TICE FIRE PROTECTION &
RESCUE SERVICE DISTRICT

September 30, 2020

FINANCIAL STATEMENTS,
TOGETHER WITH REPORTS OF INDEPENDENT AUDITOR

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Report of Independent Auditor

Board of Commissioners
Tice Fire Protection and Rescue Service District
Fort Myers, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities of the Tice Fire Protection and Rescue Service District (the "District"), as of and for the fiscal year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

Auditor's Responsibility (Continued)

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities of the District as of September 30, 2020, and the respective changes in financial position for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters - Required Supplementary Information

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

Other Reporting Required by *Government Auditing Standards*

In accordance with Government Auditing Standards, we have also issued our report dated June 23, 2021, on our consideration of the District'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, included under the heading 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. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the District's internal control over financial reporting and compliance.

Ashley, Brown & Smith, CPAs

Punta Gorda, Florida
June 23, 2021

MANAGEMENT'S DISCUSSION & ANALYSIS

Our discussion and analysis of the Tice Fire Protection & Rescue Service District's financial performance provides an overview of the District's financial activities for the fiscal year ended September 30, 2020.

FINANCIAL HIGHLIGHTS

- The liabilities of the District exceeded its assets at the close of the fiscal year by $2,540,767 (net position).

- As of the close of the current fiscal year, the District reported ending fund balance of $1,446,540, an increase of $171,775. Ending fund balance in comprised of $267,352 that is restricted for capital additions and $1,179,188 is available for spending at the District's discretion.

- The District's long-term debt is comprised of compensated absences of $226,049, capital lease of $482,089, other post-employment benefits of $880,450, and net pension liability of $6,310,769 totaling $7,899,357.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the District's financial statements. This report also includes other supplementary information in addition to the financial statements themselves.

The Statement of Net Position (page 8) and The Statement of Activities (page 9) provide information about the activities of the District and present a longer-term view of the District's finances. The statements are measured and reported using the economic resource measurement focus and the full accrual basis of accounting.

The governmental financial statements begin on page 10. The governmental funds measure and report activities using the current financial resources measurement focus and the modified accrual basis of accounting. Therefore, you will find the reconciliation on pages 11 & 13 that convert this data to an economic resources measurement focus and the accrual basis of accounting for use in the financial

The Statement of Net Position and the Statement of Activities

Government-wide financial statements are intended to allow the reader to assess a government's operational accountability. Operational accountability is defined as the extent to which the government has met its operating objectives efficiently and effectively, using all resources available for that purpose, and whether it can continue to meet its objectives for the foreseeable future. For purposes of these statements, only governmental type activities are measured and reported using the economic resource measurement focus and the accrual basis of accounting.

The statement of net position presents information on all of the District's assets. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

OVERVIEW OF THE FINANCIAL STATEMENTS (continued)

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain financial control over resources that have been segregated for specific activities or objectives.

The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes can be found beginning on page 14.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

A significant portion of the District's assets (48%) reflects its investment in capital assets (e.g., land, buildings and improvements, equipment and furniture, and vehicles). The District uses these capital assets to provide services to the citizens and property owners, consequently, these assets are not available for future spending. The District's investment in its capital assets is reported net of related debt.

The unrestricted category of net position, has a deficit of $4,713,757 at year end as a result of the increase in the net pension liability.

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

Summary of Net Position
Fiscal Year Ended September 30,

	2020	2019
Assets		
Current Assets	$ 1,570,196	$ 1,351,830
Capital Assets	2,432,050	2,729,686
Total Assets	4,002,246	4,081,516
Deferred Outflows of Resources	2,404,871	2,298,989
Total Assets and Deferred Outflows of Resources	6,407,117	6,380,505
Liabilities		
Current Liabilities	123,656	77,065
Long-Term Liabilities	7,954,212	6,783,479
Total Liabilities	8,077,868	6,860,544
Deferred Inflows of Resources	870,016	1,162,768
Total Liabilities and Deferred Inflows of Resources	8,947,884	8,023,312
Net Position:		
Invested in Capital Assets, Net of Related Debt	1,905,638	2,151,550
Restricted for Capital Additions	267,352	242,249
Unrestricted	(4,713,757)	(4,036,606)
Total Net Position	$ (2,540,767)	$ (1,642,807)

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

District's Change in Net Position
Fiscal Year Ended September 30,

	2020	2019
Revenues		
Property Taxes	$ 3,500,290	$ 3,165,332
Charges for Services	5,165	4,835
Grant revenues	4,849	9,776
Interest Income	26,248	37,381
Miscellaneous	21,787	66,227
Impact Fees	23,047	28,721
Total revenues	3,581,386	3,312,272
Expenses		
Public Safety	4,479,346	4,047,536
Total Expenses	4,479,346	4,047,536
Decrease in Net Position	(897,960)	(735,264)
Net position – Beginning of the year	(1,642,807)	(907,543)
Net position – End of the year	$ (2,540,767)	$ (1,642,807)

Property taxes revenue continue as our primary sources of revenue. In the current fiscal year, the ad-valorem tax revenue slightly increased. Historically, property taxes have increased annually due to an increase in property values and new construction throughout the District. Public safety expenses increased in the current year due to a $131,080 increase in pension expense, $118,286 increase in OPEB expense, and $70,390 increase in compensated absenses expense.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The District's capital assets as of September 30, 2020 reflect an investment of $2,432,050 net of accumulated depreciation.

The following table provides a summary of net capital assets.

	2020	2019
Land	$ 97,472	$ 97,472
Buildings & Improvements	1,897,957	1,897,957
Equipment & Furniture	934,008	888,667
Vehicles	2,079,098	2,205,856
Total Assets	5,008,535	5,089,952
Less: Accumulated Depreciation	(2,576,485)	(2,360,267)
Total Capital Assets, net	$ 2,432,050	$ 2,729,685

Depreciation expense for the years ended September 30, 2020 and 2019 was $348,286 and $344,514, respectively.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Local indicators point to a gradual increase in real property values within the District.

The District relies on property taxes for the largest portion of its budget. Taxable property value within the District increased in 2020-21.

When these factors were considered in preparing the District's budget for the 2020-2021 fiscal year, the District adopted the millage rate of 3.55 mills per thousand, which is a decrease of 0.05 mills per thousand from fiscal year 2019-2020.

