

City of San Antonio, Florida

General Purpose
Financial Statements
For the Year Ended September 30, 2023



DGPerry
CPAs + Advisors

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Independent Auditors' Report

To the Honorable City Commissioners
City of San Antonio, Florida

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities and each major fund of the City of San Antonio, Florida (the City), as of and for the year ended September 30, 2023, and 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, and each major fund of the City of San Antonio, Florida, as of September 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of San Antonio 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 opinions.

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 of San Antonio, Florida'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.

Auditors' 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 auditors' 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 of Antonio, Florida'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 of San Antonio, Florida'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 budgetary comparison information on Pages M1-M6 and 40-44 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections 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 June 7, 2024, on our consideration of the City of San Antonio, Florida's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of San Antonio, Florida's internal control over financial reporting and compliance.

A handwritten signature in black ink, appearing to read "DGPerry". The signature is fluid and cursive, with the first letters of the first and last names being capitalized and prominent.

DGPerry, PLLC
Zephyrhills, Florida
June 7, 2024

City of San Antonio, Florida

Management's Discussion and Analysis For the Year Ended September 30, 2023

Our discussion and analysis of the City of San Antonio, Florida's financial performance provides an overview of the City's financial activities for the fiscal year ended September 30, 2023.

Financial Highlights

- The net position of the City at the close of its most recent fiscal year totaled \$4,657,114. This total consisted of Governmental Activities Net Position of \$3,650,513 and Business-Type Activity Net Position of \$1,006,601.
- At the close of the current fiscal year, the City reported an ending fund balance for the general fund of \$2,461,133, an increase of \$412,038 from the prior year.
- The water utility reported an increase in Net Position for the year of \$69,439.
- At the end of the current fiscal year, the unassigned general fund balance was \$940,991 or 82.5% of total general fund expenditures.

Overview of the Financial Statements

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

The Statement of Net Position (Page 1) and the Statement of Activities (Page 3) provide information about the activities of the City and present a longer-term view of the City's finances. The statements are measured and reported using the economic resource measurement focus and the full accrual basis of accounting.

The Fund Financial Statements begin on Page 4. The governmental funds measure and report activities using the current financial resources measurement focus and the modified accrual basis of accounting. Therefore, you will find the reconciliation on Page 5 that converts this data to an economic resource measurement focus and the accrual basis of accounting for use in the financial statements. The Governmental Accounting Standards Board (GASB) Statement No. 34 provides the authoritative guidance on the governmental financial reporting model.

City of San Antonio, Florida

Management's Discussion and Analysis
For the Year Ended September 30, 2023

The Statement of Net Position and the Statement of Activities

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

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

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain financial control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes can be found beginning on Page 12.

Required Supplementary Information

Generally accepted accounting principles (GAAP) call for certain unaudited information to accompany the audited basic financial statements and accompanying footnotes. This information is called required supplementary information (RSI) and includes this MD&A and budgetary comparisons.

Government-Wide Financial Analysis

A substantial portion of the City's net position (\$1,856,373) reflects its investment in capital assets (e.g., land, buildings, equipment, infrastructure). The City uses these capital assets to provide required municipal services to the citizens of the City. The balance of the City's assets consists of demand and other deposit accounts, utility accounts receivable, and the amounts currently due from other governments.

City of San Antonio, Florida

Management's Discussion and Analysis
For the Year Ended September 30, 2023

City's Net Position As of September 30, 2023

	Governmental Activity	Business-Type Activity	Total	Prior Year Total
Current and Other Assets	\$ 2,884,357	\$ 657,007	\$ 3,541,364	\$ 3,342,036
Capital Assets	1,352,225	929,179	2,281,404	1,923,179
Total Assets	<u>4,236,582</u>	<u>1,586,186</u>	<u>5,822,768</u>	<u>5,265,215</u>
Deferred Outflows	34,377	8,810	43,187	58,435
Total Assets and Deferred Outflows	<u>4,270,959</u>	<u>1,594,996</u>	<u>5,865,955</u>	<u>5,323,650</u>
Current Liabilities	102,992	131,861	234,853	119,712
Long-Term Liabilities	483,483	447,828	931,311	1,365,195
Total Liabilities	<u>586,475</u>	<u>579,689</u>	<u>1,166,164</u>	<u>1,484,907</u>
Deferred Inflows	33,971	8,706	42,677	26,726
Total Liabilities and Deferred Inflows	<u>620,446</u>	<u>588,395</u>	<u>1,208,841</u>	<u>1,511,633</u>
Net Assets				
Invested in Capital Assets, Net of Related Debt	1,352,225	504,148	1,856,373	1,480,740
Restricted	1,520,142	98,165	1,618,307	1,366,700
Unrestricted	778,146	404,288	1,182,434	964,577
Total Net Position	<u>\$ 3,650,513</u>	<u>\$ 1,006,601</u>	<u>\$ 4,657,114</u>	<u>\$ 3,812,017</u>

Restricted Net Assets are composed of:

Funds Restricted for Debt

Service	\$ -	\$ 98,165	\$ 98,165	\$ 93,991
Statutory Restrictions	1,520,142	-	1,520,142	1,272,709
Total Restricted Net Assets	<u>\$ 1,520,142</u>	<u>\$ 98,165</u>	<u>\$ 1,618,307</u>	<u>\$ 1,366,700</u>

At the end of the current fiscal year the City is able to report positive balances in all categories of net assets.

City of San Antonio, Florida

Management's Discussion and Analysis
For the Year Ended September 30, 2023

City's Changes in Net Position				
Fiscal Year Ended September 30, 2023				
	Governmental Activity	Business-Type Activity	Total	Prior Year Total
Revenues				
Program Revenues				
Charges for Services	\$ 52,343	\$ 516,300	\$ 568,643	\$ 470,380
General Revenues				
Property Taxes	363,293	-	363,293	318,009
Franchise Fees	110,899	-	110,899	91,340
Utility Taxes	12,850	-	12,850	12,266
Sales, Gas and Other Taxes	583,474	-	583,474	572,099
Interest Income	8,337	2,951	11,288	10,232
Other	421,298	-	421,298	1,448
Total Revenues	<u>1,552,494</u>	<u>519,251</u>	<u>2,071,745</u>	<u>1,475,774</u>
Expenditures				
Program Activities				
General Government	478,173	-	478,173	342,321
Public Safety	129,977	-	129,977	122,781
Physical Environment	53,432	-	53,432	39,430
Transportation	115,252	-	115,252	165,482
Business-Type Activity				
Water Utility	-	449,811	449,811	388,704
Total Expenditures	<u>776,834</u>	<u>449,811</u>	<u>1,226,645</u>	<u>1,058,718</u>
Increase (Decrease) in				
Net Assets	775,660	69,440	845,100	417,056
Net Assets at				
Beginning of the year	<u>2,512,329</u>	<u>882,627</u>	<u>3,394,956</u>	<u>3,394,956</u>
Net Assets at				
End of the year	<u>\$ 3,287,989</u>	<u>\$ 952,067</u>	<u>\$ 4,240,056</u>	<u>\$ 3,812,012</u>

Property and other taxes continue as the primary source of revenue. An increase in property values and construction of several single-family residences generated an additional 8% in revenue compared to the prior year. Water utility revenue increased due to higher water consumption by customers, as well as the additional residential housing units. A 32% increase in utility tax revenue was generated by higher rates implemented by local utility providers other than the Water Utility. Intergovernmental revenue increased due to slightly higher distributions of state and county taxes than the prior year, along with receipt of the second installment of funds from the Coronavirus State and Local Fiscal Recovery Program. Other miscellaneous revenue decreased as the prior year included an insurance payout regarding a piece of equipment.

City of San Antonio, Florida

Management's Discussion and Analysis For the Year Ended September 30, 2023

General Government expenditures increased approximately 10%. Public Safety expenses remained consistent due to continued contracts for law enforcement services. Physical Environment expenditures increased approximately 35.5% due to several public park improvement projects and tree maintenance. Transportation expenditures decreased 30.3%, due to reduced expenses in street and sidewalk repairs. Business-type activity increased by 16%, due to needed repairs of water plant operation structures a increased material costs.

Highlights

There was one budget amendment in the current fiscal year.

Capital Asset And Debt Administration

Capital Assets

The City's capital assets as of September 30, 2023 reflect an investment of \$1,923,179 net of accumulated depreciation.

The following table provides a summary of net capital assets.

Capital Assets September 30, 2023

	Governmental Activity	Business-Type Activity	Total	Prior Year Total
Land	\$ 86,660	\$ 34,918	\$ 121,578	\$ 121,578
Buildings and Improvements	268,963	-	268,963	252,244
Equipment	341,674	1,963,949	2,305,623	2,216,168
Infrastructure	2,840,361	-	2,840,361	2,421,833
Less Accumulated Depreciation				
Buildings and Improvements	(189,748)	-	(189,748)	(185,507)
Equipment	(224,371)	(1,069,688)	(1,294,059)	(1,209,876)
Infrastructure	(1,771,314)	-	(1,771,314)	(1,693,261)
Totals	<u>1,352,225</u>	<u>929,179</u>	<u>2,281,404</u>	<u>1,923,179</u>

Debt

Governmental Activities had no outstanding long-term debt at year end.

Business-type activities (Water Utility) have outstanding debt at September 30, 2023, of \$429,031. Annual repayments of approximately \$19,231 each year will amortize the debt through the year 2046. Water system revenues are pledged as collateral for this debt.

City of San Antonio, Florida

Management's Discussion and Analysis
For the Year Ended September 30, 2023

Economic Factors and Next Year's Budget and Rates

The City's economic environment is stable, and indicators point to continued stability.

