Benefit Payments	(6,756)	(6,324)	(5,591)	(5,266)	(4,787)	(4,284)	(3,661)	(3,403)	(2,875)	(2,859)
Net Change in Total Pension Liability	3,907	6,864	12,339	7,325	12,916	3,423	7,532	6,859	5,192	2,762
Total Pension Liability - Beginning	129,234	122,370	110,031	102,706	89,790	86,367	78,835	71,976	66,784	64,022
Total Pension Liability - Ending (a)	\$ 133,141	\$ 129,234	\$ 122,370	\$ 110,031	\$ 102,706	\$ 89,790	\$ 86,367	\$ 78,835	\$ 71,976	\$ 66,784
Plan Fiduciary Net Position										
Contributions - Employer	\$ 4,314	\$ 3,925	\$ 3,811	\$ 3,311	\$ 2,935	\$ 2,708	\$ 2,591	\$ 2,345	\$ 2,119	\$ 2,088
Contributions - Member	694	673	678	646	632	546	554	517	507	490
Change in Employer's Proportion	(1,276)	964	4,746	1,723	5,824	(541)	2,218	1,641	789	-
Net Investment Income	19,928	8,967	(15,894)	18,952	7,069	2,637	4,945	7,855	4,887	663
Benefit Payments	(6,756)	(6,324)	(5,591)	(5,266)	(4,787)	(4,284)	(3,661)	(3,403)	(2,875)	(2,859)
Administrative Expense	(51)	(50)	(55)	(60)	(39)	(49)	(30)	(33)	(45)	(44)
Net Change in Plan Fiduciary Net Position	16,853	8,155	(12,305)	19,306	11,634	1,017	6,617	8,922	5,382	338
Plan Fiduciary Net Position - Beginning	101,606	93,451	105,756	86,450	74,816	73,799	67,182	58,260	52,878	52,540
Plan Fiduciary Net Position - Ending (b)	\$ 118,459	\$ 101,606	\$ 93,451	\$ 105,756	\$ 86,450	\$ 74,816	\$ 73,799	\$ 67,182	\$ 58,260	\$ 52,878
City's Proportionate % of Total Plan Net Position	71.52%	72.43%	71.69%	68.61%	72.11%	62.41%	62.87%	60.86%	59.19%	58.32%
Net Pension Liability - Ending (a)-(b)	14,682	27,628	28,919	4,275	16,256	14,974	12,568	11,653	13,716	13,906
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	88.97%	78.62%	76.37%	96.11%	84.17%	83.32%	85.45%	85.22%	80.94%	79.18%
Covered Payroll	\$ 21,474	\$ 19,497	\$ 18,402	\$ 18,002	\$ 17,506	\$ 16,032	\$ 14,740	\$ 13,947	\$ 13,653	\$ 12,852
Net Pension Liability as a Percentage of Covered Payroll	68.37%	141.70%	157.15%	23.75%	92.86%	93.40%	85.26%	83.55%	100.46%	108.20%

This schedule represents only the City's portion of the Net Pension Liability.

Notes to the Schedule:

The covered payroll numbers presented are in compliance with GASB Statement No. 82, *Pension Issues*.

CITY OF KISSIMMEE, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
September 30, 2024
(In Thousands)

Schedule of Changes in Net Pension Liability and Related Ratios (Police Officers')

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service Cost	\$ 2,333	\$ 2,194	\$ 2,024	\$ 1,902	\$ 1,835	\$ 1,773	\$ 2,008	\$ 1,838	\$ 1,911	\$ 1,841
Interest	7,053	6,763	6,502	6,101	5,852	5,590	5,544	5,299	4,818	4,577
Change in Excess State Money	-	72	-	-	-	-	-	-	(328)	-
Share Plan Allocation	-	-	-	-	-	-	-	-	218	-
Change of Benefit Terms	-	-	-	-	616	-	-	-	(68)	-
Difference Between Actual & Expected Experience	2,682	(148)	(42)	2,364	702	(88)	953	(889)	1,136	(427)
Changes of Assumptions	3,893	-	-	1,985	508	-	861	-	1,127	-
Benefit Payments	(4,870)	(5,151)	(4,885)	(4,337)	(4,761)	(4,171)	(3,611)	(3,116)	(3,122)	(2,849)
Net Change in Total Pension Liability	11,091	3,730	3,599	8,015	4,752	3,104	5,755	3,132	5,692	3,142
Total Pension Liability - Beginning	98,050	94,320	90,721	82,706	77,954	74,850	69,095	65,963	60,271	57,129
Total Pension Liability - Ending (a)	\$ 109,141	\$ 98,050	\$ 94,320	\$ 90,721	\$ 82,706	\$ 77,954	\$ 74,850	\$ 69,095	\$ 65,963	\$ 60,271
Plan Fiduciary Net Position										
Contributions - Employer	\$ 2,240	\$ 1,786	\$ 2,100	\$ 1,597	\$ 1,871	\$ 1,893	\$ 1,971	\$ 1,882	\$ 1,948	\$ 1,907
Contributions - State	1,156	1,250	1,096	951	1,081	799	747	655	582	521
Contributions - Member	495	480	426	397	378	366	321	295	275	270
Net Investment Income	16,134	7,426	(13,211)	14,352	6,349	2,480	6,229	5,845	4,519	1,144
Benefit Payments	(4,870)	(5,151)	(4,885)	(4,337)	(4,761)	(4,171)	(3,611)	(3,116)	(3,122)	(2,849)
Administrative Expense	(75)	(63)	(61)	(47)	(49)	(65)	(47)	(42)	(46)	(48)
Net Change in Plan Fiduciary Net Position	15,080	5,728	(14,535)	12,913	4,869	1,302	5,610	5,519	4,156	945
Plan Fiduciary Net Position - Beginning	75,727	69,999	84,534	71,621	66,752	65,450	59,840	54,321	50,165	49,220
Plan Fiduciary Net Position - Ending (b)	\$ 90,807	\$ 75,727	\$ 69,999	\$ 84,534	\$ 71,621	\$ 66,752	\$ 65,450	\$ 59,840	\$ 54,321	\$ 50,165
Net Pension Liability - Ending (a)-(b)	18,334	22,323	24,321	6,187	11,085	11,202	9,400	9,255	11,642	10,106
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	83.20%	77.23%	74.21%	93.18%	86.60%	85.63%	87.44%	86.61%	82.35%	83.23%
Covered Payroll	\$ 11,237	\$ 11,049	\$ 9,896	\$ 9,354	\$ 9,068	\$ 8,550	\$ 7,921	\$ 7,725	\$ 7,506	\$ 7,754
Net Pension Liability as a Percentage of Covered Payroll	163.16%	202.04%	245.78%	66.15%	122.25%	131.03%	118.68%	119.81%	155.10%	130.33%

CITY OF KISSIMMEE, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
September 30, 2024
(In Thousands)

Note to the Schedule of Changes in Net Pension Liability and Related Ratios (Police Officers')

Notes to the Schedule:

The covered payroll numbers presented are in compliance with GASB Statement No. 82, *Pension Issues*, except for the 9/30/15 measurement period which includes DROP.

Changes of Benefit Terms:

For measurement date 09/30/20, amounts reported as changes of benefit terms was a result of the adoption of Ordinance No. 3027 amended for provisions for Pre-Retirement Death. An Actuarial Impact was issued for this change.

For measurement date 09/30/16, amounts reported as changes of benefit terms was a result of the adoption of Ordinance No. 2939 which made the following changes:

- Resumption of prior graded vesting schedule for Members who were employed prior to 05/06/14.
- Allocation of a portion of the Excess State Monies Reserve necessary to cover the increase in the present value of benefits associated with the proposed vesting change described above. For purposes of this Impact Statement, \$110 is the increase in present value of benefits for the proposed vesting change. Accordingly, the Excess State Monies Reserve was diminished by this amount, leaving \$218 as allocation to Plan.
- Future share allocations once the annual State Monies exceed \$1,177.

Changes of Assumptions:

For measurement date 09/30/23, the investment rate of return was decreased from 7.2% to 7.1% per year.

For measurement date 09/30/22, the investment rate of return was decreased from 7.4% to 7.2% per year.

For measurement date 09/30/20, as a result of Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the assumptions used by the Florida Retirement System (FRS) for special risk employees.

For measurement date 09/30/18, amounts reported as changes in assumptions resulted from an experience study dated September 2018, and the Board approved changes in salary increases, retirement and withdrawal rates, and investment return.

For measurement date 09/30/16, as a result of Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to assumptions used by FRS for special risk. The inflation assumption rate was lowered from 3.0% to 2.5%, matching the long-term inflation assumption utilized by the Plan's investment consultant.

CITY OF KISSIMMEE, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
September 30, 2024
(In Thousands)

Schedule of Changes in Net Pension Liability and Related Ratios (Firefighters')

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service Cost	\$ 1,494	\$ 1,475	\$ 1,405	\$ 1,174	\$ 1,070	\$ 992	\$ 915	\$ 693	\$ 761	\$ 826
Interest	4,852	4,657	4,337	4,171	4,149	4,064	3,836	3,787	3,573	3,512
Change in Excess State Money	-	-	-	-	-	-	-	-	-	-
Change in Benefit Terms	-	-	-	-	-	(31)	72	-	-	-
Difference Between Actual & Expected Experience	(828)	(122)	1,848	1,103	(560)	(567)	1,552	(920)	58	(606)
Changes of Assumptions	825	-	-	2,589	1,115	370	463	211	2,097	-
Contributions - Buy Back	-	-	26	-	-	-	-	3	-	-
Benefit Payments	(3,171)	(3,491)	(2,987)	(4,832)	(3,560)	(3,475)	(3,700)	(3,713)	(3,168)	(2,657)
Net Change in Total Pension Liability	3,172	2,519	4,629	4,205	2,214	1,353	3,138	61	3,321	1,075
Total Pension Liability - Beginning	67,474	64,955	60,326	56,121	53,907	52,554	49,416	49,355	46,034	44,959
Total Pension Liability - Ending (a)	\$ 70,646	\$ 67,474	\$ 64,955	\$ 60,326	\$ 56,121	\$ 53,907	\$ 52,554	\$ 49,416	\$ 49,355	\$ 46,034
Plan Fiduciary Net Position										
Contributions - Employer	\$ 2,883	\$ 2,955	\$ 2,509	\$ 2,246	\$ 2,089	\$ 1,908	\$ 2,095	\$ 1,542	\$ 834	\$ 1,434
Contributions - State	675	801	573	452	401	368	377	370	337	385
Contributions - Member	233	174	195	165	142	136	117	104	74	63
Net Investment Income	10,733	4,484	(8,097)	8,460	3,723	1,671	2,986	3,709	2,985	(1,773)
Benefit Payments	(3,171)	(3,491)	(2,987)	(4,832)	(3,560)	(3,475)	(3,700)	(3,713)	(3,168)	(2,657)
Administrative Expense	(85)	(63)	(67)	(62)	(51)	(55)	(62)	(59)	(54)	(52)
Net Change in Plan Fiduciary Net Position	11,268	4,860	(7,874)	6,429	2,744	553	1,813	1,953	1,008	(2,600)
Plan Fiduciary Net Position - Beginning	45,857	40,997	48,871	42,442	39,698	39,145	37,332	35,379	34,371	36,971
Plan Fiduciary Net Position - Ending (b)	\$ 57,125	\$ 45,857	\$ 40,997	\$ 48,871	\$ 42,442	\$ 39,698	\$ 39,145	\$ 37,332	\$ 35,379	\$ 34,371
Net Pension Liability - Ending (a)-(b)	13,521	21,617	23,958	11,455	13,679	14,209	13,409	12,084	13,976	11,663
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	80.86%	67.96%	63.12%	81.01%	75.63%	73.64%	74.49%	75.55%	71.68%	74.66%
Covered Payroll	\$ 9,897	\$ 7,636	\$ 7,548	\$ 7,557	\$ 6,712	\$ 6,183	\$ 5,756	\$ 5,829	\$ 4,557	\$ 4,987
Net Pension Liability as a Percentage of Covered Payroll	136.62%	283.09%	317.41%	151.58%	203.80%	229.81%	232.96%	207.33%	306.71%	233.87%

CITY OF KISSIMMEE, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
September 30, 2024
(In Thousands)

Notes to the Schedule of Changes in Net Pension Liability and Related Ratios (Firefighters')

Notes to the Schedule:

The covered payroll numbers presented are in compliance with GASB Statement No. 82, *Pension Issues*, except for the 9/30/15 measurement period which includes DROP payroll.

Changes of Benefit Terms:

For measurement date 9/30/19, changes of benefit terms resulted from provisions of Chapter 112.1816, Florida Statutes, regarding death or disability due to a diagnosis of cancer. The expected deaths and disabilities in line-of-duty were increased from 75% to 90%.

For measurement date 9/30/18, changes of benefit terms resulted from Ordinance 2986, adopted in 2018.

Changes of Assumptions:

For measurement date 09/30/23, the investment return was lowered from 7.20% to 7.10%.

For measurement date 09/30/21, the investment return was lowered from 7.60% to 7.20%.

For measurement date 09/30/20, as required by Chapter 2015-157, Laws of Florida, the assumed rates of mortality have been changed from those used in the July 1, 2019 FRS valuation report for special risk employees. Additionally, the investment return was lowered from 7.80% to 7.60%, and rates for early retirement hired pre-01/01/13 have been reduced from 4.5% to 3.0%.

For measurement date 09/30/19, amounts reported as changes of assumptions resulted from the following changes:

The investment return has been reduced from 7.85% to 7.80%. Rates for early retirement for members pre-07/01/13 reduced from 6.0% to 4.5%.

For measurement date 09/30/18, amounts reported as changes of assumptions resulted from the following changes:

A 100% retirement probability for the addition of the Normal Retirement Date for members hired after December 31, 2012. The investment return has been reduced from 7.90% to 7.85%. The rates for early retirement members hired prior to January 2013 reduced from 9.0% to 6.0%.

For measurement date 09/30/17, 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 assumption of investment return was lowered from 7.95% to 7.90% compounded annually, net of investment related expense.

For measurement date 09/30/16, amounts reported as changes of assumptions resulted from the following changes:

The investment return was lowered from 8.0% to 7.95%. This assumption rate will be reduced annually until it reaches an ultimate rate of 7.75% in the 10/1/20 actuarial valuation. The normal retirement and early retirement rates for members hired before 1/1/13 have been updated based on the experience study dated 10/28/16. The Tier 1 early retirement rates for ages 44 to 49 have been reduced to 9%, and will be reduced annually until it reaches an ultimate rate of 3% is reached in the 10/1/20 actuarial valuation. The termination and salary increase assumptions have been updated to better reflect anticipated future Plan experience. As a result of Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the assumptions used by the Florida Retirement System for special risk employees. Also, the inflation rate was lowered from 3.0% to 2.7%.

For measurement date 09/30/15, the inflation assumption was lowered from 3.5% to 3.0%.

CITY OF KISSIMMEE, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
September 30, 2024
(In Thousands)

Schedule of Actuarially Determined Contributions (General Employees' City Only)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially Determined Contribution	\$ 4,314	\$ 3,930	\$ 3,811	\$ 3,311	\$ 2,927	\$ 2,707	\$ 2,590	\$ 2,344	\$ 2,119	\$ 2,160
Contributions in Relation to the Actuarially Determined Contributions	4,314	3,927	3,811	3,311	2,930	2,707	2,590	2,344	2,119	2,088
Contribution Deficiency (Excess)	-	3	-	-	(3)	-	-	-	-	72
Covered Payroll	\$ 21,474	\$ 19,497	\$ 18,402	\$ 18,002	\$ 17,506	\$ 16,032	\$ 14,740	\$ 13,947	\$ 13,653	\$ 12,852
Contributions as a percentage of Covered Payroll	20.09%	20.14%	20.71%	18.39%	16.74%	16.88%	17.57%	16.81%	15.52%	16.25%

Notes to Schedule:

The covered payroll numbers presented are in compliance with GASB Statement No. 82, *Pension Issues*.

Valuation Date: 10/1/23

General Employees' only includes the City portion.

Actuarially determined contribution rates are calculated as of October 1, which is 15 months prior to the expected contribution date.

Prepaid contributions were used to meet the remaining of the actuarially determined contribution for the fiscal year ended September 30, 2015.

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method:	Entry Age Normal
Amortization Method:	Level Dollar, closed
Remaining Amortization Period:	11 Years (as of 10/01/2023)
Asset Valuation Method:	20% of the difference between MV and expected actuarial asset
Inflation:	2.25%
Salary Increase:	3.40% to 6.50%
Interest Rate	6.8%
Retirement Age	Experience-based table of rates specific to type of eligibility condition
Early Retirement	Age 55 and 10 years of service
Cost-of-Living Adjustment	None

Changes of Benefit Terms:

There have been no changes in benefits since the prior valuation.

Changes of Assumptions:

For 2023, there were no significant assumption changes to calculate the contribution.

CITY OF KISSIMMEE, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
September 30, 2024
(In Thousands)

Schedule of Actuarially Determined Contributions (Police Officers')

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially Determined Contribution	\$ 4,162	\$ 3,417	\$ 2,882	\$ 3,051	\$ 2,793	\$ 2,554	\$ 2,640	\$ 2,626	\$ 2,464	\$ 2,469
Contributions in Relation to the Actuarially Determined Contributions	3,395	2,964	3,196	2,548	2,951	2,693	2,717	2,537	2,530	2,428
Contribution Deficiency (Excess)	<u>767</u>	<u>453</u>	<u>(314)</u>	<u>503</u>	<u>(158)</u>	<u>(139)</u>	<u>(77)</u>	<u>89</u>	<u>(66)</u>	<u>41</u>
Covered Payroll	\$ 11,236	\$ 11,049	\$ 9,896	\$ 9,354	\$ 9,068	\$ 8,550	\$ 7,921	\$ 7,725	\$ 7,506	\$ 7,754
Contributions as a percentage of Covered Payroll	30.22%	26.83%	32.30%	27.24%	32.54%	31.50%	34.30%	32.84%	33.71%	31.31%

Notes to Schedule:

The covered payroll numbers presented are in compliance with GASB Statement No. 82, *Pension Issues*, except for the 09/30/15 measurement period which includes DROP payroll.

