



ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR FISCAL YEAR
ENDED SEPTEMBER 30,
2023



CITY OF ALTAMONTE SPRINGS, FLORIDA



ANNUAL COMPREHENSIVE FINANCIAL REPORT

The City of Altamonte Springs, Florida
For the Fiscal Year Ended September 30, 2023

Prepared By:
Department of Finance

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City of Altamonte Springs, Florida
Annual Comprehensive Financial Report
For the Fiscal Year Ended September 30, 2023

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March 28, 2024

**Mayor Pat Bates,
City Commissioners, and
Citizens of the City of Altamonte Springs**

It is our pleasure to submit the Annual Comprehensive Financial Report (ACFR) of the City of Altamonte Springs, Florida (the "City") for the fiscal year ended September 30, 2023. This report meets the legal requirements of the City Charter, Florida Statutes, and the Rules of the Auditor General, as well as, continuing in the City's long tradition of full financial disclosure. The report was prepared by the City's Finance Department and is the City's official report of the City's financial position and operations.

Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. We believe the data, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the City as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information for preparation of the City's financial statements in conformity with generally accepted accounting principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the City's framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City's financial statements have been audited by MSL, P.A., a firm of licensed certified public accountants. Such an independent audit is required by law. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City's fiscal year ended September 30, 2023, 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 independent auditor 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, 2023, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

Generally accepted accounting principles require management to provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of the 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 the same. The City's MD&A can be found immediately following the report of the independent auditors.

CITY PROFILE

The City of Altamonte Springs, Florida, a municipal corporation established in 1920, is centrally located in the State of Florida and a part of the four-county Orlando-Kissimmee Metropolitan Statistical Area (MSA). The City has an estimated population of 47,420 within an area of approximately 9.6 square miles. The City operates under a Charter adopted in 1980, as amended, and uses a Commission-Manager form of government. The Commission enacts legislation, adopts budgets, determines policies, and appoints the City Manager, while the City Manager executes the laws and administers the government of the City. The City Commission is made up of a Mayor and four Commission members. The Mayor and Commissioners are elected at large and each Commissioner serves a two-year term while the Mayor serves a three-year term. The City Manager is appointed by the City Commission and serves at its pleasure. The charter and City structure are similar to a corporate board and a chief executive officer, and is among the principal reasons for the City's sustained excellent over decades and through, literally, times of economic volatility, times of war and disease, and through changing generations of residents and employees.

The City provides a full range of governmental services, including police protection, sanitation, road maintenance, water and sewer operations, parks and recreation, planning and community development, and other inherent support activities. The City is primarily a commercial and retail uses, office uses, and residential communities with some small areas where there are light industrial uses.

In the past few years, the City of Altamonte Springs has joined the national stage as a model for local government, where fiscally conservative practices, responsive community services and innovation for the future are all a part of our daily work. The City has consistently been recognized in both articles and awards as a progressive leader amongst local governments in the United States. Ongoing input from both residents and the business community indicate they are pleased with the quantity, quality and efficiency of the City government, and both groups indicate that they are happy to be located in Altamonte Springs.

Budgetary Cycle and Controls

The annual budget serves as the foundation for the City's financial planning and control. All departments of the City are required to submit budget requests to the City Finance Department. The Finance Department reviews and edits the requests and prepares a draft department requested budget. This draft budget is submitted to the City Manager for consideration.

The City Manager meets with each department director to review the requested budget. Using the submitted requested budget and the information from meeting with each department director, the City Manager develops a recommended budget. The City Manager submits the recommended budget to the City Commission.

During the summer, the City Manager and the City Commission hold a working meeting to review the recommended budget. During this working meeting, the City Manager presents the recommended budget.

The adopted budget is prepared by fund, function (e.g., public safety), and department (e.g., police). Department heads may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of the City Manager. Changes in the total fund budget require City Commission approval.

Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the General Fund and American Rescue Plan Act Fund (major funds) this comparison is presented as part of the basic financial statements for the governmental funds. For other governmental funds with adopted annual budgets, this comparison is presented in the governmental fund subsection of this report.

The City Commission holds public hearings on the proposed budget in September of each year and adopts a final budget no later than September 30th, the close of the City's fiscal year.

ECONOMIC CONDITIONS AND OUTLOOK

The information presented in the financial statements may be best understood when it is considered from the broader perspective of the specific economic environment within which the City of Altamonte Springs operates.

The City has positioned itself well to respond to market forces. Although our purchasing power has been eroded due to higher inflation and the Federal Reserve raising interest rates to bring inflation down to its 2 percent target, our strong and innovative workforce has been able to provide many services to our residents and those outside our city limits without having to raise our millage rate.

Our policies and approaches work. Money Magazine named the City of Altamonte Springs one of the Top 50 places to live in America, making us one of only three cities in Florida to receive this honor and the only city in Central Florida to make the Top 50. We were ranked 19th best place in the United States to start a business. Altamonte Springs also emerged as the best City in Seminole County for young professionals and we were chosen as the third best City in Florida for couples to live on Social Security alone by GoBankingRates. We feel the combination of the above demonstrates that we provide an excellent set of business-supportive practices in an environment that is attractive for businesses, and both single family and multi-family communities.

Although we are at one of the busiest intersections in Florida and have several hundred thousand regional trips pass through us each day at Interstate 4 and State Road 436, and experience nearly 94 million trips through our community annually, we continue creating alternatives for our residents to get around. We are implementing micro-mobility and pedestrian improvements throughout the City to make it easier for residents to get around. Altamonte Springs launched the first autonomous vehicle program the State of Florida has ever funded over multiple years. Residents and visitors now have alternatives to get around the Uptown Altamonte area more easily, avoiding congested roads and parking challenges. The last phase of the project will provide an alternative parallel corridor to SR 436 that will traverse from the Altamonte Springs SunRail Station to Cranes Roost Park and the Uptown Altamonte area. The project provides a key connection from the SunRail station to Advent Health campus, the Altamonte Mall, Emerson Center and the Seminole Wekiva Trail.

The Florida Department of Transportation also partnered with the City to construct a bicycle and pedestrian commute from SunRail to Seminole County's Seminole Wekiva Trail, a true rail to trails connection. In addition, the city installed PedSafe connected vehicle technology through grant funding at SR 436 and the Altamonte mall corridor which will help to prevent crashes between vehicles and pedestrians and bicyclists.

The Orlando-Kissimmee Metropolitan Statistical Area (MSA), which includes Orange, Seminole, Osceola, and Lake Counties, continues to rank as one of the top growth areas in the country based on population. In August 2023, the Orlando area's unemployment rate was 3.1 percent, an increase of 0.1 percentage point from a year ago per the Florida Department of Economic Opportunity. Orlando area's private sector employment increased by 2.8 percent (+36,100 jobs) over the year, representing the third highest number of private sector jobs gained over the year in August 2023 among all metro areas. The Orlando area's labor force increased by 61,349 over the year in August 2022, an increase of 4.2 percent.

According to the Orlando Regional Realtor Association, the median home price in 2023 was recorded at \$370,500, an all-time high and a slight increase of 1.5% compared to 2022 from \$365,000. Overall sales in 2023 decreased by 20.1% with a total of 30,499 sales. Overall sales in 2022 were recorded at 38,162. Inventory in December 2023 was recorded at 7,838 with 3.95 months of supply. The real estate market is

considered balances when there is 6 months of supply. The housing market in 2023 continued to stabilize from the frenzy seen during COVID-19. Many buyers chose to wait on buying a home amid rising interest rates. Interest rates decreased for the second month in a row (6.6%) in December 2023 compared to 7.3% in November 2023.

The City of Altamonte Springs continues to remain a place where people want to move and stay with one of the lowest tax rates in Seminole County at 3.1 mills, the same millage rate for the past nine years in a row. The City of Altamonte continues to deliver excellent services at a great price for our residents while remaining debt-free for the 12th year in a row. Through uncertain times and ups and downs in the economy, the City of Altamonte Springs is one of the most financially-stable cities in the state.

Long-Term Financial Planning

The City takes a fiscally-conservative approach in its long-term financial planning and updates the five-year capital budget each year. From FY 24 to FY 28, the Capital Improvement Program (CIP) contains improvement projects totaling \$113 million. The majority of the capital projects focus on maintaining, repairing, and renovating existing City assets such as roads, trails, sidewalks, buildings and stormwater, wastewater, and water infrastructure.

The maintenance of an adequate fund balance is one of the City's primary goals for ensuring the financial security and well-being of the City. In order to weather significant economic downturns and mitigate financial risk from unforeseen revenue fluctuations and unexpected emergencies such as natural disasters and catastrophic events, the City has established a fund balance policy. The City's goal for the unassigned fund balance within the General Fund will be an amount not less than 20% of the current fiscal year operating expenditure and regularly recurring transfers out budgeted for the fund.

Major Initiatives

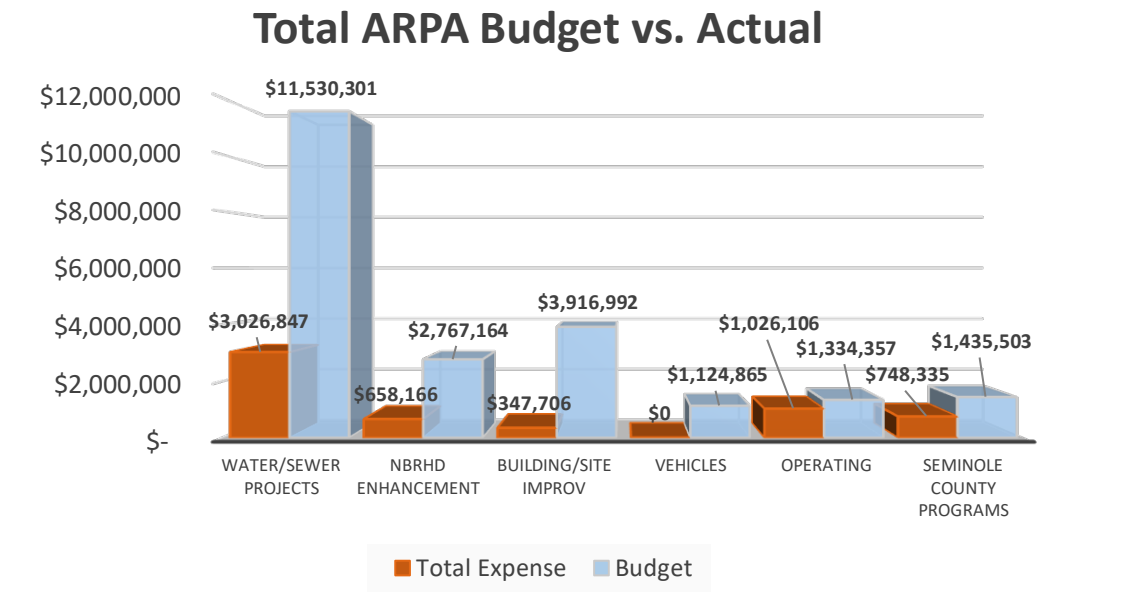
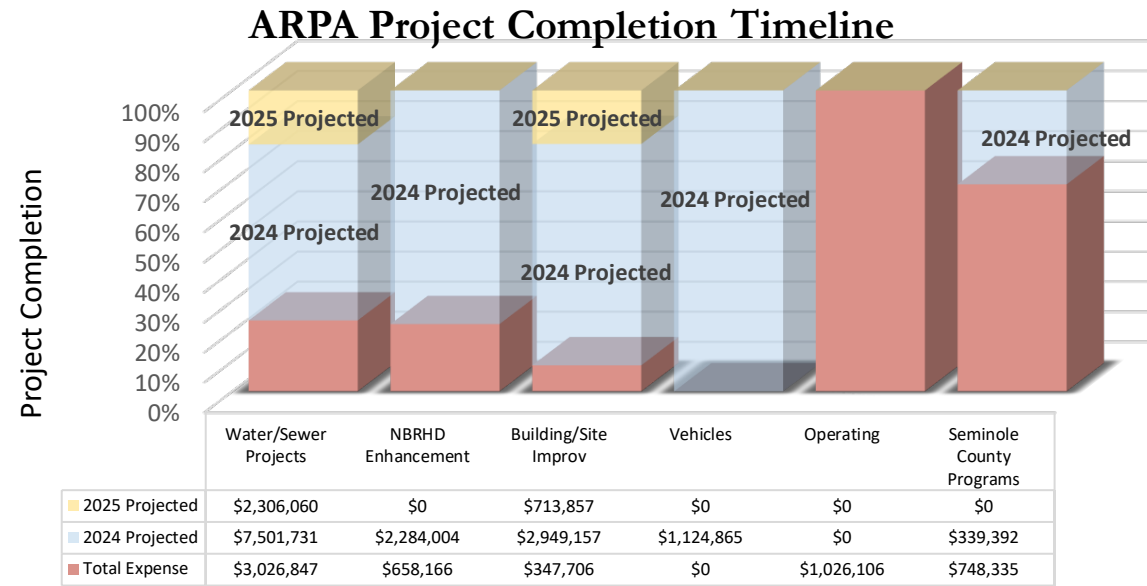
Altamonte Springs is a city born of innovation, fiscal responsibility and progressive ideas. From forward-thinking projects and proactive initiatives to an evolving business climate and environmentally-friendly projects, Altamonte Springs has set an example for other municipalities by striving to work beyond the typical constraints of local government. In December 2023, the City was honored with the 2023 FMIT Partnership Innovation Award from the Florida Municipal Insurance Trust (FMIT). This award recognizes the innovative practices that help reduce costs, turn challenges into opportunities and ensure the safety of staff and the community. Altamonte Springs was honored for its proactive approach to governing, programming, operations and risk management, which has resulted in significant benefits for the City.

The Altamonte Springs Regional Water Reclamation Facility (ASRWRF) is an award-winning water reclamation plant designed to provide treatment for up to 12 million gallons per day (MGD) of wastewater from several municipalities. Since 1989, the ASRWRF has been a leader in the United States for recycling treated wastewater and using it for irrigation. The City received a grant from the Florida Department of Agriculture and Consumer Services for \$500,000 to construct a 1-MW floating solar array that generates an estimated 1,554,000 kWh of energy annually and will reduce the energy requirements of the process airblowers by an estimated 326,000kWh annually. The floating solar array is presently the largest of its kind in Florida and the third largest in the nation. The project is scheduled to be completed by FY 24. In addition, the Florida Department of Environmental Protection awarded the city \$750,000 to repurpose biosolids into renewable energy with Hydrothermal Processing technology.

The City of Altamonte Springs recently partnered with one.network under the Altamonte Global Innovation Lab (AGiL) to enhance public safety, inform the traveling public of work being done in the right

of ways, connect real-time information to vehicles and drivers and serve as a model for local government deployment of one.network’s technology. The City chose one.network to deploy a forward-thinking work zone and traffic safety proof-of-concept thus paving the way for other municipalities to implement such valuable services. Through this partnership, both organizations are setting new standards for excellence in urban innovation and building a brighter, more resilient future for all.

The City received \$22.1 million in American Rescue Plan Act funds (ARPA) in FY 21 from the U.S. Department of Treasury as a result of the COVID-19 pandemic. The City Commission adopted a plan on the use of these funds in November 2021. The next page lists the expenditure categories that were approved and how much has been expended as of September 30, 2023 and the projected date of completion.



Independent Audit

Florida State Statutes require an annual audit of the books of account, financial records and transactions of all administrative departments of the City by independent certified public accountants selected by the City Commission. The City's auditors, MSL, P.A., have conducted the audit and issued their report which can be found in the financial section of this report.

Awards and Acknowledgements

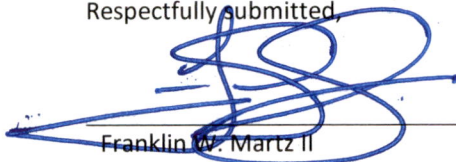
The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its Annual Comprehensive Financial Report for the fiscal year ended September 30, 2022. This was the thirty-eighth consecutive year the City has received this award. In order to be awarded a Certificate of Achievement, the City published an easily readable and efficiently organized Annual Comprehensive Financial Report. This report satisfied 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 Annual Comprehensive Financial Report continues to meet the Certificate of Achievement program's high requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the Finance Department staff. Special recognition goes out to our Finance Department team, led by Ms. Tara Culver, Chief Financial Officer. Mr. Chad Elliott, Comptroller, Ms. Liana Griffiths, Senior Accountant, Ms. Brina Lalane Ellis, Accountant III, Ms. Laurie Daugherty, Accountant II, and Ms. Jessica Mazzotti, Accountant I are all recognized for their tireless efforts in this regard.

Finally, a special acknowledgment goes out to our Mayor and City Commission for their continued support of our staff. The manner in which the City was restructured in 1980 created a government that operates much differently than most. Altamonte Springs has gained national and international prominence as a result. We plan and conduct the financial operations of the City in a responsible, prudent, and progressive manner. It is a pleasure to work with an elected body with a real sense of vision and focus on what is best for the people we serve together.

Respectfully submitted,



Franklin W. Martz II
City Manager



Tara J. Culver
Chief Financial Officer

City of Altamonte Springs, Florida

Principal Officials

September 30, 2023

Elected Officials

Mayor Pat Bates

Commissioner..... Sarah Reece

Commissioner..... Mike Brunscheen

Commissioner..... Bob O'Malley

Commissioner..... Jim Turney

Appointed Officials

City Manager Franklin W. Martz, II

City Clerk Angela M. Apperson

Director of Building and Fire Safety Department..... Anthony C. Apfelbeck

Chief Financial Officer Tara J. Culver

Director of Growth Management..... Jason Burton

Director of Human Resources..... Lee Ricci

Director of Leisure and Maintenance Services..... Ryan Thompson

Chief of Police..... James F. Riggs

Director of Public Works & Utilities..... Bruce Doig

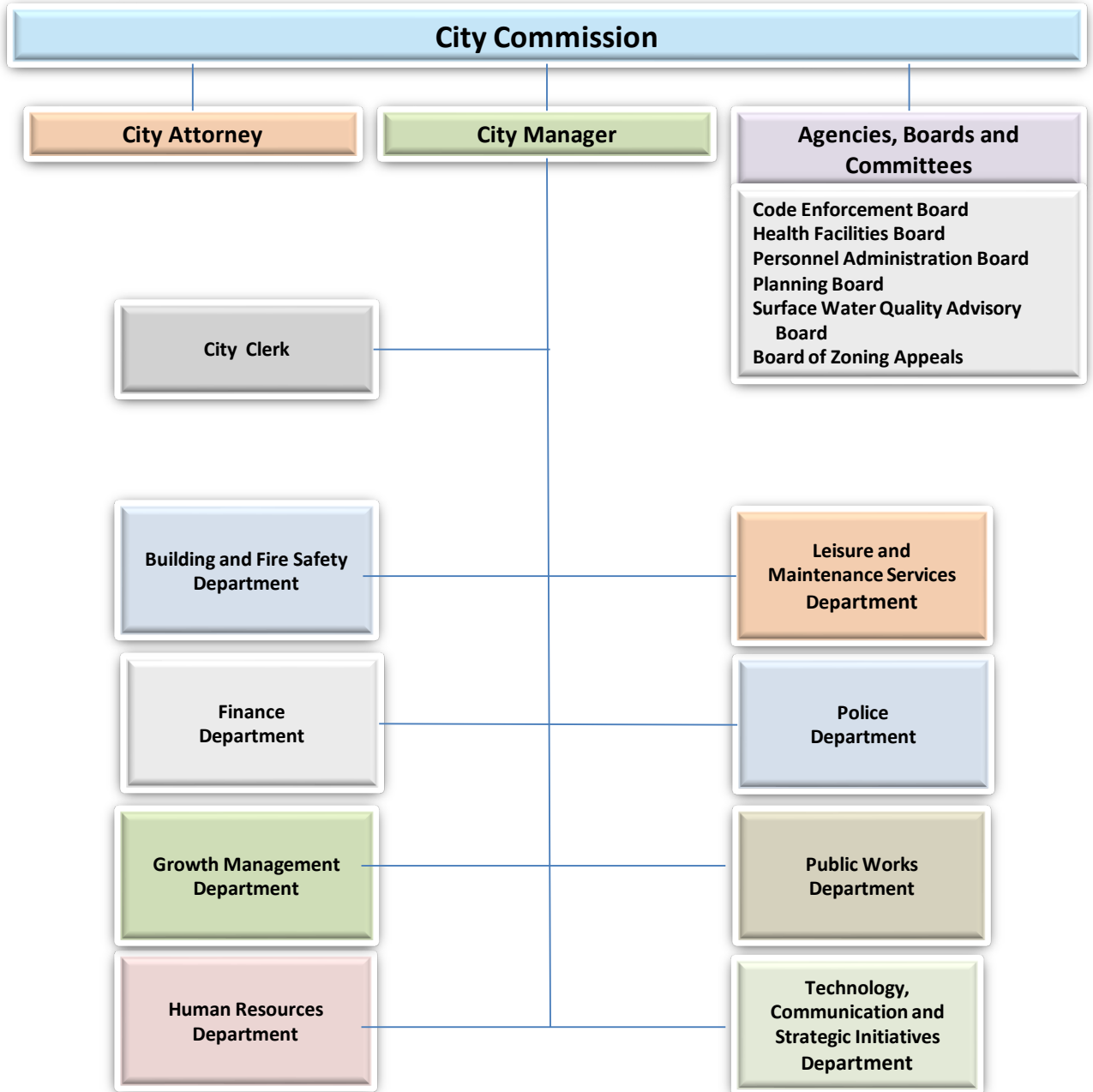
Director of Technology, Communication and Strategic Initiatives Rochelle Croskey

City Attorney James A. Fowler
Fowler, Feeney & Associates, P.A.

City Auditors..... MSL, P.A.

Organizational Chart

September 30, 2023





Government Finance Officers Association

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

Presented to

**City of Altamonte Springs
Florida**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2022

Christopher P. Morill

Executive Director/CEO

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members of the City Commission
Altamonte Springs, Florida

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Altamonte Springs, Florida (the "City") as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund and American Rescue Plan Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis-of-Matter

As discussed in Note 8 to the financial statements, in the year ended September 30, 2023, the City adopted the provisions of Government Accounting Standards Board Statement ("GASBS") Number 96, *Subscription-Based Information Technology Arrangements*. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

INDEPENDENT AUDITOR'S REPORT (Continued)

Auditor's Responsibility for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the 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.

INDEPENDENT AUDITOR'S REPORT
(Concluded)

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements as a whole. The combining and individual fund financial statements and schedules, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual major and non-major fund financial statements and schedules are fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and the statistical sections, as listed in the table of contents, but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 28, 2024, 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 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.

MSL, P.A.

Certified Public Accountants

Orlando, Florida
March 28, 2024

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City of Altamonte Springs, Florida

MANAGEMENT'S DISCUSSION AND ANALYSIS

September 30, 2023

As management of the City of Altamonte Springs (City), Florida, we offer readers of the City's financial statements this narrative and analysis of the financial activities of the City for the fiscal year ended September 30, 2023. Information in this Management's Discussion and Analysis (MD&A) is based on currently known facts, decisions and conditions. We encourage readers to consider the information presented here in conjunction with additional information provided in the transmittal letter, the basic financial statements, and the accompanying notes to financial statements, which are included in this report.

Financial Highlights

- For FY 2023, the City's assets and deferred outflows exceeded liabilities and deferred inflows by \$358 million (net position). Of this amount, over \$48 million (unrestricted net position) is available to meet the City's ongoing obligations to citizens and creditors. The governmental activities net position increased by \$6.8 million or 3.2% and the business-type activities net position increased by \$2.9 million or 2.1%. The analysis of these changes in net position related to governmental and business-type activities is discussed further in this MD&A.
- The governmental activities revenue increased \$4.4 million or 8.6% in FY 2023. The results of governmental activities produced an increase in net position of \$6.8 million, while in FY 2022 governmental activities net position increased by \$8.9 million. The analysis of these changes and current year impacts related to governmental activities is discussed further in this MD&A.
- The business-type activities revenue increased by \$0.3 million or 1.0% in FY 2023. The results of activities produced an increase in net position of \$2.9 million, while in FY 2022 net position increased by \$3.2 million. The analysis of these changes and current year impacts related to business-type activities is further discussed in this MD&A.
- The City's total expenses increased by \$7.1 million or 10.9%. The analysis of this change related to government-wide activities and changes in net position is further discussed in this MD&A.
- The General Fund, the primary operating fund, reflected on a current financial resource basis, reported an increase in fund balance of \$851,289 in FY 2023, compared to an increase of \$18,845 in FY 2022. The analysis of these changes related to the General Fund is further discussed in the fund financial statement analysis section of this MD&A.

OVERVIEW OF FINANCIAL STATEMENTS

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

Government-Wide Financial Statements

The government-wide financial statements are designed to provide a broad overview of the City in a corporate-like manner similar to private sector financial statements. The Statement of Net Position presents information on all the City's assets, deferred outflows of resources, liabilities, and deferred inflows of resources. This statement format combines and consolidates the governmental funds' current financial resources with capital assets (including infrastructure) and long-term obligations.

The Statement of Activities is focused on both the gross and net cost of various functions (including governmental and business-type), which are supported by the government's general tax and other revenues. This statement is intended to summarize and simplify the user's analysis of the cost of various governmental services and/or subsidy to various business-type activities.

The government-wide financial statements present information about the functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities reflect the City's basic services, including public safety, culture and recreation, physical environment, and transportation. Property, sales, gas, communication service and utility taxes along with other intergovernmental revenue finance the majority of these services. The business-type activities reflect private sector type operations (water and sewer utilities and residential refuse disposal), where the fee for service typically covers all or most of the cost of operation, including depreciation.

Fund Financial Statements

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

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

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

The City maintains several individual governmental funds. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund, American Rescue Plan Act (ARPA) Fund, and Infrastructure Sales Tax Fund which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements in the other supplemental information section of this report.

The City adopts an annual budget for its general and special revenue funds, and project-length budgets for the capital projects funds. Budgetary comparison schedules have been provided for these funds to demonstrate budgetary compliance.

The basic governmental fund financial statements may be found immediately following the government-wide financial statements. Budgetary comparisons for the City's General Fund and American Rescue Plan Act Fund are found within the basic governmental fund financial statements section.

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. The City uses two enterprise funds, one to account for the fiscal activities relating to the water and sewer system and another to account for the fiscal activities of the refuse disposal division. Internal service funds are used as an accounting device to accumulate and allocate costs internally among the City's various functions. The City uses an internal service fund to account for the City's workers' compensation self-insurance program. Because this fund and reserve predominantly benefit governmental rather than business-type functions, it has been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Sewer System Fund (which is considered to be a major fund of the City) and the Refuse Disposal Fund.

The basic Proprietary fund financial statements follow the Statement of Revenues, Expenditures and Changes in Fund Balances – budget to actual for major governmental funds.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting basis used for fiduciary funds is similar to proprietary funds. The City's fiduciary funds consist of two pension trust funds: the Police Officers' Pension Plan Fund and the General Employees' Pension Plan Fund. The basic fiduciary fund financial statements can be found in Note 11 of the Notes to the Financial Statements.

Notes to 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. These notes can be found after the fiduciary fund financial statements.

Other Information

In addition to the financial statements and accompanying notes, this report also presents certain required supplementary information related to the City's employee pension plans and other post-employment benefits (OPEB) obligations. The combining statements referred to earlier in connection with non-major governmental funds are presented in the other supplemental information section of this report. Combining and individual non-major governmental fund schedules, as well as, budgetary comparison schedules for capital project funds can be found following the notes to the financial statements.

GOVERNMENT-WIDE FINANCIAL STATEMENT ANALYSIS

The government-wide financial statements provide long-term and short-term information about the City's overall financial condition. This analysis addresses the financial statements of the City as a whole.

The following table reflects a summary of the Statement of Net Position compared to the prior year.

Table 1 Condensed Statement of Net Position <i>(all amounts are in thousands)</i>						
	Governmental Activities		Business-type Activities		Total Primary Government	
	2022	2023	2022	2023	2022	2023
Assets						
Current and other assets	\$ 79,119	\$ 81,059	\$ 30,231	\$ 35,552	\$ 109,350	\$ 116,611
Capital assets (net)	171,785	176,734	114,828	113,586	286,613	290,320
Total Assets	<u>\$ 250,904</u>	<u>\$ 257,793</u>	<u>\$ 145,059</u>	<u>\$ 149,138</u>	<u>\$ 395,963</u>	<u>\$ 406,931</u>
Deferred Outflows						
Deferred pension outflows	\$ 14,473	\$ 8,633	\$ 2,200	\$ 1,351	\$ 16,673	\$ 9,984
Deferred OPEB outflows	12	9	4	3	16	12
Total Deferred Outflows	<u>\$ 14,485</u>	<u>\$ 8,642</u>	<u>\$ 2,204</u>	<u>\$ 1,354</u>	<u>\$ 16,689</u>	<u>\$ 9,996</u>
Liabilities						
Current and other liabilities	\$ 33,475	\$ 29,301	\$ 5,925	\$ 6,373	\$ 39,400	\$ 35,674
Long-term liabilities	17,948	15,667	2,282	1,993	20,230	17,660
Total Liabilities	<u>\$ 51,423</u>	<u>\$ 44,968</u>	<u>\$ 8,207</u>	<u>\$ 8,366</u>	<u>\$ 59,630</u>	<u>\$ 53,334</u>
Deferred Inflows						
Deferred pension inflows	\$ 2,391	\$ 2,072	\$ 1,568	\$ 1,499	\$ 3,959	\$ 3,571
Deferred OPEB inflows	355	1,360	76	320	431	1,680
Total Deferred Inflows	<u>\$ 2,746</u>	<u>\$ 3,432</u>	<u>\$ 1,644</u>	<u>\$ 1,819</u>	<u>\$ 4,390</u>	<u>\$ 5,251</u>
Net Position						
Net Investment in capital assets	\$ 171,785	\$ 175,563	\$ 114,828	\$ 113,586	\$ 286,613	\$ 289,149
Restricted	6,389	6,790	10,130	14,181	16,519	20,971
Unrestricted	33,046	35,682	12,454	12,540	45,500	48,222
Total Net Position	<u>\$ 211,220</u>	<u>\$ 218,035</u>	<u>\$ 137,412</u>	<u>\$ 140,307</u>	<u>\$ 348,632</u>	<u>\$ 358,342</u>

Normal Impacts

There are three basic (normal) transactions that will affect the comparability of the Statement of Net Position summary presentation.

Net Results of Activities – which will impact (increase/decrease) current assets and unrestricted net position.

Spending of Non-Borrowed Current Assets on New Capital – which will (a) reduce current assets and increase capital assets, and (b) reduce unrestricted net position and increase net investment in capital assets.

Reduction of Capital Assets through Depreciation – which will reduce capital assets and net investment in capital assets.

Current Year Impacts – Government-Wide Statement of Net Position

Governmental Activities:

Current and other assets increased by \$1.9 million. The increase is primarily due to an increase in due from other governments of \$1.0 million. The City started construction on the multimodal flexpath pathway project in FY 2023 that will connect the SunRail station in Altamonte to the Seminole Wekiva Trail at Sanlando Park and a portion of this project will be reimbursed by Seminole County through an Interlocal Agreement.

Deferred outflows of resources decreased \$5.8 million due to a decrease in pension and OPEB related deferred outflows based on actuary reports.

Current and long-term liabilities decreased \$6.5 million due primarily to a decrease of \$4.1 million in unearned ARPA funds that was expended in FY 2023 due to large projects progressing, and a \$2.3 million decrease in the net pension liability based on actuary reports.

Deferred inflows of resources increased by \$0.7 million primarily due to an increase in OPEB related deferred inflows based on actuary reports.

Business-type Activities

Current and other assets increased \$5.3 million as a result of a \$3.0 million increase in investments and a \$1.0 million increase in cash and cash equivalents due to better economic conditions in FY 2023 compared to FY 2022.

Deferred outflows of resources decreased \$0.9 million due to a decrease in pension related deferred outflows based on actuary reports.

Current and long-term liabilities increased \$0.2 million due to an increase in accounts payable for utility relocations performed by the Seminole County Public Works department on Wymore Road that was not paid as of year-end.

Deferred inflows of resources increased by \$0.2 million primarily due to an increase in OPEB related deferred inflows based on actuary reports.

Net Position:

Increases or decreases in net position may serve over time as a useful indicator of whether a government's financial position is improving or deteriorating. For the City as the primary government, total assets and deferred outflows of resources exceeded total liabilities and deferred inflows of resources by \$358.3 million at the close of September 30, 2023. This is an increase of \$9.7 million from FY 2022.

The largest portion of the City's net position (81%) reflects its investment in capital assets (e.g., land, buildings, equipment, and infrastructure). The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

The City has restricted net position totaling \$21.0 million for utility and transportation system improvements, law enforcement and tree replacement. The remaining balance of unrestricted net position totaling approximately \$48.2 million is available to meet the City's ongoing obligations to citizens and creditors.

