

City of DeLand, Florida

COMPREHENSIVE ANNUAL FINANCIAL REPORT



Fiscal Year Ended September 30, 2020

**CITY OF DeLAND, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2020**



CITY COMMISSION

Robert F. Apgar, Mayor

Christopher M. Cloudman

Jessica C. Davis

Charles D. Paiva

Kevin S. Reid

CITY MANAGER

Michael P. Pleus

CITY CLERK – AUDITOR

Julie A. Hennessy

FINANCE DIRECTOR

Daniel A. Stauffer, Jr., CPA

Prepared by:
City of DeLand Finance Department

**CITY OF DELAND, FLORIDA
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SEPTEMBER 30, 2020**

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**CITY OF DELAND, FLORIDA
LIST OF PRINCIPAL OFFICIALS
SEPTEMBER 30, 2020**

Elected Officials

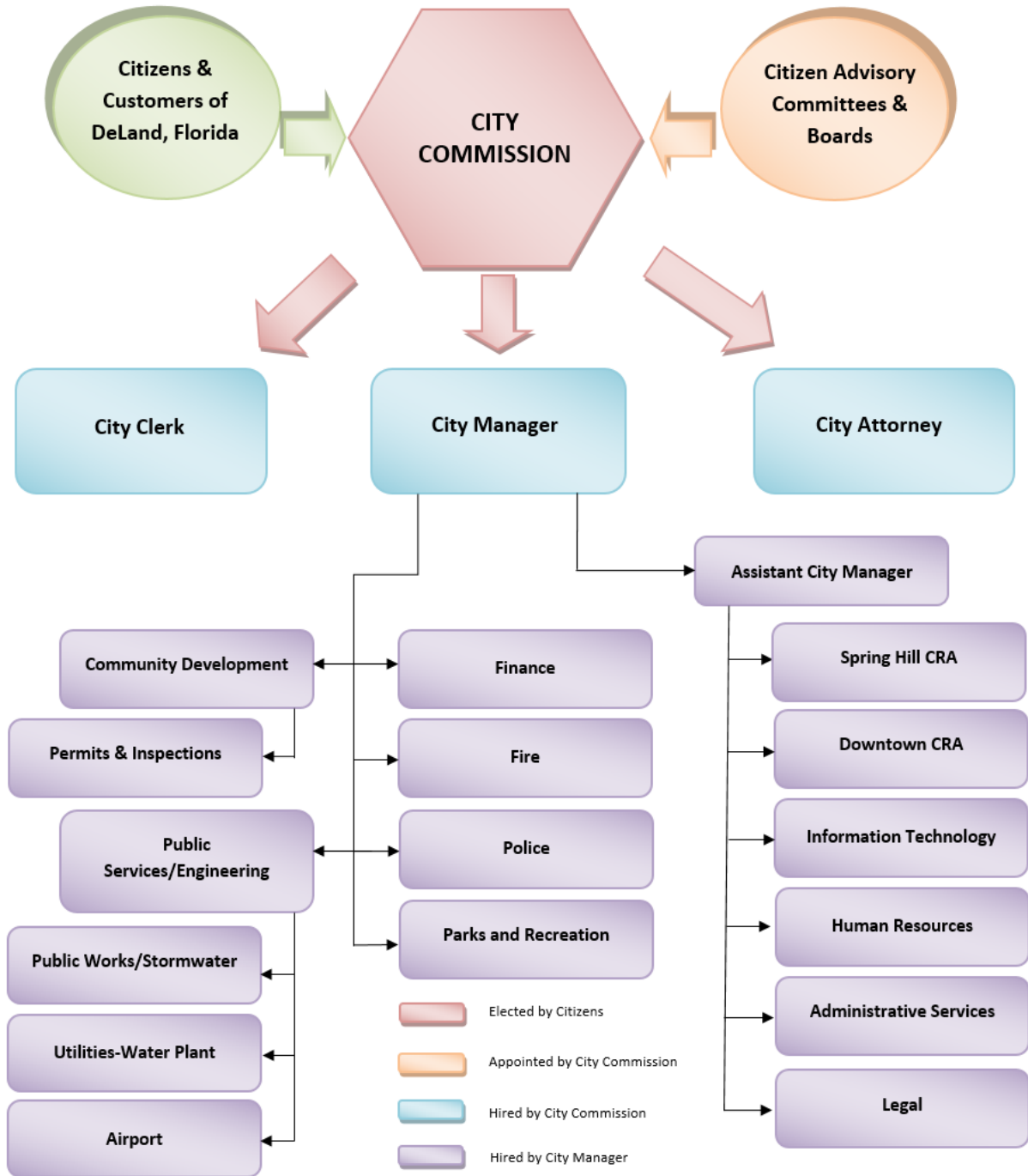
Mayor—Robert F. Apgar
Commissioner—Charles D. Paiva
Commissioner—Jessica C. Davis
Commissioner—Christopher M. Cloudman
Commissioner—Kevin S. Reid

Appointed Officials

City Manager – Michael P. Pleus
City Attorney – Darren J. Elkind
City Clerk-Auditor – Julie A. Hennessy

Assistant City Manager – Michael K. Grebosz
Community Development Director – Richard A. Werbiskis
Finance Director – Daniel A. Stauffer, Jr.
Fire Chief – Todd B. Allen
Information Technology Director – Greg D. Whidden
Human Resources Director – Mark C. Hayward
Parks & Recreation Director – Richard S. Hall
Police Chief – Jason D. Umberger
Public Services Director – Keith E. Riger
Public Works Director – Demetris C. Pressley
Utilities Director – James V. Ailes

ORGANIZATIONAL CHART



**CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE
IN FINANCIAL REPORTING**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of DeLand, Florida for its comprehensive annual financial report for the fiscal year ended September 30, 2019.

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. We believe our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of DeLand
Florida**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

September 30, 2019

Christopher P. Morill

Executive Director/CEO



City of DeLand

120 South Florida Avenue
DeLand, Florida 32720-5481
Telephone: (386) 626-7000
Fax: (386) 626-7138

March 5, 2021

To the Honorable Mayor, Members of the City Commission,
and Citizens of the City of DeLand:

It is our pleasure to submit this Comprehensive Annual Financial Report for the City of DeLand, Florida (the City), for the fiscal year ended September 30, 2020. This report fulfills the requirements set forth in the City Code of Ordinances, Charter Section 31: Florida Statutes, Chapter 166.241 and the Rules of the Florida Auditor General, Chapter 10.550. The organization, form and contents of this report plus the accompanying financial statements and statistical tables are formulated in accordance with the principles prescribed by the Governmental Accounting Standards Board, State of Florida, City Charter and the Government Finance Officers Association.

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

Florida Statutes and the City Code of Ordinances require that an annual financial audit in accordance with generally accepted auditing standards be performed by a firm of licensed certified public accountants. This year the audit was performed by an independent firm of certified public accountants, James Moore & Co., P.L. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended September 30, 2020, are free of material misstatement. 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 auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City's financial statements for the fiscal year ended September 30, 2020, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City was part of a broader, state mandated "Single Audit" designed to meet the special needs of federal and state grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on those internal controls and legal requirements involving administration of federal and state awards. These reports are in the compliance 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. The City's MD&A can be found immediately following the independent auditors' report.

THE REPORTING ENTITY AND ITS ORGANIZATION

The City of DeLand is located in the central part of the state approximately twenty-five miles from the Atlantic Ocean and approximately 40 miles northeast of the City of Orlando. The City was founded in 1876 by Henry A. DeLand, incorporated in 1882, and is the county seat for Volusia County. Stetson University, located in the City, was chartered in 1887, and is one of the state's oldest accredited institutions of higher learning.

The City operates under a Commission-Manager form of government. The City Commission is comprised of five elected officials, the Mayor-Commissioner and four Commissioners who are responsible for enacting the ordinances and resolutions that govern the City. The Commission appoints the City Manager, City Attorney and City Clerk-Auditor. The City Manager is responsible for enforcement of all ordinances and resolutions passed by the Commission, for overseeing the day-to-day operations of the City and for appointing heads of various departments.

The City provides a full range of municipal services contemplated by statute or charter. This includes public safety (police and fire), public works (streets, urban beautification and trees), community development (economic development, planning-zoning, building inspections), parks, culture-recreation, public improvements and general administrative services. In addition, water and sewer, stormwater, refuse collection, airport facilities and permits and inspections are provided under an enterprise fund concept with user charges established by the City Commission to ensure adequate coverage of operating expenses and payments on outstanding debt.

The City is empowered to levy a property tax on both real and personal properties located within its boundaries which, in part, fund the services to the City's estimated 37,043 residents. It also is empowered by state statutes to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the City Commission.

The financial transactions of the Downtown Community Redevelopment Agency and the Spring Hill Community Redevelopment Agency are presented herein as blended component units under the definition of Statement 14 of the Governmental Accounting Standards Board.

There were no other entities that should have been considered for inclusion within these financial statements based on the criteria of Statement 14 of the Governmental Accounting Standards Board.

BUDGETARY INFORMATION

Annually, the City Manager presents a proposed budget to the City Commission for the fiscal year commencing October 1. Public hearings are conducted in the Commission Chambers at City Hall to receive taxpayer comments. Following the public hearings, a final budget is adopted in September of each year.

At the request of the City Manager, the Commission may at any time, by resolution, transfer any unused appropriation balance or portion thereof between general classifications or expenditures within an office, department or agency, or transfer any unused appropriation balance or portion thereof from one office, department or agency to another or appropriate additional funds based on revisions to revenue estimates. The City Charter prohibits over-expenditure of departmental budgeted amounts without prior approval of the City Commission.

Budgeted amounts shown on the financial statements are as originally adopted and as amended by the City Commission. Budget to actual comparisons demonstrate how the actual expenses/expenditures compare to both the original and final revised budgets. These can be found on various statements as listed in the table of contents. A discussion of the budget to actual presentation and basis of accounting used is available in the notes (See Note 1(c) on pages 45 and 46 and 1(f) on pages 49 and 50).

Budgetary controls are maintained through continuous review by the Finance Director. The City Charter requires that over expenditure of budgeted amounts be approved by the City Commission. All appropriations shall lapse at the end of the budget year to the extent that they have not been expended. Budgets for the General and Special Revenue Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP), except that carryover surplus and transfers from reserves are included in budgetary revenue as required by the City Charter. Budgets for the Enterprise Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP), except that debt service, capital acquisitions, capital leases and water and sewer impact fees are included in budgetary revenue and expenditures as required by the City Charter. Budgets for the Internal Service Funds are adopted on a basis consistent with generally accepted accounting principles.

ECONOMIC CONDITION AND OUTLOOK

Each year the University of Central Florida's Institute for Economic Forecasting reviews all of the State of Florida Metropolitan Statistical Areas (MSA) and compiles an annual forecast. This year's November 2020 forecast for the Deltona-Daytona-Ormond metropolitan statistical area (MSA) comprised of Volusia and Flagler Counties is expected to show mixed levels of growth in the economic indicators measured in this forecast relative to other MSAs studied. Personal income is expected to average 2.2 percent growth, the lowest of the studied MSAs. Real per capita income level will average \$42,000. The average annual wage will be \$52,000. Average annual wage growth is expected to be 4.7 percent, the third highest of the studied MSAs. Population growth will average 1.3 percent. Gross Metro Product will be at an average level of \$20,303.35 million dollars. The employment growth rate is expected to average 1.8 percent each year. Unemployment will average 4.4 percent. The Deltona MSA will experience the most growth in the Leisure sector, with an average growth rate of 3.7 percent annually. The Professional and Business Services sector will see the second highest average growth in the Deltona MSA at 3.3 percent annually. The Education and Health Services sectors follows with an average annual growth rate of 3.0 percent.

Throughout FY 2019-2020 DeLand has continued to capture a very favorable share of the new housing starts occurring in Volusia County. This is attributed in part, to the availability of affordably priced land, proximity to Interstate 4 and being centrally located between Orlando and Daytona Beach. There were five hundred and eighty (580) single family residential building permits issued with a construction value totaling \$172,360,944 and an average unit value of \$297,174. In addition, County records show during this past year that ten (10) new commercial and industrial permits were issued with a value of \$13,101,499.

Residential New Construction in Volusia County continues to be active with DeLand generally leading all of the other cities in the number of residential permits being issued. This is illustrated in the following chart from the County's Third Quarter 2020, Economic Development Quarterly Report.

Volusia County Residential "New Construction" Building Permit Data

	Oct 2019 – Dec 2019		Jan 2020 – Mar 2020		Apr 2020 – Jun 2020		Jul 2020 – Sep 2020	
	Permits	\$ Value	Permits	\$ Value	Permits	\$ Value	Permits	\$ Value
Daytona Beach	80	\$ 24,858,686	162	\$ 57,844,822	204	\$ 62,843,737	157	\$ 47,701,270
Daytona Beach Shores	0	\$ 0	0	\$ 0	0	\$ 0	0	\$ 0
DeBary	46	\$ 15,221,540	36	\$ 12,005,726	36	\$ 12,348,116	95	\$ 22,155,495
DeLand	184	\$ 54,656,546	113	\$ 32,458,237	108	\$ 31,591,649	175	\$ 53,654,512
Deltona	105	\$ 28,248,648	96	\$ 26,845,963	101	\$ 28,620,596	133	\$ 37,091,149
Edgewater	24	\$ 4,589,240	8	\$ 1,691,000	51	\$ 8,364,501	28	\$ 5,712,215
Holly Hill	1	\$ 312,295	0	\$ 0	0	\$ 0	2	\$ 217,000
Lake Helen	6	\$ 1,353,106	11	\$ 2,104,299	6	\$ 1,795,928	7	\$ 1,897,037
New Smyrna Beach	131	\$ 44,123,456	144	\$ 48,140,382	86	\$ 36,160,408	127	\$ 40,645,861
Oak Hill	6	\$ 388,320	3	\$ 395,479	5	\$ 610,593	5	\$ 876,633
Orange City	57	\$ 14,819,383	50	\$ 12,911,932	41	\$ 10,572,301	54	\$ 15,007,336
Ormond Beach	19	\$ 6,310,595	40	\$ 13,571,593	29	\$ 10,544,013	28	\$ 9,254,865
Pierson	0	\$ 0	3	\$ 785,915	3	\$ 649,238	2	\$ 444,500
Ponce Inlet	5	\$ 5,100,401	3	\$ 1,699,445	4	\$ 1,989,000	3	\$ 1,008,124
Port Orange	38	\$ 13,479,479	26	\$ 9,435,228	61	\$ 18,215,710	39	\$ 13,470,939
South Daytona	0	\$ 0	1	\$ 90,000	0	\$ 0	0	\$ 0
Unincorporated	77	\$ 21,693,839	102	\$ 31,920,154	85	\$ 21,768,516	117	\$ 29,370,482
Totals	779	\$ 235,155,534	798	\$ 251,900,175	820	\$ 246,074,306	972	\$ 278,507,418

Source: City and County permit offices reporting new construction activity.

Commercial New Construction in Volusia County also continues to be active with DeLand generally being competitive with all of the other cities in the number of commercial permits being issued. This is illustrated in the following chart from the County's Third Quarter 2020, Economic Development Quarterly Report.

Volusia County Commercial "New Construction" Building Permit Data

	Oct 2019 – Dec 2019		Jan 2020 – Mar 2020		Apr 2020 – Jun 2020		Jul 2020 – Sep 2020	
	Permits	\$ Value	Permits	\$ Value	Permits	\$ Value	Permits	\$ Value
Daytona Beach	25	\$ 45,407,408	34	\$ 69,119,800	1	\$ 600,000	26	\$ 61,550,901
Daytona Beach Shores	1	\$ 1,200,000	1	\$ 1,700,000	1	\$ 35,228,415	0	\$ 0
DeBary	0	\$ 0	0	\$ 0	0	\$ 0	0	\$ 0
DeLand	1	\$ 304,949	8	\$ 12,122,285	0	\$ 0	1	\$ 674,265
Deltona	2	\$ 2,082,537	1	\$ 89,905,803	1	\$ 480,559	0	\$ 0
Edgewater	1	\$ 101,000	3	\$ 212,700	2	\$ 280,000	1	\$ 150,000
Holly Hill	3	\$ 6,000,000	0	\$ 0	0	\$ 0	0	\$ 0
Lake Helen	0	\$ 0	0	\$ 0	0	\$ 0	0	\$ 0
New Smyrna Beach	2	\$ 9,450,524	7	\$ 15,770,186	1	\$ 194,250	2	\$ 13,445,078
Oak Hill	1	\$ 50,000	1	\$ 500,000	0	\$ 0	0	\$ 0
Orange City	0	\$ 0	9	\$ 50,668,453	1	\$ 19,319	0	\$ 0
Ormond Beach	21	\$ 16,556,224	3	\$ 8,239,976	4	\$ 903,798	0	\$ 0
Pierson	0	\$ 0	0	\$ 0	0	\$ 0	0	\$ 0
Ponce Inlet	0	\$ 0	0	\$ 0	0	\$ 0	0	\$ 0
Port Orange	1	\$ 575,000	4	\$ 1,428,400	3	\$ 3,195,507	2	\$ 36,779,408
South Daytona	5	\$ 33,835,025	0	\$ 0	0	\$ 0	0	\$ 0
Unincorporated	0	\$ 0	4	\$ 7,430,899	7	\$ 1,401,000	1	\$ 700,000
Totals	63	\$ 115,562,667	75	\$ 257,098,502	21	\$ 42,302,848	33	\$ 113,299,653

Source: City and County permit offices reporting new construction activity.

Additional Economic Development Activities and Accomplishments Include:

- At the 2019 DeLand Aviation Showcase, aircraft and related products sold on-site exceeded \$2 million in sales. The economic impact for the 2019 DeLand Showcase is calculated at \$1,535,000+ to include hotels, food, equipment rentals, production costs, with total attendance at over 7,000 for the event. Known in the aviation industry as a highly organized and well promoted event, the DeLand Aviation Showcase continues to attract the "who's who in sport aviation".
- As part of a federally funded COVID-19 Reopening Grant Program, The City of DeLand, in partnership with Volusia County Government, offered eligible local businesses a one-time relief grant between \$3,000 to \$5,000. At the conclusion of the Reopening Program, over 442 DeLand businesses had received a grant award. The total amount of grant dollars secured for local businesses was \$1,210,500.
- Other improvements at the DeLand Airport include the rehabilitation and extension of the southwest runway apron to the Airport Management Center, as well as additional roads and parking for the Airport Restaurant and adjoining hangars. Additional security fencing was added to the westside of airport along with 16 streets lights.
- As part of Phase 1.0 development of the Sport Aviation Village, staff has continued to recruit potential sport aircraft manufacturers and related service providers, as well as host tours for brokers and potential investors.
- In the Northwest Industrial Business Park, the City is moving forward with plans to engineer and construct a new road that will extend to Eidson Drive from its current terminus in the City's North West Industrial Business Park, out to Highway 11. When completed in the first quarter of 2022, this road will provide a north entrance to the City's Industrial Business Park and open additional public and private land up for commercial/industrial development.
- MainStreet DeLand is a nationally accredited main street for 2019/2020. They continue to fulfill their obligations to Florida Main Street and to Main Street America. DeLand and MainStreet DeLand are well respected throughout the state and nation.
- MainStreet DeLand continues to promote DeLand in a variety of ways. The Definitely DeLand image campaign continues in print, television, and on-line. Merchants are reporting increased business from throughout central Florida. Special events continue to bring large numbers of people to the downtown area. Merchant-targeted events such as Small Business Saturday and Wine, Women, and Chocolate continue to grow in popularity.

- MainStreet DeLand continues to enhance their website (www.MainStreetDeLand.org) to improve performance and to better reflect their Mission. The site offers a variety of business resources, including a business toolkit that links to DeLand.org to provide historic district information and other business links. The website also provides a DeLand connection for motion picture and video production as well as a link to assist someone looking for downtown commercial space.
- MainStreet continues to provide education opportunities through their Build Your Business Group, merchant meetings, and workshops.
- A Development Agreement between the City and Deltran Operations USA for the redevelopment of the former County Jail site was approved. It is anticipated that construction of the new corporate office building will begin in the first quarter of 2022. Redevelopment of infill areas are key to the continued economic revitalization of the city's central district.
- The City continued its contract with the DeLand Area Chamber of Commerce for their Business Retention and Expansion Program. This program provides information to businesses about available services, funding and growth opportunities. Additionally, the viability of surveyed businesses, their needs, complaints, etc. are brought to city attention for appropriate action.
- The City remains an executive board member with Team Volusia Economic Development Corporation, the public/private membership organization responsible for recruitment of businesses and business prospects.
- The City's Economic Development Manager continues to work with a number of local manufacturers including Kingspan Panels, Duraline, Precision Fabricated Components, East Coast Aircraft Painting, DaVita Labs, Persimmon Hollow Brewing, Trilogy Coffee Roasting Company and several others to help identify resources to assist them in their expansion plans.
- As of September 2020, the City had 45 prospects with expressed interest in DeLand. There were 14 of these in active play and 21 in "holding". These leads are a mixture of TVEDC prospects and prospects developed by staff and local broker client referrals. It is anticipated that a number of these leads will be converting to active projects in 2021.

In November 2019 the city launched the Accela Civic Platform electronic permitting software which allows customers 24-hour online access to submit, track, schedule and coordinate permitting and inspection activities. This will further improve service delivery time. The built-in workflow will allow electronic documents to be shared and reviewed across departments. Mobile capabilities will give customers faster and improved access to their data and it will enhance staff productivity. Currently the city is in the process of launching the ePermitHub electronic plan review interface that will allow builders and developers to submit plans online and for staff to review and track them electronically. In addition, the OpenCounter software solution was implemented which will provide an automated guide to the city's permitting processes and will gather the information required to submit an application in the Accela Civic Platform. The Business Portal will guide entrepreneurs through the requirements of opening a business while the Residential Portal will help residents identify the permits and licenses they need for their home improvement projects.

The emergence of COVID-19 had a chilling effect on new commercial development during the second half of the 2019/2020 fiscal year. A few permitted projects were mothballed and new commercial applications dwindled to a trickle. As indicated earlier in this report, the housing industry remains robust and it is anticipated that commercial development will increase dramatically to serve the new rooftops once the pandemic is brought under control.

The City of DeLand continues to position itself as a sustainable community and prepare for future growth by encouraging both new development and redevelopment in the core city area, establishing mixed-use centers and supporting alternative modes of transportation. A strong and diverse economy will allow DeLand to continue as a livable community promoting a high quality of life for all residents.

The City of DeLand continues to position itself as a sustainable community and prepare for future growth by encouraging both new development and redevelopment in the core city area, establishing mixed-use centers and supporting alternative modes of transportation. A strong and diverse economy will allow DeLand to continue as a livable community promoting a high quality of life for all residents.

FINANCIAL TRENDS – LOCAL ECONOMY

The major employers in the City of DeLand are Sykes, Florida Hospital, Stetson University, and governmental entities including the City of DeLand, Volusia County, Volusia County School Board and the State of Florida Department of Transportation.

The City's current economic environment declined due to the COVID-19 pandemic. The more recent estimates available for unemployment data in DeLand, Volusia County, and the State of Florida are compiled by the Florida Department of Economic Opportunity. Their estimated unemployment rates are as follows:

	<u>DeLand</u>	<u>Volusia County</u>	<u>State of Florida</u>
September 2020	6.3%	5.9%	7.2%
September 2019	3.7%	3.2%	3.0%
Increase (Decrease)	2.6%	2.7%	4.2%

According to the Florida Bureau of Economic and Business Research, the City's estimated population for 2020 was 37,043. For 2019 the estimated population was 35,763.

Additional statistical information pertaining to unemployment, median incomes and population can be found in the Statistical Section of this report.

FINANCIAL TRENDS – LONG TERM FINANCIAL PLANNING

As part of the annual budget process, the City prepares a comprehensive capital budget for the next fiscal year and Capital Improvement Program for the following five fiscal years. Included in that process is a determination of the impact on future operating costs and a determination as to the appropriate funding mechanism for needed capital.

Revenue and expense forecasts are prepared each year for use during the budget development process. During workshops with the City Commission, the forecasts and assumptions used in developing them are presented to ensure that expectations are kept consistent throughout the budget development process.

AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of DeLand, Florida for its comprehensive annual financial report for the fiscal year ended September 30, 2019. This was the thirty-sixth consecutive year that the City of DeLand has achieved this prestigious award. 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. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

In addition to the Certificate of Achievement, the City also received GFOA's Distinguished Budget Presentation Award for its fiscal year 2020 annual budget document. In order to qualify for the award, the City's budget document had to be judged to be proficient as a policy document, a financial plan, an operations guide and a communications device. The City has received the award for seventeen consecutive years.

Recognition by GFOA, as evidenced by these two awards, is verification of the Finance Department's dedication to producing documents that effectively communicate the City's financial condition.

ACKNOWLEDGMENTS

This report represents countless hours of preparation. Many individuals are responsible for its completion. The timely preparation of the comprehensive annual financial report was made possible by the dedicated service of the Finance Department. Special recognition is given to the Finance staff who worked diligently to ensure the timeliness and accuracy of the report. Each member of the Finance Department has our sincere appreciation.

We also extend our sincere appreciation to the City Commission of the City of DeLand for their dedication and support.



Michael P. Pleus
City Manager



Daniel A. Stauffer, Jr.
Finance Director

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor, City Commission, and City Manager,
City of DeLand, 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 DeLand, Florida, (the City), as of and for the year ended September 30, 2020, 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

The City's 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.

Auditors' 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 of 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, 2020, and the respective changes in financial position and, where applicable, cash flows, thereof and the respective budgetary comparison for the General, Spring Hill CRA, and Downtown CRA funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's financial statements. The introductory section, combining and individual nonmajor fund financial statements and other schedules, fiduciary fund schedules, supporting schedules, the schedule for water and sewer bond covenants, statistical section, and schedule of expenditures of federal awards as required by the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), are presented for purposes of additional analysis and are not a required part of the basic financial statements.

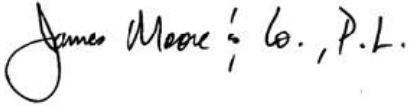
The combining and individual nonmajor fund financial statements and other schedules, fiduciary fund schedules, and schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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 information is 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 5, 2021, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Daytona Beach, Florida
March 5, 2021

A handwritten signature in black ink that reads "James Moore & Co., P.L." The signature is written in a cursive style with a large initial "J" and a distinct "Co." followed by "P.L." with a period.

Management's Discussion and Analysis

As management of the City of DeLand, Florida, (the "City"), we offer the readers of these basic financial statements this narrative overview and analysis of the City's financial activities for the fiscal year that ended on September 30, 2020. This discussion and analysis is designed to (a) assist the reader in focusing on significant financial issues, (b) provide an overview of the City's financial activity, (c) identify changes in the City's financial position, (d) identify any material deviations from the financial plan (the approved budget), and (e) to identify individual fund issues and/or concerns.

As with other sections of this financial report, the information contained within the Management's Discussion and Analysis (MD&A) should be considered only a part of a greater whole. The reader of this statement should take time to read and evaluate all sections of this report, including our letter of transmittal, which can be found on pages 5 to 11, the City's basic financial statements which begin on page 30, and the Required Supplementary Information (RSI), which can be found on pages 80 to 87.

Financial Highlights

- The assets plus deferred outflows of resources of the City exceed its liabilities plus deferred inflows of resources at the close of the fiscal year by \$270,323,430 (net position). Of this amount \$196,791,000 represents investment in capital assets (net of related debt) and restricted and unrestricted net position of \$16,456,752 and \$57,075,678, respectively.
- The City's total net position increased by \$14,952,830 (or 5.86%) based on current year activities. Of this amount, governmental activities produced an increase of \$6,460,950, while business-type activities produced an increase of \$8,491,880.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$35,445,054, an increase of \$4,030,083 (or 12.83%) in comparison with the prior year. Approximately 16.58% or \$5,877,709 of this total amount is unassigned fund balance and is available for spending at the City's discretion.
- The City's proprietary funds reported a combined ending net position of \$195,046,675, an increase of \$8,432,889 (or 4.52%) during the current fiscal year. Approximately 23.79% or \$46,406,620 of this total amount is comprised of unrestricted net position which is available for spending at the City's discretion.
- The City's total outstanding debt decreased by \$199,005 (or -0.95%) during the current fiscal year. Governmental activities debt decreased by \$199,005 while Business-type activities debt had no increase.

Overview of the Financial Statements

The City's basic financial statements are comprised of three parts: 1) the government-wide financial statements, 2) the fund financial statements and 3) the notes to the financial statements. The remainder of the financial statements is comprised of the following parts: 1) the required supplementary information consisting of Pension Trust Fund Schedules, 2) Combining and Individual Fund Statements and Schedules, 3) the Statistical Section consisting of selected financial and demographic information, generally presented on a multi-year basis and 4) the Single Audit and Other Reports Section consisting of supplemental reports pertaining to federal and state single audit requirements.

Management's Discussion and Analysis (MD&A) is intended to serve as an introduction to the basic financial statements and required supplementary information. The MD&A represents management's examination and analysis of the City's financial condition and financial performance as a whole. Summary financial statement data, key financial and operational indicators used in the strategic plan, budget and other management tools were used for this analysis.

The basic financial statements include two kinds of statements. The first type of statement consists of government-wide financial statements. The government-wide financial statements provide both short- and long-term financial information about the City's overall financial status. The government-wide financial statements are presented by its governmental activities and its business-type activities. The government-wide financial statements report information about the City using full accrual accounting methods and economic resources focus as utilized by similar business activities in the private sector. Information concerning all of the City's assets and liabilities, both financial and capital, and debt are presented whereas the reader can signify the short- and long-term portions. Likewise, all revenues and expenses received during the year, regardless of when cash is received or paid are reported.

Management's Discussion and Analysis – (Continued)

The remaining statements are fund financial statements that focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide financial statements. The governmental fund statements tell how the general government accounts for all current financial resources in servicing the community, what was financed in the short-term, as well as what remains for future spending. Proprietary fund statements offer short and long-term financial information about the activities the government operates like a business, such as the City's Water and Sewer, Stormwater, Permits and Inspections, Refuse, and the Municipal Airport. Fiduciary fund statements are used to account for assets held by the government in a trustee capacity. Currently there are three pension trust funds, which consist of the General Employees', Police Officers', and Firefighters' Retirement Trust Funds.

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 government-wide financial statements consist of a Statement of Net Position and a Statement of Activities. Both statements represent an overview of the City as a whole, separating its operations between Governmental and Business-type activities. All information is presented utilizing the economic resources measurement focus and accrual basis of accounting. This method better matches revenues and expenses to the period in which the revenue is earned and the expense attributed. Fiduciary funds, such as pension trust funds, are excluded from these Government-wide Financial Statements because they represent money and funds legally set aside for use by the employee groups they benefit. Their assets and income do not flow through these statements, nor are the liabilities for which taxpayers may ultimately be responsible included.

The Statement of Net Position presents information on all of the City's assets and deferred outflows of resources and liabilities and deferred inflows of resources at the end of its fiscal year, with the difference between them reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the City's financial position is improving or deteriorating. Net position increases when revenues exceed expenses. Increases to assets and deferred outflows of resources without a corresponding increase to liabilities and deferred inflows of resources results in increased net position, which indicates an improved financial condition. The focus of the Statement of Net Position (the "Unrestricted Net Position") is designed to be similar to a bottom line for the City in its governmental and business-type activities. This statement combines and consolidates governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations.

The Government-wide Statement of Net Position can be found on page 30 of this report.

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

The Government-wide Statement of Activities can be found on page 31 of this report.

Both of 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 significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, community development, public safety, public works, parks and recreation and community redevelopment. The business-type activities of the City include water and sewer, municipal airport, refuse collection, stormwater and permits and inspections.

Fund Financial Statements

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

Governmental Funds – Governmental Funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the governmental-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. These funds are reported using the current financial resource measurement focus and modified accrual basis of accounting, which measures cash and all other financial assets that can be readily converted into cash. Such information may be useful in evaluating the City's near-term financing requirements.

Management's Discussion and Analysis – (Continued)

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains eight 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, the Spring Hill Community Redevelopment Fund, the Downtown Community Redevelopment Fund, and the Capital Fund which are considered to be major funds for the current year. Data from the other nonmajor 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 the combining and individual fund statements and schedules section of this report.

The City adopts an annual appropriation budget for its General Fund, Spring Hill Community Redevelopment Fund, and Downtown Community Redevelopment Fund. Budgetary comparison statements have been provided for these funds to demonstrate compliance with the adopted budgets.

The Governmental Fund Financial Statements can be found on pages 32 to 38 of this report.

Proprietary Funds – The City maintains two different types of proprietary funds, enterprise funds and internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises – where the intent is that the costs of providing goods or services to the general public on a continuing basis should be financed or recovered through user charges. Currently there are five enterprise funds which consist of the Water and Sewer Revenue Fund, Municipal Airport Fund, Refuse Collection Fund, Stormwater Revenue Fund and the Permits and Inspections Fund. The proprietary fund financial statements provide separate information for the Water and Sewer Fund, the Municipal Airport Fund and the Refuse Collection Fund which are considered to be major funds of the City. Data for the other two enterprise funds are combined into a single, aggregated presentation. Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the governmental unit, or to other governmental units, on a cost reimbursement basis. There are currently two internal service funds, the Workers' Compensation Self-Insurance Fund and the Health Insurance Cost Containment Fund. Individual fund data for the non-major enterprise funds as well as for the internal service funds is provided in the form of combining statements elsewhere in this report. The City adopts an annual appropriations budget for each of its Enterprise Funds and Internal Service Funds in accordance with State Statutes and City Charter.

While the Total column on the Business-type Financial Statements is the same as the Business-type column on the Government-Wide Financial Statements, after adjusting for internal service funds, the Governmental Funds Total column requires a reconciliation because of the different measurement focus (current financial resources versus total economic resources) which is reflected on pages 33 and 35. The flow of current financial resources will reflect proceeds of financing and interfund transfers as other financial sources as well as capital expenditures and principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligations into the Governmental Activities column (in the Government-wide statements).

The Enterprise Fund Financial Statements can be found on pages 39 to 41 of this report.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government (e.g., pension beneficiaries). The City maintains two different types of fiduciary funds, trust funds and agency funds. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City's own programs. Rather, the City is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

Trust Funds are used to account for assets held by the government in a trust capacity. The City is the trustee, or fiduciary, for its employees' pension plans. Currently there are three pension trust funds, which consist of the General Employees', Police Officers', and Firefighters' Retirement Trust.

The Fiduciary Fund Financial Statements can be found on pages 42 to 43 of this report.

Management's Discussion and Analysis – (Continued)

Notes to the Financial Statements

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes present information about the City's significant accounting policies, account balances and activities, material risks, obligations, commitments, contingencies and subsequent events, if any.

The Notes to the Financial Statements can be found on pages 44 to 79 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's budgetary compliance and the City's progress in funding its obligation to provide pension benefits to its employees.

Required Supplementary Information can be found on pages 80 to 87 of this report.

The combining statements referred to earlier in connection with non-major governmental and proprietary funds and internal service funds are presented immediately following the required supplementary information.

Combining and Individual Fund Statements can be found on pages 88 to 101 of this report.

Government-wide Financial Analysis of the City as a Whole

Statement of Net Position - As noted previously, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets plus deferred outflows of resources exceed liabilities plus deferred inflows of resources by \$270,323,430 at the close of the most recent fiscal year.

The following table reflects a summary of Net Position compared to prior year:

**Statement of Net Position
As of September 30,**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2020	2019	2020	2019	2020	2019
Assets:						
Current Assets	\$ 39,955,498	\$ 35,330,888	\$ 53,275,221	\$ 47,924,702	\$ 93,230,719	\$ 83,255,590
Current Restricted Assets	874,679	809,973	11,515,568	12,161,270	12,390,247	12,971,243
Capital Assets, Net	72,667,644	69,441,615	137,553,643	133,199,673	210,221,287	202,641,288
Total Assets	<u>\$ 113,497,821</u>	<u>\$ 105,582,476</u>	<u>\$ 202,344,432</u>	<u>\$ 193,285,645</u>	<u>\$ 315,842,253</u>	<u>\$ 298,868,121</u>
Deferred Outflows of Resources	<u>\$ 4,340,996</u>	<u>\$ 3,561,935</u>	<u>\$ 341,826</u>	<u>\$ 69,762</u>	<u>\$ 4,682,822</u>	<u>\$ 3,631,697</u>
Liabilities:						
Current Liabilities	\$ 3,959,844	\$ 3,478,814	\$ 3,812,872	\$ 3,117,995	\$ 7,772,716	\$ 6,596,809
Non Current Liabilities	38,134,777	35,658,659	3,350,689	2,878,045	41,485,466	38,536,704
Total Liabilities	<u>\$ 42,094,621</u>	<u>\$ 39,137,473</u>	<u>\$ 7,163,561</u>	<u>\$ 5,996,040</u>	<u>\$ 49,258,182</u>	<u>\$ 45,133,513</u>
Deferred Inflows of Resources	<u>\$ 893,478</u>	<u>\$ 1,617,170</u>	<u>\$ 49,985</u>	<u>\$ 378,535</u>	<u>\$ 943,463</u>	<u>\$ 1,995,705</u>
Net Assets:						
Invested in Capital Assets	\$ 59,237,357	\$ 55,509,924	\$ 137,553,643	\$ 133,199,673	\$ 196,791,000	\$ 188,709,597
Restricted	5,370,340	4,994,377	11,086,412	12,161,270	16,456,752	17,155,647
Unrestricted	10,243,021	7,885,467	46,832,657	41,619,889	57,075,678	49,505,356
Total Net Position	<u>\$ 74,850,718</u>	<u>\$ 68,389,768</u>	<u>\$ 195,472,712</u>	<u>\$ 186,980,832</u>	<u>\$ 270,323,430</u>	<u>\$ 255,370,600</u>

Management's Discussion and Analysis – (Continued)

By far the largest portion of the City's net position is \$196,791,000 (72.80%) which reflects its investment in capital assets (e.g., land, buildings, infrastructure, equipment), less any related debt used to acquire those assets that are still outstanding. The City uses these capital assets to provide services to its 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.

An additional portion of the City's net position, \$16,456,752 (6.09%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position \$57,075,678 (21.11%) may be used to meet the government's ongoing obligations to citizens and creditors.

The City's overall net position increased \$14,952,830 from the prior fiscal year's balance. The reasons for this overall increase are discussed in the following sections for governmental activities and business-type activities.

Statement of Activities - While the Statement of Net Position shows a snapshot of the City's financial position at the end of the fiscal year, the Statement of Activities provides answers as to the nature and sources of those changes.

The following schedule compares the revenues and expenses for the current and previous fiscal year:

Change in Net Position As of September 30,						
	Governmental Activities		Business-Type Activities		Total Primary Government	
	2020	2019	2020	2019	2020	2019
REVENUES						
Program Revenues:						
Charges for Services	\$ 2,113,925	\$ 1,528,237	\$ 32,376,503	\$ 31,099,847	\$ 34,490,428	\$ 32,628,084
Operating Grants & Contributions	2,589,259	1,177,384	-	-	2,589,259	1,177,384
Capital Grants & Contributions	3,080,627	1,709,812	4,015,280	6,691,118	7,095,907	8,400,930
General Revenues:						
Property Taxes	13,055,677	12,154,023	-	-	13,055,677	12,154,023
Sales & Use Taxes	1,927,443	1,913,605	-	-	1,927,443	1,913,605
Franchise Taxes	3,268,543	3,365,033	-	-	3,268,543	3,365,033
Public Service Taxes	5,398,634	5,181,391	-	-	5,398,634	5,181,391
Intergovernmental Revenues	1,822,523	1,877,081	-	-	1,822,523	1,877,081
Investment Earnings	323,667	482,358	549,639	1,298,843	873,306	1,781,201
Miscellaneous Revenues	395,525	269,847	628,823	228,651	1,024,348	498,498
Total Revenues	33,975,823	29,658,771	37,570,245	39,318,459	71,546,068	68,977,230
EXPENSES						
General Government	4,546,548	4,643,641	-	-	4,546,548	4,643,641
Community Development	1,147,242	1,193,010	-	-	1,147,242	1,193,010
Public Safety	15,768,310	14,673,283	-	-	15,768,310	14,673,283
Public Works	4,543,162	4,205,124	-	-	4,543,162	4,205,124
Parks and Recreation	3,717,491	3,749,298	-	-	3,717,491	3,749,298
Community Redevelopment	512,328	498,518	-	-	512,328	498,518
Interest on Long-term Debt	487,208	370,179	-	-	487,208	370,179
Water and Sewer	-	-	16,367,441	15,061,368	16,367,441	15,061,368
Municipal Airport	-	-	2,178,261	1,884,546	2,178,261	1,884,546
Refuse Collection	-	-	3,889,371	3,756,562	3,889,371	3,756,562
Stormwater	-	-	1,502,878	1,314,260	1,502,878	1,314,260
Permits and Inspections	-	-	1,932,998	1,575,056	1,932,998	1,575,056
Total Expenses	30,722,289	29,333,053	25,870,949	23,591,792	56,593,238	52,924,845
Excess (Deficiency) Before Transfers	3,253,534	325,718	11,699,296	15,726,667	14,952,830	16,052,385
Transfers	3,207,416	3,113,975	(3,207,416)	(3,113,975)	-	-
Change in Net Position	6,460,950	3,439,693	8,491,880	12,612,692	14,952,830	16,052,385
NET POSITION						
Net Position – Beginning	68,389,768	64,950,075	186,980,832	174,368,140	255,370,600	239,318,215
Net Position – Ending	<u>\$ 74,850,718</u>	<u>\$ 68,389,768</u>	<u>\$ 195,472,712</u>	<u>\$ 186,980,832</u>	<u>\$ 270,323,430</u>	<u>\$ 255,370,600</u>

Management's Discussion and Analysis – (Continued)

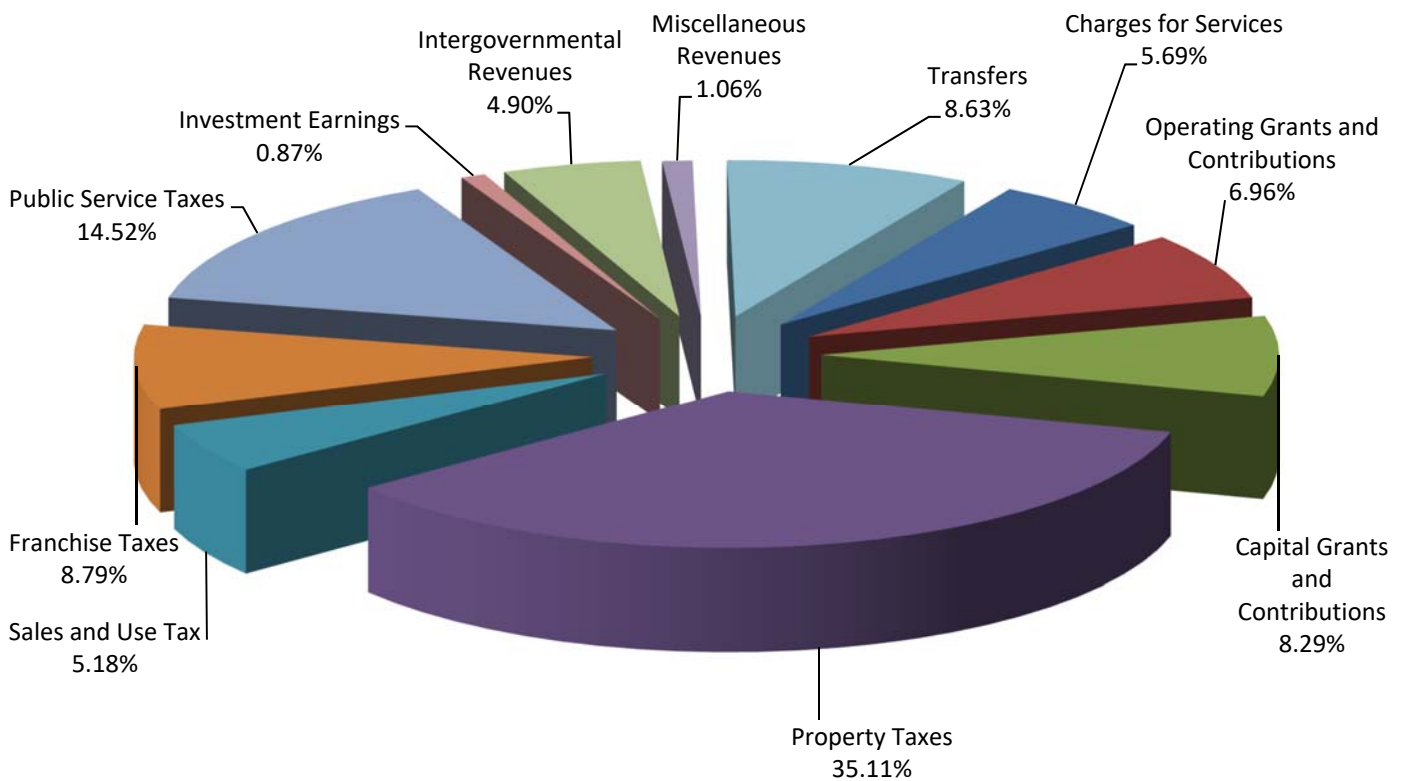
The City's combined overall net position increased \$14,952,830 in the current fiscal year. Revenues increased from the prior fiscal year by \$2,568,838 (3.72%) and expenses increased by \$3,668,393 (6.93%).

