

Comprehensive Annual Financial Report

City of Plant City, Florida



Walden Lake



County Line Road



City Hall



Historic Downtown and Midtown



Snowden Park



Bruton Memorial Library



Train Viewing Platform



For the Fiscal Year ended September 30, 2018

CITY OF PLANT CITY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2018

Prepared by: Finance Department

CITY OF PLANT CITY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2018

TABLE OF CONTENTS

	<u>Page</u>
INTRODUCTORY SECTION	
Transmittal Letter.....	i
List of Principal Officials.....	viii
Organizational Chart.....	ix
GFOA Certificate.....	x
FINANCIAL SECTION	
Independent Auditor's Report.....	1
Management's Discussion and Analysis (Unaudited).....	5
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position.....	17
Statement of Activities.....	18
Fund Financial Statements	
Balance Sheet–Governmental Funds.....	20
Reconciliation of the Balance Sheet–Governmental Funds to the Statement of Net Position.....	21
Statement of Revenues, Expenditures and Changes in Fund Balances–Governmental Funds.....	22
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances–Governmental Funds to the Statement of Activities.....	23
Statement of Net Position–Proprietary Funds.....	24
Statement of Revenues, Expenses and Changes in Net Position–Proprietary Funds.....	25
Statement of Cash Flows–Proprietary Funds.....	26
Statement of Fiduciary Net Position–Fiduciary Funds.....	28
Statement of Changes in Fiduciary Net Position–Fiduciary Funds.....	29
Notes to Financial Statements.....	31
Required Supplementary Information	
Schedule of Revenues, Expenditures and Changes in Fund Balance– Budget and Actual–General Fund.....	65
Schedule of Revenues, Expenditures and Changes in Fund Balance– Budget and Actual–Community Redevelopment Agency Fund.....	67
Notes to Required Supplementary Information–Budget Comparisons.....	68
Schedule of Changes in Net Pension Liability and Related Ratios, Safety Employees.....	69
Schedule of Contributions, Safety Employees.....	70
Schedule of Pension Investment Returns, Safety Employees.....	71
Schedule of Changes in the City's Total OPEB Liability and Related Ratios.....	72

CITY OF PLANT CITY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2018

TABLE OF CONTENTS (Continued)

	<u>Page</u>
FINANCIAL SECTION (Continued)	
Other Supplementary Information	
Combining Balance Sheet–Nonmajor Governmental Funds	73
Combining Statement of Revenues, Expenditures and Changes in Fund Balances– Nonmajor Governmental Funds	75
Combining Balance Sheet–Capital Projects Funds	76
Combining Statement of Revenues, Expenditures and Changes in Fund Balances– Capital Projects Funds	78
Combining Statement of Net Position–Internal Service Funds	80
Combining Statement of Revenues, Expenses and Changes in Net Position– Internal Service Funds	81
Combining Statement of Cash Flows–Internal Service Funds	82
Schedule of Revenues, Expenditures and Changes in Fund Balance– Budget and Actual:	
Streets Fund	83
Community Development Block Grant Fund	84
Community Investment Tax Fund	85
Infrastructure Sales Tax Revenue Bonds Fund	86
Stadium Loan Fund	87

STATISTICAL SECTION

Net Position by Component	89
Changes in Net Position	90
Fund Balances, Governmental Funds	92
Changes in Fund Balances, Governmental Funds	93
Assessed Value and Estimated Actual Value of Taxable Property Net of Exemptions	95
Direct and Overlapping Property Tax Rates	96
Principal Property Taxpayers	97
Property Tax Levies and Collections	98
Ratios of Outstanding Debt by Type	99
Direct and Overlapping Governmental Activities Debt	100
Legal Debt Margin Information	101
Pledged Revenue Coverage	102
Demographic and Economic Statistics	103
Principal Employers	104
Full-Time Equivalent City Government Employees by Function/Program	105
Operating Indicators by Function/Program	106
Capital Asset Statistics by Function/Program	107

CITY OF PLANT CITY, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2018

TABLE OF CONTENTS (Continued)

	<u>Page</u>
OTHER REPORTS	
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 <i>Government Auditing Standards</i>	109
Schedule of Findings and Responses	111
Independent Auditor's Management Letter	113
Independent Accountant's Report on Compliance	115

INTRODUCTORY SECTION



Preserving the Past • Embracing the Future

March 11, 2019

Honorable Mayor and City Commission
City of Plant City, Florida

We are pleased to present the Comprehensive Annual Financial Report (CAFR) for the fiscal year ended September 30, 2018.

Florida Statutes, Chapter 218.32, requires that each local government entity submit an annual financial report with the audit report no later than nine months after the end of the fiscal year. This requirement has been met for the fiscal year ended September 30, 2018, and the report of the independent auditing firm has been included in the financial section of this report.

This report was prepared in accordance with generally accepted accounting principles (GAAP) by the Finance Department. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Chief Financial Officer. We believe the data as presented is accurate in all material aspects and presented in a manner designed to set forth the financial position of the City of Plant City, Florida (the "City") as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain a comprehensive understanding of the City's financial activity have been included.

The Finance Department is responsible for establishing and maintaining adequate internal controls to provide reasonable assurances regarding safeguarding assets against loss from unauthorized use or disposition, and preparing financial statements from reliable information. The cost of internal controls should not outweigh their benefit. The City of Plant City's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City of Plant City's financial statements have been audited by Mauldin & Jenkins, LLC. The scope of the independent audit is to provide reasonable assurance that the financial statements for the fiscal year ended September 30, 2018, are accurate and fairly presented. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City's financial statements for fiscal year ended September 30, 2018, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

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

Profile of the Government

The City of Plant City, a municipal corporation of the State of Florida located in Hillsborough County, was initially incorporated on January 10, 1885. Plant City is strategically located in Central Florida, along the I-4 corridor, nestled between three large metropolitan cities: 25 miles east of Tampa, and 50 miles west of Orlando, and adjacent to Lakeland. Plant City prides itself as the "Winter Strawberry Capital of the World," and offers the hometown feel of a warm, thriving community. With its network of highways, state roads, and active rail lines that run through the community, Plant City provides the perfect location for manufacturing and distribution ventures. In addition, Plant City has proven to be an integral part of the global marketplace utilizing the cargo facilities at three international airports, three regional airports and the Port of Tampa.

Plant City has a reputation as a community that proudly offers safe walkable neighborhoods, charming historic districts, high quality schools, unique retail, dining and entertainment options. The City's location, climate, natural resources, and sense of community have influenced the City's growth. Residents and visitors enjoy numerous year-round recreational opportunities, which results in the perfect blend of community and prosperity.

The citizens of Plant City enjoy a full range of services including general government, police and fire protection, ambulance service, engineering, streets, traffic, parks, recreation, planning, zoning, community services, code enforcement, and a library. The City also provides water, wastewater treatment, solid waste and stormwater as enterprise activities. Electric, telephone, gas and cable television services are provided by franchisees. The City includes two dependent special districts consisting of Community Redevelopment Agency and Walden Lake Community Association Local Government Neighborhood Improvement District.

City Structure

The City operates under the Commission/Manager form of government. Five Commissioners are elected at large for a three-year term with no term limits, which constitute the governing body of the City with legislative authority. The City Commission enacts laws and ordinances, approves the annual budget, sets policy and direction for various functions of the government, and appoints citizens to serve on various advisory boards and committees. At the first regular meeting in June, the City Commission shall, by majority, elect one of its members as Mayor. The Mayor selects the Vice-Mayor, and together, they serve a one-year term.

The City Manager is the chief administrative officer of the City and responsible to the City Commission for administration of all City affairs and performance of its municipal functions. The City Manager appoints, removes and determines compensation for the department heads and all other City employees, except those specified by the Charter.

The annual budget and capital improvement plan serve as a foundation for the City's financial planning and are employed as management control devices during the year. City department directors submit their budget requests in accordance with the budget calendar schedule. Upon conducting work sessions on department

budgets, the City Manager presents a tentative budget to the City Commission. The City Commission holds two public hearings on the proposed budget to obtain public comment in order to adopt the final budget and set the millage rate for the ensuing year. The legal level of budgetary control is maintained at the department director level, who are authorized to transfer funds between line items within their department. Transfers between major categories within a department or among programs within a department must be approved by the City Manager. All other budget transfers including transfers between funds or use of unallocated fund balances require City Commission approval. Budget to actual comparisons are presented in this report for each individual fund for which an annual budget has been adopted. The City of Plant City follows the laws of Florida regarding the control, adoption and amendment of the budget during each fiscal year.

Local Economy

Plant City has a population of approximately 38,938 residents, and is also a popular seasonal destination for visitors and part-time residents from both the United States and abroad during the winter months. Close proximity to Tampa International Airport provides convenient access for part-time residents and out-of-state visitors. The population has increased over the last six years and is projected to continue to steadily increase.

Seasonal employment is common in Plant City due to the influx of seasonal residents and visitors during the winter months. The length of the typical “season,” when most visitors and seasonal residents visit, lasts from approximately November through April. The seasonal influx of visitors and part-time residents does not create challenges for retail and commercial businesses, it only enhances the year-round client base to remain financially sustainable.

Although property values rose significantly in 2018, the assessed property values have not returned to the level in 2006 when Plant City values were at their peak. The values have steadily increased since the lowest level in 2012. The property tax base is split 50-50 between residential and non-residential types. As the second largest city in Hillsborough County, the City’s number one priority is “Economic Development.” The City continues to support the Plant City Economic Development Corporation, which is assisting with job creation and capital investment to expand the local tax base. Commercial developments continue to grow on Park Road and County Line Road. New residential stock will expand over the next ten years as new developments are approved in the northeast sector and the south end of town. The City is optimistic about the economic growth occurring in the community.

Employment Types and Trends. The major employers in Plant City include:

South Florida Baptist Hospital	775
City of Plant City	434
Dart Container	375
Highland Packaging Solutions, Inc.	350
James Hardie Products	350
Star Distribution Systems	325
Gordon Food Service	300

There are approximately 21,300 jobs in over 1,500 registered businesses in Plant City. The municipality accounts for approximately 3.4% of the total number of full-time jobs in all of Hillsborough County. The three largest workplace sectors include: Retail Trade (7,000+ jobs), Finance/Insurance/Real Estate Services (6,200+ jobs) and Manufacturing (2,200+ jobs). The municipality has recovered from the impacts of the

2007-2010 recession, with a current jobs-to-population ratio of 0.54 or one-half a job for every resident living in Plant City. Today, there is greater employee inflow than outflow, with the highest employment densities located near Plant City Airport, around South Florida Baptist Hospital, and in the commercial cluster along James L. Redman Parkway/East Alexander Street.

Redevelopment. Plant City’s primary redevelopment area called “Midtown” is comprised of 15 acres adjoining the current central business district. Over the years, the City has purchased properties and completed various street, water, sewer, parks, and stormwater projects, making the area prime for a firm to develop. The mixed-use development should be consistent with the *CRA Redevelopment Plan and Midtown Redevelopment Vision Plan* and is expected to include residential, retail, commercial and public components coupled with pedestrian-friendly amenities that promotes safety and provides a desirable destination. The City is in negotiations with a development firm to begin construction within 12 to 18 months. The CRA district continues to invest in downtown and midtown through incentives that create jobs and retain existing businesses, as well as improve the tax base.

Housing. Currently, Plant City’s housing stock is comprised of 68.6% single-family detached homes with the remaining balance being divided between single-family attached homes (3.5%), multifamily homes (27.7%) and mobile homes (3.7%). There are almost 15,000 homes in the municipality, most of which (41%) are valued between \$100,000 and \$199,000. In 2017, the median value of a home in Plant City rose to \$162,600. Over the last ten years, new home starts averaged 130 per year, with single-family detached homes accounting for approximately 80% of new residential construction in Plant City. The local housing market is stable and growing with a vacancy rate of only 6%.

Comprehensive Plan and Zoning Code. The Plant City Commission adopted a major update to the *Imagine 2040: Plant City Comprehensive Plan* on February 8, 2015. This update was crafted to streamline and improve the overall understanding of the document, address legislative mandates, remove duplications, correct inconsistencies, prioritize staff resources, update project statuses, and encourage future economic opportunities within Plant City. Furthermore, the policy direction contained within this plan protects the integrity and character of our neighborhoods and the natural environment of Plant City. In addition, the adopted level-of-service standards for potable water, wastewater, transportation, solid waste, stormwater, public schools and recreation will be maintained through and beyond the horizon year of 2040.

Looking ahead, Plant City is projected to increase in population to more than 71,000 by 2040. Where will they live? Where will they work? Where will they play? How will they get there? Based on the results of extensive public outreach on these and other questions, the general structure and framework of the *Imagine 2040: Plant City Comprehensive Plan* was reorganized to include an introduction and four major components that, when combined, represent Plant City as a whole: **People, Places, Natural Spaces and Governance**. These four components are representative of those fundamental growth management elements required by Chapter 163, Part II, *Florida Statutes*.

On February 8, 2015, Plant City’s Zoning Code was also updated to ensure the implementation of the vision and goals outlined in the *Imagine 2040: Plant City Comprehensive Plan*. Plant City’s vision is as follows:

Plant City is a diverse and vibrant “hometown” community. People work together to solve problems and ensure a better future for their children. Local businesses grow and prosper through innovation and hard work. Local government makes prudent investments in infrastructure and services. The safety and wellbeing of our citizens is a priority.

To this end the major goals of the Comprehensive Plan and Zoning Code is to promote or provide for a:

- *Unique Sense of Place*
- *Thriving Local Economy*
- *Superior Education/Skills*
- *Quality Services & Infrastructure*
- *Citizen Involvement*

Long-term Financial Planning

Management's goals for long-term financial planning include stabilizing tax rates while maintaining adequate General Fund reserves to sustain a complete economic cycle and providing for emergency and disaster relief reserves.

As part of the annual budget process, the City Commission approves a five-year capital improvement plan that identifies projects to replace and maintain current assets or enhance the expansion needs of a growing city. The plan addresses funding and execution for the projects that provide for public betterments and ensure a stable community infrastructure. The plan is designed to budget adequate reserves to replace obsolete vehicles and equipment, and provide reliability of city-wide infrastructure for the utility systems.

All long-term financial plans help achieve the City's core strategies. These core strategies include: facilitate economic development, foster community engagement, empower outstanding customer service, engage in effective communication with internal and external stakeholders, and maximize organizational effectiveness.

Major Capital Improvements

Management's goals and objectives flow from the responsibility to maintain City assets and provide a level of infrastructure to complement the residents' lifestyle. The City's five-year annual capital planning process provides the mechanism to prioritize capital needs and determine available funding sources. Some of the major projects for the upcoming fiscal year are listed below under the related core strategy.

Customer Service

- Purchase and implement online permitting, planning, code enforcement and business licensing software. The software will provide over-the-counter, online, and IVR payment options.
- Construct a new Community Center to replace the Dr. Martin Luther King Jr. Recreation Center. The Community Center will be approximately 30,000 square feet with a gymnasium, meeting rooms, craft room, activity room, and a kitchen.
- Build three restroom buildings for parks. A concession and restroom facility for the multi-purpose fields area of Ellis-Methvin Park, a restroom and shower facility for users of the Plant City Tennis Center, and a restroom building at the Dr. Hal & Lynn Brewer Park.

Economic Development

- Resurface the North Mahoney Street, North Municipal, and South Municipal parking lots.
- Invest \$4.4 million to resurface arterial roads and neighborhood streets. This includes \$2.1 million of revenue generated from the 1.0 mil property tax, \$300,000 from CDBG revenue, and \$2.0 million from Hillsborough County.

- Upgrade five signalized intersections with LED illuminated street signs including: Alexander Street/Donna Drive; Ball Street/Evers Street; Airport Road/Woodrow Wilson Street/Sydney Road; Alexander Street/State Road 39; and Reynolds Street/Collins Street.
- Invest \$300,000 towards the Roseland Park stormwater drainage improvement project to reduce flooding in the neighborhood.
- Improve water and sewer infrastructure by replacing waterlines, gravity sewer lines, and force mains.

Organizational Effectiveness

- Install a bullet resistant enclosure and a magnetometer (metal detector) in the Police Department lobby to provide security for civilian personnel and the ability to identify potential weapons entering the facility.
- Design to remodel the interior of Fire Station 2, which includes dorms, kitchen, bathrooms, offices, and fitness area.

Overall, the City continues to provide funding for future assets, included in the Asset Management Program in order to maintain, upgrade, and dispose of assets cost-effectively.

Relevant Financial Policies

Internal Controls. In developing and evaluating the City’s accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance to safeguard assets against loss from unauthorized use or disposition; and provide reliable financial records to prepare financial statements and maintain accountability for assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived; and the evaluation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within the above framework. We believe that the City’s internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budgetary Process. The City’s budget is a detailed operating plan, which identifies estimated costs and revenues to fund program initiatives. The budget includes: (1) the programs, projects, services, and activities to be carried on during the fiscal year; (2) the estimated revenue available to finance the operating plan; and, (3) the estimated spending requirements of the operating plan. The budget represents a process where the Mayor, City Commission and City Manager make, implement, and control policy decisions.

Cash Management. The City’s pooled deposits and investments are conservatively invested pursuant to policy established by Resolution on January 25, 2016. The City’s investment policy seeks to preserve capital, provide liquidity, and generate yield, in that order of priority. The policy addresses the types of investments and maturity limitations permitted. The earned yield net of fees for the fiscal year was 2.0%, which is above the benchmark of 1.9%. The Safety Employees’ Retirement System deposits and investments follow policies established by their governing board.

Awards

In 2017, the Government Finance Officers Association (GFOA) awarded the City its first-ever Certificate of Achievement for Excellence in Financial Reporting for its Comprehensive Annual Financial Report (CAFR). In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only.

The City of Plant City will apply to achieve this prestigious award that has the highest form of recognition for excellence in state and local government financial reporting. We believe the current comprehensive annual financial report will meet the Certificate of Achievement Program's requirements to receive the award.

Acknowledgment

The Finance Department is committed to advancing its fiscal accountability, efficiency and integrity in the City's financial operations. Our sincerest appreciation is extended to all contributing finance staff members in cooperation with all City departments. We also appreciate the professional service and assistance rendered by Mauldin & Jenkins, LLC to conduct an independent audit.

Thank you to the City Commission for their leadership and support in planning and guiding the financial affairs of the City in a responsible and progressive manner.

Respectfully submitted,



Bill McDaniel
City Manager



Diane Reichard
Chief Financial Officer

CITY OF PLANT CITY, FLORIDA

**LIST OF PRINCIPAL OFFICIALS
SEPTEMBER 30, 2018**

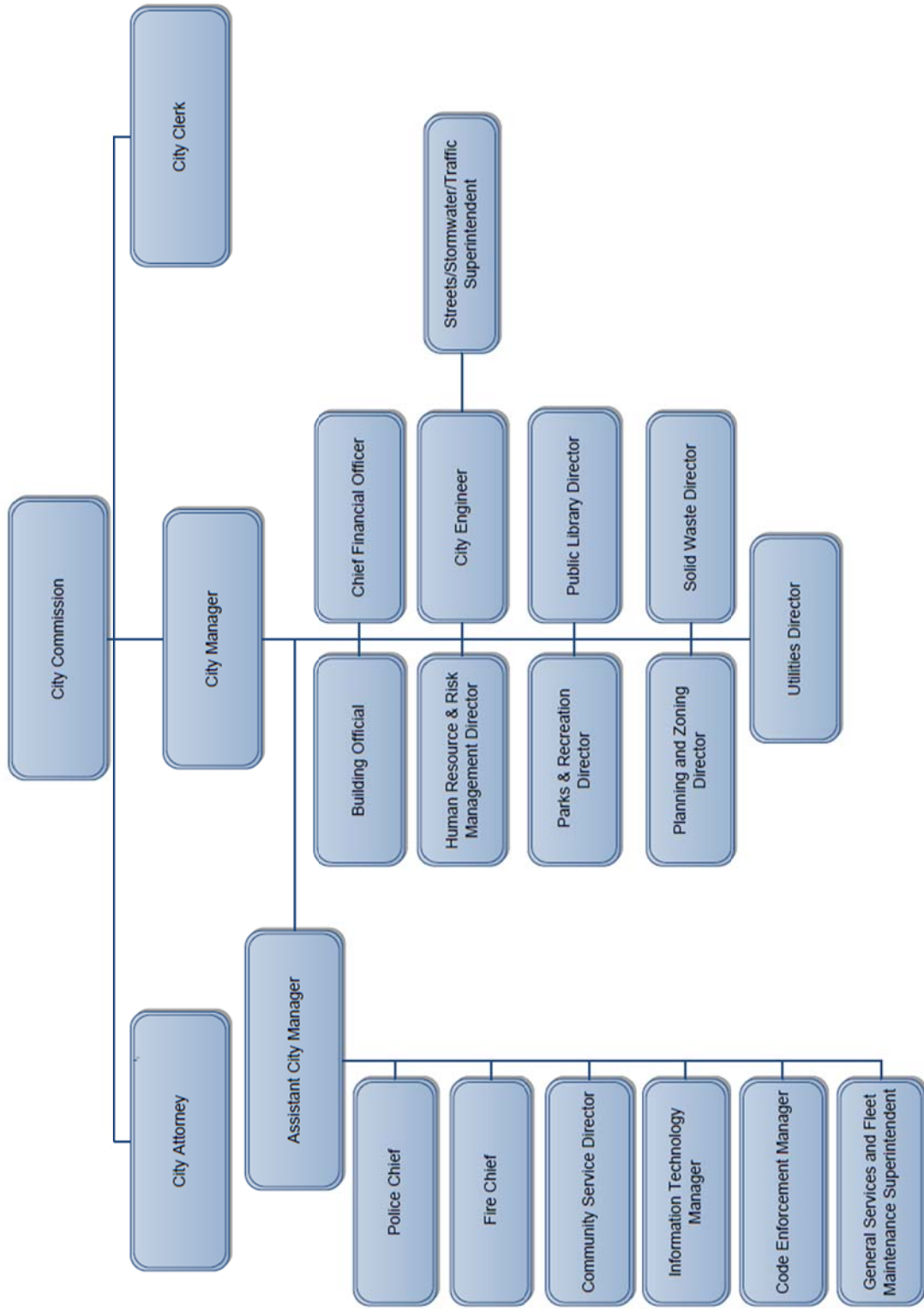
ELECTED OFFICIALS

Rick A. Lott	Mayor
Nathan A. Kilton	Vice Mayor
William D. Dodson	Commissioner
Mary Thomas Mathis	Commissioner
Michael S. Sparkman	Commissioner

APPOINTED OFFICIALS

Bill McDaniel	City Manager
Kenneth W. Buchman	City Attorney
Kerri J. Miller	City Clerk

City of Plant City – Organizational Chart – City Wide





Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Plant City
Florida**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2017

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor,
Members of the City Commission and City Clerk
City of Plant City, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Plant City, Florida (the "City"), as of and for the year ended September 30, 2018, and the related notes to the financial statements, which collectively comprise the City'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.

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 above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2018, and the respective changes in financial position and, where applicable, cash flows thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in notes 4D and 5, the City implemented Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions*, as of October 1, 2017. This standard significantly changed the accounting for the City's total other post-employment benefits (OPEB) liability and the related disclosures. Our opinions are not modified with respect to this matter.

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 pension and other post-employment benefit schedules on pages 5-16 and 65-72, respectively, 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 Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual fund statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 7, 2019, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Bradenton, Florida
March 7, 2019

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CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2018
(Unaudited)

The City of Plant City's (the "City") Management Discussion and Analysis (MD&A) is designed to provide the users with a narrative introduction, overview and analysis of the basic financial statements. Please read the information presented here in conjunction with the City's financial statements and footnotes that follow this report.

FINANCIAL HIGHLIGHTS

- The assets of the City exceeded its liabilities at September 30, 2018, by \$235.3 million (net position). Of this amount, unrestricted net position totals \$68.3 million.
- The City's total net position increased by \$6.5 million.
- As of September 30, 2018, the City's governmental funds reported combined ending fund balances of \$41.6 million, an increase of \$5.1 million over the prior year. Of this amount, unassigned fund balance totals \$12.7 million.
- The City's total long-term liabilities decreased by \$5 million during the current fiscal year for three reasons: (1) annual debt service principal payments; (2) payoff of two stormwater debts, and (3) reduction in the net pension liability. The City has not issued any new debt.

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial statements' focus is on both the City as a whole (government-wide) and on the major individual funds. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year to year or government to government) and enhance the City's accountability.

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

Government-wide Financial Statements

The *government-wide financial statements* are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. The focus is on "activities" rather than "fund types."

The *Statement of Net Position* presents information on all of the City's assets and liabilities, with the difference reported as net position. The focus of the Statement of Net Position is designed to be similar to bottom line results for the City and its governmental and business-type activities. Over time, the increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2018
(Unaudited)

The government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, public safety, physical environment, transportation, economic development, and culture and recreation. The business-type activities of the City consist of the water/sewer and stormwater utilities, solid waste services, and industrial park operations.

The government-wide financial statements include not only the City of Plant City itself (the primary government) but also one district of the legally separate Community Redevelopment Agency. Financial information for this component unit is blended with the financial information presented for the primary government itself since board members are the same as the members of the City Commission.

The City has one defined benefit pension plan and one defined contribution pension plan established for the exclusive benefit of its employees and beneficiaries. Reporting on the defined benefit pension plan is included in these statements, and information about the defined contribution pension plan can be found in the footnotes to the Financial Statements.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over the resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: (1) governmental funds, (2) proprietary funds, and (3) fiduciary funds. Traditional users of governmental fund financial statements will find the fund financial statements presentation more familiar.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the City's near-term financing requirements.

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

CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2018
(Unaudited)

The City maintains fifteen individual governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances for the General Fund and the Community Redevelopment Agency Fund, all of which are considered to be major funds. Data from the other thirteen governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in this report, following the notes to the financial statements.

The City adopts an annual appropriated budget for its General Fund and the Special Revenue Funds. Budgetary comparison schedules have been provided for the major governmental funds that adopt an annual operating budget to demonstrate compliance with the budget.

Proprietary Funds

The City maintains two different proprietary fund types. Enterprise Funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses Enterprise Funds to account for its water/sewer and stormwater utility systems, solid waste service and its industrial park operations. The Internal Service Funds are an accounting device used to accumulate and allocate the costs of workers' compensation insurance and fleet acquisitions internally among the City's various functions. The Proprietary Fund statements provide the same type of information as the government-wide financial statements, only in more detail.

Fiduciary Funds

Fiduciary Funds are used to account for resources held for the benefit of parties outside the City. Fiduciary Funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for Fiduciary Funds is much like that used for Proprietary Funds. The City's safety employee's pension trust fund is included in the fiduciary fund type.

Notes to the Financial Statements

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

**CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2018
(Unaudited)**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statements of Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. For the current year, the City's assets exceeded liabilities by \$235.3 million.