REQUEST FOR INFORMATION

The District's financial statements are designed to present users (citizens, customers, investors and creditors) with a general overview of the District's finances and to demonstrate the District's accountability. Questions concerning this report or requests for additional financial information should be directed to:

Ted Ross, Fire Chief
Tice Fire Protection & Rescue Service District
9351 Workmen Way
Fort Myers, FL 33905
(239)694-2380

BASIC
FINANCIAL STATEMENTS

Tice Fire Protection & Rescue Service District
STATEMENT OF NET POSITION
September 30, 2020

Assets		
Current assets:		
Cash and cash equivalents	$	1,537,176
Due from other governments		29,081
Fire inspections receivable		3,939
Total Current Assets		1,570,196
Noncurrent assets:		
Land		97,472
Capital assets being depreciated		
(net of $2,360,266 accumulated depreciation)		2,334,578
Total noncurrent assets		2,432,050
Total assets		4,002,246
Deferred Outflows of Resources		2,404,871
Total Assets and Deferred Outflows of Resources		6,407,117
Liabilities		
Current liabilities:		
Accounts payable		8,099
Accrued expenses		115,557
Total current liabilities		123,656
Noncurrent liabilities:		
Capital Lease - Due within one year		44,323
Capital Lease - Due in more than one year		482,089
Net pension liability		6,310,769
Other post-employment benefits		880,450
Compensated absences - Due within one year		10,532
Compensated absences - Due in more than one year		226,049
Total noncurrent liabilities		7,954,212
Total Liabilities		8,077,868
Deferred Inflows of Resources		870,016
Total Liabilities and Deferred Inflows of Resources		8,947,884
Net Position		
Invested in capital assets, net of related debt		1,905,638
Restricted for:		
Capital additions		267,352
Unrestricted		(4,713,757)
Total net position	$	(2,540,767)

See accompanying Notes to Basic Financial Statements.

Tice Fire Protection & Rescue Service District
STATEMENT OF ACTIVITIES
Fiscal Year Ended September 30, 2020

Function/Program Activities	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants	Net Expense & Changes In Net Position: Total
Governmental activities:				
Public safety	$ 4,479,346	$ 5,165	$ 4,849	$ 4,469,332

General revenues:	
Ad-Valorem revenue	3,500,290
Interest income	26,248
Impact fees	23,047
Miscellaneous	21,787
Total general revenues	3,571,372
Change in net position	(897,960)
Net position, beginning, October 1, 2019	(1,642,807)
Net position, ending, September 30, 2020	$ (2,540,767)

See accompanying Notes to Basic Financial Statements.

Tice Fire Protection & Rescue Service District
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2020

	General Fund	Impact Fee Fund (non-major)	Total
ASSETS			
Cash and cash equivalents	$ 1,286,887	$ 250,289	$ 1,537,176
Due from other funds	-	13,433	13,433
Due from other governments	25,451	3,630	29,081
Fire inspections receivable	3,939	-	3,939
Total assets	$ 1,316,277	$ 267,352	$ 1,583,629
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts payable	$ 8,099	$ -	$ 8,099
Accrued liabilities	115,557	-	115,557
Due to other funds	13,433	-	13,433
Total liabilities	137,089	-	137,089
Fund Balance			
Restricted for capital asset additions	-	267,352	267,352
Unassigned	1,179,188	-	1,179,188
Total fund balance	1,179,188	267,352	1,446,540
Total liabilities and fund balance	$ 1,316,277	$ 267,352	$ 1,583,629

See accompanying Notes to Basic Financial Statements.

Tice Fire Protection & Rescue Service District
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
September 30, 2020

Total governmental funds balance		$ 1,446,540
Amounts reported for governmental activities in the statement of net position are different because:		
Deferred inflows and outflows related to pensions are reported on the Statement of Net Position, but do not require the use of current financial resources and are not reported on the fund financial statements.		1,534,855
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds:		
Cost of assets	$ 5,008,535	
Accumulated depreciation	(2,576,485)	2,432,050
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds. Long-term liabilities at fiscal year-end consist of:		
Capital Lease	(526,412)	
Net pension liability	(6,310,769)	
Other post-employment benefits	(880,450)	
Compensated absences	(236,581)	(7,954,212)
Total net position		$ (2,540,767)

See accompanying Notes to Basic Financial Statements.

Tice Fire Protection & Rescue Service District
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
Year Ended September 30, 2020

	General Fund	Impact Fee Fund (non-major)	Total
Revenues			
Taxes	$ 3,500,290	$ -	$ 3,500,290
Intergovernmental	6,306	-	6,306
Impact Fees	-	23,047	23,047
Interest Income	24,192	2,056	26,248
Proceeds from Insurance	11,521	-	11,521
Miscellaneous	13,974	-	13,974
Total Revenues	3,556,283	25,103	3,581,386
Expenditures			
Public Safety			
Personal Services	2,982,642	-	2,982,642
Operating Expenditures	316,285	-	316,285
Capital Outlay	37,399	-	37,399
Debt Service	73,285	-	73,285
Total Expenditures	3,409,611	-	3,409,611
Excess of Revenues Over/(Under) Expenditures	146,672	25,103	171,775
Fund balance, beginning, October 1, 2019	1,032,516	242,249	1,274,765
Fund balance, ending, September 30, 2020	$ 1,179,188	$ 267,352	$ 1,446,540

See accompanying Notes to Basic Financial Statements.

Tice Fire Protection & Rescue Service District
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE OF THE GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
Year Ended September 30, 2020

Net change in fund balance - total governmental fund		$ 171,775
Amounts reported for governmental activities in the statement of activities are different because:		
The increase in pension expense is reported in the Statement of Activities, but does not require a use of current financial resources and is reported as an expenditure in the fund financial statements.		(664,184)
Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation and capital asset adjustments exceeded expenditures for capital assets in the current period:		
Capital outlay	$ 37,399	
Donations	13,252	
Less: current year depreciation	(348,286)	(297,635)
The repayment of the principal of long-term debt is an expenditure in the Statement of Revenues, Expenditures and Change in Fund Balance, but reduce long-term liabilities in the Statement of Net Position.		51,724
In the statement of activities, certain operating expenses; changes in compensated absences and other post employment benefits, are measured by the amounts earned during the year. However, in the governmental funds, expenditures for these items are measured by the amount of financial resources used. This amount represents the increase in the accrual of compensated absences and the increase in other post employment benefits.		(159,640)
Change in net position		$ (897,960)

See accompanying Notes to Basic Financial Statements.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Defining the Governmental Reporting Entity: The Tice Fire Protection and Rescue Service District (the "District") is a local governmental unit created by the State of Florida Legislature under Chapter 76-413, Laws of Florida, to provide fire protection and rescue services to a certain prescribed area in Fort Myers, Florida. The District is funded primarily by property taxes and is operated by a five-person Board of Commissioners (the "Commissioners"), who are elected for terms of four years.