The City relies mainly on revenues from sales, gas and other taxes and property taxes for its budget for the general fund. General fund revenues were higher than the prior year due to the increase in tax revenues, and slightly offset by an increase in all other revenue sources. With the second installment of SLRF (American Rescue Plan) funds received, intergovernmental revenue is expected to decrease in the following fiscal years. Funds received by the SLRF will be obligated to specific projects by December 31, 2024, and expended by December 31, 2026. Transportation expenditures are anticipated to increase with several large-scale road and stormwater improvement projects, of which state funding may be available.

The City's Water Utility relies on water usage revenues for its budget. Water usage increased compared to the prior year. The Water Utility saw a increase of profit due to decreased expenditures on water plant operations in the fiscal year 2023. A rate study to implement a tiered billing structure was proposed during the 2022 fiscal year, and was implemented during the 2023 fiscal year to adjust for increased maintenance needs on the system and planning for improvements.

When these factors were considered in preparing the City's budget for the 2023 fiscal year, the City maintained a milage rate of 4.020 mills.

Request for Information

The City's financial statements are designed to present users (citizens, customers, investors, and creditors) with a general overview of the City's finances and to demonstrate the City's accountability. If you have questions about this report or need additional information, contact the City Clerk at P.O. Box 75, San Antonio, Florida 33576.

City of San Antonio, Florida

Statement of Net Position For the Year Ended September 30, 2023

	Governmental Activity	Business-Type Activity	Total
Assets			
Current Assets			
Cash	\$ 1,839,104	\$ 289,994	\$ 2,129,098
Bank Certificates of Deposit	618,533	213,531	832,064
Restricted Assets			
Cash - Customer Deposits	-	-	-
Accounts Receivable	19,708	55,317	75,025
Due from Other Governments	81,603	-	81,603
Loan to Water Fund	265,031	-	265,031
Prepaid Expenses	-	-	-
Internal Amounts	60,378	-	60,378
Total Current Assets	<u>2,884,357</u>	<u>558,842</u>	<u>3,443,199</u>
Non-Current Assets			
Restricted Assets			
Cash on Deposit for			
Sinking Fund	-	63,034	63,034
Reserve Account	-	35,131	35,131
Land and Improvements	86,660	34,918	121,578
Buildings and Improvements	268,963	-	268,963
Equipment	341,674	1,963,949	2,305,623
Infrastructure	2,840,361	-	2,840,361
Accumulated Depreciation	<u>(2,185,433)</u>	<u>(1,069,688)</u>	<u>(3,255,121)</u>
Total Non-Current Assets	<u>1,352,225</u>	<u>1,027,344</u>	<u>2,379,569</u>
Deferred Outflows	<u>34,377</u>	<u>8,810</u>	<u>43,187</u>
Total Assets and Deferred Outflows	<u>\$ 4,270,959</u>	<u>\$ 1,594,996</u>	<u>\$ 5,865,955</u>

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

City of San Antonio, Florida

Statement of Net Position (continued)
For the Year Ended September 30, 2023

	Governmental Activity	Business-Type Activity	Total
Liabilities			
Current Liabilities			
Accounts Payable	\$ 35,746	\$ 13,362	\$ 49,108
Accrued Liabilities	67,246	65,207	132,453
Customer Deposits	-	35,786	35,786
Current Portion			
Revenue Bonds Payable	-	7,000	7,000
Other Debt Payable	-	10,506	10,506
Total Current Liabilities	102,992	131,861	234,853
Non-Current Liabilities			
Net Pension Liability	156,852	40,303	197,155
Revenue Bonds Payable	-	153,000	153,000
Other Long-Term Debt Payable	-	254,525	254,525
Unspent ARPA Funds	320,231	-	320,231
Compensated Absences	6,400	-	6,400
Total Non-Current Liabilities	483,483	447,828	931,311
Total Liabilities	586,475	579,689	1,166,164
Deferred Inflows	33,971	8,706	42,677
Total Liabilities and Deferred Inflows	620,446	588,395	1,208,841
Net Position			
Investment in Capital Assets, Net of Related Debt	1,352,225	504,148	1,856,373
Restricted			
Transportation	62,622	-	62,622
Debt Service	-	98,165	98,165
Impact Fee Usage	255,256	-	255,256
Infrastructure	1,202,264	-	1,202,264
Non-Restricted	778,146	404,288	1,182,434
Total Net Position	3,650,513	1,006,601	4,657,114
Total Liabilities, Deferred Inflows and Net Position	\$ 4,270,959	\$ 1,594,996	\$ 5,865,955

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

City of San Antonio, Florida

Statement of Activities
For the Year Ended September 30, 2023

Functions/Programs	Program Revenues				Net (Expense) Revenues and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business- Type Activities	Total
Governmental Activities							
General Government	\$ (478,173)	\$ 1,500	\$ -	\$ -	\$ (476,673)	\$ -	\$ (476,673)
Public Safety	(129,977)	17,243	-	-	(112,734)	-	(112,734)
Physical Environments	(53,432)	-	-	-	(53,432)	-	(53,432)
Transportation	(115,252)	33,600	-	-	(81,652)	-	(81,652)
Total Governmental Activities	(776,834)	52,343	-	-	(724,491)	-	(724,491)
Business-Type Activities							
Water	(449,811)	516,300	-	-	-	66,489	66,489
Total Business-Type Activities	(449,811)	516,300	-	-	-	66,489	66,489
Total	\$ (1,226,645)	\$ 568,643	\$ -	\$ -	\$ (724,491)	\$ 66,489	\$ (658,002)
General Revenues			Taxes				
			Ad Valorem				
			363,293				
			Franchise Fees				
			110,899				
			Communication Service				
			12,850				
			Business Tax				
			2,660				
			State Revenue Sharing				
			60,213				
			Half-Cent Sales Tax				
			111,534				
			Local Option Sales Tax				
			305,543				
			Local Option Gas Tax				
			98,552				
			Other Taxes				
			4,972				
			Investment Income				
			8,337				
			Miscellaneous				
			421,298				
			Total General Revenues				
			1,500,151				
			Change in Net Position				
			775,660				
			Net Position at Beginning of Year				
			2,874,852				
			Net Position at End of Year				
			\$ 3,650,512				
			\$ 1,006,602				
			\$ 4,657,114				

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

City of San Antonio, Florida

Balance Sheet
Governmental Fund - General Fund
For the Year Ended September 30, 2023

Assets

Cash	\$ 1,839,104
Bank Certificates of Deposit	618,533
Accounts Receivable	19,708
Due from Other Governments	81,603
Due from Other Fund	<u>325,409</u>
Total Assets	<u>\$ 2,884,357</u>

Liabilities and Fund Balances

Liabilities

Accounts Payable	35,747
Accrued Liabilities	67,246
Unspent ARPA Funds	<u>320,231</u>
Total Liabilities	<u>423,224</u>

Fund Balances

Restricted for:

Transportation	62,622
Impact Fee Program	255,256
Infrastructure	1,202,264
Nonspendable	
Prepaid Items	-
Unassigned	<u>940,991</u>

Total Fund Balance 2,461,133

Total Liabilities and Fund Balance \$ 2,884,357

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

City of San Antonio, Florida

Reconciliation of the Balance Sheet to the Statement of Net Position Governmental Fund For the Year Ended September 30, 2023

Fund Balances - Governmental Fund \$ 2,461,133

Amounts reported for governmental activities in the statement of net assets 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	\$ 3,537,658	
Less accumulated depreciation	<u>(2,185,433)</u>	1,352,225

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

Net Pension Liability and Related Deferred Inflows and Outflows	(156,445)	
Compensated Absences	<u>(6,400)</u>	<u>(162,845)</u>

Net Assets - Governmental Activities \$ 3,650,513

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

City of San Antonio, Florida

Statement of Revenues, Expenditures, and Changes in Fund Balance Governmental Funds - General Fund For the Year Ended September 30, 2023

	<u>2023</u>
Revenues	
Taxes	\$ 376,143
Licenses and Permits	130,801
Intergovernmental	999,342
Interest	8,337
Rentals	1,500
Impact Fees	33,600
Miscellaneous	2,119
Contributions	<u>651</u>
Total Revenues	<u>1,552,493</u>
Expenditures	
Current Expenditures	
General Government	344,629
Public Safety	129,977
Transportation - Streets	115,252
Parks and Recreation	<u>53,432</u>
Total Current Expenditures	<u>643,290</u>
Capital Outlay	<u>497,162</u>
Total Expenditures	<u>1,140,452</u>
Excess of Revenues Over Expenditures	<u>412,041</u>
Net Change in Fund Balance	
Fund Balance October 1, 2022	<u>2,049,092</u>
Fund Balance September 30, 2023	<u>\$ 2,461,133</u>

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

City of San Antonio, Florida

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities For the Year Ended September 30, 2023

Net change in fund balances - governmental funds	\$	412,041
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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	\$	497,162	
Less Current Year Depreciation		<u>(106,818)</u>	390,344

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 compensated absences	(1,290)
Net Pension Liability and Related Deferred Inflows and Outflows	<u>(25,435)</u>

Change in Net Assets of Governmental Activities	\$	<u><u>775,660</u></u>
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The accompanying notes are an integral part of these financial statements.