Governmental Activities - Governmental activities increased the City's net position by \$6,460,950, accounting for 43.21% of the total growth in the net position of the City.

Net position of the City's governmental activities totaled \$74,850,718 at the end of the fiscal year. Of this amount, approximately 86.32% is either restricted as to the purposes they can be used for or is invested in capital assets (land, buildings and equipment). Consequently, unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraint established by debt covenants, enabling legislation, or other legal requirements, totaled \$10,243,021 at the end of the current fiscal year. Net pension liability of \$13,903,670 is the most significant liability (claim) against governmental unrestricted net position.

The following is a summary of the City's Revenues by Source – Governmental Activities:

Revenues by Source – Governmental Activities

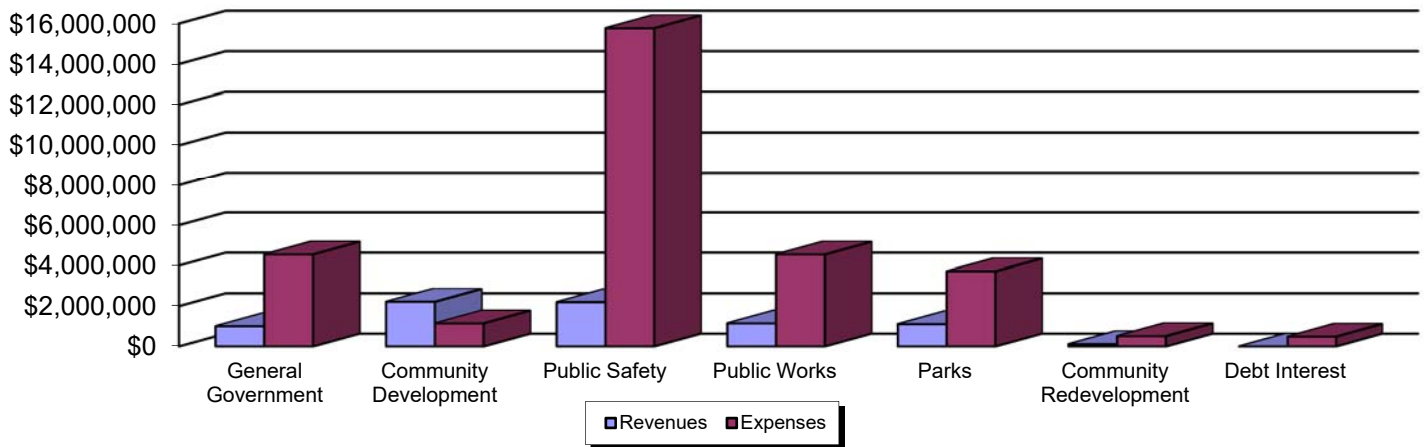


Governmental activities revenues increased by \$4,317,052 (or 14.56%) compared to the prior fiscal year. Charges for services increased \$585,688 (or 38.32%) mainly due to increases in tree replacement and planning services. Operating grants and contributions increased by \$1,411,875 (or 119.92%) mainly due to CARES Act funding received in the current year. Capital grants and contributions increased by \$1,370,815 (or 80.17%) mainly due to CDBG and Volusia County grants for the new Spring Hill Resource Center, a Volusia County grant for the new Homeless Shelter and impact fee increases in the current year. Property taxes increased \$901,654 (or 7.42%) as the property tax values increased \$199,085,718 or 11.51% in the current fiscal year and included \$98,826,373 in annexations and new construction. The combined millage rate of 6.7841 (6.7841 – Operating, 0.0000 – Debt) represented 0.3353 mills decrease from the prior fiscal year (6.8841 – Operating, 0.2353 – Debt).

Management's Discussion and Analysis – (Continued)

The following is a summary of the City's Program Expenses and Revenues – Governmental Activities:

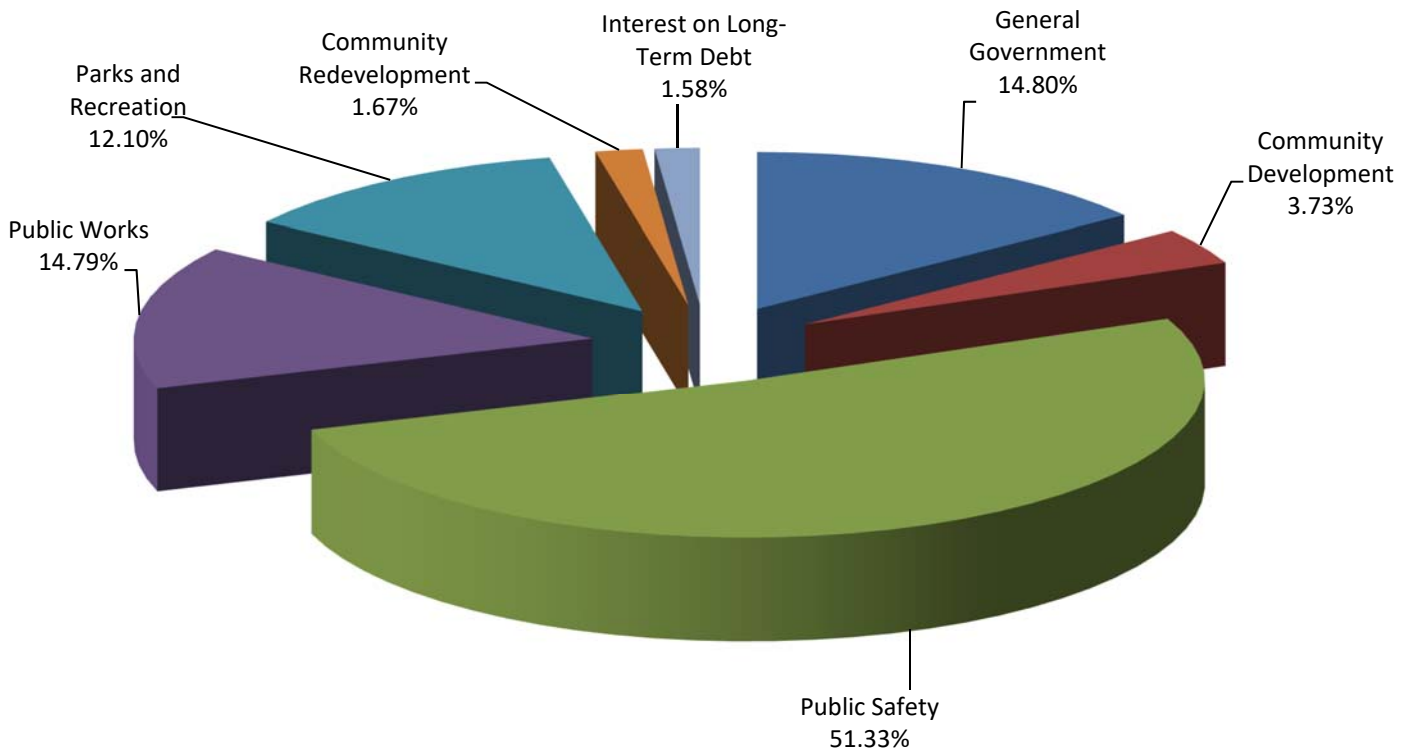
Expenses and Program Revenues – Governmental Activities



An individual comparison of the City's functional program revenues and costs of providing governmental-type program services to its citizens is useful in identifying the programs, and the extent of which each are dependent on taxes and other non-exchange revenues to subsidize their program operations.

The following is a summary of the City's Expenses by Function – Governmental Activities:

Expenses by Function – Governmental Activities



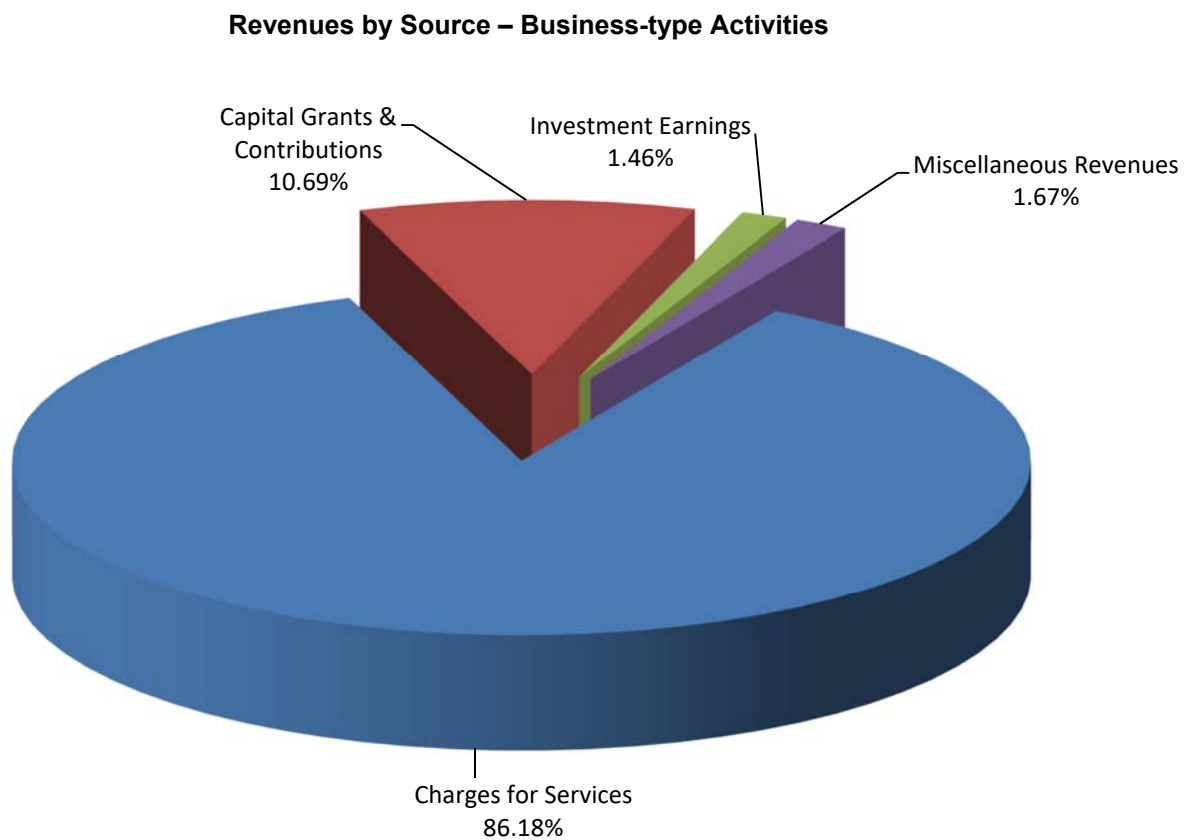
Management's Discussion and Analysis – (Continued)

Governmental activities expenses increased by \$1,389,236 (or 4.74%) compared to the prior fiscal year. Public safety increased \$1,095,027 (or 7.46%) mainly due to increases in personnel costs, including a 3% merit increase, promotions and 3 new firefighters and two new police officers, as well as increases in retirement contributions and health insurance. Public Works increased \$338,038 (or 8.04%) due to a 3% merit increase, promotions and one new arborist inspector and one new vehicle maintenance worker, as well as additional costs for road supplies and materials. Interest on long-term debt increased \$117,029 (or 31.61%) due to the issuance of new debt during the current and prior fiscal year.

Business-type Activities – Business-type activities increased the City's net position by \$8,491,880, accounting for 56.79% of the total growth in the net position of the City.

Net position of the City's business-type activities totaled \$195,472,712 at the end of the fiscal year. Of this amount, approximately 76.04% is either restricted as to the purposes they can be used for or is invested in capital assets (land, buildings and equipment). Consequently, unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraint established by debt covenants, enabling legislation, or other legal requirements, totaled \$46,832,657 or 23.96% at the end of the fiscal year.

The following is a summary of the City's Revenues by Source – Business-type Activities:

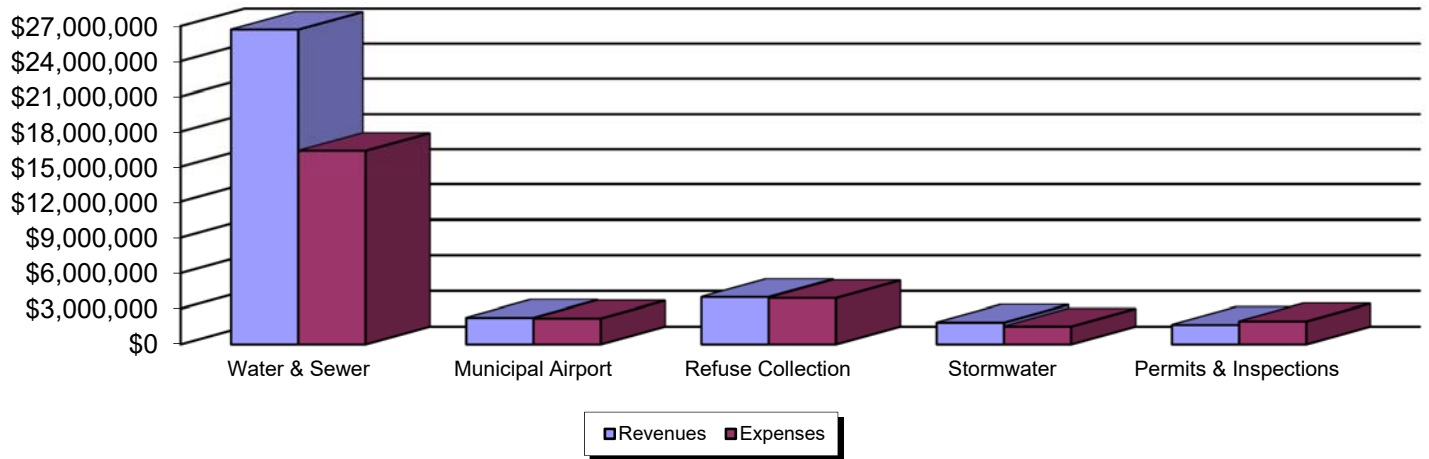


Business-type activity revenues decreased \$1,748,214 (or -4.45%) compared to the prior fiscal year. Charges for services increased \$1,276,656 (or 4.11%) primarily due to increases in water and sewer service revenues. Water and sewer service revenues increased \$1,139,843 (or 5.15%) over the prior year mainly due to a 4.50% increase to the water rates in the current year. Refuse collection fees increased \$119,772 (or 3.11%) and stormwater fees increased \$99,179 (or 5.71%) mainly due to continued growth in the City. Permits and inspections fees decreased \$118,291 (or -6.72%) due to permit and inspection fees were lowered during the current year in order use some of the excess reserves accumulated from prior years. Capital grants and contributions decreased \$2,675,838 (or -39.99%) due to decreases in water and sewer impact fees collected, as well various grants for water and sewer projects, most notably reclaim expansion, and airport projects, most notably apron rehabilitation and expansion.

Management's Discussion and Analysis – (Continued)

The following is a summary of the City's Expenses and Program Revenues – Business-type Activities:

Expenses and Program Revenues – Business-type Activities



A comparison of the City's functional program revenues and costs of providing business-type services to its customers is useful in identifying the capabilities of producing revenues sufficient to operate their programs.

Operating expenses of the business-type activities increased to \$25,870,949 as compared to \$23,591,792 the prior fiscal year. This increase is mainly due to increases in Water and Sewer expenses and Permits and Inspections expenses.

Water and Sewer expenses increased \$1,306,073 (or 8.67%) partly due to an increase in personnel costs related to the 3% merit increase, promotions and additions to staffing, including one contract administrator, one utility backflow technician, two meter/backflow lead workers, and two utility collections technicians during the current year. Increases also occurred in repairs and maintenance, operating supplies, general government charges and depreciation.

Municipal Airport expenses increased by \$293,715 (or 15.59%) partly due an increase in personnel costs related to the 3% merit increase and promotions. Increases also incurred in repairs and maintenance, operating supplies, COVID-19 related expenses, general government charges and depreciation.

Stormwater expenses increased by \$188,618 (or 14.35%) due to increase in loss on fixed asset disposals.

Permits and Inspections expenses increased by \$357,942 (or 22.73%) partly due to an increase in personnel costs, related to the 3% merit increase, reorganization, promotions and additions to staffing, including one permit facilitator. Increases also incurred in general government charges.

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, unreserved 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 the City completed the current fiscal year, its eight (8) governmental funds reported a combined fund balance of \$35,445,054, which was \$4,030,083 more than the \$31,414,971 reported last fiscal year. The increase is primarily due to higher than budgeted revenues and lower than budgeted expenditures in the General Fund, which is explained in more detail later in the report. Approximately 16.58% of total fund balance, or \$5,877,709, constitutes unassigned fund balance,

Management's Discussion and Analysis – (Continued)

which is available for spending at the City's discretion. The remainder of fund balance (\$29,567,345 or 83.42%) consists of:

- \$2,204,127 or 6.22% is nonspendable relating to inventories, prepaid items and advances to other funds.
- \$12,877,250 or 36.33% is restricted by enabling legislation or other legal requirements imposed by outside sources.
- \$443,212 or 1.25% is committed by formal action of the City Commission – for community development.
- \$14,042,756 or 39.62% is assigned for public works, capital improvements, hurricane reserves and appropriations.

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the unassigned fund balance in the General Fund totaled \$5,877,709 while total fund balance reached \$23,503,873. 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 of the General Fund represents approximately 21.72% of total General Fund expenditures (excluding transfers, capital and other financing uses) of \$27,056,524, while total fund balance of the General Fund represents 86.87% of that same amount.

Total fund balance in the General Fund increased by \$3,214,335 during the current fiscal year. Individually, nonspendable fund balance decreased by \$157,536 primarily as a result of decreases in advances to other funds. Restricted fund balance increased by \$63,925 mainly due to funds restricted for other post-employment benefits. Committed fund balance increased by \$151,426 which are committed to community development. Assigned fund balance increased by \$3,303,970 and is mostly attributable to appropriations for capital improvements and for the City's subsequent year budget. Unassigned fund balance decreased by \$147,450.

The millage rate assessed by the City of DeLand for the fiscal year ended September 30, 2020, was 6.7841 per \$1,000 (6.7841 Operating plus 0.0000 Debt Service), which means that the City has a tax margin of 3.2159 per \$1,000 and could raise up to \$6,203,312 in additional tax revenue per year from the present assessed valuation of \$1,928,950,433 before the limit is reached.

The City Commission has established an operating reserve requirement equal to two months' operating expenses in the General Fund. At September 30, 2020, the required operating reserve equals \$5,198,610 and the fund balance available equals \$5,386,862 resulting in a surplus over the reserve requirements of \$188,252.

The Spring Hill Community Redevelopment Trust Fund is a special revenue fund that reports the financial activities of the Spring Hill Community Redevelopment Area. At September 30, 2020, restricted fund balance of the Spring Hill Redevelopment Trust Fund was \$319,812. The net decrease in the restricted fund balance during the current fiscal year was \$311,963 (or -49.38%) and represent funds spent on planned capital improvements. The Fund received \$191,278 in tax increment revenues during the current fiscal year. These funds are legally restricted for use to complete projects identified in the Spring Hill Community Redevelopment Agency Master Plan.

The Downtown Community Redevelopment Trust Fund is a special revenue fund that reports the financial activities of the Downtown Community Redevelopment Area. At September 30, 2020, restricted fund balance of the Downtown Redevelopment Trust Fund was \$1,070,466. The net increase in the restricted fund balance during the current fiscal year was \$304,904 (or 39.83%) due to funds collected in advance for planned capital improvements. The Fund received \$499,853 in tax increment revenues during the current fiscal year. These funds are legally restricted for use to complete projects identified in the Downtown Community Redevelopment Agency Master Plan.

The Capital Projects Fund is a capital project fund that reports the financial activities for General Fund capital expenses not funded by grants or other types of special revenues. At September 30, 2020, restricted fund balance of the Capital Projects Fund was \$7,506,910. The net increase in the restricted fund balance during the current fiscal year was \$503,710 (or 7.19%) due to unspent issuance of long-term debt received for planned capital improvements.

Non-major governmental funds consisting of special revenue funds have a combined fund balance of \$3,043,993. The net increase in combined fund balance during the current fiscal year in non-major governmental funds was \$319,097 (or 11.71%).

Management's Discussion and Analysis – (Continued)

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

Total combined net position of all five) proprietary funds at the end of the current fiscal year was \$195,046,675, an increase of \$8,432,889 in comparison with the prior fiscal year. Most of that increase is attributable to the Water and Sewer Fund, with continued investment in capital assets and planned savings for future alternative water supply projects. Approximately 23.79% of this total amount, or \$46,406,620, constitutes unrestricted net position, which is available for spending at the City's discretion. The remainder of net position \$148,640,055 (or 76.21%) consists of:

- \$137,553,643 or 70.52% is non-spendable relating to net investment in capital assets.
- \$11,086,412 or 5.69% is restricted by enabling legislation or other legal requirement imposed by outside sources.

The Water and Sewer Fund reports the financial activities for the City's provided water and wastewater services. At the end of the current fiscal year, unrestricted net position of the Water and Sewer Fund was \$40,751,403, while total net position reached \$148,198,910. The total increase in net position was \$8,390,706 (or 6.00%).

The City Commission has established an operating reserve requirement equal to three months' operating expenses in the Water and Sewer Fund. At September 30, 2020, the required operating reserve equals \$4,317,341 and the net position available equals \$5,782,077 resulting in a surplus of \$1,464,736 above the reserve requirements.

The DeLand Municipal Airport Fund reports the financial activities of the City's airport. Unrestricted net position of the DeLand Municipal Airport at the end of the year amounted to (\$286,899), while total net position was \$34,077,445. The total increase in net position was \$20,891 (or 0.06%).

The Refuse Collection Fund reports the financial activities of City's refuse collection services. Unrestricted net position, as well as the total net position, of the Refuse Collection Fund at the end of the year amounted to \$6,799. The total decrease in net position was \$15,529 (or -69.55%).

Non-Major proprietary funds consisting of Stormwater Fund and Permits and Inspections Fund have a combined unrestricted net position of \$5,935,317 and combined total net position of \$12,763,521. The net increase in the combined net position during the current fiscal year in non-major proprietary funds was \$36,821 (or 0.29%).

General Fund Budgetary Highlights

The City Commission periodically revises the budget throughout the year to recognize projects carried over from the previous year, grant awards received during the year and to adjust budgets to reflect actual circumstances. Normally budget amendments are presented quarterly to the City Commission and are typically minor in nature. Overall budgetary control is achieved through continuous review by the Finance Director.

The City Charter provides for transfers by the City Manager of up to 5% of a division's budget from one division to another during the year. While the Charter provision does not require approval of the City Commission, only notification at the end of the fiscal year, it is the City's practice that all budget amendments be approved by the City Commission with the exception of any additional budget transfers that may need to be made at the end of the fiscal year to reconcile with actual experience. Notification of that transfer is made to the City Commission at that time.

The difference between the original and final amended General Fund budget for revenues (including issuance of long-term debt and transfers in) was an increase of \$771,275 (or 2.47%), while the difference between the original and final General Fund amended budget for expenditures (including transfers out) was an increase of \$555,784 (or 1.73%). Significant variances between the original budget and final amended budget are summarized as follows:

Revenues:

- \$23,378 Taxes – Increase in anticipated Fire Insurance Premium Taxes collected.
- \$583,590 Intergovernmental – Increase in anticipated COVID-19 related grants.
- \$76,678 Charges for general government services – Increase in charges to the Water and Sewer Fund (\$9,528), the Airport Fund (\$1,890), the Stormwater Fund (\$1,890) and the Permits and Inspections Fund (\$63,370).
- \$49,672 Miscellaneous – Increase in insurance proceeds received.

Management's Discussion and Analysis – (Continued)

- \$35,457 Transfers in – Increase in transfers in from the Water and Sewer Fund (\$80,400) and Airport Fund (\$57) net of decrease in transfers in from the Spring Hill CRA (-\$45,000).
- Expenditures:
- (\$38,000) Finance – Decrease in regular salaries (-\$20,000), contractual services (-\$4,000) and travel (-\$14,000).
 - \$130,000 City Attorney – Increase in additional professional services for legal services.
 - \$460,738 City Hall – Increase in costs associated with COVID-19 (\$594,210) and tornados (\$108,757) net of decreases in contingencies.
 - \$248,315 Information Technology – Increase in additional special pay (\$10,845), professional services (\$59,392), equipment maintenance (\$116,967) and operating capital (\$61,111).
 - \$68,920 Human Resources – Increase in additional regular salaries for temporary over hire employee (\$22,680) and special pay related to retirements (\$46,240).
 - \$121,292 Fire – Mainly increase in additional retirement contributions (\$35,365), professional services for an EMS study (\$53,965) and operating capital for SCBA air bottles and bunker gear (\$59,178).
 - (\$168,687) Police Support – Mainly decrease in regular salaries (-\$133,864) for vacancies, operating supplies (-\$13,214) and Training (-\$23,400).
 - (\$31,477) Streets – Mainly decrease in regular salaries (-\$30,596) for vacancies.
 - (\$36,462) Chisholm Center – Mainly decrease in regular and other salaries (-\$39,836) for vacancies.
 - (\$217,211) Transfers out – Decrease in transfers to the Debt Service Fund (-\$281,313) net of increase in transfers to the Grant and Special Revenue Fund (\$11,524) and the Capital Projects Fund (\$52,578) for various ongoing projects.

The actual net change in fund balance in the General Fund was \$3,214,335 during the current fiscal year, while the City had budgeted use of fund balance of \$802,504. Actual General Fund revenues in the current year were \$1,559,963 greater than budgeted, while actual General Fund expenditures were \$2,456,876 less than budgeted. General Fund revenues realized represented 105.84% of revenues budgeted exclusive of those revenues considered non-revenues. General Fund expenditures represented 92.89% of appropriated funds. Expenditures by category as a percent of appropriated funds in that category were personnel 96%, operating 85%, grants & aids 41%, and contingency 0%. Significant variances between the final budget and actual amounts are summarized as follows:

Revenues:

- \$323,853 Taxes – The variance reflects additional delinquent ad valorem taxes and casualty insurance premium taxes received above budgeted amounts.
- \$451,121 Intergovernmental – The variance reflects additional CARES Act funding above budgeted amounts.
- \$374,805 Charges for Services – The variance reflects additional tree replacement and planning services above budgeted amounts.
- \$125,262 Interest Revenues – The variance reflects additional investments returns above budgeted amounts.
- \$400,784 Miscellaneous – The variance reflects additional revenue from lien search and code enforcement lien charges, insurance reimbursements and sales of surplus equipment above budgeted amounts.
- (\$144,692) Transfers in – The variance mainly reflects transfers from the DeLand Municipal Airport Fund reclassified as advance repayments for financial statement purposes.

Expenditures:

- \$48,314 Finance – The variance reflects savings associated with vacant positions and training.
- \$187,916 City Hall – The variance reflects savings associated with special events cancelled due to COVID-19 and unspent contingencies.
- \$367,062 Information Technology – The variance reflects savings associated with professional services, contractual services, equipment maintenance and operating capital.
- \$47,243 Human Resources – The variance reflects savings associated with professional services and training.
- \$61,550 Planning and Zoning – The variance reflects savings associated with vacant positions and professional services.
- \$44,604 Licenses and Code Enforcement – The variance reflects savings associated with professional services.
- \$59,023 Fire – The variance reflects savings associated with special pay and equipment maintenance.
- \$477,602 Police Support – The variance reflects savings associated with vacant positions.

Management's Discussion and Analysis – (Continued)

- \$157,602 Streets – The variance reflects savings associated with professional services, contractual services and utilities.
- \$95,382 Trees – The variance reflects savings associated with vacant positions.
- \$87,679 Urban Beautification – The variance reflects savings associated with vacant positions.
- \$61,691 Recreation – The variance reflects savings associated with contractual services and operating supplies.
- \$104,105 Parks – The variance reflects savings associated with vacant positions.
- \$44,847 Activities Center – The variance reflects savings associated with vacant positions.
- \$49,305 Special Events – The variance reflects savings associated with vacant positions, as well as savings associated with professional and contractual services.
- \$358,742 Transfers out – The variance reflects savings associated with transfers to the Capital Projects Fund.

Capital Assets and Debt Administration

Capital Assets - The City's investment in capital assets, net of related depreciation, for its governmental and business-type activities as of September 30, 2020, amounts to \$210,221,287. This investment in capital assets includes land, buildings, improvements (includes infrastructure), equipment and construction in progress.

The total change in the City's capital assets, net of depreciation, for the current fiscal year was an increase of \$3,226,029 (or 4.65%) for governmental activities and an increase of \$4,353,970 (or 3.27%) for business-type activities.

- Governmental type activities include the capital projects related to the following: Recreational Facilities (\$174,228), Technology (\$525,575), Streetscape (\$212,657), Vehicle and Equipment Renewal and Replacement (\$2,384,901), Buildings (\$2,841,055) and Land (\$200,867).
- Business-type activities include the capital projects related to the following: Land (\$418,278), Water and Wastewater System Improvements (\$6,555,551), Vehicle and Equipment Renewal and Replacement (\$1,816,720), Airport Improvements (\$427,105), Stormwater Improvements (\$155,308) and Permits and Inspections Improvements (\$215,290).

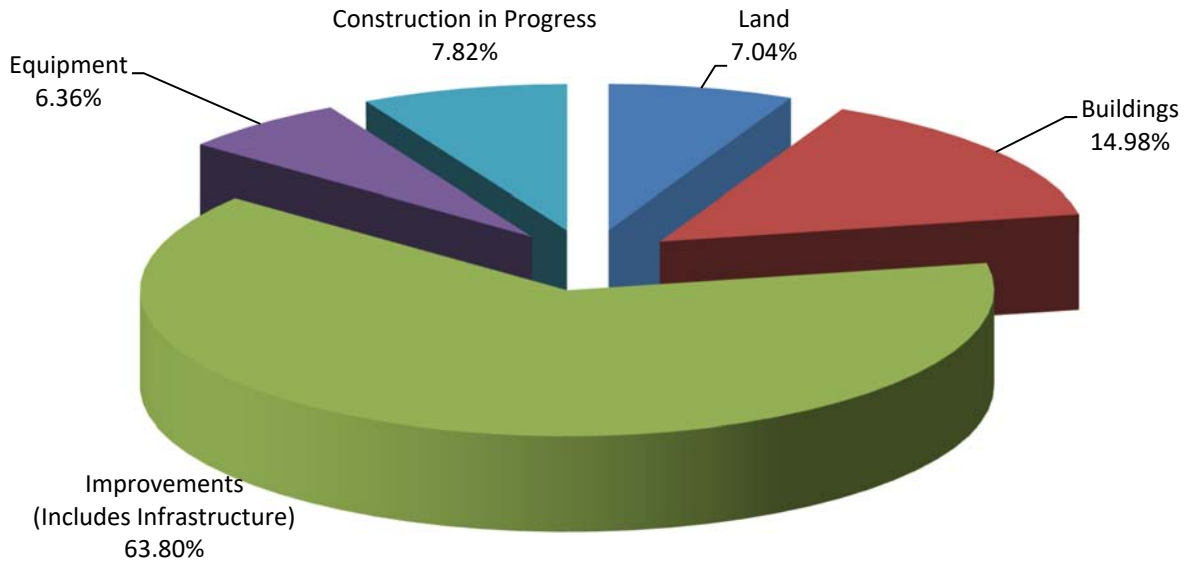
This investment in capital assets, net of depreciation, for all activities is reflected at September 30, 2020 as follows:

Capital Assets (Net of Depreciation) As of September 30,

	Governmental Activities		Business-Type Activities		Total Primary Government	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
	Land	\$ 8,105,887	\$ 7,905,020	\$ 6,689,940	\$ 6,270,662	\$ 14,795,827
Buildings	24,653,791	25,520,279	6,833,272	7,245,443	31,487,063	32,765,722
Improvements (includes infrastructure)	29,055,191	30,135,528	105,073,782	99,406,787	134,128,973	129,542,315
Equipment	4,959,427	4,024,926	8,409,122	6,616,626	13,368,549	10,641,552
Construction in Progress	5,893,348	1,855,862	10,547,527	13,660,155	16,440,875	15,516,017
Total	<u>\$ 72,667,644</u>	<u>\$ 69,441,615</u>	<u>\$ 137,553,643</u>	<u>\$ 133,199,673</u>	<u>\$ 210,221,287</u>	<u>\$ 202,641,288</u>

Management’s Discussion and Analysis – (Continued)

Capital Assets



Additional information on the City’s capital assets can be found in Note 6 to the financial statements. (See pages 61 to 62.)

Long-Term Debt - At fiscal year end, the City had \$20,735,886 in debt outstanding compared to \$20,934,891 the previous fiscal year as shown in the table below:

	Outstanding Debt As of September 30,					
	Governmental Activities		Business-Type Activities		Total Primary Government	
	2020	2019	2020	2019	2020	2019
General Obligation Bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Revenues Bonds / Notes	20,735,886	20,934,891	-	-	20,735,886	20,934,891
Total	\$ 20,735,886	\$ 20,934,891	\$ -	\$ -	\$ 20,735,886	\$ 20,934,891

Governmental activities debt decreased \$199,005 due to the issuance of long-term debt in the amount of \$1,352,782 and scheduled principal retirements in the amount of \$1,551,787 during the current fiscal year. Of the outstanding debt, none is backed by the full faith and credit of the City while the entire balance is secured by various revenue sources or covenants.

More detailed information about the City’s lease and long-term debt is presented in Note 8 to the financial statements. (See pages 63 to 64.)

ECONOMIC FACTORS AND NEXT YEAR’S BUDGETS AND RATES

Many factors are considered each year by the City Commission in its efforts to establish an operating budget, to evaluate its personnel needs, and to develop uniform user fees that are fair, reasonable, and adequately recover costs. Some of the major factors considered in this process are the local economy, labor force, unemployment rates, and inflation rates.

- Recent estimates available for unemployment data in DeLand, Volusia County, and the State of Florida are compiled by the Florida Department of Economic Opportunity. Their estimated unemployment rates are as follows:

	<u>DeLand</u>	<u>Volusia County</u>	<u>State of Florida</u>
September 2020	6.3%	5.9%	7.2%
September 2019	3.7%	3.2%	3.0%
Increase/(Decrease)	2.6%	2.7%	4.2%

Management's Discussion and Analysis – (Continued)

- Inflationary trends for Volusia County compare favorably with those trends experienced at the state and national levels.
- The economy is showing continued signs of improvement, as revenues appear to be stabilizing and increasing in some areas, and are expected to improve over the long run.
- The City's taxable value of commercial and residential property increased by 9.35% (or \$180,401,457) in the 2021 fiscal year compared to an increase of 11.51% for the 2020 fiscal year. The increased taxable value included \$78,442,076 in annexations and new construction.

All of these factors were considered in preparing the City's budget for the 2021 fiscal year.

Based on the taxable valuation noted above, the City Commission adopted a millage rate of 6.7841 for fiscal year 2021, which was 0.3265 mills (or 5.06%) more than the roll back rate of 6.4576. The millage rate adopted for fiscal year 2021 was the same millage rate adopted for fiscal year 2020.

The water rates increased during the fiscal year 2021 by 4.50%. A rate study was performed during fiscal year 2017 to determine the necessary water and sewer rate adjustments, needed over the next four years, in order to fund future capital projects, including alternative water supply projects. Beginning in FY 2018, water rates will increase 4.50% annually through fiscal year 2021, while sewer rates will remain unchanged.

REQUEST FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, customers and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. Questions concerning any of the information provided in this report, or requests for additional information, should be addressed to the Finance Director, City of DeLand, Florida, 120 South Florida Avenue, DeLand, FL 32720.

**CITY OF DELAND, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2020**

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
ASSETS			
Equity in pooled cash and cash equivalents	\$ 27,744,346	\$ 32,745,447	\$ 60,489,793
Investments	6,711,343	18,061,653	24,772,996
Receivables, net	1,059,098	2,792,030	3,851,128
Internal balances	1,722,271	(1,722,271)	-
Due from other governments	2,616,645	557,623	3,174,268
Inventories	37,013	374	37,387
Prepays	18,806	5,437	24,243
Liens receivable	45,976	633,552	679,528
Restricted assets:			
Equity in pooled cash	23,079	7,498,491	7,521,570
Investments	851,600	4,218,453	5,070,053
Capital assets:			
Land	8,105,887	6,689,940	14,795,827
Construction in progress	5,893,348	10,547,527	16,440,875
Buildings	38,361,400	16,377,783	54,739,183
Infrastructure (other than buildings)	55,587,919	146,704,646	202,292,565
Equipment	14,107,443	21,988,626	36,096,069
Accumulated depreciation	(49,388,353)	(64,754,879)	(114,143,232)
Total assets	<u>\$ 113,497,821</u>	<u>\$ 202,344,432</u>	<u>\$ 315,842,253</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	\$ 4,097,346	\$ 208,654	\$ 4,306,000
Deferred outflows related to OPEB	243,650	133,172	376,822
Total deferred outflows of resources	<u>\$ 4,340,996</u>	<u>\$ 341,826</u>	<u>\$ 4,682,822</u>
LIABILITIES			
Accounts payable and accrued liabilities	\$ 2,713,968	\$ 2,770,442	\$ 5,484,410
Customer deposits	107,310	690,313	797,623
Unearned revenue	122,626	352,117	474,743
Accrued interest payable	172,940	-	172,940
Estimated claims payable	843,000	-	843,000
Noncurrent liabilities:			
Due within one year:			
Notes payable	1,951,179	-	1,951,179
Capital leases	39,597	-	39,597
Compensated absences	210,961	209,758	420,719
Due in more than one year:			
Notes payable	18,784,707	-	18,784,707
Capital leases	161,714	-	161,714
Compensated absences	1,796,596	504,669	2,301,265
Net pension liability	13,903,670	1,933,180	15,836,850
Total OPEB liability	1,286,353	703,082	1,989,435
Total liabilities	<u>\$ 42,094,621</u>	<u>\$ 7,163,561</u>	<u>\$ 49,258,182</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	\$ 802,023	\$ -	\$ 802,023
Deferred inflows related to OPEB	91,455	49,985	141,440
Total deferred inflows of resources	<u>\$ 893,478</u>	<u>\$ 49,985</u>	<u>\$ 943,463</u>
NET POSITION			
Net investment in capital assets	\$ 59,237,357	\$ 137,553,643	\$ 196,791,000
Restricted for:			
Capital improvements	283,858	10,740,341	11,024,199
Other post-employment benefits	851,600	-	851,600
Public safety	1,008,755	-	1,008,755
Community redevelopment	1,390,278	-	1,390,278
Transportation	457,077	-	457,077
Parks and recreation	724,519	-	724,519
Homelessness	654,253	-	654,253
Other purposes	-	346,071	346,071
Unrestricted	10,243,021	46,832,657	57,075,678
Total net position	<u>\$ 74,850,718</u>	<u>\$ 195,472,712</u>	<u>\$ 270,323,430</u>

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

**CITY OF DELAND, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2020**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
General government	\$ 4,546,548	\$ 398,938	\$ 293,008	\$ 311,302	\$ (3,543,300)	\$ -	\$ (3,543,300)
Community development	1,147,242	569,016	-	1,646,409	1,068,183	-	1,068,183
Public safety	15,768,310	317,112	1,475,664	405,541	(13,569,993)	-	(13,569,993)
Public works	4,543,162	326,879	820,587	-	(3,395,696)	-	(3,395,696)
Parks and recreation	3,717,491	390,797	-	717,375	(2,609,319)	-	(2,609,319)
Community redevelopment	512,328	111,183	-	-	(401,145)	-	(401,145)
Interest on long-term debt	487,208	-	-	-	(487,208)	-	(487,208)
Total governmental activities	<u>30,722,289</u>	<u>2,113,925</u>	<u>2,589,259</u>	<u>3,080,627</u>	<u>(22,938,478)</u>	<u>-</u>	<u>(22,938,478)</u>
Business-type activities:							
Water and sewer	16,367,441	23,293,753	-	3,401,470	-	10,327,782	10,327,782
DeLand Municipal Airport	2,178,261	1,626,536	-	613,810	-	62,085	62,085
Refuse collection	3,889,371	3,977,052	-	-	-	87,681	87,681
Stormwater	1,502,878	1,836,204	-	-	-	333,326	333,326
Permits and inspections	1,932,998	1,642,958	-	-	-	(290,040)	(290,040)
Total business-type activities	<u>25,870,949</u>	<u>32,376,503</u>	<u>-</u>	<u>4,015,280</u>	<u>-</u>	<u>10,520,834</u>	<u>10,520,834</u>
Total primary government	<u>\$ 56,593,238</u>	<u>\$ 34,490,428</u>	<u>\$ 2,589,259</u>	<u>\$ 7,095,907</u>	<u>(22,938,478)</u>	<u>10,520,834</u>	<u>(12,417,644)</u>
General revenues:							
Property taxes					13,055,677	-	13,055,677
Sales and use taxes					1,927,443	-	1,927,443
Franchise taxes					3,268,543	-	3,268,543
Public service taxes					5,398,634	-	5,398,634
Casualty and fire insurance premium taxes					485,728	-	485,728
State revenue sharing					1,125,957	-	1,125,957
Other intergovernmental revenues					210,838	-	210,838
Investment earnings					323,667	549,639	873,306
Miscellaneous revenues					395,525	628,823	1,024,348
Transfers					3,207,416	(3,207,416)	-
Total general revenues and transfers					<u>29,399,428</u>	<u>(2,028,954)</u>	<u>27,370,474</u>
Change in net position					6,460,950	8,491,880	14,952,830
Net position - beginning					68,389,768	186,980,832	255,370,600
Net position - ending					<u>\$ 74,850,718</u>	<u>\$ 195,472,712</u>	<u>\$ 270,323,430</u>

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

**CITY OF DELAND, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2020**

	General	Spring Hill CRA	Downtown CRA	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS						
Cash and cash equivalents	\$ 13,797,438	\$ 204,129	\$ 1,072,004	\$ 7,801,335	\$ 2,967,394	\$ 25,842,300
Investments	6,598,445	-	-	-	-	6,598,445
Receivables, net	1,042,581	-	15,038	-	-	1,057,619
Liens receivable	45,976	-	-	-	-	45,976
Due from other governments	2,151,539	125,000	-	-	340,106	2,616,645
Advances to other funds	2,148,308	-	-	-	-	2,148,308
Inventories	37,013	-	-	-	-	37,013
Prepaid items	18,806	-	-	-	-	18,806
Total assets	<u>\$ 25,840,106</u>	<u>\$ 329,129</u>	<u>\$ 1,087,042</u>	<u>\$ 7,801,335</u>	<u>\$ 3,307,500</u>	<u>\$ 38,365,112</u>
LIABILITIES						
Accounts payable	\$ 1,237,375	\$ 4,899	\$ 16,576	\$ 294,425	\$ 258,285	\$ 1,811,560
Accrued expenditures	785,402	4,418	-	-	-	789,820
Customer deposits	107,310	-	-	-	-	107,310
Unearned revenue	121,601	-	-	-	5,222	126,823
Total liabilities	<u>2,251,688</u>	<u>9,317</u>	<u>16,576</u>	<u>294,425</u>	<u>263,507</u>	<u>2,835,513</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenues	84,545	-	-	-	-	84,545
FUND BALANCES						
Nonspendable:						
Inventories	37,013	-	-	-	-	37,013
Prepaid items	18,806	-	-	-	-	18,806
Advances to other funds	2,148,308	-	-	-	-	2,148,308
Restricted for:						
Community Redevelopment	-	319,812	1,070,466	-	-	1,390,278
Public Safety	1,150	-	-	926,497	81,108	1,008,755
Construction	10,490	-	-	6,580,413	1,199,865	7,790,768
Other post-employment benefits	851,600	-	-	-	-	851,600
Transportation	10,000	-	-	-	447,077	457,077
Parks and Recreation	62,829	-	-	-	661,690	724,519
Homelessness	-	-	-	-	654,253	654,253
Committed to:						
Community Development	443,212	-	-	-	-	443,212
Assigned to:						
City Hall art maintenance	1,084	-	-	-	-	1,084
Public Works	280,090	-	-	-	-	280,090
Capital Improvements	10,430,516	-	-	-	-	10,430,516
Hurricane Reserve	2,400,000	-	-	-	-	2,400,000
Subsequent year's budget	931,066	-	-	-	-	931,066
Unassigned	5,877,709	-	-	-	-	5,877,709
Total fund balances	<u>23,503,873</u>	<u>319,812</u>	<u>1,070,466</u>	<u>7,506,910</u>	<u>3,043,993</u>	<u>35,445,054</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 25,840,106</u>	<u>\$ 329,129</u>	<u>\$ 1,087,042</u>	<u>\$ 7,801,335</u>	<u>\$ 3,307,500</u>	<u>\$ 38,365,112</u>

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

**CITY OF DELAND, FLORIDA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2020**

Fund balances - total governmental funds \$ 35,445,054

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

Total governmental capital assets	122,030,359	
Less: accumulated depreciation	<u>(49,362,715)</u>	72,667,644

On the governmental fund statements, a net pension liability is not recorded until an amount is due and payable and the pension plan's fiduciary net position is not sufficient for payment of those benefits (no such liability exists at the end of the current fiscal year). On the Statement of Net Position, the City's net pension liability of the defined benefit pension plans is reported as a noncurrent liability. Additionally, deferred outflows and deferred inflows related to pensions are also reported.

