

TEMPLE TERRACE, FLORIDA
COMMUNITY REDEVELOPMENT AGENCY
FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2021





CITY OF TEMPLE TERRACE, FLORIDA
COMMUNITY REDEVELOPMENT AGENCY

FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2021

Prepared by:

Finance Department

Lynda Boswell, Finance Director

Jamie Deve, Accounting Supervisor



TEMPLE TERRACE

Amazing City. Since 1925.

This page intentionally left blank.



TABLE OF CONTENTS

Table of Contents	5
Financial Section	7
Independent Auditors Report	8
Management’s Discussion and Analysis	11
Financial Statements	15
Statement of Net Position and Governmental Fund Balance Sheet	16
Statement of Activities and Governmental Fund Revenues, Expenditures, and Changes in Fund Balance For Fiscal Year Ended September 30, 2021	17
Notes to the Financial Statements	19
Note I—Summary of Significant Accounting Policies	20
Note II—Stewardship, Compliance, and Accountability	23
Note III—Detail Notes	24
Required Supplementary Information	25
Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual	26
Compliance Section	27
Independent Auditor’s Report on Internal Control over Financial Reporting and on Compliance and Other Matters based on an audit of Basic Financial Statements Performed in accordance with Government Auditing Standards	28
Independent Accountant’s Report	30
Independent Auditor’s Management Letter	32



TEMPLE TERRACE

Amazing City. Since 1925.

This page intentionally left blank.

FINANCIAL SECTION

Independent Auditor's Report

Management Discussion and Analysis

Financial Statements

- Statement of Net Position and Governmental Fund Balance Sheet
- Statement of Activities and Governmental Fund Revenues, Expenditures, and Changes in Fund Balances
- Notes to Financial Statements



INDEPENDENT AUDITOR'S REPORT

Members of the Community Redevelopment Agency Board
City of Temple Terrace, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and General Fund of the City of Temple Terrace, Florida Community Redevelopment Agency (the "CRA"), a component unit of the City of Temple Terrace, Florida as of and for the fiscal year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the CRA'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 CRA'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 CRA'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.

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

Opinions

In our opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the respective financial position of the governmental activities and General Fund of the CRA as of September 30, 2021, and the respective changes in financial position thereof for the fiscal year then ended in conformity 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 and budgetary comparison schedule, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 31, 2022 on our consideration of the CRA's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the CRA's internal control over financial reporting and compliance.

MSL, P.A.

Certified Public Accountants

Tampa, Florida
May 31, 2022



TEMPLE TERRACE

Amazing City. Since 1925.

This page intentionally left blank.

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Temple Terrace, Florida Community Redevelopment Agency (the "CRA"), we offer readers of the CRA's financial statements this narrative overview and analysis of the CRA's financial activities for the fiscal year ended September 30, 2021.

FINANCIAL HIGHLIGHTS

- The CRA has no assets, liabilities, fund balance or net position at September 30, 2021.
- Current year revenues of \$492,672 represent an increase of \$73,047 over the prior year amount of \$419,625.
- Current year expenditures were \$492,672 compared to \$419,625 in 2020.
- The CRA final budget did not increase from the originally adopted budget amounts.

This discussion and analysis are intended to serve as an introduction to the CRA's basic financial statements. The CRA'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 required supplementary information in addition to the basic financial statements.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the CRA's basic financial statements. The CRA'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 required supplementary information in addition to the basic financial statements.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

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

The statement of net position presents information on all of the CRA's assets and liabilities, with the difference between the two 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 CRA is improving or deteriorating.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Also, capital assets are capitalized and depreciated on the statement of net position whereas related purchases are expended on government fund financial statements.

GENERAL FUND

The General Fund is 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, the General 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 the General Fund is narrower than that of the government-wide financial statements, it is useful to compare the information presented for the General Fund 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 General Fund balance sheet and the General Fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between General Fund and governmental activities.

NOTES TO THE FINANCIAL STATEMENTS.

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are an integral part of the basic financial statements.

OTHER INFORMATION

The CRA adopts an annual appropriated budget for its General Fund. A budgetary comparison schedule has been provided for the General Fund to demonstrate compliance with this budget.