City of San Antonio, Florida

Statement of Net Position
 Proprietary Fund - Water Utility
 For the Year Ended September 30, 2023

Assets	2023	Liabilities	2023
Current Assets		Current Liabilities	
Cash	\$ 254,863	Accrued Expenses	\$ 4,831
Bank Certificates of Deposit	213,532	Due to Other Fund	60,378
		Accounts Payable	13,362
Receivables		Customer Deposits	35,786
Accounts Receivable	55,317	Revenue Bonds Payable, Current Portion	7,000
		Other Debt - Current Portion	10,506
Total Current Assets	523,712	Total Current Liabilities	131,863
Non-Current Assets		Non-Current Liabilities	
Restricted Assets		Net Pension Liability	40,303
Invested for Customer Deposit	35,131	Revenue Bond Payable - Long-Term Portion	254,524
Deposited for Debt Repayment	98,165	Other Debt - Long-Term Portion	153,000
Total Restricted Assets	133,296	Total Non-Current Liabilities	447,827
		Total Liabilities	579,690
Capital Assets		Deferred Inflows	8,706
Property and Equipment	1,998,867	Total Liabilities and Deferred Inflows	588,396
Less: Accumulated Depreciation	(1,069,688)	Net Position	
Net Property and Equipment	929,179	Invested in Capital Assets Net of Related Debt	504,148
Total Non-Current Assets	1,062,475	Restricted - Debt Service	98,165
		Unrestricted	404,288
Deferred Outflows	8,810	Total Net Position	1,006,601
Total Assets And Deferred Outflows	\$ 1,594,997	Total Liabilities And Net Position	\$ 1,594,997

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

City of San Antonio, Florida

Statement of Revenues, Expenses, and Changes in Net Position Proprietary Fund - Water Utility For the Year Ended September 30, 2023

	<u>2023</u>
Operating Revenues	
Charges for Services	\$ 500,573
Operating Expenses	
Water Operations	378,885
Depreciation - Acquired Assets	<u>59,659</u>
Total Operating Expenses	<u>438,544</u>
Operating Income (Loss)	62,029
Non - Operating Revenues	
Interest	2,951
Other Income	1,800
Tap-in Fees	12,145
Backflow Device Installations	<u>1,781</u>
Total Non-Operating Revenues	<u>18,677</u>
Other Non-Operating Expenses	
Interest	<u>11,266</u>
Total Other Non-Operating Expenses	<u>11,266</u>
Net Income	69,440
Net Assets October 1, 2022	<u>937,162</u>
Net Assets September 30, 2023	<u><u>\$ 1,006,602</u></u>

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

City of San Antonio, Florida

Statement of Cash Flows - Water Utility For the Year Ended September 30, 2023

	<u>2023</u>
Cash Flows from Operating Activities:	
Cash Received from Customers	\$ 508,550
Cash Paid to General Fund for Services Provided	1,500
Cash Paid for Employees and Related Cost	(158,658)
Cash Paid to Suppliers	<u>(207,464)</u>
Net Cash Provided (Used) by Operating Activities	<u>143,928</u>
Cash Flows from Capital and Related Financing Activities:	
Principal Payments on Debt	(17,150)
Interest Paid on Debt	(526)
Payments for Capital Acquisitions	<u>(27,540)</u>
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(45,216)</u>
Cash Flows from Investing Activities:	
Investment Interest Received	2,951
Cash Transferred to Restricted Accounts	6,533
Rentals and Other Fees	<u>18,388</u>
Net Cash Provided (Used) by Investing Activities	<u>27,872</u>
Net Increase (Decrease) in Cash	126,584
Cash Unrestricted, October 1, 2022	<u>163,410</u>
Cash Unrestricted, September 30, 2023	<u>\$ 289,994</u>
Other Activity	
Interest Paid During the Year	<u>\$ 11,262</u>

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

City of San Antonio, Florida

Statement of Cash Flows
Proprietary Fund - Water Utility
For the Year Ended September 30, 2023

	<u>2023</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities	
Operating Income (Loss)	\$ 69,440
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:	
Depreciation Expense	59,659
Other Non-Cash Operating Expense	
(Increase) Decrease in:	
Accounts Receivable	(26,703)
Deferred Outflows	3,111
(Decrease) Increase in:	
Accounts Payable	7,885
Accrued Expenses	1,676
Deferred Inflows	3,254
Due to Other Fund	<u>25,606</u>
Total Adjustments	<u>74,488</u>
Net Cash Provided by Operating Activities	<u>\$ 143,928</u>

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

City of San Antonio, Florida

Notes to the Financial Statements
For the Year Ended September 30, 2023

Note 1 - Summary of Significant Accounting Policies

The City of San Antonio, Florida, was originally incorporated August 7, 1891, under the laws of Florida, Chapter 3957 (No. 111). Subsequent amendments to the charter have been made with the most recent being by April 10, 1990, ballot.

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

Reporting Entity

In evaluating how to define the government, for financial reporting purposes, management has considered all potential component units. The decision to include or exclude a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. The basic, but not the only, criterion for including a potential component unit within the reporting entity is the governing body's financial accountability. The most significant manifestation of this is financial benefit or burden. Other manifestations of financial accountability include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and dependency for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens, or whether the activity is conducted within the geographic boundaries of the government and is generally available to its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. The general-purpose financial statements include all the government's operations such as police and fire protection, parks and recreation, health and welfare, water systems and general administration. Based upon the application of the previously outlined criteria, there are no districts, agencies or other entities which qualified for inclusion in these financial statements.

Governmental Accounting Standards Board Statement 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments

The City implemented the provisions of Statement Number 34 for the fiscal year ending September 30, 2006, which established new financial reporting requirements for state and local governments. The Statement established specific standards for the basic financial statements, management's discussion and analysis (MD&A), and certain required supplementary information. As part of this Statement, the basic financial statements must report infrastructure (roads, bridges, traffic signals, etc.) on the Statement of Net Position (see Page 1).

City of San Antonio, Florida

Notes to the Financial Statements
For the Year Ended September 30, 2023

Note 1 - Summary of Significant Accounting Policies (continued)

All major general assets that were acquired or significantly reconstructed, or that received significant improvements, in fiscal years ending after June 30, 1980, are required to be retroactively reported and all newly acquired or improved infrastructure assets must be prospectively reported effective as of the date of implementation of this statement.

The basic financial statements include both government-wide and fund financial statements. The government-wide statements are presented using a full accrual, economic resource basis, which incorporates long-term assets and receivables and long-term liabilities. Governmental activities include the General Fund. Business-type activities include the water utility.

The government-wide Statement of Activities reports the gross and net cost for the various functional categories of the City that are otherwise supported by general government revenue. The expenses for each functional category are reduced by program revenues to ascertain the net costs for that function. Program revenues are defined as charges for services, operating grants and capital grants that specifically relate to a specific program function. Charges for services include revenues arising from charges to customers or applicants who purchase, use, or directly benefit from the goods, services or privileges provided. Operating grants and capital grants consist of revenues received from other governments, organizations, or individuals that are specifically attributable to a program and are restricted for either operating expenditures/expenses or capital expenditures/expenses associated with a specific program.

The fund financial statements are very similar to the financial statements presented in the previous model. The emphasis in the new model is on major funds in both the governmental activities and business-type activities. All funds maintained by the City are considered major funds in accordance with the new reporting model requirements.

Measurement Focus

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund statements are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets. The measurement focus is the determination of financial position and sources and uses of resources, rather than net income determination.

All proprietary fund and fiduciary fund statements are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Operating statements of these funds present increases (e.g., revenues) and decreases (e.g., expenses) in net position. The measurement focus of proprietary funds is determination of net income, financial position, and cash flows.

City of San Antonio, Florida

Notes to the Financial Statements
For the Year Ended September 30, 2023

Note 1 - Summary of Significant Accounting Policies (continued)

Fund Accounting

The City organizes its accounting system on the basis of funds, each of which is considered a separate accounting entity with a self-balancing set of accounts. The various funds are grouped in the financial statements as General Fund, Proprietary Fund, and Water Fund.

General Fund

This fund is used to account for all financial resources, except those required by law or administrative action to be accounted for in another fund.

Proprietary Funds

Proprietary funds apply all applicable pronouncements of the Financial Accounting Standards Board (FASB) issued on or before November 30, 1989, that are not in conflict with applicable GASB pronouncements.

Water Fund

The Water Fund is used to account for operations that are financed and operated in a manner similar to private business enterprises where the costs (expenses, including depreciation) of providing water service to the general public on a continuing basis, are financed through user charges.

The Water Fund distinguishes operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing water services in connection with its ongoing operations. The principal operating revenues of the Water Fund are charges for water services. Operating expenses for the enterprise fund include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements.

The government-wide financial statements are presented on an accrual basis of accounting. The governmental funds in the fund financial statements are presented on a modified accrual basis of accounting. Under the modified accrual basis, revenues are recognized in the accounting period when they become measurable and available (susceptible to accrual). Revenues are generally considered available when they are received in cash (unless legally restricted to some future period) or when earned and expected to be collected soon enough after year-end to pay liabilities of the current period. Revenues that are susceptible to accrual include franchise fees, special assessments, interest revenue, state revenue sharing entitlements, and intergovernmental grants. Expenditures are recorded at the time the related fund liabilities are incurred. Debt service expenditures are recorded only when payment is due. The City has adopted a period of 60 days following year end for purposes of revenue recognition.