The District has adopted Governmental Accounting Standards Board (GASB) Statement No. 34, Basic Financial Statements and Management's Discussion and Analysis – for State and Local Governments.Statement 34 establishes standards for external financial reporting for all state and local governmental entities. This statement requires the financial statements of the District (the primary government) to include its component units, if any. A component unit is a legally separate organization for which the elected officials of the primary government are financially accountable. Based on the criteria established in GASB 14, there are no component units included in the District's financial statements.

Fund Accounting: The accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures, as appropriate. Government resources are allocated to, and accounted for in individual funds, based upon the purposes for which they are spent and the means by which spending activities are controlled. The following funds are used by the District:

General Fund - The General Fund is the general operating fund of the District. All financial resources which are not specifically restricted or designated as to use are recorded in the General Fund. At present, the District utilizes only one fund.

Impact Fee Fund (non-major) - The special revenue fund is used to account for impact fees that are legally restricted to expenditure for a particular purpose.

Major Funds - The District reports the general fund as a major fund.

Basic Financial Statements: The basic financial statements include a Statement of Net Position, Statement of Activities, Balance Sheet, and a Statement of Revenues, Expenditures and Changes in Fund Balance. The Statement of Net Position is presented as assets less liabilities equal net position and shown with two components: amounts invested in capital assets, net of related debt; and unrestricted net position. The Statement of Activities reports functional categories of programs by the District and demonstrates how and to what degree those programs are supported by specific revenue.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus: The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows Government 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. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

Basis of Accounting: Basis of accounting refers to when revenue and expenditures are recognized in the accounts and reported in the basic financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The District complies with accounting principles generally accepted in the United States of America (GAAP). GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements.

Capital Assets: Capital assets include land, buildings and improvements, equipment and furniture and vehicles. Capital assets are reported in the basic financial statements in the statement of net position. The District follows a capitalization policy which calls for capitalization of all fixed assets that have a cost or contributed value of $1,000 or more and have a useful life in excess of one year. Capital assets are recorded at cost, or estimated historical cost. Contributed capital assets are valued at the estimated fair market value of the asset on the date of donation. Depreciation is calculated using the straight-line method over the estimated useful lives of the related assets. The ranges of the useful lives are as follows:

Assets	Years
Buildings & Improvements	10 - 40
Equipment and Furniture	10
Vehicles	5 - 7

Depreciation on fixed assets acquired through contributions is recorded as an expense and transferred from net position as a reduction of contributed capital. The cost of assets retired or sold, together with the related accumulated depreciation, is removed from the accounts and any gain or loss on disposition is credited or charged to earnings.

Encumbrances: Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by the District because it is, at present, not necessary to assure effective budgetary control or to facilitate effective cash planning and control.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budgets and Budgetary Accounting: The following procedures are used by the District in establishing the budgetary data reflected in the basic financial statements:

1. During the summer, the Director submits to the Board of Commissioners, for their consideration, a proposed operating budget for the fiscal year commencing on October 1. The operating budget includes proposed expenditures and the means of financing them.

2. Public hearings are conducted to obtain taxpayer comments.

3. Prior to October 1, the budget is adopted through a resolution by the Board of Commissioners.

4. Budget transfers and amendments are made throughout the year by approval of the Board of Commissioners.

5. Budget amounts, as shown in the Required Supplementary Information are as originally adopted, and as amended by the Board of Commissioners.

6. The budget for the Governmental Fund Type is adopted on a cash basis which is inconsistent with accounting principles generally accepted in the United States.

7. The level of control for appropriations is exercised at the activity level.

Impact Fees: The District receives impact fees in accordance with an interlocal agreement with Lee County, Florida. Impact fees collected by Lee County are remitted on a quarterly basis to the District. The District, with prior Lee County approval, may expend amounts collected on qualifying capital expenditures. Funds received that are not expended within six years must be refunded. Because of the eligibility requirements imposed in the agreement, (1) prior approval before expenditure and (2) refund if not expended, the District records receipts of funds as restricted cash.

Deferred Outflows/Inflows of Resources: Deferred outflows of resources represent a consumption of net position that applies to a future period and therefore will not be recognized as expended until then. The District presents deferred outflows associated with pensions to be expensed over future periods. Deferred inflows of resources is defined as an acquisition of position by the government that is applicable to a future reporting period. The District presents deferred inflows of resources related to pensions.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Balance: The District follows the provisions of Governmental Accounting Standards Board (GASB) Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions. Accordingly, in the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Fund balance is reported in five components: nonspendable, restricted, committed, assigned and unassigned.

Non-Spendable Fund Balance - Amounts that are (a) not in spendable form or (b) legally or contractually required to be maintained intact. "Not in spendable form" includes items that are not expected to be converted to cash (such as inventories and prepaid amounts) and items not expected to be converted to and items such as long-term amount of loans and notes receivable, as well as property acquired for resale. The corpus (or principal) of a permanent fund is an example of an amount that is legally or contractually required to be maintained intact.

Restricted Fund Balance - Amounts that can be spent only for specific purposes stipulated by (a) external resource providers such as creditors (by debt covenants), grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.

Unrestricted Fund Balance - The total of the committed fund balance, assigned fund balance, and unassigned balance.

Committed Fund Balance - Amounts that can be used only for the specific purposes determined by a formal action (resolution) of the District's Board of Commissioners, the District's highest level of decision making authority. Commitments may be changed or lifted only by the Board of Commissioners taking the same formal action (resolution) that imposed the constraint originally.

Assigned Fund Balance - Includes spendable fund balance amounts established by the administration of the District that are intended to be used for specific purposes that are neither considered restricted or committed.

Unassigned Fund Balance - Unassigned fund balance is the residual classification for the general fund. This classification represents fund balance that has not been restricted, committed, or assigned to specific purposes within the general fund. Unassigned fund balance may also include negative balances for the general fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

The District's policy is to apply expenditures against restricted fund balance, committed fund balance, assigned fund balance, and unassigned fund balance in that order under circumstances where a particular expenditure can be made from more than one fund classification.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Minimum Fund Balance Policy: Compliance with the provisions of this policy shall be reviewed as a part of the annual budget adoption process and the amounts of the individual funds including any minimum balance shall be determined during this process.