The following table reflects the condensed Statements of Net Position for the current and prior year:

	Governmental Activities		Business-type Activities		Total	
	2018	2017 (As Restated)	2018	2017 (As Restated)	2018	2017 (As Restated)
Current and Other Assets	\$52,032,598	\$45,802,191	\$ 67,470,697	\$ 73,449,853	\$ 119,503,295	\$ 119,252,044
Capital Assets	65,739,985	67,475,351	109,885,788	103,432,919	175,625,773	170,908,270
Total Assets	<u>117,772,583</u>	<u>113,277,542</u>	<u>177,356,485</u>	<u>176,882,772</u>	<u>295,129,068</u>	<u>290,160,314</u>
Deferred Outflows	4,870,976	6,053,398	37,145	36,155	4,908,121	6,089,553
Long-term Liabilities	26,706,907	28,933,350	29,051,315	31,787,141	55,758,222	60,720,491
Other Liabilities	4,921,250	1,767,414	3,518,595	4,544,535	8,439,845	6,311,949
Total Liabilities	<u>31,628,157</u>	<u>30,700,764</u>	<u>32,569,910</u>	<u>36,331,676</u>	<u>64,198,067</u>	<u>67,032,440</u>
Deferred Inflows	548,919	434,580	24,080	-	572,999	434,580
Net Investment in Capital Assets	60,464,657	60,416,780	81,951,499	72,797,595	142,416,156	133,214,375
Restricted	9,812,149	9,351,406	14,738,028	14,811,283	24,550,177	24,162,689
Unrestricted	20,189,677	18,427,410	48,110,113	52,978,373	68,299,790	71,405,783
Total Net Position	<u>\$90,466,483</u>	<u>\$88,195,596</u>	<u>\$ 144,799,640</u>	<u>\$ 140,587,251</u>	<u>\$ 235,266,123</u>	<u>\$ 228,782,847</u>

Sixty percent (60%) of the City's net position reflects its investment in capital assets (e.g., land, buildings, improvements, infrastructure, vehicles and equipment) less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Ten percent (10%) of the City's net position represents resources that are subject to external restrictions on how they may be used.

As of September 30, 2018, the City is able to report positive balances in all three categories of net position, both for the City as a whole, as well as for its separate governmental and business-type activities. This also held true for the previous fiscal year end.

Total net position increased by \$6.5 million, the majority of which is related to the \$9.2 million increase in net investment in capital assets, offset by a decrease of \$3.1 million in unrestricted funds and an increase in restricted funds of \$388 thousand. Net investment in capital assets for the business-type activities increased by \$9.2 million, while governmental activities increased by \$50 thousand.

CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2018
(Unaudited)

City-wide capital assets are generally purchased with cash and the total value of the City's capital assets increased by \$4.7 million. Long-term debt associated with capital assets declined by \$3.7 million, and accumulated depreciation increased by \$9.4 million. For more details, see the Capital Asset and Debt Administration section with more detail in Note 3D.

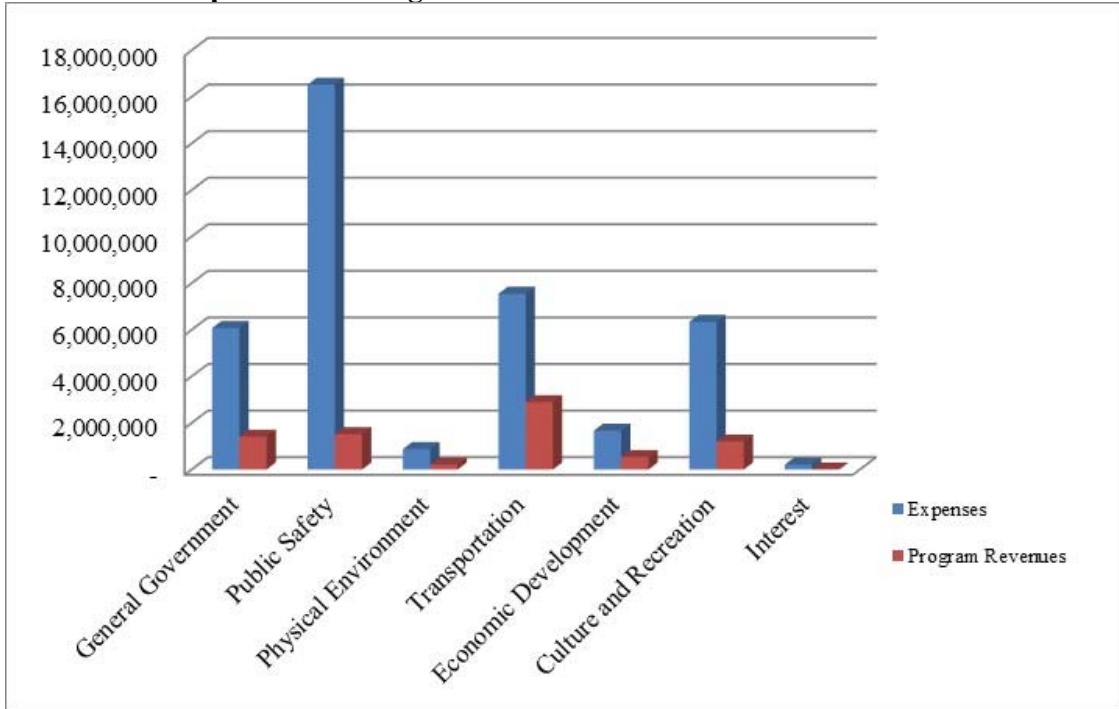
Statements of Activities

The following table reflects the condensed Statements of Activities for the current and prior year:

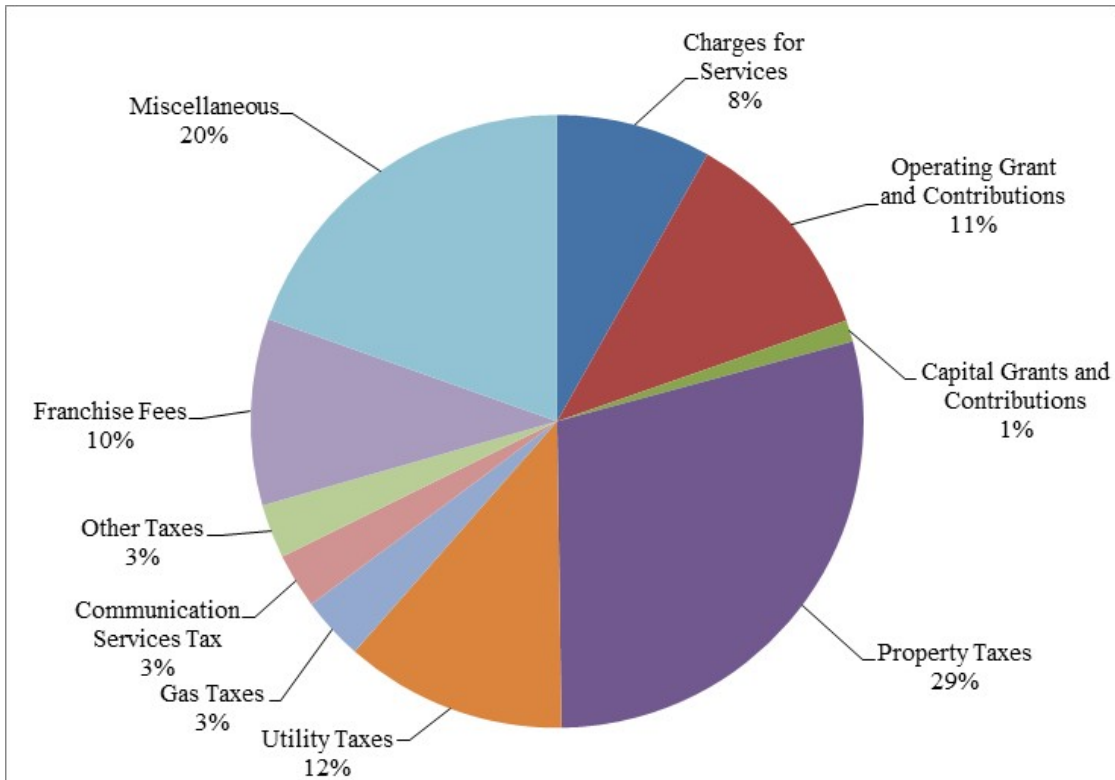
	Governmental Activities		Business-type Activities		Total	
	2018	2017 (As Restated)	2018	2017 (As Restated)	2018	2017 (As Restated)
Revenues						
Program Revenues						
Charges for Services	\$ 3,296,753	\$ 3,307,522	\$ 28,669,498	\$ 28,190,473	\$ 31,966,251	\$ 31,497,995
Operating Grants and Contributions	4,637,584	1,879,877	62,980	859,635	4,700,564	2,739,512
Capital Grants and Contributions	459,149	719,790	706,701	569,304	1,165,850	1,289,094
General Revenues						
Property Taxes	11,696,287	9,136,767	-	-	11,696,287	9,136,767
Other Taxes	8,394,009	8,059,241	-	-	8,394,009	8,059,241
Franchise Fees	3,974,137	3,934,776	-	-	3,974,137	3,934,776
Other	7,902,786	7,399,949	1,190,062	700,529	9,092,848	8,100,478
Total Revenues	40,360,705	34,437,922	30,629,241	30,319,941	70,989,946	64,757,863
Expenses						
General Government	6,078,079	4,762,505	-	-	6,078,079	4,762,505
Public Safety	16,519,480	13,835,477	-	-	16,519,480	13,835,477
Physical Environment	878,375	806,300	-	-	878,375	806,300
Transportation	7,546,468	3,904,189	-	-	7,546,468	3,904,189
Economic Development	1,670,720	1,150,709	-	-	1,670,720	1,150,709
Culture and Recreation	6,340,631	6,094,501	-	-	6,340,631	6,094,501
Interest	208,298	230,007	-	-	208,298	230,007
Water and Sewer	-	-	16,432,269	15,211,641	16,432,269	15,211,641
Solid Waste	-	-	5,689,061	5,642,980	5,689,061	5,642,980
Stormwater	-	-	3,131,416	2,588,495	3,131,416	2,588,495
Industrial Park	-	-	11,873	20,058	11,873	20,058
Total Expenses	39,242,051	30,783,688	25,264,619	23,463,174	64,506,670	54,246,862
Change in Net Position						
Before Transfers	1,118,654	3,654,234	5,364,622	6,856,767	6,483,276	10,511,001
Transfers	1,152,233	1,390,426	(1,152,233)	(1,390,426)	-	-
Change in Net Position	2,270,887	5,044,660	4,212,389	5,466,341	6,483,276	10,511,001
Net Position, Beginning, as restated	88,195,596	83,150,936	140,587,251	135,120,910	228,782,847	218,271,846
Net Position, Ending	<u>\$90,466,483</u>	<u>\$88,195,596</u>	<u>\$ 144,799,640</u>	<u>\$ 140,587,251</u>	<u>\$ 235,266,123</u>	<u>\$ 228,782,847</u>

**CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2018
(Unaudited)**

Expenses and Program Revenues – Governmental Activities

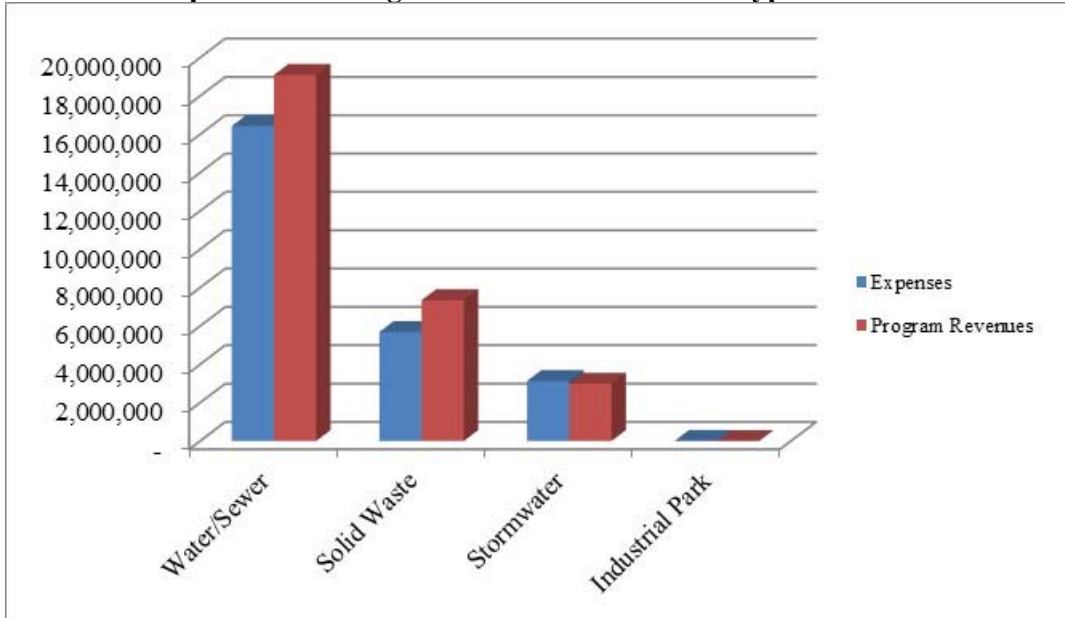


Revenue Sources – Governmental Activities

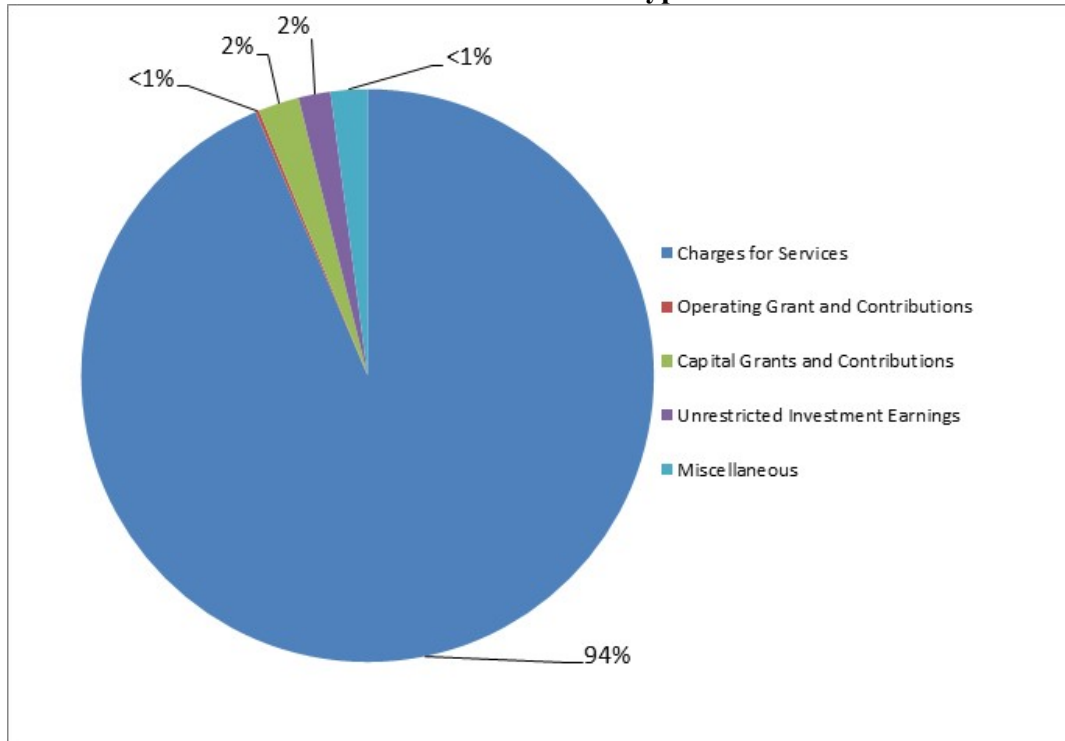


**CITY OF PLANT CITY, FLORIDA
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 SEPTEMBER 30, 2018
 (Unaudited)**

Expenses and Program Revenues – Business-type Activities



Revenue Sources – Business-type Activities



CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2018
(Unaudited)

Governmental Activities

Governmental activities net position increased by \$2,270,887.

Total revenues of governmental activities increased \$5,922,783. General revenues increased by \$3,436,486 due to an increase in property tax of \$2,559,520. Program revenues of governmental activities increased by \$2,486,297 due to an increase in operating grants of \$2,757,707. This was offset by a decrease in capital grants and contributions of \$260,641, and a decrease in charges for services of \$10,769.

Governmental activities expenses increased by a total of \$8,458,363, mainly due to increases in transportation of \$3,642,279, public safety of \$2,684,003, and a \$1,315,574 increase in general government. Other major changes include increases to physical environment of \$72,075, economic development of \$520,011, culture and recreation of \$246,130 and a decrease in interest on long term debt of \$21,709.

Business-type Activities

Business-type activity revenues increased \$309,300 because general revenues showed an increase of \$4,789,533, primarily due to an insurance refund of \$334,238. Program revenues decreased by \$180,2336 due to a decrease in operating grants and contributions of \$796,655, which was partially offset by an increase in charges for services of \$479,025.

Expenses of business-type activities increased by \$1,801,445 due to an increase of \$672,363 in the personal services costs related to the 7.5% market adjustment increase in wages and the increased insurance cost absorbed by the City. In addition, the water/sewer fund acquired a water system assessment for \$343,055; operating expenses totaling \$417,425 that were previously recorded as CWIP; and water/sewer system repairs of approximately \$53,000. Solid Waste disposal charges increased \$63,891 due to disposal charges for the additional 1,400 customers added to the system in January 2018. Stormwater reported a cost of \$225,869 for pipe rehabilitation; depreciation and maintenance of motor equipment increased \$134,085 based on aging fleet. Debt service expense for principal and interest increased \$222,506 to pay off the stormwater debt, which was funded by a transfer out of the Solid Waste Fund.

CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2018
(Unaudited)

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

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

Governmental Funds

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

As of September 30, 2018, the City's governmental funds reported a combined ending fund balance of \$41.6 million, an increase of \$5,097,901 in comparison with the prior year. Approximately 31% of the ending fund balance constitutes unassigned fund balance.

The General Fund is the chief operating fund of the City. At September 30, 2018, the unassigned fund balance of the General Fund was \$12.7 million, while the total fund balance was \$17.1 million. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 49% of total General Fund expenditures, while total fund balance represents 66% of that same amount.

The fund balance of the City's General Fund decreased by \$245,234 during the fiscal year. Revenue collected was greater than the budgeted amount by \$2.3 million due to utility taxes, intergovernmental revenue, and charges for services exceeding the budget. In addition, department expenditures were under budget by \$2.1 million. The savings in these areas was used for capital projects as shown in the transfer out of \$4.7 million.

The fund balance of the Community Redevelopment Agency Fund increased by \$792,932 during the fiscal year. Some of the capital projects planned for the year have not been completed and will carry forward to the next fiscal year.

Proprietary Funds

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

Unrestricted net position of the Water/Sewer Fund, Solid Waste Fund and the Stormwater Fund at September 30, 2018, amounted to \$24.6 million, \$12.8 million, and \$4.3 million, respectively. The change in net position was an increase of \$3,094,009, an increase of \$1,034,412, and an increase of \$1,318,943, respectively.

CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2018
(Unaudited)

GENERAL FUND BUDGETARY HIGHLIGHTS

Differences in appropriations between the original budget and the final amended budget amounted to \$2,232,365. Of this amount, \$154,416 is attributed to an increase in budget appropriations that was offset by additional revenues as summarized below:

- An EMS grant from Hillsborough County of \$8,413 to purchase and install a stretcher system for an ambulance.
- Mosiac donated \$45,115 to purchase extrication and stabilization equipment for the new fire truck.
- A new basketball and cheerleading camp activities increased recreation revenues by \$10,000.
- A Federal Fire Act Grant of \$65,455 to install a diesel exhaust removal system in Fire Station 1 and 2.
- The 2017 Edward Byrne Memorial Justice Grant for five laser and two radar speed measurement devices plus batteries totaling \$12,993 for the police department.
- The 2018 Edward Byrne Memorial Justice Grant to purchase and install 24 backup cameras and monitors in police patrol vehicles costing \$12,440.

The following increase, along with the \$44,476 reserved for previous year's encumbrances, was appropriated from fund balance:

- Design and construction of a new Community Center on MLK Boulevard for \$2,000,000.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of September 30, 2018, amounts to \$175.6 million (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, infrastructure, vehicles and equipment. The total increase in the City's investment in capital assets for the current fiscal year (net of accumulated depreciation) was \$4,717,503.

In governmental activities, total capital assets decreased by \$1,735,366. This decrease can be attributed to the increase in depreciation expense of \$6,371,856, which was greater than the value of the assets added to the system in four categories. Two categories realized an overall increase: land – \$769,786 and Construction Work in Progress (CWIP) – \$424,872. Some of the major governmental projects completed during the current fiscal year are:

- Reconstruct North Vermont Street at a cost of \$893,219;
- West Side Canal Stabilization of \$745,846;
- Replace Courier Field Shelter for \$103,115;
- Replace Sansone Park Pavillion for \$30,000;
- Playground improvements totaling \$69,339 at Ellis Methvin, Burchwood, Sansone and Gilchrist parks.

**CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2018
(Unaudited)**

In business-type activities, total capital assets increased by \$6,452,869. The overall depreciation expense of \$5,004,050 exceeded the increase in capital asset value on aging buildings and equipment. Infrastructure assets increased by \$14,646,381, of which \$7,609,238 was held in CWIP the prior year. The following major business type projects completed and capitalized in 2018 include:

- County Line Road Area Watermain for \$6,471,246;
- Park Road Reclaimed Water for \$1,963,206;
- Water and sewer line repairs in advance of street resurfacing totaling \$3,266,245;
- Sewer line repairs in limited access areas for \$3,380,913;
- Reece Road forcemain costing \$125,508;
- SR 574 utility relocation for \$485,041;
- Installation of automatic meter reading (AMR) devices for \$1,033,483.

Capital Assets at Year End (Net of Depreciation)

	Governmental Activities		Business-type Activities		Total	
	2018	2017	2018	2017	2018	2017
Land	\$19,812,259	\$19,042,473	\$ 2,423,262	\$ 2,068,396	\$ 22,235,521	\$ 21,110,869
Infrastructure	22,848,245	24,451,656	49,855,428	35,209,047	72,703,673	59,660,703
Buildings and Plant	13,408,035	14,122,396	48,539,018	50,257,338	61,947,053	64,379,734
Equipment	7,745,181	8,334,242	1,632,240	853,060	9,377,421	9,187,302
Library Books	201,388	224,579	-	-	201,388	224,579
Construction in Progress	1,724,877	1,300,005	7,435,840	15,045,078	9,160,717	16,345,083
Total	\$65,739,985	\$67,475,351	\$109,885,788	\$103,432,919	\$175,625,773	\$170,908,270

Additional information on the City's capital assets can be found in the notes to the financial statements in Note 3D.

Long-Term Debt

At the end of the current fiscal year the City had total long-term liabilities outstanding of \$55.8 million, a decrease of \$5 million from the prior year.

Long-term Debt at Year End

	Governmental Activities		Business-type Activities		Total	
	2018	2017 (As Restated)	2018	2017 (As Restated)	2018	2017 (As Restated)
Bonds and Notes Payable	\$ 5,275,328	\$ 6,261,444	\$ 27,934,288	\$ 30,635,325	\$ 33,209,616	\$ 36,896,769
Compensated Absences	1,048,531	1,046,916	457,071	471,640	1,505,602	1,518,556
Net Pension Liability	18,629,563	20,039,515	-	-	18,629,563	20,039,515
Total OPEB Liability	1,332,248	1,259,003	661,418	623,671	1,993,666	1,882,674
Landfill Closure Costs	-	-	-	56,506	-	56,506
Estimated Claims Payable	421,237	326,472	-	-	421,237	326,472
Total	\$26,706,907	\$28,933,350	\$ 29,052,777	\$ 31,787,142	\$ 55,759,684	\$ 60,720,492

Additional information on the City's long-term debt can be found in the notes to the financial statements in Note 3F.

**CITY OF PLANT CITY, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2018
(Unaudited)**

NEXT YEAR'S BUDGETS AND RATES

The City's millage rate for fiscal year 2019 remains at 5.7157, which includes 1.0 mil dedicated solely to street resurfacing. The rolled-back rate for fiscal year 2019 was 5.3651. For fiscal year 2019, the City's property tax valuation increased by \$191,199,606 (9.6%).

The City's stormwater rates will increase by 3%. The water and sewer rates will increase by 2.474% for fiscal year 2019. The Solid Waste Fund rates were scheduled to increase by 3% as of October 1, 2018, but due to the strong financial condition of the Solid Waste Fund, the City Commission decided not to increase the rates. These rates have remained stable for 11 years.

The fiscal year 2019 budget includes a seven and one-half percent (7.5%) pay increase for employees. City-wide expenses increased by 1.3% or \$1,004,482 over the prior year original budget. This increase is primarily due to an investment in personal services, specifically adding a net of 6 positions. The City changed health insurance providers and realized a premium savings of \$200,000.

The Street Fund revenues and expenditures decreased in 2019 because the Hillsborough County grant of \$2 million was not budgeted until the interlocal agreement is signed. The Enterprise Fund revenues for the Water/Sewer and Solid Waste Funds show an increase due to consumption and number of customers utilizing City services.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the City's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Chief Financial Officer, City of Plant City, P. O. Box C, Plant City, Florida 33564.