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

City of San Antonio, Florida

Notes to the Financial Statements
For the Year Ended September 30, 2023

Note 1 - Summary of Significant Accounting Policies (continued)

Budgets and Budgetary Accounting

The City follows the following procedures in establishing the budgetary data reflected in the financial statements:

- a. The mayor submits to the City Council a proposed operating budget for the ensuing fiscal year. It contains proposed expenditures and the means to finance them, including a proposed property tax millage.
- b. Public hearings are conducted to obtain taxpayer comments on the proposed budget and property tax millage rate.
- c. The budget and property tax millage rate are approved by the Council in September.
- d. Annual budgets are adopted for the General Fund.
- e. The Council must approve budget amendments that affect revenue accounts or appropriations. Expenditures may not exceed legal appropriations. Appropriations lapse at year end. One formal budget adjustment was made during the year.
- f. Formal budgetary integration is employed as a management control device during the year for the governmental funds.
- g. Budgets for the governmental funds are adopted on a basis consistent with generally accepted accounting principles.
- h. The government has not employed encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation as an extension of formal budgetary integration for the general fund.
- i. Budget procedures are utilized for planning and cost control purposes by the water utility fund. Its budget is not included as part of the resolution for the annual appropriations and legally adopted budget resolution. The current year's budget had one amendment during the year.

City of San Antonio, Florida

Notes to the Financial Statements
For the Year Ended September 30, 2023

Note 1 - Summary of Significant Accounting Policies (continued)

Cash and Investments

The City maintains separate demand deposit accounts for use by the individual funds in their operations. Cash includes these accounts only; Florida statutes authorize the government to invest in the Local Government Surplus Trust Fund, direct obligations of the U.S. Treasury and Agencies, and interest-bearing time deposits held in Federal or State Chartered banks and savings and loan associations doing business in Florida, provided that such deposits are secured by collateral as may be prescribed.

All demand deposits and certificate of deposit investments are covered by collateral pledged with the State Treasurer by the applicable banks. This is done in compliance with Section 280, Florida Statutes, which provides that in the event of a default by any such bank or savings and loan association, all participating banks and savings and loan associations throughout the State would be obligated to reimburse the government for any loss.

Revenue from investments owned by the individual funds is recorded in the respective fund as it is earned. Amounts equal to customer deposits in the Water Utility Fund are reported as restricted to their use related to that specific liability. In addition, specific accounts are restricted under terms of the bond covenant and are also shown as restricted amounts.

Recently Adopted Accounting Standards

Subscription-Based Information Technology Arrangements

In May 2020, the Governmental Accounting Standards Board (GASB) issued Statement No. 96, *Subscription-Based Information Technology Arrangements* (SBITAs), to increase transparency by requiring the recognition of a right-of-use subscription asset and a corresponding subscription liability on the statement of net position at the commencement of the subscription term of the SBITA. Under the standard, disclosures are required to meet the objective of enabling user of the financial statements to assess the amount, timing and uncertainty of cash flows arising from these arrangements.

The City adopted the standard effective October 1, 2022, and recognized and measured existing Subscription-Based Information Technology Arrangements at, or entered into after October 1, 2022 (the beginning of the period of adoption). For the year ended September 30, 2023, it was determined that the adoption of the standard had no impact to the financial statements of the City.

Property Taxes

Under Florida Law, the assessment of all properties and the collection of all City property taxes are consolidated in the offices of the Pasco County Property Appraiser and Pasco County Tax Collector. The laws of the State regulating tax assessments are also designed to assure a consistent property valuation method statewide. Florida Statutes permit cities to levy property taxes at a rate of up to 10 mills. The millage rate in effect for the fiscal year ended September 30, 2023, was 4.0200 mills.

The tax levy of the City is established by the Council prior to October 1 of each year. The Pasco County Property Appraiser incorporates the millage into the total tax levy, which includes the tax requirements of the county, independent districts, and the Pasco County School Board.

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

All taxes are due and payable on November 1 of each year or as soon thereafter as the assessment roll is certified and delivered to the Pasco County Tax Collector. All unpaid taxes become delinquent on April 1

City of San Antonio, Florida

Notes to the Financial Statements
For the Year Ended September 30, 2023

Note 1 - Summary of Significant Accounting Policies (continued)

Property Taxes (continued)

following the year in which they are assessed. Discounts are allowed for early payment at the rate of 4% in the month of November, 3% in the month of December, 2% in the month of January and 1% in the month of February. The taxes paid in March are without discount. Delinquent taxes on real property bear interest at 18% per year. On or prior to June 1 following the tax year, certificates are sold for all delinquent taxes on real property. Application for a tax deed on any unredeemed tax certificates may be made by the certificate holder after a period of two years. Unsold certificates are held by Pasco County.

Capital Assets

Capital assets acquired or constructed in excess of \$750 are capitalized at historical cost. Donated assets are recorded at fair market value as of the date received. Additions, improvements, and other capital outlays that extend the useful life of an asset are capitalized. Other costs incurred for repair and maintenance are expensed as incurred. Depreciation is provided using the straight-line method. The estimated useful lives of the various classes of depreciable assets are as follows:

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	50
Equipment	7 - 10
Infrastructure/Streets	20
Water System/Improvements	30 - 50

Compensated Absences

Paid time off (PTO) accruals vary based on years of service. The maximum number of PTO hours that an employee may accrue is 200 hours.

Payment for unused PTO hours is made at termination of employment for employees resigning voluntarily and who give a 14-calendar day notice. Employees dismissed for misconduct and employees who resign without sufficient notice will not receive the earned PTO payout, unless specifically approved by the City Commission. A provision for accumulated PTO, related payroll taxes and retirement has been made in the financial statements as of September 30, 2023.

Net Position

The government-wide financial statements utilize a net position presentation. Net position is presented in three components: invested capital assets (net of related debt), restricted and unrestricted.

- Invested Capital Assets (net of related debt) - This component of net assets consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes, or other borrowing attributable to the acquisition, construction, or improvement of those assets. This component does not include the portion of debt attributable to the unspent proceeds.
- Restricted - This component consists of net assets that have constraints placed on them either externally by third parties (creditors, grantors, and contributors) or by law through constitutional provisions of enabling legislation. The City would typically use restricted assets first, as appropriate opportunities arise, but reserves the right to selectively defer the use of these funds.
- Unrestricted - This component consists of net assets that do not meet the definition of invested in capital assets, net of related debt and restricted. Designations of net assets made by the City's management are included in this component because these types of constraints are internal, and management can remove or modify them.

City of San Antonio, Florida

Notes to the Financial Statements
For the Year Ended September 30, 2023

Note 1 - Summary of Significant Accounting Policies (continued)

Fund Balances

In the fund financial statements, fund balance for governmental funds (general fund) is reported in classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. Under GASB 54 requirements, fund balance is reported in five possible components - nonspendable, restricted, committed, assigned, and unassigned.

Nonspendable - This component includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted - This component includes amounts reported as restricted when constraints placed on the use of the resources are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.

Committed - This component includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority. Such amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action it employed to previously commit those amounts.

Assigned - This component is used to report the government's intent to use the amount for a specific purpose but is neither restricted nor committed.

Unassigned - This component is the residual classification for the general fund. This amount represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund.

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

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Note 2 - Fair Value Disclosures

The City measures the fair value of assets and liabilities as the price that would be received to sell an asset or paid to transfer a liability in the principal or most advantageous market in an orderly transaction between market participants at the measurement date. The fair value hierarchy distinguishes between independent observable inputs and unobservable inputs used to measure fair value as follows:

Level 1 Fair Value Measurements

Quoted prices (unadjusted) in active markets for identical assets or liabilities that the reporting entity has the ability to access at the measurement date.

City of San Antonio, Florida

Notes to the Financial Statements
For the Year Ended September 30, 2023

Note 2 - Fair Value Disclosures (continued)

Level 2 Fair Value Measurements

Inputs other than quoted market prices included within Level 1 that are observable for an asset or liability, either directly or indirectly.

Level 3 Fair Value Measurements

Unobservable inputs for an asset or liability. Level 3 inputs should be used to measure fair value to the extent that observable Level 1 or 2 inputs are not available.

Generally Accepted Accounting Principles (GAAP) require disclosure of an estimate of fair value of certain financial instruments. The City's significant financial instruments are cash, accounts receivable, accounts payable, short-term borrowings and other short-term assets and liabilities. For these financial instruments (Level 1), carrying values approximate fair value because of the short maturity of these instruments.

Note 3 - Cash on Deposit and Bank Certificates of Deposit

The City maintains demand deposit and time deposit relationships with local area banks.

These deposits are covered by FDIC insurance or collateral pledged with the State Treasurer by the applicable banks. This is done in compliance with Section 280, Florida Statutes, which provides that in the event of a default by any such bank or savings and loan association, all participating banks and savings and loan associations throughout the State would be obligated to reimburse the government for any loss.

Florida statutes authorize the government to invest in the Local Government Surplus Trust Fund, obligations of the U. S. Treasury, direct interest-bearing time deposits held in Federal or State Chartered banks and savings and loan associations doing business in Florida, provided that such deposits are secured by collateral as may be prescribed, and Securities and Exchange Commission registered money market funds with the highest credit quality rating from a nationally recognized rating agency.

City of San Antonio, Florida

Notes to the Financial Statements
For the Year Ended September 30, 2023

Note 3 - Cash on Deposit and Bank Certificates of Deposit (continued)

A summary of Bank Certificates of Deposit as of September 30, 2023, follows:

<u>General Fund</u>	<u>Rate</u>	<u>Deposit Amount</u>
Certificate of Deposit	1.50%	\$ 115,288
Certificate of Deposit	1.50%	57,775
Certificate of Deposit	0.30%	135,415
Certificate of Deposit	0.30%	122,561
Certificate of Deposit	1.00%	77,350
Certificate of Deposit	0.30%	110,144
		<u>\$ 618,533</u>

<u>Water Fund</u>	<u>Rate</u>	<u>Deposit Amount</u>
Certificate of Deposit	1.51%	\$ 57,133
Certificate of Deposit	0.30%	71,640
Certificate of Deposit	1.00%	28,253
Certificate of Deposit	1.50%	56,506
		<u>\$ 213,532</u>

Note 4 - Accounts Receivable - Water Utility

No allowance for uncollectible accounts has been provided in the balance sheet. The receivable balance includes amounts for billed service as of the year end.