Use of Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, and disclosure of contingent assets and liabilities as of the date of the financial statements, and the reported amounts of revenue and expenditures or expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consists of cash on hand and cash on deposit with financial institutions. At September 30, 2020, the carrying amount of the District's deposits were $1,537,176, the bank balance was $1,578,527 and petty cash on hand was $100. These deposits were entirely covered by Federal Depository Insurance or by collateral pursuant to the Florida Security for Public Deposits Act (Florida Statutes Chapter 280). Florida Statutes authorize investments in certificates of deposit, savings accounts, repurchase agreements, the Local Government Surplus Funds Trust Fund administered by the Florida State Board of Administration, obligations of the U.S. Government and government agencies unconditionally guaranteed by the U.S. Government.

NOTE 3. PROPERTY TAXES

Property taxes are levied on November 1 of each year, and are due and payable upon receipt of the notice of levy. The Lee County, Florida, Tax Collector's office bills and collects property taxes on behalf of the District. The tax rate levied upon the taxable property in the District for the fiscal year ended September 30, 2020 was 3.65 per $1,000 of assessed taxable property value. Property tax revenue is recognized currently in the fiscal year for which the taxes are levied. On April 1 of each year, unpaid taxes become a lien on the property. The past due certificates are sold at public auction prior to June 1, and the proceeds thus collected are remitted to the District.

NOTE 4. CAPITAL ASSETS

Capital assets are recorded in the financial statements at historical cost or estimated historical cost if actual historical cost is not available. A summary of changes for the fiscal year is as follows:

	Balance Oct. 1, 2019	Additions	Deletions	Balance Sept. 30, 2020
Capital assets not being depreciated:				
Land	$ 97,472	$ -	$ -	$ 97,472
Total capital assets not being depreciated:	97,472	-	-	97,472
Capital assets being depreciated:				
Buildings & improvements	1,897,957	-	-	1,897,957
Equipment and furniture	888,667	45,341	-	934,008
Vehicles	2,205,856	5,310	(132,068)	2,079,098
Total capital assets being depreciated	4,992,480	50,651	(132,068)	4,911,063
Less accumulated depreciation for:				
Buildings	(661,945)	(49,458)	-	(711,403)
Equipment and furniture	(507,939)	(62,870)	-	(570,809)
Vehicles	(1,190,383)	(235,958)	132,068	(1,294,273)
Total accumulated depreciation	(2,360,267)	(348,286)	132,068	(2,576,485)
Total capital assets being depreciated, net	2,632,213	(297,635)	-	2,334,578
Governmental activities capital assets, net	$ 2,729,685	$ (297,635)	$ -	$ 2,432,050

The District received $13,252 in donations for two thermal cameras.

NOTE 5. LONG-TERM DEBT

Capital Leases

On December 15, 2017, the District purchased a 2017 E-One HP 78 Ladder on a Typhoon X Chassis for a total cost of $730,705. The District financed $380,000 of the purchase price by entering into a leasing agreement with a financial institution carrying a fixed annual interest rate of 3.468%. The lease will be repaid in fifteen annual installments of $32,919 with a final payment due December 2031. The principal balance as of September 30, 2020 is $ 318,703

NOTE 5. LONG-TERM DEBT (Continued)

Capital Leases (Continued)

On April 1, 2018, the District purchased a E-One Typhoon Pumper for a total cost of $420,658. The District financed $250,000 of the purchase price by entering into a leasing agreement with a financial institution carrying a fixed annual interest rate of 4.11%. The lease will be repaid in ten annual installments of $30,986 with a final payment due April 2028. The principal balance as of September 30, 2020 is	207,709
Total Capital Leases Payable	$ 526,412

The annual debt service requirements for capital leases payable at September 30, 2020 were as follows:

Fiscal Year	Principal	Interest	Total
2021	$ 44,323	$ 19,582	$ 63,905
2022	46,003	17,902	63,905
2023	47,748	16,157	63,905
2024	49,559	14,346	63,905
2025	51,440	12,465	63,905
2026-2030	224,775	32,778	257,553
2031-2032	62,564	3,273	65,837
	$ 526,412	$ 116,503	$ 642,915

The following is a summary of changes in long-term liabilities for the year ended September 30, 2020:

	Balance October 1, 2019	Additions	Reductions	Balance September 30, 2020	Amounts Due Within One Year
Other post-employment benefits	$ 798,979	$ 119,021	$ (37,550)	$ 880,450	$ -
Net Pension Liability:					
Pension Plan	4,617,270	1,802,957	(766,476)	5,653,751	-
HIS Plan	630,681	87,168	(60,831)	657,018	-
Capital Leases	578,136	-	(51,724)	526,412	44,323
Compensated absences	158,413	162,270	(84,102)	236,581	10,532
Total	$ 6,783,479	$ 2,171,416	$ (1,000,683)	$ 7,954,212	$ 54,855

Compensated Absences: The District's employees accumulate sick and vacation leave based on years of continuous service. Upon separation from the District, employees are entitled to all accumulated vacation leave. After 25 years of continuous service, one third of accumulated sick leave is paid to employees upon separation. As of September 30, 2020, the District recorded a liability for accrued vacation of $195,612 and accrued sick time of $40,969, totaling $236,581

NOTE 6. LINE OF CREDIT

On December 2, 2013, the District opened a $250,000 line of credit at a financial institution. In accordance with the terms of the agreement, the District pledges and grants to the Lender a first priority security interest in all inventory, equipment, fixtures, goods, accounts, chattel paper, contract rights, documents, instruments, general intangibles, investment property, deposit accounts, letter of credit rights, payment intangibles, supporting obligations, software, and all rents, issues, profits, products, and proceeds thereof, wherever any of the foregoing is located. The initial variable interest rate on the line of credit was 2.66% per annum. During the year the District did not utilize the line of credit.

NOTE 7. OTHER POST-EMPLOYMENT BENEFITS

Plan Description:

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

Employees Covered by Benefit Terms:

At September 30, 2019, the following employees were covered by the benefit terms:

Inactive Plan Members or Beneficiaries Currently Receiving Benefits	4
Inactive Plan Members Entitled to But Not Yet Receiving Benefits	0
Active Plan Members	25
	29

Benefits Provided:

The benefits provided are the same as those provided for active employees. Spouses and dependents of eligible retirees are also eligible for medical coverage. All employees of the District are eligible to receive postemployement health care benefits. All retiree and dependent coverage is at the expense of the retiree.