CITY OF PLANT CITY, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2018

	Primary Government		
	Governmental Activities	Business-type Activities	Total
Assets			
Cash and Cash Equivalents	\$ 26,922,411	\$ 5,208,047	\$ 32,130,458
Investments	27,050,124	35,474,312	62,524,436
Accounts Receivable	1,311,946	3,401,806	4,713,752
Loans Receivable	86,726	-	86,726
Interest Receivable	144,063	187,816	331,879
Internal Balances	(5,721,646)	5,721,646	-
Due from Other Governments	1,124,546	-	1,124,546
Inventory	66,067	281,159	347,226
Restricted Assets			
Cash and Cash Equivalents	842,885	17,195,911	18,038,796
Deposits/Prepays	43,899	-	43,899
Land Held for Resale	161,577	-	161,577
Capital Assets			
Nondepreciable	21,537,136	9,859,102	31,396,238
Depreciable, net	44,202,849	100,026,686	144,229,535
Total Assets	<u>117,772,583</u>	<u>177,356,485</u>	<u>295,129,068</u>
Deferred Outflow of Resources			
Deferred Outflows - Debt Refunding	115,492	-	115,492
Deferred Outflows - Pensions	4,680,501	-	4,680,501
Deferred Outflows - OPEB	74,983	37,145	112,128
Total deferred Outflows of Resources	<u>4,870,976</u>	<u>37,145</u>	<u>4,908,121</u>
Liabilities			
Accounts Payable	4,116,016	887,103	5,003,119
Due to Other Governments	68,806	-	68,806
Other Current Liabilities	409,250	159,034	568,284
Unearned Revenue	300,000	21,169	321,169
Accrued Interest Payable	25,578	143,678	169,256
Deposits	1,600	2,307,611	2,309,211
Noncurrent Liabilities			
Due Within One Year	1,678,941	2,755,028	4,433,969
Due in More Than One Year	25,027,966	26,296,287	51,324,253
Total Liabilities	<u>31,628,157</u>	<u>32,569,910</u>	<u>64,198,067</u>
Deferred Inflow of Resources			
Deferred Inflows - Pensions	500,310	-	500,310
Deferred Inflows - OPEB	48,609	24,080	72,689
Total deferred Inflows of Resources	<u>548,919</u>	<u>24,080</u>	<u>572,999</u>
Net Position			
Net Investment in Capital Assets	60,464,657	81,951,499	142,416,156
Restricted for			
Debt Service	542,885	11,383,839	11,926,724
Capital Projects	5,025,079	3,354,189	8,379,268
Community Development	2,374,757	-	2,374,757
Street Improvements	1,435,072	-	1,435,072
Other Purposes	434,356	-	434,356
Unrestricted	20,189,677	48,110,113	68,299,790
Total Net Position	<u>\$ 90,466,483</u>	<u>\$ 144,799,640</u>	<u>\$ 235,266,123</u>

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

**CITY OF PLANT CITY, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2018**

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
General Government	\$ 6,078,079	\$ 1,261,944	\$ 148,646	\$ -
Public Safety	16,519,480	1,107,701	378,976	26,366
Physical Environment	878,375	210,841	-	-
Transportation	7,546,468	-	2,454,738	432,783
Economic Development	1,670,720	43,493	1,127,531	-
Culture and Recreation	6,340,631	672,774	527,693	-
Interest on Long-term Debt	208,298	-	-	-
Total Governmental Activities	39,242,051	3,296,753	4,637,584	459,149
Business-type Activities				
Water/Sewer	16,432,269	18,329,810	62,980	706,701
Solid Waste	5,689,061	7,350,223	-	-
Stormwater	3,131,416	2,989,465	-	-
Industrial Park	11,873	-	-	-
Total Business-type Activities	25,264,619	28,669,498	62,980	706,701
Total Primary Government	\$ 64,506,670	\$ 31,966,251	\$ 4,700,564	\$ 1,165,850

General Revenues
Taxes
 Property Taxes
 Insurance Premium Taxes
 Utility Taxes
 Gas Taxes
 Communication Services Taxes
 Business Taxes
Franchise Fees
Intergovernmental Revenues, Unrestricted
Unrestricted Investment Earnings
Gain on Disposal of Capital Assets
Transfers
Total General Revenues and Transfers
Change in Net Position
Net Position, Beginning, as restated
Net Position, Ending

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

**Net (Expense) Revenue and
Change in Net Position**

Governmental Activities	Business-type Activities	Totals
\$ (4,667,489)	\$ -	\$ (4,667,489)
(15,006,437)	-	(15,006,437)
(667,534)	-	(667,534)
(4,658,947)	-	(4,658,947)
(499,696)	-	(499,696)
(5,140,164)	-	(5,140,164)
(208,298)	-	(208,298)
<u>(30,848,565)</u>	<u>-</u>	<u>(30,848,565)</u>
-	2,667,222	2,667,222
-	1,661,162	1,661,162
-	(141,951)	(141,951)
-	(11,873)	(11,873)
-	4,174,560	4,174,560
<u>(30,848,565)</u>	<u>4,174,560</u>	<u>(26,674,005)</u>
11,696,287	-	11,696,287
600,921	-	600,921
4,725,832	-	4,725,832
1,346,757	-	1,346,757
1,171,149	-	1,171,149
549,350	-	549,350
3,974,137	-	3,974,137
7,462,856	-	7,462,856
439,930	553,538	993,468
-	636,524	636,524
1,152,233	(1,152,233)	-
<u>33,119,452</u>	<u>37,829</u>	<u>33,157,281</u>
2,270,887	4,212,389	6,483,276
88,195,596	140,587,251	228,782,847
<u>\$ 90,466,483</u>	<u>\$ 144,799,640</u>	<u>\$ 235,266,123</u>

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

**CITY OF PLANT CITY, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2018**

	General Fund	Community Redevelopment Agency Fund	Nonmajor Governmental Funds	Total Governmental Funds
Assets				
Cash and Cash Equivalents	\$ 2,348,290	\$ 2,269,997	\$ 19,512,082	\$ 24,130,369
Investments	13,840,242	-	5,029,866	18,870,108
Accounts Receivable	1,311,946	-	-	1,311,946
Interest Receivable	74,253	-	26,581	100,834
Due from Other Governments	560,921	-	563,625	1,124,546
Loans Receivable	-	-	86,726	86,726
Prepaid Items	5,607	-	-	5,607
Inventory	66,067	-	-	66,067
Deposits	8,292	-	-	8,292
Restricted Cash	-	-	842,885	842,885
Land Held for Resale	-	-	161,577	161,577
Total Assets	\$ 18,215,618	\$ 2,269,997	\$ 26,223,342	\$ 46,708,957
Liabilities, Deferred Inflows, and Fund Balances				
Liabilities				
Accounts Payable	\$ 381,429	\$ 13,525	\$ 3,582,668	\$ 3,977,622
Due to Other Governments	2,165	-	66,641	68,806
Other Current Liabilities	394,935	-	14,315	409,250
Unearned Revenues	-	-	300,000	300,000
Customer Deposits	1,600	-	-	1,600
Total Liabilities	780,129	13,525	3,963,624	4,757,278
Deferred Inflows of Resources				
Unavailable Revenues	358,056	-	5,347	363,403
Total Deferred Inflows	358,056	-	5,347	363,403
Fund Balances				
Nonspendable	71,674	-	248,303	319,977
Restricted	434,356	2,256,472	6,251,754	8,942,582
Committed	1,728,873	-	15,754,314	17,483,187
Assigned	2,148,022	-	-	2,148,022
Unassigned	12,694,508	-	-	12,694,508
Total Fund Balances	17,077,433	2,256,472	22,254,371	41,588,276
Total Liabilities, Deferred Inflows and Fund Balances	\$ 18,215,618	\$ 2,269,997	\$ 26,223,342	\$ 46,708,957

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

CITY OF PLANT CITY, FLORIDA
RECONCILIATION OF THE BALANCE SHEET—GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2018

Total Fund Balances, Total Governmental Funds		\$ 41,588,276
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		59,773,274
Certain long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.		363,403
Deferred outflows, deferred inflows, and the net pension liability related to the City's pension plan are not expected to be liquidated with expendable available financial resources and, therefore are not reported in the funds.		
Deferred outflows - pensions	\$ 4,680,501	
Deferred inflows - pensions	(500,310)	
Net pension liability	<u>(18,629,563)</u>	(14,449,372)
Deferred outflows, deferred inflows, and the total OPEB liability related to the City's other post-employment benefits plan are not expected to be liquidated with expendable available financial resources and, therefore are not reported in the funds.		
Deferred outflows - OPEB	\$ 74,983	
Deferred inflows - OPEB	(48,609)	
Total OPEB liability	<u>(1,332,248)</u>	(1,305,874)
Long-term liabilities, including debt payable, compensated absences and other post-employment benefits, are not due and payable in the current period and, therefore, are not reported in the funds.		
Long-term debt	\$ (5,275,328)	
Deferred outflows - debt refunding	115,492	
Compensated absences	(1,048,531)	
Accrued interest payable	<u>(25,578)</u>	(6,233,945)
Internal service funds are used by management to charge the costs of certain activities, such as fleet acquisitions and workers' compensation insurance, to individual funds. This is the portion of the internal service fund's net position included in governmental activities in the Statement of Net Position.		<u>10,730,721</u>
Net Position of Governmental Activities		<u><u>\$ 90,466,483</u></u>

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

CITY OF PLANT CITY, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	General Fund	Community Redevelopment Agency Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues				
Property Taxes	\$ 11,047,668	\$ 648,619	\$ -	\$ 11,696,287
Utility Taxes	4,725,832	-	-	4,725,832
Gas Taxes	-	-	1,346,757	1,346,757
Business Taxes	549,350	-	-	549,350
Communication Services Tax	1,171,149	-	-	1,171,149
Insurance Premium Tax	600,921	-	-	600,921
Franchise Fees	3,974,137	-	-	3,974,137
Fees and Permits	935,645	-	-	935,645
Impact Fees	-	-	604,766	604,766
Fines and Forfeitures	120,598	-	-	120,598
Intergovernmental	5,234,533	632,550	6,038,513	11,905,596
Charges for Services	1,858,390	-	43,493	1,901,883
Contributions	155,327	-	-	155,327
Interest Revenue	251,280	-	100,670	351,950
Miscellaneous Revenue	168,862	-	1,681	170,543
Total Revenues	<u>30,793,692</u>	<u>1,281,169</u>	<u>8,135,880</u>	<u>40,210,741</u>
Expenditures				
Current				
General Government	3,808,805	-	51,705	3,860,510
Public Safety	15,946,556	-	35,766	15,982,322
Physical Environment	684,730	-	-	684,730
Transportation	28,162	-	5,668,729	5,696,891
Economic Development	632,550	456,102	442,540	1,531,192
Culture and Recreation	4,916,041	-	35,094	4,951,135
Debt Service				
Principal	-	-	980,000	980,000
Interest and Fiscal Charges	-	-	203,686	203,686
Capital Outlay	371,944	32,135	3,847,394	4,251,473
Total Expenditures	<u>26,388,788</u>	<u>488,237</u>	<u>11,264,914</u>	<u>38,141,939</u>
Excess of Revenues Over Expenditures	<u>4,404,904</u>	<u>792,932</u>	<u>(3,129,034)</u>	<u>2,068,802</u>
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	57,960	-	3,198	61,158
Transfers in	-	-	14,434,183	14,434,183
Transfers out	(4,708,098)	-	(6,758,144)	(11,466,242)
Total Other Financing Sources (Uses)	<u>(4,650,138)</u>	<u>-</u>	<u>7,679,237</u>	<u>3,029,099</u>
Net Change in Fund Balances	(245,234)	792,932	4,550,203	5,097,901
Fund Balances, Beginning	17,322,667	1,463,540	17,704,168	36,490,375
Fund Balances, Ending	<u>\$ 17,077,433</u>	<u>\$ 2,256,472</u>	<u>\$ 22,254,371</u>	<u>\$ 41,588,276</u>

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

**CITY OF PLANT CITY, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES—GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2018**

Net Change in Fund Balances, Total Governmental Funds		\$ 5,097,901
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:		
Capital outlays	\$ 3,145,314	
Depreciation expense	<u>(4,674,126)</u>	(1,528,812)
The net effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins and donations) is to decrease net position.		
		(82,618)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
		61,984
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items as expenditures when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		
Principal repayment of long-term debt		980,000
In the governmental funds, current year expenditures related to pensions and OPEB are comprised solely of amounts contributed to the plans for the current year. However, in the statement of activities, expenses related to pensions and OPEB include amounts that do not require the use of current financial resources. This amount represents the difference in the required accounting treatment of pensions, OPEB, and related items.		
		59,194
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:		
Amortization of discounts/premiums	(13,132)	
Change in compensated absences	(1,615)	
Change in accrued interest payable	<u>8,520</u>	(6,227)
Internal service funds are used by management to charge the costs of certain activities, such as fleet acquisitions and workers' compensation insurance, to individual funds. This is the net revenue of the internal service funds reported within governmental activities.		
		<u>(2,310,535)</u>
Change in Net Position, Governmental Activities		<u><u>\$ 2,270,887</u></u>

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

**CITY OF PLANT CITY, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2018**

	Business-Type Activities—Enterprise Funds				Total	Governmental Activities— Internal Service Funds
	Water/Sewer Fund	Solid Waste Fund	Stormwater Fund	Nonmajor Fund Industrial Park		
Assets						
Current Assets						
Cash and Cash Equivalents	\$ 1,423,144	\$ 2,910,791	\$ 764,784	\$ 109,328	\$ 5,208,047	\$ 2,792,042
Investments	21,318,923	10,031,801	3,649,566	474,022	35,474,312	8,180,016
Accounts Receivable	2,883,218	375,375	143,213	-	3,401,806	-
Interest Receivable	113,009	53,015	19,287	2,505	187,816	43,229
Inventory	281,159	-	-	-	281,159	-
Total Current Assets	<u>26,019,453</u>	<u>13,370,982</u>	<u>4,576,850</u>	<u>585,855</u>	<u>44,553,140</u>	<u>11,015,287</u>
Noncurrent Assets						
Restricted Cash and Cash Equivalents	17,195,911	-	-	-	17,195,911	-
Deposits	-	-	-	-	-	30,000
Capital Assets						
Land	2,051,968	-	371,294	-	2,423,262	-
Infrastructure	99,101,677	23,628	9,059,161	-	108,184,466	-
Buildings and Plant	74,137,807	69,783	351,211	-	74,558,801	-
Equipment	3,374,090	531,847	1,271,739	-	5,177,676	12,216,972
Construction in Progress	7,363,932	-	71,908	-	7,435,840	3,889
Less Accumulated Depreciation	<u>(82,488,779)</u>	<u>(552,064)</u>	<u>(4,853,414)</u>	<u>-</u>	<u>(87,894,257)</u>	<u>(6,254,150)</u>
Total Noncurrent Assets	<u>120,736,606</u>	<u>73,194</u>	<u>6,271,899</u>	<u>-</u>	<u>127,081,699</u>	<u>5,996,711</u>
Total Assets	<u>146,756,059</u>	<u>13,444,176</u>	<u>10,848,749</u>	<u>585,855</u>	<u>171,634,839</u>	<u>17,011,998</u>
Deferred Outflows of Resources						
OPEB deferred outflows	<u>22,693</u>	<u>9,045</u>	<u>5,407</u>	<u>-</u>	<u>37,145</u>	<u>-</u>
Liabilities						
Current Liabilities						
Accounts Payable	525,221	274,594	87,288	-	887,103	138,394
Unearned Revenue	21,169	-	-	-	21,169	-
Accrued Interest Payable	143,678	-	-	-	143,678	-
Other Current Liabilities	99,314	32,953	26,767	-	159,034	-
Deposits	2,307,611	-	-	-	2,307,611	-
Current Portion of Compensated Absences	184,571	36,564	35,116	-	256,251	-
Current Portion of Long-Term Debt	<u>2,498,777</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,498,777</u>	<u>-</u>
Total Current Liabilities	<u>5,780,341</u>	<u>344,111</u>	<u>149,171</u>	<u>-</u>	<u>6,273,623</u>	<u>138,394</u>
Noncurrent Liabilities						
Long-Term Debt	25,435,512	-	-	-	25,435,512	-
Compensated Absences	151,076	31,908	17,837	-	200,821	-
Estimated Claims Payable	-	-	-	-	-	421,237
Total OPEB Liability	<u>403,183</u>	<u>160,711</u>	<u>96,060</u>	<u>-</u>	<u>659,954</u>	<u>-</u>
Total Noncurrent Liabilities	<u>25,989,771</u>	<u>192,619</u>	<u>113,897</u>	<u>-</u>	<u>26,296,287</u>	<u>421,237</u>
Total Liabilities	<u>31,770,112</u>	<u>536,730</u>	<u>263,068</u>	<u>-</u>	<u>32,569,910</u>	<u>559,631</u>
Deferred Inflows of Resources						
OPEB deferred inflows	<u>14,711</u>	<u>5,864</u>	<u>3,505</u>	<u>-</u>	<u>24,080</u>	<u>-</u>
Net Position						
Net Investment in Capital Assets	75,606,406	73,194	6,271,899	-	81,951,499	5,966,711
Restricted for						
Debt Service	11,383,839	-	-	-	11,383,839	-
Capital Projects	3,354,189	-	-	-	3,354,189	-
Unrestricted	<u>24,649,495</u>	<u>12,837,433</u>	<u>4,315,684</u>	<u>585,855</u>	<u>42,388,467</u>	<u>10,485,656</u>
Total Net Position	<u>\$ 114,993,929</u>	<u>\$ 12,910,627</u>	<u>\$ 10,587,583</u>	<u>\$ 585,855</u>	<u>\$ 139,077,994</u>	<u>\$ 16,452,367</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.					5,721,646	
Net position of business-type activities					<u>\$ 144,799,640</u>	

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

CITY OF PLANT CITY, FLORIDA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Business-type Activities—Enterprise Funds				Totals	Governmental Activities— Internal Service Funds
	Water/Sewer Fund	Solid Waste Fund	Stormwater Fund	Nonmajor Fund Industrial Park Fund		
Operating Revenues						
Charges for Services	\$ 18,329,810	\$ 7,350,223	\$ 2,989,465	\$ -	\$ 28,669,498	\$ 2,177,123
Total Operating Revenues	<u>18,329,810</u>	<u>7,350,223</u>	<u>2,989,465</u>	<u>-</u>	<u>28,669,498</u>	<u>2,177,123</u>
Operating Expenses						
Personal Services	4,502,567	1,613,855	1,396,045	-	7,512,467	-
Other Services and Charges	6,781,201	4,152,721	1,283,148	-	12,217,070	671,628
Depreciation	4,485,535	12,689	493,953	11,873	5,004,050	1,697,730
Total Operating Expenses	<u>15,769,303</u>	<u>5,779,265</u>	<u>3,173,146</u>	<u>11,873</u>	<u>24,733,587</u>	<u>2,369,358</u>
Operating Income (Loss)	<u>2,560,507</u>	<u>1,570,958</u>	<u>(183,681)</u>	<u>(11,873)</u>	<u>3,935,911</u>	<u>(192,235)</u>
Nonoperating Revenues (Expenses)						
Intergovernmental Grants	62,980	-	-	-	62,980	-
Interest Revenue	399,589	110,654	38,453	4,842	553,538	87,980
Interest Expense	(713,210)	-	(7,832)	-	(721,042)	-
Gain (loss) on Sale of Capital Assets	77,442	559,556	36,478	(36,952)	636,524	(32,579)
Total Nonoperating Revenue (Expenses)	<u>(173,199)</u>	<u>670,210</u>	<u>67,099</u>	<u>(32,110)</u>	<u>532,000</u>	<u>55,401</u>
Income (Loss) Before Capital Contributions and Transfers	<u>2,387,308</u>	<u>2,241,168</u>	<u>(116,582)</u>	<u>(43,983)</u>	<u>4,467,911</u>	<u>(136,834)</u>
Capital Contributions	706,701	-	523,596	(691,579)	538,718	-
Transfers in	-	-	911,929	-	911,929	16,309
Transfers out	-	(1,206,756)	-	(689,423)	(1,896,179)	(2,000,000)
Change in Net Position	<u>3,094,009</u>	<u>1,034,412</u>	<u>1,318,943</u>	<u>(1,424,985)</u>	<u>4,022,379</u>	<u>(2,120,525)</u>
Net Position, Beginning, as restated	<u>111,899,920</u>	<u>11,876,215</u>	<u>9,268,640</u>	<u>2,010,840</u>		<u>18,572,892</u>
Net Position, Ending	<u>\$ 114,993,929</u>	<u>\$ 12,910,627</u>	<u>\$ 10,587,583</u>	<u>\$ 585,855</u>		<u>\$ 16,452,367</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.					190,010	
Change in net position of business-type activities					<u>\$ 4,212,389</u>	

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

CITY OF PLANT CITY, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Business-type Activities—Enterprise Fund				Governmental Activities— Internal Service Funds	
	Water/Sewer Fund	Solid Waste Fund	Stormwater Fund	Nonmajor Fund Industrial Park		Total
Cash Flows from Operating Activities						
Receipts from customers	\$ 17,970,053	\$ 7,352,710	\$ 2,980,747	\$ -	\$ 28,303,510	\$ -
Receipts from other funds for goods and services	-	-	-	-	-	2,177,123
Payments to suppliers for goods and services	(7,231,359)	(4,826,897)	(1,277,418)	23	(13,335,651)	(559,367)
Payments to employees for services	(4,465,570)	(1,610,609)	(1,391,483)	-	(7,467,662)	-
Net Cash Provided by Operating Activities	<u>6,273,124</u>	<u>915,204</u>	<u>311,846</u>	<u>23</u>	<u>7,500,197</u>	<u>1,617,756</u>
Cash Flows from Noncapital Financing Activities						
Transfers in	-	-	222,505	-	222,505	16,309
Transfers out	-	(1,206,756)	-	-	(1,206,756)	(2,000,000)
Net Cash Provided by (Used In) Noncapital Financing Activities	<u>-</u>	<u>(1,206,756)</u>	<u>222,505</u>	<u>-</u>	<u>(984,251)</u>	<u>(1,983,691)</u>
Cash Flows from Capital and Related Financing Activities						
Intergovernmental Grant	62,980	-	-	-	62,980	-
Acquisition and Construction of Capital Assets	(10,566,570)	(7,171)	(149,918)	-	(10,723,659)	(1,606,517)
Proceeds from Sale of Capital Assets	82,193	559,556	37,930	4,361	684,040	144
Capital Contributions	706,701	-	-	-	706,701	-
Principal Paid on Long-term Debt	(2,438,957)	-	(262,078)	-	(2,701,035)	-
Interest Paid on Long-term Debt	(725,753)	-	(7,832)	-	(733,585)	-
Net Cash Provided by (Used In) Capital and Related Financing Activities	<u>(12,879,406)</u>	<u>552,385</u>	<u>(381,898)</u>	<u>4,361</u>	<u>(12,704,558)</u>	<u>(1,606,373)</u>
Cash Flows from Investing Activities						
Purchase of Pooled Investments	(12,649,027)	(5,952,108)	(2,165,375)	(281,249)	(21,047,759)	(4,853,399)
Proceeds from Sale of Pooled Investments	14,401,593	5,391,331	(172,480)	264,626	19,885,070	5,946,969
Interest and Investment Earnings	394,491	102,177	24,832	4,742	526,242	87,445
Net Cash Provided by (Used by) Investing Activities	<u>2,147,057</u>	<u>(458,600)</u>	<u>(2,313,023)</u>	<u>(11,881)</u>	<u>(636,447)</u>	<u>1,181,015</u>
Net Change in Cash and Cash Equivalents	(4,459,225)	(197,767)	(2,160,570)	(7,497)	(6,825,059)	(791,293)
Cash and Cash Equivalents, Beginning of Year	23,078,280	3,108,558	2,925,354	116,825	29,229,017	3,583,335
Cash and Cash Equivalents, End of Year	<u>\$ 18,619,055</u>	<u>\$ 2,910,791</u>	<u>\$ 764,784</u>	<u>\$ 109,328</u>	<u>\$ 22,403,958</u>	<u>\$ 2,792,042</u>
Classified as:						
Cash and Cash Equivalents	\$ 1,423,144	\$ 2,910,791	\$ 764,784	\$ 109,328	\$ 5,208,047	\$ 2,792,042
Restricted cash and cash equivalents	17,195,911	-	-	-	17,195,911	-
	<u>\$ 18,619,055</u>	<u>\$ 2,910,791</u>	<u>\$ 764,784</u>	<u>\$ 109,328</u>	<u>\$ 22,403,958</u>	<u>\$ 2,792,042</u>

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

CITY OF PLANT CITY, FLORIDA
STATEMENT OF CASH FLOWS (CONTINUED)
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Business-type Activities—Enterprise Funds				Total	Governmental Activities—Internal Service Funds
	Water/Sewer Fund	Solid Waste Fund	Stormwater Fund	Nonmajor Fund Industrial Park		
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities						
Operating Income (Loss)	\$ 2,560,507	\$ 1,570,958	\$ (183,681)	\$ (11,873)	\$ 3,935,911	\$ (192,235)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities						
Depreciation and Amortization	4,485,535	12,689	493,953	11,873	5,004,050	1,697,730
Change in Assets and Liabilities						
Accounts Receivable	(359,757)	2,487	(8,718)	23	(365,965)	-
Inventory	(48,701)	-	-	-	(48,701)	-
Deferred Outflows	(605)	(240)	(144)	-	(989)	-
Accounts Payable	(468,951)	(621,706)	3,156	-	(1,087,501)	17,496
Deposits	61,192	-	-	-	61,192	-
Other Current Liabilities	6,302	4,036	2,574	-	12,912	-
Compensated Absences	725	(11,214)	(4,080)	-	(14,569)	-
Accrued Landfill Postclosure	-	(56,506)	-	-	(56,506)	-
Estimated Claims Payable	-	-	-	-	-	94,765
Deferred Inflows	14,711	5,864	3,505	-	24,080	-
Total OPEB Liability	22,166	8,836	5,281	-	36,283	-
Net Cash Provided by Operating Activities	<u>\$ 6,273,124</u>	<u>\$ 915,204</u>	<u>\$ 311,846</u>	<u>\$ 23</u>	<u>\$ 7,500,197</u>	<u>\$ 1,617,756</u>
Noncash Investing, Capital, and Financing Activities:						
Capital asset transfers (to) from other funds	\$ -	\$ -	\$ 997,153	\$ (473,557)	\$ 523,596	\$ -
Land available for sale transfers (to) from other funds	-	-	215,866	(907,445)	(691,579)	-
Net Noncash Investing, Capital, and Financing Activities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,213,019</u>	<u>\$ (1,381,002)</u>	<u>\$ (167,983)</u>	<u>\$ -</u>

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

**CITY OF PLANT CITY, FLORIDA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2018**

	Pension Trust Fund
Assets	
Cash and Cash Equivalents	\$ 1,495,741
Receivables	
Accrued Interest and Dividends	141,449
Total Receivables	141,449
Investments at Fair Value	
U.S. Government Agencies	4,351,884
Corporate Bonds and Notes	6,467,063
Common Stock	18,013,708
Mutual Funds	15,020,732
Total Investments	43,853,387
Total Assets	45,490,577
Net Position	
Restricted for Pension Benefits	\$ 45,490,577

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

CITY OF PLANT CITY, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Pension Trust Fund
Additions	
Contributions	
Employer	\$ 2,606,907
Employee	710,784
State of Florida	600,921
Total Contributions	3,918,612
Investment Income	
Interest and Dividends	1,230,006
Net Appreciation in Fair Value of Investments	2,022,669
Net Investment Income	3,252,675
Total Additions	7,171,287
Deductions	
Pension Benefits	2,575,102
Administrative Expenses	156,357
Total Deductions	2,731,459
Change in Net Position	4,439,828
Net Position, Beginning of Year	41,050,749
Net Position, End of Year	\$ 45,490,577

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

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CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City of Plant City, Florida (the “City”), was incorporated under the 1927 Laws of Florida, Chapter 13282, Section 2. It operates under the Commission–Manager form of government. The City provides traditional municipal services as authorized by its charter. These include police and fire protection, streets, traffic, stormwater, water, sewer and solid waste, parks and recreation, planning and zoning, cultural and general administrative services.