City of San Antonio, Florida

Notes to the Financial Statements
For the Year Ended September 30, 2023

Note 5 - Changes in Capital Assets

Capital assets activity for the year ended September 30, 2023, was as follows:

	<u>Oct. 1, 2022</u> Beginning Balance	<u>Increases</u>	<u>Decreases</u>	<u>Sept. 30, 2023</u> Ending Balance
Governmental Activities:				
Capital assets not being depreciated:				
Land and Improvements	\$ 86,660	\$ -	\$ -	\$ 86,660
Total assets not being depreciated	<u>86,660</u>	<u>-</u>	<u>-</u>	<u>86,660</u>
Other capital assets:				
Buildings and Improvements	252,244	16,719	-	268,963
Equipment	279,759	61,915	-	341,674
Infrastructure	<u>2,421,833</u>	<u>418,528</u>	<u>-</u>	<u>2,840,361</u>
Total other capital assets at historical cost	<u>3,040,496</u>	<u>497,162</u>	<u>-</u>	<u>3,537,658</u>
Less accumulated depreciation for:				
Buildings and Improvements	(185,507)	(4,241)	-	(189,748)
Equipment	(199,847)	(24,524)	-	(224,371)
Infrastructure	<u>(1,693,261)</u>	<u>(78,053)</u>	<u>-</u>	<u>(1,771,314)</u>
Total accumulated depreciation	<u>(2,078,615)</u>	<u>(106,818)</u>	<u>-</u>	<u>(2,185,433)</u>
Governmental Activities Capital assets, net	<u>\$ 961,881</u>	<u>\$ 390,344</u>	<u>\$ -</u>	<u>\$ 1,352,225</u>

Depreciation was charged to the governmental activities as follows:

General Government	52,900
Public Works (Streets)	<u>53,918</u>
Total:	<u>\$ 106,818</u>

City of San Antonio, Florida

Notes to the Financial Statements
For the Year Ended September 30, 2023

Note 5 - Changes in Capital Assets (continued)

	Oct. 1, 2022 Beginning Balance	Increases	Decreases	Sept. 30, 2023 Ending Balance
Business Type Activities:				
Non-Depreciable Assets:				
Land	\$ 34,918	\$ -	\$ -	\$ 34,918
Depreciable Assets:				
Water Systems and Improvements	1,936,409	27,540	-	\$ 1,963,949
Total at historical cost	<u>1,971,327</u>	<u>27,540</u>	<u>-</u>	<u>1,998,867</u>
Less Accumulated Depreciation for:				
Water Systems and Improvements	(1,010,029)	(59,659)	-	(1,069,688)
Total Accumulated Depreciation	<u>(1,010,029)</u>	<u>(59,659)</u>	<u>-</u>	<u>(1,069,688)</u>
Capital Assets - Net	<u>\$ 961,298</u>	<u>\$ (32,119)</u>	<u>\$ -</u>	<u>\$ 929,179</u>

Note 6 - Long-Term Debt

Governmental Activities

	Oct. 1, 2022 Beginning Balance	Additions	Reductions	Sept. 30, 2023 Ending Balance
Compensated Absences	\$ 5,110	\$ 7,658	\$ 6,368	\$ 6,400

The City governmental activities had \$ 6,400 of PTO accumulated by employees as of September 30, 2023.

The City does not provide, at the City's expense, health and life insurance coverage for former employees.

City of San Antonio, Florida

Notes to the Financial Statements
For the Year Ended September 30, 2023

Note 6 - Long-Term Debt (continued)

Business-Type Activities

	Oct. 1, 2022 Beginning Balance	Additions	Reductions	Sept. 30, 2023 Ending Balance
General Fund	\$ 279,628	\$ -	\$ 14,598	\$ 265,030
Bonds Payable, Series 2000				
Water Utility Revenue	162,695	-	2,695	160,000
Total Bonds and Notes Payable	\$ 442,323	\$ -	\$ 17,293	\$ 425,030

The net revenues of the system are pledged as collateral for the debt. The US Department of Agriculture has purchased the debt which bears interest at 5.125%. The bonds are scheduled to mature as shown by the following schedule:

In connection with major construction of improvements to the water utility system, the City issued \$250,000 in Series 2000 water system revenue bonds.

Year	Principal	Interest	Total
2024	\$ 7,000	\$ 8,200	\$ 15,200
2025	7,000	7,841	14,841
2026	8,000	7,482	15,482
2027-2031	44,000	31,107	75,107
2032-2036	56,000	18,604	74,604
2037-2041	38,000	3,793	41,793
2042-2046	-	-	-
Total	\$ 160,000	\$ 77,027	\$ 237,027

City of San Antonio, Florida

Notes to the Financial Statements For the Year Ended September 30, 2023

Note 6 - Long-Term Debt (continued)

On May 1, 2021, the Utility Fund borrowed \$290,000 from the General Fund to finance the relocation of the Curley Street water main. Terms are 25 years at 1% maturing May 1, 2046; monthly payment of \$1,092.93.

Year	Principal	Interest	Total Debt Service
2024	\$ 10,497	\$ 2,618	\$ 13,115
2025	10,610	2,505	13,115
2026	10,716	2,399	13,115
2027-2031	55,212	10,363	65,575
2032-2036	58,039	7,536	65,575
2037-2041	61,020	4,555	65,575
2042-2046	58,937	1,432	60,369
Total	<u>\$ 265,031</u>	<u>\$ 31,408</u>	<u>\$ 296,439</u>

Total annual debt service requirement for the bond and loan from general fund for the business-type activities for each of the next five years and in five-year groups through payout are:

Total annual debt service requirement for the bond and loan from general fund for the business-type activities for each of the next five years and in five-year groups through payout are:

Year	Principal	Interest	Total Debt Service
2024	\$ 17,497	\$ 10,818	\$ 28,315
2025	17,610	10,346	27,956
2026	18,716	9,881	28,597
2027-2031	99,212	41,470	140,682
2032-2036	114,039	26,140	140,179
2037-2041	99,020	8,348	107,368
2042-2046	58,937	1,432	60,369
Total	<u>\$ 425,031</u>	<u>\$ 108,435</u>	<u>\$ 533,466</u>

Note 7 - Retirement Plans

City of San Antonio, Florida

Notes to the Financial Statements
For the Year Ended September 30, 2023

Florida Retirement System - General Information

All of the City's employees participate in the Florida Retirement System (FRS). As provided by Chapters 121 and 112, Florida Statutes, the FRS provides two cost sharing, multiple employer defined benefit plans administered by the Florida Department of Management Services, Division of Retirement, including the FRS Pension Plan ("Pension Plan") and the Retiree Health Insurance Subsidy ("HIS Plan"). Under Section 121.4501, Florida Statutes, the FRS also provides a defined contribution plan ("Investment Plan") alternative to the FRS Pension Plan, which is administered by the State Board of Administration ("SBA"). As a general rule, membership in the FRS is compulsory for all employees working in a regularly established position for a state agency, county government, district school board, state university, community college, or a participating city or special district within the State of Florida. The FRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 121, Florida Statutes, and Chapter 60S, Florida Administrative Code. Amendments to the law can be made only by an act of Florida State Legislature.

The State of Florida annually issues a publicly available financial report that includes financial statements and required supplementary information for the FRS. The latest available report may be obtained by writing to the State of Florida Division of Retirement, Department of Management Services, P.O. Box 9000, Tallahassee, Florida 32315-9000, or from the Website:
www.dms.myflorida.com/workforce_operations/retirement/publications.

Pension Plan Description

The Pension Plan is a cost-sharing multiple-employer defined benefit pension plan, with a Deferred Retirement Option Program ("DROP") for eligible employees.

Benefits Provided

Benefits under the Pension Plan are computed on the basis of age, average final compensation, and service credit. For Pension Plan members enrolled before July 1, 2011, Regular class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 1.6% of their final average compensation based on the five highest years of salary, for each year of credited service. Vested members with less than 30 years of service may retire before age 62 and receive reduced retirement benefits. Special Risk Administrative Support class members who retire at or after age 55 with at least six years of credited service or 25 years of service regardless of age are entitled to a retirement benefit payable for life, equal to 1.6% of their final average compensation based on the five highest years of salary, for each year of credited service. Special Risk class members (sworn law enforcement officers, firefighters, and correctional officers) who retire at or after age 55 with at least six years of credited services, or with 25 years of service regardless of age, are entitled to a retirement benefit payable monthly for life, equal to 3.0% of their final average compensation based on the five highest years of salary for each year of credited service. Senior Management Service class members who retire at or after age 62 with at least six years of credited service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 2.0% of their final average compensation based on the five highest years of salary for each year of credited service. Elected Officers' class members who retire at or after age 62 with at least six years of credit service or 30 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 3.0% (3.33% for judges and justices) of their final average compensation based on the five highest years of salary for each year of credit service.

For Plan members enrolled on or after July 1, 2011, the vesting requirement is extended to eight years of credit service for all these members and increasing normal retirement to age 65 or 33 years of service regardless of age for Regular, Senior Management Service, and Elected Officers' class members, and to age 60 or 30 years of service regardless of age for Special Risk and Special Risk Administrative Support class members. Also, the final average compensation for all these members will be based on the eight highest years of salary.