The City's net position increased by approximately \$9.7 million during the year. Key components of this increase include investments increasing by \$4.0 million in the Wastewater Treatment Facility Fee Fund and \$4.4 million in American Rescue Plan Act grant funds.

The table below summarizes the statement of activities and the changes in net position for the current and previous year.

Table 2
Condensed Statement of Changes in Net Position
(all amounts are in thousands)

	Governmental		Business-type		Total	
	Activities		Activities		Primary Government	
	2022	2023	2022	2023	2022	2023
Revenues						
Program revenues						
Charges for services	\$ 16,284	\$ 16,145	\$ 24,287	\$ 24,688	\$ 40,571	\$ 40,833
Operating grants & contributions	1,526	1,881	63	14	1,589	1,895
Capital grants and contributions	-	3,537	2,436	2,270	2,436	5,807
General revenues						
Property taxes	11,264	12,588	-	-	11,264	12,588
Other taxes	12,202	12,969	-	-	12,202	12,969
Other	9,461	8,304	(796)	(1,023)	8,665	7,281
Total revenues	<u>\$ 50,737</u>	<u>\$ 55,424</u>	<u>\$ 25,990</u>	<u>\$ 25,949</u>	<u>\$ 76,727</u>	<u>\$ 81,373</u>
Expenses						
General government	\$ 16,356	\$ 18,128	\$ -	\$ -	\$ 16,356	\$ 18,128
Public safety	14,938	16,997	-	-	14,938	16,997
Physical environment	1,851	2,273	22,258	22,854	24,109	25,127
Transportation	2,971	3,653	-	-	2,971	3,653
Culture/recreation	6,238	7,758	-	-	6,238	7,758
Total expenses	<u>\$ 42,354</u>	<u>\$ 48,809</u>	<u>\$ 22,258</u>	<u>\$ 22,854</u>	<u>\$ 64,612</u>	<u>\$ 71,663</u>
Increase in net position						
before transfers	\$ 8,383	\$ 6,615	\$ 3,732	\$ 3,095	\$ 12,115	\$ 9,710
Transfers in (out)	500	200	(500)	(200)	-	-
Increase in net position	<u>\$ 8,883</u>	<u>\$ 6,815</u>	<u>\$ 3,232</u>	<u>\$ 2,895</u>	<u>\$ 12,115</u>	<u>\$ 9,710</u>
Net Position						
Beginning of year	202,337	211,220	134,180	137,412	336,517	348,632
End of year	<u>\$ 211,220</u>	<u>\$ 218,035</u>	<u>\$ 137,412</u>	<u>\$ 140,307</u>	<u>\$ 348,632</u>	<u>\$ 358,342</u>

Normal Impacts

There are eight basic (normal) impacts on revenues and expenses as reflected below.

Revenues:

Economic Condition – which can reflect a declining, stable or growing economic environment and has a substantial impact on property, sales, gas or other tax revenue, as well as, public spending habits for building permits, elective user fees and volumes of consumption.

Increase/Decrease in Commission approved rates – while certain tax rates are set by statute, the City Commission has significant authority to impose and periodically increase/decrease rates (millage, water and sewer, permitting, impact fees, recreation user fees, etc.)

Changing Patterns in Intergovernmental and Grant Revenue (both recurring and non-recurring) – certain recurring revenues (state revenue sharing, etc.) may experience significant changes periodically while non-recurring (or one-time) grants are less predictable and often distorting in their impact on year to year comparisons.

Market Impacts on Investment income – the City’s investment portfolio is managed using a longer average maturity than most governments, and the market condition may cause investment income to fluctuate more than alternative shorter-term options.

Expenses:

Introduction of New Programs – within the functional expense categories (General Government, Public Safety, Physical Environment, Transportation and Culture/Recreation) individual programs may be added or deleted to meet changing community needs.

Increase/Decrease in Authorized Personnel – changes in service demand may cause the City Commission to increase/decrease authorized staffing.

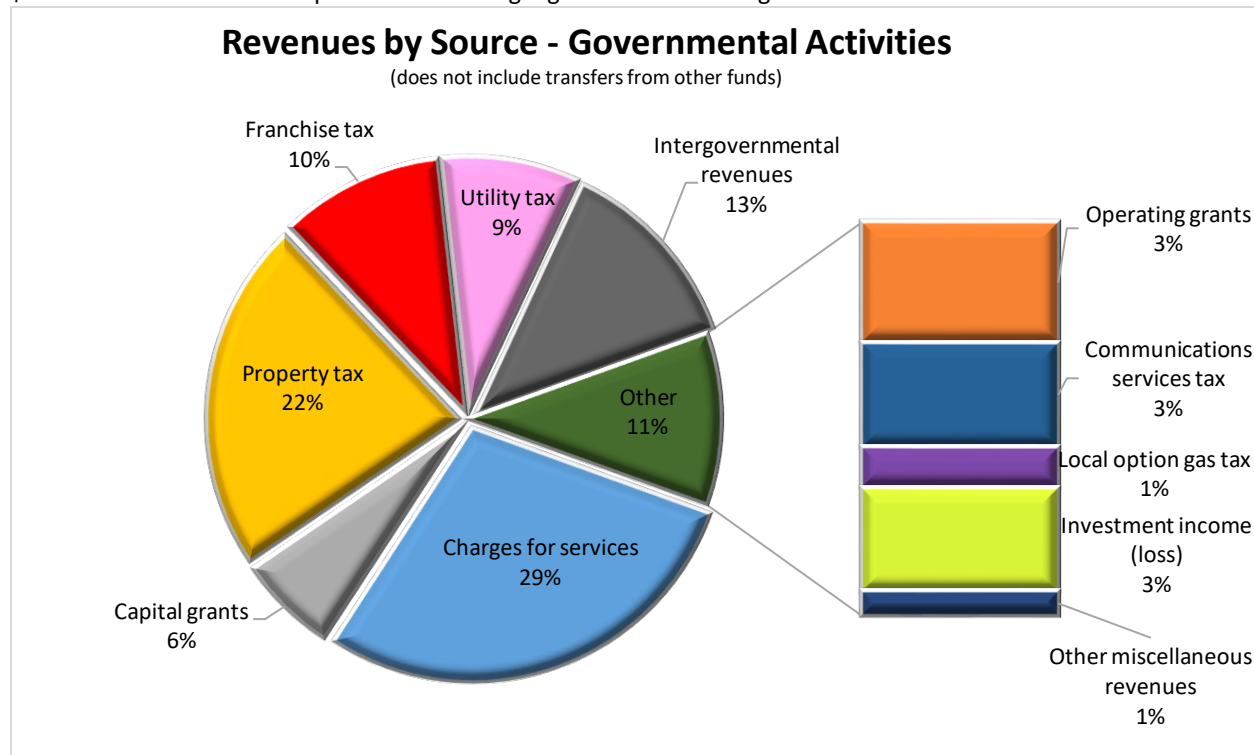
Salary Increases (cost of living, merit and market adjustment) – the ability to attract and retain human and intellectual resources requires the City to strive to approach a competitive salary range position in the marketplace.

Inflation – the City is a major consumer of certain commodities such as chemicals, supplies, fuels, and parts. In a time with high inflation, some functions may experience unusual high commodity specific increases.

Current Year Impacts – Government Wide Statements of Activities and Changes in Net Position

Governmental Activities:

For FY 2023, the net position of the governmental activities increased by \$6.8 million, compared to an increase of \$8.9 million in FY 2022. The pie chart below highlights the sources of governmental activities revenue for FY 2023.

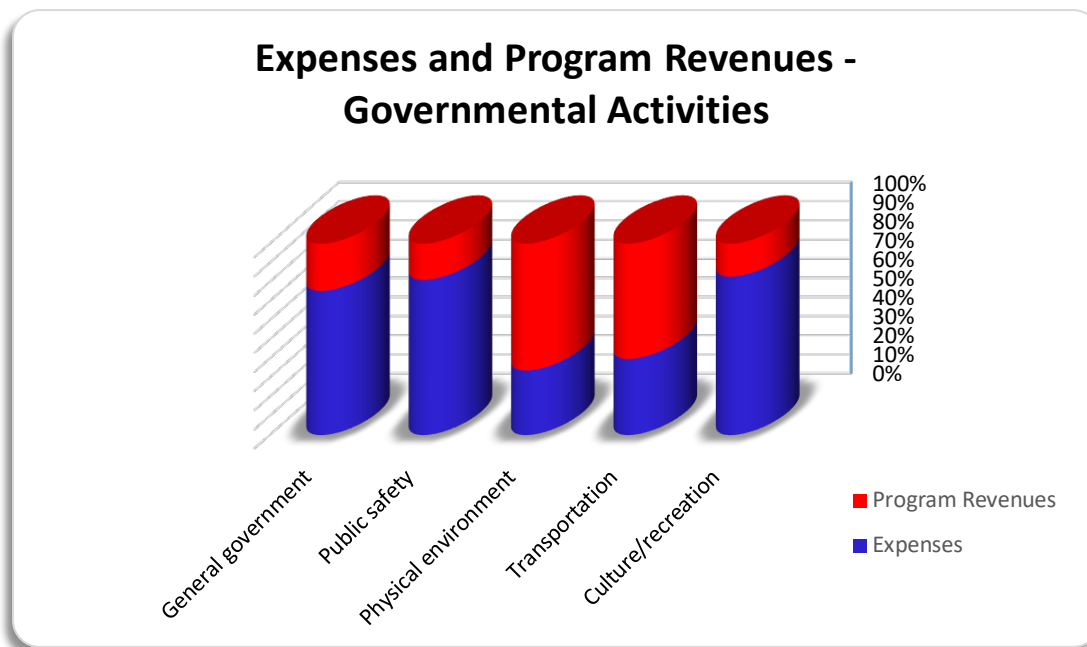


Operating and capital grants increased by approximately \$3.9 million. This increase was due to \$3.5 million in ARPA funds received in FY 23.

Property tax revenue increased by \$1.3 million in FY 23 due to an increase in property values and new development.

Other revenues decreased approximately \$1.2 million in FY 23 due to receiving a reimbursement of development expenses for the Gateway Drive project in FY 22 and not receiving the same in FY 23.

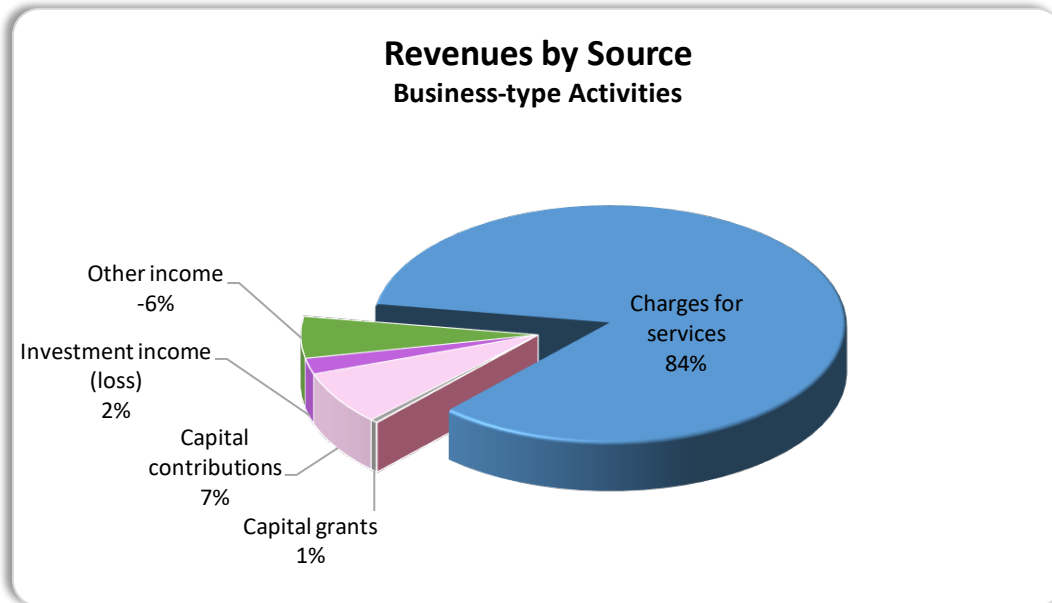
The following graph is a comparison of program revenues and program expenses for all governmental activities for FY 23. This graph reflects the degree to which governmental activities are self-supporting.



Governmental activities expenses increased by \$6.5 million in FY 23 or 15.2% from the prior year. This is mainly due to an increase in salaries and benefits across all functions as a result of merit increases, as well as, increases for employee retention purposes, increases in Hurricane Ian and Nicole expenses for a total of \$0.5 million, property insurance increases and inflation and the increase in the cost of general operating supplies, contractual services, and fuel.

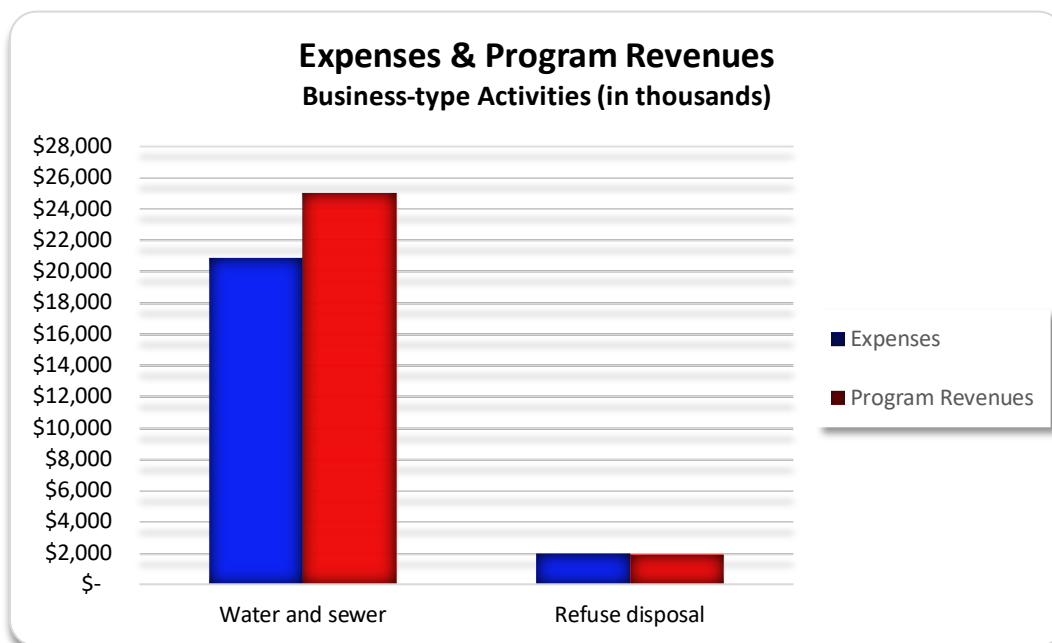
Business-type Activities:

The City's business-type activities consist of the City's water and sewer system and residential refuse disposal operation. For FY 23, the net position of the business-type activities increased by \$2.9 million, compared to an increase of \$3.2 million in FY 2022. Business-type revenues for FY 23 are reflected in the pie chart below.



Charges for services increased by \$0.4 million in FY 23 or 1.7% from the prior year due to an increase in water and sewer and refuse rates.

Investment income increased \$1.7 million in FY 23 due to a higher annual rate of return on the investment portfolio. During FY 23 the rate of return was 2.31% compared to (4.15%) during FY 22.



Expenses of the business-type activities increased by \$0.6 million in FY 23 or 2.7% from the prior year. This is mainly due to inflation and the increase in the cost of general operating supplies and contractual services, as well as, merit increases.

FUND FINANCIAL STATEMENT ANALYSIS

Governmental Funds

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

At the end of FY 23, the City's governmental funds reported combined ending fund balances of \$47.2 million, an increase of \$2.3 million from the prior year. Approximately 66% of this total amount (\$31 million) is non-spendable, restricted, committed, or assigned, leaving \$16.2 million (34%) as unassigned.

The General Fund is the primary operating fund of the City. At the end of FY 23, unassigned fund balance of the General Fund was \$16.9 million, while total fund balance was \$18.8 million. As a measure of the General Fund's liquidity, it is useful to compare both unassigned fund balance and total fund balance to total budgeted General Fund expenditures and transfers out. For FY 23, unassigned fund balance represented 37% of total budgeted General Fund expenditures and transfers out, while total fund balance represented 41% of that same amount.

General Fund revenues totaled \$43.2 million, an increase of \$5.9 million or 15.8% over FY 22 due to an increase in investment income of approximately \$2.4 million. During FY 23, the rate of return was 2.31% compared to (4.15%) during FY 22.

Property taxes increased by \$1.3 million. The tax rate for FY 23 was 3.1 mills, unchanged since fiscal year 2016. A 11% increase in assessed property values accounted for the increase in property tax revenues.

General Fund expenditures totaled \$40.6 million, an increase of \$5.0 million or 14% over FY 22. This is a result of Hurricane Ian and Nicole expenses in FY 23 totaling \$0.5 million and an increase in salaries and benefit expenses due to merit and retention increases.

FY 23, the City recognized \$4.4 million in earned revenues based on total eligible American Rescue Plan Act (ARPA) Fund expenditures incurred during the fiscal year. The balance of funds received, \$16.1 million, is reported as unearned revenues.

The Infrastructure Sales Tax Fund, the last of the City's major governmental funds, is used to account for the accumulation and use of infrastructure sales tax revenues. Fund balance increased \$0.4 million in FY 23 due to a decrease in outstanding payables to vendors at year-end.

Proprietary Fund

The fund financial statements for the proprietary funds essentially provides the same information found in the business-type activities column in the government-wide financial statements. Factors concerning the proprietary funds have been addressed in the discussion of the City's business-type activities.

General Fund Budgetary Highlights

The budget for 2023 included \$38.3 million in revenues and \$41.5 million in expenditures. A summary of the budgeted and actual revenues, expenditures and changes in fund balance are shown in the table below.

General Fund Summary Schedule of Revenues, Expenditures and Changes in Fund Balance For the Year Ended September 30, 2023				
	Final Budget	Actual	Variance	
Revenues				
Taxes	\$ 24,484,095	\$ 25,556,594	\$ 1,072,499	4%
Licenses and permits	841,000	899,339	58,339	7%
Intergovernmental revenues	5,570,500	7,177,681	1,607,181	29%
Charges for services	6,868,300	7,755,244	886,944	13%
Fines and forfeitures	150,873	290,025	139,152	92%
Investment income (loss)	200,300	893,314	693,014	346%
Miscellaneous revenues	216,800	595,019	378,219	174%
	<u>\$ 38,331,868</u>	<u>\$ 43,167,216</u>	<u>\$ 4,835,348</u>	<u>13%</u>
Expenditures				
Current				
General government	\$ 21,657,778	\$ 20,362,883	\$ 1,294,895	6%
Public safety	12,580,379	13,433,615	(853,236)	-7%
Transportation	901,586	704,290	197,296	22%
Culture/Recreation	6,345,909	6,064,942	280,967	4%
	<u>\$ 41,485,652</u>	<u>\$ 40,565,730</u>	<u>\$ 919,922</u>	<u>2%</u>
Excess of revenues over (under) expenditures	<u>\$ (3,153,784)</u>	<u>\$ 2,601,486</u>	<u>\$ 5,755,270</u>	<u>182%</u>
Other financing sources (uses)				
Transfers out				
American Rescue Plan Fund	\$ (715,629)	\$ (197)	\$ 715,432	-
Capital projects fund	(1,750,000)	(1,750,000)	-	-
	<u>\$ (2,465,629)</u>	<u>\$ (1,750,197)</u>	<u>\$ 715,432</u>	<u>-</u>
Net changes in fund balance	\$ (5,619,413)	\$ 851,289	\$ 6,470,702	115%
Fund balance				
Beginning of year	<u>17,954,966</u>	<u>17,954,966</u>	<u>-</u>	<u>-</u>
End of year	<u>\$ 12,335,553</u>	<u>\$ 18,806,255</u>	<u>\$ 6,470,702</u>	<u>52%</u>

General Fund actual revenues totaled \$43.2 million, \$4.8 million more than projected. This increase in actual revenues was due to an increase in franchise fees of approximately \$0.7 million, a \$0.7 million increase in State Revenue Sharing funds, and a \$0.5 increase in additional utility taxes due to the economy. Culture and recreation charges increased \$0.5 million due to an increase in program participation, federal and state grants increased \$0.6 due to the funds receive from FEMA for reimbursement of Hurricane Ian expenditures, and investment income increased \$0.7 million due to better market performance.

Actual expenditures and transfers out were \$42.3 million, \$0.2 million less than the budgeted amount of \$44 million. This decrease in actual spending compared to budget was mainly due to a decrease in salaries and benefits in the Police Department from retirements and turnover.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of September 30, 2023 totaled \$290.3 million (net of accumulated depreciation), up \$3.7 million (1.3%) from FY 22. Additional information on the City's capital assets can be found in Note 7 of this report.

Capital Assets
September 30, 2023
(all amounts are in thousands)

	Governmental Activities		Business-type Activities		Total	
	2022	2023	2022	2023	2022	2023
Land	\$ 6,153	\$ 6,153	\$ 644	\$ 644	\$ 6,797	\$ 6,797
Buildings and improvements	93,716	92,021	19,508	19,179	113,224	111,200
Water and sewer system	-	-	204,837	200,656	204,837	200,656
Infrastructure	109,306	124,512	-	3,459	109,306	127,971
Machinery and equipment	18,982	16,780	8,854	8,588	27,836	25,368
Construction in progress	19,654	11,507	5,975	3,290	25,629	14,797
Intangible assets	4,150	4,150	-	-	4,150	4,150
Leases	116	1,586	-	-	116	1,586
Other assets	-	44	-	-	-	44
	<u>\$ 252,077</u>	<u>\$ 256,753</u>	<u>\$ 239,818</u>	<u>\$ 235,816</u>	<u>\$ 491,895</u>	<u>\$ 492,569</u>
Accumulated depreciation	(80,292)	(80,019)	(124,990)	(122,230)	(205,282)	(202,249)
Capital assets, net	<u>\$ 171,785</u>	<u>\$ 176,734</u>	<u>\$ 114,828</u>	<u>\$ 113,586</u>	<u>\$ 286,613</u>	<u>\$ 290,320</u>

Long-term debt

At the end of FY 23, the City had total long-term liabilities of \$17.7 million, a decrease of \$2.6 million (13%) from the prior year which related to a \$2.1 million decrease in other post-employment benefits. Long-term debt consists of compensated absences, leases, subscription-based information technology arrangements (SBITAs), other post-employment benefits (retiree health subsidy), and net pension liability. As of September 30, 2023, the City had an outstanding balance of \$3.0 million in compensated absences, a \$0.8 million in lease liability, \$1.1 million in SBITAs, a net pension liability of \$12.1 million, and \$1.4 million in other post-employment benefits liability. In addition to the net pension liability, the City has a net pension asset totaling \$4.7 million, an increase of \$3.5 million from prior year, with \$2.6 million attributable to governmental activities and \$1.0 million attributable to business-type activities.

Changes in Long-term Debt
For the Year Ended September 30, 2023

	Beginning			Ending	
	Balance	Additions	Deletions	Balance	Due Within One Year
Governmental activities					
Compensated absences	\$ 2,625,925	\$ 1,795,248	\$ (1,852,683)	\$ 2,568,490	\$ 1,027,396
Net pension liability	13,079,389	(2,176,205)	-	10,903,184	-
Other post employment benefits	2,242,531	(1,218,249)	-	1,024,282	80,462
Lease liability	40,234	76,131	(40,234)	76,131	23,922
Subscription-based information technology arrangements liability	-	1,094,722	-	1,094,722	341,579
	<u>\$ 17,988,079</u>	<u>\$ (428,353)</u>	<u>\$ (1,892,917)</u>	<u>\$ 15,666,809</u>	<u>\$ 1,473,359</u>
Business-type activities					
Compensated absences	\$ 497,537	\$ 463,725	\$ (521,411)	\$ 439,851	\$ 175,941
Net pension liability	1,113,200	64,648	-	1,177,848	-
Other post employment benefits	671,489	(295,812)	-	375,677	19,538
	<u>\$ 2,282,226</u>	<u>\$ 232,561</u>	<u>\$ (521,411)</u>	<u>\$ 1,993,376</u>	<u>\$ 195,479</u>

Additional information on the City's debt can be found in Note 9 of this report. Additional information on other post-employment benefits can be found in Note 12 of this report. Additional information on the City's net pension liability and net pension asset can be found in Note 11 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS

The financial condition of the City, in spite of the effects of the pandemic, remains strong. The City-wide adopted budget for FY 24 is \$124.8 million or 11% greater than the FY 23 adopted budget of \$112.5 million. The General Fund budget for FY 24 is \$45.3 million or 4.4% greater than the FY 23 adopted budget of \$43.4 million. The millage for fiscal year 2024 remains at 3.1 mills, unchanged since fiscal year 2016. Water and sewer rates increased 2.5% and refuse disposal rates increased 1.1% in FY 23. Stormwater rates did not increase in FY 23.

Requests for Information

This financial report is designed to present users with a general overview of the City's finances and to demonstrate the City's accountability. If you have questions concerning any of the information provided in this report or need additional financial information, contact the City's Finance Department, 225 Newburyport Avenue, Altamonte Springs, Florida 32701.

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City of Altamonte Springs, Florida
STATEMENT OF NET POSITION
September 30, 2023

	Governmental Activities	Business-type Activities	Total
Assets			
Cash and cash equivalents	\$ 3,971,947	\$ 1,610,222	\$ 5,582,169
Investments	63,563,418	14,609,383	78,172,801
Restricted assets	42,732	14,231,483	14,274,215
Special assessments receivable	38,415	-	38,415
Accounts receivable	1,147,798	2,434,999	3,582,797
Accrued interest receivable	302,748	83,693	386,441
Due from other governments	8,792,383	608,713	9,401,096
Inventories	65,568	322,944	388,512
Prepays	42,013	12,557	54,570
Net pension asset	3,092,015	1,638,375	4,730,390
Capital assets not being depreciated	17,660,170	3,933,786	21,593,956
Capital assets net of accumulated depreciation	159,073,849	109,652,696	268,726,545
Total Assets	<u>\$ 257,793,056</u>	<u>\$ 149,138,851</u>	<u>\$ 406,931,907</u>
Deferred Outflows			
Deferred outflows from pensions	\$ 8,633,176	\$ 1,351,299	\$ 9,984,475
Deferred outflows from OPEB	9,323	2,827	12,150
Total Deferred Outflows	<u>\$ 8,642,499</u>	<u>\$ 1,354,126</u>	<u>\$ 9,996,625</u>
Liabilities			
Accounts payable	\$ 3,963,436	\$ 1,572,190	\$ 5,535,626
Accrued liabilities	2,060,775	296,893	2,357,668
Due to other governments	2,060	17,708	19,768
Unearned revenues	23,119,844	-	23,119,844
Refundable impact fees	67,535	-	67,535
Prepaid connection fees	-	50,830	50,830
Deposits	87,656	4,435,719	4,523,375
Long-term liabilities			
Due within one year			
Compensated absences	1,027,396	175,941	1,203,337
Lease liability	23,922	-	23,922
Subscription-based information technology arrangements liability	341,579	-	341,579
Other post employment benefits liability	80,462	19,538	100,000
Due in more than one year			
Compensated absences	1,541,094	263,910	1,805,004
Lease liability	52,209	-	52,209
Subscription-based information technology arrangements liability	753,143	-	753,143
Net pension liability	10,903,184	1,177,848	12,081,032
Other post employment benefits liability	943,820	356,139	1,299,959
Total Liabilities	<u>\$ 44,968,115</u>	<u>\$ 8,366,716</u>	<u>\$ 53,334,831</u>
Deferred Inflows			
Deferred inflows from pensions	\$ 2,072,022	\$ 1,498,513	\$ 3,570,535
Deferred inflows from OPEB	1,360,136	320,446	1,680,582
Total Deferred Inflows	<u>\$ 3,432,158</u>	<u>\$ 1,818,959</u>	<u>\$ 5,251,117</u>
Net Position			
Net Investment in capital assets	\$ 175,563,166	\$ 113,586,482	\$ 289,149,648
Restricted for:			
Capital improvements	6,143,178	14,180,653	20,323,831
Public safety	533,237	-	533,237
Other purposes	113,468	-	113,468
Unrestricted	<u>35,682,233</u>	<u>12,540,167</u>	<u>48,222,400</u>
Total Net Position	<u>\$ 218,035,282</u>	<u>\$ 140,307,302</u>	<u>\$ 358,342,584</u>

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

City of Altamonte Springs, Florida

STATEMENT OF ACTIVITIES

For the Year Ended September 30, 2023

Functions / Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
General government	\$ 18,128,634	\$ 4,412,706	\$ 1,281,544	\$ 253,976
Public safety	16,996,951	3,655,308	326,563	-
Physical environment	2,272,641	1,922,121	103,350	2,446,972
Transportation	3,653,002	4,571,611	139,800	835,676
Culture/Recreation	7,758,192	1,583,580	29,647	-
Total Governmental Activities	\$ 48,809,420	\$ 16,145,326	\$ 1,880,904	\$ 3,536,624
Business-type Activities				
Water and sewer	\$ 20,884,166	\$ 22,747,309	\$ 14,400	\$ 2,270,090
Refuse disposal	1,969,667	1,940,915	-	-
Total Business-type Activities	\$ 22,853,833	\$ 24,688,224	\$ 14,400	\$ 2,270,090
Total	\$ 71,663,253	\$ 40,833,550	\$ 1,895,304	\$ 5,806,714

General Revenues

Property tax
Franchise fee tax
Utility tax
Communications services tax
Local option gas tax
Intergovernmental revenues - unrestricted
Investment income (loss)
Other miscellaneous revenues

Transfers

Total General Revenues and Transfers

Change in Net Position

Net Position

Beginning of Year

End of Year

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

Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	Business-type Activities	Total
\$ (12,180,408)	\$ -	\$ (12,180,408)
(13,015,080)	-	(13,015,080)
2,199,802	-	2,199,802
1,894,085	-	1,894,085
(6,144,965)	-	(6,144,965)
<u>\$ (27,246,566)</u>	<u>\$ -</u>	<u>\$ (27,246,566)</u>
\$ -	\$ 4,147,633	\$ 4,147,633
-	(28,752)	(28,752)
<u>\$ -</u>	<u>\$ 4,118,881</u>	<u>\$ 4,118,881</u>
<u>\$ (27,246,566)</u>	<u>\$ 4,118,881</u>	<u>\$ (23,127,685)</u>
\$ 12,587,661	\$ -	\$ 12,587,661
5,810,065	-	5,810,065
4,899,924	-	4,899,924
1,624,794	-	1,624,794
634,150	-	634,150
7,063,177	-	7,063,177
1,624,611	635,372	2,259,983
(383,563)	(1,658,185)	(2,041,748)
200,000	(200,000)	-
<u>\$ 34,060,819</u>	<u>\$ (1,222,813)</u>	<u>\$ 32,838,006</u>
\$ 6,814,253	\$ 2,896,068	\$ 9,710,321
<u>211,221,029</u>	<u>137,411,234</u>	<u>348,632,263</u>
<u>\$ 218,035,282</u>	<u>\$ 140,307,302</u>	<u>\$ 358,342,584</u>

City of Altamonte Springs, Florida

Balance Sheet

ALL GOVERNMENTAL FUNDS

September 30, 2023

	MAJOR FUNDS			Non-Major	Total
	General	ARPA Fund	Infrastructure Sales Tax Fund	Governmental Funds	Governmental Funds
Assets					
Cash and cash equivalents	\$ 1,783,990	\$ -	\$ 723,760	\$ 1,326,902	\$ 3,834,652
Investments	15,086,513	16,747,551	7,861,670	22,368,391	62,064,125
Receivables					
Accounts receivable	1,037,025	-	-	110,773	1,147,798
Accrued interest	174,047	-	42,732	120,552	337,331
Special assessments	-	-	-	38,415	38,415
Due from other funds	700,595	-	-	-	700,595
Advance to other funds	700,000	-	-	-	700,000
Due from other governments	1,725,206	-	6,426,814	640,363	8,792,383
Prepaid Items	40,640	-	-	1,373	42,013
Inventories	65,568	-	-	-	65,568
Total Assets	\$ 21,313,584	\$ 16,747,551	\$ 15,054,976	\$ 24,606,769	\$ 77,722,880
Liabilities, Deferred Inflows of Resources and Fund Balances					
Liabilities					
Accounts payable	\$ 634,811	\$ 626,942	\$ 1,084,984	\$ 1,574,965	\$ 3,921,702
Accrued liabilities	1,210,381	-	-	99,246	1,309,627
Due to other funds	-	-	700,000	595	700,595
Advance from other funds	-	-	700,000	-	700,000
Due to other governments	2,060	-	-	-	2,060
Deposits	87,656	-	-	-	87,656
Refundable impact fees	-	-	-	67,535	67,535
Unearned revenues	572,421	16,120,609	6,426,814	-	23,119,844
Total Liabilities	2,507,329	16,747,551	8,911,798	1,742,341	29,909,019
Deferred Inflows of Resources					
Unavailable Revenue	-	-	-	638,262	638,262
Total Deferred Inflows of Resources	-	-	-	638,262	638,262
Fund Balances					
Nonspendable	106,207	-	-	1,373	107,580
Restricted	265,152	-	6,143,178	381,553	6,789,883
Committed	198,092	-	-	17,426,939	17,625,031
Assigned	1,391,490	-	-	5,054,563	6,446,053
Unassigned (Deficit)	16,845,314	-	-	(638,262)	16,207,052
Total Fund Balances	18,806,255	-	6,143,178	22,226,166	47,175,599
Total Liabilities, Deferred Inflows, and Fund Balances	\$ 21,313,584	\$ 16,747,551	\$ 15,054,976	\$ 24,606,769	\$ 77,722,880

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

City of Altamonte Springs, Florida

Reconciliation of the Balance Sheet to the Statement of Net Position

GOVERNMENTAL FUNDS

September 30, 2023

Total fund balances of governmental funds \$ 47,175,599

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 governmental funds.