Net pension liability	(13,903,670)	
Deferred outflows related to pensions	4,097,346	
Deferred inflows related to pensions	<u>(802,023)</u>	(10,608,347)

On the governmental fund statements, an OPEB liability is not recorded unless an amount is due and payable (no such liability exists at the end of the current fiscal year). On the Statement of Net Position, the City's OPEB liability is reported as a noncurrent liability. Additionally, deferred outflows and deferred inflows related to OPEB are also reported.

Total OPEB liability	(1,286,353)	
Deferred outflows related to OPEB	243,650	
Deferred inflows related to OPEB	<u>(91,455)</u>	(1,134,158)

Internal service funds are used by management to charge the costs of data processing, insurance, fleet lease and maintenance, building maintenance, and internal loans to individual funds. These assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.

Total net position	1,939,711	
Less: amounts attributable to business-type activities	<u>(426,037)</u>	1,513,674

Because some property taxes and other revenues will not be collected for several months after the close of the City's fiscal year end, they are not considered as "available" revenues in the governmental funds, and therefore, reported as deferred inflows of unavailable revenues. In the statement of net position, which is presented on an accrual basis, no deferral is reported since the revenue is fully recognized in the statement of activities.

84,545

Long-term liabilities, including bonds payable and notes payable, are not due and payable in the current period and, therefore, are not reported in the funds. These liabilities and other debt-related deferred charges consist of the following:

Notes payable	(20,735,886)	
Capital leases payable	(201,311)	
Accrued interest payable	(172,940)	
Compensated absences	<u>(2,007,557)</u>	(23,117,694)

Net position of governmental activities \$ 74,850,718

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

CITY OF DELAND, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	General	Spring Hill CRA	Downtown CRA	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
Revenues						
Taxes	\$ 21,544,953	\$ 191,278	\$ 499,853	\$ 372,029	\$ 283,807	\$ 22,891,920
Licenses and permits	319,860	-	-	-	-	319,860
Intergovernmental	4,902,167	580,225	-	-	1,100,642	6,583,034
Charges for services	1,108,112	-	58,528	-	-	1,166,640
Charges for general government services	1,985,134	-	-	-	-	1,985,134
Fines and forfeitures	81,541	-	-	-	25,230	106,771
Impact fees	-	-	-	-	1,374,709	1,374,709
Interest revenues	215,262	3,818	8,402	51,174	22,637	301,293
Miscellaneous	734,008	4,200	19,167	-	291,508	1,048,883
Total revenues	<u>30,891,037</u>	<u>779,521</u>	<u>585,950</u>	<u>423,203</u>	<u>3,098,533</u>	<u>35,778,244</u>
Expenditures						
Current:						
General Government	5,879,323	-	-	-	87,117	5,966,440
Community Development	967,781	-	-	-	21,309	989,090
Public Safety	14,169,929	-	-	-	3,701	14,173,630
Public Works	3,192,884	-	-	-	332,876	3,525,760
Parks and Recreation	2,846,607	-	-	-	-	2,846,607
Community Redevelopment	-	144,991	253,435	-	-	398,426
Capital Outlay	344,786	920,922	600	3,341,450	1,998,927	6,606,685
Debt Service:						
Principal	-	-	-	-	1,558,386	1,558,386
Interest and fiscal charges	-	-	-	-	451,245	451,245
Total expenditures	<u>27,401,310</u>	<u>1,065,913</u>	<u>254,035</u>	<u>3,341,450</u>	<u>4,453,561</u>	<u>36,516,269</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,489,727</u>	<u>(286,392)</u>	<u>331,915</u>	<u>(2,918,247)</u>	<u>(1,355,028)</u>	<u>(738,025)</u>
Other financing sources (uses):						
Capital leases and notes payable	-	-	-	1,560,692	-	1,560,692
Transfers in	2,609,869	-	-	1,861,265	2,632,319	7,103,453
Transfers out	(2,885,261)	(25,571)	(27,011)	-	(958,194)	(3,896,037)
Total other financing sources (uses)	<u>(275,392)</u>	<u>(25,571)</u>	<u>(27,011)</u>	<u>3,421,957</u>	<u>1,674,125</u>	<u>4,768,108</u>
Net change in fund balances	<u>3,214,335</u>	<u>(311,963)</u>	<u>304,904</u>	<u>503,710</u>	<u>319,097</u>	<u>4,030,083</u>
Fund balances, beginning of year	20,289,538	631,775	765,562	7,003,200	2,724,896	31,414,971
Fund balances, end of year	<u>\$ 23,503,873</u>	<u>\$ 319,812</u>	<u>\$ 1,070,466</u>	<u>\$ 7,506,910</u>	<u>\$ 3,043,993</u>	<u>\$ 35,445,054</u>

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

**CITY OF DELAND, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2020**

Net change in fund balances - total governmental funds	\$ 4,030,083
Differences in amounts reported for governmental activities in the statement of activities are:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is depreciated over their estimated useful lives.	
Capital outlay expenditures	6,606,685
Depreciation expense	(3,211,408)
Gain (loss) on disposal of capital assets	(181,248)
Contributed capital assets	12,000
Bond and loan proceeds are reported as financing sources in the governmental funds. However, the issuance of debt is reported as long-term debt payable in the statement of net position. Repayment of bond and note principal is an expenditure in the governmental funds, but the repayment of debt principal reduces long-term liabilities in the statement of net position. These amounts are as follows:	
Issuance of long-term debt	(1,560,692)
Principal repayment of general long-term debt	1,558,386
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in governmental funds (reduction in delinquent taxes).	
Change in delinquent taxes and liens receivable	(12,799)
Governmental funds report contributions to defined benefit pension plans as expenditures. However, in the Statement of Activities, the amount contributed to defined benefit pension plans reduces future net pension liability. Also included in pension expense in the Statement of Activities are amounts required to be amortized.	
Change in net pension liability and deferred inflows/outflows related to pensions	(796,435)
Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. These adjustments are as follows:	
Change in accrued interest on long-term debt	(35,963)
Change in total OPEB liability	(17,386)
Change in compensated absences liability	(157,238)
Internal service funds are used by management to charge the costs of certain activities to individual funds. The portion of net revenue/expense of internal service funds reported in governmental activities for the year.	
	226,965
Change in net position of governmental activities	\$ 6,460,950

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

CITY OF DELAND, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget - Positive (Negative)
REVENUES				
Taxes	\$ 21,197,722	\$ 21,221,100	\$ 21,544,953	\$ 323,853
Licenses and permits	287,571	287,571	319,860	32,289
Intergovernmental	3,867,456	4,451,046	4,902,167	451,121
Charges for services	730,807	733,307	1,108,112	374,805
Charges for general government services	1,908,456	1,985,134	1,985,134	-
Fines and forfeitures	85,000	85,000	81,541	(3,459)
Interest revenues	90,000	90,000	215,262	125,262
Miscellaneous	283,552	333,224	734,008	400,784
Total revenues	<u>28,450,564</u>	<u>29,186,382</u>	<u>30,891,037</u>	<u>1,704,655</u>
Expenditures				
Current:				
General Government:				
Mayor and Commission	119,180	117,430	93,398	24,032
City Manager	334,461	348,559	340,528	8,031
City Clerk	306,097	307,278	281,840	25,438
Finance	852,198	814,198	765,884	48,314
City Attorney	313,660	443,660	428,628	15,032
City Hall	1,688,920	2,149,658	1,961,742	187,916
Information Technology	1,911,447	2,159,762	1,792,700	367,062
Human Resources	537,712	606,632	559,389	47,243
Total General Government	<u>6,063,675</u>	<u>6,947,177</u>	<u>6,224,109</u>	<u>723,068</u>
Community Development:				
Economic Development	347,148	341,260	331,770	9,490
Planning and Zoning	577,476	620,086	558,536	61,550
Licenses and Code Enforcement	126,026	122,079	77,475	44,604
Total Community Development	<u>1,050,650</u>	<u>1,083,425</u>	<u>967,781</u>	<u>115,644</u>
Public Safety:				
Fire	5,331,713	5,453,005	5,393,982	59,023
Police:				
Support	9,375,419	9,206,732	8,729,130	477,602
Parking	47,778	47,778	46,817	961
Total Police	<u>9,423,197</u>	<u>9,254,510</u>	<u>8,775,947</u>	<u>478,563</u>
Total Public Safety	<u>14,754,910</u>	<u>14,707,515</u>	<u>14,169,929</u>	<u>537,586</u>
Public Works:				
Administration	383,224	377,339	344,698	32,641
Streets	1,524,763	1,493,286	1,335,684	157,602
Trees	583,802	555,657	460,275	95,382
Urban Beautification	665,613	663,088	575,409	87,679
Fleet Maintenance	502,698	498,198	476,818	21,380
Total Public Works	<u>3,660,100</u>	<u>3,587,568</u>	<u>3,192,884</u>	<u>394,684</u>
Parks and Recreation:				
Administration	275,882	281,882	274,927	6,955
Recreation	314,135	317,425	255,734	61,691
Parks	1,627,390	1,621,693	1,517,588	104,105
Trailer Park	11,084	15,884	14,556	1,328
Museums	28,731	32,581	19,121	13,460
Activities Center	369,760	351,908	307,061	44,847
Stadium	117,605	136,321	129,651	6,670
Special Events	58,765	58,765	9,460	49,305
Intermodal Transportation Facility	19,767	19,767	16,409	3,358
Chisholm Center	373,995	337,533	302,100	35,433
Total Parks and Recreation	<u>3,197,114</u>	<u>3,173,759</u>	<u>2,846,607</u>	<u>327,152</u>
Total expenditures	<u>28,726,449</u>	<u>29,499,444</u>	<u>27,401,310</u>	<u>2,098,134</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(275,885)</u>	<u>(313,062)</u>	<u>3,489,727</u>	<u>3,802,789</u>
Other financing sources (uses):				
Transfers in	2,719,104	2,754,561	2,609,869	(144,692)
Transfers out	(3,461,214)	(3,244,003)	(2,885,261)	358,742
Total other financing sources (uses)	<u>(742,110)</u>	<u>(489,442)</u>	<u>(275,392)</u>	<u>214,050</u>
Net change in fund balances	<u>(1,017,995)</u>	<u>(802,504)</u>	<u>3,214,335</u>	<u>4,016,839</u>
Fund balances, beginning of year	20,289,538	20,289,538	20,289,538	-
Fund balances, end of year	<u>\$ 19,271,543</u>	<u>\$ 19,487,034</u>	<u>\$ 23,503,873</u>	<u>\$ 4,016,839</u>

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

CITY OF DELAND, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - SPRING HILL CRA
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Taxes	\$ 204,092	\$ 204,092	\$ 191,278	\$ (12,814)
Intergovernmental	32,881	582,335	580,225	(2,110)
Interest revenues	-	-	3,818	3,818
Miscellaneous	-	-	4,200	4,200
Total revenues	<u>236,973</u>	<u>786,427</u>	<u>779,521</u>	<u>(6,906)</u>
Expenditures				
Current:				
Community Redevelopment	191,973	211,402	144,991	66,411
Capital Outlay	-	987,476	920,922	66,554
Total expenditures	<u>191,973</u>	<u>1,198,878</u>	<u>1,065,913</u>	<u>132,965</u>
Excess (deficiency) of revenues over (under) expenditures	<u>45,000</u>	<u>(412,451)</u>	<u>(286,392)</u>	<u>126,059</u>
Other financing sources (uses):				
Transfers out	(45,000)	(25,571)	(25,571)	-
Net change in fund balances	<u>-</u>	<u>(438,022)</u>	<u>(311,963)</u>	<u>126,059</u>
Fund balances, beginning of year	631,775	631,775	631,775	-
Fund balances, end of year	<u>\$ 631,775</u>	<u>\$ 193,753</u>	<u>\$ 319,812</u>	<u>\$ 126,059</u>

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

CITY OF DELAND, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - DOWNTOWN CRA
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Taxes	\$ 513,834	\$ 513,834	\$ 499,853	\$ (13,981)
Charges for services	59,420	59,420	58,528	(892)
Interest revenues	-	-	8,402	8,402
Miscellaneous	14,604	14,604	19,167	4,563
Total revenues	<u>587,858</u>	<u>587,858</u>	<u>585,950</u>	<u>(1,908)</u>
Expenditures				
Current:				
Community Redevelopment	587,858	537,625	253,435	284,190
Capital outlay	-	63,459	600	62,859
Total expenditures	<u>587,858</u>	<u>601,084</u>	<u>254,035</u>	<u>347,049</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(13,226)</u>	<u>331,915</u>	<u>345,141</u>
Other financing sources (uses):				
Transfers out	-	(27,011)	(27,011)	-
Net change in fund balances	<u>-</u>	<u>(40,237)</u>	<u>304,904</u>	<u>345,141</u>
Fund balances, beginning of year	765,562	765,562	765,562	-
Fund balances, end of year	<u>\$ 765,562</u>	<u>\$ 725,325</u>	<u>\$ 1,070,466</u>	<u>\$ 345,141</u>

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

**CITY OF DELAND, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2020**

	Business-type Activities - Enterprise Funds				Total	Governmental Activities - Internal Service Funds
	Water and Sewer	DeLand Municipal Airport	Refuse Collection	Nonmajor Proprietary Funds		
ASSETS						
Current assets:						
Equity in pooled cash	\$ 27,173,810	\$ 1,646,880	\$ 199,684	\$ 3,725,073	\$ 32,745,447	\$ 1,925,125
Restricted cash	630,532	-	-	-	630,532	-
Investments	15,468,420	-	-	2,593,233	18,061,653	964,498
Accounts receivable, net	2,191,597	45,143	375,758	179,532	2,792,030	1,479
Due from other governments	27,888	529,735	-	-	557,623	-
Inventory	-	374	-	-	374	-
Prepaid items	1,414	3,125	-	898	5,437	-
Total current assets	45,493,661	2,225,257	575,442	6,498,736	54,793,096	2,891,102
Noncurrent assets:						
Restricted cash	6,812,139	18,555	-	37,265	6,867,959	-
Restricted investments	4,218,453	-	-	-	4,218,453	-
Liens receivable	435,176	-	55,302	143,074	633,552	-
Capital assets:						
Land	1,678,336	3,935,211	-	1,076,393	6,689,940	-
Buildings	9,881,318	6,372,051	-	124,414	16,377,783	-
Infrastructure (other than buildings)	107,704,457	34,831,625	-	4,168,564	146,704,646	-
Equipment	18,154,774	700,470	-	3,133,382	21,988,626	25,638
Construction in progress	7,785,808	1,824,074	-	937,645	10,547,527	-
Accumulated depreciation	(48,787,778)	(13,317,642)	-	(2,649,459)	(64,754,879)	(25,638)
Total noncurrent assets	107,882,683	34,364,344	55,302	6,971,278	149,273,607	-
Total assets	\$ 153,376,344	\$ 36,589,601	\$ 630,744	\$ 13,470,014	\$ 204,066,703	\$ 2,891,102
DEFERRED OUTFLOWS OF RESOURCES						
Deferred outflows related to pensions	\$ 201,438	\$ -	\$ -	\$ 7,216	\$ 208,654	\$ -
Deferred outflows related to OPEB	107,994	-	-	25,178	133,172	-
Total deferred outflows of resources	\$ 309,432	\$ -	\$ -	\$ 32,394	\$ 341,826	\$ -
LIABILITIES						
Current liabilities:						
Accounts payable	\$ 685,038	\$ 189,200	\$ 548,550	\$ 352,078	\$ 1,774,866	\$ 108,391
Accrued liabilities	273,499	20,256	-	71,289	365,044	-
Deposits	519,446	70,467	75,395	25,005	690,313	-
Unearned revenue	324,379	27,738	-	-	352,117	-
Advances from other funds	-	2,148,308	-	-	2,148,308	-
Estimated claims payable	-	-	-	-	-	843,000
Compensated absences	182,266	11,237	-	16,255	209,758	-
Payable from restricted assets:						
Accounts payable and accrued liabilities	630,532	-	-	-	630,532	-
Total current liabilities	2,615,160	2,467,206	623,945	464,627	6,170,938	951,391
Noncurrent liabilities:						
Compensated absences	394,696	44,950	-	65,023	504,669	-
Net pension liability	1,866,323	-	-	66,857	1,933,180	-
Total OPEB liability	570,152	-	-	132,930	703,082	-
Total noncurrent liabilities	2,831,171	44,950	-	264,810	3,140,931	-
Total liabilities	\$ 5,446,331	\$ 2,512,156	\$ 623,945	\$ 729,437	\$ 9,311,869	\$ 951,391
DEFERRED INFLOWS OF RESOURCES						
Deferred inflows related to OPEB	\$ 40,535	\$ -	\$ -	\$ 9,450	\$ 49,985	\$ -
NET POSITION						
Net investment in capital assets	\$ 96,416,915	\$ 34,345,789	\$ -	\$ 6,790,939	\$ 137,553,643	\$ -
Restricted for:						
Capital improvements	10,721,786	18,555	-	-	10,740,341	-
Fair share agreements	308,806	-	-	-	308,806	-
Building code enforcement	-	-	-	37,265	37,265	-
Unrestricted	40,751,403	(286,899)	6,799	5,935,317	46,406,620	1,939,711
Total net position	\$ 148,198,910	\$ 34,077,445	\$ 6,799	\$ 12,763,521	195,046,675	\$ 1,939,711
Cumulative adjustment to reflect consolidation of internal service fund activities related to enterprise funds					426,037	
Net position, business-type activities					<u>\$ 195,472,712</u>	

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

CITY OF DELAND, FLORIDA
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Business-type Activities - Enterprise Funds				Total	Governmental Activities - Internal Service Funds
	Water and Sewer	DeLand Municipal Airport	Refuse Collection	Nonmajor Proprietary Funds		
Operating revenues						
Charges for services	\$ 23,293,753	\$ 58,586	\$ 3,977,052	\$ 3,479,162	\$ 30,808,553	\$ 1,345,115
Rental income	-	1,567,950	-	-	1,567,950	-
Total operating revenues	<u>23,293,753</u>	<u>1,626,536</u>	<u>3,977,052</u>	<u>3,479,162</u>	<u>32,376,503</u>	<u>1,345,115</u>
Operating expenses						
Personal services	6,803,716	528,643	-	1,727,664	9,060,023	308,513
Contractual services	676,222	74,495	3,886,715	135,247	4,772,679	458,435
Repairs and maintenance	457,746	99,524	-	32,643	589,913	-
Supplies	2,037,676	23,824	-	55,067	2,116,567	379,518
Utilities	959,417	59,463	-	13,289	1,032,169	-
Other expenses	769,443	332,887	2,656	71,405	1,176,391	-
Services provided by general government	843,029	229,420	-	816,480	1,888,929	96,205
Depreciation	3,729,889	830,005	-	382,737	4,942,631	-
Total operating expenses	<u>16,277,138</u>	<u>2,178,261</u>	<u>3,889,371</u>	<u>3,234,532</u>	<u>25,579,302</u>	<u>1,242,671</u>
Operating income (loss)	<u>7,016,615</u>	<u>(551,725)</u>	<u>87,681</u>	<u>244,630</u>	<u>6,797,201</u>	<u>102,444</u>
Nonoperating revenues (expenses)						
Interest earnings	474,981	11,129	1,582	61,947	549,639	22,374
Other income (expense)	481,272	32,918	6	55,636	569,832	161,138
Loss on disposal of fixed assets	(90,303)	-	-	(201,344)	(291,647)	-
Total nonoperating revenues (expenses)	<u>865,950</u>	<u>44,047</u>	<u>1,588</u>	<u>(83,761)</u>	<u>827,824</u>	<u>183,512</u>
Income (loss) before contributions and transfers	<u>7,882,565</u>	<u>(507,678)</u>	<u>89,269</u>	<u>160,869</u>	<u>7,625,025</u>	<u>285,956</u>
Capital grants	75,958	613,810	-	-	689,768	-
Capital contributions and impact fees	3,325,512	-	-	-	3,325,512	-
Transfers in	120,798	-	-	-	120,798	-
Transfers out	(3,014,127)	(85,241)	(104,798)	(124,048)	(3,328,214)	-
Change in net position	<u>8,390,706</u>	<u>20,891</u>	<u>(15,529)</u>	<u>36,821</u>	<u>8,432,889</u>	<u>285,956</u>
Net position, beginning of year	<u>139,808,204</u>	<u>34,056,554</u>	<u>22,328</u>	<u>12,726,700</u>	<u>186,613,786</u>	<u>1,653,755</u>
Net position, end of year	<u>\$ 148,198,910</u>	<u>\$ 34,077,445</u>	<u>\$ 6,799</u>	<u>\$ 12,763,521</u>	<u>\$ 195,046,675</u>	<u>\$ 1,939,711</u>
Change in proprietary funds net position					\$ 8,432,889	
Adjustment to reflect consolidation of internal service fund activities related to enterprise funds					58,991	
Change in net position of business-type activities					<u>\$ 8,491,880</u>	

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

**CITY OF DELAND, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Business-type Activities - Enterprise Funds				Total	Governmental Activities - Internal Service Funds
	Water and Sewer	DeLand Municipal Airport	Refuse Collection	Nonmajor Proprietary Funds		
Cash flows from operating activities						
Cash received from customers	\$ 23,535,169	\$ 1,605,582	\$ 3,959,705	\$ 3,499,706	\$ 32,600,162	\$ 1,348,936
Cash paid to employees	(6,979,876)	(522,568)	-	(1,685,549)	(9,187,993)	(308,513)
Cash paid to suppliers	(5,430,626)	(818,272)	(3,842,787)	(914,018)	(11,005,703)	(904,693)
Other receipts	481,272	32,918	6	55,636	569,832	161,138
Net cash provided by (used in) operating activities	<u>11,605,939</u>	<u>297,660</u>	<u>116,924</u>	<u>955,775</u>	<u>12,976,298</u>	<u>296,868</u>
Cash flows from noncapital financing activities						
Interfund transfers in	120,798	-	-	-	120,798	-
Interfund transfers out	(3,014,127)	(85,241)	(104,798)	(124,048)	(3,328,214)	-
Interfund loans	-	(144,668)	-	-	(144,668)	-
Net cash provided by (used in) noncapital financing activities	<u>(2,893,329)</u>	<u>(229,909)</u>	<u>(104,798)</u>	<u>(124,048)</u>	<u>(3,352,084)</u>	<u>-</u>
Cash flows from capital and related financing activities						
Impact fees and capital contributions	3,325,512	-	-	-	3,325,512	-
Acquisition and construction of capital assets	(8,228,912)	(671,978)	-	(854,854)	(9,755,744)	-
Capital grants	606,878	1,178,507	-	-	1,785,385	-
Net cash provided by (used in) capital and related financing activities	<u>(4,296,522)</u>	<u>506,529</u>	<u>-</u>	<u>(854,854)</u>	<u>(4,644,847)</u>	<u>-</u>
Cash flows from investing activities						
Interest received	474,981	11,129	1,582	61,947	549,639	22,374
Sales of investments	4,088,976	-	-	430,322	4,519,298	160,050
Net cash provided by (used in) investing activities	<u>4,563,957</u>	<u>11,129</u>	<u>1,582</u>	<u>492,269</u>	<u>5,068,937</u>	<u>182,424</u>
Net increase (decrease) in cash and cash equivalents	<u>8,980,045</u>	<u>585,409</u>	<u>13,708</u>	<u>469,142</u>	<u>10,048,304</u>	<u>479,292</u>
Cash and cash equivalents, beginning of year	25,636,436	1,080,026	185,976	3,293,196	30,195,634	1,445,833
Cash and cash equivalents, end of year	<u>\$ 34,616,481</u>	<u>\$ 1,665,435</u>	<u>\$ 199,684</u>	<u>\$ 3,762,338</u>	<u>\$ 40,243,938</u>	<u>\$ 1,925,125</u>
Reconciliation of operating income to net cash provided by operating activities:						
Operating income (loss)	\$ 7,016,615	\$ (551,725)	\$ 87,681	244,630	\$ 6,797,201	\$ 102,444
Adjustments to reconcile net operating income (loss) to net cash provided by operating activities:						
Depreciation	3,729,889	830,005	-	382,737	4,942,631	-
Other income (expense)	481,272	32,918	6	55,636	569,832	161,138
Changes in assets and liabilities:						
Accounts and liens receivable	(35,704)	(41,529)	(17,347)	20,544	(74,036)	3,821
Inventories and prepaids	2,640	(2,287)	-	5,914	6,267	-
Accounts payable and accrued liabilities	310,267	3,628	46,584	204,199	564,678	(91,535)
Deposits	(47,259)	(844)	-	-	(48,103)	-
Unearned revenue	324,379	21,419	-	-	345,798	-
Compensated absences	(15,314)	6,075	-	6,445	(2,794)	-
Net pension liability	(244,470)	-	-	(3,466)	(247,936)	-
Total OPEB liability	83,624	-	-	39,136	122,760	-
Estimated claims payable	-	-	-	-	-	121,000
Net cash provided by (used in) operating activities	<u>\$ 11,605,939</u>	<u>\$ 297,660</u>	<u>\$ 116,924</u>	<u>\$ 955,775</u>	<u>\$ 12,976,298</u>	<u>\$ 296,868</u>
Cash and cash equivalents classified as:						
Unrestricted	\$ 27,173,810	\$ 1,646,880	\$ 199,684	\$ 3,725,073	\$ 32,745,447	\$ 1,925,125
Restricted	7,442,671	18,555	-	37,265	7,498,491	-
Total cash and cash equivalents	<u>\$ 34,616,481</u>	<u>\$ 1,665,435</u>	<u>\$ 199,684</u>	<u>\$ 3,762,338</u>	<u>\$ 40,243,938</u>	<u>\$ 1,925,125</u>

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

**CITY OF DELAND, FLORIDA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2020**

	Pension Trust Funds
ASSETS	
Cash and cash equivalents with trustee	\$ 966,113
Receivables	
Employer contributions receivable	1,696,977
Employee contributions receivable	19,972
Interest and dividends receivable	144,104
Total receivables	1,861,053
Prepaid benefit payments	72,075
Investments, at fair value	
Money market funds	445,159
U.S. government obligations	5,815,448
Corporate bonds	12,110,769
Preferred/convertible securities	769,233
Common stocks	38,786,058
Mutual funds	11,387,439
Other assets	6,766,767
Total investments	76,080,873
Total assets	\$ 78,980,114
NET POSITION	
Restricted for pensions	\$ 78,980,114

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

CITY OF DELAND, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Pension Trust Funds
Additions	
Contributions:	
Employer	\$ 2,760,032
Plan members	575,181
State - insurance premium taxes	485,728
Total contributions	3,820,941
Investment earnings:	
Interest and dividends	1,477,665
Net appreciation (depreciation) in fair value of investments	5,276,636
Total investment earnings	6,754,301
Less: investment expense	(428,482)
Net investment income (loss)	6,325,819
 Total additions	 10,146,760
Deductions	
Benefit payments	4,776,922
Refunds	878,149
Administrative expenses	201,580
Total deductions	5,856,651
 Change in net position	 4,290,109
 Net position , beginning of year	 74,690,005
 Net position , end of year	 \$ 78,980,114

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

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(1) Summary of Significant Accounting Policies:

The financial statements of the City of DeLand, Florida (the City), have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted body for promulgating governmental accounting and financial reporting principles. The following is a summary of the City's significant accounting policies:

(a) **Reporting entity**—The City of DeLand, Florida is a municipal corporation created by the laws of Florida, Chapters 70-648, 71-601, 71-603, and 73-442 (as amended), located in Volusia County, approximately 25 miles from the Atlantic Ocean and 40 miles northeast of the City of Orlando, Florida. The City was founded in 1876 by Henry A. DeLand and incorporated in 1882.

The legislative branch of the City is comprised of a five-member elected Commission. The City Commission is governed by the City Charter and by state and local laws and regulations. The City Commission is responsible for the establishment and adoption of policy. The execution of such policy is the responsibility of the Commission-appointed City Manager. The City provides the following services as authorized by its charter: public safety (police and fire), public works (streets, urban beautification, and trees), community development (economic development, planning-zoning, building inspections), sanitation, parks, culture-recreation, public improvements, general administrative services, stormwater, water-sewer, and airport facilities.

In evaluating the City as a reporting entity, management has addressed all potential component units (traditionally separate reporting entities) for which the City may be financially accountable and, as such, should be included within the City's financial statements. The City (the primary government) is financially accountable if it appoints a voting majority of the organization's governing board and (1) it is able to impose its will on the organization or (2) there is a potential for the organization to provide specific financial burden on the City. Additionally, the primary government is required to consider other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The financial statements are formatted to allow the user to clearly distinguish between the primary government and its component units. Because of the closeness of their relationship with the primary government (the City), the current component units are blended as though they are part of the primary government.

(b) **Blended component units**—The City has two blended component units:

The City of DeLand, Florida, Downtown Community Redevelopment Agency (the Downtown CRA) is an organization created by the City for the express purpose of providing for community redevelopment in the downtown business area in conjunction with the establishment of a tax increment district. The CRA is composed of the five City Commissioners and two additional persons appointed by the City Commission who are either City residents or engaged in business within the Downtown Redevelopment District. The City has no direct authority to modify or approve the CRA's budget, or to veto, overrule or modify decisions made by the CRA, except in regard to the Downtown Redevelopment Plan. This Plan must first be adopted by the CRA and must then be submitted to the City Commission for approval. Since the City Commission holds five of the seven voting seats on the CRA and appoints the remaining two seats, the City has ability to impose its will on the CRA. Further, the CRA is completely financially dependent on the City of DeLand and other governmental entities as the vast majority of revenues available to the CRA come from tax increment district funding and charges for services. Based on the above analysis, the Downtown CRA is considered a component unit of the City. In accordance with Florida statutes, separate financial statements are issued for the Downtown CRA when revenues or expenditures exceed \$100,000.

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(1) **Summary of Significant Accounting Policies:** (Continued)

The City of DeLand, Florida, Spring Hill Community Redevelopment Agency (the Spring Hill CRA) is an organization created by the County of Volusia for the express purpose of providing for community redevelopment in the Spring Hill area in conjunction with the establishment of a tax increment district. The Spring Hill CRA is composed of two members of the Volusia County Council, three City Commissioners, one citizen from the unincorporated area of Spring Hill appointed by the Volusia County Council and one citizen from the incorporated area of Spring Hill appointed by the DeLand City Commission. Since the City Commission holds three of the seven voting seats on the CRA and appoints one of the remaining seats, the City has the ability to impose its will on the CRA and has operational responsibility for the CRA. The CRA is financially dependent on the City and other governmental entities as the vast majority of revenues available to the CRA come from tax increment district funding and various grant revenues, as applicable. Because the City has the ability to control the Spring Hill CRA's action, the Spring Hill CRA is considered a component unit of the City. In accordance with Florida statutes, separate financial statements are issued for the Spring Hill CRA when revenues or expenditures exceed \$100,000.

Based upon the application of the criteria set forth in the GASB Codification, there are no discretely presented potential component units or related organizations of the City.

(c) **Government-wide and fund financial statements**—The basic financial statements include both government-wide (based on the City as a whole) and fund financial statements. Both the government-wide and fund financial statements (within the basic financial statements) categorize primary activities as either governmental or business type. In the government-wide statement of net position, both the governmental and business-type activities columns are presented on a consolidated basis and are reflected, on a full accrual, economic resource basis, which incorporates long term assets and receivables as well as long term debt and obligations. Interfund services provided and used are not eliminated in the process of consolidation.

The government-wide statement of activities reflects both the gross and net costs per functional category (police, fire, public works, etc.), which are otherwise being supported by general government revenues (property, sales taxes, certain intergovernmental revenues, etc.). The statement of activities reduces gross expenses (including depreciation) by the related program revenues, operating and capital grants. The program revenues must be directly associated with the function or a business-type activity. The operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net cost (by function or business-type activity) is normally covered by general revenue (property, sales or gas taxes, intergovernmental revenues, interest income, etc.).

This government-wide focus is more on the sustainability of the City as an entity and the change in aggregate financial position resulting from the activities of the fiscal period.

The fund financial statements emphasize the major funds in either the governmental or business-type categories. Non-major funds (by category) are summarized into a single column.

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(1) **Summary of Significant Accounting Policies:** (Continued)

The governmental funds' major fund statements in the fund financial statements are presented on a current financial resource and modified accrual basis of accounting. This is the manner in which these funds are normally budgeted. This presentation is deemed most appropriate to demonstrate legal compliance and demonstrate how the City's actual experience conforms to the budgeted fiscal plan. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements' governmental column, a reconciliation is presented on the page following the Governmental Funds – Balance Sheet and the Governmental Funds - Statement of Revenues, Expenditures, and Changes in Fund Balances, which briefly explains the adjustment necessary to transform the fund based financial statements into the governmental column of the government-wide presentation.

Internal service funds of a government (which traditionally provide services primarily to other funds of the government) are presented, in summary form, as part of the proprietary fund financial statements. Since both the City's business-type and governmental activities of the City are principal users of the internal services, net position of the internal service funds has been allocated to both the business-type and governmental activities and expenses in each of the appropriate functional activities (Police, Fire, Public Works, etc.) reduced accordingly when presented at the government-wide level.

When appropriate, surplus or deficits in the Internal Service Funds may be allocated back to customers at the entity-wide Statement of Activities. This creates a reconciling item between the business-type activities column and the Proprietary Fund statements at the fund level as reflected on the bottom of each statement.

The City's fiduciary funds are presented in the fund financial statements by type (pension and agency) and the combining pension fund statements are included in the notes. Since, by definition, these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.) and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

As a general rule, the effect of interfund City activities has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes. Elimination of these charges would distort the direct costs and program revenue reported for the various functions concerned.

(d) **Financial statement presentation**—The financial transactions of the City are recorded in individual funds. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The GASB Codification sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The non-major funds are combined in a column in the fund financial statements and detailed in the combining section.

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(1) **Summary of Significant Accounting Policies:** (Continued)

The City reports the following funds:

Governmental Funds—The measurement focus of the governmental funds (in the fund financial statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the City:

- (i) The *General Fund* accounts for several of the City’s primary services (police, fire, public works, community development, parks and recreation, etc.) and is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.
- (ii) Special Revenue Funds are used to account for the proceeds of specific revenue sources (excluding special assessments, expendable trusts, or major capital projects) that are legally restricted to expenditures for specified purposes. The City operates the following Special Revenue Funds:
 - a) The *Downtown Community Redevelopment Fund* accounts for the restricted tax increment revenues and expenditures of the Downtown Tax Increment District.
 - b) The *Spring Hill Community Redevelopment Fund* accounts for the restricted tax increment revenues and expenditures of the Spring Hill Community Redevelopment Agency.
 - c) The *Confiscated Fund* accounts for receipts and disbursements of Federal and State forfeiture funds for law enforcement purposes.
 - d) The *Governmental Impact Fees Trust Fund* accounts for projects using revenue collected from police, fire, parks and recreation and general government building impact fees paid by new construction.
 - e) The *Homelessness Fund* accounts for donations and other funding related to the City’s participation in a solution on homelessness.
 - f) The *Grants and Special Revenue Fund* accounts for all general fund grant revenues which fund non-payroll operating expenses.
- (iii) The *Debt Service Fund* is used to account for the accumulation of resources utilized to repay long-term debt obligations of the City’s governmental funds.
- (iv) The *Capital Projects Fund* is used to account for financial resources that are restricted, committed, or assigned to expenditure for capital outlay, including the acquisition or construction of capital facilities or other capital assets. The City operates one capital projects fund that accounts for all general fund capital outlay expenses.

The General, Downtown Community Redevelopment, Spring Hill Community Redevelopment, and Capital Projects funds are reported as major funds.

Proprietary Fund – Enterprise Types—Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges: or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(1) **Summary of Significant Accounting Policies:** (Continued)

The City operates the following enterprise funds:

- (i) The *Water and Sewer Revenue Fund*, which accounts for the City's provided water and wastewater services.
- (ii) The *DeLand Municipal Airport Fund*, which accounts for the activities of the City's airport.
- (iii) The *Refuse Collection Fund*, which accounts for activities of the City's refuse collection services.
- (iv) The *Stormwater Revenue Fund*, which accounts for all activities related to the City's stormwater control.
- (v) The *Permits & Inspections Fund*, which accounts for all revenues from permits and inspections and related expenses.

The water and sewer revenue, DeLand Municipal Airport, and refuse collection funds are reported as major funds.

Other Fund Types—The City additionally reports the following Fund types:

- (i) Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the governmental unit, or to other governmental units, on a cost recovery basis. The City operates two (2) Internal Service Funds, the *Workers' Compensation Self-Insurance Fund* which accounts for the revenues and expenditures of risk management program for workers' compensation, and the *Health Insurance Cost Containment Fund* which accounts for the operation of a "health center", in an attempt to defray the rising costs of health insurance.
- (ii) Trust and Agency Funds are used to account for assets held by the City in a trustee capacity for individuals, private organizations, other governments, and/or other funds. Trust funds reported by the City are the *General Employees' Retirement Trust Fund*, *Police Officers' Retirement Trust Fund*, and *Firefighters' Retirement Trust Fund*. Retirement trust funds are accounted for in essentially the same manner as proprietary funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period.

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(1) **Summary of Significant Accounting Policies:** (Continued)

The City's policies related to the accrual and modified accrual bases of accounting are as follows:

- (i) **Accrual:** Revenues are recognized when earned and expenses are recognized when incurred.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's enterprise funds are charges for services to customers.

- (ii) **Modified Accrual:** Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available as net current assets.

For this purpose, the City considers property tax revenues to be available if they are collected within 60 days of the end of the current fiscal period for property taxes. Other revenues, such as grant revenues, are considered earned when the related expenditure is made. Gross receipts and sales taxes are considered "measurable" when in the hands of intermediary collecting governments and are recognized as revenue at that time. Anticipated refunds of such taxes are recorded as liabilities and reductions of revenue when they are measurable and their validity seems certain.

Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is principal and interest on general long-term debt which is recognized when due.

In applying the "susceptible to accrual" concept to intergovernmental revenues, the provider should recognize liabilities and expenses and the recipient should recognize receivables and revenue when the applicable eligibility requirements, including time requirements are met. Resources terminated before the eligibility requirements are met should under most circumstances, be reported as advances by the provider and deferred revenue by the recipient.

(f) **Budgets and budgetary accounting**—Annual budgets for all governmental and proprietary funds were adopted in compliance with Florida law. The basis on which the budgets are prepared is consistent with the basis of accounting utilized by the various fund types. The governmental funds' budgets are prepared on the modified accrual basis of accounting. The proprietary funds' budgets are prepared on a full accrual basis of accounting. The City uses the following procedures in establishing the budgetary data reflected in the accompanying financial statements:

- i. Sixty days prior to October 1, the City Manager submits to the City Commission a proposed operating budget for the fiscal year commencing on October 1. The operating budget includes proposed expenditures and means of financing them.
- ii. The budget and budget message and all supporting schedules are a matter of public record in the office of the City Clerk and are open to public inspection by anyone at any reasonable hour.
- iii. Public hearings are conducted in the Commission Chambers at City Hall to receive taxpayer comments.