The financial statements of the City have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standard Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the government’s accounting policies are described below.

In evaluating the City as a reporting entity, management has included all component units in accordance with GASB statements. The financial reporting entity consists of the City (the primary government), and its blended component units. Blended component units are legally separate organizations for which the City is financially accountable. The component units discussed below are included in the City’s reporting entity.

The following component units are blended with the primary government for financial statement purposes because the component unit’s governing body is substantially the same as the City Commission or because the component unit exclusively serves the City.

Community Redevelopment Agency (the “CRA”)

The CRA was created in 1969 under Local Ordinance 12-1981 and under Section 163.356 *Florida Statutes*. Its sole purpose is to finance and redevelop the City’s designated redevelopment areas. The CRA is governed by a Board, all of whom are members of the City Commission. The CRA is reported as a major governmental fund.

Walden Lake Community Association Local Government Neighborhood Improvement District (the “District”)

The District was formed under Local Ordinance 03-1993 and under Section 163.503 *Florida Statutes*. The District is authorized to levy an ad valorem tax of up to two mills annually, on real and personal property located in the District. Proceeds collected are to be used to facilitate planning and improvements in the Walden Lakes Master Community. The City Commission of the City serves as the Board of Directors for the District. At this time, the District has not levied or collected any ad valorem taxes and its operations are dormant.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the primary government and its component units. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

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

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

The City's Internal Service Fund (which provides services to other funds of the City) is presented as part of the proprietary fund financial statements. Since the principal users of the internal services are the City's governmental activities, financial statements of internal service funds are consolidated into the governmental activities column when presented at the government-wide level. To the extent possible, the costs of these services are reflected in the appropriate governmental activities.

The government-wide financial statements, the proprietary fund financial statements and the fiduciary fund 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. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues, shown for proprietary operations, generally result from producing or providing goods and services such as water, sewer and solid waste collection. Operating expenses for these operations include all costs related to providing the service or product. These costs include salaries, supplies, travel, contract services, depreciation, administrative expenses, and other expenses directly related to costs of services. All other revenue and expenses not meeting these definitions are reported as nonoperating revenues and expenses.

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

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

The City reports the following major governmental funds:

- The General Fund is the City’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The Community Redevelopment Agency Fund accounts for various redevelopment projects that are funded by the Community Redevelopment Agency. Financial resources come from Hillsborough County, Tampa Port Authority, and the City of Plant City.

The City reports the following major proprietary funds:

- The Water/Sewer Fund accounts for the operations of the City’s regional water and sewer system.
- The Solid Waste Fund accounts for the operations of the City’s garbage and recycling programs.
- The Stormwater Fund accounts for the operations of the City’s stormwater system.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Additionally, the City reports the following fund types:

- The Internal Service Funds account for the uninsured risk of loss due to work-related injuries suffered by employees of the City and the costs of replacement vehicles in the City’s fleet.
- The Pension Trust Fund accounts for the activities of the Safety Employees’ Retirement Plan, which accumulates resources for pension benefit payments to qualified employees.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

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

When both restricted and unrestricted resources are available for use, it is the City’s policy to use restricted resources first, then unrestricted resources as they are needed.

The City allocates charges for indirect services provided by various funds based on a cost allocation plan. The costs are included in the program expense reported by functional activity in the Statement of Activities.

D. Assets, Liabilities and Net Assets

Deposits and Investments

The City’s cash and cash equivalents include cash on hand, time and demand deposits and short-term investments. For the purposes of the Statement of Cash Flows, the City considers all highly liquid investments (including restricted assets) with an original maturity of three months or less when purchased to be cash equivalents.

All investments, including Pension Funds, are stated at fair value. All fair market valuations are based on quoted market prices.

Receivables and Payables

Receivables consist of trade receivables, homeowner down payment assistance loan receivables, amounts due from other governments, and interest receivable, and are recorded net of any allowance for uncollectible amounts, if applicable.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year (if any) are reported as “advances to/from other funds.” All other outstanding balances between funds (if any) are reported as “due to/from other funds.” Any residual balances outstanding between the governmental activities and business-type activities (if any) are reported in the government-wide financial statements as “internal balances.”

Inventories and Prepaid Items

All inventories are valued at cost using the first-in, first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Restricted Assets

Certain proceeds of revenue bonds and loans, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond/loan covenants. In addition, customer deposits are reported as restricted assets.

Capital Assets

Capital assets, which include land, land improvements, plant and plant improvements, buildings, building improvements, furniture and equipment, and infrastructure (i.e., roads, bridges, sidewalks, and similar items), are reported in the applicable government or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an estimated useful life of two years or more and a cost of \$1,000 or more for general fixed assets and \$5,000 for vehicles. Capital improvement projects, which include infrastructure, equipment and construction, costing more than \$50,000 are capitalized. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Depreciable capital assets are amortized using the straight-line method (except library books, which use a composite method) over the following useful lives:

Infrastructure	20-50 years
Buildings and improvements	10-50 years
Equipment	3-20 years
Library books	7 years

Compensated Absences

All regular employees with less than five years continuous service earn 80 hours of annual leave. The number of hours of annual leave increases in increments of five years, relative to the number of years of continuous service. The maximum of 160 hours of annual leave is obtained after 20 years of continuous service. All hours earned during a fiscal year must be used by the end of the following fiscal or are forfeited. Employees who terminate with more than one year of service are paid for 100% of their unused annual leave. The City has accrued 100% of the annual leave liability.

All regular employees earn eight hours of sick leave per month. There is no maximum limitation on the number of sick leave days which may be accumulated. Employees who voluntarily terminate or retire after ten years of continuous service are paid for 50% of their accumulated sick leave balance. The City has accrued the estimated amount of vested sick leave for employees who have completed ten years of continuous service.

Long-term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bond issuance costs are expensed when incurred. Bonds payable are reported net of the applicable bond premium or discount.

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

Fund Equity

Government-wide and proprietary fund net position are divided into three components:

- *Net investment in capital assets*—consists of the historical cost of capital assets less accumulated depreciation and less any debt that remains outstanding that was used to finance those assets.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- *Restricted*—consists of funds that have constraints placed on them either externally by third parties (creditors, grantors, contributors, or laws or regulations of other governments) or by constitutional provisions or enabling legislation.
- *Unrestricted*—consists of the balance of net position.

In the governmental fund financial statements, the fund balances are classified as follows:

- *Nonspendable*—consists of amounts that cannot be spent, either because they are in a nonspendable form or because they are legally or contractually required to be maintained intact.
- *Restricted*—consists of funds that have constraints placed on them either externally by third parties (creditors, grantors, contributors, or laws or regulations of other governments) or by constitutional provisions or enabling legislation.
- *Committed*—consists of amounts that can only be used for specific purposes determined by a formal action by the City Commission through adoption of an ordinance or resolution, which are equally binding.
- *Assigned*—consists of amounts that have been designated by the City for a particular purpose, but are neither restricted nor committed. The Finance Director and City Manager are authorized to assign fund balance.

At fiscal year-end, any appropriation of existing fund balance to eliminate a projected budgetary deficit in the next year’s budget is considered to be an assignment of fund balance.

- *Unassigned*—consists of all amounts not included in other classifications.

Flow Assumptions—When both restricted and unrestricted amounts of fund balance/net position are available for use for expenditures/expenses incurred, it is the City’s policy to use restricted amounts first and then unrestricted amounts as they are needed.

For unrestricted amounts of fund balance, it is the City’s policy to use fund balance in the following order: committed, assigned and unassigned.

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 and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from management’s estimates.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The following items qualify for reporting in this category.

A deferred charge on refunding, which is reported in the government-wide Statement of Net Position, results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded debt or the refunding debt.

Deferred inflows and deferred outflows related to the recording of changes in its net pension liability are recognized as pension expense over time instead of all being recognized in the year of occurrence. Experience gains or losses result from periodic actuary studies and changes in actuarial assumptions adjust the net pension liability based on actual experience that was previously assumed, such as the assumed dates of retirement of plan members. These differences are deferred and amortized into pension expense over the expected remaining service life of plan members. The difference between projected investment return on pension investments and actual return on those investments is also deferred and amortized against pension expense over a five year period. The changes in proportion and differences between City contributions and proportionate share of contributions are also deferred and amortized against pension expense over a five year period. Additionally, any contributions made by the City to the pension plan before year end but subsequent to the measurement date of the City's net pension liability are reported as deferred outflows of resources.

The City also has deferred inflows and deferred outflows related to the recording of changes in its total other post-employment benefit (OPEB) liability. Certain changes in the total OPEB liability are recognized as OPEB expense over time instead of all being recognized in the year of occurrence. Experience gains or losses resulting from periodic actuary studies and changes in actuarial assumptions adjust the total OPEB liability based on actual experience that was previously assumed, such as the assumed dates of retirement of plan members. These differences are recorded as deferred outflows of resources or deferred inflows of resources and are amortized into OPEB expense over the expected remaining service life of plan members. Additionally, any benefits paid by the City to the OPEB plans before year-end but subsequent to the measurement date of the City's total OPEB liability are reported as deferred outflows of resources.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

In addition to the above pension related deferred inflows, the City also has one other type of these items, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, *unavailable revenue*, is reported only in the Governmental Funds Balance Sheet. The governmental funds report unavailable revenues from certain charges for services and fines and these amounts are deferred and will be recognized as an inflow of resources in the period in which the amounts become available.

Pension

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the City's plan and additions to/deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by the plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Property Taxes

Property tax collections are governed by Chapter 197, *Florida Statutes*. The Hillsborough County Tax Collector bills and collects all property taxes levied within the County. Discounts of 4%, 3%, 2%, and 1% are allowed for early payment in November, December, January, and February, respectively.

The Tax Collector remits collected taxes at least monthly to the City. The City recognizes property tax revenue as it is received from the Tax Collector since virtually all taxes levied will be collected through the tax collection process.

A calendar of events is as follows:

January 1	Property taxes are based on assessed value at this date as determined by the Hillsborough County Property Appraiser.
July 1	Assessment roll approved by the state.
September 30	Millage resolution approved by the City Commission.
October 1	Beginning of fiscal year for which taxes have been levied.
November 1	Property taxes due and payable.
November 30	Last day for 4% maximum discount.
April 1	Unpaid property taxes become delinquent.
May 15	Tax certificates are sold by the Hillsborough County Tax Collector. This is the first lien date on the properties.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (CONTINUED)

B. Budget

On or before September 1 each year, the City Manager submits to the City Commission a proposed operating budget for the fiscal year commencing October 1. A public hearing is conducted at City Hall to obtain taxpayer comments. Prior to October 1, the budget is legally enacted through passage of an ordinance.

Annual budgets are adopted for the General Fund, Special Revenue Funds and Debt Service Funds on a basis consistent with generally accepted accounting principles. All annual appropriations lapse at the end of each fiscal year for these funds. Project-length budgets are adopted for Capital Projects Funds. Appropriations in these funds remain open and carry over to succeeding years until the related expenditures are made, modified or cancelled.

Budgetary control is maintained at the department level. Department Heads are permitted to transfer appropriations between line items within their department, with the approval of the City Manager. All other types of budget transfers or amendments must be approved by the City Commission. Expenditures may not legally exceed budgeted appropriations at the department level.

NOTE 3 – DETAILED NOTES ON ALL FUNDS

A. Deposits with Financial Institutions

At September 30, 2018, the bank balances of the City's total deposits with banks was \$50,110,380. All of the City's public deposits are held in qualified public depositories pursuant to Florida Statutes, Chapter 280, *Florida Security for Public Deposits Act*. Under the Act, all qualified public depositories are required to pledge eligible collateral having a market value equal to or greater than the average daily or monthly balance of all public deposits, times the depository's collateral pledging level. The pledging level may vary depending upon the depository's financial condition and establishment period. All collateral must be deposited with an approved financial institution. Any losses to public depositors are covered by applicable deposit insurance, sale of securities pledged as collateral and, if necessary, assessments against other qualified public depositories of the same type as the depository in default. When public deposits are made in accordance with Chapter 280, no public depositor shall be liable for any loss thereof.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

B. Investments

As of September 30, 2018, the City had the following investments and maturities:

	Credit Rating (Moody's)	Fair Value	Maturities			
			Less Than 1	1 to 5	6 to 10	Over 10
City Investments						
Certificates of Deposit	Not Rated	\$ 4,000,000	\$ 4,000,000	\$ -	\$ -	\$ -
Government Securities	Aaa	34,090,117	13,574,275	20,515,842	-	-
Corporate Bonds and Notes	Not Rated	24,434,319	4,143,770	20,290,549	-	-
		<u>\$ 62,524,436</u>	<u>\$ 21,718,045</u>	<u>\$ 40,806,391</u>	<u>\$ -</u>	<u>\$ -</u>
Safety Employees' Retirement Fund						
U. S. Government Agencies	Aaa	\$ 4,351,884	\$ 36,334	\$ 1,356,950	\$ 1,851,641	\$ 1,106,959
Corporate Bonds and Notes	Aaa-Baa3	6,467,063	111,500	3,715,160	1,155,277	1,485,126
Common Stocks	Not Rated	18,013,708	18,013,708	-	-	-
Mutual Funds	Not Rated	15,020,732	15,020,732	-	-	-
		<u>\$ 43,853,387</u>	<u>\$ 33,182,274</u>	<u>\$ 5,072,110</u>	<u>\$ 3,006,918</u>	<u>\$ 2,592,085</u>

Fair Value Measurements.

The City categorizes its fair value measurements within fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs for similar assets, and Level 3 inputs are significant unobservable inputs. The City has the following recurring fair value measurements as of September 30, 2018:

	Level 1	Level 2	Level 3	Fair Value
City Investments				
Government Securities	\$ 10,074,452	\$ 24,015,665	\$ -	\$ 34,090,117
Corporate Bonds and Notes	-	24,434,319	-	24,434,319
	<u>\$ 10,074,452</u>	<u>\$ 48,449,984</u>	<u>\$ -</u>	<u>58,524,436</u>
Investments not subject to level disclosure:				
Certificates of deposit				<u>4,000,000</u>
Total investments				<u>\$ 62,524,436</u>
Safety Employees' Retirement Fund				
U. S. Government Agencies	\$ 1,382,532	\$ 2,969,352	\$ -	\$ 4,351,884
Corporate Bonds and Notes	-	6,467,063	-	6,467,063
Common Stocks	18,013,708	-	-	18,013,708
Mutual Funds	-	15,020,732	-	15,020,732
Total investments	<u>\$ 19,396,240</u>	<u>\$ 24,457,147</u>	<u>\$ -</u>	<u>\$ 43,853,387</u>

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

Interest Rate Risk

The risk that changes in interest rates will adversely affect the fair value of an investment.

City Investments

The City manages exposure to interest rate risk by matching investment maturities with known cash needs. Investment maturities of investments of current operating funds shall not exceed two months. Investments of other nonoperating funds may have varying terms not to exceed five years.

Pension Plan Investments

The Plan's investment portfolio is structured to provide sufficient liquidity to meet known cash flow requirements. The Plan also manages interest rate risk by evaluating credit ratings, diversifying the investment portfolio and by utilizing an outside investment manager to monitor performance. The Plan does not limit the weighted average maturity of their portfolio.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.

City Investments

Section 218.415, *Florida Statutes*, limits the types of investments that the City can invest in unless specifically authorized in the City's investment policy. The City has a formal investment policy that allows investments in the following: Florida Local Government Surplus Funds Trust, U.S. Government securities, U.S. Government agencies and instrumentalities, interest bearing time deposits or savings accounts held at qualified public depositories, repurchase agreements, and fixed income mutual funds that invest in authorized investments, commercial paper rated P-1 by Moody's and/or A-1 by Standard and Poor's or an equivalent rating, corporate bonds and medium term notes with ratings of at least "A" at the time of purchase, municipal bonds rated "A" or better and money market funds registered with the Securities and Exchange Commission that have the highest credit quality rating.

Safety Employees' Pension Trust Fund

Investments are limited by Florida Statute Chapter 185 and by an investment policy adopted by the fund's Board of Trustees. The allowable investments include: U.S. Government securities, U.S. Government agencies, interest bearing time agreements, corporate bonds, common stocks, foreign equities, mutual funds and money market funds. Cash instruments must have a quality rating at least "A-1" by Standard & Poor's or P-1 by Moody's. Bonds must have a quality rating of at least "A" by Standard & Poor's or Moody's. Equity investments are limited to fully and easily negotiable equity securities listed on one of the recognized national exchanges or on the National Market System of the NASDAQ stock market. Investments in equities may not exceed 65% of the fund's assets at cost. Foreign equities are limited to 10% of the fund's assets at cost.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

Custodial Credit Risk

Custodial credit risk is the risk that the City will not be able to recover the fair value of an investment or collateral securities that are in possession of an outside party, if the counterparty to the transaction fails.

City Investments

The City's investments are held under a third party custodial agreement with all securities and collateral properly designated as assets of the City.

Pension Plan Investments

The City utilizes a third party custodian to hold plan assets in the name of the City.

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributable to the quantity of an investment in a single issuer.

City Investments

	Portfolio Composition Limits
Florida Local Government Surplus Trust Fund	0-50%
U.S. Government Securities	No limits
U.S. Government Agency Securities	0-50%
Certificates of Deposit	0-100%
Repurchase Agreements	0-20%
Commercial Paper	0-50%
Corporate Obligations	0-50%
Municipal Bonds	0-50%
Fixed Income Mutual Funds	0-40%
Money Market Funds	0-40%

For repurchase agreements, commercial paper, corporate obligations, and municipal bonds, a maximum of 5% of the portfolio may be invested with any one financial institution, dealer or issuer. Fixed income mutual funds are limited to a maximum of 30% of the portfolio with any one fund, and money market funds are limited to 20% of the portfolio being invested with any one fund.

Safety Employees' Pension Plan Investments

No more than 5% of the fund's assets may be invested in the stock of any one company, nor shall the aggregate investment in any one company exceed 5% of the outstanding stock of that company.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Receivables

At year-end, receivables for the City, including any applicable allowances for uncollectible accounts, are as follows:

	<u>Accounts Receivable</u>	<u>Down-payment Assistance Loan Receivable</u>	<u>Interest Receivable</u>	<u>Due from Other Governments</u>	<u>Total</u>
Governmental Activities					
Major Funds					
General Fund	\$ 1,311,946	\$ -	\$ 74,253	\$ 560,921	\$ 1,947,120
Nonmajor Funds	-	86,726	26,581	563,625	676,932
Internal Service Funds	-	-	43,229	-	43,229
	<u>1,311,946</u>	<u>86,726</u>	<u>144,063</u>	<u>1,124,546</u>	<u>2,667,281</u>
Business-type Activities					
Major Funds					
Water and Sewer	2,883,218	-	113,009	-	2,996,227
Solid Waste	375,375	-	53,015	-	428,390
Stormwater	143,213	-	19,287	-	162,500
Nonmajor Fund	-	-	2,505	-	2,505
	<u>3,401,806</u>	<u>-</u>	<u>187,816</u>	<u>-</u>	<u>3,589,622</u>
Total	<u>\$ 4,713,752</u>	<u>\$ 86,726</u>	<u>\$ 331,879</u>	<u>\$ 1,124,546</u>	<u>\$ 6,256,903</u>

The Homeowner Down-payment Assistance Loan receivable in the amount of \$86,726 consists of individual loans with balances ranging from \$2,200 - \$15,000 due over an initial period of 20 to 30 years. These loans are scheduled to be repaid by 2025.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

D. Capital Assets

Capital asset activity for the year ended September 30, 2018, was as follows:

Governmental activities	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated				
Land	\$ 19,042,473	\$ 769,786	\$ -	\$ 19,812,259
Construction in Progress	1,300,005	1,931,820	(1,506,948)	1,724,877
Total capital assets not being depreciated	<u>20,342,478</u>	<u>2,701,606</u>	<u>(1,506,948)</u>	<u>21,537,136</u>
Capital assets being depreciated				
Infrastructure	133,336,073	1,280,439	-	134,616,512
Buildings and Plant	31,612,740	200,575	-	31,813,315
Equipment	24,062,017	2,386,214	(837,065)	25,611,166
Library Books	640,866	49,599	(60,199)	630,266
Total capital assets being depreciated	<u>189,651,696</u>	<u>3,916,827</u>	<u>(897,264)</u>	<u>192,671,259</u>
Less accumulated depreciation for				
Infrastructure	108,884,417	2,799,977	83,873	111,768,267
Buildings and Plant	17,490,344	878,646	36,290	18,405,280
Equipment	15,727,775	2,620,443	(482,233)	17,865,985
Library Books	416,287	72,790	(60,199)	428,878
Total accumulated depreciation	<u>142,518,823</u>	<u>6,371,856</u>	<u>(422,269)</u>	<u>148,468,410</u>
Total capital assets being depreciated, net	<u>47,132,873</u>	<u>(2,455,029)</u>	<u>(474,995)</u>	<u>44,202,849</u>
Governmental activities capital assets	<u>\$ 67,475,351</u>	<u>\$ 246,577</u>	<u>\$ (1,981,943)</u>	<u>\$ 65,739,985</u>

Included in the above totals are capital assets held by the City's internal service funds in the amount of \$5,966,711.

Depreciation expense charged to functions of governmental activities is as follows:

Governmental Activities	
General Government	\$ 811,734
Public Safety	565,881
Physical Environment	171,692
Transportation	1,817,433
Economic Development	139,213
Culture and Recreation	1,168,173
Internal Service Funds - Depreciation expense charged to the various functions based on the usage of capital assets.	<u>1,697,730</u>
Total Depreciation Expense	<u>\$ 6,371,856</u>

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

Business-type Activities	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated				
Land	\$ 2,068,396	\$ 354,866	\$ -	\$ 2,423,262
Construction in Progress	15,045,078	9,472,504	(17,081,742)	7,435,840
Total capital assets not being depreciated	<u>17,113,474</u>	<u>9,827,370</u>	<u>(17,081,742)</u>	<u>9,859,102</u>
Capital assets being depreciated				
Infrastructure	91,592,399	18,126,969	(1,534,902)	108,184,466
Buildings and Plant	74,560,976	-	(2,175)	74,558,801
Equipment	4,628,042	1,136,026	(586,392)	5,177,676
Total capital assets being depreciated	<u>170,781,417</u>	<u>19,262,995</u>	<u>(2,123,469)</u>	<u>187,920,943</u>
Less accumulated depreciation for				
Infrastructure	56,383,352	2,987,360	(1,041,674)	58,329,038
Buildings and Plant	24,303,638	1,708,617	7,528	26,019,783
Equipment	3,774,982	308,073	(537,619)	3,545,436
Total accumulated depreciation	<u>84,461,972</u>	<u>5,004,050</u>	<u>(1,571,765)</u>	<u>87,894,257</u>
Total capital assets being depreciated, net	<u>86,319,445</u>	<u>14,258,945</u>	<u>(551,704)</u>	<u>100,026,686</u>
Business-type activities capital assets	<u>\$ 103,432,919</u>	<u>\$ 24,086,315</u>	<u>\$ (17,633,446)</u>	<u>\$ 109,885,788</u>

Depreciation expense charged to business-type activities is as follows:

Business-type Activities	
Water and Sewer	\$ 4,485,535
Solid Waste	12,689
Stormwater	493,953
Industrial Park	11,873
Total Depreciation Expense	<u>\$ 5,004,050</u>

E. Interfund Receivables, Payables and Transfers

The composition of interfund balances as of September 30, 2018, is as follows:

Due From/To Other Funds

Due from/to other funds generally represent recurring activities between funds, as well as temporary cash deficits. There were no balances as of September 30, 2018, outstanding.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

Interfund Transfers

Interfund transfers represent transfers of funds for operating purposes from the fund that collected them to the fund that is authorized to expend them.

<u>Transfers In</u>	<u>Transfers Out</u>					<u>Total</u>
	<u>General Fund</u>	<u>Nonmajor Governmental</u>	<u>Solid Waste Fund</u>	<u>Nonmajor Enterprise</u>	<u>Internal Service</u>	
Nonmajor Governmental	\$ 4,691,789	\$ 6,758,144	\$ 984,250	\$ -	\$ 2,000,000	\$ 14,434,183
Stormwater	-	-	222,506	689,423	-	911,929
Internal Service Funds	16,309	-	-	-	-	16,309
	<u>\$ 4,708,098</u>	<u>\$ 6,758,144</u>	<u>\$ 1,206,756</u>	<u>\$ 689,423</u>	<u>\$ 2,000,000</u>	<u>\$ 15,362,421</u>

F. Long-term Debt

Changes in Long-term Debt

The following is a summary of changes in long-term debt for the governmental activities of the City for the year ended September 30, 2018:

<u>Governmental Activities</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due in One Year</u>
Non-Ad Valorem Refunding Revenue Note, Series 2012	\$ 2,320,000	\$ -	\$ (315,000)	\$ 2,005,000	\$ 320,000
Non-Ad Valorem Refunding Revenue Note Payable, Series 2010	2,615,000	-	(330,000)	2,285,000	350,000
Florida Municipal Loan Council, Series 2005B	1,065,000	-	(335,000)	730,000	355,000
Plus Loan Premium	10,194	-	(6,116)	4,078	-
Brownfields Loan, Stock Lumber	83,750	-	-	83,750	-
Brownfields Loan, Gromor	167,500	-	-	167,500	-
Estimated Claims Payable	326,472	440,139	(345,374)	421,237	-
Compensated Absences	1,046,916	636,509	(634,894)	1,048,531	653,941
Net Pension Liability	20,039,515	6,272,050	(7,682,002)	18,629,563	-
Other Post-Employment Benefits	1,259,003	199,741	(126,496)	1,332,248	-
Total Governmental Activities	<u>\$ 28,933,350</u>	<u>\$ 7,548,439</u>	<u>\$ (9,774,882)</u>	<u>\$ 26,706,907</u>	<u>\$ 1,678,941</u>

Predominantly, the General Fund will be used to liquidate compensated absences, pension and other post-employment benefits for governmental activities.

Governmental activities debt consists of the following at year-end:

\$3,290,000 Non-Ad Valorem Refunding Revenue Note, Series 2012—Issued to advance refund the principal amount of the City’s Infrastructure Sales Tax Revenue Bonds, Series 2004 and to pay the costs of issuance. Interest is payable semi-annually at a rate of 2.035% with final maturity on September 1, 2024.

\$4,610,000 Non-ad Valorem Refunding Revenue Note Payable, Series 2010—Issued to redeem the Series 1999 Infrastructure Sales Tax Revenue Bonds and to finance capital improvements. Interest is payable semi-annually at 3.66% with final maturity on September 1, 2024. The loan is secured by the City’s covenant to budget and appropriate its share from the collection of the one-half cent discretionary infrastructure sales surtax and a pledge of those revenues.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

\$3,180,000 Loan Payable Series 2005B, Florida Municipal Loan Council—Funds borrowed to refinance a portion of the Series 1999B Florida Municipal Loan Council loan payable. The City has pledged to appropriate in its annual budget sufficient non-ad valorem revenues to satisfy the required loan payments. The loan is payable over 14 years, with semi-annual interest payable at rates varying from 3.0% to 5.0%.