Governmental capital assets	255,167,268	
Less accumulated depreciation	(79,589,266)	
Right to use assets	1,586,034	
Accumulated ammortization	<u>(430,017)</u>	176,734,019

Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.

Compensated absences	(2,568,490)	
Net pension liability	(7,811,169)	
Net OPEB liability	(1,024,282)	
Lease liability	(76,131)	
Subscription-based information technology arrangements liability	<u>(1,094,722)</u>	(12,574,794)

Deferred inflow of resources in governmental funds is susceptible to full accrual on the entity-wide statements. 638,262

Deferred inflows and outflows of resources related to pensions and OPEB are not reported in the governmental funds but will be recognized in pension and OPEB expense on a long term basis and therefore are reported in the statement of net position.

Deferred inflows of resources related to pensions and OPEB	(3,432,158)	
Deferred outflows of resources related to pensions and OPEB	<u>8,642,499</u>	5,210,341

Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the statement of net position.

851,855

Total net position of governmental activities \$ 218,035,282

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

City of Altamonte Springs, Florida

Statement of Revenues, Expenditures, and Changes in Fund Balances

GOVERNMENTAL FUNDS

For the Year Ended September 30, 2023

	MAJOR FUNDS			Non-Major Governmental Funds	Total Governmental Funds
	General	ARPA Fund	Infrastructure Sales Tax Fund		
Revenues					
Taxes	\$ 25,556,594	\$ -	\$ -	\$ -	\$ 25,556,594
Licenses and permits	899,339	-	-	-	899,339
Intergovernmental revenues	7,177,681	4,393,976	3,837,967	739,593	16,149,217
Charges for services	7,755,244	-	-	6,426,564	14,181,808
Fines and forfeitures	290,025	-	-	-	290,025
Impact fees	-	-	-	917,380	917,380
Investment income (loss)	893,314	-	186,955	508,272	1,588,541
Miscellaneous revenues	595,019	-	-	371,616	966,635
Total Revenues	\$ 43,167,216	\$ 4,393,976	\$ 4,024,922	\$ 8,963,425	\$ 60,549,539
Expenditures					
Current Operating					
General government	\$ 20,362,883	\$ 369,181	\$ -	\$ 216,228	\$ 20,948,292
Public safety	13,433,615	-	-	2,335,659	15,769,274
Physical environment	-	103,350	-	1,803,632	1,906,982
Transportation	704,290	-	397,434	168,147	1,269,871
Culture/Recreation	6,064,942	-	-	422,716	6,487,658
Intergovernmental	-	385,018	-	-	385,018
Capital Outlay	-	3,536,624	3,230,869	4,924,146	11,691,639
Total Expenditures	\$ 40,565,730	\$ 4,394,173	\$ 3,628,303	\$ 9,870,528	\$ 58,458,734
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 2,601,486	\$ (197)	\$ 396,619	\$ (907,103)	\$ 2,090,805
Other Financing Sources and (Uses)					
Transfers in (out)	\$ (1,750,197)	\$ 197	\$ -	\$ 1,950,000	\$ 200,000
Total Other Financing Sources and (Uses)	\$ (1,750,197)	\$ 197	\$ -	\$ 1,950,000	\$ 200,000
Net Change in Fund Balances	\$ 851,289	\$ -	\$ 396,619	\$ 1,042,897	\$ 2,290,805
Fund Balances					
Beginning of year	17,954,966	-	5,746,559	21,183,269	44,884,794
End of year	<u>\$ 18,806,255</u>	<u>\$ -</u>	<u>\$ 6,143,178</u>	<u>\$ 22,226,166</u>	<u>\$ 47,175,599</u>

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

City of Altamonte Springs, Florida

Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances to the Statement of Activities

GOVERNMENTAL FUNDS

For the Year Ended September 30, 2023

Net change in fund balances - total governmental funds \$ 2,290,805

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

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.

Expenditures for capital assets	11,446,238	
Less current year depreciation	<u>(6,294,609)</u>	5,151,629

Governmental funds do not report gains or losses on sales of capital assets. (1,376,752)

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Change in long-term compensated absences	57,434	
OPEB expense adjustment	210,188	
Pension expense adjustment	<u>(765,632)</u>	(498,010)

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue (expense) of the internal service fund is reported with governmental activities.

608,319

Change in net position of governmental activities \$ 6,814,253

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

City of Altamonte Springs, Florida

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

GENERAL FUND

For the Year Ended September 30, 2023

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
Revenues				
Taxes				
Property tax	\$ 12,556,720	\$ 12,556,720	\$ 12,587,661	\$ 30,941
Franchise fees	5,088,000	5,088,000	5,810,065	722,065
Utility tax	4,449,375	4,449,375	4,899,924	450,549
Communications services tax	1,775,000	1,775,000	1,624,794	(150,206)
Local option gas tax	615,000	615,000	634,150	19,150
	<u>\$ 24,484,095</u>	<u>\$ 24,484,095</u>	<u>\$ 25,556,594</u>	<u>\$ 1,072,499</u>
Licenses and Permits				
Local business licenses	\$ 833,000	\$ 833,000	\$ 842,430	\$ 9,430
Building permits	8,000	8,000	56,909	48,909
	<u>\$ 841,000</u>	<u>\$ 841,000</u>	<u>\$ 899,339</u>	<u>\$ 58,339</u>
Intergovernmental Revenues				
Federal and state grants	\$ 7,500	\$ 7,500	\$ 627,144	\$ 619,644
Local grants	285,000	285,000	297,869	12,869
State revenue sharing	1,715,000	1,715,000	2,443,134	728,134
Sales taxes	3,500,000	3,500,000	3,736,620	236,620
Other intergovernmental revenues	63,000	63,000	72,914	9,914
	<u>\$ 5,570,500</u>	<u>\$ 5,570,500</u>	<u>\$ 7,177,681</u>	<u>\$ 1,607,181</u>
Charges for Services				
General government charges	\$ 5,488,300	\$ 5,488,300	\$ 5,698,451	\$ 210,151
Public safety charges	316,700	316,700	525,525	208,825
Transportation	172,500	172,500	173,588	1,088
Physical environment charges	4,500	4,500	2,836	(1,664)
Culture/Recreation charges	886,300	886,300	1,354,844	468,544
	<u>\$ 6,868,300</u>	<u>\$ 6,868,300</u>	<u>\$ 7,755,244</u>	<u>\$ 886,944</u>
Fines and Forfeitures	<u>\$ 150,873</u>	<u>\$ 150,873</u>	<u>\$ 290,025</u>	<u>\$ 139,152</u>
Miscellaneous Revenues				
Investment income (loss)	\$ 200,300	\$ 200,300	\$ 893,314	\$ 693,014
Sales of surplus equipment	30,000	30,000	96,709	66,709
Contributions	67,000	67,000	233,372	166,372
Other revenue	119,800	119,800	264,938	145,138
	<u>\$ 417,100</u>	<u>\$ 417,100</u>	<u>\$ 1,488,333</u>	<u>\$ 1,071,233</u>
Total Revenues	<u>\$ 38,331,868</u>	<u>\$ 38,331,868</u>	<u>\$ 43,167,216</u>	<u>\$ 4,835,348</u>

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

Continued

City of Altamonte Springs, Florida

**Statement of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual - Continued**

GENERAL FUND

For the Year Ended September 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures				
General Government				
City manager's office	\$ 1,254,996	\$ 1,254,996	\$ 1,247,939	\$ 7,057
Legal services	337,738	337,738	320,337	17,401
Human resources	884,797	884,797	866,585	18,212
City clerk	857,726	857,726	657,465	200,261
Finance	2,082,298	2,087,852	1,950,783	137,069
Technology, Communication, and Strategic Initiatives	4,414,451	4,414,451	4,192,008	222,443
Growth management	1,377,512	1,447,571	1,025,453	422,118
Maintenance services	8,181,680	8,181,680	7,329,648	852,032
Non-departmental	2,265,671	2,190,967	2,772,665	(581,698)
	<u>\$ 21,656,869</u>	<u>\$ 21,657,778</u>	<u>\$ 20,362,883</u>	<u>\$ 1,294,895</u>
Public Safety				
Police department	\$ 12,420,413	\$ 12,420,413	\$ 13,279,798	\$ (859,385)
Building & life safety inspections	159,966	159,966	153,817	6,149
	<u>\$ 12,580,379</u>	<u>\$ 12,580,379</u>	<u>\$ 13,433,615</u>	<u>\$ (853,236)</u>
Transportation				
Streets maintenance division	\$ 901,586	\$ 901,586	\$ 704,290	\$ 197,296
Culture/Recreation	\$ 6,345,954	\$ 6,345,909	\$ 6,064,942	\$ 280,967
Total Expenditures	<u>\$ 41,484,788</u>	<u>\$ 41,485,652</u>	<u>\$ 40,565,730</u>	<u>\$ 919,922</u>
Excess of Revenues Over Expenditures	<u>\$ (3,152,920)</u>	<u>\$ (3,153,784)</u>	<u>\$ 2,601,486</u>	<u>\$ 5,755,270</u>

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

Continued

City of Altamonte Springs, Florida

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

GENERAL FUND

For the Year Ended September 30, 2023

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
Other Financing Sources (Uses)				
Transfers In				
American Rescue Plan Fund	\$ (715,629)	\$ (715,629)	\$ (197)	\$ 715,432
Transfers Out				
Capital projects fund	<u>(1,750,000)</u>	<u>(1,750,000)</u>	<u>(1,750,000)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>\$ (2,465,629)</u>	<u>\$ (2,465,629)</u>	<u>\$ (1,750,197)</u>	<u>\$ 715,432</u>
Net Changes in Fund Balance	\$ (5,618,549)	\$ (5,619,413)	\$ 851,289	\$ 6,470,702
Fund Balance				
Beginning of Year	<u>17,954,966</u>	<u>17,954,966</u>	<u>17,954,966</u>	<u>-</u>
End of Year	<u><u>\$ 12,336,417</u></u>	<u><u>\$ 12,335,553</u></u>	<u><u>\$ 18,806,255</u></u>	<u><u>\$ 6,470,702</u></u>

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

City of Altamonte Springs, Florida

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

AMERICAN RESCUE PLAN ACT FUND

For the Year Ended September 30, 2023

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues				
Intergovernmental revenues	\$ 7,871,917	\$ 20,404,096	\$ 4,393,976	\$ (16,010,120)
Total Revenues	\$ 7,871,917	\$ 20,404,096	\$ 4,393,976	\$ (16,010,120)
Expenditures				
Current				
General Government	\$ 775,797	\$ 383,135	\$ 369,181	\$ 13,954
Physical Environment	825,120	1,427,201	103,350	1,323,851
Intergovernmental	-	1,082,242	385,018	697,224
Capital outlay	6,271,000	17,511,518	3,536,624	13,974,894
Total Expenditures	\$ 7,871,917	\$ 20,404,096	\$ 4,394,173	\$ 16,009,923
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ -	\$ (197)	\$ (197)
Other Financing Sources or (Uses)				
Transfers in (out)	\$ -	\$ -	\$ 197	\$ 197
Total Other Financing Sources and (Uses)	\$ -	\$ -	\$ 197	\$ 197
Net Change in Fund Balances	\$ -	\$ -	\$ -	\$ -
Fund Balance				
Beginning of year	-	-	-	-
End of year	\$ -	\$ -	\$ -	\$ -

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

City of Altamonte Springs, Florida

Statement of Net Position

PROPRIETARY FUNDS

September 30, 2023

	Business-type Activities			Governmental Activities
	Water and Sewer Fund	Refuse Disposal Fund	Total	Internal Service Fund
Assets				
Current Assets				
Cash and cash equivalents	\$ 1,600,710	\$ 9,512	\$ 1,610,222	\$ 137,295
Investments	13,569,337	1,040,046	14,609,383	1,499,293
Accounts receivable (net)	2,331,085	103,914	2,434,999	-
Accrued interest receivable	78,040	5,653	83,693	8,149
Due from other governments	608,713	-	608,713	-
Restricted investments	4,435,719	-	4,435,719	-
Restricted accrued interest receivable	72,678	-	72,678	-
Prepays	12,557	-	12,557	-
Inventory	322,944	-	322,944	-
Total Current Assets	<u>\$ 23,031,783</u>	<u>\$ 1,159,125</u>	<u>\$ 24,190,908</u>	<u>\$ 1,644,737</u>
Non-current Assets				
Restricted assets - connection/impact fees				
Restricted investments	\$ 9,723,086	\$ -	\$ 9,723,086	\$ -
Net pension asset	1,421,650	216,725	1,638,375	-
Capital assets				
Land	\$ 644,114	\$ -	\$ 644,114	\$ -
Building and improvements	19,125,284	54,087	19,179,371	-
Water and sewer system	200,655,745	-	200,655,745	-
Infrastructure	3,459,581	-	3,459,581	-
Machinery and equipment	5,467,985	3,120,459	8,588,444	-
Construction in progress	3,289,672	-	3,289,672	-
Less: accumulated depreciation	(120,475,412)	(1,755,033)	(122,230,445)	-
Total capital assets	<u>\$ 112,166,969</u>	<u>\$ 1,419,513</u>	<u>\$ 113,586,482</u>	<u>\$ -</u>
Total Noncurrent Assets	<u>\$ 123,311,705</u>	<u>\$ 1,636,238</u>	<u>\$ 124,947,943</u>	<u>\$ -</u>
Total Assets	<u>\$ 146,343,488</u>	<u>\$ 2,795,363</u>	<u>\$ 149,138,851</u>	<u>\$ 1,644,737</u>
Deferred outflows				
Deferred outflows from pensions	\$ 1,179,652	\$ 171,647	\$ 1,351,299	\$ -
Deferred outflows from OPEB	2,488	339	2,827	-
	<u>\$ 1,182,140</u>	<u>\$ 171,986</u>	<u>\$ 1,354,126</u>	<u>\$ -</u>

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

Continued

City of Altamonte Springs, Florida

Statement of Net Position - Continued

PROPRIETARY FUNDS

September 30, 2023

	Business-type Activities			Governmental Activities
	Water and Sewer Fund	Refuse Disposal Fund	Total	Internal Service Fund
Liabilities				
Current Liabilities				
Accounts payable	\$ 1,542,334	\$ 29,856	\$ 1,572,190	\$ 41,838
Accrued liabilities	256,127	40,766	296,893	751,044
Customer deposits	4,435,719	-	4,435,719	-
Due to other governments	17,708	-	17,708	-
Compensated absences payable (current)	150,140	25,801	175,941	-
Prepaid connection fees	50,830	-	50,830	-
 Total Current Liabilities	<u>\$ 6,452,858</u>	<u>\$ 96,423</u>	<u>\$ 6,549,281</u>	<u>\$ 792,882</u>
Noncurrent Liabilities				
Compensated absences payable	\$ 225,209	\$ 38,701	\$ 263,910	\$ -
Net pension liability	1,091,948	85,900	1,177,848	-
Other post employment benefits	332,228	43,449	375,677	-
 Total Noncurrent Liabilities	<u>\$ 1,649,385</u>	<u>\$ 168,050</u>	<u>\$ 1,817,435</u>	<u>\$ -</u>
 Total Liabilities	<u>\$ 8,102,243</u>	<u>\$ 264,473</u>	<u>\$ 8,366,716</u>	<u>\$ 792,882</u>
 Deferred inflows				
Deferred inflows from pensions	\$ 1,351,968	\$ 146,545	\$ 1,498,513	\$ -
Deferred inflows from OPEB	279,775	40,671	320,446	-
	<u>\$ 1,631,743</u>	<u>\$ 187,216</u>	<u>\$ 1,818,959</u>	<u>\$ -</u>
 Net Position				
Investment in capital assets	\$ 112,166,969	\$ 1,419,513	\$ 113,586,482	\$ -
Restricted for capital outlay	14,180,653	-	14,180,653	-
Unrestricted	11,444,020	1,096,147	12,540,167	851,855
 Total Net Position	<u><u>\$ 137,791,642</u></u>	<u><u>\$ 2,515,660</u></u>	<u><u>\$ 140,307,302</u></u>	<u><u>\$ 851,855</u></u>

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

City of Altamonte Springs, Florida

Statement of Revenues, Expenses and Changes in Fund Net Position

PROPRIETARY FUNDS

For the Year Ended September 30, 2023

	Business-type Activities			Governmental Activities
	Water and Sewer Fund	Refuse Disposal Fund	Total	Internal Service Fund
Operating Revenues				
Charges for services	\$ 22,747,309	\$ 1,940,915	\$ 24,688,224	\$ 433,000
Operating Expenses				
Personal services	\$ 6,569,020	\$ 1,011,619	\$ 7,580,639	\$ -
Contractual services	1,007,631	340,202	1,347,833	-
Supplies	699,710	2,322	702,032	-
Materials and maintenance	1,060,807	117,069	1,177,876	-
Utilities	1,506,865	-	1,506,865	-
Claims expense	-	-	-	(324,232)
Administrative expenses	-	-	-	25,000
Insurance premiums	-	-	-	180,602
Other services and charges	5,749,115	230,465	5,979,580	5,935
Depreciation	4,291,018	267,990	4,559,008	-
Total Operating Expenses	\$ 20,884,166	\$ 1,969,667	\$ 22,853,833	\$ (112,695)
Operating Income (Loss)	\$ 1,863,143	\$ (28,752)	\$ 1,834,391	\$ 545,695
Non-operating Revenues (Expenses)				
Intergovernmental revenues	\$ 14,400	\$ -	\$ 14,400	\$ -
Investment income (loss)	613,947	21,425	635,372	36,070
Insurance reimbursements	-	-	-	26,554
Other income	382,420	-	382,420	-
Gain (loss) on disposal of surplus assets	(2,040,314)	(291)	(2,040,605)	-
Total Non-operating Revenues (net)	\$ (1,029,547)	\$ 21,134	\$ (1,008,413)	\$ 62,624
Income (Loss) Before Contributions and Transfers	\$ 833,596	\$ (7,618)	\$ 825,978	\$ 608,319
Capital Grants and Contributions				
Capital grants	\$ 141,839	\$ -	\$ 141,839	\$ -
Capital contributions	2,128,251	-	2,128,251	-
Total capital grants and contributions	\$ 2,270,090	\$ -	\$ 2,270,090	\$ -
Other Financing Sources (Uses)				
Transfers In (Out)	\$ (200,000)	\$ -	\$ (200,000)	\$ -
Change in Net Position	\$ 2,903,686	\$ (7,618)	\$ 2,896,068	\$ 608,319
Net Position				
Beginning of Year	\$ 134,887,956	\$ 2,523,278	\$ 137,411,234	\$ 243,536
End of Year	\$ 137,791,642	\$ 2,515,660	\$ 140,307,302	\$ 851,855

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

City of Altamonte Springs, Florida

Statement of Cash Flows

PROPRIETARY FUNDS

For the Year Ended September 30, 2023

	Business-type Activities			Governmental Activities
	Water and Sewer Fund	Refuse Disposal Fund	Total	Internal Service Fund
Cash Flows from Operating Activities				
Receipts from customers and users	\$ 26,539,445	\$ 1,837,001	\$ 28,376,446	\$ 433,000
Receipts from other sources	-	-	-	26,554
Payments to suppliers	(10,951,238)	(951,157)	(11,902,395)	(553,389)
Payments to employees	(5,156,993)	(795,113)	(5,952,106)	-
Net Cash Provided				
by Operating Activities	\$ 10,431,214	\$ 90,731	\$ 10,521,945	\$ (93,835)
Cash Flows from Non-Capital Financing Activities				
Transfers from (to) other funds	\$ (200,000)	\$ -	\$ (200,000)	\$ -
Operating grants	14,400	-	14,400	-
Net Cash Provided by Non-Capital and Financing Activities	\$ (185,600)	\$ -	\$ (185,600)	\$ -
Cash Flows from Capital Activities				
Capital grants	\$ 2,270,090	-	2,270,090	-
Acquisition or construction of capital assets	(3,317,885)	291	(3,317,594)	-
Proceeds from sale of capital assets	(2,040,314)	(291)	(2,040,605)	-
Capital contributions	(70,503)	-	(70,503)	-
Net Cash (Used) by Capital and Related Financing Activities	\$ (3,158,612)	\$ -	\$ (3,158,612)	\$ -
Cash Flows from Investing Activities				
Purchase of investments	\$ 536,705	\$ 18,777	\$ 555,482	\$ 33,482
Net Increase (Decrease) in Cash and Cash Equivalents	\$ 7,623,707	\$ 109,508	\$ 7,733,215	\$ (60,353)
Cash and Cash Equivalents				
Beginning of Year	21,705,145	940,050	22,645,195	1,696,941
End of Year	\$ 29,328,852	\$ 1,049,558	\$ 30,378,410	\$ 1,636,588
Cash and Cash Equivalents Classified As				
Current assets	\$ 15,170,047	\$ 1,049,558	\$ 16,219,605	\$ 1,636,588
Restricted assets	14,158,805	-	14,158,805	-
Total Cash and Cash Equivalents	\$ 29,328,852	\$ 1,049,558	\$ 30,378,410	\$ 1,636,588

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

Continued

City of Altamonte Springs, Florida

Statement of Cash Flows - Continued

PROPRIETARY FUNDS

For the Year Ended September 30, 2023

	Business-type Activities			Governmental Activities
	Water and Sewer Fund	Refuse Disposal Fund	Total	Internal Service Fund
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating Income (Loss)	\$ 1,863,143	\$ (28,752)	\$ 1,834,391	\$ 545,695
Depreciation	\$ 4,291,018	\$ 267,990	\$ 4,559,008	\$ -
Miscellaneous non-operating income	382,420	-	382,420	26,554
Change in assets and liabilities				
(Increase) Decrease in accounts receivable	397,215	(103,914)	293,301	-
(Increase) Decrease in due from other governments	3,012,501	-	3,012,501	-
(Increase) Decrease in inventories	(34,517)	-	(34,517)	-
(Increase) Decrease in prepaid expenses	132,843	12,874	145,717	48,784
(Increase) Decrease in net pension asset	(782,929)	(141,992)	(924,921)	
(Increase) Decrease in deferred outflow	720,313	129,191	849,504	
Increase (Decrease) in accounts payable	593,634	(23,995)	569,639	36,583
Increase (Decrease) in accrued liabilities	(55,894)	5,026	(50,868)	-
Increase (Decrease) in deferred inflows	144,371	30,249	174,620	
Increase (Decrease) in claims payable	-	-	-	(751,451)
Increase (Decrease) in compensated absences	(37,900)	(19,786)	(57,686)	-
Increase (Decrease) in other post employment benefits	(252,718)	(43,094)	(295,812)	-
Increase (Decrease) in net pension liability	57,714	6,934	64,648	-
Total Adjustments	\$ 8,568,071	\$ 119,483	\$ 8,687,554	\$ (639,530)
Net Cash Provided by Operating Activities	\$ 10,431,214	\$ 90,731	\$ 10,521,945	\$ (93,835)
Noncash Investing, Capital, and Financing Activities				
Contributed capital assets received	\$ 106,027	\$ -	\$ 106,027	\$ -

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

City of Altamonte Springs, Florida

Statement of Fiduciary Net Position

PENSION TRUST FUNDS

September 30, 2023

Assets	
Cash and equivalents	\$ 323,165
Investments	
Mutual funds	
U. S. Treasuries	1,875,224
Corporate bonds	23,753,704
Equities	56,641,223
Accrued interest receivable	30,746
Prepaid expenses	9,905
Total Assets	\$ 82,633,967
Liabilities	
Accounts payable	\$ 235,453
Total Liabilities	\$ 235,453
Net Position	
Net position restricted for pensions	\$ 82,398,514

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

City of Altamonte Springs, Florida

Statement of Changes in Fiduciary Net Position

PENSION TRUST FUNDS

For the Year Ended September 30, 2023

Additions	
Employer contributions	\$ 4,184,683
Employee contributions	193,456
Net investment income	
Appreciation in value of plan assets	8,279,524
Interest and dividend income	1,258,051
Investment expense	<u>(239,281)</u>
Total additions	<u>\$ 13,676,433</u>
Deductions	
Benefits	\$ 1,792,090
Transfer to Investment Plan	449,651
Administrative expenses	<u>89,627</u>
Total deductions	<u>\$ 2,331,368</u>
Change in net position	\$ 11,345,065
Net Position Restricted for Pensions	
Beginning of year	<u>71,053,449</u>
End of year	<u><u>\$ 82,398,514</u></u>

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

City of Altamonte Springs, Florida

NOTES TO THE FINANCIAL STATEMENTS

September 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Financial Reporting Entity

The City is a municipal corporation located in Seminole County, Florida. The City was created by a vote of Qualified Electors on November 11, 1920 and known as the Town of Altamonte Springs. The original corporate limits were created under State Charter, Chapter 8918 (no. 518). The legislative branch of the City is composed of a five (5) member elected Commission, including a City-wide elected mayor. The City Commission is governed by the City Charter and by state and local laws and regulations. The City Commission is responsible for the establishment and adoption of policy. The execution of such policy is the responsibility of the Commission appointed City Manager.

In evaluating the City (the primary government) as a reporting entity, all potential component units that may or may not fall within the financial accountability of the City have been addressed. Financial accountability is present if the City Commission (the “Commission”) appoints a voting majority of a component unit's governing body and has the ability to impose its will on the organization or if there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the City. The City has no blended component units. Additionally, the primary government is required to consider other organizations for which the primary government is not financially accountable to determine whether the relationship is such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The City has one discretely presented component unit, the Altamonte Springs Health Facilities Authority, in which the governing body is not the same as the City's governing body, and it does not provide services to the City government. However, the Altamonte Springs Health Facilities Authority does not have any assets, liabilities, or operating activities. It does not collect or receive any funds; therefore, it is not reported on the City's financial statements.

The accompanying financial statements present the financial condition of the City.

1. Implementation of New GASB Pronouncements:

During the fiscal year ended September 30, 2023, the City adopted the following new GASB pronouncements:

GASB Statement 91, *Conduit Debt Obligations*. This statement was issued May 2019 to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures.

GASB Statement 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*. This statement was issued March 2020 to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements and to provide guidance for accounting and financial reporting for availability payment arrangements.

GASB Statement 96, *Subscription-Based Information Technology Arrangements*. This statement was issued May 2020 to provide guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs).

2. Future Adoption of GASB Pronouncements:

GASB Statement 99, *Omnibus 2022*. This Statement was issued on April 2022. This Statement establishes or amends accounting and financial reporting requirements for specific issues related to financial guarantees, derivative instruments, leases, public-public and public-private partnerships (PPPs), subscription-based information technology arrangements (SBITAs), the transition from the London Interbank Offered Rate (LIBOR), the Supplemental Nutrition Assistance Program (SNAP) (formerly, food stamps), nonmonetary transactions, pledges of future revenues, the focus of government-wide financial statements, and terminology. The requirements of this Statement apply to the financial statements of all state and local governments. The requirements in paragraphs 26–32 are effective upon issuance. The requirements in paragraphs 11–25 are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. The requirements in paragraphs 4–10 are effective for fiscal years beginning after June 15, 2023, and all reporting periods thereafter.

GASB Statement 100, *Accounting Changes and Error Corrections—an amendment of GASB Statement No. 62*. This Statement was issued June 2022. The primary objective of this Statement is to enhance the accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The requirements of this Statement are effective for accounting changes and error corrections made in fiscal years beginning after June 15, 2023, and all reporting periods thereafter.

GASB Statement 101, *Compensated Absences*. This Statement was issued June 2022. This Statement amends the existing requirement to disclose the gross increases and decreases in a liability for compensated absences to allow governments to disclose only the net change in the liability (as long as they identify it as a net change). In addition, governments are no longer required to disclose which governmental funds typically have been used to liquidate the liability for compensated absences. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter.

GASB Statement 102, *Certain Risk Disclosures*. This statement was issued December 2023 to provide users of government financial statements with essential information about risks related to a government’s vulnerabilities due to certain concentrations or constraints. Statement 102 will be effective for the fiscal years beginning after June 15, 2024, and all reporting periods thereafter.

The City of Altamonte Springs will implement new GASB pronouncements no later than the required effective date. The City is currently evaluating whether or not the above listed new GASB pronouncements will have a significant impact to the City's financial statements. Earlier application of these statements is encouraged. For the original pronouncements and the implementation guides, please visit the GASB’s website, www.gasb.org.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government and its component unit. For the most part, the effect of interfund activity has been removed from these statements. Interfund services provided and used are not eliminated in the process of consolidation. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely, to a significant extent, on fees and charges for support. The Statement of Activities demonstrates the degree to which the direct expenses and indirect costs of a given function, or segment, are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

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

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

1. Government-wide Financial Statements:

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary funds financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. As a general rule, the effect of interfund activity has been eliminated from the government-wide statements. An exception to this rule is the Workers' Compensation Internal Service Fund. The City does not employ an indirect administrative cost allocation system. An administrative fee is charged by the General Fund to other operating funds to cover the costs, in part or in whole, of administrative services funded directly by the General Fund but provided City-wide. At the fund-level statements the administrative fee is included. The administrative fee is eliminated in the entity-wide statements. Amounts reported as *program revenues* include: 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

2. Fund Financial Statements:

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

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

3. Major Governmental Funds:

The measurement focus of the Governmental Funds (in the fund financial statements) is based upon the 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 major Governmental Funds of the City:

a. The General Fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

b. The American Rescue Plan Act (ARPA) Fund, a special revenue fund, accounts for revenues and expenditures related to federal funds received as part of the American Rescue Plan Act. Expenditures are limited to those activities approved within the Act.

c. The Infrastructure Sales Tax Fund, a capital projects fund, accounts for revenues from the infrastructure sales tax. Expenditures are limited to infrastructure improvements.

4. Proprietary Funds:

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 and of the City's internal service funds are charges to customers for sales and services. Operating expenses for the enterprise funds and internal service funds include the cost of sales and services, administrative expenses, claims, and depreciation on capital assets. All revenues and expenses not meeting these definitions are reported as non-operating revenues and expenses. The following is a description of the Proprietary Funds of the City:

a. The Water and Sewer System Fund, a major fund, accounts for the fiscal activities of the City's water and wastewater treatment and distribution operations as well as the funding and payment of related debt.

b. The Refuse Disposal Fund, a non-major fund, accounts for the fiscal activities of the City's residential refuse disposal operations.

5. Other Funds:

a. Special Revenue Funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

b. Capital Projects Funds accounts for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

c. Internal Service Fund accounts for certain activities of the City's workers' compensation self-insurance program.

d. Pension Trust Funds account for the activities of the City's Police Officers' Pension Plan and General Employees' Pension Plan, each of which accumulate resources for pension benefit payments to qualified police officers and general employees.

D. Encumbrances

Encumbrance accounting is utilized by the governmental funds of the City. Monies are set aside when a purchase order is issued in order to reserve a portion of the applicable budget appropriation. Encumbrances lapse at year-end.

E. Use of Restricted and Unrestricted Resources

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, and then unrestricted resources, as they are needed for their intended purposes. Resources are reported as restricted when constraints are placed on the use of such resources. These constraints must be 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.

F. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

1. Cash, Cash Equivalents, and Investments:

Cash and cash equivalents include cash on hand, demand deposits, money market accounts, and highly liquid investments (including restricted assets) with a maturity of three months or less when purchased. The City's investment policies authorize investment in obligations of the U.S. Treasury, federal agencies, corporate bonds, asset backed securities, money market mutual funds, bankers' acceptances, commercial paper, collateralized

mortgage obligations, and repurchase agreements. In addition, authorized pension fund investments include common stocks. Investments are stated at fair value.

2. Property Taxes Receivable:

Under Florida law, the assessment of all properties and the collection of all county, municipal and school board property taxes are consolidated in the offices of the County Property Appraiser and County Tax Collector. The laws of the State regulating tax assessments are also designed to assure a consistent property valuation method statewide. State Statutes permit municipalities to levy property taxes at a rate of up to 10 mills. The City's current (fiscal year 2023) millage is 3.1 mills.