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 CRA, no liabilities or assets were recorded. This is comparable to last year.

STATEMENT OF NET POSITION AS OF SEPTEMBER 30, 2021

Category	FY 2020	FY 2021
ASSETS		
Current and Other Assets	\$0	\$0
Capital Assets	0	0
TOTAL ASSETS	0	0
LIABILITIES		
Short-term Liabilities Outstanding	0	0
TOTAL LIABILITIES	0	0
NET POSITION		
Unrestricted	0	0
TOTAL NET POSITION	\$0	\$0

GOVERNMENTAL ACTIVITIES

Governmental activities did not increase net position during fiscal year 2021. Assets, liabilities and net position remained zero as of September 30, 2021 and 2020. Tax Incremental Financing (TIF) revenue did increase for the current year. A 17.41% increase in revenue (from \$419,625 in 2020 to \$492,672 in 2021) was caused by increased City of Temple Terrace (the “City”) and Hillsborough County (the “County”) contributions to the CRA Fund of \$29,595 and \$43,002, respectively. The Tampa Port Authority (“TPA”) TIF revenue increased only slightly (\$450) because of a decrease in the millage for TPA as compared to 2020. The total combined contribution increase of \$73,047 is a result of the appreciation in property values on which City, County, and the TPA contributions are based.

City of Temple Terrace, Florida
Community Redevelopment Agency
September 30, 2021

Expenses for the CRA were \$492,672 for 2021 as compared to \$419,625 for 2020. Expenses primarily relate to partial coverage of debt service payments for notes payable obligations of the City for the purchase of land for the benefit of the CRA and for services associated with operations of the CRA.

STATEMENT OF ACTIVITIES

Category	FY 2020	FY 2021
GENERAL REVENUES		
Intergovernmental	\$419,625	\$492,672
TOTAL GENERAL REVENUES	419,625	492,672
EXPENSES		
General Government	419,625	492,672
TOTAL EXPENSES	419,625	492,672
Change in Net Position	0	0
Beginning Net Position	0	0
ENDING NET POSITION	\$0	\$0

FINANCIAL ANALYSIS OF THE GENERAL FUND

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

The purpose of the CRA's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the CRA's financing requirements. In particular, unassigned fund balance may serve as a useful measurement of a government's net resources available for spending at the end of the fiscal year. The CRA had no fund balance as of September 30, 2021 or 2020.

GENERAL FUND BUDGETARY HIGHLIGHTS

The CRA had a small decrease of \$238 from the originally adopted budget to the actual numbers. This decrease was due to the smaller millage than anticipated from the Tampa Port Authority millage TIF revenues for the current year. The variance between the final budget and actual expenditures were minimal.

CAPITAL ASSET ADMINISTRATION

The CRA's net investment in capital assets as of September 30, 2021 amounts to zero, no change from the previous year.

ECONOMIC FACTORS AND CONDITIONS

An increase in area property values resulted in an increase in City and County contributions to the CRA Fund for FY 2021. Taxable values rose 7.05% in FY 2021, a trend upward since 2015. The CRA's funding mechanism, TIF revenue, is set to sunset in FY 2035, meaning FY 2034 will be the last year the City, County, and Tampa Port authority will be contributing this revenue to the CRA.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the CRA's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Director via the City's website (<http://www.templeterrace.com>), by phone at 813-506-6412, or mailed to:

City of Temple Terrace
Finance Director
11250 N 56th Street
Temple Terrace, FL 33617

City of Temple Terrace, Florida
Community Redevelopment Agency
September 30, 2021

FINANCIAL STATEMENTS

STATEMENT OF NET POSITION AND GOVERNMENTAL FUND BALANCE SHEET

*STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUND REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES*

City of Temple Terrace, Florida
Community Redevelopment Agency
September 30, 2021