Total OPEB Liability

The measurement date is September 30, 2019.
The measurement period for the OPEB expense was October 1, 2018 to September 30, 2019.
The reporting period is October 1, 2019 through September 30, 2020.

The District's Total OPEB Liabilty was measured as of September 30, 2019.

NOTE 7. OTHER POST-EMPLOYMENT BENEFITS (Continued)

Actuarial Assumptions:

The Total OPEB Liability was determined by an actuarial valuation as of September 30, 2019 using the following actuarial assumptions:

Inflation	2.50%
Salary Increases	2.50%
Discount Rate	3.58%
Initial Trend Rate	7.50%
Ultimate Trend Rate	4.00%
Years to Ultimate	55

For all lives, mortality rates were PubG-2010 Mortality Tables projected to the valuation date using Projection Scale MP-2019.

Discount Rate:

Given the District's decision not to fund the program, all future payments were discounted using a high-quality municipal bond rate of 3.58%. The high-quality municipal bond rate was based on the measurement date of the S&P Municipal Bond 20 Year high Grade Rate Index as published by S&P Dow Jones Indices. The S&P Municipal 20 Year High Grade Rate Index consists of bonds in the S&P Municipal Bond Index with a maturity of 20 years. Eligible bonds must be rated at lease AA by Standard & Poor's Corp and Poor's Rating Services, As2 by Moody's or AA by Fitch. If there are multiple ratings, the lowest rating is used.

OPEB Expense:

For the year ended September 30, 2020, the District will recognize OPEB Expense of $111,509.

Changes in Total OPEB Liabilty

	Increases (Decreases) in Total OPEB Liability
Reporting Period Ending September 30, 2018	$ 798,979
Changes for a Year:	
Service Cost	10,272
Interest	33,236
Differences Between Expected and Actual Experience	(9,012)
Changes of Assumptions	75,513
Benefit Payments	(28,538)
Net Changes	81,471
Reporting Period Ending September 30, 2019	$ 880,450

NOTE 7. OTHER POST-EMPLOYMENT BENEFITS (Continued)

Changes of assumptions reflect a change in the discount rate from 4.18% for the fiscal year ending September 30, 2019 to 3.58% for the fiscal year ending September 30, 2020. Also reflected as assumption changes are updated mortality rates, updated health care costs and premiums, updated health care cost trend rates, and updated spouse election percentages.

Sensitivity of the Total OPEB Liabilty to changes in the Discount Rate:

The following presents the Total OPEB Liabilty of the District, as well as what the District's Total OPEB Liabiltiy would be if it were calcuated using a discount rate that is one percentage-point lower or one percentage-point higher than the current discount rate:

	1% Decrease 2.58%	Current Discount Rate 3.58%	1% Increase 4.58%
Total OPEB Liabilty	$ 987,469	$ 880,450	$ 789,649

Sensitivity of the Total OPEB Liabilty to changes in the Healthcare Cost Trend Rates:

The following presents the Total OPEB Liabilty of the District, as well as what the District's Total OPEB Liabiltiy would be if it were calcuated using healthcare cost trend rates that is one percentage-point lower or one percentage-point higher than the current healthcare cost trend rates:

	1% Decrease 3.00% - 6.50%	Healthcare Cost Trend Rates 4.00% - 7.50%	1% Increase 5.00% - 8.50%
Total OPEB Liabilty	$ 794,881	$ 880,450	$ 979,701

NOTE 8. STATE OF FLORIDA RETIREMENT PLANS

Defined Benefit Plans

The District participates in two defined benefit pension plans that are administered by the State of Florida, Department of Management Services, Division of Retirement. The plans provide retirement, disability or death benefits to retirees or their designated beneficiaries. Chapter 121, Florida Statutes, establishes the authority for benefit provisions. Changes to the law can only occur through an act of the Florida Legislature. The State of Florida issues a publicly available financial report that includes financial statements and required supplementary information for the plans. That report is available from the Florida Department of Management Services' website (www.dms.myflorida.com).

NOTE 8. STATE OF FLORIDA RETIREMENT PLANS (Continued)

The Florida Retirement System (FRS) Pension Plan is a cost-sharing multiple-employer defined benefit pension plan with a Deferred Retirement Option Program ("DROP") available for eligible employees. The FRS was established with joint and survivor payment options. FRS membership is compulsory for employees filling regularly established positions in a state agency, county agency, state university, state college, or district school board, unless restricted from FRS membership under Sections 121.053 or 121.122, Florida Statutes, or allowed to participate in a defined contribution plan in lieu of FRS membership. Participation by cities, municipalities, special districts, charter schools and metropolitan planning organizations is optional.

The Retiree Health Insurance Subsidy (HIS) Program is a cost-sharing, multiple-employer defined benefit pension plan established and administered in accordance with Section 112.363, Florida Statutes. The benefit is a monthly payment to assist retirees of the state-administered retirement systems in paying their health insurance costs. To be eligible to receive a HIS benefit, a retiree under a state-administered retirement system must provide proof of eligible health insurance coverage, which can include Medicare.

Benefits Provided

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

Eligible retirees and beneficiaries receive a monthly HIS payment equal to the number of years of service credited at retirement multiplied by $5. The minimum payment is $30 and the maximum payment is $150 per month, pursuant to Section 112.363, Florida Statutes.

Contributions

The contribution requirements of plan members and the employer are established and may be amended by the Florida Legislature. Employees are required to contribute 3.00% of their salary to the FRS Pension Plan. The employer's contribution rates as of September 30, 2020, were as follows:

	FRS	HIS
Regular class	10.00%	1.66%
Special risk class	24.45%	1.66%
Senior management service class	27.29%	1.66%
Elected officials	49.18%	1.66%
DROP from FRS	16.98%	1.66%

The employer's contributions (benefits) for the year ended September 30, 2020, were $664,724 to the FRS Pension Plan and $(540) to this HIS Program.

NOTE 8. STATE OF FLORIDA RETIREMENT PLANS (Continued)

Pension Liabilities and Pension Expense

In its financial statements for the year ended September 30, 2020, the District reported a liability for its proportionate share of the net pension liability of the FRS Pension Plan and its proportionate share of the net pension liability of the HIS Program. The net pension liabilities were measured as of June 30, 2020. The District's proportions of the net pension liabilities were based on its share of contributions to the pension plans relative to the contributions of all participating entities, actuarially determined.