All real and tangible personal property taxes are due and payable on the levy date of November 1 of each year or as soon thereafter as the assessment roll is certified by the Seminole County Property Appraiser (levy date). Seminole County mails to each property owner on the assessment roll a notice of the taxes due and the County collects the taxes for the City. Taxes may be paid upon receipt of such notice from the County, with discounts at the rate of four percent (4%) if paid in the month of November, three percent (3%) if paid in the month of December, two percent (2%) if paid in the month of January, and one percent (1%) if paid in the month of February. Taxes paid during the month of March are without discount and all unpaid taxes on real and tangible property become delinquent on April 1 (the lien date) of the year following the year in which taxes were assessed. Procedures for collecting delinquent taxes, including applicable tax certificate sales, are provided for by the Laws of Florida.

3. Accounts Receivable:

Water and Sewer Fund operating revenues are generally recognized on the basis of cycle billings rendered monthly. Revenues for services delivered during the last month of the fiscal year that have not been read by September 30 are accrued based on meter readings for the applicable consumption taken at the beginning of October and billed in October.

4. Special Assessments Receivable:

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

5. Inventories and Prepaid Items:

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

Prepays of governmental funds represent payments made to vendors for services that will benefit the City beyond September 30, 2023 and are recorded as expenditures when consumed rather than when purchased.

6. Restricted Assets:

The uses of certain assets of the Water and Sewer Fund are restricted by specific provisions of bond resolutions and other agreements. Assets so designated are identified as restricted assets on the Statement of Net Position.

7. Capital Assets:

Capital assets include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), and are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at their acquisition value at the date of

donation. Acquisition value is the price that would be paid to acquire an asset with equivalent service potential in an orderly market transaction.

The thresholds for capitalization of assets range from \$5,000 to \$30,000, depending on the asset class. Other costs incurred for repairs and maintenance are expensed as incurred. Amortization of intangible assets including software costs is included with depreciation expense in the financial statements.

Assets are depreciated using the straight-line method over the following useful lives:

	YEARS
Buildings	10 - 50
Improvements Other Than Buildings	5 - 40
Machinery and Equipment	3 - 10
Infrastructure	10 - 100

When capital assets are disposed of, the cost and accumulated depreciation or amortization are removed from the accounts, and any resulting gain or loss is recognized in the government-wide and proprietary fund financial statements.

8. Deferred Inflows of Resources and Deferred Outflows of Resources Related to Pensions and OPEB:

Deferred Inflows of resources and Deferred Outflows of resources related to pensions or OPEB derived from differences between projected and actual earnings on the respective pension or OPEB plan investments are amortized to pension or OPEB expense using a systematic and rational method over a closed five-year period, beginning in the current reporting period. Deferred Inflows of resources and Deferred Outflows of resources related to pensions or OPEB derived from differences between expected and actual experience with regard to economic or demographic factors (differences between expected and actual experience) in the measurement of the respective pension plan's total pension liability or the OPEB total liability are amortized to pension or OPEB expense over a closed period equal to the average of the expected remaining service lives of all employees that are provided with pensions through the respective pension plan or OPEB benefits through the OPEB plan (active and inactive employees) determined as of the beginning of the measurement period. Deferred Inflows of resources and Deferred Outflows of resources related to pensions or OPEB that are derived from changes in actuarial assumptions about future economic or demographic factors or of other inputs are amortized to pension or OPEB expense over a closed period equal to the average of the expected remaining service lives of all employees that are provided with pensions through the respective pension plan or OPEB benefits through the OPEB plan (active and inactive employees) determined as of the beginning of the measurement period. Contributions to the pension or OPEB plan from the employer subsequent to the measurement date of the net pension or net OPEB liability and before the end of the reporting period are reported as a deferred outflow of resources related to pensions or OPEB. This contribution is included as an increase in the respective pension plan or OPEB plan fiduciary net position in the subsequent fiscal year.

9. Unearned Revenues:

In the governmental funds, certain revenue transactions have been reported as unearned revenue. Revenue cannot be recognized until it has been earned and is available to finance expenditures of the current fiscal period. Revenue that is earned but not available is reported as a deferred inflow of resources until such time as the revenue becomes available. In the proprietary funds (and for the governmental activities in the government-wide statements), unearned revenue is reported regardless of its availability.

10. Compensated Absences:

All full-time and permanent part-time employees are entitled to accrue Paid Leave Time based on the number of years of service. This time is accrued on a pay period basis and is divided into two categories; Active Leave and Catastrophic Leave. Each pay period, 65% of the total accrued leave time is credited to the employee's Active

Leave Bank. This accrued time can be used for vacation, sick or any other leave. Each year the employee must use at least 50% of the Active Leave time accrued during the year. Unused Active Leave time can be banked each year until the employee's Active Leave Bank reaches a maximum of 600 hours. Alternatively, the employee can choose to receive a cash benefit, in lieu of banking these hours, of 25% of the eligible hours to be banked annually. Upon termination in good standing, the employee can receive a cash benefit for the accrued Active Leave time, up to a maximum of 600 hours at the employee's current wage rate.

The remaining 35% of the total accrued leave time is credited to the employee's Catastrophic Leave Bank. This leave can only be used for a serious or significant injury, illness, or medical condition of the employee or immediate family member. There is a maximum of 480 hours that can be accrued into the employee's Catastrophic Leave Bank. Hours in the employee's Catastrophic Leave Bank cannot be exchanged for a cash benefit at any time, including termination or retirement.

The City records compensated absences in the governmental fund types as an expenditure for the amount accrued during the year that would normally be liquidated with expendable, available financial resources. The City accrues compensated absences in the period they are earned in the government-wide and enterprise fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

11. Net Pension Liability:

The Net Pension Liability is the difference between the actuarial present value of projected pension benefit payments attributable to employees' past service and the respective pension plan's fiduciary net position. See Note 11 for additional information on the Net Pension Liability.

12. Net OPEB Liability:

The Net OPEB Liability is the difference between the actuarial present value of projected benefit payments attributable to employees' past service and the OPEB plan's fiduciary net position. See Note 12 for additional information on the Net OPEB Liability.

13. Fund Balances:

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring use of resources for specific purposes consistent with a written policy adopted by the City Commission in 2014. Management assigns fund balances to the various classifications pursuant to the authority granted by the City Commission. The classifications used are nonspendable, restricted, committed, assigned, and unassigned.

a. Nonspendable fund balance includes amounts not in spendable form or contractually required to be maintained intact.

b. Restricted fund balances are amounts constrained in use. These constraints are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or, imposed by law through constitutional provisions or enabling legislation.

c. Committed fund balances are constrained in use by action of the City Commission, the City's highest level of decision-making authority. These committed amounts cannot be used for any other purpose unless the Commission removes or changes the specified use by taking similar legislative action.

d. Assigned fund balances are amounts constrained by the City's stated intent to use such amounts for a specific purpose. These are intended to be used for the stated purposes but do not meet the criteria to be classified as committed. The Commission has passed the authority to assign fund balances to management.

e. Unassigned fund balance is the residual classification for the general fund, the only fund that reports a positive unassigned fund balance. In governmental funds other than the general fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund. The table shows the classifications and amounts of fund balances within the governmental funds as of September 30, 2023.

The City uses restricted amounts first when both restricted and unrestricted fund balance is available. The City first uses committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made. The fund balance policy establishes a targeted minimum unassigned fund balance level of not less than 20% of total budgeted expenditures and transfers out. This target balance applies only to the General Fund.

**Governmental Funds
Fund Balances at September 30, 2023**

	General Fund	Infrastructure Sales Tax Fund	Non-Major Governmental Funds	Total
Nonspendable:				
Inventory	\$ 65,567	\$ -	\$ -	\$ 65,567
Prepaid items	40,640	-	1,373	42,013
Sub-total	106,207	-	1,373	107,580
Restricted for:				
Law enforcement	151,684	-	381,553	533,237
Infrastructure improvements	-	6,143,178	-	6,143,178
Tree replacement	113,468	-	-	113,468
Sub-total	265,152	6,143,178	381,553	6,789,883
Committed to:				
Street lighting	44,968	-	-	44,968
Road improvements	153,124	-	-	153,124
Stormwater system	-	-	9,609,015	9,609,015
Food bank	-	-	6,013	6,013
Building inspections	-	-	6,039,906	6,039,906
Capital improvements				
Transportation	-	-	1,023,586	1,023,586
Law enforcement	-	-	329,428	329,428
Parks	-	-	418,991	418,991
Sub-total	198,092	-	17,426,939	17,625,031
Assigned to:				
Altamonte Springs Science Incubator	1,391,490	-	-	1,391,490
Capital projects	-	-	5,054,563	5,054,563
Sub-total	1,391,490	-	5,054,563	6,446,053
Unassigned:	16,845,314	-	(638,262)	16,207,052
Total Fund Balances	<u>\$ 18,806,255</u>	<u>\$ 6,143,178</u>	<u>\$ 22,226,166</u>	<u>\$ 47,175,599</u>

14. Net Position:

In the governmental-wide financial statements and proprietary fund financial statements, net positions are classified as follows:

a. Net investment in capital assets consists of capital assets, net of accumulated depreciation and reduced by outstanding debt attributed to the acquisition, construction or improvement of the assets.

b. Restricted net position is restricted by external creditors, grantors, contributors, or laws and regulations of other governments.

c. Unrestricted net position is all resources that do not meet the definition of "net investment in capital assets" or "restricted net position".

15. Use of Estimates:

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

G. Revenues, Expenditures, and Expenses

Substantially all governmental fund revenues (including sales taxes, franchise fees, and licenses) are accrued. Property taxes are generally billed and collected within the same period in which the taxes are levied.

In addition, revenue from Federal and State reimbursement type grants for which eligibility requirements have been met have been accrued and recognized as revenues of the period. Only the portion of special assessments receivable due within the current period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the City.

Operating revenues for proprietary operations generally result from providing services in connection with a proprietary fund's principal on-going operation. The principal operating revenue of the proprietary funds is receipts from customers. Operating expenses for these operations include all costs related to providing the service. These costs include salaries, contractual services, depreciation, and administrative expenses. All other revenues and expenses not meeting these definitions are reported as non-operating revenues and expenses.

Expenditures are recognized when the related fund liability is incurred except for the following:

- Compensated absences are reported, if any, only when due.
- Inventory costs are reported in the period when inventory items are consumed, rather than in the period purchased.

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Requirements

The following procedures are used to establish the budgetary data reflected in the financial statements:

- Prior to September 30 of each year, the City Manager submits to the City Commission a proposed operating budget for the fiscal year commencing the following October 1.
- Public hearings are held to obtain taxpayer comments.
- Prior to October 1, the budget is legally enacted through passage of an ordinance or resolution.

- Formal budgetary integration is employed as a management control device during the year for all governmental fund and proprietary fund types.
- Budgets for the governmental fund types are adopted on a basis consistent with GAAP. Budgets for proprietary fund types are adopted on a non-GAAP basis as a result of recognizing debt service principal and capital expenditures within the proprietary fund types budgetary operating statements.
- The City Manager is authorized to transfer part or all of an unencumbered appropriation balance between departments within a fund; however, any revisions that alter the total appropriations of any fund must be approved by the City Commission. The classification detail at which expenditures may not legally exceed appropriations is at the total fund level. During the fiscal year ended, various appropriations were approved in accordance with this policy. Budgeted amounts shown in the financial statements are as originally adopted and as further amended.
- Every appropriation, except capital projects, lapse at the close of the fiscal year.
- A budget is not adopted for the Police Premium Tax Trust and Alta Family Cares special revenue funds.

B. Excess of Expenditures Over Appropriations

There were no expenditures over appropriations this fiscal year.

NOTE 3 – DEPOSITS AND INVESTMENTS

As of September 30, 2023, the City's investment portfolio is as follows:

Investment type	Fair Value	Weighted avg. maturity (years)	Credit Quality
U.S. Treasuries	\$ 44,363,633	1.8137	Aaa
U.S. Agencies	7,710,951	0.2591	Aaa
Corporate bonds	36,606,508	0.8188	A
Mutual funds	4,650,512	-	Aaa-mf
	<u>\$ 92,331,604</u>		
Portfolio weighted average maturity		2.8916	

Fair Value Hierarchy. The City categorizes fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The City had the following fair value measurements as of September 30, 2023:

Fair Value Hierarchy of Investments

	Total Fair Value	Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)
U.S. Treasuries	\$ 44,363,633	\$ 44,363,633	\$ -	\$ -
U.S. Agencies	7,710,951	7,710,951	-	-
Corporate bonds	35,606,508	35,606,508	-	-
Mutual funds	4,650,512	4,650,512	-	-
	<u>\$ 92,331,604</u>	<u>\$ 92,331,604</u>	<u>\$ -</u>	<u>\$ -</u>

Interest Rate Risk. In accordance with its policy, the City manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to less than six years. Additionally, the City limits investment of more than 50% of the total portfolio in securities maturing more than five years from the date of purchase and prohibits investment in any security with a maturity date of more than ten years from the date of purchase.

Credit Risk and Concentration of Credit Risk. To manage exposure to credit risk the City's investment policy requires at least 20% of the portfolio be invested in U. S. Treasury or federal agency securities. Additional requirements and limitations, including avoidance of concentration of credit risk, are as follows:

Credit Risk and Concentration of Credit Risk	
Security type	Requirements and limitations
Corporate bonds	Rated at least investment grade. Not more than 80% of the portfolio; not more than 5% of the portfolio invested in the debt of any one corporation.
Asset backed securities	Rated "Aaa". Not more than 20% of the portfolio; not more than 5% in any one issue.
Money market mutual funds	SEC registered with highest credit rating. Not more than 20% of the portfolio; not more than 5% in any one fund.
Bankers acceptances	Issued by institution with a long-term debt rating of least "A" or better. Not more than 10% of the portfolio; not more than 5% in any one issuer.
Commercial paper	Rating of at least "A-1" or "Prime 1". Not more than 10% of the portfolio; not more than 5% in any one issuer.
Collateralized mortgage obligations	Restricted to those backed by GNMA, FHLMC or FNMA and must pass FIEC high risk security test. Not more than 10% of the portfolio; not more than 5% in any one issue.

In addition, City policy prohibits investment in reverse purchase agreements, indexed floating rate securities, tranches of collateralized mortgage obligations and leveraging.

NOTE 4 – RECEIVABLES

This table is a detail listing of receivables for the City's individual major funds and the aggregate of non-major governmental funds, including the applicable allowances for uncollectible accounts at September 30, 2023. Special assessment receivables are secured by liens placed on the benefited properties at the time of the original assessment.

	General Fund	Infrastructure Sales Tax Fund	Water and Sewer Fund	Non-major Governmental Funds	Total
Accounts receivable	\$ 1,037,025	\$ -	\$ 2,474,364	\$ 110,773	\$ 3,622,162
Special assessments	-	-	-	38,415	38,415
Accrued interest receivable	174,047	42,732	78,040	120,552	415,371
	\$ 1,211,072	\$ 42,732	\$ 2,552,404	\$ 269,740	\$ 4,075,948
Less: allowance for doubtful accounts	-	-	(143,279)	-	(143,279)
Total	\$ 1,211,072	\$ 42,732	\$ 2,409,125	\$ 269,740	\$ 3,932,669

NOTE 5 – INTERFUND ACCOUNTS

Interfund transactions include due to\from other funds, advances to\from other funds, and interfund transfers. Due to/from other funds includes \$700,000 due to the General Fund from the Infrastructure Sales Tax Fund to pay an installment on an advance to provide funding for the neighborhood improvement program and \$595 due to the General Fund from the Grants Fund for expenses that were reclassified in early FY 24 for ineligible costs. The total original advance was \$3,500,000. The balance of the advance to the General Fund from the Infrastructure Sales Tax Fund as of September 30, 2023, was \$700,000. Interfund transfers during the year were as follows:

	<u>In</u>	<u>Out</u>	
Capital projects fund (non-major fund)	\$ 1,750,000	\$ -	Annual transfer to the capital projects fund for current and future capital improvements
General fund (major fund)	-	1,750,000	
Capital projects fund (non-major fund)	250,000	-	To provide funding for the stormwater portion of neighborhood enhancement program
Stormwater fund (non-major fund)	-	250,000	
Capital projects fund (non-major fund)	200,000	-	To provide funding for the water and sewer portion of neighborhood enhancement program
Water and sewer fund (major fund)	-	200,000	
American rescue plan act fund (major fund)	197	-	To provide funding for indirect administrative costs
General fund (major fund)	-	197	
Total	<u>\$ 2,200,197</u>	<u>\$ 2,200,197</u>	

NOTE 6 – RESTRICTED ASSETS

The City restricts funds available for repayment of customer deposits. Connection and impact fees collected but unspent for the water and sewer system operation are restricted as these funds are specifically earmarked for capital acquisitions and improvements. Restricted assets at September 30, 2023 are as follows:

	<u>Governmental</u>	<u>Enterprise</u>
Customer deposits		
Investments	\$ -	\$ 4,435,719
Connection / impact fees		
Investments	-	9,723,086
Accrued interest	-	72,678
Capital Projects	42,732	-
Total Restricted Assets	<u>\$ 42,732</u>	<u>\$ 14,231,483</u>

NOTE 7 – CAPITAL ASSETS

Changes in Capital Assets. The following tables show the changes in capital assets by governmental activities and business-type activities.

**Changes in Capital Assets
For the Year Ended September 30, 2023**

	Beginning Balance	Additions	Deletions / Adjustments	Ending Balance
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 6,153,490	\$ -	\$ -	\$ 6,153,490
Construction in progress	19,653,945	4,245,228	(12,392,493)	11,506,680
Total capital assets not being depreciated	25,807,434.64	4,245,228	(12,392,493)	17,660,170
Capital assets being depreciated				
Buildings and improvements	36,386,937	633,685	(1,116,205)	35,904,417
Improvements other than buildings	57,328,609	595,218	(1,807,839)	56,115,988
Infrastructure	109,305,903	16,505,956	(1,299,547)	124,512,312
Machinery and equipment	18,982,462	1,455,951	(3,658,110)	16,780,303
Intangible assets	4,150,000	-	-	4,150,000
Other assets	-	44,078	-	44,078
Total capital assets being depreciated	226,153,911	19,234,888	(7,881,701)	237,507,098
Less accumulated depreciation				
Buildings and improvements	(12,622,169)	(981,600)	875,030	(12,728,739)
Improvements other than buildings	(24,807,741)	(1,552,912)	1,517,650	(24,843,003)
Infrastructure	(28,854,385)	(2,176,536)	964,303	(30,066,618)
Machinery and equipment	(13,592,142)	(1,084,085)	3,147,967	(11,528,260)
Intangible assets	(338,917)	(83,000)	-	(421,917)
Other assets	-	(729)	-	(729)
Total accumulated depreciation	(80,215,354)	(5,878,862)	6,504,950	(79,589,266)
Total capital assets being depreciated - net	145,938,557	13,356,026	(1,376,751)	157,917,832
Governmental activities capital assets - net	171,745,992	17,601,254	(13,769,244)	175,578,002
Right to use assets being amortized				
Leased buildings	116,154	72,296	(62,582)	125,868
SBITA software	-	1,460,166	-	1,460,166
Total right to use leases being amortized	116,154	1,532,462	(62,582)	1,586,034
Less accumulated amortization				
Leased buildings	(76,852)	(36,077)	62,582	(50,347)
SBITA software	-	(379,670)	-	(379,670)
Total accumulated amortization	(76,852)	(415,747)	62,582	(430,017)
Total right to use assets being amortized - net	39,302	1,116,715	-	1,156,017
Governmental activities capital assets & right to use assets - net	\$ 171,785,294	\$ 18,717,969	\$ (13,769,244)	\$ 176,734,019
Business-type Activities				
Capital assets not being depreciated				
Land	\$ 644,114	\$ -	\$ -	\$ 644,114
Construction in progress	5,974,900	1,743,588	(4,428,816)	3,289,672
Total capital assets not being depreciated	6,619,014	1,743,588	(4,428,816)	3,933,786
Capital assets being depreciated				
Buildings and improvements	19,507,877	117,917	(446,423)	19,179,371
Water and sewer system	189,020,569	3,473,381	(3,132,507)	189,361,443
Water and sewer system - contributions	15,816,209	106,027	(4,627,934)	11,294,302
Infrastructure	-	3,459,581	-	3,459,581
Machinery and equipment	8,854,357	944,532	(1,210,445)	8,588,444
Total capital assets being depreciated	233,199,012	8,101,438	(9,417,309)	231,883,141
Less accumulated depreciation for				
Buildings and improvements	(6,285,940)	(354,609)	440,995	(6,199,554)
Water and sewer system	(101,862,981)	(3,513,844)	2,500,373	(102,876,452)
Water and sewer system - contributions	(10,852,653)	(195,998)	3,346,415	(7,702,236)
Infrastructure	-	(8,804)	-	(8,804)
Machinery and equipment	(5,988,557)	(485,753)	1,030,911	(5,443,399)
Total accumulated depreciation	(124,990,131)	(4,559,008)	7,318,694	(122,230,445)
Total capital assets being depreciated - net	108,208,881	3,542,430	(2,098,615)	109,652,696
Business-type activities capital assets - net	\$ 114,827,895	\$ 5,286,018	\$ (6,527,431)	\$ 113,586,482

Depreciation. Depreciation was charged to the functions and/or programs of the City as shown below.

**Depreciation and Amortization Expense
For the Year Ended September 30, 2023**

	Governmental Activities	Business-type Activities	Total
General government	\$ 1,758,673	\$ -	\$ 1,758,673
Public safety	373,169	-	373,169
Physical environment	366,283	-	366,283
Transportation	2,401,407	-	2,401,407
Culture/Recreation	1,388,484	-	1,388,484
Water and sewer system	6,593	4,291,018	4,297,611
Refuse disposal	-	267,990	267,990
	<u>\$ 6,294,609</u>	<u>\$ 4,559,008</u>	<u>\$ 10,853,617</u>

Net Capital Assets. The following is a summary of net capital assets as shown on the government-wide statement of net position.

**Net Capital Assets
For the Year Ended September 30, 2023**

	Governmental Activities	Business-type Activities	Total
Land	\$ 6,153,490	\$ 644,114	\$ 6,797,604
Buildings and improvements	92,020,405	19,179,371	111,199,776
Water and sewer system	-	200,655,745	200,655,745
Infrastructure	124,512,312	3,459,581	127,971,893
Machinery and equipment	16,780,303	8,588,444	25,368,747
Construction in progress	11,506,680	3,289,672	14,796,352
Intangible assets	4,150,000	-	4,150,000
Other assets	44,078	-	44,078
Right to use assets	1,586,034	-	1,586,034
	<u>\$ 256,753,302</u>	<u>\$ 235,816,927</u>	<u>\$ 492,570,229</u>
Less accumulated depreciation and amortization	<u>(80,019,283)</u>	<u>(122,230,445)</u>	<u>(202,249,728)</u>
	<u>\$ 176,734,019</u>	<u>\$ 113,586,482</u>	<u>\$ 290,320,501</u>

Construction Commitments. The City had several active construction projects as of September 30, 2023. These include upgrading the sewer treatment plant, various public improvements within the central business district, an evaluation of reclaimed water fire hydrants, and numerous other public improvement projects. At year end, the City's commitments with contractors are shown below.

**Construction Commitments
For the Year Ended September 30, 2023**

	Governmental Activities	Business-type Activities	Total
Water & sewer system			
Water & wastewater improvements	\$ -	\$ 5,082,320	\$ 5,082,320
Stormwater system improvements	1,017,223	-	1,017,223
City buildings	250,686	-	250,686
City park	210,322	-	210,322
City streets	10,880,651	-	10,880,651
	<u>\$ 12,358,881</u>	<u>\$ 5,082,320</u>	<u>\$ 17,441,201</u>

NOTE 8 – LEASES AND SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS

For the year ended September 30, 2023, the financial statements include the adoption of GASB Statement No. 96, Subscription-Based Information Technology Arrangements along with prior year's adoption of GASB Statement No. 87, Leases. The primary objective of the GASB 96 statement is to provide guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) and the GASB 87 statement's objective is to enhance the relevance and consistency of information about governments' leasing activities. These statements establish a single model for lease and subscription-based accounting based on the principle that leases and subscriptions are financings of the right to use an underlying asset. Under these Statements, a lessee is required to recognize a lease/subscription liability and an intangible right-to-use lease/subscription asset, and a lessor is required to recognize a lease/subscription receivable and a deferred inflow of resources. For additional information, refer to the disclosures below.

A. Leases

Lessee. On 9/27/23, the City entered into a 36-month lease as Lessee for the use of building office space at 283 Cranes Roost Blvd. As of 9/30/23, the value of the lease liability is \$76,131. The City is required to make monthly fixed payments of \$2,325. The lease has an interest rate of 2.7%. The building's estimated useful life was 360 months as of the contract commencement.

On 9/16/2021, The City entered into a 60-month lease as Lessee for the use of uniforms. This lease agreement was not included in the measurement of the lease liability due to variable payments.

Lessor. On 11/30/2020, the City entered into a 60-month lease as Lessor for the use of building concession stands. This lease agreement was not included in the measurement of the lease receivable due to variable payments.

At September 30, 2023, the total lease liability principal and interest requirements are as follows:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 23,922	\$ 1,761	\$ 25,683
2025	25,356	1,097	26,453
2026	26,853	394	27,247
Total	\$ 76,131	\$ 26,076	\$ 79,383

B. Subscription-Based Information Technology Arrangements (SBITAs)

On 11/9/20, the City entered into a 36-month lease as Lessee for the use of Esri (Geographic Information System) term license software. As of 9/30/23, there is no lease liability since FY 2023 is the last year of this agreement and the City has not yet renewed. The City was required to make annual fixed payments of \$42,500. The lease had an interest rate of 3.35%. The subscription's estimated useful life was 36 months as of the contract commencement.

On 5/18/21, the City entered into a 61-month lease as Lessee for the use of Tyler Technologies software, the City's integrated Enterprise Resource Planning software. As of 9/30/23, the value of the lease liability is \$1,094,723. The City is required to make quarterly fixed payments of \$90,299. The lease has an interest rate of 3.35%. The subscriptions estimated useful life is 61 months as of the contract commencement.

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 341,579	\$ 30,423	\$ 372,002
2025	364,535	18,598	383,133
2026	388,609	5,987	394,596
Total	\$ 1,094,723	\$ 26,076	\$ 1,149,731

NOTE 9 – LONG-TERM DEBT

Schedule of Changes in Long-Term Debt. The City's outstanding long-term debt includes compensated absences and other post-employment benefits. The following is a schedule of changes in the City's long-term debt for the fiscal year ended September 30, 2023.

Changes in Long-term Debt
For the Year Ended September 30, 2023

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Governmental activities					
Compensated absences	\$ 2,625,925	\$ 1,795,248	\$ (1,852,683)	\$ 2,568,490	\$ 1,027,396
Net pension liability	13,079,389	(2,176,205)	-	10,903,184	-
Other post employment benefits	2,242,531	(1,218,249)	-	1,024,282	80,462
Lease liability	40,234	76,131	(40,234)	76,131	23,922
Subscription-based information technology arrangements liability	-	1,094,722	-	1,094,722	341,579
	<u>\$ 17,988,079</u>	<u>\$ (428,353)</u>	<u>\$ (1,892,917)</u>	<u>\$ 15,666,809</u>	<u>\$ 1,473,359</u>
Business-type activities					
Compensated absences	\$ 497,537	\$ 463,725	\$ (521,411)	\$ 439,851	\$ 175,941
Net pension liability	1,113,200	64,648	-	1,177,848	-
Other post employment benefits	671,489	(295,812)	-	375,677	19,538
	<u>\$ 2,282,226</u>	<u>\$ 232,561</u>	<u>\$ (521,411)</u>	<u>\$ 1,993,376</u>	<u>\$ 195,479</u>

Compensated absences, net pension liability, other post-employment benefits, lease liability and subscription-based information technology arrangements liability will be liquidated in the future by the operating funds in which the liability was incurred. For governmental activities these funds are the General Fund, the Stormwater Management Fund, the Building Inspection Fund, and the Law Enforcement Trust Fund. For business-type activities these funds are the Water and Sewer Fund and the Refuse Disposal Fund.

Bonds Payable. The City has no general obligation debt. As of September 30, 2023, the City had no outstanding bonded indebtedness obligations.

NOTE 10 – LIABILITIES PAYABLE FROM RESTRICTED ASSETS

Liabilities payable from restricted assets in the Water and Sewer System enterprise fund at September 30, 2023 are shown in the following table.

Liabilities Payable from Restricted Assets
At September 30, 2023

Accounts payable	\$ 35,927
Customer deposits	4,435,719
Prepaid connection fees	50,830
	<u>\$ 4,522,476</u>

NOTE 11 – EMPLOYEE RETIREMENT SYSTEMS

All full-time City employees participate in one or more of the seven following retirement plans offered by the City:

- the Florida Retirement System (FRS),
- the Health Insurance Subsidy (HIS),
- the Altamonte Springs Police Officers' Pension Plan (POPP),
- the Altamonte Springs General Employees' Pension Plan (GEPP),
- the Police Officers' Share Plan,
- the General Employees' Investment Plan (GEIP), or,
- the Executive Investment Plan (EIP).

Full-time employees hired before December 31, 1995, participate in the Florida Retirement System (FRS) and the Health Insurance Subsidy (HIS). Full-time employees hired after December 31, 1995, participate in one or more of the other four plans. Total pension expense for all plans was \$684,708 for the fiscal year ending September 30, 2023.

All full-time General Employees are initially enrolled in the General Employees' Pension Plan (a defined benefit plan) but have a one-time option to switch to the General Employees' Investment Plan (a defined contribution plan) at any time during employment with the City. This decision is irrevocable. All full-time police officers are enrolled in the Police Officers' Pension Plan. There are no opt-out provisions for this plan.

**Pension Plan Enrollment
At September 30, 2023**

	FRS	POPP	GEPP	GEIP	EIP	Total
Defined benefit plans						
Active members						
regular, vested	11	-	109	-	-	120
regular, non-vested	-	-	157	-	-	157
special risk (police), vested	1	52	-	-	-	53
special risk (police), non-vested	-	44	-	-	-	44
senior management, vested	-	-	7	-	-	7
senior management, non-vested	-	-	5	-	-	5
Total active members	12	96	278	-	-	386
Retirees and beneficiaries						
receiving benefits	-	33	99	-	-	132
Terminated members entitled to, but not receiving benefits	-	11	74	-	-	85
DROP	12	-	-	-	-	12
Pending refunds	-	4	57	-	-	61
Total defined benefit plans	24	144	508	-	-	676
Defined contribution plans						
Active members						
regular	-	-	-	14	35	49
special risk (police)	1	-	-	-	-	1
senior management	-	-	-	6	14	20
Total defined contribution plans	1	-	-	20	49	70
Total all plans	25	144	508	20	49	746

The Florida Retirement System (FRS). The Florida Retirement System (FRS) was created by Chapter 121, Florida Statutes. The FRS was created to provide a defined benefit pension plan for participating public employees. The FRS was amended in 1998 to add the Deferred Retirement Option Program (DROP) under the defined benefit plan. The plan was further amended in 2000 with the creation of the FRS Investment Plan, a defined contribution plan alternative to the defined benefit plan effective July 1, 2002. The City had one police officer employee participating in the FRS Investment Plan during fiscal year 2023. Chapter 112, Florida Statutes, established the Retiree Health Insurance Subsidy (HIS) Program, a cost-sharing multiple employer defined benefit pension plan to assist retired members of any state-administered retirement system in paying the costs of health insurance.

The FRS is a cost sharing, multiple employer, public-employee retirement system with two defined benefit plans and other nonintegrated programs administered by the Department of Management Services, Division of Retirement. Financial information for both the FRS and HIS plans is included in the Florida Retirement System (System) Pension Plan and Other State-Administered Systems' Annual Comprehensive Financial Report (ACFR). The System ACFR, including audited financial information to support the Schedules of Employer Allocations and Schedules of Pension Amounts by Employer, are available online at:

http://www.dms.myflorida.com/workforce_operations/retirement/publications.

The System ACFR and actuarial reports may also be obtained by contacting the Division of Retirement by mail at Department of Management Services, Division of Retirement, Bureau of Research and Member Contributions, P. O. Box 9000, Tallahassee, FL, 32315-9000, or by phone at 850-488-5706.

The State of Florida Annual Comprehensive Financial Report is available from the Florida Department of Financial Services, Bureau of Financial Reporting Statewide Financial Reporting Section by mail at 200 E. Gaines Street, Tallahassee, Florida 32399-0364; by telephone at (850) 413-5511; or at the Department's website (www.myfloridacfo.com).

The City follows GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, for reporting the employer's proportionate share of the net pension liabilities for the FRS and HIS defined benefit pension plans.

FRS Defined Benefit Pension Plan

Plan Description. The FRS Pension Plan (Plan) is a cost-sharing, multiple-employer, contributory, defined benefit pension plan, with a Deferred Retirement Option Program (DROP) for eligible employees. The Plan provides benefits for several classes of employees. However, the City has only four participating employee classes, which are as follows:

- Regular members are full-time employees who are not classified in any other category.
- Senior management members include department directors.
- Special Risk members are employees who are certified and employed full-time as police officers.
- DROP members are employees who have effectively retired but continue to be employed by the City in a full-time capacity.