Valuation Date: 10/1/23

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

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method:	Entry Age Normal
Amortization Method:	Level % of pay, closed
Remaining Amortization Period:	30 Years (as of 10/01/2023)
Asset Valuation Method:	4 Year geometric average of market value returns
Salary Increase:	Service based
Inflation:	2.50%
Interest Rate	7.2%, net of investment related expenses
Mortality:	PubG.H-2010 and PubS.H-2010, separate assumptions for Healthy Active Lives, Healthy Inactive Lives, and Disabled Lives
Retirement Age	Age 50 and 25 years of credited service
Early Retirement	Subsidized benefit - 2% age 40-44, 10% age 45 and older
Cost-of-Living Adjustment	1% increase in benefits annually

Changes of Benefit Terms:

For measurement date 09/30/20, amounts reported as changes of benefit terms was a result of the adoption of Ordinance No. 3027 which made changes. Please see Required Supplementary Information Schedule "Net Pension Liability and Related Ratios - Police Officers" for details.

Changes of Assumptions:

For measurement dates 09/30/20, 09/30/18 and 09/30/16, the assumed rates of mortality were changed. Please see Required Supplementary Information Schedule "Net Pension Liability and Related Ratios - Police Officers" for details.

CITY OF KISSIMMEE, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
September 30, 2024
(In Thousands)

Schedule of Actuarially Determined Contributions (Firefighters')

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially Determined Contribution	\$ 3,765	\$ 3,684	\$ 3,527	\$ 2,962	\$ 2,647	\$ 2,450	\$ 2,286	\$ 2,465	\$ 1,880	\$ 1,774
Contributions in Relation to the										
Actuarially Determined Contributions	3,558	3,756	3,082	2,698	2,490	2,276	2,472	1,912	1,171	1,819
Contribution Deficiency (Excess)	207	(72)	445	264	157	174	(186)	553	709	(45)
Covered Payroll	\$ 9,898	\$ 7,636	\$ 7,548	\$ 7,557	\$ 6,712	\$ 6,183	\$ 5,756	\$ 5,829	\$ 4,557	\$ 4,987
Contributions as a percentage of										
Covered Payroll	35.95%	49.19%	40.83%	35.70%	37.10%	36.81%	42.95%	32.80%	25.70%	36.47%

Notes to Schedule:

The covered payroll numbers presented are in compliance with GASB Statement No. 82, *Pension Issues*, except for the 09/30/15 measurement period which includes DROP payroll.

Valuation Date: 10/1/23

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

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method:	Entry Age Normal
Amortization Method:	Level % of pay, closed
Remaining Amortization Period:	30 Years (as of 10/01/2023)
Asset Valuation Method:	5 Year Smooth
Salary Increase:	Service based
Inflation:	2.70%
Interest Rate	7.20%
Mortality:	PubG.H-2010 and PubS.H-2010, separate assumptions for Healthy Active Lives, Healthy Inactive Lives, and Disabled Lives
Retirement Age	Age 50 and 10 years of service, or any age with 25 years of credit service
Early Retirement	Age 40 with ten years service or age 50 - subsidized benefit at 10% per year
Cost-of-Living Adjustment	None

Changes in Benefit Terms:

For measurement date 9/30/19, changes of benefit terms resulted from provisions of Chapter 112.1816 F.S.

Changes of Assumptions:

For measurement dates 9/30/21, 9/30/20, 9/30/18, 9/30/17 and 9/30/16, several assumptions were changed. Please see Required Supplementary Information Schedule "Net Pension Liability and Related Ratios - Firefighters" for details.

**CITY OF KISSIMMEE, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
September 30, 2024
(In Thousands)**

Money-weighted Rate of Return

		General Employees'									
		<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Annual Money-Weighted Rate of Return											
Net of Investment Expense		19.70%	9.28%	-14.35%	22.21%	8.06%	3.53%	7.04%	6.09%	6.09%	1.54%
		Police Officers'									
		<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Annual Money-Weighted Rate of Return											
Net of Investment Expense		21.37%	10.70%	-15.70%	20.17%	9.61%	3.82%	10.42%	10.74%	8.99%	2.29%
		Firefighters'									
		<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Annual Money-Weighted Rate of Return											
Net of Investment Expense		22.99%	10.69%	-16.37%	20.18%	9.42%	4.27%	8.03%	10.75%	8.90%	-4.79%

CITY OF KISSIMMEE, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
September 30, 2024
(In Thousands)

Schedule of Changes in the Total OPEB Liability and Related Ratios

	2024	2023	2022	2021	2020	2019	2018
Total OPEB Liability							
Service cost	\$ 340	\$ 516	\$ 477	\$ 518	\$ 402	\$ 531	\$ 544
Interest	270	179	183	226	267	271	233
Change of benefit terms	-	-	-	-	1	-	-
Difference between expected and actual experience	-	(709)	-	434	-	(255)	-
Change of assumptions and other inputs	(138)	(1,577)	176	(1,482)	772	(894)	(270)
Benefit payments	(240)	(308)	(266)	(318)	(278)	(323)	(234)
Net change in total OPEB liability	232	(1,899)	570	(622)	1,164	(670)	273
Total OPEB liability - beginning	5,915	7,814	7,244	7,866	6,702	7,372	7,099
Total OPEB liability - ending	<u>\$ 6,147</u>	<u>\$ 5,915</u>	<u>\$ 7,814</u>	<u>\$ 7,244</u>	<u>\$ 7,866</u>	<u>\$ 6,702</u>	<u>\$ 7,372</u>
Covered-employee payroll	\$ 45,555	\$ 35,397	\$ 37,040	\$ 34,141	\$ 30,714	\$ 28,415	\$ 26,226
Total OPEB liability as a percentage of covered-employee payroll	13.49%	16.71%	21.10%	21.22%	25.61%	23.59%	28.11%

Fiscal year 2018 presents information on the Plan's measurement year ended September 30, 2017.

Notes to the Schedule:

Note 1: GASB 75 requires information for 10 years. However, until a full 10-year trend is compiled, the City is presenting information for only those years for which information is available.

Note 2: No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB 75.

Note 3: Significant assumption changes 2024: discount rate increased to 4.63% from 4.40%.

OTHER SUPPLEMENTAL INFORMATION

Non-Major Governmental Funds:

Combining Financial Statements for All Non-major
Governmental Funds and Individual Budgetary
Comparison Schedules (GAAP Basis) for All Budgeted
Nonmajor Governmental Funds

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The City has the following nonmajor special revenue funds:

Budgeted Special Revenue Funds (GAAP Basis)

Recreation Impact Fee Fund

To account for impact fees collected and spent based on charges to new living units constructed. Revenue is restricted for park acquisition and improvements. Impact fees are assessed based upon City ordinance and adopted pursuant to Florida Law.

Community Redevelopment Agency Downtown

To account for the operations of the Downtown Community Redevelopment Agency. Costs are funded with restricted incremental tax increases of property located within the CRA.

Community Redevelopment Agency Vine Street

To account for the operations of the Vine Street Community Redevelopment Agency. Costs are funded with restricted incremental tax increases of property located within the CRA.

Building Division

To account for the collection of building permit revenues and payment of expenditures associated with providing inspection related services.

Federal Grants Fund

To account for the revenues and expenditures related to several grant projects reimbursed by federal grantor agencies.

State Grants Fund

To account for the revenues and expenditures related to several grant projects reimbursed by state grantor agencies.

Shingle Creek Regional Trail

To account for the revenues and expenditures related LAP agreements with the Florida Department of Transportation to provide for the construction of the Shingle Creek Regional Trail.

Mobility Fee Fund

To account for mobility fees collected and spent based on charges to new living units constructed. Revenue is restricted for transportation improvements. Mobility fees are assessed based upon City ordinance and replace the transportation impact fee program.

Police Impact Fees Fund

To account for revenues and expenditures related to the City's impact fees for police capital needs from growth within the City.

Fire Impact Fees Fund

To account for revenues and expenditures related to the City's impact fees for fire capital needs from growth within the City.

State Housing Initiative Program

To account for revenues and expenditures related to the State Housing Initiative Program with funding provided by the Florida Housing Finance Corporation. These funds are used to provide down payment assistance, housing rehabilitation, foreclosure prevention, and rental deposit assistance.

NONMAJOR GOVERNMENTAL FUNDS - CONTINUED

Victims of Crime Act Grant

To account for revenues and expenditures related to the U.S. DOJ grant established under the 1984 Victims of Crime Act awarded for the various prevention programs.

Justice Assistance Grant

To account for the revenues and expenditures associated with the U. S. Department of Justice (DOJ), Bureau of Justice Assistance, Edward Byrne Memorial Justice Assistance Grant (JAG) program.

Paving Assessments

To account for the costs associated with paving projects. One-third of the project costs are paid by the Gas Tax Fund while the remaining two-thirds are assessed to property owners.

Charter School

To account for the funds received from the Osceola County School District and related expenditures to the management firm that operates the City's charter school.

Neighborhood Stabilization and HOME

To account for revenues and expenditures related to the U.S. Department of Housing and Urban Development (HUD) housing assistance programs to qualifying low-income families.

Community Development Block Grant

To account for revenues and expenditures related to the Community Development Block Grant program for rehabilitation of specified redevelopment areas.

Non-Budgeted Special Revenue Funds

CARES Act Relief

To account for revenues and expenditures related to the U.S. Department of the Treasury COVID-19 assistance.

Section 8 HAPP

To account for expenditures associated with various housing related projects.

Police and Firefighters Premium Tax Trust

To account for excise tax imposed on homeowners' insurance premiums collected by the State of Florida Department of Revenue and remitted to the City. These tax revenues are to be used as retirement contributions to Police and Firefighters' Pension plans.

Supplementary Care

To account for revenue received from individuals buying supplementary care in the City cemetery. Interest can be transferred to the General Fund to defray the cost of cemetery operations and maintenance.

DEBT SERVICE FUNDS

Debt Service Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. The City has the following nonmajor debt service funds:

Budgeted Debt Service Funds (GAAP Basis)

2015B Refunding Note

Accounts for the payment of principal and interest on the 2015B Refunding Note to refund the 2004 CRA Revenue Note. Tax increment financing revenues are used for annual debt service payments.

NONMAJOR GOVERNMENTAL FUNDS - CONTINUED

Budgeted Debt Service Funds (GAAP Basis)

2014A Revenue Note

Accounts for the payment of principal and interest on the 2014A Revenue Note. Monies from the one-cent sales tax are used for annual debt service payments.

2016 Revenue Note

Accounts for the payment of principal and interest on the 2016 Revenue Note. Monies from the one-cent sales tax are used for annual debt service payments.

2010B Refunding Revenue Note

Accounts for the payment of principal and interest on the 2010B Refunding Revenue Note. Monies from the Local Option sales tax are used for annual debt service payments.

2010C Refunding Revenue Note

Accounts for the payment of principal and interest on the 2010C Refunding Revenue Note. Monies from the Local Option gas tax are used for annual debt service payments.

2011B Capital Refunding Note

Accounts for the payment of principal and interest on the 2011B Capital Refunding Note. Revenue received from Local Option sales tax is used for annual debt service payments.

2022A Revenue Refunding Bond

Accounts for the payment of principal and interest on the 2022A Revenue Refunding Bond. Revenue received from half cent sales tax and communication service taxes is used for annual debt service payments.

2022B Revenue Refunding Bond

Accounts for the payment of principal and interest on the 2022B Revenue Refunding Bond. Revenue received from half cent sales tax and communication service taxes is used for annual debt service payments.

Non-Budgeted Debt Service Fund

FmHA Bond

Accounts for the payment of principal and interest on the 1980 and 1981 Excise Tax Revenue Bonds. Occupational license revenue is pledged for payment of these bonds. Transfers are made from the General Fund.

2021 Line of Credit Debt

Accounts for the payment of principal and interest on the 2021 Line of Credit. Monies from the one-cent sales tax are used for annual debt service payments.

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital outlay. The City has the following capital projects funds:

Budgeted Capital Projects Fund (GAAP Basis)

2016 Revenue Note Construction

To account for the proceeds of the 2016 Refunding Revenue Note to be used for capital improvement projects.

NONMAJOR GOVERNMENTAL FUNDS - CONTINUED

2022 Bonds Capital Projects

To account for the proceeds of the 2022A and 2022B Revenue Refunding Bonds to be used for various improvement projects.

Non-Budgeted Capital Project Funds

2014A Note Capital Project

To account for the proceeds of the 2014A Revenue Note to be used for Lakefront Park and road improvement projects.

2010C Note Capital Project

To account for the proceeds of the 2010C Revenue Note to be used for road improvement projects.

Lakefront Sales Tax 2009A Capital Project Fund

To account for the proceeds of the 2009A Revenue Note to be used for the construction of projects in the Lakefront Restoration Project.

2018 Line of Credit

To account for the proceeds of the 2018 Line of Credit Direct Borrowing to be used for various improvement projects.

2017 Note Capital Projects

To account for the proceeds of the 2017 Commercial Note to be used for various improvement projects.

CITY OF KISSIMMEE, FLORIDA
COMBINING BALANCE SHEET
ALL NONMAJOR GOVERNMENTAL FUNDS
September 30, 2024
(In Thousands)

	Total Nonmajor Special Revenue Funds	Total Nonmajor Debt Service Funds	Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
ASSETS				
Cash and Cash Equivalents	\$ 40,780	\$ 5,175	\$ -	\$ 45,955
Restricted Cash and Investments	110	-	5,179	5,289
Accounts Receivable (net)	887	-	-	887
Due from Other Governments	1,322	-	-	1,322
Prepaid Items	121	-	-	121
Advance to Other Funds	-	1,896	-	1,896
Total Assets	\$ 43,220	\$ 7,071	\$ 5,179	\$ 55,470
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 684	\$ -	\$ 942	\$ 1,626
Contracts Payable	84	-	181	265
Accrued Liabilities	-	5,121	-	5,121
Due to Other Funds	1,795	-	-	1,795
Due to Other Governments	20	-	-	20
Advanced Grants	1,685	-	-	1,685
Total Liabilities	4,268	5,121	1,123	10,512
Deferred Inflows of Resources				
Unavailable Earned Revenues	932	-	-	932
Total Deferred Inflows of Resources	932	-	-	932
Fund Balances:				
Nonspendable Prepays and Inventories	121	-	-	121
Nonspendable Advances	-	1,896	-	1,896
Nonspendable Supplementary Care	1,461	-	-	1,461
Restricted for Transportation Projects	12,975	-	-	12,975
Restricted for Public Safety Projects	41	-	-	41
Restricted for Development Services	3,305	-	-	3,305
Restricted for Economic Development	14,733	-	-	14,733
Restricted for Recreation Projects	6,263	-	-	6,263
Restricted for Construction Projects	-	-	4,056	4,056
Assigned for Debt Service	-	54	-	54
Unassigned (Deficit)	(879)	-	-	(879)
Total Fund Balances	38,020	1,950	4,056	44,026
Total Liabilities, Deferred Inflows and Fund Balances	\$ 43,220	\$ 7,071	\$ 5,179	\$ 55,470

CITY OF KISSIMMEE, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL NONMAJOR GOVERNMENTAL FUNDS
Fiscal Year Ended September 30, 2024
(In Thousands)

	Total Nonmajor Special Revenue Funds	Total Nonmajor Debt Service Funds	Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
REVENUES				
Permits, Fees and Special Assessments	\$ 5,435	\$ -	\$ -	\$ 5,435
Intergovernmental Revenues	11,669	-	-	11,669
Charges for Services	1,125	-	-	1,125
Investment Income (Loss)	2,080	-	244	2,324
Miscellaneous Revenues	724	-	-	724
Total Revenues	21,033	-	244	21,277
EXPENDITURES				
Current:				
General Government	5,491	-	-	5,491
Public Safety	11,444	-	-	11,444
Transportation	883	-	-	883
Economic Environment	1,417	-	-	1,417
Culture/Recreation	2,465	-	-	2,465
Debt Service:				
Principal Retirement	-	3,640	-	3,640
Interest and Fiscal Charges	-	2,934	-	2,934
Capital Outlay	-	-	4,110	4,110
Total Expenditures	21,700	6,574	4,110	32,384
Excess (Deficiency) of Revenues Over (Under) Expenditures	(667)	(6,574)	(3,866)	(11,107)
OTHER FINANCING SOURCES and (USES)				
Transfers In	3,835	6,574	1,674	12,083
Transfers (Out)	(15,541)	(1,376)	-	(16,917)
Proceeds from Sale of Capital Assets	10,400	-	-	10,400
Total Other Financing Sources and (Uses)	(1,306)	5,198	1,674	5,566
Net Change in Fund Balances	(1,973)	(1,376)	(2,192)	(5,541)
Fund Balances - Beginning, Originally Stated	47,700	3,326	6,248	57,274
Restatement	(7,707)	-	-	(7,707)
Fund Balances - Beginning, As Restated	39,993	3,326	6,248	49,567
Fund Balances - Ending	\$ 38,020	\$ 1,950	\$ 4,056	\$ 44,026

CITY OF KISSIMMEE, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
September 30, 2024
(In Thousands)