\$400,000 Loans Payable to Hillsborough County—Funds borrowed by the CRA under the Florida Brownfields Act for the redevelopment of two City properties. The loans are non-interest bearing to be repaid upon sale of the properties or at maturity in 10 years. At September 30, 2018, the City had drawn a total of \$251,250 of the available funds.

The following is a summary of changes in long-term debt for the business-type activities of the City for the year ended September 30, 2018:

<u>Business-type Activities</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due in One Year</u>
SRF Loan Fund, Wastewater Treatment Plant	\$ 1,763,812	\$ -	\$ (141,543)	\$ 1,622,269	\$ 145,035
SRF Loan Fund, Wastewater Treatment Plant	25,463,300	-	(2,045,590)	23,417,710	2,095,585
SRF Loan Fund, Wastewater Treatment Plant	3,146,134	-	(251,823)	2,894,311	258,157
SRF Loan Fund, Pistol Range Regional Stormwater Facility	76,947	-	(76,947)	-	-
SRF Loan Fund, Grant Hunter Pond Stormwater Pollution Control	185,131	-	(185,131)	-	-
Compensated Absences	471,641	234,217	(248,787)	457,071	256,251
Other Post-Employment Benefits	623,671	104,264	(67,981)	659,954	-
Landfill Closure Costs	56,506	-	(56,506)	-	-
Total Business-type Activities	<u>\$ 31,787,142</u>	<u>\$ 338,481</u>	<u>\$ (3,074,308)</u>	<u>\$ 29,051,315</u>	<u>\$ 2,755,028</u>

Business-type activities debt consists of the following at year-end:

\$2,670,199 State Revolving Fund Loan—Funds borrowed to finance the expansion and upgrading of the wastewater treatment plant. The loan is secured by the net revenues of the operation of the utility system (water and wastewater systems) and certain reserves and covenants must be met. The loan will be repaid in 40 semi-annual payments including interest at 2.45% with final maturity on July 15, 2028.

\$40,000,000 State Revolving Fund Loan—Funds borrowed to finance the expansion and upgrading of the wastewater treatment plant. The loan is secured by the net revenues of the operation of the utility system (water and wastewater systems) and certain reserves and covenants must be met. The loan will be repaid in 40 semi-annual payments including interest at 2.35% to 2.51% with final maturity on July 15, 2028.

\$5,000,000 State Revolving Fund Loan—Funds borrowed to finance the expansion and upgrading of the wastewater treatment plant. The loan is secured by the net revenues of the operation of the utility system (water and wastewater systems) and certain reserves and covenants must be met. The loan will be repaid in 40 semi-annual payments including interest at 2.5% with final maturity on July 15, 2028.

\$405,530 State Revolving Fund Loan—Funds borrowed to finance the construction of the Pistol Range Regional Stormwater Facility. The loan had a final maturity of August 15, 2020 and was paid off early on June 12, 2018.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

\$509,313 State Revolving Fund Loan—Funds borrowed to finance the construction of stormwater pollution control facilities (Grant Hunter Pond). The loan had a final maturity of April 15, 2023 and was paid off on June 12, 2018.

The annual debt service requirements to maturity for debt outstanding as of September 30, 2018, are as follows:

<u>Fiscal Year Ending</u>	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2019	\$ 1,025,000	\$ 170,070	\$ 2,498,777	\$ 665,934
2020	1,060,000	129,739	2,560,065	604,646
2021	705,000	97,737	2,622,857	541,853
2022	976,250	74,340	2,687,192	477,520
2023	740,000	50,295	2,753,106	411,605
2024-2028	765,000	25,583	14,812,293	1,011,258
	<u>\$ 5,271,250</u>	<u>\$ 547,764</u>	<u>\$ 27,934,290</u>	<u>\$ 3,712,816</u>

Defeasance of Long-term Debt

A portion of the proceeds of the Florida Municipal Loan Council Loan Payable, Series 2005B was deposited in trust in an escrow account to provide for the future debt service on a portion of the Florida Municipal Loan Council Loan Payable, Series 1999B. As a result, that portion of the Series 1999B loan is considered defeased, and the City has removed that liability from its accounts. The outstanding principal balance of the defeased loan is \$730,000 at September 30, 2018, with final maturity November 1, 2019.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Fund Equity

The following is a summary of fund balances as of September 30, 2018:

	General Fund	Community Redevelopment Agency Fund	Nonmajor Governmental Funds	Total
Nonspendable				
Inventory	\$ 66,067	\$ -	\$ -	\$ 66,067
Prepays	5,607	-	-	5,607
Land Held for Resale	-	-	161,577	161,577
Loans Receivable (long term)	-	-	86,726	86,726
	<u>71,674</u>	<u>-</u>	<u>248,303</u>	<u>319,977</u>
Restricted				
Police Operations	274,612	-	-	274,612
Library	159,744	-	-	159,744
Streets	-	-	565,505	565,505
Community Development	-	2,256,472	468,482	2,724,954
Capital Projects	-	-	4,674,882	4,674,882
Debt Service	-	-	542,885	542,885
	<u>434,356</u>	<u>2,256,472</u>	<u>6,251,754</u>	<u>8,942,582</u>
Committed				
Cemetery Escrow	1,728,873	-	-	1,728,873
Capital Projects	-	-	15,754,314	15,754,314
	<u>1,728,873</u>	<u>-</u>	<u>15,754,314</u>	<u>17,483,187</u>
Assigned				
Liability Insurance	1,179,172	-	-	1,179,172
Subsequent Year's Appropriations	924,374	-	-	924,374
Purchases on order	44,476	-	-	44,476
	<u>2,148,022</u>	<u>-</u>	<u>-</u>	<u>2,148,022</u>
Unassigned				
	<u>12,694,508</u>	<u>-</u>	<u>-</u>	<u>12,694,508</u>
Total Fund Balances	<u>\$ 17,077,433</u>	<u>\$ 2,256,472</u>	<u>\$ 22,254,371</u>	<u>\$ 41,588,276</u>

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

H. CRA Fund

In accordance with the provisions of Florida Statutes, the City has established a Community Redevelopment Trust Fund to account for funds held by the City for and on behalf of the CRA. These funds, which arise from incremental increases in ad valorem taxes levied each year, are disbursed to the agency as provided by appropriation ordinance. The funds are to be used for community redevelopment activities as approved by the CRA and pursuant to the City's community redevelopment plan.

A summary of the available funding for future projects of the CRA Fund at year-end are as follows:

Funds Available for Projects at September 30, 2017		\$ 1,463,540
Inflow		
County Property Tax Increment	\$ 634,232	
City Property Tax Increment	632,550	
Tampa Port Authority	14,387	\$ 1,281,169
Outflow		
Professional Services	62,453	
Litigation and Outside Services	16,410	
State Filing Fee	175	
Contractual Services	93,065	
Office Supplies	81	
Utilities	808	
Insurance	4,347	
Demolition and Lot Clearing	8,640	
Building and Property Maintenance	89,852	
Subscription and Membership	745	
Property Acquisition	26,190	
Railroad Quiet Zones	5,945	
Infrastructure Resurfacing	104,526	
Aid to Private Organization	25,000	
Main Street Program	50,000	488,237
Funds Available For Future Projects at Year-End		\$ 2,256,472
Future Projects		
Commitments of Funds at September 30, 2018		
Land and infrastructure improvements to reduce slum and blight	\$ 859,885	
Downtown Landscape	225,000	
Westside Integrated Treatment	134,492	
Wheeler Street Ponds	100,000	
Railroad Quiet Zones	295,479	
Infrastructure Improvements	6,143	
Parking Lot Improvements	400,000	
Sidewalk Improvements	160,473	
Laura Street - Cooper Pond	75,000	
Total Future Projects		\$ 2,256,472

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 4 – OTHER INFORMATION

A. Risk Management

The City has established a self-insured Workers' Compensation Fund (an Internal Service Fund) to account for and partially finance its uninsured risks of loss due to work-related injuries suffered by employees of the City. Under this program, the Workers' Compensation Fund provides coverage of up to \$300,000 in claims per employee, per incident, to an annual maximum liability of \$1,000,000 in aggregate claims. The City has purchased workers' compensation insurance for claims in excess of the coverage provided by the Fund.

All departments of the City participate in the program and make payments to the Workers' Compensation Fund based on estimates, by an outside administrator, of the amounts needed to pay prior and current year claims and to accumulate a reserve for future catastrophic losses. Unrestricted net position of the fund is \$507,322 at September 30, 2018.

The claims liability of \$421,237 reported in the Fund at year-end is based on the requirements of Governmental Accounting Standards Board Statement No. 10 which requires that a liability for claims be reported, if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the Fund's estimated claims liability amounts for the last three fiscal years were as follows:

	<u>Beginning Liability</u>	<u>Current Year Claims/Change in Estimate</u>	<u>Claim Payments</u>	<u>Ending Liability</u>
2015-2016	\$ 307,007	\$ 327,503	\$ (276,437)	\$ 358,073
2016-2017	358,073	252,076	(283,677)	326,472
2017-2018	326,472	440,139	(345,374)	421,237

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the City carries commercial insurance. There have been no significant reductions in insurance coverage from the previous year. Settlement amounts have not exceeded insurance coverage for the current year nor for the three prior years.

B. Contingent Liabilities

The City receives revenues from various federal grants. These grants are for specific purposes and are subject to review and audit by the grantor agencies. Such audits could result in disallowed expenditures under the terms of the grants. Based upon prior experience, City management believes such disallowances, if any, would be immaterial.

The City is involved in legal actions which, in the opinion of management, will not have a material effect on the financial statements of the City.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 4 – OTHER INFORMATION (CONTINUED)

C. Landfill Post-closure Care Costs

The City operated a solid waste landfill from September 1976, until April 1981. Final closure of the landfill was in September 1989. State and federal laws and regulations require the City to perform certain ongoing maintenance and monitoring functions at the landfill site for 30 years after closure, which was completed during the fiscal year ended September 30, 2018.

D. Post-employment Benefits Other Than Pensions

Plan Description and Funding Policy

The City administers a single employer defined benefit health care and life insurance plan. The plan provides lifetime healthcare and life insurance for eligible retirees and their dependents, as long as they pay the full premium, through the City's group health and life insurance plan, which covers both active and retired members. This conforms with the minimum requirement for governmental employers under Florida state law. The City's contributions to active employees is limited to a fixed dollar contribution as approved by the City Commission, and the City is not required to contribute any additional amounts to provide benefits. Funding is on a "pay as you go" basis. The plan does not issue a publicly available financial report.

Plan Membership

Membership of the plan consisted of the following at September 30, 2017, the date of the latest actuarial valuation:

Retirees and Beneficiaries	51
Inactive, Nonretired Members	-
Active Members	391
Total	<u>442</u>

Total OPEB Liability of the City

Effective October 1, 2017, the City implemented the provisions of GASB Statement No. 75, *Accounting and Financial Reporting for Post-employment Benefits Other Than Pensions*, which significantly changed the City's accounting for OPEB amounts. The information disclosed below is presented in accordance with this new standard.

The City's total OPEB liability was measured as of September 30, 2017, and was determined by an actuarial valuation as of the same date.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 4 – OTHER INFORMATION (CONTINUED)

Actuarial assumptions

The total OPEB liability in the September 30, 2017, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Discount rate	3.50%
	Starting at -6.00% based on actual premium rates effective October 1, 2018, and thereafter trend based on the Getzen Model, with trend rate increasing to 6.75% effective October 1, 2019, and gradually decreasing to an ultimate trend rate of 4.24% plus 0.43% increase for excise tax
Healthcare cost trend rate	
	2.50%
Inflation rate	
	Safety Employees: 4.0-10.0% per year
Salary increase	
	General Employees: 6% per year
Participation rate	
	Medical Coverage: 20%
	Life Coverage: 50%

Mortality rates were based on the mortality tables used in the July 1, 2017, actuarial valuation of the Florida Retirement System. They are based on the results of a statewide experience study covering the period 2008 through 2013.

Discount Rate

Under GASB Statement No. 75, when there are currently no invested plan assets held in trust to finance the OPEB obligations, the discount rate equals the tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date. The rate used in the September 30, 2017, valuation was 3.50%.

Changes in the Total OPEB Liability of the City

The changes in the total OPEB liability of the City for the year ended September 30, 2018, were as follows:

	Total OPEB Liability
Balances at September 30, 2017	\$ 1,882,674
Changes for the year:	
Service cost	238,477
Interest on the total OPEB liability	64,064
Changes of benefit terms	-
Difference between expected and actual experience of the total OPEB liability	-
Changes in assumptions and other inputs	(83,872)
Benefit payments	(109,141)
Net changes	<u>109,528</u>
Balances at September 30, 2018	<u>\$ 1,992,202</u>

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 4 – OTHER INFORMATION (CONTINUED)

The required schedule of changes in the City’s total OPEB liability and related ratios in the Required Supplementary Information immediately following the notes to the financial statements presents multi-year trend information about the total OPEB liability.

Sensitivity of the total OPEB liability to changes in the discount rate

The following presents the total OPEB liability of the City, as well as what the City’s total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.50%) or 1-percentage-point higher (4.50%) than the current discount rate:

	<u>1% Decrease</u> <u>2.50%</u>	<u>Current</u> <u>Discount Rate</u> <u>3.50%</u>	<u>1% Increase</u> <u>4.50%</u>
Total OPEB liability	\$ 2,210,769	\$ 1,992,202	\$ 1,803,210

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rate

The following presents the total OPEB liability of the City, as well as what the City’s total OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rate:

	<u>1% Decrease</u>	<u>Current</u> <u>Healthcare Cost</u> <u>Trend Rate</u>	<u>1% Increase</u>
Total OPEB liability	\$ 1,756,032	\$ 1,992,202	\$ 2,209,256

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revisions as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of September 30, 2017, and the current sharing pattern of costs between employer and inactive employees.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 4 – OTHER INFORMATION (CONTINUED)

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

For the year ended September 30, 2018, the City recognized OPEB expense of \$291,358. At September 30, 2018, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ -
Changes in assumptions and other inputs	-	72,689
Benefits Paid subsequent to the measurement date	112,128	-
Total	<u>\$ 112,128</u>	<u>\$ 72,689</u>

The deferred outflows of resources related to the total OPEB liability, totaling \$112,128 resulting from benefits paid subsequent to the measurement date, will be recognized as a reduction of the total OPEB liability in the fiscal year ended September 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended September 30,	
2019	\$ 11,183
2020	11,183
2021	11,183
2022	11,183
2023	11,183
Thereafter	16,774
Total	<u>\$ 72,689</u>

E. Pension Plan Information

Defined Contribution Plan

The City provides pension benefits for all other employees through a defined contribution plan "The City of Plant City Miscellaneous Employees' Money Purchase Retirement Plan" (the "Plan") administered by the Florida League of Cities, Inc. It is a qualified plan under Section 401(a) of the Internal Revenue Code. In a defined contribution plan, benefits depend solely on amount contributed to the Plan plus investment earnings. Employees are eligible to participate from the date of employment. The City contributes an amount equal to 8% of total wages for each eligible employee. The City's contributions for each employee and earnings on investments allocated to the employee's account are fully vested after five years of continuous service. City contributions for, and investment earnings forfeited by, employees who leave employment before five years of service are used to reduce the City's current period contribution requirement. The City Commission has the authority to amend Plan provisions, including contribution rates.

The City's contributions to the Plan for the year ended September 30, 2018, totaled \$1,009,174.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 4 – OTHER INFORMATION (CONTINUED)

Defined Benefit Plan

The City maintains for its safety employees a single employer defined benefit pension plan administered by the Plan's Board of Trustees which is comprised of two City employees, one police officer and one firefighter, and the fifth member is elected by the other four and is appointed by the City. The Safety Employees' Retirement Plan (the "Plan") provides retirement, disability and death benefits to all of its police and fire department employees who qualify as Plan members. The Plan has been in existence since October 1, 1960, and is a deposit administration type plan. The City Commission has the authority to amend Plan provisions, including contribution rates. The Plan does not issue a stand-alone financial report and is not included in any other retirement system or entity's financial report.

Membership

Membership in the Plan consisted of the following at October 1, 2018, the date of the latest actuarial valuation:

Inactive Plan Members or Beneficiaries currently receiving benefits	85
Inactive Plan Members entitled to but not yet receiving benefits	15
Active Plan Members	<u>99</u>
Total	<u><u>199</u></u>

Participants in the Safety Employees' Retirement Plan are required to make contributions to the plan equal to 10% of the participant's earnings. Contributions from participants in the Safety Employees' Retirement Plan amounted to \$710,784, which includes \$67,174 for buy-backs, for the fiscal year ended September 30, 2018. The State and City contribute the remaining required annual contribution, which amounted to \$600,921 and \$2,606,907, respectively, for the fiscal year ended September 30, 2018. The State of Florida makes contributions from taxes on casualty insurance premiums. The City recognized these on-behalf payments from the State as revenues and expenditures in the governmental fund financial statements.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 4 – OTHER INFORMATION (CONTINUED)

The following is a summary of the funding policies, contribution methods and benefit provision of the defined benefit plan for safety employees:

Eligibility to Participate	Full-time Sworn Police Officers or Certified Firefighters
Required Employer Contributions	Actuarially Determined
Required Member Contributions	10% of W-2 income, plus tax-exempt and tax-deferred items of income
Funding of Administrative Costs	Investment Earnings
Vesting	10 years
Normal Retirement	Earlier of: (1) age 60, (2) the completion of 20 years of credited service, regardless of age, or (3) the attainment of age 55 with 10 years of credited service For Members hired on or after September 26, 2016, it will be the earlier of: (1) age 52 and the completion of 25 years of credited service, or (2) the attainment of age 55 with 10 years of credited service
Early Retirement	Age 50 and 10 years of credited service
Benefits	
Normal Retirement	3.75% (3.00% for those hired on or after September 26, 2016) of average final compensation times credited service
Early Retirement	Accrued benefit, reduced 3% a year

The Plan also has provision for benefits in case of death or disability.

Investment Policy

The following was the Board’s adopted asset allocation policy as of September 30, 2018:

<u>Asset Class</u>	<u>Target Allocation</u>
Domestic Equity	35.0%
International Equity	12.0%
Bonds	28.0%
High Yield Bonds	5.0%
Convertibles	8.0%
Private Real Estate	5.0%
MLPs	5.0%
Cash	2.0%
Total	<u>100.0%</u>

Concentrations

There were no investments (other than U.S. Government and U.S. Government-guaranteed obligations) that represent more than 5% of net position restricted for benefits.

There are no investments in, loans to, or leases with, any City official, government employer official, party related to a town official or government employer official, non-employer contributor, or organization included in the reporting entity.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 4 – OTHER INFORMATION (CONTINUED)

Rate of Return – For the year ended September 30, 2018, the annual money-weighted rate of return on the City’s pension plan investments, net of pension plan investment expense, was 10.97%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Deferred Retirement Option Program (DROP) – The City has a DROP for the Safety Employees’ Pension Plan. A participant may join when he/she has satisfied normal retirement requirements (earlier of age 60, age 55 with the completion of ten years of credited service, or 20 years of credited service). Participation in the DROP cannot exceed 96 months. DROP benefits at the participant’s election include: (a) actual net rate of investment return, or (b) 1.5% less than the actuarial assumption at the time of DROP. The DROP balance as of September 30, 2018, the date of the most recent actuarial valuation, is \$1,848,485.

Net Pension Liability of the City

Effective October 1, 2014, the City implemented the provisions of GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27*, as well as Statement No. 71, *Pension Transition for Contributions made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, which significantly changed the disclosures required related to the plans. The information disclosed on the following pages is presented in accordance with this new standard. The City’s Plan does not issue separate financial statements.

The measurement date for the City’s net pension liability is September 30, 2017. The total pension liability used to calculate the net pension liability was determined as of that date. The components of the net pension liability of the City for its September 30, 2018, financial statements, were as follows:

Total pension liability	\$ 59,680,312
Plan fiduciary net position	<u>(41,050,749)</u>
City's net pension liability	<u>\$ 18,629,563</u>
Plan fiduciary net position as a percentage of total pension liability	68.78%

In addition, in accordance with GASB Statement No. 67, information related to the plan measured as of September 30, 2018 is as follows:

Total pension liability	\$ 64,166,701
Plan fiduciary net position	<u>(45,490,577)</u>
City's net pension liability	<u>\$ 18,676,124</u>
Plan fiduciary net position as a percentage of total pension liability	70.89%

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 4 – OTHER INFORMATION (CONTINUED)

For the year ended September 30, 2018, the City recognized pension expense of \$3,250,373 for the Plan. At September 30, 2018, the City reported deferred outflows of resources and deferred inflows related to its pension plan from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 221,388	\$ 314,353
Changes in assumptions	1,251,285	-
Differences between expected and actual earnings on pension plan investments	-	185,957
City pension plan contributions subsequent to the measurement date	<u>3,207,828</u>	<u>-</u>
Total	<u>\$ 4,680,501</u>	<u>\$ 500,310</u>

The deferred outflows of resources related to the Pension Plan, totaling \$3,207,828 resulting from City and State contributions to the plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the plans will be recognized in pension expense as follows:

Year ended September 30,	
2019	\$ (628,412)
2020	(706,801)
2021	167,932
2022	<u>194,918</u>
Total	<u>\$ (972,363)</u>

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 4 – OTHER INFORMATION (CONTINUED)

The required schedule of changes in the City’s net pension liability and related ratios immediately following the notes to the financial statements presents multi-year trend information about whether the value of plan assets is increasing or decreasing over time relative to the total pension liability.

Actuarial assumptions. The total pension liability was determined by an actuarial valuation as of October 1, 2015, with update procedures performed by the actuary to roll forward to the total pension liability measured as of September 30, 2017, using the following actuarial assumptions applied to all periods included in the measurement:

Inflation	2.70%
Salary Increases	4.00-10.00%
Discount Rate	7.50%
Investment Rate of Return	7.50%

The actuarial assumptions used in the October 1, 2017, valuation were based on the results of an actuarial experience study dated May 5, 2014.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan’s target asset allocation as of September 30, 2018, are summarized in the following table:

<u>Asset Class</u>	<u>Long Term Expected Real Rate of Return</u>
Domestic Equity	8.1%
International Equity	3.4%
Bonds	3.6%
High Yield Bonds	5.6%
Convertibles	6.7%
Private Real Estate	4.9%
MLPs	9.4%
Cash	0.7%

Discount Rate: The discount rate used to measure the total pension liability for the Safety Employees’ Plan was 7.50%.

The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plans’ fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 4 – OTHER INFORMATION (CONTINUED)

Changes in the Net Pension Liability of the City. The changes in the components of the net pension liability of the City for the fiscal year ended September 30, 2018, were as follows:

	<u>Total Pension Liability (a)</u>	<u>Plan Fiduciary Net Position (b)</u>	<u>Net Pension Liability (a-b)</u>
Balances at 9/30/17	\$ 56,353,107	\$ 36,313,592	\$ 20,039,515
Changes for the year:			
Service cost	1,748,152	-	1,748,152
Interest on total pension liability	4,247,163	-	4,247,163
Changes in excess state money	-	-	-
Differences between expected and actual experience	276,735	-	276,735
Change in assumptions	-	-	-
Contributions - employer	-	2,428,430	(2,428,430)
Contributions - state	-	543,278	(543,278)
Contributions - employee	-	670,543	(670,543)
Net investment income	-	3,989,884	(3,989,884)
Benefit payments, including refunds of employee contributions	(2,944,845)	(2,944,845)	-
Administrative expenses	-	49,867	(49,867)
Net change	<u>3,327,205</u>	<u>4,737,157</u>	<u>(1,409,952)</u>
Balances at 9/30/18	<u>\$ 59,680,312</u>	<u>\$ 41,050,749</u>	<u>\$ 18,629,563</u>

Sensitivity of the net pension liability to changes in the discount rate. The following presents the net pension liabilities of the City, calculated using the discount rates noted above, as well as what the City's net pension liabilities would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease <u>6.50%</u>	Current Discount Rate <u>7.50%</u>	1% Increase <u>8.50%</u>
City's Net Pension Liability - September 30, 2017	\$ 26,216,552	\$ 18,629,563	\$ 12,956,148
City's Net Pension Liability - September 30, 2018	\$ 26,341,831	\$ 18,676,124	\$ 12,231,786

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of September 30, 2017, and the current sharing pattern of costs between employer and employee.