City of San Antonio, Florida

Notes to the Financial Statements
For the Year Ended September 30, 2023

Note 7 - Retirement Plans (continued)

As provided in Section 121.101, Florida Statutes, if the member is initially enrolled in the Pension Plan before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment is three percent per year. If the member is initially enrolled before July 1, 2011, and has service credit on or after July 1, 2011, there is an individually calculated cost-of-living adjustment. The annual cost-of-living adjustment is a proportion of three percent determined by dividing the sum of pre-July 2011 service by the total service credit at retirement multiplied by three percent. Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement.

In addition to the above benefits, the DROP program allows eligible members to defer receipt of monthly retirement benefit payments while continuing employment with an FRS employer for a period not to exceed 60 months after electing to participate. Deferred monthly benefits are held in the FRS Trust Fund and accrue interest. There are no required contributions by DROP participants.

Contributions

Effective July 1, 2011, all enrolled members of the FRS, other than DROP participants, are required to contribute three percent of their salary to the FRS. In addition to member contributions, government employers are required to make contributions to the FRS based on state-wide contribution rates established by the Florida Legislature. These rates are updated as of July 1 of each year. The employer contribution rates by job class for the periods from October 1, 2022 through June 30, 2023, and from July 1, 2023 through September 30, 2023, respectively, were as follows: Regular - 10.82% and 11.91%; Special Risk Administrative Support - 37.76% and 38.65%; Special Risk - 25.89% and 27.83%; Senior Management Service - 29.01% and 31.57%; Elected Officers' - 40.91% and 43.77%; and DROP participants - 18.34% and 18.60%. These employer contribution rates include 1.66% HIS Plan subsidy for the period October 1, 2022, through September 30, 2023.

The City's contributions, including employee contributions, to the Pension Plan totaled \$31,667 for the fiscal year ended September 30, 2023.

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

At September 30, 2023, the City reported a liability of \$197,155 for its proportionate share of the Pension Plan's 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 the City's 2022-23 fiscal year contributions relative to the 2022-23 fiscal year contributions of all participating members. At June 30, 2023, the City's proportionate share was .0000239686 percent, which was a decrease of .000010434 percent from its proportionate share measured as of June 30, 2022.

City of San Antonio, Florida

Notes to the Financial Statements
For the Year Ended September 30, 2023

Note 7 - Retirement Plans (continued)

For the fiscal year ended September 30, 2023, the City recognized pension expense of \$13,471. In addition, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 8,967	\$ -
Change of assumptions	6,226	-
Net difference between projected and actual earnings on Pension Plan investments	3,989	-
Changes in proportion and differences between City Pension Plan contributions and proportionate share of contributions	10,644	32,556
District Pension Plan contributions subsequent to the measurement date	<u>2,493</u>	<u>-</u>
Total	<u>\$ 32,319</u>	<u>\$ 32,556</u>

City of San Antonio, Florida

Notes to the Financial Statements
For the Year Ended September 30, 2023

Note 7 - Retirement Plans (continued)

The deferred outflows of resources related to the Pension Plan, totaling \$3,010 resulting from City's contributions to the Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the Pension Plan will be recognized in pension expense as follows:

<u>Fiscal Year Ending September 30,</u>	<u>Amount</u>
2024	\$ (4,801)
2025	(3,403)
2026	(5,626)
2027	(6,405)
2028	(1,677)
Thereafter	-

Actuarial Assumptions

The total pension liability in the June 30, 2023, actuarial valuation was determined using the following actuarial assumption, applied to all periods included in the measurement:

Inflation	2.40%
Salary increases	3.25%, average, including inflation
Investment rate of return	6.70%, net of pension plan investment expense, including inflation

Mortality rates were based on the Generational RP-2000 with Projection Scale BB tables.

The actuarial assumptions used in the June 30, 2023, valuation were based on the results of an actuarial experience study for the period July 1, 2013 through June 30, 2018.

The long-term expected rate of return on Pension Plan investments was not based on historical returns, but instead is based on a forward-looking capital market economic model. The allocation policy's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions and includes an adjustment for the inflation assumption. The target allocation and best estimates of arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

City of San Antonio, Florida

Notes to the Financial Statements
For the Year Ended September 30, 2023

Note 7 - Retirement Plans (continued)

<u>Asset Class</u>	<u>Target Allocation (1)</u>	<u>Annual Arithmetic Return</u>	<u>Compound Annual (Geometric) Return</u>	<u>Standard Deviation</u>
Cash	1.00%	2.90%	2.90%	1.10%
Fixed Income	19.80%	4.50%	4.40%	3.40%
Global Equity	54.00%	8.70%	7.10%	18.10%
Real Estate	10.30%	7.60%	6.60%	14.80%
Private Equity	11.10%	11.90%	8.80%	26.30%
Strategic Investments	3.80%	6.30%	6.10%	7.70%
Total	<u>100.00%</u>			
Assumed Inflation - Mean			2.40%	1.40%

(1) As outlined in the Pension Plan's investment policy

Discount Rate

The discount rate used to measure the total pension liability was 6.70%. The 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 discount rate for calculation of the total pension liability is equal to the long-term expected rate of return.

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

The following represents the City's proportionate share of the net pension liability calculated using the discount rate of 6.70%, as well as what the City's proportionate share of the net pension liability would be 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:

	<u>1% Decrease (5.70%)</u>	<u>Current Discount Rate (6.70%)</u>	<u>1% Increase (7.70%)</u>
City's proportionate share of the net pension liability	\$ 163,143	\$ 95,507	\$ 38,919

City of San Antonio, Florida

Notes to the Financial Statements
For the Year Ended September 30, 2023

Note 7 - Retirement Plans (continued)

Pension Plan Fiduciary Net Position

Detailed information regarding the Pension Plan's fiduciary net position is available in the separately issued FRS Pension Plan and Other State-Administered Systems Comprehensive Annual Financial Report.

Payables to the Pension Plan

The City reported a payable in the amount of \$3,530 for outstanding contributions to the Pension Plan required for the fiscal year ended September 30, 2023.

HIS Plan Description

The HIS Plan is a cost-sharing multiple-employer defined benefit pension plan established under Section 112.363, Florida Statutes, and may be amended by the Florida Legislature at any time. The benefit is a monthly payment to assist retirees of State-administered retirement systems in paying their health insurance costs and is administered by the Florida Department of Management Services, Division of Retirement.

Benefits Provided

For the fiscal year ended September 30, 2023, eligible retirees and beneficiaries received a monthly HIS payment of \$5 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of \$30 and a maximum HIS payment of \$150 per month. To be eligible to receive these benefits, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which may include Medicare.

Contributions

The HIS 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 active FRS members. For the fiscal year ended September 30, 2023, the HIS contribution for the period of October 1, 2022, through September 30, 2023, was 1.63% and 1.65%, respectively. The City contributed 100% of its statutorily required contributions for the current and preceding three years. HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or cancelled.

The City's contributions to the HIS Plan totaled \$4,227 for the fiscal year ended September 30, 2023.

City of San Antonio, Florida

Notes to the Financial Statements
For the Year Ended September 30, 2023

Note 7 - Retirement Plans (continued)

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

At September 30, 2023, the City reported a liability of \$102,055 for its proportionate share of the HIS Plan's 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 the actuarial valuation as of July 1, 2022. The City's proportionate share of net pension liability was based on the City's 2022-23 fiscal year contributions relative to the 2020-21 fiscal year contributions of all participating members. At June 30, 2023, the City's proportionate share was .000642609 percent, which was a decrease of .000002149 percent from its proportionate share measured as of June 30, 2022.

For the fiscal year ended September 30, 2023, the City recognized pension expense of \$40,698. In addition, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from following sources:

Description	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 1,494	\$ 240
Change of assumptions	2,683	8,843
Net difference between projected and actual earnings on HIS Plan investments	53	-
Changes in proportion and differences between City HIS Plan contributions and proportionate share of contributions	9,131	1,038
City HIS Plan contributions subsequent to the measurement date	<u>1,270</u>	<u>-</u>
Total	<u>\$ 14,631</u>	<u>\$ 10,121</u>

City of San Antonio, Florida

Notes to the Financial Statements
For the Year Ended September 30, 2023

Note 7 - Retirement Plans (continued)

The deferred outflows of resources related to the HIS Plan, totaling \$1, 270 resulting from City contributions to the HIS Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the HIS Plan will be recognized in pension expense as follows:

Fiscal Year Ending September 30,	Amount
2024	2,901
2025	3,362
2026	1,699
2027	193
2028	(51)
Thereafter	(12)

Actuarial Assumptions

The total pension liability in the June 30, 2023, actuarial valuation was determined using following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.40%
Salary increases	3.25%, average, including inflation
Municipal bond rate	2.16%

Mortality rates were based on the PUB-2010 base table, projected generationally with Scale MP-2018.

The actuarial assumptions used in the June 30, 2023, valuation were based on the results of an actuarial experience study of the FRS for the period July 1, 2013 through June 30, 2018.

Discount Rate

The discount rate used to measure the total pension liability was 3.65%. 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 benefit 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 HIS Plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index.

City of San Antonio, Florida

Notes to the Financial Statements
For the Year Ended September 30, 2023

Note 7 - Retirement Plans (continued)

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

The following represents the City's proportionate share of the net pension liability calculated using the discount rate of 3.65%, as well as what the City's proportionate share of the 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:

	1% Decrease (2.65%)	Current Discount Rate (3.65%)	1% Increase (4.65%)
City's proportionate share of the HIS net pension liability	\$ 116,429	\$ 102,055	\$ 90,121

Pension Plan Fiduciary Net Position

Detailed information regarding the HIS Plan's fiduciary net position is available in the separately issued FRS Pension Plan and Other State-Administered Systems Comprehensive Annual Financial Report.