	Recreation Impact Fee Fund	Community Redevelopment Agency Downtown	Community Redevelopment Agency Vine Street	Building Division
ASSETS				
Cash and Cash Equivalents	\$ 4,144	\$ 7,604	\$ 6,637	\$ 2,737
Restricted Cash and Investments	-	-	110	-
Accounts Receivable (net)	-	-	-	614
Due from Other Governments	-	-	-	-
Prepaid Items	-	-	-	-
Total Assets	\$ 4,144	\$ 7,604	\$ 6,747	\$ 3,351
LIABILITIES				
Accounts Payable	\$ 286	\$ 3	\$ -	\$ 46
Contracts Payable	19	-	-	-
Due to Other Funds	-	-	-	-
Due to Other Governments	-	-	-	-
Advanced Grants	-	-	-	-
Total Liabilities	305	3	-	46
DEFERRED INFLOWS OF RESOURCES				
Unavailable Earned Revenues	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
FUND BALANCES (DEFICITS)				
Nonspendable Prepays and Inventories	-	-	-	-
Nonspendable Supplementary Care	-	-	-	-
Restricted for Transportation Projects	-	-	-	-
Restricted for Public Safety Projects	-	-	-	-
Restricted for Development Services	-	-	-	3,305
Restricted for Economic Development	-	7,601	6,747	-
Restricted for Recreation Projects	3,839	-	-	-
Unassigned (Deficit)	-	-	-	-
Total Fund Balances (Deficits)	3,839	7,601	6,747	3,305
Total Liabilities, Deferred Inflows and Fund Balances	\$ 4,144	\$ 7,604	\$ 6,747	\$ 3,351

Federal Grants Fund	State Grants Fund	Shingle Creek Regional Trail	Mobility Fee Fund	Police Impact Fees Fund	Fire Impact Fees Fund	State Housing Initiative Program
\$ 31	\$ 2,454	\$ -	\$ 12,711	\$ 16	\$ 16	\$ 2,162
-	-	-	-	-	-	-
-	-	-	264	4	5	-
371	389	-	-	-	-	-
-	121	-	-	-	-	-
<u>\$ 402</u>	<u>\$ 2,964</u>	<u>\$ -</u>	<u>\$ 12,975</u>	<u>\$ 20</u>	<u>\$ 21</u>	<u>\$ 2,162</u>
\$ -	\$ 243	\$ -	\$ -	\$ -	\$ -	\$ -
-	65	-	-	-	-	-
-	-	76	-	-	-	199
-	-	-	-	-	-	-
102	-	-	-	-	-	1,583
<u>102</u>	<u>308</u>	<u>76</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,782</u>
<u>360</u>	<u>111</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>360</u>	<u>111</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	121	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	12,975	-	-	-
-	-	-	-	20	21	-
-	-	-	-	-	-	-
-	-	-	-	-	-	380
-	2,424	-	-	-	-	-
(60)	-	(76)	-	-	-	-
<u>(60)</u>	<u>2,545</u>	<u>(76)</u>	<u>12,975</u>	<u>20</u>	<u>21</u>	<u>380</u>
<u>\$ 402</u>	<u>\$ 2,964</u>	<u>\$ -</u>	<u>\$ 12,975</u>	<u>\$ 20</u>	<u>\$ 21</u>	<u>\$ 2,162</u>

Continued

CITY OF KISSIMMEE, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
September 30, 2024
(In Thousands)

	Victim of Crime Act	Justice Assistance Grant	Paving Assessments	Charter School
ASSETS				
Cash and Cash Equivalents	\$ -	\$ -	\$ 5	\$ -
Restricted Cash and Investments	-	-	-	-
Accounts Receivable (net)	-	-	-	-
Due from Other Governments	10	53	-	-
Prepaid Items	-	-	-	-
Total Assets	\$ 10	\$ 53	\$ 5	\$ -
LIABILITIES				
Accounts Payable	\$ -	\$ -	\$ 32	\$ -
Contracts Payable	-	-	-	-
Due to Other Funds	7	169	-	-
Due to Other Governments	-	-	-	-
Advanced Grants	-	-	-	-
Total Liabilities	7	169	32	-
DEFERRED INFLOWS OF RESOURCES				
Unavailable Earned Revenues	3	-	-	-
Total Deferred Inflows of Resources	3	-	-	-
FUND BALANCES (DEFICITS)				
Nonspendable Prepays and Inventories	-	-	-	-
Nonspendable Supplementary Care	-	-	-	-
Restricted for Transportation Projects	-	-	-	-
Restricted for Public Safety Projects	-	-	-	-
Restricted for Development Services	-	-	-	-
Restricted for Economic Development	-	-	-	-
Restricted for Recreation Projects	-	-	-	-
Unassigned (Deficit)	-	(116)	(27)	-
Total Fund Balances (Deficits)	-	(116)	(27)	-
Total Liabilities, Deferred Inflows and Fund Balances	\$ 10	\$ 53	\$ 5	\$ -

CARES Act Relief	Neighborhood Stabilization and Home	Community Development Block Grant	Section 8 HAPP Fund	Police and Firefighters Premium Tax Trust	Supplementary Care	Total Nonmajor Special Revenue Funds
\$ 1	\$ 347	\$ 450	\$ 4	\$ -	\$ 1,461	\$ 40,780
-	-	-	-	-	-	110
-	-	-	-	-	-	887
-	458	41	-	-	-	1,322
-	-	-	-	-	-	121
<u>\$ 1</u>	<u>\$ 805</u>	<u>\$ 491</u>	<u>\$ 4</u>	<u>\$ -</u>	<u>\$ 1,461</u>	<u>\$ 43,220</u>
\$ -	\$ 72	\$ 2	\$ -	\$ -	\$ -	\$ 684
-	-	-	-	-	-	84
-	730	614	-	-	-	1,795
-	-	20	-	-	-	20
-	-	-	-	-	-	1,685
-	802	636	-	-	-	4,268
-	458	-	-	-	-	932
-	458	-	-	-	-	932
-	-	-	-	-	-	121
-	-	-	-	-	1,461	1,461
-	-	-	-	-	-	12,975
-	-	-	-	-	-	41
-	-	-	-	-	-	3,305
1	-	-	4	-	-	14,733
-	-	-	-	-	-	6,263
-	(455)	(145)	-	-	-	(879)
1	(455)	(145)	4	-	1,461	38,020
<u>\$ 1</u>	<u>\$ 805</u>	<u>\$ 491</u>	<u>\$ 4</u>	<u>\$ -</u>	<u>\$ 1,461</u>	<u>\$ 43,220</u>

CITY OF KISSIMMEE, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended September 30, 2024
(In Thousands)

	Local Option Gas Tax	Recreation Impact Fee Fund	Community Redevelopment Agency Downtown	Community Redevelopment Agency Vine Street	Building Division
REVENUES					
Permits, Fees and Special Assessments	\$ -	\$ -	\$ -	\$ -	4,095
Intergovernmental Revenues	-	-	1,742	1,264	-
Charges for Services	-	765	-	-	360
Investment Income (Loss)	-	199	412	321	245
Miscellaneous Revenues	-	-	68	-	57
Total Revenues	-	964	2,222	1,585	4,757
EXPENDITURES					
Current:					
General Government	-	-	682	536	-
Public Safety	-	-	-	-	9,037
Transportation	-	-	-	-	-
Economic Environment	-	-	-	-	-
Culture/Recreation	-	566	-	-	-
Total Expenditures	-	566	682	536	9,037
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	398	1,540	1,049	(4,280)
OTHER FINANCING SOURCES and (USES)					
Transfers In	-	-	1,202	1,184	3
Transfers (Out)	-	(347)	(1,663)	-	(150)
Proceeds from Sale of Capital Assets	-	-	-	-	-
Total Other Financing Sources and (Uses)	-	(347)	(461)	1,184	(147)
Net Change in Fund Balances	-	51	1,079	2,233	(4,427)
Fund Balances (Deficits) - Beginning, Originally Stated	6,083	3,788	6,522	4,514	7,732
Restatement	(6,083)	-	-	-	-
Fund Balances (Deficit) - Beginning, As Restated	-	3,788	6,522	4,514	7,732
Fund Balances (Deficits) - Ending	\$ -	\$ 3,839	\$ 7,601	\$ 6,747	\$ 3,305

Federal Grants Fund	State Grants Fund	Shingle Creek Regional Trail	Mobility Fee Fund	Police Impact Fees Fund	Fire Impact Fees Fund	State Housing Initiative Program
\$ -	\$ -	\$ -	\$ 1,286	\$ 20	\$ 21	\$ -
76	938	-	-	-	-	558
-	-	-	-	-	-	-
-	-	-	588	-	-	102
-	3	14	-	-	-	-
76	941	14	1,874	20	21	660
-	38	-	-	-	-	-
14	67	-	-	-	-	-
280	579	-	-	-	-	-
-	-	-	-	-	-	558
298	1,601	-	-	-	-	-
592	2,285	-	-	-	-	558
(516)	(1,344)	14	1,874	20	21	102
280	869	-	-	-	-	-
(5)	-	(474)	(438)	-	-	-
-	-	-	-	-	-	-
275	869	(474)	(438)	-	-	-
(241)	(475)	(460)	1,436	20	21	102
181	3,020	384	11,539	-	-	278
-	-	-	-	-	-	-
181	3,020	384	11,539	-	-	278
\$ (60)	\$ 2,545	\$ (76)	\$ 12,975	\$ 20	\$ 21	\$ 380

Continued

CITY OF KISSIMMEE, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended September 30, 2024
(In Thousands)

	Victim of Crime Act	Justice Assistance Grant	Paving Assessments	Charter School
REVENUES				
Permits, Fees and Special Assessments	\$ -	\$ -	\$ 13	\$ -
Intergovernmental Revenues	60	81	-	2,853
Charges for Services	-	-	-	-
Investment Income (Loss)	-	-	-	147
Miscellaneous Revenues	-	-	-	165
Total Revenues	60	81	13	3,165
EXPENDITURES				
Current:				
General Government	-	-	-	4,235
Public Safety	57	438	-	-
Transportation	-	-	24	-
Economic Environment	-	-	-	-
Culture/Recreation	-	-	-	-
Total Expenditures	57	438	24	4,235
Excess (Deficiency) of Revenues Over (Under) Expenditures	3	(357)	(11)	(1,070)
OTHER FINANCING SOURCES and (USES)				
Transfers In	-	297	-	-
Transfers (Out)	-	-	-	(12,314)
Proceeds from Sale of Capital Assets	-	-	-	10,400
Total Other Financing Sources and (Uses)	-	297	-	(1,914)
Net Change in Fund Balances	3	(60)	(11)	(2,984)
Fund Balances (Deficits) - Beginning, Originally Stated	(3)	(56)	(16)	2,984
Restatement	-	-	-	-
Fund Balances (Deficit) - Beginning, As Restated	(3)	(56)	(16)	2,984
Fund Balances (Deficits) - Ending	\$ -	\$ (116)	\$ (27)	\$ -

	CARES Act Relief	Neighborhood Stabilization and Home	Community Development Block Grant	Section 8 HAPP Fund	Police and Firefighters Premium Tax Trust	Supplementary Care	Total Nonmajor Special Revenue Funds
\$	-	\$ -	\$ -	\$ -	\$ -	\$ -	5,435
	-	250	2,016	-	1,831	-	11,669
	-	-	-	-	-	-	1,125
	-	-	-	-	-	66	2,080
	-	340	-	-	-	77	724
	-	590	2,016	-	1,831	143	21,033
	-	-	-	-	-	-	5,491
	-	-	-	-	1,831	-	11,444
	-	-	-	-	-	-	883
	-	472	387	-	-	-	1,417
	-	-	-	-	-	-	2,465
	-	472	387	-	1,831	-	21,700
	-	118	1,629	-	-	143	(667)
	-	-	-	-	-	-	3,835
	-	-	(150)	-	-	-	(15,541)
	-	-	-	-	-	-	10,400
	-	-	(150)	-	-	-	(1,306)
	-	118	1,479	-	-	143	(1,973)
	1	(573)	-	4	-	1,318	47,700
	-	-	(1,624)	-	-	-	(7,707)
	1	(573)	(1,624)	4	-	1,318	39,993
\$	1	\$ (455)	\$ (145)	\$ 4	\$ -	\$ 1,461	\$ 38,020