	FRS	HIS
Net pension liability	$ 5,653,751	$ 657,018
Proportion at:		
Current measurement date	0.013045%	0.005381%
Prior measurement date	0.013407%	0.005637%
Pension expense (benefit)	$ 664,724	$ (540)

Deferred Outflows/Inflows of Resources Related to Pensions

At September 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	FRS		HIS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 216,381	$ -	$ 26,876	$ (507)
Change of assumptions	1,023,509	-	70,648	(38,203)
Net difference between projected and actual earnings on pension plan investments	336,630	-	525	-
Changes in proportion and differences between District contributions and proportionate share of contributions	54,429	(172,205)	18,131	(54,982)
District contributions subsequent to the measurement date	109,928	-	8,183	-
Total	$ 1,740,877	$ (172,205)	$ 124,363	$ (93,692)

NOTE 8. STATE OF FLORIDA RETIREMENT PLANS (Continued)

Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

Deferred outflows of resources related to employer contributions paid subsequent to the measurement date, and prior to the employer's fiscal year-end will be recognized as a reduction of the net pension liability in the reporting period ending September 30, 2021. Other pension-related amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

Fiscal year ending September 30:	FRS	HIS
2021	$ 301,546	$ 1,837
2022	479,348	3,282
2023	405,241	(665)
2024	233,006	6,866
2025	39,603	6,739
Thereafter	-	4,429
	$ 1,458,744	$ 22,488

Actuarial Assumptions

The total pension liability for each of the defined benefit plans was measured as of June 30, 2020. The total pension liability for the FRS Pension Plan was determined by an actuarial valuation dated July 1, 2020. The individual entry age normal actuarial cost method was used for each plan, along with the following significant actuarial assumptions:

	FRS	HIS
Inflation	2.40%	2.40%
Salary increases	3.25%	3.25%
Investment rate of return	6.80%	N/A
Discount rate	6.80%	2.21%

Mortality assumptions for both plans were based on the Generational RP-2000 with Projection Scale BB.

For both plans, the actuarial assumptions were based on the results of an actuarial experience study for the period July 1, 2013 through June 30, 2018.

The following changes in key actuarial assumptions occurred in 2020:

FRS: The long-term expected rate of return and the discount rate used to determine the total pension liability decreased from 6.90% to 6.80%.

HIS: The municipal bond index rate and the discount rate used to determine the total pension liability decreased from 3.50% to 2.21%.

NOTE 8. STATE OF FLORIDA RETIREMENT PLANS (Continued)

Actuarial Assumptions (Continued)

The long-term expected investment rate of return was not based on historical returns, but instead was based on a forward-looking capital market economic model. Each asset class assumption is based on a consistent set of underlying assumptions, and includes an adjustment for the inflation assumption. For the FRS Pension Plan, the table below summarizes the consulting actuary's assumptions based on the long-term target asset allocation.

Asset Class	Target Allocation (1)	Annual Arithmetic Return	Compound Annual (Geometric) Return	Standard Deviation
Cash	1.0%	2.2%	2.2%	1.2%
Fixed income	19.0%	3.0%	2.9%	3.5%
Global equity	54.2%	8.0%	6.7%	17.1%
Real estate (property)	10.3%	6.4%	5.8%	11.7%
Private equity	11.1%	10.8%	8.1%	25.7%
Strategic investments	4.4%	5.5%	5.3%	6.9%
Total	100.0%			
Assumed Inflation - Mean			2.4%	1.7%

Discount Rate

The discount rate used to measure the total pension liability for the FRS Pension Plan was 6.80%. FRS's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return.

Because the HIS Program is essentially funded on a pay-as-you-go basis, a municipal bond rate of 2.21% was used to determine the total pension liability for the program. The Bond Buyer General Obligation Bond 20-Bond Municipal Bond Index was used as the applicable municipal bond index.

NOTE 8. STATE OF FLORIDA RETIREMENT PLANS (Continued)

Sensitivity Analysis

The following table demonstrates the sensitivity of the net pension liability to changes in the discount rate. The sensitivity analysis shows the impact to the employer's proportionate share of the net pension liability if the discount rate was 1.00% higher or 1.00% lower than the current discount rate.

	FRS		
	1% Decrease (5.80%)	Current Discount Rate (6.80%)	1% Increase (7.80%)
District's proportionate share of the net pension liability	$ 9,028,090	$ 5,653,751	$ 2,835,488

	HIS		
	1% Decrease (1.21%)	Current Discount Rate (2.21%)	1% Increase (3.21%)
District's proportionate share of the net pension liability	$ 759,483	$ 657,018	$ 573,150

Pension Plans' Fiduciary Net Position

Detailed information about the pension plans' fiduciary net position is available in the state's separately issued financial reports.

Defined Contribution Plan

Pursuant to Chapter 121, Florida Statutes, the Florida Legislature created the Florida Retirement Investment Plan ("FRS Investment Plan"), a defined contribution pension plan qualified under Section 401(a) of the Internal Revenue Code. The FRS Investment Plan is an alternative available to members of the Florida Retirement System in lieu of the defined benefit plan. There is a uniform contribution rate covering both the defined benefit and defined contribution plans, depending on membership class. The District made no FRS Investment Plan contributions for the fiscal year ended September 30, 2020.

NOTE 9. DEFICIT UNRESTRICTED NET POSITION

The District reported a deficit net position in its unrestricted classification on the Statement of Net Position. The deficit is attributed to the implementation of GASB No. 68 which substantially increased the net pension liability.

REQUIRED SUPPLEMENTARY INFORMATION

Tice Fire Protection & Rescue Service District
BUDGETARY COMPARISON SCHEDULE
Statement of Revenues, Expenditures and Changes in Fund Balance -
General Fund - Budget and Actual - Non-GAAP
Year Ended September 30, 2020