Payables to the Pension Plan

The City reported a payable in the amount of \$1,270 for outstanding contributions to the HIS Plan required for the fiscal year ended September 30, 2023.

Note 8 - 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. The City has chosen to manage these risks through the purchase of commercial insurance and participation in the Public Risk Management (PRM) pool. The pool is a protected self-insurance program which has both specific excess insurance for large losses and aggregate excess insurance or stop loss insurance in the event the loss fund is used up because of frequency of losses. There have been no significant reductions in insurance coverage from the prior year. No settlements have exceeded the City's insurance for the past three years.

City of San Antonio, Florida

Notes to the Financial Statements
For the Year Ended September 30, 2023

Note 9 - Other Commitments

Police Protection

The City has contracted with the Pasco County Sheriff to provide police protection for the City. This contract provides for monthly payments to Pasco County of \$9,687 for the year ended September 30, 2023.

Fire Protection

The City has contracted with the Pasco County Board of Commissioners whereby the City paid the same fire tax millage rate as unincorporated Pasco County for fire protection and emergency response services.

Note 10 - Subsequent Events

The City's management has evaluated events and transactions for potential recognition or disclosure through June 7, 2024, the date the financial statements were available to be issued.

City of San Antonio, Florida

General Fund Budgetary Comparison Schedule For the Year Ended September 30, 2023

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues				
Taxes	\$ 381,700	\$ 381,700	\$ 376,143	\$ (5,557)
Licenses and Permits	84,900	84,900	130,801	45,901
Intergovernmental	787,580	787,580	999,342	211,762
Fine and Forfeits	-	-	-	-
Interest	4,000	4,000	8,337	4,337
Rentals	1,500	1,500	1,500	-
Miscellaneous	31,700	31,700	36,370	4,670
Total Revenues	<u>1,291,380</u>	<u>1,291,380</u>	<u>1,552,493</u>	<u>261,113</u>
Expenditures				
Current Expenditures				
General Government				
Finance and Administration	223,614	223,614	292,051	(68,437)
Legal Counsel	28,000	28,000	18,771	9,229
Comprehensive Planning	30,000	30,000	33,807	(3,807)
Total General Government	<u>281,614</u>	<u>281,614</u>	<u>344,629</u>	<u>(63,015)</u>
Public Safety				
Police	117,000	117,000	118,107	(1,107)
Code Enforcement	6,000	6,000	1,110	4,890
Animal Control	12,000	12,000	10,760	1,240
Total Public Safety	<u>135,000</u>	<u>135,000</u>	<u>129,977</u>	<u>5,023</u>
Transportation - Streets	<u>26,000</u>	<u>26,000</u>	<u>115,252</u>	<u>(89,252)</u>
Recreation - Parks	<u>13,500</u>	<u>13,500</u>	<u>53,432</u>	<u>(39,932)</u>
Capital Outlay	<u>2,017,000</u>	<u>2,017,000</u>	<u>497,162</u>	<u>1,519,838</u>
Total Expenditures	<u>2,473,114</u>	<u>2,473,114</u>	<u>1,140,452</u>	<u>1,332,662</u>
Excess of (Revenues) over Expenditures	(1,181,734)	(1,181,734)	412,041	1,593,775
Other Financing Sources (uses)				
Contingency	(100,000)	(100,000)	-	100,000
Total Other Financing Sources (uses)	<u>(100,000)</u>	<u>(100,000)</u>	<u>-</u>	<u>100,000</u>
Fund Balance - October 1, 2022	<u>(259,330)</u>	<u>(259,330)</u>	<u>2,049,092</u>	<u>2,049,092</u>
Fund Balance - September 30, 2023	<u>\$ (1,541,064)</u>	<u>\$ (1,541,064)</u>	<u>\$ 2,461,133</u>	<u>\$ 4,002,197</u>

City of San Antonio, Florida

Required Supplementary Information Schedule of Proportionate Share of Net Pension Liability Florida Retirement System Pension Plan For the Year Ended September 30, 2023

	2023	2022	2021	2020	2019	2018	2017	2016	2015
City's proportion of the net pension liability	0.000344026%	0.000344026%	0.000376635%	0.000335147%	0.000280282%	0.000327243%	0.000394398%	0.000434252%	0.000419043%
City's proportionate share of the net pension liability	\$ 95,507	\$ 128,005	\$ 28,450	\$ 145,223	\$ 96,525	\$ 98,567	\$116,660	\$109,649	\$54,125
City's covered-employee payroll	\$ 273,570	\$ 242,551	\$ 225,845	\$ 232,294	\$ 207,306	\$ 125,815	\$146,928	\$146,955	\$142,365
City's proportionate share of the net pension liability as a percentage of its covered-employee payroll	34.91%	52.77%	12.60%	62.52%	46.56%	78.34%	79.40%	74.61%	38.02%
Plan fiduciary net position as a percentage of the total pension liability	82.38%	82.89%	96.40%	78.85%	82.61%	84.26%	83.89%	84.88%	92.00%

Note: The amounts presented for each fiscal year were determined as of June 30.

Note: Information is required to be presented for 10 years. However, until a full 10-year trend is compiled, the City will present information only for those years for which information is available.

City of San Antonio, Florida

Required Supplementary Information Schedule of Proportionate Share of Net Pension Liability FRS Health Insurance Subsidy Program For the Year Ended September 30, 2023

	2023	2022	2021	2020	2019	2018	2017	2016	2015
City's proportion of the net pension liability	0.000642609%	0.000644758%	0.000646488%	0.000647774%	0.000556433%	0.000405163%	0.000433755%	0.000484746%	0.000467530%
City's proportionate share of the net pension liability	\$ 102,055	\$ 68,290	\$ 79,301	\$ 79,096	\$ 62,259	\$ 42,883	\$ 46,379	\$ 56,495	\$ 47,681
City's covered-employee payroll	\$ 273,570	\$ 242,551	\$ 225,845	\$ 232,294	\$ 207,306	\$ 125,815	\$146,928	\$146,955	\$142,365
City's proportionate share of the net pension liability as a percentage of covered-employee payroll	37.30%	28.15%	35.11%	34.05%	30.03%	34.08%	31.57%	38.44%	33.49%
Plan fiduciary net position as a percentage of the total pension liability	4.12%	4.81%	3.56%	3.00%	2.63%	2.15%	1.64%	0.97%	0.50%

Note: The amounts presented for each fiscal year were determined as of June 30.

Note: Information is required to be presented for 10 years. However, until a full 10-year trend is compiled, the City will present information only for those years for which information is available.

City of San Antonio, Florida

Required Supplementary Information
 Schedule of Contributions
 Florida Retirement System Pension Plan
 For the Year Ended September 30, 2023

	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 11,530	\$ 14,680	\$ 14,348	\$ 11,135	\$ 8,691	\$ 9,326	\$ 10,267	\$ 12,893	\$ 10,217
Contributions in relation to the contractually required contribution	\$ (11,530)	\$ (14,680)	\$ (14,348)	\$ (11,135)	\$ (8,691)	\$ (9,326)	\$ (10,267)	\$ (12,893)	\$ (10,217)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
City's covered-employee payroll	\$ 273,570	\$ 242,551	\$ 225,845	\$ 232,294	\$ 207,306	\$ 125,815	146,928	146,955	142,365
Contributions as a percentage of covered-employee payroll	4.21%	6.05%	6.35%	4.79%	4.19%	7.41%	6.99%	8.77%	7.18%

Note: The amounts presented for each fiscal year were determined as of June 30.

Note: Information is required to be presented for 10 years. However, until a full 10-year trend is compiled, the City will present information only for those years for which information is available.

City of San Antonio, Florida

Required Supplementary Information
 Schedule of Contributions
 FRS Health Insurance Subsidy Program
 For the Year Ended September 30, 2023

	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 4,227	\$ 3,901	\$ 3,800	\$ 3,733	\$ 3,090	\$ 2,197	\$ 2,296	\$ 2,485	\$ 1,787
Contributions in relation to the contractually required contribution	\$ (4,227)	\$ (3,901)	\$ (3,800)	\$ (3,733)	\$ (3,090)	\$ (2,197)	\$ (2,296)	\$ (2,485)	\$ (1,787)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
City's covered-employee payroll	\$ 273,570	\$ 242,551	\$ 225,845	\$ 232,294	\$ 207,306	\$ 125,815	146,928	146,955	142,365
Contributions as a percentage of covered-employee payroll	1.55%	1.61%	1.68%	1.61%	1.49%	1.75%	1.56%	1.69%	1.26%

Note: The amounts presented for each fiscal year were determined as of June 30.

Note: Information is required to be presented for 10 years. However, until a full 10-year trend is compiled, the City will present information only for those years for which information is available.