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
RECREATION IMPACT FEE FUND
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Charges for Services	\$ 250	\$ 765	\$ 515
Investment Income (Loss)	5	199	194
Total Revenues	<u>255</u>	<u>964</u>	<u>709</u>
EXPENDITURES			
Culture/Recreation	1,834	566	1,268
Capital Outlay	2,903	-	2,903
Total Expenditures	<u>4,737</u>	<u>566</u>	<u>4,171</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(4,482)</u>	<u>398</u>	<u>4,880</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers In	-	-	-
Transfers (Out)	(347)	(347)	-
Total Other Financing Sources and (Uses)	<u>(347)</u>	<u>(347)</u>	<u>-</u>
Net Change in Fund Balance	(4,829)	51	4,880
Fund Balance (Deficit) - Beginning	<u>4,829</u>	<u>3,788</u>	<u>(1,041)</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 3,839</u>	<u>\$ 3,839</u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
COMMUNITY REDEVELOPMENT AGENCY DOWNTOWN
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Intergovernmental Revenues	\$ 1,706	\$ 1,742	\$ 36
Investment Income (Loss)	43	412	369
Miscellaneous Revenues	68	68	-
Total Revenues	<u>1,817</u>	<u>2,222</u>	<u>405</u>
EXPENDITURES			
General Government	3,665	682	2,983
Capital Outlay	2,808	-	2,808
Total Expenditures	<u>6,473</u>	<u>682</u>	<u>5,791</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(4,656)</u>	<u>1,540</u>	<u>6,196</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers In	1,178	1,202	24
Transfers (Out)	(1,663)	(1,663)	-
Proceeds from Sale of Capital Assets	-	-	-
Total Other Financing Sources and (Uses)	<u>(485)</u>	<u>(461)</u>	<u>24</u>
Net Change in Fund Balance	<u>(5,141)</u>	<u>1,079</u>	<u>6,220</u>
Fund Balance (Deficit) - Beginning	<u>5,141</u>	<u>6,522</u>	<u>1,381</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 7,601</u>	<u>\$ 7,601</u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
COMMUNITY REDEVELOPMENT AGENCY VINE STREET
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Intergovernmental Revenues	\$ 1,203	\$ 1,264	\$ 61
Investment Income (Loss)	5	321	316
Total Revenues	<u>1,208</u>	<u>1,585</u>	<u>377</u>
EXPENDITURES			
General Government	3,291	536	2,755
Capital Outlay	4,193	-	4,193
Total Expenditures	<u>7,484</u>	<u>536</u>	<u>6,948</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(6,276)</u>	<u>1,049</u>	<u>7,325</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers In	1,127	1,184	57
Total Other Financing Sources and (Uses)	<u>1,127</u>	<u>1,184</u>	<u>57</u>
Net Change in Fund Balance	(5,149)	2,233	7,382
Fund Balance (Deficit) - Beginning	<u>5,149</u>	<u>4,514</u>	<u>(635)</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 6,747</u>	<u>\$ 6,747</u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
BUILDING DIVISION
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Permits, Fees and Special Assessments	\$ 4,293	\$ 4,095	\$ (198)
Charges for Services	150	360	210
Investment Income (Loss)	-	245	245
Miscellaneous Revenues	-	57	57
Total Revenues	<u>4,443</u>	<u>4,757</u>	<u>314</u>
EXPENDITURES			
Public Safety	10,339	9,037	1,302
Capital Outlay	2,043	-	2,043
Total Expenditures	<u>12,382</u>	<u>9,037</u>	<u>3,345</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(7,939)</u>	<u>(4,280)</u>	<u>3,659</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers In	-	3	3
Transfers (Out)	(150)	(150)	-
Total Other Financing Sources and (Uses)	<u>(150)</u>	<u>(147)</u>	<u>3</u>
Net Change in Fund Balance	<u>(8,089)</u>	<u>(4,427)</u>	<u>3,662</u>
Fund Balance (Deficit) - Beginning	<u>8,089</u>	<u>7,732</u>	<u>(357)</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 3,305</u>	<u>\$ 3,305</u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
FEDERAL GRANTS FUND
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Intergovernmental Revenues	\$ 1,778	\$ 76	\$ (1,702)
Miscellaneous Revenues	4,290	-	(4,290)
Total Revenues	<u>6,068</u>	<u>76</u>	<u>(5,992)</u>
EXPENDITURES			
General Government	18	-	18
Public Safety	78	14	64
Transportation	4,746	280	4,466
Economic Environment	397	-	397
Culture/Recreation	1,132	298	834
Total Expenditures	<u>6,371</u>	<u>592</u>	<u>5,779</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(303)</u>	<u>(516)</u>	<u>(213)</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers In	280	280	-
Transfers (Out)	(5)	(5)	-
Total Other Financing Sources and (Uses)	<u>275</u>	<u>275</u>	<u>-</u>
Net Change in Fund Balance	<u>(28)</u>	<u>(241)</u>	<u>(213)</u>
Fund Balance (Deficit) - Beginning	<u>28</u>	<u>181</u>	<u>153</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ (60)</u>	<u>\$ (60)</u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
STATE GRANTS FUND
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Intergovernmental Revenues	\$ 4,488	\$ 938	\$ (3,550)
Miscellaneous Revenues	4,778	3	(4,775)
Total Revenues	<u>9,266</u>	<u>941</u>	<u>(8,325)</u>
EXPENDITURES			
General Government	500	38	462
Public Safety	564	67	497
Transportation	9,672	579	9,093
Culture/Recreation	3,318	1,601	1,717
Total Expenditures	<u>14,054</u>	<u>2,285</u>	<u>11,769</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(4,788)</u>	<u>(1,344)</u>	<u>3,444</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers In	869	869	-
Total Other Financing Sources and (Uses)	<u>869</u>	<u>869</u>	<u>-</u>
Net Change in Fund Balance	(3,919)	(475)	3,444
Fund Balance (Deficit) - Beginning	3,919	3,020	(899)
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 2,545</u>	<u>\$ 2,545</u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SHINGLE CREEK REGIONAL TRAIL
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Miscellaneous Revenues	\$ 632	\$ 14	\$ (618)
Total Revenues	<u>632</u>	<u>14</u>	<u>(618)</u>
EXPENDITURES			
Transportation	158	-	158
Total Expenditures	<u>158</u>	<u>-</u>	<u>158</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>474</u>	<u>14</u>	<u>(460)</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers (Out)	(474)	(474)	-
Total Other Financing Sources and (Uses)	<u>(474)</u>	<u>(474)</u>	<u>-</u>
Net Change in Fund Balance	-	(460)	(460)
Fund Balance (Deficit) - Beginning	-	384	384
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ (76)</u>	<u>\$ (76)</u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
MOBILITY FEE FUND
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Permits, Fees and Special Assessments	\$ 996	\$ 1,286	\$ 290
Investment Income (Loss)	35	588	553
Total Revenues	<u>1,031</u>	<u>1,874</u>	<u>843</u>
EXPENDITURES			
Transportation	4,678	-	4,678
Capital Outlay	4,665	-	4,665
Total Expenditures	<u>9,343</u>	<u>-</u>	<u>9,343</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(8,312)</u>	<u>1,874</u>	<u>10,186</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers In	-	-	-
Transfers (Out)	(438)	(438)	-
Total Other Financing Sources and (Uses)	<u>(438)</u>	<u>(438)</u>	<u>-</u>
Net Change in Fund Balance	(8,750)	1,436	10,186
Fund Balance (Deficit) - Beginning	<u>8,750</u>	<u>11,539</u>	<u>2,789</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 12,975</u>	<u>\$ 12,975</u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
POLICE IMPACT FEES FUND
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Permits, Fees and Special Assessments	\$ 16	\$ 20	\$ 4
Investment Income (Loss)	-	-	-
Total Revenues	<u>16</u>	<u>20</u>	<u>4</u>
EXPENDITURES			
Capital Outlay	16	-	16
Total Expenditures	<u>16</u>	<u>-</u>	<u>16</u>
Net Change in Fund Balance	-	20	20
Fund Balance (Deficit) - Beginning	-	-	-
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 20</u>	<u>\$ 20</u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
FIRE IMPACT FEES FUND
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Permits, Fees and Special Assessments	\$ 20	\$ 21	\$ 1
Investment Income (Loss)	-	-	-
Total Revenues	<u>20</u>	<u>21</u>	<u>1</u>
EXPENDITURES			
Capital Outlay	<u>20</u>	-	<u>20</u>
Total Expenditures	<u>20</u>	-	<u>20</u>
Net Change in Fund Balance	-	21	21
Fund Balance (Deficit) - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 21</u>	<u>\$ 21</u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
STATE HOUSING INITIATIVE PROGRAM
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Intergovernmental Revenues	\$ 1,155	\$ 558	\$ (597)
Investment Income (Loss)	-	102	102
Total Revenues	<u>1,155</u>	<u>660</u>	<u>(495)</u>
EXPENDITURES			
Economic Environment	<u>2,398</u>	<u>558</u>	<u>1,840</u>
Total Expenditures	<u>2,398</u>	<u>558</u>	<u>1,840</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,243)</u>	<u>102</u>	<u>1,345</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers In	<u>160</u>	<u>-</u>	<u>(160)</u>
Total Other Financing Sources and (Uses)	<u>160</u>	<u>-</u>	<u>(160)</u>
Net Change in Fund Balance	(1,083)	102	1,185
Fund Balance (Deficit) - Beginning	<u>1,083</u>	<u>278</u>	<u>(805)</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ 380</u>	<u>\$ 380</u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
VICTIM OF CRIME ACT
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Intergovernmental Revenues	\$ 56	\$ 60	\$ 4
Total Revenues	<u>56</u>	<u>60</u>	<u>4</u>
EXPENDITURES			
Public Safety	<u>56</u>	<u>57</u>	<u>(1)</u>
Total Expenditures	<u>56</u>	<u>57</u>	<u>(1)</u>
Net Change in Fund Balance	-	3	3
Fund Balance (Deficit) - Beginning	<u>-</u>	<u>(3)</u>	<u>(3)</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
JUSTICE ASSISTANCE GRANT
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Intergovernmental Revenues	\$ 54	\$ 81	\$ 27
Total Revenues	<u>54</u>	<u>81</u>	<u>27</u>
EXPENDITURES			
Public Safety	<u>378</u>	<u>438</u>	<u>(60)</u>
Total Expenditures	<u>378</u>	<u>438</u>	<u>(60)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(324)</u>	<u>(357)</u>	<u>(33)</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers In	<u>-</u>	<u>297</u>	<u>297</u>
Total Other Financing Sources and (Uses)	<u>-</u>	<u>297</u>	<u>297</u>
Net Change in Fund Balance	<u>(324)</u>	<u>(60)</u>	<u>264</u>
Fund Balance (Deficit) - Beginning	<u>324</u>	<u>(56)</u>	<u>(380)</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ (116)</u>	<u>\$ (116)</u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
PAVING ASSESSMENTS
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Permits, Fees and Special Assessments	\$ 10	\$ 13	\$ 3
Investment Income (Loss)	-	-	-
Total Revenues	<u>10</u>	<u>13</u>	<u>3</u>
EXPENDITURES			
Transportation	5	24	(19)
Total Expenditures	<u>5</u>	<u>24</u>	<u>(19)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>5</u>	<u>(11)</u>	<u>(16)</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers (Out)	(5)	-	5
Total Other Financing Sources and (Uses)	<u>(5)</u>	<u>-</u>	<u>5</u>
Net Change in Fund Balance	-	(11)	(11)
Fund Balance (Deficit) - Beginning	-	(16)	(16)
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ (27)</u>	<u>\$ (27)</u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
CHARTER SCHOOL
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Intergovernmental Revenues	\$ 5,800	\$ 2,853	\$ (2,947)
Investment Income (Loss)	15	147	132
Miscellaneous Revenues	-	165	165
Total Revenues	<u>5,815</u>	<u>3,165</u>	<u>(2,650)</u>
EXPENDITURES			
General Government	5,303	4,235	1,068
Capital Outlay	1,526	-	1,526
Total Expenditures	<u>6,829</u>	<u>4,235</u>	<u>2,594</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,014)</u>	<u>(1,070)</u>	<u>(56)</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers In	-	-	-
Transfers (Out)	(12,238)	(12,314)	(76)
Proceeds from Sale of Capital Assets	10,400	10,400	-
Total Other Financing Sources and (Uses)	<u>(1,838)</u>	<u>(1,914)</u>	<u>(76)</u>
Net Change in Fund Balance	<u>(2,852)</u>	<u>(2,984)</u>	<u>(132)</u>
Fund Balance (Deficit) - Beginning	<u>2,852</u>	<u>2,984</u>	<u>132</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
NEIGHBORHOOD STABILIZATION AND HOME
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Intergovernmental Revenues	\$ 1,217	\$ 250	\$ (967)
Miscellaneous Revenues	798	340	(458)
Total Revenues	<u>2,015</u>	<u>590</u>	<u>(1,425)</u>
EXPENDITURES			
Economic Environment	1,686	472	1,214
Total Expenditures	<u>1,686</u>	<u>472</u>	<u>1,214</u>
Net Change in Fund Balance	329	118	(211)
Fund Balance (Deficit) - Beginning	<u>(329)</u>	<u>(573)</u>	<u>(244)</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ (455)</u>	<u>\$ (455)</u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
COMMUNITY DEVELOPMENT BLOCK GRANT
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Intergovernmental Revenues	\$ 841	\$ 2,016	\$ 1,175
Total Revenues	<u>841</u>	<u>2,016</u>	<u>1,175</u>
EXPENDITURES			
Economic Environment	1,425	387	1,038
Total Expenditures	<u>1,425</u>	<u>387</u>	<u>1,038</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(584)</u>	<u>1,629</u>	<u>2,213</u>
OTHER FINANCING SOURCES AND (USES)			
Transfers In	86	-	(86)
Transfers (Out)	(150)	(150)	-
Total Other Financing Sources and (Uses)	<u>(64)</u>	<u>(150)</u>	<u>(86)</u>
Net Change in Fund Balance	(648)	1,479	2,127
Fund Balance (Deficit) - Beginning	<u>648</u>	<u>(1,624)</u>	<u>(2,272)</u>
Fund Balance (Deficit) - Ending	<u>\$ -</u>	<u>\$ (145)</u>	<u>\$ (145)</u>

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CITY OF KISSIMMEE, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
September 30, 2024
(In Thousands)

	FmHA Bond	2015B Refunding Note	2014A Revenue Note	2016 Revenue Note
ASSETS				
Cash and Cash Equivalents	\$ -	\$ 282	\$ 549	\$ 1,576
Advance to Other Funds	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ 282</u>	<u>\$ 549</u>	<u>\$ 1,576</u>
LIABILITIES				
Accrued Liabilities	\$ -	\$ 282	\$ 549	\$ 1,559
Total Liabilities	<u>-</u>	<u>282</u>	<u>549</u>	<u>1,559</u>
FUND BALANCE				
Nonspendable Advances	-	-	-	-
Assigned for Debt Service	-	-	-	17
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>17</u>
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 282</u>	<u>\$ 549</u>	<u>\$ 1,576</u>

2010B Refunding Revenue Note	2010C Refunding Revenue Note	2011B Capital Refunding Note	2021 Line of Credit Debt	2022A Revenue Refunding Bond Debt	2022B Revenue Refunding Bond Debt	Total Nonmajor Debt Service Funds
\$ 730	\$ 265	\$ 751	\$ 17	\$ 932	\$ 73	\$ 5,175
-	-	-	-	1,896	-	1,896
<u>\$ 730</u>	<u>\$ 265</u>	<u>\$ 751</u>	<u>\$ 17</u>	<u>\$ 2,828</u>	<u>\$ 73</u>	<u>\$ 7,071</u>
\$ 730	\$ 265	\$ 751	\$ -	\$ 917	\$ 68	\$ 5,121
730	265	751	-	917	68	5,121
-	-	-	-	1,896	-	1,896
-	-	-	17	15	5	54
-	-	-	17	1,911	5	1,950
<u>\$ 730</u>	<u>\$ 265</u>	<u>\$ 751</u>	<u>\$ 17</u>	<u>\$ 2,828</u>	<u>\$ 73</u>	<u>\$ 7,071</u>

CITY OF KISSIMMEE, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR DEBT SERVICE FUNDS
For the Year Ended September 30, 2024
(In Thousands)

	FmHA Bond	2015B Refunding Note	2014A Revenue Note	2016 Revenue Note
REVENUES				
Investment Income (Loss)	\$ -	\$ -	\$ -	\$ -
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Debt Service				
Principal Retirement	-	250	460	820
Interest and Fiscal Charges	-	64	179	1,476
Total Expenditures	<u>-</u>	<u>314</u>	<u>639</u>	<u>2,296</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>(314)</u>	<u>(639)</u>	<u>(2,296)</u>
OTHER FINANCING SOURCES AND (USES)				
Transfers In	-	314	639	2,296
Transfers (Out)	(42)	-	-	-
Total Other Financing Sources And (Uses)	<u>(42)</u>	<u>314</u>	<u>639</u>	<u>2,296</u>
Net Change in Fund Balances	<u>(42)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances - Beginning	<u>42</u>	<u>-</u>	<u>-</u>	<u>17</u>
Fund Balances - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17</u>

2010B Refunding Revenue Note	2010C Refunding Revenue Note	2011B Capital Refunding Note	2021 Line of Credit Debt	2022A Revenue Refunding Bond Debt	2022B Revenue Refunding Bond Debt	Total Nonmajor Debt Service Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
710	240	725	-	435	-	3,640
40	51	51	-	938	135	2,934
750	291	776	-	1,373	135	6,574
(750)	(291)	(776)	-	(1,373)	(135)	(6,574)
750	291	776	-	1,373	135	6,574
-	-	-	-	(1,334)	-	(1,376)
750	291	776	-	39	135	5,198
-	-	-	-	(1,334)	-	(1,376)
-	-	-	17	3,245	5	3,326
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17</u>	<u>\$ 1,911</u>	<u>\$ 5</u>	<u>\$ 1,950</u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
2015B REFUNDING NOTE
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Investment Income (Loss)	\$ -	\$ -	\$ -
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES			
Debt Service			
Principal Retirement	250	250	-
Interest and Fiscal Charges	64	64	-
Total Expenditures	<u>314</u>	<u>314</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(314)</u>	<u>(314)</u>	<u>-</u>
OTHER FINANCING SOURCES			
Transfers In	314	314	-
Total Other Financing Sources	<u>314</u>	<u>314</u>	<u>-</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
2014A REVENUE NOTE
For the Year Ended September 30, 2024
(In Thousands)

	Budget	Actual Amounts	Variance with Budget - Over (Under)
REVENUES			
Investment Income (Loss)	\$ -	\$ -	\$ -
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES			
Debt Service			
Principal Retirement	460	460	-
Interest and Fiscal Charges	179	179	-
Total Expenditures	<u>639</u>	<u>639</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(639)</u>	<u>(639)</u>	<u>-</u>
OTHER FINANCING SOURCES			
Transfers In	639	639	-
Total Other Financing Sources	<u>639</u>	<u>639</u>	<u>-</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
2016 REVENUE NOTE
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Miscellaneous Revenues	\$ -	\$ -	\$ -
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES			
Principal Retirement	820	820	-
Interest and Fiscal Charges	1,476	1,476	-
Capital Outlay	17	-	17
Total Expenditures	<u>2,313</u>	<u>2,296</u>	<u>17</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,313)</u>	<u>(2,296)</u>	<u>17</u>
OTHER FINANCING SOURCES			
Transfers In	2,296	2,296	-
Total Other Financing Sources	<u>2,296</u>	<u>2,296</u>	<u>-</u>
Net Change in Fund Balance	(17)	-	17
Fund Balance - Beginning	<u>17</u>	<u>17</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 17</u>	<u>\$ 17</u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
2010B REFUNDING REVENUE NOTE
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Investment Income (Loss)	\$ -	\$ -	\$ -
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES			
Debt Service			
Principal Retirement	710	710	-
Interest and Fiscal Charges	40	40	-
Total Expenditures	<u>750</u>	<u>750</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(750)</u>	<u>(750)</u>	<u>-</u>
OTHER FINANCING SOURCES			
Transfers In	750	750	-
Total Other Financing Sources	<u>750</u>	<u>750</u>	<u>-</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
2010C REFUNDING REVENUE NOTE
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Investment Income (Loss)	\$ -	\$ -	\$ -
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES			
Debt Service			
Principal Retirement	240	240	-
Interest and Fiscal Charges	51	51	-
Total Expenditures	<u>291</u>	<u>291</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(291)</u>	<u>(291)</u>	<u>-</u>
OTHER FINANCING SOURCES			
Transfers In	291	291	-
Total Other Financing Sources	<u>291</u>	<u>291</u>	<u>-</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
2011B CAPITAL REFUNDING NOTE
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Investment Income (Loss)	\$ -	\$ -	\$ -
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES			
Debt Service			
Principal Retirement	725	725	-
Interest and Fiscal Charges	51	51	-
Total Expenditures	<u>776</u>	<u>776</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(776)</u>	<u>(776)</u>	<u>-</u>
OTHER FINANCING SOURCES			
Transfers In	776	776	-
Total Other Financing Sources	<u>776</u>	<u>776</u>	<u>-</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
2022A REVENUE REFUNDING BOND DEBT
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Investment Income (Loss)	\$ -	\$ -	\$ -
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES			
Principal Retirement	410	435	(25)
Interest and Fiscal Charges	975	938	37
Total Expenditures	<u>1,385</u>	<u>1,373</u>	<u>12</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,385)</u>	<u>(1,373)</u>	<u>12</u>
OTHER FINANCING SOURCES			
Transfers In	1,385	1,373	(12)
Transfers (Out)	-	(1,334)	(1,334)
Total Other Financing Sources	<u>1,385</u>	<u>39</u>	<u>(1,346)</u>
Net Change in Fund Balance	<u>-</u>	<u>(1,334)</u>	<u>(1,334)</u>
Fund Balance - Beginning	<u>-</u>	<u>3,245</u>	<u>3,245</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 1,911</u>	<u>\$ 1,911</u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
2022B REVENUE REFUNDING BOND DEBT
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Investment Income (Loss)	\$ -	\$ -	\$ -
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES			
Interest and Fiscal Charges	135	135	-
Total Expenditures	<u>135</u>	<u>135</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(135)</u>	<u>(135)</u>	<u>-</u>
OTHER FINANCING SOURCES			
Transfers In	135	135	-
Total Other Financing Sources	<u>135</u>	<u>135</u>	<u>-</u>
Net Change in Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Beginning	<u>-</u>	<u>5</u>	<u>5</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 5</u>	<u>\$ 5</u>

CITY OF KISSIMMEE, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
September 30, 2024
(In Thousands)