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(1) **Summary of Significant Accounting Policies:** (Continued)

- iv. The budget is finally adopted not later than thirty days after certification to the City by the County Tax Assessor of the total assessed valuation on all taxable properties located within the City.
- v. At the request of the City Manager, the Commission may at any time, by resolution, transfer any unused appropriation balance or portion thereof between general classifications or expenditures within an office, department or agency, or transfer any unused appropriation balance or portion thereof from one office, department or agency to another.
- vi. All appropriations lapse at the end of the budget year to the extent that they shall not have been expended.
- vii. Formal budgetary integration is employed as a management control device during the year for the General Fund and Special Revenue Funds.
- viii. Budgets for the General Fund and Special Revenue Funds are adopted on a basis consistent with GAAP, except that carryover surplus and transfers from reserves are included in budgetary revenue as required by the City Charter.
- ix. Budgets for the Enterprise Funds are adopted on a basis consistent with GAAP, except that debt service, capital acquisitions, capital leases, and water and sewer impact fees are included in budgetary revenue and expenditures as required by the City Charter. Budgets for the Internal Service Funds are adopted on a basis consistent with GAAP.
- x. The City Charter prohibits over expenditures of departmental budgeted amounts without prior approval of the City Commission.
- xi. Budgets are legally controlled at the fund level with management control of the operating budget maintained at the department level.

(g) **Over-expenditure of budgeted amounts**—The City Charter requires that the over-expenditure of budgeted amounts for any department or fund be reviewed and approval for the over expenditure be given by the Commission. During the year ended September 30, 2020, actual expenditures did not exceed the budgeted amounts.

(h) **Encumbrances**—The City does not use the encumbrance accounting system.

(i) **Deposits and investments**—Cash consists of amounts held in demand deposits. Cash equivalents consist of short term investments having a maturity date of less than three months from the date acquired.

For accounting and investment purposes, a pooled cash and investments account is maintained for all funds. This gives the City the ability to invest large amounts of idle cash for short periods of time and to maximize earnings potential. The “equity in pooled cash and investments” represents the amount owned by each fund, and each fund’s equity in the City’s investment pool is considered to be a cash equivalent since the funds can deposit or effectively withdraw cash at any time without prior notice or penalty.

Investments are reported at fair value.

**CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020**

(1) **Summary of Significant Accounting Policies:** (Continued)

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

All trade and property tax receivables are reported net of an allowance for uncollectible accounts, which is based upon management's analysis of historical trends. Utility operating sales are generally recognized on the basis of cycle billings rendered monthly. Unbilled accounts receivable are accrued by the City at September 30th, to recognize the sales revenues earned between the last meter reading and bill dates in mid-September through the end of the fiscal year.

Liens receivable represents amounts on which the City has placed a valid lien on the property for amounts outstanding. These amounts have been recorded as long-term assets in proprietary funds, and the respective amounts in governmental funds have additionally been recorded as unavailable revenues under deferred inflows since no amounts were collected within 60 days of year-end.

(k) **Inventories**—Inventories are valued at cost on the basis of the “first-in, first-out” FIFO method of accounting. The effect of this method is to flow costs through operations in the order in which they are used and to assign a balance sheet cost closer to current replacement values. Inventories in the general fund and the enterprise funds consist of expendable supplies held for consumption and are recorded as expenditures when consumed rather than when purchased.

(l) **Prepaid items**—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. Prepaid items are recognized as expenses when the related expenses are incurred.

(m) **Capital assets**—Capital assets include property, plant, equipment and infrastructure assets. The terms general capital assets and general infrastructure assets relate only to the assets associated with governmental activities, whereas the terms capital assets and infrastructure assets relate to all such assets belonging to the City.

Capital assets are defined by the City as assets with an initial individual cost of \$5,000 or more and an estimated useful life of more than one-year. Such assets are recorded at historical cost, if purchased or constructed. Donated capital assets are recorded at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are only capitalized if they meet the dollar threshold above for capitalization. Maintenance and repairs of capital assets are charged to operating expenses.

Depreciation is reported for the primary government using the straight-line method calculated on a service-life basis to amortize the cost of the asset over their estimated economic useful lives, which are as follows:

Assets	Years
Buildings	40 years
Infrastructure (improvements other than buildings)	40 – 75 years
Equipment	2 – 20 years

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(1) **Summary of Significant Accounting Policies:** (Continued)

(n) **Compensated absences**—City policy permits employees to accumulate a limited amount of earned, but unused personal, vacation, and sick leave. These benefits are payable to employees upon separation from service. All leave pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in accordance with the GASB Codification.

(o) **Long-term obligations**—In the government-wide financial statements and proprietary fund financial statements, long-term debt 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. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed when paid.

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 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.

The compensated absences and net pension liabilities have been liquidated in the past by the reporting units of the underlying employees, including the general fund, governmental funds, and all proprietary funds where the respective liability is reported.

(p) **Deferred outflows/inflows of resources**—In addition to assets, the statement of financial position will, if required, 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. Currently, the only items in this category consisted of deferred amounts related to pensions, as discussed further in Note (11); and deferred inflows of resources related to OPEB, as discussed further in Note (12).

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of financial position or fund balance that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Currently, the items in this category are unavailable revenues, which will be recognized as inflows of resources in the period that the amounts become available; deferred inflows of resources related to pensions, as discussed further in Note (11); and deferred inflows of resources related to OPEB, as discussed further in Note (12).

(q) **Fund equity**—In the fund financial statements, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Those classifications are as follows:

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(1) **Summary of Significant Accounting Policies:** (Continued)

Nonspendable - The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash such as inventories and prepaid amounts. It also includes the long-term amount of loans and notes receivable, as well as property acquired for resale unless the use of the proceeds from the collection of those receivables or from the sale of those properties is restricted, committed, or assigned.

Restricted - Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation (i.e. when the government assesses, levies, charges, or otherwise mandates payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation.

Committed - Fund balance amounts that can only be used for specific purposes pursuant to constraints imposed by ordinance of the City Commission are reported as committed fund balance. Those committed amounts cannot be used for any other purpose unless the City removes or changes the specified use by taking the same type of action it employed to previously commit those amounts.

Assigned - Fund balance amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed, are reported as assigned fund balance, except for stabilization arrangements. The City Commission expressly delegates to the City Manager authority under this policy to assign funds for particular purposes based on intent which can be expressed by (a) the City Commission itself or (b) a body (a budget or finance committee, for example) or official (City Manager) to which the City Commission has delegated the authority to assign amounts to be used for specific purposes.

Unassigned - Unassigned fund balance is the residual classification. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund; the general fund is the only fund that reports a positive fund balance. In other governmental funds, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned for those purposes, it may be necessary to report negative unassigned fund balance in that fund.

For spendable resources, it is the City’s policy to use its resources in the following order as needed to fund expenses: restricted, committed, assigned, unassigned.

(r) **Net position flow assumption**—Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to determine amounts reported as restricted and unrestricted net position, it is the City’s policy to consider restricted net position to have been used before unrestricted net position is applied.

(s) **Use of estimates**—Management uses estimates and assumptions in preparing financial statements in accordance with GAAP. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenue and expenses. Actual results could vary from the estimates assumed in preparing the financial statements.

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(2) Reconciliation of Government-Wide and Fund Financial Statements:

(a) **Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position**—Following the governmental fund balance sheet is a reconciliation between fund balance – total governmental funds and net position – governmental activities as reported in the government-wide statement of net position. A detailed explanation of these differences is provided in this reconciliation.

(b) **Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities**—Following the governmental fund statement of revenues, expenditures, and changes in fund balances, there is a reconciliation between net changes in fund balances - total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. A detailed explanation of these differences is provided in this reconciliation.

(3) Property Tax Calendar:

Under Florida law, the assessment of all properties and collection of all county, municipal and school board property taxes are consolidated in the offices of the County Property Appraiser and County Tax Collector. State laws regulating tax assessment are designed to ensure a consistent property valuation method statewide and permit municipality to levy property taxes at a rate of up to 10 mills. The millage rate assessed by the City for the fiscal year ended September 30, 2020, was 6.7841 per \$1,000 (operating), which means that the City has a tax margin of 3.2159 per \$1,000 and could raise up to \$6,203,312 in additional tax revenue per year from the present assessed valuation of \$1,928,950,433 before the limit is reached.

All property is assessed according to its fair value on January 1 of each year. Each assessment roll is submitted to the Executive Director of the State Department of Revenue for review to determine if the rolls meet all of the appropriate requirements of State statutes.

The current year taxes for the fiscal year, beginning October 1, are billed in the month of November and are due no later than March 31. On April 1, all unpaid amounts become delinquent and are subject to interest and penalties.

Discounts are allowed for early payment at the rate of 4% in the month of November, 3% in the month of December, 2% in the month of January, 1% in the month of February, and without discount in March.

The City recognizes property tax revenues as received. Delinquent tax receivables are recorded on the books with an offset to deferred revenues. Delinquent taxes on real property bear interest of 18% per year. On or prior to June 1 following the tax year, certificates are sold for all delinquent taxes on real property. After sale, tax certificates bear interest of 18% per year or any lower rate bid by the buyer. Application for a tax deed on any unredeemed tax certificates may be made by the certificate holder after a period of two years. The City tax calendar is as follows:

Valuation Date:	January 1, 2019
Levy Date:	November 1, 2019
Due Date:	March 31, 2020
Lien Date:	June 1, 2020

At September 30, 2020, the City has recorded property taxes receivable of \$49,658.

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(4) Deposits and Investments:

The City, for accounting and investment purposes, maintains a pooled interest bearing banking account and a pooled investment account for substantially all City funds. This gives the City the ability to invest large amounts of idle cash for short periods of time and to maximize earning potential. The cash and investments shown on the balance sheets and statements of net position represent the amount owned by each fund.

State statutes authorize the City to invest excess funds in time deposits, obligations of, or obligations the principal and interest of which are unconditionally guaranteed by, the United States Government, commercial paper, corporate bonds, repurchase agreements and/or the State Board of Administration (SBA) Local-Government Surplus Trust Fund Investment Pool or other investment vehicles authorized by local ordinance.

The City has adopted an investment policy which authorizes the City to invest in US Government and Agency securities, interest bearing savings accounts, money market accounts, certificates of deposit, money market certificates or time deposits, prime bankers' acceptances, prime commercial paper, mutual funds comprised of securities otherwise authorized, and the State Board of Administration (SBA) Local Government Surplus Trust Fund Investment Pool. However, derivative products, other than single index variable rate products, callable notes and bonds, step up notes and bonds and mortgage backed securities are specifically not authorized.

As of September 30, 2020, all City deposits were covered by private bank acquired insurance, Securities Investor Protection Corporation (SIPC) insurance, private broker/dealer acquired insurance, Federal Depository Insurance Corporation (FDIC) insurance, or the State of Florida collateral pool established under the Florida Security for Public Deposits Act (the Act). The Act established guidelines for qualification and participation by banks and savings associations, procedures for administration of the collateral requirements and characteristics of eligible collateral. Under the Act, the qualified depository must pledge at least 50% of the average daily balance for each month of all public deposits in excess of any applicable deposit insurance. Additional collateral, up to 125% may be required, if deemed necessary under the conditions set forth in the Act. Obligations pledged to secure deposits must be delivered to the State Treasurer, or with the approval of the State Treasurer to a bank, savings association, or trust company provided a power of attorney is delivered to the Treasurer. Under the Act, the City of DeLand is authorized to deposit funds only in Qualified Public Depositories.

The City measures and records its investments, assets whose use is limited, and restricted assets using fair value measurement guidelines established by GASB Statement No. 72. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- *Level 1:* Quoted prices for identical investments in active markets;
- *Level 2:* Observable inputs other than quoted market prices; and,
- *Level 3:* Unobservable inputs.

At September 30, 2020, the City's only investments consisted of mutual funds, commercial paper, and Step up/callable bonds and were measured using Level 2 inputs. Step up/callable bonds were valued at fair value by discounting the related cash flows based on current yields of similar instruments with comparable durations considering the credit-worthiness of the issuer. Commercial paper was valued using broker quotes that utilize observable market inputs. Mutual funds were valued at fair value based on a valuation of the pooled assets invested in by the mutual fund.

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(4) **Deposits and Investments:** (Continued)

As of September 30, 2020, the City’s governmental and business-type investment portfolio is composed of the following investments:

Investment Type	Credit Rating (S&P)	Fair Value	Maturities (in Years)		
			Less Than 1	1-5	Over 5
Cash deposits	NR	\$ 46,670,856	\$ 46,670,856	\$ -	\$ -
Money market	NR	21,340,507	21,340,507	-	-
Step up/callable bonds	AAA	28,991,449	-	23,997,060	4,994,389
Mutual Funds	NR	851,600	851,600	-	-
Total Portfolio		<u>\$ 97,854,412</u>	<u>\$ 68,862,963</u>	<u>\$ 23,997,060</u>	<u>\$ 4,994,389</u>

Interest Rate Risk: The City’s investment policy limits interest rate risk by attempting to match investment maturities with known cash needs and anticipated cash flow requirements. The investment of current operating funds will have maturities of no longer than three years. Investments of bond reserves, construction funds, and other non-operating funds (“core funds”) shall have a term appropriate to the need for funds and in accordance with debt covenants, but should not exceed ten years. From time to time the above parameters may require modification in order to meet specific construction draw schedules or other predetermined operating or capital needs, or to satisfy debt obligations, but in no event shall exceed ten years.

Credit Risk: Credit risk is the risk that a debt issuer or other counter-party to an investment will not fulfill its obligations. The City’s investment policy utilizes portfolio diversification in order to limit investments to the highest rated securities as rated by nationally recognized rating agencies. The ratings of the investments held at year end are shown on the previous page. All are rated within the investment policy guidelines at September 30, 2020.

Concentration of Credit Risk: The City’s investment policy has established asset allocation and issuer limits on its investments which are designed to reduce concentration of credit risk of the City’s investment portfolio. A maximum of 80% of available funds may be invested in United States Treasuries, 30% of available funds may be invested in single index variable rate products, 25% of available funds may be invested in banker’s acceptances, 25% of available funds may be invested in commercial paper, 70% of available funds may be invested in CDs, CDARS and other time deposits, 30% of available funds may be invested in mutual funds, and 75% of available funds may be invested in local government surplus trust fund.

Custodial Credit Risk—Deposits: In the case of deposits, this is the risk that in the event of a bank failure, the City’s deposits may not be returned to it. Pursuant to the applicable provisions of Chapter 280, Florida Statutes, *The Florida Security for Public Deposits Act* (“the Act”), the State of Florida, Department of Financial Services, Division of Treasury, Bureau of Collateral Management have established specific requirements relative to the security and collateralization for public deposits. Accordingly, banks qualifying as a public depository in the State of Florida must adopt the necessary procedures outlined in these statutes and meet all of the requirements of this chapter to be designated by the State Chief Financial Officer as eligible to receive deposits from municipal depositors. Collateral having a fair value equal to 50% of the average daily balance for each month of all public deposits in excess of any applicable depository insurance is required to be pledged or deposited with the State Chief Financial Officer to secure such deposits. Additional collateral, up to a maximum of 125% may be required if deemed necessary under the conditions set forth in the Act. Securities eligible to be pledged as collateral are generally limited to obligations of the United States government and any state thereof and are held in the name of the State Chief Financial Officer’s office. Compliance with the provisions of Chapter 280, Florida Statutes, is monitored by a Qualified Public Depository Oversight Board with members appointed by the State Chief Financial Officer.

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(4) **Deposits and Investments:** (Continued)

Custodial Credit Risk—Investments: In the case of investments, this is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of September 30, 2020, the City's investments in U.S. Treasury obligations and U.S. Government agency obligations are backed by the full faith and credit of the United States, or explicitly guaranteed by the United States.

Foreign Currency Risk: Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment. The investment policy does not permit general obligations issued by a foreign government, therefore, the City is not exposed to foreign currency risk.

The City's Pension Plans are authorized to invest in the following investments:

The General Employees' Retirement Trust Fund has adopted an investment policy which authorizes the pension manager to invest in equities, fixed income investments, real estate investments, and hedge funds.

The Police Officers' Retirement Trust Fund has adopted an investment policy which authorizes the pension manager to invest in equities, convertible securities, real estate investments, and fixed income securities.

The Firefighters' Retirement Trust Fund has adopted an investment policy which authorizes the pension manager to invest in equities, fixed income investments, real estate investments, and hedge funds.

The following is a description of the valuation techniques used for assets measured at fair value:

U.S. General & Agency Obligations—Valued based on face value of the instruments adjusted for inflation and interest maturities.

Corporate Bonds— Valued based on face value of the instruments adjusted for inflation and interest maturities.

Common Stock and Mutual Funds—Valued at fair value based on quoted market prices at year end.

Money Market Funds—Valued at the underlying fund balance.

Real Estate Based Investments, Other Trust/Partnership Investments, and Other Assets —Valued based upon the underlying investments' most recent audited financial statements.

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(4) Deposits and Investments: (Continued)

The following chart shows the General Employees' Pension fund cash and investment accounts by investment portfolios and their respective maturities (in years):

	Carrying Value	Weighted Average Maturity (years)	Credit Rating (S&P)	Measured at Fair Value:		
				Level 1	Level 2	Level 3
Cash	\$ 407,909	N/A	NR	\$ N/A	\$ N/A	\$ N/A
U.S. General & Agency Obligations	1,944,331	17.37	AAA	-	1,944,331	-
Other Trust / Partnership Investments	2,642,765	N/A	NR	-	-	2,642,765
Corporate Bonds	4,283,539	5.79	BBB, AAA	-	4,283,539	-
Municipal Bonds	41,065	21.27	A+	-	41,065	-
Common Stock	17,187,320	N/A	NR	17,187,320	-	-
Mutual Funds	1,891,009	N/A	NR	1,891,009	-	-
Total Portfolio	\$ 28,397,938			\$ 19,078,329	\$ 6,268,935	\$ 2,642,765

The following chart shows the Police Pension fund cash and investment accounts by investment portfolios and their respective maturities (in years):

	Carrying Value	Weighted Average Maturity (years)	Credit Rating (S&P)	Measured at Fair Value:		
				Level 1	Level 2	Level 3
Cash	\$ 415,917	N/A	NR	\$ N/A	\$ N/A	\$ N/A
U.S. General & Agency Obligations	2,437,622	9.17	AA+	-	2,437,622	-
Corporate Bonds	6,221,007	0.22	A-, AA+	-	6,221,007	-
Common Stock	10,437,750	N/A	NR	10,437,750	-	-
Preferred / Convertible Securities	769,233	N/A	NR	-	769,233	-
Mutual Funds	7,210,958	N/A	NR	7,210,958	-	-
Real Estate / Other Assets	2,819,154	N/A	NR	-	-	2,819,154
Total Portfolio	\$ 30,311,641			\$ 17,648,708	\$ 9,427,862	\$ 2,819,154

The following chart shows the Fire Pension fund cash and investment accounts by investment portfolios and their respective maturities (in years):

	Carrying Value	Weighted Average Maturity (years)	Credit Rating (S&P)	Measured at Fair Value:		
				Level 1	Level 2	Level 3
Cash	\$ 142,287	N/A	NR	\$ N/A	\$ N/A	\$ N/A
U.S. General & Agency Obligations	1,433,495	3.50	AAA	-	1,433,495	-
Other Trust / Partnership Investments	1,263,783	N/A	NR	-	-	1,263,783
Corporate Bonds	1,606,223	2.32	Baa3, Aaa	-	1,606,223	-
Common Stock	11,160,988	N/A	NR	11,160,988	-	-
Mutual funds	2,285,472	N/A	NR	2,285,472	-	-
Money Market	445,159	N/A	NR	-	445,159	-
Total Portfolio	\$ 18,337,407			\$ 13,446,460	\$ 3,484,877	\$ 1,263,783

**CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020**

(4) **Deposits and Investments:** (Continued)

Interest Rate Risk: Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of investments. Generally, the longer the time to maturity, the greater the exposure to interest rate risk. The established performance objectives of the Pension Plans require investment maturities to provide sufficient liquidity to pay obligations as they become due. At September 30, 2020, the weighted average maturity in years for each investment type is included in the preceding table.

Credit Risk: Credit risk is the risk that a debt issuer or other counter-party to an investment will not fulfill its obligations. The Pension Plans utilize portfolio diversification in order to limit investments to the highest rated securities as rated by nationally recognized rating agencies. The ratings of the investments held at year end are shown above. All are rated within the investment policy guidelines at September 30, 2020.

Concentration of Credit Risk: Concentration of credit risk is the risk of loss attributed to the magnitude of an investment in a single issuer. The Fire Pension trust funds policy does not allow more than five (5) percent of its assets in the common stock, capital stock, or convertible securities of any one issuing company, nor shall the aggregate investment in any one issuing company, exceed five (5) percent of the outstanding stock of that company, nor shall the aggregate of its investments at market in common stock, capital stock and convertible securities exceed seventy (70) percent of the fund's total assets. The Police Pension trust funds policy does not allow more than five (5) percent of its assets in the common stock, capital stock, or convertible securities of any one issuing company, nor shall the aggregate investment in any one issuing company, exceed twelve and one half (12.5) percent of the outstanding stock of that company. The General Employee Pension trust funds policy does not allow more than five (5) percent of its assets in the common stock, capital stock, or convertible securities of any one issuing company, nor shall the aggregate investment in any one issuing company, exceed fifteen (15) percent of the outstanding stock of that company, nor shall the aggregate of its investments at market in common stock, capital stock and convertible securities exceed seventy-five (75) percent of the fund's total assets. At September 30, 2020, the investment portfolios met the single issuer limitations.

Custodial Credit Risk: Custodial credit risk is the risk that the City may not recover cash and investments held by another party in the event of financial failure. Custodial credit risk is limited since investments are held in independent custodial safekeeping accounts or mutual funds.

Foreign Currency Risk: Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment. The Pension trust funds policies allow for up to twenty-five (25) percent of its investments in common stock, capital stock and convertible securities at fair value in foreign securities. At September 30, 2020, the investment portfolios met the foreign securities limitations.

A reconciliation of cash and investments as shown in the accompanying financial statements follows:

Fair Value/Carrying Value	
Governmental and Business-type Investment Portfolio	\$ 97,854,412
Pension Investment Portfolio	77,046,986
Total	<u>\$174,901,398</u>
Government-Wide Statement of Net Position:	
Equity in pooled cash and cash equivalents	\$ 68,011,363
Investments	24,772,996
Restricted investments	5,070,053
Statement of Plan Net Position:	
Cash and cash equivalents with trustee	966,113
Investments	76,080,873
Total	<u>\$174,901,398</u>

**CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020**

(5) Accounts Receivable:

The City's receivables consist of the following at September 30, 2020:

	<u>Gross Receivable</u>	<u>Allowance for Doubtful Accounts</u>	<u>Net Receivable</u>
Governmental Activities:			
General Fund			
Delinquent taxes receivable	\$ 49,658	\$ -	\$ 49,658
Accounts receivable	1,054,532	(61,609)	992,923
Downtown CRA Fund			
Accounts and interest receivable	15,038	-	15,038
Spring Hill CRA Fund			
Accounts and interest receivable	-	-	-
Workers' Compensation Self-Insurance Fund			
Interest receivable	1,479	-	1,479
Totals – Governmental Activities	<u>1,120,707</u>	<u>(61,609)</u>	<u>1,059,098</u>
Business-Type Activities			
Water and Sewer Fund			
Accounts receivable	2,801,315	(609,718)	2,191,597
Municipal Airport Fund			
Accounts receivable	54,939	(9,796)	45,143
Refuse Fund			
Accounts receivable	476,055	(100,297)	375,758
Nonmajor Proprietary Funds			
Accounts receivable	219,225	(39,693)	179,532
Totals – Business-Type Activities	<u>3,551,534</u>	<u>(759,504)</u>	<u>2,792,030</u>
Totals	<u>\$ 4,672,241</u>	<u>\$ (821,113)</u>	<u>\$ 3,851,128</u>

In addition to accounts receivable, the City also recorded \$3,174,268 in due from other governments at September 30, 2020. Approximately \$378,000 of these amounts relates to Federal and State reimbursements related to Hurricane Irma, which impacted the City in fiscal year 2018. These amounts reflect management's best estimate of recoveries based on costs incurred and approved project worksheets, and are subject to change pending adjustments made by the respective Federal and/or State agencies.

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(6) Capital Assets:

Capital asset activity for the fiscal year ended September 30, 2020, is as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated –				
Land	\$ 7,905,020	\$ 200,867	\$ -	\$ 8,105,887
Construction in progress	1,855,862	4,766,647	(729,161)	5,893,348
Total capital assets, not being depreciated	<u>9,760,882</u>	<u>4,967,514</u>	<u>(729,161)</u>	<u>13,999,235</u>
Capital assets, being depreciated –				
Buildings and improvements	38,254,519	106,881	-	38,361,400
Equipment	13,279,926	2,149,710	(1,322,193)	14,107,443
Infrastructure	55,408,849	179,070	-	55,587,919
Total capital assets, being depreciated	<u>106,943,294</u>	<u>2,435,661</u>	<u>(1,322,193)</u>	<u>108,056,762</u>
Less accumulated depreciation for–				
Buildings and improvements	(12,734,240)	(973,369)	-	(13,707,609)
Equipment	(9,255,000)	(978,632)	1,085,616	(9,148,016)
Infrastructure	(25,273,321)	(1,259,407)	-	(26,532,728)
Total accumulated depreciation	<u>(47,262,561)</u>	<u>(3,211,408)</u>	<u>1,085,616</u>	<u>(49,388,353)</u>
Total capital assets, being depreciated, net	<u>59,680,733</u>	<u>(775,747)</u>	<u>(236,577)</u>	<u>58,668,409</u>
Governmental activities capital assets, net	<u>\$ 69,441,615</u>	<u>\$ 4,191,767</u>	<u>\$ (965,738)</u>	<u>\$ 72,667,644</u>
Business-type activities:				
Capital assets, not being depreciated –				
Land	\$ 6,270,662	\$ 419,278	\$ -	\$ 6,689,940
Construction in progress	13,660,155	7,078,026	(10,190,654)	10,547,527
Total capital assets, not being depreciated	<u>19,930,817</u>	<u>7,497,304</u>	<u>(10,190,654)</u>	<u>17,237,467</u>
Capital assets, being depreciated –				
Buildings and improvements	16,377,783	-	-	16,377,783
Equipment	19,357,666	3,553,533	(922,573)	21,988,626
Infrastructure	137,895,824	8,808,822	-	146,704,646
Total capital assets, being depreciated	<u>173,631,273</u>	<u>12,362,355</u>	<u>(922,573)</u>	<u>185,071,055</u>
Less accumulated depreciation for –				
Buildings and improvements	(9,132,340)	(412,171)	-	(9,544,511)
Equipment	(12,741,040)	(1,388,633)	550,169	(13,579,504)
Infrastructure	(38,489,037)	(3,141,827)	-	(41,630,864)
Total accumulated depreciation	<u>(60,362,417)</u>	<u>(4,942,631)</u>	<u>550,169</u>	<u>(64,754,879)</u>
Total capital assets, being depreciated, net	<u>113,268,856</u>	<u>7,419,724</u>	<u>(372,404)</u>	<u>120,316,176</u>
Business-type activities capital assets, net	<u>\$ 133,199,673</u>	<u>\$ 14,917,028</u>	<u>\$ (10,563,058)</u>	<u>\$ 137,553,643</u>

**CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020**

(6) Capital Assets: (Continued)

Depreciation expense was charged to functions/programs as follows:

Governmental activities:	
General governmental	\$ 455,701
Community development	131,528
Public safety	798,245
Public works	836,154
Culture and recreation	870,942
Community redevelopment	118,838
Total depreciation expense - governmental activities	\$ 3,211,408
Business-type activities:	
Water and sewer	\$ 3,729,889
Municipal airport	830,005
Stormwater	344,851
Permits and inspections	37,886
Total depreciation expense - business-type activities	\$ 4,942,631

(7) Commitments:

The City has active construction projects as of September 30, 2020. The projects include construction of utility improvements, road and right-of-way improvements, recreational facilities, and drainage improvements. At September 30, 2020, the City's commitments with contractors are as follows:

Projects	Total Project Amount	Amounts Expended	Remaining Commitment
Infrastructure Improvements	\$ 15,492,655	\$ 5,893,348	\$ 9,599,307
Water & Sewer Utility Improvements	21,168,610	7,785,808	13,382,802
Airport Improvements	2,802,803	1,824,074	978,729
Stormwater Improvements	506,667	84,631	422,036
Permits & Inspections Improvements	867,280	853,014	14,266
	\$ 40,838,015	\$ 16,440,875	\$ 24,397,140

Construction of transportation infrastructure improvements is being funded from gas tax revenues, grant proceeds, and fair share funds. The commitment for water and sewer utility improvements is being funded from water and sewer equity and water and sewer revenues and impact fees. Airport improvements are being funded from airport fund equity and grant proceeds. The commitment for stormwater improvements is being funded from grant proceeds, drainage revenues, and deferred construction funds. Permits and inspections improvements are funded from permit and inspection fund equity.

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(8) Long-Term Debt:

A summary of the debt transactions for the City for the fiscal year ended September 30, 2020, is as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
Notes payable	\$ 20,934,891	\$ 1,352,782	\$ (1,551,787)	\$ 20,735,886	\$ 1,951,179
Capital leases	-	207,910	(6,599)	201,311	39,597
Compensated absences	1,850,319	768,111	(610,873)	2,007,557	210,961
Governmental activities – Total long-term liabilities	<u>\$ 22,785,210</u>	<u>\$ 2,328,803</u>	<u>\$ (2,169,259)</u>	<u>\$ 22,944,754</u>	<u>\$ 2,201,737</u>
Business-type activities:					
Compensated absences	\$ 717,221	\$ 364,206	\$ (367,000)	\$ 714,427	\$ 209,758
Business-type activities – Total long-term liabilities	<u>\$ 717,221</u>	<u>\$ 364,206</u>	<u>\$ (367,000)</u>	<u>\$ 714,427</u>	<u>\$ 209,758</u>

In July 2020, the City entered into a capital lease for office equipment with a cost of \$207,910. The lease bears no interest with monthly payments of \$3,300.

The following is a schedule of future minimum lease payments for the lease listed above for each of the next five years and in the aggregate as of September 30, 2020:

<u>Fiscal Year Ending September 30,</u>	<u>Governmental Activities</u>
2021	\$ 39,597
2022	39,597
2023	39,597
2024	39,597
2025	39,597
2026	3,326
Total minimum lease payments	201,311
Less: amount representing interest	-
Present value of net minimum capital lease payments	<u>\$ 201,311</u>

Annual debt service requirements to maturity for the City's notes payable are as follows:

<u>Year Ending September 30,</u>	<u>Governmental Activities</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 1,951,179	\$ 475,274	\$ 2,426,453
2022	1,999,015	427,198	2,426,213
2023	2,048,135	377,833	2,425,968
2024	1,960,285	328,231	2,288,516
2025	1,923,451	280,927	2,204,378
2026-2030	5,618,401	896,590	6,514,991
2031-2035	3,467,959	317,699	3,785,658
2036-2040	1,767,461	66,136	1,833,597
Total	<u>\$ 20,735,886</u>	<u>\$ 3,169,888</u>	<u>\$ 23,905,774</u>

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(8) **Long-Term Debt:** (Continued)

Notes payable in the City's governmental activities at September 30, 2020, are comprised of the following obligations:

General Fund multipurpose loan in the original amount of \$8,500,000 dated April 1, 2004, and refinanced in October of 2012 with \$5,928,550 outstanding, due in varying semi-annual principal installments of \$201,331 to \$276,782 plus interest at 2.71% with a final maturity date of April 1, 2025. Repayment of year-end loan balance is collateralized by pledge of non-ad valorem revenues.	\$ 2,609,369
General Fund multipurpose loan in the original amount of \$1,500,000 dated July 19, 2004, and refinanced in October of 2012 with \$1,189,372 outstanding, due in varying semi-annual principal installments of \$40,390 to \$55,527 plus interest at 2.71% with a final maturity date of April 1, 2025. Repayment of year-end loan balance is collateralized by pledge of non-ad valorem revenues.	523,485
General Fund multipurpose loan in the original amount of \$2,623,000 dated May 7, 2013, due in escalating semi-annual principal installments of \$46,955 to \$88,436 plus interest at 3.36% with a final maturity date of December 1, 2032. Repayment of year-end loan balance is collateralized by pledge of non-ad valorem revenues.	1,823,357
General Fund multipurpose loan in the original amount of \$1,000,000 dated May 7, 2013, due in escalating semi-annual principal installments of \$17,777 to \$33,482 plus interest at 3.36% with a final maturity date of December 1, 2032. Repayment of year-end loan balance is collateralized by pledge of non-ad valorem revenues.	690,257
General Fund multipurpose loan in the original amount of \$3,878,200 dated February 21, 2018, due in escalating semi-annual principal installments of \$60,962 to \$194,398 plus interest at 3.16% with a final maturity date of June 1, 2033. Repayment of year-end loan balance is collateralized by pledge of non-ad valorem revenues.	3,181,342
General Fund multipurpose loan in the original amount of \$1,100,000 dated February 21, 2018, due in escalating semi-annual principal installments of \$27,281 to \$47,828 plus interest at 4.05% with a final maturity date of June 1, 2033. Repayment of year-end loan balance is collateralized by pledge of non-ad valorem revenues.	988,642
General Fund multipurpose loan in the original amount of \$9,970,000 dated September 18, 2019, due in escalating semi-annual principal installments of \$212,015 to \$403,348 plus interest at 1.648% with a final maturity date of June 1, 2039. Repayment of year-end loan balance is collateralized by pledge of non-ad valorem revenues.	9,566,652
General Fund equipment loan in the original amount of \$1,352,782 dated July 22, 2020, due in semi-annual principal installments of \$185,288 to \$201,408 plus interest at 1.4% with a final maturity date of July 22, 2027.	1,352,782
	\$ 20,735,886

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(9) Interfund Loans, Advances, Fees and Transfers:

The City makes routine transfers between its funds in the course of the fiscal year. The principal purposes of these transfers are to allocate resources for debt service, construction or other capital projects, and to provide operating subsidies. These transfers are consistent with the activities of the funds involved. Transfers of resources from a fund receiving revenue to the fund through which the resources are to be expended are recorded as transfers and are reported as other financing sources (uses) in the Governmental Funds and as transfers in (out) in the Proprietary Funds.

For the year ended September 30, 2020, interfund transfers consisted of the following:

Description	Total Transfers Out	Total Transfers In				Proprietary Funds
		Governmental Funds				
		General Fund	Debt Service	Capital Projects	Nonmajor Governmental	
Governmental Funds						
General Fund	\$ 2,885,261	\$ -	\$ 1,388,273	\$ 1,210,566	\$ 286,422	\$ -
Spring Hill CRA	25,571	-	25,571	-	-	-
Downtown CRA	27,011	-	27,011	-	-	-
Capital Projects	192,200	-	-	-	192,200	-
Nonmajor Governmental	765,994	200,000	565,994	-	-	-
Total – Governmental Funds	<u>3,896,037</u>	<u>200,000</u>	<u>2,006,849</u>	<u>1,210,566</u>	<u>478,622</u>	<u>-</u>
Proprietary Funds						
Water and Sewer	3,014,127	2,184,707	1,280	540,943	142,529	-
DeLand Municipal Airport	85,241	225,162	510	3,930	307	-
Refuse Collection	104,798	-	-	-	-	104,798
Stormwater	46,886	-	316	30,160	410	16,000
Permits and Inspections	77,162	-	676	75,666	820	-
Total – Proprietary Funds	<u>3,328,214</u>	<u>2,409,869</u>	<u>2,782</u>	<u>650,699</u>	<u>144,066</u>	<u>120,798</u>
Total	<u>\$ 7,224,251</u>	<u>\$ 2,609,869</u>	<u>\$ 2,009,631</u>	<u>\$ 1,861,265</u>	<u>\$ 622,688</u>	<u>\$ 120,798</u>

The transfers from the General Fund to the Nonmajor Governmental Funds represent capital expenditures paid for by the General Fund and funding for operations of the homeless shelter. The transfer from the Water and Sewer fund to the general fund represents payments in lieu of taxes. The transfer from the Airport Fund to the General Fund represent payments on the advance of funding.

At September 30, 2020, individual fund advances to and from other funds for the primary government were comprised of the following:

	<u>Advance To</u>	<u>Advance From</u>
Governmental Activities		
General Fund:		
Airport Fund	\$ 2,148,308	\$ -
	<u>2,148,308</u>	<u>-</u>
Business-type Activities		
Airport Fund:		
General Fund	-	2,148,308
	<u>-</u>	<u>2,148,308</u>
Totals – All Funds	<u>\$ 2,148,308</u>	<u>\$ 2,148,308</u>

**CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020**

(9) **Interfund Loans, Advances, Fees and Transfers:** (Continued)

The advance from the General Fund to the Airport Fund is interest-bearing and was made to accelerate the capital improvement program for the DeLand Municipal Airport. The advance will be repaid by future revenues of the Airport Fund.

(10) **Risk Management:**

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the City carries commercial insurance. The City has established a limited risk management program for workers' compensation and as part of this program the Workers' Compensation Self-Insurance Fund. All funds of the City participate in this program and make premium payments to the Self-Insurance Fund based on actuarial estimates of reserve requirements and analysis of reported claim requirements and administrative costs. The City's current commercial workers' compensation insurance coverage provides for a deductible of \$100,000 per accident (formerly \$150,000 for all claims prior to October 1, 2014) and provides a maximum coverage of \$1,000,000 per accident and a maximum aggregate coverage of \$1,000,000 per year. There have been no claims or settlements for workers' compensation or other types of exposure in excess of the City's commercial insurance coverage over the past three years.

The estimates are based on an actuarial analysis as of September 30, 2020 of the City's self-insurance program. The claims liability was approximately \$843,000 at September 30, 2020, and is reported in accordance with the GASB Codification. The claims liability estimates were discounted to present value using an assumed discount rate of 3.0% per annum.

Because of uncertainties in the estimation process, it is at least reasonably possible that management's estimate of the claims liability will change in the near term and could be material to the financial statements.

A summary of the changes in the liabilities for reported losses and incurred but not reported losses for the past five years follows.

<u>Fiscal Year</u>	<u>Liability at Beginning of Fiscal Year</u>	<u>Current Year Claims and Changes in Estimate</u>	<u>Claim Payments</u>	<u>Liability at End of Fiscal Year</u>
2020	\$ 722,000	\$391,396	\$ (270,396)	\$ 843,000
2019	649,000	741,201	(668,201)	722,000
2018	590,000	287,420	(228,420)	649,000
2017	598,000	77,832	(85,832)	590,000
2016	738,000	8,273	(148,273)	598,000

Various lawsuits and claims arising in the ordinary course of the City's operations are pending against the City. Management has estimated these suits and claims to have an immaterial effect on the City's financial statements at September 30, 2020. Certain other suits are indeterminable as to the probability or estimability of the potential liability to the City at September 30, 2020.

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(11) Employees' Retirement Plans:

A. Defined Contribution Plan

The City maintains one defined contribution retirement plan for its general employees created in accordance with Internal Revenue Code Section 401(a). The deferred compensation in the 401(a) plan is not available until termination, retirement, death, or unforeseeable emergency.

The City of DeLand Governmental Money Purchase Plan is administered by Nationwide Retirement Solutions (formerly PEBSCO). Based on City ordinance, all full-time employees, except the City Manager, City Attorney and/or assistants, department directors, certain staff positions subject to review by the City Commission and employees covered by the Police Officers' or Firefighters' Retirement Plans hired on or after August 5, 2006, are required to be participants of the City of DeLand Governmental Money Purchase Plan. Employees hired prior to August 5, 2006 were offered a one-time, irrevocable option to move from the Defined Benefit Retirement Plan to the Defined Contribution Retirement Plan. The City contributes on behalf of eligible full-time general employees 7.5% of earnings for the Plan Year (subject to the limitations of Article V of the Plan.) Each of these participants are required to make a 5% contribution of earnings to the plan.

Based on City Ordinance, the City Manager and eligible department heads are required to participate in the 401(a) plan for City contributions, unless they elect out within a 30-day timeframe. The City contributes on behalf of the City Manager 12% of earnings for the plan year as required by the employment contract between the City and the City Manager (subject to the limitations of Article V of the Plan). The City Manager may not make contributions to the plan. The City contributes on behalf of eligible department heads 10% of earnings for the plan year (subject to the limitations of Article V of the Plan). Each of these participants may not make contributions to the plan.

The funds are invested in the manner directed by the employee. The plan has a five (5) year graduated vesting schedule for eligible general employees, 20% a year, with partial vesting after one (1) year of service. The City Manager and Departments Heads are immediately 100% vested. All amounts deferred under this plan are held in trust for the exclusive benefit of the participants and beneficiaries. These assets are held in trust, not subject to the claims of the City's general creditors, and therefore are not included in the financial records of the City. For the year ended September 30, 2020, total City and employee contributions to the 401(a) plan were \$739,992 and \$492,718, respectively.

B. Defined Benefit Plans

Plan Description and Administration

The City maintains three (3) single-employer defined benefit pension plans for its employees: the General Employees' Retirement Trust Fund, the Police Officers' Retirement Trust Fund and the Firefighters' Retirement Trust Fund.

The General Employees' Retirement Trust Fund is administered by the General Employees' Retirement Committee. Based on City Ordinance, all full-time employees, except the City Manager and certain department heads designated by the City Commission and employees covered by the Police Officers' or Firefighters' Retirement Trust Funds, are participants of the General Employees' Retirement Trust Fund. This plan applies only to employees hired before August 5, 2006 (see Defined Contribution Retirement Plan).

The Police Officers' Retirement Trust Fund is administered by the Police Officers' Retirement Committee. Based on City ordinance, all full-time sworn police officers are participants of the Police Officers' Retirement Trust Fund.

**CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020**

(11) Employees' Retirement Plans: (Continued)

The Firefighters' Retirement Trust Fund is administered by the Firefighters' Retirement Committee. Based on City Ordinance, all full-time firefighters are participants of the Firefighters' Retirement Trust Fund.

The City also has a Deferred Retirement Option Program for eligible General Employees', Police Officers' and Firefighters' Retirement Plan participants. The DROP Plan allows members who have met the eligibility requirement for normal retirement to have their retirement benefits deposited monthly into a DROP account, earning interest, while simultaneously continuing to work (but not earning additional credit for retirement) for up to sixty months (5 years). Employees who enter the DROP Program have an option of either receiving their earned compensated absences when they enter the program in one lump sum, or to receive the lump sum at the end of their employment with the City. The purpose of this program is to provide a way for retirees to accumulate additional savings while continuing employment.