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Taxes	$ 3,578,713	$ 3,483,279	$ 3,500,290	$ 17,011
Firefighter Sup. Compensation	3,500	3,500	3,450	(50)
Interest Income	10,000	10,000	24,192	14,192
Donations	500	500	-	(500)
Sale of Fixed Assets	500	500	-	(500)
Inspection Fees	2,500	2,500	5,165	2,665
Grant Revenue	-	-	4,849	4,849
Proceeds from Insurance	-	-	11,521	11,521
Miscellaneous Revenue	-	-	510	510
Other Gov't Revenue	6,300	6,300	6,306	6
Subtotal - Revenues	3,602,013	3,506,579	3,556,283	49,704
Cash brought forward	1,090,052	1,098,052	-	(1,098,052)
Total Revenues	4,692,065	4,604,631	3,556,283	516
Expenditures				
Public Safety				
Personal Services				
Salaries	1,731,692	1,731,692	1,744,108	(12,416)
Salaries Supp. Compensation	3,500	3,500	3,600	(100)
Unscheduled Overtime	50,000	50,000	-	50,000
Longevity	63,366	63,366	65,941	(2,575)
Incentive	104,520	104,520	108,797	(4,277)
FICA	144,835	144,835	138,534	6,301
Retirement	448,137	448,137	501,151	(53,014)
Life & Health Insurance	445,120	445,120	397,475	47,645
Life Insurance Paid	7,100	7,100	845	6,255
Worker Comp. Insurance	42,000	42,000	20,346	21,654
Payroll Expense	2,500	2,500	1,845	655
Total Personal Services	3,042,770	3,042,770	2,982,642	60,128
Operating Expenses				
Legal Fees	20,000	20,000	8,920	11,080
Medical Services	700	700	520	180
Account & Audit	15,000	15,000	14,125	875
Commissioner Honorarium	15,000	15,000	12,250	2,750
Property Appraiser	23,000	23,000	20,490	2,510
Travel & Training	10,000	10,000	1,741	8,259
Telephone Service	12,000	12,000	10,388	1,612
Postage	1,000	1,000	350	650

Tice Fire Protection & Rescue Service District
BUDGETARY COMPARISON SCHEDULE
Statement of Revenues, Expenditures and Changes in Fund Balance -
General Fund - Budget and Actual - Non-GAAP
Year Ended September 30, 2020

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Operating Expenses				
Electricity	15,500	15,500	13,436	2,064
Water	4,250	4,250	3,988	262
Garbage	5,000	5,000	3,602	1,398
Cable	2,500	2,500	2,215	285
Property, Equipment, & Vehicle Coverages	40,000	40,000	39,609	391
Radio Maintenance	20,000	20,000	18,888	1,112
Building Maintenance	15,000	15,000	18,257	(3,257)
Equipment Maintenance	50,000	50,000	46,830	3,170
Office Supply	7,000	7,000	3,046	3,954
Fuel & Oil	25,000	25,000	16,885	8,115
Uniforms	12,000	12,000	7,192	4,808
Station Supply	5,500	5,500	4,374	1,126
Medical Supply	10,000	10,000	6,912	3,088
Misc. Supply	3,000	3,000	1,903	1,097
Training & Books	12,500	12,500	13,089	(589)
Public Education	10,000	10,000	335	9,665
Honor Guard	7,500	7,500	752	6,748
Vehicle Fund	50,000	50,000	15,214	34,786
Building Fund	22,500	22,500	13,948	8,552
Equipment	50,000	50,000	49,751	249
Small Tools	2,000	2,000	667	1,333
Equipment <$1,000	5,000	5,000	4,007	993
Total Operating Expenses	470,950	470,950	353,684	117,266
Debt Service	73,300	73,300	73,285	15
Reserves	1,105,045	1,017,611	-	1,017,611
Total Expenditures	4,692,065	4,604,631	3,409,611	1,195,020
Excess of Revenues Over/(Under) Expenditures	$ -	$ -	146,672	$ (1,194,504)
GAAP Reconcilation				
Less Operating Expenses			(37,399)	
Capital Outlay			37,399	
Excess of Revenues Over/(Under) Expenditures			146,672	
Fund Balance - October 1, 2019			1,032,516	
Fund Balance - September 30, 2020			$ 1,179,188	

Tice Fire Protection & Rescue Service District

BUDGETARY COMPARISON SCHEDULE

Statement of Revenues, Expenditures and Changes in Fund Balance - Impact Fee Fund - Budget and Actual

Year Ended September 30, 2020

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Impact Fees	$ 15,000	$ 15,000	$ 23,047	$ 8,047
Interest Income	-	-	2,056	2,056
Subtotal - Revenues	15,000	15,000	25,103	10,103
Cash brought forward	218,358	218,358	-	(218,358)
Total Revenues	233,358	233,358	25,103	10,103
Expenditures				
Public Safety				
Capital Outlay	45,000	45,000	-	45,000
Reserves	188,358	188,358	-	188,358
Total Expenditures	233,358	233,358	-	233,358
Excess of Revenues Over Expenditures	-	-	25,103	243,461
Fund Balance - October 1, 2019	-	-	242,249	242,249
Fund Balance - September 30, 2020	$ -	$ -	$ 267,352	$ 485,710

Tice Fire Protection & Rescue Service District
Schedule of District Contributions
For the Fiscal Year Ended September 30, 2020

Last Seven Fiscal Years

Florida Retirement System (FRS)

	2020	2019	2018	2017	2016	2015	2014
Contractually required contribution	$ 435,533	$ 410,772	$ 395,949	$ 361,933	$ 362,548	$ 337,711	$ 319,111
Contributions in relation to contractually require	(435,533)	(410,772)	(395,949)	(361,933)	(362,548)	(337,711)	(319,111)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -
District's covered-employee payroll	$1,896,415	$1,825,012	$ 1,847,836	$1,753,933	$1,747,378	$1,832,671	$1,883,710
Contributions as a percentage of covered-employee payroll	22.97%	22.51%	21.43%	20.64%	20.75%	18.43%	16.94%

Note: Data was unavailable prior to 2014.

Health Insurance Subsidy Program (HIS)

	2020	2019	2018	2017	2016	2015	2014
Contractually required contribution	$ 31,480	$ 31,118	$ 30,674	$ 29,115	$ 29,006	$ 24,777	$ 23,105
Contributions in relation to contractually require	(31,480)	(31,118)	(30,674)	(29,115)	(29,006)	(24,777)	(23,105)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -
District's covered-employee payroll	$1,896,415	$1,874,607	$ 1,847,836	$1,753,933	$1,747,378	$1,835,333	$1,833,710
Contributions as a percentage of covered-employee payroll	1.66%	1.66%	1.66%	1.66%	1.66%	1.35%	1.26%

Note: Data was unavailable prior to 2014.