	2014A Note Capital Project	2010C Note Capital Project	2016 Revenue Note Construction	Lakefront Sales Tax 2009A Capital Project	2018 Line of Credit
ASSETS					
Restricted Cash and Investments	\$ 161	\$ 16	\$ 746	\$ 2	\$ 10
Total Assets	\$ 161	\$ 16	\$ 746	\$ 2	\$ 10
LIABILITIES					
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -
Contracts Payable	-	-	-	-	-
Total Liabilities	-	-	-	-	-
FUND BALANCES					
Restricted for Construction Projects	161	16	746	2	10
Total Fund Balances	161	16	746	2	10
Total Liabilities and Fund Balances	\$ 161	\$ 16	\$ 746	\$ 2	\$ 10

2017 Note Capital Project	2022 Bonds Capital Projects	Total Nonmajor Capital Projects Funds
\$ 19	\$ 4,225	\$ 5,179
<u>\$ 19</u>	<u>\$ 4,225</u>	<u>\$ 5,179</u>
\$ -	\$ 942	\$ 942
-	181	181
-	1,123	1,123
19	3,102	4,056
19	3,102	4,056
<u>\$ 19</u>	<u>\$ 4,225</u>	<u>\$ 5,179</u>

CITY OF KISSIMMEE, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
For the Fiscal Year Ended September 30, 2024
(In Thousands)

	2014A Note Capital Project	2010C Note Capital Project	2016 Revenue Note Construction	Lakefront Sales Tax 2009A Capital Project	2018 Line of Credit
REVENUES					
Investment Income (Loss)	\$ 7	\$ 1	\$ 36	\$ -	\$ -
Total Revenues	<u>7</u>	<u>1</u>	<u>36</u>	<u>-</u>	<u>-</u>
EXPENDITURES					
Capital Outlay	-	-	30	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>30</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>7</u>	<u>1</u>	<u>6</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>7</u>	<u>1</u>	<u>6</u>	<u>-</u>	<u>-</u>
Fund Balances - Beginning	<u>154</u>	<u>15</u>	<u>740</u>	<u>2</u>	<u>10</u>
Fund Balances - Ending	<u>\$ 161</u>	<u>\$ 16</u>	<u>\$ 746</u>	<u>\$ 2</u>	<u>\$ 10</u>

2017 Note Capital Project	2022 Bonds Capital Projects	Total Nonmajor Capital Projects Funds
\$ 1	\$ 199	\$ 244
1	199	244
-	4,080	4,110
-	4,080	4,110
1	(3,881)	(3,866)
-	1,674	1,674
-	1,674	1,674
1	(2,207)	(2,192)
18	5,309	6,248
<u>\$ 19</u>	<u>\$ 3,102</u>	<u>\$ 4,056</u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
2016 REVENUE NOTE CONSTRUCTION
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Investment Income (Loss)	\$ -	\$ 36	\$ 36
Miscellaneous Revenues	683	-	(683)
Total Revenues	<u>683</u>	<u>36</u>	<u>(647)</u>
EXPENDITURES			
Capital Outlay	702	30	672
Total Expenditures	<u>702</u>	<u>30</u>	<u>672</u>
Net Change in Fund Balance	(19)	6	25
Fund Balance - Beginning	<u>19</u>	<u>740</u>	<u>721</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 746</u>	<u>\$ 746</u>

CITY OF KISSIMMEE, FLORIDA
BUDGETARY COMPARISON SCHEDULE
2022 BONDS CAPITAL PROJECTS
For the Year Ended September 30, 2024
(In Thousands)

	<u>Budget</u>	<u>Actual Amounts</u>	<u>Variance with Budget - Over (Under)</u>
REVENUES			
Investment Income (Loss)	\$ -	\$ 199	\$ 199
Total Revenues	<u>-</u>	<u>199</u>	<u>199</u>
EXPENDITURES			
Capital Outlay	5,428	4,080	1,348
Total Expenditures	<u>5,428</u>	<u>4,080</u>	<u>1,348</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(5,428)</u>	<u>(3,881)</u>	<u>1,547</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	340	1,674	1,334
Total Other Financing Sources (Uses)	<u>340</u>	<u>1,674</u>	<u>1,334</u>
Net Change in Fund Balance	<u>(5,088)</u>	<u>(2,207)</u>	<u>2,881</u>
Fund Balance - Beginning	<u>5,088</u>	<u>5,309</u>	<u>221</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 3,102</u>	<u>\$ 3,102</u>

INTERNAL SERVICE FUNDS

The City has three internal service funds. These funds are used to accumulate costs related to various activities and charge them back to user departments. They are as follows:

Central Services

This fund accounts for costs associated with central services which include information technology, purchasing, warehouse, garage, building maintenance, and printing. Charges for services to other departments are based on actual costs incurred.

Health Insurance

This fund accounts for the City's self-funded employee health insurance plan. Costs include insurance costs, self-insurance claims expenses, and administrative costs. Charges for services are made to other departments based on estimated premiums.

Risk Management

This fund accounts for the City's risk management program. Costs include all insurance costs, self-insurance claims expenses, and administrative costs. Charges for services are made to other departments based on estimated premiums.

CITY OF KISSIMMEE, FLORIDA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
September 30, 2024
(In Thousands)

	Central Services	Health Insurance	Risk Management	Total
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 2,646	\$ 328	\$ 4,713	\$ 7,687
Accounts Receivable (net)	19	40	-	59
Due from Other Governments	541	-	-	541
Due from TWA	662	-	1,074	1,736
Inventories	78	-	-	78
Leases Receivable	198	-	-	198
Total Current Assets	4,144	368	5,787	10,299
Capital Assets:				
Buildings	314	-	-	314
Improvements Other Than Buildings	3,680	91	482	4,253
Right-to-Use Equipment	44	-	-	44
Right to Use SBITA	443	-	-	443
Machinery, Equipment and Vehicles	3,434	59	344	3,837
Less: Accumulated Depreciation	(4,766)	(60)	(368)	(5,194)
Total Capital Assets	3,149	90	458	3,697
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Outflows Related to OPEB	55	-	-	55
Deferred Outflows Related to Pensions	146	-	-	146
Total Deferred Outflows of Resources	201	-	-	201
LIABILITIES				
Current liabilities:				
Accounts Payable	492	-	-	492
Due to KUA	1	-	-	1
Compensated Absences Payable	42	-	-	42
Lease Liability Current	14	-	-	14
SBITA Liability Current	114	-	-	114
Other Postemployment Benefits Current	19	-	-	19
Estimated Claims Payable	-	916	2,160	3,076
Total current liabilities	682	916	2,160	3,758
Noncurrent liabilities:				
Compensated Absences Payable	169	-	-	169
Other Postemployment Benefits	329	-	-	329
Net Pension Liability	1,464	-	-	1,464
Lease Liability	16	-	-	16
SBITA Liability	65	-	-	65
Estimated Claims Payable	-	916	2,161	3,077
Total Noncurrent Liabilities	2,043	916	2,161	5,120
DEFERRED INFLOWS OF RESOURCES				
Deferred Inflows Related to Leases	172	-	-	172
Deferred Inflows Related to OPEB	170	-	-	170
Deferred Inflows Related to Pensions	620	-	-	620
Total Deferred Inflows of Resources	962	-	-	962
NET POSITION				
Net Investment in Capital Assets	2,940	90	458	3,488
Unrestricted	867	(1,464)	1,466	869
Total Net Position	\$ 3,807	\$ (1,374)	\$ 1,924	\$ 4,357

CITY OF KISSIMMEE, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
For the Year Ended September 30, 2024
(In Thousands)

	Central Services	Health Insurance	Risk Management	Total
Operating Revenues:				
Charges for Services	\$ 13,448	\$ 10,734	\$ 3,244	\$ 27,426
Miscellaneous Revenues	117	-	-	117
Total Operating Revenues	13,565	10,734	3,244	27,543
Operating Expenses:				
Personal Services	4,041	-	16	4,057
Contracted Services	944	2,228	28	3,200
Supplies and Materials	248	125	1	374
Repairs and Maintenance	3,553	-	186	3,739
Other Services and Charges	2,040	17	283	2,340
Depreciation and Amortization	984	11	42	1,037
Claims/Premium Expense	183	10,739	3,539	14,461
Total Operating Expenses	11,993	13,120	4,095	29,208
Operating Income (Loss)	1,572	(2,386)	(851)	(1,665)
Nonoperating Revenues and Expenses:				
Interest Expense	(6)	-	-	(6)
Investment Income	73	33	219	325
Lease Revenues	76	-	-	76
Insurance Recoveries	-	-	312	312
Gain or (Loss) from Sale of Capital Assets	521	7	(142)	386
Total Nonoperating Revenues and Expenses	664	40	389	1,093
Income (Loss) Before Contributions and Transfers	2,236	(2,346)	(462)	(572)
Transfers In	153	-	-	153
Transfers (Out)	(55)	-	-	(55)
Change in Net Position	2,334	(2,346)	(462)	(474)
Total Net Position - Beginning	1,473	972	2,386	4,831
Total Net Position - Ending	\$ 3,807	\$ (1,374)	\$ 1,924	\$ 4,357

CITY OF KISSIMMEE, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
For The Year Ended September 30, 2024
(In Thousands)

	Central Services	Health Insurance	Risk Management	Total
Cash Flows from Operating Activities				
Receipts from Customers and Users	\$ 12,921	\$ 10,757	\$ 2,719	\$ 26,397
Payments to Suppliers	(6,947)	(11,829)	(3,636)	(22,412)
Payments to Employees	(4,082)	-	(16)	(4,098)
Net Cash Provided (Used) by Operating Activities	1,892	(1,072)	(933)	(113)
Cash Flows from Noncapital Financing Activities				
Transfers in	153	-	-	153
Transfers (out)	(55)	-	-	(55)
Net Cash Provided (Used) by Noncapital Financing Activities	98	-	-	98
Cash Flows from Capital and Related Financing Activities				
Acquisition/Construction of Capital Assets	(1,298)	(7)	(7)	(1,312)
Proceeds from Leasing Activities	110	-	-	110
SBITA Payable Principal Payments	(231)	-	-	(231)
SBITA Payable Interest Payments	(6)	-	-	(6)
Proceeds from Sales of Capital Assets	527	7	-	534
Proceeds from Insurance Recoveries	-	-	170	170
Net Cash Provided (Used) by Capital and Related Financing Activities	(898)	-	163	(735)
Cash Flows from Investing Activities				
Gain (Loss) on Investments	73	33	219	325
Net Cash Provided (Used) by Investing Activities	73	33	219	325
Net Increase (Decrease) in Cash and Cash Equivalents	1,165	(1,039)	(551)	(425)
Cash and Cash Equivalents at Beginning of Year	1,481	1,367	5,264	8,112
Cash and Cash Equivalents at End of Year	\$ 2,646	\$ 328	\$ 4,713	\$ 7,687
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating Income (Loss)	\$ 1,572	\$ (2,386)	\$ (851)	\$ (1,665)
Depreciation and Amortization	999	11	42	1,052
Changes in Assets and Liabilities:				
(Increase) Decrease in Due from KUA	1	-	-	1
(Increase) Decrease in Due from TWA	(525)	40	(525)	(1,010)
(Increase) Decrease in Accounts Receivable	(3)	(17)	-	(20)
(Increase) Decrease in Due from Other Governments	(117)	-	-	(117)
(Increase) Decrease in Deferred Outflows OPEB	5	-	-	5
(Increase) Decrease in Deferred Outflows Pensions	808	-	-	808
(Increase) Decrease in Inventories	20	-	-	20
Increase (Decrease) in Accounts Payable	(14)	-	-	(14)
Increase (Decrease) in Claims Payable	-	1,280	401	1,681
Increase (Decrease) in OPEB	14	-	-	14
Increase (Decrease) in Compensated Absences	11	-	-	11
Increase (Decrease) in Net Pension Liability	(1,453)	-	-	(1,453)
Increase (Decrease) in Deferred Inflows OPEB	(31)	-	-	(31)
Increase (Decrease) in Deferred Inflows Pensions	605	-	-	605
Total Adjustments	320	1,314	(82)	1,552
Net Cash Provided (Used) by Operating Activities	\$ 1,892	\$ (1,072)	\$ (933)	\$ (113)
Noncash Activities				
Issuance of leases or SBITAs	\$ 227	-	-	\$ 227

City of Kissimmee, Florida
Statistical Section
September 30, 2024

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

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

Revenue Capacity

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

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

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

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

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

Schedule 1
City of Kissimmee, Florida

NET POSITION BY COMPONENT
(accrual basis of accounting)
(dollar amounts are expressed in thousands)

Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental activities										
Net investment										
in capital assets	\$ 163,458	\$ 159,525	\$ 171,862	\$ 160,750	\$ 168,706	\$ 178,154	\$ 184,731	\$ 186,416	\$ 199,077	\$ 203,537
Restricted	16,865	20,474	21,469	26,878	32,621	33,231	40,052	54,396	75,189	81,497
Unrestricted	(5,079)	(3,698)	(2,528)	(4,692)	125	(3,503)	2,108	1,634	(5,153)	4,073
Total governmental activities net position	<u>\$ 175,244</u>	<u>\$ 176,301</u>	<u>\$ 190,803</u>	<u>\$ 182,936</u>	<u>\$ 201,452</u>	<u>\$ 207,882</u>	<u>\$ 226,891</u>	<u>\$ 242,446</u>	<u>\$ 269,113</u>	<u>\$ 289,107</u>
Business-type activities										
Net investment										
in capital assets	\$ 42,959	\$ 42,126	\$ 43,725	\$ 49,095	\$ 49,355	\$ 49,204	\$ 51,601	\$ 53,546	\$ 54,092	\$ 54,168
Restricted	488	24	-	36	73	69	-	-	-	-
Unrestricted	1,858	2,996	1,879	1,874	3,277	4,273	2,845	4,809	9,153	10,932
Total business-type activities net position	<u>\$ 45,305</u>	<u>\$ 45,146</u>	<u>\$ 45,604</u>	<u>\$ 51,005</u>	<u>\$ 52,705</u>	<u>\$ 53,546</u>	<u>\$ 54,446</u>	<u>\$ 58,355</u>	<u>\$ 63,245</u>	<u>\$ 65,100</u>
Primary government										
Net investment										
in capital assets	\$ 206,417	\$ 201,651	\$ 215,587	\$ 209,845	\$ 218,061	\$ 227,358	\$ 236,332	\$ 239,962	\$ 253,169	\$ 257,705
Restricted	17,353	20,498	21,469	26,914	32,694	33,300	40,052	54,396	75,189	81,497
Unrestricted	(3,221)	(702)	(649)	(2,818)	3,402	770	4,953	6,443	4,000	15,005
Total primary government net position	<u>\$ 220,549</u>	<u>\$ 221,447</u>	<u>\$ 236,407</u>	<u>\$ 233,941</u>	<u>\$ 254,157</u>	<u>\$ 261,428</u>	<u>\$ 281,337</u>	<u>\$ 300,801</u>	<u>\$ 332,358</u>	<u>\$ 354,207</u>

Note:

(1) Fiscal year 2023 was restated for an error correction in business-type activities.

Schedule 2
City of Kissimmee, Florida

CHANGES IN NET POSITION
(accrual basis of accounting)
(dollar amounts are expressed in thousands)

Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Expenses										
Governmental activities:										
General government	\$ 32,649	\$ 38,386	\$ 37,622	\$ 38,402	\$ 41,436	\$ 48,354	\$ 46,066	\$ 50,392	\$ 60,491	\$ 43,721
Public safety	33,644	36,631	40,187	39,039	42,946	45,599	44,709	50,259	58,975	58,796
Physical environment	-	-	-	-	-	-	-	-	-	-
Transportation	8,437	18,435	6,651	10,834	13,908	8,049	9,079	14,312	11,297	35,173
Economic environment	962	389	1,103	1,944	1,302	997	1,468	1,228	1,084	1,803
Culture/Recreation	4,255	8,360	7,534	7,659	3,940	8,110	8,183	9,211	10,171	10,633
Interest on long-term debt	1,499	3,028	2,620	2,791	2,854	2,644	2,495	2,944	2,878	2,977
Total governmental activities expenses	\$ 81,446	\$ 105,229	\$ 95,717	\$ 100,669	\$ 106,386	\$ 113,753	\$ 112,000	\$ 128,346	\$ 144,896	\$ 153,103
Business-type activities:										
Stormwater	\$ 3,725	\$ 4,029	\$ 3,998	\$ 4,633	\$ 4,941	\$ 4,885	\$ 5,363	\$ 5,258	\$ 5,262	\$ 6,008
Airport	1,425	2,160	2,497	1,564	1,707	1,640	1,751	2,423	4,214	2,838
Solid waste	4,288	4,436	4,497	4,559	5,131	5,335	5,489	6,020	6,707	6,658
Total business-type activities expenses	\$ 9,438	\$ 10,625	\$ 10,992	\$ 10,756	\$ 11,779	\$ 11,860	\$ 12,603	\$ 13,701	\$ 16,183	\$ 15,504
Total primary government net expenses	\$ 90,884	\$ 115,854	\$ 106,709	\$ 111,425	\$ 118,165	\$ 125,613	\$ 124,603	\$ 142,047	\$ 161,079	\$ 168,607
Program revenues										
Governmental activities:										
Charges for services - general government	\$ 21,837	\$ 21,855	\$ 22,162	\$ 22,737	\$ 25,376	\$ 26,837	\$ 28,541	\$ 30,526	\$ 32,535	\$ 32,593
Charges for services - public safety	6,567	8,373	8,574	10,223	11,071	9,077	8,776	13,321	13,378	14,504
Charges for services - all others	2,454	2,064	1,981	2,094	1,928	824	1,247	1,620	1,553	1,629
Operating grants and contributions	594	951	1,374	1,296	2,900	1,236	2,400	5,646	9,665	3,619
Capital grants and contributions	7,040	11,361	5,322	10,921	7,545	5,815	9,125	4,589	11,888	3,321
Total governmental activities program revenues	\$ 38,492	\$ 44,604	\$ 39,413	\$ 47,271	\$ 48,820	\$ 43,789	\$ 50,089	\$ 55,702	\$ 69,019	\$ 55,666
Business-type activities:										
Charges for services - stormwater	\$ 4,659	\$ 4,732	\$ 5,105	\$ 5,188	\$ 5,561	\$ 5,786	\$ 5,860	\$ 6,088	\$ 6,582	\$ 7,222
Charges for services - airport	844	856	868	932	875	828	956	1,185	1,247	1,276
Charges for services - solid waste	4,773	4,772	5,066	5,010	5,362	5,844	5,938	6,229	7,070	7,915
Operating grants and contributions	-	-	-	-	-	157	254	312	79	63
Capital grants and contributions	934	1,007	651	2,615	2,022	580	1,007	2,879	6,326	1,054
Total business-type activities program revenues	\$ 11,210	\$ 11,367	\$ 11,690	\$ 13,745	\$ 13,820	\$ 13,195	\$ 14,015	\$ 16,693	\$ 21,304	\$ 17,530
Total primary government program revenues	\$ 49,702	\$ 55,971	\$ 51,103	\$ 61,016	\$ 62,640	\$ 56,984	\$ 64,104	\$ 72,395	\$ 90,323	\$ 73,196
Net (expense) / revenue										
Governmental activities	\$ (42,954)	\$ (60,625)	\$ (56,304)	\$ (53,398)	\$ (57,566)	\$ (69,964)	\$ (61,911)	\$ (72,644)	\$ (75,877)	\$ (97,437)
Business-type activities	1,772	742	698	2,989	2,041	1,335	1,412	2,992	5,121	2,026
Total primary government net expense	\$ (41,182)	\$ (59,883)	\$ (55,606)	\$ (50,409)	\$ (55,525)	\$ (68,629)	\$ (60,499)	\$ (69,652)	\$ (70,756)	\$ (95,411)