**STATEMENT OF NET POSITION AND GOVERNMENTAL FUND
BALANCE SHEET**

Category	General Fund	Adjustments	Statement of Net Position
ASSETS			
Current and Other Assets	\$0	\$0	\$0
Capital Assets	0	0	0
TOTAL ASSETS	0	0	0
LIABILITIES			
Short-term Liabilities Outstanding	0	0	0
TOTAL LIABILITIES	0	0	0
FUND BALANCES/NET POSITION			
Fund Balances			
Unassigned	0	0	0
TOTAL FUND BALANCES	0	0	0
TOTAL LIABILITIES AND FUND BALANCES	\$0		
NET POSITION			
Unrestricted		0	0
TOTAL NET POSITION		\$0	\$0

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

City of Temple Terrace, Florida
Community Redevelopment Agency
September 30, 2021

**STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUND
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE FOR
FISCAL YEAR ENDED SEPTEMBER 30, 2021**

Category	General Fund	Adjustments	Statement of Activities
REVENUES			
Intergovernmental	\$492,672	\$0	\$492,672
TOTAL REVENUES	492,672	0	492,672
EXPENDITURES			
General Government	492,672	0	492,672
TOTAL EXPENDITURES	492,672	0	492,672
Excess/Deficiency of Revenues Over/Under Expenditures	0	0	0
Fund Balances, Beginning	0	0	0
Fund Balances, Ending	\$0	\$0	\$0



TEMPLE TERRACE

Amazing City. Since 1925.

This page intentionally left blank.

NOTES TO THE FINANCIAL STATEMENTS

Note I—Summary of Significant Accounting Policies

- Financial Reporting Entity
- Government-wide and Fund Financial Statements
- Measurement Focus, Basis of Accounting, and Financial Statement Presentation
- Budgets and the Budgetary Process
- Pooled Cash and Equivalents
- Property and Equipment
- Fund Balance
- Estimates and Assumptions

Note II—Stewardship, Compliance, and Accountability

- Material Violations of Finance Related Legal and Contractual Provisions
- Excess of Expenditures over Appropriations