Benefits. After vesting, pension benefits are determined by category, length of service and average final compensation. The average final compensation is the average of the employee's highest five years or eight years, depending on hire date, of compensation. Normal retirement for regular employees is reached at age 62 or 65 with at least 6 years or 8 years of creditable service, or 30 or 33 years of creditable service regardless of age. For special risk employees, normal retirement is reached at age 55 or 60 with at least 6 years of creditable service, or 25 or 30 years of creditable service regardless of age.

	Enrolled before July 1, 2011	Enrolled on or after July 1, 2011
Regular employees		
Vesting, years of service required	6	8
Normal retirement age	62	65
Years of service to normal retirement	30	33
Special risk (firefighters, police, etc.)		
Vesting, years of service required	6	8
Normal retirement age	55	60
Years of service to normal retirement	25	30
All members		
Average final compensation, highest years of service	5 years	8 years
Benefit calculation factor (times years of service):		
Special risk	3.0%	3.0%
Regular employees (enrolled before July 1, 2011)		
Up to age 62 or up to 30 years of service	1.60%	1.60%
At age 63 or with 31 years of service	1.63%	1.63%
At age 64 or with 32 years of service	1.65%	1.65%
At age 65 or with 33 or more years of service	1.68%	1.68%
Regular employees (enrolled on or after July 1, 2011)		
Up to age 65 or up to 33 years of service	1.60%	1.60%
At age 66 or with 34 years of service	1.63%	1.63%
At age 67 or with 35 years of service	1.65%	1.65%
At age 68 or with 36 or more years of service	1.68%	1.68%

Regular employees earn benefits at the rate of 1.6% for each year of creditable service and special risk employees at the rate of 3%. Retirement benefits include a 3% annual cost of living increase for members retired prior to July 1, 2011. Members retiring on or after July 1, 2011 receive an annual cost of living increase calculated by dividing years of service prior to July 1, 2011 by total years of service. This figure is then multiplied by 3%. Under the DROP program members who have reached their normal retirement date can effectively retire but continue to be employed by the City for up to five years. During this time the member's monthly retirement benefit is paid into an interest-bearing account with federal income taxes deferred. Upon final separation from the City the member can receive these funds either in periodic installments or in a lump-sum.

Funding Policy. FRS contribution requirements of the City and members are established and may be amended by the State legislature. The contribution rates for both the FRS Defined Benefit Plan and the FRS Investment Plan are "blended" to produce a single uniform rate for each employee class. The four FRS classes of membership applicable to the City had the contribution rates as shown below.

FRS Defined Benefit Plan and FRS Investment Plan Blended Uniform Contribution Rates (expressed as a percentage of covered payroll)				
	Regular	Senior Management	Special Risk	DROP
Effective July 1, 2022				
Employer contribution	11.91%	31.57%	27.83%	18.60%
Employee contribution	3.00%	3.00%	3.00%	n/a
Total contribution rate	14.91%	34.57%	30.83%	18.60%
Effective July 1, 2023				
Employer contribution	13.57%	34.52%	32.67%	21.13%
Employee contribution	3.00%	3.00%	3.00%	n/a
Total contribution rate	16.57%	37.52%	35.67%	21.13%

Employer contributions include an administrative fee of 0.06%, which is transferred to the State Board of Administration to offset administrative and educational costs of the Public Employee Optional Retirement Program. The system also provides disability and survivor benefits. Benefits are established by State Statute.

Total payroll for the year ended September 30, 2023, was \$25,860,178 of which \$2,198,527 was paid to City FRS members. Contributions to the FRS for the past three years are shown in the chart.

Fiscal year 2011 was the first year employee contributions were required. Contributions made were equal to the required contributions for each year.

FRS Defined Benefit Plan City Contribution History		
Fiscal Year	Employer	Employees
2021	\$ 383,799	\$ 39,348
2022	338,595	33,761
2023	374,544	32,126

Pension Liabilities, Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At September 30, 2023, the City reported a liability of \$2,906,376 as its proportionate share of the FRS Pension Plan net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023. The City's proportionate share of the net pension liability was based on accrued retirement contributions for employers that were members of the FRS Pension Plan during the fiscal year ended June 30, 2023. At June 30, 2023, the City's proportionate share was 0.0073%, which was a decrease of 4.60% from its proportionate share of 0.0076% measured as of June 30, 2022.

For the year ended September 30, 2023, the pension expense was a credit of \$231,921 for the FRS Pension Plan. At September 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions for the FRS Pension Plan from the sources and in the amounts listed in the following table.

The deferred outflows of resources related to pensions totaling \$75,925 resulting from City contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the subsequent fiscal year.

Other amounts reported for the FRS Pension plan as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as shown in the following table.

FRS Defined Benefit Plan
Deferred Outflows and Deferred Inflows
At September 30, 2023

	<u>outflows</u>	<u>inflows</u>
Differences between expected and actual experience	\$ 272,884	\$ -
Changes in assumptions	189,462	-
Net difference between projected and actual earnings on pension plan investments	121,378	-
Changes in proportion and differences between City contributions and proportionate share of contributions	-	(953,404)
City contributions subsequent to the measurement date	75,925	-
	<u>\$ 659,649</u>	<u>\$ (953,404)</u>

FRS Defined Benefit Plan
Annual Recognition of
Deferred Outflows and Inflows

Fiscal Year Ending June 30,	Amount Recognized
2024	\$ (335,121)
2025	(354,470)
2026	321,774
2027	(9,192)
2028	7,329
Total	<u>\$ (369,680)</u>

Basis for Allocation. The employer's proportionate share reported in the pension allocation schedules was calculated using accrued retirement contributions related to the reporting periods included in the system's fiscal years ending June 30, 2021, 2022 and 2023, respectively, for employers that were members of the FRS and HIS during those fiscal years. For fiscal year 2023, in addition to contributions from employers, the required accrued contributions for the division (paid on behalf of the division's employees who administer the plans) were allocated to each employer on a proportional basis. The division administers the plans, and therefore, cannot allocate a portion of the liability to itself. Although GASB 68 encourages the use of the employers' projected long-term contribution effort to the retirement plan, allocating on the basis of historical employer contributions is acceptable. The aggregate employer contribution amounts for each fiscal year agree to the employer contribution amounts reported in the system's ACFR for that fiscal year.

The proportion calculated based on contributions for each of the fiscal years presented in the pension allocation schedules was applied to the net pension liability and other pension amounts applicable to that fiscal year to determine each employer's proportionate share of the liability, deferred outflows of resources, deferred inflows of resources and associated pension expense.

For the purposes of the pension allocation schedules, pension amounts are allocated to reporting employers. The pension amounts of participating employers whose payrolls are reported and contributions are remitted by another entity are included in the reporting employer's amounts and will be allocated to the participating employer by the reporting employer.

Actuarial Methods and Assumptions. Actuarial assumptions for both cost-sharing defined benefit plans are reviewed annually by the Florida Retirement System Actuarial Assumptions Conference. The FRS Pension Plan has a valuation performed annually. The HIS Program has a valuation performed biennially. The July 1, 2023, valuation is the most recent actuarial valuation. Because the HIS Program is funded on a pay-as-you-go basis, no experience study has been completed for that program. The actuarial assumptions that determined the total pension liability for the HIS Program were based on certain results of the most recent experience study for the FRS Pension Plan.

The total pension liability for each cost-sharing defined benefit plan was determined using the individual entry age actuarial cost method. Inflation increases for both plans is assumed at 2.40%. Payroll growth, including inflation, for both plans is assumed at 3.25%. Both the discount rate and the long-term expected rate of return used for FRS Pension Plan investments is 6.70%. The plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return. The discount rate and the long-term expected rate of return were the same at 6.70% compared to 2022.

Discount Rate. The discount rate used to measure the total pension liability for the FRS Pension Plan disclosed above is based on a projection of cash flows that assumed that employee contributions will be made at the current contribution rate and that contributions from participating members will be made at statutorily required rates, actuarially determined. Based on those assumptions, the FRS Pension Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. 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.

Long-Term Expected Rate of Return. The long-term expected rate of return assumption of 6.70% consists of two building block components: 1) an inferred real (in excess of inflation) return of 4.20%, which is consistent with the 4.48% real return from the capital market outlook model developed by the FRS consulting actuary, Milliman; and 2) a long-term average annual inflation assumption of 2.40% as adopted in October 2023 by the FRS Actuarial Assumption Conference. In the opinion of the FRS consulting actuary both components and the overall 6.70% return assumption were determined to be reasonable and appropriate per the Actuarial Standards of Practice. The 6.70% reported investment return assumption is the same as the investment return assumption chosen by the 2022 FRS Actuarial Assumption Conference for funding policy purposes.

For reference, the table on the following page contains a summary of Milliman's assumptions for each of the asset classes in which the plan was invested at that time based on the long-term target asset allocation. Each asset class assumption is based on a consistent set of underlying assumptions, and includes an adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic mode.

FRS Defined Benefit Plan
Actuarial Assumptions for Each Investment Class

Asset Class	Target Allocation	Annual Arithmetic Return	Compound Annual (Geometric) Return	Standard Deviation
Cash	1.0%	2.9%	2.9%	1.1%
Fixed income	19.8%	4.5%	4.4%	3.4%
Global equity	54.0%	8.7%	7.1%	18.1%
Real estate (property)	10.3%	7.6%	6.6%	14.8%
Private equity	11.1%	11.9%	8.8%	26.3%
Strategic investments	3.8%	6.3%	6.1%	7.7%
Assumed inflation - Mean			2.4%	1.4%

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate.

The following presents the City's proportionate share of the net pension liability of the FRS Pension Plan calculated using the discount rate of 6.70%. Also presented is the City's proportionate share of the FRS Pension Plan net pension liability if it were calculated using a discount rate that is one percentage point lower (5.70%) or one percentage point higher (7.70%) than the current rate.

FRS Defined Benefit Plan
Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in Discount Rate

1% Decrease	Current Discount Rate	1% Increase
5.70%	6.70%	7.70%
\$ 4,964,682	\$ 2,906,376	\$ 1,184,357

Pension Plan Fiduciary Net Position. Detailed information about FRS Pension Plan's fiduciary net position is available in the separately issued FRS Annual Comprehensive Financial Report. This report is available by mail at P.O. Box 9000, Tallahassee, Florida 32315-9000; by telephone toll free at (844) 377-1888 or (850) 907-6500.

Retiree Health Insurance Subsidy (HIS) Program Defined Benefit Pension Plan

Plan Description. The HIS Pension Plan is a cost-sharing, multiple-employer, non-contributory, defined benefit pension plan established to assist retired members in paying the costs of health insurance. Eligibility includes members who retire under a state-administered retirement system, or a beneficiary who is a spouse or financial dependent entitled to receive benefits under a state-administered retirement system except those individuals who are pension recipients under Section 121.40, 237.08(18)(a) and 250.22, Florida Statutes, or recipients of health insurance coverage under Section 110.1232, Florida Statutes or any other special pension or relief act are not eligible for such pension payments. A person is deemed retired from a state-administered retirement system when he or she terminates employment with all employers participating in the Florida Retirement System and:

- For a member of the FRS investment plan, the participant meets the age or service requirements to qualify for normal retirement per Section 121.021(29), Florida Statutes and meets the definition of retiree in Section 121.4501(2), Florida Statutes.
- For a member of the FRS defined benefit pension plan, or any employee who maintains creditable service under the pension plan and the investment plan, the member begins drawing retirement benefits from the pension plan.

Anyone retiring on or after July 1, 2001, as a member of the Florida Retirement System, including a member of the Investment Plan, must satisfy the vesting requirements for his or her membership class under the Pension Plan as administered under Chapter 121, Florida Statutes. Any person retiring due to disability must qualify for a regular or in-line-of-duty disability benefit.

Benefits. The benefit of the HIS Pension Plan is a monthly payment to assist retirees of state-administered retirement systems in paying their health insurance costs. The Plan is administered by the Department of Management Services, Division of Retirement. Benefits are not guaranteed and are subject to annual legislative appropriation. In the event the legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or canceled.

Eligible retirees and beneficiaries receive a monthly payment equal to the number of years of creditable service completed at the time of retirement multiplied by \$5. The payments are at least \$30 but not more than \$150 per month. To be eligible to receive a benefit, a retiree under a state-administered retirement system must provide proof of health insurance coverage, which can include Medicare. Terms of the benefits provided by the Plan may be amended only by the State Legislature.

Funding Policy. The Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all specified employees. The contribution rate for all of fiscal year 2023 was 1.66% of payroll. There are no required employee contributions. Plan contributions are deposited in a separate trust fund from which HIS payments are authorized. The City's contributions to the Plan totaled \$38,025 for the fiscal year ended September 30, 2023.

Pension Liabilities, Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At September 30, 2023 the City reported a liability of \$900,928 for its proportionate share of the HIS Pension Plan net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023. The City's proportionate share of the net pension liability was based on accrued retirement contributions for employers that were members of the HIS Pension Plan during the fiscal year ended June 30, 2023. At June 30, 2023, the City's proportionate share was 0.0057%, which was a decrease of 7.22% from its proportionate share of 0.0061% measured as of June 30, 2022.

For the year ended September 30, 2023, pension expense was \$111,317 for the HIS Pension Plan. At September 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions for the HIS Pension Plan from the sources and in the amounts shown in the table below.

HIS Defined Benefit Plan
Deferred Outflows and Deferred Inflows
At September 30, 2023

	<u>outflows</u>	<u>inflows</u>
Differences between expected and actual experience	\$ 13,189	\$ (2,115)
Changes in assumptions	23,685	(78,068)
Net difference between projected and actual earnings on pension plan investments	465	-
Changes in proportion and differences between City contributions and proportionate share of contributions	-	(434,812)
City contributions subsequent to the measurement date	8,947	-
	<u>\$ 46,286</u>	<u>\$ (514,995)</u>

The deferred outflows of resources related to the HIS pension totaling \$8,947 resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent fiscal year. Other amounts reported for the HIS Pension plan as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as shown below.

**HIS Defined Benefit Plan
Annual Recognition of Deferred
Outflows and Inflows**

Fiscal Year Ending <u>June 30,</u>	Amount <u>Recognized</u>
2024	\$ (161,297)
2025	(123,466)
2026	(100,511)
2027	(63,859)
2028	(25,531)
Thereafter	<u>(2,991)</u>
Total	\$ (477,655)

Basis for Allocation. The employer's proportionate share reported in the pension allocation schedules was calculated using accrued retirement contributions related to the reporting periods included in the system's fiscal years ending June 30, 2021, 2022 and 2023, respectively, for employers that were members of the FRS and HIS during those fiscal years. For fiscal year 2022, in addition to contributions from employers, the required accrued contributions for the division (paid on behalf of the division's employees who administer the plans) were allocated to each employer on a proportional basis. The division administers the plans, and therefore, cannot allocate a portion of the liability to itself. Although GASB 68 encourages the use of the employers' projected long-term contribution effort to the retirement plan, allocating on the basis of historical employer contributions is acceptable. The aggregate employer contribution amounts for each fiscal year agree to the employer contribution amounts reported in the system's ACFR for that fiscal year.

The proportion calculated based on contributions for each of the fiscal years presented in the pension allocation schedules was applied to the net pension liability and other pension amounts applicable to that fiscal year to determine each employer's proportionate share of the liability, deferred outflows of resources, deferred inflows of resources and associated pension expense.

For the purposes of the pension allocation schedules, pension amounts are allocated to reporting employers. The pension amounts of participating employers whose payrolls are reported and contributions are remitted by another entity are included in the reporting employer's amounts and will be allocated to the participating employer by the reporting employer.

Actuarial Methods and Assumptions. Actuarial assumptions for both cost-sharing defined benefit plans are reviewed annually by the Florida Retirement System Actuarial Assumptions Conference. The FRS Pension Plan has a valuation performed annually. The HIS Program has a valuation performed biennially that is updated for GASB reporting in the year a valuation is not performed. Because the HIS Program is funded on a pay-as-you-go basis, no experience study has been completed for that program. The actuarial assumptions that determined the total pension liability for the HIS Program were based on certain results of the most recent experience study for the FRS Pension Plan.

The total pension liability for each cost-sharing defined benefit plan was determined using the individual entry age actuarial cost method. Inflation is assumed at 2.40%. Payroll growth, including inflation, for both plans is assumed at 3.25%. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the depletion date. Because the HIS Program uses a pay-as-you-go funding structure, a municipal bond rate of 3.65% was used to determine the total pension liability for the program (Bond Buyer General Obligation 20-Bond Municipal Bond Index). Mortality assumptions for the HIS plan was based on the Generational PUB-2010 with Projection Scale MP-2018 tables.

Discount Rate. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS Pension Plan is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index.

Long-Term Expected Rate of Return. As stated above, the HIS Pension Plan is essentially funded on a pay-as-you-go basis. As such, there is no assumption for a long-term expected rate of return on a portfolio, no assumptions for cash flows into and out of the pension plan, or assumed asset allocation.

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the City's proportionate share of the net pension liability of the HIS Pension Plan calculated using the discount rate of 3.65%. Also presented is what the City's proportionate share of the HIS Pension Plan net pension liability would be if it were calculated using a discount rate that is one percentage point lower (2.65%) or one percentage point higher (4.65%) than the current rate.

HIS Defined Benefit Plan		
Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate		
1% Decrease	Current Discount Rate	1% Increase
2.65%	3.65%	4.65%
\$ 1,027,818	\$900,928	\$ 795,744

Pension Plan Fiduciary Net Position. Detailed information about HIS Pension Plan's fiduciary net position is available in a separately issued FRS Annual Comprehensive Financial Report. This Report is available by mail at P.O. Box 9000, Tallahassee, Florida 32315-9000; by telephone toll free at (844) 377-1888 or (850) 907-6500.

Altamonte Springs Retirement System (ASRS) Police Officers' and General Employees' Defined Benefit Pension Plans

Plan Description. Both the Altamonte Springs General Employees' Pension Plan (GEPP) and the Police Officers' Pension Plan (POPP) are single-employer, defined benefit, public employee retirement systems established by the City Commission. Any amendments thereto are at the sole discretion of the City Commission. Both Plans are component units (reporting as Pension Trust Funds) of the City's financial reporting entity. Investments are reported at fair value. Neither Plan issues separate financial statements.

The Altamonte Springs General Employees' Pension Plan. The GEPP provides retirement, disability and death benefits to all full-time employees, other than certified police officers and firefighters, hired by the City after December 31, 1995. The GEPP is administered by a five-member Board of Trustees (the "Board") consisting of the Mayor and four City Commissioners.

The Altamonte Springs Police Officers' Pension Plan. The POPP provides retirement, disability and death benefits to all full-time, certified police officers hired by the City after December 31, 1995. The POPP was established and operates within the parameters of Florida Statute 185 which govern police pension plans in the State of Florida. The POPP is administered by a five-member Board of Trustees (the "Board"). Two members of the Board must be members of the plan elected by a majority of all members of the Plan. Two additional members of the Board are citizens of the City appointed by the City Commission. The fifth, and final, member of the Board is elected by a majority of the other four Board members.

Benefits.

The Altamonte Springs General Employees' Pension Plan. Members are vested after 6 years of creditable service. Benefits, established by the City Commission, are determined by length of service and average final compensation. Average final compensation is the average of the employee's highest five years of compensation. Normal retirement is reached at age 62 with at least 6 years of creditable service or 30 years of creditable service regardless of age. Regular employees earn benefits at the rate of 1.6% for each year of creditable service. Senior Management employees earn benefits at the rate of 2% for each year of creditable service. Retirees receive a 3% annual cost of living increase in monthly benefits.

The Altamonte Springs Police Officers' Pension Plan. Members are vested after 6 years of creditable service. Benefits, established by the City Commission, are determined by length of service and average final compensation. Average final compensation is the average of the employee's highest five years of compensation. Normal retirement is reached at age 55 with at least 6 years of creditable service or 25 years of creditable service regardless of age. Employees earn benefits at the rate of 3% for each year of creditable service. Retirees receive a 3% annual cost of living increase in monthly benefits.

Accounting Policy. The financial statements of both plans are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. The City's contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are payable when due in accordance with the terms of the plans. All plan investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

Funding Policy.

The Altamonte Springs General Employees' Pension Plan. Plan members hired prior to January 1, 2012, are not required to contribute to the Plan. Plan members hired on or after January 1, 2012, are required to contribute 1% of their annual compensation to the Plan. The City is required to contribute at an actuarially determined rate; the rate applicable for the fiscal year ended September 30, 2023, was 11.25% of annual covered payroll.

The Altamonte Springs Police Officers' Pension Plan. The Plan requires members to contribute 1% of their annual compensation to the Plan. The City is required to contribute at an actuarially determined rate; the rate applicable for the fiscal year ended September 30, 2023, was 34.06% of annual covered payroll.

Municipalities that have established pension plans complying with the provisions of Chapter 185, Florida Statutes and that have enacted appropriate taxing legislation are eligible to receive revenues generated from the Pension Fund Excise Tax imposed on the gross receipts of casualty insurance for properties located within the City limits. These revenues amounted to \$468,807 for the year ended September 30, 2023 and are considered an employer contribution.

Investment Policy.

The Altamonte Springs General Employees' Pension Plan. The pension plan's investment policy was established and may be amended by the Board of Trustees. This policy is governed by the Plan, as adopted by the City Commission, and applicable state and federal laws. The Board's stated investment objective is to obtain a reasonable total rate of return, defined as interest and dividend income plus realized and unrealized capital gains or losses, commensurate with the Prudent Investor Rule. The investment policy allows investment in annuity and life insurance contracts, time or savings deposits with banks insured by the Federal Deposit Insurance Corporation, obligations of the U. S. Government or its agencies, bonds issued by the State of Israel, corporate stocks, corporate bonds, repurchase agreements collateralized by U. S. Treasury securities, SEC registered money market funds, and the Florida Local Government Surplus Funds Trust Fund. Investment in corporate common stock is limited to not more than 70% of total fund assets, at

market. Investment in foreign securities is limited to not more than 25% of the value of the fund at market. Investment of more than 5% of Plan assets in the common or capital stock of any one issuing company is not allowed. Investment in more than 10% of Plan assets in the bonds of any single corporation is not allowed.

The Altamonte Springs Police Officers' Pension Plan. The pension plan's investment policy was established and may be amended by the Board of Trustees. This policy is governed by the Plan, as adopted by the City Commission, and applicable state and federal laws. The Board's stated investment objective is to obtain a reasonable total rate of return, defined as interest and dividend income plus realized and unrealized capital gains or losses, commensurate with the Prudent Investor Rule. The investment policy allows investment in annuity and life insurance contracts, time or savings deposits with banks insured by the Federal Deposit Insurance Corporation, obligations of the U. S. Government or its agencies, bonds issued by the State of Israel, corporate stocks, corporate bonds, repurchase agreements collateralized by U. S. Treasury securities, SEC registered money market funds, and the Florida Local Government Surplus Funds Trust Fund. Investment in corporate common stock is limited to not more than 65% of total fund assets, at market. Investment in foreign securities is limited to not more than 15% of the value of the fund at cost. Investment of more than 5% of Plan assets in the common or capital stock of any one issuing company is not allowed.

Fair Value Hierarchy. Both plans categorize fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The plans had the following fair value measurements as of September 30, 2023.

**ASRS Defined Benefit Pension Plans
Fair Value Measurement
At September 30, 2023**

	Total Fair Value	quoted prices in active markets for identical assets (Level 1)	significant other observable inputs (Level 2)	significant unobservable inputs (Level 3)
General Employees'				
Debt securities				
U.S. treasury mutual fund	\$ 841,986	\$ 841,986	\$ -	\$ -
Baird mutual bond fund	12,487,552	12,487,552	-	-
Equity securities				
Domestic	29,685,210	29,685,210	-	-
International	-	-	-	-
	<u>\$ 43,014,748</u>	<u>\$ 43,014,748</u>	<u>\$ -</u>	<u>\$ -</u>
Police Officers'				
Debt securities				
U.S. treasury mutual fund	\$ 1,033,238	\$ 1,033,238	\$ -	\$ -
Baird mutual bond fund	11,266,152	11,266,152	-	-
Equity securities				
Domestic	26,956,013	26,956,013	-	-
International	-	-	-	-
	<u>\$ 39,255,403</u>	<u>\$ 39,255,403</u>	<u>\$ -</u>	<u>\$ -</u>

Rate of Return. For the year ended September 30, 2023, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 13.41% for the General Employees' Pension Plan and 13.45% for the Police Officers' Pension Plan. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Pension Liabilities, Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources. At September 30, 2023, the City reported a net pension asset of \$4,730,390 for the General Employees' Plan and net pension liability of \$8,273,728 for the Police Officers' Plan. The net pension liability was measured as of September 30, 2023. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of September 30, 2023. For the year ended September 30, 2023, pension expense was \$1,475,867 for the General Employee's Plan and \$3,514,118 for the Police Officers' Plan.

**ASRS Defined Benefit Plans
Net Pension Liability (Asset)
as of September 30, 2023**

	General Employees'	Police Officers'
Total pension liability	\$ 38,202,409	\$ 47,739,443
Plan fiduciary net position	(42,932,499)	(39,465,715)
City's net pension (asset) liability	<u>\$ (4,730,090)</u>	<u>\$ 8,273,728</u>
Plan fiduciary net position as a percentage of the total pension liability	112.4%	82.7%

At September 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to the two pension plans from the sources and in the amounts listed in the table below.

**ASRS Defined Benefit Plans
Deferred Outflows and Deferred Inflows of Resources
as of September 30, 2023**

	General Employees'		Police Officers'	
	Outflows	Inflows	Outflows	Inflows
Differences between expected and actual experience	\$ 88,372	\$ (1,128,468)	\$ 2,392,859	\$ -
Changes in assumptions	871,519	(973,669)	2,393,752	-
Net difference between projected and actual earnings on pension plan investments	1,876,799	-	1,656,157	-
	<u>\$ 2,836,690</u>	<u>\$ (2,102,137)</u>	<u>\$ 6,442,768</u>	<u>\$ -</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as shown below.

**ASRS Defined Benefit Plan
Annual Recognition of Deferred Outflows
and Deferred Inflows**

Fiscal Year Ending Sept 30,	Amount Recognized	
	General Employees'	Police Officers'
2024	\$ (298,880)	\$ 1,638,529
2025	125,513	1,864,658
2026	1,450,040	2,276,321
2027	(388,875)	156,604
2028	(153,245)	461,857
Thereafter	-	44,799
Total	\$ 734,553	\$ 6,442,768

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation as of September 30, 2023, using the following actuarial assumptions.

ASRS Defined Benefit Plan Actuarial Assumptions		
	General Employees Plan	Police Plan
Inflation	2.75%	2.75%
Salary increases	3.5% to 7%	3% to 6.5%
Investment rate of return	7% net of pension plan investment expense, including inflation	7% net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2000 Combined Healthy Participant Mortality Table for males and females. 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 expense 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 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, 2023 (see the discussion of the pension plan's investment policy) are summarized in the table below.

ASRS Defined Benefit Plans Long-term Expected Real Rate of Return		
Asset Class	General Employees'	Police Officers'
Domestic equity	9.3%	9.3%
International equity	10.3%	10.3%
Domestic bonds	5.3%	5.3%

Discount Rate. The discount rate used to measure the total pension liability was 7.0%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that 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.

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 discount rate of 7%, as well as, what the City's net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6%) or one percentage point higher (8%) than the current rate.

ASRS Defined Benefit Plans Net Pension Liability (Asset) Sensitivity to Changes in Discount Rate			
	1% decrease to 6%	current discount rate 7%	1% increase to 8%
General employees'	\$ 1,270,708	\$ (4,730,390)	\$ (9,613,566)
Police officers'	\$ 17,523,093	\$ 8,273,728	\$ 1,023,187

Changes in Net Pension Liability. The following table shows beginning balance, changes, and ending balance of the net pension liability.

ASRS Defined Benefit Plans
Changes in Net Pension Liability (Asset)
For the Year Ended September 30, 2023

	General Employees'			Police Officers'		
	Total Pension Liability	Plan Net Fiduciary Position	Net Pension Liability	Total Pension Liability	Plan Net Fiduciary Position	Net Pension Liability
Beginning balance (9/30/22)	\$ 36,259,285	\$ 37,485,513	\$ (1,226,228)	\$ 44,268,147	\$ 33,567,936	\$ 10,700,211
Changes for the year						
Service cost	1,658,241	-	1,658,241	926,766	-	926,766
Interest	2,546,699	-	2,546,699	3,096,791	-	3,096,791
Differences between expected and actual experience	(1,004,595)	-	(1,004,595)	343,449	-	343,449
Changes to assumptions	-	-	-	-	-	-
Contributions - city	-	1,688,656	(1,688,656)	-	2,027,220	(2,027,220)
Contributions - state	-	-	-	-	468,807	(468,807)
Contributions - employee	-	126,723	(126,723)	-	66,733	(66,733)
Net investment income	-	4,927,356	(4,927,356)	-	4,370,938	(4,370,938)
Benefit payments	(1,257,221)	(1,257,221)	-	(895,710)	(895,710)	-
Administrative expense	-	(38,228)	38,228	-	(51,399)	51,399
Other (Share Plan Allocation)	-	-	-	-	(88,810)	88,810
Net changes	\$ 1,943,124	\$ 5,447,286	\$ (3,504,162)	\$ 3,471,296	\$ 5,897,779	\$ (2,426,483)
Ending balance (9/30/23)	\$ 38,202,409	\$ 42,932,799	\$ (4,730,390)	\$ 47,739,443	\$ 39,465,715	\$ 8,273,728

Annual Financial Statements. A combining statement of fiduciary net position and changes in fiduciary net position for fiscal year 2023 for both plans follows.

ASRS Defined Pension Plans: Pension Trust Funds
Combining Statement of Fiduciary Net Position
At September 30, 2023

	General Employees'	Police Officers'	Total
Assets			
Cash and equivalents	\$ 102,882	\$ 220,283	\$ 323,165
Investments			
Mutual funds (u.s. treasuries & agencies)	841,986	1,033,238	1,875,224
Mutual funds (corporate bonds)	12,487,552	11,266,152	23,753,704
Common stocks	29,685,210	26,956,013	56,641,223
Accrued interest receivable	10,786	19,960	30,746
Prepaid expenses	5,639	4,266	9,905
Total assets	\$ 43,134,055	\$ 39,499,912	\$ 82,633,967
Liabilities			
Accounts payable	\$ 201,256	\$ 34,197	\$ 235,453
Total liabilities	\$ 201,256	\$ 34,197	\$ 235,453
Net position restricted for pensions	<u>\$ 42,932,799</u>	<u>\$ 39,465,715</u>	<u>\$ 82,398,514</u>

ASRS Defined Pension Plans: Pension Trust Funds
Combining Statement of Changes in Fiduciary Net Position
For the Year Ended September 30, 2023

	<u>General Employees'</u>	<u>Police Officers'</u>	<u>Total</u>
Additions			
Contributions			
Employer	\$ 1,688,656	\$ 2,027,220	\$ 3,715,876
State	-	468,807	468,807
Employee	126,723	66,733	193,456
Investment income			
Appreciation in value of plan assets	4,392,772	3,886,752	8,279,524
Interest and dividend income	660,538	597,513	1,258,051
Investment expense	(125,954)	(113,327)	(239,281)
Total additions	<u>\$ 6,742,735</u>	<u>\$ 6,933,698</u>	<u>\$ 13,676,433</u>
Deductions			
Benefits, including refunds			
of member contributions	\$ 807,570	\$ 984,520	\$ 1,792,090
Transferred to investment plan	449,651	-	449,651
Administrative expenses	38,228	51,399	89,627
Total deductions	<u>\$ 1,295,449</u>	<u>\$ 1,035,919</u>	<u>\$ 2,331,368</u>
Net increase in net position	\$ 5,447,286	\$ 5,897,779	\$ 11,345,065
Net position restricted for pensions			
Beginning of year	37,485,513	33,567,936	71,053,449
End of year	<u>\$ 42,932,799</u>	<u>\$ 39,465,715</u>	<u>\$ 82,398,514</u>

Defined Contribution Plans

General Employees' Investment Plan. In 2012, the City established the General Employees' Investment Plan, a single-employer, defined contribution, contributory, money purchase plan. This Plan is available to all full-time employees except police officers. Employees are required to contribute 1% of compensation to the Plan. The City contributes an amount equal to 10% of compensation for regular employees and 12% for senior management employees. Employees make individual investment decisions and individual investment gains or losses are the employee's and the employee's alone. The City has no ongoing obligation to participating employees beyond making timely contributions to the Plan. As of September 30, 2023, there were 20 Plan members. For the year ended September 30, 2023, employer contributions totaled \$204,290 and employee contributions totaled \$18,537.