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 4 – OTHER INFORMATION (CONTINUED)

The Statement of Fiduciary Net Position and Statement of Changes in Fiduciary Net Position for the City’s pension plan as of and for the year ended September 30, 2018, is as follows:

Statement of Fiduciary Net Position

	Safety Employees' Retirement Fund
Assets	
Cash and Cash Equivalents	\$ 1,495,741
Accrued Interest and Dividends	141,449
Investments, at Fair Value	
U.S. Government Agencies	4,351,884
Corporate Bonds and Notes	6,467,063
Common Stock	18,013,708
Mutual Funds	15,020,732
Total Investments	43,853,387
Total Assets	45,490,577
Net Position	
Held in Trust for Pension Benefits	\$ 45,490,577

Statement of Changes in Fiduciary Net Position

	Safety Employees' Retirement Fund
Additions	
Contributions	
Employee Contributions, including buy-backs	\$ 710,784
Employer Contributions	2,606,907
State of Florida	600,921
Total Contributions	3,918,612
Investment Income	
Interest and Dividend Income	1,230,006
Net Change in Fair Value of Investments	2,129,873
Less Investment Expense	(107,204)
Net Investment Income	3,252,675
Total Additions	7,171,287
Deductions	
Pension Benefits	2,575,102
Administrative Expenses	156,357
Total Deductions	2,731,459
Changes in Net Position	4,439,828
Net Position, Beginning of Year	41,050,749
Net Position, End of Year	\$ 45,490,577

CITY OF PLANT CITY, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2018

NOTE 5 – CHANGE IN ACCOUNTING PRINCIPLE

The City determined that restatements to beginning net position of the governmental activities, business-type activities, Water/Sewer Fund, Solid Waste Fund, and Stormwater Fund were required to recognize the change in accounting principal for implementation of Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Post-employment Benefits Other Than Pensions*, as of October 1, 2017. These restatements are as follows:

	Governmental Activities	Business-type Activities	Major Enterprise Funds		
			Water and Sewer	Solid Waste	Stormwater
Net position, as previously reported	\$ 86,957,786	\$ 139,974,078	\$ 111,525,317	\$ 11,726,896	\$ 9,179,389
Adjustment to remove the net OPEB obligation in accordance with GASB Statement No. 45	2,423,827	1,200,688	733,532	292,389	174,767
Adjustment needed to record the total OPEB liability in accordance with GASB Statement No. 75	(1,259,003)	(623,671)	(381,017)	(151,875)	(90,779)
Adjustment needed to record OPEB deferred outflows of resources for benefits paid subsequent to the measurement date in accordance with GASB Statement No.75	72,986	36,156	22,088	8,805	5,263
Net position, as restated	<u>\$ 88,195,596</u>	<u>\$ 140,587,251</u>	<u>\$ 111,899,920</u>	<u>\$ 11,876,215</u>	<u>\$ 9,268,640</u>

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF PLANT CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Property Taxes	\$ 10,876,252	\$ 10,876,252	\$ 11,047,668	\$ 171,416
Utility Taxes	3,896,000	3,896,000	4,725,832	829,832
Business Taxes	557,500	557,500	549,350	(8,150)
Communication Services Tax	1,215,000	1,215,000	1,171,149	(43,851)
Insurance Premium Tax	550,000	550,000	600,921	50,921
Franchise Fees	3,835,000	3,835,000	3,974,137	139,137
Fees and Permits	817,450	817,450	935,645	118,195
Fines and Forfeitures	134,900	134,900	120,598	(14,302)
Intergovernmental	4,884,461	4,983,762	5,234,533	250,771
Charges for Services	1,457,350	1,467,350	1,858,390	391,040
Contributions	13,000	58,115	155,327	97,212
Interest Revenue	77,000	77,000	251,280	174,280
Miscellaneous	52,000	52,000	168,862	116,862
Total Revenues	28,365,913	28,520,329	30,793,692	2,273,363
Expenditures				
Current				
General Government				
City Commission	47,720	48,420	45,830	2,590
Legal Department	133,482	133,589	116,288	17,301
City Manager	242,126	218,886	158,130	60,756
City Clerk/Records Management	123,614	136,679	103,184	33,495
Human Resources/Risk Management	241,063	241,063	185,687	55,376
Information Technology	177,753	177,753	128,696	49,057
Special Appropriations	605,917	605,310	472,115	133,195
Finance	471,344	443,844	367,980	75,864
Purchasing	133,627	161,127	140,483	20,644
Planning and Zoning	288,239	288,239	222,933	65,306
Engineering	772,313	775,349	705,819	69,530
General Services	1,219,065	1,217,665	1,161,660	56,005
Total General Government	4,456,263	4,447,924	3,808,805	639,119
Public Safety				
Fire	5,381,873	5,397,508	5,226,577	170,931
Police	10,477,684	10,473,008	9,875,812	597,196
Building Inspections	874,842	874,822	844,167	30,655
Total Public Safety	16,734,399	16,745,338	15,946,556	798,782
Physical Environment				
Parks Maintenance	385,734	425,122	396,906	28,216
Code Enforcement	318,880	318,880	287,824	31,056
Total Physical Environment	704,614	744,002	684,730	59,272
Transportation				
Motor Garage	31,800	52,290	28,162	24,128
Total Transportation	31,800	52,290	28,162	24,128

(Continued)

CITY OF PLANT CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Expenditures				
Economic Development				
Community Redevelopment Agency	\$ 632,550	\$ 632,550	\$ 632,550	\$ -
Total Economic Development	<u>632,550</u>	<u>632,550</u>	<u>632,550</u>	<u>-</u>
Culture and Recreation				
Recreation	1,283,927	1,303,437	1,176,674	126,763
Parks	3,308,248	3,284,894	2,995,004	289,890
Library	858,969	858,969	744,363	114,606
Total Culture and Recreation	<u>5,451,144</u>	<u>5,447,300</u>	<u>4,916,041</u>	<u>531,259</u>
Capital Outlay	300,810	458,347	371,944	86,403
Total Expenditures	<u>28,311,580</u>	<u>28,527,751</u>	<u>26,388,788</u>	<u>2,138,963</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>54,333</u>	<u>(7,422)</u>	<u>4,404,904</u>	<u>4,412,326</u>
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	-	-	57,960	57,960
Transfers Out	<u>(2,691,789)</u>	<u>(4,708,098)</u>	<u>(4,708,098)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(2,691,789)</u>	<u>(4,708,098)</u>	<u>(4,650,138)</u>	<u>57,960</u>
Net Change in Fund Balance	(2,637,456)	(4,715,520)	(245,234)	4,470,286
Fund Balance, Beginning	17,322,667	17,322,667	17,322,667	-
Fund Balance, Ending	<u>\$ 14,685,211</u>	<u>\$ 12,607,147</u>	<u>\$ 17,077,433</u>	<u>\$ 4,470,286</u>

CITY OF PLANT CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL
COMMUNITY REDEVELOPMENT AGENCY FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Property Taxes	\$ 650,423	\$ 650,423	\$ 648,619	\$ (1,804)
Intergovernmental	632,550	797,550	632,550	(165,000)
Total Revenues	<u>1,282,973</u>	<u>1,447,973</u>	<u>1,281,169</u>	<u>(166,804)</u>
Expenditures				
Current				
Economic Environment	539,200	684,200	456,102	228,098
Capital Outlay	743,773	2,194,962	32,135	2,162,827
Total Expenditures	<u>1,282,973</u>	<u>2,879,162</u>	<u>488,237</u>	<u>2,390,925</u>
Net Change in Fund Balance	-	(1,431,189)	792,932	2,224,121
Fund Balance, Beginning	1,463,540	1,463,540	1,463,540	-
Fund Balance, Ending	<u>\$ 1,463,540</u>	<u>\$ 32,351</u>	<u>\$ 2,256,472</u>	<u>\$ 2,224,121</u>

CITY OF PLANT CITY, FLORIDA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGET COMPARISONS

SEPTEMBER 30, 2018

On or before September 1 each year, the City Manager submits to the City Commission a proposed operating budget for the fiscal year commencing October 1. A public hearing is conducted at City Hall to obtain taxpayer comments. Prior to October 1, the budget is legally enacted through passage of an ordinance.

Annual budgets are adopted for the General Fund, Special Revenue Funds and Debt Service Fund in accordance with generally accepted accounting principles. All annual appropriations lapse at the end of each fiscal year for these funds. Project length budgets are adopted for Capital Project Funds. Appropriations in these funds remain open and carry over to succeeding years until the related expenditures are made, modified or cancelled.

Budgetary control is maintained at the department level. Department heads are permitted to transfer appropriations between line items within their department, with the approval of the City Manager. All other types of budget transfers or amendments must be approved by the City Commission. Expenditures may not legally exceed budgeted appropriations at the department level.

CITY OF PLANT CITY, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY
AND RELATED RATIOS – SAFETY EMPLOYEES

Reporting Period Ending Measurement Date	9/30/2015 9/30/2014	9/30/2016 9/30/2015	9/30/2017 9/30/2016	9/30/2018 9/30/2017	9/30/2019 9/30/2018
Total pension liability					
Service cost	\$ 1,492,763	\$ 1,495,811	\$ 1,653,939	\$ 1,748,152	\$ 1,793,342
Interest on total pension liability	3,616,029	3,779,930	3,952,881	4,247,163	4,517,114
Change in excess state money	34,094	52,791	(333,475)	-	-
Differences between expected and actual experience	-	(231,630)	(369,503)	276,735	599,709
Changes in assumptions	-	1,370,307	1,171,937	-	-
Contributions - buy back	-	126,105	3,910	-	67,174
Benefit payments, including refunds of employee contributions	(2,682,691)	(3,311,295)	(2,222,409)	(2,944,845)	(2,490,950)
Net change in total pension liability	<u>2,460,195</u>	<u>3,282,019</u>	<u>3,857,280</u>	<u>3,327,205</u>	<u>4,486,389</u>
Total pension liability - beginning	<u>46,753,613</u>	<u>49,213,808</u>	<u>52,495,827</u>	<u>56,353,107</u>	<u>59,680,312</u>
Total pension liability - ending (a)	<u>\$ 49,213,808</u>	<u>\$ 52,495,827</u>	<u>\$ 56,353,107</u>	<u>\$ 59,680,312</u>	<u>\$ 64,166,701</u>
Plan fiduciary net position					
Contributions - employer	\$ 2,271,679	\$ 2,260,706	\$ 2,188,239	\$ 2,428,430	\$ 2,606,907
Contributions - state	508,305	517,964	528,282	543,278	600,921
Contributions - employee	623,658	737,626	646,277	670,543	710,784
Net investment income	2,684,626	(612,817)	3,200,293	4,098,333	3,252,675
Benefit payments, including refunds of member contributions	(2,682,691)	(3,316,293)	(2,222,409)	(2,861,699)	(2,575,102)
Administrative expenses	(117,715)	(130,132)	(135,259)	(141,728)	(156,357)
Net change in plan fiduciary net position	<u>3,287,862</u>	<u>(542,946)</u>	<u>4,205,423</u>	<u>4,737,157</u>	<u>4,439,828</u>
Plan fiduciary net position - beginning	<u>29,363,253</u>	<u>32,651,115</u>	<u>32,108,169</u>	<u>36,313,592</u>	<u>41,050,749</u>
Plan fiduciary net position - ending (b)	<u>\$ 32,651,115</u>	<u>\$ 32,108,169</u>	<u>\$ 36,313,592</u>	<u>\$ 41,050,749</u>	<u>\$ 45,490,577</u>
City's net pension liability - ending (a) - (b)	<u>\$ 16,562,693</u>	<u>\$ 20,387,658</u>	<u>\$ 20,039,515</u>	<u>\$ 18,629,563</u>	<u>\$ 18,676,124</u>
Plan fiduciary net position as a percentage of the total pension liability	66.35%	61.16%	64.44%	68.78%	70.89%
Covered payroll	\$ 5,898,563	\$ 6,508,413	\$ 6,421,006	\$ 6,699,828	\$ 6,569,061
City's net pension liability as a percentage of covered payroll	280.79%	313.25%	312.09%	278.06%	284.30%

Notes to the Schedule:

For the 9/30/15 measurement date, amounts reported as changes of assumptions result from lowering the investment rate of return from 7.75% to 7.5%.

The schedule will present 10 years of information once it is accumulated.

CITY OF PLANT CITY, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
SAFETY EMPLOYEES

	9/30/2014	9/30/2015	9/30/2016	9/30/2017	9/30/2018
Actuarially determined contribution	\$ 2,323,784	\$ 2,441,481	\$ 2,531,000	\$ 2,709,332	\$ 2,920,813
Contributions in relation to the actuarially determined contribution	2,779,984	2,778,670	2,716,521	2,971,708	3,207,828
Contribution deficiency (excess)	<u>\$ (456,200)</u>	<u>\$ (337,189)</u>	<u>\$ (185,521)</u>	<u>\$ (262,376)</u>	<u>\$ (287,015)</u>
Covered payroll	\$ 5,898,563	\$ 6,508,413	\$ 6,421,006	\$ 6,699,828	\$ 6,569,061
Contributions as a percentage of covered payroll	47.13%	42.69%	42.31%	44.35%	48.83%

Notes to the Schedule:

Valuation Date October 1, 2016

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

Methods and assumptions used to determine contribution rates:

Funding method: Entry age normal actuarial cost method

Amortization method: Level percentage of pay, closed

Remaining amortization period: 30 years (as of 10/1/2016)

Mortality:

RP-2000 Table with no projection - disabled lives set forward 5 years. Based on a study of over 650 public safety funds, this table reflects a 10% margin for future mortality improvements.

Interest Rate: 7.50% per year, compounded annually, net of investment-related expenses.

Retirement age: The earlier of age 60, age 55 with the completion of 10 years of credited service or the completion of 20 years of credited service. Members who are eligible to retire on the valuation date are assumed to work one additional year.

Early retirement: Commencing with the earliest early retirement age (50), members are assumed to retire with an immediate subsidized benefit at the rate of 5% per year.

Disability and Termination Rates:

See table below. It is assumed that 75% of disablements and active Member deaths are service related.

Salary increases:

6.0% per year up to the assumed retirement age. In addition, the projected salary in the year of retirement is increased 20% to account for non-regular compensation.

Payroll growth: 2.7% per year.

Asset valuation method: Each year, the actuarial value of assets is brought forward using the historical geometric four-year average market value return. Over time, this may result in a deminor bias that is above or below the market value of assets.

Termination and Disability Rate Table:

Age	% Becoming Disabled During the Year	% Terminating During the Year
20	0.051%	12.4%
30	0.058%	10.5%
40	0.121%	5.7%
50	0.429%	1.5%

The schedule will present 10 years of information once it is accumulated.

CITY OF PLANT CITY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PENSION INVESTMENT RETURNS
SAFETY EMPLOYEES

	<u>9/30/2014</u>	<u>9/30/2015</u>	<u>9/30/2016</u>	<u>9/30/2017</u>	<u>9/30/2018</u>
Safety Employees:					
Annual money-weighted rate of return, net of investment expenses	9.16%	-2.23%	9.68%	10.97%	7.61%

Notes to the Schedules:

The schedules will present 10 years of information once it is accumulated.

CITY OF PLANT CITY, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S
TOTAL OPEB LIABILITY AND RELATED RATIOS

	2017
Measurement year ended September 30,	
Total OPEB liability	
Service cost	\$ 238,477
Interest on the total OPRB liability	64,064
Changes in assumptions and other inputs	(83,872)
Benefit payments	(109,141)
Net change in total OPEB liability	109,528
Total OPEB liability - beginning	1,882,674
Total OPEB liability - ending	\$ 1,992,202
Covered-employee payroll	\$ 18,172,675
City's total OPEB liability as a percentage of covered-employee payroll	10.96%

Notes to the Schedule

The schedule will present 10 years of information once it is accumulated.

OTHER SUPPLEMENTARY INFORMATION

**CITY OF PLANT CITY, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2018**

	Special Revenue Funds			Debt Service Funds		Capital Projects Funds Combined	Total Nonmajor Governmental Funds
	Streets	Community Development Block Grant	Community Investment Tax	Infrastructure Sales Tax Revenue Bonds	Stadium Loan		
Assets							
Cash and Cash Equivalents	\$ 468,090	\$ 194,184	\$ -	\$ -	\$ -	\$ 18,849,808	\$ 19,512,082
Investments	-	-	-	-	-	5,029,866	5,029,866
Interest Receivable	-	-	-	-	-	26,581	26,581
Due from Other Governments	194,478	18,179	350,968	-	-	-	563,625
Loans Receivable	-	86,726	-	-	-	-	86,726
Restricted Cash	-	-	-	406,223	436,662	-	842,885
Land Held for Resale	-	161,577	-	-	-	-	161,577
Total Assets	<u>\$ 662,568</u>	<u>\$ 460,666</u>	<u>\$ 350,968</u>	<u>\$ 406,223</u>	<u>\$ 436,662</u>	<u>\$ 23,906,255</u>	<u>\$ 26,223,342</u>
Liabilities, Deferred Inflows of Resources and Fund Balances							
Liabilities							
Accounts Payable	\$ 82,748	\$ 22,090	\$ 771	\$ -	\$ -	\$ 3,477,059	\$ 3,582,668
Due to Other Governments	-	66,641	-	-	-	-	66,641
Other Current Liabilities	14,315	-	-	-	-	-	14,315
Unearned Revenues	-	-	-	-	300,000	-	300,000
Total Liabilities	<u>97,063</u>	<u>88,731</u>	<u>771</u>	<u>-</u>	<u>300,000</u>	<u>3,477,059</u>	<u>3,963,624</u>
Deferred Inflows of Resources							
Unavailable Revenues	-	5,347	-	-	-	-	5,347
Total Deferred Inflows	<u>-</u>	<u>5,347</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,347</u>
Fund Balances							
Nonspendable	-	248,303	-	-	-	-	248,303
Restricted	565,505	118,285	350,197	406,223	136,662	4,674,882	6,251,754
Committed	-	-	-	-	-	15,754,314	15,754,314
Total Fund Balances	<u>565,505</u>	<u>366,588</u>	<u>350,197</u>	<u>406,223</u>	<u>136,662</u>	<u>20,429,196</u>	<u>22,254,371</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 662,568</u>	<u>\$ 460,666</u>	<u>\$ 350,968</u>	<u>\$ 406,223</u>	<u>\$ 436,662</u>	<u>\$ 23,906,255</u>	<u>\$ 26,223,342</u>

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CITY OF PLANT CITY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Special Revenue Funds			Debt Service Funds		Capital Projects Funds Combined	Total Nonmajor Governmental Funds
	Streets	Community Development Block Grant	Community Investment Tax	Infrastructure Sales Tax Revenue Bonds	Stadium Loan		
Revenues							
Taxes	\$ 1,346,757	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,346,757
Impact Fees	-	-	-	-	-	604,766	604,766
Intergovernmental	2,661,102	494,981	2,048,292	-	401,355	432,783	6,038,513
Charges for Services	-	43,493	-	-	-	-	43,493
Interest Revenue	18,592	693	33,540	-	717	47,128	100,670
Other	1,681	-	-	-	-	-	1,681
Total Revenues	<u>4,028,132</u>	<u>539,167</u>	<u>2,081,832</u>	<u>-</u>	<u>402,072</u>	<u>1,084,677</u>	<u>8,135,880</u>
Expenditures							
Current							
General Government	-	-	-	-	-	51,705	51,705
Public Safety	-	-	-	-	-	35,766	35,766
Transportation	1,643,655	-	-	-	-	4,025,074	5,668,729
Economic Development	-	442,540	-	-	-	-	442,540
Culture and Recreation	-	-	-	-	-	35,094	35,094
Debt Service							
Principal	-	-	-	645,000	335,000	-	980,000
Interest and Fiscal Charges	-	-	-	156,663	47,023	-	203,686
Capital Outlay	5,234	123,272	-	-	-	3,718,888	3,847,394
Total Expenditures	<u>1,648,889</u>	<u>565,812</u>	<u>-</u>	<u>801,663</u>	<u>382,023</u>	<u>7,866,527</u>	<u>11,264,914</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>2,379,243</u>	<u>(26,645)</u>	<u>2,081,832</u>	<u>(801,663)</u>	<u>20,049</u>	<u>(6,781,850)</u>	<u>(3,129,034)</u>
Other Financing Sources (Uses)							
Proceeds From Sale of Capital Assets	3,198	-	-	-	-	-	3,198
Transfers In	49,250	40,199	350,000	813,894	-	13,180,840	14,434,183
Transfers Out	(3,582,250)	-	(2,825,894)	-	-	(350,000)	(6,758,144)
Total Other Financing Sources (Uses)	<u>(3,529,802)</u>	<u>40,199</u>	<u>(2,475,894)</u>	<u>813,894</u>	<u>-</u>	<u>12,830,840</u>	<u>7,679,237</u>
Net Change in Fund Balance	(1,150,559)	13,554	(394,062)	12,231	20,049	6,048,990	4,550,203
Fund Balance, Beginning	1,716,064	353,034	744,259	393,992	116,613	14,380,206	17,704,168
Fund Balance, Ending	<u>\$ 565,505</u>	<u>\$ 366,588</u>	<u>\$ 350,197</u>	<u>\$ 406,223</u>	<u>\$ 136,662</u>	<u>\$ 20,429,196</u>	<u>\$ 22,254,371</u>

**CITY OF PLANT CITY, FLORIDA
COMBINING BALANCE SHEET
CAPITAL PROJECTS FUNDS
SEPTEMBER 30, 2018**

	Capital Improvement	Streets RR&I	Community Investment RR&I	Impact Fees Library
Assets				
Cash and Cash Equivalents	\$ 1,205,825	\$ 5,794,536	\$ 7,094,271	\$ 556,321
Investments	5,029,866	-	-	-
Interest receivable	26,581	-	-	-
Total Assets	<u>\$ 6,262,272</u>	<u>\$ 5,794,536</u>	<u>\$ 7,094,271</u>	<u>\$ 556,321</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$ 7,648	\$ 1,814,126	\$ 1,574,991	\$ -
Total Liabilities	<u>7,648</u>	<u>1,814,126</u>	<u>1,574,991</u>	<u>-</u>
Fund Balances				
Restricted	-	-	-	556,321
Committed	6,254,624	3,980,410	5,519,280	-
Total Fund Balances	<u>6,254,624</u>	<u>3,980,410</u>	<u>5,519,280</u>	<u>556,321</u>
Total Liabilities and Fund Balances	<u>\$ 6,262,272</u>	<u>\$ 5,794,536</u>	<u>\$ 7,094,271</u>	<u>\$ 556,321</u>

Impact Fees Fire	Impact Fees Police	Impact Fees Park and Recreation	Impact Fees Transportation	Total Capital Projects Funds
\$ 1,178,772	\$ 120,213	\$ 406,517	\$ 2,493,353	\$ 18,849,808
-	-	-	-	5,029,866
-	-	-	-	26,581
<u>\$ 1,178,772</u>	<u>\$ 120,213</u>	<u>\$ 406,517</u>	<u>\$ 2,493,353</u>	<u>\$ 23,906,255</u>
\$ -	\$ -	\$ 1,652	\$ 78,642	\$ 3,477,059
-	-	1,652	78,642	3,477,059
1,178,772	120,213	404,865	2,414,711	4,674,882
-	-	-	-	15,754,314
<u>1,178,772</u>	<u>120,213</u>	<u>404,865</u>	<u>2,414,711</u>	<u>20,429,196</u>
<u>\$ 1,178,772</u>	<u>\$ 120,213</u>	<u>\$ 406,517</u>	<u>\$ 2,493,353</u>	<u>\$ 23,906,255</u>

CITY OF PLANT CITY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	<u>Capital Improvement</u>	<u>Streets RR&I</u>	<u>Community Investment RR&I</u>	<u>Impact Fees Library</u>
Revenue				
Impact Fees	\$ -	\$ -	\$ -	\$ 87,696
Intergovernmental	-	-	-	-
Interest	26,581	-	-	2,801
Total Revenues	<u>26,581</u>	<u>-</u>	<u>-</u>	<u>90,497</u>
Expenditures				
Current				
General Government	51,705	-	-	-
Public Safety	6,106	-	29,660	-
Transportation	-	1,518,531	2,464,191	-
Culture and Recreation	3,300	-	31,794	-
Capital Outlay	494,328	2,223,818	540,669	171,404
Total Expenditures	<u>555,439</u>	<u>3,742,349</u>	<u>3,066,314</u>	<u>171,404</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(528,858)</u>	<u>(3,742,349)</u>	<u>(3,066,314)</u>	<u>(80,907)</u>
Other Financing Sources				
Transfers In	3,797,010	5,371,830	4,012,000	-
Transfers Out	-	-	-	-
Total Other Financing Sources	<u>3,797,010</u>	<u>5,371,830</u>	<u>4,012,000</u>	<u>-</u>
Net Change in Fund Balances	3,268,152	1,629,481	945,686	(80,907)
Fund Balances, Beginning	2,986,472	2,350,929	4,573,594	637,228
Fund Balances, Ending	<u>\$ 6,254,624</u>	<u>\$ 3,980,410</u>	<u>\$ 5,519,280</u>	<u>\$ 556,321</u>

Impact Fees Fire	Impact Fees Police	Impact Fees Park and Recreation	Impact Fees Transportation	Total Capital Projects Funds
\$ 85,209	\$ 136,042	\$ 93,450	\$ 202,369	\$ 604,766
-	-	-	432,783	432,783
5,269	954	1,738	9,785	47,128
<u>90,478</u>	<u>136,996</u>	<u>95,188</u>	<u>644,937</u>	<u>1,084,677</u>
-	-	-	-	51,705
-	-	-	-	35,766
-	-	-	42,352	4,025,074
-	-	-	-	35,094
-	-	14,756	273,913	3,718,888
-	-	14,756	316,265	7,866,527
<u>90,478</u>	<u>136,996</u>	<u>80,432</u>	<u>328,672</u>	<u>(6,781,850)</u>
-	-	-	-	13,180,840
-	(350,000)	-	-	(350,000)
-	(350,000)	-	-	12,830,840
90,478	(213,004)	80,432	328,672	6,048,990
1,088,294	333,217	324,433	2,086,039	14,380,206
<u>\$ 1,178,772</u>	<u>\$ 120,213</u>	<u>\$ 404,865</u>	<u>\$ 2,414,711</u>	<u>\$ 20,429,196</u>

CITY OF PLANT CITY, FLORIDA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2018

	Fleet Replacement Fund	Workers' Compensation Fund	Total
Assets			
Current			
Cash and Cash Equivalents	\$ 1,886,614	\$ 905,428	\$ 2,792,042
Investments	8,180,016	-	8,180,016
Interest Receivable	43,229	-	43,229
Total Current Assets	<u>10,109,859</u>	<u>905,428</u>	<u>11,015,287</u>
Noncurrent Assets			
Deposits	-	30,000	30,000
Capital Assets			
Transportation Equipment	12,216,972	-	12,216,972
Construction in Progress	3,889	-	3,889
Less Accumulated Depreciation	(6,254,150)	-	(6,254,150)
Total Noncurrent Assets	<u>5,966,711</u>	<u>30,000</u>	<u>5,996,711</u>
Total Assets	<u>16,076,570</u>	<u>935,428</u>	<u>17,011,998</u>
Liabilities			
Accounts Payable	131,525	6,869	138,394
Estimated Claims Payable	-	421,237	421,237
Total Liabilities	<u>131,525</u>	<u>428,106</u>	<u>559,631</u>
Net Position			
Investment in Capital Assets	5,966,711	-	5,966,711
Unrestricted	9,978,334	507,322	10,485,656
Total Net Position	<u>\$ 15,945,045</u>	<u>\$ 507,322</u>	<u>\$ 16,452,367</u>

CITY OF PLANT CITY, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Fleet Replacement Fund	Workers' Compensation Fund	Total
Operating Revenues			
Charges for Services	\$ 1,824,550	\$ 352,573	\$ 2,177,123
Total Operating Revenues	<u>1,824,550</u>	<u>352,573</u>	<u>2,177,123</u>
Operating Expenses			
Other Services and Charges	-	671,628	671,628
Depreciation	1,697,730	-	1,697,730
Total Operating Expenses	<u>1,697,730</u>	<u>671,628</u>	<u>2,369,358</u>
Operating Income (Loss)	<u>126,820</u>	<u>(319,055)</u>	<u>(192,235)</u>
Nonoperating Revenues (Expenses)			
Interest Revenue	83,570	4,410	87,980
Loss on Sale of Equipment	(32,579)	-	(32,579)
Total Nonoperating Revenues (Expenses)	<u>50,991</u>	<u>4,410</u>	<u>55,401</u>
Income (Loss) Before Transfers	177,811	(314,645)	(136,834)
Transfers In	16,309	-	16,309
Transfers Out	<u>(2,000,000)</u>	<u>-</u>	<u>(2,000,000)</u>
Change in Net Position	(1,805,880)	(314,645)	(2,120,525)
Net Position, Beginning	<u>17,750,925</u>	<u>821,967</u>	<u>18,572,892</u>
Net Position, Ending	<u>\$ 15,945,045</u>	<u>\$ 507,322</u>	<u>\$ 16,452,367</u>