Note III—Detail Notes

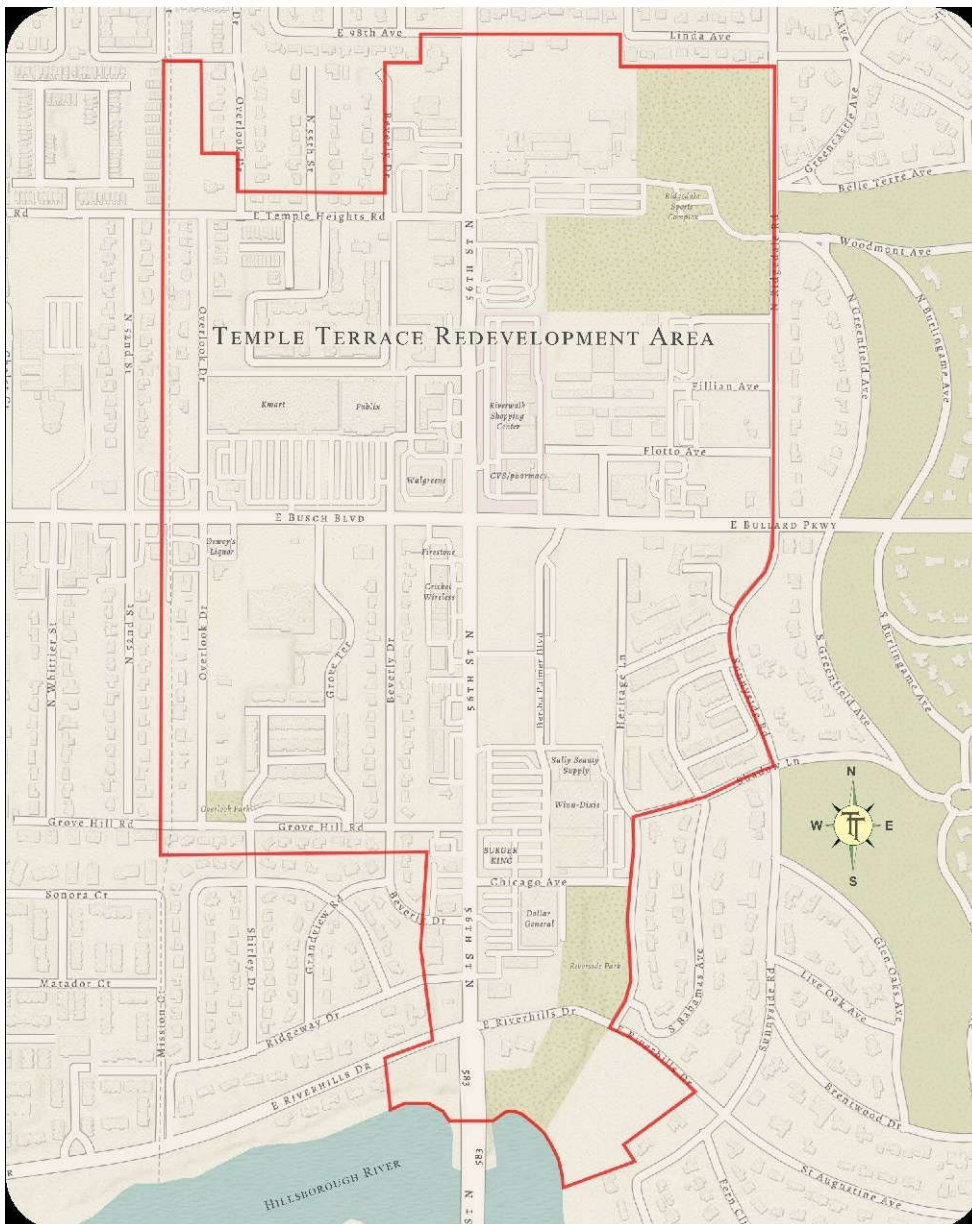
- Assets
- Liabilities

NOTE I—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

FINANCIAL REPORTING ENTITY

The Temple Terrace Community Redevelopment Agency Board consists of the Mayor and City Council and serves as the governing board and managing authority of the Community Redevelopment Area (CRA). The CRA was originally established by City Council on September 23rd, 1999 via resolution number 116-99 to oversee redevelopment and revitalization of the City's redevelopment area in accordance with Florida Statute, chapters 163 and 189. The CRA is a blended component unit within the City's Annual Comprehensive Financial Report.

The City provides accounting and administrative support to the CRA without charge; the CRA does not have personnel or administrative facilities.



Pursuant to Florida Statute 163.387, the CRA is funded primarily by incremental ad valorem tax revenues levied and remitted in amounts proportionate to property tax values for each participating entity. The CRA is economically dependent on such revenue. The participating entities include the City of Temple Terrace, Hillsborough County, and the Tampa Port Authority.

The accounting policies of the CRA conform to accounting principles generally accepted in the United States of America.

These financial statements present the financial position and results of operations controlled by or dependent upon the CRA for the purpose of complying with state law, specifically Florida Statutes Section 163.387(8)(a) which requires separate audited financial statements for each CRA that has revenues or expenditures that exceed \$100,000. In evaluating the CRA as a reporting entity, management has addressed all potential component units for which the CRA may or may not be financially accountable and, as such, be includable in the CRA's financial statements. No component units exist which would require inclusion in the CRA's financial statements.

GOVERNMENT- WIDE AND FUND FINANCIAL STATEMENTS

The CRA has only governmental activities and only one function, and, as such, it is eligible for special-purpose financial statement presentation; accordingly, the government-wide financial statements are presented together with the governmental fund financial statements, described below, with an adjustment column presented to reconcile the two sets of statements.

MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

Government-wide Financial Statements - 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. Entity-wide financial statements consist of the Statement of Net Position and the Statement of Activities.

Governmental Fund Financial Statements - The CRA has one governmental fund type, which is the General Fund. The General Fund is the primary operating fund used to account for all resources and operations. Governmental funds are accounted for on a "spending" or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on the balance sheet. Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in fund balance.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when 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 CRA considers revenues to be available if they are collected within 60 days of the end of the current period. Expenditures generally are recorded when a liability is incurred.

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

BUDGETS AND THE BUDGETARY PROCESS

The CRA's Board adopts an annual operating budget, which can be amended by the Board throughout the year.