Police Officers' Share Plan. In 2016, the City established the Police Officers' Share Plan, a single-employer, defined contribution, non-contributory, money purchase plan. Each year annual premium tax revenues received up to an amount equal to the amount received in calendar year 2012 must be used to fund minimum benefits or other retirement benefit in excess of the minimum benefits. Of the additional insurance premium tax revenues received in excess of the amount received in calendar year 2012, 50% must be used to fund minimum benefits and 50% must be placed in a defined contribution plan to fund special benefits. Each member of the Defined Benefit Plan is automatically enrolled in the Share Plan. The City deposited \$88,811 in fiscal year 2023 to the individual accounts of members of the Share Plan.

Executive Employees' Investment Plan. Established in 2012 and amended in 2021, the City's Executive Employees' Investment Plan is a single-employer, defined contribution, non-contributory, money purchase plan. This Plan is available only to executive level positions. The City contributes an amount equal to 2% to 6% of compensation to the Plan based on the position. The Plan is administered by Mission Square Retirement. Employees make individual investment decisions and individual investment gains or losses are the employee's and the employee's alone. The City has no ongoing obligation to participating employees beyond making timely contributions to the Plan. For the year ended September 30, 2023, employer contributions totaled \$201,198.

NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS (OPEB)

Plan Description. The Other Post-employment Benefit Plan (OPEB Plan) is a single-employer benefit plan administered by the City. No assets are accumulated in a GASB compliant trust. Retirees are offered continuing healthcare insurance coverage after retirement. Retirees are required to pay the full premium charged by the insurance company. However, premiums are calculated based on a blending of the claims experience of both employees and retirees pursuant to Florida Statutes. It is assumed premiums for retirees would be greater if rated separately from employees (retirees generally have higher average ages and a greater number and severity of health issues than employees). Blending the claims experience of both groups lowers the premium cost for retirees, thus providing an implicit rate subsidy. The Plan does not issue a stand-alone report.

Summary of Significant Accounting Policies. For purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the OPEB Plan and additions to/deductions from OPEB Plan fiduciary net position have been determined on the same basis as they are reported by the City. For this purpose, the City recognizes benefit payments when due and payable in accordance with the benefit terms.

Benefits Provided. The OPEB Plan provides healthcare benefits for retirees and their dependents. Benefits are provided through a third-party insurer and the full cost of the benefit is covered by the Plan.

Employees Covered by Benefit Terms. At September 30, 2023, there were 10 retirees and beneficiaries currently receiving benefit payments and 398 active employees.

Contributions. For the OPEB Plan contribution requirements of the City are established, and may be amended, through action by the City Commission. Currently the City's OPEB Plan is unfunded. The required contributions are based on pay-as-you-go financing requirements. There is no separate trust fund or equivalent arrangement into which the City might make contributions to advance-fund the obligation. Subsidies provided over time are financed directly by general assets of the City.

Discount Rate. There are no invested plan assets held in trust to finance the OPEB obligations, therefore, the discount rate equals the tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date.

Actuarial Assumptions. The Total OPEB liability was determined by an actuarial valuation as of September 30, 2023, using the following actuarial assumptions.

Actuarial cost method	Individual entry age normal cost method
Amortization method	Level dollar, closed
Remaining amortization period	5 years
Investment rate of return	4.63%
Retirement age	100% at normal retirement eligibility date
Mortality	Florida Retirement System Mortality Table

Changes in OPEB Liability. The following changes show beginning balance, changes, and ending balance of the Total OPEB liability.

OPEB Plan: Changes in Total OPEB Liability

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balance at September 30, 2022	\$ 2,914,020	\$ -	\$ 2,914,020
Changes for the year			
Service cost	56,624	-	56,624
Interest	109,499	-	109,499
Differences between expected and actual experience	-	-	-
Changes to assumptions and methods	(1,578,831)	-	(1,578,831)
Benefit payments	(101,353)	-	(101,353)
Net changes	<u>\$ (1,514,061)</u>	<u>\$ -</u>	<u>\$ (1,514,061)</u>
Balance at September 30, 2023	<u>\$ 1,399,959</u>	<u>\$ -</u>	<u>\$ 1,399,959</u>

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate. The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (3.63%) or one percentage point higher (5.63%) than the current discount rate.

OPEB Plan: Sensitivity of the OPEB Liability to Changes in the Discount Rate

1% Decrease to 3.63%	Current Discount Rate 4.63%	1% Increase to 5.63%
\$ 1,552,693	\$ 1,399,959	\$ 1,268,673

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates. 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 the assumed health care cost trend rates that are one percentage point lower or one percentage point higher.

OPEB Plan: Sensitivity of the OPEB Liability to Changes in Health Care Cost Trend Rates

1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
\$ 1,245,746	\$ 1,399,959	\$ 1,587,495

Other Post-employment Benefits Liabilities, Expense, Deferred Outflows of Resources and Deferred Inflows of Resources. At September 30, 2023, the City reported a liability of \$1,399,959 for Other Post-employment Benefits (OPEB). The OPEB liability was measured as of September 30, 2023. The Total OPEB liability was determined by an actuarial valuation as of September 30, 2023. For the year ended September 30, 2023, the City recognized OPEB expense of \$159,873. At September 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the sources and in the amounts listed in the table on the following page.

**OPEB Plan: Deferred Outflows and Deferred Inflows of Resources
At September 30, 2023**

	<u>Outflows</u>	<u>Inflows</u>
Differences between expected and actual experience	\$ -	\$ 219,590
Changes in assumptions	12,150	1,460,992
	<u>\$ 12,150</u>	<u>\$ 1,680,582</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as OPEB expense as shown in the table below.

**OPEB Plan: Annual Recognition of
Deferred Outflows and Deferred Inflows**

<u>Fiscal Year Ending September 30,</u>	<u>Amount Recognized</u>
2024	\$ (326,001)
2025	(240,626)
2026	(240,626)
2027	(179,413)
2028	(179,413)
Thereafter	<u>(502,353)</u>
Total	\$ (1,668,432)

NOTE 13 – 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; injuries to employees; and natural disasters. With the exception of workers' compensation, the City purchases commercial insurance for all types of claims with nominal deductible amounts. There were no material changes to coverage during fiscal year 2023. Settled claims have not exceeded this commercial coverage during any of the past five years. The following page provides a summary of the City's significant insurance coverage and limitations.

Workers' Compensation Insurance Fund. In fiscal year 1992 the City established a Workers' Compensation Self-Insurance Fund (an internal service fund) to account for and finance the uninsured risks of loss. Under this program, the Workers' Compensation Self-Insurance Fund provides coverage up to a maximum of \$200,000 per claim. The City purchases commercial insurance for claims in excess of coverage provided by the Fund. Settled claims have not exceeded this commercial coverage in any of the past five years.

**Schedule of Insurance in Force
September 30, 2023**

<u>Coverage</u>	<u>Limitations (dollar values are in thousands)</u>		
General / professional liability	\$ 200	Each person	
Includes errors and omissions, employee benefits program administration, and broad form property damage.	300	Each occurrence	
	2,000	Combined single limit per occurrence	
	100	Extra contractual legal	
	1,000	Public officials' fiduciary bond	
	1,000	Pollution liability; general aggregate limit	
	1,000	Petroleum liability – below ground	
	1,000	Petroleum liability – above ground	
Law Enforcement Liability	200	Each person	
	300	Each occurrence	
	2,000	Combined single-limit per occurrence	
Automobile	100	Each person	
Includes bodily injury, property damage, personal injury protection, and auto physical damage	300	Each occurrence	
	2,000	Combined single-limit per occurrence	
Property Damage	114,767	Real Property Limit	
	10,496	Personal Property Limit	
	1,000	Equipment Breakdown	

All funds of the City participate in the program and make payments to the Workers' Compensation Self-Insurance Fund based on actuarial estimates of the amounts needed to pay prior and current-year claims and to establish a reserve for catastrophic losses. That reserve was \$851,855 at September 30, 2023, and is reported as unrestricted net position in the Workers' Compensation Self-Insurance Fund. The claims liability of \$751,044 reported in the Fund at September 30, 2023, is based on provisions of GASB Statement No. 10, which require that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the Fund's claims liability amount in fiscal years 2022 and 2023 were as shown in the accompanying chart.

**Workers' Compensation Program
Claims Payable**

	2022	2023
Balance beginning of year	\$ 1,419,455	\$ 1,502,495
Current year claims and changes in estimates	674,940	(1,075,683)
Claims paid	(591,900)	324,232
Balance end of year	<u>\$ 1,502,495</u>	<u>\$ 751,044</u>

NOTE 14 – COMMITMENTS AND CONTINGENCIES

Intergovernmental Grants. Amounts received or receivable from grantors are subject to audit and adjustment by grantor agencies, principally federal and state government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the City expects such amounts to be immaterial.

Litigation. Various suits and claims arising in the ordinary course of operations are pending against the City. While the ultimate effect of such litigation cannot be ascertained at this time, the City Attorney has expressed his opinion that there will be no material effect whatsoever on the City's financial position and/or that the City has sufficient insurance coverage to cover any claims.

City of Altamonte Springs, Florida

REQUIRED SUPPLEMENTAL INFORMATION

FLORIDA RETIREMENT SYSTEM

Schedule of the City's Proportionate Share of the Net Pension Liability
Last Ten Fiscal Years

City's Share for the Fiscal Year Ended June 30th	2014	2015	2016	2017
FRS Plan total net pension liability	\$ 6,101,470,575	\$ 12,916,341,186	\$ 25,250,078,485	\$ 29,589,481,842
Proportion of the net pension liability	0.02679%	0.02528%	0.02243%	0.01923%
Proportionate share of the net pension liability	\$ 1,634,584	\$ 3,264,913	\$ 5,663,207	\$ 5,690,057
Covered payroll	\$ 6,019,257	\$ 5,967,358	\$ 5,384,910	\$ 4,664,048
Proportionate share of the net pension liability as a percentage of its covered payroll	27.2%	54.7%	105.2%	122.0%
Plan fiduciary net position as a percentage of the total pension liability	96.1%	92.0%	84.9%	83.9%

Schedule of the City's Contributions
Last Ten Fiscal Years

City's Share for the Fiscal Year Ended September 30th	2014	2015	2016	2017
Required contribution	\$ 699,641	\$ 700,711	\$ 670,979	\$ 582,494
Contribution in relation to the actuarially determined contributions	699,641	700,711	670,979	582,494
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 6,015,008	\$ 5,846,128	\$ 5,391,105	\$ 4,554,792
Contributions as a percentage of covered payroll	11.6%	12.0%	12.4%	12.8%

2018	2019	2020	2021	2022	2023
\$ 30,120,518,391	\$ 34,438,607,783	\$ 43,341,472,108	\$ 7,553,863,454	\$ 37,208,036,193	\$ 39,846,835,032
0.01586%	0.01365%	0.01078%	0.00908%	0.00765%	0.00729%
\$ 4,777,352	\$ 4,700,025	\$ 4,671,714	\$ 685,593	\$ 2,844,771	\$ 2,906,376
\$ 4,049,659	\$ 3,590,757	\$ 3,092,686	\$ 2,649,149	\$ 2,225,585	\$ 2,165,985
118.0%	130.9%	151.1%	25.9%	127.8%	134.2%
84.3%	82.7%	78.9%	96.4%	82.9%	82.4%

2018	2019	2020	2021	2022	2023
\$ 502,906	\$ 407,876	\$ 354,260	\$ 341,741	\$ 326,251	\$ 350,882
502,906	407,876	354,260	341,741	326,251	350,882
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 3,875,621	\$ 3,440,806	\$ 2,988,525	\$ 2,534,310	\$ 2,028,127	\$ 2,101,471
13.0%	11.9%	11.9%	13.5%	16.1%	16.7%

City of Altamonte Springs, Florida

REQUIRED SUPPLEMENTAL INFORMATION

HEALTH INSURANCE SUBSIDY

**Schedule of the City's Proportionate Share of the Net Pension Liability
Last Ten Fiscal Years**

City's Share for the Fiscal Year Ended June 30th	2014	2015	2016	2017
HIS Plan total net pension liability	\$ 9,350,244,011	\$ 10,198,426,975	\$ 11,654,585,746	\$ 10,692,461,377
Proportion of the net pension liability	0.02067%	0.01995%	0.01776%	0.01508%
Proportionate share of the net pension liability	\$ 1,932,902	\$ 2,034,329	\$ 2,070,206	\$ 1,612,535
Covered payroll	\$ 6,153,916	\$ 6,052,357	\$ 5,483,767	\$ 4,815,538
Proportionate share of the net pension liability as a percentage of its covered payroll	31.4%	33.6%	37.8%	33.5%
Plan fiduciary net position as a percentage of the total pension liability	1.0%	0.5%	1.0%	1.6%

**Schedule of the City's Contributions
Last Ten Fiscal Years**

City's Share for the Fiscal Year Ended September 30th	2014	2015	2016	2017
Required contribution	\$ 70,816	\$ 76,252	\$ 65,507	\$ 77,687
Contribution in relation to the actuarially determined contributions	70,816	76,252	65,507	77,687
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 6,090,935	\$ 5,932,091	\$ 5,515,456	\$ 4,683,725
Contributions as a percentage of covered payroll	1.2%	1.3%	1.2%	1.7%

2018	2019	2020	2021	2022	2023
\$ 10,584,112,254	\$ 11,188,999,285	\$ 12,209,833,393	\$ 12,266,503,481	\$ 10,591,597,209	\$ 15,881,333,755
0.01263%	0.01098%	0.00909%	0.00748%	0.00611%	0.00567%
\$ 1,337,131	\$ 1,228,366	\$ 1,109,589	\$ 917,900	\$ 647,612	\$ 900,928
\$ 4,126,265	\$ 3,667,363	\$ 3,152,380	\$ 2,649,149	\$ 2,225,585	\$ 2,247,458
32.4%	33.5%	35.2%	34.6%	29.1%	40.1%
2.2%	2.6%	3.0%	3.6%	4.8%	4.1%

2018	2019	2020	2021	2022	2023
\$ 64,335	\$ 58,879	\$ 50,252	\$ 42,078	\$ 34,801	\$ 38,025
64,335	58,879	50,252	42,078	34,801	38,025
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 3,951,984	\$ 3,521,247	\$ 3,026,652	\$ 2,534,310	\$ 2,095,985	\$ 2,198,527
1.6%	1.7%	1.7%	1.7%	1.7%	1.7%

City of Altamonte Springs, Florida

REQUIRED SUPPLEMENTAL INFORMATION

GENERAL EMPLOYEES' PENSION TRUST FUND

Schedule of Changes in the City's Net Pension Liability and Related Ratios for the Last Ten Fiscal Years

For the Fiscal Year Ended September 30th	2014	2015	2016	2017
Change in total pension liability				
Service costs	\$ 965,186	\$ 1,045,961	\$ 1,168,063	\$ 1,301,379
Interest	1,191,693	1,183,208	1,413,217	1,629,530
Differences between expected and actual experience	(375,569)	(78,148)	484,615	1,355,604
Changes of assumptions	-	561,876	-	-
Benefit payments, including refunds of member contributions	(221,019)	(357,311)	(225,927)	(404,136)
Net change in total pension liability	\$ 1,560,291	\$ 2,355,586	\$ 2,839,968	\$ 3,882,377
Total pension liability				
Beginning of year	13,871,914	15,432,205	17,787,791	20,627,759
End of year	<u>\$ 15,432,205</u>	<u>\$ 17,787,791</u>	<u>\$ 20,627,759</u>	<u>\$ 24,510,136</u>
Change in plan fiduciary net position				
Contributions				
Employer	\$ 1,069,973	\$ 1,159,350	\$ 1,384,025	\$ 1,564,132
Employees	42,844	54,453	53,355	80,189
Net investment income	1,971,895	(887,808)	2,184,469	3,098,717
Benefit payments, including refunds of member contributions	(221,019)	(357,311)	(225,927)	(404,136)
Administrative expense	(21,619)	(31,148)	(26,204)	(48,268)
Net changes in plan fiduciary net position	\$ 2,842,074	\$ (62,464)	\$ 3,369,718	\$ 4,290,634
Plan fiduciary net position				
Beginning of year	14,201,877	17,043,951	16,981,487	20,351,205
End of year	<u>\$ 17,043,951</u>	<u>\$ 16,981,487</u>	<u>\$ 20,351,205</u>	<u>\$ 24,641,839</u>
Plan net pension liability - ending	<u>\$ (1,611,746)</u>	<u>\$ 806,304</u>	<u>\$ 276,554</u>	<u>\$ (131,703)</u>
Plan fiduciary net position as a percentage of the total pension liability	110%	95%	99%	101%
Covered payroll	\$ 9,016,971	\$ 9,810,843	\$ 10,136,017	\$ 10,884,334
City's net pension liability as a percentage of covered payroll	-17.87%	8.22%	2.73%	-1.21%

<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
\$ 1,523,151	\$ 1,574,550	\$ 1,602,627	\$ 1,358,758	\$ 1,432,538	\$ 1,658,241
1,929,448	2,100,781	2,308,408	2,185,195	2,385,094	2,546,699
(346,642)	(74,109)	(670,347)	12,364	123,284	(1,004,595)
-	-	(2,921,008)	-	1,307,279	-
(614,621)	(1,131,213)	(590,647)	(837,301)	(908,440)	(1,257,221)
<u>\$ 2,491,336</u>	<u>\$ 2,470,009</u>	<u>\$ (270,967)</u>	<u>\$ 2,719,016</u>	<u>\$ 4,339,755</u>	<u>\$ 1,943,124</u>
 24,510,136	 27,001,472	 29,471,481	 29,200,514	 31,919,530	 36,259,285
<u><u>\$ 27,001,472</u></u>	<u><u>\$ 29,471,481</u></u>	<u><u>\$ 29,200,514</u></u>	<u><u>\$ 31,919,530</u></u>	<u><u>\$ 36,259,285</u></u>	<u><u>\$ 38,202,409</u></u>
 \$ 1,665,861	 \$ 1,623,823	 \$ 1,461,094	 \$ 1,477,290	 \$ 1,482,996	 \$ 1,688,656
72,040	94,137	112,356	111,064	106,655	126,723
2,891,076	1,633,165	4,219,943	6,210,417	(6,051,217)	4,927,356
(614,621)	(1,131,213)	(590,647)	(837,301)	(908,440)	(1,257,221)
(31,478)	(41,361)	(40,527)	(33,866)	(37,572)	(38,228)
<u>\$ 3,982,878</u>	<u>\$ 2,178,551</u>	<u>\$ 5,162,219</u>	<u>\$ 6,927,604</u>	<u>\$ (5,407,578)</u>	<u>\$ 5,447,286</u>
 24,641,839	 28,624,717	 30,803,268	 35,965,487	 42,893,091	 37,485,513
<u><u>\$ 28,624,717</u></u>	<u><u>\$ 30,803,268</u></u>	<u><u>\$ 35,965,487</u></u>	<u><u>\$ 42,893,091</u></u>	<u><u>\$ 37,485,513</u></u>	<u><u>\$ 42,932,799</u></u>
 <u><u>\$ (1,623,245)</u></u>	 <u><u>\$ (1,331,787)</u></u>	 <u><u>\$ (6,764,973)</u></u>	 <u><u>\$ (10,973,561)</u></u>	 <u><u>\$ (1,226,228)</u></u>	 <u><u>\$ (4,730,390)</u></u>
 106%	 105%	 123%	 134%	 103%	 112%
\$ 11,588,812	\$ 11,976,262	\$ 12,387,257	\$ 12,912,668	\$ 13,531,401	\$ 15,206,005
-14.01%	-11.12%	-54.61%	-84.98%	-9.06%	-31.11%

City of Altamonte Springs, Florida

REQUIRED SUPPLEMENTAL INFORMATION

GENERAL EMPLOYEES' PENSION TRUST FUND

Schedule of City Contributions for the Last Ten Years

For the Fiscal Year Ended September 30th	2014	2015	2016	2017
Actuarially determined contribution	\$ 1,060,379	\$ 1,149,610	\$ 1,347,887	\$ 1,702,795
Contribution in relation to the actuarially determined contributions	1,112,479	1,202,825	1,435,926	1,622,787
Contribution deficiency (excess)	<u>\$ (52,100)</u>	<u>\$ (53,215)</u>	<u>\$ (88,039)</u>	<u>\$ 80,008</u>
Covered payroll	\$ 9,016,971	\$ 9,810,843	\$ 10,136,017	\$ 10,884,334
Contributions as a percentage of covered payroll	12.3%	12.3%	14.2%	14.9%

Notes to this schedule

Valuation date

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

Methods and assumptions used to determine contribution rates

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Closed
Remaining Amortization Period	
General employees	0 Years (Surplus)
Asset Valuation Method	Market Value
Inflation	2.75%
Investment Return	7.00%
Salary Increases	3.5% to 7.0% depending on age, including inflation
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition
Mortality	The same versions of the RP-2000 Mortality Tables as used by the Florida Retirement System (FRS) Pension Plan in their July 1, 2018 actuarial valuation for Regular Class members (with mortality improvements projected for nondisabled lives using Scale BB)

Schedule of Investment Returns for the Last Ten Years

For the Fiscal Year Ended September 30th	2014	2015	2016	2017
Annual money-weighted rate of return, net of investment expense	13.95%	(4.71%)	12.77%	14.94%

<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
\$ 1,633,399	\$ 1,664,193	\$ 1,370,046	\$ 1,418,713	\$ 1,556,466	\$ 1,597,964
<u>1,728,331</u>	<u>1,684,716</u>	<u>1,515,885</u>	<u>1,530,842</u>	<u>1,536,755</u>	<u>1,688,656</u>
<u>\$ (94,932)</u>	<u>\$ (20,523)</u>	<u>\$ (145,839)</u>	<u>\$ (112,129)</u>	<u>\$ 19,711</u>	<u>\$ (90,692)</u>
\$ 11,588,812	\$ 11,976,262	\$ 12,387,257	\$ 12,912,668	\$ 13,531,401	\$ 15,206,005
14.9%	14.1%	12.2%	11.9%	11.4%	11.1%

<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
11.92%	5.94%	13.74%	17.59%	(13.69%)	13.41%

City of Altamonte Springs, Florida

REQUIRED SUPPLEMENTAL INFORMATION

POLICE OFFICERS' PENSION TRUST FUND

Schedule of Changes in the City's Net Pension Liability and Related Ratios for the Last Ten Fiscal Years

For the Fiscal Year Ended September 30th	2014	2015	2016	2017
Change in total pension liability				
Service costs	\$ 761,879	\$ 825,274	\$ 915,650	\$ 957,088
Interest	898,908	1,031,141	1,257,908	1,497,791
Differences between expected and actual experience	516,164	359,838	1,092,795	601,280
Changes of assumptions	-	367,984	-	-
Benefit payments, including refunds of member contributions	(42,793)	(43,621)	(83,758)	(134,959)
Net change in total pension liability	\$ 2,134,158	\$ 2,540,616	\$ 3,182,595	\$ 2,921,200
Total pension liability				
Beginning of year	11,223,564	13,357,722	15,898,338	19,080,933
End of year	<u>\$ 13,357,722</u>	<u>\$ 15,898,338</u>	<u>\$ 19,080,933</u>	<u>\$ 22,002,133</u>
Change in plan fiduciary net position				
Contributions				
Employer	\$ 672,997	\$ 626,320	\$ 965,198	\$ 1,168,194
State	309,831	321,481	345,710	361,244
Employees	41,817	44,540	49,373	51,600
Net investment income	1,551,615	(612,415)	1,761,585	2,236,762
Benefit payments, including refunds of member contributions	(42,793)	(43,621)	(568,009)	(134,959)
Administrative expense	(22,216)	(33,138)	(39,065)	(30,646)
Other (Share Plan Allocation)	-	-	-	-
Net changes in plan fiduciary net position	\$ 2,511,251	\$ 303,167	\$ 2,514,792	\$ 3,652,195
Plan fiduciary net position				
Beginning of year	11,057,237	13,568,488	13,871,655	16,386,447
End of year	<u>\$ 13,568,488</u>	<u>\$ 13,871,655</u>	<u>\$ 16,386,447</u>	<u>\$ 20,038,642</u>
Plan net pension liability - ending	<u>\$ (210,766)</u>	<u>\$ 2,026,683</u>	<u>\$ 2,694,486</u>	<u>\$ 1,963,491</u>
Plan fiduciary net position as a percentage of the total pension liability	102%	87%	86%	91%
Covered payroll	\$ 4,368,320	\$ 4,742,636	\$ 5,209,768	\$ 5,016,813
City's net pension liability as a percentage of covered payroll	(4.82%)	42.73%	51.72%	39.14%

<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
\$ 1,063,368	\$ 1,130,499	\$ 1,167,026	\$ 809,257	\$ 866,596	\$ 926,766
1,718,913	1,995,840	2,276,177	2,583,039	2,823,196	3,096,791
1,165,608	938,264	660,733	618,052	977,435	343,449
-	-	2,095,081	-	1,907,140	-
(293,308)	(352,036)	(374,558)	(749,758)	(760,550)	(895,710)
<u>\$ 3,654,581</u>	<u>\$ 3,712,567</u>	<u>\$ 5,824,459</u>	<u>\$ 3,260,590</u>	<u>\$ 5,813,817</u>	<u>\$ 3,471,296</u>
22,002,133	25,656,714	29,369,281	35,193,740	38,454,330	44,268,147
<u>\$ 25,656,714</u>	<u>\$ 29,369,281</u>	<u>\$ 35,193,740</u>	<u>\$ 38,454,330</u>	<u>\$ 44,268,147</u>	<u>\$ 47,739,443</u>
\$ 1,276,172	\$ 1,356,413	\$ 1,313,477	\$ 1,243,107	\$ 1,218,438	\$ 2,027,220
366,638	426,077	351,309	342,920	417,306	468,807
52,525	56,675	58,848	60,999	62,024	66,733
2,343,422	1,330,558	3,776,460	5,444,484	(5,261,318)	4,370,938
(293,308)	(352,036)	(374,558)	(749,758)	(760,550)	(895,710)
(45,563)	(31,776)	(32,205)	(32,521)	(34,965)	(51,399)
-	-	-	-	-	(88,810)
<u>\$ 3,699,886</u>	<u>\$ 2,785,911</u>	<u>\$ 5,093,331</u>	<u>\$ 6,309,231</u>	<u>\$ (4,359,065)</u>	<u>\$ 5,897,779</u>
20,038,642	23,738,528	26,524,439	31,617,770	37,927,001	33,567,936
<u>\$ 23,738,528</u>	<u>\$ 26,524,439</u>	<u>\$ 31,617,770</u>	<u>\$ 37,927,001</u>	<u>\$ 33,567,936</u>	<u>\$ 39,465,715</u>
<u>\$ 1,918,186</u>	<u>\$ 2,844,842</u>	<u>\$ 3,575,970</u>	<u>\$ 527,329</u>	<u>\$ 10,700,211</u>	<u>\$ 8,273,728</u>
93%	90%	90%	99%	76%	83%
\$ 5,254,904	\$ 5,637,710	\$ 5,822,142	\$ 6,052,861	\$ 6,486,855	\$ 6,673,300
36.50%	50.46%	61.42%	8.71%	164.95%	123.98%

City of Altamonte Springs, Florida

REQUIRED SUPPLEMENTAL INFORMATION

POLICE OFFICERS' PENSION TRUST FUND

Schedule of City Contributions for the Last Ten Years

For the Fiscal Year Ended September 30th	2014	2015	2016	2017
Actuarially determined contribution	\$ 1,001,765	\$ 1,040,284	\$ 1,396,331	\$ 1,608,445
Contribution in relation to the actuarially determined contributions	<u>1,013,262</u>	<u>983,344</u>	<u>1,862,478</u>	<u>1,591,402</u>
Contribution deficiency (excess)	<u>\$ (11,497)</u>	<u>\$ 56,940</u>	<u>\$ (466,147)</u>	<u>\$ 17,043</u>
Covered payroll	\$ 4,368,320	\$ 4,742,636	\$ 5,027,212	\$ 5,016,813
Contributions as a percentage of covered payroll	23.2%	20.7%	37.0%	31.7%

Notes to this schedule

Valuation date

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

Methods and assumptions used to determine contribution rates

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Closed
Remaining Amortization Period	
Police officers	1-15 years
Asset Valuation Method	Market Value
Inflation	2.75%
Investment Return	7.00%
Salary Increases	3.0% to 6.5% depending on service, including inflation
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition
Mortality	The same versions of the RP-2000 Mortality Tables as used by the Florida Retirement System (FRS) Pension Plan in their July 1, 2018 actuarial valuation for Special Risk Class members (with mortality improvements projected for nondisabled lives using Scale BB)

Schedule of Investment Returns for the Last Ten Years

For the Fiscal Year Ended September 30th	2014	2015	2016	2017
Annual money-weighted rate of return, net of investment expense	14.21%	(3.89%)	12.67%	13.35%

<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
\$ 1,670,332	\$ 1,747,928	\$ 1,754,660	\$ 1,646,980	\$ 1,724,131	\$ 2,502,533
<u>1,704,415</u>	<u>1,849,334</u>	<u>1,727,215</u>	<u>1,643,521</u>	<u>1,695,039</u>	<u>2,407,217</u>
<u>\$ (34,083)</u>	<u>\$ (101,406)</u>	<u>\$ 27,445</u>	<u>\$ 3,459</u>	<u>\$ 29,092</u>	<u>\$ 95,316</u>
\$ 5,254,904	\$ 5,637,710	\$ 5,822,142	\$ 6,052,861	\$ 6,486,855	\$ 6,673,300
32.4%	32.8%	29.7%	27.2%	26.1%	36.1%

<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
11.78%	5.64%	14.30%	17.55%	(13.75%)	13.45%

City of Altamonte Springs, Florida

REQUIRED SUPPLEMENTAL INFORMATION

OTHER POST-EMPLOYMENT BENEFITS

Schedule of Changes in the City's Total OPEB Liability and Related Ratios For the Last Six Fiscal Years (a)						
For the Fiscal Year Ended September 30th	2018	2019	2020	2021	2022	2023
Change in total OPEB liability						
Service costs	\$ 90,546	\$ 173,355	\$ 48,322	\$ 90,591	\$ 53,928	\$ 56,624
Interest	131,452	285,665	115,473	247,339	105,121	109,499
Differences between expected and actual experience	-	(142,801)	-	(389,660)	-	-
Changes of assumptions	(144,193)	(369,434)	-	24,423	-	(1,578,831)
Benefit payments, including refunds of member contributions	(96,813)	(219,188)	(134,611)	(265,732)	(96,527)	(101,353)
Other charges	-	(125,185)	-	(29,183)	(2,042)	-
Net change in total OPEB liability	\$ (19,008)	\$ (397,588)	\$ 29,184	\$ (322,222)	\$ 60,480	\$ (1,514,061)
Total OPEB liability						
Beginning of year	3,563,174	3,544,166	3,146,578	3,175,762	2,853,540	2,914,020
End of year	\$ 3,544,166	\$ 3,146,578	\$ 3,175,762	\$ 2,853,540	\$ 2,914,020	\$ 1,399,959
Covered employee payroll	\$ 23,075,259	\$ 21,216,304	\$ 22,064,957	\$ 23,279,842	\$ 23,937,846	23,137,170
City's total OPEB liability as a percentage of covered employee payroll	15.36%	14.83%	14.39%	12.26%	12.17%	6.05%

Note. The City's OPEB Plan is unfunded. The required contributions are based on pay-as-you-go financing requirements. There are not assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the pension/OPEB plan.

(a) This schedule ultimately will provide ten years of historical information. However, the required information is only available for the last six years. Additional years will be added in the future.

Non-major Governmental Funds

Special Revenue Funds

Special Revenue Funds account for revenues from specific taxes or other earmarked revenue sources which are designed to finance particular functions or activities of the government. The City has the following non-major Special Revenue Funds:

Stormwater Management Fund – To account for revenues and expenditures related to stormwater management, i.e. – the collection, storage, treatment and dispersal of rainwater. The City established the program and fund, and began imposing a City-wide stormwater management fee in 1989.

Law Enforcement Trust Fund – To account for proceeds obtained through the sale of confiscated and unclaimed property turned over to the City through court judgement. The proceeds are to be used solely for crime fighting purposes.

Building Inspection Fund – To account for revenues and expenditures related to acceptance and review of proposed building plans, issuance of building permits and inspection of building projects during construction.

Grants Fund – To account for the receipts and disbursements of various Local, State, and Federal grants.

Alta Family Cares Fund – To account for employee donations voluntarily provided to assist with a city operated food bank for internal employees.

Police Premium Tax Trust Fund – To account for the excise tax imposed on insurance premiums collected by the Florida Department of Revenue and remitted to the City. These tax revenues are to be used as retirement contributions to the Police Officers' Pension Plan.

Capital Projects Funds

Capital Projects Funds account for revenues designated for the purpose of financing the acquisition or construction of capital equipment or facilities. The City has the following major and non-major Capital Projects Funds:

Capital Projects Fund - The Capital Projects Fund accounts for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

Infrastructure Sales Tax Fund - To account for revenues and expenditures from Infrastructure Sales Tax. Expenditures are limited to infrastructure improvements.