Continued next page

**Schedule 2
City of Kissimmee, Florida**

**CHANGES IN NET POSITION
(accrual basis of accounting)
(dollar amounts are expressed in thousands)**

Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General revenues and other changes in net position										
Governmental activities:										
Property tax	\$ 11,756	\$ 11,620	\$ 12,275	\$ 13,228	\$ 14,608	\$ 16,382	\$ 17,739	\$ 19,326	\$ 21,733	\$ 25,279
Sales tax	11,106	11,885	12,412	5,318	5,434	4,567	5,460	6,618	6,951	6,646
Public service tax	6,556	6,703	6,892	6,979	7,024	7,141	7,233	7,459	7,777	8,008
Gas tax	2,582	2,773	2,657	2,811	2,831	2,525	2,767	2,968	3,265	3,095
Local option discretionary tax	-	-	-	7,986	8,144	7,048	8,555	10,783	11,448	11,481
State revenue sharing	2,564	2,339	2,579	2,735	2,914	2,654	3,178	3,941	4,420	4,296
Other Locally Assessed Utility Tax	-	-	-	-	1,650	1,664	1,727	1,838	1,883	1,924
Other taxes	2,257	2,738	2,872	3,109	1,914	2,397	3,629	2,327	4,854	5,229
Franchise fees (1)	159	165	154	179	184	177	197	230	216	220
Unrestricted intergovernmental revenues	21,069	23,911	23,371	25,531	25,546	25,641	27,090	30,159	30,044	31,732
Investment income (loss)	233	418	688	881	2,448	1,816	(71)	(406)	5,338	6,888
Miscellaneous revenues	1,095	1,385	1,092	1,201	2,557	1,708	1,916	2,292	2,453	2,042
Gain on sale of capital assets	-	-	168	26	127	2,062	942	-	1,453	9,635
Transfers in (out)	651	780	1,212	669	701	612	558	664	709	956
Total governmental activities	\$ 60,028	\$ 64,717	\$ 66,372	\$ 70,653	\$ 76,082	\$ 76,394	\$ 80,920	\$ 88,199	\$ 102,544	\$ 117,431
Business-type activities:										
Investment income (loss)	\$ 17	\$ 24	\$ 29	\$ 45	\$ 143	\$ 105	\$ 5	\$ (19)	\$ 470	\$ 611
Miscellaneous revenues	-	-	-	37	48	7	4	3	6	73
Gain on sale of capital assets	-	48	27	52	169	6	37	1,597	2	101
Transfers in (out)	(651)	(780)	(1,212)	(669)	(701)	(612)	(558)	(664)	(709)	(956)
Total business-type activities	\$ (634)	\$ (708)	\$ (1,156)	\$ (535)	\$ (341)	\$ (494)	\$ (512)	\$ 917	\$ (231)	\$ (171)
Total primary government	\$ 59,394	\$ 64,009	\$ 65,216	\$ 70,118	\$ 75,741	\$ 75,900	\$ 80,408	\$ 89,116	\$ 102,313	\$ 117,260
Change in net position										
Governmental activities	\$ 17,074	\$ 4,092	\$ 10,068	\$ 17,255	\$ 18,516	\$ 6,430	\$ 19,009	\$ 15,555	\$ 26,667	\$ 19,994
Business-type activities	1,138	34	(458)	2,454	1,700	841	900	3,909	4,890	1,855
	\$ 18,212	\$ 4,126	\$ 9,610	\$ 19,709	\$ 20,216	\$ 7,271	\$ 19,909	\$ 19,464	\$ 31,557	\$ 21,849

- (1) Franchise fees reported in charges for services in 2007 and 2008; however, clarification determined classification proper as general revenues in 2009;
- (2) During the fiscal year ended September 30, 2015, GASB Statement No. 68 was implemented resulting in adjustments to beginning net position. Periods prior to that fiscal year were not adjusted for these changes.
- (3) During the fiscal year ended September 30, 2014, a restatement of net position for governmental activities was reported due to changes in accounting principles and prior period adjustments. Periods prior to September 30, 2014 were not adjusted for these changes.
- (4) During the fiscal year ended September 30, 2018, GASB Statement No. 75 was implemented resulting in adjustments to beginning net position. Periods prior to that fiscal year were not adjusted for these changes.
- (5) Fiscal year 2023 was restated for an error correction in the Airport activities.

Schedule 3
City of Kissimmee, Florida

FUND BALANCES, GOVERNMENTAL FUNDS
(modified accrual basis of accounting)
(dollar amounts are expressed in thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General fund										
Nonspendable	\$ 199	\$ 330	\$ 339	\$ 334	\$ 361	\$ 318	\$ 317	\$ 317	\$ 364	\$ 167
Restricted	1,347	1,287	930	634	667	479	560	803	682	1,060
Committed	-	-	-	-	-	-	-	-	-	10,400
Assigned	990	2,188	1,814	1,971	736	3,768	3,448	7,203	9,352	8,074
Unassigned	23,023	23,449	25,435	28,350	31,723	30,432	35,067	36,588	36,121	35,874
Total general fund	\$ 25,559	\$ 27,254	\$ 28,518	\$ 31,289	\$ 33,487	\$ 34,997	\$ 39,392	\$ 44,911	\$ 46,519	\$ 55,575
All other governmental funds										
Nonspendable	\$ 802	\$ 839	\$ 883	\$ 1,033	\$ 995	\$ 1,059	\$ 1,135	\$ 4,898	\$ 4,601	\$ 3,478
Restricted	20,123	52,800	48,117	45,341	40,641	31,640	37,156	58,014	35,095	79,920
Assigned	86	103	59	59	59	59	76	96	96	54
Unassigned	(1,005)	(1,397)	(816)	(400)	(981)	(1,460)	(56)	(132)	33,849	(879)
Total all other governmental funds	\$ 20,006	\$ 52,345	\$ 48,243	\$ 46,033	\$ 40,714	\$ 31,298	\$ 38,311	\$ 62,876	\$ 73,641	\$ 82,573
Total fund balances all governmental funds	\$ 45,565	\$ 79,599	\$ 76,761	\$ 77,322	\$ 74,201	\$ 66,295	\$ 77,703	\$ 107,787	\$ 120,160	\$ 138,148

Schedule 4
City of Kissimmee, Florida

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
(modified accrual basis of accounting)
(dollar amounts are expressed in thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues										
Taxes	\$ 26,866	\$ 28,398	\$ 29,524	\$ 31,276	\$ 32,873	\$ 33,367	\$ 36,579	\$ 40,734	\$ 44,499	\$ 48,116
Permits, fees and special assessments	3,702	3,452	5,252	5,674	5,167	3,213	2,027	5,675	8,545	5,663
Intergovernmental revenues	41,566	41,969	42,524	45,836	48,997	47,542	57,318	59,580	65,471	62,473
Charges for services	7,930	8,689	8,483	9,881	10,090	8,871	10,627	12,216	12,720	13,356
Fines and forfeitures	572	455	697	387	923	403	326	655	568	655
Investment income (loss)	211	390	643	823	2,277	1,669	(53)	(355)	5,036	6,559
Miscellaneous revenues	722	766	743	810	1,901	999	1,573	1,640	2,408	2,844
Total revenues	\$ 81,569	\$ 84,119	\$ 87,866	\$ 94,687	\$ 102,228	\$ 96,064	\$ 108,397	\$ 120,145	\$ 139,247	\$ 139,666
Expenditures										
General government	\$ 16,524	\$ 22,951	\$ 23,576	\$ 21,181	\$ 24,413	\$ 26,866	\$ 24,340	\$ 25,806	\$ 43,409	\$ 32,468
Public safety	33,638	33,906	37,393	39,453	43,991	44,549	49,929	48,352	53,661	66,775
Transportation	13,239	10,803	10,017	10,691	11,972	9,923	11,689	12,854	10,857	8,606
Economic environment	757	429	899	1,943	1,302	997	1,468	1,937	1,087	2,207
Culture/Recreation	7,048	7,546	7,231	6,956	7,543	7,127	7,436	7,767	8,447	12,675
Debt service:										
Principal retirement	3,853	3,832	4,163	4,144	4,088	4,226	4,969	5,669	6,616	5,643
Interest and fiscal charges	1,498	2,246	2,764	2,939	2,991	2,782	2,620	2,715	3,009	3,109
Professional fees	-	438	17	13	24	23	36	390	20	23
Capital Outlay	1,450	6,504	10,778	14,058	15,391	10,444	43	18	1,945	4,110
Total expenditures	\$ 78,007	\$ 88,655	\$ 96,838	\$ 101,378	\$ 111,715	\$ 106,937	\$ 102,530	\$ 105,508	\$ 129,051	\$ 135,616
Excess of revenues over (under) expenditures	\$ 3,562	\$ (4,536)	\$ (8,972)	\$ (6,691)	\$ (9,487)	\$ (10,873)	\$ 5,867	\$ 14,637	\$ 10,196	\$ 4,050
Other financing sources (uses)										
Transfers in	\$ 12,419	\$ 51,835	\$ 11,351	\$ 10,224	\$ 10,909	\$ 10,796	\$ 11,001	\$ 13,393	\$ 16,280	\$ 27,088
Transfers (out)	(11,751)	(50,716)	(10,112)	(9,537)	(10,162)	(10,184)	(10,472)	(12,759)	(15,586)	(26,230)
Proceeds from sale of capital assets	110	147	165	126	219	2,355	1,108	-	1,450	10,400
Issuance of notes payable	3,875	42,930	4,730	6,220	5,400	-	16,350	26,730	-	-
Issuance of leases	-	-	-	219	-	-	3,904	4,433	33	1,097
Issuance premium	-	4,838	-	-	-	-	-	-	-	-
Payment to bond escrow agent	(3,768)	(10,464)	-	-	-	-	(16,350)	(16,350)	-	-
Total other financing sources (uses)	\$ 885	\$ 38,570	\$ 6,134	\$ 7,252	\$ 6,366	\$ 2,967	\$ 5,541	\$ 15,447	\$ 2,177	\$ 12,355
Net change in fund balances	\$ 4,447	\$ 34,034	\$ (2,838)	\$ 561	\$ (3,121)	\$ (7,906)	\$ 11,408	\$ 30,084	\$ 12,373	\$ 16,405
Debt service as a percentage of non-capital expenditures	8.3%	9.0%	9.4%	9.2%	8.9%	8.1%	8.6%	9.2%	9.1%	9.6%

Schedule 5
City of Kissimmee, Florida

ASSESSED AND ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years
(dollar amounts are expressed in thousands)

Fiscal Year	Assessed Values			Less: Tax Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Real Property	Personal Property	Total					
2015	\$ 3,046,246	\$ 430,402	\$ 3,476,648	\$ 1,057,067	\$ 2,419,581	4.6253	\$ 2,419,581	143.688%
2016	3,221,933	432,684	3,654,617	1,051,050	2,603,567	4.6253	2,603,567	140.370%
2017	3,672,184	565,323	4,237,507	1,261,016	2,976,491	4.6253	2,976,491	142.366%
2018	4,096,454	545,629	4,642,083	1,355,470	3,286,613	4.6253	3,286,613	141.242%
2019	4,576,175	657,682	5,233,857	1,555,998	3,677,859	4.6253	3,677,859	142.307%
2020	4,942,470	668,059	5,610,529	1,622,804	3,987,725	4.6253	3,987,725	140.695%
2021	5,349,402	741,001	6,090,403	1,743,350	4,347,053	4.6253	4,347,053	140.104%
2022	5,995,371	756,969	6,752,340	1,355,470	5,396,870	4.6253	5,396,870	125.116%
2023	6,854,704	760,357	7,615,061	1,930,410	5,684,651	4.6253	5,684,651	133.958%
2024	7,548,954	841,836	8,390,790	2,058,460	6,332,330	4.6253	6,332,330	132.507%

Source: Osceola County Property Appraiser's Office.

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

**Schedule 6
City of Kissimmee, Florida**

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

Fiscal Year	City of Kissimmee Florida	Osceola County				Okeechobee and Everglades Basins	South Florida Water Mgmt. Dist.	Total
		Government	Library	School Board				
2015	4.625	6.700	0.257	7.261	0.227	0.158	19.228	
2016	4.625	6.700	0.257	6.905	0.195	0.136	18.818	
2017	4.625	6.700	0.257	6.905	0.195	0.136	18.818	
2018	4.625	6.700	0.300	6.411	0.173	0.129	18.338	
2019	4.625	6.700	0.300	6.240	0.164	0.115	18.144	
2020	4.625	6.700	0.300	6.026	0.157	0.110	17.918	
2021	4.625	6.700	0.300	5.897	0.151	0.133	17.806	
2022	4.625	6.700	0.300	5.516	0.135	0.095	17.371	
2023	4.625	6.700	0.300	5.504	0.135	0.095	17.359	
2024	4.625	6.700	0.300	5.343	0.135	0.095	17.198	

Source: Osceola County Tax Collector's Office.

**Schedule 7
City of Kissimmee, Florida**

**PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years
(dollar amounts are expressed in thousands)**

Fiscal Year	Total Tax Levy	Current Tax Collections	Percent of Levy Collected	Delinquent Tax Collections	Total Tax Collections	Total Collections as a Percent of Current Levy
2015	\$ 11,191	\$ 10,470	93.6%	\$ 419	\$ 10,889	97.3%
2016	12,048	11,191	92.9%	429	11,620	96.4%
2017	12,732	11,937	93.8%	338	12,275	96.4%
2018	13,720	12,617	92.0%	611	13,228	96.4%
2019	15,143	14,140	93.4%	467	14,607	96.5%
2020	16,999	15,780	92.8%	604	16,384	96.4%
2021	18,411	17,279	93.9%	459	17,738	96.3%
2022	20,081	18,943	94.3%	383	19,326	96.2%
2023	22,549	21,228	94.1%	505	21,733	96.4%
2024	26,239	24,725	94.2%	554	25,279	96.3%

Source: Osceola County Tax Collector's Office.

Schedule 8
City of Kissimmee, Florida

PRINCIPAL PROPERTY TAXPAYERS
Current Year and Nine Years Ago
(dollar amounts are expressed in thousands)

Property Description	Use	Taxpayer	Fiscal Year 2023 / 2024 (a)			Fiscal Year 2014 / 2015 (b)		
			Taxable Value	Percent of Total Taxable Value	Rank	Taxable Value	Percent of Total Taxable Value	Rank
Private Hospital	Medical care	Osceola Regional Hospital, Inc.	\$ 138,383	20.55%	1	\$ 73,613	25.90%	1
Apartment complex	Rentals	CLPF	100,650	14.95%	2	-	-	-
Apartment complex	Rentals	Kissimmee Lakes Owner	70,983	10.54%	3	-	-	-
Apartment complex	Rentals	BMF IV FL Lake Tivoli	56,785	8.43%	4	-	-	-
Apartment complex	Rentals	Sonceto (Kissimmee) Owner LLC	55,733	8.28%	5	-	-	-
Apartment complex	Rentals	Continental 330 Fund LLC	52,172	7.75%	6	-	-	-
Apartment complex	Rentals	Mosaic at Lake Toho	51,952	7.72%	7	-	-	-
Apartment complex	Rentals	FL Arrow Ridge Apts	50,710	7.53%	8	-	-	-
Condominiums	Timeshare Sales	1880 Destiny Boulevard LLC	50,262	7.47%	9	-	-	-
Shopping Center	Merchandising	Loop West (Orlando) LLC	45,652	6.78%	10	36,643	12.89%	2
Apartment complex	Rentals	LSREF3 Bravo LLC	-	-	-	34,924	12.29%	3
Apartment complex	Rentals	FL Belleza/FL Dorado LLC/ FL Sun Club LLC	-	-	-	29,058	10.22%	4
Apartment complex	Rentals	Reef Club Apartments	-	-	-	20,611	7.25%	5
Apartment complex	Rentals	Lake Tivoli LLC	-	-	-	19,934	7.01%	6
Apartment complex	Rentals	Alliance HTFL Ltd Partnership	-	-	-	19,148	6.74%	7
Retail store	Merchandising	Wal-Mart Stores, Inc.	-	-	-	18,919	6.66%	8
Condominiums	Timeshare Sales	Oak Plantation Realty Partners	-	-	-	17,124	6.02%	9
Apartment complex	Rentals	Vine Street Shoppes LP	-	-	-	14,263	5.02%	10
Totals			<u>\$ 673,282</u>	<u>100.00%</u>		<u>\$ 284,237</u>	<u>100.00%</u>	

(a) The fiscal year ended September 30, 2024 tax levy is based on the 2023 taxable value.