Benefits Provided and Employees Covered

Each Plan provides retirement, disability and death benefits to plan participants and beneficiaries. Cost of living adjustments are provided to retirees and beneficiaries at the discretion of the City Commission. Benefits vest after ten years of full-time employment. Each of the Retirement Committees has contracted with an actuary to provide an actuarial valuation of each plan as of October 1 (changed from January 1 to October 1 effective October 1, 2002) of each year. Current membership in the employee retirement plans was composed of the following at October 1, 2019:

	General Employees' Retirement Trust Fund	Police Officers' Retirement Trust fund	Firefighters' Retirement Trust Fund
Retirees and beneficiaries currently receiving benefits, including DROP participants	131	53	27
Vested terminated employees	1	4	2
Active participants	25	54	45
Total current membership	157	111	74

Police Officers' Retirement Trust Fund

For the Police Officers' Retirement Trust Fund, all certified full-time law enforcement officers are eligible to participate. Credited service is computed in completed months from date of employment to actual retirement or termination date. Final Monthly Compensation (FMC) is calculated based on the average rate of basic compensation during the best 5 years out of the last 10 years preceding the date of separation, and includes overtime pay and excludes commissions, bonuses, and expense allowances. Accrued leave was frozen as of September 30, 2013. Normal retirement is achieved at the earlier of 55 years of age and 10 years of credited service or 20 years of credited service, and normal annual benefits are calculated at 3.0% times FMC times years of credited service. Additional benefit election options are available for early retirement, and disability and death benefits are also provided.

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(11) **Employees' Retirement Plans:** (Continued)

All current retirees, disabled participants, beneficiaries, DROP participants and terminated vested members, who retired before January 1, 2008, and who have been receiving benefits for a minimum of twelve (12) months, are eligible for an automatic annual cost of living adjustment (COLA) in the amount of 0.5%, per annum commencing January 1, 2006. All participants, or the beneficiaries of said participants, who retire on or after January 1, 2008, shall be required to have attained Normal Retirement Date to be eligible to receive the above stated annual COLA. Effective October 1, 2012, all participants who were employed on or after March 21, 2011, and who retire pursuant to normal retirement eligibility conditions, including entry into the DROP, and active DROP participants employed as of March 21, 2011, with the City shall receive an automatic annual cost of living adjustment (COLA) of 1.5% in addition to the above stated annual COLA of 0.5% in the January following the earlier of (1) attainment of age 55 but not before a period of one (1) year has elapsed from date of retirement or DROP entry or (2) three (3) years following the date of retirement or DROP entry.

Firefighters' Retirement Trust Fund,

For the Firefighters' Retirement Trust Fund, all certified full-time firefighters are eligible to participate. Credited service is computed in completed months from date of employment to actual retirement or termination date. Final Monthly Compensation (FMC) is calculated based on the average rate of basic compensation during the best 5 years out of the last 10 years preceding the date of separation, and includes overtime pay and excludes commissions, bonuses, expense allowances, and all other extraordinary compensation. Normal retirement is achieved at the earlier of 55 years of age and 10 years of credited service or 20 years of credited service, and normal annual benefits are calculated at 3.0% times FMC times years of credited service. Additional benefit election options are available for early retirement, and disability and death benefits are also provided.

The monthly retirement benefit payable to all participants who retired prior to June 1, 2005, with 20 years of credited service is adjusted annually effective October 1, 2004, and October 1 of each year thereafter. Such annual COLA adjustments are in an initial amount equal to 1.0% of the participant's monthly retirement benefit and an amount equal to 0.5% of the participant's monthly retirement benefit each year thereafter. Participants who retire after October 1, 2012, that have received a benefit for 3 years or attained age 55 are entitled to the annual COLA plus an additional annual 1.5% COLA effective on the participant's date of retirement or entry into DROP and each year thereafter.

General Employees' Retirement Trust Fund

For the General Employees' Retirement Trust Fund, all regular full-time employees hired prior to August 5, 2006, who elected not to opt out of the plan are eligible to participate. Credited service is computed in completed months from date of employment to actual retirement or termination date. Final Monthly Compensation (FMC) is calculated based on the average rate of basic compensation during the best 60 successive months out of the last 120 months preceding the date of separation, and includes overtime pay up to 300 hours. Accrued leave was frozen as of July 1, 2011. Normal retirement is achieved at the earlier of 65 years of age and 10 years of credited service, 60 years of age and 20 years of credited service, or 25 years of credited service, and normal annual benefits are calculated at 2.4% times FMC times years of credited service. Additional benefit election options are available for early retirement, and disability and death benefits are also provided.

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(11) **Employees' Retirement Plans:** (Continued)

All current and future retirees who retire on or after the Normal Retirement Date, and their beneficiaries, who have been receiving benefits for a minimum of twelve (12) months will be eligible for an automatic annual COLA in the amount of 0.5% per annum commencing January 1, 2008.

Financial Statements

The financial statements of the Employees' Retirement plans are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. The government's contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. All plan investments are reported at fair value. The City utilizes the General Fund to liquidate the liability for the pension liabilities from previous years. These plans do not issue stand-alone financial reports.

Contributions

The participant contribution rates are established by and may be amended by the City Commission. Participant contribution rates for the Police Officers' Retirement Trust Fund, Firefighters' Retirement Trust Fund, and General Employees' Retirement Trust Fund are 7.75%, 5.00%, and 7.00%, respectively, of covered payroll. The City's annual required contribution for the current year was determined as part of the October 1, 2018 actuarial valuations. The City is required under the Florida Protection of Public Employee Retirement Benefits Act to meet required contribution amounts. The City's contributions (and if applicable, any liquidations of a net pension obligation) to the Police Officers' Retirement Trust Fund and Firefighters' Retirement Trust Fund are funded by the General Funds, while the General Employees' Retirement Trust Fund contributions are funded by the General Fund and various enterprise funds.

The State of Florida also makes contributions to the Firefighters' and Police Officers' Retirement Plans in accordance with Chapter 175 and Chapter 185 of the Florida Statutes as amended by the State Legislature. This contribution by the State of Florida is first recognized as revenue in the General Fund before being transferred to the Pension Fund. The City's actual annual contribution for each plan is determined by subtracting estimated employee contributions and actual State of Florida contributions from the total annual required contribution as determined by the actuary.

Contributions to the City's pension plans for the year ended September 30, 2020, were as follows:

	General Employees' Retirement Trust Fund	Police Officers' Retirement Trust Fund	Firefighters' Retirement Trust Fund	Total Contributions
Employee contributions	\$ 98,183	\$ 307,888	\$ 169,110	\$ 575,181
City contributions	646,846	1,063,055	1,050,131	2,760,032
State contributions	-	293,656	192,072	485,728
Total contributions	<u>\$ 745,029</u>	<u>\$ 1,664,599</u>	<u>\$ 1,411,313</u>	<u>\$ 3,820,941</u>

Costs incurred by each of the plans for administration of the plans, which includes legal and actuarial fees, trustee fees and investment advisory fees, are borne by the respective retirement plans and are included in the actuarial analysis of the required funding amounts.

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(11) **Employees' Retirement Plans:** (Continued)

Investment Policy

See Note (4) for additional discussion of the investment policies for each of the Plans. The following was the asset allocation policy for each of the plans as of the September 30, 2019 measurement date:

	Target Asset Allocation		
Asset Class	General Employees' Retirement Trust Fund	Police Officers' Retirement Trust Fund	Firefighters' Retirement Trust Fund
Domestic equity	50%	40%	50%
International equity	10%	15%	10%
Convertible securities	0%	10%	0%
Fixed income	21.5%	25%	20%
Real estate	8.5%	5%	10%
Hedge funds	10%	0%	10%
Master limited partnerships	0%	5%	0%

Net Pension Liability

The components of the net pension liability of the pension plans at September 30, 2020, based upon a measurement date of September 30, 2019, were as follows:

	General Employees' Retirement Trust Fund	Police Officers' Retirement Trust Fund	Firefighters' Retirement Trust Fund	Total
Total pension liability	\$ 33,404,419	\$ 34,917,371	\$ 22,183,014	\$ 90,504,804
Plan fiduciary net position	(28,774,678)	(27,961,714)	(17,931,562)	(74,667,954)
Net pension liability	\$ 4,629,741	\$ 6,955,657	\$ 4,251,452	\$ 15,836,850
Plan fiduciary net position as percentage of total pension liability	86.14%	80.08%	80.83%	82.50%

The total pension liability was determined by an actuarial valuation as of October 1, 2018, updated to the measurement date of September 30, 2019, using the following actuarial assumptions to all measurement periods.

	General Employees' Retirement Trust Fund	Police Officers' Retirement Trust Fund	Firefighters' Retirement Trust Fund
Inflation	2.50%	2.50%	2.30%
Salary increases	3.25-4.25%	4.75-6.25%	5.00-5.50%
Investment rate of return	7.30%	7.50%	7.50%

Mortality rates for the Police Officers' Retirement Trust Fund and Firefighters' Retirement Trust Fund were based on the Florida Retirement System (FRS) assumptions used for special risk employees. Mortality rates for the General Employees' Retirement Trust Fund were based on the Florida Retirement System (FRS) assumptions used for regular employees.

**CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020**

(11) **Employees' Retirement Plans:** (Continued)

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 class included in the pension plan's target asset allocation as of September 30, 2019, are summarized in the following table:

Asset Class	Long Term Expected Real Rate of Return		
	General Employees' Retirement Trust Fund	Police Officers' Retirement Trust Fund	Firefighters' Retirement Trust Fund
Domestic equity	7.18%	10.70%	5.70%
International equity	6.20%	6.30%	5.20%
Convertible securities	0.00%	10.20%	0.00%
Fixed income	1.83%	6.00%	1.80%
Real estate	6.27%	7.20%	6.00%
Hedge funds	3.94%	0.00%	3.90%
Master limited partnerships	0.00%	8.70%	0.00%

Discount rate:

The discount rate used to measure the total pension liability for each pension plan was 7.50% for the September 30, 2019, measurement date for the Police and Fire plans and 7.30% for the General Employees plan. The projection of cash flows used to determine the discount rate assumed the plan member contributions will be made at the current contribution rate and that City 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 plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in net pension liability:

Changes in each plan's net pension liability were as follows:

	General Employees' Retirement Trust Fund		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a - b)
Beginning Balance	\$ 33,338,066	\$ 30,098,047	\$ 3,240,019
Changes for year:			
Service cost	194,796	-	194,796
Interest	2,363,666	-	2,363,666
Differences between expected/actual experience	37,301	-	37,301
Changes in assumptions	150,358	-	150,358
Contributions – employer	-	619,990	(619,990)
Contributions – employee	-	108,158	(108,158)
Net investment income	-	678,552	(678,552)
Benefit payments, including refunds	(2,679,768)	(2,679,768)	-
Administrative expenses	-	(50,301)	50,301
Net changes	66,353	(1,323,369)	1,389,722
Ending Balance	\$ 33,404,419	\$ 28,774,678	\$ 4,629,741

**CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020**

(11) **Employees' Retirement Plans:** (Continued)

Changes in net pension liability:

Changes in each plan's net pension liability were as follows:

	Police Officers' Retirement Trust Fund		
	Total Pension Liability	Plan Fiduciary Net Position (b)	Net Pension Liability (a - b)
	(a)		(a - b)
Beginning Balance	\$ 33,872,488	\$ 26,780,239	\$ 7,092,249
Changes for year:			
Service cost	815,340	-	815,340
Interest	2,494,115	-	2,494,115
Differences between expected/actual experience	(494,170)	-	(494,170)
Change in assumptions	-	-	-
Contributions – employer	-	1,134,320	(1,134,320)
Contributions – state	-	278,528	(278,528)
Contributions – employee	-	319,772	(319,772)
Net investment income	-	1,319,602	(1,319,602)
Benefit payments, including refunds	(1,770,402)	(1,770,402)	-
Administrative expenses	-	(100,345)	100,345
Net changes	<u>1,044,883</u>	<u>1,181,475</u>	<u>(136,592)</u>
Ending Balance	<u>\$ 34,917,371</u>	<u>\$ 27,961,714</u>	<u>\$ 6,955,657</u>

	Firefighters' Retirement Trust Fund		
	Total Pension Liability	Plan Fiduciary Net Position (b)	Net Pension Liability (a - b)
	(a)		(a - b)
Beginning Balance	\$ 19,975,093	\$ 17,006,098	\$ 2,968,995
Changes for year:			
Service cost	635,333	-	635,333
Interest	1,515,175	-	1,515,175
Change in excess state money	-	-	-
Share plan allocation	16,759	-	16,759
Change of benefit terms	(6,006)	-	(6,006)
Differences between expected/actual experience	818,313	-	818,313
Contributions – employer	-	962,553	(962,553)
Contributions – state	-	183,517	(183,517)
Contributions – employee	-	140,883	(140,883)
Contributions – buy back	32,519	32,519	-
Net investment income	-	438,725	(438,725)
Benefit payments, including refunds	(804,172)	(804,172)	-
Administrative expenses	-	(28,561)	28,561
New changes	<u>2,207,921</u>	<u>925,464</u>	<u>1,282,457</u>
Ending Balance	<u>\$ 22,183,014</u>	<u>\$ 17,931,562</u>	<u>\$ 4,251,452</u>

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(11) **Employees' Retirement Plans:** (Continued)

Sensitivity of the net pension liability to changes in the discount rate:

The following presents the net pension liability of the City calculated using the actual discount rates, as well as what the City's net pension liability would be if it were calculated using discount rates that are 1% lower or 1% higher than the current rates:

<u>City's Net Pension Liability</u>	<u>Current Rate</u>	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
General Employees' Retirement Trust Fund	7.30%	\$ 7,860,995	\$ 4,629,741	\$ 1,882,843
Police Officers' Retirement Trust Fund	7.50%	11,343,695	6,955,657	3,361,541
Firefighters' Retirement Trust Fund	7.50%	7,402,245	4,251,452	1,688,918
Total		<u>\$ 26,606,935</u>	<u>\$ 15,836,850</u>	<u>\$ 6,933,302</u>

For the year ended September 30, 2019, the annual-money weighted rate of return on each pension plan investments, net of pension plan investment expense was as follows:

	<u>General Employees' Retirement Trust Fund</u>	<u>Police Officers' Retirement Trust Fund</u>	<u>Firefighters' Retirement Trust Fund</u>
Annual money-weighted rate of return	2.33%	4.90%	2.67%

The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

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

For the year ended September 30, 2020, the City recognized pension expense of \$839,958, \$1,360,098, and \$1,207,885 in the General Employees, Police Officers, and Firefighters pension plans, respectively, for a grand total of \$3,407,941.

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

	<u>General Employees' Retirement Trust Fund</u>		<u>Police Officers' Retirement Trust Fund</u>		<u>Firefighters' Retirement Trust Fund</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience on liabilities	\$ -	\$ -	\$ 330,324	\$ (397,274)	\$1,510,596	\$ -
Changes of assumptions	-	-	77,002	-	278,451	-
Net difference between projected and actual investment earnings	499,703	-	-	(404,749)	503,355	-
Contributions made subsequent to measurement date	-	-	1,106,569	-	-	-
	<u>\$ 499,703</u>	<u>\$ -</u>	<u>\$1,513,895</u>	<u>\$ (802,023)</u>	<u>\$2,292,402</u>	<u>\$ -</u>

While all plans report based on a measurement date of September 30, 2019, only the Firefighters' plan reports a deferred outflow for employer and state contributions made subsequent to the measurement date. This is due to the fact that, in the General Employees and Police Officers' plans, contributions are typically made in the fiscal year following the year which the contributions relate to (e.g., contributions for the plan year ended September 30, 2020, were not made until fiscal year 2021).

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(11) **Employees' Retirement Plans:** (Continued)

Amounts reported as deferred outflows (except for contributions made subsequent to the measurement date, which will be recognized in the succeeding fiscal year) and deferred inflows of resources related to pensions being amortized for a period of greater than one year will be recognized in pension expense in succeeding years as follows:

	General Employees' Retirement Trust Fund	Police Officers' Retirement Trust Fund	Firefighters' Retirement Trust Fund	Total
2021	\$ (44,538)	\$ (184,894)	\$ 600,660	\$ 371,228
2022	17,918	(166,390)	575,848	427,376
2023	237,216	(73,575)	595,760	759,401
2024	289,107	39,852	383,748	712,707
2025	-	(9,690)	136,386	126,696
Thereafter	-	-	-	-

C. Pension Fund Financial Statements:

No standalone financial reports exist for these pension plans. All financial activity is reported within the accompanying statement of fiduciary net position.

A combining balance sheet for the fiduciary funds as of September 30, 2020, follows:

	General	Police	Fire	Total
ASSETS				
Cash and cash equivalents with trustee	\$ 407,909	\$ 415,917	\$ 142,287	\$ 966,113
Receivables				
Employer contributions receivable	646,846	-	1,050,131	1,696,977
Employee contributions receivable	3,344	10,558	6,070	19,972
Interest and dividends receivable	70,681	41,646	31,777	144,104
Total receivables	<u>720,871</u>	<u>52,204</u>	<u>1,087,978</u>	<u>1,861,053</u>
Prepaid benefit payments	<u>-</u>	<u>-</u>	<u>72,075</u>	<u>72,075</u>
Investments, at fair value				
Money market funds	-	-	445,159	445,159
U.S. government obligations	1,944,331	2,437,622	1,433,495	5,815,448
Corporate bonds	4,283,539	6,221,007	1,606,223	12,110,769
Preferred/convertible securities	-	769,233	-	769,233
Common stocks	17,187,320	10,437,750	11,160,988	38,786,058
Mutual funds	1,891,009	7,210,958	2,285,472	11,387,439
Other assets	<u>2,683,830</u>	<u>2,819,154</u>	<u>1,263,783</u>	<u>6,766,767</u>
Total investments	<u>27,990,029</u>	<u>29,895,724</u>	<u>18,195,120</u>	<u>76,080,873</u>
Total assets	<u>\$ 29,118,809</u>	<u>\$ 30,363,845</u>	<u>\$ 19,497,460</u>	<u>\$ 78,980,114</u>
NET POSITION				
Restricted for pensions	<u>\$ 29,118,809</u>	<u>\$ 30,363,845</u>	<u>\$ 19,497,460</u>	<u>\$ 78,980,114</u>

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(11) Employees' Retirement Plans: (Continued)

A combining schedule of changes in fiduciary net position for the fiduciary funds as of September 30, 2020, follows:

	<u>General</u>	<u>Police</u>	<u>Fire</u>	<u>Total</u>
Additions				
Contributions:				
Employer	\$ 646,846	\$ 1,063,055	\$ 1,050,131	\$ 2,760,032
Plan members	98,183	307,888	169,110	575,181
State - insurance premium taxes	-	293,656	192,072	485,728
Total contributions	<u>745,029</u>	<u>1,664,599</u>	<u>1,411,313</u>	<u>3,820,941</u>
Investment earnings:				
Interest and dividends	618,982	597,528	261,155	1,477,665
Net appreciation (depreciation) in fair value of investments	1,794,411	2,575,854	906,371	5,276,636
Total investment earnings	<u>2,413,393</u>	<u>3,173,382</u>	<u>1,167,526</u>	<u>6,754,301</u>
Less: investment expense	<u>(181,937)</u>	<u>(109,367)</u>	<u>(137,178)</u>	<u>(428,482)</u>
Net investment income (loss)	<u>2,231,456</u>	<u>3,064,015</u>	<u>1,030,348</u>	<u>6,325,819</u>
Total additions	<u>2,976,485</u>	<u>4,728,614</u>	<u>2,441,661</u>	<u>10,146,760</u>
Deductions				
Benefit payments	2,179,984	1,760,128	836,810	4,776,922
Refunds	412,745	455,910	9,494	878,149
Administrative expenses	39,625	110,445	51,510	201,580
Total deductions	<u>2,632,354</u>	<u>2,326,483</u>	<u>897,814</u>	<u>5,856,651</u>
Change in net position	<u>344,131</u>	<u>2,402,131</u>	<u>1,543,847</u>	<u>4,290,109</u>
Net position, beginning	28,774,678	27,961,714	17,953,613	74,690,005
Net position, ending	<u>\$ 29,118,809</u>	<u>\$ 30,363,845</u>	<u>\$ 19,497,460</u>	<u>\$ 78,980,114</u>

(12) Other Post-Employment Benefits (OPEB):

Plan Description—Effective October 1, 2017, the City implemented GASB Statement No. 75, *Accounting and Reporting for Post-Employment Benefits Other Than Pensions*, for certain post-employment healthcare benefits provided by the City. The City elected to implement the requirements of this statement prospectively. No assets are held in trust for payment of the OPEB liability as the City had no OPEB liability other than as arising from the implicit rate subsidy, as discussed in the following paragraph.

Retirees and their dependents are permitted to remain covered under the City's respective health care plans as long as they pay a full premium applicable to the coverage elected. This conforms to the minimum required of Florida governmental employers per Chapter 112.08, Florida Statutes. The Other Post-Employment Benefit Plan does not issue a stand-alone report.

Benefits Provided—The Other Post-Employment Benefit Plan is a single-employer benefit plan administered by the City. Retirees are charged whatever the insurance company charges for the type of coverage elected, however, the premiums charged by the insurance company are based on a blending of the experience among younger active employees and older retired employees. The older retirees actually have a higher cost which means the City is actually subsidizing the cost of the retiree coverage because it pays all or a significant portion of the premium on behalf of the active employee. GASB No. 75 calls this the "implicit rate subsidy."

**CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020**

(12) **Other Post-Employment Benefits (OPEB):** (Continued)

Plan Membership—At October 1, 2019, the date of the latest actuarial valuation, plan participation consisted of the following:

Active Employees	385
Inactive Employees	50
	435

Total OPEB Liability—The City’s total OPEB liability of \$1,989,435 was measured as of September 30, 2020, and was determined by an actuarial valuation at October 1, 2019.

Actuarial Assumptions and Other Inputs—The total OPEB liability at the September 30, 2020 measurement date was determined using the following actuarial assumptions and other inputs, applied to all periods in the measurement, unless otherwise specified:

Inflation	3.00%
Salary increases	4.00%
Discount rate	2.14%
Healthcare cost trend rate	4.50%
Retirees’ share of benefit-related costs	100.00%

The City does not have a dedicated Trust to pay retiree healthcare benefits. The discount rate was based on the S&P Municipal Bond 20 Year High Grade Rate Index as of September 30, 2020.

Mortality rates were based on the RP-2014 Combined Mortality Table for males and females with mortality improvement projected to PubG.H-2010 Mortality Table-General for males and females.

Changes in the OPEB liability for the fiscal year ended September 30, 2020, were as follows:

	Total OPEB Liability
Balance at September 30, 2019	\$ 1,733,010
Changes for a year:	
Service cost	39,356
Interest	60,355
Differences between expected and actual experience	(48,113)
Changes of assumptions	241,290
Benefit payments – implicit rate subsidy	(94,206)
Other changes	57,743
Net changes	256,425
Balance at September 30, 2020	\$ 1,989,435

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

The following presents the total OPEB liability of the City calculated using the discount rate of 2.14%, as well as what the City’s total OPEB liability would be if it were calculated using a discount rate that is 1% lower (1.14%) or 1% higher (3.14%) than the current rate:

**CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020**

(12) **Other Post-Employment Benefits (OPEB):** (Continued)

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Total OPEB Liability	\$ 2,166,376	\$ 1,989,435	\$ 1,834,159

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 healthcare cost trend rates that are 1% lower (2.50%-3.50%) or 1% higher (4.50%-5.50%) than the current healthcare cost trend rates (3.50%-4.50%):

	<u>1% Decrease</u>	<u>Current Trend Rates</u>	<u>1% Increase</u>
Total OPEB Liability	\$ 1,820,704	\$ 1,989,435	\$ 2,184,348

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

For the year ended September 30, 2020, the City recognized OPEB expense of \$169,248. At September 30, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 84,077	\$ 37,824
Changes of assumptions	292,745	103,616
Total	\$ 376,822	\$ 141,440

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year ended September 30:</u>	<u>Amortization</u>
2021	\$ 69,539
2022	69,539
2023	60,026
2024	36,284
2025	-

(13) **Deferred Compensation Plan:**

The City offers a deferred compensation plan administered by Nationwide Retirement Solutions. The plan was created in accordance with Internal Revenue Code Section 457. The plan, optional and available to all City employees, permits them to defer a portion of their salary until future years. The deferred compensation in the 457 plan is not available until termination, retirement, death, or unforeseeable emergency.

Both the City's sponsored Section 457 deferred compensation plan and the City's sponsored Section 401(a) defined contribution plan have been modified to establish qualified trust and custodial accounts. As such, all amounts deferred under these plans are held in trust for the exclusive benefit of the participants and beneficiaries. These assets are not subject to the claims of the City's general creditors and therefore are not included in the financial records of the City.

CITY OF DELAND, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

(14) Commitments and Contingencies:

Various suits and claims arising in the ordinary course of the City's operations, some of which involve substantial amounts, are pending against the City.

The ultimate effect of such litigation cannot be ascertained at this time. However, in the opinion of counsel for the City, the liabilities which may arise from such action would not result in losses which would materially affect the financial position of the City or the results of its operations, nor is it anticipated that any material amount will be paid for claims and judgments in the next fiscal year.

During and through the end of the fiscal year ended September 30, 2020, local, U.S., and world governments have encouraged self-isolation to curtail the spread of the global pandemic, coronavirus disease (COVID-19), by mandating temporary work stoppage in many sectors and imposing limitations on travel and size and duration of group meetings. Most industries are experiencing disruption to business operations and the impact of reduced consumer spending. There is unprecedented uncertainty surrounding the duration of the pandemic, its potential economic ramifications, and any government actions to mitigate them. Accordingly, while management cannot quantify the financial and other future impact to the City as of March 5, 2021, management believes that a material impact on the City's financial position and results of future operations is reasonably possible.

(15) Recent Accounting Pronouncements:

The Governmental Accounting Standards Board ("GASB") has issued several pronouncements that have effective dates that may impact future financial statements. Listed below are pronouncements with required implementation dates effective for subsequent fiscal years that have not yet been implemented. Management has not currently determined what, if any, impact implementation of the following will have on the City's financial statements:

- (a) GASB issued Statement No. 84, *Fiduciary Activities*, in January 2017. GASB 84 improves guidance regarding the identification and reporting of fiduciary activities. The provisions in GASB 84 are effective for periods beginning after December 15, 2019.
- (b) GASB issued Statement No. 87, *Leases*, in June 2017. GASB 87 increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. The provisions in GASB 87 are effective for periods beginning after June 15, 2021.
- (c) GASB issued Statement No. 96, *Subscription-Based Information Technology Arrangements*, in May 2020. provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, *Leases*, as amended. The provisions in GASB 96 are effective for periods beginning after June 15, 2022.

CITY OF DELAND, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
GENERAL EMPLOYEES' RETIREMENT TRUST FUND
SEPTEMBER 30, 2020
(UNAUDITED)

Reporting period ended September 30: Measurement date ended September 30:	<u>2020</u> <u>2019</u>	<u>2019</u> <u>2018</u>	<u>2018</u> <u>2017</u>	<u>2017</u> <u>2016</u>	<u>2016</u> <u>2015</u>	<u>2015</u> <u>2014</u>
Total Pension Liability						
Service cost	\$ 194,796	\$ 235,928	\$ 250,784	\$ 273,020	\$ 291,773	\$ 310,280
Interest	2,363,666	2,360,947	2,347,252	2,298,910	2,265,723	2,215,991
Difference between actual and expected experience	37,301	(93,942)	311,862	361,324	174,308	77,014
Changes in assumptions	150,358	148,413	375,355	141,991	-	-
Benefit payments including refunds of contributions	<u>(2,679,768)</u>	<u>(2,272,646)</u>	<u>(2,202,224)</u>	<u>(2,567,071)</u>	<u>(2,195,086)</u>	<u>(1,846,672)</u>
Net change in total pension liability	66,353	378,700	1,083,029	508,174	536,718	756,613
Total pension liability - beginning	<u>33,338,066</u>	<u>32,959,366</u>	<u>31,876,337</u>	<u>31,368,163</u>	<u>30,831,445</u>	<u>30,074,832</u>
Total pension liability - ending (a)	<u><u>\$ 33,404,419</u></u>	<u><u>\$ 33,338,066</u></u>	<u><u>\$ 32,959,366</u></u>	<u><u>\$ 31,876,337</u></u>	<u><u>\$ 31,368,163</u></u>	<u><u>\$ 30,831,445</u></u>
Total Fiduciary Net Position						
Contributions - employer	\$ 619,990	\$ 626,403	\$ 665,870	\$ 633,943	\$ 608,582	\$ 676,540
Contributions - employee	108,158	123,455	139,754	147,864	163,219	171,079
Net investment income	678,552	2,355,834	3,089,508	2,271,104	458,850	2,078,490
Benefit payments, including refunds of contributions	(2,679,768)	(2,272,646)	(2,202,224)	(2,567,071)	(2,195,086)	(1,846,672)
Administrative expense	<u>(50,301)</u>	<u>(36,887)</u>	<u>(44,155)</u>	<u>(36,804)</u>	<u>(31,282)</u>	<u>(39,287)</u>
Net change in plan fiduciary net position	(1,323,369)	796,159	1,648,753	449,036	(995,717)	1,040,150
Plan fiduciary net position - beginning	<u>30,098,047</u>	<u>29,301,888</u>	<u>27,653,135</u>	<u>27,204,099</u>	<u>28,199,816</u>	<u>27,159,666</u>
Plan fiduciary net position - ending (b)	<u><u>\$ 28,774,678</u></u>	<u><u>\$ 30,098,047</u></u>	<u><u>\$ 29,301,888</u></u>	<u><u>\$ 27,653,135</u></u>	<u><u>\$ 27,204,099</u></u>	<u><u>\$ 28,199,816</u></u>
Net pension liability - ending (a) - (b)	<u><u>\$ 4,629,741</u></u>	<u><u>\$ 3,240,019</u></u>	<u><u>\$ 3,657,478</u></u>	<u><u>\$ 4,223,202</u></u>	<u><u>\$ 4,164,064</u></u>	<u><u>\$ 2,631,629</u></u>
Plan fiduciary net position as a percentage of the total pension liability	86.14%	90.28%	88.90%	86.75%	86.73%	91.46%
Covered payroll	\$ 1,545,092	\$ 1,689,032	\$ 1,992,342	\$ 2,191,072	\$ 2,330,682	\$ 2,449,665
Net pension liability as a percentage of covered payroll	299.64%	191.83%	183.58%	192.75%	178.66%	107.43%

*10 years of data will be presented as it becomes available.

CITY OF DELAND, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
POLICE OFFICERS' RETIREMENT TRUST FUND
SEPTEMBER 30, 2020
(UNAUDITED)

Reporting period ended September 30: Measurement date ended September 30:	<u>2020</u> <u>2019</u>	<u>2019</u> <u>2018</u>	<u>2018</u> <u>2017</u>	<u>2017</u> <u>2016</u>	<u>2016</u> <u>2015</u>	<u>2015</u> <u>2014</u>
Total Pension Liability						
Service cost	\$ 815,340	\$ 781,239	\$ 671,583	\$ 613,544	\$ 597,810	\$ 518,327
Interest	2,494,115	2,458,448	2,386,282	2,239,685	2,124,818	1,988,374
Difference between actual and expected experience	(494,170)	142,773	576,943	301,484	594,013	(563,009)
Changes in assumptions	-	-	221,380	-	-	-
Benefit payments including refunds of contributions	(1,770,402)	(2,739,195)	(1,908,113)	(1,627,723)	(1,377,040)	(1,362,409)
Net change in total pension liability	1,044,883	643,265	1,948,075	1,526,990	1,939,601	581,283
Total pension liability - beginning	33,872,488	33,229,223	31,281,148	29,754,158	27,814,557	27,233,274
Total pension liability - ending (a)	<u>\$ 34,917,371</u>	<u>\$ 33,872,488</u>	<u>\$ 33,229,223</u>	<u>\$ 31,281,148</u>	<u>\$ 29,754,158</u>	<u>\$ 27,814,557</u>
Total Fiduciary Net Position						
Contributions - employer	\$ 1,134,320	\$ 1,064,184	\$ 1,006,060	\$ 981,365	\$ 920,335	\$ 1,061,626
Contributions - state	278,528	252,492	217,535	212,226	180,302	167,254
Contributions - employee	319,772	278,334	240,502	230,475	222,582	209,027
Net investment income	1,319,602	2,560,887	2,722,830	2,248,723	(103,002)	2,079,946
Benefit payments, including refunds of contributions	(1,770,402)	(2,739,195)	(1,908,113)	(1,627,723)	(1,377,040)	(1,362,409)
Administrative expense	(100,345)	(87,090)	(61,209)	(51,495)	(65,616)	(74,437)
Net change in plan fiduciary net position	1,181,475	1,329,612	2,217,605	1,993,571	(222,439)	2,081,007
Plan fiduciary net position - beginning	26,780,239	25,450,627	23,233,022	21,239,451	21,461,890	19,380,883
Plan fiduciary net position - ending (b)	<u>\$ 27,961,714</u>	<u>\$ 26,780,239</u>	<u>\$ 25,450,627</u>	<u>\$ 23,233,022</u>	<u>\$ 21,239,451</u>	<u>\$ 21,461,890</u>
Net pension liability - ending (a) - (b)	<u>\$ 6,955,657</u>	<u>\$ 7,092,249</u>	<u>\$ 7,778,596</u>	<u>\$ 8,048,126</u>	<u>\$ 8,514,707</u>	<u>\$ 6,352,667</u>
Plan fiduciary net position as a percentage of the total pension liability	80.08%	79.06%	76.59%	74.27%	71.38%	77.16%
Covered payroll	\$ 3,894,544	\$ 3,422,845	\$ 2,996,390	\$ 2,861,008	\$ 2,625,931	\$ 2,537,987
Net pension liability as a percentage of covered payroll	178.60%	207.20%	259.60%	281.30%	324.25%	250.30%

*10 years of data will be presented as it becomes available.

CITY OF DELAND, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
FIREFIIGHTERS' RETIREMENT TRUST FUND
SEPTEMBER 30, 2020
(UNAUDITED)

Reporting period ended September 30:	2020	2019	2018	2017	2016	2015
Measurement date ended September 30:	2019	2018	2017	2016	2015	2014
Total Pension Liability						
Service cost	\$ 635,333	\$ 595,986	\$ 536,575	\$ 497,848	\$ 493,277	\$ 470,653
Interest	1,515,175	1,389,294	1,259,212	1,118,048	1,012,256	951,466
Change in excess state money	-	-	(649,127)	54,565	53,670	53,504
Share plan allocation	16,759	16,377	324,564	-	-	-
Changes of benefit terms	(6,006)	-	-	-	-	-
Difference between actual and expected experience	818,313	458,190	403,418	366,689	575,210	-
Changes in assumptions	-	-	-	649,720	-	-
Contributions - buy back	32,519	-	-	-	-	-
Benefit payments including refunds of contributions	(804,172)	(825,384)	(872,117)	(705,578)	(643,921)	(624,493)
Net change in total pension liability	<u>2,207,921</u>	<u>1,634,463</u>	<u>1,002,525</u>	<u>1,981,292</u>	<u>1,490,492</u>	<u>851,130</u>
Total pension liability - beginning	19,975,093	18,340,630	17,338,105	15,356,813	13,866,321	13,015,191
Total pension liability - ending (a)	<u><u>\$ 22,183,014</u></u>	<u><u>\$ 19,975,093</u></u>	<u><u>\$ 18,340,630</u></u>	<u><u>\$ 17,338,105</u></u>	<u><u>\$ 15,356,813</u></u>	<u><u>\$ 13,866,321</u></u>
Total Fiduciary Net Position						
Contributions - employer	\$ 962,553	\$ 838,197	\$ 828,703	\$ 664,829	\$ 652,166	\$ 685,846
Contributions - state	183,517	182,754	170,857	186,330	185,435	185,269
Contributions - employee	140,883	130,263	121,179	117,490	112,343	107,978
Contributions - buy back	32,519	-	-	-	-	-
Net investment income	438,725	1,178,194	1,551,098	837,060	(13,662)	874,639
Benefit payments, including refunds of contributions	(804,172)	(825,384)	(872,117)	(705,578)	(643,921)	(624,493)
Administrative expense	(28,561)	(31,871)	(34,210)	(30,132)	(29,636)	(32,350)
Net change in plan fiduciary net position	<u>925,464</u>	<u>1,472,153</u>	<u>1,765,510</u>	<u>1,069,999</u>	<u>262,725</u>	<u>1,196,889</u>
Plan fiduciary net position - beginning	17,006,098	15,533,945	13,768,435	12,698,436	12,435,711	11,238,822
Plan fiduciary net position - ending (b)	<u><u>\$ 17,931,562</u></u>	<u><u>\$ 17,006,098</u></u>	<u><u>\$ 15,533,945</u></u>	<u><u>\$ 13,768,435</u></u>	<u><u>\$ 12,698,436</u></u>	<u><u>\$ 12,435,711</u></u>
Net pension liability - ending (a) - (b)	<u><u>\$ 4,251,452</u></u>	<u><u>\$ 2,968,995</u></u>	<u><u>\$ 2,806,685</u></u>	<u><u>\$ 3,569,670</u></u>	<u><u>\$ 2,658,377</u></u>	<u><u>\$ 1,430,610</u></u>
Plan fiduciary net position as a percentage of the total pension liability	80.83%	85.14%	84.70%	79.41%	82.69%	89.68%
Covered payroll	\$ 2,817,645	\$ 2,605,257	\$ 2,423,588	\$ 2,351,223	\$ 2,281,600	\$ 2,159,563
Net pension liability as a percentage of covered payroll	150.89%	113.96%	115.81%	151.82%	116.51%	66.25%

*10 years of data will be presented as it becomes available.

**CITY OF DELAND, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
GENERAL EMPLOYEES' RETIREMENT TRUST FUND
SEPTEMBER 30, 2020
(UNAUDITED)**

Fiscal Year	Actuarially Determined Contribution (ADC)	Contributions in Relation to ADC	Contribution Deficiency (Excess)	Covered Payroll	Contributions as Percentage of Employee Payroll
2020	\$ 646,846	\$ 646,846	\$ -	\$ 1,443,390	44.81%
2019	619,990	619,990	-	1,603,588	38.66%
2018	626,403	626,403	-	1,689,032	37.09%
2017	665,870	665,870	-	1,992,342	33.42%
2016	633,943	633,943	-	2,191,072	28.93%
2015	608,582	608,582	-	2,330,682	26.11%
2014	676,540	676,540	-	2,449,665	27.62%
2013	883,314	883,314	-	2,559,718	34.51%
2012	918,821	918,821	-	2,888,353	31.81%
2011	918,881	918,881	-	3,430,400	26.79%

Notes to Schedule:

Valuation Date: 10/1/2018

Methods and assumptions used to determine contribution rates:

Funding Method: Entry Age Normal Actuarial Cost Method
Amortization Method: Level Dollar, Closed
Remaining Amortization Period: 15 Years
Asset Valuation Method: 5-year smoothed fair value rate
Inflation: 2.50% per year
Salary Increases: 3.25%-4.25%
Investment Rate of Return: 7.30%
Cost of Living Adjustment: 0.50% for retirees who retire on or after Normal Retirement Date
Retirement Age: Experience-based table of rates that are specific to the type of eligibility condition.
Mortality: Healthy Participants: RP 2000 Combined Healthy Participant Mortality table, with fully generational mortality improvements projected to each future decrement with Scale BB.

Disabled Participants: RP 2000 Disabled Mortality table projected with generational improvements with Scale AA was used with separate rates for males and females.

**CITY OF DELAND, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
POLICE OFFICERS' RETIREMENT TRUST FUND
SEPTEMBER 30, 2020
(UNAUDITED)**

<u>Fiscal Year</u>	<u>Actuarially Determined Contribution (ADC)</u>	<u>Contributions in Relation to ADC</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Payroll</u>	<u>Contributions as Percentage of Employee Payroll</u>
2020	\$ 1,323,192	\$ 1,323,192	\$ -	\$ 3,561,099	37.16%
2019	1,399,829	1,412,848	(13,019)	3,894,544	36.28%
2018	1,318,040	1,316,676	1,364	3,422,845	38.47%
2017	1,220,941	1,223,595	(2,654)	2,996,390	40.84%
2016	1,177,403	1,193,591	(16,188)	2,861,008	41.72%
2015	1,087,589	1,100,637	(13,048)	2,625,931	41.91%
2014	1,228,682	1,228,880	(198)	2,537,987	48.42%
2013	1,096,191	1,096,989	(798)	2,527,223	43.41%
2012	808,134	808,134	-	2,536,454	31.86%
2011	816,553	816,553	-	2,598,079	31.43%

Notes to Schedule:

Valuation Date: 10/1/2018

Methods and assumptions used to determine contribution rates:

Funding Method:	Entry Age Normal Actuarial Cost Method
Amortization Method:	Level Payment, Closed
Remaining Amortization Period:	30 Years
Asset Valuation Method:	Smoothed fair value
Inflation:	2.50% per year
Salary Increases:	4.75%-6.25%
Investment Rate of Return:	7.50%
Cost of Living Adjustment:	0.50%/1.50%
Retirement Age:	5% - first year eligible for early retirement and 2% thereafter until 100% upon attaining normal retirement date, or age on the valuation date, if later - minimum one year of future service.
Mortality:	Healthy Participants: RP 2000 Combined Healthy Participant Mortality table with Blue Collar Adjustment with separate rates for males and females and fully generational mortality improvements projected to each future decrement date with Scale AA. Disabled Participants: RP 2000 Disabled Mortality table with separate rates for males and females and fully generational mortality improvements projected to each future decrement date with Scale AA.

**CITY OF DELAND, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
FIREFIGHTERS' RETIREMENT TRUST FUND
SEPTEMBER 30, 2020
(UNAUDITED)**

Fiscal Year	Actuarially Determined Contribution (ADC)	Contributions in Relation to ADC	Contribution Deficiency (Excess)	Covered Payroll	Contributions as Percentage of Employee Payroll
2019	\$ 1,129,312	\$ 1,129,312	\$ -	\$ 2,817,645	40.08%
2018	1,043,666	1,004,574	39,092	2,605,257	38.56%
2017	960,468	999,560	(39,092)	2,423,588	41.24%
2016	796,594	796,594	-	2,351,223	33.88%
2015	783,931	783,931	-	2,281,600	34.36%
2014	817,611	817,611	-	2,159,563	37.86%
2013	695,049	695,049	-	2,124,000	32.72%
2012	664,196	664,196	-	2,044,000	32.49%
2011	537,387	537,387	-	1,854,000	28.99%
2010	514,795	514,795	-	1,758,000	29.28%

Notes to Schedule:

Valuation Date: 10/1/2018

Methods and assumptions used to determine contribution rates:

Funding Method: Entry Age Normal Actuarial Cost Method
Amortization Method: Level Percentage of Pay, Closed
Inflation: 2.30% per year
Mortality: RP2000 and Florida Retirement System valuation tables for Special Risk
Retirement Age: Earlier of age 58 and 10 years of service or the completion of 23 years of service. Also, any member who has reached normal retirement is assumed to continue employment for one additional year.
Early Retirement Rate: None assumed
Disability Rates: See table below. 75% of disability and pre-retirement death occurrences are assumed to be service-connected.
Termination Rates: See table below.
Salary Increases: 5.00%-5.50%
Asset Valuation Method: The Actuarial Value of Assets is brought forward using the historical 4-year geometric average market value return (net of fees). Over time, this may produce an insignificant bias above or below the Market Value of Assets.
Interest Rate: 7.50% per year, compounded annually, net of investment-related expenses.
Payroll Growth: 0.00%
Termination and Disability Rate Table:

Age	% Termination During the Year	% Becoming Disabled During the Year
20	12.50%	0.09%
30	7.00%	0.11%
40	3.30%	0.15%
50	1.30%	0.33%

**CITY OF DELAND, FLORIDA
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULES OF INVESTMENT RETURNS
 SEPTEMBER 30, 2020**

Annual Money-Weighted Rate of Return, Net of Investment Expense			
For the year ended September 30,	General Employees' Retirement Trust Fund	Police Officers' Retirement Trust Fund	Firefighters' Retirement Trust Fund
2019	2.33%	4.90%	2.67%
2018	8.26%	10.30%	7.89%
2017	11.42%	12.22%	11.74%
2016	8.70%	10.99%	6.86%
2015	1.14%	-0.10%	-0.11%
2014	8.28%	11.10%	8.04%

*10 years of data will be presented as it becomes available.