Impact Fee Fund - To account for revenues and expenditures from Impact Fees which are levied on new construction to pay for additional capital facilities required as a result of new development.

City of Altamonte Springs, Florida

Combining Balance Sheet

ALL NON-MAJOR GOVERNMENTAL FUNDS

September 30, 2023

	Special Revenue Funds	Capital Projects Funds	Total
Assets			
Cash and cash equivalents	\$ 857,379	\$ 468,928	\$ 1,326,307
Investments	14,572,300	7,796,091	22,368,391
Receivables			
Special assessments	-	38,415	38,415
Accounts receivable	110,773		110,773
Accrued interest	78,176	42,376	120,552
Due from other governments	640,363	-	640,363
Prepays	1,373	-	1,373
Total Assets	<u>\$ 16,260,364</u>	<u>\$ 8,345,810</u>	<u>\$ 24,606,174</u>
Liabilities			
Accounts payable	\$ 762,148	\$ 812,713	\$ 1,574,861
Due to other funds	-	-	-
Advance from other funds	-	-	-
Accrued liabilities	99,350	-	99,350
Unearned grant revenues	29,120	38,415	67,535
Total Liabilities	<u>\$ 890,618</u>	<u>\$ 851,128</u>	<u>\$ 1,741,746</u>
Deferred Inflows of Resources			
Unavailable revenue	638,262		638,262
Total deferred inflows of resources	<u>638,262</u>	<u>-</u>	<u>638,262</u>
Fund Balances			
Nonspendable	\$ 1,373	\$ -	\$ 1,373
Restricted	381,553	-	381,553
Committed	14,986,820	2,440,119	17,426,939
Assigned	-	5,054,563	5,054,563
Unassigned/(Deficit)	(638,262)	-	(638,262)
Total Fund Balances	<u>\$ 14,731,484</u>	<u>\$ 7,494,682</u>	<u>\$ 22,226,166</u>
Total Liabilities and Fund Balances	<u>\$ 16,260,364</u>	<u>\$ 8,345,810</u>	<u>\$ 24,606,174</u>

City of Altamonte Springs, Florida

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balances**

ALL NON-MAJOR GOVERNMENTAL FUNDS

For the Year Ended September 30, 2023

	Special Revenue Funds	Capital Projects Funds	Total
Revenues			
Intergovernmental revenues	\$ 739,593	\$ -	\$ 739,593
Charges for services	6,426,564	-	6,426,564
Impact fees	-	917,380	917,380
Investment income (loss)	315,525	192,747	508,272
Miscellaneous revenues	49,009	322,607	371,616
	<u>\$ 7,530,691</u>	<u>\$ 1,432,734</u>	<u>\$ 8,963,425</u>
Expenditures			
Current			
General government	\$ 10,537	\$ 205,691	\$ 216,228
Public safety	2,315,237	20,422	2,335,659
Physical environment	1,803,632	-	1,803,632
Transportation	168,147	-	168,147
Culture/Recreation	20,549	402,167	422,716
Capital outlay	1,337,740	3,586,406	4,924,146
	<u>\$ 5,655,842</u>	<u>\$ 4,214,686</u>	<u>\$ 9,870,528</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 1,874,849</u>	<u>\$ (2,781,952)</u>	<u>\$ (907,103)</u>
Other Financing Sources or (Uses)			
Transfers in (out)	<u>\$ (250,000)</u>	<u>\$ 2,200,000</u>	<u>\$ 1,950,000</u>
Total Other Financing Sources and (Uses)	<u>\$ (250,000)</u>	<u>\$ 2,200,000</u>	<u>\$ 1,950,000</u>
Net Change in Fund Balances	\$ 1,624,849	\$ (581,952)	\$ 1,042,897
Fund Balances			
Beginning of year	<u>13,106,635</u>	<u>8,076,634</u>	<u>21,183,269</u>
End of year	<u><u>\$ 14,731,484</u></u>	<u><u>\$ 7,494,682</u></u>	<u><u>\$ 22,226,166</u></u>

City of Altamonte Springs, Florida

Combining Balance Sheet

NON-MAJOR GOVERNMENTAL FUNDS

September 30, 2023

	Special Revenue Funds		
	Stormwater Management Fund	Law Enforcement Trust Fund	Building Inspection Fund
Assets			
Cash and cash equivalents	\$ 485,275	\$ 40,183	\$ 332,177
Investments	8,488,147	349,856	5,728,653
Receivables			
Accounts receivable	104,773	-	-
Accrued interest	46,139	868	31,139
Due from other governments	-	3,322	255
Prepays	-	-	1,373
Total Assets	<u>\$ 9,124,334</u>	<u>\$ 394,229</u>	<u>\$ 6,093,597</u>
Liabilities			
Accounts payable	\$ 136,505	\$ 12,676	\$ -
Due to other funds	-	-	-
Accrued liabilities	46,928	-	52,318
Unearned revenues	-	-	-
Total Liabilities	<u>\$ 183,433</u>	<u>\$ 12,676</u>	<u>\$ 52,318</u>
Deferred Inflows of Resources			
Unavailable revenue	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances			
Nonspendable	\$ -	\$ -	\$ 1,373
Restricted	-	381,553	-
Committed	8,940,901	-	6,039,906
Unassigned/(Deficit)	-	-	-
Total Fund Balance	<u>\$ 8,940,901</u>	<u>\$ 381,553</u>	<u>\$ 6,041,279</u>
Total Liabilities and Fund Balances	<u>\$ 9,124,334</u>	<u>\$ 394,229</u>	<u>\$ 6,093,597</u>

Special Revneue Funds			
Grants Fund	Alta Family Cares Fund	Police Prem. Tax Trust Fund	Total
\$ -	\$ 339	\$ -	\$ 857,974
-	5,644	-	14,572,300
6,000	-	-	110,773
-	30	-	78,176
636,786	-	-	640,363
-	-	-	1,373
<u>\$ 642,786</u>	<u>\$ 6,013</u>	<u>\$ -</u>	<u>\$ 16,260,959</u>
\$ 613,071	\$ -	\$ -	\$ 762,252
595	-	-	595
-	-	-	99,246
29,120	-	-	29,120
<u>\$ 642,786</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 891,213</u>
638,262	-	-	638,262
<u>638,262</u>	<u>-</u>	<u>-</u>	<u>638,262</u>
\$ -	\$ -	\$ -	\$ 1,373
-	-	-	381,553
-	6,013	-	14,986,820
<u>(638,262)</u>	<u>-</u>	<u>-</u>	<u>(638,262)</u>
<u>\$ (638,262)</u>	<u>\$ 6,013</u>	<u>\$ -</u>	<u>\$ 14,731,484</u>
<u>\$ 642,786</u>	<u>\$ 6,013</u>	<u>\$ -</u>	<u>\$ 16,260,959</u>

City of Altamonte Springs, Florida

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances

NON-MAJOR GOVERNMENTAL FUNDS

For the Year Ended September 30, 2023

	Special Revenue Funds		
	Stormwater Management Fund	Law Enforcement Trust Fund	Building Inspection Fund
Revenues			
Intergovernmental revenues	\$ -	\$ 105,075	\$ -
Charges for services	1,919,285	-	4,507,279
Investment income (loss)	213,978	7,694	93,814
Miscellaneous revenues	-	-	12,298
	<u>-</u>	<u>-</u>	<u>12,298</u>
Total Revenues	<u>\$ 2,133,263</u>	<u>\$ 112,769</u>	<u>\$ 4,613,391</u>
Expenditures			
Current			
General government	\$ -	\$ -	\$ -
Public safety	-	37,483	1,772,490
Physical environment	1,705,796	-	-
Transportation	-	-	-
Culture and recreation	-	-	-
Capital outlay	715,892	10,766	109,898
	<u>715,892</u>	<u>10,766</u>	<u>109,898</u>
Total Expenditures	<u>\$ 2,421,688</u>	<u>\$ 48,249</u>	<u>\$ 1,882,388</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (288,425)</u>	<u>\$ 64,520</u>	<u>\$ 2,731,003</u>
Other Financing Sources or (Uses)			
Transfers in (out)	<u>\$ (250,000)</u>	<u>\$ -</u>	<u>\$ -</u>
Total Other Financing Sources and (Uses)	<u>\$ (250,000)</u>	<u>\$ -</u>	<u>\$ -</u>
Net Change in Fund Balances	\$ (538,425)	\$ 64,520	\$ 2,731,003
Fund Balances			
Beginning of year	<u>9,479,326</u>	<u>317,033</u>	<u>3,310,276</u>
End of year	<u>\$ 8,940,901</u>	<u>\$ 381,553</u>	<u>\$ 6,041,279</u>

Special Revneue Funds			
Grants Fund	Alta Family Cares Fund	Police Prem. Tax Trust Fund	Total
\$ 165,711	\$ -	\$ 468,807	\$ 739,593
-	-	-	6,426,564
-	39	-	315,525
30,674	6,037	-	49,009
<u>\$ 196,385</u>	<u>\$ 6,076</u>	<u>\$ 468,807</u>	<u>\$ 7,530,691</u>
\$ 10,474	\$ 63	\$ -	\$ 10,537
36,457	-	468,807	2,315,237
97,836	-	-	1,803,632
168,147	-	-	168,147
20,549	-	-	20,549
501,184	-	-	1,337,740
<u>\$ 834,647</u>	<u>\$ 63</u>	<u>\$ 468,807</u>	<u>\$ 5,655,842</u>
\$ (638,262)	\$ 6,013	\$ -	\$ 1,874,849
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (250,000)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (250,000)</u>
\$ (638,262)	\$ 6,013	\$ -	\$ 1,624,849
<u>-</u>	<u>-</u>	<u>-</u>	<u>13,106,635</u>
<u><u>\$ (638,262)</u></u>	<u><u>\$ 6,013</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 14,731,484</u></u>

City of Altamonte Springs, Florida

Balance Sheet

NON-MAJOR GOVERNMENTAL FUNDS

September 30, 2023

	Capital Projects		
	Capital Projects	Impact Fee	
	Fund	Fund	Total
Assets			
Cash and cash equivalents	\$ 331,546	\$ 137,382	\$ 468,928
Investments	5,500,271	2,295,820	7,796,091
Receivables			
Special assessments	38,415	-	38,415
Accrued interest	29,897	12,479	42,376
Due from other governments	-	-	-
Total Assets	<u>\$ 5,900,129</u>	<u>\$ 2,445,681</u>	<u>\$ 8,345,810</u>
Liabilities			
Accounts payable	\$ 807,151	\$ 5,562	\$ 812,713
Due to other funds	-	-	-
Advance from other funds	-	-	-
Refundable impact fees	38,415	-	38,415
Total Liabilities	<u>\$ 845,566</u>	<u>\$ 5,562</u>	<u>\$ 851,128</u>
Fund Balances			
Committed	\$ -	\$ 2,440,119	\$ 2,440,119
Assigned	5,054,563	-	5,054,563
Total Fund Balances	<u>\$ 5,054,563</u>	<u>\$ 2,440,119</u>	<u>\$ 7,494,682</u>
Total Liabilities and Fund Balance	<u>\$ 5,900,129</u>	<u>\$ 2,445,681</u>	<u>\$ 8,345,810</u>

City of Altamonte Springs, Florida

Statement of Revenues, Expenditures
and Changes in Fund Balances

NON-MAJOR GOVERNMENTAL FUNDS

For the Year Ended September 30, 2023

	Capital Projects		
	Capital Projects	Impact Fee	
	Fund	Fund	Total
Revenues			
Impact fees	\$ -	\$ 917,380	917,380
Investment income (loss)	155,835	36,912	192,747
Miscellaneous revenues	74,834	247,773	322,607
	<u> </u>	<u> </u>	<u> </u>
Total Revenues	\$ 230,669	\$ 1,202,065	\$ 1,432,734
	<u> </u>	<u> </u>	<u> </u>
Expenditures			
Current			
General government	\$ 205,691	\$ -	\$ 205,691
Public safety	20,422	-	20,422
Culture/recreation	402,167	-	402,167
Capital outlay	3,576,313	10,093	3,586,406
	<u> </u>	<u> </u>	<u> </u>
Total Expenditures	\$ 4,204,593	\$ 10,093	\$ 4,214,686
	<u> </u>	<u> </u>	<u> </u>
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	\$ (3,973,924)	\$ 1,191,972	\$ (2,781,952)
	<u> </u>	<u> </u>	<u> </u>
Other Financing			
Sources or (Uses)			
Transfers in	2,200,000	-	2,200,000
	<u> </u>	<u> </u>	<u> </u>
Net Change in Fund Balances	\$ (1,773,924)	\$ 1,191,972	\$ (581,952)
	<u> </u>	<u> </u>	<u> </u>
Fund Balances			
Beginning of year	6,828,487	1,248,147	8,076,634
	<u> </u>	<u> </u>	<u> </u>
End of year	\$ 5,054,563	\$ 2,440,119	\$ 7,494,682
	<u> </u>	<u> </u>	<u> </u>

City of Altamonte Springs, Florida

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

STORMWATER MANAGEMENT FUND

For the Year Ended September 30, 2023

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues			
Charges for services	\$ 1,952,895	\$ 1,919,285	\$ (33,610)
Investment income (loss)	17,702	213,978	196,276
Total Revenues	<u>\$ 1,970,597</u>	<u>\$ 2,133,263</u>	<u>\$ 162,666</u>
Expenditures			
Current			
Physical environment	\$ 2,031,181	\$ 1,705,796	\$ 325,385
Capital outlay	3,823,200	715,892	3,107,308
Total Expenditures	<u>\$ 5,854,381</u>	<u>\$ 2,421,688</u>	<u>\$ 3,432,693</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (3,883,784)</u>	<u>\$ (288,425)</u>	<u>\$ 3,595,359</u>
Other Financing Sources or (Uses)			
Transfers in (out)	<u>\$ (250,000)</u>	<u>\$ (250,000)</u>	<u>\$ -</u>
Total Other Financing Sources and (Uses)	<u>\$ (250,000)</u>	<u>\$ (250,000)</u>	<u>\$ -</u>
Net Change in Fund Balances	\$ (4,133,784)	\$ (538,425)	\$ 3,595,359
Fund Balance			
Beginning of year	<u>9,479,326</u>	<u>9,479,326</u>	<u>-</u>
End of year	<u><u>\$ 5,345,542</u></u>	<u><u>\$ 8,940,901</u></u>	<u><u>\$ 3,595,359</u></u>

City of Altamonte Springs, Florida

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

LAW ENFORCEMENT TRUST FUND

For the Year Ended September 30, 2023

	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues			
Intergovernmental revenues	\$ -	\$ 105,075	\$ 105,075
Investment income (loss)	<u>-</u>	<u>7,694</u>	<u>7,694</u>
Total Revenues	<u>\$ -</u>	<u>\$ 112,769</u>	<u>\$ 112,769</u>
Expenditures			
Current			
Public safety	\$ 40,984	\$ 37,483	\$ 3,501
Capital outlay	<u>13,767</u>	<u>10,766</u>	<u>3,001</u>
Total Expenditures	<u>\$ 54,751</u>	<u>\$ 48,249</u>	<u>\$ 6,502</u>
Excess of Revenues Over (Under) Expenditures	<u>\$ (54,751)</u>	<u>\$ 64,520</u>	<u>\$ 119,271</u>
Fund Balance			
Beginning of year	<u>317,033</u>	<u>317,033</u>	<u>-</u>
End of year	<u><u>\$ 262,282</u></u>	<u><u>\$ 381,553</u></u>	<u><u>\$ 119,271</u></u>

City of Altamonte Springs, Florida

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

BUILDING INSPECTION FUND

For the Year Ended September 30, 2023

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues			
Charges for services	\$ 1,175,000	\$ 4,507,279	\$ 3,332,279
Investment income (loss)	2,500	93,814	91,314
Miscellaneous revenues	3,000	12,298	9,298
Total Revenues	<u>\$ 1,180,500</u>	<u>\$ 4,613,391</u>	<u>\$ 3,432,891</u>
Expenditures			
Current			
Public safety	\$ 1,928,171	\$ 1,772,490	\$ 155,681
Capital outlay	1,733,270	109,898	1,623,372
Total Expenditures	<u>\$ 3,661,441</u>	<u>\$ 1,882,388</u>	<u>\$ 1,779,053</u>
Excess of Revenues Over (Under) Expenditures	<u>\$ (2,480,941)</u>	<u>\$ 2,731,003</u>	<u>\$ 5,211,944</u>
Fund Balance			
Beginning of year	<u>3,310,276</u>	<u>3,310,276</u>	<u>-</u>
End of year	<u><u>\$ 829,335</u></u>	<u><u>\$ 6,041,279</u></u>	<u><u>\$ 5,211,944</u></u>

City of Altamonte Springs, Florida

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

GRANTS FUND

For the Year Ended September 30, 2023

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental revenues	\$ 2,815,789	\$ 165,711	\$ (2,650,078)
Miscellaneous revenues	-	30,674	30,674
Total Revenues	<u>\$ 2,815,789</u>	<u>\$ 196,385</u>	<u>\$ (2,619,404)</u>
Expenditures			
Current			
General government	\$ -	\$ 10,474	\$ (10,474)
Public safety	-	36,457	(36,457)
Physical environment	-	97,836	
Transportation	315,789	168,147	147,642
Culture/Recreation	-	20,549	(20,549)
Capital outlay	2,500,000	501,184	1,998,816
Total Expenditures	<u>\$ 2,815,789</u>	<u>\$ 834,647</u>	<u>\$ 2,078,978</u>
Excess of Revenues Over (Under) Expenditures	\$ -	\$ (638,262)	\$ (540,426)
Fund Balance			
Beginning of year	-	-	-
End of year	<u>\$ -</u>	<u>\$ (638,262)</u>	<u>\$ (540,426)</u>

City of Altamonte Springs, Florida

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

CAPITAL PROJECTS FUND

For the Year Ended September 30, 2023

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues			
Investment income (loss)	\$ 9,664	\$ 155,835	\$ 146,171
Miscellaneous revenues	<u>25,000</u>	<u>74,834</u>	<u>49,834</u>
Total Revenues	<u>\$ 34,664</u>	<u>\$ 230,669</u>	<u>\$ 196,005</u>
Expenditures			
Current			
General government	\$ 444,185	\$ 205,691	\$ 238,494
Public safety	-	20,422	(20,422)
Transportation	2,500	-	2,500
Culture/Recreation	469,326	402,167	67,159
Capital outlay	<u>5,661,746</u>	<u>3,576,313</u>	<u>2,085,433</u>
Total Expenditures	<u>\$ 6,577,757</u>	<u>\$ 4,204,593</u>	<u>\$ 2,373,164</u>
Excess of Revenues Over (Under) Expenditures	\$ (6,543,093)	\$ (3,973,924)	\$ 2,569,169
Other Financing Sources			
Transfers in	<u>\$ 2,165,681</u>	<u>\$ 2,200,000</u>	<u>\$ 34,319</u>
Total Other Financing Sources	<u>\$ 2,165,681</u>	<u>\$ 2,200,000</u>	<u>\$ 34,319</u>
Net Change in Fund Balances	\$ (4,377,412)	\$ (1,773,924)	\$ 2,603,488
Fund Balance			
Beginning of year	<u>6,828,487</u>	<u>6,828,487</u>	<u>-</u>
End of year	<u>\$ 2,451,075</u>	<u>\$ 5,054,563</u>	<u>\$ 2,603,488</u>

City of Altamonte Springs, Florida

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

INFRASTRUCTURE SALES TAX FUND

For the Year Ended September 30, 2023

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental revenues	\$ 5,749,272	\$ 3,837,967	\$ (1,911,305)
charges for services	7,031,181	-	(7,031,181)
Investment income (loss)	<u>19,721</u>	<u>186,955</u>	<u>167,234</u>
Total Revenues	<u>\$ 12,800,174</u>	<u>\$ 4,024,922</u>	<u>\$ (8,775,252)</u>
Expenditures			
Current			
Transportation	\$ 100,000	\$ 397,434	\$ (297,434)
Capital outlay	<u>16,031,413</u>	<u>3,230,869</u>	<u>12,800,544</u>
Total Expenditures	<u>\$ 16,131,413</u>	<u>\$ 3,628,303</u>	<u>\$ 12,503,110</u>
Excess of Revenues Over (Under) Expenditures	<u>\$ (3,331,239)</u>	<u>\$ 396,619</u>	<u>\$ 3,727,858</u>
Fund Balance			
Beginning of year	<u>5,746,559</u>	<u>5,746,559</u>	<u>-</u>
End of year	<u><u>\$ 2,415,320</u></u>	<u><u>\$ 6,143,178</u></u>	<u><u>\$ 3,727,858</u></u>

City of Altamonte Springs, Florida

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

IMPACT FEE FUND

For the Year Ended September 30, 2023

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues			
Impact fees	\$ 258,000	\$ 917,380	\$ 659,380
Investment income (loss)	2,597	36,912	34,315
Miscellaneous revenues	14,600	247,773	233,173
Total Revenues	<u>\$ 275,197</u>	<u>\$ 1,202,065</u>	<u>\$ 926,868</u>
Expenditures			
Current			
Transportation	\$ -	\$ -	\$ -
Capital outlay	<u>\$ 207,968</u>	<u>\$ 10,093</u>	<u>\$ 197,875</u>
Total Expenditures	<u>\$ 207,968</u>	<u>\$ 10,093</u>	<u>\$ 197,875</u>
Excess of Revenues Over (Under) Expenditures	\$ 67,229	\$ 1,191,972	\$ 1,124,743
Fund Balance			
Beginning of year	<u>1,248,147</u>	<u>1,248,147</u>	<u>-</u>
End of year	<u><u>\$ 1,315,376</u></u>	<u><u>\$ 2,440,119</u></u>	<u><u>\$ 1,124,743</u></u>

Statistical Section (Unaudited)

This part of the City's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

Contents	Page
Financial Trends	120
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	130
These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.	
Demographic and Economic Information	137
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	
Operating Information	140
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the City's Annual Comprehensive Financial Reports for the relevant year.

Schedule 1

City of Altamonte Springs, Florida

NET POSITION BY COMPONENT

Last Ten Fiscal Years

(accrual basis of accounting)

	2014	2015	2016	2017	2018
Governmental activities					
Net investment					
in capital assets	\$ 81,366,873	\$ 87,665,334	\$ 110,830,333	\$ 127,879,280	\$ 146,550,710
Restricted	7,121,967	7,486,746	10,073,426	6,488,138	3,852,154
Unrestricted	78,296,743	74,138,829	54,990,921	44,137,904	30,001,743
Total governmental activities	\$ 166,785,583	\$ 169,290,909	\$ 175,894,680	\$ 178,505,322	\$ 180,404,607
Business-type activities					
Net investment					
in capital assets	\$ 74,334,730	\$ 87,713,904	\$ 88,926,552	\$ 97,136,161	\$ 98,546,176
Restricted	12,612,343	6,760,136	7,951,460	7,371,496	9,177,062
Unrestricted	23,559,322	22,199,636	22,473,581	16,425,065	10,584,070
Total business-type activities	\$ 110,506,395	\$ 116,673,676	\$ 119,351,593	\$ 120,932,722	\$ 118,307,308
Primary government					
Net investment					
in capital assets	\$ 155,701,603	\$ 175,379,238	\$ 199,756,885	\$ 225,015,441	\$ 245,096,886
Restricted	19,734,310	14,246,882	18,024,886	13,859,634	13,029,216
Unrestricted	101,856,065	96,338,465	77,464,502	60,562,969	40,585,813
Total primary government	\$ 277,291,978	\$ 285,964,585	\$ 295,246,273	\$ 299,438,044	\$ 298,711,915

2019	2020	2021	2022	2023
\$ 161,823,296	\$ 168,717,350	\$ 167,564,537	\$ 171,785,294	\$ 175,563,166
2,053,646	2,155,846	190,113	6,389,295	6,789,883
23,747,785	26,052,323	34,582,396	33,059,935	35,682,233
\$ 187,624,727	\$ 196,925,519	\$ 202,337,046	\$ 211,234,524	\$ 218,035,282
\$ 102,210,268	\$ 111,082,577	\$ 114,570,750	\$ 114,827,895	\$ 113,586,482
9,969,975	9,830,286	9,767,885	10,129,637	14,180,653
9,868,267	6,762,598	9,840,873	12,453,702	12,540,167
\$ 122,048,510	\$ 127,675,461	\$ 134,179,508	\$ 137,411,234	\$ 140,307,302
\$ 264,033,564	\$ 279,799,927	\$ 282,135,287	\$ 286,613,189	\$ 289,149,648
12,023,621	11,986,132	9,957,998	16,518,932	20,970,536
33,616,052	32,814,921	44,423,269	45,513,637	48,222,400
\$ 309,673,237	\$ 324,600,980	\$ 336,516,554	\$ 348,645,758	\$ 358,342,584

Schedule 2

City of Altamonte Springs, Florida

CHANGES IN NET POSITION

Last Ten Fiscal Years

(accrual basis of accounting)

	2014	2015	2016	2017	2018
Expenses					
Governmental Activities					
General government	\$ 11,251,654	\$ 11,798,199	\$ 14,038,290	\$ 13,137,783	\$ 13,484,900
Public safety	12,564,313	13,172,095	13,124,215	13,499,482	13,033,722
Physical environment	1,288,150	1,490,942	1,510,966	1,836,579	1,970,289
Transportation	1,548,148	1,565,964	1,142,749	2,000,012	2,096,183
Culture/Recreation	5,050,839	5,256,550	4,918,063	5,612,077	5,041,822
Interest on long-term debt	-	-	-	-	-
Total governmental activities	<u>\$ 31,703,104</u>	<u>\$ 33,283,750</u>	<u>\$ 34,734,283</u>	<u>\$ 36,085,933</u>	<u>\$ 35,626,916</u>
Business-type activities:					
Water and sewer	\$ 16,927,444	\$ 17,215,573	\$ 17,424,336	\$ 18,446,932	\$ 19,301,385
Refuse disposal	1,780,632	1,838,217	1,854,785	1,813,167	1,766,622
Total business-type activities	<u>\$ 18,708,076</u>	<u>\$ 19,053,790</u>	<u>\$ 19,279,121</u>	<u>\$ 20,260,099</u>	<u>\$ 21,068,007</u>
Total primary government expenses	<u>\$ 50,411,180</u>	<u>\$ 52,337,540</u>	<u>\$ 54,013,404</u>	<u>\$ 56,346,032</u>	<u>\$ 56,694,923</u>
Program revenues					
Governmental activities					
Charges for services					
General government	\$ 4,734,383	\$ 5,425,672	\$ 5,627,152	\$ 3,414,943	\$ 3,453,350
Public safety	2,198,311	1,680,673	1,901,023	1,964,435	1,743,879
Physical environment	1,960,754	1,914,118	2,061,691	1,978,981	1,939,590
Transportation	2,030,874	1,827,402	4,855,090	4,101,968	3,513,932
Culture / recreation	827,429	762,804	778,370	1,074,629	826,951
Operating grants and contributions	182,358	168,242	-	794,634	234,322
Capital grants and contributions	-	4,068,404	400,295	-	-
Total governmental activities	<u>\$ 11,934,109</u>	<u>\$ 15,847,315</u>	<u>\$ 15,623,621</u>	<u>\$ 13,329,590</u>	<u>\$ 11,712,024</u>
Business-type activities:					
Charges for services					
Water and sewer	\$ 16,705,464	\$ 17,506,740	\$ 18,014,170	\$ 18,309,111	\$ 18,716,873
Refuse disposal	1,730,562	1,737,888	1,722,629	1,782,260	1,778,899
Operating grants and contributions	-	-	-	499,543	-
Capital grants and contributions	924,747	6,280,457	1,499,651	926,713	1,327,411
Total business-type activities	<u>\$ 19,360,773</u>	<u>\$ 25,525,085</u>	<u>\$ 21,236,450</u>	<u>\$ 21,517,627</u>	<u>\$ 21,823,183</u>
Total primary government revenues	<u>\$ 31,294,882</u>	<u>\$ 41,372,400</u>	<u>\$ 36,860,071</u>	<u>\$ 34,847,217</u>	<u>\$ 33,535,207</u>
Net (expense) / revenue					
Governmental activities	<u>\$ (19,768,995)</u>	<u>\$ (17,436,435)</u>	<u>\$ (19,110,662)</u>	<u>\$ (22,756,343)</u>	<u>\$ (23,914,892)</u>
Business-type activities	<u>652,697</u>	<u>6,471,295</u>	<u>1,957,329</u>	<u>1,257,528</u>	<u>755,176</u>
Total primary government	<u>\$ (19,116,298)</u>	<u>\$ (10,965,140)</u>	<u>\$ (17,153,333)</u>	<u>\$ (21,498,815)</u>	<u>\$ (23,159,716)</u>

Continued next page

2019	2020	2021	2022	2023
\$ 13,768,429	\$ 14,242,279	\$ 12,607,409	\$ 16,355,891	\$ 18,128,634
13,874,075	13,559,819	12,204,220	14,938,037	16,996,951
2,052,084	1,618,946	1,543,170	1,850,867	2,272,641
2,181,437	2,442,640	2,563,818	2,970,489	3,653,002
5,440,706	6,076,181	5,331,881	6,238,197	7,758,192
-	-	-	-	-
\$ 37,316,731	\$ 37,939,865	\$ 34,250,498	\$ 42,353,481	\$ 48,809,420
\$ 18,717,860	\$ 18,468,013	\$ 18,606,210	\$ 20,460,366	\$ 20,884,166
1,882,929	1,784,874	1,594,901	1,797,217	1,969,667
\$ 20,600,789	\$ 20,252,887	\$ 20,201,111	\$ 22,257,583	\$ 22,853,833
\$ 57,917,520	\$ 58,192,752	\$ 54,451,609	\$ 64,611,064	\$ 71,663,253
\$ 3,180,769	\$ 3,066,072	\$ 2,765,098	\$ 3,672,107	\$ 4,412,706
2,210,821	1,710,634	1,742,865	1,916,384	3,655,308
2,023,404	1,972,691	1,903,851	1,922,769	1,922,121
4,372,617	3,974,671	3,440,638	7,534,912	4,571,611
1,232,315	523,984	796,794	1,237,899	1,583,580
569,636	1,524,102	1,929,681	1,526,098	1,880,904
-	5,123,526	376,865	-	3,536,624
\$ 13,589,562	\$ 17,895,680	\$ 12,955,792	\$ 17,810,169	\$ 21,562,854
\$ 19,782,506	\$ 19,918,772	\$ 20,946,687	\$ 22,372,208	\$ 22,747,309
1,806,619	1,875,239	1,863,767	1,915,143	1,940,915
619,300	144,010	117,867	62,400	14,400
2,652,900	4,236,579	3,393,198	2,435,773	2,270,090
\$ 24,861,325	\$ 26,174,600	\$ 26,321,519	\$ 26,785,524	\$ 26,972,714
\$ 38,450,887	\$ 44,070,280	\$ 39,277,311	\$ 44,595,693	\$ 48,535,568
\$ (23,727,169)	\$ (20,044,185)	\$ (21,294,706)	\$ (24,543,312)	\$ (27,246,566)
4,260,536	5,921,713	6,120,408	4,527,941	4,118,881
\$ (19,466,633)	\$ (14,122,472)	\$ (15,174,298)	\$ (20,015,371)	\$ (23,127,685)

Schedule 2

City of Altamonte Springs, Florida

CHANGES IN NET POSITION

Last Ten Fiscal Years

(accrual basis of accounting)

	2014	2015	2016	2017	2018
General revenues and other changes in net position					
Governmental activities					
Property tax	\$ 6,577,557	\$ 6,665,337	\$ 7,901,226	\$ 8,221,567	\$ 8,964,640
Franchise fee tax	4,512,748	4,616,642	4,426,482	4,425,465	4,689,468
Utility tax	3,841,601	3,770,949	3,878,987	3,860,607	3,900,287
Communications services tax	2,360,224	2,129,703	1,924,231	1,870,666	1,858,673
Local option gas tax	603,662	627,285	648,512	670,411	672,462
Intergovernmental revenues	3,950,825	4,256,032	4,341,063	4,588,359	4,795,845
Investment income (loss)	1,014,438	1,315,563	1,873,196	664,326	223,649
Other miscellaneous revenues	1,614,462	701,311	720,737	1,065,585	245,245
Transfers in (out)	-	-	-	-	3,500,000
Total governmental activities	<u>\$ 24,475,517</u>	<u>\$ 24,082,822</u>	<u>\$ 25,714,434</u>	<u>\$ 25,366,986</u>	<u>\$ 28,850,269</u>
Business-type activities					
Investment income (loss)	\$ 406,239	\$ 458,683	\$ 663,496	\$ 259,461	\$ 128,538
Gain (loss) on sale of surplus assets	-	-	-	-	-
Other miscellaneous revenues	49,649	176,553	57,092	64,140	904,323
Transfers in (out)	-	-	-	-	(3,500,000)
Total business-type activities	<u>\$ 455,888</u>	<u>\$ 635,236</u>	<u>\$ 720,588</u>	<u>\$ 323,601</u>	<u>\$ (2,467,139)</u>
Total primary government	<u>\$ 24,931,405</u>	<u>\$ 24,718,058</u>	<u>\$ 26,435,022</u>	<u>\$ 25,690,587</u>	<u>\$ 26,383,130</u>
Change in net position					
Governmental activities	\$ 4,706,522	\$ 6,646,387	\$ 6,603,772	\$ 2,610,643	\$ 4,935,377
Business-type activities	1,108,585	7,106,531	2,677,917	1,581,129	(1,711,963)
	<u>\$ 5,815,107</u>	<u>\$ 13,752,918</u>	<u>\$ 9,281,689</u>	<u>\$ 4,191,772</u>	<u>\$ 3,223,414</u>