(b) The fiscal year ended September 30, 2015 tax levy is based on the 2014 taxable value.

Source: Osceola County Property Appraiser's Office.

Schedule 9
City of Kissimmee, Florida

RATIOS OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years
(dollar amounts of debt are expressed in thousands)

Fiscal Year	Governmental Activities							Business-type Activities			Total Primary Government	City of Kissimmee Personal Income	Percentage of Personal Income	Per Capita
	Tax Revenue Bonds	Sales Tax Revenue Notes	Commercial Notes	Covenant Revenue Notes	SBITAs Payable	Leases Payable	Financed Purchases	Financed Purchases	SBITAs Payable					
2015	\$ 224	\$ 28,780	\$ -	\$ 17,882	\$ -	\$ -	963	\$ 114	\$ -	47,963	\$ 1,958,685	2.5%	0.72	
2016	47,508	26,630	-	6,945	-	-	582	-	-	81,665	2,032,013	3.8%	1.14	
2017	46,161	24,390	4,730	6,595	-	-	195	-	-	82,071	2,092,934	3.5%	1.04	
2018	44,778	22,065	10,950	6,235	-	-	177	-	-	84,205	2,141,987	3.9%	1.18	
2019	43,358	19,655	16,350	5,855	-	-	138	-	-	85,356	2,232,608	3.6%	1.09	
2020	41,902	17,170	16,350	5,455	-	-	92	-	-	80,969	2,221,354	3.6%	1.11	
2021	40,389	14,590	16,350	5,045	-	-	3,369	-	-	79,743	2,437,132	3.3%	1.01	
2022	65,395	11,915	-	4,620	-	4,009	2,802	-	-	88,741	2,460,697	3.4%	1.01	
2023	63,394	9,160	-	4,165	307	3,130	2,225	-	30	82,411	2,478,013	3.2%	0.98	
2024	61,978	7,265	-	3,675	818	2,336	3,102	-	108	79,282	2,959,541	2.6%	0.94	

Sources: Population and personal income data from University of Florida, Bureau of Economics and Business Research. Annual increases for CPI of 3%.

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

Debt limitation: There are no legal debt limits for Florida municipalities.

Schedule 10
City of Kissimmee, Florida

DIRECT AND OVERLAPPING GOVERNMENTAL DEBT
September 30, 2024
(dollar amounts are expressed in thousands)

<u>Taxing District</u>	<u>Net Debt Outstanding</u>	<u>Estimated Overlapping (1)</u>	<u>City's Share of Debt</u>
Osceola County School District			
State School Bonds:			
Series 2014A	\$ 115	10.8%	\$ 12
Series 2017ARFD	290	10.8%	31
District Revenue Bonds:			
Sales Tax Revenue Bonds, Series 2015	6,804	10.8%	733
Sales Tax Revenue Bonds, Series 2023	60,000	10.8%	6,462
Capital Sales Tax Revenue Bonds, Series 2017	55,905	10.8%	6,021
Capital Sales Tax Revenue Bonds, Series 2021	53,820	10.8%	5,796
Certificates of Participation:			
Series 2014A	3,605	10.8%	388
Series 2017A	26,410	10.8%	2,844
Series 2023A	17,230	10.8%	1,856
Qualified School Construction Bonds:			
Series 2010A	40,500	10.8%	4,362
Education Benefit Districts:			
Bellalago Benefit District	6,767	10.8%	729
Total Osceola County School District	<u>271,446</u>	10.8%	<u>29,235</u>
Osceola County			
Limited General Obligation Debt, Series 2006	2,240	12.1%	270
Environmental Land, Series 2010	3,955	12.1%	477
Total Osceola County	<u>6,195</u>	12.1%	<u>748</u>
Total Overlapping Debt	<u>\$ 277,641</u>		<u>\$ 29,982</u>
Total Direct Governmental Activities Debt	\$ 79,174	100.0%	79,174
Total Direct and Overlapping Debt	<u>\$ 356,815</u>		<u>\$ 109,156</u>

Sources: Osceola County Finance Department.
City of Kissimmee Finance Department.
Osceola County School Board Finance Department.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Kissimmee, Florida. This process recognizes that when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

(1) Allocated on the basis of assessed values used for the purpose of ad valorem taxation.

**Schedule 11
City of Kissimmee, Florida**

**PLEDGED REVENUE COVERAGE
Last Ten Fiscal Years
(dollar amounts are expressed in thousands)**

<u>Excise Tax Revenue Bonds</u>					<u>Sales Tax Revenue Bonds</u>					
<u>Fiscal Year</u>	<u>Excise Tax Revenues</u>	<u>Debt Service Requirements</u>			<u>Coverage</u>	<u>Sales Tax Revenues</u>	<u>Debt Service Requirements</u>			<u>Coverage</u>
		<u>Principal</u>	<u>Interest</u>				<u>Principal</u>	<u>Interest</u>		
2015	\$ 176	\$ 32	\$ 13		3.91	\$ 6,642	\$ 2,055	\$ 859		2.28
2016	301	34	12		4.37	7,102	2,150	803		2.41
2017	292	36	10		6.35	7,408	2,240	743		2.48
2018	271	37	8		6.02	6,715	2,325	728		2.20
2019	266	39	6		5.91	8,144	2,410	671		2.64
2020	270	25	4		8.18	7,048	2,485	596		1.91
2021	286	26	3		8.67	8,555	2,580	519		2.76
2022	198	28	1		6.00	10,783	2,675	439		3.46
2023	-	-	-		-	11,059	2,755	356		3.55
2024	-	-	-		-	11,481	1,895	270		5.30

(1) Pledged revenues are half-cent sales tax, public service taxes, and communication services taxes; however, debt service paid from local option sales tax, CRA fund, Mobility Fund, and gas taxes.

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

Source: City of Kissimmee Finance Department.

Continued on next page

Tax Revenue Bonds (1)

Debt Service Requirements

Fiscal Year	Revenues (1)	Principal	Interest	Coverage
2015	\$ -	\$ -	\$ -	-
2016	11,487	450	1,199	-
2017	11,897	1,150	1,813	4.02
2018	12,297	1,185	1,779	4.15
2019	12,458	1,220	1,739	4.21
2020	11,708	1,270	1,691	3.95
2021	12,692	1,325	1,640	4.28
2022	14,076	1,535	2,012	3.97
2023	15,136	1,840	2,625	3.39
2024	14,653	1,255	2,576	3.82

**Schedule 12
City of Kissimmee, Florida**

**DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Fiscal Years**

Fiscal Year	Population (1)	Per Capita Personal Income (2)	Personal Income (2)	School Enrollment (3)	Unemployment Rate (4)
2015	66,592	29,413	1,958,685	64,689	5.5%
2016	68,401	29,707	2,032,013	62,648	4.8%
2017	69,962	29,915	2,092,934	65,179	3.6%
2018	72,163	30,125	2,141,987	67,796	3.2%
2019	74,800	30,336	2,232,608	69,114	3.2%
2020	75,644	30,548	2,221,354	69,713	6.9%
2021	79,226	30,762	2,437,132	75,343	4.5%
2022	79,436	30,977	2,460,697	75,571	2.9%
2023	79,995	30,977	2,478,013	81,375	3.3%
2024	81,269	36,417	2,959,541	78,284	3.6%

Sources:

- (1) U.S. Census of Population and Housing. University of Florida, Bureau of Economic and Business Research, "Florida Statistical Abstract".
- (2) U.S. Department of Commerce, Bureau of Economic Analysis, Regional Economic Information System. The actual per capita personal income is for Osceola County. The per capita figures are multiplied by the population to determine the total personal income.
- (3) Osceola County School Board. (Enrollment is determined in February of each year at the conclusion of the full-time equivalent survey period)
http://www.osceolaschools.net/departments/businessfiscalservices/budget/f_t_e_enrollment/
- (4) Florida Agency for Workforce Innovation, Labor Market Statistics, Local Area Unemployment Statistics Program, in cooperation with the U.S. Department of Labor, Bureau of Labor Statistics. Orlando-Kissimmee (Lake, Orange, Osceola & Seminole)
<http://www.labormarketinfo.com/library/laus/MSAs/LFSoct2.xls>

**Schedule 13
City of Kissimmee, Florida**

**PRINCIPAL EMPLOYERS ¹
Current Year and Nine Years Ago**

Employer	Business	Fiscal Year 2023 / 2024 (1)			Fiscal Year 2014 / 2015		
		Employees	Percent of Total City Employment	Rank	Employees	Percent of Total City Employment	Rank
Osceola County School District	Education	8,135	10.01%	1	7,000	10.51%	1
Walmart Stores	Retail	3,800	4.68%	2	2,730	4.10%	3
AdventHealth System	Healthcare	3,580	4.41%	3	-	0.00%	
Walt Disney Company	Entertainment	3,565	4.39%	4	3,700	5.56%	2
Publix Supermarkets	Retail	2,215	2.73%	5	1,350	2.03%	7
HCA Florida Osceola Hospital	Healthcare	2,000	2.46%	6	-	0.00%	
Gaylord Palms	Hospitality	1,600	1.97%	7	1,445	2.17%	4
McLane/Suneast	Distribution	1,559	1.92%	8	900	1.35%	9
Osceola County Government	Government	1,479	1.82%	9	1,407	2.11%	5
Darden Resturants	Restaurant	1,006	1.24%	10	-	0.00%	
Florida Hospital Celebration	Healthcare				1,300	1.95%	8
Osceola Regional Medical	Healthcare				1,357	2.04%	6
Omni Champions Gate	Hospitality				750	1.13%	10
Total		<u>28,939</u>			<u>21,939</u>		

Source: (1) Orlando Business Journal

**Schedule 14
City of Kissimmee, Florida**

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

Full-time Equivalent Employees as of September 30										
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<u>General government</u>										
Central Services	35	32	35	35	40	42	40	41	42	45
City Attorney	5	5	5	5	5	5	5	5	5	5
City Commission	5	5	5	5	5	5	5	5	5	5
City Manager	14	13	13	13	13	14	14	16	15	15
Finance	13	12	13	13	13	13	14	14	14	14
Personnel	8	12	10	10	9	10	10	10	10	11
<u>Public safety</u>										
Fire	105	106	112	112	113	111	112	113	120	132
Police	204	208	208	210	227	230	233	236	250	253
Law Enforcement Grant	3	3	3	3	3	3	3	3	3	3
School Crossing Guard	11	11	-	-	-	-	-	-	-	-
<u>Physical environment</u>										
Public Works	40	40	39	40	41	45	40	36	40	40
Sanitation	26	26	27	27	27	28	29	29	29	30
Stormwater	33	34	34	36	36	37	37	35	36	35
<u>Transportation</u>										
Airport	8	8	8	8	8	8	8	8	9	9
Local Option Gas Tax	10	12	12	12	12	12	13	12	14	13
<u>Economic Environment</u>										
Development Services	24	31	33	33	33	40	40	38	41	45
Economic Development	-	-	-	-	-	-	-	-	5	5
Community Development										
Blk Grant	2	2	2	2	2	2	2	4	5	4
<u>Culture / Recreation</u>										
Parks & Recreation	82	85	69	67	68	68	70	70	72	73
Civic Center	-	-	-	-	-	-	-	-	-	-
Total	628	645	628	631	655	673	675	675	715	737

Source: City of Kissimmee Office of Management and Budget.
Budgeted full-time equivalents.

Public Safety: Police - 20 auxiliary officers (unpaid positions) have been excluded.

**Schedule 15
City of Kissimmee, Florida**

**OPERATING INDICATORS BY FUNCTION/PROGRAM
Last Ten Fiscal Years**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<u>Building Inspections</u>										
Building permits issued	4,206	4,371	5,894	7,855	5,374	5,564	7,174	11,576	17,971	17,974
<u>Law Enforcement</u>										
Physical arrests	1,964	1,848	2,022	2,160	2,262	1,870	2,241	2,255	2,414	1,939
Traffic and parking violations	11,390	9,603	11,225	7,449	7,083	4,536	9,907	12,265	6,377	7,536
<u>Fire</u>										
Emergency responses	12,191	12,879	13,394	13,322	13,817	12,131	14,542	15,041	14,549	12,809
Fire incidents	226	274	334	273	231	269	276	294	200	250
Emergency medical services incidents	10,194	10,547	10,988	10,562	11,113	9,699	11,654	12,041	11,961	10,807
Fire safety inspections	888	968	1,326	1,345	1,193	680	1,054	1,619	1,485	1,447
Fire plan reviews	1,065	1,041	1,002	889	853	719	897	1,087	903	1,316
<u>Other Public Works</u>										
Street resurfacing (tons of asphalt)	5,134	-	1,524	3,067	1,524	2,589	-	-	6,302	-
Other street repairs (tons of asphalt) 1	109	175	107	96	119	558	296	-	148	1,042

Note: Indicators are not currently available for the general government and culture/recreation functions.

Source: Various City Departments.

(1) In FY 2012 and 2013, microsurfacing utilized sq. yd measurement replacing tons of asphalt measurement.

In FY 2016 and FY 2022, there was no street resurfacing done by the City. All resurfacing was done by the Florida Department of Transportation.

**Schedule 16
City of Kissimmee, Florida**

**CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
Last Ten Fiscal Years**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<u>Transportation</u>										
Miles of streets (lane miles)	486	352	352	356	358	407	459	459	376	376
<u>Refuse collection trucks</u>										
	16	16	17	18	18	18	18	18	20	20
<u>Other public works</u>										
Traffic signals	52	52	52	52	50	51	42	42	42	42
Highways (miles)	15	8	8	8	8	8	10	10	10	10
<u>Public Safety</u>										
Fire stations	4	4	4	4	4	4	4	4	4	4
Police stations	1	1	1	1	1	1	1	1	1	1
Patrol units:										
Marked vehicles	118	120	127	140	147	147	124	136	136	147
Motorcycles	3	3	3	3	7	7	7	7	7	7
<u>Parks and Recreation</u>										
Park acreage	832	832	885	885	885	885	885	885	885	885
Number of regional parks	2	2	2	2	2	2	2	2	2	2
Number of large urban parks	1	1	1	1	1	1	1	1	1	1
Number of community parks	7	7	7	7	7	7	7	7	7	7
Number of neighborhood parks	8	8	8	8	8	8	8	8	8	8
Number of special use parks	5	5	5	5	5	6	6	6	6	6

Source: Various City Departments.

COMPLIANCE SECTION

**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 Honorable Mayor and Members of the City Commission
City of Kissimmee
Kissimmee, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Kissimmee, 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 March 28, 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 a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

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The Honorable Mayor and Members of the City Commission
City of Kissimmee
Kissimmee, 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***

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 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 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

March 28, 2025
Ocala, Florida

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH
MAJOR FEDERAL PROGRAM AND STATE PROJECT AND ON INTERNAL CONTROL
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE
AND CHAPTER 10.550, RULES OF THE AUDITOR GENERAL**

The Honorable Mayor and Members of the City Commission
City of Kissimmee
Kissimmee, Florida

Report on Compliance for Each Major Federal Program and State Project

Opinion on Each Major Federal Program and State Project

We have audited the City of Kissimmee, Florida's (the City) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* and the requirements described in the *Department of Financial Services, State Projects Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs or state projects for the year ended September 30, 2024. The City's major federal programs and state projects 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 and state project for the year ended September 30, 2024.

Basis for Opinion on Each Major Federal Program and State Project

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) and the *Department of Financial Services, State Projects Compliance Supplement*. 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 and state project. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

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The Honorable Mayor and Members of the City Commission
City of Kissimmee
Kissimmee, Florida

**INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH
MAJOR FEDERAL PROGRAM AND STATE PROJECT AND ON INTERNAL CONTROL
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE
AND CHAPTER 10.550, RULES OF THE AUDITOR GENERAL**

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 and state project.

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 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*, the Uniform Guidance and the *Department of Financial Services, State Projects Compliance Supplement* 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 and state project as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance and the *Department of Financial Services, State Projects Compliance Supplement*, 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 and the *Department of Financial Services, State Projects Compliance Supplement*, 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.