At the fund level, actual expenditures cannot exceed the total fund budgeted amount; however, the City Manager or the Finance Director is authorized by the Board to make transfers between line items as needed.

The accompanying Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual for the General Fund reflects the original and final budget authorization amounts, which includes all amendments. Appropriations lapse at the close of the fiscal year.

For the year ended September 30, 2021, the CRA's budget was prepared on a modified accrual basis.

POOLED CASH AND EQUIVALENTS

Pooled cash and equivalents are stated at fair value.

CAPITAL ASSETS

Property and equipment purchased in the General Fund are recorded as expenditures at the time of purchase. It is the policy of the CRA to capitalize property and equipment over \$5,000 with an estimated useful life in excess of one year. Depreciation is recorded using the straight-line method over useful lives varying from 3 to 40 years, depending upon the asset type. As of September 30, 2021, the CRA does not have any capital assets.

FUND BALANCE

The unassigned fund balance for governmental funds represents the CRA's resources available for future operations. On an annual basis, this is zero as all appropriated amounts are provided toward debt reduction related to obligations of the City entered into for the benefit of the CRA area.

ESTIMATES AND ASSUMPTIONS

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 and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE II—STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

MATERIAL VIOLATIONS OF FINANCE RELATED LEGAL AND CONTRACTUAL PROVISIONS

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

EXCESS OF EXPENDITURES OVER APPROPRIATIONS

There are no funds with expenditures that exceeded budgeted appropriations.

NOTE III—DETAIL NOTES

ASSETS

Cash and Investments

The CRA's cash and equivalents account is combined with the pooled cash of the City. The City's cash accounts consist of interest-bearing, demand accounts and certificates of deposit, all of which were entirely covered by federal depository insurance or by a multiple financial institution collateral pool pursuant to the Public Depository Security Act of the State of Florida. This Act requires that the City maintain deposits only in "qualified public depositories." All qualified public depositories must deposit with the State Treasurer eligible collateral in such amounts as required by the Act. In addition, qualified public depositories are required under the Act to assume mutual responsibility against loss caused by the default or insolvency of other qualified public depositories of the same type. Should a default or insolvency occur, the State Treasurer will implement procedures for payment of losses according to the validated claims of the City.

Earnings from the pooled funds are allocated to the CRA based on the CRA's proportionate share of the pool.

Capital Assets

The CRA did not have any capital outlay or donated assets for the year ended September 30, 2021.

LIABILITIES

Long- Term Liabilities

The City has two revenue notes (the 2021 Taxable Refunding Revenue Note and the 2018B Taxable Refunding Revenue Note) that represent obligations taken out by the City to purchase land and provide for community redevelopment within the Redevelopment District. The Revenue Notes are not the obligations to the CRA but rather represent debt obligations to the City and thus not reflected on the CRA financial statements. On February 2, 2021, the Council approved a revenue refunding note which would decrease the annual interest rate to 2.75% from 3.28%. This is now called the 2021 Taxable Refunding Revenue Note as mentioned in this first paragraph.

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual

City of Temple Terrace, Florida
Community Redevelopment Agency
September 30, 2021

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

Category	Original Budget	Final Budget	Actual Amounts	Variance
REVENUES				
Intergovernmental	\$492,910	\$492,910	\$492,672	\$238
TOTAL REVENUES	492,910	492,910	492,672	238
EXPENDITURES				
General Government	492,910	492,910	492,672	238
TOTAL EXPENDITURES	492,910	492,910	492,672	238
Excess/Deficiency of Revenues Over/Under Expenditures	0	0	0	0
Fund Balances, Beginning	0	0	0	0
Fund Balances, Ending	\$0	\$0	\$0	\$0

Note: This schedule is prepared on the basis of generally accepted accounting principles.

COMPLIANCE SECTION

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

Independent Accountant's Report

Independent Auditor's Management Letter



TEMPLE TERRACE

Amazing City. Since 1925.

This page intentionally left blank.