Tice Fire Protection & Rescue Service District
Schedule of the District's Proportionate Share of the Net Pension Liability - Pension Plan
For the Fiscal Year Ended September 30, 2020

For the Last Seven Fiscal Years Ended June 30

Florida Retirement System (FRS)

	2020	2019	2018	2017	2016	2015	2014
District's proportion of the net pension liability	0.013045%	0.001341%	0.013786%	0.013474%	0.014090%	0.013300%	0.014300%
District's proportionate share of the net pension liability	$ 5,653,751	$ 4,617,270	$ 4,152,327	$ 3,985,652	$ 3,557,325	$1,715,139	$ 870,900
District's covered-employee payroll	$1,867,607	$1,885,115	$ 1,860,478	$1,717,846	$1,738,676	$1,841,757	$1,897,766
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	302.73%	244.93%	223.19%	232.01%	204.60%	93.13%	45.89%
Plan fiduciary net position as a percentage of the total pension liability	78.85%	82.61%	84.26%	83.89%	84.88%	92.00%	96.09%

Note: Data was unavailable prior to 2014.

Health Insurance Subsidy Program (HIS)

	2020	2019	2018	2017	2016	2015	2014
District's proportion of the net pension liability	0.005381%	0.005637%	0.005696%	0.005389%	0.006000%	0.006000%	0.006300%
District's proportionate share of the net pension liability	$ 657,018	$ 630,681	$ 602,896	$ 576,261	$ 650,676	$ 608,727	$ 591,246
District's covered-employee payroll	$1,867,607	$1,885,115	$ 1,860,478	$1,717,846	$1,738,676	$1,845,276	$1,897,766
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	35.18%	33.46%	32.41%	33.55%	37.42%	32.99%	31.15%
Plan fiduciary net position as a percentage of the total pension liability	3.00%	2.63%	2.15%	1.64%	0.97%	0.50%	0.99%

Note: Data was unavailable prior to 2014.

Tice Fire Protection & Rescue Service District
Schedule of Changes in Total OPEB Liability and Related Ratios
For the Fiscal Year Ended September 30, 2020

For the Last Fiscal Year Ended September 30

Reporting Period Ending	9/30/2020	9/30/2019
Measurement Date	9/30/2019	9/30/2018
Total OPEB Liability		
Service Cost	10,272	11,280
Interest	33,236	30,361
Differences between Expected and Actual Experience	(9,012)	-
Changes of Assumptions	75,513	(52,214)
Benefit Payments	(28,538)	(26,242)
Net Change in Total OPEB Liability	81,471	(36,815)
Total OPEB Liability - Beginning	798,979	835,794
Total OPEB Liability - Ending	$ 880,450	$ 798,979
Covered Employee Payroll (Projected)	$1,833,250	$1,892,915
Total OPEB Liability as a percentage of Covered Employee Payroll	48.03%	42.21%

Notes to Schedule:

Covered Payroll - Covered payroll is estimated based on hourly rates provided in census data.

Changes of Assumptions - Changes of assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period.

Fiscal Year Ending September 30, 2020:	3.58%
Fiscal Year Ending September 30, 2019:	4.18%
Fiscal Year Ending September 30, 2018:	3.64%

Also reflected as assumption changes are updated mortality rates, updated health care costs and premiums, updated health care cost trend rates, and updated spouse election percentages.

Benefit Payrment - The plan sponsor did not provide actual net benefits paid by the Plan for the fiscal year ending on September 30, 2020. Expected net benefit payments produced by the valuation model for the same period are shown in the table above.

ASHLEY & BROWN SMITH
CERTIFIED PUBLIC ACCOUNTANTS

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Report of Independent Auditor 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*

Board of Commissioners
Tice Fire Protection and Rescue Service District
Fort Myers, 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 of Tice Fire Protection and Rescue Service District, (the "District") as of and for the fiscal year ended September 30, 2020, and the related notes to the basic financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated June 23, 2021.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Ashley, Brown & Smith, CPAs

Punta Gorda, Florida
June 23, 2021

ASHLEY & BROWN SMITH
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Independent Auditor's Management Letter

Board of Commissioners
Tice Fire Protection and Rescue Service District
Fort Myers, Florida

Report on the Financial Statements

We have audited the financial statements of the Tice Fire Protection and Rescue Service District, (the "District") as of and for the fiscal year ended September 30, 2020, and have issued our report thereon dated June 23, 2021.

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; and Chapter 10.550, Rules of the Auditor General.

Other Reporting Requirements

We have issued our Report of Independent Auditor 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; and Independent Accountant's Examination Report 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 June 23, 2021, should be considered in conjunction with this management letter.

Prior Audit Findings

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

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The District discloses this information in the notes to the financial statements. The District had no component units as of September 30, 2020.

Financial Condition and Management

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

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

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

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 219.39(3)(b), Florida Statues. In connection with our audit, we determined that there are no special district component units required to report to the District.

Additional Matters

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

Purpose of this Letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, the Tice Fire Protection and Rescue Service District, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

Ashley, Brown & Smith, CPAs

Punta Gorda, Florida
June 23, 2021

ASHLEY & BROWN SMITH
CERTIFIED PUBLIC ACCOUNTANTS

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Independent Accountant's Examination Report

Board of Commissioners
Tice Fire Protection and Rescue Service District
Fort Myers, Florida

We have examined the Tice Fire Protection and Rescue Service District's (the "District") compliance with the local government investment policy requirements of Section 218.415, Florida Statutes, during the year ended September 30, 2020. Management is responsible for the District's compliance with the specified requirements. Our responsibility is to express an opinion on the District'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 District complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the District complied with the specified requirements. The nature, timing and extent of the procedures selected depend on our judgement, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

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

In our opinion, the District complied, in all material respects, with the aforementioned requirements during the year ended September 30, 2020.

The purpose of this report is to comply with the audit requirements of Sections 218.415, Florida Statutes and Rules of the Auditor General.

Ashley, Brown & Smith, CPAs

Punta Gorda, Florida
June 23, 2020

AFFIDAVIT

BEFORE ME, the undersigned authority, personally Ted Ross who being duly sworn, deposes and says on oath that:

1. I am the Fire Chief of Tice Fire Protection and Rescue District which is a local governmental entity of the State of Florida;

2. Tice Fire Protection and Rescue District adopted Resolution No. 09-23 implementing an impact fee; and

3. Tice Fire Protection and Rescue District has complied and, as of the date of this Affidavit, remains in compliance with Section 163.31801, Florida Statutes.

FURTHER AFFIANT SAYETH NAUGHT.

Ted Ross
Fire Chief

STATE OF FLORIDA

COUNTY OF LEE

SWORN TO AN SUBSCRIBED before me this 19th day of May, 2021.

Lorena C Smart
Notary Public, State of Florida
My Comm. Expires 07/14/2022
Commission No. GG224411

NOTARY PUBLIC

Lorena C Smart

Print Name

Personally known _____ or produced identification _____

Type of identification produced: _____

My commission expires: 07/14/2022