The Honorable Mayor and Members of the City Commission
City of Kissimmee
Kissimmee, Florida

**INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH
MAJOR FEDERAL PROGRAM AND STATE PROJECT AND ON INTERNAL CONTROL
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE
AND CHAPTER 10.550, RULES OF THE AUDITOR GENERAL**

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 or state project on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material non-compliance with a type of compliance requirement of a federal program 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 a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program and state project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

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

Purvis Gray

March 28, 2025
Ocala, Florida

CITY OF KISSIMMEE, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE
For the year ended September 30, 2024

Agency/Program	Assistance Listing #	Grant #	Federal Expenditures	Through to Subrecipients
FEDERAL AWARDS				
Clustered				
Child Nutrition Cluster				
U.S. Department of Agriculture				
Passed through the Florida Dept of Agriculture and Consumer Services				
School Breakfast Program	10.553		\$ 51,734	\$ 51,734
National School Lunch Program	10.555		230,983	230,983
Supply Chain Assistance Funding	10.555		4,187	4,187
			<u>235,170</u>	<u>235,170</u>
Total U.S. Department of Agriculture - Child Nutrition Cluster			<u>286,904</u>	<u>286,904</u>
Not Clustered				
U.S. Department of Agriculture, Natural Resources				
Mill Slough Debris Removal	10.923	NR244209XXXXC001	188,550	-
Total U.S. Department of Agriculture - Not Clustered			<u>188,550</u>	<u>-</u>
U.S. Department of Housing and Urban Development				
CDBG - Entitlement Grants Cluster				
Community Development Block Grant 2017	14.218	B-17-MC-12-0051	27,404	
Community Development Block Grant 2020	14.218	B-20-MC-12-0051	3,436	
Community Development Block Grant 2020 - COVID	14.218	B-20-MW-12-0051	1,026,902 *	
Community Development Block Grant 2021	14.218	B-21-MC-12-0051	22,262	
Community Development Block Grant 2022	14.218	B-22-MC-12-0051	7,417	
Community Development Block Grant 2023	14.218	B-23-MC-12-0051	354,837	
Subtotal			<u>1,442,258</u>	<u>-</u>
Passed through the Florida Department of Economic Opportunity				
Community Development Block Grant - MIT	14.228	IR033	966	-
Home Investment Partnerships Program				
Home Investment Partnerships Program 2020	14.239	None	26,688	
Home Investment Partnerships Program 2021	14.239	None	161,647	
Home Investment Partnerships Program 2022	14.239	None	4,890	
Home Investment Partnerships Program 2023	14.239	None	263,218	
Home Investment Partnerships Program 2023 - ARPA	14.239	None	16,037	
Subtotal			<u>472,480</u>	<u>-</u>
Community Project Funding	14.251	B-22-CP-FL-0261	28,660	
Total U.S. Department of Housing and Urban Development			<u>1,944,364</u>	<u>-</u>
U.S. Department of Interior, National Park Service				
Lakefront Park	15.916	P23AP01586-00/LW756	139,434	
Total U.S. Department of Interior			<u>139,434</u>	<u>-</u>
U.S. Department of Justice				
Passed through the Florida Office of the Attorney General				
Victims of Crime Act	16.575	VOCA-C-2023-City of Kissimmee 00165	56,001	
Bulletproof Vest Partnership	16.607	Unk	13,869	
Edward Byrne Memorial Justice Assistance Grant (JAG)	16.738	15PBJA-22-GG-02465-JAGX	27,157	
Edward Byrne Memorial Justice Assistance Grant (JAG)	16.738	2022-JAGC-15PBJA-22-GG-00656 R7092	43,665	
Edward Byrne Memorial Justice Assistance Grant (JAG)	16.738	2022-JAGC-15PBJA-22-GG-00656 R7106	9,686	
Subtotal			<u>80,508</u>	<u>-</u>
Total U.S. Department of Justice			<u>150,378</u>	<u>-</u>
U.S. Department of Transportation				
Airport Improvement Program	20.106	3-12-0038-040-2021	3,482	
Airport Improvement Program	20.106	3-12-0038-043-2023	63,867	
Airport Improvement Program	20.106	3-12-0038-044-2023	335,745	
Airport Improvement Program	20.106	3-12-0038-042-2022	337,772	
Subtotal			<u>740,866</u>	<u>-</u>
Highway Planning and Construction Cluster				
Passed through the Florida Department of Transportation				
Highway Planning and Construction	20.205	442334-1-58-01/G2S93	557	
Highway Planning and Construction	20.205	437472-2-38-01/G2473	494,287	
Highway Planning and Construction	20.205	434916-1-48-01/G0140	98	
Subtotal			<u>494,942</u>	<u>-</u>
Total U.S. Department of Transportation			<u>1,235,808</u>	<u>-</u>

Continued

CITY OF KISSIMMEE, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE
For the year ended September 30, 2024

Agency/Program	Assistance Listing #	Grant #	Federal Expenditures	Through to Subrecipients
<u>U.S. Department of the Treasury</u>				
<i>Passed through the Florida Department of State</i>				
Covid-19 Coronavirus State and Local Fiscal Recovery Fund	21.027	23.s.aa.900.040	15,250	-
Covid-19 Coronavirus State and Local Fiscal Recovery Fund	21.027	SLT 3338	858,312	
Total U.S. Department of the Treasury			873,562	-
<u>U.S. Department of Energy</u>				
<i>Passed thru the Florida Department of Agriculture and Consumer Services</i>				
State Energy Program	81.041	URF012	7,550	\$ -
Total U.S. Department of Energy			7,550	-
<u>Executive Office of the President of the United States</u>				
HIDTA - High Intensity Drug Trafficking Areas Program	95.001	G22CF0008A	6,976	
HIDTA - High Intensity Drug Trafficking Areas Program	95.001	G24CF0008A	10,652	
Total Executive Office of the President of the United States			17,628	-
<u>U.S. Department of Homeland Security / FEMA</u>				
<i>Passed thru the Florida Department of Emergency Management</i>				
Public Assistance - COVID-19	97.036	PA-00-06-59-01-110	112,316	
Public Assistance - Hurricane Ian	97.036	PA-00-06-59-01-161	573,619	**
Total U.S. Department of Homeland Security			685,935	-
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 5,530,113	\$ 286,904

Continued

CITY OF KISSIMMEE, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE
For the year ended September 30, 2024

Agency/Program	CSFA #	Grant #	State Expenditures	Through to Subrecipients
STATE FINANCIAL ASSISTANCE				
<u>Florida Department of Environmental Protection</u>				
Florida Recreation Development Assistance Program	37.017	A2006	\$ 50,000	
Florida Recreation Development Assistance Program	37.017	A23061	43,278	
Total Florida Department of Environmental Protection			93,278	-
<u>Florida Department of Commerce</u>				
Kissimmee Affordable Housing and Homeless Services Project	40.038	HL205	38,497	
Total Florida Department of Commerce			38,497	-
<u>Florida Housing Finance Corporation</u>				
State Housing Initiatives Partnership Program (SHIP)	40.901	SHIP 24	320,814	
State Housing Initiatives Partnership Program (SHIP)	40.901	HHRP	237,026	
Total Florida Housing Finance Corporation			557,840	-
<u>Florida Department of Transportation</u>				
Aviation Grant Programs	55.004	454476-1-94-01 / G2V79	29,007	
Aviation Grant Programs	55.004	442488-2-94-01 / G2T48	162,064	
Aviation Grant Programs	55.004	450681-1-94-01 / G2865	27,865	
Aviation Grant Programs	55.004	449265-1-94-01/G1X44	2,400	
Aviation Grant Programs	55.004	454683-1-94-01	28,745	
Total Florida Department of Transportation			250,081	-
<u>Florida Department of Law Enforcement</u>				
Assistance with Investigative Operations	71.010	Z8004	10,966	
Assistance with Investigative Operations	71.010	KE009	2,694	
			13,660	
Kissimmee Public Safety Training Support Annex	71.065	7G006	34,500	
Total Florida Department of Law Enforcement			48,160	-
<u>Florida Department of Management Services</u>				
Local Government Cybersecurity Grant Program	72.009	DMS - 22/23 - 287	189,484	
Total Florida Department of Management Services			189,484	-
TOTAL EXPENDITURES OF STATE FINANCIAL ASSISTANCE			\$ 1,177,340	\$ -
TOTAL EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE			\$ 6,707,453	\$ 286,904

NOTE 1 Basis of Presentation

The Schedule of Expenditures of Federal Awards includes the federal grant activity of the City of Kissimmee, Florida, and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations, Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Therefore, amounts presented in this schedule may differ from amounts presented in, or used in, the preparation of the basic financial statements.

NOTE 2 Indirect Cost Rate

The City of Kissimmee has elected not to use the de minimis indirect cost rate allowed under the OMB Uniform Guidance.

NOTE 3 Differences between Timing of Expenditures and Reporting on SEFA

* Amounts reported were expended during FY23; however, the amounts were obligated and received during FY24.

** Prior year Hurricane Ian expenses are as follows:

FY22 - \$7,360
FY23 - \$1,664,307
FY24 - \$174,356

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS –
FEDERAL AWARD PROGRAMS AND STATE PROJECTS
CITY OF KISSIMMEE
YEAR ENDED SEPTEMBER 30, 2024**

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 and State Awards

Internal Control Over Major Federal Programs and State Awards:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None Reported

Type of Auditor’s Report Issued on Compliance for Major Federal Programs and State Awards:	Unmodified
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Any audit findings disclosed that are required to be reported in accordance with CFR 200.516(A)	No
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Identification of Major Programs:

Federal Program

U.S. Department of Treasury COVID-19 Coronavirus State and Local Fiscal Recovery Funds	Assistance Listing No. 21.027
US Department of Transportation Airport Improvement Program	Assistance Listing No. 20.106

Auditee qualified as low-risk auditee pursuant to the Uniform Guidance?	Yes
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Dollar Threshold Used to Distinguish Between Type A and Type B Federal Programs	\$750,000
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Identification of Major Projects:

State Projects

Florida Housing Finance Corporation: State Housing Initiatives Partnership Program (SHIP)	Assistance Listing No. 40.901
Florida Department of Transportation Aviation Grant Programs	Assistance Listing No. 55.004

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS –
FEDERAL AWARD PROGRAMS AND STATE PROJECTS
CITY OF KISSIMMEE
YEAR ENDED SEPTEMBER 30, 2024**

Dollar Threshold Used to Distinguish Between Type A and Type B State Projects	\$353,202
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Other Issues

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

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

1. **Findings Related to the Financial Statements Required to be Reported Under Generally Accepted Government Auditing Standards (GAGAS)**

See Management Letter Comment.

2. **Findings and Questioned Costs for Major Federal Programs and State Projects**

Noted no current year recommendations.

MANAGEMENT LETTER

The Honorable Mayor and Members of the City Commission
City of Kissimmee
Kissimmee, Florida

Report on the Financial Statements

We have audited the financial statements of the City of Kissimmee, Florida (the City) as of and for the fiscal year ended September 30, 2024, and have issued our report thereon dated March 28, 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 the Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditor's Report on Compliance for Each Major Federal Program and State Project and Report on Internal Control Over Compliance; Schedule of Findings and Questioned Costs; and Independent Accountant's Report on an examination conducted in accordance with AICPA *Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Auditor General*. Disclosures in those reports and schedule, which are dated March 28, 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 financial audit report. See Schedule of Findings and Questioned Costs. All prior year findings have been resolved.

Official Title and Legal Authority

Section 10.554(1)(i)4., *Rules of the Auditor General*, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The City was established in 1907 and incorporated in 1937, under the legal authority of the Laws of Florida 18623. The Kissimmee Community Redevelopment Agency is considered a blended component unit and was established pursuant to Chapter 163 of the Florida Statutes. The three pension plans are not considered component units since they are not legally separate entities.

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The Honorable Mayor and Members of the City Commission
City of Kissimmee
Kissimmee, 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 met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific condition(s) met. In connection with our audit, we determined that the City did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

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

Section 10.554(1)(i)2., *Rules of the Auditor General*, requires that we communicate any recommendations to improve financial management. Please see management letter comment and recommendation.

Property Assessed Clean Energy (PACE) Programs

As required by Section 10.554(1)(i)6.a., *Rules of the Auditor General*, the City stated that the following PACE programs authorized pursuant to Section 163.081 or Section 163.082, Florida Statutes, operated within their geographical boundaries during the fiscal year under audit.

As required by Section 10.554(1)(i)6.b., *Rules of the Auditor General*, a PACE program was operating within the geographical areas of the City, a list of all program administrators and third-party administrators that administered the program, as listed below.

As required by Section 10.554(1)(i)6.c., *Rules of the Auditor General*, a PACE program was operating within the geographical areas of the City, the full names and contact information of each such program administrator and third-party administrator, as listed below.

- Florida Green Finance Authority
Management Co. Clerk: Special District Services: James Candela
Special Assessments: Osceola County Special Assessments: Christian "Jeremy" Bergeron
Property Appraiser: Osceola County Property Appraiser: Katrina Scarborough
Tax Collector: Osceola County Tax Collector: Bruce Vickers
- Florida Pace Funding Agency
Management Co. Clerk: Finance OTA: Andrea Roess
Special Assessments: Osceola County Special Assessments: Christian "Jeremy" Bergeron
Property Appraiser: Osceola County Property Appraiser: Katrina Scarborough
Tax Collector: Osceola County Tax Collector: Bruce Vickers
- Florida Resiliency and Energy District
Management Co. Clerk: Florida Development Finance Corporation: Ahisha Rodriguez
Special Assessments: Osceola County Special Assessments: Christian "Jeremy" Bergeron
Property Appraiser: Osceola County Property Appraiser: Katrina Scarborough
Tax Collector: Osceola County Tax Collector: Bruce Vickers

The Honorable Mayor and Members of the City Commission
City of Kissimmee
Kissimmee, Florida

MANAGEMENT LETTER

- Ygreene - Green Corridor
Management Co. Clerk: Willdan Financial Services: Beatrice Medina
Special Assessments: Osceola County Special Assessments: Christian “Jeremy” Bergeron
Property Appraiser: Osceola County Property Appraiser: Katrina Scarborough
Tax Collector: Osceola County Tax Collector: Bruce Vickers

Special District Component Units

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

As required by Section 218.39(3)(c), Florida Statutes, and Section 10.554(1)(i)7, *Rules of the Auditor General*, the Kissimmee Vine Street Community Redevelopment Agency and Kissimmee Community Redevelopment Agency (the CRAs) reported this information in the CRAs’ 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 has occurred, or is likely to have occurred, that has an effect on the financial statements that is less than material but 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, state, and other granting agencies and pass-through entities, the Mayor and City Commission Members, and applicable management, and is not intended to be, and should not be, used by anyone other than these specified parties.

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, our accompanying reports, or other matters.

Purvis Gray

March 28, 2025
Ocala, Florida

MANAGEMENT LETTER COMMENT

The Honorable Mayor and Members of the City Commission
City of Kissimmee
Kissimmee, Florida

Current Year Comments and Recommendations

Capital Asset Reconciliation and Completeness

During the fiscal year ended 2024, we noted two transactions that impacted the capital assets. The City provided an entry for the disposal of an asset sold in a prior year. Per discussion with the City, it was determined that the amount should be corrected in the prior period. In addition, due to the sale of a City owned building, it was determined that the asset had not been previously recorded in the subsidiary records. Therefore, the City completed an analysis and determined the amount was not material and the correction was completed as a current year transaction. The entries completed updated the capital asset records to mirror the transaction timeframe and in consideration of materiality to properly state the ending financial presentation.

We recommend that the City continue their efforts to properly capture all capital asset activity through a more detailed and timely reconciliation process.

Purvis Gray

March 28, 2025
Ocala, Florida

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**INDEPENDENT ACCOUNTANT’S REPORT ON COMPLIANCE
WITH SECTION 218.415, FLORIDA STATUTES – INVESTMENT OF PUBLIC FUNDS**

The Honorable Mayor and Members of the City Commission
City of Kissimmee
Kissimmee, Florida

We have examined the City of Kissimmee, Florida’s (the City) compliance with 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 specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material non-compliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion. Our examination does not provide a legal determination on the City’s compliance with specified requirements.

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

In our opinion, the City complied, in all material respects, with the aforementioned requirements for the 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 Florida House of Representatives, the Florida Auditor General, federal and other granting agencies and pass-through entities, the Mayor and City Commission Members, and applicable management, and is not intended to be, and should not be, used by anyone other than these specified parties.

Purvis Gray

March 28, 2025
Ocala, Florida

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FINANCE DEPARTMENT

101 CHURCH STREET - KISSIMMEE, FLORIDA 34741 - 407.518.2210

March 28, 2025

City of Kissimmee
City Commission
101 Church Street
Kissimmee, Florida 34741

Re: Response to Auditor's Management Letter Comment

Honorable Mayor and Commissioners,

The following is the response to the independent auditor's management letter comment:

Capital Asset Reconciliation and Completeness

Management's Response

The City underwent a massive cleanup of its Capital Assets this past year. It was discovered some assets did not come over with the Enterprise Resource Planning (ERP) system implemented in 2020. The City will continue its efforts to fully and timely reconcile and adjust its capital asset records, as necessary.

Respectfully Submitted,

A handwritten signature in blue ink, appearing to read "Tavia Ritchie".

Tavia Ritchie, CPA, CPFO, CGFO
Finance Director

Cc: Purvis Gray & Company
Auditor General, State of Florida



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IMPACT FEE AFFIDAVIT

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

1. I am the Chief Financial Officer of City of Kissimmee which is a local governmental entity of the State of Florida.
2. The governing body of City of Kissimmee adopted (Ordinance No. 1067 implementing an impact fee or authorized City of Kissimmee to receive and expend proceeds of an impact fee implemented by City of Kissimmee.
3. City of Kissimmee has complied and, as of the date of this Affidavit, remains in compliance with Section 163.31801, Florida Statutes.

FURTHER AFFIANT SAYETH NAUGHT.

Tavia Ritchie
Tavia Ritchie

STATE OF FLORIDA

COUNTY OF OSCEOLA

SWORN TO AND SUBSCRIBED before me this 3rd day of March, 2025.

Deborah Lyn Luke
NOTARY PUBLIC



Print Name Deborah Lyn Luke

Personally known or produced identification _____

Type of identification produced:

My Commission Expires: 05/05/2025