**CITY OF DELAND, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY
AND RELATED RATIOS
LAST 10 FISCAL YEARS
(UNAUDITED)**

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability			
Service cost	\$ 39,356	\$ 41,049	\$ 38,636
Interest	60,355	60,028	54,272
Difference between expected and actual experience	(48,113)	-	207,526
Changes of assumptions	241,290	34,022	(255,755)
Benefit payments - implicit rate subsidy	(94,207)	(103,690)	(111,853)
Other changes	57,743	638	92,153
Net change in total OPEB liability	<u>256,424</u>	<u>32,047</u>	<u>24,979</u>
Total OPEB liability - beginning of year	<u>1,733,010</u>	<u>1,700,963</u>	<u>1,675,984</u>
Total OPEB liability - end of year	<u><u>\$ 1,989,434</u></u>	<u><u>\$ 1,733,010</u></u>	<u><u>\$ 1,700,963</u></u>
Covered payroll	\$ 18,510,209	\$ 17,107,609	\$ 17,107,609
Total OPEB liability as a percentage of covered payroll	10.75%	10.13%	9.94%

Notes to Schedule:

Valuation date:	10/1/2019	10/1/2017	10/1/2017
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Changes of assumptions. Changes of assumptions and other changes reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

Discount rate	2.14%	3.58%	3.64%
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*10 years of data will be presented as it becomes available.

**CITY OF DELAND, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2020**

	<u>Confiscated</u>	<u>Homelessness</u>	<u>Governmental Impact Fees Trust</u>	<u>Grant & Special Revenue</u>	<u>Debt Service</u>	<u>Total Nonmajor Governmental Funds</u>
ASSETS						
Cash and cash equivalents	\$ 81,108	\$ 658,521	\$ 1,199,865	\$ 1,024,600	\$ 3,300	\$ 2,967,394
Due from other governments	-	-	-	340,106	-	340,106
Total assets	<u>\$ 81,108</u>	<u>\$ 658,521</u>	<u>\$ 1,199,865</u>	<u>\$ 1,364,706</u>	<u>\$ 3,300</u>	<u>\$ 3,307,500</u>
LIABILITIES						
Accounts payable	\$ -	\$ 4,268	\$ -	\$ 250,717	\$ 3,300	\$ 258,285
Unearned revenue	-	-	-	5,222	-	5,222
Total liabilities	<u>-</u>	<u>4,268</u>	<u>-</u>	<u>255,939</u>	<u>3,300</u>	<u>263,507</u>
FUND BALANCES						
Restricted for:						
Public safety	81,108	-	-	-	-	81,108
Construction	-	-	1,199,865	-	-	1,199,865
Transportation	-	-	-	447,077	-	447,077
Parks and recreation	-	-	-	661,690	-	661,690
Homelessness	-	654,253	-	-	-	654,253
Total fund balances	<u>81,108</u>	<u>654,253</u>	<u>1,199,865</u>	<u>1,108,767</u>	<u>-</u>	<u>3,043,993</u>
Total liabilities and fund balances	<u>\$ 81,108</u>	<u>\$ 658,521</u>	<u>\$ 1,199,865</u>	<u>\$ 1,364,706</u>	<u>\$ 3,300</u>	<u>\$ 3,307,500</u>

CITY OF DELAND, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	<u>Confiscated</u>	<u>Homelessness</u>	<u>Governmental Impact Fees Trust</u>	<u>Grant & Special Revenue</u>	<u>Debt Service</u>	<u>Total Nonmajor Governmental Funds</u>
Revenues						
Taxes	\$ -	\$ -	\$ -	\$ 283,807	\$ -	\$ 283,807
Intergovernmental	-	-	-	1,100,642	-	1,100,642
Fines and forfeitures	25,230	-	-	-	-	25,230
Impact fees	-	-	1,374,709	-	-	1,374,709
Interest revenues	444	4,711	6,866	10,616	-	22,637
Miscellaneous	-	291,508	-	-	-	291,508
Total revenues	<u>25,674</u>	<u>296,219</u>	<u>1,381,575</u>	<u>1,395,065</u>	<u>-</u>	<u>3,098,533</u>
Expenditures						
Current:						
General Government	-	87,117	-	-	-	87,117
Community Development	-	-	-	21,309	-	21,309
Public Safety	3,701	-	-	-	-	3,701
Public Works	-	-	-	332,876	-	332,876
Capital outlay	-	-	55,175	1,943,752	-	1,998,927
Debt service						
Principal	-	-	-	-	1,558,386	1,558,386
Interest and fiscal charges	-	-	-	-	451,245	451,245
Total expenditures	<u>3,701</u>	<u>87,117</u>	<u>55,175</u>	<u>2,297,937</u>	<u>2,009,631</u>	<u>4,453,561</u>
Excess (deficiency) of revenues over (under) expenditures	<u>21,973</u>	<u>209,102</u>	<u>1,326,400</u>	<u>(902,872)</u>	<u>(2,009,631)</u>	<u>(1,355,028)</u>
Other financing sources (uses):						
Transfers in	-	50,000	-	572,688	2,009,631	2,632,319
Transfers out	-	-	(958,194)	-	-	(958,194)
Total other financing sources (uses)	<u>-</u>	<u>50,000</u>	<u>(958,194)</u>	<u>572,688</u>	<u>2,009,631</u>	<u>1,674,125</u>
Net change in fund balances	<u>21,973</u>	<u>259,102</u>	<u>368,206</u>	<u>(330,184)</u>	<u>-</u>	<u>319,097</u>
Fund balances, beginning of year	59,135	395,151	831,659	1,438,951	-	2,724,896
Fund balances, end of year	<u>\$ 81,108</u>	<u>\$ 654,253</u>	<u>\$ 1,199,865</u>	<u>\$ 1,108,767</u>	<u>\$ -</u>	<u>\$ 3,043,993</u>

CITY OF DELAND, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CONFISCATED
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Fines and forfeitures	\$ 3,000	\$ 3,702	\$ 25,230	\$ 21,528
Interest revenues	-	-	444	444
Total revenues	<u>3,000</u>	<u>3,702</u>	<u>25,674</u>	<u>21,972</u>
Expenditures				
Current:				
Public Safety:				
Police	3,000	3,702	3,701	1
Capital Outlay	-	17,008	-	17,008
Total expenditures	<u>3,000</u>	<u>20,710</u>	<u>3,701</u>	<u>17,009</u>
Net change in fund balances	<u>-</u>	<u>(17,008)</u>	<u>21,973</u>	<u>38,981</u>
Fund balances, beginning of year	59,135	59,135	59,135	-
Fund balances, end of year	<u>\$ 59,135</u>	<u>\$ 42,127</u>	<u>\$ 81,108</u>	<u>\$ 38,981</u>

CITY OF DELAND, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - HOMELESSNESS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 25,000	\$ 25,000	\$ -	\$ (25,000)
Interest revenues	-	-	4,711	4,711
Miscellaneous	240,825	240,825	291,508	50,683
Total revenues	<u>265,825</u>	<u>265,825</u>	<u>296,219</u>	<u>30,394</u>
Expenditures				
Current:				
General Government:				
City Hall	315,825	345,825	87,117	258,708
Total expenditures	<u>315,825</u>	<u>345,825</u>	<u>87,117</u>	<u>258,708</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(50,000)</u>	<u>(80,000)</u>	<u>209,102</u>	<u>289,102</u>
Other financing sources (uses):				
Transfers in	50,000	50,000	50,000	-
Net change in fund balances	<u>-</u>	<u>(30,000)</u>	<u>259,102</u>	<u>289,102</u>
Fund balances, beginning of year	395,151	395,151	395,151	-
Fund balances, end of year	<u>\$ 395,151</u>	<u>\$ 365,151</u>	<u>\$ 654,253</u>	<u>\$ 289,102</u>

CITY OF DELAND, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GOVERNMENTAL IMPACT FEES TRUST
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Impact fees	\$ 1,011,500	\$ 992,869	\$ 1,374,709	\$ 381,840
Interest revenues	-	-	6,866	6,866
Total revenues	<u>1,011,500</u>	<u>992,869</u>	<u>1,381,575</u>	<u>388,706</u>
Expenditures				
Capital Outlay	226,875	58,875	55,175	3,700
Total expenditures	<u>226,875</u>	<u>58,875</u>	<u>55,175</u>	<u>3,700</u>
Excess (deficiency) of revenues over (under) expenditures	<u>784,625</u>	<u>933,994</u>	<u>1,326,400</u>	<u>392,406</u>
Other financing sources (uses):				
Transfers out	(784,625)	(1,206,194)	(958,194)	248,000
Net change in fund balances	<u>-</u>	<u>(272,200)</u>	<u>368,206</u>	<u>640,406</u>
Fund balances, beginning of year	831,659	831,659	831,659	-
Fund balances, end of year	<u>\$ 831,659</u>	<u>\$ 559,459</u>	<u>\$ 1,199,865</u>	<u>\$ 640,406</u>

CITY OF DELAND, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GRANT AND SPECIAL REVENUE
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Taxes	\$ 264,592	\$ 264,592	\$ 283,807	\$ 19,215
Intergovernmental	186,328	1,757,087	1,100,642	(656,445)
Interest revenues	-	-	10,616	10,616
Total revenues	<u>450,920</u>	<u>2,021,679</u>	<u>1,395,065</u>	<u>(626,614)</u>
Expenditures				
Current:				
Community Development:				
Planning and Zoning	-	205,728	21,309	184,419
Public safety:				
Police	-	12,598	-	12,598
Public Works:				
Streets	489,492	578,079	332,876	245,203
Capital Outlay	186,328	3,043,875	1,943,752	1,100,123
Total expenditures	<u>675,820</u>	<u>3,840,280</u>	<u>2,297,937</u>	<u>1,542,343</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(224,900)</u>	<u>(1,818,601)</u>	<u>(902,872)</u>	<u>915,729</u>
Other financing sources (uses):				
Transfers in	224,900	572,690	572,688	(2)
Net change in fund balances	<u>-</u>	<u>(1,245,911)</u>	<u>(330,184)</u>	<u>915,727</u>
Fund balances, beginning of year	1,438,951	1,438,951	1,438,951	-
Fund balances, end of year	<u>\$ 1,438,951</u>	<u>\$ 193,040</u>	<u>\$ 1,108,767</u>	<u>\$ 915,727</u>

CITY OF DELAND, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - DEBT SERVICE
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Expenditures				
Debt service				
Principal	\$ 1,918,364	\$ 1,558,314	\$ 1,558,386	\$ (72)
Interest and fiscal charges	335,848	451,318	451,245	73
Total expenditures	<u>2,254,212</u>	<u>2,009,632</u>	<u>2,009,631</u>	<u>1</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,254,212)</u>	<u>(2,009,632)</u>	<u>(2,009,631)</u>	<u>1</u>
Other financing sources (uses):				
Transfers in	2,254,212	2,009,632	2,009,631	(1)
Net change in fund balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

CITY OF DELAND, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CAPITAL PROJECTS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes	\$ 359,792	\$ 359,792	\$ 372,029	\$ 12,237
Interest revenues	-	-	51,174	51,174
Total revenues	<u>359,792</u>	<u>359,792</u>	<u>423,203</u>	<u>63,411</u>
Expenditures				
Capital Outlay	2,149,502	12,207,697	3,341,450	8,866,247
Excess (deficiency) of revenues over (under) expenditures	<u>(1,789,710)</u>	<u>(11,847,905)</u>	<u>(2,918,247)</u>	<u>8,929,658</u>
Other financing sources (uses):				
Issuance of long-term debt	-	1,560,697	1,560,692	(5)
Transfers in	1,789,710	3,316,811	1,861,265	(1,455,546)
Total other financing sources (uses)	<u>1,789,710</u>	<u>4,877,508</u>	<u>3,421,957</u>	<u>(1,455,551)</u>
Net change in fund balances	<u>-</u>	<u>(6,970,397)</u>	<u>503,710</u>	<u>7,474,107</u>
Fund balances, beginning of year	7,003,200	7,003,200	7,003,200	-
Fund balances, end of year	<u>\$ 7,003,200</u>	<u>\$ 32,803</u>	<u>\$ 7,506,910</u>	<u>\$ 7,474,107</u>

CITY OF DELAND, FLORIDA
COMBINING STATEMENT OF NET POSITION
NONMAJOR PROPRIETARY FUNDS
SEPTEMBER 30, 2020

	<u>Stormwater</u>	<u>Permits & Inspections</u>	<u>Total</u>
ASSETS			
Current assets:			
Equity in pooled cash	\$ 1,330,694	\$ 2,394,379	\$ 3,725,073
Investments	1,015,545	1,577,688	2,593,233
Accounts receivable, net	177,112	2,420	179,532
Prepaid items	-	898	898
Total current assets	<u>2,523,351</u>	<u>3,975,385</u>	<u>6,498,736</u>
Noncurrent assets:			
Restricted cash	-	37,265	37,265
Liens receivable	143,074	-	143,074
Capital assets:			
Land	1,076,393	-	1,076,393
Buildings	124,414	-	124,414
Infrastructure (other than buildings)	4,063,309	105,255	4,168,564
Equipment	2,929,152	204,230	3,133,382
Construction in progress	84,631	853,014	937,645
Accumulated depreciation	<u>(2,442,015)</u>	<u>(207,444)</u>	<u>(2,649,459)</u>
Total noncurrent assets	<u>5,978,958</u>	<u>992,320</u>	<u>6,971,278</u>
Total assets	<u>\$ 8,502,309</u>	<u>\$ 4,967,705</u>	<u>\$ 13,470,014</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	\$ 7,216	\$ -	\$ 7,216
Deferred outflows related to OPEB	8,620	16,558	25,178
Total deferred outflows of resources	<u>\$ 15,836</u>	<u>\$ 16,558</u>	<u>\$ 32,394</u>
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 319,173	\$ 32,905	\$ 352,078
Accrued liabilities	15,548	55,741	71,289
Deposits	25,005	-	25,005
Compensated absences	3,366	12,889	16,255
Total current liabilities	<u>363,092</u>	<u>101,535</u>	<u>464,627</u>
Noncurrent liabilities:			
Compensated absences	13,466	51,557	65,023
Net pension liability	66,857	-	66,857
Total OPEB liability	<u>45,512</u>	<u>87,418</u>	<u>132,930</u>
Total noncurrent liabilities	<u>125,835</u>	<u>138,975</u>	<u>264,810</u>
Total liabilities	<u>\$ 488,927</u>	<u>\$ 240,510</u>	<u>\$ 729,437</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to OPEB	<u>\$ 3,235</u>	<u>\$ 6,215</u>	<u>\$ 9,450</u>
NET POSITION			
Net investment in capital assets	\$ 5,835,884	\$ 955,055	\$ 6,790,939
Restricted for:			
Building code enforcement	-	37,265	37,265
Unrestricted	<u>2,190,099</u>	<u>3,745,218</u>	<u>5,935,317</u>
Total net position	<u>\$ 8,025,983</u>	<u>\$ 4,737,538</u>	<u>\$ 12,763,521</u>

CITY OF DELAND, FLORIDA
COMBINING STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION
NONMAJOR PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	<u>Stormwater</u>	<u>Permits & Inspections</u>	<u>Total</u>
Operating revenues			
Charges for services	\$ 1,836,204	\$ 1,642,958	\$ 3,479,162
Total operating revenues	<u>1,836,204</u>	<u>1,642,958</u>	<u>3,479,162</u>
Operating expenses			
Personal services	465,679	1,261,985	1,727,664
Contractual services	132,751	2,496	135,247
Repairs and maintenance	31,063	1,580	32,643
Supplies	35,987	19,080	55,067
Utilities	13,289	-	13,289
Other expenses	47,835	23,570	71,405
Services provided by general government	249,526	566,954	816,480
Depreciation	344,851	37,886	382,737
Total operating expenses	<u>1,320,981</u>	<u>1,913,551</u>	<u>3,234,532</u>
Operating income (loss)	<u>515,223</u>	<u>(270,593)</u>	<u>244,630</u>
Nonoperating revenues (expenses)			
Interest earnings	24,496	37,451	61,947
Loss on disposal of fixed assets	(181,897)	(19,447)	(201,344)
Other income (expense)	5,941	49,695	55,636
Total nonoperating revenues (expenses)	<u>(151,460)</u>	<u>67,699</u>	<u>(83,761)</u>
Income (loss) before contributions and transfers	<u>363,763</u>	<u>(202,894)</u>	<u>160,869</u>
Transfers out	(46,886)	(77,162)	(124,048)
Change in net position	<u>316,877</u>	<u>(280,056)</u>	<u>36,821</u>
Net position, beginning of year	7,709,106	5,017,594	12,726,700
Net position, end of year	<u>\$ 8,025,983</u>	<u>\$ 4,737,538</u>	<u>\$ 12,763,521</u>

**CITY OF DELAND, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	<u>Stormwater</u>	<u>Permits & Inspections</u>	<u>Total</u>
Cash flows from operating activities			
Cash received from customers	\$ 1,850,498	\$ 1,649,208	\$ 3,499,706
Cash paid to employees	(446,006)	(1,239,543)	(1,685,549)
Cash paid to suppliers	(225,026)	(688,992)	(914,018)
Other receipts	5,941	49,695	55,636
Net cash provided by (used in) operating activities	<u>1,185,407</u>	<u>(229,632)</u>	<u>955,775</u>
Cash flows from noncapital financing activities			
Interfund transfers out	(46,886)	(77,162)	(124,048)
Net cash provided by (used in) noncapital financing activities	<u>(46,886)</u>	<u>(77,162)</u>	<u>(124,048)</u>
Cash flows from capital and related financing activities			
Acquisition and construction of capital assets	(616,150)	(238,704)	(854,854)
Net cash provided by (used in) capital and related financing activities	<u>(616,150)</u>	<u>(238,704)</u>	<u>(854,854)</u>
Cash flows from investing activities			
Interest received	24,496	37,451	61,947
Sales of investments	168,520	261,802	430,322
Net cash provided by (used in) investing activities	<u>193,016</u>	<u>299,253</u>	<u>492,269</u>
Net increase (decrease) in cash and cash equivalents	<u>715,387</u>	<u>(246,245)</u>	<u>469,142</u>
Cash and cash equivalents, beginning of year	615,307	2,677,889	3,293,196
Cash and cash equivalents, end of year	<u>\$ 1,330,694</u>	<u>\$ 2,431,644</u>	<u>\$ 3,762,338</u>
Reconciliation of operating income to net cash provided by operating activities:			
Operating income (loss)	\$ 515,223	\$ (270,593)	\$ 244,630
Adjustments to reconcile net operating income to net cash provided by (used in) operating activities:			
Depreciation	344,851	37,886	382,737
Other income (expense)	5,941	49,695	55,636
Changes in assets and liabilities:			
Accounts and liens receivable	14,294	6,250	20,544
Inventories and prepaids	-	5,914	5,914
Accounts payable and accrued liabilities	285,425	(81,226)	204,199
Compensated absences	1,241	5,204	6,445
Net pension liability	4,952	(8,418)	(3,466)
Total OPEB liability	13,480	25,656	39,136
Net cash provided by (used in) operating activities	<u>\$ 1,185,407</u>	<u>\$ (229,632)</u>	<u>\$ 955,775</u>
Cash and cash equivalents classified as:			
Unrestricted	\$ 1,330,694	\$ 2,394,379	\$ 3,725,073
Restricted	-	37,265	37,265
Total cash and cash equivalents	<u>\$ 1,330,694</u>	<u>\$ 2,431,644</u>	<u>\$ 3,762,338</u>

**CITY OF DELAND, FLORIDA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2020**

	<u>Workers' Compensation Self-Insurance</u>	<u>Health Insurance Cost Containment</u>	<u>Total</u>
ASSETS			
Current assets:			
Equity in pooled cash	\$ 1,774,164	\$ 150,961	\$ 1,925,125
Investments	964,498	-	964,498
Accounts receivable, net	1,479	-	1,479
Total current assets	<u>2,740,141</u>	<u>150,961</u>	<u>2,891,102</u>
Noncurrent assets:			
Capital assets:			
Equipment	-	25,638	25,638
Accumulated depreciation	-	(25,638)	(25,638)
Total noncurrent assets	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 2,740,141</u>	<u>\$ 150,961</u>	<u>\$ 2,891,102</u>
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 43,742	\$ 64,649	\$ 108,391
Estimated claims payable	843,000	-	843,000
Total liabilities	<u>\$ 886,742</u>	<u>\$ 64,649</u>	<u>\$ 951,391</u>
NET POSITION			
Unrestricted	<u>\$ 1,853,399</u>	<u>\$ 86,312</u>	<u>\$ 1,939,711</u>
Total net position	<u>\$ 1,853,399</u>	<u>\$ 86,312</u>	<u>\$ 1,939,711</u>

CITY OF DELAND, FLORIDA
COMBINING STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Workers' Compensation Self-Insurance	Health Insurance Cost Containment	Total
Operating revenues			
Charges for services	\$ 775,480	\$ 569,635	\$ 1,345,115
Total operating revenues	<u>775,480</u>	<u>569,635</u>	<u>1,345,115</u>
Operating expenses			
Personal services	308,513	-	308,513
Contractual services	48,355	410,080	458,435
Supplies	272,733	106,785	379,518
Services provided by general government	64,000	32,205	96,205
Total operating expenses	<u>693,601</u>	<u>549,070</u>	<u>1,242,671</u>
Operating income (loss)	<u>81,879</u>	<u>20,565</u>	<u>102,444</u>
Nonoperating revenues (expenses)			
Interest earnings	21,928	446	22,374
Other income (expense)	161,138	-	161,138
Total nonoperating revenues (expenses)	<u>183,066</u>	<u>446</u>	<u>183,512</u>
Change in net position	<u>264,945</u>	<u>21,011</u>	<u>285,956</u>
Net position, beginning of year	1,588,454	65,301	1,653,755
Net position, end of year	<u>\$ 1,853,399</u>	<u>\$ 86,312</u>	<u>\$ 1,939,711</u>

**CITY OF DELAND, FLORIDA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	Workers' Compensation Self-Insurance	Health Insurance Cost Containment	Total
Cash flows from operating activities			
Cash received from customers	\$ 779,301	\$ 569,635	\$ 1,348,936
Cash paid to employees	(308,513)	-	(308,513)
Cash paid to suppliers	(381,622)	(523,071)	(904,693)
Other receipts	161,138	-	161,138
Net cash provided by (used in) operating activities	<u>250,304</u>	<u>46,564</u>	<u>296,868</u>
Cash flows from investing activities			
Interest received	21,928	446	22,374
Sales of investments	160,050	-	160,050
Net cash provided by (used in) investing activities	<u>181,978</u>	<u>446</u>	<u>182,424</u>
Net increase (decrease) in cash and cash equivalents	<u>432,282</u>	<u>47,010</u>	<u>479,292</u>
Cash and cash equivalents, beginning of year	1,341,882	103,951	1,445,833
Cash and cash equivalents, end of year	<u>\$ 1,774,164</u>	<u>\$ 150,961</u>	<u>\$ 1,925,125</u>
Reconciliation of operating income (loss) to net cash provided by operating activities:			
Operating income (loss)	\$ 81,879	\$ 20,565	\$ 102,444
Adjustments to reconcile net operating income to net cash provided by operating activities:			
Other income (expense)	161,138	-	161,138
Changes in assets and liabilities:			
Accounts and liens receivable	3,821	-	3,821
Accounts payable and accrued liabilities	(117,534)	25,999	(91,535)
Estimated claims payable	121,000	-	121,000
Net cash provided by (used in) operating activities	<u>\$ 250,304</u>	<u>\$ 46,564</u>	<u>\$ 296,868</u>
Cash and cash equivalents classified as:			
Unrestricted	<u>\$ 1,774,164</u>	<u>\$ 150,961</u>	<u>\$ 1,925,125</u>
Total cash and cash equivalents	<u>\$ 1,774,164</u>	<u>\$ 150,961</u>	<u>\$ 1,925,125</u>

Statistical Section

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

<u>Contents</u>	<u>Page</u>
Financial Trends	103
These schedules contain trend information to help the reader understand how the City’s financial performance and well-being have changed over time.	
Revenue Capacity	116
These schedules contain information to help the reader assess the factors affecting the City’s local revenue sources, property taxes, and charges for water and sewer.	
Debt Capacity	123
These schedules present information to help the reader assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future.	
Demographic and Economic Information	131
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City’s financial activities take place and help make comparisons over time and with other governments.	
Operating Information	134
These schedules contain information about the City’s operations and resources to help the reader understand how the City’s financial information relates to the services the City provides and the activities it performs.	

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

**SCHEDULE 1
CITY OF DELAND, FLORIDA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
SEPTEMBER 30, 2020**

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Governmental Activities										
Net Investment in Capital Assets	\$ 59,237,357	\$ 55,509,924	\$ 59,373,684	\$ 58,789,111	\$ 59,050,328	\$ 57,882,181	\$ 58,961,301	\$ 52,599,391	\$ 52,875,861	\$ 51,803,161
Restricted	5,370,340	4,994,377	6,201,219	2,043,875	1,703,196	2,113,624	1,740,191	2,935,465	644,627	539,944
Unrestricted	10,243,021	7,885,467	(624,828)	1,303,444	(243,032)	(1,240,699)	5,489,293	11,716,811	11,904,628	10,995,431
Total Governmental Activities Net Position	<u>\$ 74,850,718</u>	<u>\$ 68,389,768</u>	<u>\$ 64,950,075</u>	<u>\$ 62,136,430</u>	<u>\$ 60,510,492</u>	<u>\$ 58,755,106</u>	<u>\$ 66,190,785</u>	<u>\$ 67,251,667</u>	<u>\$ 65,425,116</u>	<u>\$ 63,338,536</u>
Business-Type Activities										
Net Investment in Capital Assets	\$ 137,553,643	\$ 133,199,673	\$ 125,348,283	\$ 119,327,324	\$ 117,611,598	\$ 102,307,722	\$ 93,573,815	\$ 88,094,151	\$ 79,382,367	\$ 77,312,388
Restricted	11,086,412	12,161,270	11,226,462	8,842,005	7,396,580	8,562,139	8,394,089	6,778,843	6,997,058	7,063,016
Unrestricted	46,832,657	41,619,889	37,793,395	32,695,992	24,695,463	24,334,434	18,510,739	13,429,194	13,953,617	8,551,786
Total Business-Type Activities Net Position	<u>\$ 195,472,712</u>	<u>\$ 186,980,832</u>	<u>\$ 174,368,140</u>	<u>\$ 160,865,321</u>	<u>\$ 149,703,641</u>	<u>\$ 135,204,295</u>	<u>\$ 120,478,643</u>	<u>\$ 108,302,188</u>	<u>\$ 100,333,042</u>	<u>\$ 92,927,190</u>
Primary Government										
Net Investment in Capital Assets	\$ 196,791,000	\$ 188,709,597	\$ 184,721,967	\$ 178,116,435	\$ 176,661,926	\$ 160,189,903	\$ 152,535,116	\$ 140,693,542	\$ 132,258,228	\$ 129,115,549
Restricted	16,456,752	17,155,647	17,427,681	10,885,880	9,099,776	10,675,763	10,134,280	9,714,308	7,641,685	7,602,960
Unrestricted	57,075,678	49,505,356	37,168,567	33,999,436	24,452,431	23,093,735	24,000,032	25,146,005	25,858,245	19,547,217
Total Primary Government Net Position	<u>\$ 270,323,430</u>	<u>\$ 255,370,600</u>	<u>\$ 239,318,215</u>	<u>\$ 223,001,751</u>	<u>\$ 210,214,133</u>	<u>\$ 193,959,401</u>	<u>\$ 186,669,428</u>	<u>\$ 175,553,855</u>	<u>\$ 165,758,158</u>	<u>\$ 156,265,726</u>

Notes: In 2015, the City implemented GASB Statement No. 68.
In 2017, the City implemented GASB Statement No. 75.

Source: City of DeLand Finance Department

**SCHEDULE 2
CITY OF DELAND, FLORIDA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
SEPTEMBER 30, 2020**

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Expenses										
Governmental Activities:										
General Government	\$ 4,546,548	\$ 4,643,641	\$ 5,111,275	\$ 4,751,846	\$ 3,419,165	\$ 3,329,161	\$ 3,679,877	\$ 3,511,308	\$ 3,322,617	\$ 3,343,835
Community Development	1,147,242	1,193,010	1,148,074	1,208,826	1,351,464	1,025,381	971,635	894,474	948,743	956,267
Public Safety	15,768,310	14,673,283	13,778,762	13,321,468	12,666,686	11,243,748	11,915,346	11,287,460	10,992,229	11,088,042
Public Works	4,543,162	4,205,124	4,199,861	3,982,863	3,836,050	3,688,510	3,665,166	3,488,878	3,449,017	3,579,605
Parks and Recreation	3,717,491	3,749,298	3,541,819	3,310,729	3,216,746	3,200,031	2,859,126	1,961,621	2,334,575	2,240,945
Community Redevelopment	512,328	498,518	485,934	409,132	335,276	315,734	346,598	341,938	388,015	324,158
Interest on Long-Term Debt	487,208	370,179	336,113	226,139	319,198	305,935	370,990	378,590	427,594	516,740
Total Governmental Activities Expenses	30,722,289	29,333,053	28,601,838	27,211,003	25,144,585	23,108,500	23,808,738	21,864,269	21,862,790	22,049,592
Business-Type Activities:										
Water and Sewer	16,367,441	15,061,368	14,326,231	13,657,258	12,383,092	11,475,879	11,686,141	11,526,708	10,658,322	10,915,705
Municipal Airport	2,178,261	1,884,546	1,868,607	1,778,983	1,892,178	1,256,071	1,145,907	1,097,340	1,185,011	1,301,099
Refuse Collection	3,889,371	3,756,562	3,701,927	2,747,292	2,617,440	2,545,278	2,482,663	2,443,228	2,462,149	2,499,889
Stormwater	1,502,878	1,314,260	1,277,090	1,023,798	1,009,010	955,295	927,201	842,115	851,418	949,669
Permits & Inspection	1,932,998	1,575,056	1,272,970	1,126,930	961,484	844,808	839,568	806,709	811,942	817,438
Total Business-Type Activities Expenses	25,870,949	23,591,792	22,446,825	20,334,261	18,863,204	17,077,331	17,081,480	16,716,100	15,968,842	16,483,800
Total Primary Government Expenses	\$ 56,593,238	\$ 52,924,845	\$ 51,048,663	\$ 47,545,264	\$ 44,007,789	\$ 40,185,831	\$ 40,890,218	\$ 38,580,369	\$ 37,831,632	\$ 38,533,392
Program Revenues										
Governmental Activities:										
Charges for Services:										
General Government	398,938	244,790	262,048	292,682	362,097	293,120	469,434	-	-	-
Community Development	569,016	332,493	99,842	434,755	502,875	382,764	311,288	363,729	288,986	296,746
Public Safety	317,112	283,187	301,899	230,035	281,917	240,336	233,682	208,501	260,703	269,698
Public Works	326,879	103,757	153,930	389,989	92,037	64,127	75,775	24,397	40,550	4,266
Parks and Recreation	390,797	442,062	429,254	455,529	443,317	342,041	211,678	220,906	224,050	203,452
Community Redevelopment	111,183	121,948	109,389	89,074	90,359	50,611	49,224	47,855	46,434	22,692
Operating Grants and Contributions	2,589,259	1,177,384	2,512,611	1,974,871	760,300	696,543	613,287	255,850	1,036,104	665,202
Capital Grants and Contributions	3,080,627	1,709,812	2,195,510	1,551,290	2,027,153	799,416	970,695	2,097,753	1,058,211	546,796
Total Governmental Activities Program Revenues	7,783,811	4,415,433	6,064,483	5,418,225	4,560,055	2,868,958	2,935,063	3,218,991	2,955,038	2,008,852
Business-Type Activities:										
Charges for Services:										
Water and Sewer	23,293,753	22,153,910	21,767,733	20,975,133	20,015,885	19,232,847	17,970,110	17,270,949	16,349,006	15,974,824
Municipal Airport	1,626,536	1,590,383	1,551,891	1,450,275	1,325,366	1,257,163	1,241,198	1,224,339	1,207,610	1,180,207
Refuse Collection	3,977,052	3,857,280	3,804,313	2,821,303	2,694,525	2,621,219	2,550,885	2,516,940	2,507,673	2,570,415
Stormwater	1,836,204	1,737,025	1,668,908	1,580,931	1,513,418	1,450,706	1,421,263	1,343,634	1,289,195	1,260,279
Permits & Inspection	1,642,958	1,761,249	2,068,247	1,816,362	1,953,127	1,567,935	1,516,064	1,285,000	816,936	603,641
Operating Grants and Contributions	-	-	-	-	-	18,870	233,608	281,917	-	-
Capital Grants and Contributions	4,015,280	6,691,118	7,483,770	4,432,890	7,192,210	7,908,776	6,205,510	2,258,642	2,375,913	1,280,442
Total Business-Type Activities Program Revenues	36,391,783	37,790,965	38,344,862	33,076,894	34,694,531	34,057,516	31,138,638	26,181,421	24,546,333	22,869,808
Total Primary Government Program Revenues	\$ 44,175,594	\$ 42,206,398	\$ 44,409,345	\$ 38,495,119	\$ 39,254,586	\$ 36,926,474	\$ 34,073,701	\$ 29,400,412	\$ 27,501,371	\$ 24,878,660

(Continued on next page)

**SCHEDULE 2
CITY OF DELAND, FLORIDA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
SEPTEMBER 30, 2020
(Continued)**

	Fiscal Year									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Net (Expense) Revenue										
Governmental Activities	\$ (22,938,478)	\$ (24,917,620)	\$ (22,537,355)	\$ (21,792,778)	\$ (20,584,530)	\$ (20,239,542)	\$ (20,873,675)	\$ (18,645,278)	\$ (18,907,752)	\$ (20,040,740)
Business-Type Activities	10,520,834	14,199,173	15,898,037	12,742,633	15,831,327	16,980,185	14,057,158	9,465,321	8,577,491	6,386,008
Total Primary Government Net Expense	<u>\$ (12,417,644)</u>	<u>\$ (10,718,447)</u>	<u>\$ (6,639,318)</u>	<u>\$ (9,050,145)</u>	<u>\$ (4,753,203)</u>	<u>\$ (3,259,357)</u>	<u>\$ (6,816,517)</u>	<u>\$ (9,179,957)</u>	<u>\$ (10,330,261)</u>	<u>\$ (13,654,732)</u>
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes										
Property Taxes	\$ 13,055,677	\$ 12,154,023	\$ 11,535,511	\$ 10,144,219	\$ 9,504,219	\$ 8,926,793	\$ 8,466,489	\$ 8,077,322	\$ 8,048,262	\$ 7,966,651
Sales and Use Taxes	1,927,443	1,913,605	1,856,486	1,706,385	1,601,790	1,479,995	1,339,684	867,109	873,618	883,909
Franchise Taxes	3,268,543	3,365,033	3,149,547	2,819,863	2,790,527	2,946,925	2,828,154	2,618,664	2,718,382	2,893,301
Public Service Taxes	5,398,634	5,181,391	4,921,111	4,686,649	4,663,287	4,564,033	4,550,177	4,477,025	4,209,090	4,445,508
Casualty & Fire Insurance Premium Taxes	485,728	462,045	435,246	388,392	398,556	365,737	352,523	-	-	-
Intergovernmental Revenues	1,336,795	1,415,036	1,327,369	1,236,852	1,127,268	1,068,729	948,638	2,143,875	1,967,168	1,866,957
Investment Earnings	323,667	482,358	123,471	47,515	59,239	141,094	95,686	(2,642)	204,322	162,012
Miscellaneous Revenues	395,525	269,847	488,417	249,329	215,782	446,394	511,067	612,879	605,896	534,774
Transfers	3,207,416	3,113,975	2,296,994	2,139,512	1,979,248	1,823,738	1,814,695	1,623,653	1,438,406	1,398,865
Total Governmental Activities	<u>29,399,428</u>	<u>28,357,313</u>	<u>26,134,152</u>	<u>23,418,716</u>	<u>22,339,916</u>	<u>21,763,438</u>	<u>20,907,113</u>	<u>20,417,885</u>	<u>20,065,144</u>	<u>20,151,977</u>
Business-Type Activities:										
Investment Earnings	549,639	1,298,843	172,826	149,939	288,991	308,618	166,548	(3,117)	126,189	153,384
Miscellaneous Revenues	628,823	228,651	281,429	408,620	358,276	321,754	235,711	169,710	140,578	133,164
Transfers	(3,207,416)	(3,113,975)	(2,296,994)	(2,139,512)	(1,979,248)	(1,823,738)	(1,814,695)	(1,623,653)	(1,438,406)	(1,398,865)
Total Business-Type Activities	<u>(2,028,954)</u>	<u>(1,586,481)</u>	<u>(1,842,739)</u>	<u>(1,580,953)</u>	<u>(1,331,981)</u>	<u>(1,193,366)</u>	<u>(1,412,436)</u>	<u>(1,457,060)</u>	<u>(1,171,639)</u>	<u>(1,112,317)</u>
Total Primary Government	<u>\$ 27,370,474</u>	<u>\$ 26,770,832</u>	<u>\$ 24,291,413</u>	<u>\$ 21,837,763</u>	<u>\$ 21,007,935</u>	<u>\$ 20,570,072</u>	<u>\$ 19,494,677</u>	<u>\$ 18,960,825</u>	<u>\$ 18,893,505</u>	<u>\$ 19,039,660</u>
Change in Net Position										
Governmental Activities	\$ 6,460,950	\$ 3,439,693	\$ 3,596,797	\$ 1,625,938	\$ 1,755,386	\$ 1,523,896	\$ 33,438	\$ 1,772,607	\$ 1,157,392	\$ 111,237
Business-Type Activities	8,491,880	12,612,692	14,055,298	11,161,680	14,499,346	15,786,819	12,644,722	8,008,261	7,405,852	5,273,691
Total Primary Government	<u>\$ 14,952,830</u>	<u>\$ 16,052,385</u>	<u>\$ 17,652,095</u>	<u>\$ 12,787,618</u>	<u>\$ 16,254,732</u>	<u>\$ 17,310,715</u>	<u>\$ 12,678,160</u>	<u>\$ 9,780,868</u>	<u>\$ 8,563,244</u>	<u>\$ 5,384,928</u>

Source: City of DeLand Finance Department

**SCHEDULE 3
CITY OF DELAND, FLORIDA
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
SEPTEMBER 30, 2020**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
General Fund										
Nonspendable	\$ 2,204,127	\$ 2,361,663	\$ 2,064,934	\$ 42,573	\$ 300,217	\$ 42,861	\$ 53,020	\$ 45,519	\$ 785,323	\$ 902,234
Restricted	936,069	872,144	1,281,800	786,430	72,435	66,905	72,043	122,700	131,893	113,764
Committed	443,212	291,786	682,840	572,078	229,752	189,017	148,078	35,133	35,133	35,133
Assigned	14,042,756	10,738,786	7,139,069	5,542,623	4,564,992	3,496,438	3,362,210	5,898,754	6,449,621	6,237,750
Unassigned	5,877,709	6,025,159	5,781,603	5,003,576	4,589,826	4,986,250	4,068,361	2,745,163	4,914,062	4,000,239
Total General Fund	<u>\$ 23,503,873</u>	<u>\$ 20,289,538</u>	<u>\$ 16,950,246</u>	<u>\$ 11,947,280</u>	<u>\$ 9,757,222</u>	<u>\$ 8,781,471</u>	<u>\$ 7,703,712</u>	<u>\$ 8,847,269</u>	<u>\$ 12,316,032</u>	<u>\$ 11,289,120</u>
All Other Governmental Funds										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ 78,546	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	11,941,181	11,125,433	2,919,419	1,597,798	1,220,728	1,586,719	1,168,360	2,821,876	512,734	426,180
Committed	-	-	-	-	-	-	-	-	3,463	10,463
Assigned	-	-	-	-	-	-	-	813,893	970,143	1,105,084
Unassigned	-	-	-	-	(8,281)	-	-	(182,187)	(431,941)	-
Total All Other Governmental Funds	<u>\$ 11,941,181</u>	<u>\$ 11,125,433</u>	<u>\$ 2,919,419</u>	<u>\$ 1,597,798</u>	<u>\$ 1,290,993</u>	<u>\$ 1,586,719</u>	<u>\$ 1,168,360</u>	<u>\$ 3,453,582</u>	<u>\$ 1,054,399</u>	<u>\$ 1,541,727</u>