2019	2020	2021	2022	2023
\$ 9,697,830	\$ 10,443,924	\$ 11,016,972	\$ 11,264,235	\$ 12,587,661
4,984,567	4,737,080	4,796,349	5,296,731	5,810,065
4,201,925	4,287,899	4,371,613	4,518,931	4,899,924
1,752,271	1,741,441	1,736,014	1,767,769	1,624,794
674,207	585,886	589,487	619,231	634,150
4,940,156	3,963,053	4,107,212	6,075,471	7,063,177
2,237,570	1,704,865	(164,608)	(2,793,289)	1,624,611
458,763	566,829	343,108	6,178,216	(383,563)
2,000,000	1,314,000	(89,914)	500,000	200,000
\$ 30,947,289	\$ 29,344,977	\$ 26,706,233	\$ 33,427,295	\$ 34,060,819
\$ 1,227,372	\$ 826,181	\$ (55,442)	\$ (1,051,270)	\$ 635,372
-	-	-	-	(2,040,605)
253,294	193,048	349,167	255,055	382,420
(2,000,000)	(1,314,000)	89,914	(500,000)	(200,000)
\$ (519,334)	\$ (294,771)	\$ 383,639	\$ (1,296,215)	\$ (1,222,813)
\$ 30,427,955	\$ 29,050,206	\$ 27,089,872	\$ 32,131,080	\$ 32,838,006
\$ 7,220,120	\$ 9,300,792	\$ 5,411,527	\$ 8,883,983	\$ 6,814,253
3,741,202	5,626,942	6,504,047	3,231,726	2,896,068
\$ 10,961,322	\$ 14,927,734	\$ 11,915,574	\$ 12,115,709	\$ 9,710,321

Schedule 3

City of Altamonte Springs, Florida

FUND BALANCES, GOVERNMENTAL FUNDS

Last Ten Fiscal Years

(modified accrual basis of accounting)

	2014	2015	2016	2017	2018
General fund					
Nonspendable	\$ 166,763	\$ 201,911	\$ 138,998	\$ 437,688	\$ 473,835
Restricted	224,891	200,336	184,776	169,957	160,375
Committed	164,942	243,258	242,442	203,472	226,670
Assigned	-	-	-	-	-
Unassigned	27,481,163	15,013,005	13,431,467	13,426,236	12,683,033
Total general fund	\$ 28,037,759	\$ 15,658,510	\$ 13,997,683	\$ 14,237,353	\$ 13,543,913
Other governmental funds					
Nonspendable	\$ 16,487	\$ 22,581	\$ 4,744	\$ 5,250	\$ 6,019
Restricted	6,915,464	7,486,746	10,073,426	6,318,181	3,692,111
Committed	44,513,564	49,004,229	37,192,736	33,586,839	32,581,899
Assigned	8,545,728	16,791,157	11,549,797	4,516,615	(5,545,928)
Unassigned	-	-	-	-	-
Total other governmental funds	\$ 59,991,243	\$ 73,304,713	\$ 58,820,703	\$ 44,426,885	\$ 30,734,101
Total all governmental funds	\$ 88,029,002	\$ 88,963,223	\$ 72,818,386	\$ 58,664,238	\$ 44,278,014

2019	2020	2021	2022	2023
\$ 176,607	\$ 533,157	\$ 508,580	\$ 237,049	\$ 106,207
131,547	132,783	102,611	325,703	265,152
198,371	393,556	198,092	198,092	198,092
-	-	-	1,520,823	1,391,490
14,162,104	13,895,671	17,126,838	15,673,299	16,845,314
\$ 14,668,629	\$ 14,955,167	\$ 17,936,121	\$ 17,954,966	\$ 18,806,255
\$ 6,412	\$ 7,688	\$ 8,480	\$ 9,377	\$ 1,373
1,922,099	2,023,063	87,502	6,063,592	6,524,731
18,523,780	17,166,953	21,765,631	14,028,372	17,426,939
717,800	2,111,989	-	6,828,487	5,054,563
-	-	-	-	(638,262)
\$ 21,170,091	\$ 21,309,693	\$ 21,861,613	\$ 26,929,828	\$ 28,369,344
\$ 35,838,720	\$ 36,264,860	\$ 39,797,734	\$ 44,884,794	\$ 47,175,599

Schedule 4

City of Altamonte Springs, Florida

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS

Last Ten Fiscal Years

(modified accrual basis of accounting)

	2014	2015	2016	2017	2018
Revenues					
Taxes	\$ 17,895,792	\$ 17,809,916	\$ 18,779,438	\$ 19,048,716	\$ 20,085,530
Licenses and permits	877,519	883,230	859,491	866,305	860,643
Intergovernmental revenues	6,562,068	12,513,726	10,904,496	9,410,066	8,784,184
Charges for services	11,640,103	10,125,708	11,280,914	10,906,267	10,200,529
Fines and forfeitures	361,466	219,984	211,929	182,974	217,844
Impact fees	496,778	309,699	558,854	310,337	178,920
Investment income (loss)	996,461	1,297,240	1,852,341	656,265	219,276
Miscellaneous revenues	6,047,062	679,446	689,091	1,078,922	952,469
Total revenues	\$ 44,877,249	\$ 43,838,949	\$ 45,136,554	\$ 42,459,852	\$ 41,499,395
Expenditures					
Current					
General government	\$ 14,108,894	\$ 14,575,195	\$ 15,632,689	\$ 15,676,107	\$ 16,162,893
Public safety	11,751,976	12,034,663	12,398,080	12,694,338	12,938,409
Physical environment	929,854	1,117,351	1,011,369	2,013,960	1,192,702
Transportation	784,497	1,564,858	15,326,379	5,650,519	682,521
Culture/Recreation	3,675,667	3,905,385	4,251,716	4,762,610	4,110,974
Intergovernmental	-	-	-	-	-
Capital Outlay	9,728,903	9,707,276	12,661,159	15,816,465	24,298,121
Total expenditures	\$ 40,979,791	\$ 42,904,728	\$ 61,281,392	\$ 56,613,999	\$ 59,385,620
Excess of revenues over expenditures	\$ 3,897,458	\$ 934,221	\$ (16,144,838)	\$ (14,154,147)	\$ (17,886,225)
Other financing sources (uses)					
Transfers in	\$ 3,540,121	\$ 15,119,695	\$ 4,069,637	\$ 6,500,000	\$ 3,500,000
Transfers (out)	(3,540,121)	(15,119,695)	(4,069,637)	(6,500,000)	-
Total other financing sources (uses)	\$ -	\$ -	\$ -	\$ -	\$ 3,500,000
Net Change in Fund Balances	\$ 3,897,458	\$ 934,221	\$ (16,144,838)	\$ (14,154,147)	\$ (14,386,225)
Debt service as a percentage of non-capital expenditures	n/a	n/a	n/a	n/a	n/a

2019	2020	2021	2022	2023
\$ 21,310,800	\$ 21,796,230	\$ 22,510,435	\$ 23,466,897	\$ 25,556,594
872,268	920,361	858,582	952,895	899,339
9,807,886	13,394,965	10,954,986	15,060,046	16,149,217
11,201,137	10,216,635	10,444,899	11,687,918	14,181,808
255,969	160,173	248,940	207,715	290,025
402,248	444,452	132,627	323,069	917,380
2,171,441	1,638,699	(159,103)	(2,709,530)	1,588,541
613,478	673,477	741,584	6,231,162	966,635
\$ 46,635,227	\$ 49,244,992	\$ 45,732,950	\$ 55,220,172	\$ 60,549,539
\$ 16,208,722	\$ 16,896,591	\$ 16,993,726	\$ 19,047,547	\$ 20,948,292
13,504,548	13,406,697	13,370,920	13,738,272	15,769,274
1,264,640	1,252,709	1,291,305	1,499,835	1,906,982
698,073	676,114	652,362	672,052	1,269,871
4,587,524	4,903,805	4,605,736	5,247,879	6,487,658
-	-	-	-	385,018
20,811,014	12,996,936	5,196,113	10,427,527	11,691,639
\$ 57,074,521	\$ 50,132,852	\$ 42,110,162	\$ 50,633,112	\$ 58,458,734
\$ (10,439,294)	\$ (887,860)	\$ 3,622,788	\$ 4,587,060	\$ 2,090,805
\$ 2,000,000	\$ 1,314,000	\$ -	\$ 500,000	\$ 200,000
-	-	(89,914)	-	-
\$ 2,000,000	\$ 1,314,000	\$ (89,914)	\$ 500,000	\$ 200,000
\$ (8,439,294)	\$ 426,140	\$ 3,532,874	\$ 5,087,060	\$ 2,290,805
n/a	n/a	n/a	n/a	n/a

Schedule 5

City of Altamonte Springs, Florida

**ASSESSED AND ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years**

Fiscal Year	Assessed Values *				Less: Tax Exempt Property *	Total Taxable Assessed Value *	Total Direct Tax Rate
	Real Property		Personal Property	Total			
	Residential	Commercial					
2014	\$ 1,608	\$ 1,155	\$ 287	\$ 3,050	\$ (685)	\$ 2,365	2.8900
2015	1,816.77	1,185.06	313.74	3,315.57	(817.36)	2,498.21	2.7624
2016	1,937.09	1,335.59	324.68	3,597.36	(958.89)	2,638.46	3.1000
2017	2,056.26	1,377.29	324.97	3,758.51	(997.06)	2,761.45	3.1000
2018	2,325.38	1,422.42	332.02	4,079.82	(1,080.49)	2,999.33	3.1000
2019	2,632.15	1,466.75	353.06	4,451.96	(1,206.18)	3,245.78	3.1000
2020	2,868.34	1,561.76	383.80	4,813.90	(1,317.37)	3,496.53	3.1000
2021	3,067.75	1,579.62	373.86	5,021.23	(1,337.37)	3,683.85	3.1000
2022	3,194.99	1,590.46	479.59	5,265.04	(1,472.38)	3,792.65	3.1000
2023	4,001.55	1,715.50	500.56	6,217.62	(2,006.24)	4,211.38	3.1000

* In millions.

Source: Seminole County Property Appraiser's Office.

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

Schedule 6

City of Altamonte Springs, Florida

**TAXABLE VALUES BY CLASSIFICATION
Last Ten Fiscal Years (in millions)**

Fiscal Year	Vacant Residential	Single Family House	Condo	Apts	Commercial	Industrial	Other	Centrally Assessed	Personal Property	Total Taxable Value
2014	\$2.40	\$544.77	\$233.86	\$393.74	\$870.89	\$60.22	\$39.55	\$0.40	\$219.02	\$2,364.85
2015	2.45	583.84	265.92	434.41	888.39	62.11	39.18	0.41	221.50	2,498.21
2016	5.81	615.54	292.87	470.41	911.50	70.74	47.88	0.42	223.29	2,638.46
2017	7.13	645.55	315.98	511.32	948.68	68.76	47.47	0.45	216.10	2,761.44
2018	6.30	695.71	346.92	611.73	986.67	72.58	47.53	0.44	231.44	2,999.32
2019	5.83	752.35	382.98	731.80	1,009.79	77.51	51.54	0.46	233.44	3,245.70
2020	3.49	809.23	419.34	815.48	1,063.36	82.07	62.55	0.45	240.57	3,496.54
2021	2.60	865.17	458.30	881.48	1,083.07	89.72	67.41	0.50	235.60	3,683.85
2022	4.10	914.60	497.83	898.73	1,071.75	96.99	70.65	0.51	237.49	3,792.65
2023	4.68	1,018.36	548.43	1,081.40	1,127.58	107.46	75.14	0.53	247.80	4,211.38

Source: Seminole County Property Appraiser

Schedule 7

City of Altamonte Springs, Florida

**SINGLE FAMILY HOME
AVERAGE PROPERTY VALUES AND TAXES
Last Ten Fiscal Years**

Fiscal Year	Assessed Value	Taxable Value	Millage Rate	Annual Taxes	Variance from Prior Year	
2014	\$128,734	\$84,788	2.89	\$245.04	\$6.52	2.7%
2015	143,570	89,863	2.76	248.24	3.20	1.3%
2016	152,013	94,698	3.10	293.56	45.33	18.3%
2017	160,518	99,133	3.10	307.31	13.75	4.7%
2018	179,127	106,524	3.10	330.22	22.91	7.5%
2019	196,910	115,128	3.10	356.90	26.67	8.1%
2020	208,396	122,666	3.10	380.27	23.37	6.5%
2021	220,195	131,586	3.10	407.92	27.65	7.3%
2022	229,883	138,241	3.10	428.55	20.63	5.1%
2023	248,274	149,300	3.10	462.83	34.28	8.0%

Source: Seminole County Tax Collector's Office.

Schedule 8

City of Altamonte Springs, Florida

DIRECT AND OVERLAPPING PROPERTY TAX RATES

Last Ten Fiscal Years

(Per \$1,000 of Assessed Taxable Value)

Fiscal Year	Direct (a)	Overlapping				Total
	City of Altamonte Springs	Seminole County			St. John's River Water Mgmt. Dist.	
		Government	Fire District	School Board		
2014	2.890	4.875	2.330	8.361	0.328	18.784
2015	2.762	4.875	2.330	7.849	0.302	18.119
2016	3.100	4.875	2.330	7.849	0.302	18.456
2017	3.100	4.875	2.330	7.557	0.289	18.151
2018	3.100	4.875	2.765	6.569	0.272	17.581
2019	3.100	4.875	2.765	6.313	0.256	17.309
2020	3.100	4.875	2.765	6.133	0.241	17.114
2021	3.100	4.875	2.765	5.934	0.229	16.903
2022	3.100	4.875	2.765	5.825	0.219	16.784
2023	3.100	4.875	2.765	5.460	0.197	16.397

Source: Seminole County Property Appraiser's Website.

- (a) The City had no property tax supported debt during the past ten years. Therefore revenues generated from the direct property tax rate was used only for operating purposes.

Schedule 9

City of Altamonte Springs, Florida

**PRINCIPAL PROPERTY TAXPAYERS
Current Year and Nine Years Ago**

Taxpayer	Property Description	Use
Altamonte Mall Joint Venture	Altamonte Mall	Retail
Lotus Landing FL Partners LLC	Lotus Landing Apts	Residential
675 Jamestown Boulevard LLC	Timberlake Apts.	Residential
Sanctuary Altamonte LLC	Sanctuary at CenterPointe	Residential
IMT Capital IV Maitland	IMT Maitland Apartments	Residential
Vineridge Association LLC	Vineridge Apartments	Residential
United Dominion Realty Trst	Los Altos & Lakeside North Apts	Residential
Altamonte Association LLC	Uptown Lofts at Altamonte	Residential
Duke Energy Florida Inc	Progress Energy	Public Utility
Preserve at Spring Lake Apartments LLC	Preserve at Spring Lake	Residential
Emerson International, Inc.	Cranes Roost Office Park Et Al	Mixed Use
Embarq, Inc.	Embarq Telephone System	Public Utility
Camden Operating LP	Camden Renaissance	Residential
CC Altamonte Joint Venture	West Town Corners	Retail

(a) The fiscal year ended September 30, 2023 tax levy is based on the 2022 taxable value.

(b) The fiscal year ended September 30, 2014 tax levy is based on the 2013 taxable value.

Source: Seminole County Property Appraiser's Office.

Fiscal Year 2022 / 2023 (a)				
	Taxable Value	Percent of Total Taxable Value	Amount of Tax	Rank
\$	91,048,209	2.40%	\$ 282,249	1
	81,707,345	2.15%	253,293	2
	79,600,389	2.10%	246,761	3
	74,529,181	1.97%	231,040	4
	69,295,805	1.83%	214,817	5
	60,929,348	1.61%	188,881	6
	59,498,041	1.57%	184,444	7
	57,754,805	1.52%	179,040	8
	56,366,365	1.49%	174,736	9
	50,111,692	1.32%	155,346	10
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
\$	680,841,180	17.95%	\$2,110,608	

Fiscal Year 2013 / 2014 (b)				
	Taxable Value	Percent of Total Taxable Value	Amount of Tax	Rank
\$	93,905,322	4.03%	\$ 271,386	1
	-	-	-	
	48,074,952	2.06%	138,937	2
	-	-	-	
	-	-	-	
	30,812,836	1.32%	89,049	5
	25,263,300	1.08%	73,011	8
	28,964,324	1.24%	83,707	7
	37,925,137	1.63%	109,604	3
	-	-	-	
	35,473,672	1.52%	102,519	4
	26,577,039	1.14%	76,808	9
	29,813,961	1.28%	86,162	6
	23,824,296	1.02%	68,852	10
\$	380,634,839	16.32%	\$1,100,035	

Schedule 10

City of Altamonte Springs, Florida

**PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections (a)</u>	<u>Percent of Levy Collected</u>	<u>Delinquent Tax Collections</u>	<u>Total Tax Collections</u>	<u>Total Collections as a Percent of Current Levy</u>
2014	\$6,834,402	\$6,570,461	96.1%	\$7,096	\$6,577,557	96.2%
2015	6,901,051	6,660,520	96.5%	4,797	6,665,317	96.6%
2016	8,179,234	7,891,380	96.5%	9,847	7,901,227	96.6%
2017	8,560,488	8,212,792	95.9%	8,775	8,221,567	96.0%
2018	9,297,929	8,956,537	96.3%	8,103	8,964,640	96.4%
2019	10,061,918	9,690,783	96.3%	4,612	9,695,395	96.4%
2020	10,839,249	10,435,791	96.3%	8,133	10,443,924	96.4%
2021	11,419,945	10,997,821	96.3%	19,151	11,016,972	96.5%
2022	11,757,228	11,163,783	95.0%	100,452	11,264,235	95.8%
2023	13,055,285	12,229,354	93.7%	358,307	12,587,661	96.4%

Source: Seminole County Tax Collector's Office.

- (a)** Taxes are due and payable on November 1st of each year. A discount is available for early payment. This discount is 4% if taxes are paid in November, 3% for December, 2% for January and 1% for February. Taxes become delinquent on April 1st.

Schedule 11

City of Altamonte Springs, Florida

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

Fiscal Year	Population (1)	Per Capita Personal Income (2)	Personal Income (2) (in millions)	School Enrollment (3)	Unemployment Rate (4)
2014	42,719	\$41,339	\$1,766	5,778	5.1%
2015	43,325	43,846	1,900	5,773	5.1%
2016	43,905	44,301	1,945	5,779	4.3%
2017	44,482	46,782	2,081	5,792	3.0%
2018	44,497	49,049	2,183	5,553	3.0%
2019	45,293	50,520	2,288	5,553	3.0%
2020	45,304	51,156	2,318	5,389	5.7%
2021	46,231	53,403	2,469	5,130	4.4%
2022	47,413	58,539	2,776	5,356	2.5%
2023	47,420	59,581	2,825	5,212	3.1%

Sources: (1) U.S. Census of Population and Housing. University of Florida, Bureau of Economic and Business Research, "Florida Statistical Abstract".

(2) U.S. Department of Commerce, Bureau of Economic Analysis, Regional Economic Information System. The actual per capita personal income for the City is not known. The figures are for Seminole County. The per capita figures are multiplied by the population to determine the total

(3) Seminole County School Board.

(4) Florida Agency for Workforce Innovation, Labor Market Statistics, Local Area Unemployment Statistics Program, in cooperation with the U.S. Department of Labor, Bureau of Labor Statistics.

Schedule 12

City of Altamonte Springs, Florida

**PRINCIPAL EMPLOYERS
CENTRAL FLORIDA**

Employer (local subsidiary)	Business	Number of Employees in Central Florida				Rank	
		2022		2023		2022	2023
Walt Disney Co. (Walt Disney World)	Entertainment/Retail	70,000	4.9%	75,000	5.0%	1	1
Advent Health (Florida Hospital)	Health Care	39,374	2.8%	35,938	2.4%	2	2
Universal Studios Florida	Entertainment/Retail	24,000	1.7%	28,000	1.9%	4	3
Orlando Health	Health Care	23,252	1.6%	26,397	1.8%	5	4
Orange County Public Schools	Education	24,576	1.7%	24,718	1.6%	3	5
Walmart	Retail	-	-	16,475	1.1%	-	6
Lockheed Martin Corp	Global Security/ Aerospace	8,099	0.6%	14,547	1.0%	8	7
University of Central FL	Education	10,614	0.7%	13,078	0.9%	6	8
Seminole County Public Schools	Education	10,000	0.7%	8,491	0.6%	7	9
Orange County Government	Government	7,601	0.5%	8,000	0.5%	10	10
School District of Osceola County	Education	7,903	0.6%	-	-	9	-

Source: Orlando Business Journal

Schedule 13

City of Altamonte Springs, Florida

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General government										
Administration	21	22	22	22	22	22	25	30	32	28
Finance	19	20	20	19	19	18	18	20	21	21
Technology, Comm & Strategic Init	11	12	12	12	10	10	10	10	10	19
Growth management	8	9	10	10	10	9	9	9	12	11
Maintenance	61	63	65	65	64	64	60	60	60	62
Public safety										
Police officers	103	104	104	103	102	100	101	101	101	104
Police civilians	19	18	17	18	18	21	21	19	18	18
Inspections	12	13	14	14	14	14	16	16	16	17
Physical environment										
Water and sewer operations	85	87	88	88	88	89	89	90	92	93
Residential refuse disposal	20	20	20	20	20	20	19	19	15	16
Stormwater management	12	12	12	12	12	12	13	13	15	15
Transportation										
Streets	7	7	7	7	7	8	8	8	8	7
Culture / Recreation										
Administration	5	5	5	5	5	5	4	4	4	4
Library	8	8	8	8	8	8	8	8	8	8
Parks	17	17	17	17	17	17	15	13	13	13
Events	19	20	20	20	18	19	27	28	29	33
Total	425	436	440	439	432	434	441	446	452	468

Source: City Finance Department.

Schedule 14

City of Altamonte Springs, Florida

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Water System										
Number of customers	11,758	11,811	11,876	11,780	12,145	11,749	11,854	11,860	12,010	12,016
Average daily flow (millions of gallons)	4.76	5.37	5.73	5.68	5.50	5.08	5.08	5.61	5.96	5.77
Sewer System										
Average daily flow (millions of gallons)	5.88	6.35	6.18	6.46	6.80	6.85	7.27	7.22	7.40	7.38
Reclaimed Water System										
Average daily demand (millions of gallons)	5.04	5.46	6.28	6.19	6.80	6.69	7.27	7.22	7.03	7.09
Number of customers										
Single family homes	5,735	5,747	5,773	5,770	5,806	5,637	5,685	5,680	5,748	5,769
Multi-family properties	91	94	94	97	97	97	97	97	97	97
Golf course	-	-	-	-	-	-	-	-	-	-
Commercial properties	467	542	547	577	561	584	609	690	691	699
City properties	16	16	16	16	16	16	16	16	16	16
Building Inspections										
Building permits issued	468	639	647	537	607	349	317	282	340	453

Source: Various City Departments.

Schedule 15

City of Altamonte Springs, Florida

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Transportation										
Miles of streets	74.57	72.9	72.9	73.4	73.4	73.4	73.4	73.4	73.4	70.23
Potable Water System										
Miles of water mains	130	113	184	184	184	182	182	182	183	184
Plant Capacity - all plants (millions of gallons)	21.10	21.10	21.10	21.10	21.10	21.10	21.10	21.10	21.10	21.1
Number of fire hydrants	1,255	1,256	1,216	1,210	1,211	1,138	1,152	1,152	1,157	1,222
Water plants	3	3	3	2	2	2	2	2	2	2
Deep wells	12	12	12	12	12	10	10	10	10	10
Ground storage tanks	5	5	4	4	4	4	4	4	4	4
Ground storage tank capacity (millions of gallons)	3.88	3.88	3.60	3.60	3.60	3.60	3.60	3.60	3.60	3.6
Elevated storage tanks	4	4	4	4	4	4	4	4	4	4
Elevated storage tank capacity (millions of gallons)	3	3	3	3	3	3	3	3	3	3
Reclaimed Water System										
Reclaimed water plants	-	-	-	2	2	2	2	2	2	2
Ground storage tanks	2	3	3	4	4	4	4	4	3	3
Ground storage tank capacity (millions of gallons)	6.0	6.2	6.2	6.2	6.2	6.3	6.3	6.3	6.3	6.3
Miles of reclaimed water lines	106	112	116	116	116	116	116	116	117	116
Stormwater System										
Number of pumping stations	3	3	3	3	3	3	3	3	3	3
Number of ponds	80	82	82	82	82	82	82	82	88	89
Miles of stormwater lines	103	103	103	105	105	105	105	105	105	105
Sewer System										
Number of treatment plants	1	1	1	1	1	1	1	1	1	1
Daily treatment capacity (millions of gallons)	12.5	12.5	12.5	12.5	12.5	12.5	12.5	12.5	12.5	12.5
Number of lift stations	72	72	72	72	73	72	72	72	72	80
Miles of sewer lines	144	144	144	144	111	107	107	107	108	108
Parks and Recreation										
Park acreage	272	272	272	272	272	272	272	272	272	273
Number of nature parks	1	1	1	1	1	1	1	1	1	1
Number of urban parks	1	1	1	1	1	1	1	1	1	1
Number of community parks	5	5	5	5	5	5	5	5	5	5
Number of neighborhood parks	3	3	3	3	3	3	3	3	3	4
Number of libraries	1	1	1	1	1	1	1	1	1	1
Library book collection	37,720	41,099	43,575	43,498	43,349	48,669	43,194	40,479	47,431	46,238

Source: Various City Departments.

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City of Altamonte Springs, Florida

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Fiscal Year Ended September 30, 2023

FEDERAL AWARDS

Grantor/Pass-Through Grantor/Program or Cluster Title	Assistance Listing Number	Grant Identification Number	Amount of Federal Expenditures
U.S. Department of Agriculture			
Emergency Watershed Protection Program			
Debris Removal and Bank Stabilization due to Hurricane Ian	10.923	NR234209XXXXC006	\$ 97,836
Total U.S. Department of Agriculture			97,836
U.S. Department of Justice:			
FY 21 Bulletproof Vest Partnership Grant	16.607	2021	3,471
FY 22 Bulletproof Vest Partnership Grant	16.607	2022	6,969
			10,440
Total U.S. Department of Justice			10,440
U.S. Department of Treasury:			
COVID-19 Coronavirus State and Local Fiscal Recovery Funds			
Passed through Florida Division of Emergency Management			
American Rescue Plan Act	21.027	Y5002	4,393,976
Total U.S. Department of Treasury			4,393,976
U.S. Department of Energy:			
State Energy Program			
Passed through Florida Department of Agriculture and Consumer Services			
Solar Array Connection Infrastructure and Energy			
Efficient Process Air Blower & Solar Array Connection	81.041	WG005	141,839
Total U.S. Department of Energy			141,839
Executive Office of the President:			
High Intensity Drug Trafficking Areas Program (HIDTA)			
Passed through Seminole County Sheriff's Office			
FY 22 High Intensity Drug Trafficking Area Program	95.001	G22CF0008A	12,562
Total Executive Office of the President			12,562
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 4,656,653

See accompanying notes to Schedule of Expenditures of Federal Awards

City of Altamonte Springs, Florida

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

September 30, 2023

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the Federal award activity of the City of Altamonte Springs, Florida (the City) under programs of the Federal government for the fiscal year ended September 30, 2023. 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, and Cost Principles, and Audit Requirements of 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 cashflows of the City.

2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

3. Indirect Cost Rate

The City has elected to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

4. Payments to Subrecipients

Amounts remitted to subrecipients are shown parenthetically under the program title.

5. Contingency

The grant revenue amounts received are subject to audit and adjustment. If any expenditures are disallowed by a grantor agency as a result of such an audit, any claim for reimbursement to the grantor agencies would become a liability of the City. In the opinion of management, all grant expenditures are in compliance with the terms of the grant agreements and applicable federal laws and regulations.



**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Honorable Mayor and Members of the City Commission
Altamonte Springs, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Altamonte Springs, Florida (the "City") as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated March 28, 2024.

Report on Internal Control over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or 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 that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Honorable Mayor and Members of the City Commission
Altamonte Springs, Florida

Report on 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*.

Pursuant to provisions of Chapter 10.550, *Rules of the Auditor General*, we reported certain matters to management of the City in a separate management letter and Independent Accountant's Report dated March 28, 2024.

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.

MSL, P.A.

Certified Public Accountants

Orlando, Florida
March 28, 2024



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH
MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE AND REPORT ON THE SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE**

Honorable Mayor and Members of the City Commission
City of Altamonte Springs, Florida

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the compliance of the City of Altamonte Springs, Florida (the "City") with the types of compliance requirements identified as subject to audit 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, 2023. The City's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2023.

Basis for Opinion on Each Major Federal Program

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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Responsibility of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, 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.

Report on Internal Control over Compliance (Continued)

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

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

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

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated March 28, 2024, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis, as required by the Uniform Guidance, and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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 Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

MSL, P.A.

Certified Public Accountants

Orlando, Florida
March 28, 2024

CITY OF ALTAMONTE SPRINGS, FLORIDA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended September 30, 2023

SECTION I - SUMMARY OF INDEPENDENT AUDITOR'S RESULTS

Financial Statements

Type of Auditor's Report Issued:

Unmodified Opinion

Internal control over financial reporting:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified? ☐ Yes ☒ None reported
- Noncompliance material to financial statements noted? ☐ Yes ☒ No

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified? ☐ Yes ☒ None reported

Type of report issued on compliance for major federal programs:

Unmodified Opinion

Any audit findings disclosed that are required to be reported in accordance with 200.516 of the Uniform Guidance?

☐ Yes ☒ No

Identification of Major Federal Programs:

Assistance Listing

21.027

Name of Federal Program

Coronavirus State and Local Fiscal Recovery Funds

Dollar threshold used to distinguish between Type A and Type B programs:

Federal \$750,000

Auditee qualified as low-risk auditee?

☐ Yes ☒ No

CITY OF ALTAMONTE SPRINGS, FLORIDA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (*Continued*)

For the Year Ended September 30, 2023

**SECTION II - FINDINGS RELATED TO THE FINANCIAL STATEMENT AUDIT, AS REQUIRED TO BE
REPORTED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

No matters were reported.

**SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS SECTION REPORTED IN
ACCORDANCE WITH THE UNIFORM GUIDANCE**

No matters were reported.

SECTION IV - SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS

No matters were reported.



INDEPENDENT AUDITOR'S MANAGEMENT LETTER

Honorable Mayor and Members of the City Commission
Altamonte Springs, Florida

Report on Financial Statements

We have audited the financial statements of the City of Altamonte Springs, Florida (the "City") as of and for the year ended September 30, 2023, and have issued our report thereon dated March 28, 2024.

Auditor's Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and Chapter 10.550, *Rules of the Auditor General*.

Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*, Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control over Compliance and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance; Schedule of Findings and Questioned Costs; and Independent Accountant's Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, *Rules of the Auditor General*. Disclosures in those reports and schedule, which are dated March 28, 2024, 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 report. There were no audit findings or 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 is disclosed in the notes to the 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 specific conditions 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 the same. The assessment was done as of the fiscal year end.

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

Special District Component Units

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

As required by Section 218.39(3)(c), Florida Statutes, and Section 10.554(1)(i)6, *Rules of the Auditor General*, the Altamonte Springs Health Facilities Authority (the "Authority"), a dependent special district of the City, reported:

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

Honorable Mayor and Members of the City Commission
Altamonte Springs, Florida

Additional Matters

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

Purpose of this Letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, federal and other granting agencies, the City Commission members, and applicable management and is not intended to be, and should not be, used by anyone other than these specified parties.

MSL, P.A.

Certified Public Accountants

Orlando, Florida
March 28, 2024



INDEPENDENT ACCOUNTANT'S REPORT

Honorable Mayor and Members of the City Commission
Altamonte Springs, Florida

We have examined the compliance of the City of Altamonte Springs, Florida (the "City") with the requirements of Section 218.415, Florida Statutes, during the year ended September 30, 2023. 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 AICPA. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the City complied with those requirements, 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 the risks of noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion. Our examination does not provide a legal determination on the City's compliance with specified requirements.

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

In our opinion, the City complied, in all material respects, with the aforementioned requirements for the year ended September 30, 2023.

MSL, P.A.

Certified Public Accountants

Orlando, Florida
March 28, 2024