City of San Antonio, Florida

General Fund Budgetary Comparison Schedule - Resources (Inflows) For the Year Ended September 30, 2023

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Taxes				
Property Taxes	\$ 372,700	\$ 372,700	\$ 363,293	\$ (9,407)
Local Communications Tax	9,000	\$ 9,000	12,850	3,850
Total Taxes	<u>381,700</u>	<u>381,700</u>	<u>376,143</u>	<u>(5,557)</u>
Licenses and Permits				
Franchise Fees - Electric and Gas	69,700	69,700	110,898	41,198
City Business Tax	2,200	2,200	2,660	460
Building Permits	13,000	13,000	17,243	4,243
Total General Government	<u>84,900</u>	<u>84,900</u>	<u>130,801</u>	<u>45,901</u>
Intergovernmental Revenue				
Half Cent Sales Tax	90,000	90,000	111,534	21,534
State Revenue Sharing	35,000	35,000	48,628	13,628
State Motor Fuel	7,000	7,000	11,585	4,585
Mobile Home License	1,500	1,500	1,439	(61)
Alcoholic Beverage License	1,000	1,000	2,524	1,524
Local Option Gas Tax	83,000	83,000	98,552	15,552
Local Option Sales Tax - Infrastructure	200,000	200,000	305,543	105,543
Shared Business Tax	700	700	1,009	309
CDBG Grant	-	-	-	-
ARPA Grant	369,380	369,380	418,528	49,148
Total Intergovernmental	<u>787,580</u>	<u>787,580</u>	<u>999,342</u>	<u>211,762</u>
Fines and Forfeits				
Court Fines	-	-	-	-
Total Fines and Forfeits	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Miscellaneous Revenues				
Interest	4,000	4,000	8,337	4,337
Rentals	1,500	1,500	1,500	-
Utility Management Fee	-	-	-	-
Miscellaneous	2,700	2,700	2,119	(581)
Transportation Impact Fees	28,000	28,000	33,600	5,600
Contribution	-	-	651	651
Surplus Property Sale	1,000	1,000	-	(1,000)
Total Miscellaneous	<u>37,200</u>	<u>37,200</u>	<u>46,207</u>	<u>9,007</u>
Other Financing Sources				
From Fund Balance for General Requirements	-	-	-	-
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 1,291,380</u>	<u>\$ 1,291,380</u>	<u>\$ 1,552,493</u>	<u>\$ 261,113</u>

City of San Antonio, Florida

General Fund Budgetary Comparison Schedule - Charges to Appropriations (Outflows) For the Year Ended September 30, 2023

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
General Government Services				
Finance and Administration				
Personnel Services				
Salaries and Wages	\$ -	\$ -	\$ 129,150	\$ (129,150)
Payroll Taxes	12,900	12,900	13,415	(515)
Employee Benefits	70,600	70,600	69,416	1,184
Operating Expenditures				
General Administrative	87,850	87,850	44,418	43,432
General and Worker's Comp. Insurance	24,414	24,414	12,647	11,767
Audit	8,750	8,750	10,275	(1,525)
Dues	-	-	1,628	(1,628)
Training and Seminars	8,100	8,100	2,938	5,162
Advertising	6,000	6,000	5,520	480
League of Cities Convention	-	-	-	-
Codification of Ordinances	5,000	5,000	2,644	2,356
Elections	-	-	-	-
Total Finance and Administration	<u>223,614</u>	<u>223,614</u>	<u>292,051</u>	<u>(68,437)</u>
City Attorney				
Operating Expenditure				
Contract Legal Services	28,000	28,000	18,771	9,229
Special Legal Costs	-	-	-	-
Total City Attorney	<u>28,000</u>	<u>28,000</u>	<u>18,771</u>	<u>9,229</u>
Comprehensive Planning				
Operating Expenditures				
Comprehensive Plan	-	-	-	-
City Survey	-	-	10,884	(10,884)
Planning Consultant	20,000	20,000	12,000	8,000
Engineering Consultant	10,000	10,000	10,923	(923)
Total Intergovernmental	<u>30,000</u>	<u>30,000</u>	<u>33,807</u>	<u>(3,807)</u>
Total General Government	<u>\$ 281,614</u>	<u>\$ 281,614</u>	<u>\$ 344,629</u>	<u>\$ (63,015)</u>

City of San Antonio, Florida

General Fund Budgetary Comparison Schedule - Charges to Appropriations (Outflows) For the Year Ended September 30, 2023

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Public Safety				
Police Department				
Operating Expenditures				
Contracted Police Services	\$ 117,000	\$ 117,000	\$ 118,107	\$ (1,107)
Code Enforcement	6,000	6,000	1,110	4,890
Contingency		-	-	-
Animal Control				
Operating Expenditures	-	-	-	-
Contracted Animal Control	12,000	12,000	10,760	1,240
Fire Station Capital Expenditure	-	-	-	-
Total Public Safety	135,000	135,000	129,977	5,023
 Highways and Streets				
Personnel Services				
Salaries and Wages		-	21,728	(21,728)
Operating Expenditures				
Street Lights	16,000	16,000	21,968	(5,968)
Street Marking Signs	-	-	2,179	(2,179)
Vehicle Maintenance and Repair	10,000	10,000	16,681	(6,681)
Other Expenses	-	-	13,974	(13,974)
Street Repairs	-	-	38,722	(38,722)
Capital Outlay	660,000	660,000	480,443	179,557
Street Improvements and Equipment	1,541,000	1,541,000	-	1,541,000
Total Highways and Streets	\$ 2,227,000	\$ 2,227,000	\$ 595,695	\$ 1,631,305

City of San Antonio, Florida

General Fund Budgetary Comparison Schedule - Charges to Appropriations (Outflows) For the Year Ended September 30, 2023

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Parks and Recreation				
Personnel Services				
Salaries and Wages	\$ -	\$ -	\$ 24,848	\$ (24,848)
Operating Expenditures				
Maintenance	10,000	10,000	24,879	(14,879)
Lawn Service	3,500	3,500	3,705	(205)
Capital Outlay	476,000	476,000	16,719	459,281
Total Parks and Recreation	489,500	489,500	70,151	419,349
Other Uses				
Contingency Reserves	100,000	100,000	-	100,000
Total Other Uses	100,000	100,000	-	100,000
Total General Fund	\$ 3,233,114	\$ 3,233,114	\$ 1,140,452	\$ 2,092,662

City of San Antonio, Florida

Water Fund Schedule of Revenues and Expenses For the Year Ended September 30, 2023

(With comparative data for the Year Ended September 30, 2022)

	2023	2022
Revenues		
Water Sales and Service Fees	\$ 465,814	\$ 398,046
Miscellaneous	-	-
Total Operating Revenues	465,814	398,046
Operating Expenses		
Personnel Services		
Salaries and Wages	97,844	102,903
Payroll Taxes	7,858	7,267
Employee Benefits	52,915	38,514
Other Expenses		
Light and Power	27,859	18,205
Insurance	19,904	17,069
Water Plant Maintenance	95,132	65,095
Management Fee	1,500	1,500
Office Supplies and Expenses	1,257	906
Computer Supplies and Postage	4,142	3,638
Water Plant Operating Expenses	34,465	39,362
Testing	560	-
Professional Fees	34,809	23,928
Miscellaneous	641	2,007
Dues	-	336
Bad Debts	-	-
Depreciation	59,659	56,182
Total Operating Expenses	438,545	376,912
Operating Income (Loss)	27,269	21,134
Other Revenues		
Tap in Fees	13,945	14,937
Backflow Meter Installations	1,781	1,189
Water Capacity Fees	34,760	26,440
Interest	2,951	2,625
Total Other Revenues	53,437	45,191
Other Expenses		
Interest	11,266	11,792
Total Other Expenses	11,266	11,792
Net Income	\$ 69,440	\$ 54,533

**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 City Commissioners
City of San Antonio
San Antonio, 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 and the business-type activities, of the City of San Antonio, Florida, as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the City of San Antonio, Florida's basic financial statements, and have issued our report thereon dated June 7, 2024.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

This report is intended solely for the information and use of management, City Commission, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

A handwritten signature in cursive script, appearing to read "DGPerry".

DGPerry, PLLC
Zephyrhills, Florida
June 7, 2024

Management Letter

Honorable City Commissioners
City of San Antonio
San Antonio, Florida

Report on the Financial Statements

We have audited the financial statements of the City of San Antonio, Florida (the City), as of and for the fiscal year ended September 30, 2023, and have issued our report thereon dated June 7, 2024.

Auditors' Responsibility

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

Other Reports and Schedule

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with Government Auditing Standards; and Report on Internal Control over Compliance, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedule, which are dated June 7, 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 audit report. Corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report.

Financial Condition

Sections 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, require that we apply appropriate procedures and report the results of our determination as to whether or not the City has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and identification of the specific 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 same.

Annual Financial Report

Sections 10.554(1)(i)5.b. and 10.556(7), Rules of the Auditor General, require that we apply appropriate procedures and report the results of our determination as to whether the annual financial report for the City for the fiscal year ended September 30, 2023, filed with the Florida Department of Financial Services pursuant to Section 218.32(1)(a), Florida Statutes, is in agreement with the annual financial audit report for the fiscal year ended September 30, 2023. In connection with our audit, we determined that these two reports were in agreement.

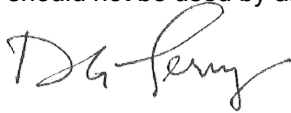
Other Matters

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.

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

Purpose of this Letter

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

A handwritten signature in cursive script, appearing to read "DGPerry".

DGPerry, PLLC
Zephyrhills, Florida
June 7, 2024

**Independent Auditors' Report on Compliance
with Section 218.415, Florida Statutes**

Honorable City Commissioners
City of San Antonio, Florida

We have examined the City of San Antonio, Florida's (the City) compliance with Section 218.415, Florida Statutes regarding the investment of public funds during the year ended September 30, 2023, required by 10.556, *Rules of the Auditor General*. Management is responsible for the City's compliance with those requirements. Our responsibility is to express an opinion on the City's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants (AICPA) and accordingly, included examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the City's compliance with specified requirements.

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

This report 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, the City, its management, and is not intended to be and should not be used by anyone other than these specified parties. However, this letter is a matter of public record and its distribution is not limited.

The purpose of this report is solely to comply with Chapter 10.550, Rules of the Florida Auditor General. Accordingly, this report is not suitable for any other purpose.



DGPerry
Zephyrhills, Florida
June 7, 2024