Source: City of DeLand Finance Department

**SCHEDULE 4
CITY OF DELAND, FLORIDA
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
SEPTEMBER 30, 2020**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Revenues										
Taxes	\$ 22,891,920	\$ 21,806,540	\$ 20,690,079	\$ 18,656,345	\$ 17,777,760	\$ 17,342,239	\$ 16,711,742	\$ 16,051,324	\$ 15,842,662	\$ 16,237,818
Licenses and Permits	319,860	283,152	285,409	290,652	293,923	288,611	286,402	290,365	295,368	293,744
Intergovernmental & State Grants	6,583,034	4,648,238	5,169,302	4,897,385	3,725,591	3,131,748	3,492,712	4,460,081	4,109,124	2,847,496
Charges for Services	1,166,640	998,049	879,677	1,041,689	768,562	589,360	423,665	435,404	416,464	346,474
Charges for General Government	1,985,134	1,756,431	1,663,192	1,517,509	1,332,719	1,107,210	1,044,808	970,019	1,008,976	1,031,811
Fines and Forfeitures	106,771	97,643	117,382	120,646	174,460	151,297	122,356	139,619	148,891	156,636
Impact Fees	1,374,709	806,696	1,115,106	747,459	772,430	424,795	207,531	1,856	3,632	174,249
Miscellaneous	1,350,176	1,005,718	802,534	1,255,724	659,944	642,871	681,159	600,198	798,694	697,965
Total Revenues	<u>35,778,244</u>	<u>31,402,467</u>	<u>30,722,681</u>	<u>28,527,409</u>	<u>25,505,389</u>	<u>23,678,131</u>	<u>22,970,375</u>	<u>22,948,866</u>	<u>22,623,811</u>	<u>21,786,193</u>
Expenditures										
General Government	5,966,440	5,575,414	6,253,537	5,783,932	4,357,749	4,096,328	4,021,248	3,587,348	3,414,518	3,562,522
Community Development	989,090	1,077,116	1,032,877	1,085,804	1,054,415	941,013	891,921	804,276	820,533	840,621
Public Safety	14,173,630	14,110,501	13,123,623	12,396,127	11,991,463	11,529,649	11,315,216	10,652,542	10,396,485	10,503,304
Public Works	3,525,760	3,440,091	3,394,305	3,230,408	3,115,081	2,973,423	2,863,762	2,552,734	2,555,943	2,686,465
Parks and Recreation	2,846,607	2,944,785	2,711,022	2,526,081	2,447,690	2,382,590	2,179,249	1,884,809	1,852,070	1,891,071
Downtown Community Redevelopment	398,426	422,543	386,572	319,284	452,448	190,675	215,805	201,673	292,576	210,297
Spring Hill Community Redevelopment	-	-	-	-	-	31,577	38,967	69,215	39,362	57,783
Governmental Impact Fees	-	-	-	-	-	-	-	-	-	187,115
Grant & Special Revenue	-	-	-	-	-	-	-	334,946	794,021	439,734
Contingent Expenditures	-	-	4,387	8,258	4,545	-	-	55,265	5,952	1,438
Capital Outlay	6,606,685	3,490,574	3,407,684	1,520,599	2,092,615	698,999	4,698,411	7,407,606	2,249,806	1,173,993
Debt Service:										
Principal	1,558,386	1,500,224	1,068,415	1,030,165	992,909	1,932,324	1,593,811	1,028,538	1,139,650	3,053,782
Interest	451,245	379,888	290,866	269,400	295,697	330,155	395,459	394,544	388,093	540,655
Total Expenditures	<u>36,516,269</u>	<u>32,941,136</u>	<u>31,673,288</u>	<u>28,170,058</u>	<u>26,804,612</u>	<u>25,106,733</u>	<u>28,213,849</u>	<u>28,973,496</u>	<u>23,949,009</u>	<u>25,148,780</u>
Excess of Revenues Over (Under)	(738,025)	(1,538,669)	(950,607)	357,351	(1,299,223)	(1,428,602)	(5,243,474)	(6,024,630)	(1,325,198)	(3,362,587)
Other Financing Sources (Uses):										
Donations from Private Sources	-	-	-	-	-	-	-	-	36,006	40,000
Capital leases and notes payable	1,560,692	9,970,000	4,978,200	-	-	925,000	-	3,623,000	-	1,242,715
Transfers In	7,103,453	4,988,655	6,346,352	3,457,785	3,493,233	2,276,517	3,269,259	5,840,384	2,466,763	2,168,704
Transfers Out	(3,896,037)	(1,874,680)	(4,049,358)	(1,318,273)	(1,513,985)	(452,779)	(1,454,564)	(4,216,731)	(1,045,936)	(769,839)
Total Other Financing Sources (Uses)	<u>4,768,108</u>	<u>13,083,975</u>	<u>7,275,194</u>	<u>2,139,512</u>	<u>1,979,248</u>	<u>2,748,738</u>	<u>1,814,695</u>	<u>5,246,653</u>	<u>1,456,833</u>	<u>2,681,580</u>
Net Change in Fund	<u>\$ 4,030,083</u>	<u>\$ 11,545,306</u>	<u>\$ 6,324,587</u>	<u>\$ 2,496,863</u>	<u>\$ 680,025</u>	<u>\$ 1,320,136</u>	<u>\$ (3,428,779)</u>	<u>\$ (777,977)</u>	<u>\$ 131,635</u>	<u>\$ (681,007)</u>
Debt Service as a Percentage of Noncapital Expenditures	6.72%	6.38%	4.81%	4.88%	5.21%	9.27%	8.46%	6.60%	7.04%	14.99%

Source: City of DeLand Finance Department

**SCHEDULE 5
CITY OF DELAND, FLORIDA
GENERAL GOVERNMENTAL REVENUES AND OTHER SOURCES BY FUNCTION
LAST TEN FISCAL YEARS
SEPTEMBER 30, 2020**

General Fund																			
Fiscal Year	Total	Taxes		Licenses and Permits		Intergovernmental Revenues		Charges for Services		Charges for General Gov't Services		Fines and Forfeitures		Impact Fees		Miscellaneous Revenue (1)	Other Financing Sources (2)		
2020	33,500,906	21,544,953	64%	319,860	1%	4,902,167	15%	1,108,112	3%	1,985,134	6%	81,541	-%	-	-%	949,270	3%	2,609,869	8%
2019	32,786,263	21,098,162	64%	283,152	1%	3,807,001	12%	941,091	3%	1,756,431	5%	92,398	-%	-	-%	850,144	3%	3,957,884	12%
2018	35,911,000	19,961,465	55%	285,409	1%	5,006,107	14%	824,539	2%	1,663,192	5%	103,520	-%	-	-%	659,688	2%	7,407,080	21%
2017	28,788,808	18,031,637	63%	290,652	1%	4,307,054	15%	988,518	4%	1,517,509	5%	113,737	-%	-	-%	1,236,982	4%	2,302,719	8%
2016	25,676,572	17,305,713	67%	293,923	1%	2,947,405	11%	716,700	3%	1,332,719	5%	118,183	1%	-	-%	642,791	3%	2,319,138	9%
2015	25,142,492	16,909,234	67%	288,611	1%	2,754,037	11%	589,360	2%	1,107,210	4%	115,933	1%	-	-%	629,369	3%	2,748,738	11%
2014	23,231,802	16,316,336	70%	286,402	1%	2,571,933	11%	423,665	2%	1,044,808	4%	108,251	1%	-	-%	665,712	3%	1,814,695	8%
2013	21,915,314	15,651,444	71%	290,365	1%	2,286,426	11%	387,549	2%	970,019	4%	115,747	1%	-	-%	590,111	3%	1,623,653	7%
2012	22,214,352	15,416,867	69%	295,368	1%	2,759,577	12%	370,030	2%	1,008,976	5%	127,076	1%	-	-%	775,631	3%	1,460,827	7%
2011	23,181,348	15,789,650	68%	293,744	1%	2,283,486	10%	323,782	1%	1,031,811	4%	134,561	1%	-	-%	656,239	3%	2,668,075	12%

Combined Special Revenue and Capital Projects Funds																			
Fiscal Year	Total	Taxes		Licenses and Permits		Intergovernmental Revenues		Charges for Services		Charges for General Gov't Services		Fines and Forfeitures		Impact Fees		Miscellaneous Revenue (1)	Other Financing Sources (2)		
2020	10,941,483	1,346,967	12%	-	-%	1,680,867	15%	58,528	1%	-	-%	25,230	-%	1,374,709	13%	400,906	4%	6,054,276	55%
2019	13,574,859	708,378	5%	-	-%	841,237	6%	56,958	1%	-	-%	5,245	-%	806,696	6%	155,574	1%	11,000,771	81%
2018	6,136,233	728,614	12%	-	-%	163,195	3%	55,138	1%	-	-%	13,862	-%	1,115,106	18%	142,846	2%	3,917,472	64%
2017	3,196,386	624,708	20%	-	-%	590,331	18%	53,171	2%	-	-%	6,909	-%	747,459	23%	18,742	1%	1,155,066	36%
2016	3,322,050	472,047	14%	-	-%	778,186	23%	51,862	2%	-	-%	56,277	2%	772,430	23%	17,153	1%	1,174,095	35%
2015	1,737,156	433,005	25%	-	-%	327,100	19%	50,611	3%	-	-%	35,364	2%	424,795	24%	13,502	1%	452,779	26%
2014	3,007,832	395,406	13%	-	-%	871,555	29%	49,224	2%	-	-%	14,105	-%	207,531	7%	15,447	1%	1,454,564	48%
2013	10,496,936	399,880	4%	-	-%	2,173,655	21%	47,855	-%	-	-%	23,872	-%	1,856	-%	10,087	-%	7,839,731	75%
2012	2,929,807	425,795	14%	-	-%	1,349,547	46%	46,434	2%	-	-%	21,815	1%	3,632	-%	59,069	2%	1,023,515	35%
2011	2,056,264	448,168	22%	-	-%	564,010	27%	22,692	1%	-	-%	22,075	1%	174,249	9%	41,726	2%	783,344	38%

(1) Miscellaneous revenue encompasses miscellaneous revenues, rentals and interest on investments per the incorporation of the Uniform Accounting System for Units of Local Governments in the State of Florida.

(2) Other financing sources Includes proceeds from issuance of long-term debt and transfers in.

Source: City of DeLand Finance Department

**SCHEDULE 6
CITY OF DELAND, FLORIDA
TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
SEPTEMBER 30, 2020**

Fiscal Year	Property	Local Option Gas (6 cents)	Local Option Gas (5 cents)	Franchise and Utilities	Fire Insurance Premium	Casualty Insurance Premium	Total
2020	13,055,677	381,481	283,807	8,667,177	192,072	293,656	22,873,869
2019	12,154,023	360,122	266,940	8,546,424	183,517	278,528	21,789,553
2018	11,535,511	361,757	269,850	8,070,658	182,754	252,492	20,673,022
2017	10,144,219	351,605	265,617	7,506,512	170,857	217,535	18,656,345
2016	9,338,390	336,733	250,267	7,453,814	186,330	212,226	17,777,760
2015	8,926,793	309,416	229,335	7,510,958	185,435	180,302	17,342,239
2014	8,466,489	294,389	220,010	7,378,331	185,269	167,254	16,711,742
2013	8,088,526	296,836	222,971	7,095,689	180,246	167,056	16,051,324
2012	8,041,572	297,566	222,831	6,927,472	186,963	166,258	15,842,662
2011	8,015,100	296,047	220,694	7,338,809	193,027	174,141	16,237,818
Percent Change 2011 - 2020	62.9%	28.9%	28.6%	18.1%	-0.5%	68.6%	40.9%

Source: City of DeLand Finance Department

**SCHEDULE 7
CITY OF DELAND, FLORIDA
FRANCHISE AND UTILITIES SERVICE TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
SEPTEMBER 30, 2020**

Fiscal Year Ended	Total Tax	Electric Utilities	Communications Tax	Water Utilities	Gas Utilities	Electric Franchise Fees	Gas Franchise Fees	Solid Waste Franchise Fees
2020	8,667,177	3,476,815	916,954	781,159	223,707	2,734,809	91,483	442,251
2019	8,546,424	3,338,974	897,026	727,632	217,759	2,838,367	109,356	417,310
2018	8,070,658	3,031,105	966,449	681,615	241,942	2,624,285	108,430	416,832
2017	7,506,512	2,888,536	914,719	656,992	226,402	2,397,953	106,001	315,909
2016	7,453,814	2,876,547	953,405	614,452	218,883	2,414,938	84,906	290,683
2015	7,510,958	2,779,787	1,001,452	567,168	215,626	2,572,975	89,259	284,691
2014	7,378,331	2,798,468	1,025,352	532,263	194,094	2,490,860	61,615	275,679
2013	7,095,689	2,601,981	1,164,428	533,264	177,352	2,283,921	55,654	279,089
2012	6,927,472	2,439,565	1,093,016	509,209	167,300	2,402,218	49,628	266,536
2011	7,338,809	2,607,528	1,120,441	516,747	200,792	2,495,352	96,557	301,392
Percent Change 2011 - 2020	18.10%	33.34%	-18.16%	51.17%	11.41%	9.60%	-5.25%	46.74%

Source: City of DeLand Finance Department

**SCHEDULE 8
CITY OF DELAND, FLORIDA
IMPACT FEES
LAST TEN FISCAL YEARS
SEPTEMBER 30, 2020**

Fiscal Year	Police	Fire	Parks & Recreation	General Government	Water	Sewer
2020	260,406	132,084	704,226	277,993	1,532,938	1,728,017
2019	52,150	38,278	581,701	134,567	1,555,053	1,864,953
2018	65,459	56,553	833,723	159,371	2,156,400	2,620,570
2017	47,325	37,724	520,205	142,205	1,597,193	1,973,242
2016	50,744	37,414	553,588	130,684	1,680,980	2,043,454
2015	25,298	22,710	296,827	79,960	1,341,337	1,646,771
2014	12,671	9,851	159,166	26,113	1,375,313	1,614,083
2013	-	-	-	1,856	973,407	796,706
2012	236	173	2,820	403	679,008	418,737
2011	9,910	8,047	109,962	46,330	445,032	508,571

Source: *City of DeLand Finance Department*

**SCHEDULE 9
CITY OF DELAND, FLORIDA
GENERAL GOVERNMENTAL EXPENDITURES AND OTHER USES BY FUNCTION
LAST TEN FISCAL YEARS
SEPTEMBER 30, 2020**

General Fund																					
Fiscal Year Ended	Total Expenditures	General Government		Community Development		Public Safety		Public Works		Parks and Recreation		Community Redevelopment		Contingency		Capital Outlay		Debt Service		Transfers Out	
2020	30,286,571	5,879,323	19%	967,781	3%	14,169,929	47%	3,192,884	11%	2,846,607	9%	-	-%	-	-%	344,786	1%	-	0%	2,885,261	10%
2019	29,446,971	5,465,033	19%	1,042,844	3%	14,110,501	48%	3,208,150	11%	2,944,785	10%	-	-%	-	-%	-	-%	1,519,682	5%	1,155,976	4%
2018	30,908,034	6,253,537	20%	945,888	3%	13,121,101	43%	3,188,137	10%	2,711,022	9%	-	-%	4,387	-%	-	-%	866,395	3%	3,817,567	12%
2017	26,598,750	5,783,932	22%	992,901	4%	12,365,554	47%	2,972,296	11%	2,526,081	9%	-	-%	8,258	-%	-	-%	876,661	3%	1,073,067	4%
2016	24,700,821	4,357,749	18%	1,054,415	4%	11,960,936	48%	2,890,710	12%	2,447,690	10%	-	-%	4,545	-%	-	-%	810,681	3%	1,174,095	5%
2015	24,064,733	4,085,700	17%	882,633	4%	11,526,406	48%	2,788,071	11%	2,382,590	10%	-	-%	-	-%	-	-%	1,946,554	8%	452,779	2%
2014	24,375,359	4,021,248	16%	854,281	4%	11,282,866	46%	2,674,049	11%	2,127,623	9%	-	-%	50,626	-%	-	-%	1,910,102	8%	1,454,564	6%
2013	25,109,494	3,587,348	14%	804,276	3%	10,645,620	42%	2,552,734	10%	1,884,809	8%	-	-%	55,265	-%	-	-%	1,362,711	6%	4,216,731	17%
2012	21,561,344	3,414,518	16%	820,533	4%	10,385,138	48%	2,555,943	12%	1,852,070	8%	-	-%	5,952	-%	-	-%	1,463,675	7%	1,063,515	5%
2011	23,431,397	3,562,522	15%	840,621	4%	10,487,982	45%	2,686,465	11%	1,891,071	8%	-	-%	1,438	-%	-	-%	3,191,459	14%	769,839	3%

Combined Special Revenue and Capital Projects Funds																					
Fiscal Year Ended	Total Expenditures	General Government		Community Development		Public Safety		Public Works		Parks and Recreation		Community Redevelopment		Contingency		Capital Outlay		Debt Service		Transfers Out	
2020	9,833,663	87,117	1%	21,309	-%	3,701	-%	332,876	3%	-	-%	398,426	4%	-	-%	6,261,899	64%	2,009,631	21%	718,704	7%
2019	5,368,845	110,381	2%	34,272	1%	-	-%	231,941	4%	-	-%	422,543	8%	-	-%	3,490,574	65%	360,430	7%	718,704	13%
2018	4,814,612	-	-%	86,989	2%	2,522	-%	206,168	4%	-	-%	386,572	8%	-	-%	3,407,684	71%	492,886	10%	231,791	5%
2017	2,889,581	-	-%	92,903	3%	30,573	1%	258,112	9%	-	-%	319,284	11%	-	-%	1,520,599	53%	422,904	15%	245,206	8%
2016	3,617,776	-	-%	-	-%	30,527	1%	224,371	6%	-	-%	452,448	13%	-	-%	2,092,615	58%	477,925	13%	339,890	9%
2015	1,494,779	10,628	1%	58,380	4%	3,243	-%	185,352	12%	-	-%	222,252	15%	-	-%	698,999	47%	315,925	21%	-	-%
2014	5,293,054	-	-%	37,640	1%	32,350	1%	189,713	3%	1,000	-%	254,772	5%	-	-%	4,698,411	89%	79,168	1%	-	-%
2013	8,080,733	-	-%	12,052	-%	28,896	-%	254,241	3%	46,679	1%	270,888	3%	-	-%	7,407,606	92%	60,371	1%	-	-%
2012	3,451,180	338,203	9%	71,660	2%	67,114	2%	202,154	6%	127,712	4%	331,938	10%	-	-%	2,248,331	65%	64,068	2%	-	-%
2011	2,487,222	85,088	4%	105,083	4%	31,141	1%	233,744	9%	187,115	8%	267,684	11%	396	-%	1,173,993	47%	402,978	16%	-	-%

Source: City of DeLand Finance Department

SCHEDULE 10
CITY OF DELAND, FLORIDA
CHANGES IN NET POSITION, ENTERPRISE FUNDS
LAST TEN FISCAL YEARS
SEPTEMBER 30, 2020

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Operating revenues										
Charges for services:										
Water and Sewer	\$ 23,293,753	\$ 22,153,910	\$ 21,767,733	\$ 20,975,133	\$ 20,015,885	\$ 19,232,847	\$ 17,970,110	\$ 17,270,949	\$ 16,349,006	\$ 15,974,824
Municipal Airport	58,586	90,441	90,349	125,682	28,441	-	-	-	-	-
Refuse Collection	3,977,052	3,857,280	3,804,313	2,821,303	2,694,525	2,621,219	2,550,885	2,516,940	2,507,673	2,570,415
Stormwater	1,836,204	1,737,026	1,668,908	1,580,931	1,513,418	1,450,706	1,421,263	1,343,634	1,289,195	1,260,279
Permits & Inspections	1,642,958	1,761,248	2,068,247	1,816,362	1,953,127	1,567,935	1,516,064	1,285,000	816,936	603,641
Rental Income	1,567,950	1,499,942	1,461,542	1,324,593	1,296,925	1,257,163	1,241,198	1,224,339	1,207,610	1,180,207
Total operating revenues	<u>32,376,503</u>	<u>31,099,847</u>	<u>30,861,092</u>	<u>28,644,004</u>	<u>27,502,321</u>	<u>26,129,870</u>	<u>24,699,520</u>	<u>23,640,862</u>	<u>22,170,420</u>	<u>21,589,366</u>
Operating expenses										
Personal services	9,060,023	8,595,507	8,108,173	7,813,568	7,040,382	6,406,493	6,183,405	5,850,023	5,802,281	5,806,063
Contractual services	4,772,679	4,762,249	4,606,629	3,628,877	3,396,927	3,299,234	3,570,251	3,605,333	3,037,695	3,165,210
Repairs and maintenance	589,913	428,154	422,124	461,131	364,009	320,257	396,257	450,803	324,937	414,213
Supplies	2,116,567	1,695,965	1,690,363	1,394,912	1,300,397	1,163,001	1,091,108	1,259,844	1,137,682	1,202,599
Utilities	1,032,169	1,040,062	942,909	856,250	750,583	788,019	819,223	818,374	907,139	893,624
Other expenses	1,176,391	1,156,513	1,027,178	1,010,038	1,184,777	726,247	746,550	542,927	477,382	605,223
Services provided by general gov't	1,888,929	1,617,826	1,556,987	1,411,305	1,226,514	1,001,005	938,603	878,794	940,190	957,811
Depreciation	4,942,631	4,295,516	4,092,462	3,758,180	3,362,832	3,116,177	3,016,743	2,901,820	2,809,677	2,674,217
Total operating expenses	<u>25,579,302</u>	<u>23,591,792</u>	<u>22,446,825</u>	<u>20,334,261</u>	<u>18,626,421</u>	<u>16,820,433</u>	<u>16,762,140</u>	<u>16,307,918</u>	<u>15,436,983</u>	<u>15,718,960</u>
Operating income	<u>6,797,201</u>	<u>7,508,055</u>	<u>8,414,267</u>	<u>8,309,743</u>	<u>8,875,900</u>	<u>9,309,437</u>	<u>7,937,380</u>	<u>7,332,944</u>	<u>6,733,437</u>	<u>5,870,406</u>
Nonoperating income (expenses)										
Interest earnings	549,639	1,298,843	172,826	149,939	288,991	308,618	166,548	(3,117)	126,189	153,384
Operating grants	-	-	-	-	-	18,870	233,608	-	-	-
Other income (expense)	569,832	235,291	253,392	343,620	258,073	205,932	214,680	148,388	124,356	168,517
Gain (Loss) on disposal of fixed assets	(291,647)	-	-	-	(54,404)	-	-	21,322	16,222	(35,353)
Interest and amortization expense	-	-	-	-	(182,379)	(256,898)	(319,340)	(438,722)	(544,911)	(778,393)
Total nonoperating revenues (expenses)	<u>827,824</u>	<u>1,534,134</u>	<u>426,218</u>	<u>493,559</u>	<u>310,281</u>	<u>276,522</u>	<u>295,496</u>	<u>(272,129)</u>	<u>(278,144)</u>	<u>(491,845)</u>
Income before contributions, grants and transfers	<u>7,625,025</u>	<u>9,042,189</u>	<u>8,840,485</u>	<u>8,803,302</u>	<u>9,186,181</u>	<u>9,585,959</u>	<u>8,232,876</u>	<u>7,060,815</u>	<u>6,455,293</u>	<u>5,378,561</u>
Capital contributions and grants	4,015,280	6,691,118	7,483,770	4,432,890	7,192,210	7,908,776	6,205,510	2,540,559	2,375,913	1,280,442
Transfers in	120,798	261,708	116,893	90,858	71,385	69,417	67,709	-	40,000	26,495
Transfers out	(3,328,214)	(3,375,683)	(2,413,887)	(2,230,370)	(2,050,633)	(1,893,155)	(1,882,404)	(1,623,653)	(1,478,406)	(1,425,360)
Change in net position	<u>\$ 8,432,889</u>	<u>\$ 12,619,332</u>	<u>\$ 14,027,261</u>	<u>\$ 11,096,680</u>	<u>\$ 14,399,143</u>	<u>\$ 15,670,997</u>	<u>\$ 12,623,691</u>	<u>\$ 7,977,721</u>	<u>\$ 7,392,800</u>	<u>\$ 5,260,138</u>

Source: City of DeLand Finance Department

**SCHEDULE 11
CITY OF DELAND, FLORIDA
OPERATING REVENUES BY SOURCE, ENTERPRISE FUNDS
LAST TEN FISCAL YEARS
SEPTEMBER 30, 2020**

Fiscal Year	Water Charges	Reuse Charges	Sewer Charges	Refuse Charges	Stormwater Charges	Building Permits	Plans Review & Inspections	Miscellaneous Revenues	Airport Rental Income	Total Operating Revenues
2020	9,814,694	1,137,906	11,308,027	3,977,052	1,833,769	1,451,401	185,633	1,100,071	1,567,950	32,376,503
2019	9,195,542	971,129	10,986,150	3,857,280	1,733,937	1,532,345	216,243	1,107,280	1,499,942	31,099,847
2018	8,737,193	844,404	10,905,134	3,804,356	1,662,990	1,737,104	328,281	1,380,088	1,461,542	30,861,092
2017	8,329,362	938,372	10,577,240	2,821,303	1,567,667	1,550,966	261,590	1,272,911	1,324,593	28,644,004
2016	8,071,802	716,001	10,258,759	2,694,525	1,499,667	1,676,024	273,148	1,015,470	1,296,925	27,502,321
2015	7,598,106	629,453	9,927,023	2,621,219	1,434,817	1,322,957	241,865	1,097,267	1,257,163	26,129,870
2014	7,532,753	436,685	9,236,423	2,550,885	1,406,946	1,309,748	201,510	783,372	1,241,198	24,699,520
2013	7,428,201	421,798	8,491,225	2,516,940	1,326,744	1,111,081	166,802	953,732	1,224,339	23,640,862
2012	7,148,108	403,477	8,068,553	2,507,673	1,273,117	659,799	141,377	760,706	1,207,610	22,170,420
2011	7,174,247	401,254	7,682,880	2,570,415	1,242,998	475,743	126,615	735,007	1,180,207	21,589,366

Source: City of DeLand Finance Department

**SCHEDULE 12
CITY OF DELAND, FLORIDA
OPERATING EXPENSES, ENTERPRISE FUNDS
LAST TEN FISCAL YEARS
SEPTEMBER 30, 2020**

Fiscal Year	Personal Services				Contractual Services						Services Provided by General Government	Subtotal - Expenses before		Total Operating Expenses
	Water & Sewer	Municipal Airport	Stormwater	Permits & Inspections	Refuse	Other	Repairs & Maintenance	Supplies	Utilities	Other Expenses		Depreciation	Depreciation	
2020	6,803,716	528,643	465,679	1,261,985	3,886,715	885,964	589,913	2,116,567	1,032,169	1,176,391	1,888,929	20,636,671	4,942,631	25,579,302
2019	6,666,341	483,340	422,849	1,022,977	3,753,717	1,008,532	428,154	1,695,965	1,040,062	1,156,513	1,617,826	19,296,276	4,295,516	23,591,792
2018	6,467,270	467,684	456,792	716,427	3,699,427	907,202	422,124	1,690,363	942,909	1,027,178	1,556,987	18,354,363	4,092,462	22,446,825
2017	6,345,972	429,834	318,399	719,363	2,744,793	884,084	461,131	1,394,912	856,250	1,010,038	1,411,305	16,576,081	3,758,180	20,334,261
2016	5,779,387	368,326	288,677	603,992	2,617,440	779,487	364,009	1,300,397	750,583	1,184,777	1,226,514	15,263,589	3,362,832	18,626,421
2015	5,202,563	283,452	357,148	563,330	2,545,278	753,956	320,257	1,163,001	788,019	726,247	1,001,005	13,704,256	3,116,177	16,820,433
2014	5,019,996	235,435	331,902	596,072	2,482,663	1,087,588	396,257	1,091,108	819,223	746,550	938,603	13,745,397	3,016,743	16,762,140
2013	4,810,630	185,533	275,421	578,439	2,443,105	1,162,228	450,803	1,259,844	818,374	542,927	878,794	13,406,098	2,901,820	16,307,918
2012	4,711,467	225,484	302,751	562,579	2,458,442	579,253	324,937	1,137,682	907,139	477,382	940,190	12,627,306	2,809,677	15,436,983
2011	4,649,561	269,835	314,184	572,483	2,497,744	667,466	414,213	1,202,599	893,624	605,223	957,811	13,044,743	2,674,217	15,718,960

Source: City of DeLand Finance Department

**SCHEDULE 13
CITY OF DELAND, FLORIDA
PROPERTY VALUES AND PROPERTY TAX MILLAGE
LAST TEN FISCAL YEARS
SEPTEMBER 30, 2020**

Fiscal Year Ended	Valuation						Property Tax Millage		
	Assessed Value	Exempt Value	Percent Exempt	Taxable Value	Percent Taxable	Value of One Mill	Operating Millage	Debt Service Millage	Total
2020	2,904,947,231	975,996,798	33.60%	1,928,950,433	66.40%	1,928,950	6.7841	-	6.7841
2019	2,618,225,796	888,361,081	33.93%	1,729,864,715	66.07%	1,729,865	6.8841	0.2353	7.1194
2018	2,400,859,792	803,100,739	33.45%	1,597,759,053	66.55%	1,597,759	6.8231	0.2544	7.0775
2017	2,189,781,537	738,002,741	33.70%	1,451,778,796	66.30%	1,451,779	6.9231	0.2348	7.1579
2016	2,020,275,715	682,272,544	33.77%	1,338,003,171	66.23%	1,338,003	6.9995	0.2540	7.2535
2015	1,884,727,387	654,230,799	34.71%	1,230,496,588	65.29%	1,230,497	7.0954	0.3046	7.4000
2014	1,753,303,583	618,664,932	35.29%	1,134,638,651	64.71%	1,134,639	7.2385	0.3452	7.5837
2013	1,735,545,673	609,446,509	35.12%	1,126,099,164	64.88%	1,126,099	7.0168	0.3473	7.3641
2012	1,793,872,351	606,647,842	33.82%	1,187,224,509	66.18%	1,187,225	6.6409	0.3166	6.9575
2011	1,934,522,326	638,162,815	32.99%	1,296,359,511	67.01%	1,296,360	5.9995	0.2851	6.2846

Source: Volusia County Property Appraiser

**SCHEDULE 14
CITY OF DELAND, FLORIDA
GROSS TAXABLE VALUE AND COMPOSITION BY MAJOR PROPERTY CLASSIFICATION
LAST TEN FISCAL YEARS
SEPTEMBER 30, 2020**

Fiscal Year	Residential	%	Commercial	%	Industrial	%	Institutional	%	Governmental, Agricultural & Miscellaneous	%	Personal & Centrally Assessed Property	%	Total Final Gross Taxable Value	% Change From Prior Year	Total Direct Tax Rate
2020	1,129,511,087	58.6%	434,055,182	22.5%	72,156,205	3.7%	43,019,950	2.2%	48,800,661	2.5%	201,407,348	10.5%	1,928,950,433	11.5%	6.7841
2019	968,412,554	56.0%	402,429,120	23.3%	69,012,477	4.0%	37,149,714	2.1%	47,992,292	2.8%	204,866,558	11.8%	1,729,862,715	8.3%	7.1194
2018	855,699,973	53.5%	387,656,135	24.3%	66,114,633	4.1%	41,433,900	2.6%	41,275,040	2.6%	205,579,372	12.9%	1,597,759,053	10.1%	7.0775
2017	759,516,494	52.3%	368,358,135	25.4%	62,618,306	4.3%	33,329,972	2.3%	39,512,510	2.7%	188,443,379	13.0%	1,451,778,796	8.5%	7.1579
2016	695,397,046	52.0%	331,656,120	24.8%	60,197,120	4.5%	28,807,269	2.2%	36,746,998	2.7%	185,198,618	13.8%	1,338,003,171	8.7%	7.2535
2015	607,049,034	49.4%	314,023,479	25.5%	59,537,999	4.8%	28,549,732	2.3%	35,694,255	2.9%	185,642,089	15.1%	1,230,496,588	8.4%	7.4000
2014	531,977,005	46.9%	298,120,578	26.3%	57,195,656	5.0%	25,654,954	2.3%	34,350,273	3.0%	187,340,185	16.5%	1,134,638,651	0.8%	7.5837
2013	509,058,976	45.2%	302,442,609	26.9%	58,885,588	5.2%	26,767,897	2.4%	35,907,844	3.2%	193,036,250	17.1%	1,126,099,164	-5.1%	7.3641
2012	532,500,019	44.8%	317,077,540	26.7%	61,525,661	5.2%	27,408,154	2.3%	40,166,426	3.4%	208,546,709	17.6%	1,187,224,509	-8.4%	6.9575
2011	607,230,352	46.9%	336,725,195	26.0%	67,271,431	5.2%	28,944,292	2.2%	45,976,691	3.5%	210,211,550	16.2%	1,296,359,511	-16.3%	6.2846

Notes: The City assesses property annually. Property is assessed at actual market value.

Source: Volusia County Property Appraiser

SCHEDULE 15
CITY OF DELAND, FLORIDA
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(RATE PER \$1,000 OF ASSESSED VALUE)
SEPTEMBER 30, 2020

Fiscal Year	City of DeLand			Overlapping Rates					Total for All Taxing Districts	
	Operating Millage	Debt Service Millage	Total City Millage	St. John's Water Management	School District	Volusia County	Hospital Authority	Florida Inland Navigation		Total Overlapping
2020	6.7841	-	6.7841	0.2414	6.0810	6.5420	1.9080	0.0320	14.8044	21.5885
2019	6.8841	0.2353	7.1194	0.2562	6.2810	6.6464	2.1751	0.0320	15.3907	22.5101
2018	6.8231	0.2544	7.0775	0.2724	6.5200	7.0520	2.3660	0.0320	16.2424	23.3199
2017	6.9231	0.2348	7.1579	0.2885	6.8480	7.0520	1.5900	0.0320	15.8105	22.9684
2016	6.9995	0.2540	7.2535	0.3023	7.1970	7.2709	1.6679	0.0320	16.4701	23.7236
2015	7.0954	0.3046	7.4000	0.3164	7.3360	7.2709	1.9237	0.0345	16.8815	24.2815
2014	7.2385	0.3452	7.5837	0.3283	7.3580	7.2709	2.3759	0.0345	17.3676	24.9513
2013	7.0168	0.3473	7.3641	0.3313	7.8880	6.8809	2.4666	0.0345	17.6013	24.9654
2012	6.6409	0.3166	6.9575	0.3313	8.0630	6.7791	2.3849	0.0345	17.5928	24.5503
2011	5.9995	0.2851	6.2846	0.4158	8.2370	6.3025	2.0818	0.0345	17.0716	23.3562

Source: Volusia County Property Appraiser

**SCHEDULE 16
CITY OF DELAND, FLORIDA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
SEPTEMBER 30, 2020**

Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years (2)	Total Collections to Date	
		Amount	Percentage of Levy (1)		Amount	Percentage of Levy
2020	13,086,193	12,337,942	94.3%	N/A	12,337,942	94.3%
2019	12,315,585	11,622,448	94.4%	292,334	11,914,782	96.7%
2018	11,308,140	10,696,538	94.6%	278,154	10,974,692	97.1%
2017	10,391,687	9,757,160	93.9%	580,074	10,337,234	99.5%
2016	9,705,206	9,072,109	93.5%	194,747	9,266,856	95.5%
2015	9,105,675	8,781,532	96.4%	146,474	8,928,006	98.0%
2014	8,604,759	8,319,541	96.7%	32,460	8,352,001	97.1%
2013	8,292,707	7,958,257	96.0%	49,980	8,008,237	96.6%
2012	8,260,115	7,907,539	95.7%	32,766	7,940,305	96.1%
2011	8,147,101	7,819,141	96.0%	19,356	7,838,497	96.2%

Notes: (1) Taxes are levied on November 1 of each year. Taxes are due by March 31 of the following year. Taxes paid prior to March 31 receive discounts of up to 4%.

(2) Information for collections in subsequent years of prior year levies is not available from Volusia County Property Appraiser's Office. Subsequent collections have been applied to the previous tax levied year.

Source: Volusia County Property Appraiser

**SCHEDULE 17
CITY OF DELAND, FLORIDA
PRINCIPAL PROPERTY TAXPAYERS
CURRENT FISCAL YEAR AND NINE YEARS AGO
SEPTEMBER 30, 2020**

Taxpayer	Type of Business	2020			2011		
		Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
KPR US LLC	Industry	\$ 52,894,009	1	2.74%			
Duke Energy Florida INC	Utility	15,521,506	2	0.80%			
OK Victoria Park LLP	Real Estate	13,770,516	3	0.71%	21,136,752	2	1.63%
West Volusia Investors LLC	Shopping Center	13,621,480	4	0.71%	\$ 10,255,175	6	0.79%
TKG DeLand LLC	Shopping Center	13,283,208	5	0.69%			
Wal-Mart Stores East L.P.	Retail	12,597,450	6	0.65%	12,579,401	5	0.97%
Kingspan Insulated Panels Inc	Industry	12,291,153	7	0.64%	\$ 9,686,232	8	0.75%
Carrington Place Property	Real Estate	11,345,289	8	0.59%			
Cloisters RHF Housing LLC	Real Estate	11,165,677	9	0.58%			
Bre Retail NP Owner 1	Shopping Center	9,501,145	10	0.49%			
Covidien LTD	Industry				75,813,173	1	5.85%
DeLand Oaks LLC	Real Estate				15,546,901	3	1.20%
Bright House Networks LLC	Communications				14,586,354	4	1.13%
Bellsouth Telecommunication Inc	Communications				10,252,623	7	0.79%
Florida Power Corporation	Utility				9,643,815	9	0.74%
Lowe's Home Centers Inc.	Retail				8,980,507	10	0.69%
		<u>\$ 165,991,433</u>		<u>8.61%</u>	<u>\$ 188,480,933</u>		<u>14.54%</u>

Source: Volusia County Property Appraiser

**SCHEDULE 18
CITY OF DELAND, FLORIDA
WATER AND SEWER RATES
LAST TEN FISCAL YEARS
SEPTEMBER 30, 2020**

Residential									
Water							Sewer		
Fiscal Year	Billing Fee per Account	Service ** Availability	Consumption Rate Block 1	Consumption Rate Block 2	Consumption Rate Block 3	Consumption Rate Block 4	Service ** Availability	Consumption Rate Cap at 15,000 Gallons	Consumption Rate Cap at 10,000 Gallons
2020	4.99	7.62	2.20	3.64	5.74	6.83	24.41		4.83
2019	4.99	7.29	2.11	3.48	5.49	6.54	24.41		4.83
2018	4.99	6.98	2.02	3.33	5.25	6.26	24.41		4.83
2017	4.99	6.98	1.94	4.06	6.10	6.10	24.41	4.67	
2016	4.99	6.89	1.92	4.02	6.03	6.03	24.14	4.62	
2015	4.98	6.89	1.92	4.01	6.02	6.02	24.09	4.61	
2014	4.98	6.89	1.92	3.60	5.40	5.40	24.09	4.05	
2013	4.98	6.89	1.92	3.20	4.80	4.80	24.09	3.53	
2012	4.98	6.89	1.92	2.69	3.84	3.84	24.09	3.11	
2011	4.74	6.56	1.83	2.56	3.66	3.66	22.94	2.96	

Multi-Family									
Water							Sewer		
Fiscal Year	Billing Fee per Account	Service ** Availability	Consumption Rate Block 1	Consumption Rate Block 2	Consumption Rate Block 3	Consumption Rate Block 4	Service ** Availability	Consumption Rate Cap at 9,000 Gallons	Consumption Rate Cap at 7,000 Gallons
2020	4.99	5.34	2.20	3.64	5.74	6.83	17.09		4.83
2019	4.99	5.11	2.11	3.48	5.49	6.54	17.09		4.83
2018	4.99	4.89	2.02	3.33	5.25	6.26	17.09		4.83
2017	4.99	4.89	1.94	4.06	6.10	6.10	17.09	4.67	
2016	4.99	4.84	1.92	4.02	6.03	6.03	16.90	4.62	-
2015	4.98	4.83	1.92	4.01	6.02	6.02	16.87	4.61	-
2014	4.98	4.83	1.92	3.60	5.40	5.40	16.87	4.05	-
2013	4.98	4.83	1.92	3.20	4.80	4.80	16.87	3.53	-
2012	4.98	4.83	1.92	2.69	3.84	3.84	16.87	-	3.11
2011	4.74	4.60	1.83	2.56	3.66	3.66	16.07	-	2.96

Commercial									
Water							Sewer		
Fiscal Year	Billing Fee per Account	Service * Availability	Consumption Rate Block 1	Consumption Rate Block 2	Consumption Rate Block 3	Consumption Rate Block 4	Service * Availability	Consumption Rate All Usage	
2020	4.99	7.62 - 24.41	2.20	3.64	5.74	6.83	24.41 - 2,807.15	4.83	
2019	4.99	7.29 - 838.35	2.11	3.48	5.49	6.54	24.41 - 2,807.15	4.83	
2018	4.99	6.98 - 802.70	2.02	3.33	5.25	6.26	24.41 - 2,807.15	4.83	
2017	4.99	6.98 - 802.31	1.94	4.06	6.10	6.10	24.41 - 2,806.65	4.67	
2016	4.99	6.90 - 793.58	1.92	4.02	6.03	6.03	24.14 - 2,776.11	4.62	
2015	4.98	6.89 - 792.00	1.92	4.01	6.02	6.02	24.09 - 2,770.57	4.61	
2014	4.98	6.89 - 792.00	1.92	3.60	5.40	5.40	24.09 - 2,770.57	4.05	
2013	4.98	6.89 - 792.00	1.92	3.20	4.80	4.80	24.09 - 2,770.57	3.53	
2012	4.98	6.89 - 792.00	1.92	2.69	3.84	3.84	24.09 - 2,770.57	3.11	
2011	4.74	6.56 - 754.28	1.83	2.56	3.66	3.66	22.94 - 2,638.64	2.96	

** Base Facility Charges

Notes: Consumption rate blocks vary by type of account and by year.
Service availability charges on commercial accounts vary by meter size from 3/4" to 10".

Source: City of DeLand Customer Service/Utility Billing Department

**SCHEDULE 19
CITY OF DELAND, FLORIDA
PRINCIPAL WATER CUSTOMERS
CURRENT FISCAL YEAR AND NINE YEARS AGO
SEPTEMBER 30, 2020**

Customer	2020			2011		
	Dollars Billed	Rank	Percentage of Total Dollars Billed	Dollars Billed	Rank	Percentage of Total Dollars Billed
Victoria Park Community Council	\$ 541,111	1	5.51%	\$ 198,633	1	2.89%
Stetson University	123,122	2	1.25%	85,433	2	1.24%
Volusia County School Board	74,689	3	0.76%			
Garfield Place Apts LTD	72,960	4	0.74%	41,335	6	0.60%
County of Volusia	63,294	5	0.64%			
Lexington Club at Spring Arbor	63,006	6	0.64%			
Deland Housing Authority	60,812	7	0.62%			
Advent Health DeLand	57,331	8	0.58%			
KPR US LLC	53,662	9	0.55%			
Saddlebrook of DeLand	48,075	10	0.49%			
City of Deland				79,332	3	1.15%
Florida Hospital Deland				67,677	4	0.98%
Colonial Partners				62,430	5	0.91%
Deland Country Club				37,375	7	0.54%
Sherwood Medical				34,569	8	0.50%
James Austin Company				30,366	9	0.44%
Cloisters RHF Housing LLC				29,783	10	0.43%
Total	\$ 1,158,061		11.80%	\$ 666,933		9.68%
Total Dollars Billed	\$ 9,814,694			\$ 6,889,804		

Source: Utility Billing Reports FY2020, CAFR 2011

Notes: Includes both potable and reclaimed water.