Certified Public Accountants

**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***

Members of the Community Redevelopment Agency Board
City of Temple Terrace, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the City of Temple Terrace, Florida Community Redevelopment Agency (the "CRA") as of and for the fiscal year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the CRA's financial statements and have issued our report thereon dated May 31, 2022.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the CRA'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 CRA's internal control. Accordingly, we do not express an opinion on the effectiveness of the CRA's internal control.

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

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

Members of the Community Redevelopment Agency Board
City of Temple Terrace, Florida

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the CRA's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, grant agreements and contracts, noncompliance 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 noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Pursuant to provisions of Chapter 10.550, *Rules of the Auditor General*, we reported certain matters to management of the CRA in a separate management letter and Independent Accountant's Report dated May 31, 2022.

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 CRA's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

MSL, P.A.

Certified Public Accountants

Tampa, Florida
May 31, 2022



INDEPENDENT ACCOUNTANT'S REPORT

Members of the Community Redevelopment Agency Board
City of Temple Terrace, Florida

We have examined the City of Temple Terrace, Florida Community Redevelopment Agency's (the "CRA") compliance with the requirements of Sections 163.387(6), 163.387(7) and 218.415, Florida Statutes, during the fiscal year ended September 30, 2021. Management is responsible for the CRA's compliance with those requirements. Our responsibility is to express an opinion on the CRA'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 CRA is in accordance with those requirements, in all material respects. An examination involves performing procedures to obtain evidence about the CRA's compliance with those requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion. Our examination does not provide a legal determination on the CRA's compliance with specified requirements.

In our opinion, the CRA complied, in all material respects, with the aforementioned requirements for the fiscal year ended September 30, 2021.

MSL, P.A.

Certified Public Accountants

Tampa, Florida
May 31, 2022



INDEPENDENT AUDITOR'S MANAGEMENT LETTER

Members of the Community Redevelopment Agency Board
City of Temple Terrace, Florida

Report on the Financial Statements

We have audited the basic financial statements of the City of Temple Terrace, Florida Community Redevelopment Agency (the "CRA") as of and for the fiscal year ended September 30, 2021, and have issued our report thereon dated May 31, 2022.

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 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*, 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, which are dated May 31, 2022, 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 legal authority is disclosed in the notes to the financial statements.

Financial Condition

Sections 10.554(1)(i)5.a. and 10.556(7), *Rules of the Auditor General*, require that we apply appropriate procedures and communicate the results of our determination as to whether or not the CRA has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and identification of the specific condition(s) met. In connection with our audit, we determined that the CRA 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 CRA. It is management's responsibility to monitor the CRA'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 218.38(3)(b), Florida Statutes. In connection with our audit, we did not note any special district component units that failed to provide the necessary information for proper reporting in accordance with Section 218.39(3)(b), Florida Statutes.

As required by Section 218.39(3)(c), Florida Statutes, and Section 10.554(1)(i)6, *Rules of the Auditor General*, the CRA reported:

- a. The total number of CRA employees compensated in the last pay period of the CRA fiscal year as 0.
- b. The total number of independent contractors to whom nonemployee compensation was paid in the last month of the CRA's fiscal year as 0.
- c. All compensation earned by or awarded to employees, whether paid or accrued, regardless of contingency as \$0.
- d. All compensation earned by or awarded to nonemployee independent contractors, whether paid or accrued, regardless of contingency as \$0.
- e. Each construction project with a total cost of at least \$65,000 approved by the CRA that is scheduled to begin on or after October 1 of the fiscal year being reported, together with the total expenditures for such project as listed below:
 - i. N/A
- f. A budget variance based on the budget adopted under Section 189.016(4), Florida Statutes, before the beginning of the fiscal year being reported if the CRA amends a final adopted budget under Section 189.016(6), Florida Statutes, as \$0.

Members of the Community Redevelopment Agency Board
City of Temple Terrace, Florida

Additional Matters

Section 10.554(1)(i)3., *Rules of the Auditor General*, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but which warrants the attention of those charged with governance. In 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 CRA's Board of Directors, and applicable management and is not intended to be and should not be used by anyone other than these specified parties.

MSL, P.A.

Certified Public Accountants

Tampa, Florida
May 31, 2022