CITY OF PLANT CITY, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR YEAR ENDED SEPTEMBER 30, 2018

	Fleet Replacement Fund	Workers' Compensation Fund	Total
Cash Flows from Operating Activities			
Cash Received from Other Funds for Goods and Services	\$ 1,824,550	\$ 352,573	\$ 2,177,123
Payments to Suppliers for Goods and Services	20,153	(579,520)	(559,367)
Net cash provided by (used by) operating activities	<u>1,844,703</u>	<u>(226,947)</u>	<u>1,617,756</u>
Cash Flows from Noncapital Financing Activities			
Transfers In	16,309	-	16,309
Transfers Out	(2,000,000)	-	(2,000,000)
Net cash used by noncapital financing activities	<u>(1,983,691)</u>	<u>-</u>	<u>(1,983,691)</u>
Cash Flows from Capital and Related Financing Activities			
Acquisition and Construction of Capital Assets	(1,606,517)	-	(1,606,517)
Proceeds from sale of capital assets	144	-	144
Net cash used by capital and related financing activities	<u>(1,606,373)</u>	<u>-</u>	<u>(1,606,373)</u>
Cash Flows from Investing Activities			
Purchase of Investments	(4,853,399)	-	(4,853,399)
Proceeds from Sale of Pooled Investments	5,946,969	-	5,946,969
Interest and Investment Earnings	83,035	4,410	87,445
Net cash provided by investing activities	<u>1,176,605</u>	<u>4,410</u>	<u>1,181,015</u>
Net change in cash and cash equivalents	(568,756)	(222,537)	(791,293)
Cash and Cash Equivalents, Beginning of Year	2,455,370	1,127,965	3,583,335
Cash and Cash Equivalents, End of Year	<u>\$ 1,886,614</u>	<u>\$ 905,428</u>	<u>\$ 2,792,042</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used by) Operating Activities			
Operating Income (Loss)	\$ 126,820	\$ (319,055)	\$ (192,235)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used by) Operating Activities			
Depreciation	1,697,730	-	1,697,730
Changes in Assets and Liabilities			
Accounts Payable	20,153	(2,657)	17,496
Estimated Claims Payable	-	94,765	94,765
Net Cash Provided by (Used by) Operating Activities	<u>\$ 1,844,703</u>	<u>\$ (226,947)</u>	<u>\$ 1,617,756</u>

CITY OF PLANT CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE—
BUDGET AND ACTUAL
STREETS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Taxes	\$ 1,283,200	\$ 1,283,200	\$ 1,346,757	\$ 63,557
Intergovernmental	2,553,397	2,553,397	2,661,102	107,705
Interest revenue	15,800	15,800	18,592	2,792
Other	-	-	1,681	1,681
Total Revenues	<u>3,852,397</u>	<u>3,852,397</u>	<u>4,028,132</u>	<u>175,735</u>
Expenditures				
Current				
Transportation	1,807,413	1,813,008	1,643,655	169,353
Capital Outlay	21,500	21,500	5,234	16,266
Total Expenditures	<u>1,828,913</u>	<u>1,834,508</u>	<u>1,648,889</u>	<u>185,619</u>
Excess of Revenues Over Expenditures	<u>2,023,484</u>	<u>2,017,889</u>	<u>2,379,243</u>	<u>361,354</u>
Other Financing Sources (Uses)				
Proceeds from sale of capital assets	-	-	3,198	3,198
Transfers in	-	49,250	49,250	-
Transfers out	<u>(2,783,000)</u>	<u>(3,582,250)</u>	<u>(3,582,250)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(2,783,000)</u>	<u>(3,533,000)</u>	<u>(3,529,802)</u>	<u>3,198</u>
Net Change in Fund Balance	(759,516)	(1,515,111)	(1,150,559)	364,552
Fund Balance, Beginning	1,716,064	1,716,064	1,716,064	-
Fund Balance, Ending	<u>\$ 956,548</u>	<u>\$ 200,953</u>	<u>\$ 565,505</u>	<u>\$ 364,552</u>

CITY OF PLANT CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE–
BUDGET AND ACTUAL
COMMUNITY DEVELOPMENT BLOCK GRANT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ 329,801	\$ 466,855	\$ 494,981	\$ 28,126
Charges for services	40,000	57,500	43,493	(14,007)
Interest revenue	-	-	693	693
Total Revenues	<u>369,801</u>	<u>524,355</u>	<u>539,167</u>	<u>14,812</u>
Expenditures				
Current				
Economic development	155,199	472,699	442,540	30,159
Capital Outlay	<u>254,801</u>	<u>378,526</u>	<u>123,272</u>	<u>255,254</u>
Total Expenditures	<u>410,000</u>	<u>851,225</u>	<u>565,812</u>	<u>285,413</u>
(Deficiency) of Revenues				
(Under) Expenditures	<u>(40,199)</u>	<u>(326,870)</u>	<u>(26,645)</u>	<u>300,225</u>
Other Financing Sources				
Transfers in	<u>40,199</u>	<u>40,199</u>	<u>40,199</u>	<u>-</u>
Total Other Financing Sources	<u>40,199</u>	<u>40,199</u>	<u>40,199</u>	<u>-</u>
Net Change in Fund Balance	-	(286,671)	13,554	300,225
Fund Balance, Beginning	353,034	353,034	353,034	-
Fund Balance, Ending	<u>\$ 353,034</u>	<u>\$ 66,363</u>	<u>\$ 366,588</u>	<u>\$ 300,225</u>

CITY OF PLANT CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE–
BUDGET AND ACTUAL
COMMUNITY INVESTMENT TAX FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ 1,900,000	\$ 1,916,710	\$ 2,048,292	\$ 131,582
Interest revenue	17,200	17,200	33,540	16,340
Total Revenues	<u>1,917,200</u>	<u>1,933,910</u>	<u>2,081,832</u>	<u>147,922</u>
Expenditures				
Current				
General government	-	100,000	-	100,000
Total Expenditures	<u>-</u>	<u>100,000</u>	<u>-</u>	<u>100,000</u>
Excess of Revenues Over Expenditures	<u>1,917,200</u>	<u>1,833,910</u>	<u>2,081,832</u>	<u>247,922</u>
Other Financing Sources				
Transfers in	-	350,000	350,000	-
Transfers out	<u>(2,300,920)</u>	<u>(2,817,630)</u>	<u>(2,825,894)</u>	<u>(8,264)</u>
Total Other Financing Sources	<u>(2,300,920)</u>	<u>(2,467,630)</u>	<u>(2,475,894)</u>	<u>(8,264)</u>
Net Change in Fund Balance	(383,720)	(633,720)	(394,062)	239,658
Fund Balance, Beginning	744,259	744,259	744,259	-
Fund Balance, Ending	<u>\$ 360,539</u>	<u>\$ 110,539</u>	<u>\$ 350,197</u>	<u>\$ 239,658</u>

CITY OF PLANT CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE–
BUDGET AND ACTUAL
INFRASTRUCURE SALES TAX REVENUE BONDS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Expenditures				
Debt Service				
Principal	\$ 645,000	\$ 645,000	\$ 645,000	\$ -
Interest	143,420	160,130	156,663	3,467
Total Expenditures	<u>788,420</u>	<u>805,130</u>	<u>801,663</u>	<u>3,467</u>
(Deficiency) of Revenues				
(Under) Expenditures	<u>(788,420)</u>	<u>(805,130)</u>	<u>(801,663)</u>	<u>3,467</u>
Other Financing Sources				
Transfers in	<u>788,420</u>	<u>805,130</u>	<u>813,894</u>	<u>8,764</u>
Total Other Financing Sources	<u>788,420</u>	<u>805,130</u>	<u>813,894</u>	<u>8,764</u>
Net Change in Fund Balance	-	-	12,231	12,231
Fund Balance, Beginning	<u>393,992</u>	<u>393,992</u>	<u>393,992</u>	-
Fund Balance, Ending	<u>\$ 393,992</u>	<u>\$ 393,992</u>	<u>\$ 406,223</u>	<u>\$ 12,231</u>

CITY OF PLANT CITY, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE–
BUDGET AND ACTUAL
STADIUM LOAN FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 381,421	\$ 381,421	\$ 401,355	\$ 19,934
Interest revenue	-	-	717	717
Total Revenues	<u>381,421</u>	<u>381,421</u>	<u>402,072</u>	<u>20,651</u>
Expenditures				
Debt Service				
Principal	335,000	335,000	335,000	-
Interest	46,421	46,421	47,023	(602)
Total Expenditures	<u>381,421</u>	<u>381,421</u>	<u>382,023</u>	<u>(602)</u>
Net Change in Fund Balance	-	-	20,049	20,049
Fund Balance, Beginning	116,613	116,613	116,613	-
Fund Balance, Ending	<u>\$ 116,613</u>	<u>\$ 116,613</u>	<u>\$ 136,662</u>	<u>\$ 20,049</u>

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STATISTICAL SECTION

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

<u>Contents</u>	<u>Page</u>
Financial Trends	89 - 94
<i>These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.</i>	
Revenue Capacity	95 - 98
<i>These schedules contain information to help the reader assess the City's most significant local revenue sources.</i>	
Debt Capacity	99 - 102
<i>These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.</i>	
Demographic and Economic Information	103 and 104
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.</i>	
Operating Information	105 - 107
<i>These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.</i>	

Sources: Unless otherwise noted, the information in these schedules is derived from the City's financial reports for the relevant year.

CITY OF PLANT CITY, FLORIDA
NET POSITION BY COMPONENT
(ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Governmental activities										
Net investment in capital assets	\$ 60,239,035	\$ 62,251,613	\$ 60,867,888	\$ 58,900,763	\$ 38,918,146	\$ 61,233,737	\$ 62,162,897	\$ 61,906,745	\$ 60,416,780	\$ 60,464,657
Restricted	15,920,836	18,405,194	14,877,356	15,815,797	9,920,744	9,088,722	9,386,371	8,984,542	9,351,406	9,812,149
Unrestricted	14,564,089	10,867,293	15,516,370	16,124,926	41,942,417	24,707,169	10,325,119	11,021,839	17,189,600	20,189,677
Total governmental activities net position	\$ 90,723,960	\$ 91,524,100	\$ 91,261,614	\$ 90,841,486	\$ 90,781,307	\$ 95,029,628	\$ 81,874,387	\$ 81,913,126	\$ 86,957,786	\$ 90,466,483
Business-type activities										
Net investment in capital assets	\$ 49,746,293	\$ 49,980,355	\$ 48,631,942	\$ 49,757,008	\$ 62,655,353	\$ 61,597,906	\$ 63,872,906	\$ 69,956,337	\$ 72,797,595	\$ 81,951,499
Restricted	10,641,709	9,090,700	10,192,700	12,311,324	9,676,363	7,622,081	8,538,525	12,208,118	14,811,283	14,738,028
Unrestricted	52,127,596	55,789,254	58,671,185	59,189,757	53,356,862	56,838,616	56,877,638	52,343,282	52,365,200	48,110,113
Total business-type activities net position	\$ 112,515,598	\$ 114,860,309	\$ 117,495,827	\$ 121,258,089	\$ 125,688,578	\$ 126,058,603	\$ 129,289,069	\$ 134,507,737	\$ 139,974,078	\$ 144,799,640
Primary government										
Net investment in capital assets	\$ 109,985,328	\$ 112,231,968	\$ 109,499,830	\$ 108,657,771	\$ 101,573,499	\$ 122,831,643	\$ 126,035,803	\$ 131,863,082	\$ 133,214,375	\$ 142,416,156
Restricted	26,562,545	27,495,894	25,070,056	28,127,121	19,597,107	16,710,803	17,924,896	21,192,660	24,162,689	24,550,177
Unrestricted	66,691,685	66,656,547	74,187,555	75,314,683	95,299,279	81,545,785	67,202,757	63,365,121	69,554,800	68,299,790
Total primary government net position	\$ 203,239,558	\$ 206,384,409	\$ 208,757,441	\$ 212,099,575	\$ 216,469,885	\$ 221,088,231	\$ 211,163,456	\$ 216,420,863	\$ 226,931,864	\$ 235,266,123

Sources: Information derived from the annual financial reports for the relevant year.

CITY OF PLANT CITY, FLORIDA
CHANGES IN NET POSITION
(ACCURAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Expenses										
Governmental activities										
General government	\$ 3,676,686	\$ 3,377,561	\$ 3,536,904	\$ 2,915,559	\$ 3,177,857	\$ 3,587,748	\$ 3,776,582	\$ 3,994,458	\$ 4,762,505	\$ 6,078,079
Public safety	12,849,124	13,845,412	13,788,251	14,397,373	14,492,775	14,822,970	14,088,879	17,934,296	13,835,477	16,519,480
Physical environment	973,334	1,547,139	1,303,781	881,879	542,720	1,144,602	1,156,681	806,300	878,375	878,375
Transportation	4,728,051	4,521,280	4,683,651	4,474,841	5,749,755	3,803,625	3,565,989	4,158,498	3,904,189	7,546,468
Economic development	647,884	607,186	493,443	1,523,580	1,022,097	1,127,812	1,085,561	1,124,283	1,150,709	1,670,720
Culture and recreation	6,232,189	5,826,055	5,823,085	5,742,766	5,219,251	5,325,809	5,674,351	5,694,309	6,094,501	6,340,631
Interest on long-term debt	624,597	764,973	540,450	468,600	544,161	365,005	293,290	262,789	230,007	208,298
Total governmental activities expenses	29,731,865	30,489,606	30,169,565	30,404,598	30,748,616	30,177,571	29,641,333	33,971,187	30,783,688	39,242,051
Business-type activities										
Water and sewer	15,077,820	15,235,785	13,870,851	13,735,263	14,560,761	13,970,507	13,659,389	13,684,024	15,211,641	16,432,269
Solid waste	4,516,315	4,570,351	4,711,736	4,849,754	4,742,337	4,830,818	4,880,680	4,918,903	5,642,980	5,689,061
Stormwater	1,710,785	1,619,238	1,811,878	2,248,884	2,046,964	2,501,872	2,468,072	2,605,373	2,588,495	3,131,416
Industrial park	-	-	44,036	34,451	30,262	64,828	27,641	14,813	20,058	11,873
Total business-type activities expenses	21,304,920	21,425,374	20,438,501	20,868,552	21,380,324	21,368,025	21,035,782	21,223,113	23,463,174	25,264,619
Total primary government net position	51,036,785	51,914,980	50,608,066	51,272,950	52,128,940	51,545,596	50,677,115	55,194,300	54,246,862	64,506,670
Program revenues										
Governmental activities										
Charges for services	1,305,233	1,735,754	1,056,592	708,471	179,535	693,601	882,271	1,172,956	1,338,829	1,261,944
General government	853,382	974,857	945,595	843,739	1,432,027	1,154,703	990,406	1,106,110	1,044,097	1,107,701
Public safety	262	344	1,000	-	236,079	324,229	274,225	212,810	250,684	210,841
Physical environment	279,930	268,039	131,337	208,661	-	75,567	71,793	-	-	-
Transportation	-	-	-	-	40,768	-	-	-	-	43,493
Economic development	855,510	793,062	783,960	987,742	501,503	570,941	612,958	637,653	673,912	672,774
Culture and recreation	4,871,786	2,599,424	1,762,197	1,768,736	1,573,407	1,462,428	1,404,562	2,526,747	1,879,877	4,637,584
Operating grants and contributions	2,160,053	4,177,996	408,136	980,516	1,702,585	2,608,841	250,405	224,768	719,790	459,149
Capital grants and contributions	10,326,156	10,549,476	5,088,817	5,497,865	5,665,904	6,890,310	4,486,620	5,881,044	5,907,189	8,393,480
Total governmental activities program revenues	24,112,510	23,389,758	23,691,867	23,509,947	24,094,412	24,440,933	25,019,768	26,424,356	28,190,473	28,669,498
Business-type activities	(34,384)	7,693	-	-	1,150	-	17,824	374,546	859,635	62,980
Charges for services	1,325,992	520,717	903,049	1,905,396	2,109,691	524,718	799,409	592,337	569,304	706,701
Operating grants and contributions	25,404,118	23,918,168	24,594,916	25,415,343	26,205,253	24,963,651	25,837,001	27,391,239	29,619,412	29,439,179
Capital grants and contributions	35,730,274	34,467,644	29,683,733	30,913,208	31,871,157	31,855,961	30,323,621	33,272,283	35,526,601	37,832,665
Total business-type activities program revenues	(19,405,709)	(19,940,130)	(25,080,748)	(24,906,733)	(25,082,712)	(23,287,261)	(25,154,713)	(28,090,143)	(24,876,499)	(30,848,565)
Net (expenses)/revenue	4,099,198	2,492,794	4,156,415	4,546,991	4,824,929	3,597,626	4,801,219	6,168,126	6,156,238	4,174,560
Governmental activities	\$ (15,306,511)	\$ (17,447,336)	\$ (20,924,333)	\$ (20,359,742)	\$ (20,257,783)	\$ (19,689,635)	\$ (20,353,494)	\$ (21,922,017)	\$ (18,720,261)	\$ (26,674,005)
Business-type activities										
Total primary government net expenses										

Sources: Information derived from the annual financial reports for the relevant year.

Continued

CITY OF PLANT CITY, FLORIDA
CHANGES IN NET POSITION
(ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
General revenues										
Governmental activities										
Property taxes	\$ 9,830,808	\$ 9,663,914	\$ 8,307,390	\$ 7,693,416	\$ 6,959,388	\$ 7,748,507	\$ 8,133,553	\$ 8,637,832	\$ 9,136,767	\$ 11,696,287
Insurance premium tax	487,375	483,931	484,385	496,312	508,505	508,305	517,964	528,282	543,278	600,921
Sales taxes	581,696	564,537	3,963,522	4,698,838	1,771,696	5,204,164	5,722,462	5,991,530	-	-
Utility taxes	3,271,170	3,600,661	3,537,454	3,508,113	3,525,417	3,738,382	3,816,732	3,956,901	4,529,890	4,725,832
Gas taxes	1,541,616	1,534,079	1,529,449	1,542,424	1,530,555	1,508,730	1,632,883	1,641,573	1,309,148	1,346,757
Communications services taxes	1,742,563	1,541,131	1,498,953	1,504,198	1,422,108	1,275,064	1,217,450	1,200,775	1,146,197	1,171,149
Business taxes	499,086	429,766	461,101	449,048	440,668	512,953	590,707	588,709	530,728	549,350
Franchise fees	2,474,062	2,512,966	3,582,448	3,566,479	3,507,254	3,748,597	3,855,103	3,955,034	3,934,776	3,974,137
Intergovernmental revenues, unrestricted	-	-	-	-	4,023,794	394,961	389,779	390,374	7,065,783	7,462,856
Unrestricted investment earnings	273,464	76,684	51,555	46,166	47,873	62,604	78,789	126,643	283,961	439,930
Miscellaneous Revenue	-	-	-	-	38,232	197,473	-	-	-	-
Gain/(loss) on sale of capital assets	(229,359)	15,535	(39,237)	45,516	-	23,904	15,367	-	50,205	-
Transfers in (out)	1,048,707	276,479	1,441,242	936,095	693,845	2,611,938	1,863,250	1,111,229	1,390,426	1,152,233
Total governmental activities	21,521,188	20,699,683	24,818,262	24,486,605	24,469,335	27,535,582	27,834,039	28,128,882	29,921,159	33,119,452
Business-type activities										
Unrestricted investment earnings	565,653	134,719	84,044	147,969	92,970	91,306	189,640	67,766	407,768	553,538
Miscellaneous Revenue	-	-	-	-	8,774	8,122	1,865	88,437	148,378	-
Gain/(loss) on sale of capital assets	3,835	(6,322)	(163,699)	3,396	197,661	47,632	100,992	5,568	144,383	636,524
Transfers in (out)	(1,048,707)	(276,479)	(1,441,242)	(936,095)	(693,845)	(2,611,938)	(1,863,250)	(1,111,229)	(1,390,426)	(1,152,233)
Total business-type activities	(479,219)	(148,082)	(1,520,897)	(784,730)	(394,440)	(2,464,878)	(1,570,753)	(949,458)	(689,897)	37,829
Total primary government	21,041,969	20,551,601	23,297,365	23,701,875	24,074,895	25,070,704	26,263,286	27,179,424	29,231,262	33,157,281
Change in net position										
Governmental activities	2,115,479	759,553	(262,486)	(420,128)	(613,377)	4,248,321	2,679,326	38,739	5,044,660	2,270,887
Business-type activities	3,619,979	2,344,712	2,635,518	3,762,261	4,430,489	1,132,748	3,230,466	5,218,668	5,466,341	4,212,389
Total primary government	\$ 5,735,458	\$ 3,104,265	\$ 2,373,032	\$ 3,342,133	\$ 3,817,112	\$ 5,381,069	\$ 5,909,792	\$ 5,257,407	\$ 10,511,001	\$ 6,483,276

Sources: Information derived from the annual financial reports for the relevant year.

CITY OF PLANT CITY, FLORIDA
FUND BALANCES, GOVERNMENTAL FUNDS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
General Fund										
Nonspendable	\$ -	\$ -	\$ 83,907	\$ 100,237	\$ 92,270	\$ 92,076	\$ 47,770	\$ 42,693	\$ 66,878	\$ 71,674
Restricted	-	-	226,228	233,167	284,782	332,141	357,126	387,590	375,685	434,356
Committed	-	-	2,113,130	1,398,670	1,466,490	1,504,663	1,551,814	1,610,283	1,657,719	1,728,873
Assigned	-	-	3,810,154	4,245,456	4,475,552	3,888,938	3,872,912	3,834,264	3,731,232	2,148,022
Unassigned	-	-	7,962,266	7,910,431	7,982,002	8,481,712	9,088,018	10,315,997	11,491,153	12,694,508
Reserved	6,272,937	5,608,064	-	-	-	-	-	-	-	-
Unreserved	6,516,276	7,538,808	-	-	-	-	-	-	-	-
Total general fund	\$ 12,789,213	\$ 13,146,872	\$ 14,195,685	\$ 13,887,961	\$ 14,301,096	\$ 14,299,530	\$ 14,917,640	\$ 16,190,827	\$ 17,322,667	\$ 17,077,433
All other governmental funds										
Nonspendable, reported in										
Special Revenue Funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 291,222	\$ 279,129	\$ 272,147	\$ -	\$ 248,303
Capital Projects Fund	-	-	-	-	-	46,978	-	-	-	-
Restricted, reported in										
Special Revenue Funds	-	-	2,918,885	1,275,968	4,140,565	3,151,267	3,775,835	3,649,404	4,276,897	3,290,459
Capital Projects Funds	-	-	4,924,377	4,974,265	5,007,567	5,112,235	4,753,473	4,444,004	4,469,211	4,674,882
Debt Service Funds	-	-	486,843	492,665	487,830	493,079	499,937	503,544	510,605	542,885
Committed, reported in										
Special Revenue Funds	-	-	1,206,061	2,987,774	-	-	-	-	-	-
Capital Projects Fund	-	-	4,663,137	6,020,213	5,082,140	6,566,874	6,320,107	6,980,209	9,910,995	15,754,314
Assigned, reported in										
Special Revenue Funds	-	-	64,292	190,105	-	-	-	-	-	-
Reserved	2,493,013	1,636,973	-	-	-	-	-	-	-	-
Unassigned, reported in										
Special Revenue Funds	2,327,093	3,357,300	-	-	-	-	-	-	-	-
Capital Projects Funds	11,051,716	10,214,732	-	-	-	-	-	-	-	-
Debt Service Funds	7,267	(646,540)	-	-	-	-	-	-	-	-
Total all other governmental funds	\$ 15,879,089	\$ 14,562,465	\$ 14,263,595	\$ 15,940,990	\$ 14,718,102	\$ 15,661,655	\$ 15,628,481	\$ 15,849,308	\$ 19,167,708	\$ 24,510,843

Note: GASB 54 was implemented during fiscal year 2011.
Sources: Information derived from the annual financial reports for the relevant year.

CITY OF PLANT CITY, FLORIDA
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Revenues										
Property Taxes	\$ 9,830,808	\$ 9,663,914	\$ 8,307,390	\$ 7,693,416	\$ 6,959,388	\$ 7,304,524	\$ 7,666,752	\$ 8,134,416	\$ 9,136,767	\$ 11,696,287
Utility Taxes	3,271,170	3,600,661	3,537,454	3,508,113	3,525,417	3,738,382	3,816,732	3,956,901	4,529,890	4,725,832
Gas Taxes	1,541,616	1,534,079	1,529,448	1,542,423	1,159,890	1,176,255	1,235,751	1,273,096	1,309,148	1,346,757
Business Taxes	499,086	429,766	461,101	449,048	440,668	512,953	590,707	588,709	530,728	549,350
Communication Services Tax	1,742,563	1,541,131	1,498,953	1,504,198	1,422,108	1,275,064	1,217,450	1,200,775	1,146,197	1,171,149
Insurance Premium Tax	487,375	483,931	484,385	496,312	508,505	508,305	517,964	528,282	543,278	600,921
Franchise Fees	2,474,062	2,512,966	3,582,448	3,566,479	3,507,254	3,748,597	3,855,103	3,955,034	3,934,776	3,974,137
Fees and Permits	439,494	434,707	421,875	472,922	555,380	648,215	871,006	730,960	777,126	935,645
Impact Fees	294,807	286,253	158,634	288,505	384,574	463,327	516,696	743,712	596,888	604,766
Fines and Forfeitures	188,013	205,309	179,900	144,032	213,129	156,518	208,379	199,350	188,013	120,598
Intergovernmental	8,039,612	7,797,363	6,725,318	7,443,543	8,539,432	9,997,817	8,189,180	9,304,440	9,151,207	11,905,596
Charges for Services	1,407,823	1,452,736	1,450,229	1,763,795	1,579,450	1,624,477	1,601,390	1,683,856	1,719,088	1,901,883
Contributions	71,819	38,294	33,055	25,181	9,690	91,808	31,365	63,260	23,455	155,327
Interest Revenue	242,051	56,762	46,101	41,838	42,337	58,155	69,615	100,904	202,849	351,950
Miscellaneous Revenue	286,537	869,410	80,829	49,144	509,650	247,974	57,863	355,908	489,276	170,543
Total revenues	30,816,836	30,907,282	28,497,120	28,988,949	29,356,872	31,552,371	30,445,953	32,819,603	34,278,686	40,210,741
Expenditures										
Current										
General government	3,232,801	3,110,991	3,172,352	2,747,586	2,763,376	3,067,347	3,531,455	3,380,205	3,879,437	3,860,510
Public safety	11,770,998	12,753,388	12,846,068	13,638,821	14,188,565	14,088,121	14,111,326	14,400,301	15,437,124	15,982,322
Physical environment	672,803	1,251,562	1,069,040	694,727	317,061	535,978	564,298	585,330	594,090	684,730
Transportation	1,870,314	1,770,628	1,756,775	1,399,800	3,184,321	1,976,888	1,957,598	2,064,631	1,959,017	5,696,891
Economic development	609,588	569,099	419,399	1,203,747	701,029	807,103	771,162	773,465	1,011,512	1,531,192
Culture and recreation	5,147,648	4,777,405	4,542,419	4,617,031	4,145,980	4,279,180	4,669,837	4,675,684	4,974,943	4,951,135
Capital outlay	4,963,468	5,985,754	2,986,693	2,370,322	3,217,453	4,474,639	3,666,441	4,171,023	2,155,089	4,251,473
Debt service										
Principal retirement	943,359	1,442,322	996,653	1,202,472	1,263,450	1,054,220	890,000	920,000	945,000	980,000
Interest and fiscal charges	606,539	607,382	533,230	461,380	389,015	326,233	286,000	256,711	224,533	203,686
Total expenditures	29,817,518	32,268,531	28,322,629	28,335,886	30,170,250	30,609,709	30,448,117	31,227,350	31,180,745	38,141,939
Excess of revenues over (under) expenditures	999,318	(1,361,249)	174,491	653,063	(813,378)	942,662	(2,164)	1,592,253	3,097,941	2,068,802

Continued

CITY OF PLANT CITY, FLORIDA
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Other financing sources (uses)										
Bond/Loan proceeds	\$ -	\$ 4,610,000	\$ 256,752	\$ 483,768	\$ 3,290,000	\$ -	\$ -	\$ -	\$ -	\$ -
Capital lease proceeds	-	-	-	-	-	-	-	-	-	-
Proceeds from sale of capital assets	302,369	28,170	14,198	82,280	2,880	23,904	17,280	16,332	50,205	61,158
Principal retirement	-	(4,112,544)	-	-	-	-	-	-	-	-
Payment to refunded debt escrow agent	-	-	-	-	(3,270,980)	-	-	-	-	-
Transfers in	4,315,546	5,048,817	3,806,830	3,734,818	6,796,197	5,555,761	3,625,997	3,186,786	5,222,101	14,434,183
Transfers out	(4,640,399)	(5,176,017)	(3,502,328)	(3,584,282)	(6,814,472)	(5,580,520)	(3,055,997)	(3,301,357)	(3,920,007)	(11,466,242)
Total other financing sources (uses)	(22,484)	398,426	575,452	716,584	3,625	(855)	587,280	(98,239)	1,352,299	3,029,099
Net change in fund balances	\$ 976,834	\$ (962,823)	\$ 749,943	\$ 1,369,647	\$ (809,753)	\$ 941,807	\$ 585,116	\$ 1,494,014	\$ 4,450,240	\$ 5,097,901
Debt service as a percentage of non-capital expenditures	6.24%	7.80%	6.04%	6.41%	6.13%	5.28%	4.39%	4.35%	4.03%	3.48%

Sources: Information derived from the annual financial reports for the relevant year.