**SCHEDULE 20
CITY OF DELAND, FLORIDA
PRINCIPAL SEWER CUSTOMERS
CURRENT FISCAL YEAR AND NINE YEARS AGO
SEPTEMBER 30, 2020**

Customer	2020			2011		
	Dollars Billed	Rank	Percentage of Total Dollars Billed	Dollars Billed	Rank	Percentage of Total Dollars Billed
Garfield Place Apts LTD	\$ 133,442	1	1.23%	\$ 88,262	2	1.23%
Cloisters RHF Housing LLC	96,681	2	0.89%	73,897	3	1.03%
Deland Housing Authority	88,330	3	0.81%			
Carrington Place Property Holdings LLC	85,575	4	0.79%			
School Board of Volusia County	83,097	5	0.77%			
Country Club Eqty Entp LLC	82,692	6	0.76%			
Stetson University	77,663	7	0.72%			
AE Woodland Towers	75,165	8	0.69%			
Advent Health DeLand	74,168	9	0.68%			
College Arms Towers Inc	70,943	10	0.65%	52,890	6	0.74%
Florida Hospital Deland				100,520	1	1.41%
Arbors Apt Associates				66,179	4	0.93%
Colonial Partners				58,100	5	0.81%
Woodland Towers				43,518	7	0.61%
Alliance Community				40,381	8	0.56%
Hugh Ash Manor Inc				36,783	9	0.51%
Hospitality Assoc of DeLand				36,288	10	0.51%
Total	\$ 867,758		7.99%	\$ 596,818		8.34%
Total Dollars Billed	\$ 10,858,280			\$ 7,156,091		

Source: Utility Billing Reports FY2020, CAFR 2011

**SCHEDULE 21
CITY OF DELAND, FLORIDA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
SEPTEMBER 30, 2020**

Fiscal Year	Governmental Activities					Total Governmental Activities (4)
	General Fund Multipurpose Loan Payable	Community Redevelopment Multipurpose Loan Payable	Grants and Special Revenue Multipurpose Loan payable	Capital Leases		
2020	18,222,272	-	2,513,614	201,311		20,937,197
2019	18,261,764	-	2,673,127	-		20,934,891
2018	9,637,775	-	2,827,340	-		12,465,115
2017	5,578,829	-	2,976,501	-		8,555,330
2016	6,199,483	-	3,120,777	-		9,320,260
2015	7,318,080	-	3,260,325	-		10,578,405
2014	8,144,719	-	3,395,299	45,710		11,585,728
2013	9,418,801	-	3,623,000	137,738		13,179,539
2012	10,310,826	58,907	-	215,343		10,585,076
2011	11,258,855	115,915	-	292,948		11,667,718

Fiscal Year	Business - Type Activities						Total Business-Type Activities	Total Primary Government (1)	Percentage of Personal Income (2)	Per Capita (3)
	Water & Sewer Refunding Revenue Note Payable	Water & Sewer Florida Clean Water Revolving Loan Payable	Water & Sewer Revenue Note Payable	Municipal Airport Multipurpose Loan Payable	Stormwater Multipurpose Loan Payable	Capital Leases				
2020	-	-	-	-	-	-	-	20,937,197	1.28%	565
2019	-	-	-	-	-	-	-	20,934,891	1.38%	585
2018	-	-	-	-	-	-	-	12,465,115	0.90%	365
2017	-	-	-	-	-	-	-	8,555,330	0.67%	261
2016	-	-	-	-	-	-	-	9,320,260	0.77%	293
2015	855,797	7,962,758	-	-	-	-	8,818,555	19,396,960	1.80%	658
2014	1,679,247	8,670,825	-	-	-	10,083	10,360,155	21,945,883	2.11%	745
2013	2,471,573	9,360,377	-	46,814	258,101	29,053	12,165,918	25,345,457	2.54%	891
2012	3,233,951	10,032,353	4,825,264	1,542,517	424,112	44,964	20,103,161	30,688,237	3.21%	1,108
2011	3,967,513	10,520,116	5,200,000	1,742,623	586,215	60,859	22,077,326	33,745,044	3.70%	1,235

Note: All W&S Loans were paid off in FY2016 with \$0 outstanding debt in business-type activities at the end of FY2016. Details regarding the city's outstanding debt can be found in Note 8 on page 63 of the Notes to the Financial Statements

(1) Represents Total Governmental Activities and Total Business-Type Activities

(2) Percentage of personal income = Total Primary Government divided by (DeLand Population multiplied by average per capita income), from Schedule 29 Demographic & Economic Statistics

(3) Per Capita = Total Primary Government divided by DeLand Population, from Schedule 29 Demographic and Economic Statistics

(4) Details regarding the city's outstanding debt can be found in Note 8 on pg. 63 of the Notes to the Financial Statements

**SCHEDULE 22
CITY OF DELAND, FLORIDA
RATIO OF GENERAL OBLIGATION BONDED DEBT TO ASSESSED VALUE
AND GENERAL OBLIGATION BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS
SEPTEMBER 30, 2020**

Fiscal Year	Population (1)	Taxable Value (2)	General Obligation Bonded Debt (3)	Percentage of GOB Debt to Assessed Value	Net Bonded Debt Per Capita
2020	37,043	1,928,950,433	-	0.00%	-
2019	35,763	1,729,864,715	-	0.00%	-
2018	34,106	1,597,759,053	385,377	0.02%	11.30
2017	32,775	1,451,778,796	756,265	0.05%	23.07
2016	31,792	1,338,003,171	1,108,143	0.08%	34.86
2015	29,461	1,230,496,588	1,441,471	0.12%	48.93
2014	29,467	1,134,638,651	1,761,687	0.16%	59.79
2013	28,436	1,126,099,164	2,069,207	0.18%	72.77
2012	27,700	1,187,224,509	2,359,425	0.20%	85.18
2011	27,330	1,296,359,511	2,637,715	0.20%	96.51

(1) From Schedule 29 - Population & Demographic Statistics

(2) From Schedule 13 - Property Values

(3) Details regarding the city's outstanding general obligation debt can be found in Note 8 on pg. 63 of the Notes to the Financial Statements.

**SCHEDULE 23
CITY OF DELAND, FLORIDA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
SEPTEMBER 30, 2020**

Governmental Unit	Net Debt Outstanding (1)	Percentage Applicable To This Government Unit	Estimated Share of Overlapping Debt
Debt Repaid with Property Taxes			
School District (2)	\$ 334,157,094	4.69%	15,682,792
Volusia County (3)	86,227,925	5.27%	<u>\$ 4,544,833</u>
Subtotal, Overlapping Debt			20,227,626
City Direct Debt			<u>20,937,197</u>
Total Direct and Overlapping Debt			<u><u>\$ 41,164,823</u></u>

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

(1) *Net Debt Outstanding data provided by each governmental unit listed.*

(2) *For School District overlapping debt, the percentage applicable to DeLand was determined by taking the City's taxable value of \$1,928,950,433 and dividing it by School District's taxable value of \$41,100,618,479.*

(3) *For Volusia County overlapping debt, the percentage applicable to DeLand was determined by taking the City's taxable value of \$1,928,950,433 and dividing it by Volusia County's taxable value of \$36,597,470,741.*

**SCHEDULE 24
CITY OF DELAND, FLORIDA
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
SEPTEMBER 30, 2020**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Debt Limit	\$ 385,790,087	\$ 345,972,943	\$ 319,541,282	\$ 290,355,759	\$ 267,600,634	\$ 246,530,056	\$ 226,927,730	\$ 225,219,833	\$ 237,444,902	\$ 259,271,902
Total Net Debt Applicable to Limit	-	-	385,377	756,265	1,108,143	1,441,471	1,761,687	2,069,207	2,359,425	2,637,715
Legal Debt Margin	<u>\$ 385,790,087</u>	<u>\$ 345,972,943</u>	<u>\$ 319,155,905</u>	<u>\$ 289,599,494</u>	<u>\$ 266,492,491</u>	<u>\$ 245,088,585</u>	<u>\$ 225,166,043</u>	<u>\$ 223,150,626</u>	<u>\$ 235,085,477</u>	<u>\$ 256,634,187</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	0.00%	0.00%	0.12%	0.26%	0.41%	0.58%	0.78%	0.92%	0.99%	1.02%

Legal Debt Margin Calculation for Fiscal Year 2020

Assessed Value	\$ 1,928,950,433
Debt Limit (20% of Assessed Value)	385,790,087
Debt Applicable to Limit:	
General Obligation Bonded Debt Applicable to Limit	-
Legal Debt Margin	<u>\$ 385,790,087</u>

Note: The City's outstanding general obligation debt should not exceed 20 percent of total assessed property value set aside for repaying general obligation bonded debts.

Source: City of DeLand Finance Department

**SCHEDULE 25
CITY OF DELAND, FLORIDA
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL
OBLIGATION BONDED DEBT TO TOTAL GENERAL FUND EXPENDITURES
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)
SEPTEMBER 30, 2020**

Fiscal Year	Principal	Interest	Total General Obligation Debt Service	Total General Fund Expenditures	Ratio of GO Debt Service to General Fund Expenditures
2020	-	-	-	27,401	0.0%
2019	385	10	395	28,265	1.4%
2018	371	19	390	27,090	1.4%
2017	352	24	376	25,525	1.5%
2016	333	32	365	23,527	1.6%
2015	320	37	357	23,612	1.5%
2014	303	74	377	22,921	1.6%
2013	290	84	374	20,893	1.8%
2012	278	90	368	19,034	1.9%
(Year of Refinancing) 2011	1,504	123	1,627	22,662	7.2%

Note: Details regarding the city's outstanding debt can be found in Note 8 on pg. 63 of the financial statements

Source: City of DeLand Finance Department

**SCHEDULE 26
CITY OF DELAND, FLORIDA
DEBT SERVICE COVERAGE - NOTES PAYABLE
GENERAL FUND
LAST TEN FISCAL YEARS
SEPTEMBER 30, 2020**

Fiscal Year	Total Non-Ad Valorem Revenues	Essential General Fund Expenses Paid From Non-Ad Valorem Revenues (1)	Revenue Available For Debt Services (2)	General Fund Debt Service	Debt Service Coverage Ratio	Annual Minimum Required Coverage Ratio
2020	18,904,367	11,227,495	7,676,872	2,009,631	3.82	1.50
2019	17,120,586	11,484,754	5,635,832	1,519,682	3.71	1.50
2018	17,428,444	11,800,835	5,627,609	866,395	6.50	1.50
2017	16,700,962	11,585,809	5,115,153	876,661	5.83	1.50
2016	14,240,825	9,621,980	4,618,845	810,682	5.70	1.50
2015	13,670,307	8,930,673	4,739,634	1,021,555	4.64	1.50
2014	13,126,013	8,406,809	4,719,204	1,439,673	3.28	1.50
2013	12,380,043	9,034,867	3,345,176	1,362,711	2.45	1.50
2012	12,927,884	8,648,833	4,279,051	1,463,675	2.92	1.50
2011	12,725,644	9,035,324	3,690,320	1,588,557	2.32	1.50

Note: Details regarding the city's outstanding debt can be found in Note 8 on pg. 63 of the Notes to the Financial Statements

(1) - Equals General Government expenditures, Public Safety expenditures, 50% of Public Works expenditures, 50% of Parks & Recreation expenditures, and 15% of Community Development expenditures, all net of debt service, less Capital Expenditures paid from "Other Financing Sources" less Ad Valorem Revenues used for Essential General Fund Expenses."

(2) - Equals "Total Non-Ad Valorem Revenues less "Essential General Fund Expenses Paid From Non-Ad Valorem Revenues."

Source: City of DeLand Finance Department

**SCHEDULE 27
CITY OF DELAND, FLORIDA
REFUNDING REVENUE NOTE DEBT SERVICE COVERAGE
WATER AND SEWER FUND
LAST TEN FISCAL YEARS
SEPTEMBER 30, 2020**

Fiscal Year	Operating Revenues (1)	Interest Earnings (2)	Gross Revenue	Operating Expenses (3)	Revenue Available For Debt Service	Annual Required Debt Service (4)	Annual Debt Service Coverage by Pledged Revenue	Annual Required Minimum Debt Coverage
2020	23,293,753	474,981	23,768,734	11,886,672	11,882,062	-	-	1.10
2019	22,354,029	1,124,577	23,478,606	11,904,427	11,574,179	-	-	1.10
2018	21,956,945	136,585	22,093,530	11,182,948	10,910,582	-	-	1.10
2017	20,975,133	125,876	21,101,009	10,761,056	10,339,953	-	-	1.10
2016	20,204,745	254,002	20,458,747	9,689,089	10,769,658	-	-	1.10
2015	19,391,864	297,566	19,689,430	8,869,050	10,820,380	880,764	12.29	1.10
2014	18,148,280	159,339	18,307,619	8,953,293	9,354,326	880,764	10.62	1.10
2013	17,412,745	(4,279)	17,408,466	8,867,964	8,540,502	880,764	9.70	1.10
2012	16,464,083	87,354	16,551,437	7,931,519	8,619,918	880,764	9.79	1.10
2011	16,099,569	112,421	16,211,990	8,218,611	7,993,379	880,764	9.08	1.10

(1) - Operating revenues includes miscellaneous revenue and gain/loss on disposal of assets.

(2) - Interest earnings exclude interest earned on development fees and construction fund.

(3) - Operating Expenses exclude depreciation and bad debts.

(4) - All Water & Sewer debt was paid in full in Fiscal Year 2016 with a current debt obligation of \$0.

Source: City of DeLand Finance Department

SCHEDULE 28
CITY OF DELAND, FLORIDA
STATE REVOLVING LOAN AND WELLS FARGO BANK REVENUE NOTE DEBT SERVICE COVERAGE
WATER AND SEWER FUND
LAST TEN FISCAL YEARS
SEPTEMBER 30, 2020

Fiscal Year	Operating Revenues (1)	Interest Earnings (2)	Gross Revenue	Operating Expenses (3)	Senior Debt Obligations (4)	Revenue Available for Debt Service	Annual Required SRF Debt Service (5)	Annual Debt Service Coverage by Pledged Revenue	Annual Required Minimum Debt Coverage
2020	23,293,753	474,981	23,768,734	11,886,672	-	11,882,062	-	-	1.15
2019	22,354,029	1,124,577	23,478,606	11,904,427	-	11,574,179	-	-	1.15
2018	21,956,945	136,585	22,093,530	11,182,948	-	10,910,582	-	-	1.15
2017	21,195,040	125,876	21,320,916	10,761,056	-	10,559,860	-	-	1.15
2016	20,204,745	254,002	20,458,747	9,689,089	-	10,769,658	-	-	1.15
2015	19,391,864	297,566	19,689,430	8,869,050	880,764	9,939,616	924,321	10.75	1.15
2014	18,148,280	159,339	18,307,619	8,953,293	880,764	8,473,562	929,683	9.11	1.15
2013	17,412,745	(4,279)	17,408,466	8,867,964	880,764	7,659,738	467,337	16.39	1.15
2012	16,464,083	87,354	16,551,437	7,931,519	880,764	7,739,154	914,759	8.46	1.15
2011	16,099,569	112,421	16,211,990	8,218,611	880,764	7,112,615	810,940	8.77	1.15

- (1) - Operating revenues includes miscellaneous revenue and gain/loss on disposal of assets.
(2) - Interest earnings excludes interest earned on development fees and construction fund.
(3) - Operating Expenses excludes depreciation and payment in lieu of taxes.
(4) - Annual Debt Service Requirements for Water & Sewer Refunding Revenue Note.
(5) - All Water & Sewer debt was paid in full in Fiscal Year 2016 with a current debt obligation of \$0.

Source: City of DeLand Finance Department

**SCHEDULE 29
CITY OF DELAND, FLORIDA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
SEPTEMBER 30, 2020**

Year	DeLand Population (1)	Volusia County Personal Income (2)	Per Capita Personal Income (3)	DeLand School Enrollment (4)	DeLand Unemployment Rate (5)
2020	37,043	24,444,162,000	44,180	9,596	6.3%
2019	35,763	23,201,619,000	42,374	9,609	3.7%
2018	34,106	21,902,076,000	40,658	9,303	3.3%
2017	32,775	20,543,253,000	38,807	9,366	4.1%
2016	31,792	20,173,036,748	38,176	9,114	5.5%
2015	29,461	19,212,415,950	36,641	8,543	6.0%
2014	29,467	18,297,539,000	35,302	8,543	6.0%
2013	28,436	17,292,604,000	35,081	8,114	7.5%
2012	27,700	17,117,508,000	34,473	8,139	10.1%
2011	27,330	16,443,696,000	33,384	8,062	10.3%

Sources:

- (1) BEBR - Bureau of Economic and Business Research 2020
- (2) The personal income information above is for Volusia County as a whole. Separate information for the City of DeLand is not available.
- (3) US Bureau of Economic Analysis, Dept. of Commerce - amount includes all of Volusia County
- (4) Volusia County Schools
- (5) Florida Department of Economic Opportunity - Unemployment Statistics

**SCHEDULE 30
CITY OF DELAND, FLORIDA
POPULATION STATISTICS
SEPTEMBER 30, 2020**

Year	DeLand Population (1)	% Change During the Period	Volusia County Population (2)	% Change During the Period
2020	37,043	3.6%	551,588	2.4%
2019	35,763	4.9%	538,763	1.5%
2018	34,106	4.1%	531,062	1.5%
2017	32,775	3.1%	523,405	1.1%
2016	31,792	7.9%	517,887	2.2%
2015	29,461	0.0%	506,494	0.5%
2014	29,467	3.6%	503,851	1.0%
2013	28,436	2.7%	498,978	0.4%
2012	27,700	1.4%	497,145	-3.6%
2011	27,330	0.7%	515,563	1.3%
2010	27,144	47.6%	508,913	16.8%
2000	18,395	10.7%	435,836	17.6%
1990	16,622	8.3%	370,712	43.3%
1980	15,354	31.9%	258,762	52.7%
1970	11,641	8.0%	169,487	35.2%
1960	10,775		125,319	

Source: (1) & (2) *BEBR - Bureau of Economic and Business Research 2020*

**SCHEDULE 31
CITY OF DELAND, FLORIDA
PRINCIPAL EMPLOYERS
CURRENT FISCAL YEAR AND NINE YEARS AGO
SEPTEMBER 30, 2020**

Taxpayer	Type of Business	Total City - 2020			Total City - 2011		
		Employees	Rank	Percentage of Employment	Employees	Rank	Percentage of Employment
Volusia County	Government	1,736	1	13.9%	790	3	7.0%
Volusia County Public Schools	School System	1,356	2	10.8%	900	2	8.0%
Advent Health	Hospital	1,167	3	9.3%			
Sykes	Support Services	995	4	7.9%			
Stetson University	University	900	5	7.2%	400	8	3.6%
Walmart	Retail	550	6	4.4%	520	5	4.6%
DaVita	Medical	500	7	4.0%			
Cardinal Health Care/ Medtronic	Medical	475	8	3.8%			
City of DeLand	Government	409	9	3.3%	345	9	3.1%
Frontier	Support Services	360	10		450	7	4.0%
Florida Hospital	Hospital				1,000	1	8.9%
Department of Transportation	Government				520	4	4.6%
Covidien	Medical				500	6	4.5%
Boulevard Tire	Retail				273	10	2.4%
Total:		<u>8,448</u>		<u>67.5%</u>	<u>5,698</u>		<u>50.7%</u>
Estimated total workforce - DeLand		12,522			11,229		

Sources: Principal employer information and employee counts obtained directly from companies contacted by DeLand Community Development Dept as well as Florida Department of Economic Opportunity (DEO), Bureau of Labor Market Statistics, Info Group Employer Database 2018, and Florida Research & Economic Information Database Application (FREIDA). Estimated total workforce for DeLand from Florida Dept. of Economic Opportunity Local Area Unemployment Statistics

Note: Employment is based on company workers only; it excludes any temporary or contracted employees.

**SCHEDULE 32
CITY OF DELAND, FLORIDA
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
SEPTEMBER 30, 2020**

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
<u>Function/Program</u>										
General Government:										
Mayor and Commission	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
City Manager	2.00	2.00	2.00	2.90	2.90	2.90	2.90	2.90	2.90	2.90
City Clerk	3.25	3.25	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Finance	8.73	9.00	9.00	8.00	8.00	7.00	6.00	6.00	6.00	7.00
Legal	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Administration Services	5.65	7.65	7.40	5.45	5.45	4.45	4.45	1.45	1.45	1.45
Information Technology	6.73	6.23	5.00	5.00	5.00	5.00	5.00	5.00	4.63	4.63
Human Resources	5.00	4.73	4.73	4.00	4.00	4.00	4.00	4.25	3.75	4.00
Community Development:										
Economic Development	2.60	2.65	2.65	2.50	2.50	2.50	2.50	2.50	2.50	2.50
Planning	6.65	6.25	6.25	6.73	6.73	6.73	6.73	6.73	6.73	6.73
Licenses and Enforcement	1.20	2.55	2.55	2.85	3.35	2.85	2.45	2.45	2.25	2.25
Public Safety:										
Fire	49.48	47.23	47.23	46.60	46.60	46.13	46.13	46.25	46.25	45.00
Police-Administration	0.00	5.00	3.00	3.00	3.00	3.00	3.00	3.00	4.00	4.00
Police-Support	95.22	29.42	33.32	36.96	36.96	35.67	33.70	32.18	31.58	31.58
Police-Operations	0.00	59.13	53.73	49.73	49.73	49.50	50.00	49.73	48.69	48.69
Police-Parking Services	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Public Works:										
Administration	3.95	3.87	3.87	3.87	3.87	3.87	3.80	3.75	3.00	3.00
Streets	11.50	11.50	11.50	13.25	13.25	12.25	11.25	9.25	9.75	9.75
Trees	8.50	7.50	7.50	7.00	7.00	7.00	6.00	8.00	8.00	8.00
Urban Beautification	10.50	10.50	10.50	8.00	8.00	8.00	8.00	8.00	8.00	8.00
Vehicle Maintenance	7.00	6.00	6.00	6.00	6.00	5.00	5.00	5.00	5.00	5.00
Parks & Recreation:										
Administration	3.00	3.00	3.00	3.00	3.00	3.00	3.00	2.88	2.76	2.76
Recreation	3.50	3.50	3.50	2.50	2.50	2.50	2.50	2.50	3.50	3.50
Parks	22.84	20.84	20.84	19.97	19.84	19.97	17.23	16.49	15.76	15.76
Activities Center	5.50	5.50	5.50	5.50	5.50	4.00	2.70	2.00	2.00	2.00
Chisholm Center	5.00	5.00	5.00	5.46	5.46	5.46	5.45	5.46	5.46	5.46
Spring Hill CRA	2.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Water & Sewer:										
Administration	9.45	8.00	7.37	7.37	7.37	7.37	7.50	7.25	7.00	7.00
Engineering	7.00	7.00	7.00	5.40	6.00	5.00	5.00	5.00	5.00	5.00
Water Production	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00
Water Distribution	26.00	23.00	22.00	19.00	19.00	18.00	18.00	17.00	17.00	15.00
Wastewater Treatment	14.00	14.00	14.00	15.13	15.13	14.13	15.00	14.13	13.00	14.00
Wastewater Collection	8.00	8.00	8.00	7.00	7.00	7.00	7.00	8.00	7.00	6.00
Utilities Maintenance	21.00	19.00	17.00	15.00	15.00	14.00	12.00	11.00	12.00	12.00
Facilities Maintenance	11.25	11.50	10.50	10.50	10.50	10.00	12.00	9.50	9.50	9.50
Customer Service	19.00	19.00	19.00	18.00	18.00	17.00	16.00	15.00	15.00	15.00
Municipal Airport	7.10	8.00	8.00	6.00	6.00	5.50	5.50	5.00	5.00	5.00
Refuse										
Stormwater	9.75	9.50	9.50	8.75	8.75	8.75	8.75	7.75	7.75	6.75
Permits & Inspection	19.80	16.55	14.55	12.13	12.13	10.13	10.75	10.13	11.03	10.45
Total	436.15	419.85	407.99	389.55	389.55	374.66	366.29	352.53	350.24	346.66

Source: The City of DeLand Annual Budget (as originally adopted)

**SCHEDULE 33
CITY OF DELAND, FLORIDA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
SEPTEMBER 30, 2020**

Function/Program	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Police										
Citations Issued	1,439	2,198	2,288	2,653	2,913	4,323	3,776	4,703	6,714	5,414
Murders	1	2	2	3	2	2	1	3	2	1
Forcible Sex Offenses	8	1	2	1	0	3	1	1	4	6
Robbery	16	33	43	44	46	30	44	37	45	42
Aggravated Assaults	163	157	135	135	110	99	97	79	102	80
Burglary	111	162	185	189	303	210	277	223	327	300
Larceny (Theft)	697	960	993	809	1,064	1,045	1,001	992	973	1,054
Motor Vehicle Theft	62	76	78	106	87	67	50	34	50	41
Fire										
Residential Fires	23	19	20	49	38	31	31	38	40	46
Structure Fires	29	27	22	60	49	37	39	47	53	63
Highway Vehicles	13	14	25	26	17	19	21	21	17	23
Other Vehicles	2	2	2	0	2	1	3	1	1	2
Non-Structure/Non-Vehicle	8	8	3	7	9	16	13	12	24	33
Brush/Grass/Wildland	11	5	10	24	18	20	9	24	14	34
Rubbish/Dumpsters	49	50	36	52	29	27	21	30	39	37
Other Fires	3	10	3	9	9	4	5	5	6	6
Rescue/Emergency Medical	4,528	4,696	5,596	5,778	5,660	5,229	5,039	5,298	4,608	4,947
False Alarms	451	391	437	436	417	420	329	388	260	296
Mutual Aid (Given)	468	285	405	83	82	76	91	178	244	422
Hazmat Responses	31	39	39	41	83	46	24	53	29	42
Other Hazardous Responses	138	120	105	166	137	109	141	160	128	158
All Other Responses	1,462	1,483	1,789	1,836	1,652	1,515	1,484	1,580	1,482	1,378
Parking										
Citations Issued	2,377	2,346	2,443	2,637	2,177	2,239	2,729	3,062	2,320	2,614
Water										
Water Accounts	21,095	20,547 *	20,095 *	19,478 *	18,958	18,510	18,422 *	17,581 *	17,154 *	17,076 *
Irrigation Accounts	1,516	1,610	1,571 *	1,740 *	1,768	1,813	1,882	1,975	2,019	1,094
Reclaim Accounts	1,210	1,035 *	829 *	637 *	525	413	263	64	N/A	N/A
Average Daily Water Consumption (millions of gallons)	4.8	4.8	4.8	5.1	5.1	5.0	4.7	5.2	5.6	5.5
Wastewater										
Sewer Accounts	15,593	15,073	14,516	13,921	13,623	13,269	13,029	12,576	12,437	12,187
Average Daily Sewage Treatment (millions of gallons)	3.5	3.5	3.5	3.1	3.1	2.9	3.0	2.9	2.8	2.8
Airport										
Based Aircraft	239	239	240	240	240	223	221	197	196	201
T Hangers	94	94	94	94	94	94	94	94	94	93

N/A: Data not available

* Revised reporting to correct meter counts.

Source: City of DeLand Departments

**SCHEDULE 34
CITY OF DELAND, FLORIDA
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
SEPTEMBER 30, 2020**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<u>Function/Program</u>										
General Government										
Area in Miles	19.1	18.9	18.7	18.7	18.7	18.7	18.7	18.1	18.1	18.1
Public Safety										
Number of Fire Stations	3	3	3	3	3	3	3	3	3	3
Number of Police Stations	1	1	1	1	1	1	1	1	1	1
Number of Patrol Units										
Cars/Trucks	93	93	83	86	86	86	87	84	84	78
Motorcycles	4	4	4	4	4	4	4	4	4	3
Public Works										
Miles Paved Streets	138.0	133.53	130.5	130.5	130.5	122.0	122.0	122.0	122.0	122.0
Miles Unpaved Streets	0	0.25	0.25	0.25	0.25	0.3	0.3	0.3	0.3	0.3
Street Lights	3,454	3,454	3479	3479	3443	3,441	3,438	3,438	3,488	2,953
Water & Sewer										
Miles Primary Water Mains	334	324 *	281	264	249	233	231	226	221	212
Miles Primary Sewer Mains	229	223 *	211	201	191	186	184	179	179	179
Miles Reclaimed Water Lines	67	65 *	58	47	42	32	29	27	24	24
Parks & Recreation										
Football Stadium	1	1	1	1	1	1	1	1	1	1
Baseball Stadium	1	1	1	1	1	1	1	1	1	1
Ball Fields	8	8	8	8	8	8	8	8	8	8
Tennis Courts	6	8	8	8	8	8	8	8	8	8
Shuffleboard Courts	20	20	20	20	20	20	20	20	20	20
Recreation Centers	2	3	2	2	2	2	2	2	2	2
Gymnasiums	1	1	1	1	1	1	1	1	1	1
Parks & Playgrounds	9	9	9	9	9	9	9	9	9	9
Swimming Pools	1	1	1	1	1	1	1	1	1	1
Soccer/Football Fields	5	5	5	5	5	5	5	5	5	5
Outdoor Basketball Courts	8	7	7	7	7	7	7	7	7	7
Acres of Recreation Land	114	114	114	114	114	114	114	114	114	114
Historical/Museum Sites	3	0	0	0	0	0	0	0	0	0
Pickleball Courts	6	0	0	0	0	0	0	0	0	0

* Revised reporting to correct miles.

Source: City of DeLand Departments

**SCHEDULE 35
CITY OF DELAND, FLORIDA
GENERAL EMPLOYEES' PENSION
REVENUES BY SOURCE AND EXPENSES BY TYPE
LAST TEN FISCAL YEARS
SEPTEMBER 30, 2020**

Revenues by Source				
Fiscal Year	Employee Contributions	Employer Contributions	Investment Income	Total
2020	\$ 98,183	\$ 646,846	\$ 2,231,456	\$ 2,976,485
2019	108,158	619,990	678,552	1,406,700
2018	123,455	626,403	2,355,834	3,105,692
2017	139,754	665,870	3,089,508	3,895,132
2016	147,864	633,943	2,271,104	3,052,911
2015	163,219	608,582	458,818	1,230,619
2014	171,079	676,540	2,078,490	2,926,109
2013	176,820	918,821	2,789,678	3,885,319
2012	184,156	918,881	3,374,314	4,477,351
2011	226,924	991,107	374,000	1,592,031

Expenses by Type				
Fiscal Year	Benefits	Refunds	Administrative Expenses	Total
2020	\$ 2,179,984	\$ 412,745	\$ 39,625	\$ 2,632,354
2019	2,035,492	644,276	50,301	2,730,069
2018	1,962,490	310,156	36,887	2,309,533
2017	1,873,688	328,536	44,155	2,246,379
2016	2,353,562	213,509	36,804	2,603,875
2015	2,190,073	5,013	31,250	2,226,336
2014	1,498,197	348,475	39,287	1,885,959
2013	1,423,064	379,412	27,971	1,830,447
2012	1,221,678	223,043	49,319	1,494,040
2011	1,247,149	245,456	53,025	1,545,630

Source: City of DeLand Finance Department

**SCHEDULE 36
CITY OF DELAND, FLORIDA
MUNICIPAL POLICE OFFICERS' RETIREMENT TRUST
REVENUES BY SOURCE AND EXPENSES BY TYPE
LAST TEN FISCAL YEARS
SEPTEMBER 30, 2020**

Revenues by Source						
Fiscal Year	Employee Contributions	Employer Contributions	State Contributions	Investment Income	Total	
2020	\$ 307,888	\$ 1,063,055	\$ 293,656	\$ 3,064,015	\$	4,728,614
2019	319,772	1,134,320	278,528	1,319,602		3,052,222
2018	289,045	1,064,184	252,492	2,560,887		4,166,608
2017	240,502	1,006,060	217,535	2,722,829		4,186,926
2016	230,475	981,365	212,226	2,248,723		3,672,789
2015	222,582	920,335	180,302	(103,002)		1,220,217
2014	209,027	1,061,626	167,254	2,079,946		3,517,853
2013	210,013	929,933	167,056	2,341,384		3,648,386
2012	222,575	641,876	166,258	2,345,951		3,376,660
2011	208,467	643,421	174,141	(414,143)		611,886

Expenses by Type					
Fiscal Year	Benefits	Refunds	Administrative Services	Total	
2020	\$ 1,760,128	\$ 455,910	\$ 110,445	\$	2,326,483
2019	1,704,861	65,541	100,345		1,870,747
2018	1,462,236	1,276,959	87,090		2,826,285
2017	1,294,741	613,372	61,209		1,969,322
2016	1,191,112	436,611	51,495		1,679,218
2015	1,103,799	273,241	65,616		1,442,656
2014	1,044,098	318,311	74,437		1,436,846
2013	1,168,658	64,914	38,110		1,271,682
2012	936,121	139,967	54,635		1,130,723
2011	870,057	10,646	50,831		931,534

Source: City of DeLand Finance Department

**SCHEDULE 37
CITY OF DELAND, FLORIDA
MUNICIPAL FIREFIGHTERS' RETIREMENT TRUST
REVENUES BY SOURCE AND EXPENSES BY TYPE
LAST TEN FISCAL YEARS
SEPTEMBER 30, 2020**

Revenues by Source						
Fiscal Year	Employee Contributions	Employer Contributions	State Contributions	Investment Income	Total	
2020	\$ 169,110	\$ 1,050,131	\$ 192,072	\$ 1,030,348	\$	2,441,661
2019	173,401	981,571	183,517	441,342	\$	1,779,831
2018	130,263	838,197	182,754	1,180,920	\$	2,332,134
2017	121,179	828,703	170,857	1,546,166	\$	2,666,905
2016	117,490	664,829	186,330	842,453	\$	1,811,102
2015	112,343	652,166	185,435	(12,463)	\$	937,481
2014	107,978	685,846	185,269	871,006	\$	1,850,099
2013	99,038	603,793	180,246	1,155,700	\$	2,038,777
2012	94,025	476,984	186,963	1,385,755	\$	2,143,727
2011	92,144	454,390	193,027	(9,563)	\$	729,998

Expenses by Type					
Fiscal Year	Benefits	Refunds	Administrative Expenses	Total	
2020	\$ 836,810	\$ 9,494	\$ 51,510	\$	897,814
2019	804,172	-	9,126	\$	813,298
2018	798,769	26,615	34,597	\$	859,981
2017	704,671	122,849	36,740	\$	864,260
2016	690,259	206	33,896	\$	724,361
2015	697,798	-	30,835	\$	728,633
2014	624,429	63	33,219	\$	657,711
2013	515,604	4,021	26,061	\$	545,686
2012	489,925	-	17,848	\$	507,773
2011	532,437	47,971	18,595	\$	599,003

Source: City of DeLand Finance Department

SCHEDULE 38
CITY OF DELAND, FLORIDA
OTHER POST EMPLOYMENT BENEFITS (OPEB)
STATISTICAL INFORMATION
CURRENT FISCAL YEAR
SEPTEMBER 30, 2020

Participant Data

Census Date	September 2020
Participants	
Active Employees	385
Inactive Employees Entitled to But Not Receiving Benefits	-
Inactive Employees Currently Receiving Benefits	50
Total	435
Average Ages	
Active Employees	42.7
Inactive Employees Entitled to But Not Receiving Benefits	N/A
Inactive Employees Currently Receiving Benefits	63.4
Average Service	
Active Employees	7.5

Source: Based on 10/1/2020 OPEB Actuarial Valuation Report.

**CITY OF DELAND, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020**

Federal Agency Pass-Through Entity Federal Program	CFDA Number	Contract / Grant Number	Expenditures
FEDERAL AWARDS			
<u>U.S. Federal Environmental Protection Agency</u>			
Direct Programs:			
Brownfield Assessment and Cleanup Cooperative Agreement	66.818	00D58917	\$ 42,201
Total US Federal Environmental Protection Agency			<u>42,201</u>
<u>U.S. Dept of Homeland Security</u>			
Passed through Florida Division of Emergency Management:			
Disaster Grants - Public Assistance (Presidentially Declared Disasters) Hurricane Irma	97.036	FEMA-DR-4333-FL	25,838
Total US Dept of Homeland Security			<u>25,838</u>
<u>US Department of Housing and Urban Development</u>			
Passed through County of Volusia, Florida:			
Community Development Block Grant 2019	14.218	CDBG 2019	359,844
Community Development Block Grant 2020	14.218	CDBG 2020	94,972
Total U.S. Department of Housing and Urban Development / CDBG - Entitlement Grants Cluster			<u>454,816</u>
<u>US Department of Justice</u>			
Direct Programs:			
Coronavirus Emergency Supplemental Funding Program - COVID-19 PPE	16.034	2020-VD-BX-0466	23,935
Bulletproof Vest Partnership	16.607	2019	5,600
Bulletproof Vest Partnership	16.607	2020	7,451
Public Safety Partnership & Community Policing Grant (COPS)	16.710	2014UMWX0168	168,173
Passed-through State of Florida Office of the Attorney General			
Victims of Crime Act 2020 - Victims Assistance Program	16.575	DEP-00218	48,267
Total U.S. Department of Justice			<u>253,426</u>
<u>U.S. Office of National Drug Control Policy</u>			
Passed through County of Volusia Sherriff's Office			
High Intensity Drug Trafficking Area	95.001	G20CF0003A	14,969
Total U.S. Office of National Drug Control Policy			<u>14,969</u>
<u>U.S. Department of Transportation Federal Aviation Administration</u>			
Direct Programs:			
Transient Apron Rehabilitation	20.106	3-12-0019-022-2018	60,436
Rehabilitate East & West Apron & Electrical Homeruns (Design)	20.106	3-12-0019-023-2019	81,418
COVID-19 - CARES ACT Airport Grant Agreement	20.106	3-12-0019-024-2020	60,869
Total U.S. Department of Transportation Federal Aviation Admin			<u>202,723</u>
<u>U.S. Department of Treasury, Coronavirus Relief Fund</u>			
Passed through Volusia County			
COVID-19 - Coronavirus Relief Fund	21.019	CARES 2020	1,212,735
Total US Department of Treasury			<u>1,212,735</u>
Total Federal Awards			<u><u>\$ 2,206,708</u></u>

The accompanying notes to the schedule of expenditures of federal awards are an integral part of this schedule.

CITY OF DELAND, FLORIDA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

(1) **Basis of Presentation:**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the City of DeLand, Florida (the City), and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City.

(2) **Summary of Significant Accounting Policies:**

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), wherein certain types of expenditures are not allowable or are limited as to reimbursement.

No grant awards for the year ended September 30, 2020, have been passed through to subrecipients.

(3) **De Minimis Indirect Cost Rate Election:**

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

(4) **Deferred FEMA Expenditures:**

During the fiscal year ended September 30, 2020, the City incurred substantial costs related to Hurricanes Irma and Michael. Per the OMB Compliance Supplement, any reimbursements from the Federal Emergency Management Agency (FEMA) under CFDA 97.036 are not to be recognized as expenditures for purposes of the Schedule of Expenditures of Federal Awards until the respective Project Worksheets (PW) have been approved. At September 30, 2020, only some of the City's PWs from these storms had been approved by FEMA. As a result, there are \$766,868 of expenditures and the related revenues which have been recorded for financial statement purposes and not on the Schedule of Expenditures of Federal Awards; these expenditures will be recognized on the Schedule of Expenditures of Federal Awards in future years once approved by FEMA.

(5) **Contingency:**

Project expenditures are subject to audit and adjustment. If any expenditures were to be disallowed by the grantor agency as a result of such an audit, any claim for reimbursement to the grantor agency would become a liability of the City. In the opinion of management, all project expenditures included on the accompanying schedule are in compliance with the terms of the project agreements and applicable federal and state laws and regulations.

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH UNIFORM GUIDANCE

To the Honorable Mayor, City Commission, and City Manager,
City of DeLand, Florida:

Report on Compliance for Each Major Federal Program

We have audited the City of DeLand, Florida's (the City) compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Compliance Supplement that could have a direct and material effect on each of the City's major federal programs for the year ended September 30, 2020. The City's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City's compliance.

Opinion on Each Major Federal Program

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2020.

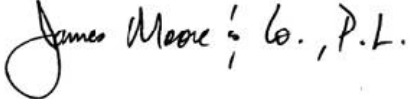
Report on Internal Control over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and Chapter 10.550, Rules of the Auditor General. Accordingly, this report is not suitable for any other purpose.



Daytona Beach, Florida
March 5, 2021

INDEPENDENT AUDITORS' 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, City Commission, and City Manager,
City of DeLand, Florida:

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to the 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 DeLand, Florida, (the City) as of and for the year ended September 30, 2020, 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 5, 2021.

Internal Control over Financial Reporting

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

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

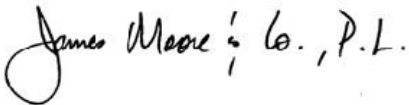
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies, and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

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

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.

A handwritten signature in black ink that reads "James Moore & Co., P.L." The signature is written in a cursive style with a large initial 'J'.

Daytona Beach, Florida
March 5, 2021

**INDEPENDENT AUDITORS' MANAGEMENT LETTER REQUIRED
BY CHAPTER 10.550, RULES OF THE STATE OF FLORIDA
OFFICE OF THE AUDITOR GENERAL**

To the Honorable Mayor, City Commission, and City Manager,
City of DeLand, Florida:

Report on the Financial Statements

We have audited the basic financial statements of City of DeLand, Florida (the City), as of and for the fiscal year ended September 30, 2020, and have issued our report thereon dated March 5, 2021.

Auditors' Responsibility

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

Other Reporting Requirements

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditors' Report on Compliance for Each Major Federal Program and Report on Internal Control over Compliance in Accordance with the Uniform Guidance; Schedule of Findings and Questioned Costs; and Independent Accountants' Examination 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 5, 2021, should be considered in conjunction with this management letter.

Prior Audit Findings

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

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The legal authority for the primary government and component units of the reporting entity is disclosed in Note 1 of the basic financial statements.

Financial Condition and Management

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

Pursuant to Sections 10.554(1)(i)5.b. and 10.556(8), Rules of the Auditor General, we applied financial condition assessment procedures. 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.

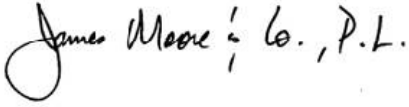
Additional Matters

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 State grant agencies, the City Commission, management, and others within the City and is not intended to be and should not be used by anyone other than these specified parties.

Daytona Beach, Florida
March 5, 2021

James Moore & Co., P.L.

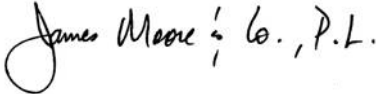
INDEPENDENT ACCOUNTANTS' EXAMINATION REPORT

To the Honorable Mayor, City Commission, and City Manager,
City of DeLand, Florida

We have examined the City of DeLand, Florida's (the City) compliance with Section 218.415, Florida Statutes, *Local Government Investment Policies*, for the year ended September 30, 2020. 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 with Section 218.415, Florida Statutes, *Local Government Investment Policies*, for the year ended September 30, 2020, in all material respects. An examination involves performing procedures to obtain evidence about the City's compliance with those requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of risks of material noncompliance with those requirements, 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.

In our opinion, the City of DeLand, Florida complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2020.



Daytona Beach, Florida
March 5, 2021



City of DeLand

www.DeLand.org

120 South Florida Avenue
DeLand, Florida 32720-5481
Telephone: (386) 626-7000
Fax: (386) 626-7138

AFFIDAVIT

BEFORE ME, the undersigned authority, personally appeared, Daniel A. Stauffer, Jr., who being duly sworn, deposes and says on oath that:

1. I am the Chief Financial Officer of the City of DeLand which is a local governmental entity of the State of Florida;
2. The City of DeLand adopted Ordinance No. 2019-30 implementing an impact fee; and
3. The City of DeLand has complied and, as of the date of this Affidavit, remains in compliance with Section 163.31801, Florida Statutes.

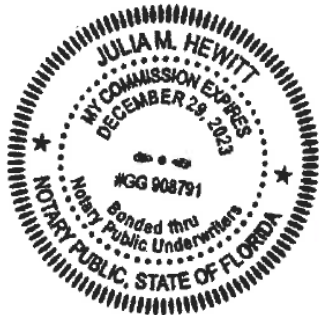
FURTHER AFFIANT SAYETH NAUGHT.

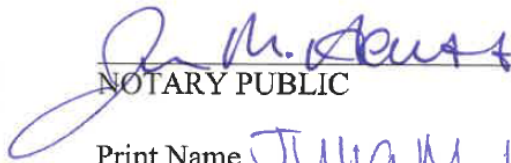

 Daniel A. Stauffer, Jr., Finance Director

STATE OF FLORIDA

COUNTY OF VOLUSIA

SWORN TO AND SUBSCRIBED before me by means of physical presence or online notarization, this 4th day of March, 2021 by Daniel A. Stauffer, Jr. as Finance Director for the City of DeLand, who is personally known to me or who has produced _____ as identification.




 NOTARY PUBLIC

Print Name Julia M. Hewitt

My Commission Expires:

12/29/23