CITY OF PLANT CITY, FLORIDA
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
NET OF EXEMPTIONS
LAST TEN FISCAL YEARS

Fiscal Year	Real Property Assessed Value	Personal Property Assessed Value	Railroad Property Assessed Value	Totals Assessed Value	Total Direct Tax Rate
2009	\$ 1,758,061,017	\$ 323,703,964	\$ 3,518,989	\$ 2,085,283,970	4.1653
2010	1,520,152,233	302,946,028	3,550,392	1,826,648,653	4.7157
2011	1,343,228,198	263,007,846	3,179,093	1,609,415,137	4.7157
2012	1,234,156,271	259,415,402	3,446,441	1,497,018,114	4.7157
2013	1,195,496,931	253,621,134	3,493,363	1,452,611,428	4.7157
2014	1,231,203,797	283,091,939	3,619,491	1,517,915,227	4.7157
2015	1,278,034,222	323,358,398	3,708,819	1,605,101,439	4.7157
2016	1,390,178,736	278,551,547	5,718,702	1,674,448,985	4.7157
2017	1,523,970,856	328,190,684	6,055,465	1,858,217,005	4.7157
2018	1,643,167,241	351,096,579	5,998,019	2,000,261,839	5.7157

Source: Hillsborough County Property Appraiser.

Note: Tax rate are per every \$1,000 of assessed value.

**CITY OF PLANT CITY, FLORIDA
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
MILLAGE RATES (\$1 per \$1,000 Valuation)**

<u>City of Plant City</u>		<u>Overlapping Rates ^(a)</u>						
<u>Fiscal Year</u>	<u>Direct Millage</u>	<u>Hillsborough County</u>	<u>Southwest Florida Water Management District</u>	<u>Hillsborough County School Board</u>	<u>Hillsborough County Environmental Lands</u>	<u>Tampa Port Authority</u>	<u>Childrens Board</u>	<u>Total</u>
2009	4.1653	5.7439	0.3866	7.7770	0.0604	0.1950	0.5000	18.8282
2010	4.7157	5.7423	0.3866	7.6920	0.0604	0.1925	0.5000	19.2895
2011	4.7157	5.7407	0.3770	7.5920	0.0604	0.1900	0.5000	19.1758
2012	4.7157	5.7391	0.3928	7.9130	0.0604	0.1900	0.5000	19.5110
2013	4.7157	5.7374	0.3928	7.8770	0.0604	0.1850	0.5000	19.4683
2014	4.7157	5.7356	0.3818	7.6900	0.0604	0.1750	0.4828	19.2413
2015	4.7157	5.7339	0.3658	7.3530	0.0604	0.1650	0.4589	18.8527
2016	4.7157	5.7322	0.3488	7.2470	0.0604	0.1550	0.4589	18.7180
2017	4.7157	5.7322	0.3317	6.9060	0.0604	0.1450	0.4589	18.3499
2018	5.7157	5.7309	0.3131	6.5960	0.0604	0.1300	0.4589	19.0050

^(a) Overlapping rates are those of local and county governments that apply to property owners.

Source: Hillsborough County Tax Collector.

**CITY OF PLANT CITY
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

<u>Taxpayer</u>	<u>Fiscal Year 2017/2018</u>			<u>Fiscal Year 2008/2009</u>		
	<u>Taxable Value</u>	<u>Percent of Total Taxable Value</u>	<u>Rank</u>	<u>Taxable Value</u>	<u>Percent of Total Taxable Value</u>	<u>Rank</u>
Gordon Food Service & Highland	\$ 38,293,672	1.9%	1	\$ -		
Sweetbay Supermarkets	25,276,536	1.3%	2	-		
Dart	23,500,600	1.2%	3	-		
Plantation at Walden Lake	21,544,380	1.1%	4	-		
Madison Park	20,093,700	1.0%	5	-		
Save A Lot Disribution Facility	18,769,017	0.9%	6	-		
County Line Logistics Center	18,494,867	0.9%	7	-		
Star Distribution	14,888,726	0.7%	8	11,932,100	0.6%	10
James Hardie Building Supplies	14,833,580	0.7%	9	14,297,405	0.7%	6
Wal-Mart	13,672,006	0.7%	10	14,035,960	0.7%	7
Abs Fla Investor LLC	-			22,467,300	1.1%	1
United Dominion Realty Trust	-			19,649,400	0.9%	2
Food Lion Inc	-			17,288,700	0.8%	3
Moran Foods Inc	-			15,572,989	0.7%	4
Village At Park Road	-			14,549,400	0.7%	5
Publix Super Markets Inc	-			12,814,100	0.6%	8
Eagle Land Company-Florida	-			12,725,212	0.6%	9
Total ten largest taxpayers	<u>209,367,084</u>	<u>10.5%</u>		<u>155,332,566</u>	<u>7.5%</u>	
Other taxpayers	<u>1,790,894,755</u>	<u>89.5%</u>		<u>1,922,784,627</u>	<u>92.5%</u>	
Total per tax roll	<u>\$ 2,000,261,839</u>	<u>100.0%</u>		<u>\$ 2,078,117,193</u>	<u>100.0%</u>	

Source: Hillsborough County Property Appraiser.

**CITY OF PLANT CITY
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Fiscal Year	Total Tax Levy ⁽¹⁾	Current Tax Collections ⁽²⁾	Percent of Levy Collected	Prior Years Tax Collections	Total Tax Collections	Percentage of Total Collections To Tax Levy
2009	\$ 8,665,982	\$ 8,292,630	95.69%	\$ 59,438	\$ 8,352,068	96.38%
2010	8,582,407	8,238,211	95.99%	140,381	8,378,592	97.63%
2011	7,564,233	7,163,430	94.70%	197,104	7,360,534	97.31%
2012	7,025,237	6,751,422	96.10%	108,023	6,859,445	97.64%
2013	6,850,080	6,581,401	96.08%	32,419	6,613,820	96.55%
2014	7,158,033	6,688,804	93.44%	262,018	6,950,822	97.11%
2015	7,541,474	7,273,454	96.45%	20,158	7,293,612	96.71%
2016	7,896,119	7,693,761	97.44%	38,098	7,731,859	97.92%
2017	8,762,794	8,520,329	97.23%	41,077	8,561,406	97.70%
2018	11,470,135	11,020,534	96.08%	28,800	11,049,334	96.33%

⁽¹⁾ Total assessed value times millage rate. Gross taxes before discounts.

⁽²⁾ Source: Hillsborough County Tax Collector.

CITY OF PLANT CITY, FLORIDA
RATIOS OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years

Fiscal Year	Governmental Activities		Business-type Activities		Total Primary Government	Hillsborough County Personal Income	Per Capita
	Capital Leases	Capital Projects Revenue Bonds	Utility System Revenue Bonds/Notes	State Revolving Loans			
2009	\$ 166,981	\$ 13,448,957	\$ 13,256,366	\$ 47,584,857	\$ 74,457,161	\$ 37,242	1,999
2010	102,115	12,563,252	11,434,453	46,482,605	70,582,425	39,515	1,786
2011	205,863	11,628,311	11,460,858	44,380,626	67,675,658	42,310	1,600
2012	85,591	11,024,179	10,557,263	42,226,856	63,893,889	41,228	1,550
2013	-	9,882,988	-	40,020,023	49,903,011	40,422	1,235
2014	-	8,842,309	-	37,758,812	46,601,121	42,051	1,108
2015	-	7,965,440	-	35,441,881	43,407,321	43,565	996
2016	-	7,058,571	-	33,067,855	40,126,426	43,864	915
2017	-	6,261,444	-	30,635,324	36,896,768	44,709	825
2018	-	5,275,328	-	27,934,290	33,209,618	45,509	730

Sources: Population data from the Bureau of Economic & Business/Florida. Personal income data from the US Bureau of Economic Analysis.

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

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

**CITY OF PLANT CITY, FLORIDA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
SEPTEMBER 30, 2018**

Jurisdiction	Net Debt Outstanding	Percentage Applicable to Plant City	Amount Applicable to Plant City
City of Plant City	\$ 5,275,328	100.00%	\$ 5,275,328
Overlapping Bonded Debt:			
Hillsborough County	59,020,000	2.31% ⁽¹⁾	1,365,850
School District of Hillsborough County	900,596,000	2.31% ⁽¹⁾	20,841,727
Total overlapping bonded debt	<u>959,616,000</u>		<u>22,207,577</u>
Total net direct and net overlapping bonded debt	<u>\$ 964,891,328</u>		<u>\$ 27,482,905</u>

⁽¹⁾ Calculated as a ratio of taxable valuation of property in the City of Plant City to total taxable valuation of property in Hillsborough County.

Sources: Hillsborough County and School District of Hillsborough County annual CAFRs.

**CITY OF PLANT CITY, FLORIDA
LEGAL DEBT MARGIN INFORMATION
SEPTEMBER 30, 2018**

The constitution of the State of Florida, Florida Statute 200.181 and the City of Plant City, Florida, set no legal debt limit.

**CITY OF PLANT CITY, FLORIDA
 PLEDGED REVENUE COVERAGE
 LAST TEN FISCAL YEARS**

Water and Sewer Bonds						
Fiscal Year	Gross Revenues ⁽¹⁾	Less Operating Expenses ⁽²⁾	Net Available For Debt Service	Debt Service Requirements		
				Principal	Interest	Coverage
2009	\$ 15,796,341	\$ 9,824,662	\$ 5,971,679	\$ 2,803,447	\$ 1,903,802	1.27
2010	14,787,154	8,773,476	6,013,678	2,865,032	3,031,814	1.02
2011	15,156,970	7,789,550	7,367,420	2,032,086	1,727,529	1.96
2012	15,174,129	7,869,200	7,304,929	3,012,563	1,611,506	1.58
2013	15,419,722	8,151,826	7,267,896	13,205,685	1,700,273	0.49
2014	15,609,952	9,043,998	6,565,954	2,213,674	955,145	2.07
2015	16,204,131	8,891,878	7,312,253	2,267,963	900,823	2.31
2016	17,020,014	9,269,945	7,750,069	2,374,027	847,390	2.41
2017	18,606,591	10,812,772	7,793,819	2,380,571	784,139	2.46
2018	18,729,399	11,283,768	7,445,631	2,438,958	728,753	2.35

⁽¹⁾ Gross revenues from water and sewer charges for services, plus interest income and service charges.

⁽²⁾ Total operating expenses exclusive of depreciation, sewer impact fees, amortization of intangibles and non-recurring costs.

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

Source: City of Plant City Finance Department.

**CITY OF PLANT CITY, FLORIDA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

Year	Plant City		Hillsborough County	
	Population ⁽¹⁾	Unemployment Rate ⁽⁴⁾	Per Capita Personal Income ⁽²⁾	Public School Enrollment ⁽³⁾
2009	33,306	14.5%	\$ 37,242	189,761
2010	34,721	11.0%	39,515	190,799
2011	34,746	10.0%	42,310	192,499
2012	34,963	8.2%	41,228	195,198
2013	35,313	7.0%	40,422	198,659
2014	35,956	6.3%	42,051	201,300
2015	36,710	5.6%	43,565	204,089
2016	37,841	5.0%	43,864	209,414
2017	38,279	3.3%	44,709	212,844
2018	38,938	3.0%	45,509	213,613

- Sources:
- ⁽¹⁾ Bureau of Economic and Business Research/Florida.
 - ⁽²⁾ U.S. Department of Commerce, Bureau of Economic Analysis, Regional Economic Information System.
 - ⁽³⁾ Hillsborough County School Board.
 - ⁽⁴⁾ U.S. Department of Labor/Bureau of Labor Statistics.

**CITY OF PLANT CITY, FLORIDA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

<u>Employer</u>	<u>Type of Business</u>	<u>Fiscal Year 2017/2018</u>		<u>Fiscal Year 2008/2009</u>	
		<u>Number of Employees</u>	<u>Rank</u>	<u>Number of Employees</u>	<u>Rank</u>
South Florida Baptist Hospital	Health Services	775	1	*	*
Dart Container	Manufacturing	450	2	*	*
Plant City Government	Government	428	3	*	*
Highland Packaging Solutions, Inc.	Manufacturing	350	4	*	*
James Hardie Products	Manufacturing	350	5	*	*
Star Distribution Systems	Distribution/Logistics	325	6	*	*
QGS Development	Construction	310	7	*	*
Gordon Food Service	Distribution/Logistics	300	8	*	*
Paradise, Inc.	Manufacturing	275	9	*	*
Solaris Healthcare Plant City	Health Services	260	10	*	*
Comanco	Construction	250	11	*	*
Stingray Chevrolet	Retail	250	12	*	*
Toufayan Bakery	Manufacturing	250	13	*	*
C&S Wholesale Services, Inc.	Distribution/Logistics	200	14	*	*
M&N Plastics	Manufacturing	200	15	*	*
Evergreen Packaging	Manufacturing	185	16	*	*
Linder Industrial Machinery	Equipment Supplier	109	17	*	*
Total		<u>5,267</u>			

* Data not available

Source: Community Development Department.
Plant City Economic Development Council.

CITY OF PLANT CITY, FLORIDA
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

	Full-time Equivalent Employees as of September 30,									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
General government										
City Manager	4	3	2	2	2	4	4	4	4	4
City Attorney	2	2	2	2	2	2	2	2	2	2
City Clerk	2	2	2	2	2	2	2	2	2	2
Finance	12	12	11	11	11	11	11	12	12	13
Human Resources	5	5	3	3	3	3	3	3	3	5
Information Technology	6	5	5	5	5	5	5	5	5	5
Planning and Zoning	3	3	2	2	2	2	2	3	3	3
Engineering	9	8	8	10	8	9	9	9	10	10
Building/Code Enforcement	10	10	10	9	10	13	13	13	13	13
Library	13	13	13	12	12	12	12	12	12	12
Community Development	2	2	2	1	-	1	1	1	1	1
General Services	11	11	11	11	10	10	10	10	10	10
Public safety										
Police	89	89	88	87	87	87	85	85	85	88
Fire	46	42	42	42	42	42	44	44	44	44
Stormwater and Streets	49	47	45	45	45	45	45	46	45	45
Public Works	6	6	4	-	-	-	-	-	-	-
Water and Sewer	89	88	81	83	83	83	83	81	82	84
Parks and recreation	61	56	49	49	48	48	48	51	51	51
Solid Waste	34	34	34	34	34	34	34	35	34	36
Total	<u>453</u>	<u>438</u>	<u>414</u>	<u>410</u>	<u>406</u>	<u>413</u>	<u>413</u>	<u>418</u>	<u>418</u>	<u>428</u>

Source: City of Plant City Annual Budget.

**CITY OF PLANT CITY
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Building inspection										
Building permits issued	2,373	2,242	2,211	2,551	2,663	2,790	3,159	2,986	3,052	3,515
Number of building inspections completed	7,935	6,887	6,215	7,126	7,296	7,569	8,314	8,334	8,419	10,593
Number of re-inspections	790	690	620	700	800	750	998	605	998	1,006
Number of total building construction plans reviewed	555	546	674	879	886	881	1,614	1,386	1,625	1,963
Law enforcement										
Physical arrests	1,925	1,554	1,444	1,216	1,207	1,377	1,350	1,301	1,249	1,194
DUI arrests	81	63	51	48	57	57	37	92	86	52
Traffic violations	9,010	11,525	9,944	8,524	8,316	7,850	7,022	8,180	6,347	5,120
Traffic crashes	1,402	1,298	1,154	1,216	1,304	1,346	1,471	1,582	1,622	1,692
Calls for service	73,339	87,377	82,693	79,371	87,677	81,817	82,330	93,319	93,203	79,367
Fire										
Emergency responses	4,449	4,332	4,347	4,275	4,390	4,690	4,580	4,161	5,107	5,049
Number of actual fires suppressed	163	175	181	166	114	158	119	118	220	115
Number of building inspections	1,097	1,012	1,086	918	1,106	980	1,185	704	113	108
Number of school inspections	9	9	9	9	9	9	9	9	9	9
Number of re-inspection	109	104	123	87	110	99	127	93	-	-
Number of plans reviewed	354	145	116	107	98	129	110	84	116	113
Public works										
Street resurfacing (miles)	-	-	6	5	6	-	1	1	9	18
Other street repairs	1,900	3,334	3,058	2,972	3,047	2,907	2,776	8,250	5,466	4,029

* Data not available
Source: Various City departments.

CITY OF PLANT CITY, FLORIDA
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

	Fiscal Year									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Transportation										
Paved streets (miles)	156	156	156	156	156	156	156	162	160	160
Unpaved streets (miles)	5	5	5	5	5	5	5	5	5	5
Public safety										
Number of fire stations	2	2	2	2	2	2	2	2	2	2
Number of firefighters and officers	42	42	42	40	40	41	45	42	42	44
Number of police stations	1	1	1	1	1	1	1	1	1	1
Number of sworn officers	74	74	74	67	67	67	67	67	67	67
Municipal water system										
Number of customers	11,316	11,360	11,391	11,439	11,472	11,562	12,060	12,107	12,205	12,337
Average daily consumption	5.151MGD	4.773MGD	5.024MGD	4.966MGD	4.926MGD	5.272MGD	6.214MGD	5.548MGD	6.139MGD	6.083MGD
Plant capacity, all plants	14.25MGD	14.25MGD	14.25MGD	14.25MGD	14.25MGD	14.25MGD	14.25MGD	14.25MGD	14.25MGD	14.25MGD
Deep wells	4	4	4	4	4	4	4	4	4	4
Number of fire hydrants	1,233	1,240	1,258	1,263	1,267	1,287	1,338	1,356	1,357	1,357
Municipal sewer system										
Number of customers	10,654	10,670	10,772	10,786	10,661	10,723	10,860	10,938	11,066	11,175
Treatment facility capacity	8.0MGD	8.0MGD	8.0MGD	8.0MGD	8.0MGD	8.0MGD	8.0MGD	8.0MGD	8.0MGD	8.0MGD
Annual average flow	4.073MGD	3.897MGD	3.474MGD	3.879MGD	4.141MGD	4.216MGD	4.621MGD	4.313MGD	4.738MGD	5.171MGD
Municipal stormwater system										
Number of customers	*	*	11,691	11,761	11,620	11,645	11,340	11,709	11,790	11,903
Recreation and culture										
Number of neighborhood parks	12	12	12	12	13	14	15	15	15	15
Park area, number of acres	724	724	724	724	734	735	736	736	736	736
Number of items in the Library collection	*	*	*	*	*	*	*	*	66,835	65,344

* Data not available

Source: Various City departments

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OTHER AUDITOR REPORTS



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*

To the Honorable Mayor,
Members of the City Commission and City Clerk
City of Plant City, Florida, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Plant City, Florida (the "City"), as of and for the year ended September 30, 2018, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated March 7, 2019. Our report includes a reference to the change in accounting principle resulting from the implementation of Governmental Accounting Standards Board Statement No. 75, *Accounting and Financial Reporting for Post-employment Benefits Other Than Pensions*, as of October 1, 2017.

Internal Control Over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the 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 and therefore, material weakness or significant deficiencies may exist that were not identified. We did identify a deficiency in internal control, described in the accompanying Schedule of Findings and Responses (Finding 2018-001) that we consider to be a material weakness.

Compliance and Other Matters

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

City's Response to Finding

The City's response to the finding identified in our audit is described in the accompanying Schedule of Findings and Responses. The City's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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.

Bradenton, Florida
March 7, 2019

Mauldin & Jenkins, LLC

**CITY OF PLANT CITY, FLORIDA
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED SEPTEMBER 30, 2018**

**SECTION I
SUMMARY OF AUDIT RESULTS**

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting: Material weaknesses identified?	<input checked="" type="checkbox"/> yes <input type="checkbox"/> no
Significant deficiencies identified not considered to be material weaknesses?	<input type="checkbox"/> yes <input checked="" type="checkbox"/> none reported
Noncompliance material to financial statements noted?	<input type="checkbox"/> yes <input checked="" type="checkbox"/> no

Federal Programs and State Financial Assistance Projects

There was not an audit of major federal award programs or state award programs as of September 30, 2018, due to the total amount expended being less than \$750,000.

**SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES**

2018-001 Utility Receivables

Criteria: To ensure that financial statements properly present the financial position and results of operations of the City in accordance with generally accepted accounting principles (GAAP), in addition to providing meaningful financial reports to City Council and management, the City should ensure that all material accounts receivable and revenues are properly reflected at year-end. Additionally, reconciliations should be reviewed by management to ensure proper preparation of reconciliations, and that balance sheet accounts are properly supported.

Condition: During testing of the City's utility accounts receivable, we noted the need to increase unbilled utility accounts receivable balances as of September 30, 2018, by \$546,374 (\$302,461 in the Water and Sewer Fund; \$165,626 in the Solid Waste Fund; and 78,286 in the Stormwater Fund). This entry was made after discussions with management, which revealed the City changed its recognition of utility revenue balances in order for the general ledger to provide better information on the different types of utility services provided. This change was not reflected in the year-end unbilled adjustment prepared by management. We recommend that the City implement a review process on entries made at year-end to better identify potential errors that were made.

Context/Cause: Finance Department oversight caused these accounts to be misstated.

Effect: Audit adjustments were required to be posted within the funds noted above for the fair presentation of the financial statements.

**CITY OF PLANT CITY, FLORIDA
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED SEPTEMBER 30, 2018**

**SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES**

2018-001 Utility Receivables (Continued)

Recommendation: We recommend the City evaluate its period closing process to ensure subsidiary ledger reconciliations are being performed timely, properly, and are being reviewed by management.

Management's Response: The City concurs with the adjustment noted above, and has implemented procedures to ensure entries are reviewed by management.

**SECTION III
FEDERAL PROGRAMS FINDINGS AND QUESTIONED COSTS**

None noted

**SECTION IV
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

None



INDEPENDENT AUDITOR'S MANAGEMENT LETTER

To the Honorable Mayor,
Members of the City Commission and City Clerk
City of Plant City, Florida

Report on the Financial Statements

We have audited the financial statements of the City of Plant City, Florida (the "City"), as of and for the fiscal year ended September 30, 2018, and have issued our report thereon dated March 7, 2019.

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*, Schedule of Findings and Responses, and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Auditor General*. Disclosures in those reports and schedule, which are dated March 7, 2019, 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 findings or recommendations in the preceding annual financial audit report requiring correction.

Official Title and Legal Authority

Section 10.554(1)(i)4., *Rules of the Auditor General*, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The City of Plant City, Florida was incorporated in 1927. Additional information on the City's creation and the City's component unit is disclosed within the City's footnotes.

Financial Condition and Management

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

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

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

Special District Component Units

Section 10.554(1)(i)5.d, *Rules of the Auditor General*, requires, if appropriate, that we communicate the failure of a special district that is a component unit of a county, municipality, or special district, to provide the financial information necessary for proper reporting of the component unit, within the audited financial statements of the county, municipality, or special district in accordance with Section 218.39(3)(b), *Florida Statutes*. In connection with our audit, we determined that all special district component units provided the necessary information for proper reporting in accordance with Section 218.39(3)(b), *Florida Statutes*.

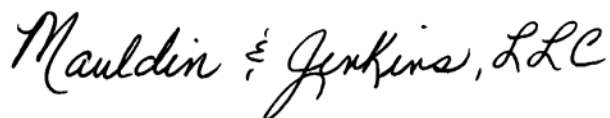
Additional Matters

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 Mayor and Members of the City Commission, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

Bradenton, Florida
March 7, 2019





INDEPENDENT ACCOUNTANT'S REPORT

To the Honorable Mayor,
Members of the City Commission and City Clerk
City of Plant City, Florida

We have examined the City of Plant City, Florida's (the "City") compliance with Section 218.415, *Florida Statutes*, regarding the investment of public funds during the year ended September 30, 2018. Management is responsible for the City's compliance with those requirements. Our responsibility is to express an opinion on the City's compliance based on our examination.

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

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

In our opinion, the City complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2018.

This report is intended solely for the information and use of the City and the Auditor General, State of Florida, and is not intended to be and should not be used by anyone other than these specified parties.

Bradenton, Florida
March 7, 2019

A handwritten signature in cursive script that reads "Mauldin & Jenkins, LLC".

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